



## CONSOLIDATED BALANCE SHEET

at 31 December 2005  
(Amounts in millions)

	Note	2005 RMB	2004 RMB
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property, plant and equipment, net	4	328,281	320,179
Construction in progress	5	23,567	29,450
Lease prepayments		5,117	4,830
Interests in associates	7	548	511
Other investments	8	182	200
Deferred tax assets	9	10,885	10,805
Other assets	18	11,893	13,063
<b>Total non-current assets</b>		<b>380,473</b>	379,038
<b>Current assets</b>			
Inventories	10	2,702	2,767
Accounts receivable, net	11	16,142	13,921
Prepayments and other current assets	12	2,406	3,064
Time deposits with maturity over three months		292	315
Cash and cash equivalents	13	15,121	13,465
<b>Total current assets</b>		<b>36,663</b>	33,532
<b>Total assets</b>		<b>417,136</b>	412,570
<b>LIABILITIES AND EQUITY</b>			
<b>Current liabilities</b>			
Short-term debt	14	76,005	65,976
Current portion of long-term debt	14	8,963	11,842
Accounts payable	15	33,949	33,658
Accrued expenses and other payables	16	26,885	27,531
Income tax payable		2,108	1,192
Current portion of finance lease obligations	17	108	156
Current portion of deferred revenues	18	8,958	11,589
<b>Total current liabilities</b>		<b>156,976</b>	151,944
<b>Net current liabilities</b>		<b>(120,313)</b>	(118,412)
<b>Total assets less current liabilities</b>		<b>260,160</b>	260,626
<b>Non-current liabilities</b>			
Long-term debt	14	55,777	72,366
Finance lease obligations	17	52	157
Deferred revenues	18	18,750	25,182
Deferred tax liabilities	9	2,620	2,302
<b>Total non-current liabilities</b>		<b>77,199</b>	100,007
<b>Total liabilities</b>		<b>234,175</b>	251,951

The notes on pages 81 to 122 form part of these financial statements.

at 31 December 2005  
(Amounts in millions)

	Note	2005 RMB	2004 RMB
<b>Equity</b>			
Share capital	19	80,932	80,932
Reserves	20	100,585	78,274
<b>Total equity attributable to equity holders of the Company</b>		<b>181,517</b>	159,206
<b>Minority interests</b>	3(i)	<b>1,444</b>	1,413
<b>Total equity</b>		<b>182,961</b>	160,619
<b>Total liabilities and equity</b>		<b>417,136</b>	412,570

Approved and authorised for issue by the Board of Directors on 22 March 2006.

**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*