

## CONSOLIDATED INCOME STATEMENT

for the year ended 31 December 2005  
(Amounts in millions, except per share data)

	Note	2005 RMB	2004 RMB
<b>Operating revenues</b>	21	<b>169,310</b>	161,212
<b>Operating expenses</b>			
Depreciation and amortisation		<b>(49,652)</b>	(47,170)
Network operations and support		<b>(47,793)</b>	(43,070)
Selling, general and administrative		<b>(27,393)</b>	(27,003)
Other operating expenses	22	<b>(5,518)</b>	(4,139)
<b>Total operating expenses</b>	23	<b>(130,356)</b>	(121,382)
<b>Operating profit</b>		<b>38,954</b>	39,830
Deficit on revaluation of property, plant and equipment	4	–	(1,262)
Net finance costs	24	<b>(4,895)</b>	(5,340)
Investment (loss)/income		<b>(7)</b>	6
Share of profit from associates		<b>62</b>	29
<b>Profit before taxation</b>		<b>34,114</b>	33,263
Income tax	25	<b>(6,160)</b>	(5,187)
<b>Profit for the year</b>		<b>27,954</b>	28,076
<b>Attributable to:</b>			
Equity holders of the Company		<b>27,912</b>	28,023
Minority interests	3(i)	<b>42</b>	53
<b>Profit for the year</b>		<b>27,954</b>	28,076
<b>Basic earnings per share</b>	30	<b>0.34</b>	0.36
<b>Weighted average number of shares</b>	30	<b>80,932</b>	78,840

The notes on pages 81 to 122 form part of these financial statements.