

DIRECTORS' INTERESTS IN SHARES

As at 31 October 2005, the interests of the directors and chief executive of the Group and their respective associates in the equity or debt securities of the Group or any of its associated corporations recorded in the register maintained by the Group pursuant to section 352 of the Securities and Futures Ordinance (“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 position in shares of the Company

Name of director	Capacity	Number of the issued shares held	Percentage of issued ordinary share capital
Mr. Li Song Xiao	Beneficial owner	1,200,000,000	48.31

Note: These shares are held by Invest Gain Limited, which is beneficially wholly-owned by Mr. Li Song Xiao.

Save as disclosed, no contracts significance, to which the Company or any of its subsidiaries was a party and in which a director of the Company had a material interest, whether directly or indirectly, subsisted as at 31 October 2005 or during the period under review.

SHARE OPTIONS

The share option scheme of the Company adopted on 19 August 1993 and amended on 24 October 2000 had been terminated. Subsequently a new share option scheme (the “Scheme”) was approved and adopted at the special general meeting of the Company held on 12 December 2002. Unless otherwise terminated or amended, the Scheme will remain in force for ten years from date of adoption to 12 December 2012.

The purpose of the Scheme is a share incentives scheme to enable the Company to grant options to directors and employees or selected participants as incentives or rewards for their contribution to the Group. Under the Scheme, the Board may, at its discretion, grant options to any eligible participants.

As at 31 October 2005, there is neither any option granted under the Scheme nor outstanding.