



**CIIH**

中保國際控股有限公司

China Insurance International Holdings Company Limited

Stock Code 股份代號: 966

Interim Report 2007  
二零零七年中期報告

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# CONSOLIDATED INCOME STATEMENT

## 綜合損益表

for the six months ended 30 June 2007 – unaudited

截至二零零七年六月三十日止六個月一未經審核

(Expressed in Hong Kong dollars)

(以港幣列示)

		Six months ended 30 June	
		截至六月三十日止六個月	
		2007	2006
		二零零七年	二零零六年
		\$'000	\$'000
		千元	千元
	Note 附註		
<b>Revenue</b>	<b>收入</b>		
Gross premiums written and policy fees	毛承保保費及保單費收入	3	8,317,647
Less: Premiums ceded to reinsurers and retrocessionaires	減: 保費之再保及轉分份額		7,061,496
			(216,230)
Net premiums written and policy fees	淨承保保費及保單費收入		8,101,417
Change in unearned premium provisions, net of reinsurance	未到期責任準備金變化, 減再保險		6,903,968
			(415,164)
Net earned premiums and policy fees	已賺取保費及保單費收入淨額		7,686,253
Net investment income	投資收入淨額	4(a)	975,064
Net realised investment gains	已實現投資收益淨額	4(b)	1,176,401
Net unrealised investment gains	未實現投資收益淨額	4(c)	316,658
Net exchange (loss)/gain	匯兌(虧損)/收益淨額		(4,373)
Other income	其他收入	5	37,839
			10,187,842
Total revenue	收入總額		7,437,616
<b>Benefits, losses and expenses</b>	<b>給付、賠款及費用</b>		
Policyholders' benefits	保單持有人利益	6(a)	(1,869,202)
Net commission expenses	佣金支出淨額	6(b)	(916,726)
Administrative and other expenses	行政及其他費用		(843,592)
Change in life insurance funds, net of reinsurance	壽險責任準備金變化, 減再保險		(5,699,569)
			(4,539,116)
Total benefits, losses and expenses	給付、賠款及費用總額		(9,329,089)
			(6,812,882)
<b>Profit from operations</b>	<b>經營溢利</b>		858,753
Share of (losses)/profits of associates	應佔聯營公司(虧損)/溢利		624,734
Finance costs	財務費用	7(a)	(2,149)
			(73,658)
<b>Profit before taxation</b>	<b>除稅前溢利</b>	7	782,946
Income tax charge	稅項支出	8	(148,024)
			556,527
<b>Profit after taxation</b>	<b>除稅後溢利</b>		(98,923)
			634,922
<b>Attributable to:</b>	<b>應佔:</b>		
Equity holders of the company	股東權益		488,582
Minority interests	少數股東權益		328,285
			146,340
			634,922
			457,604
			cents
			仙
<b>Earnings per share attributable to the equity holders of the company</b>	<b>股東應佔每股盈利</b>	10	
Basic	基本		34.7
Diluted	攤薄		24.5
			34.2
			24.3

The accompanying notes form an integral part of this interim financial report.

所附附註為本中期財務報告的組成部分。

# CONSOLIDATED BALANCE SHEET

## 綜合資產負債表

at 30 June 2007 – unaudited

於二零零七年六月三十日 — 未經審核

(Expressed in Hong Kong dollars)

(以港幣列示)

			At 30 June 2007 於二零零七年 六月三十日 \$'000 千元	At 31 December 2006 於二零零六年 十二月三十一日 \$'000 千元
<b>Assets</b>	<b>資產</b>			
Statutory deposits	法定存款	14	564,471	547,443
Fixed assets	固定資產	11		
– Investment properties	– 投資物業		81,644	106,077
– Other property, plant and equipment	– 其他物業、機械裝置及設備		1,107,659	1,034,690
			<b>1,189,303</b>	<b>1,140,767</b>
Goodwill	商譽		228,185	228,185
Interest in associates	於聯營公司的權益		391,420	350,678
Deferred tax assets	遞延稅項資產		2,638	2,697
Investments in debt and equity securities	債務及股本證券投資	12	31,383,279	25,553,330
Securities purchased under resale agreements	買入返售證券		121,107	–
Amounts due from group companies	應收集團內公司款項		5,484	7,036
Insurance debtors	保險客戶應收賬款	13	887,173	453,167
Reinsurers' share of insurance contract provisions	分保公司應佔保險合約準備		435,041	391,907
Other debtors	其他應收賬款		1,164,827	562,340
Tax recoverable	可收回稅項		–	3,581
Pledged deposits at banks	已抵押銀行存款		119,012	93,676
Deposits at banks with original maturity more than three months	原到期日超過三個月的銀行存款		5,152,461	4,637,850
Cash and cash equivalents	現金及現金等價物	15	8,438,471	6,081,010
			<b>50,082,872</b>	<b>40,053,667</b>
<b>Liabilities</b>	<b>負債</b>			
Life insurance funds	壽險責任準備金		30,946,971	24,406,372
Unearned premium provisions	未到期責任準備金		1,352,601	852,968
Provision for outstanding claims	未決賠款準備		2,223,343	2,186,166
Investment contract liabilities	投資合約負債		109,436	115,681
Deferred tax liabilities	遞延稅項負債		717,686	666,555
Interest-bearing notes	需付息票據		2,900,079	2,844,819
Securities sold under repurchase agreements	賣出回購證券		4,770,309	2,490,366
Amounts due to group companies	應付集團內公司款項		9	413
Insurance creditors	保險客戶應付賬款	16	220,543	240,030
Accrued charges and other creditors	應計費用及其他應付賬款		565,964	601,130
Current taxation	當期稅項		84,233	56,141
Insurance protection fund	保險保障基金		6,398	10,385
			<b>43,897,572</b>	<b>34,471,026</b>
<b>Net assets</b>	<b>資產淨值</b>		<b>6,185,300</b>	<b>5,582,641</b>

# CONSOLIDATED BALANCE SHEET (Continued)

## 綜合資產負債表 (續)

at 30 June 2007 – unaudited

於二零零七年六月三十日 — 未經審核

(Expressed in Hong Kong dollars)

(以港幣列示)

			At 30 June 2007 於二零零七年 六月三十日 \$'000 千元	At 31 December 2006 於二零零六年 十二月三十一日 \$'000 千元
<b>Capital and reserves attributable to the company's equity holders</b>	<b>股東應佔資本及儲備</b>			
Share capital	股本	17	70,631	70,313
Reserves	儲備	19	4,521,888	4,108,006
			<b>4,592,519</b>	4,178,319
<b>Minority interests</b>	<b>少數股東權益</b>		<b>1,592,781</b>	1,404,322
<b>Total equity</b>	<b>總權益</b>		<b>6,185,300</b>	5,582,641

The accompanying notes form an integral part of this interim financial report.

所附附註為本中期財務報告的組成部分。

# CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

## 綜合權益變動表

for the six months ended 30 June 2007 – unaudited

截至二零零七年六月三十日止六個月一未經審核

(Expressed in Hong Kong dollars)

(以港幣列示)

		Total equity attributable to: 應佔總權益:		
		Equity holders of the company 股東權益	Minority interests 少數股東權益	Total 總額
		\$'000 千元	\$'000 千元	\$'000 千元
	Note 附註			
<b>Balance at 1 January 2007</b>	於二零零七年一月一日之結餘	<b>4,178,319</b>	<b>1,404,322</b>	<b>5,582,641</b>
Exchange differences on translation of the financial statements of subsidiaries outside Hong Kong	換算香港以外地區附屬公司財務報表的匯兌差額	19		
Net changes in fair value of available-for-sale securities, net of deferred tax	可供出售證券投資公允價值變動淨額，減遞延稅項	19		
Net income recognised directly in equity	直接確認於權益之淨收入			
Profit for the period	本財務期溢利	19		
Total recognised income for the period	本財務期確認之總收入			
Capital contributions made to a subsidiary	向一間附屬公司注入資本			
Movements in equity arising from capital transactions with equity holders:	與股東進行股本交易而產生之股東權益變動：			
– Shares issued under share option scheme	– 根據認股權計劃發行之股份			
– Net share premium received	– 已收取之股份溢價淨值			
Equity settled share-based transactions	股本償付之股份為本交易	19		
<b>Balance at 30 June 2007</b>	於二零零七年六月三十日之結餘	<b>4,592,519</b>	<b>1,592,781</b>	<b>6,185,300</b>

# CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (Continued)

## 綜合權益變動表 (續)

for the six months ended 30 June 2007 – unaudited

截至二零零七年六月三十日止六個月一未經審核

(Expressed in Hong Kong dollars)

(以港幣列示)

	Note 附註	Total equity attributable to: 應佔總權益:		
		Equity holders of the company 股東權益 \$'000 千元	Minority interests 少數股東權益 \$'000 千元	Total 總額 \$'000 千元
<b>Balance at 1 January 2006</b>	於二零零六年一月一日之結餘	2,507,158	916,087	3,423,245
Exchange differences on translation of the financial statements of subsidiaries outside Hong Kong	換算香港以外地區附屬公司財務報表的匯兌差額	13,056	9,353	22,409
Net changes in fair value of available-for-sale securities, net of deferred tax	可供出售證券投資公允價值變動淨額，減遞延稅項	(45,556)	(47,863)	(93,419)
Net loss recognised directly in equity Profit for the period	直接確認於權益之淨虧損 本財務期溢利	(32,500) 328,285	(38,510) 129,319	(71,010) 457,604
Total recognised income for the period	本財務期確認之總收入	295,785	90,809	386,594
Movements in equity arising from capital transactions with equity holders:	與股東進行股本交易而產生之股東權益變動:			
– Shares issued under share option scheme	– 根據認股權計劃發行之股份	121	–	121
– Net share premium received	– 已收取之股份溢價淨值	3,947	–	3,947
Equity settled share-based transactions	股本償付之股份為本交易	474	–	474
<b>Balance at 30 June 2006</b>	於二零零六年六月三十日之結餘	2,807,485	1,006,896	3,814,381

The accompanying notes form an integral part of this interim financial report.

所附附註為本中期財務報告的組成部分。

# CONDENSED CONSOLIDATED CASH FLOW STATEMENT

## 簡明綜合現金流量表

for the six months ended 30 June 2007 – unaudited

截至二零零七年六月三十日止六個月一未經審核

(Expressed in Hong Kong dollars)

(以港幣列示)

		Six months ended 30 June	
		截至六月三十日止六個月	
		2007	2006
		二零零七年	二零零六年
		\$'000	\$'000
		千元	千元
	Note 附註		
Net cash from operating activities	經營業務現金流入淨額	4,730,984	4,127,912
Net cash used in investing activities	投資業務現金流出淨額	(2,368,045)	(5,342,448)
Net cash used in financing activities	融資活動現金流出淨額	(5,478)	(66,068)
Net increase/(decrease) in cash and cash equivalents	現金及現金等價物增加/ (減少)淨額	2,357,461	(1,280,604)
Cash and cash equivalents at 1 January	於一月一日的現金及現金等價物	6,081,010	4,216,360
Cash and cash equivalents at 30 June	於六月三十日的現金及現金等價物	8,438,471	2,935,756

The accompanying notes form an integral part of this interim financial report.

所附附註為本中期財務報告的組成部分。



# NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT

## 未經審核中期財務報告的附註

(Expressed in Hong Kong dollars)  
(以港幣列示)

### 1 BASIS OF PREPARATION

The interim financial report is unaudited, but has been reviewed by KPMG in accordance with Hong Kong Standards on Review Engagement 2410, "Review of interim financial information performed by the independent auditor of the entity", issued by the HKICPA. KPMG's review report to the board of directors is set out on page 60.

The interim financial report has been prepared in accordance with the applicable requirements of the Listing Rules, including compliance with HKAS 34 "Interim financial reporting" issued by the HKICPA. It was authorised for issuance on 30 August 2007.

The financial information relating to the financial year ended 31 December 2006 included in the interim financial report does not constitute the company's statutory financial statements for that financial year but is derived from those financial statements. Statutory financial statements for the year ended 31 December 2006 are available from the company's registered office. The auditors have expressed an unqualified opinion on those financial statements in their report dated 26 March 2007.

The accounting policies and methods of computation adopted in the 2006 annual financial statements have been applied consistently to this interim financial report.

In 2007, the group adopted the new HKFRSs below, which are relevant to its operations and have resulted in changes to the group's accounting policies for the current and prior periods.

HKFRS 7	Financial instruments: disclosures
Amendment to HKAS 1	Presentation of financial statements: capital disclosures

The HKFRSs that will be effective or are available for voluntary early adoption in the annual financial statements for the year ending 31 December 2007 may be affected by the issuance of additional interpretation(s) or other changes announced by the HKICPA subsequent to the date of issuance of this interim financial report. Therefore the policies that will be applied in the group's financial statements for that period cannot be determined with certainty at the date of issuance of this interim financial report.

The adoption of these new and revised HKFRSs does not have any effect on the profit after taxation and net assets of the group but will result in additional disclosures in the annual financial statements.

### 1 編製基準

此為未經審核的中期財務報告，但已由畢馬威會計師事務所按照香港會計師公會所頒佈的《香港審閱工作準則》第2410號「獨立核數師對中期財務信息的審閱」的準則審閱。畢馬威會計師事務所給予董事會的獨立審閱報告刊於第61頁。

本中期財務報告已根據聯交所上市規則的規定，並遵照香港會計師公會所頒佈的《香港會計準則》第34號「中期財務報告」的準則編製。並於二零零七年八月三十日核准發放。

本中期財務報告包含截至二零零六年十二月三十一日止財政年度的財務資料，這些財務資料均取自本公司該財政年度的法定賬項，惟並不構成本公司該財政年度的法定賬項。截至二零零六年十二月三十一日止年度的法定賬項可於本公司的註冊辦事處索取。核數師已於二零零七年三月二十六日所發佈的核數師報告中，表示對這些賬項提出無保留意見。

編製本中期財務報告所採納的會計政策及計算方法，均與截至二零零六年度全年財務報告所採納的一致。

本集團於二零零七年採納以下有關其業務的新訂《香港財務報告準則》，並導致本財務期及過往期間的本集團會計政策出現變動。

《香港財務報告準則》第7號
金融工具：披露
經修訂《香港會計準則》第1號
財務報表之呈報：資本披露

將於截至二零零七年十二月三十一日止年度生效或可於該年度的年度財務報表內自願提早採納的《香港財務報告準則》，可能受到香港會計師公會於本中期財務報告刊發日期後頒佈的其他詮釋或其他變動影響。因此，於本中期財務報告刊發日期不可明確釐定將於上述期間應用於本集團財務報表的政策。

採納該等新訂及經修訂《香港財務報告準則》，不會對本集團的除稅後溢利及資產淨值造成任何影響，但會導致年度財務報表的額外披露。

# NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT (Continued)

## 未經審核中期財務報告的附註 (續)

(Expressed in Hong Kong dollars)  
(以港幣列示)

### 1 BASIS OF PREPARATION (Continued)

The adoption of HKFRS 7 and consequential amendments to HKFRS 4, “Insurance contracts” due to the adoption of HKFRS 7 modify the disclosures of risks arising from the financial instruments held by the group. In addition, Amendment to HKAS 1 requires disclosures of the group’s management of capital. No such disclosures are made in the interim financial report as they are not required under HKAS 34.

### 2 SEGMENT REPORTING

Segmental information is presented in respect of the group’s business and geographical segments. Business segment information is chosen as the primary reporting format.

#### By business segments:

The group comprises the following main business segments:

- Reinsurance business;
- Life insurance business; and
- Corporate and other businesses which comprise asset management business, insurance intermediary business, pension business, financial and corporate assets.

### 1 編製基準 (續)

採納《香港財務報告準則》第7號及因採納《香港財務報告準則》第7號而修訂的《香港財務報告準則》第4號「保險合約」，修改了因本集團持有金融工具所產生的風險披露。此外，《香港會計準則》第1號修訂規定須披露本集團的資本管理。由於《香港會計準則》第34號並無規定，故此並未於中期財務報告作出該等披露。

### 2 分類匯報

分類資料的匯報是按本集團的業務及地區來區分，其中業務類別被選擇作為首要的匯報格式。

#### 按業務分類：

本集團設有下列的主要業務分類：

- 再保險業務；
- 人壽保險業務；及
- 企業及其他業務，包括資產管理業務、保險中介業務、養老保險業務、財務及企業資產。

# NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT (Continued)

## 未經審核中期財務報告的附註 (續)

(Expressed in Hong Kong dollars)  
(以港幣列示)

### 2 SEGMENT REPORTING (Continued)

### 2 分類匯報 (續)

(a) Segmental income statement for the six months ended 30 June 2007

(a) 截至二零零七年六月三十日止六個月分類損益表

		Reinsurance 再保險 \$'000 千元	Life insurance 人壽保險 \$'000 千元	Corporate and other businesses 企業及 其他業務 \$'000 千元	Total 總額 \$'000 千元
<b>Revenue</b>	<b>收入</b>				
Gross premiums written	毛承保保費	1,320,725	6,993,534	—	8,314,259
Policy fees	保單費收入	—	3,388	—	3,388
		1,320,725	6,996,922	—	8,317,647
Less: Premiums ceded to reinsurers and retrocessionaires	減：保費之再保及轉分份額	(181,261)	(34,969)	—	(216,230)
Net premiums written and policy fees	淨承保保費及保單費收入	1,139,464	6,961,953	—	8,101,417
Change in unearned premium provisions, net of reinsurance	未到期責任準備金變化，減再保險	(414,363)	(801)	—	(415,164)
Net earned premiums and policy fees	已賺取保費及保單費收入淨額	725,101	6,961,152	—	7,686,253
Net investment income (Note (i))	投資收入淨額 (註(i))	91,242	836,946	46,876	975,064
Net realised investment gains (Note (iii))	已實現投資收益淨額 (註(iii))	174,494	942,201	59,706	1,176,401
Net unrealised investment gains (Note (iii))	未實現投資收益淨額 (註(iii))	5,355	282,219	29,084	316,658
Net exchange gain/(loss)	匯兌收益/(虧損)淨額	33,659	(34,351)	(3,681)	(4,373)
Other income	其他收入	2,577	1,797	51,952	56,326
Inter-segment transactions	分類之間交易	(150)	(1,090)	(17,247)	(18,487)
		1,032,278	8,988,874	166,690	10,187,842
<b>Benefits, losses and expenses</b>	<b>給付、賠款及費用</b>				
Policyholders' benefits	保單持有人利益	(398,750)	(1,470,452)	—	(1,869,202)
Net commission expenses	佣金支出淨額	(283,738)	(632,988)	—	(916,726)
Administrative and other expenses	行政及其他費用	(24,940)	(735,311)	(101,828)	(862,079)
Change in life insurance funds, net of reinsurance	壽險責任準備金變化，減再保險	—	(5,699,569)	—	(5,699,569)
Inter-segment transactions	分類之間交易	6,213	11,034	1,240	18,487
		(701,215)	(8,527,286)	(100,588)	(9,329,089)
<b>Profit from operations</b>	<b>經營溢利</b>	331,063	461,588	66,102	858,753
Share of losses of associates	應佔聯營公司虧損	—	(149)	(2,000)	(2,149)
Finance costs	財務費用	—	(33,772)	(39,886)	(73,658)
<b>Profit before taxation</b>	<b>除稅前溢利</b>	331,063	427,667	24,216	782,946
Income tax charge	稅項支出	(19,591)	(120,908)	(7,525)	(148,024)
<b>Profit after taxation</b>	<b>除稅後溢利</b>	311,472	306,759	16,691	634,922
Minority interests	少數股東權益	—	(153,226)	6,886	(146,340)
<b>Profit attributable to equity holders</b>	<b>股東應佔溢利</b>	311,472	153,533	23,577	488,582

# NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT (Continued)

## 未經審核中期財務報告的附註 (續)

(Expressed in Hong Kong dollars)  
(以港幣列示)

### 2 SEGMENT REPORTING (Continued)

### 2 分類匯報 (續)

(a) Segmental income statement for the six months ended 30 June 2007 (Continued)

(a) 截至二零零七年六月三十日止六個月分類損益表 (續)

		Reinsurance 再保險 \$'000 千元	Life insurance 人壽保險 \$'000 千元	Corporate and other businesses 企業及 其他業務 \$'000 千元	Total 總額 \$'000 千元
<b>Note (i): Net investment income</b>	<b>註 (i): 投資收入淨額</b>				
Interest income from debt securities	債務證券利息收入				
– Held-to-maturity	– 持有至到期日	32,001	–	195	32,196
– Available-for-sale	– 可供出售	10,943	363,820	3,406	378,169
– Designated at fair value through profit or loss	– 指定為通過損益以反映公允價值	5,945	1,297	14,855	22,097
Dividend income from direct equity securities	直接股本證券股息收入				
– Available-for-sale	– 可供出售	3,580	5,726	1,395	10,701
– Designated at fair value through profit or loss	– 指定為通過損益以反映公允價值	1,324	1,856	220	3,400
Dividend income from equity investment funds	股本投資基金股息收入				
– Available-for-sale	– 可供出售	–	182,369	–	182,369
– Designated at fair value through profit or loss	– 指定為通過損益以反映公允價值	–	214,478	93	214,571
Dividend income from composite investment funds	綜合投資基金股息收入				
– Available-for-sale	– 可供出售	464	–	–	464
– Designated at fair value through profit or loss	– 指定為通過損益以反映公允價值	899	–	–	899
Bank deposits and other interest income	銀行存款及其他利息收入	34,851	130,760	26,058	191,669
Rentals receivable from investment properties	應收投資物業租金	1,235	–	–	1,235
Interest expenses on securities sold under repurchase agreements	賣出回購證券利息費用	–	(63,360)	654	(62,706)
		91,242	836,946	46,876	975,064

# NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT (Continued)

## 未經審核中期財務報告的附註 (續)

(Expressed in Hong Kong dollars)  
(以港幣列示)

### 2 SEGMENT REPORTING (Continued)

### 2 分類匯報 (續)

(a) Segmental income statement for the six months ended 30 June 2007 (Continued)

(a) 截至二零零七年六月三十日止六個月分類損益表 (續)

		Reinsurance 再保險 \$'000 千元	Life insurance 人壽保險 \$'000 千元	Corporate and other businesses 企業及 其他業務 \$'000 千元	Total 總額 \$'000 千元
<b>Note (ii): Net realised investment (losses)/gains</b>	<b>註(ii): 已實現投資(虧損)/收益淨額</b>				
Debt securities	債務證券				
- Available-for-sale	- 可供出售	-	(530)	-	(530)
- Designated at fair value through profit or loss	- 指定為通過損益以反映公允價值	(20)	18,861	414	19,255
Direct equity securities	直接股本證券				
- Available-for-sale	- 可供出售	174,320	184,990	52,413	411,723
- Designated at fair value through profit or loss	- 指定為通過損益以反映公允價值	446	212,014	1,572	214,032
Equity investment funds	股本投資基金				
- Available-for-sale	- 可供出售	-	333,848	-	333,848
- Designated at fair value through profit or loss	- 指定為通過損益以反映公允價值	-	193,018	5,307	198,325
Investment properties	投資物業	(252)	-	-	(252)
		174,494	942,201	59,706	1,176,401
<b>Note (iii): Net unrealised investment gains</b>	<b>註(iii): 未實現投資收益淨額</b>				
Debt securities	債務證券				
- Designated at fair value through profit or loss	- 指定為通過損益以反映公允價值	152	79,472	1,387	81,011
Direct equity securities	直接股本證券				
- Designated at fair value through profit or loss	- 指定為通過損益以反映公允價值	2,447	72,223	1,899	76,569
Equity investment funds	股本投資基金				
- Designated at fair value through profit or loss	- 指定為通過損益以反映公允價值	-	130,524	25,798	156,322
Composite investment funds	綜合投資基金				
- Designated at fair value through profit or loss	- 指定為通過損益以反映公允價值	536	-	-	536
Derivative financial instruments	衍生金融工具	453	-	-	453
Surplus on revaluation of investment properties	投資物業重估盈餘	1,767	-	-	1,767
		5,355	282,219	29,084	316,658

# NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT (Continued)

## 未經審核中期財務報告的附註 (續)

(Expressed in Hong Kong dollars)  
(以港幣列示)

### 2 SEGMENT REPORTING (Continued)

### 2 分類匯報 (續)

(b) Segmental balance sheet as at 30 June 2007

(b) 於二零零七年六月三十日分類資產負債表

		Reinsurance 再保險 \$'000 千元	Life insurance 人壽保險 \$'000 千元	Corporate and other businesses 企業及 其他業務 \$'000 千元	Total 總額 \$'000 千元
Statutory deposits	法定存款	—	513,155	51,316	564,471
Investment properties	投資物業	81,644	—	—	81,644
Other property, plant and equipment	其他物業、機械 裝置及設備	2,993	1,043,482	61,184	1,107,659
Debt securities (Note (i))	債務證券 (註(i))	1,676,765	21,727,907	466,467	23,871,139
Direct equity securities (Note (iii))	直接股本證券 (註(iii))	680,214	2,887,431	558,314	4,125,959
Equity investment funds (Note (iii))	股本投資基金 (註(iii))	—	3,174,562	120,706	3,295,268
Composite investment funds (Note (iv))	綜合投資基金 (註(iv))	90,913	—	—	90,913
Cash and bank deposits	現金及銀行存款	1,589,898	10,945,150	1,174,896	13,709,944
Goodwill	商譽	—	154,909	73,276	228,185
Interest in associates	於聯營公司的權益	—	3,940	387,480	391,420
Reinsurers' share of insurance contract provisions	分保公司應佔 保險合約準備	396,572	38,469	—	435,041
Other segment assets	其他分類資產	832,979	1,226,499	121,751	2,181,229
<b>Total assets</b>	<b>總資產</b>	<b>5,351,978</b>	<b>41,715,504</b>	<b>3,015,390</b>	<b>50,082,872</b>
Life insurance funds	壽險責任準備金	—	30,946,971	—	30,946,971
Unearned premium provisions	未到期責任準備金	1,020,794	331,807	—	1,352,601
Provision for outstanding claims	未決賠款準備	2,162,676	60,667	—	2,223,343
Investment contract liabilities	投資合約負債	—	109,436	—	109,436
Interest-bearing notes	需付息票據	—	1,539,465	1,360,614	2,900,079
Securities sold under repurchase agreements	賣出回購證券	—	4,721,026	49,283	4,770,309
Deferred tax liabilities	遞延稅項負債	5,234	707,848	4,604	717,686
Other segment liabilities	其他分類負債	177,600	625,771	73,776	877,147
<b>Total liabilities</b>	<b>總負債</b>	<b>3,366,304</b>	<b>39,042,991</b>	<b>1,488,277</b>	<b>43,897,572</b>
<b>Minority interests</b>	<b>少數股東權益</b>	<b>—</b>	<b>1,438,426</b>	<b>154,355</b>	<b>1,592,781</b>
<b>Net assets attributable to the equity holders of the company</b>	<b>股東應佔資產淨值</b>	<b>1,985,674</b>	<b>1,234,087</b>	<b>1,372,758</b>	<b>4,592,519</b>

# NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT (Continued)

## 未經審核中期財務報告的附註 (續)

(Expressed in Hong Kong dollars)  
(以港幣列示)

### 2 SEGMENT REPORTING (Continued)

#### (b) Segmental balance sheet as at 30 June 2007 (Continued)

### 2 分類匯報 (續)

#### (b) 於二零零七年六月三十日分類資產負債表 (續)

		Reinsurance 再保險 \$'000 千元	Life insurance 人壽保險 \$'000 千元	Corporate and other businesses 企業及 其他業務 \$'000 千元	Total 總額 \$'000 千元
<b>Note (i): Debt securities</b>	<b>註(i): 債務證券</b>				
- Held-to-maturity	- 持有至到期日	1,029,869	—	9,380	1,039,249
- Available-for-sale	- 可供出售	490,479	21,464,918	236,742	22,192,139
- Designated at fair value through profit or loss	- 指定為通過損益 以反映公允價值	156,417	262,989	220,345	639,751
		<b>1,676,765</b>	<b>21,727,907</b>	<b>466,467</b>	<b>23,871,139</b>
<b>Note (ii): Direct equity securities</b>	<b>註(ii): 直接股本證券</b>				
- Available-for-sale	- 可供出售	601,319	2,292,575	535,637	3,429,531
- Designated at fair value through profit or loss	- 指定為通過損益 以反映公允價值	78,895	594,856	22,677	696,428
		<b>680,214</b>	<b>2,887,431</b>	<b>558,314</b>	<b>4,125,959</b>
<b>Note (iii): Equity investment funds</b>	<b>註(iii): 股本投資基金</b>				
- Available-for-sale	- 可供出售	—	2,030,722	—	2,030,722
- Designated at fair value through profit or loss	- 指定為通過損益 以反映公允價值	—	1,143,840	120,706	1,264,546
		<b>—</b>	<b>3,174,562</b>	<b>120,706</b>	<b>3,295,268</b>
<b>Note (iv): Composite investment funds</b>	<b>註(iv): 綜合投資基金</b>				
- Available-for-sale	- 可供出售	65,870	—	—	65,870
- Designated at fair value through profit or loss	- 指定為通過損益 以反映公允價值	25,043	—	—	25,043
		<b>90,913</b>	<b>—</b>	<b>—</b>	<b>90,913</b>

# NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT (Continued)

## 未經審核中期財務報告的附註 (續)

(Expressed in Hong Kong dollars)  
(以港幣列示)

