



**OCBC Bank (Hong Kong) Limited**

**華僑銀行（香港）有限公司**

**Banking Disclosure Statement  
For the period ended  
31st March, 2024**

*(Expressed in millions of Hong Kong dollars unless otherwise stated)*

<b>Table of Contents</b>	<b>Page</b>
Introduction	1
KM1: Key Prudential Ratios	2
OV1: Overview of RWA	3
LR2: Leverage Ratio ("LR")	5
CR8: RWA Flow Statements of Credit Risk Exposures under IRB Approach	6

## **Introduction**

### **Purpose**

The information contained in this document is for OCBC Bank (Hong Kong) Limited ("the Bank") and its subsidiaries (together "the Group") to comply with the Banking (Disclosure) Rules ("BDR") made under section 60A of the Banking Ordinance and disclosure templates issued by the Hong Kong Monetary Authority ("HKMA").

These banking disclosures are governed by the Group's disclosure policy, which has been approved by the Board of Directors ("Board"). The disclosure policy sets out the governance, control and assurance requirements for publication of the document. While the Banking Disclosure Statement is not required to be externally audited, the document has been subject to independent review in accordance with the Group's policies on disclosure and its financial reporting and governance processes.

### **Basis of preparation**

Except where indicated otherwise, the financial information contained in this Banking Disclosure Statement has been prepared on a consolidated basis. The basis of consolidation for regulatory purposes is different from that for accounting purposes.

### **The Banking Disclosure Statement**

The Group's Banking Disclosure Statement at 31 March, 2024 comprises Pillar 3 information required under the framework of the Basel Committee on Banking Supervision ("BCBS"). The disclosures are made in accordance with the latest BDR issued by the HKMA.

According to the BDR, disclosure of comparative information is not required unless otherwise specified in the standard disclosure templates. Prior period disclosures can be found on our website: [www.ocbc.com.hk](http://www.ocbc.com.hk).

## KM1: Key Prudential Ratios as at 31st March, 2024

		(a)	(b)	(c)	(d)	(e)
		31st March, 2024	31st December, 2023	30th September, 2023	30th June, 2023	31st March, 2023
	<b>Regulatory capital (amount)</b>					
1	Common Equity Tier 1 (CET1)	38,045	37,430	36,637	37,081	38,031
2	Tier 1	41,045	40,430	39,637	40,081	41,031
3	Total capital	42,880	42,515	41,683	42,153	43,275
	<b>RWA (amount)</b>					
4	Total RWA	193,863	196,763	187,344	186,664	189,865
	<b>Risk-based regulatory capital ratios (as a percentage of RWA)</b>					
5	CET1 ratio (%)	19.6%	19.0%	19.6%	19.9%	20.0%
6	Tier 1 ratio (%)	21.2%	20.5%	21.2%	21.5%	21.6%
7	Total capital ratio (%)	22.1%	21.6%	22.2%	22.6%	22.8%
	<b>Additional CET1 buffer requirements (as a percentage of RWA)</b>					
8	Capital conservation buffer requirement (%)	2.500%	2.500%	2.500%	2.500%	2.500%
9	Countercyclical capital buffer requirement (%)	0.532%	0.538%	0.552%	0.551%	0.535%
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 (%)	3.032%	3.038%	3.052%	3.051%	3.035%
12	CET1 available after meeting the AI's minimum capital requirements (%)	14.119%	13.607%	15.056%	15.365%	15.530%
	<b>Basel III leverage ratio</b>					
13	Total leverage ratio (LR) exposure measure	399,433	398,948	376,670	376,791	375,361
14	LR (%)	10.28%	10.13%	10.52%	10.64%	10.93%
	<b>Liquidity Coverage Ratio (LCR)/Liquidity Maintenance Ratio (LMR)</b>					
	Applicable to category 1 institution only:					
15	Total high quality liquid assets (HQLA)	N/A	N/A	N/A	N/A	N/A
16	Total net cash outflows	N/A	N/A	N/A	N/A	N/A
17	LCR (%)	N/A	N/A	N/A	N/A	N/A
	Applicable to category 2 institutions only:					
17a	LMR (%)	56.6%	51.6%	49.9%	48.4%	44.0%
	<b>Net Stable Funding Ratio (NSFR)/Core Funding Ratio (CFR)</b>					
	Applicable to category 1 institution only:					
18	Total available stable funding	N/A	N/A	N/A	N/A	N/A
19	Total required stable funding	N/A	N/A	N/A	N/A	N/A
20	NSFR (%)	N/A	N/A	N/A	N/A	N/A
	Applicable to category 2A institution only:					
20a	CFR (%)	159.3%	153.5%	155.7%	151.6%	151.4%

