

INCOME STATEMENT

FOR THE YEAR ENDED 31 DECEMBER 2006

	Note	2006 Rmb'000	2005 Rmb'000
Revenues			
Aeronautical	5	2,296,099	2,046,269
Non-aeronautical	5	863,764	1,048,063
		<u>3,159,863</u>	<u>3,094,332</u>
Business tax and levies			
Aeronautical		(68,883)	(60,818)
Non-aeronautical		(53,674)	(49,536)
		<u>(122,557)</u>	<u>(110,354)</u>
Operating expenses			
Depreciation and amortisation		(498,766)	(504,090)
Utilities and power		(194,082)	(229,018)
Aviation safety and security guard costs	21	(180,831)	—
Repairs and maintenance		(175,172)	(184,453)
Staff costs	20	(135,001)	(418,281)
Greening and environmental maintenance		(93,122)	(24,023)
Real estate and other taxes		(53,475)	(51,214)
General, administrative and other expenses		(132,392)	(256,406)
		<u>(1,462,841)</u>	<u>(1,667,485)</u>
Other gains	21	56,758	47,945
Operating profit	22	<u>1,631,223</u>	<u>1,364,438</u>
Interest expenses of short-term bank borrowings		(5,478)	(22,177)
Share of (loss) / profit of associates	9	(273)	179
Profit before income tax		<u>1,625,472</u>	<u>1,342,440</u>
Income tax expense	24	(532,573)	(426,939)
Profit for the year		<u><u>1,092,899</u></u>	<u><u>915,501</u></u>

INCOME STATEMENT (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2006

	<i>Note</i>	2006 Rmb'000	2005 <i>Rmb'000</i>
Attributable to:			
Equity holders of the Company	25	1,092,899	908,509
Minority interests		—	6,992
		<u>1,092,899</u>	<u>915,501</u>
Earnings per share for profit attributable to the equity holders of the Company during the year, basic and diluted (Rmb)			
	26	<u>0.28</u>	<u>0.24</u>
Dividends			
Interim dividend declared	27	151,269	114,923
Final dividend proposed	27	<u>357,032</u>	<u>319,577</u>

The notes on pages 56 to 116 are an integral part of these financial statements.