

CONSOLIDATED BALANCE SHEET

at 31 December 2004
(Amounts in millions)

	Note	2004 RMB	2003 RMB
Non-current assets			
Property, plant and equipment	17	284,123	270,731
Construction in progress	18	46,185	29,354
Investments	20	2,538	2,709
Interests in associates	21	10,222	8,121
Deferred tax assets	27	4,558	3,067
Lease prepayments		750	810
Long-term prepayments and other assets	23	5,947	2,353
Total non-current assets		354,323	317,145
Current assets			
Cash and cash equivalents		16,381	16,263
Time deposits with financial institutions		1,899	2,184
Trade accounts receivable	24	9,756	9,479
Bills receivable	24	7,812	6,283
Inventories	25	64,329	47,916
Prepaid expenses and other current assets	26	20,094	20,914
Total current assets		120,271	103,039
Current liabilities			
Short-term debts	28	32,307	29,181
Loans from Sinopec Group Company and fellow subsidiaries	28	8,714	4,865
Trade accounts payable	29	23,792	23,319
Bills payable	29	30,797	24,267
Accrued expenses and other payables	30	45,276	43,561
Income tax payable		5,391	4,079
Total current liabilities		146,277	129,272
Net current liabilities		(26,006)	(26,233)
Total assets less current liabilities		328,317	290,912
Non-current liabilities			
Long-term debts	28	60,822	48,257
Loans from Sinopec Group Company and fellow subsidiaries	28	36,765	39,039
Deferred tax liabilities	27	5,636	4,599
Other liabilities		1,008	1,451
Total non-current liabilities		104,231	93,346
Minority interests		31,046	26,051
Net assets		193,040	171,515
Shareholders' funds			
Share capital	31	86,702	86,702
Reserves		106,338	84,813
		193,040	171,515

Approved and authorised for issue by the board of directors on 25 March 2005

Chen Tonghai
Chairman

Wang Jiming
Vice Chairman and President

Zhang Jiaren
Director, Senior Vice President and
Chief Financial Officer

The notes on pages 133 to 158 form part of these financial statements.