

BOC HONG KONG (HOLDINGS) LIMITED

Data Pack

FY2024

1. Financial Highlights
2. Consolidated Income Statement
3. Consolidated Balance Sheet
4. Segmental Reporting
5. Net Interest Income and NIM
6. Net Fee and Commission Income
7. Operating Expenses
8. Deposits from Customers
9. Gross Advances to Customers
10. Loan Quality
11. Capital Ratio

The financial information is extracted from the *2024 Annual Report* of BOC Hong Kong (Holdings) Limited (the Company), which is not complete and should be read in conjunction with the 2024 Annual Report and other reports and financial information published by the Company.

Financial Highlights

	2024	2023
For the year	HK\$'m	HK\$'m
Net operating income before impairment allowances	71,253	65,498
Operating profit	48,677	42,558
Profit before taxation	46,754	40,914
Profit for the year	39,118	34,857
Profit attributable to equity holders of the Company and other equity instrument holders	38,233	34,115
	2024	2023
Per share	HK\$	HK\$
Basic earnings per share	3.6162	3.0950
Dividend per share	1.989	1.672
	2024	2023
At year-end	HK\$'m	HK\$'m
Total assets	4,194,408	3,868,783
Issued and fully paid up share capital	52,864	52,864
Capital and reserves attributable to equity holders of the Company	338,716	320,145
	2024	2023
Financial ratios	%	%
Return on average total assets ¹	0.95	0.90
Return on average shareholders' equity ²	11.61	10.60
Cost to income ratio	24.55	25.35
Loan to deposit ratio ³	61.55	67.99
Average value of liquidity coverage ratio ⁴		
First quarter	223.79	189.68
Second quarter	250.58	188.89
Third quarter	231.81	193.47
Fourth quarter	201.06	207.12
Quarter-end value of net stable funding ratio ⁴		
First quarter	140.36	134.51
Second quarter	140.96	131.56
Third quarter	140.29	138.67
Fourth quarter	141.83	137.28
Total capital ratio ⁵	22.00	21.18

1. Return on average total assets = Profit for the year / Daily average balance of total assets

2. Return on average shareholders' equity = Profit attributable to equity holders of the Company and other equity instrument holders / Average of the beginning and ending balance of capital and reserves attributable to equity holders of the Company and other equity instruments

3. Loan to deposit ratio is calculated as at year end. Loan represents gross advances to customers. Deposits from customers include structured deposits reported as "Financial liabilities at fair value through profit or loss".

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. 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.

Consolidated Income Statement

For the year ended 31 December

	2024	2023
	HK\$'m	HK\$'m
Interest income	139,439	128,489
<i>Interest income calculated using the effective interest method</i>	129,804	121,459
<i>Others</i>	9,635	7,030
Interest expense	(87,105)	(77,411)
Net interest income	52,334	51,078
Fee and commission income	13,285	12,187
Fee and commission expense	(3,392)	(3,020)
Net fee and commission income	9,893	9,167
Insurance revenue	2,695	1,897
Insurance service expense	(1,217)	(1,059)
Net income from reinsurance contracts held	273	108
Insurance service result	1,751	946
Net trading gain	10,988	8,315
Net (loss)/gain on other financial instruments at fair value through profit or loss	(782)	2,277
Net loss on other financial instruments	(1,416)	(1,468)
Insurance finance expenses	(2,139)	(5,430)
Other operating income	624	613
Net operating income before impairment allowances	71,253	65,498
Net charge of impairment allowances	(5,082)	(6,333)
Net operating income	66,171	59,165
Operating expenses	(17,494)	(16,607)
Operating profit	48,677	42,558
Net loss from disposal of/fair value adjustments on investment properties	(1,487)	(1,270)
Net loss from disposal/revaluation of properties, plant and equipment	(332)	(135)
Share of results after tax of associates and joint ventures	(104)	(239)
Profit before taxation	46,754	40,914
Taxation	(7,636)	(6,057)
Profit for the year	39,118	34,857
Profit attributable to:		
Equity holders of the Company and other equity instrument holders	38,233	34,115
Equity holders of the Company	38,233	32,723
Other equity instrument holders	-	1,392
Non-controlling interests	885	742
	39,118	34,857
	HK\$	HK\$
Earnings per share		
Basic and diluted	3.6162	3.0950

