

ADDITIONAL INFORMATION

Directors' interests

As at 30 June 2001 the interests of the Directors in securities of the Bank and its associated corporations disclosed in accordance with the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited ("the Listing Rules") were detailed below.

	Personal Interests	Family Interests	Corporate Interests	Other Interests	Total Interests
Number of Ordinary Shares of HK\$5 each in the Bank					
The Honourable Lee Quo-Wei	1,091,516	1,094,783	350,990 ⁽¹⁾	158,152 ⁽²⁾	2,695,441
Mr D G Eldon	300	-	-	-	300
Mr John C C Chan	-	-	-	1,000 ⁽³⁾	1,000
Dr Ho Tim	3,480,252	-	-	-	3,480,252
Dr H C Lee	26,325	-	-	-	26,325
Mr Roger K H Luk	1,983	-	-	-	1,983
Mr W K Mok	1,625	-	-	-	1,625
Number of Ordinary Shares of US\$0.50 each in HSBC Holdings plc					
The Honourable Lee Quo-Wei	1,662,015	1,244,556	72,167 ⁽¹⁾	1,654,878 ⁽²⁾	4,633,616
Mr D G Eldon	-	13,419	-	-	13,419
Mr Vincent H C Cheng	23,670	47,632	-	-	71,302
Mr John C C Chan	14,283	-	-	3,000 ⁽³⁾	17,283
Dr Ho Tim	102,687	-	-	-	102,687
Mr Jenkin Hui	8,813	24,342	976,424 ⁽⁴⁾	-	1,009,579
Dr H C Lee	38,086	-	-	-	38,086
Dr the Hon Eric K C Li	-	18,132	79,622 ⁽⁵⁾	-	97,754
Mr Roger K H Luk	48,088	-	-	-	48,088
Mr Raymond C F Or	57,270	29,180	-	-	86,450
Mr S C Penney	10,719	-	-	-	10,719

Notes:

- (1) *The Honourable and Mrs Lee Quo-Wei together were entitled to control no less than one-third of the voting power at general meetings of a private company which beneficially held all of those shares referred to above as his corporate interests.*
- (2) *1,593,122 shares in HSBC Holdings plc were held by a charitable foundation which is exempt from tax under section 88 of the Inland Revenue Ordinance and of which The Honourable and Mrs Lee Quo-Wei were members of the Board of Trustees. 158,152 shares in the Bank and 61,756 shares in HSBC*

Holdings plc were held by two trusts of which Mrs Lee was one of the two trustees. Neither The Honourable Lee Quo-Wei nor Mrs Lee was a beneficiary of the shareholdings mentioned in this note.

- (3) *1,000 shares in the Bank and 3,000 shares in HSBC Holdings plc were held by a trust of which Mr and Mrs John C C Chan were beneficiaries.*
- (4) *Mr Jenkin Hui was entitled to control no less than one-third of the voting power at general meetings of a private company which beneficially held all of those shares referred to above as his corporate interests.*
- (5) *Dr the Hon Eric K C Li was entitled to control no less than one-third of the voting power at general meetings of a private company which beneficially held all of those shares referred to above as his corporate interests.*

At 30 June 2001, The Honourable Lee Quo-Wei had a family interest in HK\$2,500,000 Subordinated Collared Floating Rate Notes 2003 issued by The Hongkong and Shanghai Banking Corporation Limited.

At 30 June 2001, the undermentioned Directors held options to acquire the number of ordinary shares of US\$0.50 each in HSBC Holdings plc set against their respective names. These options were granted for nil consideration by HSBC Holdings plc.

	Options held at 30 June 2001	Options exercised		Exercise price per share in pence	Date granted	Exercisable from	Exercisable until
		Options during the first half of the year (ordinary shares of US\$0.50 each)					
Mr D G Eldon	36,000	-	217.27	7 Mar 1995	7 Mar 1998	7 Mar 2005	
	40,500	-	333.34	1 Apr 1996	1 Apr 1999	1 Apr 2006	
Mr Vincent H C Cheng	1,875	-	539.80	1 Apr 1999	1 Aug 2004	31 Jan 2005	
	1,119	-	602.99	10 Apr 2000	1 Aug 2005	31 Jan 2006	
Mr Roger K H Luk	1,248	-	539.80	1 Apr 1999	1 Aug 2004	31 Jan 2005	
	1,679	-	602.99	10 Apr 2000	1 Aug 2005	31 Jan 2006	
Mr W K Mok	3,126	-	539.80	1 Apr 1999	1 Aug 2004	31 Jan 2005	
Mr Raymond C F Or	-	21,000 ⁽¹⁾	333.34	1 Apr 1996	1 Apr 1999	1 Apr 2006	
	-	21,000 ⁽¹⁾	501.60	24 Mar 1997	24 Mar 2000	24 Mar 2007	
	21,000	-	627.67	16 Mar 1998	16 Mar 2001	16 Mar 2008	
	1,875	-	539.80	1 Apr 1999	1 Aug 2004	31 Jan 2005	
	1,119	-	602.99	10 Apr 2000	1 Aug 2005	31 Jan 2006	

