

Standard Chartered Bank
(Hong Kong) Limited
渣打銀行(香港)有限公司

Consolidated
Financial
Statements
綜合財務報表

For the year ended
31 December 2017
截至二零一七年十二月三十一日止年度

Consolidated income statement
For the year ended 31 December 2017

(Expressed in millions of Hong Kong dollars)

	2017 HK\$'M	2016 HK\$'M
Interest income	16,109	13,672
Interest expense	<u>(4,102)</u>	<u>(3,547)</u>
Net interest income	<u>12,007</u>	<u>10,125</u>
Fee and commission income	<u>7,493</u>	<u>7,434</u>
Fee and commission expense	<u>(701)</u>	<u>(440)</u>
Net fee and commission income	6,792	6,994
Net trading income	2,001	1,576
Net losses from financial instruments designated at fair value through profit or loss	(99)	(751)
Net gains from disposal of available-for-sale securities	24	164
Other operating income	<u>4,172</u>	<u>5,651</u>
	<u>12,890</u>	<u>13,634</u>
Total operating income	24,897	23,759
Staff costs	<u>(6,395)</u>	<u>(6,126)</u>
Premises and equipment	<u>(3,596)</u>	<u>(3,196)</u>
Others	<u>(6,266)</u>	<u>(5,131)</u>
Operating expenses	<u>(16,257)</u>	<u>(14,453)</u>
Operating profit before impairment	8,640	9,306
Impairment credit/(charge) on advances to customers	85	(1,310)
Other impairment charges	<u>(608)</u>	<u>(412)</u>
Operating profit after impairment	8,117	7,584
Share of profit of associates	<u>1,828</u>	<u>1,360</u>
Profit before taxation	9,945	8,944
Taxation	<u>(1,462)</u>	<u>(1,015)</u>
Profit after taxation	<u>8,483</u>	<u>7,929</u>

Consolidated statement of financial position as at 31 December 2017

(Expressed in millions of Hong Kong dollars)

	2017 HK\$'M	2016 HK\$'M
Assets		
Cash and balances with banks, central banks and other financial institutions	18,350	15,332
Placements with banks and other financial institutions	150,256	156,750
Hong Kong SAR Government certificates of indebtedness	42,341	42,211
Trading assets	22,483	15,634
Financial assets designated at fair value	336	370
Investment securities	207,927	207,471
Advances to customers	480,867	440,022
Amounts due from immediate holding company	59,075	46,521
Amounts due from fellow subsidiaries	24,208	16,328
Interest in associate	11,638	9,166
Property, plant and equipment	40,632	39,471
Goodwill and intangible assets	1,392	1,302
Current tax assets	11	112
Deferred tax assets	275	349
Other assets	15,258	14,983
	<u>1,075,049</u>	<u>1,006,022</u>
Liabilities		
Hong Kong SAR currency notes in circulation	42,341	42,211
Deposits and balances of banks and other financial institutions	19,613	19,674
Deposits from customers	833,899	778,242
Trading liabilities	8,301	8,289
Financial liabilities designated at fair value	11,474	9,568
Debt securities in issue	3,066	2,173
Amounts due to immediate holding company	44,246	42,282
Amounts due to fellow subsidiaries	9,477	11,932
Current tax liabilities	439	3
Deferred tax liabilities	470	404
Other liabilities	21,292	19,444
Subordinated liabilities	6,003	6,088
	<u>1,000,621</u>	<u>940,310</u>
Equity		
Share capital	20,256	20,256
Reserves	52,220	45,456
Shareholders' equity	72,476	65,712
Other equity instruments	1,952	-
	<u>1,075,049</u>	<u>1,006,022</u>

Notes

1. Accounting policies

Except as described below, the accounting policies applied in preparing this news release are materially consistent with those applied in preparing the statutory accounts for the year ended 31 December 2016.

New accounting standards adopted by the Bank

The requirements for the classification and measurement of financial liabilities are specified in Hong Kong Accounting Standard (“HKAS”) 39/International Accounting Standard (“IAS”) 39, including the ability to designate financial liabilities as fair value through profit or loss. During the year, the Bank elected to early apply the requirements in Hong Kong Financial Reporting Standard 9 (“HKFRS 9”)/International Financial Reporting Standard 9 (“IFRS 9”) for the presentation of gains and losses on financial liabilities designated as fair value through profit or loss relating to own credit in other comprehensive income rather than in net trading income (without applying the other requirements in HKFRS 9/IFRS 9). The own credit amounts are accounted for as a separate category of equity. Opening retained earnings has been adjusted to reclassify the cumulative own credit adjustment component of the cumulative fair value adjustment on financial liabilities designated at fair value through profit or loss. These amounts will not be recycled to the income statement but will be recycled to retained earnings on derecognition of the applicable instruments. HKFRS 9/IFRS 9 does not require the prior year to be restated.

Amendments to HKFRSs/IFRSs and new interpretations

The Hong Kong Institute of Certified Public Accountants/International Accounting Standards Board has issued a number of amendments to the HKFRSs/IFRSs that became effective in 2017:

- Amendments to HKAS 7/IAS 7, Statement of cash flows
- Amendments to HKAS 12/IAS 12, Income taxes
- Annual Improvements to HKFRSs 2014-2016 cycle – Amendments to HKFRS 12, Disclosure of interests in other entities

However, none of these new amendments has had a material effect on this news release.

2. Statutory accounts

Certain financial information in this news release is extracted from the statutory accounts for the year ended 31 December 2017 which were approved by the Board of Directors on 27 February 2018 and will be delivered to the Companies Registry and the Hong Kong Monetary Authority. The auditor expressed an unqualified opinion on those statutory accounts in the independent auditor’s report dated 27 February 2018.

