



Consolidated Balance Sheet at 30 June 2020 and 31 December 2019

	At 2020 US\$m	At 2019 US\$m
Assets		
Cash and balances at central banks	249,673	154,099
Items in the course of collection from other banks	6,289	4,956
Hong Kong Government certificates of indebtedness	39,519	38,390
Trading assets	208,964	254,271
Financial assets designated and otherwise mandatorily measured at fair value through profit and loss	41,785	43,627
Derivatives	313,781	242,995
Loans and advances to banks	77,015	69,203
Loans and advances to customers	1,018,691	1,036,743
Reverse repurchase agreements – non-trading	226,345	240,892
Financial investments	494,109	443,312
Prepayments, accrued income and other assets	197,425	136,680
Current tax assets	921	155
Interests in associates and joint ventures	24,800	24,474
Goodwill and intangible assets	19,438	20,163
Deferred tax assets	4,353	4,532
Total assets	2,922,798	2,715,152
Liabilities and equity		
Liabilities		
Hong Kong currency notes in circulation	39,519	38,390
Deposits by banks	82,715	59,022
Customer accounts	1,532,380	1,438,115
Repurchase agreements – non-trading	112,799	140,344
Trading liabilities	6,296	4,817
Financial liabilities designated at fair value	156,608	164,466
Derivatives	303,059	239,497
Debt securities in issue	110,114	104,555
Accruals, deferred income and other liabilities	173,181	118,156
Current tax liabilities	1,141	2150
Liabilities under insurance contracts	98,632	97,439
Provisions	3,209	3,398
Deferred tax liabilities	4,491	3,375
Subordinated liabilities	23,621	24,600
Total liabilities	2,727,577	2,522,484
Equity		
Called up share capital	10,346	10,319
Share premium account	14,268	13,959
Other equity instruments	20,914	20,871
Other reserves	-301	2,127
Retained earnings	141,809	136,679
Total shareholders' equity	187,036	183,955
Non-controlling interests	8,185	8,713
Total equity	195,221	192,668
Total liabilities and equity	2,922,798	2,715,152

Consolidated Income Statement for the period ended 30 June 2020 and 2019

	2020 US\$m	2019 US\$m
Interest income	23,000	27,750
Interest expense	(8,491)	(12,510)
Net interest income	14,509	15,240
Fee income	7,480	7,804
Fee expense	(1,554)	(1,680)
Net fee income	5,926	6,124
Net income from financial instruments held for trading or managed on a fair value basis including related derivatives, measured at fair value through profit or loss	5,768	5,331
Change in fair value of designated debt and related derivatives	(1,290)	2,196
Changes in fair value of other financial instruments mandatorily measured at fair value through profit or loss	197	88
Gains less losses from financial investments	80	457
Net insurance premium income	466	201
Other operating income	5,020	6,323
	471	2,072
Total operating income	31,147	38,032
Net insurance claims and benefits paid and movement in liabilities to policyholders	(4,402)	(8,660)
Net operating income before change in expected credit losses and other credit impairment charges	26,745	29,372
Change in expected credit losses and other credit impairment charges	(6,858)	(1,140)
Net operating income	19,887	28,232
Employee compensation and benefits	(8,514)	(9,255)
General and administrative expenses	(4,918)	(6,372)
Depreciation and impairment of property, plant and equipment and right-of-use assets	(1,209)	(1,010)
Amortisation and impairment of intangible assets	(1,845)	(512)
Goodwill impairment	(41)	0
Total operating expenses	(16,527)	(17,149)
Operating profit/(loss)	3,360	11,083
Share of profit in associates and joint ventures	958	1,324
Profit before tax	4,318	12,407
Tax expense	(1,193)	(2,470)
Profit/(loss) for the period	3,125	9,937
Attributable to:		
– ordinary shareholders of the parent company	1,977	8,507
– preference shareholders of the parent company	45	45
– other equity holders	617	664
– non-controlling interests	486	721
Profit/(loss) for the period	3,125	9,937
Basic earnings per ordinary share	US\$ 0.1	US\$ 0.42
Diluted earnings per ordinary share	US\$ 0.1	US\$ 0.42

Consolidated Statement of Comprehensive Income for the period ended 30 June 2020 and 2019

