

Statements of Changes in Shareholders' Equity

For the year ended December 31, 2004

(All amounts in Renminbi thousands)

	Notes	Reserves					Retained earnings	Total	
		Share capital	Share premium	Share issuance costs	Statutory surplus reserve	Statutory public welfare fund			Discretionary surplus reserve
Group									
Balance at January 1, 2003		4,335,550	3,984,135	—	491,409	454,302	341,659	637,096	10,244,151
Profit attributable to shareholders		—	—	—	—	—	—	511,762	511,762
Appropriation from retained earnings	24	—	—	—	54,165	27,092	—	(81,257)	—
Dividends relating to 2002		—	—	—	—	—	—	(433,555)	(433,555)
Balance at January 1, 2004		4,335,550	3,984,135	—	545,574	481,394	341,659	634,046	10,322,358
Profit attributable to shareholders		—	—	—	—	—	—	567,484	567,484
Share issuance costs		—	—	(14,035)	—	—	—	—	(14,035)
Appropriation from retained earnings	24	—	—	—	59,771	29,900	—	(89,671)	—
Dividends relating to 2003	9	—	—	—	—	—	—	(455,233)	(455,233)
Balance at December 31, 2004		4,335,550	3,984,135	(14,035)	605,345	511,294	341,659	656,626	10,420,574
Company									
Balance at January 1, 2003		4,335,550	3,984,135	—	471,823	443,016	306,521	667,416	10,208,461
Profit attributable to shareholders		—	—	—	—	—	—	503,108	503,108
Appropriation from retained earnings	24	—	—	—	53,384	26,692	—	(80,076)	—
Dividends relating to 2002		—	—	—	—	—	—	(433,555)	(433,555)
Balance at January 1, 2004		4,335,550	3,984,135	—	525,207	469,708	306,521	656,893	10,278,014
Profit attributable to shareholders		—	—	—	—	—	—	581,032	581,032
Share issuance costs		—	—	(14,035)	—	—	—	—	(14,035)
Appropriation from retained earnings	24	—	—	—	59,071	29,535	—	(88,606)	—
Dividends relating to 2003	9	—	—	—	—	—	—	(455,233)	(455,233)
Balance at December 31, 2004		4,335,550	3,984,135	(14,035)	584,278	499,243	306,521	694,086	10,389,778