

Table 1 Hong Kong's Balance of Payments

HK\$ million

Standard component	2011	2012	2012 1st Qtr	2012 2nd Qtr	2012 3rd Qtr	2012 4th Qtr	2013 1st Qtr
Current account⁽¹⁾	92,999	27,016	657	-11,583	26,095	11,847	-9,535
<i>Credit</i>	5,170,337	5,431,753	1,238,945	1,353,658	1,406,437	1,432,712	1,325,817
<i>Debit</i>	-5,077,338	-5,404,737	-1,238,289	-1,365,241	-1,380,342	-1,420,866	-1,335,352
Goods	-66,915	-176,343	-48,269	-74,398	-21,547	-32,129	-75,947
<i>Credit</i>	3,398,053	3,603,819	806,588	868,652	951,061	977,518	881,838
<i>Debit</i>	-3,464,968	-3,780,162	-854,857	-943,050	-972,608	-1,009,647	-957,785
Services	126,879	181,421	45,331	46,323	45,612	44,155	58,533
<i>Credit</i>	706,075	751,214	186,151	179,688	189,216	196,159	198,127
<i>Debit</i>	-579,196	-569,793	-140,820	-133,365	-143,604	-152,004	-139,594
Primary income	52,826	43,484	9,246	21,140	7,024	6,074	12,577
<i>Credit</i>	1,059,351	1,069,181	244,382	303,525	263,915	257,359	242,687
<i>Debit</i>	-1,006,526	-1,025,697	-235,136	-282,385	-256,891	-251,285	-230,110
Secondary income	-19,791	-21,547	-5,651	-4,648	-4,994	-6,253	-4,698
<i>Credit</i>	6,858	7,538	1,825	1,793	2,245	1,676	3,164
<i>Debit</i>	-26,649	-29,085	-7,475	-6,441	-7,239	-7,930	-7,863
Capital and financial account⁽¹⁾	-113,242	-37,591	14,233	31,399	-51,176	-32,047	-12,528
Capital account	-2,021	-1,439	-85	-947	-91	-316	-123
<i>Credit</i>	19	1	1	0	0	0	1
<i>Debit</i>	-2,040	-1,440	-86	-947	-91	-316	-125
Financial account	-111,220	-36,152	14,317	32,346	-51,084	-31,731	-12,405
Financial non-reserve assets⁽²⁾	-24,437	152,736	78,115	25,232	-13,222	62,612	3,999
Direct investment	1,868	-72,919	-8,846	9,557	-19,200	-54,430	-91,761
<i>Assets</i>	-746,372	-651,425	-222,094	-93,532	-124,855	-210,945	-236,206
<i>Liabilities</i>	748,240	578,506	213,248	103,089	105,655	156,514	144,445
Portfolio investment	-10,979	-12,553	194,898	17,684	-53,698	-171,437	33,735
<i>Assets</i>	-155,818	-269,211	79,027	11,414	-133,329	-226,323	-15,048
<i>Liabilities</i>	144,839	256,658	115,870	6,270	79,631	54,886	48,783
Financial derivatives	20,884	15,274	1,697	550	1,140	11,887	3,914
<i>Assets</i>	359,707	275,283	86,984	76,480	54,095	57,723	69,066
<i>Liabilities</i>	-338,823	-260,009	-85,286	-75,930	-52,956	-45,836	-65,152
Other investment	-36,210	222,935	-109,633	-2,559	58,536	276,592	58,111
<i>Assets</i>	-780,960	-113,401	-293,768	10,982	254,027	-84,642	112,524
<i>Liabilities</i>	744,749	336,336	184,135	-13,541	-195,491	361,234	-54,413
Reserve assets⁽²⁾	-86,783	-188,889	-63,798	7,114	-37,862	-94,343	-16,404
Net errors and omissions⁽³⁾	20,243	10,575	-14,889	-19,816	25,081	20,200	22,063
Overall Balance of Payments	86,783	188,889	63,798	-7,114	37,862	94,343	16,404
	(surplus)	(surplus)	(surplus)	(deficit)	(surplus)	(surplus)	(surplus)

Notes : (1) In accordance with the accounting rules adopted in compiling Balance of Payments, a positive value for the balance figure in the current account represents a surplus whereas a negative value represents a deficit. In the capital and financial account, a positive value indicates a net financial inflow while a negative value indicates a net outflow. As increases in external assets are debit entries and decreases are credit entries, a negative value for the reserve assets represents a net increase while a positive value represents a net decrease.

