

TAI YAU BANK, LIMITED

Template KM1: Key prudential ratios as at 30 September 2024

| | | (a) | (b) | (c) | (d) | (e) |
|---|---|------------|------------|------------|------------|------------|
| | | 30/9/2024 | 30/6/2024 | 31/3/2024 | 31/12/2023 | 30/9/2023 |
| | | (HK\$'000) | (HK\$'000) | (HK\$'000) | (HK\$'000) | (HK\$'000) |
| Regulatory capital | | | | | | |
| 1 | Common Equity Tier 1 (CET1) | 839,534 | 832,695 | 826,138 | 825,162 | 817,151 |
| 2 | Tier 1 | 839,534 | 832,695 | 826,138 | 825,162 | 817,151 |
| 3 | Total capital | 840,193 | 833,449 | 826,930 | 825,836 | 817,878 |
| RWA | | | | | | |
| 4 | Total RWA | 451,818 | 432,491 | 435,600 | 392,385 | 403,266 |
| Risk-based regulatory capital ratios (as a percentage of RWA) | | | | | | |
| 5 | CET1 ratio (%) | 185.81% | 192.53% | 189.66% | 210.29% | 202.63% |
| 6 | Tier 1 ratio (%) | 185.81% | 192.53% | 189.66% | 210.29% | 202.63% |
| 7 | Total capital ratio (%) | 185.96% | 192.71% | 189.84% | 210.47% | 202.81% |
| Additional CET1 buffer requirements (as a percentage of RWA) | | | | | | |
| 8 | Capital conservation buffer requirement (%) | 2.50% | 2.50% | 2.50% | 2.50% | 2.50% |
| 9 | Countercyclical capital buffer requirement (%) | 1.00% | 1.00% | 1.00% | 1.00% | 1.00% |
| 10 | Higher loss absorbency requirements (%) (applicable only to G-SIBs or D-SIBs) | N/A | N/A | N/A | N/A | N/A |
| 11 | Total AI-specific CET1 buffer requirements (%) | 3.50% | 3.50% | 3.50% | 3.50% | 3.50% |
| 12 | CET1 available after meeting the AI's minimum capital requirements (%) | 177.96% | 184.71% | 181.84% | 202.47% | 194.81% |
| Basel III leverage ratio | | | | | | |
| 13 | Total leverage ratio (LR) exposure measure | 1,978,750 | 1,973,033 | 1,965,172 | 1,933,890 | 1,894,197 |
| 14 | LR (%) | 42.43% | 42.20% | 42.04% | 42.67% | 43.14% |
| Liquidity Coverage Ratio (LCR) / Liquidity Maintenance Ratio (LMR) | | | | | | |
| | Applicable to category 1 institution only: | | | | | |
| 15 | Total high quality liquid assets (HQLA) | N/A | N/A | N/A | N/A | N/A |
| 16 | Total net cash outflows | N/A | N/A | N/A | N/A | N/A |
| 17 | LCR (%) | N/A | N/A | N/A | N/A | N/A |
| | Applicable to category 2 institution only: | | | | | |
| 17a | LMR (%) | 130.97% | 124.37% | 132.15% | 126.26% | 107.02% |
| Net Stable Funding Ratio (NSFR) / Core Funding Ratio (CFR) | | | | | | |
| | Applicable to category 1 institution only: | | | | | |
| 18 | Total available stable funding | N/A | N/A | N/A | N/A | N/A |
| 19 | Total required stable funding | N/A | N/A | N/A | N/A | N/A |
| 20 | NSFR (%) | N/A | N/A | N/A | N/A | N/A |
| | Applicable to category 2A institution only: | | | | | |
| 20a | CFR (%) | N/A | N/A | N/A | N/A | N/A |