Note: There were no material changes to the key prudential ratios during the current reporting period.

## OV1: Overview of RWA as at 31st March, 2024

The following table provides an overview of capital requirements in terms of a detailed breakdown of RWAs for various risks as at 31st March, 2024 and 31st December, 2023 respectively:

Items		(a)	(b)	(c)
		RWA		Minimum capital requirements
		31st March, 2024	31st December, 2023	31st March, 2024
1	Credit risk for non-securitisation exposures	<b>149,238</b>	<b>144,240</b>	<b>12,595</b>
2	Of which STC approach	12,591	13,239	1,007
2a	Of which BSC approach	0	0	0
3	Of which foundation IRB approach	125,998	120,340	10,685
4	Of which supervisory slotting criteria approach	0	0	0
5	Of which advanced IRB approach	10,649	10,661	903
6	Counterparty default risk and default fund contributions	<b>1,975</b>	<b>1,829</b>	<b>164</b>
7	Of which SA-CCR approach	1,009	988	86
7a	Of which CEM	0	0	0
8	Of which IMM(CCR) approach	0	0	0
9	Of which others	966	841	78
10	CVA risk	<b>646</b>	<b>607</b>	<b>52</b>
11	Equity positions in banking book under the simple risk-weight method and internal models method	<b>7,011</b>	<b>7,011</b>	<b>595</b>
12	Collective investment scheme ("CIS") exposures - LTA	0	0	0
13	CIS exposures - MBA	0	0	0
14	CIS exposures - FBA	0	0	0
14a	CIS exposures - combination of approaches	0	0	0
15	Settlement risk	0	0	0
16	Securitisation exposures in banking book	0	0	0
17	Of which SEC-IRBA	0	0	0
18	Of which SEC-ERBA (including IAA)	0	0	0
19	Of which SEC-SA	0	0	0
19a	Of which SEC-FBA	0	0	0
20	Market risk	<b>12,887</b>	<b>13,626</b>	<b>1,031</b>
21	Of which STM approach	12,887	13,626	1,031
22	Of which IMM approach	0	0	0
23	Capital charge for switch between exposures in trading book and banking book (not applicable before the revised market risk framework takes effect)*	N/A	N/A	N/A
24	Operational risk #	<b>13,696</b>	<b>13,255</b>	<b>1,096</b>
24a	Sovereign concentration risk	0	0	0

## OV1: Overview of RWA as at 31st March, 2024 (continued)

Items		(a)	(b)	(c)
		RWA		Minimum capital requirements
		31st March, 2024	31st December, 2023	31st March, 2024
25	Amounts below the thresholds for deduction (subject to 250% RW)	<b>1,278</b>	<b>1,278</b>	<b>108</b>
26	Capital floor adjustment	<b>0</b>	<b>8,130</b>	<b>0</b>
26a	Deduction to RWA	<b>1,630</b>	<b>1,630</b>	<b>130</b>
26b	Of which portion of regulatory reserve for general banking risks and collective provisions which is not included in Tier 2 Capital	0	0	0
26c	Of which portion of cumulative fair value gains arising from the revaluation of land and buildings which is not included in Tier 2 Capital	1,630	1,630	130
27	<b>Total</b>	<b>185,101</b>	<b>188,346</b>	<b>15,511</b>

- Notes:
- a Item marked with an asterisk (\*) will be applicable only after the policy framework takes effect.
  - b The Group used the Basic Indicator Approach (#) to calculate its exposure to operational risk at 31st March, 2024 and 31st December, 2023.
  - c RWAs in this table are presented before the application of the 1.06 scaling factor, where applicable.
  - d Minimum capital requirement represents the Pillar 1 capital charge at 8% of the RWAs after application of the 1.06 scaling factor, where applicable.

