

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31 December 2004

30. MATURITY PROFILES

The maturity profiles of certain assets and liabilities of the Group and the Bank as at 31 December 2004 are analysed as follows:

THE GROUP							
	Repayable on demand HK\$'000	Repayable within 3 months or less (except those repayable on demand) HK\$'000	Repayable after 3 months but within 1 year HK\$'000	Repayable after 1 year but within 5 years HK\$'000	Repayable after 5 years HK\$'000	Undated HK\$'000	Total HK\$'000
Assets							
Cash and short-term funds	699,814	12,712,567	114,931	69,635	10,000	-	13,606,947
Placements with banks and other financial institutions	-	1,544,695	-	-	-	-	1,544,695
Advances to banks and other financial institutions	-	20,212	38,000	-	-	-	58,212
Advances to customers	1,401,718	3,450,550	3,164,119	7,027,496	4,788,574	457,762	20,290,219
Debt securities included in:							
– trading securities	79,282	123,819	31,407	-	-	-	234,508
– held-to-maturity securities	-	784,141	553,405	1,880,617	170,137	-	3,388,300
	79,282	907,960	584,812	1,880,617	170,137	-	3,622,808
Certificates of deposit held	-	250,020	394,927	614,568	50,000	-	1,309,515
Liabilities							
Deposits and balances of banks and other financial institutions	36,865	1,522,768	-	-	-	-	1,559,633
Deposits from customers	11,777,613	20,749,367	1,351,642	73,009	-	-	33,951,631
THE BANK							
	Repayable on demand HK\$'000	Repayable within 3 months or less (except those repayable on demand) HK\$'000	Repayable after 3 months but within 1 year HK\$'000	Repayable after 1 year but within 5 years HK\$'000	Repayable after 5 years HK\$'000	Undated HK\$'000	Total HK\$'000
Assets							
Cash and short-term funds	699,807	12,712,567	114,931	69,635	10,000	-	13,606,940
Placements with banks and other financial institutions	-	1,544,695	-	-	-	-	1,544,695
Advances to banks and other financial institutions	-	20,212	38,000	-	-	-	58,212
Advances to customers	1,401,718	3,450,174	3,163,023	7,025,143	4,787,196	457,736	20,284,990
Debt securities included in:							
– trading securities	79,282	123,819	31,407	-	-	-	234,508
– held-to-maturity securities	-	784,141	553,405	1,880,617	170,137	-	3,388,300
	79,282	907,960	584,812	1,880,617	170,137	-	3,622,808
Certificates of deposit held	-	250,020	394,927	614,568	50,000	-	1,309,515
Liabilities							
Deposits and balances of banks and other financial institutions	36,865	1,522,768	-	-	-	-	1,559,633
Deposits from customers	11,776,084	20,740,749	1,351,508	73,009	-	-	33,941,350

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31 December 2004

30. MATURITY PROFILES - continued

The maturity profile of certain assets and liabilities of the Group and the Bank as at 31 December 2003 are analysed as follows:

	THE GROUP						
	Repayable on demand HK\$'000	Repayable within 3 months or less (except those repayable on demand) HK\$'000	Repayable after 3 months but within 1 year HK\$'000	Repayable after 1 year but within 5 years HK\$'000	Repayable after 5 years HK\$'000	Undated HK\$'000	Total HK\$'000
Assets							
Cash and short-term funds	933,204	10,798,317	175,874	74,499	19,994	-	12,001,888
Placements with banks and other financial institutions	-	1,116,125	127,646	-	-	-	1,243,771
Advances to banks and other financial institutions	-	2,633	41,760	13,976	-	-	58,369
Advances to customers	1,989,555	2,992,788	2,919,657	6,890,735	4,509,465	883,065	20,185,265
Debt securities included in:							
- trading securities	120,572	51,138	41,043	7,822	-	-	220,575
- held-to-maturity securities	-	95,084	235,497	2,655,493	118,487	-	3,104,561
	120,572	146,222	276,540	2,663,315	118,487	-	3,325,136
Certificates of deposit held	-	73,284	504,519	714,604	-	-	1,292,407
Liabilities							
Deposits and balances of banks and other financial institutions	38,070	997,322	-	-	-	-	1,035,392
Deposits from customers	9,680,090	20,670,640	1,916,230	324,630	-	-	32,591,590

	THE BANK						
	Repayable on demand HK\$'000	Repayable within 3 months or less (except those repayable on demand) HK\$'000	Repayable after 3 months but within 1 year HK\$'000	Repayable after 1 year but within 5 years HK\$'000	Repayable after 5 years HK\$'000	Undated HK\$'000	Total HK\$'000
Assets							
Cash and short-term funds	933,204	10,798,317	175,874	74,499	19,994	-	12,001,888
Placements with banks and other financial institutions	-	1,116,125	127,646	-	-	-	1,243,771
Advances to banks and other financial institutions	-	2,633	41,760	13,976	-	-	58,369
Advances to customers	1,989,555	2,991,232	2,916,379	6,886,424	4,507,787	882,120	20,173,497
Debt securities included in:							
- trading securities	120,572	51,138	41,043	7,822	-	-	220,575
- held-to-maturity securities	-	95,084	235,497	2,655,493	118,487	-	3,104,561
	120,572	146,222	276,540	2,663,315	118,487	-	3,325,136
Certificates of deposit held	-	73,284	504,519	714,604	-	-	1,292,407
Liabilities							
Deposits and balances of banks and other financial institutions	38,070	997,322	-	-	-	-	1,035,392
Deposits from customers	9,678,406	20,656,006	1,915,143	324,630	-	-	32,574,185

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31 December 2004

31. RELATED PARTY TRANSACTIONS

During the year, the Group entered into the following transactions with related parties:

	Interest, commission and rental income		Interest and rental expenses	
	2004 HK\$'000	2003 HK\$'000	2004 HK\$'000	2003 HK\$'000
Investing enterprises having significant influence on the Bank and their subsidiaries	<u>7,062</u>	<u>8,214</u>	<u>11,851</u>	<u>13,430</u>
Associate and jointly controlled entities	<u>13,720</u>	<u>7,817</u>	<u>6,019</u>	<u>13,519</u>
Directors and their associates	<u>17,659</u>	<u>21,052</u>	<u>3,629</u>	<u>6,122</u>

The above transactions were carried out at market price.

As the balance sheet date, the Group had the following outstanding balances with related parties:

	Amounts owed by related parties		Amounts owed to related parties	
	2004 HK\$'000	2003 HK\$'000	2004 HK\$'000	2003 HK\$'000
Investing enterprises having significant influence on the Bank and their subsidiaries	<u>225,503</u>	<u>284,274</u>	<u>86,297</u>	<u>39,935</u>
Associate and jointly controlled entities	<u>31,000</u>	<u>432,008</u>	<u>217,284</u>	<u>231,061</u>
Directors and their associates	<u>1,049,225</u>	<u>688,347</u>	<u>602,839</u>	<u>538,381</u>

The above outstanding balances bear interest at rates similar to those made available to non-related parties.