



CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (UNAUDITED)

for the six-month period ended 30 June 2006
(Amounts in millions)

	Attributable to equity holders of the Company											
	Note	Share capital RMB	Capital reserve RMB	Share premium RMB	Re-valuation reserve RMB	Surplus reserves RMB	Statutory common welfare fund RMB	Other reserves RMB	Retained earnings RMB	Total RMB	Minority interests RMB	Total equity 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:												
Deferred tax on revaluation surplus of property, plant and equipment		-	-	-	-	-	-	6	(6)	-	-	-
Revaluation surplus realised		-	-	-	(21)	-	-	-	21	-	-	-
Deferred tax on land use rights realised		-	-	-	-	-	-	(99)	99	-	-	-
Profit for the six-month period ended 30 June 2005		-	-	-	(21)	-	-	(93)	114	-	-	-
Total recognised income and expenses		-	-	-	(21)	-	-	(93)	14,810	14,696	17	14,713
Contributions from minority interests		-	-	-	-	-	-	-	-	-	8	8
Dividends	13	-	-	-	-	-	-	-	(5,596)	(5,596)	-	(5,596)
Balance as at 30 June 2005		80,932	(2,804)	10,746	7,564	25,629	5,793	7,590	32,856	168,306	1,438	169,744
Net income recognised directly in equity:												
Effect of change in tax rate		-	-	-	-	-	-	(5)	-	(5)	-	(5)
Deferred tax on revaluation surplus of property, plant and equipment realised		-	-	-	-	-	-	6	(6)	-	-	-
Revaluation surplus realised		-	-	-	(113)	-	-	-	113	-	-	-
Deferred tax on land use rights realised		-	-	-	-	-	-	(90)	90	-	-	-
Profit for the six-month period ended 31 December 2005		-	-	-	(113)	-	-	(89)	197	(5)	-	(5)
Total recognised income and expenses		-	-	-	(113)	-	-	(89)	13,413	13,211	25	13,236
Contributions from minority interests		-	-	-	-	-	-	-	-	-	4	4
Distributions to minority interests		-	-	-	-	-	-	-	-	-	(23)	(23)
Appropriations		-	-	-	-	9,509	1,285	-	(10,794)	-	-	-
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:												
Deferred tax on revaluation surplus of property, plant and equipment realised		-	-	-	-	-	-	7	(7)	-	-	-
Effect of change in tax rate		-	-	-	-	-	-	5	-	5	-	5
Revaluation surplus realised		-	-	-	(17)	-	-	-	17	-	-	-
Deferred tax on land use rights realised		-	-	-	-	-	-	(94)	94	-	-	-
Profit for the six-month period ended 30 June 2006		-	-	-	(17)	-	-	(82)	104	5	-	5
Total recognised income and expenses		-	-	-	(17)	-	-	(82)	14,188	14,089	33	14,122
Distributions to minority interests		-	-	-	-	-	-	-	-	-	(19)	(19)
Transfer from statutory common welfare fund to surplus reserves	17	-	-	-	-	7,078	(7,078)	-	-	-	-	-
Dividends	13	-	-	-	-	-	-	-	(6,283)	(6,283)	-	(6,283)
Balance as at 30 June 2006		80,932	(2,804)	10,746	7,434	42,216	-	7,419	43,380	189,323	1,458	190,781

The notes on pages 12 to 25 form part of these interim financial statements.