## LR2: Leverage Ratio (“LR”) as at 31st March, 2024

		(a)	(b)
		31st March, 2024	31st December, 2023
<b>On-balance sheet exposures</b>			
1	On-balance sheet exposures (excluding those arising from derivative contracts and SFTs, but including collateral)	329,947	336,576
2	Less: Asset amounts deducted in determining Tier 1 capital	(4,829)	(5,106)
3	<b>Total on-balance sheet exposures (excluding derivative contract and SFTs)</b>	<b>325,118</b>	<b>331,470</b>
<b>Exposures arising from derivative contracts</b>			
4	Replacement cost associated with all derivative contracts (where applicable net of eligible cash variation margin and/or with bilateral	12,528	11,968
5	Add-on amounts for PFE associated with all derivative contracts	37,237	32,985
6	Gross-up for collateral provided in respect of derivative contracts where deducted from the balance sheet assets pursuant to the applicable accounting framework	0	0
7	Less: Deductions of receivables assets for cash variation margin provided under derivative contracts	(28)	(258)
8	Less: Exempted CCP leg of client-cleared trade exposures	0	0
9	Adjusted effective notional amount of written credit derivative contracts	2,234	1,819
10	Less: Adjusted effective notional offsets and add-on deductions for written credit derivative contracts	(2,234)	(1,819)
11	<b>Total exposures arising from derivative contracts</b>	<b>49,737</b>	<b>44,695</b>
<b>Exposures arising from SFTs</b>			
12	Gross SFT assets (with no recognition of netting), after adjusting for sales accounting transactions	10,938	8,297
13	Less: Netted amounts of cash payables and cash receivables of gross SFT assets	0	0
14	CCR exposure for SFT assets	483	442
15	Agent transaction exposures	0	0
16	<b>Total exposures arising from SFTs</b>	<b>11,421</b>	<b>8,739</b>
<b>Other off-balance sheet exposures</b>			
17	Off-balance sheet exposure at gross notional amount	68,536	67,667
18	Less: Adjustments for conversion to credit equivalent amounts	(54,995)	(53,239)
19	<b>Off-balance sheet items</b>	<b>13,541</b>	<b>14,428</b>
<b>Capital and total exposures</b>			
20	<b>Tier 1 capital</b>	<b>41,045</b>	<b>40,430</b>
20a	<b>Total exposures before adjustments for specific and collective provisions</b>	<b>399,817</b>	<b>399,332</b>
20b	<b>Adjustments for specific and collective provisions</b>	<b>(384)</b>	<b>(384)</b>
21	<b>Total exposures</b>	<b>399,433</b>	<b>398,948</b>
<b>Leverage ratio</b>			
22	<b>Leverage ratio</b>	<b>10.28%</b>	<b>10.13%</b>

Note: There were no material changes to the leverage ratios during the quarterly reporting period. The changes were due to normal business activities.

**CR8: RWA Flow Statements of Credit Risk Exposures under IRB Approach as at 31st March, 2024**

The following table presents a flow statement explaining variations in the RWA for credit risk determined under the IRB approach for the period from 31st December, 2023 to 31st March, 2024:

		(a)
		<b>Amount</b>
<b>1</b>	<b>RWA at end of 31st December, 2023</b>	131,001
2	Asset size	4,292
3	Asset quality	1,892
4	Model updates	0
5	Methodology and policy	0
6	Acquisitions and disposals	0
7	Foreign exchange movements	(538)
8	Other	0
<b>9</b>	<b>RWA at end of 31st March, 2024</b>	<b>136,647</b>