

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 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 29 August 2008.

The financial information relating to the financial year ended 31 December 2007 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 2007 are available from the company's registered office. The auditors have expressed an unqualified opinion on those financial statements in their report dated 18 March 2008.

The accounting policies and methods of computation adopted in the 2007 annual financial statements have been applied consistently to this interim financial report.

In 2008, the group adopted the new HKFRS below, which is relevant to its operations and has resulted in changes to the group's accounting policies for the current and prior periods.

HK (IFRIC)-Int 11, HKFRS 2 – Group and treasury share transactions

The adoption of the new HKFRS does not have any effect on the profit after taxation and net assets of the group.

2 SEGMENT REPORTING

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

By business segments:

The group is comprised of the following main business segments:

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

1 編製基準

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。並於二零零八年八月二十九日核准發放。

本中期財務報告包含截至二零零七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。截至二零零七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。核數師已於二零零八年三月十八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，均與截至二零零七年年度全年財務報告所採納的一致。

本集團於二零零八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（國際財務報告準則解釋委員會）一詮釋第十一號，香港財務報告準則第二號—集團及庫存股份交易

採納該新訂《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。

2 分類匯報

分類資料的匯報是按本集團的業務及地區區分，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 2008

(a) 截至二零零八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
Revenue	收入				
Gross premiums written	毛承保保費	1,493,698	11,802,807	—	13,296,505
Policy fees	保單費收入	—	3,174	—	3,174
		1,493,698	11,805,981	—	13,299,679
Less: Premiums ceded to reinsurers and retrocessionaires	減：保費之再保份額 及轉分份額	(240,493)	(52,707)	—	(293,200)
Net premiums written and policy fees	淨承保保費及保單費收入	1,253,205	11,753,274	—	13,006,479
Change in unearned premium provisions, net of reinsurance	未到期責任準備金 變化，減再保險	(516,557)	(37,353)	—	(553,910)
Net earned premiums and policy fees	已賺取保費及 保單費收入淨額	736,648	11,715,921	—	12,452,569
Net investment income (note (i))	投資收入淨額 (註 (i))	91,513	1,889,077	70,141	2,050,731
Net realised investment (losses)/gains (note (ii))	已實現投資 (虧損) / 收益淨額 (註 (ii))	(37,500)	1,006,740	(43,200)	926,040
Net unrealised investment losses and impairment (note (iii))	未實現投資虧損及 減值淨額 (註 (iii))	(34,145)	(2,651,655)	(80,084)	(2,765,884)
Net exchange gain/(loss)	匯兌收益 / (虧損) 淨額	34,916	(78,822)	250	(43,656)
Other income	其他收入	618	12,161	89,344	102,123
Inter-segment transactions	分類之間交易	—	—	(54,697)	(54,697)
		792,050	11,893,422	(18,246)	12,667,226
Benefits, losses and expenses	給付、賠款及費用				
Policyholders' benefits	保單持有人利益	(360,541)	(2,140,288)	—	(2,500,829)
Net commission expenses	佣金支出淨額	(319,040)	(1,088,420)	—	(1,407,460)
Administrative and other expenses	行政及其他費用	(33,192)	(1,163,325)	(178,567)	(1,375,084)
Change in life insurance funds, net of reinsurance	壽險責任準備金 變化，減再保險	—	(6,678,753)	—	(6,678,753)
Inter-segment transactions	分類之間交易	3,526	51,171	—	54,697
		(709,247)	(11,019,615)	(178,567)	(11,907,429)
Profit/(loss) from operations	經營溢利 / (虧損)	82,803	873,807	(196,813)	759,797
Share of losses of associates	應佔聯營公司虧損	—	(105)	(46,836)	(46,941)
Finance costs	財務費用	—	(36,870)	(40,083)	(76,953)
Profit/(loss) before taxation	除稅前溢利 / (虧損)	82,803	836,832	(283,732)	635,903
Income tax credit/(charge)	稅項抵免 / (支出)	985	144,205	(5,840)	139,350
Profit/(loss) after taxation	除稅後溢利 / (虧損)	83,788	981,037	(289,572)	775,253
Minority interests	少數股東權益	—	(490,027)	96,110	(393,917)
Profit/(loss) attributable to equity holders	股東應佔溢利 / (虧損)	83,788	491,010	(193,462)	381,336

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 2008 (Continued)

(a) 截至二零零八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
Note (i): Net investment income	註 (i): 投資收入淨額				
Interest income from debt securities	債務證券利息收入				
— Held-to-maturity	— 持有至到期日	32,806	119,614	345	152,765
— Available-for-sale	— 可供出售	17,730	569,465	12,625	599,820
— Designated at fair value through profit or loss	— 指定為通過損益以反映公允價值	4,077	4,055	840	8,972
Dividend income from direct equity securities	直接股本證券股息收入				
— Available-for-sale	— 可供出售	10,133	20,074	5,384	35,591
— Designated at fair value through profit or loss	— 指定為通過損益以反映公允價值	1,923	5,260	272	7,455
Dividend income from equity investment funds	股本投資基金股息收入				
— Available-for-sale	— 可供出售	—	296,943	—	296,943
— Designated at fair value through profit or loss	— 指定為通過損益以反映公允價值	—	761,185	1,573	762,758
Dividend income from composite investment funds	綜合投資基金股息收入				
— Designated at fair value through profit or loss	— 指定為通過損益以反映公允價值	1,595	—	33,474	35,069
Bank deposits and other interest income	銀行存款及其他利息收入	21,813	179,522	15,775	217,110
Rentals receivable from investment properties	應收投資物業租金	1,436	—	—	1,436
Interest expenses on securities sold under repurchase agreements	賣出回購證券利息費用	—	(67,041)	(147)	(67,188)
		91,513	1,889,077	70,141	2,050,731
Note (ii): Net realised investment (losses)/gains	註 (ii): 已實現投資 (虧損) / 收益淨額				
Debt securities	債務證券				
— Available-for-sale	— 可供出售	—	33,293	241	33,534
— Designated at fair value through profit or loss	— 指定為通過損益以反映公允價值	16	(31,427)	543	(30,868)
Direct equity securities	直接股本證券				
— Available-for-sale	— 可供出售	(38,261)	863,327	(31,996)	793,070
— Designated at fair value through profit or loss	— 指定為通過損益以反映公允價值	745	24,352	(2,174)	22,923
Equity investment funds	股本投資基金				
— Available-for-sale	— 可供出售	—	116,200	—	116,200
— Designated at fair value through profit or loss	— 指定為通過損益以反映公允價值	—	995	(2,011)	(1,016)
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	—	—	(7,803)	(7,803)
		(37,500)	1,006,740	(43,200)	926,040

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 2008 (Continued)

(a) 截至二零零八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
Note (iii): Net unrealised investment losses and impairment	註 (iii): 未實現投資虧損及減值淨額				
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	(15,676)	(15,040)	662	(30,054)
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	(14,236)	(801,062)	(5,431)	(820,729)
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	–	(1,743,453)	(4,991)	(1,748,444)
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	(2,046)	–	(67,324)	(69,370)
Surplus on revaluation of investment properties	投資物業重估盈餘	10,813	–	–	10,813
Impairment on available-for-sale equities	可供出售股本投資減值	(13,000)	(92,100)	(3,000)	(108,100)
		(34,145)	(2,651,655)	(80,084)	(2,765,884)

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 2008

(b) 於二零零八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	20,277	568,720	113,744	702,741
Investment properties	投資物業	89,373	—	—	89,373
Other property, plant and equipment	其他物業、機械裝置及設備	3,031	1,478,810	72,856	1,554,697
Debt securities (note (i))	債務證券 (註 (i))	2,121,384	34,783,752	618,422	37,523,558
Direct equity securities (note (ii))	直接股本證券 (註 (ii))	644,013	2,318,154	321,463	3,283,630
Equity investment funds (note (iii))	股本投資基金 (註 (iii))	—	5,273,421	19,758	5,293,179
Composite investment funds (note (iv))	綜合投資基金 (註 (iv))	89,905	—	80,419	170,324
Cash and bank deposits	現金及銀行存款	1,419,359	8,137,352	809,707	10,366,418
Goodwill	商譽	—	154,909	73,276	228,185
Interest in associates	於聯營公司的權益	—	4,430	397,889	402,319
Reinsurers' share of insurance contract provisions	分保公司應佔 保險合約準備	580,243	61,118	—	641,361
Deferred tax assets	遞延稅項資產	8,749	166,418	4,239	179,406
Other segment assets	其他分類資產	889,852	3,007,559	44,351	3,941,762
Total assets	總資產	5,866,186	55,954,643	2,556,124	64,376,953
Life insurance funds	壽險責任準備金	—	47,915,333	—	47,915,333
Unearned premium provisions	未到期責任準備金	1,154,192	389,994	—	1,544,186
Provision for outstanding claims	未決賠款準備	2,561,831	201,438	—	2,763,269
Investment contract liabilities	投資合約負債	—	200,097	—	200,097
Interest-bearing notes	需付息票據	—	1,706,160	1,359,117	3,065,277
Deferred tax liabilities	遞延稅項負債	405	—	47	452
Other segment liabilities	其他分類負債	158,543	1,575,609	187,151	1,921,303
Total liabilities	總負債	3,874,971	51,988,631	1,546,315	57,409,917
Minority interests	少數股東權益	—	2,141,714	(17,268)	2,124,446
Net assets attributable to the equity holders of the company	股東應佔資產淨值	1,991,215	1,824,298	1,027,077	4,842,590

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 2008 (Continued)

