

**CHINA LIFE INSURANCE COMPANY LIMITED**

**CONSOLIDATED PROFIT AND LOSS ACCOUNT  
FOR THE YEAR ENDED 31 DECEMBER 2003**

	<b>2003</b>	<b>2002</b>
	<b>RMB million</b>	<b>RMB million</b>
<b>REVENUES</b>		
Gross written premiums and policy fees	69,334	68,769
Less: premiums ceded to reinsurers	(1,571)	(1,869)
Net written premiums and policy fees	67,763	66,900
Net change in unearned premium reserves	(547)	(476)
Net premiums earned and policy fees	67,216	66,424
Net investment income	9,825	8,347
Net realised gain on investments	868	266
Net unrealised gain/(loss) on trading securities	247	(1,067)
Other income	727	338
<b>Total revenues</b>	<b>78,883</b>	<b>74,308</b>
<b>BENEFITS, CLAIMS AND EXPENSES</b>		
Insurance benefits and claims		
Life insurance death and other benefits	(8,570)	(7,010)
Accident and health claims and claim adjustment expenses	(4,882)	(4,053)
Increase in future life policyholder benefits	(43,084)	(45,374)
Interest credited to policyholder contract deposits	(7,260)	(7,095)
Policyholder dividends and participation in profits	(1,207)	(641)
Amortisation of deferred policy acquisition costs	(5,023)	(3,832)
Underwriting and policy acquisition costs	(1,294)	(1,661)
Administrative expenses	(6,862)	(6,162)
Other operating expenses	(872)	(634)
Interest expense on bank borrowings	(7)	(7)
Statutory insurance levy	(85)	(73)
<b>Total benefits, claims and expenses</b>	<b>(79,146)</b>	<b>(76,542)</b>
<b>Income before income tax expenses and minority interests</b>	<b>(263)</b>	<b>(2,234)</b>
Income tax expenses	(1,180)	(14)
<b>Loss before minority interests</b>	<b>(1,443)</b>	<b>(2,248)</b>
Minority interests	15	(2)
<b>Loss attributable to shareholders</b>	<b>(1,428)</b>	<b>(2,250)</b>
<b>Dividends</b>	<b>RMB</b>	<b>RMB</b>
<b>Basic and diluted Loss per share</b>	<b>RMB (0.07)</b>	<b>RMB (0.11)</b>

