

Balance Sheets

At 31st December 2003

	Note	Group		Company	
		2003 HK\$ million	2002 HK\$ million	2003 HK\$ million	2002 HK\$ million
			restated		
Assets					
Non-current assets					
Fixed assets					
– Property, plant and equipment		42,024	42,049	–	–
– Assets under construction		3,000	3,153	–	–
		45,024	45,202	–	–
Interest in subsidiaries	12	–	–	28,385	28,697
Interest in associates	13	8,425	7,910	–	–
Other investments	14	7	405	–	–
Employee retirement benefit assets	15	236	228	13	13
	7	53,692	53,745	28,398	28,710
Current assets					
Inventories	16	368	412	–	–
Trade and other receivables	17	1,041	1,062	3	4
Fuel Clause Account	18	1,147	1,235	–	–
Bank balances and other liquid funds		464	114	459	98
		3,020	2,823	462	102
Current liabilities					
Trade and other payables	19	(1,124)	(1,344)	(36)	(26)
Bank overdrafts – unsecured		(4)	(10)	–	–
Current portion of bank loans and other borrowings	20	(2,436)	(3,270)	–	–
Taxation		(301)	(425)	–	(6)
		(3,865)	(5,049)	(36)	(32)
Net current (liabilities)/assets		(845)	(2,226)	426	70
Total assets less current liabilities		52,847	51,519	28,824	28,780
Non-current liabilities					
Interest-bearing borrowings	20	(10,187)	(11,890)	–	–
Deferred creditors	21	(760)	(972)	–	–
Customers' deposits		(1,387)	(1,350)	–	–
Deferred taxation	22	(5,105)	(4,599)	–	–
Employee retirement benefit liabilities	7	(92)	(79)	(24)	(22)
		(17,531)	(18,890)	(24)	(22)
Rate Reduction Reserve	9	(5)	(10)	–	–
Development Fund	9	–	(139)	–	–
Net Assets		35,311	32,480	28,800	28,758
Capital and Reserves					
Share capital	23	2,134	2,134	2,134	2,134
Reserves		33,177	30,346	26,666	26,624
		35,311	32,480	28,800	28,758

Approved and authorised for issue by the Board of Directors on 4th March 2004

George C. Magnus
Chairman

Tso Kai-sum
Group Managing Director

The notes on pages 40 to 69 form part of these financial statements.