



STAFF COSTS

The total staff costs incurred for the Period including directors' remuneration amounted to HK\$19.7 million (2005: HK\$22 million). The number of staff was approximately 810 as at the reporting date.

The remuneration policy and package of the Group's employees are structured by reference to market terms and statutory requirements as appropriate. In addition, the Group also provides other staff benefits such as medical insurance, mandatory provident fund and a share option scheme to its employees.

DIRECTORS' AND CHIEF EXECUTIVES' INTERESTS IN SHARES AND UNDERLYING SHARES

As at 30 September 2006, the interests of the directors, and the chief executive of the Company in the shares and underlying shares of the Company and its associated corporations (within the meaning of Part XV of the Securities and Futures Ordinance (the "SFO")), as recorded in the register maintained by the Company pursuant to Section 352 of the SFO, or as otherwise notified to the Company and The Stock Exchange of Hong Kong Limited (the "Stock Exchange") pursuant to the Model Code for Securities Transactions by Directors of Listed Companies (the "Model Code"), were as follows:

Long position

(a) Ordinary shares of HK\$0.05 each of the Company

Name of director	Capacity	Number of issued ordinary shares held	Percentage of the issued share capital of the Company (Note 2)
Mr. Pan Su Tong ("Mr. Pan")	Interest held as beneficial owner and through controlled corporation	441,868,894 (Note 1)	64.33%



(b) Share options in the Company

Name of director	Capacity	Number of options held	Number of underlying shares	Percentage of the issued share capital of the Company (Note 2)
Professor Huang Xiaojian (Note 3)	Beneficial owner	400,000	400,000	0.06%
Mr. Dong Zhi Qiang (Note 4)	Beneficial owner	2,300,000	2,300,000	0.33%

Notes:

1. 2,446,000 shares were held by Mr. Pan in his personal capacity and 439,422,894 shares were held by Jade Forest Limited ("Jade Forest"). Jade Forest was 100% owned by Mr. Pan as at 30 September 2006. Accordingly, Mr. Pan was deemed to be interested in the 439,422,894 shares held by Jade Forest.
2. At 30 September 2006, the number of shares of issued share capital of the Company was 686,924,683.
3. Professor Huang Xiaojian was appointed as a director of the Company with effect from 4 September 2006.
4. Mr. Dong Zhi Qiang resigned as a director of the Company with effect from 31 October 2006.

Save as disclosed, as at 30 September 2006, none of the directors or chief executive of the Company had any interests or short positions in any shares, underlying shares or debentures of the Company or any of its associated corporations (within the meaning of Part XV of the SFO) which had been recorded in the register required to be kept under Section 352 of the SFO or as otherwise notified to the Company and the Stock Exchange pursuant to the Model Code.