

# CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY (UNAUDITED)

FOR THE SIX MONTHS ENDED JUNE 30, 2001

*(Amounts expressed in thousands of Renminbi)*

	<b>For the six months ended June 30, 2001</b>				
	<b>Paid in capital</b>	<b>Capital surplus</b>	<b>Statutory reserves</b>	<b>Retained earnings</b>	<b>Total</b>
Balance as at January 1, 2001	577,304	167,506	25,202	-	770,012
Net proceeds from public offering	310,854	947,302	-	-	1,258,156
Profit for the period	-	-	-	208,893	208,893
Transfer to statutory reserves	-	-	27,832	(27,832)	-
Balance as at June 30, 2001	888,158	1,114,808	53,034	181,061	2,237,061
	<b>For the six months ended June 30, 2000</b>				
				<b>(Accumulated deficit)</b>	
	<b>Paid in capital</b>	<b>Capital surplus</b>	<b>Statutory reserves</b>	<b>Retained earnings</b>	<b>Total</b>
Balance as at January 1, 2000	260,133	155,934	175,854	(21,756)	570,165
Profit for the period	-	-	-	110,177	110,177
Transfer to statutory reserves	-	-	21,168	(21,168)	-
Distribution to China Civil Aviation Computer Information Center ("CACI")	-	-	-	(452,778)	(452,778)
Funds contributed or to be contributed by Civil Aviation Administration of China ("CAAC")	-	280,000	-	-	280,000
Reorganisation adjustments	77,401	(268,742)	(197,022)	388,363	-
Contribution from shareholders	239,770	-	-	-	239,770
Balance as at June 30, 2000	577,304	167,192	-	2,838	747,334