

BALANCE SHEET

31 December 2005

	Notes	2005 RMB'000	2004 RMB'000
NON-CURRENT ASSETS			
Property, plant and equipment	14	7,149,771	5,762,434
Investments in subsidiaries	15	2,712	2,712
Interests in jointly-controlled entities	16	131,526	128,802
Total non-current assets		7,284,009	5,893,948
CURRENT ASSETS			
Inventories	17	229,782	215,853
Prepayments, deposits and other receivables		286,870	110,901
Accounts receivable	18	818,994	663,373
Due from other CNOOC group companies	20	2,800	4,269
Short term investments	21	-	20,003
Pledged time deposits	22	1,093	4,255
Cash and cash equivalents	22	926,230	2,125,451
Total current assets		2,265,769	3,144,105
CURRENT LIABILITIES			
Trade and other payables	23	857,504	552,594
Salary and bonus payables		206,805	228,149
Tax payable		94,573	217,602
Due to the ultimate holding company	19,25	172,931	204,469
Due to other CNOOC group companies	20	23,789	20,780
Total current liabilities		1,355,602	1,223,594
NET CURRENT ASSETS		910,167	1,920,511
TOTAL ASSETS LESS CURRENT LIABILITIES		8,194,176	7,814,459
NON-CURRENT LIABILITIES			
Deferred tax liabilities	24	385,816	433,258
Long term payable to the ultimate holding company	25	200,000	400,000
Total non-current liabilities		585,816	833,258
Net assets		7,608,360	6,981,201
EQUITY			
Issued capital	26	3,995,320	3,995,320
Reserves	27 (b)	3,448,832	2,810,486
Proposed final dividend	12	164,208	175,395
Total equity		7,608,360	6,981,201

Director: Fu Chengyu

Director: Yuan Guangyu