## **Consolidated Income Statement**

For the year ended 31 December 2006

Interest income   1,444,809   802,660   Interest expense   (534,372)   (36,613)     NET INTEREST INCOME   910,437   766,047		Nistan	2006	2005
Interest expense   (534,372) (36,613)     NET INTEREST INCOME		Notes	HK\$'000	HK\$'000
Interest expense   (534,372) (36,613)     NET INTEREST INCOME	Interest income		1 444 809	802 660
NET INTEREST INCOME         910,437 (766,047)         766,047 (760,047)           Other operating income         5         207,029         134,180           OPERATING INCOME         1,117,466 (310,722)         90,227 (211,587)           OPERATING PROFIT BEFORE IMPAIRMENT LOSS AND ALLOWANCES for loans and allowances for loans and advances and receivables         806,744 (888,640)           Impairment loss and advances and receivables         7         (210,825) (158,751)           OPERATING PROFIT         595,919 (210,825)         529,889           SHARE OF PROFITS AND LOSSES OF A JOINTLY-CONTROLLED ENTITY         176 (210,825) (83,592)           PROFIT BEFORE TAX         596,095 (83,592)           PROFIT FOR THE YEAR         11 (496,637) (446,297)           Attributable to: Equity holders of the holding company         496,637 (446,297)           DIVIDENDS         12 (273,474) (335,461)           Special         273,474 (546,948)           EARNINGS PER SHARE (HK\$)         13 (273,474) (546,948)           EARNINGS PER SHARE (HK\$)         13 (273,474) (356,048)				
Other operating income         5         207,029         134,180           OPERATING INCOME         1,117,466         900,227           Operating expenses         6         (310,722)         (211,587)           OPERATING PROFIT BEFORE IMPAIRMENT LOSS AND ALLOWANCES for loans and allowances for loans and advances and receivables         806,744         688,640           Impairment loss and allowances for loans and advances and receivables         7         (210,825)         (158,751)           OPERATING PROFIT         595,919         529,889           SHARE OF PROFITS AND LOSSES OF A JOINTLY-CONTROLLED ENTITY         176         -           PROFIT BEFORE TAX         596,095         529,889           Tax         10         (99,458)         (83,592)           PROFIT FOR THE YEAR         11         496,637         446,297           Attributable to: Equity holders of the holding company         496,637         446,297           DIVIDENDS         12         273,474         335,461           Special         -         211,487           47,474         546,948           EARNINGS PER SHARE (HK\$)         13           Basic         0.500         0.623			(3.5.75.7	(,,
OPERATING INCOME         1,117,466         900,227           Operating expenses         6         (310,722)         (211,587)           OPERATING PROFIT BEFORE IMPAIRMENT LOSS AND ALLOWANCES         806,744         688,640           Impairment loss and allowances for loans and advances and receivables         7         (210,825)         (158,751)           OPERATING PROFIT         595,919         529,889           SHARE OF PROFITS AND LOSSES OF A JOINTLY-CONTROLLED ENTITY         176         -           PROFIT BEFORE TAX         596,095         529,889           Tax         10         (99,458)         (83,592)           PROFIT FOR THE YEAR         11         496,637         446,297           Attributable to: Equity holders of the holding company         496,637         446,297           DIVIDENDS         12         273,474         335,461           Special         -         211,487           496,637         456,948         456,948           EARNINGS PER SHARE (HK\$)         13         0.500         0.623	NET INTEREST INCOME		910,437	766,047