### 2 SEGMENT REPORTING (Continued)

### 2 分類匯報 (續)

(c) Segmental income statement for the six months ended 30 June 2006

(c) 截至二零零六年六月三十日止六個月分類損益表

		Reinsurance 再保險 \$'000 千元	Life insurance 人壽保險 \$'000 千元	Corporate and other businesses 企業及 其他業務 \$'000 千元	Total 總額 \$'000 千元
<b>Revenue</b>	<b>收入</b>				
Gross premiums written	毛承保保費	1,216,230	5,841,633	—	7,057,863
Policy fees	保單費收入	—	3,633	—	3,633
		1,216,230	5,845,266	—	7,061,496
Less: Premiums ceded to reinsurers and retrocessionaires	減：保費之再保及 轉分份額	(136,918)	(20,610)	—	(157,528)
Net premiums written and policy fees	淨承保保費及保單費收入	1,079,312	5,824,656	—	6,903,968
Change in unearned premium provisions, net of reinsurance	未到期責任準備金變化， 減再保險	(380,773)	(69,198)	—	(449,971)
Net earned premiums and policy fees	已賺取保費及保單費 收入淨額	698,539	5,755,458	—	6,453,997
Net investment income (Note (i))	投資收入淨額 (註(i))	78,969	455,442	17,379	551,790
Net realised investment gains (Note (iii))	已實現投資收益淨額 (註(iii))	74,329	65,138	12,306	151,773
Net unrealised investment gains (Note (iii))	未實現投資收益淨額 (註(iii))	1,557	234,325	8,764	244,646
Net exchange gain/(loss)	匯兌收益/(虧損)淨額	37,149	(11,891)	(311)	24,947
Other income	其他收入	439	521	17,562	18,522
Inter-segment transactions	分類之間交易	(150)	—	(7,909)	(8,059)
		890,832	6,498,993	47,791	7,437,616
<b>Benefits, losses and expenses</b>	<b>給付、賠款及費用</b>				
Policyholders' benefits	保單持有人利益	(413,478)	(592,357)	—	(1,005,835)
Net commission expenses	佣金支出淨額	(250,788)	(408,969)	—	(659,757)
Administrative and other expenses	行政及其他費用	(21,932)	(580,012)	(14,289)	(616,233)
Change in life insurance funds, net of reinsurance	壽險責任準備金變化， 減再保險	—	(4,539,116)	—	(4,539,116)
Inter-segment transactions	分類之間交易	7,909	—	150	8,059
		(678,289)	(6,120,454)	(14,139)	(6,812,882)
<b>Profit from operations</b>	<b>經營溢利</b>	212,543	378,539	33,652	624,734
Share of (losses)/profits of associates	應佔聯營公司(虧損)/溢利	—	(136)	4,032	3,896
Finance costs	財務費用	—	(32,273)	(39,830)	(72,103)
<b>Profit/(loss) before taxation</b>	<b>除稅前溢利/(虧損)</b>	212,543	346,130	(2,146)	556,527
Income tax charge	稅項支出	(7,273)	(88,344)	(3,306)	(98,923)
<b>Profit/(loss) after taxation</b>	<b>除稅後溢利/(虧損)</b>	205,270	257,786	(5,452)	457,604
Minority interests	少數股東權益	—	(129,319)	—	(129,319)
<b>Profit/(loss) attributable to equity holders</b>	<b>股東應佔溢利/(虧損)</b>	205,270	128,467	(5,452)	328,285



# NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT (Continued)

## 未經審核中期財務報告的附註 (續)

(Expressed in Hong Kong dollars)  
(以港幣列示)

### 2 SEGMENT REPORTING (Continued)

### 2 分類匯報 (續)

(c) Segmental income statement for the six months ended 30 June 2006 (Continued) (c) 截至二零零六年六月三十日止六個月分類損益表 (續)

	Reinsurance 再保險 \$'000 千元	Life insurance 人壽保險 \$'000 千元	Corporate and other businesses 企業及 其他業務 \$'000 千元	Total 總額 \$'000 千元
<b>Note (i): Net investment income</b>	<b>註(i): 投資收入淨額</b>			
Interest income from debt securities	債務證券利息收入			
– Held-to-maturity	34,691	–	189	34,880
– Available-for-sale	6,211	333,161	–	339,372
– Designated at fair value through profit or loss	6,867	2,683	6,830	16,380
Dividend income from direct equity securities	直接股本證券股息收入			
– Available-for-sale	3,741	–	–	3,741
– Designated at fair value through profit or loss	1,629	9,408	2,401	13,438
Dividend income from equity investment funds	股本投資基金股息收入			
– Available-for-sale	–	26,889	–	26,889
– Designated at fair value through profit or loss	–	50,550	–	50,550
Dividend income from composite investment funds	綜合投資基金股息收入			
– Designated at fair value through profit or loss	542	–	–	542
Bank deposits and other interest income	24,229	68,654	7,959	100,842
Rentals receivable from investment properties	1,059	–	–	1,059
Interest expenses on securities sold under repurchase agreements	–	(35,903)	–	(35,903)
	78,969	455,442	17,379	551,790

# NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT (Continued)

## 未經審核中期財務報告的附註 (續)

(Expressed in Hong Kong dollars)  
(以港幣列示)

### 2 SEGMENT REPORTING (Continued)

### 2 分類匯報 (續)

(c) Segmental income statement for the six months ended 30 June 2006 (Continued) (c) 截至二零零六年六月三十日止六個月分類損益表 (續)

	Reinsurance 再保險 \$'000 千元	Life insurance 人壽保險 \$'000 千元	Corporate and other businesses 企業及 其他業務 \$'000 千元	Total 總額 \$'000 千元
<b>Note (ii): Net realised investment gains</b>	<b>註(ii): 已實現投資收益淨額</b>			
Debt securities	債務證券			
– Designated at fair value through profit or loss	(167)	(12,761)	8,774	(4,154)
Direct equity securities	直接股本證券			
– Available-for-sale	68,061	–	–	68,061
– Designated at fair value through profit or loss	6,435	34,653	3,532	44,620
Equity investment funds	股本投資基金			
– Available-for-sale	–	17,318	–	17,318
– Designated at fair value through profit or loss	–	25,928	–	25,928
	74,329	65,138	12,306	151,773
<b>Note (iii): Net unrealised investment gains</b>	<b>註(iii): 未實現投資收益淨額</b>			
Debt securities	債務證券			
– Designated at fair value through profit or loss	(4,096)	3,111	(7,467)	(8,452)
Direct equity securities	直接股本證券			
– Designated at fair value through profit or loss	961	27,469	16,231	44,661
Equity investment funds	股本投資基金			
– Designated at fair value through profit or loss	–	203,745	–	203,745
Composite investment funds	綜合投資基金			
– Designated at fair value through profit or loss	(493)	–	–	(493)
Surplus on revaluation of investment properties	5,185	–	–	5,185
	1,557	234,325	8,764	244,646

# NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT (Continued)

## 未經審核中期財務報告的附註 (續)

(Expressed in Hong Kong dollars)  
(以港幣列示)

### 2 SEGMENT REPORTING (Continued)

#### (d) Segmental balance sheet as at 31 December 2006

### 2 分類匯報 (續)

#### (d) 於二零零六年十二月三十一日分類資產負債表

		Reinsurance 再保險 \$'000 千元	Life insurance 人壽保險 \$'000 千元	Corporate and other businesses 企業及 其他業務 \$'000 千元	Total 總額 \$'000 千元
Statutory deposits	法定存款	—	497,675	49,768	547,443
Investment properties	投資物業	106,077	—	—	106,077
Other property, plant and equipment	其他物業、機械 裝置及設備	2,785	970,025	61,880	1,034,690
Debt securities (Note (i))	債務證券 (註(i))	1,383,586	18,257,752	186,717	19,828,055
Direct equity securities (Note (ii))	直接股本證券 (註(ii))	710,972	1,956,041	492,080	3,159,093
Equity investment funds (Note (iii))	股本投資基金 (註(iii))	—	2,485,383	40,589	2,525,972
Composite investment funds (Note (iv))	綜合投資基金 (註(iv))	40,210	—	—	40,210
Cash and bank deposits	現金及銀行存款	1,603,704	8,000,884	1,207,948	10,812,536
Goodwill	商譽	—	154,909	73,276	228,185
Interest in associates	於聯營公司的權益	—	3,968	346,710	350,678
Reinsurers' share of insurance contract provisions	分保公司應佔保險 合約準備	353,462	38,445	—	391,907
Other segment assets	其他分類資產	486,701	520,343	21,777	1,028,821
<b>Total assets</b>	<b>總資產</b>	<b>4,687,497</b>	<b>32,885,425</b>	<b>2,480,745</b>	<b>40,053,667</b>
Life insurance funds	壽險責任準備金	—	24,406,372	—	24,406,372
Unearned premium provisions	未到期責任準備金	527,934	325,034	—	852,968
Provision for outstanding claims	未決賠款準備	2,133,272	52,894	—	2,186,166
Investment contract liabilities	投資合約負債	—	115,681	—	115,681
Interest-bearing notes	需付息票據	—	1,493,025	1,351,794	2,844,819
Securities sold under repurchase agreements	賣出回購證券	—	2,490,366	—	2,490,366
Deferred tax liabilities	遞延稅項負債	11,050	648,775	6,730	666,555
Other segment liabilities	其他分類負債	128,056	713,791	66,252	908,099
<b>Total liabilities</b>	<b>總負債</b>	<b>2,800,312</b>	<b>30,245,938</b>	<b>1,424,776</b>	<b>34,471,026</b>
<b>Minority interests</b>	<b>少數股東權益</b>	<b>—</b>	<b>1,326,727</b>	<b>77,595</b>	<b>1,404,322</b>
<b>Net assets attributable to the equity holders of the company</b>	<b>股東應佔資產淨值</b>	<b>1,887,185</b>	<b>1,312,760</b>	<b>978,374</b>	<b>4,178,319</b>

# NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT (Continued)

## 未經審核中期財務報告的附註 (續)

(Expressed in Hong Kong dollars)  
(以港幣列示)

### 2 SEGMENT REPORTING (Continued)

(d) Segmental balance sheet as at 31 December 2006 (Continued)

### 2 分類匯報 (續)

(d) 於二零零六年十二月三十一日分類資產負債表 (續)

		Reinsurance 再保險 \$'000 千元	Life insurance 人壽保險 \$'000 千元	Corporate and other businesses 企業及 其他業務 \$'000 千元	Total 總額 \$'000 千元
<b>Note (i): Debt securities</b>	<b>註(i): 債務證券</b>				
- Held-to-maturity	- 持有至到期日	834,083	—	9,386	843,469
- Available-for-sale	- 可供出售	414,051	18,160,800	—	18,574,851
- Designated at fair value through profit or loss	- 指定為通過損益 以反映公允價值	135,452	96,952	177,331	409,735
		<b>1,383,586</b>	<b>18,257,752</b>	<b>186,717</b>	<b>19,828,055</b>
<b>Note (ii): Direct equity securities</b>	<b>註(ii): 直接股本證券</b>				
- Available-for-sale	- 可供出售	623,057	1,441,683	451,938	2,516,678
- Designated at fair value through profit or loss	- 指定為通過損益 以反映公允價值	87,915	514,358	40,142	642,415
		<b>710,972</b>	<b>1,956,041</b>	<b>492,080</b>	<b>3,159,093</b>
<b>Note (iii): Equity investment funds</b>	<b>註(iii): 股本投資基金</b>				
- Available-for-sale	- 可供出售	—	1,563,495	—	1,563,495
- Designated at fair value through profit or loss	- 指定為通過損益 以反映公允價值	—	921,888	40,589	962,477
		<b>—</b>	<b>2,485,383</b>	<b>40,589</b>	<b>2,525,972</b>
<b>Note (iv): Composite investment funds</b>	<b>註(iv): 綜合投資基金</b>				
- Available-for-sale	- 可供出售	15,826	—	—	15,826
- Designated at fair value through profit or loss	- 指定為通過損益 以反映公允價值	24,384	—	—	24,384
		<b>40,210</b>	<b>—</b>	<b>—</b>	<b>40,210</b>

# NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT (Continued)

## 未經審核中期財務報告的附註 (續)

(Expressed in Hong Kong dollars)  
(以港幣列示)

### 2 SEGMENT REPORTING (Continued)

By geographical segments:

For the six months ended 30 June 2007

	Hong Kong and Macau 香港及 澳門	PRC (other than Hong Kong and Macau) 中國 (香港及 澳門除外)	Japan 日本	Rest of Asia 亞洲 其他地區	Europe 歐洲	Rest of the world 其他地區	Total 總額
	\$'000 千元	\$'000 千元	\$'000 千元	\$'000 千元	\$'000 千元	\$'000 千元	\$'000 千元
Gross premiums written and policy fees	244,108	7,349,787	81,432	356,782	215,579	69,959	8,317,647

For the six months ended 30 June 2006

	Hong Kong and Macau 香港及 澳門	PRC (other than Hong Kong and Macau) 中國 (香港及 澳門除外)	Japan 日本	Rest of Asia 亞洲 其他地區	Europe 歐洲	Rest of the world 其他地區	Total 總額
	\$'000 千元	\$'000 千元	\$'000 千元	\$'000 千元	\$'000 千元	\$'000 千元	\$'000 千元
Gross premiums written and policy fees	239,553	6,139,046	82,243	326,267	219,170	55,217	7,061,496

### 2. 分類匯報 (續)

按地區分類：

截至二零零七年六月三十日止六個月

截至二零零六年六月三十日止六個月

# NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT (Continued)

## 未經審核中期財務報告的附註 (續)

(Expressed in Hong Kong dollars)  
(以港幣列示)

### 3 GROSS PREMIUMS WRITTEN AND POLICY FEES

#### Principal activities

The principal activity of the company is investment holding. The principal activities of the company and its subsidiaries are the underwriting of all classes of reinsurance business and direct life insurance business.

Apart from these, the group also carries on asset management, insurance intermediary businesses and pension business and, to support its insurance activities, holds money market, fixed income, equity and property investments.

Turnover represents gross premiums written and policy fees from reinsurance business and life insurance business.

### 3 毛承保保費及保單費收入

#### 主要業務

本公司的主要業務是投資控股。本公司及其附屬公司的主要業務是承接各類再保險業務及直接人壽保險業務。

此外，本集團也從事資產管理業務、保險中介業務及養老保險業務，並為配合保險業務而持有各類貨幣、固定收入證券、股票及物業投資。

營業額是指再保險業務及人壽保險業務毛承保保費及保單費收入。

#### Six months ended 30 June 2007 截至二零零七年六月三十日止六個月

		Reinsurance contracts 再保險合約 \$'000 千元	Life insurance contracts 人壽保險合約 \$'000 千元	Investment contracts 投資合約 \$'000 千元	Total 總額 \$'000 千元
Gross premiums written	毛承保保費	1,320,725	6,993,534	—	8,314,259
Policy fees	保單費收入	—	—	3,388	3,388
		<b>1,320,725</b>	<b>6,993,534</b>	<b>3,388</b>	<b>8,317,647</b>

#### Six months ended 30 June 2006 截至二零零六年六月三十日止六個月

		Reinsurance contracts 再保險合約 \$'000 千元	Life insurance contracts 人壽保險合約 \$'000 千元	Investment contracts 投資合約 \$'000 千元	Total 總額 \$'000 千元
Gross premiums written	毛承保保費	1,216,230	5,841,633	—	7,057,863
Policy fees	保單費收入	—	—	3,633	3,633
		<b>1,216,230</b>	<b>5,841,633</b>	<b>3,633</b>	<b>7,061,496</b>

In respect of the reinsurance business, a substantial proportion of reinsurance premium income is written in the first half of each year because of the seasonal nature of the reinsurance market.

關於再保險業務，因再保險市場的季節性因素，大部分的再保險保費收入已於每年的上半年承保。

# NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT (Continued)

## 未經審核中期財務報告的附註 (續)

(Expressed in Hong Kong dollars)  
(以港幣列示)

### 4 INVESTMENT INCOME

### 4 投資收入

		Six months ended 30 June	
		截至六月三十日止六個月	
		2007	2006
		二零零七年	二零零六年
		\$'000	\$'000
		千元	千元
<b>Net investment income (Note (a))</b>	<b>投資收入淨額 (註(a))</b>	<b>975,064</b>	551,790
<b>Net realised investment gains (Note (b))</b>	<b>已實現投資收益淨額 (註(b))</b>	<b>1,176,401</b>	151,773
<b>Net unrealised investment gains (Note (c))</b>	<b>未實現投資收益淨額 (註(c))</b>	<b>316,658</b>	244,646
		<b>2,468,123</b>	948,209
<b>(a) Net investment income</b>	<b>(a) 投資收入淨額</b>		
Interest income from debt securities (Note (i)):	債務證券利息收入 (註(i)):		
– Held-to-maturity	– 持有至到期日	32,196	34,880
– Available-for-sale	– 可供出售	378,169	339,372
– Designated at fair value through profit or loss	– 指定為通過損益 以反映公允價值	22,097	16,380
Dividend income from direct equity securities (Note (ii)):	直接股本證券股息收入 (註(ii)):		
– Available-for-sale	– 可供出售	10,701	3,741
– Designated at fair value through profit or loss	– 指定為通過損益 以反映公允價值	3,400	13,438
Dividend income from equity investment funds (Note (ii)):	股本投資基金股息收入 (註(ii)):		
– Available-for-sale	– 可供出售	182,369	26,889
– Designated at fair value through profit or loss	– 指定為通過損益 以反映公允價值	214,571	50,550
Dividend income from composite investment funds (Note (iii)):	綜合投資基金股息收入 (註(iii)):		
– Available-for-sale	– 可供出售	464	–
– Designated at fair value through profit or loss	– 指定為通過損益 以反映公允價值	899	542
Bank deposits and other interest income	銀行存款及其他利息收入	191,669	100,842
Rentals receivable from investment properties	應收投資物業租金	1,235	1,059
Interest expenses on securities sold under repurchase agreements	賣出回購證券利息費用	(62,706)	(35,903)
		<b>975,064</b>	551,790

# NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT (Continued)

## 未經審核中期財務報告的附註 (續)

(Expressed in Hong Kong dollars)  
(以港幣列示)

### 4 INVESTMENT INCOME (Continued)

#### (a) Net investment income (Continued)

Notes:

		Six months ended 30 June 截至六月三十日止六個月	
		2007 二零零七年 \$'000 千元	2006 二零零六年 \$'000 千元
(i)	Interest income from debt securities:		
	Listed	400,850	367,851
	Unlisted	31,612	22,781
(ii)	Dividend income from direct equity securities and equity investment funds:		
	Listed	267,650	26,254
	Unlisted	143,391	68,364
(iii)	Dividend income from composite investment funds:		
	Listed	1,363	542
		Six months ended 30 June 截至六月三十日止六個月	
		2007 二零零七年 \$'000 千元	2006 二零零六年 \$'000 千元
(b)	<b>Net realised investment gains</b>		
	Debt securities (Note (i)):		
	- Available-for-sale	(530)	-
	- Designated at fair value through profit or loss	19,255	(4,154)
	Direct equity securities (Note (ii)):		
	- Available-for-sale	411,723	68,061
	- Designated at fair value through profit or loss	214,032	44,620
	Equity investment funds (Note (ii)):		
	- Available-for-sale	333,848	17,318
	- Designated at fair value through profit or loss	198,325	25,928
	Loss on disposal of investment properties	(252)	-
		<b>1,176,401</b>	<b>151,773</b>

### 4 投資收入 (續)

#### (a) 投資收入淨額 (續)

註:

		Six months ended 30 June 截至六月三十日止六個月	
		2007 二零零七年 \$'000 千元	2006 二零零六年 \$'000 千元
(i)	債務證券利息收入:		
	上市	400,850	367,851
	非上市	31,612	22,781
(ii)	直接股本證券及股本投資基金股息收入:		
	上市	267,650	26,254
	非上市	143,391	68,364
(iii)	綜合投資基金股息收入:		
	上市	1,363	542
		Six months ended 30 June 截至六月三十日止六個月	
		2007 二零零七年 \$'000 千元	2006 二零零六年 \$'000 千元
(b)	<b>已實現投資收益淨額</b>		
	債務證券 (註(i))		
	- 可供出售	(530)	-
	- 指定為通過損益以反映公允價值	19,255	(4,154)
	直接股本證券 (註(ii))		
	- 可供出售	411,723	68,061
	- 指定為通過損益以反映公允價值	214,032	44,620
	股本投資基金 (註(ii))		
	- 可供出售	333,848	17,318
	- 指定為通過損益以反映公允價值	198,325	25,928
	投資物業出售虧損	(252)	-
		<b>1,176,401</b>	<b>151,773</b>



# NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT (Continued)

## 未經審核中期財務報告的附註 (續)

(Expressed in Hong Kong dollars)  
(以港幣列示)

### 4 INVESTMENT INCOME (Continued)

#### (b) Net realised investment gains (Continued)

Notes:

### 4 投資收入 (續)

#### (b) 已實現投資收益淨額 (續)

註:

		Six months ended 30 June 截至六月三十日止六個月	
		2007 二零零七年 \$'000 千元	2006 二零零六年 \$'000 千元
(i) Net realised investment gains/(losses) on debt securities: Listed Unlisted	(i) 債務證券已實現投資收益/(虧損)淨額: 上市 非上市	18,745 (20)	(12,141) 7,987
(ii) Net realised investment gains on direct equity securities and equity investment funds: Listed Unlisted	(ii) 直接股本證券及股本投資基金已實現投資收益淨額: 上市 非上市	873,348 284,580	137,236 18,691
		Six months ended 30 June 截至六月三十日止六個月	
		2007 二零零七年 \$'000 千元	2006 二零零六年 \$'000 千元
(c) Net unrealised investment gains Debt securities (Note (i)): – Designated at fair value through profit or loss Direct equity securities (Note (ii)): – Designated at fair value through profit or loss Equity investment funds (Note (ii)): – Designated at fair value through profit or loss Composite investment funds (Note (iii)): – Designated at fair value through profit or loss Derivative financial instruments Surplus on revaluation of investment properties	(c) 未實現投資收益淨額 債務證券 (註(i)): – 指定為通過損益以反映公允價值 直接股本證券 (註(ii)): – 指定為通過損益以反映公允價值 股本投資基金 (註(ii)): – 指定為通過損益以反映公允價值 綜合投資基金 (註(iii)): – 指定為通過損益以反映公允價值 衍生金融工具 投資物業重估盈餘	81,011 76,569 156,322 536 453 1,767 316,658	(8,452) 44,661 203,745 (493) – 5,185 244,646

# NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT (Continued)

## 未經審核中期財務報告的附註 (續)

(Expressed in Hong Kong dollars)  
(以港幣列示)

### 4 INVESTMENT INCOME (Continued)

#### (c) Net unrealised investment gains (Continued)

Notes:

		Six months ended 30 June 截至六月三十日止六個月		
		2007 二零零七年 \$'000 千元	2006 二零零六年 \$'000 千元	
(i)	Net unrealised investment gains/(losses) on debt securities: Listed Unlisted	(i) 債務證券未實現投資 收益/(虧損)淨額: 上市 非上市	80,156 855	(2,082) (6,370)
(ii)	Net unrealised investment gains on direct equity securities and equity investment funds: Listed Unlisted	(ii) 直接股本證券及股本 投資基金未實現投資 收益淨額: 上市 非上市	42,647 190,244	248,406 —
(iii)	Net unrealised investment gains/(losses) on composite investment funds: Listed	(iii) 綜合投資基金未實現投資 收益/(虧損)淨額: 上市	536	(493)

### 5 OTHER INCOME

### 5 其他收入

		Six months ended 30 June 截至六月三十日止六個月	
		2007 二零零七年 \$'000 千元	2006 二零零六年 \$'000 千元
Income from asset management business	資產管理業務收入	1,714	1,886
Income from insurance intermediary business	保險中介業務收入	8,492	6,803
Income from pension business	養老保險業務收入	23,534	—
Net loss on sale of fixed assets	出售固定資產虧損淨額	(35)	(6)
Write back of impairment loss on insurance debtors	保險客戶應收賬款減值 虧損回撥	—	147
Write back of bad debts written off	呆壞賬款沖銷回撥	1,740	—
Others	其他	2,394	1,633
		<b>37,839</b>	<b>10,463</b>

# NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT (Continued)

## 未經審核中期財務報告的附註 (續)

(Expressed in Hong Kong dollars)  
(以港幣列示)

### 6 POLICYHOLDERS' BENEFITS AND NET COMMISSION EXPENSES

### 6 保單持有人利益及佣金支出淨額

#### (a) Policyholders' benefits

#### (a) 保單持有人利益

Six months ended 30 June 2007  
截至二零零七年六月三十日止六個月

	Reinsurance contracts 再保險合約 \$'000 千元	Life insurance contracts 人壽保險合約 \$'000 千元	Total 總額 \$'000 千元
Claims and claim adjustment expenses 賠款及賠款調整支出	422,823	208,607	631,430
Less: Reinsurers' and retrocessionaires' share 減：再保及轉分份額	(24,073)	(25,636)	(49,709)
	398,750	182,971	581,721
Surrenders 退保	—	1,228,004	1,228,004
Annuity and maturity payments 年金及到期付款	—	42,130	42,130
Policy dividends 保單分紅	—	17,347	17,347
	398,750	1,470,452	1,869,202

Six months ended 30 June 2006  
截至二零零六年六月三十日止六個月

	Reinsurance contracts 再保險合約 \$'000 千元	Life insurance contracts 人壽保險合約 \$'000 千元	Total 總額 \$'000 千元
Claims and claim adjustment expenses 賠款及賠款調整支出	475,920	139,940	615,860
Less: Reinsurers' and retrocessionaires' share 減：再保及轉分份額	(62,442)	(11,684)	(74,126)
	413,478	128,256	541,734
Surrenders 退保	—	427,404	427,404
Annuity and maturity payments 年金及到期付款	—	32,292	32,292
Policy dividends 保單分紅	—	4,405	4,405
	413,478	592,357	1,005,835

# NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT (Continued)

## 未經審核中期財務報告的附註 (續)

(Expressed in Hong Kong dollars)  
(以港幣列示)

### 6 POLICYHOLDERS' BENEFITS AND NET COMMISSION EXPENSES (Continued)

#### (b) Net commission expenses

		Six months ended 30 June 2007 截至二零零七年六月三十日止六個月		
		Reinsurance contracts 再保險合約 \$'000 千元	Life insurance contracts 人壽保險合約 \$'000 千元	Total 總額 \$'000 千元
Gross commission expenses	毛佣金支出	321,548	639,150	960,698
Reinsurance commission income	再保險佣金收入	(37,810)	(6,162)	(43,972)
Net commission expenses	佣金支出淨額	283,738	632,988	916,726
		Six months ended 30 June 2006 截至二零零六年六月三十日止六個月		
		Reinsurance contracts 再保險合約 \$'000 千元	Life insurance contracts 人壽保險合約 \$'000 千元	Total 總額 \$'000 千元
Gross commission expenses	毛佣金支出	292,310	413,847	706,157
Reinsurance commission income	再保險佣金收入	(41,522)	(4,878)	(46,400)
Net commission expenses	佣金支出淨額	250,788	408,969	659,757

# NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT (Continued)

## 未經審核中期財務報告的附註 (續)

(Expressed in Hong Kong dollars)  
(以港幣列示)

### 7 PROFIT BEFORE TAXATION

Profit before taxation is arrived at after charging:

### 7 除稅前溢利

除稅前溢利已扣除：

		<b>Six months ended 30 June</b>	
		截至六月三十日止六個月	
		2007	2006
		二零零七年	二零零六年
		\$'000	\$'000
		千元	千元
<b>(a) Finance costs:</b>	<b>(a) 財務費用：</b>		
Interest on interest-bearing notes	需付息票據利息	73,658	72,103
<b>(b) Staff costs:</b>	<b>(b) 員工成本：</b>		
Salaries, wages and other benefits	薪金、工資及其他利益	390,035	258,668
Share option costs	認股權成本	2,869	474
Contributions to defined contribution retirement plans	已訂定供款退休計劃供款	38,914	29,552
		<b>431,818</b>	<b>288,694</b>
<b>(c) Other items:</b>	<b>(c) 其他項目：</b>		
Auditors' remuneration	核數師酬金	1,711	669
Depreciation of fixed assets	折舊	29,150	23,458
Operating lease charges in respect of properties	有關物業的經營租賃費用	48,925	43,264
Share of associates' taxation charge	佔聯營公司稅項	492	443

### 8 INCOME TAX CHARGE

Income tax charge in the consolidated income statement represents:

### 8 稅項支出

綜合損益表所示的稅項支出為：

		<b>Six months ended 30 June</b>	
		截至六月三十日止六個月	
		2007	2006
		二零零七年	二零零六年
		\$'000	\$'000
		千元	千元
Current tax	當期稅項		
– Provision for Hong Kong Profits Tax	– 香港利得稅準備	28,421	10,401
Current tax	當期稅項		
– Over-provision in respect of prior years for taxation outside Hong Kong	– 多提以往年度香港以外地區稅項準備	(1,622)	–
Deferred taxation (Note)	遞延稅項 (註)	121,225	88,522
		<b>148,024</b>	<b>98,923</b>

Note: Deferred taxation mainly represents deferred tax liabilities recognised in respect of unrealised investment gains and life insurance funds recognised in a subsidiary of the group outside of Hong Kong.

註：遞延稅項主要代表本集團一家香港以外地區的附屬公司確認的未實現投資收益及壽險責任準備金而確認的遞延稅項負債。

# NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT (Continued)

## 未經審核中期財務報告的附註 (續)

(Expressed in Hong Kong dollars)  
(以港幣列示)

### 8 INCOME TAX CHARGE (Continued)

The provision for Hong Kong Profits Tax represents the group's estimated Hong Kong Profits Tax liability calculated at the standard tax rate of 17.5% (2006: 17.5%) on its assessable profits from reinsurance, asset management and insurance intermediary businesses except for its assessable profits from the business of reinsurance of offshore risks, which is calculated at 8.75% (2006: 8.75%), one-half of the standard tax rate.

Taxation outside Hong Kong for overseas subsidiaries is calculated at the rates prevailing in the relevant jurisdictions.

At 30 June 2007, the group did not recognise deferred tax assets in respect of tax losses of approximately \$347,866,000 (31 December 2006: \$270,416,000). Of these, \$331,316,000 (31 December 2006: \$247,068,000) can be carried forward up to five years after the year in which the loss was originated to offset future taxable profits. The remaining tax losses do not expire under current tax legislation.

### 9 DIVIDENDS

No interim dividend in respect of the interim period was declared and paid after 30 June 2007 (2006: \$Nil).

No final dividend in respect of the previous financial year was declared and paid during the interim period (2006: \$Nil).

### 10 EARNINGS PER SHARE ATTRIBUTABLE TO THE EQUITY HOLDERS OF THE COMPANY

#### (a) Basic earnings per share

The calculation of basic earnings per share is based on the profit attributable to equity holders of the company of \$488,582,000 (2006: \$328,285,000) and the weighted average number of ordinary shares of 1,407,565,759 shares (2006: 1,338,144,592 shares) in issue during the period.

#### (b) Diluted earnings per share

The calculation of diluted earnings per share is based on the profit attributable to equity holders of the company of \$488,582,000 (2006: \$328,285,000) and the weighted average number of ordinary shares of 1,427,369,651 shares (2006: 1,348,306,116 shares) after adjusting for the effects of all dilutive potential ordinary shares under the company's share option scheme.

