

# STATEMENT OF CHANGES IN EQUITY

For the year ended 30 June 2004  
(Expressed in Hong Kong dollars)

Group	Share capital \$000	Share premium \$000	Capital redemption reserve \$000	Contributed surplus \$000	Exchange reserve \$000	Retained profits \$000	Total \$000
At 1 July 2002, as previously reported	58,435	4,229,260	2,150	199,800	—	642,892	5,132,537
Prior year adjustment in respect of deferred tax (note 10)	—	—	—	—	—	(20,993)	(20,993)
At 1 July 2002, as restated	58,435	4,229,260	2,150	199,800	—	621,899	5,111,544
Issue of new shares in lieu of cash dividend	177	14,316	—	—	—	(14,493)	—
Repurchases of shares	(311)	(25,059)	311	—	—	(311)	(25,370)
Payment of 2002 final dividend	—	—	—	—	—	(26,284)	(26,284)
Payment of 2003 interim dividend	—	—	—	—	—	(116,603)	(116,603)
Profit for the year	—	—	—	—	—	378,335	378,335
At 30 June 2003	58,301	4,218,517	2,461	199,800	—	842,543	5,321,622
At 1 July 2003, as previously reported	58,301	4,218,517	2,461	199,800	—	893,016	5,372,095
Prior year adjustment in respect of deferred tax (note 10)	—	—	—	—	—	(50,473)	(50,473)
At 1 July 2003, as restated	58,301	4,218,517	2,461	199,800	—	842,543	5,321,622
Issue of new shares upon exercise of share options	207	18,985	—	—	—	—	19,192
Repurchases of shares	(177)	—	177	(18,405)	—	(229)	(18,634)
Cancellation of share premium	—	(4,237,502)	—	4,237,502	—	—	—
Payment of 2003 final dividend	—	—	—	—	—	(157,972)	(157,972)
Payment of special cash dividend	—	—	—	(2,047,785)	—	—	(2,047,785)
Payment of 2004 interim dividend	—	—	—	—	—	(116,953)	(116,953)
Exchange translation differences and net gain not recognised in the profit and loss account	—	—	—	—	26	—	26
Profit for the year	—	—	—	—	—	466,454	466,454
<b>At 30 June 2004</b>	<b>58,331</b>	<b>—</b>	<b>2,638</b>	<b>2,371,112</b>	<b>26</b>	<b>1,033,843</b>	<b>3,465,950</b>

# STATEMENT OF CHANGES IN EQUITY

For the year ended 30 June 2004  
(Expressed in Hong Kong dollars)

	Share capital \$000	Share premium \$000	Capital redemption reserve \$000	Contributed surplus \$000	Retained profits \$000	Total \$000
<b>Company</b>						
At 1 July 2002	58,435	4,229,260	2,150	938,989	332	5,229,166
Issue of new shares						
in lieu of cash dividend	177	14,316	—	—	(14,493)	—
Repurchases of shares	(311)	(25,059)	311	—	(311)	(25,370)
Payment of 2002 final dividend	—	—	—	—	(26,284)	(26,284)
Payment of 2003 interim dividend	—	—	—	—	(116,603)	(116,603)
Profit for the year	—	—	—	—	1,426,305	1,426,305
At 30 June 2003	58,301	4,218,517	2,461	938,989	1,268,946	6,487,214
At 1 July 2003	58,301	4,218,517	2,461	938,989	1,268,946	6,487,214
Issue of new shares upon						
exercise of share options	207	18,985	—	—	—	19,192
Repurchases of shares	(177)	—	177	(18,405)	(229)	(18,634)
Cancellation of share premium	—	(4,237,502)	—	4,237,502	—	—
Payment of 2003 final dividend	—	—	—	—	(157,972)	(157,972)
Payment of special cash dividend	—	—	—	(2,047,785)	—	(2,047,785)
Payment of 2004 interim dividend	—	—	—	—	(116,953)	(116,953)
Profit for the year	—	—	—	—	3,585	3,585
<b>At 30 June 2004</b>	<b>58,331</b>	<b>—</b>	<b>2,638</b>	<b>3,110,301</b>	<b>997,377</b>	<b>4,168,647</b>

The contributed surplus account of the Group at 1 July 2002 and 2003 represented the difference between the nominal value of the share capital and share premium of a subsidiary acquired pursuant to a group reorganisation in October 1996, and the nominal value of the Company's shares issued in exchange.

The contributed surplus account of the Company at 1 July 2002 and 2003 represented the difference between the nominal value of the Company's shares issued in exchange for the issued share capital of the subsidiaries acquired and the net asset value of the subsidiaries acquired.

Following the passing of a special resolution at the Annual General Meeting of the Company held on 7 November 2003, the share premium account was cancelled and the entire balance of the account amounting to \$4,237,502,000 was transferred to the contributed surplus account.

Under the Companies Act 1981 of Bermuda (as amended), the contributed surplus account is distributable to shareholders.