



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

Regulatory Disclosure Statements

30 June 2022
(Unaudited)

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

Regulatory Disclosure Statements

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Regulatory Disclosure Statements (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**”). It should be read in conjunction with the Group’s 2022 Interim Report. These regulatory disclosures are governed by the Group’s disclosure policy, which set out the governance, control and assurance requirements for publication of the document. Certain comparative figures have been restated in conformity with the latest books and records of the Group and returns submitted by the Bank to the HKMA.

PART I: KEY PRUDENTIAL RATIOS, OVERVIEW OF RISK MANAGEMENT AND RISK-WEIGHTED ASSET (RWA)

KM1: Key prudential ratios

		At 30 June 2022	At 31 March 2022	At 31 December 2021	At 30 September 2021	At 30 June 2021
		(a)	(b)	(c)	(d)	(e)
		HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000
	Regulatory capital					
1	Common Equity Tier 1 (CET1)	37,902,225	37,920,665	37,859,048	38,513,755	37,897,448
2	Tier 1	51,146,132	46,476,665	46,415,048	50,933,303	45,669,508
3	Total capital	58,774,189	54,055,130	53,938,873	58,335,418	53,068,072
	RWA					
4	Total RWA	318,106,104	313,145,690	310,776,926	305,868,349	307,596,831
	Risk-based regulatory capital ratios (as a percentage of RWA)					
5	CET1 ratio (%)	11.9%	12.1%	12.2%	12.6%	12.3%
6	Tier 1 ratio (%)	16.1%	14.8%	14.9%	16.7%	14.8%
7	Total capital ratio (%)	18.5%	17.3%	17.4%	19.1%	17.3%
	Additional CET1 buffer requirements (as a percentage of RWA)					
8	Capital conservation buffer requirement (%)	2.500%	2.500%	2.500%	2.500%	2.500%
9	Countercyclical capital buffer requirement (%)	0.663%	0.649%	0.642%	0.624%	0.621%
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 (%)	3.163%	3.149%	3.142%	3.124%	3.121%
12	CET1 available after meeting the AI’s minimum capital requirements (%)	7.4%	7.6%	7.7%	8.1%	7.8%
	Basel III leverage ratio					
13	Total leverage ratio (LR) exposure measure	460,080,079	432,053,709	435,357,905	449,927,030	428,549,955
14	LR (%)	11.1%	10.8%	10.7%	11.3%	10.7%
	Liquidity Coverage Ratio (LCR)/Liquidity Maintenance Ratio (LMR)					
	Applicable to category 1 institution only:					
15	Total high quality liquid assets (HQLA)	69,281,604	67,641,461	67,478,879	66,644,799	64,539,318
16	Total net cash outflows	31,778,446	29,840,119	28,620,512	23,772,093	26,048,868
17	LCR (%)	224%	230%	239%	280%	249%
	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	265,876,226	254,646,983	254,068,949	255,606,344	245,755,499
19	Total required stable funding	209,539,105	200,577,957	203,067,202	204,054,164	201,707,900
20	NSFR (%)	127%	127%	125%	125%	122%
	Applicable to category 2A institution only:					
20a	CFR (%)	N/A	N/A	N/A	N/A	N/A

N/A – Not Applicable

Regulatory Disclosure Statements (continued)

PART I: KEY PRUDENTIAL RATIOS, OVERVIEW OF RISK MANAGEMENT AND RISK-WEIGHTED ASSET (RWA) (continued)

OV1: Overview of RWA

The following table provides an overview of the Bank's RWA 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 30 June 2022	At 31 March 2022	At 30 June 2022
		HK\$'000	HK\$'000	HK\$'000
1	Credit risk for non-securitization exposures	275,067,293	272,770,539	22,005,383
2	Of which STC approach	275,067,293	272,770,539	22,005,383
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	8,136,879	6,875,857	650,950
7	Of which SA-CCR approach	6,922,793	6,727,760	553,823
7a	Of which CEM	-	-	-
8	Of which IMM(CCR) approach	-	-	-
9	Of which others	1,214,086	148,097	97,127
10	CVA risk	1,890,088	2,066,963	151,207
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	17,151,625	15,445,325	1,372,130
21	Of which STM approach	17,151,625	15,445,325	1,372,130
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	14,839,563	14,922,525	1,187,165
24a	Sovereign concentration risk	-	-	-
25	Amounts below the thresholds for deduction (subject to 250% RW)	1,281,670	1,281,670	102,534
26	Capital floor adjustment	-	-	-
26a	Deduction to RWA	261,014	217,189	20,881
26b	Of which portion of regulatory reserve for general banking risks and collective provisions which is not included in Tier 2 Capital	77,115	30,078	6,169
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	183,899	187,111	14,712
27	Total	318,106,104	313,145,690	25,448,488

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 bank exposures and an increase in market RWA.

Regulatory Disclosure Statements (continued)

PART IIA: COMPOSITION OF REGULATORY CAPITAL

CC1: Composition of regulatory capital

		(a)	(b)
		Amount	Source based on reference number of the balance sheet under the regulatory scope of consolidation
At 30 June 2022		HK\$'000	
CET1 capital: instruments and reserves			
1	Directly issued qualifying CET1 capital instruments plus any related share premium	18,059,741	(4)-(5)
2	Retained earnings	23,208,123	(8)
3	Disclosed reserves	(236,564)	(6)
4	<i>Directly issued capital subject to phase-out arrangements from CET1 (only applicable to non-joint stock companies)</i>	Not applicable	Not applicable
5	Minority interests arising from CET1 capital instruments issued by consolidated bank subsidiaries and held by third parties (amount allowed in CET1 capital of the consolidation group)	-	
6	CET1 capital before regulatory deductions	41,031,300	
CET1 capital: regulatory deductions			
7	Valuation adjustments	47,536	(11)
8	Goodwill (net of associated deferred tax liabilities)	-	
9	Other intangible assets (net of associated deferred tax liabilities)	486,196	(1)
10	Deferred tax assets (net of associated deferred tax liabilities)	439,978	(2)
11	Cash flow hedge reserve	-	
12	Excess of total EL amount over total eligible provisions under the IRB approach	-	
13	Credit-enhancing interest-only strip, and any gain-on-sale and other increase in the CET1 capital arising from securitization transactions	-	
14	Gains and losses due to changes in own credit risk on fair valued liabilities	4,588	(3)
15	Defined benefit pension fund net assets (net of associated deferred tax liabilities)	-	
16	Investments in own CET1 capital instruments (if not already netted off paid-in capital on reported balance sheet)	-	
17	Reciprocal cross-holdings in CET1 capital instruments	-	
18	Insignificant LAC investments in CET1 capital instruments issued by financial sector entities that are outside the scope of regulatory consolidation (amount above 10% threshold)	-	
19	Significant LAC investments in CET1 capital instruments issued by financial sector entities that are outside the scope of regulatory consolidation (amount above 10% threshold)	-	
20	Mortgage servicing rights (net of associated deferred tax liabilities)	Not applicable	Not applicable
21	Deferred tax assets arising from temporary differences (net of associated deferred tax liabilities)	Not applicable	Not applicable
22	Amount exceeding the 15% threshold	Not applicable	Not applicable
23	of which: significant investments in the ordinary share of financial sector entities	Not applicable	Not applicable
24	of which: mortgage servicing rights	Not applicable	Not applicable
25	of which: deferred tax assets arising from temporary differences	Not applicable	Not applicable
26	National specific regulatory adjustments applied to CET1 capital	2,150,777	
26a	Cumulative fair value gains arising from the revaluation of land and buildings (own-use and investment properties)	334,362	(7)+(10)
26b	Regulatory reserve for general banking risks	1,816,415	(9)
26c	Securitization exposures specified in a notice given by the MA	-	
26d	Cumulative losses below depreciated cost arising from the institution's holdings of land and buildings	-	
26e	Capital shortfall of regulated non-bank subsidiaries	-	

Regulatory Disclosure Statements (continued)

PART IIA: COMPOSITION OF REGULATORY CAPITAL (continued)

CC1: Composition of regulatory capital (continued)

		(a)	(b)
		Amount	Source based on reference number of the balance sheet under the regulatory scope of consolidation
At 30 June 2022		HK\$'000	
26f	Capital investment in a connected company which is a commercial entity (amount above 15% of the reporting institution's capital base)	-	
27	Regulatory deductions applied to CET1 capital due to insufficient AT1 capital and Tier 2 capital to cover deductions	-	
28	Total regulatory deductions to CET1 capital	3,129,075	
29	CET1 capital	37,902,225	
AT1 capital: instruments			
30	Qualifying AT1 capital instruments plus any related share premium	13,243,907	
31	of which: classified as equity under applicable accounting standards	13,243,907	
32	of which: classified as liabilities under applicable accounting standards	-	
33	<i>Capital instruments subject to phase-out arrangements from AT1 capital</i>	-	
34	AT1 capital instruments issued by consolidated bank subsidiaries and held by third parties (amount allowed in AT1 capital of the consolidation group)	-	
35	<i>of which: AT1 capital instruments issued by subsidiaries subject to phase-out arrangements</i>	-	
36	AT1 capital before regulatory deductions	13,243,907	
AT1 capital: regulatory deductions			
37	Investments in own AT1 capital instruments	-	
38	Reciprocal cross-holdings in AT1 capital instruments	-	
39	Insignificant LAC investments in AT1 capital instruments issued by financial sector entities that are outside the scope of regulatory consolidation (amount above 10% threshold)	-	
40	Significant LAC investments in AT1 capital instruments issued by financial sector entities that are outside the scope of regulatory consolidation	-	
41	National specific regulatory adjustments applied to AT1 capital	-	
42	Regulatory deductions applied to AT1 capital due to insufficient Tier 2 capital to cover deductions	-	
43	Total regulatory deductions to AT1 capital	-	
44	AT1 capital	13,243,907	
45	Tier 1 capital (Tier 1 = CET1 + AT1)	51,146,132	

