

Statements of Changes in Equity

(Prepared in accordance with International Financial Reporting Standards)

FOR THE YEAR ENDED 31ST DECEMBER, 2001

(Amounts expressed in thousands of Rmb)

	The Company					Equity Component of Convertible Notes (Note 21)	Retained Earnings	Total
	Share Capital (Note 18)	Additional Paid-in Capital (Note 18)	Dedicated Capital (Note 19)		Sub-total			
			Statutory surplus reserve fund	Statutory public welfare fund				
Balance at 31st December, 1999 as previously reported	5,650,000	7,717,674	1,268,241	291,720	1,559,961	510,506	5,825,764	21,263,905
Effect of change in accounting policy with respect to dividend (Note 20)	—	—	—	—	—	—	508,500	508,500
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)	—
Dividend declared	—	—	—	—	—	—	(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
Effect of adoption of IFRS 39 (Note 21)	—	—	—	—	—	—	(463,921)	(463,921)
Net profit for the year ended 31st December, 2001	—	—	—	—	—	—	3,450,658	3,450,658
Transfer to dedicated capital	—	—	363,606	272,705	636,311	—	(636,311)	—
Issuance and sale of 250,000,000 new Domestic Shares	250,000	1,737,500	—	—	—	—	—	1,987,500
Issuance of 100,000,000 new Domestic Shares to HIPDC	100,000	695,000	—	—	—	—	—	795,000
Issuing cost of new Domestic Shares (Note 18)	—	(12,442)	—	—	—	—	—	(12,442)
Dividend declared	—	—	—	—	—	—	(1,243,000)	(1,243,000)
Balance at 31st December, 2001	<u>6,000,000</u>	<u>10,137,732</u>	<u>1,896,270</u>	<u>762,742</u>	<u>2,659,012</u>	<u>510,506</u>	<u>8,986,280</u>	<u>28,293,530</u>

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