

SHARE OPTION SCHEME

A share option scheme of the Company was approved and adopted on 23 August 2002 (the "Scheme"). The Scheme is valid and effective for a period of ten years from the date of adoption.

Pursuant to the Scheme, the Company may grant options to, inter alia, directors and employees of the Company or its subsidiaries and other participants to subscribe for shares in the Company. The details of the terms of the Scheme were disclosed in the Company's 2004 annual report.

The movements of the share options granted under the Scheme during the six months ended 30 September 2004 (the "Period") and the balance of outstanding options as at 30 September 2004 are as follows:

Participants	Date of grant	Exercise period	Exercise price per share HK\$	Outstanding as at 1 April 2004 於二零零四年 四月一日 尚未行使	Number of options 購股權數目		
					Granted during the Period	Exercised during the Period	Outstanding as at 30 September 2004 於二零零四年 九月三十日 尚未行使
Director							
董事							
Yeung Cheuk Kwong	10 July 2003	2 August 2003 to 28 February 2008	2.475	4,700,000	-	-	4,700,000
楊卓光	二零零三年 七月十日	二零零三年 八月二日至 二零零八年 二月二十八日					
Other							
其他							
Employees and other participant	10 July 2003	2 August 2003 to 28 February 2008	2.475	22,000,000	-	-	22,000,000
僱員及 其他參與者	二零零三年 七月十日	二零零三年 八月二日至 二零零八年 二月二十八日					
				26,700,000	-	-	26,700,000

購股權計劃

本公司於二零零二年八月二十三日批准及採納一項購股權計劃(「計劃」)。計劃於採納日期起計十年期間內有效。

根據計劃，本公司可向(其中包括)本公司或其附屬公司之董事及僱員或其他參與者授出可認購本公司股份之購股權。計劃條款之詳情於本公司之二零零四年年報內披露。

截至二零零四年九月三十日止六個月期間內(「期內」)根據計劃授出之購股權變動，及於二零零四年九月三十日尚未行使購股權之結餘如下：

No options were cancelled or lapsed during the Period.

The closing price of the Company's shares on the date of grant of the share options was HK\$2.475 per share.

AUDIT COMMITTEE

In compliance with the requirements of the Stock Exchange, an Audit Committee comprising three independent non-executive directors was formed. Reporting to the Board of Directors of the Company, the Audit Committee is dedicated to the review and supervision of the Group's financial reporting process and internal controls. The Company's Audit Committee has reviewed this unaudited interim report of the Group for the six months ended 30 September 2004.

COMPLIANCE WITH THE CODE OF BEST PRACTICE

None of the Directors is aware of any information that would reasonably indicate that the Company is not or, was not for any time during the six months ended 30 September 2004, in compliance with the Code of Best Practice as set out in Appendix 14 of the Listing Rules, except for the term of office for the non-executive directors of the Company is subject to retirement by rotation and re-election at the annual general meeting in accordance with the Bye-Laws of the Company.

PURCHASE, SALE OR REDEMPTION OF THE COMPANY'S LISTED SECURITIES

During the period, there were no purchase, sale or redemption by the Company or any of its subsidiaries, of the Company's listed securities.

期內並無購股權被註銷或失效。

本公司股份於購股權授出日期之收市價為每股2.475港元。

審核委員會

本公司已遵照聯交所之規定成立一個審核委員會，成員包括三名獨立非執行董事。審核委員會向本公司董事會匯報，其責任為審閱及監管本集團之財務申報程序及內部控制。本公司之審核委員會已審閱本集團截至二零零四年九月三十日止六個月之未經審核中期報告。

遵守最佳應用守則之規定

就董事所知，概無任何資料可合理顯示本公司於截至二零零四年九月三十日止六個月內任何時間並無遵守上市規則附錄14所載之最佳應用守則，惟根據本公司之公司細則規定，本公司非執行董事須於股東週年大會上輪流告退，並可膺選連任。

買賣或贖回本公司之上市證券

期內，本公司或其任何附屬公司並無買賣或贖回本公司之上市證券。

COMPLIANCE WITH CODE FOR SECURITIES TRANSACTIONS BY DIRECTORS

The Company has adopted the Model Code for Securities Transactions by Directors of Listed Issuers as set out in Appendix 10 to the Listing Rules as its own code of conduct regarding directors' securities transactions (the "Code"). Having made specific enquiry of all directors of the Company, the Directors of the Company have complied with the required standard as set out in the Code throughout the six months ended 30 September 2004.

ACKNOWLEDGEMENT

On behalf of the Board, I would like to express sincere gratitude to our management team and staff for their efforts in pursuance of excellence which held cultivate the growing momentum of the Group. The Group will continue to offer the best and most-needed products and services to its customer, which is believed to bring satisfactory returns to our shareholders and investors.

By order of the Board

Lam Man Chan

Chairman

Hong Kong, 20 December 2004

遵守董事進行證券交易之守則

本公司已採納上市規則附錄10載列之上市發行人之董事進行證券交易之標準守則，作為其有關董事之證券交易之守則（「該守則」）。經本公司向所有董事作出具體查詢後，本公司董事於截至二零零四年九月三十日止六個月之整段期間內一直遵守該守則所規定之準則。

致謝

本人謹代表董事會，衷心感謝管理層及員工們團結一致地追求卓越、為集團成長作出貢獻。本集團將繼續努力，承諾為顧客提供最滿意的產品和服務，為股東及投資者帶來滿意回報。

承董事會命

主席

林文燦

香港，二零零四年十二月二十日