

## Consolidated Statement of Changes in Equity

For the year ended December 31, 2004

In HK\$ million	Note(s)	2004	2003
Total shareholders' deficit at January 1		<b>(7,839)</b>	(5,916)
(Deficit)/Surplus on revaluation of investment properties, net of deferred taxation	31	<b>(26)</b>	305
Valuation adjustment	31	<b>(254)</b>	–
Translation exchange differences	31	<b>53</b>	20
Net (losses)/gains not recognized in the consolidated income statement		<b>(227)</b>	325
Net profit/(loss) for the year	31	<b>1,638</b>	(6,100)
Dividends declared and paid in respect of the current year	15 & 31	<b>(295)</b>	–
Exercise of staff share options		<b>23</b>	–
Issue of ordinary shares and exercise of options, net of issuing expenses		–	3,068
Provision for impairment of goodwill attributable to Reach Ltd. ("REACH")	31	–	315
Provision for impairment of goodwill attributable to subsidiaries	31	–	469
Realization of negative goodwill on disposal of interest in subsidiaries	31	<b>(16)</b>	–
(Realization of negative goodwill)/Impairment of goodwill previously eliminated against reserves		<b>(16)</b>	784
Total shareholders' deficit at December 31		<b>(6,716)</b>	(7,839)