



Consolidated Statement of Changes in Equity

For the Year Ended 31 December 2005

	Share capital	Share premium	Capital reserve	Goodwill reserve	Capital redemption reserve	Property revaluation reserve	Land use rights revaluation reserve	Translation reserve	PRC reserve funds	Retained profits	Total
	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000
			(Note a)						(Note b)		
At 1 January 2004 as originally stated	101,958	280,804	81,588	-	463	-	6,991	(13,643)	28,490	107,219	593,870
Effects of changes in accounting policies (note 2A)	-	-	-	-	-	-	(6,991)	(7)	-	(655)	(7,653)
As restated	101,958	280,804	81,588	-	463	-	-	(13,650)	28,490	106,564	586,217
Surplus on revaluation	-	-	-	-	-	368	-	-	-	-	368
Recognition of deferred tax liability on revaluation of properties	-	-	-	-	-	(64)	-	-	-	-	(64)
Net gain recognised directly in equity	-	-	-	-	-	304	-	-	-	-	304
Release on disposal of subsidiaries	-	-	-	(82,041)	-	-	-	1,196	-	-	(80,845)
Release on disposal of interests in a jointly controlled entity	-	-	-	-	-	-	-	17,582	(8,212)	8,212	17,582
Profit for the year	-	-	-	-	-	-	-	-	-	148,524	148,524
Total recognised income (expense)	-	-	-	(82,041)	-	-	-	18,778	(8,212)	156,736	85,261
Dividend paid/scrip dividend	-	-	-	-	-	-	-	-	-	(40,702)	(40,702)
Repurchase of shares	(550)	-	-	-	550	-	-	-	-	(4,257)	(4,257)
Issue of shares arising from issue of scrip dividend	706	5,057	-	-	-	-	-	-	-	-	5,763
Exercise of share options	493	1,163	-	-	-	-	-	-	-	-	1,656
Transfer and reclassification	-	-	(48,929)	48,929	-	-	-	-	5,896	(5,896)	-
At 31 December 2004	102,607	287,024	32,659	(33,112)	1,013	304	-	5,128	26,174	212,445	634,242



Consolidated Statement of Changes in Equity

For the Year Ended 31 December 2005

	Share capital HK\$'000	Share premium HK\$'000	Capital reserve HK\$'000 (Note a)	Goodwill reserve HK\$'000	Capital redemption reserve HK\$'000	Property revaluation reserve HK\$'000	Land use rights revaluation reserve HK\$'000	Translation reserve HK\$'000	PRC reserve funds HK\$'000 (Note b)	Retained profits HK\$'000	Total HK\$'000
At 1 January 2005	102,607	287,024	32,659	(33,112)	1,013	304	-	5,128	26,174	212,445	634,242
Effects of changes in accounting policies (note 2A)	-	-	-	33,112	-	-	-	-	-	(33,112)	-
	102,607	287,024	32,659	-	1,013	304	-	5,128	26,174	179,333	634,242
Surplus on revaluation	-	-	-	-	-	628	-	-	-	-	628
Recognition of deferred tax liability on revaluation of properties	-	-	-	-	-	(75)	-	-	-	-	(75)
Translation adjustment - foreign subsidiaries	-	-	-	-	-	-	-	10,220	-	-	10,220
Translation adjustment - associate	-	-	-	-	-	-	-	880	-	-	880
Translation adjustment - jointly controlled entity	-	-	-	-	-	-	-	1,021	-	-	1,021
Net gain recognised directly in equity	-	-	-	-	-	553	-	12,121	-	-	12,674
Profit for the year	-	-	-	-	-	-	-	-	-	62,228	62,228
Total recognised income	-	-	-	-	-	-	-	-	-	62,228	62,228
Dividend paid	-	-	-	-	-	-	-	-	-	(15,391)	(15,391)
Transfer	-	-	-	-	-	-	-	-	1,524	(1,524)	-
At 31 December 2005	102,607	287,024	32,659	-	1,013	857	-	17,249	27,698	224,646	693,753

Note:

- a. The capital reserve comprises the following:
 - Approximately HK\$23,990,000 relates to an assignment of shareholder's loan at a nominal consideration of HK\$1 during the corporate re-organisation of the Group for the purpose of the listing in 1992.
 - Approximately HK\$6,749,000 relates to the share of surplus on revaluation by an associate in 1995 for the purpose of listing on Shanghai Stock Exchange in 1996.
 - The remaining balance of approximately HK\$1,920,000 relates to bonus shares issued by an associate in 2001.
- b. In accordance with the articles of association of the subsidiaries, jointly controlled entity and associate registered or incorporated in the People's Republic of China (the "PRC") and the relevant PRC laws and regulations, these subsidiaries, jointly controlled entity and associate are required to transfer at least 10% of their profit after taxation, which is determined in accordance with the PRC accounting rules and regulations, to a statutory reserve fund (including the general reserve fund and enterprise expansion fund, where appropriate) until such reserve balance reaches 50% of the registered capital of the respective company. Transfer to this reserve fund is subject to the approval of the board of directors of the respective company. Statutory reserve fund can only be used to offset accumulated losses or to increase capital.