

# CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the year ended 31 December 2006 (Expressed in millions of Renminbi)

	Note	Share capital	Capital reserve	Statutory surplus reserve fund	Statutory public welfare fund	Investment revaluation reserve	General reserve	Exchange reserve	Retained earnings	Minority interests	Total equity
<b>As at 1 January 2006</b>		<b>224,689</b>	<b>42,091</b>	<b>4,334</b>	<b>2,167</b>	<b>(823)</b>	<b>10,332</b>	<b>6</b>	<b>4,783</b>	<b>98</b>	<b>287,677</b>
Net profit for the year		—	—	—	—	—	—	—	46,322	(3)	46,319
Net change in fair value of available-for-sale investments	30(d)	—	—	—	—	(632)	—	—	—	—	(632)
Net loss realised on disposal of available-for-sale investments	30(d)	—	—	—	—	229	—	—	—	—	229
Transfers in/(out)	30(c)	—	—	2,167	(2,167)	—	—	—	—	—	—
Appropriations to statutory surplus reserve fund and general reserve	30(c), 30(e), 31(a)	—	—	4,632	—	—	11	—	(4,643)	—	—
Exchange differences	30(f)	—	—	—	—	—	—	(19)	—	—	(19)
Profit distributions	31(c)	—	—	—	—	—	—	—	(3,370)	—	(3,370)
<b>As at 31 December 2006</b>		<b>224,689</b>	<b>42,091</b>	<b>11,133</b>	<b>—</b>	<b>(1,226)</b>	<b>10,343</b>	<b>(13)</b>	<b>43,092</b>	<b>95</b>	<b>330,204</b>
<b>As at 1 January 2005</b>		<b>194,230</b>	<b>—</b>	<b>343</b>	<b>171</b>	<b>(276)</b>	<b>—</b>	<b>—</b>	<b>1,048</b>	<b>35</b>	<b>195,551</b>
Shares issued	30(a)	30,459	—	—	—	—	—	—	—	—	30,459
Share premium arising from shares issued	30(b)	—	42,091	—	—	—	—	—	—	—	42,091
Minority interest in a new subsidiary		—	—	—	—	—	—	—	—	70	70
Net profit for the year		—	—	—	—	—	—	—	47,103	(7)	47,096
Net change in fair value of available-for-sale investments	30(d)	—	—	—	—	(859)	—	—	—	—	(859)
Net loss realised on disposal of available-for-sale investments	30(d)	—	—	—	—	312	—	—	—	—	312
Appropriations to statutory reserves and general reserve	30(c), 30(e), 31(a)	—	—	3,991	1,996	—	10,332	—	(16,319)	—	—
Exchange differences	30(f)	—	—	—	—	—	—	6	—	—	6
Profit distributions	31	—	—	—	—	—	—	—	(27,049)	—	(27,049)
<b>As at 31 December 2005</b>		<b>224,689</b>	<b>42,091</b>	<b>4,334</b>	<b>2,167</b>	<b>(823)</b>	<b>10,332</b>	<b>6</b>	<b>4,783</b>	<b>98</b>	<b>287,677</b>

The notes on pages 109 to 217 form part of these financial statements.