



**OCBC Bank (Hong Kong) Limited**  
**華僑銀行（香港）有限公司**

**Banking Disclosure Statement**  
**For the period ended**  
**30th June, 2023**

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

## Table of contents

Page

Introduction	1
Scope of consolidation	2
KM1: Key prudential ratios	3
OV1: Overview of RWA	4
CC1: Composition of Regulatory Capital	5
CC2: Reconciliation of Regulatory Capital to Consolidated Statement of Financial Position	13
CCA: Main Features of Regulatory Capital Instruments	15
CCyB1: Geographical distribution of credit exposures used in countercyclical capital buffer (“CCyB”)	18
LR1: Summary Comparison of Accounting Assets against Leverage Ratio (“LR”) Exposure Measure	20
LR2: Leverage Ratio (“LR”)	21
CR1: Credit quality of exposures	24
CR2: Changes in defaulted loans and debt securities	25
CR3: Overview of recognised credit risk mitigation	26
CR4: Credit risk exposures and effects of recognised credit risk mitigation - for STC approach	27
CR5: Credit risk exposures by asset classes and by risk weights - for STC approach	28
CR6: Credit risk exposures by portfolio and PD ranges – for IRB approach	29
CR7: Effects on RWA of recognized credit derivative contracts used as recognized credit risk mitigation – for IRB approach	31
CR8: RWA flow statements of credit risk exposures under IRB approach	32
CR10: Specialized lending under supervisory slotting criteria approach and equities under simple risk-weight method – for IRB approach	33
CCR1: Analysis of counterparty default risk exposures (other than those to CCPs) by approaches	34
CCR2: CVA capital charge	35

## Table of contents

Page

CCR3: Counterparty default risk exposures (other than those to CCPs) by asset classes and by risk weights – for STC approach	36
CCR4: Counterparty default risk exposures (other than those to CCPs) by portfolio and PD range – for IRB approach	37
CCR5: Composition of collateral for counterparty default risk exposures (including those for contracts or transactions cleared through CCPs)	38
CCR6: Credit-related derivatives contracts	39
CCR8: Exposure to CCPs	40
MR1: Market risk under STM approach	41
International Claims	42
Advances to customers	43
Overdue and rescheduled assets	46
Mainland Activities	48
Off-balance sheet exposures – Contingent liabilities and commitments	49
Currency risk	50
Capital Buffer	51

## **OCBC Bank (Hong Kong) Limited**

### **Introduction**

#### **Purpose**

The information contained in this document is for OCBC Bank (Hong Kong) Limited ("the Bank", formerly known as OCBC Wing Hang Bank Limited) and its subsidiaries (together "the Group"). It should be read in conjunction with the Group's 2023 Interim Report. The Group's Interim Report and the Banking Disclosure Statement, taken together, 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 details of scope of consolidation under accounting scope and regulatory scope are mentioned in section "Scope of consolidation".

The information in this document is not audited and does not constitute statutory accounts.

Certain financial information in this document is extracted from the statutory accounts for the period ended 30th June, 2023. The Group's 2023 Interim Report, which includes the statutory accounts, can be viewed on our website: [www.ocbc.com.hk](http://www.ocbc.com.hk).

Effective from 31st March, 2023, the Group has adopted the Internal Ratings-Based ("IRB") approach to compute the credit risk weighted asset ("RWA") for the majority of its non-securitisation portfolios, in accordance with the Banking (Capital) Rules ("BCR"). The Standardised (Credit Risk) ("STC") approach for credit risk applies to the exempted portfolios.

#### **The Banking Disclosure Statement**

The Group's Banking Disclosure Statement at 30th June, 2023 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.

The Banking Disclosure Statement includes the majority of the information required under the BDR. The remainder of the disclosure requirement is covered in the Group's 2023 Interim Report which can be found in our website, [www.ocbc.com.hk](http://www.ocbc.com.hk).

## OCBC Bank (Hong Kong) Limited

### Scope of consolidation

In calculating the capital ratio of the Group at 30th June, 2023 and 31st December, 2022, the following subsidiaries are excluded from the regulatory scope of consolidation. These are mainly securities and insurance companies that are authorised and supervised by a regulator and are subject to supervisory arrangements regarding the maintenance of adequate capital to support business activities comparable to those prescribed for authorised institutions under the Capital Rules and the Banking Ordinance.

Subsidiaries	Principal activities	30th June, 2023		31st December, 2022	
		Total assets	Total equity	Total assets	Total equity
Chekiang First Bank (Nominees) Limited	Inactive/Nominee Services	0	0	0	0
Chekiang First Bank (Trustees) Limited	Dissolved in 2023	#	#	4	4
OCBC Futures Investment (Hong Kong) Limited (formerly known as Honfirst Investment Limited)	Futures Trading	17	17	17	17
OCBC Nominees Services (Hong Kong) Limited (formerly known as OCBC Wing Hang (Nominees) Limited)	Inactive/Nominee Services	0	0	0	0
OCBC Trustee (Hong Kong) Limited (formerly known as OCBC Wing Hang (Trustee) Limited)	Inactive	4	4	4	4
OCBC Insurance Agency (Hong Kong) Limited (formerly known as OCBC Wing Hang Insurance Agency Limited)	Insurance Agency	159	157	157	154
OCBC Insurance Brokers (Hong Kong) Limited (formerly known as OCBC Wing Hang Insurance Brokers Limited)	Insurance Broker	267	219	208	181
OCBC Securities Brokerage (Hong Kong) Limited (formerly known as OCBC Wing Hang Shares Brokerage Company Limited)	Securities Dealing	464	356	488	358

# Chekiang First Bank (Trustees) Limited was dissolved in 2023

As at 30th June, 2023, there are no subsidiaries which are included within both the accounting scope of consolidation and the regulatory scope of consolidation with different method of consolidation.

There are also no subsidiaries which are included within the regulatory scope of consolidation but not included within the accounting scope of consolidation.

There are no relevant capital shortfalls in any of the Group's subsidiaries as at 30th June, 2023 (31st December, 2022: nil) which are not included in the Group's consolidation for regulatory purposes.