(2) The estimates of reserve and non-reserve assets under the Balance of Payments framework are transaction figures. Effects of valuation changes (including price changes and exchange rate changes) and reclassifications are not taken into account.

(3) In principle, the net sum of credit entries and debit entries is zero. In practice, discrepancies between the credit and debit entries may occur for various reasons as the relevant data are collected from many sources. Equality between the sum of credit entries and that of debit entries is brought about by the inclusion of a balancing item which reflects net errors and omissions.

Table 2 Hong Kong's Balance of Payments: Current account

HK\$ million

Standard component	2011	2012	2012 1st Qtr	2012 2nd Qtr	2012 3rd Qtr	2012 4th Qtr	2013 1st Qtr
Current account⁽¹⁾	92,999	27,016	657	-11,583	26,095	11,847	-9,535
<i>Credit</i> ⁽²⁾	5,170,337	5,431,753	1,238,945	1,353,658	1,406,437	1,432,712	1,325,817
<i>Debit</i> ⁽²⁾	-5,077,338	-5,404,737	-1,238,289	-1,365,241	-1,380,342	-1,420,866	-1,335,352
Goods	-66,915	-176,343	-48,269	-74,398	-21,547	-32,129	-75,947
<i>Credit</i>	3,398,053	3,603,819	806,588	868,652	951,061	977,518	881,838
Of which : Net exports of goods under merchandising	205,296	224,477	49,177	47,030	61,316	66,954	n.y.a.
<i>Debit</i>	-3,464,968	-3,780,162	-854,857	-943,050	-972,608	-1,009,647	-957,785
Services	126,879	181,421	45,331	46,323	45,612	44,155	58,533
<i>Credit</i>	706,075	751,214	186,151	179,688	189,216	196,159	198,127
Transport services	250,075	250,161	59,811	67,620	63,934	58,796	58,825
Travel services	215,344	248,892	57,245	56,634	62,084	72,929	66,649
Insurance and pension services	6,610	7,207	1,739	1,727	1,755	1,986	1,920
Financial services	113,415	117,532	34,277	25,279	30,050	27,926	37,462
Other services	120,630	127,422	33,079	28,428	31,393	34,522	33,271
<i>Debit</i>	-579,196	-569,793	-140,820	-133,365	-143,604	-152,004	-139,594
Transport services	-139,414	-137,354	-33,877	-34,999	-34,985	-33,493	-33,132
Travel services	-149,232	-157,035	-37,646	-38,898	-41,049	-39,442	-40,198
Insurance and pension services	-9,283	-9,459	-2,413	-2,260	-2,385	-2,401	-2,442
Financial services	-30,214	-30,479	-8,956	-5,499	-7,666	-8,358	-9,949
Other services	-251,052	-235,466	-57,928	-51,709	-57,519	-68,310	-53,873
Of which : Manufacturing services	-139,459	-120,356	-29,659	-27,416	-29,884	-33,397	n.y.a.
Primary income	52,826	43,484	9,246	21,140	7,024	6,074	12,577
<i>Credit</i>	1,059,351	1,069,181	244,382	303,525	263,915	257,359	242,687
Investment income	1,056,615	1,066,324	243,717	302,865	263,257	256,485	241,998
Direct investment income	811,520	823,852	197,206	209,250	207,869	209,527	193,299
Portfolio investment income	172,032	168,927	27,046	74,389	38,449	29,044	31,479
Other investment income	40,236	42,194	11,475	10,988	9,419	10,312	10,050
Income on reserve assets	32,826	31,351	7,991	8,239	7,520	7,602	7,170
Compensation of employees	2,737	2,857	665	660	658	874	689
<i>Debit</i>	-1,006,526	-1,025,697	-235,136	-282,385	-256,891	-251,285	-230,110
Investment income	-1,002,210	-1,021,018	-234,011	-281,239	-255,712	-250,056	-228,847
Direct investment income	-879,040	-893,869	-218,339	-226,105	-219,830	-229,594	-213,496
Portfolio investment income	-85,684	-93,176	-6,685	-46,522	-27,789	-12,179	-7,243
Other investment income	-37,486	-33,973	-8,987	-8,612	-8,093	-8,283	-8,108
Compensation of employees	-4,315	-4,679	-1,125	-1,146	-1,179	-1,229	-1,263
Secondary income	-19,791	-21,547	-5,651	-4,648	-4,994	-6,253	-4,698
<i>Credit</i>	6,858	7,538	1,825	1,793	2,245	1,676	3,164
<i>Debit</i>	-26,649	-29,085	-7,475	-6,441	-7,239	-7,930	-7,863

