

## CONSOLIDATED STATEMENT OF INCOME

for the year ended 31 December 2002  
 (Amounts in millions, except per share data)

	Note	2002 RMB	2001 RMB
<b>Operating revenues</b>	20	<b>75,496</b>	68,546
<b>Operating expenses</b>			
Depreciation and amortisation		(20,882)	(19,451)
Network operations and support		(20,131)	(20,269)
Selling, general and administrative		(10,468)	(9,401)
Other operating expenses	21	(2,637)	(1,327)
<b>Total operating expenses</b>	22	<b>(54,118)</b>	(50,448)
<b>Operating profit</b>		<b>21,378</b>	18,098
Deficit on revaluation of property, plant and equipment	3	—	(11,930)
Net finance (costs)/income	23	(632)	293
Investment income		4	310
Share of profit from associates		35	22
<b>Profit before taxation and minority interests</b>		<b>20,785</b>	6,793
Taxation	24	(3,855)	69
<b>Profit before minority interests</b>		<b>16,930</b>	6,862
Minority interests		(66)	21
<b>Profit attributable to shareholders</b>	27	<b>16,864</b>	6,883
<b>Basic earnings per share</b>	29	<b>0.24</b>	0.10
Weighted average number of shares	29	69,242	68,317

The notes on pages 71 to 109 form part of these financial statements.