

Consolidated Income Statement

YEAR ENDED 31 DECEMBER 2006

(ALL AMOUNTS EXPRESSED IN THOUSANDS OF RENMINBI, EXCEPT PER SHARE DATA)

	Notes	Group	
		2006	2005
REVENUE			
Oil and gas sales	7, 30	67,827,953	53,417,669
Marketing revenues	8	20,964,093	15,901,325
Other income		155,238	136,749
		88,947,284	69,455,743
EXPENSES			
Operating expenses		(6,999,184)	(5,934,598)
Production taxes		(3,315,661)	(2,596,543)
Exploration expenses		(1,705,075)	(1,293,687)
Depreciation, depletion and amortisation	10	(6,933,214)	(5,964,740)
Dismantlement	31	(472,269)	(252,857)
Special oil gain levy	9	(3,981,170)	—
Impairment losses related to property, plant and equipment		(252,357)	(90,190)
Crude oil and product purchases	8	(20,572,935)	(15,704,100)
Selling and administrative expenses		(1,543,777)	(1,370,368)
Others		(117,301)	(77,062)
		(45,892,943)	(33,284,145)
PROFIT FROM OPERATING ACTIVITIES			
		43,054,341	36,171,598
Interest income	10	781,536	359,294
Finance costs	11	(1,832,130)	(1,100,532)
Exchange gains, net	10	308,382	287,027
Investment income	10	613,028	247,893
Share of profits of associates		321,676	307,075
Non-operating income/(expenses), net		876,423	28,579
PROFIT BEFORE TAX			
	10	44,123,256	36,300,934
Tax	14	(13,196,313)	(10,977,812)
PROFIT FOR THE YEAR			
		30,926,943	25,323,122
DIVIDENDS			
Interim dividend	16	5,334,091	2,138,128
Special interim dividend	16	—	2,138,128
Proposed final dividend	16	6,001,819	4,250,391
		11,335,910	8,526,647
EARNINGS PER SHARE			
Basic	17	RMB0.73	RMB0.62
Diluted	17	RMB0.73	RMB0.61
DIVIDEND PER SHARE			
Interim dividend	16	RMB0.12	RMB0.05
Special interim dividend	16	RMB—	RMB0.05
Proposed final dividend	16	RMB0.14	RMB0.10