

SHARE OPTION SCHEME

During the period under review, no share option had been granted to subscribe for shares in the capital of the Company. Save as disclosed in the above sub-section "Share options" under "DIRECTORS' INTERESTS AND SHORT POSITIONS IN SHARES, DEBENTURES OR UNDERLYING SHARES", the share options granted to other eligible participants are set out as below:

Category of participant	Options to subscribe for shares of the Company				Date of exercise	Date of grant ⁽¹⁾	Exercise period	Exercise price per share HK\$
	Outstanding options at the beginning of the period	Number of options granted during the period	Number of options exercised during the period	Outstanding options at the end of the period				
Employees other than the directors of the Company	27,500,000	-	-	-	27,500,000	25/8/2003	25/8/2003 to 24/8/2013	0.740
All other eligible participants	7,652,000	-	-	-	7,652,000	23/8/2002	23/8/2002 to 12/4/2008 ⁽²⁾	0.295
	9,948,000	-	-	-	9,948,000	23/8/2002	23/8/2002 to 22/8/2012	0.295
	20,660,000	-	-	-	20,660,000	12/3/2003	12/3/2003 to 11/3/2013	0.325
	<u>38,260,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>38,260,000</u>			

Note:

- (1) The vesting period of the share option is from the date of grant to the end of the exercise period.
- (2) The exercise period was changed by the approval of the Board.

During the period, there were no options being exercised, cancelled or lapsed.

The directors do not consider that it is appropriate to disclose a theoretical value of the options granted, because a number of factors crucial for the valuation are subjective and uncertain. In addition, the market value of the share options on the shares of the Company is not readily available. Accordingly, any valuation of the share options based on various speculative assumptions may not be meaningful and could be misleading.

