

PALADIN LIMITED

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE SIX MONTHS ENDED 31 DECEMBER 2003

| | Share capital | Share premium | Contributed surplus | In vestment property revaluation reserve | Translation reserve | Accumulated losses | Total |
|-------------------------|------------------|------------------|------------------------|---|------------------------|-----------------------|-----------------|
| | <i>HK\$'000</i> | <i>HK\$'000</i> | <i>HK\$'000</i> | <i>HK\$'000</i> | <i>HK\$'000</i> | <i>HK\$'000</i> | <i>HK\$'000</i> |
| At 1 July 2003 | 264,136 | 279,617 | 132,176 | 422,318 | (3,088) | (1,156,951) | (61,792) |
| Net loss for the period | - | - | - | - | - | (29,129) | (29,129) |
| At 31 December 2003 | <u>264,136</u> | <u>279,617</u> | <u>132,176</u> | <u>422,318</u> | <u>(3,088)</u> | <u>(1,186,080)</u> | <u>(90,921)</u> |
| At 1 July 2002 | 264,136 | 279,617 | 132,176 | 422,318 | (3,088) | (1,092,766) | 2,393 |
| Net loss for the period | - | - | - | - | - | (23,026) | (23,026) |
| At 31 December 2002 | <u>264,136</u> | <u>279,617</u> | <u>132,176</u> | <u>422,318</u> | <u>(3,088)</u> | <u>(1,115,792)</u> | <u>(20,633)</u> |