

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the year ended 31st July, 2005

	Share capital HK\$'000	Share premium HK\$'000	Capital reserve HK\$'000	Capital reduction reserve HK\$'000	Capital redemption reserve HK\$'000	Accumulated losses HK\$'000	Total HK\$'000
THE GROUP							
At 31st July, 2003	20,814	7,824	157	170,583	268	(119,763)	79,883
Conversion of convertible notes (note 24a)	2,500	2,500	—	—	—	—	5,000
Issue of shares on private placements (note 24b)	9,380	9,380	—	—	—	—	18,760
Expenses incurred in connection with issue of shares	—	(446)	—	—	—	—	(446)
Net loss for the year	—	—	—	—	—	(2,861)	(2,861)
At 31st July, 2004	32,694	19,258	157	170,583	268	(122,624)	100,336
Conversion of convertible notes (note 24c)	13,350	22,830	—	—	—	—	36,180
Issue of shares on private placement (note 24d)	6,500	10,725	—	—	—	—	17,225
Expenses incurred in connection with issue of shares	—	(457)	—	—	—	—	(457)
Net profit for the year	—	—	—	—	—	5,902	5,902
Balance at 31st July, 2005	<u>52,544</u>	<u>52,356</u>	<u>157</u>	<u>170,583</u>	<u>268</u>	<u>(116,722)</u>	<u>159,186</u>