

Change of Share Capital and Shareholders

1. Change of Share Capital

During the reporting period, there was no change to the Company's share capital structure.

2. Number of shareholders at the end of the reporting period

At 30 June 2006, the share capital of the Company totaled 7.2 billion shares, which were held by 126,574 holders.

3. Shareholding of major shareholders

Top Ten Shareholders as at the end of the reporting period are as follows:

Name of shareholders (full name)	Increase / decrease during the period	Number of shares held at end of the period	Percentage of total share capital (%)	Type of shares (circulating/non-circulating)	Number of shares pledged or frozen	Type of shareholders
China Petroleum & Chemical Corporation	0	4,000,000,000	55.56	Non-circulating	Nil	State-owned Shareholder
HKSCC (Nominees) Ltd.	10,454,544	1,924,841,401	26.73	Circulating	Unknown	Foreign Shareholder
HSBC (Nominees) Limited	484,000	356,428,000	4.95	Circulating	Unknown	Foreign Shareholder
Shanghai Kangli Gong Mao Company	0	16,730,000	0.23	Non-circulating	Unknown	Others
Hua Tai Securities Company Limited	7,391,022	12,194,307	0.17	Circulating	Unknown	Others
Zhejiang Province Economic Construction and Investment Company	0	12,000,000	0.17	Non-circulating	Unknown	Others
HSBC (Nominees) Limited	0	10,392,000	0.14	Circulating	Unknown	Foreign Shareholder
ICBC - Shang Zheng 50 Jiao Yi Xing Kai Fang Shi Index Securities Investment Fund	-14,565,200	8,694,915	0.12	Circulating	Unknown	Others
CICC-Standard Chartered-Citigroup Global Markets Limited	3,676,515	8,246,177	0.11	Circulating	Unknown	Others
ICBC-Rongtong Blue Chips Growth Fund	Unknown	7,593,490	0.08	Circulating	Unknown	Others

Top Ten holders of shares in Circulation are as follows:

Name of shareholders (full name)	Number of shares in circulation as at 30 June 2006	Type of shares
HKSCC (Nominees) Ltd.	1,924,841,401	Overseas listed foreign shares
HSBC (Nominees) Limited	356,428,000	Overseas listed foreign shares
Hua Tai Securities Company Limited	12,194,307	RMB-denominated ordinary shares
HSBC (Nominees) Limited	10,392,000	Overseas listed foreign shares
ICBC - Shang Zheng 50 Jiao Yi Xing Kai Fang Shi Index Securities Investment Fund	8,694,915	RMB-denominated ordinary shares
CICC-Standard Chartered-Citigroup Global Markets Limited	8,246,177	RMB-denominated ordinary shares
ICBC -Rongtong Blue Chips Growth Fund	7,593,490	RMB-denominated ordinary shares
ICBC -UBS SDIC Core Companies Equity Fund	6,500,000	RMB-denominated ordinary shares
106 National Social Security Fund	6,310,244	RMB-denominated ordinary shares
Shenyin Wanguo- Citigroup-Deutsche Bank Aktiengesellschaft	5,403,144	RMB-denominated ordinary shares

Description of any connected relationship or concerted party relationships among the above shareholders:

Of the above-mentioned shareholders, Sinopec Corp. the State-owned shareholder, does not have any connected relationship with the other shareholders, and is not acting in concert with other shareholders under the "Administration Measures for Disclosure of Shareholdings in Listed Companies". Of the above-mentioned shareholders, HKSCC (Nominees) Limited and HSBC (Nominees) Limited are nominee companies. The Company is not aware of whether or not there are connected relationships among the other shareholders, or whether or not they are acting in concert under the "Administration Measures for Disclosure of Shareholdings in Listed Companies".

4. Change in Controlling Shareholder and De Facto Controller of the Company

There were no changes in Controlling Shareholder and De Facto Controller of the Company during the reporting period.

5. Interests and Short Positions of Substantial Shareholders and Other Persons in Shares and Underlying Shares of the Company

As at 30 June 2006, the interests and short positions of substantial shareholders of the Company (being persons who are entitled to exercise, or control the exercise of, 5% or more of the voting power at any general meeting of the Company) and other persons who are required to disclose their interests pursuant to Part XV of the SFO (other than Directors and Supervisors) in the shares and underlying shares of equity derivatives of the Company as recorded in the register required to be kept under Section 336 of the SFO are set out below:

(a) Interests in ordinary shares of the Company

Name of shareholder	Number and type of shares held	% of issued share capital	% of shareholding in the Company's total issued H share	Capacity
Sinopec Corp.	4,000,000,000 promoter legal person shares (L)	55.56%	-	Beneficial owner
Credit Suisse Group*	357,628,593 (L) 256,986,000 (S)	4.97% (L) 3.57%(S)	15.35%(L) 11.03%(S)	Beneficial owner; investment manager; other (lending pool)

* Such H-shares were held through a nominee.

(L) Long position (S) Short position

(b) Interests in underlying shares of the Company

No interests of substantial shareholders or other persons who are required to disclose their interests pursuant to Part XV of the SFO in the underlying shares of equity derivatives were recorded in the register required to be kept under Section 336 of the SFO.