



standard  
chartered  
渣打銀行

Standard Chartered Bank  
Macau Branch

Interim Financial Statements (unaudited)

For the period ended  
30 June 2021

## Income statement

### For the 6 months ended 30 June 2021

(Expressed in thousands of Macau Patacas)

	<i>Note</i>	<i>2021</i> MOP'000
Interest income	2(a)	33,393
Interest expenses	2(a)	<u>(15,483)</u>
<b>Net interest income</b>		17,910
Fee and commission income		4,319
Exchange gain		<u>467</u>
<b>Operating income</b>		22,696
Operating expenses	2(a)	<u>(13,849)</u>
<b>Operating profit before impairment losses</b>		8,847
Credit impairment release		<u>504</u>
<b>Profit before taxation</b>		9,351
Income tax		<u>(1,142)</u>
<b>Profit for the period</b>		<u>8,209</u>
<b>Effects of additional provisions for loans and advances to customers under Autoridade Monetaria de Macau (“AMCM”) rules</b>		
Profit after taxation		8,209
Addition in provisions under AMCM rules		<u>(6,348)</u>
Result for the period under AMCM rules		<u>1,861</u>

**Balance sheet as at 30 June 2021***(Expressed in thousands of Macau Patacas)*

	<i>Note</i>	<i>2021</i> MOP'000
<b>Assets</b>		
Cash and balances with banks and other financial institutions		493,884
Placements with banks and other financial institutions		4,833,952
Loans and advances to customers	3(a)	1,826,238
Investment securities	5	79,642
Amounts due from head office, other branches and group companies	2(b)	585,213
Other assets		<u>297,816</u>
Total assets		<u>8,116,745</u>
<b>Liabilities</b>		
Deposits from customers	6	893,421
Amounts due to head office, other branches and group companies	2(c)	6,819,059
Current tax payable		7,926
Deferred tax liabilities		2,489
Other liabilities		<u>317,411</u>
Total liabilities		8,040,306
<b>Reserves</b>		<u>76,439</u>
Total liabilities and reserves		<u>8,116,745</u>

## Cash flow statement

### For the six months ended 30 June 2021

(Expressed in thousands of Macau Patacas)

	Note	2021 MOP'000
<b>Operating activities</b>		
Profit from ordinary activities before taxation		9,351
Adjustments for non-cash items:		
Amortisation of discount on AMCM monetary bills		(573)
Credit impairment release		(504)
		<hr/>
<b>Operating profit before changes in working capital</b>		<b>8,274</b>
<b>Decrease / (increase) in operating assets:</b>		
Balances with banks and other financial institutions with original maturity beyond three months		1,770,751
Loans and advances to customers		(815,484)
Financial assets at fair value through equity with original maturity beyond three months		100,000
Other assets		77,646
<b>(Decrease) / increase in operating liabilities:</b>		
Deposits from customers		(236,891)
Amounts due to head office, other branches and group companies		(1,280,883)
Other liabilities		(57,108)
		<hr/>
<b>Cash used in operations</b>		<b>(433,695)</b>
Macau complementary tax paid		-
		<hr/>
<b>Net cash used in operating activities</b>		<b>(433,695)</b>
		<hr style="border-top: 1px dashed black;"/>

**Cash flow statement**  
**For the six months ended 30 June 2021 (continued)**  
*(Expressed in thousands of Macau Patacas)*

	<i>Note</i>	2021 MOP'000
<b>Net decrease in cash and cash equivalents</b>		(433,695)
<b>Cash and cash equivalents at 1 January, 2021</b>		<u>1,512,792</u>
<b>Cash and cash equivalents at 30 June, 2021</b>	7	<u><u>1,079,097</u></u>
<b>Cash flows from operating activities include:</b>		
Interest received		40,164
Interest paid		<u><u>(10,154)</u></u>

## Notes on the financial statements

*(Expressed in thousands of Macau Patacas)*

### 1 Significant accounting policies

The accounting policies applied in preparing this unaudited interim disclosure of financial information are consistent with those applied in preparing the financial statements for the period ended 30 June 2021.

The Branch is part of Standard Chartered Bank (“SCB”), which is incorporated in the United Kingdom and registered in England and Wales, and therefore the Branch is not a separate legal entity.

### 2 Related party transactions

During the period, the Branch entered into transactions with the head office, other branches and group companies in the ordinary course of its banking business and on substantially the same terms as for comparable transactions with third-party counterparties.

