

Consolidated Statement of Changes in Equity

For the Year ended 31 December 2006

Attributable to equity holders of the Company

| | Share capital | General reserve | Special reserve | Regulatory reserve | Property | Investment | Capital | Exchange reserve | Accumulated profits | Total | Minority interests | Total |
|---|---------------|-----------------|-----------------|--------------------|---------------------|---------------------|--------------------|------------------|---------------------|-----------|--------------------|-----------|
| | | | | | revaluation reserve | revaluation reserve | redemption 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 2005 | 378,583 | 783,495 | 75,747 | 47,558 | 1,449,573 | 59,049 | 2,952 | (7,784) | 2,613,025 | 5,402,198 | 25,694 | 5,427,892 |
| Surplus on revaluation of properties | — | — | — | — | 8 | — | — | — | — | 8 | — | 8 |
| Gains on fair value changes of available-for-sale investments | — | — | — | — | — | 10,340 | — | — | — | 10,340 | — | 10,340 |
| Share of gains on fair value changes of available-for-sale investments held by associates | — | — | — | — | — | 25,635 | — | — | — | 25,635 | — | 25,635 |
| Exchange differences arising on translation of overseas operations | — | — | — | — | — | — | — | 51,469 | — | 51,469 | 1,087 | 52,556 |
| Share of exchange reserve of associates | — | — | — | — | — | — | — | (762) | — | (762) | — | (762) |
| Net income and expenses recognised directly in equity | — | — | — | — | 8 | 35,975 | — | 50,707 | — | 86,690 | 1,087 | 87,777 |
| Release of reserve upon disposal of a subsidiary | — | (45,000) | — | — | — | — | — | — | 45,000 | — | — | — |
| Share of release of reserve of associates upon disposal of available-for-sale investments | — | — | — | — | — | (10,785) | — | — | — | (10,785) | — | (10,785) |
| Profit for the year | — | — | — | — | — | — | — | — | 143,451 | 143,451 | (3,889) | 139,562 |
| Total recognised income and expenses for the year | — | (45,000) | — | — | 8 | 25,190 | — | 50,707 | 188,451 | 219,356 | (2,802) | 216,554 |
| Share of earmark of accumulated profits as regulatory reserve of an associate | — | — | — | 8,677 | — | — | — | — | (8,677) | — | — | — |
| Dividends paid | — | — | — | — | — | — | — | — | (68,145) | (68,145) | — | (68,145) |
| At 31 December 2005 | 378,583 | 738,495 | 75,747 | 56,235 | 1,449,581 | 84,239 | 2,952 | 42,923 | 2,724,654 | 5,553,409 | 22,892 | 5,576,301 |

Consolidated Statement of Changes in Equity

Attributable to equity holders of the Company

| | Share | General | Special | Regulatory | Property | Investment | Capital | Exchange | Accumulated | Total | Minority | Total |
|---|----------|----------|----------|------------|-------------|-------------|------------|----------|-------------|-----------|-----------|-----------|
| | capital | reserve | reserve | reserve | revaluation | revaluation | redemption | | profits | | interests | |
| | HK\$'000 | HK\$'000 | HK\$'000 | HK\$'000 | HK\$'000 | HK\$'000 | HK\$'000 | HK\$'000 | HK\$'000 | HK\$'000 | HK\$'000 | HK\$'000 |
| Surplus on revaluation of properties | — | — | — | — | 8 | — | — | — | — | 8 | — | 8 |
| Losses on fair value changes of available-for-sale investments | — | — | — | — | — | (36,650) | — | — | — | (36,650) | — | (36,650) |
| Share of gains on fair value changes of available-for-sale investments held by associates | — | — | — | — | — | 46,530 | — | — | — | 46,530 | — | 46,530 |
| Exchange differences arising on translation of overseas operations | — | — | — | — | — | — | — | 36,923 | — | 36,923 | 1,198 | 38,121 |
| Share of exchange reserve of associates | — | — | — | — | — | — | — | 705 | — | 705 | — | 705 |
| Net income and expenses recognised directly in equity | — | — | — | — | 8 | 9,880 | — | 37,628 | — | 47,516 | 1,198 | 48,714 |
| Share of release of reserve of associates upon disposal of available-for-sale investments | — | — | — | — | — | (43,606) | — | — | — | (43,606) | — | (43,606) |
| Profit for the year | — | — | — | — | — | — | — | — | 223,141 | 223,141 | (1,513) | 221,628 |
| Total recognised income and expenses for the year | — | — | — | — | 8 | (33,726) | — | 37,628 | 223,141 | 227,051 | (315) | 226,736 |
| Capital contribution from minority shareholders | — | — | — | — | — | — | — | — | — | — | 6,158 | 6,158 |
| Share of earmark of accumulated profits as regulatory reserve of an associate | — | — | — | 19,303 | — | — | — | — | (19,303) | — | — | — |
| Dividends paid | — | — | — | — | — | — | — | — | (83,288) | (83,288) | — | (83,288) |
| At 31 December 2006 | 378,583 | 738,495 | 75,747 | 75,538 | 1,449,589 | 50,513 | 2,952 | 80,551 | 2,845,204 | 5,697,172 | 28,735 | 5,725,907 |

Notes:

- (i) General reserve at 31 December 2006 and 2005 represented distributable reserve set aside by associates of the Group for future developments.
- (ii) The special reserve represents the difference between the consideration paid and the carrying values of the underlying assets and liabilities attributable to the additional interest in a subsidiary acquired during the year ended 31 December 2004.
- (iii) In compliance with the Hong Kong Monetary Authority's requirements, the Group's share of accumulated profits of an associate of HK\$75,538,000 (2005: HK\$56,235,000) has been earmarked as regulatory reserve. The regulatory reserve is distributable to equity holders of the associate subject to consultation with the Hong Kong Monetary Authority.