27 August 2025

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This document, for which we accept full responsibility, includes particulars given in compliance with the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the "**Rules**") for the purpose of giving information with regard to us. We, having made all reasonable enquiries, confirm that to the best of our knowledge and belief the information contained in this document is accurate and complete in all material respects and not misleading or deceptive, and there are no other matters the omission of which would make any statement herein or this document misleading.

This document is for information purposes only and does not constitute an invitation or offer to acquire, purchase or subscribe for the CBBCs.

The CBBCs are complex products. You should exercise caution in relation to them. Investors are warned that the price of the CBBCs may fall in value as rapidly as it may rise and holders may sustain a total loss of their investment. Prospective purchasers should therefore ensure that they understand the nature of the CBBCs and carefully study the risk factors set out in the Base Listing Document (as defined below) and this document and, where necessary, seek professional advice, before they invest in the CBBCs.

The CBBCs constitute general unsecured contractual obligations of us as the Issuer and of no other person and will rank equally among themselves and with all our other unsecured obligations (save for those obligations preferred by law) upon liquidation. If you purchase the CBBCs, you are relying upon our creditworthiness, and have no rights under the CBBCs against any company constituting the underlying index or the Index Compiler or any other person. If we become insolvent or default on our obligations under the CBBCs, you may not be able to recover all or even part of the amount due under the CBBCs (if any).

Non-collateralised Structured Products

Launch Announcement

and

Supplemental Listing Document for Callable Bull/Bear Contracts over Index

HSBC

The Hongkong and Shanghai Banking Corporation Limited

(incorporated in Hong Kong with limited liability under the Companies Ordinance of Hong Kong)

Key Terms

CBBCs Stock code	53038	53039	53046	53050	53053
Liquidity Provider Broker ID	9765	9765	9774	9775	9731
Issue size	200,000,000 CBBCs	200,000,000 CBBCs	200,000,000 CBBCs	200,000,000 CBBCs	200,000,000 CBBCs
Style / Category	European style cash settled category R	European style cash settled category R	European style cash settled category R	European style cash settled category R	European style cash settled category R
Type	Bull	Bull	Bull	Bull	Bull
Index	Hang Seng Index	Hang Seng Index	Hang Seng Index	Hang Seng Index	Hang Seng Index
Board Lot	10,000 CBBCs	10,000 CBBCs	10,000 CBBCs	10,000 CBBCs	10,000 CBBCs
Issue Price per CBBC	HK$0.25	HK$0.25	HK$0.25	HK$0.25	HK$0.25
Funding Cost per CBBC as of Launch Date[1]	HK$0.238	HK$0.171	HK$0.187	HK$0.208	HK$0.226
	The funding cost will fluctuate throughout the life of the CBBCs				
Strike Level	25,729.00	25,000.00	25,150.00	25,368.00	25,550.00
Call Level	25,829.00	25,100.00	25,250.00	25,468.00	25,650.00
Cash Settlement Amount per Board Lot (if any) payable at expiry	Subject to no occurrence of a Mandatory Call Event: *For a series of bull CBBCs:* $\frac{\text{(Closing Level – Strike Level) x one Board Lot x Index Currency Amount}}{\text{Divisor}}$ *For a series of bear CBBCs:* $\frac{\text{(Strike Level – Closing Level) x one Board Lot x Index Currency Amount}}{\text{Divisor}}$				
Closing Level (for all series)	The final settlement price for settling the Hang Seng Index Futures Contracts that are scheduled to expire during the month in which the Expiry Date of the relevant series of the CBBCs is scheduled to fall (the "**Index Futures Contracts**")[2]				
Index Exchange (for all series)	The Stock Exchange of Hong Kong Limited				
Index Currency Amount	HK$1.00	HK$1.00	HK$1.00	HK$1.00	HK$1.00
Divisor	10,000	10,000	10,000	10,000	10,000
Launch Date (for all series)	26 August 2025				
Issue Date (for all series)	28 August 2025				
Listing Date[3] **(for all series)**	29 August 2025				
Observation Commencement Date[3] **(for all series)**	29 August 2025				
Valuation Date[4]	30 August 2028	30 August 2028	30 August 2028	30 August 2028	30 August 2028
Expiry Date[4]	30 August 2028	30 August 2028	30 August 2028	30 August 2028	30 August 2028
Settlement Date (for all series)	The third CCASS Settlement Day after (i) the end of the MCE Valuation Period or (ii) the later of: (a) the Expiry Date; and (b) the day on which the Closing Level is determined in accordance with the Conditions (as the case may be)				
Settlement Currency	Hong Kong dollars	Hong Kong dollars	Hong Kong dollars	Hong Kong dollars	Hong Kong dollars
Effective Gearing[5]	10.33x	10.31x	10.31x	10.31x	10.31x
Gearing[5]	10.33x	10.31x	10.31x	10.31x	10.31x
Premium[5]	9.29%	6.70%	7.28%	8.13%	8.83%

[1] The funding cost is calculated in accordance with the following formula:

$$\text{Funding Cost} = \frac{\text{Strike Level x funding rate x n / 365 x Index Currency Amount}}{\text{Divisor}}$$

Where,

(i) "n" is the number of days remaining to expiration; initially, "n" is the number of days from (and including) the Launch Date to (and including) the trading day immediately preceding the Expiry Date; and

(ii) the funding rate will fluctuate throughout the term of the CBBCs as further described in the "Key Risk Factors" section in this document. As of the Launch Date, the funding rate was 3.09% p.a. (for stock code 53038), 2.29% p.a. (for stock code 53039), 2.48% p.a. (for stock code 53046), 2.74% p.a. (for stock code 53050) and 2.96% p.a. (for stock code 53053).

[2] Determined pursuant to Regulation 012 of the Regulations for Trading Stock Index Futures Contracts and the Contract Specifications for Hang Seng Index Futures (as amended from time to time) of the Hong Kong Futures Exchange Limited (or its successor or assign), subject to our right to determine the Closing Level in good faith on the Valuation Date upon the occurrence of a Market Disruption Event as described further in Condition 4(d).

[3] During the period between the Launch Date and the scheduled Listing Date (both dates exclusive), if any event occurs on any Business Day which either results in the Stock Exchange (i) being closed for trading for the entire day; or (ii) being closed prior to its regular time for close of trading for the relevant day, the Listing Date will be postponed (without any further notice or announcement) such that there is a period of two Business Days not affected by the aforementioned event(s) between the Launch Date and the postponed Listing Date (both dates exclusive). In such case, the Observation Commencement Date will also be postponed to the postponed Listing Date.

[4] If such day is not the day on which the relevant Index Futures Contracts expire on Hong Kong Futures Exchange Limited (or its successor or assign), the day on which the relevant Index Futures Contracts will expire on the Hong Kong Futures Exchange Limited (or its successor or assign).

[5] This data may fluctuate during the life of the CBBCs and may not be comparable to similar information provided by other issuers of CBBCs. Each issuer may use different pricing models.

Key Terms

CBBCs Stock code	53063	53070	53086	53087
Liquidity Provider Broker ID	9775	9731	9765	9774
Issue size	200,000,000 CBBCs	200,000,000 CBBCs	200,000,000 CBBCs	200,000,000 CBBCs
Style / Category	European style cash settled category R	European style cash settled category R	European style cash settled category R	European style cash settled category R
Type	Bear	Bear	Bear	Bear
Index	Hang Seng Index	Hang Seng Index	Hang Seng Index	Hang Seng Index
Board Lot	10,000 CBBCs	10,000 CBBCs	10,000 CBBCs	10,000 CBBCs
Issue Price per CBBC	HK$0.25	HK$0.25	HK$0.25	HK$0.25
Funding Cost per CBBC as of Launch Date[1]	HK$0.219	HK$0.239	HK$0.162	HK$0.201
	The funding cost will fluctuate throughout the life of the CBBCs			
Strike Level	25,828.00	25,625.00	26,388.00	26,000.00
Call Level	25,728.00	25,525.00	26,288.00	25,900.00
Cash Settlement Amount per Board Lot (if any) payable at expiry	Subject to no occurrence of a Mandatory Call Event: *For a series of bull CBBCs:* $\frac{\text{(Closing Level – Strike Level) x one Board Lot x Index Currency Amount}}{\text{Divisor}}$ *For a series of bear CBBCs:* $\frac{\text{(Strike Level – Closing Level) x one Board Lot x Index Currency Amount}}{\text{Divisor}}$			
Closing Level (for all series)	The final settlement price for settling the Hang Seng Index Futures Contracts that are scheduled to expire during the month in which the Expiry Date of the relevant series of the CBBCs is scheduled to fall (the "**Index Futures Contracts**")[2]			
Index Exchange (for all series)	The Stock Exchange of Hong Kong Limited			
Index Currency Amount	HK$1.00	HK$1.00	HK$1.00	HK$1.00
Divisor	10,000	10,000	10,000	10,000
Launch Date (for all series)	26 August 2025			
Issue Date (for all series)	28 August 2025			
Listing Date[3] **(for all series)**	29 August 2025			
Observation Commencement Date[3] **(for all series)**	29 August 2025			
Valuation Date[4]	27 April 2028	27 April 2028	27 April 2028	27 April 2028
Expiry Date[4]	27 April 2028	27 April 2028	27 April 2028	27 April 2028
Settlement Date (for all series)	The third CCASS Settlement Day after (i) the end of the MCE Valuation Period or (ii) the later of: (a) the Expiry Date; and (b) the day on which the Closing Level is determined in accordance with the Conditions (as the case may be)			
Settlement Currency	Hong Kong dollars	Hong Kong dollars	Hong Kong dollars	Hong Kong dollars
Effective Gearing[5]	10.21x	10.21x	10.21x	10.21x
Gearing[5]	10.21x	10.21x	10.21x	10.21x
Premium[5]	8.61%	9.40%	6.41%	7.93%

[1] The funding cost is calculated in accordance with the following formula:

$$\text{Funding Cost} = \frac{\text{Strike Level x funding rate x n / 365 x Index Currency Amount}}{\text{Divisor}}$$

Where,

(i) "n" is the number of days remaining to expiration; initially, "n" is the number of days from (and including) the Launch Date to (and including) the trading day immediately preceding the Expiry Date; and

(ii) the funding rate will fluctuate throughout the term of the CBBCs as further described in the "Key Risk Factors" section in this document. As of the Launch Date, the funding rate was 3.19% p.a. (for stock code 53063), 3.51% p.a. (for stock code 53070), 2.32% p.a. (for stock code 53086) and 2.92% p.a. (for stock code 53087).

