

FOR IMMEDIATE RELEASE



**China Construction Bank (Asia) Announces  
Consolidated Net Profit after Tax of HKD610 Million for 2011  
Total Assets Increased Significantly by 31.3%**

**HONG KONG – April 27, 2012** – China Construction Bank (Asia) Corporation Limited [“CCB (Asia)”] today announced that the net profit after tax for CCB (Asia) and its subsidiaries [“the bank”] reached HKD610 million for the year ended December 31, 2011, an increase of 8.9% as compared to 2010.

In 2011, the bank’s net interest income increased by 5.9% to HKD1,684 million as compared to 2010. The increase was mainly contributed by the increase in interest income resulting from the increase in advances to customers, trade bills and advances to banks, but partly offset by the increase in interest expense due to the growth of customer deposits and the rising of deposit interest rate. The net interest margin decreased to 1.47% in 2011 from 1.85% in 2010.

Net fees and commission income increased to HKD334 million, representing an increase of 12.7% as compared with 2010.

Net trading income increased by HKD85 million to HKD315 million, or an increase of 36.7% as compared to 2010. The increase was mainly due to increase in foreign exchange contracts income amounted to HKD41 million and the decrease in losses on revaluation of interest rate contracts amounted to HKD47 million.

Conversely, net gains from financial instruments designated at fair value through profit or loss decreased to HKD54 million, a decrease of HKD50 million or 48.3%, as compared to 2010. This was mainly caused by decrease in their respective interest income and the unrealized gains in 2010 turning to unrealized losses in 2011 on revaluation of these instruments.

Total operating expenses were 6.4% higher than prior year, mostly attributable to business growth and branch network expansion.

Operating profit before impairment losses in 2011 rose by 11.8% to HKD753 million, which was HKD80 million higher than 2010.

Loan impairment charge in 2011 increased by 118.7% to HKD66 million, mainly due to decrease in release of impairment and increase in collectively assessed impairment charge resulting from the loan portfolio growth.

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Operating profit after impairment losses for 2011 increased to HKD687 million, an increase of HKD44 million, or 6.8%, over the prior year. Total profit for the year grew to HKD610 million, which was 8.9% higher than prior year.

Total consolidated assets of the bank stood at HKD134,871 million at the end of 2011, a significant increase of 31.3% over the HKD102,728 million at the end of 2010. Gross advances to customers and trade bills increased by 25.5% to HKD91,346 million. Deposits from customers grew by 30.9% to HKD93,112 million when compared to prior year end position. Certificates of deposit issued stood at HKD16,731 million, an increase of 112.4% when compared to the position at the end of 2010.

Assets quality continued to maintain at a very satisfactory level. The gross impaired advances to gross advances to customers was only 0.27% at the end of 2011, a decrease of 9 basis point when compared to the position at the end of 2010.

As of December 31, 2011, the bank's core capital adequacy ratio stood at 20.2%, while the total capital adequacy ratio was 21%, compared to 24.3% and 25% respectively, at the end of 2010. The average liquidity ratio was 43.7% in 2011, slightly lower than the 47% in prior year.

In terms of business development, to cope with its growth strategies and better resources allocation, the bank has set up two new consumer branches in Hong Kong and reorganized the branch network in Hong Kong and Macau within the year. As of December 31, 2011, the bank has 41 consumer branches and one Private Banking Center in Hong Kong, 8 consumer branches in Macau and over 2,000 employees.

Leveraging on the edge of China Construction Bank Group in the financial industry, its nationwide branch network and professional financial services, the bank is strategically promoting value-added cross-border wealth management advantages with specialized and diversified RMB services to customers. In February and August of 2011, the bank received approval to invest in the interbank bond market of Mainland China by People's Bank of China, and was appointed as the Joint Lead Manager and Bookrunner for the RMB-denominated sovereign bonds by the Ministry of Finance. The bank also participated in the first RMB-denominated IPO in Hong Kong, being one of the first local banks providing RMB securities trading service for personal customers. Moreover, in response to the increasing demand for off-shore RMB products and services, the bank launched a galore of innovative RMB services in 2011 including RMB Cashier's Order, RMB Autopay, RMB Remittance Express, Mainland Account Witnessing and more. In September 2011, the bank was awarded "CAPITAL Merit of RMB Services Achievements in Banking and Finance 2011" by Capital magazine, recognizing its efforts and competency in RMB services in the industry.

