

SHARE OPTIONS

Pursuant to an ordinary resolution passed at an extraordinary general meeting of the Company held on 20 December 2001, the share option scheme adopted by the Company on 28 November 2000 (the "Old Scheme") was terminated and another share option scheme (the "New Scheme") was adopted. Upon termination of the Old Scheme, no further options can be granted thereunder but in all other respects, the provisions of the Old Scheme remain in force and all share options granted prior to such termination continue to be valid and exercisable in accordance therewith. There are no changes in any terms of the schemes during the Period. The detailed terms of the schemes were disclosed in the 2005 annual accounts.

As at 30 June 2006, there was no outstanding shares options which have been granted under the Old Scheme.

SHARE OPTIONS (cont'd)

Detail of the share options outstanding as at 30 June 2006 which have been granted under the New Scheme are as follows:

Participant	Date of grant	Exercise price HK\$	Number of share options				Company's share price(3)		
			1 January 2005	Granted during the period	Exercise during the period	Expired during the period	30 June 2006	At date of grant HK\$	At date of exercise HK\$
Executive Directors									
Wong Ying Yin	13 June 2005 (1)	0.80	300,000	-	(300,000)	-	-	0.80	1.08
Wong Ying Yin	20 June 2006 (2)	0.89	-	350,000	-	-	350,000	0.89	N/A
Bang Young-bae	20 June 2006 (2)	0.89	-	300,000	-	-	300,000	0.89	N/A
			300,000	650,000	(300,000)	-	650,000		
Ex-Directors									
Mr. Yip Wai Leung, Jerry	7 June 2004 (1)	0.63	150,000	-	-	-	150,000	0.63	N/A
Mr. Yip Wai Leung, Jerry	13 June 2005 (1)	0.80	200,000	-	-	-	200,000	0.80	N/A
Ms. Wong Wai Kwan, Connie	13 June 2005 (1)	0.80	300,000	-	(300,000)	-	-	0.80	1.08
			650,000	-	(300,000)	-	350,000		
Suppliers of goods or services, customers and others									
In aggregate	8 January 2003 (1)	1.23	5,882,000	-	-	(5,882,000)	-	1.23	N/A
	9 June 2003 (1)	1.15	9,486,000	-	-	(9,486,000)	-	1.15	N/A
	7 June 2004 (1)	0.63	3,000,000	-	(3,000,000)	-	-	0.63	1.08
	13 June 2005 (1)	0.80	73,000,000	-	(52,000,000)	-	21,000,000	0.80	1.05
	20 June 2006 (2)	0.89	-	60,500,000	-	-	60,500,000	0.89	N/A
			91,368,000	60,500,000	(55,000,000)	(15,368,000)	81,500,000		
Other employees									
In aggregate	8 January 2003 (1)	1.23	498,000	-	-	(498,000)	-	1.23	N/A
	9 June 2003 (1)	1.15	892,000	-	-	(892,000)	-	1.15	N/A
	7 June 2004 (1)	0.63	9,030,000	-	(9,000,000)	-	30,000	0.63	1.08
	13 June 2005 (1)	0.80	19,709,000	-	(12,660,000)	-	7,049,000	0.80	1.14
	20 June 2006 (2)	0.89	-	40,787,000	-	-	40,787,000	0.89	N/A
			30,129,000	40,787,000	(21,660,000)	(1,390,000)	47,866,000		
Share options granted under the New Scheme			122,447,000	101,937,000	(77,260,000)	(16,758,000)	130,366,000		

SHARE OPTIONS (cont'd)

Note:

- (1) The exercisable period of the above share options is 3 years from the date of the grant as determined by the Directors.
- (2) The exercisable period of the above share options is 3 years from the date of the grant as determined by the Directors subject to the conditions that the maximum percentage of the total number of shares under Share Option that can be subscribed for pursuant to the exercise of the Share Option (including those Shares which have been allotted and issued to you under the Share Option) cannot exceed:
 - (a) 20% commencing from the date of option certificate and ending on the day immediately before the first anniversary of the date of option certificate;
 - (b) 50% commencing from the date of option certificate and ending on the day immediately before the second anniversary of the date of option certificate;
 - (c) 100% commencing from the date of option certificate and ending on the day immediately before the second anniversary of the date of option certificate.
- (3) The price of the Company's shares disclosed as at the date of the grant of the share options is the Stock Exchange's closing price on the trading day immediately prior to the date of the grant of the options. The price of the Company's shares disclosed as at the date of the exercise of the share options is the weighted average closing price of the shares immediately before the dates on which share options were exercised.

The fair value of share options granted is recognised in profit and loss account taking into account the probability that the options will vest over the vesting period. Upon the exercise of the options, the resulting shares issued are recorded by the Company as additional share capital at the nominal value of the shares, and the excess of the exercise price per share over the nominal value of the shares is recorded by the Company in the share premium account. Options which lapsed, if any, prior to their exercise date are deleted from the outstanding options.

Subsequent to the balance sheet date, there is no any new share option granted by the Company.