

Hang Seng Bank Limited
Macau Branch

Financial disclosure
(unaudited)

for the half-year ended 30 June 2025

Statement of financial position
At period-end

	At 30 June 2025 MOP'000	At 31 December 2024 MOP'000
Assets		
Cash and balances with banks	4,135,683	3,353,899
Deposits with AMCM	149,749	111,022
Loans and advances to customers	7,185,202	7,045,362
Other assets	14,023	5,583
Tangible fixed assets	3,556	6,854
	<u>11,488,213</u>	<u>10,522,720</u>
Liabilities		
Deposits from customers	1,938,963	2,240,303
Deposits and balances from banks	7,669,957	6,393,586
Other liabilities	84,303	67,632
Current income tax liabilities	-	-
	<u>9,693,223</u>	<u>8,701,521</u>
Net Assets	<u>1,794,990</u>	<u>1,821,199</u>
Represented by		
Head Office account		
Working Capital	150,000	150,000
General regulatory reserves	37,765	63,137
Specific regulatory reserves	4,592	6,247
Retained profits	1,602,633	1,601,815
	<u>1,794,990</u>	<u>1,821,199</u>

Statement of comprehensive income
For the half year ended

	30 June 2025 MOP'000	30 June 2024 MOP'000
Interest income	198,459	306,072
Interest expense	<u>(153,959)</u>	<u>(239,495)</u>
Net interest income	44,500	66,577
Other operating income	<u>3,609</u>	<u>4,547</u>
Operating income	48,109	71,124
Operating expenses	<u>(28,933)</u>	<u>(32,106)</u>
Operating profit before change in expected credit losses	19,176	39,018
Change in expected credit losses	<u>(45,385)</u>	<u>(16,357)</u>
(Loss) / Profit before income tax	(26,209)	22,661
Taxation	<u>-</u>	<u>(3,134)</u>
(Loss) / Profit and total comprehensive (loss) / income for the period	<u><u>(26,209)</u></u>	<u><u>19,527</u></u>

Statement of changes in Head Office Account

	Working Capital MOP '000	General Regulatory reserves MOP '000	Specific Regulatory reserves MOP '000	Retained profits MOP '000	Total MOP '000
Head Office account at 1 January 2025	150,000	63,137	6,247	1,601,815	1,821,199
Loss and total comprehensive loss for the period	-	-	-	(26,209)	(26,209)
Change in Regulatory Reserve	-	(25,372)	(1,655)	27,027	-
Head Office account at 30 June 2025	<u>150,000</u>	<u>37,765</u>	<u>4,592</u>	<u>1,602,633</u>	<u>1,794,990</u>
Head Office account at 1 January 2024	-	116,189	-	1,710,485	1,826,674
Working Capital	150,000	-	-	(150,000)	-
Loss and total comprehensive loss for the year	-	-	-	(5,475)	(5,475)
Change in Regulatory Reserve	-	(53,052)	6,247	46,805	-
Head Office account at 31 December 2024	<u>150,000</u>	<u>63,137</u>	<u>6,247</u>	<u>1,601,815</u>	<u>1,821,199</u>

Cash flow statement
For the half-year ended

	30 June 2025 MOP'000	30 June 2024 MOP'000
Cash flows from operating activities		
(Loss) / Profit before income tax	(26,209)	22,661
Depreciation	3,310	3,581
Change in loan impairment	45,385	16,357
Interest income	(198,459)	(306,072)
Interest expense	153,959	239,495
Interest received	180,814	318,506
Interest paid	(154,224)	(250,503)
Change in minimum deposits with AMCM	4,369	2,310
Change in gross loans and advances to customers	(171,820)	2,986,689
Change in other assets	(533)	(218)
Change in balances with banks with original maturity more than three months	(508,370)	(350,128)
Change in deposits from customers	(301,341)	(216,009)
Change in deposits and balances from banks	1,276,371	(3,119,285)
Change in other liabilities	(483)	(589)
	<hr/>	<hr/>
Cash inflow / (outflow) from operating activities before taxation	302,769	(653,205)
Macau complementary tax paid	-	(465)
	<hr/>	<hr/>
Cash inflow / (outflow) from operating activities	302,769	(653,670)
	<hr/>	<hr/>
Cash flows from investing activities		
Purchase of tangible fixed assets	(12)	(271)
	<hr/>	<hr/>
Cash outflow from investing activities	(12)	(271)
	<hr/>	<hr/>
Change in cash and cash equivalents	302,757	(653,941)
Cash and cash equivalents at 1 January	1,624,992	2,503,654
	<hr/>	<hr/>
Cash and cash equivalents at 30 June	1,927,749	1,849,713
	<hr/>	<hr/>

