



STATEMENT OF CHANGES IN EQUITY

For the year ended 31 December 2006

| | Note | Attributable to equity holders of the Company | | | Total HK\$ |
|----------------------------------|------|---|--------------------------|-------------------------------|-------------------|
| | | Share capital HK\$ | Share premium HK\$ | Accumulated losses HK\$ | |
| At 1.1.2005 | | 10,300,000 | 85,871,636 | (51,432,603) | 44,739,033 |
| Issuance of ordinary shares | 20 | 2,060,000 | 618,000 | – | 2,678,000 |
| Loss for the year | | – | – | (897,386) | (897,386) |
| At 31.12.2005 and at 1.1.2006 | | 12,360,000 | 86,489,636 | (52,329,989) | 46,519,647 |
| Profit for the year | | – | – | 10,007,077 | 10,007,077 |
| At 31.12.2006 | | 12,360,000 | 86,489,636 | (42,322,912) | 56,526,724 |

The notes on pages 23 to 49 form an integral part of these financial statements.