

DIRECTORS' INTERESTS AND SHORT POSITIONS IN SECURITIES

As at 31 December 2004, the interests and short positions of the directors and chief executive of the Company in the shares, underlying shares or debentures of the Company or any of its associated corporations (within the meaning of Part XV of the Securities and Futures Ordinance (the “SFO”)) which were recorded in the register required to be kept by the Company under 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:

Long positions:

Name of director	Capacity	Number of shares	Percentage of the issued share capital	Number of warrants
<i>Securities of the Company</i>				
Mr. Paul Kan Man Lok	Corporate interest	<i>Note 1</i>	74.95%	—
<i>Securities of Champion Technology Holdings Limited (“Champion”, the holding company of the Company)</i>				
Mr. Paul Kan Man Lok	Corporate interest	<i>Note 2</i>	28.54%	<i>Note 2</i>
<i>Securities of DIGITALHONGKONG.COM (a fellow subsidiary of the Company)</i>				
Mr. Paul Kan Man Lok	Corporate interest	<i>Note 3</i>	79.98%	—

Notes:

1. 1,322,420,962 shares were held by Champion and 407,779,752 shares were held by Lawnside International Limited (“Lawnside”). Lawnside is beneficially wholly owned by Mr. Paul Kan Man Lok. As at 31 December 2004, Lawnside had interests in approximately 28.54% of the entire interest of Champion. Mr. Paul Kan Man Lok was deemed to have corporate interest in the shares which were owned by Champion and Lawnside.
2. 342,930,150 shares and 64,437,619 warrants were held by Lawnside. The warrants issued by Champion expired on 7 February 2005.
3. 117,300,000 shares were held by Champion and 2,669,171 shares were held by Lawnside.

Saved as disclosed above, none of the directors or chief executive of the Company had been notified of any interest or short position in the shares, underlying shares or debentures of the Company or any of its associated corporations as defined in Part XV of the SFO as at 31 December 2004.

SHARE OPTIONS AND DIRECTORS' RIGHTS TO ACQUIRE SHARES OR DEBENTURES

Other than share option schemes, at no time during the period under review was the Company, any of its holding company, fellow subsidiaries or subsidiaries a party to any arrangement to enable the directors of the Company to acquire benefits by means of the acquisition of shares in, or debentures of, the Company or any other body corporate.

During the period under review, no option was granted, exercised, cancelled, lapsed or outstanding under the Company's share option scheme.

SUBSTANTIAL SHAREHOLDERS

As at 31 December 2004, the following persons (other than a director or chief executive of the Company disclosed under "Directors' Interests and Short Positions in Securities" section) had interests in the share capital of the Company as recorded in the register required to be kept by the Company under Section 336 of the SFO:

Name of shareholder	Long/short position	Capacity	Number of shares	Percentage of the issued share capital
Champion	Long	Beneficial owner	1,322,420,962 *	57.29%
Lawnside	Long	Beneficial and corporate interest	1,730,200,714 *	74.95%

* See <Note 1> in the "Directors' Interests and Short Positions in Securities" section.

Saved as disclosed herein and disclosed under "Directors' Interests and Short Positions in Securities" section, the Company had not been notified of any person, other than a director or chief executive of the Company, having interests or short positions in the shares or underlying shares of the Company as recorded in the register required to be kept under section 336 of the SFO.

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

Neither the Company nor any of its subsidiaries purchased, sold or redeemed any of its securities during the period under review.