



China CITIC Bank International Limited
中信銀行(國際)有限公司

Regulatory Disclosure Statement

31 March 2019
(Unaudited)

**These disclosures are prepared under
the Banking (Disclosure) Rules**

Regulatory Disclosure Statement

CONTENTS		PAGE
Part I: Key prudential ratios and overview of Risk-Weighted Asset (RWA)		
1	KM1: Key prudential ratios.....	1
2	OV1: Overview of RWA.....	2
Part II: Leverage ratio		
3	LR2: Leverage ratio.....	3
Part III: Liquidity		
4	LIQ1: Liquidity Coverage Ratio - for category 1 institution.....	4

Regulatory Disclosure Statement (continued)

The information contained in this regulatory disclosure statement is for China CITIC Bank International Limited (“the Bank”) and its subsidiaries (together “the Group”), and is prepared in accordance with the Banking (Disclosure) Rules and the disclosure templates issued by the Hong Kong Monetary Authority (“HKMA”).

Part I: Key prudential ratios and overview of Risk-Weighted Asset (RWA)

KM1: Key prudential ratios

		At 31 March 2019	At 31 December 2018	At 30 September 2018	At 30 June 2018	At 31 March 2018
		(a)	(b)	(c)	(d)	(e)
		HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000
Regulatory capital (amount)						
1	Common Equity Tier 1 (CET1)	34,818,695	33,354,626	32,629,371	32,631,882	34,982,288
2	Tier 1	44,904,222	43,440,153	38,806,386	38,808,897	41,159,303
3	Total capital	55,209,006	50,386,359	45,632,680	45,696,160	48,687,366
RWA (amount)						
4	Total RWA	269,432,895	260,769,021	253,726,353	256,922,304	243,040,714
Risk-based regulatory capital ratios (as a percentage of RWA)						
5	CET1 ratio (%)	12.9%	12.8%	12.9%	12.7%	14.4%
6	Tier 1 ratio (%)	16.7%	16.7%	15.3%	15.1%	16.9%
7	Total capital ratio (%)	20.5%	19.3%	18.0%	17.8%	20.0%
Additional CET1 buffer requirements (as a percentage of RWA)						
8	Capital conservation buffer requirement (%)	2.500%	1.875%	1.875%	1.875%	1.875%
9	Countercyclical capital buffer requirement (%)	1.388%	1.071%	1.075%	1.011%	1.032%
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 (%)	3.888%	2.946%	2.950%	2.886%	2.907%
12	CET1 available after meeting the AI's minimum capital requirements (%)	8.4%	8.3%	8.4%	8.2%	9.9%
Basel III leverage ratio						
13	Total leverage ratio (LR) exposure measure	369,372,939	380,471,033	375,475,397	364,299,274	358,742,716
14	LR (%)	12.2%	11.4%	10.3%	10.7%	11.5%
Liquidity Coverage Ratio (LCR)/Liquidity Maintenance Ratio (LMR)						
Applicable to category 1 institution only:						
15	Total high quality liquid assets (HQLA)	37,754,487	45,470,570	37,721,407	40,156,201	45,594,621
16	Total net cash outflows	15,290,956	17,611,354	17,674,562	18,928,947	19,981,426
17	LCR (%)	249.4%	258.5%	213.5%	213.1%	228.2%
Applicable to category 2 institution only:						
17a	LMR (%)	N/A	N/A	N/A	N/A	N/A
Net Stable Funding Ratio (NSFR)/Core Funding Ratio (CFR)						
Applicable to category 1 institution only:						
18	Total available stable funding	241,842,413	241,797,117	233,251,769	226,471,370	226,726,631
19	Total required stable funding	171,357,209	170,883,768	170,595,832	170,893,092	168,055,134
20	NSFR (%)	141.1%	141.5%	136.7%	132.5%	134.9%
Applicable to category 2A institution only:						
20a	CFR (%)	N/A	N/A	N/A	N/A	N/A

N/A - Not-Applicable

Regulatory Disclosure Statement (continued)

Part I: Key prudential ratios and overview of Risk-Weighted Asset (RWA)

OV1: Overview of RWA

The following table provides an overview of the Bank's RWAs by various risk types and the corresponding minimum capital requirements (i.e. 8% of RWA), as required by the HKMA.

