

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 2018
截至二零一八年六月三十日止期間

Condensed consolidated income statement (unaudited)

For the period ended 30 June 2018

(Expressed in millions of Hong Kong dollars)

| | <i>6 months ended 30 June 2018</i> | <i>6 months ended 30 June 2017</i> |
|---|--|--|
| Interest income | 9,733 | 7,652 |
| Interest expense | <u>(2,712)</u> | <u>(2,091)</u> |
| Net interest income | <u>7,021</u> | <u>5,561</u> |
| Fee and commission income | <u>3,711</u> | <u>4,284</u> |
| Fee and commission expense | <u>(376)</u> | <u>(659)</u> |
| Net fee and commission income | 3,335 | 3,625 |
| Net trading income | 1,096 | 1,345 |
| Other operating income | <u>2,154</u> | <u>1,905</u> |
| | <u>6,585</u> | <u>6,875</u> |
| Total operating income | 13,606 | 12,436 |
| Staff costs | <u>(3,291)</u> | <u>(3,165)</u> |
| Premises and equipment | <u>(1,665)</u> | <u>(1,722)</u> |
| Others | <u>(2,673)</u> | <u>(3,126)</u> |
| Operating expenses | <u>(7,629)</u> | <u>(8,013)</u> |
| Operating profit before impairment | 5,977 | 4,423 |
| Credit impairment | (96) | (401) |
| Other impairment | <u>(423)</u> | <u>(400)</u> |
| Operating profit after impairment | 5,458 | 3,622 |
| Share of profit of associates | <u>1,177</u> | <u>995</u> |
| Profit before taxation | 6,635 | 4,617 |
| Taxation | <u>(719)</u> | <u>(633)</u> |
| Profit after taxation | <u>5,916</u> | <u>3,984</u> |

**Condensed consolidated statement of financial position as at 30 June 2018
(unaudited)**

(Expressed in millions of Hong Kong dollars)

| | At 30 June 2018 | At 31 December 2017 |
|--|-----------------------|---------------------------|
| Assets | | |
| Cash and balances with banks, central banks and other financial institutions | 12,061 | 18,350 |
| Placements with banks and other financial institutions | 163,174 | 150,256 |
| Hong Kong SAR Government certificates of indebtedness | 44,751 | 42,341 |
| Financial assets at fair value through profit or loss | 31,398 | 22,819 |
| Investment securities | 239,080 | 207,927 |
| Advances to customers | 524,369 | 480,867 |
| Amounts due from immediate holding company | 58,378 | 59,075 |
| Amounts due from fellow subsidiaries | 21,578 | 24,208 |
| Interest in associate | 12,095 | 11,638 |
| Property, plant and equipment | 42,521 | 40,632 |
| Goodwill and intangible assets | 1,431 | 1,392 |
| Current tax assets | – | 11 |
| Deferred tax assets | 82 | 275 |
| Other assets | 15,285 | 15,258 |
| | <u>1,166,203</u> | <u>1,075,049</u> |
| Liabilities | | |
| Hong Kong SAR currency notes in circulation | 44,751 | 42,341 |
| Deposits and balances of banks and other financial institutions | 29,837 | 19,613 |
| Deposits from customers | 878,290 | 833,899 |
| Financial liabilities at fair value through profit or loss | 26,003 | 19,775 |
| Debt securities in issue | 3,525 | 3,066 |
| Amounts due to immediate holding company | 59,262 | 44,246 |
| Amounts due to fellow subsidiaries | 11,969 | 9,477 |
| Current tax liabilities | 936 | 439 |
| Deferred tax liabilities | 484 | 470 |
| Other liabilities | 24,795 | 21,292 |
| Subordinated liabilities | 5,923 | 6,003 |
| | <u>1,085,775</u> | <u>1,000,621</u> |
| Equity | | |
| Share capital | 20,256 | 20,256 |
| Reserves | 58,220 | 52,220 |
| | <u>78,476</u> | <u>72,476</u> |
| Shareholders' equity | 78,476 | 72,476 |
| Other equity instruments | 1,952 | 1,952 |
| | <u>80,428</u> | <u>74,428</u> |
| | <u>1,166,203</u> | <u>1,075,049</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 2017.