Notes : (1) In accordance with the accounting rules adopted in compiling Balance of Payments, a positive value for the balance figure in the current account represents a surplus whereas a negative value represents a deficit.

(2) In a Balance of Payments account, every external transaction is presented by two entries, a credit and a debit. In the current account, exports of goods and services, primary income inflows and secondary income inflows are all credit entries, while imports of goods and services, primary income outflows and secondary income outflows are debit entries.

n.y.a. Not yet available. Owing to insufficient data, figure in respect of this sub-component is not yet available.

Table 3 Hong Kong's Balance of Payments: Capital and financial account

HK\$ million

Standard component	2011	2012	2012 1st Qtr	2012 2nd Qtr	2012 3rd Qtr	2012 4th Qtr	2013 1st Qtr
Capital and financial account⁽¹⁾	-113,242	-37,591	14,233	31,399	-51,176	-32,047	-12,528
Capital account	-2,021	-1,439	-85	-947	-91	-316	-123
<i>Credit</i>	<i>19</i>	<i>1</i>	<i>1</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>1</i>
<i>Debit</i>	<i>-2,040</i>	<i>-1,440</i>	<i>-86</i>	<i>-947</i>	<i>-91</i>	<i>-316</i>	<i>-125</i>
Financial account	-111,220	-36,152	14,317	32,346	-51,084	-31,731	-12,405
Financial non-reserve assets⁽²⁾	-24,437	152,736	78,115	25,232	-13,222	62,612	3,999
Direct investment	1,868	-72,919	-8,846	9,557	-19,200	-54,430	-91,761
<i>Assets</i>	<i>-746,372</i>	<i>-651,425</i>	<i>-222,094</i>	<i>-93,532</i>	<i>-124,855</i>	<i>-210,945</i>	<i>-236,206</i>
Equity and investment fund shares	-636,183	-620,196	-183,031	-108,131	-115,181	-213,853	-172,367
Debt instruments	-110,189	-31,229	-39,063	14,600	-9,674	2,908	-63,839
<i>Liabilities</i>	<i>748,240</i>	<i>578,506</i>	<i>213,248</i>	<i>103,089</i>	<i>105,655</i>	<i>156,514</i>	<i>144,445</i>
Equity and investment fund shares	689,764	489,422	145,871	98,290	101,839	143,422	181,217
Debt instruments	58,476	89,084	67,376	4,799	3,816	13,093	-36,772
Portfolio investment	-10,979	-12,553	194,898	17,684	-53,698	-171,437	33,735
<i>Assets</i>	<i>-155,818</i>	<i>-269,211</i>	<i>79,027</i>	<i>11,414</i>	<i>-133,329</i>	<i>-226,323</i>	<i>-15,048</i>
Equity and investment fund shares	-237,303	-133,767	83,411	-27,511	-84,328	-105,339	24,763
Debt securities	81,485	-135,443	-4,383	38,925	-49,001	-120,984	-39,811
Short-term	-271,789	-116,901	-13,983	-9,827	-22,166	-70,925	-78,555
Long-term	353,274	-18,543	9,600	48,752	-26,835	-50,059	38,744
<i>Liabilities</i>	<i>144,839</i>	<i>256,658</i>	<i>115,870</i>	<i>6,270</i>	<i>79,631</i>	<i>54,886</i>	<i>48,783</i>
Equity and investment fund shares	47,111	193,938	74,491	2,426	65,731	51,289	46,199
Debt securities	97,729	62,720	41,379	3,844	13,900	3,597	2,583
Short-term	33,182	12,150	20,549	214	-1,288	-7,325	9,454
Long-term	64,546	50,570	20,830	3,630	15,188	10,922	-6,871
Financial derivatives	20,884	15,274	1,697	550	1,140	11,887	3,914
<i>Assets</i>	<i>359,707</i>	<i>275,283</i>	<i>86,984</i>	<i>76,480</i>	<i>54,095</i>	<i>57,723</i>	<i>69,066</i>
<i>Liabilities</i>	<i>-338,823</i>	<i>-260,009</i>	<i>-85,286</i>	<i>-75,930</i>	<i>-52,956</i>	<i>-45,836</i>	<i>-65,152</i>
Other investment	-36,210	222,935	-109,633	-2,559	58,536	276,592	58,111
<i>Assets</i>	<i>-780,960</i>	<i>-113,401</i>	<i>-293,768</i>	<i>10,982</i>	<i>254,027</i>	<i>-84,642</i>	<i>112,524</i>
Currency and deposits	-307,368	184,326	-74,918	131,353	170,123	-42,232	149,151
Loans	-424,863	-302,511	-190,816	-131,839	85,187	-65,043	-35,830
Trade credit and advances	-30,804	-36,827	-602	-6,818	-27,248	-2,160	20,537
Other assets	-17,924	41,611	-27,433	18,285	25,965	24,793	-21,335
<i>Liabilities</i>	<i>744,749</i>	<i>336,336</i>	<i>184,135</i>	<i>-13,541</i>	<i>-195,491</i>	<i>361,234</i>	<i>-54,413</i>
Currency and deposits	516,312	251,055	168,009	-15,139	-231,392	329,578	-142,245
Loans	204,573	63,835	-18,362	8,811	25,077	48,309	80,897
Trade credit and advances	19,852	19,245	1,147	10,200	3,768	4,130	-18,374
Other liabilities	4,012	2,201	33,341	-17,414	7,056	-20,783	25,310
Reserve assets⁽²⁾	-86,783	-188,889	-63,798	7,114	-37,862	-94,343	-16,404

