

# CONSOLIDATED BALANCE SHEET ▶▶▶

At 31 December 2004

(Amounts in millions)

	Note	2004 RMB	2003 RMB
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property, plant and equipment, net	3	320,179	309,896
Construction in progress	4	29,450	31,617
Lease prepayments		4,830	4,485
Interests in associates	6	511	513
Investments	7	200	206
Deferred tax assets	8	10,805	10,523
Other assets	17	13,063	13,609
<b>Total non-current assets</b>		<b>379,038</b>	<b>370,849</b>
<b>Current assets</b>			
Inventories	9	2,767	3,253
Accounts receivable, net	10	13,921	12,951
Prepayments and other current assets	11	3,064	3,695
Time deposits with maturity over three months		315	473
Cash and cash equivalents	12	13,465	12,721
<b>Total current assets</b>		<b>33,532</b>	<b>33,093</b>
<b>Total assets</b>		<b>412,570</b>	<b>403,942</b>
<b>LIABILITIES AND SHAREHOLDERS' EQUITY</b>			
<b>Current liabilities</b>			
Short-term debt	13	65,976	56,243
Current portion of long-term debt	13	11,842	13,957
Accounts payable	14	33,658	35,629
Accrued expenses and other payables	15	27,531	26,004
Income tax payable		1,192	3,395
Current portion of finance lease obligations	16	156	50
Current portion of deferred revenues	17	11,589	13,857
<b>Total current liabilities</b>		<b>151,944</b>	<b>149,135</b>
<b>Net current liabilities</b>		<b>(118,412)</b>	<b>(116,042)</b>
<b>Total assets less current liabilities</b>		<b>260,626</b>	<b>254,807</b>
<b>Non-current liabilities</b>			
Long-term debt	13	72,366	68,632
Finance lease obligations	16	157	43
Deferred revenues	17	25,182	32,744
Deferred tax liabilities	8	2,302	1,325
<b>Total non-current liabilities</b>		<b>100,007</b>	<b>102,744</b>
<b>Total liabilities</b>		<b>251,951</b>	<b>251,879</b>
<b>Minority interests</b>		<b>1,413</b>	<b>1,269</b>
<b>Balance carried forward</b>		<b>253,364</b>	<b>253,148</b>

The notes on pages 79 to 127 form part of these financial statements.

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At 31 December 2004  
(Amounts in millions)

	Note	2004 RMB	2003 RMB
<b>Balance brought forward</b>		<b>253,364</b>	253,148
<b>Shareholders' equity</b>			
Share capital	18	80,932	75,614
Reserves	19	78,274	75,180
<b>Total shareholders' equity</b>		<b>159,206</b>	150,794
<b>Total liabilities and shareholders' equity</b>		<b>412,570</b>	403,942

Approved and authorised for issue by the Board of Directors on 31 March 2005.

**Wang Xiaochu**  
*Chairman and Chief  
Executive Officer*

**Leng Rongquan**  
*Executive Director,  
President and Chief  
Operating Officer*

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

The notes on pages 79 to 127 form part of these financial statements.