(b) 於二零零八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
Note (i): Debt securities	註(i): 債務證券				
— Held-to-maturity	— 持有至到期日	1,179,662	9,842,437	16,668	11,038,767
— Available-for-sale	— 可供出售	810,278	24,672,889	504,993	25,988,160
— Designated at fair value through profit or loss	— 指定為通過損益以反映公允價值	131,444	268,426	96,761	496,631
		2,121,384	34,783,752	618,422	37,523,558
Note (ii): Direct equity securities	註(ii): 直接股本證券				
— Available-for-sale	— 可供出售	589,945	1,512,146	305,883	2,407,974
— Designated at fair value through profit or loss	— 指定為通過損益以反映公允價值	54,068	806,008	15,580	875,656
		644,013	2,318,154	321,463	3,283,630
Note (iii): Equity investment funds	註(iii): 股本投資基金				
— Available-for-sale	— 可供出售	—	2,377,519	—	2,377,519
— Designated at fair value through profit or loss	— 指定為通過損益以反映公允價值	—	2,895,902	19,758	2,915,660
		—	5,273,421	19,758	5,293,179
Note (iv): Composite investment funds	註(iv): 綜合投資基金				
— Available-for-sale	— 可供出售	52,478	—	—	52,478
— Designated at fair value through profit or loss	— 指定為通過損益以反映公允價值	37,427	—	80,419	117,846
		89,905	—	80,419	170,324

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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2 SEGMENT REPORTING (Continued)

2 分類匯報 (續)

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

(c) 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
Revenue	收入				
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：保費之再保份額 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 (ii))	已實現投資 收益淨額 (註 (ii))	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
Benefits, losses and expenses	給付、賠款及費用				
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)
Profit from operations	經營溢利	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)
Profit before taxation	除稅前溢利	331,063	427,667	24,216	782,946
Income tax charge	稅項支出	(19,591)	(120,908)	(7,525)	(148,024)
Profit after taxation	除稅後溢利	311,472	306,759	16,691	634,922
Minority interests	少數股東權益	—	(153,226)	6,886	(146,340)
Profit attributable to equity holders	股東應佔溢利	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)
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2 SEGMENT REPORTING (Continued)

2 分類匯報 (續)

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

(c) 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
Note (i): Net investment income	註(i): 投資收入淨額			
Interest income from debt securities	債務證券利息收入			
– Held-to-maturity	32,001	–	195	32,196
– Available-for-sale	10,943	363,820	3,406	378,169
– Designated at fair value through profit or loss	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	3,580	5,726	1,395	10,701
– Designated at fair value through profit or loss	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	–	182,369	–	182,369
– Designated at fair value through profit or loss	–	214,478	93	214,571
Dividend income from composite investment funds	綜合投資基金股息收入			
– Available-for-sale	464	–	–	464
– Designated at fair value through profit or loss	899	–	–	899
Bank deposits and other interest income	34,851	130,760	26,058	191,669
Rentals receivable from investment properties	1,235	–	–	1,235
Interest expenses on securities sold under repurchase agreements	–	(63,360)	654	(62,706)
	91,242	836,946	46,876	975,064
Note (ii): Net realised investment (losses)/gains	註(ii): 已實現投資(虧損)/收益淨額			
Debt securities	債務證券			
– Available-for-sale	–	(530)	–	(530)
– Designated at fair value through profit or loss	(20)	18,861	414	19,255
Direct equity securities	直接股本證券			
– Available-for-sale	174,320	184,990	52,413	411,723
– Designated at fair value through profit or loss	446	212,014	1,572	214,032
Equity investment funds	股本投資基金			
– Available-for-sale	–	333,848	–	333,848
– Designated at fair value through profit or loss	–	193,018	5,307	198,325
Investment properties	(252)	–	–	(252)
	174,494	942,201	59,706	1,176,401

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 2007 (Continued)

(c) 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
Note (iii): Net unrealised investment gains	註 (iii) : 未實現投資收益淨額			
Debt securities				
– Designated at fair value through profit or loss	152	79,472	1,387	81,011
Direct equity securities				
– Designated at fair value through profit or loss	2,447	72,223	1,899	76,569
Equity investment funds				
– Designated at fair value through profit or loss	–	130,524	25,798	156,322
Composite investment funds				
– Designated at fair value through profit or loss	536	–	–	536
Derivative financial instruments	453	–	–	453
Surplus on revaluation of investment properties	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)

(d) Segmental balance sheet as at 31 December 2007

(d) 於二零零七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	12,475	533,970	106,794	653,239
Investment properties	投資物業	78,560	—	—	78,560
Other property, plant and equipment	其他物業、機械裝置及設備	3,106	1,231,432	78,609	1,313,147
Debt securities (note (i))	債務證券 (註 (i))	1,734,132	25,434,221	322,170	27,490,523
Direct equity securities (note (ii))	直接股本證券 (註 (ii))	638,930	5,833,575	527,947	7,000,452
Equity investment funds (note (iii))	股本投資基金 (註 (iii))	—	5,493,209	121,747	5,614,956
Composite investment funds (note (iv))	綜合投資基金 (註 (iv))	90,841	—	49,107	139,948
Cash and bank deposits	現金及銀行存款	1,795,332	6,942,180	1,129,517	9,867,029
Goodwill	商譽	—	154,909	73,276	228,185
Interest in associates	於聯營公司的權益	—	4,262	526,174	530,436
Reinsurers' share of insurance contract provisions	分保公司應佔 保險合約準備	323,498	53,242	—	376,740
Other segment assets	其他分類資產	587,619	1,618,787	117,928	2,324,334
Total assets	總資產	5,264,493	47,299,787	3,053,269	55,617,549
Life insurance funds	壽險責任準備金	—	38,529,656	—	38,529,656
Unearned premium provisions	未到期責任準備金	566,064	327,860	—	893,924
Provision for outstanding claims	未決賠款準備	2,349,612	147,320	—	2,496,932
Investment contract liabilities	投資合約負債	—	157,421	—	157,421
Interest-bearing notes	需付息票據	—	1,601,910	1,358,467	2,960,377
Deferred tax liabilities	遞延稅項負債	2,012	945,584	1,435	949,031
Other segment liabilities	其他分類負債	175,574	1,158,751	200,201	1,534,526
Total liabilities	總負債	3,093,262	42,868,502	1,560,103	47,521,867
Minority interests	少數股東權益	—	2,348,861	61,195	2,410,056
Net assets attributable to the equity holders of the company	股東應佔資產淨值	2,171,231	2,082,424	1,431,971	5,685,626

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)

(d) Segmental balance sheet as at 31 December 2007 (Continued)

(d) 於二零零七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
Note (i): Debt securities	註(i): 債務證券				
— Held-to-maturity	— 持有至到期日	1,013,616	—	5,458	1,019,074
— Available-for-sale	— 可供出售	572,333	25,094,065	281,146	25,947,544
— Designated at fair value through profit or loss	— 指定為通過損益以反映公允價值	148,183	340,156	35,566	523,905
		<u>1,734,132</u>	<u>25,434,221</u>	<u>322,170</u>	<u>27,490,523</u>
Note (ii): Direct equity securities	註(ii): 直接股本證券				
— Available-for-sale	— 可供出售	569,548	4,168,794	504,826	5,243,168
— Designated at fair value through profit or loss	— 指定為通過損益以反映公允價值	69,382	1,664,781	23,121	1,757,284
		<u>638,930</u>	<u>5,833,575</u>	<u>527,947</u>	<u>7,000,452</u>
Note (iii): Equity investment funds	註(iii): 股本投資基金				
— Available-for-sale	— 可供出售	—	2,220,712	—	2,220,712
— Designated at fair value through profit or loss	— 指定為通過損益以反映公允價值	—	3,272,497	121,747	3,394,244
		<u>—</u>	<u>5,493,209</u>	<u>121,747</u>	<u>5,614,956</u>
Note (iv): Composite investment funds	註(iv): 綜合投資基金				
— Available-for-sale	— 可供出售	51,378	—	—	51,378
— Designated at fair value through profit or loss	— 指定為通過損益以反映公允價值	39,463	—	49,107	88,570
		<u>90,841</u>	<u>—</u>	<u>49,107</u>	<u>139,948</u>

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 2008

	Hong Kong and Macau 香港及澳門 \$'000 千元	PRC (other than Hong Kong and Macau) 中國 (香港及 澳門除外) \$'000 千元	Japan 日本 \$'000 千元	Rest of Asia 亞洲 其他地區 \$'000 千元	Europe 歐洲 \$'000 千元	Rest of the world 其他地區 \$'000 千元	Total 總額 \$'000 千元
Gross premiums written and policy fees	232,529	12,273,159	96,124	395,563	226,248	76,056	13,299,679

For the six months ended 30 June 2007

	Hong Kong and Macau 香港及澳門 \$'000 千元	PRC (other than Hong Kong and Macau) 中國 (香港及 澳門除外) \$'000 千元	Japan 日本 \$'000 千元	Rest of Asia 亞洲 其他地區 \$'000 千元	Europe 歐洲 \$'000 千元	Rest of the world 其他地區 \$'000 千元	Total 總額 \$'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

2 分類匯報 (續)

按地區分類：

截至二零零八年六月三十日止六個月

截至二零零七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 and pension businesses and, to support its insurance activities, holds money market, fixed income, equity and property investments.

