

BANKING

	Amount (\$bn)	% change, yoy, unless otherwise stated								
		Monthly			Quarterly				Yearly	
		11/03	11/03	10/03	Q3/03	Q2/03	Q1/03	Q4/02	2002	2001
HKD M0 (in HKD)	123.9	12.2	12.9	12.4	11.9	9.9	11.4	11.4	10.8	-7.8
HKD M1 (in HKD)	334.0	34.9	41.2	23.7	18.7	13.4	12.9	12.9	12.8	-0.7
HKD M2 (in HKD)	2,065.7	3.9	7.1	4.1	0.5	-0.5	-0.7	-0.7	0.5	3.9
HKD M3 (in HKD)	2,082.0	3.7	6.9	3.9	0.5	-0.5	-0.6	-0.6	0.7	4.0
Spread (Prime-Hibor1) (pa) (%)	N.A.	4.87	4.86	4.01	3.74	3.69	3.40	3.37	3.40	3.26
Res. mortg. loans outstanding#										
(before adjusted to reclassification)	N.A.	-2.4	-2.6	-3.1	-2.6	-0.8	1.0	1.0	1.6	N.A.
(after adjusted to reclassification)	522.3	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.
Loans-to-Deposits Ratio (pa) (%)										
(Total)	N.A.	57.6	58.6	59.5	61.5	62.8	62.7	64.7	67.5	79.1
(HKD)	N.A.	82.7	82.7	84.6	87.6	89.3	88.4	89.6	90.1	92.0
Foreign Currency Reserves ¹ (in US\$bn)	114.1	114.1	112.4	112.1	114.4	113.6	111.9	111.9	111.2	107.5
Deposits	3,509.4	5.6	6.8	4.4	0.6	-0.1	-2.6	-2.6	-3.6	9.6
HKD Deposits ²	1,892.9	3.4	7.0	3.6	-0.3	-1.5	-1.6	-1.6	0.2	5.0
FC Deposits ³	1,616.5	8.3	6.6	5.4	1.9	1.6	-3.8	-3.8	-7.8	15.3
Loans & Advances	2,023.1	-2.7	-0.7	-3.8	-4.3	-4.5	-4.9	-4.9	-11.2	-12.5
Loans in HKD	1,566.3	-3.0	0.0	-3.6	-3.0	-3.0	-1.9	-1.9	-0.3	2.8
Loans in FC	456.8	-1.4	-3.1	-4.7	-8.7	-9.7	-14.2	-14.2	-33.6	-32.8
Loans for use in HK ⁴	1,796.3	-1.9	0.5	-2.9	-2.8	-2.9	-2.4	-2.4	-4.3	1.7
Loans for use outside HK ⁵	226.8	-8.6	-9.8	-10.2	-14.8	-15.4	-20.7	-20.7	-38.6	-43.6
Loans for use in HK (eop) – Q3/2003	1,787.8	N.A.	N.A.	-2.9	-2.8	-2.9	-2.4	-2.4	-4.4	1.6
Mortgage Lending	617.9	N.A.	N.A.	-4.4	-4.1	-2.1	-0.8	-0.8	3.3	2.9
Property Development & Investment	364.8	N.A.	N.A.	-1.7	-1.6	-2.3	-2.6	-2.6	-2.4	3.7
Trade Finances ⁴	97.2	N.A.	N.A.	3.1	6.5	7.6	2.5	2.5	-14.6	-8.6
Financial Concerns	134.0	N.A.	N.A.	7.2	-1.3	-11.9	-11.6	-11.6	-16.4	-10.1
Wholesale & Retail Trade	96.6	N.A.	N.A.	-4.8	-0.2	0.1	-0.8	-0.8	-15.8	-16.6
Manufacturing	77.6	N.A.	N.A.	12.0	2.7	-0.5	-0.8	-0.8	-3.4	-8.0
Credit Card	47.3	N.A.	N.A.	-8.5	-11.4	-10.9	-6.3	-6.3	12.8	30.1
Private Purposes	76.1	N.A.	N.A.	-7.3	-8.5	-7.0	-2.3	-2.3	-2.4	3.4

