

SUPPLEMENTARY INFORMATION

(1) Advances and other accounts

	30 June 2003	31 December 2002
	HK\$'000	HK\$'000
Advances to customers	19,453,390	19,650,535
Advances to banks and financial institutions	58,731	58,999
Accrued interest and other accounts	265,316	511,522
Provision for bad and doubtful debts		
- Specific	(298,273)	(272,699)
- General	(201,422)	(202,336)
Interest in suspense	(174,499)	(156,820)
	<u>19,103,243</u>	<u>19,589,201</u>

(2) Gross amount of advances by significant industry sectors

	30 June 2003	31 December 2002
	HK\$'000	HK\$'000
Loans for use in Hong Kong		
- Industrial, commercial and financial		
- Property development	1,494,733	1,087,255
- Property investment	3,608,710	3,624,922
- Financial concerns	1,463,255	1,400,129
- Stockbrokers	453,518	575,441
- Wholesale and retail trade	609,040	619,996
- Manufacturing	652,283	701,188
- Transport and transport equipment	147,714	265,599
- Others	3,432,604	3,983,937
- Individuals		
- Loans for the purchase of flats in the Home Ownership Scheme, Private Sector Participation Scheme and Tenants Purchase Scheme	1,091,880	1,085,369
- Loans for the purchase of other residential properties	2,991,511	3,013,330
- Credit card advances	87,739	96,188
- Others	1,029,435	979,153
Trade finance	918,626	757,350
Loans for use outside Hong Kong	1,472,342	1,460,678
	<u>19,453,390</u>	<u>19,650,535</u>

(3) Advances to Customers - by Geographical Areas

The Group's gross advances to customers by countries or geographical areas after taking into account any risk transfers are as follows:

	Total advances to customers		Non-performing advances		Advances overdue for over three months	
	30 June 2003	31 December 2002	30 June 2003	31 December 2002	30 June 2003	31 December 2002
	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000
Hong Kong	18,511,552	18,718,166	1,102,707	995,629	1,601,291	1,300,959
People's Republic of China	172,008	149,641	70,847	79,940	73,467	82,123
Macau	281,719	312,374	-	-	-	-
America	205,369	186,358	-	-	-	-
Others	282,742	283,996	-	-	-	-
	<u>19,453,390</u>	<u>19,650,535</u>	<u>1,173,554</u>	<u>1,075,569</u>	<u>1,674,758</u>	<u>1,383,082</u>

(4) Advances on which interest is being placed in suspense or has ceased to be accrued

	30 June 2003 HK\$'000	% of total advances	31 December 2002 HK\$'000	% of total advances
Gross advances	1,173,554	6.0	1,075,569	5.5
Specific provision	<u>(254,483)</u>		<u>(266,931)</u>	
	<u>919,071</u>		<u>808,638</u>	
Market value of collateral pledged	<u>894,404</u>		<u>788,742</u>	
Interest in suspense	<u>(174,499)</u>		<u>(156,820)</u>	

There are no advances to banks and other financial institutions on which interest is being placed in suspense or has ceased to be accrued.

(5) Cross-Border Claims

The Group's cross-border claims by countries or geographical areas which constitutes 10% or more of the relevant disclosure item after taking into account any risk transfers are as follows:

	30 June 2003			
	Banks and other financial institutions	Public sector entities	Others	Total
	HK\$'000	HK\$'000	HK\$'000	HK\$'000
Asia Pacific excluding Hong Kong	5,027,956	86,571	615,299	5,729,826
- of which Australia	1,769,323	-	-	1,769,323
North and South America	1,306,471	4,135	633,850	1,944,456
Europe	7,998,198	-	39,014	8,037,212
- of which - Germany	3,338,872	-	-	3,338,872
- United Kingdom	<u>2,304,587</u>	<u>-</u>	<u>39,014</u>	<u>2,343,601</u>

	31 December 2002			
	Banks and other financial institutions	Public sector entities	Others	Total
	HK\$'000	HK\$'000	HK\$'000	HK\$'000
Asia Pacific excluding Hong Kong	5,105,374	87,553	876,954	6,069,881
- of which Australia	2,146,855	-	-	2,146,855
North and South America	1,721,753	14,617	525,371	2,261,741
Europe	8,247,847	-	-	8,247,847
- of which - Germany	2,324,212	-	-	2,324,212
- United Kingdom	<u>1,799,768</u>	<u>-</u>	<u>-</u>	<u>1,799,768</u>

(6) Gross amount of advances which have been overdue for over three months

	30 June 2003			
	Gross advances HK\$'000	% of total advances	Specific provision HK\$'000	Net advances HK\$'000
Advances overdue for				
- 6 months or less but over 3 months	191,570	1.0	9,305	182,265
- 1 year or less but over 6 months	700,941	3.6	56,677	644,264
- Over 1 year	782,247	4.0	186,814	595,433
Overdue advances	<u>1,674,758</u>	<u>8.6</u>	<u>252,796</u>	<u>1,421,962</u>
Less: Advances overdue for more than 3 months and on which interest is still being accrued	(592,629)	(3.1)	-	(592,629)
Add: Advances overdue for 3 months or less and on which interest is being placed in suspense or on which interest accrual has ceased	91,425	0.5	1,687	89,738
Total non-performing advances	<u>1,173,554</u>	<u>6.0</u>	<u>254,483</u>	<u>919,071</u>
Rescheduled advances	<u>475,061</u>	<u>2.4</u>	<u>42,819</u>	<u>432,242</u>
	31 December 2002			
	Gross advances HK\$'000	% of total advances	Specific provision HK\$'000	Net advances HK\$'000
Advances overdue for				
- 6 months or less but over 3 months	117,785	0.6	20,615	97,170
- 1 year or less but over 6 months	366,688	1.9	20,191	346,497
- Over 1 year	898,609	4.6	223,522	675,087
Overdue advances	1,383,082	7.1	264,328	1,118,754
Less: Advances overdue for more than 3 months and on which interest is still being accrued	(344,373)	(1.8)	-	(344,373)
Add: Advances overdue for 3 months or less and on which interest is being placed in suspense or on which interest accrual has ceased	36,860	0.2	2,603	34,257
Total non-performing advances	<u>1,075,569</u>	<u>5.5</u>	<u>266,931</u>	<u>808,638</u>
Rescheduled advances	<u>99,340</u>	<u>0.5</u>	<u>4,778</u>	<u>94,562</u>

Non-performing advances are advances on which interest is being placed in suspense or on which interest accrual has ceased.