

# Interim consolidated income statement

For the six months ended 30 June 2010

For the six months ended 30 June (in RMB million)	Notes	2010 (Unaudited)	2009 (Unaudited) (Restated)
Gross written premiums and policy fees	6	85,079	59,502
Less: Premiums ceded to reinsurers		(4,542)	(3,706)
Net written premiums and policy fees	6	80,537	55,796
Change in unearned premium reserves		(5,952)	(3,461)
Net earned premiums		74,585	52,335
Reinsurance commission income		1,337	996
Interest income of banking operations	7	4,371	3,065
Fees and commission income of non-insurance operations	8	2,492	1,029
Investment income	9	10,909	14,682
Share of profits and losses of associates and joint ventures		282	52
Other income	10	3,004	3,012
<b>Total income</b>		<b>96,980</b>	<b>75,171</b>
Claims and policyholders' benefits	11	(56,165)	(42,590)
Commission expenses of insurance operations		(7,663)	(5,952)
Interest expenses of banking operations	7	(1,585)	(1,141)
Fees and commission expenses of non-insurance operations	8	(228)	(123)
Loan loss provisions, net of reversals		(110)	(85)
Foreign exchange losses		(28)	(17)
General and administrative expenses		(15,611)	(10,959)
Finance costs		(391)	(420)
Other expenses		(2,991)	(2,757)
<b>Total expenses</b>		<b>(84,772)</b>	<b>(64,044)</b>
Profit before tax	12	12,208	11,127
Income tax	13	(2,342)	(3,415)
<b>Profit for the period</b>		<b>9,866</b>	<b>7,712</b>
<b>Attributable to:</b>			
– Owners of the parent		9,611	7,477
– Non-controlling interests		255	235
		<b>9,866</b>	<b>7,712</b>
		RMB	RMB
<b>Earnings per share attributable to ordinary equity holders of the parent:</b>	16		
– Basic		1.30	1.02
– Diluted		1.30	1.02

# Interim consolidated statement of financial position

As at 30 June 2010

(in RMB million)	Notes	30 June 2010 (Unaudited)	31 December 2009 (Audited)
<b>Assets</b>			
Balances with central bank and statutory deposits		30,964	31,006
Cash and amounts due from banks and other financial institutions	17	161,798	158,219
Fixed maturity investments	18	507,230	428,417
Equity investments	19	62,780	82,116
Derivative financial assets		6	9
Loans and advances to customers	20	122,398	109,060
Investments in associates and joint ventures	21	38,386	12,063
Premium receivables		5,784	4,576
Accounts receivable		–	3,284
Inventories		–	1,562
Reinsurers' share of insurance liabilities		6,346	4,983
Policyholder account assets in respect of insurance contracts		37,620	42,506
Policyholder account assets in respect of investment contracts		4,055	4,416
Investment properties		6,677	6,430
Property and equipment		9,576	10,666
Intangible assets		9,794	12,874
Deferred tax assets		6,895	7,001
Other assets		22,599	16,524
<b>Total assets</b>		<b>1,032,908</b>	<b>935,712</b>
<b>Equity and liabilities</b>			
<b>Equity</b>			
Share capital	22	7,644	7,345
Reserves		74,976	62,406
Retained profits		22,491	15,219
Equity attributable to owners of the parent		105,111	84,970
Non-controlling interests		4,784	6,773
<b>Total equity</b>		<b>109,895</b>	<b>91,743</b>
<b>Liabilities</b>			
Due to banks and other financial institutions		38,553	48,122
Assets sold under agreements to repurchase		57,905	60,364
Derivative financial liabilities		12	10
Customer deposits and payables to brokerage customers	23	159,584	140,544
Insurance payables		17,039	14,777
Insurance contract liabilities	24	579,511	516,330
Investment contract liabilities for policyholders		27,307	26,898
Policyholder dividend payable		17,338	15,196
Income tax payable		1,014	381
Bonds payable	25	7,517	4,990
Deferred tax liabilities		734	1,007
Other liabilities		16,499	15,350
<b>Total liabilities</b>		<b>923,013</b>	<b>843,969</b>
<b>Total equity and liabilities</b>		<b>1,032,908</b>	<b>935,712</b>

MA Mingzhe  
Director

CHEUNG Chi Yan Louis  
Director

YAO Jason Bo  
Director

The accompanying notes form an integral part of these financial statements.