

Consolidated Statement of Changes in Equity

For the year ended 31 December 2005

	Attributable to equity holders of the Company									
	Share capital	Share premium	Properties revaluation reserve	Merger reserve	Statutory reserves	Exchange reserve	Retained earnings/ (accumulated losses)	Proposed final dividend	Sub-total	Minority interests
	HK\$'000	HK\$'000	HK\$'000	(Note a) HK\$'000	(Note b) HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000
At 1 January 2004, as previously reported	20,000	27,645	296	2,150	2,223	202	31,603	5,500	89,619	-
Effect of adopting HKAS 17	-	-	-	-	-	-	3,912	-	3,912	-
At 1 January 2004, as restated	20,000	27,645	296	2,150	2,223	202	35,515	5,500	93,531	-
Surplus on revaluation of properties	-	-	138	-	-	-	-	-	138	-
Net income recognised directly in equity	-	-	138	-	-	-	-	-	138	-
(Loss)/profit for the year	-	-	-	-	-	-	(104,486)	-	(104,486)	114
Total recognised income and expenses for the year	-	-	138	-	-	-	(104,486)	-	(104,348)	114
Capital injection by a minority shareholder of a subsidiary	-	-	-	-	-	-	-	-	-	5
Dividend paid	-	-	-	-	-	-	-	(5,500)	(5,500)	-
At 31 December 2004	20,000	27,645	434	2,150	2,223	202	(68,971)	-	(16,317)	119
At 1 January 2005, as previously reported as equity	20,000	27,645	1,568	2,150	2,223	202	(72,787)	-	(18,999)	-
At 1 January 2005, as previously reported as minority interests	-	-	-	-	-	-	-	-	-	119
Effect of adopting HKAS 17	-	-	(1,134)	-	-	-	3,816	-	2,682	-
At 1 January 2005, as restated	20,000	27,645	434	2,150	2,223	202	(68,971)	-	(16,317)	119
Loss for the year	-	-	-	-	-	-	(27,089)	-	(27,089)	(629)
Total recognised income and expenses for the year	-	-	-	-	-	-	(27,089)	-	(27,089)	(629)
Minority interests attributable to non-wholly owned subsidiaries	-	-	-	-	-	-	-	-	-	17,974
Currency translation differences	-	-	-	-	-	(37)	-	-	(37)	-
Rights issue	10,000	44,000	-	-	-	-	-	-	54,000	-
Rights issue expenses	-	(1,303)	-	-	-	-	-	-	(1,303)	-
At 31 December 2005	30,000	70,342	434	2,150	2,223	165	(96,060)	-	9,254	17,464

Notes:

- (a) The merger reserve of the Group represents the difference between the nominal value of the shares issued and the nominal value of shares of the subsidiaries acquired at the time of the group reorganisation on 29 December 2000.
- (b) The statutory reserves of the Group comprise enterprise expansion and general reserve funds which represent funds set up by a subsidiary established and operating in the People's Republic of China (the "PRC") and form part of the shareholders' funds. According to the relevant PRC regulations, upon approval, the enterprise expansion reserve fund may be used for increasing capital while the general reserve fund may be used for making up losses and increasing capital of the subsidiary.