

Financial statements

Income statement for the year ended 31 December 2021

	2021	2020
	JPY m	JPY m
Interest income	4,960	11,742
Interest expense	(3,311)	(9,338)
Net interest income	1,649	2,404
Fee and commission income	3,404	3,490
Fee and commission expense	(447)	(304)
Net fee income	2,957	3,186
Net trading income	8	11
Other operating income	370	786
Net operating income	4,984	6,387
General and administrative expenses	(3,305)	(3,491)
Total operating expenses	(3,305)	(3,491)
Operating profit	1,679	2,896
Profit before tax	1,679	2,896
Tax expense	(603)	(648)
Profit for the year	1,076	2,248

HSBC Securities (Japan) Limited

Balance sheet at 31 December 2021

	2021 JPY m	2020 JPY m
Assets		
Cash and cash equivalents	8,159	11,017
Financial assets designated and otherwise mandatorily measured at fair value through profit or loss	27,871	16,610
Derivatives	102	152
Trade and other receivables	125,325	68,750
Reverse repurchase agreements - non-trading	3,770,736	2,290,299
Property, plant and equipment	40	47
Intangible assets	2	3
Deferred tax assets	355	324
Total assets	3,932,590	2,387,202
Liabilities and equity		
Liabilities		
Trade and other payables	133,781	67,654
Repurchase agreements - non-trading	3,766,948	2,293,158
Derivatives	102	153
Accruals, deferred income and other liabilities	6,212	1,251
Current tax liabilities	194	677
Subordinated liabilities	9,000	9,000
Total liabilities	3,916,237	2,371,893
Equity		
Called up share capital	4,251	4,251
Retained earnings	12,102	11,058
Total equity	16,353	15,309
Total liabilities and equity	3,932,590	2,387,202