### 8 稅項支出 (續)

香港利得稅準備是指本集團根據來自再保險、資產管理及保險中介業務的應評稅溢利，按17.5%（二零零六年：17.5%）的標準稅率計算的估計應繳利得稅，但來自海外風險的再保險業務應評稅溢利則按適用稅率8.75%（二零零六年：8.75%），即標準稅率的一半計算。

香港以外地區的稅項以相關司法管轄區的現行稅率計算。

於二零零七年六月三十日，本集團有未確認就某些稅項虧損而產生的遞延稅項資產約為347,866,000元（二零零六年十二月三十一日：270,416,000元）。其中331,316,000元（二零零六年十二月三十一日：247,068,000元）可以在發生虧損年起計，最多不多於五年，用作抵銷未來之應評稅利潤。尚餘的稅項虧損額在目前的稅務條例則並無期限。

### 9 股息

於二零零七年六月三十日後沒有屬於本財務期宣派及支付的中期股息（二零零六年：無）。

沒有屬於上一個財政年度，並於中期財務期宣派及支付的末期股息（二零零六年：無）。

### 10 股東應佔每股盈利

#### (a) 每股基本盈利

每股基本盈利是按照股東應佔溢利488,582,000元（二零零六年：328,285,000元），及期內已發行普通股的加權平均數1,407,565,759股（二零零六年：1,338,144,592股）計算。

#### (b) 每股攤薄盈利

每股攤薄盈利是按照股東應佔溢利488,582,000元（二零零六年：328,285,000元）及已就本公司認股權計劃所有具備潛在攤薄影響的普通股作出調整得出的普通股加權平均數1,427,369,651股（二零零六年：1,348,306,116股）計算。

# NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT (Continued)

## 未經審核中期財務報告的附註 (續)

(Expressed in Hong Kong dollars)  
(以港幣列示)

### 10 EARNINGS PER SHARE ATTRIBUTABLE TO THE EQUITY HOLDERS OF THE COMPANY (Continued)

#### (c) Reconciliations

		At 30 June 於六月三十日	
		2007 二零零七年	2006 二零零六年
		No. of shares 股份數目	No. of shares 股份數目
Weighted average number of ordinary shares used in calculating basic earnings per share	用作計算每股基本盈利的普通股加權平均股數	1,407,565,759	1,338,144,592
Deemed issue of ordinary shares for no consideration	視為無償發行的普通股股數	19,803,892	10,161,524
Weighted average number of ordinary shares used in calculating diluted earnings per share	用作計算每股攤薄盈利的普通股加權平均股數	1,427,369,651	1,348,306,116

### 11 FIXED ASSETS

The group leases out investment properties under operating leases. The leases typically run for an initial period of two to three years, with an option to renew the lease after that date at which time all terms are renegotiated. Lease payments are usually reviewed annually to reflect market rentals. None of the leases include contingent rentals. The gross carrying amount of investment properties of the group held for use in operating leases was \$67,530,000 (31 December 2006: \$65,819,000).

The group's total future minimum lease payments under non-cancellable operating leases are receivable as follows:

		At 30 June 2007 於二零零七年 六月三十日	At 31 December 2006 於二零零六年 十二月三十一日
		\$'000 千元	\$'000 千元
Within 1 year	1年內	2,016	2,086
After 1 but within 5 years	1年後但在5年內	1,314	977
		3,330	3,063

### 10 股東應佔每股盈利 (續)

#### (c) 對賬

		At 30 June 於六月三十日	
		2007 二零零七年	2006 二零零六年
		No. of shares 股份數目	No. of shares 股份數目
Weighted average number of ordinary shares used in calculating basic earnings per share	用作計算每股基本盈利的普通股加權平均股數	1,407,565,759	1,338,144,592
Deemed issue of ordinary shares for no consideration	視為無償發行的普通股股數	19,803,892	10,161,524
Weighted average number of ordinary shares used in calculating diluted earnings per share	用作計算每股攤薄盈利的普通股加權平均股數	1,427,369,651	1,348,306,116

### 11 固定資產

本集團以經營租賃租出投資物業。這些租賃一般初步為期二至三年，並且有權選擇在到期日後續期，屆時所有條款均可重新商定。租賃付款額通常會逐年檢討，以反映市場租金。各項租賃均不包括或然租金。本集團持作經營租賃的投資物業的賬面毛額為67,530,000元（二零零六年十二月三十一日：65,819,000元）。

本集團根據不可解除的經營租賃在日後應收的最低租賃付款總額如下：

# NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT (Continued)

## 未經審核中期財務報告的附註 (續)

(Expressed in Hong Kong dollars)  
(以港幣列示)

### 12 INVESTMENTS IN DEBT AND EQUITY SECURITIES

### 12 債務及股本證券投資

		At 30 June 2007 於二零零七年 六月三十日 \$'000 千元	At 31 December 2006 於二零零六年 十二月三十一日 \$'000 千元
Held-to-maturity (Note (i)):	持有至到期日 (附註(i)):		
– Debt securities	– 債務證券	1,039,249	843,469
Available-for-sale (Note (ii)):	可供出售 (附註(ii)):		
– Debt securities	– 債務證券	22,192,139	18,574,851
– Direct equity securities	– 直接股本證券	3,429,531	2,516,678
– Equity investment funds	– 股本投資基金	2,030,722	1,563,495
– Composite investment funds	– 綜合投資基金	65,870	15,826
		<b>27,718,262</b>	<b>22,670,850</b>
Designated at fair value through profit or loss (Note (iii)):	指定為通過損益以反映 公允價值 (附註(iii)):		
– Debt securities	– 債務證券	639,751	409,735
– Direct equity securities	– 直接股本證券	696,428	642,415
– Equity investment funds	– 股本投資基金	1,264,546	962,477
– Composite investment funds	– 綜合投資基金	25,043	24,384
		<b>2,625,768</b>	<b>2,039,011</b>
Total	總額	<b>31,383,279</b>	<b>25,553,330</b>



# NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT (Continued)

## 未經審核中期財務報告的附註 (續)

(Expressed in Hong Kong dollars)  
(以港幣列示)

### 12 INVESTMENTS IN DEBT AND EQUITY SECURITIES (Continued)

### 12 債務及股本證券投資 (續)

		Central governments and banks 中央政府 及中央銀行 \$'000 千元	Public sector entities 公共機構 \$'000 千元	Banks and other financial institutions 銀行及其他 金融機構 \$'000 千元	Corporate entities 公司實體 \$'000 千元	Others 其他 \$'000 千元	Total 總額 \$'000 千元
(i) Held-to-maturity	(i) 持有至到期日						
At 30 June 2007	於二零零七年六月三十日						
Listed outside Hong Kong	上市—香港以外地區	52,506	101,858	111,489	398,171	11,403	675,427
Unlisted	非上市	70,710	7,668	252,611	32,833	—	363,822
		123,216	109,526	364,100	431,004	11,403	1,039,249
Fair value of securities	證券公允價值	136,878	111,068	365,092	444,136	13,607	1,070,781
Market value of listed securities	上市證券市值	54,425	102,736	113,567	410,186	13,607	694,521
At 31 December 2006	於二零零六年 十二月三十一日						
Listed outside Hong Kong	上市—香港以外地區	52,250	119,112	108,769	395,724	9,784	685,639
Unlisted	非上市	69,717	7,613	33,932	46,568	—	157,830
		121,967	126,725	142,701	442,292	9,784	843,469
Fair value of securities	證券公允價值	139,825	129,576	147,005	459,188	12,205	887,799
Market value of listed securities	上市證券市值	55,285	121,129	112,004	411,019	12,205	711,642

The held-to-maturity debt securities include an amount of \$96,714,000 (31 December 2006: \$91,843,000) which is maturing within one year.

持有至到期日債務證券包括於一年內到期價值 96,714,000 元 (二零零六年十二月三十一日 : 91,843,000 元) 的債務證券。

# NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT (Continued)

## 未經審核中期財務報告的附註 (續)

(Expressed in Hong Kong dollars)  
(以港幣列示)

### 12 INVESTMENTS IN DEBT AND EQUITY SECURITIES (Continued)

### 12 債務及股本證券投資 (續)

		Central governments and banks 中央政府及中央銀行 \$'000 千元	Public sector entities 公共機構 \$'000 千元	Banks and other financial institutions 銀行及其他金融機構 \$'000 千元	Corporate entities 公司實體 \$'000 千元	Others 其他 \$'000 千元	Total 總額 \$'000 千元
(ii) Available-for-sale	(ii) 可供出售						
At 30 June 2007	於二零零七年六月三十日						
Listed debt securities	上市債務證券						
- in Hong Kong	- 香港	37,946	-	15,390	-	-	53,336
- outside Hong Kong	- 香港以外地區	9,762,430	7,674	2,822,917	8,724,057	16,570	21,333,648
Listed direct equity securities	上市直接股本證券						
- in Hong Kong	- 香港	-	-	525,930	550,752	-	1,076,682
- outside Hong Kong	- 香港以外地區	-	-	2,295,737	4,386	-	2,300,123
Listed equity investment funds	上市股本投資基金						
outside Hong Kong	香港以外地區	-	-	554,492	-	-	554,492
Listed composite investment funds	上市綜合投資基金						
outside Hong Kong	香港以外地區	-	-	-	65,870	-	65,870
Unlisted debt securities	非上市債務證券	-	-	457,455	347,700	-	805,155
Unlisted direct equity securities	非上市直接股本證券	-	-	-	52,726	-	52,726
Unlisted equity investment funds	非上市股本投資基金	-	-	1,476,230	-	-	1,476,230
		9,800,376	7,674	8,148,151	9,745,491	16,570	27,718,262
Fair value of securities	證券公允價值	9,800,376	7,674	8,148,151	9,745,491	16,570	27,718,262
Market value of listed securities	上市證券市值	9,800,376	7,674	6,214,466	9,345,065	16,570	25,384,151
Current	當期	9,800,376	7,674	8,148,151	9,745,491	16,570	27,718,262
Non-current	非當期	-	-	-	-	-	-
		9,800,376	7,674	8,148,151	9,745,491	16,570	27,718,262

# NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT (Continued)

## 未經審核中期財務報告的附註 (續)

(Expressed in Hong Kong dollars)  
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### 12 INVESTMENTS IN DEBT AND EQUITY SECURITIES (Continued)

### 12 債務及股本證券投資 (續)

		Central governments and banks 中央政府 及中央銀行 \$'000 千元	Public sector entities 公共機構 \$'000 千元	Banks and other financial institutions 銀行及其他 金融機構 \$'000 千元	Corporate entities 公司實體 \$'000 千元	Others 其他 \$'000 千元	Total 總額 \$'000 千元
<b>(ii) Available-for-sale (Continued)</b>	<b>(ii) 可供出售 (續)</b>						
At 31 December 2006	於二零零六年 十二月三十一日						
Listed debt securities	上市債務證券						
- in Hong Kong	- 香港	—	—	15,356	—	—	15,356
- outside Hong Kong	- 香港以外地區	8,867,426	7,632	2,254,178	6,908,382	15,554	18,053,172
Listed direct equity securities	上市直接股本證券						
- in Hong Kong	- 香港	—	12,225	698,612	345,290	—	1,056,127
- outside Hong Kong	- 香港以外地區	—	—	1,457,224	—	—	1,457,224
Listed equity investment funds	上市股本投資基金						
outside Hong Kong	香港以外地區	—	—	1,157	—	—	1,157
Listed composite investment funds	上市綜合投資基金						
outside Hong Kong	香港以外地區	—	—	—	15,826	—	15,826
Unlisted debt securities	非上市債務證券	—	—	247,808	258,515	—	506,323
Unlisted direct equity securities	非上市直接股本證券	—	—	—	3,327	—	3,327
Unlisted equity investment funds	非上市股本投資基金	—	—	1,562,338	—	—	1,562,338
		8,867,426	19,857	6,236,673	7,531,340	15,554	22,670,850
Fair value of securities	證券公允價值	8,867,426	19,857	6,236,673	7,531,340	15,554	22,670,850
Market value of listed securities	上市證券市值	8,867,426	19,857	4,426,527	7,269,498	15,554	20,598,862
Current	當期	8,867,426	19,857	6,236,673	7,531,340	15,554	22,670,850
Non-current	非當期	—	—	—	—	—	—
		8,867,426	19,857	6,236,673	7,531,340	15,554	22,670,850

# NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT (Continued)

## 未經審核中期財務報告的附註 (續)

(Expressed in Hong Kong dollars)  
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### 12 INVESTMENTS IN DEBT AND EQUITY SECURITIES (Continued)

### 12 債務及股本證券投資 (續)

		Central governments and banks 中央政府 及中央銀行 \$'000 千元	Public sector entities 公共機構 \$'000 千元	Banks and other financial institutions 銀行及其他 金融機構 \$'000 千元	Corporate entities 公司實體 \$'000 千元	Others 其他 \$'000 千元	Total 總額 \$'000 千元
(iii) Designated at fair value through profit or loss	(iii) 指定為通過損益以反映公允價值						
At 30 June 2007	於二零零七年六月三十日						
Listed debt securities outside Hong Kong	上市債務證券 香港以外地區	126,528	—	64,201	201,624	681	393,034
Listed direct equity securities – in Hong Kong	上市直接股本證券 – 香港	—	—	18,287	43,827	175	62,289
– outside Hong Kong	– 香港以外地區	—	—	628,589	5,550	—	634,139
Listed equity investment funds outside Hong Kong	上市股本投資基金 香港以外地區	—	—	1,182,806	—	3,492	1,186,298
Listed composite investment funds outside Hong Kong	上市綜合投資基金 香港以外地區	—	—	—	25,043	—	25,043
Unlisted debt securities	非上市債務證券	—	—	246,717	—	—	246,717
Unlisted equity investment funds	非上市股本投資基金	—	—	68,732	—	9,516	78,248
		126,528	—	2,209,332	276,044	13,864	2,625,768
Fair value of securities	證券公允價值	126,528	—	2,209,332	276,044	13,864	2,625,768
Market value of listed securities	上市證券市值	126,528	—	1,893,883	276,044	4,348	2,300,803
Current	當期	126,528	—	2,209,332	276,044	13,864	2,625,768
Non-current	非當期	—	—	—	—	—	—
		126,528	—	2,209,332	276,044	13,864	2,625,768

# NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT (Continued)

## 未經審核中期財務報告的附註 (續)

(Expressed in Hong Kong dollars)  
(以港幣列示)

### 12 INVESTMENTS IN DEBT AND EQUITY SECURITIES (Continued)

### 12 債務及股本證券投資 (續)

		Central governments and banks 中央政府及中央銀行 \$'000 千元	Public sector entities 公共機構 \$'000 千元	Banks and other financial institutions 銀行及其他金融機構 \$'000 千元	Corporate entities 公司實體 \$'000 千元	Others 其他 \$'000 千元	Total 總額 \$'000 千元
<b>(iii) Designated at fair value through profit or loss (Continued)</b>	<b>(iii) 指定為通過損益以反映公允價值 (續)</b>						
At 31 December 2006	於二零零六年十二月三十一日						
Listed debt securities outside Hong Kong	上市債務證券 香港以外地區	38,133	—	64,476	83,792	—	186,401
Listed direct equity securities	上市直接股本證券						
– in Hong Kong	– 香港	—	471	21,082	38,249	193	59,995
– outside Hong Kong	– 香港以外地區	—	—	577,212	5,208	—	582,420
Listed equity investment funds outside Hong Kong	上市股本投資基金 香港以外地區	—	—	942,836	—	—	942,836
Listed composite investment funds outside Hong Kong	上市綜合投資基金 香港以外地區	—	—	—	24,384	—	24,384
Unlisted debt securities	非上市債務證券	—	—	223,334	—	—	223,334
Unlisted equity investment funds	非上市股本投資基金	—	—	19,641	—	—	19,641
		38,133	471	1,848,581	151,633	193	2,039,011
Fair value of securities	證券公允價值	38,133	471	1,848,581	151,633	193	2,039,011
Market value of listed securities	上市證券市值	38,133	471	1,605,606	151,633	193	1,796,036
Current	當期	38,133	471	1,848,581	151,633	193	2,039,011
Non-current	非當期	—	—	—	—	—	—
		38,133	471	1,848,581	151,633	193	2,039,011

# NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT (Continued)

## 未經審核中期財務報告的附註 (續)

(Expressed in Hong Kong dollars)  
(以港幣列示)

### 13 INSURANCE DEBTORS

### 13 保險客戶應收賬款

		At 30 June 2007 於二零零七年 六月三十日 \$'000 千元	At 31 December 2006 於二零零六年 十二月三十一日 \$'000 千元
Amounts due from insurance customers and suppliers	應收保險客戶及供應商款項	798,018	352,953
Deposits retained by cedants	分保人保留的按金	89,155	100,214
		<b>887,173</b>	<b>453,167</b>

All of the insurance debtors are expected to be recovered within one year.

所有保險客戶應收賬款預期在一年之內可以收回。

Amounts due from insurance customers and suppliers include amounts due from fellow subsidiaries of \$12,777,000 (31 December 2006: \$8,219,000) which are trade related in nature.

應收保險客戶及供應商款項包括應收同系附屬公司款項12,777,000元(二零零六年十二月三十一日:8,219,000元),有關款項屬營業性質。

The following is an ageing analysis of amounts due from insurance customers and suppliers (net of impairment loss):

應收保險客戶及供應商款項(已扣除減值後淨額),其賬齡分析如下:

		At 30 June 2007 於二零零七年 六月三十日 \$'000 千元	At 31 December 2006 於二零零六年 十二月三十一日 \$'000 千元
Not yet due	未到期	592,263	275,942
Current	現已到期	173,246	60,186
More than 3 months but less than 12 months	超過3個月但少於12個月	31,317	14,612
More than 12 months	超過12個月	1,192	2,213
		<b>798,018</b>	<b>352,953</b>

### 14 STATUTORY DEPOSITS

### 14 法定存款

Certain subsidiaries of the group have placed \$564,471,000 (31 December 2006: \$547,443,000) with banks as a capital guarantee funds, pursuant to relevant PRC insurance rules and regulations. The funds can only be used with the prior approval of the relevant authorities in the event that the PRC subsidiaries cannot meet the statutory solvency requirements or goes into liquidation.

本集團若干附屬公司根據中國有關保險法規的規定將一筆為數564,471,000元(二零零六年十二月三十一日:547,443,000元)的款項存於銀行,作為資本保證基金。該筆款項只可在該附屬公司不能達到法定償付能力要求或清盤時,並得到有關政府部門批准,方可動用。

# NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT (Continued)

## 未經審核中期財務報告的附註 (續)

(Expressed in Hong Kong dollars)  
(以港幣列示)

### 15 CASH AND CASH EQUIVALENTS

### 15 現金及現金等價物

		At 30 June 2007 於二零零七年 六月三十日 \$'000 千元	At 31 December 2006 於二零零六年 十二月三十一日 \$'000 千元
Deposits with banks and other financial institutions with original maturity less than three months	原到期日少於3個月的銀行及其他財務機構存款	2,764,053	5,031,088
Money market funds	貨幣市場基金	28,268	7,184
Cash at bank and in hand	銀行及手頭現金	5,646,150	1,042,738
		<b>8,438,471</b>	<b>6,081,010</b>

### 16 INSURANCE CREDITORS

### 16 保險客戶應付賬款

		At 30 June 2007 於二零零七年 六月三十日 \$'000 千元	At 31 December 2006 於二零零六年 十二月三十一日 \$'000 千元
Amounts due to insurance customers and suppliers	應付保險客戶及供應商款項	61,899	33,706
Amounts due to insurance intermediaries	應付保險中介款項	26,425	24,157
Deposits retained from retrocessionaires	轉分保險人保留的按金	25,945	23,855
Prepaid premiums received	預收保費	106,274	158,312
		<b>220,543</b>	<b>240,030</b>

All of the insurance creditors are expected to be settled within one year.

Amounts due to insurance customers and suppliers include amounts due to fellow subsidiaries of \$19,136,000 (31 December 2006: \$752,000) which are trade-related in nature.

所有保險客戶應付賬款預期將於一年內清償。

應付保險客戶及供應商款項包括應付同系附屬公司款項為19,136,000元(二零零六年十二月三十一日: 752,000元), 有關款項屬營業性質。

# NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT (Continued)

## 未經審核中期財務報告的附註 (續)

(Expressed in Hong Kong dollars)  
(以港幣列示)

### 16 INSURANCE CREDITORS (Continued)

The following is an ageing analysis of amounts due to insurance customers and suppliers:

### 16 保險客戶應付賬款 (續)

應付保險客戶及供應商款項之賬齡分析如下：

		At 30 June 2007 於二零零七年 六月三十日 \$'000 千元	At 31 December 2006 於二零零六年 十二月三十一日 \$'000 千元
Current	現時	20,223	13,528
More than 3 months but less than 12 months	超過3個月但少於12個月	33,781	12,681
More than 12 months	超過12個月	7,895	7,497
		<b>61,899</b>	<b>33,706</b>

### 17 SHARE CAPITAL

### 17 股本

		At 30 June 2007 於二零零七年六月三十日		At 31 December 2006 於二零零六年十二月三十一日	
		No. of shares 股份數目	\$'000 千元	No. of shares 股份數目	\$'000 千元
<b>Authorised:</b>	<b>法定股本：</b>				
Ordinary shares of \$0.05 each	每股面值0.05元 普通股	2,000,000,000	100,000	2,000,000,000	100,000
<b>Issued and fully paid:</b>	<b>已發行及繳足股本：</b>				
At the beginning of the period/year	於期初／年初	1,406,251,592	70,313	1,336,463,592	66,824
Share issued	已發行股份	—	—	63,750,000	3,187
Shares issued under share option scheme	根據認股權計劃 發行的股份	6,375,000	318	6,038,000	302
At the end of the period/year	於期末／年末	<b>1,412,626,592</b>	<b>70,631</b>	1,406,251,592	70,313



# NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT (Continued)

## 未經審核中期財務報告的附註 (續)

(Expressed in Hong Kong dollars)  
(以港幣列示)

### 18 EQUITY COMPENSATION BENEFITS

#### (a) Movements in share options

		<b>At 30 June 2007</b>	At 31 December 2006
		於二零零七年 六月三十日	於二零零六年 十二月三十一日
		<b>Number</b>	Number
		數目	數目
At the beginning of the period/year	於期初／年初	<b>28,590,000</b>	34,678,000
Granted	已授出	<b>975,000</b>	350,000
Exercised (Note 17)	已行使 (附註17)	<b>(6,375,000)</b>	(6,038,000)
Lapsed	失效	<b>(18,000)</b>	(400,000)
At the end of the period/year	於期末／年末	<b>23,172,000</b>	28,590,000
Options vested at the end of the period/year	於期末／年末 已歸屬的認股權	<b>21,271,000</b>	27,206,666

### 18 股本補償福利

#### (a) 認股權的變動

# NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT (Continued)

## 未經審核中期財務報告的附註 (續)

(Expressed in Hong Kong dollars)  
(以港幣列示)

### 18 EQUITY COMPENSATION BENEFITS (Continued)

### 18 股本補償福利 (續)

(b) Terms of unexpired and unexercised share options at the balance sheet date

(b) 於結算日尚未屆滿及尚未行使的認股權的年期

Date granted 授出日期	Exercise period 行使期	Exercise price 行使價 \$ 元	At 30 June 2007 於二零零七年 六月三十日 Number 數目	At 31 December 2006 於二零零六年 十二月三十一日 Number 數目
25 September 2000 to 9 October 2000 2000年9月25日至 2000年10月9日	25 September 2000 to 8 October 2010 2000年9月25日至2010年10月8日	1.1100	3,350,000	4,660,000
9 February 2001 to 17 February 2001 2001年2月9日至 2001年2月17日	9 February 2001 to 16 February 2011 2001年2月9日至2011年2月16日	0.9500	1,003,000	1,213,000
12 September 2002 to 23 September 2002 2002年9月12日至 2002年9月23日	12 September 2002 to 22 September 2012 2002年9月12日至2012年9月22日	3.2250	3,210,000	5,265,000
7 January 2003 2003年1月7日	7 January 2003 to 6 January 2013 2003年1月7日至2013年1月6日	3.9750	156,000	156,000
5 January 2004 2004年1月5日	5 January 2004 to 4 January 2014 2004年1月5日至2014年1月4日	3.9800	350,000	350,000
31 December 2004 2004年12月31日	27 January 2005 to 26 January 2015 2005年1月27日至2015年1月26日	3.2000	350,000	350,000
2 November 2005 (Note (i)) 2005年11月2日 (註 (i))	23 November 2005 to 27 November 2015 2005年11月23日至2015年11月27日	2.8750	13,078,000	15,896,000
30 December 2005 2005年12月30日	3 January 2006 to 2 January 2016 2006年1月3日至2016年1月2日	3.3000	350,000	350,000
30 June 2006 2006年6月30日	30 June 2006 to 29 June 2016 2006年6月30日至2016年6月29日	5.0000	175,000	175,000
29 December 2006 2006年12月29日	29 December 2006 to 28 December 2016 2006年12月29日至2016年12月28日	9.8000	175,000	175,000
26 February 2007 (Note (ii)) 2007年2月26日 (註 (ii))	26 February 2007 to 25 February 2017 2007年2月26日至2017年2月25日	9.4900	800,000	—
29 June 2007 2007年6月29日	29 June 2007 to 28 June 2017 2007年6月29日至2017年6月28日	14.2200	175,000	—
			<b>23,172,000</b>	<b>28,590,000</b>

# NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT (Continued)

## 未經審核中期財務報告的附註 (續)

(Expressed in Hong Kong dollars)  
(以港幣列示)

### 18 EQUITY COMPENSATION BENEFITS (Continued)

#### (b) Terms of unexpired and unexercised share options at the balance sheet date (Continued)

Notes:

- (i) 18,000 options lapsed during the period (2006: Nil). 1,367,000 options were unvested, which have vesting periods up to 23 November 2007.
- (ii) 534,000 options were unvested, which have vesting periods up to 26 February 2009.

#### (c) Details of share options granted, all of which were granted for \$1 consideration

### 18 股本補償福利 (續)

#### (b) 於結算日尚未屆滿及尚未行使的認股權的年期 (續)

註:

- (i) 18,000認股權於期內失效(二零零六年: 無)。其中1,367,000認股權屬於尚未歸屬的認股權,於二零零七年十一月二十三日前歸屬。
- (ii) 其中534,000認股權屬於尚未歸屬的認股權,於二零零九年二月二十六日前歸屬。

#### (c) 已授出的認股權詳情,該等認股權全部均為以代價1元授出

Exercise period 行使日期	Exercise price 行使價 \$ 元	Six months ended 30 June 2007 截至二零零七年 六月三十日 止六個月 Number 數目	Year ended 31 December 2006 截至二零零六年 十二月三十一日 止年度 Number 數目	
30 June 2006 to 29 June 2016	2006年6月30日至 2016年6月29日	5.0000	—	175,000
29 December 2006 to 28 December 2016	2006年12月29日至 2016年12月28日	9.8000	—	175,000
26 February 2007 to 25 February 2017	2007年2月26日至 2017年2月25日	9.4900	800,000	—
29 June 2007 to 28 June 2017	2007年6月29日至 2017年6月28日	14.2200	175,000	—
			975,000	350,000

# NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT (Continued)

## 未經審核中期財務報告的附註 (續)

(Expressed in Hong Kong dollars)  
(以港幣列示)

### 18 EQUITY COMPENSATION BENEFITS (Continued)

### 18 股本補償福利 (續)

#### (d) Details of share options exercised

#### (d) 已行使的認股權詳情

Exercise date 行使日期		Exercise price 行使價 \$ 元	Weighted average market value per share at exercise date 行使日加權 平均每股市價 \$ 元	Proceeds received 所得款項 \$'000 千元	Number 數目
2 January	一月二日	2.875	10.4279	863	300,000
4 January	一月四日	0.950	9.9222	10	10,000
19 January	一月十九日	3.225	9.3523	2,258	700,000
13 February	二月十三日	2.875	9.1656	1,150	400,000
13 April	四月十三日	1.110	10.4675	44	40,000
23 May	五月二十三日	1.110	11.1931	555	500,000
23 May	五月二十三日	2.875	11.1931	1,438	500,000
29 May	五月二十九日	3.225	11.9602	16	5,000
30 May	五月三十日	3.225	11.7649	484	150,000
4 June	六月四日	0.950	12.0394	190	200,000
4 June	六月四日	3.225	12.0394	323	100,000
5 June	六月五日	2.875	11.9500	719	250,000
8 June	六月八日	3.225	11.5589	2,580	800,000
8 June	六月八日	2.875	11.5589	2,013	700,000
25 June	六月二十五日	3.225	14.6482	968	300,000
26 June	六月二十六日	2.875	14.3066	431	150,000
28 June	六月二十八日	1.110	13.7392	855	770,000
28 June	六月二十八日	2.875	13.7392	1,438	500,000
Six months ended 30 June 2007	截至二零零七年 六月三十日止六個月			16,335	6,375,000
Year ended 31 December 2006	截至二零零六年 十二月三十一日止年度			14,860	6,038,000

# NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT (Continued)

## 未經審核中期財務報告的附註 (續)

(Expressed in Hong Kong dollars)  
(以港幣列示)

### 18 EQUITY COMPENSATION BENEFITS (Continued)

#### (e) Fair value of share options and assumptions:

The estimate of the fair value of the share options granted is measured based on the Black-Scholes pricing model.

Fair value at measurement date (\$)	於計量日的公允價值(元)
Share price (\$)	股價(元)
Exercise price (\$)	行使價(元)
Expected volatility (Note (i))	預期波動率(註(i))
Option life (Year)	認股權年期(年)
Expected dividends (Note (ii))	預期股息(註(ii))
Risk-free interest rate (Note (iii))	無風險利率(註(iii))

#### Notes:

- (i) The expected volatility is based on the historical volatility of the share price one year immediately preceding the grant date.
- (ii) Expected dividends are based on historical dividends since the listing of the company.
- (iii) Risk-free interest rate is based on the yield of the 10-year Hong Kong Exchange Fund Note.

