

Consolidated Balance Sheet

at 31 December 2006
(Amounts in millions)

	Note	2006 RMB	2005 RMB
ASSETS			
Non-current assets			
Property, plant and equipment, net	3	328,304	328,281
Construction in progress	4	18,416	23,567
Lease prepayments		5,092	5,117
Interests in associates	6	581	548
Investments	7	225	182
Deferred tax assets	8	10,866	10,885
Other assets	17	10,994	11,893
Total non-current assets		374,478	380,473
Current assets			
Inventories	9	3,018	2,702
Accounts receivable, net	10	15,806	16,142
Prepayments and other current assets	11	2,429	2,406
Time deposits with maturity over three months		119	292
Cash and cash equivalents	12	18,191	15,121
Total current assets		39,563	36,663
Total assets		414,041	417,136
LIABILITIES AND EQUITY			
Current liabilities			
Short-term debt	13	79,516	76,005
Current portion of long-term debt	13	8,242	8,963
Accounts payable	14	31,986	33,949
Accrued expenses and other payables	15	26,570	26,885
Income tax payable		3,115	2,108
Current portion of finance lease obligations	16	48	108
Current portion of deferred revenues	17	7,098	8,958
Total current liabilities		156,575	156,976
Net current liabilities		(117,012)	(120,313)
Total assets less current liabilities		257,466	260,160
Non-current liabilities			
Long-term debt	13	37,257	55,777
Finance lease obligations	16	–	52
Deferred revenues	17	13,625	18,750
Deferred tax liabilities	8	2,711	2,620
Total non-current liabilities		53,593	77,199
Total liabilities		210,168	234,175

The notes on pages 92 to 139 form part of these financial statements.

Consolidated Balance Sheet

at 31 December 2006
(Amounts in millions)

	Note	2006 RMB	2005 RMB
Equity			
Share capital	18	80,932	80,932
Reserves	19	121,493	100,585
Total equity attributable to equity holders of the Company		202,425	181,517
Minority interests		1,448	1,444
Total equity		203,873	182,961
Total liabilities and equity		414,041	417,136

Approved and authorised for issue by the Board of Directors on 26 March 2007.

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 92 to 139 form part of these financial statements.