#### (a) *Income statement items*

Transactions with related parties recognised in the income statement included:

	6 months ended 30 June 2021 MOP'000
Interest income from balances and placements with a group company and other branches	2,516
Interest expense on deposits from a group company and other branches	(15,291)

Staff costs have been borne by a group company, Standard Chartered Bank (Hong Kong) Limited. These costs are then recharged through a management fee.

Other operating expenses include recharges from head office, other branches and group companies of MOP8,754,270.

**2 Related party transactions (continued)****(b) Amounts due from head office, other branches and group companies**

	30 June 2021 MOP'000
Balances with banks	436,891
Placements with banks	148,322
	<u>585,213</u>
<b>Analysed into counterparty</b>	
Head office	-
Other branches	295,224
Group companies	289,989
	<u>585,213</u>

**(c) Amounts due to head office, other branches and group companies**

	30 June 2021 MOP'000
Balances from banks	124,222
Deposits from banks	6,694,837
	<u>6,819,059</u>
<b>Analysed into counterparty</b>	
Head office	6,615,892
Other branches	120,767
Group companies	82,400
	<u>6,819,059</u>

**3 Loans and advances to customers****(a) Loans and advances to customers**

	30 June 2021 MOP'000
Gross loans and advances to customers	1,826,362
Less: Expected credit loss ("ECL") provision (note 3(d))	(124)
	<u>1,826,238</u>

**3 Loans and advances to customers (continued)****(b) Impaired loans and advances to customers**

There were no impaired loans and advances to customers as of 30 June 2021.

**(c) Loans and advances to customers analysed by industry sector**

The analysis of loans and advances to customers by industry sector is based on the categories used by the returns submitted to the AMCM.

	30 June 2021 MOP'000
<b>Gross loans and advances to customers for use in Macau</b>	
Industrial, commercial and financial	
– Textile productions	69,516
– Paper, printing and publishing	1,128,099
– Machinery and other electrical and electronic goods	191,580
– Wholesale and retail trade	437,167
	1,826,362
Total gross loans and advances to customers	1,826,362

No loans and advances to customers were granted for use outside of Macau as of 30 June 2021.

**(d) Analysis of expected credit loss provision on loans and advances to customers by industry sector**

	30 June 2021				
	<i>Impaired Loans (note 3 (b)) MOP'000</i>	<i>Overdue Loans but not impaired MOP'000</i>	<i>Modelled ECL provision (note 3 (a)) MOP'000</i>	<i>Additional provision under AMCM rules MOP'000</i>	<i>Write off MOP'000</i>
Textile productions	-	-	8	790	-
Paper, printing and publishing	-	-	1	12,814	-
Machinery and other electrical and electronic goods	-	-	38	2,176	-
Wholesale and retail trade	-	-	77	4,966	-
	-	-	124	20,746	-



**3 Loans and advances to customers (continued)****(e) Overdue loans and advances to customers**

No loans and advances to customers have been past due for more than three months as of 30 June 2021.

**4 Analysis of expected credit loss provisions on financial instruments****Expected credit loss provision on:**

	30 June 2021 MOP'000
- Placements with banks and other financial institutions <sup>1</sup>	408
- Financial assets at fair value through equity <sup>2</sup>	145
- Loans and advances to customers (note 3(a))	124
- Loan commitments and financial guarantees <sup>3</sup>	94
	771
	771

<sup>1</sup> Include intercompany placements.

<sup>2</sup> These instruments are held at fair value on the balance sheet. The corresponding expected credit loss provision is held within reserve.

<sup>3</sup> The expected credit loss provision is included in other liabilities of the balance sheet.

**5 Financial assets at fair value through equity**

	30 June 2021 MOP'000
<b>Unlisted:</b>	
AMCM monetary bills	79,642
	79,642

**6 Deposits from customers**

	30 June 2021 MOP'000
Demand deposits and current accounts	299,403
Savings deposits	569,199
Time, call and notice deposits	24,819
	893,421
	893,421

**7 Cash and cash equivalents***Composition of cash and cash equivalents in the cash flow statement*

	30 June 2021 MOP'000
Cash and balances with banks and other financial institutions with original maturity less than three months	493,884
Placements with banks and other financial institutions with original maturity less than three months	-
Amounts due from head office, other branches and group companies	
- Balances and placements with banks with original maturity less than three months	585,213
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Cash and cash equivalents in the cash flow statement	1,079,097
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Note: Cash and balances with banks and other financial institutions include minimum deposits with AMCM of MOP 28,619,000.

