

Consolidated Statement of Changes in Equity

For the year ended 31 December 2003

	Share capital HK\$'000	Share premium account HK\$'000	Capital redemption reserve HK\$'000	Capital reserve HK\$'000 (Note i)	Translation reserve HK\$'000	Reserve fund HK\$'000 (Note ii)	(Deficit) retained profits HK\$'000	Total HK\$'000
At 1 January 2002								
– as originally stated	200,668	244,989	2,084	53,690	(3)	714	(2,599)	499,543
– adjustment on adoption of SSAP 12 (Revised) (Note 2)	–	–	–	–	–	–	(3,910)	(3,910)
– as restated	200,668	244,989	2,084	53,690	(3)	714	(6,509)	495,633
Exchange realignments	–	–	–	–	(374)	–	–	(374)
Released on disposal of a jointly controlled entity	–	–	–	–	377	(714)	714	377
Net profit for the year	–	–	–	–	–	–	26,284	26,284
At 31 December 2002 and 1 January 2003	200,668	244,989	2,084	53,690	–	–	20,489	521,920
Exercise of convertible bonds	75,758	124,242	–	–	–	–	–	200,000
Share issued for cash	22,000	36,080	–	–	–	–	–	58,080
Share issue expense	–	(1,432)	–	–	–	–	–	(1,432)
Net profit for the year	–	–	–	–	–	–	22,400	22,400
At 31 December 2003	<u>298,426</u>	<u>403,879</u>	<u>2,084</u>	<u>53,690</u>	<u>–</u>	<u>–</u>	<u>42,889</u>	<u>800,968</u>
Attributable to:								
The Company and subsidiaries	298,426	403,879	2,084	53,690	–	–	(79,878)	678,201
Jointly controlled entities	–	–	–	–	–	–	116,727	116,727
Associate	–	–	–	–	–	–	6,040	6,040
At 31 December 2003	<u>298,426</u>	<u>403,879</u>	<u>2,084</u>	<u>53,690</u>	<u>–</u>	<u>–</u>	<u>42,889</u>	<u>800,968</u>
The Company and subsidiaries	200,668	244,989	2,084	53,690	–	–	(82,483)	418,948
Jointly controlled entities	–	–	–	–	–	–	102,972	102,972
Associate	–	–	–	–	–	–	–	–
At 31 December 2002	<u>200,668</u>	<u>244,989</u>	<u>2,084</u>	<u>53,690</u>	<u>–</u>	<u>–</u>	<u>20,489</u>	<u>521,920</u>

Notes:

- (i) By a special resolution passed at an extraordinary general meeting and subsequently approved by the Supreme Court of Hong Kong in 1993, the share premium account of the Company was reduced by an amount of HK\$270,000,000. This amount was used to reduce the then Company's accumulated losses of HK\$216,310,000 and the balance of HK\$53,690,000 was credited to the Company's capital reserve which is non-distributable.
- (ii) Pursuant to the relevant laws and regulations for sino-foreign joint venture enterprises, a portion of the profits of a jointly controlled entity of the Group established in the People's Republic of China was transferred to a reserve fund which is restricted as to its use.