

## Consolidated Balance Sheet at 30 June 2017 and 31 December 2016

	At	At
	2017	2016
	US\$m	US\$m
Assets		
Cash and balances at central banks	163,353	128,009
Items in the course of collection from other banks	7,129	5,003 31,228
Hong Kong Government certificates of indebtedness Trading assets	31,943 320.037	31,228 235.125
Financial assets designated at fair value	27,937	24,756
Derivatives	229,719	290,872
Loans and advances to banks Loans and advances to customers	86,633 919.838	88,126 861,504
Reverse repurchase agreements - non-trading	196,834	160,974
Financial investments	385,378	436,797
Assets held for sale Prepayments, accrued income and other assets	2,301 70.592	4,389 59,520
Current tax assets	1.054	1.145
Interests in associates and joint ventures	21,071	20,029
Goodwill and intangible assets Deferred tax assets	22,653	21,346
	5,971	6,163
Total assets	2,492,443	2,374,986
Liabilities and Equity Liabilities		
Hong Kong currency notes in circulation	31,943	31.228
Deposits by banks	64,230	59,939
Customer accounts	1,311,958	1,272,386
Repurchase agreements - non-trading Items in the course of transmission to other banks	145,306 7.799	88,958 5.977
Trading liabilities	202,401	153,691
Financial liabilities designated at fair value	93,163	86,832
Derivatives Debt securities in issue	223,413 63,289	279,819 65,915
Liabilities of disposal groups held for sale	620	2.790
Accruals, deferred income and other liabilities	42,724	41,501
Current tax liabilities Liabilities under insurance contracts	1,186 81.147	719 75.273
Provisions	4.379	4.773
Deferred tax liabilities	1,886	1,623
Subordinated liabilities	21,213	20,984
Total liabilities	2,296,657	2,192,408
Equity		
Called up share capital Share premium account	10,188 12,069	10,096 12,619
Other equity instruments	20.830	17,110
Other reserves	4,472	(1,234)
Retained earnings	140,837	136,795
Total shareholders' equity	188,396	175,386
Non-controlling interests	7,390	7,192
Total equity	195,786	182,578
Total liabilities and equity	2,492,443	2,374,986

### Consolidated Income Statement for the period ended 30 June 2017 and 2016

for the period chaca so dulle 2011 and 2010							
	2017 US\$m	2016 US\$m					
Interest income Interest expense	19,727 (5,950)	23,011 (7,251)					
Net interest income	13,777	15,760					
Fee income Fee expense	7,906 (1,415)	8,202 (1,616)					
Net fee income	6,491	6,586					
Trading income excluding net interest income Net interest income on trading activities	3,177 751	4,594 730					
Net trading income	3,928	5,324					
Changes in fair value of long-term debt issued and related derivatives Net income from other financial instruments designated at fair value	480 1,527	270 291					
Net income/(expense) from financial instruments designated at fair value	2,007	561					
Gains less losses from financial investments Dividend income Net insurance premiums income Other operating income/(expense)	691 49 4,811 526	965 64 5,356 644					
Total operating income	32,280	35,260					
Net insurance claims and benefits paid and movement in liabilities to policyholders	(6,114)	(5,790)					
Net operating income before loan impairment charges and other credit risk provisions	26,166	29,470					
Loan impairment charges and other credit risk provisions	(663)	(2,366)					
Net operating income	25,503	27,104					
Employee compensation and benefits General and administrative expenses Depreciation and impairment of property, plant and equipment Amortisation and impairment of intangible assets and goodwill	(8,680) (6,900) (567) (296)	(9,354) (7,467) (605) (1,202)					
Total operating expenses	(16,443)	(18,628)					
Operating profit/(loss)	9,060	8,476					
Share of profit in associates and joint ventures	1,183	1,238					
Profit/(loss) before tax	10,243	9,714					
Tax expense	(2,195)	(2,291)					
Profit/(loss) for the period	8,048	7,423					
Attributable to: - ordinary shareholders of the parent company - preference shareholders of the parent company - other equity holders - non-controlling interests	6,999 45 466 538	6,356 45 511 511					
Profit/(loss) for the period	8,048	7,423					
Basic earnings per ordinary share Diluted earnings per ordinary share	US\$ 0.35 0.35	US\$ 0.32 0.32					