Regulatory Disclosure Statements (continued)

PART IIA: COMPOSITION OF REGULATORY CAPITAL (continued)

CC1: Composition of regulatory capital (continued)

		(a)	(b)
		Amount	Source based on reference number of the balance sheet under the regulatory scope of consolidation
At 30 June 2022		HK\$' 000	
Tier 2 capital: instruments and provisions			
46	Qualifying Tier 2 capital instruments plus any related share premium	3,922,522	(13)
47	<i>Capital instruments subject to phase-out arrangements from Tier 2 capital</i>	–	(12)
48	Tier 2 capital instruments issued by consolidated bank subsidiaries and held by third parties (amount allowed in Tier 2 capital of the consolidation group)	–	
49	<i>of which: capital instruments issued by subsidiaries subject to phase-out arrangements</i>	–	
50	Collective provisions and regulatory reserve for general banking risks eligible for inclusion in Tier 2 capital	3,555,072	
51	Tier 2 capital before regulatory deductions	7,477,594	
Tier 2 capital: regulatory deductions			
52	Investments in own Tier 2 capital instruments	–	
53	Reciprocal cross-holdings in Tier 2 capital instruments and non-capital LAC liabilities	–	
54	Insignificant LAC investments in Tier 2 capital instruments issued by, and non-capital LAC liabilities of, financial sector entities that are outside the scope of regulatory consolidation (amount above 10% threshold and, where applicable, 5% threshold)	–	
54a	Insignificant LAC investments in non-capital LAC liabilities of financial sector entities that are outside the scope of regulatory consolidation (amount formerly designated for the 5% threshold but no longer meets the conditions) (for institutions defined as “section 2 institution” under §2(1) of Schedule 4F to BCR only)	–	
55	Significant LAC investments in Tier 2 capital instruments issued by financial sector entities that are outside the scope of regulatory consolidation (net of eligible short positions)	–	
55a	Significant LAC investments in non-capital LAC liabilities of financial sector entities that are outside the scope of regulatory consolidation (net of eligible short positions)	–	
56	National specific regulatory adjustments applied to Tier 2 capital	(150,463)	
56a	Add back of cumulative fair value gains arising from the revaluation of land and buildings (own-use and investment properties) eligible for inclusion in Tier 2 capital	(150,463)	(7) + (10) x 45%
56b	Regulatory deductions applied to Tier 2 capital to cover the required deductions falling within S48(1)(g) of BCR	–	
57	Total regulatory adjustments to Tier 2 capital	(150,463)	
58	Tier 2 capital (T2)	7,628,057	
59	Total regulatory capital (TC = T1 + T2)	58,774,189	
60	Total RWA	318,106,104	
Capital ratios (as a percentage of RWA)			
61	CET1 capital ratio	11.91%	
62	Tier 1 capital ratio	16.08%	
63	Total capital ratio	18.48%	
64	Institution-specific buffer requirement (capital conservation buffer plus countercyclical capital buffer plus higher loss absorbency requirements)	3.16%	
65	<i>of which: capital conservation buffer requirement</i>	2.50%	
66	<i>of which: bank specific countercyclical buffer requirement</i>	0.66%	
67	<i>of which: higher loss absorbency requirement</i>	0.00%	
68	CET1 (as a percentage of RWA) available after meeting minimum capital requirements	7.41%	

Regulatory Disclosure Statements (continued)

PART IIA: COMPOSITION OF REGULATORY CAPITAL (continued)

CC1: Composition of regulatory capital (continued)

		(a)	(b)
		Amount	Source based on reference number of the balance sheet under the regulatory scope of consolidation
At 30 June 2022		HK\$'000	
National minima (if different from Basel 3 minimum)			
69	National CET1 minimum ratio	Not applicable	Not applicable
70	National Tier 1 minimum ratio	Not applicable	Not applicable
71	National Total capital minimum ratio	Not applicable	Not applicable
Amounts below the thresholds for deduction (before risk weighting)			
72	Insignificant LAC investments in CET1, AT1 and Tier 2 capital instruments issued by, and non-capital LAC liabilities of, financial sector entities that are outside the scope of regulatory consolidation	87,754	
73	Significant LAC investments in CET1 capital instruments issued by financial sector entities that are outside the scope of regulatory consolidation	512,668	
74	Mortgage servicing rights (net of associated deferred tax liabilities)	Not applicable	Not applicable
75	Deferred tax assets arising from temporary differences (net of associated deferred tax liabilities)	Not applicable	Not applicable
Applicable caps on the inclusion of provisions in Tier 2 capital			
76	Provisions eligible for inclusion in Tier 2 in respect of exposures subject to the BSC approach, or the STC approach and SEC-ERBA, SEC-SA and SEC-FBA (prior to application of cap)	3,632,187	
77	Cap on inclusion of provisions in Tier 2 under the BSC approach, or the STC approach, and SEC-ERBA, SEC-SA and SEC-FBA	3,555,072	
78	Provisions eligible for inclusion in Tier 2 in respect of exposures subject to the IRB approach and SEC-IRBA (prior to application of cap)	–	
79	Cap for inclusion of provisions in Tier 2 under the IRB approach and SEC-IRBA	–	
Capital instruments subject to phase-out arrangements (only applicable between 1 Jan 2018 and 1 Jan 2022)			
80	<i>Current cap on CET1 capital instruments subject to phase-out arrangements</i>	Not applicable	Not applicable
81	<i>Amount excluded from CET1 due to cap (excess over cap after redemptions and maturities)</i>	Not applicable	Not applicable
82	<i>Current cap on AT1 capital instruments subject to phase-out arrangements</i>	–	
83	<i>Amount excluded from AT1 capital due to cap (excess over cap after redemptions and maturities)</i>	–	
84	<i>Current cap on Tier 2 capital instruments subject to phase-out arrangements</i>	–	
85	<i>Amount excluded from Tier 2 capital due to cap (excess over cap after redemptions and maturities)</i>	–	

Regulatory Disclosure Statements (continued)

PART IIA: COMPOSITION OF REGULATORY CAPITAL (continued)

CC1: Composition of regulatory capital (continued)

Row No.	Description	Hong Kong basis	Basel III basis
9	Other intangible assets (net of associated deferred tax liabilities)	486,196	486,196
	<p><u>Explanation</u></p> <p>As set out in paragraph 87 of the Basel III text issued by the Basel Committee (December 2010), mortgage servicing rights (“MSRs”) may be given limited recognition in CET1 capital (and hence be excluded from deduction from CET1 capital up to the specified threshold). In Hong Kong, an AI is required to follow the accounting treatment of including MSRs as part of intangible assets reported in the AI’s financial statements and to deduct MSRs in full from CET1 capital. Therefore, the amount to be deducted as reported in row 9 may be greater than that required under Basel III. The amount reported under the column “Basel III basis” in this box represents the amount reported in row 9 (i.e. the amount reported under the “Hong Kong basis”) adjusted by reducing the amount of MSRs to be deducted to the extent not in excess of the 10% threshold set for MSRs and the aggregate 15% threshold set for MSRs, DTAs arising from temporary differences and significant investments in CET1 capital instruments issued by financial sector entities (excluding those that are loans, facilities or other credit exposures to connected companies) under Basel III.</p>		
10	Deferred tax assets (net of associated deferred tax liabilities)	439,978	439,978
	<p><u>Explanation</u></p> <p>As set out in paragraphs 69 and 87 of the Basel III text issued by the Basel Committee (December 2010), DTAs of the bank to be realized are to be deducted, whereas DTAs which relate to temporary differences may be given limited recognition in CET1 capital (and hence be excluded from deduction from CET1 capital up to the specified threshold). In Hong Kong, an AI is required to deduct all DTAs in full, irrespective of their origin, from CET1 capital. Therefore, the amount to be deducted as reported in row 10 may be greater than that required under Basel III. The amount reported under the column “Basel III basis” in this box represents the amount reported in row 10 (i.e. the amount reported under the “Hong Kong basis”) adjusted by reducing the amount of DTAs to be deducted which relate to temporary differences to the extent not in excess of the 10% threshold set for DTAs arising from temporary differences and the aggregate 15% threshold set for MSRs, DTAs arising from temporary differences and significant investments in CET1 capital instruments issued by financial sector entities (excluding those that are loans, facilities or other credit exposures to connected companies) under Basel III.</p>		
18	Insignificant LAC investments in CET1 capital instruments issued by financial sector entities that are outside the scope of regulatory consolidation (amount above 10% threshold)	–	–
	<p><u>Explanation</u></p> <p>For the purpose of determining the total amount of insignificant LAC investments in CET1 capital instruments issued by financial sector entities, an AI is required to aggregate any amount of loans, facilities or other credit exposures provided by it to any of its connected companies, where the connected company is a financial sector entity, as if such loans, facilities or other credit exposures were direct holdings, indirect holdings or synthetic holdings of the AI in the capital instruments of the financial sector entity, except where the AI demonstrates to the satisfaction of the MA that any such loan was made, any such facility was granted, or any such other credit exposure was incurred, in the ordinary course of the AI’s business. Therefore, the amount to be deducted as reported in row 18 may be greater than that required under Basel III. The amount reported under the column “Basel III basis” in this box represents the amount reported in row 18 (i.e. the amount reported under the “Hong Kong basis”) adjusted by excluding the aggregate amount of loans, facilities or other credit exposures to the AI’s connected companies which were subject to deduction under the Hong Kong approach.</p>		

