

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the Year ended 31 March 2007

	Share capital HK\$	Share premium HK\$	Buildings revaluation reserve HK\$	Special reserve HK\$	Exchange fluctuation reserve HK\$	Accumulated losses HK\$	Total HK\$
At 1 April 2005	48,699,577	24,062,750	–	(11,152,801)	(112,109)	(29,846,494)	31,650,923
Issue of new shares	9,600,000	2,880,000	–	–	–	–	12,480,000
Share issuance expense	–	(66,462)	–	–	–	–	(66,462)
Share consolidation expense	–	(132,849)	–	–	–	–	(132,849)
Exchange realignment	–	–	–	–	(345,206)	–	(345,206)
Surplus on revaluation	–	–	578,596	–	–	–	578,596
Deferred tax credited in the revaluation reserve	–	–	(32,200)	–	–	–	(32,200)
Loss for the year	–	–	–	–	–	(29,803,022)	(29,803,022)
At 31 March 2006	<u>58,299,577</u>	<u>26,743,439</u>	<u>546,396</u>	<u>(11,152,801)</u>	<u>(457,315)</u>	<u>(59,649,516)</u>	<u>14,329,780</u>
At 1 April 2006	58,299,577	26,743,439	546,396	(11,152,801)	(457,315)	(59,649,516)	14,329,780
Issue of new shares	25,579,000	14,321,100	–	–	–	–	39,900,100
Share issuance expense	–	(153,465)	–	–	–	–	(153,465)
Exchange realignment	–	–	–	–	(93,436)	–	(93,436)
Reversal of deferred tax on disposal of investment properties	–	–	115,902	–	–	–	115,902
Disposal of buildings held for own use	–	–	(662,298)	–	–	662,298	–
Disposal of foreign operations	–	–	–	–	457,315	–	457,315
Loss for the year	–	–	–	–	–	(18,616,044)	(18,616,044)
At 31 March 2007	<u>83,878,577</u>	<u>40,911,074</u>	<u>–</u>	<u>(11,152,801)</u>	<u>(93,436)</u>	<u>(77,603,262)</u>	<u>35,940,152</u>
Reserves retained by the Company and subsidiaries							
At 31 March 2007	<u>83,878,577</u>	<u>40,911,074</u>	<u>–</u>	<u>(11,152,801)</u>	<u>(93,436)</u>	<u>(77,603,262)</u>	<u>35,940,152</u>
At 31 March 2006	<u>58,299,577</u>	<u>26,743,439</u>	<u>546,396</u>	<u>(11,152,801)</u>	<u>(457,315)</u>	<u>(59,649,516)</u>	<u>14,329,780</u>

The notes on pages 34 to 109 form an integral part of these financial statements.