

Income Statements

for the year ended 31 December 2008

| | Notes | Consolidated | | Parent Entity | |
|---|-------|----------------|----------------|----------------|----------------|
| | | 2008 \$'000 | 2007 \$'000 | 2008 \$'000 | 2007 \$'000 |
| Revenue from continuing operations | 2 | 1,623,289 | 1,318,692 | 151,882 | 121,850 |
| Cost of interconnection and variable content costs | | (306,376) | (260,081) | (709) | (1,193) |
| Other direct costs of provision of telecommunication services and goods | | (492,305) | (403,679) | (6,968) | (8,635) |
| Cost of handsets sold | | (387,465) | (338,587) | – | – |
| Employee benefits expense | | (129,546) | (114,509) | (3,167) | (2,006) |
| Advertising and promotion expenses | | (56,834) | (52,625) | (283) | (523) |
| Other operating expenses | | (111,167) | (87,307) | (322) | (5,209) |
| Other income / (expenses) | 3 | 3,786 | 4,373 | (243) | 287 |
| Share of net profits of joint venture partnership accounted for using the equity method | 12 | 6,500 | 1,365 | – | – |
| Capitalisation of customer acquisition and retention costs | | 50,169 | 46,324 | – | – |
| Depreciation and amortisation expense | 4 | (258,571) | (237,912) | (7,637) | (5,594) |
| Finance costs | 4 | (104,582) | (161,160) | (2,402) | (38,897) |
| (Loss) / profit before income tax | | (163,102) | (285,106) | 130,151 | 60,080 |
| Income tax expense | 5 | – | – | – | – |
| (Loss) / profit for the year attributable to members of Hutchison Telecommunications (Australia) Limited | 25 | (163,102) | (285,106) | 130,151 | 60,080 |
| | | Cents | Cents | | |
| Earnings per share for loss from continuing operations attributable to the ordinary equity holders of the Company: | | | | | |
| Basic earnings per share | 36 | (21.63) | (41.25) | | |
| Diluted earnings per share | 36 | (21.63) | (41.25) | | |

The above income statements should be read in conjunction with the accompanying notes.