Standard Chartered Bank (Hong Kong) Limited

Condensed Consolidated Interim Financial Statements (unaudited)

For the period ended
30 June 2026

Standard Chartered Bank (Hong Kong) Limited

Contents

The directors are pleased to announce the unaudited consolidated interim results of Standard Chartered Bank (Hong Kong) Limited (the “Bank”) and its subsidiaries (together referred to as the “Group”) for the six months ended 30 June 2026.

2026 First Half Results

Profit before taxation increased by HK$1,124 million from HK$15,577 million to HK$16,701 million. Net interest income increased by 8 per cent to HK$11,407 million. Net fee and commission income increased by 53 per cent over the corresponding period in 2025. Total operating income increased by HK$1,681 million to HK$35,851 million.

Operating expenses increased by HK$458 million over the corresponding period to HK$17,703 million. Total impairments decreased by HK$706 million over the corresponding period.

Profit after taxation was HK$14,242 million, an increase of HK$969 million over HK$13,273 million recorded in the first half of 2025.

Condensed consolidated income statement (unaudited)
For the period ended 30 June 2026

(Expressed in millions of Hong Kong dollars)

	Note	**6 months ended 30 June 2026 HK$'M**	6 months ended 30 June 2025 HK$'M
Interest income	3	**32,677**	33,958
Interest expense	4	**(21,270)**	(23,355)
Net interest income		**11,407**	10,603
Fee and commission income		**9,891**	7,281
Fee and commission expense		**(1,831)**	(2,021)
Net fee and commission income	5	**8,060**	5,260
Net trading income	6	**16,145**	17,985
Other operating income	7	**239**	322
		24,444	23,567
Total operating income		**35,851**	34,170
Staff costs		**(8,521)**	(7,702)
Premises and equipment		**(1,385)**	(1,378)
Others		**(7,797)**	(8,165)
Operating expenses	8	**(17,703)**	(17,245)
Operating profit before impairment		**18,148**	16,925
Credit impairment	9	**(1,405)**	(2,083)
Other impairment	10	**(42)**	(70)
Operating profit after impairment		**16,701**	14,772
Share of profit of an associate		**–**	805
Profit before taxation		**16,701**	15,577
Taxation	11	**(2,459)**	(2,304)
Profit after taxation		**14,242**	13,273
Profit/(loss) attributable to:			
– Non-controlling interests		**(2)**	(52)
– Equity shareholders of the Bank		**14,244**	13,325
Profit after taxation		**14,242**	13,273

The notes on pages 7 to 32 form part of these condensed consolidated interim financial statements.

Condensed consolidated statement of comprehensive income (unaudited)
For the period ended 30 June 2026

(Expressed in millions of Hong Kong dollars)

	6 months ended 30 June 2026 HK$'M	6 months ended 30 June 2025 HK$'M
Profit after taxation	**14,242**	13,273
Other comprehensive income:		
Items that will not be reclassified to the income statement:		
Own credit adjustment:		
– Changes in own credit adjustment on financial liabilities designated at fair value through profit or loss	**227**	(360)
– Related tax effect	**(54)**	83
Defined benefit plans:		
– Remeasurement of retirement benefit obligations	**364**	34
– Related tax effect	**(80)**	(5)
Equity securities at fair value through other comprehensive income:		
– Changes in fair value recognised during the period	**(42)**	64
– Related tax effect	**(5)**	(12)
Property revaluation	**(13)**	–
Items that may be reclassified subsequently to the income statement:		
Share of impact from an associate	**378**	(237)
Debt securities at fair value through other comprehensive income:		
– Changes in fair value recognised during the period	**(779)**	813
– Changes in fair value transferred to the income statement on disposal	**(27)**	(77)
– Transfer to the income statement on fair value hedged items attributable to hedged risk	**9**	(169)
– Expected credit loss	**6**	6
– Related tax effect	**98**	24
Cash flow hedges:		
– Changes in fair value recognised during the period	**(2,385)**	2,137
– Transfer to the income statement on termination of hedging derivatives	**(211)**	(82)
– Related tax effect	**428**	(345)
Exchange differences	**1,141**	3,698
Other comprehensive income/(loss) for the period, net of tax	**(945)**	5,572
Total comprehensive income	**13,297**	18,845
Total comprehensive income/(loss) attributable to:		
– Non-controlling interests	**(7)**	(39)
– Equity shareholders of the Bank	**13,304**	18,884
Total comprehensive income	**13,297**	18,845

The notes on pages 7 to 32 form part of these condensed consolidated interim financial statements.

Condensed consolidated statement of financial position as at 30 June 2026 (unaudited)

(Expressed in millions of Hong Kong dollars)

	Note	At 30 June 2026 HK$'M	At 31 December 2025 HK$'M
Assets			
Cash and balances at central banks		**101,521**	98,549
Loans and advances to banks	13	**191,243**	148,906
Hong Kong SAR Government certificates of indebtedness		**51,001**	50,191
Financial assets at fair value through profit or loss	14	**782,390**	647,036
Investment securities	15	**462,162**	485,386
Loans and advances to customers	16	**1,031,020**	992,554
Amounts due from immediate holding company		**1**	1
Amounts due from fellow subsidiaries		**324,668**	255,992
Interest in an associate		**7,987**	6,875
Property, plant and equipment	18	**9,787**	10,312
Goodwill and intangible assets		**14,558**	13,046
Current tax assets		**69**	193
Deferred tax assets		**756**	824
Other assets	19	**193,459**	190,584
Total assets		**3,170,622**	2,900,449
Liabilities			
Hong Kong SAR currency notes in circulation		**51,001**	50,191
Deposits by banks		**33,682**	43,391
Customer accounts	21	**2,146,069**	2,046,841
Financial liabilities at fair value through profit or loss	22	**323,320**	248,597
Debt securities in issue	23	**18,493**	19,070
Amounts due to immediate holding company		**56,426**	45,773
Amounts due to fellow subsidiaries		**150,698**	112,893
Current tax liabilities		**2,696**	1,283
Deferred tax liabilities		**1,368**	1,402
Other liabilities	24	**180,338**	117,669
Total liabilities		**2,964,091**	2,687,110
Equity			
Share capital		**65,025**	65,025
Reserves		**110,523**	110,258
Shareholders' equity	25	**175,548**	175,283
Other equity instruments		**30,415**	37,465
Non-controlling interests		**568**	591
Total equity		**206,531**	213,339
Total equity and liabilities		**3,170,622**	2,900,449

The notes on pages 7 to 32 form part of these condensed consolidated interim financial statements.

Condensed consolidated statement of changes in equity (unaudited)
For the period ended 30 June 2026

(Expressed in millions of Hong Kong dollars)