## Consolidated Statement of Comprehensive Income for the period ended 30 June 2017 and 2016

	2017 US\$m	2016 US\$m
Profit for the period	8,048	7,423
Other comprehensive income/(expense) Items that will be reclassified subsequently to profit or loss when specific conditions are met:		
Available-for-sale investments	484	1,010
fair value gains/(losses)     fair value gains reclassified to the income statement     amounts reclassified to the income statement in respect of impairment losses     income taxes	1,447 (848) 20 (135)	2,826 (1,228) 24 (612)
Cash flow hedges	24	340
fair value (losses)/gains     fair value losses/(gains) reclassified to the income statement     income taxes	(881) 894 11	(1,796) 2,242 (106)
Share of other comprehensive (expense)/income of associates and joint ventures	(6)	(1)
share for the period     reclassified to income statement on disposal	(6)	(1)
Exchange differences	5,269	(2,713)
foreign exchange gains reclassified to income statement on disposal of foreign operation other exchange differences     income tax attributable to exchange differences	5,270 (1)	(2,619) (94)
Items that will not be reclassified subsequently to profit or loss:  Remeasurement of defined benefit asset/liability	1,708	416
- before income taxes - income taxes	2,253 (545)	533 (117)
Changes in fair value of financial liabilities designated at fair value due to movement in own credit risk	(1,156)	
- before income taxes - income taxes	(1,398) 242	
Other comprehensive income/(expense) for the period, net of tax	6,323	(948)
Total comprehensive income/(expense) for the period	14,371	6,475
Attributable to: - Ordinary shareholders of the parent company - preference shareholders of the parent company - other equity holders - non-controlling interests	13,241 45 466 619	5,454 45 511 465
Total comprehensive income/(expense) for the period	14,371	6,475

## Consolidated Statement of Changes in Equity for the period ended 30 June 2017 and 2016

					201	7				
	Called up				Other res	serves				
	share capital and 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 2017	22,715	17,110	136,795	(477)	(27)	(28,038)	27,308	175,386	7,192	182,578
Profit for the period	-	-	7,510	-	-	-	-	7,510	538	8,048
Other comprehensive income (net of tax)	-	-	536	468	16	5,222	-	6,242	81	6,323
- Available-for-sale investments	-	-	-	468	-	-	-	468	16	484
- Cash flow hedges	-	-	-	-	16	-	-	16	8	24
<ul> <li>changes in fair value of financial liabilities designated at fair value arising from changes in own credit risk</li> </ul>			(1,156)	.				(1,156)		(1,156)
Remeasurement of defined benefit asset/liability			1.698	]		] []	]	1.698	10	1,708
Share of other comprehensive income of associates and			1,000					1,000	"	1,,,,,,
joint ventures	-	-	(6)	-	-	-	-	(6)	-	(6)
- Exchange differences	-	-	-	_	-	5,222	-	5,222	47	5,269
Total comprehensive income for the period	-	-	8,046	468	16	5,222	-	13,752	619	14,371
Shares issued under employee remuneration and share plans	542	_	(535)	_	_	_	_	7	_	7
Shares issued in lieu of dividends and amounts arising thereon		_	2.771	_	_	_	_	2.771	_	2,771
Capital securities issued	-	3,720	-	-	-	_	-	3,720	-	3,720
Dividends to shareholders	_	-	(6,795)	-	-	-	-	(6,795)	(420)	(7,215)
Cost of share-based payment arrangements	-	-	267	-	-	-	-	267	-	267
Cancellation of shares	(1,000)	-	-	-	-	-	-	(1,000)	-	(1,000)
Other movements			288					288	(1)	287
At 30 June 2017	22,257	20,830	140,837	(9)	(11)	(22,816)	27,308	188,396	7,390	195,786

					201	16				
	Called up				Other re	serves				
	share capital and share	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	22,263	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     Share of other comprehensive income of associates and	-	-	452	-	-	-	-	452	(36)	416
joint ventures			(1)	_		_	_	(1)	_	(1)
- Exchange differences	-	-	-	-	-	(2,718)	-	(2,718)	5	(2,713)
Total comprehensive income for the period	-	-	7,363	1,024	341	(2,718)	=	6,010	465	6,475
Shares issued under employee remuneration and share plans	415	_	(407)	_	_	_	_	8	_	8
Shares issued in lieu of dividends and amounts arising thereon	-	_	1,111	-	-	-	-	1,111	-	1,111
Capital securities issued	-	1,998		-	-	-	-	1,998	-	1,998
Dividends to shareholders	-	-	(6,674)	-	_	-	-	(6,674)	(702)	(7,376)
Cost of share-based payment arrangements	-	-	305	-	-	-	-	305	-	305
Other movements			36	3			-	39	(1,781)	(1,742)
At 30 June 2016	22,678	17,110	145,710	838	375	(22,762)	27,308	191,257	7,040	198,297

