

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the year ended 31 December 2003

(Expressed in Hong Kong dollars)

	Note	2003 \$'000	2002 restated \$'000
Shareholders' equity at 1 January			
— As previously reported		2,556,114	2,298,301
— Prior period adjustments arising from changes in accounting policies for:			
— recognition of underwriting results		21,459	(43,852)
— income taxes		2,953	3,297
— As restated		<u>2,580,526</u>	<u>2,257,746</u>
Exchange differences on translation of the financial statements of a subsidiary outside Hong Kong	36(a)	<u>(10,314)</u>	<u>4,111</u>
Net (losses)/gains not recognised in the income statement		<u>(10,314)</u>	<u>4,111</u>
Profit for the year			
— As previously reported			115,423
— Prior period adjustments arising from changes in accounting policies for:			
— recognition of underwriting results			65,311
— income taxes			(344)
— Profit for the year (2002: as restated)	36(a)	<u>140,753</u>	<u>180,390</u>
Dividends declared or approved during the year	9	<u>(35,824)</u>	<u>(64,442)</u>
Movements in shareholders' equity arising from capital transactions with shareholders:			
— Shares issued	35	—	2,581
— Shares issued under share option scheme	35	140	67
— Net share premium received	36(a)	3,319	200,073
		<u>3,459</u>	<u>202,721</u>
Shareholders' equity at 31 December		<u><u>2,678,600</u></u>	<u><u>2,580,526</u></u>

The notes on pages 48 to 111 form part of these financial statements.