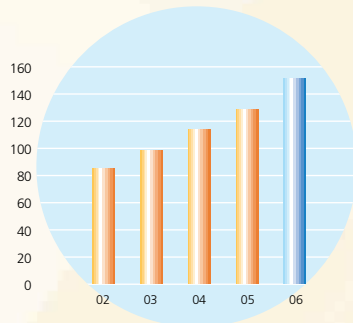


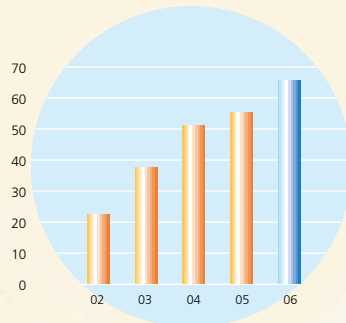
Operating income

In billions of RMB



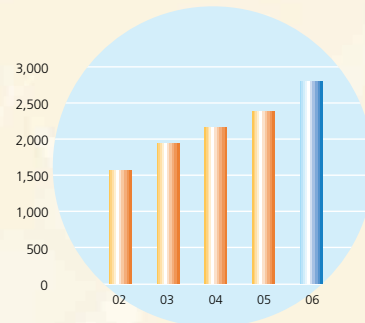
Profit before tax

In billions of RMB



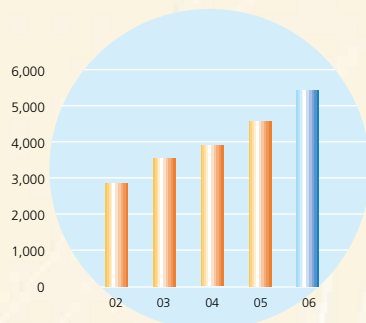
Loans and advances to customers

In billions of RMB



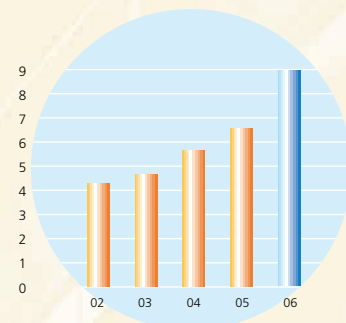
Total assets

In billions of RMB



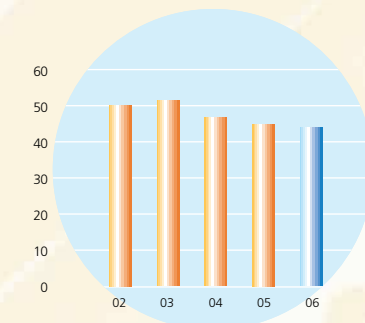
Net fee and commission income to operating income

%



Cost-to-income ratio

%



Share Price Chart (939.HK)

(27 October 2005 - 29 December 2006)



FINANCIAL HIGHLIGHTS

The table below sets forth the consolidated financial summary of the Bank and its subsidiaries (collectively the “Group”) for the years ended 31 December.

	2006	2005	Change
For the year	(In millions of RMB)		+/(-)%
Operating income	151,593	128,714	17.78
Profit before tax	65,717	55,364	18.70
Net profit	46,319	47,096	(1.65)
Adjusted net profit ¹	46,319	39,248	18.02
As at 31 December	(In millions of RMB)		+/(-)%
Total equity attributable to shareholders of the Bank	330,109	287,579	14.79
Issued and paid-up capital	224,689	224,689	—
Total assets	5,448,511	4,585,742	18.81
Per share	(In RMB)		+/(-)%
Net asset value per share	1.47	1.28	14.84
Earnings per share	0.21	0.24	(12.50)
Final cash dividend per share proposed after balance sheet date	0.092	0.015	513.33
Financial ratios	(%)		+/(-)%
Profitability indicators			
Return on average assets	0.92	1.11	(0.19)
Adjusted return on average assets ²	0.92	0.92	—
Return on average equity	15.00	21.59	(6.59)
Adjusted return on average equity ³	15.00	17.99	(2.99)
Net interest spread	2.69	2.70	(0.01)
Net interest margin	2.79	2.78	0.01
Net fee and commission income to operating income	8.95	6.57	2.38
Cost-to-income ratio	43.97	45.13	(1.16)
Capital adequacy indicators			
Core capital adequacy ratio ⁴	9.92	11.08	(1.16)
Capital adequacy ratio ⁴	12.11	13.59	(1.48)
Total equity to total assets	6.06	6.27	(0.21)
Asset quality indicators			
Non-performing loan ratio	3.29	3.84	(0.55)
Allowances to non-performing loans	82.24	66.78	15.46
Allowances to total loans	2.70	2.57	0.13

1. Calculated by excluding the effect of the tax exemption in 2005 granted by the People's Republic of China (“PRC”) government in relation to the restructuring of the Bank from the net profit.
2. Calculated by dividing adjusted net profit by the average of total assets as at the beginning and end of the year.
3. Calculated by dividing adjusted net profit attributable to shareholders by the weighted average of total equity attributable to shareholders for the year.
4. Calculated in accordance with the guideline issued by the China Banking Regulatory Commission (the “CBRC”) and the consolidated financial statements prepared in accordance with the Accounting Standards for Business Enterprises, the Accounting Regulations for Financial Enterprises (2001) and other relevant regulations issued by the Ministry of Finance of the PRC (the “MOF”) (collectively the “PRC GAAP”).