

# CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the year ended March 31, 2004

	Share capital HK\$'000	Share premium account HK\$'000	Contributed surplus HK\$'000	Accumulated losses HK\$'000	Total HK\$'000
Balance at April 1, 2002					
- as previously reported	440,102	744,631	84,925	(1,061,871)	207,787
- prior period adjustment (note 2)	-	-	-	(481)	(481)
- as restated	440,102	744,631	84,925	(1,062,352)	207,306
Issue of shares	33,000	-	-	-	33,000
Exercise of the conversion rights of convertible redeemable non-voting preference shares	(3,652)	3,652	-	-	-
Net loss for the year	-	-	-	(129,883)	(129,883)
Preference share dividend	-	-	-	(1,126)	(1,126)
Balance at April 1, 2003	469,450	748,283	84,925	(1,193,361)	109,297
Exercise of share options	1,160	899	-	-	2,059
Net loss for the year	-	-	-	(101,873)	(101,873)
Preference share dividend	-	-	-	(1,036)	(1,036)
Balance at March 31, 2004	<u>470,610</u>	<u>749,182</u>	<u>84,925</u>	<u>(1,296,270)</u>	<u>8,447</u>

The contributed surplus of the Group represents the difference between the estimated fair value of the Company's ordinary shares issued as purchase consideration of a subsidiary at the date of acquisition in 2002 over the nominal value of the Company's ordinary share.