

# CONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY

FOR THE YEAR ENDED DECEMBER 31, 2002 (Amounts expressed in thousands of Renminbi)

	<i>Note</i>	<b>Paid in capital</b>	<b>Reserves</b>	<b>Retained earnings</b>	<b>Total</b>
Balance as at January 1, 2001	26	577,304	192,708	—	770,012
Prior year adjustment	26	—	80,148	—	80,148
Restated balance as at January 1, 2001		577,304	272,856	—	850,160
Profit for the year		—	—	407,901	407,901
Transfer to reserves	26	—	74,856	(74,856)	—
Proceeds from initial public offering		310,854	947,302	—	1,258,156
Balance as at December 31, 2001		888,158	1,295,014	333,045	2,516,217
Balance as at January 1, 2002		888,158	1,295,014	333,045	2,516,217
Profit for the year		—	—	453,227	453,227
Dividend for 2001	11	—	—	(163,421)	(163,421)
Transfer to reserves	26,27	—	158,660	(158,660)	—
Balance as at December 31, 2002		888,158	1,453,674	464,191	2,806,023

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