



BALANCE SHEET

at 31 December 2005
(Amounts in millions)

	Note	2005 RMB	2004 RMB (Note 3(iii))
ASSETS			
Non-current assets			
Property, plant and equipment, net	4	348	351
Construction in progress	5	156	73
Investments in subsidiaries	6	165,926	168,714
Other assets		31	37
Total non-current assets		166,461	169,175
Current assets			
Accounts receivable, net	11	18	5
Prepayments and other current assets	12	51,738	2,519
Cash and cash equivalents	13	4,139	3,682
Income tax recoverable		—	3
Total current assets		55,895	6,209
Total assets		222,356	175,384
LIABILITIES AND EQUITY			
Current liabilities			
Short-term debt	14	9,917	—
Accounts payable	15	74	17
Accrued expenses and other payables	16	719	2,324
Income tax payable		576	—
Total current liabilities		11,286	2,341
Net current assets		44,609	3,868
Total assets less current liabilities		211,070	173,043
Non-current liabilities			
Long-term debt	14	40,150	50,150
Total liabilities		51,436	52,491
Equity			
Share capital	19	80,932	80,932
Reserves	20	89,988	41,961
Total equity		170,920	122,893
Total liabilities and equity		222,356	175,384

Approved and authorised for issue by the Board of Directors on 22 March 2006.

Wang Xiaochu
Chairman and Chief
Executive Officer

Leng Rongquan
Executive Director,
President and Chief
Operating Officer

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

The notes on pages 81 to 122 form part of these financial statements.