

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

FOR THE SIX MONTHS ENDED 30TH JUNE 2005

	Attributable to equity holders of the Company								
	Share capital HK\$'000	Share premium HK\$'000	Capital reserve (note (i)) HK\$'000	Working capital reserve (note (iii)) HK\$'000	Investment properties revaluation reserve HK\$'000	Exchange translation reserve HK\$'000	Accumulated profits HK\$'000	Minority interests HK\$'000	Total HK\$'000
At 1st January 2004	26,810	47,986	(1,000)	1,275	120	(1,662)	157,993	7,216	238,738
- as originally stated	-	-	-	-	-	-	-	-	-
- Effect of changes in accounting policies (note 2)	-	-	-	-	(120)	-	(113)	-	(233)
- as restated	26,810	47,986	(1,000)	1,275	-	(1,662)	157,880	7,216	238,505
Loss for the period	-	-	-	-	-	-	(15,357)	517	(14,840)
- as originally stated	-	-	-	-	-	-	-	-	-
- Effect of changes in accounting policies (note 2)	-	-	-	-	-	-	6	-	6
- as restated	-	-	-	-	-	-	(15,351)	517	(14,834)
Translation of overseas subsidiaries' financial statements	-	-	-	-	-	(187)	-	-	(187)
At 30th June 2004 and 1st July 2004	26,810	47,986	(1,000)	1,275	-	(1,849)	142,529	7,733	223,484
Issue of shares during the period	27	93	-	-	-	-	-	-	120
Deficit on revaluation of investment properties, net of taxation	-	-	-	-	(120)	-	-	-	(120)
Loss for the period	-	-	-	-	-	-	(14,152)	92	(14,060)
- as originally stated	-	-	-	-	-	-	-	-	-
- Effect of changes in accounting policies (note 2)	-	-	-	-	120	-	(114)	-	6
- as restated	-	-	-	-	120	-	(14,266)	92	(14,054)
Translation of overseas subsidiaries' financial statements	-	-	-	-	-	(10)	-	-	(10)

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (Continued)

FOR THE SIX MONTHS ENDED 30TH JUNE 2005

	Attributable to equity holders of the Company							Minority interests HK\$'000	Total HK\$'000
	Share capital HK\$'000	Share premium HK\$'000	Capital reserve (note (i)) HK\$'000	Working capital reserve (note (ii)) HK\$'000	Investment properties revaluation reserve HK\$'000	Exchange translation reserve HK\$'000	Accumulated profits HK\$'000		
At 31st December 2004 and 1st January 2005	26,837	48,079	(1,000)	1,275	-	(1,859)	128,263	201,595	209,420
Loss for the period	-	-	-	-	-	-	(7,850)	(7,850)	(8,023)
Translation of overseas subsidiaries' financial statements	-	-	-	-	-	25	-	25	25
At 30th June 2005	<u>26,837</u>	<u>48,079</u>	<u>(1,000)</u>	<u>1,275</u>	<u>-</u>	<u>(1,834)</u>	<u>120,413</u>	<u>193,770</u>	<u>201,422</u>

(i) The capital reserve of the Group represents the excess of the nominal value of the shares issued by the Company over the nominal value of the issued shares of subsidiaries acquired pursuant to a group reorganisation which took place in 1993.

(ii) The working capital reserve is a special reserve which represents the portion of the accumulated profits of the Taiwan branch of a subsidiary reserved for working capital of the branch in accordance with local statutory requirements. The working capital reserve is not distributable to shareholders.