

BALANCE SHEET

31 December, 2004

	Notes	2004 RMB'000	2003 RMB'000
NON-CURRENT ASSETS			
Property, plant and equipment	14	5,762,434	4,825,555
Investment in subsidiaries	15	2,712	2,712
Interests in jointly-controlled entities	16	128,802	137,893
		5,893,948	4,966,160
CURRENT ASSETS			
Inventories	17	215,853	200,220
Prepayments, deposits and other receivables		110,901	76,351
Accounts receivable	18	663,373	561,678
Due from other CNOOC group companies	20	4,269	28,361
Short term investments	21	20,003	180,427
Pledged time deposits	22	4,255	3,024
Cash and cash equivalents	22	2,125,451	2,177,861
		3,144,105	3,227,922
CURRENT LIABILITIES			
Trade payables and other payables	23	552,594	278,012
Salary and bonus payables		228,149	71,365
Tax payable		217,602	171,064
Due to the ultimate holding company	19,25	204,469	-
Due to other CNOOC group companies	20	20,780	17,110
		1,223,594	537,551
NET CURRENT ASSETS		1,920,511	2,690,371
TOTAL ASSETS LESS CURRENT LIABILITIES		7,814,459	7,656,531
NON-CURRENT LIABILITIES			
Deferred tax liabilities	24	433,258	540,967
Long term payable to the ultimate holding company	25	400,000	600,000
		6,981,201	6,515,564
CAPITAL AND RESERVES			
Issued capital	26	3,995,320	3,995,320
Reserves	27 (b)	2,810,486	2,429,550
Proposed final dividend	12	175,395	90,694
		6,981,201	6,515,564

Director: Fu Chengyu

Director: Yuan Guangyu