Notes : (1) In accordance with the accounting rules adopted in compiling Balance of Payments, a positive value for the balance figure in the capital and financial account indicates a net financial inflow while a negative value indicates a net outflow. As increases in external assets are debit entries and decreases are credit entries, a negative value for the reserve assets represents a net increase while a positive value represents a net decrease.

(2) The estimates of reserve and non-reserve assets under the Balance of Payments framework are transaction figures. Effects of valuation changes (including price changes and exchange rate changes) and reclassifications are not taken into account.

Table 4 Hong Kong's International Investment Position
(position as at end of period)

HK\$ million

Broad component	2011	2012	2012 1st Qtr	2012 2nd Qtr	2012 3rd Qtr	2012 4th Qtr	2013 1st Qtr
Assets	24,061,964	27,137,665	25,224,024	25,092,689	25,640,193	27,137,665	26,671,140
<i>Direct investment</i>	<i>8,767,706</i>	<i>10,151,985</i>	<i>9,238,342</i>	<i>9,468,019</i>	<i>9,782,516</i>	<i>10,151,985</i>	<i>9,761,364</i>
Equity and investment fund shares	7,088,854	8,210,428	7,401,090	7,636,896	7,899,899	8,210,428	7,712,042
Debt instruments	1,678,852	1,941,557	1,837,252	1,831,122	1,882,617	1,941,557	2,049,322
<i>Portfolio investment</i>	<i>6,412,471</i>	<i>7,669,694</i>	<i>6,729,960</i>	<i>6,407,563</i>	<i>6,782,597</i>	<i>7,669,694</i>	<i>7,758,115</i>
Equity and investment fund shares	3,719,084	4,764,659	3,980,212	3,669,409	3,965,656	4,764,659	4,762,584
Debt securities	2,693,387	2,905,035	2,749,748	2,738,154	2,816,941	2,905,035	2,995,531
Short-term	1,026,606	1,130,197	1,033,418	1,063,662	1,080,477	1,130,197	1,203,861
Long-term	1,666,782	1,774,838	1,716,330	1,674,492	1,736,464	1,774,838	1,791,670
<i>Financial derivatives</i>	<i>539,244</i>	<i>605,935</i>	<i>546,326</i>	<i>540,848</i>	<i>547,510</i>	<i>605,935</i>	<i>515,271</i>
<i>Other investment</i>	<i>6,242,028</i>	<i>6,379,580</i>	<i>6,522,739</i>	<i>6,507,192</i>	<i>6,297,781</i>	<i>6,379,580</i>	<i>6,278,128</i>
Currency and deposits	4,552,315	4,454,976	4,662,080	4,559,248	4,451,133	4,454,976	4,199,058
Loans	1,446,629	1,683,130	1,618,421	1,705,850	1,576,134	1,683,130	1,823,043
