

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**

Six months ended 30 June 2004

	<b>Issued share capital</b> (Unaudited) HK\$'000	<b>Asset revaluation reserve</b> (Unaudited) HK\$'000	<b>PRC reserve funds</b> (Unaudited) HK\$'000	<b>Exchange fluctuation reserve</b> (Unaudited) HK\$'000	<b>Accumulated losses</b> (Unaudited) HK\$'000	<b>Total</b> (Unaudited) HK\$'000
At 1 January 2004	493,981	33,643	24,633	(2,957)	(87,125)	462,175
Exchange realignment	-	-	-	5	-	5
Net profit not recognised in the profit and loss account	-	-	-	5	-	5
Net loss for the period	-	-	-	-	(16,741)	(16,741)
Transfer to PRC reserve funds	-	-	1,095	-	(1,095)	-
Transfer to accumulated losses	-	(460)	-	-	460	-
<b>At 30 June 2004</b>	<b>493,981</b>	<b>33,183*</b>	<b>25,728*</b>	<b>(2,952)*</b>	<b>(104,501)*</b>	<b>445,439</b>
At 1 January 2003	446,259	34,565	13,865	(3,598)	(94,228)	396,863
Exchange realignment	-	-	-	870	-	870
Net profit not recognised in the profit and loss account	-	-	-	870	-	870
Net profit for the period	-	-	-	-	8,125	8,125
Transfer to PRC reserve funds	-	-	145	-	(145)	-
Transfer to accumulated losses	-	(460)	-	-	460	-
Issue of shares	47,722	-	-	-	-	47,722
<b>At 30 June 2003</b>	<b>493,981</b>	<b>34,105</b>	<b>14,010</b>	<b>(2,728)</b>	<b>(85,788)</b>	<b>453,580</b>
Reserves retained by:						
Company and subsidiaries	493,981	33,183	25,728	(3,328)	(98,908)	450,656
Associates	-	-	-	376	(2,638)	(2,262)
Jointly-controlled entities	-	-	-	-	(2,955)	(2,955)
<b>At 30 June 2004</b>	<b>493,981</b>	<b>33,183</b>	<b>25,728</b>	<b>(2,952)</b>	<b>(104,501)</b>	<b>445,439</b>
Company and subsidiaries	493,981	34,105	14,010	(3,104)	(86,300)	452,692
Associates	-	-	-	376	(52)	324
Jointly-controlled entities	-	-	-	-	564	564
<b>At 30 June 2003</b>	<b>493,981</b>	<b>34,105</b>	<b>14,010</b>	<b>(2,728)</b>	<b>(85,788)</b>	<b>453,580</b>

\* These reserve accounts comprise the consolidated negative reserves of HK\$48,542,000 (31 December 2003: HK\$31,806,000) in the condensed consolidated balance sheet.