Regulatory Disclosure Statements (continued)

PART IIA: COMPOSITION OF REGULATORY CAPITAL (continued)

CC1: Composition of regulatory capital (continued)

Row No.	Description	Hong Kong basis	Basel III basis
19	Significant LAC investments in CET1 capital instruments issued by financial sector entities that are outside the scope of regulatory consolidation (amount above 10% threshold)	–	–
	<p><u>Explanation</u> For the purpose of determining the total amount of significant LAC investments in CET1 capital instruments issued by financial sector entities, an AI is required to aggregate any amount of loans, facilities or other credit exposures provided by it to any of its connected companies, where the connected company is a financial sector entity, as if such loans, facilities or other credit exposures were direct holdings, indirect holdings or synthetic holdings of the AI in the capital instruments of the financial sector entity, except where the AI demonstrates to the satisfaction of the MA that any such loan was made, any such facility was granted, or any such other credit exposure was incurred, in the ordinary course of the AI's business. Therefore, the amount to be deducted as reported in row 19 may be greater than that required under Basel III. The amount reported under the column "Basel III basis" in this box represents the amount reported in row 19 (i.e. the amount reported under the "Hong Kong basis") adjusted by excluding the aggregate amount of loans, facilities or other credit exposures to the AI's connected companies which were subject to deduction under the Hong Kong approach.</p>		
39	Insignificant LAC investments in AT1 capital instruments issued by financial sector entities that are outside the scope of regulatory consolidation (amount above 10% threshold)	–	–
	<p><u>Explanation</u> The effect of treating loans, facilities or other credit exposures to connected companies which are financial sector entities as CET1 capital instruments for the purpose of considering deductions to be made in calculating the capital base (see note re row 18 to the template above) will mean the headroom within the threshold available for the exemption from capital deduction of other insignificant LAC investments in AT1 capital instruments may be smaller. Therefore, the amount to be deducted as reported in row 39 may be greater than that required under Basel III. The amount reported under the column "Basel III basis" in this box represents the amount reported in row 39 (i.e. the amount reported under the "Hong Kong basis") adjusted by excluding the aggregate amount of loans, facilities or other credit exposures to the AI's connected companies which were subject to deduction under the Hong Kong approach.</p>		
54	Insignificant LAC investments in Tier 2 capital instruments issued by, and non-capital LAC liabilities of, financial sector entities that are outside the scope of regulatory consolidation (amount above 10% threshold and, where applicable, 5% threshold)	–	–
	<p><u>Explanation</u> The effect of treating loans, facilities or other credit exposures to connected companies which are financial sector entities as CET1 capital instruments for the purpose of considering deductions to be made in calculating the capital base (see note re row 18 to the template above) will mean the headroom within the threshold available for the exemption from capital deduction of other insignificant LAC investments in Tier 2 capital instruments and non-capital LAC liabilities may be smaller. Therefore, the amount to be deducted as reported in row 54 may be greater than that required under Basel III. The amount reported under the column "Basel III basis" in this box represents the amount reported in row 54 (i.e. the amount reported under the "Hong Kong basis") adjusted by excluding the aggregate amount of loans, facilities or other credit exposures to the AI's connected companies which were subject to deduction under the Hong Kong approach.</p>		
<p>Remarks:</p> <p>The amount of the 10% threshold and 5% threshold mentioned above is calculated based on the amount of CET1 capital determined in accordance with the deduction methods set out in BCR Schedule 4F. The 15% threshold is referring to paragraph 88 of the Basel III text issued by the Basel Committee (December 2010) and has no effect to the Hong Kong regime.</p>			

Abbreviations:

CET1 : Common Equity Tier 1

AT1 : Additional Tier 1

Regulatory Disclosure Statements (continued)

PART IIA: COMPOSITION OF REGULATORY CAPITAL (continued)

CC2: Reconciliation of regulatory capital to balance sheet

	At 30 June 2022		
	Balance sheet as in published financial statements	Under regulatory scope of consolidation	Reference
	HK\$'000	HK\$'000	
Assets			
Cash and balances with banks and central banks	28,034,178	28,034,178	
Placements with and advances to banks	33,513,297	33,513,297	
Financial assets at fair value through profit or loss	1,841,340	1,841,340	
Derivative financial instruments	17,720,339	17,720,339	
Loans and advances to customers and other accounts	267,498,378	268,019,363	
<i>of which: collective impairment allowances reflected in regulatory capital</i>	–	1,656,133	
Financial assets at fair value through other comprehensive income	98,573,509	98,573,509	
Amortised cost investments	58,049	58,049	
Property and equipment			
– Investment properties	440,767	440,767	
– Other premises and equipment	457,859	455,588	
Right-of-use assets	433,118	433,118	
Intangible assets	486,196	486,196	(1)
Deferred tax assets	439,978	439,978	(2)
Total Assets	449,497,008	450,015,722	
Liabilities			
Deposits and balances of banks and other financial institutions	10,306,883	10,306,883	
Deposits from customers	336,054,315	336,430,689	
Financial liabilities at fair value through profit or loss	552,414	552,414	
Derivative financial instruments	16,625,527	16,625,527	
<i>of which: Debit valuation adjustments in respect of derivative contracts (DVA)</i>	–	4,588	(3)
Certificates of deposit issued	1,490,558	1,490,558	
Current tax liabilities	320,181	320,181	
Deferred tax liabilities	1,691	1,691	
Lease liabilities	465,274	465,274	
Loan capital	3,910,378	3,915,795	
<i>of which: Loan capital not eligible for inclusion in regulatory capital</i>	–	–	(12)
<i>Loan capital eligible for inclusion in regulatory capital</i>	–	3,922,522	(13)
Other liabilities	25,289,576	25,288,414	
Total Liabilities	395,016,797	395,397,426	
Equity			
Total equity attributable to equity shareholders of the Bank	41,237,487	41,375,572	
<i>of which: Paid-in share capital</i>	18,404,013	18,404,013	(4)
<i>of which: non-qualifying CET1 Capital</i>	–	344,272	(5)
Other Reserves	(232,936)	(236,564)	(6)
<i>of which: Regulatory reserve of properties</i>	294,533	294,533	(7)
Retained earnings	23,066,410	23,208,123	(8)
<i>of which: Regulatory reserve earmarked</i>	–	1,816,415	(9)
<i>of which: Cumulative retained earnings for investment properties</i>	–	39,829	(10)
<i>of which: Valuation Adjustments</i>	–	47,536	(11)
Additional equity instruments	13,242,724	13,242,724	
Total Equity	54,480,211	54,618,296	
Total Equity and Liabilities	449,497,008	450,015,722	

Regulatory Disclosure Statements (continued)

PART IIA: COMPOSITION OF REGULATORY CAPITAL (continued)

