

Statement of Changes in Equity

For the year ended 31st December, 2000

(Expressed in thousands of Rmb)

	Share Capital	Additional Paid-in Capital	Dedicated Capital (Note 14)			Equity Component of Convertible Notes (Note 16)	Retained Earnings	Total
			Statutory surplus reserve fund	Statutory public welfare fund	Sub-total			
Balance at 31st December, 1998 as previously reported	5,650,000	7,717,674	1,066,830	140,661	1,207,491	510,506	4,818,559	19,904,230
Effect of change in accounting policy with respect to dividend (Note 32)	—	—	—	—	—	—	452,000	452,000
Balance at 31st December, 1998 as restated	5,650,000	7,717,674	1,066,830	140,661	1,207,491	510,506	5,270,559	20,356,230
Net profit for the year ended 31st December, 1999	—	—	—	—	—	—	1,868,175	1,868,175
Transfer to dedicated capital	—	—	201,411	151,059	352,470	—	(352,470)	—
Proposed dividend as previously reported (Note 15)	—	—	—	—	—	—	(508,500)	(508,500)
Effect of change in accounting policy with respect to dividend (Note 32)	—	—	—	—	—	—	56,500	56,500
Balance at 31st December, 1999 as restated	5,650,000	7,717,674	1,268,241	291,720	1,559,961	510,506	6,334,264	21,772,405
Net profit for the year ended 31st December, 2000	—	—	—	—	—	—	2,515,830	2,515,830
Transfer to dedicated capital	—	—	264,423	198,317	462,740	—	(462,740)	—
Effect of change in accounting policy with respect to dividend (Note 32)	—	—	—	—	—	—	(508,500)	(508,500)
Balance at 31st December, 2000	5,650,000	7,717,674	1,532,664	490,037	2,022,701	510,506	7,878,854	23,779,735

The accompanying notes are an integral part of these financial statements.