

Condensed Consolidated Statement of Changes in Equity

(Unaudited)	Share Capital HK\$M	Share Premium HK\$M	Capital Redemption Reserve HK\$M	Other Reserves HK\$M	Retained Profits HK\$M	Total HK\$M
Balance as at 1 January 2004	12,041	1,164	2,482	387	24,167	40,241
Exchange differences arising on translation of:						
subsidiary companies	–	–	–	(341)	–	(341)
jointly controlled entities	–	–	–	49	–	49
associated company	–	–	–	(49)	–	(49)
designated hedges	–	–	–	279 ^(a)	–	279
Net losses not recognised in the profit and loss account	–	–	–	(62)	–	(62)
Earnings for the period	–	–	–	–	4,138	4,138
Dividends						
2003 finals	–	–	–	–	(1,806)	(1,806)
2004 interim	–	–	–	–	(1,084)	(1,084)
Share of other reserves of jointly controlled entities	–	–	–	20	(19)	1
associated company	–	–	–	(25)	–	(25)
Balance as at 30 June 2004	12,041	1,164	2,482	320	25,396^(b)	41,403
Company and subsidiary companies	12,041	1,164	2,482	238	21,943	37,868
Jointly controlled entities	–	–	–	62	2,956	3,018
Associated company	–	–	–	20	497	517
Balance as at 30 June 2004	12,041	1,164	2,482	320	25,396	41,403
Balance as at 1 January 2003	12,041	1,164	2,482	(63)	21,264	36,888
Exchange differences arising on translation of:						
subsidiary companies	–	–	–	621	–	621
jointly controlled entities	–	–	–	(96)	–	(96)
associated company	–	–	–	33	–	33
designated hedges	–	–	–	(383) ^(a)	–	(383)
Net gains not recognised in the profit and loss account	–	–	–	175	–	175
Earnings for the period	–	–	–	–	3,714	3,714
Dividends						
2002 finals	–	–	–	–	(1,782)	(1,782)
2003 interim	–	–	–	–	(987)	(987)
Share of other reserves of jointly controlled entities	–	–	–	22	(22)	–
associated company	–	–	–	12	–	12
Balance as at 30 June 2003	12,041	1,164	2,482	146	22,187 ^(c)	38,020
Company and subsidiary companies	12,041	1,164	2,482	107	18,388	34,182
Jointly controlled entities	–	–	–	23	3,503	3,526
Associated companies	–	–	–	16	296	312
Balance as at 30 June 2003	12,041	1,164	2,482	146	22,187	38,020

Notes:

- (a) Included a net gain of HK\$150 million (2003: a net loss of HK\$333 million) arising from designated hedges using foreign currency borrowings and a net gain of HK\$129 million (2003: a net loss of HK\$50 million) using forward contracts.
- (b) The proposed interim dividend as at 30 June 2004 and balance of retained profits after the proposed interim dividend were HK\$1,084 million and HK\$24,312 million respectively.
- (c) The proposed interim dividend as at 30 June 2003 and balance of retained profits after the proposed interim dividend were HK\$987 million and HK\$21,200 million respectively.