

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the six months ended 30th June, 2003

	Share capital <i>RMB'000</i>	Share premium <i>RMB'000</i>	Capital reserve <i>RMB'000</i>	Statutory surplus reserve fund, statutory public welfare fund and discretionary surplus reserve fund <i>RMB'000</i>	Accumulated profits <i>RMB'000</i>	Dividend reserve <i>RMB'000</i>	Total <i>RMB'000</i>
At 1st January, 2002	2,027,064	692,553	572,239	621,901	1,167,362	124,113	5,205,232
Issue of H Shares upon conversion of Convertible Bonds	231,588	548,891	—	—	—	—	780,479
Issue of Domestic Shares upon exercise of Qingling Group Share Option	223,616	523,461	—	—	—	—	747,077
Net profit for the period	—	—	—	—	59,417	—	59,417
2001 final dividend paid	—	—	—	—	—	(124,113)	(124,113)
At 30th June, 2002	<u>2,482,268</u>	<u>1,764,905</u>	<u>572,239</u>	<u>621,901</u>	<u>1,226,779</u>	<u>—</u>	<u>6,668,092</u>
At 1st January, 2003	2,482,268	1,764,905	572,239	650,759	1,161,216	124,113	6,755,500
Net profit for the period	—	—	—	—	68,334	—	68,334
2002 final dividend paid	—	—	—	—	—	(124,113)	(124,113)
At 30th June, 2003	<u>2,482,268</u>	<u>1,764,905</u>	<u>572,239</u>	<u>650,759</u>	<u>1,229,550</u>	<u>—</u>	<u>6,699,721</u>