[2] Determined pursuant to Regulation 012 of the Regulations for Trading Stock Index Futures Contracts and the Contract Specifications for Hang Seng Index Futures (as amended from time to time) of the Hong Kong Futures Exchange Limited (or its successor or assign), subject to our right to determine the Closing Level in good faith on the Valuation Date upon the occurrence of a Market Disruption Event as described further in Condition 4(d).

[3] During the period between the Launch Date and the scheduled Listing Date (both dates exclusive), if any event occurs on any Business Day which either results in the Stock Exchange (i) being closed for trading for the entire day; or (ii) being closed prior to its regular time for close of trading for the relevant day, the Listing Date will be postponed (without any further notice or announcement) such that there is a period of two Business Days not affected by the aforementioned event(s) between the Launch Date and the postponed Listing Date (both dates exclusive). In such case, the Observation Commencement Date will also be postponed to the postponed Listing Date.

[4] If such day is not the day on which the relevant Index Futures Contracts expire on Hong Kong Futures Exchange Limited (or its successor or assign), the day on which the relevant Index Futures Contracts will expire on the Hong Kong Futures Exchange Limited (or its successor or assign).

[5] This data may fluctuate during the life of the CBBCs and may not be comparable to similar information provided by other issuers of CBBCs. Each issuer may use different pricing models.

IMPORTANT INFORMATION

The CBBCs are listed structured products which involve derivatives. Do not invest in them unless you fully understand and are willing to assume the risks associated with them.

What documents should you read before investing in the CBBCs?

You must read this document together with our base listing document dated 1 April 2025 (the "**Base Listing Document**") as supplemented by any addendum thereto (together, the "**Listing Documents**"), in particular the section "Terms and Conditions of the Index Callable Bull/Bear Contracts (Cash Settled)" (the "**Conditions**") set out in our Base Listing Document. This document (as read in conjunction with our Base Listing Document and each addendum referred to in the section headed "Product Summary Statement") is accurate as at the date of this document. You should carefully study the risk factors set out in the Listing Documents. You should also consider your financial position and investment objectives before deciding to invest in the CBBCs. We cannot give you investment advice. You must decide whether the CBBCs meet your investment needs before investing in the CBBCs.

Is there any guarantee or collateral for the CBBCs?

No. Our obligations under the CBBCs are neither guaranteed by any third party, nor collateralised with any of our assets or other collaterals. When you purchase our CBBCs, you are relying on our creditworthiness only, and of no other person. If we become insolvent or default on our obligations under the CBBCs, you can only claim as an unsecured creditor of the Issuer. In such event, you may not be able to recover all or even part of the amount due under the CBBCs (if any).

What are the Issuer's credit ratings?

The Issuer's long-term credit ratings are:

Rating agency	*Rating as of the Launch Date*
Moody's Investors Service, Inc.	Aa3 (stable outlook)
S&P Global Ratings	AA- (stable outlook)

Rating agencies usually receive a fee from the companies that they rate. When evaluating our creditworthiness, you should not solely rely on our credit ratings because:

– a credit rating is not a recommendation to buy, sell or hold the CBBCs;
– ratings of companies may involve difficult-to-quantify factors such as market competition, the success or failure of new products and markets and managerial competence;
– a high credit rating is not necessarily indicative of low risk. Our credit ratings as of the Launch Date are for reference only. Any downgrading of our ratings could result in a reduction in the value of the CBBCs;
– a credit rating is not an indication of the liquidity or volatility of the CBBCs; and
– a credit rating may be downgraded if the credit quality of the Issuer declines.

The CBBCs are not rated. The Issuer's credit ratings are subject to change or withdrawal at any time within each rating agency's sole discretion. You should conduct your own research using publicly available sources to obtain the latest information with respect to the Issuer's ratings from time to time.

Is the Issuer regulated by the Hong Kong Monetary Authority referred to in Rule 15A.13(2) or the Securities and Futures Commission referred to in Rule 15A.13(3)?

We are a licensed bank regulated by the Hong Kong Monetary Authority, and a registered institution under the Securities and Futures Ordinance (Cap. 571) of Hong Kong to carry on type 1 (Dealing in Securities), type 2 (Dealing in Futures Contracts), type 4 (Advising on Securities), type 5 (Advising on Futures Contracts), type 6 (Advising on Corporate Finance) and type 9 (Asset Management) regulated activities.

Is the Issuer subject to any litigation?

Except as set out in Exhibit A and Exhibit B of the Base Listing Document, there are no legal or arbitration proceedings (including any such proceedings which are pending or threatened of which we are aware) which may have, or have had in the previous 12 months, a significant effect on us and our subsidiaries.

Has our financial position changed since last financial year-end?

Except as set out in Exhibit A and Exhibit B of the Base Listing Document, there has been no material adverse change in our financial or trading position or prospects or indebtedness since 31 December 2024.

PRODUCT SUMMARY STATEMENT

The CBBCs are listed structured products which involve derivatives. This statement provides you with key information about the CBBCs. You should not invest in the CBBCs based on the information contained in this statement alone. You should read and understand the remaining sections of this document, together with the other Listing Documents, before deciding whether to invest.

Overview of the CBBCs

- **What is a CBBC?**
  A CBBC linked to an index is an instrument which tracks the performance of the underlying index.

  The trading price of the CBBCs tends to follow closely the movement of the Index level in dollar value.

  Similar to a derivative warrant, a CBBC may provide a leveraged return to you. Conversely, such leverage could also magnify your losses.

  A bull CBBC is designed for an investor holding a view that the level of the underlying index will increase during the term of the CBBC.

  A bear CBBC is designed for an investor holding a view that the level of the underlying index will decrease during the term of the CBBC.

- **How do the CBBCs work?**
  The CBBCs are European style cash settled callable bull/bear contracts linked to the Index. Subject to no occurrence of a Mandatory Call Event (see "Mandatory call feature" below), the CBBCs can only be exercised on the Expiry Date.

  Mandatory call feature
  A Mandatory Call Event occurs if the Spot Level is at or below (in respect of a series of bull CBBCs) or at or above (in respect of a series of bear CBBCs) the Call Level at any time during an Index Business Day in the Observation Period.

  The Observation Period commences from the Observation Commencement Date to the Trading Day immediately preceding the Expiry Date (both dates inclusive). "**Trading Day**" means any day on which the Stock Exchange is scheduled to open for trading for its regular trading sessions.

  Upon the occurrence of a Mandatory Call Event, trading in the CBBCs will be suspended immediately and, subject to the limited circumstances set out in the Conditions in which a Mandatory Call Event may be reversed, the CBBCs will be terminated and all Post MCE Trades will be invalid and will be cancelled and will not be recognised by us or the Stock Exchange. The term "**Post MCE Trades**" means subject to such modification and amendment prescribed by the Stock Exchange from time to time, (a) in the case where the Mandatory Call Event occurs during a continuous trading session, all trades in the CBBCs concluded via auto-matching or manually after the time of the occurrence of a Mandatory Call Event, and (b) in the case where the Mandatory Call Event occurs during a pre-opening session or a closing auction session (if applicable), all auction trades in the CBBCs concluded in such session and all manual trades concluded after the end of the pre-order matching period in such session.

  The time at which a Mandatory Call Event occurs will be determined by reference to the time the relevant Index level is published by the Index Compiler.

  Residual Value calculation
  The CBBCs are Category R as the Call Level is different from the Strike Level. Upon the occurrence of a Mandatory Call Event, the holder may be entitled to a cash amount called the "**Residual Value**" net of any Exercise Expenses (as defined under the heading "Exercise Expenses" in the sub-section titled "What are the fees and charges?" below).

  The Residual Value will be calculated in accordance with a formula by reference to the lowest Spot Level (in respect of a series of bull CBBCs) or the highest Spot Level (in respect of a series of bear CBBCs) of the Index in the trading session during which a Mandatory Call Event occurs and in the following session, subject to potential extension as further described in Condition 2.

  The Residual Value per Board Lot (if any) payable is calculated as follows:

  In respect of a series of bull CBBCs:

$$\frac{(\text{Minimum Index Level - Strike Level}) \text{ x one Board Lot x Index Currency Amount}}{\text{Divisor}}$$

In respect of a series of bear CBBCs:

$$\frac{\text{(Strike Level - Maximum Index Level) x one Board Lot x Index Currency Amount}}{\text{Divisor}}$$

Where:

"**Minimum Index Level**" means, in respect of a series of bull CBBCs, the lowest Spot Level of the Index during the MCE Valuation Period;

"**Maximum Index Level**" means, in respect of a series of bear CBBCs, the highest Spot Level of the Index during the MCE Valuation Period;

"**MCE Valuation Period**" means, subject to any extension (as described in further detail in the Conditions), the period commencing from and including the moment upon which the Mandatory Call Event occurs and up to the end of the following trading session on the Index Exchange; and

"**Spot Level**" means the spot level of the Index as compiled and published by the Index Compiler.

If the Residual Value is equal to or less than the Exercise Expenses (if any), you will lose all of your investment.

At expiry
If a Mandatory Call Event has not occurred during the Observation Period, the CBBCs will be terminated on the Expiry Date.

A bull CBBC will be automatically exercised at expiry without the need for the holder to deliver an exercise notice if the Closing Level is above the Strike Level. The more the Closing Level is above the Strike Level, the higher the payoff at expiry. If the Closing Level is at or below the Strike Level, you will lose all of your investment in the bull CBBC.

