

## CONSOLIDATED BALANCE SHEET

unaudited

(Expressed in millions of Hong Kong dollars)	note	At 30 June 2006	At 30 June 2005	At 31 December 2005
<b>ASSETS</b>				
Cash and balances with banks and other financial institutions	15	<b>13,763</b>	7,816	9,201
Placings with and advances to banks and other financial institutions	16	<b>82,563</b>	65,982	69,286
Trading assets	17	<b>14,543</b>	13,812	12,600
Financial assets designated at fair value	18	<b>6,429</b>	3,743	6,027
Derivative financial instruments	33	<b>2,161</b>	1,552	1,715
Advances to customers	19	<b>266,505</b>	260,512	260,680
Financial investments	20	<b>211,955</b>	192,951	189,904
Investments in associates	21	<b>3,267</b>	2,449	2,929
Investment properties		<b>3,161</b>	3,913	4,273
Premises, plant and equipment		<b>6,553</b>	6,559	6,750
Interest in leasehold land held for own use under operating lease		<b>587</b>	601	594
Intangible assets	22	<b>1,857</b>	1,426	1,636
Other assets	23	<b>14,945</b>	10,917	15,225
		<b>628,289</b>	572,233	580,820
<b>LIABILITIES</b>				
Current, savings and other deposit accounts	24	<b>448,097</b>	430,395	430,995
Deposits from banks		<b>22,131</b>	34,753	12,043
Trading liabilities	25	<b>61,630</b>	24,358	45,804
Financial liabilities designated at fair value	28	<b>950</b>	995	967
Derivative financial instruments	33	<b>2,256</b>	1,857	1,792
Certificates of deposit and other debt securities in issue	26	<b>8,312</b>	11,158	10,023
Other liabilities	27	<b>10,821</b>	10,380	14,138
Liabilities to customers under investment contracts		<b>544</b>	542	561
Liabilities to customers under insurance contracts		<b>18,877</b>	11,558	15,335
Deferred tax and current tax liabilities		<b>2,668</b>	2,310	1,921
Subordinated liabilities	28	<b>7,005</b>	1,496	3,511
		<b>583,291</b>	529,802	537,090
<b>CAPITAL RESOURCES</b>				
Minority interests		<b>1,280</b>	931	1,159
Share capital		<b>9,559</b>	9,559	9,559
Retained profits		<b>28,627</b>	26,222	26,052
Other reserves		<b>3,429</b>	3,616	3,327
Proposed dividends		<b>2,103</b>	2,103	3,633
Shareholders' funds	29	<b>43,718</b>	41,500	42,571
		<b>44,998</b>	42,431	43,730
		<b>628,289</b>	572,233	580,820