

# Consolidated Revenue Account

For the year ended 31 December 2006

(Expressed in Hong Kong dollars)

	Note	2006 \$	2005 \$
Gross written premiums	5	1,076,161,271	1,099,506,970
Premiums ceded to reinsurers		(437,115,254)	(412,340,069)
<b>Net written premiums</b>		<b>639,046,017</b>	687,166,901
Change in gross provision for unearned premiums		(29,709,484)	73,680,847
Change in reinsurers' share of provision for unearned premiums		18,408,994	(54,790,475)
Change in net provision for unearned premiums		(11,300,490)	18,890,372
<b>Net earned premiums</b>		<b>627,745,527</b>	706,057,273
<b>Commission income</b>		<b>100,736,660</b>	99,351,355
Gross claims paid		(773,639,791)	(806,161,769)
Change in gross provision for outstanding claims		(125,223,725)	406,032,510
Gross claims incurred		(898,863,516)	(400,129,259)
Reinsurers' share of claims paid		328,049,565	332,910,666
Reinsurers' share of change in provision for outstanding claims		404,197,024	(85,642,312)
<b>Net claims incurred</b>		<b>(166,616,927)</b>	(152,860,905)
Change in gross provision for unexpired risks		(1,201,200)	(7,648,800)
Change in reinsurers' share of provision for unexpired risks		7,058,200	(4,351,200)
<b>Change in net provision for unexpired risks</b>		<b>5,857,000</b>	(12,000,000)
<b>Gross commission expenses</b>		<b>(243,681,621)</b>	(222,131,265)
<b>Management expenses</b>		<b>(205,710,502)</b>	(155,818,178)
<b>Other operating expenses</b>		<b>(11,136,085)</b>	(13,850,714)
		<b>(460,528,208)</b>	(391,800,157)
<b>Amount transferred to consolidated income statement</b>		<b>107,194,052</b>	248,747,566

The notes on pages 63 to 127 form part of these financial statements.