

Balance Sheets

At 31st December 2004

	Note	Group		Company	
		2004 HK\$ million	2003 HK\$ million	2004 HK\$ million	2003 HK\$ million
Non-current assets					
Fixed assets					
– Property, plant and equipment		41,308	42,024	–	–
– Assets under construction		3,968	3,000	–	–
		45,276	45,024	–	–
Interest in subsidiaries	12	–	–	30,573	28,385
Interest in associates	13	–	–	–	–
Other investments	14	9,198	8,425	–	–
Employee retirement benefit assets	15	39	7	–	–
	7	296	236	14	13
		54,809	53,692	30,587	28,398
Current assets					
Inventories	16	466	368	–	–
Trade and other receivables	17	1,069	1,041	6	3
Fuel Clause Account	18	1,197	1,147	–	–
Bank balances and other liquid funds		1,426	464	1,416	459
		4,158	3,020	1,422	462
Current liabilities					
Trade and other payables	19	(1,282)	(1,124)	(28)	(36)
Bank overdrafts – unsecured		(5)	(4)	–	–
Current portion of bank loans and other borrowings	20	(1,400)	(2,436)	–	–
Current taxation		(229)	(301)	–	–
		(2,916)	(3,865)	(28)	(36)
Net current assets/(liabilities)		1,242	(845)	1,394	426
Total assets less current liabilities		56,051	52,847	31,981	28,824
Non-current liabilities					
Interest-bearing borrowings	20	(10,832)	(10,187)	–	–
Deferred creditors and other payables	21	(569)	(760)	–	–
Customers' deposits		(1,455)	(1,387)	–	–
Deferred taxation	22	(5,237)	(5,105)	–	–
Employee retirement benefit liabilities	7	(102)	(92)	(24)	(24)
		(18,195)	(17,531)	(24)	(24)
Rate Reduction Reserve	9	–	(5)	–	–
Development Fund	9	–	–	–	–
Net Assets		37,856	35,311	31,957	28,800
Capital and Reserves					
Share capital	23	2,134	2,134	2,134	2,134
Reserves		35,722	33,177	29,823	26,666
		37,856	35,311	31,957	28,800

Approved and authorised for issue by the Board of Directors on 10th March 2005

George C. Magnus
Chairman

Tso Kai-sum
Group Managing Director