	Share capital HK$'M	Own credit adjustment reserve HK$'M	Cash flow Hedge reserve HK$'M	FVOCI reserve – Debt[2] HK$'M	FVOCI reserve – Equity HK$'M	Exchange reserve HK$'M	Other reserves HK$'M	Retained profits HK$'M	Sub-total HK$'M	Other equity instruments HK$'M	Non-controlling interests HK$'M	Total HK$'M
At 1 January 2025	65,025	(98)	91	160	(49)	(14,264)	13,553	104,573	168,991	23,384	480	192,855
Issuance of Additional Tier 1 capital	–	–	–	–	–	–	–	–	–	14,053	–	14,053
Profit for the period	–	–	–	–	–	–	–	13,325	13,325	–	(52)	13,273
Other comprehensive income/(loss), net of tax	–	(277)	1,710	347	52	3,698	–	29	5,559	–	13	5,572
Dividend paid[1]	–	–	–	–	–	–	–	(9,484)	(9,484)	–	–	(9,484)
Movement in respect of share-based compensation plans	–	–	–	–	–	–	–	(277)	(277)	–	–	(277)
Capital injection from non-controlling interests	–	–	–	–	–	–	–	–	–	–	140	140
Transfer from retained profits	–	–	–	–	–	–	613	(580)	33	–	(33)	–
At 30 June 2025	65,025	(375)	1,801	507	3	(10,566)	14,166	107,586	178,147	37,437	548	216,132
Issuance of Additional Tier 1 capital	–	–	–	–	–	–	–	–	–	7,778	–	7,778
Redemption of Additional Tier 1 capital	–	–	–	–	–	–	–	(103)	(103)	(7,750)	–	(7,853)
Profit for the period	–	–	–	–	–	–	–	8,233	8,233	–	(89)	8,144
Other comprehensive income/(loss), net of tax	–	(213)	(385)	(481)	157	(669)	64	160	(1,367)	–	(10)	(1,377)
Dividend paid[1]	–	–	–	–	–	–	–	(9,442)	(9,442)	–	–	(9,442)
Movement in respect of share-based compensation plans	–	–	–	–	–	–	–	(44)	(44)	–	–	(44)
Capital injection from non-controlling interests	–	–	–	–	–	–	–	–	–	–	1	1
Transfer from retained profits	–	–	–	–	–	–	13	(154)	(141)	–	141	–
At 31 December 2025 and 1 January 2026	65,025	(588)	1,416	26	160	(11,235)	14,243	106,236	175,283	37,465	591	213,339
Redemption of Additional Tier 1 capital	–	–	–	–	–	–	–	–	–	(7,050)	–	(7,050)
Profit for the period	–	–	–	–	–	–	–	14,244	14,244	–	(2)	14,242
Other comprehensive income/(loss), net of tax	–	173	(2,168)	(310)	(47)	1,141	(13)	284	(940)	–	(5)	(945)
Dividend paid[1]	–	–	–	–	–	–	–	(12,831)	(12,831)	–	–	(12,831)
Movement in respect of share-based compensation plans	–	–	–	–	–	–	–	(209)	(209)	–	–	(209)
Equity transactions with non-controlling interests	–	–	–	–	–	–	–	–	–	–	(15)	(15)
Transfer from retained profits	–	–	–	–	(25)	–	1,261	(1,235)	1	–	(1)	–
At 30 June 2026	**65,025**	**(415)**	**(752)**	**(284)**	**88**	**(10,094)**	**15,491**	**106,489**	**175,548**	**30,415**	**568**	**206,531**

1 During the six months ended 30 June 2026, the directors had declared and paid an ordinary dividend of HK$2.15 per each Class A, B, C and D ordinary shares totalling HK$11,385 million (year ended 31 December 2025: HK$16,570 million). Dividends of HK$304 million (year ended 31 December 2025: HK$647 million), nil (year ended 31 December 2025: HK$470 million), HK$78 million (year ended 31 December 2025: HK$168 million), HK$76 million (year ended 31 December 2025: HK$150 million), HK$185 million (year ended 31 December 2025: HK$368 million), HK$297 million (year ended 31 December 2025: HK$299 million), HK$233 million (year ended 31 December 2025: HK$254 million) and HK$273 million (year ended 31 December 2025: nil) were paid in respect of the US$900 million floating rate undated Additional Tier 1 Capital Securities, the US$1,000 million fixed rate undated Additional Tier 1 Capital Securities, the US$250 million floating rate undated Additional Tier 1 Capital Securities, the US$250 million fixed rate undated Additional Tier 1 Capital Securities, the US$600 million 7.875% Fixed Rate Reset Undated Additional Tier 1 Capital Securities, US$1,000 million 7.625% Fixed Rate Reset Undated Additional Tier 1 Capital Securities, the US$800 million floating rate undated Additional Tier 1 Capital Securities and the US$1,000 million 7.000% Fixed Rate Reset Undated Additional Tier 1 Capital Securities classified as equity, respectively.

2 Includes share of other comprehensive loss from an associate as at 30 June 2026 of HK$411 million (31 December 2025: HK$789 million).

The notes on pages 7 to 32 form part of these condensed consolidated interim financial statements.

Condensed consolidated cash flow statement (unaudited)
For the period ended 30 June 2026

(Expressed in millions of Hong Kong dollars)

	6 months ended 30 June 2026 HK$'M	6 months ended 30 June 2025 HK$'M
Operating activities:		
Profit before taxation	**16,701**	15,577
Adjustments for non-cash items and other adjustments included within income statement	**2,903**	7,182
Change in operating assets	**(235,618)**	(322,536)
Change in operating liabilities	**285,069**	306,993
Income tax paid	**(460)**	(829)
Net cash generated from operating activities	**68,595**	6,387
Investing activities:		
Payment for purchase of property, plant and equipment	**(172)**	(233)
Payment for purchase of intangible assets	**(2,427)**	(1,073)
Proceeds from disposal of property, plant and equipment	**–**	178
Net cash used in investing activities	**(2,599)**	(1,128)
Financing activities:		
Issuance of Additional Tier 1 Capital	**–**	14,053
Redemption of Additional Tier 1 Capital	**(7,050)**	–
Issuance of subordinated liabilities	**23,406**	5,497
Redemption of subordinated liabilities	**(11,671)**	(1,941)
Equity transactions with non-controlling interest	**(15)**	140
Dividend paid to shareholders of the Bank	**(12,831)**	(9,484)
Payment of lease liabilities	**(244)**	(292)
Interest paid on subordinated liabilities	**(247)**	(106)
Net cash (used in)/generated from financing activities	**(8,652)**	7,867
Net increase in cash and cash equivalents	**57,344**	13,126
Cash and cash equivalents at 1 January	**95,818**	83,569
Effect of foreign exchange	**679**	4,028
Cash and cash equivalents at 30 June	**153,841**	100,723

The notes on pages 7 to 32 form part of these condensed consolidated interim financial statements.

Notes to condensed consolidated interim financial statements (unaudited)

(Expressed in millions of Hong Kong dollars)

1. Principal activities

Standard Chartered Bank (Hong Kong) Limited (the "Bank") is a licensed bank registered under the Hong Kong Banking Ordinance. The principal activities of the Bank and its subsidiaries (together referred to as the "Group") are the provision of banking and related financial services.

2. Material accounting policies

(a) Statement of compliance

These condensed consolidated interim financial statements have been prepared in compliance with Hong Kong Accounting Standard ("HKAS") 34, Interim Financial Reporting, issued by the Hong Kong Institute of Certified Public Accountants ("HKICPA") and International Accounting Standard ("IAS") 34 Interim Financial Reporting, issued by the International Accounting Standards Board ("IASB").

The preparation of the condensed consolidated interim financial statements in conformity with HKAS 34/IAS 34 requires management to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses on a year-to-date basis. Actual results may differ from these estimates. In preparing the condensed consolidated interim financial statements, the significant judgement made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that were applied to the consolidated financial statements for the year ended 31 December 2025.

The condensed consolidated interim financial statements should be read in conjunction with the consolidated financial statements for the year ended 31 December 2025, which have been prepared in accordance with Hong Kong Financial Reporting Standards ("HKFRSs") and International Financial Reporting Standards ("IFRSs").

The condensed consolidated interim financial statements are unaudited.

(b) Basis of preparation

The accounting policies applied in preparing these condensed consolidated interim financial statements are materially consistent with those applied in preparing the consolidated financial statements for the year ended 31 December 2025. No revised accounting standards, which became effective from 1 January 2026, have a material impact on the condensed consolidated interim financial statements.

(c) Basis of consolidation

The Group had subordinated and senior debt in issue which are traded in various stock exchanges. Consequently, the Group is required to prepare consolidated financial statements in accordance with HKFRS 10/IFRS 10 "Consolidated Financial Statements".

These condensed consolidated interim financial statements cover the consolidated positions of the Group unless otherwise stated and include the attributable share of the results and reserves of its associates.

