

**14. CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**  
**for the year ended 31 December 2004**  
*(Expressed in Renminbi Yuan)*

	<b>Share capital</b> <i>(Note 24)</i>	<b>Capital reserve</b> <i>(Note 25a)</i>	<b>Share premium</b> <i>(Note 25a)</i>	<b>General reserve fund</b> <i>(Note 25a)</i>	<b>Enterprise expansion fund</b> <i>(Note 25a)</i>	<b>Retained earnings</b> <i>(Note 25a)</i>	<b>Total</b>
Balance at 1 January 2003	1,119,675	42,483,919	20,675,104	29,844,052	9,867,952	100,390,509	204,381,211
Issuance of shares of the Company	322,510	-	338,312,728	-	-	-	338,635,238
Share issue expenses	-	-	(22,898,591)	-	-	-	(22,898,591)
Net profit for the year	-	-	-	-	-	107,508,629	107,508,629
Transfer to reserves	-	-	-	5,405,873	-	(5,405,873)	-
Dividend declared	-	-	-	-	-	(35,000,000)	(35,000,000)
Balance at 31 December 2003	<u>1,442,185</u>	<u>42,483,919</u>	<u>336,089,241</u>	<u>35,249,925</u>	<u>9,867,952</u>	<u>167,493,265</u>	<u>592,626,487</u>
Balance at 1 January 2004	1,442,185	42,483,919	336,089,241	35,249,925	9,867,952	167,493,265	592,626,487
Net profit for the year	-	-	-	-	-	137,113,328	137,113,328
Transfer to reserve	-	-	-	12,155,319	-	(12,155,319)	-
Dividend declared	-	-	-	-	-	(52,965,900)	(52,965,900)
Balance at 31 December 2004	<u>1,442,185</u>	<u>42,483,919</u>	<u>336,089,241</u>	<u>47,405,244</u>	<u>9,867,952</u>	<u>239,485,374</u>	<u>676,773,915</u>

The notes on pages 40 to 73 form part of these financial statements.