

# Consolidated Statement of Changes in Equity

For the year ended 31 December 2003

	Share capital	Share premium account	Capital redemption reserve	General reserve	Investment property revaluation reserve (Note (a))	Exchange fluctuation reserve	Special reserve (Note (b))	Accumulated profits/(losses)	Total
	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000
At 1 January 2002	205,518	235,318	-	18,000	11,543	(3,528)	-	71,650	538,501
Exchange realignment	-	-	-	-	-	812	-	-	812
Deficit on revaluation of investment properties	-	-	-	-	(11,060)	-	-	-	(11,060)
Net gains and losses not recognised in the income statement	-	-	-	-	(11,060)	812	-	-	(10,248)
Issue of shares	43,790	89,289	-	-	-	-	-	-	133,079
Share issue expenses	-	(996)	-	-	-	-	-	-	(996)
Exercise of share options	6,828	5,452	-	-	-	-	-	-	12,280
Repurchase of shares	(20)	(14)	20	-	-	-	-	(20)	(34)
Net loss for the year	-	-	-	-	-	-	-	(133,856)	(133,856)
At 31 December 2002 and 1 January 2003	256,116	329,049	20	18,000	483	(2,716)	-	(62,226)	538,726
Exchange realignment	-	-	-	-	-	562	-	-	562
Interest on change of long term investment to associate	-	-	-	-	-	-	9,329	-	9,329
Net gains not recognised in the income statement	-	-	-	-	-	562	9,329	-	9,891
Reserves realised upon disposal of subsidiaries	-	-	-	-	(4,262)	2,495	-	-	(1,767)
Negative balance of reserve transferred to the income statement	-	-	-	-	3,779	-	-	-	3,779
Net loss for the year	-	-	-	-	-	-	-	(341,083)	(341,083)
At 31 December 2003	256,116	329,049*	20*	18,000*	-*	341*	9,329*	(403,309)*	209,546

\* These reserve accounts comprise the consolidated reserves of approximately HK\$(46,570,000) (2002: HK\$282,610,000) in the consolidated balance sheet.

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	Share capital	Share premium account	Capital redemption reserve	General reserve	Investment property revaluation reserve	Exchange fluctuation reserve	Special reserve	Accumulated losses	Total
	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000
Retained by:									
Company and subsidiaries	256,116	329,049	20	18,000	–	341	–	(385,027)	218,499
Associates	–	–	–	–	–	–	9,329	(18,282)	(8,953)
At 31 December 2003	<b>256,116</b>	<b>329,049</b>	<b>20</b>	<b>18,000</b>	<b>–</b>	<b>341</b>	<b>9,329</b>	<b>(403,309)</b>	<b>209,546</b>
Company and subsidiaries	256,116	329,049	20	18,000	483	(2,716)	–	(57,574)	543,378
Associates	–	–	–	–	–	–	–	(4,652)	(4,652)
At 31 December 2002	<b>256,116</b>	<b>329,049</b>	<b>20</b>	<b>18,000</b>	<b>483</b>	<b>(2,716)</b>	<b>–</b>	<b>(62,226)</b>	<b>538,726</b>

- (a) As a consequence of the release of approximately HK\$4,262,000 from investment property revaluation reserve upon the disposal of a subsidiary, the investment property revaluation reserve had a negative balance of approximately HK\$3,779,000. Therefore, during the year ended 31 December 2003, there was an additional charge to the income statement of approximately HK\$3,779,000 to eliminate this balance.
- (b) Special reserve represents adjustment relating to the Group's share of post acquisition profits and reserves in an investee company which became an associate of the Group during the year.

The Notes on pages 29 to 87 form an integral part of these financial statements.