

# Consolidated income statement

Year ended 31 December 2006

	Notes	2006 HK\$'000	2005 HK\$'000
<b>CONTINUING OPERATIONS</b>			
REVENUE			
Turnover	4	<b>1,993,853</b>	1,826,885
Investment income, net gains, and other income	4	<b>919,198</b>	373,791
Total revenue and gains, net		<b>2,913,051</b>	2,200,676
Less: Reinsurance premiums	5	<b>(140,599)</b>	(154,807)
Net revenue		<b>2,772,452</b>	2,045,869
Policyholders' benefits under insurance contracts	6	<b>(701,529)</b>	(581,354)
Policyholders' benefits under investment contracts	37	<b>(104,193)</b>	(29,233)
Agency commission and allowances		<b>(491,963)</b>	(389,176)
Change in deferred acquisition costs	20	<b>120,885</b>	14,497
Management expenses		<b>(467,976)</b>	(303,608)
Increase in insurance contract liabilities		<b>(744,522)</b>	(652,783)
Finance costs	7	<b>(44,100)</b>	(45,346)
PROFIT BEFORE TAX	8, 9	<b>339,054</b>	58,866
Tax	12	<b>(17,320)</b>	(16,963)
PROFIT FOR THE YEAR FROM CONTINUING OPERATIONS		<b>321,734</b>	41,903
<b>DISCONTINUED OPERATION</b>			
Profit for the year from a discontinued operation	13	<b>715</b>	599
PROFIT FOR THE YEAR ATTRIBUTABLE TO EQUITY HOLDERS OF THE PARENT	14	<b>322,449</b>	42,502
DIVIDENDS			
Interim	15	<b>24,348</b>	8,213
Proposed final		<b>—</b>	32,724
		<b>24,348</b>	40,937
EARNINGS PER SHARE ATTRIBUTABLE TO ORDINARY EQUITY HOLDERS OF THE PARENT			
BASIC	16		
– For profit for the year		<b>39.77 cents</b>	5.18 cents
– For profit from continuing operations		<b>39.68 cents</b>	5.11 cents
DILUTED			
– For profit for the year		<b>39.18 cents</b>	5.11 cents
– For profit from continuing operations		<b>39.10 cents</b>	5.04 cents