

FOR INFORMATION PURPOSES ONLY

**PRO FORMA STATEMENT OF SHAREHOLDERS' EQUITY
SHOWING THE COMBINED EFFECTS OF THE CAPITAL REORGANIZATION AND
SHARE ISSUES SUBSEQUENT TO 31 DECEMBER 2001**

Subsequent to the year end date, the Company made several issues of new shares and effected a capital reorganization. The following pro forma statement of shareholders' equity is prepared for information purposes only so as to demonstrate the position of the Company as if the issues of new shares and the capital reorganization had occurred at the year end date.

The following pro forma statement, which shows the movements of the Company's share capital and reserves, is prepared based on the audited shareholders' equity of the Company as at 31 December 2001 as shown in the Company's Balance Sheet on page 27 and the various issues of the shares of the Company during the period from 1 January 2002 to 22 April 2002 as detailed in note 22 to the financial statements.

	Issued Share Capital	Share Premium Account	Contributed Surplus	Retained Profits/ losses) (accumulated	Total
	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000
Shareholders' equity at 31 December 2001 as per balance sheet	37,937	745,032	502,176	(1,050,553)	234,592
Issue of 200,000,000 shares on 14 January 2002 for the acquisition of Omnitech Holdings Limited	2,000	10,000	—	—	12,000
Issue of 280,000,000 shares on 21 January 2002 for final settlement of the balances due to the Grande Group	2,800	15,400	—	—	18,200
Placing of 270,000,000 shares on 6 February 2002 for working capital	2,700	10,800	—	—	13,500
Capital reorganization approved by the shareholders on 22 March 2002	—	(781,232)	(430,000)	1,211,232	—
Placing of 230,000,000 shares on 4 April 2002 for working capital	2,300	12,650	—	—	14,950
Pro forma shareholders' equity	<u>47,737</u>	<u>12,650</u>	<u>72,176</u>	<u>160,679</u>	<u>293,242</u>