

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

Consolidated
Interim Financial Statements (unaudited)
綜合中期財務報表（未經審核）

For the period ended
30 June 2017
截至二零一七年六月三十日止期間

Condensed consolidated income statement (unaudited)

For the period ended 30 June 2017

(Expressed in millions of Hong Kong dollars)

	<i>6 months ended 30 June 2017</i>	<i>6 months ended 30 June 2016</i>
Interest income	7,652	6,693
Interest expense	<u>(2,091)</u>	<u>(1,701)</u>
Net interest income	<u>5,561</u>	<u>4,992</u>
Fee and commission income	<u>4,284</u>	<u>3,778</u>
Fee and commission expense	<u>(659)</u>	<u>(225)</u>
Net fee and commission income	3,625	3,553
Net trading income	1,375	917
Net losses from financial instruments designated at fair value through profit or loss	(30)	(15)
Net gains from disposal of available-for-sale securities	9	136
Other operating income	<u>1,896</u>	<u>1,769</u>
	<u>6,875</u>	<u>6,360</u>
Total operating income	12,436	11,352
Staff costs	<u>(3,165)</u>	<u>(2,914)</u>
Premises and equipment	<u>(1,722)</u>	<u>(1,485)</u>
Others	<u>(3,126)</u>	<u>(2,134)</u>
Operating expenses	<u>(8,013)</u>	<u>(6,533)</u>
Operating profit before impairment	4,423	4,819
Impairment charges on advances to customers	(401)	(896)
Other impairment charges	<u>(400)</u>	<u>(320)</u>
Operating profit after impairment	3,622	3,603
Share of profit of associates	<u>995</u>	<u>821</u>
Profit before taxation	4,617	4,424
Taxation	<u>(633)</u>	<u>(617)</u>
Profit after taxation	<u>3,984</u>	<u>3,807</u>

**Condensed consolidated statement of financial position as at 30 June 2017
(unaudited)**

(Expressed in millions of Hong Kong dollars)

	At 30 June 2017	At 31 December 2016
Assets		
Cash and balances with banks, central banks and other financial institutions	8,154	15,332
Placements with banks and other financial institutions	175,987	156,750
Hong Kong SAR Government certificates of indebtedness	41,081	42,211
Trading assets	12,546	15,634
Financial assets designated at fair value	355	370
Investment securities	194,038	207,471
Advances to customers	476,242	440,022
Amounts due from immediate holding company	35,389	46,521
Amounts due from fellow subsidiaries	20,984	16,328
Interest in associates	10,389	9,166
Property, plant and equipment	42,910	39,471
Goodwill and intangible assets	1,237	1,302
Current tax assets	11	112
Deferred tax assets	426	349
Other assets	19,973	14,983
	<u>1,039,722</u>	<u>1,006,022</u>
Liabilities		
Hong Kong SAR currency notes in circulation	41,081	42,211
Deposits and balances of banks and other financial institutions	27,544	19,674
Deposits from customers	804,277	778,242
Trading liabilities	6,817	8,289
Financial liabilities designated at fair value	10,073	9,568
Debt securities in issue	2,234	2,173
Amounts due to immediate holding company	43,740	42,282
Amounts due to fellow subsidiaries	2,851	11,932
Current tax liabilities	642	3
Deferred tax liabilities	397	404
Other liabilities	24,211	19,444
Subordinated liabilities	6,097	6,088
	<u>969,964</u>	<u>940,310</u>
Equity		
Share capital	20,256	20,256
Reserves	49,502	45,456
	<u>69,758</u>	<u>65,712</u>
Shareholders' equity	<u>69,758</u>	<u>65,712</u>
	<u>1,039,722</u>	<u>1,006,022</u>

Notes

1. Accounting policies

The interim financial statements in this news release have been prepared in compliance with Hong Kong Accounting Standard (“HKAS”) 34, Interim Financial Reporting, issued by the Hong Kong Institute of Certified Public Accountants (“HKICPA”) and International Accounting Standard (“IAS”) 34 Interim Financial Reporting, issued by the International Accounting Standards Board (“IASB”).

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. During the period, Standard Chartered Bank (Hong Kong) Limited and its subsidiaries (together the “Group”) has adopted the following amendments or standards effective from the beginning of 2017 which have insignificant or no effect on this news release:

Amendments to existing standards adopted by the Group

- *Disclosure Initiative (Amendments to HKAS 7/IAS 7)*
- *Recognition of Deferred Tax Assets for Unrealised Losses (Amendments to HKAS 12/IAS 12)*
- *Annual Improvements to IFRSs 2014–2016 Cycle (Amendments to HKFRS 12/IFRS 12 Disclosure of Interests in Other Entities)*

New accounting standards adopted by the Group

The requirements for the classification and measurement of financial liabilities are specified in HKAS 39/IAS 39, including the ability to designate financial liabilities at fair value through profit or loss. During the period, the Group elected to early apply the requirements for the presentation of gains and losses on financial liabilities designated at fair value through profit or loss relating to own credit in other comprehensive income rather than 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.

