

**Consolidated Balance Sheet**  
at 30 June 2016

	At 30 June 2016 US\$m	At 31 December 2015 US\$m
<b>Assets</b>		
Cash and balances at central banks	128,272	98,934
Trading assets	280,295	224,837
Financial assets designated at fair value	23,901	23,852
Derivatives	369,942	288,476
Loans and advances to banks	92,199	90,401
Loans and advances to customers	887,558	924,454
Reverse repurchase agreements - non-trading	187,826	146,255
Financial investments	441,399	428,955
Assets held for sale	50,305	43,900
Other assets	146,454	139,592
<b>Total assets</b>	<b>2,608,149</b>	<b>2,409,656</b>
<b>Liabilities and Equity</b>		
<b>Liabilities</b>		
Deposits by banks	69,900	54,371
Customer accounts	1,290,958	1,289,586
Repurchase agreements - non-trading	98,342	80,400
Trading liabilities	188,698	141,614
Financial liabilities designated at fair value	78,882	66,408
Derivatives	368,414	281,071
Debt securities in issue	87,673	88,949
Liabilities under insurance contracts	73,416	69,938
Liabilities of disposal groups held for sale	43,705	36,840
Other liabilities	109,864	102,961
<b>Total liabilities</b>	<b>2,409,852</b>	<b>2,212,138</b>
<b>Equity</b>		
Total shareholders' equity	191,257	188,460
Non-controlling interests	7,040	9,058
<b>Total equity</b>	<b>198,297</b>	<b>197,518</b>
<b>Total liabilities and equity</b>	<b>2,608,149</b>	<b>2,409,656</b>

**Consolidated Income Statement**  
for the half-year to 30 June 2016

	Half - year to	
	30 June 2016 US\$m	30 June 2015 US\$m
Interest income	23,011	24,019
Interest expense	(7,251)	(7,575)
<b>Net interest income</b>	<b>15,760</b>	<b>16,444</b>
Fee income	8,202	9,372
Fee expense	(1,616)	(1,647)
<b>Net fee income</b>	<b>6,586</b>	<b>7,725</b>
Trading income excluding net interest income	4,594	3,520
Net interest income on trading activities	730	1,053
<b>Net trading income</b>	<b>5,324</b>	<b>4,573</b>
Changes in fair value of long-term debt issued and related derivatives	270	1,324
Net income from other financial instruments designated at fair value	291	1,342
Net income from financial instruments designated at fair value	561	2,666
Gains less losses from financial investments	965	1,874
Dividend income	64	68
Net insurance premiums income	5,356	5,607
Other operating income	644	836
<b>Total operating income</b>	<b>35,260</b>	<b>39,793</b>
Net insurance claims and benefits paid and movement in liabilities to policyholders	(5,790)	(6,850)
<b>Net operating income before loan impairment charges and other credit risk provisions</b>	<b>29,470</b>	<b>32,943</b>
Loan impairment charges and other credit risk provisions	(2,366)	(1,439)
<b>Net operating income</b>	<b>27,104</b>	<b>31,504</b>
Employee compensation and benefits	(9,354)	(10,041)
General and administrative expenses	(7,467)	(8,129)
Depreciation and impairment of property, plant and equipment	(605)	(604)
Amortisation and impairment of intangible assets and goodwill	(1,202)	(413)
<b>Total operating expenses</b>	<b>(18,628)</b>	<b>(19,187)</b>
<b>Operating profit</b>	<b>8,476</b>	<b>12,317</b>
Share of profit in associates and joint ventures	1,238	1,311
<b>Profit before tax</b>	<b>9,714</b>	<b>13,628</b>
Tax expense	(2,291)	(2,907)
<b>Profit for the period</b>	<b>7,423</b>	<b>10,721</b>
Profit attributable to shareholders of the parent company	6,912	9,618
Profit attributable to non-controlling interests	511	1,103
	US\$	US\$
Basic earnings per ordinary share	0.32	0.48
Diluted earnings per ordinary share	0.32	0.48

**Consolidated Statement of Comprehensive Income**  
for the half-year to 30 June 2016

	Half - year to	
	30 June 2016 US\$m	30 June 2015 US\$m
Profit for the period	7,423	10,721
Other comprehensive income/(expense)		
Items that will be reclassified subsequently to profit or loss when specific conditions are met:		
Available-for-sale investments	1,010	(2,445)
- fair value gains/(losses)	2,826	(395)
- fair value gains reclassified to the income statement	(1,228)	(2,317)
- amounts reclassified to the income statement in respect of impairment losses	24	2
- income taxes	(612)	225
Cash flow hedges	340	(150)
- fair value (losses)/gains	(1,796)	341
- fair value losses/(gains) reclassified to the income statement	2,242	(538)
- income taxes	(106)	47
Share of other comprehensive (expense)/income of associates and joint ventures	(1)	2
- share for the period	(1)	2
- reclassified to income statement on disposal	-	-
Exchange differences	(2,713)	(3,267)
- other exchange differences	(2,619)	(3,395)
- income tax attributable to exchange differences	(94)	128
Items that will not be reclassified subsequently to profit or loss:		
Remeasurement of defined benefit asset/liability	416	(1,680)
- before income taxes	533	(2,085)
- income taxes	(117)	405
Other comprehensive income/(expense) for the period, net of tax	(948)	(7,540)
<b>Total comprehensive income/(expense) for the period</b>	<b>6,475</b>	<b>3,181</b>
Attributable to:		
- shareholders of the parent company	6,010	2,856
- non-controlling interests	465	325
<b>Total comprehensive income/(expense) for the period</b>	<b>6,475</b>	<b>3,181</b>

