

Consolidated Statement of Changes in Equity

For The Year Ended 31 December 2006

	Attributable to equity holders of the parent											
	Share capital HK\$'000	Share premium HK\$'000	Capital redemption reserve HK\$'000	Revaluation reserve HK\$'000	Exchange reserve HK\$'000	Special capital reserve HK\$'000	Capital reserve HK\$'000 (Note a)	Enterprise expansion fund and a statutory reserve fund HK\$'000 (Note b)	Accumulated (losses) profits HK\$'000	Total HK\$'000	Minority interests HK\$'000	Total HK \$ '000
At 1 January 2005, as originally stated	927,450	1,418,117	1,019	2,940	24,732	-	1,800,537	89,824	(2,586,499)	1,678,120	196,267	1,874,387
Restatement of comparative financial information (Note 5)									(49,350)	(49,350)		(49,350)
At 1 January 2005, as restated	927,450	1,418,117	1,019	2,940	24,732	-	1,800,537	89,824	(2,635,849)	1,628,770	196,267	1,825,037
Increase in revaluation reserve resulting from acquisition of a subsidiary Movements in reserves of associates Exchange differences on translation of the financial statements of		- -	- -	44,490 154	- 7,142	-	-	-	-	44,490 7,296	3,490 -	47,980 7,296
operations outside Hong Kong					25,128					25,128	4,553	29,681
Net income recognised directly in equity Profit for the year	- -		- -	44,644	32,270	- -			303,946	76,914 303,946	8,043 28,286	84,957 332,232
Total recognised income for the year				44,644	32,270				303,946	380,860	36,329	417,189
Transfer in reserves of associates Transfer to enterprise expansion and statutory reserve fund	-	-	-	-	-	-	-	425 71,977	(425) (71,977)	-	-	-
Issue of shares for acquisition of subsidiary	54,331	102,069	-	-	-	-	-	-	-	156,400	-	156,400
Share issue expenses Eliminated against accumulated	-	(52)		-	-	-	4 000 000	-	-	(52)	-	(52)
losses (Note a) Shares issued at premium Increase due to acquisition	5,030	(1,412,855) 4,890	-	-	-	292,655	(1,800,000)	-	2,920,200	9,920	-	9,920

292,655 (1,800,000)

537

292,655

47,584

57,002

1,019

986,811

112,169

72,402 2,847,798

515,895 2,175,898

162,226

54

of a subsidiary Contribution from a

Sub-total

minority shareholder
Dividends paid to minority interests

At 31 December 2005, as restated

32,298

1,507

257,907

32,298

1,507

(8,494)

