

Statement of Changes in Shareholders' Equity

(Prepared in accordance with International Financial Reporting Standards)

FOR THE YEAR ENDED 31ST DECEMBER, 2002

(Amounts expressed in thousands of Rmb)

The Company									
	Share Capital (Note 19)	Additional Paid-in Capital (Note 19)	Dedicated Capital (Note 20)	Statutory and discretionary surplus reserve fund	Statutory public welfare fund	Sub-total	Equity Component of Convertible Notes (Note 22)	Retained Earnings	Total
Balance at 1st January, 2001	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 IAS 39 (Note 22)	—	—	—	—	—	—	(463,921)	(463,921)	
Dividend relating to 2000	—	—	—	—	—	—	(1,243,000)	(1,243,000)	
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 350,000,000 new Domestic Shares, net of direct issuance costs (Note 19)	350,000	2,420,058	—	—	—	—	—	2,770,058	
Balance at 31st December, 2001	6,000,000	10,137,732	1,896,270	762,742	2,659,012	510,506	8,986,280	28,293,530	
Dividend relating to 2001	—	—	—	—	—	—	(1,800,000)	(1,800,000)	
Net profit for the year ended 31st December, 2002	—	—	—	—	—	—	3,921,004	3,921,004	
Conversion of convertible notes to share capital (Note 22)	274	1,696	—	—	—	(444)	—	1,526	
Redemption of convertible notes (Note 22)	—	465,415	—	—	—	(465,415)	—	—	
Transfer from statutory public welfare fund to discretionary surplus reserve fund	—	—	15,398	(15,398)	—	—	—	—	
Transfer to dedicated capital	—	—	408,235	306,176	714,411	—	(714,411)	—	
Balance at 31st December, 2002	6,000,274	10,604,843	2,319,903	1,053,520	3,373,423	44,647	10,392,873	30,416,060	

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