

CHINA LIFE INSURANCE COMPANY LIMITED

**CONSOLIDATED PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 DECEMBER 2007**

	2007	2006
	RMB million	RMB million
REVENUES		
Gross written premiums and policy fees	111,886	99,417
Less: premiums ceded to reinsurers	(85)	(140)
Net written premiums and policy fees	111,801	99,277
Net change in unearned premium reserves	(397)	(430)
Net premiums earned and policy fees	111,404	98,847
Net investment income	44,020	24,942
Net realized gains/ losses on financial assets	15,385	1,595
Net fair value gains on assets at fair value through income(held-for-trading)	18,843	20,044
Other income	1,720	1,883
Total revenues	191,372	147,311
BENEFITS, CLAIMS AND EXPENSES		
Insurance benefits and claims		
Life insurance death and other benefits	(17,430)	(10,797)
Accident and health claims and claim adjustment expenses	(6,343)	(6,999)
Increase in long-term traditional insurance contracts liabilities	(45,334)	(44,238)
Interest credited to long-term investment type insurance contracts liabilities	(7,181)	(6,386)
Interest credited to investment contracts	(1,138)	(996)
Increase in deferred income	(9,859)	(11,067)
Policyholder dividends resulting from participation in profits	(29,251)	(17,617)
Amortisation of deferred policy acquisition costs	(13,461)	(10,259)
Underwriting and policy acquisition costs	(2,725)	(2,415)
Administrative expenses	(11,798)	(9,339)
Other operating expenses	(1,651)	(859)
Statutory insurance fund	(219)	(194)
Total benefits, claims and expenses	(146,390)	(121,706)
Share of results of associates	409	
Net profits before income tax expenses	45,391	25,605
Income tax expenses	(6,331)	(5,554)

Net Profit	39,060	20,051
Attributable to:		
Shareholders of the Company	38,879	19,956
Minority interests	181	95
Basic and diluted earnings/(losses) per share	RMB1.38	RMB 0.75
Dividends	11,871	3,957