

Consolidated Statement of Changes in Equity

For the year ended 31st December, 2002

	Share capital HK\$'000	Share premium HK\$'000	Special reserve HK\$'000	Property revaluation reserve HK\$'000	Retained profits HK\$'000	Total HK\$'000
At 1st January, 2001	234	–	72,835	9,211	39,426	121,706
Revaluation increase of leasehold land and buildings not recognised in the consolidated income statement	–	–	–	5,750	–	5,750
Capitalisation of shareholders' loans	–	–	7,200	–	–	7,200
Net profit for the year	–	–	–	–	26,006	26,006
Dividend paid	–	–	–	–	(5,000)	(5,000)
At 31st December, 2001	234	–	80,035	14,961	60,432	155,662
Revaluation increase of leasehold land and buildings not recognised in the consolidated income statement	–	–	–	1,038	–	1,038
Special reserve arising on the Group Reorganisation	(224)	–	224	–	–	–
Shares issued at premium on Placing and Public Offer	1,200	28,800	–	–	–	30,000
Share issue expenses	–	(6,370)	–	–	–	(6,370)
Issue of shares arising from capitalisation of share premium	6,790	(6,790)	–	–	–	–
Net profit for the year	–	–	–	–	24,388	24,388
Dividend paid	–	–	–	–	(55,000)	(55,000)
At 31st December, 2002	8,000	15,640	80,259	15,999	29,820	149,718

Notes:

- (a) Special reserve as at 1st January, 2001 represented the difference between the nominal amount of the share capital issued by PME International (BVI) Company Limited, the then holding company of the Group, and the aggregate of the nominal amount of the issued share capital and other reserves accounts of the subsidiaries which was acquired by PME International (BVI) Company Limited pursuant to the group reorganisation carried out in 1997.
- (b) Special reserve arising during the year represents the difference between the paid up capital of the previous holding company of the Group acquired and the nominal value of the Company's shares issued for the acquisition at the time of the Group Reorganisation as set out in note 1.