

**Residential mortgage loans in negative equity**  
**June quarter 2004**

**Annex**

**Key Extrapolated Results <sup>1</sup> of the Survey of Residential Mortgage Loans in Negative Equity**

(End of period figures)	<b>Jun-04</b>	<b>Mar-04</b>	<b>Dec-03</b>	<b>Sep-03</b>	<b>Jun-03</b>
Total outstanding number	28,264	40,020	67,575	99,805	105,697
As % of total mortgage borrowers	6%	8%	14%	20%	22%
Total outstanding value (HK\$ billion)	48	66	107	155	165
As % of total outstanding value	9%	12%	20%	29%	31%
Value of unsecured portion (HK\$ billion)	8	13	23	33	36
Loan-to-value ratio	121%	125%	128%	127%	128%
Weighted average interest rate	BLR-0.65%	BLR-0.74%	BLR-0.94%	BLR-1.09%	BLR-1.07%

Note:

1. Based on 25 surveyed authorized institutions (AIs) accounting for about 98% of the industry total. The reduction in number of surveyed AIs from 27 at end-June 2003 to 25 is due to bank consolidation and so does not affect the coverage.