The Group operates subsidiaries in a number of countries and territories where capital is governed by local rules and there may be restrictions on the transfer of regulatory capital and funds between members of the Group.

# OCBC Bank (Hong Kong) Limited

## KM1: Key prudential ratios as at 30th June, 2023

		(a)	(b)	(c)	(d)	(e)
		30th June, 2023	31st March, 2023	31st December, 2022	30th September, 2022	30th June, 2022
	<b>Regulatory capital (amount)</b>					
1	Common Equity Tier 1 (CET1)	37,081	38,031	36,968	35,616	36,418
2	Tier 1	40,081	41,031	39,968	38,616	39,418
3	Total capital	42,153	43,275	43,041	41,680	42,441
	<b>RWA (amount)</b>					
4	Total RWA	186,664	189,865	226,569	223,519	230,814
	<b>Risk-based regulatory capital ratios (as a percentage of RWA)</b>					
5	CET1 ratio (%)	19.9%	20.0%	16.3%	15.9%	15.8%
6	Tier 1 ratio (%)	21.5%	21.6%	17.6%	17.3%	17.1%
7	Total capital ratio (%)	22.6%	22.8%	19.0%	18.6%	18.4%
	<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 (%)	0.551%	0.535%	0.527%	0.513%	0.515%
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 (%)	3.051%	3.035%	3.027%	3.013%	3.015%
12	CET1 available after meeting the AI's minimum capital requirements (%)	15.365%	15.530%	11.816%	11.434%	11.278%
	<b>Basel III leverage ratio</b>					
13	Total leverage ratio (LR) exposure measure	376,791	375,361	373,503	366,107	366,283
14	LR (%)	10.64%	10.93%	10.70%	10.55%	10.76%
	<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 institution only:					
17a	LMR (%)	48.4%	44.0%	42.9%	41.4%	37.0%
	<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 (%)	151.6%	151.4%	148.8%	144.2%	138.7%

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

The Group has adopted the IRB approach to calculate its exposure to credit risk from 31st March, 2023, with regulatory approved exempted portfolios remaining on the STC approach.

## OCBC Bank (Hong Kong) Limited

### OV1: Overview of RWA as at 30th June, 2023

The following table provides an overview of capital requirements in terms of a detailed breakdown of RWAs for various risks as at 30th June, 2023 and 31st March, 2023 respectively:

Items	(a)	(b)	(c)	
	RWA		Minimum capital requirements	
	30th June, 2023	31st March, 2023	30th June, 2023	
1	Credit risk for non-securitisation exposures	143,880	145,594	12,132
2	Of which STC approach	14,354	15,365	1,148
2a	Of which BSC approach	0	0	0
3	Of which foundation IRB approach	118,343	118,776	10,036
4	Of which supervisory slotting criteria approach	0	0	0
5	Of which advanced IRB approach	11,183	11,452	948
6	Counterparty default risk and default fund contributions	1,671	1,722	137
7	Of which SA-CCR approach	799	1,015	67
7a	Of which CEM	0	0	0
8	Of which IMM(CCR) approach	0	0	0
9	Of which others	872	707	70
10	CVA risk	631	675	50
11	Equity positions in banking book under the simple risk-weight method and internal models method	8,456	9,946	717
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	11,771	11,423	942
21	Of which STM approach	11,771	11,423	942
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 #	12,388	12,007	991
24a	Sovereign concentration risk	0	0	0
25	Amounts below the thresholds for deduction (subject to 250% RW)	1,209	1,216	103
26	Capital floor adjustment	0	451	0
26a	Deduction to RWA	1,741	1,716	139
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	1,741	1,716	139
27	Total	178,265	181,319	14,933

Note:

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 30th June, 2023 and 31st March, 2023

c The Group has adopted the Internal Ratings-based approach to calculate its exposure to credit risk from 31st March, 2023, with regulatory approved exempted portfolios remaining on the Standardized approach.

d RWAs in this table are presented before the application of the 1.06 scaling factor, where applicable.

e Minimum capital requirement represents the Pillar 1 capital charge at 8% of the RWAs after application of the 1.06 scaling factor, where applicable.

## OCBC Bank (Hong Kong) Limited

CC1: Composition of Regulatory Capital as at 30th June, 2023

		(a)	(b)
		Amount	Source based on Reference Numbers of the Consolidated Statement of Financial Position under the Regulatory Scope of Consolidation
<b>CET1 capital: instruments and reserves</b>			
1	Directly issued qualifying CET1 capital instruments plus any related share premium	7,308	(5)
2	Retained earnings	28,658	(6)
3	Disclosed reserves	6,344	(9)
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)	0	
6	<b>CET1 capital before regulatory deductions</b>	<b>42,310</b>	
<b>CET1 capital: regulatory deductions</b>			
7	Valuation adjustments	2	
8	Goodwill (net of associated deferred tax liabilities)	1,306	(1)
9	Other intangible assets (net of associated deferred tax liabilities)	0	
10	Deferred tax assets (net of associated deferred tax liabilities)	69	
11	Cash flow hedge reserve	0	
12	Excess of total EL amount over total eligible provisions under the IRB approach	0	
13	Credit-enhancing interest-only strip, and any gain-on-sale and other increase in the CET1 capital arising from securitisation transactions	0	
14	Gains and losses due to changes in own credit risk on fair valued liabilities	0	(2) + (4)
15	Defined benefit pension fund net assets (net of associated deferred tax liabilities)	0	
16	Investments in own CET1 capital instruments (if not already netted off paid-in capital on reported statement of financial position)	0	
17	Reciprocal cross-holdings in CET1 capital instruments	0	
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)	0	



