



中信銀行(國際)

CHINA CITIC BANK INTERNATIONAL

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

Regulatory Disclosure Statement

30 June 2023
(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)

KM1:	Key prudential ratios	1
OV1:	Overview of RWA	2

Part IIA: Composition of regulatory capital

CC1:	Composition of regulatory capital	3-7
CC2:	Reconciliation of regulatory capital to balance sheet	8
CCA:	Main features of regulatory capital instruments	9-12

Part IIB: Macroprudential supervisory measures

CCyB1:	Geographical distribution of credit exposures used in countercyclical capital buffer	13
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Part IIC: Leverage ratio

LR1:	Summary comparison of accounting assets against leverage ratio exposure measure	13
LR2:	Leverage ratio	14

Part IID: Liquidity

LIQ1:	Liquidity Coverage Ratio – for category 1 institution	15
LIQ2:	Net Stable Funding Ratio – for category 1 institution	16-17

Part III: Credit risk for non-securitisation exposures

CR1:	Credit quality of exposures	18
CR2:	Changes in defaulted loans and debt securities	18
CR3:	Overview of recognised credit risk mitigation	18
CR4:	Credit risk exposures and effects of recognised credit risk mitigation – for STC approach	19
CR5:	Credit risk exposures by asset classes and by risk weights – for STC approach	20

Part IV: Counterparty credit risk

CCR1:	Analysis of counterparty default risk exposures (other than those to CCPs) by approaches	21
CCR2:	CVA capital charge	21
CCR3:	Counterparty default risk exposures (other than those to CCPs) by asset classes and by risk weights – for STC approach	22
CCR5:	Composition of collateral for counterparty default risk exposures (including those for contracts or transactions cleared through CCPs)	23
CCR8:	Exposures to CCPs	23

Part V: Market risk

MR1:	Market risk under STM approach	24
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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”). It should be read in conjunction with the Group’s 2023 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.

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

KM1: Key prudential ratios

		At 30 June 2023	At 31 March 2023	At 31 December 2022	At 30 September 2022	At 30 June 2022
		(a)	(b)	(c)	(d)	(e)
		HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000
	Regulatory capital					
1	Common Equity Tier 1 (CET1)	39,184,858	38,997,136	37,719,691	37,826,827	37,902,225
2	Tier 1	52,428,765	52,241,043	50,963,598	51,070,734	51,146,132
3	Total capital	60,097,953	59,928,721	58,518,175	58,776,943	58,774,189
	RWA					
4	Total RWA	328,495,304	330,567,826	314,124,876	324,633,017	318,106,104
	Risk-based regulatory capital ratios (as a percentage of RWA)					
5	CET1 ratio (%)	11.9%	11.8%	12.0%	11.7%	11.9%
6	Tier 1 ratio (%)	16.0%	15.8%	16.2%	15.7%	16.1%
7	Total capital ratio (%)	18.3%	18.1%	18.6%	18.1%	18.5%
	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 (%)	0.677%	0.675%	0.679%	0.668%	0.663%
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 (%)	3.177%	3.175%	3.179%	3.168%	3.163%
12	CET1 available after meeting the AI's minimum capital requirements (%)	7.4%	7.3%	7.5%	7.2%	7.4%
	Basel III leverage ratio					
13	Total leverage ratio (LR) exposure measure	465,857,627	475,504,362	454,043,748	444,629,474	460,080,079
14	LR (%)	11.3%	11.0%	11.2%	11.5%	11.1%
	Liquidity Coverage Ratio (LCR)/Liquidity Maintenance Ratio (LMR)					
	Applicable to category 1 institution only:					
15	Total high quality liquid assets (HQLA)	63,401,074	65,693,525	79,720,347	65,737,364	69,281,604
16	Total net cash outflows	34,685,832	35,120,000	38,891,287	35,617,473	31,778,446
17	LCR (%)	186%	188%	209%	187%	224%
	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	276,198,588	273,612,005	275,916,934	263,981,353	265,876,226
19	Total required stable funding	203,685,006	206,755,497	201,605,423	211,133,056	209,539,105
20	NSFR (%)	136%	132%	137%	125%	127%
	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) (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 2023	At 31 March 2023	At 30 June 2023
		HK\$'000	HK\$'000	HK\$'000
1	Credit risk for non-securitization exposures	284,995,519	289,555,283	22,799,642
2	Of which STC approach	284,995,519	289,555,283	22,799,642
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	7,246,251	5,743,826	579,700
7	Of which SA-CCR approach	5,599,233	4,091,137	447,939
7a	Of which CEM	–	–	–
8	Of which IMM(CCR) approach	–	–	–
9	Of which others	1,647,018	1,652,689	131,761
10	CVA risk	1,432,700	1,148,000	114,616
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	18,064,963	17,659,025	1,445,197
21	Of which STM approach	18,064,963	17,659,025	1,445,197
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	15,610,113	15,312,800	1,248,809
24a	Sovereign concentration risk	–	–	–
25	Amounts below the thresholds for deduction (subject to 250% RW)	1,310,090	1,310,090	104,807
26	Capital floor adjustment	–	–	–
26a	Deduction to RWA	164,332	161,198	13,147
26b	Of which portion of regulatory reserve for general banking risks and collective provisions which is not included in Tier 2 Capital	–	–	–
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	164,332	161,198	13,147
27	Total	328,495,304	330,567,826	26,279,624

