

# BALANCE SHEET

at 31 December 2010

(Expressed in millions of Hong Kong dollars)

		2010	2009 (restated)
	note		
<b>ASSETS</b>			
Cash and balances with banks and other financial institutions	30	41,062	18,461
Placings with and advances to banks and other financial institutions	31	52,131	65,624
Trading assets	32	25,232	65,288
Financial assets designated at fair value	33	148	174
Derivative financial instruments	34	5,026	4,916
Advances to customers	35	423,074	299,179
Amounts due from subsidiaries		93,445	87,360
Financial investments	36	103,106	156,715
Investments in subsidiaries	37	11,584	11,584
Interest in associates	38	5,172	2,546
Investment properties	39	2,100	1,883
Premises, plant and equipment	40	10,588	9,434
Intangible assets	41	442	399
Other assets	42	8,787	8,236
Deferred tax assets	49	–	2
<b>Total assets</b>		<b>781,897</b>	<b>731,801</b>
<b>LIABILITIES AND EQUITY</b>			
<b>Liabilities</b>			
Current, savings and other deposit accounts	43	649,144	612,014
Deposits from banks		15,585	4,469
Trading liabilities	44	30,106	35,071
Financial liabilities designated at fair value	45	–	1,003
Derivative financial instruments	34	4,528	4,180
Certificates of deposit and other debt securities in issue	46	3,095	1,826
Amounts due to subsidiaries		8,899	9,960
Other liabilities	47	15,434	14,333
Current tax liabilities	49	320	10
Deferred tax liabilities	49	1,617	1,345
Subordinated liabilities	50	11,848	9,320
<b>Total liabilities</b>		<b>740,576</b>	<b>693,531</b>
<b>Equity</b>			
Share capital	51	9,559	9,559
Retained profits	52	19,637	17,894
Other reserves	52	8,492	7,184
Proposed dividends	26	3,633	3,633
Shareholders' funds		41,321	38,270
<b>Total equity and liabilities</b>		<b>781,897</b>	<b>731,801</b>

**Raymond K F Ch'ien** *Chairman*

**Margaret Leung** *Vice-Chairman and Chief Executive*

**Eric K C Li** *Director*

**Andrew W L Leung** *Chief Financial Officer*

The notes on pages 104 to 249 form part of these financial statements.