

THE HONGKONG AND SHANGHAI BANKING CORPORATION LIMITED
3058 Fifth Avenue West, Bonifacio Global City, Taguig City

BALANCE SHEET
(Philippine Head Office and Branches)
As of 31 December 2023

A S S E T S	Current Quarter	Previous Quarter
Cash and Cash Items	588,713,620.21	471,724,770.58
Due from Bangko Sentral ng Pilipinas	43,516,043,175.80	37,670,067,197.00
Due from Other Central Banks and Banks - Net	11,504,654,507.16	10,834,097,653.47
Financial Assets at Fair Value through Profit or Loss (FVPL) ^{1/}	10,886,961,681.70	13,018,101,925.47
Financial Assets at Fair Value Through Other Comprehensive Income (FVOCI) - Net	32,367,705,607.83	29,859,369,911.00
Debt Securities at Amortized Cost - Net	9,940,118,384.21	11,393,847,769.66
Total Loan Portfolio (TLP) - Gross	103,537,243,420.23	102,866,342,261.67
a) Loans to Bangko Sentral ng Pilipinas	0.00	0.00
b) Interbank Loans Receivable	6,529,429,904.96	3,819,960,408.43
c) Loans and Receivables - Others	69,080,174,822.08	68,428,217,947.39
d) Loans and Receivables Arising from RA/CA/PR/SLB	27,927,638,693.19	30,618,163,905.85
Allowance for Credit Losses ^{2/}	1,277,188,255.32	1,204,127,730.52
Total Loan Portfolio - Net	102,260,055,164.91	101,662,214,531.15
Equity Investment in Subsidiaries, Associates and Joint Ventures - Net	2,150,972,567.50	2,633,406,112.68
Bank Premises, Furniture, Fixture and Equipment - Net	466,483,022.12	741,316,050.60
Real and Other Properties Acquired - Net	2,864,226.72	3,093,807.26
Sales Contract Receivables - Net	0.00	0.00
Non-Current Assets Held for Sale	0.00	0.00
Other Assets - Net	25,268,450,031.94	22,944,670,179.49
Net Due from Head Office/Branches/Agencies (Philippine branch of a foreign bank)	0.00	0.00
TOTAL ASSETS	238,953,021,990.10	231,231,909,908.36
L I A B I L I T I E S		
Financial Liabilities at Fair Value through Profit or Loss (FVPL) ^{3/}	7,670,742,660.12	8,149,040,812.40
Deposit Liabilities	164,088,268,354.01	156,607,298,322.45
Due to Other Banks	6,072,709,628.36	9,392,508,642.09
Bills Payable	26.96	300.00
a) BSP (Rediscounting and Other Advances)	0.00	0.00
b) Interbank Loans Payable	0.00	0.00
c) Other Borrowings, including Deposit Substitutes	26.96	300.00
Bonds Payable-Net	0.00	0.00
Unsecured Subordinated Debt - Net	0.00	0.00
Redeemable Preferred Shares	0.00	0.00
Other Liabilities	29,820,723,160.21	26,511,253,053.28
Net Due to Head Office/Branches/Agencies (Philippine branch of a foreign bank)	12,341,517,893.34	12,727,133,927.42
TOTAL LIABILITIES	219,993,961,723.00	213,387,235,057.64
S T O C K H O L D E R S ' E Q U I T Y		
Capital Stock	0.00	0.00
Additional Paid-In Capital	0.00	0.00
Undivided Profits	5,639,328,466.38	4,499,693,704.50
Retained Earnings	919,290,433.25	921,919,496.25
Other Capital Accounts	-489,175,632.53	-466,555,350.03
Assigned Capital	12,889,617,000.00	12,889,617,000.00
TOTAL STOCKHOLDERS' EQUITY	18,959,060,267.10	17,844,674,850.72
TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY	238,953,021,990.10	231,231,909,908.36

CONTINGENT ACCOUNTS

Guarantees Issued	506,082,891.40	515,562,679.96
Financial Standby Letters of Credit	273,780,176.46	279,738,368.85
Performance Standby Letters of Credit	83,490,251,699.41	83,829,959,658.77
Commercial Letters of Credit	2,030,489,276.35	802,684,726.93
Trade Related Guarantees	48,866,212.12	49,465,728.93
Commitments	100,455,420,427.33	92,879,300,330.76
Spot Foreign Exchange Contracts	18,997,154,415.16	26,046,073,618.16
Securities Held Under Custodianship by Bank Proper	506,783,665,482.10	492,607,313,339.32
Trust Department Accounts	15,330,264,892.54	15,500,284,591.02
Derivatives	278,946,252,659.68	285,262,891,170.47
Others	3,818,613,051.77	3,070,737,802.75
TOTAL CONTINGENT ACCOUNTS	1,010,680,841,184.32	1,000,844,012,015.92

FINANCIAL INDICATORS (in %)**ASSET QUALITY**

Gross Non-Performing Loans (NPL) Ratio	0.36	0.33
Net NPL Ratio	0.15	0.31
Gross NPL Coverage Ratio	339.95	357.08
Net NPL Coverage Ratio	796.03	380.88

RELATED PARTY TRANSACTIONS

Ratio of Loans to Related Parties to gross TLP	0.00	0.00
Ratio of Non-Performing Loans to Related Parties to Total Loans to Related Parties	0.00	0.00
Ratio of DOSRI Loans to gross TLP	0.18	0.17
Ratio of Non-Performing DOSRI Loans to Total Loans to DOSRI	0.00	0.00

LIQUIDITY

Liquidity Coverage Ratio	229.23	225.98
Net Stable Funding Ratio	205.71	206.36

PROFITABILITY

Return on Equity (ROE)	23.50	25.85
Return on Assets	2.92	3.18
Net Interest Margin	5.42	4.00

CAPITAL ADEQUACY

Common Equity Tier 1 Ratio	19.37	18.28
Tier 1 Capital Ratio	19.37	18.28
CAR	20.17	19.08

LEVERAGE

Basel III Leverage Ratio	7.63	8.70
Deferred Charges not yet Written Down	0.00	0.00

1/ This account is comprised of Financial Assets Held for Trading (HFT), Debt Securities Designated at FVPL, and Other Financial Assets Mandatorily Measured at FVPL.

2/ This account is comprised of Specific Allowance for Credit Losses and General Loan Loss Provision.

3/ This account is comprised of Financial Liabilities Held for Trading, and Financial Liabilities Designated at FVPL.

I hereby certify that all matters set forth in this Balance Sheet are true and correct to the best of my knowledge and belief.



SAFIQUL ISLAM
Chief Accounting Officer