

HSBC SECURITIES (JAPAN) LIMITED
Financial Statements

Income statement for the year ended 31 December 2015

	2015	2014
	Yen m	Yen m
		Restated
Revenue		
Interest income	3,387	862
Fee and commission income	3,084	2,935
Investment income	216	383
Other operating income	966	540
	7,653	4,720
Cost		
Interest expense	(2,591)	(629)
Fee and commission expense	(309)	(282)
Administrative expenses	(3,670)	(2,833)
	(6,570)	(3,744)
Profit before tax	1,083	976
Tax expense	(512)	(379)
Profit for the year	571	597
Profit for the year attributable to shareholders of the parent company	571	597

HSBC SECURITIES (JAPAN) LIMITED
Financial Statements (continued)

Statement of financial position as at 31 December 2015

	2015 Yen m	2014 Yen m Restated	2013 Yen m Restated
ASSETS			
Non-current assets			
Intangible assets	8	-	-
Property, plant and equipment	48	42	50
Deferred tax assets	40	184	339
	<u>96</u>	<u>226</u>	<u>389</u>
Current assets			
Cash and cash equivalents	7,619	3,015	6,124
Derivatives	540	905	173
Receivables	45,334	97,869	54,042
Reverse repurchase agreements - non trading	1,424,292	1,226,686	580,425
Financial investments	-	-	19,600
	<u>1,477,785</u>	<u>1,328,475</u>	<u>660,364</u>
	<u>1,477,881</u>	<u>1,328,701</u>	<u>660,753</u>
LIABILITIES AND EQUITY			
Current liabilities			
Derivatives	501	591	173
Other financial liabilities	6,733	226	1,018
Current tax liabilities	318	111	419
Accruals and deferred income	469	308	344
Repurchase agreements – non trading	1,424,637	1,228,487	585,339
Amounts owed to group undertakings	26,257	80,570	55,638
	<u>1,458,915</u>	<u>1,310,293</u>	<u>642,931</u>
Equity			
Called up share capital	19,775	19,775	19,775
Available-for-sale fair value reserve	-	-	-
Retained earnings (accumulated losses)	(809)	(1,367)	(1,953)
Total equity	<u>18,966</u>	<u>18,408</u>	<u>17,822</u>
Total equity and liabilities	<u>1,477,881</u>	<u>1,328,701</u>	<u>660,753</u>