

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

FOR THE SIX MONTHS ENDED 30TH JUNE, 2004

	Total equity	
	Six months ended	
	30.6.2004	30.6.2003
	HK\$'000	HK\$'000
	(unaudited)	(unaudited)
At beginning of period	773,522	798,666
Exchange (loss) gain arising on translation of financial statements of overseas operations outside Hong Kong not recognised in the condensed consolidated income statement	(106)	254
Net loss for the period	(39,546)	(17,306)
Gain on expiry of warrants recognised in the condensed consolidated income statement	—	(23,868)
At end of period	<u>733,870</u>	<u>757,746</u>

CONDENSED CONSOLIDATED CASH FLOW STATEMENT

FOR THE SIX MONTHS ENDED 30TH JUNE, 2004

		Six months ended	
		30.6.2004	30.6.2003
	NOTE	HK\$'000	HK\$'000
		(unaudited)	(unaudited)
Net cash from (used in) operating activities		<u>29,856</u>	<u>(33,627)</u>
Net cash used in investing activities			
Disposal of subsidiaries	19	21,000	—
Investment in associates		(38,310)	—
Others		(15,079)	(10,844)
		<u>(32,389)</u>	<u>(10,844)</u>
Net cash from (used in) financing activities		<u>8,949</u>	<u>(1,585)</u>
Net increase (decrease) in cash and cash equivalents		6,416	(46,056)
Cash and cash equivalents at beginning of period		16,964	72,822
Effect of foreign exchange rate change		(106)	243
Cash and cash equivalents at end of period		<u>23,274</u>	<u>27,009</u>
Analysis of the balances of cash and cash equivalents			
Bank balances and cash		<u>23,274</u>	<u>27,009</u>