

# STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY

For the year ended 31 December 2002  
(All amounts expressed in thousands of Renminbi ("Rmb"))

	Note	Share capital	Share premium	Revaluation surplus	Statutory and discretionary reserves	Retained earnings	Total
<b>The Group and the Company</b>							
<b>Balance at 1 January 2001, as previously reported</b>		3,846,150	2,253,003	229,862	96,238	342,625	6,767,878
Effect of adopting International Financial Reporting Standards ("IFRS") 39		-	-	-	-	6,548	6,548
Effect of accounting for defined benefit pension and post-retirement benefit obligations		-	(43,355)	-	-	(11,668)	(55,023)
<b>Balance at 1 January 2001, as restated</b>		3,846,150	2,209,648	229,862	96,238	337,505	6,719,403
Net profit		-	-	-	-	395,936	395,936
Dividends	12	-	-	-	-	(156,538)	(156,538)
— 2000 final dividend		-	-	-	-	(58,385)	(58,385)
— 2001 interim dividend		-	-	-	-	-	-
Transfer to statutory and discretionary reserves	35	-	-	-	163,809	(163,809)	-
<b>Balance at 31 December 2001</b>		<u>3,846,150</u>	<u>2,209,648</u>	<u>229,862</u>	<u>260,047</u>	<u>354,709</u>	<u>6,900,416</u>
Representing:							
Share capital and reserves		3,846,150	2,209,648	229,862	260,047	223,017	6,768,724
2001 proposed final dividend		-	-	-	-	131,692	131,692
Balance at 31 December 2001		<u>3,846,150</u>	<u>2,209,648</u>	<u>229,862</u>	<u>260,047</u>	<u>354,709</u>	<u>6,900,416</u>
<b>The Group and the Company</b>							
<b>Balance at 1 January 2002, as previously reported</b>		3,846,150	2,253,003	229,862	260,047	371,611	6,960,673
Effect of accounting for defined benefit pension and post-retirement benefit obligations		-	(43,355)	-	-	(16,902)	(60,257)
<b>Balance at 1 January 2002, as restated</b>		3,846,150	2,209,648	229,862	260,047	354,709	6,900,416
Excess of the cost of acquisition over the value of the net assets acquired from the Parent Company		-	-	-	-	(6,648)	(6,648)
Net profit		-	-	-	-	506,817	506,817
Dividends	12	-	-	-	-	(131,692)	(131,692)
— 2001 final dividend		-	-	-	-	(67,615)	(67,615)
— 2002 interim dividend		-	-	-	-	-	-
Transfer to statutory and discretionary reserves	35	-	-	-	175,042	(175,042)	-
<b>Balance at 31 December 2002</b>		<u>3,846,150</u>	<u>2,209,648</u>	<u>229,862</u>	<u>435,089</u>	<u>480,529</u>	<u>7,201,278</u>
Representing:							
Share capital and reserves		3,846,150	2,209,648	229,862	435,089	272,683	6,993,432
2002 proposed final dividend		-	-	-	-	207,846	207,846
<b>Balance at 31 December 2002</b>		<u>3,846,150</u>	<u>2,209,648</u>	<u>229,862</u>	<u>435,089</u>	<u>480,529</u>	<u>7,201,278</u>

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