

CONTENTS

	PAGE
Financial Highlights	1
Chairman's Statement	2
Chief Executive's Report	4
Management's Discussion and Analysis	8
Condensed Consolidated Income Statement	38
Condensed Consolidated Statement of Comprehensive Income	39
Condensed Consolidated Balance Sheet	40
Condensed Consolidated Statement of Changes in Equity	41
Condensed Consolidated Cash Flow Statement	42
Notes to the Interim Financial Information	
1. Basis of preparation and significant accounting policies	43
2. Critical accounting estimates and judgements in applying accounting policies	46
3. Financial risk management	46
4. Net interest income	74
5. Net fee and commission income	75
6. Net trading gain/(loss)	76
7. Net gain on investment in securities	76
8. Other operating income	76
9. Gross insurance benefits and claims	77
10. Net (charge)/reversal of impairment allowances	77
11. Operating expenses	78
12. Net gain from disposal of/fair value adjustments on investment properties	78
13. Net loss from disposal/revaluation of properties, plant and equipment	78
14. Taxation	79
15. Dividends	80
16. Earnings per share for profit attributable to the equity holders of the Company	80
17. Retirement benefit costs	80
18. Share option schemes	81
19. Cash and balances with banks and other financial institutions	82
20. Financial assets at fair value through profit or loss	83
21. Derivative financial instruments	84
22. Advances and other accounts	89
23. Investment in securities	90
24. Investment properties	92
25. Properties, plant and equipment	92
26. Other assets	93
27. Financial liabilities at fair value through profit or loss	93
28. Deposits from customers	94
29. Other accounts and provisions	94
30. Assets pledged as security	94
31. Deferred taxation	95
32. Insurance contract liabilities	96
33. Subordinated liabilities	97
34. Share capital	97

CONTENTS

	PAGE
35. Reserves	97
36. Notes to condensed consolidated cash flow statement	98
37. Contingent liabilities and commitments	99
38. Capital commitments	99
39. Operating lease commitments	100
40. Segmental reporting	101
41. Significant related party transactions	104
42. Currency concentrations	106
43. Cross-border claims	107
44. Non-bank Mainland China exposures	108
45. Compliance with HKAS 34	109
46. Statutory accounts	109
 Additional Information	
1. Corporate information	110
2. Dividend and closure of register of members	111
3. Substantial interests in share capital	111
4. Directors' rights to acquire shares	112
5. Directors' and Chief Executive's interests in shares, underlying shares and debentures	112
6. Changes of information in respect of Directors	113
7. Purchase, sale or redemption of the Company's shares	113
8. Audit Committee	114
9. Compliance with "Code on Corporate Governance Practices"	114
10. Compliance with the Codes for Securities Transactions by Directors	114
11. Compliance with the Banking (Disclosure) Rules and the Listing Rules	114
12. Interim Report	115
13. Reconciliation between HKFRSs vs IFRS/CAS	115
 Independent Review Report	 118
 Appendix	
Subsidiaries of the Company	119
 Definitions	 123