

## CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

Year ended 31 December 2003

	Notes	Issued share capital HK\$'000	Share premium account HK\$'000	Capital reserve HK\$'000	Exchange fluctuation reserve HK\$'000	Accumulated losses HK\$'000	Total HK\$'000
At 1 January 2002							
As previously reported		27,560	554,756	220,076	–	(622,473)	179,919
Prior year adjustment:							
SSAP 12 – restatement of deferred tax	31	–	–	–	–	1,815	1,815
As restated		27,560	554,756	220,076	–	(620,658)	181,734
Exchange realignment and gain not recognised in the profit and loss account							
		–	–	–	84	–	84
Issue of shares	32	5,500	8,250	–	–	–	13,750
Share issue expenses		–	(282)	–	–	–	(282)
Net loss for the year (as restated)		–	–	–	–	(58,885)	(58,885)
At 31 December 2002		33,060	562,724	220,076	84	(679,543)	136,401
At 1 January 2003							
As previously reported		33,060	562,724	220,076	84	(680,880)	135,064
Prior year adjustment:							
SSAP 12 – restatement of deferred tax	31	–	–	–	–	1,337	1,337
As restated		33,060	562,724	220,076	84	(679,543)	136,401
Exchange realignment and loss not recognised in the profit and loss account							
		–	–	–	(73)	–	(73)
Impairment of goodwill previously eliminated against capital reserve	34	–	–	16,424	–	–	16,424
Net loss for the year		–	–	–	–	(27,818)	(27,818)
<b>At 31 December 2003</b>		<b>33,060</b>	<b>562,724*</b>	<b>236,500*</b>	<b>11*</b>	<b>(707,361)*</b>	<b>124,934</b>
Reserves retained by (accumulated in):							
Company and subsidiaries		33,060	562,724	236,500	11	(679,476)	152,819
Associates		–	–	–	–	(27,885)	(27,885)
<b>At 31 December 2003</b>		<b>33,060</b>	<b>562,724</b>	<b>236,500</b>	<b>11</b>	<b>(707,361)</b>	<b>124,934</b>
Company and subsidiaries		33,060	562,724	220,076	84	(657,158)	158,786
Associates		–	–	–	–	(22,385)	(22,385)
At 31 December 2002		33,060	562,724	220,076	84	(679,543)	136,401

\* These reserve accounts comprise the consolidated reserves of HK\$91,874,000 (2002: HK\$103,341,000) in the consolidated balance sheet.