PRIVATE CONSUMPTION

	Amount	% change, yoy, unless otherwise stated								
		Monthly			Quarterly				Yearly	
		10/03	10/03	9/03	Q3/03	Q2/03	Q1/03	Q4/02	2002	2001
Retail Sales (Value)	\$14.6 bn	3.8	0.1	-0.4	-10.9	-2.9	-2.5	-4.1	-1.2	3.8
(Volume)	N.A.	4.6	1.0	1.2	-7.7	-1.1	-1.1	-2.6	1.2	8.3
Restaurant Receipts (Value)	\$12.4 bn (03 Q3)	N.A.	N.A.	-7.5	-19.2	-8.6	-5.9	-5.4	-2.5	2.1
(Volume)	N.A.	N.A.	N.A.	-6.2	-18.1	-7.3	-4.4	-4.2	-2.3	3.1
Department Store (Value)	\$1.4 bn	4.1	-0.5	-2.0	-12.5	-4.7	-0.2	-0.7	2.6	-1.0
(Volume)	N.A.	3.4	-1.3	-2.5	-9.7	-4.4	1.1	0.5	5.8	2.6
Visitors Arrivals	1.70 mn	7.0	7.9	4.1	-57.9	19.7	33.9	20.7	5.1	15.3

PROPERTY

Private Residential	Amount	% Change mom			% Change qoq			% Change yoy		
		11/03	10/03	Q3/03	Q2/03	Q1/03	Q4/02	2002	2001	2000
Price and Rental Indices										
Rental (official) : period average	N.A.	N.A.	0.6	-2.8	-3.6	-3.0	-4.2	-12.5	-2.8	-1.9
Price (official) : period average	N.A.	N.A.	3.1	-1.3	-4.7	-3.6	-5.1	-11.1	-12.2	-10.4
: eop	N.A.	N.A.	3.1	2.0	-3.3	-5.6	-2.8	-12.2	-9.8	-14.5
<i>HK (\$/sf): eop</i>	2,674	2,674	2,622	2,579	2,479	2,620	2,765	2,765	3,066	3,438
<i>KL (\$/sf): eop</i>	2,390	2,390	2,370	2,448	2,247	2,322	2,432	2,432	2,761	3,083
<i>NT (\$/sf): eop</i>	1,782	1,782	1,771	1,910	1,890	1,936	2,024	2,024	2,216	2,544
Rental yield (%) : <i>HK</i>	4.75	4.75	4.83	4.96	4.91	4.69	4.77	4.91	5.22	4.49
<i>KL</i>	5.08	5.08	5.17	5.22	5.30	5.20	5.03	5.09	5.44	4.92
<i>NT</i>	5.00	5.00	4.94	4.73	4.70	4.62	4.61	4.51	4.56	4.22
Sales & purchase agreements										
Value	\$21.3 bn	-33.6	131.5	35.9	-8.5	0	-16.5	-3.8	-13.4	-13.3
Number	9,648	-14.0	63.4	28.5	-1.3	-5.4	-3.5	-2.6	2.9	-12.9
New res. mortg. approved of 25 AIs#										
Number, during the period	5,989	-23.7	31.8	23.0	8.5	-15.5	-15.2	-7.8	-4.9	N.A.
Value per loan, during the period	\$1.36 mn	1.5	6.3	0.8	-3.3	-3.4	3.6	-4.9	-5.2	N.A.
Supply										
No. of private flats completed	6,100	N.A.	N.A.	N.A.	6,100	4,530	11,198	32,746	23,986	26,274
	<i>03 Q2</i>									
No. of private flats with consent to start work	6,102	N.A.	N.A.	N.A.	6,102	12,351	3,880	18,271	27,274	31,366
	<i>03 Q2</i>									