2. Condensed Consolidated Interim Financial Statements

Certain financial information in this news release is extracted from the condensed consolidated interim financial statements for the period ended 30 June 2017.

The condensed consolidated interim financial statements, together with the unaudited supplementary financial information as required by the Banking (Disclosure) Rules issued by the Hong Kong Monetary Authority, 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 September 2017.

簡明綜合損益賬(未經審核)
截至二零一七年六月三十日止期間
(以百萬港元列示)

	截止2017年 6月30日止 6個月	截止2016年 6月30日止 6個月
利息收入	7,652	6,693
利息支出	(2,091)	(1,701)
淨利息收入	5,561	4,992
費用及佣金收入	4,284	3,778
費用及佣金支出	(659)	(225)
淨費用及佣金收入	3,625	3,553
交易收入淨額	1,375	917
指定為按公允價值計入損益的金融工具淨損失	(30)	(15)
出售可供出售證券的淨收益	9	136
其他經營收入	1,896	1,769
	6,875	6,360
經營收入總額	12,436	11,352
員工成本	(3,165)	(2,914)
樓宇及設備	(1,722)	(1,485)
其他	(3,126)	(2,134)
經營支出	(8,013)	(6,533)
減值前經營溢利	4,423	4,819
客戶貸款的減值支出	(401)	(896)
其他減值支出	(400)	(320)
減值後經營溢利	3,622	3,603
應佔聯營公司溢利	995	821
除稅前溢利	4,617	4,424
稅項	(633)	(617)
除稅後溢利	3,984	3,807

於二零一七年六月三十日之簡明綜合財務狀況表(未經審核)

(以百萬港元列示)

	於2017年 6月30日	於2016年 12月31日
資產		
現金及在銀行同業、中央銀行及其他金融機構的結餘	8,154	15,332
在銀行同業及其他金融機構的存款	175,987	156,750
香港特別行政區政府負債證明書	41,081	42,211
交易資產	12,546	15,634
指定為按公允價值入賬的金融資產	355	370
投資證券	194,038	207,471
客戶墊款	476,242	440,022
應收直接控股公司款項	35,389	46,521
應收同系附屬公司款項	20,984	16,328
於聯營公司的權益	10,389	9,166
樓宇、機器及設備	42,910	39,471
商譽及無形資產	1,237	1,302
當期稅項資產	11	112
遞延稅項資產	426	349
其他資產	19,973	14,983
	<u>1,039,722</u>	<u>1,006,022</u>
負債		
香港特別行政區紙幣流通額	41,081	42,211
銀行同業及其他金融機構的存款及結餘	27,544	19,674
客戶存款	804,277	778,242
交易負債	6,817	8,289
指定為按公允價值入賬的金融負債	10,073	9,568
已發行債務證券	2,234	2,173
應付直接控股公司款項	43,740	42,282
應付同系附屬公司款項	2,851	11,932
當期稅項負債	642	3
遞延稅項負債	397	404
其他負債	24,211	19,444
後償負債	6,097	6,088
	<u>969,964</u>	<u>940,310</u>
權益		
股本	20,256	20,256
儲備	49,502	45,456
	<u>69,758</u>	<u>65,712</u>
股東權益	<u>1,039,722</u>	<u>1,006,022</u>

附註

1. 會計政策

本新聞稿所載的中期財務報表已根據香港會計師公會頒布的香港會計準則第34號「中期財務報告」及國際會計準則理事會頒布的國際會計準則第34號「中期財務報告」妥為擬備。

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。期內，渣打銀行（香港）有限公司及其附屬公司（統稱「本集團」）已採納以下已於2017年年初生效並對本新聞稿影響輕微或並無影響的修訂或準則：

本集團採納現有準則的修訂

- 關於披露議案的修改（香港會計準則第7號／國際會計準則第7號之修訂）
- 「對未實現損失確認遞延所得稅資產」之修訂（香港會計準則第12號／國際會計準則第12號之修訂）
- 國際財務報告準則二零一四年至二零一六年週期的年度改進（香港財務報告準則第12號／國際財務報告準則第12號「其他實體的權益披露」之修訂）

本集團採納的新會計準則

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。期內，本集團選擇提早應用於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。

2. 簡明綜合中期財務報表

本新聞稿的若干財務資料摘錄自截至2017年6月30日止期間的簡明綜合中期財務報表。

如欲索取簡明綜合中期財務報表以及依照香港金融管理局所頒佈之《銀行業（披露）規則》的未經審核補充財務資料，可於2017年9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