

SOCIETE GENERALE HONG KONG BRANCH

Financial Information Disclosure Statements  
For the six months ended 30 June 2018

SOCIETE GENERALE HONG KONG BRANCH

FINANCIAL INFORMATION DISCLOSURE STATEMENTS  
FOR THE SIX MONTHS ENDED 30 JUNE 2018

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SOCIETE GENERALE HONG KONG BRANCH

SECTION A - HONG KONG BRANCH INFORMATION

PROFIT AND LOSS INFORMATION  
FOR THE SIX MONTHS ENDED 30 JUNE 2018

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	<u>For the six months ended</u>	
	<u>30.6.2018</u>	<u>30.6.2017</u>
	<u>HK\$'000</u>	<u>HK\$'000</u>
	<u>Unaudited</u>	<u>Unaudited</u>
Interest income	1,304,854	845,960
Interest expense	(1,221,088)	(876,554)
Net interest income / (expense)	83,766	(30,594)
Other operating income	1,574,927	1,439,495
Operating expenses	1,658,693	1,408,901
	(976,172)	(894,173)
Operating income before impairment allowances and loss from disposal of property and equipment	682,521	514,728
Reversal / (provision) of impairment allowances on loans and receivables	52,794	(80,557)
Net loss from disposal of property and equipment	(517)	-
Profit before taxation	734,798	434,171
Income tax charge	(116,135)	(72,094)
Net profit	618,663	362,077

## SOCIETE GENERALE HONG KONG BRANCH

### SECTION A - HONG KONG BRANCH INFORMATION - continued

#### Branch activities

Societe Generale Hong Kong Branch ("the Branch") is a branch of Societe Generale ("the Bank"), a bank incorporated in France, and accordingly has no separate legal status or existence. The Branch is registered under the Hong Kong Banking Ordinance as a full licensed bank. During the six months ended 30 June 2018, the Branch was principally involved in lending, deposit taking activities, derivative trading activities, foreign exchange spot and forward market activities. The Branch had a positive performance derived from the core operating activities for the six months ended 30 June 2018.

#### Details of profit and loss items

The details of key profit and loss items for the six months ended 30 June 2018 and 2017 are as follows:

(i) Interest income and expense

	<u>For the six months ended</u>	
	<u>30.6.2018</u>	<u>30.6.2017</u>
	<u>HK\$'000</u>	<u>HK\$'000</u>
Interest income was derived from:		
Swaps	3,410	3,544
Advances to customers	745,298	503,419
Loans and advances to banks and other financial institutions	556,146	338,997
	<u>1,304,854</u>	<u>845,960</u>
Interest expense was derived from:		
Swaps	4,328	4,142
Certificates of deposit	17,159	30,012
Deposits from customers	43,770	110,100
Deposits from banks and other financial institutions	1,155,831	732,300
	<u>1,221,088</u>	<u>876,554</u>

SOCIETE GENERALE HONG KONG BRANCH

SECTION A - HONG KONG BRANCH INFORMATION - continued

Details of profit and loss items - continued

(ii) Other operating income

	<u>For the six months ended</u>	
	<u>30.6.2018</u>	<u>30.6.2017</u>
	<u>HK\$'000</u>	<u>HK\$'000</u>
Fees and commission income	240,699	105,391
Less: Fees and commission expenses	(7,116)	(8,526)
Net fees and commission income	233,583	96,865
Gains less losses arising from trading in foreign currencies	394,046	448,988
Gains less losses on securities measured at fair value through profit or loss	100,220	74,226
Gains less losses from other trading activities	270,988	789,258
Other income from intercompany management fee, sales credit and other activities	576,090	30,158
	<u>1,574,927</u>	<u>1,439,495</u>

