



Consolidated Balance Sheet (Unaudited)

at 30 June 2003
(Amounts in millions)

	<i>Note</i>	30 June 2003 RMB	31 December 2002 RMB (Audited)
ASSETS			
Non-current assets			
Property, plant and equipment, net		145,344	149,165
Construction in progress		22,706	20,319
Lease prepayments		2,630	2,644
Interests in associates		429	429
Investments		261	270
Deferred tax assets		5,322	5,118
Other assets		6,386	6,405
Total non-current assets		183,078	184,350
Current assets			
Inventories		1,153	1,066
Accounts receivable, net	3	7,431	5,961
Prepayments and other current assets		1,747	1,736
Time deposits with maturity over three months		405	1,316
Cash and cash equivalents	4	17,835	16,423
Total current assets		28,571	26,502
Total assets		211,649	210,852
LIABILITIES AND SHAREHOLDERS' EQUITY			
Current liabilities			
Short-term debt		16,745	19,175
Current portion of long-term debt		1,852	2,219
Accounts payable	5	11,850	14,399
Accrued expenses and other payables		12,056	10,266
Income tax payable		2,036	3,842
Current portion of deferred revenues		6,972	7,726
Total current liabilities		51,511	57,627
Net current liabilities		(22,940)	(31,125)
Total assets less current liabilities		160,138	153,225

The notes on pages 13 to 20 form part of these interim financial statements.



Consolidated Balance Sheet (Unaudited) (Continued)

at 30 June 2003
(Amounts in millions)

	30 June 2003 RMB	31 December 2002 RMB (Audited)
Non-current liabilities		
Long-term debt	4,937	4,853
Deferred revenues	19,580	21,612
Deferred tax liabilities	851	618
Total non-current liabilities	25,368	27,083
Total liabilities	76,879	84,710
Minority interests	1,175	1,134
Shareholders' equity		
Share capital	75,614	75,614
Reserves	57,981	49,394
Total shareholders' equity	133,595	125,008
Total liabilities and shareholders' equity	211,649	210,852

The notes on pages 13 to 20 form part of these interim financial statements.