

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the six months ended 30 June 2002

(Unaudited)	Share Capital HK\$'000	Share Premium HK\$'000	Capital Reserve HK\$'000	Translation Reserve HK\$'000	Deficit HK\$'000	Total
At 1 January 2002	71,230	97,888	2,099	-	(104,889)	66,328
Exercise of options	6	-	-	-	-	6
Premium arising from exercise of options	-	4	-	-	-	4
Exchange translation differences	-	-	-	49	-	49
Net loss for the period	-	-	-	-	(6,455)	(6,455)
At 30 June 2002	71,236	97,892	2,099	49	(111,344)	59,932

(Unaudited)	Share Capital HK\$'000	Share Premium HK\$'000	Capital Reserve HK\$'000	Translation Reserve HK\$'000	Deficit HK\$'000	Total HK\$'000
At 1 January 2001	55,976	87,984	2,099	-	(59,030)	87,029
Net loss for the period	-	-	-	-	(29,572)	(29,572)
At 30 June 2001	55,976	87,984	2,099	-	(88,602)	57,457

NOTES TO THE CONDENSED FINANCIAL STATEMENTS

For the six months ended 30 June 2002

1. Basis of Preparation and Principal Accounting Policies

The unaudited condensed consolidated interim statements have been prepared in accordance with Statement of Standard Accounting Practice ("SSAP") No. 25 "Interim Financial Reporting" and the applicable disclosure requirements of Appendix 16 to the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited ("Listing Rules").

The accounting policies adopted in preparing these condensed financial statements are consistent with those adopted in the annual financial statements for the year ended 31 December 2001, except that the Group has adopted the following SSAPs issued by the Hong Kong Society of Accountants which are effective for accounting periods commencing on or after 1 January 2002: