

# Unaudited Condensed Consolidated Interim Accounts

## Unaudited Condensed Consolidated Income Statement

For the six months ended 30 June 2003

(Expressed in thousands of Renminbi ("RMB"), except per share data)

	Note	Unaudited Six months ended 30 June 2003	As restated 2002 (Note 2)
Operating Revenue (Turnover):			
GSM Business	3, 28, 30	20,041,009	12,938,301
CDMA Business	3, 16(a), 19, 28, 30	7,207,722	354,030
Data and Internet Business	3, 28, 30	1,576,865	1,308,984
Long Distance Business	3, 28, 30	1,095,777	1,115,102
Paging Business	3, 28, 30	726,932	1,231,021
Total service revenue		30,648,305	16,947,438
Sales of telecommunications products	3, 28, 30	1,318,939	1,043,406
Total operating revenue	3, 30	31,967,244	17,990,844
Operating expenses:			
Leased lines and network capacities	4, 28	(1,952,209)	(736,960)
Interconnection charges	28, 29	(2,577,430)	(1,268,184)
Depreciation and amortisation	4	(8,179,435)	(5,347,998)
Personnel	4, 9, 10	(2,224,348)	(1,409,262)
Selling and marketing	4, 16(a), 19, 28	(6,737,895)	(2,089,966)
General, administrative and other expenses	4, 5, 28	(4,589,162)	(2,535,536)
Cost of telecommunications products sold	28	(1,428,650)	(1,167,509)
Total operating expenses		(27,689,129)	(14,555,415)
Operating profit		4,278,115	3,435,429
Interest income	4	104,909	266,658
Finance costs	6	(1,019,344)	(761,267)
Other (expense) income, net	7	(9,985)	42,158
Profit before taxation	4	3,353,695	2,982,978
Taxation	2, 8	(966,170)	(843,434)
Profit after taxation		2,387,525	2,139,544
Minority interests		(2,252)	(2,789)
Profit attributable to shareholders		2,385,273	2,136,755
Basic earnings per share (RMB)	12	0.190	0.170
Diluted earnings per share (RMB)	12	0.190	0.170