

Consolidated Statement of Changes in Shareholders' Equity

For the year ended 31 December, 2003

(All amounts in RMB thousands)

	Ordinary shares <i>Note 23</i>	Share premium <i>Note 24(a)</i>	Capital reserve <i>Note 24(b)</i>	Statutory surplus reserve <i>Note 24(c)</i>	Statutory public welfare reserve <i>Note 24(d)</i>	Retained earnings <i>Note 24(e)</i>	Total shareholders' equity
Balance at 1 January, 2002	983,480	597,796	25,289	115,438	115,438	247,005	2,084,446
Net profit	-	-	-	-	-	267,595	267,595
Issuance of ordinary shares	200,000	602,216	-	-	-	-	802,216
Addition from subsidiaries' loan waived and donation received	-	-	3,341	-	-	-	3,341
Profit appropriations							
- Dividends relating to 2001 (<i>Note 8</i>)	-	-	-	-	-	(49,174)	(49,174)
- Statutory surplus reserve	-	-	-	61,568	-	(61,568)	-
- Statutory public welfare reserve	-	-	-	-	59,662	(59,662)	-
Balance at 1 January, 2003	1,183,480	1,200,012	28,630	177,006	175,100	344,196	3,108,424
Net profit	-	-	-	-	-	743,404	743,404
Issuance of ordinary shares	72,200	545,418	-	-	-	-	617,618
Addition from subsidiaries' loan waived and donation received	-	-	2,743	-	-	-	2,743
Profit appropriations							
- Dividends relating to 2002 (<i>Note 8</i>)	-	-	-	-	-	(59,174)	(59,174)
- Statutory surplus reserve	-	-	-	163,869	-	(163,869)	-
- Statutory public welfare reserve	-	-	-	-	155,099	(155,099)	-
Release of statutory reserve upon liquidation of subsidiaries	-	-	-	(25,539)	(25,539)	51,078	-
Balance as of 31 December, 2003	1,255,680	1,745,430	31,373	315,336	304,660	760,536	4,413,015

The accompanying accounting policies and notes form an integral part of these consolidated financial statements.