

Consolidated Statement of Changes in Equity

For the year 31st December, 2005

| | Attributable to equity holders of the parent | | | | | | | | | |
|--|--|---------------|----------------------------|-----------------|----------------------|-----------------------|------------------|---------|--------------------|--------------|
| | Share capital | Share premium | Non-distributable reserves | Special reserve | Capital contribution | Share options reserve | Retained profits | Total | Minority interests | Total equity |
| | RMB'000 | RMB'000 | RMB'000 | RMB'000 | RMB'000 | RMB'000 | RMB'000 | RMB'000 | RMB'000 | RMB'000 |
| At 1st January, 2004 | 21,000 | 15,897 | (1,127) | 157,178 | — | — | 98,799 | 291,747 | 90,284 | 382,031 |
| Profit for the year, representing total recognised income for the year | — | — | — | — | — | — | 13,805 | 13,805 | 4,305 | 18,110 |
| Dividend paid to minority shareholders | — | — | — | — | — | — | — | — | (530) | (530) |
| Dividend | — | — | — | — | — | — | (4,200) | (4,200) | — | (4,200) |
| At 31st December, 2004 | 21,000 | 15,897 | (1,127) | 157,178 | — | — | 108,404 | 301,352 | 94,059 | 395,411 |
| At 1st January, 2005 | | | | | | | | | | |
| — as originally stated | 21,000 | 15,897 | (1,127) | 157,178 | — | — | 108,404 | 301,352 | 94,059 | 395,411 |
| — effects of change in accounting policies (notes 2 and 3) | — | — | — | — | 11,703 | — | (5,046) | 6,657 | 5,851 | 12,508 |
| — as restated | 21,000 | 15,897 | (1,127) | 157,178 | 11,703 | — | 103,358 | 308,009 | 99,910 | 407,919 |
| Profit for the year, representing total recognised income for the year | — | — | — | — | — | — | 19,464 | 19,464 | 6,218 | 25,682 |
| Recognition of equity-settled share-based payments | — | — | — | — | — | 2,193 | — | 2,193 | — | 2,193 |
| Dividend paid to minority shareholders | — | — | — | — | — | — | — | — | (4,914) | (4,914) |
| Dividend | — | — | — | — | — | — | (4,200) | (4,200) | — | (4,200) |
| At 31st December, 2005 | 21,000 | 15,897 | (1,127) | 157,178 | 11,703 | 2,193 | 118,622 | 325,466 | 101,214 | 426,680 |

The non-distributable reserves represent statutory reserves appropriated from the profit after tax of the Company's subsidiaries established in the People's Republic of China (the "PRC") under the PRC laws and regulations and capital deficit arising from capital injections by the Group into the Company's subsidiaries in the PRC in the form of foreign currencies.

The special reserve represents the difference between the nominal value of the share capital issued by the Company and the nominal value of the share capital of the subsidiaries acquired pursuant to the group reorganisation in 2001 and the surplus arising pursuant to the capitalisation of an amount payable to a fellow subsidiary as part of the group reorganisation.