

STATEMENT OF CHANGES IN EQUITY

	Note	Paid-in capital/ Share capital RMB'000	Other reserves RMB'000	Retained earnings RMB'000	Total RMB'000
Balance at 1 January 2005		494,080	36,873	73,839	604,792
Profit for the year		—	—	152,910	152,910
Conversion	14	135,920	(36,873)	(99,047)	—
Transfer		—	24,867	(24,867)	—
Balance at 31 December 2005		<u>630,000</u>	<u>24,867</u>	<u>102,835</u>	<u>757,702</u>
Balance at 1 January 2006		630,000	24,867	102,835	757,702
Profit for the year		—	—	99,116	99,116
Issuance of new shares		236,250	142,477	—	378,727
Dividends relating to 2005		—	—	(44,100)	(44,100)
Transfer		—	9,306	(9,306)	—
Balance at 31 December 2006		<u>866,250</u>	<u>176,650</u>	<u>148,545</u>	<u>1,191,445</u>

The notes on pages 33 to 72 are an integral part of these financial statements.