

Statement of Changes in Equity

for the year ended 31 December 2002

	Share Capital HK\$M	Share Premium HK\$M	Capital Redemption Reserve HK\$M	Other Reserves HK\$M	Retained Profits HK\$M	Total HK\$M
Group						
Balance at 1 January 2001, as previously reported	10,406	13,362	2,036	(73)	7,689	33,420
Surplus of employee retirement benefit plan assets over liabilities (Note 8)	—	—	—	—	1,194	1,194
Balance at 1 January 2001, restated	10,406	13,362	2,036	(73)	8,883	34,614
Exchange differences arising on translation of:						
jointly controlled entities	—	—	—	(197)	—	(197)
associated companies	—	—	—	(21)	—	(21)
Net gains and losses not recognised in the profit and loss account	—	—	—	(218)	—	(218)
One-for-five bonus issue	2,081	(2,081)	—	—	—	—
Repurchase of ordinary shares	(380)	—	380	—	(2,282)	(2,282)
Earnings for the year	—	—	—	—	7,257	7,257
Dividends declared for the year						
2000 finals	—	—	—	—	(1,602)	(1,602)
2001 interims	—	—	—	—	(2,605)	(2,605)
Share of other reserves of jointly controlled entities and associated company	—	—	—	4	—	4
Balance at 31 December 2001, restated	12,107	11,281	2,416	(287)	9,651 ^(a)	35,168
Company and subsidiary companies, restated	12,107	11,281	2,416	(292)	5,134	30,646
Jointly controlled entities	—	—	—	2	4,335	4,337
Associated company	—	—	—	3	182	185
Balance at 31 December 2001, restated	12,107	11,281	2,416	(287)	9,651	35,168
Balance at 1 January 2002, as previously reported	12,107	11,281	2,416	(287)	8,457	33,974
Surplus of employee retirement benefit plan assets over liabilities (Note 8)	—	—	—	—	1,194	1,194
Balance at 1 January 2002, restated	12,107	11,281	2,416	(287)	9,651	35,168
Exchange differences arising on translation of :						
jointly controlled entities	—	—	—	182	—	182
associated company	—	—	—	29	—	29
Net gains and losses not recognised in the profit and loss account	—	—	—	211	—	211
Repurchase of ordinary shares	(66)	—	66	—	(397)	(397)
Transfer of share premium to retained profits (Note 26)	—	(10,117)	—	—	10,117	—
Earnings for the year	—	—	—	—	7,079	7,079
Dividends declared for the year						
2001 finals	—	—	—	—	(2,528)	(2,528)
2002 interims	—	—	—	—	(2,746)	(2,746)
Balance at 31 December 2002	12,041	1,164	2,482	(76)	21,176^(b)	36,787
Company and subsidiary companies	12,041	1,164	2,482	(81)	17,235	32,841
Jointly controlled entities	—	—	—	1	3,678	3,679
Associated companies	—	—	—	4	263	267
Balance at 31 December 2002	12,041	1,164	2,482	(76)	21,176	36,787

(a) The proposed final dividends at 31 December 2001 and balance of retained profits after proposed final dividends were HK\$2,528 million and HK\$7,123 million respectively.

(b) The proposed final dividends at 31 December 2002 and balance of retained profits after proposed final dividends were HK\$1,782 million and HK\$19,394 million respectively.

	Share Capital HK\$M	Share Premium HK\$M	Capital Redemption Reserve HK\$M	Retained Profits HK\$M	Total HK\$M
Company					
Balance at 1 January 2001, as previously reported	10,406	13,362	2,036	3,395	29,199
Surplus of employee retirement benefit plan assets over liabilities (Note 8)	—	—	—	29	29
Balance at 1 January 2001, restated	10,406	13,362	2,036	3,424	29,228
One-for-five bonus issue	2,081	(2,081)	—	—	—
Repurchase of ordinary shares	(380)	—	380	(2,282)	(2,282)
Earnings for the year	—	—	—	7,352	7,352
Dividends declared for the year					
2000 finals	—	—	—	(1,602)	(1,602)
2001 interims	—	—	—	(2,605)	(2,605)
Balance at 31 December 2001, restated	12,107	11,281	2,416	4,287 ^(a)	30,091
Balance at 1 January 2002, as previously reported	12,107	11,281	2,416	4,258	30,062
Surplus of employee retirement benefit plan assets over liabilities (Note 8)	—	—	—	29	29
Balance at 1 January 2002, restated	12,107	11,281	2,416	4,287	30,091
Repurchase of ordinary shares	(66)	—	66	(397)	(397)
Transfer of share premium to retained profits (Note 26)	—	(10,117)	—	10,117	—
Earnings for the year	—	—	—	7,607	7,607
Dividends declared for the year					
2001 finals	—	—	—	(2,528)	(2,528)
2002 interims	—	—	—	(2,746)	(2,746)
Balance at 31 December 2002	12,041	1,164	2,482	16,340^(b)	32,027

(a) The proposed final dividends at 31 December 2001 and balance of retained profits after proposed final dividends were HK\$2,528 million and HK\$1,759 million respectively.

(b) The proposed final dividends at 31 December 2002 and balance of retained profits after proposed final dividends were HK\$1,782 million and HK\$14,558 million respectively.

At 31 December 2002, distributable reserves of the Company amounted to HK\$16,340 million (2001: HK\$4,287 million as restated).