Key Financial Information Disclosure Statements For The Year Ended 31 December 2023

Key Financial Information Disclosure Statements For The Year Ended 31 December 2023

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SECTION A - INFORMATION OF THE BRANCH < HONG KONG BRANCH ONLY>

I. PROFIT AND LOSS INFORMATION FOR THE YEAR ENDED 31 December 2023

National		Year e	nded
NTEREST INCOME 3,033,641 1,235,164 INTEREST EXPENSE (1,750,590) (564,436) (1,750,590) (564,436) (1,750,590) (564,436) (1,750,590) (564,436) (1,750,590) (564,436) (1,750,590) (564,436) (1,750,590) (564,436) (1,750,590) (564,436) (1,750,590) (564,436) (1,750,590) (564,436) (1,750,590) (564,436) (1,750,590) (564,436) (1,750,590) (1,700,280) (1,750,590) (1,700,280) (1,700		31 December	
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NTEREST EXPENSE		HK\$'000	HK\$'000
OTHER OPERATING INCOME Gains less losses arising from dealing in foreign currencies 111,786 165,867 Gains less losses from trading in interest rate derivatives (188) (848) Gains less losses from trading in other derivatives 0 0 Income from investments (15,435) (2,786) Held for trading 8,385 5,286 Net fees and commission income 101,589 115,140 Fees and commission expenses (7,832) (7,928) Other income 214 2,697 OPERATING EXPENSES \$345 (123,793) Staff expenses (137,278) (123,793) Rental expenses (7,074) (8,497) Other expenses (7,074) (8,497) Other expenses (51,537) (51,011) of which professional fees: (3639) (6,544) depreciation expense: (27,224) (28,145) computer and system rental expense: (16,746) 17,459 CHARGES FOR BAD AND DOUBTFUL DEBTS Provision for problem assets 0 4		3,033,641	1,235,164
OTHER OPERATING INCOME Gains less losses arising from dealing in foreign currencies 111,786 165,867 Gains less losses from trading in interest rate derivatives 0 0 Gains less losses from trading in other derivatives 0 0 Income from investments (15,435) (2,786) Non-trading investments (15,435) 5,286 Net fees and commission income 101,589 115,140 Income from fees and commission expenses (7,832) (7,928) Other income 214 2,697 Other income 214 2,697 Other income (137,278) (7,928) Other income (137,278) (7,928) Other income (137,278) (123,793) Staff expenses (137,278) (123,793) Staff expenses (137,278) (51,517) Staff expenses (51,537) (51,011) of which professional fees: (51,537) (51,011) of which professional fees: (5,639) (6,544) computer and system rental expenses	INTEREST EXPENSE		
Gains less losses arising from dealing in interest rate derivatives 111,786 165,867 Gains less losses from trading in interest rate derivatives 0 0 Gains less losses from trading in other derivatives 0 0 Income from investments (15,435) (2,786) Held for trading 8,385 5,286 Net fees and commission income 101,589 115,140 Fees and commission expenses (7,832) (7,928) Other income 214 2,697 198,519 277,428 OPERATING EXPENSES Staff expenses (137,278) (123,793) Rental expenses (7,074) (8,497) Other expenses (7,074) (8,497) Other expenses (31,537) (51,611) of which professional fees: (4,850) (5,047) depreciation expense: (27,224) (28,145) computer and system rental expense: (8,639) (6,544) Other provisions: 0 4 Provision for problem assets 0 4 <tr< th=""><th></th><th>1,283,051</th><th>670,728</th></tr<>		1,283,051	670,728
Gains less losses from trading in interest rate derivatives (188) (848) Gains less losses from trading in other derivatives 0 0 Income from investments (15,435) (2,786) Non-trading investments (15,435) (2,786) Held for trading 8,385 5,286 Net fees and commission income 101,589 115,140 Fees and commission expenses (7,832) (7,928) Other income 214 2,697 Other income 214 2,697 Other income (137,278) (123,793) Rental expenses (7,074) (8,497) Other spenses (7,074) (8,497) Other expenses (51,537) (51,011) of which professional fees: (4,850) (5,047) depreciation expense: (27,224) (28,145) computer and system rental expense: (195,889) (183,301) CHARGES FOR BAD AND DOUBTFUL DEBTS Provision for problem assets 0 4 Provision for other accounts 1,788 955			
Gains less losses from trading in other derivatives Income from investments 0 0 Non-trading investments (15,435) (2,786) Net fees and commission income 8,385 5,286 Net fees and commission income 101,589 115,140 Fees and commission expenses (7,832) (7,928) Other income 214 2,697 Other income 214 2,697 Tess and commission expenses (7,832) (7,928) Other income 214 2,697 Tess and commission expenses (7,832) (7,928) Other income 214 2,697 214 2,697 198,519 277,428 Other income (123,793) (8,497) (123,793) (8,497) Other expenses (51,537) (51,011) (51,041) (5,047) (4,850) (5,047) Other expenses: (27,224) (28,145) (6,544) (195,889) (183,301) CHARGES FOR BAD AND DOUBTFUL DEBTS Provision for problem assets 0 4 4			
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Non-trading investments (15,435) (2,786) Held for trading 8,385 5,286 Net fees and commission income 101,589 115,140 Fees and commission expenses (7,832) (7,928) Other income 214 2,697 198,519 277,428 OPERATING EXPENSES Staff expenses (137,278) (123,793) Rental expenses (7,074) (8,497) Other expenses (51,537) (51,011) of which professional fees: (4,850) (5,047) depreciation expense: (27,224) (28,145) computer and system rental expense: (8,639) (6,544) (195,889) (183,301) CHARGES FOR BAD AND DOUBTFUL DEBTS Provision for bad and doubtful debts (16,746) 17,459 Other provisions: (14,958) 18,418 PROFIT BEFORE TAXATION 1,270,723 783,273 TAXATION (212,466) (114,787)		0	0
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Rental expenses (7,074) (8,497) Other expenses (51,537) (51,011) of which professional fees: (4,850) (5,047) depreciation expense: (27,224) (28,145) computer and system rental expense: (8,639) (6,544) (195,889) (183,301) CHARGES FOR BAD AND DOUBTFUL DEBTS Provision for bad and doubtful debts (16,746) 17,459 Other provisions: 0 4 Provision for problem assets 0 4 Provision for other accounts 1,788 955 PROFIT BEFORE TAXATION 1,270,723 783,273 TAXATION (212,466) (114,787)	OPERATING EXPENSES		
Rental expenses (7,074) (8,497) Other expenses (51,537) (51,011) of which professional fees: (4,850) (5,047) depreciation expense: (27,224) (28,145) computer and system rental expense: (8,639) (6,544) (195,889) (183,301) CHARGES FOR BAD AND DOUBTFUL DEBTS Provision for bad and doubtful debts (16,746) 17,459 Other provisions: 0 4 Provision for problem assets 0 4 Provision for other accounts 1,788 955 PROFIT BEFORE TAXATION 1,270,723 783,273 TAXATION (212,466) (114,787)	Staff expenses	(137,278)	(123,793)
Other expenses (51,537) (51,011) of which professional fees: (4,850) (5,047) depreciation expense: (27,224) (28,145) computer and system rental expense: (8,639) (6,544) (195,889) (183,301) CHARGES FOR BAD AND DOUBTFUL DEBTS Provision for bad and doubtful debts (16,746) 17,459 Other provisions: 0 4 Provision for problem assets 0 4 Provision for other accounts 1,788 955 PROFIT BEFORE TAXATION 1,270,723 783,273 TAXATION (212,466) (114,787)			
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CHARGES FOR BAD AND DOUBTFUL DEBTS (16,746) 17,459 Provision for bad and doubtful debts (16,746) 17,459 Other provisions: 0 4 Provision for problem assets 0 4 Provision for other accounts 1,788 955 (14,958) 18,418 PROFIT BEFORE TAXATION 1,270,723 783,273 TAXATION (212,466) (114,787)			
CHARGES FOR BAD AND DOUBTFUL DEBTS (16,746) 17,459 Provision for bad and doubtful debts (16,746) 17,459 Other provisions: 0 4 Provision for problem assets 0 4 Provision for other accounts 1,788 955 (14,958) 18,418 PROFIT BEFORE TAXATION 1,270,723 783,273 TAXATION (212,466) (114,787)	computer and system rental expense:		· · · · · · · · · · · · · · · · · · ·
Provision for bad and doubtful debts Other provisions: (16,746) 17,459 Provision for problem assets Provision for other accounts 0 4 Provision for other accounts 1,788 955 Quantification (14,958) 18,418 PROFIT BEFORE TAXATION 1,270,723 783,273 TAXATION (212,466) (114,787)			
Provision for bad and doubtful debts Other provisions: (16,746) 17,459 Provision for problem assets Provision for other accounts 0 4 Provision for other accounts 1,788 955 Image: Company of the provision of the provision for other accounts 1,270,723 783,273 PROFIT BEFORE TAXATION 1,270,723 783,273 TAXATION (212,466) (114,787)			
Other provisions: Provision for problem assets 0 4 Provision for other accounts 1,788 955 (14,958) 18,418 PROFIT BEFORE TAXATION 1,270,723 783,273 TAXATION (212,466) (114,787)	CHARGES FOR BAD AND DOUBTFUL DEBTS		
Provision for other accounts 1,788 955 (14,958) 18,418 PROFIT BEFORE TAXATION 1,270,723 783,273 TAXATION (212,466) (114,787)		(16,746)	17,459
Provision for other accounts 1,788 955 (14,958) 18,418 PROFIT BEFORE TAXATION 1,270,723 783,273 TAXATION (212,466) (114,787)	Provision for problem assets	0	4
PROFIT BEFORE TAXATION 1,270,723 783,273 TAXATION (212,466) (114,787)	•		955
TAXATION (212,466) (114,787)		(14,958)	18,418
TAXATION (212,466) (114,787)			
	PROFIT BEFORE TAXATION	1,270,723	783,273
PROFIT AFTER TAXATION 1,058,257 668,486	TAXATION	(212,466)	(114,787)
	PROFIT AFTER TAXATION	1,058,257	668,486

