

# CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the year ended 31st December, 2005

	Attributable to equity holders of the Company								Minority interests HK\$'000	Total HK\$'000
	Share capital HK\$'000	Share premium HK\$'000	Share option reserve HK\$'000	Reorganisation reserve HK\$'000	Exchange reserve HK\$'000	Reserve fund HK\$'000	Accumulated losses HK\$'000	Total HK\$'000		
At 1st January, 2004	119,932	931,688	-	105,367	(7,023)	20,716	(452,400)	718,480	103,329	821,809
Exchange differences on translation of operations in the PRC recognised directly in equity	-	-	-	-	(232)	-	-	(232)	-	(232)
Net loss for the year	-	-	-	-	-	-	(141,142)	(141,142)	(17,352)	(158,494)
Total recognised income or expenses for the year	-	-	-	-	(232)	-	(141,142)	(141,374)	(17,352)	(158,726)
At 31st December, 2004 – as restated	119,932	931,688	-	105,367	(7,255)	20,716	(593,542)	577,106	85,977	663,083
Effect of changes in accounting policies (note 2)	-	-	-	-	-	-	109,470	109,470	1,449	110,919
At 1st January, 2005 – as restated	119,932	931,688	-	105,367	(7,255)	20,716	(484,072)	686,576	87,426	774,002
Exchange differences on translation of operations in the PRC recognised directly in equity	-	-	-	-	14,560	-	-	14,560	1,518	16,078
Release on disposal of a subsidiary	-	-	-	-	(613)	-	-	(613)	-	(613)
Net loss for the year	-	-	-	-	-	-	(497,296)	(497,296)	(32,884)	(530,180)
Total recognised income or expenses for the year	-	-	-	-	13,947	-	(497,296)	(483,349)	(31,366)	(514,715)
Recognition of share option expenses in equity	-	-	50,670	-	-	-	-	50,670	-	50,670
	119,932	931,688	50,670	105,367	6,692	20,716	(981,368)	253,897	56,060	309,957
Acquisition of additional interests in subsidiaries	-	-	-	-	-	-	-	-	27,820	27,820
Capital contribution from minority interests	-	-	-	-	-	-	-	-	2,711	2,711
At 31st December, 2005	119,932	931,688	50,670	105,367	6,692	20,716	(981,368)	253,897	86,591	340,488
Reserves retained by:										
Company and subsidiaries	119,932	931,688	50,670	105,367	10,702	-	(1,086,524)	132,035	54,246	186,281
Jointly controlled entity	-	-	-	-	(9,671)	20,716	111,663	122,708	32,345	155,053
Associates	-	-	-	-	5,661	-	(6,507)	(846)	-	(846)
At 31st December, 2005	119,932	931,688	50,670	105,367	6,692	20,716	(981,368)	253,897	86,591	340,488
Reserves retained by:										
Company and subsidiaries	119,932	931,688	-	105,367	6,840	-	(732,688)	431,339	2,342	433,681
Jointly controlled entity	-	-	-	-	(15,745)	20,716	103,097	108,068	83,635	191,703
Associates	-	-	-	-	1,650	-	36,049	37,699	-	37,699
At 31st December, 2004	119,932	931,688	-	105,367	(7,255)	20,716	(593,542)	577,106	85,977	663,083

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For the year ended 31st December, 2005

The reorganisation reserve of the Group represents the excess amount of the net asset values as at 31st December, 1990 of the Group's former listed holding company, Creative Investment Holdings Limited ("CIL"), over the nominal value of the Company's shares issued for the acquisition of a 100% equity interest in CIL, pursuant to a Scheme of Arrangement in 1991.

Pursuant to the relevant laws and regulations for sino-foreign joint venture enterprises, a portion of the profits of the Group's jointly controlled entity operating in the People's Republic of China (other than Hong Kong) (the "PRC") are transferred to the reserve fund. The amounts of profits transferred to the reserve fund are determined by the board of directors of the jointly controlled entity. This fund is restricted as to use and is not available for distribution.