

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

BALANCE SHEET
(Philippine Head Office and Branches)
As of 31 December 2025

A S S E T S	Current Quarter	Previous Quarter
Cash and Cash Items	660,329,149.51	705,054,959.17
Due from Bangko Sentral ng Pilipinas	24,143,699,885.20	19,324,216,347.64
Due from Other Central Banks and Banks - Net	13,772,815,065.29	11,988,964,950.57
Financial Assets at Fair Value through Profit or Loss (FVPL) ^{1/}	12,263,954,356.23	14,785,776,290.98
Financial Assets at Fair Value Through Other Comprehensive Income (FVOCI) - Net	87,954,354,139.46	80,313,688,346.67
Debt Securities at Amortized Cost - Net	7,162,836,587.23	7,169,629,227.91
Total Loan Portfolio (TLP) - Gross	114,269,490,738.30	107,807,984,741.49
a) Loans to Bangko Sentral ng Pilipinas	0.00	0.00
b) Interbank Loans Receivable	0.00	0.00
c) Loans and Receivables - Others	80,361,183,948.56	86,034,526,687.81
d) Loans and Receivables Arising from RA/CA/PR/SLB	33,908,306,789.74	21,773,458,053.68
Allowance for Credit Losses ^{2/}	1,421,556,936.89	1,116,523,939.45
Total Loan Portfolio - Net	112,847,933,801.41	106,691,460,802.04
Equity Investment in Subsidiaries, Associates and Joint Ventures - Net	853,855,268.22	2,285,072,969.51
Bank Premises, Furniture, Fixture and Equipment - Net	654,769,027.52	619,784,539.73
Real and Other Properties Acquired - Net	7,757,280.95	6,504,518.12
Sales Contract Receivables - Net	0.00	0.00
Non-Current Assets Held for Sale	0.00	0.00
Other Assets - Net	42,262,153,643.96	43,525,887,548.62
Net Due from Head Office/Branches/Agencies (Philippine branch of a foreign bank)	0.00	0.00
TOTAL ASSETS	302,584,458,204.98	287,416,040,500.96
L I A B I L I T I E S		
Financial Liabilities at Fair Value through Profit or Loss (FVPL) ^{3/}	8,846,211,611.24	10,031,749,097.56
Deposit Liabilities	199,069,673,800.92	181,522,815,514.95
Due to Other Banks	10,512,493,531.92	6,511,770,884.55
Bills Payable	0.00	3,704,661,336.60
a) BSP (Rediscounting and Other Advances)	0.00	0.00
b) Interbank Loans Payable	0.00	0.00
c) Other Borrowings, including Deposit Substitutes	0.00	3,704,661,336.60
Bonds Payable-Net	0.00	0.00
Unsecured Subordinated Debt - Net	0.00	0.00
Redeemable Preferred Shares	0.00	0.00
Other Liabilities	45,951,768,902.54	45,651,196,129.81
Net Due to Head Office/Branches/Agencies (Philippine branch of a foreign bank)	18,130,337,314.82	21,402,324,631.70
TOTAL LIABILITIES	282,510,485,161.44	268,824,517,595.17
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	5,765,851,008.09	4,408,508,005.36
Retained Earnings	1,139,016,343.94	1,141,321,286.96
Other Capital Accounts	279,488,691.51	152,076,613.47
Assigned Capital	12,889,617,000.00	12,889,617,000.00
TOTAL STOCKHOLDERS' EQUITY	20,073,973,043.54	18,591,522,905.79
TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY	302,584,458,204.98	287,416,040,500.96

CONTINGENT ACCOUNTS

Guarantees Issued	474,285,914.61	297,614,428.03
Financial Standby Letters of Credit	615,545,765.82	227,389,114.41
Performance Standby Letters of Credit	123,885,919,248.41	117,865,034,430.65
Commercial Letters of Credit	109,782,023.86	31,117,515.85
Trade Related Guarantees	0.00	58,691,364.35
Commitments	128,229,826,638.24	121,129,552,337.74
Spot Foreign Exchange Contracts	11,312,728,314.68	24,005,417,724.22
Securities Held Under Custodianship by Bank Proper	593,645,700,104.16	677,875,013,853.92
Trust Department Accounts	20,279,420,721.46	19,352,515,425.97
Derivatives	357,177,312,278.43	364,554,899,132.33
Others	2,589,973,625.59	1,582,679,369.78
TOTAL CONTINGENT ACCOUNTS	1,238,320,494,635.26	1,326,979,924,697.25