SECTION A - INFORMATION OF THE BRANCH < HONG KONG BRANCH ONLY>

II. BALANCE SHEET INFORMATION FOR THE YEAR ENDED 31 December 2023

	31 December 2023	30 June 2023
	HK\$'000	HK\$'000
ASSETS		
Cash and balances with banks	9,820,702	4,781,040
Amount due from Exchange Fund	145,133	47,942
Placement with banks maturing between one and twelve months	12,707,206	12,284,075
(except those included in amount due from overseas offices)		
Placement with banks maturing over twelve months	0	0
(except those included in amount due from overseas offices)	4 6 80 6 688	10.006.000
Amount due from overseas offices	16,506,677	18,996,877
Trade bills	23,604	23,409
Certificates of Deposit held	625,345	626,539
Securities measured at fair value through profit or loss	650,082	427,636
Securities measured at amortised cost	6,394,326	6,810,995
Securities measured at fair value through other comprehensive income	4,691,323	4,505,787
Advances and other accounts	18,899,216	19,349,730
Machinery and equipments	58,246	65,931
Total assets	70,521,860	67,919,961
LIABILITIES		
Deposits and balances of banks	5,095,316	7,295,384
(except those included in amount due to overseas offices)		
Deposits from customers		
Demand deposits and current accounts	124,040	143,281
Savings deposits	16,617,492	17,646,208
Time, call and notice deposits	35,251,556	30,970,015
Amount due to overseas offices	1,027,625	1,077,210
Amount payable under repos	145,620	0
Certificates of deposit issued	4,731,836	3,470,750
Other accounts and provisions		
Tax payable	254,274	270,789
Interest payable	374,890	248,481
Other liabilities	793,295	1,297,973
Total liabilities	64,415,944	62,420,091
Capital and reserves	6,105,916	5,499,870
Total equity and liabilities	70,521,860	67,919,961
Note: Nature of other liabilities		
Account payable	86,699	110,146
Accrued expenses	27,669	16,244
Acceptance	18,278	14,673
Income Collected in Advance-security loan, Unearned revenue	480	219
Cashier Checks issued & Outward Remittance	7,801	5,519
Recovery Cost	4,180	4,180
Lease Liabilities	49,530	62,779
Premium-Sell Option,Revaluation-derivatives	598,658	1,084,213

