

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**

For the six months ended 30 September 2004

|                         | Share<br>capital<br><i>HK\$'000</i> | Share<br>premium<br><i>HK\$'000</i> | Capital<br>reserve<br><i>HK\$'000</i> | Accumulated<br>losses<br><i>HK\$'000</i> | Total<br><i>HK\$'000</i> |
|-------------------------|-------------------------------------|-------------------------------------|---------------------------------------|--|--------------------------|
| At 1 April 2003         | 48,485                              | 90,676                              | 84,123                                | (154,036)                                | 69,248                   |
| Net loss for the year   | —                                   | —                                   | —                                     | (12,713)                                 | (12,713)                 |
| At 31 March 2004        | 48,485                              | 90,676                              | 84,123                                | (166,749)                                | 56,535                   |
| Net loss for the period | —                                   | —                                   | —                                     | (9,451)                                  | (9,451)                  |
| At 30 September 2004    | <u>48,485</u>                       | <u>90,676</u>                       | <u>84,123</u>                         | <u>(176,200)</u>                         | <u>47,084</u>            |
| At 1 April 2003         | 48,485                              | 90,676                              | 84,123                                | (154,036)                                | 69,248                   |
| Net loss for the period | —                                   | —                                   | —                                     | (9,509)                                  | (9,509)                  |
| At 30 September 2003    | <u>48,485</u>                       | <u>90,676</u>                       | <u>84,123</u>                         | <u>(163,545)</u>                         | <u>59,739</u>            |

**CONDENSED CONSOLIDATED CASH FLOW STATEMENT**

For the six months ended 30 September 2004

|  | <b>1.4.2004<br/>to<br/>30.9.2004<br/><i>HK\$'000</i><br/>(unaudited)</b> | 1.4.2003<br>to<br>30.9.2003<br><i>HK\$'000</i><br>(unaudited) |
|--|--|---|
| Net cash used in operating activities                | <b>(2,241)</b>   | (1,328)   |
| Net cash used in investing activities                | <b>(205)</b>   | (6,210)   |
| Net cash from financing activities                   | <b>769</b>   | 3,362   |
| Net decrease in cash and cash equivalents            | <b>(1,677)</b>   | (4,176)   |
| Cash and cash equivalents at beginning of the period | <b>7,098</b>   | 9,231   |
| Cash and cash equivalents at end of the period       | <b><u>5,421</u></b>  | <u>5,055</u>  |