A bear CBBC will be automatically exercised at expiry without the need for the holder to deliver an exercise notice if the Closing Level is below the Strike Level. The more the Closing Level is below the Strike Level, the higher the payoff at expiry. If the Closing Level is at or above the Strike Level, you will lose all of your investment in the bear CBBC.

Upon the automatic exercise of the CBBCs, the holder is entitled to a cash amount called the "**Cash Settlement Amount**" net of any Exercise Expenses (as defined under the heading "Exercise Expenses" in the sub-section titled "What are the fees and charges?" below) according to the terms and conditions in the Listing Documents. **If the Cash Settlement Amount is equal to or less than the Exercise Expenses (if any), you will lose all of your investment in the CBBCs.**

- **Can you sell the CBBCs before the Expiry Date?**
  Yes. We have made an application for listing of, and permission to deal in, the CBBCs on the Stock Exchange. All necessary arrangements have been made to enable the CBBCs to be admitted into the Central Clearing and Settlement System ("**CCASS**"). Issue of the CBBCs is conditional upon listing approval being granted. From the Listing Date up to the Trading Day immediately preceding the Expiry Date (both dates inclusive), you may sell or buy the CBBCs on the Stock Exchange. No application has been made to list the CBBCs on any other stock exchange.

  The CBBCs may only be transferred in a Board Lot (or integral multiples thereof). Where a transfer of CBBCs takes place on the Stock Exchange, currently settlement must be made not later than two CCASS Settlement Days after such transfer.

  The Liquidity Provider will make a market in the CBBCs by providing bid and/or ask prices. See the section headed "Liquidity" below.

- **What is your maximum loss?**
  The maximum loss in the CBBCs will be your entire investment amount plus any transaction costs.

- **What are the factors determining the price of a CBBC?**
  The price of a CBBC linked to an index generally depends on the level of the underlying index (being the Index for the CBBCs). However, throughout the term of the CBBCs, the price of the CBBCs will be influenced by a number of factors, including:

  – the Strike Level and Call Level of the CBBCs;
  – the likelihood of the occurrence of a Mandatory Call Event;
  – the probable range of Residual Value (if any) upon the occurrence of a Mandatory Call Event;
  – the time remaining to expiry;
  – the interim interest rates and expected dividend payments or other distributions on any components comprising the Index;
  – the liquidity of the futures contracts relating to the Index;
  – the supply and demand for the CBBCs;
  – the probable range of the Cash Settlement Amount;
  – our related transaction cost; and
  – the creditworthiness of the Issuer.

Although the price of the CBBCs tends to follow closely the movement of the Index level in dollar value, movements in the price of the CBBCs are affected by a number of factors (including those as set out above) and may not always follow closely the movements in the Index level, especially when the Spot Level is close to the Call Level or there may be expected dividend payments or other distributions on any components comprising the Index during the life of the CBBCs. It is possible that the price of the CBBCs does not increase as much as the increase (in respect of the bull CBBCs) or decrease (in respect of the bear CBBCs) in the level of the Index.

Risks of investing in the CBBCs

You must read the section headed "Key Risk Factors" in this document together with the risk factors set out in our Base Listing Document. You should consider all these factors collectively when making your investment decision.

Liquidity

- **How to contact the Liquidity Provider for quotes?**

Liquidity Provider:	HSBC Securities Brokers (Asia) Limited
Address:	Levels 17 and 18, HSBC Main Building, 1 Queen's Road Central, Hong Kong
Telephone Number:	(852) 2822 1849

  The Liquidity Provider is regulated by the Stock Exchange and the Securities and Futures Commission. It is an affiliate of the Issuer and will act as our agent in providing quotes. You can request a quote by calling the Liquidity Provider at the telephone number above.

- **What is the Liquidity Provider's maximum response time for a quote?** The Liquidity Provider will respond within 10 minutes and the quote will be displayed on the Stock Exchange's designated stock page for the CBBCs.

- **Maximum spread between bid and ask prices**: 20 spreads

- **Minimum quantity for which liquidity will be provided**: 20 Board Lots

- **What are the circumstances under which the Liquidity Provider is not obliged to provide liquidity?**
  There will be circumstances under which the Liquidity Provider is not obliged to provide liquidity. Such circumstances include:

  (i) upon the occurrence of a Mandatory Call Event;

  (ii) during the first 5 minutes of each morning trading session or the first 5 minutes after trading commences for the first time on a trading day;

  (iii) during a pre-opening session or a closing auction session (if applicable) or any other circumstances as may be prescribed by the Stock Exchange;

  (iv) when the CBBCs are suspended from trading for any reason;

  (v) if there occurs or exists any suspension of or limitation imposed on trading of options or futures contracts relating to the Index or if the Index level is not calculated or published as scheduled for any reason;

  (vi) when there are no CBBCs available for market making activities. In such event, the Liquidity Provider shall continue to provide bid prices. CBBCs held by us or any of our affiliates in a fiduciary or agency capacity are not CBBCs available for market making activities;

  (vii) when there are operational and technical problems beyond the control of the Liquidity Provider hindering the ability of the Liquidity Provider to provide liquidity;

  (viii) if the stock market experiences exceptional price movement and high volatility over a short period of time which materially affects the Liquidity Provider's ability to source a hedge or unwind an existing hedge; or

  (ix) if the theoretical value of the CBBCs is less than HK$0.01. If the Liquidity Provider chooses to provide liquidity under this circumstance, both bid and ask prices will be made available.

  You should read the sub-section entitled "Possible limited secondary market" under the "Key Risk Factors" section for further information on the key risks when the Liquidity Provider is not able to provide liquidity.

How can you obtain further information?

- **Information about the Index**
  You may obtain information on the Index by visiting the Index Compiler's website at *www.hsi.com.hk*.

- **Information about the CBBCs after issue**
  You may visit our website at *https://www.warrants.hsbc.com.hk/en/cbbc/latest-document-and-notice* to obtain information on the CBBCs or any notice given by us in relation to the CBBCs.

- **Information about us**
  You should read the section "Updated Information about Us" in this document. You may visit *www.hsbc.com.hk* to obtain general corporate information about us.

We have included references to websites in this document to indicate how further information may be obtained. Information appearing on those websites does not form part of the Listing Documents. We accept no responsibility for the accuracy or completeness of the information appearing on those websites. You should conduct your own due diligence (including without limitation web searches) to ensure that you are viewing the most up-to-date information.

What are the fees and charges?

- **Trading Fees and Levies**
  For each transaction effected on the Stock Exchange, the following trading fees and levies calculated on the value of the consideration for the CBBCs will be payable by each of the seller and the buyer:

  (i) a trading fee of 0.00565 per cent. charged by the Stock Exchange;
  (ii) a transaction levy of 0.0027 per cent. charged by the Securities and Futures Commission; and
  (iii) a transaction levy of 0.00015 per cent. charged by the Accounting and Financial Reporting Council.

  The levy for the investor compensation fund is currently suspended.

- **Exercise Expenses**
  You are responsible for any Exercise Expenses. Exercise Expenses mean any charges or expenses including any taxes or duties which are incurred in respect of the early termination of the CBBCs upon the occurrence of a Mandatory Call Event or the exercise of the CBBCs at expiry. Any Exercise Expenses will be deducted from the Residual Value or the Cash Settlement Amount payable at expiry (if any, as the case may be). If the Residual Value or the Cash Settlement Amount payable at expiry (as the case may be) is equal to or less than the Exercise Expenses, no amount is payable. As at the date of this document, no Exercise Expenses are payable for cash settled callable bull/bear contracts (including the CBBCs).

- **Stamp Duty**
  No stamp duty is currently payable in Hong Kong on transfer of cash settled callable bull/bear contracts (including the CBBCs).

You should note that any transaction cost will reduce your gain or increase your loss under your investment in the CBBCs.

What is the legal form of the CBBCs?

Each series of the CBBCs will be represented by a global certificate in the name of HKSCC Nominees Limited that is the only legal owner of the CBBCs. We will not issue definitive certificates for the CBBCs. You may arrange for your broker to hold the CBBCs in a securities account on your behalf, or if you have a CCASS Investor Participant securities account, you may arrange for the CBBCs to be held in such account. You will have to rely on the records of CCASS and/or the statements you receive from your brokers as evidence of your beneficial interest in the CBBCs.

Can we adjust the terms or early terminate the CBBCs?

The occurrence of certain events (including, without limitation, a succession of the Index or Index Compiler, modification or cessation of calculation of the Index) may entitle us to adjust the terms and conditions of the CBBCs. However, we are not obliged to adjust the terms and conditions of the CBBCs for every event that affects the Index.

We may early terminate the CBBCs if it becomes illegal or impracticable for us (i) to perform our obligations under the CBBCs as a result of a change in law event, or (ii) to maintain our hedging arrangement with respect to the CBBCs due to a change in law event. In such event, the amount payable by us (if any) will be the fair market value of the CBBCs less our cost of unwinding any related hedging arrangements as determined by us, which may be substantially less than your initial investment and may be zero.

Please refer to Conditions 6 and 7 for details about adjustments or early termination events. Such events may negatively affect your investment and you may suffer a loss.

Mode of settlement for the CBBCs

Subject to early termination upon the occurrence of a Mandatory Call Event, the CBBCs will be automatically exercised on the Expiry Date in integral multiples of the Board Lot if the Cash Settlement Amount is positive. If the Cash Settlement Amount is zero or negative, or is equal to or less than the Exercise Expenses, you will lose all of your investment.

Upon the occurrence of a Mandatory Call Event, the CBBCs will be early terminated and the holder is entitled to the Residual Value (if any) net of any Exercise Expenses.

