

Statement of Changes in Equity

for the year ended 31 December 2005

	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 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 ^(a)	33,303
Balance as at 1 January 2005	12,041	1,164	2,482	17,616	33,303
Earnings for the year	–	–	–	7,602	7,602
Dividends					
2004 finals	–	–	–	(2,119)	(2,119)
2005 interims	–	–	–	(3,468)	(3,468)
Balance as at 31 December 2005	12,041	1,164	2,482	19,631^(b)	35,318

Notes:

(a) 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.

(b) The proposed final dividends as at 31 December 2005 and balance of retained profits after proposed final dividends were HK\$2,264 million and HK\$17,367 million respectively.

As at 31 December 2005, distributable reserves of the Company amounted to HK\$19,631 million (2004: HK\$17,616 million).