

# Statement of Financial Position

at 31 December 2011 (Amounts in millions)

	Note	31 December 2011 RMB	31 December 2010 RMB (restated)	1 January 2010 RMB (restated)
<b>ASSETS</b>				
<b>Non-current assets</b>				
Property, plant and equipment, net	4	266,848	271,077	280,851
Construction in progress	5	18,174	14,243	11,475
Lease prepayments		26,262	27,072	27,691
Goodwill	6	29,877	29,877	29,877
Intangible assets	7	7,534	9,852	12,201
Investments in subsidiaries	8	6,178	5,272	8,555
Interests in associates	9	619	777	736
Investments	10	644	849	148
Deferred tax assets	11	2,945	4,923	6,771
Other assets	19	3,546	4,367	5,272
<b>Total non-current assets</b>		<b>362,627</b>	368,309	383,577
<b>Current assets</b>				
Inventories	12	2,364	2,000	1,739
Income tax recoverable		2,375	1,878	1,711
Accounts receivable, net	13	17,114	15,923	16,230
Prepayments and other current assets	14	4,172	4,720	3,805
Time deposits with original maturity over three months		375	373	135
Cash and cash equivalents	15	19,905	19,939	27,526
<b>Total current assets</b>		<b>46,305</b>	44,833	51,146
<b>Total assets</b>		<b>408,932</b>	413,142	434,723
<b>LIABILITIES AND EQUITY</b>				
<b>Current liabilities</b>				
Short-term debt	16	9,187	20,675	51,650
Current portion of long-term debt	16	11,766	10,352	1,487
Accounts payable	17	40,523	37,620	32,183
Accrued expenses and other payables	18	57,363	51,225	52,713
Income tax payable		353	198	215
Current portion of finance lease obligations		–	–	18
Current portion of deferred revenues	19	2,091	2,645	3,412
<b>Total current liabilities</b>		<b>121,283</b>	122,715	141,678
<b>Net current liabilities</b>		<b>(74,978)</b>	(77,882)	(90,532)
<b>Total assets less current liabilities</b>		<b>287,649</b>	290,427	293,045
<b>Non-current liabilities</b>				
Long-term debt	16	31,150	42,549	52,768
Deferred revenues	19	2,712	3,558	5,045
Deferred tax liabilities	11	1,002	1,276	1,398
<b>Total non-current liabilities</b>		<b>34,864</b>	47,383	59,211
<b>Total liabilities</b>		<b>156,147</b>	170,098	200,889

The notes on pages 96 to 146 form part of these financial statements.

## Statement of Financial Position

at 31 December 2011 (Amounts in millions)

	Note	31 December 2011 RMB	31 December 2010 RMB (restated)	1 January 2010 RMB (restated)
<b>Equity</b>				
Share capital	20	<b>80,932</b>	80,932	80,932
Reserves	21	<b>171,853</b>	162,112	152,902
<b>Total equity</b>		<b>252,785</b>	243,044	233,834
<b>Total liabilities and equity</b>		<b>408,932</b>	413,142	434,723

Approved and authorised for issue by the Board of Directors on 20 March 2012.

**Wang Xiaochu**  
Chairman  
and  
Chief Executive Officer

**Yang Jie**  
Executive Director,  
President  
and  
Chief Operating Officer

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