Cash flow statement (continued)

For the purpose of the cash flow statement, cash and cash equivalents comprise the following balances with less than three months maturity from the date of acquisition.

	30 June 2025 MOP'000	30 June 2024 MOP'000
Cash and balances with banks	1,814,220	1,740,601
Deposits with AMCM in excess of minimum statutory requirement	121,394	84,460
Items in course of collection from other banks	10,719	30,170
Items in course of transmission to other banks	(18,584)	(5,518)
	<u>1,927,749</u>	<u>1,849,713</u>

Off-balance sheet exposures

(a) Contingent liabilities and commitments

	At 30 June 2025 MOP'000	At 31 December 2024 MOP'000
Bank guarantees	256,226	195,412
Trade-related contingencies	53,800	74,936
Acceptance on trade bills	9,764	23,513
Undrawn formal stand by facilities, credit lines and other commitments to lend	4,214,772	4,696,241
	4,278,336	4,794,690
	4,534,562	4,990,102

(b) Lease commitments

The Branch leases a number of properties under operating leases. The leases typically run for a period of one to three years, with an option to renew the leases when all terms are renegotiated. None of the leases includes contingent rentals.

At the end of the reporting period, the total future minimum lease payments under non-cancellable operating leases are as follows:

	At 30 June 2025 MOP'000	At 31 December 2024 MOP'000
Not later than one year	7,995	1,302
Later than one year and not later than five years	5,331	12
	13,326	1,314

Off-balance sheet exposures (continued)

(c) Derivative transactions

The following table gives the notional contract amounts, marked to market value of assets and liabilities, credit equivalent amounts and risk-weighted amounts as at 30 June 2025.

	Contract Amount MOP '000	Derivative assets MOP '000	Derivative liabilities MOP '000	Credit equivalent Amounts MOP '000	Risk- weighted amounts MOP '000
Exchange rate contracts					
– Forward contracts	19,519	9	9	204	119
Interest rate contracts	-	-	-	-	-
Equities contracts	-	-	-	-	-
Commodities contracts	-	-	-	-	-
Others	-	-	-	-	-

There were no derivative transactions at 31 December 2024.

Material related-party transactions

(a) Transactions with Head Office, a subsidiary of Head Office and other related companies

The aggregate amount of income and expenses arising from these transactions during the half-year ended at 30 June 2025 and 30 June 2024 are as follows:

	Half-year ended 30 June 2025 MOP'000	Half-year ended 30 June 2024 MOP'000
Interest income from Head Office and a subsidiary of Head Office	62,614	45,892
Insurance commission income from other related companies	-	16
Interest expenses to Head Office	(127,230)	(212,937)
Fee and commission paid to Head Office and a subsidiary of Head Office	(1,007)	(1,385)
Management fee refund from / (paid to) Head Office	3,754	(1,734)
Operating expenses paid to other related companies	(5,827)	(1,774)

(b) The balances with Head Office, a subsidiary of Head Office and other related companies at 30 June 2025 and 31 December 2024 are as follows:

	At 30 June 2025 MOP'000	At 31 December 2024 MOP'000
(i) Assets		
Cash and balances with banks		
- Demand deposits	344,851	118,310
- Placement	3,374,896	2,580,208
Other assets		
- Unrealised profit on forward exchange contracts	9	-
- Prepaid expenses	14	-
(ii) Liabilities		
Deposits and balances from banks		
- Deposits and placements from banks	7,669,957	6,393,586
Other liabilities		
- Interest payable	39,235	31,704
- Accrued expenses	1,800	827

Material related-party transactions (continued)

(c) Key management personnel's remuneration

During the first six-month period at 30 June 2025 and 30 June 2024, the remuneration of key management personnel, which is included in “staff cost”, is as follows:

	Half-year ended 30 June 2025 MOP'000	Half-year ended 30 June 2024 MOP'000
Executive officers	<u>1,839</u>	<u>1,760</u>

(d) Material transactions with key management personnel

During the first six-month period at 30 June 2025 and year ended 31 December 2024, the Branch did not provide credit facilities to key management personnel of the Branch and its Head Office, their close family members and companies controlled or significantly influenced by them.

