

Consolidated Statement of Changes in Equity

For the year ended 31 December 2009

(Amounts in millions)

Attributable to equity holders of the Company											
	Share capital	Capital reserve	Share premium	Re-valuation reserve	Statutory reserves	Other reserves	Exchange reserve	Retained earnings	Total	Minority interests	Total equity
Note	RMB	RMB	RMB	RMB	RMB	RMB	RMB	RMB	RMB	RMB	RMB
Balance as at 1 January 2008	80,932	(2,804)	10,746	11,972	52,367	8,327	(582)	63,563	224,521	1,451	225,972
Deferred tax on revaluation surplus of property, plant and equipment realised	—	—	—	—	—	127	—	(127)	—	—	—
Revaluation surplus realised	—	—	—	(562)	—	—	—	562	—	—	—
Deferred tax on land use rights realised	—	—	—	—	—	(132)	—	132	—	—	—
Distributions to minority interests	—	—	—	—	—	—	—	—	—	(34)	(34)
Dividends	31	—	—	—	—	—	—	(6,125)	(6,125)	—	(6,125)
Distribution to China Telecommunications Corporation	—	—	—	—	—	(535)	—	—	(535)	—	(535)
Adjustment to statutory reserves	—	—	—	—	3,718	—	—	(3,718)	—	—	—
Transfer from retained earnings to other reserves	—	—	—	—	—	425	—	(425)	—	—	—
Consideration for the acquisition of the Fourth Acquired Company	1	—	—	—	—	(5,557)	—	—	(5,557)	—	(5,557)
Total comprehensive income for the year	—	—	—	—	—	(69)	(83)	884	732	95	827
Balance as at 31 December 2008	80,932	(2,804)	10,746	11,410	56,085	2,586	(665)	54,746	213,036	1,512	214,548
Deferred tax on revaluation surplus of property, plant and equipment realised	—	—	—	—	—	125	—	(125)	—	—	—
Revaluation surplus realised	—	—	—	(547)	—	—	—	547	—	—	—
Deferred tax on land use rights realised	—	—	—	—	—	(147)	—	147	—	—	—
Distributions to minority interests	—	—	—	—	—	—	—	—	—	(867)	(867)
Disposal of a subsidiary	—	—	—	—	—	—	—	—	—	(43)	(43)
Dividends	31	—	—	—	—	—	—	(6,067)	(6,067)	—	(6,067)
Appropriations	21	—	—	—	4,521	—	—	(4,521)	—	—	—
Total comprehensive income for the year	—	—	—	—	—	343	(2)	14,422	14,763	279	15,042
Balance as at 31 December 2009	80,932	(2,804)	10,746	10,863	60,606	2,907	(667)	59,149	221,732	881	222,613

The notes on pages 110 to 166 form part of these financial statements.