

Consolidated Income Statement (Unaudited)

for the six-month period ended 30 June 2008
(Amounts in millions, except per share data)

	Note	Six-month periods ended 30 June	
		2008 RMB	2007 RMB (restated)
Operating revenues	11	90,434	89,757
Operating expenses			
Depreciation and amortisation		(26,544)	(26,089)
Network operations and support		(16,670)	(14,725)
Selling, general and administrative		(11,103)	(11,157)
Personnel expenses	12	(13,857)	(13,667)
Other operating expenses	13	(3,508)	(3,434)
Total operating expenses		(71,682)	(69,072)
Operating profit		18,752	20,685
Net finance costs	14	(2,289)	(2,013)
Investment loss		(4)	–
Share of profit from associates		34	9
Profit before taxation		16,493	18,681
Income tax	15	(3,816)	(4,898)
Profit for the period		12,677	13,783
Attributable to:			
Equity holders of the Company		12,634	13,756
Minority interests		43	27
Profit for the period		12,677	13,783
Basic earnings per share	17	0.16	0.17
Weighted average number of shares	17	80,932	80,932

The notes on pages 15 to 33 form part of these interim financial statements.