

**DIRECTORS' INTERESTS IN EQUITY OR DEBT SECURITIES**

At 30th June, 2002, the interests of the directors and chief executive in the shares, warrants and options of the Company and its associated corporations (within the meaning of the Hong Kong Securities (Disclosures 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:

**(A) Ordinary shares of HK\$0.01 each in the Company**

Name of director	Number of shares				Total
	Personal interests	Family interests	Corporate interests	Other interests	
Lee Fong Lit, David	-	-	288,012,608*	-	288,012,608*

\*Note: These 288,012,608 shares are held by Sino Path Consultants Limited, a company which is held 70% by Mr. Lee Fong Lit, David and 30% by Dr. Chow Pok Yu, Augustine.

**(B) Warrants in the Company**

Name of director	Number of 2004 warrants held				Total
	Personal interests	Family interests	Corporate interests	Other interests	
Lee Fong Lit, David	-	-	57,602,521*	-	57,602,521*

The above 2004 warrants carry rights to subscribe shares in the Company at a subscription price of HK\$0.08 per share during the period from 21st June, 2002 to 30th June, 2004.

\*Note: These 2004 warrants are held by Sino Path Consultants Limited, a company of which 70% and 30% are owned by Mr. Lee fong Lit, David and by Dr. Chow Pok Yu, Augustine respectively.

**(C) Share option of the Company**

Details of the share options granted to the directors are disclosed in the preceding section.

Save as disclosed, as at the date of this report, none of the directors and chief executive (including their spouse and children under 18 years of age) had any interests in, or had been granted, or had exercised, any rights to subscribe for shares, warrants or options of the Company and its associated corporations (within the meaning of the SDI Ordinance) during the period and up to the date of this report.

Save as disclosed, at no time during the period and up to the date of this report was the Company, or its subsidiaries a party to any arrangements to enable the directors or chief executive of the Company (including their spouse and children under 18 years of age) to acquire benefits by means of the acquisition of shares in, or debentures of, the Company or any other body corporate.

8

**SUBSTANTIAL SHAREHOLDERS**

As 30th June, 2002, the register of substantial shareholders maintained under Section 16(1) of the SDI Ordinance shows that the Company had not been notified of any substantial shareholders' interests, being 10% or more of the Company's issued share capital, other than those of the directors and chief executive as disclosed above.

**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, at any time during the six months period ended 30th June, 2002, in compliance with the Code of Best Practice as set out in Appendix 14 of the Listing Rules of 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 SECURITIES**

During the six months period ended 30th June, 2002, there was no purchase, sale or redemption of the Company's securities by the Company or any of its subsidiaries.

**AUDIT COMMITTEE**

The Audit Committee has reviewed with management and external auditors the accounting principles and practices adopted by the Group and discussed auditing, internal controls and financial reporting matters including a review of the unaudited condensed accounts for the six months ended 30th June, 2002.

By order of the Board  
**Lee Fong Lit, David**  
*Chairman*

Hong Kong, 12th September, 2002

