

Consolidated Balance Sheet

at 31st December 2004

	Note	2004 HK\$M	2003 HK\$M	2004 US\$M	2003 US\$M
ASSETS AND LIABILITIES					
Non-current assets and liabilities					
Fixed assets	9	51,808	51,357	6,642	6,584
Intangible assets	10	348	405	45	52
Investments in associated companies	12	1,743	1,661	223	213
Other long-term receivables and investments	13	4,076	1,263	523	162
		57,975	54,686	7,433	7,011
Long-term liabilities		(27,698)	(33,022)	(3,551)	(4,234)
Related pledged security deposits		10,036	11,604	1,287	1,488
Net long-term liabilities	14	(17,662)	(21,418)	(2,264)	(2,746)
Retirement benefit obligations	15	(102)	(181)	(13)	(23)
Deferred taxation	16	(7,280)	(7,762)	(934)	(995)
		(25,044)	(29,361)	(3,211)	(3,764)
Net non-current assets		32,931	25,325	4,222	3,247
Current assets and liabilities					
Stock		524	398	67	51
Trade and other receivables	17	5,311	4,753	681	609
Liquid funds	18	11,474	15,200	1,471	1,949
		17,309	20,351	2,219	2,609
Current portion of long-term liabilities		(7,096)	(6,754)	(910)	(866)
Related pledged security deposits		2,127	1,875	273	240
Net current portion of long-term liabilities	14	(4,969)	(4,879)	(637)	(626)
Trade and other payables	19	(7,163)	(5,543)	(919)	(711)
Unearned transportation revenue		(3,622)	(2,839)	(464)	(364)
Taxation		(1,497)	(1,259)	(192)	(161)
		(17,251)	(14,520)	(2,212)	(1,862)
Net current assets		58	5,831	7	747
Total assets less current and non-current liabilities		32,989	31,156	4,229	3,994
Minority interests		(134)	(104)	(17)	(13)
Net assets		32,855	31,052	4,212	3,981
CAPITAL AND RESERVES					
Share capital	20	674	669	86	86
Reserves	21	32,181	30,383	4,126	3,895
Shareholders' funds		32,855	31,052	4,212	3,981

The US\$ figures are for information only and are translated at HK\$7.8.

The notes on pages 44 to 65 form part of these accounts.

David Turnbull

Director

Hong Kong, 9th March 2005

Henry Fan

Director