

Consolidated Statement of Changes in Equity

Year ended 31st July, 2003

	Issued share capital	Share premium account	Capital reserve (note i)	Fixed assets revaluation reserve (note ii)	Accumulated losses	Total
	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000
At 1st August, 2001	154,282	164,921	350	277,079	(197,720)	398,912
Deficit on revaluation, losses not recognised in the profit and loss account	—	—	—	(105,222)	—	(105,222)
Profit for the year	—	—	—	—	20,058	20,058
Release upon disposal of fixed assets (note iii)	—	—	—	(302)	302	—
At 31st July, 2002 and 1st August, 2002	154,282	164,921	350	171,555	(177,360)	313,748
Loss for the year	—	—	—	—	(58,130)	(58,130)
At 31st July, 2003	154,282	164,921*	350*	171,555*	(235,490)	255,618

Notes:

- (i) The amount of negative goodwill remaining in the capital reserve, arising from the acquisition of a subsidiary prior to 1st August, 2001, was HK\$350,000 representing the excess of the value of the assets and liabilities acquired over the cost of acquisition.
- (ii) Included in the Group's fixed assets revaluation reserve is a frozen revaluation surplus of HK\$167,005,000 (2002: HK\$167,005,000), in relation to certain leasehold land and buildings which were transferred to investment properties in prior years.
- (iii) In the prior year, the Group disposed of certain land and buildings. The respective amount of the accumulated surplus on revaluation of this asset of HK\$302,000 was released from the Group's fixed assets revaluation reserve, and transferred to the accumulated losses of the Group.

* These reserve accounts comprise the consolidated reserves of HK\$336,826,000 (2002: HK\$336,826,000) in the consolidated balance sheet.