

# Consolidated Statement of Changes in Equity

for the year ended 31 December 2006  
(Amounts in millions)

Attributable to equity holders of the Company												
		Share capital	Capital reserve	Share premium	Re-valuation reserve	Surplus reserves	Statutory common welfare fund	Other reserves	Retained earnings	Total	Minority interests	Total equity
	Note	RMB	RMB	RMB	RMB	RMB	RMB	RMB	RMB	RMB	RMB	RMB
Balance as at 1 January 2005		80,932	(2,804)	10,746	7,585	25,629	5,793	7,683	23,642	159,206	1,413	160,619
Net income recognised directly in equity:												
Effect of change in tax rate	8	-	-	-	-	-	-	(5)	-	(5)	-	(5)
Revaluation surplus realised		-	-	-	(134)	-	-	-	134	-	-	-
Deferred tax on revaluation surplus of property, plant and equipment realised		-	-	-	-	-	-	12	(12)	-	-	-
Deferred tax on land use rights realised		-	-	-	-	-	-	(189)	189	-	-	-
Profit for the year		-	-	-	(134)	-	-	(182)	311	(5)	-	(5)
		-	-	-	-	-	-	-	27,912	27,912	42	27,954
Total recognised income and expenses		-	-	-	(134)	-	-	(182)	28,223	27,907	42	27,949
Contributions from minority interests		-	-	-	-	-	-	-	-	-	12	12
Distributions to minority interests		-	-	-	-	-	-	-	-	-	(23)	(23)
Appropriations	19	-	-	-	-	9,509	1,285	-	(10,794)	-	-	-
Dividends	29	-	-	-	-	-	-	-	(5,596)	(5,596)	-	(5,596)
Balance as at 31 December 2005		80,932	(2,804)	10,746	7,451	35,138	7,078	7,501	35,475	181,517	1,444	182,961
Net income recognised directly in equity:												
Effect of change in tax rate	8	-	-	-	-	-	-	5	-	5	-	5
Revaluation surplus realised		-	-	-	(94)	-	-	-	94	-	-	-
Deferred tax on revaluation surplus of property, plant and equipment realised		-	-	-	-	-	-	33	(33)	-	-	-
Deferred tax on land use rights realised		-	-	-	-	-	-	(182)	182	-	-	-
Change in fair value of available-for-sale equity securities (net of deferred tax)		-	-	-	-	-	-	44	-	44	-	44
Profit for the year		-	-	-	(94)	-	-	(100)	243	49	-	49
		-	-	-	-	-	-	-	27,142	27,142	83	27,225
Total recognised income and expenses		-	-	-	(94)	-	-	(100)	27,385	27,191	83	27,274
Distributions to minority interests		-	-	-	-	-	-	-	-	-	(79)	(79)
Transfer from statutory common welfare fund to surplus reserves	19	-	-	-	-	7,078	(7,078)	-	-	-	-	-
Appropriations	19	-	-	-	-	7,602	-	-	(7,602)	-	-	-
Dividends	29	-	-	-	-	-	-	-	(6,283)	(6,283)	-	(6,283)
Balance as at 31 December 2006		80,932	(2,804)	10,746	7,357	49,818	-	7,401	48,975	202,425	1,448	203,873

The notes on pages 92 to 139 form part of these financial statements.