

## Supplementary Financial Information

### Average Balance Sheets and Yield

The following tables set out the average balances and yields for Standard Chartered's assets and liabilities for the years ended 31 December 2004 and 31 December 2003. For the purpose of the following table, average balances have generally been determined on the basis of daily balances, except for certain categories, for which balances have been determined less frequently. The Company does not believe that the information presented in this table would be significantly different had such balances been determined on a daily basis.

	Average non interest earning balance \$million	Average interest earning balance \$million	Interest income \$million	2004 Gross yield %
<b>Assets</b>				
Cash, balances at central banks and cheques in course of collection	1,899	211	3	1.4
Treasury bills and other eligible bills	–	5,296	254	4.8
Gross loans and advances to banks	1,167	18,882	488	2.6
Gross loans and advances to customers	484	66,529	3,550	5.3
Provisions against loans and advances to banks and customers	(1,875)	(579)	–	–
Debt securities	266	26,961	937	3.5
Equity shares	173			
Premises and equipment	812			
Prepayments, accrued income and other assets	10,083			
<b>Total average assets</b>	<b>13,009</b>	<b>117,300</b>	<b>5,232</b>	<b>4.5</b>

	Average non interest earning balance \$million	Average interest earning balance \$million	Interest income \$million	2003 Gross yield %
<b>Assets</b>				
Cash, balances at central banks and cheques in course of collection	1,374	233	3	1.3
Treasury bills and other eligible bills	884	5,346	222	4.2
Gross loans and advances to banks	1,178	16,946	373	2.2
Gross loans and advances to customers	183	60,281	3,341	5.5
Provisions against loans and advances to banks and customers	(2,105)	(650)	–	–
Debt securities	238	24,783	851	3.4
Equity shares	296			
Premises and equipment	850			
Prepayments, accrued income and other assets	12,175			
<b>Total average assets</b>	<b>15,073</b>	<b>106,939</b>	<b>4,790</b>	<b>4.5</b>

## Average Balance Sheets and Yield continued

				2004
	Average non-interest bearing balance \$million	Average interest bearing balance \$million	Interest expense \$million	Rate paid %
<b>Liabilities</b>				
Non-interest bearing current and demand accounts	10,876			
Interest bearing current and demand accounts	–	26,149	184	0.7
Savings deposits	121	5,607	68	1.2
Time deposits	243	53,596	1,205	2.2
Other deposits	288	2,758	123	4.5
Debt securities in issue	–	7,037	120	1.7
Accruals, deferred income and other liabilities	9,361	–	–	–
Subordinated liabilities:				
Undated loan capital	–	1,577	36	2.3
Dated loan capital	4,431	4,431	328	7.4
Minority interests	8			
Shareholders' funds	8,257			
<b>Total average liabilities and shareholders' funds</b>	<b>33,585</b>	<b>101,155</b>	<b>2,064</b>	<b>2.0</b>
<b>Net yield</b>				<b>2.4</b>
<b>Net interest margin</b>				<b>2.7</b>

				2003
	Average non-interest bearing balance \$million	Average interest bearing balance \$million	Interest expense \$million	Rate paid %
<b>Liabilities</b>				
Non-interest bearing current and demand accounts	7,938			
Interest bearing current and demand accounts	–	23,622	195	0.8
Savings deposits	104	4,453	68	1.5
Time deposits	254	50,386	1,018	2.0
Other deposits	142	1,847	114	6.2
Debt securities in issue	69	6,537	133	2.0
Accruals, deferred income and other liabilities	13,612	–	–	–
Subordinated liabilities:				
Undated loan capital	–	1,541	28	1.8
Dated loan capital	–	3,454	266	7.7
Minority interests	366			
Shareholders' funds	7,687			
<b>Total average liabilities and shareholders' funds</b>	<b>30,172</b>	<b>91,840</b>	<b>1,822</b>	<b>2.0</b>
<b>Net yield</b>				<b>2.5</b>
<b>Net interest margin</b>				<b>2.8</b>

## Volume and Price Variances

The following table analyses the estimated change in Standard Chartered's net interest income attributable to changes in the average volume of interest-earning assets and interest-bearing liabilities and changes in their respective interest rates for the periods presented. Volume and rate variances have been determined based on movements in average balances and average exchange rates over the period and changes in interest rates on average interest-earning assets and average interest-bearing liabilities. Variances caused by changes in both volume and rate have been allocated to changes in volume.

