CONTENTS

		PAGE
Fina	incial Highlights	1
Chairman's Statement		2
Chief Executive's Report		4
Mar	nagement's Discussion and Analysis	10
Condensed Consolidated Income Statement		42 43
Condensed Consolidated Balance Sheet Condensed Consolidated Statement of Changes in Equity		
		44
Con	densed Consolidated Cash Flow Statement	46
Not	es to the Interim Financial Information	
1.	Basis of preparation and accounting policies	47
2.	Critical accounting estimates and judgements in applying accounting polices	47
3.	Financial risk management	47
4.	Net interest income	69
5.	Net fees and commission income	70
6.	Net trading income	71
7.	Net gain on investment in securities	71
8.	Net insurance premium income	71
9.	Other operating income	72
10.	Net insurance benefits and claims	72
11.	Net (charge)/reversal of impairment allowances	73
12.	Operating expenses	74
13.	Net gain from disposal of/fair value adjustments on investment properties	74
14.	Net (loss)/gain from disposal/revaluation of properties, plant and equipment	74
15.	Taxation	75
16.	Dividends	76
17.	Earnings per share for profit attributable to the equity holders of the Company	76
18.	Retirement benefit costs	76
19.	Share option schemes	77
20.	Cash and balances with banks and other financial institutions	79
21.	Financial assets at fair value through profit or loss	79
22.	Derivative financial instruments	81
23.	Advances and other accounts	87
24.	Investment in securities	88
25.	Investment properties	90
26.	Properties, plant and equipment	90
27.	Other assets	91
28.	Financial liabilities at fair value through profit or loss	91
29.	Deposits from customers	92
30.	Other accounts and provisions	93
31.	Assets pledged as security	93
32.	Deferred taxation	93
33.	Insurance contract liabilities	95
34.	Subordinated liability	95

		PAGE
35.	Share capital	96
36.	Reserves	96
37.	Notes to condensed consolidated cash flow statement	96
38.	Contingent liabilities and commitments	97
39.	Capital commitments	98
40.	Operating lease commitments	98
41.	Segmental reporting	99
42.	Significant related party transactions	102
43.	Liquidity ratio	111
44.	Currency concentrations	111
45.	Cross-border claims	112
46.	Non-bank Mainland China exposures	113
47.	Ultimate holding company	114
48.	Compliance with HKAS 34	114
49.	Statutory accounts	114

Additional Information

1.	Corporate information	115
2.	Dividend and closure of register of members	116
3.	Substantial interests in share capital	116
4.	Directors' rights to acquire shares	117
5.	Directors' and Chief Executive's interests in shares, underlying shares and debentures	118
6.	Purchase, sale or redemption of the Company's shares	118
7.	Audit Committee	118
8.	Compliance with the Code on Corporate Governance Practices of the Listing Rules	119
9.	Compliance with the Codes for Securities Transactions by Directors	119
10.	Compliance with the Banking (Disclosure) Rules and the Listing Rules	119
11.	Interim Report	119
12.	Reconciliation between HKFRSs vs IFRS/CAS	120
Independent Review Report		122

Appendix	
Subsidiaries of the Company	123

Definitions

127