

Standard Chartered Bank
(Hong Kong) Limited

Supplementary Notes to
Interim Financial Information
Disclosure Statements

For the period ended
30 June 2015

STANDARD CHARTERED BANK (HONG KONG) LIMITED

Supplementary notes to interim financial information disclosure statements

These notes are supplementary to and should be read in conjunction with the 2015 interim financial information disclosure statements. The interim financial statements and this unaudited supplementary financial information (“supplementary notes”) taken together comply with the Banking (Disclosure) Rules (“Rules”) under section 60A of the Banking Ordinance.

Capital and liquidity disclosures as required by the Banking (Disclosure) Rules will be available on our website: www.sc.com/hk on or before 30 September 2015.

STANDARD CHARTERED BANK (HONG KONG) LIMITED

1. Mainland Activities

<i>Figures in HK\$m</i>	<i>On-balance sheet exposure HK\$'M</i>	<i>Off-balance sheet exposure HK\$'M</i>	<i>Total HK\$'M</i>
<u>As at 30 June 2015</u>			
(i) Central government, central government-owned entities and their subsidiaries and joint ventures ("JVs")	21,947	673	22,620
(ii) Local governments, local government-owned entities and their subsidiaries and JVs	6,360	758	7,118
(iii) PRC nationals residing in Mainland China or other entities incorporated in Mainland China and their subsidiaries and JVs	26,515	1,867	28,382
(iv) Other entities of central government not reported in item (i) above	2,133	306	2,439
(v) Other entities of local governments not reported in item (ii) above	1,134	7	1,141
(vi) PRC nationals residing outside Mainland China or entities incorporated outside Mainland China where the credit is granted for use in Mainland China	20,304	3,716	24,020
(vii) Other counterparties where the exposures are considered by the reporting institution to be non-bank Mainland China exposures	6,804	963	7,767
Total	<u>85,197</u>	<u>8,290</u>	<u>93,487</u>
Total assets after provision	<u>1,024,493</u>		
On-balance sheet exposures as percentage of total assets	<u>8.32%</u>		

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1. Mainland Activities (cont'd)

Figures in HK\$m

	<i>On-balance sheet exposure HK\$'M</i>	<i>Off-balance sheet exposure HK\$'M</i>	<i>Total HK\$'M</i>
<u>As at 31 December 2014 (Restated)</u>			
(i) Central government, central government-owned entities and their subsidiaries and joint ventures ("JVs")	20,621	445	21,066
(ii) Local governments, local government-owned entities and their subsidiaries and JVs	7,491	661	8,152
(iii) PRC nationals residing in Mainland China or other entities incorporated in Mainland China and their subsidiaries and JVs	31,156	2,256	33,412
(iv) Other entities of central government not reported in item (i) above	2,495	351	2,846
(v) Other entities of local governments not reported in item (ii) above	1,284	19	1,303
(vi) PRC nationals residing outside Mainland China or entities incorporated outside Mainland China where the credit is granted for use in Mainland China	23,842	2,101	25,943
(vii) Other counterparties where the exposures are considered by the reporting institution to be non-bank Mainland China exposures	6,965	259	7,224
Total	<u>93,854</u>	<u>6,092</u>	<u>99,946</u>
Total assets after provision	<u>1,071,377</u>		
On-balance sheet exposures as percentage of total assets	<u>8.76%</u>		

The off-balance sheet exposure represents the amount at risk should the contract be fully drawn upon and the client defaults. As the facilities may expire without being drawn upon, the contractual amounts do not represent expected future cash flows.

STANDARD CHARTERED BANK (HONG KONG) LIMITED

2. International Claims

International claims are on-balance sheet exposures of counterparties based on the location of those counterparties after taking into account the transfer of risk. Recognized risk transfer refers to the reduction of exposure to a particular country by an effective transfer of credit risk to a different country. For a claim on the branch of a bank or other financial institution, the risk will be transferred to the country where its head office is situated.

International claims on individual countries or segments, after risk transfer, amounting to 10% or more of the aggregated international claims are shown as below:

As at 30 June 2015	<i>Banks</i>	<i>Official Sector</i>	<i>Non-bank Financial institution</i>	<i>Non-financial private sector</i>	<i>Total</i>
	<i>HK\$'M</i>	<i>HK\$'M</i>	<i>HK\$'M</i>	<i>HK\$'M</i>	<i>HK\$'M</i>
Developed countries, of which	106,668	41,924	15,053	26,436	190,081
United Kingdom	52,708	316	5,709	5,416	64,149
Others	53,960	41,608	9,344	21,020	125,932
Offshore centres, of which	14,602	1,204	11,972	70,620	98,398
Hong Kong SAR	7,777	1,204	11,908	51,613	72,502
Others	6,825	–	64	19,007	25,896
Developing Asia and Pacific, of which	161,734	11,747	7,266	51,612	232,359
China	133,641	8,967	2,846	38,558	184,012
Others	28,093	2,780	4,420	13,054	48,347

As at 31 December 2014	<i>Banks</i>	<i>Official Sector</i>	<i>Non-bank Financial institution</i>	<i>Non-financial private sector</i>	<i>Total</i>
	<i>HK\$'M</i>	<i>HK\$'M</i>	<i>HK\$'M</i>	<i>HK\$'M</i>	<i>HK\$'M</i>
Developed countries, of which	119,976	26,923	5,571	26,547	179,017
United Kingdom	65,943	315	1,371	3,440	71,069
Others	54,033	26,608	4,200	23,107	107,948
Offshore centres, of which	21,595	349	10,839	66,681	99,464
Hong Kong SAR	17,602	348	10,833	50,221	79,004
Others	3,993	1	6	16,460	20,460
Developing Asia and Pacific, of which	173,871	10,769	8,436	62,654	255,730
China	142,371	8,909	2,600	47,733	201,613
Others	31,500	1,860	5,836	14,921	54,117

3. Restatement of prior periods

Certain comparative figures have been restated to conform with the current period's presentation.