

# Statement of Income Appropriation

As at 31 December 2006

(Prepared in accordance with PRC Accounting Standard)

(All amounts in Rmb Thousand Yuan unless otherwise stated)

Items	Note	31 December 2006 Consolidated	31 December 2005 Consolidated	31 December 2006 The Company	31 December 2005 The Company
<b>1. Net profit</b>		<b>2,707,291</b>	2,360,740	<b>2,697,429</b>	2,360,740
Add: Undistributed profits brought forward	5(21)	<b>446,916</b>	1,199,359	<b>785,164</b>	1,355,479
Adjustment on undistributed profits brought forward		<b>(83,453)</b>	–	<b>(83,453)</b>	–
<b>2. Distributable profit</b>		<b>3,070,754</b>	3,560,099	<b>3,399,140</b>	3,716,219
Less: Transfer to statutory surplus reserve fund	5(20)	<b>(415,530)</b>	(357,493)	<b>(269,743)</b>	(236,074)
Transfer to statutory public welfare fund	5(20)	–	(296,783)	–	(236,074)
<b>3. Profit distributable to shareholders</b>		<b>2,655,224</b>	2,905,823	<b>3,129,397</b>	3,244,071
Less: Dividends of preferred shares		–	–	–	–
Transfer to discretionary surplus reserve	5(20)	<b>(759,910)</b>	(1,281,777)	<b>(759,910)</b>	(1,281,777)
Dividends declared		<b>(1,348,714)</b>	(1,177,130)	<b>(1,348,714)</b>	(1,177,130)
<b>4. Undistributed profits carried forward</b>	5(21)	<b>546,600</b>	446,916	<b>1,020,773</b>	785,164

The accompanying notes form an integral part of these financial statements.

Legal representative:

Person in charge of  
accounting function:

Person in charge of  
accounting department: