Condensed Consolidated Statement of Changes in Equity (Unaudited)

Group

Balance at 1 January 2004 603,343 557,229 - 141,069 1,399,560 92,933 2,794,134 Dividend paid - - - - (92,933) (92,933) (92,933) Transfer to statutory - - - 28,577 (28,577) - - Net profit for the period - - - 361,598 - 361,599 Proposed dividend - - - (108,799) 108,799 - Balance at 30 June 603,343 557,229 - 169,646 1,623,782 108,799 3,062,799 Represented by: Company and subsidiaries 603,343 557,229 - 169,646 1,623,782 108,799 3,062,799 As at 30 June 2004 603,343 557,229 - 169,646 1,623,782 108,799 3,062,799 Balance at 1 January 2005 603,343 557,229 - 206,290 1,714,851 126,932 3,208,645 Dividend paid - - <th></th> <th>Issued share capital RMB'000</th> <th>Share premium account RMB'000 (Note 2)</th> <th>Capital redemption reserves RMB'000 (Note 2)</th> <th>Statutory reserves RMB'000 (Note 1,2)</th> <th>Retained profits RMB'000 (Note 2)</th> <th>Proposed dividend RMB'000</th> <th>Total RMB'000</th>		Issued share capital RMB'000	Share premium account RMB'000 (Note 2)	Capital redemption reserves RMB'000 (Note 2)	Statutory reserves RMB'000 (Note 1,2)	Retained profits RMB'000 (Note 2)	Proposed dividend RMB'000	Total RMB'000
Dividend paid — 2003 — — — — — — — — — — — — (92,933) (92,933) Final — — — — 28,577 (28,577) — — —		602 242	EE7 000		141.060	1 200 560	02.022	2 704 124
Transfer to statutory reserves — — 28,577 (28,577) — — Net profit for the period — — — 361,598 — 361,598 Proposed dividend — — — — (108,799) 108,799 — Balance at 30 June 2004 603,343 557,229 — 169,646 1,623,782 108,799 3,062,799 Represented by: Company and subsidiaries 603,343 557,229 — 169,646 1,623,782 108,799 3,062,799 As at 30 June 2004 603,343 557,229 — 169,646 1,623,782 108,799 3,062,799 Balance at 1 January 2005 603,343 557,229 — 206,290 1,714,851 126,932 3,208,645 Dividend paid — — — — — (126,932) (126,932) Repurchases of shares (1,590) (11,237) — — — (126,932) (126,932) Transfer to capital redemption — 1,590 — — 369,546 — 369,546 —	Dividend paid - 2003	003,343	557,229	_	141,009	1,399,500		
Net profit for the period - - - 361,598 - 361,598 Proposed dividend 2004 Interim - - - (108,799) 108,799 - Balance at 30 June 2004 603,343 557,229 - 169,646 1,623,782 108,799 3,062,799 Represented by: Company and subsidiaries 603,343 557,229 - 169,646 1,623,782 108,799 3,062,799 Associates - 108,799	Transfer to statutory	—	_	_	29 577	(28 577)	(92,933)	(92,933)
2004 Interim - - - - (108,799) 108,799 - Balance at 30 June 2004 603,343 557,229 - 169,646 1,623,782 108,799 3,062,799 Represented by: Company and subsidiaries 603,343 557,229 - 169,646 1,623,782 108,799 3,062,799 As at 30 June 2004 603,343 557,229 - 169,646 1,623,782 108,799 3,062,799 Balance at 1 January 2005 603,343 557,229 - 206,290 1,714,851 126,932 3,208,645 Dividend paid - - - - - (126,932) (126,932) (126,932) (126,932) (126,932) (126,932) (128,27) Transfer to capital redemption reserves - - 1,590 - - (12,827) Transfer to statutory reserves - - 25,681 (25,681) - - - - subsidiaries - - - 26,681 - <td>Net profit for the period</td> <td>_</td> <td>_</td> <td>_</td> <td>28,577</td> <td></td> <td>_</td> <td></td>	Net profit for the period	_	_	_	28,577		_	
2004 603,343 557,229 — 169,646 1,623,782 108,799 3,062,799 Represented by: Company and subsidiaries 603,343 557,229 — 169,646 1,623,782 108,799 3,062,799 Associates — = 3,062,799 3,062,799 3,062,799 3,062,799 3,062,799 3,062,799 3,062,799 3,062,799 3,062,799 3,062,799 3,062,799 3,062,799 3,062,799 3,062,799 3,062,799 3,062,799 3,062,799 3,062,799						(108,799)	108,799	
Company and subsidiaries 603,343 557,229 — 169,646 1,623,782 108,799 3,062,799 As at 30 June 2004 603,343 557,229 — 169,646 1,623,782 108,799 3,062,799 Balance at 1 January 2005 603,343 557,229 — 206,290 1,714,851 126,932 3,208,645 Dividend paid — — — — — — — (126,932) (126,932) (126,932) (126,932) (126,932) (12,827) Repurchases of shares (1,590) (11,237) — — — — (12,827) Transfer to capital redemption reserves — 1,590 — (1,590) — — Net profit for the period - — 25,681 (25,681) — — — Proposed dividend — — — 369,546 369,546 369,546 369,546 — = — — — 369,546 369,546 369,546 <t< td=""><td></td><td>603,343</td><td>557,229</td><td>_</td><td>169,646</td><td>1,623,782</td><td>108,799</td><td>3,062,799</td></t<>		603,343	557,229	_	169,646	1,623,782	108,799	3,062,799
Associates	Company and	603 343	557 229	_	169 646	1 623 782	108 799	3 062 799
Balance at 1 January 2005 603,343 557,229 - 206,290 1,714,851 126,932 3,208,645 Dividend paid - - - - - - (126,932) (126,932) Repurchases of shares (1,590) (11,237) - - - - (12,827) Transfer to capital redemption reserves - - 1,590 - - - - (12,827) Transfer to statutory reserves - - 1,590 - - - - (12,827) Transfer to statutory reserves - - 1,590 - - - - - (12,827) Transfer to statutory reserves - - - 25,681 (25,681) -								
2005 603,343 557,229 - 206,290 1,714,851 126,932 3,208,645 Dividend paid 2004 - - - - (126,932) (126,932) Repurchases of shares (1,590) (11,237) - - - (12,827) Transfer to capital redemption reserves - - 1,590 - (12,827) Transfer to statutory reserves - - 1,590 - - - - subsidiaries - - 25,681 (25,681) - - - associates - - 4,888 (4,888) - - - associates - - - 369,546 - 369,546 - associates - - - 48,879 - 48,879 Proposed dividend - - - (314,230) 314,230 - 2005 601,753 545,992 1,590 236,859 1,786,887 314,230 3,416,594 Associates -	As at 30 June 2004	603,343	557,229	_	169,646	1,623,782	108,799	3,062,799
2005 603,343 557,229 - 206,290 1,714,851 126,932 3,208,645 Dividend paid 2004 - - - - (126,932) (126,932) Repurchases of shares (1,590) (11,237) - - - (12,827) Transfer to capital redemption reserves - - 1,590 - (12,827) Transfer to statutory reserves - - 1,590 - - - - subsidiaries - - 25,681 (25,681) - - - associates - - 4,888 (4,888) - - - associates - - - 369,546 - 369,546 - associates - - - 48,879 - 48,879 Proposed dividend - - - (314,230) 314,230 - 2005 601,753 545,992 1,590 236,859 1,786,887 314,230 3,416,594 Associates -	Deleges at 4 language							
Final	2005	603,343	557,229	—	206,290	1,714,851	126,932	3,208,645
Transfer to capital redemption reserves - - 1,590 -	Final	(1.590)	(11,237)	_	_	_	(126,932)	
reserves - - 1,590 - (1,590) - - Transfer to statutory reserves - subsidiaries -	Transfer to capital	(,,)	(,==)					(,,
reserves - subsidiaries - - - 25,681 (25,681) -	reserves	—	—	1,590	—	(1,590)	—	—
- company and subsidiaries - - - 369,546 - 369,546 - associates - - - 48,879 - 48,879 Proposed dividend - - - - 48,879 - 48,879 2005 Interim - - - - (314,230) 314,230 - Balance at 30 June - - - - (314,230) 314,230 3,487,311 Represented by: Company and - - 7,072 63,645 - 70,717 Associates - - - 7,072 63,645 - 70,717	reserves — subsidiaries — associates			=				_
Proposed dividend	 company and subsidiaries 	_	_	_	_		_	
Balance at 30 June 601,753 545,992 1,590 236,859 1,786,887 314,230 3,487,311 Represented by: Company and subsidiaries 601,753 545,992 1,590 236,859 1,786,887 314,230 3,487,311 Represented by: Company and subsidiaries 601,753 545,992 1,590 229,787 1,723,242 314,230 3,416,594 Associates — — — 7,072 63,645 — 70,717	Proposed dividend -	—	_	_	_			48,879
2005 601,753 545,992 1,590 236,859 1,786,887 314,230 3,487,311 Represented by: Company and subsidiaries 601,753 545,992 1,590 229,787 1,723,242 314,230 3,416,594 Associates — — — 7,072 63,645 — 70,717	2005 Interim					(314,230)	314,230	
Company and subsidiaries 601,753 545,992 1,590 229,787 1,723,242 314,230 3,416,594 Associates — — 7,072 63,645 — 70,717		601,753	545,992	1,590	236,859	1,786,887	314,230	3,487,311
As at 30 June 2005 601,753 545,992 1.590 236,859 1,786,887 314,230 3,487,311	Company and subsidiaries	601,753 	545,992 —	1,590			314,230 —	
	As at 30 June 2005	601,753	545,992	1,590	236,859	1,786,887	314,230	3,487,311

