

# BALANCE SHEET

at 31 December 2004  
(Amounts in millions)

	Note	2004 RMB	2003 RMB
<b>Non-current assets</b>			
Property, plant and equipment	17	158,011	143,274
Construction in progress	18	28,948	20,631
Interests in subsidiaries	19	118,451	96,707
Investments	20	158	605
Interests in associates	21	7,540	5,983
Interests in jointly controlled entities	22	3,568	1,043
Deferred tax assets	27	3,724	2,196
Long-term prepayments and other assets	23	3,660	1,519
<b>Total non-current assets</b>		<b>324,060</b>	<b>271,958</b>
<b>Current assets</b>			
Cash and cash equivalents		6,051	7,259
Time deposits with financial institutions		248	236
Trade accounts receivable	24	8,245	7,311
Bills receivable	24	1,597	1,612
Inventories	25	34,044	24,736
Prepaid expenses and other current assets	26	26,471	29,407
<b>Total current assets</b>		<b>76,656</b>	<b>70,561</b>
<b>Current liabilities</b>			
Short-term debts	28	20,033	15,071
Loans from Sinopec Group Company and fellow subsidiaries	28	7,727	3,265
Trade accounts payable	29	21,137	18,646
Bills payable	29	21,589	18,170
Accrued expenses and other payables	30	45,565	35,337
Income tax payable		3,142	2,014
<b>Total current liabilities</b>		<b>119,193</b>	<b>92,503</b>
<b>Net current liabilities</b>		<b>(42,537)</b>	<b>(21,942)</b>
<b>Total assets less current liabilities</b>		<b>281,523</b>	<b>250,016</b>
<b>Non-current liabilities</b>			
Long-term debts	28	49,515	37,169
Loans from Sinopec Group Company and fellow subsidiaries	28	36,317	38,954
Deferred tax liabilities	27	2,025	1,425
Other liabilities		626	953
<b>Total non-current liabilities</b>		<b>88,483</b>	<b>78,501</b>
<b>Net assets</b>		<b>193,040</b>	<b>171,515</b>
<b>Shareholders' funds</b>			
Share capital	31	86,702	86,702
Reserves		106,338	84,813
		<b>193,040</b>	<b>171,515</b>

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.