

DIRECTORS' INTERESTS AND SHORT POSITIONS IN SECURITIES

As at 31 December 2004, the interests and short positions of the directors and chief executive of the Company in the shares, underlying shares or debentures of the Company or any of its associated corporations (within the meaning of Part XV of the Securities and Futures Ordinance (the "SFO")) which were recorded in the register required to be kept by the Company under Section 352 of the SFO, or as otherwise notified to the Company and The Stock Exchange of Hong Kong Limited (the "Stock Exchange") pursuant to the Model Code for Securities Transactions by Directors of Listed Companies were as follows:

Long positions:

Name of director	Capacity	Number of shares	Percentage of the issued share capital	Number of warrants
<i>Securities of the Company</i>				
Mr. Paul Kan Man Lok	Corporate interest	<i>Note 1</i>	28.54%	<i>Note 1</i>
<i>Securities of Kantone</i>				
Mr. Paul Kan Man Lok	Corporate interest	<i>Note 2</i>	74.95%	–
<i>Securities of Digital HK</i>				
Mr. Paul Kan Man Lok	Corporate interest	<i>Note 3</i>	79.98%	–

Notes:

- 342,930,150 shares and 64,437,619 warrants were held by Lawnside International Limited ("Lawnside"). Lawnside is beneficially wholly owned by Mr. Paul Kan Man Lok. As at 31 December 2004, Lawnside had interests in approximately 28.54% of the entire interest of the Company. Mr. Paul Kan Man Lok was deemed to have corporate interest in the shares which were owned by the Company and Lawnside. The warrants issued by the Company expired on 7 February 2005.
- 1,322,420,962 shares were held by the Company and 407,779,752 shares were held by Lawnside.
- 117,300,000 shares were held by the Company and 2,669,171 shares were held by Lawnside.

Saved as disclosed above, none of the directors or chief executive of the Company had been notified of any interest or short position in the shares, underlying shares or debentures of the Company or any of its associated corporations as defined in Part XV of the SFO as at 31 December 2004.