3. Interest income

	6 months ended 30 June 2026 HK$'M	6 months ended 30 June 2025 HK$'M
Interest income arising from financial assets:		
– amortised cost	**29,967**	30,926
– measured at fair value through other comprehensive income	**2,710**	3,032
	32,677	33,958

Notes to condensed consolidated interim financial statements (unaudited) (continued)

(Expressed in millions of Hong Kong dollars)

4. Interest expense

	6 months ended 30 June 2026 HK$'M	6 months ended 30 June 2025 HK$'M
Interest expense arising from financial liabilities measured at amortised cost	**21,204**	23,276
Interest expenses on lease liabilities	**66**	79
	21,270	23,355

5. Net fee and commission income

	6 months ended 30 June 2026 HK$'M	6 months ended 30 June 2025 HK$'M
Fee and commission income	**9,891**	7,281
Of which		
– Financial instruments that are not fair valued through profit or loss	**1,310**	1,384
– Trust and other fiduciary activities	**1,338**	1,004
Fee and commission expense	**(1,831)**	(2,021)
Of which		
– Financial instruments that are not fair valued through profit or loss	**(589)**	(621)
– Trust and other fiduciary activities	**(134)**	(249)
Net fee and commission income	**8,060**	5,260

	6 months ended 30 June 2026 HK$'M	6 months ended 30 June 2025 HK$'M
Transaction Services	**1,413**	1,041
Banking	**538**	587
Markets	**419**	182
Wealth Solutions	**5,416**	3,413
Retail Products	**262**	328
Others	**12**	(291)
Net fee and commission income	**8,060**	5,260

6. Net trading income

	6 months ended 30 June 2026 HK$'M	6 months ended 30 June 2025 HK$'M
Net gains on instruments held for trading	**13,130**	14,845
Net gains on non-trading financial assets mandatorily at fair value through profit or loss	**3,158**	3,305
Net losses on financial instruments designated at fair value through profit or loss	**(143)**	(165)
	16,145	17,985

Notes to condensed consolidated interim financial statements (unaudited) (continued)

(Expressed in millions of Hong Kong dollars)

7. Other operating income

	6 months ended 30 June 2026 HK$'M	6 months ended 30 June 2025 HK$'M
Rental income from operating lease assets	**119**	123
Dividend income from financial assets at fair value through other comprehensive income	**23**	18
Net gains on disposal of debt securities at fair value through other comprehensive income	**27**	76
Net gains on disposal of fixed assets	**–**	36
Net losses on disposal of financial instruments measured at amortised cost	**(2)**	(54)
Net gains on revaluation of investment properties (note 18)	**17**	1
Others	**55**	122
	239	322

8. Operating expenses

	6 months ended 30 June 2026 HK$'M	6 months ended 30 June 2025 HK$'M
Staff costs		
– wages and salaries	**6,403**	5,931
– contributions to defined contribution plans	**389**	363
– expense in respect of the defined benefits plan	**74**	92
– net share-based payment expenses	**271**	158
– other staff costs	**1,384**	1,158
Depreciation (note 18)	**877**	847
Premises and equipment expense, excluding depreciation	**508**	531
Amortisation of other intangible assets	**863**	723
Auditor's remuneration	**27**	25
Others	**6,907**	7,417
	17,703	17,245

9. Credit impairment

	6 months ended 30 June 2026 HK$'M	6 months ended 30 June 2025 HK$'M
Net expected credit loss charges/(releases) on:		
– loans and advances to banks	**(14)**	(11)
– loans and advances to customers	**1,302**	2,117
– debt securities at amortised cost	**40**	8
– debt securities at fair value through other comprehensive income	**6**	5
– loan commitments and financial guarantees	**71**	(36)
	1,405	2,083

Notes to condensed consolidated interim financial statements (unaudited) (continued)

(Expressed in millions of Hong Kong dollars)

10. Other impairment

	6 months ended 30 June 2026 HK$'M	6 months ended 30 June 2025 HK$'M
Charges for property, plant and equipment (note 18)	–	(1)
Charges for capitalised software and other intangible assets	44	69
Others	(2)	2
	42	70

11. Taxation

	6 months ended 30 June 2026 HK$'M	6 months ended 30 June 2025 HK$'M
Hong Kong profits tax	1,380	1,360
Overseas taxation	624	928
Deferred taxation	455	16
	2,459	2,304

12. Segmental reporting

The Group's segmental reporting is in accordance with HKFRS 8/IFRS 8 Operating Segments and is reported consistently with the internal performance framework and as presented to the Group's Management Team.

The analysis reflects how the client segments and markets are managed internally to drive better decision-making, resource allocation and return outcomes. Income attribution to segment and markets is based on their contribution to the revenue generated across the network, considering factors such as booking location, trader and sales effort. Treasury outcomes which segments can directly benefit, influence, and optimise are allocated to individual business segments.

Prior year amounts have been restated following the Group's change in organisation structure effective 1 January 2026. As such, the Ventures segment has been removed, and Digital Banks has been reclassified from the Ventures segment to the WRB segment. These changes have impacted the classification of balance sheet items, cost, and income across the CIB, WRB and C&O segments. In addition, the Group changed the measure of segment performance and income reviewed by the Chief Operating Decision Maker from an underlying view to a reported view. Comparative segment information has been restated to present segment performance on a reported basis. The change has resulted in items previously excluded on the basis they were not underlying in nature, now being included within reported performance.

Client segments

The Group has two reportable business segments: Corporate and Investment Banking ("CIB") and Wealth and Retail Banking ("WRB"):

(i) CIB supports clients with their transaction banking, financial markets, corporate finance and borrowing needs. The Group provides solutions in some of the world's fastest-growing economies and most active trade corridors. Our clients include governments, banks, investors and local and large corporations.

(ii) WRB serves individuals and small businesses, with a focus on affluent segment. The Group provides digital banking services with a human touch to our clients, with services spanning across deposits, payments, financing products and Wealth Management. Private Banking offers a full range of investment, credit and wealth planning products to grow, and protect, the wealth of high net-worth individuals. The Group also supports clients with their business banking needs.

Activities not directly related to a client are included in Central & Other items. These mainly include Corporate Centre costs, treasury activities, and certain strategic investments.

Geographical segments

The Group comprises four geographical segments, Hong Kong, Mainland China, Taiwan and Korea. Geographical segment is classified by the location of the principal operations of the subsidiary.

Notes to condensed consolidated interim financial statements (unaudited) (continued)

(Expressed in millions of Hong Kong dollars)

12. Segmental reporting (continued)

(a) Segment results, assets and liabilities

Revenue and expenses are allocated to the reportable segments with reference to income generated by those segments and the expenses incurred by those segments or which otherwise arise from the depreciation or amortisation of assets attributable to those segments.

Client segments

	6 months ended 30 June 2026			
	Corporate & Investment Banking HK$'M	Wealth & Retail Banking HK$'M	Central & Other Items HK$'M	Consolidated Total HK$'M
Operating income				
– External	18,277	9,412	7,599	35,288
– Inter-segment	(4,683)	12,147	(7,464)	–
	13,594	21,559	135	35,288
Operating expenses	(7,029)	(10,185)	112	(17,102)
Operating profit before impairment	6,565	11,374	247	18,186
Impairment charges	(329)	(1,116)	(2)	(1,447)
Profit before taxation	6,236	10,258	245	16,739
At 30 June 2026				
Segment assets	1,501,954	613,352	730,061	2,845,367
Of which: loans and advances to customers	556,756	589,461	29,135	1,175,352
Segment liabilities	1,255,960	1,374,045	125,885	2,755,890
Of which: customer accounts	925,900	1,354,576	10,523	2,290,999

	6 months ended 30 June 2025 (restated)			
	Corporate & Investment Banking HK$'M	Wealth & Retail Banking HK$'M	Central & Other Items HK$'M	Consolidated Total HK$'M
Operating income				
– External	20,265	6,808	6,602	33,675
– Inter-segment	(4,806)	11,234	(6,428)	–
	15,459	18,042	174	33,675
Operating expenses	(6,473)	(10,287)	(92)	(16,852)
Operating profit before impairment	8,986	7,755	82	16,823
Impairment (charges)/releases	(656)	(1,553)	41	(2,168)
Share of profit of an associate	–	–	805	805
Profit before taxation	8,330	6,202	928	15,460
At 31 December 2025 (restated)				
Segment assets	1,350,711	611,442	685,763	2,647,916
Of which: loans and advances to customers	526,497	588,887	9,957	1,125,341
Segment liabilities	1,093,201	1,301,357	132,881	2,527,439
Of which: customer accounts	852,304	1,281,350	16,549	2,150,203

