

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

FOR THE YEAR ENDED 31 DECEMBER 2005

	Attributable to equity holders of the Company											
	Share capital	Share premium	Capital		Contributed surplus	Asset			Accumulated profits	Total	Minority interests	Total
			redemption reserve	Capital reserve		revaluation reserve	Translation 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	
At 1 January 2004												
as originally stated	23,014	-	1,109	11,145	126,087	26,281	(1,388)	117,758	304,006	11,671	315,677	
Effects of changes in accounting policies (note 3)	-	-	-	-	-	(2,132)	-	-	(2,132)	-	(2,132)	
At 1 January 2004 as restated	23,014	-	1,109	11,145	126,087	24,149	(1,388)	117,758	301,874	11,671	313,545	
Profit and recognised income and expense for the year	-	-	-	-	-	-	-	35,108	35,108	9,219	44,327	
Acquisition of additional interests in subsidiaries from a minority shareholder	-	-	-	-	-	-	-	-	-	(14,035)	(14,035)	
Issue of shares on exercise of share options	40	192	-	-	-	-	-	-	232	-	232	
Issue of shares on exercise of convertible notes	1,200	10,800	-	-	-	-	-	-	12,000	-	12,000	
Dividend paid (note 13)	-	-	-	-	(8,977)	-	-	-	(8,977)	-	(8,977)	
At 31 December 2004 and 1 January 2005	24,254	10,992	1,109	11,145	117,110	24,149	(1,388)	152,866	340,237	6,855	347,092	
Effects of changes in accounting policies (note 3)	-	-	-	-	-	-	-	(1,308)	(1,308)	-	(1,308)	
At 1 January 2005 as restated	24,254	10,992	1,109	11,145	117,110	24,149	(1,388)	151,558	338,929	6,855	345,784	
Gain on fair value changes of available-for-sale investments	-	-	-	-	-	150	-	-	150	-	150	
Profit for the year	-	-	-	-	-	-	-	40,110	40,110	2,655	42,765	
Total recognised income and expense for the year	-	-	-	-	-	150	-	40,110	40,260	2,655	42,915	
Dividend paid to minority shareholders of a subsidiary	-	-	-	-	-	-	-	-	-	(3,000)	(3,000)	
Dividend paid (note 13)	-	-	-	-	(14,552)	-	-	-	(14,552)	-	(14,552)	
At 31 December 2005	24,254	10,992	1,109	11,145	102,558	24,299	(1,388)	191,668	364,637	6,510	371,147	

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FOR THE YEAR ENDED 31 DECEMBER 2005

The capital reserve of the Group represents the aggregate of:

- (i) the reserve arising on the acquisition of shares in subsidiaries from minority shareholders pursuant to the group reorganisation prior to 1994 of HK\$10,445,000; and
- (ii) the differences between the nominal value of the aggregate share capital of the subsidiaries acquired pursuant to the group reorganisation in September 1994, over the nominal value of the Company's shares issued in exchange of HK\$700,000.

At 31 December 2005, the asset revaluation reserve includes an amount of HK\$10,582,000 (2004: HK\$10,582,000) relating to a property previously held as a leasehold property and reclassified as an investment property in 1997. The amount is frozen upon the transfer of the property to investment property until the disposal or retirement of the related asset. On the disposal or retirement of the asset, the frozen revaluation reserve will be transferred directly to accumulated profits.

The contributed surplus of the Group represents the net aggregate of:

- (i) the credit arising from the reduction of nominal value of the consolidated shares from HK\$1.00 each to HK\$0.10 each by cancelling HK\$0.90 paid up on each issued share, after a transfer of HK\$10,565,000 towards the elimination of the accumulated losses of the Company as at 31 December 1997, of HK\$70,510,000;
- (ii) the credit arising from cancellation of the share premium account of HK\$237,881,000, after a transfer of HK\$180,003,000 towards the elimination of the accumulated losses of the Company as at 31 December 2002, of HK\$57,878,000; and
- (iii) the distribution to shareholders of HK\$14,552,000 (2003 and 2004: HK\$11,278,000) for the year ended 31 December 2005.