

## Consolidated statement of comprehensive income

| Year ended 31 December  | Note         | 2012 £m | 2011* £m |
|---|--------------|---------|----------|
| <b>Profit for the year</b>  |              | 2,197   | 1,419    |
| <b>Other comprehensive income:</b>  |              |         |          |
| Exchange movements on foreign operations and net investment hedges:                                       |              |         |          |
| Exchange movements arising during the year  | <b>B4</b>    | (214)   | (37)     |
| Related tax   |              | (2)     | (68)     |
|   |              | (216)   | (105)    |
| Unrealised valuation movements on securities of US insurance operations classified as available-for-sale: |              |         |          |
| Unrealised holding gains arising during the year  | <b>D3(a)</b> | 930     | 912      |
| Deduct net gains included in the income statement on disposal and impairment                              |              | (68)    | (101)    |
| Total   |              | 862     | 811      |
| Related change in amortisation of deferred acquisition costs  | <b>H1(b)</b> | (270)   | (275)    |
| Related tax   |              | (205)   | (187)    |
|   |              | 387     | 349      |
| <b>Other comprehensive income for the year, net of related tax</b>  |              | 171     | 244      |
| <b>Total comprehensive income for the year</b>  |              | 2,368   | 1,663    |
| Attributable to:  |              |         |          |
| Equity holders of the Company   |              | 2,368   | 1,659    |
| Non-controlling interests   |              | –       | 4        |
| <b>Total comprehensive income for the year</b>  |              | 2,368   | 1,663    |

\* The Group has adopted updated US GAAP requirements for deferred acquisition costs as an improvement to its accounting policy under IFRS 4 for those operations of the Group which measure insurance assets and liabilities substantially by reference to US GAAP principles. Accordingly, the 2011 comparative results and related notes have been adjusted from those previously published for the retrospective application of the change as if the new accounting policy had always applied, as described in note A5.