

## CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (For the year ended 31 December 2003)

	Share capital <i>HK\$'000</i>	Statutory surplus reserve <i>HK\$'000</i>	Accumulated profit (loss) <i>HK\$'000</i>	Total <i>HK\$'000</i>
Issue and allotment of shares at par on incorporation	100	–	–	100
Issue of shares at par on 17 September 2002	39,900	–	–	39,900
Issue of shares as consideration for the acquisition of subsidiaries on 17 September 2002	7,484	–	–	7,484
Net profit for the period	–	–	324	324
Appropriations	–	180	(180)	–
At 31 December 2002	47,484	180	144	47,808
Net loss for the year	–	–	(22,441)	(22,441)
Appropriations	–	786	(786)	–
<b>At 31 December 2003</b>	<b>47,484</b>	<b>966</b>	<b>(23,083)</b>	<b>25,367</b>

The statutory reserves represent enterprise development and general reserve funds appropriated from the profit after taxation of a subsidiary established in the People's Republic of China (the "PRC") in accordance with the PRC laws and regulations.