

# Consolidated Statement of Changes in Equity

	Attributable to equity holders of the Company										
	Share capital HK\$'m	Premises revaluation reserve HK\$'m	Reserves					Retained earnings HK\$'m	Total HK\$'m	Non- controlling interests HK\$'m	Total equity HK\$'m
			Reserve for fair value changes of available- for-sale securities HK\$'m	Regulatory reserve* HK\$'m	Translation reserve HK\$'m	Merger reserve** HK\$'m					
At 1 January 2017, as previously reported	52,864	35,608	(592)	9,227	(1,217)	3,455	129,302	228,647	5,907	234,554	
Effect of merger of entities under common control	-	-	-	-	(59)	1,062	183	1,186	-	1,186	
At 1 January 2017, as restated	52,864	35,608	(592)	9,227	(1,276)	4,517	129,485	229,833	5,907	235,740	
Profit for the year	-	-	-	-	-	-	31,163	31,163	767	31,930	
Other comprehensive income:											
Premises	-	1,831	-	-	-	-	-	1,831	-	1,831	
Available-for-sale securities	-	-	682	-	-	-	-	682	156	838	
Currency translation difference	-	2	(58)	-	510	-	-	454	5	459	
Release upon disposal of discontinued operations reclassified to income statement	-	-	10	-	38	-	-	48	-	48	
Total comprehensive income	-	1,833	634	-	548	-	31,163	34,178	928	35,106	
Acquisition of entities under common control	-	-	-	-	-	(6,618)	-	(6,618)	-	(6,618)	
Transfer from retained earnings	-	-	-	1,156	-	3,163	(4,319)	-	-	-	
Release upon disposal of discontinued operations	-	(752)	-	(159)	-	-	911	-	(2,078)	(2,078)	
Dividends	-	-	-	-	-	-	(13,375)	(13,375)	(152)	(13,527)	
At 31 December 2017	52,864	36,689	42	10,224	(728)	1,062	143,865	244,018	4,605	248,623	

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	Attributable to equity holders of the Company												
	Share capital HK\$'m	Premises revaluation reserve HK\$'m	Reserve for fair value changes/ Reserve for fair value changes of available- for-sale securities HK\$'m	Reserves						Total HK\$'m	Other equity instruments HK\$'m	Non- controlling interests HK\$'m	Total equity HK\$'m
				Reserve for own credit risk HK\$'m	Regulatory reserve* HK\$'m	Translation reserve HK\$'m	Merger reserve** HK\$'m	Retained earnings HK\$'m					
At 1 January 2018, as previously reported	52,864	36,689	42	-	10,224	(669)	-	143,589	242,739	-	4,605	247,344	
Effect of merger of entities under common control	-	-	-	-	-	(59)	1,062	276	1,279	-	-	1,279	
At 1 January 2018, as restated	52,864	36,689	42	-	10,224	(728)	1,062	143,865	244,018	-	4,605	248,623	
Effect of adoption of HKFRS 9	-	-	(1,816)	-	(750)	-	-	194	(2,372)	-	(106)	(2,478)	
At 1 January 2018, after adoption of HKFRS 9	52,864	36,689	(1,774)	-	9,474	(728)	1,062	144,059	241,646	-	4,499	246,145	
Profit for the year	-	-	-	-	-	-	-	32,000	32,000	-	584	32,584	
Other comprehensive income:													
Premises	-	1,838	-	-	-	-	-	-	1,838	-	-	1,838	
Equity instruments at fair value through other comprehensive income	-	-	(787)	-	-	-	-	-	(787)	-	(45)	(832)	
Own credit risk	-	-	-	25	-	-	-	-	25	-	-	25	
Debt instruments at fair value through other comprehensive income	-	-	(1,607)	-	-	-	-	-	(1,607)	-	(464)	(2,071)	
Currency translation difference	-	-	27	-	-	(125)	-	-	(98)	-	-	(98)	
Total comprehensive income	-	1,838	(2,367)	25	-	(125)	-	32,000	31,371	-	75	31,446	
Release upon disposal of equity instruments at fair value through other comprehensive income:													
Transfer	-	-	30	-	-	-	-	(30)	-	-	-	-	
Deferred tax	-	-	(5)	-	-	-	-	-	(5)	-	(2)	(7)	
Current tax	-	-	-	-	-	-	-	5	5	-	2	7	
Release upon redemption of financial liabilities designated at fair value through profit or loss:													
Transfer	-	-	-	(20)	-	-	-	20	-	-	-	-	
Current tax	-	-	-	-	-	-	-	(3)	(3)	-	-	(3)	
Acquisition of entities under common control	-	-	-	-	-	-	(2,168)	-	(2,168)	-	-	(2,168)	
Transfer from retained earnings	-	-	-	-	1,022	-	1,106	(2,128)	-	-	-	-	
Issue of other equity instruments	-	-	-	-	-	-	-	-	-	23,476	-	23,476	
Dividends	-	-	-	-	-	-	-	(13,776)	(13,776)	-	(213)	(13,989)	
At 31 December 2018	52,864	38,527	(4,116)	5	10,496	(853)	-	160,147	257,070	23,476	4,361	284,907	

\* In accordance with the requirements of the HKMA, the amounts are set aside for general banking risks, including future losses or other unforeseeable risks, in addition to the loan impairment allowances recognised under HKAS 39/HKFRS 9.

\*\* Merger reserve was arising on the application of merger accounting method in relation to the combination with entities under common control.

The notes on pages 138 to 311 are an integral part of these financial statements.