

Movements in Share Capital and Shareholders

1. MOVEMENT IN THE COMPANY'S SHARES (Unit: SHARES)

	Prior to current movements	Placement	Current movements (+, -)				Sub-total	After current movements
			Bonus issues	Transferred from reserves	Additional issues	Others		
I. Unlisted shares								
1. Promoter's shares								
Including:								
State-owned shares	4,034,560,000	-	-	-	-	-	-	4,034,560,000
Share owned by domestic legal persons	-	-	-	-	-	-	-	-
Shares owned by foreign legal persons	-	-	-	-	-	-	-	-
Others	-	-	-	-	-	-	-	-
2. Issued legal person shares	87,810,000	-	-	-	-	-	-	87,810,000
3. Shares held by employees	-	-	-	-	-	-	-	-
4. Preferred shares and others	-	-	-	-	-	-	-	-
Total unlisted shares	4,122,370,000	-	-	-	-	-	-	4,122,370,000
II. Listed shares								
1. A shares	600,000,000	-	-	-	-	-	-	600,000,000
2. B shares	-	-	-	-	-	-	-	-
3. H shares	1,732,930,000	-	-	-	-	-	-	1,732,930,000
4. Others	-	-	-	-	-	-	-	-
Total listed shares	2,332,930,000	-	-	-	-	-	-	2,332,930,000
III. Total number of shares	6,455,300,000	-	-	-	-	-	-	6,455,300,000

There was no movement in the share capital of the Company during the three year ended 2004.

Movements in Share Capital and Shareholders

2. SHAREHOLDERS

- (1) As at the end of the reporting period, the Company had a total of 149,998 shareholders, including 143,314 A share holders and 6,684 H share holders.
- (2) Shareholding of the 10 largest shareholders as at the end of the reporting period:

Magang (Group) Holding Company Limited (“Holding”), originally named as Maanshan Magang Holding Company (“Magang Holding”), held 4,082,330,000 A shares of the Company, of which 4,034,560,000 A shares were held on behalf of the State (representing approximately 62.5% of the total share capital of the Company) and 47,770,000 were legal person A shares (representing approximately 0.74% of the total share capital of the Company), which were the same as the previous reporting period. Holding was established on 1 September 1993 as a solely State-owned enterprise. The legal representative of Holding is Mr. Gu Jianguo. The Group had a registered capital of RMB6,298,290,000. Its principle operations and products include: mining and sorting of mineral products; construction engineering design; construction; property development; integrated technology service; domestic trading; food and beverages; production services; mechanical and electrical equipment manufacturing; and metal products. Other shareholders who were among the 10 largest shareholders of the Company were as follows:

Name of shareholder	Type of shareholder	Class of shares	Number of shares held (share)	As a percentage of total share capital (%)	Increase (decrease) from the beginning of the year (share)
HKSCC (Nominees) Limited	Foreign shareholders	Circulating	1,635,668,997	25.338	20,500,000
HSBC (Nominees) Limited	Foreign shareholders	Circulating	30,264,000	0.469	-2,570,000
Shanghai Quan Long Shiye Company Limited	Not applicable	Non-circulating	9,800,000	0.152	0
Guo Yuan Securities Limited Liability Company	Not applicable	Circulating	7,680,450	0.119	-985,730
上證50交易型開放式指數證券投資基金	Not applicable	Circulating	4,189,200	0.065	4,189,200
博時裕富證券投資基金	Not applicable	Circulating	3,122,175	0.048	-1,543,239
中國人民保險公司安徽分公司	Not applicable	Non-circulating	3,000,000	0.046	0
鹽城市航空綜合經營有限公司	Not applicable	Non-circulating	3,000,000	0.046	0
長盛動態精選證券投資基金	Not applicable	Circulating	2,922,127	0.045	2,922,127

Note 1: There was no connected relationship between Holding and the other nine shareholders, nor were they concerted parties as defined in the Measures for the Management of Information Disclosure on Changes in Shareholding of Shareholders of Listed Companies. Guo Yuan Securities Limited was the major shareholder of Chang Sheng Fund Management Company Limited, the manager of 長盛動態精選證券投資基金. Save as disclosed above, the Company is not aware of whether the other nine shareholders had connected relationship or whether they were concerted parties.

Note 2: No shares held by the Holding during the reporting period were pledged, held in lien or placed in custody, but the Company is not aware whether or not shares held by other shareholders interested in 5% or more of the Company’s shares were pledged, held in lien or placed in custody.

Note 3: HKSCC (Nominees) Limited held 1,635,668,997 shares of the Company on behalf of multiple clients.

Note 4: Save as disclosed above, as at 31 December 2004, the board of directors are not aware of any parties or its associated companies who had any interests in or short positions of shares or underlying shares of the Company which was required to be recorded pursuant to Section 336 of the Securities and Futures Ordinance.

- (3) Shareholding of 10 largest holders of shares in circulation at the end of the reporting period:

Name of shareholder	Type of shares	Number of shares held (share)
HKSCC (Nominees) Limited	H shares	1,615,668,997
HSBC (Nominees) Limited	H shares	30,264,000
Guo Yuan Securities Limited Liability Company	A shares	7,680,450
上證50交易型開放式指數證券投資基金	A shares	4,189,200
博時裕富證券投資基金	A shares	3,122,175
長盛動態精選證券投資基金	A shares	2,922,127
大連港萬通船務股份有限公司	A shares	2,603,000
華安上證180指數增強型證券投資基金	A shares	2,155,897
中信經典配置證券投資基金	A shares	1,879,039
孫世才	A shares	1,791,100

Note: Guo Yuan Securities Limited Liability Company is the major shareholder of 長盛基金管理有限公司, administrator of 長盛動態精選證券投資基金. However, the Company is not aware whether or not there are connected relationships among the 10 largest holders of share in circulation, and whether or not they were parties acting in concert.

- (4) As at 31 December 2004 and 31 March 2005, being the latest practicable date of the report, the public float of the Company complied with the requirements as stipulated in the Rules Governing the Listing of Securities on The Hong Kong Stock Exchange.
- (5) Flow-chart indicating the proprietorship and controlling relationship between the Company and the de-facto controller