**8 Off-balance sheet exposures****(a) Contractual amount of contingent liabilities and commitments**

	30 June 2021 MOP'000
Trade-related contingencies	253,688
Other commitments	3,284,629
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	3,538,317
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**(b) Derivatives****(i) Notional amounts of derivatives**

	30 June 2021 MOP'000
<b>Exchange rate contracts</b>	
Forwards	15,151
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**8 Off-balance sheet exposures (continued)****(b) Derivatives (continued)**

## (ii) Fair values of derivatives

	30 June 2021	
	<i>Fair value assets</i> (note (ii)(a)) MOP'000	<i>Fair value liabilities</i> (note (ii)(b)) MOP'000
Exchange rate contracts	5	8

Note (ii) (a) the amount is included in other assets and amounts due from head office, other branches and group companies.

Note (ii) (b) the amount is included in other liabilities and amounts due to head office, other branches and group companies.

## (iii) Credit risk weighted amounts of derivatives

	30 June 2021 MOP'000
Exchange rate contracts	-

Credit risk weighted amount refers to the amount as calculated in accordance with Notice 028/B/2015-DSB/AMCM.

**(c) Lease commitments**

At 30 June, the total future minimum lease payments under non-cancellable operating leases are as follows:

	30 June 2021 MOP'000
Properties	
- Within one year	867
- After one year but within five years	180
	<u>1,047</u>

The Branch leases a number of properties under operating leases. The leases run for a period of one year / two years. None of the leases includes contingent rentals.

## 9 Foreign exchange risk

The foreign exchange positions of the Branch arise from commercial banking operations.

	30 June 2021 MOP'000
Total net long position in foreign currencies	<u>347</u>

Significant foreign currency exposures which exceeded 10% of the net position in all foreign currencies are as follows:

	30 June 2021 MOP'000
<b>US dollar exposure</b>	
Spot assets	5,491,701
Spot liabilities	(5,491,670)
Forward purchases	3,173
Forward sales	<u>(2,584)</u>
Net long non-structural position	<u>620</u>

### **Euro exposure**

Spot assets	12,451
Spot liabilities	(12,451)
Forward purchases	2,483
Forward sales	<u>(2,303)</u>
Net long non-structural position	<u>180</u>

### **Hong Kong dollar exposure**

Spot assets	1,769,897
Spot liabilities	(1,771,805)
Forward purchases	1,766
Forward sales	<u>(1,000)</u>
Net long non-structural position	<u>(1,142)</u>

**10 Analysis of assets and liabilities by remaining maturity**

The following maturity profile is based on the remaining period at the balance sheet date to the contractual maturity date. The disclosure does not imply that the assets will be held to maturity or that the liabilities will be withdrawn on maturity.

	30 June 2021						Undated or overdue more than one month MOP'000	Total MOP'000
	Repayable on demand MOP'000	Within one month MOP'000	Between one to three months MOP'000	Between three months to one year MOP'000	Between one year to three years MOP'000	More than three years MOP'000		
<b>Assets</b>								
Cash and balances with banks and other financial institutions	465,265	-	-	-	-	-	28,619	493,884
Placements with banks and other financial institutions	-	799,670	1,161,300	2,873,373	-	-	(391)	4,833,952
Loans and advances to customers	-	1,237,734	299,999	288,629	-	-	(124)	1,826,238
Financial assets at fair value through equity	-	-	-	79,642	-	-	-	79,642
Amounts due from head office, other branches and group companies	436,891	45,581	102,758	-	-	-	(17)	585,213
Other assets	758	68,285	145,737	83,036	-	-	-	297,816
<b>Total assets</b>	<b>902,914</b>	<b>2,151,270</b>	<b>1,709,794</b>	<b>3,324,680</b>	<b>-</b>	<b>-</b>	<b>28,087</b>	<b>8,116,745</b>
<b>Liabilities</b>								
Deposits from customers	868,602	7,620	17,199	-	-	-	-	893,421
Amounts due to head office, other branches and group companies	124,222	2,038,252	1,462,367	3,194,218	-	-	-	6,819,059
Other liabilities	30,186	68,285	149,561	76,934	277	-	2,583	327,826
<b>Total liabilities</b>	<b>1,023,010</b>	<b>2,114,157</b>	<b>1,629,127</b>	<b>3,271,152</b>	<b>277</b>	<b>-</b>	<b>2,583</b>	<b>8,040,306</b>
<b>Net assets / (liabilities)</b>	<b>(120,096)</b>	<b>37,113</b>	<b>80,667</b>	<b>53,528</b>	<b>(277)</b>	<b>-</b>	<b>25,504</b>	<b>76,439</b>

## 11 Segmental information

The following geographical analyses are classified by the location of the counterparties.