### 18 股本補償福利 (續)

#### (e) 認股權的公允價值及假設：

授出認股權之估計公允價值按 Black-Scholes 認股權定價模式。

Date of grant 授出日	Date of grant 授出日
26 February 2007 二零零七年 二月二十六日	29 June 2007 二零零七年 六月二十九日

5.095299	8.648458
9.07	14.22
9.49	14.22
42.97%	46.23%
10	10
0.38%	0.38%
4.206%	4.775%

#### 註：

- (i) 預計波幅是根據授出日過往一年股價的波幅。
- (ii) 估計股息按本公司上市以來過往的股息。
- (iii) 無風險利率按十年期的香港外匯基金票據的孳息率。

# NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT (Continued)

## 未經審核中期財務報告的附註 (續)

(Expressed in Hong Kong dollars)  
(以港幣列示)

### 19 RESERVES

### 19 儲備

		Capital reserve 資本儲備 \$'000 千元	Share premium 股份溢價 \$'000 千元	Exchange reserve 匯兌儲備 \$'000 千元	Fair value reserve 公允價值 儲備 \$'000 千元	Employee share-based compensation reserve 以股份 為本之僱員 補償儲備 \$'000 千元	Retained profits 保留溢利 \$'000 千元	Total 總額 \$'000 千元
At 1 January 2007	於二零零七年 一月一日	567,458	2,174,123	46,986	841,088	20,530	457,821	4,108,006
Shares issued	已發行股份	—	19,605	—	—	—	—	19,605
Exchange differences on translation of the financial statements of subsidiaries outside Hong Kong	換算香港以外地區 附屬公司賬項 的匯兌差異	—	—	50,174	—	—	—	50,174
Available-for-sale securities:	可供出售證券:	—	—	—	(143,755)	—	—	(143,755)
- changes in fair value (Note (i))	- 公允價值變化 (註(i))	—	—	—	(738)	—	—	(738)
- deferred tax recognised	- 確認遞延稅項	—	—	—	37,910	—	—	37,910
- transferred to consolidated income statement on disposal	- 於出售時轉至 綜合損益表	—	—	—	(180,927)	—	—	(180,927)
Profit for the period	本財務期溢利	—	—	—	—	—	488,582	488,582
Equity settled share-based transactions	股本償付之股份 為本交易	—	—	—	—	(724)	—	(724)
At 30 June 2007	於二零零七年 六月三十日	567,458	2,193,728	97,160	697,333	19,806	946,403	4,521,888

# NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT (Continued)

## 未經審核中期財務報告的附註 (續)

(Expressed in Hong Kong dollars)  
(以港幣列示)

### 19 RESERVES (Continued)

### 19 儲備 (續)

		Capital reserve 資本儲備 \$'000 千元	Share premium 股份溢價 \$'000 千元	Exchange reserve 匯兌儲備 \$'000 千元	Fair value reserve 公允價值 儲備 \$'000 千元	Employee share-based compensation reserve 以股份 為本之僱員 補償儲備 \$'000 千元	(Accumulated losses)/ retained profits (累計虧損)/ 保留溢利 \$'000 千元	Total 總額 \$'000 千元
At 1 January 2006	於二零零六年 一月一日	567,458	1,644,418	6,125	254,648	20,629	(52,944)	2,440,334
Shares issued	已發行股份	—	529,705	—	—	—	—	529,705
Exchange differences on translation of the financial statements of subsidiaries outside Hong Kong	換算香港以外地區 附屬公司賬項 的匯兌差異	—	—	40,861	—	—	—	40,861
Available-for-sale securities:	可供出售證券:	—	—	—	586,440	—	—	586,440
- changes in fair value (Note (i))	- 公允價值變化 (註(i))	—	—	—	750,368	—	—	750,368
- deferred tax recognised	- 確認遞延稅項	—	—	—	(151,392)	—	—	(151,392)
- transferred to consolidated income statement on disposal	- 於出售時轉至 綜合損益表	—	—	—	(12,536)	—	—	(12,536)
Profit for the year	本財務年度溢利	—	—	—	—	—	510,765	510,765
Equity settled share-based transactions	股本償付之股份 為本交易	—	—	—	—	(99)	—	(99)
At 31 December 2006	於二零零六年 十二月三十一日	567,458	2,174,123	46,986	841,088	20,530	457,821	4,108,006

# NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT (Continued)

## 未經審核中期財務報告的附註 (續)

(Expressed in Hong Kong dollars)  
(以港幣列示)

### 19 RESERVES (Continued)

Notes:

### 19 儲備 (續)

註:

30 June 2007  
二零零七年六月三十日

		Reinsurance 再保險 \$'000 千元	Life insurance 人壽保險 \$'000 千元	Corporate and other businesses 企業及 其他業務 \$'000 千元	Total 總額 \$'000 千元
<b>Note (i): Changes in fair value</b>	<b>註(i): 公允價值變化</b>				
Debt securities	債務證券	(3,677)	(809,435)	(1,535)	(814,647)
Direct equity securities	直接股本證券	56,046	253,472	54,041	363,559
Equity investment funds	股本投資基金	—	302,216	—	302,216
Composite investment funds	綜合投資基金	2,991	—	—	2,991
		55,360	(253,747)	52,506	(145,881)
Share of associates	聯營公司份額	—	—	18,396	18,396
Shared by minority interests	少數股東應佔權益	—	126,747	—	126,747
		55,360	(127,000)	70,902	(738)

31 December 2006  
二零零六年十二月三十一日

		Reinsurance 再保險 \$'000 千元	Life insurance 人壽保險 \$'000 千元	Corporate and other businesses 企業及 其他業務 \$'000 千元	Total 總額 \$'000 千元
<b>Note (i): Changes in fair value</b>	<b>註(i): 公允價值變化</b>				
Debt securities	債務證券	(142)	(322,246)	—	(322,388)
Direct equity securities	直接股本證券	162,125	682,581	199,056	1,043,762
Equity investment funds	股本投資基金	—	431,921	—	431,921
Composite investment funds	綜合投資基金	(226)	—	—	(226)
		161,757	792,256	199,056	1,153,069
Share of associates	聯營公司份額	—	—	(6,970)	(6,970)
Shared by minority interests	少數股東應佔權益	—	(395,731)	—	(395,731)
		161,757	396,525	192,086	750,368



# NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT (Continued)

## 未經審核中期財務報告的附註 (續)

(Expressed in Hong Kong dollars)  
(以港幣列示)

### 20 MATURITY PROFILE

### 20 到期情況

		Repayable on demand	3 months or less	1 year or less but over 3 months	5 years or less but over 1 year	After 5 years	Undated	Total
		\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
		千元	千元	千元	千元	千元	千元	千元
<b>At 30 June 2007</b>	<b>於二零零七年 六月三十日</b>							
<b>Assets</b>	<b>資產</b>							
Deposits at banks and other financial institutions (including statutory deposits)	銀行及其他財務 機構存款(包括 法定存款)	187,168	2,576,885	1,250,395	4,466,537	—	—	8,480,985
Money market funds	貨幣市場基金	28,268	—	—	—	—	—	28,268
Pledged deposits at banks	已抵押予銀行的存款	—	—	119,012	—	—	—	119,012
Certificates of deposit (under held-to-maturity)	存款證 (持有至到期)	—	—	—	244,480	—	—	244,480
Certificates of deposit (under available-for-sale)	存款證 (可供出售)	—	—	—	131,960	—	—	131,960
Certificates of deposit (under designated at fair value)	存款證(通過損益 以反映公允價值)	50,545	—	—	—	—	—	50,545
Debt securities (under held-to-maturity)	債務證券 (持有至到期)	—	20,311	76,403	501,153	196,902	—	794,769
Debt securities (under available-for-sale)	債務證券 (可供出售)	—	15,755	82,164	6,029,803	15,932,457	—	22,060,179
Debt securities (under designated at fair value)	債務證券(通過損益 以反映公允價值)	262,989	—	140,799	52,864	90,994	41,560	589,206
Securities purchased under resale agreements	買入返售證券	121,107	—	—	—	—	—	121,107
Loans and advances	貸款及墊款	—	—	191,196	102,631	—	—	293,827
		650,077	2,612,951	1,859,969	11,529,428	16,220,353	41,560	32,914,338
<b>Liabilities</b>	<b>負債</b>							
Interest-bearing notes	需付息票據	—	—	—	—	2,900,079	—	2,900,079
Securities sold under repurchase agreements	賣出回購證券	4,770,309	—	—	—	—	—	4,770,309
Investment contract liabilities	投資合約負債	109,436	—	—	—	—	—	109,436
Insurance protection fund	保險保障基金	6,398	—	—	—	—	—	6,398
		4,886,143	—	—	—	2,900,079	—	7,786,222

# NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT (Continued)

## 未經審核中期財務報告的附註 (續)

(Expressed in Hong Kong dollars)  
(以港幣列示)

### 20 MATURITY PROFILE (Continued)

### 20 到期情況 (續)

		Repayable on demand	3 months or less	1 year or less but over 3 months	5 years or less but over 1 year	After 5 years	Undated	Total
		接獲 要求時 償還 \$'000 千元	三個月 或以下 \$'000 千元	一年以下 但超過 三個月 \$'000 千元	五年以下 但超過 一年 \$'000 千元	五年後 \$'000 千元	未有限 \$'000 千元	總額 \$'000 千元
At 31 December 2006	於二零零六年 十二月三十一日							
<b>Assets</b>	<b>資產</b>							
Deposits at banks and other financial institutions (including statutory deposits)	銀行及其他財務 機構存款(包括 法定存款)	193,810	4,927,332	670,293	4,424,946	—	—	10,216,381
Money market funds	貨幣市場基金	7,184	—	—	—	—	—	7,184
Pledged deposits at banks	已抵押予銀行的存款	—	—	93,676	—	—	—	93,676
Certificates of deposit (under held-to-maturity)	存款證 (持有至到期)	—	—	—	10,000	—	—	10,000
Debt securities (under held-to-maturity)	債務證券 (持有至到期)	—	31,068	60,775	523,155	218,471	—	833,469
Debt securities (under available-for-sale)	債務證券 (可供出售)	—	5,117	120,793	3,823,787	14,625,154	—	18,574,851
Debt securities (under designated at fair value)	債務證券(通過損益 以反映公允價值)	96,950	—	148,603	30,497	91,633	42,052	409,735
Loans and advances	貸款及墊款	—	—	115,973	—	—	—	115,973
		297,944	4,963,517	1,210,113	8,812,385	14,935,258	42,052	30,261,269
<b>Liabilities</b>	<b>負債</b>							
Interest-bearing notes	需付息票據	—	—	—	—	2,844,819	—	2,844,819
Securities sold under repurchase agreements	賣出回購證券	—	2,490,366	—	—	—	—	2,490,366
Investment contract liabilities	投資合約負債	115,681	—	—	—	—	—	115,681
Insurance protection fund	保險保障基金	—	—	10,385	—	—	—	10,385
		115,681	2,490,366	10,385	—	2,844,819	—	5,461,251

# NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT (Continued)

## 未經審核中期財務報告的附註 (續)

(Expressed in Hong Kong dollars)  
(以港幣列示)

### 21 COMMITMENTS

- (a) Capital commitments outstanding at 30 June 2007 not provided for in the interim financial report were as follows:

	At 30 June 2007 於二零零七年 六月三十日 \$'000 千元	At 31 December 2006 於二零零六年 十二月三十一日 \$'000 千元
Contracted for	27,951	46,717

- (b) At 30 June 2007, the total future minimum lease payments under non-cancellable operating leases were payable as follows:

	At 30 June 2007 於二零零七年 六月三十日 \$'000 千元	At 31 December 2006 於二零零六年 十二月三十一日 \$'000 千元
Within 1 year	67,719	61,820
After 1 year but within 5 years	47,257	56,104
After 5 years	9	1,281
	<b>114,985</b>	<b>119,205</b>

The group leases a number of properties under operating leases which run for an initial period of 1 to 6 years, with an option to renew the leases when all terms are renegotiated. Lease payments are usually reviewed annually to reflect market rentals. None of the leases includes contingent rentals.

### 21 承擔

- (a) 於二零零七年六月三十日，尚未在本中期財務報表反映的資本性承諾如下：

	At 30 June 2007 於二零零七年 六月三十日 \$'000 千元	At 31 December 2006 於二零零六年 十二月三十一日 \$'000 千元
Contracted for	27,951	46,717

- (b) 於二零零七年六月三十日，根據不可解除的經營租賃在日後應付的最低租賃付款額如下：

	At 30 June 2007 於二零零七年 六月三十日 \$'000 千元	At 31 December 2006 於二零零六年 十二月三十一日 \$'000 千元
Within 1 year	67,719	61,820
After 1 year but within 5 years	47,257	56,104
After 5 years	9	1,281
	<b>114,985</b>	<b>119,205</b>

本集團以經營租賃租入部分物業。這些租賃一般初步為期一至六年，並有權選擇在到期日後續期，屆時所有條款均可重新商定。租賃付款通常會逐年檢討，以反映市場租金。各項租賃均不包括或然租金。

# NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT (Continued)

## 未經審核中期財務報告的附註 (續)

(Expressed in Hong Kong dollars)  
(以港幣列示)

### 22 MATERIAL RELATED PARTY TRANSACTIONS

The following is a summary of significant transactions entered into between the group and its related parties during the period:

Business ceded by related companies: 關連公司分出的業務：  
 - Gross premiums written - 毛承保保費  
 - Commission expenses paid - 佣金支出

Note:

- (i) Certain fellow subsidiaries of the group ceded business to and received commission from a subsidiary of the company.

Apart from the above, on 30 June 2006, the company entered into an agreement with CIHK to acquire a 4.9% equity interest in a wholly-owned subsidiary of CIHK for a consideration of \$102,578,000. The company also entered into certain letters of confirmation with CIHC, CIHK and other various parties in regard to the waiver of certain rights and the relaxation of certain non-competition restrictions. The details of this transaction are set out in a Circular dated 1 August 2006.

The group operates in an economic environment predominated by enterprises directly or indirectly owned or controlled by the PRC government through its numerous authorities, affiliates or other organisations (collectively "State-owned Entities"). During the period, the group had transactions with State-owned Entities including but not limited to sales of insurance policies, banking related services and rendering and receiving of utilities and other services. These transactions are conducted in the ordinary course of the group's insurance business on terms similar to those that would have been entered into with non-state-owned entities. The group has also established its pricing strategy and approval processes for its major insurance products. Such pricing strategy and approval processes do not depend on whether the customers are State-owned Entities or not. Having due regard to the substance of the relationships, the directors believe that none of these transactions are material related party transactions that require separate disclosure.

The group considers that the key management personnel of the group include only the directors of the company only.

### 22 重大關連人仕交易

以下是本集團與關連人仕於期內進行的重大交易概要：

Six months ended 30 June  
截至六月三十日止六個月

	2007 二零零七年 \$'000 千元	2006 二零零六年 \$'000 千元
--	-------------------------------	-------------------------------

Note  
附註

(i)	197,384	119,968
	69,723	42,625

註：

- (i) 本集團若干同系附屬公司向本公司一間附屬公司轉介業務及向其收取佣金。

除此之外，於二零零六年六月三十日，本公司與香港中保達成協議，以代價102,578,000元收購香港中保之一間全資附屬公司的4.9%股權。此外，本公司亦與中保控股、香港中保及其他人仕訂立一些關於放棄若干權利和放棄若干不競爭限制的確認函。此交易之詳情載於二零零六年八月一日發行的通函內。

本集團正處於一個以國家控制實體佔主導地位的經濟制度下營運，那些國家控制實體是由中國政府通過其政府機構、代理機構、附屬機構或其它機構直接或間接擁有的（統稱「國有實體」），本集團於期內與國有實體進行包括但不限於保單銷售、銀行相關服務及提供及接受公共事業及其他服務之交易，該些交易所執行的條款跟本集團日常保險業務過程中與非國有實體進行交易所執行的條款相似。本集團亦已制定就其主要保險產品的定價策略及審批程序。該等定價策略及審批程序與客戶是否國有實體無關。經考慮其關係的性質後，董事相信該等交易並非重大關連人仕交易，故毋須獨立披露。

本集團認為本集團的主要管理人員只包括本公司的董事。

# NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT (Continued)

## 未經審核中期財務報告的附註 (續)

(Expressed in Hong Kong dollars)  
(以港幣列示)

### 23 INSURANCE AND FINANCIAL RISK MANAGEMENT

#### (a) Underwriting strategy

##### Reinsurance

The group's reinsurance portfolio is made up of a mix of business spreading across different geographic regions and classes, with emphasis towards Asian countries covering property damage, marine cargo and hull and miscellaneous non-marine classes. In addition to diversifying its underwriting portfolio, the group does not actively seek acceptance of any liability reinsurance business from customers operating outside the Asia Pacific region, in particular, the United States of America. In the Asia Pacific region, where these are core-markets of the group, liability reinsurance for motor, workers' compensation and general third party liability businesses are written on a limited scale in order to provide customers in the region with comprehensive reinsurance services.

##### Life insurance

The group focuses its life insurance business towards the PRC's life insurance market, offering a wide range of insurance products covering different types of individual and group life insurance, health insurance, accident insurance and annuity. With regard to the control of quality of the insurance policies underwritten, the group has formulated strict operational procedures on underwriting and claims settlement to control risks on insurance underwriting.

#### (b) Reinsurance strategy

##### Reinsurance

The group purchases reinsurance protections in order to increase its underwriting capacity, to diversify its risk exposure and to harmonise its net retention exposure to avoid any significant adverse impact on its financial performance which may be caused by single or multiple catastrophic losses. The reinsurance protections are chosen after careful consideration of reinsurers' reputation and credit worthiness.

##### Life insurance

The group purchases reinsurance protection from other reinsurers in the normal course of business in order to limit the potential for losses arising from longer and concentrated exposures. In assessing the credit worthiness of reinsurers, the group takes into account, among other factors, ratings and evaluation performed by recognised credit rating agencies, their claims-paying and underwriting track record, as well as the group's past experience with them.

### 23 保險及財務風險管理

#### (a) 承保策略

##### 再保險

本集團的一般再保險組合由涵蓋不同地區及類別的一系列業務類別組成，重點在於亞洲國家，包括財物損毀、貨運及船隻保險以及其他非海事保險。除多元化承保組合外，本集團並無積極從亞太地區以外（尤其是美國）營運的客戶尋求任何責任再保險業務。在亞太地區，即本集團的核心市場，本集團會有限度承保汽車責任再保險、工傷賠償及一般第三者責任險，為區內客戶提供全面的再保險服務。

##### 人壽保險

本集團人壽保險業務的核心在於中國人壽保險市場，提供各種各樣的保險產品，包括不同類型的個人及團體人壽保險、健康險、意外險及年金。在承保的保單質量控制方面，本集團已設立嚴格的承保及理賠操作程序，以控制保險承保的風險。

#### (b) 再保險策略

##### 再保險

本集團購買再保險保障以提高承保能力、分散風險及平抑自留風險，避免個別或多次災難性損失可能嚴重打擊本集團的財務表現。選擇再保險保障時會審慎考慮再保險商的聲譽及信用水平。

##### 人壽保險

本集團於日常業務過程中向其他再保險公司購買再保險保障，以限制因較長期及集中風險而產生的潛在損失。在評估再保險公司的信用水平時，本集團會考慮認可信用評級機構的評級及評估、以往賠款及承保記錄及與本集團以往的交易經驗等因素。

# NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT (Continued)

## 未經審核中期財務報告的附註 (續)

(Expressed in Hong Kong dollars)  
(以港幣列示)

### 23 INSURANCE AND FINANCIAL RISK MANAGEMENT (Continued)

#### (c) Asset and liability matching

##### Reinsurance

A key aspect in the management of the group's risk is through matching the timing of cash flows from assets and liabilities.

The group actively manages its assets using an approach that balances quality, diversification, asset and liability matching, liquidity and investment return. The goal of the investment process is to maximise investment returns at a tolerable risk level, whilst ensuring that the assets and liabilities are managed on a cash flow and duration basis.

##### Life insurance

The objective of the group's asset and liability management is to match the group's assets with liabilities on the basis of duration. However, under the current regulatory and market environment in the PRC, the group is unable to invest in assets with a duration of sufficient length to match the duration of its life insurance liabilities. When the regulatory and market environment permits, the group intends to gradually lengthen the duration of its assets. The group monitors the duration gap between the assets and liabilities closely and prepares cash flow projection from assets and liabilities on a regular basis. Currently, the group intends to reduce the level of the asset-liability mismatch by:

- actively seeking to acquire longer dated fixed rate debt investments with an acceptable level of yield;
- upon the maturity dates of fixed rate debt investments, rolling over the proceeds to longer dated fixed rate debt investments;
- disposing of some of the shorter dated fixed rate debt investments, particularly those with lower yields, and rolling over the proceeds to longer dated fixed rate debt investments; and
- investing in equities for the long term.

### 23 保險及財務風險管理 (續)

#### (c) 資產與負債配對

##### 再保險

本集團管理風險的主要範疇在於資產與負債的現金流動配對及其時間配對。

本集團通過平衡質素、多元組合、資產與負債配對、流動性與投資回報等方面的手段來積極管理資產。投資過程的目標是在可容忍的風險程度內將投資回報提升至最高水平，同時確保資產與負債按現金流動及期限基準管理。

##### 人壽保險

本集團的資產與負債管理目標為按期限基準配對本集團的資產與負債。然而，有鑒於中國現行監管及市場環境，本集團未能投資於期限足以配比其壽險負債的資產。在監管及市場環境允許的情況下，本集團有意逐步延長其資產的期限。本集團密切監督資產與負債的期限差距，定期進行資產與負債的現金流動預測。目前，本集團有意透過以下方法降低資產與負債不配的程度：

- 積極尋求取得收益水平可接受的較長期定息債務投資；
- 於定息債務投資到期後，將所得款項滾存入更長期的定息債務投資；
- 出售部份短期定息債務投資，尤其是收益率較低者，將所得款項滾存入更長期的定息債務投資；及
- 長期投資股份。

# NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT (Continued)

## 未經審核中期財務報告的附註 (續)

(Expressed in Hong Kong dollars)  
(以港幣列示)

### 23 INSURANCE AND FINANCIAL RISK MANAGEMENT (Continued)

#### (d) Financial risk

Transactions in financial instruments may result in the group assuming financial risks. These include market risk, credit risk, liquidity risk and reinsurance risk. Each of these financial risks is described below, together with a summary of the ways in which the group manages these risks.

##### (i) Market risk

Market risk can be described as the risk of change in fair value of a financial instrument due to changes in interest rates, equity prices or foreign currency exchange rates.

##### — Interest rate risk

##### Reinsurance

Reinsurance premium and loss reserves are not discounted. In addition, most of the fixed rate debt securities are classified under the held-to-maturity category and stated at amortised cost. Therefore interest rate risks to the group on these reserves for reinsurance contracts and investments are not significant.

##### Life insurance

The group is exposed to interest rate risk on its reserves for life insurance contracts and its fixed rate debt investment portfolio. The group monitors this exposure through periodic reviews of its asset and liability positions. Estimates of cash flows, as well as the impact of interest rate fluctuations relating to the investment portfolio and insurance liabilities, are modelled and reviewed periodically.

##### — Equity price risk

The group has a portfolio of marketable equity securities, which is carried at fair value and is exposed to price risk. This risk is defined as the potential loss in market value resulting from an adverse change in prices. The group's objective is to earn competitive relative returns by investing in a diverse portfolio of high quality and liquid securities.

### 23 保險及財務風險管理 (續)

#### (d) 財務風險

金融工具交易可引致本集團須承擔若干財務風險。該等風險包括市場風險、信用風險、流動資金風險及再保風險。各有關財務風險連同本集團管理該等風險的方法闡述如下。

##### (i) 市場風險

市場風險乃指因利率、股本價值或外幣匯率變動造成金融工具的公允價值變動而引致的風險。

##### — 利率風險

##### 再保險

再保險保費及賠付準備並無折扣。此外，大部份定息債務證券被歸類為持有至到期類，並按已攤銷成本列賬。因此，本集團就再保險合約及投資等儲備方面並無重大利率風險。

##### 人壽保險

本集團就人壽保險合約及其定息債券投資組合的儲備須承擔利率風險。本集團透過定期審閱其資產及負債情況監控該風險。就本集團投資組合及保險負債而言，吾等會對現金流量估值以及因利率變動所帶來的影響均進行定期模擬及審閱。

##### — 股本價格風險

本集團的有價股本證券組合以公允價值列賬及須承擔價格風險。該風險指因價格的不利變動而造成的市值潛在損失。本集團的目標是透過投資於高質素的多元化流動證券組合以賺取具競爭力的相對回報。

# NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT (Continued)

## 未經審核中期財務報告的附註 (續)

(Expressed in Hong Kong dollars)  
(以港幣列示)

### 23 INSURANCE AND FINANCIAL RISK MANAGEMENT (Continued)

#### (d) Financial risk (Continued)

##### (i) Market risk (Continued)

###### — Equity price risk (Continued)

In respect of the reinsurance business, the equity securities are limited to less than 20% of total investments. The equity security portfolio is diversified among different countries and different industries. At 30 June 2007, the equity securities were carried at a fair value of \$680.21 million (31 December 2006: \$710.97 million), representing 16.5% (31 December 2006: 18.5%) of total investments held by the reinsurance business.

In respect of the life insurance business, the current PRC regulation does not allow an insurance company to hold listed equities and mutual funds more than 5% and 15% respectively of total assets. An insurance company is only allowed to invest equities listed in the PRC. At 30 June 2007, the equity securities and mutual funds were carried at a fair value of \$6,061.99 million (31 December 2006: \$4,441.42 million), representing 15.4% (31 December 2006: 14.2%) of total investments held by the life insurance business.

###### — Foreign exchange risk

In respect of the reinsurance business, premiums are received mainly in HKD and USD and also in a number of Asian currencies which follow closely the USD currency rate movement. The group aims to hold assets in these currencies in broadly similar proportion to its insurance liabilities.

In respect of the life insurance business, premiums are received in RMB and the insurance regulation in the PRC requires the insurers to hold RMB assets. The capital injections from the shareholders outside the PRC were in HKD and USD.

### 23 保險及財務風險管理 (續)

#### (d) 財務風險 (續)

##### (i) 市場風險 (續)

###### — 股本價格風險 (續)

就再保險業務而言，股本證券須低於總投資額的20%。股本證券組合分散投資於不同國家及不同行業。於二零零七年六月三十日，股本證券以公允價值6.8021億元(二零零六年十二月三十一日：7.1097億元)列賬，佔一般再保險業務總投資額的16.5%(二零零六年十二月三十一日：18.5%)。

就人壽保險業務而言，根據當前中國法例的規定，保險公司持有上市股本及互惠基金的比例不得超過總資產的5%及15%。保險公司只限於投資在中國上市的股本證券。於二零零七年六月三十日，股本證券及互惠基金以公允價值60.6199億元(二零零六年十二月三十一日：44.4142億元)列賬，佔人壽保險業務總投資額的15.4%(二零零六年十二月三十一日：14.2%)。

###### — 外匯風險

就再保險業務而言，保費主要以港幣及美元計值，同時亦以多種傾向緊隨美元匯率變動的亞洲貨幣計值。本集團致力維持以該等貨幣持有資產的比例與其保險負債大致相同。

就人壽保險業務而言，保費以人民幣計值，而中國保險法例規定保險公司持有人民幣資產。中國境外股東以港幣及美元注資。



# NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT (Continued)

## 未經審核中期財務報告的附註 (續)

(Expressed in Hong Kong dollars)  
(以港幣列示)

### 23 INSURANCE AND FINANCIAL RISK MANAGEMENT (Continued)

#### (d) Financial risk (Continued)

##### (ii) Credit risk

Credit risk is the risk of economic loss resulting from the failure of one of the obligors to make any payment of principal or interest when due, in the case of fixed income investments and receivables or in the case of an equity investment, the loss in value is resulting from a corporate failure.

##### Reinsurance

The group is exposed to credit risks primarily associated with reinsurance debtors and debt securities. To reduce the credit risk with reinsurance debtors, the group takes into account, among other factors, ratings and evaluations by recognised credit rating agencies, their claims payment and underwriting track record, as well as the group's past transaction experience with them. The group also spreads out the credit risk by reinsuring with a number of reinsurers who are domiciled in many different countries. To reduce the credit risk associated with fixed income investments, the group restricts investments in fixed income debt securities with credit ratings generally not below the investment grade, i.e. BBB or higher, except for certain sovereign rated securities.

##### Life insurance

The group is exposed to credit risks primarily associated with its investments in debt securities issued by the PRC enterprises. To reduce the credit risk, the group established a detailed credit control policies, by undertaking a credit analysis. In addition, the risk level of the various investment sectors is continuously monitored with investment mix adjusted accordingly.

The total allowance and impairment provision for receivable consists of two components: individual impairment allowances and collective impairment allowances. The individual impairment allowance component applies to receivables evaluated individually for impairment and is based upon management's best estimate of the present value of the cash flows which are expected to be received. Each impaired asset is assessed on its merits. Collective impairment allowances cover credit losses inherent in portfolios of receivables with similar economic characteristics where there is objective evidence to suggest that they contain impaired receivables but the individual impaired item cannot be identified. In assessing the need for collective impairment allowances, management considers factors such as credit quality, portfolio size, concentrations, and economic factors.

### 23 保險及財務風險管理 (續)

#### (d) 財務風險 (續)

##### (ii) 信用風險

信用風險是指·對固定利息投資及應收賬款而言·債務人到期未能支付任何本金或利息而引起經濟損失的風險·或對股本投資而言·因被投資企業經營失敗而引起損失的風險。

##### 再保險

本集團主要會承受的信用風險與其再保險債務人及於其投資組合內的債務證券有關。為降低與再保險債務人有關的信用風險·本集團將(其中包括)認可信用評級機構的評級及評估·債務人賠款支付及承保的紀錄以及本集團與債務人的過往交易經驗等因素考慮在內。此外·本集團亦透過與不同國家的再保險公司分保·予以分散信用風險。為降低與固定利息投資有關的信用風險·本集團限制對信貸評級一般低於投資等級(即BBB或更高)的固定利息債務證券的投資·但部份主權評級證券除外。

##### 人壽保險

本集團主要會承受的信用風險與其對中國企業發行債務證券的投資有關。為降低信用風險·本集團透過信用分析制定一套詳盡的信用控制政策。此外·不同投資行業的風險水平透過調整投資組合而獲得持續監控。

應收賬款的準備總額及減值準備由兩部份組成:個別減值準備及集體減值準備。個別減值準備適用於為減值而個別作出估值的應收賬款·乃基於管理人員對擬收取現金流量現值的最佳估計。各項減值資產均按其素質予以估值。集體減值準備指具有相似經濟特徵的應收賬款組合的內在信用虧損·且有客觀事實證明其包含減值應收賬款但個別減值項目卻無法確認。在評定集體減值準備的需要時·管理人員考慮的因素包括信用質素·組合規模·集中程度及經濟因素。

# NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT (Continued)

## 未經審核中期財務報告的附註 (續)

(Expressed in Hong Kong dollars)  
(以港幣列示)

### 23 INSURANCE AND FINANCIAL RISK MANAGEMENT (Continued)

#### (d) Financial risk (Continued)

##### (iii) Liquidity risk

The group has to meet daily calls on its cash resources, notably from claims arising from its reinsurance contracts and life insurance contracts. There is therefore a risk that cash will not be available to settle liabilities when due.

The group manages this risk by formulating policies and general strategies of liquidity management to ensure that the group can meet its financial obligations in normal circumstances and that an adequate stock of high-quality liquid assets is maintained in order to contain the possibility of a liquidity crisis.

Apart from liquidity management and regulatory compliance, the group always strives to maintain a comfortable liquidity cushion as a safety net for coping with unexpected large funding requirements and to maintain a contingency plan to be enacted should there be a company specific crisis.

##### (iv) Reinsurance risk

The group cedes insurance risk to limit exposure to underwriting losses under various agreements that cover certain reinsurance and life insurance policies. These reinsurance agreements spread the risk and minimise the effect of losses. The amount of each risk retained depends on the group's evaluation of the specific risk, subject to certain circumstances, to maximum limits based on characteristics of coverage. Under the terms of the reinsurance agreements, the reinsurer agrees to reimburse the ceded amount in the event the claim is paid. However, the group remains liable to its policyholders with respect to ceded insurance if any reinsurer fails to meet the obligations it assumes.

#### (e) Reserve adequacy

The group exercises great care and effort in setting up the reserves for its reinsurance business. The reserves are estimated by the group, using actuarial methods such as loss development methods and/or the Bornhuetter-Ferguson methods. The adequacy of reserves is regularly reviewed.