2017

#### Consolidated Statement of Cash Flows

for the period ended 30 June 2017 and 2016	3
	2017

Porfit before tax		US\$m	US\$m
Depreciation, amortisation and impairment         863         1,772           Net gain from investing activities         (764)         (1,034)           Share of profits in associates and joint ventures         (1,183)         (1,238)           Loss on disposal of associates, joint ventures, subsidiaries and businesses         (79)         -           Loan impairment losses gross of recoveries and other credit risk provisions         1,018         2,677           Credit risk provisions         1,018         2,677           Provisions including pensions         186         982           Share-based payment expense         267         305           Other non-cash items included in profit before tax         (1157)         86           Changes in operating assets         (115,242)         7,288           Changes in operating liabilities         109,828         59,093           Changes in operating assets         589         619           Contributions paid to defined benefit plans         (351)         (340)           Tax paid         (810)         (1,680)           Net cash from operating activities         (11,882)         75,038           Purchase of financial investments         (311)         (39)           Purchase of financial investments         (314)         (389) <td>Profit before tax</td> <td>10,243</td> <td>9,714</td>	Profit before tax	10,243	9,714
Net gain from investing activities         (7,64)         (1,034)           Share of profits in associates and joint ventures         (1,133)         (1,238)           Loss on disposal of associates, joint ventures, subsidiaries and businesses         (79)         -           Loan impairment losses gross of recoveries and other credit risk provisions         1,018         2,672           Provisions including pensions         186         982           Share-based payment expense         267         305           Other non-cash items included in profit before tax         (115,244)         7,288           Changes in operating liabilities         108,228         59,093           Elimination of exchange differences         (10,208)         (3,193)           Dividends received from associates         589         619           Contributions paid to defined benefit plans         (351)         (340)           Tax paid         (810)         (1,688)           Net cash from operating activities         (11,882)         75,038           Purchase of financial investments         (175,346)         (233,153)           Proceeds from the sale and maturity of financial investments         (314)         (389)           Net cash flows from the purchase and sale of property, plant         (314)         (389)           N	Adjustments for non-cash items:		
Constribution spart to defined benefit plans   Constributions   Constrib	Depreciation, amortisation and impairment	863	1,772
Loss on disposal of associates, joint ventures, subsidiaries and businessees         (79)         -           Loan impairment losses gross of recoveries and other credit risk provisions         1,018         2,672           Provisions including pensions         186         982           Share-based payment expense         267         305           Other non-cash items included in profit before tax         (157)         86           Changes in operating assets         (115,324)         7,268           Changes in operating gassets         (116,208)         (3,193)           Dividends received from associates         589         619           Contributions paid to defined benefit plans         (351)         (340)           Tax paid         (810)         (1,688)           Net cash from operating activities         (11,882)         75,038           Purchase of financial investments         (175,346)         (233,153)           Proceeds from the sale and maturity of financial investments         (175,346)         (233,153)           Proceeds from the sale and maturity of financial investments         (314)         (389)           Net cash inflow from disposal of customer and loan portfolios         5,044         4,186           Net purchase of inlangible assets         (514)         (395)           Net p	Net gain from investing activities	(764)	(1,034)
Loan impairment losses gross of recoveries and other credit risk provisions credit risk provisions         1,018         2,672           Provisions including pensions         186         982           Share-based payment expense         267         305           Other non-cash items included in profit before tax         (115,734)         7,268           Changes in operating assets         (115,324)         7,268           Changes in operating liabilities         109,828         59,093           Elimination of exchange differences         (16,208)         (3,193)           Dividends received from associates         589         619           Contributions paid to defined benefit plans         (351)         (340)           Tax paid         (810)         (1,668)           Net cash from operating activities         (11,882)         75,038           Purchase of financial investments         (3371)         (233,153)           Proceeds from the sale and maturity of financial investments         233,711         216,340           Net cash flows from the purchase and sale of property, plant and equipment         (314)         (389)           Net cash flows from disposal of customer and loan portfolios         5,044         4,186           Net purchase of intangible assets         (514)         (389) <td< td=""><td>Share of profits in associates and joint ventures</td><td>(1,183)</td><td>(1,238)</td></td<>	Share of profits in associates and joint ventures	(1,183)	(1,238)
Loan impairment losses gross of recoveries and other credit risk provisions         1,018         2,672           Provisions including pensions         186         982           Share-based payment expense         267         305           Other non-cash items included in profit before tax         (157)         86           Changes in operating liabilities         109,828         59,093           Changes in operating liabilities         109,828         59,093           Elimination of exchange differences         (16,208)         (3,193)           Dividends received from associates         589         619           Contributions paid to defined benefit plans         (351)         (340)           Tax paid         (810)         (1,688)           Net cash from operating activities         (11,882)         75,038           Purchase of financial investments         (175,346)         (233,153)           Proceeds from the sale and maturity of financial investments         233,711         216,340           Net cash flows from the purchase and sale of property, plant and equipment         (314)         (389)           Net cash inflow from disposal of customer and loan portfolios         5,044         4,186           Net purchase of intangible assets         (514)         (395)           Net cash from investi	Loss on disposal of associates, joint ventures, subsidiaries		
