

BALANCE SHEET

at 31 December 2003
(Amounts in millions)

	Note	2003 RMB	2002 RMB
Non-current assets			
Property, plant and equipment	18	131,043	129,009
Construction in progress	19	20,272	15,869
Interests in subsidiaries	20	96,308	90,566
Investments	21	478	561
Interests in associates	22	5,946	5,434
Interests in jointly controlled entities	23	1,043	375
Deferred tax assets	27	1,526	108
Other assets		1,321	1,378
Total non-current assets		257,937	243,300
Current assets			
Cash and cash equivalents		6,345	8,478
Time deposits with financial institutions		236	221
Trade accounts receivable	24	7,080	9,968
Bills receivable	24	1,282	1,922
Inventories	25	23,056	25,768
Prepaid expenses and other current assets	26	29,108	26,715
Total current assets		67,107	73,072
Current liabilities			
Short-term debts	28	11,894	19,003
Loans from Sinopec Group Company and fellow subsidiaries	28	2,321	2,452
Trade accounts payable	29	18,117	18,488
Bills payable	29	18,006	23,070
Accrued expenses and other payables	30	33,895	22,564
Income tax payable		2,012	1,311
Total current liabilities		86,245	86,888
Net current liabilities		(19,138)	(13,816)
Total assets less current liabilities		238,799	229,484
Non-current liabilities			
Long-term debts	28	31,037	26,248
Loans from Sinopec Group Company and fellow subsidiaries	28	37,686	37,616
Deferred tax liabilities	27	1,425	1,042
Other liabilities		752	755
Total non-current liabilities		70,900	65,661
Net assets		167,899	163,823
Shareholders' funds			
Share capital	31	86,702	86,702
Reserves		81,197	77,121
		167,899	163,823

Approved and authorised for issue by the board of directors on 26 March 2004

Chen Tonghai
Chairman

Wang Jiming
Vice Chairman and President

Zhang Jiaren
Director, Senior Vice President and
Chief Financial Officer

The notes on pages 133 to 158 form part of these financial statements.