



## TREASURY POLICIES

The Group generally finances its operation with internal generated resources and banking and credit facilities provided by banks in Hong Kong, the PRC and the UK. All borrowings are denominated in Hong Kong dollars, the US dollars, RMB and British pounds. Borrowing methods used by the Group mainly include trust receipt loans, overdrafts facilities, invoice financing and bank loans. The interest rates of most of these borrowings are fixed with reference to the Hong Kong Dollar Prime Rate or foreign currency's Trade Finance Rates.

## DIRECTORS' INTERESTS IN SHARES AND SHARE OPTIONS

As at 30 September 2004, the interests of the directors of the Company in the shares and share options of the Company or its associated corporations (within the meaning of Part XV of the Securities and Futures Ordinance (the "SFO"), as recorded in the register kept by the Company pursuant to section 352 of the SFO or otherwise notified to the Company and The Stock Exchange of Hong Kong Limited (the "Stock Exchange") pursuant to the Model Code for Securities Transactions by Directors of Listed Companies (the "Model Code") were as follows:

### Long positions

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

Directors	Capacity	Number of issued ordinary shares held	Percentage of the issued share capital of the Company
Mr. LIANG Jin You	Held by controlled corporation (note 1)	119,184,300	45.40%
Mr. LIN Dong Hong	Held by controlled corporation (note 2)	11,193,140	4.26%