

BUSINESS PROSPECTS

For the remainder of the financial year, the Group will continue its dual focuses of enhancing the performance of the existing businesses and looking for investment opportunities that will create substantial value for shareholders. The Group will focus on identifying investment opportunities that are Mainland related as well as those that will benefit from the introduction of the Closer Economic Partnership Arrangement between Mainland and Hong Kong.

SHARE OPTION SCHEME

The share option scheme of the Company approved and adopted by the shareholders at the extraordinary general meeting held on 23rd August, 2002 (the "2002 Scheme") shall be valid and effective for a period of 10 years commencing from 23rd August, 2002. Details of the 2002 Scheme are as disclosed in the Company's 2003/2004 Annual Report.

Details of share options which were granted under the 2002 Scheme are as follows:

Name of director	Date of grant	Exercisable period	Subscription price per share HK\$	Number of share options and underlying shares		Percentage of the Company's issued share capital at
				Outstanding at 1.4.2004	Outstanding at 30.9.2004	30.9.2004
Kwong Wai Tim, William	16.1.2004	16.1.2004 to 15.1.2009	0.06	30,000,000	30,000,000*	0.806%
Lai Ming Wai	16.1.2004	16.1.2004 to 15.1.2009	0.06	30,000,000	30,000,000*	0.806%
				<u>60,000,000</u>	<u>60,000,000</u>	<u>1.612%</u>

* These share options were held by the relevant directors as beneficial owners.

During the period, no share options were granted, exercised, cancelled or lapsed under the 2002 Scheme.