

Consolidated Statement of Changes in Equity

For the period from 1 April 2004 to 30 June 2005

	Share capital HK\$'000	Share premium HK\$'000	Asset revaluation reserve HK\$'000	Goodwill reserve HK\$'000	Statutory reserve HK\$'000	Exchange reserve HK\$'000	Contributed surplus HK\$'000	Retained profits HK\$'000	Total HK\$'000
THE GROUP									
At 1 April 2004	1,896	–	14,190	(63,298)	4,474	(16,141)	587,012	244,705	772,838
Surplus on revaluation of leasehold land and buildings	–	–	7,708	–	–	–	–	–	7,708
Increase in opening deferred tax liability resulting from change in tax rate	–	–	(13)	–	–	–	–	–	(13)
Deferred tax liability arising on revaluation of properties	–	–	(1,557)	–	–	–	–	–	(1,557)
Minority share of post-acquisition reserve	–	–	2,486	–	–	–	–	–	2,486
Exchange difference on translation of financial statements of overseas operations	–	–	–	–	–	443	–	–	443
Net gains not recognised in the income statement	–	–	8,624	–	–	443	–	–	9,067
Placement of new shares	834	43,136	–	–	–	–	–	–	43,970
Expenses incurred in relation to the placement of new shares	–	(965)	–	–	–	–	–	–	(965)
Realised on impairment of goodwill	–	–	–	63,653	–	–	–	–	63,653
Loss for the year	–	–	–	–	–	–	–	(85,185)	(85,185)
At 31 March 2004	2,730	42,171	22,814	355	4,474	(15,698)	587,012	159,520	803,378
Surplus on revaluation of leasehold land and buildings	–	–	15,068	–	–	–	–	–	15,068
Deferred tax liability arising on revaluation of properties	–	–	(1,702)	–	–	–	–	–	(1,702)
Minority share of post-acquisition reserve	–	–	(1,814)	–	–	–	–	–	(1,814)
Exchange difference on translation of financial statements of overseas operations	–	–	–	–	–	(238)	–	–	(238)
Net gains not recognised in the income statement	–	–	11,552	–	–	(238)	–	–	11,314
Placement of new shares	1,194	31,695	–	–	–	–	–	–	32,889
Expenses incurred in relation to the placement of new shares	–	(2,613)	–	–	–	–	–	–	(2,613)
Released upon partial disposal of a subsidiary	–	–	(1,164)	–	–	–	–	1,164	–
Loss for the period	–	–	–	–	–	–	–	(61,135)	(61,135)
At 30 June 2005	3,924	71,253	33,202	355	4,474	(15,936)	587,012	99,549	783,833

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The retained profits of the Group include losses of HK\$13,431,000 (31.3.2004: HK\$13,720,000) attributable to the associates of the Group and nil (31.3.2004: nil) attributable to its jointly controlled entities.

The statutory reserve of the Group represents reserve required by the relevant People's Republic of China ("PRC") laws applicable to the Company's PRC subsidiaries.

The contributed surplus represented the net balance after setting off accumulated losses of the Company as at 1 April 2002 from reduced share capital and cancelled share premium of the Company in accordance with the Company's capital reorganisation in September 2002.