Operating expenses         6         (310,722)         (211,587)           OPERATING PROFIT BEFORE IMPAIRMENT LOSS AND ALLOWANCES         806,744         688,640           Impairment loss and allowances for loans and advances and receivables         7         (210,825)         (158,751)           OPERATING PROFIT         595,919         529,889           SHARE OF PROFITS AND LOSSES OF A JOINTLY-CONTROLLED ENTITY         176         —           PROFIT BEFORE TAX         596,095         529,889           Tax         10         (99,458)         (83,592)           PROFIT FOR THE YEAR         11         496,637         446,297           Attributable to: Equity holders of the holding company         496,637         446,297           DIVIDENDS         12         —         273,474         335,461           Special         —         273,474         546,948           EARNINGS PER SHARE (HK\$)         13         —         0.500         0.623	Other operating income	5	207,029	134,180
Operating expenses         6         (310,722)         (211,587)           OPERATING PROFIT BEFORE IMPAIRMENT LOSS AND ALLOWANCES         806,744         688,640           Impairment loss and allowances for loans and advances and receivables         7         (210,825)         (158,751)           OPERATING PROFIT         595,919         529,889           SHARE OF PROFITS AND LOSSES OF A JOINTLY-CONTROLLED ENTITY         176         —           PROFIT BEFORE TAX         596,095         529,889           Tax         10         (99,458)         (83,592)           PROFIT FOR THE YEAR         11         496,637         446,297           Attributable to: Equity holders of the holding company         496,637         446,297           DIVIDENDS         12         —         273,474         335,461           Special         —         273,474         546,948           EARNINGS PER SHARE (HK\$)         13         —         0.500         0.623				
OPERATING PROFIT BEFORE IMPAIRMENT LOSS AND ALLOWANCES         806,744         688,640           Impairment loss and allowances for loans and advances and receivables         7         (210,825)         (158,751)           OPERATING PROFIT         595,919         529,889           SHARE OF PROFITS AND LOSSES OF A JOINTLY-CONTROLLED ENTITY         176         —           PROFIT BEFORE TAX         596,095         529,889           Tax         10         (99,458)         (83,592)           PROFIT FOR THE YEAR         11         496,637         446,297           Attributable to: Equity holders of the holding company         496,637         446,297           DIVIDENDS Interim         273,474         335,461           Special         —         211,487           EARNINGS PER SHARE (HK\$)         13           Basic         0.500         0.623				
LOSS AND ALLOWANCES   806,744   688,640     Impairment loss and allowances for loans and advances and receivables   7   (210,825)   (158,751)     OPERATING PROFIT   595,919   529,889     SHARE OF PROFITS AND LOSSES OF A JOINTLY-CONTROLLED ENTITY   176       PROFIT BEFORE TAX   10   (99,458)   (83,592)     PROFIT FOR THE YEAR   11   496,637   446,297     Attributable to: Equity holders of the holding company   496,637   446,297     DIVIDENDS   12	Operating expenses	6	(310,722)	(211,587)
LOSS AND ALLOWANCES   806,744   688,640     Impairment loss and allowances for loans and advances and receivables   7   (210,825)   (158,751)     OPERATING PROFIT   595,919   529,889     SHARE OF PROFITS AND LOSSES OF A JOINTLY-CONTROLLED ENTITY   176       PROFIT BEFORE TAX   10   (99,458)   (83,592)     PROFIT FOR THE YEAR   11   496,637   446,297     Attributable to: Equity holders of the holding company   496,637   446,297     DIVIDENDS   12	ODEDATING PROFIT RECORE IMPAIRMENT			
Impairment loss and allowances for loans and advances and receivables   7			806 744	688 640
To loans and advances and receivables   7   (210,825) (158,751)			000,744	000,040