CCA: Main features of regulatory capital instruments

		Share Capital	Subordinated notes (due 2029) with US\$500 million at 4.625% per annum
(1)	Issuer	China CITIC Bank International Limited	China CITIC bank International Limited
(2)	Unique identifier	N/A	XS1897158892
(3)	Governing law(s) of the instrument	Hong Kong laws	English laws (subordination governed by Hong Kong laws)
	<i>Regulatory treatment</i>		
(4)	– Transitional Basel III rules (1)	N/A	N/A
(5)	– Post-transitional Basel III rules (2)	Common Equity Tier 1	Tier 2
(6)	– Eligible at solo/group/group and solo	Group and solo	Group and solo
(7)	– Instrument type (types to be specified by each jurisdiction)	Ordinary Shares	Debt instruments
(8)	Amount recognised in regulatory capital (Currency in million, as of most recent reporting date)	HK\$18,404.01 million	HK\$3,915.79 million
(9)	Par value of instrument	N/A	US\$500.00 million
(10)	Accounting classification	Shareholders' equity	Liability – amortised cost
(11)	Original date of issuance	10 December 1954	28 February 2019
(12)	Perpetual or dated	Perpetual	Dated
(13)	– Original maturity date	No maturity	28 February 2029
(14)	Issuer call subject to prior supervisory approval	N/A	Yes
(15)	– Optional call date, contingent call dates and redemption amount	N/A	– 28 February 2024 (Call Date). Included tax and regulatory call options. – Redemption at par, subject to adjustment following the occurrence of a Non-Viability Event.
(16)	– Subsequent call dates, if applicable	N/A	N/A
	<i>Coupons/dividends</i>		
(17)	– Fixed or floating dividend/coupon	N/A	Fixed
(18)	– Coupon rate and any related index	N/A	At a fixed rate of 4.625% per annum until (but excluding) 28 February 2024 and thereafter reset at then prevailing five-year U.S. Treasury rate plus the initial spread of 2.25% per annum.
(19)	– Existence of a dividend stopper	N/A	No
(20)	– Fully discretionary, partially discretionary or mandatory	Fully discretionary	Mandatory
(21)	– Existence of step up or other incentive to redeem	No	No
(22)	– Non-cumulative or cumulative	Non-cumulative	Cumulative
(23)	<i>Convertible or non-convertible</i>	Non-convertible	Non-convertible
(24)	– If convertible, conversion trigger(s)	N/A	N/A
(25)	– If convertible, fully or partially	N/A	N/A
(26)	– If convertible, conversion rates	N/A	N/A
(27)	– If convertible, mandatory or optional conversion	N/A	N/A
(28)	– If convertible, specify instrument type convertible into	N/A	N/A
(29)	– If convertible, specify issuer of instrument if converts into	N/A	N/A
(30)	Write-down feature	No	Yes
(31)	– If write-down, write-down trigger(s)	N/A	Upon the occurrence of a Non-Viability Event, the Issuer shall, upon the provision of a Non-Viability Event Notice, irrevocably reduce the then prevailing principal amount and cancel any accrued but unpaid interest of each Note in whole or in part. “Non-Viability Event” means the earlier of: (a) the Hong Kong Monetary Authority (the “HKMA”) notifying the Issuer in writing that the HKMA is of the opinion that a write-off or conversion is necessary, without which the Issuer would become non-viable; and (b) the HKMA notifying the Issuer in writing that a decision has been made by the government body, a government officer or other relevant regulatory body with the authority to make such a decision, that a public sector injection of capital or equivalent support is necessary, without which the Issuer would become non-viable.
(32)	– If write-down, full or partial	N/A	Full or partial
(33)	– If write-down, permanent or temporary	N/A	Permanent
(34)	– If temporary write-down, description of write-up mechanism	N/A	N/A
(35)	Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument in the insolvency creditor hierarchy of the legal entity concerned).	N/A	Immediately subordinated to indebtedness/unsecured senior notes
(36)	Non-compliant transitioned features	No	No
(37)	If yes, specify non-compliant features	N/A	N/A

N/A – Not Applicable

Footnotes:

- 1 Regulatory treatment of capital instruments subject to transitional arrangements provided for in Schedule 4H of the Banking (Capital) Rules
- 2 Regulatory treatment of capital instruments not subject to transitional arrangements provided for in Schedule 4H of the Banking (Capital) Rules

Full terms and conditions of regulatory capital instruments can be viewed in the Regulatory Disclosures section of the Bank's corporate website www.cncbinternational.com.

Regulatory Disclosure Statements (continued)

PART IIA: COMPOSITION OF REGULATORY CAPITAL (continued)

CCA: Main features of regulatory capital instruments (continued)

		Undated Non-Cumulative Subordinated Additional Tier 1 Capital Securities with US\$500 million at 7.10% per annum
(1)	Issuer	China CITIC Bank International Limited
(2)	Unique identifier	XS1897158546
(3)	Governing law(s) of the instrument	English laws (subordination governed by Hong Kong laws)
	<i>Regulatory treatment</i>	
(4)	– Transitional Basel III rules (1)	N/A
(5)	– Post-transitional Basel III rules (2)	Additional Tier 1
(6)	– Eligible at solo/group/group and solo	Group and solo
(7)	– Instrument type (types to be specified by each jurisdiction)	Undated Non-Cumulative Subordinated Capital Securities
(8)	Amount recognised in regulatory capital (Currency in million, as of most recent reporting date)	HK\$3,908.51 million
(9)	Par value of instrument	US\$500.00 million
(10)	Accounting classification	Equity – par value
(11)	Original date of issuance	6 November 2018
(12)	Perpetual or dated	Perpetual
(13)	– Original maturity date	No maturity
(14)	Issuer call subject to prior supervisory approval	Yes
(15)	– Optional call date, contingent call dates and redemption amount	– 6 November 2023 (First Call Date) – No fixed redemption date. – Optional Redemption (on a designated date in 2023 or on any Distribution Payment Date thereafter), Tax or Regulatory Redemption are all subject to prior written consent of the HKMA and satisfying any conditions that the HKMA may impose at that time. Redemption amount will be the outstanding principal amount together with distributions accrued to the date of redemption.
(16)	– Subsequent call dates, if applicable	N/A
	<i>Coupons/dividends</i>	
(17)	– Fixed or floating dividend/coupon	Fixed
(18)	– Coupon rate and any related index	– At a fixed rate of 7.10% per annum until (but excluding) 6 November 2023. – On the First Call Date and each anniversary falling five years thereafter, the Distribution Rate will reset by reference to the then-prevailing five year U.S. Treasury Rate plus 4.151% per annum. – Any distributions are subject to there being no Mandatory Distribution Cancellation Event or Optional Distribution Cancellation Event.
(19)	– Existence of a dividend stopper	Yes
(20)	– Fully discretionary, partially discretionary or mandatory	Fully Discretionary
(21)	– Existence of step up or other incentive to redeem	No
(22)	– Non-cumulative or cumulative	Non-cumulative
(23)	<i>Convertible or non-convertible</i>	Non-convertible
(24)	– If convertible, conversion trigger(s)	N/A
(25)	– If convertible, fully or partially	N/A
(26)	– If convertible, conversion rates	N/A
(27)	– If convertible, mandatory or optional conversion	N/A
(28)	– If convertible, specify instrument type convertible into	N/A
(29)	– If convertible, specify issuer of instrument if converts into	N/A
(30)	Write-down feature	Yes
(31)	– If write-down, write-down trigger(s)	Upon the occurrence of a Non-Viability Event, the Issuer shall, upon the provision of a Non-Viability Event Notice, irrevocably reduce the then prevailing principal amount and cancel any accrued but unpaid distribution of each Capital Security in whole or in part. “Non-Viability Event” means the earlier of: (a) the HKMA notifying the Issuer in writing that the HKMA is of the opinion that a write-off or conversion is necessary, without which the Issuer would become non-viable; and (b) the HKMA notifying the Issuer in writing that a decision has been made by the government body, a government officer or other relevant regulatory body with the authority to make such a decision, that a public sector injection of capital or equivalent support is necessary, without which the Issuer would become non-viable. At the sole discretion of the relevant Hong Kong resolution authority following a non-viability event, the outstanding amount of AT1 Capital Securities can be adjusted upon the exercise of Hong Kong resolution authority power in accordance with the Hong Kong Financial Institutions (Resolution) Ordinance (Cap.628).
(32)	– If write-down, full or partial	Full or partial
(33)	– If write-down, permanent or temporary	Permanent
(34)	– If temporary write-down, description of write-up mechanism	N/A
(35)	Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument in the insolvency creditor hierarchy of the legal entity concerned).	Subordinated to the claims of: (i) all unsubordinated creditors (including depositors), (ii) creditors in respect of Tier 2 Capital Securities, and (iii) all other Subordinated Creditors whose claims are stated to rank senior to the Capital Securities or rank senior to the Capital Securities by operations of law or contract.
(36)	Non-compliant transitioned features	No
(37)	If yes, specify non-compliant features	N/A

N/A – Not Applicable

Regulatory Disclosure Statements (continued)

PART IIA: COMPOSITION OF REGULATORY CAPITAL (continued)

CCA: Main features of regulatory capital instruments (continued)