Consolidated Balance Sheet

As at 31 December

	2024	2023
	HK\$'m	HK\$'m
ASSETS		
Cash and balances and placements with banks and other financial institutions	609,935	406,571
Financial assets at fair value through profit or loss	227,156	373,290
Derivative financial instruments	73,914	54,211
Hong Kong SAR Government certificates of indebtedness	223,510	213,000
Advances and other accounts	1,666,302	1,693,144
Investment in securities	1,229,122	978,440
Interests in associates and joint ventures	1,196	1,275
Investment properties	14,046	14,875
Properties, plant and equipment	38,242	41,738
Current tax assets	27	75
Deferred tax assets	1,952	1,480
Other assets	109,006	90,684
Total assets	4,194,408	3,868,783
LIABILITIES		
Hong Kong SAR currency notes in circulation	223,510	213,000
Deposits and balances from banks and other financial institutions	352,052	373,673
Financial liabilities at fair value through profit or loss	78,821	66,203
Derivative financial instruments	56,779	41,553
Deposits from customers	2,713,410	2,501,682
Debt securities and certificates of deposit in issue	5,296	1,999
Other accounts and provisions	155,904	84,694
Current tax liabilities	6,728	4,612
Deferred tax liabilities	3,941	4,742
Insurance contract liabilities	183,755	177,873
Subordinated liabilities	71,982	75,323
Total liabilities	3,852,178	3,545,354
EQUITY		
Share capital	52,864	52,864
Reserves	285,852	267,281
Capital and reserves attributable to equity holders of the Company	338,716	320,145
Non-controlling interests	3,514	3,284
Total equity	342,230	323,429
Total liabilities and equity	4,194,408	3,868,783

Segmental reporting

Year ended 31 December 2024	Personal Banking	Corporate Banking	Treasury	Insurance	Others	Subtotal	Eliminations	Consolidated
	HK\$'m	HK\$'m	HK\$'m	HK\$'m	HK\$'m	HK\$'m	HK\$'m	HK\$'m
Net interest (expense)/income								
- External	(12,632)	12,902	43,094	5,116	3,854	52,334	-	52,334
- Inter-segment	31,537	6,134	(37,549)	(119)	(3)	-	-	-
	18,905	19,036	5,545	4,997	3,851	52,334	-	52,334
Net fee and commission income/(expense)								
- External	7,724	3,763	275	(2,567)	698	9,893	-	9,893
- Inter-segment	(2,515)	5	131	2,561	676	858	(858)	-
	5,209	3,768	406	(6)	1,374	10,751	(858)	9,893
Insurance service result	-	-	-	1,603	-	1,603	148	1,751
Net trading gain/(loss)	546	1,674	10,197	(2,136)	688	10,969	19	10,988
Net loss on other financial instruments at fair value through profit or loss	(11)	-	(376)	(397)	-	(784)	2	(782)
Net gain/(loss) on other financial instruments	-	5	(1,301)	(123)	3	(1,416)	-	(1,416)
Insurance finance (expenses)/income	-	-	-	(2,139)	-	(2,139)	-	(2,139)
Other operating income	31	1	37	17	1,748	1,834	(1,210)	624
Net operating income before impairment allowances	24,680	24,484	14,508	1,816	7,664	73,152	(1,899)	71,253
Net (charge)/reversal of impairment allowances	(388)	(4,328)	(98)	1	(269)	(5,082)	-	(5,082)
Net operating income	24,292	20,156	14,410	1,817	7,395	68,070	(1,899)	66,171
Operating expenses	(10,011)	(3,961)	(1,731)	(96)	(3,594)	(19,393)	1,899	(17,494)
Operating profit	14,281	16,195	12,679	1,721	3,801	48,677	-	48,677
Net loss from disposal of/fair value adjustments on investment properties	-	-	-	-	(1,487)	(1,487)	-	(1,487)
Net loss from disposal/revaluation of properties, plant and equipment	(2)	-	-	-	(330)	(332)	-	(332)
Share of results after tax of associates and joint ventures	(15)	-	2	23	(114)	(104)	-	(104)
Profit before taxation	14,264	16,195	12,681	1,744	1,870	46,754	-	46,754
At 31 December 2024								
ASSETS								
Segment assets	632,499	1,012,672	2,218,383	191,679	193,582	4,248,815	(55,603)	4,193,212
Interests in associates and joint ventures	98	-	5	357	736	1,196	-	1,196
	632,597	1,012,672	2,218,388	192,036	194,318	4,250,011	(55,603)	4,194,408
LIABILITIES								
Segment liabilities	1,373,979	1,324,199	893,360	188,541	127,702	3,907,781	(55,603)	3,852,178
Year ended 31 December 2024								
Other information								
Capital expenditure	64	71	-	106	2,887	3,128	-	3,128
Depreciation and amortisation	1,067	338	142	86	1,277	2,910	(43)	2,867

