

# Consolidated Statement of Changes in Equity

## For the year ended 31 March 2003

	Share capital HK\$'000	Share premium HK\$'000	Investment property revaluation reserve HK\$'000	Surplus account HK\$'000	Capital reserve HK\$'000	Exchange reserve HK\$'000	Accumulated profits HK\$'000	Total HK\$'000
Balance at 1 April 2001	205,000	1,037,718	-	102,008	29,274	4,314	806,490	2,184,804
Exchange differences on translation of accounts of overseas operations not recognised in the income statement	-	-	-	-	-	(450)	-	(450)
	205,000	1,037,718	-	102,008	29,274	3,864	806,490	2,184,354
Issue of shares	2,760	6,513	-	-	-	-	-	9,273
Net profit for the year	-	-	-	-	-	-	62,238	62,238
Transferred to capital reserve	-	-	-	-	1,383	-	(1,383)	-
Dividend paid	-	-	-	-	-	-	(103,812)	(103,812)
Balance at 31 March 2002	207,760	1,044,231	-	102,008	30,657	3,864	763,533	2,152,053
Revaluation increase	-	-	993	-	-	-	-	993
Share of reserves by minority shareholders	-	-	(243)	-	(1,691)	(1,351)	-	(3,285)
Net gains not recognised in the income statement	-	-	750	-	(1,691)	(1,351)	-	(2,292)
Issue of shares	6,124	14,682	-	-	-	-	-	20,806
Net profit for the year	-	-	-	-	-	-	213,580	213,580
Transferred to capital reserve	-	-	-	-	1,252	-	(1,252)	-
Dividends paid	-	-	-	-	-	-	(73,357)	(73,357)
Balance at 31 March 2003	213,884	1,058,913	750	102,008	30,218	2,513	902,504	2,310,790

The accumulated profits of the Group included accumulated losses of HK\$333,000 (2002: nil) attributable to associates of the Group and accumulated losses of HK\$8,977,000 (2002: HK\$1,389,000) attributable to its jointly controlled entities.

Included in the capital reserve are People's Republic of China (the "PRC") statutory reserves amounting to HK\$5,994,000 (2002: HK\$ 6,433,000) transferred from accumulated profits as required by the relevant PRC laws and regulations applicable to the Group's PRC subsidiaries. The remaining HK\$24,224,000 (2002: HK\$24,224,000) represents negative goodwill arising on acquisition of subsidiaries prior to 1 April 2001.

Surplus account represents the difference between the nominal amount of the share capital issued by the Company and the aggregate of the nominal amount of the issued share capital and other reserve accounts of Skyworth Digital Group Limited (formerly Skyworth Digital Technology (Holding) Company Limited), the subsidiary which was acquired by the Company pursuant to the group reorganisation carried out in 2000 ("Group Reorganisation").