

SUBSTANTIAL SHAREHOLDERS

Other than as disclosed under section “Directors’ interests in securities”, as at 31 October 2003, the register of substantial shareholders maintained by the Company in the Part XV of the SFO showed the following persons had an interest of 5% or more in the Company’s issued share capital:

Name of shareholder	Number of ordinary shares Of the Company held	Percentage of shareholding
Mr. Yip Wai Chau	176,240,000(L)	6.07%

Note: The letter “L” represents the shareholder’s interests in the shares.

At 31 October 2003, person having interest of 5% or more in the Company’s issued share capital, other than directors, chief executives and substantial shareholders as recorded in the register kept by the Company in the Part XV of the SFO is as follows:

Name of shareholder	Number of ordinary Shares of the Company held	Capacity	Percentage of shareholding
Karl Thomson Credit Limited	498,600,000(L)*	Security interest (Nominee)	17.17%

Note: The letter “L” represents the shareholder’s interests in the shares.

* This figure has already been included in the interest as disclosed in section headed “Directors’ interests in securities”.

Other than as disclosed above, the Company has not been notified of any other interests representing 5% or more of the Company’s issued share capital as at 31 October 2003.

DIRECTORS’ INTERESTS IN CONTRACTS OF SIGNIFICANCE

No contracts of significance to which the Company or any of its subsidiaries was a party and in which a director of the Company had a material interest, whether directly or indirectly, subsisted during the period or at any time during the period.

PURCHASE, SALE OR REDEMPTION OF THE COMPANY'S LISTED SECURITIES

During the period, neither the Company nor any of its subsidiaries purchased, sold or redeemed any of the Company's listed securities.

PRE-EMPTIVE RIGHTS

There are no provisions for pre-emptive rights under the Company's Bye-Laws or the laws of Bermuda which would oblige the Company to offer new shares on a pro-rata basis to existing shareholders.

DIRECTORS' INTEREST IN COMPETING BUSINESS

During the period, none of the directors had any interests in competing business of the Company which was required to be disclosed pursuant to Rule 8.10 of the Listing Rules.

CODE OF BEST PRACTICE

In the opinion of the directors, the Company complied with the Code of Best Practice as set out in Appendix 14 of the Listing Rules, throughout the period covered by the interim report.

AUDIT COMMITTEE

The Audit Committee has reviewed with management the accounting principles and practices adopted by the Group and discussed auditing, internal controls and financial reporting matters including a review of the unaudited interim accounts for the six months ended 31 October 2003.

On behalf of the Board

Lo Wai Shing Felix

Chairman

Hong Kong, 6 January 2004