



## Chapter III Movement in Share Capital and Information on Shareholders

### Section 1 Changes in the number of shares during the year

	Before changes '000	Increases/(decreases)				After changes '000
		Placing '000	Bonus shares '000	Conversion from reserve '000	Issue of additional shares '000	Others '000
<b>A. Shares not permitted to be traded</b>						
1. Shares held by Promoter	220,000	—	—	—	—	—
Including:						
State-owned shares	—	—	—	—	—	—
Shares owned by domestic legal persons	220,000	—	—	—	—	—
Shares owned by foreign legal persons	—	—	—	—	—	—
Others	—	—	—	—	—	—
2. Subscriber legal person shares	—	—	—	—	—	—
3. Employee shares (A Shares)	—	—	—	—	—	—
4. Preferred shares or other shares	—	—	—	—	—	—
Sub-total	220,000	—	—	—	—	—
<b>B. Shares permitted to be traded</b>						
1. Domestically listed domestic shares (A Shares)	203,000	—	—	—	—	—
2. Domestically listed foreign shares	—	—	—	—	—	—
3. Overseas listed foreign shares	180,800	—	—	—	—	—
4. Others	—	—	—	—	—	—
Sub-total	383,800	—	—	—	—	—
<b>C. Total number of shares in issue</b>	603,800	—	—	—	—	—

### Section 2 Issue and listing of shares

There were no shares issued within 3 years before the end of the current accounting period and the total number of shares and capital structure of the Company remain unchanged.

### Section 3 Shareholders

1. As at 31st December 2003, the number of registered shareholders of the Company is as follows:

Type of shareholders	Number of shareholders
Legal person shares held by the promoter (A Shares)	1
Overseas listed foreign shares (H Shares)	62
Domestically listed domestic shares held by the public (A Shares)	100,306
Total number of shareholders	100,369

**Section 3 Shareholders (continued)****2. Shareholdings of substantial shareholders**

As at 31st December 2003, the ten largest registered shareholders and the ten largest shareholders of shares permitted to be traded of the Company are as follows:

Name of shareholder	Notes	Type	Number of shares held (shares)	Percentage to total share capital (%)
China National Textile Machinery (Group) Company Limited	(1)	A Shares	220,000,000	36.44
HKSCC Nominees Limited	(2)	H Shares	178,523,999	29.57
裕隆證券投資基金	(3)	A Shares	2,071,808	0.34
Poon Chiu Leung	(4)	H Shares	600,000	0.099
HSBC Nominees (Hong Kong) Limited	(5)	H Shares	324,000	0.054
Yu Mei	(6)	A Shares	317,790	0.053
中國工商銀行－融通 深證100指數證券投資基金	(7)	A Shares	307,525	0.051
Wan Kwok Hing Kenneth	(8)	H Shares	300,000	0.050
Wang Yun	(9)	A Shares	280,000	0.046
Tang Xiaoming	(10)	A Shares	270,000	0.045
Hangzhou Textile Machinery Plant	(11)	A Shares	242,100	0.040

Notes:

- i. (1) – (10) being the ten largest registered shareholders of the Company;  
(2) – (11) being the ten largest registered shareholders of shares permitted to be traded.
- ii. Particulars of shareholders holding 5% or more of the registered capital in the Company:
  - (1) Established on 28th December 1983, China National Textile Machinery (Group) Company Limited (“China Textile Machinery”), holder of the state-owned legal shares of the Company with Wang Tiankai as its legal representative. It has a registered capital of RMB1,555,269,000 and is principally engaged in the manufacture and sales of textile machinery. There were no changes in the shareholdings held by China Textile Machinery in the Company, and none of these shares were under pledge, receiving order or lock-up during the reporting period.  
  
China Textile Machinery is the wholly-owned subsidiary of 中國恒天集團公司. Established in September 1998, 中國恒天集團公司 has a registered capital of RMB1,801,950,000 with Wang Tiankai as its legal representative. Its principal business is the design, manufacture and sales of the complete set of textile machinery and the related components and other machinery and equipment.
  - (2) HKSCC Nominees Limited has confirmed that the H Shares registered in its name were held by it on behalf of their clients and that none of them held interests of 5% or more of the Company’s H Shares in issue.
- iii. Among the ten largest registered shareholders of the Company, China Textile Machinery is not connected with any of the other nine, nor is it a party acting in concert with any of them as defined in Administrative Measures for Information Disclosure of the Shareholdings of Listed Companies (上市公司持股變動信息披露管理辦法). It is not known as to whether other shareholders of shares permitted to be traded are connected with one another or whether any of these shareholders fall within the meaning of parties acting in concert as defined in Administrative Measures for Information Disclosure of the Shareholdings of Listed Companies (上市公司持股變動信息披露管理辦法).