credit risk provisions         1,018         2,672           Provisions including pensions         186         982           Share-based payment expense         267         305           Other non-cash items included in profit before tax         (157)         86           Changes in operating assets         (115,324)         7,288           Changes in operating liabilities         109,828         50,938           Elimination of exchange differences         (16,208)         (3,193)           Dividends received from associates         589         619           Contributions paid to defined benefit plans         (351)         (340)           Tax paid         (810)         (1,688)           Net cash from operating activities         (118,822)         75,038           Purchase of financial investments         (175,346)         (233,153)           Proceeds from the sale and maturity of financial investments         233,711         216,340           Net cash flows from the purchase and sale of property, plant         (314)         (389)           Net cash flows from disposal of customer and loan portfolios         5,044         4,186           Net cash inflow from disposal of subsidiaries, businesses, associates and joint ventures         (514)         (395)           Net cash inflow on disposal of subsid	and businesses	(79)	-
Provisions including pensions         186         982           Share-based payment expense         267         305           Other non-cash items included in profit before tax         (157)         86           Changes in operating assets         (115,324)         7,268           Changes in operating liabilities         109,828         59,093           Elimination of exchange differences         (16,208)         (3,193)           Dividends received from associates         589         619           Contributions paid to defined benefit plans         (351)         (340)           Tax paid         (810)         (1,688)           Net cash from operating activities         (11,882)         75,038           Purchase of financial investments         (175,346)         (233,153)           Proceeds from the sale and maturity of financial investments         (314)         (389)           Proceeds from the purchase and sale of property, plant         (314)         (389)           Net cash inflow from disposal of customer and loan portfolios         5,044         4,186           Net purchase of intangible assets         (514)         (395)           Net cash inflow from disposal of subsidiaries, businesses, associates and joint ventures         (514)         (395)           Net cash from investing activities </td <td>Loan impairment losses gross of recoveries and other</td> <td></td> <td></td>	Loan impairment losses gross of recoveries and other		
Share-based payment expense         267         305           Other non-cash items included in profit before tax         (157)         86           Changes in operating assets         (115,324)         7,268           Changes in operating liabilities         109,828         59,093           Elimination of exchange differences         (18,208)         (3,193)           Dividends received from associates         589         619           Contributions paid to defined benefit plans         (351)         (340)           Tax paid         (810)         (1,668)           Net cash from operating activities         (11,882)         75,038           Purchase of financial investments         (175,346)         (233,153)           Proceeds from the sale and maturity of financial investments         233,711         216,340           Net cash flow from the purchase and sale of property, plant and equipment         (314)         (389)           Net cash inflow from disposal of customer and loan portfolios         5,044         4,186           Net purchase of intangible assets         (514)         (395)           Net cash inflow on disposal of subsidiaries, businesses, associates and joint ventures         141         16           Net cash from investing activities         (1,000)         -           Issue of ordi	credit risk provisions	1,018	2,672
Other non-cash items included in profit before tax         (157)         86           Changes in operating assets         (115,324)         7,268           Changes in operating liabilities         109,828         59,093           Elimination of exchange differences         (16,208)         (3,193)           Dividends received from associates         589         619           Contributions paid to defined benefit plans         (351)         (340)           Tax paid         (810)         (1,688)           Net cash from operating activities         (11,882)         75,038           Purchase of financial investments         (233,153)         216,340           Net cash from operating activities         (314)         (389)           Purchase of financial investments         23,711         216,340           Net cash from operating activities         (314)         (389)           Net cash flows from the purchase and sale of property, plant and equipment         (314)         (389)           Net cash inflow from disposal of customer and loan portfolios         5,044         4,186           Net purchase of intangible assets         (514)         (395)           Net cash inflow on disposal of subsidiaries, businesses, associates and joint ventures         6,141         16           Net cash from investing act	Provisions including pensions	186	982
Changes in operating assets         (115,324)         7,268           Changes in operating liabilities         109,828         59,093           Elimination of exchange differences         (16,208)         (3,193)           Dividends received from associates         589         619           Contributions paid to defined benefit plans         (351)         (340)           Tax paid         (810)         (1,668)           Net cash from operating activities         (11,882)         75,038           Purchase of financial investments         (175,346)         (233,153)           Purchase of financial investments         33,711         216,340           Net cash flows from the purchase and sale of property, plant and equipment         (314)         (389)           Net cash flow from disposal of customer and loan portfolios         5,044         4,186           Net cash inflow from disposal of subsidiaries, businesses, associates and joint ventures         (514)         (395)           Net cash inflow on disposal of subsidiaries, businesses, associates and joint ventures         141         16           Net cash from investing activities         62,722         (13,395)           Issue of ordinary share capital and other equity instruments         3,727         2,006           Cancellation of shares         (1,000)         -	Share-based payment expense	267	305
