

SUBSTANTIAL SHAREHOLDERS

As at 30th June, 2001, the following persons or corporations, other than the interest disclosed above in respect of the directors, are recorded in the register kept pursuant to Section 16(1) of the Securities (Disclosure of Interests) Ordinance as having an interest of ten per cent. or more of the issued share capital of the Company:

Name of shareholders	Notes	No. of ordinary shares
Goldfield Venture Limited ("Goldfield")	1	245,000,000
Megaland Development Limited ("Megaland")	1	581,525,258
Sun Hung Kai Venture Capital Limited ("SHK Venture")	2	228,680,000
Shipshape Investments Limited ("Shipshape")	2	228,680,000
Sun Hung Kai & Co. Limited ("SHK & Co.")	2	335,115,800

Notes:

1. Megaland owns 100% interest in the issued share capital of Goldfield and therefore Megaland is deemed to have an interest in the 245,000,000 ordinary shares in which Goldfield is interested. As Megaland is beneficially owned by Fung Wing Cheung, Tony, he is deemed to have an interest in the shares in which Megaland is interested and deemed to be interested.
2. SHK & Co. owns 100% interest in the issued share capital of Shipshape and Shipshape owns 100% interest in the issued share capital of SHK Venture. Therefore, SHK & Co. and Shipshape are deemed to have an interest in the shares in which SHK Venture is interested.

INTERIM DIVIDEND

The Board of Directors of the Company has declared an interim dividend for the year ending 31st December, 2001 of HK2 cents (2000: HK2 cents) per ordinary share, totalling HK\$33,823,440 (2000: HK\$33,823,440) payable on or about 12th October, 2001 to shareholders on the Register of Members of the Company on 10th October, 2001.

CLOSING OF REGISTER OF MEMBERS

The Register of Members will be closed from Monday, 8th October, 2001 to Wednesday, 10th October, 2001, both dates inclusive. In order to qualify for the interim dividend, all completed transfer forms accompanied by the relevant share certificates must be lodged with the registrars of the Company, Secretaries Limited, 5th Floor, Wing On Centre, 111 Connaught Road, Central, Hong Kong, not later than 4:00 p.m. on Friday, 5th October, 2001.

AUDIT COMMITTEE

The Company has established an audit committee in accordance with paragraph 14 of the Code of Best Practice.

The audit committee has reviewed with management the accounting principles and practice adopted by the Group and discussed internal controls and financial reporting matters including a general review of the unaudited interim financial report for the six months ended 30th June, 2001. In carrying out this review, the audit committee has relied on the review of the Group's external auditors as well as obtaining explanations from management. At the request of the directors, the Group's external auditors have carried out a review of the unaudited interim financial report in accordance with the Statement of Auditing Standards 700 issued by the Hong Kong Society of Accountants.

COMPLIANCE WITH THE CODE OF BEST PRACTICE OF THE LISTING RULES

None of the directors of the Company is aware of any information that would reasonably indicate that the Company is not, or was not, during the period, in compliance with the Code of Best Practice as set out in Appendix 14 of Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited except that the independent non-executive directors of the Company are not appointed for a specific term as they are subject to retirement by rotation and re-election at the annual general meeting of the Company in accordance with the Company's Articles of Association.

PURCHASE, SALE OR REDEMPTION OF LISTED SHARES

The Company has not redeemed any of its shares during the period. Neither the Company nor any of its subsidiaries has purchased or sold any of the Company's shares during the period.

By order of the Board

Lee Yip Wah, Peter

Secretary

Hong Kong, 19th September, 2001