### 23 保險及財務風險管理 (續)

#### (d) 財務風險 (續)

##### (iii) 流動性風險

本集團須滿足其現金資源的每日調用，尤其是其再保險合約及人壽保險合約產生的賠款費用，因此存在現金不足以償還到期負債的風險。

本集團透過制定流動資金管理的政策及一般策略管理該風險，以確保本集團能滿足正常財務需求及備存充裕的高質素流動資產，以應對任何流動資金危機。

除流動性管理及法規遵從外，本集團通常會留存適度的流動資金緩衝額作為應對預料之外的大筆資金需求的安全措施，以及制定應急計劃以應付公司的特定危機。

##### (iv) 再保險風險

本集團透過分散保險風險以限制所承受包含若干再保險及人壽保險保單的不同協議下的承保賠付的風險。該等再保險協議令風險得以分散，並將賠付的影響降至最低。各種風險的自留金額取決於本集團對特定風險的估值，在某些情況下取決於承保範圍特徵的最高限額。根據再保險協議條款的規定，再保險公司同意在賠款支付後攤還分出的金額。然而，倘任何再保險公司未能履行其相應的責任，本集團仍將就分出的保險對保單持有人負責。

#### (e) 充足儲備

本集團為再保險業務建立儲備時極為審慎。本集團採用精算法如賠付發展法，及／或「BORNHUETTER-FERGUSON」法估算儲備。並定期檢討儲備金是否充足。

# NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT (Continued)

## 未經審核中期財務報告的附註 (續)

(Expressed in Hong Kong dollars)  
(以港幣列示)

### 23 INSURANCE AND FINANCIAL RISK MANAGEMENT

(Continued)

#### (e) Reserve adequacy (Continued)

The computation of the group's reserves for its life insurance business is in accordance with accounting principles generally accepted in Hong Kong. The determination of annual reserves to be made are based on realistic assumptions on mortality and morbidity rates, returns on investment, persistency rates and policy maintenance expenses after reasonable and prudent adjustments for adverse deviation to ensure adequacy of reserves on a going concern basis.

#### (f) Risks associated with investment contracts without discretionary participation features ("DPF")

There is no material difference in risk exposure between life insurance contracts and investment contracts without DPF, except that the mortality risk of investment contracts is generally much smaller.

### 24 CONTINGENT LIABILITIES

The group has received a query issued by the Inland Revenue Department of Hong Kong in relation to the taxability of certain investment income from its offshore investments for the years of assessment from 1999 to 2004. The directors consider that the group has a good prospect to support its tax position. As such, no provision for a potential tax exposure of approximately \$29,000,000 (31 December 2006: \$26,000,000) was made at 30 June 2007.

Same as herein disclosed and other than those incurred in the normal course of the group's insurance business, there was no outstanding litigation nor any contingent liabilities as at 30 June 2007.

### 23 保險及財務風險管理 (續)

#### (e) 充足儲備 (續)

本集團根據香港公認會計準則計算本集團人壽保險業務之儲備。每年的準備金是以現實的死亡率、傷病率、投資回報率、續保率和維護費用假設而釐定，並為可能出現的不利偏差在假設做了合理和審慎的調整，以確保在持續經營的基礎上準備金的充足性。

#### (f) 與不具酌情分紅特色的投資合約的有關風險

人壽保險合約與不具酌情分紅特色的投資合約的風險並無重大差異，惟投資合約的死亡率風險通常較小。

### 24 或然負債

本集團收到香港稅務局的詢問，關於相當之離岸投資收入於一九九九年至二零零四年評稅年度內的應課稅事宜。董事認為本集團的稅務觀點很可能得到支持，因此，於二零零七年六月三十日本集團毋需就約29,000,000元(二零零六年十二月三十一日：26,000,000元)的潛在稅務風險計提準備。

除本報表所披露者及在本集團日常保險業務中產生的訴訟外，於二零零七年六月三十日，本集團概無任何未決訴訟或或然負債。

# NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT (Continued)

## 未經審核中期財務報告的附註 (續)

(Expressed in Hong Kong dollars)  
(以港幣列示)

### 25 POST BALANCE SHEET EVENT

On 9 July 2007, the company entered into the conditional capital contribution agreement with CIHC, ICBC (Asia) and TPI pursuant to which CIHC and the company will contribute, in cash, an aggregate amount of RMB300,000,000 as additional registered capital into TPI. Of the aggregate amount, RMB179,925,000 will be contributed by CIHC and RMB120,075,000 will be contributed by the company. ICBC (Asia) has decided to not participate in the capital contribution. Upon completion, each of CIHC, the company and ICBC (Asia) will be directly interested in 50.398%, 40.025% and 9.577%, respectively, of the equity interests in TPI. The percentage of equity interests held by the company in TPI will remain unchanged after completion. In addition, CIHC, the company and ICBC (Asia) also entered into the conditional option deed pursuant to which CIHC has agreed to grant the right to ICBC (Asia) at nil consideration to, conditional upon completion, acquire from CIHC the equity interest of approximately 2.873% in TPI as enlarged by the capital contribution for a consideration of RMB37,350,000 within twelve months from the date of the option deed, or such later date as the parties may extend pursuant to the terms of the Option Deed. The company has waived its right to purchase the Option Interest if the Option is exercised by ICBC (Asia).

### 26 OFF-BALANCE SHEET EXPOSURES

At 30 June 2007, the notional amounts of significant derivative transactions entered into by the group were as follows:

Exchange rate forward and option contracts 外匯匯率遠期及期權合約

Off-balance sheet exposures arise from forward and option contracts transactions undertaken by the group in foreign exchange markets. The contractual and notional amounts of these financial instruments indicate the value of transactions outstanding at the balance sheet date; they do not express amounts at risk.

### 25 資產負債表日後事件

二零零七年七月九日，本公司與中保控股、工銀（亞洲）及太平保險已訂立有條件增資協議。據此，中保控股及本公司將向太平保險增資現金總額人民幣300,000,000元，作為額外註冊資本。在該筆總額中，中保控股將增資人民幣179,925,000元，本公司則將增資人民幣120,075,000元。工銀（亞洲）已決定不參與增資。於完成時，中保控股、本公司及工銀（亞洲）各自將分別直接擁有太平保險之50.398%、40.025%及9.577%股權之權益。完成後，本公司於太平保險持有之股權百分比將維持不變。此外，中保控股、本公司與工銀（亞洲）亦已訂立有條件期權契據。據此，中保控股同意按無償代價授權予工銀（亞洲），藉以待完成後，於期權契據日期或各訂約方根據期權契據條款可能延後之較後日期起計十二個月內，向中保控股收購太平保險經增資擴大後約2.873%之股權，代價為人民幣37,350,000元。本公司已放棄其於工銀（亞洲）行使期權時購買期權權益之權利。

### 26 資產負債表以外承受的風險

二零零七年六月三十日本集團已進行的重大衍生工具交易的名義價值如下：

At 30 June 2007 於二零零七年 六月三十日 \$'000 千元	At 31 December 2006 於二零零六年 十二月三十一日 \$'000 千元
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29,729	68,490
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資產負債表以外承受的風險是由於本集團在外匯市場進行了遠期及期權合約交易。此等金融工具的合約金額及名義金額祇反映交易在結算日尚未結清的價值，並不表達風險值。

# REVIEW REPORT



## REVIEW REPORT TO THE BOARD OF DIRECTORS OF CHINA INSURANCE INTERNATIONAL HOLDINGS COMPANY LIMITED

*(Incorporated in Hong Kong with limited liability)*

### Introduction

We have reviewed the interim financial report set out on pages 2 to 59 which comprises the consolidated balance sheet of China Insurance International Holdings Company Limited as of 30 June 2007 and the related consolidated income statement, the consolidated statement of changes in equity and the condensed consolidated cash flow statement for the six months period then ended and explanatory notes. The Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited require the preparation of an interim financial report to be in compliance with the relevant provisions thereof and Hong Kong Accounting Standard 34 "Interim financial reporting" issued by the Hong Kong Institute of Certified Public Accountants. The directors are responsible for the preparation and presentation of the interim financial report in accordance with Hong Kong Accounting Standard 34.

Our responsibility is to form a conclusion, based on our review, on the interim financial report and to report our conclusion solely to you, as a body, in accordance with our agreed terms of engagement, and for no other purpose. We do not assume responsibility towards or accept liability to any other person for the contents of this report.

### Scope of review

We conducted our review in accordance with Hong Kong Standard on Review Engagements 2410, "Review of interim financial information performed by the independent auditor of the entity" issued by the Hong Kong Institute of Certified Public Accountants. A review of the interim financial report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Hong Kong Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly we do not express an audit opinion.

### Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the interim financial report as at 30 June 2007 is not prepared, in all material respects, in accordance with Hong Kong Accounting Standard 34 "Interim financial reporting".

#### **KPMG**

*Certified Public Accountants*

8th Floor, Prince's Building

10 Chater Road

Central, Hong Kong

30 August 2007

# 審閱報告



## 審閱報告

致中保國際控股有限公司董事會

(於香港成立的有限公司)

## 引言

我們已審閱列載於第2頁至第59頁中保國際控股有限公司的中期財務報告，此中期財務報告包括於二零零七年六月三十日的綜合資產負債表與截至該日止六個月期間的綜合收益表、綜合權益變動表和簡明綜合現金流量表以及附註解釋。根據《香港聯合交易所有限公司證券上市規則》（「上市規則」），上市公司必須符合上市規則中的相關規定和香港會計師公會頒佈的《香港會計準則》第34號「中期財務報告」的規定編製中期財務報告。董事須負責根據《香港會計準則》第34號編製及列報中期財務報告。

我們的責任是根據我們的審閱對中期財務報告作出結論，並按照我們雙方所協定的應聘條款，僅向全體董事會報告。除此以外，我們的報告書不可用作其他用途。我們概不就本報告書的內容，對任何其他人士負責或承擔法律責任。

## 審閱範圍

我們已根據香港會計師公會頒佈的《香港審閱工作準則》第2410號「獨立核數師對中期財務信息的審閱」進行審閱。中期財務報告審閱工作包括主要向負責財務會計事項的人員詢問，並實施分析和其他審閱程序。由於審閱的範圍遠較按照香港審計準則進行審核的範圍為小，所以不能保證我們會注意到在審核中可能會被發現的所有重大事項。因此我們不會發表任何審核意見。

## 結論

根據我們的審閱工作，我們並沒有注意到任何事項，使我們相信於二零零七年六月三十日的中期財務報告在所有重大方面沒有按照《香港會計準則》第34號「中期財務報告」的規定編製。

畢馬威會計師事務所

執業會計師

香港中環

遮打道10號

太子大廈8樓

二零零七年八月三十日

# MANAGEMENT DISCUSSION AND ANALYSIS

## CONSOLIDATED FINANCIAL RESULTS

The performance highlights of the Group for the Period was as follows:

*For the six months ended 30 June, HK\$ million*

	2007	2006	Change
Gross premiums written and policy fees	<b>8,317.65</b>	7,061.50	17.8%
Net investment income	<b>975.06</b>	551.79	76.7%
Net realised investment gains	<b>1,176.40</b>	151.78	7.8 times
Net unrealised investment gains	<b>316.66</b>	244.64	29.4%
Net exchange (loss)/gain	<b>(4.37)</b>	24.95	nm
Profit before taxation	<b>782.94</b>	556.53	40.7%
Profit after taxation	<b>634.92</b>	457.60	38.8%
Net profit attributable to the equity holders	<b>488.58</b>	328.29	48.8%
Basic earnings per share (HK cent)	<b>34.7</b>	24.5	10.2 cents

The net profit/(loss) attributable to the equity holders by each business line is summarised below:

*For the six months ended 30 June, HK\$ million*

	2007	2006	Change
Reinsurance	<b>311.47</b>	205.27	51.7%
Life insurance	<b>153.53</b>	128.47	19.5%
Property and casualty insurance <sup>1</sup>	<b>2.40</b>	4.35	(44.8%)
Corporate and other businesses	<b>21.18</b>	(9.80)	nm
Net profit attributable to the equity holders	<b>488.58</b>	328.29	48.8%

<sup>1</sup> *The property and casualty insurance business is operated by TPI, which is an associate of the Group under the Hong Kong Financial Reporting Standards and is not consolidated into the Group on a line-by-line basis. Therefore, the property and casualty insurance business does not constitute a separate segment of the Group as defined in Note 2 of the interim financial report. Instead, the share of results of TPI for the financial period is recognised and reported as "Share of profits/(losses) of associates" in the consolidated income statement. The equity interest of TPI held by the Group at the balance sheet date is recognised and reported as "Interest in associates" in the consolidated balance sheet. They are grouped under the "Corporate and other businesses" segment in Note 2 of the interim financial report. Readers and investors are advised to pay attention to these details when reading Note 2 of the interim financial report.*

The **gross premiums written and policy fees** for the Period increased to HK\$8,317.65 million from HK\$7,061.50 million in the Last Period. The increase was mainly due to strong premium growth at each of our business segments, in particular the life insurance business in which premiums increased by 19.7% to HK\$6,993.53 million from HK\$5,841.63 million in the Last Period.

The **net profit attributable to the equity holders** for the Period was HK\$488.58 million (2006: HK\$328.29 million). The Group's results improved over that of the Last Period primarily because of improvements in profitability at each of our business segments, in particular the reinsurance business in which profits increased significantly.

The **reinsurance business** contributed net profit to the equity holders of HK\$311.47 million (2006: HK\$205.27 million). The significant improvement in net profit was mainly due to increased underwriting profits and strong investment returns during the Period.

## 管理層討論和分析

### 綜合財務業績

本集團期內重點表現概述如下：

截至六月三十日止六個月，百萬港元

	二零零七年	二零零六年	變化
毛承保保費及保單費收入	<b>8,317.65</b>	7,061.50	17.8%
投資收入淨額	<b>975.06</b>	551.79	76.7%
已實現投資收益淨額	<b>1,176.40</b>	151.78	7.8倍
未實現投資收益淨額	<b>316.66</b>	244.64	29.4%
匯兌(虧損)/收益淨額	<b>(4.37)</b>	24.95	不詳述
除稅前溢利	<b>782.94</b>	556.53	40.7%
除稅後溢利	<b>634.92</b>	457.60	38.8%
股東應佔溢利淨額	<b>488.58</b>	328.29	48.8%
每股基本盈利(港仙)	<b>34.7</b>	24.5	10.2仙

按各業務分類之股東應佔溢利/(虧損)淨額概述如下：

截至六月三十日止六個月，百萬港元

	二零零七年	二零零六年	變化
再保險	<b>311.47</b>	205.27	51.7%
人壽保險	<b>153.53</b>	128.47	19.5%
財產保險 <sup>1</sup>	<b>2.40</b>	4.35	(44.8%)
企業及其他業務	<b>21.18</b>	(9.80)	不詳述
股東應佔溢利淨額	<b>488.58</b>	328.29	48.8%

<sup>1</sup> 本集團之財產保險業務由太平保險營運。根據香港財務報告準則，太平保險屬於聯營公司，故並無以分項總計方法綜合於本集團之財務報表內。因此，誠如中期財務報告附註2之定義，財產保險業務並不構成本集團之分項分類，而本財務期分佔太平保險之業績於綜合損益表被確認及列報為「應佔聯營公司溢利/(虧損)」。本集團於結算日持有之太平保險權益，於綜合資產負債表被確認及列報為「於聯營公司的權益」。上述賬項於中期財務報告附註2被歸類為「企業及其他業務」。閱覽者及投資者閱覽中期財務報告附註2時，務請加倍留意。

於本財務期，毛承保保費及保單費收入由去年同期70.6150億港元增加至83.1765億港元。增加主要是因為每個業務分類的保費收入有強勁的增長，尤其是人壽保險保費收入由去年同期58.4163億港元增加19.7%至69.9353億港元。

於本財務期，股東應佔溢利淨額為4.8858億港元（二零零六年：3.2829億港元）。本集團業績得到改善主因是每個業務分類的盈利均有改善，尤其以再保險業務的溢利增幅最為顯著。

再保險業務對股東淨溢利的貢獻為3.1147億港元（二零零六年：2.0527億港元）。淨溢利大幅改善的主因是本財務期內承保溢利上升及投資回報強勁。



# MANAGEMENT DISCUSSION AND ANALYSIS

The **life insurance business** contributed net profit to the equity holders of HK\$153.53 million (2006: HK\$128.47 million). The increase in profit was mainly due to continued growth in premiums written and strong investment returns during the Period.

The **property and casualty business** contributed a net profit to the equity holders of HK\$2.40 million (2006: HK\$4.35 million).

## CONSOLIDATED INVESTMENT PERFORMANCE

### Consolidated investment assets

The total investments of the Group are summarised as follows:

	At 30 June 2007		At 31 December 2006	
	HK\$ million	% of Total	HK\$ million	% of Total
Debt securities	23,871.14	52.2%	19,828.06	53.6%
Direct equity securities	4,125.96	9.0%	3,159.09	8.5%
Equity investment funds	3,295.27	7.2%	2,525.97	6.8%
Composite investment funds	90.91	0.2%	40.21	0.1%
Cash and bank deposits	14,274.41	31.2%	11,359.98	30.7%
Investment properties	81.65	0.2%	106.08	0.3%
<b>Total investments</b>	<b>45,739.34</b>	<b>100.0%</b>	<b>37,019.39</b>	<b>100.0%</b>

The Group's investments in securities are classified as Held-to-Maturity ("HTM"), Available-for-Sale ("AFS") and Designated at Fair Value through Profit or Loss ("DTPL"). The detailed breakdown of such classifications was as follows:

### At 30 June 2007, HK\$ million

	HTM	AFS	DTPL	Total
Debt securities	1,039.25	22,192.14	639.75	23,871.14
Direct equity securities	—	3,429.53	696.43	4,125.96
Equity investment funds	—	2,030.72	1,264.55	3,295.27
Composite investment funds	—	65.87	25.04	90.91
	<b>1,039.25</b>	<b>27,718.26</b>	<b>2,625.77</b>	<b>31,383.28</b>

### At 31 December 2006, HK\$ million

	HTM	AFS	DTPL	Total
Debt securities	843.47	18,574.85	409.74	19,828.06
Direct equity securities	—	2,516.68	642.41	3,159.09
Equity investment funds	—	1,563.50	962.47	2,525.97
Composite investment funds	—	15.83	24.38	40.21
	<b>843.47</b>	<b>22,670.86</b>	<b>2,039.00</b>	<b>25,553.33</b>

## 管理層討論和分析

人壽保險業務對股東淨溢利的貢獻為1.5353億港元(二零零六年:1.2847億港元)。溢利增加的主因是本財務期內承保保費持續增長及投資回報強勁。

財產保險業務對股東淨溢利的貢獻為240萬港元(二零零六年:435萬港元)。

### 綜合投資表現

#### 綜合投資資產

本集團的投資總值概述如下:

	於二零零七年六月三十日		於二零零六年十二月三十一日	
	百萬港元	佔總數百分比	百萬港元	佔總數百分比
債務證券	23,871.14	52.2%	19,828.06	53.6%
直接股本證券	4,125.96	9.0%	3,159.09	8.5%
股本投資基金	3,295.27	7.2%	2,525.97	6.8%
綜合投資基金	90.91	0.2%	40.21	0.1%
現金及銀行存款	14,274.41	31.2%	11,359.98	30.7%
投資物業	81.65	0.2%	106.08	0.3%
<b>投資總額</b>	<b>45,739.34</b>	<b>100.0%</b>	<b>37,019.39</b>	<b>100.0%</b>

本集團證券投資被歸類為持有至到期日、可供出售及指定為通過損益以反映公允價值。按此歸類的分佈概述如下:

於二零零七年六月三十日,百萬港元

	持有至 到期日	可供出售	指定為通過 損益以反映 公允價值	總額
債務證券	1,039.25	22,192.14	639.75	23,871.14
直接股本證券	—	3,429.53	696.43	4,125.96
股本投資基金	—	2,030.72	1,264.55	3,295.27
綜合投資基金	—	65.87	25.04	90.91
	<b>1,039.25</b>	<b>27,718.26</b>	<b>2,625.77</b>	<b>31,383.28</b>

於二零零六年十二月三十一日,百萬港元

	持有至 到期日	可供出售	指定為通過 損益以反映 公允價值	總額
債務證券	843.47	18,574.85	409.74	19,828.06
直接股本證券	—	2,516.68	642.41	3,159.09
股本投資基金	—	1,563.50	962.47	2,525.97
綜合投資基金	—	15.83	24.38	40.21
	<b>843.47</b>	<b>22,670.86</b>	<b>2,039.00</b>	<b>25,553.33</b>

# MANAGEMENT DISCUSSION AND ANALYSIS

The percentages of the Group's total investments held by each business segment in terms of carrying values at the balance sheet date were as follows:

	At 30 June 2007	At 31 December 2006
Reinsurance	9.0%	10.4%
Life insurance	85.8%	84.3%
Corporate and other businesses	5.2%	5.3%
	<b>100.0%</b>	100.0%

## Consolidated investment income

The total investment income of the Group recognised in the consolidated income statement increased substantially by 160.3% to HK\$2,468.12 million in the Period from HK\$948.21 million in the Last Period. The increase was primarily attributable to the continued strong growth in investment assets of the Group's life insurance and reinsurance operations, and the continued strong performance of the global equity markets, in particular the equity markets in the PRC and Hong Kong, during the Period.

The details of the Group's investment income on a pre-tax basis are summarised as follows:

*For the six months ended 30 June 2007, HK\$ million*

	Recognised in the consolidated income statement					Sub total	Unrealised gains/ (losses) recognised in the fair value reserve	Grand total
	Interest income/ (expense)	Dividend income	Rental income	Realised gains/ (losses)	Unrealised gains			
<b>Debt securities</b>								
HTM	32.20	—	—	—	—	32.20	—	32.20
AFS	378.17	—	—	(0.53)	—	377.64	(814.65)	(437.01)
DTPL	22.10	—	—	19.26	81.01	122.37	—	122.37
<b>Direct equity securities</b>								
AFS	—	10.70	—	411.72	—	422.42	363.56	785.98
DTPL	—	3.40	—	214.03	76.57	294.00	—	294.00
<b>Equity investment funds</b>								
AFS	—	182.37	—	333.85	—	516.22	302.22	818.44
DTPL	—	214.57	—	198.32	156.32	569.21	—	569.21
<b>Composite investment funds</b>								
AFS	—	0.46	—	—	—	0.46	2.99	3.45
DTPL	—	0.90	—	—	0.54	1.44	—	1.44
<b>Cash and bank deposits</b>	191.46	—	—	—	—	191.46	—	191.46
<b>Investment properties</b>	—	—	1.23	(0.25)	1.77	2.75	—	2.75
<b>Securities sold under repurchase agreements</b>	(62.71)	—	—	—	—	(62.71)	—	(62.71)
<b>Other</b>	0.21	—	—	—	0.45	0.66	—	0.66
	<b>561.43</b>	<b>412.40</b>	<b>1.23</b>	<b>1,176.40</b>	<b>316.66</b>	<b>2,468.12</b>	<b>(145.88)</b>	<b>2,322.24</b>

## 管理層討論和分析

於結算日各業務分類佔本集團投資總額賬面值之百分比如下：

	於二零零七年 六月三十日	於二零零六年 十二月三十一日
再保險	9.0%	10.4%
人壽保險	85.8%	84.3%
企業及其他業務	5.2%	5.3%
	<b>100.0%</b>	100.0%

### 綜合投資收入

本集團於綜合損益表內確認的投資收入總額由去年同期的9.4821億港元大幅上升160.3%至24.6812億港元。升幅主要由於本財務期內本集團的人壽保險及再保險業務的投資資產持續強勁增長，以及全球股本市場持續表現強勁，當中以中國及香港的股本市場尤其顯著。

本集團稅前投資收入之詳細分析如下：

截至二零零七年六月三十日止六個月，百萬港元

	於綜合損益表內確認					於公允價值 儲備內確認 之未實現		總額
	利息收入/ (支出)	股息收入	租金收入	已實現 收益/ (虧損)	未實現 收益	小計	收益/ (虧損)	
<b>債務證券</b>								
持有至到期日	32.20	—	—	—	—	32.20	—	32.20
可供出售	378.17	—	—	(0.53)	—	377.64	(814.65)	(437.01)
指定為通過損益以反映 公允價值	22.10	—	—	19.26	81.01	122.37	—	122.37
<b>直接股本證券</b>								
可供出售	—	10.70	—	411.72	—	422.42	363.56	785.98
指定為通過損益以反映 公允價值	—	3.40	—	214.03	76.57	294.00	—	294.00
<b>股本投資基金</b>								
可供出售	—	182.37	—	333.85	—	516.22	302.22	818.44
指定為通過損益以反映 公允價值	—	214.57	—	198.32	156.32	569.21	—	569.21
<b>綜合投資基金</b>								
可供出售	—	0.46	—	—	—	0.46	2.99	3.45
指定為通過損益以反映 公允價值	—	0.90	—	—	0.54	1.44	—	1.44
現金及銀行存款	191.46	—	—	—	—	191.46	—	191.46
投資物業	—	—	1.23	(0.25)	1.77	2.75	—	2.75
賣出回購證券	(62.71)	—	—	—	—	(62.71)	—	(62.71)
其他	0.21	—	—	—	0.45	0.66	—	0.66
	<b>561.43</b>	<b>412.40</b>	<b>1.23</b>	<b>1,176.40</b>	<b>316.66</b>	<b>2,468.12</b>	<b>(145.88)</b>	<b>2,322.24</b>

# MANAGEMENT DISCUSSION AND ANALYSIS

For the six months ended 30 June 2006, HK\$ million

	Recognised in the consolidated income statement					Sub total	Unrealised gains/ (losses) recognised in the fair value reserve	Grand total
	Interest income/ (expense)	Dividend income	Rental income	Realised gains/ (losses)	Unrealised gains/ (losses)			
<b>Debt securities</b>								
HTM	34.88	—	—	—	—	34.88	—	34.88
AFS	339.37	—	—	—	—	339.37	(307.92)	31.45
DTPL	16.38	—	—	(4.15)	(8.45)	3.78	—	3.78
<b>Direct equity securities</b>								
AFS	—	3.74	—	68.06	—	71.80	(18.13)	53.67
DTPL	—	13.44	—	44.62	44.66	102.72	—	102.72
<b>Equity investment funds</b>								
AFS	—	26.89	—	17.32	—	44.21	196.82	241.03
DTPL	—	50.55	—	25.93	203.74	280.22	—	280.22
<b>Composite investment funds</b>								
DTPL	—	0.54	—	—	(0.49)	0.05	—	0.05
<b>Cash and bank deposits</b>	100.05	—	—	—	—	100.05	—	100.05
<b>Investment properties</b>	—	—	1.06	—	5.18	6.24	—	6.24
<b>Securities sold under repurchase agreements</b>	(35.90)	—	—	—	—	(35.90)	—	(35.90)
<b>Other</b>	0.79	—	—	—	—	0.79	—	0.79
	455.57	95.16	1.06	151.78	244.64	948.21	(129.23)	818.98

## REINSURANCE BUSINESS

The Group's reinsurance business is operated by CIRe, which is a Hong Kong-incorporated company and wholly-owned by the Group. CIRe is mainly engaged in the underwriting of all classes of global reinsurance business, except for casualty reinsurance business outside of Asia. CIRe's key markets are Hong Kong and Macau, China, Japan, the rest of Asia, Europe and other parts of the world.

## 管理層討論和分析

截至二零零六年六月三十日止六個月，百萬港元

	於綜合損益表內確認					於公允價值 儲備內確認		總額
	利息收入/ (支出)	股息收入	租金收入	已實現 收益/ (虧損)	未實現 收益/ (虧損)	小計	之未實現 收益/ (虧損)	
<b>債務證券</b>								
持有至到期日	34.88	—	—	—	—	34.88	—	34.88
可供出售	339.37	—	—	—	—	339.37	(307.92)	31.45
指定為通過損益以反映 公允價值	16.38	—	—	(4.15)	(8.45)	3.78	—	3.78
<b>直接股本證券</b>								
可供出售	—	3.74	—	68.06	—	71.80	(18.13)	53.67
指定為通過損益以反映 公允價值	—	13.44	—	44.62	44.66	102.72	—	102.72
<b>股本投資基金</b>								
可供出售	—	26.89	—	17.32	—	44.21	196.82	241.03
指定為通過損益以反映 公允價值	—	50.55	—	25.93	203.74	280.22	—	280.22
<b>綜合投資基金</b>								
指定為通過損益以反映 公允價值	—	0.54	—	—	(0.49)	0.05	—	0.05
現金及銀行存款	100.05	—	—	—	—	100.05	—	100.05
投資物業	—	—	1.06	—	5.18	6.24	—	6.24
賣出回購證券	(35.90)	—	—	—	—	(35.90)	—	(35.90)
其他	0.79	—	—	—	—	0.79	—	0.79
	455.57	95.16	1.06	151.78	244.64	948.21	(129.23)	818.98

### 再保險業務

本集團之再保險業務由本集團全資擁有之香港註冊公司中再國際營運。中再國際主要從事承保全球各類再保險業務，但亞洲以外的責任險業務則除外。中再國際之主要市場為香港及澳門、中國、日本、亞洲其他地區、歐洲及世界其他地方。

# MANAGEMENT DISCUSSION AND ANALYSIS

The key financial data and key performance indicators of the reinsurance business are summarised below:

*For the six months ended 30 June, HK\$ million*

	2007	2006	Change
Gross premiums written	<b>1,320.73</b>	1,216.23	8.6%
Net premiums written	<b>1,139.46</b>	1,079.31	5.6%
Net earned premiums	<b>725.10</b>	698.54	3.8%
Net claims incurred	<b>(398.75)</b>	(413.48)	(3.6%)
Net commission expenses	<b>(283.74)</b>	(250.79)	13.1%
Underwriting profit	<b>31.88</b>	26.54	20.1%
Total investment income	<b>271.09</b>	154.86	75.1%
Net exchange gain	<b>33.66</b>	37.15	(9.4%)
Profit before taxation	<b>331.06</b>	212.54	55.8%
Profit attributable to the equity holders	<b>311.47</b>	205.27	51.7%
Solvency margin ratio	<b>174.4%</b>	147.4%	27.0pts
Technical reserves ratio	<b>384.3%</b>	348.3%	36.0pts
Retained ratio	<b>86.3%</b>	88.7%	(2.4pts)
Earned premiums ratio	<b>54.9%</b>	57.4%	(2.5pts)
Loss ratio <sup>1</sup>	<b>55.0%</b>	59.2%	(4.2pts)
Expense ratio <sup>2</sup>	<b>25.8%</b>	23.9%	1.9pts
Combined ratio <sup>3</sup>	<b>80.8</b>	83.1	(2.3pts)

<sup>1</sup> The loss ratio is based on net earned premiums.