We will deliver a cash amount in the Settlement Currency equal to the Residual Value or the Cash Settlement Amount payable at expiry net of any Exercise Expenses (if any) no later than the Settlement Date to HKSCC Nominees Limited (as the registered holder of the CBBCs), which will then distribute such amount to the securities account of your broker (and if applicable, its custodian) or to your CCASS Investor Participant securities account (as the case may be). You may have to rely on your broker (and if applicable, its custodian) to ensure that the Residual Value or the Cash Settlement Amount payable at expiry (if any) is credited to your account maintained with your broker. Once we make the payment to HKSCC Nominees Limited, who operates CCASS, you will have no further right against us for that payment, even if CCASS or your broker (and if applicable, its custodian) does not transfer your share of payment to you, or is late in making such payment transfer.

Payment of the Residual Value or the Cash Settlement Amount payable at expiry (if any) may be delayed if a Settlement Disruption Event occurs on the Settlement Date, as a result of which we are unable to deliver such amount through CCASS on such day. See Condition 4(d) for further information.

Where can you find the relevant documents of the CBBCs?

The following documents are available on the website of the HKEX at www.hkexnews.hk and our website at https://www.warrants.hsbc.com.hk/en/cbbc/latest-document-and-notice:

以下文件可於香港交易所披露易網站(www.hkexnews.hk) 以及本公司網站https://www.warrants.hsbc.com.hk/tc/cbbc/latest-document-and-notice 瀏覽：

- each of the Listing Documents (in separate English and Chinese versions), including:
  - this document
  - our Base Listing Document

- our latest audited consolidated financial statements and any interim or quarterly financial statements;

- a copy of the consent letter of our auditors referred to in our Base Listing Document.

Are there any dealings in the CBBCs before the Listing Date?

It is possible that there may have been dealings in the CBBCs before the Listing Date. If there are any dealings in the CBBCs by us or any of our subsidiaries or associated companies from the Launch Date prior to the Listing Date, we will report those dealings to the Stock Exchange by the Listing Date and such report will be released on the website of the Stock Exchange.

Has the auditor consented to the inclusion of its report to the Listing Documents?

Our auditor ("**Auditor**") has given and has not since withdrawn its written consent to the inclusion of its report dated 19 February 2025 and/or the references to its name in our Base Listing Document, in the form and context in which they are included. Its report was not prepared exclusively for incorporation into our Base Listing Document. The Auditor does not own any of our shares or shares in any member of our group, nor does it have the right (whether legally enforceable or not) to subscribe for or to nominate persons to subscribe for our securities or securities of any member of our group.

Authorisation of the CBBCs

The issue of the CBBCs has been approved in accordance with our product governance policy since 2007.

Selling restrictions

The CBBCs have not been and will not be registered under the United States Securities Act of 1933, as amended (the "**Securities Act**"), and will not be offered, sold, delivered or traded, at any time, indirectly or directly, in the United States or to, or for the account or benefit of, (a) a U.S. Person (as defined in Regulation S of the Securities Act), (b) a U.S. person as defined in 17 C.F.R. § 23.23(a)(23) (a "**CFTC U.S. Person**") or to others for offer or sale to or for the account or benefit of any such CFTC U.S. person or (c) a "United States person" as defined in U.S. Executive Order 13959, as amended by U.S. Executive Order 14032, or in the Chinese Military-Industrial Complex Sanctions Regulations (31 C.F.R. Part 586) ("**E.O. 13959 U.S. Persons**"), to the extent that the underlyings for the relevant CBBCs include (i) securities whose purchase or sale by E.O. 13959 U.S. Persons is restricted under Executive Order 13959 (as amended) or (ii) provide any investment exposure to any such securities ((i) and (ii) collectively, "**E.O. 13959 Restricted Underlyings**").

E.O. 13959 U.S. Persons are restricted from purchasing or selling CBBCs with E.O. 13959 Restricted Underlyings after the effective date of the Executive Order 13959 (as amended) restrictions applicable to those underlyings and investors should seek their own independent legal advice regarding compliance with Executive Order 13959 (as amended).

The offer or transfer of the CBBCs is also subject to the selling restrictions specified in our Base Listing Document.

Capitalised terms and inconsistency

Unless otherwise specified, capitalised terms used in this document have the meanings set out in the Conditions. If this document is inconsistent with our Base Listing Document, this document shall prevail.

INFORMATION ON THE INDEX

The information on the Index set out below is extracted from or based on publicly available information and, in particular, information from the Index Compiler. We do not give any representation whatsoever as to the truth, accuracy, completeness, adequacy or reasonableness of any of the information contained therein whether as at the date of this document or any other time, save that we have taken reasonable care to correctly extract, summarise and/or reproduce such information.
Who is the Index Compiler? Hang Seng Indexes Company Limited. The Index is managed and compiled by the Index Compiler, which is a wholly-owned subsidiary of Hang Seng Bank Limited.
How is the Index level disseminated? The Index level is disseminated through the website of the Index Compiler at *http://www.hsi.com.hk* and various information vendors. You should contact your stockbroker for further information.
Index disclaimer The Index is published and compiled by Hang Seng Indexes Company Limited pursuant to a licence from Hang Seng Data Services Limited. The mark and name Hang Seng Index are proprietary to Hang Seng Data Services Limited. Hang Seng Indexes Company Limited and Hang Seng Data Services Limited have agreed to the use of, and reference to, the Index by the Issuer in connection with the CBBCs (the "**Product**"), **BUT NEITHER HANG SENG INDEXES COMPANY LIMITED NOR HANG SENG DATA SERVICES LIMITED WARRANTS OR REPRESENTS OR GUARANTEES TO ANY BROKER OR HOLDER OF THE PRODUCT OR ANY OTHER PERSON (i) THE ACCURACY OR COMPLETENESS OF THE INDEX AND ITS COMPUTATION OR ANY INFORMATION RELATED THERETO; OR (ii) THE FITNESS OR SUITABILITY FOR ANY PURPOSE OF THE INDEX OR ANY COMPONENT OR DATA COMPRISED IN IT; OR (iii) THE RESULTS WHICH MAY BE OBTAINED BY ANY PERSON FROM THE USE OF THE INDEX OR ANY COMPONENT OR DATA COMPRISED IN IT FOR ANY PURPOSE, AND NO WARRANTY OR REPRESENTATION OR GUARANTEE OF ANY KIND WHATSOEVER RELATING TO THE INDEX IS GIVEN OR MAY BE IMPLIED.** The process and basis of computation and compilation of the Index and any of the related formula or formulae, constituent stocks and factors may at any time be changed or altered by Hang Seng Indexes Company Limited without notice. **TO THE EXTENT PERMITTED BY APPLICABLE LAW, NO RESPONSIBILITY OR LIABILITY IS ACCEPTED BY HANG SENG INDEXES COMPANY LIMITED OR HANG SENG DATA SERVICES LIMITED (i) IN RESPECT OF THE USE OF AND/OR REFERENCE TO THE INDEX BY THE ISSUER IN CONNECTION WITH THE PRODUCT; OR (ii) FOR ANY INACCURACIES, OMISSIONS, MISTAKES OR ERRORS OF HANG SENG INDEXES COMPANY LIMITED IN THE COMPUTATION OF THE INDEX; OR (iii) FOR ANY INACCURACIES, OMISSIONS, MISTAKES, ERRORS OR INCOMPLETENESS OF ANY INFORMATION USED IN CONNECTION WITH THE COMPUTATION OF THE INDEX WHICH IS SUPPLIED BY ANY OTHER PERSON; OR (iv) FOR ANY ECONOMIC OR OTHER LOSS WHICH MAY BE DIRECTLY OR INDIRECTLY SUSTAINED BY ANY BROKER OR HOLDER OF THE PRODUCT OR ANY OTHER PERSON DEALING WITH THE PRODUCT AS A RESULT OF ANY OF THE AFORESAID, AND NO CLAIMS, ACTIONS OR LEGAL PROCEEDINGS MAY BE BROUGHT AGAINST HANG SENG INDEXES COMPANY LIMITED AND/OR HANG SENG DATA SERVICES LIMITED** in connection with the Product in any manner whatsoever by any broker, holder or other person dealing with the Product. Any broker, holder or other person dealing with the Product does so therefore in full knowledge of this disclaimer and can place no reliance whatsoever on Hang Seng Indexes Company Limited and Hang Seng Data Services Limited. For the avoidance of doubt, this disclaimer does not create any contractual or quasi-contractual relationship between any broker, holder or other person and Hang Seng Indexes Company Limited and/or Hang Seng Data Services Limited and must not be construed to have created such relationship.

KEY RISK FACTORS

You must read these key risk factors together with the risk factors set out in our Base Listing Document. These key risk factors do not necessarily cover all risks related to the CBBCs. If you have any concerns or doubts about the CBBCs, you should obtain independent professional advice.

Non-collateralised structured products
The CBBCs are not secured on any of our assets or any collateral.

Credit risk
If you invest in the CBBCs, you are relying on our creditworthiness and of no other person (including the ultimate holding company of our group, HSBC Holdings plc). If we become insolvent or default on our obligations under the CBBCs, you can only claim as unsecured creditor regardless of the performance of the Index and may not be able to recover all or even part of the amount due under the CBBCs (if any). You have no rights under the terms of the CBBCs against the Index Compiler or any company which has issued any constituent securities of the Index.

CBBCs are not principal protected and may become worthless
Given the gearing effect inherent in the CBBCs, a small change in the Index level may lead to a substantial price movement in the CBBCs. You may suffer higher losses in percentage terms if you expect the level of the Index to move one way but it moves in the opposite direction.

Unlike stocks, the CBBCs have a limited life and will be early terminated upon the occurrence of a Mandatory Call Event or expire on the Expiry Date. In the worst case, the CBBCs may be early terminated or expire with no value and you will lose all of your investment. The CBBCs may only be suitable for experienced investors who are willing to accept the risk that they may lose all their investment.

