

Consolidated Income Statement

For the year ended 31 December 2002

	Note	2002 RMB'000	2001 RMB'000
Operating Revenue (Turnover):			
GSM Business	4, 32, 34	27,387,925	20,505,058
CDMA Business	3(f), 4, 31(b), 32, 34	3,225,347	—
Data and Internet Business	4, 32, 34	2,793,039	1,820,211
Long Distance Business	4, 32, 34	2,765,723	1,488,733
Paging Business	4, 32, 34	2,161,188	4,341,824
Total service revenue		38,333,222	28,155,826
Sales of telecommunications products	4, 32, 34	2,243,303	1,237,060
Total Operating revenue	4, 34	40,576,525	29,392,886
Operating expenses:			
Leased lines and network capacities	5, 31(a), 32	(1,583,255)	(853,306)
Interconnection charges	32	(3,229,640)	(2,072,584)
Depreciation and amortisation	5	(11,255,724)	(8,262,296)
Personnel	5	(3,335,218)	(2,487,218)
Selling and marketing	3(f), 5, 31(b), 32	(5,980,948)	(3,612,890)
General, administrative and other expenses	5, 6(iv), 32	(5,631,850)	(5,498,997)
Cost of telecommunications products sold	32	(2,236,206)	(1,342,244)
Total operating expenses	6	(33,252,841)	(24,129,535)
Operating profit		7,323,684	5,263,351
Interest income	5	470,282	2,096,972
Finance costs	7	(1,474,441)	(1,917,566)
Other (expense) income, net	5, 8	(16,359)	19,831
Profit before taxation	5	6,303,166	5,462,588
Taxation	10	(1,752,346)	(1,041,137)
Profit after taxation		4,550,820	4,421,451
Minority interests		15,252	35,310
Profit attributable to shareholders		4,566,072	4,456,761
Basic earnings per share (RMB)	14	0.364	0.355
Diluted earnings per share (RMB)	14	0.364	0.355
Number of shares outstanding for basic earnings (in thousands)	14	12,552,996	12,552,996
Number of shares outstanding for diluted earnings (in thousands)	14	12,552,996	12,552,996
Basic earnings per ADS (RMB)	14	3.637	3.550
Diluted earnings per ADS (RMB)	14	3.637	3.550
Number of ADS outstanding for basic earnings (in thousands)	14	1,255,300	1,255,300
Number of ADS outstanding for diluted earnings (in thousands)	14	1,255,300	1,255,300