

# consolidated statement of changes in equity

for the year ended 31 March 2007

	Share capital	Share premium	Properties revaluation reserve	Statutory reserve	Exchange fluctuation reserve	Capital reserve	Warrant reserve	Share-based compensation reserve	Retained profits	Attributable to equity holders of the Company	Minority interests	Total Equity
	HK\$'000	HK\$'000 (note a)	HK\$'000 (note b)	HK\$'000 (note c)	HK\$'000 (note d)	HK\$'000 (note e)	HK\$'000	HK\$'000 (note f)	HK\$'000	HK\$'000	HK\$'000	HK\$'000
At 1 April 2005	177,657	292,540	17,603	220	(945)	—	1,010	—	232,735	720,820	7,355	728,175
Exchange difference arising on translation of foreign operations	—	—	—	—	16,577	—	—	—	—	16,577	—	16,577
Expenses incurred in connection with open offer	—	(5,160)	—	—	—	—	—	—	—	(5,160)	—	(5,160)
Net income recognised directly in equity	—	(5,160)	—	—	16,577	—	—	—	—	11,417	—	11,417
Profit for the year	—	—	—	—	—	—	—	—	103,406	103,406	17,433	120,839
Total recognised income and expense for the year	—	(5,160)	—	—	16,577	—	—	—	103,406	114,823	17,433	132,256
Issue of shares upon:												
Exercise of warrants(note 26(a))	990	1,950	—	—	—	—	(960)	—	—	1,980	—	1,980
Open offer (note 26(b))	89,323	133,985	—	—	—	—	—	—	—	223,308	—	223,308
Movement in equity on expiry of warrants	—	50	—	—	—	—	(50)	—	—	—	—	—
Dividends paid	—	—	—	—	—	—	—	—	(34,836)	(34,836)	(3,200)	(38,036)
At 31 March 2006	267,970	423,365	17,603	220	15,632	—	—	—	301,305	1,026,095	21,588	1,047,683
<b>Representing:</b>												
At 31 March 2006 after proposed final dividend										1,004,658		
Proposed final dividend (note 9)										21,437		
										<u>1,026,095</u>		
At 1 April 2006	267,970	423,365	17,603	220	15,632	—	—	—	301,305	1,026,095	21,588	1,047,683
Exchange difference arising on translation of foreign operations	—	—	—	—	16,261	—	—	—	—	16,261	—	16,261
Surplus on revaluation	—	—	43,722	—	—	—	—	—	—	43,722	—	43,722
Deferred taxation arising on revaluation	—	—	(10,000)	—	—	—	—	—	—	(10,000)	—	(10,000)
Expenses incurred in connection with placement	—	(1,925)	—	—	—	—	—	—	—	(1,925)	—	(1,925)
Net income recognised directly in equity	—	(1,925)	33,722	—	16,261	—	—	—	—	48,058	—	48,058
Profit for the year	—	—	—	—	—	—	—	—	123,092	123,092	11,206	134,298
Total recognised income and expense for the year	—	(1,925)	33,722	—	16,261	—	—	—	123,092	171,150	11,206	182,356
Issue of shares on placement (note 26(c))	25,800	49,020	—	—	—	—	—	—	—	74,820	—	74,820
Issue of convertible bonds (note 25)	—	—	—	—	—	6,040	—	—	—	6,040	—	6,040
Reconition of share-based payments (note 27)	—	—	—	—	—	—	—	6,757	—	6,757	—	6,757
Acquisition of interests in subsidiaries(note 30(a))	—	—	—	—	—	—	—	—	—	—	4,500	4,500
Acquisition of additional interests in subsidiaries from minority shareholders (note 30(b))	—	—	—	—	—	—	—	—	—	—	(3,100)	(3,100)
Dividends paid	—	—	—	—	—	—	—	—	(40,195)	(40,195)	(11,200)	(51,395)
At 31 March 2007	293,770	470,460	51,325	220	31,893	6,040	—	6,757	384,202	1,244,667	22,994	1,267,661
<b>Representing:</b>												
At 31 March 2007 after proposed final dividend										1,244,667		
Proposed final dividend (note 9)										—		
										<u>1,244,667</u>		

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for the year ended 31 March 2007

Note:

- (a) The application of the share premium account is governed by the Companies Act of Bermuda.
- (b) The properties revaluation reserve has been set up and are dealt with in accordance with the accounting policies adopted for land and buildings in note 2(e) to the financial statements.
- (c) In accordance with the relevant regulations of the People's Republic of China (the "PRC"), the subsidiaries of the Group established in the PRC are required to transfer a certain percentage of the profit after tax, if any, to a statutory reserve. Subject to certain restrictions as set out in the relevant regulations, the statutory reserve may be used to offset the accumulated losses, if any, of the subsidiaries.
- (d) The exchange fluctuation reserve comprises all foreign exchange differences arising from the translation of the financial statements of foreign operations. The reserve is dealt with in accordance with the accounting policies set out in note 2(d)(iii) to the financial statements.
- (e) The capital reserve represents the unexercised equity component of convertible bonds issued by the Group recognised in accordance with the accounting policy adopted for convertible bonds in note 2(n)(ii) to the financial statements.
- (f) Share-based compensation reserve represents the fair value of the actual or estimated number of unexercised share options granted to certain directors, employees and a supplier of the Group recognised in accordance with the accounting policy adopted for share-based compensation reserve in note 2(q) to the financial statements.