

For the year ended 31st December, 2004 **Consolidated Statement of Changes in Equity**

	Share capital	Share premium	Investment properties revaluation reserve	Hotel properties revaluation reserve	Exchange translation reserve	Capital redemption reserve	Goodwill reserve	PRC statutory reserves	Other capital reserve	Accumulated profits	Total
	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000
THE GROUP											
At 1st January, 2003	403,761	1,458,243	-	9,660	(557)	15,906	(58,892)	4,435	164,137	239,726	2,236,419
Exercise of share options	40	-	-	-	-	-	-	-	-	-	40
Premium arising on issue of shares	-	20	-	-	-	-	-	-	-	-	20
Deficit arising on revaluation	-	-	-	(9,660)	-	-	-	-	-	-	(9,660)
Share of reserve of an associate attributable to the Group	-	-	31,659	-	-	-	-	-	-	-	31,659
Realised on disposal of subsidiaries	-	-	-	-	22	-	-	(727)	-	-	(705)
Transfer	-	-	-	-	-	-	-	1,562	-	(1,562)	-
Profit for the year	-	-	-	-	-	-	-	-	-	71,247	71,247
At 31st December, 2003 and 1st January, 2004	403,801	1,458,263	31,659	-	(535)	15,906	(58,892)	5,270	164,137	309,411	2,329,020
Share of translation of reserve of overseas operations	-	-	-	-	(50)	-	-	-	-	-	(50)
Surplus arising on revaluation	-	-	-	3,510	-	-	-	-	-	-	3,510
Share of reserve of an associate attributable to the Group	-	-	1,206	-	-	-	-	-	-	-	1,206
Net gain (loss) not recognised in the income statement	-	-	1,206	3,510	(50)	-	-	-	-	-	4,666
Issue of shares	50,000	-	-	-	-	-	-	-	-	-	50,000
Exercise of share options	1,330	-	-	-	-	-	-	-	-	-	1,330
Premium arising on issue of shares	-	116,638	-	-	-	-	-	-	-	-	116,638
Share issue expenses	-	(3,229)	-	-	-	-	-	-	-	-	(3,229)
Share repurchased and cancelled:											
- Repurchase of ordinary shares	(7,432)	-	-	-	-	-	-	-	-	-	(7,432)
- Premium on shares repurchased	-	-	-	-	-	-	-	-	-	(14,219)	(14,219)
- Transfer	-	-	-	-	-	7,432	-	-	-	(7,432)	-
Transfer	-	-	-	-	-	-	-	884	-	(884)	-
Profit for the year	-	-	-	-	-	-	-	-	-	164,997	164,997
Dividends paid (note 13)	-	-	-	-	-	-	-	-	-	(71,614)	(71,614)
At 31st December, 2004	447,699	1,571,672	32,865	3,510	(585)	23,338	(58,892)	6,154	164,137	380,259	2,570,157

Included in goodwill reserve as at 31st December, 2004 is goodwill of HK\$54,528,000 (2003: HK\$54,528,000) and HK\$4,364,000 (2003: HK\$4,364,000) arising on acquisition of subsidiaries and associates respectively.

Included in other capital reserve as at 31st December, 2004 is deemed capital contribution arising on acquisition of a subsidiary of HK\$124,946,000 (2003: HK\$124,946,000) and an associate of HK\$38,605,000 (2003: HK\$38,605,000).

The People's Republic of China ("PRC") statutory reserves are reserves required by the relevant PRC laws applicable to the Group's PRC subsidiaries, associates and jointly controlled entities.

The accumulated profits of the Group at 31st December, 2004 include a profit of approximately HK\$43,404,000 (2003: HK\$39,342,000) retained by associates and a loss of approximately HK\$48,580,000 (2003: HK\$48,580,000) attributable to jointly controlled entities.