

Group statement of changes in equity

	Issued share capital £m	Share premium £m	All other reserves				Treasury shares £m	Retained earnings £m	Total £m	Non-controlling interests £m	Total equity £m
			Other reserves £m	Capital redemption reserve £m	Hedging reserve £m	Translation reserve £m					
At 25 February 2012	402	4,964	40	16	73	134	(18)	12,164	17,775	26	17,801
Profit for the year	-	-	-	-	-	-	-	124	124	(4)	120
Other comprehensive income											
Change in fair value of available-for-sale financial assets and investments	-	-	-	-	-	-	-	(11)	(11)	-	(11)
Currency translation differences	-	-	-	-	-	420	-	420	420	-	420
Reclassification adjustment on subsidiaries disposed	-	-	-	-	-	20	-	20	20	-	20
IAS 21 notes in exam guidance H.3											
Actuarial losses on defined benefit pension schemes	-	-	-	-	-	-	-	(735)	(735)	-	(735)
Gains on cash flow hedges effective hedges	-	-	-	-	21	-	-	21	21	-	21
Tax relating to components of other comprehensive income	-	-	-	-	(3)	(27)	-	134	104	-	104
Total other comprehensive income	-	-	-	-	18	413	-	(612)	(181)	-	(181)
Total comprehensive income	-	-	-	-	18	413	-	(488)	(57)	(4)	(61)
Transactions with owners											
Share-based payments	-	-	-	-	-	-	9	44	53	-	53
Issue of shares	1	56	-	-	-	-	-	57	57	-	57
Purchase of non-controlling interests	-	-	-	-	-	-	-	4	4	(4)	-
Dividends authorised in the year	-	-	-	-	-	-	-	(1,184)	(1,184)	-	(1,184)
Tax on items charged to equity	-	-	-	-	-	-	-	(5)	(5)	-	(5)
Total transactions with owners	1	56	-	-	-	-	9	(1,141)	(1,075)	(4)	(1,079)
At 23 February 2013	403	5,020	40	16	91	547	(9)	10,535	16,643	18	16,661
	Issued share capital £m	Share premium £m	All other reserves				Treasury shares £m	Retained earnings £m	Total £m	Non-controlling interests £m	Total equity £m
			Other reserves £m	Capital redemption reserve £m	Hedging reserve £m	Translation reserve £m					
At 26 February 2011	402	4,896	40	13	(1)	155	(141)	11,171	16,535	88	16,623
Profit for the year	-	-	-	-	-	-	-	2,806	2,806	8	2,814
Other comprehensive income											
Change in fair value of available-for-sale financial assets and investments	-	-	-	-	-	-	-	13	13	-	13
Currency translation differences	-	-	-	-	-	(27)	-	(27)	(27)	5	(22)
Actuarial losses on defined benefit pension schemes	-	-	-	-	-	-	-	(498)	(498)	-	(498)
Gains on cash flow hedges	-	-	-	-	99	-	-	99	99	-	99
Tax relating to components of other comprehensive income	-	-	-	-	(25)	6	-	92	73	-	73
Total other comprehensive income	-	-	-	-	74	(21)	-	(393)	(340)	5	(335)
Total comprehensive income	-	-	-	-	74	(21)	-	2,413	2,466	13	2,479
Transactions with owners											
Purchase of treasury shares	-	-	-	-	-	-	(13)	-	(13)	-	(13)
Shares purchased for cancellation	(3)	-	-	3	-	-	-	(290)	(290)	-	(290)
Share-based payments	2	-	-	-	-	-	136	(13)	125	-	125
Issue of shares	1	68	-	-	-	-	-	69	69	-	69
Purchase of non-controlling interests	-	-	-	-	-	-	-	72	72	(72)	-
Future purchase of non-controlling interests	-	-	-	-	-	-	-	(3)	(3)	-	(3)
Dividends paid to non-controlling interests	-	-	-	-	-	-	-	-	-	(3)	(3)
Dividends authorised in the year	-	-	-	-	-	-	-	(1,180)	(1,180)	-	(1,180)
Tax on items charged to equity	-	-	-	-	-	-	-	(6)	(6)	-	(6)
Total transactions with owners	-	68	-	3	-	-	123	(1,420)	(1,226)	(75)	(1,301)
At 25 February 2012	402	4,964	40	16	73	134	(18)	12,164	17,775	26	17,801

How does the purchase of NCI interest result in a credit to retained earnings of £4m? It seems that all of the purchase price of £4m presented in SOCF has been accounted for in retained earnings. This is unexpected as only the difference between the fair value of the consideration paid or received (£4m) and the amount by which the NCI is adjusted should be recognized directly in equity attributable to the parent - owners equity. Wiley 2014, p277

The notes on pages 77 to 125 form part of these financial statements.