The CBBCs can be volatile
Prices of the CBBCs may rise or fall rapidly. You should carefully consider, among other things, the following factors before dealing in the CBBCs:

(i) the Strike Level and Call Level of the CBBCs;
(ii) the likelihood of the occurrence of a Mandatory Call Event;
(iii) the probable range of Residual Value (if any) upon the occurrence of a Mandatory Call Event;
(iv) the time remaining to expiry;
(v) the interim interest rates and expected dividend payments or other distributions on any components comprising the Index;
(vi) the liquidity of the futures contracts relating to the Index;
(vii) the supply and demand for the CBBCs;
(viii) the probable range of the Cash Settlement Amount;
(ix) the related transaction cost (including the Exercise Expenses, if any); and
(x) the creditworthiness of the Issuer.

The value of the CBBCs may not follow closely the movements in the level of the Index. If you buy the CBBCs with a view to hedge against your exposure to any futures contract relating to the Index, it is possible that you could suffer loss in your investment in that futures contract and the CBBCs.

In particular, you should note that when the Spot Level of the Index is close to the Call Level, the trading price of the CBBCs will be more volatile. The change in the trading price of the CBBCs may not be comparable and may be disproportionate with the change in the Index level. In such case, a small change in the Index level may lead to a substantial price movement in the CBBCs.

Suspension of trading
If the calculation and/or publication of the Index level by the Index Compiler is suspended for whatever reasons, trading in the CBBCs may be suspended for a similar period.

In the event the Index Compiler publishes a notice regarding the occurrence of system outage of the Index Compiler which affects the normal index level dissemination of the Index and failure of the Index Compiler to provide a periodic publication of the index level with respect to the Index at a minimum of every 15 minute interval on its website under the contingency mode (an "**Index Disruption Event**"), trading in the CBBCs will be halted as early as practicable. In such case, we will publish an announcement in relation to the trading halt of the CBBCs.

If the Index Compiler publishes a notice (an "**index resumption notice**") regarding resumption of normal index level dissemination of the Index no later than 15 minutes prior to the end of a continuous trading session, the CBBCs will resume trading on the Stock Exchange as early as practicable following the index resumption notice in the same continuous trading session. Otherwise, if the index resumption notice is published less than 15 minutes prior to the end of a continuous trading session, the CBBCs will resume trading on the Stock Exchange in the subsequent continuous trading session. Following the publication of the index resumption notice, we will publish an announcement in relation to the resumption of trading of the CBBCs.

In such case, the value of the CBBCs may be subject to a significant impact of time decay and may fluctuate significantly upon resumption of trading, which may adversely affect your investment in the CBBCs.

You should note that outstanding orders of the CBBCs will not be automatically cancelled during the trading halt of the CBBCs and will remain valid when trading is resumed on the same day. You should contact your broker before resumption of trading if you wish to cancel your order(s) of the CBBCs.

You should also note that once the index level dissemination of the Index is resumed, the CBBCs will be subject to the Mandatory Call Event as set out in the terms and conditions of the CBBCs and a Mandatory Call Event may occur notwithstanding that (i) the Index is updated on the Index Compiler's website under the contingency mode at an interval which is less frequent than normal index level dissemination; or (ii) the CBBCs have not resumed trading on the Stock Exchange, which may adversely affect your investment in the CBBCs.

Trading halt and resumption of trading arrangements in connection with an Index Disruption Event
You should note that there are potential risks associated with the occurrence of an Index Disruption Event and the implementation of the trading halt and resumption in connection with the Index Disruption Event as specified under the risk factor headed "*Suspension of Trading*" above (the "**Trading Arrangements**"), which may adversely affect your investment in the CBBCs. The Stock Exchange, HKEX and its affiliates, shall not incur any liability (whether based on contract, tort, (including, without limitation, negligence), or any other legal or equitable grounds and without regard to the circumstances giving rise to any purported claim except in the case of wilful misconduct on the part of the Stock Exchange, HKEX and/or its affiliates) for, any direct,

consequential, special, indirect, economic, punitive, exemplary or any other loss or damage suffered or incurred by us or any other party arising from or in connection with the Trading Arrangements or an Index Disruption Event, including without limitation, any delay, failure, mistake or error in the Stock Exchange effecting the Trading Arrangements.

Except in the case of wilful misconduct on the part of us, we and our affiliates shall not have any responsibility for any loss or damage suffered or incurred by any party arising from or in connection with the Trading Arrangements or an Index Disruption Event, including without limitation, any delay, failure, mistake or error in the Trading Arrangements.

You may lose your entire investment when a Mandatory Call Event occurs

Unlike warrants, CBBCs has a mandatory call feature and trading in the CBBCs will be suspended when the Spot Level reaches the Call Level (subject to the circumstances in which a Mandatory Call Event will be reversed as set out in the sub-section titled "Mandatory Call Event is irrevocable" below). No investors can sell the CBBCs after the occurrence of a Mandatory Call Event. Even if the level of the Index bounces back in the right direction, the CBBCs which have been terminated as a result of the Mandatory Call Event will not be revived and investors will not be able to profit from the bounce-back. Investors may receive a Residual Value after the occurrence of a Mandatory Call Event but such amount may be zero.

Mandatory Call Event is irrevocable

A Mandatory Call Event is irrevocable unless it is triggered as a result of any of the following events:

(i) report of system malfunction or other technical errors of HKEX (such as the setting up of wrong Call Level or other parameters) by the Stock Exchange to us; or

(ii) report of manifest errors caused by the relevant third party price source where applicable by us to the Stock Exchange,

and we agree with the Stock Exchange that such Mandatory Call Event is to be revoked provided that such mutual agreement must be reached no later than 30 minutes before the commencement of trading (including the pre-opening session) (Hong Kong time) on the Trading Day of the Stock Exchange immediately following the day on which the Mandatory Call Event occurs, or such other time as prescribed by the Stock Exchange from time to time.

In such case, the Mandatory Call Event so triggered will be reversed and all trades cancelled (if any) will be reinstated and the trading of the CBBCs will resume.

Delay in Mandatory Call Event notification

We will notify the market as soon as reasonably practicable after the occurrence of a Mandatory Call Event. You should be aware that there may be a delay in our announcement of a Mandatory Call Event due to technical errors, system failures and other factors that are beyond the reasonable control of the Stock Exchange and us.

Non-Recognition of Post MCE Trades

The Stock Exchange and its recognised exchange controller, HKEX, will not incur any liability (whether based on contract, tort, (including, without limitation, negligence), or any other legal or equitable grounds and without regard to the circumstances giving rise to any purported claim except in the case of wilful misconduct on the part of the Stock Exchange and/or HKEX) for, any direct, consequential, special, indirect, economic, punitive, exemplary or any other loss or damage suffered or incurred by us or any other party arising from or in connection with the Mandatory Call Event or the suspension of trading ("**Trading Suspension**") or the non-recognition of trades after a Mandatory Call Event ("**Non-Recognition of Post MCE Trades**"), including without limitation, any delay, failure, mistake or error in the Trading Suspension or Non-Recognition of Post MCE Trades.

We and our affiliates shall not have any responsibility for any losses suffered as a result of the Trading Suspension and/or Non-Recognition of Post MCE Trades in connection with the occurrence of a Mandatory Call Event, notwithstanding that such Trading Suspension or Non-Recognition of Post MCE Trades may have occurred as a result of an error in the observation of the event.

Fluctuation in the Funding Cost

The Issue Price of the CBBCs is set by reference to the difference between the initial reference spot level of the Index and the Strike Level, plus the applicable Funding Cost as of the Launch Date. The initial Funding Cost applicable to the CBBCs is specified in the section headed "Key Terms" in this document. It will fluctuate throughout the life of the CBBCs as the funding rate may change from time to time. The funding rate is a rate determined by us based on one or more of the following factors, including but not limited to the Strike Level, the prevailing interest rate, the expected life of the CBBCs, any expected notional dividend payments or other distributions in respect of any securities comprising the Index and the margin financing provided by us.

Residual Value will not include residual Funding Cost

The Residual Value (if any) payable by us following the occurrence of a Mandatory Call Event will not include the residual Funding Cost for the CBBCs. When a Mandatory Call Event occurs, the investors will lose the Funding Cost for the full period.

Our hedging activities

Our trading and/or hedging activities or those of our related parties related to the CBBCs and/or other financial instruments issued by us from time to time may have an impact on the Index level and may trigger a Mandatory Call Event.

In particular, when the Spot Level of the Index is close to the Call Level, our unwinding activities in relation to the Index may cause a fall or rise (as the case may be) in the Index level leading to a Mandatory Call Event as a result of such unwinding activities.

We or our related party may unwind our hedging transactions relating to the CBBCs in proportion to the amount of the CBBCs we repurchase from the market from time to time. Such activity may lead to greater volatility of the level of the index, and may lead to a Mandatory Call Event as a result. Upon the occurrence of a Mandatory Call Event, we or our related party may unwind any hedging transactions relating to the CBBCs. Such unwinding activities after the occurrence of a Mandatory Call Event may affect the Index level and consequently the Residual Value for the CBBCs.

Time decay
Without taking into account interim interest rates and expected dividend payments or other distributions on any components comprising the Index and assuming all other factors remain constant, the value of a CBBC is likely to decrease over time. Therefore, the CBBCs should not be viewed as a product for long term investments.

Possible limited secondary market
The Liquidity Provider may be the only market participant for the CBBCs and therefore the secondary market for the CBBCs may be limited. The more limited the secondary market, the more difficult it may be for you to realise the value in the CBBCs prior to expiry.

You should also be aware that the Liquidity Provider may not be able to provide liquidity when there are operational and technical problem hindering its ability to do so. Even if the Liquidity Provider is able to provide liquidity in such circumstances, its performance of liquidity provision may be adversely affected. For example:

(i) the spread between bid and ask prices quoted by the Liquidity Provider may be significantly wider than its normal standard;

(ii) the quantity for which liquidity will be provided by the Liquidity Provider may be significantly smaller than its normal standard; and/or

(iii) the Liquidity Provider's response time for a quote may be significantly longer than its normal standard.

Change of calculation methodology or failure to publish the Index
If there is a material change in the calculation of the Index level or a failure to publish the Index, we may determine the Closing Level on the basis of the method last in effect prior to such change or failure.

