

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

for the year ended 31 December 2005
(Expressed in millions of Hong Kong dollars)

	Attributable to shareholders				Total	Minority interests	Total equity restated*
	Share capital	Other reserves	Retained profits	Proposed dividends			
Balance at 1 January 2005							
– as above	9,559	3,881	23,856	3,633	40,929	852	41,781
– opening adjustment for the adoption of HKAS 39	–	532	533	–	1,065	(14)	1,051
– as restated	9,559	4,413	24,389	3,633	41,994	838	42,832
Property revaluation reserve, net of tax	–	765	107	–	872	–	872
– unrealised surplus on revaluation	–	863	–	–	863	–	863
– depreciation charge on revaluation	–	(58)	58	–	–	–	–
– realisation of revaluation surplus on disposal of premises	–	(40)	49	–	9	–	9
Available-for-sale investments, net of tax	–	(1,475)	–	–	(1,475)	–	(1,475)
– revaluation losses taken to equity	–	(988)	–	–	(988)	–	(988)
– transfer to income statement on disposal	–	(487)	–	–	(487)	–	(487)
Cash flow hedges, net of tax	–	(492)	–	–	(492)	–	(492)
– revaluation losses taken to equity	–	(492)	–	–	(492)	–	(492)
Exchange and other adjustments	–	52	(2)	–	50	–	50
Actuarial gains on defined benefit plans	–	–	158	–	158	–	158
Employees' options granted cost free by ultimate holding company	–	64	–	–	64	–	64
Increase in subsidiary's capital	–	–	–	–	–	100	100
Profit for the year	–	–	11,342	–	11,342	221	11,563
Dividends proposed during the year	–	–	(9,942)	9,942	–	–	–
Dividends approved and declared during the year	–	–	–	(9,942)	(9,942)	–	(9,942)
Balance at 31 December 2005	9,559	3,327	26,052	3,633	42,571	1,159	43,730

* Comparative figures have been restated to reflect the adoption of a number of new and revised Hong Kong Financial Reporting Standards and Hong Kong Accounting Standards, details of which are set out in note 4 "Changes in accounting policies".

The notes on pages 87 to 185 form part of these financial statements.

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for the year ended 31 December 2004

(Expressed in millions of Hong Kong dollars)

	Attributable to shareholders				Total	Minority interests	Total equity restated*
	Share capital	Other reserves	Retained profits	Proposed dividends			
Balance at 1 January 2004							
– as previously reported	9,559	6,921	19,720	3,441	39,641	644	40,285
– arising on change in accounting policies	–	(3,679)	2,255	–	(1,424)	–	(1,424)
– as restated	9,559	3,242	21,975	3,441	38,217	644	38,861
Property revaluation reserve, net of tax	–	664	711	–	1,375	–	1,375
– unrealised surplus on revaluation	–	712	637	–	1,349	–	1,349
– depreciation charge on revaluation	–	(46)	46	–	–	–	–
– realisation of revaluation surplus on disposal of premises	–	(2)	28	–	26	–	26
Long-term equity investment revaluation reserve, net of tax	–	(74)	–	–	(74)	–	(74)
– revaluation gains taken to equity	–	332	–	–	332	–	332
– transfer to income statement on disposal	–	(406)	–	–	(406)	–	(406)
Exchange and other adjustments	–	3	6	–	9	–	9
Actuarial loss on defined benefit plans	–	–	(258)	–	(258)	–	(258)
Employees' options granted cost free by ultimate holding company	–	46	–	–	46	–	46
Profit for the year	–	–	11,364	–	11,364	208	11,572
Dividends proposed during the year	–	–	(9,942)	9,942	–	–	–
Dividends approved and declared during the year	–	–	–	(9,750)	(9,750)	–	(9,750)
Balance at 31 December 2004	9,559	3,881	23,856	3,633	40,929	852	41,781

* Comparative figures have been restated to reflect the adoption of a number of new and revised Hong Kong Financial Reporting Standards and Hong Kong Accounting Standards, details of which are set out in note 4 "Changes in accounting policies".

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