

Consolidated Statement of Changes in Equity

For the year ended 31 December 2006

	Attributable to the equity holders of the Company															Total
	Share capital	Share premium	Issuable shares	Capital reserve	Special reserve	Convertible loan notes equity reserve	Property revaluation reserve	Other revaluation reserve	Exchange reserve	Legal reserve	Share options reserve	Accumulated (losses) profit	Total	Share options reserve of a subsidiary	Minority interests	
	HK\$'000	HK\$'000	HK\$'000 (Note 1)	HK\$'000 (Note 2)	HK\$'000 (Note 3)	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000 (Note 4)	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000
At 1 January 2005	463,244	567,980	-	354,009	-	4,374	-	-	-	254	5,435	(165,445)	1,229,851	-	97,442	1,327,293
Increase in other revaluation reserve resulting from acquisition of a subsidiary	-	-	-	-	-	-	-	76,477	-	-	-	-	76,477	-	-	76,477
Realisation of other revaluation reserve upon deemed disposal of partial interest in subsidiaries	-	-	-	-	-	-	-	(30,591)	-	-	-	30,591	-	-	-	-
Exchange difference arising on translation of foreign operations	-	-	-	-	-	-	-	-	(43)	-	-	-	(43)	-	(22)	(65)
Net income (expense) directly recognised in equity	-	-	-	-	-	-	-	45,886	(43)	-	-	30,591	76,434	-	(22)	76,412
Profit for the year	-	-	-	-	-	-	-	-	-	-	-	548,718	548,718	-	7,742	556,460
Total recognised income for the year	-	-	-	-	-	-	-	45,886	(43)	-	-	579,309	625,152	-	7,720	632,872
Exercise of share options	10,110	10,697	-	-	-	-	-	-	-	-	-	-	20,807	-	-	20,807
Shares issued at premium	70,000	1,207,500	-	-	-	-	-	-	-	-	-	-	1,277,500	-	-	1,277,500
Share issuance expenses	-	(38,397)	-	-	-	-	-	-	-	-	-	-	(38,397)	-	-	(38,397)
Shares conversion on convertible loan notes	19,565	25,435	-	-	-	-	-	-	-	-	-	-	45,000	-	-	45,000
Capital contribution from minority shareholders	-	-	-	-	-	-	-	-	-	-	-	-	-	-	7,617	7,617
Increase in minority interests on deemed disposal of partial interest in subsidiaries	-	-	-	-	-	-	-	-	-	-	-	-	-	-	647,311	647,311
Recognition of equity-settled share based payments	-	-	-	-	-	-	-	-	-	-	5,350	-	5,350	-	-	5,350
Transfer to share premium upon exercise of share option	-	3,033	-	-	-	-	-	-	-	-	(3,033)	-	-	-	-	-
Increase in minority interest resulting from acquisition of a subsidiary	-	-	-	-	-	-	-	-	-	-	-	-	-	-	105,886	105,886
Decrease in minority interest upon acquisition of additional interest in a subsidiary	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(105,763)	(105,763)
Shares issuable on acquisition of additional interest in a subsidiary	-	-	196,667	-	-	-	-	-	-	-	-	-	196,667	-	-	196,667
Special reserve arise on acquisition of additional interest in a subsidiary	-	-	-	-	(110,880)	-	-	-	-	-	-	-	(110,880)	-	(73,920)	(184,800)
Recognition of equity component of convertible loan notes	-	-	-	-	-	323,303	-	-	-	-	-	-	323,303	-	-	323,303
Dividend paid	-	-	-	(16,168)	-	-	-	-	-	-	-	-	(16,168)	-	-	(16,168)

