

CONSOLIDATED BALANCE SHEET

As of 31 December, 2000
(Expressed in thousands of RMB)

	Note	Year ended 31 December,	
		2000	1999
ASSETS			
Current assets:			
Cash and cash equivalents		44,716,685	6,002,361
Short-term bank deposits		7,838,935	208,500
Trading securities	16	373,405	456,385
Accounts receivable, net	17	1,545,051	895,501
Inventories	18	679,689	734,406
Prepayments and other current assets	19	1,665,661	803,982
Amounts due from China Telecom	33(b)	376,246	1,276,095
Amounts due from related parties	32(c)	539,321	105,815
Current portion of deferred tax assets	10	19,642	13,687
Total current assets		57,754,635	10,496,732
Non-current assets:			
Property, plant and equipment, net	20	52,863,637	33,226,608
Goodwill	21	295,962	359,845
Deferred expenditures	22	805,869	683,242
Deferred tax assets	10	994,078	485,833
Investment securities	23	88,945	84,854
Investment in associated companies	25	25,700	28,951
Total assets		112,828,826	45,366,065

CONSOLIDATED BALANCE SHEET (Cont'd)

As of 31 December, 2000
(Expressed in thousands of RMB)

	Note	Year ended 31 December,	
		2000	1999
LIABILITIES AND EQUITY			
Current liabilities:			
Payables and accrued liabilities	26	12,521,167	8,518,024
Short-term bank loans	27	7,733,817	1,673,564
Advances from customers		2,615,676	2,647,646
Taxes payable		1,618,863	483,509
Current portion of long-term bank loans	28	766,875	20,232
Amounts due to Unicom Group	32(d)	821,797	505,367
Amounts due to China Telecom	33(b)	1,276,965	1,553,320
Amounts due to related parties	32(c)	53,453	41,878
Loans from CCF joint ventures	11	—	6,200,102
Dividend payable		59,224	200,909
Total current liabilities		27,467,537	21,844,551
Long-term liabilities:			
Long-term bank loans	28	27,151,349	1,732,240
Loans from Unicom Group	32(b)	—	10,502,245
Other long-term liabilities		102,286	218,401
Total liabilities		54,721,172	34,297,437
Minority interests		883,252	2,530,282
Capital and reserves:			
Head office account		—	8,538,346
Share capital	29	1,331,371	—
Share premium		52,482,127	—
Reserves		601,658	—
Retained earnings		2,809,246	—
Shareholders' equity		57,224,402	8,538,346
Total liabilities and equity		112,828,826	45,366,065

Approved by the Board of Directors on 3 April, 2001 and signed on behalf of the Board by:

Yang Xian Zu
Director

Shi Cuiming
Director