

Consolidated income statement

Year ended 31 December 2009	Note	2009 £m	2008 £m
Gross premiums earned		20,299	18,993
Outward reinsurance premiums		(323)	(204)
Earned premiums, net of reinsurance	F2	19,976	18,789
Investment return	F2	26,889	(30,202)
Other income	F2	1,234	1,146
Total revenue, net of reinsurance	F1,F2	48,099	(10,267)
Benefits and claims		(39,901)	4,620
Outward reinsurers' share of benefits and claims		265	389
Movement in unallocated surplus of with-profits funds	H12	(1,559)	5,815
Benefits and claims and movements in unallocated surplus of with-profits funds, net of reinsurance		(41,195)	10,824
Acquisition costs and other operating expenditure	F3	(4,572)	(2,459)
Finance costs: interest on core structural borrowings of shareholder-financed operations	F4	(209)	(172)
Loss on sale of Taiwan agency business	II	(559)	–
Total charges, net of reinsurance	F1	(46,535)	8,193
Profit (loss) before tax (<i>being tax attributable to shareholders' and policyholders' returns</i>)*		1,564	(2,074)
Tax (charge) credit attributable to policyholders' returns		(818)	1,624
Profit (loss) before tax attributable to shareholders	B1	746	(450)
Tax (charge) credit	F5	(873)	1,683
Less: tax attributable to policyholders' returns		818	(1,624)
Tax (charge) credit attributable to shareholders' returns	F5	(55)	59
Profit (loss) from continuing operations after tax		691	(391)
Discontinued operations (net of tax)	I9	(14)	–
Profit (loss) for the year		677	(391)
Attributable to:			
Equity holders of the Company		676	(396)
Minority interests		1	5
Profit (loss) for the year		677	(391)
Earnings per share (in pence)			
Basic:			
Based on profit (loss) from continuing operations attributable to the equity holders of the Company	B2	27.6p	(16.0)p
Based on loss from discontinued operations attributable to the equity holders of the Company	B2	(0.6)p	–
		27.0p	(16.0)p
Diluted:			
Based on profit (loss) from continuing operations attributable to the equity holders of the Company	B2	27.6p	(16.0)p
Based on loss from discontinued operations attributable to the equity holders of the Company	B2	(0.6)p	–
		27.0p	(16.0)p

* This measure is the formal profit (loss) before tax measure under IFRS but is not the result attributable to shareholders.