

BALANCE SHEET

at 31 December 2004

	Note	2004 RMB millions	2003 RMB millions
Assets			
Current assets			
Cash at bank and in hand	4	6,299	6,581
Bills receivable	5	1,597	1,282
Trade accounts receivable	6	8,245	7,080
Other receivables	7	19,625	24,861
Advance payments	8	4,358	2,990
Inventories	9	33,951	22,793
Total current assets		74,075	65,587
Long-term equity investments (Including equity investment differences of RMB 400 million (2003: RMB 395 million))	10	124,211	98,334
Fixed assets			
Fixed assets, at cost		271,120	223,015
Less: Accumulated depreciation		113,572	94,138
Net book value of fixed assets before impairment losses	11	157,548	128,877
Less: Provision for impairment losses on fixed assets	11	4,038	764
Net book value of fixed assets		153,510	128,113
Construction materials	12	93	263
Construction in progress	13	28,779	19,858
Total fixed assets		182,382	148,234
Intangible assets and other assets			
Intangible assets	14	4,261	3,712
Long-term deferred expenses	15	2,530	—
Total intangible assets and other assets		6,791	3,712
Deferred tax assets	16	3,708	1,510
Total assets		391,167	317,377
Liabilities and shareholders' funds			
Current liabilities			
Short-term loans	17	16,254	9,787
Bills payable	18	21,589	18,006
Trade accounts payable	19	21,137	18,117
Receipts in advance	20	6,106	4,077
Wages payable		1,854	643
Staff welfare payable		498	583
Taxes payable	21	3,170	2,975
Other payables	22	442	380
Other creditors	23	34,156	26,102
Accrued expenses	24	430	133
Current portion of long-term liabilities	25	11,506	4,428
Total current liabilities		117,142	85,231
Long-term liabilities			
Long-term loans	26	82,332	68,723
Debentures payable	27	3,500	—
Other long-term payables	28	438	461
Total long-term liabilities		86,270	69,184
Deferred tax liabilities	16	16	16
Total liabilities		203,428	154,431
Shareholders' funds			
Share capital	29	86,702	86,702
Capital reserve	30	37,797	36,852
Surplus reserves (Including statutory public welfare fund of RMB 9,558 million (2003: RMB 6,330 million))	31	26,116	19,660
Undistributed profits (Including dividend declared after the balance sheet date in respect of year 2004 of RMB 6,936 million (2003: RMB 5,202 million))	39	37,124	19,732
Total shareholders' funds		187,739	162,946
Total liabilities and shareholders' funds		391,167	317,377

Approved by the Board of Directors on 25 March 2005.

Chen Tonghai
Chairman
(Authorised representative)

Wang Jiming
Vice Chairman
and President

Zhang Jiaren
Director, Senior Vice President
and Chief Financial Officer

Liu Yun
Head of Accounting
Division

The notes on pages 94 to 125 form part of these financial statements.