Trade credit and advances	143,899	162,053	126,098	132,615	159,928	162,053	143,140
Other assets	99,185	79,420	116,140	109,480	110,587	79,420	112,887
<i>Reserve assets</i>	<i>2,100,513</i>	<i>2,330,471</i>	<i>2,186,656</i>	<i>2,169,067</i>	<i>2,229,789</i>	<i>2,330,471</i>	<i>2,358,263</i>
Liabilities	18,539,057	21,462,903	19,928,060	20,019,728	20,429,940	21,462,903	20,951,601
<i>Direct investment</i>	<i>9,198,323</i>	<i>11,024,118</i>	<i>10,008,828</i>	<i>10,287,919</i>	<i>10,594,777</i>	<i>11,024,118</i>	<i>10,374,132</i>
Equity and investment fund shares	7,849,935	9,492,699	8,553,825	8,782,743	9,088,601	9,492,699	8,937,015
Debt instruments	1,348,388	1,531,418	1,455,002	1,505,176	1,506,176	1,531,418	1,437,117
<i>Portfolio investment</i>	<i>2,792,761</i>	<i>3,620,668</i>	<i>3,212,959</i>	<i>3,087,629</i>	<i>3,411,256</i>	<i>3,620,668</i>	<i>3,743,554</i>
Equity and investment fund shares	2,562,428	3,362,376	2,940,810	2,835,693	3,147,538	3,362,376	3,496,509
Debt securities	230,333	258,292	272,150	251,936	263,718	258,292	247,045
Short-term	72,835	98,176	96,806	94,860	99,763	98,176	102,023
Long-term	157,498	160,116	175,344	157,075	163,955	160,116	145,022
<i>Financial derivatives</i>	<i>477,351</i>	<i>496,733</i>	<i>470,134</i>	<i>413,692</i>	<i>429,492</i>	<i>496,733</i>	<i>491,510</i>
<i>Other investment</i>	<i>6,070,623</i>	<i>6,321,385</i>	<i>6,236,139</i>	<i>6,230,488</i>	<i>5,994,414</i>	<i>6,321,385</i>	<i>6,342,405</i>
Currency and deposits	5,075,740	5,320,220	5,268,513	5,270,945	4,999,856	5,320,220	5,163,591
Loans	775,832	766,770	715,002	734,393	742,731	766,770	946,845
Trade credit and advances	130,171	144,958	126,665	136,692	140,704	144,958	127,590
Other liabilities	88,881	89,437	125,959	88,459	111,123	89,437	104,378
Net International Investment Position ⁽¹⁾	5,522,906	5,674,762	5,295,964	5,072,961	5,210,254	5,674,762	5,719,539
Additional items related to reserve assets:							
<i>Reserve-related liabilities</i>	<i>196</i>	<i>182</i>	<i>178</i>	<i>161</i>	<i>180</i>	<i>182</i>	<i>281</i>
<i>Foreign currency deposits with resident banks</i>	<i>116,134</i>	<i>129,150</i>	<i>100,647</i>	<i>118,873</i>	<i>105,666</i>	<i>129,150</i>	<i>142,057</i>

Note : (1) Net International Investment Position is the difference between total external financial assets and total external financial liabilities.