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For credit card business, the bank has completed the integration of China Construction Bank (Asia) Finance Limited into CCB (Asia) in middle of year, offering customers one-stop wealth management convenience and comprehensive financial services while achieving maximum synergistic benefit for its operation. Within the year, the bank introduced CCB (Asia) UnionPay Dual Currency Credit Card and CCB (Asia) Pui Ching UnionPay Dual Currency Credit Card for Pui Ching School, providing unbeatable discounts and convenience for customers' cross-border spending. Number of new credit card accounts reached 70,000 in 2011, and the total billings reached approximately HKD12 billion.

In addition, the bank has opened three CCB (Asia) Personal Loan Centers within the period to provide rapid and convenient loan services to individuals, offering customers professional advisory service and speedy loan approval. What's more, to keep abreast of today's IT trend, the bank successfully launched CCB (Asia) Mobile Application to stay in line with customers' pace of life and advancement of modern communication.

Alongside its endeavor in business development, the bank has been devotedly contributing to the society, fulfilling its corporate social responsibility in 2011 through teaming up with a number of charity organizations and participating in an array of charity sponsorships activities, community development projects, volunteer services and staff caring events.

China Construction Bank (Asia) President and Chief Executive Officer Miranda Kwok said, "Thanks to the continuous support from the parent bank, our board of directors, staff and customers, we achieved steady and plentiful growth in 2011. For 2012, with the anticipation that the European debt crisis is still lingering and the economy of the U.S. is yet to recover, it is believed that worldwide economies will continue to face instability. As such, we will continue our prudent risk management strategy. Gratified to the overall positive economic outlook of China, we will continue to work closely with our parent bank to strengthen our cross-border business, develop more new products and services to comprehensively satisfy the financial and wealth management needs of our customers. We will also keep on fulfilling the bank's corporate mission to serve in the best interest of our customers, shareholders, associates and society, assuming full responsibilities as a corporate citizen."

Kwok continued, "The year 2012 marks our 100th anniversary in serving Hong Kong. We look forward to inviting the Hong Kong citizens, our parent bank, business partners, customers and staff to join our celebration and witness this historic chapter of the bank. We would also like to reiterate our pledge of providing professional and heartfelt attitude to serve to customers in China, Hong Kong and Macau, and to realize our vision of 'today we build and tomorrow we yield'."

For the full set of 2011 financial statements, please visit any of our branches.

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### **About China Construction Bank (Asia) Corporation Limited**

Having become a wholly-owned subsidiary of China Construction Bank Corporation ["CCB Corporation"] on December 29, 2006, the bank, formerly known as Bank of America (Asia) Limited, was renamed China Construction Bank (Asia) Corporation Limited ["CCB (Asia)"] on December 30, 2006.

CCB (Asia) has 49 branches in Hong Kong and Macau. A wide array of consumer, retail and commercial banking products and services are offered to customers through these branches. In addition, there is CCB Private Banking designed specially for high net worth customers.

For Consumer Banking, CCB (Asia) offers conventional transactional, foreign exchange and cash services, as well as deposits, loans, investments, consolidated banking, insurance, RMB services, credit card and electronic banking services. For Retail and Commercial Banking, the bank offers a variety of products and services in trade financing, working capital and term lending, foreign exchange, leasing, insurance, investment and electronic banking. For more information, please visit [www.asia.ccb.com](http://www.asia.ccb.com).

