

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

(Prepared under Hong Kong accounting standards)

Year ended 31 December 2004

	Notes	Issued share capital RMB'000	Capital reserve RMB'000	Statutory reserves RMB'000	Exchange fluctuation reserve RMB'000	Retained profits RMB'000	Proposed final dividend RMB'000	Total RMB'000
At 1 January 2003		556,080	2,190,320	460,814	806	363,367	111,216	3,682,603
Issue of bonus shares		111,216	(111,216)	-	-	-	-	-
Final 2002 dividend declared		-	-	-	-	-	(111,216)	(111,216)
Exchange realignments and net gains not recognised in the profit and loss account		-	-	-	237	-	-	237
Net profit from ordinary activities attributable to shareholders		-	-	-	-	1,028,306	-	1,028,306
Transfer from retained profits	35	-	-	259,394	-	(259,394)	-	-
Proposed final 2003 dividend	12	-	-	-	-	(200,188)	200,188	-
At 31 December 2003 and 1 January 2004		667,296	2,079,104	720,208	1,043	932,091	200,188	4,599,930
Issue of bonus shares		133,459	-	-	-	(133,459)	-	-
Issue of H shares	34	160,151	3,574,571	-	-	-	-	3,734,722
Conversion of state owned equity interest shares	34	(1,384)	(29,475)	-	-	-	-	(30,859)
Share issue expenses	34	-	(161,685)	-	-	-	-	(161,685)
Final 2003 dividend declared		-	-	-	-	-	(200,188)	(200,188)
Exchange realignments and net gains not recognised in the profit and loss account		-	-	-	2,743	-	-	2,743
Net profit from ordinary activities attributable to shareholders		-	-	-	-	1,272,489	-	1,272,489
Transfer from retained profits		-	-	265,148	-	(265,148)	-	-
Proposed final 2004 dividend	12	-	-	-	-	(239,880)	239,880	-
At 31 December 2004		959,522	5,462,515*	985,356*	3,786*	1,566,093*	239,880	9,217,152
Reserves retained by:								
Company and subsidiaries		959,522	5,462,515	984,596	3,631	1,563,490	239,880	9,213,634
Jointly-controlled entities		-	-	760	155	1,673	-	2,588
Associates		-	-	-	-	930	-	930
At 31 December 2004		959,522	5,462,515	985,356	3,786	1,566,093	239,880	9,217,152
Company and subsidiaries		667,296	2,079,104	719,448	957	932,861	200,188	4,599,854
Jointly-controlled entities		-	-	760	86	(1,668)	-	(822)
Associates		-	-	-	-	898	-	898
At 31 December 2003		667,296	2,079,104	720,208	1,043	932,091	200,188	4,599,930

* These reserve accounts comprise the consolidated reserve of approximately RMB8,017,750,000 (2003: RMB3,732,446,000) in the consolidated balance sheet.