	2020 US\$m	2019 US\$m
Profit/(loss) for the period	3,125	9,937
Other comprehensive income/(expense)		
Items that will be reclassified subsequently to profit or loss when specific conditions are met:		
Debt instruments at fair value through other comprehensive income	1,747	1,015
– fair value gains/(losses)	2,654	2,141
– fair value (gains)/losses transferred to the income statement on disposal	(454)	(794)
– expected credit recoveries/(losses) recognised in the income statement	109	(5)
– income taxes	(562)	(327)
Cash flow hedges	476	239
– fair value gains	255	241
– fair value losses/(gains) reclassified to the income statement	364	68
– income taxes and other movements	(143)	(70)
Share of other comprehensive income/(expense) of associates and joint ventures	(115)	73
– share for the period	(115)	85
– fair value (gains)/losses transferred to the income statement on disposal	0	(12)
Exchange differences	(4,552)	109
Items that will not be reclassified subsequently to profit or loss:		
Remeasurement of defined benefit asset/liability	1,182	(45)
– before income taxes	1,703	(50)
– income taxes	(521)	5
Changes in fair value of financial liabilities designated at fair value upon initial recognition arising from changes in own credit risk	2,354	(1,445)
– before income taxes	2,936	(1,816)
– income taxes	(582)	371
Equity instruments designated at fair value through other comprehensive income	(123)	268
– fair value gains/(losses)	(122)	265
– income taxes	(1)	3
Effects of hyperinflation	72	113
Other comprehensive expense for the period, net of tax	1,041	327
Total comprehensive income/(expense)	4,166	10,264
Attributable to:		
– ordinary shareholders of the parent company	3,043	8,741
– preference shareholders of the parent company	45	45
– other equity holders	617	664
– non-controlling interests	461	814
Total comprehensive income/(expense)	4,166	10,264

Consolidated Statement of Changes in Equity for the period ended 30 June 2020 and 2019

	2020									
	Called up share capital and share premium US\$m	Other equity instruments US\$m	Retained earnings US\$m	Financial assets at FVOCI reserve US\$m	Cash flow hedging reserve US\$m	Foreign exchange reserve US\$m	Merger and other reserve US\$m	Total shareholder's equity US\$m	Non-controlling interests US\$m	Total equity US\$m
At 1 Jan 2020	24,278	20,871	136,679	(108)	(2)	(25,133)	27,370	183,955	8,713	192,668
Profit for the period	-	-	2,639	-	-	-	-	2,639	486	3,125
Other comprehensive income (net of tax)	-	-	3,506	1,654	465	(4,559)	-	1,066	(25)	1,041
– debt instruments at fair value through other comprehensive income	-	-	-	1,735	-	-	-	1,735	12	1,747
– equity instruments designated at fair value through other comprehensive income	-	-	-	(81)	-	-	-	(81)	(42)	(123)
– cash flow hedges	-	-	-	-	465	-	-	465	11	476
– changes in fair value of financial liabilities designated at fair value upon initial recognition arising from changes in own credit risk	-	-	-	-	-	-	-	2,354	-	2,354
– remeasurement of defined benefit asset/liability	-	-	2,354	-	-	-	-	1,195	(13)	1,182
– share of other comprehensive income of associates and joint ventures	-	-	(115)	-	-	-	-	(115)	-	(115)
– effects of hyperinflation	-	-	72	-	-	-	-	72	-	72
– exchange differences	-	-	-	-	-	(4,559)	-	(4,559)	7	(4,552)
Total comprehensive income for the period	-	-	6,145	1,654	465	(4,559)	-	3,705	461	4,166
Shares issued under employee remuneration and share plans	336	-	(329)	-	-	-	-	7	-	7
Dividends to shareholders	-	-	(662)	-	-	-	-	(662)	(542)	(1,204)
Cost of share-based payment arrangements	-	-	195	-	-	-	-	195	-	195
Other movements	-	43	(219)	12	-	-	-	(164)	(447)	(611)
At 30 Jun 2020	24,614	20,914	141,809	1,558	463	(29,692)	27,370	187,036	8,185	195,221

	2019									
	Called up share capital and share premium US\$m	Other equity instruments US\$m	Retained earnings US\$m	Financial assets at FVOCI reserve US\$m	Cash flow hedging reserve US\$m	Foreign exchange reserve US\$m	Merger and other reserve US\$m	Total shareholder's equity US\$m	Non-controlling interests US\$m	Total equity US\$m
At 1 Jan 2019	23,789	22,367	138,191	(1,532)	(206)	(26,133)	29,777	186,253	7,996	194,249
Profit for the year	-	-	9,216	-	-	-	-	9,216	721	9,937
Other comprehensive income (net of tax)	-	-	(1,297)	1,202	237	92	-	234	93	327
– debt instruments at fair value through other comprehensive income	-	-	-	1,001	-	-	-	1,001	14	1,015
– equity instruments designated at fair value through other comprehensive income	-	-	-	201	-	-	-	201	67	268
– cash flow hedges	-	-	-	-	237	-	-	237	2	239
– changes in fair value of financial liabilities designated at fair value upon initial recognition arising from changes in own credit risk	-	-	(1,445)	-	-	-	-	(1,445)	-	(1,445)
– remeasurement of defined benefit asset/liability	-	-	(38)	-	-	-	-	(38)	(7)	(45)
– share of other comprehensive income of associates and joint ventures	-	-	73	-	-	-	-	73	-	73
– effects of hyperinflation	-	-	113	-	-	-	-	113	-	113
– exchange differences	-	-	-	-	-	92	-	92	17	109
Total comprehensive income for the period	-	-	7,919	1,202	237	92	-	9,450	814	10,264
Shares issued under employee remuneration and share plans	490	-	(475)	-	-	-	-	15	-	15
Shares issued in lieu of dividends and amounts arising thereon	-	-	1,160	-	-	-	-	1,160	-	1,160
Dividends to shareholders	-	-	(4,915)	-	-	-	-	(4,915)	(516)	(5,431)
Cost of share-based payment arrangements	-	-	255	-	-	-	-	255	-	255
Other movements	-	-	458	-	-	-	-	458	(96)	362
At 30 Jun 2019	24,279	22,367	142,593	(330)	31	(26,041)	29,777	182,676	8,198	200,874

