

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

Year ended 30 June 2004

	Notes	Issued share capital HK\$	Share premium account HK\$	Investment revaluation reserve HK\$	Accumulated losses HK\$	Total HK\$
At 1 July 2002		4,000,000	30,944,887	–	(5,439,285)	29,505,602
Deficit on revaluation		–	–	(7,392,800)	–	(7,392,800)
Transfer to profit and loss account on impairment		–	–	7,392,800	–	7,392,800
Net loss for the year		–	–	–	(18,156,574)	(18,156,574)
At 30 June 2003 and 1 July 2003		4,000,000	30,944,887*	–	(23,595,859)*	11,349,028
Issue of shares	20	800,000	1,200,000	–	–	2,000,000
Share issue expenses	20	–	(46,595)	–	–	(46,595)
Deficit on revaluation		–	–	(6,000,000)	–	(6,000,000)
Transfer to profit and loss account on impairment	7	–	–	2,500,000	–	2,500,000
Net loss for the year		–	–	–	(6,100,480)	(6,100,480)
At 30 June 2004		4,800,000	32,098,292*	(3,500,000)*	(29,696,339)*	3,701,953

* These reserve accounts comprise the consolidated debit reserve of HK\$1,098,047 (2003: a credit reserve of HK\$7,349,028) in the consolidated balance sheet.