

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the year ended June 30, 2005

	Share capital HK\$'000	Share premium HK\$'000	Statutory reserve HK\$'000	Special reserve HK\$'000	Exchange reserve HK\$'000	Accumulated profits HK\$'000	Total HK\$'000
At July 1, 2003	78	-	-	-	(320)	86,157	85,915
Contribution from shareholders	100	-	-	-	-	-	100
Exchange difference arising on translation of operations outside Hong Kong not recognised in the consolidated income statement	-	-	-	-	19	-	19
Profit for the year	-	-	-	-	-	96,466	96,466
Transfer	-	-	3,654	-	-	(3,654)	-
Dividends (note 10)	-	-	-	-	-	(35,000)	(35,000)
At June 30, 2004	178	-	3,654	-	(301)	143,969	147,500
Arising from Group reorganisation	22	-	-	(22)	-	-	-
Capitalisation of advances from shareholders	100	-	-	79,900	-	-	80,000
Capitalisation on issue of shares	42,200	(42,200)	-	-	-	-	-
Issue of shares	8,368	82,008	-	-	-	-	90,376
Share issue expenses	-	(11,480)	-	-	-	-	(11,480)
Exchange difference arising on translation of operations outside Hong Kong not recognised in the consolidation income statement	-	-	-	-	25	-	25
Exchange reserve realised on disposal of subsidiary	-	-	-	-	144	-	144
Profit for the year	-	-	-	-	-	99,765	99,765
Transfer	-	-	3,154	-	-	(3,154)	-
Dividends (note 10)	-	-	-	-	-	(3,000)	(3,000)
At June 30, 2005	50,868	28,328	6,808	79,878	(132)	237,580	403,330

At June 30, 2005, the accumulated profits of the Group include a deficit of HK\$780 (2004: HK\$780) attributable to its associates.

The special reserve represents the difference between the nominal value of the shares of the acquired subsidiaries and the nominal value of the Company's shares issued for the acquisition at the time of group reorganisation prior to the listing of the Company's shares and the surplus arising pursuant to the capitalisation of advances from shareholders as part of the group reorganisation.

The statutory reserve is reserve required by the relevant law of the People's Republic of China (the "PRC") applicable to the subsidiaries in the PRC.