

Consolidated Statement of Changes in Equity

For the year ended 31 December 2006 (in HK Dollars)

	Attributable to equity holders of the Company								
	Share Capital \$'000	Share Premium \$'000	Contributed Surplus \$'000	Capital Reserve \$'000	Exchange Reserve \$'000	Accu- mulated Losses \$'000	Sub-total \$'000	Minority Interests \$'000	Total equity \$'000
At 1 January 2005	33,139	491,636	31,350	(894)	(4,338)	(150,956)	399,937	23,909	423,846
Exchange differences on translation of foreign subsidiaries	-	-	-	-	(330)	-	(330)	-	(330)
Loss for the year	-	-	-	-	-	(4,692)	(4,692)	(958)	(5,650)
At 31 December 2005 and at 1 January 2006	33,139	491,636	31,350	(894)	(4,668)	(155,648)	394,915	22,951	417,866
Exchange differences on translation of foreign subsidiaries	-	-	-	-	56	-	56	-	56
Loss for the year	-	-	-	-	-	(41,420)	(41,420)	(7,291)	(48,711)
At 31 December 2006	<u>33,139</u>	<u>491,636</u>	<u>31,350</u>	<u>(894)</u>	<u>(4,612)</u>	<u>(197,068)</u>	<u>353,551</u>	<u>15,660</u>	<u>369,211</u>

Notes:

- (a) The contributed surplus of the Group represents the difference between the nominal value of the share capital issued by the Company and the aggregate of the share capital and the share premium of the subsidiaries acquired pursuant to the Group reorganization in 1995.
- (b) According to the Companies Act 1981 of Bermuda (as amended), the Company may make distributions to its shareholders out of the contributed surplus.