	2004 versus 2003		
	Increase/(decrease) in interest due to		Net
	Volume \$million	Rate \$million	increase/ (decrease) in interest \$million
<b>Interest earning assets</b>			
Cash and unrestricted balances at central banks	–	–	–
Treasury bills and other eligible bills	(2)	34	32
Loans and advances to banks	50	65	115
Loans and advances to customers	340	(131)	209
Debt securities and equity shares	76	10	86
<b>Total interest earning assets</b>	<b>464</b>	<b>(22)</b>	<b>442</b>
<b>Interest bearing liabilities</b>			
Dated subordinated loan capital	72	(10)	62
Undated subordinated loan capital	1	7	8
Interest bearing current and demand accounts	18	(29)	(11)
Savings deposits	14	(14)	–
Time deposits	72	115	187
Other deposits	41	(32)	9
Debt securities in issue	9	(22)	(13)
<b>Total interest bearing liabilities</b>	<b>227</b>	<b>15</b>	<b>242</b>

	2003 versus 2002		
	Increase/(decrease) in interest due to		Net
	Volume \$million	Rate \$million	increase/ (decrease) in interest \$million
<b>Interest earning assets</b>			
Cash and unrestricted balances at central banks	1	(1)	–
Treasury bills and other eligible bills	14	(48)	(34)
Loans and advances to banks	(63)	(296)	(359)
Loans and advances to customers	188	(383)	(195)
Debt securities and equity shares	220	(130)	90
<b>Total interest earning assets</b>	<b>360</b>	<b>(858)</b>	<b>(498)</b>
<b>Interest bearing liabilities</b>			
Dated subordinated loan capital	(30)	54	24
Undated subordinated loan capital	(5)	(28)	(33)
Interest bearing current and demand accounts	44	(43)	1
Savings deposits	(5)	(34)	(39)
Time deposits	2	(387)	(385)
Other deposits	(90)	111	21
Debt securities in issue	49	(41)	8
<b>Total interest bearing liabilities</b>	<b>(35)</b>	<b>(368)</b>	<b>(403)</b>

## Five Year Summary

	2004 \$million	2003* \$million	2002 \$million	2001 \$million	2000 \$million
Operating profit before provisions	2,371	2,097	1,982	1,820	1,347
Provisions for bad and doubtful debts, and contingent liabilities and commitments	(214)	(536)	(712)	(731)	(470)
Amounts written off fixed asset investments	(1)	(11)	(8)	–	–
Income from joint venture	2	–	–	–	–
Operating profit including joint venture before taxation	2,158	1,550	1,262	1,089	877
Profit before taxation	2,158	1,550	1,262	1,089	1,409
Profit attributable to shareholders	1,479	1,024	844	699	1,026
Loans and advances to banks	18,922	13,354	16,001	19,578	23,759
Loans and advances to customers	71,596	59,744	57,009	53,005	51,882
Total assets	141,688	120,202	112,953	107,535	102,435
Deposits by banks	15,813	10,924	10,850	11,688	11,103
Customer accounts	84,572	73,767	71,626	67,855	65,037
Shareholders' funds	8,435	7,529	7,270	7,538	6,508
Total capital resources <sup>1</sup>	16,123	14,110	12,974	12,959	11,117
<b>Information per ordinary share</b>					
Basic earnings per share	121.2c	82.0c	57.6c	55.9c	92.2c
Normalised earning per share <sup>2</sup>	125.9c	90.1c	74.9c	66.3c	71.1c
Dividends per share	57.5c	52.0c	47.0c	41.92c	38.105c
Net asset value per share	658.3c	588.0c	569.8c	555.3c	551.1c
<b>Ratios</b>					
Post-tax return on ordinary shareholders' funds-normalised basis <sup>2</sup>	20.1%	15.7%	13.4%	12.0%	13.4%
Basic cost-income ratio	55.8%	55.8%	56.3%	58.9%	66.8%
Cost-income ratio – normalised basis <sup>2</sup>	53.5%	53.6%	53.6%	55.8%	57.3%
Capital ratios:					
Tier 1 capital	8.6%	8.6%	8.3%	9.0%	7.2%
Total capital	15.0%	14.5%	14.2%	16.2%	14.3%

\*Comparative restated (see note 54 on page 118).

<sup>1</sup> Shareholders' funds, minority interests and subordinated loan capital.

<sup>2</sup> Results on a normalised basis reflect the Group's results, excluding profits and losses of a capital nature, charges for restructuring and profits and losses on repurchase of share capital.