

BALANCE SHEET

at 31 December 2002
 (Amounts in millions)

	Note	2002 RMB
ASSETS		
Non-current assets		
Interests in subsidiaries	5	114,866
Current assets		
Prepayments and other current assets	11	1,527
Time deposits with maturity over three months		1,000
Cash and cash equivalents	12	9,570
Total current assets		12,097
Total assets		126,963
LIABILITIES AND SHAREHOLDERS' EQUITY		
Current liabilities		
Accrued expenses and other payables	15	570
Income tax payable		1,385
Total current liabilities		1,955
Net current assets		10,142
Total assets less current liabilities		125,008
Shareholders' equity		
Share capital	18	75,614
Reserves	19	49,394
Total shareholders' equity		125,008
Total liabilities and shareholders' equity		126,963

Approved and authorised for issue by the Board of Directors on 24 April 2003.

Zhou Deqiang
 Chairman and Chief
 Executive Officer

Chang Xiaobing
 Executive Director
 and President

Wu Andi
 Executive Director,
 Executive Vice President
 and Chief Financial Officer

The notes on pages 71 to 109 form part of these financial statements.