		Undated Non-Cumulative Subordinated Additional Tier 1 Capital Securities with US\$600 million at 3.25% per annum
(1)	Issuer	China CITIC Bank International Limited
(2)	Unique identifier	XS2368569252
(3)	Governing law(s) of the instrument	English laws (subordination governed by Hong Kong laws)
	<i>Regulatory treatment</i>	
(4)	– Transitional Basel III rules (1)	N/A
(5)	– Post-transitional Basel III rules (2)	Additional Tier 1
(6)	– Eligible at solo/group/group and solo	Group and solo
(7)	– Instrument type (types to be specified by each jurisdiction)	Undated Non-Cumulative Subordinated Capital Securities
(8)	Amount recognised in regulatory capital (Currency in million, as of most recent reporting date)	HK\$4,647.49 million
(9)	Par value of instrument	US\$600.00 million
(10)	Accounting classification	Equity – par value
(11)	Original date of issuance	29 July 2021
(12)	Perpetual or dated	Perpetual
(13)	– Original maturity date	No maturity
(14)	Issuer call subject to prior supervisory approval	Yes
(15)	– Optional call date, contingent call dates and redemption amount	– 29 July 2026 (First Call Date) – No fixed redemption date. – Optional Redemption (on a designated date in 2026 or on any Distribution Payment Date thereafter), Tax or Regulatory Redemption are all subject to prior written consent of the HKMA and satisfying any conditions that the HKMA may impose at that time. Redemption amount will be the outstanding principal amount together with distributions accrued to the date of redemption.
(16)	– Subsequent call dates, if applicable	N/A
	<i>Coupons/dividends</i>	
(17)	– Fixed or floating dividend/coupon	Fixed
(18)	– Coupon rate and any related index	– At a fixed rate of 3.25% per annum until (but excluding) 29 July 2026. – On the First Call Date and each anniversary falling five years thereafter, the Distribution Rate will reset by reference to the then-prevailing five-year U.S. Treasury Rate plus 2.53% per annum. – Any distributions are subject to there being no Mandatory Distribution Cancellation Event or Optional Distribution Cancellation Event.
(19)	– Existence of a dividend stopper	Yes
(20)	– Fully discretionary, partially discretionary or mandatory	Fully Discretionary
(21)	– Existence of step up or other incentive to redeem	No
(22)	– Non-cumulative or cumulative	Non-cumulative
(23)	<i>Convertible or non-convertible</i>	Non-convertible
(24)	– If convertible, conversion trigger(s)	N/A
(25)	– If convertible, fully or partially	N/A
(26)	– If convertible, conversion rates	N/A
(27)	– If convertible, mandatory or optional conversion	N/A
(28)	– If convertible, specify instrument type convertible into	N/A
(29)	– If convertible, specify issuer of instrument if converts into	N/A
(30)	Write-down feature	Yes
(31)	– If write-down, write-down trigger(s)	Upon the occurrence of a Non-Viability Event, the Issuer shall, upon the provision of a Non-Viability Event Notice, irrevocably reduce the then prevailing principal amount and cancel any accrued but unpaid distribution of each Capital Security in whole or in part. “Non-Viability Event” means the earlier of: (a) the HKMA notifying the Issuer in writing that the HKMA is of the opinion that a write-off or conversion is necessary, without which the Issuer would become non-viable; and (b) the HKMA notifying the Issuer in writing that a decision has been made by the government body, a government officer or other relevant regulatory body with the authority to make such a decision, that a public sector injection of capital or equivalent support is necessary, without which the Issuer would become non-viable. At the sole discretion of the relevant Hong Kong Resolution Authority following a non-viability event, the outstanding amount of AT1 Capital Securities can be adjusted upon the exercise of Hong Kong Resolution Authority Power in accordance with the Hong Kong Financial Institutions (Resolution) Ordinance (Cap.628).
(32)	– If write-down, full or partial	Full or partial
(33)	– If write-down, permanent or temporary	Permanent
(34)	– If temporary write-down, description of write-up mechanism	N/A
(35)	Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument in the insolvency creditor hierarchy of the legal entity concerned).	Subordinated to the claims of: (i) all unsubordinated creditors (including depositors), (ii) creditors in respect of Tier 2 Capital Securities, and (iii) all other Subordinated Creditors whose claims are stated to rank senior to the Capital Securities or rank senior to the Capital Securities by operations of law or contract.
(36)	Non-compliant transitioned features	No
(37)	If yes, specify non-compliant features	N/A

N/A – Not Applicable

Regulatory Disclosure Statements (continued)

PART IIA: COMPOSITION OF REGULATORY CAPITAL (continued)

CCA: Main features of regulatory capital instruments (continued)

		Undated Non-Cumulative Subordinated Additional Tier 1 Capital Securities with US\$600 million at 4.80% per annum
(1)	Issuer	China CITIC Bank International Limited
(2)	Unique identifier	XS2461766805
(3)	Governing law(s) of the instrument	English laws (subordination governed by Hong Kong laws)
	<i>Regulatory treatment</i>	
(4)	– Transitional Basel III rules (1)	N/A
(5)	– Post-transitional Basel III rules (2)	Additional Tier 1
(6)	– Eligible at solo/group/group and solo	Group and solo
(7)	– Instrument type (types to be specified by each jurisdiction)	Undated Non-Cumulative Subordinated Capital Securities
(8)	Amount recognised in regulatory capital (Currency in million, as of most recent reporting date)	HK\$4,687.91 million
(9)	Par value of instrument	US\$600.00 million
(10)	Accounting classification	Equity – par value
(11)	Original date of issuance	22 April 2022
(12)	Perpetual or dated	Perpetual
(13)	– Original maturity date	No maturity
(14)	Issuer call subject to prior supervisory approval	Yes
(15)	– Optional call date, contingent call dates and redemption amount	– 22 April 2027 (First Call Date) – No fixed redemption date. – Optional Redemption (on a designated date in 2027 or on any Distribution Payment Date thereafter), Tax or Regulatory Redemption are all subject to prior written consent of the HKMA and satisfying any conditions that the HKMA may impose at that time. Redemption amount will be the outstanding principal amount together with distributions accrued to the date of redemption.
(16)	– Subsequent call dates, if applicable	N/A
	<i>Coupons/dividends</i>	
(17)	– Fixed or floating dividend/coupon	Fixed
(18)	– Coupon rate and any related index	– At a fixed rate of 4.80% per annum until (but excluding) 22 April 2027. – On the First Call Date and each anniversary falling five years thereafter, the Distribution Rate will reset by reference to the then-prevailing five-year U.S. Treasury Rate plus 2.104% per annum. – Any distributions are subject to there being no Mandatory Distribution Cancellation Event or Optional Distribution Cancellation Event.
(19)	– Existence of a dividend stopper	Yes
(20)	– Fully discretionary, partially discretionary or mandatory	Fully Discretionary
(21)	– Existence of step up or other incentive to redeem	No
(22)	– Non-cumulative or cumulative	Non-cumulative
(23)	<i>Convertible or non-convertible</i>	Non-convertible
(24)	– If convertible, conversion trigger(s)	N/A
(25)	– If convertible, fully or partially	N/A
(26)	– If convertible, conversion rates	N/A
(27)	– If convertible, mandatory or optional conversion	N/A
(28)	– If convertible, specify instrument type convertible into	N/A
(29)	– If convertible, specify issuer of instrument if converts into	N/A
(30)	Write-down feature	Yes
(31)	– If write-down, write-down trigger(s)	Upon the occurrence of a Non-Viability Event, the Issuer shall, upon the provision of a Non-Viability Event Notice, irrevocably reduce the then prevailing principal amount and cancel any accrued but unpaid distribution of each Capital Security in whole or in part. “Non-Viability Event” means the earlier of: (a) the HKMA notifying the Issuer in writing that the HKMA is of the opinion that a write-off or conversion is necessary, without which the Issuer would become non-viable; and (b) the HKMA notifying the Issuer in writing that a decision has been made by the government body, a government officer or other relevant regulatory body with the authority to make such a decision, that a public sector injection of capital or equivalent support is necessary, without which the Issuer would become non-viable. At the sole discretion of the relevant Hong Kong Resolution Authority following a non-viability event, the outstanding amount of AT1 Capital Securities can be adjusted upon the exercise of Hong Kong Resolution Authority Power in accordance with the Hong Kong Financial Institutions (Resolution) Ordinance (Cap.628).
(32)	– If write-down, full or partial	Full or partial
(33)	– If write-down, permanent or temporary	Permanent
(34)	– If temporary write-down, description of write-up mechanism	N/A
(35)	Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument in the insolvency creditor hierarchy of the legal entity concerned).	Subordinated to the claims of: (i) all unsubordinated creditors (including depositors), (ii) creditors in respect of Tier 2 Capital Securities, and (iii) all other Subordinated Creditors whose claims are stated to rank senior to the Capital Securities or rank senior to the Capital Securities by operations of law or contract.
(36)	Non-compliant transitioned features	No
(37)	If yes, specify non-compliant features	N/A

N/A – Not Applicable

Regulatory Disclosure Statements (continued)

PART IIB: MACROPRUDENTIAL SUPERVISORY MEASURES

CCyB1: Geographical distribution of credit exposures used in countercyclical capital buffer (“CCyB”)

		At 30 June 2022			
		a	b	c	d
Geographical breakdown by Jurisdiction (J)		Applicable JCCyB ratio in effect	RWA used in computation of CCyB ratio	AI-specific CCyB ratio	CCyB amount
			HK\$'000		HK\$'000
1	Hong Kong SAR	1.0000%	165,449,586		
2	Luxembourg	0.5000%	193,483		
3	Norway	1.5000%	886		
Sum (Remark 1)			165,643,955		
Total (Remark 2)			249,538,166	0.663%	2,109,043

Remark:

- (1) This represents the sum of RWA for the private sector credit exposures in jurisdictions with a non-zero countercyclical buffer rate.
- (2) The total RWA used in the computation of the CCyB ratio in column (b) represents the total RWA for the private sector credit exposures in all jurisdictions to which the banks is exposed, including jurisdictions with no countercyclical buffer rate or with a countercyclical buffer rate set at zero. The CCyB amount in column (d) represents the Group’s total RWA multiplied by the Group specific CCyB ratio in column (c).
- (3) In accordance with the announcements made by the HKMA, the CCyB ratio for Hong Kong was 2.5% of risk-weighted amounts effective from 1 January 2019, reduced to 2.0% effective from 14 October 2019 and was further reduced to 1.0% effective from 16 March 2020.

