

## Statement of Changes in Equity

For the Year Ended December 31, 2006  
(All amounts in Renminbi thousands)

Group	Attributable to equity holders of the Company							Minority interest	Total equity
	Share capital (Note 20)	Share premium (Restated)	Share issuance costs (Note 20)	Statutory surplus reserve (Note 21)	Statutory public welfare fund (Note 21)	Discretionary surplus Reserve (Note 21)	Retained earnings (Restated)		
Balance at January 1, 2005, restated	4,335,550	2,715,778	(14,035)	605,345	511,294	341,659	1,003,409	51,612	9,550,612
Originally reported	4,335,550	3,984,135	(14,035)	605,345	511,294	341,659	656,626	51,612	10,472,186
Effect of changes in accounting policy (Note 5)	—	(1,268,357)	—	—	—	—	346,783	—	(921,574)
Share issuance costs	—	—	(12,972)	—	—	—	—	—	(12,972)
Profit for the year, restated	—	—	—	—	—	—	646,960	(998)	645,962
Original reported	—	—	—	—	—	—	613,368	(998)	612,370
Effects of changes in accounting policy (Note 5)	—	—	—	—	—	—	33,592	—	33,592
Adjustment relating to carrying value of fixed assets at group restructuring	—	140,000	—	—	—	—	—	—	140,000
Appropriation from retained earnings	—	—	—	61,192	29,834	13	(91,039)	(1,857)	(1,857)
Transfers	—	—	—	(3,995)	(6,592)	4,321	6,266	—	—
Dividends relating to 2004	—	—	—	—	—	—	(476,911)	—	(476,911)
Balance at December 31, 2005, restated	4,335,550	2,855,778	(27,007)	662,542	534,536	345,993	1,088,684	48,757	9,844,833
Originally reported	4,335,550	4,124,135	(27,007)	662,542	534,536	345,993	708,310	48,757	10,732,816
Effects of changes in accounting policy (Note 5)	—	(1,268,357)	—	—	—	—	380,374	—	(887,983)
Balance at January 1, 2006	4,335,550	2,855,778	(27,007)	662,542	534,536	345,993	1,088,684	48,757	9,844,833
Class A share issuance	2,747,987	7,584,445	—	—	—	—	—	—	10,332,432
Share issuance costs	—	—	(210,747)	—	—	—	—	—	(210,747)
Profit for the year	—	—	—	—	—	—	771,513	260	771,773
Acquisition of a subsidiary (Note 10)	—	—	—	—	—	—	—	4,229	4,229
Disposal of a subsidiary (Note 10)	—	—	—	—	—	—	—	(2,324)	(2,324)
Appropriation from retained earnings	—	—	—	71,605	—	41	(71,646)	—	—
Share issuance costs offset against share premium	—	(237,754)	237,754	—	—	—	—	—	—
Transfers (Note 21 (a))	—	—	—	534,536	(534,536)	—	—	—	—
Dividends relating to 2005	—	—	—	—	—	—	(520,266)	—	(520,266)
Balance at December 31, 2006	<u>7,083,537</u>	<u>10,202,469</u>	<u>—</u>	<u>1,268,683</u>	<u>—</u>	<u>346,034</u>	<u>1,268,285</u>	<u>50,922</u>	<u>20,219,930</u>

## Statement of Changes in Equity

For the Year Ended December 31, 2006  
(All amounts in Renminbi thousands)

	Attributable to equity holders of the Company							Minority interest	Total equity
	Share capital (Note 20)	Share premium (Restated)	Share issuance costs (Note 20)	Statutory surplus reserve (Note 21)	Statutory public welfare fund (Note 21)	Discretionary surplus Reserve (Note 21)	Retained earnings (Restated)		
<b>Company</b>									
Balance at January 1, 2005, restated	4,335,550	2,715,778	(14,035)	584,278	499,243	306,521	1,033,272	—	9,460,607
Originally reported	4,335,550	3,984,135	(14,035)	584,278	499,243	306,521	686,489	—	10,382,181
Effects of changes in accounting policy (Note 5)	—	(1,268,357)	—	—	—	—	346,783	—	(921,574)
Share issuance costs	—	—	(12,972)	—	—	—	—	—	(12,972)
Adjustment related to fixed assets at group restructuring	—	140,000	—	—	—	—	—	—	140,000
Profit for the year, restated	—	—	—	—	—	—	633,161	—	633,161
Originally reported	—	—	—	—	—	—	599,569	—	599,569
Effects of changes in accounting policy (Note 5)	—	—	—	—	—	—	33,592	—	33,592
Appropriation from retained earnings	—	—	—	61,060	30,530	—	(91,590)	—	—
Transfers	—	—	—	(3,995)	(6,592)	4,321	6,266	—	—
Dividends relating to 2004	—	—	—	—	—	—	(476,911)	—	(476,911)
Balance at December 31, 2005, restated	4,335,550	2,855,778	(27,007)	641,343	523,181	310,842	1,104,197	—	9,743,884
Originally reported	4,335,550	4,124,135	(27,007)	641,343	523,181	310,842	723,823	—	10,631,867
Effects of changes in accounting policy (Note 5)	—	(1,268,357)	—	—	—	—	380,374	—	(887,983)
Balance at January 1, 2006	4,335,550	2,855,778	(27,007)	641,343	523,181	310,842	1,104,197	—	9,743,884
Class A share issuance	2,747,987	7,584,445	—	—	—	—	—	—	10,332,432
Share issuance costs	—	—	(210,747)	—	—	—	—	—	(210,747)
Profit for the year	—	—	—	—	—	—	763,556	—	763,556
Appropriation from retained earnings	—	—	—	71,469	—	—	(71,469)	—	—
Others	—	—	—	—	—	—	114	—	114
Share issuance costs offset against share premium	—	(237,754)	237,754	—	—	—	—	—	—
Transfers (Note 21 (a))	—	—	—	523,181	(523,181)	—	—	—	—
Dividends relating to 2005	—	—	—	—	—	—	(520,266)	—	(520,266)
<b>Balance at December 31, 2006</b>	<b>7,083,537</b>	<b>10,202,469</b>	<b>—</b>	<b>1,235,993</b>	<b>—</b>	<b>310,842</b>	<b>1,276,132</b>	<b>—</b>	<b>20,108,973</b>

The notes on pages 69 to 125 form an integral part of these consolidated financial statements.