

## BALANCE SHEET

31 December 2005

		2005 <i>RMB million</i>	2004 <i>RMB million</i> (Restated)
	<i>Notes</i>		
<b>ASSETS</b>			
Cash and cash equivalents	17	15,895	16,275
Term deposits	18	11,641	11,723
Debt securities	19	18,524	14,649
Equity securities	20	2,840	5,568
Subordinated debts	21	2,910	2,910
Capital security fund	22	2,228	2,228
Premiums receivable and agents' balances, net	23	3,767	2,472
Unearned premium reserves – reinsurers' share	35	5,967	4,319
Deferred acquisition costs	24	3,987	4,406
Other non-current assets		178	286
Receivables from reinsurers	25	2,500	989
Reinsurance recoverable on unpaid losses	36	5,185	5,957
Prepayments and other receivables	26	1,213	2,705
Deferred tax assets	34	–	152
Property, plant and equipment	27	10,576	10,965
Investment properties	28	213	139
Construction in progress	29	1,756	949
Prepaid land premiums	30	4,000	4,065
<b>TOTAL ASSETS</b>		<b>93,380</b>	<b>90,757</b>
<b>LIABILITIES</b>			
Payables to reinsurers	31	3,531	1,311
Accrued insurance protection fund	32	195	1,099
Tax payable		404	291
Other liabilities and accruals	33	6,009	6,344
Deferred tax liabilities	34	78	–
Reinsurers' share of deferred acquisition costs	24	1,345	2,153
Unearned premium reserves	35	32,507	30,803
Loss and loss adjustment expense reserves	36	22,026	21,817
Policyholders' deposits	37	8,449	8,786
Subordinated loan	38	2,000	2,000
<b>TOTAL LIABILITIES</b>		<b>76,544</b>	<b>74,604</b>
<b>CAPITAL AND RESERVES</b>			
Issued share capital	40	11,142	11,142
Reserves		5,694	5,011
		<b>16,836</b>	<b>16,153</b>
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>93,380</b>	<b>90,757</b>

**Mr Tang Yunxiang**  
*Chairman*

**Mr Wang Yincheng**  
*Executive Director*