

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the year ended 31st December, 2006

	Attributable to equity holders of the Company										Minority interests	Total
	Share capital	Share premium	Share option reserve	Hotel properties revaluation reserve	Translation reserve	Capital redemption reserve	PRC statutory reserves	Other capital reserve	Accumulated profits	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
THE GROUP												
At 1st January, 2005	447,699	1,571,672	-	40,374	(585)	23,338	6,154	226,815	245,872	2,561,339	204,159	2,765,498
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	83	-	-	-	-	-	-	-	258	-	258
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 14)	-	-	-	-	-	-	-	-	(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

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the year ended 31st December, 2006

	Attributable to equity holders of the Company									Total	Minority interests	Total
	Share capital	Share premium	Share option reserve	Hotel properties revaluation reserve	Translation reserve	Capital redemption reserve	PRC statutory reserves	Other capital reserve	Accumulated profits			
	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000
Exchange differences arising on translation of foreign operations	-	-	-	-	85,253	-	-	-	-	85,253	40,937	126,190
Surplus arising on revaluation	-	-	-	16,887	-	-	-	-	-	16,887	994	17,881
Deferred tax liability arising on revaluation of hotel properties	-	-	-	(5,404)	-	-	-	-	-	(5,404)	(497)	(5,901)
Net income recognised directly in equity	-	-	-	11,483	85,253	-	-	-	-	96,736	41,434	138,170
Profit for the year	-	-	-	-	-	-	-	-	189,387	189,387	(13,684)	175,703
Total recognised income and expense for the year	-	-	-	11,483	85,253	-	-	-	189,387	286,123	27,750	313,873
Exercise of share options	1,395	2,319	(234)	-	-	-	-	-	-	3,480	-	3,480
Rights issue	224,232	381,195	-	-	-	-	-	-	-	605,427	-	605,427
Share issue expenses	-	(7,729)	-	-	-	-	-	-	-	(7,729)	-	(7,729)
Transfer	-	-	-	-	-	-	9,353	-	(9,353)	-	-	-
Repayment to minority shareholders	-	-	-	-	-	-	-	-	-	-	(10,987)	(10,987)
Dividends paid to minority shareholders of subsidiaries	-	-	-	-	-	-	-	-	-	-	(17,942)	(17,942)
Dividends paid (note 14)	-	-	-	-	-	-	-	-	(26,908)	(26,908)	-	(26,908)
Deemed capital contribution on acquisition of subsidiaries	-	-	-	-	-	-	-	27,702	-	27,702	-	27,702
Acquired on acquisition of subsidiaries	-	-	-	-	-	-	-	-	-	-	226,592	226,592
Capital contribution by minority shareholders	-	-	-	-	-	-	-	-	-	-	19,110	19,110
Acquisition of additional interests in subsidiaries	-	-	-	-	-	-	-	-	-	-	(64,741)	(64,741)
At 31st December, 2006	672,922	1,947,525	7,523	58,014	114,277	23,917	15,985	307,485	516,944	3,664,592	868,040	4,532,632

Included in other capital reserve at 31st December, 2006 is deemed capital contribution arising on acquisition of subsidiaries of HK\$244,221,000 (2005: HK\$216,519,000) and deemed capital contribution arising from interest-free loans provided by holding company of HK\$62,678,000 (2005: HK\$62,678,000).

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