

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

FOR THE YEAR ENDED MARCH 31, 2003

	Share capital HK\$'000	Share premium HK\$'000	Capital redemption reserve HK\$'000	Investment property revaluation reserve HK\$'000	Translation reserve HK\$'000	Merger reserve HK\$'000	Accumulated losses HK\$'000	Total HK\$'000
At April 1, 2001	48,276	115,540	109	31	(643)	1,650	(6,400)	158,563
Deficit arising on revaluation	–	–	–	(31)	–	–	–	(31)
Exchange differences arising on translation of financial statements of overseas operations	–	–	–	–	994	–	–	994
Net gain not recognized in the income statement	–	–	–	(31)	994	–	–	963
Loss for the year	–	–	–	–	–	–	(49,708)	(49,708)
At April 1, 2002	48,276	115,540	109	–	351	1,650	(56,108)	109,818
Exchange differences arising on translation of financial statements of overseas operations not recognized in the income statement	–	–	–	–	(2)	–	–	(2)
Issue of shares	7,920	–	–	–	–	–	–	7,920
Premium arising on issue of shares	–	1,584	–	–	–	–	–	1,584
Expenses incurred in connection with the issue of shares	–	(53)	–	–	–	–	–	(53)
Release on disposal of subsidiaries	–	–	–	–	(351)	–	–	(351)
Loss for the year	–	–	–	–	–	–	(11,243)	(11,243)
At March 31, 2003	56,196	117,071	109	–	(2)	1,650	(67,351)	107,673

The accumulated losses of the Group include an accumulated profit of HK\$560,000 (2002: accumulated losses of HK\$28,887,000) attributable to associates of the Group and accumulated losses of HK\$4,860,000 (2002: HK\$2,229,000) attributable to jointly controlled entities of the Group.

The merger reserve of the Group represents the difference between the nominal amount of the share capital of the subsidiaries at the date on which they were acquired by the Group and the nominal amount of the share capital issued as consideration for the group reorganization in 1991.