

CONDENSED CONSOLIDATED INCOME STATEMENT

	Notes	(Unaudited) Half-year ended 30 June 2012 HK\$'m	(Unaudited) Half-year ended 30 June 2011 HK\$'m
Interest income		17,772	15,156
Interest expense		(5,153)	(4,951)
Net interest income	4	12,619	10,205
Fee and commission income		5,608	5,432
Fee and commission expense		(1,506)	(1,446)
Net fee and commission income	5	4,102	3,986
Gross earned premiums		6,490	6,524
Gross earned premiums ceded to reinsurers		(3,659)	(3,133)
Net insurance premium income		2,831	3,391
Net trading gain	6	1,408	761
Net gain on financial instruments designated at fair value through profit or loss		186	398
Net gain on other financial assets	7	477	360
Other operating income	8	291	245
Total operating income		21,914	19,346
Gross insurance benefits and claims	9	(7,469)	(7,100)
Reinsurers' share of benefits and claims		3,720	2,880
Net insurance benefits and claims		(3,749)	(4,220)
Net operating income before impairment allowances		18,165	15,126
Net charge of impairment allowances	10	(108)	(30)
Net operating income		18,057	15,096
Operating expenses	11	(5,391)	(1,993)
Operating profit		12,666	13,103
Net gain from disposal of/fair value adjustments on investment properties	12	1,030	1,486
Net gain/(loss) from disposal/revaluation of properties, plant and equipment	13	116	(5)
Share of profits less losses after tax of associates		13	3
Profit before taxation		13,825	14,587
Taxation	14	(2,176)	(2,233)
Profit for the period		11,649	12,354
Profit attributable to:			
Equity holders of the Company		11,243	11,993
Non-controlling interests		406	361
		11,649	12,354
Dividends	15	5,762	6,661
		HK\$	HK\$
Earnings per share for profit attributable to the equity holders of the Company			
Basic and diluted	16	1.0634	1.1343

The notes on pages 43 to 105 are an integral part of this interim financial information.