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.

Regulatory Disclosure Statement (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 2023		HK\$'000	
	CET1 capital: instruments and reserves		
1	Directly issued qualifying CET1 capital instruments plus any related share premium	18,058,853	(5)-(6)
2	Retained earnings	25,291,936	(7)
3	Disclosed reserves	(536,555)	(8)
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	42,814,234	
	CET1 capital: regulatory deductions		
7	Valuation adjustments	55,647	(11)
8	Goodwill (net of associated deferred tax liabilities)	–	
9	Other intangible assets (net of associated deferred tax liabilities)	411,297	(1)
10	Deferred tax assets (net of associated deferred tax liabilities)	381,289	(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	3,772	(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	2,777,371	
26a	Cumulative fair value gains arising from the revaluation of land and buildings (own-use and investment properties)	298,785	(10)
26b	Regulatory reserve for general banking risks	2,478,586	(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	–	
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	3,629,376	
29	CET1 capital	39,184,858	
	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	of which: AT1 capital instruments issued by subsidiaries subject to phase-out arrangements	–	
36	AT1 capital before regulatory deductions	13,243,907	

Regulatory Disclosure Statement (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 2023		HK\$'000	
	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 (T1 = CET1 + AT1)	52,428,765	
	Tier 2 capital: instruments and provisions		
46	Qualifying Tier 2 capital instruments plus any related share premium	3,917,175	(4)
47	<i>Capital instruments subject to phase-out arrangements from Tier 2 capital</i>	–	
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	3,617,560	
51	Tier 2 capital before regulatory deductions	7,534,735	
	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 s2(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	(134,453)	
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	(134,453)	(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	(134,453)	
58	Tier 2 capital (T2)	7,669,188	
59	Total regulatory capital (TC = T1 + T2)	60,097,953	
60	Total RWA	328,495,304	
	Capital ratios (as a percentage of RWA)		
61	CET1 capital ratio	11.9%	
62	Tier 1 capital ratio	16.0%	
63	Total capital ratio	18.3%	
64	Institution-specific buffer requirement (capital conservation buffer plus countercyclical capital buffer plus higher loss absorbency requirements)	3.18%	
65	<i>of which: capital conservation buffer requirement</i>	2.50%	
66	<i>of which: bank specific countercyclical capital buffer requirement</i>	0.68%	
67	<i>of which: higher loss absorbency requirement</i>	0.00%	
68	CET1 (as a percentage of RWA) available after meeting minimum capital requirements	7.43%	

Regulatory Disclosure Statement (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 2023		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	69,673	
73	Significant LAC investments in CET1 capital instruments issued by financial sector entities that are outside the scope of regulatory consolidation	524,036	
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)	3,617,560	
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	3,669,037	
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	Current cap on CET1 capital instruments subject to phase-out arrangements	Not applicable	Not applicable
81	Amount excluded from CET1 due to cap (excess over cap after redemptions and maturities)	Not applicable	Not applicable
82	Current cap on AT1 capital instruments subject to phase-out arrangements	–	
83	Amount excluded from AT1 capital due to cap (excess over cap after redemptions and maturities)	–	
84	Current cap on Tier 2 capital instruments subject to phase-out arrangements	–	
85	Amount excluded from Tier 2 capital due to cap (excess over cap after redemptions and maturities)	–	

Regulatory Disclosure Statement (continued)

