



Consolidated income statement

For the year ended 31 December 2021

	Notes	2021 \$million	2020 \$million
Interest income		6,185	7,807
Interest expense		(2,133)	(3,707)
Net interest income	3	4,052	4,100
Fees and commission income		2,972	2,601
Fees and commission expense		(576)	(596)
Net fee and commission income	4	2,396	2,005
Net trading income	5	2,280	2,606
Other operating income	6	132	525
Operating income		8,860	9,236
Staff costs		(5,591)	(5,128)
Premises costs		(224)	(249)
General administrative expenses		(71)	(414)
Depreciation and amortisation		(594)	(672)
Operating expenses	7	(6,480)	(6,463)
Operating profit before impairment losses and taxation		2,380	2,773
Credit impairment	8	30	(1,976)
Goodwill, property, plant and equipment and other impairment	9	(30)	(262)
Profit from associates and joint ventures	31	1	1
Profit before taxation		2,381	536
Taxation	10	(743)	(514)
Profit for the year		1,638	22
Profit attributable to:			
Non-controlling interests	28	29	47
Parent company shareholders		1,609	(25)
Profit for the year		1,638	22

The notes on pages 174 to 324 form an integral part of these financial statements.



Consolidated balance sheet
As at 31 December 2021

	Notes	Group		Company	
		2021 \$million	2020 (Restated) ¹ \$million	2021 \$million	2020 (Restated) ¹ \$million
Assets					
Cash and balances at central banks	12, 34	61,963	58,117	48,165	46,476
Financial assets held at fair value through profit or loss	12	106,529	84,954	99,705	80,626
Derivative financial instruments	12, 13	53,245	69,225	53,478	68,910
Loans and advances to banks	12, 14	29,999	27,666	16,117	14,997
Loans and advances to customers	12, 14	144,799	140,861	71,161	72,969
Investment securities	12	102,280	86,087	86,389	71,102
Other assets	19	31,970	33,390	25,688	28,896
Due from subsidiary undertakings and other related parties		6,235	5,612	10,741	10,885
Current tax assets	10	648	808	487	605
Prepayments and accrued income		1,317	1,357	905	958
Interests in associates and joint ventures	31	156	79	-	-
Investments in subsidiary undertakings	31	-	-	9,694	8,258
Goodwill and intangible assets	16	3,800	3,496	2,121	1,958
Property, plant and equipment	17	1,071	1,201	627	708
Deferred tax assets	10	681	648	508	486
Assets classified as held for sale	20	98	92	91	89
Total assets		544,791	513,593	425,877	407,923
Liabilities					
Deposits by banks	12	25,205	23,761	18,870	18,482
Customer accounts	12	242,331	216,719	135,478	122,061
Repurchase agreements and other similar secured borrowing	12	325	20	283	-
Financial liabilities held at fair value through profit or loss	12	75,552	59,714	73,902	59,101
Derivative financial instruments	12, 13	53,586	69,068	53,835	68,423
Debt securities in issue	12, 21	36,060	29,356	33,826	27,661
Other liabilities	22	26,018	29,788	20,460	23,434
Due to parent companies, subsidiary undertakings & other related parties		30,998	32,326	40,745	43,012
Current tax liabilities	10	336	345	168	250
Accruals and deferred income		3,064	2,990	1,550	1,411
Subordinated liabilities and other borrowed funds	12, 26	14,615	14,879	14,076	14,339
Deferred tax liabilities	10	669	579	583	505
Provisions for liabilities and charges	23	396	400	298	336
Retirement benefit obligations	29	204	419	156	367
Total liabilities		509,354	480,364	394,230	379,382
Equity					
Share capital and share premium account	27	22,393	21,120	22,393	21,120
Other reserves		(4,231)	(3,512)	(2,089)	(1,736)
Retained earnings		11,278	11,367 ¹	6,594	6,157 ¹
Total parent company shareholders' equity		29,440	28,975	26,898	25,541
Other equity instruments	27	4,749	3,000	4,749	3,000
Total equity excluding non-controlling interests		34,189	31,975	31,647	28,541
Non-controlling interests	28	1,248	1,254	-	-
Total equity		35,437	33,229	31,647	28,541
Total equity and liabilities		544,791	513,593	425,877	407,923

¹ Includes correction of fair value hedge accounting adjustment \$81 million

The Company has taken advantage of the exemption in section 408 of the Companies Act 2006 not to present its individual statement of comprehensive income and related notes that form a part of these financial statements. The Company profit for the year after tax is \$2,146 million (31 December 2020: loss after tax \$141 million).

The notes on pages 174 to 324 form an integral part of these financial statements.

These financial statements were approved by the Court of Directors and authorised for issue on 17 February 2022 and signed on its behalf by:

Bill Winters, Director

Andy Halford, Director