

SHARE OPTION SCHEME

Under a Share Option Scheme adopted by the Company on 18 September 1997, the Directors of the Company may, at any time during ten years, grant share options to employees and executive directors of the Group to subscribe for shares of the Company.

The following share options were outstanding under the Share Option Scheme during the Period:

| | At 1 April 2004 | At 30 September 2004 | Date of grant | Exercise period | Exercise price per share <i>HK\$</i> |
|-----------------------------|-----------------------|----------------------------|------------------|-------------------------|---|
| Directors | | | | | |
| Ling Siu Man, Simon | 10,000,000 | 10,000,000 | 07-04-00 | 10-04-00 to 09-04-10 | 0.70 |
| Lee Ka Yue, Peter | 1,810,000 | 1,810,000 | 07-04-00 | 10-04-00 to 09-04-10 | 0.70 |
| Wong Ki Cheung | 1,810,000 | 1,810,000 | 07-04-00 | 10-04-00 to 09-04-10 | 0.70 |
| Li Fung Ching, Catherine | 1,810,000 | 1,810,000 | 07-04-00 | 10-04-00 to 09-04-10 | 0.70 |
| Au Wai Man | 1,810,000 | 1,810,000 | 07-04-00 | 10-04-00 to 09-04-10 | 0.70 |
| Liu Hoi Keung, Gary | 1,810,000 | 1,810,000 | 07-04-00 | 10-04-00 to 09-04-10 | 0.70 |
| Lam Kwai Wah | 1,100,000 | 1,100,000 | 07-04-00 | 10-04-00 to 09-04-10 | 0.70 |
| | <u>20,150,000</u> | <u>20,150,000</u> | | | |
| Other employees | | | | | |
| In aggregate | 28,100,000 | 28,100,000 | 07-04-00 | 10-04-00 to 09-04-10 | 0.70 |
| | <u>48,250,000</u> | <u>48,250,000</u> | | | |

No theoretical value of share options is disclosed as no share options were granted during the Period.

No options were granted, exercised, cancelled or lapsed during the Period.

SUBSTANTIAL SHAREHOLDERS' INTERESTS

At 30 September 2004, the following parties having the interests of 5% or more of the issued share capital of the Company were recorded in the register of interests kept by the Company pursuant to Section 336 of the SFO:

| Name of substantial shareholder | Nature of interests | Number of ordinary shares of the Company | Percentage of the Company's issued share capital (%) |
|---|--|--|--|
| Success Forever Limited (<i>Note 1</i>) | Beneficially owned | 317,886,782 | 50.04 |
| Eco-Haru Mfr. Holdings Limited ("Eco-Haru") (<i>Note 2</i>) | Beneficially owned | 121,100,869 | 19.06 |
| Glorious Concept Limited ("Glorious Concept") (<i>Note 2</i>) | Beneficially owned | 8,502,000 | 1.34 |
| EganaGoldpfeil (Holdings) Limited ("EganaGoldpfeil") (<i>Note 2</i>) | Interests held by a controlled corporation | 129,602,869 | 20.40 |
| Peninsula International Limited ("Peninsula") (<i>Note 3</i>) | Interests held by a controlled corporation | 129,602,869 | 20.40 |

Notes:

- (1) The entire issued share capital of Success Forever Limited is beneficially owned by Ling Siu Man, Simon as disclosed in "Directors' interests in shares" above.
- (2) The entire issued share capital of Eco-Haru and Glorious Concept is beneficially owned by EganaGoldpfeil.
- (3) The entire issued share capital of EganaGoldpfeil is held as to 39% by Peninsula.

Save as disclosed above, no person, other than the directors of the Company, whose interests are set out in the section "Directors' interests in shares" above, had registered an interest or short positions in the shares or underlying shares of the Company that was required to be recorded pursuant to Section 336 of the SFO.