

CONSOLIDATED INCOME STATEMENT

for the year ended 31 December 2005 (Expressed in Renminbi)

	Note	2005 RMB million	2004 RMB million (restated)
Operating revenue (Turnover)	3		
Usage fees		156,710	128,534
Monthly fees		25,055	24,760
Other operating revenue		61,276	39,087
		243,041	192,381
Operating expenses			
Leased lines		3,224	3,861
Interconnection		15,309	12,072
Depreciation		56,368	44,186
Personnel	7(b)	14,200	9,972
Other operating expenses	4	80,254	62,811
		169,355	132,902
Profit from operations		73,686	59,479
Amortization of goodwill	16	—	(1,930)
Other net income	5	3,284	3,167
Non-operating net income	6	1,025	900
Interest income		1,615	1,014
Finance costs	7(a)	(1,346)	(1,679)
Profit before taxation	7	78,264	60,951
Taxation	10(a)	(24,675)	(19,180)
Profit for the year		53,589	41,771
Attributable to:			
Equity shareholders of the Company		53,549	41,749
Minority interests		40	22
Profit for the year		53,589	41,771
Dividends payable to equity shareholders of the Company attributable to the year:			
Interim dividend declared and paid during the year	12(a)	9,259	4,175
Final dividend proposed after the balance sheet date	12(a)	11,767	9,614
		21,026	13,789
Earnings per share			
Basic	13(a)	RMB2.71	RMB2.12
Diluted	13(b)	RMB2.70	RMB2.12

The notes on pages 65 to 121 form part of these financial statements.