(iii) Operating expenses

	<u>For the six months ended</u>	
	<u>30.6.2018</u>	<u>30.6.2017</u>
	<u>HK\$'000</u>	<u>HK\$'000</u>
Salaries and other costs	640,082	579,236
Premises and equipment:		
Rental of office premises and staff quarters	52,507	55,675
Others	1,212	4,763
Depreciation charge	17,780	14,530
Auditor's remuneration	610	696
Share in Head Office Expenses	85,411	61,630
Other operating expenses	178,570	177,643
	<u>976,172</u>	<u>894,173</u>

SOCIETE GENERALE HONG KONG BRANCH

SECTION A - HONG KONG BRANCH INFORMATION - continued

BALANCE SHEET INFORMATION  
AT 30 JUNE 2018

	<u>30.6.2018</u> HK\$'000	<u>31.12.2017</u> HK\$'000
<b>ASSETS</b>		
Balances with banks	1,177,966	2,390,225
Placements with banks maturing between one and twelve months	1,578,849	2,854,978
Balances with the Monetary Authority	467,247	276,513
Amount due from overseas offices of the Bank	109,372,816	112,280,689
Trade bills	4,273,680	3,297,356
Securities measured at fair value through profit and loss	34,366,331	16,275,808
Loans and receivables	58,181,871	48,985,854
Property and equipment	82,311	90,734
Other investments	27,560	25,146
Total assets	<u>209,528,631</u>	<u>186,477,303</u>
<b>EQUITY AND LIABILITIES</b>		
Deposits and balances from banks	12,462,781	2,762,273
Deposits and balances from central banks and the Monetary Authority	32,082,645	27,429,052
Deposits from customers	19,841,901	17,341,348
Amount due to overseas offices of the Bank	112,372,622	123,769,116
Certificates of deposit issued	964,295	1,033,547
Other liabilities	31,463,554	14,180,644
Total liabilities	<u>209,187,798</u>	<u>186,515,980</u>
Reserves		
- Profit for the period/year	618,663	393,259
- Accumulated losses	(222,283)	(431,792)
- Revaluation reserve and other reserve	(55,547)	(144)
Total equity and liabilities	<u>209,528,631</u>	<u>186,477,303</u>

SOCIETE GENERALE HONG KONG BRANCH

SECTION A - HONG KONG BRANCH INFORMATION - continued

ADDITIONAL BALANCE SHEET INFORMATION

(i)	Loans and receivables	<u>30.6.2018</u> HK\$'000	<u>31.12.2017</u> HK\$'000
	Loans and advances to customers	55,712,879	47,058,404
	Collective impairment allowances	(62,761)	-
	Individual impairment allowances for impaired assets against loans and advances to customers	<u>(115,545)</u>	<u>(174,502)</u>
		55,534,573	46,883,902
	Accrued interest and other accounts	<u>2,647,298</u>	<u>2,101,952</u>
		<u>58,181,871</u>	<u>48,985,854</u>

- (ii) Collective impairment allowances of HK\$62,761,000 as at 30 June 2018 (2017 December 2017: HK\$Nil) to cover possible loan losses are separately identified and maintained in the Branch's accounts.

Where there is a risk that borrowers may not be able to honor a part or all of their liabilities or commitments, impairment allowances for specifically identified impaired assets are charged against income.

(iii)	(a)	Impaired loans and advances to customers:	<u>30.6.2018</u> HK\$'000	<u>31.12.2017</u> HK\$'000
		Impaired advances to customers	397,668	548,243
		As percentage of total advances to customers	0.71%	1.17%
		Individual impairment allowances	(115,545)	(174,502)

Impaired advances to customers are those advances where objective evidence exists that full repayment of principal or interest is considered unlikely.

The individual impairment allowances are made after taking into account the value of collateral in respect of such advances. The value of collateral is HK\$478,685,000 as at 30 June 2018 (31 December 2017: HK\$627,145,000).