## OCBC Bank (Hong Kong) Limited

### CC1: Composition of Regulatory Capital as at 30th June, 2023

		(a)	(b)
		Amount	Source based on Reference Numbers of the Consolidated Statement of Financial Position under the Regulatory Scope of Consolidation
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)	0	
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	3,851	
26a	Cumulative fair value gains arising from the revaluation of land and buildings (own-use and investment properties)	3,165	(8) + (10)
26b	Regulatory reserve for general banking risks	686	(7)
26c	Securitisation exposures specified in a notice given by the MA	0	
26d	Cumulative losses below depreciated cost arising from the institution's holdings of land and buildings	0	
26e	Capital shortfall of regulated non-bank subsidiaries	0	
26f	Capital investment in a connected company which is a commercial entity (amount above 15% of the reporting institution's capital base)	0	
27	Regulatory deductions applied to CET1 capital due to insufficient AT1 capital and Tier 2 capital to cover deductions	0	
28	<b>Total regulatory deductions to CET1 capital</b>	<b>5,229</b>	
29	<b>CET1 capital</b>	<b>37,081</b>	
<b>AT1 capital: instruments</b>			
30	Qualifying AT1 capital instruments plus any related share premium	3,000	
31	of which: classified as equity under applicable accounting standards	3,000	
32	of which: classified as liabilities under applicable accounting standards	0	
33	Capital instruments subject to phase-out arrangements from AT1 capital	0	

## OCBC Bank (Hong Kong) Limited

### CC1: Composition of Regulatory Capital as at 30th June, 2023

		(a)	(b)
		Amount	Source based on Reference Numbers of the Consolidated Statement of Financial Position under the Regulatory Scope of Consolidation
34	AT1 capital instruments issued by consolidated bank subsidiaries and held by third parties (amount allowed in AT1 capital of the consolidation group)	0	
35	<i>of which: AT1 capital instruments issued by subsidiaries subject to phase-out arrangements</i>	0	
36	<b>AT1 capital before regulatory deductions</b>	<b>3,000</b>	
<b>AT1 capital: regulatory deductions</b>			
37	Investments in own AT1 capital instruments	0	
38	Reciprocal cross-holdings in AT1 capital instruments	0	
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)	0	
40	Significant LAC investments in AT1 capital instruments issued by financial sector entities that are outside the scope of regulatory consolidation	0	
41	National specific regulatory adjustments applied to AT1 capital	0	
42	Regulatory deductions applied to AT1 capital due to insufficient Tier 2 capital to cover deductions	0	
43	<b>Total regulatory deductions to AT1 capital</b>	<b>0</b>	
44	<b>AT1 capital</b>	<b>3,000</b>	
45	<b>Tier 1 capital (T1 = CET1 + AT1)</b>	<b>40,081</b>	
<b>Tier 2 capital: instruments and provisions</b>			
46	Qualifying Tier 2 capital instruments plus any related share premium	0	
47	<i>Capital instruments subject to phase-out arrangements from Tier 2 capital</i>	0	(3)
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)	0	
49	<i>of which: capital instruments issued by subsidiaries subject to phase-out arrangements</i>	0	
50	Collective provisions and regulatory reserve for general banking risks eligible for inclusion in Tier 2 capital	648	
51	<b>Tier 2 capital before regulatory deductions</b>	<b>648</b>	

## OCBC Bank (Hong Kong) Limited

### CC1: Composition of Regulatory Capital as at 30th June, 2023

		(a)	(b)
		Amount	Source based on Reference Numbers of the Consolidated Statement of Financial Position under the Regulatory Scope of Consolidation
<b>Tier 2 capital: regulatory deductions</b>			
52	Investments in own Tier 2 capital instruments	0	
53	Reciprocal cross-holdings in Tier 2 capital instruments and non-capital LAC liabilities	0	
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)	0	
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)	0	
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)	0	
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)	0	
56	National specific regulatory adjustments applied to Tier 2 capital	(1,424)	
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	(1,424)	((8) + (10)) X 45%
56b	Regulatory deductions applied to Tier 2 capital to cover the required deductions falling within §48(1)(g) of BCR	0	
57	<b>Total regulatory adjustments to Tier 2 capital</b>	<b>(1,424)</b>	
58	<b>Tier 2 capital (T2)</b>	<b>2,072</b>	
59	<b>Total regulatory capital (TC = T1 + T2)</b>	<b>42,153</b>	
60	<b>Total RWA</b>	<b>186,664</b>	
<b>Capital ratios (as a percentage of RWA)</b>			
61	<b>CET1 capital ratio</b>	<b>19.865%</b>	
62	<b>Tier 1 capital ratio</b>	<b>21.472%</b>	
63	<b>Total capital ratio</b>	<b>22.582%</b>	
64	<b>Institution-specific buffer requirement capital conservation buffer plus countercyclical capital buffer plus higher loss absorbency requirements)</b>	<b>3.051%</b>	
65	of which: capital conservation buffer requirement	2.500%	
66	of which: bank specific countercyclical capital buffer requirement	0.551%	
67	of which: higher loss absorbency requirement	0.000%	
68	<b>CET1 (as a percentage of RWA) available after meeting minimum capital requirements</b>	<b>15.365%</b>	
<b>National minima (if different from Basel 3 minimum)</b>			
69	National CET1 minimum ratio	Not applicable	
70	National Tier 1 minimum ratio	Not applicable	
71	National Total capital minimum ratio	Not applicable	

## OCBC Bank (Hong Kong) Limited

### CC1: Composition of Regulatory Capital as at 30th June, 2023

		(a)	(b)
		Amount	Source based on Reference Numbers of the Consolidated Statement of Financial Position under the Regulatory Scope of Consolidation
<b>Amounts below the thresholds for deduction (before risk weighting)</b>			
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	2,112	
73	Significant LAC investments in CET1 capital instruments issued by financial sector entities that are outside the scope of regulatory consolidation	484	
74	Mortgage servicing rights (net of associated deferred tax liabilities)	Not applicable	
75	Deferred tax assets arising from temporary differences (net of associated deferred tax liabilities)	Not applicable	
<b>Applicable caps on the inclusion of provisions in Tier 2 capital</b>			
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)	162	
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	180	
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)	486	
79	Cap for inclusion of provisions in Tier 2 under the IRB approach and SEC-IRBA	890	
<b>Capital instruments subject to phase-out arrangements (only applicable between 1 Jan 2018 and 1 Jan 2022)</b>			
80	Current cap on CET1 capital instruments subject to phase-out arrangements	Not applicable	
81	Amount excluded from CET1 due to cap (excess over cap after redemptions and maturities)	Not applicable	
82	Current cap on AT1 capital instruments subject to phase-out arrangements	0	
83	Amount excluded from AT1 capital due to cap (excess over cap after redemptions and maturities)	0	
84	Current cap on Tier 2 capital instruments subject to phase-out arrangements	0	
85	Amount excluded from Tier 2 capital due to cap (excess over cap after redemptions and maturities)	0	

