

DIRECTORS' AND CHIEF EXECUTIVES' INTERESTS IN SECURITIES

As at 30th June, 2004, the interests of the directors and chief executives in the share capital of the Company and its associated corporations, as recorded in the register maintained by the Company pursuant to Section 352 of the Securities and Futures Ordinances (the "SFO"), or as otherwise notified to the Company and The Stock Exchange of Hong Kong Limited pursuant to the Model Code for Securities Transactions by the Directors, were as follows:

Long positions

(a) Ordinary shares of HK\$0.10 each of the Company

Name of director	Capacity	Number of issued ordinary shares held	Percentage of the issued share capital of the Company
Michael Wu Jenn Chang	Beneficial owner	8,000,000	1.09%
Jackson Wu Jenn Tzong	Beneficial owner	1,000,000	0.14%
Arthur Yang Chih Chieh	Family (note 1)	7,193,970	0.98%
		16,193,970	2.21%

(b) Ordinary shares of the associated corporations of the Company

(i) Pegasus Footgear Management Limited (note 2)

Name of director	Capacity	Number of issued ordinary shares held	Percentage of the issued share capital of the associated corporation
Thomas Wu Chen San	Beneficial owner (note 3)	3,235	16%
Michael Wu Jenn Chang	Corporate (note 4)	6,470	32%
Jackson Wu Jenn Tzong	Corporate (note 5)	6,470	32%
Arthur Yang Chih Chieh	Corporate (note 6)	474	2%
		16,649	82%

DIRECTORS' AND CHIEF EXECUTIVES' INTERESTS IN SECURITIES (Continued)

Long positions (Continued)

(b) Ordinary shares of the associated corporations of the Company (Continued)

(ii) Topstair International (Taiwan) Ltd. (note 7)

Name of director	Capacity	Number of issued shares held	Percentage of the issued share capital of the associated corporation
Michael Wu Jenn Chang	Beneficial owner Family (note 7)	1,000	0.02%
		1,000	0.02%
Jackson Wu Jenn Tzong	Beneficial owner Family (note 7)	1,000	0.02%
		1,000	0.02%
		4,000	0.08%

Notes:

1. Mr. Arthur Yang Chih Chieh is deemed under the SFO to be interested in the said shares held by his wife.
2. Pegasus Footgear Management Limited is the holding company of the Company.
3. The shares are jointly held by Mr. Thomas Wu Chen San and Mrs. Peggy Wu, a married couple.
4. The shares are entirely held by M. W. Investment Limited, a company owned by Mr. Michael Wu Jenn Chang.
5. The shares are entirely held by J.W. Investment Limited, a company owned by Mr. Jackson Wu Jenn Tzong.
6. The shares are entirely held by A&M Management Limited, a company jointly owned by Mr. Arthur Yang Chih Chieh and his wife.
7. Each of Mr. Michael Wu Jenn Chang and Mr. Jackson Wu Jenn Tzong is deemed under the SFO to be interested in the said issued capital of Topstair International (Taiwan) Ltd., a subsidiary of the Company, the shares of which are held by their respective wives.

Save as disclosed above, at 30th June, 2004, none of the directors nor their associates had any interests or short positions in the shares, underlying shares or debentures of the Company or any associated corporation.