

FINANCIAL SUMMARY

(Amounts in millions, except per share data)

	Year ended 31 December			
	2002 RMB	2001 RMB	2000 RMB	1999 RMB
Results				
Upfront connection fees	6,018	6,290	6,322	5,923
Upfront installation fees	995	780	583	442
Monthly fees	12,460	10,186	7,763	6,829
Local usage fees	22,392	21,004	20,503	18,371
DLD	14,365	14,676	17,190	15,220
ILD	3,285	3,392	5,177	6,043
Internet	3,775	2,150	1,144	435
Managed data	1,789	1,477	1,750	1,429
Interconnections	4,363	3,814	4,869	4,779
Leased line	3,095	2,862	4,268	4,549
Others	2,959	1,915	1,452	1,271
Operating revenues	75,496	68,546	71,021	65,291
Depreciation and amortisation	(20,882)	(19,451)	(17,386)	(14,903)
Network operations and support	(20,131)	(20,269)	(19,004)	(15,584)
Selling, general and administrative	(10,468)	(9,401)	(9,743)	(7,553)
Other operating expenses	(2,637)	(1,327)	(1,264)	(889)
Operating expenses	(54,118)	(50,448)	(47,397)	(38,929)
Operating profit	21,378	18,098	23,624	26,362
Deficit on revaluation of property, plant and equipment	—	(11,930)	—	—
Net finance (costs)/income	(632)	293	298	(516)
Investment income	4	310	177	95
Share of profit from associates	35	22	45	20
Profit before taxation	20,785	6,793	24,144	25,961
Taxation	(3,855)	69	(4,857)	(5,459)
Profit before minority interests	16,930	6,862	19,287	20,502
Minority interests	(66)	21	(68)	(93)
Profit attributable to shareholders	16,864	6,883	19,219	20,409
Basic earnings per share	0.24	0.10	0.28	0.30

FINANCIAL SUMMARY

(Amounts in millions)

		As at 31 December		
	2002	2001	2000	1999
	RMB	RMB	RMB	RMB
Financial condition				
Property, plant and equipment, net	149,165	138,623	127,528	116,461
Construction in progress	20,319	23,274	28,656	26,313
Other non-current assets	14,866	13,309	14,516	11,158
Cash and bank deposits	17,739	4,355	14,200	15,640
Other current assets	8,763	9,773	12,501	12,795
Total assets	210,852	189,334	197,401	182,367
Current liabilities	57,627	57,444	43,799	36,443
Non-current liabilities	27,083	33,465	51,033	54,508
Total liabilities	84,710	90,909	94,832	90,951
Minority interests	1,134	940	950	866
Shareholders' equity	125,008	97,485	101,619	90,550
Total liabilities and shareholders' equity	210,852	189,334	197,401	182,367

Note:

The above summary present the results of the Company and its subsidiaries as if the Group had been in existence throughout the years presented and as if the Predecessor Operations were transferred to the Company from China Telecommunications Corporation as at 1 January 1999.