

SUBSTANTIAL SHAREHOLDERS

As at 30th June 2006, other than the interests and short positions of the directors and chief executives of the Company as disclosed above, the following persons had the following interests and short positions in the shares and underlying shares of the Company as recorded in the register required to be kept by the Company pursuant to Section 336 of Part XV of SFO:

Name of Shareholders	Capacity	Number of ordinary shares	Approximate percentage of shareholding
Mr. Ng Hung Sang	Interests of controlled corporations	255,885,561	95.35%
SCH	Interests of controlled corporations	255,885,561	95.35%
SCI	Interests of controlled corporations	255,885,561	95.35%

Notes:

1. Mr. Ng Hung Sang, through corporations controlled by him, has an interest of 73.72% in the issued share capital of SCH. SCH, through its controlled corporations, owns an interest of 74.79% in the issued share capital of SCI. SCI through Micon Limited, its wholly-owned subsidiary, owns an interest of 95.35% in the issued share capital of the Company, i.e. 255,885,561 ordinary shares of the Company. By virtue of the said interest of Mr. Ng Hung Sang in SCH, the said interest of SCH in SCI and the said interest of SCI in the Company, each of Mr. Ng Hung Sang, SCH and SCI is deemed to be interested in the 255,885,561 ordinary shares of the Company and is taken to have a duty of disclosure under the SFO.
2. All interests disclosed above represent long positions.

Save as disclosed above, as at 30th June 2006, no other interests or short positions in the shares or underlying shares of the Company were recorded in the register kept by the Company pursuant to Section 336 of Part XV of the SFO.

INFORMATION ON SHARE OPTIONS

The Company adopted the Share Option Scheme (the "Scheme") on 10th June 2003. The purpose of the Scheme is to enable the Board to grant share options to full time employees of the Company or its subsidiaries, including directors of any of such companies and any suppliers, consultants, agents and advisers in recognition of their contribution to the Group.

No share option was granted or was outstanding under the Scheme during the six months ended 30th June 2006.

Save as disclosed above, during the period ended 30 June 2006, none of the directors and chief executives of the Company had any interest in, or had been granted, or exercised, any rights to subscribe for shares of the Company or its associated corporations required to be disclosed pursuant to the SFO.

CORPORATE GOVERNANCE

The Company has complied with the Code on Corporate Governance Practices of the Listing Rules during the six months ended 30th June 2006 with the exception that: