

## CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the year ended 30th June, 2004

	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\$
<b>THE GROUP</b>								
At 1st July, 2002								
– as originally stated	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
– prior period adjustments (Note 2)	–	–	–	–	–	–	(44,066,783)	(44,066,783)
– as restated	273,581,165	2,451,636,768	224,000	2,171,143,344	(184,012,565)	3,634,220	3,805,836,363	8,522,043,295
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 consolidated 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 consolidated income statement less minority interests	–	–	–	–	134,603,581	–	–	134,603,581
Net loss for the year	–	–	–	–	–	–	(175,994,489)	(175,994,489)
At 30th June, 2003 and 1st July, 2003	273,581,165	2,451,636,768	224,000	1,344,234,649	(82,551,381)	748,456	3,629,841,874	7,617,715,531
Surplus on revaluation	–	–	–	3,448,271,547	327,281,605	–	–	3,775,553,152
Surplus on revaluation attributable to minority shareholders	–	–	–	(1,735,539,500)	(150,734,665)	–	–	(1,886,274,165)
Share of surplus on revaluation of property interests of associates less minority interests	–	–	–	453,910,576	–	–	–	453,910,576
Exchange differences arising on translation of operations outside Hong Kong	–	–	–	–	–	(5,042,867)	–	(5,042,867)
Net profits (losses) not recognised in the consolidated income statement	–	–	–	2,166,642,623	176,546,940	(5,042,867)	–	2,338,146,696
Shares issued in lieu of cash dividend	1,417,269	–	–	–	–	–	–	1,417,269
Premium on issue of shares upon scrip dividend	–	65,265,246	–	–	–	–	–	65,265,246
Shares issue expenses	–	(30,000)	–	–	–	–	–	(30,000)
Reserves released on deemed disposal of partial interest in a listed subsidiary	–	–	–	(172,684,183)	(10,426,110)	245,725	–	(182,864,568)
Revaluation reserves released on disposal	–	–	–	1,447,740	38,978	–	–	1,486,718
Revaluation reserves released on disposal attributable to minority shareholders	–	–	–	(723,405)	(19,476)	–	–	(742,881)
Impairment loss charged to consolidated income statement less minority interests	–	–	–	–	1,307,947	–	–	1,307,947
Net profit for the year	–	–	–	–	–	–	723,394,343	723,394,343
Interim dividend – 2004	–	–	–	–	–	–	(68,395,291)	(68,395,291)
<b>At 30th June, 2004</b>	<b>274,998,434</b>	<b>2,516,872,014</b>	<b>224,000</b>	<b>3,338,917,424</b>	<b>84,896,898</b>	<b>(4,048,686)</b>	<b>4,284,840,926</b>	<b>10,496,701,010</b>

**Notes:**

- (i) At 30th June, 2004, retained profits in the sum of HK\$20,999,745 (2003: HK\$18,272,216 as restated) of certain associates attributable to the Group are distributable by way of dividend subject to the prior consent of their bankers.
- (ii) At 30th June, 2004, the retained profits of the Group included accumulated losses of HK\$692,365,884 (2003: HK\$739,922,052 as restated) attributable to the associates of the Group.