

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the year ended 31st March, 2004

	Share capital HK\$'000	Share premium HK\$'000	Exchange reserve HK\$'000	Contributed surplus HK\$'000 (Note)	Deficit HK\$'000	Total HK\$'000
At 1st April, 2002	175,138	1,908,060	9,233	556,707	(2,507,681)	141,457
Exchange adjustment and loss not recognised in the consolidated income statement	-	-	(915)	-	-	(915)
Arising from capital reorganisation	(166,381)	(1,850,000)	-	(409,785)	2,426,166	-
Issue of shares	3,500	52,500	-	-	-	56,000
Shares issue expenses	-	(1,529)	-	-	-	(1,529)
Realised on subsidiaries not consolidated	-	-	(5,831)	-	-	(5,831)
Realised on dilution and disposal of interest in an associate	-	-	(709)	-	-	(709)
Net loss for the year	-	-	-	-	(130,409)	(130,409)
At 31st March, 2003	12,257	109,031	1,778	146,922	(211,924)	58,064
Exchange adjustment and loss not recognised in the consolidated income statement	-	-	(1,189)	-	-	(1,189)
Issue of shares	17,375	121,625	-	-	-	139,000
Shares issue expenses	-	(3,731)	-	-	-	(3,731)
Realised on dilution and disposal of interest in subsidiaries	-	-	(4,551)	-	-	(4,551)
Net loss for the year	-	-	-	-	(14,484)	(14,484)
At 31st March, 2004	<u>29,632</u>	<u>226,925</u>	<u>(3,962)</u>	<u>146,922</u>	<u>(226,408)</u>	<u>173,109</u>

At 31st March, 2004, the deficit of the Group included HK\$1 million (2003: HK\$47 million) attributable to jointly controlled entities and HK\$24 million (2003: HK\$20 million) attributable to its associates.

Note: The contributed surplus of the Group represented the balance of credit arising from the reduction of share capital and the cancellation of share premium in relation to the capital reorganisation in 1996 less the amount transferred to deficit in relation to another capital reorganisation in the year ended 31st March, 2003 and the amount released from disposal of certain associated companies and distribution of dividends in prior years.