Turnover represents gross premiums written and policy fees from the 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、保險中介及養老保險業務，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 2008
截至二零零八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	毛承保保費收入	1,493,698	11,802,807	—	13,296,505
Policy fees	保單費收入	—	—	3,174	3,174
		1,493,698	11,802,807	3,174	13,299,679

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	毛承保保費收入	1,320,725	6,993,534	—	8,314,259
Policy fees	保單費收入	—	—	3,388	3,388
		1,320,725	6,993,534	3,388	8,317,647

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，大部份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	
		2008 二零零八年 \$'000 千元	2007 二零零七年 \$'000 千元
Net investment income (note (a))	投資收入淨額 (註 (a))	2,050,731	975,064
Net realised investment gains (note (b))	已實現投資收益淨額 (註 (b))	926,040	1,176,401
Net unrealised investment (losses)/gains and impairment (note (c))	未實現投資 (虧損) / 收益及減值淨額 (註 (c))	(2,765,884)	316,658
		210,887	2,468,123
(a) Net investment income	(a) 投資收入淨額		
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	152,765	32,196
— Available-for-sale	— 可供出售	599,820	378,169
— Designated at fair value through profit or loss	— 指定為通過損益以反映公允價值	8,972	22,097
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	35,591	10,701
— Designated at fair value through profit or loss	— 指定為通過損益以反映公允價值	7,455	3,400
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	296,943	182,369
— Designated at fair value through profit or loss	— 指定為通過損益以反映公允價值	762,758	214,571
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	35,069	899
Bank deposits and other interest income	銀行存款及其他利息收入	217,110	191,669
Rentals receivable from investment properties	應收投資物業租金	1,436	1,235
Interest expenses on securities sold under repurchase agreements	賣出回購證券利息費用	(67,188)	(62,706)
		2,050,731	975,064

Notes:

註:

		Six months ended 30 June 截至六月三十日止六個月	
		2008 二零零八年 \$'000 千元	2007 二零零七年 \$'000 千元
(i) Interest income from debt securities:	(i) 債務證券利息收入:		
— Listed	— 上市	729,281	400,850
— Unlisted	— 非上市	32,276	31,612
(ii) Dividend income from direct equity securities and equity investment funds:	(ii) 直接股本證券及股本投資基金股息收入:		
— Listed	— 上市	943,807	267,650
— Unlisted	— 非上市	158,940	143,391
(iii) Dividend income from composite investment funds:	(iii) 綜合投資基金股息收入:		
— Listed	— 上市	34,478	1,363
— Unlisted	— 非上市	591	—

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)

4 投資收入 (續)

		Six months ended 30 June 截至六月三十日止六個月	
		2008 二零零八年 \$'000 千元	2007 二零零七年 \$'000 千元
(b) Net realised investment gains	(b) 已實現投資收益淨額		
Debt securities (note (i)):	債務證券 (註 (i))		
– Available-for-sale	– 可供出售	33,534	(530)
– Designated at fair value through profit or loss	– 指定為通過損益以反映公允價值	(30,868)	19,255
Direct equity securities (note (ii)):	直接股本證券 (註 (ii))		
– Available-for-sale	– 可供出售	793,070	411,723
– Designated at fair value through profit or loss	– 指定為通過損益以反映公允價值	22,923	214,032
Equity investment funds (note (ii)):	股本投資基金 (註 (ii))		
– Available-for-sale	– 可供出售	116,200	333,848
– Designated at fair value through profit or loss	– 指定為通過損益以反映公允價值	(1,016)	198,325
Composite investment funds (notes (iii)):	綜合投資基金 (註 (iii))		
– Designated at fair value through profit or loss	– 指定為通過損益以反映公允價值	(7,803)	–
Loss on disposal of investment properties	投資物業出售虧損	–	(252)
		926,040	1,176,401

Notes:

註：

		Six months ended 30 June 截至六月三十日止六個月	
		2008 二零零八年 \$'000 千元	2007 二零零七年 \$'000 千元
(i) Net realised investment gains/(losses) on debt securities:	(i) 債務證券已實現投資收益/(虧損)淨額：		
Listed	上市	2,050	18,745
Unlisted	非上市	616	(20)
(ii) Net realised investment gains on direct equity securities and equity investment funds:	(ii) 直接股本證券及股本投資基金已實現投資收益淨額：		
Listed	上市	770,491	873,348
Unlisted	非上市	160,686	284,580
(iii) Net realised investment losses on composite investment funds:	(iii) 綜合投資基金已實現投資虧損淨額：		
Listed	上市	(5,446)	–
Unlisted	非上市	(2,357)	–

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)

4 投資收入 (續)

		Six months ended 30 June 截至六月三十日止六個月	
		2008 二零零八年 \$'000 千元	2007 二零零七年 \$'000 千元
(c) Net unrealised investment (losses)/gains and impairment	(c) 未實現投資(虧損)/收益及減值淨額		
Debt securities (note (i)):	債務證券(註(i)):		
– Designated at fair value through profit or loss	– 指定為通過損益以反映公允價值	(30,054)	81,011
Direct equity securities (note (ii)):	直接股本證券(註(ii)):		
– Designated at fair value through profit or loss	– 指定為通過損益以反映公允價值	(820,729)	76,569
Equity investment funds (note (ii)):	股本投資基金(註(ii)):		
– Designated at fair value through profit or loss	– 指定為通過損益以反映公允價值	(1,748,444)	156,322
Composite investment funds (note (iii)):	綜合投資基金(註(iii)):		
– Designated at fair value through profit or loss	– 指定為通過損益以反映公允價值	(69,370)	536
Derivative financial instruments	衍生金融工具	–	453
Surplus on revaluation of investment properties	投資物業重估盈餘	10,813	1,767
Impairment on available-for-sale equities	可供出售股本投資減值	(108,100)	–
		(2,765,884)	316,658

Notes:

註:

		Six months ended 30 June 截至六月三十日止六個月	
		2008 二零零八年 \$'000 千元	2007 二零零七年 \$'000 千元
(i) Net unrealised investment (losses)/gains on debt securities:	(i) 債務證券未實現投資(虧損)/收益淨額:		
Listed	上市	(24,905)	80,156
Unlisted	非上市	(5,149)	855
(ii) Net unrealised investment (losses)/gains on direct equity securities and equity investment funds:	(ii) 直接股本證券及股本投資基金未實現投資(虧損)/收益淨額:		
Listed	上市	(2,177,106)	42,647
Unlisted	非上市	(392,067)	190,244
(iii) Net unrealised investment (losses)/gains on composite investment funds:	(iii) 綜合投資基金未實現投資(虧損)/收益淨額:		
Listed	上市	(69,370)	536

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)

5 OTHER INCOME

5 其他收入

		Six months ended 30 June 截至六月三十日止六個月	
		2008 二零零八年 \$'000 千元	2007 二零零七年 \$'000 千元
Income from asset management business	資產管理業務收入	6,088	1,714
Income from insurance intermediary business	保險中介業務收入	11,053	8,492
Income from pension business	養老保險業務收入	13,827	1,985
Net loss on sale of fixed assets	出售固定資產虧損淨額	(55)	(35)
Write back of bad debts written off	呆壞賬款沖銷回撥	162	1,740
Others	其他	16,351	23,943
		47,426	37,839

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 2008 截至二零零八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	589,155	302,575	891,730
Less: Reinsurers' and retrocessionaires' share	減：再保份額及轉分份額	(228,614)	(26,011)	(254,625)
		360,541	276,564	637,105
Surrenders	退保	—	1,777,123	1,777,123
Annuity and maturity payments	年金及到期付款	—	49,984	49,984
Policy dividends	保單分紅	—	36,617	36,617
		360,541	2,140,288	2,500,829
		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：再保份額及轉分份額	(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

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)

6 保單持有人利益及佣金支出淨額 (續)

(b) Net commission expenses

(b) 佣金支出淨額

		Six months ended 30 June 2008 截至二零零八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	374,643	1,078,185	1,452,828
Reinsurance commission income	再保險佣金收入	(55,603)	(10,896)	(66,499)
Net commission expenses	佣金支出淨額	319,040	1,067,289	1,386,329

		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

7 PROFIT BEFORE TAXATION

7 除稅前溢利

Profit before taxation is arrived at after charging:

除稅前溢利已扣除：

		Six months ended 30 June 截至六月三十日止六個月	
		2008 二零零八年 \$'000 千元	2007 二零零七年 \$'000 千元
(a) Finance costs:	(a) 財務費用：		
Interest on interest-bearing notes	需付息票據利息	76,953	73,658
(b) Staff costs:	(b) 員工成本：		
Salaries, wages and other benefits	薪金、工資及其他利益	656,324	390,035
Employee share-based compensation benefits	以股份為本之僱員補償利益	23,802	2,869
Contributions to defined contribution retirement plans	已訂定供款退休計劃供款	64,808	38,914
		744,934	431,818

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 (Continued)

Profit before taxation is arrived at after charging: (Continued)

(c) Other items:	(c) 其他項目：
Auditors' remuneration	核數師酬金
Depreciation of fixed assets	折舊
Operating lease charges in respect of properties	有關物業的經營租賃 費用
Share of associates' taxation charge	佔聯營公司稅項支出

7 除稅前溢利 (續)

除稅前溢利已扣除：(續)

Six months ended 30 June
截至六月三十日止六個月

2008	2007
二零零八年	二零零七年
\$'000	\$'000
千元	千元

		902	1,711
		43,549	29,150
		78,237	48,925
		13,089	492

8 INCOME TAX (CREDIT)/CHARGE

Income tax (credit)/charge in the consolidated income statement represents:

Current tax — Provision for Hong Kong Profits Tax	當期稅項 — 香港利得稅準備
Current tax — Overseas Provision for the period Over-provision in respect of prior years	當期稅項 — 香港以外地區 本財務期稅項準備 多提以往年度稅項準備
Deferred tax (credit)/charge (note)	遞延稅項(抵免)/支出(註)

Note: Deferred tax (credit)/charge mainly represents deferred tax assets and liabilities recognised in respect of unrealised investment (losses)/gains and life insurance funds recognised in a subsidiary of the group outside of Hong Kong.

The provision for Hong Kong Profits Tax represents the group's estimated Hong Kong Profits Tax liability calculated at the standard tax rate of 16.5% (2007: 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 8.25% (2007: 8.75%), one-half of the standard tax rate.