Notes to condensed consolidated interim financial statements (unaudited) (continued)

(Expressed in millions of Hong Kong dollars)

12. Segmental reporting (continued)

(a) Segment results, assets and liabilities (continued)

Geographical segments

	6 months ended 30 June 2026				
	Hong Kong HK$'M	**Mainland China HK$'M**	**Korea HK$'M**	**Taiwan HK$'M**	**Consolidated Total HK$'M**
Operating income	**23,447**	**4,204**	**5,018**	**2,619**	**35,288**
Operating expenses	**(9,986)**	**(3,426)**	**(2,336)**	**(1,354)**	**(17,102)**
Operating profit before impairment	**13,461**	**778**	**2,682**	**1,265**	**18,186**
Impairment (charges)/releases	**(1,087)**	**14**	**(371)**	**(3)**	**(1,447)**
Profit before taxation	**12,374**	**792**	**2,311**	**1,262**	**16,739**
At 30 June 2026					
Segment assets	**1,800,217**	**430,120**	**446,795**	**168,235**	**2,845,367**
Of which: loans and advances to customers	**756,779**	**107,997**	**223,290**	**87,286**	**1,175,352**
Segment liabilities	**1,839,743**	**371,518**	**382,691**	**161,938**	**2,755,890**
Of which: customer accounts	**1,551,442**	**311,110**	**277,630**	**150,817**	**2,290,999**

	6 months ended 30 June 2025 (restated)				
	Hong Kong HK$'M	Mainland China HK$'M	Korea HK$'M	Taiwan HK$'M	Consolidated Total HK$'M
Operating income	21,852	5,205	4,381	2,237	33,675
Operating expenses	(9,418)	(3,212)	(2,893)	(1,329)	(16,852)
Operating profit before impairment	12,434	1,993	1,488	908	16,823
Impairment charges	(1,328)	(474)	(209)	(157)	(2,168)
Share of profit of an associate	–	805	–	–	805
Profit before taxation	11,106	2,324	1,279	751	15,460
At 31 December 2025 (restated)					
Segment assets	1,692,465	390,031	399,711	165,709	2,647,916
Of which: loans and advances to customers	698,484	111,766	226,431	88,660	1,125,341
Segment liabilities	1,697,364	337,838	342,928	149,309	2,527,439
Of which: customer accounts	1,460,621	285,615	266,040	137,927	2,150,203

Notes to condensed consolidated interim financial statements (unaudited) (continued)

(Expressed in millions of Hong Kong dollars)

12. Segmental reporting (continued)

(b) Reconciliation of reportable segment operating income, profit before taxation, assets and liabilities

	6 months ended 30 June 2026 HK$'M	6 months ended 30 June 2025 (restated) HK$'M
Operating Income		
Reportable segment revenue	**35,288**	33,675
Others	**563**	495
Total operating income	**35,851**	34,170

	6 months ended 30 June 2026 HK$'M	6 months ended 30 June 2025 (restated) HK$'M
Profit before taxation		
Reportable segment profit before taxation	**16,739**	15,460
Others	**(38)**	117
Profit before taxation	**16,701**	15,577

	At 30 June 2026 HK$'M	At 31 December 2025 HK$'M
Assets		
Reportable segment assets	**2,845,367**	2,647,916
Amounts due from immediate holding company and fellow subsidiaries	**538,789**	466,362
Others	**(213,534)**	(213,829)
Total Assets	**3,170,622**	2,900,449

	At 30 June 2026 HK$'M	At 31 December 2025 HK$'M
Liabilities		
Reportable segment liabilities	**2,755,890**	2,527,439
Amounts due to immediate holding company and fellow subsidiaries	**337,181**	288,515
Others	**(128,980)**	(128,844)
Total Liabilities	**2,964,091**	2,687,110

Notes to condensed consolidated interim financial statements (unaudited) (continued)

(Expressed in millions of Hong Kong dollars)

13. Loans and advances to banks

(a) Loans and advances to banks

	At 30 June 2026 HK$'M	At 31 December 2025 HK$'M
Gross loans and advances to banks		
– maturing one month	**82,279**	43,002
– maturing one month to one year	**86,269**	91,149
– maturing one year to five years	**20,367**	13,166
– maturing over five years	**2,376**	1,645
	191,291	148,962
Less: Expected credit loss provision (note 17)	**(48)**	(56)
	191,243	148,906

(b) Impaired loans and advances to banks

	At 30 June 2026 HK$'M	At 31 December 2025 HK$'M
Gross impaired loans and advances to banks	**348**	383
Less:		
Stage 3 expected credit loss provision (note 17)	**(25)**	(22)
	323	361
Gross impaired loans and advances to banks as a % of gross loans and advances to banks	**0.18%**	0.26%

There is no collateral held against impaired loans and advances to banks.

Notes to condensed consolidated interim financial statements (unaudited) (continued)

(Expressed in millions of Hong Kong dollars)

14. Financial assets at fair value through profit or loss

	At 30 June 2026			
	Trading assets HK$'M	Non-trading financial assets mandatorily at fair value through profit or loss HK$'M	Financial assets designated at fair value through profit or loss HK$'M	Total HK$'M
Debt securities:				
– Treasury bills	**33,340**	**–**	**–**	**33,340**
– Certificates of deposit held	**33,314**	**–**	**–**	**33,314**
– Other debt securities	**341,331**	**240**	**312**	**341,883**
	407,985	**240**	**312**	**408,537**
Equity securities	**80,038**	**123**	**–**	**80,161**
Loans and advances to customers and banks	**27,325**	**174,806**	**–**	**202,131**
Positive fair values of derivatives	**91,561**	**–**	**–**	**91,561**
	606,909	**175,169**	**312**	**782,390**

	At 31 December 2025			
	Trading assets HK$'M	Non-trading financial assets mandatorily at fair value through profit or loss HK$'M	Financial assets designated at fair value through profit or loss HK$'M	Total HK$'M
Debt securities:				
– Treasury bills	36,265	–	–	36,265
– Certificates of deposit held	30,873	–	–	30,873
– Other debt securities	274,702	237	335	275,274
	341,840	237	335	342,412
Equity securities	66,590	105	–	66,695
Loans and advances to customers and banks	30,731	138,686	–	169,417
Positive fair values of derivatives	68,512	–	–	68,512
	507,673	139,028	335	647,036

Notes to condensed consolidated interim financial statements (unaudited) (continued)

(Expressed in millions of Hong Kong dollars)

15. Investment securities

	At 30 June 2026 HK$'M	At 31 December 2025 HK$'M
At fair value through other comprehensive income		
Debt securities		
– Treasury bills	**86,596**	115,040
– Certificates of deposit held	**25,605**	11,693
– Other debt securities	**145,035**	174,908
	257,236	301,641
Equity shares	**1,698**	1,897
	258,934	303,538
At amortised cost		
Debt securities		
– Treasury bills	**3,221**	1,655
– Certificates of deposit held	**–**	3,097
– Other debt securities	**200,088**	177,137
Less: Expected credit loss provision (note 17)	**(81)**	(41)
	203,228	181,848
	462,162	485,386

16. Loans and advances to customers

(a) Loans and advances to customers

	At 30 June 2026 HK$'M	At 31 December 2025 HK$'M
Gross loans and advances to customers	**1,039,373**	1,000,993
Trade bills	**1,502**	1,362
	1,040,875	1,002,355
Less: Expected credit loss provision (note 17)	**(9,855)**	(9,801)
	1,031,020	992,554

(b) Impaired loans and advances to customers

	At 30 June 2026 HK$'M	At 31 December 2025 HK$'M
Gross impaired loans and advances to customers	**13,890**	15,067
Less:		
Stage 3 expected credit loss provision (note 17)	**(6,178)**	(6,022)
	7,712	9,045
Gross impaired loans and advances to customers as a % of gross loans and advances to customers	**1.33%**	1.50%
Fair value of collateral held against the covered portion of impaired loans and advances to customers	**4,702**	5,653
Covered portion of impaired loans and advances to customers	**3,354**	3,617
Uncovered portion of impaired loans and advances to customers	**10,536**	11,450

The covered portion of impaired loans and advances to customers represents the amount of collateral held against outstanding balances. It does not include any collateral held over and above outstanding exposures.

