

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 March 2026

A S S E T S	Current Quarter	Previous Quarter
Cash and Cash Items	755,017,748.89	660,329,149.51
Due from Bangko Sentral ng Pilipinas	26,289,762,871.93	24,143,699,885.20
Due from Other Central Banks and Banks - Net	14,583,416,961.88	13,772,815,065.29
Financial Assets at Fair Value through Profit or Loss (FVPL) ^{1/}	16,117,391,391.11	12,263,954,356.23
Financial Assets at Fair Value Through Other Comprehensive Income (FVOCI) - Net	85,765,721,651.87	87,954,354,139.46
Debt Securities at Amortized Cost - Net	4,029,865,262.16	7,162,836,587.23
Total Loan Portfolio (TLP) - Gross	121,069,000,984.12	114,269,490,738.30
a) Loans to Bangko Sentral ng Pilipinas	0.00	0.00
b) Interbank Loans Receivable	0.00	0.00
c) Loans and Receivables - Others	75,210,140,664.73	80,361,183,948.56
d) Loans and Receivables Arising from RA/CA/PR/SLB	45,858,860,319.39	33,908,306,789.74
Allowance for Credit Losses ^{2/}	1,368,522,228.42	1,421,556,936.89
Total Loan Portfolio - Net	119,700,478,755.70	112,847,933,801.41
Equity Investment in Subsidiaries, Associates and Joint Ventures - Net	894,626,434.25	853,855,268.22
Bank Premises, Furniture, Fixture and Equipment - Net	616,085,161.86	654,769,027.52
Real and Other Properties Acquired - Net	7,478,560.04	7,757,280.95
Sales Contract Receivables - Net	0.00	0.00
Non-Current Assets Held for Sale	0.00	0.00
Other Assets - Net	29,241,816,100.86	42,262,153,643.96
Net Due from Head Office/Branches/Agencies (Philippine branch of a foreign bank)	0.00	0.00
TOTAL ASSETS	298,001,660,900.55	302,584,458,204.98
L I A B I L I T I E S		
Financial Liabilities at Fair Value through Profit or Loss (FVPL) ^{3/}	12,682,748,460.09	8,846,211,611.24
Deposit Liabilities	207,471,796,645.03	199,069,673,800.92
Due to Other Banks	5,847,914,717.99	10,512,493,531.92
Bills Payable	0.00	0.00
a) BSP (Rediscounting and Other Advances)	0.00	0.00
b) Interbank Loans Payable	0.00	0.00
c) Other Borrowings, including Deposit Substitutes	0.00	0.00
Bonds Payable-Net	0.00	0.00
Unsecured Subordinated Debt - Net	0.00	0.00
Redeemable Preferred Shares	0.00	0.00
Other Liabilities	33,427,978,355.21	45,951,768,902.54
Net Due to Head Office/Branches/Agencies (Philippine branch of a foreign bank)	24,002,309,190.59	18,130,337,314.82
TOTAL LIABILITIES	283,432,747,368.91	282,510,485,161.44
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	1,481,408,889.95	5,765,851,008.09
Retained Earnings	1,137,080,074.71	1,139,016,343.94
Other Capital Accounts	-939,192,433.02	279,488,691.51
Assigned Capital	12,889,617,000.00	12,889,617,000.00
TOTAL STOCKHOLDERS' EQUITY	14,568,913,531.64	20,073,973,043.54
TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY	298,001,660,900.55	302,584,458,204.98

CONTINGENT ACCOUNTS

Guarantees Issued	5,050,356,601.89	474,285,914.61
Financial Standby Letters of Credit	721,001,031.09	615,545,765.82
Performance Standby Letters of Credit	134,796,759,231.96	123,885,919,248.41
Commercial Letters of Credit	56,091,595.33	109,782,023.86
Trade Related Guarantees	0.00	0.00
Commitments	140,834,189,895.25	128,229,826,638.24
Spot Foreign Exchange Contracts	36,368,456,474.59	11,312,728,314.68
Securities Held Under Custodianship by Bank Proper	642,086,850,406.48	593,645,700,104.16
Trust Department Accounts	19,641,952,649.93	20,279,420,721.46
Derivatives	409,696,207,874.47	357,177,312,278.43
Others	1,444,162,069.86	2,589,973,625.59
TOTAL CONTINGENT ACCOUNTS	1,390,696,027,830.85	1,238,320,494,635.26