<sup>2</sup> The expense ratio is based on net premiums written. In prior periods and years, the expense ratio was based on net earned premiums. The Management believes that calculating the expense ratio under net premiums written is a fairer indicator and better reflects the underwriting performance of CIRe. If the net earned premiums basis is applied, then the expense ratio would be 40.6% for the Period (2006: 37.0%).

<sup>3</sup> The combined ratio is the sum of the loss ratio and the expense ratio. If the expense ratio is based on net earned premiums, then the combined ratio would be 95.6 for the Period (2006: 96.2).

## Profit Attributable to the Equity Holders

CIRe contributed net profit to the equity holders of HK\$311.47 million (2006: HK\$205.27 million). The strong performance during the Period was mainly due to stable growth in premiums written, higher equity investment income, positive exchange rate movements, and higher interest rates on cash deposits. During the Period, CIRe's underwriting profit also increased to HK\$31.88 million from HK\$26.54 million in the Last Period. The higher underwriting profit was primarily due to the absence of major claims during the Period.

## Gross Premiums Written

CIRe's gross premiums written increased by 8.6% to HK\$1,320.73 million from HK\$1,216.23 million in the Last Period. During the Period, Mainland China became the single largest market of CIRe. Through its Beijing Representative Office and the Shanghai Office of CIRe, CIRe is able to better serve its clients in China. In its traditional core markets of Hong Kong and Macau, CIRe continues to be the leading reinsurer and has achieved premium growth during the Period even though competition is keen and pricing levels are softening.

CIRe's increase in premiums written was also due to continued economic growth in its other markets, notwithstanding the fact that in many of these areas, price softening in different lines of underlying insurance business and strong competition from other reinsurers, have made maintaining gross premium levels difficult.

## 管理層討論和分析

再保險業務之主要財務數據及主要表現指標概述如下：

截至六月三十日止六個月，百萬港元

	二零零七年	二零零六年	變化
毛承保保費	<b>1,320.73</b>	1,216.23	8.6%
淨承保保費	<b>1,139.46</b>	1,079.31	5.6%
已賺取保費淨額	<b>725.10</b>	698.54	3.8%
賠款淨額	<b>(398.75)</b>	(413.48)	(3.6%)
佣金支出淨額	<b>(283.74)</b>	(250.79)	13.1%
承保溢利	<b>31.88</b>	26.54	20.1%
投資收入總額	<b>271.09</b>	154.86	75.1%
匯兌收益淨額	<b>33.66</b>	37.15	(9.4%)
除稅前溢利	<b>331.06</b>	212.54	55.8%
股東應佔溢利	<b>311.47</b>	205.27	51.7%
償付能力充足比率	<b>174.4%</b>	147.4%	27.0點
技術性儲備比率	<b>384.3%</b>	348.3%	36.0點
自留比率	<b>86.3%</b>	88.7%	(2.4點)
已賺取保費率	<b>54.9%</b>	57.4%	(2.5點)
賠付率 <sup>1</sup>	<b>55.0%</b>	59.2%	(4.2點)
費用率 <sup>2</sup>	<b>25.8%</b>	23.9%	1.9點
綜合成本率 <sup>3</sup>	<b>80.8</b>	83.1	(2.3點)

<sup>1</sup> 賠付率按已賺取保費淨額為基準計算。

<sup>2</sup> 費用率按淨承保保費為基準計算。於過往期間及年度，費用率按已賺取保費淨額為基準計算。管理層相信，按照淨承保保費計算費用率為更公平的指標，並可更好地反映中再國際的承保表現。倘使用已賺取保費淨額基準，則本財務期之費用率將為40.6%（二零零六年：37.0%）。

<sup>3</sup> 綜合成本率為賠付率與費用率的總和。倘費用率按已賺取保費淨額為基準計算，則本財務期之綜合成本率將為95.6（二零零六年：96.2）。

### 股東應佔溢利

中再國際對股東淨溢利的貢獻為3.1147億港元（二零零六年：2.0527億港元）。於本財務期表現強勁，主因是承保保費平穩增長、較高的股本投資收入、正面的匯率變動及較高的現金存款利率。於本財務期，中再國際的承保溢利亦由去年同期的2,654萬港元增加至3,188萬港元。承保溢利較高，主要是由於本財務期內並無重大賠款。

### 毛承保保費

中再國際的毛承保保費由去年同期的12.1623億港元上升8.6%至13.2073億港元。於本財務期內，中國大陸已成為中再國際的單一最大市場。中再國際通過其北京代表處及中保國際的上海辦事處，加強對中國市場的客戶服務。中再國際在其傳統核心市場—香港及澳門仍為主要的再保險商，儘管本財務期內競爭激烈，定價水平疲軟，但仍錄得保費增長。

中再國際承保保費增加的另一原因是其他市場經濟持續增長，儘管在這些地區內，各類保險業務的價格疲軟及其他再保險商競爭，均導致毛保費水平難以維持。



# MANAGEMENT DISCUSSION AND ANALYSIS

CIRe's geographical distribution of gross premiums written is summarised as follows:

*For the six months ended 30 June, HK\$ million*

	2007	% of Total	2006	% of Total
Hong Kong & Macau	244.11	18.5%	239.55	19.7%
Mainland China (& Taiwan)	352.87	26.7%	293.78	24.2%
Japan	81.43	6.2%	82.24	6.8%
Rest of Asia	356.78	27.0%	326.27	26.8%
Europe	215.58	16.3%	219.17	18.0%
Other	69.96	5.3%	55.22	4.5%
	<b>1,320.73</b>	<b>100.0%</b>	1,216.23	100.0%

## Net Claims Incurred

CIRe's net claims incurred decreased by 3.6% to HK\$398.75 million from HK\$413.48 million in the Last Period. The loss ratio decreased to 55.0% from 59.2% in the Last Period. During the Period, CIRe increased its reinsurance retrocessions, which resulted in the relatively slower growth of its net premiums written. However, the additional reinsurance protection helps to cushion the underwriting results of CIRe from adverse catastrophic events. Because CIRe did not experience significant catastrophic claims during the Period, the underwriting result of CIRe was 20.1% higher than that of the Last Period.

CIRe's top three major claims in terms of gross losses during the Period were as follows:

*For the six months ended 30 June 2007, HK\$ million*

	Date of loss	Gross loss incurred	Net retained loss incurred	% retention
Flooding in Indonesia	Feb 2007	45.74	45.01	98.4%
Windstorm "Kyrill", Europe	Jan 2007	18.21	18.21	100.0%
Explosion—Shin Etsu Chemical, Japan	Mar 2007	13.46	8.75	65.0%

With no major catastrophe impacting the insurance and reinsurance markets in which CIRe underwrites business during the Period, and with the normal development of prior years' claims settlements against loss reserve provisions, CIRe registered a combined ratio of 80.8, a better performance than that of the Last Period (2006: 83.1).

## 管理層討論和分析

中再國際按地區分佈劃分之毛承保保費簡報如下：

截至六月三十日止六個月，百萬港元

	二零零七年	佔總數百分比	二零零六年	佔總數百分比
香港及澳門	244.11	18.5%	239.55	19.7%
中國大陸(及台灣)	352.87	26.7%	293.78	24.2%
日本	81.43	6.2%	82.24	6.8%
亞洲其他地區	356.78	27.0%	326.27	26.8%
歐洲	215.58	16.3%	219.17	18.0%
其他	69.96	5.3%	55.22	4.5%
	<b>1,320.73</b>	<b>100.0%</b>	1,216.23	100.0%

### 淨賠款總額

中再國際的賠款淨額由去年同期的4.1348億港元減少3.6%至3.9875億港元。賠付率亦由去年同期的59.2%下跌至55.0%。於本財務期內，中再國際增加再保險轉分，以致淨承保保費增長放緩。然而，額外的再保險保障有助減輕災難性事件對中再國際承保業績的影響。由於中再國際於本財務期內沒有遇上重大的災難性賠款，中再國際的承保業績較去年同期高出20.1%。

中再國際於期內以毛賠付總額計之三大賠案如下：

截至二零零七年六月三十日止六個月，百萬港元

	出險日期	毛賠付總額	自留賠付淨額	自留百分比
印尼水災	2007年2月	45.74	45.01	98.4%
風暴「Kyrill」，歐洲	2007年1月	18.21	18.21	100.0%
爆炸－信越化工，日本	2007年3月	13.46	8.75	65.0%

鑒於本財務期內並無巨大災難影響中再國際承保業務的保險及再保險市場，加上針對過往年度的賠付數額相應的未決賠款儲備的發展正常，中再國際錄得綜合成本率80.8，表現較去年同期為佳(二零零六年：83.1)。

# MANAGEMENT DISCUSSION AND ANALYSIS

## Investment Performance

The composition of investments held by CIRe was as follows:

	At 30 June 2007		At 31 December 2006	
	HK\$ million	% of Total	HK\$ million	% of Total
Debt securities	1,676.77	40.7%	1,383.59	36.0%
Direct equity securities	680.21	16.5%	710.97	18.5%
Composite investment funds	90.91	2.2%	40.21	1.0%
Cash and bank deposits	1,589.90	38.6%	1,603.70	41.7%
Investment properties	81.64	2.0%	106.08	2.8%
<b>Total invested assets</b>	<b>4,119.43</b>	<b>100.0%</b>	<b>3,844.55</b>	<b>100.0%</b>

During the Period, CIRe continued to adopt a prudent and conservative investment philosophy aimed at generating stable cash inflows. Investments in debt securities, cash and bank deposits represented approximately 79.3% of CIRe's total invested assets as at 30 June 2007 (31 December 2006: 77.7%). Almost all of its debt securities had investment grade ratings from international credit rating agencies.

The classification of CIRe's investments in securities under HTM, AFS and DTPL was as follows:

### At 30 June 2007, HK\$ million

	HTM	AFS	DTPL	Total
Debt securities	1,029.87	490.48	156.42	1,676.77
Direct equity securities	—	601.32	78.89	680.21
Composite investment funds	—	65.87	25.04	90.91
	<b>1,029.87</b>	<b>1,157.67</b>	<b>260.35</b>	<b>2,447.89</b>

### At 31 December 2006, HK\$ million

	HTM	AFS	DTPL	Total
Debt securities	834.08	414.05	135.46	1,383.59
Direct equity securities	—	623.06	87.91	710.97
Composite investment funds	—	15.83	24.38	40.21
	<b>834.08</b>	<b>1,052.94</b>	<b>247.75</b>	<b>2,134.77</b>

## 管理層討論和分析

### 投資表現

中再國際持有之投資組合情況如下：

	於二零零七年六月三十日		於二零零六年十二月三十一日	
	百萬港元	佔總數百分比	百萬港元	佔總數百分比
債務證券	1,676.77	40.7%	1,383.59	36.0%
直接股本證券	680.21	16.5%	710.97	18.5%
綜合投資基金	90.91	2.2%	40.21	1.0%
現金及銀行存款	1,589.90	38.6%	1,603.70	41.7%
投資物業	81.64	2.0%	106.08	2.8%
<b>投資總額</b>	<b>4,119.43</b>	<b>100.0%</b>	<b>3,844.55</b>	<b>100.0%</b>

於本財務期內，中再國際繼續採取審慎穩健之投資理念，旨在產生穩定之現金流入。於二零零七年六月三十日，投資債務證券、現金及銀行存款佔投資總額約79.3%（二零零六年十二月三十一日：77.7%）。幾乎全部債務證券均達到國際信貸評級機構認可之投資評級。

中再國際歸類為持有至到期日、可供出售及指定為通過損益以反映公允價值的證券投資如下：

於二零零七年六月三十日，百萬港元

	持有至 到期日	可供出售	指定為通過 損益以反映 公允價值	總額
債務證券	1,029.87	490.48	156.42	1,676.77
直接股本證券	—	601.32	78.89	680.21
綜合投資基金	—	65.87	25.04	90.91
	<b>1,029.87</b>	<b>1,157.67</b>	<b>260.35</b>	<b>2,447.89</b>

於二零零六年十二月三十一日，百萬港元

	持有至 到期日	可供出售	指定為通過 損益以反映 公允價值	總額
債務證券	834.08	414.05	135.46	1,383.59
直接股本證券	—	623.06	87.91	710.97
綜合投資基金	—	15.83	24.38	40.21
	<b>834.08</b>	<b>1,052.94</b>	<b>247.75</b>	<b>2,134.77</b>

# MANAGEMENT DISCUSSION AND ANALYSIS

The total investment income and the investment yield of CIRe's investments on a pre-tax basis recognised in the consolidated income statement was as follows:

*For the six months ended 30 June, HK\$ million*

	2007	2006	Change
Net investment income	91.24	78.97	15.5%
Net realised investment gains	174.49	74.33	2.3 times
Net unrealised investment gains	5.36	1.56	3.4 times
Total investment income	271.09	154.86	75.1%
Total investment yield (year-to-date)	6.9%	4.8%	2.1pts

CIRe's strong investment income for the Period was a significant contributor to the performance of the reinsurance business. CIRe's net investment income increased significantly by 75.1% primarily due to the strong performance of equity markets in Hong Kong. The above-mentioned investment income and investment yield figures do not include a net exchange gain of HK\$33.66 million (2006: HK\$37.15 million).

The details of CIRe's investment income on a pre-tax basis was as follows:

*For the six months ended 30 June 2007, HK\$ million*

	Recognised in the consolidated income statement					Unrealised gains/ (losses) recognised in the		Grand total
	Interest income	Dividend income	Rental income	Realised gains/ (losses)	Unrealised gains	Sub total	fair value reserve	
<b>Debt securities</b>								
HTM	32.00	—	—	—	—	32.00	—	32.00
AFS	10.94	—	—	—	—	10.94	(3.67)	7.27
DTPL	5.95	—	—	(0.02)	0.15	6.08	—	6.08
<b>Direct equity securities</b>								
AFS	—	3.58	—	174.32	—	177.90	56.04	233.94
DTPL	—	1.32	—	0.44	2.45	4.21	—	4.21
<b>Composite investment funds</b>								
AFS	—	0.46	—	—	—	0.46	2.99	3.45
DTPL	—	0.90	—	—	0.54	1.44	—	1.44
<b>Cash and bank deposits</b>	34.66	—	—	—	—	34.66	—	34.66
<b>Investment properties</b>	—	—	1.23	(0.25)	1.77	2.75	—	2.75
<b>Other</b>	0.20	—	—	—	0.45	0.65	—	0.65
	83.75	6.26	1.23	174.49	5.36	271.09	55.36	326.45

## 管理層討論和分析

中再國際在綜合損益表內確認之稅前投資收入總額及稅前投資收益率概述如下：

截至六月三十日止六個月，百萬港元

	二零零七年	二零零六年	變化
投資收入淨額	91.24	78.97	15.5%
已實現投資收益淨額	174.49	74.33	2.3 倍
未實現投資收益淨額	5.36	1.56	3.4 倍
投資收入總額	271.09	154.86	75.1%
總投資收益率(本期)	6.9%	4.8%	2.1 點

中再國際強勁的投資收入為本財務期再保險業務表現的主要貢獻者。主要由於香港股市表現強勁，中再國際投資收入淨額顯著上升75.1%。上述投資收入及投資收益率並不包括3,366萬港元的匯兌收益淨額(二零零六年：3,715萬港元)。

中再國際稅前投資收入之詳細分析如下：

截至二零零七年六月三十日止六個月，百萬港元

	於綜合損益表內確認					於公允價值 儲備內確認 之未實現		總額
	利息收入	股息收入	租金收入	已實現 收益/ (虧損)	未實現 收益	小計	收益/ (虧損)	
<b>債務證券</b>								
持有至到期日	32.00	—	—	—	—	32.00	—	32.00
可供出售	10.94	—	—	—	—	10.94	(3.67)	7.27
指定為通過損益以反映 公允價值	5.95	—	—	(0.02)	0.15	6.08	—	6.08
<b>直接股本證券</b>								
可供出售	—	3.58	—	174.32	—	177.90	56.04	233.94
指定為通過損益以反映 公允價值	—	1.32	—	0.44	2.45	4.21	—	4.21
<b>綜合投資基金</b>								
可供出售	—	0.46	—	—	—	0.46	2.99	3.45
指定為通過損益以反映 公允價值	—	0.90	—	—	0.54	1.44	—	1.44
<b>現金及銀行存款</b>	34.66	—	—	—	—	34.66	—	34.66
<b>投資物業</b>	—	—	1.23	(0.25)	1.77	2.75	—	2.75
<b>其他</b>	0.20	—	—	—	0.45	0.65	—	0.65
	83.75	6.26	1.23	174.49	5.36	271.09	55.36	326.45

# MANAGEMENT DISCUSSION AND ANALYSIS

For the six months ended 30 June 2006, HK\$ million

	Recognised in the consolidated income statement					Sub total	Unrealised gains/ (losses)	Grand total
	Interest income	Dividend income	Rental income	Realised gains/ (losses)	Unrealised gains/ (losses)		recognised in the fair value reserve	
<b>Debt securities</b>								
HTM	34.69	—	—	—	—	34.69	—	34.69
AFS	6.21	—	—	—	—	6.21	(6.39)	(0.18)
DTPL	6.87	—	—	(0.17)	(4.10)	2.60	—	2.60
<b>Direct equity securities</b>								
AFS	—	3.74	—	68.06	—	71.80	22.59	94.39
DTPL	—	1.63	—	6.44	0.96	9.03	—	9.03
<b>Composite investment funds</b>								
DTPL	—	0.54	—	—	(0.49)	0.05	—	0.05
<b>Cash and bank deposits</b>	23.44	—	—	—	—	23.44	—	23.44
<b>Investment properties</b>	—	—	1.06	—	5.19	6.25	—	6.25
<b>Other</b>	0.79	—	—	—	—	0.79	—	0.79
	72.00	5.91	1.06	74.33	1.56	154.86	16.20	171.06

## LIFE INSURANCE BUSINESS

The Group's life insurance segment is operated by TPL, which is a PRC-incorporated company and is 50.05%-owned by the Group. TPL is principally engaged in the underwriting of life insurance policies in Mainland China.

The key financial data of the life insurance business is summarised below:

For the six months ended 30 June, HK\$ million

	2007	2006	Change
Gross premiums written	<b>6,993.53</b>	5,841.63	19.7%
Net premiums written and policy fees	<b>6,961.95</b>	5,824.66	19.5%
Net earned premiums and policy fees	<b>6,961.15</b>	5,755.46	20.9%
Total investment income	<b>2,061.37</b>	754.91	2.7 times
Net exchange loss	<b>(34.35)</b>	(11.89)	2.9 times
Policyholders' benefits	<b>(1,470.45)</b>	(592.36)	2.5 times
Net commission expenses	<b>(632.99)</b>	(408.97)	54.8%
Change in life insurance funds, net of reinsurance	<b>(5,699.57)</b>	(4,539.12)	25.6%
Administrative and other expenses	<b>(735.31)</b>	(580.01)	26.8%
Finance costs	<b>(33.77)</b>	(32.27)	4.6%
Profit before taxation	<b>427.67</b>	346.13	23.6%
Profit after taxation	<b>306.76</b>	257.79	19.0%
Profit attributable to the equity holders	<b>153.53</b>	128.47	19.5%

## 管理層討論和分析

截至二零零六年六月三十日止六個月，百萬港元

	於綜合損益表內確認					於公允價值 儲備內確認 之未實現		總額
	利息收入	股息收入	租金收入	已實現 收益/ (虧損)	未實現 收益/ (虧損)	小計	收益/ (虧損)	
<b>債務證券</b>								
持有至到期日	34.69	—	—	—	—	34.69	—	34.69
可供出售	6.21	—	—	—	—	6.21	(6.39)	(0.18)
指定為通過損益以反映 公允價值	6.87	—	—	(0.17)	(4.10)	2.60	—	2.60
<b>直接股本證券</b>								
可供出售	—	3.74	—	68.06	—	71.80	22.59	94.39
指定為通過損益以反映 公允價值	—	1.63	—	6.44	0.96	9.03	—	9.03
<b>綜合投資基金</b>								
指定為通過損益以反映 公允價值	—	0.54	—	—	(0.49)	0.05	—	0.05
現金及銀行存款	23.44	—	—	—	—	23.44	—	23.44
投資物業	—	—	1.06	—	5.19	6.25	—	6.25
其他	0.79	—	—	—	—	0.79	—	0.79
	72.00	5.91	1.06	74.33	1.56	154.86	16.20	171.06

### 人壽保險業務

本集團之人壽保險業務由本集團擁有50.05%權益之中國註冊公司太平人壽營運，主要從事中國大陸之人壽保險保單的承保。

人壽保險業務之主要財務數據概述如下：

截至六月三十日止六個月，百萬港元

	二零零七年	二零零六年	變化
毛承保保費	<b>6,993.53</b>	5,841.63	19.7%
淨承保保費及保單費收入	<b>6,961.95</b>	5,824.66	19.5%
已賺取保費及保單費收入淨額	<b>6,961.15</b>	5,755.46	20.9%
投資收入總額	<b>2,061.37</b>	754.91	2.7 倍
匯兌虧損淨額	<b>(34.35)</b>	(11.89)	2.9 倍
保單持有人利益	<b>(1,470.45)</b>	(592.36)	2.5 倍
佣金支出淨額	<b>(632.99)</b>	(408.97)	54.8%
壽險責任準備金變化，減再保險	<b>(5,699.57)</b>	(4,539.12)	25.6%
行政及其他費用	<b>(735.31)</b>	(580.01)	26.8%
財務費用	<b>(33.77)</b>	(32.27)	4.6%
除稅前溢利	<b>427.67</b>	346.13	23.6%
除稅後溢利	<b>306.76</b>	257.79	19.0%
股東應佔溢利	<b>153.53</b>	128.47	19.5%



# MANAGEMENT DISCUSSION AND ANALYSIS

The key operational data of the life insurance business is summarised below:

	At 30 June 2007	At 31 December 2006	Change
Market share <sup>1</sup>	2.6%	2.7%	(0.1pts)
Number of provincial branches	28	22	6
Number of sub-branches and marketing centres	282	230	52
Number of in-force policies	4,382,740	3,866,820	515,920
Number of sales agents	30,051	25,742	4,309
Persistency ratio – 13th month <sup>2</sup>	80.7%	78.2%	2.5pts
Persistency ratio – 25th month <sup>2</sup>	91.5%	89.5%	2.0pts

<sup>1</sup> Based on gross premiums written in accordance with PRC GAAP and published by the CIRC.

<sup>2</sup> Based on premium amounts.

## Profit Attributable to the Equity Holders

The life insurance business contributed net profit to the equity holders of HK\$153.53 million (2006: HK\$128.47 million).

## Gross Premiums Written

TPL's gross premiums written increased by 19.7% to HK\$6,993.53 million from HK\$5,841.63 million in the Last Period. TPL's gross premiums written, by line of business, was as follows:

*For the six months ended 30 June 2007, HK\$ million*

	Traditional products	Unit-linked products	Total	% of Total
Individual	1,116.73	805.52	1,922.25	27.5%
Group	732.78	1.68	734.46	10.5%
Bancassurance	4,146.26	190.56	4,336.82	62.0%
	5,995.77	997.76	6,993.53	100.0%

*For the six months ended 30 June 2006, HK\$ million*

	Traditional products	Unit-linked products	Total	% of Total
Individual	632.69	0.14	632.83	10.8%
Group	779.38	21.68	801.06	13.7%
Bancassurance	4,407.74	—	4,407.74	75.5%
	5,819.81	21.82	5,841.63	100.0%

## 管理層討論和分析

人壽保險業務之主要經營數據概述如下：

	於二零零七年 六月三十日	於二零零六年 十二月三十一日	變化
市場份額 <sup>1</sup>	2.6%	2.7%	(0.1點)
省級分公司數目	28	22	6
支公司及市場推廣中心數目	282	230	52
有效之保單數目	4,382,740	3,866,820	515,920
銷售代理數目	30,051	25,742	4,309
第13個月之保費繼續率 <sup>2</sup>	80.7%	78.2%	2.5點
第25個月之保費繼續率 <sup>2</sup>	91.5%	89.5%	2.0點

<sup>1</sup> 據中國公認會計準則按毛承保保費計算並由中國保監委刊發。

<sup>2</sup> 按保費金額。

### 股東應佔溢利

股東來自人壽保險業務之溢利淨額為1.5353億港元（二零零六年：1.2847億港元）。

### 毛承保保費

太平人壽之毛承保保費由去年同期之58.4163億港元上升19.7%至69.9353億港元。太平人壽按業務劃分之毛承保保費如下：

截至二零零七年六月三十日止六個月，百萬港元

	傳統產品	單位連結產品	總額	佔總數百分比
個人	1,116.73	805.52	1,922.25	27.5%
團體	732.78	1.68	734.46	10.5%
銀行保險	4,146.26	190.56	4,336.82	62.0%
	5,995.77	997.76	6,993.53	100.0%

截至二零零六年六月三十日止六個月，百萬港元

	傳統產品	單位連結產品	總額	佔總數百分比
個人	632.69	0.14	632.83	10.8%
團體	779.38	21.68	801.06	13.7%
銀行保險	4,407.74	—	4,407.74	75.5%
	5,819.81	21.82	5,841.63	100.0%

## MANAGEMENT DISCUSSION AND ANALYSIS

During the Period, because of the continuing strong performance of the PRC equity markets, life insurers in the PRC have experienced heightened interest and demand for investment products from their clients. TPL has therefore been able to further diversify its product mix by selling unit-linked products through its individual agents and bancassurance channels. The sales of unit-linked products have increased substantially in most recent months, along with the continuing rise of the PRC equity markets. Because of the special nature of unit-linked products, their sales have been conducted and monitored carefully by TPL.

During the Period, TPL's premiums from traditional products increased by 3.0% to HK\$5,995.77 million from HK\$5,819.81 million in the Last Period. Premiums distributed through individual agents increased substantially by 76.5% to HK\$1,116.73 million from HK\$632.69 million in the Last Period. During the Period, TPL also increased the sales proportion of its regular premium products. The detailed breakdown of TPL's single premium products and regular premium products by line of business is summarised as follows:

*For the six months ended 30 June, HK\$ million*

### Individual

	2007	% of Total	2006	% of Total
Single Premium	24.63	2.2%	25.01	4.0%
Regular Premium — First Year	485.68	43.5%	338.19	53.5%
Regular Premium — Renewal Year	606.42	54.3%	269.49	42.5%
	<b>1,116.73</b>	<b>100.0%</b>	632.69	100.0%

### Group

	2007	% of Total	2006	% of Total
Employee Benefit ("EB")	316.51	43.2%	311.01	39.9%
Annuity	416.27	56.8%	468.37	60.1%
	<b>732.78</b>	<b>100.0%</b>	779.38	100.0%

### Bancassurance

	2007	% of Total	2006	% of Total
Single Premium	3,424.10	82.6%	4,046.30	91.8%
Regular Premium — First Year	346.52	8.4%	225.73	5.1%
Regular Premium — Renewal Year	375.64	9.0%	135.71	3.1%
	<b>4,146.26</b>	<b>100.0%</b>	4,407.74	100.0%

TPL's long-term strategy is to gradually increase the proportion of regular premium products in its overall sales. During the Period, regular premium products accounted for 97.8% (Last Period: 96.0%/Full Year of 2006: 96.2%) of the total premiums produced by individual agents. Regular premium products constituted 17.4% (Last Period: 8.2%/Full Year of 2006: 10.8%) of the total premiums produced by the bancassurance channels. The higher proportion of regular premium products significantly enhances the quality and value of TPL's premium income from an actuarial, profit margin perspective.

## 管理層討論和分析

於本財務期內，由於中國股本市場表現持續強勁，中國的人壽保險商普遍面對客戶對投資產品的殷切需求。因此，太平人壽透過其個人代理及銀行保險分銷渠道，出售單位連結產品以便進一步拓寬其產品組合。近月，隨著中國股本市場持續上揚，單位連結產品銷售大幅增加。鑒於單位連結產品性質特殊，太平人壽一直審慎進行銷售及監察。

於本財務期內，太平人壽的傳統產品保費由去年同期的58.1981億港元增加3.0%至59.9577億港元。其中，個人代理分銷的保費由去年同期的6.3269億港元大幅上升76.5%至11.1673億港元。於本財務期內，太平人壽亦增加了期繳保費產品的銷售比重。以下概述太平人壽按業務劃分的躉繳保費產品及期繳保費產品的詳細分析：

截至六月三十日止六個月，百萬港元

### 個人

	二零零七年	佔總數百分比	二零零六年	佔總數百分比
躉繳保費	24.63	2.2%	25.01	4.0%
期繳保費 — 首年	485.68	43.5%	338.19	53.5%
期繳保費 — 續年	606.42	54.3%	269.49	42.5%
	<b>1,116.73</b>	<b>100.0%</b>	632.69	100.0%

### 團體

	二零零七年	佔總數百分比	二零零六年	佔總數百分比
僱員福利	316.51	43.2%	311.01	39.9%
年金	416.27	56.8%	468.37	60.1%
	<b>732.78</b>	<b>100.0%</b>	779.38	100.0%

### 銀行保險

	二零零七年	佔總數百分比	二零零六年	佔總數百分比
躉繳保費	3,424.10	82.6%	4,046.30	91.8%
期繳保費 — 首年	346.52	8.4%	225.73	5.1%
期繳保費 — 續年	375.64	9.0%	135.71	3.1%
	<b>4,146.26</b>	<b>100.0%</b>	4,407.74	100.0%

太平人壽的長期策略是逐步提升期繳保費產品佔其整體銷售的比例。於本財務期內，個人保險業務之期繳保費佔其總保費97.8%（去年同期：96.0%／二零零六年全年：96.2%）。銀行保險業務之期繳保費佔其總保費17.4%（去年同期：8.2%／二零零六年全年：10.8%）。較高的期繳保費產品比例，大大提高了太平人壽從精算及利潤角度去衡量其保費收入之質量及價值。

# MANAGEMENT DISCUSSION AND ANALYSIS

## Investment Performance

The composition of investments held by TPL was as follows:

	At 30 June 2007		At 31 December 2006	
	HK\$ million	% of Total	HK\$ million	% of Total
Debt securities	21,727.91	55.4%	18,257.75	58.5%
Direct equity securities	2,887.43	7.4%	1,956.04	6.3%
Equity investment funds	3,174.56	8.1%	2,485.38	8.0%
Cash and bank deposits	11,458.31	29.1%	8,498.56	27.2%
<b>Total invested assets</b>	<b>39,248.21</b>	<b>100.0%</b>	<b>31,197.73</b>	<b>100.0%</b>

The investments in debt securities and cash and bank deposits represented approximately 84.5% of total invested assets as at 30 June 2007 (31 December 2006: 85.7%).