PART IIA: COMPOSITION OF REGULATORY CAPITAL (CONTINUED)

CC1: Composition of regulatory capital (continued)

		Hong Kong basis	Basel III basis
Row No.	Description	HK\$'000	HK\$'000
9	Other intangible assets (net of associated deferred tax liabilities)	411,297	411,297
	<u>Explanation</u> 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.		
10	Deferred tax assets (net of associated deferred tax liabilities)	381,289	381,289
	<u>Explanation</u> 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.		
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)	–	–
	<u>Explanation</u> 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		

Regulatory Disclosure Statement (continued)

PART IIA: COMPOSITION OF REGULATORY CAPITAL (CONTINUED)

CC1: Composition of regulatory capital (continued)

Row No.	Description	Hong Kong basis	Basel III basis
		HK\$'000	HK\$'000
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)	–	–
	Explanation 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.		
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)	–	–
	Explanation 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.		
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)	–	–
	Explanation 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.		
Remarks: 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.			

Abbreviations:

CET1 : Common Equity Tier 1

AT1 : Additional Tier 1

Regulatory Disclosure Statement (continued)

PART IIA: COMPOSITION OF REGULATORY CAPITAL (CONTINUED)

CC2: Reconciliation of regulatory capital to balance sheet

	At 30 June 2023		
	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	11,750,958	11,750,958	
Placements with and advances to banks	62,814,310	62,814,310	
Financial assets held under resale agreements	8,145,218	8,145,218	
Derivative financial instruments	29,571,577	29,571,577	
Financial investments			
– at fair value through profit or loss	840,457	840,457	
– at fair value through other comprehensive income	90,018,657	90,018,657	
– at amortised cost	48,268	48,268	
Loans and advances to customers and other accounts	262,474,656	263,002,283	
<i>of which: collective impairment allowances reflected in regulatory capital</i>	–	1,000,417	
Property and equipment			
– Investment properties	405,190	405,190	
– Other premises and equipment	552,946	552,490	
Right-of-use assets	808,668	808,668	
Intangible assets	411,297	411,297	(1)
Tax recoverable	11,268	11,268	
Deferred tax assets	381,289	381,289	(2)
Total Assets	468,234,759	468,761,930	
Liabilities			
Deposits and balances of banks and other financial institutions	13,435,003	13,435,003	
Deposits from customers	323,974,829	324,351,546	
Financial liabilities at fair value through profit or loss	190,225	190,225	
Financial assets sold under resale agreements	16,851,237	16,851,237	
Derivative financial instruments	28,927,670	28,927,670	
<i>of which: Debit valuation adjustments in respect of derivative contracts (DVA)</i>	–	3,772	(3)
Certificates of deposit issued	1,810,266	1,810,266	
Current tax liabilities	171,690	171,690	
Deferred tax liabilities	1,960	1,960	
Lease liabilities	869,889	869,889	
Loan capital	3,911,646	3,913,803	
<i>of which: Loan capital not eligible for inclusion in regulatory capital</i>	–	–	
<i>Loan capital eligible for inclusion in regulatory capital</i>	–	3,917,175	(4)
Other liabilities	21,837,025	21,836,523	
Total Liabilities	411,981,440	412,359,812	
Equity			
Total equity attributable to equity shareholders of the Bank	43,010,595	43,159,394	
<i>of which: Paid-in share capital</i>	18,404,013	18,404,013	(5)
<i>of which: non-qualifying CET1 Capital</i>	–	345,160	(6)
Reserves	24,606,582	24,755,381	
<i>of which: Retained earnings</i>	25,143,137	25,291,936	(7)
<i>of which: Other reserves</i>	(536,555)	(536,555)	(8)
<i>of which: Regulatory reserve earmarked</i>	–	2,478,586	(9)
<i>of which: Cumulative fair value gains arising from the revaluation of land and buildings</i>	–	298,785	(10)
<i>of which: Valuation adjustments</i>	–	55,647	(11)
Additional equity instruments	13,242,724	13,242,724	
Total Equity	56,253,319	56,402,118	
Total Equity and Liabilities	468,234,759	468,761,930	

Regulatory Disclosure Statement (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\$3,917.18 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)	<i>Perpetual or dated</i>	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:

