

MOVEMENT OF SHAREHOLDER'S EQUITY AND INFORMATION OF SHAREHOLDERS

(I) CHANGES IN SHARE CAPITAL

1. Change in shareholding

Unit: Share

	Before Change			Increase/decrease in this change (+/-)				After Change	
	Number	Percentage (%)	Issue of new shares	Bonus issue	Conversion from reserves	Others	Sub-total	Number	Percentage (%)
I. Shares subject to trading moratorium									
1. State-owned shares									
2. State-owned legal person shares	250,000,000	59.24	—	-27,360,000	—	—	-27,360,000	222,640,000	52.76
3. Other domestic shares including:									
Domestic legal person shares									
Domestic public shares	—	—	—	—	—	—	—	—	—
4. Foreign shares Including:									
Overseas legal person shares	—	—	—	—	—	—	—	—	—
Overseas public shares	—	—	—	—	—	—	—	—	—
Total shares subject to trading moratorium	250,000,000	59.24		-27,360,000	—	—	-27,360,000	222,640,000	52.76
II. Circulating shares not subject to trading moratorium									
1. Renminbi ordinary shares	72,000,000	17.06		27,360,000			27,360,000	99,360,000	23.54
2. Foreign shares listed domestically	—	—	—	—	—	—	—	—	—
3. Foreign shares listed overseas	100,000,000	23.70						100,000,000	23.70
4. Others									
Total shares not subject to trading moratorium	172,000,000	40.76	—	27,360,000	—	—	27,360,000	199,360,000	47.24
III. Total shares	422,000,000	100	—	—	—	—	—	422,000,000	100

Expiration date of trading moratorium

Unit: share

Date	No. of additional shares available for listing and trading after expiring of trading moratorium	The balance of shares subject to trading moratorium	The balance of shares not subject to trading moratorium	Note
31 March, 2007	21,100,000	201,540,000	220,460,000	It will not trade or transfer the non-circulating shares held by it within 12 months from the date of implementation of the Share Segregation Reform Proposal; within 12 and 24 months, subsequent to the aforesaid period, the number of the originally non-circulating shares subsequently listed for trading on the stock exchange will not exceed 5 per cent and 10 per cent, respectively, of the total number of shares of the Company; within the aforesaid period, the selling price of such shares subsequently listed on the stock exchange will not be lower than 110% (RMB4.29/ share) of the weighted average price of 30 trading days before the announcement of the Share Segregation Reform Proposal.
31 March, 2008	42,200,000	180,440,000	241,560,000	
31 March, 2009	222,640,000	0	422,000,000	



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(I) CHANGES IN SHARE CAPITAL *(Continued)*

1. Change in shareholding *(Continued)*

Approval of change in shares:

Share Segregation Reform of the Company: The only non-circulating shares shareholder gave 27,360,000 shares to the circulating shares shareholders as the consideration for the circulating right for non-circulating shares, i.e., 3.8 shares for 10 circulating A shares, which was approved by the State-owned Assets Supervision and Administration Commission of People's Government of Beijing Municipality on 14 March 2006, and approved at the general meeting related to the share segregation reform on 20 March 2006.

Transfer of shares changed

The Company received the Notice of Implementation of Share Segregation Reform in Beiren Printing Machinery Holdings Limited from Shanghai Stock Exchange, pursuant to which, the share segregation reform was completed on 31 March 2006 and the shares changed were transferred.

2. Share issue and listing

(1) Status of share issue for the past three years

For the past three years ended 31 December 2005, the Company had not engaged in share issue or listing including issues of new shares and share placement.

(2) Changes in total number of shares and the shareholding structure of the Company

The Company completed the Share Segregation Reform in March 2006. After the consideration was paid, the ratio of shares subject to trading moratorium was reduced to 52.76% and the ratio of shares not subject to trading moratorium was raised to 47.24%, with the total number of shares unchanged, being 422,000,000.

(3) Existing internal employee shares

There was no internal employee share in the Company at the end of the reporting period.

3. The Company's share prices during the period

(1) H Shares' prices in 2006:

Opening price at beginning of year:	HK\$1.47
Closing price at end of year:	HK\$1.68
Highest price:	HK\$2.025
Lowest price:	HK\$1.38

(2) A Shares' prices in 2006:

Opening price at beginning of year:	Rmb3.56
Closing price at end of year:	Rmb3.66
Highest price:	Rmb4.74
Lowest price:	Rmb2.62

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(II) SHAREHOLDERS

1. Number of shareholders and their shareholding

Total number of shareholders at the end of the reporting period 34,430 (including: 34,324 A share holders and 106 H share holders)

Particulars of top ten shareholders

Name of shareholder	Nature of shareholder	Percentage to share capital (%)	Number of shares held	Increase/decrease year-on-year	Number of Shares subject to trading moratorium	Number of shares pledged or frozen
Beiren Group Corporation	State-owned shareholder	52.762	22,640,000	-27,360,000	222,640,000	Nil
HKSCC NOMINEES LIMITED	Foreign shareholder	23.14	97,665,199	418,000	0	Unknown
HSBC NOMINEES (HONG KONG) LIMITED	Foreign shareholder	0.17	702,000	0	0	Unknown
劉昔燎	Unknown	0.16	685,319	685,319	0	Unknown
劉克夫	Unknown	0.15	618,926	618,926	0	Unknown
翟軍	Unknown	0.12	517,400	517,400	0	Unknown
HUI KAU YU	Foreign shareholder	0.09	400,000	0	0	Unknown
朱子允	Unknown	0.09	400,000	400,000	0	Unknown
劉媛月	Unknown	0.09	392,588	392,588	0	Unknown
李桂蘭	Unknown	0.08	340,000	340,000	0	Unknown

