

The Exchange Fund

The results of the Exchange Fund for 2000 and its financial position at the end of 2000 are shown respectively in the following Income and Expenditure Account and Balance Sheet, which are extracted from the HKMA Annual Report for 2000. For the audited, full statement of accounts of the Exchange Fund for 2000, please see pages 78 to 103 of the Annual Report.

Exchange Fund – Income and Expenditure Account		
for the year ended 31 December 2000		
(Expressed in millions of Hong Kong dollars)	2000	1999
INCOME		
Interest income		
Interest income on debt securities	29,710	26,837
Other interest income	6,643	5,207
Total interest income	36,353	32,044
Dividend income from listed equity securities	4,871	6,969
Net realised and revaluation gains/(losses) on other investments in securities	10,695	78,840
Other net realised and revaluation gains/(losses)	4,370	(4,210)
Net exchange losses	(11,189)	(9,858)
Bank licence fees	151	158
Others	22	30
TOTAL INCOME	45,273	103,973
EXPENDITURE		
Note and coin expenses	172	454
Operating expenses	983	905
Interest expense	27,877	54,001
TOTAL EXPENDITURE	29,032	55,360
SURPLUS FOR THE YEAR	16,241	48,613

Exchange Fund – Balance Sheet

as at 31 December 2000

(Expressed in millions of Hong Kong dollars)

	2000	1999
ASSETS		
Cash and money at call	16,953	16,494
Placements with banks and other financial institutions	56,093	102,469
Investment securities	300	300
Other investments in securities	923,360	863,921
Gold	142	151
Thailand financing package	6,724	6,701
Other assets	17,448	10,340
Investments in subsidiaries	2,145	2,145
Investment in associate	14	22
Fixed assets	184	213
TOTAL ASSETS	1,023,363	1,002,756
LIABILITIES AND FUND RESOURCES		
Certificates of Indebtedness	99,265	118,195
Coins in circulation	5,918	5,777
Balance of the banking system	669	7,960
Exchange Fund Bills and Notes	109,288	101,828
Placements by banks and other financial institutions	35,389	19,113
Placements by other Hong Kong Special Administrative Region government funds	417,162	392,206
Placements by Hong Kong statutory bodies	9,660	9,986
Other liabilities	38,913	56,833
Total liabilities	716,264	711,898
Accumulated surplus	307,099	290,858
TOTAL LIABILITIES AND FUND RESOURCES	1,023,363	1,002,756