

## CONDENSED BALANCE SHEET

30 June 2004

	<i>Notes</i>	<b>Unaudited 30 June 2004 RMB million</b>	<b>Audited 31 December 2003 RMB million</b>
<b>ASSETS</b>			
Cash and cash equivalents	10	22,135	18,004
Deposits with banks and other financial institutions	10	9,448	12,562
Trading securities	11	6,061	6,094
Non-trading securities	12	15,126	10,765
Held-to-maturity securities	13	1,100	—
Premiums receivables and agents' balances, net	14	4,090	2,012
Unearned premium reserves — reinsurers' share		5,574	6,030
Receivables from reinsurers	15	878	656
Reinsurance recoverable on unpaid losses		7,070	6,283
Prepayments and other receivables	16	2,437	2,067
Capital security fund		2,228	2,228
Fixed assets		14,980	15,645
Construction in progress		702	642
Deferred acquisition costs		1,644	1,284
Other non-current assets		232	300
<b>TOTAL ASSETS</b>		<b>93,705</b>	<b>84,572</b>
<b>LIABILITIES</b>			
Unearned premium reserves		36,346	30,422
Loss and loss adjustment expense reserves		20,688	17,956
Policyholders' deposits		9,154	9,290
Payables to reinsurers	17	1,713	1,978
Accrued insurance protection fund		835	522
Tax payable		505	167
Other liabilities and accruals		5,150	5,147
Deferred tax liabilities		5	333
<b>TOTAL LIABILITIES</b>		<b>74,396</b>	<b>65,815</b>
<b>CAPITAL RESOURCES</b>			
Issued capital	18	11,142	11,142
Reserves/owners' equity		6,167	5,615
		<b>17,309</b>	<b>16,757</b>
<b>SUBORDINATED LOAN</b>	19	<b>2,000</b>	<b>2,000</b>
<b>TOTAL LIABILITIES AND CAPITAL RESOURCES</b>		<b>93,705</b>	<b>84,572</b>