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

€or	solicae d balance sheet as at 31 December 1999				
Notes		1999 £m	1999 £m	1998 (restated) £m	1998 (restated
	Assets		2411	Lift	
	Cash and balances at central banks				329
	Freasury bills and other eligible bills		1,114		2,057
	Loans and advances to banks		11,472		7,428
	oans and advances to baries.		75,221		72,257
	• · · · · · · · · · · · · · · · · · · ·	A CONTRACTOR OF	/3,221	217	12,231
	agus and advances to customera subject to a diffishion (
.16			<u>551</u>	(213)	4
	Net investment in finance leases				•
	Debt securities		5,441 50,445		5,326
			59,445		54,203
	Equity shares and other variable yield securities		295		123
	Long term assurance business		1,042		760
	nterests in associated undertakings		59		20
	Intangible fixed assets		203		201
	Tangible fixed assets		759		731
	Operating lease assets		358		223
	Other assets		3,930	-	3,332
	Prepayments and accrued income		2,714		2,376
	Assets of long term assurance funds		17,439		13,383
	Total assets	·····	180,744		162,753
	Liabilities				
	Deposits by banks		29,824		35,610
	Customer accounts		59,911		52,924
	Debt securities in issue		51,407		42,989
	Dividend proposed		382		334
	Other liabilities		6,930		4,564
	Accruals and deferred income		2,857		3,015
	Provisions for liabilities and charges		1,275		1,194
40	Subordinated liabilities including convertible debt		4,641		3,333
22	Liabilities of long term assurance funds		17,439		13,383
	· · · · · · · · · · · · · · · · · · ·		174,666		157,346
41	Called up share capital — ordinary shares	142		142	
	- preference shares	325		325	
	Share premium account	1,536		1,493	
	Reserves	449		433	
	Profit and loss account	<u>3,626</u>	_	3,014	
	Shareholders' funds including non-equity interests		6,078		5,407
	Total liabilities		180,744		162,753
	Memorandum items				
	Contingent liabilities				
	Guarantees and assets piedged as collateral security		2,214		1,844
46	Other contingent liabilities		477		552
			2,691		2,396
	Commitments				
47	Obligations under stock borrowing and lending agreements	· · · · ·	17,024		15,026
	Other commitments		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:

Uhras rephor leaguendhad

the

H.A.P.

Constany balance sheet as at 31 December 1999

Notes	1999 1999 £m £m	
Assets		
Cash and balances at central banks	672	324
16 Loans and advances to banks	4,650	
17 Loans and advances to customers	62,927	· · · · · · · · · · · · · · · · · · ·
18 Loans all requires to customers subject to securitisation	AT 92 5	217
Less non reconsule tinance	(4.911) §	(213)
	21	4
20 Debt securities	1,302	1,491
21 Equity shares and other variable yield securities	2	. 4
23 Interests in associated undertakings	12	. 11
24 Shares in Group undertakings	4,187	2,776
27 Tangible fixed assets	575	564
29 Other assets	343	564
30 Prepayments and accrued income	1,049	694
Total assets	75,740	71,958
Liabilities	,	
32 Deposits by banks	11,020	11,533
33 Customer accounts	52,919	50,730
34 Debt securities in issue	21	23
Dividend proposed	382	. 334
35 Other liabilities	627	740
36 Accruals and deferred income	1,024	1,014
37 Provisions for liabilities and charges	54	72
40 Subordinated liabilities including convertible debt	4,668	3,343
	70,715	67,789
41 Called up share capital — ordinary shares	142	142
– preference shares	325	325
Share premium accountProfit and loss account	1,536	1,493
	3,022	<u>2,209</u>
43 Shareholders' funds including non-equity interests Total liabilities	5,025	
Memorandum items	75,740	71,958
Contingent liabilities		
45 Guarantees and assets pledged as collateral security		
46 Other contingent liabilities	128,643	
Outer Contingent liabilities		
47 Commitments	128,651	
- Communicing	497	
*	497	338

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

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Lord Tugendhat Chairman

the

lan Harley Chief Executive

H.A.P.

Mark Pain Finance Director