		(a)	(b)	(c)
		RWA		Minimum capital requirements
		At 31 March 2019	At 31 December 2018	At 31 March 2019
		HK\$'000	HK\$'000	HK\$'000
1	Credit risk for non-securitization exposures	230,947,601	226,650,058	18,475,808
2	Of which STC approach	230,947,601	226,650,058	18,475,808
2a	Of which BSC approach	-	-	-
3	Of which foundation IRB approach	-	-	-
4	Of which supervisory slotting criteria approach	-	-	-
5	Of which advanced IRB approach	-	-	-
6	Counterparty default risk and default fund contributions	7,603,786	7,857,585	608,303
7	Of which SA-CCR*	Not Applicable	Not Applicable	Not Applicable
7a	Of which CEM	7,568,584	7,834,401	605,487
8	Of which IMM(CCR) approach	-	-	-
9	Of which others	35,202	23,184	2,816
10	CVA risk	3,200,613	2,903,250	256,049
11	Equity positions in banking book under the simple risk-weight method and internal models method	-	-	-
12	Collective investment scheme ("CIS") exposures – LTA*	Not Applicable	Not Applicable	Not Applicable
13	CIS exposures – MBA*	Not Applicable	Not Applicable	Not Applicable
14	CIS exposures – FBA*	Not Applicable	Not Applicable	Not Applicable
14a	CIS exposures – combination of approaches*	Not Applicable	Not Applicable	Not Applicable
15	Settlement risk	-	-	-
16	Securitization exposures in banking book*	-	-	-
17	Of which SEC-IRBA	-	-	-
18	Of which SEC-ERBA (including IAA)	-	-	-
19	Of which SEC-SA	-	-	-
19a	Of which SEC-FBA	-	-	-
20	Market risk	11,843,138	7,337,525	947,451
21	Of which STM approach	11,843,138	7,337,525	947,451
22	Of which IMM approach	-	-	-
23	Capital charge for switch between exposures in trading book and banking book (not applicable before the revised market risk framework takes effect)*	Not Applicable	Not Applicable	Not Applicable
24	Operational risk	14,705,563	14,184,325	1,176,445
24a	Sovereign concentration risk*	Not Applicable	Not Applicable	Not Applicable
25	Amounts below the thresholds for deduction (subject to 250% RW)	1,277,538	2,152,538	102,203
26	Capital floor adjustment	-	-	-
26a	Deduction to RWA	145,344	316,260	11,628
26b	Of which portion of regulatory reserve for general banking risks and collective provisions which is not included in Tier 2 Capital	56,922	227,838	4,554
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	88,422	88,422	7,074
27	Total	269,432,895	260,769,021	21,554,632

Remark:

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

The Bank has adopted the "standardised approach" for calculating the risk-weighted amount for credit risk and market risk and the "basic indicator approach" for calculating operational risk.

Total RWA increased mainly due to an increase in credit RWAs for non-securitization exposures, which was also driven mainly by an increase in loans and advances to customers.

Regulatory Disclosure Statement (continued)

