

CONSOLIDATED INCOME STATEMENT

For the year ended 31 December	Notes	2007 HK\$'m	2006 HK\$'m
Interest income		46,056	40,271
Interest expense		(26,661)	(24,436)
Net interest income	5	19,395	15,835
Fees and commission income		8,177	4,985
Fees and commission expenses		(1,903)	(1,268)
Net fees and commission income	6	6,274	3,717
Net trading income	7	1,013	1,567
Net gain on financial instruments designated at fair value through profit or loss		868	321
Net loss on investments in securities	8	(53)	(5)
Net insurance premium income	9	8,426	6,195
Other operating income	10	771	334
Total operating income		36,694	27,964
Net insurance benefits and claims	11	(9,440)	(6,655)
Net operating income before impairment allowances		27,254	21,309
Net (charge)/reversal of impairment allowances	12	(1,448)	1,794
Net operating income		25,806	23,103
Operating expenses	13	(7,773)	(6,558)
Operating profit		18,033	16,545
Net gain from disposal of/fair value adjustments on investment properties	14	1,064	605
Net gain/(loss) from disposal/revaluation of properties, plant and equipment	15	26	(16)
Share of profits less losses of associates	30	3	5
Profit before taxation		19,126	17,139
Taxation	16	(3,309)	(2,855)
Profit for the year		15,817	14,284
Attributable to:			
Equity holders of the Company		15,446	14,007
Minority interests		371	277
		15,817	14,284
Dividends	18	9,674	8,966
		HK\$	HK\$
Earnings per share for profit attributable to the equity holders of the Company	19	1.4609	1.3248

The notes on pages 98 to 215 are an integral part of these financial statements.