

Consolidated Statement of Changes in Equity

Year ended 31 December 2005

	Attributable to equity holders of the parent									
	Issued share capital RMB'000	Statutory Capital reserve RMB'000	Statutory			Proposed final dividend RMB'000	Retained profits RMB'000	Total RMB'000	Minority interests RMB'000	Total equity RMB'000
			surplus	public	welfare					
			reserve	fund	fund					
At 1 January 2005										
As previously reported	875,453	3,424,199	199,390	193,549	218,863	1,158,396	6,069,850	90,308	6,160,158	
Opening adjustment:										
Derecognition of negative goodwill (note 2.4(b))	-	-	-	-	-	23,548	23,548	-	23,548	
As restated	875,453	3,424,199	199,390	193,549	218,863	1,181,944	6,093,398	90,308	6,183,706	
Final 2004 dividend declared	-	-	-	-	(218,863)	-	(218,863)	-	(218,863)	
Dividend paid to										
minority shareholders	-	-	-	-	-	-	-	(1,889)	(1,889)	
Issue of domestic shares (note 33)	250,000	2,460,000	-	-	-	-	2,710,000	-	2,710,000	
Net profit for the year	-	-	-	-	-	1,242,473	1,242,473	5,921	1,248,394	
Proposed final 2005 dividend	-	-	-	-	323,005	(323,005)	-	-	-	
Transfer from retained profits										
to capital reserve*	-	587	-	-	-	(587)	-	-	-	
Transfer from retained profits	-	-	125,813	124,211	-	(250,024)	-	-	-	
At 31 December 2005	1,125,453	5,884,786**	325,203**	317,760**	323,005**	1,850,801**	9,827,008	94,340	9,921,348	

* One of the subsidiaries, Binzhou Weiqiao Technology Industrial Park Company Limited ("Binzhou Industrial Park"), has received government grants of approximately RMB84 million which were credited to capital reserve in accordance with PRC GAAP as non-distributable reserve. In accordance with HKAS 20, such government grants were treated as deferred income and recognised to the consolidated income statement over the expected useful lives of the relevant items of property, plant and equipment to which the grants were related by equal annual instalments (note 31). The Group's share of deferred income recognised in the consolidated income statement during the year was then transferred to capital reserve.

** These accounts comprise the consolidated reserves of RMB8,701,555,000 in the consolidated balance sheet as at 31 December 2005.

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Year ended 31 December 2005

	Attributable to equity holders of the parent								
	Issued share capital <i>RMB'000</i>	Capital reserve <i>RMB'000</i>	Statutory			Retained profits <i>RMB'000</i>	Total <i>RMB'000</i>	Minority interests <i>RMB'000</i>	Total equity <i>RMB'000</i>
			surplus	public	Proposed				
			reserve	welfare	final				
<i>RMB'000</i>	<i>RMB'000</i>	<i>RMB'000</i>	<i>RMB'000</i>	<i>RMB'000</i>	<i>RMB'000</i>	<i>RMB'000</i>	<i>RMB'000</i>	<i>RMB'000</i>	
At 1 January 2004	818,006	2,789,664	115,948	110,702	45,808	718,013	4,598,141	59,245	4,657,386
Final 2003 dividend declared	-	-	-	-	(45,808)	-	(45,808)	-	(45,808)
Dividend paid to minority shareholders	-	-	-	-	-	-	-	(2,434)	(2,434)
Contribution from minority interests for investment in subsidiaries	-	-	-	-	-	-	-	32,553	32,553
Issue of H shares	57,447	649,087	-	-	-	-	706,534	-	706,534
Share issue expenses	-	(14,552)	-	-	-	-	(14,552)	-	(14,552)
Net profit for the year	-	-	-	-	-	825,535	825,535	944	826,479
Proposed final 2004 dividend	-	-	-	-	218,863	(218,863)	-	-	-
Transfer from retained profits	-	-	83,442	82,847	-	(166,289)	-	-	-
At 31 December 2004	875,453	3,424,199	199,390	193,549	218,863	1,158,396	6,069,850	90,308	6,160,158