8 稅項(抵免)/支出

綜合損益表所示的稅項(抵免)/支出為：

Six months ended 30 June
截至六月三十日止六個月

2008	2007
二零零八年	二零零七年
\$'000	\$'000
千元	千元

		1,088	28,421
		443,545	—
		—	(1,622)
		(583,983)	121,225
		(139,350)	148,024

註：遞延稅項(抵免)/支出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(虧損)/收益及壽險責任準備金而確認的遞延稅項資產及負債。

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16.5%（二零零七年：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8.25%（二零零七年：8.75%），即標準稅率的一半計算。

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)

8 INCOME TAX (CREDIT)/CHARGE (Continued)

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

At 30 June 2008, the group did not recognise deferred tax assets in respect of tax losses of approximately \$9,261,000 (31 December 2007: \$9,261,000). These tax losses do not expire under current tax legislation.

9 DIVIDENDS

- (a) No interim dividend in respect of the interim period was declared and paid after 30 June 2008 (2007: \$Nil).
- (b) Dividends attributable to the previous financial year, approved and paid during the interim period.

8 稅項 (抵免) / 支出 (續)

海外附屬公司於香港以外地區的稅項以相關司法管轄區的現行稅率計算。

於二零零八年六月三十日，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9,261,000元(二零零七年十二月三十一日：9,261,000元)。這些稅項虧損額在目前的稅務條例並無期限。

9 股息

- (a) 於二零零八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(二零零七年：無)
- (b) 屬於上一個財政年度，並於中期財務期核准及支付的股息。

Six months ended 30 June
截至六月三十日止六個月

2008	2007
二零零八年	二零零七年
\$'000	\$'000
千元	千元

Final dividend in respect of the previous financial year, approved and paid during the interim period of 10 cents per share (2007: \$Nil)

屬於上一個財政年度，並於中期財務期核准及支付的末期股息每股10仙(二零零七年：無)

141,915

—

Less: Dividend for shares held for Share Award Scheme

減：為股份獎勵計劃而持有之股份股息

470

—

141,445

—

10 EARNINGS PER SHARE

(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 \$381,336,000 (2007: \$488,582,000) and the weighted average of ordinary shares in issue during the period less shares held for the share award scheme of 1,412,626,425 (2007: weighted average of ordinary shares in issue during the period of 1,407,565,759).

10 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381,336,000元(二零零七年：488,582,000元)，及扣除為股份獎勵計劃而持有之股份後的期內已發行普通股的加權平均數1,412,626,425股(二零零七年：期內已發行普通股的加權平均數1,407,565,759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 (Continued)

(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 \$381,336,000 (2007: \$488,582,000) and the weighted average of 1,432,776,896 ordinary shares (2007: 1,427,369,651 ordinary shares) after adjusting for the effects of the potential dilution from ordinary shares issuable under the company's share option scheme and share award scheme.

(c) Reconciliations

Weighted average number of ordinary shares less shares held for share award scheme used in calculating basic earnings per share	用作計算每股基本盈利的扣除股份獎勵計劃而持有之股份後之普通股加權平均股數	1,412,626,425	1,407,565,759
Effect of share option scheme	認股權計劃的影響	15,430,471	19,803,892
Effect of share award scheme	股份獎勵計劃的影響	4,720,000	—
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	1,432,776,896	1,427,369,651

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 every two to three years 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 \$81,200,000 (31 December 2007: \$71,160,000).

10 每股盈利 (續)

(b) 每股攤薄盈利

每股攤薄盈利是按照股東應佔溢利381,336,000元(二零零七年: 488,582,000元)及已就本公司認股權計劃及股份獎勵計劃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1,432,776,896股(二零零七年: 1,427,369,651股)計算。

(c) 對賬

At 30 June 於六月三十日	
2008 二零零八年	2007 二零零七年
No. of shares 股份數目	No. of shares 股份數目
1,412,626,425	1,407,565,759
15,430,471	19,803,892
4,720,000	—
1,432,776,896	1,427,369,651

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。租賃付款額通常會每二至三年檢討，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81,200,000元(二零零七年十二月三十一日: 71,160,000元)。

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)

11 FIXED ASSETS (Continued)

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

11 固定資產 (續)

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的時段如下：

		At 30 June 2008 於二零零八年 六月三十日 \$'000 千元	At 31 December 2007 於二零零七年 十二月三十一日 \$'000 千元
Within 1 year	一年內	2,814	2,971
After 1 but within 5 years	一年後但五年內	604	1,478
		3,418	4,449

12 INVESTMENTS IN DEBT AND EQUITY SECURITIES 12 債務及股本證券投資

		At 30 June 2008 於二零零八年 六月三十日 \$'000 千元	At 31 December 2007 於二零零七年 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	11,038,767	1,019,074
Available-for-sale (note (ii)):	可供出售 (附註 (ii)) :		
– Debt securities	– 債務證券	25,988,160	25,947,544
– Direct equity securities	– 直接股本證券	2,407,974	5,243,168
– Equity investment funds	– 股本投資基金	2,377,519	2,220,712
– Composite investment funds	– 綜合投資基金	52,478	51,378
		30,826,131	33,462,802
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	496,631	523,905
– Direct equity securities	– 直接股本證券	875,656	1,757,284
– Equity investment funds	– 股本投資基金	2,915,660	3,394,244
– Composite investment funds	– 綜合投資基金	117,846	88,570
		4,405,793	5,764,003
Total	總額	46,270,691	40,245,879

NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT (Continued)

未經審核中期財務報告的附註 (續)

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(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 企業實體 \$'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 2008	於二零零八年六月三十日						
Listed outside Hong Kong	上市 — 香港以外地區	3,441,026	59,706	4,756,653	2,432,648	14,280	10,704,313
Unlisted	非上市	51,326	7,687	252,083	23,358	—	334,454
		3,492,352	67,393	5,008,736	2,456,006	14,280	11,038,767
Fair value of securities	證券公允價值	3,399,684	69,644	5,023,487	2,456,290	15,929	10,965,034
Market value of listed securities	上市證券市值	3,328,598	61,292	4,765,994	2,432,063	15,929	10,603,876
At 31 December 2007	於二零零七年十二月三十一日						
Listed outside Hong Kong	上市 — 香港以外地區	52,378	85,298	120,592	394,243	12,349	664,860
Unlisted	非上市	71,180	7,666	252,022	23,346	—	354,214
		123,558	92,964	372,614	417,589	12,349	1,019,074
Fair value of securities	證券公允價值	142,385	96,312	381,134	431,633	14,195	1,065,659
Market value of listed securities	上市證券市值	54,699	87,843	123,264	408,167	14,195	688,168

The held-to-maturity debt securities include an amount of \$324,858,000 (31 December 2007: \$300,815,000), which is maturing within one year, and are neither past due nor impaired.

持有至到期的債務證券包括價值324,858,000元（二零零七年十二月三十一日：300,815,000元）的債務證券，於一年內到期，既沒有逾期，也沒有減值。

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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 企業實體 \$'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 2008	於二零零八年六月三十日						
Listed debt securities	上市債務證券						
– in Hong Kong	– 香港	39,474	–	80,670	15,618	–	135,762
– outside Hong Kong	– 香港以外地區	11,617,712	–	3,800,458	9,574,858	18,378	25,011,406
Listed direct equity securities	上市直接股本證券						
– in Hong Kong	– 香港	–	3,830	361,837	407,759	3,450	776,876
– outside Hong Kong	– 香港以外地區	–	–	55,642	1,319,120	–	1,374,762
Listed equity investment funds outside Hong Kong	上市股本投資基金 香港以外地區	–	–	–	324,052	–	324,052
Listed composite investment funds outside Hong Kong	上市綜合投資基金 香港以外地區	–	–	–	52,478	–	52,478
Unlisted debt securities	非上市債務證券	–	–	540,104	300,888	–	840,992
Unlisted direct equity securities	非上市直接股本證券	–	–	–	256,336	–	256,336
Unlisted equity investment funds	非上市股本投資基金	–	–	–	2,053,467	–	2,053,467
		11,657,186	3,830	4,838,711	14,304,576	21,828	30,826,131
Fair value of securities	證券公允價值	11,657,186	3,830	4,838,711	14,304,576	21,828	30,826,131
Market value of listed securities	上市證券市值	11,657,186	3,830	4,298,607	11,693,885	21,828	27,675,336
Current	當期	11,657,186	3,830	4,838,711	14,304,576	21,828	30,826,131
Non-current	非當期	–	–	–	–	–	–
		11,657,186	3,830	4,838,711	14,304,576	21,828	30,826,131

NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT (Continued)

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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 企業實體 \$'000 千元	Others 其他 \$'000 千元	Total 總額 \$'000 千元
(ii) Available-for-sale (Continued)	(ii) 可供出售 (續)						
At 31 December 2007	於二零零七年十二月三十一日						
Listed debt securities	上市債務證券						
– in Hong Kong	– 香港	40,020	–	15,697	–	–	55,717
– outside Hong Kong	– 香港以外地區	13,345,430	7,759	3,129,686	8,662,685	17,637	25,163,197
Listed direct equity securities	上市直接股本證券						
– in Hong Kong	– 香港	639	5,205	552,682	396,537	–	955,063
– outside Hong Kong	– 香港以外地區	–	–	17,375	4,252,170	–	4,269,545
Listed equity investment funds outside Hong Kong	上市股本投資基金 香港以外地區	–	–	–	627,363	–	627,363
Listed composite investment funds outside Hong Kong	上市綜合投資基金 香港以外地區	–	–	–	51,378	–	51,378
Unlisted debt securities	非上市債務證券	–	–	466,522	262,108	–	728,630
Unlisted direct equity securities	非上市直接股本證券	–	–	–	18,560	–	18,560
Unlisted equity investment funds	非上市股本投資基金	–	–	–	1,593,349	–	1,593,349
		13,386,089	12,964	4,181,962	15,864,150	17,637	33,462,802
Fair value of securities	證券公允價值	13,386,089	12,964	4,181,962	15,864,150	17,637	33,462,802
Market value of listed securities	上市證券市值	13,386,089	12,964	3,715,440	13,990,133	17,637	31,122,263
Current	當期	13,386,089	12,964	4,181,962	15,864,150	17,637	33,462,802
Non-current	非當期	–	–	–	–	–	–
		13,386,089	12,964	4,181,962	15,864,150	17,637	33,462,802

