

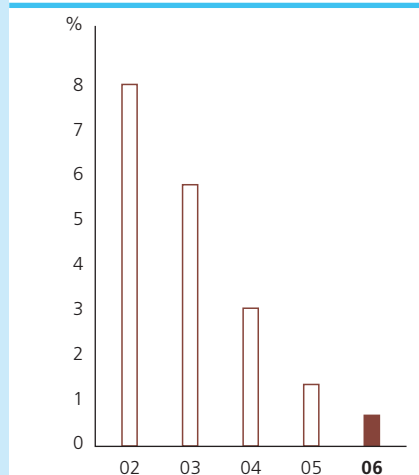
FIVE-YEAR FINANCIAL SUMMARY

The financial information of the Group for the last five years commencing 1 January 2002 is summarised below:

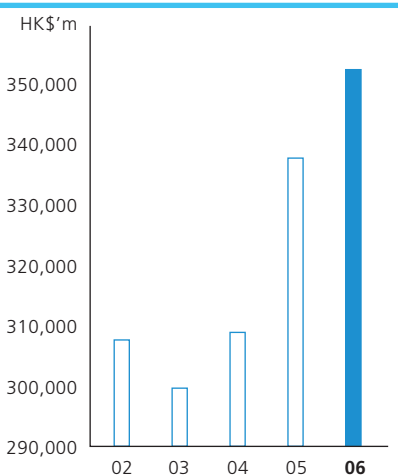
For the year	2006 HK\$'m	Restated 2005 HK\$'m	2004 ⁵ HK\$'m	2003 ⁵ HK\$'m	2002 ⁵ HK\$'m
Net operating income before loan impairment allowances	21,309	18,174	10,352	11,595	12,089
Operating profit	16,541	15,048	11,980	9,924	9,234
Profit before taxation	17,139	16,502	14,252	8,691	8,068
Profit for the year	14,284	13,856	12,121	8,102	6,914
Profit attributable to the equity holders of the Company	14,007	13,596	11,963	7,963	6,787
Per share	HK\$	HK\$	HK\$	HK\$	HK\$
Earnings per share	1.3248	1.2859	1.1315	0.7532	0.6419
At year-end	HK\$'m	HK\$'m	HK\$'m	HK\$'m	HK\$'m
Advances and other accounts	352,858	338,403	309,211	300,094	308,332
Total assets	928,953	831,002	796,776	762,587	735,536
Daily average balance of total assets	915,900	831,789	776,792	752,058	737,779
Deposits from customers ²	703,776	639,031	631,330	600,642	600,977
Total liabilities	842,313	749,289	727,016	701,170	677,751
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	84,655	79,935	68,521	60,261	56,671
Financial ratios	%	%	%	%	%
Return on average total assets	1.56	1.67	1.56	1.08	0.94
Cost to income ratio	30.78	31.75	34.72	32.79	33.26
Gross impaired advances to customers as a percentage of gross advances to customers	0.26	0.56	–	–	–
Gross classified advances to customers as a percentage of gross advances to customers ¹	0.57	1.28	2.95	5.82	7.98
Loan to deposit ratio ²	49.32	52.27	49.61	51.38	53.42

1. The "Gross classified advances to customers as a percentage of gross advances to customers" for the years ended 2002, 2003 and 2004 are calculated using the same basis as the years ended 2005 and 2006, except for the inclusion of the effect of "repossessed assets" under HKFRS 5.
2. Since 2005, deposits from customers also include structured deposits reported as "Trading liabilities and other financial instruments at fair value through profit or loss".
3. 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 income statement and balance sheet items may render certain comparative figures for the years 2002, 2003 and 2004 not strictly comparable.
4. In June 2006, the Group acquired a 51% shareholding of an under common control entity, BOC Life. The financial statements have been prepared in accordance with the principles of merger accounting as set out in Accounting Guideline 5 "Merger accounting for common control combinations" issued by the HKICPA. The comparative amounts for the year 2005 have been restated in accordance with the principles for merger accounting to present the result and assets of the Group as if BOC Life had been combined with the Group during the year.
5. The financial information prior to 2005 had not been restated to reflect the adoption of merger accounting upon the acquisition of BOC Life as the difference before and after restatement is insignificant.

Gross classified advances to customers as a percentage of gross advances to customers



Advances and other accounts



Deposits from customers