## OCBC Bank (Hong Kong) Limited

### CC1: Composition of Regulatory Capital as at 30th June, 2023

Notes to the disclosure:

	Description	Hong Kong basis	Basel III basis
9	<b>Other intangible assets (net of associated deferred tax liabilities)</b>	0	0
	<p><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.</p>		
10	<b>Deferred tax assets (net of associated deferred tax liabilities)</b>	69	69
	<p><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.</p>		

**OCBC Bank (Hong Kong) Limited****CC1: Composition of Regulatory Capital as at 30th June, 2023**

	Description	Hong Kong basis	Basel III basis
18	<b>Insignificant LAC investments in CET1 capital instruments issued by financial sector entities that are outside the scope of regulatory consolidation (amount above 10% threshold)</b>	0	0
	<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.		
19	<b>Significant LAC investments in CET1 capital instruments issued by financial sector entities that are outside the scope of regulatory consolidation (amount above 10% threshold)</b>	0	0
	<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.		

## OCBC Bank (Hong Kong) Limited

### CC1: Composition of Regulatory Capital as at 30th June, 2023

	Description	Hong Kong basis	Basel III basis
39	<b>Insignificant LAC investments in AT1 capital instruments issued by financial sector entities that are outside the scope of regulatory consolidation (amount above 10% threshold)</b>	0	0
	<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 disclosure 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	<b>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)</b>	0	0
	<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 disclosure 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.		
<b>Remarks:</b> 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

## OCBC Bank (Hong Kong) Limited

### CC2: Reconciliation of Regulatory Capital to Consolidated Statement of Financial Position as at 30th June, 2023

	(a)	(b)	(c)
	Consolidated Statement of Financial Position as in published financial statement	Consolidated Statement of Financial Position under regulatory scope of consolidation	Reference
	<u>30th June, 2023</u>	<u>30th June, 2023</u>	
<b>ASSETS</b>			
Cash and balances with banks and central banks	7,704	7,704	
Placements with banks, central banks and other financial institutions	3,156	3,156	
Amounts due from ultimate holding company, fellow subsidiaries and fellow associates	10,594	10,594	
Trading assets	16,882	16,882	
of which : - insignificant capital investments in financial sector entities exceeding 10% threshold	0	0	
Advances to customers and other accounts	202,830	202,642	
Amounts due from subsidiaries	0	3	
Financial assets measured at fair value through other comprehensive income	82,241	82,241	
of which : - insignificant capital investments in financial sector entities exceeding 10% threshold	0	0	
- significant capital investments in financial sector entities exceeding 10% threshold	0	0	
Debt securities measured at amortised cost	5,513	5,513	
Assets held for sale	10	10	
Investments in subsidiaries	0	20	
of which : - significant capital investments in financial sector entities exceeding 10% threshold	0	0	
Investments in associated companies	732	332	
of which : - significant capital investments in financial sector entities exceeding 10% threshold	0	0	
Tangible fixed assets			
- Investment properties	323	323	
- Other properties, plants and equipment	5,068	5,068	
Goodwill	1,306	1,306	(1)
Current tax recoverable	40	37	
Deferred tax assets	74	74	
Total assets	<u>336,473</u>	<u>335,905</u>	



## OCBC Bank (Hong Kong) Limited

### CC2: Reconciliation of Regulatory Capital to Consolidated Statement of Financial Position as at 30th June, 2023

	(a)	(b)	(c)
	Consolidated Statement of Financial Position as in published financial statement	Consolidated Statement of Financial Position under regulatory scope of consolidation	Reference
	<u>30th June, 2023</u>	<u>30th June, 2023</u>	
<b>EQUITY AND LIABILITIES</b>			
Deposits and balances of banks	9,768	9,768	
Amounts due to ultimate holding company and fellow subsidiaries	6,916	6,916	
Deposits from customers	246,936	246,936	
Certificates of deposit and fixed rate note issued	6,128	6,128	
of which : - gains or losses due to changes in the own credit risk on fair value liabilities	0	0	(2)
Trading liabilities	14,667	14,667	
Lease liabilities	77	77	
Current tax payable	555	555	
Deferred tax liabilities	506	506	
Other accounts and provisions	4,458	4,303	
Amounts due to subsidiaries	0	721	
Subordinated liabilities	0	0	
of which : - subordinated debt not eligible for inclusion in regulatory capital	0	0	(3)
- subordinated debt eligible for inclusion in regulatory capital	0	0	
- gains or losses due to changes in the own credit risk on fair value liabilities	0	0	(4)
Total liabilities	<u>290,011</u>	<u>290,577</u>	
Share capital	7,308	7,308	(5)
Reserves	36,154	35,020	
of which : - Retained earnings	0	28,658	(6)
of which: - regulatory reserve for general banking risks	0	686	(7)
- cumulative fair value gains arising from revaluation of investment properties	0	189	(8)
- Disclosed reserves	0	6,344	(9)
of which: - cumulative fair value gains arising from revaluation of land and buildings	0	2,976	(10)
Perpetual capital securities issued	<u>3,000</u>	<u>3,000</u>	
Shareholders' funds	<u>46,462</u>	<u>45,328</u>	
Total equity	<u>46,462</u>	<u>45,328</u>	
Total equity and liabilities	<u><u>336,473</u></u>	<u><u>335,905</u></u>	

