

The overall economic atmosphere has been improving for the past few months following the signing of CEPA (“Closer Economical Partnership Arrangement”) and the various measures as put forward by the Central Government of Beijing to jump start the revival of the economy of Hong Kong.

The management has put effort to study the business opportunities that will be brought from the CEPA and the lift up the travel restrictions to the citizens of some major cities in China.

The management expects the overall economy of Hong Kong will be improving and the coming years see a lot of investment opportunities. The management believe Hong Kong will ride to the positive economic cycle and the company is well positioned to seize opportunities and such will bring the long term benefits to the shareholders.

DIRECTORS INTEREST IN SHARES

At 30th September, 2003, the interest of a director and his associates in the share capital of the Company as recorded in the register maintained by the Company pursuant to Section 29 of the Securities and Futures Ordinance (the “SFO”) of the Company was as follows:–

Name of director	Number of shares held			
	Personal	Family	Corporate	Others
Zhang Hongwei	–	–	481,691,250 (Note)	–

Note: The shares were beneficially owned by He Fu International Limited, a company incorporated in the British Virgin Islands and wholly owned by Mr. Zhang Hongwei.

Save as disclosed above and other than certain nominee shares in the subsidiaries held in trust for the Group by an employee, none of the directors, the chief executives or their associates had any personal interest, family interests, corporate interests or other interests in the share capital of the Company or any of its associated corporations as defined in the SDI Ordinance as at 30th September, 2003.