

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

for the year ended 31 December 2011

(Expressed in millions of Hong Kong dollars)

	2011	2010
Share capital		
At beginning and end of the year	9,559	9,559
Retained profits (including proposed dividends)		
At beginning of the year	46,599	41,385
Dividends to shareholders		
– dividends approved in respect of the previous year	(3,633)	(3,633)
– dividends declared in respect of the current year	(6,309)	(6,309)
Transfer	264	218
Total comprehensive income for the year	15,352	14,938
	52,273	46,599
Other reserves		
Premises revaluation reserve		
At beginning of the year	9,426	7,885
Transfer	(268)	(218)
Total comprehensive income for the year	3,122	1,759
	12,280	9,426
Available-for-sale investment reserve		
At beginning of the year	202	(257)
Transfer	(5)	–
Total comprehensive income for the year	(758)	459
	(561)	202
Cash flow hedging reserve		
At beginning of the year	72	174
Total comprehensive income for the year	(66)	(102)
	6	72
Foreign exchange reserve		
At beginning of the year	2,069	1,382
Total comprehensive income for the year	974	687
	3,043	2,069
Other reserve		
At beginning of the year	2,085	2,020
Cost of share-based payment arrangements	61	64
Transfer	9	–
Total comprehensive income for the year	–	1
	2,155	2,085
Total equity		
At beginning of the year	70,012	62,148
Dividends to shareholders	(9,942)	(9,942)
Cost of share-based payment arrangements	61	64
Total comprehensive income for the year	18,624	17,742
	78,755	70,012