

Consolidated Statement of Changes in Equity

	Notes	Capital RMB'000	Share premium account RMB'000	Capital reserves (Note ii) RMB'000	Statutory reserves RMB'000	Retained profits/ (Accumulated losses) RMB'000	Proposed final dividend RMB'000	Total RMB'000
At 1st January, 2002		170,500	—	(17,797)	26,466	11,742	346	191,257
Final dividend for 2001 declared		—	—	—	—	—	(346)	(346)
Net profit for the year		—	—	—	—	294,367	—	294,367
Transfer to statutory reserves	30	—	—	—	107,469	(107,469)	—	—
Transfer to capital reserves	(i)	—	—	127	—	(127)	—	—
Proposed final dividend	10	—	—	—	—	(213,125)	213,125	—
At 31st December, 2002 and 1st January, 2003		170,500	—	(17,670)	133,935	(14,612)	213,125	485,278
Capitalisation of bonus shares	29	170,500	—	—	—	—	(170,500)	—
Final cash dividend for 2002 declared		—	—	—	—	—	(42,625)	(42,625)
Net profit for the year		—	—	—	—	523,398	—	523,398
Transfer from statutory reserves		—	—	—	(1,879)	1,879	—	—
Transfer to statutory reserves	30	—	—	—	206,306	206,306	—	—
Transfer to capital reserves	(i)	—	—	861	—	(861)	—	—
Issue of H shares	29	131,100	1,727,306	—	—	—	—	1,858,406
Expenses for the placing and initial public offering	29	—	(84,918)	—	—	—	—	(84,918)
At 31st December, 2003		472,100	1,642,388	(16,809)	338,362	303,498	—	2,739,539

Notes:

- (i) In accordance with the relevant PRC regulations, an amount arising from the Group's share of the write back of long outstanding payables written back during the year was transferred to a non-distributable capital reserve.
- (ii) The capital reserve of the Group includes non-distributable reserves of the company and its subsidiaries created in accordance with accounting and financial regulations in the PRC.