

# Consolidated Statement of Changes in Equity

For the year ended 31 March 2006

	Share capital HK\$'000	Share premium HK\$'000	Exchange fluctuation reserve HK\$'000	Retained profits HK\$'000	Total equity HK\$'000
At 1 April 2004	8,096	9,827	–	68,818	86,741
Net loss for the year	–	–	–	(3,640)	(3,640)
At 31 March 2005 and at 1 April 2005	8,096	9,827	–	65,178	83,101
Exchange differences on translation of:					
– financial statements of overseas subsidiaries	–	–	1,171	–	1,171
Net loss for the year	–	–	–	(39,410)	(39,410)
<b>At 31 March 2006</b>	<b>8,096</b>	<b>9,827</b>	<b>1,171</b>	<b>25,768</b>	<b>44,862</b>
Reserves retained by:					
Company and subsidiaries		9,827	1,171	25,691	36,689
Associate		–	–	77	77
<b>At 31 March 2006</b>		<b>9,827</b>	<b>1,171</b>	<b>25,768</b>	<b>36,766</b>
Company and subsidiaries		9,827	–	65,169	74,996
Associate		–	–	9	9
At 31 March 2005		9,827	–	65,178	75,005

*Note:* The share premium account of the Group includes (i) shares issued at premium; and (ii) the difference between the nominal value of the aggregate issued share capital of the subsidiaries acquired, together with the share premium arising on the acquisition of the provision of administrative services and the trading of fashion apparel (the “Transferred Business”) pursuant to the group reorganisation upon the listing of the Company, over the nominal value of the Company’s shares issued in exchange therefor.

The accompanying notes form an integral part of these financial statements.