

Habib Bank Zurich (Hong Kong) Limited

Statement of profit or loss and other comprehensive income for the year ended 31 December 2017

(Expressed in Hong Kong dollars)

	Note	2017	2016
Interest income	2(a)	70,269,302	65,825,095
Interest expense	2(b)	(17,956,020)	(23,257,959)
Net interest income		52,313,282	42,567,136
Fee and commission income	3	26,021,564	27,279,603
Fee and commission expense		(759,428)	(597,853)
Net fee and commission income		25,262,136	26,681,750
Other net income	4	21,189,398	22,093,474
Operating income		98,764,816	91,342,360
Operating expenses	5	(68,100,319)	(69,105,049)
		30,664,497	22,237,311
Impairment losses on trade bills and advances to customers	7	(4,080,000)	(7,700,000)
Profit before taxation		26,584,497	14,537,311
Income tax	8(a)	(4,724,145)	(576,172)
Profit for the year		21,860,352	13,961,139
Other comprehensive income	9		
<i>Item that may be reclassified subsequently to profit or loss:</i>			
Available-for-sale financial assets - net movement in the available-for-sale financial assets revaluation reserve		356,935	(588,822)
Total comprehensive income for the year		22,217,287	13,372,317

The notes on pages 21 to 69 form part of these financial statements.

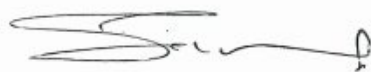
Statement of financial position at 31 December 2017

(Expressed in Hong Kong dollars)

	Note	2017	2016
Assets			
Cash and balances with banks	10	185,970,076	194,860,355
Placements with banks	11	213,077,876	519,856,554
Investments	12	385,365,719	411,471,463
Trade bills	13(a)	581,805,310	490,283,080
Advances to customers	14(a)	674,696,705	487,141,670
Tax paid in advance	20(a)	-	1,091,593
Deferred tax assets	20(b)	4,093,455	4,171,456
Fixed assets	15	106,150,137	108,689,971
Other assets	16	84,667,701	33,615,479
Total assets		2,235,826,979	2,251,181,621
Liabilities			
Deposits and balances from banks	17	29,689,647	5,252,100
Deposits from customers	18	1,237,349,610	1,390,423,359
Current taxation	20(a)	1,252,333	-
Other liabilities	19	412,802,749	310,990,809
Total liabilities		1,681,094,339	1,706,666,268
Equity			
Share capital	23	300,000,000	300,000,000
Reserves		254,732,640	244,515,353
Total equity		554,732,640	544,515,353
Total equity and liabilities		2,235,826,979	2,251,181,621

The notes on pages 21 to 69 form part of these financial statements.

Approved and authorised for issue by the Board of Directors on 15 March 2018



Sachil Dagur
Chief Executive
& Executive Director



Mohamedali R. Habib
Chairman