Year ended 31 December 2023	Personal Banking	Corporate Banking	Treasury	Insurance	Others	Subtotal	Eliminations	Consolidated
	HK\$'m	HK\$'m	HK\$'m	HK\$'m	HK\$'m	HK\$'m	HK\$'m	HK\$'m
Net interest (expense)/income								
- External	(11,050)	19,864	34,195	4,499	3,570	51,078	-	51,078
- Inter-segment	30,784	438	(30,764)	(100)	(358)	-	-	-
	19,734	20,302	3,431	4,399	3,212	51,078	-	51,078
Net fee and commission income/(expense)								
- External	6,393	3,820	185	(2,054)	823	9,167	-	9,167
- Inter-segment	(2,005)	4	125	2,043	577	744	(744)	-
	4,388	3,824	310	(11)	1,400	9,911	(744)	9,167
Insurance service result	-	-	-	828	-	828	118	946
Net trading gain/(loss)	515	1,752	6,113	(734)	657	8,303	12	8,315
Net gain/(loss) on other financial instruments at fair value through profit or loss	39	-	(142)	2,379	-	2,276	1	2,277
Net gain/(loss) on other financial instruments	-	10	(1,322)	(151)	(5)	(1,468)	-	(1,468)
Insurance finance (expenses)/income	-	-	-	(5,430)	-	(5,430)	-	(5,430)
Other operating income	27	1	31	16	1,743	1,818	(1,205)	613
Net operating income before impairment allowances	24,703	25,889	8,421	1,296	7,007	67,316	(1,818)	65,498
Net (charge)/reversal of impairment allowances	(392)	(6,212)	(1)	(1)	273	(6,333)	-	(6,333)
Net operating income	24,311	19,677	8,420	1,295	7,280	60,983	(1,818)	59,165
Operating expenses	(9,607)	(3,811)	(1,457)	(97)	(3,453)	(18,425)	1,818	(16,607)
Operating profit	14,704	15,866	6,963	1,198	3,827	42,558	-	42,558
Net loss from disposal of/fair value adjustments on investment properties	-	-	-	-	(1,270)	(1,270)	-	(1,270)
Net loss from disposal/revaluation of properties, plant and equipment	(1)	-	-	-	(134)	(135)	-	(135)
Share of results after tax of associates and joint ventures	(22)	-	5	-	(222)	(239)	-	(239)
Profit before taxation	14,681	15,866	6,968	1,198	2,201	40,914	-	40,914
At 31 December 2023								
ASSETS								
Segment assets	629,699	1,041,554	1,884,129	187,152	189,328	3,931,862	(64,354)	3,867,508
Interests in associates and joint ventures	113	-	3	309	850	1,275	-	1,275
	629,812	1,041,554	1,884,132	187,461	190,178	3,933,137	(64,354)	3,868,783
LIABILITIES								
Segment liabilities	1,366,745	1,120,307	819,223	182,912	120,521	3,609,708	(64,354)	3,545,354
Year ended 31 December 2023								
Other information								
Capital expenditure	41	19	1	52	1,681	1,794	-	1,794
Depreciation and amortisation	1,088	324	127	81	1,340	2,960	(41)	2,919

Net Interest Income and Net Interest Margin

HK\$m, except percentages	2024	2023
Interest income	139,439	128,489
Interest expense	(87,105)	(77,411)
Net interest income	52,334	51,078
Average interest-earning assets	3,577,886	3,334,799
Net interest spread	1.07%	1.12%
Net interest margin	1.46%	1.53%
Net interest margin (adjusted)*	1.64%	1.63%

* Including the funding income or cost of foreign currency swap contracts.

Average Balance and Average Interest Rates

	2024		2023	
	Average balance HK\$m	Average yield %	Average balance HK\$m	Average yield %
ASSETS				
Balances and placements with banks and other financial institutions	646,302	2.15%	430,345	2.03%
Debt securities investments and other debt instruments	1,264,395	3.74%	1,208,912	3.37%
Advances to customers and other accounts	1,654,660	4.66%	1,682,932	4.65%
Other interest-earning assets	12,529	5.39%	12,610	6.80%
Total interest-earning assets	3,577,886	3.89%	3,334,799	3.85%
Non interest-earning assets	527,819	-	528,473	-
Total assets	4,105,705	3.39%	3,863,272	3.33%
	Average balance HK\$m	Average rate %	Average balance HK\$m	Average rate %
LIABILITIES				
Deposits and balances from banks and other financial institutions	288,524	2.30%	267,957	1.89%
Current, savings and time deposits	2,610,964	2.84%	2,403,303	2.78%
Subordinated liabilities	75,255	3.24%	76,571	3.28%
Other interest-bearing liabilities	104,929	3.44%	91,343	3.24%
Total interest-bearing liabilities	3,079,672	2.82%	2,839,174	2.73%
Shareholders' funds* and other non interest-bearing deposits and liabilities	1,026,033	-	1,024,098	-
Total liabilities	4,105,705	2.12%	3,863,272	2.00%

* Shareholders' funds represent capital and reserves attributable to the equity holders of the Company.

