

# The Hongkong and Shanghai Banking Corporation Limited

Incorporated in the Hongkong SAR with limited liability

HSBC Holdings plc

## CONSOLIDATED STATEMENT OF INCOME (For the year-ended December 31)

	2018 USD Mn	2018 MVR Mn	2017 USD Mn	2017 MVR Mn
<b>Interest and Fee Income:</b>				
Interest and fees on loans	33,285	512,922	26,751	443,053
Interest on deposits in other banks	6,214	95,758	4,221	65,046
Interest on investment securities	9,166	141,248	7,440	114,650
Others	944	14,547	583	8,984
Total Interest Income	<b>49,609</b>	<b>764,475</b>	<b>40,995</b>	<b>631,733</b>
<b>Interest Expense:</b>				
Deposits by banks	(506)	(7,797)	(451)	(6,950)
Customer accounts	(11,696)	(180,235)	(7,070)	(108,949)
Financial liabilities designated at fair value - own debt issued	(1,421)	(21,898)	(1,261)	(19,432)
Debt securities in issue	(4,254)	(65,554)	(3,130)	(48,233)
Others	(1,243)	(19,155)	(907)	(13,977)
Total Interest Expense	<b>(19,120)</b>	<b>(294,639)</b>	<b>(12,819)</b>	<b>(197,541)</b>
<b>Net Interest Income</b>	<b>30,489</b>	<b>469,835</b>	<b>28,176</b>	<b>434,192</b>
Provision for loan losses	(1,767)	(27,229)	(1,769)	(27,260)
<b>Net interest income after provisions for loan losses</b>	<b>28,722</b>	<b>442,606</b>	<b>26,407</b>	<b>406,932</b>
<b>Other Operating Income:</b>	<b>25,827</b>	<b>397,994</b>	<b>25,644</b>	<b>395,175</b>
Service charges and fees on deposits	12,620	194,474	12,811	197,418
Other income	13,207	203,520	12,833	197,757
<b>Other Operating Expenses:</b>	<b>(34,659)</b>	<b>(534,095)</b>	<b>(34,884)</b>	<b>(537,562)</b>
Salaries and employee benefits	(17,373)	(267,718)	(17,315)	(266,824)
Occupancy expenses	(3,422)	(52,733)	(3,530)	(54,397)
General, administrative and other expenses	(13,864)	(213,644)	(14,039)	(216,341)
<b>Net income before taxation</b>	<b>19,890</b>	<b>306,505</b>	<b>17,167</b>	<b>264,545</b>
Less: Income taxes	(4,865)	(74,970)	(5,288)	(81,488)
<b>Net Income</b>	<b>15,025</b>	<b>231,535</b>	<b>11,879</b>	<b>183,057</b>
Less: Dividends	(12,257)	(188,880)	(12,211)	(188,172)
Other additions(reductions) to capital accounts	(4,743)	(73,090)	15,625	240,781
<b>Net change in Capital Accounts for the Period</b>	<b>(1,975)</b>	<b>(30,435)</b>	<b>15,293</b>	<b>235,666</b>

## CONSOLIDATED STATEMENT OF CONDITION ASSETS

As of December 31st	2018		2017	
	USD Mn	Rf Mn	USD Mn	Rf Mn
Cash and due from Banks	384,040	5,918,054	396,552	6,110,862
Interest-bearing deposits in other banks	-	-	-	-
Excess funds sold, net	-	-	-	-
Investment securities	407,433	6,278,543	389,076	5,995,661
Trading Assets	238,130	3,669,583	287,995	4,438,003
Loans to customers	1,081,257	16,662,173	1,045,610	16,112,855
Prepayments and accrued income	8,715	134,298	7,929	122,186
Premises and equipment, net	10,060	155,025	10,027	154,516
Other assets	428,489	6,603,015	384,582	5,926,409
<b>TOTAL ASSETS</b>	<b>2,558,124</b>	<b>39,420,691</b>	<b>2,521,771</b>	<b>38,860,492</b>
<b>LIABILITIES</b>				
As of December 31st	USD Mn	Rf Mn	USD Mn	Rf Mn
Deposits:				
Interest bearing / Non-interest bearing	1,584,858	24,422,662	1,564,386	24,107,188
Accrued and deferred income	11,296	174,071	11,521	177,539
Provisions	2,920	44,997	4,011	61,810
Trading Liabilities	84,431	1,301,082	184,361	2,841,003
Debt securities in issue	85,342	1,315,120	64,546	994,654
Other liabilities	595,028	9,169,381	495,075	7,629,104
Capital Accounts:				
Called up Shre capital	10,180	156,874	10,160	156,566
Share premium Account	13,609	209,715	10,177	156,828
Other equity instruments	22,367	344,675	22,250	342,873
Other reserves	1,906	29,371	7,664	118,102
Minority Interest	7,996	123,218	7,621	117,440
Retained Earnings	138,191	2,129,523	139,999	2,157,385
<b>Total Capital Accounts</b>	<b>194,249</b>	<b>2,993,377</b>	<b>197,871</b>	<b>3,049,194</b>
<b>TOTAL LIABILITIES</b>	<b>2,558,124</b>	<b>39,420,691</b>	<b>2,521,771</b>	<b>38,860,492</b>