Changes in operating liabilities         109,828         59,093           Elimination of exchange differences         (16,208)         (3,193)           Dividends received from associates         589         619           Contributions paid to defined benefit plans         (361)         (340)           Tax paid         (810)         (1,668)           Net cash from operating activities         (11,822)         75,038           Purchase of financial investments         (175,346)         (233,153)           Proceeds from the sale and maturity of financial investments         33,711         216,340           Net cash flows from the purchase and sale of property, plant and equipment         (314)         (389)           Net cash inflow from disposal of customer and loan portfolios         5,044         4,186           Net purchase of intangible assets         (514)         (395)           Net cash inflow on disposal of subsidiaries, businesses, associates and joint ventures         141         16           Net cash from investing activities         62,722         (13,395)           Issue of ordinary share capital and other equity instruments         3,727         2,006           Cancellation of shares         (1,000)         -           Net sales/(purchases) of own shares for market-making and investment purposes         -         <	Other non-cash items included in profit before tax	(157)	86
Elimination of exchange differences	• • •		,
Dividends received from associates   589   619   Contributions paid to defined benefit plans   (351)   (340)   (1,668)		109,828	59,093
Contributions paid to defined benefit plans         (351)         (340)           Tax paid         (810)         (1,668)           Net cash from operating activities         (11,882)         75,038           Purchase of financial investments         (175,346)         (233,153)           Proceeds from the sale and maturity of financial investments         233,711         216,340           Net cash flows from the purchase and sale of property, plant and equipment         (314)         (389)           Net cash inflow from disposal of customer and loan portfolios         5,044         4,186           Net purchase of intangible assets         (514)         (395)           Net cash inflow on disposal of subsidiaries, businesses, associates and joint ventures         141         16           Net cash from investing activities         62,7222         (13,395)           Issue of ordinary share capital and other equity instruments         3,727         2,006           Cancellation of shares         (1,000)         -           Net sales/(purchases) of own shares for market-making and investment purposes         (49)         (78)           Purchase of treasury shares         -         -         -           Redemption of preference shares and other equity instruments         -         (1,825)           Subordinated loan capital repaid	<u>.</u>		,
Net cash from operating activities   (11,882)   75,038			
Net cash from operating activities         (11,882)         75,038           Purchase of financial investments         (175,346)         (233,153)           Proceeds from the sale and maturity of financial investments         233,711         216,340           Net cash flows from the purchase and sale of property, plant and equipment         (314)         (389)           Net cash inflow from disposal of customer and loan portfolios         5,044         4,186           Net purchase of intangible assets         (514)         (395)           Net cash inflow on disposal of subsidiaries, businesses, associates and joint ventures         141         16           Net cash from investing activities         62,722         (13,395)           Issue of ordinary share capital and other equity instruments         3,727         2,006           Cancellation of shares         (1,000)         -           Net sales/(purchases) of own shares for market-making and investment purposes         (49)         (78)           Purchase of treasury shares         -         -         -           Redemption of preference shares and other equity instruments         -         (1,825)           Subordinated loan capital repaid         (520)         (546)           Dividends paid to shareholders of the parent company and non-controlling interests         (3,266)         (4,987)	·	, ,	, ,
Purchase of financial investments (175,346) (233,153) Proceeds from the sale and maturity of financial investments 233,711 216,340 Net cash flows from the purchase and sale of property, plant and equipment (314) (389) Net cash inflow from disposal of customer and loan portfolios 5,044 4,186 Net purchase of intangible assets (514) (395) Net cash inflow on disposal of subsidiaries, businesses, associates and joint ventures 141 16 Net cash from investing activities 62,722 (13,395) Issue of ordinary share capital and other equity instruments 3,727 2,006 Cancellation of shares (1,000) Net sales/(purchases) of own shares for market-making and investment purposes (49) (78) Purchase of treasury shares Redemption of preference shares and other equity instruments - (1,825) Subordinated loan capital issued - 1,129 Subordinated loan capital repaid (520) (546) Dividends paid to shareholders of the parent company and non-controlling interests (3,266) (4,987) Net cash from financing activities (1,108) (4,301)  Net increase/(decrease) in cash and cash equivalents 49,732 57,342  Cash and cash equivalents at the beginning of the period 274,550 243,863 Exchange differences in respect of cash and cash equivalents 11,546 (1,452)	Tax paid	(810)	(1,668)
Proceeds from the sale and maturity of financial investments         233,711         216,340           Net cash flows from the purchase and sale of property, plant and equipment         (314)         (389)           Net cash inflow from disposal of customer and loan portfolios         5,044         4,186           Net purchase of intangible assets         (514)         (395)           Net cash inflow on disposal of subsidiaries, businesses, associates and joint ventures         141         16           Net cash from investing activities         62,722         (13,395)           Issue of ordinary share capital and other equity instruments         3,727         2,006           Cancellation of shares         (1,000)         -           Net sales/(purchases) of own shares for market-making and investment purposes         (49)         (78)           Purchase of treasury shares         -         -           Redemption of preference shares and other equity instruments         -         (1,825)           Subordinated loan capital repaid         (520)         (546)           Dividends paid to shareholders of the parent company and non-controlling interests         (3,266)         (4,987)           Net cash from financing activities         (1,108)         (4,301)           Net increase/(decrease) in cash and cash equivalents         49,732         57,342 <t< td=""><td>Net cash from operating activities</td><td>(11,882)</td><td>75,038</td></t<>	Net cash from operating activities	(11,882)	75,038
