

FINANCIAL HIGHLIGHTS

For the year	2008 HK\$'m	2007 HK\$'m	Change +/(-)%
Net operating income before impairment allowances	25,526	27,254	(6.34)
Operating profit	4,182	18,033	(76.81)
Profit before taxation	4,078	19,126	(78.68)
Profit for the year	3,007	15,817	(80.99)
Profit attributable to the equity holders of the Company	3,343	15,446	(78.36)
Per share	HK\$	HK\$	+/(-)%
Earnings per share	0.3162	1.4609	(78.36)
Dividend per share	0.4380	0.9150	(52.13)
At year-end	HK\$m	HK\$m	+/(-)%
Capital and reserves attributable to the equity holders of the Company	82,719	92,842	(10.90)
Issued and fully paid share capital	52,864	52,864	–
Total assets	1,147,244	1,067,637	7.46
Financial ratios	%	%	
Return on average total assets ¹	0.27	1.53	
Return on average capital and reserves attributable to the equity holders of the Company ²	3.81	17.40	
Cost to income ratio	34.36	28.52	
Loan to deposit ratio ³	56.74	51.66	
Average liquidity ratio ⁴	41.74	50.92	
Capital adequacy ratio ⁵	16.17	13.08	

1. Return on average total assets = $\frac{\text{Profit for the year}}{\text{Daily average balance of total assets}}$

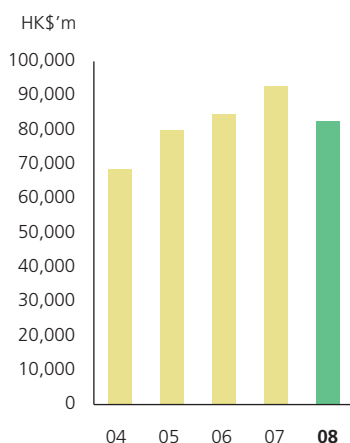
2. Return on average capital and reserves attributable to the equity holders of the Company
= $\frac{\text{Profit attributable to the equity holders of the Company}}{\text{Average of the beginning and ending balance of capital and reserves attributable to the equity holders of the Company}}$

3. Loan to deposit ratio is calculated as at year end. Loan represents gross advances to customers. Deposit also includes structured deposits reported as "Financial liabilities at fair value through profit or loss".

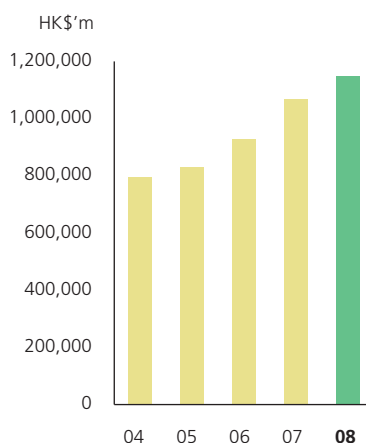
4. Average liquidity ratio is calculated as the simple average of each calendar month's average liquidity ratio of BOCHK for the year.

5. Capital adequacy ratio is computed on the consolidated basis that comprises the positions of BOCHK and certain subsidiaries specified by the HKMA for its regulatory purposes and in accordance with the Banking (Capital) Rules.

Capital and reserves attributable to the equity holders of the Company



Total assets



Profit attributable to the equity holders of the Company

