

SUBSTANTIAL SHAREHOLDERS

As at 30 June 2005, so far as is known to any Director or chief executive of the Company, the following persons (not being a Director or chief executive of the Company) had, or were deemed or taken to have interests or short positions in the shares or underlying shares of the Company which would fall to be disclosed to the Company and the Stock Exchange under the provisions of Divisions 2 and 3 of Part XV of the SFO or, who were, directly or indirectly, interested in 5% or more of the nominal value of any class of share capital carrying rights to vote in all circumstances at general meetings of any other member of the Group or had any option in respect of such capital:

Long position in shares of the Company

Name of shareholder	Nature of interests	Number of ordinary shares held	Percentage of shareholding
Ample Glory Limited	Beneficial	1,970,771,910 <i>(note 1)</i>	15.04
Mr.Kwok Ying Leung ("Mr. Kwok")	Interest in a controlled corporation	1,970,771,910 <i>(note 1)</i>	15.04
Ms.Cheung Lai Sheung,Winnie ("Ms. Cheung")	Family	1,970,771,910 <i>(note 1)</i>	15.04
Foundation Group Limited	Corporate	779,910,624 <i>(note 2)</i>	5.96
Pan Asia Sat Media Ltd.	Beneficial	665,568,000 <i>(note 3)</i>	5.08

Notes:

1. The 1,970,771,910 shares are held by Ample Glory Limited, a company wholly-owned by Mr. Kwok. Accordingly, Mr. Kwok is deemed to be interested in the 1,970,771,910 shares. Ms. Cheung, is the spouse of Mr. Kwok and therefore, Ms. Cheung is also deemed to be interested in the 1,970,771,910 shares by virtue of the interest in such shares of her spouse. Both Mr. Kwok and Ms. Cheung do not hold any office in the Group and they are not directors nor chief executive of the Company and/or any of its subsidiaries or any associates of any of them.
2. The 779,910,624 shares are beneficially owned by Gold Venture Corporation Limited. Gold Venture Corporation Limited is 100% controlled by Value Place Investments Limited, which in turn 100% controlled by Foundation Group Limited.
3. Pan Asia Sat Media Ltd. is owned as to 75.86% by Mr. Hendro Suwandy, as to 11.14% by the Company and as to the remaining 13.00% by an independent third party.

Save as disclosed above, as at 30 June 2005, so far as is known to the Directors or chief executives of the Company, no other person (not being a Director or chief executive of the Company) who had any interests or short positions in shares or underlying shares which would fall to be disclosed to the Company, under the provisions of Divisions 2 and 3 of Part XV of the SFO, or who was, directly or indirectly, interested in 5% or more of the nominal value of any class of share capital carrying rights to vote in all circumstances at general meetings of any other member of the Group or held any option in respect of such capital.

CORPORATE GOVERNANCE

Code on Corporate Governance Practices

The Company has complied throughout the Period with the Code on Corporate Governance Practices (the "Code") as set out in Appendix 14 of the Listing Rules except with the following deviation:-

Code A.4.1

This Code stipulates that non-executive Directors should be appointed for a specific term and subject to re-election.

CORPORATE GOVERNANCE (continued)

None of the existing non-executive Directors of the Company is appointed for a specific term. However, in accordance with the provisions of the Bye-laws of the Company, any Director appointed by the Board during the year shall retire and offer himself for re-election at the next following annual general meeting following his appointment. Further, at each annual general meeting one-third of the Directors for the time being, or if their number is not 3 or a multiple of 3, the number nearest to one-third shall retire from office. The Directors to retire by rotation shall be those who have been longest in office since their last election. As such, even though each independent non-executive Director is not appointed for specific term, his term of office is the period up to his retirement by rotation in accordance with the Bye-laws of the Company.

Code A.4.2

This Code stipulates that all Directors appointed to fill a casual vacancy should be subject to election by shareholders at the first general meeting after their appointment, and every Director, including those appointed for a specific term, should be subject to retirement by rotation at least once every three years.

According to the Bye-laws of the Company, the chairman of the Directors and the Managing Director of the Company shall not be subject to retirement by rotation or be taken into account in determining the number of Directors to retire each year. To comply with the Code, an amendment to the Bye-laws of the Company shall be proposed for approval by the shareholders of the Company at any forthcoming general meeting.

AUDIT COMMITTEE

The Company established a audit committee with written terms of reference comprising the three independent non-executive Directors of the Company, namely Mr. Tso Hon Sai, Bosco (Chairman of the audit committee), Mr. Kwok Chi Sun, Vincent and Mr. Cheng Wing Keung, Raymond. The principal duties of the audit committee included the review and supervision of the Group's financial reporting system, internal control procedures, the Group's financial information and relationship with the auditors of the Company. The Group's interim report for the Period has been reviewed by the audit committee.

REMUNERATION COMMITTEE

The Company established a remuneration committee, comprising all the independent non-executive Directors of the Company, with written terms of reference. The remuneration committee comprised Mr. Kwok Chi Sun, Vincent (Chairman of the remuneration committee), Mr. Tso Hon Sai, Bosco and Mr. Cheng Wing Keung, Raymond. The principal responsibilities of the remuneration committee included making recommendations to the Board on the Company's policy and structure for all remuneration of Directors and senior management and reviewing the specific remuneration packages of all executive Directors and senior management.

MODE CODE FOR SECURITIES TRANSACTIONS

The Company had adopted the Model Code as set out in Appendix 10 of the Listing Rules. Having made specific enquiry to all the Directors of the Company, all the Directors confirmed that they have complied with the required standard of dealings as set out in the Model Code.

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

Neither the Company, nor any of its subsidiaries purchased, sold or redeemed any of the Company's listed securities during the Period.

By Order of the Board
Kwok Ying Chuen
Director

Hong Kong, 21 September 2005

Executive Directors

Mr. Kwok Ying Chuen
Mr. Yu Won Kong, Dennis
Mr. Wong Tak Chung, Andrew

Independent non-executive Directors

Mr. Tso Hon Sai, Bosco
Mr. Kwok Chi Sun, Vincent
Mr. Cheng Wing Keung, Raymond