

Movement in Share Capital and Shareholders' Profile

MOVEMENT IN SHARE CAPITAL

1. As of 31 December 2004, the equity structure of the Company was as follows:

Unit: share

	Beginning of the year	Share placement	Interest (decrease) during the year (+/-)			Sub-total	End of the year
			Bonus issue	Shares converted from public surplus fund	Other (debentures converted shares)		
1. Unlisted shares							
1. Shares of promoter	1,319,000,000	—	—	—	—	—	1,319,000,000
Comprising:							
Shares held by the State	—	—	—	—	—	—	—
Domestic legal person shares	1,319,000,000	—	—	—	—	—	1,319,000,000
Shares held by overseas legal persons	—	—	—	—	—	—	—
Others	—	—	—	—	—	—	—
2. Shares of legal person through public offer	—	—	—	—	—	—	—
3. Shares of internal employees	—	—	—	—	—	—	—
4. Preferred Shares or others							
Comprising:							
converted shares	—	—	—	—	—	—	—
Total unlisted shares	1,319,000,000	—	—	—	—	—	1,319,000,000
2. Listed shares							
1. Renminbi ordinary shares	753,308,652	—	—	—	633,594	633,594	753,942,246
2. Domestic listed foreign invested shares	—	—	—	—	—	—	—
3. Overseas listed foreign invested shares	890,000,000	—	—	—	—	—	890,000,000
4. Others	—	—	—	—	—	—	—
Total listed shares	1,643,308,652	—	—	—	633,594	633,594	1,643,942,246
3. Total number of shares	2,962,308,652	—	—	—	633,594	633,594	2,962,942,246

MOVEMENT IN SHARE CAPITAL (continued)

2. Previous adjustments to conversion price and the latest adjusted conversion price were as follows:

Period	Conversion price (Rmb/share)
2000.9-2001.6	3.30
2001.6-2002.7	3.21
2002.7-2003.6	3.13
2003.6-2004.6	3.03
2004.6-2005.3.11	2.83

DETAILS OF SHAREHOLDERS

1. At the end of the reporting period, the Company has a total of 112,500 shareholders, of which 271 were holders of H Shares.



Movement in Share Capital and Shareholders' Profile (Continued)

DETAILS OF SHAREHOLDERS (continued)

2. As at 31 December 2004, the 10 largest shareholders and 10 largest holders of listed shares of the Company and their respective shareholdings were as follows:

Name of shareholder	Increase/decrease in 2004 (share)	Number of shares held at the end of the year (share)	Percentage (%)	Class of shares	Number of shares pledged or charged	Type of shareholders
Angang Holding	0	1,319,000,000	44.52	unlisted	—	State-owned
HKSCC Nominees Limited	+2,039,900	879,577,899	29.69	H Shares listed	Unknown	Foreign
Guosen Securities Company Limited	—	28,140,036	0.95	A Shares listed	Unknown	—
博時精選股票證券投資基金	—	26,993,443	0.91	A Shares listed	Unknown	—
Soochow Securities Company Limited	—	25,428,747	0.86	A Shares listed	Unknown	—
華夏成長證券投資基金	—	22,000,090	0.74	A Shares listed	Unknown	—
銀河銀泰理財分紅證券投資基金	—	20,749,392	0.70	A Shares listed	Unknown	—
博時價值增長證券投資基金	—	15,654,895	0.53	A Shares listed	Unknown	—
銀豐證券投資基金	-5,791,734	13,933,593	0.47	A Shares listed	Unknown	—
全國社保基金一零七組合	—	13,809,049	0.47	A Shares listed	Unknown	—
中信經典配置證券投資基金	—	12,513,549	0.42	A Shares listed	Unknown	—

Notes: Explanations of the connected relationship or concerted action among the 10 largest shareholders:

Angang Holding, the largest shareholder of the Company, has no relationship with the top 10 holders of listed shares of the Company nor is Angang Holding a party to any concerted action as described in the Procedures for the Administration of Information Disclosure for Movement in Shareholdings of the Shareholders of Listed Companies. 博時精選股票證券投資基金 and 博時價值增長證券投資基金 are managed by Boshi Fund Management Company Limited; 銀河銀泰理財分紅證券投資基金 and 銀豐證券投資基金 are managed by Galaxy Asset Management Company Limited; 華夏成長證券投資基金 and 全國社保基金一零七組合 are managed by China Asset Management Company Limited. The Company has no information on whether there is any connected relationship among other shareholders of the Company or whether such shareholders are parties to any concerted action.

DETAILS OF SHAREHOLDERS *(continued)*

3. Details of the controlling shareholder of the Company

The controlling shareholder of the Company is Angang Holding

Legal representative: Liu Jie

Year of incorporation: 1948

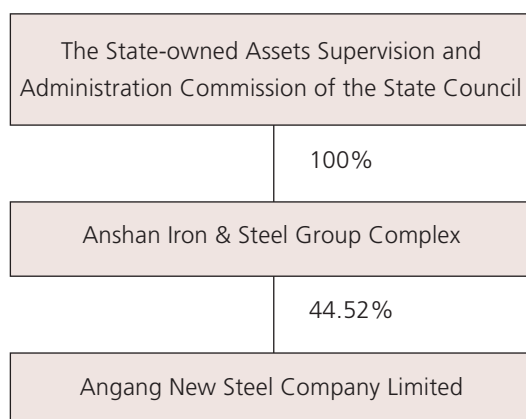
Principal business: Production of steel products, metal products (non-franchise), cast iron tubes, metal structures, metal wire and products, sintering and coking products, cement, power generation, metallurgical machinery and parts, electrical machinery, electricity transmission and supply and control facilities and meters, mining of iron and manganese ores, refractory earth and stone extraction.

Principal products: Steel pressing products and metal products

Registered capital: Rmb10,794,160,000

Shareholding structure: Wholly-owned by the State

4. Shareholding and controlling structure between the Company and its ultimate controlling shareholder



DETAILS OF SHAREHOLDERS *(continued)*

5. Other legal person shareholders holding 10% of shares

HKSCC Nominees Limited holds a percentage of 29.69% of the total number of the shares of the Company. HKSCC Nominees Limited acts as an agent.

6. The 10 largest holders of A Share convertible debentures and their respective shareholdings were as follows:

Name of shareholder	Number of shares held (share)
Yu Liyang	1,760
Wu Yongqing	1,760
Xu Xiaolong	910
Hou Xiaoyin	790
Ma Ligang	790
Wang Yadong	560
Zhu Houqing	420
Chen Daxin	400
Ma Tao	400
Xu Yuxi	400