

Consolidated Statement of Changes in Equity

For the year ended 31 December 2006

	Attributable to equity holders of the Company									
	Share capital HK\$'000	Share premium HK\$'000	Reserve funds HK\$'000 (Note)	Exchange translation reserve HK\$'000	Share option reserve HK\$'000	Investments revaluation reserves HK\$'000	Accumulated profits HK\$'000	Total HK\$'000	Minority interests HK\$'000	Total HK\$'000
At 1 January 2005	154,787	18,845	2,127	11	708	-	77,756	254,234	15,006	269,240
Loss on fair value changes of available-for-sale investments	-	-	-	-	-	(2,784)	-	(2,784)	-	(2,784)
Exchange differences arising on translation of foreign operations	-	-	-	1,527	-	-	-	1,527	285	1,812
Net income and expenses recognised directly in equity	-	-	-	1,527	-	(2,784)	-	(1,257)	285	(972)
Profit for the year	-	-	-	-	-	-	30,565	30,565	8,942	39,507
Total recognised income for the year	-	-	-	1,527	-	(2,784)	30,565	29,308	9,227	38,535
Issue of shares upon exercise of share options	295	325	-	-	-	-	-	620	-	620
Dividends paid (2004 final dividend of HK\$0.01 per share)	-	-	-	-	-	-	(15,492)	(15,492)	-	(15,492)
Transfer to reserve funds	-	-	1,998	-	-	-	(1,998)	-	-	-
Recognition of equity-settled share based payment	-	-	-	-	142	-	-	142	-	142
	295	325	1,998	-	142	-	(17,490)	(14,730)	-	(14,730)
At 31 December 2005 and 1 January 2006	155,082	19,170	4,125	1,538	850	(2,784)	90,831	268,812	24,233	293,045
Loss on fair value changes of available-for-sale investments	-	-	-	-	-	(18,365)	-	(18,365)	-	(18,365)
Exchange differences arising on translation of foreign operations	-	-	-	5,481	-	-	-	5,481	324	5,805
Net income and expenses recognised directly in equity	-	-	-	5,481	-	(18,365)	-	(12,884)	324	(12,560)
Impairment loss recognised in respect of available-for-sale investments	-	-	-	-	-	21,149	-	21,149	-	21,149
Loss for the year	-	-	-	-	-	-	(29,001)	(29,001)	2,680	(26,321)
Total recognised expense for the year	-	-	-	5,481	-	2,784	(29,001)	(20,736)	3,004	(17,732)
Issue of shares upon exercise of share options	290	319	-	-	-	-	-	609	-	609
Dividends paid (2005 final dividend of HK\$0.004 per share)	-	-	-	-	-	-	(6,207)	(6,207)	-	(6,207)
Decrease in minority interest as a result of acquisitions of additional interests in subsidiaries	-	-	-	-	-	-	-	-	(27,237)	(27,237)
Transfer to reserve funds	-	-	1,270	-	-	-	(1,270)	-	-	-
	290	319	1,270	-	-	-	(7,477)	(5,598)	(27,237)	(32,835)
At 31 December 2006	155,372	19,489	5,395	7,019	850	-	54,353	242,478	-	242,478

Note: According to the relevant laws and regulations in the People's Republic of China ("PRC") and the Articles of Association of the Company's subsidiaries in the PRC, they are required to set aside 10% of their profit after taxation for the statutory revenue reserve (except where the reserve has reached 50% of the subsidiaries' registered capital) and 5% to 10% of their profit after taxation for the statutory public welfare fund. The profit after taxation is determined under accounting principles generally accepted in the PRC. These reserves cannot be used for purposes other than those for which they are created and are not distributable as dividends without the prior approval by the shareholders under certain conditions.