

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31 December 2003

29. MATURITY PROFILES

The maturity profiles of certain assets and liabilities of the Group and the Bank as at 31 December 2003 are analysed as follows:

	THE GROUP						
	Repayable on demand HK\$'000	Repayable within 3 months or less (except those repayable on demand) HK\$'000	Repayable after 3 months but within 1 year HK\$'000	Repayable after 1 year but within 5 years HK\$'000	Repayable after 5 years HK\$'000	Undated HK\$'000	Total HK\$'000
Assets							
Cash and short-term funds	933,204	10,798,317	175,874	74,499	19,994	-	12,001,888
Placements with banks and other financial institutions	-	1,116,125	127,646	-	-	-	1,243,771
Advances to banks and other financial institutions	-	2,633	41,760	13,976	-	-	58,369
Advances to customers	1,989,555	2,992,788	2,919,657	6,890,735	4,509,465	883,065	20,185,265
Debt securities included in:							
- trading securities	120,572	51,138	41,043	7,822	-	-	220,575
- held-to-maturity securities	-	95,084	235,497	2,655,493	118,487	-	3,104,561
	120,572	146,222	276,540	2,663,315	118,487	-	3,325,136
Certificates of deposit held	-	73,284	504,519	714,604	-	-	1,292,407
Liabilities							
Deposits and balances of banks and other financial institutions	38,070	997,322	-	-	-	-	1,035,392
Deposits from customers	9,680,090	20,670,640	1,916,230	324,630	-	-	32,591,590

	THE BANK						
	Repayable on demand HK\$'000	Repayable within 3 months or less (except those repayable on demand) HK\$'000	Repayable after 3 months but within 1 year HK\$'000	Repayable after 1 year but within 5 years HK\$'000	Repayable after 5 years HK\$'000	Undated HK\$'000	Total HK\$'000
Assets							
Cash and short-term funds	933,204	10,798,317	175,874	74,499	19,994	-	12,001,888
Placements with banks and other financial institutions	-	1,116,125	127,646	-	-	-	1,243,771
Advances to banks and other financial institutions	-	2,633	41,760	13,976	-	-	58,369
Advances to customers	1,989,555	2,991,232	2,916,379	6,886,424	4,507,787	882,120	20,173,497
Debt securities included in:							
- trading securities	120,572	51,138	41,043	7,822	-	-	220,575
- held-to-maturity securities	-	95,084	235,497	2,655,493	118,487	-	3,104,561
	120,572	146,222	276,540	2,663,315	118,487	-	3,325,136
Certificates of deposit held	-	73,284	504,519	714,604	-	-	1,292,407
Liabilities							
Deposits and balances of banks and other financial institutions	38,070	997,322	-	-	-	-	1,035,392
Deposits from customers	9,678,406	20,656,006	1,915,143	324,630	-	-	32,574,185

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31 December 2003

29. MATURITY PROFILES - continued

The maturity profile of certain assets and liabilities of the Group and the Bank as at 31 December 2002 are analysed as follows:

	THE GROUP						
	Repayable on demand HK\$'000	Repayable within 3 months or less (except those repayable on demand) HK\$'000	Repayable after 3 months but within 1 year HK\$'000	Repayable after 1 year but within 5 years HK\$'000	Repayable after 5 years HK\$'000	Undated HK\$'000	Total HK\$'000
Assets							
Cash and short-term funds	668,318	11,333,514	117,263	239,452	29,937	-	12,388,484
Placements with banks and other financial institutions	-	1,982,395	241,070	-	-	-	2,223,465
Advances to banks and other financial institutions	-	44,961	-	-	-	14,038	58,999
Advances to customers	2,542,913	3,226,712	2,032,931	6,493,420	4,606,342	748,217	19,650,535
Debt securities included in:							
- trading securities	42,390	44,052	76,382	22,836	-	-	185,660
- held-to-maturity securities	-	4,227	246,862	1,253,365	52,690	-	1,557,144
	42,390	48,279	323,244	1,276,201	52,690	-	1,742,804
Certificates of deposit held	-	42,435	383,220	912,113	-	-	1,337,768
Liabilities							
Deposits and balances of banks and other financial institutions	37,854	382,991	-	-	-	-	420,845
Deposits from customers	6,925,674	23,296,487	1,931,036	339,055	-	-	32,492,252
	THE BANK						
	Repayable on demand HK\$'000	Repayable within 3 months or less (except those repayable on demand) HK\$'000	Repayable after 3 months but within 1 year HK\$'000	Repayable after 1 year but within 5 years HK\$'000	Repayable after 5 years HK\$'000	Undated HK\$'000	Total HK\$'000
Assets							
Cash and short-term funds	454,787	11,333,514	114,245	239,452	29,937	-	12,171,935
Placements with banks and other financial institutions	-	1,982,395	241,070	-	-	-	2,223,465
Advances to banks and other financial institutions	-	44,961	-	-	-	14,038	58,999
Advances to customers	2,542,913	3,224,643	2,027,412	6,486,169	4,603,778	747,686	19,632,601
Debt securities included in:							
- trading securities	42,390	44,052	76,382	22,836	-	-	185,660
- held-to-maturity securities	-	4,227	246,862	1,253,365	52,690	-	1,557,144
	42,390	48,279	323,244	1,276,201	52,690	-	1,742,804
Certificates of deposit held	-	42,435	383,220	912,113	-	-	1,337,768
Liabilities							
Deposits and balances of banks and other financial institutions	37,854	382,991	-	-	-	-	420,845
Deposits from customers	6,924,142	23,277,113	1,927,188	339,055	-	-	32,467,498

30. RELATED PARTY TRANSACTIONS

During the year, the Group entered into the following transactions with related parties:

	Interest, commission and rental income		Interest and rental expenses	
	2003 HK\$'000	2002 HK\$'000	2003 HK\$'000	2002 HK\$'000
Investing enterprises having significant influence on the Bank and their subsidiaries	<u>8,214</u>	<u>16,460</u>	<u>13,430</u>	<u>12,472</u>
Associate and jointly controlled entities	<u>7,817</u>	<u>5,731</u>	<u>13,519</u>	<u>16,347</u>
Directors and their associates	<u>21,052</u>	<u>35,980</u>	<u>6,122</u>	<u>11,182</u>

The above transactions were carried out at market price.

As the balance sheet date, the Group had the following outstanding balances with related parties:

	Amounts owed by related parties		Amounts owed to related parties	
	2003 HK\$'000	2002 HK\$'000	2003 HK\$'000	2002 HK\$'000
Investing enterprises having significant influence on the Bank and their subsidiaries	<u>284,274</u>	<u>536,091</u>	<u>39,935</u>	<u>47,245</u>
Associate and jointly controlled entities	<u>432,008</u>	<u>398,978</u>	<u>231,061</u>	<u>172,841</u>
Directors and their associates	<u>688,347</u>	<u>853,022</u>	<u>538,381</u>	<u>556,618</u>

The above outstanding balances bear interest at rates similar to those made available to non-related parties.