## OCBC Bank (Hong Kong) Limited

### CCA: Main Features of Regulatory Capital Instruments as at 30th June, 2023

		(a)	(b)	(c)
		Quantitative / qualitative information	Quantitative / qualitative information	Quantitative / qualitative information
		Ordinary shares	HKD1,500 million Additional Tier 1 Capital Securities (issued on 12th December, 2018)	HKD1,500 million Additional Tier 1 Capital Securities (issued on 27th September, 2019)
1	Issuer	OCBC Bank (Hong Kong) Limited (formerly known as "OCBC Wing Hang Bank Limited")	OCBC Bank (Hong Kong) Limited (formerly known as "OCBC Wing Hang Bank Limited")	OCBC Bank (Hong Kong) Limited (formerly known as "OCBC Wing Hang Bank Limited")
2	Unique identifier (e.g. CUSIP, ISIN or Bloomberg identifier for private placement)	N/A	N/A	N/A
3	Governing law(s) of the instrument	Hong Kong	The Capital Securities are governed by and shall be construed in accordance with Hong Kong law.	The Capital Securities are governed by and shall be construed in accordance with Hong Kong law.
<i>Regulatory treatment</i>				
4	Transitional Basel III rules <sup>1</sup>	Common Equity Tier 1	N/A	N/A
5	Post-transitional Basel III rules <sup>2</sup>	Common Equity Tier 1	Additional Tier 1	Additional Tier 1
6	Eligible at solo*/group/solo and group	Solo and Group	Solo and Group	Solo and Group
7	Instrument type (types to be specified by each jurisdiction)	Ordinary shares	Additional Tier 1 capital instruments	Additional Tier 1 capital instruments
8	Amount recognised in regulatory capital (in HK\$ million, as at 30th June, 2023)	7,308	1,500	1,500
9	Par value of instrument	N/A	HK\$ 1,500 million	HK\$ 1,500 million
10	Accounting classification	Shareholders' equity	Equity instruments	Equity instruments
11	Original date of issuance	11th April, 1960	12th December, 2018	27th September, 2019
12	Perpetual or dated	N/A	Perpetual	Perpetual
13	Original maturity date	N/A	N/A	N/A
14	Issuer call subject to prior supervisory approval	N/A	Yes	Yes
15	Optional call date, contingent call dates and redemption amount	N/A	First optional call date: 12th December, 2023 Contingent call dates: Redemption for tax or regulatory reasons. Redemption amount: Redeem at outstanding principal amount together with accrued dividends	First optional call date: 27th September, 2024 Additional optional redemption for tax reasons, tax deductions reasons and regulatory reasons. Redemption amount in whole at 100% of outstanding principal amount together with accrued distributions subject to adjustment following the occurrence of a Non-Viability Event.

**OCBC Bank (Hong Kong) Limited**

**CCA: Main Features of Regulatory Capital Instruments as at 30th June, 2023**

		(a)	(b)	(c)
		Quantitative / qualitative information	Quantitative / qualitative information	Quantitative / qualitative information
		Ordinary shares	HKD1,500 million Additional Tier 1 Capital Securities (issued on 12th December, 2018)	HKD1,500 million Additional Tier 1 Capital Securities (issued on 27th September, 2019)
16	Subsequent call dates, if applicable	N/A	Any distribution payment date thereafter	Any distribution payment date thereafter
	<i>Coupons / dividends</i>			
17	Fixed or floating dividend/coupon	N/A	Fixed	Fixed
18	Coupon rate and any related index	N/A	Year 1-5: 5.3% per annum payable semi-annually in arrear; Year 5 onwards: resettable on year 5 and every 5 years thereafter at then prevailing 5-year Hong Kong Dollar Swap Offer Rate plus a fixed initial spread	Year 1-5: 4.25% per annum payable semi-annually in arrear; Year 5 onwards: resettable on year 5 and every 5 years thereafter at then prevailing 5-year Hong Kong Dollar Swap Offer Rate plus a fixed initial spread.
19	Existence of a dividend stopper	N/A	Yes	Yes
20	Fully discretionary, partially discretionary or mandatory	Fully discretionary	Fully discretionary	Fully discretionary
21	Existence of step-up or other incentive to redeem	N/A	No	No
22	Non-cumulative or cumulative	N/A	Non-cumulative	Non-cumulative
23	Convertible or non-convertible	N/A	Non-convertible	Non-convertible
24	If convertible, conversion trigger(s)	N/A	N/A	N/A
25	If convertible, fully or partially	N/A	N/A	N/A
26	If convertible, conversion rate	N/A	N/A	N/A
27	If convertible, mandatory or optional conversion	N/A	N/A	N/A
28	If convertible, specify instrument type convertible into	N/A	N/A	N/A
29	If convertible, specify issuer of instrument it converts into	N/A	N/A	N/A

**OCBC Bank (Hong Kong) Limited**

CCA: Main Features of Regulatory Capital Instruments as at 30th June, 2023

		(a)	(b)	(c)
		Quantitative / qualitative information	Quantitative / qualitative information	Quantitative / qualitative information
		Ordinary shares	HKD1,500 million Additional Tier 1 Capital Securities (issued on 12th December, 2018)	HKD1,500 million Additional Tier 1 Capital Securities (issued on 27th September, 2019)
30	Write-down feature	N/A	Yes	Yes
31	If write-down, write-down trigger(s)	N/A	Upon the occurrence of a Non-Viability Event	Upon the occurrence of a Non-Viability Event
32	If write-down, full or partial	N/A	May be partially or fully written down	May be partially or fully written down
33	If write-down, permanent or temporary	N/A	Permanent	Permanent
34	If temporary write-down, description of write-up mechanism	N/A	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	Subordinated to depositors and general creditors, creditors in respect of Tier 2 Capital Instruments and all other Subordinated Indebtedness of the Issuer; pari passu with Parity Obligations; senior to holders of Junior Obligations (including the Issuer's ordinary shares).	Subordinated to depositors, general creditors, other unsubordinated creditors, holders of Loss Absorbing Non-Preferred Instruments of the Issuer, creditors in respect of Tier 2 Capital Instruments of the Issuer, and all other Subordinated Indebtedness of the Issuer; pari passu with Parity Obligations; and senior to holders of Junior Obligations (including the Issuer's ordinary shares).
36	Non-compliant transitioned features	N/A	No	No
37	If yes, specify non-compliant features	N/A	N/A	N/A

Footnote:

<sup>1</sup> Regulatory treatment of capital instruments subject to transitional arrangements provided for in Schedule 4H to the BCR.