- Regulatory treatment of capital instruments subject to transitional arrangements provided for in Schedule 4H of the Banking (Capital) Rules
- 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 Statement (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)
	Regulatory treatment	
(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
	Coupons/dividends	
(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)	Convertible or non-convertible	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 Statement (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	<p>– 29 July 2026 (First Call Date)</p> <p>– No fixed redemption date.</p> <p>– 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.</p>
(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	<p>– At a fixed rate of 3.25% per annum until (but excluding) 29 July 2026.</p> <p>– 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.</p> <p>– Any distributions are subject to there being no Mandatory Distribution Cancellation Event or Optional Distribution Cancellation Event.</p>
(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)	<p>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.</p> <p>“Non-Viability Event” means the earlier of:</p> <p>(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</p> <p>(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.</p> <p>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).</p>
(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).	<p>Subordinated to the claims of:</p> <p>(i) all unsubordinated creditors (including depositors),</p> <p>(ii) creditors in respect of Tier 2 Capital Securities, and</p> <p>(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.</p>
(36)	Non-compliant transitioned features	No
(37)	If yes, specify non-compliant features	N/A

N/A – Not Applicable

Regulatory Disclosure Statement (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	<p>– 22 April 2027 (First Call Date)</p> <p>– No fixed redemption date.</p> <p>– 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.</p>
(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	<p>– At a fixed rate of 4.80% per annum until (but excluding) 22 April 2027.</p> <p>– 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.</p> <p>– Any distributions are subject to there being no Mandatory Distribution Cancellation Event or Optional Distribution Cancellation Event.</p>
(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)	<p>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.</p> <p>“Non-Viability Event” means the earlier of:</p> <p>(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</p> <p>(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.</p> <p>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).</p>
(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).	<p>Subordinated to the claims of:</p> <p>(i) all unsubordinated creditors (including depositors),</p> <p>(ii) creditors in respect of Tier 2 Capital Securities, and</p> <p>(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.</p>
(36)	Non-compliant transitioned features	No
(37)	If yes, specify non-compliant features	N/A

N/A – Not Applicable

Regulatory Disclosure Statement (continued)

PART IIB: MACROPRUDENTIAL SUPERVISORY MEASURES

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

		At 30 June 2023			
		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%	164,302,039		
2	Australia	1.0000%	601,475		
3	France	0.5000%	3,034		
4	Germany	0.7500%	225,011		
5	Ireland	0.5000%	215,421		
6	Luxembourg	0.5000%	192,747		
7	Netherlands	1.0000%	14,465		
8	Norway	2.5000%	811		
9	Sweden	2.0000%	1,054		
10	United Kingdom	1.0000%	1,137,603		
	Sum (Remark 1)		166,693,660		
	Total (Remark 2)		245,927,027	0.677%	2,223,256

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

	Item	Value under the LR framework At 30 June 2023
		HK\$'000
1	Total consolidated assets as per published financial statements	468,234,759
2	Adjustment for investments in banking, financial, insurance or commercial entities that are consolidated for accounting purposes but outside the scope of regulatory consolidation	525,014
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	(24,800,916)
5	Adjustment for SFTs (i.e. repos and similar secured lending)	7,997,139
6	Adjustment for off-balance sheet (“OBS”) items (i.e. conversion to credit equivalent amounts of OBS exposures)	20,672,630
6a	Adjustments for prudent valuation adjustments and specific and collective provisions that are allowed to be excluded from exposure measure	(165,482)
7	Other adjustments	(6,605,517)
8	Leverage ratio exposure measure	465,857,627

Regulatory Disclosure Statement (continued)

PART IIC: LEVERAGE RATIO (CONTINUED)

