

# CONDENSED CONSOLIDATED INCOME STATEMENT

	Notes	(Unaudited) Half-year ended 30 June 2010 HK\$'m	(Unaudited) Half-year ended 30 June 2009 HK\$'m
Interest income		10,671	11,331
Interest expense		(1,707)	(2,317)
<b>Net interest income</b>	4	<b>8,964</b>	9,014
Fee and commission income		4,481	3,884
Fee and commission expense		(1,084)	(937)
<b>Net fee and commission income</b>	5	<b>3,397</b>	2,947
Net trading (loss)/gain	6	(36)	804
Net gain/(loss) on financial instruments designated at fair value through profit or loss		640	(1,395)
Net gain on investment in securities	7	404	67
Net insurance premium income	8	2,798	2,261
Other operating income	9	249	249
<b>Total operating income</b>		<b>16,416</b>	13,947
Net insurance benefits and claims	10	(3,875)	(919)
<b>Net operating income before impairment allowances</b>		<b>12,541</b>	13,028
Net reversal/(charge) of impairment allowances	11	161	(1,115)
<b>Net operating income</b>		<b>12,702</b>	11,913
Operating expenses	12	(4,534)	(4,194)
<b>Operating profit</b>		<b>8,168</b>	7,719
Net gain from disposal of/fair value adjustments on investment properties	13	601	525
Net loss from disposal/revaluation of properties, plant and equipment	14	(1)	(1)
Share of profits less losses after tax of associates		(1)	1
<b>Profit before taxation</b>		<b>8,767</b>	8,244
Taxation	15	(1,414)	(1,369)
<b>Profit for the period</b>		<b>7,353</b>	6,875
<b>Profit attributable to:</b>			
Equity holders of the Company		7,190	6,691
Non-controlling interests		163	184
		<b>7,353</b>	6,875
<b>Dividends</b>	16	<b>4,229</b>	3,013
		HK\$	HK\$
<b>Earnings per share for profit attributable to the equity holders of the Company</b>	17	<b>0.6800</b>	0.6329

The notes on pages 49 to 118 are an integral part of this interim financial information.