

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the year ended 30th June, 2005

	Share capital HK\$	Share premium HK\$	Capital redemption reserve HK\$	Investment property revaluation reserve HK\$	Other security revaluation reserve HK\$	Exchange reserve HK\$	Retained profits HK\$	Total HK\$
The Group								
At 1st July, 2003								
– as originally stated	273,581,165	2,451,636,768	224,000	1,344,234,649	(82,551,381)	748,456	3,629,841,874	7,617,715,531
– prior period adjustments (Note 2)	–	–	–	(600,825,253)	–	–	(6,447,478)	(607,272,731)
– as restated	273,581,165	2,451,636,768	224,000	743,409,396	(82,551,381)	748,456	3,623,394,396	7,010,442,800
Surplus on revaluation	–	–	–	3,448,271,547	327,281,605	–	–	3,775,553,152
Surplus on revaluation attributable to minority shareholders	–	–	–	(1,735,539,500)	(150,734,665)	–	–	(1,886,274,165)
Deferred tax liability arising on revaluation of investment properties	–	–	–	(550,883,119)	–	–	–	(550,883,119)
Deferred tax liability arising on revaluation of investment properties attributable to minority shareholders	–	–	–	275,363,630	–	–	–	275,363,630
Share of surplus on revaluation of investment properties of associates less minority interests	–	–	–	453,910,576	–	–	–	453,910,576
Share of deferred tax liability arising on revaluation of investment properties of associates less minority interests	–	–	–	(67,135,943)	–	–	–	(67,135,943)
Exchange differences arising on translation of operations outside Hong Kong	–	–	–	–	–	(5,042,867)	–	(5,042,867)
Net profits (losses) not recognised in the consolidated income statement	–	–	–	1,823,987,191	176,546,940	(5,042,867)	–	1,995,491,264
Shares issued in lieu of cash dividend	1,417,269	–	–	–	–	–	–	1,417,269
Premium on issue of shares upon scrip dividend	–	65,265,246	–	–	–	–	–	65,265,246
Shares issue expenses	–	(30,000)	–	–	–	–	–	(30,000)
Reserves released on deemed disposal of partial interest in a listed subsidiary	–	–	–	(108,378,439)	(10,426,110)	245,725	–	(118,558,824)
Revaluation reserves released on disposals	–	–	–	1,447,740	38,978	–	–	1,486,718
Revaluation reserves released on disposals attributable to minority shareholders	–	–	–	(723,405)	(19,476)	–	–	(742,881)
Impairment loss charged to consolidated income statement less minority interests	–	–	–	–	1,307,947	–	–	1,307,947
Net profit for the year	–	–	–	–	–	–	719,048,118	719,048,118
Interim dividend – 2004	–	–	–	–	–	–	(68,395,291)	(68,395,291)
At 30th June, 2004 and 1st July, 2004								
– as restated	274,998,434	2,516,872,014	224,000	2,459,742,483	84,896,898	(4,048,686)	4,274,047,223	9,606,732,366
– effect of changes in accounting policies (Note 2)	–	–	–	(2,459,742,483)	–	–	2,459,742,483	–
– as restated	274,998,434	2,516,872,014	224,000	–	84,896,898	(4,048,686)	6,733,789,706	9,606,732,366
Surplus on revaluation	–	–	–	–	130,124,065	–	–	130,124,065
Surplus on revaluation attributable to minority shareholders	–	–	–	–	(46,053,368)	–	–	(46,053,368)
Exchange differences arising on translation of operations outside Hong Kong	–	–	–	–	–	(2,456,383)	–	(2,456,383)
Net profits (losses) not recognised in the consolidated income statement	–	–	–	–	84,070,697	(2,456,383)	–	81,614,314
Shares issued in lieu of cash dividends	3,600,653	–	–	–	–	–	–	3,600,653
Premium on issue of shares upon scrip dividends	–	208,575,456	–	–	–	–	–	208,575,456
Shares issue expenses	–	(60,000)	–	–	–	–	–	(60,000)
Revaluation reserves released on disposals	–	–	–	–	(88,622,824)	–	–	(88,622,824)
Revaluation reserves released on disposals attributable to minority shareholders	–	–	–	–	42,231,167	–	–	42,231,167
Net profit for the year	–	–	–	–	–	–	2,740,031,766	2,740,031,766
Final dividend – 2004	–	–	–	–	–	–	(96,249,452)	(96,249,452)
Interim dividend – 2005	–	–	–	–	–	–	(117,615,455)	(117,615,455)
At 30th June, 2005	278,599,087	2,725,387,470	224,000	–	122,575,938	(6,505,069)	9,259,956,565	12,380,237,991

Notes:

- (i) At 30th June, 2005, retained profits in the sum of HK\$24,944,422 (2004: HK\$20,999,745) of certain associates attributable to the Group are distributable by way of dividend subject to the prior consent of their bankers.
- (ii) At 30th June, 2005, the retained profits of the Group included retained profits of HK\$1,061,904,198 (2004: HK\$201,589,918 as restated) attributable to the associates of the Group.