

Consolidated Statement of Changes in Equity

For the Year Ended 31st December, 2006

| | Share capital HK\$'000 | Share premium HK\$'000 | Special capital reserve HK\$'000 (Note a) | Property revaluation reserve HK\$'000 (Note b) | Securities revaluation reserve HK\$'000 | Translation reserve HK\$'000 | Retained profits HK\$'000 | Total HK\$'000 |
|--|------------------------------|------------------------------|---|--|--|------------------------------------|---------------------------------|-------------------|
| At 1st January, 2005 | 54,647 | 210,640 | 612,477 | - | 241 | - | 257,536 | 1,135,541 |
| Expense recognised directly in equity: | | | | | | | | |
| Decrease in fair value of available-for-sale investments | - | - | - | - | (4,382) | - | - | (4,382) |
| Profit for the year | - | - | - | - | - | - | 67,872 | 67,872 |
| Total recognised income and expense for the year | - | - | - | - | (4,382) | - | 67,872 | 63,490 |
| Final dividend for the year ended 31st December, 2004 paid | - | - | - | - | - | - | (8,197) | (8,197) |
| At 31st December, 2005 | 54,647 | 210,640 | 612,477 | - | (4,141) | - | 317,211 | 1,190,834 |
| Exchange differences arising on translation of financial statements of a subsidiary | - | - | - | - | - | 2,308 | - | 2,308 |
| Increase in fair value of available-for-sale investments | - | - | - | - | 6,552 | - | - | 6,552 |
| Surplus on revaluation of properties upon reclassification to investment properties (note 14b) | - | - | - | 217 | - | - | - | 217 |
| Deferred tax on revaluation of properties | - | - | - | (38) | - | - | - | (38) |
| Net income recognised directly in equity | - | - | - | 179 | 6,552 | 2,308 | - | 9,039 |
| Profit for the year | - | - | - | - | - | - | 110,456 | 110,456 |
| Total recognised income for the year | - | - | - | 179 | 6,552 | 2,308 | 110,456 | 119,495 |
| Final dividend for the year ended 31st December, 2005 paid | - | - | - | - | - | - | (10,930) | (10,930) |
| At 31st December, 2006 | 54,647 | 210,640 | 612,477 | 179 | 2,411 | 2,308 | 416,737 | 1,299,399 |

Notes:

- (a) The special capital reserve represents the difference arising from the reduction of the nominal value of the Company's share in 1999.
- (b) The property revaluation reserve is frozen upon the transfer and will be transferred to retained profits when the relevant properties are disposed of.