

Balance Sheet

At 31 December 2008
(Amounts in millions)

	Note	2008 RMB	2007 RMB
ASSETS			
Non-current assets			
Property, plant and equipment, net	3	296,201	641
Construction in progress	4	13,525	202
Lease prepayments		5,600	11
Goodwill	5	29,877	—
Intangible assets	6	14,147	24
Investments in subsidiaries	7	8,435	178,642
Interests in associates	8	737	—
Investments	9	177	—
Deferred tax assets	10	14,520	—
Other assets	18	6,577	4
Total non-current assets		389,796	179,524
Current assets			
Inventories	11	1,907	—
Accounts receivable, net	12	16,185	255
Prepayments and other current assets	13	7,426	69,337
Time deposits with original maturity over three months		113	—
Cash and cash equivalents	14	21,556	5,814
Total current assets		47,187	75,406
Total assets		436,983	254,930
LIABILITIES AND EQUITY			
Current liabilities			
Short-term debt	15	83,443	10,000
Current portion of long-term debt	15	556	—
Accounts payable	16	33,108	110
Accrued expenses and other payables	17	54,140	15,937
Income tax payables		123	1,106
Current portion of finance lease obligations		22	—
Current portion of deferred revenues	18	4,502	—
Total current liabilities		175,894	27,153
Net current (liabilities)/assets		(128,707)	48,253
Total assets less current liabilities		261,089	227,777
Non-current liabilities			
Long-term debt	15	39,226	30,150
Finance lease obligations		18	—
Deferred revenues	18	6,939	—
Deferred tax liabilities	10	2,802	—
Total non-current liabilities		48,985	30,150
Total liabilities		224,879	57,303

The notes on pages 98 to 154 form part of these financial statements.

Balance Sheet (Continued)

At 31 December 2008
(Amounts in millions)

	<i>Note</i>	2008 RMB	2007 RMB
Equity			
Share capital	19	80,932	80,932
Reserves	20	131,172	116,695
Total equity		212,104	197,627
Total liabilities and equity		436,983	254,930

Approved and authorised for issue by the Board of Directors on 24 March 2009.

Wang Xiaochu
*Chairman and
Chief Executive Officer*

Shang Bing
*Executive Director,
President and
Chief Operating Officer*

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

The notes on pages 98 to 154 form part of these financial statements.