

SUBSTANTIAL INTERESTS AND SHORT POSITIONS

As at 30 September 2004, according to the register of interest in shares and short positions required to be kept by the Company under section 336 of the SFO, the Company has been notified that the following shareholder was interested in 5% or more of the share capital of the Company.

Name of Shareholder	<i>Note</i>	Number of Ordinary Shares	Approximate Percentage
Asset Full Resources Limited	1	129,432,301	29.55%

Note:

- The entire issued share capital of Asset Full is beneficially owned by Mr. Duan Chuan Liang.

Saved as disclosed above, the directors of the Company are not aware of any person who is, directly or indirectly, interest in 5% or more of the issued share capital of the Company, has short positions in the share or underlying shares or has any rights to subscribe for shares in respect of such capital.

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.

DIRECTORS

As at the date hereof, the Board comprises of eight directors, of which two are executive directors, namely Mr. Duan Chuan Liang and Mr. Tsui Chi Kin, three non-executive directors, namely Mr. Chiu Shun Pui, Andrew, Mr. Zhao Hai Hu and Mr. Zhou Wen Zhi and three independent non-executive directors, namely, Mr. Chan Chi Shing, Mr. Chen Lizhong and Ms. Huang Shao Yun.

MODEL CODE FOR SECURITIES TRANSACTIONS BY DIRECTORS OF LISTED ISSUERS

The Company has adopted the Model Code as set out in Appendix 10 of the Listing Rules for directors' securities transactions and all its directors have complied with the required standard set out in the Model Code throughout the accounting 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 internal control and financial reporting matters including the review of these unaudited interim financial statements. The audit committee comprises the three independent non-executive directors of the Company.

On behalf of the Board

Duan Chuan Liang

Chairman

Hong Kong, 6th December, 2004