

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the year ended 31 December 2005 (Expressed in millions of Renminbi)

	Note	Share capital	Capital reserve	Statutory surplus reserve	Statutory public welfare fund	Investment revaluation reserve	General reserve	Exchange reserve	Retained earnings	(Note) Others	Minority interests	Total equity
As at 1 January 2004		—	—	—	—	544	—	—	394	186,230	37	187,205
Shares issued upon incorporation of the Bank	27(a)	194,230	—	—	—	—	—	—	—	(186,230)	—	8,000
Net profit		—	—	—	—	—	—	—	49,042	—	(2)	49,040
Net change in fair value of available-for-sale investments	27(d)	—	—	—	—	(642)	—	—	—	—	—	(642)
Net gain realised on disposal of available-for-sale investments	27(d)	—	—	—	—	(178)	—	—	—	—	—	(178)
Appropriations to statutory reserves		—	—	343	171	—	—	—	(514)	—	—	—
Profit distributions		—	—	—	—	—	—	—	(47,874)	—	—	(47,874)
As at 31 December 2004		194,230	—	343	171	(276)	—	—	1,048	—	35	195,551
As at 1 January 2005		194,230	—	343	171	(276)	—	—	1,048	—	35	195,551
Shares issued	27(a)	30,459	—	—	—	—	—	—	—	—	—	30,459
Share premium arising from shares issued	27(b)	—	42,091	—	—	—	—	—	—	—	—	42,091
Minority interest in a new subsidiary		—	—	—	—	—	—	—	—	—	70	70
Net profit		—	—	—	—	—	—	—	47,103	—	(7)	47,096
Net change in fair value of available-for-sale investments	27(d)	—	—	—	—	(859)	—	—	—	—	—	(859)
Net loss realised on disposal of available-for-sale investments	27(d)	—	—	—	—	312	—	—	—	—	—	312
Appropriations to statutory reserves and general reserve	27(c), 27(e), 28	—	—	3,991	1,996	—	10,332	—	(16,319)	—	—	—
Exchange differences	27(f)	—	—	—	—	—	—	6	—	—	—	6
Profit distributions	28	—	—	—	—	—	—	—	(27,049)	—	—	(27,049)
As at 31 December 2005		224,689	42,091	4,334	2,167	(823)	10,332	6	4,783	—	98	287,677

Note: Upon incorporation on 17 September 2004, the Bank issued a total of 186,230 million promoters' shares at a par value of RMB 1 each as consideration for the businesses of China Construction Bank succeeded by it, and transferred the balance of others in equity to share capital. Others in equity mainly represented contributions made by the owner and statutory reserve of China Construction Bank prior to its restructuring as at 31 December 2003.

The notes on pages 108 to 204 form part of these financial statements.