



CONSOLIDATED INCOME STATEMENT (UNAUDITED)

for the six-month period ended 30 June 2006
(Amounts in millions, except per share data)

	Note	Six-month periods ended 30 June	
		2006 RMB	2005 RMB
Operating revenues	8	86,936	84,023
Operating expenses			
Depreciation and amortisation		(25,479)	(24,178)
Network operations and support		(13,512)	(13,250)
Selling, general and administrative		(10,407)	(9,074)
Personnel expenses	9	(13,315)	(13,254)
Other operating expenses	10	(2,991)	(2,524)
Total operating expenses		(65,704)	(62,280)
Operating profit		21,232	21,743
Net finance costs	11	(2,592)	(2,468)
Investment loss		(20)	(9)
Share of profit from associates		7	3
Profit before taxation		18,627	19,269
Income tax	12	(4,510)	(4,556)
Profit for the period		14,117	14,713
Attributable to:			
Equity holders of the Company		14,084	14,696
Minority interests		33	17
Profit for the period		14,117	14,713
Basic earnings per share	14	0.17	0.18
Weighted average number of shares	14	80,932	80,932

The notes on pages 12 to 25 form part of these interim financial statements.