

# Consolidated Income Statement

For the year ended 31 December 2007

	Notes	2007		2006	
		\$million	Excluding acquisitions \$million	Acquisitions \$million	Total \$million
<b>Interest income</b>	3	<b>16,176</b>	12,810	177	12,987
Interest expense	4	<b>(9,911)</b>	(7,576)	(83)	(7,659)
<b>Net interest income</b>		<b>6,265</b>	5,234	94	5,328
Fees and commission income	5	<b>3,189</b>	2,232	43	2,275
Fees and commission expense	5	<b>(528)</b>	(392)	(2)	(394)
Net trading income	6	<b>1,261</b>	914	6	920
Other operating income	7	<b>880</b>	485	6	491
		<b>4,802</b>	3,239	53	3,292
<b>Operating income</b>		<b>11,067</b>	8,473	147	8,620
Staff costs	8	<b>(3,949)</b>	(2,873)	(40)	(2,913)
Premises costs	8	<b>(592)</b>	(439)	(5)	(444)
General administrative expenses	8	<b>(1,329)</b>	(1,144)	(27)	(1,171)
Depreciation and amortisation	9	<b>(345)</b>	(249)	(19)	(268)
<b>Operating expenses</b>		<b>(6,215)</b>	(4,705)	(91)	(4,796)
<b>Operating profit before impairment losses and taxation</b>		<b>4,852</b>	3,768	56	3,824
Impairment losses on loans and advances and other credit risk provisions	20	<b>(761)</b>	(611)	(18)	(629)
Other impairment	10	<b>(57)</b>	(15)	–	(15)
Profit/(loss) from associates	23	<b>1</b>	(2)	–	(2)
<b>Profit before taxation</b>		<b>4,035</b>	3,140	38	3,178
Taxation	11	<b>(1,046)</b>	(812)	(12)	(824)
<b>Profit for the year</b>		<b>2,989</b>	2,328	26	2,354
Profit attributable to:					
Minority interests	40	<b>148</b>	75	1	76
Parent company shareholders		<b>2,841</b>	2,253	25	2,278
<b>Profit for the year</b>		<b>2,989</b>	2,328	26	2,354
<b>Basic earnings per ordinary share</b>	13	<b>201.1c</b>			169.0c
<b>Diluted earnings per ordinary share</b>	13	<b>198.7c</b>			167.0c