CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the year ended 30th June, 2003

THE CROUP At 1st July, 2001 273,148,60 2488,603,56 224,600 3,055,75,141 215,52,0161 12,561,663 3,097,052,464 5,700,310,254 Deficit on revolution property interests of associates less mionity interests — — 692,072,160 — — 0,469,414,137 Deficit on revolution property interests of associates less mionity interests — — 692,072,160 — — 0,65,072,160 Net loss, not recognised in the income statement — — — 68,927,449 — 0,927,449 Net loss, not recognised in the income statement — — 165,072,160 18,927,449 — 0,927,449 Shares issue of share super scrip dividend 12,246,329 — — — 12,246,329 Shares issue of share super scrip dividend 12,246,329 — — — 12,246,329 Realization rescore refeased on disposal of associates less minority interests — — — 12,246,329 — 10,277,219 … 10,277,419 … 10,277,419 … 10,277,24,99 … 10,277,419 <th></th> <th>Share capital <i>HK\$</i></th> <th>Share premium HK\$</th> <th>Capital redemption reserve HK\$</th> <th>Investment property revaluation reserve HK\$</th> <th>Other security revaluation reserve HK\$</th> <th>Exchange reserve HK\$</th> <th>Retained profits HK\$</th> <th>Total HK\$</th>		Share capital <i>HK\$</i>	Share premium HK\$	Capital redemption reserve HK\$	Investment property revaluation reserve HK\$	Other security revaluation reserve HK\$	Exchange reserve HK\$	Retained profits HK\$	Total HK\$
Deficit on revolution attributable - - - - - - 75,183,168 Share of deficit on revolution of property interests of associates less minority interests - - - - - - - - 165,072,160 - - - - 165,072,160 - - - 165,072,160 - - - 165,072,160 - - - 165,072,160 - - - 165,072,160 - - - 165,072,160 - - - 165,072,160 - - - 165,072,160 - - - 145,073,073 - - - 142,023 - - - 142,023 - - 142,023 - - 142,023 - - 142,023 - - 142,023 - - 142,023 - - 142,023 - - 142,023 - - 142,024,03 - - 142,024,03		273,148,630	2,438,803,366	224,000	3,305,576,141	(219,629,016)	12,561,669	3,897,625,466	9,708,310,256
to minority shareholders - - 692,872,319 22,310,849 - - 75,183,168 Share of deficito nevaluation of popertions outside - - (165,072,166) - - (165,072,166) Exchange differences arrising on translation of operations outside - - (0,927,449) - (0,927,449) - (0,927,449) - (0,927,449) - (0,927,449) - (0,927,449) - (0,927,449) - (0,927,449) - (0,927,449) - (0,927,449) - (0,927,449) - (0,927,449) - (0,927,449) - (0,927,449) - (0,927,449) - (0,927,449) - (0,923,749) - (0,923,749) - (0,923,749) - (0,923,749) - (0,923,749) - (0,923,749) - (0,923,749) - (0,923,749) - (0,923,749) - (0,923,749) - (0,923,749) - (0,923,749) - (0,923,749) - (0,923,749) - (0,923,749) - (0,923,749) - (0,923,749) - (0,923,749) -<		_	_	_	(1,390,214,183)	(79,199,954)	_	_	(1,469,414,137)
Exchange differences arising on translation of operations outside Hong Kong	to minority shareholders Share of deficit on revaluation of	_	_	_	692,872,319	22,310,849	_	_	715,183,168
Net losses not recognised in the income statement	Exchange differences arising on translation of operations outside	-	-	-	(165,072,166)	-	-	-	
in the income statement - - - 662,414,030 (56,889,105) (8,927,49) - (928,20,584) Shares issue of shares upon scrip dividend - 12,846,299 - - - - - 10,271,2419 - - - 10,271,2419 - - - 10,271,2419 - - - 10,271,2419 - - - 10,271,2419 - - 10,271,2419 - - 10,271,2419 - - 10,271,419 - - 10,271,419 - - 10,271,419 - - 10,271,419 - <td< td=""><td>Hong Kong</td><td></td><td></td><td></td><td></td><td></td><td>(8,927,449)</td><td></td><td>(8,927,449)</td></td<>	Hong Kong						(8,927,449)		(8,927,449)
Premium on issue of shares upon scrip dividend 12,846,299 - - - 12,246,299 Share of revision of a subsidiary - - - - 012,2877 Revaluation reserve released on disposal of a subsidiary - - - - 012,712,419 Revaluation reserve released on disposal on disposal of a subsidiary - - 012,712,419 - - 012,712,419 Revaluation reserve released on disposal and tisposal of associates - - 0445,216,262 76,055,952 - - 089,160,310 Share of revaluation reserve released on disposal attributable to minority shareholders - - 03,581,488 - - 03,581,488 Revaluation reserve released on disposal attributable to minority shareholders - - 53,236,422 - - 53,236,422 Net loss for the year - - - 13,657,432 01,657,432 01,657,432 01,657,432 01,657,432 01,657,432 01,657,432 01,657,432 01,657,432 01,657,432 01,657,432 01,657,432 01,657,432 01,657,432 01,657,642 - 01,705,614 0,607,076,642					(862,414,030)	(56,889,105)	(8,927,449)		(928,230,584)
