

**Regulatory disclosure**
**Reconciliation between the Group's unaudited accounting and regulatory balance sheets (Continued)**

	At 31 December 2017		Cross reference to Definition of Capital Components
	Balance sheet in published financial statements HK\$ '000	Under regulatory scope of consolidation HK\$ '000	
<b>ASSETS</b>			
Cash and cash equivalents	310,772	309,471	
Placements with banks and other financial institutions maturing between one and twelve months	142,201	124,795	
Derivative financial instruments	515	515	
Advances and other accounts <i>of which : collective impairment allowances reflected in regulatory capital</i>	1,124,593	1,123,527 (1,896)	(1)
Investment in a subsidiary	0	1,000	
Investment property <i>of which : cumulative revaluation gains on land and buildings</i>	70,000	70,000 43,555	(2)
Property and equipment	29,276	29,276	
<b>Total assets</b>	<b>1,677,357</b>	<b>1,658,584</b>	
<b>LIABILITIES AND EQUITY</b>			
<b>LIABILITIES</b>			
Deposits and balances of banks and other financial institutions	33,284	33,284	
Deposits from customers	1,156,888	1,156,888	
Derivative financial instruments	17	17	
Other accounts and payables	12,073	8,482	
Current tax liabilities	1,778	1,926	
Deferred tax liabilities	1,137	1,137	
<b>Total liabilities</b>	<b>1,205,177</b>	<b>1,201,734</b>	
<b>EQUITY</b>			
Share capital	185,700	185,700	
<i>of which : fully paid up share capital</i>		124,209	(3)
<i>partly paid up share capital</i>		40,791	(4)
<i>non-cumulative and non-redeemable preference shares</i>		20,700	(5)
Reserves	286,480	271,150	
<i>of which : retained earnings</i>		220,736	(6)
<i>audited profit of the current financial year</i>		34,313	(7)
<i>collective impairment reserve</i>		9,101	(8)
<i>general reserve</i>		7,000	(9)
<b>Total equity</b>	<b>472,180</b>	<b>456,850</b>	
<b>Total liabilities and equity</b>	<b>1,677,357</b>	<b>1,658,584</b>	

**Reconciliation between the Group's accounting and regulatory balance sheets (Continued)**

	At 31 December 2016		Cross reference to Definition of Capital Components
	Balance sheet in published financial statements HK\$ '000	Under regulatory scope of consolidation HK\$ '000	
<b>ASSETS</b>			
Cash and cash equivalents	380,123	373,531	
Placements with banks and other financial institutions maturing between one and twelve months	145,987	132,720	
Derivative financial instruments	47	47	
Advances and other accounts <i>of which : collective impairment allowances reflected in regulatory capital</i>	1,107,368	1,106,157 (1,896)	(1)
Investment in a subsidiary	0	1,000	
Investment property <i>of which : cumulative revaluation gains on land and buildings</i>	58,000	58,000 31,555	(2)
Property and equipment	29,653	29,653	
<b>Total assets</b>	<b>1,721,178</b>	<b>1,701,108</b>	
<b>LIABILITIES AND EQUITY</b>			
<b>LIABILITIES</b>			
Deposits and balances of banks and other financial institutions	36,090	36,090	
Deposits from customers	1,232,513	1,232,513	
Derivative financial instruments	133	133	
Other accounts and payables	15,758	8,167	
Current tax liabilities	1,272	1,030	
Deferred tax liabilities	638	638	
<b>Total liabilities</b>	<b>1,286,404</b>	<b>1,278,571</b>	
<b>EQUITY</b>			
Share capital	185,700	185,700	
<i>of which : fully paid up share capital</i>		124,209	(3)
<i>partly paid up share capital</i>		40,791	(4)
<i>non-cumulative and non-redeemable preference shares</i>		20,700	(5)
Reserves	249,074	236,837	
<i>of which : retained earnings</i>		198,713	(6)
<i>audited profit of the current financial year</i>		22,023	(7)
<i>collective impairment reserve</i>		9,101	(8)
<i>general reserve</i>		7,000	(9)
<b>Total equity</b>	<b>434,774</b>	<b>422,537</b>	
<b>Total liabilities and equity</b>	<b>1,721,178</b>	<b>1,701,108</b>	