

# Consolidated Statement of Changes in Equity

For the year ended 31 December 2006

|  | Attributable to equity holders of the Company |               |                         |                 |                     |                                |                              |                      |                    |                  |                    |               |                  |
|--|---|---------------|-------------------------|-----------------|---------------------|--------------------------------|------------------------------|----------------------|--------------------|------------------|--------------------|---------------|------------------|
|  | Share capital                                 | Share premium | Special capital reserve | General reserve | Translation reserve | Investment revaluation reserve | Property revaluation reserve | (Accumulated losses) |                    |                  | Minority interests | Total         |                  |
|  |   |               |                         |                 |                     |                                |                              | Capital reserve      | redemption reserve | retained profits |                    |               |                  |
|  |   |               |                         |                 |                     |                                |                              | HK\$'000             | HK\$'000           | HK\$'000         |                    |               | HK\$'000         |
|  |   |               | (Note 34(c))            | (Note)          |                     |                                |                              |                      |                    |                  |                    |               |                  |
| At 1 January 2005  | 2,142,420                                     | 939,048       | 14,044                  | 23,916          | (31,260)            | -                              | -                            | -                    | 1,080              | (2,331,468)      | 757,780            | 19,434        | 777,214          |
| Increase in fair value changes of available-for-sale investments                                 | -   | -             | -                       | -               | -                   | 10,503                         | -                            | -                    | -                  | -                | 10,503             | -             | 10,503           |
| Exchange differences arising on translation of foreign operations                                | -   | -             | -                       | -               | 6,655               | -                              | -                            | -                    | -                  | -                | 6,655              | 231           | 6,886            |
| Net income recognised directly in equity   | -   | -             | -                       | -               | 6,655               | 10,503                         | -                            | -                    | -                  | -                | 17,158             | 231           | 17,389           |
| Reserves realised upon disposal of subsidiaries  | -   | -             | -                       | -               | (339)               | -                              | -                            | -                    | -                  | -                | (339)              | -             | (339)            |
| Reserves realised upon disposal of associates  | -   | -             | -                       | -               | 185                 | -                              | -                            | -                    | -                  | -                | 185                | -             | 185              |
| Profit for the year  | -   | -             | -                       | -               | -                   | -                              | -                            | -                    | -                  | 286,403          | 286,403            | (528)         | 285,875          |
| Total recognised income (expense) for the year   | -   | -             | -                       | -               | 6,501               | 10,503                         | -                            | -                    | -                  | 286,403          | 303,407            | (297)         | 303,110          |
| Capital reduction  | (1,928,178)                                   | -             | -                       | -               | -                   | -                              | -                            | -                    | -                  | 1,928,178        | -                  | -             | -                |
| Cancellation of share premium account  | -   | (939,048)     | -                       | -               | -                   | -                              | -                            | -                    | -                  | 939,048          | -                  | -             | -                |
| <b>At 31 December 2005 and 1 January 2006</b>  | <b>214,242</b>                                | <b>-</b>      | <b>14,044</b>           | <b>23,916</b>   | <b>(24,759)</b>     | <b>10,503</b>                  | <b>-</b>                     | <b>-</b>             | <b>1,080</b>       | <b>822,161</b>   | <b>1,061,187</b>   | <b>19,137</b> | <b>1,080,324</b> |
| Increase in fair value changes of available-for-sale investments                                 | -   | -             | -                       | -               | -                   | 10,504                         | -                            | -                    | -                  | -                | 10,504             | -             | 10,504           |
| Increase in fair value of land and buildings transferred to investment properties                | -   | -             | -                       | -               | -                   | -                              | 4,188                        | -                    | -                  | -                | 4,188              | -             | 4,188            |
| Capital contribution from a major shareholder arising from acquisition of subsidiaries (note 35) | -   | -             | -                       | -               | -                   | -                              | -                            | 21,570               | -                  | -                | 21,570             | -             | 21,570           |
| Deferred tax liability arising on revaluation of properties                                      | -   | -             | -                       | -               | -                   | -                              | (289)                        | -                    | -                  | -                | (289)              | -             | (289)            |
| Exchange differences arising on translation of foreign operations                                | -   | -             | -                       | -               | 12,248              | -                              | -                            | -                    | -                  | -                | 12,248             | 597           | 12,845           |
| Net income recognised directly in equity   | -   | -             | -                       | -               | 12,248              | 10,504                         | 3,899                        | 21,570               | -                  | -                | 48,221             | 597           | 48,818           |
| Reserves realised upon disposal of associates  | -   | -             | -                       | -               | 38                  | -                              | -                            | -                    | -                  | -                | 38                 | -             | 38               |
| Profit for the year  | -   | -             | -                       | -               | -                   | -                              | -                            | -                    | -                  | 110,966          | 110,966            | 4,096         | 115,062          |
| Total recognised income for the year   | -   | -             | -                       | -               | 12,286              | 10,504                         | 3,899                        | 21,570               | -                  | 110,966          | 159,225            | 4,693         | 163,918          |
| Capital contribution from a minority shareholder of a subsidiary                                 | -   | -             | -                       | -               | -                   | -                              | -                            | -                    | -                  | -                | -                  | 20,000        | 20,000           |
| Acquired on acquisition of subsidiaries  | -   | -             | -                       | -               | -                   | -                              | -                            | -                    | -                  | -                | -                  | 8,757         | 8,757            |
| <b>At 31 December 2006</b>   | <b>214,242</b>                                | <b>-</b>      | <b>14,044</b>           | <b>23,916</b>   | <b>(12,473)</b>     | <b>21,007</b>                  | <b>3,899</b>                 | <b>21,570</b>        | <b>1,080</b>       | <b>933,127</b>   | <b>1,220,412</b>   | <b>52,587</b> | <b>1,272,999</b> |

Note: Included in general reserve are reserve fund and enterprise expansion fund of the subsidiaries and associates in the People's Republic of China other than Hong Kong (the "PRC").