# **Supplementary Information (Unaudited)**

# **Advances to customers by industry sectors**

2006		Group	
HK\$'000		Gross advances to customers	
Loans for use in Hong Kong Industrial, commercial and financial: Property development Property investment Property investment Financial concerns Telacommunication Telecommunication Tolecommunication Tolecommunication Transport and transport equipment Transport and transport equipment Tothers Tothers Telecommunication Transport and transport equipment Tothers			
Industrial, commercial and financial:  Property development  Property investment  Financial concerns  Stockbrokers  Telecommunication  Wholesale and retail trade  Manufacturing  Transport and transport equipment  Others  Individuals:  Loans for the purchase of flats in the  Home Ownership Scheme,  Private Sector Participation Scheme  and Tenants Purchase of other residential properties  Credit card advances  291,630  -1,770,464  56,674  74,066  -1,770,464  56,674  74,066  -1,770,464  56,674  74,066  -1,770,464  56,674  74,066  -1,770,464  56,674  74,066  -1,770,464  56,674  74,066  -1,770,464  56,674  74,066  -1,770,464  56,674  74,066  -1,770,464  56,674  74,066  -1,770,464  74,066  74,006  74,006  74,006  74,006  74,00		ΤΙΚΦ 000	Τπφ σσσ
Property development Property investment Prope	Loans for use in Hong Kong		
Property investment Financial concerns Financial co	Industrial, commercial and financial:		
Financial concerns Stockbrokers Gtockbrokers Telecommunication Telecommunication Tholesale and retail trade Transport and transport equipment Transport and transport equipment Tothers Tothers Tothers Tothers Transport and transport equipment Tothers Tother	Property development	291,630	_
Stockbrokers Telecommunication Telecommunication S1,578 Wholesale and retail trade I6,355 Manufacturing Transport and transport equipment Others Individuals: Loans for the purchase of flats in the Home Ownership Scheme, Private Sector Participation Scheme and Tenants Purchase of other residential properties Credit card advances  66,018  -  66,018 -  51,578 -  484,588 1,602  2,139,575 516,024  1,190,590 -  1,190,590 -  257,769 - 257,769 - 19,927	Property investment	1,770,464	56,674
Telecommunication  Wholesale and retail trade  Manufacturing  Transport and transport equipment  Others  Loans for the purchase of flats in the  Home Ownership Scheme,  Private Sector Participation Scheme  and Tenants Purchase of other residential properties  Credit card advances  51,578  -1,602  1,190,559  -1,190,590  -1,190,59	Financial concerns	74,066	_
Wholesale and retail trade  Manufacturing  Transport and transport equipment Others  Individuals:  Loans for the purchase of flats in the Home Ownership Scheme, Private Sector Participation Scheme and Tenants Purchase Scheme Loans for the purchase of other residential properties Credit card advances  16,355 1,602 484,588 1,602 1,190,590  -  2,139,575 516,024  1,190,590  -  257,769 - 257,769 - 2,676,947 19,927	Stockbrokers	66,018	_
Manufacturing Transport and transport equipment Others Others Individuals: Loans for the purchase of flats in the Home Ownership Scheme, Private Sector Participation Scheme and Tenants Purchase Scheme Loans for the purchase of other residential properties Credit card advances  1,602 2,139,575 516,024 1,190,590  - 257,769 - 257,769 - 2,676,947 19,927	Telecommunication	51,578	_
Transport and transport equipment  Others  Individuals:  Loans for the purchase of flats in the  Home Ownership Scheme,  Private Sector Participation Scheme  and Tenants Purchase Scheme  Loans for the purchase of other residential properties  Credit card advances  2,139,575 1,190,590  - 257,769 - 257,769 - 2,676,947 19,927	Wholesale and retail trade	16,355	_
Others Individuals: Loans for the purchase of flats in the Home Ownership Scheme, Private Sector Participation Scheme and Tenants Purchase Scheme Loans for the purchase of other residential properties Credit card advances  1,190,590  - 257,769 - 257,769 - 2,676,947 19,927	Manufacturing	484,588	1,602
Individuals:  Loans for the purchase of flats in the  Home Ownership Scheme,  Private Sector Participation Scheme  and Tenants Purchase Scheme  Loans for the purchase of other residential properties  Credit card advances  257,769  2,676,947  19,927	Transport and transport equipment	2,139,575	516,024
Loans for the purchase of flats in the Home Ownership Scheme, Private Sector Participation Scheme and Tenants Purchase Scheme Loans for the purchase of other residential properties Credit card advances  Loans for the purchase of other residential properties 257,769 2,676,947 19,927	Others	1,190,590	_
Home Ownership Scheme, Private Sector Participation Scheme and Tenants Purchase Scheme Loans for the purchase of other residential properties Credit card advances  257,769 2,676,947 19,927	Individuals:		
Private Sector Participation Scheme and Tenants Purchase Scheme Loans for the purchase of other residential properties Credit card advances  257,769 2,676,947 19,927	Loans for the purchase of flats in the		
and Tenants Purchase Scheme  Loans for the purchase of other residential properties  Credit card advances  257,769  2,676,947  19,927	Home Ownership Scheme,		
Loans for the purchase of other residential properties  Credit card advances  2,676,947  19,927  12,467	Private Sector Participation Scheme		
Credit card advances 12,467 -	and Tenants Purchase Scheme	257,769	-
	Loans for the purchase of other residential properties	2,676,947	19,927
Others <b>3,255,512</b> 2,911,121	Credit card advances	12,467	-
	Others	3,255,512	2,911,121
Trade finance 727,657 -	Trade finance	727,657	-
Loans for use outside Hong Kong 661,381 78,452	Loans for use outside Hong Kong	661,381	78,452
<b>13,676,597</b> 3,583,800		13,676,597	3,583,800