Share of reserve released on disposal of a subsidiary		432,535	_	-	_	—	-	-	432,535
Revaluation reserve released on disposal		-		-	—	—	-	-	
Revaluation reserves released on disposal - - (445,216,262) 76,055,952 - - (36,9160,310) Share of revaluation reserves released on disposal of associates - - (35,581,488) - - - (35,581,488) - - - (35,581,488) - - - (35,581,488) - - - (35,581,488) - - - (35,581,488) - - - (35,581,488) - - - (35,581,488) - - - (35,581,488) - - - 184,704,584 Impairment loss charged to income - - - - - - - 134,064,888 144,004,584 Final dividend - 2001 - - - - - - 13,657,432 (13,657,432) (13,657,432) (13,657,432) (13,657,432) (13,657,432) (13,657,432) 13,656,110,078 - - (12,66,994,070) - 14,64,2418,033 - - - (12,66,94,070) 14,642,315,374 - - (17,9,511,433) - -	Revaluation reserve released on	_	(12,097)	_	_	_	_	_	(12,097)
Share of revaluation reserve released on disposal of associates less minority interests - - (35,581,488) - - - (35,581,488) Revaluation reserves released on disposal attributable to minority shareholders - - 221,491,402 (36,786,818) - - 184,704,584 Impairment loss charged to income statement less minority interests - - - 53,236,422 - 53,236,422 Net loss for the year - - - - - - 34,064,888 (34,064,888) (34,064,988) (36,6110,078) (36,6110,078) (37,611	· · · · · · · · · · · · · · · · · · ·	-	-	-		76 055 052	-	-	
Revaluation reserves released on disposal attributable to minority shareholders	Share of revaluation reserve released on disposal of associates	_	_	_		76,033,932	_	_	
attributable to minority shareholders - - 221,491,402 (36,766,818) - - 184,704,584 Impairment less minority interests - - - 53,236,422 - - 53,236,422 Net loss for the year - - - - - - - 33,236,422 Net loss for the year - - - - - - - - 33,236,422 Net loss for the year -		_	-	_	(35,581,488)	-	_	-	(35,581,488)
Net loss for the year	attributable to minority shareholders Impairment loss charged to income	-	-	-	221,491,402		-	-	
Final dividend - 2001		_	_	_	_	53,236,422	_	(34 064 888)	
Deficit on revaluation $ (1,231,115,559)$ $(35,878,511)$ $ (1,266,994,070)$ Deficit on revaluation attributable to minority shareholders $ 604,339,928$ $2,736,114$ $ 607,076,042$ Share of deficit on revaluation of property interests $ 604,339,928$ $2,736,114$ $ 607,076,042$ Share of deficit on revaluation of property interests $ (179,511,433)$ $ (179,511,433)$ Exchange differences arising on translation of operations outside Hong Kong $ (2,885,764)$ $ (2,885,764)$ Net losses not recognised in the income statement $ (806,287,064)$ $(33,142,397)$ $(2,885,764)$ $ (842,315,225)$ Revaluation reserve released on disposal $ (8,139,842)$ $ (16,280,645)$ Share of revaluation reserve released $ (16,280,645)$ $ (16,280,645)$ Revaluation reserve released $ (16,280,645)$ $ (16,280,645)$ Revaluation reserve released on disposal $ (16,280,645)$ $ (16,280,645)$ Impairment loss charged to income statement less minority interests $ 3,798,856$ $ 3,798,856$ Impairme									
Deficit on revaluation attributable to minority shareholders604,339,9282,736,114607,076,042Share of deficit on revaluation of property interests of associates less minority interests(179,511,433)607,076,042Share of deficit on revaluation of property interests of associates less minority interests(179,511,433)(179,511,433)Exchange differences arising on translation of operations outside Hong Kong(2,885,764)-(2,885,764)Net losses not recognised in the income statement(806,287,064)(33,142,397)(2,885,764)-(842,315,225)Revaluation reserve released on disposal on disposal of associates less minority interests(16,280,645)(16,280,645)Revaluation reserve released on disposal attributable to minority shareholders3,798,8563,798,856Impairment loss charged to income statement less minority interests134,603,581-134,603,581Net loss for the year134,603,581-134,603,581	At 30th June, 2002 and 1st July, 2002	273,581,165	2,451,636,768	224,000	2,171,143,344	(184,012,565)	3,634,220	3,849,903,146	8,566,110,078
to minority shareholders604,339,9282,736,114607,076,042Share of deficit on revaluation of property interests of associates less minority interests(179,511,433)607,076,042Exchange differences arising on translation of operations outside Hong Kong(179,511,433)(179,511,433)Net losses not recognised in the income statement(2,885,764)-(2,885,764)Revaluation reserve released on disposal on disposal of associates less minority interests(806,287,064)(33,142,397)(2,885,764)-(8,139,842)Revaluation reserve released on disposal attributable to minority shareholders(16,280,645)(16,280,645)Revaluation reserve released on disposal attributable to minority shareholders134,603,5813,798,856Impairment loss charged to income statement less minority interests134,603,581-134,603,581Net loss for the year134,603,581134,603,581		-	-	-	(1,231,115,559)	(35,878,511)	-	-	(1,266,994,070)
