

balance sheets

At 31st December 2005

	Note	Group		Company	
		2005	2004	2005	2004
		HK\$ million	HK\$ million	HK\$ million	HK\$ million
Non-current assets			restated		
Fixed assets					
– Property, plant and equipment		38,294	38,982	–	–
– Assets under construction		5,524	3,810	–	–
– Interests in leasehold land held for own use under operating leases		2,440	2,484	–	–
	15	46,258	45,276	–	–
Interest in subsidiaries	16	–	–	32,002	30,573
Interest in associates	17	5,780	8,914	–	–
Other non-current financial assets	18	1,682	39	–	–
Derivative financial instruments	26	29	–	–	–
Deferred tax assets	27	14	–	13	–
Employee retirement benefit assets	28	170	296	10	14
		53,933	54,525	32,025	30,587
Current assets					
Inventories	19	445	466	–	–
Trade and other receivables	20	1,090	1,069	12	6
Fuel Clause Account	21	1,079	1,197	–	–
Cash and cash equivalents	22	4,561	1,426	4,520	1,416
		7,175	4,158	4,532	1,422
Current liabilities					
Trade and other payables	23	(1,068)	(1,282)	(39)	(28)
Bank overdrafts – unsecured		(8)	(5)	–	–
Current portion of bank loans and other borrowings	24	(354)	(1,400)	–	–
Current taxation		(220)	(229)	–	–
		(1,650)	(2,916)	(39)	(28)
Net current assets		5,525	1,242	4,493	1,394
Total assets less current liabilities		59,458	55,767	36,518	31,981
Non-current liabilities					
Interest-bearing borrowings	24	(10,209)	(10,832)	–	–
Deferred creditors and other payables	25	(52)	(569)	–	–
Derivative financial instruments	26	(287)	–	–	–
Customers' deposits		(1,508)	(1,455)	–	–
Deferred tax liabilities	27	(5,382)	(5,237)	–	–
Employee retirement benefit liabilities	28	(335)	(102)	(66)	(24)
		(17,773)	(18,195)	(66)	(24)
Rate Reduction Reserve	12	–	–	–	–
Development Fund	12	–	–	–	–
Net Assets		41,685	37,572	36,452	31,957
Capital and Reserves					
Share capital	29	2,134	2,134	2,134	2,134
Reserves	30	39,551	35,438	34,318	29,823
Total equity attributable to equity shareholders of the Company		41,685	37,572	36,452	31,957

Approved and authorised for issue by the Board of Directors on 9th March 2006

Canning Fok Kin-ning

Chairman

The notes on pages 54 to 101 form part of these financial statements.

Tso Kai-sum

Group Managing Director