	Options held at 30 June 2001	Options exercised during the first half of the year (ordinary shares of US\$0.50 each)		Exercise price per share in pence	Date granted	Exercisable from	Exercisable until
Mr S C Penney	18,000	-	217.27		7 Mar 1995	7 Mar 1998	7 Mar 2005
	21,000	-	333.34		1 Apr 1996	1 Apr 1999	1 Apr 2006
	22,500	-	501.60		24 Mar 1997	24 Mar 2000	24 Mar 2007
	20,250	-	627.67		16 Mar 1998	16 Mar 2001	16 Mar 2008
	1,875	-	539.80		1 Apr 1999	1 Aug 2004	31 Jan 2005
	1,119	-	602.99		10 Apr 2000	1 Aug 2005	31 Jan 2006

Notes:

(1) As at the date of exercise, 14 March 2001, the market value per share was 822p.

At 30 June 2001, there were conditional awards of shares under the HSBC Holdings plc Restricted Share Plan made in favour of the undermentioned Directors for the number of ordinary shares of US\$0.50 each in HSBC Holdings plc set against their respective names:

Mr D G Eldon	147,263
Mr Vincent H C Cheng	74,693
Mr Roger K H Luk	33,774
Mr W K Mok	30,644
Mr Raymond C F Or	45,551
Mr S C Penney	32,124

No right to subscribe for equity or debt securities of the Bank has been granted by the Bank to, nor have any such rights been exercised by, any person during the half year ended 30 June 2001.

Substantial interests in share capital

At 30 June 2001, the register maintained by the Bank pursuant to the Securities (Disclosure of Interests) Ordinance recorded that the following corporations had interests (as defined in that Ordinance) in the Bank set opposite their respective names:

Name of Corporation	Number of Ordinary Shares of HK\$5 each in the Bank (Percentage of total)
The Hongkong and Shanghai Banking Corporation Limited	1,188,057,481 (62.14%)
HSBC Holdings BV	1,223,995,031 (64.02%)
HSBC Finance (Netherlands)	1,223,995,031 (64.02%)
HSBC Holdings plc	1,224,492,964 (64.05%)

Since The Hongkong and Shanghai Banking Corporation Limited is a wholly-owned subsidiary of HSBC Holdings BV, which is a wholly-owned subsidiary of HSBC Finance (Netherlands), which in turn is wholly-owned by HSBC

Holdings plc, The Hongkong and Shanghai Banking Corporation Limited's interests are recorded as the interests of HSBC Holdings BV, HSBC Finance (Netherlands) and HSBC Holdings plc.

The Directors regard HSBC Holdings plc to be the beneficial owner of 1,188,057,371 ordinary shares in the Bank (62.14%).

Purchase, sale or redemption of the Bank's listed securities

During the six months ended 30 June 2001, there was no purchase, sale or redemption by the Bank, or any of its subsidiaries, of the Bank's listed securities.

Code of best practice

None of the Directors is aware of information that would reasonably indicate that the Bank is not, or was not for any part of the accounting period for the first half of 2001, in compliance with the Code of Best Practice adopted by the Bank, which includes all the guidelines set out in Appendix 14 of the Listing Rules.

Recommendations on interim financial disclosure by authorised institutions incorporated in Hong Kong

The information in the interim report for the half year ended 30 June 2001 complies with the "Recommendations on Interim Financial Disclosure by Authorised Institutions Incorporated in Hong Kong" issued by the Hong Kong Monetary Authority in June 2001.

Hong Kong Statement of Standard Accounting Practice 25 "Interim Financial Reporting" ("HKSSAP 25")

The information in the interim report for the half year ended 30 June 2001 complies with HKSSAP 25.

Register of shareholders

The Register of Shareholders of the Bank will be closed on Monday, 27 August 2001 and Tuesday, 28 August 2001, during which no transfer of shares can be registered. In order to qualify for the first interim dividend, all transfers, accompanied by the relevant share certificates, must be lodged with the Bank's Registrars, Central Registration Hong Kong Limited, Shops 1712-1716, 17th Floor, Hopewell Centre, 183 Queen's Road East, Wanchai, Hong Kong, for registration not later than 4.00 pm on Friday, 24 August 2001. The first interim dividend will be payable on Tuesday, 4 September 2001 to shareholders on the Register of Shareholders of the Bank on Tuesday, 28 August 2001.

Copies of the interim report

Further copies of the interim report may be obtained from the Company Secretary Department, Hang Seng Bank Limited, Level 10, 83 Des Voeux Road Central, Hong Kong; or from Hang Seng Bank's website <http://www.hangseng.com>.