

consolidated statement of changes in equity

for the year ended June 30, 2003

| | Share capital HK\$'000 | Share premium HK\$'000 | Contributed surplus HK\$'000 | Translation reserve HK\$'000 | Retained profits HK\$'000 | Total HK\$'000 |
|---|---------------------------|---------------------------|---------------------------------|---------------------------------|------------------------------|-------------------|
| Balance at July 1, 2001 | 114,251 | 1,084,415 | 6,602 | (275,935) | 1,252,132 | 2,181,465 |
| Exchange translation and net gains not recognized in the consolidated profit and loss account | - | - | - | 175,271 | - | 175,271 |
| Profit attributable to shareholders | | | | | | |
| Company and its subsidiaries | - | - | - | - | 903,322 | 903,322 |
| Associated companies | - | - | - | - | 23,888 | 23,888 |
| 2000/2001 final dividend paid | - | - | - | - | (137,261) | (137,261) |
| 2001/2002 interim dividend paid | - | - | - | - | (69,069) | (69,069) |
| Issues of scrip dividend shares | 204 | 18,200 | - | - | - | 18,404 |
| Issues of shares | 3,239 | 104,460 | - | - | - | 107,699 |
| Balance at June 30, 2002 | 117,694 | 1,207,075 | 6,602 | (100,664) | 1,973,012 | 3,203,719 |
| Representing: | | | | | | |
| At June 30, 2002 after proposed final and special dividends | | | | | 2,944,435 | |
| Proposed final and special dividends | | | | | 259,284 | |
| Shareholders' funds | | | | | | <u>3,203,719</u> |
| Attributable to: | | | | | | |
| Company and its subsidiaries | 117,694 | 1,207,075 | 6,602 | (100,358) | 1,919,165 | 3,150,178 |
| Associated companies | - | - | - | (306) | 53,847 | 53,541 |
| | <u>117,694</u> | <u>1,207,075</u> | <u>6,602</u> | <u>(100,664)</u> | <u>1,973,012</u> | <u>3,203,719</u> |

| | Share capital HK\$'000 | Share premium HK\$'000 | Contributed surplus HK\$'000 | Translation reserve HK\$'000 | Retained profits HK\$'000 | Total HK\$'000 |
|---|---------------------------|---------------------------|---------------------------------|---------------------------------|------------------------------|-------------------|
| Balance at July 1, 2002 | 117,694 | 1,207,075 | 6,602 | (100,664) | 1,973,012 | 3,203,719 |
| Exchange translation and net gains not recognized in the consolidated profit and loss account | - | - | - | 131,805 | - | 131,805 |
| Profit attributable to shareholders | | | | | | |
| Company and its subsidiaries | - | - | - | - | 1,137,870 | 1,137,870 |
| Associated companies | - | - | - | - | 47,700 | 47,700 |
| 2001/2002 final and special dividends paid | - | - | - | - | (259,284) | (259,284) |
| 2002/2003 interim dividend paid | - | - | - | - | (88,426) | (88,426) |
| Issues of shares (note 19(a)) | 1,175 | 63,168 | - | - | - | 64,343 |
| Balance at June 30, 2003 | 118,869 | 1,270,243 | 6,602 | 31,141 | 2,810,872 | 4,237,727 |
| Representing: | | | | | | |
| At June 30, 2003 after proposed final and special dividends | | | | | 3,494,235 | |
| Proposed final and special dividends | | | | | 743,492 | |
| Shareholders' funds | | | | | | <u>4,237,727</u> |
| Attributable to: | | | | | | |
| Company and its subsidiaries | 118,869 | 1,270,243 | 6,602 | 31,120 | 2,709,325 | 4,136,159 |
| Associated companies | - | - | - | 21 | 101,547 | 101,568 |
| | <u>118,869</u> | <u>1,270,243</u> | <u>6,602</u> | <u>31,141</u> | <u>2,810,872</u> | <u>4,237,727</u> |

The contributed surplus of the Group represents the difference between the nominal value of the shares of the subsidiaries acquired pursuant to the Group reorganization in 1993 and the nominal value of the Company's shares issued in exchange thereof net of any goodwill arisen from subsequent acquisitions prior to July 1, 2001.