The classification of TPL's investments in securities under HTM, AFS and DTPL was as follows:

### At 30 June 2007, HK\$ million

	AFS	DTPL	Total
Debt securities	21,464.92	262.99	21,727.91
Direct equity securities	2,292.57	594.86	2,887.43
Equity investment funds	2,030.72	1,143.84	3,174.56
	<b>25,788.21</b>	<b>2,001.69</b>	<b>27,789.90</b>

### At 31 December 2006, HK\$ million

	AFS	DTPL	Total
Debt securities	18,160.80	96.95	18,257.75
Direct equity securities	1,441.68	514.36	1,956.04
Equity investment funds	1,563.49	921.89	2,485.38
	<b>21,165.97</b>	<b>1,533.20</b>	<b>22,699.17</b>

## 管理層討論和分析

### 投資表現

太平人壽所持之投資組合如下：

	於二零零七年 六月三十日		於二零零六年 十二月三十一日	
	百萬港元	佔總數百分比	百萬港元	佔總數百分比
債務證券	21,727.91	55.4%	18,257.75	58.5%
直接股本證券	2,887.43	7.4%	1,956.04	6.3%
股本投資基金	3,174.56	8.1%	2,485.38	8.0%
現金及銀行存款	11,458.31	29.1%	8,498.56	27.2%
投資總額	39,248.21	100.0%	31,197.73	100.0%

於二零零七年六月三十日，於債務證券、現金及銀行存款的投資約佔投資總額84.5%（二零零六年十二月三十一日：85.7%）。

歸類為持有至到期日、可供出售及指定為通過損益以反映公允價值的太平人壽之證券投資如下：

於二零零七年六月三十日，百萬港元

	可供出售	指定為通過 損益以反映 公允價值	總額
債務證券	21,464.92	262.99	21,727.91
直接股本證券	2,292.57	594.86	2,887.43
股本投資基金	2,030.72	1,143.84	3,174.56
	25,788.21	2,001.69	27,789.90

於二零零六年十二月三十一日，百萬港元

	可供出售	指定為通過 損益以反映 公允價值	總額
債務證券	18,160.80	96.95	18,257.75
直接股本證券	1,441.68	514.36	1,956.04
股本投資基金	1,563.49	921.89	2,485.38
	21,165.97	1,533.20	22,699.17

## MANAGEMENT DISCUSSION AND ANALYSIS

The total investment income and the investment yield of TPL on a pre-tax basis recognised in the consolidated income statement was as follows:

*For the six months ended 30 June, HK\$ million*

	2007	2006	Change
Net investment income	<b>836.95</b>	455.44	83.8%
Net realised investment gains	<b>942.20</b>	65.14	14.5 times
Net unrealised investment gains	<b>282.22</b>	234.33	20.4%
Total investment income	<b>2,061.37</b>	754.91	2.7 times
Total investment yield (year-to-date)	<b>6.8%</b>	3.8%	3.0 pts

TPL's strong increase in investment income during the Period was primarily due to the strong performance of the equity markets in the PRC. TPL also recorded higher interest income on the cash flows generated by the rapid growth in premiums written. The above-mentioned investment income and investment yield figures do not include a net exchange loss of HK\$34.35 million (2006: HK\$11.89 million).

The details of TPL's investment income on a pre-tax basis was as follows:

*For the six months ended 30 June 2007, HK\$ million*

	Recognised in the consolidated income statement				Sub total	Unrealised gains/ (losses) recognised in the fair value reserve	Grand total
	Interest income/ (expense)	Dividend income	Realised gains/ (losses)	Unrealised gains			
<b>Debt securities</b>							
AFS	363.82	—	(0.53)	—	363.29	(809.44)	(446.15)
DTPL	1.29	—	18.86	79.47	99.62	—	99.62
<b>Direct equity securities</b>							
AFS	—	5.73	184.99	—	190.72	253.47	444.19
DTPL	—	1.86	212.01	72.22	286.09	—	286.09
<b>Equity investment funds</b>							
AFS	—	182.37	333.85	—	516.22	302.22	818.44
DTPL	—	214.48	193.02	130.53	538.03	—	538.03
<b>Cash and bank deposits</b>	130.76	—	—	—	130.76	—	130.76
<b>Securities sold under repurchase agreements</b>	(63.36)	—	—	—	(63.36)	—	(63.36)
	<b>432.51</b>	<b>404.44</b>	<b>942.20</b>	<b>282.22</b>	<b>2,061.37</b>	<b>(253.75)</b>	<b>1,807.62</b>

## 管理層討論和分析

太平人壽在綜合損益表內確認之稅前投資收入總額及稅前投資收益率概述如下：

截至六月三十日止六個月，百萬港元

	二零零七年	二零零六年	變化
投資收入淨額	<b>836.95</b>	455.44	83.8%
已實現投資收益淨額	<b>942.20</b>	65.14	14.5 倍
未實現投資收益淨額	<b>282.22</b>	234.33	20.4%
投資收入總額	<b>2,061.37</b>	754.91	2.7 倍
總投資收益率(本期)	<b>6.8%</b>	3.8%	3.0點

中國股本市場的表現強勁，是太平人壽於本財務期的投資收入大幅上升的主因。太平人壽亦錄得由承保保費快速增長而產生更高的現金流利息收入。上述之投資收入及投資收益率不含3,435萬港元的匯兌虧損淨額(二零零六年：1,189萬港元)。

太平人壽之稅前投資收入詳細分析如下：

截至二零零七年六月三十日止六個月，百萬港元

	於綜合損益表內確認				於公允價值儲備內確認之未實現		總額
	利息收入／ (支出)	股息收入	已實現 收益／ (虧損)	未實現 收益	小計	收益／ (虧損)	
<b>債務證券</b>							
可供出售	363.82	—	(0.53)	—	363.29	(809.44)	(446.15)
指定為通過損益以反映公允價值	1.29	—	18.86	79.47	99.62	—	99.62
<b>直接股本證券</b>							
可供出售	—	5.73	184.99	—	190.72	253.47	444.19
指定為通過損益以反映公允價值	—	1.86	212.01	72.22	286.09	—	286.09
<b>股本投資基金</b>							
可供出售	—	182.37	333.85	—	516.22	302.22	818.44
指定為通過損益以反映公允價值	—	214.48	193.02	130.53	538.03	—	538.03
現金及銀行存款	130.76	—	—	—	130.76	—	130.76
賣出回購證券	(63.36)	—	—	—	(63.36)	—	(63.36)
	<b>432.51</b>	<b>404.44</b>	<b>942.20</b>	<b>282.22</b>	<b>2,061.37</b>	<b>(253.75)</b>	<b>1,807.62</b>



# MANAGEMENT DISCUSSION AND ANALYSIS

For the six months ended 30 June 2006, HK\$ million

	Recognised in the consolidated income statement				Sub total	Unrealised gains/ (losses) recognised in the fair value reserve	Grand total
	Interest income/ (expense)	Dividend income	Realised gains/ (losses)	Unrealised gains			
<b>Debt securities</b>							
AFS	333.16	—	—	—	333.16	(299.11)	34.05
DTPL	2.68	—	(12.76)	3.11	(6.97)	—	(6.97)
<b>Direct equity securities</b>							
AFS	—	—	—	—	—	(40.72)	(40.72)
DTPL	—	9.41	34.65	27.47	71.53	—	71.53
<b>Equity investment funds</b>							
AFS	—	26.89	17.32	—	44.21	196.82	241.03
DTPL	—	50.55	25.93	203.75	280.23	—	280.23
<b>Cash and bank deposits</b>	68.65	—	—	—	68.65	—	68.65
<b>Securities sold under repurchase agreements</b>	(35.90)	—	—	—	(35.90)	—	(35.90)
	368.59	86.85	65.14	234.33	754.91	(143.01)	611.90

## Policyholders' Benefits

The policyholders' benefits of TPL are summarised as follows:

For the six months ended 30 June, HK\$ million

	2007	2006	Change
Net claims	<b>182.97</b>	128.26	42.7%
Surrenders	<b>1,228.00</b>	427.40	2.9 times
Annuity and maturity payments	<b>42.13</b>	32.29	30.5%
Policy dividends	<b>17.35</b>	4.41	3.9 times
	<b>1,470.45</b>	592.36	2.5 times

## Net Commission Expenses

For the six months ended 30 June, HK\$ million

	2007	2006	Change
Net commission expenses	<b>632.99</b>	408.97	54.8%
Ratio of net commission expenses to gross premiums written	<b>9.1%</b>	6.9%	2.2pts

## 管理層討論和分析

截至二零零六年六月三十日止六個月，百萬港元

	於綜合損益表內確認				小計	於公允價值	總額
	利息收入/ (支出)	股息收入	已實現 收益/ (虧損)	未實現 收益		儲備內確認 之未實現 收益/ (虧損)	
<b>債務證券</b>							
可供出售	333.16	—	—	—	333.16	(299.11)	34.05
指定為通過損益以反映公允價值	2.68	—	(12.76)	3.11	(6.97)	—	(6.97)
<b>直接股本證券</b>							
可供出售	—	—	—	—	—	(40.72)	(40.72)
指定為通過損益以反映公允價值	—	9.41	34.65	27.47	71.53	—	71.53
<b>股本投資基金</b>							
可供出售	—	26.89	17.32	—	44.21	196.82	241.03
指定為通過損益以反映公允價值	—	50.55	25.93	203.75	280.23	—	280.23
現金及銀行存款	68.65	—	—	—	68.65	—	68.65
賣出回購證券	(35.90)	—	—	—	(35.90)	—	(35.90)
	368.59	86.85	65.14	234.33	754.91	(143.01)	611.90

### 保單持有人利益

太平人壽之保單持有人利益概述如下：

截至六月三十日止六個月，百萬港元

	二零零七年	二零零六年	變化
賠償淨額	<b>182.97</b>	128.26	42.7%
退保額	<b>1,228.00</b>	427.40	2.9 倍
年金及到期付款	<b>42.13</b>	32.29	30.5%
保單分紅	<b>17.35</b>	4.41	3.9 倍
	<b>1,470.45</b>	592.36	2.5 倍

### 佣金支出淨額

截至六月三十日止六個月，百萬港元

	二零零七年	二零零六年	變化
佣金支出淨額	<b>632.99</b>	408.97	54.8%
佣金支出淨額佔毛承保保費	<b>9.1%</b>	6.9%	2.2點

# MANAGEMENT DISCUSSION AND ANALYSIS

## Administrative and Other Expenses

The administrative and other expenses of TPL are summarised as follows:

*For the six months ended 30 June, HK\$ million*

	2007	2006	Change
Staff costs	<b>360.02</b>	269.21	33.7%
Rental expenses	<b>43.28</b>	41.38	4.6%
Others	<b>332.01</b>	269.42	23.2%
	<b>735.31</b>	580.01	26.8%
Ratio of administrative and other expenses to gross premiums written	<b>10.5%</b>	9.8%	0.7pts

## Financial Strength and Solvency Margin

The solvency margin ratios of TPL under the CIRC regulations were as follows:

*RMB million*

	At 30 June 2007	At 31 December 2006	At 30 June 2006
Actual Solvency Margin	<b>2,746</b>	1,834	2,028
Minimum Statutory Solvency Margin	<b>1,468</b>	1,240	1,052
Solvency Margin Ratio	<b>187%</b>	148%	193%

## PROPERTY AND CASUALTY INSURANCE BUSINESS

The Group's property and casualty insurance business is operated by TPI, which is a PRC-incorporated company and is 40.025%-owned by the Group. TPI is principally engaged in the underwriting of motor, marine and non-marine insurance policies in Mainland China.

As discussed in the "Consolidated Financial Result" section of the Management Review and Analysis, TPI is not consolidated into the Group on a line-by-line basis. Therefore, except for the profit/(loss) attributable to the equity holders, the following key financial data and ratios of TPI should not be applied to the consolidated financial statements.

## 管理層討論和分析

### 行政及其他費用

太平人壽之行政及其他費用概述如下：

截至六月三十日止六個月，百萬港元

	二零零七年	二零零六年	變化
員工成本	360.02	269.21	33.7%
租賃開支	43.28	41.38	4.6%
其他	332.01	269.42	23.2%
	735.31	580.01	26.8%
行政及其他費用佔毛承保保費比率	10.5%	9.8%	0.7點

### 財務實力及償付能力

太平人壽按中國保監委規定之償付能力充足率如下：

百萬人民幣

	於二零零七年 六月三十日	於二零零六年 十二月三十一日	於二零零六年 六月三十日
實際償付能力	2,746	1,834	2,028
最低法定償付能力	1,468	1,240	1,052
償付能力充足率	187%	148%	193%

### 財產保險業務

本集團之財產保險業務由本集團擁有40.025%權益之中國註冊公司太平保險營運，主要從事中國大陸之車險、水險及非水險保單的承保。

誠如本管理層討論及分析內「綜合財務業績」一節所討論，太平保險並沒有按分項方法綜合於本集團之財務報表內。因此，除股東應佔溢利／（虧損）外，下列太平保險之主要財務數據及比率不適用於綜合財務報表。

# MANAGEMENT DISCUSSION AND ANALYSIS

For the six months ended 30 June, HK\$ million

	2007	2006	Change
Gross premiums written	<b>1,787.74</b>	959.15	86.4%
Net premiums written	<b>1,510.62</b>	775.40	94.8%
Net earned premiums	<b>999.98</b>	608.21	64.4%
Total investment income	<b>172.47</b>	37.17	4.6 times
Profit after taxation	<b>6.01</b>	10.87	(44.7%)
Profit attributable to the equity holders	<b>2.40</b>	4.35	(44.8%)
Technical reserves ratio	<b>201.8%</b>	200.5%	1.3pts
Retained ratio	<b>84.5%</b>	80.8%	3.7pts
Earned premiums ratio	<b>55.9%</b>	63.4%	(7.5pts)
Loss ratio <sup>1</sup>	<b>52.7%</b>	57.5%	(4.8pts)
Expense ratio <sup>2</sup>	<b>41.9%</b>	36.5%	5.4pts
Combined ratio <sup>3</sup>	<b>94.6</b>	94.0	0.6pts

<sup>1</sup> The loss ratio is based on net earned premiums.

<sup>2</sup> The expense ratio is based on net premiums written. In prior periods and years, the expense ratio was based on net earned premiums. The Management believes that calculating the expense ratio under net premiums written is a fairer indicator and better reflects the underwriting performance of TPI. If the net earned premiums basis is applied, then the expense ratio would be 63.2% for the Period (2006: 46.5%).

<sup>3</sup> The combined ratio is the sum of the loss ratio and the expense ratio. If the expense ratio is based on net earned premiums, then the combined ratio would be 115.9 for the Period (2006: 104.0).

## Profit Attributable to the Equity Holders

TPI contributed net profit to the equity holders of HK\$2.40 million (2006: HK\$4.35 million).

## Gross Premiums Written

TPI's gross premiums written increased by 86.4% to HK\$1,787.74 million from HK\$959.15 million in the Last Period. The detailed breakdown of TPI's gross premiums written was as follows:

For the six months ended 30 June, HK\$ million

Business Line	2007	% of Total	2006	% of Total
Motor	<b>1,364.93</b>	<b>76.4%</b>	644.68	67.2%
Marine	<b>77.54</b>	<b>4.3%</b>	63.67	6.6%
Non-marine	<b>345.27</b>	<b>19.3%</b>	250.80	26.2%
	<b>1,787.74</b>	<b>100.0%</b>	959.15	100.0%

## 管理層討論和分析

截至六月三十日止六個月，百萬港元

	二零零七年	二零零六年	變化
毛承保保費	<b>1,787.74</b>	959.15	86.4%
淨承保保費	<b>1,510.62</b>	775.40	94.8%
已賺取保費淨額	<b>999.98</b>	608.21	64.4%
投資收入總額	<b>172.47</b>	37.17	4.6倍
除稅後溢利	<b>6.01</b>	10.87	(44.7%)
股東應佔溢利	<b>2.40</b>	4.35	(44.8%)
技術性儲備比率	<b>201.8%</b>	200.5%	1.3點
自留比率	<b>84.5%</b>	80.8%	3.7點
已賺取保費率	<b>55.9%</b>	63.4%	(7.5點)
賠付率 <sup>1</sup>	<b>52.7%</b>	57.5%	(4.8點)
費用率 <sup>2</sup>	<b>41.9%</b>	36.5%	5.4點
綜合成本率 <sup>3</sup>	<b>94.6</b>	94.0	0.6點

<sup>1</sup> 賠付率按已賺取保費淨額為基準計算。

<sup>2</sup> 費用率按淨承保保費為基準計算。於過往期間及年度，費用率按已賺取保費淨額為基準計算。管理層相信，按照淨承保保費計算費用率為更公平的指標，並可更好地反映太平保險的承保表現。倘使用已賺取保費淨額基準，則本財務期之費用率將為63.2%（二零零六年：46.5%）

<sup>3</sup> 綜合成本率為賠付率與費用率的總和。倘費用率按已賺取保費淨額為基準計算，則本財務期之綜合成本率將為115.9（二零零六年：104.0）。

### 股東應佔溢利

太平保險對股東淨溢利的貢獻為240萬港元（二零零六年：435萬港元）。

### 毛承保保費

太平保險之毛承保保費由去年同期之9.5915億港元上升86.4%至17.8774億港元。太平保險毛承保保費詳細分析如下：

截至六月三十日止六個月，百萬港元

業務種類	二零零七年	佔總數百分比	二零零六年	佔總數百分比
車險	<b>1,364.93</b>	<b>76.4%</b>	644.68	67.2%
水險	<b>77.54</b>	<b>4.3%</b>	63.67	6.6%
非水險	<b>345.27</b>	<b>19.3%</b>	250.80	26.2%
	<b>1,787.74</b>	<b>100.0%</b>	959.15	100.0%

# MANAGEMENT DISCUSSION AND ANALYSIS

## Combined Ratio

The loss ratio on net earned premiums has improved to 52.7% during the Period from 57.5% in the Last Period, while the expense ratio on net premiums written has increased to 41.9% from 36.5% in the Last Period. The combined ratio is one of the key performance indicators of the property and casualty insurance business. TPI's combined ratio of 94.6 during the Period is almost identical to the 94.0 in the Last Period, reflecting satisfactory underwriting performance. The trends of TPI's loss ratio, expense ratio and combined ratio are as follows:

### For the six months ended 30 June

	2007	2006	2005
Loss ratio	<b>52.7%</b>	57.5%	59.6%
Expense ratio	<b>41.9%</b>	36.5%	37.6%
Combined ratio	<b>94.6</b>	94.0	97.2

## CORPORATE AND OTHER BUSINESSES

The corporate and other businesses are mainly comprised of the corporate company, asset management business, insurance intermediary business and pension business. The corporate company is mainly responsible for overall group strategic planning, overall group capital management and deployment in support of the operating businesses, investor relations, credit ratings and research analysts relations, and compliance with the listing and other laws and regulations of Hong Kong.

### Asset management business in Hong Kong operated by CIGAML

The Group's asset management business in Hong Kong is operated by CIGAML, which is a Hong Kong-incorporated company and is wholly-owned by the Group. CIGAML is licensed with Hong Kong's Securities & Futures Commission, and is mainly engaged in the provision of investment consultancy services to the Group in managing its non-RMB investment portfolio. CIGAML currently is a cost centre of the Group because the asset management fee income received from the Group companies are eliminated at the consolidated level, while the corresponding expenses, such as salary and incentive compensation paid to fund managers, are absorbed in full at the consolidated level. Investors are advised to pay particular attention to this factor when evaluating the financial performance of CIGAML.

The key financial data of CIGAML is summarised below:

### For the six months ended 30 June, HK\$ million

	2007	2006	Change
Asset management fee income	<b>1.51</b>	1.89	(20.1%)
Total investment income	<b>20.38</b>	12.99	56.9%
Profit attributable to the equity holders	<b>15.74</b>	10.13	55.4%

### Insurance intermediary business

The Group's insurance intermediary business is substantially operated by SINO-RE, which is a Hong Kong-incorporated company and is wholly-owned by the Group. SINO-RE is mainly engaged in the rendering of brokering services for reinsurance and insurance companies. SINO-RE's key markets are Hong Kong, Macau and Mainland China. SINO-RE's brokerage income increased significantly during the Period mainly due to the strong premium growth of SINO-RE's core clients.

## 管理層討論和分析

### 綜合成本率

期內按已賺取保費淨額之賠付率由去年同期的57.5%改善至52.7%。另外，期內按淨承保保費之費用率由去年同期的36.5%上升至41.9%。綜合成本率乃財產保險業務主要表現指標之一。期內，太平保險之綜合成本率為94.6與去年同期的94.0相若，反映承保表現令人滿意。太平保險之賠付率、費用率及綜合成本率走勢如下：

截至六月三十日止六個月

	二零零七年	二零零六年	二零零五年
賠付率	52.7%	57.5%	59.6%
費用率	41.9%	36.5%	37.6%
綜合成本率	94.6	94.0	97.2

### 企業及其他業務

企業及其他業務主要由本企業公司、資產管理業務、保險中介業務及養老保險業務所組成。企業公司主要負責集團的整體策略計劃、整體的資本管理及運用以支援各營運公司、投資者關係、信貸評級及分析員關係及處理與在香港上市及其他法律及規則的合規工作。

#### 由中保資產管理營運之香港資產管理業務

本集團位於香港之資產管理業務由本集團全資擁有之香港註冊公司中保資產管理營運。中保資產管理獲香港證券及期貨事務管理委員會發牌，主要就本集團非人民幣投資組合之管理提供投資諮詢服務。中保資產管理現為本集團之成本中心，因為收自本集團旗下各公司之資產管理費乃在綜合賬上對銷，而相應開支，例如工資及付予基金經理之獎金等則在綜合賬上全額並納。建議投資者於評估中保資產管理之財務表現時，應特別注意此因素。

中保資產管理之主要財務數據概述如下：

截至六月三十日止六個月，百萬港元

	二零零七年	二零零六年	變化
資產管理費收入	1.51	1.89	(20.1%)
投資收入總額	20.38	12.99	56.9%
股東應佔溢利	15.74	10.13	55.4%

### 保險中介業務

本集團之保險中介業務主要由本集團全資擁有之香港註冊公司華夏營運。華夏主要從事為再保險及保險公司提供經紀服務。華夏之主要市場為香港、澳門及中國大陸。華夏經紀佣金收入於期內大幅上升的主因為華夏的核心客戶之保費增長強勁。



# MANAGEMENT DISCUSSION AND ANALYSIS

The key financial data of SINO-RE is summarised below:

*For the six months ended 30 June, HK\$ million*

	2007	2006	Change
Insurance intermediary income	8.49	6.80	24.9%
Profit attributable to the equity holders	10.05	7.58	32.6%

SINO-RE's profit attributable to the equity holders increased by 32.6% to HK\$10.05 million from HK\$7.58 million in the Last Period.

## OUTLOOK

### Reinsurance business – CIRE

Due to the special nature of the reinsurance portfolio written by CIRE, CIRE's gross premiums written during the first half of the year is almost always far more than that of the second half of the year. CIRE has increased its purchases of reinsurance retrocessions and continues to focus on a highly disciplined underwriting approach. CIRE is therefore reasonably confident of achieving a positive underwriting results for the full year, assuming that no exceptional market events or catastrophes take place during the second half of the year.

CIRE's investment portfolio produced strong returns during the first half of the year. The investment performance in the second half of the year will depend on the global investment market trends, especially the equity markets in Hong Kong. Most of CIRE's investment assets will continue to be invested in high quality fixed income securities and cash deposits at banks which provide a steady and recurring flow of interest income. Such stable cash inflows help to cushion the potential volatility inherent in CIRE's reinsurance underwriting activities.

Therefore, CIRE is confident of achieving an overall profitable result for the full year of 2007. However, Management believes that it will be a significant challenge to reach the record results of the Last Year.

### Life insurance business – TPL

The life insurance business operated by TPL in the first half of the year was in line with the strategic business plan, which sought both top-line premium growth and an improvement of product mix. Having achieved its strategic objective of operating profits in 2006, TPL has initiated a new phase of business expansion in 2007 which focuses on quality long-term growth in premiums, as well as enhancing overall policy values. Six new branches have been established in Hunan, Shanxi, Shaanxi, Yunnan, Jilin and Guangxi and 52 new sub-branches have been newly added to its sales networks this period. Chongqing branch will also be opened soon. In addition, TPL plans to establish three new branches, in Xinjiang, Neimenggu and Guizhou, to begin operations at the beginning of 2008. It is expected that the larger sales network, together with the expanding individual agency force, will accelerate the top line premium growth, bottom line profit and overall policy values of TPL.

TPL's investment portfolio produced strong returns during the first half of the year. The investment performance in the second half of the year will depend on investment market trends in the PRC, especially the A-share equity markets. However, most of TPL's investment assets will continue to be invested in fixed income securities and cash deposits at banks which provide a steady and recurring flow of interest income.

Management is optimistic that TPL will deliver solid growth in both premiums and operating profits for the full year of 2007.

## 管理層討論和分析

華夏之主要財務數據概述如下：

截至六月三十日止六個月，百萬港元

	二零零七年	二零零六年	變化
保險中介收入	8.49	6.80	24.9%
股東應佔溢利	10.05	7.58	32.6%

華夏之股東應佔溢利由去年同期之758萬港元上升32.6%至1,005萬港元。

### 展望

#### 再保險業務 — 中再國際

鑒於中再國際承保的再保險組合的特性，中再國際上半年的毛承保保費大致上遠高於下半年的毛承保保費。中再國際已增加購買轉分保再保險，並繼續較嚴謹的承保模式。因此，中再國際充滿信心，假設下半年並無發生特殊市場事件或災難，則全年將可達到良好的承保業績。

中再國際的投資組合於上半年產生強勁回報，下半年投資表現將視乎全球投資市場走勢而定，尤其是香港股本市場。中再國際的大部分投資資產將繼續投資於高質素債務證券及銀行現金存款，以提供長期、穩定的利息收入來源。穩定的投資現金流入有助減輕中再國際再保險承保活動的潛在波動性。

因此，中再國際對二零零七年全年取得理想整體業績充滿信心。然而，管理層認為達到去年的創紀錄佳績，是一個不小的挑戰。

#### 人壽保險業務 — 太平人壽

於本財務期內，太平人壽經營的人壽保險業務，其上半年業務發展符合戰略計劃，即尋求保費增長並同時改良業務產品結構。繼達到二零零六年的經營溢利戰略目標後，太平人壽於二零零七年邁開新一階段的業務擴充，著重保費優質長期增長，及提升整體保單價值。於本財務期，太平人壽於湖南、山西、陝西、雲南、吉林及廣西增開了六家分公司，其銷售網絡已增添52家支公司，而重慶分公司亦即將正式開業。此外，太平人壽計劃在新疆、內蒙古及貴州開設三家分公司，預期二零零八年初投入營運。擴大後的銷售網絡連同擴展中的個人代理隊伍，將會加快太平人壽的保費增長、經營溢利及整體保單價值。

太平人壽的投資組合於上半年取得強勁回報。下半年投資表現將視乎中國的投資市場走勢而定，尤其是A股股本市場。然而，太平人壽的大部分投資資產將繼續投資於債務證券及銀行現金存款，藉以提供長期、穩定的利息收入來源。

管理層對太平人壽於二零零七年全年保費及經營溢利取得穩健增長感到樂觀。

# MANAGEMENT DISCUSSION AND ANALYSIS

## Property and casualty insurance business – TPI

The property and casualty insurance business operated by TPI has experienced substantial growth, while maintaining a satisfactory combined ratio, during the first half of the year. Although operating profits decreased slightly from that of last year, such result was mainly due to TPI's rapid growth of premiums written, which resulted in upfront acquisition costs. The Group now believes that TPI's overall infrastructure, which has been gradually developed over the past five years, is now capable of supporting faster premium growth, which is critical to achieving reasonable economies of scale. To support the premium expansion plan, in July 2007, TPI increased its paid-up capital from RMB1 billion to RMB1.3 billion. During the Period, TPI established three new provincial branches, in Liaoning, Hebei and Yunnan, all of which have already begun producing premium income. Despite the continuing competitive conditions in the PRC property and casualty insurance industry, Management believes that TPI will maintain its growth momentum and produce a satisfactory result during the second half of 2007.

## LIQUIDITY AND FINANCIAL RESOURCES

The Group's cash and bank deposits as at 30 June 2007 amounted to HK\$14,274.41 million (31 December 2006: HK\$11,359.98 million). There was no bank borrowing during the Period except for certain temporary bank overdrafts for insignificant amounts. The interest-bearing notes as at 30 June 2007 amounted to HK\$2,900.08 million (31 December 2006: HK\$2,844.82 million). The gearing ratio, which is calculated by dividing the total assets of the Group by interest-bearing notes issued, was 5.8% as at 30 June 2007 (31 December 2006: 7.1%).

## CAPITAL STRUCTURE

During the Period, the Company issued 6,375,000 new shares (31 December 2006: 69,788,000 shares, of which 6,038,000 shares were issued under the Company's employee share option scheme) for cash under the Company's employee share option scheme. Net proceeds received for the shares issued for cash in aggregate amounted to HK\$16.33 million (31 December 2006: HK\$529.92 million).

## STAFF AND STAFF REMUNERATION

As at 30 June 2007, the Group had a total of 7,508 employees (2006: 6,263 employees), an increase of 1,245 employees. Total remuneration for the Period amounted to HK\$431.82 million (2006: HK\$288.69 million), an increase of 49.6%. Bonuses are linked to both the performance of the Group and the performance of each individual.

## PURCHASE, SALE OR REDEMPTION OF THE COMPANY'S LISTED SECURITIES

During the Period, neither the Company nor any of its subsidiaries purchased, sold or redeemed any of the Company's listed securities.

# 管理層討論和分析

## 財產保險業務 — 太平保險

於本財務期內，太平保險經營的財產保險業務呈大幅增長，綜合成本率則維持於滿意水平。經營溢利稍遜去年，主因是太平保險的承保保費快速增長，致業務獲取成本全部在期內入帳。本集團認為，太平保險的整體網絡架構經過五年發展，現應可支撐更快的保費增長速度，以達致有效的規模經濟效益。為支持保費擴張計劃，太平保險於二零零七年七月將繳足資本由人民幣10億元增加至人民幣13億元。於本財務期內，太平保險於遼寧、河北及雲南開設三家省級分公司，而上述分公司已全部開始產生保費收入。儘管中國財產保險行業競爭持續激烈，管理層認為，太平保險將可於二零零七年下半年維持其增長動力，並取得令人滿意的業績。

## 流動資金及財務資源

於二零零七年六月三十日，本集團的現金及銀行存款為142.7441億港元（二零零六年十二月三十一日：113.5998億港元）。除若干小額臨時銀行透支外，本財務期內並無任何銀行借貸。二零零七年六月三十日須付息票據總額為29.0008億港元（二零零六年十二月三十一日：28.4482億港元）。二零零七年六月三十日已發行須付息票據除以本集團總資產所得出的槓桿比率為5.8%（二零零六年十二月三十一日：7.1%）

## 資本結構

本財務期本公司根據員工認股權計劃以現金代價發行6,375,000股新股（二零零六年十二月三十一日：69,788,000股，其中6,038,000股是根據本公司員工認股權計劃發行）。發行新股換取現金的總代價淨額為1,633萬港元（二零零六年十二月三十一日：5.2992億港元）。

## 員工及員工酬金

於二零零七年六月三十日，本集團的僱員總人數達7,508人（二零零六年：6,263人），增加1,245人。本財務期總酬金為4.3182億港元（二零零六年：2.8869億港元），增加49.6%。花紅與本集團的業績及員工的個人表現掛鉤。

## 購買、出售或贖回本公司的上市證券

於本財務期內本公司或任何其附屬公司概無購入、出售或贖回任何本公司的上市證券。

# EMBEDDED VALUE OF TPL

## 1. Cautionary Statement

The calculations of embedded value and the value of one year's new business of TPL are based on certain assumptions with respect to future experience and thus the actual results could differ significantly from what is envisioned when these calculations are made. From an investor's perspective, the valuation of the Company is measured by the stock market price of the Company's shares on any particular day, which may or may not properly reflect the embedded value and the value of one year's new business of TPL. In valuing the Company's shares, investors should take into account not only the embedded value and the value of one year's new business, but also other various considerations. In addition, TPL is 50.05%-owned by the Company. The embedded value and the value of one year's new business as at 30 June 2007 as disclosed below should therefore not be taken in full in the valuation of the Company. Investors are advised to pay particular attention to this factor, as well as the other assumptions underlying the calculations for the embedded value and value of one year's new business of TPL, if they believe such calculations are important and material to the valuation of the Company.

