

STANDARD CHARTERED BANK (HONG KONG) LIMITED

Reconciliation between accounting and regulatory balance sheets

A. Balance sheet as in published financial statements and under regulatory scope of consolidation

	Balance sheet as in published financial statements	Under regulatory scope of consolidation
	As at 31 Dec 2014	As at 31 Dec 2014
	HKD'm	HKD'm
<b>Assets</b>		
Cash and balances with banks, central banks and other financial institutions	53,076	53,066
Placements with banks and other financial institutions	145,770	145,757
Hong Kong SAR Government certificates of indebtedness	36,741	36,741
Trading assets	23,388	23,388
Financial assets designated at fair value	1,575	1,575
Investment securities	172,302	172,302
Advances to customers	454,996	454,996
Amounts due from immediate holding company	70,263	69,145
Amounts due from fellow subsidiaries	46,061	45,948
Amounts due from subsidiaries of the Bank	-	650
Investment in subsidiaries of the Bank	-	563
Interests in associates	9,008	4,472
Fixed assets	39,950	39,718
Goodwill and intangible assets	1,116	1,116
Current tax assets	266	266
Deferred tax assets	141	122
Other assets	24,389	24,015
	<b>1,079,042</b>	<b>1,073,840</b>
<b>Liabilities</b>		
Hong Kong SAR currency notes in circulation	36,741	36,741
Deposits and balances of banks and other financial institutions	32,605	32,605
Deposits from customers	851,029	851,029
Trading liabilities	12,800	12,800
Financial liabilities designated at fair value	14,915	14,915
Debt securities in issue	13,838	13,838
Amounts due to immediate holding company	17,209	16,718
Amounts due to fellow subsidiaries	3,644	3,582
Amounts due to subsidiaries of the Bank	-	792
Current tax liabilities	18	3
Deferred tax liabilities	212	212
Other liabilities	19,582	18,902
Subordinated liabilities	10,406	10,406
	<b>1,012,999</b>	<b>1,012,543</b>
<b>Equity</b>		
Share capital	20,256	20,256
Reserves	45,787	41,041
	<b>66,043</b>	<b>61,297</b>
	<b>1,079,042</b>	<b>1,073,840</b>

## STANDARD CHARTERED BANK (HONG KONG) LIMITED

## Reconciliation between accounting and regulatory balance sheets (continued)

## B. Balance sheet under the regulatory scope of consolidation including components in the "Transition Disclosures Template" with cross references

	Balance sheet as in published financial statements	Under regulatory scope of consolidation				Cross reference to Definition of Capital Components
		As at	As at	As at	As at	
		31 Dec 2014	31 Dec 2014	31 Dec 2014	31 Dec 2014	
	HKD'm	HKD'm	HKD'm	HKD'm		
<b>Assets</b>						
Cash and balances with banks, central banks and other financial institutions	53,076	53,066				
Placements with banks and other financial institutions	145,770	145,757				
Hong Kong SAR Government certificates of indebtedness	36,741	36,741				
Trading assets	23,388	23,388				
Financial assets designated at fair value	1,575	1,575				
Investment securities	172,302	172,302				
Advances to customers	454,996	454,996				
Amounts due from immediate holding company	70,263	69,145				
Amounts due from fellow subsidiaries	46,061	45,948				
Amounts due from subsidiaries of the Bank	-	650				
of which: significant capital investments in financial sector entities that are outside the scope of regulatory consolidation			312		(1)	
Investment in subsidiaries of the Bank	-	563				
of which: significant capital investments in financial sector entities that are outside the scope of regulatory consolidation			446		(2)	
Interests in associates	9,008	4,472				
of which: significant capital investments in financial sector entities that are outside the scope of regulatory consolidation			4,472		(3)	
Fixed assets	39,950	39,718				
Goodwill and intangible assets	1,116	1,116				
of which: goodwill			729		(4)	
of which: intangible assets			387		(5)	
Current tax assets	266	266				
Deferred tax assets	141	122				
of which: deferred tax liabilities relating to intangible assets			(64)		(6)	
of which: other deferred tax assets			186		(7)	
Other assets	24,389	24,015				
of which: goodwill relating to assets held for sale			525		(8)	
of which: deferred tax assets relating to assets held for sale			27		(9)	
of which: significant capital investments in financial sector entities that are outside the scope of regulatory consolidation relating to assets held for sale			122		(10)	
	<b>1,079,042</b>	<b>1,073,840</b>				
<b>Liabilities</b>						
Hong Kong SAR currency notes in circulation	36,741	36,741				
Deposits and balances of banks and other financial institutions	32,605	32,605				
Deposit from customers	851,029	851,029				
Trading liabilities	12,800	12,800				
of which: gains or losses due to changes in own credit risk			-		(11)	
Financial liabilities designated at fair value	14,915	14,915				
of which: gains or losses due to changes in own credit risk			(725)		(12)	
Debt securities in issue	13,838	13,838				
Amounts due to immediate holding company	17,209	16,718				
Amounts due to fellow subsidiaries	3,644	3,582				
Amounts due to subsidiaries of the Bank	-	792				
Current tax liabilities	18	3				
Deferred tax liabilities	212	212				
Other liabilities	19,582	18,902				
Subordinated liabilities	10,406	10,406				
of which: subordinated liabilities eligible for inclusion in regulatory capital (subject to phase out arrangements)			9,014		(13)	
	<b>1,012,999</b>	<b>1,012,543</b>				
<b>Equity</b>						
Share capital	20,256	20,256				
of which: directly issued qualifying CET1 capital instruments			16,378		(14)	
of which: qualifying AT1 capital instruments			3,878		(15)	
Reserves	45,787	41,041				
of which: Cumulative cash flow hedge reserves that relate to the hedging of financial instruments that are not fair valued on the balance sheet			43		(16)	
of which: Cumulative cash flow hedge reserves that relate to the hedging of financial instruments that are fair valued on the balance sheet			8		(17)	
of which: Available-for-sale investment reserve			255		(18)	
of which: Property revaluation reserve			2		(19)	
of which: Exchange reserve			(5)		(20)	
of which: Share option equity reserve			413		(21)	
of which: Retained earnings			40,325		(22)	
of which: cumulative fair value gains arising from the revaluation of land and buildings (audited)				419	(23)	
of which: Regulatory reserve for general banking risks				6,501	(24)	
	<b>66,043</b>	<b>61,297</b>				
	<b>1,079,042</b>	<b>1,073,840</b>				