SECTION A - INFORMATION OF THE BRANCH < HONG KONG BRANCH ONLY>

III. ADDITIONAL BALANCE SHEET INFORMATION FOR THE YEAR ENDED 31 December 2023

TRADE BILLS, ADVANCES AND OTHER ACCOUNTS		
	31 December 2023	30 June 2023
	HK\$'000	HK\$'000
A. Trade Bills	23,604	23,409
Less: Provisions for bad and doubtful debts on trade bills	0	0
Total	23,604	23,409
B. Advances to customers	15,373,139	16,553,700
Advances to banks and other financial institutions	2,241,776	1,295,668
Accrued interest and other accounts		, ,
Accrued interest	535,674	379,523
Other accounts	946,718	1,322,098
Total	19,097,307	19,550,989
Less: Provisions for bad and doubtful debts on Advances to customers		
General provision	(174,536)	(176,612)
Specific provision	(19,952)	(20,578)
Accrued interest and Other accounts	, ,	, ,
General provision	(3,464)	(3,930)
Specific provision	(139)	(139)
Total	(198,091)	(201,259)
Advances and other accounts after provisions for bad and doubtful debts	18,899,216	19,349,730
Note: Provision on other accounts include general provision for A/C receivable without a financial assets and special provision for legal fee.	resource factoring, co	ommitment, LC,
	31 December	30 June
C. Details of the impaired advances to customers	2023	2023
	HK\$'000	HK\$'000
Impaired loans which are individually determined to be impaired advances to customers	16,379	16 422
advances to editioners	10,3/9	16,433
Individuals assessed allowance made in respect of impaired		
advances to customers	16,379	16,433
•		
	0.446	0.000
As a percentage of total advances to customers	0.11%	0.09%

SECTION A - INFORMATION OF THE BRANCH < HONG KONG BRANCH ONLY>

III. ADDITIONAL BALANCE SHEET INFORMATION FOR THE YEAR ENDED 31 December 2023

ADVANCES AND OTHER ACCOUNTS-continued

c. Value of collateral held against the overdue loans

D. Overdue and rescheduled advances to customers

more than 1 year

d. Rescheduled advances to customers

	<u>31 E</u>	December 2023		30 June 2023
a. Advances to customers overdue for	HK\$'000	%	HK\$'000	%
more than 1 month and up to 3 months	0	0.00%	0	0.00%
more than 3 months and up to 6 months	0	0.00%	0	0.00%
more than 6 months and up to 1 year	0	0.00%	0	0.00%
more than 1 year	16,379	100.00%	16,433	100.00%
	16,379	100.00%	16,433	100.00%
b. Specific provision on advances to customers overdue for				
more than 1 month and up to 3 months	0		0	
more than 3 months and up to 6 months	0		0	
more than 6 months and up to 1 year	0		0	

16,379

16,379

16,379

16,433

16,433

0.09%

0.11%

E. Natures of other accounts	31 December	30 June
	2023	2023
	HK\$'000	HK\$'000
Accounts receivable without recourse factoring	76,993	105,840
A/C receivable	49,069	6,617
Prepaid expenses	24,540	21,413
Prepaid tax	126,564	78,827
Prepaid guarantee deposits	8,140	8,181
Premium-Buy Option, Revaluation-derivatives	661,412	1,101,220
•	946,718	1,322,098
Individuals asssessed allowance made in respect of		
other receivables with customer	122	123
	122	<u>123</u>
As a percentage of total other accounts	0.01%	0.01%

G. Repossessed assets

The Hong Kong Branch did not have any repossessed assets at the corresponding year/period end dates.

SECTION A - INFORMATION OF THE BRANCH < HONG KONG BRANCH ONLY>

IV. OFF-BALANCE SHEET EXPOSURES FOR THE YEAR ENDED 31 December 2023

The following is a summary of the contractual amounts of each significant class of contingent liabilities, commitments and derivatives:

Contingent liabilities and commitments 2023 HKS'000 2023 HKS'000 Trade-related contingencies 238,275 331,525 331,525 Transaction-related contingencies 39,130 9,938 0 Direct credit substitutes 39,048 0 0 Other commitments 5,649,352 5,436,865 5,965,805 5,778,328 Derivatives 31 December 2023 2023 2023 2023 2023 Exchange rate contracts 112,864,469 94,259,193 106,558 94,259,193 106,558 Interest rate contracts 246,781 106,558 106,558 Fair value of derivatives (of the above derivatives) 31 December 2023 2023 2023 105,558 Exchange rate contracts: -Positive fair value 575,574 1,134,070 116,432		31 December	30 June
Contingent liabilities and commitments Trade-related contingencies 331,525 331,525 Transaction-related contingencies 39,130 9,938 Direct credit substitutes 39,048 0 0 0 0 0 0 0 0 0		2023	2023
Trade-related contingencies 238,275 331,525 Transaction-related contingencies 39,130 9,938 Direct credit substitutes 39,048 0 Other commitments 5,649,352 5,436,865 5,965,805 5,778,328 All December 2023 2023 2023 2023 2024 HK\$000 HK\$000 HK\$000 Derivatives 112,864,469 94,259,193 Interest rate contracts 246,781 106,558 113,111,250 94,365,751 30 June 2023 2023 2023 HK\$'000 HK\$'000 HK\$'000 Fair value of derivatives (of the above derivatives) 31 December 2023 30 June 2023 Exchange rate contracts: -Positive fair value 575,574 1,134,070 -Negative fair value (482,132) (1,116,432) Interest rate contracts: -Positive fair value 1,900 2,018 -Negative fair value (5,425) (2,724)		HK\$'000	HK\$'000
Transaction-related contingencies 39,130 9,938 Direct credit substitutes 39,048 0 Other commitments 5,649,352 5,436,865 5,965,805 5,778,328 Derivatives 31 December 2023 2023 Exchange rate contracts 112,864,469 94,259,193 Interest rate contracts 246,781 106,558 113,111,250 94,365,751 Fair value of derivatives (of the above derivatives) 31 December 2023 2023 Exchange rate contracts: -Positive fair value 575,574 1,134,070 -Negative fair value (482,132) (1,116,432) Interest rate contracts: -Positive fair value 1,900 2,018 -Negative fair value (5,425) (2,724)	Contingent liabilities and commitments		
Direct credit substitutes 39,048 0 Other commitments 5,649,352 5,436,865 5,965,805 5,778,328 31 December 30 June 2023 2023 HK\$'000 HK\$'000 Derivatives 112,864,469 94,259,193 Interest rate contracts 246,781 106,558 113,111,250 94,365,751 Pair value of derivatives (of the above derivatives) 31 December 30 June 2023 2023 100 HK\$'000 HK\$'000 Fair value of derivatives (of the above derivatives) 575,574 1,134,070 Exchange rate contracts: -Positive fair value 575,574 1,134,070 -Negative fair value 1,900 2,018 -Negative fair value 1,900 2,018 -Negative fair value (5,425) (2,724)	Trade-related contingencies	238,275	331,525
Other commitments 5,649,352 5,436,865 5,778,328 5,965,805 5,778,328 31 December 2023 2023 2023 30 June 2023 2023 Exchange rate contracts Interest rate contracts 112,864,469 94,259,193 94,259,193 Interest rate contracts 246,781 106,558 106,558 Fair value of derivatives (of the above derivatives) 31 December 2023 2023 30 June 2023 2023 Exchange rate contracts: -Positive fair value -Negative fair value (482,132) (1,116,432) 575,574 1,134,070 (1,116,432) 1,134,070 (1,116,432) Interest rate contracts: -Positive fair value -Positive fair value (482,132) (1,116,432) 1,900 2,018 2,018 -Negative fair value -Negative fair value (5,425) (2,724) 1,900 2,018 2,018	Transaction-related contingencies	39,130	9,938
Sy65,805 Sy778,328 Sy778,328 Sy65,805 Sy778,328 Sy778,328 Sy65,805 Sy778,328 Sy65,805 Sy778,328 Sy65,805 Sy778,328 Sy65,805 Sy778,328 Sy65,805 Sy778,328 Sy65,805	Direct credit substitutes	39,048	0
31 December 30 June 2023	Other commitments	5,649,352	5,436,865
2023 2023 1000		5,965,805	5,778,328
2023 2023 1000			
Derivatives Exchange rate contracts 112,864,469 94,259,193 1106,558 113,111,250 94,365,751 106,558		31 December	30 June
Derivatives Exchange rate contracts 112,864,469 94,259,193 106,558 113,111,250 94,365,751 106,558 113,111,250 94,365,751 2023			
Exchange rate contracts 112,864,469 94,259,193 106,558 246,781 106,558 113,111,250 94,365,751 31 December 2023 2023 2023 HK\$'000 HK\$'000 HK\$'000 Exchange rate contracts:		HK\$'000	HK\$'000
Interest rate contracts 246,781 106,558 113,111,250 94,365,751 31 December 2023 2023 2023 2023 2023 2023 2023			
113,111,250 94,365,751 31 December 30 June 2023 2023 2023 HK\$'000 HK\$'000	_		
31 December 30 June 2023	Interest rate contracts	246,781	106,558
31 December 30 June 2023		112 111 250	04.265.751
2023 2023 HK\$'000 HK\$'000 Fair value of derivatives (of the above derivatives) Exchange rate contracts: -Positive fair value 575,574 1,134,070 -Negative fair value (482,132) (1,116,432) Interest rate contracts: -Positive fair value 1,900 2,018 -Negative fair value (5,425) (2,724)		113,111,250	94,365,751
HK\$'000 HK\$'000 Exchange rate contracts: -Positive fair value 575,574 1,134,070 -Negative fair value (482,132) (1,116,432) Interest rate contracts: -Positive fair value 1,900 2,018 -Negative fair value (5,425) (2,724)		31 December	30 June
Fair value of derivatives (of the above derivatives) Exchange rate contracts: -Positive fair value -Negative fair value -Positive fair value -Positive fair value -Negative fair value			
Exchange rate contracts: -Positive fair value -Negative fair value -Positive fair value Interest rate contracts: -Positive fair value -Negative fair value 1,900 2,018 -Negative fair value (5,425) (2,724)		HK\$'000	HK\$'000
-Positive fair value 575,574 1,134,070 -Negative fair value (482,132) (1,116,432) Interest rate contracts: -Positive fair value 1,900 2,018 -Negative fair value (5,425) (2,724)	Fair value of derivatives (of the above derivatives)		
-Negative fair value (482,132) (1,116,432) Interest rate contracts: -Positive fair value 1,900 2,018 -Negative fair value (5,425) (2,724)			
Interest rate contracts: -Positive fair value -Negative fair value (5,425) (2,724)		•	1,134,070
-Positive fair value 1,900 2,018 -Negative fair value (5,425) (2,724)	-Negative fair value	(482,132)	(1,116,432)
-Negative fair value (5,425) (2,724)			
		_	· ·
89.917 16.932	-Negative fair value	(5,425)	(2,724)
		89,917	16,932

For contingent liabilities, commitments and derivatives, they refer to the contractual amounts at risks should the contracts be fully drawn upon and the clients do not repay accordingly. The fair value represent the costs of replacing all contracts which have a positive value in the market. They do not take into account the effects of bilateral netting arrangements.

