

Statements of Changes in Equity

For the year ended 31st March, 2003

The Group

	Share capital HK\$'000	Share premium HK\$'000	Capital reserve HK\$'000	Capital redemption reserve HK\$'000	Retained profit (deficit) HK\$'000	Total HK\$'000
At 1st April, 2001	203,676	147,303	2,125	1,347	(3,204)	351,247
Issue of ordinary shares	5,037	–	–	–	–	5,037
Profit for the year	–	–	–	–	6,482	6,482
At 31st March, 2002 and 1st April, 2002	208,713	147,303	2,125	1,347	3,278	362,766
Loss for the year	–	–	–	–	(22,476)	(22,476)
At 31st March, 2003	208,713	147,303	2,125	1,347	(19,198)	340,290

The Company

	Share capital HK\$'000	Share premium HK\$'000	Capital redemption reserve HK\$'000	Contributed surplus HK\$'000	Deficit HK\$'000	Total HK\$'000
At 1st April 2001	203,676	147,303	1,347	49,259	(51,882)	349,703
Issue of ordinary shares	5,037	–	–	–	–	5,037
Loss for the year	–	–	–	–	(2,755)	(2,755)
At 31st March, 2002 and 1st April, 2002	208,713	147,303	1,347	49,259	(54,637)	351,985
Loss for the year	–	–	–	–	(38,725)	(38,725)
At 31st March, 2003	208,713	147,303	1,347	49,259	(93,362)	313,260

The capital reserve balance of the Group represents the difference between the aggregate nominal value of the share capital of acquired subsidiaries and the aggregate nominal value of the Company's shares issued for the acquisition at the time of the group reorganisation prior to the listing of the Company's shares in 1993, and after the reclassification of the amounts related to the share premium arising from issue of shares of a subsidiary prior to the group reorganisation to capital reserve and after reserve movements at the time of the capital reduction in previous years.

The contributed surplus of the Company represents the difference between the consolidated shareholders' funds of Yeebo (B.V.I.) Limited at the date on which it was acquired by the Company, and the nominal amount of the Company's shares issued for the acquisition at the time of the group reorganisation prior to the listing of the Company's shares in 1993. Under the Companies Act 1981 of Bermuda (as amended), the contributed surplus account of the Company is available for distribution. However, the Company cannot declare or pay a dividend, or make a distribution out of the contributed surplus, if:

- it is, or would after the payment be, unable to pay its liabilities as they become due; or
- the realisable value of its assets would thereby be less than the aggregate of its liabilities and its issued share capital and share premium accounts.

At 31st March, 2003 and 2002, the Company had no reserves available for distribution to its shareholders.