

## DIRECTORS' INTERESTS IN SHARES

At 30th June 2004, the interests of the directors in the share capital of the Company or its associated corporations, as defined in Part XV of the SFO and as recorded in the register required to be kept by the Company under Section 352 of the SFO were as follow:

Name of Director	Nature of interest	Number of Shares/ Debentures interest	Short position in shares
Yung Yeung	Corporate interest (Note 1)	945,456,600	-
Yung Yeung	Personal interest (Note 3)	31,570,000	-
Jun Li	Personal interest (Note 3)	5,400,000	-
Jun Li	Personal interest (Note 4)	13,540,000	-
Chunhua Huang	Personal interest (Note 3)	5,400,000	-
Chunhua Huang	Personal interest (Note 4)	13,540,000	-
Chunhua Huang	Corporate interest (Note 2)	945,456,600	-
Yuwen Sun	Personal interest (Note 4)	18,940,000	-
Yuwen Sun	Corporate interest (Note 2)	945,456,600	-
Chizuko Kubo	Personal interest (Note 4)	5,000,000	-

*Notes:*

1. These 945,456,600 Shares (representing 49.88% of the issued share capital of the Company as at 30th June 2003) are beneficially owned by Sun East LLC, a company which is held as to 35% by Mr Yung Yeung and as to 65% by Mr Chunhua Huang and Mr Yuwen Sun as trustees for certain trusts established for the benefit of the children of Mr Yung Yeung. Mr Yung Yeung is deemed to be interested in the 945,456,600 Shares by virtue of his interest in Sun East LLC.
2. These 945,456,600 Shares (representing 49.88% of the issued share capital of the Company as at 30th June 2003) are beneficially owned by Sun East LLC, a company which is held as to 35% by Mr Yung Yeung and as to 65% by Mr Chunhua Huang and Mr Yuwen Sun as trustees for certain trusts established for the benefit of the children of Mr Yung Yeung. Mr Chunhua Huang and Mr Yuwen Sun are deemed to be interested in the 945,456,600 Shares by virtue of their interest in Sun East LLC.
3. Such number of Shares represents the underlying Shares of the options granted under the share option Scheme of the Company adopted on 15th March 1995 (“1995 Scheme”), which was terminated pursuant to a resolution in writing of the shareholders of the Company passed on 12th June 2003 and replaced by the 2003 Scheme (as defined below).
4. Such number of Shares represents the underlying Shares of the options granted on 26th January 2004 under the share option scheme of the Company adopted on 12th June 2003 (“2003 Scheme”).

In addition to the above, Mr Jun Li has non-beneficial personal equity interests in certain subsidiaries held for the benefit of the Company solely for the purpose of complying with the minimum company membership requirement.

Save as disclosed in this report, none of the Directors or their associates had any personal, family, corporate or other interests in the equity or debt securities of the Company or any of its associated corporations as at 30th June 2004.

### **DIRECTORS’ RIGHTS TO SUBSCRIBE FOR SHARES**

Save as disclosed under the heading “Directors’ interests in shares” above, and the heading “Share Option Scheme” below, at no time during the six months ended 30th June 2004 was the Company or any of its subsidiaries a party to any arrangements to enable the Directors to acquire benefits by means of the acquisition of shares or debentures of the Company or any other body corporate.