

Consolidated Statement of Changes in Equity

For the year ended 31 December 2004

	Share capital	Share premium	Merger reserve	Exchange reserve	Statutory surplus reserve fund	Statutory public welfare fund	Discretionary surplus reserve fund	Special reserve	Accumulated profits	Total
	RMB'000 (Note 18)	RMB'000	RMB'000 (Note 20)	RMB'000	RMB'000 (Note 20)	RMB'000 (Note 20)	RMB'000 (Note 20)	RMB'000 (Note 20)	RMB'000 (Note 20)	RMB'000
At 1 January 2003	—	—	—	—	18,749	9,177	49,434	—	225,043	302,403
2002 final dividend paid	—	—	—	—	—	—	—	—	(58,037)	(58,037)
Net profit for the year	—	—	—	—	—	—	—	—	151,370	151,370
Transfers	—	—	—	—	43,070	21,536	142,576	—	(207,182)	—
At 31 December 2003	—	—	—	—	61,819	30,713	192,010	—	111,194	395,736
Transfer to special reserve upon group reorganisation taken place in March 2004	—	—	—	—	(42,970)	(21,286)	(192,010)	398,327	(142,061)	—
Deemed distribution of special reserve upon group reorganisation taken place in March 2004	—	—	—	—	—	—	—	(398,327)	—	(398,327)
Surplus arising on group reorganisation	—	—	83,758	—	—	—	—	—	—	83,758
Issue of shares	87,980	—	—	—	—	—	—	—	—	87,980
Premium arising on issue of shares	—	1,038,588	—	—	—	—	—	—	—	1,038,588
Exchange difference on translation of foreign subsidiaries not recognised in the income statement	—	—	—	379	—	—	—	—	—	379
Expenses incurred in connection with the issue of shares	—	(56,180)	—	—	—	—	—	—	—	(56,180)
Net profit for the year	—	—	—	—	—	—	—	—	260,793	260,793
At 31 December 2004	<u>87,980</u>	<u>982,408</u>	<u>83,758</u>	<u>379</u>	<u>18,849</u>	<u>9,427</u>	<u>—</u>	<u>—</u>	<u>229,926</u>	<u>1,412,727</u>