LR2: Leverage ratio

		(a)	(b)
		At 30 June 2023	At 31 March 2023
		HK\$'000	HK\$'000
On-balance sheet exposures			
1	On-balance sheet exposures (excluding those arising from derivative contracts and SFTs, but including collateral)	412,563,062	420,691,448
2	Less: Asset amounts deducted in determining Tier 1 capital	(3,625,604)	(3,673,312)
3	Total on-balance sheet exposures (excluding derivative contracts and SFTs)	408,937,458	417,018,136
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)	2,595,607	889,679
5	Add-on amounts for PFE associated with all derivative contracts	8,434,114	7,516,141
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	(3,471,540)	(1,452,844)
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	7,558,181	6,952,976
Exposures arising from SFTs			
12	Gross SFT assets (with no recognition of netting), after adjusting for sale accounting transactions	27,725,759	29,953,976
13	Less: Netted amounts of cash payables and cash receivables of gross SFT assets	–	–
14	CCR exposure for SFT assets	1,073,434	1,481,992
15	Agent transaction exposures	–	–
16	Total exposures arising from SFTs	28,799,193	31,435,968
Other off-balance sheet exposures			
17	Off-balance sheet exposure at gross notional amount	142,317,108	135,053,616
18	Less: Adjustments for conversion to credit equivalent amounts	(121,644,478)	(114,839,258)
19	Off-balance sheet items	20,672,630	20,214,358
Capital and total exposures			
20	Tier 1 capital	52,428,765	52,241,043
20a	Total exposures before adjustments for specific and collective provisions	465,967,462	475,621,438
20b	Adjustments for specific and collective provisions	(109,835)	(117,076)
21	Total exposures after adjustments for specific and collective provisions	465,857,627	475,504,362
Leverage ratio			
22	Leverage ratio	11.3%	11.0%

Regulatory Disclosure Statement (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 2023: (72 data points)		For the quarter ended 31 March 2023: (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		63,401,074		65,693,525
B. Cash outflows					
2	Retail deposits and small business funding, of which	162,852,332	11,038,155	158,417,441	10,901,789
3	<i>Stable retail deposits and stable small business funding</i>	12,066,084	603,304	12,067,559	603,378
4	<i>Less stable retail deposits and less stable small business funding</i>	57,910,769	5,791,077	59,618,327	5,961,833
4a	<i>Retail term deposits and small business term funding</i>	92,875,479	4,643,774	86,731,555	4,336,578
5	Unsecured wholesale funding (other than small business funding), and debt securities and prescribed instruments issued by the AI, of which:	100,976,959	61,157,453	101,280,849	61,351,511
6	<i>Operational deposits</i>	–	–	–	–
7	<i>Unsecured wholesale funding (other than small business funding) not covered in row 6</i>	100,543,544	60,724,038	101,170,250	61,240,912
8	<i>Debt securities and prescribed instruments issued by the AI and redeemable within the LCR period</i>	433,415	433,415	110,599	110,599
9	Secured funding transactions (including securities swap transactions)		4,602,611		2,943,864
10	Additional requirements, of which	28,941,222	8,632,960	28,021,387	7,991,337
11	<i>Cash outflows arising from derivative contracts and other transactions, and additional liquidity needs arising from related collateral requirements</i>	14,022,378	6,568,524	11,820,652	5,892,671
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>	14,918,844	2,064,436	16,200,735	2,098,666
14	Contractual lending obligations (not otherwise covered in Section B) and other contractual cash outflows	13,846,951	13,846,951	12,445,719	12,445,719
15	Other contingent funding obligations (whether contractual or non-contractual)	126,563,980	430,516	120,499,332	433,660
16	Total cash outflows		99,708,646		96,067,880
C. Cash Inflows					
17	Secured lending transactions (including securities swap transactions)	5,588,802	5,586,443	3,974,103	3,935,762
18	Secured and unsecured loans (other than secured lending transactions covered in row 17) and operational deposits placed at other financial institutions	70,359,179	45,708,799	72,494,175	45,306,434
19	Other cash inflows	14,482,099	14,439,047	11,754,938	11,705,684
20	Total cash inflows	90,430,080	65,734,289	88,223,216	60,947,880
D. Liquidity Coverage Ratio					
21	Total HQLA		63,401,074		65,693,525
22	Total Net Cash Outflows		34,685,832		35,120,000
23	LCR (%)		186%		188%

Regulatory Disclosure Statement (continued)

PART IID: LIQUIDITY (CONTINUED)

