

## SHARE OPTIONS FOR EMPLOYEES

On September 4, 1992, the Company adopted a share option scheme (the “1992 Share Option Scheme”) which was terminated by an ordinary resolution at the extraordinary general meeting on January 7, 2002, but the subsisting options granted thereunder prior to the termination remain valid and exercisable in accordance with the terms of the 1992 Share Option Scheme.

On January 7, 2002, a share option scheme (the “2002 Share Option Scheme”) was approved by the shareholders of the Company. Under the terms of the 2002 Share Option Scheme, the directors of the Company may grant options to executive directors and employees of the Company and its subsidiaries to subscribe for shares in the Company, subject to a maximum of 10 per cent of the issued share capital of the Company from time to time.

As at April 30, 2002, the Company had granted share options to employees and a summary of the movements of share options during the period is as follows:

Date of grant	Exercisable period	Consideration	Exercise price HK\$	At November 1, 2001	Share option granted during the period	Share option lapsed during the period	At April 30, 2002
March 14, 1997	September 14, 1997 to March 13, 2002	Nil	3,428	2,204,000	—	(2,204,000)	—
December 17, 1999	May 17, 2000 to December 17, 2004 (Note 1)	Nil	0.630	4,168,000	—	—	4,168,000
December 17, 2000	May 17, 2001 to December 17, 2005 (Note 2)	Nil	0.490	4,941,800	—	—	4,941,800
January 14, 2002	February 14, 2002 to January 14, 2007 (Note 3)	Nil	0.604	—	4,590,000	—	4,590,000
April 30, 2002	May 2, 2002 to April 30, 2007 (Note 4)	Nil	0.500	—	10,822,000	—	10,822,000

*Notes:*

- (1) The options will be vested in four equal tranches on December 17, 1999, 2000, 2001 and 2002.

The first tranche vested on December 17, 1999 will be exercisable after six months on May 17, 2000 and up to December 17, 2004.

The second, third and fourth tranches will be exercisable when vested and exercisable up to December 17, 2004.

No share options have been exercised during the period.

- (2) The options will be vested in four equal tranches on December 17, 2000, 2001, 2002 and 2003.

The first tranche vested on December 17, 2000 will be exercisable after six months on May 17, 2001 and up to December 17, 2005.

The second, third and fourth tranches will be exercisable when vested and exercisable up to December 17, 2005.

No share options have been exercised during the period.

- (3) The options will be vested in four equal tranches on January 14, 2002, 2003, 2004 and 2005.

The first tranche vested on January 14, 2002 will be exercisable after one month on February 14, 2002 and up to January 14, 2007.

The second, third and fourth tranches will be exercisable when vested and exercisable up to January 14, 2007.

No share options have been exercised during the period.

- (4) The options will be vested in four equal tranches on April 30, November 1, 2002 and May 1, November 1, 2003.

The first tranche vested on April 30, 2002 will be exercisable in the next business day on May 2, 2002 and up to April 30, 2007.

The second, third and fourth tranches will be exercisable when vested and exercisable up to April 30, 2007.

No share options have been exercised during the period.