2,433,805





Consolidated Statement of Changes in Equity

For The Year Ended 31 December 2006

Attributable	to	equity	hold	ers of	the	parent
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Profit for the year		real buttable to equity floracity of the parent											
Mosements in reserves of associates	_			Capital			Special	expansion			ated		
HK\$000 H		Share	Share	redemption	Revaluation	Exchange	capital	Capital	statutory	(losses)		Minority	
Movements in receives of associates		capital	premium	reserve	reserve	reserve	reserve	reserve r	eserve fund	profits	Total	interests	Total
Movements in reviews of associates Cuchange differences arising on an arisistation of the financial statement of operations autisel Hong Kong on the Financial statement of operations autisel Hong Kong on the Financial statement of operations autisel Hong Kong on the Financial statement of operations on the Financial statement of operations Supplies on revolution of properties 3,217 103 39,910 10,481 191,575 Released on disemed disposal of partial interest di		HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000
Exchange efficiences arising on translation of the financial statements of operations outside Rings (Song)								(Note a)	(Note b)				
Exchange difference arising on translation of the financial statements dispersions outside Hong Kinning	Movements in reserves of associates	_			624	6 284				103	7 011		7 011
on translation of the financial statements of operations cursise from Kong					02.	0,201					.,,		.,,
statements of operations outside Hong Kong													
cousde Hong Kong - - - 80,676 - - 80,676 10,481 191,577 Surplis on revaluation of properties - - 3,217 - 3,217 - 3,217 - 3,217 Net income recognised directly in equity - - - 3,841 66,960 - - 103 90,904 10,481 101,385 Released on deemed disposal of partial interest - - - 1,801 12,0800 - (106) (2,271) 2,271 (2,216) - (2,216) Profit for the year - - - 1,801 12,0800 - (106) (2,271) 2,271 (2,216) - - (2,216) - - (2,216) - - (2,216) - - 2,216 - - 2,216 - 2,216 - 2,216 - 2,216 - - 2,216 - 2,216 - - 2,216 <th< td=""><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td></th<>													
Surplus on revolutation of properties													
Net income recognised directly in equity 3,841 85,960 103 90,904 10,481 101,385 Released on demed disposal of partial interest in an associate (80) (2,080) - (106) (2,271) 2,271 (2,216) - (2,216) Profit for the year 3,811 84,880 - (106) (2,271) 223,992 310,306 44,627 354,333 Acquisition of additional equity interest in a subsidiary 3,811 84,880 - (106) (2,271) 223,992 310,306 44,627 354,333 Acquisition of additional equity interest in a subsidiary 4,739 (4,739) (3,780) (3,780) Transfer in netwers of associates 4,739 (4,739) 492,665 Transfer in receives of associates 26,681 (26,681) 492,665 Share issue expenses - (90)		-	-	-	-	80,676	-	-	-	-		10,481	
in equity — — — — 3,841 86,960 — — — 103 90,904 10,481 101,385 Released on deemed disposal of partial interest in an associate — — — 1300 12,080) — 1106 12,271 2,271 (2,216) — 12,216 Prolit for the year — — — — — — — — — — — — 22,1618 221,618 34,146 255,764 Total recognised income and expense for the year — — — — 3,811 84,880 — 1106 (2,271) 223,992 310,306 44,627 354,933 Acquisition of additional equity interest in a subsidiary — — — — — — — 3,811 84,880 — 1106 (2,271) 223,992 310,306 44,627 354,933 Transfer to enterprise expansion and statutory reserve fund — — — — — — — — 492,665 — 492,665 Share issue expenses — — (90) — — — — — — — 492,665 — 492,665 Share issue expenses — — (90) — — — — — — — — 30,975 30,975 Dividends paid to minority — — — — — — — — — — — — — — — — — — —	Surplus on revaluation of properties				3,217						3,217		3,217
in equity — — — — 3,841 86,960 — — — 103 90,904 10,481 101,385 Released on deemed disposal of partial interest in an associate — — — 1300 12,080) — 1106 12,271 2,271 (2,216) — 12,216 Prolit for the year — — — — — — — — — — — — 22,1618 221,618 34,146 255,764 Total recognised income and expense for the year — — — — 3,811 84,880 — 1106 (2,271) 223,992 310,306 44,627 354,933 Acquisition of additional equity interest in a subsidiary — — — — — — — 3,811 84,880 — 1106 (2,271) 223,992 310,306 44,627 354,933 Transfer to enterprise expansion and statutory reserve fund — — — — — — — — 492,665 — 492,665 Share issue expenses — — (90) — — — — — — — 492,665 — 492,665 Share issue expenses — — (90) — — — — — — — — 30,975 30,975 Dividends paid to minority — — — — — — — — — — — — — — — — — — —	Net income recognised directly												
