

HSBC SECURITIES (JAPAN) LIMITED
Financial Statements

Income statement for the year ended 31 December 2014

	2014 Yen m	2013 Yen m
Revenue		
Interest income	862	142
Fee and commission income, net	2,878	3,308
Investment income	383	610
Other operating income	540	434
	<u>4,663</u>	<u>4,494</u>
Finance costs		
Interest expense	(629)	(107)
Fee and commission expense	(282)	(352)
Administrative expenses	(2,833)	(2,278)
	<u>(3,744)</u>	<u>(2,737)</u>
Profit before tax	919	1,757
Tax expense	(379)	(78)
Profit for the year	<u>540</u>	<u>1,679</u>
Profit for the year attributable to shareholders of the parent company	<u>540</u>	<u>1,679</u>

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Statement of financial position as at 31 December 2014

	2014 Yen m	2013 Yen m
ASSETS		
Non-current assets		
Property, plant and equipment	42	50
Deferred tax assets	184	339
	<u>226</u>	<u>389</u>
Current assets		
Cash and cash equivalents	3,015	6,124
Derivatives	851	12
Receivables	97,691	53,921
Reverse repurchase agreements - non trading	1,226,686	580,425
Financial investments	-	19,600
	<u>1,328,243</u>	<u>660,082</u>
	<u>1,328,469</u>	<u>660,471</u>
LIABILITIES AND EQUITY		
Current liabilities		
Derivatives	537	12
Other financial liabilities	226	338
Current tax liabilities	111	419
Accruals and deferred income	308	344
Repurchase agreements – non trading	1,228,487	585,339
Amounts owed to group undertakings	80,570	56,318
	<u>1,310,239</u>	<u>642,770</u>
Equity		
Called up share capital	21,243	21,243
Retained earnings - accumulated losses	(3,013)	(3,542)
Total shareholders' equity	<u>18,230</u>	<u>17,701</u>
Total equity and liabilities	<u>1,328,469</u>	<u>660,471</u>