Consolidated Statement of Cash Flows for the period ended 30 June 2020 and 2019

	2020 US\$m	2019 US\$m
Profit before tax	4,318	12,407
Adjustments for non-cash items:		
Depreciation, amortisation and impairment	3,095	1,522
Net gain from investing activities	(405)	(352)
Share of profits in associates and joint ventures	(958)	(1,324)
Gain on disposal of subsidiaries, businesses, associates and joint ventures	0	(828)
Change in expected credit losses gross of recoveries and other credit impairment charges	6,875	1,347
Provisions including pensions	277	1,012
Share-based payment expense	195	288
Other non-cash items included in profit before tax	(718)	(1,401)
Change in operating assets	11,185	(114,049)
Change in operating liabilities	134,734	136,627
Elimination of exchange differences	3,775	10,260
Dividends received from associates	120	176
Contributions paid to defined benefit plans	(335)	(153)
Tax paid	(2,373)	(1,347)
Net cash from operating activities	159,785	23,653
Purchase of financial investments	(271,830)	(234,762)
Proceeds from the sale and maturity of financial investments	225,733	204,600
Net cash flows from the purchase and sale of property, plant and equipment	(447)	(532)
Net cash flows from purchase of customer and loan portfolios	244	435
Net investment in intangible assets	(957)	(951)
Net cash flow on (purchase)/disposal of subsidiaries, businesses, associates and joint ventures	(409)	(75)
Net cash from investing activities	(47,666)	(31,285)
Cancellation of shares	0	0
Net sales/(purchases) of own shares for market-making and investment purposes	(48)	27
Redemption of preference shares and other equity instruments	(398)	0
Subordinated loan capital repaid	(1,538)	(4,138)
Dividends paid to shareholders of the parent company and non-controlling interests	(1,204)	(4,271)
Net cash from financing activities	(3,188)	(8,382)
Net increase/(decrease) in cash and cash equivalents	108,931	(16,014)
Cash and cash equivalents at the beginning of the period	293,742	312,911
Exchange differences in respect of cash and cash equivalents	(7,455)	(174)
Cash and cash equivalents at the end of the period	395,218	296,723

Contingent Liabilities, Contractual Commitments and Guarantees at 30 June 2020 and 31 December 2019

	2020 US\$m	2019 US\$m
Guarantees and contingent liabilities		
– financial guarantees	18,328	20,214
– performance and other guarantees	73,078	75,933
– other contingent liabilities	1,094	1,576
At the end of the period	92,500	97,723
Commitments:		
– documentary credits and short-term trade-related transactions	6,201	6,316
– forward asset purchases and forward deposits placed	91,849	56,326
– standby facilities, credit lines and other commitments to lend	740,023	734,966
At the end of the period	838,073	797,608

Catatan:

Untuk memenuhi ketentuan dalam Peraturan Otoritas Jasa Keuangan No. 32/POJK.03/2016 tanggal 8 Agustus 2016 tentang Perubahan Atas Peraturan Otoritas Jasa Keuangan No. 6/POJK.03/2015 tentang "Transparansi Dan Publikasi Laporan Bank dan disahkan sesuai dengan Surat Edaran Otoritas Jasa Keuangan No. 43/SE.OJK.03/2016 tanggal 28 September 2016 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 HSBC Indonesia pada tanggal 30 Juni 2020.

Informasi keuangan disajikan berdasarkan Interim Report 2020 (unaudited) HSBC Holdings plc yang telah disetujui oleh Direksi HSBC Holdings plc pada tanggal 3 Agustus 2020.

Informasi keuangan konsolidasian di atas ini merupakan bagian dari publikasi Laporan Keuangan PT Bank HSBC Indonesia (dahulu PT Bank Ekonomi Raharja) per 30 Juni 2020 dan 2019 yang dipublikasikan melalui surat kabar harian Bisnis Indonesia pada tanggal 14 Agustus 2020.

Jakarta, 18 Agustus 2020
PT Bank HSBC Indonesia

John Peter Watt Rosie
John Peter Watt Rosie
Pjs. Presiden Direktur

Dio Alexander Samsoeri
Dio Alexander Samsoeri
Direktur