

# Consolidated Statement of Changes in Equity

For the year ended 31st December, 2003

	Share capital	Share premium	Capital redemption reserve	Capital reserve	Contributed surplus	Asset revaluation reserve	Translation reserve	Accumulated (losses) profit	Total
	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000
At 1st January, 2002									
– as previously stated	23,014	237,881	1,109	11,145	70,510	29,271	(1,388)	(97,746)	273,796
– prior period adjustment (note 2)	–	–	–	–	–	(2,990)	–	415	(2,575)
– as restated	23,014	237,881	1,109	11,145	70,510	26,281	(1,388)	(97,331)	271,221
Profit for the year	–	–	–	–	–	–	–	11,559	11,559
At 31st December, 2002	23,014	237,881	1,109	11,145	70,510	26,281	(1,388)	(85,772)	282,780
Transfer from share premium to contributed surplus	–	(237,881)	–	–	237,881	–	–	–	–
Transfer from contributed surplus to accumulated losses	–	–	–	–	(180,003)	–	–	180,003	–
Profit for the year	–	–	–	–	–	–	–	23,527	23,527
Dividend paid (note 9)	–	–	–	–	(2,301)	–	–	–	(2,301)
At 31st December, 2003	23,014	–	1,109	11,145	126,087	26,281	(1,388)	117,758	304,006
Attributable to:									
– the Company and subsidiaries	23,014	–	1,109	11,145	126,087	26,281	(1,388)	118,143	304,391
– associates	–	–	–	–	–	–	–	(385)	(385)
	23,014	–	1,109	11,145	126,087	26,281	(1,388)	117,758	304,006

The capital reserve of the Group represents the aggregate of:

- (i) the reserve arising on the acquisition of shares in subsidiaries from minority shareholders pursuant to the group reorganisation prior to 1994 of HK\$10,445,000; and
- (ii) the differences between the nominal value of the aggregate share capital of the subsidiaries acquired pursuant to the group reorganisation in September 1994, over the nominal value of the Company's shares issued in exchange of HK\$700,000.

At 31st December, 2003, the asset revaluation reserve includes an amount of HK\$10,582,000 (2002: HK\$10,582,000) relating to a property previously held as a leasehold property and reclassified as an investment property in 1997. The amount is frozen upon the transfer of the property to investment property until the disposal or retirement of the related asset. On the disposal or retirement of the asset, the frozen revaluation reserve will be transferred directly to accumulated profits.

# Consolidated Statement of Changes in Equity

For the year ended 31st December, 2003

The contributed surplus of the Group represents the aggregate of:

- (i) the credit arising from the reduction of nominal value of the consolidated shares from HK\$1.00 each to HK\$0.10 each by cancelling HK\$0.90 paid up on each issued share, after a transfer of HK\$10,565,000 towards the elimination of the accumulated losses of the Company as at 31st December, 1997, of HK\$70,510,000;
- (ii) the credit arising from cancellation of the share premium account of HK\$237,881,000, after a transfer of HK\$180,003,000 towards the elimination of the accumulated losses of the Company as at 31st December, 2002, of HK\$57,878,000; and
- (iii) the distribution to shareholders of HK\$2,301,000 for the year ended 31st December, 2003.