

FINANCIAL HIGHLIGHTS

	30 June 2018 HK\$'m	30 June 2017 HK\$'m
For the period		
Net operating income before impairment allowances ¹	27,557	23,815
Operating profit ¹	20,215	17,223
Profit before taxation ¹	21,185	18,142
Profit for the period ¹	17,878	15,250
Profit attributable to equity holders of the Company ¹	17,528	14,897
Per share		
	HK\$	HK\$
Basic earnings per share ¹	1.6578	1.4090
Dividend per share	0.5450	0.6400
At period/year end		
	30 June 2018 HK\$'m	31 December 2017 HK\$'m
Total assets	2,774,445	2,651,086
Issued and fully paid up share capital	52,864	52,864
Capital and reserves attributable to equity holders of the Company	248,045	244,018
Financial ratios for the period		
	30 June 2018 %	30 June 2017 %
Return on average total assets ²	1.27	1.34
Return on average shareholders' equity ³	14.32	13.76
Cost to income ratio ¹	25.40	26.19
Average value of liquidity coverage ratio ⁴		
First quarter	134.33	121.41
Second quarter	146.39	123.88
Financial ratios at period/year end		
	30 June 2018 %	31 December 2017 %
Loan to deposit ratio ⁵	66.29	64.48
Quarter-end value of net stable funding ratio ⁴		
First quarter	118.98	–
Second quarter	118.82	–
Total capital ratio ⁶	20.12	20.39

1. The financial information for the period ended 30 June 2018 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

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

4. Liquidity coverage ratio and net stable funding ratio are 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 entities under common control in 2018. The comparative information has been restated accordingly.