SECTION A - INFORMATION OF THE BRANCH < HONG KONG BRANCH ONLY>

V. SEGMENTAL INFORMATION FOR THE YEAR ENDED 31 December 2023

	31 Dec	ember 2023	30.1	fune 2023
	HK\$'000	HK\$'000	HK\$'000	HK\$'00
		Amounts of Loan and		Amounts of Loan an
		advances covered by collectual		advances covered b
A. Loans for use in Hong Kong		concettati		concera
a. Industrial, commercial and financial				
Property development	469,876	169,875	579,151	179,15
Property investment	2,927,131	178,593	2,949,857	194,54
Financial concerns	686,333	52,527	1,129,629	63,93
Stockbrokers	468,572	0	0	
Wholesale and retail trade	565,184	121,603	289,042	237,4
Manufacturing	4,531,411	261,185	5,880,697	231,43
Transport and transport equipment	0	0	0	
Recreational activities	0	0	0	
Information technology	201,704	0	201,584	
Hotels, boarding houses & catering	0	0	0	
Others	1,286,258	. 0	1,362,398	
b. Individuals				
Loans for the purpehase of flats in the Home Ownership				
Scheme, Private Sector Participation Scheme and Tenants				
Purchase Scheme or their respective successor schemes	0	0	0	
Loans for the purchase of other residential properties	0	0	0	
Credit card advances	0	0	0	
Others	990,686	163,685	1,043,236	201,22
B. Trade finance	304,402	63,574	523,006	82,52
C. Loan and advances for use outside Hong Kong	5,183,358	0	3,890,768	
T. 4.1				
Total .	17,614,915	1,011,042	17,849,368	1,190,20
GROSS ADVANCES TO CUSTOMERS BY COUNTRIES			17,849,368	1,190,20
	OR GEOGRAPHICAL 31 December		30 June	1,190,20
	OR GEOGRAPHICAL 31 December 2023		30 June 2023	1,190,20
	OR GEOGRAPHICAL 31 December		30 June	1,190,20
GROSS ADVANCES TO CUSTOMERS BY COUNTRIES (OR GEOGRAPHICAL 31 December 2023 HK\$*000		30 June 2023 HK\$'000	1,190,20
GROSS ADVANCES TO CUSTOMERS BY COUNTRIES O	OR GEOGRAPHICAL 31 December 2023 HK\$*000 12,248,770		30 June 2023 HK\$'000 13,731,942	1,190,20
GROSS ADVANCES TO CUSTOMERS BY COUNTRIES (Hong Kong China	OR GEOGRAPHICAL 31 December 2023 HK\$'000 12,248,770 1,224,069		30 June 2023 HK\$'000 13,731,942 1,173,017	1,190,20
GROSS ADVANCES TO CUSTOMERS BY COUNTRIES (Hong Kong China Taiwan	OR GEOGRAPHICAL 31 December 2023 HK\$*000 12,248,770 1,224,069 137,220		30 June 2023 HK\$'000 13,731,942 1,173,017 136,598	1,190,20
GROSS ADVANCES TO CUSTOMERS BY COUNTRIES (Hong Kong China Caiwan Others	OR GEOGRAPHICAL 31 December 2023 HK\$*000 12,248,770 1,224,069 137,220 4,004,856		30 June 2023 HK\$'000 13,731,942 1,173,017 136,598 2,807,811	1,190,20
GROSS ADVANCES TO CUSTOMERS BY COUNTRIES (Hong Kong China Taiwan	OR GEOGRAPHICAL 31 December 2023 HK\$*000 12,248,770 1,224,069 137,220		30 June 2023 HK\$'000 13,731,942 1,173,017 136,598	1,190,20
GROSS ADVANCES TO CUSTOMERS BY COUNTRIES (Hong Kong China Caiwan Others	31 December 2023 HK\$*000 12,248,770 1,224,069 137,220 4,004,856 17,614,915	AREAS -	30 June 2023 HK\$'000 13,731,942 1,173,017 136,598 2,807,811	1,190,20
GROSS ADVANCES TO CUSTOMERS BY COUNTRIES of Hong Kong China Taiwan Others	31 December 2023 HK\$*000 12,248,770 1,224,069 137,220 4,004,856 17,614,915 R GEOGRAPHICAL All 31 December	AREAS -	30 June 2023 HK\$'000 13,731,942 1,173,017 136,598 2,807,811 17,849,368	1,190,20
GROSS ADVANCES TO CUSTOMERS BY COUNTRIES of Hong Kong China Taiwan Others	31 December 2023 HK\$*000 12,248,770 1,224,069 137,220 4,004,856 17,614,915 R GEOGRAPHICAL All	AREAS -	30 June 2023 HK\$'000 13,731,942 1,173,017 136,598 2,807,811 17,849,368	1,190,20
GROSS ADVANCES TO CUSTOMERS BY COUNTRIES OF CHORGE CHINA CAIR CAIR CAIR CAIR CAIR CAIR CAIR CAI	31 December 2023 HK\$*000 12,248,770 1,224,069 137,220 4,004,856 17,614,915 R GEOGRAPHICAL All 31 December	AREAS -	30 June 2023 HK\$'000 13,731,942 1,173,017 136,598 2,807,811 17,849,368	1,190,20
GROSS ADVANCES TO CUSTOMERS BY COUNTRIES OF CHORGE COUNTRIES OF COUNTR	31 December 2023 HK\$*000 12,248,770 1,224,069 137,220 4,004,856 17,614,915 R GEOGRAPHICAL Al 31 December 2023 HK\$*000	AREAS -	30 June 2023 HK\$'000 13,731,942 1,173,017 136,598 2,807,811 17,849,368 30 June 2023 HK\$'000	1,190,20
GROSS ADVANCES TO CUSTOMERS BY COUNTRIES OF China Caiwan Others Fotal OVERDUE AND IMPAIRED LOANS BY COUNTRIES OF COUNTRIE	31 December 2023 HK\$*000 12,248,770 1,224,069 137,220 4,004,856 17,614,915 R GEOGRAPHICAL All 31 December 2023	AREAS -	30 June 2023 HK\$'000 13,731,942 1,173,017 136,598 2,807,811 17,849,368 30 June 2023	1,190,20
GROSS ADVANCES TO CUSTOMERS BY COUNTRIES OF China Taiwan Others Fotal DVERDUE AND IMPAIRED LOANS BY COUNTRIES OF COUNTRIE	31 December 2023 HK\$*000 12,248,770 1,224,069 137,220 4,004,856 17,614,915 R GEOGRAPHICAL AI 31 December 2023 HK\$*000 16,379 0	AREAS -	30 June 2023 HK\$'000 13,731,942 1,173,017 136,598 2,807,811 17,849,368 30 June 2023 HK\$'000 16,433 0	1,190,20
GROSS ADVANCES TO CUSTOMERS BY COUNTRIES of China Caiwan Others Cotal OVERDUE AND IMPAIRED LOANS BY COUNTRIES OF COUNTRIES OF China Overdue loans and advances to customers Hong Kong China Caiwan	31 December 2023 HK\$*000 12,248,770 1,224,069 137,220 4,004,856 17,614,915 R GEOGRAPHICAL Al 31 December 2023 HK\$*000 16,379	AREAS -	30 June 2023 HK\$'000 13,731,942 1,173,017 136,598 2,807,811 17,849,368 30 June 2023 HK\$'000 16,433	1,190,20
GROSS ADVANCES TO CUSTOMERS BY COUNTRIES OF China Taiwan Others Fotal DVERDUE AND IMPAIRED LOANS BY COUNTRIES OF COUNTRIE	31 December 2023 HK\$*000 12,248,770 1,224,069 137,220 4,004,856 17,614,915 R GEOGRAPHICAL Al 31 December 2023 HK\$*000 16,379 0 0 0	AREAS -	30 June 2023 HK\$'000 13,731,942 1,173,017 136,598 2,807,811 17,849,368 30 June 2023 HK\$'000 16,433 0 0 0	1,190,20
GROSS ADVANCES TO CUSTOMERS BY COUNTRIES of China Caiwan Others OVERDUE AND IMPAIRED LOANS BY COUNTRIES OF C	31 December 2023 HK\$*000 12,248,770 1,224,069 137,220 4,004,856 17,614,915 R GEOGRAPHICAL Al 31 December 2023 HK\$*000 16,379 0 0	AREAS -	30 June 2023 HK\$'000 13,731,942 1,173,017 136,598 2,807,811 17,849,368 30 June 2023 HK\$'000 16,433 0	1,190,20
GROSS ADVANCES TO CUSTOMERS BY COUNTRIES of China China Caiwan Others Fotal OVERDUE AND IMPAIRED LOANS BY COUNTRIES OF China	31 December 2023 HK\$*000 12,248,770 1,224,069 137,220 4,004,856 17,614,915 R GEOGRAPHICAL Al 31 December 2023 HK\$*000 16,379 0 0 0 16,379	AREAS -	30 June 2023 HK\$'000 13,731,942 1,173,017 136,598 2,807,811 17,849,368 30 June 2023 HK\$'000 16,433 0 0 16,433	1,190,20
GROSS ADVANCES TO CUSTOMERS BY COUNTRIES of China Caiwan Others Fotal DVERDUE AND IMPAIRED LOANS BY COUNTRIES OF COUNTRIE	31 December 2023 HK\$'000 12,248,770 1,224,069 137,220 4,004,856 17,614,915 R GEOGRAPHICAL Al 31 December 2023 HK\$'000 16,379 0 0 16,379 16,379	AREAS -	30 June 2023 HK\$'000 13,731,942 1,173,017 136,598 2,807,811 17,849,368 30 June 2023 HK\$'000 16,433 0 0 16,433	1,190,20
GROSS ADVANCES TO CUSTOMERS BY COUNTRIES of China Faiwan Others Fotal DVERDUE AND IMPAIRED LOANS BY COUNTRIES OF China Faiwan Others Fong Kong China Faiwan Others Taiwan Others mpaired loan and advances to customer Hong Kong China	31 December 2023 HK\$*000 12,248,770 1,224,069 137,220 4,004,856 17,614,915 R GEOGRAPHICAL AI 31 December 2023 HK\$*000 16,379 0 0 0 16,379 16,379 0 16,379 0	AREAS -	30 June 2023 HK\$'000 13,731,942 1,173,017 136,598 2,807,811 17,849,368 30 June 2023 HK\$'000 16,433 0 0 16,433 16,433	1,190,20
GROSS ADVANCES TO CUSTOMERS BY COUNTRIES of China Caiwan Others Fotal DVERDUE AND IMPAIRED LOANS BY COUNTRIES OF COUNTRIE	31 December 2023 HK\$'000 12,248,770 1,224,069 137,220 4,004,856 17,614,915 R GEOGRAPHICAL Al 31 December 2023 HK\$'000 16,379 0 0 16,379 16,379	AREAS -	30 June 2023 HK\$'000 13,731,942 1,173,017 136,598 2,807,811 17,849,368 30 June 2023 HK\$'000 16,433 0 0 16,433	1,190,20

