

# Consolidated Statement of Changes in Shareholders' Equity

For the year ended 31 December 2003

(All amounts expressed in thousands of Rmb)

Note	Share capital	Capital reserve	Statutory			Restricted reserve	Other reserve	Retained earnings	Total reserves	Total share holders' equity
			Statutory surplus reserve	public welfare fund	Discretionary surplus reserve					
		(Note a)								
Balance as at 1 January 2002	5,162,849	3,653,421	950,988	4,879	2,668,963	226,521	-	1,184,730	8,689,502	13,852,351
Dividends declared	-	-	-	-	-	-	-	(877,684)	(877,684)	(877,684)
Net profit	-	-	-	-	-	-	-	1,404,612	1,404,612	1,404,612
Transfer between reserves	15(c)	-	-	(49,103)	49,103	-	-	-	-	-
Transfer to restricted reserve	15(e)	-	-	-	-	(32,360)	-	32,360	-	-
Profit appropriations	15	-	156,541	156,541	258,331	-	-	(571,413)	-	-
Balance as at 31 December 2002	5,162,849	3,653,421	1,107,529	112,317	2,976,397	194,161	-	1,172,605	9,216,430	14,379,279
Dividends declared	27	-	-	-	-	-	-	(619,542)	(619,542)	(619,542)
Net profit	-	-	-	-	-	-	-	1,811,799	1,811,799	1,811,799
Transfer between reserves	15(c)	-	-	(56,466)	56,466	-	-	-	-	-
Transfer to restricted reserve	15(e)	-	-	-	-	(32,360)	-	32,360	-	-
Profit appropriations	15	-	204,538	201,130	-	-	-	(405,668)	-	-
Convertible bond-equity component	15(f)	-	-	-	-	-	149,796	-	149,796	149,796
Balance as at 31 December 2003	5,162,849	3,653,421	1,312,067	256,981	3,032,863	161,801	149,796	1,991,554	10,558,483	15,721,332

(Note a) For each of the years ended 31 December 2003 and 2002, the capital reserve included revaluation surplus about Rmb3,785 million.