

CONSOLIDATED STATEMENT OF INCOME

for the year ended 31 December 2002
 (Amounts in millions, except per share data)

	Note	2002 RMB	2001 RMB
Operating revenues	20	75,496	68,546
Operating expenses			
Depreciation and amortisation		(20,882)	(19,451)
Network operations and support		(20,131)	(20,269)
Selling, general and administrative		(10,468)	(9,401)
Other operating expenses	21	(2,637)	(1,327)
Total operating expenses	22	(54,118)	(50,448)
Operating profit		21,378	18,098
Deficit on revaluation of property, plant and equipment	3	—	(11,930)
Net finance (costs)/income	23	(632)	293
Investment income		4	310
Share of profit from associates		35	22
Profit before taxation and minority interests		20,785	6,793
Taxation	24	(3,855)	69
Profit before minority interests		16,930	6,862
Minority interests		(66)	21
Profit attributable to shareholders	27	16,864	6,883
Basic earnings per share	29	0.24	0.10
Weighted average number of shares	29	69,242	68,317

The notes on pages 71 to 109 form part of these financial statements.