

CHANGE IN SHARE CAPITAL AND SHAREHOLDERS

CHANGE IN SHARE CAPITAL

		Changes (+,-)		
	Before this change	New issues		After this change
A.	Unlisted shares			
1.	Initiators' shares including: State-owned shares	513,000,000	-	513,000,000
	Total unlisted shares	513,000,000	-	513,000,000
B.	Listed shares			
1.	RMB ordinary shares	-	78,000,000	78,000,000
2.	Foreign shares listed outside the PRC (H shares)	219,900,000	-	219,900,000
	Total listed shares	219,900,000	78,000,000	297,900,000
C.	Total Shares	732,900,000	78,000,000	810,900,000

Note: During the reporting period, the number of shares in issue on 30th June 2001 has been increased from 732,900,000 shares to 810,900,000 shares at the beginning of the period, as a result of the issue of 78,000,000 A shares in the PRC on 10th January 2001. The percentage of the State shares to total shares in issue has been decreased from 70% to 63.26%. The percentage of listed shares to total shares in issue has been increased from 30% to 36.74%.

MAJOR SHAREHOLDERS

As at 30 June 2001, the top ten major shareholders of the Company were as follows:

Shareholders	Type of shares	Share holding	Percentage (%)
GZPHL	State-owned shares	513,000,000	63.26
HKSCC Nominees Limited	H Shares	218,845,000	26.94
HSBC Nominees (Hong Kong) Limited	H Shares	800,000	0.099
Wang Bao Guo	H Shares	250,000	0.031

Xing He Fund	A Shares	216,890	0.027
Xing Ye Securities	A Shares	210,260	0.026
Yao Yunfeng	A Shares	200,000	0.025
Deng Dakai	A Shares	183,500	0.023
Li Juguang	A Shares	180,071	0.022
De Jing Department Store	A Shares	160,600	0.020
Chen Meilan	A Shares	144,201	0.018

Note: (1) Guangzhou Pharmaceutical Holdings Limited ("GZPHL") holds the state shares on behalf of the State. The shareholding by GZPHL has not changed during the reporting period. The shares held by GZPHL are not pledged as collateral. The top ten shareholders are not connected.

(2) As notified by HKSCC Nominees Limited, the following company was holding more than 10% of the H shares issued by Company as at 29th June 2001.

Name of shareholder	Number of shares held	% of total issued H shares
The Hong Kong and Shanghai Banking Corporation Limited	31,513,000	14.33%
Guotai Junan Securities (Hong Kong) Company Limited	27,078,000	12.31%