

Company 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	41,701	43,588	5,346	5,588
Intangible assets	10	172	211	22	27
Investments in subsidiary companies	11	13,108	13,766	1,680	1,765
Investments in associated companies	12	61	76	8	10
Other long-term receivables and investments	13	3,890	1,094	499	140
		58,932	58,735	7,555	7,530
Long-term liabilities		(26,040)	(31,793)	(3,338)	(4,076)
Related pledged security deposits		3,575	4,251	458	545
Net long-term liabilities	14	(22,465)	(27,542)	(2,880)	(3,531)
Retirement benefit obligations	15	(166)	(224)	(21)	(29)
Deferred taxation	16	(7,113)	(7,617)	(912)	(976)
		(29,744)	(35,383)	(3,813)	(4,536)
Net non-current assets		29,188	23,352	3,742	2,994
Current assets and liabilities					
Stock		509	387	65	50
Trade and other receivables	17	5,038	4,532	646	581
Liquid funds	18	3,244	6,476	416	830
		8,791	11,395	1,127	1,461
Current portion of long-term liabilities		(6,327)	(6,337)	(811)	(812)
Related pledged security deposits		769	564	98	72
Net current portion of long-term liabilities	14	(5,558)	(5,773)	(713)	(740)
Trade and other payables	19	(7,021)	(5,634)	(900)	(723)
Unearned transportation revenue		(3,622)	(2,839)	(464)	(364)
Taxation		(1,457)	(1,233)	(187)	(158)
		(17,658)	(15,479)	(2,264)	(1,985)
Net current liabilities		(8,867)	(4,084)	(1,137)	(524)
Net assets		20,321	19,268	2,605	2,470
CAPITAL AND RESERVES					
Share capital	20	674	669	86	86
Reserves	21	19,647	18,599	2,519	2,384
Shareholders' funds		20,321	19,268	2,605	2,470

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