

# FINANCIAL HIGHLIGHTS

	<b>Half-year ended 30 June 2008 HK\$'m</b>	Half-year ended 30 June 2007 HK\$'m	Year ended 31 December 2007 HK\$'m
Net operating income before impairment allowances	<b>14,039</b>	12,060	27,254
Operating profit	<b>7,724</b>	8,808	18,033
Profit before taxation	<b>8,434</b>	9,227	19,126
Profit for the period/year	<b>7,181</b>	7,628	15,817
Profit attributable to the equity holders of the Company	<b>7,088</b>	7,466	15,446
	<b>HK\$</b>	HK\$	HK\$
Earnings per share	<b>0.6704</b>	0.7062	1.4609
Dividend per share	<b>0.4380</b>	0.4280	0.9150
	<b>HK\$'m</b>	HK\$'m	HK\$'m
Capital and reserves attributable to the equity holders of the Company	<b>95,047</b>	87,749	92,842
Issued and fully paid share capital	<b>52,864</b>	52,864	52,864
Total assets	<b>1,127,168</b>	1,047,095	1,067,637
<b>Financial ratios</b>	<b>%</b>	%	%
Return on average total assets <sup>1</sup>	<b>1.32</b>	1.57	1.53
Return on average capital and reserves attributable to the equity holders of the Company <sup>2</sup>	<b>15.09</b>	17.32	17.40
Cost to income ratio	<b>29.12</b>	28.34	28.52
Loan to deposit ratio <sup>3</sup>	<b>57.81</b>	48.17	51.66
Average liquidity ratio <sup>4</sup>	<b>42.47</b>	50.08	50.92
Capital adequacy ratio <sup>5</sup>	<b>13.87</b>	14.29	13.08

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

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 30 June 2008, 30 June 2007 and 31 December 2007. 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 corresponding period.

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.