

Financial Highlights

	2006 HK\$'000	2005 HK\$'000 Restated ¹	2004 HK\$'000
FOR THE YEAR			
Net interest income	717,216	661,551	811,709
Profit after taxation	682,673	601,262	664,015
Loan purchases	6,443,925	2,862,409	11,395,207
Debt securities issued	13,343,663	5,101,063	11,398,500
Mortgage-backed securities issued	2,000,000	1,000,000	2,400,000
Mortgage insurance – net premiums written	98,588	178,188	124,715
AT YEAR END			
Loan portfolio, net	32,394,092	33,548,858	34,938,580
Total assets	44,822,002	43,508,816	45,266,481
Debt securities issued	28,935,470	27,995,867	35,494,740
Mortgage-backed securities issued	5,361,260	5,164,376	5,869,148
Mortgage insurance – risk in force ²	2,916,950	2,642,317	1,773,663
OTHER STATISTICS			
Net interest margin	1.7%	1.5%	1.6%
Capital-to-assets ratio	11.2%	12.0%	9.3%
Cost-to-income ratio	13.5%	14.7%	12.2%
Return on assets	1.6%	1.3%	1.3%
Return on shareholders' equity	13.9%	13.6%	17.1%

¹ 2005 figures have been restated as a result of the adoption of the HKAS 27 (revised): Consolidation and separate financial statements.

² The risk in force excludes exposure that has been covered by reinsurance arrangement.