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

Gross Non-Performing Loans (NPL) Ratio	0.90	0.43
Net NPL Ratio	0.54	0.15
Gross NPL Coverage Ratio	126.17	286.46
Net NPL Coverage Ratio	88.61	203.16

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	0.16	0.20
Ratio of Non-Performing DOSRI Loans to Total Loans to DOSRI	0.00	0.00

LIQUIDITY

Liquidity Coverage Ratio	231.39	213.51
Net Stable Funding Ratio	232.97	214.77

PROFITABILITY

Return on Equity (ROE)	16.03	16.50
Return on Assets	2.35	2.30
Net Interest Margin	4.70	4.95

CAPITAL ADEQUACY

Common Equity Tier 1 Ratio	17.36	18.48
Tier 1 Capital Ratio	17.36	18.48
CAR	17.95	19.12

LEVERAGE

Basel III Leverage Ratio	8.99	9.18
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 March 2026

A S S E T S	Current Quarter	Previous Quarter
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Financial Assets at Fair Value Through Other Comprehensive Income (FVOCI) - Net	85,765,721,651.87	87,954,354,139.46
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Total Loan Portfolio (TLP) - Gross	121,069,000,984.12	114,269,490,738.30
a) Loans to Bangko Sentral ng Pilipinas	0.00	0.00
b) Interbank Loans Receivable	0.00	0.00
c) Loans and Receivables - Others	75,210,140,664.73	80,361,183,948.56
d) Loans and Receivables Arising from RA/CA/PR/SLB	45,858,860,319.39	33,908,306,789.74
Allowance for Credit Losses ^{2/}	1,368,522,228.42	1,421,556,936.89
Total Loan Portfolio - Net	119,700,478,755.70	112,847,933,801.41
Equity Investment in Subsidiaries, Associates and Joint Ventures - Net	284,068,691.92	284,106,271.54
Bank Premises, Furniture, Fixture and Equipment - Net	655,925,579.53	700,628,060.93
Real and Other Properties Acquired - Net	7,478,560.04	7,757,280.95
Sales Contract Receivables - Net	0.00	0.00
Non-Current Assets Held for Sale	0.00	0.00
Other Assets - Net	29,381,358,330.60	42,432,477,245.54
Net Due from Head Office/Branches/Agencies (Philippine branch of a foreign bank)	0.00	0.00
TOTAL ASSETS	297,570,510,810.20	302,230,916,847.87
L I A B I L I T I E S		
Financial Liabilities at Fair Value through Profit or Loss (FVPL) ^{3/}	12,682,748,460.09	8,846,211,611.24
Deposit Liabilities	206,976,025,595.79	198,653,836,533.64
Due to Other Banks	5,847,914,717.99	10,512,493,531.92
Bills Payable	0.00	0.00
a) BSP (Rediscounting and Other Advances)	0.00	0.00
b) Interbank Loans Payable	0.00	0.00
c) Other Borrowings, including Deposit Substitutes	0.00	0.00
Bonds Payable-Net	0.00	0.00
Unsecured Subordinated Debt - Net	0.00	0.00
Redeemable Preferred Shares	0.00	0.00
Other Liabilities	33,494,153,353.79	46,018,994,656.74
Net Due to Head Office/Branches/Agencies (Philippine branch of a foreign bank)	24,000,754,083.60	18,125,407,470.65
TOTAL LIABILITIES	283,001,596,211.26	282,156,943,804.19
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	1,481,409,957.75	5,765,851,008.09
Retained Earnings	1,137,080,074.71	1,139,016,343.94
Other Capital Accounts	-939,192,433.52	279,488,691.65
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Ratio of Non-Performing DOSRI Loans to Total Loans to DOSRI	0.00	0.00

LIQUIDITY

Liquidity Coverage Ratio	231.87	213.90
Net Stable Funding Ratio	234.46	215.55

PROFITABILITY

Return on Equity (ROE)	15.78	16.27
Return on Assets	2.35	2.30
Net Interest Margin	4.70	4.95

CAPITAL ADEQUACY

Common Equity Tier 1 Ratio	17.61	18.72
Tier 1 Capital Ratio	17.61	18.72
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LEVERAGE

Basel III Leverage Ratio	9.14	9.32
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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.

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