

Directors' and Chief Executive's Interests (continued)

Save as disclosed above, none of the directors and the chief executive of the Company was interested or had any short position in any shares, underlying shares or debentures of the Company and its associated corporations (within the meaning of Part XV of the SFO) as at June 30, 2014.

Share Options

The following tables disclose movements in the Company's share options during the six months period ended June 30, 2014:

| Share option holders | Date of share options granted | Share option scheme category | Outstanding at beginning of the period | Granted during the period | Exercised during the period | Lapsed during the period | Outstanding at end of the period | Subscription price HK\$ | Exercise period |
|------------------------------------|-------------------------------|------------------------------|--|---------------------------|-----------------------------|--------------------------|----------------------------------|-------------------------|-------------------------|
| Directors | | | | | | | | | |
| Mr Horst Julius Pudwill | 16.11.2009 | D | 600,000 | — | (600,000) | — | — | 6.770 | 16.11.2009 - 15.11.2019 |
| | 26.11.2010 | D | 600,000 | — | — | — | 600,000 | 8.310 | 26.11.2010 - 25.11.2020 |
| | 21.5.2012 | D | 570,000 | — | — | — | 570,000 | 8.742 | 21.5.2012 - 20.5.2022 |
| | 20.3.2014 | D | — | 230,000 | — | — | 230,000 | 21.600 | 20.3.2014 - 19.3.2024 |
| Mr Joseph Galli Jr | 16.11.2009 | D | 1,000,000 | — | — | — | 1,000,000 | 6.770 | 16.11.2009 - 15.11.2019 |
| Mr Kin Wah Chan | 20.3.2014 | D | — | 1,000,000 | — | — | 1,000,000 | 21.600 | 20.3.2014 - 19.3.2024 |
| Mr Chi Chung Chan | 20.3.2014 | D | — | 1,000,000 | — | — | 1,000,000 | 21.600 | 20.3.2014 - 19.3.2024 |
| Mr Stephan Horst Pudwill | 21.5.2012 | D | 1,000,000 | — | — | — | 1,000,000 | 8.742 | 21.5.2012 - 20.5.2022 |
| | 20.3.2014 | D | — | 1,000,000 | — | — | 1,000,000 | 21.600 | 20.3.2014 - 19.3.2024 |
| Mr Joel Arthur Schleicher | 16.11.2009 | D | 400,000 | — | — | — | 400,000 | 6.770 | 16.11.2009 - 15.11.2019 |
| | 23.5.2011 | D | 200,000 | — | — | — | 200,000 | 9.872 | 23.5.2011 - 22.5.2021 |
| | 21.5.2012 | D | 250,000 | — | — | — | 250,000 | 8.742 | 21.5.2012 - 20.5.2022 |
| Mr Christopher Patrick Langley OBE | 21.5.2012 | D | 250,000 | — | (250,000) | — | — | 8.742 | 21.5.2012 - 20.5.2022 |
| Mr Manfred Kuhlmann | 23.5.2011 | D | 100,000 | — | — | — | 100,000 | 9.872 | 23.5.2011 - 22.5.2021 |
| | 21.5.2012 | D | 250,000 | — | — | — | 250,000 | 8.742 | 21.5.2012 - 20.5.2022 |
| Mr Peter David Sullivan | 16.11.2009 | D | 200,000 | — | — | — | 200,000 | 6.770 | 16.11.2009 - 15.11.2019 |
| | 23.5.2011 | D | 200,000 | — | — | — | 200,000 | 9.872 | 23.5.2011 - 22.5.2021 |
| | 21.5.2012 | D | 250,000 | — | — | — | 250,000 | 8.742 | 21.5.2012 - 20.5.2022 |
| Mr Vincent Ting Kau Cheung | 16.11.2009 | D | 400,000 | — | — | — | 400,000 | 6.770 | 16.11.2009 - 15.11.2019 |
| | 23.5.2011 | D | 200,000 | — | — | — | 200,000 | 9.872 | 23.5.2011 - 22.5.2021 |
| | 21.5.2012 | D | 250,000 | — | — | — | 250,000 | 8.742 | 21.5.2012 - 20.5.2022 |
| Total for directors | | | 6,720,000 | 3,230,000 | (850,000) | — | 9,100,000 | | |

