

Share Option Scheme

Pursuant to the share option scheme adopted by the shareholders of the Company on 30 June 2003 (the “Share Option Scheme”), the board of directors (the “Board”) of the Company may for a consideration of HK\$10 offer to selected eligible persons to subscribe for shares of the Company as incentive or rewards for their contribution to the Group. The subscription price will be determined by the Board provided always that it shall be at least the higher of the closing price of the shares as stated in the daily quotations sheet issued by the Stock Exchange for the date of offer of grant (which is deemed to be the date of grant if the offer for the grant of an option is accepted by the selected eligible person), which must be a business day; and the average closing price of the shares as stated in the daily quotations sheets issued by the Stock Exchange for the five business days immediately preceding the date of offer of grant (which is deemed to be the date of grant if the offer for the grant of an option is accepted by the selected eligible person), (as subsequently adjusted pursuant to the terms of the Share Option Scheme, if relevant), provided that the option price per share shall in no event be less than the nominal amount of one share.

The maximum number of shares which may be issued upon exercise of all outstanding options granted and yet to be exercised under the Share Option Scheme and any other share option schemes of the Company must not, in aggregate, exceed 30% of the issued share capital of the Company from time to time.

The Share Option Scheme became effective for a period of ten years commencing on 30 June 2003.

No options under the Share Option Scheme have been granted to any person since its adoption.

Directors’ and Chief Executives’ Rights to Acquire Shares or Debentures

At no time during the period was the Company or any of its subsidiaries a party to any arrangement to enable the directors or chief executives of the Company to acquire benefits by means of the acquisition of shares in, or debentures of, the Company or any other body corporate. None of the directors or chief executives or their spouses or children under 18 years of age, had any right to subscribe for the securities of the Company, or had exercised any such right during the period.