The above analysis has been classified according to categories and definitions used by the Hong Kong Monetary Authority. Only exposures to a single country outside Hong Kong exceeding 10% of the aggregate gross amount of advances to customer as at the above respective reporting dates are disclosed.

SECTION A - INFORMATION OF THE BRANCH < HONG KONG BRANCH ONLY>

V. SEGMENTAL INFORMATION FOR THE YEAR ENDED 31 December 2023

3. CROSS-BORDER CLAIMS

The following tables analyse the cross-border claims by countries or geographical areas and types of counterparties. Countries or geographical areas are based upon the location of counterparties after taking into account the transfer of country risk. They are prepared in according with the H.K.M.A. return of "International Banking Statistics" completion instructions. Countries or geographical areas constituting 10% or more of the total cross-border claims are disclosed.

			Non-bank pr	ivate sector		
As at 31 December 2023	Banks HK\$ Mil	Official Sector HK\$ Mil	Non-bank financial institutions HK\$ Mil	Non-financial private sector HK\$ Mil	Other Sector HK\$ Mil	Total HK\$ Mil
1. Developed countries	6,467	1	896	904	0	8,268
2. Offshore centres	540	0	428	4,326	0	5,294
3. Hong Kong	2,144	489	1,725	2,936	0	7,294
4. Developing Europe	0	0	0	0	0	0
5. Developing Latin America and Caribbean	0	0	0	26	0	26
6. Developing Africa and Middle East	404	0	1,399	60	0	1,863
7. Developing AsiaPacific of which Taiwan of which China	36,566 25,553 6,584	0 0 0	2,367 905 396	2,094 1,827 33	0 0 0	41,027 28,285 7,013
Total =	46,121	490	6,815	10,346	0	63,772

			Non-bank pri	ivate sector		
<u>As at 30 June 2023</u>	Banks	Official Sector	Non-bank financial institutions	Non-financial private sector	Other Sector	Total
	HK\$ Mil	HK\$ Mil	HK\$ Mil	HK\$ Mil	HK\$ Mil	HK\$ Mil
1. Developed countries	5,626	1	882	866	0	7,375
2. Offshore centres	332	0	552	4,469	0	5,353
3. Hong Kong	1,410	482	1,561	2,814	0	6,267
4. Developing Europe	0	0	0	0	0	0
5. Developing Latin America and Caribbean	0	0	0	88	0	88
6. Developing Africa and Middle East	369	0	533	54	0	956
7. Developing AsiaPacific	35,698	0	2,233	2,938	0	40,869
of which Taiwan	25,663	0	691	2,434	0	28,788
of which China	6,031	0	566	362	0	6,959
Total =	43,435	483	5,761	11,229	0	60,908

SECTION A - INFORMATION OF THE BRANCH < HONG KONG BRANCH ONLY>

V. SEGMENTAL INFORMATION FOR THE YEAR ENDED 31 December 2023

4. NON-BANK MAINLAND EXPOSURE

The categories of non-bank counterparties and the type of direct exposures refers to the Completion Instructions for the Return of Mainland Activities.