LIQ2: Net Stable Funding Ratio – for category 1 institution

Basis of disclosure: Consolidated		For the quarter ended 30 June 2023				
		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	
		HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000
A.	Available stable funding (“ASF”) item					
1	Capital	57,065,170	–	3,913,803	–	59,022,072
2	<i>Regulatory capital</i>	56,720,010	–	3,913,803	–	58,676,912
2a	<i>Minority interests not covered by row 2</i>	–	–	–	–	–
3	<i>Other capital instruments</i>	345,160	–	–	–	345,160
4	Retail deposits and small business funding:	–	147,809,181	16,787,404	102,704	148,848,529
5	<i>Stable deposits</i>		11,353,766	824,188	2,135	11,571,192
6	<i>Less stable deposits</i>		136,455,415	15,963,216	100,569	137,277,337
7	Wholesale funding:	–	180,132,326	9,544,620	2,407,662	68,327,987
8	<i>Operational deposits</i>		–	–	–	–
9	<i>Other wholesale funding</i>	–	180,132,326	9,544,620	2,407,662	68,327,987
10	Liabilities with matching interdependent assets	–	–	–	–	–
11	Other liabilities:	5,655,116	8,010,430	–	–	–
12	<i>Net derivative liabilities</i>	–				
13	<i>All other funding and liabilities not included in the above categories</i>	5,655,116	8,010,430	–	–	–
14	Total ASF					276,198,588
B.	Required stable funding (“RSF”) item					
15	Total HQLA for NSFR purposes		59,319,670			8,791,849
16	Deposits held at other financial institutions for operational purposes	–	–	–	–	–
17	Performing loans and securities:	2,311,534	170,239,706	62,271,227	120,835,235	181,338,859
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>	11	90,082,325	17,508,950	6,973,533	29,240,368
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>	2,141,442	64,476,377	38,018,976	73,216,077	115,292,582
21	<i>With a risk-weight of less than or equal to 35% under the STC approach</i>	–	1,131,358	87,324	44,906	638,525
22	<i>Performing residential mortgages, of which:</i>	–	673,618	1,076,602	25,808,513	17,668,365
23	<i>With a risk-weight of less than or equal to 35% under the STC approach</i>	–	671,497	1,074,620	25,719,927	17,591,016
24	<i>Securities that are not in default and do not qualify as HQLA, including exchange-traded equities</i>	170,081	15,007,386	5,666,699	14,837,112	19,137,544
25	Assets with matching interdependent liabilities	–	–	–	–	–
26	Other assets	30,121,825	5,176,739	65,254	–	12,909,879
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>	915,108				777,842
29	<i>Net derivative assets</i>	477,985				477,985
30	<i>Total derivative liabilities before adjustments for deduction of variation margin posted</i>	18,274,943				913,747
31	<i>All other assets not included in the above categories</i>	10,453,789	5,176,739	65,254	–	10,740,305
32	Off-balance sheet items			141,541,983		644,419
33	Total RSF					203,685,006
34	Net Stable Funding Ratio (%)					135.60%

Regulatory Disclosure Statement (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 2023				
		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	
		HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000
A.	Available stable funding (“ASF”) item					
1	Capital	56,954,830	–	3,922,098	–	58,915,879
2	Regulatory capital	56,609,670	–	3,922,098	–	58,570,719
2a	Minority interests not covered by row 2	–	–	–	–	–
3	Other capital instruments	345,160	–	–	–	345,160
4	Retail deposits and small business funding:	–	141,795,574	16,939,370	263,687	143,731,200
5	Stable deposits		11,274,170	847,094	11,491	11,526,692
6	Less stable deposits		130,521,404	16,092,276	252,196	132,204,508
7	Wholesale funding:	–	186,083,286	17,755,877	2,389,126	70,727,347
8	Operational deposits		–	–	–	–
9	Other wholesale funding	–	186,083,286	17,755,877	2,389,126	70,727,347
10	Liabilities with matching interdependent assets	–	–	–	–	–
11	Other liabilities:	7,079,181	7,411,667	475,158	–	237,579
12	Net derivative liabilities	3,067				
13	All other funding and liabilities not included in the above categories	7,076,114	7,411,667	475,158	–	237,579
14	Total ASF					273,612,005
B.	Required stable funding (“RSF”) item					
15	Total HQLA for NSFR purposes	62,688,972				9,218,461
16	Deposits held at other financial institutions for operational purposes	–	–	–	–	–
17	Performing loans and securities:	1,793,105	169,283,214	67,039,969	122,355,665	185,505,609
18	Performing loans to financial institutions secured by Level 1 HQLA	–	–	–	–	–
19	Performing loans to financial institutions secured by non-Level 1 HQLA and unsecured performing loans to financial institutions	5,561	86,321,563	21,904,787	5,802,377	29,708,566
20	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:	1,787,544	60,342,645	41,012,640	77,715,437	118,240,707
21	With a risk-weight of less than or equal to 35% under the STC approach	–	1,070,554	351,055	72,349	757,831
22	Performing residential mortgages, of which:	–	672,848	645,131	26,058,376	17,614,770
23	With a risk-weight of less than or equal to 35% under the STC approach	–	670,767	643,104	25,969,193	17,536,911
24	Securities that are not in default and do not qualify as HQLA, including exchange-traded equities	–	21,946,158	3,477,411	12,779,475	19,941,566
25	Assets with matching interdependent liabilities	–	–	–	–	–
26	Other assets	23,040,602	7,442,545	23,388	–	11,287,900
27	Physical traded commodities, including gold	–				–
28	Assets posted as initial margin for derivative contracts and contributions to default funds of CCPs	1,112,322				945,474
29	Net derivative assets	–				–
30	Total derivative liabilities before adjustments for deduction of variation margin posted	12,597,629				629,881
31	All other assets not included in the above categories	9,330,651	7,442,545	23,388	–	9,712,545
32	Off-balance sheet items		135,036,969			743,527
33	Total RSF					206,755,497
34	Net Stable Funding Ratio (%)					132.34%