Part II: Leverage ratio

LR2: Leverage ratio

		(a)	(b)
		At 31 March 2019	At 31 December 2018
		HK\$'000	HK\$'000
On-balance sheet exposures			
1	On-balance sheet exposures (excluding those arising from derivative contracts and SFTs, but including collateral)	346,049,895	355,302,055
2	Less: Asset amounts deducted in determining Tier 1 capital	(1,944,536)	(2,081,794)
3	Total on-balance sheet exposures (excluding derivative contracts and SFTs)	344,105,359	353,220,261
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)	1,879,769	2,981,572
5	Add-on amounts for PFE associated with all derivative contracts	8,070,941	7,566,141
6	Gross-up for derivatives collateral provided where deducted from the balance sheet assets pursuant to the applicable accounting framework	-	-
7	Less: Deductions of receivables assets for cash variation margin provided under derivative contracts	-	-
8	Less: Exempted CCP leg of client-cleared trade exposures	-	-
9	Adjusted effective notional amount of written credit derivative contracts	-	-
10	Less: Adjusted effective notional offsets and add-on deductions for written credit derivative contracts	-	-
11	Total exposures arising from derivative contracts	9,950,710	10,547,713
Exposures arising from SFTs			
12	Gross SFT assets (with no recognition of netting), after adjusting for sale accounting transactions	-	-
13	Less: Netted amounts of cash payables and cash receivables of gross SFT assets	-	-
14	CCR exposure for SFT assets	-	-
15	Agent transactions exposures	-	-
16	Total exposures arising from SFTs	-	-
Other off-balance sheet exposures			
17	Off-balance sheet exposure at gross notional amount	93,266,379	91,061,825
18	Less: Adjustments for conversion to credit equivalent amounts	(77,901,890)	(74,317,460)
19	Off-balance sheet items	15,364,489	16,744,365
Capital and total exposures			
20	Tier 1 capital	44,904,222	43,440,153
20a	Total exposures before adjustments for specific and collective provisions	369,420,558	380,512,339
20b	Adjustments for specific and collective provisions	(47,619)	(41,306)
21	Total exposures after adjustments for specific and collective provisions	369,372,939	380,471,033
Leverage ratio			
22	Leverage ratio	12.16%	11.42%

The increase in leverage ratio during the period is mainly due to the increase in Tier 1 capital for the quarter ended 31 March 2019.

Regulatory Disclosure Statement (continued)

Part III: Liquidity

LIQ1: Liquidity Coverage Ratio ("LCR") - for category 1 institution

Number of data points used in calculating the average value of the LCR and related components set out in this template		For quarter ended 31 March 2019: (74 data points)	
		a	b
Basis of disclosure: Consolidated		UNWEIGHTED AMOUNT (Average)	WEIGHTED AMOUNT (Average)
		HK\$'000	HK\$'000
A. High Quality Liquid Assets (HQLA)			
1	Total HQLA		37,754,487
B. Cash outflows			
2	Retail deposits and small business funding, of which:	146,442,210	9,960,706
3	Stable retail deposits and stable small business funding	10,300,265	515,013
4	Less stable retail deposits and less stable small business funding	52,771,923	5,277,192
4a	Retail term deposits and small business term funding	83,370,022	4,168,501
5	Unsecured wholesale funding (other than small business funding), and debt securities and prescribed instruments issued by the authorized institution, of which:	78,830,453	42,991,922
6	Operational deposits	-	-
7	Unsecured wholesale funding (other than small business funding) not covered in Row 6	78,220,096	42,381,565
8	Debt securities and prescribed instruments issued by the authorised institution and redeemable within the LCR period	610,357	610,357
9	Secured funding transactions (including securities swap transactions)		-
10	Additional requirements, of which:	9,063,994	3,289,458
11	Cash outflows arising from derivative contracts and other transactions, and additional liquidity needs arising from related collateral requirements	2,280,958	2,280,958
12	Cash outflows arising from obligations under structured financing transactions and repayment of funding obtained from such transactions	-	-
13	Potential drawdown of undrawn committed facilities (including committed credit facilities and committed liquidity facilities)	6,783,036	1,008,500
14	Contractual lending obligations (not otherwise covered in Section B) and other contractual cash outflows	4,599,108	4,599,108
15	Other contingent funding obligations (without contractual or non-contractual)	82,963,978	322,632
16	Total cash outflows		61,163,826
C. Cash Inflows			
17	Secured lending transactions (including securities swap transactions)	79,254	-
18	Secured and unsecured loans (other than secured lending transactions covered in row 17) and operational deposits placed at other financial institutions	82,625,572	63,087,556
19	Other cash inflows	4,829,625	4,802,275
20	Total cash inflows	87,534,451	67,889,831
D. Liquidity Coverage Ratio			Adjusted value
21	Total HQLA		37,754,487
22	Total Net Cash Outflows		15,290,956
23	LCR (%)		249.4%