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	Attributable to the equity holders of the Company															
	Share capital	Share premium	Issuable shares	Capital reserve	Special reserve	Convertible loan notes equity reserve	Property revaluation reserve	Other revaluation reserve	Exchange reserve	Legal reserve	Share options reserve	Accumulated (losses) profit	Total	Share options reserve of a subsidiary	Minority interests	Total
	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000
			(Note 1)	(Note 2)	(Note 3)					(Note 4)						
At 31 December 2005	562,919	1,776,248	196,667	337,841	(110,880)	327,677	-	45,886	(43)	254	7,752	413,864	3,558,185	-	686,293	4,244,478
Exchange difference arising on translation of foreign operations	-	-	-	-	-	-	-	-	41	-	-	-	41	-	(65)	(24)
Increase in fair value of investment properties upon transfer from land and buildings	-	-	-	-	-	-	5,796	-	-	-	-	-	5,796	-	-	5,796
Net income directly recognised in equity	-	-	-	-	-	-	5,796	-	41	-	-	-	5,837	-	(65)	5,772
Profit for the year	-	-	-	-	-	-	-	-	-	-	-	2,836,755	2,836,755	-	(76,774)	2,759,981
Total recognised income for the year	-	-	-	-	-	-	5,796	-	41	-	-	2,836,755	2,842,592	-	(76,839)	2,765,753
Exercise of share options	8,245	16,084	-	-	-	-	-	-	-	-	-	-	24,329	-	-	24,329
Shares issued at premium	31,800	1,182,960	-	-	-	-	-	-	-	-	-	-	1,214,760	-	-	1,214,760
Share issuance expenses	-	(40,025)	-	-	-	-	-	-	-	-	-	-	(40,025)	-	-	(40,025)
Capital contribution from minority shareholders	-	-	-	-	-	-	-	-	-	-	-	-	-	-	3,016	3,016
Shares issued on acquisition of additional interest in a subsidiary (Note 1)	11,111	185,556	(196,667)	-	-	-	-	-	-	-	-	-	-	-	-	-
Decrease in minority interests on disposal of subsidiaries	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(518,550)	(518,550)
Increase in minority interest on deemed disposal of partial interest in subsidiaries	-	-	-	-	-	-	-	-	-	-	-	-	-	-	33	33
Recognition of equity-settled share based payments	-	-	-	-	-	-	-	-	-	-	9,091	-	9,091	265	153	9,509
Transfer to share premium upon exercise of share options	-	4,117	-	-	-	-	-	-	-	-	(4,117)	-	-	-	-	-
Realisation of special reserve and other revaluation reserve upon disposal of subsidiaries and interests in jointly controlled entities	-	-	-	-	32,637	-	-	(13,506)	-	-	-	(19,131)	-	-	-	-
Dividend paid	-	-	-	(32,900)	-	-	-	-	-	-	-	-	(32,900)	-	-	(32,900)
Dividend in specie	-	-	-	(8,925)	-	-	-	-	-	-	-	-	(8,925)	-	-	(8,925)
At 31 December 2006	614,075	3,124,940	-	296,016	(78,243)	327,677	5,796	32,380	(2)	254	12,726	3,231,488	7,567,107	265	94,106	7,661,478

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For the year ended 31 December 2006

- Note 1:* The issuable shares as at 31 December 2005 form part of the consideration for acquisition of additional interest in a subsidiary which would be issued on the actual date of grant of the concession of a piece of land by the Macau Government. The land was officially granted by the Macau Government on 1 March 2006 and the Company then allotted and issued the 22,222,222 shares accordingly.
- Note 2:* Pursuant to a scheme of capital reduction, which became effective on 29 June 1993, the Supreme Court of Hong Kong approved the cancellation of the Company's share premium account which, on that date, was stated at HK\$127,274,212. By virtue of the same court's sanction, the issued and fully paid share capital of the Company was also reduced by HK\$230,510,521 through a reduction in the nominal value of the share capital of the Company. The credits arising from the cancellation of the share premium account and the reduction of the share capital account, in the aggregate amount of HK\$357,784,733 were transferred to a capital reserve account. The capital reserve account is distributable to the shareholders of the Company if there is no outstanding debt or claim against the Company which was in existence on the effective date of the capital reduction. In view of the fact that the Company receives no claim, demand, action or proceedings in respect of any such debt or claim since June 1993 and in view of the fact that any such debt or claim has been statute-barred under Hong Kong law and irrecoverable against the Company, the Company is of the view that the reserve is distributable to the Company's shareholders.
- Note 3:* The special reserve represents the difference between the consideration paid and the goodwill and the carrying values of the underlying assets and liabilities attributable to the additional interest in a subsidiary acquired in 2005.
- Note 4:* All entities incorporated in Macau are required to set aside a minimum of 10% of the entity's profit after taxation to the legal reserve until the balance of the legal reserve reaches a level equivalent to 50% of the entity's share capital in accordance with the provisions of the Macau Commercial Code. Such legal reserve represents an amount set aside from the income statement and is not available for distribution to the shareholders of the entity. The appropriation of legal reserve is recorded in financial statements in the period in which it is approved by the board.