

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the year ended 30th June, 2003

	Share capital HK\$	Share premium HK\$	Capital redemption reserve HK\$	Investment property revaluation reserve HK\$	Other security revaluation reserve HK\$	Exchange reserve HK\$	Retained profits HK\$	Total HK\$
THE GROUP								
At 1st July, 2001	273,148,630	2,438,803,366	224,000	3,305,576,141	(219,629,016)	12,561,669	3,897,625,466	9,708,310,256
Deficit on revaluation	—	—	—	(1,390,214,183)	(79,199,954)	—	—	(1,469,414,137)
Deficit on revaluation attributable to minority shareholders	—	—	—	692,872,319	22,310,849	—	—	715,183,168
Share of deficit on revaluation of property interests of associates less minority interests	—	—	—	(165,072,166)	—	—	—	(165,072,166)
Exchange differences arising on translation of operations outside Hong Kong	—	—	—	—	—	(8,927,449)	—	(8,927,449)
Net losses not recognised in the income statement	—	—	—	(862,414,030)	(56,889,105)	(8,927,449)	—	(928,230,584)
Shares issued in lieu of cash dividend	432,535	—	—	—	—	—	—	432,535
Premium on issue of shares upon scrip dividend	—	12,846,299	—	—	—	—	—	12,846,299
Shares issue expenses	—	(12,897)	—	—	—	—	—	(12,897)
Revaluation reserve released on disposal of a subsidiary	—	—	—	(12,712,419)	—	—	—	(12,712,419)
Revaluation reserves released on disposal	—	—	—	(445,216,262)	76,055,952	—	—	(369,160,310)
Share of revaluation reserve released on disposal of associates less minority interests	—	—	—	(35,581,488)	—	—	—	(35,581,488)
Revaluation reserves released on disposal attributable to minority shareholders	—	—	—	221,491,402	(36,786,818)	—	—	184,704,584
Impairment loss charged to income statement less minority interests	—	—	—	—	53,236,422	—	—	53,236,422
Net loss for the year	—	—	—	—	—	—	(34,064,888)	(34,064,888)
Final dividend – 2001	—	—	—	—	—	—	(13,657,432)	(13,657,432)
At 30th June, 2002 and 1st July, 2002	273,581,165	2,451,636,768	224,000	2,171,143,344	(184,012,565)	3,634,220	3,849,903,146	8,566,110,078
Deficit on revaluation	—	—	—	(1,231,115,559)	(35,878,511)	—	—	(1,266,994,070)
Deficit on revaluation attributable to minority shareholders	—	—	—	604,339,928	2,736,114	—	—	607,076,042
Share of deficit on revaluation of property interests of associates less minority interests	—	—	—	(179,511,433)	—	—	—	(179,511,433)
Exchange differences arising on translation of operations outside Hong Kong	—	—	—	—	—	(2,885,764)	—	(2,885,764)
Net losses not recognised in the income statement	—	—	—	(806,287,064)	(33,142,397)	(2,885,764)	—	(842,315,225)
Revaluation reserve released on disposal	—	—	—	(8,139,842)	—	—	—	(8,139,842)
Share of revaluation reserve released on disposal of associates less minority interests	—	—	—	(16,280,645)	—	—	—	(16,280,645)
Revaluation reserve released on disposal attributable to minority shareholders	—	—	—	3,798,856	—	—	—	3,798,856
Impairment loss charged to income statement less minority interests	—	—	—	—	134,603,581	—	—	134,603,581
Net loss for the year	—	—	—	—	—	—	(167,649,595)	(167,649,595)
At 30th June, 2003	273,581,165	2,451,636,768	224,000	1,344,234,649	(82,551,381)	748,456	3,682,253,551	7,670,127,208

Notes:

- At 30th June, 2003, retained profits in the sum of HK\$26,685,889 (2002: HK\$14,620,098) of certain associates attributable to the Group are distributable by way of dividend subject to the prior consent of their bankers.
- The retained profits of the Group included accumulated losses of HK\$715,976,335 (2002: HK\$444,152,800) attributable to the associates of the Group.