

SUBSTANTIAL SHAREHOLDERS

As at 30 September 2005, the following persons (other than a director or chief executive of the Company) had interests or short positions in the shares and underlying shares of the Company as recorded in the register required to be kept by the Company under Section 336 of the SFO or as otherwise notified to the Company:

Name of shareholder	Long/short position	Capacity	Number of ordinary shares/ underlying shares held	Percentage of issued capital
Madam Ng Sze Mui	Long	Founder of a discretionary trust	239,541,029 (Note 1)	49.22%
Madam Ng Shuk Fong, Aman	Long	Beneficial owner and interest of spouse	243,916,029 (Note 2)	50.12%
Harmony Link Corporation	Long	Beneficial owner	239,541,029	49.22%
The Lui Family Company Limited	Long	Trustee	239,541,029 (Note 3)	49.22%
Trident Corporate Services (B.V.I.) Limited (formerly known as "Ansbacher (BVI) Limited")	Long	Trustee	239,541,029 (Note 3)	49.22%

Notes:

- (1) Interests in these shares represent interests held by Madam Ng Sze Mui by virtue of her being a founder of a discretionary trust which has interests in 239,541,029 shares, details of the trust have also been disclosed in Note (1) under the section "Directors' interests in shares – Long position in the shares of the Company" above.
- (2) Interests in these shares include interests in 625,000 shares and options to subscribe for 625,000 shares both held by Madam Ng Shuk Fong, Aman personally and interests in 242,666,029 shares through interest of her spouse, Mr. Lui Shing Chung, Victor as disclosed in Note (2) under the section "Directors' interest in shares - Long position in the shares of the Company" above.
- (3) The two references to 239,541,029 shares relate to the same block of shares in the Company. Each of The Lui Family Company Limited as trustee of The Lui Unit Trust and Trident Corporate Services (B.V.I.) Limited (formerly known as "Ansbacher (BVI) Limited") as trustee of a discretionary trust is taken to have a duty of disclosure in relation to the interests of Harmony Link Corporation in the said shares of the Company as described in Note (2) under the section "Directors' interests in shares – Long position in the shares of the Company" above.

SUBSTANTIAL SHAREHOLDERS (Continued)

Save as disclosed herein, as at 30 September 2005, the Company has not been notified by any other person or corporation, other than the directors of the Company whose interests are set out above, having interests or short positions in the shares and underlying shares of the Company which would fall to be disclosed to the Company under the provisions of the SFO, or as recorded in the register required to be kept by the Company under Section 336 of the SFO.

PARTICULARS OF DIRECTORS OF THE COMPANY WHO WERE DIRECTORS/EMPLOYEES OF SUBSTANTIAL SHAREHOLDERS

Messrs. Lui Chi, Lui Shing Ming Brian, Lui Shing Cheong and Lui Shing Chung Victor are directors of Harmony Link Corporation and The Lui Family Company Limited.

SHARE OPTION SCHEMES

On 5 September 2002, the Old Scheme was terminated and a new share option scheme (the "New Scheme") was adopted. The details of the New Scheme were disclosed in the 2004 Annual Report. There were no changes in any terms of the New Scheme during the six months ended 30 September 2005. Upon termination of the Old Scheme, no further share options will be granted thereunder but all outstanding share options granted under the Old Scheme will not be affected by the New Scheme. As at 30 September 2005, the number of shares in respect of which share options had been granted and outstanding under the Old Scheme was 1,125,000. No share options were granted under the New Scheme since its adoption on 5 September 2002.

The following share options were outstanding under the Old Scheme during the six months ended 30 September 2005:

Name or category of participant	Number of share options				As at 30 September 2005	Date of grant of share options	Exercise period of share options	Adjusted exercise price of share options** HK\$	Price of Company's shares***	
	As at 1 April 2005	Exercised during the period	Cancelled during the period	Lapsed during the period					At grant date of options HK\$	At exercise date of options HK\$
Other employees										
In aggregate	625,000	-	-	-	625,000*	31 December 1999	31 December 1999 to 26 December 2006	0.2240	0.2900	N/A
	250,000	-	-	-	250,000	8 July 2000	8 January 2001 to 26 December 2006	1.0960	1.6500	N/A
	250,000	-	-	-	250,000	5 September 2000	5 September 2001 to 26 December 2006	1.4048	2.2000	N/A
	1,125,000	-	-	-	1,125,000					

SHARE OPTION SCHEMES (Continued)

Notes:

- * The share options to subscribe for 625,000 ordinary shares at HK\$0.2240 per share in the Company that were granted to the spouse of Mr. Lui Shing Chung, Victor have been included in the "Other employees" category above and remained outstanding as at 30 September 2005.
- ** The exercise price is subject to adjustment in the case of any future rights or bonus issues, or other similar changes in the Company's share capital.
- *** The price of the Company's shares disclosed as at the date of the grant of the share options is the Stock Exchange's closing price of the Company as at the date of the grant of the share options.

DIRECTORS' INTERESTS IN CONTRACTS

No director had a material interest in any contract of significance to the business of the Group to which the Company or any of its subsidiaries was a party during the period.

DIRECTORS' INTERESTS IN COMPETING BUSINESSES

None of the directors, the management shareholders of the substantial shareholders of the Company, or any of their respective associates, has engaged in any business that competes or may compete with the business of the Group, or has any other conflict of interest with the Group.