**Consolidated Statement of Changes in Equity**  
for the half-year to 30 June 2016

	half - year to 30 June 2016										
	Called up share capital US\$m	Share premium US\$m	Other equity instruments US\$m	Retained earnings US\$m	Available-for-sale fair value reserve US\$m	Cash flow hedging reserve US\$m	Foreign exchange reserve US\$m	Merger reserve US\$m	Total shareholders equity US\$m	Non-controlling interests US\$m	Total equity US\$m
At 1 January 2016	9,842	12,421	15,112	143,976	(189)	34	(20,044)	27,308	188,460	9,058	197,518
Profit for the period	-	-	-	6,912	-	-	-	-	6,912	511	7,423
Other comprehensive income (net of tax)	-	-	-	451	1,024	341	(2,718)	-	(902)	(46)	(948)
- Available-for-sale investments	-	-	-	-	1,024	-	-	-	1,024	(14)	1,010
- Cash flow hedges	-	-	-	-	-	341	-	-	341	(1)	340
- Remeasurement of defined benefit asset/liability	-	-	-	452	-	-	-	-	452	(38)	416
- Share of other comprehensive income of associates and joint ventures	-	-	-	(1)	-	-	-	-	(1)	-	(1)
- Exchange differences	-	-	-	-	-	-	(2,718)	-	(2,718)	5	(2,713)
<b>Total comprehensive income for the period</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>7,363</b>	<b>1,024</b>	<b>341</b>	<b>(2,718)</b>	<b>-</b>	<b>6,010</b>	<b>465</b>	<b>6,475</b>
Shares issued under employee remuneration and share plans	32	383	-	(407)	-	-	-	-	8	-	8
Shares issued in lieu of dividends and amounts arising thereon	32	(32)	-	1,111	-	-	-	-	1,111	-	1,111
Dividends to shareholders	-	-	-	(6,674)	-	-	-	-	(6,674)	(702)	(7,376)
Capital securities issued	-	-	1,998	-	-	-	-	-	1,998	-	1,998
Cost of share-based payment arrangements	-	-	-	305	-	-	-	-	305	-	305
Other movements	-	-	-	36	3	-	-	-	39	(1,781)	(1,742)
<b>At 30 June 2016</b>	<b>9,906</b>	<b>12,772</b>	<b>17,110</b>	<b>145,710</b>	<b>838</b>	<b>375</b>	<b>(22,762)</b>	<b>27,308</b>	<b>191,257</b>	<b>7,040</b>	<b>198,297</b>

	half - year to 30 June 2015										
	Called up share capital US\$m	Share premium US\$m	Other equity instruments US\$m	Retained earnings US\$m	Available-for-sale fair value reserve US\$m	Cash flow hedging reserve US\$m	Foreign exchange reserve US\$m	Merger reserve US\$m	Total shareholders equity US\$m	Non-controlling interests US\$m	Total equity US\$m
At 1 January 2015	9,609	11,918	11,532	137,144	2,143	58	(9,265)	27,308	190,447	9,531	199,978
Profit for the period	-	-	-	9,618	-	-	-	-	9,618	1,103	10,721
Other comprehensive income (net of tax)	-	-	-	(1,693)	(1,735)	(151)	(3,183)	-	(6,762)	(778)	(7,540)
- Available-for-sale investments	-	-	-	-	(1,735)	-	-	-	(1,735)	(710)	(2,445)
- Cash flow hedges	-	-	-	-	-	(151)	-	-	(151)	1	(150)
- Remeasurement of defined benefit asset/liability	-	-	-	(1,695)	-	-	-	-	(1,695)	15	(1,680)
- Share of other comprehensive income of associates and joint ventures	-	-	-	2	-	-	-	-	2	-	2
- Exchange differences	-	-	-	-	-	-	(3,183)	-	(3,183)	(84)	(3,267)
<b>Total comprehensive income for the period</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>7,925</b>	<b>(1,735)</b>	<b>(151)</b>	<b>(3,183)</b>	<b>-</b>	<b>2,856</b>	<b>325</b>	<b>3,181</b>
Shares issued under employee remuneration and share plans	31	490	-	(512)	-	-	-	-	9	-	9
Shares issued in lieu of dividends and amounts arising thereon	118	(118)	-	2,242	-	-	-	-	2,242	-	2,242
Dividends to shareholders	-	-	-	(6,224)	-	-	-	-	(6,224)	(432)	(6,656)
Capital securities issued	-	-	2,459	-	-	-	-	-	2,459	-	2,459
Cost of share-based payment arrangements	-	-	-	444	-	-	-	-	444	-	444
Other movements	-	-	-	189	5	-	-	-	194	(469)	(275)
<b>At 30 June 2015</b>	<b>9,758</b>	<b>12,290</b>	<b>13,991</b>	<b>141,208</b>	<b>413</b>	<b>(93)</b>	<b>(12,448)</b>	<b>27,308</b>	<b>192,427</b>	<b>8,955</b>	<b>201,382</b>