<sup>2</sup> Regulatory treatment of capital instruments not subject to transitional arrangements provided for in Schedule 4H to the BCR

\* Include solo-consolidated basis

## **OCBC Bank (Hong Kong) Limited**

### **CCyB1: Geographical distribution of credit exposures used in countercyclical capital buffer ("CCyB") as at 30th June, 2023**

The following table presents the geographical breakdown of risk-weighted amounts (RWA) in relation to private sector credit exposures as at 30th June, 2023:

		(a)	(c)	(d)	(e)
	Geographical breakdown by Jurisdiction (J)	Applicable JCCyB ratio in effect (%)	RWA used in computation of CCyB ratio	AI-specific CCyB ratio (%)	CCyB amount
1	Hong Kong SAR	1.000%	75,441		
2	Mainland China	0.000%	52,737		
3	Australia	1.000%	317		
4	Bangladesh	0.000%	41		
5	Belgium	0.000%	16		
6	Brazil	0.000%	18		
7	Canada	0.000%	63		
8	Denmark	0.000%	0		
9	Finland	0.000%	1		
10	France	0.500%	3		
11	Germany	0.750%	356		
12	India	0.000%	37		
13	Indonesia	0.000%	1		
14	Ireland	0.000%	140		
15	Italy	0.000%	2		
16	Japan	0.000%	32		
17	Kenya	0.000%	3		
18	Macau	0.000%	10,671		
19	Malaysia	0.000%	99		

## OCBC Bank (Hong Kong) Limited

### CCyB1: Geographical distribution of credit exposures used in countercyclical capital buffer ("CCyB") as at 30th June, 2023

The following table presents the geographical breakdown of risk-weighted amounts (RWA) in relation to private sector credit exposures as at 30th June, 2023:

		(a)	(c)	(d)	(e)
	Geographical breakdown by Jurisdiction (J)	Applicable JCCyB ratio in effect (%)	RWA used in computation of CCyB ratio	AI-specific CCyB ratio (%)	CCyB amount
20	Mexico	0.000%	4		
21	Myanmar	0.000%	7		
22	Netherlands	1.000%	2		
23	New Zealand	0.000%	1		
24	Papua New Guinea	0.000%	0		
25	Peru	0.000%	0		
26	Philippines	0.000%	1		
27	Portugal	0.000%	0		
28	Saudi Arabia	0.000%	2		
29	Singapore	0.000%	417		
30	South Africa	0.000%	2		
31	South Korea	0.000%	64		
32	Spain	0.000%	8		
33	Sweden	2.000%	3		
34	Taiwan, China	0.000%	111		
35	Thailand	0.000%	2		
36	Turkey	0.000%	9		
37	United Arab Emirates	0.000%	0		
38	United Kingdom	1.000%	3,580		
39	United States	0.000%	297		
40	Vietnam	0.000%	91		
41	Sum		144,579		
42	Total		144,579	0.551%	796

## OCBC Bank (Hong Kong) Limited

### LR1: Summary Comparison of Accounting Assets against Leverage Ratio ("LR") Exposure Measure as at 30th June, 2023

		(a)
	Item	Value under the LR framework
1	Total consolidated assets as per published financial statements	336,473
2	Adjustment for investments in banking, financial, insurance or commercial entities that are consolidated for accounting purposes but outside the scope of regulatory consolidation	(380)
2a	Adjustment for securitised exposures that meet the operational requirements for the recognition of risk transference	0
3	Adjustment for fiduciary assets recognised on the balance sheet pursuant to the applicable accounting standard but excluded from the LR exposure measure	0
3a	Adjustments for eligible cash pooling transactions	0
4	Adjustments for derivative contracts	32,310
5	Adjustment for SFTs (i.e. repos and similar secured lending)	395
6	Adjustment for off-balance sheet ("OBS") items (i.e. conversion to credit equivalent amounts of OBS exposures)	13,689
6a	Adjustments for prudent valuation adjustments and specific and collective provisions that are allowed to be excluded from exposure measure	(279)
7	Other adjustments	(5,417)
8	<b>Leverage ratio exposure measure</b>	<b>376,791</b>

## OCBC Bank (Hong Kong) Limited

### LR2: Leverage Ratio ("LR") as at 30th June, 2023

		(a)	(b)
		30th June, 2023	31st March, 2023
<b>On-balance sheet exposures</b>			
1	On-balance sheet exposures (excluding those arising from derivative contracts and SFTs, but including collateral)	312,651	321,885
2	Less: Asset amounts deducted in determining Tier 1 capital	(5,229)	(5,285)
3	<b>Total on-balance sheet exposures (excluding derivative contracts and SFTs)</b>	307,422	316,600
<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 netting)	19,666	8,343
5	Add-on amounts for PFE associated with all derivative contracts	27,826	27,301
6	Gross-up for collateral provided in respect of derivatives 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	(136)	(188)
8	Less: Exempted CCP leg of client-cleared trade exposures	0	0
9	Adjusted effective notional amount of written credit-related derivative contracts	1,699	1,781
10	Less: Adjusted effective notional offsets and add-on deductions for written credit-related derivative contracts	(1,699)	(1,781)
11	<b>Total exposures arising from derivative contracts</b>	47,356	35,456



## **OCBC Bank (Hong Kong) Limited**

### **LR2: Leverage Ratio ("LR") as at 30th June, 2023**

		(a)	(b)
		30th June, 2023	31st March, 2023
<b>Exposures arising from SFTs</b>			
12	Gross SFT assets (with no recognition of netting), after adjusting for sale accounting transactions	7,759	9,259
13	Less: Netted amounts of cash payables and cash receivables of gross SFT assets	0	0
14	CCR exposure for SFT assets	395	544
15	Agent transaction exposures	0	0
16	<b>Total exposures arising from SFTs</b>	<b>8,154</b>	<b>9,803</b>