| Share option holders | Date of share options granted | Share option scheme category | Outstanding at beginning of the period | Granted during the period | Exercised during the period | Lapsed during the period | Outstanding at end of the period | Subscription price HK\$ | Exercise period |
|---------------------------------|-------------------------------|------------------------------|--|---------------------------|-----------------------------|--------------------------|----------------------------------|-------------------------|-------------------------|
| Employees | 24.8.2007 | D | 980,000 | — | — | — | 980,000 | 8.390 | 24.8.2007 - 23.8.2017 |
| | 16.10.2007 | D | 60,000 | — | — | — | 60,000 | 8.810 | 16.10.2007 - 15.10.2017 |
| | 7.11.2007 | D | 40,000 | — | — | — | 40,000 | 8.088 | 7.11.2007 - 6.11.2017 |
| | 14.1.2008 | D | 518,000 | — | — | — | 518,000 | 7.566 | 14.1.2008 - 13.1.2018 |
| | 17.4.2008 | D | 575,000 | — | — | — | 575,000 | 7.780 | 17.4.2008 - 16.4.2018 |
| | 14.5.2008 | D | 40,000 | — | — | — | 40,000 | 7.500 | 14.5.2008 - 13.5.2018 |
| | 30.5.2008 | D | 350,000 | — | (100,000) | — | 250,000 | 7.546 | 30.5.2008 - 29.5.2018 |
| | 16.11.2009 | D | 2,220,000 | — | (40,000) | — | 2,180,000 | 6.770 | 16.11.2009 - 15.11.2019 |
| | 7.12.2009 | D | 100,000 | — | (100,000) | — | — | 6.790 | 7.12.2009 - 6.12.2019 |
| | 28.12.2009 | D | 30,000 | — | — | — | 30,000 | 6.390 | 28.12.2009 - 27.12.2019 |
| | 13.9.2010 | D | 500,000 | — | — | — | 500,000 | 7.390 | 13.9.2010 - 12.9.2020 |
| 17.1.2011 | D | 20,000 | — | — | — | 20,000 | 10.436 | 17.1.2011 - 16.1.2021 | |
| Total for employees | | | 5,433,000 | — | (240,000) | — | 5,193,000 | | |
| Total for all categories | | | 12,153,000 | 3,230,000 | (1,090,000) | — | 14,293,000 | | |

Notes:

- (1) Scheme D is the share option scheme adopted by the Company on May 29, 2007.
- (2) No option was cancelled during the period.
- (3) The following significant assumptions were used to derive the fair values using the Black-Scholes option pricing model:

| Date of grant | Exercise price HK\$ | Expected life of share options | Expected volatility based on historical volatility of share prices | Hong Kong Exchange Fund Notes rate | Expected annual dividend yield |
|------------------------------------|---------------------|--------------------------------|--|------------------------------------|--------------------------------|
| For the period ended June 30, 2014 | | | | | |
| 20.3.2014 | 21.600 | 3 years | 41% | 0.712% | 1.5% |

The share options are vested in parts over 3 years from the date of grant.

Expected volatility was determined by using the historical volatility of the Company's share price over the previous 3 years. The expected life used in the model has been adjusted, based on management's best estimate, for the effects of non transferability, exercise restrictions and behavioural considerations.

The Black-Scholes option pricing model requires the input of highly subjective assumptions, including the volatility of share price. Because changes in subjective input assumptions can materially affect the fair value estimate, in the directors' opinion, the existing model does not necessarily provide a reliable single measure of the fair value of the share options.

The weighted average closing price of the Company's shares immediately before the options grant date was HK\$20.40.

The closing price of the Company's shares immediately before the date of grant was HK\$20.40.

The weighted average closing price of the Company's shares immediately before various dates on which the share options were exercised was HK\$24.73.

The Group recognised a total expense of US\$562,000 for the six months period ended June 30, 2014 in relation to share options granted by the Company.

The fair value of the share options granted in the period measured at date of grant was HK\$5.56 per option. The weighted average fair value of the share options granted in the period was HK\$5.56 per option.

The Company had 14,293,000 share options outstanding, which represented approximately 0.78% of the issued share capital of the Company as at June 30, 2014.