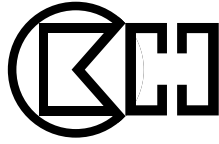


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## CHEUNG KONG (HOLDINGS) LIMITED

(Incorporated in Hong Kong with limited liability)

### PROPOSED ADOPTION OF A SHARE OPTION SCHEME BY CK LIFE SCIENCES INT'L., (HOLDINGS) INC.

Reference is made to the Announcements. It is proposed that the Scheme will be adopted by the shareholders of CKLS, and will be conditional upon, inter alia, the approval by Cheung Kong Shareholders. An EGM will be convened for this purpose, and the register of members of Cheung Kong will be closed from Monday, 8 July 2002 to Wednesday, 10 July 2002 (both days inclusive) for the purpose of determining the entitlement to vote at the EGM. In order to qualify to vote at the EGM, all completed transfer forms accompanied by the relevant share certificates must be lodged with the Registrar by no later than 4:00 p.m., on Friday, 5 July 2002.

A circular containing, amongst other matters, further information on the Scheme and a notice of the EGM will be despatched to Cheung Kong Shareholders as soon as practicable.

**Cheung Kong Shareholders and other investors should note that the Proposed Spin-off, which is subject to the approval of the GEM Listing Committee and the final decision of the Board, may or may not proceed. In particular, there is no assurance that approval from the GEM Listing Committee will be granted. Further, the Proposed Spin-off and the Share Offer will be subject to a number of conditions, as mentioned in the Announcements. Accordingly, Cheung Kong Shareholders and other investors are reminded to exercise caution when dealing in the securities of Cheung Kong.**

#### BACKGROUND

Reference is made to the Proposed Spin-off as mentioned in the Announcements.

It is proposed that, in connection with the Proposed Spin-off, CKLS will conditionally adopt the Scheme.

#### THE SHARE OPTION SCHEME

The purpose of the Scheme is to provide the people and the parties working for the interest of CKLS Group with an opportunity to obtain equity interest in CKLS, thus linking their interest with the interest of CKLS Group and thereby providing them with an incentive to work better for the interest of CKLS Group. The Scheme, when approved by resolution of shareholders of CKLS at its general meeting, will be conditional on, inter alia, (a) the GEM Listing Committee granting the listing of, and permission to deal in, (1) the CKLS Shares in issue, (2) the CKLS Shares to be issued under the Share Offer and (3) the CKLS Shares to be issued pursuant to the exercise of the Options (as explained below); (b) the commencement of dealings in the CKLS Shares on GEM; (c) the obligations of the underwriters under the underwriting agreement in relation to the Share Offer becoming unconditional (including, if relevant, as a result of the waiver of any such condition(s)) and not being terminated in accordance with its terms; and (d) the Scheme being approved by the Cheung Kong Shareholders in a general meeting of Cheung Kong.

The total number of CKLS Shares which will be subject to the Scheme represents 10% of the total number of CKLS Shares in issue immediately after completion of the Share Offer (unless further extended by the shareholders of CKLS).

#### APPROVAL BY CHEUNG KONG SHAREHOLDERS

It is expected that the Scheme will be adopted by resolution of shareholders of CKLS prior to the Share Offer. As CKLS is and will remain a subsidiary of Cheung Kong at the time of the adoption of the Scheme, under Chapter 17 of the Main Board Listing Rules, the adoption of the Scheme is subject to the approval of Cheung Kong Shareholders in general meeting, and for this purpose the EGM will be convened.

#### CLOSURE OF REGISTER OF MEMBERS

The register of members of Cheung Kong will be closed from Monday, 8 July 2002 to Wednesday, 10 July 2002 (both days inclusive) for the purpose of determining the entitlement to vote at the EGM. No transfer of Cheung Kong Shares will be registered during that period. In order to qualify to vote at the EGM, all completed transfer forms accompanied by the relevant share certificates must be lodged with the Registrar by no later than 4:00 p.m., on Friday, 5 July 2002.

#### GENERAL

A circular containing, amongst other matters, further information on the Scheme and a notice of the EGM will be despatched to the Cheung Kong Shareholders as soon as practicable. Further announcement will be made to update Cheung Kong Shareholders and investors of any significant development related to the Proposed Spin-off and the Scheme.

Cheung Kong Shareholders should note that the decisions of the Board and the CKLS Board to proceed with the Proposed Spin-off and Share Offer are dependent, inter alia, on market conditions prevailing at the time immediately before the proposed Share Offer. Further, there can be no assurance that the approval for the listing of and permission to deal in all the CKLS Shares on GEM will be granted by the GEM Listing Committee. **As the Proposed Spin-off and Share Offer may or may not proceed, Cheung Kong Shareholders and other investors are reminded to exercise caution when dealing in the securities of Cheung Kong.**

#### DEFINITIONS

"Announcements"	the announcements dated 10 May 2002 and 6 June 2002 respectively issued by Cheung Kong in relation to the Proposed Spin-off
"Board"	the board of directors of Cheung Kong
"Cheung Kong"	Cheung Kong (Holdings) Limited
"Cheung Kong Shares"	shares of a par value of HK\$0.50 each in the share capital of Cheung Kong
"Cheung Kong Shareholders"	holders of Cheung Kong Shares
"CKLS"	CK Life Sciences Int'l., (Holdings) Inc., a company incorporated in the Cayman Islands with limited liability
"CKLS Board"	the board of directors of CKLS
"CKLS Group"	CKLS and its subsidiaries
"CKLS Shares"	shares of a par value of HK\$0.10 each in the share capital of CKLS
"EGM"	the extraordinary general meeting of Cheung Kong to be convened on Wednesday, 10 July 2002
"GEM"	the Growth Enterprise Market of the Stock Exchange
"GEM Listing Committee"	the listing sub-committee of the board of the Stock Exchange with responsibility for GEM
"GEM Listing Rules"	the Rules Governing the Listing of Securities on the Growth Enterprise Market of the Stock Exchange of Hong Kong Limited
"Hong Kong"	the Hong Kong Special Administrative Region of The People's Republic of China
"Main Board Listing Rules"	the Rules Governing the Listing of Securities on the Stock Exchange of Hong Kong Limited
"Option(s)"	a right to subscribe for CKLS Shares pursuant to the terms of the Scheme
"Proposed Spin-off"	the proposed spin-off and separate listing of CKLS Shares on GEM
"Registrar"	Computershare Hong Kong Investor Services Limited (formerly known as Central Registration Hong Kong Limited) of Rooms 1712-1716, 17th Floor, Hopewell Centre, 183 Queen's Road East, Hong Kong
"Scheme"	the share option scheme of CKLS, to be conditionally adopted by resolution of shareholders of CKLS
"Share Offer"	the offer of CKLS Shares to the public in Hong Kong for subscription, the offer of certain CKLS Shares to certain qualifying Cheung Kong Shareholders and the placing of CKLS Shares with certain professional, institutional and other investors pursuant to the Proposed Spin-off
"Stock Exchange"	The Stock Exchange of Hong Kong Limited

By Order of the Board  
**Cheung Kong (Holdings) Limited**  
Eirene Yeung  
Company Secretary