Net cash flows from the purchase and sale of property, plant and equipment         (314)         (389)           Net cash inflow from disposal of customer and loan portfolios         5,044         4,186           Net purchase of intangible assets         (514)         (395)           Net cash inflow on disposal of subsidiaries, businesses, associates and joint ventures         141         16           Net cash inflow on disposal of subsidiaries, businesses, associates and joint ventures         62,722         (13,395)           Issue of ordinary share capital and other equity instruments         3,727         2,006           Cancellation of shares         (1,000)         -           Net sales/(purchases) of own shares for market-making and investment purposes         (49)         (78)           Purchase of treasury shares         -         -         -           Redemption of preference shares and other equity instruments         -         -         -           Subordinated loan capital repaid         (520)         (520)         (546)           Dividends paid to shareholders of the parent company and non-controlling interests         (3,266)         (4,987)           Net cash from financing activities         (1,108)         (4,301)           Net increase/(decrease) in cash and cash equivalents         49,732         57,342           Cash and cash equivalents	Purchase of financial investments	(175,346)	(233,153)
and equipment         (314)         (389)           Net cash inflow from disposal of customer and loan portfolios         5,044         4,186           Net purchase of intangible assets         (514)         (395)           Net cash inflow on disposal of subsidiaries, businesses, associates and joint ventures         141         16           Net cash from investing activities         62,722         (13,395)           Issue of ordinary share capital and other equity instruments         3,727         2,006           Cancellation of shares         (1,000)         -           Net sales/(purchases) of own shares for market-making and investment purposes         (49)         (78)           Purchase of treasury shares         -         -         -           Redemption of preference shares and other equity instruments         -         (1,825)           Subordinated loan capital issued         -         1,129           Subordinated loan capital repaid         (520)         (546)           Dividends paid to shareholders of the parent company and non-controlling interests         (3,266)         (4,987)           Net cash from financing activities         (1,108)         (4,301)           Net increase/(decrease) in cash and cash equivalents         49,732         57,342           Cash and cash equivalents at the beginning of the period	Proceeds from the sale and maturity of financial investments	233,711	216,340
Net cash inflow from disposal of customer and loan portfolios         5,044         4,186           Net purchase of intangible assets         (514)         (395)           Net cash inflow on disposal of subsidiaries, businesses, associates and joint ventures         141         16           Net cash from investing activities         62,722         (13,395)           Issue of ordinary share capital and other equity instruments         3,727         2,006           Cancellation of shares         (1,000)         -           Net sales/(purchases) of own shares for market-making and investment purposes         (49)         (78)           Purchase of treasury shares         -         -         -           Redemption of preference shares and other equity instruments         -         (1,825)           Subordinated loan capital issued         -         1,129           Subordinated loan capital repaid         (520)         (546)           Dividends paid to shareholders of the parent company and non-controlling interests         (3,266)         (4,987)           Net cash from financing activities         (1,108)         (4,301)           Net increase/(decrease) in cash and cash equivalents         49,732         57,342           Cash and cash equivalents at the beginning of the period         274,550         243,863           Exchange differe	Net cash flows from the purchase and sale of property, plant		
Net purchase of intangible assets         (514)         (395)           Net cash inflow on disposal of subsidiaries, businesses, associates and joint ventures         141         16           Net cash from investing activities         62,722         (13,395)           Issue of ordinary share capital and other equity instruments         3,727         2,006           Cancellation of shares         (1,000)         -           Net sales/(purchases) of own shares for market-making and investment purposes         (49)         (78)           Purchase of treasury shares         -         -           Redemption of preference shares and other equity instruments         -         (1,825)           Subordinated loan capital issued         -         1,129           Subordinated loan capital repaid         (520)         (546)           Dividends paid to shareholders of the parent company and non-controlling interests         (3,266)         (4,987)           Net cash from financing activities         (1,108)         (4,301)           Net increase/(decrease) in cash and cash equivalents         49,732         57,342           Cash and cash equivalents at the beginning of the period         274,550         243,863           Exchange differences in respect of cash and cash equivalents         11,546         (1,452)	and equipment	(314)	(389)
Net cash inflow on disposal of subsidiaries, businesses, associates and joint ventures         141         16           Net cash from investing activities         62,722         (13,395)           Issue of ordinary share capital and other equity instruments         3,727         2,006           Cancellation of shares         (1,000)         -           Net sales/(purchases) of own shares for market-making and investment purposes         (49)         (78)           Purchase of treasury shares         -         -         -           Redemption of preference shares and other equity instruments         -         (1,825)           Subordinated loan capital repaid         (520)         (546)           Dividends paid to shareholders of the parent company and non-controlling interests         (3,266)         (4,987)           Net cash from financing activities         (1,108)         (4,301)           Net increase/(decrease) in cash and cash equivalents         49,732         57,342           Cash and cash equivalents at the beginning of the period         274,550         243,863           Exchange differences in respect of cash and cash equivalents         11,546         (1,452)	Net cash inflow from disposal of customer and loan portfolios	5,044	4,186
141   16	Net purchase of intangible assets	(514)	(395)
