


# CONTENTS

|            |  |
|------------|--|
| 2          | Highlights of 2005                         |
| 4          | Chief Executive's Statement                |
| 10         | About The HKMA                             |
| 16         | Advisory Committees                        |
| 25         | Chief Executive's Committee                |
| 29         | HKMA Organisation Chart                    |
| <b>31</b>  | <b>Economic and Banking Environment</b>    |
| <b>47</b>  | <b>Monetary Stability</b>                  |
| <b>53</b>  | <b>Banking Stability</b>                   |
| <b>73</b>  | <b>Market Infrastructure</b>               |
| <b>83</b>  | <b>International Financial Centre</b>      |
| <b>91</b>  | <b>Reserves Management</b>                 |
| <b>96</b>  | <b>The Exchange Fund</b>                   |
| <b>175</b> | <b>Professional and Corporate Services</b> |
| 184        | Calendar of Events 2005                    |
| 186        | Annex and Tables                           |
| 209        | Abbreviations used in this Report          |
| 210        | Reference Resources                        |

The chapter on Banking Stability in this Annual Report is the report on the working of the Banking Ordinance and the activities of the office of the Monetary Authority during 2005 submitted by the Monetary Authority to the Financial Secretary in accordance with Section 9 of the Banking Ordinance.

This Annual Report makes reference to documents and other materials available on the HKMA website [www.hkma.gov.hk](http://www.hkma.gov.hk). These references appear as , followed by navigation guidance from the HKMA homepage.

The full text of this Report is available on the HKMA website in interactive form and on PDF files.

A summary version of this Report is also available in *An Introduction of the Hong Kong Monetary Authority 2006 Edition*.

All amounts in this Report are in Hong Kong dollars unless otherwise stated.