

DIRECTORS' INTERESTS IN SHARES

At 30 June 2006, the interests of the directors in the share capital of the Company or its associated corporations, as defined in Part XV of the SFO and as recorded in the register required to be kept by the Company under Section 352 of the SFO, or as otherwise notified to the Company and the Stock Exchange pursuant to the Model Code for Securities Transactions by Directors of Listed Issuers (the "Model Code") were as follow:

Name of Director	Company/ name of associated corporation	Nature of interest	Number of ordinary shares/ debentures
Yung Yeung	Company	Corporate interest (Note 1)	945,456,600
Yung Yeung	Company	Personal interest (Note 3)	31,570,000
Yung Yeung	Company	Personal interest (Note 5)	10,000,000
Jun Li	Company	Personal interest (Note 3)	5,400,000
Jun Li	Company	Personal interest (Note 4)	13,540,000
Jun Li	Company	Personal interest (Note 5)	5,000,000
Chunhua Huang	Company	Personal interest (Note 3)	5,400,000
Chunhua Huang	Company	Personal interest (Note 4)	13,540,000
Chunhua Huang	Company	Corporate interest (Note 2)	945,456,600
Chunhua Huang	Company	Personal interest (Note 5)	5,000,000
Yuwen Sun	Company	Personal interest (Note 4)	18,940,000
Yuwen Sun	Company	Corporate interest (Note 2)	945,456,600
Yuwen Sun	Company	Personal interest (Note 5)	5,000,000
Wing Tak Law	Company	Personal interest (Note 5)	15,500,000
Chizuko Kubo	Company	Personal interest (Note 4)	5,000,000
Chizuko Kubo	Company	Personal interest (Note 5)	5,000,000
Ho Yip Lee	Company	Personal interest (Note 5)	5,000,000
Jian Wang	Company	Personal interest (Note 5)	5,000,000

Notes:

1. All these interests represent long positions. These 945,456,600 Shares (representing 38.68% of the issued share capital of the Company as at 30 June 2006) are beneficially owned by Sun East LLC, a company which is held as to 35% by Mr. Yung Yeung (shared equally with his wife under the law of California) and as to 65% by Mr. Manwai Ma and Mr. Yuwen Sun as trustee for certain trusts established for the benefit of the children of Mr. Yung Yeung. Mr. Yung Yeung is deemed to be interested in the 945,456,600 Shares by virtue of his interest in Sun East LLC.
 2. All these interests represent long positions. These 945,456,600 Shares (representing 38.68% of the issued share capital of the Company as at 30 June 2006) are beneficially owned by Sun East LLC, a company which is held as to 35% by Mr. Yung Yeung (shared equally with his wife under the law of California) and as to 65% by Mr. Manwai Ma and Mr Yuwen Sun as trustees for certain trusts established for the benefit of the children of Mr. Yung Yeung. Mr. Yuwen Sun are deemed to be interested in the 945,456,600 Shares by virtue of their interest in Sun East LLC as at 30 June 2006. On 21 March 2006, Mr. Manwai Ma replaced Mr. Chunhua Huang to act as the trustees of the Trust.
 3. Such number of Shares represents the underlying shares of the options granted under the share option Scheme of the Company adopted on 15 March 1995 ("1995 Scheme"), which was terminated pursuant to a resolution in writing of the shareholders of the Company passed on 12 June 2003 and replaced by the 2003 Scheme (as defined below).
 4. Such number of Shares represents the underlying shares of the options granted on 5 January 2004 under the share option scheme of the Company adopted on 12 June 2003 ("2003 Scheme").
 5. Such number of Shares represents the underlying shares of the options granted on 9 August 2005 under the 2003 Scheme.
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In addition to the above, Mr. Jun Li has non-beneficial personal equity interests in certain subsidiaries hold for the benefit of the Company solely for the purpose of complying with the minimum company membership requirement.

Save as disclosed in this report, none of the Directors or their associates had any personal, family, corporate or other interests in the equity or debt securities of the Company or any of its associated corporations.

DIRECTORS' RIGHTS TO SUBSCRIBE FOR SHARES

Save as disclosed under the heading "Directors' interests in shares" above, and the heading "Share Option Scheme" below, at no time during the six months ended 30 June 2006 was the Company or any of its subsidiaries a party to any arrangements to enable the Directors to acquire benefits by means of the acquisition of shares or debentures of the Company or any other body corporate.