

CONSOLIDATED STATEMENT OF RECOGNISED INCOME AND EXPENSE

for the year ended 31 December 2008

(Expressed in millions of Hong Kong dollars)

	2008	2007
Unrealised surplus on revaluation of premises, net of tax	143	443
Tax on realisation of revaluation surplus on disposal of premises	4	45
Available-for-sale investments reserve, net of tax:		
– fair value changes taken to equity:		
– on debt securities	(3,367)	(429)
– on equity shares	(1,905)	2,023
– fair value changes transferred to income statement:		
– on impairment	543	–
– on hedged items	(418)	(181)
– on disposal	(568)	(444)
Cash flow hedges reserve, net of tax:		
– fair value changes taken to equity	735	146
– fair value changes transferred to income statement	(317)	218
Actuarial losses on defined benefit plans, net of tax	(2,518)	(1,243)
Exchange differences on translation of financial statements of overseas branches, subsidiaries and associates	627	527
Effect of decrease in tax rate on deferred tax balance at 1 January	30	–
Net (expense)/income recognised directly in equity	(7,011)	1,105
Profit for the year	14,099	18,606
Total recognised income and expense for the year	7,088	19,711
Attributable to shareholders	7,088	19,347
Attributable to minority interests	–	364
	7,088	19,711