

CONSOLIDATED INCOME STATEMENT

for the year ended 31 December 2003 (Expressed in Renminbi)

	Note	2003 RMB million	2002 restated RMB million
Operating revenue (Turnover)	3		
Usage fees		111,027	93,272
Monthly fees		20,666	16,901
Other operating revenue		26,911	18,388
		158,604	128,561
Operating expenses			
Leased lines		4,914	5,287
Interconnection		12,868	12,975
Depreciation		36,611	26,827
Personnel		7,700	6,757
Other operating expenses	4	43,308	27,919
		105,401	79,765
Profit from operations		53,203	48,796
Amortisation of goodwill	16	(1,850)	(936)
Other net income	5	2,464	1,686
Non-operating net income	6	434	571
Interest income		807	713
Finance costs	7(a)	(2,099)	(1,852)
Profit from ordinary activities before taxation	7	52,959	48,978
Taxation	10(a)	(17,412)	(16,375)
Profit from ordinary activities after taxation		35,547	32,603
Minority interests		9	(2)
Profit attributable to shareholders	11 & 33(a)	35,556	32,601
Dividends attributable to the year:			
Interim dividend declared and paid during the year	12(a)	3,339	—
Final dividend proposed after the balance sheet date	12(a)	4,178	6,678
		7,517	6,678
Earnings per share			
Basic	13(a)	RMB1.81	RMB 1.70
Diluted	13(b)	RMB1.81	RMB 1.70

The notes on pages 74 to 112 form part of these financial statements.