

CHARGE ON ASSETS

The Group did not charge any of its assets as at 30 June 2006 (2005: Nil).

FOREIGN CURRENCIES AND TREASURY POLICY

Most of the Group's business transactions, assets and liabilities are denominated in Hong Kong Dollars, United States Dollars, Singapore Dollars and Renminbi. During the period, the Group did not engaged in any financial instruments for hedging or speculative activities.

CONTINGENT LIABILITIES

The Group did not have any significant contingent liabilities as at 30 June 2006 (2005:Nil).

EMPLOYEES

As at 30 June 2006, the Group had 171 employees (2005: 126). Salaries, bonus and benefits were decided in accordance with the market condition and performance of the respective employees.

DIRECTORS' INTERESTS IN SECURITIES

As at 30 June 2006, the interests of the directors and their associates in the shares and underlying shares of the Company and its associated corporations, as recorded in the register maintained by the Company pursuant to Section 352 of the Securities and Futures Ordinance (the "SFO") or as otherwise notified to the Company and the Stock Exchange pursuant to the Model Code for Securities Transaction by Directors of Listed Companies were as follows:

RIGHTS TO ACQUIRE SHARES

Pursuant to the Company's share option schemes, the directors may, at their discretion, invite participants to take up options at a consideration of HK\$10 per grant to subscribe for ordinary shares of the Company.

As at 30 June 2006, the share options to subscribe for shares of HK\$0.10 each in the Company granted to a director were as follows:

Name of Director	Capacity	Date of grant	Exercise price HK\$	Exercisable period	Number of options	Number of underlying shares
					Outstanding at 1 January 2006 and 30 June 2006	
Li Shijie	Beneficial Owner	25.7.2003	0.21	25.7.2004 to 24.7.2009	6,900,000	6,900,000

There was no movements in the share options granted to the director during the period.

Save as disclosed above, as at 30 June 2006, none of the directors nor their associates had any long or short positions in any shares, underlying shares or debentures of the Company or any of its associated corporations.