

## THE CHINA FUND

### STATEMENT OF CHANGES IN EQUITY YEAR ENDED 31 MARCH 2004

		Issued capital	Share premium	Capital reserve	Revenue reserve	Total
	Notes	US\$	US\$	US\$	US\$	US\$
Balance at 1 April 2002		12,319	11,420,944	11,017,839	1,814,852	24,265,954
Issue of shares		190	353,581	–	–	353,771
Repurchase of shares		(1,011)	(1,878,413)	–	–	(1,879,424)
Net loss for the year		–	–	–	(725,341)	(725,341)
Transfer to capital reserve	3(g)	–	–	(725,341)	725,341	–
Dividend	12	–	–	–	(404,251)	(404,251)
		<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
Balance at 31 March 2003 and 1 April 2003		11,498	9,896,112	10,292,498	1,410,601	21,610,709
Repurchase of shares		(1,013)	(3,017,843)	–	–	(3,018,856)
Net income for the year		–	–	–	21,689,553	21,689,553
Dividend	12	–	–	–	(311,225)	(311,225)
		<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
Balance at 31 March 2004		<u>10,485</u>	<u>6,878,269*</u>	<u>10,292,498*</u>	<u>22,788,929*</u>	<u>39,970,181</u>

\* These reserve accounts comprise the consolidated reserves of US\$39,959,696 (2003: US\$21,599,211) in the balance sheet.