

# Consolidated Statement of Changes in Equity

For the year ended 31st December, 2006  
(Prepared in accordance with International Financial Reporting Standards)  
(Amounts expressed in thousands of RMB)

|   | Attributable to equity holders of the Company |                            |   |                               |   |                   | Minority interests | Total equity     |                   |
|---|---|----------------------------|---|-------------------------------|---|-------------------|--------------------|------------------|-------------------|
|   | Share capital                                 | Additional paid-in capital | Dedicated capital                                 |                               | Available-for-sale investment revaluation reserve | Retained earnings |                    |                  |                   |
|   |   |                            | Statutory and discretionary surplus reserve funds | Statutory public welfare fund |   |                   |                    |                  |                   |
|   |   |                            |   |                               |   |                   |                    |                  | Sub-total         |
| Balance as at 1st January, 2005   | 12,055,383                                    | 8,972,184                  | 2,202,689   | 1,863,281                     | 4,065,970   | —                 | 12,433,102         | 3,266,393        | 40,793,032        |
| Minority interests arising on business combinations                               | —   | —                          | —   | —                             | —   | —                 | —                  | 1,979,219        | 1,979,219         |
| Capital injection from minority shareholders of subsidiaries                      | —   | —                          | —   | —                             | —   | —                 | —                  | 596,064          | 596,064           |
| Dividends waived by a shareholder of an associate                                 | —   | 15,923                     | —   | —                             | —   | —                 | —                  | —                | 15,923            |
| Dividends relating to 2004  | —   | —                          | —   | —                             | —   | —                 | (3,013,846)        | (196,992)        | (3,210,838)       |
| Dividends relating to 2005  | —   | —                          | —   | —                             | —   | —                 | —                  | (214,088)        | (214,088)         |
| Profit for the year ended 31st December, 2005                                     | —   | —                          | —   | —                             | —   | —                 | 4,871,794          | 676,117          | 5,547,911         |
| Fair value gains from available-for-sale investment – gross (Note 13)             | —   | —                          | —   | —                             | —   | 749,369           | —                  | —                | 749,369           |
| Fair value gains from available-for-sale investment – tax (Note 27)               | —   | —                          | —   | —                             | —   | (112,405)         | —                  | —                | (112,405)         |
| Transfer from statutory public welfare fund to discretionary surplus reserve fund | —   | —                          | 3,473   | (3,473)                       | —   | —                 | —                  | —                | —                 |
| Transfer to dedicated capital (Note 20)   | —   | —                          | 476,262   | 357,197                       | 833,459   | —                 | (833,459)          | —                | —                 |
| <b>Balance as at 31st December, 2005</b>  | <b>12,055,383</b>                             | <b>8,988,107</b>           | <b>2,682,424</b>                                  | <b>2,217,005</b>              | <b>4,899,429</b>                                  | <b>636,964</b>    | <b>13,457,591</b>  | <b>6,106,713</b> | <b>46,144,187</b> |
| Balance as at 1st January, 2006   | 12,055,383                                    | 8,988,107                  | 2,682,424   | 2,217,005                     | 4,899,429   | 636,964           | 13,457,591         | 6,106,713        | 46,144,187        |
| Net capital injection from minority shareholders of subsidiaries                  | —   | —                          | —   | —                             | —   | —                 | —                  | 588,201          | 588,201           |
| Dividends waived by a shareholder of a subsidiary                                 | —   | 866                        | —   | —                             | —   | —                 | —                  | 495              | 1,361             |
| Dividends relating to 2005  | —   | —                          | —   | —                             | —   | —                 | (3,013,846)        | (362,146)        | (3,375,992)       |
| Profit for the year ended 31st December, 2006                                     | —   | —                          | —   | —                             | —   | —                 | 6,071,154          | 817,920          | 6,889,074         |
| Fair value gains from available-for-sale investment – gross (Note 13)             | —   | —                          | —   | —                             | —   | 425,769           | —                  | —                | 425,769           |
| Fair value gains from available-for-sale investment – tax (Note 27)               | —   | —                          | —   | —                             | —   | (63,908)          | —                  | —                | (63,908)          |
| Transfer from statutory public welfare fund to statutory surplus reserve fund     | —   | —                          | 2,217,005   | (2,217,005)                   | —   | —                 | —                  | —                | —                 |
| Transfer to dedicated capital (Note 20)   | —   | —                          | 555,038   | —                             | 555,038   | —                 | (555,038)          | —                | —                 |
| <b>Balance as at 31st December, 2006</b>  | <b>12,055,383</b>                             | <b>8,988,973</b>           | <b>5,454,467</b>                                  | <b>—</b>                      | <b>5,454,467</b>                                  | <b>998,825</b>    | <b>15,959,861</b>  | <b>7,151,183</b> | <b>50,608,692</b> |

The notes on pages 94 to 154 are an integral part of these financial statements.