**Consolidated Statement of Cash Flows**  
for the half-year to 30 June 2016

	Half - year to	
	30 June 2016 US\$m	30 June 2015 US\$m
<b>Cash flow from operating activities</b>		
Profit before tax	9,714	13,628
Adjustment for:		
- net gain from investing activities	(1,034)	(1,926)
- share of profits in associates and joint ventures	(1,238)	(1,311)
- other non-cash items included in profit before tax	5,817	4,522
- change in operating assets	7,268	12,077
- change in operating liabilities	59,093	(15,544)
- elimination of exchange differences	(3,193)	3,951
- dividends received from associates	619	770
- contributions paid to defined benefit plans	(340)	(226)
- tax paid	(1,668)	(1,351)
<b>Net cash generated from/(used in) operating activities</b>	<b>75,038</b>	<b>14,590</b>
<b>Cash flows from investing activities</b>		
Purchase of financial investments	(233,153)	(211,669)
Proceeds from the sale and maturity of financial investments	216,340	208,637
Purchase of property, plant and equipment	(429)	(620)
Proceeds from the sale of property, plant and equipment	40	56
Net cash inflow from disposal of customer and loan portfolios	4,186	321
Net purchase of intangible assets	(395)	(400)
Net cash inflow from disposal of subsidiaries, businesses, associates and joint ventures	16	6
<b>Net cash used in investing activities</b>	<b>(13,395)</b>	<b>(3,669)</b>
<b>Cash flows from financing activities</b>		
Issue of ordinary share capital	8	9
Net (purchases)/sales of own shares for market-making and investment purposes	(78)	139
Issue of other equity instruments	1,998	2,459
Redemption of preference shares and other equity instruments	(1,825)	(462)
Subordinated loan capital issued	1,129	1,680
Subordinated loan capital repaid	(546)	(778)
Dividends paid to ordinary shareholders of the parent company	(3,729)	(1,834)
Dividends paid to non-controlling interests	(702)	(386)
Dividends paid to holders of other equity instruments	(556)	(428)
<b>Net cash generated from/(used in) financing activities</b>	<b>(4,301)</b>	<b>399</b>
<b>Net increase/(decrease) in cash and cash equivalents</b>	<b>57,342</b>	<b>11,320</b>
Cash and cash equivalents at the beginning of the period	243,863	301,301
Exchange differences in respect of cash and cash equivalents	(1,452)	(3,829)
<b>Cash and cash equivalents at the end of the period</b>	<b>299,753</b>	<b>308,792</b>

**Contingent Liabilities, Contractual Commitments and Guarantees**  
at 30 June 2016

	At 30 June 2016 US\$m	At 31 December 2015 US\$m
<b>Guarantees and contingent liabilities</b>		
Guarantees	86,375	85,855
Other contingent liabilities	546	490
	<b>86,921</b>	<b>86,345</b>
<b>Commitments</b>		
Documentary credits and short-term trade-related transactions	9,518	10,168
Forward asset purchases and forward deposits placed	3,055	981
Undrawn formal standby facilities, credit lines and other commitments to lend	655,037	655,281
	<b>667,610</b>	<b>666,430</b>

Catatan:

Untuk memenuhi ketentuan dalam Peraturan Otoritas Jasa Keuangan No. 6/POJK.03/2015 tanggal 31 Maret 2015 tentang "Transparansi Dan Publikasi Laporan Bank" dan sesuai dengan Surat Edaran Otoritas Jasa Keuangan No. 11/SEOJK.03/2015 tanggal 17 April 2015 tentang "Transparansi Dan Publikasi Laporan Bank Umum Konvensional", terkait publikasi laporan keuangan perusahaan induk, maka diatas adalah informasi keuangan konsolidasian HSBC Holdings plc yang merupakan pemilik 98,94% saham PT Bank Ekonomi Raharja pada tanggal 30 Juni 2016.

Informasi keuangan disajikan berdasarkan Interim Report HSBC Holdings plc yang telah disetujui oleh Direksi HSBC Holdings plc pada tanggal 3 Agustus 2016.

Informasi keuangan konsolidasian di atas ini merupakan bagian dari publikasi Laporan Keuangan PT Bank Ekonomi Raharja per 30 Juni 2016 (tidak diaudit) dan 2015 (tidak diaudit) serta 31 Desember 2015 (diaudit) yang dipublikasikan melalui surat kabar harian Media Indonesia pada tanggal 11 Agustus 2016.

 Jakarta, 11 Agustus 2016  
PT. Bank Ekonomi Raharja


  
Antony Colin Turner  
Direktur Utama


  
Hanna Tantani  
Direktur

**London, 3 August 2016**  
**Directors**  
**HSBC Holdings plc**