

BALANCE SHEET

at 31 December 2005

(Expressed in millions of Hong Kong dollars)

	note	2005	2004 restated*
Assets			
Cash and balances with banks and other financial institutions	16	9,173	7,225
Placings with and advances to banks and other financial institutions	17	46,520	37,171
Trading assets	18	9,153	4,147
Financial assets designated at fair value	19	1,647	–
Derivative financial instruments		1,623	1,684
Advances to customers	20	215,110	198,790
Amounts due from subsidiaries		93,261	109,324
Financial investments	21	142,120	141,725
Investments in subsidiaries	22	2,104	2,004
Investments in associates	23	1,634	1,634
Investment properties	24	2,644	2,046
Premises, plant and equipment	25	4,798	4,013
Interest in leasehold land held for own use under operating lease	26	594	609
Intangible assets	27	71	17
Other assets	28	13,836	8,140
		544,288	518,529
Liabilities			
Current, savings and other deposit accounts	29	421,518	438,047
Deposits from banks		12,043	11,932
Trading liabilities	30	45,804	5,840
Financial liabilities designated at fair value	31	967	–
Derivative financial instruments		1,771	1,272
Certificates of deposit and other debt securities in issue	32	10,060	16,110
Amounts due to subsidiaries		1,433	1,136
Other liabilities	33	15,112	12,662
Deferred tax and current tax liabilities	35	1,303	1,232
Subordinated liabilities	36	3,511	–
		513,522	488,231
Capital Resources			
Share capital	37	9,559	9,559
Retained profits	38	15,562	14,660
Other reserves	38	2,012	2,446
Proposed dividends	13	3,633	3,633
Shareholders' funds		30,766	30,298
		544,288	518,529

Michael Smith *Chairman*

Raymond C F Or *Vice-Chairman and Chief Executive*

Marvin K T Cheung *Director*

C C Li *Secretary*

* Comparative figures have been restated to reflect the adoption of a number of new and revised Hong Kong Financial Reporting Standards and Hong Kong Accounting Standards, details of which are set out in note 4 "Changes in accounting policies".

The notes on pages 87 to 185 form part of these financial statements.