

Statements of Changes in Equity

For The Year Ended December 31, 2000
(Expressed in thousands of Renminbi)

	Note	Reserves					Retained earnings	Total
		Share capital	Share premium	Statutory surplus reserve	Statutory public welfare fund	Discretionary surplus reserve		
Consolidated								
Balances at January 1, 1999		4,335,550	3,984,135	263,888	258,668	286,709	390,236	9,519,186
Change in accounting policy	23	—	—	—	—	(64,407)	497,962	433,555
Restated balances		4,335,550	3,984,135	263,888	258,668	222,302	888,198	9,952,741
Net profit for the year		—	—	—	—	—	529,674	529,674
Appropriation from retained earnings	15	—	—	57,758	56,431	64,407	(178,596)	—
Dividends	20,23	—	—	—	—	—	(433,555)	(433,555)
Balances at January 1, 2000		4,335,550	3,984,135	321,646	315,099	286,709	805,721	10,048,860
Net profit for the year		—	—	—	—	—	492,089	492,089
Appropriation from retained earnings	15	—	—	53,802	53,607	54,950	(162,359)	—
Dividends	20,23	—	—	—	—	—	(520,266)	(520,266)
Balances at December 31, 2000		<u>4,335,550</u>	<u>3,984,135</u>	<u>375,448</u>	<u>368,706</u>	<u>341,659</u>	<u>615,185</u>	<u>10,020,683</u>
Company								
Balances at January 1, 1999		4,335,550	3,984,135	251,571	251,571	251,571	400,984	9,475,382
Change in accounting policy	23	—	—	—	—	(64,407)	497,962	433,555
Restated balances		4,335,550	3,984,135	251,571	251,571	187,164	898,946	9,908,937
Net profit for the year		—	—	—	—	—	523,371	523,371
Appropriation from retained earnings	15	—	—	54,950	54,950	64,407	(174,307)	—
Dividends	20,23	—	—	—	—	—	(433,555)	(433,555)
Balances at January 1, 2000		4,335,550	3,984,135	306,521	306,521	251,571	814,455	9,998,753
Net profit for the year		—	—	—	—	—	501,708	501,708
Appropriation from retained earnings	15	—	—	52,625	52,625	54,950	(160,200)	—
Dividends	20,23	—	—	—	—	—	(520,266)	(520,266)
Balances at December 31, 2000		<u>4,335,550</u>	<u>3,984,135</u>	<u>359,146</u>	<u>359,146</u>	<u>306,521</u>	<u>635,697</u>	<u>9,980,195</u>

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