

INTERESTS OF DIRECTORS

As at 31st December, 2004, the register maintained by the Company pursuant to Section 352 of the Securities and Futures Ordinance (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 discloses no Directors and their associates as having a notifiable interest or short position in the issued share capital of the Company.

INTERESTS OF SUBSTANTIAL SHAREHOLDERS

As at 31st December, 2004, so far as was known to the Directors, the following persons (other than the Directors or the chief executive of the Company) had interests or short positions in the Shares or underlying Shares which would fall to be disclosed to the Company under the Provisions of Division 2 and 3 of Part XV of the SFO, or which were recorded in the register required to be kept by the Company under Section 336 of the SFO.

Long positions in the Shares of the Company:

Name	Number of shares held	Approximate Shareholding
Otto Link Technology Limited ¹	126,700,000	36.20%
Goldwiz Technology Limited	96,824,000	27.66%
Goldwiz Holdings Limited ²	96,824,000	27.66%
Mr. Siu Ting	38,976,000	11.14%

Notes:

- Otto Link Technology Limited is beneficially owned as to 80% by Dr. Sze Kwan and 20% by Mr. Tung Fai who is a director of the Company.
- Goldwiz Holdings Limited is the 100% holding company of Goldwiz Technology Limited ("Goldwiz Technology") and is therefore deemed to be interested in the 96,824,000 Shares held by Goldwiz Technology.

Save as disclosed above and so far as known to the Directors, as at 30th June, 2004, there were no other persons who had interests or short positions in the Shares or underlying Shares which would fall to be disclosed to the Company under the Provisions of Division 2 and 3 of Part XV of the SFO, or which were recorded in the register required to be kept by the Company under Section 336 of the SFO.

SHARE OPTION SCHEME

Pursuant to an ordinary resolution passed at an extraordinary general meeting held on 20th January, 2003, the share option scheme adopted by the Company on 22nd January, 2001 (the "Scheme") was terminated and a new share option scheme (the "New Scheme") was adopted. The purpose of the New Scheme is to provide incentive and to recognise the contribution of the eligible participants, including directors and employees of the Group, to the growth of the Group and to provide more flexibility to the Group in terms of remunerating the participants.

During the six months ended 31st December, 2004, no option was granted, exercised or cancelled by the Company under the Scheme.