Particulars of top 10 holders of shares not subject to trading moratorium

Name of shareholder	Number of circulating shares held	Class of shares
HKSCC NOMINEES LIMITED	97,665,199	Foreign shares Listed overseas
HSBC NOMINEES (HONG KONG) LIMITED	702,000	Foreign shares listed overseas
劉昔燎	685,319	Renminbi ordinary shares
劉克夫	618,926	Renminbi ordinary shares
翟軍	517,400	Renminbi ordinary shares
HUI KAU YU	400,000	Foreign shares listed overseas
朱子允	400,000	Renminbi ordinary shares
劉媛月	392,588	Renminbi ordinary shares
李桂蘭	340,000	Renminbi ordinary shares
餘少東	313,245	Renminbi ordinary shares

The explanation of the connected relation and action in concert among the aforesaid shareholders

The Company is not aware of any connected relationship among the top ten holder of circulating shares, nor the Company is aware of any parties acting in concert as defined in Measures for Management on Information Disclosure of Changes in Shareholdings of Listed Company's Shareholders.

The Company is not aware of any connected relationship between the top ten holder of circulating shares and the top ten shareholders, nor the Company is aware of any parties acting in concert as defined in Measures for Management on Information Disclosure of Changes in Shareholdings of Listed Company's Shareholders.

Notes:

- (1) Among the top ten shareholders of the Company, Beiren Group Corporation is the controlling shareholder of the Company.
- (2) HKSCC Nominees Limited held shares on behalf of its clients and the Company has not been notified by HKSCC Nominees Limited that there was any holder of H Shares who separately held 5% or more of the total share capital of the Company.
- (3) None of the shareholders holding 5% or more of the Company's shares are in position where their shares have been pledged or frozen.
- (4) There was no change in respect of shareholders holding 5% or more of the Company's shares.



MOVEMENT OF SHAREHOLDER'S EQUITY AND INFORMATION OF SHAREHOLDERS

(II) SHAREHOLDERS (Continued)

1. Number of shareholders and their shareholding (Continued)

Notes: (Continued)

- (5) Save as disclosed above, as far as the Directors are aware, none of the persons (not being a Director or chief executive of the Company) has any interests or short positions in the shares or underlying shares of the Company which were required to be notified to the Company under the provisions of Divisions 2 and 3 of Part XV of the Securities and Futures Ordinance ("SFO") or which were required to be recorded in the register required to be kept by the Company pursuant to Section 336 of the SFO.
- (6) Purchase, sale or redemption of the Company's listed securities
- During the reporting period, neither the Company nor any of its subsidiaries had purchased, sold or redeemed any of the Company's shares.
- (7) Pre-emptive rights
- There is no provision for pre-emptive rights under the laws of the PRC and the Articles of Association of the Company.
- (8) Convertibles, options, warrants or other similar rights
- As of 31 December 2006, the Company did not issue any convertible securities, options, warrants or any other similar right.

2. Particulars of Shares held by Top 10 Holders of Shares subject to Trading Moratorium and Trading Moratorium

Unit: share

No.	Name of holder of shares subject to trading moratorium	No. of shares subject to trading moratorium held	Particulars of Shares subject to Trading Moratorium available for listing and trading		Trading moratorium
			Trading moratorium expires on	No. of additional shares available for listing and trading after expiring of trading moratorium	
1	Beiren Group Corporation	222,640,000	31 March, 2007 31 March, 2008 31 March, 2009	21,100,000 42,200,000 222,640,000	it will not trade or transfer the non-circulating shares held by it within 12 months from the date of implementation of the Share Segregation Reform Proposal; within 12 and 24 months, subsequent to the aforesaid period, the number of the originally non-circulating shares subsequently listed for trading on the stock exchange will not exceed 5 per cent and 10 per cent, respectively, of the total number of shares of the Company; within the aforesaid period, the selling price of such shares subsequently listed on the stock exchange will not be lower than 110% (RMB4.29/ share) of the weighted average price of 30 trading days before the announcement of the Share Segregation Reform Proposal.

MOVEMENT OF SHAREHOLDER'S EQUITY AND INFORMATION OF SHAREHOLDERS

(II) SHAREHOLDERS *(Continued)*

3. Controlling shareholder and beneficial controller

(1) Status of the legal person controlling shareholder

Name of the controlling shareholder:	Beiren Group Corporation
Legal representative:	Wang Guohua
Registered capital:	Rmb200,266,000
Date of incorporation:	16 July 1992
Principle operating or managing activities:	Manufacturing and sale of printing presses, packing machines, pressing machines and related products and components, technical development, technical consultancy, services, operation of the import and export businesses related to the production of own enterprises, subcontracting work for overseas printing machinery projects and domestic projects by international tendering.

(2) Changes in status of controlling shareholder and beneficial controller

There was no change in the controlling shareholder and the beneficial controller of the Company during the reporting period.

(3) Property right and controlling relationship between the Company and beneficial controller



4. Details of other legal person shareholders holding 10% or more of shares

As at the end of this reporting period, the Company did not have any legal person shareholder holding 10% or more of its shares.