The statutory accounts, together with the unaudited supplementary financial information as required by the Banking (Disclosure) Rules of section 60A of the Banking Ordinance, can be obtained on request from Investor Relations, Standard Chartered Bank (Hong Kong) Limited, 4-4A Des Voeux Road Central, Hong Kong or may be viewed on our website: www.sc.com/hk on or before 30 April 2018.

綜合損益賬

截至二零一七年十二月三十一日止年度

（以百萬港元列示）

	二零一七年 百萬港元	二零一六年 百萬港元
利息收入	16,109	13,672
利息支出	(4,102)	(3,547)
淨利息收入	12,007	10,125
費用及佣金收入	7,493	7,434
費用及佣金支出	(701)	(440)
淨費用及佣金收入	6,792	6,994
交易收入淨額	2,001	1,576
指定為按公允價值計入損益的金融工具淨損失	(99)	(751)
出售可供出售證券的淨收益	24	164
其他經營收入	4,172	5,651
	12,890	13,634
經營收入總額	24,897	23,759
員工成本	(6,395)	(6,126)
樓宇及設備	(3,596)	(3,196)
其他	(6,266)	(5,131)
經營支出	(16,257)	(14,453)
減值前經營溢利	8,640	9,306
客戶貸款的減值撥回／（支出）	85	(1,310)
其他減值支出	(608)	(412)
減值後經營溢利	8,117	7,584
應佔聯營公司溢利	1,828	1,360
除稅前溢利	9,945	8,944
稅項	(1,462)	(1,015)
除稅後溢利	8,483	7,929

於二零一七年十二月三十一日之綜合財務狀況表

(以百萬港元列示)

	二零一七年 百萬港元	二零一六年 百萬港元
資產		
現金及在銀行同業、中央銀行及其他金融機構的結餘	18,350	15,332
在銀行同業及其他金融機構的存款	150,256	156,750
香港特別行政區政府負債證明書	42,341	42,211
交易資產	22,483	15,634
指定為按公允價值入賬的金融資產	336	370
投資證券	207,927	207,471
客戶墊款	480,867	440,022
應收直接控股公司款項	59,075	46,521
應收同系附屬公司款項	24,208	16,328
於聯營公司的權益	11,638	9,166
樓宇、機器及設備	40,632	39,471
商譽及無形資產	1,392	1,302
當期稅項資產	11	112
遞延稅項資產	275	349
其他資產	15,258	14,983
	<u>1,075,049</u>	<u>1,006,022</u>
負債		
香港特別行政區紙幣流通額	42,341	42,211
銀行同業及其他金融機構的存款及結餘	19,613	19,674
客戶存款	833,899	778,242
交易負債	8,301	8,289
指定為按公允價值入賬的金融負債	11,474	9,568
已發行債務證券	3,066	2,173
應付直接控股公司款項	44,246	42,282
應付同系附屬公司款項	9,477	11,932
當期稅項負債	439	3
遞延稅項負債	470	404
其他負債	21,292	19,444
後償負債	6,003	6,088
	<u>1,000,621</u>	<u>940,310</u>
權益		
股本	20,256	20,256
儲備	52,220	45,456
股東權益	72,476	65,712
其他權益工具	1,952	-
	<u>1,075,049</u>	<u>1,006,022</u>

附註

1. 會計政策

除下文所述者外，編製本新聞稿所採用的會計政策與編製截至2016年12月31日止年度法定報表所採用的會計政策在要項上保持一致。

本銀行採納的新會計準則

金融負債的分類及計量要求於香港會計準則第39號／國際會計準則第39號訂明，包括指定金融負債按公允價值計入損益的要求。年內，本銀行選擇提早應用於香港財務報告準則第9號／國際財務報告準則第9號中的其他全面收入而非於買賣收入淨額內呈列與自身信貸相關的指定為按公允價值計入損益的金融負債的收益及虧損的規定（惟並無應用香港財務報告準則第9號／國際財務報告準則第9號的其他規定）。自身信貸金額乃入賬列作獨立權益類別。以公允價值計入損益的金融負債之累計公允價值調整中的累計自身信貸調整部分已重新分類於期初保留溢利調整，此等金額不會重新撥入損益賬，但將會於取消確認適用工具時重新撥入保留溢利。香港財務報告準則第9號／國際財務報告準則第9號並不需要重列以往年度數字。

香港財務報告準則／國際財務報告準則的修訂及新的詮釋

香港會計師公會／國際會計準則理事會就香港財務報告準則／國際財務報告準則所頒佈的若干修訂已於2017年生效：

- 香港會計準則第7號／國際會計準則第7號（修訂本），現金流量表
- 香港會計準則第12號／國際會計準則第12號（修訂本），所得稅
- 香港財務報告準則2014年至2016年週期的年度改進—香港財務報告準則第12號（修訂本），於其他實體內的權益披露

然而，有關新修訂對本新聞稿沒有重大的影響。

2. 法定報表

本新聞稿的若干財務資料摘錄自截至2017年12月31日止年度的法定報表。該等財務報表已於2018年2月27日獲董事會批准，並將提交予公司註冊處及香港金融管理局。核數師已於2018年2月27日的獨立核數師報告內就該等法定報表發表無保留意見。

如欲索取法定報表以及依照《銀行業條例》第60A條之《銀行業（披露）規則》的未經審核補充財務資料，可於2018年4月30日或以前，聯絡渣打銀行（香港）有限公司投資者關係部（地址：香港德輔道中4-4A號）；亦可瀏覽渣打（香港）網站 www.sc.com/hk