

Unaudited Condensed Consolidated Balance Sheet

As of 30 June 2003

(Expressed in thousands of RMB)

	Note	Unaudited 30 June 2003	Audited As restated 31 December 2002 (Note 2)
Non-current assets:			
Property, plant and equipment, net	17	107,481,576	107,486,629
Goodwill	2, 18	2,227,631	2,285,771
Other assets	19	6,763,480	7,018,223
Deferred tax assets	2, 8	825,274	826,568
Investment securities	20	102,945	105,648
Investment in associated companies	21	3,814	3,814
Total non-current assets		117,404,720	117,726,653
Current assets:			
Current portion of deferred tax assets	2, 8	1,116,638	988,666
Amounts due from related parties	28(b)	1,066,184	1,137,847
Amounts due from domestic carriers	29(b)	273,560	211,462
Prepayments and other current assets	16	2,985,515	2,573,764
Inventories	15	1,876,635	3,229,903
Accounts receivable, net	14	4,365,538	4,327,268
Trading securities	13	201,132	173,939
Short-term bank deposits		1,704,767	4,825,205
Cash and cash equivalents		10,209,178	14,433,498
Total current assets		23,799,147	31,901,552
Current liabilities:			
Dividend payable		11,217	8,448
Payables and accrued liabilities	22	16,633,270	19,811,961
Amounts due to Unicom Group	28(b)	699,281	562,633
Amounts due to related parties	28(b)	884,457	409,663
Amounts due to domestic carriers	29(b)	1,166,698	1,123,580
Current portion of obligations under finance leases	25, 29(b)	21,114	16,793
Current portion of long-term bank loans	24	6,355,286	5,459,505
Taxes payable		1,210,025	1,106,006
Advances from customers		5,563,085	6,240,225
Short-term loans from Unicom Group	28(c)	—	724,127
Short-term bank loans	23	10,065,366	9,146,500
Total current liabilities		42,609,799	44,609,441
Net current liabilities		(18,810,652)	(12,707,889)
Total assets less current liabilities		98,594,068	105,018,764

	Note	Unaudited 30 June 2003	Audited As restated 31 December 2002 (Note 2)
Financed by:			
Shareholders' equity:			
Share capital	26	1,331,371	1,331,371
Share premium		52,482,127	52,482,127
Reserves	11(b)	1,300,065	1,300,065
Retained profits:			
2002 proposed final dividend	11(a)	—	1,255,300
Others		12,668,945	10,283,672
Shareholders' equity		67,782,508	66,652,535
Minority interests		564,008	566,257
Non-current liabilities:			
Long-term bank loans	24	30,137,212	37,686,162
Obligations under finance leases	25, 29(b)	100,511	101,302
Other long-term liabilities		9,829	12,508
Total non-current liabilities		30,247,552	37,799,972
		98,594,068	105,018,764