Publication of Index level when component shares are not trading
The Index Compiler may publish the Index level at a time when one or more shares comprising the Index are not trading.

Adjustment related risk
The occurrence of certain events (including, without limitation, a succession of the Index or Index Compiler, modification or cessation of calculation of the Index) may entitle us to adjust the terms and conditions of the CBBCs. However, we are not obliged to adjust the terms and conditions of the CBBCs for every event that affects the Index. Any adjustment or decision not to make any adjustment may adversely affect the value of the CBBCs. Please refer to Condition 6 for details about adjustments.

Possible early termination
We may early terminate the CBBCs if it becomes illegal or impracticable for us (i) to perform our obligations under the CBBCs as a result of a change in law event, or (ii) to maintain our hedging arrangement with respect to the CBBCs due to a change in law event. In such event, the amount payable by us (if any) will be the fair market value of the CBBCs less our costs of unwinding any related hedging arrangements as determined by us, which may be substantially less than your initial investment and may be zero. Please refer to Condition 7 for details about our early termination rights.

Time lag between early termination or exercise and settlement of the CBBCs
There is a time lag between the early termination or exercise of the CBBCs and payment of the Residual Value or the Cash Settlement Amount payable at expiry net of Exercise Expenses (if any). There may be delays in the electronic settlement or payment through CCASS.

Conflict of interest
We and our subsidiaries and affiliates engage in a wide range of commercial and investment banking, brokerage, funds management, hedging, investment and other activities and may possess material information about the Index or issue or update research reports on the Index. Such activities, information and/or research reports may involve or affect the Index and may cause consequences adverse to you or otherwise create conflicts of interests in connection with the issue of the CBBCs. We have no obligation to disclose such information and may issue research reports and engage in any such activities without regard to the issue of the CBBCs.

In the ordinary course of our business, we and our subsidiaries and affiliates may effect transactions for our own account or for the account of our customers and may enter into one or more transactions with respect to the Index or related derivatives. This may indirectly affect your interests.

We and/or members of our group (acting as a dealer) may offer commission rebates or other incentives
We and/or members of our group may, from time to time, act in the capacity of a dealer of the CBBCs. When acting in such capacity, we and/or members of our group may, in the ordinary course of our/their business, offer commission rebates or other incentives to our/their customers in respect of the CBBCs. Your investment decision should not be based solely on the benefit of the offer of such commission rebates or other incentives. Before deciding to invest in the CBBCs, you should fully understand the nature and product features of the CBBCs and read the Listing Documents, in particular, the risk factors set out in the Listing Documents and where necessary, seek independent professional advice. You should also consider your financial position and investment objectives before deciding to invest in the CBBCs.

No direct contractual rights
The CBBCs are issued in global registered form and are held within CCASS. You will not receive any definitive certificate and your name will not be recorded in the register of the CBBCs. The evidence of your interest in the CBBCs, and the efficiency of the ultimate payment of the Residual Value or the Cash Settlement Amount payable at expiry net of Exercise Expenses (if any), are subject to the CCASS Rules. You will have to rely on your broker (or, if applicable, its direct or indirect custodians) and the statements you receive from it as evidence of your interest in the CBBCs. You do not have any direct contractual rights against us.

To assert your rights as an investor in the CBBCs, you will have to rely on your broker (and, if applicable, its direct or indirect custodian) to take action on your behalf. If your broker or, if applicable, its direct or indirect custodian:

(i) fails to take action in accordance with your instructions;
(ii) becomes insolvent; or
(iii) defaults on its obligations,

you will need to take action against your broker in accordance with the terms of arrangement between you and your broker to establish your interest in the CBBCs first before you can assert your right of claim against us. You may experience difficulties in taking such legal proceedings. This is a complicated area of law and you should seek independent legal advice for further information.

The Listing Documents should not be relied upon as the sole basis for your investment decision

The Listing Documents do not take into account your investment objectives, financial situation or particular needs. Nothing in the Listing Documents should be construed as a recommendation by us or our affiliates to invest in the CBBCs or any futures contracts relating to the Index.

Not the ultimate holding company of the group

We are not the ultimate holding company of the group to which we belong. The ultimate holding company of the group to which we belong is HSBC Holdings plc.

Credit ratings

Our credit ratings as of the Launch Date are for reference only. Any downgrading of our ratings could result in a reduction in the value of the CBBCs.

Two or more risk factors may simultaneously affect the CBBCs

Two or more risk factors may simultaneously have an effect on the value of a CBBC such that the effect of any individual risk factor may not be predicted. No assurance can be given as to the effect any combination of risk factors may have on the value of a CBBC.

The Financial Institutions (Resolution) Ordinance may adversely affect the CBBCs

On 7 July 2017, the Financial Institutions (Resolution) Ordinance (Cap. 628) of Hong Kong (the "**FIRO**") came into operation. The FIRO provides for, among other things, the establishment of a resolution regime for authorized institutions and other within scope financial institutions in Hong Kong which may be designated by the relevant resolution authorities, which includes us as the issuer of the CBBCs. The resolution regime seeks to provide the relevant resolution authorities with administrative powers to bring about timely and orderly resolution in order to stabilise and secure continuity for a failing authorized institution or within scope financial institution in Hong Kong. In particular, the relevant resolution authority is provided with powers to affect contractual and property rights as well as payments (including in respect of any priority of payment) that creditors would receive in resolution. These may include, but are not limited to, powers to cancel, write off, modify, convert or replace all or a part of the CBBCs or cash payment under the CBBCs, and powers to amend or alter the contractual provisions of the CBBCs, all of which may adversely affect the value of the CBBCs, and the holders thereof may suffer a loss of some or all of their investment as a result. Holders of the CBBCs may become subject to and bound by the FIRO.

On 25 June 2021, the government of Hong Kong published the Financial Institutions (Resolution) (Contractual Recognition of Suspension of Termination Rights – Banking Sector) Rules (the "**Stay Rules**") in the Gazette. The Stay Rules have come into operation on 27 August 2021 following completion of the vetting process by the Legislative Council of Hong Kong. Subject to certain transitional periods, entities subject to the Stay Rules are required to adopt appropriate provisions in certain financial contracts to the effect that the contractual parties agree to be bound by the temporary stay that may be imposed by the Hong Kong Monetary Authority under the FIRO, which may in turn affect any in-scope financial contracts between a qualifying entity and its counterparty(ies).

As the implementation of FIRO remains untested and certain details relating to FIRO will be set out through secondary legislation and supporting rules, we are unable to assess the full impact of FIRO, the Stay Rules, any potential secondary legislation and/or supporting rules and regulations made under FIRO on the financial system generally, our counterparties, us, any of our consolidated subsidiaries, our operations and/or our financial position. **In the worst case scenario, you may get nothing back and the maximum loss could be 100% of your initial investment amount**.

Recent and future U.S. government actions

The US government's recent and future actions against mainland China and Hong Kong may affect the price or value of the underlying equities or indices (as applicable) and the prevailing trading price of the CBBCs. There can be no assurances that any future actions taken by the U.S. government (or other governments) against mainland China and Hong Kong will not have an adverse effect on the trading price or value of the CBBCs.

Restrictions on E.O. 13959 U.S. Persons

To the extent the CBBCs include underlying securities that are or become E.O. 13959 Restricted Underlyings, E.O. 13959 U.S. Persons are or will be restricted under Executive Order 13959 (as amended) from purchasing and selling the CBBCs, which may adversely affect the prevailing trading price of the CBBCs. E.O. 13959 U.S. Persons are urged to seek independent legal advice regarding compliance with Executive Order 13959 (as amended).

Updated information about Us

Ms Eloise GRAY has been appointed as the Secretary of the Issuer with effect from 5 June 2025.

Mr Edward LI has replaced Mr Martin MROSEK as the authorised representative of the Issuer with effect from 9 June 2025.

Ms Irene Yun-lien LEE has retired as an independent non-executive Director of the Issuer with effect from 8 May 2025.

Mr Fred Tin Fuk LAM has been appointed as an independent non-executive Director of the Issuer with effect from 18 July 2025.

On 26 August 2025, the Issuer published its 2025 interim financial report. Investors can view further information on this on https://www.hsbc.com/-/files/hsbc/investors/hsbc-results/2025/interim/pdfs/the-hongkong-and-shanghai-banking-corporation-limited/250826-the-hongkong-and-shanghai-banking-corporation-limited-interim-report-2025-english.pdf. Extracts of the Issuer's 2025 interim financial statements as set out in this section have been extracted from the Issuer's 2025 interim financial report. References to page numbers (i.e. the page numbers which appear on the bottom of the pages) in this section (excluding this page) are to pages of the 2025 interim financial report.

Interim condensed consolidated financial statements

Consolidated income statement

	Half-year to	
	30 Jun 2025	30 Jun 2024
	HK$m	HK$m
Net interest income	**63,126**	58,285
– interest income	**145,830**	157,620
– interest expense	**(82,704)**	(99,335)
Net fee income	**25,418**	21,022
– fee income	**32,362**	27,668
– fee expense	**(6,944)**	(6,646)
Net income from financial instruments held for trading or managed on a fair value basis	**47,257**	46,885
Net income from assets and liabilities of insurance businesses, including related derivatives, measured at fair value through profit or loss	**36,346**	13,460
Insurance finance expense	**(37,689)**	(13,348)
Insurance service result	**5,209**	4,110
– Insurance revenue	**9,836**	7,583
– Insurance service expense	**(4,627)**	(3,473)
Other operating income/(expense)[1]	**(4,650)**	2,222
Net operating income before change in expected credit losses and other credit impairment charges	**135,017**	132,636
Change in expected credit losses and other credit impairment charges	**(7,093)**	(3,555)
Net operating income	**127,924**	129,081
Employee compensation and benefits	**(20,730)**	(19,736)
General and administrative expenses	**(29,211)**	(27,700)
Depreciation and impairment of property, plant and equipment	**(3,665)**	(5,382)
Amortisation and impairment of intangible assets	**(4,664)**	(4,202)
Total operating expenses	**(58,270)**	(57,020)
Operating profit	**69,654**	72,061
Share of profit in associates and joint ventures	**9,804**	10,007
Impairment of interest in associate[1]	**(8,270)**	—
Profit before tax	**71,188**	82,068
Tax expense	**(13,761)**	(13,019)
Profit for the period	**57,427**	69,049
Attributable to:		
– ordinary shareholders of the parent company	**52,326**	63,151
– other equity holders	**2,550**	2,158
– non-controlling interests	**2,551**	3,740
Profit for the period	**57,427**	69,049

1 The amount in 'Other operating income/(expense)' includes a loss of HK$8,945m inclusive of reserves recycling, recorded in 2025 as a result of the dilution of our shareholding in BoCom. We have also recognised a HK$8,270m impairment loss following an impairment test on the carrying value of the group's investment in BoCom in 'Impairment of interest in associate'. Further details are set out in Note 6 'Interests in associates and joint ventures'.

