

CONSOLIDATED PROFIT AND LOSS ACCOUNT

For the year ended 31 December

	Note	2002 HK\$m	2001 HK\$m
Interest income	4	21,463	38,307
Interest expense		(7,521)	(23,320)
Net interest income		13,942	14,987
Other operating income	5	4,172	4,022
Operating income		18,114	19,009
Operating expenses	6	(6,025)	(5,847)
Operating profit before provisions		12,089	13,162
Charge for bad and doubtful debts	7	(2,855)	(7,412)
Operating profit after provisions		9,234	5,750
Restructuring costs		–	(937)
Net loss from disposal/revaluation of fixed assets	8	(1,032)	(1,237)
Net gain from disposal of held-to-maturity securities and investment securities		–	20
(Provision)/write-back of provision for impairment on held-to-maturity securities and investment securities	9	(7)	24
Net gain on disposal of subsidiaries		–	12
Provision for impairment on investments in associates/ gain on disposal of associates		(27)	20
Share of operating (losses)/profits of associates		(100)	81
Profit before taxation		8,068	3,733
Taxation	10	(1,268)	(832)
Profit after taxation		6,800	2,901
Minority interests		(127)	(133)
Profit attributable to shareholders	11	6,673	2,768
Dividends	12	4,208	–
		HK\$	HK\$
Earnings per share	13	63.11 cents	26.18 cents