

SUBSTANTIAL SHAREHOLDERS

As at 30 June 2001, the following parties were interested in 10% or more in the issued share capital of the Company as recorded in the register kept by the Company pursuant to Section 16(1) of the SDI Ordinance:

Name	Notes	Number of ordinary shares of the Company held	
		Direct interests	Deemed interests
Sze Sun Sun, Tony	1	–	607,380,000
Alexon International Limited	1	–	607,380,000
Royal Pacific	1	–	607,380,000
First Place		607,380,000	–
HSBC Holdings plc	2	–	1,480,680,000
HSBC Finance (Netherlands)	2	–	1,480,680,000
HSBC Holdings B.V.	2	–	1,480,680,000
HSBC Investment Bank Holdings B.V.	2	–	1,480,680,000
HSBC International Trustee Limited	2	–	1,480,680,000
HSBC Trustee (Cayman) Limited	2	–	1,480,680,000
The Mountain Trust Company	2	–	1,480,680,000
Search Investment Office Limited	2	–	1,480,680,000
Search Mezzanine Investment Limited	2	–	1,480,680,000
Search Pacific Limited	2	–	1,480,680,000
Search Asia Pacific (BVI) Limited	2	–	1,480,680,000
Mercantile Diamond Corporation		1,480,680,000	–

Notes:

1. First Place owned 607,380,000 ordinary shares of the Company. Royal Pacific and Alexon International Limited (“Alexon International”) each held more than one-third of the issued share capital of First Place.

Accordingly, Royal Pacific and Alexon International were deemed to be interested in the 607,380,000 ordinary shares in the Company held by First Place.

Sze Sun Sun, Tony was interested in the entire issued share capital of Alexon International and was deemed to be interested in 607,380,000 ordinary shares of the Company by virtue of his interests in Alexon International.

These interests have also been disclosed as corporate interests of Chan Ting Chuen in the directors’ interests above.

2. Mercantile Diamond Corporation (“MDC”), a wholly-owned subsidiary of Search Asia Pacific (BVI) Limited (“SAP (BVI)”), held 1,480,680,000 ordinary shares of the Company. SAP (BVI) was a wholly-owned subsidiary of Search Pacific Limited (“Search Pacific”). Search Mezzanine Investment Limited (“Search Mezzanine”), a wholly-owned subsidiary of Search Investment Office Limited (“Search Investment”), owned more than 33.5% of the issued share capital of Search Pacific. The Mountain Trust Company (“Mountain Trust”) owned the entire issued share capital of Search Investment.

By virtue of HSBC Trustee (Cayman) Limited (“HTCL”) being the trustee of a discretionary trust, HTCL was taken to be interested in the 1,480,680,000 ordinary shares of the Company held by MDC. HTCL was a wholly-owned subsidiary of HSBC International Trustee Limited (“HKIT”), which in turn was a wholly-owned subsidiary of HSBC Investment Bank Holdings B.V. (“HSBC Investment”). HSBC Investment was a wholly-owned subsidiary of HSBC Holdings B.V. (“HSBC Holdings”). HSBC Holdings was a wholly-owned subsidiary of HSBC Finance (Netherlands) (“HSBC Finance”), which in turn was a wholly-owned subsidiary of HSBC Holdings plc.

Accordingly, SAP (BVI), Search Pacific, Search Mezzanine, Search Investment, Mountain Trust, HTCL, HKIT, HSBC Investment, HSBC Holdings, HSBC Finance and HSBC Holdings plc were deemed to be interested in 1,480,680,000 ordinary shares of the Company held by MDC.

Save as disclosed above, as at 30 June 2001, no person, other than a director of the Company and the companies controlled by him, whose interests are set out under the section headed “Directors’/chief executive’s interests in securities”, had registered as having an interest of 10% or more in the share capital of the Company as recorded in the register kept by the Company under Section 16(1) of the SDI Ordinance.