

Interests and Short Positions of Shareholders discloseable under the SFO

As at 30th June, 2004, the register maintained by the Company pursuant to Section 336 of the SFO showed that, the following shareholders had interests in the issued share capital of the Company:

Name of shareholder	Number of shares held	Approximate % of shareholding
Lee Wing On, Samuel	40,988,000	23.72%
Mega Wealth Investment Ltd (<i>Note</i>)	15,000,000	8.68%

Note: These shares were held by Mega Wealth Investment Ltd, a company wholly-owned by Mr. Chow Kwok Chung, Bruce who was deemed to be interested in those shares.

Other than the interests disclosed above, the register maintained by the Company pursuant to Section 336 of the SFO disclosed no person as having notifiable interest or short position in the issued share capital of the Company as at 30th June, 2004.

Audit Committee

As at 30th June, 2004, the members of the Company's audit committee comprised Dr. Wong Yun Kuen, Edward, Mr. Hsieh Dominick and Mr. Chang Kin Man who are all independent non-executive directors of the Company. The audit committee met on 23rd September, 2004 and reviewed with the management the accounting principles and practices adopted by the Group, and discussed internal controls and financial reporting matters including a review of the Group's unaudited condensed consolidated financial statements for the six months ended 30th June, 2004.

Purchase, Sale or Redemption of the Company's Listed Shares

During the six months ended 30th June, 2004, neither the Company nor any of its subsidiaries purchased, sold or redeemed any of the Company's listed shares.