

Balance Sheet

As of 31 December 2003

(Expressed in thousands of RMB)	Note	2003	2002
Non-current assets:			
Property, plant and equipment, net	21	53,021	6,447
Investment in subsidiaries	25	55,241,000	45,564,109
Long-term loan to a subsidiary	28(b)	5,793,690	—
Total non-current assets		61,087,711	45,570,556
Current assets:			
Amounts due from Unicom Group		179	131
Prepayments and other current assets	20	28,332	42,561
Short-term bank deposits		620,046	4,613,357
Bank balances and cash		585,471	7,577,845
Total current assets		1,234,028	12,233,894
Current liabilities:			
Payables and accrued liabilities	26	60,321	91,881
Amounts due to a subsidiary		75,843	44,888
Total current liabilities		136,164	136,769
Net current assets		1,097,864	12,097,125
Total assets less current liabilities		62,185,575	57,667,681
Financed by:			
Shareholders' equity:			
Share capital	30	1,331,390	1,331,371
Share premium		52,483,266	52,482,127
Retained profits:			
Proposed final dividend	15(b)	1,255,317	1,255,300
Others		1,321,912	2,598,883
Shareholders' equity		56,391,885	57,667,681
Non-current liabilities:			
Long-term bank loans	28(b)	5,793,690	—
Total non-current liabilities		5,793,690	—
		62,185,575	57,667,681

Approved by the Board of Directors on 25 March 2004 and signed on behalf of the Board by:

Wang Jianzhou

Director

Tong Jilu

Director