### **About China Construction Bank Corporation**

The history of the China Construction Bank Corporation ["CCB/the Bank"] dates back to 1954 when the People's Construction Bank of China was founded. This entity was renamed China Construction Bank in 1996. China Construction Bank Corporation was formed in September 2004 when it separated from its predecessor, China Construction Bank, and assumed its commercial banking business and related assets and liabilities. Headquartered in Beijing, CCB had a network of 13,581 branches and sub-branches in Mainland China, and maintained 9 overseas branches located respectively in Hong Kong, Singapore, Frankfurt, Johannesburg, Tokyo, Seoul, New York, Ho Chi Minh City and Sydney, as well as 2 representative offices in Moscow and Taipei as of December 31, 2011. The Bank has a number of subsidiaries, including China Construction Bank (Asia) Corporation Limited, CCB International (Holdings) Limited, China Construction Bank (London) Limited, CCB Financial Leasing Corporation Limited, CCB Trust Co., Limited, Sino-German Bausparkasse Co., Ltd, CCB Principal Asset Management Co., Ltd. and CCB Life Insurance Company Limited. The Bank has nearly 330,000 staff, and provides comprehensive banking services to its customers.

The Bank was listed on the Stock Exchange of Hong Kong Limited (Stock Code: 939) in October 2005 and was listed on the Shanghai Stock Exchange (SSE Code: 601939) in September 2007. As of December 31, 2011, the market capitalization of CCB reached approximately USD175 billion, ranking 2nd among listed banks in the world.

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**CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME  
FOR THE YEAR ENDED DECEMBER 31, 2011**

	2011 HK\$'000	2010 HK\$'000
Interest income	2,709,785	2,008,313
Interest expense	(1,025,960)	(417,587)
<b>Net interest income</b>	<b>1,683,825</b>	<b>1,590,726</b>
Net fees and commission income	334,373	296,760
Net trading income	314,793	230,235
Net gains from financial instruments designated at fair value through profit or loss	54,030	104,583
Net gains from disposal of available-for-sale financial instruments	15,999	-
Other operating income	3,904	4,828
<b>Total operating income</b>	<b>2,406,924</b>	<b>2,227,132</b>
Operating expenses	(1,654,188)	(1,553,960)
<b>Operating profit before impairment losses</b>	<b>752,736</b>	<b>673,172</b>
Loan impairment charge and other credit risk provisions	(65,597)	(29,998)
<b>Operating profit</b>	<b>687,139</b>	<b>643,174</b>
Gain/(loss) on disposal of fixed assets	45	(117)
Share of profits of an associate	28,513	24,053
<b>Profit before taxation</b>	<b>715,697</b>	<b>667,110</b>
Taxation	(105,559)	(106,759)
<b>Profit for the year</b>	<b>610,138</b>	<b>560,351</b>
<b>Other comprehensive income for the year net of tax</b>		
Net movement in investment revaluation	(3,124)	(2,132)
Net movement in hedging reserve	-	(754)
<b>Total comprehensive income for the year</b>	<b>607,014</b>	<b>557,465</b>

**CONSOLIDATED STATEMENT OF FINANCIAL POSITION  
AS AT DECEMBER 31, 2011**

	2011 HK\$'000	2010 HK\$'000
<b>ASSETS</b>		
Cash and balances with banks and central banks	18,035,166	14,801,165
Placements with banks maturing between one and twelve months	2,776,930	9,943
Advances to banks	9,697,857	7,253,040
Advances to customers and trade bills	90,819,918	72,226,525
Financial instruments measured at fair value through profit or loss	1,451,931	1,725,092
Available-for-sale financial assets	10,365,137	4,561,740
Derivative financial instruments	487,596	519,734
Investment in an associate	152,515	149,502
Current tax recoverable	1,885	3,300
Deferred tax assets	77,420	78,915
Fixed assets	224,013	250,587
Other assets	780,880	1,148,542
<b>Total assets</b>	<u>134,871,248</u>	<u>102,728,085</u>
<b>LIABILITIES</b>		
Deposits and balances of banks	6,118,455	5,662,593
Deposits from customers	93,111,676	71,153,154
Certificates of deposit issued	16,731,102	7,876,452
Derivative financial instruments	640,203	511,358
Current tax payable	55,378	55,081
Other liabilities	1,053,717	915,744
<b>Total liabilities</b>	<u>117,710,531</u>	<u>86,174,382</u>
<b>EQUITY</b>		
Share capital	6,511,043	6,511,043
Reserves	10,649,674	10,042,660
<b>Total equity</b>	<u>17,160,717</u>	<u>16,553,703</u>
<b>Total equity and liabilities</b>	<u>134,871,248</u>	<u>102,728,085</u>