The advances to customers are classified by industry sectors based on the industry in which the loans granted were used. In those cases where loans cannot be classified with reasonable certainty, they are classified according to the known principal activity of the borrowers or by reference to the assets financed according to the loan documentation.

### **Supplementary Information (Unaudited)**

## **Cross-border claims**

The following table illustrates the geographical disclosure of the Group's cross-border claims by type of counterparties on which the ultimate risk lies, and is shown according to the location of the counterparties after taking into account the transfer of risk. An individual country or geographical area is reported if it constitutes 10% or more of the aggregate cross-border claims.

	Banks and other financial institutions HK\$'million	Public sector entities HK\$'million	Others HK\$'million	Total HK\$'million
As at 31 December 2006 (2005: Nil)  1. Asia Pacific excluding Hong Kong of which:	2,087	7	154	2,248
Australia	899	-	23	922
2. Western Europe	2,953	-	308	3,261

### **Currency risk**

Foreign currency exposures with a net position (regardless of sign) which constitutes 10% or more of the total net position in all foreign currencies of the Group are as follow:

	US Dollars In HK\$'million	Others In HK\$'million	Total In HK\$'million
As at 31 December 2006 (2005: Nil)			
Spot assets	3,762	1,332	5,094
Spot liabilities	(4,320)	(1,819)	(6,139)
Forward purchases	2,944	902	3,846
Forward sales	(2,319)	(205)	(2,524)
Net long position	67	210	277

Renminbi In HK\$'million 199

Net structural long position

#### **Supplementary Information (Unaudited)**

Capital adequacy and liquidity ratios		
	2006	2005
Capital adequacy ratio as at 31 December:		
Public Bank (Hong Kong)		
Unadjusted ratio	17.54%	-
Adjusted ratio	17.17%	_
Public Finance		
Unadjusted ratio:		
Before final dividend	38.79%	38.52%
After final dividend	34.44%	34.06%
Average liquidity ratio for the year:		
Public Bank (Hong Kong)	51.96%	_
Public Finance	64.95%	72.45%

The above unadjusted and adjusted capital adequacy ratio and average liquidity ratio for the year are computed in accordance with the Third Schedule and the Fourth Schedule of the Banking Ordinance respectively.

The unadjusted capital adequacy ratio of Public Bank (Hong Kong) is computed on a consolidated basis (including Public Investments Limited, Public Credit Limited and Public Bank (Nominees) Limited). The adjusted capital adequacy ratio which takes into account market risk is computed in accordance with the guidelines on "Maintenance of Adequate Capital Against Market Risks" under the Supervisory Policy Manuals issued by the HKMA and the subsidiaries included in the consolidated basis are the same as those included in the unadjusted capital adequacy ratio.

The unadjusted capital adequacy ratio of Public Finance is computed on a consolidated basis (including Public Securities Limited and Public Financial Limited). The adjusted capital adequacy ratio is not disclosed herein as the market risk arising from Public Finance's trading book is regarded as immaterial. Public Finance meets all of the de minimis exemption criteria for reporting market risk as set out in "Maintenance of Adequate Capital Against Market Risks" under the Supervisory Policy Manuals issued by the HKMA and has relied on such criteria in considering the materiality of market risk arising from its trading book.