

FINANCIAL HIGHLIGHTS

	As restated ⁶		Change
	2003	2002	
	HK\$'m	HK\$'m	+ / (-) %
For the year			
Operating profit before provisions	11,595	12,089	(4.09)
Operating profit after provisions	9,924	9,234	7.47
Profit before taxation	8,691	8,068	7.72
Profit after taxation	8,102	6,914	17.18
Profit attributable to shareholders	7,963	6,787	17.33
	HK\$	HK\$	+ / (-) %
Per share			
Earnings per share	0.7532	0.6419	17.34
Dividends per share	0.5150	0.3980	29.40
	HK\$'m	HK\$'m	+ / (-) %
At year-end			
Shareholders' funds	60,261	56,671	6.33
Issued and fully paid share capital	52,864	52,864	–
Total assets	762,587	735,536	3.68
	%	%	
Financial ratios			
Return on average total assets ¹	1.08	0.94	
Return on average shareholders' funds ²	13.62	12.52	
Cost to income ratio	32.79	33.26	
Non-performing loan ratio	5.78	7.99	
Loan to deposit ratio ³	51.38	53.42	
Average liquidity ratio ⁴	37.76	41.17	
Capital adequacy ratio ⁵	15.11	13.99	

1. Return on average total assets = $\frac{\text{Profit after taxation}}{\text{Daily average balance of total assets}}$

2. Return on average shareholders' funds = $\frac{\text{Profit attributable to shareholders}}{\text{Average of the restated opening and closing balance of shareholders' funds}}$

3. Loan to deposit ratio is calculated as at year end.

4. Average liquidity ratio is calculated as the simple average of each calendar month's average liquidity ratio of BOCHK for the year.

5. Capital adequacy ratio is computed on the consolidated basis, which comprises the positions of BOCHK and certain subsidiaries specified by the HKMA for its regulatory purposes and in accordance with the Third Schedule of the Banking Ordinance. Prior year comparative has not been restated on adoption of SSAP 12 (revised) "Income taxes".

6. Certain figures for the year ended 2002 have been restated to reflect the adoption of SSAP 12 (revised) "Income taxes".