Regulatory Disclosure Statement (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 2023		HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000
1	Loans	4,153,126	243,366,877	(1,410,867)	(411,199)	(999,668)	–	246,109,136
2	Debt securities	40,407	90,797,305	(221,645)	(199,977)	(21,668)	–	90,616,067
3	Off-balance sheet exposures	–	12,140,020	(109,086)	–	(109,086)	–	12,030,934
4	Total	4,193,533	346,304,202	(1,741,598)	(611,176)	(1,130,422)	–	348,756,137

CR2: Changes in defaulted loans and debt securities

		(a)
		Amount
At 30 June 2023		HK\$'000
1	Defaulted loans and debt securities at end of the previous reporting period	3,397,164
2	Loans and debt securities that have defaulted since the last reporting period	1,533,981
3	Returned to non-defaulted status	(98,886)
4	Amounts written off	(495,954)
5	Other changes (Note)	(142,772)
6	Defaulted loans and debt securities at end of the current reporting period	4,193,533

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 2023		HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000
1	Loans	238,336,197	7,772,939	4,874,129	2,898,810	–
2	Debt securities	90,616,067	–	–	–	–
3	Total	328,952,264	7,772,939	4,874,129	2,898,810	–
4	Of which defaulted	1,669,199	2,845,753	2,754,997	90,756	–

Regulatory Disclosure Statement (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 2023		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	38,378,034	–	39,945,194	–	718,736	2%
2	PSE exposures	4,357,951	2,469,003	4,646,382	134,502	954,151	20%
2a	Of which: domestic PSEs	4,229,212	2,200,000	4,517,643	–	903,529	20%
2b	Of which: foreign PSEs	128,739	269,003	128,739	134,502	50,622	19%
3	Multilateral development bank exposures	–	–	–	–	–	–
4	Bank exposures	101,050,753	775,125	102,242,232	775,125	37,641,848	37%
5	Securities firm exposures	939,508	7,642,109	939,508	7,834	484,429	51%
6	Corporate exposures	215,631,446	101,187,183	211,203,903	7,229,972	207,730,912	95%
7	CIS exposures	–	–	–	–	–	–
8	Cash items	227,143	–	2,405,531	691,383	91,675	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	10,373,393	27,740,786	10,199,251	13,204	7,659,342	75%
11	Residential mortgage loans	27,077,986	–	26,789,488	–	9,406,068	35%
12	Other exposures which are not past due exposures	15,400,303	2,502,902	15,065,028	–	15,065,028	100%
13	Past due exposures	4,474,545	–	4,474,545	–	5,243,330	117%
14	Significant exposures to commercial entities	–	–	–	–	–	–
15	Total	417,911,062	142,317,108	417,911,062	8,852,020	284,995,519	67%