## BRANCH STATEMENT OF CONDITION

As of December 31st

Assets	2018		2017	
	in Rf 000's	in Rf 000's	in Rf 000's	in Rf 000's
Cash and due from Banks	1,948,648	1,381,231		
Interest bearing deposits in other banks	-	-		
Excess funds sold, net	-	-		
Investment securities	772,277	1,060,191		
Loans	784,744	1,225,989		
Less: allowance for loan losses	(3,736)	(20,128)		
<b>Net loans</b>	<b>781,008</b>	<b>1,205,861</b>		
Accrued interest receivable	10,010	13,231		
Premises and equipment , net	186	350		
Other assets	40,280	31,816		
Due from Head office or Affiliated braches	46,569	564,124		
<b>Total Assets</b>	<b>3,598,978</b>	<b>4,256,804</b>		
<b>Liabilities and Equity</b>				
Deposits:				
Non-interest bearing	1,436,410	1,709,899		
Interest bearing	895,253	416,578		
<b>Total Deposits</b>	<b>2,331,663</b>	<b>2,126,477</b>		
Accrued interest payable	2,405	687		
Borrowed money - Head Office	308,200	821,867		
Borrowed money - Other	-	-		
Other liabilities	146,209	114,554		
<b>Total Liabilities</b>	<b>2,788,476</b>	<b>3,063,585</b>		
Assigned Capital	153,815	153,807		
Due to Head office	656,687	1,039,412		
<b>Total Home Office Equity</b>	<b>810,502</b>	<b>1,193,219</b>		
<b>Total Liability and Equity</b>	<b>3,598,978</b>	<b>4,256,804</b>		

## Malé Branch

24 Boduthakurufaanu Magu, Malé, Republic Of Maldives

## BRANCH STATEMENT OF INCOME (for the year-ended December 31)

	2018 in Rf 000's	2017 in Rf 000's
<b>Interest and Fee Income:</b>		
Interest and fees on loans	75,547	103,579
Interest on deposits in other banks	7,363	13,577
Interest on investment securities	37,176	56,440
Interest on excess funds sold	-	-
Total Interest Income	<b>120,086</b>	<b>173,596</b>
<b>Interest Expense:</b>		
Checking deposits	-	-
Savings deposits	(950)	(640)
Time deposits	(4,365)	(3,992)
Borrowed money - Head Office	(9,434)	(14,686)
Other borrowed money	-	-
Total Interest Expense	<b>(14,749)</b>	<b>(19,318)</b>
<b>Net Interest Income</b>	<b>105,337</b>	<b>154,278</b>
Provision for loan losses	12,518	(10,060)
<b>Net interest income after provisions for loan losses</b>	<b>126,855</b>	<b>144,218</b>
<b>Other Operating Income:</b>	<b>68,450</b>	<b>56,188</b>
Service charges and fees on deposits	56,472	42,198
Other income	11,978	13,990
<b>Other Operating Expenses:</b>	<b>(45,979)</b>	<b>(43,630)</b>
Salaries and employee benefits	(13,922)	(15,184)
Occupancy expenses	(4,701)	(5,201)
General, administrative and other expenses	(27,356)	(23,245)
Net income before taxation	<b>149,326</b>	<b>156,776</b>
Less: Income taxes	(40,197)	(46,304)
<b>Net Income</b>	<b>109,129</b>	<b>110,472</b>
Less: Dividends	-	-
Other additions(reductions) to capital accounts	-	-
<b>Net charge in Capital Accounts for the Period</b>	<b>109,129</b>	<b>110,472</b>