Credit risk

(a) Geographic distribution of exposure

As at 30 June 2025

	Total exposures MOP '000	Individually impaired loans and advances MOP '000	Stage 1 ECL MOP '000	Stage 2 ECL MOP '000	Stage 3 ECL MOP '000	Total ECL MOP '000
<i>Loans and advances to customers</i>						
– Macau	5,603,374	33,689	(597)	(30,154)	(20,268)	(51,019)
– Hong Kong	1,227,467	626,237	(116)	(693)	(51,223)	(52,032)
– Others	457,462	-	(50)	-	-	(50)
	<u>7,288,303</u>	<u>659,926</u>	<u>(763)</u>	<u>(30,847)</u>	<u>(71,491)</u>	<u>(103,101)</u>
<i>Financial guarantees, loan commitments and other credit related contingent liabilities</i>						
– Macau	3,993,440	989	(84)	(74)	(188)	(346)
– Hong Kong	121,382	-	(2,089)	(12)	-	(2,101)
– Others	419,740	-	-	-	-	-
	<u>4,534,562</u>	<u>989</u>	<u>(2,173)</u>	<u>(86)</u>	<u>(188)</u>	<u>(2,447)</u>
<i>Financial Derivatives</i>						
– Macau	9,755	-	-	-	-	-
– Hong Kong	9,764	-	-	-	-	-
– Others	-	-	-	-	-	-
	<u>19,519</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

All other financial assets held by the Branch only have Macau exposures.

There is no customer grouped under banks and governments, and there is no exposure for customer grouped under public sector entities.

Credit risk (continued)

(a) Geographic distribution of exposure (continued)

As at 31 December 2024

	Total exposures MOP '000	Individually impaired loans and advances MOP '000	Stage 1 ECL MOP '000	Stage 2 ECL MOP '000	Stage 3 ECL MOP '000	Total ECL MOP '000
<i>Loans and advances to customers</i>						
– Macau	5,612,536	212,957	(955)	(1,183)	(17,593)	(19,731)
– Hong Kong	1,185,743	626,897	(183)	(58)	(37,098)	(37,339)
– Others	304,177	-	(24)	-	-	(24)
	<u>7,102,456</u>	<u>839,854</u>	<u>(1,162)</u>	<u>(1,241)</u>	<u>(54,691)</u>	<u>(57,094)</u>
<i>Financial guarantees, loan commitments and other credit related contingent liabilities</i>						
– Macau	4,369,575	-	(258)	(62)	(359)	(679)
– Hong Kong	36,392	-	(3)	-	-	(3)
– Others	584,135	-	(1,032)	-	-	(1,032)
	<u>4,990,102</u>	<u>-</u>	<u>(1,293)</u>	<u>(62)</u>	<u>(359)</u>	<u>(1,714)</u>
<i>Financial Derivatives</i>						
– Macau	-	-	-	-	-	-
– Hong Kong	-	-	-	-	-	-
– Others	-	-	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

All other financial assets held by the Branch only have Macau exposures.

There is no customer grouped under banks and governments, and there is no exposure for customer grouped under public sector entities.

