

# Consolidated Statement of Changes in Equity

For the year ended 31st December 2004

	Share capital HK\$'000	Share premium HK\$'000	Investment		Translation reserve HK\$'000	Goodwill reserve HK\$'000	PRC		Total HK\$'000
			Capital redemption reserve HK\$'000	property revaluation reserve HK\$'000			statutory reserves HK\$'000	Accumulated profits HK\$'000	
At 1st January 2003	93,630	9,788,241	1,071	299	7,795	(986,414)	266,642	4,326,542	13,497,806
Surplus arising on revaluation of investment property	-	-	-	215	-	-	-	-	215
Exchange difference arising from translation of financial statements of PRC operations	-	-	-	-	26,066	-	-	-	26,066
Share of exchange difference arising from translation of financial statements of PRC operations of a jointly controlled entity	-	-	-	-	72	-	-	-	72
Share of exchange difference arising from translation of financial statements of PRC operations of an associate	-	-	-	-	(65)	-	-	-	(65)
Net gain not recognised in the income statement	-	-	-	215	26,073	-	-	-	26,288
Exercise of share options	945	-	-	-	-	-	-	-	945
Premium arising on issue of shares	-	98,751	-	-	-	-	-	-	98,751
Expenses incurred in connection with the issue of shares	-	(88)	-	-	-	-	-	-	(88)
Realised on partial disposal of interest in a subsidiary	-	-	-	-	-	1,082	-	-	1,082
Realised on disposal of interest in subsidiaries	-	-	-	-	(38)	56,428	(4,491)	4,491	56,390
Realised on disposal of interest in an associate	-	-	-	-	(10)	1,622	-	-	1,612
Profit for the year	-	-	-	-	-	-	-	1,259,166	1,259,166
Transfers, net of minority interests' share	-	-	-	-	-	-	55,641	(55,641)	-
Dividends paid (Note 12)	-	-	-	-	-	-	-	(451,112)	(451,112)
At 31st December 2003	94,575	9,886,904	1,071	514	33,820	(927,282)	317,792	5,083,446	14,490,840

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			Capital redemption reserve HK\$'000	property revaluation reserve HK\$'000			statutory reserves HK\$'000	Accumulated profits HK\$'000	
At 1st January 2004	94,575	9,886,904	1,071	514	33,820	(927,282)	317,792	5,083,446	14,490,840
Exchange difference arising from translation of financial statements of PRC operations	-	-	-	-	2,119	-	-	-	2,119
Share of exchange difference arising from translation of financial statements of PRC operations of a jointly controlled entity	-	-	-	-	106	-	-	-	106
Share of exchange difference arising from translation of financial statements of PRC operations of an associate	-	-	-	-	6	-	-	-	6
Net gain not recognised in the income statement	-	-	-	-	2,231	-	-	-	2,231
Exercise of share options	1,289	-	-	-	-	-	-	-	1,289
Premium arising on issue of shares	-	145,854	-	-	-	-	-	-	145,854
Expenses incurred in connection with the issue of shares	-	(127)	-	-	-	-	-	-	(127)
Realised on disposal of interest in a subsidiary	-	-	-	-	(286)	-	(736)	736	(286)
Realised on deemed disposal of interest in a subsidiary	-	-	-	-	-	1,140	-	-	1,140
Impairment loss recognised in respect of goodwill relating to jointly controlled entities	-	-	-	-	-	88,637	-	-	88,637
Impairment loss recognised in respect of interest in an associate	-	-	-	-	(110)	-	-	-	(110)
Profit for the year	-	-	-	-	-	-	-	1,383,060	1,383,060
Transfers, net of minority interests' share	-	-	-	-	-	-	68,018	(68,018)	-
Dividends paid (Note 12)	-	-	-	-	-	-	-	(495,067)	(495,067)
At 31st December 2004	95,864	10,032,631	1,071	514	35,655	(837,505)	385,074	5,904,157	15,617,461

The accumulated profits of the Group include approximately HK\$10.5 million (2003: HK\$35.3 million) retained by jointly controlled entities and approximately HK\$229.4 million (2003: HK\$49.6 million) retained by associates.

The goodwill reserve comprises approximately HK\$2,027 million (2003: HK\$2,117 million) in respect of goodwill, approximately HK\$52 million (2003: HK\$52 million) in respect of negative goodwill and approximately HK\$1,138 million (2003: HK\$1,138 million) in respect of capital reserve which arose in 1997 upon reduction of share premium as confirmed by the Order of the High Court of Hong Kong.

The People's Republic of China ("PRC") statutory reserves are reserves required by the relevant PRC laws applicable to the Group's PRC subsidiaries, jointly controlled entities and associates.