

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the six months ended 30 June 2006

| | Attributable to equity holders of the Company | | | | | | | |
|---|---|--------------------|--------------------|------------------|--------------------|----------------------------|----------------------|--------------------|
| | Share capital | Share premium | Special reserve | Exchange reserve | Fair value reserve | Capital redemption reserve | Accumulated losses | Total |
| | HK\$ | HK\$ | HK\$ | HK\$ | HK\$ | HK\$ | HK\$ | HK\$ |
| At 1 January 2006 | 6,471,140 | 177,760,966 | 382,880,958 | 4,048,753 | 3,590,945 | - | (403,747,290) | 171,005,472 |
| Changes in fair value of available-for-sale securities | - | - | - | - | (340,250) | - | - | (340,250) |
| Exchange differences on translation of financial statements of PRC associates | - | - | - | 184,203 | - | - | - | 184,203 |
| Net expenses for the period recognised directly in equity | - | - | - | 184,203 | (340,250) | - | - | (156,047) |
| Loss for the period | - | - | - | - | - | - | (2,543,562) | (2,543,562) |
| Total recognised income and expense for the period | - | - | - | 184,203 | (340,250) | - | (2,543,562) | (2,699,609) |
| Repurchase of shares | (238,300) | - | - | - | - | 238,300 | (238,300) | (238,300) |
| Premium on repurchase of shares | - | - | - | - | - | - | (4,892,090) | (4,892,090) |
| At 30 June 2006 | <u>6,232,840</u> | <u>177,760,966</u> | <u>382,880,958</u> | <u>4,232,956</u> | <u>3,250,695</u> | <u>238,300</u> | <u>(411,421,242)</u> | <u>163,175,473</u> |
| At 1 January 2005 | 6,471,140 | 177,760,966 | 382,880,958 | 3,121,784 | 4,600,000 | - | (391,021,181) | 183,813,667 |
| Loss for the period | - | - | - | - | - | - | (5,896,648) | (5,896,648) |
| At 30 June 2005 | <u>6,471,140</u> | <u>177,760,966</u> | <u>382,880,958</u> | <u>3,121,784</u> | <u>4,600,000</u> | <u>-</u> | <u>(396,917,829)</u> | <u>177,917,019</u> |