- (b) Impairment allowances by geographical area:

The analysis of impairment allowances by geographical area, which is significant according to the location of the counterparties (constitutes 10% or more of the total advances to customers), is as follows:

	<u>30.6.2018</u> HK\$'000	<u>31.12.2017</u> HK\$'000
- Hong Kong	51,160	98,636
- Panama	45,428	45,240
- Marshall Islands	<u>11,905</u>	<u>25,046</u>
	<u>108,493</u>	<u>168,922</u>

SOCIETE GENERALE HONG KONG BRANCH

SECTION A - HONG KONG BRANCH INFORMATION - continued

ADDITIONAL BALANCE SHEET INFORMATION - continued

(iv) Impaired loans and advances to banks and other financial institutions

There were no impaired loans and advances to banks and other financial institutions as at 30 June 2018 and 31 December 2017.

(v) Overdue and rescheduled loans and advances

(a) There were loans and advances to customers which were overdue for more than one month as at 30 June 2018 and 31 December 2017.

	<u>30.6.2018</u>		<u>31.12.2017</u>	
	Overdue loans and advances to customers HK\$'000	Percentage of total loans and advances to customers %	Overdue loans and advances to customers HK\$'000	Percentage of total loans and advances to customers %
Loans and advances to customer which have been overdue for				
- more than 1 month but not more than 3 months	-	-	-	-
- more than 3 months but not more than 6 months	-	-	-	-
- more than 6 months but not more than 1 year	-	-	-	-
- more than 1 year	103,142	0.19	116,620	0.25

There were loans and advances to customers overdue for more than 1 year. Individual impairment has been provided for the loans and advances to customers which have been overdue for more than 1 year. The collateral held in respect of the overdue loans and advances to customers is HK\$Nil as at 30 June 2018 (31 December 2017: HK\$Nil).

	<u>30.6.2018</u> HK\$'000	<u>31.12.2017</u> HK\$'000
Covered portion of total overdue loans and advances	-	-
Uncovered portion of total overdue loans and advances	103,142	116,620



SOCIETE GENERALE HONG KONG BRANCH

SECTION A - HONG KONG BRANCH INFORMATION - continued

ADDITIONAL BALANCE SHEET INFORMATION – continued

(v) Overdue and rescheduled loans and advances - continued

(b) Overdue loans and advances by geographical area:

The analysis of overdue loans and advances by geographical area, which is significant according to the location of the counterparties (constitutes 10% or more of the total overdue loans and advances), is as follows:

	<u>30.6.2018</u> HK\$'000	<u>31.12.2017</u> HK\$'000
- Hong Kong	26,281	25,987
- China	31,433	45,393
- Panama	45,428	45,240
	<u>103,142</u>	<u>116,620</u>

(c) There were no loans and advances to banks which were overdue for more than one month as at 30 June 2018 and 31 December 2017.

(d) There were rescheduled loans and advances to customers of HK\$31,433,000 as at 30 June 2018 (31 December 2017: HK\$45,393,000).

(e) There were no rescheduled loans and advances to banks as at 30 June 2018 and 31 December 2017.

(vi) Other assets overdue

There were no other assets overdue for more than one month as at 30 June 2018 and 31 December 2017.

(vii) No repossessed assets were held as of 30 June 2018 and 31 December 2017.

(viii) Deposits from customers

	<u>30.6.2018</u> HK\$'000	<u>31.12.2017</u> HK\$'000
Demand deposits and current accounts	5,371,042	7,091,162
Saving deposits	862,337	2,009,492
Time, call and notice deposits	13,608,522	8,240,694
	<u>19,841,901</u>	<u>17,341,348</u>

SOCIETE GENERALE HONG KONG BRANCH

SECTION A - HONG KONG BRANCH INFORMATION - continued

OFF-BALANCE-SHEET EXPOSURES

The following is a summary of the contractual or notional amounts of each significant class of off-balance-sheet exposure:

(i) Contingent liabilities and commitments	<u>30.6.2018</u>	<u>31.12.2017</u>
	HK\$'000	HK\$'000
Direct credit substitutes	631,158	639,095
Trade-related contingencies	1,537,599	2,857,518
Other commitments:		
- with an original maturity of under 1 year or are unconditionally cancellable	7,580,725	5,310,807
- with an original maturity of 1 year and over	1,923,342	2,713,319
Forward forward deposits placed	82,085,437	2,150,537
	<u>93,758,261</u>	<u>13,671,276</u>

