

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the year ended 31st December, 2005

	Attributable to equity holders of the Company								
	Share capital	Share premium	Investment revaluation reserve	Special reserve	Goodwill reserve	Accumulated profits (losses)	Total	Minority interests	Total equity
	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000
At 1st January, 2004	33,000	34,653	-	17,926	1,720	38,842	126,141	262	126,403
Loss for the year	-	-	-	-	-	(56,269)	(56,269)	(74)	(56,343)
At 31st December, 2004	33,000	34,653	-	17,926	1,720	(17,427)	69,872	188	70,060
Effect of changes in accounting policies (<i>Note 3</i>)	-	-	1,028	-	(1,720)	1,720	1,028	-	1,028
At 1st January, 2005 as restated	33,000	34,653	1,028	17,926	-	(15,707)	70,900	188	71,088
Gain on fair value change of available-for-sale investments recognised in equity	-	-	93	-	-	-	93	-	93
Loss of the year	-	-	-	-	-	(18,619)	(18,619)	-	(18,619)
Total recognised income and expense for the year	-	-	93	-	-	(18,619)	(18,526)	-	(18,526)
Acquisition of additional interest in a subsidiary	-	-	-	-	-	-	-	(188)	(188)
At 31st December, 2005	<u>33,000</u>	<u>34,653</u>	<u>1,121</u>	<u>17,926</u>	<u>-</u>	<u>(34,326)</u>	<u>52,374</u>	<u>-</u>	<u>52,374</u>

The special reserve of the Group mainly represents the difference between the nominal value of shares of the acquired subsidiaries and the nominal value of the shares of the Company issued for the acquisition at the time of the group reorganisation in 2001 of approximately HK\$10,420,000 (2004: HK\$10,420,000) and the consideration for the acquisition of additional interests in jointly controlled entities which became wholly owned subsidiaries by the substantial shareholder of the Company prior to the Group Reorganisation of HK\$7,506,000 (2004: HK\$7,506,000).