

# Consolidated Statement of Changes in Equity

For the year ended 31 December 2006

	Attributable to equity holders of the Company													Total HK\$'000	Minority interests HK\$'000	Total HK\$'000
	Share capital HK\$'000	Share premium HK\$'000	Special reserve HK\$'000	Property revaluation reserve HK\$'000	Statutory surplus reserve fund HK\$'000	Enterprise expansion fund HK\$'000	Translation reserve HK\$'000	Share option reserve HK\$'000	Capital redemption reserve HK\$'000	Accumulated profits HK\$'000	Total HK\$'000	Minority interests HK\$'000	Total HK\$'000			
At 1 January 2005	72,210	90,056	38,510	49,308	15,624	1,067	435	—	1,131	452,103	720,444	16,812	737,256			
Exchange differences arising from translation of the financial statements of operations outside Hong Kong	—	—	—	—	—	—	5,323	—	—	—	5,323	—	5,323			
Revaluation surplus on land and buildings	—	—	—	9,872	—	—	—	—	—	—	9,872	—	9,872			
Deferred tax liability arising on revaluation of properties	—	—	—	(280)	—	—	—	—	—	—	(280)	—	(280)			
Net income recognised directly in equity	—	—	—	9,592	—	—	5,323	—	—	—	14,915	—	14,915			
Profit for the year	—	—	—	—	—	—	—	—	—	9,155	9,155	1,399	10,554			
Total recognised income for the year	—	—	—	9,592	—	—	5,323	—	—	9,155	24,070	1,399	25,469			
Transfer of statutory reserves	—	—	—	—	988	—	—	—	—	(988)	—	—	—			
Dividends (note 13)	—	—	—	—	—	—	—	—	—	(36,105)	(36,105)	(1,290)	(37,395)			
	—	—	—	—	988	—	—	—	—	(37,093)	(36,105)	(1,290)	(37,395)			
At 31 December 2005	72,210	90,056	38,510	58,900	16,612	1,067	5,758	—	1,131	424,165	708,409	16,921	725,330			
Exchange differences arising from translation of the financial statements of operations outside Hong Kong	—	—	—	—	—	—	14,141	—	—	—	14,141	—	14,141			
Share of changes in equity of associates that recognised directly in equity	—	—	—	—	—	—	(71)	—	—	—	(71)	—	(71)			
Revaluation surplus on land and buildings	—	—	—	5,507	—	—	—	—	—	—	5,507	—	5,507			
Deferred tax liability arising on revaluation of properties	—	—	—	(2,993)	—	—	—	—	—	—	(2,993)	—	(2,993)			
Net income recognised directly in equity	—	—	—	2,514	—	—	14,070	—	—	—	16,584	—	16,584			
Profit for the year	—	—	—	—	—	—	—	—	—	86,219	86,219	2,129	88,348			
Total recognised income for the year	—	—	—	2,514	—	—	14,070	—	—	86,219	102,803	2,129	104,932			
Shares repurchased during the year	(16)	—	—	—	—	—	—	—	—	—	(16)	—	(16)			
Premium on shares repurchased	—	(72)	—	—	—	—	—	—	—	—	(72)	—	(72)			
Transfer of reserve upon cancellation of shares	—	—	—	—	—	—	—	—	16	(16)	—	—	—			
Employee share-based payments	—	—	—	—	—	—	—	810	—	—	810	—	810			
Acquisition of additional interests in a subsidiary	—	—	—	—	—	—	—	—	—	—	—	(10,839)	(10,839)			
Transfer of statutory reserves	—	—	—	—	3,946	2,024	—	—	—	(5,970)	—	—	—			
Dividends (note 13)	—	—	—	—	—	—	—	—	—	(39,707)	(39,707)	—	(39,707)			
	(16)	(72)	—	—	3,946	2,024	—	810	16	(45,693)	(38,985)	(10,839)	(49,824)			
At 31 December 2006	72,194	89,984	38,510	61,414	20,558	3,091	19,828	810	1,147	464,691	772,227	8,211	780,438			

The special reserve represents the difference between the nominal value of shares of Lerado Group Limited together with its share premium and the nominal value of the Company's shares issued for the acquisition at the time of a group reorganisation.

As stipulated by the relevant laws and regulations for foreign investment enterprises in the People's Republic of China, other than Hong Kong and Taiwan (the "PRC"), the PRC subsidiaries of the Group are required to maintain two statutory reserves, being a statutory surplus reserve fund and an enterprise expansion fund which are not distributable. Appropriations to such reserves are made out of profit for the year as per the statutory accounts of the PRC subsidiaries and the amount and allocation basis are decided by the respective board of directors annually.