

CONSOLIDATED STATEMENT OF

CHANGES IN EQUITY

Year ended 31 December 2003

	Notes	Issued share capital HK\$'000	Contributed surplus HK\$'000	Investment property revaluation reserve HK\$'000	Investment revaluation reserve HK\$'000	Exchange fluctuation reserve HK\$'000	Retained profits HK\$'000	Proposed final dividend HK\$'000	Total HK\$'000
At 1 January 2002									
As previously reported		333,377	—	283,305	—	548	28,040	8,334	653,604
Prior year adjustment:									
SSAP 12 - restatement of deferred tax	27	—	—	(105,058)	—	—	—	—	(105,058)
As restated		333,377	—	178,247	—	548	28,040	8,334	548,546
Final 2001 dividend declared		—	—	—	—	—	—	(8,334)	(8,334)
Arising from capital reduction		(300,039)	300,039	—	—	—	—	—	—
Issue of bonus shares		6,667	(6,667)	—	—	—	—	—	—
Deficit on revaluation of investment properties		—	—	(40,216)	—	—	—	—	(40,216)
Share of reserves of associates (as restated)		—	—	132,630	384	611	—	—	133,625
Exchange realignment		—	—	—	—	(1,299)	—	—	(1,299)
Provision for net deferred tax liabilities charged to revaluation reserve		—	—	(1,808)	—	—	—	—	(1,808)
Net gains and losses not recognised in the consolidated profit and loss account		—	—	90,606	384	(688)	—	—	90,302
Net profit for the year		—	—	—	—	—	30,648	—	30,648
Interim 2002 dividend	12	—	—	—	—	—	(6,001)	—	(6,001)
Proposed final 2002 dividend	12	—	—	—	—	—	(10,001)	10,001	—
At 31 December 2002		<u>40,005</u>	<u>293,372</u>	<u>268,853</u>	<u>384</u>	<u>(140)</u>	<u>42,686</u>	<u>10,001</u>	<u>655,161</u>
At 31 December 2002 and 1 January 2003									
As previously reported		40,005	293,372	476,383	384	(140)	42,686	10,001	862,691
Prior year adjustment:									
SSAP 12 - restatement of deferred tax	27	—	—	(207,530)	—	—	—	—	(207,530)
As restated		40,005	293,372	268,853	384	(140)	42,686	10,001	655,161
Final 2002 dividend declared		—	—	—	—	—	—	(10,001)	(10,001)
Surplus on revaluation of investment properties		—	—	29,960	—	—	—	—	29,960
Deficit on revaluation realised on disposal of investment properties		—	—	2,467	—	—	—	—	2,467
Revaluation of previously held investments upon successive share purchases		—	—	—	7,317	—	—	—	7,317
Provision for net deferred tax liabilities charged to revaluation reserve		—	—	(16,400)	—	—	—	—	(16,400)
Net gains and losses not recognised in the consolidated profit and loss account		—	—	16,027	7,317	—	—	—	23,344
Net profit for the year		—	—	—	—	—	54,730	—	54,730
Interim 2003 dividend	12	—	—	—	—	—	(6,001)	—	(6,001)
Proposed final 2003 dividend	12	—	—	—	—	—	(12,002)	12,002	—
At 31 December 2003		<u>40,005</u>	<u>293,372</u>	<u>284,880</u>	<u>7,701</u>	<u>(140)</u>	<u>79,413</u>	<u>12,002</u>	<u>717,233</u>
Reserves retained by:									
At 31 December 2003									
Company and subsidiaries		40,005	293,372*	284,880*	7,701*	(140)*	79,413*	12,002	717,233
At 31 December 2002									
Company and subsidiaries (as restated)		40,005	293,372	136,223	—	(140)	58,650	10,001	538,111
Associates (as restated)		—	—	132,630	384	—	(15,964)	—	117,050
		<u>40,005</u>	<u>293,372*</u>	<u>268,853*</u>	<u>384*</u>	<u>(140)*</u>	<u>42,686*</u>	<u>10,001</u>	<u>655,161</u>

* These reserve accounts comprise the consolidated reserves of HK\$665,226,000 (2002: HK\$605,155,000) in the consolidated balance sheet.