SOCIETE GENERALE HONG KONG BRANCH

SECTION A - HONG KONG BRANCH INFORMATION - continued

SUPPLEMENTARY TO DERIVATIVE TRANSACTIONS

(i) Derivatives	<u>30.6.2018</u> HK\$'000	<u>31.12.2017</u> HK\$'000
Exchange rate contracts		
- Forwards	57,602,687	93,028,205
- Swaps	6,219,240	4,135,051
	<u>63,821,927</u>	<u>97,163,256</u>
Interest rate contracts		
- Swaps	14,237,689	21,457,225
- Forward forward deposits accepted	14,427,321	17,458,340
	<u>28,665,010</u>	<u>38,915,565</u>
Equity option contracts	<u>45,089</u>	<u>46,185</u>
	<u>186,290,287</u>	<u>149,796,282</u>

The contractual or notional amounts of the above instruments indicate the volume of transactions outstanding as of the balance sheet date. They do not represent amounts at risk.

The fair values of the above off-balance-sheet exposures after taking into account the effect of the valid bilateral netting agreement are as follows:

	<u>30.6.2018</u> HK\$'000	<u>31.12.2017</u> HK\$'000
Exchange rate contracts		
- Forwards	12,809	25,965
- Swaps	(1,376)	2,782
	<u>11,433</u>	<u>28,747</u>
Interest rate contracts		
- Swaps	3,517	5,327
Equity option contracts	<u>(7,374)</u>	<u>2,725</u>
	<u>(3,857)</u>	<u>8,052</u>

The amount of fair value which has taken into account the effect of the valid bilateral netting agreement is HK\$3,423,671 assets (31 December 2017: HK\$75,428,382 liabilities) for Forwards.

SOCIETE GENERALE HONG KONG BRANCH

SECTION A - HONG KONG BRANCH INFORMATION - continued

SEGMENTAL INFORMATION

(i) Loans and advances to customers by industry sectors

	<u>30.6.2018</u>		<u>31.12.2017</u>	
	Loans and advances to customers HK\$'000	Percentage of loans and advances secured by collateral %	Loans and advances to customers HK\$'000	Percentage of loans and advances secured by collateral %
Loans and advances for use in Hong Kong Industrial, commercial, and financial sectors				
- Manufacturing	4,971	-	7,698	-
- Electricity and gas	-	-	-	-
- Recreational activities	-	-	-	-
- Information technology	-	-	914,343	-
- Wholesale and retail trade	-	-	-	-
- Transport and transport equipment	431,694	100	303,041	100
- Financial concerns	488,911	-	357,023	-
- Others	-	-	-	-
	<u>925,576</u>	47	<u>1,582,105</u>	19
Trade finance	3,180,366	8	1,666,311	6
Loans and advances for use outside Hong Kong	<u>51,606,937</u>	9	<u>43,809,988</u>	5
Loan and advances to customers	<u><u>55,712,879</u></u>	9	<u><u>47,058,404</u></u>	5

The above analysis of loans and advances to customers by industry sectors is based on categories and definitions used by the Hong Kong Monetary Authority.

(ii) Loans and advances to customers by geographical area

The analysis of loans and advances to customers by geographical area, which is significant according to the location of the counterparties (constitutes 10% or more of the total advances to customers), is as follows:

	<u>30.6.2018</u> HK\$'000	<u>31.12.2017</u> HK\$'000
- Australia	20,963,269	19,103,317
- Hong Kong	10,100,504	9,847,607
- Others	24,649,106	18,107,480
	<u><u>55,712,879</u></u>	<u><u>47,058,404</u></u>

SOCIETE GENERALE HONG KONG BRANCH

## SECTION A - HONG KONG BRANCH INFORMATION - continued

SEGMENTAL INFORMATION - continued

## (iii) Non-bank Mainland exposures

The analysis of Mainland exposures to non-bank counterparties (being exposures which are material) as at 30 June 2018 and 31 December 2017 are as follows:

