

Consolidated Statement of Changes in Equity

For the year ended 31 December 2003

	Share capital	Share premium	Capital redemption reserve	Merger reserve	Special reserve	Land and buildings revaluation reserve	Investment property revaluation reserve	Investment revaluation reserve	PRC statutory reserves	Goodwill reserve	Translation reserve	Accumulated profits	Total
	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000
THE GROUP													
At 1 January 2002	53,033	193,410	223	136,502	44,987	40,513	21,389	1,326	4,412	(3,067)	1,287	165,015	659,030
Transfer to accumulated profits	—	—	—	—	(44,987)	—	—	—	—	—	—	44,987	—
Exchange differences on translation of operations outside Hong Kong	—	—	—	—	—	—	—	—	—	—	357	—	357
Share of translation reserve of an associate	—	—	—	—	—	—	—	—	—	—	191	—	191
Deficit on revaluation of investment properties	—	—	—	—	—	—	(6,108)	—	—	—	—	—	(6,108)
Net loss not recognised in the consolidated income statement	—	—	—	—	—	—	(6,108)	—	—	—	548	—	(5,560)
Release upon disposal of non-trading securities	—	—	—	—	—	—	—	(1,326)	—	—	—	—	(1,326)
Release upon disposal of subsidiaries	—	—	—	—	—	—	—	—	(15)	—	(1,550)	—	(1,565)
Net profit for the year	—	—	—	—	—	—	—	—	—	—	—	15,217	15,217
Transfer	—	—	—	—	—	—	—	—	242	—	—	(242)	—
At 31 December 2002	53,033	193,410	223	136,502	—	40,513	15,281	—	4,639	(3,067)	285	224,977	665,796
Exchange differences on translation of operations outside Hong Kong	—	—	—	—	—	—	—	—	—	—	(1,031)	—	(1,031)
Share of translation reserve of an associate	—	—	—	—	—	—	—	—	—	—	202	—	202
Deficit on revaluation	—	—	—	—	—	(7,263)	(562)	—	—	—	—	—	(7,825)
Net loss not recognised in the consolidated income statement	—	—	—	—	—	(7,263)	(562)	—	—	—	(829)	—	(8,654)
Net profit for the year	—	—	—	—	—	—	—	—	—	—	—	67,076	67,076
Transfer	—	—	—	—	—	—	—	—	464	—	—	(464)	—
At 31 December 2003	53,033	193,410	223	136,502	—	33,250	14,719	—	5,103	(3,067)	(544)	291,589	724,218

The merger reserve represents the difference between the share capital and share premium of a subsidiary and the nominal value of the Company's shares issued in exchange thereof at the time of the group reorganisation in 1992.

The accumulated profits of the Group included a deficit of HK\$86,913,000 (2002: HK\$58,691,000) retained by associates of the Group.