

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the six months ended 30th June, 2002

	Share capital HK\$'000	Share premium HK\$'000	Goodwill reserve HK\$'000	Translation reserve HK\$'000	Retained earnings (deficit) HK\$'000	Total HK\$'000
At 1st January, 2001	150,883	534,369	57,910	(265)	(476,806)	266,091
Exchange differences arising on translation of financial statements of operations outside Hong Kong not recognised in the income statement	—	—	—	212	—	212
Net profit for the period	—	—	—	—	65,170	65,170
At 30th June, 2001	150,883	534,369	57,910	(53)	(411,636)	331,473
Exchange differences arising on translation of financial statements of operations outside Hong Kong not recognised in the income statement	—	—	—	5,319	—	5,319
Net profit for the period	—	—	—	—	66,251	66,251
At 31st December, 2001	150,883	534,369	57,910	5,266	(345,385)	403,043
Reduction of share premium to set off against deficit (<i>Note</i>)	—	(534,369)	—	—	534,369	—
Shares issued at premium upon conversion of convertible bonds (<i>Note 14.a.</i>)	93,969	761,900	—	—	—	855,869
Shares issued at premium pursuant to the Subscription (<i>Note 14.b.</i>)	17,000	142,800	—	—	—	159,800
Expenses incurred in connection with the issue of shares pursuant to the Subscription	—	(3,519)	—	—	—	(3,519)
Shares issued at premium upon exercise of share options	43	196	—	—	—	239
Net profit for the period	—	—	—	—	70,595	70,595
At 30th June, 2002	261,895	901,377	57,910	5,266	259,579	1,486,027

Note: On 25th April, 2002, the Company proposed a reduction of share premium of HK\$534,369,000 and the application of contributed surplus of HK\$55,560,000 to set off against the Company's deficit. Pursuant to a special resolution passed at a special general meeting held on 27th May, 2002, the reduction of share premium and the application of contributed surplus became effective on 28th May, 2002.