Credit risk (continued)

(b) Industry distribution of exposures of loans and advances

As at 30 June 2025

	Gross loans and advances MOP '000	Individually impaired loans and advances MOP '000	Overdue loans and advances# MOP '000	Stage 1 ECL MOP '000	Stage 2 ECL MOP '000	Stage 3 ECL MOP '000
Agriculture and fisheries	-	-	-	-	-	-
Mining industries	-	-	-	-	-	-
Manufacturing industries	-	-	-	-	-	-
Electricity, gas and water	-	-	-	-	-	-
Construction and public works	374,834	39,612	-	(377)	(92)	-
Wholesale and retail trade	1,542,799	30,010	-	(232)	(332)	(19,416)
Restaurants, hotels and similar	-	-	-	-	-	-
Transport, warehousing and communications	-	-	-	-	-	-
Non-monetary financial institutions	-	-	-	-	-	-
Gaming	-	-	-	-	-	-
Exhibition and conference	-	-	-	-	-	-
Education	-	-	-	-	-	-
Information technology	-	-	-	-	-	-
Individuals for house purchases	2,840,945	3,679	3,679	(42)	(81)	(852)
Individuals for other purposes	121,048	-	-	-	-	-
Others	2,408,677	586,625	565,277	(112)	(30,342)	(51,223)
	<u>7,288,303</u>	<u>659,926</u>	<u>568,956</u>	<u>(763)</u>	<u>(30,847)</u>	<u>(71,491)</u>

Loans and advances which have been overdue with respect to either principal or interest for periods of more than three months.

Credit risk (continued)

(b) Industry distribution of exposures of loans and advances (continued)

As at 31 December 2024

	Gross loans and advances MOP '000	Individually impaired loans and advances MOP '000	Overdue loans and advances [#] MOP '000	Stage 1 ECL MOP '000	Stage 2 ECL MOP '000	Stage 3 ECL MOP '000
Agriculture and fisheries	-	-	-	-	-	-
Mining industries	-	-	-	-	-	-
Manufacturing industries	-	-	-	-	-	-
Electricity, gas and water	-	-	-	-	-	-
Construction and public works	261,664	39,346	-	(91)	-	-
Wholesale and retail trade	1,122,094	209,278	-	(119)	(481)	(17,593)
Restaurants, hotels and similar	-	-	-	-	-	-
Transport, warehousing and communications	-	-	-	-	-	-
Non-monetary financial institutions	-	-	-	-	-	-
Gaming	-	-	-	-	-	-
Exhibition and conference	-	-	-	-	-	-
Education	-	-	-	-	-	-
Information technology	-	-	-	-	-	-
Individuals for house purchases	2,969,528	3,679	3,679	(16)	(29)	-
Individuals for other purposes	128,173	-	-	(40)	(76)	-
Others	2,620,997	587,551	565,309	(896)	(655)	(37,098)
	<u>7,102,456</u>	<u>839,854</u>	<u>568,988</u>	<u>(1,162)</u>	<u>(1,241)</u>	<u>(54,691)</u>

[#] Loans and advances which have been overdue with respect to either principal or interest for periods of more than three months.

Credit risk (continued)*(c) Overdue loans and advances to banks*

There were no overdue loans and advances to banks as at 30 June 2025 and 31 December 2024.

(d) Overdue loans and advances to non-banks customers

As at 30 June 2025

	Gross loans and advances MOP'000	% of total loans and advances to non-bank customers MOP'000	Collateral value MOP'000	Expected Credit Loss MOP'000
Loans and advances to non-bank customers which have been overdue with respect to either principal or interest for periods of:				
- more than three months but not more than six months	-	-	-	-
- more than six months but not more than one year	568,956	7.81%	1,499,165	52,075
- more than one year	-	-	-	-
	<u>568,956</u>	<u>7.81%</u>	<u>1,499,165</u>	<u>52,075</u>

As at 31 December 2024

	Gross loans and advances MOP'000	% of total loans and advances to non-bank customers MOP'000	Collateral value MOP'000	Expected Credit Loss MOP'000
Loans and advances to non-bank customers which have been overdue with respect to either principal or interest for periods of:				
- more than three months but not more than six months	568,988	8.01%	1,499,835	37,098
- more than six months but not more than one year	-	-	-	-
- more than one year	-	-	-	-
	<u>568,988</u>	<u>8.01%</u>	<u>1,499,835</u>	<u>37,098</u>

(e) Overdue other assets

There were no overdue other assets as at 30 June 2025 and 31 December 2024.