## 2. Embedded Value

		<b>At 30 June 2007</b>	At 31 December 2006
		<i>HK\$ million</i>	<i>HK\$ million</i>
Adjusted net worth	a	<b>2,169</b>	2,168
Value of inforce business before cost of capital and expense overrun			
Cost of capital	b	<b>3,433</b>	2,789
Expense overrun	c	<b>459</b>	295
Value of inforce business after cost of capital and expense overrun	d	<b>36</b>	44
Embedded Value	e=b-c-d	<b>2,938</b>	2,450
	f=a+e	<b>5,107</b>	4,618

Adjusted net worth is the shareholders' net assets of TPL as measured on a PRC statutory basis.

## 3. Value of One Year's New Business

		<b>Six months ended 30 June 2007</b>	Year ended 31 December 2006
		<i>HK\$ million</i>	<i>HK\$ million</i>
Value of one year's new business before cost of capital and expense overrun	a	<b>681</b>	1,133
Cost of capital	b	<b>108</b>	161
Expense overrun	c	<b>342</b>	543
Value of one year's new business after cost of capital and expense overrun	d=a-b-c	<b>231</b>	429

TPL's expense overrun is due to its significant investments in establishing a branch network infrastructure, initiating relationships with business partners, establishing computer systems and hiring a highly professional management team. As such expense overrun is due to the start-up costs of beginning and expanding upon TPL's business operations, the Management of the Group and TPL believe that the expense overrun will diminish over time as TPL's scale of operations increases in the future.

# 太平人壽之內涵價值

## 1. 提示聲明

計算太平人壽內涵價值及一年新業務價值乃基於有關未來經驗之若干假設，故此實際結果可能與作出該等計算時之預測有重大差異。從投資者角度看，本公司之估值乃按照本公司股份於某個別日子之股市價格計量，可能或未能正確地反映太平人壽之內涵價值及一年新業務價值。於評估本公司股份時，投資者不僅要慮及內涵價值及一年新業務價值，而且亦應考慮到其他多項因素。此外，本公司擁有太平人壽之50.05%股權。因此，不應把下列所披露之於二零零七年六月三十日之內涵價值及一年新業務價值全數作為本公司的估值。倘若彼等認為該等因素重要，及對本公司之估值關係重大，則投資者務須特別留意該因素，及其他支持計算太平人壽內涵價值及一年新業務價值計算之因素。

## 2. 內涵價值

		於二零零七年 六月三十日 百萬港元	於二零零六年 十二月三十一日 百萬港元
調整後資產淨值	a	2,169	2,168
有效業務扣除資本成本及 費用超支前之價值	b	3,433	2,789
資本成本	c	459	295
費用超支	d	36	44
有效業務扣除資本成本及費用超支後之價值	e=b-c-d	2,938	2,450
內涵價值	f=a+e	5,107	4,618

調整後資產淨值為太平人壽按中國法定基準計量之股東資產淨值。

## 3. 一年新業務之價值

		截至 二零零七年 六月三十日 止六個月 百萬港元	截至 二零零六年 十二月三十一日 止年度 百萬港元
一年新業務扣除資本成本 及費用超支前之價值	a	681	1,133
資本成本	b	108	161
費用超支	c	342	543
一年新業務扣除資本成本 及費用超支後之價值	d=a-b-c	231	429

太平人壽之費用超支乃由於對建設分支網絡基建設施、與業務夥伴建立關係、添置電腦系統及聘請高度專業之管理團隊作出重大投資所致。鑒於該等費用超支乃由於太平人壽業務運作起初之開辦費用及擴張所致，本集團及太平人壽之管理層認為，有關費用超支將隨著太平人壽經營規模於日後逐步擴大而下降。

## DIRECTORS' AND CHIEF EXECUTIVE'S INTEREST AND SHORT POSITIONS IN SHARES, UNDERLYING SHARES AND DEBENTURES

As at 30 June 2007, the interests or short positions of the directors and chief executive in the shares, underlying shares and debentures of the Company and its associated corporations (within the meaning of Part XV of the SFO) as recorded in the register required to be kept under section 352 of the SFO or as otherwise notified to the Company and the Stock Exchange pursuant to the Model Code for Securities Transactions by Directors of Listed Companies were as follows:

Long Positions in shares and underlying shares of the Company:

Name of directors	Shares		Underlying shares pursuant to share options	Total interests	Percentage of issued share capital %
	Personal interests	Family interests			
Feng Xiaozeng	—	—	3,350,000 <i>(Note)</i>	3,350,000	0.2
Lin Fan	770,000	—	3,200,000 <i>(Note)</i>	3,970,000	0.3
Song Shuguang	1,800,000	—	800,000 <i>(Note)</i>	2,600,000	0.2
Xie Yiqun	500,000	—	500,000 <i>(Note)</i>	1,000,000	0.1
Ng Yu Lam, Kenneth	366,000	600,000	3,200,000 <i>(Note)</i>	4,166,000	0.3
Shen Koping, Michael	1,794,000	—	3,831,000 <i>(Note)</i>	5,625,000	0.4
Lau Siu Mun, Sammy	656,000	—	1,750,000 <i>(Note)</i>	2,406,000	0.2
Zheng Changyong	—	—	2,300,000 <i>(Note)</i>	2,300,000	0.2

*Note: These figures represent interests of options granted to the directors under the Share Option Scheme to acquire shares of the Company, further details of which are set out in the section "Share Option Scheme".*

Save as disclosed above:

- (A) none of the Directors of the Company had any interest or short position in the shares, underlying shares or debentures of the Company or any of its associated corporations (within the meaning of Part XV of the SFO); and
- (B) during the Period, no Directors of the Company nor any of their spouses or children under the age of 18 years held any rights to subscribe for equity or debt securities of the Company nor had there been any exercise of any such rights by any of them.

## 董事及最高行政人員的股份、相關股份及債權證的權益及淡倉

於二零零七年六月三十日，按證券及期貨條例第352條規定存置登記冊的記錄所載，或按上市公司董事進行證券交易的標準守則要求，已經知會本公司及聯交所，董事及最高行政人員在本公司及其相聯法團（根據證券及期貨條例第XV段的釋義）的股份、相關股份或債權證中擁有的權益及淡倉如下：

本公司的股份及相關股份的好倉情況：

董事名稱	股份		根據認股權的 相關股份	總權益	佔已發行 股份 %
	個人權益	家族權益			
馮曉增	—	—	3,350,000 (註)	3,350,000	0.2
林帆	770,000	—	3,200,000 (註)	3,970,000	0.3
宋曙光	1,800,000	—	800,000 (註)	2,600,000	0.2
謝一群	500,000	—	500,000 (註)	1,000,000	0.1
吳俞霖	366,000	600,000	3,200,000 (註)	4,166,000	0.3
沈可平	1,794,000	—	3,831,000 (註)	5,625,000	0.4
劉少文	656,000	—	1,750,000 (註)	2,406,000	0.2
鄭常勇	—	—	2,300,000 (註)	2,300,000	0.2

註：此乃根據認股權計劃賦予董事的認股權可認購本公司的股份份數，詳情載於「認股權計劃」文內。

除上述者外：

- (A) 並無任何董事擁有本公司或任何相聯法團（根據證券及期貨條例第XV段的釋義）任何股份、相關股份或債權證的權益或淡倉；與及
- (B) 在本財務期，並無任何董事或任何他們的配偶或未滿十八歲的子女擁有權利認購本公司的股本或債務證券，亦並無任何上述人仕行使任何此等權利。



# SHARE OPTION SCHEME

At the extraordinary general meeting of the Company held on 7 January 2003, the shareholders of the Company approved the adoption of the New Scheme and the termination of the Old Scheme. The New Scheme is in line with the prevailing requirements of Chapter 17 of the Listing Rules in relation to share option schemes. All options granted under the Old Scheme shall continue to be valid and exercisable in accordance with the terms of the Old Scheme.

As of 30 June 2007, the Directors and employees of the Company had the following interests in options to subscribe for shares of the Company (market value per share at 30 June 2007 was HK\$14.22) granted at nominal consideration under the Old Scheme and the New Scheme, respectively. Each unit of option gives the holder the right to subscribe for one share.

Directors	No. of options outstanding at the beginning of the Period	No. of options outstanding at the end of the Period	Date granted	Period during which options exercisable	No. of options granted during the Period	No. of shares acquired in exercise of options during the Period	No of options cancelled during the Period	Price per share to be paid on exercise of options	<sup>1</sup> Market value per share at date of grant during the Period	<sup>2</sup> Market value per share on exercise of options during the Period
Feng Xiaozeng	3,350,000	3,350,000	2 November 2005	23 November 2005 to 22 November 2015	—	—	—	HK\$2.875	—	—
Lin Fan	1,270,000	—	9 October 2000	9 October 2000 to 8 October 2010	—	1,270,000	—	HK\$1.110	—	HK\$12.879
	700,000	700,000	12 September 2002	12 September 2002 to 11 September 2012	—	—	—	HK\$3.225	—	—
	2,500,000	2,500,000	2 November 2005	23 November 2005 to 22 November 2015	—	—	—	HK\$2.875	—	—
Song Shuguang	200,000	—	12 February 2001	12 February 2001 to 11 February 2011	—	200,000	—	HK\$0.950	—	HK\$12.000
	900,000	—	12 September 2002	12 September 2002 to 11 September 2012	—	900,000	—	HK\$3.225	—	HK\$11.538
	1,500,000	800,000	2 November 2005	23 November 2005 to 22 November 2015	—	700,000	—	HK\$2.875	—	HK\$11.480
Xie Yiqun	1,500,000	500,000	2 November 2005	23 November 2005 to 22 November 2015	—	1,000,000	—	HK\$2.875	—	HK\$12.690
Ng Yu Lam, Kenneth	1,300,000	1,300,000	28 September 2000	28 September 2000 to 27 September 2010	—	—	—	HK\$1.110	—	—
	500,000	500,000	12 February 2001	12 February 2001 to 11 February 2011	—	—	—	HK\$0.950	—	—
	400,000	400,000	12 September 2002	12 September 2002 to 11 September 2012	—	—	—	HK\$3.225	—	—
	1,000,000	1,000,000	2 November 2005	23 November 2005 to 22 November 2015	—	—	—	HK\$2.875	—	—

## 認股權計劃

於本公司在二零零三年一月七日舉行的股東特別大會上，本公司股東批准採納新計劃，並終止舊計劃。新計劃符合上市規則第十七章有關認股權計劃當時的規定。根據舊計劃授出的所有認股權將繼續有效，並可根據舊計劃的條款行使。

於二零零七年六月三十日，本公司的董事及僱員分別根據舊計劃及新計劃以名義價款獲賦予可認購本公司股份（於二零零七年六月三十日每股市值為14.22港元）的認股權中擁有以下權益。每份認股權賦予持有人認購一股股份的權利。

董事	於期初 未行使的 認股權數目	於期末 未行使的 認股權數目	賦予日期	可行使 認股權期間	年內已 授出的 認股權 數目	年內行使 認股權 購入的 股份數目	年內取消 認股權 數目	行使 認股權時 應付的 每股股價	<sup>1</sup> 於年內 認股權 授出 日期的 每股股價	<sup>2</sup> 於年內 行使認股權 日期的 每股股價
馮曉增	3,350,000	3,350,000	2005年11月2日	2005年11月23日 至2015年11月22日	—	—	—	2.875港元	—	—
林帆	1,270,000	—	2000年10月9日	2000年10月9日 至2010年10月8日	—	1,270,000	—	1.110港元	—	12.879港元
	700,000	700,000	2002年9月12日	2002年9月12日 至2012年9月11日	—	—	—	3.225港元	—	—
	2,500,000	2,500,000	2005年11月2日	2005年11月23日 至2015年11月22日	—	—	—	2.875港元	—	—
宋曙光	200,000	—	2001年2月12日	2001年2月12日 至2011年2月11日	—	200,000	—	0.950港元	—	12.000港元
	900,000	—	2002年9月12日	2002年9月12日 至2012年9月11日	—	900,000	—	3.225港元	—	11.538港元
	1,500,000	800,000	2005年11月2日	2005年11月23日 至2015年11月22日	—	700,000	—	2.875港元	—	11.480港元
謝一群	1,500,000	500,000	2005年11月2日	2005年11月23日 至2015年11月22日	—	1,000,000	—	2.875港元	—	12.690港元
吳俞霖	1,300,000	1,300,000	2000年9月28日	2000年9月28日 至2010年9月27日	—	—	—	1.110港元	—	—
	500,000	500,000	2001年2月12日	2001年2月12日 至2011年2月11日	—	—	—	0.950港元	—	—
	400,000	400,000	2002年9月12日	2002年9月12日 至2012年9月11日	—	—	—	3.225港元	—	—
	1,000,000	1,000,000	2005年11月2日	2005年11月23日 至2015年11月22日	—	—	—	2.875港元	—	—

# SHARE OPTION SCHEME

Directors	No. of options outstanding at the beginning of the Period	No. of options outstanding at the end of the Period	Date granted	Period during which options exercisable	No. of options granted during the Period	No. of shares acquired in exercise of options during the Period	No of options cancelled during the Period	Price per share to be paid on exercise of options	<sup>1</sup> Market value per share at date of grant of options during the Period	<sup>2</sup> Market value per share on exercise of options during the Period
Shen Koping, Michael	1,500,000	1,500,000	12 September 2002	12 September 2002 to 11 September 2012	—	—	—	HK\$3.225	—	—
	156,000	156,000	7 January 2003	7 January 2003 to 6 January 2013	—	—	—	HK\$3.975	—	—
	350,000	350,000	5 January 2004	5 January 2004 to 4 January 2014	—	—	—	HK\$3.980	—	—
	350,000	350,000	31 December 2004	27 January 2005 to 26 January 2015	—	—	—	HK\$3.200	—	—
	600,000	600,000	2 November 2005	23 November 2005 to 22 November 2015	—	—	—	HK\$2.875	—	—
	350,000	350,000	30 December 2005	3 January 2006 to 2 January 2016	—	—	—	HK\$3.300	—	—
	175,000	175,000	30 June 2006	30 June 2006 to 29 June 2016	—	—	—	HK\$5.000	—	—
	175,000	175,000	29 December 2006	29 December 2006 to 28 December 2016	—	—	—	HK\$9.800	—	—
—	175,000	29 June 2007	29 June 2007 to 28 June 2017	175,000	—	—	HK\$14.220	HK\$14.220	—	
Lau Siu Mun, Sammy	750,000	750,000	27 September 2000	27 September 2000 to 26 September 2010	—	—	—	HK\$1.110	—	—
	400,000	400,000	12 February 2001	12 February 2001 to 11 February 2011	—	—	—	HK\$0.950	—	—
	300,000	—	12 September 2002	12 September 2002 to 11 September 2012	—	300,000	—	HK\$3.225	—	HK\$14.540
	600,000	600,000	2 November 2005	23 November 2005 to 22 November 2015	—	—	—	HK\$2.875	—	—

# 認股權計劃

董事	於期初 未行使的 認股權數目	於期末 未行使的 認股權數目	賦予日期	可行使 認股權期間	年內已 授出的 認股權 數目	年內行使 認股權 購入的 股份數目	年內取消 認股權 數目	行使 認股權時 應付的 每股股價	<sup>1</sup> 於年內 認股權 授出 日期的 每股股價	<sup>2</sup> 於年內 行使認股權 日期的 每股股價
沈可平	1,500,000	1,500,000	2002年9月12日	2002年9月12日 至2012年9月11日	—	—	—	3.225港元	—	—
	156,000	156,000	2003年1月7日	2003年1月7日 至2013年1月6日	—	—	—	3.975港元	—	—
	350,000	350,000	2004年1月5日	2004年1月5日 至2014年1月4日	—	—	—	3.980港元	—	—
	350,000	350,000	2004年12月31日	2005年1月27日 至2015年1月26日	—	—	—	3.200港元	—	—
	600,000	600,000	2005年11月2日	2005年11月23日 至2015年11月22日	—	—	—	2.875港元	—	—
	350,000	350,000	2005年12月30日	2006年1月3日 至2016年1月2日	—	—	—	3.300港元	—	—
	175,000	175,000	2006年6月30日	2006年6月30日 至2016年6月29日	—	—	—	5.000港元	—	—
	175,000	175,000	2006年12月29日	2006年12月29日 至2016年12月28日	—	—	—	9.800港元	—	—
	—	175,000	2007年6月29日	2007年6月29日 至2017年6月28日	175,000	—	—	14.220港元	14.220港元	—
劉少文	750,000	750,000	2000年9月27日	2000年9月27日 至2010年9月26日	—	—	—	1.110港元	—	—
	400,000	400,000	2001年2月12日	2001年2月12日 至2011年2月11日	—	—	—	0.950港元	—	—
	300,000	—	2002年9月12日	2002年9月12日 至2012年9月11日	—	300,000	—	3.225港元	—	14.540港元
	600,000	600,000	2005年11月2日	2005年11月23日 至2015年11月22日	—	—	—	2.875港元	—	—

# SHARE OPTION SCHEME

Directors	No. of options outstanding at the beginning of the Period	No. of options outstanding at the end of the Period	Date granted	Period during which options exercisable	No. of options granted during the Period	No. of shares acquired in exercise of options during the Period	No of options cancelled during the Period	Price per share to be paid on exercise of options	<sup>1</sup> Market value per share at date of grant during the Period	<sup>2</sup> Market value per share on exercise of options during the Period
Zheng Changyong	1,000,000	1,000,000	28 September 2000	28 September 2000 to 27 September 2010	—	—	—	HK\$1.110	—	—
	500,000	500,000	12 September 2002	12 September 2002 to 11 September 2012	—	—	—	HK\$3.225	—	—
	800,000	800,000	2 November 2005	23 November 2005 to 22 November 2015	—	—	—	HK\$2.875	—	—
Employees	340,000	300,000	25 September 2000 to 9 October 2000	25 September 2000 to 8 October 2010	—	40,000	—	HK\$1.110	—	HK\$10.420
	113,000	103,000	9 February 2001 to 17 February 2001	9 February 2001 to 16 February 2011	—	10,000	—	HK\$0.950	—	HK\$9.500
	965,000	110,000	12 September 2002 to 23 September 2002	12 September 2002 to 22 September 2012	—	855,000	—	HK\$3.225	—	HK\$9.771
	4,046,000	2,928,000	2 November 2005	23 November 2005 to 27 November 2015	—	1,100,000	18,000	HK\$2.875	—	HK\$10.809
	—	800,000	26 February 2007	26 February 2007 to 25 February 2017	800,000	—	—	HK\$9.490	HK\$9.070	—

**Notes:**

- Being the closing price quoted on the Stock Exchange immediately before the dates on which the options were granted during the Period.*
- Being the weighted average closing price quoted on the Stock Exchange immediately before the dates on which the options were exercised during the Period.*

The assumption used in estimating the fair value of the Company's share options granted during the Period is provided in note 18(e) to the interim financial report.

Share options were granted as part of a service condition. This service condition does not take into account the fair value measurement of the share options to be granted. There were no market conditions associated with the share option granted.

Apart from the foregoing, at no time during the Period was the Company, any of its holding companies, subsidiaries or fellow subsidiaries a party to any arrangement to enable the directors or chief executives of the Company or any of their spouses or children under eighteen years of age to acquire benefits by means of the acquisition of shares in or debentures of the Company or any other body corporate.

## 認股權計劃

董事	於期初 未行使的 認股權數目	於期末 未行使的 認股權數目	賦予日期	可行使 認股權期間	年內已 授出的 認股權 數目	年內行使 認股權 購入的 股份數目	年內取消 認股權 數目	行使 認股權時 應付的 每股股價	<sup>1</sup> 於年內 認股權 授出 日期的 每股股價	<sup>2</sup> 於年內 行使認股權 日期的 每股股價
鄭常勇	1,000,000	1,000,000	2000年9月28日	2000年9月28日 至2010年9月27日	—	—	—	1.110港元	—	—
	500,000	500,000	2002年9月12日	2002年9月12日 至2012年9月11日	—	—	—	3.225港元	—	—
	800,000	800,000	2005年11月2日	2005年11月23日 至2015年11月22日	—	—	—	2.875港元	—	—
僱員	340,000	300,000	2000年9月25日 至2000年10月9日	2000年9月25日 至2010年10月8日	—	40,000	—	1.110港元	—	10.420港元
	113,000	103,000	2001年2月9日 至2001年2月17日	2001年2月9日 至2011年2月16日	—	10,000	—	0.950港元	—	9.500港元
	965,000	110,000	2002年9月12日 至2002年9月23日	2002年9月12日 至2012年9月22日	—	855,000	—	3.225港元	—	9.771港元
	4,046,000	2,928,000	2005年11月2日	2005年11月23日 至2015年11月27日	—	1,100,000	18,000	2.875港元	—	10.809港元
	—	800,000	2007年2月26日	2007年2月26日 至2017年2月25日	800,000	—	—	9.490港元	9.070港元	—

附註：

1 期內緊接認股權授出日期前於聯交所所報的收市價。

2 期內緊接認股權行使日期前於聯交所所報的加權平均收市價。

有關於本財務期授出本公司的認股權的公允價值所用的假設載於本中期財務報告的附註18(e)。

認股權的授予為服務條件之一。該服務條件並未納入計算授出認股權的公允價值。並無市場條件與授予認股權有關。

除上述者外，本公司、任何其控股公司、附屬公司或同系附屬公司均沒有在本財務其任何時間參與任何安排，致使本公司董事或最高行政人員或任何他們的配偶或未滿十八歲的子女，可以透過收購本公司或任何其他法團的股份或債權證而獲益。

## SUBSTANTIAL SHAREHOLDERS' AND OTHER PERSONS' INTERESTS AND SHORT POSITIONS IN SHARES AND UNDERLYING SHARES

As of 30 June 2007, the interests and short positions of the shareholders, other than a director or chief executive of the Company, in the Shares and underlying Shares of the Company as recorded in the register required to be kept by the Company under Section 336 of SFO were as follows:

Long Positions in Shares of the Company:

Substantial shareholders	Capacity	Number of ordinary shares (corporate interests)	Percentage of issued share capital
CIHC	Interest of controlled corporation	731,943,705 (Note 1)	51.81
CIHK	643,425,705 shares as beneficial owner and 88,518,000 shares (Note 2) as interest of controlled corporation	731,943,705	51.81
ICBC	Interest of controlled corporation	97,464,887 (Note 3)	6.90
ICBC (Asia)	Beneficial owner	97,464,887	6.90
JP Morgan Chase & Co.	1,076,000 shares as beneficial owner, 3,000,000 shares as investment manager and 78,401,805 shares as custodian corporation	82,477,805	5.84

Notes:

- (1) CIHC's interest in the Company is held by CIHK, Golden Win Development Limited ("Golden Win"), Ming Lee Investment Limited ("Ming Lee") and China Insurance Group Investment Co. Ltd. ("CIGICL"), all of which are wholly-owned subsidiaries of CIHC.
- (2) 71,544,000 shares are held by Golden Win, 16,804,000 shares are held by Ming Lee and 170,000 shares are held by CIGICL.
- (3) ICBC's interest in the Company is held by ICBC (Asia), a subsidiary of ICBC.

Save as disclosed above, the register required to be kept under section 336 of the SFO showed that the Company had not been notified of any interests or short positions in the Shares and underlying Shares of the Company as at 30 June 2007.

## 主要股東及其他人仕的股份及相關股份的權益及淡倉

於二零零七年六月三十日，按證券及期貨條例第336條規定存置之登記冊的記錄所載不屬於本公司董事或最高行政人員的股東在本公司的股份及相關股份中擁有的權益及淡倉如下：

本公司股份的好倉情況：

主要股東	身份	普通股股數 (公司權益)	已發行股份 百分比
中保控股	控股公司權益	731,943,705 (註1)	51.81
香港中保	643,425,705股 為實益擁有人及 88,518,000股(註2) 為控股公司權益	731,943,705	51.81
中國工銀	控股公司權益	97,464,887 (註3)	6.90
工銀(亞洲)	實益擁有人	97,464,887	6.90
摩根大通	1,076,000股 為實益擁有人， 3,000,000股 為投資經理及 78,401,805股 為保管人—法團	82,477,805	5.84

註：

- (1) 中保控股於本公司之權益由香港中保、金和發展有限公司(「金和」)、民利投資有限公司(「民利」)及中國保險集團投資有限公司(「中保投資」)持有，各公司均為中保控股之全資附屬公司。
- (2) 71,544,000股股份由金和持有，16,804,000股股份由民利持有，而170,000股股份由中保投資持有。
- (3) 中國工銀於本公司之權益由其附屬公司工銀(亞洲)所持有。

除前述者外，按《證券及期貨條例》第336條規定存置之登記冊的記錄所示，本公司並無接獲通知任何有關於二零零七年六月三十日在本公司的股份及相關股份中擁有的權益及淡倉。



# CORPORATE GOVERNANCE REPORT

## 企業管治報告書

The interim financial report for the Period has been reviewed by the audit committee of the board of directors of the Company.

During the Period, the Company was in compliance with the Code provisions, with the following exceptions:

The non-executive directors were not appointed for a specific term, but are subject to retirement by rotation and re-election at the Company's Annual General Meeting in accordance with the Company's articles of association.

Having made specific enquiries of all Directors, the Company confirmed that during the Period, all Directors have complied with the required standards as set out in the "Model Code for Securities Transactions by Directors of Listed Issuers" contained in Appendix 10 to the Listing Rules.

By order of the Board  
**FENG Xiaozeng**  
Chairman

Hong Kong, 30 August 2007

本財務期的中期財務報告已經本公司董事會轄下的審核委員會審閱。

本公司於本財務期內一直遵守守則條文，惟以下除外：

非執行董事是沒有指定的任期，惟須根據本公司組織章程細則於本公司的股東周年大會上輪值告退及膺選連任。

在向所有董事作出特定查詢之後，本公司確認所有董事於本財務期內均有遵守上市規則附錄十所載的「有關上市發行人之董事進行證券交易之標準守則」所訂定的標準。

承董事會命  
董事長  
馮曉增

香港，二零零七年八月三十日

## DEFINITIONS

*In the Interim Financial Report, the following expressions shall have the following meanings unless the context requires otherwise:*

“CIGAML”	China Insurance Group Assets Management Limited
“CIHC”	China Insurance (Holdings) Company, Limited
“CIHK”	China Insurance H.K. (Holdings) Company Limited
“CIRC”	China Insurance Regulatory Commission
“CIRe”	China International Reinsurance Company Limited
“Code”	Code on Corporate Governance Practices as set out in Appendix 14 of the Listing Rules
“Directors”	the directors of the Company, including the independent non-executive directors
“HKAS”	Hong Kong Accounting Standard
“HKFRS”	Hong Kong Financial Reporting Standard
“HKICPA”	Hong Kong Institute of Certified Public Accountants
“ICBC”	The Industrial and Commercial Bank of China
“ICBC (Asia)”	Industrial and Commercial Bank of China (Asia) Limited
“Last Period”	The six months ended 30 June 2006
“Listing Rules”	The Rules Governing the Listing of Securities on the Stock Exchange of Hong Kong Limited
“PRC GAAP”	Accounting principles generally accepted in the PRC
“SFO”	Securities and Futures Ordinance
“Share(s)”	Share(s) of HK\$0.05 each in the capital of the Company
“SINO-RE”	SINO-RE Reinsurance Brokers Limited
“the Stock Exchange”	The Stock Exchange of Hong Kong Limited
“the Company” or “CIH”	China Insurance International Holdings Company Limited
“the Group”	CIH and its subsidiaries

## 釋義

於本中期財務報告中，除文義另有所指外，下列詞彙具有以下涵義：

「中保資產管理」	指	中保集團資產管理有限公司
「中保控股」	指	中國保險(控股)有限公司
「香港中保」	指	香港中國保險(集團)有限公司
「中國保監委」	指	中國保險監督管理委員會
「中再國際」	指	中國國際再保險有限公司
「守則」	指	上市規則附錄十四所列之企業管治守則
「董事」	指	本公司董事，包括獨立非執行董事
「中國工銀」	指	中國工商銀行
「工銀(亞洲)」	指	中國工商銀行(亞洲)有限公司
「去年同期」	指	截至二零零六年六月三十日止六個月
「上市規則」	指	香港聯合交易所有限公司證券上市規則
「中國公認會計準則」	指	中國普遍採納之會計準則
「股份」	指	本公司股本中每股面值0.05港元之股份
「華夏」	指	華夏再保險顧問有限公司
「聯交所」	指	香港聯合交易所有限公司
「本公司」或「中保國際」	指	中保國際控股有限公司
「本集團」	指	中保國際及其附屬公司

## DEFINITIONS

“the Period”	The six months ended 30 June 2007
“the PRC”	The People’s Republic of China
“TPI”	The Tai Ping Insurance Company, Limited
“TPL”	Tai Ping Life Insurance Company, Limited
“the Old Scheme”	Share option scheme of the Company adopted on 24 May 2000 and terminated on 7 January 2003
“the New Scheme”	Share option scheme of the Company adopted on 7 January 2003

## 釋義

「本財務期」	指	截至二零零七年六月三十日止六個月
「中國」	指	中華人民共和國
「太平保險」	指	太平保險有限公司
「太平人壽」	指	太平人壽保險有限公司
「舊計劃」	指	本公司於二零零零年五月二十四日所採納之認股權計劃，於二零零三年一月七日已終止
「新計劃」	指	本公司於二零零三年一月七日所採納之認股權計劃



中保國際控股有限公司  
China Insurance International Holdings Company Limited

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