

STATEMENTS OF CHANGES IN EQUITY

FOR THE YEARS ENDED 31ST DECEMBER, 2000 AND 1999
(Amounts expressed in thousands of Renminbi)

	Note	Share Capital	Share Premium	Revaluation Surplus	Statutory Reserves	Dividends	Retained Earnings	Total
Balance as of 1st January, 1999		3,374,000	387,940	863,425	59,189	-	550,450	5,235,004
Prior year adjustment	29	-	-	-	-	67,480	-	67,480
Balance as of 1st January, 1999 (as restated)		3,374,000	387,940	863,425	59,189	67,480	550,450	5,302,484
Dividends paid (as restated)	29	-	-	-	-	(67,480)	-	(67,480)
Technological subsidies from Sinopec		-	3,628	-	-	-	-	3,628
Net profit		-	-	-	-	-	346,421	346,421
Transfer to statutory reserves	10(a)	-	-	-	82,394	-	(82,394)	-
Dividends declared (as restated)	29	-	-	-	-	202,440	(202,440)	-
Balance as of 31st December, 1999 (as restated)		3,374,000	391,568	863,425	141,583	202,440	612,037	5,585,053
Dividends paid	29	-	-	-	-	(202,440)	-	(202,440)
Net profit		-	-	-	-	-	347,759	347,759
Revaluation surplus realised	2(b)	-	-	(33,176)	-	-	33,176	-
Transfer to statutory reserves	10(a)	-	-	-	82,234	-	(82,234)	-
Dividends proposed	29	-	-	-	-	134,960	(134,960)	-
Balance as of 31st December, 2000		<u>3,374,000</u>	<u>391,568</u>	<u>830,249</u>	<u>223,817</u>	<u>134,960</u>	<u>775,778</u>	<u>5,730,372</u>

The accompanying notes are an integral part of these financial statements.