

# Consolidated Statement of Changes in Equity

For the year ended 30th June, 2005

	Share capital <i>HK\$'000</i>	Share premium <i>HK\$'000</i>	Special reserve <i>HK\$'000</i>	Distributable reserve <i>HK\$'000</i>	Translation reserve <i>HK\$'000</i>	Accumulated losses <i>HK\$'000</i>	Total <i>HK\$'000</i>
At 1st July, 2003	1,416	357,793	847	39,387	(11)	(254,443)	144,989
Exchange difference arising from translation of operations outside Hong Kong not recognised in the consolidated income statement	-	-	-	-	6	-	6
Issue of shares	2,832	31,152	-	-	-	-	33,984
Share issue expenses	-	(857)	-	-	-	-	(857)
Loss for the year	-	-	-	-	-	(109,309)	(109,309)
At 30th June, 2004	4,248	388,088	847	39,387	(5)	(363,752)	68,813
Loss for the year	-	-	-	-	-	(48,708)	(48,708)
<b>At 30th June, 2005</b>	<b>4,248</b>	<b>388,088</b>	<b>847</b>	<b>39,387</b>	<b>(5)</b>	<b>(412,460)</b>	<b>20,105</b>

The special reserve of the Group represents the differences between the nominal value of the aggregate share capital of the subsidiaries acquired pursuant to a group reorganisation in December 1997, over the nominal value of the Company's shares issued in exchange.

The distributable reserve of the Group represents the aggregate of the credit arising from the reduction of nominal value of the Company's share capital in March 1999 and March 2001 less the amount utilised for a bonus issue of shares in September 2000.