Notes to condensed consolidated interim financial statements (unaudited) (continued)

(Expressed in millions of Hong Kong dollars)

17. Analysis of expected credit loss provisions on financial instruments by stage

	At 30 June 2026			
	Stage 1 HK$'M	**Stage 2 HK$'M**	**Stage 3 HK$'M**	**Total HK$'M**
Expected credit loss provision on:				
Loans and advances to banks (note 13)	**23**	**–**	**25**	**48**
Loans and advances to customers (note 16)	**1,450**	**2,227**	**6,178**	**9,855**
Debt securities at amortised cost (note 15)	**81**	**–**	**–**	**81**
Debt securities at fair value through other comprehensive income[1]	**62**	**–**	**–**	**62**
Other assets	**–**	**–**	**25**	**25**
Loan commitments and financial guarantees (note 24)	**220**	**129**	**3**	**352**
	1,836	**2,356**	**6,231**	**10,423**

	At 31 December 2025			
	Stage 1 HK$'M	Stage 2 HK$'M	Stage 3 HK$'M	Total HK$'M
Expected credit loss provision on:				
Loans and advances to banks (note 13)	34	–	22	56
Loans and advances to customers (note 16)	1,786	1,993	6,022	9,801
Debt securities at amortised cost (note 15)	41	–	–	41
Debt securities at fair value through other comprehensive income[1]	56	–	–	56
Other assets	–	–	27	27
Loan commitments and financial guarantees (note 24)	183	98	3	284
	2,100	2,091	6,074	10,265

1 These instruments are held at fair value on the statement of financial position. The corresponding expected credit loss provision is held within FVOCI reserve – Debt.

Notes to condensed consolidated interim financial statements (unaudited) (continued)

(Expressed in millions of Hong Kong dollars)

18. Property, plant and equipment

	Buildings and leasehold land held for own use HK$'M	Equipment, furniture & fixtures HK$'M	Leased premises and equipment assets HK$'M	Investment properties HK$'M	Total HK$'M
Cost or valuation:					
At 1 January 2026	7,038	4,698	9,838	1,077	22,651
Additions	97	75	217	–	389
Disposals and write-offs	(43)	(45)	(90)	–	(178)
Reclassifications	(18)	18	–	–	–
Fair value adjustments[1]	–	–	–	17	17
Exchange adjustment	(163)	(53)	(11)	–	(227)
At 30 June 2026	6,911	4,693	9,954	1,094	22,652
Representing:					
Cost	6,911	4,693	9,954	–	21,558
Valuation	–	–	–	1,094	1,094
	6,911	4,693	9,954	1,094	22,652
Accumulated depreciation and impairment:					
At 1 January 2026	3,060	3,066	6,213	–	12,339
Charge for the period	116	205	556	–	877
Attributable to assets sold or written off	(43)	(45)	(159)	–	(247)
Exchange adjustment	(50)	(28)	(26)	–	(104)
At 30 June 2026	3,083	3,198	6,584	–	12,865
Net book value:					
At 30 June 2026	3,828	1,495	3,370	1,094	9,787

Notes to condensed consolidated interim financial statements (unaudited) (continued)

(Expressed in millions of Hong Kong dollars)

18. Property, plant and equipment (continued)

	Buildings and leasehold land held for own use HK$'M	Equipment furniture & fixtures HK$'M	Leased premises and equipment assets HK$'M	Investment properties HK$'M	Total HK$'M
Cost or valuation:					
At 1 January 2025	6,887	4,070	9,066	1,083	21,106
Additions	188	547	1,062	–	1,797
Disposals and write-offs	(92)	(60)	(375)	–	(527)
Reclassifications	(63)	63	–	–	–
Fair value adjustments	–	–	–	(6)	(6)
Exchange adjustment	118	78	85	–	281
At 31 December 2025	7,038	4,698	9,838	1,077	22,651
Representing:					
Cost	7,038	4,698	9,838	–	21,574
Valuation	–	–	–	1,077	1,077
	7,038	4,698	9,838	1,077	22,651
Accumulated depreciation and impairment:					
At 1 January 2025	2,840	2,644	5,176	–	10,660
Charge for the year	240	427	1,184	–	1,851
Impairments	(5)	–	3	–	(2)
Attributable to assets sold or written off	(44)	(60)	(192)	–	(296)
Elimination of accumulated depreciation on revalued property	–	–	–	–	–
Exchange adjustment	29	55	42	–	126
At 31 December 2025	3,060	3,066	6,213	–	12,339
Net Book Value					
At 31 December 2025	3,978	1,632	3,625	1,077	10,312

[1] Changes in fair value of the investment properties were recognised as follows:

	6 months ended 30 June 2026 HK$'M	6 months ended 30 June 2025 HK$'M
Increase in valuation credited to consolidated income statement (note 7)	**17**	1

Notes to condensed consolidated interim financial statements (unaudited) (continued)

(Expressed in millions of Hong Kong dollars)

19. Other assets

	At 30 June 2026 HK$'M	At 31 December 2025 HK$'M
Prepayments and accrued income	**7,112**	7,908
Sundry debtors	**7,655**	8,274
Cash collateral	**26,817**	16,173
Acceptances and endorsements	**9,174**	9,411
Commodities	**67,351**	104,263
Unsettled trades and others	**73,741**	43,456
Assets held for sale[1]	**1,609**	1,099
	193,459	190,584

1 Assets held for sale mainly included loans at 30 June 2026 and 31 December 2025.

20. Investments in subsidiaries

The principal subsidiaries of the Bank are Standard Chartered Bank (China) Limited, Standard Chartered NEA Limited, Standard Chartered Bank Korea Limited, Standard Chartered Bank (Taiwan) Limited and Mox Bank Limited.

21. Customer accounts

	At 30 June 2026 HK$'M	At 31 December 2025 HK$'M
Current accounts	**439,231**	379,173
Savings accounts	**838,423**	818,877
Time and other deposits	**868,415**	848,791
	2,146,069	2,046,841

22. Financial liabilities at fair value through profit or loss

	At 30 June 2026 HK$'M	At 31 December 2025 HK$'M
Trading liabilities		
– Short position in securities	**63,994**	60,293
– Negative fair values of derivatives	**95,768**	69,470
	159,762	129,763
Financial liabilities designated at fair value through profit or loss:		
– Deposits by banks	**10,703**	7,907
– Customer accounts	**145,688**	103,491
– Debt securities issued	**7,167**	7,436
	163,558	118,834
	323,320	248,597

Notes to condensed consolidated interim financial statements (unaudited) (continued)

(Expressed in millions of Hong Kong dollars)

23. Debt securities in issue

	At 30 June 2026 HK$'M	At 31 December 2025 HK$'M
Certificates of deposit	**4,683**	4,680
Other debt securities in issue	**13,810**	14,390
	18,493	19,070

24. Other liabilities

	At 30 June 2026 HK$'M	At 31 December 2025 HK$'M
Accruals and deferred income	**13,132**	15,227
Provision for liabilities and charges	**264**	931
Acceptances and endorsements	**9,174**	9,411
Cash collateral	**7,493**	9,781
Expected credit loss provision on loan commitments and financial guarantees (note 17)	**352**	284
Lease liabilities	**3,818**	3,940
Unsettled trades and others	**146,105**	78,095
	180,338	117,669

25. Shareholders' equity

The Hong Kong Monetary Authority ("HKMA") requires the Group to maintain a minimum level of impairment allowance for loans and advances to customers which is in excess of the expected credit loss provision required under Hong Kong Financial Reporting Standards. Of the retained earnings as at 30 June 2026 an amount of HK$1,220 million (31 December 2025: HK$939 million) has been reserved for this purpose.

26. Capital commitments and contingencies

(a) Capital commitments

Capital commitments outstanding at 30 June 2026 in respect of property, plant and equipment purchases not provided for in the consolidated financial statements were HK$124 million (31 December 2025: HK$84 million).

