

## Statements of Changes in Equity

For the year ended December 31, 2004

	Reserves					Total HK\$'000
	Share capital HK\$'000	Share premium HK\$'000	Special capital reserve HK\$'000	Revenue reserve HK\$'000	Total reserves HK\$'000	
<b>Group</b>						
Balance at January 1, 2003*	2,019,234	4,838,365	–	(5,332,831)	(494,466)	1,524,768
Profit for the year	–	–	–	220,458	220,458	220,458
Dividend approved in respect of the previous year	–	–	–	(30,289)	(30,289)	(30,289)
Dividend declared in respect of the current year	–	–	–	(30,289)	(30,289)	(30,289)
Balance at December 31, 2003*	2,019,234	4,838,365	–	(5,172,951)	(334,586)	1,684,648
Profit for the year	–	–	–	284,337	284,337	284,337
Dividend approved in respect of the previous year	–	–	–	(80,769)	(80,769)	(80,769)
Dividend declared in respect of the current year	–	–	–	(60,577)	(60,577)	(60,577)
Transfer to special capital reserve**	–	–	3,345	(3,345)	–	–
<b>Balance at December 31, 2004*</b>	<b>2,019,234</b>	<b>4,838,365</b>	<b>3,345</b>	<b>(5,033,305)</b>	<b>(191,595)</b>	<b>1,827,639</b>
<b>Company</b>						
Balance at January 1, 2003	2,019,234	4,838,365	–	409,255	5,247,620	7,266,854
Profit for the year	–	–	–	109,728	109,728	109,728
Dividend approved in respect of the previous year	–	–	–	(30,289)	(30,289)	(30,289)
Dividend declared in respect of the current year	–	–	–	(30,289)	(30,289)	(30,289)
Balance at December 31, 2003	2,019,234	4,838,365	–	458,405	5,296,770	7,316,004
Profit for the year	–	–	–	77,320	77,320	77,320
Dividend approved in respect of the previous year	–	–	–	(80,769)	(80,769)	(80,769)
Dividend declared in respect of the current year	–	–	–	(60,577)	(60,577)	(60,577)
<b>Balance at December 31, 2004</b>	<b>2,019,234</b>	<b>4,838,365</b>	<b>–</b>	<b>394,379</b>	<b>5,232,744</b>	<b>7,251,978</b>

At December 31, 2004, reserves of the Company available for distribution to shareholders amounted to HK\$394,379,000 (December 31, 2003: HK\$458,405,000).

The application of the share premium account is governed by Section 48B of the Hong Kong Companies Ordinance.

\* Included in the Group's revenue reserve is positive goodwill written off against reserves in prior years amounting to HK\$197,785,000.

\*\* The special capital reserve is non-distributable and it should be applied for the same purposes as the share premium account. Details of the special capital reserve are set out in Note 27 to the accounts.

The notes on pages 39 to 61 form part of these accounts.