TAI YAU BANK, LIMITED

Template OV1: Overview of Risk-Weighted Amount (RWA) as at 30 September 2024

HK\$'000

| | | (a) | (b) | (c) |
|-----|--|----------------|-------------|------------------------------|
| | | RWA | | Minimum capital requirements |
| | | 30-Sep-2024 | 30-Jun-2024 | 30-Sep-2024 |
| 1 | Credit risk for non-securitization exposures | 389,618 | 376,703 | 31,169 |
| 2 | Of which STC approach | 0 | 0 | 0 |
| 2a | Of which BSC approach | 389,618 | 376,703 | 31,169 |
| 3 | Of which foundation IRB approach | 0 | 0 | 0 |
| 4 | Of which supervisory slotting criteria approach | 0 | 0 | 0 |
| 5 | Of which advanced IRB approach | 0 | 0 | 0 |
| 6 | Counterparty default risk and default fund contributions | 0 | 0 | 0 |
| 7 | Of which SA-CCR approach | 0 | 0 | 0 |
| 7a | Of which CEM | 0 | 0 | 0 |
| 8 | Of which IMM(CCR) approach | 0 | 0 | 0 |
| 9 | Of which others | 0 | 0 | 0 |
| 10 | CVA risk | 0 | 0 | 0 |
| 11 | Equity positions in banking book under the simple risk-weight method and internal models method | 0 | 0 | 0 |
| 12 | Collective investment scheme (“CIS”) exposures – LTA* | N/A | N/A | N/A |
| 13 | CIS exposures – MBA* | N/A | N/A | N/A |
| 14 | CIS exposures – FBA* | N/A | N/A | N/A |
| 14a | CIS exposures – combination of approaches* | N/A | N/A | N/A |
| 15 | Settlement risk | 0 | 0 | 0 |
| 16 | Securitization exposures in banking book | 0 | 0 | 0 |
| 17 | Of which SEC-IRBA | 0 | 0 | 0 |
| 18 | Of which SEC-ERBA (including IAA) | 0 | 0 | 0 |
| 19 | Of which SEC-SA | 0 | 0 | 0 |
| 19a | Of which SEC-FBA | 0 | 0 | 0 |
| 20 | Market risk | 0 | 0 | 0 |
| 21 | Of which STM approach | 0 | 0 | 0 |
| 22 | Of which IMM approach | 0 | 0 | 0 |
| 23 | Capital charge for switch between exposures in trading book and banking book (not applicable before the revised market risk framework takes effect)* | N/A | N/A | N/A |
| 24 | Operational risk | 62,200 | 55,788 | 4,976 |
| 24a | Sovereign concentration risk | 0 | 0 | 0 |
| 25 | Amounts below the thresholds for deduction (subject to 250% RW) | 0 | 0 | 0 |
| 26 | Capital floor adjustment | 0 | 0 | 0 |
| 26a | Deduction to RWA | 0 | 0 | 0 |
| 26b | Of which portion of regulatory reserve for general banking risks and collective provisions which is not included in Tier 2 Capital | 0 | 0 | 0 |
| 26c | Of which portion of cumulative fair value gains arising from the revaluation of land and buildings which is not included in Tier 2 Capital | 0 | 0 | 0 |
| 27 | Total | 451,818 | 432,491 | 36,145 |

Point to note:

Items marked with an asterisk (*) will be applicable only after their respective policy frameworks take effect. Until then, “Not applicable” should be reported in the rows.

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Template LR2: Leverage ratio (“LR”) as at 30 September 2024

| | | (a) | (b) |
|--|--|----------------------------|---------------|
| | | HK\$ equivalent (HK\$'000) | |
| | | 30/9/2024 | 30/6/2024 |
| On-balance sheet exposures | | | |
| 1 | On-balance sheet exposures (excluding those arising from derivative contracts and SFTs, but including collateral) | 1,976,478 | 1,970,821 |
| 2 | Less: Asset amounts deducted in determining Tier 1 capital | (609) | (574) |
| 3 | Total on-balance sheet exposures (excluding derivative contracts and SFTs) | 1,975,869 | 1,970,247 |
| Exposures arising from derivative contracts | | | |
| 4 | Replacement cost associated with all derivative contracts (where applicable net of eligible cash variation margin and/or with bilateral netting) | 0 | 0 |
| 5 | Add-on amounts for PFE associated with all derivative contracts | 0 | 0 |
| 6 | Gross-up for collateral provided in respect of derivative contracts where deducted from the balance sheet assets pursuant to the applicable accounting framework | 0 | 0 |
| 7 | Less: Deductions of receivables assets for cash variation margin provided under derivative contracts | 0 | 0 |
| 8 | Less: Exempted CCP leg of client-cleared trade exposures | 0 | 0 |
| 9 | Adjusted effective notional amount of written credit-related derivative contracts | 0 | 0 |
| 10 | Less: Adjusted effective notional offsets and add-on deductions for written credit-related derivative contracts | 0 | 0 |
| 11 | Total exposures arising from derivative contracts | 0 | 0 |
| Exposures arising from SFTs | | | |
| 12 | Gross SFT assets (with no recognition of netting), after adjusting for sale accounting transactions | 0 | 0 |
| 13 | Less: Netted amounts of cash payables and cash receivables of gross SFT assets | 0 | 0 |
| 14 | CCR exposure for SFT assets | 0 | 0 |
| 15 | Agent transaction exposures | 0 | 0 |
| 16 | Total exposures arising from SFTs | 0 | 0 |
| Other off-balance sheet exposures | | | |
| 17 | Off-balance sheet exposure at gross notional amount | 3,490 | 3,490 |
| 18 | Less: Adjustments for conversion to credit equivalent amounts | 0 | 0 |
| 19 | Off-balance sheet items | 3,490 | 3,490 |
| Capital and total exposures | | | |
| 20 | Tier 1 capital | 839,534 | 832,695 |
| 20a | Total exposures before adjustments for specific and collective provisions | 1,979,359 | 1,973,737 |
| 20b | Adjustments for specific and collective provisions | (609) | (704) |
| 21 | Total exposures after adjustments for specific and collective provisions | 1,978,750 | 1,973,033 |
| Leverage ratio | | | |
| 22 | Leverage ratio | 42.43% | 42.20% |