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 企業實體 \$'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 2008	於二零零八年六月三十日						
Listed debt securities outside Hong Kong	上市債務證券 香港以外地區	257,582	—	82,187	19,267	—	359,036
Listed direct equity securities	上市直接股本證券						
— in Hong Kong	— 香港	—	—	11,021	24,402	123	35,546
— outside Hong Kong	— 香港以外地區	—	—	27,982	812,128	—	840,110
Listed equity investment funds outside Hong Kong	上市股本投資基金 香港以外地區	—	—	—	915,179	11,463	926,642
Listed composite investment funds outside Hong Kong	上市綜合投資基金 香港以外地區	—	—	26,712	37,426	—	64,138
Unlisted debt securities	非上市債務證券	67,405	—	70,190	—	—	137,595
Unlisted equity investment funds	非上市股本投資基金	—	—	—	1,989,018	—	1,989,018
Unlisted composite investment funds	非上市綜合投資基金	—	—	53,708	—	—	53,708
		324,987	—	271,800	3,797,420	11,586	4,405,793
Fair value of securities	證券公允價值	324,987	—	271,800	3,797,420	11,586	4,405,793
Market value of listed securities	上市證券市值	257,582	—	147,902	1,808,402	11,586	2,225,472
Current	當期	324,987	—	271,800	3,797,420	11,586	4,405,793
Non-current	非當期	—	—	—	—	—	—
		324,987	—	271,800	3,797,420	11,586	4,405,793

NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT (Continued)

未經審核中期財務報告的附註 (續)

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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 企業實體 \$'000 千元	Others 其他 \$'000 千元	Total 總額 \$'000 千元
(iii) Designated at fair value through profit or loss (Continued)	(iii) 指定為通過損益以反映公允價值 (續)						
At 31 December 2007	於二零零七年十二月三十一日						
Listed debt securities outside Hong Kong	上市債務證券 香港以外地區	207,730	—	105,958	105,148	—	418,836
Listed direct equity securities	上市直接股本證券						
— in Hong Kong	— 香港	—	—	17,862	31,547	—	49,409
— outside Hong Kong	— 香港以外地區	—	—	33,523	1,674,352	—	1,707,875
Listed equity investment funds outside Hong Kong	上市股本投資基金 香港以外地區	—	—	53,457	2,430,847	—	2,484,304
Listed composite investment funds outside Hong Kong	上市綜合投資基金 香港以外地區	—	—	14,677	39,463	—	54,140
Unlisted debt securities	非上市債務證券	—	—	84,488	20,581	—	105,069
Unlisted equity investment funds	非上市股本投資基金	—	—	43,964	865,976	—	909,940
Unlisted composite investment funds	非上市綜合投資基金	—	—	34,430	—	—	34,430
		207,730	—	388,359	5,167,914	—	5,764,003
Fair value of securities	證券公允價值	207,730	—	388,359	5,167,914	—	5,764,003
Market value of listed securities	上市證券市值	207,730	—	225,477	4,281,357	—	4,714,564
Current	當期	207,730	—	388,359	5,167,914	—	5,764,003
Non-current	非當期	—	—	—	—	—	—
		207,730	—	388,359	5,167,914	—	5,764,003

NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT (Continued)

未經審核中期財務報告的附註 (續)

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13 INSURANCE DEBTORS

13 保險客戶應收賬款

		At 30 June 2008 於二零零八年 六月三十日 \$'000 千元	At 31 December 2007 於二零零七年 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	1,005,328	532,261
Deposits retained by cedants	分保人保留的按金	84,484	84,279
		1,089,812	616,540

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

Amounts due from insurance customers and suppliers include amounts due from fellow subsidiaries of \$18,499,000 (31 December 2007: \$15,904,000) which are trade related in nature.

The following is an ageing analysis of amounts due from insurance customers and suppliers that are not individually considered to be impaired:

所有保險客戶應收賬款預期在一年之內可以收回。

應收保險客戶及供應商款項包括應收同系附屬公司款項18,499,000元(二零零七年十二月三十一日: 15,904,000元)，有關款項屬營業性質。

未有發現個別減值的應收保險客戶及供應商款項，其賬齡分析如下：

		At 30 June 2008 於二零零八年 六月三十日 \$'000 千元	At 31 December 2007 於二零零七年 十二月三十一日 \$'000 千元
Neither past due nor impaired	未到期或未減值	648,664	270,056
Current	現已到期	316,476	233,831
More than 3 months but less than 12 months	超過三個月但少於十二個月	32,095	25,144
More than 12 months	超過十二個月	8,093	3,230
		1,005,328	532,261

14 STATUTORY DEPOSITS

14 法定存款

Certain subsidiaries of the group have placed \$682,464,000 (31 December 2007: \$640,764,000) with banks as capital guarantee funds, pursuant to the 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 go into liquidation.

本集團的附屬公司根據中國有關保險法規的規定將為數682,464,000元(二零零七年十二月三十一日: 640,764,000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)

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15 CASH AND CASH EQUIVALENTS

15 現金及現金等價物

		At 30 June 2008 於二零零八年 六月三十日 \$'000 千元	At 31 December 2007 於二零零七年 十二月三十一日 \$'000 千元
Deposits with banks and other financial institutions with original maturity less than three months	原到期日少於三個月的銀行及其他財務機構存款	1,921,376	2,623,848
Money market funds	貨幣市場基金	226,450	393,259
Cash at bank and in hand	銀行及手頭現金	2,712,501	2,120,528
		4,860,327	5,137,635

16 INSURANCE CREDITORS

16 保險客戶應付賬款

		At 30 June 2008 於二零零八年 六月三十日 \$'000 千元	At 31 December 2007 於二零零七年 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	62,978	53,312
Amounts due to insurance intermediaries	應付保險中介款項	53,543	101,732
Deposits retained from retrocessionaires	轉分保險人保留的按金	21,172	22,820
Prepaid premiums received	預收保費	115,924	216,252
		253,617	394,116

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

The amounts due to insurance customers and suppliers include amounts due to fellow subsidiaries of \$2,075,000 (31 December 2007: \$16,620,000) 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2,075,000元(二零零七年十二月三十一日: 16,620,000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)
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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 2008 於二零零八年 六月三十日 \$'000 千元	At 31 December 2007 於二零零七年 十二月三十一日 \$'000 千元
Current	現時	21,453	18,890
More than 3 months but less than 12 months	超過三個月但少於十二個月	31,888	27,363
More than 12 months	超過十二個月	9,637	7,059
		62,978	53,312

17 SHARE CAPITAL

17 股本

		At 30 June 2008 於二零零八年 六月三十日		At 31 December 2007 於二零零七年 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
Authorised:	法定股本：				
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
Issued and fully paid:	已發行及繳足股本：				
At the beginning of the period/year	於期初／年初	1,415,272,592	70,764	1,406,251,592	70,313
Shares issued under share option scheme (note 18)	根據認股權計劃 發行的股份 (附註18)	3,881,000	194	9,021,000	451
At the end of the period/year	於期末／年末	1,419,153,592	70,958	1,415,272,592	70,764

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) Share Options Scheme

(i) Movements in share options

		At 30 June 2008	At 31 December 2007
		於二零零八年 六月三十日	於二零零七年 十二月三十一日
		Number	Number
		數目	數目
At the beginning of the period/year	於期初／年初	20,701,000	28,590,000
Granted	已授出	175,000	1,150,000
Exercised (note 17)	已行使 (附註17)	(3,881,000)	(9,021,000)
Lapsed	失效	—	(18,000)
At the end of the period/year	於期末／年末	16,995,000	20,701,000
Options vested at the end of the period/year	於期末／年末已歸屬的認股權	16,728,000	20,167,000

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

Date granted	Exercise period	Exercise price	At 30 June 2008	At 31 December 2007
授出日期	行使期	行使價 \$ 元	於二零零八年 六月三十日	於二零零七年 十二月三十一日
			Number	Number
			數目	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	1,950,000	2,350,000
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	1,000,000	1,000,000
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	1,200,000	2,700,000
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
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

18 股本補償福利

(a) 認股權計劃

(i) 認股權的變動

	At 30 June 2008	At 31 December 2007
	於二零零八年 六月三十日	於二零零七年 十二月三十一日
	Number	Number
	數目	數目
At the beginning of the period/year	20,701,000	28,590,000
Granted	175,000	1,150,000
Exercised (note 17)	(3,881,000)	(9,021,000)
Lapsed	—	(18,000)
At the end of the period/year	16,995,000	20,701,000
Options vested at the end of the period/year	16,728,000	20,167,000

(ii) 於結算日尚未屆滿及尚未行使的認股權的年期

Date granted	Exercise period	Exercise price	At 30 June 2008	At 31 December 2007
授出日期	行使期	行使價 \$ 元	於二零零八年 六月三十日	於二零零七年 十二月三十一日
			Number	Number
			數目	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	1,950,000	2,350,000
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	1,000,000	1,000,000
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	1,200,000	2,700,000
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
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

NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT (Continued)

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18 EQUITY COMPENSATION BENEFITS (Continued)

18 股本補償福利 (續)

(a) Share Options Scheme (Continued)

(a) 認股權計劃 (續)

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

(ii) 於結算日尚未屆滿及尚未行使的認股權的年期 (續)