Regulatory Disclosure Statement (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 2023		(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	36,351,515	–	3,593,679	–	–	–	–	–	–	–	39,945,194
2	PSE exposures	10,129	–	4,770,755	–	–	–	–	–	–	–	4,780,884
2a	Of which: domestic PSEs	–	–	4,517,643	–	–	–	–	–	–	–	4,517,643
2b	Of which: foreign PSEs	10,129	–	253,112	–	–	–	–	–	–	–	263,241
3	Multilateral development bank exposures	–	–	–	–	–	–	–	–	–	–	–
4	Bank exposures	–	–	48,702,772	–	52,826,587	–	1,487,998	–	–	–	103,017,357
5	Securities firm exposures	–	–	–	–	925,826	–	21,516	–	–	–	947,342
6	Corporate exposures	–	–	3,371,905	–	20,769,694	–	189,533,464	4,758,812	–	–	218,433,875
7	CIS exposures	–	–	–	–	–	–	–	–	–	–	–
8	Cash items	2,668,250	–	427,999	–	–	–	174	–	–	491	3,096,914
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	–	–	–	–	–	10,212,455	–	–	–	–	10,212,455
11	Residential mortgage loans	–	–	–	26,736,202	–	19,558	33,728	–	–	–	26,789,488
12	Other exposures which are not past due exposures	–	–	–	–	–	–	15,065,028	–	–	–	15,065,028
13	Past due exposures	45,611	–	–	–	–	–	2,800,142	1,628,792	–	–	4,474,545
14	Significant exposures to commercial entities	–	–	–	–	–	–	–	–	–	–	–
15	Total	39,075,505	–	60,867,110	26,736,202	74,522,107	10,232,013	208,942,050	6,387,604	–	491	426,763,082

Regulatory Disclosure Statement (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 2023		HK\$'000	HK\$'000	HK\$'000		HK\$'000	HK\$'000
1	SA-CCR approach (for derivative contracts)	1,978,531	4,922,872		1.4	9,661,964	5,599,233
1a	CEM (for derivative contracts)	–	–		1.4	–	–
2	IMM (CCR) approach			–	–	–	–
3	Simple approach (for SFTs)					17,396,156	1,457,556
4	Comprehensive approach (for SFTs)					787,682	160,567
5	VaR (for SFTs)					–	–
6	Total						7,217,356

CCR2: CVA capital charge

		(a)	(b)
		EAD post CRM	RWA
At 30 June 2023		HK\$'000	HK\$'000
	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	9,661,964	1,432,700
4	Total	9,661,964	1,432,700

Regulatory Disclosure Statement (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 2023		(a)	(b)	(c)	(ca)	(d)	(e)	(f)	(g)	(ga)	(h)	(i)
	Risk Weight											Total default risk exposure after CRM
	Exposure class	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	–	–	955,432	–	–	–	–	–	–	–	955,432
2	PSE exposures	–	–	–	–	–	–	–	–	–	–	–
2a	Of which: domestic PSEs	–	–	–	–	–	–	–	–	–	–	–
2b	Of which: foreign PSEs	–	–	–	–	–	–	–	–	–	–	–
3	Multilateral development bank exposures	–	–	–	–	–	–	–	–	–	–	–
4	Bank exposures	–	–	2,284,178	–	7,897,783	–	39,315	–	–	–	10,221,276
5	Securities firm exposures	–	–	–	–	898,678	–	–	–	–	–	898,678
6	Corporate exposures	–	–	–	–	153,395	–	2,055,194	–	–	–	2,208,589
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	–	–	3,239,610	–	8,949,856	–	2,094,509	–	–	–	14,283,975

Regulatory Disclosure Statement (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 2023	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000
Cash – domestic currency	–	311,083	527,070	–	–	–
Cash – other currencies	–	4,108,459	797,341	3,048,581	18,387,447	8,216,127
Debt securities	–	–	–	–	9,300,369	19,432,625
Total	–	4,419,542	1,324,411	3,048,581	27,687,816	27,648,752

CCR8: Exposures to CCPs

		(a)	(b)
		Exposure after CRM	RWA
At 30 June 2023		HK\$'000	HK\$'000
1	Exposures of the AI as clearing member or clearing client to qualifying CCPs (total)		28,895
2	Default risk exposures to qualifying CCPs (excluding items disclosed in rows 7 to 10), of which:	1,236,007	24,720
3	(i) OTC derivative transactions	1,236,007	24,720
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	766,538	
8	Unsegregated initial margin	–	–
9	Funded default fund contributions	153,570	4,175
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 Statement (continued)

PART V: MARKET RISK

MR1: Market risk under STM approach

		(a)
		RWA
At 30 June 2023		HK\$'000
	Outright product exposures	
1	Interest rate exposures (general and specific risk)	16,785,225
2	Equity exposures (general and specific risk)	–
3	Foreign exchange (including gold) exposures	1,072,238
4	Commodity exposures	–
	Option exposures	
5	Simplified approach	–
6	Delta-plus approach	207,500
7	Other approach	–
8	Securitization exposures	–
9	Total	18,064,963