PART IIC: LEVERAGE RATIO

LR1: Summary comparison of accounting assets against leverage ratio exposure measure

		Value under the LR framework At 30 June 2022
Item		HK\$'000
1	Total consolidated assets as per published financial statements	449,497,008
2	Adjustment for investments in banking, financial, insurance or commercial entities that are consolidated for accounting purposes but outside the scope of regulatory consolidation	513,298
2a	Adjustment for securitised exposures that meet the operational requirements for the recognition of risk transference	-
3	Adjustment for fiduciary assets recognised on the balance sheet pursuant to the applicable accounting standard but excluded from the LR exposure measure	-
3a	Adjustments for eligible cash pooling transactions	-
4	Adjustments for derivative contracts	(4,171,512)
5	Adjustment for SFTs (i.e. repos and similar secured lending)	476,538
6	Adjustment for off-balance sheet (“OBS”) items (i.e. conversion to credit equivalent amounts of OBS exposures)	19,422,046
6a	Adjustments for prudent valuation adjustments and specific and collective provisions that are allowed to be excluded from exposure measure	(177,292)
7	Other adjustments	(5,480,007)
8	Leverage ratio exposure measure	460,080,079

Regulatory Disclosure Statements (continued)

PART IIC: LEVERAGE RATIO (continued)

LR2: Leverage ratio

		(a)	(b)
		At 30 June 2022	At 31 March 2022
		<i>HK\$'000</i>	<i>HK\$'000</i>
On-balance sheet exposures			
1	On-balance sheet exposures (excluding those arising from derivative contracts and SFTs, but including collateral)	423,854,682	398,116,910
2	Less: Asset amounts deducted in determining Tier 1 capital	(3,124,487)	(2,838,106)
3	Total on-balance sheet exposures (excluding derivative contracts and SFTs)	420,730,195	395,278,804
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)	3,798,666	3,715,789
5	Add-on amounts for PFE associated with all derivative contracts	11,574,362	10,611,370
6	Gross-up for collateral provided in respect of derivative contracts 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	(1,824,201)	(252,723)
8	Less: Exempted CCP leg of client-cleared trade exposures	–	–
9	Adjusted effective notional amount of written credit-related derivative contracts	–	–
10	Less: Adjusted effective notional offsets and add-on deductions for written credit-related derivative contracts	–	–
11	Total exposures arising from derivative contracts	13,548,827	14,074,436
Exposures arising from SFTs			
12	Gross SFT assets (with no recognition of netting), after adjusting for sale accounting transactions	6,272,466	1,894,879
13	Less: Netted amounts of cash payables and cash receivables of gross SFT assets	–	–
14	CCR exposure for SFT assets	236,301	102,085
15	Agent transaction exposures	–	–
16	Total exposures arising from SFTs	6,508,767	1,996,964
Other off-balance sheet exposures			
17	Off-balance sheet exposure at gross notional amount	126,104,677	129,922,358
18	Less: Adjustments for conversion to credit equivalent amounts	(106,682,631)	(109,097,467)
19	Off-balance sheet items	19,422,046	20,824,891
Capital and total exposures			
20	Tier 1 capital	51,146,132	46,476,665
20a	Total exposures before adjustments for specific and collective provisions	460,209,835	432,175,095
20b	Adjustments for specific and collective provisions	(129,756)	(121,386)
21	Total exposures after adjustments for specific and collective provisions	460,080,079	432,053,709
Leverage ratio			
22	Leverage ratio	11.1%	10.8%

Regulatory Disclosure Statements (continued)

PART IID: 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 30 June 2022: (71 data points)		For the quarter ended 31 March 2022: (73 data points)	
Basis of disclosure: Consolidated		UNWEIGHTED AMOUNT (Average)	WEIGHTED AMOUNT (Average)	UNWEIGHTED AMOUNT (Average)	WEIGHTED AMOUNT (Average)
		HK\$'000	HK\$'000	HK\$'000	HK\$'000
A. High Quality Liquid Assets (HQLA)					
1	Total HQLA		69,281,604		67,641,461
B. Cash outflows					
2	Retail deposits and small business funding, of which:	145,132,521	10,547,828	136,076,389	10,191,385
3	<i>Stable retail deposits and stable small business funding</i>	11,431,221	571,561	11,134,330	556,717
4	<i>Less stable retail deposits and less stable small business funding</i>	65,824,036	6,582,404	67,751,303	6,775,130
4a	<i>Retail term deposits and small business term funding</i>	67,877,264	3,393,863	57,190,756	2,859,538
5	Unsecured wholesale funding (other than small business funding), and debt securities and prescribed instruments issued by the AI, of which:	111,125,906	65,386,727	122,683,256	71,143,280
6	<i>Operational deposits</i>	–	–	–	–
7	<i>Unsecured wholesale funding (other than small business funding) not covered in Row 6</i>	111,097,055	65,357,876	122,683,256	71,143,280
8	<i>Debt securities and prescribed instruments issued by the AI and redeemable within the LCR period</i>	28,851	28,851	–	–
9	Secured funding transactions (including securities swap transactions)		1,001,784		1,128,307
10	Additional requirements, of which:	20,141,524	5,881,413	18,623,539	4,852,766
11	<i>Cash outflows arising from derivative contracts and other transactions, and additional liquidity needs arising from related collateral requirements</i>	5,111,926	3,670,508	3,703,789	2,823,422
12	<i>Cash outflows arising from obligations under structured financing transactions and repayment of funding obtained from such transactions</i>	–	–	–	–
13	<i>Potential drawdown of undrawn committed facilities (including committed credit facilities and committed liquidity facilities)</i>	15,029,598	2,210,905	14,919,750	2,029,344
14	Contractual lending obligations (not otherwise covered in Section B) and other contractual cash outflows	17,109,410	17,109,410	5,284,843	5,284,843
15	Other contingent funding obligations (whether contractual or non-contractual)	111,761,862	431,213	110,145,340	383,759
16	Total cash outflows		100,358,375		92,984,340
C. Cash Inflows					
17	Secured lending transactions (including securities swap transactions)	1,213,660	1,213,660	1,142,121	1,142,121
18	Secured and unsecured loans (other than secured lending transactions covered in row 17) and operational deposits placed at other financial institutions	76,515,702	53,813,253	78,811,710	57,659,849
19	Other cash inflows	13,934,722	13,917,335	4,472,752	4,443,072
20	Total cash inflows	91,664,084	68,944,248	84,426,583	63,245,042
D. Liquidity Coverage Ratio					
21	Total HQLA		69,281,604		67,641,461
22	Total Net Cash Outflows		31,778,446		29,840,119
23	LCR (%)		224%		230%

Regulatory Disclosure Statements (continued)

PART IID: LIQUIDITY (continued)

LIQ2: Net Stable Funding Ratio – for category 1 institution

Basis of disclosure: Consolidated		For the quarter ended 30 June 2022				
		Unweighted value by residual maturity				Weighted amount
		No specified term to maturity	< 6 months or repayable on demand	6 months to < 12 months	12 months or more	
A.	Available stable funding (“ASF”) item					
1	Capital:	55,571,664	–	–	3,915,794	59,487,458
2	<i>Regulatory capital</i>	55,227,392	–	–	3,915,794	59,143,186
2a	<i>Minority interests not covered by row 2</i>	–	–	–	–	–
3	<i>Other capital instruments</i>	344,272	–	–	–	344,272
4	Retail deposits and small business funding:	–	122,914,889	22,859,638	569,844	132,344,810
5	<i>Stable deposits</i>		10,352,409	1,205,409	41,823	11,021,750
6	<i>Less stable deposits</i>		112,562,480	21,654,229	528,021	121,323,060
7	Wholesale funding:	–	184,959,793	16,326,950	3,057,574	73,847,065
8	<i>Operational deposits</i>		–	–	–	–
9	<i>Other wholesale funding</i>	–	184,959,793	16,326,950	3,057,574	73,847,065
10	Liabilities with matching interdependent assets	–	–	–	–	–
11	Other liabilities:	7,346,516	12,026,363	393,786	–	196,893
12	<i>Net derivative liabilities</i>	103,573				
13	<i>All other funding and liabilities not included in the above categories</i>	7,242,943	12,026,363	393,786	–	196,893
14	Total ASF					265,876,226
B.	Required stable funding (“RSF”) item					
15	Total HQLA for NSFR purposes		81,870,850			11,305,909
16	Deposits held at other financial institutions for operational purposes	–	–	–	–	–
17	Performing loans and securities:	4,713,698	143,588,767	37,650,279	142,541,070	188,223,661
18	<i>Performing loans to financial institutions secured by Level 1 HQLA</i>	–	–	–	–	–
19	<i>Performing loans to financial institutions secured by non-Level 1 HQLA and unsecured performing loans to financial institutions</i>	–	66,589,176	4,031,667	10,261,788	22,265,998
20	<i>Performing loans, other than performing residential mortgage, to non-financial corporate clients, retail and small business customers, sovereigns, the Monetary Authority for the account of the Exchange Fund, central banks and PSEs, of which:</i>	4,713,698	66,907,254	25,131,390	93,900,372	129,537,025
21	<i>With a risk-weight of less than or equal to 35% under the STC approach</i>	–	2,966,712	133,209	1,521,281	2,538,793
22	<i>Performing residential mortgages, of which:</i>	–	708,415	677,780	26,380,190	17,858,936
23	<i>With a risk-weight of less than or equal to 35% under the STC approach</i>	–	706,115	675,620	26,286,615	17,777,167
24	<i>Securities that are not in default and do not qualify as HQLA, including exchange-traded equities</i>	–	9,383,922	7,809,442	11,998,720	18,561,702
25	Assets with matching interdependent liabilities	–	–	–	–	–
26	Other assets:	20,377,678	10,544,207	49,573	–	9,319,025
27	<i>Physical traded commodities, including gold</i>	–				–
28	<i>Assets posted as initial margin for derivative contracts and contributions to default funds of CCPs</i>	1,521,837				1,293,561
29	<i>Net derivative assets</i>	–				–
30	<i>Total derivative liabilities before adjustments for deduction of variation margin posted</i>	11,969,010				598,451
31	<i>All other assets not included in the above categories</i>	6,886,831	10,544,207	49,573	–	7,427,013
32	Off-balance sheet items			126,014,224		690,510
33	Total RSF					209,539,105
34	Net Stable Funding Ratio (%)					126.89%