Net cash from investing activities         62,722         (13,395)           Issue of ordinary share capital and other equity instruments         3,727         2,006           Cancellation of shares         (1,000)         -           Net sales/(purchases) of own shares for market-making and investment purposes         (49)         (78)           Purchase of treasury shares         -         -         -           Redemption of preference shares and other equity instruments         -         (1,825)           Subordinated loan capital issued         -         1,129           Subordinated loan capital repaid         (520)         (546)           Dividends paid to shareholders of the parent company and non-controlling interests         (3,266)         (4,987)           Net cash from financing activities         (1,108)         (4,301)           Net increase/(decrease) in cash and cash equivalents         49,732         57,342           Cash and cash equivalents at the beginning of the period         274,550         243,863           Exchange differences in respect of cash and cash equivalents         11,546         (1,452)	Net cash inflow on disposal of subsidiaries, businesses, associates and		
Issue of ordinary share capital and other equity instruments   3,727   2,006	joint ventures	141	16
Cancellation of shares         (1,000)         -           Net sales/(purchases) of own shares for market-making and investment purposes         (49)         (78)           Purchase of treasury shares         -         -         -           Redemption of preference shares and other equity instruments         -         (1,825)           Subordinated loan capital issued         -         1,129           Subordinated loan capital repaid         (520)         (546)           Dividends paid to shareholders of the parent company and non-controlling interests         (3,266)         (4,987)           Net cash from financing activities         (1,108)         (4,301)           Net increase/(decrease) in cash and cash equivalents         49,732         57,342           Cash and cash equivalents at the beginning of the period         274,550         243,863           Exchange differences in respect of cash and cash equivalents         11,546         (1,452)	Net cash from investing activities	62,722	(13,395)
Net sales/(purchases) of own shares for market-making and investment purposes	Issue of ordinary share capital and other equity instruments	3,727	2,006
investment purposes         (49)         (78)           Purchase of treasury shares         -         -           Redemption of preference shares and other equity instruments         -         (1,825)           Subordinated loan capital issued         -         1,129           Subordinated loan capital repaid         (520)         (546)           Dividends paid to shareholders of the parent company and non-controlling interests         (3,266)         (4,987)           Net cash from financing activities         (1,108)         (4,301)           Net increase/(decrease) in cash and cash equivalents         49,732         57,342           Cash and cash equivalents at the beginning of the period         274,550         243,863           Exchange differences in respect of cash and cash equivalents         11,546         (1,452)	Cancellation of shares	(1,000)	=
Purchase of treasury shares         -<	Net sales/(purchases) of own shares for market-making and		
Redemption of preference shares and other equity instruments         -         (1,825)           Subordinated loan capital issued         -         1,129           Subordinated loan capital repaid         (520)         (546)           Dividends paid to shareholders of the parent company and non-controlling interests         (3,266)         (4,987)           Net cash from financing activities         (1,108)         (4,301)           Net increase/(decrease) in cash and cash equivalents         49,732         57,342           Cash and cash equivalents at the beginning of the period         274,550         243,863           Exchange differences in respect of cash and cash equivalents         11,546         (1,452)	investment purposes	(49)	(78)
Subordinated loan capital issued         1,129           Subordinated loan capital repaid         (520)         (546)           Dividends paid to shareholders of the parent company and non-controlling interests         (3,266)         (4,987)           Net cash from financing activities         (1,108)         (4,301)           Net increase/(decrease) in cash and cash equivalents         49,732         57,342           Cash and cash equivalents at the beginning of the period         274,550         243,863           Exchange differences in respect of cash and cash equivalents         11,546         (1,452)	Purchase of treasury shares	-	-
Subordinated loan capital repaid         (520)         (546)           Dividends paid to shareholders of the parent company and non-controlling interests         (3,266)         (4,987)           Net cash from financing activities         (1,108)         (4,301)           Net increase/(decrease) in cash and cash equivalents         49,732         57,342           Cash and cash equivalents at the beginning of the period         274,550         243,863           Exchange differences in respect of cash and cash equivalents         11,546         (1,452)	Redemption of preference shares and other equity instruments	-	(1,825)
Dividends paid to shareholders of the parent company and non-controlling interests         (3,266)         (4,987)           Net cash from financing activities         (1,108)         (4,301)           Net increase/(decrease) in cash and cash equivalents         49,732         57,342           Cash and cash equivalents at the beginning of the period         274,550         243,863           Exchange differences in respect of cash and cash equivalents         11,546         (1,452)	·	=	
non-controlling interests         (3,266)         (4,987)           Net cash from financing activities         (1,108)         (4,301)           Net increase/(decrease) in cash and cash equivalents         49,732         57,342           Cash and cash equivalents at the beginning of the period         274,550         243,863           Exchange differences in respect of cash and cash equivalents         11,546         (1,452)		(520)	(546)
Net cash from financing activities     (1,108)     (4,301)       Net increase/(decrease) in cash and cash equivalents     49,732     57,342       Cash and cash equivalents at the beginning of the period     274,550     243,863       Exchange differences in respect of cash and cash equivalents     11,546     (1,452)			
Net increase/(decrease) in cash and cash equivalents     49,732     57,342       Cash and cash equivalents at the beginning of the period     274,550     243,863       Exchange differences in respect of cash and cash equivalents     11,546     (1,452)	non-controlling interests	(3,266)	(4,987)
Cash and cash equivalents at the beginning of the period 274,550 243,863 Exchange differences in respect of cash and cash equivalents 11,546 (1,452)	Net cash from financing activities	(1,108)	(4,301)
Exchange differences in respect of cash and cash equivalents 11,546 (1,452)	Net increase/(decrease) in cash and cash equivalents	49,732	57,342
	Cash and cash equivalents at the beginning of the period	274,550	243,863
Cash and cash equivalents at the end of the period 335,828 299,753	Exchange differences in respect of cash and cash equivalents	11,546	(1,452)
	Cash and cash equivalents at the end of the period	335,828	299,753

