

Consolidated Balance Sheet

As of December 31, 2004

	Notes	2004 RMB Million	2003 RMB Million
ASSETS			
Investments			
Fixed maturity investments			
Bonds	14,43	112,865	68,177
Term deposits	15,43	80,320	78,233
Policy loans	43	545	297
Securities purchased under agreements to resell	43	–	2,968
Loans and advances to customers	43	130	21
Equity investments			
Equity investment funds	16	5,749	4,648
Equity securities	17	266	240
Derivative financial assets	18	62	–
Investment in an associate	20	3	3
Investment properties	21	1,504	1,333
Total investments		201,444	155,920
Cash and cash equivalents	15,43	15,254	8,017
Due from banks	15,43	439	–
Premium receivables	22	617	439
Interest receivables	23	382	316
Reinsurance assets	24	4,356	3,903
Deferred policy acquisition costs	25	22,622	20,361
Property, plant and equipment	26	2,735	3,147
Construction-in-progress	27	204	146
Land use rights	28	928	924
Goodwill	29	322	241
Deferred income tax asset	30	352	293
Statutory deposits	31	1,200	1,200
Other assets		738	1,078
Separate account (investment-linked) assets		12,903	10,059
Total assets		264,496	206,044

The accompanying notes form an integral part of these financial statements.

	Notes	2004 RMB Million	2003 RMB Million
EQUITY AND LIABILITIES			
Equity			
Share capital	32	6,195	4,933
Reserves	33	19,573	7,667
Retained profits		2,485	352
Total equity		28,253	12,952
Minority interests		431	337
Liabilities			
Customers' deposits	34,43	1,849	2,304
Securities sold under agreements to repurchase	35,43	601	200
Premiums received in advance		1,627	2,129
Commission payable		556	497
Due to reinsurers		209	314
Dividends payable to shareholders		74	–
Income tax payable		490	326
Insurance guarantee fund	36	827	710
Policyholder dividend payable and provisions		1,977	1,189
Policyholders' contract deposits	37	1,411	–
Unearned premium reserves	38	9,472	8,302
Claim reserves	39	6,642	4,817
Policyholders' reserves	40	193,912	159,945
Other liabilities		3,262	1,963
Separate account (investment-linked) liabilities		12,903	10,059
Total liabilities		235,812	192,755
Total equity and liabilities		264,496	206,044

The accompanying notes form an integral part of these financial statements.

MA Mingzhe
Director

CHEUNG Chi Yan Louis
Chief Financial Officer

Sun Jianyi
Director