

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the year ended 31st March, 2004

	Share capital	Share premium	Capital				Exchange reserve	Special reserve	Deficit	Total
			Capital reserve	redemption reserve	Revaluation reserve					
			HK\$	HK\$	HK\$	HK\$				
At 1st April, 2002										
– as originally stated	488,842,675	92,805,386	21,223,231	28,990,000	39,780,000	7,329,701	–	(95,417,629)	583,553,364	
– prior period adjustments (note 2)	–	–	–	–	(11,934,000)	–	–	(51,188,299)	(63,122,299)	
– as restated	488,842,675	92,805,386	21,223,231	28,990,000	27,846,000	7,329,701	–	(146,605,928)	520,431,065	
Share of exchange adjustments of an associate	–	–	–	–	–	(1,868,794)	–	–	(1,868,794)	
Share of movement in revaluation reserve of an associate	–	–	–	–	(27,027,000)	–	–	–	(27,027,000)	
Net losses not recognised in the income statement	–	–	–	–	(27,027,000)	(1,868,794)	–	–	(28,895,794)	
Additional interest in a subsidiary	–	–	–	–	–	–	(37,225,662)	–	(37,225,662)	
Profit for the year	–	–	–	–	–	–	–	38,427,691	38,427,691	
At 31st March, 2003	488,842,675	92,805,386	21,223,231	28,990,000	819,000	5,460,907	(37,225,662)	(108,178,237)	492,737,300	
Share of exchange adjustments of an associate	–	–	–	–	–	(7,058,206)	–	–	(7,058,206)	
Share of movement in revaluation reserve of associates	–	–	–	–	4,553,809	–	–	–	4,553,809	
Net losses not recognised in the income statement	–	–	–	–	4,553,809	(7,058,206)	–	–	(2,504,397)	
Loss for the year	–	–	–	–	–	–	–	(11,794,616)	(11,794,616)	
At 31st March, 2004	488,842,675	92,805,386	21,223,231	28,990,000	5,372,809	(1,597,299)	(37,225,662)	(119,972,853)	478,438,287	

The capital reserve represents the portion of profit on disposal in 1982 of the Group's assets to an associate, which is deferred to the extent of the Group's attributable interests therein. The amounts deferred will be recognised as the Group's profit only when the Group's equity interest in the associate is decreased or the assets are sold to third parties.

The special reserve represents the consideration paid for the acquisition of additional interest in a subsidiary and will be recognised in the income statement upon the earlier of the disposal of the subsidiary or the realisation by the subsidiary of the assets to which the reserve relates.

The Group's share of post-acquisition reserves of associates are as follows:

	2004 HK\$	2003 HK\$
Revaluation reserve	5,372,809	819,000
Exchange reserve	(1,597,299)	5,460,907
Deficit	(78,367,234)	(65,675,812)
	(74,591,724)	(59,395,905)