

Statement of Changes in Equity

for the year ended 31 December 2004

	Share Capital HK\$M	Share Premium HK\$M	Capital Redemption Reserve HK\$M	Retained Profits HK\$M	Total HK\$M
Balance as at 1 January 2003	12,041	1,164	2,482	16,340	32,027
Earnings for the year	-	-	-	4,727	4,727
Dividends					
2002 finals	-	-	-	(1,782)	(1,782)
2003 interims	-	-	-	(2,962)	(2,962)
Balance as at 31 December 2003	12,041	1,164	2,482	16,323 ^(a)	32,010
Balance as at 1 January 2004	12,041	1,164	2,482	16,323	32,010
Earnings for the year	-	-	-	6,350	6,350
Dividends					
2003 finals	-	-	-	(1,806)	(1,806)
2004 interims	-	-	-	(3,251)	(3,251)
Balance as at 31 December 2004	12,041	1,164	2,482	17,616^(b)	33,303

Notes:

- (a) The proposed final dividends as at 31 December 2003 and balance of retained profits after proposed final dividends were HK\$1,806 million and HK\$14,517 million respectively.
- (b) The proposed final dividends as at 31 December 2004 and balance of retained profits after proposed final dividends were HK\$2,119 million and HK\$15,497 million respectively.

As at 31 December 2004, distributable reserves of the Company amounted to HK\$17,616 million (2003: HK\$16,323 million).