

DIRECTORS' AND CHIEF EXECUTIVES' BENEFITS FROM RIGHTS TO ACQUIRE SHARES

Save as disclosed above and the paragraph headed "Share Option Scheme" below, at no time during the six months ended 30 June 2004 was the Company, its subsidiaries or any of its fellow subsidiaries, a party to any arrangement to enable the Directors and chief executives or their spouses or children under 18 years of age of the Company to acquire benefits by means of the acquisition of shares in or debentures of the Company or any other body corporate.

SUBSTANTIAL SHAREHOLDERS

As at 30 June 2004, the following person, not being a Director or chief executive of the Company had an interest and/or short position in the Shares, underlying shares or debentures of the Company which would fall to be disclosed to the Company under the provisions of Divisions 2 and 3 of Part XV of the SFO:

Name	Capacity/ Type of interests	Number of ordinary Shares	Approximate percentage of interests
Ms. Gu Lily Ying (Note)	Beneficial owner/ Family	294,464,000 (long position)	73.616%

Note: Under the SFO, Ms. Gu Lily Ying, as the spouse of Mr. Li Wei Bo, is deemed to be interested in the Shares held by Mr. Li.

SHARE OPTION SCHEME

The Company operates a share option scheme (the "Share Option Scheme") for the purpose of providing incentives and rewards to eligible participants who contribute to the success of the Group's operations. Eligible participants of the Share Option Scheme include any employees, directors, substantial shareholders or any of their respective associates of the Company and/or any of its subsidiaries or associated company. The Share Option Scheme became effective for a period of 10 years commencing on 10 March 2004.

As at 30 June 2004, no option had been granted or agreed to be granted to any person under the Share Option Scheme.

Details of the Share Option Scheme are set out in the Directors' Report of the Company's 2003 annual report and the Prospectus.

PURCHASE, SALE AND REDEMPTION OF THE COMPANY'S SHARES

The Shares were listed on the Main Board of the Stock Exchange on 26 March 2004. Save for this, neither the Company nor any of its subsidiaries purchased, sold or redeemed any of the Company's Shares during the six months ended 30 June 2004.