

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the year ended 31 December 2004

	Share capital	Share premium	Contributed surplus	Special reserve	Capital reserve	Surplus reserve fund	Enterprise expansion fund	Accumulated profits	Total
	RMB'000	RMB'000	RMB'000	RMB'000 (note 21)	RMB'000 (note 21)	RMB'000 (note 21)	RMB'000 (note 21)	RMB'000	RMB'000
At 1 January 2003	8	30,172	—	(5,259)	—	15,428	7,586	64,124	112,059
Issue of shares at nil-paid and credited as fully paid on group reorganisation	212	—	117,935	—	—	—	—	—	118,147
Elimination on group reorganisation	(8)	(30,172)	(117,935)	29,968	—	—	—	—	(118,147)
New issue and placing of shares	8,777	99,178	—	—	—	—	—	—	107,955
Expenses incurred in connection with the issue of new shares	—	(14,211)	—	—	—	—	—	—	(14,211)
Capitalisation issue	31,588	(31,588)	—	—	—	—	—	—	—
Dividend for 2002 paid by a subsidiary	—	—	—	—	—	—	—	(30,000)	(30,000)
Net profit for the year	—	—	—	—	—	—	—	78,718	78,718
At 31 December 2003	40,577	53,379	—	24,709	—	15,428	7,586	112,842	254,521
Issue of new shares	4,240	23,320	—	—	—	—	—	—	27,560
Expenses incurred in connection with the issue of new shares	—	(1,522)	—	—	—	—	—	—	(1,522)
Recognition of equity component of convertible notes	—	—	—	—	1,043	—	—	—	1,043
Deferred tax liability on recognition of equity component of convertible notes	—	—	—	—	(182)	—	—	—	(182)
Dividend for 2003 paid by the Company	—	—	—	—	—	—	—	(17,030)	(17,030)
Net profit for the year	—	—	—	—	—	—	—	90,135	90,135
At 31 December 2004	<u>44,817</u>	<u>75,177</u>	<u>—</u>	<u>24,709</u>	<u>861</u>	<u>15,428</u>	<u>7,586</u>	<u>185,947</u>	<u>354,525</u>