

# Five-year Financial Summary

The financial information of the Group for the last five years commencing from 1 January 2001 is summarised below:

	2005	2004	2003	2002	2001 <sup>1</sup>
For the year	HK\$'m	HK\$'m	HK\$'m	HK\$'m	HK\$'m
Operating profit before impairment/provisions on advances	12,166	10,352	11,595	12,089	13,162
Operating profit	14,811	11,980	9,924	9,234	5,750
Profit before taxation	16,368	14,252	8,691	8,068	3,733
Profit for the year	13,658	12,121	8,102	6,914	2,901
Profit attributable to the equity holders of the Company	13,494	11,963	7,963	6,787	2,768
<b>Per share</b>	<b>HK\$</b>	<b>HK\$</b>	<b>HK\$</b>	<b>HK\$</b>	<b>HK\$</b>
Earnings per share <sup>2</sup>	1.2763	1.1315	0.7532	0.6419	0.2618
<b>At year-end</b>	<b>HK\$'m</b>	<b>HK\$'m</b>	<b>HK\$'m</b>	<b>HK\$'m</b>	<b>HK\$'m</b>
Advances and other accounts	335,355	309,211	300,094	308,332	308,108
Total assets	822,105	796,776	762,587	735,536	766,140
Daily average balance of total assets	821,679	776,792	752,058	737,779	810,702
Deposits from customers	639,464	631,330	600,642	600,977	606,428
Total liabilities	741,372	727,016	701,170	677,751	712,904
Issued and fully paid share capital	52,864	52,864	52,864	52,864	52,864
Capital and reserves attributable to the equity holders of the Company	79,435	68,521	60,261	56,671	52,170
<b>Financial ratios</b>	<b>%</b>	<b>%</b>	<b>%</b>	<b>%</b>	<b>%</b>
Return on average total assets	1.66	1.56	1.08	0.94	0.36
Cost to income ratio	32.02	34.72	32.79	33.26	30.76
Gross impaired advances to customers as a percentage of gross advances to customers <sup>4</sup>	1.28	2.95	5.82	7.98	11.48
Loan to deposit ratio <sup>5</sup>	52.23	49.61	51.38	53.42	53.27

- The Company was incorporated on 12 September 2001 and acquired the entire equity interests in BOCHK on 30 September 2001. The Company subsequently became the holding company of BOCHK and its subsidiaries. The financial information of the Group for the year ended 2001 is prepared as if the group structure, capital structure and operations had been in existence from the beginning of the period presented.
- Pursuant to written resolutions of all the shareholders of the Company passed on 10 July 2002, the authorised and issued share capital of the Company, comprising 100,000,000,000 and 52,863,901,330 ordinary shares of HK\$1.00 each respectively, was consolidated and divided into 20,000,000,000 shares and 10,572,780,266 shares of HK\$5.00 each respectively. The amounts for the year ended 2001 had been restated to reflect this change.
- The financial information prior to 2002 had not been restated to reflect the adoption of SSAP 12 (revised) "Income taxes" as it was impracticable to quantify the allocation of deferred tax impact for the year ended 2001.
- The "Gross impaired advances to customers as a percentage of gross advances to customers" for the years ended 2001, 2002, 2003 and 2004 are calculated using the same basis as for the year ended 2005, except for the inclusion of effect of repossessed assets under HKFRS 5 in 2005.
- As at 31 December 2005, deposits from customers also include structured deposits reported as "Trading liabilities and other financial instruments at fair value through profit or loss".
- On 1 January 2005, a number of new and revised HKFRSs and HKASs came into effect. The resulting changes in accounting treatment and presentation of various profit and loss and balance sheet items may render certain comparative figures not strictly comparable.

