

Consolidated Statement of Changes in Equity

For the year ended 31 December 2005

	Attributable to equity holders of the parent					Total HK\$'000	Minority interests HK\$'000	Total HK\$'000
	Share capital HK\$'000 (note 1)	Special reserve HK\$'000	Share options reserve HK\$'000	Translation reserve HK\$'000	(Deficit) retained profits HK\$'000			
At 1 January 2004								
As previously stated (note 2 (a))	31,642	807,730	—	—	(61,786)	777,586	152,718	930,304
Effect of changes in accounting policies of an associate	—	—	—	—	699	699	—	699
As restated	31,642	807,730	—	—	(61,087)	778,285	152,718	931,003
Income recognised directly in equity								
Exchange differences arising on translation of foreign operations	—	—	—	584	—	584	—	584
Profit for the year	—	—	—	—	137,245	137,245	36,749	173,994
Total recognised income and expense for the year	—	—	—	584	137,245	137,829	36,749	174,578
Arising from reorganisation (note 2(b))	—	192,263	—	—	—	192,263	—	192,263
At 31 December 2004	31,642	999,993	—	584	76,158	1,108,377	189,467	1,297,844
At 1 January 2005								
As previously stated	31,642	999,993	—	584	76,232	1,108,451	189,467	1,297,918
Effect of changes in accounting policies of an associate	—	—	—	—	(74)	(74)	—	(74)
As restated	31,642	999,993	—	584	76,158	1,108,377	189,467	1,297,844
Income recognised directly in equity								
Exchange differences arising on translation of foreign operations	—	—	—	254	—	254	—	254
Profit for the year	—	—	—	—	130,666	130,666	15,868	146,534
Total recognised income and expense for the year	—	—	—	254	130,666	130,920	15,868	146,788
Arising from reorganisation (note 2(c))	17,569	(600,319)	—	—	179,331	(403,419)	(205,335)	(608,754)
Recognition of equity-settled share-based payments	—	—	1,500	—	—	1,500	—	1,500
At 31 December 2005	49,211	399,674	1,500	838	386,155	837,378	—	837,378

Notes:

- (1) Share capital of the Company as at 1 January 2004 and 31 December 2004 represented shares held by China Overseas Holdings Limited ("COHL") upon completion of the group reorganisation.
- (2) Special reserve represents reserve arisen from group reorganisations.
 - (a) Special reserve as at 1 January 2004 was arisen from the difference between the nominal amount of the share capital held by COHL upon completion of the group reorganisation and the aggregate of the nominal amount of the issued share capital of China State Construction Engineering (Hong Kong) Limited ("CSCEHK") and Zetson Enterprises Limited and its subsidiaries ("Project Management Group") (details please refer to note 1).
 - (b) Special reserve arising during the year ended 31 December 2004 represents the excess of the consideration received from the fellow subsidiary over the consolidated net assets value of the wholly owned subsidiaries of CSCEHK, namely, Bifacets Limited, Longcross Limited, Seawave Company Limited and Trade Brilliant Development Limited (collectively thereafter "Property Interest Subsidiaries"), upon the disposal of the Property Interest Subsidiaries (note 30).
 - (c) Special reserve arising during the year ended 31 December 2005 represents the excess of the consideration payable by the Company over the consolidated net assets of the Project Management Group that attributable to minority shareholders upon the completion of the group reorganisation (details please refer to note 1).