1. Advances to customers and trade bills

(a) Advances to customers less impairment

	2011 HK\$'000	2010 HK\$'000 (restated)
Gross advances to customers	83,445,287	68,303,680
Dealers' commission and deferred fee income	41,961	(4,739)
	<u>83,487,248</u>	<u>68,298,941</u>
Less: Impairment allowances		
collectively assessed	(435,068)	(454,544)
individually assessed	(90,378)	(86,482)
Net advances to customers	<u>82,961,802</u>	<u>67,757,915</u>

The individually assessed impairment allowances of HK\$1,512,000 as at December 31, 2010 of a subsidiary have been reclassified to collectively assessed impairment allowances to conform to the current year's presentation.

(b) Trade bills less impairment

	2011 HK\$'000	2010 HK\$'000
Trade bills	7,858,865	4,471,758
Less: Impairment allowances		
collectively assessed	(749)	(3,148)
	<u>7,858,116</u>	<u>4,468,610</u>

1. Advances to customers and trade bills (Continued)

(c) Gross advances to customers by industry sectors

	2011		2010	
	Outstanding balance HK\$'000	% of advances covered by collateral	Outstanding balance HK\$'000	% of advances covered by collateral
Advances for use in Hong Kong				
Industrial, commercial and financial				
- Property development	739,070	23.08	594,601	7.50
- Property investment	22,847,777	92.86	19,103,770	93.55
- Financial concerns	2,461,423	65.11	1,693,714	79.95
- Stockbrokers	11,928	37.79	85,100	41.13
- Wholesale and retail trade	3,660,078	86.73	5,328,394	93.25
- Manufacturing	2,893,972	76.87	1,582,917	48.85
- Transport and transport equipment	5,765,850	54.64	2,797,319	37.60
- Recreational activities	240,531	99.70	14,971	98.88
- Information technology	209,047	93.00	800,963	93.03
- Others	12,680,960	85.89	7,727,661	87.13
	<u>51,510,636</u>		<u>39,729,410</u>	
Individuals				
- Loans for the purchase of flats in the Home Ownership Scheme, Private Sector Participation Scheme and Tenants Purchase Scheme	12,746	100.00	14,774	100.00
- Loans for the purchase of other residential properties	12,556,014	99.72	14,086,008	99.75
- Credit card advances	4,992,670	-	4,860,826	-
- Others	4,058,273	53.30	3,361,284	60.64
	<u>21,619,703</u>		<u>22,322,892</u>	
Trade finance	2,104,322	35.63	1,630,270	50.27
Advances for use outside Hong Kong	8,210,626	71.79	4,621,108	61.79
Gross advances to customers	<u><u>83,445,287</u></u>		<u><u>68,303,680</u></u>	



1. Advances to customers and trade bills (Continued)

(d) Gross advances to customers overdue for more than three months

	2011		2010	
	Outstanding balance HK\$'000	% on total advances to customers	Outstanding balance HK\$'000	% on total advances to customers
Six months or less but over three months	10,119	0.01	10,167	0.01
One year or less but over six months	-	-	974	-
Over one year	61,606	0.07	63,935	0.09
	<u>71,725</u>	<u>0.08</u>	<u>75,076</u>	<u>0.10</u>
Total gross amount of advances overdue for more than three months	<u>71,725</u>	<u>0.08</u>	<u>75,076</u>	<u>0.10</u>
Individually assessed impairment allowances made in respect of the above overdue advances	<u>61,953</u>		<u>63,933</u>	
Net realisable value of collateral held against the overdue advances	<u>4,397</u>		<u>7,251</u>	
Covered portion of overdue advances	1,901		2,876	
Uncovered portion of overdue advances	69,824		72,200	
	<u>71,725</u>		<u>75,076</u>	

(e) Rescheduled advances to customers

	2011		2010	
	Outstanding balance HK\$'000	% on total advances to customers	Outstanding balance HK\$'000	% on total advances to customers
Rescheduled advances to customers	<u>142,634</u>	<u>0.17</u>	<u>166,986</u>	<u>0.24</u>

**2. Liquidity ratio**

	2011 %	2010 %
Consolidated average liquidity ratio	43.7	47.0

The consolidated average liquidity ratio for the year is calculated as the simple average of each calendar month's average liquidity ratio including for the Bank and its subsidiary, China Construction Bank (Asia) Finance Limited ("CCBAF") as required by the Hong Kong Monetary Authority for its regulatory purposes, in accordance with Fourth Schedule of the Hong Kong Banking Ordinance.