Consolidated statement of comprehensive income

	Half-year to	
	30 Jun 2025	30 Jun 2024
	HK$m	HK$m
Profit for the period	**57,427**	69,049
Other comprehensive income/(expense)		
Items that will be reclassified subsequently to profit or loss when specific conditions are met:		
Debt instruments at fair value through other comprehensive income	**7,742**	(750)
– fair value gains/(losses)	**9,671**	(676)
– fair value gains transferred to the income statement	**(275)**	(58)
– expected credit losses recognised in the income statement	**—**	4
– income taxes	**(1,654)**	(20)
Cash flow hedges	**6,660**	(1,996)
– fair value gains/(losses)	**(10,573)**	9,568
– fair value (gains)/losses reclassified to the income statement	**18,546**	(11,947)
– income taxes	**(1,313)**	383
Share of other comprehensive income of associates and joint ventures	**(138)**	1,962
– other comprehensive income reclassified to the income statement on dilution of interest in an associate	**(439)**	—
– share for the year	**301**	1,962
Exchange differences	**17,722**	(12,316)
– foreign exchange losses reclassified to the income statement on dilution of interest in an associate	**1,548**	—
– other exchange differences	**16,174**	(12,316)
Items that will not be reclassified subsequently to profit or loss:		
Property revaluation	**(2,273)**	990
– fair value gains/(losses)	**(2,742)**	1,174
– income taxes	**469**	(184)
Equity instruments designated at fair value through other comprehensive income	**713**	187
– fair value gains	**672**	329
– income taxes	**41**	(142)
Changes in fair value of financial liabilities designated at fair value upon initial recognition arising from changes in own credit risk	**860**	(1,958)
– before income taxes	**1,035**	(2,323)
– income taxes	**(175)**	365
Remeasurement of defined benefit asset/liability	**(308)**	399
– before income taxes	**(359)**	476
– income taxes	**51**	(77)
Other comprehensive income/(expense) for the period, net of tax	**30,978**	(13,482)
Total comprehensive income for the period	**88,405**	55,567
Attributable to:		
– ordinary shareholders of the parent company	**82,062**	49,665
– other equity holders	**2,550**	2,158
– non-controlling interests	**3,793**	3,744
Total comprehensive income for the period	**88,405**	55,567

Consolidated balance sheet

		At	
		30 Jun 2025	31 Dec 2024
	Notes	**HK$m**	HK$m
Assets			
Cash and balances at central banks		**222,026**	211,047
Hong Kong Government certificates of indebtedness		**334,344**	328,454
Trading assets		**1,162,518**	1,085,321
Derivatives	3	**413,488**	505,260
Financial assets designated and otherwise mandatorily measured at fair value through profit or loss		**867,837**	781,210
Reverse repurchase agreements – non-trading		**843,786**	816,102
Loans and advances to banks		**528,932**	480,740
Loans and advances to customers	4	**3,609,474**	3,494,298
Financial investments	5	**2,515,236**	2,337,844
Amounts due from Group companies		**194,731**	175,004
Interests in associates and joint ventures	6	**171,684**	178,330
Goodwill and intangible assets		**42,061**	41,308
Property, plant and equipment		**117,358**	120,774
Deferred tax assets		**15,459**	10,307
Prepayments, accrued income and other assets		**452,212**	382,941
Total assets		**11,491,146**	10,948,940
Liabilities			
Hong Kong currency notes in circulation		**334,344**	328,454
Repurchase agreements – non-trading		**660,897**	624,784
Deposits by banks		**240,412**	183,612
Customer accounts	7	**6,839,157**	6,564,606
Trading liabilities		**86,646**	86,557
Derivatives		**461,970**	473,488
Financial liabilities designated at fair value		**211,479**	178,739
Debt securities in issue		**56,126**	64,362
Retirement benefit liabilities		**1,143**	805
Amounts due to Group companies		**417,543**	396,356
Accruals and deferred income, other liabilities and provisions		**339,885**	339,713
Insurance contract liabilities		**883,748**	799,443
Current tax liabilities		**18,613**	7,096
Deferred tax liabilities		**24,416**	22,917
Total liabilities		**10,576,379**	10,070,932
Equity			
Share capital		**180,181**	180,181
Other equity instruments		**79,158**	64,677
Other reserves		**133,607**	102,993
Retained earnings		**462,425**	471,198
Total shareholders' equity		**855,371**	819,049
Non-controlling interests		**59,396**	58,959
Total equity		**914,767**	878,008
Total liabilities and equity		**11,491,146**	10,948,940

Consolidated statement of changes in equity

	Half-year to 30 Jun 2025										
				Other reserves							
	Share capital[1]	Other equity instruments	Retained earnings	Property revaluation reserve	Financial assets at FVOCI reserve	Cash flow hedge reserve	Foreign exchange reserve	Other[4]	Total share-holders' equity	Non-controlling interests	Total equity
	HK$m	HK$m	HK$m	HK$m	HK$m	HK$m	HK$m	HK$m	HK$m	HK$m	HK$m
At 1 Jan 2025	**180,181**	**64,677**	**471,198**	**61,204**	**424**	**710**	**(65,392)**	**106,047**	**819,049**	**58,959**	**878,008**
Profit for the period	—	—	54,876	—	—	—	—	—	54,876	2,551	57,427
Other comprehensive income/(expense) (net of tax)	—	—	602	(2,094)	8,106	5,918	17,169	35	29,736	1,242	30,978
– debt instruments at fair value through other comprehensive income	—	—	—	—	7,524	—	—	—	7,524	218	7,742
– equity instruments designated at fair value through other comprehensive income	—	—	—	—	432	—	—	—	432	281	713
– cash flow hedges	—	—	—	—	—	5,897	—	—	5,897	763	6,660
– changes in fair value of financial liabilities designated at fair value upon initial recognition arising from changes in own credit risk	—	—	860	—	—	—	—	—	860	—	860
– property revaluation	—	—	—	(2,094)	—	—	—	—	(2,094)	(179)	(2,273)
– remeasurement of defined benefit asset/ liability	—	—	(278)	—	—	—	—	—	(278)	(30)	(308)
– share of other comprehensive income of associates and joint ventures	—	—	20	—	246	—	—	35	301	—	301
– other comprehensive income reclassified to the income statement on dilution of interest in an associate	—	—	—	—	(439)	—	—	—	(439)	—	(439)
– foreign exchange losses reclassified to the income statement on dilution of interest in an associate	—	—	—	—	—	—	1,548	—	1,548	—	1,548
– other exchange differences	—	—	—	—	343	21	15,621	—	15,985	189	16,174
Total comprehensive income/(expense) for the period	—	—	55,478	(2,094)	8,106	5,918	17,169	35	84,612	3,793	88,405
Other equity instruments issued[2]	—	31,686	—	—	—	—	—	—	31,686	—	31,686
Other equity instruments redeemed[3]	—	(17,205)	—	—	—	—	—	—	(17,205)	—	(17,205)
Dividends to shareholders[5]	—	—	(62,550)	—	—	—	—	—	(62,550)	(3,123)	(65,673)
Movement in respect of share-based payment arrangements	—	—	(223)	—	—	—	—	33	(190)	6	(184)
Transfers and other movements[6]	—	—	(1,478)	(1,021)	131	—	—	2,337	(31)	(239)	(270)
At 30 Jun 2025	**180,181**	**79,158**	**462,425**	**58,089**	**8,661**	**6,628**	**(48,223)**	**108,452**	**855,371**	**59,396**	**914,767**

Consolidated statement of changes in equity (continued)

