

**Annex 7 to the submission dated 9 December 2004 from
The Hong Kong Mortgage Corporation Limited (LC Paper No. CB(1)453/04-05(02))**
Annex 7

Consolidated balance sheet as at 31 December 1999

Notes	1999 £m	1999 £m	1998 (restated) £m	1998 (restated) £m
Assets				
		701		329
15		1,114		2,057
16		11,472		7,428
17		75,221		72,257
18			217	
			(213)	
		551		4
19		5,441		5,326
20		59,445		54,203
21		295		123
22		1,042		760
23		59		20
26		203		201
27		759		731
28		358		223
		3,930		3,332
		2,714		2,376
22		17,439		13,383
Total assets		180,744		162,753
Liabilities				
32		29,824		35,610
33		59,911		52,924
34		51,407		42,989
		382		334
35		6,930		4,564
36		2,857		3,015
37		1,275		1,194
40		4,641		3,333
22		17,439		13,383
		174,666		157,346
41		142	142	
		325	325	
		1,536	1,493	
42		449	433	
42		3,626	3,014	
43		6,078		5,407
Total liabilities		180,744		162,753
Memorandum items				
Contingent liabilities				
45		2,214		1,844
46		477		552
		2,691		2,396
Commitments				
47		17,024		15,026
47		6,235		2,810
		23,259		17,836

For details of the 1998 balance sheet restatement, see 'Accounting policies, Stock borrowing and lending arrangements' on page 42. The accounts on pages 37 to 61 were approved by the Board on 16 February 2000 and signed on its behalf by:

Christopher Tugendhat

Lord Tugendhat Chairman

John Madley

John Madley Chief Executive

H.A.P.

Mark Daly Finance Director

Company balance sheet as at 31 December 1999

Notes	1999 £m	1999 £m	1998 £m	1998 £m
Assets				
		672		324
			4,650	3,361
16			62,927	62,165
17				217
18			(213)	
		21		4
20		1,302		1,491
21		2		4
23		12		11
24		4,187		2,776
27		575		564
29		343		564
30		1,049		694
		75,740		71,958
Liabilities				
32		11,020		11,533
33		52,919		50,730
34		21		23
		382		334
35		627		740
36		1,024		1,014
37		54		72
40		4,668		3,343
		70,715		67,789
41	Called up share capital – ordinary shares	142		142
	– preference shares	325		325
41	Share premium account	1,536		1,493
42	Profit and loss account	<u>3,022</u>		<u>2,209</u>
43	Shareholders' funds including non-equity interests	5,025		4,169
	Total liabilities	75,740		71,958
Memorandum items				
Contingent liabilities				
45	Guarantees and assets pledged as collateral security	128,643		107,615
46	Other contingent liabilities	8		10
		128,651		107,625
47	Commitments	497		338
		497		338

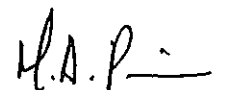
The accounts on pages 37 to 61 were approved by the Board on 16 February 2000 and signed on its behalf by:



Lord Tugendhat Chairman



Ian Harley Chief Executive



Mark Pain Finance Director