<u>In millions of HK\$</u>	<u>On-balance sheet exposure</u>	<u>Off-balance sheet exposure</u>	<u>Total</u>
As at 30 June 2018			
Central government, central government owned entities and their subsidiaries and joint ventures	9,849	145	9,994
Local governments, local government-owned entities and their subsidiaries and joint ventures	297	-	297
PRC nationals residing in Mainland China or other entities incorporated in Mainland China and their subsidiaries and joint ventures	7,817	2,454	10,271
Other entities of central governments	1,516	424	1,940
Other entities of local governments	137	-	137
Entities incorporated outside Mainland China where the credit is granted for use in Mainland China	-	-	-
Other counterparties where the exposures are considered by the Branch to be non-bank Mainland exposures	-	-	-
Total	<u>19,616</u>	<u>3,023</u>	<u>22,639</u>
Total assets after provision	209,529		
On balance sheet exposures as percentage of total assets	9%		

SOCIETE GENERALE HONG KONG BRANCH

SECTION A - HONG KONG BRANCH INFORMATION - continued

SEGMENTAL INFORMATION - continued

(iii) Non-bank Mainland exposures - continued

<u>In millions of HK\$</u>	<u>On-balance sheet exposure</u>	<u>Off-balance sheet exposure</u>	<u>Total</u>
As at 31 December 2017			
Central government, central government owned entities and their subsidiaries and joint ventures	8,673	1,625	10,298
Local governments, local government- owned entities and their subsidiaries and joint ventures	-	37	37
PRC nationals residing in Mainland China or other entities incorporated in Mainland China and their subsidiaries and joint ventures	5,527	1,677	7,204
Other entities of central governments	1,710	665	2,375
Other entities of local governments	140	-	140
Entities incorporated outside Mainland China where the credit is granted for use in Mainland China	-	-	-
Other counterparties where the exposures are considered by the Branch to be non- bank Mainland exposures	-	-	-
Total	<u>16,050</u>	<u>4,004</u>	<u>20,054</u>
Total assets after provision	186,477		
On balance sheet exposures as percentage of total assets	9%		

The analysis of non-bank mainland exposures is based on the categories of non-bank counterparties and the type of direct exposures with reference to the Hong Kong Monetary Authority return 'Return of Mainland Activities', which includes mainland exposures extended by the Branch.

SOCIETE GENERALE HONG KONG BRANCH

## SECTION A - HONG KONG BRANCH INFORMATION - continued

SEGMENTAL INFORMATION - continued

## (iv) International claims

The following illustrates the major country or geographical segment breakdown of international claims (constitutes 10% or more of the total international claims after taking into account any recognized risk transfer) by types of counterparties:

In millions of HK\$

			<u>Non-bank private sector</u>				
	<u>Banks</u>	<u>Official sector</u>	<u>Non-bank financial institutions</u>	<u>Non-financial private sector</u>	<u>Others</u>	<u>Total</u>	
As at 30 June 2018							
1.	Developed countries	111,486	-	8,701	19,449	-	139,636
	of which Australia	50	-	8,541	12,509	-	21,100
	of which France	111,197	-	-	28	-	111,225
As at 31 December 2017							
1.	Developed countries	114,515	-	8,582	14,212	-	137,309
	of which Australia	8	-	8,509	10,527	-	19,044
	of which France	114,233	-	-	29	-	114,262
2.	Developing Asia and Pacific	6,817	36	23	10,755	-	17,631

## SOCIETE GENERALE HONG KONG BRANCH

### SECTION A - HONG KONG BRANCH INFORMATION - continued

#### CURRENCY RISK

The Branch does not have any discloseable currency risk exposure arising from options and structural positions. The currency risk arising from the Branch's operations for those individual currencies which each constitute more than 10% of the total net position in all foreign currencies is as follows:

