

DISCLOSURE PURSUANT TO PRACTICE NOTE 19 OF THE LISTING RULES

(a) Specific performance obligations on controlling shareholders

Pursuant to paragraph 3.7.1 of Practice Note 19 (“PN 19”) of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (“Listing Rules”), the Company is required to make disclosure of loan agreements which contain covenants requiring specific performance obligations on the controlling shareholder of the Company. As at the year end, no such covenants exist in respect of any outstanding loan agreement entered into by the Company.

(b) Financial assistance and guarantees to affiliated companies ^(Note)

In accordance with paragraph 3.10 of PN 19 of the Listing Rules, the Company discloses the following statement of indebtedness, capital commitments and contingent liabilities reported on by the affiliated companies as at the end of the most recent financial period. This information has been extracted from the relevant audited financial statements of the affiliated companies.

	At 30th June, 2003 HK\$	At 30th June, 2002 HK\$
The Group’s share of total indebtedness of its affiliated companies		
Bank loans	2,635,546,090	1,808,921,403
Other loans	258,600,000	481,400,000
	<u>2,894,146,090</u>	<u>2,290,321,403</u>
Advances from the Group	10,873,337,591	11,394,584,774
	<u>13,767,483,681</u>	<u>13,684,906,177</u>
The Group’s share of capital commitments of its affiliated companies		
Authorised but not contracted for	48,436,583	—
Contracted but not provided for	727,378,756	703,378,508
	<u>775,815,339</u>	<u>703,378,508</u>
The Group’s share of contingent liabilities of its affiliated companies	—	—

Note: “Affiliated companies” mentioned above refers to associates of the Group.