

CONSOLIDATED BALANCE SHEET

at 31 December 2002
 (Amounts in millions)

	Note	2002 RMB	2001 RMB
ASSETS			
Non-current assets			
Property, plant and equipment, net	3	149,165	138,623
Construction in progress	4	20,319	23,274
Lease prepayments		2,644	2,638
Interests in associates	6	429	417
Investments	7	270	446
Deferred tax assets	8	5,118	4,059
Other assets	17	6,405	5,749
Total non-current assets		184,350	175,206
Current assets			
Inventories	9	1,066	1,413
Accounts receivable, net	10	5,961	5,608
Prepayments and other current assets	11	1,736	2,752
Time deposits with maturity over three months		1,316	473
Cash and cash equivalents	12	16,423	3,882
Total current assets		26,502	14,128
Total assets		210,852	189,334
LIABILITIES AND SHAREHOLDERS' EQUITY			
Current liabilities			
Short-term debt	13	19,175	18,827
Current portion of long-term debt	13	2,219	3,621
Accounts payable	14	14,399	14,919
Accrued expenses and other payables	15	10,266	11,672
Income tax payable		3,842	212
Current portion of finance lease obligations	16	—	38
Current portion of deferred revenues	17	7,726	8,155
Total current liabilities		57,627	57,444
Net current liabilities		(31,125)	(43,316)
Total assets less current liabilities		153,225	131,890
Non-current liabilities			
Long-term debt	13	4,853	7,101
Finance lease obligations	16	—	11
Deferred revenues	17	21,612	26,353
Deferred tax liabilities	8	618	—
Total non-current liabilities		27,083	33,465
Total liabilities		84,710	90,909
Minority interests		1,134	940
Balance carried forward		85,844	91,849

The notes on pages 71 to 109 form part of these financial statements.

CONSOLIDATED BALANCE SHEET (CONTINUED)

*at 31 December 2002
(Amounts in millions)*

	Note	2002 RMB	2001 RMB
Balance brought forward		85,844	91,849
Shareholders' equity			
Share capital	18	75,614	—
Reserves	19	49,394	97,485
Total shareholders' equity		125,008	97,485
Total liabilities and shareholders' equity		210,852	189,334

Approved and authorised for issue by the Board of Directors on 24 April 2003.

Zhou Deqiang
Chairman and Chief
Executive Officer

Chang Xiaobing
Executive Director
and President

Wu Andi
Executive Director,
Executive Vice President
and Chief Financial Officer

The notes on pages 71 to 109 form part of these financial statements.