

# CONSOLIDATED STATEMENT OF INCOME

(All amounts in Renminbi ("RMB") millions, except per share data)

	Note	Year ended 31 December	
		2018	2017
Revenue	6	290,877	274,829
Interconnection charges		(12,579)	(12,617)
Depreciation and amortisation		(75,777)	(77,492)
Network, operation and support expenses	7	(55,077)	(54,507)
Employee benefit expenses	8	(48,143)	(42,471)
Costs of telecommunications products sold	9	(27,604)	(26,643)
Other operating expenses	10	(62,561)	(57,166)
Finance costs	11	(1,625)	(5,734)
Interest income		1,712	1,647
Share of net profit of associates		2,477	893
Share of net profit of joint ventures		598	574
Other income – net	12	783	1,280
<b>Profit before income tax</b>		<b>13,081</b>	<b>2,593</b>
Income tax expenses	13	(2,824)	(743)
<b>Profit for the year</b>		<b>10,257</b>	<b>1,850</b>
<b>Profit attributable to:</b>			
Equity shareholders of the Company		10,197	1,828
Non-controlling interests		60	22
<b>Earnings per share for profit attributable to equity shareholders of the Company during the year:</b>			
Basic earnings per share (RMB)	14	0.33	0.07
Diluted earnings per share (RMB)	14	0.33	0.07

Note: The Group has initially applied IFRS/HKFRS 15 and IFRS/HKFRS 9 (2014) at 1 January 2018. Under the transition method chosen, comparative information is not restated. See Note 2.

Details of dividends attributable to equity shareholders of the Company for the years ended 31 December 2018 and 2017 are set out in Note 32.

The notes on pages 102 to 193 are an integral part of these consolidated financial statements.