**3. Capital adequacy ratio and capital management**

**(a) Capital adequacy ratio**

	2011 %	2010 %
Capital adequacy ratio as at December 31	21.0	25.0
Core capital adequacy ratio as at December 31	20.2	24.3

At December 31, 2011, the capital adequacy ratio was computed on a consolidated basis, including the Bank and its subsidiaries, China Construction Bank (Macau) Corporation Limited and CCBAF, in accordance with the Banking (Capital) Rules. Deductions from total capital base include investments in certain subsidiaries, namely CCB Securities Limited and CCB Nominees Limited, which conduct non-banking related businesses, and their risk weighted assets have not been consolidated into the total risk weighted assets of the Group.

In calculating the risk weighted assets, the Group adopted the Standardised (Credit Risk) Approach and the Standardised (Market Risk) Approach for credit risk and market risk respectively. For operational risk, the capital requirement is calculated using the Basic Indicator Approach.

3. Capital adequacy ratio and capital management (Continued)

(b) Capital base after deductions

	2011 HK\$'000	2010 HK\$'000
<b>Core capital:</b>		
Paid-up ordinary share capital	6,511,043	6,511,043
Published reserves	9,235,390	8,681,248
Profit and loss account	590,947	498,150
Deduct: Deferred tax assets	(77,504)	(78,915)
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Total core capital before deductions	16,259,876	15,611,526
Less: Deductions from core capital	(365,087)	(367,830)
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Total core capital after deductions	15,894,789	15,243,696
	<hr/>	<hr/>
<b>Supplementary capital:</b>		
Reserves attributable to fair value gains on revaluation of holding of available-for-sale equities and debt securities	6,432	2,647
Fair value gains arising from holdings of equities and debt securities designated at fair value through profit or loss	829	15,792
Regulatory reserve for general banking risks	526,753	547,764
Collectively assessed impairment allowances	435,817	239,450
	<hr/>	<hr/>
Total supplementary capital before deductions	969,831	805,653
Less: Deductions from supplementary capital	(365,087)	(367,831)
	<hr/>	<hr/>
Total supplementary capital after deductions	604,744	437,822
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Total capital base before deductions	17,229,707	16,417,179
Total deductions from total capital base	(730,174)	(735,661)
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Total capital base after deductions	16,499,533	15,681,518
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4. Segmental information

(a) Gross advances to customers by geographical areas

	2011 HK\$'000	2010 HK\$'000
Hong Kong	74,534,790	65,035,516
China	4,315,028	78,998
Macau	3,235,686	2,839,419
Others	1,359,783	349,747
	<u>83,445,287</u>	<u>68,303,680</u>

(b) Impaired advances by geographical areas

	2011		2010	
	Gross impaired advances HK\$'000	Individually assessed impairment allowances HK\$'000	Gross impaired advances HK\$'000	Individually assessed impairment allowances HK\$'000
Hong Kong	221,535	90,378	244,530	87,983
China	-	-	-	-
Macau	-	-	8	11
	<u>221,535</u>	<u>90,378</u>	<u>244,538</u>	<u>87,994</u>

More than 90% of the collective impairment allowances were allocated to Hong Kong at December 31, 2011 and 2010. The geographical analysis is based on location of the customers and has taken account of transfer of risk.

(c) Cross-border claims

At December 31, 2011

	Banks HK\$'000	Others HK\$'000	Total HK\$'000
Asia Pacific excluding Hong Kong	36,320,196	25,210,914	61,531,110
- of which China	36,279,207	22,297,419	58,576,626
	<u>36,320,196</u>	<u>25,210,914</u>	<u>61,531,110</u>

At December 31, 2010

	Banks HK\$'000	Others HK\$'000	Total HK\$'000
Asia Pacific excluding Hong Kong	22,194,624	14,503,324	36,697,948
- of which China	22,147,040	11,932,560	34,079,600
	<u>22,194,624</u>	<u>14,503,324</u>	<u>36,697,948</u>

The geographical analysis has taken account of transfer of risk.

