

BALANCE SHEET

at 31 December 2006 (Expressed in Renminbi)

	Note	2006 RMB million	2005 RMB million
Non-current assets			
Property, plant and equipment	14(b)	5	3
Investments in subsidiaries	19	475,784	469,993
		475,789	469,996
Current assets			
Amounts due from subsidiaries	19	10,675	9,023
Other receivables		76	13
Deposits with banks		—	134
Cash and cash equivalents	27	5,010	4,551
		15,761	13,721
Current liabilities			
Accrued expenses and other payables		20	24
Amount due to immediate holding company	26	186	96
Amount due to a subsidiary	19	2,996	—
		3,202	120
Net current assets			
		12,559	13,601
Total assets less current liabilities			
		488,348	483,597
Non-current liabilities			
Amount due to a subsidiary	19	(9,941)	(12,912)
Interest-bearing borrowings	30(b)	(23,633)	(23,633)
		(33,574)	(36,545)
NET ASSETS			
		454,774	447,052
CAPITAL AND RESERVES			
Share capital	34(b)	2,130	2,116
Reserves		452,644	444,936
TOTAL EQUITY			
		454,774	447,052

Approved and authorized for issue by the board of directors on 21 March 2007

Wang Jianzhou

Director

Xue Taohai

Director

The notes on pages 64 to 117 form part of these financial statements.