Date granted 授出日期	Exercise period 行使期	Exercise price 行使價 \$ 元	At 30 June 2008 於二零零八年 六月三十日 Number 數目	At 31 December 2007 於二零零七年 十二月三十一日 Number 數目
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
2 November 2005 2005年11月2日	23 November 2005 to 27 November 2015 2005年11月23日至 2015年11月27日	2.8750	11,345,000	11,945,000
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
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
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 2007年2月26日	26 February 2007 to 25 February 2017 2007年2月26日至 2017年2月25日	9.4900	800,000	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	175,000
31 December 2007 2007年12月31日	31 December 2007 to 30 December 2017 2007年12月31日至 2017年12月30日	21.4000	175,000	175,000

NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT (Continued)

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18 EQUITY COMPENSATION BENEFITS (Continued)

(a) Share Options Scheme (Continued)

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

Date granted 授出日期	Exercise period 行使期	Exercise price 行使價 \$ 元	At 30 June 2008 於二零零八年 六月三十日 Number 數目	At 31 December 2007 於二零零七年 十二月三十一日 Number 數目
30 June 2008 2008年6月30日	30 June 2008 to 29 June 2018 2008年6月30日至 2018年6月29日	19.3160	175,000	—
			16,995,000	20,701,000

Notes:

- (i) No options were lapsed during the period (31 December 2007: 18,000).
- (ii) 267,000 options were unvested, which have vesting periods up to 26 February 2009.
- (iii) Details of share options granted/(lapsed), all of which were granted for \$1 in consideration

18 股本補償福利 (續)

(a) 認股權計劃 (續)

(ii) 於結算日尚未屆滿及尚未行使的認股權的年期 (續)

At 30 June 2008 於二零零八年 六月三十日 Number 數目	At 31 December 2007 於二零零七年 十二月三十一日 Number 數目
175,000	—
16,995,000	20,701,000

註：

- (i) 沒有認股權於期內失效 (二零零七年十二月三十一日：18,000)。
- (ii) 其中267,000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。
- (iii) 已授出/失效的認股權詳情，該等認股權全部均為以代價1元授出

Exercise period 行使期	Exercise price 行使價 \$ 元	Six months ended 30 June 2008 截至二零零八年 六月三十日止六個月 Number 數目	Year ended 31 December 2007 截至二零零七年 十二月三十一日止年度 Number 數目
23 November 2005 to 27 November 2015	2005年11月23日至 2015年11月27日	2.8750	(18,000)
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
31 December 2007 to 30 December 2017	2007年12月31日至 2017年12月30日	21.4000	175,000
30 June 2008 to 29 June 2018	2008年6月30日至 2018年6月29日	19.3160	—
		175,000	1,132,000

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18 EQUITY COMPENSATION BENEFITS (Continued)

(a) Share Options Scheme (Continued)

(iv) Details of share options exercised

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
11 January	一月十一日	1.110	19.6085	222	200,000
23 January	一月二十三日	1.110	17.7445	222	200,000
27 March	三月二十七日	3.225	18.0123	4,838	1,500,000
27 March	三月二十七日	3.975	18.0123	620	156,000
27 March	三月二十七日	3.980	18.0123	1,393	350,000
27 March	三月二十七日	3.200	18.0123	1,120	350,000
27 March	三月二十七日	2.875	18.0123	1,725	600,000
27 March	三月二十七日	3.300	18.0123	1,155	350,000
27 March	三月二十七日	5.000	18.0123	875	175,000
Six months ended 30 June 2008	截至二零零八年 六月三十日止六個月			12,170	3,881,000
Year ended 31 December 2007	截至二零零七年 十二月三十一日止年度			22,346	9,021,000

(v) 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.

18 股本補償福利 (續)

(a) 認股權計劃 (續)

(iv) 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
11 January	一月十一日	1.110	19.6085	222	200,000
23 January	一月二十三日	1.110	17.7445	222	200,000
27 March	三月二十七日	3.225	18.0123	4,838	1,500,000
27 March	三月二十七日	3.975	18.0123	620	156,000
27 March	三月二十七日	3.980	18.0123	1,393	350,000
27 March	三月二十七日	3.200	18.0123	1,120	350,000
27 March	三月二十七日	2.875	18.0123	1,725	600,000
27 March	三月二十七日	3.300	18.0123	1,155	350,000
27 March	三月二十七日	5.000	18.0123	875	175,000
Six months ended 30 June 2008	截至二零零八年 六月三十日止六個月			12,170	3,881,000
Year ended 31 December 2007	截至二零零七年 十二月三十一日止年度			22,346	9,021,000

(v) 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
30 June 2008
授出日
二零零八年六月三十日

Fair value at measurement date (\$)	於計量日的公允價值(元)	12.47972
Share price (\$)	股價(元)	18.600
Exercise price (\$)	行使價(元)	19.316
Expected volatility (note i)	預期波動率(註i)	61.32%
Option life (Year)	認股權年期(年)	10
Expected dividends (note ii)	預期股息(註ii)	0.54%
Risk-free interest rate (note iii)	無風險利率(註iii)	3.469%

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.

註:

- (i) 預計波動是根據授出日過往一年股價的波幅。
- (ii) 預期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)

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18 EQUITY COMPENSATION BENEFITS (Continued)

18 股本補償福利 (續)

(b) Share Award Scheme

(b) 股份獎勵計劃

(i) Movements in the number of awarded shares and their related average fair value were as follows:

(i) 獎授股份數目變化及其有關平均公允價值如下：

		At 30 June 2008 於二零零八年 六月三十日 Number 數目	At 31 December 2007 於二零零七年 十二月三十一日 Number 數目
At 1 January	於一月一日	3,286,000	—
Awarded (note i)	已獎授 (註i)	644,500	3,286,000
Forfeited	沒收	(1,000)	—
At the end of the period/year (note ii)	於期末/年末 (註ii)	3,929,500	3,286,000

Notes:

註：

- (i) Included in the total number of awarded shares, 366,000 shares are purchased from the market during the period (31 December 2007: 3,286,000 shares).
- (ii) At the end of the period the average fair value per share of \$20.41 (31 December 2007: \$20.50). The average fair value of the awarded shares is based on the average purchase cost per share acquired from the market.

- (i) 包括在已獎授股份數目中，366,000股獎授股份於期內從市場購入(二零零七年十二月三十一日：3,286,000股)。
- (ii) 於期末平均每股公允價值為20.41元(二零零七年十二月三十一日：20.50元)。獎授股份的每股平均公允價值是根據從市場購入的平均每股購入成本。

Apart from the awarded shares, as at 30 June 2008, 790,500 shares (31 December 2007: 1,968,000 shares) are deemed as unallocated shares which are held under Share Award Scheme and are available for future award and/or disposal pursuant to the rules of Share Award Scheme.

除已獎授股份外，於二零零八年六月三十日，790,500股(二零零七年十二月三十一日：1,968,000股)被視為未分配的股份以股份獎勵計劃持有，可供日後根據股份獎授計劃獎勵及/或出售。

(ii) The remaining vesting periods of the awarded shares outstanding as follows:

(ii) 獎授股份的餘下歸屬期如下：

	At 30 June 2008 於二零零八年六月三十日		At 31 December 2007 於二零零七年十二月三十一日	
	Remaining vesting period 餘下歸屬期	Number of awarded shares 獎授股份數目	Remaining vesting period 餘下歸屬期	Number of awarded shares 獎授股份數目
Fair value \$20.50 公允價值20.50元	1.5 years to 2.5 years 1.5年至2.5年	3,285,000	2 years to 3 years 2年至3年	3,286,000
Fair value \$19.95 公允價值19.95元	2.5 years 2.5年	644,500	—	—
		3,929,500		3,286,000

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)

19 RESERVES

19 儲備

		Capital reserve	Share premium	Exchange reserve	Fair value reserve	Employee share-based compensation reserve	Shares held for Share Award Scheme	Retained profits	Total
		\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
		千元	千元	千元	千元	千元	千元	千元	千元
At 1 January 2008	於二零零八年一月一日	567,458	2,201,064	200,357	726,901	23,336	(111,147)	2,006,893	5,614,862
Shares issued and share options exercised	已發行股份及已行使 認股權	—	13,725	—	—	—	—	—	13,725
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	—	—	171,559	—	—	—	—	171,559
Available-for-sale securities (note(i)):	可供出售證券 (註 (i)) :	—	—	—	(1,299,761)	—	—	—	(1,299,761)
— changes in fair value	— 公允價值變化	—	—	—	(1,047,673)	—	—	—	(1,047,673)
— deferred tax recognised	— 確認遞延稅項	—	—	—	294,076	—	—	—	294,076
— transferred to profit or loss	— 轉至綜合損益表	—	—	—	(546,164)	—	—	—	(546,164)
Profit for the period	本財務期溢利	—	—	—	—	—	—	381,336	381,336
Dividend approved in respect of the previous year	屬於上一個年度之已 核准股息	—	—	—	—	—	—	(141,445)	(141,445)
Change in shares held for Share Award Scheme	為股份獎勵計劃而 持有之股份變化	—	—	—	—	—	15,750	—	15,750
Equity settled share-based transactions	股本償付之股份為本 交易	—	—	—	—	15,606	—	—	15,606
At 30 June 2008	於二零零八年六月三十日	567,458	2,214,789	371,916	(572,860)	38,942	(95,397)	2,246,784	4,771,632

NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT (Continued)

未經審核中期財務報告的附註 (續)

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(以港幣列示)

19 RESERVES (Continued)

19 儲備 (續)