4. Segmental information (Continued)

(d) Geographical information

At December 31, 2011

	Revenues from external customers HK\$'000	Profit before taxation HK\$'000	Total assets HK\$'000	Total liabilities HK\$'000	Specified non- current assets HK\$'000	Contingent liabilities and commitments HK\$'000
Hong Kong (place of domicile)	2,293,923	682,295	130,530,413	114,737,321	354,967	34,268,987
Macau	113,001	33,402	5,234,074	4,359,489	21,561	503,630
Less: Intra- group items	-	-	(893,239)	(1,386,279)	-	(6,893)
	<u>2,406,924</u>	<u>715,697</u>	<u>134,871,248</u>	<u>117,710,531</u>	<u>376,528</u>	<u>34,765,724</u>

At December 31, 2010

	Revenues from external customers HK\$'000	Profit before taxation HK\$'000	Total assets HK\$'000	Total liabilities HK\$'000	Specified non- current assets HK\$'000	Contingent liabilities and commitments HK\$'000
Hong Kong (place of domicile)	2,139,689	636,354	99,054,156	83,382,546	375,208	31,008,043
Macau	87,440	30,756	5,156,305	4,311,164	24,881	345,339
Less: Intra-group items	-	-	(1,482,376)	(1,519,328)	-	(18,630)
	<u>2,227,129</u>	<u>667,110</u>	<u>102,728,085</u>	<u>86,174,382</u>	<u>400,089</u>	<u>31,334,752</u>

#### 4. Segmental information (Continued)

##### (e) Reportable segments

The Group manages its businesses by divisions, which are organised by products and services and customer types. In a manner consistent with the way in which information is reported internally to the Group's senior management for the purposes of resource allocation and performance assessment, the Group has presented the following 4 reportable segments. No reportable segments have been aggregated to form the following reportable segments.

(i) Commercial banking

This segment represents the provision of a range of financial products and services to corporations, securities firms and small and medium sized enterprises. The products and services include commercial loans, syndicated loans, residential and commercial mortgages, trade financing, machinery and equipment leasing, stockbroker financing and deposit-taking activities.

(ii) Consumer banking

This segment represents the provision of a range of financial products and services to non-China individual customers. The products and services comprise personal loans, residential mortgages, auto-financing, deposit-taking activities, wealth management, insurance and securities agency services.

(iii) Commercial banking - China Enterprises

This segment represents the provision of a range of financial products and services to China related customers. The products and services comprise commercial loans, syndicated loans, residential and commercial mortgages, trade financing, refinancing loans and deposit-taking activities. This segment was previously included in the commercial banking segment but has been separated as an individual segment for better monitoring of the performance of China-related corporations.

(iv) Treasury business

This segment covers the Bank's treasury operations. The Treasury Department enters into inter-bank money market transactions and invests in debt instruments. It also trades in debt instruments, derivatives and foreign currency for its own account. The treasury carries out customer driven derivatives, such as foreign currency trading. Its function also includes the management of the Group's overall liquidity position, including the issuance of certificates of deposit.

##### Segment results, assets and liabilities

For the purposes of assessing segment performance and allocating resources between segments, the Group's senior management monitors the results, assets and liabilities attributable to each reportable segment on the following bases:

Non-current assets comprise fixed assets, interests in leasehold land and investment in an associate. Segment assets and liabilities are composed of placement with banks, advances to banks and customers, investment securities, derivatives financial instruments, deposits and certificate of deposit issued.

## 4. Segmental information (Continued)

## (e) Reportable segments (Continued)

Revenue and expenses are allocated to the reportable segments with reference to interest and fee and commission income generated by those segments and the expenses incurred by these segments or which otherwise arise from the depreciation or amortisation of assets attributable to these segments.