Regulatory Disclosure Statements (continued)

PART IID: LIQUIDITY (continued)

LIQ2: Net Stable Funding Ratio – for category 1 institution (continued)

Basis of disclosure: Consolidated		For the quarter ended 31 March 2022				
		Unweighted value by residual maturity				Weighted amount
		No specified term to maturity	< 6 months or repayable on demand	6 months to < 12 months	12 months or more	
A.	Available stable funding (“ASF”) item					
1	Capital:	50,656,956	–	–	3,907,216	54,564,172
2	<i>Regulatory capital</i>	50,312,918	–	–	3,907,216	54,220,134
2a	<i>Minority interests not covered by row 2</i>	–	–	–	–	–
3	<i>Other capital instruments</i>	344,038	–	–	–	344,038
4	Retail deposits and small business funding:	–	129,868,318	9,464,086	281,168	126,242,770
5	<i>Stable deposits</i>		10,809,612	439,171	13,242	10,699,585
6	<i>Less stable deposits</i>		119,058,706	9,024,915	267,926	115,543,185
7	Wholesale funding:	–	171,066,175	21,096,153	2,897,780	73,447,891
8	<i>Operational deposits</i>		–	–	–	–
9	<i>Other wholesale funding</i>	–	171,066,175	21,096,153	2,897,780	73,447,891
10	Liabilities with matching interdependent assets	–	–	–	–	–
11	Other liabilities:	6,905,224	3,565,061	784,299	–	392,150
12	<i>Net derivative liabilities</i>	401,027				
13	<i>All other funding and liabilities not included in the above categories</i>	6,504,197	3,565,061	784,299	–	392,150
14	Total ASF					254,646,983
B.	Required stable funding (“RSF”) item					
15	Total HQLA for NSFR purposes		89,862,518			12,541,421
16	Deposits held at other financial institutions for operational purposes	–	–	–	–	–
17	Performing loans and securities:	3,023,086	112,732,266	46,802,191	139,290,138	179,301,563
18	<i>Performing loans to financial institutions secured by Level 1 HQLA</i>	–	–	–	–	–
19	<i>Performing loans to financial institutions secured by non-Level 1 HQLA and unsecured performing loans to financial institutions</i>	189	49,600,427	6,523,400	10,745,213	21,447,166
20	<i>Performing loans, other than performing residential mortgage, to non-financial corporate clients, retail and small business customers, sovereigns, the Monetary Authority for the account of the Exchange Fund, central banks and PSEs, of which:</i>	3,022,897	54,676,827	34,594,330	91,665,117	124,875,130
21	<i>With a risk-weight of less than or equal to 35% under the STC approach</i>	–	1,023,796	351,669	1,226,306	1,484,831
22	<i>Performing residential mortgages, of which:</i>	–	703,279	698,820	26,318,281	17,826,444
23	<i>With a risk-weight of less than or equal to 35% under the STC approach</i>	–	701,030	696,706	26,225,717	17,745,584
24	<i>Securities that are not in default and do not qualify as HQLA, including exchange-traded equities</i>	–	7,751,733	4,985,641	10,561,527	15,152,823
25	Assets with matching interdependent liabilities	–	–	–	–	–
26	Other assets:	16,583,034	1,894,530	28,211	–	7,907,920
27	<i>Physical traded commodities, including gold</i>	–				–
28	<i>Assets posted as initial margin for derivative contracts and contributions to default funds of CCPs</i>	1,032,267				877,427
29	<i>Net derivative assets</i>	–				–
30	<i>Total derivative liabilities before adjustments for deduction of variation margin posted</i>	9,343,782				467,189
31	<i>All other assets not included in the above categories</i>	6,206,985	1,894,530	28,211	–	6,563,304
32	Off-balance sheet items			129,755,129		827,053
33	Total RSF					200,577,957
34	Net Stable Funding Ratio (%)					126.96%

Regulatory Disclosure Statements (continued)

PART III: CREDIT RISK FOR NON-SECURITISATION EXPOSURES

CR1: Credit quality of exposures

		(a)	(b)	(c)	(d)	(e)	(f)	(g)
		Gross carrying amounts of		Allowances/ impairments	Of which ECL accounting provisions for credit losses on STC approach exposures		Of which ECL accounting provisions for credit losses on IRB approach exposures	Net values (a+b-c)
		Defaulted exposures	Non-defaulted exposures		Allocated in regulatory category of specific provisions	Allocated in regulatory category of collective provisions		
At 30 June 2022		HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000
1	Loans	2,222,673	245,414,753	(2,075,492)	(419,889)	(1,655,603)	–	245,561,934
2	Debt securities	11,964	100,371,521	(257,426)	(198,156)	(59,270)	–	100,126,059
3	Off-balance sheet exposures	–	13,810,200	(129,226)	–	(129,226)	–	13,680,974
4	Total	2,234,637	359,596,474	(2,462,144)	(618,045)	(1,844,099)	–	359,368,967

CR2: Changes in defaulted loans and debt securities

		(a)
		Amount
At 30 June 2022		HK\$'000
1	Defaulted loans and debt securities at end of the previous reporting period	1,702,471
2	Loans and debt securities that have defaulted since the last reporting period	1,017,076
3	Returned to non-defaulted status	(1,744)
4	Amounts written off	(376,735)
5	Other changes (Note)	(106,431)
6	Defaulted loans and debt securities at end of the current reporting period	2,234,637

Note: Other changes mainly due to repayments from loan customers and settlement of debt securities.

CR3: Overview of recognized credit risk mitigation

		(a)	(b1)	(b)	(d)	(f)
		Exposures unsecured: carrying amount	Exposures to be secured	Exposures secured by recognized collateral	Exposures secured by recognized guarantees	Exposures secured by recognized credit derivative contracts
At 30 June 2022		HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000
1	Loans	231,976,896	13,585,038	8,027,913	5,557,125	–
2	Debt securities	100,126,059	–	–	–	–
3	Total	332,102,955	13,585,038	8,027,913	5,557,125	–
4	Of which defaulted	1,085,527	1,014,633	913,064	101,569	–

Regulatory Disclosure Statements (continued)

PART III: CREDIT RISK FOR NON-SECURITISATION EXPOSURES (continued)

CR4: Credit risk exposures and effects of recognized credit risk mitigation – for STC approach

		(a)	(b)	(c)	(d)	(e)	(f)
		Exposures pre-CCF and pre-CRM		Exposures post-CCF and post-CRM		RWA and RWA density	
At 30 June 2022		On-balance sheet amount	Off-balance sheet amount	On-balance sheet amount	Off-balance sheet amount	RWA	RWA density
		HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	%
	Exposure classes						
1	Sovereign exposures	51,430,979	–	51,435,266	–	1,507,178	3%
2	PSE exposures	3,412,067	1,988,488	3,725,623	158,744	773,465	20%
2a	Of which: domestic PSEs	3,324,400	1,671,000	3,637,956	–	727,591	20%
2b	Of which: foreign PSEs	87,667	317,488	87,667	158,744	45,874	19%
3	Multilateral development bank exposures	–	–	–	–	–	–
4	Bank exposures	79,183,678	90,452	79,449,524	90,453	23,198,832	29%
5	Securities firm exposures	2,380,955	6,154,846	3,409,721	87,869	1,799,597	51%
6	Corporate exposures	219,441,499	89,292,290	214,429,579	8,501,712	212,213,457	95%
7	CIS exposures	–	–	–	–	–	–
8	Cash items	202,388	–	4,118,942	465,570	151,003	3%
9	Exposures in respect of failed delivery on transactions entered into on a basis other than a delivery-versus-payment basis	–	–	–	–	–	–
10	Regulatory retail exposures	10,855,401	25,946,046	10,738,483	14,093	8,064,432	75%
11	Residential mortgage loans	27,732,275	–	27,431,970	–	9,634,434	35%
12	Other exposures which are not past due exposures	15,544,298	2,632,554	15,444,431	–	15,444,431	100%
13	Past due exposures	2,088,196	–	2,088,197	–	2,280,464	109%
14	Significant exposures to commercial entities	–	–	–	–	–	–
15	Total	412,271,736	126,104,676	412,271,736	9,318,441	275,067,293	65%