		Capital reserve	Share premium	Exchange reserve	Fair value reserve	Employee share-based compensation reserve	Shares held for Share Award Scheme	Retained profits	Total
		\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
		千元	千元	千元	千元	千元	千元	千元	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 and share options exercised	已發行股份及已行使 認股權	—	26,941	—	—	—	—	—	26,941
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	—	—	153,371	—	—	—	—	153,371
Available-for-sale securities (note(i)):	可供出售證券 (註 (i)) :	—	—	—	(114,187)	—	—	—	(114,187)
— changes in fair value	— 公允價值變化	—	—	—	1,479,070	—	—	—	1,479,070
— deferred tax recognised	— 確認遞延稅項	—	—	—	145,934	—	—	—	145,934
— transferred to profit or loss	— 轉至綜合損益表	—	—	—	(1,739,191)	—	—	—	(1,739,191)
Profit for the year	本財務年度溢利	—	—	—	—	—	—	1,549,072	1,549,072
Shares purchased for Share Award Scheme	為股份獎勵計劃 購入之股份	—	—	—	—	—	(111,147)	—	(111,147)
Equity settled share-based transactions	股本償付之股份為本 交易	—	—	—	—	2,806	—	—	2,806
At 31 December 2007	於二零零七年 十二月三十一日	567,458	2,201,064	200,357	726,901	23,336	(111,147)	2,006,893	5,614,862

NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT (Continued)

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19 RESERVES (Continued)

19 儲備 (續)

Notes:

註：

		30 June 2008 二零零八年六月三十日			
		Reinsurance	Life	Corporate and other	Total
		再保險	人壽保險	企業及	總額
		\$'000	\$'000	其他業務	\$'000
		千元	千元	千元	千元
Note (i)	註(i)				
Debt securities	債務證券	(21,905)	995,380	(2,664)	970,811
Direct equity securities	直接股本證券	(125,272)	(2,146,451)	(188,544)	(2,460,267)
Equity investment funds	股本投資基金	—	(1,147,201)	—	(1,147,201)
Composite investment funds	綜合投資基金	1,087	—	—	1,087
		(146,090)	(2,298,272)	(191,208)	(2,635,570)
Deferred tax charged to reserves	於儲備入賬之遞延稅項	5,287	574,593	1,205	581,085
Share of associates	聯營公司份額	—	—	(106,185)	(106,185)
Shared by minority interests	少數股東應佔權益	—	860,978	(69)	860,909
		(140,803)	(862,701)	(296,257)	(1,299,761)
		31 December 2007 二零零七年十二月三十一日			
		Reinsurance	Life	Corporate and other	Total
		再保險	人壽保險	企業及	總額
		\$'000	\$'000	其他業務	\$'000
		千元	千元	千元	千元
Note (i)	註(i)				
Debt securities	債務證券	9,489	(2,386,703)	3,861	(2,373,353)
Direct equity securities	直接股本證券	(99,922)	1,414,304	7,365	1,321,747
Equity investment funds	股本投資基金	—	451,170	—	451,170
Composite investment funds	綜合投資基金	4,271	—	—	4,271
		(86,162)	(521,229)	11,226	(596,165)
Deferred tax charged to reserves	於儲備入賬之遞延稅項	10,615	259,556	5,413	275,584
Share of associates	聯營公司份額	—	—	75,689	75,689
Shared by minority interests	少數股東應佔權益	—	130,705	—	130,705
		(75,547)	(130,968)	92,328	(114,187)

NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT (Continued)

未經審核中期財務報告的附註 (續)

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20 MATURITY PROFILE

20 到期情況

		Repayable on demand 接獲 要求時償還 \$'000 千元	3 months or less 三個月 或以下 \$'000 千元	1 year or less but over 3 months 一年以下 但超過 三個月 \$'000 千元	5 years or less but over 1 year 五年以下 但超過 一年 \$'000 千元	After 5 years 五年後 \$'000 千元	Undated 未有期限 \$'000 千元	Total 總額 \$'000 千元
At 30 June 2008	於二零零八年六月三十日							
Assets	資產							
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)	269,971	1,588,278	1,151,091	5,028,132	—	—	8,037,472
Money market funds	貨幣市場基金	226,450	—	—	—	—	—	226,450
Pledged deposits at bank	已抵押予銀行的存款	—	—	92,736	—	—	—	92,736
Certificates of deposit (under held-to-maturity)	存款證 (持有至到期日)	—	—	38,995	204,975	—	—	243,970
Certificates of deposit (under available-for-sale)	存款證 (可供出售)	—	—	—	136,091	—	—	136,091
Debt securities (under held-to-maturity)	債務證券 (持有至到期日)	—	—	285,863	473,811	10,035,123	—	10,794,797
Debt securities (under available-for-sale)	債務證券 (可供出售)	—	78,341	132,803	3,787,353	21,772,363	81,212	25,852,072
Debt securities (under designated at fair value)	債務證券 (通過損益 以反映公允價值)	—	5,572	82,255	196,439	151,111	61,254	496,631
Loans and advances	貸款及墊款	—	—	360,028	113,744	159,242	—	633,014
		496,421	1,672,191	2,143,771	9,940,545	32,117,839	142,466	46,513,233
Liabilities	負債							
Interest-bearing notes	需付息票據	—	—	—	—	3,065,277	—	3,065,277

NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT (Continued)

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20 MATURITY PROFILE (Continued)

20 到期情況 (續)

		Repayable on demand 要求時償還 \$'000 千元	3 months or less 三個月 或以下 \$'000 千元	1 year or less but over 3 months 一年以下 但超過 三個月 \$'000 千元	5 years or less but over 1 year 五年以下 但超過 一年 \$'000 千元	After 5 years 五年後 \$'000 千元	Undated 未有限限 \$'000 千元	Total 總額 \$'000 千元
At 31 December 2007	於二零零七年 十二月三十一日							
Assets	資產							
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)	505,734	2,253,553	418,681	4,731,096	—	—	7,909,064
Money market funds	貨幣市場基金	393,259	—	—	—	—	—	393,259
Pledged deposits at bank	已抵押予銀行的存款	—	—	97,417	—	—	—	97,417
Certificates of deposit (under held-to-maturity)	存款證 (持有至到期日)	—	—	—	243,910	—	—	243,910
Certificates of deposit (under available-for-sale)	存款證 (可供出售)	—	—	—	135,326	—	—	135,326
Debt securities (under held-to-maturity)	債務證券 (持有至到期日)	—	10,276	290,539	243,689	230,660	—	775,164
Debt securities (under available-for-sale)	債務證券 (可供出售)	—	—	147,178	6,270,405	19,394,635	—	25,812,218
Debt securities (under designated at fair value)	債務證券 (通過損益 以反映公允價值)	26,627	20,776	62,287	192,000	158,519	63,696	523,905
Loans and advances	貸款及墊款	—	—	276,219	106,794	149,512	—	532,525
		925,620	2,284,605	1,292,321	11,923,220	19,933,326	63,696	36,422,788
Liabilities	負債							
Interest-bearing notes	需付息票據	—	—	—	—	2,960,377	—	2,960,377

21 COMMITMENTS

21 承擔

(a) Capital commitments outstanding as of 30 June 2008 which have not provided for in the interim financial report were as follows:

(a) 於二零零八年六月三十日，尚未在本中期財務報告反映的資本性承諾如下：

		At 30 June 2008 於二零零八年 六月三十日 \$'000 千元	At 31 December 2007 於二零零七年 十二月三十一日 \$'000 千元
Contracted for	已訂約	2,152,809	25,788

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21 COMMITMENTS (Continued)

- (b) As of 30 June 2008, the total future minimum lease payments under non-cancellable operating leases are payable as follows:

		At 30 June 2008 於二零零八年 六月三十日 \$'000 千元	At 31 December 2007 於二零零七年 十二月三十一日 \$'000 千元
Within 1 year	一年內	36,890	101,101
After 1 year but within 5 years	一年後但五年內	246,135	99,059
After 5 years	五年後	—	111
		283,025	200,271

The group leases a number of properties under operating leases. The leases typically 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.

- (b) 於二零零八年六月三十日，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：

本集團以經營租賃租入部份物業。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。

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:

		Six months ended 30 June 截至六月三十日止六個月	
		2008 二零零八年 \$'000 千元	2007 二零零七年 \$'000 千元
Business ceded by related companies:	關連公司分出的業務：		
— Gross premiums written	— 毛承保保費	191,941	197,384
— Commission expenses paid	— 佣金支出	66,853	69,723

Note:

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

Apart from the above, the group has entered into the following non-recurring transactions with related parties:

- (a) On 20 March 2008, TPL entered into a Joint Bidding Agreement with TPI, CIHC and Ming An Insurance Company (China) Limited in relation to the purchase of a piece of land in Shenzhen and development of a commercial office building. The amount to be invested by TPL was RMB289,000,000.

以下是本集團與關連人士於期內進行的重大交易概要：

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，本集團與關連人士進行以下非經常交易：

- (a) 於二零零八年三月二十日，太平人壽與太平保險、中保控股及民安保險(中國)有限公司就購買一幅位於深圳之土地及興建商業樓宇而訂立聯合競投協議。太平人壽將合共投資人民幣289,000,000元。

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22 MATERIAL RELATED PARTY TRANSACTIONS (Continued)

- (b) On 30 June 2008, 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, in aggregate an amount of RMB270,000,000 as additional registered capital into TPI. Of the aggregate amount, RMB4,540,000 will be contributed by CIHC and RMB265,460,000 will be contributed by the company. ICBC (Asia) has decided to not participate in the capital contribution. TPI is an associated company of the company, in which the company holds a 40.025% equity interest prior to the capital contribution. Upon completion, each of CIHC, the company and ICBC (Asia) will be directly interested in 42.020%, 50.050% and 7.930%, respectively, of the equity interests in TPI. On 30 June 2008, 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 1.647% in TPI as enlarged by the capital contribution for a consideration of RMB25,858,900 within six 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 option will be exercisable at the option of ICBC (Asia), and if exercised by ICBC (Asia), will have to be exercised in full. The company has waived its right to purchase the option interest if the option is exercised by ICBC (Asia). The capital contribution agreement and the option deed were approved by independent shareholders at an extraordinary general meeting held on 15 July 2008.
- (c) On 9 July 2007, the company entered into a 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, conditional upon completion, to grant the right to ICBC (Asia) at nil consideration to acquire from CIHC an 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 this Option Interest if the Option is exercised by ICBC (Asia).

