

## **Summary of External Auditors' Report**

**To the General Manager of  
Standard Chartered Bank, Macau Branch  
(Branch of commercial bank with limited liability incorporated in United Kingdom)**

We have audited the financial statements of Standard Chartered Bank, Macau Branch for the year 2013 in accordance with the Auditing Standards and Technical Standards of Auditing issued by the Macau Special Administrative Region. In our report dated 7 May 2014, we expressed an unqualified opinion on the financial statements.

The audited financial statements referred to above comprise the balance sheet as at 31 December 2013, and the income statement, statement of changes in reserves, and cash flow statement for the year then ended, and a summary of significant accounting policies and other explanatory notes.

The accompanying summarised financial statements prepared by the management were derived from the audited financial statements referred to above and the books and records of the Branch. In our opinion, the summarised financial statements are consistent, in all material respects, with the audited financial statements and the books and records of the Branch.

For a better understanding of the financial position and the results of its operation for the period of Standard Chartered Bank, Macau Branch and the scope of our audit, the summarised financial statements should be read in conjunction with the audited financial statements and our independent auditor's report thereon.

Ieong Lai Kun, Registered Auditor  
KPMG  
Macau, 7 May 2014

# STANDARD CHARTERED BANK MACAU BRANCH

## BALANCE SHEET AS OF 31 DECEMBER, 2013

MOP

Assets	Gross Assets	Provisions and Depreciation	Net Assets
Cash in hand	94,840,204.92		94,840,204.92
Deposits with Monetary Authority of Macau	267,666,687.34		267,666,687.34
Receivables	-		-
Demand deposits with local financial institutions	156,058,800.07		156,058,800.07
Demand deposits with foreign financial institutions	100,873,222.77		100,873,222.77
Gold and silver	-		-
Other assets	-		-
Loans and advances	1,340,242,138.25	67,965,790.71	1,272,276,347.54
Placements with local monetary institutions	70,000,000.00		70,000,000.00
Call and fixed deposits with foreign financial institutions	1,369,108,361.23		1,369,108,361.23
Debt investment securities	-		-
Application of resources consigned to the bank	-		-
Debtors	-		-
Other investments	-		-
Long term investments	-		-
Properties	-		-
Fixtures and equipments	58,195.00	9,992.55	48,202.45
Deferred expenditure	-		-
Organization expense	-		-
Construction in progress	-		-
Other fixed assets	108,157.30		108,157.30
Internal and adjustment accounts	5,400,509.00		5,400,509.00
Total	3,404,356,275.88	67,975,783.26	3,336,380,492.62

**STANDARD CHARTERED BANK MACAU BRANCH**  
**BALANCE SHEET AS OF 31 DECEMBER, 2013**

		MOP
Liabilities	Subtotal	Total
Demand deposits	2,227,002,576.05	
Call deposits	-	
Fixed deposits	44,162,926.16	2,271,165,502.21
Deposits of public sector		-
Deposits of other financial institutions		-
Resources of other local entities	-	
Foreign currency loans	966,258,915.71	
Debentures	-	
Creditors for resources consigned to the bank	-	
Cheques and payment orders	18,611,988.56	
Creditors	-	
Sundry liabilities	3,332,973.40	988,203,877.67
Internal and adjustment accounts		14,665,543.59
Sundry provisions		1,659,974.27
Capital		-
Legal reserve		-
Reserve as per company article		-
Revaluation reserve		49,634.82
Other reserves		15,960,261.94
Retained profits brought forward	34,016.50	
Profit and loss for the year	44,641,681.62	44,675,698.12
		3,336,380,492.62

1.Regulatory reserve includes a general reserve of MOP 16,642,139.67 and a specific reserve of MOP 1,494,526.27. Since the branch is adopting the Financial Reporting Standards of the Macau SAR ("MFRS") in the preparation of its annual financial statements, the impairment losses based on MFRS may fall below the minimum level of general provisions and specific provisions calculated in accordance to notice no. 18/93 AMCM (the minimum level). The regulatory reserve requirement is therefore the difference between the minimum and the impairment losses according to the MFRS (after the deferred tax MOP 2,176,458.00). This same amount entered on the line «Additional provision under AMCM rules» in Profits and Losses Account, is reconciled among "profit after tax" and "year results according to AMCM rules" in income statement of the annual audited financial statements.

**STANDARD CHARTERED BANK MACAU BRANCH**  
**OPERATING RESULT FOR THE YEAR 2013**

		MOP	
Debit	Amount	Credit	Amount
Costs of credit operations	5,774,116.93	Income from credit operations	41,079,441.36
Personnel costs		Income from banking services	26,080,226.37
Directors and fiscal council expenses	-	Income from other banking services	5,765,478.31
Staff costs	2,740,427.11	Income from securities and equity investments	-
Staff welfare expenses	891,503.90	Other banking income	826,137.39
Other personnel costs	19,826.56	Income from non-banking operations	-
Third party supply	359,481.53	Operating loss	-
Third party services	6,477,018.16		
Other banking costs	134,000.04		
Taxation	-		
Costs of non-banking operations	-		
Depreciation	9,992.56		
Provisions	2,911,692.81		
Operating profits	54,433,223.83		
Total	73,751,283.43	Total	73,751,283.43

## STANDARD CHARTERED BANK MACAU BRANCH

### Memorandum Accounts

	MOP
	Amount
Values received for custody	-
Values received for collection	-
Values received as collaterals	3,120,450,697.24
Guarantee on account of customers	25,173,027.72
Letter of credit	4,999,241,374.78
Acceptances	531,499,614.31
Values deposited by bank as collateral	
Forward exchange contracts - purchases	292,406,170.87
Forward exchange contracts - sales	292,213,703.24
Other memorandum items	8,135,512,866.14

# STANDARD CHARTERED BANK MACAU BRANCH

## PROFIT AND LOSS ACCOUNT

MOP

Debit	Amount	Credit	Amount
Operating loss	-	Operating profits	54,433,223.83
Losses related to previous years	-	Profit related to previous years	-
Exceptional losses	-	Exceptional profit	-
Profit tax provision	6,105,433.21	Provision used	-
Additional provision under AMCM rules	3,686,109.00	Operating loss	-
Profit after tax	44,641,681.62		
Total	54,433,223.83	Total	54,433,223.83