

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the year ended 31 July 2005

Group	Issued share capital HK\$'000	Share premium account HK\$'000	Capital redemption reserve HK\$'000	Investment revaluation reserve HK\$'000	Other capital reserve** HK\$'000	Exchange fluctuation reserve HK\$'000	Acc- umulated loss HK\$'000	Total HK\$'000
At 1 August 2003	217,141	983,219*	675*	(650)*	25,341*	-*	(851,707)*	374,019*
Issue of shares (Note 29)	20,905	11,956	-	-	-	-	-	32,861
Changes in fair value of investment securities	-	-	-	(155,347)	-	-	-	(155,347)
Net gains and losses not recognised in the consolidated profit and loss account	-	-	-	(155,347)	-	-	-	(155,347)
Transferred to the consolidated profit and loss account upon disposal of investment securities	-	-	-	677	-	-	-	677
Impairment losses in investment securities transferred to the consolidated profit and loss account	-	-	-	155,320	-	-	-	155,320
Loss for the year	-	-	-	-	-	-	(215,929)	(215,929)
At 31 July 2004 and beginning of year	238,046	995,175*	675*	-*	25,341*	-*	(1,067,636)*	191,601*
Shares issued upon conversion of convertible notes	24,600	-	-	-	-	-	-	24,600
Exercise of share options	18,000	-	-	-	-	-	-	18,000
Shares issued pursuant to rights issue	51,209	-	-	-	-	-	-	51,209
Bonus shares issued pursuant to rights issue	76,814	(76,814)	-	-	-	-	-	-
Shares issued upon placement of shares	25,000	-	-	-	-	-	-	25,000
Capital reduction	(416,322)	-	-	-	-	-	416,322	-

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Exchange adjustment arising from translation of financial statements of jointly controlled entities not recognised in the consolidated profit and loss account	-	-	-	-	-	61	-	61
Other capital reserve transferred to accumulated losses after expiry of warrants in 2003	-	-	-	-	(25,341)	-	25,341	-
Loss for the year	-	-	-	-	-	-	(139,760)	(139,760)
At 31 July 2005	17,347	918,361*	675*	-	-*	61*	(765,733) *	170,711
Reserves retained by								
Company and subsidiaries	17,347	918,361	675	-	-	-	(777,123)	159,260
Jointly controlled entities	-	-	-	-	-	61	16,945	17,006
Associates	-	-	-	-	-	-	(5,555)	(5,555)
At 31 July 2005	17,347	918,361	675	-	-	61	(765,733)	170,711
Company and subsidiaries	238,046	995,175	675	-	25,341	-	(1,057,807)	201,430
Jointly controlled entities	-	-	-	-	-	-	(6,595)	(6,595)
Associates	-	-	-	-	-	-	(3,234)	(3,234)
At 31 July 2004	238,046	995,175	675	-	25,341	-	(1,067,636)	191,601

* These reserve accounts comprise the consolidated reserves of HK\$153,364,000 (2004: debit reserves of HK\$46,445,000) in the consolidated balance sheet.

** Other capital reserve represents reserve arising from expiry of warrants in 2003.