

Compensation Procedure

Kong Tai International Holdings Company Limited

Calculation for total outlays	
	HK\$
General offer price per share	0.50
Average market value (Note 1)	(0.481)
General offer price subject to interest adjustment	<u>0.019</u>
No of eligible shares	467,150,307
General offer compensation after interest adjustment (Note 2)	0.0265
Estimated outlays	<u>12,379,483</u>

Notes:

1. A 42-day average closing price following 13 April 1994

2. Interest adjustment will be applied to the general offer price of HK\$0.50 per share to arrive at the general offer price subject to interest adjustment of HK\$0.019 per share.

3. The estimated outlays are based on the assumption that the general offer is fully subscribed.

Attachment to Appendix 5

Interest rate adjustment for compensation price ("GO Price")

Interest on the GO Price runs from 27 May 1994 to the date of payment by Mr. Wong.

For details regarding the calculation of the GO Price, please refer to the report dated 11 May 1999.

Year	Month	Day	Interest Rate	GO Price	Interest	Total
1994	5	27	0.0000%	1,000,000.00	0.00	1,000,000.00
1994	6	1	0.0000%	1,000,000.00	0.00	1,000,000.00
1994	6	15	0.0000%	1,000,000.00	0.00	1,000,000.00
1994	6	30	0.0000%	1,000,000.00	0.00	1,000,000.00
1994	7	15	0.0000%	1,000,000.00	0.00	1,000,000.00
1994	7	31	0.0000%	1,000,000.00	0.00	1,000,000.00
1994	8	15	0.0000%	1,000,000.00	0.00	1,000,000.00
1994	8	31	0.0000%	1,000,000.00	0.00	1,000,000.00
1994	9	15	0.0000%	1,000,000.00	0.00	1,000,000.00
1994	9	30	0.0000%	1,000,000.00	0.00	1,000,000.00
1994	10	15	0.0000%	1,000,000.00	0.00	1,000,000.00
1994	10	31	0.0000%	1,000,000.00	0.00	1,000,000.00
1994	11	15	0.0000%	1,000,000.00	0.00	1,000,000.00
1994	11	30	0.0000%	1,000,000.00	0.00	1,000,000.00
1994	12	15	0.0000%	1,000,000.00	0.00	1,000,000.00
1994	12	31	0.0000%	1,000,000.00	0.00	1,000,000.00
1995	1	15	0.0000%	1,000,000.00	0.00	1,000,000.00
1995	1	31	0.0000%	1,000,000.00	0.00	1,000,000.00
1995	2	15	0.0000%	1,000,000.00	0.00	1,000,000.00
1995	2	29	0.0000%	1,000,000.00	0.00	1,000,000.00
1995	3	15	0.0000%	1,000,000.00	0.00	1,000,000.00
1995	3	31	0.0000%	1,000,000.00	0.00	1,000,000.00
1995	4	15	0.0000%	1,000,000.00	0.00	1,000,000.00
1995	4	30	0.0000%	1,000,000.00	0.00	1,000,000.00
1995	5	15	0.0000%	1,000,000.00	0.00	1,000,000.00
1995	5	31	0.0000%	1,000,000.00	0.00	1,000,000.00
1995	6	15	0.0000%	1,000,000.00	0.00	1,000,000.00
1995	6	30	0.0000%	1,000,000.00	0.00	1,000,000.00
1995	7	15	0.0000%	1,000,000.00	0.00	1,000,000.00
1995	7	31	0.0000%	1,000,000.00	0.00	1,000,000.00
1995	8	15	0.0000%	1,000,000.00	0.00	1,000,000.00
1995	8	31	0.0000%	1,000,000.00	0.00	1,000,000.00
1995	9	15	0.0000%	1,000,000.00	0.00	1,000,000.00
1995	9	30	0.0000%	1,000,000.00	0.00	1,000,000.00
1995	10	15	0.0000%	1,000,000.00	0.00	1,000,000.00
1995	10	31	0.0000%	1,000,000.00	0.00	1,000,000.00
1995	11	15	0.0000%	1,000,000.00	0.00	1,000,000.00
1995	11	30	0.0000%	1,000,000.00	0.00	1,000,000.00
1995	12	15	0.0000%	1,000,000.00	0.00	1,000,000.00
1995	12	31	0.0000%	1,000,000.00	0.00	1,000,000.00