

Detailed Guideline for Asset Separation of Type I Telecommunications Enterprises

1	Assets	Asset Separation Method
11	Current assets	
1100.2X00	Cash and cash equivalents	Either directly or indirectly attribute to the related telecommunications services or separate base on the separation method of the general administrative functions.
1110.2X00	Short-term investments	Same as above.
1120.2X00	Notes receivable - Net	Same as above.
1140.2X00	Account receivable – Net	Same as above.
1160.2X00	Other receivable	Same as above.
1200.2X00	Inventories	Either directly attribute to various telecommunications services or allocate to various assets base on the value of assets requiring maintenance and then separate based on the separation method of the specific assets.
1260.2X00	Prepaid expenses	Either directly attribute to various telecommunications services or attribute to the benefited units base on the actual situation, then allocate to the proper Pool base on the implementing functions of the benefited units, and finally separate base on the related assets of the Pool or the separation method.
1280.2X00	Other current assets	Same as above.
14XX.2X00	Funds and long-term investments	Either directly attribute or indirectly allocate to the related telecommunications services or separate base on the separation method of the generally administrative functions.
15	Fixed assets	
	Fixed assets of non-telecommunications equipment	
1501.2X00	Land	<p>Directly attribute to the various telecommunications services or allocate to each department using the land in accordance with the actual usage proportion. Each department then further allocates the land per the implementation function to the appropriate pools and be allocated in accordance with the operation cost separation method relating to each pool.</p> <p>Either directly attribute to the related telecommunications services or allocate to the</p>

		consumption units base on the actual occupation space, then allocate to the proper Pool base on the implementing functions of the consumption units, and finally separate base on the separation method of the related operation costs of the Pool.
1521.2X00	Construction and Buildings	Same as above.
1551.2X00	Transportation Equipment	Either directly attribute to the related telecommunications services or allocate to the consumption units base on the actual percentage of use, then allocate to the proper Pool base on the implementing functions of the consumption units, and finally separate base on the separation method of the related operation costs of the Pool.
1561.2X00	Office facilities	Same as above.
1611.2X00	Leasehold Improvement Leased Assets	Same as above.
1670.2X00	Construction in progress and prepayments on equipment	Either directly attribute or separate following the separation method base on the jointly acquired or standby equipment.
1681.2X00	Other Equipment	Either directly attribute to the related telecommunications services or allocate to the consumption units base on the actual percentage of usage, then allocate to the proper Pool base on the implementing functions of the consumption units, and finally separate base on the separation method of the related operation costs of the Pool.
15X9.2X00	Accumulated depreciation	Separate into the various telecommunications services base on the same separation method of the correspondent assets.
1531.1	Network components of telecommunications	
1531.111X	Local Loop	Separate into the various telecommunications services base on the separation method of the related operation costs.
1531.112X 1531.132X 1531.142X 1531.152X 1531.162X 1531.172X 1531.182X 1531.192X	Relay Line (A circuit which interconnecting Local Exchange Bureaus or Local Exchange Bureau and Collecting Bureau.)	Separate into the various telecommunications services base on the separation method of the related operation costs.

1531.1C2X 1531.1D2X		
1531.121X 1531.131X 1531.141X 1531.151X 1531.161X 1531.171X 1531.191X 1531.1A1X 1531.1B1X 1531.1D1X	Feed Lines (Relay circuit between Head End and Long Distance Central Bureau.)	Separate into the various telecommunications services base on the separation method of the related operation costs.
1531.122X 1531.133X	Trunk Lines (Relay circuit between Long Distance Central Bureau and Main Central Bureau.)	Separate into the various telecommunications services base on the separation method of the related operation costs.
1531.113X 1531.114X 1531.123X 1531.134X 1531.143X 1531.153X 1531.163X 1531.183X 1531.193X 1531.1C3X 1531.1D3X	Exchange Equipment	Separate into the various telecommunications services base on the separation method of the related operation costs.

1531.115X 1531.116X 1531.124X 1531.135X 1531.143X 1531.144X 1531.153X 1531.154X 1531.164X 1531.173X 1531.174X 1531.184X 1531.194X 1531.1C5X 1531.1D4X	Transmission Equipment	Separate into the various telecommunications services base on the separation method of the related operation costs.
1531.117X 1531.125X 1531.136X 1531.145X 1531.155X 1531.165X 1531.175X 1531.185X 1531.195X 1531.1C6X 1531.1D5X	Signal Network Equipment	Separate into the various telecommunications services base on the separation method of the related operation costs.
1531.118X 1531.126X 1531.137X 1531.146X 1531.156X 1531.166X 1531.176X 1531.186X 1531.196X 1531.1D6X	Network Interface Equipment	Separate into the various telecommunications services base on the separation method of the related operation costs.
1531.119X	Directory Services Equipment	Separate into the various telecommunications services base on the separation method of the related operation costs.
1531.127 1531.138	Operator Center	Separate into the various telecommunications services base on the separation method of the related operation costs.

1531.11B0 1531.128 1531.139 1531.147 1531.157 1531.167 1531.177 1531.187 1531.197 1531.1A70 1531.1B70 1531.1C90 1531.1D70 1531.1E70 1531.1Y70 1531.1Z70	Network Management System	Separate into the various telecommunications services base on the separation method of the related operation costs.
1531.11C0 1531.129 1531.13A0 1531.148 1531.158 1531.168 1531.178 1531.188 1531.198 1531.1A80 1531.1B80 1531.1CA0 1531.1D80 1531.1E80 1531.1Y80 1531.1Z80	Network Power Equipment	Separate into the various telecommunications services base on the separation method of the related operation costs.

1531.11D0 1531.12A0 1531.13B0 1531.149 1531.159 1531.169 1531.179 1531.189 1531.199 1531.1A90 1531.1B90 1531.1CB0 1531.1D90 1531.1E90 1531.1Y90 1531.1Z90	Materials management Equipment	Allocate into various telecommunications services base on the actual amounts of received materials.
1531.11W0 1531.12W0 1531.13W0 1531.14W0 1531.15W0 1531.16W0 1531.17W0 1531.18W0 1531.19W0 1531.1AW0 1531.1BW0 1531.1CW0 1531.1DW0 1531.1EW0 1531.1YW0 1531.1ZW0	Other supplement equipment	Separate into various telecommunications services base on the separation method of the related operation costs.
15X9.1XXX	Accumulated depreciation	Separate into specific telecommunications services base on the same separation method of the correspondent assets.
17XX.2X00	Intangible assets	Either directly attribute to the related telecommunications services or allocate to the consumption units base on the actual percentage of usage, then allocate to the proper Pool base on the implementing functions of the consumption units, and finally separate base on the separation method of the related operation costs of the Pool.

