

INCOME STATEMENT

(All references to “\$” are to the Hong Kong dollar)

For the year ended 31 December 2004

	<i>Note</i>	2004 \$'000	2003 \$'000
Turnover	2	1,681,994	1,642,301
Direct cost of goods sold and services provided			
– Cost of handsets and accessories		(327,689)	(271,517)
– Interconnection costs		(210,677)	(186,568)
		1,143,628	1,184,216
Other revenue	4	3,383	3,903
Other net income	4	154	705
Operating expenses	5	(821,021)	(798,320)
Profit from operations		326,144	390,504
Finance costs	6(i)	(16,879)	(64,516)
Profit from ordinary activities before taxation	6	309,265	325,988
Income tax	9	(57,660)	(55,912)
Profit attributable to shareholders		251,605	270,076
Dividend			
Interim dividend declared and paid during the year	10	96,673	–
Final dividend proposed after the balance sheet date	10	133,855	–
		230,528	–
Earnings per share (in HK\$)			
– Basic	11	0.38	0.62
– Diluted	11	0.38	0.49
EBITDA	12	535,421	581,012

The notes on pages 45 to 77 form part of these financial statements.