

FINANCIAL HIGHLIGHTS

	30 June 2017 HK\$'m	30 June 2016 HK\$'m
For the period		
Net operating income before impairment allowances ¹	23,324	20,511
Operating profit ¹	16,866	14,196
Profit before taxation ¹	17,785	14,349
Profit for the period ¹	14,980	12,061
Profit attributable to the equity holders of the Company ¹	14,627	11,749
Per share	HK\$	HK\$
Basic earnings per share ¹	1.3835	1.1112
Dividend per share	0.6400	1.2550
	30 June 2017 HK\$'m	31 December 2016 HK\$'m
At period/year end		
Total assets	2,639,964	2,336,757
Issued and fully paid up share capital	52,864	52,864
Capital and reserves attributable to the equity holders of the Company	237,455	226,827
	30 June 2017 %	30 June 2016 %
Financial ratios for the period		
Return on average total assets ²	1.33	2.27
Return on average shareholders' equity ³	13.72	25.39
Cost to income ratio ¹	26.17	28.28
Average value of liquidity coverage ratio ⁴		
First quarter	121.41	112.92
Second quarter	123.88	109.70
	30 June 2017 %	31 December 2016 %
Financial ratios at period/year end		
Loan to deposit ratio ⁵	66.78	64.66
Total capital ratio ⁶	21.76	22.35

1. The financial information for the period ended 30 June 2017 is from continuing operations and the comparative information has been restated accordingly.

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

3. Return on average shareholders' equity

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

4. The average value of liquidity coverage ratio is computed on the consolidated basis which comprises the positions of BOCHK and certain subsidiaries specified by the HKMA in accordance with the Banking (Liquidity) Rules.

5. Loan to deposit ratio is calculated as at period/year end. Loan represents gross advances to customers. Deposit represents deposits from customers including structured deposits reported as "Financial liabilities at fair value through profit or loss".

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

7. The Group has applied the merger accounting method in the preparation of financial information for the combination with entity under common control in 2017. The comparative information has been restated accordingly.