#### Equivalent in millions of HK\$

As at 30 June 2018

	AUD	CHF	CNY	EUR	JPY	USD	Total
Spot assets	12,258	10	1,886	33,858	12,254	111,575	171,841
Spot liabilities	(11,210)	-	(776)	(34,189)	(6,531)	(113,576)	(166,282)
Forward purchases	1,548	-	3,413	6,141	1,034	29,883	42,019
Forward sales	(2,580)	-	(4,483)	(5,829)	(6,742)	(27,872)	(47,506)
Net short position	<u>16</u>	<u>10</u>	<u>40</u>	<u>(19)</u>	<u>15</u>	<u>10</u>	<u>72</u>

As at 31 December 2017

	EUR	USD	Total
Spot assets	41,853	85,108	126,961
Spot liabilities	(31,799)	(90,083)	(121,882)
Forward purchases	7,528	49,362	56,890
Forward sales	(17,692)	(44,216)	(61,908)
Net long/(short) position	<u>(110)</u>	<u>171</u>	<u>61</u>

#### LIQUIDITY

	<u>2018</u> Unaudited
Average liquidity maintenance ratio	
- First quarter	56.14%
- Second quarter	<u>63.89%</u>
Average core funding ratio	
- First quarter	151.22%
- Second quarter	<u>176.84%</u>
	<u>2017</u> Unaudited
Average liquidity maintenance ratio for the six months ended 30 June	<u>61.76%</u>



## SOCIETE GENERALE HONG KONG BRANCH

### SECTION A - HONG KONG BRANCH INFORMATION – continued

#### LIQUIDITY – continued

The current interim period liquidity maintenance ratio reflects the average position of each quarter, other than the six months' average as required in the prior period, and is calculated as the arithmetic mean of each calendar month's average value as reported in the Return of Liquidity Position submitted by the Branch to the Hong Kong Monetary Authority pursuant to section 63 of the Ordinance.

The core funding ratio reflects the average position of each quarter and is calculated as the arithmetic mean of each calendar month's average value as reported in the Return of Stable Funding Position submitted by the Branch to the Hong Kong Monetary Authority pursuant to section 63 of the Ordinance.

#### Liquidity Risk Management Governance in SG HK Branch ("SG HK")

##### Liquidity risk management

Liquidity risk is the risk that the Branch cannot meet its current contractual and contingent obligations. To manage liquidity risk, the Branch has established the liquidity risk management framework which is in line with the Group's framework and approved by the Branch's management. Such framework is documented in the Branch's liquidity risk management policy which is reviewed at least annually, and is consistent with the SG group's liquidity management.

##### ALCO

SG HK holds Asset & Liability Management Committee ("ALCO") on a monthly basis and liquidity topics are monitored via this ALCO. General objective of the ALCO is to monitor the structure and growth of balance sheet, review the structural risk and liquidity risk. SG HK's ALCO also monitors the liquidity risk tolerance and liquidity targets. The ALCO is chaired by the Chief Executive of SG HK with representative from Treasury, Business Lines, Finance and Risk functions.

##### Treasury

Treasury function is responsible for operational management of SG HK's liquidity position, both in business as usual conditions and in crisis situation. The goals and objectives of the function are to provide funding to various business lines, ensure diversification of funding sources in SG HK with an optimized cost of liquidity, maintain adequate liquidity buffers to cover outflow in both normal and stress periods, ensure compliance of regulatory ratios and internal limits. Its activity is governed by the Group Treasurer and dedicated mandate accompanied by limits set by Risk function and in the respect of the local liquidity framework set by the ALCO.

#### Liquidity Risk Monitoring in SG HK Branch ("SG HK")

##### Oversight

SG HK has implemented adequate governance and management information systems to ensure compliance with regulatory ratios and internal limits and has put in place the management oversight around these. For example, Liquidity Maintenance Ratio ("LMR") and liquidity gap are communicated to the senior management of SG HK on a daily basis.

