

Consolidated Statement of Changes in Equity

Year ended 31 December 2005

Attributable to equity holders of the Company														
Note	Issued capital	Share premium account	Capital redemption reserve	Merger reserve	Land and	Investment revaluation reserve	PRC statutory reserves	Goodwill reserve	Exchange fluctuation reserve	Retained profits	Proposed final dividend	Total	Minority interests	Total equity
					buildings revaluation reserve									
	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000
Balance at 1 January 2004	53,033	193,410	223	136,502	33,250	—	5,103	(3,067)	(544)	296,815	10,607	725,332	242,906	968,238
Exchange realignment	—	—	—	—	—	—	—	—	91	—	—	91	—	91
Changes in fair value of non-trading securities	—	—	—	—	—	(1,884)	—	—	—	—	—	(1,884)	(1,138)	(3,022)
Total income and expense for the year recognised directly in equity	—	—	—	—	—	(1,884)	—	—	91	—	—	(1,793)	(1,138)	(2,931)
Net profit for the year	—	—	—	—	—	—	—	—	—	100,896	—	100,896	19,951	120,847
Total income and expense for the year	—	—	—	—	—	(1,884)	—	—	91	100,896	—	99,103	18,813	117,916
Acquisition of subsidiaries	—	—	—	—	—	—	—	—	—	—	—	—	3,109	3,109
Acquisition of minority interests	—	—	—	—	—	—	—	—	—	—	—	—	(37,683)	(37,683)
Dividends paid to minority shareholders of subsidiaries	—	—	—	—	—	—	—	—	—	—	—	—	(3,278)	(3,278)
Transfer from retained profits	—	—	—	—	—	—	253	—	—	(253)	—	—	—	—
Final 2003 dividend declared	—	—	—	—	—	—	—	—	—	—	(10,607)	(10,607)	—	(10,607)
Proposed final 2004 dividend	12	—	—	—	—	—	—	—	—	(30,229)	30,229	—	—	—
Balance at 31 December 2004	53,033	193,410	223	136,502	33,250	(1,884)	5,356	(3,067)	(453)	367,229	30,229	813,828	223,867	1,037,695

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Year ended 31 December 2005

Attributable to equity holders of the Company														
Note	Issued capital HK\$'000	Share premium account HK\$'000	Capital redemption reserve HK\$'000	Merger reserve HK\$'000	Available- Land and for - sale buildings investment revaluation revaluation reserve reserve HK\$'000 HK\$'000		PRC statutory reserves HK\$'000	Goodwill reserve HK\$'000	Exchange fluctuation reserve HK\$'000	Retained profits HK\$'000	Proposed final dividend HK\$'000	Total HK\$'000	Minority interests HK\$'000	Total equity HK\$'000
Balance at 1 January 2005	53,033	193,410	223	136,502	33,250	(1,884)	5,356	(3,067)	(453)	367,229	30,229	813,828	223,867	1,037,695
Exchange realignment	—	—	—	—	—	—	—	—	2,549	—	—	2,549	895	3,444
Changes in fair value of available-for-sale investments	—	—	—	—	—	(1,473)	—	—	—	—	—	(1,473)	(890)	(2,363)
Total income and expense for the year recognised directly in equity	—	—	—	—	—	(1,473)	—	—	2,549	—	—	1,076	5	1,081
Net profit for the year	—	—	—	—	—	—	—	—	—	200,772	—	200,772	33,648	234,420
Total income and expense for the year	—	—	—	—	—	(1,473)	—	—	2,549	200,772	—	201,848	33,653	235,501
Acquisition of a subsidiary	37	—	—	—	—	—	—	—	—	—	—	—	2,404	2,404
Acquisition of minority interests	—	—	—	—	—	—	—	—	—	—	—	—	(27,643)	(27,643)
Contribution from a minority shareholder of a subsidiary	—	—	—	—	—	—	—	—	—	—	—	—	19,231	19,231
Dividends paid to minority shareholders of subsidiaries	—	—	—	—	—	—	—	—	—	—	—	—	(5,184)	(5,184)
Disposal of available-for-sale investments	—	—	—	—	—	2,822	—	—	—	—	—	2,822	1,704	4,526
Transfer from retained profits	—	—	—	—	—	—	413	—	—	(413)	—	—	—	—
Final 2004 dividend declared	—	—	—	—	—	—	—	—	—	—	(30,229)	(30,229)	—	(30,229)
Balance at 31 December 2005	53,033	193,410*	223*	136,502*	33,250*	(535)*	5,769*	(3,067)*	2,096*	567,588*	—	988,269	248,032	1,236,301

The merger reserve represents the difference between the share capital and share premium of a subsidiary and the nominal value of the Company's shares issued in exchange thereof at the time of a group re-organisation in 1992.

The retained profits and exchange fluctuation reserve of the Group include HK\$28,966,000 (2004: accumulated losses of HK\$17,014,000) and HK\$877,000 (2004: HK\$357,000), respectively, retained by associates of the Group.

* These reserve accounts comprise the consolidated reserves of HK\$935,236,000 (2004: HK\$730,566,000) in the consolidated balance sheet.