

DIRECTORS' AND CHIEF EXECUTIVES' INTERESTS IN SHARES

As at 30 June 2005, the interests of the Directors and chief executives of the Company and its associated corporations (within the meaning of Part XV of the Securities and Futures Ordinance (the "SFO"), as recorded in the register maintained by the Company under Section 352 of the SFO, or otherwise notified to the Company and The Stock Exchange of Hong Kong Limited ("Stock Exchange") pursuant to the Model Code for Securities Transactions (the "Model Code") contained in the Rules Governing the Listing of Securities on the Stock Exchange ("Listing Rules") were as follows:

Long position in the Shares

Name of Director	Capacity	No. of Shares	Percentage of interest in the Company
TAN Siu Lin	Trustee (<i>Note 1</i>)	675,424,000	68.05%
TAN Henry	Beneficiary (<i>Notes 2, 3 & 6</i>)	614,450,000	61.91%
TAN Willie	Beneficiary (<i>Notes 2, 4 & 6</i>)	614,450,000	61.91%
TAN Cho Lung, Raymond	Beneficiary (<i>Notes 2, 5 & 6</i>)	614,400,000	61.90%
MOK Siu Wan, Anne	Beneficial owner (<i>Note 7</i>)	250,000	0.03%

Notes:

1. Mr. Tan Siu Lin is the settlor and trustee of each of the Tan Family Trust of 2004, the Pak Kim Lam Tan Trust of 2004, the HJ Trust, the WRSC Trust, the LS Trust, the RC Trust, the JL Trust and the ST Trust (collectively referred to as the "Trusts"). As the settlor and trustee of the Trusts, all of which are revocable discretionary trusts, Mr. Tan Siu Lin is deemed under part XV of the SFO to be interested in the aggregate shareholdings of Tan Holdings Corporation, a company incorporated in Commonwealth of Northern Mariana Islands and Helmsley Enterprises Limited ("Helmsley"), a company incorporated in the Commonwealth of the Bahamas, held in the Company, representing 68.05% of the issued share capital of the Company.
2. Pursuant to a shareholders' agreement dated 12th June 2004 and entered into between Mr. Tan Siu Lin as trustee for each of the Trusts and Helmsley, each of the Trusts has agreed to adhere to certain pre-emptive arrangements concerning the transfer of shares in Helmsley. For the purposes of Part XV of the SFO, each of the Trusts is therefore deemed to have effective voting power in respect of the interests in Helmsley in the Company.
3. Mr. Tan Henry is one of the beneficiaries of the HJ Trust, which is a revocable discretionary trust. He is therefore deemed under Part XV of the SFO to be interested in the interests of the HJ Trust in the Company.
4. Mr. Tan Willie is one of the beneficiaries of the WRSC Trust, which is a revocable discretionary trust. He is therefore deemed under Part XV of the SFO to be interested in the interests of WRSC Trust in the Company.

5. Mr. Tan Cho Lung, Raymond is one of the beneficiaries of the RC Trust, which is a revocable discretionary trust. He is therefore deemed under Part XV of the SFO to be interested in the interests of the RC Trust in the Company.
6. On 28 December 2004, the Company granted Mr. Tan Henry and Mr. Tan Willie of 200,000 share options each, and 150,000 share options to Mr. Tan Cho Lung, Raymond. As of the date of this report, none of the subject share options has been exercised yet.
7. Ms. Mok Siu Wan, Anne was granted with 250,000 share options prior to her appointment as one of the executive directors of the Company on 3 June 2005. As of the date of this report, none of the subject share options has been exercised yet.

CORPORATE GOVERNANCE

The Company has complied with the Code of Best Practices set out in Appendix 14 to the Listing Rules since its listing on the Stock Exchange on 15 July 2004.

The Directors acknowledge the need and importance of corporate governance as one of the key elements in creating shareholders' value, and have therefore continuously considered ways of improving the Group's corporate governance policies in accordance with international best practices. As at the date of this report, the Company has formed the Audit Committee and the Remuneration Committee at the Board level.

Audit Committee: The Audit Committee was set up in June 2004 to provide advice and recommendations to the Board. All Audit Committee members are independent non-executive Directors, all of whom have either appropriate finance or industry knowledge to advise the Board.

Remuneration Committee: The Remuneration Committee was set up in April 2005 with the responsibility of recommending to the Board the remuneration policy of all Directors and the senior management. The majority of the Remuneration Committee members are independent non-executive Directors.

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

MODEL CODE

The Company has adopted a code of conduct regarding securities transactions by Directors on terms no less exacting than the required standards set out in the Model Code. After making due enquiries, the Directors confirm that they have complied with the standard required under such adopted code of conduct.

POST BALANCE SHEET EVENT

Details of a significant event occurring after the balance sheet date are set out in Note 27 to the financial statements.

DISCLOSURE OF INFORMATION ON THE STOCK EXCHANGE AND THE COMPANY'S WEBSITES

This interim report will be published on the websites of the Company (<http://www.luenthai.com>) and the Stock Exchange (<http://www.hkex.com.hk>).

By order of the Board

Tan Henry

Chief Executive Officer

Hong Kong, 22 September 2005