

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the year ended 31st December, 2006

	Attributable to equity holders of the Company								
	Share capital HK\$'000	Share premium HK\$'000	Translation reserve HK\$'000	Convertible bonds equity reserve HK\$'000 (Note i)	PRC statutory reserves HK\$'000 (Note ii)	Accumulated losses HK\$'000	Total HK\$'000	Minority interests HK\$'000	Total HK\$'000
At 1st January, 2005	607,058	2,252	112	4,297	-	(71,131)	542,588	21,432	564,020
Exchange differences arising on translation of overseas operations	-	-	4,700	-	-	-	4,700	6	4,706
Share of translation reserve of a jointly controlled entity	-	-	1,468	-	-	-	1,468	-	1,468
Net income and expenses recognised directly in equity	-	-	6,168	-	-	-	6,168	6	6,174
Loss for the year	-	-	-	-	-	(75,614)	(75,614)	(1,284)	(76,898)
Total recognised income and expenses for the year	-	-	6,168	-	-	(75,614)	(69,446)	(1,278)	(70,724)
Transfer	-	-	-	(4,297)	-	4,297	-	-	-
At 31st December, 2005	607,058	2,252	6,280	-	-	(142,448)	473,142	20,154	493,296
Exchange differences arising on translation of overseas operations	-	-	6,011	-	-	-	6,011	2,696	8,707
Share of translation reserve of an associate	-	-	19,771	-	-	-	19,771	-	19,771
Share of translation reserve of a jointly controlled entity	-	-	1,857	-	-	-	1,857	-	1,857
Net income and expenses recognised directly in equity	-	-	27,639	-	-	-	27,639	2,696	30,335
Share of transfer of reserves of an associate	-	-	-	-	507	(507)	-	-	-
Loss for the year	-	-	-	-	-	(238,132)	(238,132)	(21,519)	(259,651)
Total recognised income and expenses for the year	-	-	27,639	-	507	(238,639)	(210,493)	(18,823)	(229,316)
Issue of shares on exercise of share options	1	-	-	-	-	-	1	-	1
At 31st December, 2006	607,059	2,252	33,919	-	507	(381,087)	262,650	1,331	263,981

Notes:

- (i) Convertible bonds equity reserve represented the equity component of convertible bonds issued by the Group and fully settled by the Group during the year ended 31st December, 2005.
- (ii) PRC statutory reserves are reserves required by the relevant laws in the People's Republic of China (the "PRC") applicable to the Group's associate established in the PRC.