less minority interests(179,511,433)(179,511,433)Exchange differences arising on translation of operations outside Hong Kong(179,511,433)(179,511,433)Net losses not recognised in the income statement(2,885,764)-(2,885,764)Revaluation reserve released on disposal on disposal of associates less minority interests(8,139,842)(8,139,842)Revaluation reserve released on disposal attributable to minority shareholders(16,280,645)(16,280,645)Impairment loss charged to income statement less minority interests134,603,581134,603,581-134,603,581Net loss for the year134,603,581134,603,581-134,603,581	to minority shareholders Share of deficit on revaluation of	-	_	_	604,339,928	2,736,114	-	-	607,076,042
Hong Kong(2,885,764)-(2,885,764)Net losses not recognised in the income statement(806,287,064)(33,142,397)(2,885,764)-(842,315,225)Revaluation reserve released on disposal on disposal of associates less minority interests(8,139,842)(8,139,842)Revaluation reserve released on disposal of associates less minority interests(16,280,645)(16,280,645)Revaluation reserve released on disposal attributable to minority shareholders3,798,8563,798,856Impairment loss charged to income statement less minority interests134,603,581134,603,581Net loss for the year134,603,581134,603,581	less minority interests Exchange differences arising on	-	-	-	(179,511,433)	_	_	_	(179,511,433)
income statement(806,287,064)(33,142,397)(2,885,764)-(842,315,225)Revaluation reserve released on disposal Share of revaluation reserve released on disposal of associates less minority interests(8,139,842)(8,139,842)Revaluation reserve released on disposal attributable to minority shareholders(16,280,645)(16,280,645)Revaluation reserve released on disposal attributable to minority shareholders3,798,8563,798,856Impairment loss charged to income statement less minority interests134,603,581134,603,581Net loss for the year1167,649,595)(167,649,595)		_	_	_	_	_	(2,885,764)	_	(2,885,764)
Share of revaluation reserve released on disposal of associates less minority interests — … 3,798,856 … … … … 3,798,856 … … … … 3,798,856 … … … … 134,603,581 … … … … 134,603,581 … <t< td=""><td></td><td></td><td></td><td></td><td>(806,287,064)</td><td>(33,142,397)</td><td>(2,885,764)</td><td></td><td>(842,315,225)</td></t<>					(806,287,064)	(33,142,397)	(2,885,764)		(842,315,225)
Share of revaluation reserve released on disposal of associates less minority interests — … 3,798,856 … … … … 3,798,856 … … … … 3,798,856 … … … … 134,603,581 … … … … 134,603,581 … <t< td=""><td>Revaluation reserve released on disposal</td><td></td><td></td><td></td><td>(8,139,842)</td><td></td><td></td><td></td><td>(8,139,842)</td></t<>	Revaluation reserve released on disposal				(8,139,842)				(8,139,842)
Revaluation reserve released on disposal attributable to minority shareholders–––3,798,856–––3,798,856Impairment loss charged to income statement less minority interests––––134,603,581––134,603,581Net loss for the year–––––––134,603,581–134,603,581	Share of revaluation reserve released on disposal of associates	_	_	_		_	_	_	
Impairment loss charged to income statement less minority interests134,603,581134,603,581Net loss for the year134,603,581134,603,581	Revaluation reserve released on disposal								
statement less minority interests - - - 134,603,581 - - 134,603,581 Net loss for the year - - - - - 134,603,581 - - 134,603,581		_	-	_	3,/98,856	_	-	-	3,/98,856
At 30th June, 2003 273,581,165 2,451,636,768 224,000 1,344,234,649 (82,551,381) 748,456 3,682,253,551 7,670,127,208	statement less minority interests					134,603,581		(167,649,595)	
	At 30th June, 2003	273,581,165	2,451,636,768	224,000	1,344,234,649	(82,551,381)	748,456	3,682,253,551	7,670,127,208

Notes:

(i) At 30th June, 2003, retained profits in the sum of HK\$26,685,889 (2002: HK\$14,620,098) of certain associates attributable to the Group are distributable by way of dividend subject to the prior consent of their bankers.

(ii) The retained profits of the Group included accumulated losses of HK\$715,976,335 (2002: HK\$444,152,800) attributable to the associates of the Group.