

	2005 £m	2004 £m
Foreign exchange adjustments <sup>1</sup>	49	(38)
Actuarial losses	(282)	(7)
Deferred taxation on actuarial losses	84	2
Transfers from transition hedging reserve	(324)	
Transfers from cash flow hedging reserve	3	
Other adjustments	—	2
Net expense recognised directly in equity	(470)	(41)
Profit for the period	347	264
<b>Total recognised income and expense for the period</b>	<b>(123)</b>	<b>223</b>
<b>Attributable to:</b>		
Equity holders of the parent	(120)	222
Minority interest	(3)	1
<b>Total recognised income and expense for the period</b>	<b>(123)</b>	<b>223</b>
Total recognised income and expense for the period	(123)	223
Adjustments relating to implementation of IAS 32 and IAS 39 from January 1, 2005 <sup>2</sup>	151	
	28	223

<sup>1</sup> Loss on net investment hedge relating to foreign subsidiaries £26m (2004 £19m gain).

<sup>2</sup> See note 33.

## Summary of movements in equity

For the year ended December 31, 2005

	2005 £m	2004 £m
At January 1 (as previously reported under UK GAAP)	1,446	2,143
Adjustments on adoption of IFRS from January 1, 2004 <sup>1</sup>		(927)
At January 1	1,446	1,216
Total recognised income and expense for the period	(123)	223
Adjustments relating to implementation of IAS 32 and IAS 39 from January 1, 2005 <sup>1</sup>	151	
Scrip dividend adjustments	—	20
Redemption of B Shares		(27)
Issue of B Shares	(141)	
On issue of ordinary shares	117	4
Relating to own shares	2	(2)
Share-based payment adjustment	48	12
Sale of shares in subsidiary company to a minority interest	5	—
At December 31	1,505	1,446
<b>Attributable to:</b>		
Equity holders of the parent	1,499	1,442
Minority interest	6	4
<b>Total equity</b>	<b>1,505</b>	<b>1,446</b>

<sup>1</sup> See note 33.