(b) Contingencies

The Group receives legal claims against it arising in the normal course of business. The Group considers none of these matters as material. Where appropriate the Group recognises a provision for liabilities when it is probable that an outflow of economic resources embodying economic benefits will be required and for which a reliable estimate can be made of the obligation.

27. Material related-party transactions

There were no significant changes to the nature of the related party transactions described in the 2025 consolidated financial statements that have a material effect on the financial position or performance of the Group during the six months ended 30 June 2026. All related party transactions that took place in the six months ended 30 June 2026 were similar in nature to those disclosed in the 2025 consolidated financial statements.

28. Ultimate and immediate holding company

The Bank's ultimate and immediate holding company is Standard Chartered PLC ("SC PLC"), a company registered in England and Wales. SC PLC has listings on the London Stock Exchange and the Stock Exchange of Hong Kong.

Notes to condensed consolidated interim financial statements (unaudited) (continued)

(Expressed in millions of Hong Kong dollars)

29. Financial instruments

(a) Valuation of financial instruments carried at fair value

Valuation of financial assets and liabilities held at fair value are subject to a review independent of the business by Valuation Control. For those financial assets and liabilities whose fair value is determined by reference to externally quoted prices or market observable pricing inputs to valuation models, an assessment is made against external market data and consensus services. Financial instruments held at fair value in the consolidated statement of financial position have been classified into a valuation hierarchy that reflects the significance of the inputs used in the fair value measurements.

Valuation methodologies

The valuation hierarchy is set out below:

	Level 1	Level 2	Level 3
Fair value determined using:	Unadjusted quoted price in an active market for identical assets and liabilities	Directly or indirectly observable inputs other than unadjusted quoted prices included within Level 1 that are observable[1]	Significant inputs for the asset or liability that are not based on observable market data (unobservable inputs) (see note 29 (a)(i))

[1] These included valuation models such as discounted cash flow analysis, option pricing models and other valuation techniques commonly used by market participants. These models incorporate assumptions and inputs that other market participants would use in their valuations, such as discount rates, default rates, credit spreads and option volatilities. These inputs need to be directly or indirectly observable in order to be classified as level 2.

The tables below show the classification of financial instruments held at fair value into the valuation hierarchy set out above:

	At 30 June 2026			
	Level 1 HK$'M	Level 2 HK$'M	Level 3 HK$'M	Total HK$'M
Financial assets at fair value through profit or loss:				
– Trading assets	266,954	323,081	16,874	606,909
– Non-trading financial assets mandatorily at fair value through profit or loss	99	164,860	10,210	175,169
– Financial assets designed at fair value through profit or loss	–	312	–	312
Investment securities at fair value through other comprehensive income	189,627	67,730	1,577	258,934
Amounts due from immediate holding company				
– Debt securities	–	1	–	1
Amounts due from fellow subsidiaries				
– Positive fair values of derivatives	95	101,276	6	101,377
– Debt securities	–	–	499	499
Total assets measured at fair value	456,775	657,260	29,166	1,143,201
Financial liabilities at fair value through profit or loss:				
– Trading liabilities	62,167	97,527	68	159,762
– Financial liabilities designated at fair value through profit or loss	–	144,468	19,090	163,558
Amounts due to fellow subsidiaries				
– Negative fair values of derivatives	32	95,618	430	96,080
Total liabilities measured at fair value	62,199	337,613	19,588	419,400

Notes to condensed consolidated interim financial statements (unaudited) (continued)

(Expressed in millions of Hong Kong dollars)

29. Financial instruments (continued)

(a) Valuation of financial instruments carried at fair value (continued)

	At 31 December 2025			
	Level 1 HK$'M	Level 2 HK$'M	Level 3 HK$'M	Total HK$'M
Financial assets at fair value through profit or loss:				
– Trading assets	218,487	261,257	27,929	507,673
– Non-trading financial assets mandatorily at fair value through profit or loss	–	136,278	2,750	139,028
– Financial assets designated at fair value through profit or loss	–	335	–	335
Investment securities at fair value through other comprehensive income	240,971	60,816	1,751	303,538
Amounts due from immediate holding company				
– Debt securities	–	1	–	1
Amounts due from fellow subsidiaries				
– Positive fair values of derivatives	24	68,862	2	68,888
– Debt securities	–	7,397	–	7,397
Total assets measured at fair value	459,482	534,946	32,432	1,026,860
Financial liabilities at fair value through profit or loss:				
– Trading liabilities	58,097	71,577	89	129,763
– Financial liabilities designated at fair value through profit or loss	–	96,996	21,838	118,834
Amounts due to fellow subsidiaries				
– Negative fair values of derivatives	50	68,071	234	68,355
Total liabilities measured at fair value	58,147	236,644	22,161	316,952

There were no significant transfers between level 1 and level 2 instruments during 2026 and 2025.

Notes to condensed consolidated interim financial statements (unaudited) (continued)

(Expressed in millions of Hong Kong dollars)

29. Financial instruments (continued)

(a) Valuation of financial instruments carried at fair value (continued)

(i) Valuation of financial instruments with significant unobservable inputs

The movements during the period for level 3 financial assets and liabilities are as follows:

Financial assets

	Financial assets at fair value through profit or loss HK$'M	Financial assets at fair value through other comprehensive income HK$'M	Amount due from fellow subsidiaries HK$'M	Total Level 3 assets HK$'M
At 1 January 2026	30,679	1,751	2	32,432
Total gains recognised in the consolidated income statement				
– Net trading income	319	–	3	322
Total losses recognised in other comprehensive income				
– Net change in fair value	–	(193)	–	(193)
Purchases	15,681	19	41	15,741
Settlements	(14,284)	–	(3)	(14,287)
Transfer into level 3[1]	4,743	–	508	5,251
Transfer out of level 3[1]	(10,054)	–	(46)	(10,100)
At 30 June 2026	27,084	1,577	505	29,166
Total gains/(losses) recognised in the consolidated income statement relating to assets held at 30 June 2026				
– Net trading income	(51)	–	3	(48)

Financial liabilities

	Financial liabilities at fair value through profit or loss HK$'M	Amounts due to fellow subsidiaries HK$'M	Total Level 3 Liabilities HK$'M
At 1 January 2026	21,927	234	22,161
Total (gains)/losses recognised in the consolidated income statement			
– Net trading income	737	(44)	693
Issuance	16,890	309	17,199
Settlements	(20,937)	(97)	(21,034)
Transfer into level 3[1]	5,098	86	5,184
Transfer out of level 3[1]	(4,557)	(58)	(4,615)
At 30 June 2026	19,158	430	19,588
Total (gains)/losses recognised in the consolidated income statement relating to liabilities held at 30 June 2026			
– Net trading income	408	(44)	364

[1] Transfers into/(out of) level 3 during the period relate to financial instruments where the valuation parameters became unobservable during the period.

Notes to condensed consolidated interim financial statements (unaudited) (continued)

(Expressed in millions of Hong Kong dollars)

29. Financial instruments (continued)

(a) Valuation of financial instruments carried at fair value (continued)

(i) Valuation of financial instruments with significant unobservable inputs (continued)

Financial assets

	Financial assets at fair value through profit or loss HK$'M	Financial assets at fair value through other comprehensive income HK$'M	Amount due from fellow subsidiaries HK$'M	Total Level 3 assets HK$'M
At 1 January 2025	14,853	1,502	9	16,364
Total gains/(losses) recognised in the consolidated income statement				
– Net trading income	725	–	(2)	723
Total gains recognised in other comprehensive income				
– Net change in fair value	–	97	–	97
Purchases	35,956	152	7	36,115
Settlements	(20,855)	–	(12)	(20,867)
At 31 December 2025	30,679	1,751	2	32,432
Total gains recognised in the consolidated income statement relating to assets held at 31 December 2025				
– Net trading income	332	–	–	332

Financial liabilities

	Financial liabilities at fair value through profit or loss HK$'M	Amounts due to fellow subsidiaries HK$'M	Total Level 3 Liabilities HK$'M
At 1 January 2025	12,062	120	12,182
Total gains recognised in the consolidated income statement			
– Net trading income	(1,411)	(85)	(1,496)
Additions	33,738	279	34,017
Settlements	(22,547)	(80)	(22,627)
Transfer out of level 3[1]	85	–	85
At 31 December 2025	21,927	234	22,161
Total gains recognised in the consolidated income statement relating to liabilities held at 31 December 2025			
– Net trading income	(1,518)	(56)	(1,574)

[1] Transfers into level 3 during the period relate to financial instruments where the valuation parameters became unobservable during the period.

