

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the year ended 31st March, 2004

| | Share capital HK\$'000 (note 19) | Share premium HK\$'000 | Contributed surplus HK\$'000 | Translation reserve HK\$'000 | Deficit HK\$'000 | Total HK\$'000 |
|--|---|------------------------------|------------------------------------|------------------------------------|---------------------|-------------------|
| At 1st April, 2002 | 201,619 | 51,358 | 1,996 | (629) | (91,672) | 162,672 |
| Exchange gain not recognised in the consolidated income statement | - | - | - | 16 | - | 16 |
| Issue of shares | 18,500 | - | - | - | - | 18,500 |
| Net loss for the year | - | - | - | - | (46,720) | (46,720) |
| At 31st March, 2003 | 220,119 | 51,358 | 1,996 | (613) | (138,392) | 134,468 |
| Exchange loss not recognised in the consolidated income statement | - | - | - | (22) | - | (22) |
| Net loss for the year | - | - | - | - | (46,836) | (46,836) |
| At 31st March, 2004 | 220,119 | 51,358 | 1,996 | (635) | (185,228) | 87,610 |
| Attributable to: | | | | | | |
| The Company and its subsidiaries | 220,119 | 51,358 | 1,996 | (635) | (145,963) | 126,875 |
| Associate | - | - | - | - | (39,265) | (39,265) |
| | 220,119 | 51,358 | 1,996 | (635) | (185,228) | 87,610 |

The contributed surplus of the Group represents the difference between the nominal value of the shares of the subsidiaries acquired pursuant to the reorganisation prior to the listing of the Company's shares on the Main Board of The Stock Exchange of Hong Kong Limited in 1996 and the nominal value of the Company's shares issued in exchange.