

**STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED JUNE 30, 2004**

	Share Capital	Revenue Reserves		Capital Reserves		
		Accumulated Loss	General Reserve	Fair Value Reserve Investments	Total	
(R U P E E S)						
Balance as at July 01, 2002	40,000,000	(38,992,644)	3,500,000	4,507,356	161,858	4,669,214
Change in fair value of available for sale investments	-	-	-	-	1,438,595	1,438,595
Gain realised during the period	-	-	-	-	(20,877)	(20,877)
Profit for the year	-	2,102,191	-	2,102,191	-	2,102,191
Balance as at June 30, 2003	40,000,000	(36,890,453)	3,500,000	6,609,547	1,579,576	8,189,123
Change in fair value of available for sale investments	-	-	-	-	179,262	179,262
Gain realised during the period	-	-	-	-	(1,137,890)	(1,137,890)
Loss for the year	-	(10,818,124)	-	(10,818,124)	-	(10,818,124)
Balance as at June 30, 2004	40,000,000	(47,708,577)	3,500,000	(4,208,577)	620,948	(3,587,629)

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

Chief Executive

Director