Net Fee and Commission Income

	2024	2023
	HK\$'m	HK\$'m
Credit card business	2,559	2,430
Securities brokerage	2,266	1,826
Loan commissions	2,236	2,413
Insurance	1,018	651
Trust and custody services	909	790
Payment services	745	714
Funds distribution	669	431
Currency exchange	540	398
Bills commissions	444	481
Safe deposit box	290	290
Funds management	42	28
Others	1,567	1,735
Fee and commission income	13,285	12,187
Fee and commission expense	(3,392)	(3,020)
Net fee and commission income	9,893	9,167

Operating Expenses

HK\$m	2024	2023
Staff costs	11,470	10,725
Premises and equipment expenses (excluding depreciation and amortisation)	1,525	1,394
Depreciation and amortisation	2,867	2,919
Other operating expenses	2,839	2,721
Less: Costs directly attributable to insurance contracts	(1,207)	(1,152)
Operating expenses	17,494	16,607

Deposits from Customers

As at 31 December	2024	2023
	HK\$m	HK\$m
Current, savings and other deposit accounts (per balance sheet)	2,713,410	2,501,682
Structured deposits reported as financial liabilities at fair value through profit or loss	10,811	2,159
	2,724,221	2,503,841
Analysed by:		
Demand deposits and current accounts		
- Corporate	156,246	153,646
- Personal	74,101	62,720
	230,347	216,366
Savings deposits		
- Corporate	549,864	519,868
- Personal	483,593	451,245
	1,033,457	971,113
Time, call and notice deposits		
- Corporate	789,749	620,576
- Personal	670,668	695,786
	1,460,417	1,316,362
	2,724,221	2,503,841

Gross Advances to Customers

	2024	2023
As at 31 December	HK\$m	HK\$m
Loans for use in Hong Kong		
Industrial, commercial and financial		
- Property development	166,412	188,115
- Property investment	90,844	95,384
- Financial concerns	16,140	16,506
- Stockbrokers	3,475	1,196
- Wholesale and retail trade	35,172	33,992
- Manufacturing	54,468	58,991
- Transport and transport equipment	65,531	51,971
- Recreational activities	11	63
- Information technology	40,297	38,989
- Others	197,084	198,397
Individuals		
- Loans for the purchase of flats in Home Ownership Scheme, Private Sector Participation Scheme and Tenants Purchase Scheme	51,167	45,079
- Loans for purchase of other residential properties	397,228	388,178
- Credit card advances	13,192	12,668
- Others	122,380	123,634
Total loans for use in Hong Kong	1,253,401	1,253,163
Trade financing	44,850	47,691
Loans for use outside Hong Kong	378,635	401,448
Gross advances to customers	1,676,886	1,702,302

Loan Quality

HK\$m, except percentages	At 31 December 2024	At 31 December 2023
Advances to customers	1,676,886	1,702,302
Impaired loan ratio	1.05%	1.05%
Total impairment allowances ¹	14,961	14,750
Total impairment allowances as a percentage of advances to customers	0.89%	0.87%
Residential mortgage loans ² - delinquency and rescheduled loan ratio ³	0.06%	0.02%
Card advances - delinquency ratio ³	0.31%	0.32%
	2024	2023
Card advances - charge-off ratio ⁴	1.82%	1.39%

1. Total impairment allowances include those for advances at fair value through other comprehensive income.

2. Residential mortgage loans exclude those under the Home Ownership Scheme and other government-sponsored home purchasing schemes.

3. The delinquency ratio is the ratio of the total amount of overdue advances (more than three months) to total outstanding advances.

4. The charge-off ratio is the ratio of total write-offs made during the year to average of the beginning and ending balance of card receivables

Capital Ratio

HK\$m, except percentages	At 31 December 2024	At 31 December 2023
Consolidated capital after deductions		
Common Equity Tier 1 capital	266,651	247,109
Tier 1 capital	266,651	247,109
Tier 2 capital	26,329	28,036
Total capital	292,980	275,145
Total risk-weighted assets	1,331,828	1,298,956
Common Equity Tier 1 capital ratio	20.02%	19.02%
Tier 1 capital ratio	20.02%	19.02%
Total capital ratio	22.00%	21.18%