MACROECONOMIC INDICATORS

	Amount (\$bn)	% change, yoy unless otherwise stated								
		Monthly			Quarterly				Yearly	
	11/03	11/03	10/03	Q3/03	Q2/03	Q1/03	Q4/02	2002	2001	2000
GDP	N.A.	N.A.	N.A.	4.0	-0.5	4.5	5.1	2.3	0.5	10.2
Composite CPI	N.A.	-2.4	-2.7	-3.7	-2.5	-1.9	-2.9	-3.0	-1.6	-3.8
Labour										
Unemployment Rate (%)	N.A.	7.5	8.0	8.3	8.6	7.5	7.2	7.3	5.1	4.9
Unemployed ('000 people)	N.A.	264.0	282.0	297.3	300.0	259.8	252.6	255.5	174.8	166.9
External Trade (Nominal)										
Total Exports	153.8	9.0	9.4	7.1	12.2	17.6	15.5	5.4	-5.8	16.6
Domestic Exports	9.8	-3.0	-5.8	-5.4	-11.4	-10.4	-13.6	-14.7	-15.2	6.1
Re-exports	144.0	10.0	10.7	8.2	14.4	20.3	18.8	7.7	-4.6	18.1
Total Imports	161.8	13.8	10.2	6.1	9.6	17.8	14.9	3.3	-5.4	19.0
Trade Balance (in \$bn)	-8.0	-8.0	-4.2	-7.5	-13.3	-20.1	-10.7	-58.9	-87.2	-85.3

FORECASTS FOR REAL GDP & CPI

	2003F (Gov)	2003F (BEA)	2002	2001	2000
GDP	3.0	2.8	2.3	0.5	10.2
Private Consumption	0	0.3	-1.2	2.0	5.9
Government	1.5	0.6	2.4	6.1	2.0
Capital Formation	0.3	-0.7	-4.3	2.7	11.0
Domestic Exports	-8.5	-8.7	-11.2	-10.2	7.5
Re-exports	14.5	15.7	11.0	-2.4	18.5
Total Exports	12.5	13.6	8.7	-3.3	17.1
Imports of Goods	11.1	12.1	7.9	-1.9	18.2
Visible Trade (HK\$ billion)	-66.3	-66.0	-80.5	-85.0	-64.0
Exports of Services	3.5	3.5	12.2	6.2	12.9
Imports of Services	-5.0	-6.8	0.2	2.0	4.2
Invisible Trade (HK\$ billion)	186.2	189.7	163.8	125.2	110.3
CPI (Composite)	-2.7	-2.5	-3.0	-1.6	-3.8

Unit: %

Note: *pa*: Period averages; *eop*: End-of-period; *N.A.*: Not applicable
mom: Month-on-month; *qoq*: Quarter-on-quarter; *yoy*: Year-on-year
Gov: HKSAR Government; *BEA*: The Bank of East Asia

¹ Foreign Currency Reserves in Land Fund are not included before June 30, 1997

² Adjusted to include swap deposits

³ Adjusted to exclude swap deposits

⁴ Loans to finance merchandising trade not touching HK would be included in trade finance & loans for use in HK

⁵ Others loans where the place of use is not known would be included in loans for use outside HK

The number of authorized institutions participating in the HKMA Residential Mortgage Survey is reduced from 28 to 25 starting from August 2003

KEY INTERNATIONAL INDICATORS FOR MAJOR ECONOMIES**(Update: 2nd January, 2004)**

Country/Region	Unemployment rate	CPI inflation	Real GDP/GNP growth rate	Money supply (M1) growth	Prime lending rate
Australia	5.6% (Nov.)	2.6% (Q3)	2.6% (Q3)	8.7% (Oct.)	9.00%
Canada	7.5% (Nov.)	1.6% (Nov.)	1.0% (Q3)	5.2% (Nov.)	4.50%
China	4.2%*	3.0% (Nov.)	9.1% (Q3)	18.9% (Nov.)	5.31%
Euro area	8.8% (Oct.)	2.2% (Nov.)	0.3% (Q3)	12.5% (Oct.)	3.00%
Hong Kong	7.5% (Sep. – Nov.)	-2.4% (Nov.)	4.0% (Q3)	41.2% (Oct.)	5.00%
Japan	5.2% (Oct.)	0.0% (Oct.)	1.8% (Q3)	5.3% (Nov.)	1.375%
UK	5.0% (Oct.)	1.3% (Nov.)	2.0% (Q3)	7.3% (Oct.)	3.75%
US	5.9% (Nov.)	1.8% (Nov.)	3.5% (Q3)	6.6% (Nov.)	4.00%

* Figure as at end-September, 2003

This material is prepared by The Bank of East Asia, Ltd.(Economic Research Department) based upon information which we consider reliable. Data are obtained from the Census and Statistics Department, HKSAR; the Hong Kong Monetary Authority; The Economist and the National Bureau of Statistics, China. Opinions expressed herein are subject to change without notice.