Table 5 Hong Kong's External Debt (position as at end of period)

							HK\$ million
Sector / Standard component	2011	2012	2012 1st Qtr	2012 2nd Qtr	2012 3rd Qtr	2012 4th Qtr	2013 1st Qtr
General government	10,827	10,820	10,600	10,938	10,728	10,820	10,614
<i>Short-term</i>	*	*	*	*	*	*	*
Debt securities	0	0	0	0	0	0	0
Loans	0	0	0	0	0	0	0
Currency and deposits	*	*	*	*	*	*	*
Other debt liabilities	0	0	0	0	0	0	0
<i>Long-term</i>	10,827	10,820	10,600	10,938	10,728	10,820	10,614
Debt securities	10,827	10,820	10,600	10,938	10,728	10,820	10,614
Loans	0	0	0	0	0	0	0
Other debt liabilities	0	0	0	0	0	0	0
Monetary authority	883	4,318	868	1,122	1,199	4,318	4,046
<i>Short-term</i>	201	188	183	166	185	188	287
Debt securities	*	*	*	*	*	*	*
Loans	0	0	0	0	0	0	0
Currency and deposits	0	0	0	0	0	0	0
Other debt liabilities	201	188	183	166	185	188	287
<i>Long-term</i>	683	4,130	684	955	1,014	4,130	3,759
Debt securities	683	4,130	684	955	1,014	4,130	3,759
Loans	0	0	0	0	0	0	0
Other debt liabilities	0	0	0	0	0	0	0
Banks	5,319,967	5,535,231	5,541,341	5,532,124	5,264,223	5,535,231	5,406,648
<i>Short-term</i>	5,205,922	5,436,185	5,430,696	5,403,123	5,153,520	5,436,185	5,315,053
Debt securities	53,238	70,913	73,572	71,371	76,692	70,913	79,837
Loans	55,360	36,449	60,228	61,620	46,185	36,449	46,961
Currency and deposits	5,059,792	5,295,062	5,234,158	5,238,652	4,978,817	5,295,062	5,141,610
Other debt liabilities	37,532	33,761	62,738	31,481	51,826	33,761	46,644
<i>Long-term</i>	114,045	99,046	110,645	129,001	110,703	99,046	91,595
Debt securities	58,865	58,158	62,061	59,435	61,947	58,158	55,946
Loans	38,771	14,736	12,183	35,392	26,776	14,736	12,110
Currency and deposits	12,823	22,714	32,489	30,747	18,525	22,714	20,331
Other debt liabilities	3,586	3,439	3,912	3,427	3,454	3,439	3,209
Other sectors	969,279	1,029,308	955,481	938,240	981,983	1,029,308	1,168,143
<i>Short-term</i>	369,917	397,165	271,469	310,658	362,169	397,165	467,490
Debt securities	19,598	27,262	23,233	23,490	23,071	27,262	22,186
Loans	191,079	199,862	89,567	119,810	165,683	199,862	293,570
Currency and deposits	3,124	2,444	1,866	1,546	2,514	2,444	1,650
Trade credit and advances	130,171	144,958	126,665	136,692	140,704	144,958	127,590
Other debt liabilities	25,946	22,640	30,138	29,121	30,197	22,640	22,494
<i>Long-term</i>	599,362	632,143	684,011	627,581	619,814	632,143	700,653
Debt securities	87,123	87,008	101,999	85,747	90,266	87,008	74,704
Loans	490,622	515,724	553,024	517,571	504,086	515,724	594,204
Trade credit and advances	*	*	*	*	*	*	*
Other debt liabilities	21,616	29,411	28,988	24,264	25,462	29,411	31,745
Direct investment:	1,348,388	1,531,418	1,455,002	1,505,176	1,506,176	1,531,418	1,437,117
intercompany lending							
Debt liabilities of direct investment enterprises to direct investor	684,204	693,282	742,703	698,342	711,737	693,282	649,378
Debt liabilities of direct investor to direct investment enterprises	319,678	419,947	325,403	402,510	397,828	419,947	384,462
Debt liabilities between fellow enterprises	344,506	418,189	386,897	404,324	396,610	418,189	403,277
Gross External Debt	7,649,344	8,111,095	7,963,291	7,987,600	7,764,308	8,111,095	8,026,567

Note : * Data are not released due to relatively insignificant value (less than HK\$10 million) and / or in order to safeguard confidentiality of information by individual establishments.