

Hong Kong Exchanges and Clearing Limited

Balance Sheet

As at 31 December 2006

(Financial figures are expressed in Hong Kong Dollar)

	Note	2006 \$'000	2005 \$'000
NON-CURRENT ASSETS			
Fixed assets	18(b)	17,482	17,723
Investments in subsidiaries	31(a)	4,156,588	4,156,588
Contributions to HKEx Employee Share Trust	31(d)	49,825	30,037
Deferred tax assets	38(e)	3,330	2,967
Other financial assets		483	480
Other assets		3,089	3,089
		4,230,797	4,210,884
CURRENT ASSETS			
Accounts receivable, prepayments and deposits	24	9,758	26,274
Amounts due from subsidiaries	31(b)	1,020,858	583,102
Time deposits with original maturities over three months		29,089	10,184
Cash and cash equivalents		41,656	43,383
		1,101,361	662,943
CURRENT LIABILITIES			
Accounts payable, accruals and other liabilities	28	104,491	162,018
Amounts due to subsidiaries	31(b)	498,224	183,116
Taxation payable		13,054	8,257
Provisions	30(b)	26,712	25,613
		642,481	379,004
NET CURRENT ASSETS		458,880	283,939
TOTAL ASSETS LESS CURRENT LIABILITIES		4,689,677	4,494,823
NON-CURRENT LIABILITIES			
Provisions	30(b)	575	575
Financial guarantee contract	42(b)(i)	11,390	11,390
		11,965	11,965
NET ASSETS		4,677,712	4,482,858
CAPITAL AND RESERVES			
Share capital	32	1,065,448	1,062,755
Share premium	32	185,942	150,405
Employee share-based compensation reserve	33	51,606	34,908
Merger reserve	37	2,997,115	2,997,115
Accumulated losses	39	(890,283)	(442,488)
Proposed/declared dividends	39	1,267,884	680,163
SHAREHOLDERS' FUNDS		4,677,712	4,482,858
SHAREHOLDERS' FUNDS PER SHARE		\$4.39	\$4.22

Approved by the Board of Directors on 8 March 2007

Ronald Joseph ARCULLI
Director

CHOW Man Yiu, Paul
Director