

Changes in Share Capital and Shareholdings of Substantial Shareholders

(I) There is no change to the number of shares and the structure of share capital of the Company during the Reporting Period.

(II) The total number of shareholders and shareholdings of substantial shareholders of the Company as at the end of the Reporting Period

- As at 30 June 2005, there was a total number of 14,774 registered shareholders of the Company, 102 of which were holders of H shares.
- As at 30 June 2005, shareholdings of the top 10 registered shareholders and public shareholders of the Company were as follows:

Rank	Name of shareholders	Number of shares held (shares)	Percentage of shareholdings (%)	Class of shares
1.	Conch Holdings	622,480,000	49.57	State-owned legal entity shares (unlisted)
2.	HKSCC Nominees Limited	417,235,997	33.23	H Shares
3.	國際金融 — Standard Chartered Bank — Citigroup Global Markets Limited	20,365,310	1.62	A Shares
4.	Shenyin Wanguo — Citibank — UBS Limited	8,941,877	0.71	A Shares
5.	Agricultural Bank of China — 富國天瑞強勢地區精選混合型開放式證券投資基金	7,919,949	0.63	A Shares
6.	普豐證券投資基金	6,488,313	0.52	A Shares
7.	China Merchants Bank Co.,Ltd. — 中信經典配置證券投資基金	5,966,400	0.48	A Shares
8.	Guotai Junan — China Construction Bank — Hongkong & Shanghai Banking Corporation Limited	5,794,343	0.46	A Shares
9.	Shenyin Wanguo — Agricultural Bank of China — BNP Paribas	5,073,090	0.40	A Shares
10.	Industrial and Commercial Bank of China — 廣發穩健增長證券投資基金	4,899,753	0.39	A Shares
11.	Industrial and Commercial Bank of China — 廣發聚富開放式證券投資基金	4,330,760	0.34	A Shares

Notes:

- Amongst the shareholders set out above, all the shares held by Conch Holdings are promoter legal entity shares, representing 49.57% of the total share capital of the Company. There was no change in its shareholdings during the Reporting Period, nor was there any pledge or moratorium in respect of its shares. The Company is not aware of any pledge or moratorium in respect of the shares held by public shareholders during the Reporting Period.

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- (2) HKSCC Nominees Limited held 417,235,997 H shares of the Company, representing 33.23% of the total share capital of the Company, on behalf of its various clients.
- (3) So far as the Board is aware, of the above shareholders, the holder of the legal entity shares is not connected to or acting in concert with the public shareholders. Amongst the public shareholders, save for the relationship between the Industrial and Commercial Bank of China — 廣發穩健增長證券投資基金 and the Industrial and Commercial Bank of China — 廣發聚富開放式證券投資基金, the Board is not aware of any connected relationship amongst the above-mentioned shareholders.
- (4) As at 30 June 2005, the following persons (other than the Directors and chief executive of the Company) hold interests or short positions in the shares and underlying shares of the Company which are required to be entered in the register kept by the Company under section 336 of the Securities and Futures Ordinance (“SFO”) (Chapter 571 of the Laws of Hong Kong):

Name of shareholders	Number of ordinary shares held	Capacity	As a percentage of that class of shares
Conch Holdings	622,480,000 domestic shares (long position) <i>(Note (1))</i>	Beneficial owner	75.68%
Anhui Provincial Investment Group Limited	622,480,000 domestic shares (long position) <i>(Note (1))</i>	Interests of controlled corporation	75.68%
Anhui Conch Venture Investment Company Limited	622,480,000 domestic shares (long position) <i>(Note (1))</i>	Interests of controlled corporation	75.68%
The Capital Group Companies, Inc.	71,388,000 H Shares (long position) <i>(Note (2))</i>	Interests of controlled corporation	16.48%
Capital International, Inc.	64,928,000 H Shares (long position)	Beneficial owner	14.99%
Templeton Asset Management Limited	52,186,000 H Shares (long position)	Investment Manager	12.05%
J.P. Morgan Chase & Co.	18,816,000 H Shares (long position)	Investment Manager	4.34%
J.P. Morgan Chase & Co.	10,512,000 H Shares (long position)	Custodian corporations/ approved lending agent	2.43%
J.P. Morgan Chase & Co.	904,000 H Shares (long position)	Beneficial owner	0.21%
J.P. Morgan Chase & Co.	10,512,000 H Shares (lending pool)	Details unavailable	2.43%
UBS AG	18,795,000 H Shares (long position) <i>(Note (4))</i>	Beneficial owner	4.34%

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Name of shareholders	Number of ordinary shares held	Capacity	As a percentage of that class of shares
UBS AG	10,779,000 H Shares (short position)	Beneficial owner	2.48%
UBS AG	3,518,000 H Shares (long position) (Notes (3) & (4))	Interests of controlled corporation	0.81%

Notes:

- (1) These 622,480,000 State-owned legal entity shares are held in the name of Conch Holdings and in its capacity as the beneficial owner. The registered capital of Conch Holdings is RMB800 million, of which as to RMB408 million is attributable to Anhui Provincial Investment Group Limited ("Investment Group") (representing 51% of the equity interests in Conch Holdings); and as to RMB392 million is attributable to Anhui Conch Venture Investment Company Limited ("Conch Venture") (representing 49% of the equity interests in Conch Holdings). Pursuant to the SFO, both Investment Group and Conch Venture are deemed to own the entire interests in the shares of the Company held by Conch Holdings.
- (2) These 71,388,000 H Shares are held in the name of Capital International, Inc and Capital Research and Management Company respectively, two wholly-owned subsidiaries of The Capital Group Companies, Inc, and in their capacity as the beneficial owners. Capital International, Inc beneficially owns 64,928,000 H Shares, representing 14.99% of the total H Shares; Capital Research and Management Company beneficially owns 6,460,000 H Shares, representing 1.49% of the total H Shares. Pursuant to the SFO, Capital Group Companies, Inc is deemed to own the entire interests in the shares of the Company held by Capital Investment, Inc and Capital Research and Management Company respectively.
- (3) These 3,518,000 H Shares are held in the name of UBS Global Asset Management (Singapore) Limited and UBS Securities LLC respectively, two wholly-owned subsidiaries of UBS AG, and in their capacity as the beneficial owners. UBS Global Asset Management (Singapore) Limited beneficially owns 3,018,000 H Shares, representing 0.70% of the total H Shares; UBS Securities LLC beneficially owns 500,000 H Shares, representing 0.12% of the total H Shares. Pursuant to the SFO, UBS AG is deemed to own the entire interests in the shares of the Company held by UBS Global Asset Management (Singapore) Limited and UBS Securities LLC respectively.

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- (4) In accordance with the notice of interests in securities filed by UBS AG with the Company pursuant to the SFO, UBS AG holds a total of 25,514,000 H Shares (long position), representing 5.88% of the total H Shares. According to the same notice, UBS AG beneficially owns 18,795,000 H Shares (long position) and is deemed to own 3,518,000 H Shares (long position) in the capacity of interests in controlled corporation respectively (a total of 22,313,000 H Shares (long position)). As of the date of this report, the Company has not been given any information which would indicate the capacity in which UBS AG holds the balance of 3,201,000 H Shares (long position) (being 25,514,000 shares less 22,313,000 shares).
- (5) During the Reporting Period, there is no change to the controlling shareholder of the Company.

(III) Purchase, Sale and Redemption of Listed Securities

For the six months ended 30 June 2005, neither the Company nor its subsidiaries purchased, sold or redeemed any listed securities of the Company.