



DIRECTORS' INTERESTS AND SHORT POSITIONS (Continued)

(b) Long positions in underlying shares (Continued)

Save as disclosed above and the section headed "SHARE OPTION SCHEMES", as at 30 September 2005, none of the directors, chief executives and their respective associates had any interests in the shares, underlying shares and debentures of the Company or any of its associated corporations (within the meaning of Part XV of the SFO) which were required to be recorded in the register maintained by the Company under section 352 of the SFO or as otherwise notified to the Company and the Stock Exchange pursuant to the Model Code.

DISCLOSEABLE INTERESTS AND SHORT POSITIONS OF SHAREHOLDERS UNDER THE SFO

The register of interests in shares and short positions maintained under Section 336 of the SFO showed that as at 30 September 2005, the Company had been notified of the following interests in shares representing 5% or more of the Company's issued share capital:

Long positions in issued shares

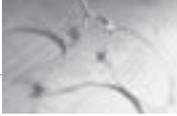
Name of shareholder	Capacity	Number of shares	Percentage of shareholding
Golden Infinity Co., Ltd.	Corporate	37,715,767	7.62%
Ku Ming Mei, Rouisa	Interest of spouse	42,065,767 (Note)	8.50%

Note: Madam Ku Ming Mei, Rouisa is the spouse of Mr. Lo Lin Shing, Simon and accordingly, she is deemed to be interested in 42,065,767 shares under the SFO by virtue of (i) the interest of Golden Infinity Co., Ltd. of 37,715,767 shares; and (ii) the interest of Mr. Lo Lin Shing, Simon in outstanding share options entitling him to subscribe for 4,350,000 shares.

Save as disclosed above and those disclosed under "DIRECTORS' INTERESTS AND SHORT POSITIONS", the Company had not been notified of other interests representing 5% or more of the issued share capital of the Company as at 30 September 2005.

SHARE OPTION SCHEMES

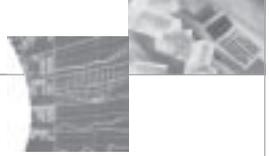
Under the share option schemes adopted by the Company on 22 September 2000 (the "Terminated Option Scheme") and 28 August 2002 (the "Existing Option Scheme"), share options were granted to certain directors and employees of the Company entitling them to subscribe for shares of HK\$0.02 each in the capital of the Company. The Terminated Option Scheme was terminated on 28 August 2002 upon the adoption of the Existing Option Scheme by the Company.



SHARE OPTION SCHEMES (Continued)

Details of the movement in outstanding share options, which have been granted under the Terminated Option Scheme and the Existing Option Scheme, during the period were as follows:

Name or category of participant	Date of grant	Exercise price HK\$ (Note 1)	Exercise period	Vesting period (Note 2)	Number of shares subject to options		
					As at 1 April 2005	Lapsed during the period	As at 30 September 2005
<i>Directors</i>							
Lo Lin Shing, Simon	01-03-2005	0.1933	01-03-2005 to 28-02-2012	01-03-2005 to 31-08-2005	4,350,000	–	4,350,000
Yvette Ong	17-04-2002	0.6933	17-04-2002 to 16-04-2009	17-04-2002 to 16-04-2004	2,250,000	–	2,250,000
	01-03-2005	0.1933	01-03-2005 to 28-02-2012	01-03-2005 to 31-08-2005	2,100,000	–	2,100,000
To Hin Tsun, Gerald	01-03-2005	0.1933	01-03-2005 to 28-02-2012	01-03-2005 to 31-08-2005	1,500,000	–	1,500,000
Peter Pun	01-03-2005	0.1933	01-03-2005 to 28-02-2012	01-03-2005 to 31-08-2005	435,000	–	435,000
Wei Chi Kuan, Kenny	01-03-2005	0.1933	01-03-2005 to 28-02-2012	01-03-2005 to 31-08-2005	435,000	–	435,000
Lau Wai Piu	01-03-2005	0.1933	01-03-2005 to 28-02-2012	01-03-2005 to 31-08-2005	435,000	–	435,000
<i>Employees</i> (including a director of certain subsidiaries)	17-04-2002	0.6933	17-04-2002 to 16-04-2009	17-04-2002 to 16-04-2004	828,900	–	828,900
	01-03-2005	0.1933	01-03-2005 to 28-02-2012	01-03-2005 to 31-08-2005	6,697,500	(1,147,500)	5,550,000
					19,031,400	(1,147,500)	17,883,900



SHARE OPTION SCHEMES *(Continued)*

Notes:

1. The exercise price had been adjusted after the completion of Rights Issue on 9 March 2005.
2. The vesting period of the outstanding share options granted under the Existing Option Scheme on 1 March 2005 had been changed from “1 March 2005 to 28 February 2007” to “1 March 2005 to 31 August 2005” in accordance with the provisions of the Existing Option Scheme.

No share options were granted or exercised during the period.

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

Neither the Company nor any of its subsidiaries purchased, sold or redeemed any of the Company's listed securities during the six months ended 30 September 2005.

CORPORATE GOVERNANCE

None of the Directors of the Company is aware of information that would reasonably indicate that the Company is, or was not during the six months ended 30 September 2005, in compliance with the Code on Corporate Governance Practices (the “CG Code”) as set out in Appendix 14 of the Rules Governing the Listing of Securities on the Stock Exchange of Hong Kong Limited (the “Listing Rules”), except for the code provision C.2 on internal controls (which is applicable to the accounting periods commencing on or after 1 July 2005) and the following deviations from the code provisions A.4.1, A.4.2 and E.1.2:

Code Provision A.4.1

Non-executive directors (including independent non-executive directors) of the Company were not appointed for specific terms since they are subject to retirement by rotation and re-election at the annual general meeting in accordance with the Company's Bye-laws. As such, the Company considers that sufficient measures have been taken to ensure that the Company's corporate governance practices are no less exacting than those in the CG Code.