

Consolidated statement of total recognised gains and losses

For the six months ended 30 June 2004

Page		6 months 2004 £m	Restated* 6 months 2003 £m	Full year 2003 £m
21	Profit for the financial period	224	501	949
	Foreign exchange (losses)/gains	(208)	350	329
	Total recognised gains arising in the period	16	851	1,278

* Restated for the effect of a change in accounting policy in respect of internally-generated additional value of in-force long-term business no longer recognised. Further details are set out on page 25.

Reconciliation of movements in consolidated shareholders' funds

For the six months ended 30 June 2004

Page		6 months 2004 £m	Restated* 6 months 2003 £m	Full year 2003 £m
	Shareholders' funds at the beginning of the period			
	As originally reported	6,554	9,669	5,836
	Prior year adjustment	–	(3,833)	–
		6,554	5,836	5,836
29	Total recognised gains arising in the period	16	851	1,278
	Dividends	(220)	(212)	(562)
	Increase in share capital	23	1	2
	Movement in treasury shares	1	–	–
	Goodwill written back and other movements	3	–	–
	Shareholders' funds at the end of the period	6,377	6,476	6,554

* Restated for the effect of changes in accounting policies in respect of internally-generated additional value of in-force long-term business no longer recognised and the treatment of shares held by employee trusts as a deduction from shareholders' funds. Further details are set out on page 25.