	Half-year to 30 Jun 2024										
				Other reserves							
	Share capital[1]	Other equity instruments	Retained earnings	Property revaluation reserve	Financial assets at FVOCI reserve	Cash flow hedge reserve	Foreign exchange reserve	Other[4]	Total share-holders' equity	Non-controlling interests	Total equity
	HK$m	HK$m	HK$m	HK$m	HK$m	HK$m	HK$m	HK$m	HK$m	HK$m	HK$m
At 1 Jan 2024	180,181	52,465	462,866	65,279	(2,546)	1,851	(47,899)	100,529	812,726	59,860	872,586
Profit for the period	—	—	65,309	—	—	—	—	—	65,309	3,740	69,049
Other comprehensive income/(expense) (net of tax)	—	—	(1,640)	962	1,061	(1,978)	(12,002)	111	(13,486)	4	(13,482)
– debt instruments at fair value through other comprehensive income	—	—	—	—	(814)	—	—	—	(814)	64	(750)
– equity instruments designated at fair value through other comprehensive income	—	—	—	—	141	—	—	—	141	46	187
– cash flow hedges	—	—	—	—	—	(1,980)	—	—	(1,980)	(16)	(1,996)
– changes in fair value of financial liabilities designated at fair value upon initial recognition arising from changes in own credit risk	—	—	(1,957)	—	—	—	—	—	(1,957)	(1)	(1,958)
– property revaluation	—	—	—	962	—	—	—	—	962	28	990
– remeasurement of defined benefit asset/liability	—	—	322	—	—	—	—	—	322	77	399
– share of other comprehensive income/(expense) of associates and joint ventures	—	—	(5)	—	1,856	—	—	111	1,962	—	1,962
– other comprehensive income reclassified to the income statement on dilution of interest in an associate	—	—	—	—	—	—	—	—	—	—	—
– foreign exchange losses reclassified to the income statement on dilution of interest in an associate	—	—	—	—	—	—	—	—	—	—	—
– other exchange differences	—	—	—	—	(122)	2	(12,002)	—	(12,122)	(194)	(12,316)
Total comprehensive income/(expense) for the period	—	—	63,669	962	1,061	(1,978)	(12,002)	111	51,823	3,744	55,567
Other equity instruments issued[2]	—	8,574	—	—	—	—	—	—	8,574	—	8,574
Other equity instruments redeemed[3]	—	(8,617)	—	—	—	—	—	—	(8,617)	—	(8,617)
Dividends to shareholders[5]	—	—	(51,458)	—	—	—	—	—	(51,458)	(3,181)	(54,639)
Movement in respect of share-based payment arrangements	—	—	(155)	—	—	—	—	74	(81)	5	(76)
Transfers and other movements[6]	—	—	(669)	(2,194)	3	(1)	—	1,171	(1,690)	(1,811)	(3,501)
At 30 Jun 2024	180,181	52,422	474,253	64,047	(1,482)	(128)	(59,901)	101,885	811,277	58,617	869,894

Consolidated statement of changes in equity (continued)

	Half-year to 31 Dec 2024										
				Other reserves							
	Share capital[1]	Other equity instruments	Retained earnings	Property revaluation reserve	Financial assets at FVOCI reserve	Cash flow hedge reserve	Foreign exchange reserve	Other[4]	Total share-holders' equity	Non-controlling interests	Total equity
	HK$m	HK$m	HK$m	HK$m	HK$m	HK$m	HK$m	HK$m	HK$m	HK$m	HK$m
At 1 Jul 2024	180,181	52,422	474,253	64,047	(1,482)	(128)	(59,901)	101,885	811,277	58,617	869,894
Profit for the period	—	—	57,054	—	—	—	—	—	57,054	3,148	60,202
Other comprehensive income/(expense) (net of tax)	—	—	(156)	(939)	1,901	838	(5,491)	(87)	(3,934)	(124)	(4,058)
– debt instruments at fair value through other comprehensive income	—	—	—	—	525	—	—	—	525	42	567
– equity instruments designated at fair value through other comprehensive income	—	—	—	—	464	—	—	—	464	139	603
– cash flow hedges	—	—	—	—	—	844	—	—	844	(4)	840
– changes in fair value of financial liabilities designated at fair value upon initial recognition arising from changes in own credit risk	—	—	(407)	—	—	—	—	—	(407)	—	(407)
– property revaluation	—	—	—	(939)	—	—	—	—	(939)	(254)	(1,193)
– remeasurement of defined benefit asset/ liability	—	—	239	—	—	—	—	—	239	47	286
– share of other comprehensive income/ (expense) of associates and joint ventures	—	—	12	—	1,091	—	—	(87)	1,016	—	1,016
– other comprehensive income reclassified to the income statement on dilution of interest in an associate	—	—	—	—	—	—	—	—	—	—	—
– foreign exchange losses reclassified to the income statement on dilution of interest in an associate	—	—	—	—	—	—	—	—	—	—	—
– other exchange differences	—	—	—	—	(179)	(6)	(5,491)	—	(5,676)	(94)	(5,770)
Total comprehensive income/(expense) for the period	—	—	56,898	(939)	1,901	838	(5,491)	(87)	53,120	3,024	56,144
Other equity instruments issued[2]	—	19,299	—	—	—	—	—	—	19,299	—	19,299
Other equity instruments redeemed[3]	—	(7,044)	—	—	—	—	—	—	(7,044)	—	(7,044)
Dividends to shareholders[5]	—	—	(58,318)	—	—	—	—	—	(58,318)	(1,663)	(59,981)
Movement in respect of share-based payment arrangements	—	—	(57)	—	—	—	—	(326)	(383)	5	(378)
Transfers and other movements[6]	—	—	(1,578)	(1,904)	5	—	—	4,575	1,098	(1,024)	74
At 31 Dec 2024	180,181	64,677	471,198	61,204	424	710	(65,392)	106,047	819,049	58,959	878,008

1 Ordinary share capital includes preference shares which have been redeemed or bought back via payments out of distributable profits in previous years.

2 During the first half of 2025, additional tier 1 capital instruments amounting to US$3,500m were issued with an issuance cost of US$35m and an additional tier 1 capital instrument amounting to SG$800m was issued with an issuance cost of SG$8m.
During the first half of 2024, additional tier 1 capital instrument amounting to SG$1,500m was issued with an issuance cost of SG$15m and during the second half of 2024, additional tier 1 capital instruments amounting to US$2,500m were issued with an issuance cost of US$25m.

3 During the first half of 2025, an additional tier 1 capital instrument amounting to US$2,200m was redeemed at par.
During the first half of 2024, an additional tier 1 capital instrument amounting to US$1,100m was redeemed at par and during the second half of 2024, an additional tier 1 capital instrument amounting to US$900m was redeemed at par.

4 The other reserves mainly comprise share of associates' other reserves, purchase premium arising from transfer of business from fellow subsidiaries, property revaluation reserve relating to transfer of properties to a fellow subsidiary and the share-based payment reserve. The share-based payment reserve is used to record the amount relating to share awards and options granted to employees of the group directly by HSBC Holdings plc.

5 Including distributions paid on perpetual subordinated loans classified as equity under HKFRS.

6 The movements between retained earnings and other reserves include the relevant transfers to other reserves according to local regulatory requirements and transfers on dilution of interest in an associate. The transfer from the property revaluation reserve to retained earnings represents depreciation of revalued properties.

Consolidated statement of cash flows

	Half-year to	
	30 Jun 2025	30 Jun 2024
	HK$m	HK$m
Profit before tax	**71,188**	82,068
Adjustments for non-cash items:		
Depreciation, amortisation and impairment	**8,329**	9,584
Net loss from investing activities[1]	**9,277**	252
Share of profit in associates and joint ventures	**(9,804)**	(10,007)
Impairment of interest in associate[2]	**8,270**	—
Change in expected credit losses gross of recoveries and other credit impairment charges	**7,536**	3,969
Provisions	**512**	189
Share-based payment expense	**598**	524
Other non-cash items included in profit before tax	**(12,541)**	(17,498)
Change in operating assets	**(181,177)**	(51,810)
Change in operating liabilities	**442,669**	134,033
Elimination of exchange differences	**(63,783)**	24,730
Dividends received from associates	**5,848**	60
Contributions paid to defined benefit plans	**(123)**	(143)
Tax paid	**(6,688)**	(12,519)
Net cash from operating activities	**280,111**	163,432
Purchase of financial investments	**(1,406,448)**	(1,403,117)
Proceeds from the sale and maturity of financial investments	**1,313,519**	1,342,449
Purchase of property, plant and equipment	**(1,142)**	(952)
Proceeds from sale of property, plant and equipment and assets held for sale	**70**	22
Net investment in intangible assets	**(5,061)**	(4,667)
Net cash (outflow)/inflow from increases in interest in associate and joint venture and purchase of business	**(155)**	4,854
Net cash inflow from disposal of a joint venture	**143**	—
Net cash outflow on purchase of subsidiaries	**—**	(345)
Net cash from investing activities	**(99,074)**	(61,756)
Issue of other equity instruments	**31,686**	8,574
Redemption of other equity instruments	**(17,205)**	(8,617)
Net cash outflow from change in stake of subsidiary	**—**	(1,952)
Subordinated loan capital issued[3]	**36,817**	4,398
Subordinated loan capital repaid[3]	**(29,304)**	—
Dividends paid to shareholders of the parent company and non-controlling interests	**(65,673)**	(54,639)
Net cash from financing activities	**(43,679)**	(52,236)
Net increase in cash and cash equivalents	**137,358**	49,440
Cash and cash equivalents at 1 Jan	**823,249**	996,638
Exchange differences in respect of cash and cash equivalents	**44,622**	(37,730)
Cash and cash equivalents at 30 Jun[4]	**1,005,229**	1,008,348

Interest received in the first half of 2025 was HK$152,302m (first half of 2024: HK$159,118m), interest paid in the first half of 2025 was HK$88,471m (first half of 2024: HK$106,429m) and dividends received in the first half of 2025 was HK$5,563m (first half of 2024: HK$4,561m).

1 Amount in 2025 includes a loss of HK$8,945m inclusive of reserves recycling as a result of the dilution of our shareholding in BoCom.
2 Amount in 2025 includes a HK$8,270m impairment loss following an impairment test on the carrying value of the group's investment in BoCom.
3 Changes in subordinated liabilities (including those issued to Group companies) during the first half of the year included amounts from issuance and repayments as presented above, and non-cash changes from foreign exchange loss of HK$3,537m in the first half of 2025 (first half of 2024: gain of HK$1,090m) and fair value loss after hedging of HK$6,552m in the first half of 2025 (first half of 2024: fair value gain of HK$3,127m).
4 At 30 June 2025, HK$179,824m (2024: HK$141,392m) was not available for use by the group due to a range of restrictions, including currency exchange and other restrictions.

PARTIES

REGISTERED OFFICE OF THE ISSUER

The Hongkong and Shanghai Banking Corporation Limited
HSBC Main Building
1 Queen's Road Central
Hong Kong

LIQUIDITY PROVIDER

HSBC Securities Brokers (Asia) Limited
Levels 17 and 18
HSBC Main Building
1 Queen's Road Central
Hong Kong

INDEPENDENT AUDITOR

PricewaterhouseCoopers
Certified Public Accountants
Registered Public Interest Entity Auditor
22nd Floor, Prince's Building
Central
Hong Kong