Regulatory Disclosure Statements (continued)

PART III: CREDIT RISK FOR NON-SECURITISATION EXPOSURES (continued)

CR5: Credit risk exposures by asset classes and by risk weights – for STC approach

At 30 June 2022		(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)	(ha)	(i)	(j)
Exposure class	Risk Weight											Total credit risk exposures amount (post CCF and post CRM)
		0%	10%	20%	35%	50%	75%	100%	150%	250%	Others	
		HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000
1	Sovereign exposures	43,899,374	-	7,535,892	-	-	-	-	-	-	-	51,435,266
2	PSE exposures	17,039	-	3,867,328	-	-	-	-	-	-	-	3,884,367
2a	Of which: domestic PSEs	-	-	3,637,956	-	-	-	-	-	-	-	3,637,956
2b	Of which: foreign PSEs	17,039	-	229,372	-	-	-	-	-	-	-	246,411
3	Multilateral development bank exposures	-	-	-	-	-	-	-	-	-	-	-
4	Bank exposures	-	-	55,425,695	-	24,001,176	-	113,106	-	-	-	79,539,977
5	Securities firm exposures	-	-	-	-	3,395,986	-	101,604	-	-	-	3,497,590
6	Corporate exposures	-	-	3,433,630	-	24,014,732	-	187,410,057	8,072,872	-	-	222,931,291
7	CIS exposures	-	-	-	-	-	-	-	-	-	-	-
8	Cash items	3,829,634	-	754,844	-	-	-	34	-	-	-	4,584,512
9	Exposures in respect of failed delivery on transactions entered into on a basis other than a delivery-versus-payment basis	-	-	-	-	-	-	-	-	-	-	-
10	Regulatory retail exposures	-	-	-	-	-	10,752,576	-	-	-	-	10,752,576
11	Residential mortgage loans	-	-	-	27,371,666	-	23,812	36,492	-	-	-	27,431,970
12	Other exposures which are not past due exposures	-	-	-	-	-	-	15,444,431	-	-	-	15,444,431
13	Past due exposures	44,694	-	-	-	2,757	-	1,564,069	476,677	-	-	2,088,197
14	Significant exposures to commercial entities	-	-	-	-	-	-	-	-	-	-	-
15	Total	47,790,741	-	71,017,389	27,371,666	51,414,651	10,776,388	204,669,793	8,549,549	-	-	421,590,177

Regulatory Disclosure Statements (continued)

PART IV: COUNTERPARTY CREDIT RISK

CCR1: Analysis of counterparty default risk exposures (other than those to CCPs) by approaches

		(a)	(b)	(c)	(d)	(e)	(f)
		Replacement cost (RC)	PFE	Effective EPE	Alpha (α) used for computing default risk exposure	Default risk exposure after CRM	RWA
At 30 June 2022		<i>HK\$'000</i>	<i>HK\$'000</i>	<i>HK\$'000</i>		<i>HK\$'000</i>	<i>HK\$'000</i>
1	SA-CCR approach (for derivative contracts)	2,194,601	6,823,333		1.4	12,625,107	6,922,793
1a	CEM (for derivative contracts)	–	–		1.4	–	–
2	IMM (CCR) approach			–	–	–	–
3	Simple approach (for SFTs)					5,457,197	1,123,099
4	Comprehensive approach (for SFTs)					43,048	10,877
5	VaR (for SFTs)					–	–
6	Total						8,056,769

CCR2: CVA capital charge

		(a)	(b)
		EAD post CRM	RWA
At 30 June 2022		<i>HK\$'000</i>	<i>HK\$'000</i>
	Netting sets for which CVA capital charge is calculated by the advanced CVA method	–	–
1	(i) VaR (after application of multiplication factor if applicable)		–
2	(ii) Stressed VaR (after application of multiplication factor if applicable)		–
3	Netting sets for which CVA capital charge is calculated by the standardized CVA method	12,625,107	1,890,088
4	Total	12,625,107	1,890,088

Regulatory Disclosure Statements (continued)

PART IV: COUNTERPARTY CREDIT RISK (continued)

CCR3: Counterparty default risk exposures (other than those to CCPs) by asset classes and by risk weights – for STC approach

At 30 June 2022		(a)	(b)	(c)	(ca)	(d)	(e)	(f)	(g)	(ga)	(h)	(i)
Exposure class	Risk Weight	0%	10%	20%	35%	50%	75%	100%	150%	250%	Others	Total default risk exposure after CRM
		<i>HK\$'000</i>	<i>HK\$'000</i>	<i>HK\$'000</i>	<i>HK\$'000</i>	<i>HK\$'000</i>	<i>HK\$'000</i>	<i>HK\$'000</i>	<i>HK\$'000</i>	<i>HK\$'000</i>	<i>HK\$'000</i>	<i>HK\$'000</i>
1	Sovereign exposures	-	-	1,015,852	-	-	-	-	-	-	-	1,015,852
2	PSE exposures	-	-	-	-	-	-	-	-	-	-	-
2a	Of which: domestic PSEs	-	-	-	-	-	-	-	-	-	-	-
2b	Of which: foreign PSEs	-	-	-	-	-	-	-	-	-	-	-
3	Multilateral development bank exposures	-	-	-	-	-	-	-	-	-	-	-
4	Bank exposures	-	-	1,540,446	-	10,684,118	-	141,426	-	-	-	12,365,990
5	Securities firm exposures	-	-	-	-	435,031	-	-	-	-	-	435,031
6	Corporate exposures	-	-	-	-	10	-	1,840,362	2,760	-	-	1,843,132
7	CIS exposures	-	-	-	-	-	-	-	-	-	-	-
8	Regulatory retail exposures	-	-	-	-	-	-	-	-	-	-	-
9	Residential mortgage loans	-	-	-	-	-	-	-	-	-	-	-
10	Other exposures which are not past due exposures	-	-	-	-	-	-	-	-	-	-	-
11	Significant exposures to commercial entities	-	-	-	-	-	-	-	-	-	-	-
12	Total	-	-	2,556,298	-	11,119,159	-	1,981,788	2,760	-	-	15,660,005

Regulatory Disclosure Statements (continued)

PART IV: COUNTERPARTY CREDIT RISK (continued)

CCR5: Composition of collateral for counterparty default risk exposures (including those for contracts or transactions cleared through CCPs)

	(a)	(b)	(c)	(d)	(e)	(f)
	Derivative contracts				SFTs	
	Fair value of recognized collateral received		Fair value of posted collateral		Fair value of recognized collateral received	Fair value of posted collateral
	Segregated	Unsegregated	Segregated	Unsegregated		
At 30 June 2022	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000
Cash - domestic currency	302,071	-	1,107,192	-	-	-
Cash - other currencies	1,001,498	3,369,368	1,214,901	1,291,844	2,693,869	3,339,365
Other sovereign debt	-	-	-	-	1,300,504	150,759
Corporate bonds	-	-	-	-	2,067,325	2,768,383
Total	1,303,569	3,369,368	2,322,093	1,291,844	6,061,698	6,258,507

CCR8: Exposures to CCPs

		(a)	(b)
		Exposure after CRM	RWA
At 30 June 2022		HK\$'000	HK\$'000
1	Exposures of the AI as clearing member or clearing client to qualifying CCPs (total)		80,110
2	Default risk exposures to qualifying CCPs (excluding items disclosed in rows 7 to 10), of which:	2,483,624	49,672
3	(i) OTC derivative transactions	2,483,624	49,672
4	(ii) Exchange-traded derivative contracts	-	-
5	(iii) Securities financing transactions	-	-
6	(iv) Netting sets subject to valid cross-product netting agreements	-	-
7	Segregated initial margin	-	
8	Unsegregated initial margin	1,421,257	28,425
9	Funded default fund contributions	100,580	2,013
10	Unfunded default fund contributions	-	-
11	Exposures of the AI as clearing member or clearing client to non-qualifying CCPs (total)		-
12	Default risk exposures to non-qualifying CCPs (excluding items disclosed in rows 17 to 20), of which:	-	-
13	(i) OTC derivative transactions	-	-
14	(ii) Exchange-traded derivative contracts	-	-
15	(iii) Securities financing transactions	-	-
16	(iv) Netting sets subject to valid cross-product netting agreements	-	-
17	Segregated initial margin	-	
18	Unsegregated initial margin	-	-
19	Funded default fund contributions	-	-
20	Unfunded default fund contributions	-	-

Regulatory Disclosure Statements (continued)

PART V: MARKET RISK

MR1: Market risk under STM approach

		(a)
		RWA
At 30 June 2022		<i>HK\$'000</i>
	Outright product exposures	
1	Interest rate exposures (general and specific risk)	16,035,700
2	Equity exposures (general and specific risk)	–
3	Foreign exchange (including gold) exposures	880,875
4	Commodity exposures	–
	Option exposures	
5	Simplified approach	–
6	Delta-plus approach	235,050
7	Other approach	–
8	Securitization exposures	–
9	Total	17,151,625