

CONSOLIDATED STATEMENT OF RECOGNISED INCOME AND EXPENSE

for the year ended 31 December 2005

2005			2005	As restated Note 2 2004
US\$ millions		Note	HK\$ millions	HK\$ millions
(15)	Fair value changes in available-for-sale investments		(117)	–
–	Fair value changes in other listed equity investments		–	672
158	Fair value changes arising from business combination		1,233	–
24	Fair value adjustment upon transfer from other properties to investment properties		188	–
(4)	Deferred tax effect on fair value adjustment upon transfer from other properties to investment properties		(31)	–
(108)	Valuation released upon disposal of available-for-sale investments		(845)	–
–	Valuation released upon disposal of other listed equity investments		–	(585)
–	Deferred tax effect on revaluation of other listed equity investments		–	(39)
46	Gain on cash flow hedges		357	–
(1,976)	Exchange translation differences		(15,415)	9,047
(37)	Actuarial gains and losses of defined benefit plans		(283)	(340)
12	Deferred tax effect on actuarial gains and losses of defined benefit plans		93	13
(1,900)	Net income (expense) recognised directly in equity	33	(14,820)	8,768
1,738	Profit after taxation		13,554	6,135
(162)	Total recognised income and expense	33	(1,266)	14,903
(230)	Allocated as: Attributable to minority interests		(1,797)	(5,782)
68	Attributable to shareholders of the Company		531	20,685

Effects of the adoption of new and revised Hong Kong Financial Reporting Standards accounting policies for each component of equity:

US\$ millions			HK\$ millions	HK\$ millions
	Attributable to shareholders of the Company			
	Cumulative effects as at 31 December 2004 (31 December 2003)			
(81)	Decrease in exchange reserve		(629)	(580)
11	Increase in other reserves		89	35
(1,170)	Decrease in retained profit		(9,130)	(5,665)
	In respect of financial instruments as at 1 January 2005 (1 January 2004)			
6	Increase in exchange reserve		49	–
262	Increase in other reserves		2,044	–
(351)	Decrease in retained profit		(2,739)	–
(1,323)	Effects on shareholders' funds	33	(10,316)	(6,210)
	Attributable to minority interests			
(178)	Cumulative effects as at 31 December 2004 (31 December 2003)		(1,390)	(882)
(29)	In respect of financial instruments as at 1 January 2005 (1 January 2004)		(229)	–
(207)	Effects on minority interests	33	(1,619)	(882)
(1,530)			(11,935)	(7,092)