

Consolidated income statements

in USD millions, for the years ended December 31	Notes	2006	2005
Revenues			
Gross written premiums and policy fees	30	46,465	46,797
Less premiums ceded to reinsurers	30	(5,811)	(6,377)
Net written premiums and policy fees	30	40,654	40,420
Net change in reserves for unearned premiums	10	(145)	37
Net earned premiums and policy fees	30	40,509	40,457
Farmers management fees	14	2,133	2,058
Net investment income	7	10,283	9,765
Net capital gains on investments and impairments	7	10,739	13,382
Net loss on divestments of businesses	4	(43)	(2)
Other income		1,379	1,526
Total revenues		65,000	67,186
Benefits, losses and expenses			
Insurance benefits and losses, gross of reinsurance	10	33,874	38,261
Less ceded insurance benefits and losses	10	(3,668)	(5,842)
Insurance benefits and losses, net of reinsurance	10	30,206	32,419
Policyholder dividends and participation in profits	10	12,906	14,432
Underwriting and policy acquisition costs, net of reinsurance	10	6,982	7,253
Administrative and other operating expense		6,393	5,860
Amortization and impairments of intangible assets	20	257	254
Interest expense on debt	22	608	446
Interest credited to policyholders and other interest		915	1,056
Total benefits, losses and expenses		58,267	61,720
Net income before income taxes		6,733	5,466
Income tax expense	18	(2,108)	(2,136)
Net income after taxes		4,625	3,330
Net income attributable to minority interests		(98)	(116)
Net income attributable to shareholders		4,527	3,214
in USD			
Basic earnings per share	23	31.07	22.04
Diluted earnings per share	23	30.89	21.80
in CHF			
Basic earnings per share	23	38.93	27.41
Diluted earnings per share	23	38.71	27.11

The notes to the consolidated financial statements are an integral part of these consolidated financial statements.