

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

Year ended 31 December 2006

	Attributable to equity holders of the parent													
	Issued share capital	Share premium account	Capital redemption reserve	Capital reserve	Leasehold land and building revaluation reserve	Investment property revaluation reserve*	General reserve	Exchange fluctuation reserve	Reserve fund**	Accumulated losses held for sale	Reserve relating to assets/liabilities of disposal groups classified as held for sale	Total	Minority interests	Total equity
Note	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
At 1 January 2005	153,297	701,316	6,171	248,168	42,235	13,557	10,144	(17,947)	26,704	(537,380)	—	646,265	5,302	651,567
Exchange realignment	—	—	—	—	—	—	—	1,723	—	—	—	1,723	107	1,830
Deferred tax charged to equity	—	—	—	—	(9)	—	—	—	—	—	—	(9)	—	(9)
Total income and expense for the year recognised directly in equity	—	—	—	—	(9)	—	—	1,723	—	—	—	1,714	107	1,821
Loss for the year	—	—	—	—	—	—	—	—	—	(7,865)	—	(7,865)	998	(6,867)
Total income and expense for the year	—	—	—	—	(9)	—	—	1,723	—	(7,865)	—	(6,151)	1,105	(5,046)
Dividend paid to minority shareholders	—	—	—	—	—	—	—	—	—	—	—	—	(536)	(536)
Transfer of reserves associated with assets/liabilities of disposal groups classified as held for sale	—	—	—	—	—	—	—	14,030	—	—	(14,030)	—	—	—
Transfer to reserve fund	—	—	—	—	—	—	—	—	2,162	(2,162)	—	—	—	—
At 31 December 2005	153,297	701,316	6,171	248,168	42,226	13,557	10,144	(2,194)	28,866	(547,407)	(14,030)	640,114	6,051	646,165

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (continued)

Year ended 31 December 2006

Attributable to equity holders of the parent															
Notes	Issued share capital HK\$'000	Share premium account HK\$'000	Capital redemption reserve HK\$'000	Capital reserve HK\$'000	Leasehold land and building revaluation reserve HK\$'000	Investment property revaluation reserve ¹ HK\$'000	General reserve HK\$'000	Exchange fluctuation reserve HK\$'000	Reserve fund ² HK\$'000	Accumulated losses held for sale HK\$'000	Reserve relating to assets/liabilities of disposal groups classified as final dividend HK\$'000	Proposed conditional dividend HK\$'000	Total equity HK\$'000	Minority interests HK\$'000	Total equity HK\$'000
	153,297	701,316	6,171	248,168	42,226	13,557	10,144	(2,194)	28,866	(547,407)	(14,030)	—	640,114	6,051	646,165
At 1 January 2006							(note 38(a))								
Exchange realignment															
Deferred tax charged to equity					(845)			(365)					115	140	255
													(845)		(845)
Total income and expense for the year recognised directly in equity					(845)			(365)					(730)	140	(590)
Profit for the year										18,739			18,739	(253)	18,486
Total income and expense for the year					(845)			(365)					18,009	(113)	17,896
Issue of shares	650	375											1,025		1,025
Transfer of reserves associated with assets/liabilities of disposal groups classified as held for sale								(3,694)			3,694				
Disposal of subsidiaries								768					768	991	1,759
Disposal of assets/liabilities of disposal groups classified as held for sale											9,856		9,856		9,856
Proposed conditional 2006 final dividend				(15,395)								15,395			
Dividend paid to minority shareholders														(230)	(230)
At 31 December 2006	153,947	701,691#	6,171#	232,773#	41,381#	13,557#	10,144#	(5,485)#	28,866#	(528,668)#	—#	15,395	660,772	6,699	676,471

* The investment property revaluation reserve represents the attributable revaluation surplus in respect of the leasehold land and buildings, which were reclassified as investment properties in prior years. This revaluation reserve arose while the properties were classified as land and buildings, and therefore is not available to offset subsequent revaluation deficits arising on the investment properties. The revaluation reserve is set off against accumulated losses only upon the disposal or retirement of the relevant assets and such transfer is not made through the income statement.

** Pursuant to the relevant laws and regulations for foreign investment enterprises, a portion of the profit of certain subsidiaries of the Group in the People's Republic of China (the "PRC") required to be transferred to the PRC reserve funds which are restricted as to use. The subsidiaries are not required to effect any further transfer when the amount of the reserve fund reaches 50% their registered capital. The reserve fund can be used to make good future losses or to increase the capital of the subsidiaries.

These reserve accounts comprise the consolidated reserves of HK\$500,430,000 (2005: HK\$486,817,000) in the consolidated balance sheet.