	2011				Total HK\$'000
	Commercial banking HK\$'000	Consumer banking HK\$'000	Commercial banking - China Enterprises HK\$'000	Treasury business HK\$'000	
Net interest income	333,711	925,555	545,420	13,286	1,817,972
Revenue from external customers	425,839	1,214,745	592,082	147,625	2,380,291
Inter-segment revenue	-	81,302	-	-	81,302
Reportable segment revenue	425,839	1,296,047	592,082	147,625	2,461,593
Depreciation and amortisation	(1,522)	(42,336)	(4)	(2,798)	(46,660)
Operating profit before impairment losses	220,508	80,839	504,699	97,638	903,684
Loan impairment and other credit risk provisions	(3,017)	(54,824)	(7,756)	-	(65,597)
Reportable segment profit before taxation	217,491	26,015	496,943	97,638	838,087
Reportable segment assets	31,316,042	30,010,502	40,004,442	32,028,616	133,359,602
Reportable segment liabilities	18,174,537	70,284,022	6,673,518	21,469,359	116,601,436

## 4. Segmental information (Continued)

## (e) Reportable segments (Continued)

	2010				
	Commercial banking HK\$'000	Consumer banking HK\$'000	Commercial banking - China Enterprises HK\$'000	Treasury business HK\$'000	Total HK\$'000
Net interest income	431,778	942,630	269,025	(76,511)	1,566,922
Revenue from external customers	520,506	1,205,209	374,964	112,365	2,213,044
Inter-segment revenue	(12,906)	40,275	(12,415)	(21,534)	(6,580)
Reportable segment revenue	507,600	1,245,484	362,549	90,831	2,206,464
Depreciation and amortisation	(2,851)	(37,407)	(4)	(2,036)	(42,298)
Operating profit before impairment losses	304,189	114,175	303,132	48,890	770,386
Loan impairment and other credit risk provisions	(11,232)	7,525	(25,827)	-	(29,534)
Reportable segment profit before taxation	292,957	121,700	277,305	48,890	740,852
Reportable segment assets	25,597,468	29,157,770	25,797,846	20,278,433	100,831,517
Reportable segment liabilities	13,824,294	54,485,169	4,229,246	12,664,848	85,203,557



**5. Currency concentrations**

The Group had the following net foreign currency exposures which exceeded 10% of the net foreign currency exposure in all currencies:

**At December 31, 2011**

	Total HK\$'000	Of which				
		AUD \$'000 HKD equivalent	JPY \$'000 HKD equivalent	CNY \$'000 HKD equivalent	MOP \$'000 HKD equivalent	EUR \$'000 HKD equivalent
Spot assets	53,133,562	54,831	211,346	12,626,291	726,822	195,459
Spot liabilities	(44,897,946)	(1,787,504)	(59,827)	(12,058,027)	(281,000)	(2,380,794)
Forward purchases	78,250,304	2,892,624	763,914	31,816,267	-	2,721,248
Forward sales	(85,938,811)	(1,130,174)	(925,374)	(32,087,006)	-	(561,330)
Net (short)/long position	<u>547,109</u>	<u>29,777</u>	<u>(9,941)</u>	<u>297,525</u>	<u>445,822</u>	<u>(25,417)</u>
Net structural position	<u>423,447</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>423,447</u>	<u>-</u>

**At December 31, 2010**

	Total HK\$'000	Of which				
		AUD \$'000 HKD equivalent	JPY \$'000 HKD equivalent	CNY \$'000 HKD equivalent	MOP \$'000 HKD equivalent	EUR \$'000 HKD equivalent
Spot assets	32,735,354	134,705	250,537	8,897,548	685,701	43,713
Spot liabilities	(26,159,287)	(1,384,360)	(51,094)	(4,197,797)	(264,742)	(510,722)
Forward purchases	63,541,586	2,251,601	1,076,128	20,487,051	-	998,497
Forward sales	(69,755,533)	(948,316)	(1,281,837)	(24,976,774)	(589)	(563,200)
Net (short)/long position	<u>362,120</u>	<u>53,630</u>	<u>(6,266)</u>	<u>210,028</u>	<u>420,370</u>	<u>(31,712)</u>
Net structural position	<u>423,447</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>423,447</u>	<u>-</u>

The structural assets of the Group in MOP include investment in a subsidiary in Macau.

The net options position is calculated using the Simplified Approach and there was no net options position as at December 31, 2011 and 2010.