

CONSOLIDATED INCOME STATEMENT

For the year ended 31 December	Notes	2010 HK\$'m	(Restated) 2009 HK\$'m
Interest income		23,449	21,684
Interest expense		(4,715)	(3,752)
Net interest income	5	18,734	17,932
Fee and commission income		9,479	8,536
Fee and commission expense		(2,435)	(2,028)
Net fee and commission income	6	7,044	6,508
Gross earned premiums		8,650	7,762
Gross earned premiums ceded to reinsurers		(2,166)	(18)
Net insurance premium income		6,484	7,744
Net trading gain	7	1,369	1,485
Net gain/(loss) on financial instruments designated at fair value through profit or loss		742	(678)
Net gain/(loss) on investment in securities	8	656	(132)
Other operating income	9	467	482
Total operating income		35,496	33,341
Gross insurance benefits and claims	10	(10,053)	(7,294)
Reinsurers' share of benefits and claims		2,065	8
Net insurance benefits and claims		(7,988)	(7,286)
Net operating income before impairment allowances		27,508	26,055
Net reversal of impairment allowances	11	315	1,190
Net operating income		27,823	27,245
Operating expenses	12	(9,584)	(12,141)
Operating profit		18,239	15,104
Net gain from disposal of/fair value adjustments on investment properties	13	1,511	1,563
Net (loss)/gain from disposal/revaluation of properties, plant and equipment	14	(6)	50
Share of profits less losses after tax of associates	29	(2)	7
Profit before taxation		19,742	16,724
Taxation	15	(3,052)	(2,473)
Profit for the year		16,690	14,251
Profit attributable to:			
Equity holders of the Company		16,196	13,930
Non-controlling interests		494	321
		16,690	14,251
Dividends	17	10,277	9,040
		HK\$	HK\$
Earnings per share for profit attributable to the equity holders of the Company	18	1.5319	1.3175

The notes on pages 114 to 253 are an integral part of these financial statements.