22 重大關連人士交易 (續)

- (b) 二零零八年六月三十日，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合共人民幣270,000,000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4,540,000元，本公司則將增資人民幣265,460,000元。工銀(亞洲)已決定不參與增資。太平保險為本公司聯繫公司，本公司於增資前持有其40.025%股權。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42.020%、50.050%及7.930%股權之權益。二零零八年六月三十日，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，於期權契據日期起計六個月內或各訂約方根據期權契據條款可能延後之較後日期，向中保控股收購太平保險經增資擴大後約1.647%之股權，代價為人民幣25,858,900元。期權將可由工銀(亞洲)選擇行使，而一經工銀(亞洲)行使，則須全數行使。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。增資協議及期權契據已於二零零八年七月十五日舉行之股東特別大會上，獲得獨立股東批准。
- (c) 於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。期權將可由工銀(亞洲)選擇行使。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。

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 (Continued)

The group operates in an economic environment in which enterprises directly or indirectly owned or controlled by the PRC government through its numerous authorities, affiliates or other organisations (collectively “State-Owned Entities”) are highly active and influential. During the period, the group had transactions with State-Owned Entities including but not limited to the sales of insurance policies and banking related 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 the directors of the company only.

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 an 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, which is the core market 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 operates its life insurance business in 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 regards 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.

22 重大關連人士交易 (續)

本集團正處於一個以高度活躍及具影響力的國家控制實體之經濟制度下營運，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、附屬機構或其他機構直接或間接擁有的（統稱為「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及銀行相關服務之交易，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士交易，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。

23 保險及財務風險管理

(a) 承保策略

再保險

本集團的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，包括財產損毀、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再保險服務。

人壽保險

本集團人壽保險業務營運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。

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)

(b) Reinsurance strategy

Reinsurance

The group purchases reinsurance protections in order to increase its underwriting capacity, to diversify its risk exposure and to optimize 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 each respective reinsurer's 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 creditworthiness 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.

(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 which 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, while 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 its 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)

(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、分散風險及優化自留風險，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每家再保險公司各自的聲譽及信用水平。

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。

(c) 資產與負債配對

再保險

本集團管理風險的主要範疇之一在於資產與負債的現金流動配對時間。

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久期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，本集團未能投資於久期足以配對其壽險負債的資產。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久期。本集團密切監督資產與負債的久期差距，定期進行其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，將所得款項滾存入較長期定息債務投資；
- 出售部份短期定息債務投資，尤其是收益率較低者，將收益滾存入較長期定息債務投資；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)

23 保險及財務風險管理 (續)

(d) Financial risk

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

There is no significant change in the group's exposures to risk and how they arise, nor the group's objectives, policies and processes for managing each of 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.

(a) 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 risk to the group on these reserves for reinsurance contracts and investments is 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 modeled and reviewed periodically. Fixed rate debt investments (other than those held for unit-linked insurance contracts), are mostly classified as held-to-maturity and available-for-sale. Most of the group's fixed rate debt investments which are designated at fair value through profit or loss are held for unit-linked insurance contracts; consequently the group's profit is not very sensitive to any change in value of these debt investments arising from interest rate changes. The group, however, is exposed to interest rate risk on the guaranteed component of its universal life products.

(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、信用風險及流動資金風險。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。

不論本集團承受的風險及該些風險如何產生或本集團就管理上述每一項風險的目標、政策及過程，皆沒有重大改變。

(i) 市場風險

市場風險乃指因利率、股本價格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。

(a) 利率風險

再保險

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

人壽保險

本集團就壽險合約及其定息債務投資組合的儲備須承擔利率風險。本集團透過定期審核其資產及負債情況監控該風險。就本集團投資組合而言，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核。定息債務投資（持有作投資連結保險合約除外）大部份被歸類為持有至到期日及可供出售。本集團大部份的定息債務投資並歸類為以損益反映公允價值者都是為持有作投資連結保險合約，因而這些債務投資因利率變化的價格變動對本集團的溢利影響不顯著。但本集團需就其萬能壽險產品的擔保部份承擔利率風險。

NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT (Continued)

未經審核中期財務報告的附註 (續)

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23 INSURANCE AND FINANCIAL RISK MANAGEMENT (Continued)

(d) Financial risk (Continued)

(i) Market risk (Continued)

(b) 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.

Reinsurance

In respect of the reinsurance business, at 30 June 2008, the equity securities were carried at a fair value of \$644.01 million (31 December 2007: \$638.93 million), representing 1.1% (31 December 2007: 1.3%) of the total investments held by the group.

Life insurance

In respect of the life insurance business, at 30 June 2008, the equity securities and equity investment funds excluding assets held for unit-linked insurance contracts were carried at a fair value of \$4,035.60 million (31 December 2007: \$7,206.37 million), representing 7.7% (31 December 2007: 15.6%) of the total investments held by the group excluding assets held for unit-linked insurance contracts.

Because certain portions of the equity investments are held for life insurance contracts with participation features, the group is not very sensitive to equity price change.

23 保險及財務風險管理 (續)

(d) 財務風險 (續)

(i) 市場風險 (續)

(b) 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。

再保險

就再保險業務而言，於二零零八年六月三十日，股本證券以公允價值6.4401億元（二零零七年十二月三十一日：6.3893億元）列賬，佔本集團總投資額的1.1%（二零零七年十二月三十一日：1.3%）。

人壽保險

就人壽保險業務而言，於二零零八年六月三十日，股本證券及股本投資基金不包括為投資連結保險合約而持有的資產以公允價值40.3560億元（二零零七年十二月三十一日：72.0637億元）列賬，佔本集團不包括為投資連結保險合約而持有的資產的總投資額7.7%（二零零七年十二月三十一日：15.6%）。

因為股本投資一部份是為分紅壽險合約而持有，所以本集團受股本價格變動影響不顯著。

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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23 INSURANCE AND FINANCIAL RISK MANAGEMENT (Continued)

23 保險及財務風險管理 (續)

(d) Financial risk (Continued)

(i) Market risk (Continued)

(c) Foreign exchange risk

Reinsurance

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

Life insurance

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

(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.

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 evaluation 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 debt securities, the group generally restricts investments in debt securities with credit ratings of below investment grade, i.e. lower than BBB, except for certain sovereign rated securities.

(d) 財務風險 (續)

(i) 市場風險 (續)

(c) 外匯風險

再保險

就再保險業務而言，保費主要以港幣及美元計值，同時亦以多種緊隨美元匯率變動的外幣計值。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。

人壽保險

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。

(ii) 信用風險

信用風險是指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。

再保險

本集團主要會承受的信用風險與再保險債務人及債務證券有關。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估值、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。為降低與債務證券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(即低於BBB)的債務證券的投資，但部份主權評級證券除外。

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 (Continued)

Life insurance

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

In assessing the need for impairment allowances, management considers factors such as credit quality, portfolio size, concentrations, and economic factors.

The carrying amount of the financial assets set out in the consolidated balance sheet after deducting any impairment allowance represents the maximum exposure to credit risk at the balance sheet date.

(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 minimize 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 dealing with unexpected large funding requirements and to maintain a contingency plan to be enacted should there be a company specific crisis.

23 保險及財務風險管理 (續)

(d) 財務風險 (續)

(ii) 信用風險 (續)

人壽保險

本集團主要會遭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受到嚴密監測，投資組合及投資選擇隨時調整。

在評定減值準備的需要時，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。

列於綜合資產負債表的金融資產的賬面值減去任何減值準備，代表在資產負債表日的最高信貸風險。

(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，以確保本集團滿足正常財務需求及備存充裕的高質素流動資產，將可能產生的流動資金危機降至最低。

除流動資金管理及監管遵從外，本集團通常會留存適度的流動資金緩衝額作為應對意外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。

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

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.

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 insignificant.

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 2006. The directors consider that the group has a strong legal base to support its tax position. As such, no provision for a potential tax exposure of approximately \$33,700,000 (31 December 2007: \$31,600,000) was made as of 30 June 2008.

Save as herein disclosed and other than those incurred in the normal course of the group's insurance businesses, there was no outstanding litigation nor any other contingent liabilities as of 30 June 2008.

25 POST BALANCE SHEET EVENT

Reference is made to the note 22(b) of the interim financial report. The capital contribution agreement and the option deed were completed on 15 July 2008. Immediately after the completion, TPI will become a non-wholly-owned subsidiary of the company and will be accounted for on a consolidation basis.

23 保險及財務風險管理 (續)

(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。

本集團根據香港公認會計準則來計算本集團人壽保險業務之儲備。每年的準備金是以符合現實的死亡率、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一般而言微不足道。

24 或然負債

本集團收到香港稅務局的詢問，關於一部份離岸投資收入於一九九九年至二零零六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，於二零零八年六月三十日本集團毋需就約33,700,000元(二零零七年十二月三十一日：31,600,000元)的潛在稅務風險計提準備。

除本報告所披露者及在本集團日常保險業務中產生的訴訟外，於二零零八年六月三十日，本集團概無任何未決訴訟或或然負債。

25 資產負債表日後事件

茲提述載於本中期財務報告附註22(b)，增資協議及期權契據已於二零零八年七月十五日完成。緊隨完成後，太平保險將成為本公司非全資附屬公司，並以綜合基準合併在本公司賬目內。