

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the year ended 30th June, 2006

	Attributable to equity holders of the Company							Equity component of convertible bonds of a listed subsidiary HK\$ (Note ii)	Minority interests HK\$	Total HK\$
	Share capital HK\$	Share premium HK\$	Capital redemption reserve HK\$	Investment revaluation reserve HK\$	Exchange reserve HK\$	Retained profits HK\$	Total HK\$			
At 30th June, 2004 – originally stated	274,998,434	2,516,872,014	224,000	84,896,898	(4,048,686)	6,733,789,706	9,606,732,366	–	14,873,430,450	24,480,162,816
Effect of changes in accounting policies (Note 3)	–	–	–	–	–	(62,782,619)	(62,782,619)	–	(162,262,213)	(225,044,832)
At 30th June, 2004 and 1st July, 2004 – as restated	274,998,434	2,516,872,014	224,000	84,896,898	(4,048,686)	6,671,007,087	9,543,949,747	–	14,711,168,237	24,255,117,984
Surplus on revaluation of investments	–	–	–	84,070,697	–	–	84,070,697	–	46,053,368	130,124,065
Exchange differences arising on translation of operations outside Hong Kong	–	–	–	–	(2,456,383)	–	(2,456,383)	–	(1,412,046)	(3,868,429)
Net income (expense) recognised directly in equity	–	–	–	84,070,697	(2,456,383)	–	81,614,314	–	44,641,322	126,255,636
Profit for the year	–	–	–	–	–	2,740,910,779	2,740,910,779	–	2,819,503,593	5,560,414,372
Revaluation reserves released on disposals	–	–	–	(46,391,657)	–	–	(46,391,657)	–	(42,231,167)	(88,622,824)
Total recognised income and expense for the year	–	–	–	37,679,040	(2,456,383)	2,740,910,779	2,776,133,436	–	2,821,913,748	5,598,047,184
Shares issued in lieu of cash dividends	3,600,653	–	–	–	–	–	3,600,653	–	–	3,600,653
Premium on issue of shares upon scrip dividends	–	208,575,456	–	–	–	–	208,575,456	–	–	208,575,456
Shares issue expenses	–	(60,000)	–	–	–	–	(60,000)	–	–	(60,000)
Acquisition of additional interest in a listed subsidiary	–	–	–	–	–	–	–	–	(764,598,713)	(764,598,713)
Recognition of equity component of convertible bonds of a listed subsidiary	–	–	–	–	–	–	–	221,410,687	–	221,410,687
Deferred taxation on equity component of convertible bonds of a listed subsidiary	–	–	–	–	–	–	–	(38,746,870)	–	(38,746,870)
Acquisition of partial interest in subsidiaries	–	–	–	–	–	–	–	–	326,765	326,765
Dividends paid to minority shareholders	–	–	–	–	–	–	–	–	(324,341,521)	(324,341,521)
Final dividend – 2004	–	–	–	–	–	(96,249,452)	(96,249,452)	–	–	(96,249,452)
Interim dividend – 2005	–	–	–	–	–	(117,615,455)	(117,615,455)	–	–	(117,615,455)
At 30th June, 2005 – as restated	278,599,087	2,725,387,470	224,000	122,575,938	(6,505,069)	9,198,052,959	12,318,334,385	182,663,817	16,444,468,516	28,945,466,718
Effect of changes in accounting policies (Note 3)	–	–	–	–	–	857,197,077	857,197,077	–	39,382,403	896,579,480
As 1st July, 2005 – as restated	278,599,087	2,725,387,470	224,000	122,575,938	(6,505,069)	10,055,250,036	13,175,531,462	182,663,817	16,483,850,919	29,842,046,198
Gains on fair value changes of available-for-sale investments	–	–	–	158,193,660	–	–	158,193,660	–	126,738,300	284,931,960
Exchange differences arising on translation of operations outside Hong Kong	–	–	–	–	43,082,636	–	43,082,636	–	40,299,707	83,382,343
Income recognised directly in equity	–	–	–	158,193,660	43,082,636	–	201,276,296	–	167,038,007	368,314,303
Profit for the year	–	–	–	–	–	3,141,673,442	3,141,673,442	–	2,848,797,122	5,990,470,564
Revaluation reserve released on disposals	–	–	–	394,129	–	–	394,129	–	335,929	730,058
Total recognised income for the year	–	–	–	158,587,789	43,082,636	3,141,673,442	3,343,343,867	–	3,016,171,058	6,359,514,925
Shares issued in lieu of cash dividends	3,075,351	–	–	–	–	–	3,075,351	–	–	3,075,351
Premium on issue of shares upon scrip dividends	–	250,893,750	–	–	–	–	250,893,750	–	–	250,893,750
Shares issue expenses	–	(60,000)	–	–	–	–	(60,000)	–	–	(60,000)
Acquisition of additional interest in a listed subsidiary	–	–	–	–	–	–	–	–	(1,214,321,000)	(1,214,321,000)
Conversion of convertible bonds of a listed subsidiary	–	–	–	–	–	–	–	(8,542,910)	97,100,305	88,557,395
Dividends paid to minority shareholders	–	–	–	–	–	–	–	–	(130,592,816)	(130,592,816)
Final dividend – 2005	–	–	–	–	–	(160,194,474)	(160,194,474)	–	–	(160,194,474)
Interim dividend – 2006	–	–	–	–	–	(98,201,232)	(98,201,232)	–	–	(98,201,232)
At 30th June, 2006	281,674,438	2,976,221,220	224,000	281,163,727	36,577,567	12,938,527,772	16,514,388,724	174,120,907	18,252,208,466	34,940,718,097

Notes:

- (i) At 30th June, 2006, retained profits in the sum of HK\$1,019,552,243 (2005: HK\$505,036,127 as restated) of certain associates attributable to the Group are distributable by way of dividend subject to the prior consent of their bankers.
- (ii) The amount represents equity component of convertible bonds issued by a subsidiary of the Company during the year ended 30th June, 2005. The convertible bonds carry a right to convert into ordinary shares of the Company's listed subsidiary up to 30th June 2009. Details of the convertible bonds are set out in Note 37.