



CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the year ended 31st December, 2005

	Share capital HK\$'000 (note 38)	Share premium HK\$'000	Share option reserve HK\$'000	Investment properties revaluation reserve HK\$'000	Hotel properties revaluation reserve HK\$'000	Translation reserve HK\$'000	Capital redemption reserve HK\$'000	Goodwill reserve HK\$'000	PRC statutory reserves HK\$'000	Other capital reserve HK\$'000	Accumulated profits HK\$'000	Attributable to equity holders of the parent HK\$'000	Minority interests HK\$'000	Total HK\$'000
THE GROUP														
At 1st January, 2004														
– as originally stated	403,801	1,458,263	–	31,659	–	(535)	15,906	(58,892)	5,270	164,137	309,411	2,329,020	202,531	2,531,551
Effect of changes in accounting policies	–	–	–	–	31,176	–	–	–	–	–	(76,754)	(45,578)	(15,192)	(60,770)
At 1st January, 2004 – as restated of hotel properties	403,801	1,458,263	–	31,659	31,176	(535)	15,906	(58,892)	5,270	164,137	232,657	2,283,442	187,339	2,470,781
Share of translation of reserve of overseas operations	–	–	–	–	–	(50)	–	–	–	–	–	(50)	–	(50)
Surplus arising on revaluation	–	–	–	–	13,728	–	–	–	–	–	–	13,728	4,576	18,304
Deferred tax liability arising on revaluation of hotel properties	–	–	–	–	(4,530)	–	–	–	–	–	–	(4,530)	(1,510)	(6,040)
Share of reserve of an associate attributable to the Group	–	–	–	1,206	–	–	–	–	–	–	–	1,206	–	1,206
Net income recognised directly in equity	–	–	–	1,206	9,198	(50)	–	–	–	–	–	10,354	3,066	13,420
Profit for the year	–	–	–	–	–	–	–	–	–	–	152,849	152,849	20,284	173,133
Total recognised income and expense for the year	–	–	–	1,206	9,198	(50)	–	–	–	–	152,849	163,203	23,350	186,553
Issue of shares	50,000	–	–	–	–	–	–	–	–	–	–	50,000	–	50,000
Exercise of share options	1,330	–	–	–	–	–	–	–	–	–	–	1,330	–	1,330
Premium arising on issue of shares	–	116,638	–	–	–	–	–	–	–	–	–	116,638	–	116,638
Share issue expenses	–	(3,229)	–	–	–	–	–	–	–	–	–	(3,229)	–	(3,229)
Shares repurchased and cancelled:														
– Repurchase of ordinary shares	(7,432)	–	–	–	–	–	–	–	–	–	–	(7,432)	–	(7,432)
– Premium on shares repurchased	–	–	–	–	–	–	–	–	–	–	(14,219)	(14,219)	–	(14,219)
– Transfer	–	–	–	–	–	–	7,432	–	–	–	(7,432)	–	–	–
Acquired on acquisition of subsidiaries	–	–	–	–	–	–	–	–	–	–	–	–	3,546	3,546
Transfer	–	–	–	–	–	–	–	–	884	–	(884)	–	–	–
Dividends paid to minority shareholders of subsidiaries	–	–	–	–	–	–	–	–	–	–	–	–	(10,076)	(10,076)
Dividends paid (note 16)	–	–	–	–	–	–	–	–	–	–	(71,614)	(71,614)	–	(71,614)
At 31st December, 2004 and 1st January, 2005 – as restated	447,699	1,571,672	–	32,865	40,374	(585)	23,338	(58,892)	6,154	164,137	291,357	2,518,119	204,159	2,722,278
Effect of changes in accounting policies	–	–	–	(32,865)	–	–	–	58,892	–	62,678	(45,485)	43,220	–	43,220
At 1st January, 2005 – as restated	447,699	1,571,672	–	–	40,374	(585)	23,338	–	6,154	226,815	245,872	2,561,339	204,159	2,765,498

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Exchange differences arising on translation of foreign operations	-	-	-	-	-	29,609	-	-	-	-	-	29,609	11,399	41,008
Surplus arising on revaluation	-	-	-	-	9,190	-	-	-	-	-	-	9,190	2,483	11,673
Deferred tax liability arising on revaluation of hotel properties	-	-	-	-	(3,033)	-	-	-	-	-	-	(3,033)	(819)	(3,852)
Net income recognised directly in equity	-	-	-	-	6,157	29,609	-	-	-	-	-	35,766	13,063	48,829
Profit for the year	-	-	-	-	-	-	-	-	-	-	164,601	164,601	17,325	181,926
Total recognised income and expense for the year	-	-	-	-	6,157	29,609	-	-	-	-	164,601	200,367	30,388	230,755
Recognition of equity-settled share-based payment expense	-	-	7,757	-	-	-	-	-	-	-	-	7,757	-	7,757
Exercise of share options	175	-	-	-	-	-	-	-	-	-	-	175	-	175
Premium arising on issue of shares	-	83	-	-	-	-	-	-	-	-	-	83	-	83
Share issue expenses	-	(15)	-	-	-	-	-	-	-	-	-	(15)	-	(15)
Shares repurchased and cancelled:														
- Repurchase of ordinary shares	(579)	-	-	-	-	-	-	-	-	-	-	(579)	-	(579)
- Premium on shares repurchased	-	-	-	-	-	-	-	-	-	-	(826)	(826)	-	(826)
- Transfer	-	-	-	-	-	-	579	-	-	-	(579)	-	-	-
Transfer	-	-	-	-	-	-	-	-	478	-	(478)	-	-	-
Dividends paid to minority shareholders of subsidiaries	-	-	-	-	-	-	-	-	-	-	-	-	(13,671)	(13,671)
Dividends paid (note 16)	-	-	-	-	-	-	-	-	-	-	(44,772)	(44,772)	-	(44,772)
Deemed contributions from minority shareholders of subsidiaries	-	-	-	-	-	-	-	-	-	-	-	-	169,977	169,977
Capital contribution by minority shareholders	-	-	-	-	-	-	-	-	-	-	-	-	166,753	166,753
Deemed capital contribution on acquisition of subsidiaries	-	-	-	-	-	-	-	-	-	52,968	-	52,968	-	52,968
Acquired on acquisition of subsidiaries	-	-	-	-	-	-	-	-	-	-	-	-	130,652	130,652
At 31st December, 2005	447,295	1,571,740	7,757	-	46,531	29,024	23,917	-	6,632	279,783	363,818	2,776,497	688,258	3,464,755

Included in other capital reserve as at 31st December, 2005 is deemed capital contribution arising on acquisition of subsidiaries of HK\$216,519,000 (2004: HK\$163,551,000), and deemed capital contribution arising from interest-free loans provided by holding company amounted to HK\$62,678,000.

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