

STATEMENT OF MOVEMENTS IN INVESTMENT PORTFOLIO

For the year ended 31st December 2006

	Holdings			2006
	2005	Additions	Disposals	
Hong Kong				
Listed investments				
Equities				
Properties				
CHEUNG KONG (HOLDINGS) LTD.	13,327,012	117,000	4,455,691	8,988,321
HANG LUNG GROUP LTD.	21,218,817	806,000	5,949,925	16,074,892
HENDERSON LAND DEVELOPMENT CO. LTD.	10,459,000	102,000	3,020,688	7,540,312
SINO LAND CO	24,852,756	376,000	7,795,161	17,433,595
SUN HUNG KAI PROPERTIES LTD.	13,804,947	476,000	4,609,917	9,671,030
Finance				
BANK OF CHINA	–	88,509,000	–	88,509,000
BANK OF CHINA HONG KONG	60,790,048	532,000	20,288,152	41,033,896
BANK OF EAST ASIA LTD.	8,666,391	131,800	2,804,380	5,993,811
CHINA CONSTRUCTION BANK	–	153,693,000	22,893,497	130,799,503
HANG SENG BANK LTD.	11,002,612	97,700	3,679,195	7,421,117
HONG KONG EXCHANGES AND CLEARING LTD.	–	4,854,000	719,116	4,134,884
HSBC HOLDINGS PLC	64,922,643	3,052,000	25,030,541	42,944,102
Utilities				
CHINA LIGHT & POWER HOLDINGS LTD.	13,844,817	121,500	4,620,398	9,345,919
HONG KONG & CHINA GAS CO. LTD., THE	32,082,596	282,000	10,980,544	21,384,052
HONGKONG ELECTRIC HOLDINGS LTD.	12,296,355	110,000	4,122,623	8,283,732

STATEMENT OF MOVEMENTS IN INVESTMENT PORTFOLIO (Continued)

For the year ended 31st December 2006

	Holdings			2006
	2005	Additions	Disposals	
Commerce and Industry				
CATHAY PACIFIC AIRWAYS LTD.	19,485,766	2,543,000	6,754,318	15,274,448
CHEUNG KONG INFRASTRUCTURE HOLDINGS LTD.	12,988,601	89,000	4,356,562	8,721,039
CHINA MERCHANTS HOLDINGS (INTERNATIONAL) CO. LTD.	12,356,820	728,000	4,079,187	9,005,633
CHINA MOBILE LTD.	113,511,962	1,435,500	37,541,477	77,405,985
CHINA NETCOM GROUP CORP. (HK) LTD.	–	35,776,500	9,983,384	25,793,116
CHINA PETROLEUM & CHEMICAL CORPORATION	–	65,122,000	–	65,122,000
CHINA RESOURCES ENTERPRISES, LTD.	12,668,214	506,000	4,075,225	9,098,989
CHINA UNICOM LTD.	72,481,953	670,000	24,060,954	49,090,999
CITIC PACIFIC LTD.	12,638,659	85,000	4,229,638	8,494,021
CNOOC LTD.	236,253,438	13,832,000	81,928,087	168,157,351
COSCO PACIFIC LTD.	12,639,467	98,000	4,086,108	8,651,359
DENWAY MOTORS LTD.	43,288,402	–	43,288,402	–
ESPRIT HOLDINGS LTD.	6,914,398	61,500	2,236,343	4,739,555
FOXCONN INTERNATIONAL HOLDINGS LTD	–	9,500,000	1,392,941	8,107,059
HUTCHISON WHAMPOA LTD.	24,510,634	215,000	8,180,899	16,544,735
JOHNSON ELECTRIC HOLDINGS LTD.	21,187,359	–	21,187,359	–
LENOVO GROUP LTD.	48,489,134	–	48,489,134	–
LI & FUNG LTD.	16,864,455	1,978,011	5,609,149	13,233,317
MTR CORPORATION LTD.	31,056,041	457,000	9,977,005	21,536,036
NEW WORLD DEVELOPMENT CO. LTD.	19,990,768	824,000	6,636,058	14,178,710
PACIFIC CENTURY CYBERWORKS LTD.	38,708,065	127,000	12,723,164	26,111,901
SWIRE PACIFIC LTD. (A SHARES)	5,358,883	48,500	1,797,210	3,610,173
WHARF (HOLDINGS) LTD. THE	14,099,935	125,000	4,722,121	9,502,814
YUE YUEN INDUSTRIAL (HOLDINGS) LTD.	9,335,172	63,000	2,679,234	6,718,938