



## Consolidated Balance Sheet

As at 31 December, 2004  
(Prepared under International Financial Reporting Standards)  
(Expressed in Renminbi)

	Note	2004 RMB million	2003 RMB million
<b>Non-current assets</b>			
Property, plant and equipment	10	46,841	28,536
Construction in progress	11	565	1,630
Lease prepayments		346	349
Interest in associates	13	429	422
Interest in jointly controlled entities	14	782	731
Other investments	15	272	204
Lease and equipment deposits		5,397	2,933
Deferred expenditure	16	316	249
Long-term receivables		15	6
		<b>54,963</b>	<b>35,060</b>
<b>Current assets</b>			
Short-term investments	15	683	–
Inventories	18	1,302	544
Trade receivables	19	1,203	834
Other receivables		616	296
Prepaid expenses and other assets		378	248
Cash and cash equivalents	20	3,083	2,080
		<b>7,265</b>	<b>4,002</b>
<b>Current liabilities</b>			
Bank and other loans	21	11,518	7,097
Obligations under finance leases	22	2,144	1,298
Amounts due to related companies	23	2,330	929
Trade payables	24	1,554	928
Bills payable		136	438
Sales in advance of carriage		874	466
Accrued expenses		4,551	2,528
Other liabilities		2,974	1,020
Taxes payable		39	90
		<b>26,120</b>	<b>14,794</b>
<b>Net current liabilities</b>		<b>(18,855)</b>	<b>(10,792)</b>
<b>Total assets less current liabilities</b>		<b>36,108</b>	<b>24,268</b>

The notes on pages 51 to 99 form part of these financial statements.

## Consolidated Balance Sheet (Cont'd)

As at 31 December, 2004

(Prepared under International Financial Reporting Standards)

(Expressed in Renminbi)

	Note	2004 RMB million	2003 RMB million
<b>Long term liabilities and deferred items</b>			
Bank and other loans	21	11,935	4,522
Obligations under finance leases	22	9,599	5,543
Provision for major overhauls	25	284	189
Deferred credits		100	47
Deferred tax liabilities	17	287	398
		22,205	10,699
		13,903	13,569
<b>Representing:</b>			
Share capital	26	4,374	4,374
Reserves	27	7,474	7,522
Shareholders' equity		11,848	11,896
Minority interests		2,055	1,673
		13,903	13,569

Approved and authorised for issue by the board of directors on 25 April, 2005

**Liu Shao Yong**  
Director

**Si Xian Min**  
Director

**Xu Jie Bo**  
Director