##### Internal stress testing

The objective of internal stress testing is to ensure sufficient liquidity for the Branch under different adverse scenarios to ensure compliance with survival horizon established for SG HK and monitor adequate liquidity reserves over the medium term. SG HK has used the SG Group's assumptions and methodology for stress testing. The results of stress testing are communicated to the management of SG HK on a daily basis and reported to the ALCO.

SOCIETE GENERALE HONG KONG BRANCH

SECTION A - HONG KONG BRANCH INFORMATION – continued

LIQUIDITY – continued

Liquidity Risk Monitoring in SG HK Branch ("SG HK") – continued

Contingency Funding Plan ("CFP")

SG HK has its own CFP, which is reviewed annually, is approved by the ALCO and is communicated to the Group Treasurer.

SG HK's CFP defines the framework for monitoring liquidity indicators in accordance with the liquidity crisis framework of the SG Group. The CFP designs an appropriate escalation procedure based on Early Warning Indicators, defines criteria to trigger CFP and the management of liquidity crisis with proper governance for alternative funding source. In particular, the trigger of SG HK's CFP is immediately communicated to the Group Treasurer.

## SOCIETE GENERALE HONG KONG BRANCH

### SECTION B - BANK INFORMATION (CONSOLIDATED BASIS)

The information set out below is based on the most recent consolidated accounts for the Bank as a whole as at 30 June 2018 and 31 December 2017.

#### PRUDENTIAL CAPITAL RATIO

	<u>30.6.2018</u>	<u>31.12.2017</u>
	%	%
Core Tier 1 ratio	11.1	11.6
Tier 1 ratio	13.6	14.0
Total capital ratio	<u>16.8</u>	<u>17.1</u>

The solvency ratio (Basel 2.5 solvency ratio) complies with the calculation methods established by the French Prudential Supervisory Authority. This ratio is based on the Bank's consolidated banking activities, thus eliminating the contributions of the insurance entities.

#### SHAREHOLDERS' FUND

	<u>30.6.2018</u>		<u>31.12.2017</u>	
	<u>EUR' billion</u>	<u>HK\$' billion equivalent</u>	<u>EUR' billion</u>	<u>HK\$' billion equivalent</u>
Aggregate amount of shareholders' fund	<u>59</u>	<u>538</u>	<u>59</u>	<u>555</u>

#### OTHER FINANCIAL INFORMATION

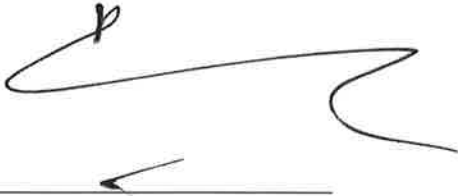
	<u>30.6.2018</u>		<u>31.12.2017</u>	
	<u>EUR' billion</u>	<u>HK\$' billion equivalent</u>	<u>EUR' billion</u>	<u>HK\$' billion equivalent</u>
Total assets	1,298	11,847	1,275	11,919
Total liabilities	1,235	11,272	1,211	11,321
Total advances to customers	427	3,897	425	3,973
Total customer deposits	<u>415</u>	<u>3,788</u>	<u>411</u>	<u>3,842</u>

	<u>30.6.2018</u>		<u>30.6.2017</u>	
	<u>EUR' billion</u>	<u>HK\$' billion equivalent</u>	<u>EUR' billion</u>	<u>HK\$' billion equivalent</u>
Pre-tax profit	<u>3.23</u>	<u>29</u>	<u>2.79</u>	<u>25</u>

SOCIETE GENERALE HONG KONG BRANCH

STATEMENT OF COMPLIANCE

This is to confirm that the information in these disclosure statements for the six months ended 30 June 2018 complies with the Banking (Disclosure) Rules (the "Rules") and the additional guidance that aims to assist Authorized Institutions with their preparation of the financial disclosures in accordance with the requirements of the Rules and is not false or misleading in any material respect.



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David Abitbol  
CHIEF EXECUTIVE



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Joanne Lam Hoi Yin  
CHIEF ACCOUNTANT

21 September 2018

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