

Consolidated Statement of Changes in Equity

For the year ended December 31, 2004

	Share capital	Share Premium	Capital Reserve	Statutory reserve	Revaluation reserve	Other reserve	Retained earnings	Total
	RMB million	RMB million	RMB million	RMB million	RMB million	RMB million	RMB million	RMB million
	(Note 32)							
Balance as at January 1, 2003	1,819	34,168	—	—	—	—	26,226	62,213
Loss for the year	—	—	—	—	—	—	(11,111)	(11,111)
Distributions to owners	—	—	—	—	—	—	(9,724)	(9,724)
Revaluation surplus (Note 18)	—	—	—	—	2,982	—	—	2,982
Revaluation tax credit	—	—	—	—	(984)	—	—	(984)
Balance as at December 31, 2003	<u>1,819</u>	<u>34,168</u>	<u>—</u>	<u>—</u>	<u>1,998</u>	<u>—</u>	<u>5,391</u>	<u>43,376</u>
Balance as at January 1, 2004	1,819	34,168	—	—	1,998	—	5,391	43,376
Profit for the year	—	—	—	—	—	—	9,248	9,248
Appropriation to statutory reserve (Note 8(b))	—	—	—	723	—	—	(723)	—
Movement of deferred tax recognised in equity (Note 31 (i) and (ii))	—	—	—	—	846	2,355	(137)	3,064
Transfer to retained earnings	—	—	—	—	(697)	(241)	938	—
Contributions from owners	—	—	—	—	—	—	201	201
Distributions to owners	—	—	—	—	—	—	(2,600)	(2,600)
Net assets distributed to owners in accordance with Reorganisation	—	—	—	—	—	—	(6,047)	(6,047)
Distribution to an owner upon assignment of loan (Note 34(a))	—	—	—	—	—	—	(1,021)	(1,021)
Transfer to capital reserve upon reorganisation	—	—	265	—	—	—	(265)	—
Issue of shares through global offering ("Global Offering"), net of issue expenses	362	8,582	—	—	—	—	—	8,944
Balance as at December 31, 2004	<u>2,181</u>	<u>42,750</u>	<u>265</u>	<u>723</u>	<u>2,147</u>	<u>2,114</u>	<u>4,985</u>	<u>55,165</u>