Except for the adoption of HKFRS 9/IFRS 9 Financial Instruments (see note (a)) and HKFRS 15/IFRS 15 Revenue from contracts with customers (see note (b)), none of the revised accounting standards which became effective from 1 January 2018, have a material impact on the condensed consolidated interim financial statements.

New accounting standards adopted by the Group

(a) HKFRS 9/IFRS 9 Financial Instruments

On 1 January 2018, the Group adopted HKFRS 9/IFRS 9 which replaces HKAS 39/IAS 39 Financial Instruments: Recognition and Measurement and introduces new requirements for: the classification and measurement of financial instruments, the recognition and measurement of credit impairment provisions, and provides for a simplified approach to hedge accounting.

The Group has further chosen:

- to continue to apply HKAS 39/IAS 39 hedging requirements rather than those of HKFRS 9/IFRS 9.
- not to restate comparative periods on the basis that it is not possible to do so without the use of hindsight.

The changes in measurements arising on the initial adoption of HKFRS 9/IFRS 9 was incorporated through an adjustment to the opening reserves position as at 1 January 2018. This adjustment reduces shareholders’ equity by HK\$633 million, the majority of which relates to the adoption of the expected credit loss provisioning requirements.

(b) HKFRS 15/IFRS 15 Revenue from Contracts with Customers

HKFRS 15/IFRS 15 is effective from 1 January 2018 and replaces HKAS 18/IAS 18 Revenue. HKFRS 15/IFRS 15 is conceptually similar to HKAS 18/IAS 18, but includes more granular guidance on how to recognise and measure revenue, and also introduces additional disclosure requirements. The Group performed an assessment of the new standard and concluded that changes to current accounting policies were not required in order to comply with the new standard, and there is no transitional impact to retained earnings.

2. Condensed Consolidated Interim Financial Statements

Certain financial information in this news release is extracted from the unaudited condensed consolidated interim financial statements for the period ended 30 June 2018.

The unaudited 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 2018.

簡明綜合損益賬(未經審核)
截至二零一八年六月三十日止期間
(以百萬港元列示)

| | 截止2018年 6月30日止 6個月 | 截止2017年 6月30日止 6個月 |
|----------------|--------------------------|--------------------------|
| 利息收入 | 9,733 | 7,652 |
| 利息支出 | (2,712) | (2,091) |
| 淨利息收入 | 7,021 | 5,561 |
| 費用及佣金收入 | 3,711 | 4,284 |
| 費用及佣金支出 | (376) | (659) |
| 淨費用及佣金收入 | 3,335 | 3,625 |
| 交易收入淨額 | 1,096 | 1,345 |
| 其他經營收入 | 2,154 | 1,905 |
| | 6,585 | 6,875 |
| 經營收入總額 | 13,606 | 12,436 |
| 員工成本 | (3,291) | (3,165) |
| 樓宇及設備 | (1,665) | (1,722) |
| 其他 | (2,673) | (3,126) |
| 經營支出 | (7,629) | (8,013) |
| 減值前經營溢利 | 5,977 | 4,423 |
| 信貸減值 | (96) | (401) |
| 其他減值 | (423) | (400) |
| 減值後經營溢利 | 5,458 | 3,622 |
| 應佔聯營公司溢利 | 1,177 | 995 |
| 除稅前溢利 | 6,635 | 4,617 |
| 稅項 | (719) | (633) |
| 除稅後溢利 | 5,916 | 3,984 |

