

Condensed Statement of Changes in Equity

(Unaudited)	Share Capital HK\$M	Share Premium HK\$M	Capital Redemption Reserve HK\$M	Other Reserves HK\$M	Retained Profit HK\$M	Total HK\$M
Balance at 1 January 2003, as previously reported	12,041	1,164	2,482	(76)	21,176	36,787
Tax adjustments (Note (a))	–	–	–	13	88	101
Balance at 1 January 2003, restated	12,041	1,164	2,482	(63)	21,264	36,888
Exchange differences arising on translation of:						
subsidiaries	–	–	–	93	–	93
jointly controlled entities	–	–	–	49	–	49
associated companies	–	–	–	33	–	33
Net gains and losses not recognised in the profit and loss account	–	–	–	175	–	175
Earnings for the period	–	–	–	–	3,714	3,714
Dividends declared: 2002 final	–	–	–	–	(1,782)	(1,782)
2003 interim	–	–	–	–	(987)	(987)
Appropriation to non-distributable statutory reserve	–	–	–	22	(22)	–
Reserves of associated company	–	–	–	12	–	12
					Note (b)	
Balance at 30 June 2003	12,041	1,164	2,482	146	22,187	38,020
Company and subsidiary companies	12,041	1,164	2,482	107	18,388	34,182
Jointly controlled entities	–	–	–	23	3,503	3,526
Associated companies	–	–	–	16	296	312
	12,041	1,164	2,482	146	22,187	38,020

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(Unaudited)	Capital					
	Share Capital HK\$M	Share Premium HK\$M	Redemption Reserve HK\$M	Other Reserves HK\$M	Retained Profit HK\$M	Total HK\$M
Balance at 1 January 2002, as previously reported	12,107	11,281	2,416	(287)	9,651	35,168
Tax adjustments (Note (a))	–	–	–	1	63	64
Balance at 1 January 2002, restated	12,107	11,281	2,416	(286)	9,714	35,232
Exchange differences arising on translation of:						
jointly controlled entities	–	–	–	200	–	200
associated company	–	–	–	81	–	81
Net gains and losses not recognised in the profit and loss account	–	–	–	281	–	281
Repurchase of ordinary shares	(66)	–	66	–	(397)	(397)
Transfer of share premium to retained profit	–	(10,117)	–	–	10,117	–
Earnings for the period, restated	–	–	–	–	3,431	3,431
Dividends declared: 2001 final	–	–	–	–	(2,528)	(2,528)
2002 interim	–	–	–	–	(915)	(915)
Reserves of associated company	–	–	–	4	–	4
Balance at 30 June 2002	12,041	1,164	2,482	(1)	19,422	35,108
					Note (c)	
Company and subsidiary companies	12,041	1,164	2,482	(10)	15,709	31,386
Jointly controlled entities	–	–	–	2	3,461	3,463
Associated companies	–	–	–	7	252	259
	12,041	1,164	2,482	(1)	19,422	35,108

Notes:

- (a) The profits tax adjustments are required for the adoption of SSAP No. 12 (Revised) "Income Taxes" (Note 1(A) to the Condensed Interim Accounts). The adjustments mainly relate to temporary differences in respect of property, plant and equipment, the revaluation of assets on acquisition, withholding taxation on retained earnings of overseas investments, and carried forward tax losses.
- (b) The proposed interim dividend at 30 June 2003 and balance of retained profits after the proposed interim dividend were HK\$987 million and HK\$21,200 million respectively.
- (c) The proposed interim dividend at 30 June 2002 and balance of retained profits after the proposed interim dividend were HK\$915 million and HK\$18,507 million respectively.