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

Gross Non-Performing Loans (NPL) Ratio	0.43	0.49
Net NPL Ratio	0.15	0.20
Gross NPL Coverage Ratio	286.46	211.04
Net NPL Coverage Ratio	203.16	152.77

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	0.20	0.22
Ratio of Non-Performing DOSRI Loans to Total Loans to DOSRI	0.00	0.00

LIQUIDITY

Liquidity Coverage Ratio	213.51	251.92
Net Stable Funding Ratio	214.77	207.16

PROFITABILITY

Return on Equity (ROE)	16.50	17.27
Return on Assets	2.30	2.36
Net Interest Margin	4.95	4.98

CAPITAL ADEQUACY

Common Equity Tier 1 Ratio	18.48	18.74
Tier 1 Capital Ratio	18.48	18.74
CAR	19.12	19.33

LEVERAGE

Basel III Leverage Ratio	9.18	9.64
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.



ROSARIO LYN SUMAOANG
Chief Accounting Officer

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

CONSOLIDATED BALANCE SHEET

(Banks and Financial Subsidiaries)

As of 31 December 2025

A S S E T S	Current Quarter	Previous Quarter
Cash and Cash Items	660,329,149.51	705,054,959.17
Due from Bangko Sentral ng Pilipinas	24,143,699,885.20	19,324,216,347.64
Due from Other Central Banks and Banks - Net	13,772,840,069.87	11,988,989,955.15
Financial Assets at Fair Value through Profit or Loss (FVPL) ^{1/}	12,263,954,356.23	14,785,776,290.98
Financial Assets at Fair Value Through Other Comprehensive Income (FVOCI) - Net	87,954,354,139.46	80,313,688,346.67
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c) Loans and Receivables - Others	80,361,183,948.56	86,034,526,687.81
d) Loans and Receivables Arising from RA/CA/PR/SLB	33,908,306,789.74	21,773,458,053.68
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Total Loan Portfolio - Net	112,847,933,801.41	106,691,460,802.04
Equity Investment in Subsidiaries, Associates and Joint Ventures - Net	284,106,271.54	1,750,341,395.12
Bank Premises, Furniture, Fixture and Equipment - Net	700,628,060.93	671,853,218.24
Real and Other Properties Acquired - Net	7,757,280.95	6,504,518.12
Sales Contract Receivables - Net	0.00	0.00
Non-Current Assets Held for Sale	0.00	0.00
Other Assets - Net	42,432,477,245.54	43,670,464,290.12
Net Due from Head Office/Branches/Agencies (Philippine branch of a foreign bank)	0.00	0.00
TOTAL ASSETS	302,230,916,847.87	287,077,979,351.16
L I A B I L I T I E S		
Financial Liabilities at Fair Value through Profit or Loss (FVPL) ^{3/}	8,846,211,611.24	10,031,749,097.56
Deposit Liabilities	198,653,836,533.64	181,101,651,202.77
Due to Other Banks	10,512,493,531.92	6,511,770,884.55
Bills Payable	0.00	3,704,661,336.60
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b) Interbank Loans Payable	0.00	0.00
c) Other Borrowings, including Deposit Substitutes	0.00	3,704,661,336.60
Bonds Payable-Net	0.00	0.00
Unsecured Subordinated Debt - Net	0.00	0.00
Redeemable Preferred Shares	0.00	0.00
Other Liabilities	46,018,994,656.74	45,735,540,069.22
Net Due to Head Office/Branches/Agencies (Philippine branch of a foreign bank)	18,125,407,470.65	21,401,083,855.19
TOTAL LIABILITIES	282,156,943,804.19	268,486,456,445.89
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	5,765,851,008.09	4,408,508,005.02
Retained Earnings	1,139,016,343.94	1,141,321,286.96
Other Capital Accounts	279,488,691.65	152,076,613.29
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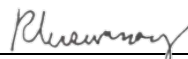
3/ This account is comprised of Financial Liabilities Held for Trading, and Financial Liabilities Designated at FVPL.

ADDITIONAL INFORMATION**List of Financial Allied Subsidiaries (excluding Subsidiary Insurance Companies)**

HSBC Investment and Insurance Brokerage Philippines, Inc.

List of Subsidiary Insurance Companies

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


ROSARIO LYN SUMAOANG
 Chief Accounting Officer