Credit risk (continued)

(f) Credit quality of financial instruments

	30 June 2025						
	Pass MOP '000	Special Mention MOP '000	Sub- Standard MOP '000	Doubtful MOP '000	Loss MOP '000	Expected Credit Loss MOP '000	Net Exposure MOP'000
Cash and balances with banks							
- Stage 1	4,135,741	-	-	-	-	(58)	4,135,683
- Stage 2	-	-	-	-	-	-	-
- Stage 3	-	-	-	-	-	-	-
	<u>4,135,741</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(58)</u>	<u>4,135,683</u>
Deposits with AMCM							
- Stage 1	149,749	-	-	-	-	-	149,749
- Stage 2	-	-	-	-	-	-	-
- Stage 3	-	-	-	-	-	-	-
	<u>149,749</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>149,749</u>
Loans and advances to customers							
- Stage 1	4,406,140	-	-	-	-	(763)	4,405,377
- Stage 2	1,520,730	701,507	-	-	-	(30,847)	2,191,390
- Stage 3	-	-	39,612	620,314	-	(71,491)	588,435
	<u>5,926,870</u>	<u>701,507</u>	<u>39,612</u>	<u>620,314</u>	<u>-</u>	<u>(103,101)</u>	<u>7,185,202</u>
-Value of Collateral*	13,822,783	2,491,343	80,546	1,533,567	-	-	-

Credit risk (continued)

(f) Credit quality of financial instruments (continued)

	30 June 2025						
	Pass	Special	Sub-Standard	Doubtful	Loss	Expected	Net
	MOP '000	Mention	MOP '000	MOP '000	MOP '000	Credit Loss	Exposure
		MOP '000				MOP '000	MOP'000
Financial guarantees, loan commitments and other credit related contingent liabilities							
- Stage 1	4,474,966	-	-	-	-	(2,173)	4,472,793
- Stage 2	58,607	-	-	-	-	(86)	58,521
- Stage 3	-	-	-	989	-	(188)	801
	<u>4,533,573</u>	<u>-</u>	<u>-</u>	<u>989</u>	<u>-</u>	<u>(2,447)</u>	<u>4,532,115</u>
-Value of Collateral*	134,624	-	-	-	-	-	-

* For those customers within same group who share the same collateral, if the group customers have both [Loans and advances] and [Financial guarantees, loan commitments and other credit related contingent liabilities], the collateral value is reported under [Loans and advances to customers]

Credit risk (continued)

(f) Credit quality of financial instruments (continued)

31 December 2024							
	Pass MOP '000	Special Mention MOP '000	Sub- Standard MOP '000	Doubtful MOP '000	Loss MOP '000	Expected Credit Loss MOP '000	Net Exposure MOP'000
Cash and balances with banks							
- Stage 1	3,353,908	-	-	-	-	(9)	3,353,899
- Stage 2	-	-	-	-	-	-	-
- Stage 3	-	-	-	-	-	-	-
	<u>3,353,908</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(9)</u>	<u>3,353,899</u>
Deposits with AMCM							
- Stage 1	111,022	-	-	-	-	-	111,022
- Stage 2	-	-	-	-	-	-	-
- Stage 3	-	-	-	-	-	-	-
	<u>111,022</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>111,022</u>
Loans and advances to customers							
- Stage 1	5,248,480	-	-	-	-	(1,162)	5,247,318
- Stage 2	686,820	327,302	-	-	-	(1,241)	1,012,881
- Stage 3	-	-	787,811	52,043	-	(54,691)	785,163
	<u>5,935,300</u>	<u>327,302</u>	<u>787,811</u>	<u>52,043</u>	<u>-</u>	<u>(57,094)</u>	<u>7,045,362</u>
-Value of Collateral*	14,691,091	2,241,414	3,034,432	38,110	-	-	-

Credit risk (continued)

(f) Credit quality of financial instruments (continued)