of partial interest in an associate (30) (2,080) - (106) (2,271) 2,271 (2,216) - (2,216) Profit for the year 221,618 221,618 34,146 255,764 Total recognised income and expense for the year 3,811 84,880 - (106) (2,271) 223,992 310,306 44,627 354,933 Acquisition of additional equity interest in a subsidiary		-	-	-	3,841	86,960	-	-	-	103	90,904	10,481	101,385
of partial interest in an associate													
in an associate													
Profit for the year	of partial interest												
Total recognised income and expense for the year	in an associate	-	-	-	(30)	(2,080)	-	(106)	(2,271)	2,271	(2,216)	-	(2,216)
Acquisition of additional equity interest in a subsidiary	Profit for the year									221,618	221,618	34,146	255,764
Acquisition of additional equity interest in a subsidiary	Total recognised income and												
Acquisition of additional equity interest in a subsidiary		-	_	-	3,811	84,880	_	(106)	(2,271)	223,992	310,306	44,627	354,933
interest in a subsidiary	.,,												
Transfer to enterprise expansion and statutory reserve fund	Acquisition of additional equity												
Transfer to enterprise expansion and statutory reserve fund 26,681 (26,681) Shares issued at premium 186,000 306,665 492,665 - 492,665 Share issue expenses - (90) (90) - (90) Contribution from a minority shareholder Dividends paid to minority interests (11,295) (11,295) Dividends paid to shareholders (35,185) (35,185) - (35,185) Sub-total 186,000 306,575 31,420 (66,605) 457,390 15,900 473,290	interest in a subsidiary	-	-	-	-	-	-	-	-	-	-	(3,780)	(3,780)
and statutory reserve fund 26,681 (26,681)	Transfer in reserves of associates	-	-	-	-	-	-	-	4,739	(4,739)	-	-	-
Shares issued at premium 186,000 306,665 492,665 - 492,665 Share issue expenses - (90) 900 - (90) Contribution from a minority shareholder 30,975 30,975 Dividends paid to minority interests (11,295) (11,295) Dividends paid to shareholders 31,420 (66,605) 457,390 15,900 473,290	Transfer to enterprise expansion												
Shares issued at premium 186,000 306,665 492,665 - 492,665 Share issue expenses - (90) 900 - (90) Contribution from a minority shareholder 30,975 30,975 Dividends paid to minority interests (11,295) (11,295) Dividends paid to shareholders 31,420 (66,605) 457,390 15,900 473,290	and statutory reserve fund	_	-	-	_	_	_	-	26,681	(26,681)	_	-	-
Share issue expenses - (90) (90) - (90) Contribution from a minority shareholder 30,975 30,975 Dividends paid to minority interests (11,295) (11,295) Dividends paid to shareholders 31,420 (66,605) 457,390 15,900 473,290		186.000	306.665	-	_	_	_	_	_	_	492.665	_	492,665
Contribution from a minority shareholder		_		_	_	_	_	_	_	_		_	
shareholder - - - - - - 30,975 Dividends paid to minority interests - <td< td=""><td></td><td></td><td>(50)</td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td>(30)</td><td></td><td>(30)</td></td<>			(50)								(30)		(30)
Dividends paid to minority interests												20.075	20.075
interests (11,295) (11,295) Dividends paid to shareholders (35,185) (35,185) - (35,185) Sub-total 186,000 306,575 31,420 (66,605) 457,390 15,900 473,290			-	-	-	-	-	-	-	-	-	30,975	30,975
Dividends paid to shareholders												14	
Sub-total 186,000 306,575 31,420 (66,605) 457,390 15,900 473,290		-	-	-	-	-	-	-	-	-	-	(11,295)	
	Dividends paid to shareholders									(35,185)	(35,185)		(35,185)
Δt 31 December 2006 1 177 811 418 744 1 019 51 395 141 887 292 655 431 191 375 673 282 2 943 594 318 434 3 262 028	Sub-total	186,000	306,575						31,420	(66,605)	457,390	15,900	473,290
7(13) December 2000 17/12/011 410/144 1/013 31/333 141/002 232/033 431 131/353 013/202 2/34/354 310/434 3/202/020	At 31 December 2006	1,172,811	418,744	1,019	51,395	141,882	292,655	431	191,375	673,282	2,943,594	318,434	3,262,028



Consolidated Statement of Changes in Equity

For The Year Ended 31 December 2006

Notes:

(a) Capital reserve of the Group consists primarily of capital reserve of the Company amounting to HK\$1,800,000,000 which was created through the reduction of the Company's share premium account on 29 November 1993, as approved by the Supreme Court of Hong Kong.

The High Court of Hong Kong made an order confirming the cancellation of share premium and capital reserve accounts (the "Cancellation") on 1 September 2005 pursuant to section 60 of the Hong Kong Companies Ordinance.

Details of the Cancellation are set out in note 41.

(b) Enterprise expansion fund and statutory reserve fund, which are non-distributable, are appropriated from the profit after taxation of the Company's subsidiaries and associates under the applicable laws and regulations in the People's Republic of China (other than Hong Kong).

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