

Consolidated Income Statement

Year ended 31 December 2005

	Notes	2005 RMB'000	2004 RMB'000
Air traffic revenue	4	35,300,826	30,834,822
Other operating revenue	5	2,990,140	2,685,935
Turnover		38,290,966	33,520,757
Operating expenses			
Jet fuel		(11,777,129)	(8,353,752)
Take-off, landing and depot charges		(4,442,585)	(4,230,349)
Depreciation		(4,512,680)	(3,463,252)
Aircraft maintenance, repair and overhaul		(1,341,773)	(2,835,648)
Employee compensation costs	7	(3,406,825)	(2,921,322)
Air catering charges		(1,242,933)	(1,171,784)
Aircraft and engine operating lease expenses		(1,530,754)	(1,071,256)
Other operating lease expenses		(211,177)	(187,471)
Other flight operation expenses		(3,744,977)	(2,698,234)
Selling and marketing expenses		(1,775,026)	(1,387,088)
General and administrative expenses		(631,291)	(715,350)
Total operating expenses		(34,617,150)	(29,035,506)
Profit from operations	6	3,673,816	4,485,251
Finance revenue	8	1,248,607	79,361
Finance costs	8	(1,773,099)	(1,879,234)
Dilution gains on investments	9	–	410,137
Share of profits less losses from associates	19	224,930	464,044
Profit before tax		3,374,254	3,559,559
Tax	12	(903,874)	(1,010,864)
Profit for the year		2,470,380	2,548,695
Attributable to:			
Equity holders of the parent		2,406,256	2,385,964
Minority interests		64,124	162,731
		2,470,380	2,548,695
Dividend	13		
Interim		–	–
Proposed final		224,793	–
		224,793	–
Earnings per share attributable to equity holders of the parent	14		
Basic		25.5 cents	36.0 cents
Diluted		N/A	36.0 cents