	31 December 2024						
	Pass	Special	Sub-	Doubtful	Loss	Expected	Net
	MOP '000	Mention	Standard	MOP '000	MOP '000	Credit Loss	Exposure
		MOP '000	MOP '000			MOP '000	MOP'000
Financial guarantees, loan commitments and other credit related contingent liabilities							
- Stage 1	3,957,005	-	-	-	-	(1,293)	3,955,712
- Stage 2	1,015,518	16,480	-	-	-	(62)	1,031,936
- Stage 3	-	-	-	1,099	-	(359)	740
	<u>4,972,523</u>	<u>16,480</u>	<u>-</u>	<u>1,099</u>	<u>-</u>	<u>(1,714)</u>	<u>4,988,388</u>
- Value of Collateral*	216,818	-	-	-	-	-	-

* For those customers within the same group who share the same collateral, if the group customers have both [Loans and advances] and [Financial guarantees, loan commitments and other credit related contingent liabilities], the collateral value is reported under [Loans and advances to customers]

Foreign exchange risk

Net long or net short positions in foreign currencies are as follows:

As at 30 June 2025

	Spot assets MOP'000	Spot liabilities MOP'000	Forward purchases MOP'000	Forward sales MOP'000	Net options position MOP'000	Net long (or net short) position MOP'000
Chinese renminbi	65,694	(63,214)	-	-	-	2,480
Hong Kong dollars	8,458,188	(8,468,133)	9,755	(9,755)	-	(9,945)
US dollars	978,275	(976,852)	9,764	(9,764)	-	1,423
Other foreign currencies	1,527	(1,441)	-	-	-	86
	<u>9,503,684</u>	<u>(9,509,640)</u>	<u>19,519</u>	<u>(19,519)</u>	<u>-</u>	<u>(5,956)</u>

As at 31 December 2024

	Spot assets MOP'000	Spot liabilities MOP'000	Forward purchases MOP'000	Forward sales MOP'000	Net options position MOP'000	Net long (or net short) position MOP'000
Chinese renminbi	73,048	(69,598)	-	-	-	3,450
Hong Kong dollars	7,716,080	(7,732,577)	-	-	-	(16,497)
US dollars	631,582	(630,192)	-	-	-	1,390
Other foreign currencies	9,465	(9,233)	-	-	-	232
	<u>8,430,175</u>	<u>(8,441,600)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(11,425)</u>

Liquidity risk

Maturity analysis on assets and liabilities

As at 30 June 2025

	Repayable on demand MOP'000	1 month or less but not repayable on demand MOP'000	3 months or less but over 1 month MOP'000	1 year or less but over 3 months MOP'000	3 years or less but over 1 year MOP'000	After 3 years MOP'000	Indefinite period MOP'000	Total MOP'000
Assets								
Loans and advances to customers	590,758	1,262,898	770,520	284,532	1,714,092	2,562,402	-	7,185,202
Cash and balances with and loans and advances to banks	882,133	1,110,858	1,403,776	888,665	-	-	-	4,285,432
Certificates of deposits held	-	-	-	-	-	-	-	-
Securities issued by Macau SAR Government and/or AMCM	-	-	-	-	-	-	-	-
Other securities	-	-	-	-	-	-	-	-
Liabilities								
Deposits and balances of banks and financial institutions	93,763	2,146,540	1,507,155	3,922,499	-	-	-	7,669,957
Deposits from public sector entities	-	-	-	-	-	-	-	-
Deposits from holding and associated companies	-	-	-	-	-	-	-	-
Deposits from non-bank customers	772,412	404,412	303,324	458,815	-	-	-	1,938,963
Certificates of deposits issued	-	-	-	-	-	-	-	-
Other securities issued	-	-	-	-	-	-	-	-

Liquidity risk (continued)

Maturity analysis on assets and liabilities (continued)