Notes to condensed consolidated interim financial statements (unaudited) (continued)

(Expressed in millions of Hong Kong dollars)

29. Financial instruments (continued)

(a) Valuation of financial instruments carried at fair value (continued)

(i) Valuation of financial instruments with significant unobservable inputs (continued)

The following table presents the key valuation techniques used to measure the fair value of level 3 financial instruments which are held at fair value, the significant unobservable inputs and the range of values for those inputs and the weighted average of those inputs.

Type of instruments	Principal valuation technique	Significant unobservable inputs	Range[1]	Weighted average[2]
Debt securities	Discounted cash flows	Price/Yield	2.4% to 6.5% (2025: 2.57% to 9.45%)	2.81% (2025: 5.50%)
Loans and advances to banks	Discounted cash flows	Price/Yield	4.94% to 5.92% (2025: 4.37% to 6.07%)	5.73% (2025: 5.60%)
Loans and advances to customers	Discounted cash flows	Price/Yield	4.78% to 43.16% (2025: 4.26% to 13.67%)	9.67% (2025: 9.21%)
		Recovery rates	95.12% to 96.23% (2025: 99.98% to 99.99%)	95.92% (2025: 99.99%)
	Comparable pricing/yield	Price/Yield	97.83% to 100% (2025: 98.50% to 100%)	99.67% (2025: 99.99%)
Equity shares	Discounted cash flows	Discount rates	7.5% to 11.0% (2025: 8.20% to 11.80%)	10.60% (2025: 10.40%)
Debt securities issued	Discounted cash flows	Price/Yield	NA (2025: NA)	NA (2025: NA)
Deposits by banks	Discounted cash flows	Price/Yield	4.78% to 5.44% (2025: 4.26% to 4.72%)	5.11% (2025: 4.49%)
Customer deposits	Discounted cash flows	Price/Yield	6.5% to 13.67% (2025: 2.57% to 13.67%)	8.43% (2025: 7.04%)
	Internal pricing model	Equity-Equity correlation	30% to 99.96% (2025: 50.76% to 100%)	71.29% (2025: 77.59%)
		Equity-Foreign exchange correlation	-33.74% to 42.66% (2025: -26.92% to 46.76%)	17.44% (2025: 6.69%)
Derivatives	Discounted cash flows	Price/Yield	6.5% to 6.7% (2025: 2.72% to 9.45%)	6.50% (2025: 6.50%)
	Internal pricing model	Equity-Equity correlation	30% to 99.96% (2025: 50.76% to 100%)	71.29% (2025: 77.59%)
		Equity – Foreign exchange correlation	-33.74% to 42.66% (2025: -26.92% to 46.76%)	17.44% (2025: 6.69%)

1 The ranges of values shown represent the highest and lowest used in the valuation of the level 3 financial instruments as at 30 June 2026 and 31 December 2025. The ranges of values used are reflective of the underlying characteristics of these level 3 financial instruments based on the market conditions at the reporting date. However, these ranges of values may not represent the uncertainty in fair value measurements of these level 3 financial instruments.

2 Weighted average for non-derivative financial instruments have been calculated by weighting inputs by the relative fair value.

Notes to condensed consolidated interim financial statements (unaudited) (continued)

(Expressed in millions of Hong Kong dollars)

29. Financial instruments (continued)

(a) Valuation of financial instruments carried at fair value (continued)

(i) Valuation of financial instruments with significant unobservable inputs (continued)

The following section describes the significant unobservable inputs identified in the above valuation technique table.

Credit spreads

Credit spreads represent the additional yield that a market participant would demand for taking exposures to the credit risk of an instrument. An increase in credit spread, in isolation, would results in a decrease in fair value measurement.

Discount rates

Discount rates is applied to discount future dividend in the discounted cash flow model. An increase in the discount rate, in isolation, would result in decrease in a fair value measurement.

Equity-Equity correlation and Equity-Foreign Exchange correlation

Correlation is the measure of how movement in one variable influences the movement in another variable. An equity-equity correlation is the correlation between two equity instruments while an equity-foreign exchange correlation refers to the correlation between equity instrument and foreign exchange instrument.

Liquidity discount

Liquidity discount in the valuation of unlisted investments reflect the fact that these investments are not actively traded. An increase in liquidity discount will result in an unfavourable movement in the fair value of the unlisted firm.

Price-Book (P/B) Multiple

Price-Book Multiple is the ratio of the market value of equity to the book value of equity. An increase in P/B multiple will result in a favourable movement in the fair value of the unlisted firm.

Recovery rates

Recovery rates are the expectation of the rate of recovery resulting from the liquidation of a particular loan. As the probability of default increases for a given instrument, the valuation of that instrument will increasingly reflect its expected recovery level assuming default. An increase in the recovery rate, in isolation, would result in a favourable movement in the fair value of the loan.

Repo Curve

Repo Curve is the term structure of repo rates on repos and reverse repos at particular point in time.

Volatility

Volatility represents an estimate of how much a particular instrument, parameter or index will change in value over time. Generally, the higher the volatility, the more expensive the option will be.

Yield

Yield is the interest rate that is used to discount the future cash flows in a discounted cash flow model. An increase in the yield, in isolation, would result in a decrease in a fair value measurement.

Notes to condensed consolidated interim financial statements (unaudited) (continued)

(Expressed in millions of Hong Kong dollars)

29. Financial instruments (continued)

(a) Valuation of financial instruments carried at fair value (continued)

(ii) Sensitivities in respect of the fair values of level 3 assets and liabilities

Where the fair value of financial instruments are measured using valuation techniques that incorporate one or more significant inputs which are based on unobservable market data, we apply a 10 per cent increase or decrease on the values of these unobservable parameter inputs, to generate a range of reasonably possible alternative valuations in accordance with the requirements of HKFRS 7/IFRS 7, Financial Instruments: Disclosures. The percentage shift is determined by statistical analysis performed on a set of reference prices, which included certain equity indices, credit indices and volatility indices, based on the composition of our level 3 financial instruments. Favourable and unfavourable changes are determined on the basis of changes in the value of the instrument as a result of varying the levels of the unobservable parameters. This level 3 sensitivity analysis assumes a one-way market move and does not consider offsets for hedges.

	At 30 June 2026					
	Held at fair value through profit or loss			Held at fair value through other comprehensive income		
	Net exposure HK$'M	Favourable changes HK$'M	Unfavourable changes HK$'M	Net exposure HK$'M	Favourable changes HK$'M	Unfavourable changes HK$'M
Debt securities	6,918	7,057	6,784	–	–	–
Loans and advances to customers	6,809	6,878	6,590	–	–	–
Loans and advances to banks	12,847	13,951	12,004	–	–	–
Equity shares	999	1,099	899	1,577	1,738	1,422
Positive fair value of derivatives	16	17	15	–	–	–
Deposits by banks	(1,323)	(1,245)	(1,403)	–	–	–
Customer accounts	(17,597)	(17,412)	(17,797)	–	–	–
Debt securities in issue	(170)	(170)	(170)	–	–	–
Negative fair value of derivatives	(498)	(467)	(557)	–	–	–
	8,001	9,708	6,365	1,577	1,738	1,422

Notes to condensed consolidated interim financial statements (unaudited) (continued)

(Expressed in millions of Hong Kong dollars)

29. Financial instruments (continued)

(a) Valuation of financial instruments carried at fair value (continued)

(ii) Sensitivities in respect of the fair values of level 3 assets and liabilities (continued)

	At 31 December 2025					
	Held at fair value through profit or loss			Held at fair value through other comprehensive income		
	Net exposure HK$'M	Favourable changes HK$'M	Unfavourable changes HK$'M	Net exposure HK$'M	Favourable changes HK$'M	Unfavourable changes HK$'M
Debt securities	17,559	17,808	17,313	–	–	–
Loans and advances to banks	8,115	8,234	7,951	–	–	–
Loans and advances to customers	4,891	5,437	4,419	–	–	–
Equity shares	105	115	94	1,751	1,952	1,553
Positive fair values of derivatives	11	13	11	–	–	–
Deposits by banks	(1,240)	(1,157)	(1,323)	–	–	–
Customer accounts	(20,598)	(20,091)	(21,090)	–	–	–
Negative fair values of derivatives	(323)	(321)	(368)	–	–	–
	8,520	10,038	7,007	1,751	1,952	1,553

These reasonably possible alternatives could have increased or decreased the values of financial instruments held at fair value through profit or loss and those classified as fair value through other comprehensive income by the amounts disclosed below.