Types of counterparties	On-balance sheet exposure HK\$ Mil	Off-balance sheet exposure HK\$ Mil	Total HK\$ Mil
As at 31 December 2023			
1 Central government, central government-owned entities and their subsidiaries and joint ventures(JVs)	845	0	845
2 Local governments, local government-owned entities and their subsidiaries and JVs	291	0	291
3 PRC nationals residing in Mainland China or other entities incorporated in Mainland China and their subsidiaries and JVs	841	22	863
4 Other entities of central government not reported in item 1 above	0	0	0
5 Other entities of local governments not reported in item 2 above	0	0	0
6 PRC nationals residing outside Mainland China or entities incorporated outside Mainland China where the credit is granted for use in Mainland China	574	0	574
7 Other counterparties where the exposures are considered to be non-bank Mainland China exposures Total	240 2,791	0 	240 2,813
Total assets after provision	70,522		
On-balance sheet exposures as percentage of total assets	3.96%		
Types of counterparties As at 30 June 2023	On-balance sheet exposure HK\$ Mil	Off-balance sheet exposure HK\$ Mil	Total HK\$ Mil
•	sheet exposure	sheet exposure	
As at 30 June 2023 1 Central government, central government-owned entities	sheet exposure HK\$ Mil	sheet exposure HK\$ Mii	HK\$ Mil
As at 30 June 2023 1 Central government, central government-owned entities and their subsidiaries and joint ventures(JVs) 2 Local governments, local government-owned entities	sheet exposure HK\$ Mil	sheet exposure HK\$ Mii	HK\$ Mil
As at 30 June 2023 1 Central government, central government-owned entities and their subsidiaries and joint ventures(JVs) 2 Local governments, local government-owned entities and their subsidiaries and JVs 3 PRC nationals residing in Mainland China or other entities	sheet exposure HK\$ Mil	sheet exposure HK\$ Mil 0	HK\$ Mil
As at 30 June 2023 1 Central government, central government-owned entities and their subsidiaries and joint ventures(JVs) 2 Local governments, local government-owned entities and their subsidiaries and JVs 3 PRC nationals residing in Mainland China or other entities incorporated in Mainland China and their subsidiaries and JVs	sheet exposure HK\$ Mil 1,095 481 1,198	sheet exposure HK\$ Mil 0 0 33	1,095 481 1,231
As at 30 June 2023 1 Central government, central government-owned entities and their subsidiaries and joint ventures(JVs) 2 Local governments, local government-owned entities and their subsidiaries and JVs 3 PRC nationals residing in Mainland China or other entities incorporated in Mainland China and their subsidiaries and JVs 4 Other entities of central government not reported in item 1 above	sheet exposure HK\$ Mil 1,095 481 1,198 0	sheet exposure HK\$ Mil 0 0 0 0 0	1,095 481 1,231
As at 30 June 2023 1 Central government, central government-owned entities and their subsidiaries and joint ventures(JVs) 2 Local governments, local government-owned entities and their subsidiaries and JVs 3 PRC nationals residing in Mainland China or other entities incorporated in Mainland China and their subsidiaries and JVs 4 Other entities of central government not reported in item 1 above 5 Other entities of local governments not reported in item 2 above 6 PRC nationals residing outside Mainland China or entities incorporated outside Mainland China where the credit is	sheet exposure HK\$ Mil 1,095 481 1,198 0 0	sheet exposure HK\$ Mii 0 0 33 0 0	1,095 481 1,231 0
1 Central government, central government-owned entities and their subsidiaries and joint ventures(JVs) 2 Local governments, local government-owned entities and their subsidiaries and JVs 3 PRC nationals residing in Mainland China or other entities incorporated in Mainland China and their subsidiaries and JVs 4 Other entities of central government not reported in item 1 above 5 Other entities of local governments not reported in item 2 above 6 PRC nationals residing outside Mainland China or entities incorporated outside Mainland China where the credit is granted for use in Mainland China 7 Other counterparties where the exposures are considered to be non-bank Mainland China exposures	sheet exposure HK\$ Mil 1,095 481 1,198 0 0 558	sheet exposure HK\$ Mii	HK\$ Mil 1,095 481 1,231 0 0 558

SECTION A - INFORMATION OF THE BRANCH < HONG KONG BRANCH ONLY>

VI. CURRENCY RISK FOR THE YEAR ENDED 31 December 2023

5. FOREIGN CURRENCY EXPOSURES

The foreign currency exposures are prepared in accordance with the H.K.M.A. return of completion "Foreign Currency Position" completion instructions. The net position (regardless of sign) for each foreign currency which constitutes 10% or more of the total net position in all foreign currencies

As at 31 December 2023	<u>USD</u> HK\$ Mil	<u>JPY</u> HK\$ Mil	<u>EUR</u> HK\$ Mil	<u>CNY</u> HK\$ Mil	<u>AUD</u> HK\$ Mil	TWD HK\$ Mil	<u>GBP</u> HK\$ Mil	<u>CAD</u> HK\$ Mil	Others HK\$ Mil	<u>Total</u> HK\$ Mil
Spot assets Spot Liabilities Forward purchases Forward sales Net option position	39,723 (49,182) 59,928 (50,320) (156)	1,098 (492) 687 (1,273)	3,189 (740) 2,048 (4,500)	4,975 (5,583) 29,584 (28,945)	3,318 (197) 2,418 (5,529) 0	0 0 4,296 (4,456) 156	1,041 (105) 935 (1,872)	131 (73) 3 (59) 0	326 (96) 1,626 (1,858)	53,801 (56,468) 101,525 (98,812)
Net long / (short) position	(7)	20	(3)	31	10	(4)	(1)	2	(2)	46
As at 30 June 2023	<u>USD</u> HK\$ Mil	<u>JPY</u> HK\$ Mil	<u>EUR</u> HK\$ Mil	<u>CNY</u> HK\$ Mil	<u>AUD</u> HK\$ Mil	<u>TWD</u> HK\$ Mil	<u>GBP</u> HK\$ Mil	<u>CAD</u> HK\$ Mil	Others HK\$ Mil	<u>Total</u> HK\$ Mil
Spot assets	38,493	965	2,559	5,272	3,347	0	1,012	98	259	52,005
Spot Liabilities	(43,140)	(376)	(565)	(6,227)	(204)	0	(167)	(38)	(127)	(50,844)
Forward purchases	48,291	272	1,023	19,222	4,445	7,510	557	Ò	993	82,313
Forward sales	(44,201)	(808)	(3,004)	(18,228)	(7,591)	(7,345)	(1,404)	(59)	(1,121)	(83,761)
Net option position	(49)	0	0	0	0	49	0	0	0	0
Net long / (short) position	(606)	53	13	39	(3)	214	(2)	1	4	(287)