於二零一八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2018年 6月30日 | 於2017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 | 12,061 | 18,350 |
| 在銀行同業及其他金融機構的存款 | 163,174 | 150,256 |
| 香港特別行政區政府負債證明書 | 44,751 | 42,341 |
| 按公允價值計入損益的金融資產 | 31,398 | 22,819 |
| 投資證券 | 239,080 | 207,927 |
| 客戶墊款 | 524,369 | 480,867 |
| 應收直接控股公司款項 | 58,378 | 59,075 |
| 應收同系附屬公司款項 | 21,578 | 24,208 |
| 於聯營公司的權益 | 12,095 | 11,638 |
| 樓宇、機器及設備 | 42,521 | 40,632 |
| 商譽及無形資產 | 1,431 | 1,392 |
| 當期稅項資產 | — | 11 |
| 遞延稅項資產 | 82 | 275 |
| 其他資產 | 15,285 | 15,258 |
| | <u>1,166,203</u> | <u>1,075,049</u> |
| 負債 | | |
| 香港特別行政區紙幣流通額 | 44,751 | 42,341 |
| 銀行同業及其他金融機構的存款及結餘 | 29,837 | 19,613 |
| 客戶存款 | 878,290 | 833,899 |
| 按公允價值計入損益的金融負債 | 26,003 | 19,775 |
| 已發行債務證券 | 3,525 | 3,066 |
| 應付直接控股公司款項 | 59,262 | 44,246 |
| 應付同系附屬公司款項 | 11,969 | 9,477 |
| 當期稅項負債 | 936 | 439 |
| 遞延稅項負債 | 484 | 470 |
| 其他負債 | 24,795 | 21,292 |
| 後償負債 | 5,923 | 6,003 |
| | <u>1,085,775</u> | <u>1,000,621</u> |
| 權益 | | |
| 股本 | 20,256 | 20,256 |
| 儲備 | 58,220 | 52,220 |
| 股東權益 | 78,476 | 72,476 |
| 其他權益工具 | 1,952 | 1,952 |
| | <u>80,428</u> | <u>74,428</u> |
| | <u>1,166,203</u> | <u>1,075,049</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號中期財務報告編制。

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2017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。

除採納香港財務報告準則第9號／國際財務報告準則第9號金融工具（見附註(a)）及香港財務報告準則第15號／國際財務報告準則第15號來自客戶合約之收入（見附註(b)）外，並無其他於2018年1月1日起生效的準則修訂，對本新聞稿有重大的影響。

本集團採納的新會計準則

(a) 香港財務報告準則第9號／國際財務報告準則第9號金融工具

於2018年1月1日，本集團採納香港財務報告準則第9號／國際財務報告準則第9號取代了香港會計準則第39號／國際會計準則第39號金融工具：確認及計量，引入新規定：金融工具的分類及計量；信貸減值撥備的確認及計量；以及提供簡化的對沖會計法。

本集團進一步選擇：

- 繼續根據香港會計準則第39號／國際會計準則第39號的規定應用對沖會計法，故未有採納香港財務報告準則第9號／國際財務報告準則第9號的對沖規定。
- 並未重列比較期間的資料，乃因本集團不能夠於事前重列比較數字。

首次採納香港財務報告準則第9號／國際財務報告準則第9號所產生的計量變動會透過對於2018年1月1日的年初儲備進行調整。該調將減少股東權益約6.33億港元，其中大部分與採納預期信貸虧損撥備規定有關。

(b) 香港財務報告準則第15號／國際財務報告準則第15號來自客戶合約之收入

香港財務報告準則第15號／國際財務報告準則第15號自2018年1月1日起生效，取代香港會計準則第18號／國際會計準則第18號。香港財務報告準則第15號／國際財務報告準則第15號在概念上與香港會計準則第18號／國際會計準則第18號相似，但為收入確認及計量提供更嚴謹的指引，亦引入額外披露規定。本集團對新準則進行評估，認為不須對現有會計政策作出變更以符合新準則，亦不會對保留溢利構成過渡性影響。

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2018年6月30日止期間的未經審核簡明綜合中期財務報表。

如欲索取未經審核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2018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。