

ADDITIONAL INFORMATION REQUIRED UNDER THE LISTING RULES DIRECTORS' INTERESTS AND SHORT POSITIONS IN SHARES, UNDERLYING SHARES AND DEBENTURES

As at 30 September 2004, the interests and short positions for each Director of the Company in the shares, underlying shares and debentures of the Company and its associated corporations (within the meaning of Part XV of the Securities and Futures Ordinance ("SFO") as recorded in the register required to be kept pursuant to Section 352 of the SFO or as 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 were as follows:—

Directors	Number of Ordinary Shares in the Company				%
	Personal interests	Corporate interests	Other interests	Total interests	
Dr. Fan Di (<i>Note 1</i>)	–	3,352,553,083	–	3,352,553,083	61.65
Dr. Robert Fung Hing Piu (<i>Note 2</i>)	72,795,437	–	63,604,530	136,399,967	2.51
Mr. Iain F Bruce	1,000,000	–	–	1,000,000	0.02
Mr. Barry J. Buttifant	1,000,000	–	–	1,000,000	0.02

Notes:

1. Dr. Fan Di is beneficially interested in the voting shares of Farsight Holdings Limited which directly owns 243,854,189 shares in the issued share capital of the Company and is deemed to be interested in more than one-third of the voting shares of DiChain Holdings Limited (formerly known as DiChain Systems Limited). DiChain Holdings Limited directly owns 3,108,698,894 shares in the issued share capital of the Company.
2. Dr. Robert Fung Hing Piu directly holds 72,795,437 shares in the Company. A charitable foundation, namely Sir Kenneth Fung Ping Fan Foundation Trust 1, on 15 January 2003 acquired the interest of 63,604,530 shares in the Company and Dr. Robert Fung Hing Piu is one of the trustees of the foundation.
3. All the interests disclosed above represent long positions in the shares of the Company.

Save as disclosed above, as at 30 September 2004, the register maintained by the Company pursuant to Section 352 of the SFO or as otherwise notified to the Company and the Stock Exchange pursuant to the Model Code for Securities Transactions by Directors of Listed Companies recorded no other interests or short positions of the Directors in any shares, underlying shares or debentures of the Company or any associated corporation (within the meaning of Part XV of the SFO).

SUBSTANTIAL SHAREHOLDERS

As at 30 September 2004, the interests and short positions of every person, other than Directors of the Company, in the shares and underlying shares of the Company as recorded in the register required to be kept pursuant to section 336 of the SFO were as follows:

Name of shareholder	Number of Shares held			%
	Direct interest	Deemed interest	Total interest	
Farsight Holdings Limited (<i>Note</i>)	243,854,189	3,108,698,894	3,352,553,083	61.65
DiChain Holdings Limited	3,108,698,894	–	3,108,698,844	57.17

Note: Farsight Holdings Limited directly owns 243,854,189 shares in the issued share capital of the Company and is interested in more than one-third of the voting shares of DiChain Holdings Limited, which directly owns 3,108,698,894 shares in the issued share capital of the Company.

All the interests disclosed above represent long positions in the shares of the Company.

Save as mentioned above, as at 30 September 2004, the register maintained by the Company pursuant to Section 336 of the SFO recorded no other interests or short positions in shares and underlying shares of the Company.

SHARE OPTIONS OF DIRECTORS

As at 30 September 2004, details of share options granted to Directors under the share option scheme (as hereinafter defined) of the Company were as follows:

Grantee	Option Type	Outstanding Number of Share Options as at 1 April 2004	Granted During 1 April 2004 to 30 September 2004	Outstanding Number of Share Options as at 30 September 2004
Dr. Fan Di	2002 A	45,000,000	–	45,000,000
	2002 B	–	22,000,000	22,000,000
		<u>45,000,000</u>	<u>22,000,000</u>	<u>67,000,000</u>
Mr. Zhou Li Yang	2002 A	3,500,000	–	3,500,000
	2002 B	–	12,000,000	12,000,000
		<u>3,500,000</u>	<u>12,000,000</u>	<u>15,500,000</u>
Mr. Li Xinggui	2002 A	20,000,000	–	20,000,000
	2002 B	–	3,000,000	3,000,000
		<u>20,000,000</u>	<u>3,000,000</u>	<u>23,000,000</u>
Mr. Wu Shiyue	2002 A	25,000,000	–	25,000,000
	2002 B	–	10,000,000	10,000,000
		<u>25,000,000</u>	<u>10,000,000</u>	<u>35,000,000</u>
Mr. Zheng Yingsheng	2002 A	7,500,000	–	7,500,000
	2002 B	–	3,000,000	3,000,000
		<u>7,500,000</u>	<u>3,000,000</u>	<u>10,500,000</u>
Mr. Wang Shizhen	2002 A	5,000,000	–	5,000,000
	2002 B	–	2,000,000	2,000,000
		<u>5,000,000</u>	<u>2,000,000</u>	<u>7,000,000</u>

Grantee	Option Type	Outstanding Number of Share Options as at 1 April 2004	Granted During 1 April 2004 to 30 September 2004	Outstanding Number of Share Options as at 30 September 2004
Dr. Robert Fung Hing Piu	2002 A	1,500,000	–	1,500,000
	2002 B	–	2,000,000	2,000,000
		<u>1,500,000</u>	<u>2,000,000</u>	<u>3,500,000</u>
Mr. Iain F Bruce	2002 A	1,500,000	–	1,500,000
	2002 B	–	2,000,000	2,000,000
		<u>1,500,000</u>	<u>2,000,000</u>	<u>3,500,000</u>
Mr. Barry J Buttifant	2002 A	1,500,000	–	1,500,000
	2002 B	–	2,000,000	2,000,000
		<u>1,500,000</u>	<u>2,000,000</u>	<u>3,500,000</u>
Mr. Victor Yang	2002 C	–	2,000,000	2,000,000

Notes:

Details of the options are as follows:

	Date of Grant	Exercise/ Vesting Period	Exercise Price
2002 A	20 May 2003	20 May 2004 to 20 June 2012	HK\$0.1200
2002 B	18 August 2004	18 August 2005 to 20 June 2012	HK\$0.0620
2002 C	28 September 2004	28 September 2005 to 20 June 2012	HK\$0.0624

Save as described above, as at 30 September 2004, none of the Directors or their spouses or children under 18 years of age were granted or exercised any right to subscribe for any equity or debt securities of the Company or any of its subsidiary companies.

PURCHASE, REDEMPTION OR SALE OF LISTED SECURITIES OF THE COMPANY

Neither the Company nor any of its subsidiaries purchased, redeemed or sold any of the Company's shares during the period.

AUDIT COMMITTEE

The Audit Committee has reviewed with Management the accounting principles and practices adopted by the Group and discussed internal control and financial reporting matters including the review of unaudited condensed interim consolidated financial statements.

CODE OF BEST PRACTICE

In the opinion of the Directors, the Company has complied with the Code of Best Practices ("the Code"), as set out in Appendix 14 of the Rules Governing the Listing of Securities on the Stock Exchange throughout this interim period, expect that the independent non-executive directors of the Company are not appointed for specific terms as required by paragraph 7 of the Code. Independent non-executive directors are subject to retirement by rotation and re-election at the annual general meeting of the Company in accordance with the Company's Bye-laws.

APPRECIATION

On behalf of the current Board of Directors, I would like to express the sincere gratitude to our shareholders and all of the Group's employees for their support, dedication and hard work during the period under review.

On behalf of the Board

Fan Di

Chairman

Hong Kong, 28 December 2004