Financial instruments	Fair value changes	At 30 June 2026 HK$'M	At 31 December 2025 HK$'M
Held at fair value through profit or loss	Possible increase	**1,707**	1,518
	Possible decrease	**(1,636)**	(1,513)
Held at fair value through other comprehensive income	Possible increase	**161**	201
	Possible decrease	**(155)**	(198)

(b) Valuation of financial instruments carried at amortised cost

The following table shows the carrying amounts and incorporates the estimated of fair values of those financial assets and liabilities not presented on the balance sheet at fair value. These fair values may be different form the actual amount that will be received or paid on the settlement or maturity of the financial instruments. For certain instruments, the fair value may be determined using assumptions for which no observable prices are available.

	At 30 June 2026					At 31 December 2025				
	Carrying	Fair Value				Carrying	Fair Value			
	value HK$'M	Level 1 HK$'M	Level 2 HK$'M	Level 3 HK$'M	Total HK$'M	value HK$'M	Level 1 HK$'M	Level 2 HK$'M	Level 3 HK$'M	Total HK$'M
Assets										
Loans and advances to banks	**191,243**	**–**	**191,603**	**323**	**191,926**	148,906	–	148,588	361	148,949
Loans and advances to customers	**1,031,020**	**–**	**59,849**	**960,826**	**1,020,675**	992,554	–	59,041	924,157	983,198
Total	**1,222,263**	**–**	**251,452**	**961,149**	**1,212,601**	1,141,460	–	207,629	924,518	1,132,147
Liabilities										
Deposits by banks	**33,682**	**–**	**32,681**	**–**	**32,681**	43,391	–	39,600	–	39,600
Customer accounts	**2,146,069**	**–**	**2,146,359**	**–**	**2,146,359**	2,046,841	–	2,023,534	–	2,023,534
Debt securities in issue	**18,493**	**–**	**16,018**	**–**	**16,018**	19,070	–	16,129	–	16,129
Subordinated liabilities and other borrowed funds	**43,872**	**–**	**44,278**	**–**	**44,278**	48,208	–	48,441	–	48,441
Total	**2,242,116**	**–**	**2,239,336**	**–**	**2,239,336**	2,157,510	–	2,127,704	–	2,127,704

Other financial instruments not carried at fair value are typically short term in nature and reprice to current market rates frequently. Accordingly, their carrying amount is a reasonable approximation of fair value.

Notes to condensed consolidated interim financial statements (unaudited) (continued)

(Expressed in millions of Hong Kong dollars)

30. Share based payments

SC PLC operates a number of share-based arrangements for its directors and employees.

Discretionary share plans

The 2021 Standard Chartered Share Plan (the 2021 Plan) was approved by shareholders in May 2021 and is the Group's main share plan, replacing the 2011 Standard Chartered Share Plan (the 2011 Plan) for new awards from June 2021. It is used to deliver various types of share awards to employees and former employees of the Group, including directors and former executive directors:

Award type	Description and performance measures	Valuation
Long-term incentive plan (LTIP) awards	The vesting of awards granted in 2026, 2025 and 2024 are subject to the following performance measures: • relative total shareholder return (TSR); • return on tangible equity (RoTE) (with a Common Equity Tier 1 (CET 1) underpin); and • strategic measures (including targets set for sustainability linked to business strategy) Each measure is assessed independently over a three-year period. LTIP awards have an individual conduct gateway requirement that results in the award lapsing if not met, and the outcome of LTIP awards granted from 2025 onwards are subject to a risk and control modifier. Vested awards are delivered in ordinary Standard Chartered PLC shares.	The fair value of the relative TSR component is calculated using the probability of meeting the measures over a three-year performance period, using a Monte Carlo simulation model. The value of the remaining components is based on the expected performance against the RoTE and strategic measures in the scorecard and the resulting estimated number of shares expected to vest at each reporting date. These combined values are used to determine the accounting charge. No dividend equivalents accrue for the LTIP awards made in 2025, 2024, 2023 or 2022 and the fair value takes this into account, calculated by reference to market consensus dividend yield. Following the updated PRA remuneration regulations in October 2025, awards granted from 2026 onwards will accrue notional dividends.

Notes to condensed consolidated interim financial statements (unaudited) (continued)

(Expressed in millions of Hong Kong dollars)

30. Share based payments (continued)

Discretionary share plans (continued)

Award type	Description and performance measures	Valuation
Deferred shares	Used to deliver: • the deferred portion of year-end variable remuneration, in line with both market practice and regulatory requirements. These awards vest in instalments on anniversaries of the award date specified at the time of grant. This enables the Group to meet regulatory requirements relating to deferral levels, and is in line with market practice. • replacement buy-out awards to new joiners who forfeit awards on leaving their previous employers. These vest in the quarter most closely following the date when the award would have vested at the previous employer. This enables the Group to meet regulatory requirements relating to buy-outs, and is in line with market practice. Deferred share awards are not subject to any performance measures. Vested awards are delivered in ordinary Standard Chartered PLC shares.	The fair value for deferred shares, which are granted to employees who are not categorised as material risk takers, is based on 100% of the face value of the shares at the date of grant as the share price will reflect expectations of all future dividends. For awards granted to material risk takers in 2026, the fair value of awards takes into account the lack of dividend equivalents, calculated by reference to market consensus dividend yield. Following the updated PRA remuneration regulations in October 2025, awards granted from 2026 onwards will accrue notional dividends.

Under the 2021 Plan and 2011 Plan, no grant price is payable to receive an award and there is no exercise period for awards. The remaining life of the 2021 Plan during which new awards can be made is five years. The 2011 Plan has expired and no further awards can be granted under this plan.

All employee share plans

The Standard Chartered 2023 Sharesave Plan was approved by shareholders in May 2023, replacing the Standard Chartered 2013 Sharesave Plan. Under the 2023 Sharesave Plan, employees may open a savings contract. Within a maturity period of six months after the third anniversary, employees may purchase ordinary shares in the SC PLC at a discount of up to 20 per cent on the share price at the date of invitation. The vesting period of the Sharesave options is three years. There are no performance measures attached to options granted under the 2023 Sharesave Plan and no grant price is payable to receive an option.

Valuation of share awards

Details of the valuation models used in determining the fair values of share awards granted under the Group's share plans are detailed in the Group's 2025 Annual Report.

Notes to condensed consolidated interim financial statements (unaudited) (continued)

(Expressed in millions of Hong Kong dollars)

30. Share based payments (continued)

Reconciliation of share award movements for the period to 30 June 2026

	LTIP	Deferred/ Buy-out shares	Sharesave	Weighted average Sharesave exercise price (£)
Outstanding at 1 January 2026	872,049	7,666,212	7,625,557	6.62
Granted	354,824	3,507,676	–	–
Lapsed	(18,384)	(12,454)	(195,069)	7.18
Exercised	(294,642)	(3,553,119)	(1,683,763)	4.31
Outstanding at 30 June 2026	913,847	7,608,315	5,746,725	7.28
Exercisable at 30 June 2026	41,669	2,997,943	49,336	
Range of exercise prices (£)	–	–	4.23 to 11.10	
Weighted average contractual remaining life (years)	8.76	8.77	1.91	

By order of the Board

Gaurav BAGGA

Executive Director

Hong Kong

5 August 2026