

HSBC Securities (Japan) Limited

Balance sheet at 31 December 2019

	2019	2018
	JPY m	JPY m
Assets		
Cash and cash equivalents	7,907	22,985
Financial assets designated and otherwise mandatorily measured at fair value through profit or loss	19,510	36,010
Derivatives	716	451
Trade and other receivables	54,154	63,304
Reverse repurchase agreements - non-trading	2,175,454	1,932,080
Financial investments	-	140,768
Current tax assets	-	291
Property, plant and equipment	55	66
Deferred tax assets	62	72
Total assets	2,257,858	2,196,027
Liabilities and equity		
Liabilities		
Trade and other payables	53,713	230,221
Repurchase agreements - non-trading	2,175,963	1,937,910
Derivatives	703	438
Accruals, deferred income and other liabilities	2,897	3,127
Current tax liabilities	627	-
Total liabilities	2,233,903	2,171,696
Equity		
Called up share capital	19,775	19,775
Retained earnings	4,180	4,556
Total equity	23,955	24,331
Total liabilities and equity	2,257,858	2,196,027

Financial statements

Income statement for the year ended 31 December 2019

	2019	2018
	JPY m	JPY m
Interest income	25,187	20,769
Interest expense	(23,761)	(19,210)
Net interest income	1,426	1,559
Fee and commission income	3,465	3,961
Fee and commission expense	(453)	(587)
Net fee income	3,012	3,374
Net trading income	412	718
Other operating income	885	935
Net operating income	5,735	6,586
General and administrative expenses	(3,940)	(3,974)
Total operating expenses	(3,940)	(3,974)
Operating profit	1,795	2,612
Profit before tax	1,795	2,612
Tax expense	(692)	(314)
Profit for the year	1,103	2,298