(a) Geographical analysis of loans and advances to customers

Except for Macau SAR of China, none of the remaining geographical segments represents more than 10% of the Branch's gross loans and advances to customers.

All the loans and advances to customers are granted to corporate entities.

(b) Geographical analysis of notional amounts of contingent liabilities and commitments

	<i>30 June 2021</i>		
	<i>Bank</i>	<i>Corporate</i>	<i>Total</i>
	MOP'000	Entities MOP'000	MOP'000
Taiwan, China	5,650	-	5,650
Hong Kong SAR of China	1,630	-	1,630
Macau SAR of China	-	3,517,864	3,517,864
Singapore	3,425	-	3,425
United Kingdom	9,748	-	9,748
	<u>20,453</u>	<u>3,517,864</u>	<u>3,538,317</u>

(c) Geographical analysis of exposure on financial derivatives

	<i>30 June 2021</i>		
	<i>Bank</i>	<i>Corporate</i>	<i>Total</i>
	MOP'000	Entities MOP'000	MOP'000
United Kingdom	4	-	4
	<u>4</u>	<u>-</u>	<u>4</u>

## 12 Liquidity risk

	<i>January to June</i> <i>2021</i> MOP'000
Arithmetic mean of the minimum daily amount of cash in hand in each week that is required to be held during the period (note (i))	<u>33,467</u>
Arithmetic mean of the average daily amount of cash in hand during the period (note (i))	<u>271,907</u>
Arithmetic mean of the specified liquid assets at the end of each month during the period (note (i))	<u>1,218,844</u>
<div style="text-align: right; margin-right: 20px;"><i>January to June</i></div> <div style="text-align: right; margin-right: 20px;"><i>2021</i></div>	
Average ratio of specified liquid asset to total basic liabilities at the end of each month during the period (note (i))	<u>110.09%</u>
Arithmetic mean of its one-month liquidity ratio in the last week of each month during the period (note (ii))	<u>96.77%</u>
Arithmetic mean of its three-month liquidity ratio in the last week of each month during the period (note (ii))	<u>99.80%</u>

Notes:

- (i) The arithmetic means are computed as the simple average of the following amounts as defined in the Notice no. 002/2013-AMCM.
- minimum daily amount of cash in hand in each week
  - daily amount of cash in hand
  - specified liquid assets
  - specified liquid assets to total basic liabilities
- (ii) The arithmetic means are computed as the simple average of the following ratios as reported in the Reporting of Liquidity Position for submission to the AMCM.
- one-month liquidity ratio
  - three-month liquidity ratio

### **13 Information of Standard Chartered PLC Group (“the Group”)**

#### **(a) Consolidated capital adequacy ratio of the Group**

*30 June 2021*

Consolidated total capital adequacy ratio	21.1%
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The consolidated capital adequacy ratio was computed in accordance with the European Union’s (EU) Capital Requirements Regulation (CRR) and the Prudential Regulation Authority’s (“PRA”) Rulebook.

#### **(b) Other consolidated financial information of the Group**

*30 June 2021*  
US\$ million

Total assets	795,910
Total liabilities	743,053
Total capital and reserves	52,857
Total loans and advances to banks and customers	343,191
Total customer deposits and deposits from banks	471,714
Pre-tax profit	2,559

#### **(c) Shareholders with qualifying holdings**

As far as the directors are aware as at 30 June 2021, Temasek Holdings (Private) Limited is the only shareholder that had an interest of more than 10 per cent in Standard Chartered PLC’s issued ordinary share capital carrying a right to vote at any general meeting.



### **13 Information of Standard Chartered PLC Group (“the Group”) (continued)**

#### **(d) *Members of the Board of Standard Chartered PLC***

The members of the Board of Directors (“Board”) of Standard Chartered PLC as at 30 June 2021 are set out below.

##### *Group Chairman*

Mr José María Viñals Iñiguez

##### *Executive Directors*

Mr William Thomas Winters, CBE (Group Chief Executive) and Mr Andrew Nigel Halford (Group Chief Financial Officer).

##### *Independent Non-Executive Directors*

Mr David Philbrick Conner; Dr Byron Elmer Grote; Mrs Christine Mary Hodgson (Senior Independent Director); Ms Gay Huey Evans, CBE; Mr Naguib Kheraj (Deputy Chairman); Maria da Conceicao das Neves Calha Ramos; Mr Philip George Rivett; Mr David Tang; Mr Carlson Tong and Ms Jasmine Mary Whitbread.