

STATEMENTS OF CHANGES IN EQUITY

For the year ended 31st December, 2002

	Share capital <i>HK\$</i>	Shares to be issued <i>HK\$</i>	Share premium <i>HK\$</i>	Accumulated losses <i>HK\$</i>	Total <i>HK\$</i>
THE GROUP					
Allotted and issued on					
18th September, 2001	—	—	—	—	—
Issue of new shares	200,000	—	9,800,000	—	10,000,000
Proceeds received for subscription of shares to be issued under placing and new issue	—	30,000,000	—	—	30,000,000
Shares issue expenses	—	(3,093,403)	—	—	(3,093,403)
Net loss for the period	—	—	—	(309,426)	(309,426)
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At 31st December, 2001	200,000	26,906,597	9,800,000	(309,426)	36,597,171
Shares issued at premium	600,000	(26,906,597)	26,306,597	—	—
Shares issue expenses	—	—	(900,000)	—	(900,000)
Net loss for the year	—	—	—	(5,644,294)	(5,644,294)
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At 31st December, 2002	<u>800,000</u>	<u>—</u>	<u>35,206,597</u>	<u>(5,953,720)</u>	<u>30,052,877</u>
THE COMPANY					
Allotted and issued on					
18th September, 2001	—	—	—	—	—
Issue of new shares	200,000	—	9,800,000	—	10,000,000
Proceeds received for subscription of shares to be issued under placing and new issue	—	30,000,000	—	—	30,000,000
Shares issue expenses	—	(3,093,403)	—	—	(3,093,403)
Net loss for the period	—	—	—	(309,426)	(309,426)
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At 31st December, 2001	200,000	26,906,597	9,800,000	(309,426)	36,597,171
Shares issued at premium	600,000	(26,906,597)	26,306,597	—	—
Shares issue expenses	—	—	(900,000)	—	(900,000)
Net loss for the year	—	—	—	(5,622,194)	(5,622,194)
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At 31st December, 2002	<u>800,000</u>	<u>—</u>	<u>35,206,597</u>	<u>(5,931,620)</u>	<u>30,074,977</u>