As at 31 December 2024

	<i>Repayable on demand MOP'000</i>	<i>1 month or less but not repayable on demand MOP'000</i>	<i>3 months or less but over 1 month MOP'000</i>	<i>1 year or less but over 3 months MOP'000</i>	<i>3 years or less but over 1 year MOP'000</i>	<i>After 3 years MOP'000</i>	<i>Indefinite period MOP'000</i>	<i>Total MOP'000</i>
Assets								
Loans and advances to customers	767,337	605,660	976,729	702,014	1,292,400	2,701,222	-	7,045,362
Cash and balances with and loans and advances to banks	850,588	578,503	935,657	1,100,173	-	-	-	3,464,921
Certificates of deposits held	-	-	-	-	-	-	-	-
Securities issued by Macau SAR Government and/or AMCM	-	-	-	-	-	-	-	-
Other securities	-	-	-	-	-	-	-	-
Liabilities								
Deposits and balances of banks and financial institutions	330,939	907,189	1,008,209	4,141,069	6,180	-	-	6,393,586
Deposits from public sector entities	-	-	-	20,000	-	-	-	20,000
Deposits from holding and associated companies	-	-	-	-	-	-	-	-
Deposits from non-bank customers	641,174	305,399	668,433	605,297	-	-	-	2,220,303
Certificates of deposits issued	-	-	-	-	-	-	-	-
Other securities issued	-	-	-	-	-	-	-	-

Liquidity risk (continued)

During the reporting period of:	At 30 June 2025 MOP'000	At 31 December 2024 MOP'000
The arithmetic mean of the minimum weekly amount of cash in hand that is required to be held	31,566	29,268
The arithmetic mean of the average weekly amount of cash in hand	147,860	148,889
The arithmetic mean of the specified liquid assets at the end of each month	1,830,629	1,599,587
The average ratio of specified liquid assets to total basic liabilities at the end of each month	85%	77%
The arithmetic mean of one-month liquidity ratio in the last week of each month	98%	101%
The arithmetic mean of three-month liquidity ratio in the last week of each month	104%	103%

List of the shareholders with qualifying holdings

Hang Seng Bank Limited

Substantial Interests in Share Capital

The register maintained by the Bank pursuant to section 336 of the Securities and Futures Ordinance ('SFO') recorded that, as at 30 June 2025, the following corporations had interests or short positions of 5% or more in the shares or underlying shares (as defined in the SFO) in the Bank set opposite their respective names:

Name of Corporations	Capacity in which Ordinary Shares were held	Number of Ordinary Shares Interested (Percentage of total) ⁽²⁾
The Hongkong and Shanghai Banking Corporation Limited	Beneficial owner / Custodian	1,191,484,902 ⁽¹⁾ (62.83%)
HSBC Asia Holdings Limited	Interest of controlled corporations	1,191,484,902 ⁽¹⁾ (62.83%)
HSBC Holdings plc	Interest of controlled corporations	1,195,511,509 ⁽¹⁾ (63.04%)

Notes:

(1) The Hongkong and Shanghai Banking Corporation Limited is a wholly-owned subsidiary of HSBC Asia Holdings Limited, which in turn is a wholly-owned subsidiary of HSBC Holdings plc. Accordingly, HSBC Asia Holdings Limited and HSBC Holdings plc were deemed to be interested in the ordinary shares in which The Hongkong and Shanghai Banking Corporation Limited was shown to be interested.

HSBC Holdings plc filed the corporate substantial shareholder notice (the 'Notice') on 21 June 2024 that on 18 June 2024, the number of the Bank's ordinary shares interested by HSBC Holdings plc, HSBC Asia Holdings Limited and The Hongkong and Shanghai Banking Corporation Limited were detailed above.

(2) The percentage represents the number of the Bank's ordinary shares interested divided by the total number of the Bank's issued ordinary shares as at the date on the Notice.

All the interests stated above represented long positions. As at 30 June 2025, no short positions were recorded in the Register of Interests in Shares and Short Positions required to be kept under section 336 of the SFO.

Names of the members of the company boards

Hang Seng Bank Limited

List of Directors

On 30 July 2025, the members of the board of Directors of Hang Seng Bank Limited are set out below.

Independent Non-Executive Chairman

Edward CHENG Wai Sun

Executive Directors

Diana Ferreira CESAR (Chief Executive)

SAW Say Pin

Non-executive Directors

Kathleen GAN Chieh Huey

David LIAO Yi Chien

Catherine ZHOU Rong

Independent Non-Executive Directors

Cordelia CHUNG

Clement KWOK King Man

Patricia LAM Sze Wan

LIN Huey Ru

WANG Xiao Bin

Consolidated capital ratios

Hang Seng Bank Limited

The following tables show the capital base, risk-weighted assets and capital ratios on a consolidated basis that is specified by the HKMA under the requirements of section 3C(1) of the Banking (Capital) Rules.

