

CONSOLIDATED INCOME STATEMENT

For the year ended 31 December 2002

(Expressed in Hong Kong dollars)

	Note	2002 \$	2001 \$
Turnover	2	2,763,646,614	830,391,853
Amount transferred from/(to) revenue account			
Reinsurance business		84,220,373	725,857
Life insurance business		(33,284,194)	1,689,234
		50,936,179	2,415,091
Income from asset management business	2	27,316,129	—
Income from insurance intermediaries business	2	15,323,655	11,618,164
Other revenue	3	149,474,392	105,400,706
Other net (loss)/income	4	(55,087,009)	207,907,545
		187,963,346	327,341,506
Expenditure relating to non-underwriting activities			
Administrative expenses		(128,383,466)	(65,352,754)
Net exchange gains/(losses)		9,016,784	(3,950,835)
		(119,366,682)	(69,303,589)
Profit from operations		68,596,664	258,037,917
Share of losses less profits of associates		(29,259,743)	(2,147,399)
Finance costs	5(a)	(3,160,552)	(405,812)
Profit from ordinary activities before taxation	5	36,176,369	255,484,706
Taxation	6(a)	34,093,053	(37,850,149)
Profit from ordinary activities after taxation		70,269,422	217,634,557
Minority interests		45,153,231	12,594,437
Profit attributable to shareholders	9	115,422,653	230,228,994
Dividends attributable to the year:	10		
Interim dividend declared during the year		19,876,374	15,410,310
Final dividend proposed after the balance sheet date		19,881,174	44,551,801
		39,757,548	59,962,111
Earnings per share	11		
Basic		9 cents	23 cents
Diluted		9 cents	23 cents

The notes on pages 44 to 99 form part of these financial statements.