

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)

	2017 USD Mn	2017 Rf Mn	2016 USD Mn	2016 Rf Mn
Interest and Fee Income:				
Interest and fees on loans	28,751	443,053	29,272	449,325
Interest on deposits in other banks	4,221	65,046	2,737	42,013
Interest on investment securities	7,440	114,650	7,248	111,257
Others	583	8,984	3,157	48,460
Total Interest Income	40,995	631,733	42,414	651,055
Interest Expense:				
Deposits by banks	(451)	(6,950)	(342)	(5,250)
Customer accounts	(7,070)	(108,949)	(6,118)	(93,911)
Financial liabilities designated at fair value - own debt issued	(1,261)	(19,432)	(942)	(14,460)
Debt securities in issue	(3,130)	(48,233)	(2,807)	(43,087)
Others	(907)	(13,977)	(2,392)	(36,717)
Total Interest Expense	(12,819)	(197,541)	(12,601)	(193,425)
Net Interest Income	28,176	434,192	29,813	457,630
Provision for loan losses	(1,769)	(27,260)	(3,400)	(52,190)
Net interest income after provisions for loan losses	26,407	406,932	26,413	405,440
Other Operating Income:	25,644	395,175	20,507	314,783
Service charges and fees on deposits	12,811	197,418	12,777	196,127
Other income	12,833	197,757	7,730	118,656
Other Operating Expenses:	(34,884)	(537,562)	(39,808)	(611,052)
Salaries and employee benefits	(17,315)	(266,824)	(18,089)	(277,666)
Occupancy expenses	(3,530)	(54,397)	(3,758)	(57,685)
General, administrative and other expenses	(14,039)	(216,341)	(17,961)	(275,701)
Net income before taxation	17,167	264,545	7,112	109,171
Less: Income taxes	(5,288)	(81,488)	(3,666)	(56,273)
Net Income	11,879	183,057	3,446	52,898
Less: Dividends	(12,211)	(188,172)	(12,198)	(187,239)
Other additions(reductions) to capital accounts	15,625	240,781	(6,188)	(94,986)
Net change in Capital Accounts for the Period	15,293	235,666	(14,940)	(229,327)

CONSOLIDATED STATEMENT OF CONDITION ASSETS

As of December 31st	2017		2016	
	USD Mn	Rf Mn	USD Mn	Rf Mn
Cash and due from Banks	396,552	6,110,862	316,105	4,852,212
Interest-bearing deposits in other banks	-	-	-	-
Excess funds sold, net	-	-	-	-
Investment securities	389,076	5,995,661	436,797	6,704,834
Trading Assets	287,995	4,438,003	235,125	3,609,169
Loans to customers	1,045,610	16,112,855	927,511	14,237,293
Prepayments and accrued income	7,929	122,186	7,335	112,592
Premises and equipment, net	10,027	154,516	9,373	143,876
Other assets	384,582	5,926,409	442,740	6,796,059
TOTAL ASSETS	2,521,771	38,860,492	2,374,986	36,456,035
LIABILITIES				
As of December 31st	USD Mn	Rf Mn	USD Mn	Rf Mn
Deposits:				
Interest bearing / Non-interest bearing	1,564,386	24,107,188	1,421,283	21,816,694
Accrued and deferred income	11,521	177,539	10,770	165,320
Provisions	4,011	61,810	4,773	73,266
Trading Liabilities	184,361	2,841,003	153,691	2,359,157
Debt securities in issue	64,546	994,654	65,915	1,011,795
Other liabilities	495,075	7,629,104	535,976	8,227,231
Capital Accounts:				
Called up Share capital	10,160	156,566	10,096	154,974
Share premium Account	10,177	156,828	12,619	193,702
Other equity instruments	22,250	342,873	17,110	262,639
Other reserves	7,664	118,102	(1,234)	(18,942)
Minority Interest	7,621	117,440	7,192	110,397
Retained Earnings	139,999	2,157,385	136,795	2,099,802
Total Capital Accounts	197,871	3,049,194	182,578	2,802,572
TOTAL LIABILITIES	2,521,771	38,860,492	2,374,986	36,456,035

BRANCH STATEMENT OF CONDITION

As of December 31st

Assets	2017 Rf '000	2016 Rf '000	Liabilities and Equity	2017 Rf '000	2016 Rf '000
Cash and due from Banks	1,381,231	1,120,967	Deposits:		
Interest bearing deposits in other banks	-	-	Non-interest bearing	1,709,899	1,780,648
Excess funds sold, net	-	-	Interest bearing	416,578	880,407
Investment securities	1,060,191	1,470,600	Total Deposits	2,126,477	2,661,055
Loans	1,225,989	2,005,193	Accrued interest payable	687	2,347
Less: allowance for loan losses	(20,128)	(10,068)	Borrowed money - Head Office	821,867	1,084,733
Net loans	1,205,861	1,995,125	Borrowed money - Other	-	-
Accrued interest receivable	13,231	16,334	Other liabilities	114,554	225,084
Premises and equipment , net	350	642	Total Liabilities	3,063,585	3,973,219
Other assets	31,816	55,371	Assigned Capital	153,807	153,792
Due from Head office or Affiliated braches	564,124	724,864	Due to Head office	1,039,412	1,256,892
Total Assets	4,256,804	5,383,903	Total Home Office Equity	1,193,219	1,410,684
			Total Liability and Equity	4,256,804	5,383,903

Malé Branch

24 Boduthakurufaanu Magu, Malé, Republic Of Maldives

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

	2017 Rf '000	2016 Rf '000
Interest and Fee Income:		
Interest and fees on loans	103,579	146,111
Interest on deposits in other banks	13,577	6,455
Interest on investment securities	56,440	58,286
Interest on excess funds sold	-	-
Total Interest Income	173,596	210,852
Interest Expense:		
Checking deposits	-	-
Savings deposits	(640)	(862)
Time deposits	(3,992)	(5,001)
Borrowed money - Head Office	(14,686)	(10,139)
Other borrowed money	-	-
Total Interest Expense	(19,318)	(16,002)
Net Interest Income	154,278	194,850
Provision for loan losses	(10,060)	4,474
Net interest income after provisions for loan losses	144,218	199,324
Other Operating Income:	56,188	78,351
Service charges and fees on deposits	42,198	59,539
Other income	13,990	18,812
Other Operating Expenses:	(43,630)	(51,823)
Salaries and employee benefits	(15,184)	(18,656)
Occupancy expenses	(5,201)	(4,438)
General, administrative and other expenses	(23,245)	(28,729)
Net income before taxation	156,776	225,852
Less: Income taxes	(46,304)	(62,578)
Net Income	110,472	163,274
Less: Dividends	-	-
Other additions(reductions) to capital accounts	-	-
Net charge in Capital Accounts for the Period	110,472	163,274

