

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

(All amounts in RMB millions)

| | Attributable to equity shareholders of the Company | | | | | | Total | Non-controlling interests | Total equity |
|---|--|----------------------|--------------------------------|--------------------|-----------------|------------------|----------------|---------------------------|----------------|
| | Share capital | General risk reserve | Investment revaluation reserve | Statutory reserves | Other reserves | Retained profits | | | |
| Balance at 1 January 2017 | 179,102 | 33 | (6,936) | 28,827 | (42,941) | 69,322 | 227,407 | 275 | 227,682 |
| Total comprehensive income for the year | - | - | (58) | - | (172) | 1,828 | 1,598 | 22 | 1,620 |
| Issue of share capital | 74,954 | - | - | - | - | - | 74,954 | - | 74,954 |
| Share of associate's other reserve | - | - | - | - | 91 | - | 91 | - | 91 |
| Appropriation to statutory reserves | - | - | - | 50 | - | (50) | - | - | - |
| Appropriation to other reserves | - | 194 | - | - | - | (194) | - | - | - |
| Balance at 31 December 2017 | 254,056 | 227 | (6,994) | 28,877 | (43,022) | 70,906 | 304,050 | 297 | 304,347 |
| Impact on initial application of IFRS/ HKFRS 15 | - | - | - | 175 | - | 1,575 | 1,750 | - | 1,750 |
| Impact on initial application of IFRS/ HKFRS 9 (2014) | - | - | - | (85) | - | (768) | (853) | - | (853) |
| Balance at 1 January 2018 | 254,056 | 227 | (6,994) | 28,967 | (43,022) | 71,713 | 304,947 | 297 | 305,244 |
| Total comprehensive income for the year | - | - | (381) | - | 136 | 10,197 | 9,952 | 60 | 10,012 |
| Capital contribution from non-controlling interests | - | - | - | - | - | - | - | 7 | 7 |
| Appropriation to statutory reserves | - | - | - | 52 | - | (52) | - | - | - |
| Appropriation to other reserves | - | 247 | - | - | - | (247) | - | - | - |
| Dividends relating to 2017 (Note 32) | - | - | - | - | - | (1,591) | (1,591) | - | (1,591) |
| Capital contribution relating to share-based payment borne by China United Network Communications Limited ("A Share Company") (Note 43) | - | - | - | - | 614 | - | 614 | - | 614 |
| Balance at 31 December 2018 | 254,056 | 474 | (7,375) | 29,019 | (42,272) | 80,020 | 313,922 | 364 | 314,286 |

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.

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