

III. Changes in Share Capital and Shareholding of substantial Shareholders

1. Changes in Share Capital

	Unit: Shares	
	At the beginning of the period	At the end of the period
A. Non-circulating shares		
(1) Promoter's shares including:		
State-owned shares	355,015,0000	355,015,000
Total non-circulating shares	355,015,0000	355,015,000
B. Circulating shares		
(1) Domestic listed		
RMB ordinary shares	58,000,0000	58,000,000
(2) Overseas listed foreign shares	242,000,0000	242,000,000
Total number of circulating shares	300,000,0000	300,000,000
C. Total number of shares	655,015,0000	655,015,000

2. Shareholding of substantial shareholders

As at 30th June 2001, the top ten shareholders of the Company and their respective shareholdings are as follows:

Name of Shareholder	Type of shares	As at the reporting period	
		No. of shares held	Percentage of the total share capital (%)
(1) Panda Electronics Group Company	State-owned shares	355,015,000	54.20
(2) HKSCC Nominees Limited	H shares	240,034,899	36.65
(3) Han Ding Fund	A shares	1,503,494	0.23
(4) Tong Zhi Fund	A shares	599,985	0.092
(5) Tse Wing Pak	H shares	550,000	0.084

(6) Jing Ye Fund	A shares	546,763	0.083
(7) Shanghai AIA	A shares	374,737	0.057
(8) Peng Cui Hong	A shares	340,000	0.052
(9) Shanghai Shuang Fa	A shares	312,468	0.048
(10) Nan Fang Securities	A shares	278,000	0.042

Note:

(1) Among the shareholders named above, Panda Electronics Group Limited ("PEGL") is the company which holds shares for the State. The shares held by it are neither subject to pledge nor being frozen.

(2) HKSCC Nominees Ltd. holds 240,034,899 H Shares of the Company, which represents 36.65% of the total issued share capital of the Company. Of which, Morgan Stanley Dean Witter Investment Management Company holds 37,431,000 H shares of the Company through HSBC (Nominees) Ltd., which represents 15.47% of the total H shares and 5.71% of the total share capital of the Company. Save as above, the Company is not aware of any individual client holding more than 10% of share capital issued by the Company.