

CONSOLIDATED INCOME STATEMENT

For the year ended 31 December	Notes	2008 HK\$'m	2007 HK\$'m
Interest income		35,281	46,056
Interest expense		(15,124)	(26,661)
Net interest income	5	20,157	19,395
Fees and commission income		7,214	8,177
Fees and commission expenses		(2,035)	(1,903)
Net fees and commission income	6	5,179	6,274
Net trading income	7	1,914	1,013
Net (loss)/gain on financial instruments designated at fair value through profit or loss		(452)	868
Net loss on investment in securities	8	(15)	(53)
Net insurance premium income	9	5,891	8,426
Other operating income	10	561	771
Total operating income		33,235	36,694
Net insurance benefits and claims	11	(7,709)	(9,440)
Net operating income before impairment allowances		25,526	27,254
Net charge of impairment allowances	12	(12,573)	(1,448)
Net operating income		12,953	25,806
Operating expenses	13	(8,771)	(7,773)
Operating profit		4,182	18,033
Net (loss)/gain from disposal of/fair value adjustments on investment properties	14	(118)	1,064
Net gain from disposal/revaluation of properties, plant and equipment	15	7	26
Share of profits less losses of associates	30	7	3
Profit before taxation		4,078	19,126
Taxation	16	(1,071)	(3,309)
Profit for the year		3,007	15,817
Attributable to:			
Equity holders of the Company		3,343	15,446
Minority interests		(336)	371
		3,007	15,817
Dividends	18	4,631	9,674
		HK\$	HK\$
Earnings per share for profit attributable to the equity holders of the Company	19	0.3162	1.4609

The notes on pages 101 to 223 are an integral part of these financial statements.