# Contingent Liabilities, Contractual Commitments and Guarantees at 30 June 2017 and 31 December 2016

	2017 US\$m	2016 US\$m
Guarantees and other contingent liabilities		
Guarantees	83,732	81,466
Other contingent liabilities	481	553
At the end of the period	84,213	82,019
Commitments		
Documentary credits and short-term trade-related		
transactions	8,810	9,190
Forward asset purchases and forward deposits		
placed	12,539	5,386
Standby facilities, credit lines and other		
commitments to lend	656,145	641,267
At the end of the period	677,494	655,843

#### 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 disajikan sesuai dengan Surat Edaran Otoritas Jasa Keuangan No. 43/SEOJK.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 2017.

Informasi keuangan disajikan berdasarkan Interim Report 2017 HSBC Holdings plc yang telah disetujui oleh Direksi HSBC Holdings plc pada tanggal 31 Juli 2017.

Informasi keuangan konsolidasian di atas ini merupakan bagian dari publikasi Laporan Keuangan PT Bank HSBC Indonesia (dahulu PT Bank Ekonomi Raharja) per 30 Juni 2017 dan 2016 yang dipublikasikan melalui surat kabar harian Bisnis Indonesia pada tanggal 15 Agustus 2017.

Jakarta, 15 Agustus 2017 PT Bank HSBC Indonesia

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Sumit Dutta Direktur Utama R and

Hanna Tantani Direktur

London, 31 Juli 2017
Directors
HSBC Holdings plc