The net options positions were calculated by using the "model user" method as at the above respective reporting dates.

There were no foreign currency structural positions as at the above respective reporting dates.

SECTION A - INFORMATION OF THE BRANCH < HONG KONG BRANCH ONLY>

VII. LIQUIDITY

FOR THE YEAR ENDED 31 December 2023

31 December 31 December 2023 2022

Average value of its LMR for the year/period Calculation period

73.27% 61.65% Oct~Dec 2023 Oct~Dec 2022

The policy of liquidity risk management of Hong Kong branch ensures the following objectives be met based on the principles of steady operations.

- A. Meet the demand of deposit withdrawals and repay all the debt that come due
- B. Provide adequate funding for new loans and investments
- C. Maintain sufficient level of liquid assets in compliance with the statutory liquidity ratio

Hong Kong Branch has set up Asset-Liability Committee (ALCO) to supervise the management of liquidity risk. The branch's funding management team funding staff is responsible for day to day maintenance of an adequate level of funding gap, transferring funds and managing liquidity.

Hong Kong Branch's liquidity risk management includes maintaining proper volume of liquidity assets, diversifying the source of funding, sustaining adequate financing ability and establishing contingency plan.

The strategy of liquidity risk management stands for the management of the liquidity maintenance ratio in prudential spirit. Hong Kong Branch shall ensure the liquidity maintenance ratio is higher than the statutory requirement and internal limit approved by the board of directors.

Hong Kong Branch conducts liquidity risk stress testing to evaluate liquidity status in three scenarios, a bank specific, market-wide and combined crisis, i.e. bank specific plus market-wide crisis, and presents the result to Hong Kong Branch's ALCO on a quarterly basis.

Hong Kong Branch has established a contingency funding plan. The Crisis Management Team led by senior management is formed to handle the crisis. The strategy and procedure for obtaining contingency funding, as well as roles and responsibilities of related parties are clearly stated in the contingency plan.

The essence of liquidity risk analysis stands for the analysis of major cash inflow and outflow within one year

31 December 2023

HK.	וכו	Μi	11	ัดท

	1 Day	2~7 Days	8 Days~ 1 month	1 month~ 3 months	3 months~ 6 months	6 months~ 1 year
Inflow	14,363	8,510	15,930	12,782	4,656	6,162
Outflow	17,200	7,740	13,155	13,570	5,974	5,012

31 December 2022

HKD Million

	1 Day	2~7 Days	8 Days~ 1 month	1 month~ 3 months	3 months~ 6 months	6 months~ 1 year
Inflow	13,863	8,270	12,218	7,964	4,577	2,961
Outflow	18,150	6,919	7,941	11,519	3,924	2,727

VIII. REMUNERATION SYSTEM FOR THE YEAR ENDED 31 December 2023

The relevant remuneration information about Taipei Fubon Bank is disclosed under the "Annual Report, Chapter III - Business Operations", released by the head office.

SECTION B. - INFORMATION OF THE BANK < CONSOLIDATED BASIS>

I. CAPITAL AND CAPITAL ADEQUACY

FOR THE YEAR ENDED 31 December 2023		
	31 December	30 June
	2023	2023
Capital adequacy ratio	16.41%	16.05%
The capital adequacy ratio is equal to the ratio of the regulatory capital in assets. The computation of capital adequacy ratio is based on the "Basel Cap weighted approach proposed by the Bank for International Settlements and the factors.	ital Accord" in lin	ne with the risk-
	31 December	30 June
	2023	2023
•	NT\$'000	NT\$'000
Aggregate amount of shareholders' funds	313,004,678	293,272,743

TAIPEI FUBON COMMERCIAL BANK CO., LIMITED - HONG KONG BRANCH SECTION B. - INFORMATION OF THE BANK < CONSOLIDATED BASIS>

II. OTHER FINANCIAL INFORMATION FOR THE YEAR ENDED 31 December 2023

FOR THE YEAR ENDED 31 December 2023		
	31 December 2023	30 June 2023
	NT\$'000	NT\$'000
Total Assets	4,401,733,315	4,291,302,580
Total Liabilities	4,088,728,637	3,998,029,837
Total advances	2,297,463,524	2,207,268,585
Total customers deposit	3,509,939,977	3,374,691,819
	1 1 2022	(Restated)
	1 January 2023 to	1 January 2022 to
	31 December 2023	31 December 2022
	NT\$'000	NT\$'000
Profit before taxation	27,870,517	29,393,142

Taipei Fubon Commercial Bank Co., Ltd. merged with Jih Sun International Commercial Bank Co., Ltd. on April 1, 2023. It has merged and retrospectively restated the financial statements of the previous period (FY2022) in accordance with regulations.

Declaration

According to the requirement of the Hong Kong Monetary Authority on Key Financial Information Disclosure Statements of Authorized Institutions incorporated outside Hong Kong, we have pleasure in presenting the Key Financial Information Disclosure Statements of Taipei Fubon Commercial Bank Co., Limited - Hong Kong Branch for the year ended 31 December 2023. We confirm that the information contained therein complies, in all material respects, with the supervisory policy manual CA-D-1 "Guideline on the Application of the Banking (Disclosure) Rules" and to the best of my knowledge and belief, it is not false or misleading.

 $\frac{26-04-2024}{\text{Date}}$

Chief Executive

Taipei Fubon Commercial Bank Co., Limited

Hong Kong Branch