

## consolidated statement of recognised income and expense

For the year ended 31st December 2005

	2005 HK\$ million	2004 HK\$ million
Exchange difference on translation of:		
Financial statements of overseas subsidiaries	(93)	(121)
Overseas associates	(124)	26
Cash flow hedges:		
Effective portion of changes in fair value, net of deferred tax	291	–
Transferred to profit and loss	(2)	–
Transferred to initial carrying amount of non-financial hedged items	6	–
Actuarial gains and losses of defined benefit retirement schemes, net of deferred tax	(362)	–
Net expense recognised directly in equity	(284)	(95)
Profit for the year	8,562	6,256
Total recognised income and expense for the year	8,278	6,161
Attributable to equity shareholders of the Company	8,278	6,161
Effects of changes in accounting policies (see note 3)		
Attributable to equity shareholders of the Company:		
Cumulative effects as at 31st December 2004 (31st December 2003)		
– Decrease in exchange reserve	(79)	(69)
– Decrease in revenue reserve	(205)	(181)
In respect of financial instruments as at 1st January 2005 (1st January 2004)		
– Decrease in hedging reserve	(119)	–
– Decrease in revenue reserve	(268)	–
Effects on capital and reserve	(671)	(250)

The notes on pages 54 to 101 form part of these financial statements.