The Group uses the advanced internal ratings-based ('IRB') approach and the foundation IRB approach to calculate its credit risk for the majority of its non-securitisation exposures. For collective investment scheme exposures, the Group uses the look-through approach to calculate the risk-weighted amount. For counterparty credit risk, the Group uses the standardised (counterparty credit risk) approach to calculate its default risk exposures for derivatives, and the comprehensive approach for securities financing transactions. For credit valuation adjustment ('CVA'), the Group uses reduced basic CVA approach to calculate CVA capital charge. The Group uses the standardised (market risk) approach to calculate its market risk capital charge and the standardised operational risk approach to calculate its operational risk capital charge.

The basis of consolidation for the calculation of capital ratios under the Banking (Capital) Rules follows the basis of consolidation for financial reporting with the exclusion of subsidiaries which are 'regulated financial entities' (e.g. insurance and securities companies) as defined by the Banking (Capital) Rules. The investment cost of these unconsolidated regulated financial entities is deducted from the capital base subject to certain thresholds as determined in accordance with Part 3 of the Banking (Capital) Rules.

Consolidated capital ratios (continued)

Capital base

(Figures in HK\$ million)

	At 30 June 2025	At 31 December 2024
Common Equity Tier 1 ('CET1') Capital		
Shareholders' equity	153,948	152,799
- Shareholders' equity per balance sheet	170,670	169,522
- Additional Tier 1 ('AT1') perpetual capital instruments	(11,587)	(11,587)
- Unconsolidated subsidiaries	(5,135)	(5,136)
Non-controlling interests	-	-
- Non-controlling interests per balance sheet	39	42
- Non-controlling interests in unconsolidated subsidiaries	(39)	(42)
Regulatory deductions to CET1 capital	(34,623)	(32,394)
- Cash flow hedge reserve	(1,655)	134
- Changes in own credit risk on fair valued liabilities	(1)	(1)
- Property revaluation reserves ¹	(21,591)	(22,736)
- Regulatory reserve	-	(734)
- Intangible assets	(3,480)	(3,498)
- Defined benefit pension fund assets	(177)	(269)
- Deferred tax assets net of deferred tax liabilities	(428)	(389)
- Valuation adjustments	(147)	(161)
- Excess of total expected loss amount over total eligible provisions under the IRB approach	(7,144)	(4,740)
Total CET1 Capital	119,325	120,405
AT1 Capital		
Total AT1 capital before and after regulatory deductions	11,587	11,587
- Perpetual capital instruments	11,587	11,587
Total AT1 Capital	11,587	11,587
Total Tier 1 ('T1') Capital	130,912	131,992
Tier 2 ('T2') Capital		
Total T2 capital before regulatory deductions	9,886	10,507
- Property revaluation reserves ¹	9,716	10,231
- Impairment allowances and regulatory reserve eligible for inclusion in T2 capital	170	276
Regulatory deductions to T2 capital	(1,045)	(1,045)
- Significant capital investments in unconsolidated financial sector entities	(1,045)	(1,045)
Total T2 Capital	8,841	9,462
Total Capital	139,753	141,454

¹ Includes the revaluation surplus on investment properties which is reported as part of retained profits and related adjustments made in accordance with the Banking (Capital) Rules issued by the HKMA.

Consolidated capital ratios (continued)

(Figures in HK\$ million)

	At 30 June 2025	At 31 December 2024
Risk-weighted assets	560,952	680,082
Capital ratios		
CET1 capital ratio	21.3%	17.7%
T1 capital ratio	23.3%	19.4%
Total capital ratio	24.9%	20.8%

Consolidated assets, liabilities and profits positions

Hang Seng Bank Limited

(Figures in HK\$ million)

	At 30 June 2025	At 31 December 2024
Total assets	1,821,680	1,795,196
Total liabilities	1,650,971	1,625,632
Total loans and advances	803,356	819,136
Total customer deposits, including structured deposits	1,299,986	1,267,021
	Half-year ended 30 June 2025	Half-year ended 30 June 2024
Pre-tax profit	8,097	11,307