OPERATING PROFIT         595,919         529,889           SHARE OF PROFITS AND LOSSES OF A JOINTLY-CONTROLLED ENTITY         176         -           PROFIT BEFORE TAX         596,095         529,889           Tax         10         (99,458)         (83,592)           PROFIT FOR THE YEAR         11         496,637         446,297           Attributable to: Equity holders of the holding company         12         273,474         335,461           Special         -         211,487         273,474         546,948           EARNINGS PER SHARE (HK\$)         13         0.500         0.623		7	(210,825)	(158,751)
SHARE OF PROFITS AND LOSSES OF A JOINTLY-CONTROLLED ENTITY				,
A JOINTLY-CONTROLLED ENTITY  PROFIT BEFORE TAX  596,095 529,889  Tax  10 (99,458) (83,592)  PROFIT FOR THE YEAR  11 496,637 446,297  Attributable to: Equity holders of the holding company  12 Interim Special  12 273,474 335,461 - 211,487  EARNINGS PER SHARE (HK\$) Basic  0.500 0.623	OPERATING PROFIT		595,919	529,889
A JOINTLY-CONTROLLED ENTITY  PROFIT BEFORE TAX  596,095 529,889  Tax  10 (99,458) (83,592)  PROFIT FOR THE YEAR  11 496,637 446,297  Attributable to: Equity holders of the holding company  12 Interim Special  12 273,474 335,461 - 211,487  EARNINGS PER SHARE (HK\$) Basic  0.500 0.623				
PROFIT BEFORE TAX  596,095  529,889  Tax  10  (99,458) (83,592)  PROFIT FOR THE YEAR  11  496,637  446,297  Attributable to: Equity holders of the holding company  12  Interim Special  13  EARNINGS PER SHARE (HK\$) Basic  13  0.500  0.623				
Tax 10 (99,458) (83,592)  PROFIT FOR THE YEAR 11 496,637 446,297  Attributable to: Equity holders of the holding company 496,637 446,297  DIVIDENDS 12 273,474 335,461 Special - 211,487  EARNINGS PER SHARE (HK\$) 13  Basic 0.500 0.623	A JOINTLY-CONTROLLED ENTITY		176	
Tax 10 (99,458) (83,592)  PROFIT FOR THE YEAR 11 496,637 446,297  Attributable to: Equity holders of the holding company 496,637 446,297  DIVIDENDS 12 273,474 335,461 Special - 211,487  EARNINGS PER SHARE (HK\$) 13  Basic 0.500 0.623	DDOELT DEFODE TAY		500 005	500,000
PROFIT FOR THE YEAR       11       496,637       446,297         Attributable to:       496,637       446,297         DIVIDENDS       12       273,474       335,461         Special       -       211,487         EARNINGS PER SHARE (HK\$)       13       0.500       0.623	PROFIT BEFORE TAX		596,095	529,889
PROFIT FOR THE YEAR       11       496,637       446,297         Attributable to:       496,637       446,297         DIVIDENDS       12       273,474       335,461         Special       -       211,487         EARNINGS PER SHARE (HK\$)       13       0.500       0.623	Tax	10	(99 458)	(83 592)
Attributable to:		10	(00,100)	(00,002)
Equity holders of the holding company	PROFIT FOR THE YEAR	11	496,637	446,297
Equity holders of the holding company				
DIVIDENDS       12         Interim       273,474       335,461         Special       - 211,487         EARNINGS PER SHARE (HK\$)       13         Basic       0.500       0.623	Attributable to:			
Interim 273,474 335,461 Special - 211,487  273,474 546,948  EARNINGS PER SHARE (HK\$) 13 Basic 0.500 0.623	Equity holders of the holding company		496,637	446,297
Interim 273,474 335,461 Special - 211,487  273,474 546,948  EARNINGS PER SHARE (HK\$) 13 Basic 0.500 0.623				
- 211,487     273,474   546,948     EARNINGS PER SHARE (HK\$)   13     0.500   0.623		12	070 474	005 404
EARNINGS PER SHARE (HK\$)         13           Basic         0.500         0.623			2/3,4/4	
EARNINGS PER SHARE (HK\$) 13 Basic 0.500 0.623	Special			211,407
EARNINGS PER SHARE (HK\$) 13 Basic 0.500 0.623			273,474	546.948
Basic 0.500 0.623				
	EARNINGS PER SHARE (HK\$)	13		
Diluted <b>0.500</b> 0.622	Basic		0.500	0.623
Diluted <b>0.500</b> 0.622				
	Diluted		0.500	0.622