

Management Commentary

DIRECTOR'S INTERESTS IN SECURITIES

- (a) At 30th September, 2001, the interests of the Directors in the shares and options of the Company and its associated corporations (within the meaning of the Securities (Disclosure of Interests) Ordinance ("SDI Ordinance")), as recorded in the register maintained by the Company under Section 29 of the SDI Ordinance or as notified to the Company were as follows:

Name of director	Date of grant	Exercise price per share	Options (i)				Shares
			Number of options				Number of ordinary shares of the Company held at 30th September, 2001
			As at 1 April, 2001	Granted during the period	Cancelled during the period	As at 30 September, 2001	
Ms. Chen Xiao Ying	13th July, 2000	0.99	70,000,000	—	—	70,000,000	1,885,027,200 (ii)
Mr. Chen Timothy Yung-cheng	13th July, 2000	0.99	10,000,000	—	(10,000,000) (iii)	—	—
Mr. Koo Luen Bong	20th November, 2000	0.792	12,000,000	—	—	12,000,000	432,000
	20th March, 2001	0.3304	10,000,000	—	—	10,000,000	

No share options have been exercised by the Directors during the period.

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- (i) The options were granted under the share option scheme approved by the shareholders at the special general meeting held on 28th May, 1998. The options are exercisable subject to the terms and conditions stipulated each time options are granted. All the options granted will expire at the end of ten years from the date of grant or the life of the scheme, whichever is earlier.
 - (ii) Details of the substantial shareholders are set out in page 4 of this interim report.
 - (iii) Mr. Chen Timothy Yung-cheng resigned as director on 15th September, 2001.
- (b) No Director had any interests in the securities of any subsidiaries of the Company or any of its associated corporations as defined in the SDI Ordinance as at 30th September, 2001.