



SHARE OPTION SCHEME

Under the share option scheme of the Company adopted on 21 March 1995 (the "Old Scheme"), the board of directors of the Company may, at their discretion, grant options to employees of the Group, including the Company's executive directors, to subscribe for shares in the Company up to 10% of the issued share capital of the Company from time to time. The Old Scheme became effective on 21 March 1995 and was intended to remain in force for 10 years from that date.

In the Company's annual general meeting held on 28 August 2003, an ordinary resolution was passed by the Company's shareholders for adoption of a new share option scheme (which complied with amended Chapter 17 of the Listing Rules) (the "New Scheme") and termination of the Old Scheme. Upon termination of the Old Scheme, no further options can be granted but in respect of the outstanding options, the provisions of the Old Scheme shall remain in force. Any outstanding options under the Old Scheme shall continue to be valid and exercisable in accordance with the provisions of the Old Scheme. The New Scheme became effective on 28 August 2003 and unless otherwise terminated or amended, will remain in force for 10 years from that date.

The movements of the share options granted under the Old Scheme and remained valid and exercisable during the period are as follows:

Name or category of participants	Number of share options					At 30 September 2004	Date of grant of share options	Exercised period of share options	Exercise price of share options* (HK\$)
	At 1 April 2004	Granted during the period	Exercised during the period	Lapsed during the period	Cancelled during the period				
<i>Directors</i>									
Mr. LIANG Jin You	2,306,000	-	-	-	-	2,306,000	6 October 1999	6 October 1999 to 20 March 2005	0.2608
Ms. LI Kwo Yuk	2,836,000	-	-	-	-	2,836,000	27 January 2000	27 January 2000 to 20 March 2005	0.6464
Mr. OU Jian Sheng	5,766,000	-	-	-	-	5,766,000	6 October 1999	6 October 1999 to 20 March 2005	0.2608
	<u>10,908,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>10,908,000</u>			

* The exercise price of the share options is subject to adjustment in the case of rights or bonus issues, or other similar changes in the Company's share capital.

No share options were granted or exercised during the six months period ended 30 September 2004.