

Consolidated Statement of Changes in Shareholders' Equity

For the year ended December 31, 2004

(Amounts in thousands)

JILIN CHEMICAL INDUSTRIAL COMPANY LIMITED Annual Report 2004

	Share capital (Note 23) RMB	Accumulated losses RMB	Reserves (Note 24) RMB	Total RMB
Balance at January 1, 2003	3,561,078	(3,579,935)	2,101,804	2,082,947
Net profit for the year	–	427,609	–	427,609
Transfer to accumulated losses on realisation of revaluation reserve	–	973	(973)	–
Balance at December 31, 2003	3,561,078	(3,151,353)	2,100,831	2,510,556
Net profit for the year	–	2,544,510	–	2,544,510
Transfer to accumulated losses on realisation of revaluation reserve	–	973	(973)	–
Balance at December 31, 2004	<u>3,561,078</u>	<u>(605,870)</u>	<u>2,099,858</u>	<u>5,055,066</u>

The accompanying notes are an integral part of these financial statements.