Condensed Consolidated Statement of Changes in Equity (Unaudited)

Notes:

- 1. In accordance with relevant PRC regulations, the Group's wholly owned subsidiaries: Linyi Xincheng Jinluo Meat Products Co., Ltd ("Linyi Xincheng"), Linyi Minsheng Food Development Co., Ltd ("Linyi Minsheng"), Tongliao Jinluo Food Co., Ltd ("Tongliao Jinluo"), Xiangtan Jinluo Food Co., Ltd ("Xiangtan Jinluo"), Meishan Jinluo Food Co., Ltd ("Meishan Jinluo"), Daqing Jinluo Meat Products Co., Ltd ("Daqing Jinluo"), Qiqihaer Jinluo Meat Products Co., Ltd. ("Qiqihaer Jinluo"), Dezhou Jinluo Meat Products Co., Ltd. ("Changchun Jinluo"), being wholly foreign-owned enterprises established in the PRC, are required to appropriate not less than 10% of their profits after tax to the respective statutory reserves, until the respective balances of the fund reach 50% of the respective registered capitals. Subject to certain restrictions as set out in the relevant PRC regulations, their statutory reserves may be used to offset against their respective accumulated losses, if any.
- As at 30 June 2005, these consolidated reserve accounts comprised the consolidated reserves of approximately RMB2,571,328,000 (30 June 2004: approximately RMB2,350,657,000) in the consolidated balance sheet.