## **OCBC Bank (Hong Kong) Limited**

### **LR2: Leverage Ratio ("LR") as at 30th June, 2023**

		(a)	(b)
		30th June, 2023	31st March, 2023
<b>Other off-balance sheet exposures</b>			
17	Off-balance sheet exposure at gross notional amount	69,073	66,937
18	Less: Adjustments for conversion to credit equivalent amounts	(54,936)	(53,027)
19	<b>Off-balance sheet items</b>	<b>14,137</b>	<b>13,910</b>
<b>Capital and total exposures</b>			
20	Tier 1 capital	40,081	41,031
20a	<b>Total exposures before adjustments for specific and collective provisions</b>	<b>377,070</b>	<b>375,769</b>
20b	<b>Adjustments for specific and collective provisions</b>	<b>(279)</b>	<b>(408)</b>
21	<b>Total exposures after adjustments for specific and collective provisions</b>	<b>376,791</b>	<b>375,361</b>
<b>Leverage ratio</b>			
22	<b>Leverage ratio</b>	<b>10.64%</b>	<b>10.93%</b>

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

## OCBC Bank (Hong Kong) Limited

### CR1: Credit quality of exposures as at 30th June, 2023

The table below provides an overview of the credit quality of on- and off-balance sheet exposures as at 30th June, 2023:

	(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			
1	Loans	2,770	197,384	861	27	64	770	199,293
2	Debt securities	0	89,252	18	0	2	16	89,234
3	Off-balance sheet exposures	0	15,263	261	0	26	235	15,002
4	<b>Total</b>	<b>2,770</b>	<b>301,899</b>	<b>1,140</b>	<b>27</b>	<b>92</b>	<b>1,021</b>	<b>303,529</b>

## OCBC Bank (Hong Kong) Limited

### CR2: Changes in defaulted loans and debt securities as at 30th June, 2023

The table below provides information on changes in defaulted loans and debt securities, including any changes in the amount of defaulted exposures, movements between non-defaulted and defaulted exposures, and reductions in the defaulted exposures due to write-offs as at 30th June, 2023 and 31st December, 2022 respectively:

		(a)
		Amount
1	<b>Defaulted loans and debt securities at end of 31st December, 2022</b>	2,883
2	Loans and debt securities that have defaulted since the last reporting period	385
3	Returned to non-defaulted status	(73)
4	Amounts written off	(48)
5	Other changes*	(377)
6	<b>Defaulted loans and debt securities at end of 30th June, 2023</b>	2,770

\* Other changes include loan repayment.

## OCBC Bank (Hong Kong) Limited

### CR3: Overview of recognised credit risk mitigation as at 30th June, 2023

The following table presents the extent of credit risk exposures covered by different types of recognised CRM as at 30th June, 2023:

		(a)	(b1)	(b)	(d)	(f)
		Exposures unsecured: carrying amount	Exposures to be secured	Exposures secured by recognised collateral	Exposures secured by recognised guarantees	Exposures secured by recognised credit derivative contracts
1	Loans	102,237	97,056	95,765	1,291	0
2	Debt securities	89,234	0	0	0	0
<b>3</b>	<b>Total</b>	<b>191,471</b>	<b>97,056</b>	<b>95,765</b>	<b>1,291</b>	<b>0</b>
4	Of which defaulted	1,162	1,385	1,345	40	0

## OCBC Bank (Hong Kong) Limited

### CR4: Credit risk exposures and effects of recognised credit risk mitigation – for STC approach as at 30th June 2023

The following table illustrates the effect of any recognised CRM (including recognised collateral under both comprehensive and simple approaches) on the calculation of credit risk capital requirements under STC approach as at 30th June, 2023:

		(a)	(b)	(c)	(d)	(e)	(f)
		Exposures pre-CCF and pre-CRM		Exposures post-CCF and post-CRM		RWA and RWA density	
Exposure classes		On-balance sheet amount	Off-balance sheet amount	On-balance sheet amount	Off-balance sheet amount	RWA	RWA density
1	Sovereign exposures	0	0	0	0	0	0.0%
2	PSE exposures	0	0	0	0	0	0.0%
2a	Of which: domestic PSEs	0	0	0	0	0	0.0%
2b	Of which: foreign PSEs	0	0	0	0	0	0.0%
3	Multilateral development bank exposures	20	0	20	0	0	0.0%
4	Bank exposures	0	0	0	0	0	0.0%
5	Securities firm exposures	0	0	0	0	0	0.0%
6	Corporate exposures	1,995	722	1,988	21	1,469	73.1%
7	CIS exposures	0	0	0	0	0	0.0%
8	Cash items	0	0	0	0	0	0.0%
9	Exposures in respect of failed delivery on transactions entered into on a basis other than a delivery-versus-payment basis	0	0	0	0	0	0.0%
10	Regulatory retail exposures	7,240	4,591	6,734	17	5,063	75.0%
11	Residential mortgage loans	9,789	0	9,298	0	3,899	41.9%
12	Other exposures which are not past due exposures	3,368	49	3,368	0	3,368	100.0%
13	Past due exposures	578	0	547	0	555	101.5%
14	Significant exposures to commercial entities	0	0	0	0	0	0.0%
15	<b>Total</b>	<b>22,990</b>	<b>5,362</b>	<b>21,955</b>	<b>38</b>	<b>14,354</b>	<b>65.3%</b>

## OCBC Bank (Hong Kong) Limited

### CR5: Credit risk exposures by asset classes and by risk weights – for STC approach as at 30th June, 2023

The following table presents a breakdown of credit risk exposures under STC approach by asset classes and by risk weights as at 30th June, 2023:

	Exposure class	Risk Weight										(j) Total credit risk exposures amount (post CCF and post CRM)	
		(a) 0%	(b) 10%	(c) 20%	(d) 35%	(e) 50%	(f) 75%	(g) 100%	(h) 150%	(ha) 250%	(i) Others		
1	Sovereign exposures	0	0	0	0	0	0	0	0	0	0	0	0
2	PSE exposures	0	0	0	0	0	0	0	0	0	0	0	0
2a	Of which: domestic PSEs	0	0	0	0	0	0	0	0	0	0	0	0
2b	Of which: foreign PSEs	0	0	0	0	0	0	0	0	0	0	0	0
3	Multilateral development bank exposures	20	0	0	0	0	0	0	0	0	0	0	20
4	Bank exposures	0	0	0	0	0	0	0	0	0	0	0	0
5	Securities firm exposures	0	0	0	0	0	0	0	0	0	0	0	0
6	Corporate exposures	0	0	308	0	588	0	1,113	0	0	0	0	2,009
7	CIS exposures	0	0	0	0	0	0	0	0	0	0	0	0
8	Cash items	0	0	0	0	0	0	0	0	0	0	0	0
9	Exposures in respect of failed delivery on transactions entered into on a basis other than a delivery-versus-payment basis	0	0	0	0	0	0	0	0	0	0	0	0
10	Regulatory retail exposures	0	0	0	0	0	6,751	0	0	0	0	0	6,751
11	Residential mortgage loans	0	0	0	7,851	0	1,183	264	0	0	0	0	9,298
12	Other exposures which are not past due exposures	0	0	0	0	0	0	3,368	0	0	0	0	3,368
13	Past due exposures	0	0	0	0	0	0	530	17	0	0	0	547
14	Significant exposures to commercial entities	0	0	0	0	0	0	0	0	0	0	0	0
15	<b>Total</b>	<b>20</b>	<b>0</b>	<b>308</b>	<b>7,851</b>	<b>588</b>	<b>7,934</b>	<b>5,275</b>	<b>17</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>21,993</b>

**OCBC Bank (Hong Kong) Limited**

**CR6: Credit risk exposures by portfolio and PD ranges – for IRB approach as at 30th June, 2023**

The following tables present the main parameters of internal models used for the calculation of credit risk capital requirements under the foundation and retail IRB approaches respectively at 30th June, 2023:

Foundation IRB Approach

		(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)	(i)	(j)	(k)	(l)
	PD scale	Original on-balance sheet gross exposure	Off- balance sheet exposures pre-CCF	Average CCF	EAD post-CRM and post-CCF	Average PD	Number of obligors	Average LGD	Average maturity	RWA	RWA density	EL	Provisions
Sovereign	0.00 to < 0.15	44,636	0	0.0%	44,638	0.02%	13	45.0%	1.53	2,555	5.7%	4	
	0.15 to < 0.25	0	0	0.0%	0	0.00%	0	0.0%	0.00	0	0.0%	0	
	0.25 to < 0.50	0	0	0.0%	0	0.00%	0	0.0%	0.00	0	0.0%	0	
	0.50 to < 0.75	0	0	0.0%	0	0.00%	0	0.0%	0.00	0	0.0%	0	
	0.75 to < 2.50	0	0	0.0%	0	0.00%	0	0.0%	0.00	0	0.0%	0	
	2.50 to < 10.00	0	0	0.0%	0	0.00%	0	0.0%	0.00	0	0.0%	0	
	10.00 to < 100.00	0	0	0.0%	0	0.00%	0	0.0%	0.00	0	0.0%	0	
	100.00 (Default)	0	0	0.0%	0	0.00%	0	0.0%	0.00	0	0.0%	0	
Sub-total	44,636	0	0.0%	44,638	0.02%	13	45.0%	1.53	2,555	5.7%	4	32	
Bank	0.00 to < 0.15	45,337	795	94.6%	47,382	0.04%	151	45.2%	1.00	6,021	12.7%	9	
	0.15 to < 0.25	216	0	0.0%	216	0.19%	4	45.0%	1.04	85	39.3%	0	
	0.25 to < 0.50	4,658	429	88.5%	5,038	0.37%	12	45.0%	0.74	2,713	53.8%	9	
	0.50 to < 0.75	915	0	0.0%	915	0.54%	7	45.0%	0.08	520	56.9%	2	
	0.75 to < 2.50	817	222	0.0%	817	1.83%	22	37.3%	0.60	695	85.0%	6	
	2.50 to < 10.00	6	9	0.0%	6	6.42%	3	0.0%	1.00	0	0.0%	0	
	10.00 to < 100.00	0	0	0.0%	0	0.00%	0	0.0%	0.00	0	0.0%	0	
	100.00 (Default)	0	0	0.0%	0	0.00%	0	0.0%	0.00	0	0.0%	0	
Sub-total	51,949	1,455	77.8%	54,374	0.11%	199	45.0%	0.96	10,034	18.5%	26	131	
Corporate - Small and-medium sized corporates	0.00 to < 0.15	489	241	0.2%	487	0.14%	11	34.9%	1.00	71	14.5%	0	
	0.15 to < 0.25	0	0	0.0%	0	0.00%	0	0.0%	0.00	0	0.0%	0	
	0.25 to < 0.50	1,090	720	0.0%	1,090	0.37%	14	36.1%	1.23	327	30.0%	1	
	0.50 to < 0.75	259	187	1.1%	260	0.54%	18	42.5%	1.81	131	50.6%	1	
	0.75 to < 2.50	4,963	1,238	4.2%	4,953	1.60%	189	35.7%	2.07	3,151	63.6%	28	
	2.50 to < 10.00	6,345	638	19.2%	6,411	4.41%	152	37.0%	1.84	5,606	87.4%	105	
	10.00 to < 100.00	1,472	115	3.1%	1,451	11.57%	63	36.2%	1.95	1,754	120.9%	61	
	100.00 (Default)	7	0	0.0%	5	100.00%	2	24.6%	0.46	3	74.5%	2	
Sub-total	14,625	3,139	5.8%	14,657	3.69%	449	36.5%	1.86	11,043	75.3%	198	138	
Corporate - Other corporates	0.00 to < 0.15	26,838	11,246	13.2%	28,327	0.12%	145	44.2%	1.71	8,043	28.4%	14	
	0.15 to < 0.25	0	0	0.0%	0	0.00%	0	0.0%	0.00	0	0.0%	0	
	0.25 to < 0.50	21,944	14,438	14.1%	23,975	0.37%	143	43.6%	1.72	12,851	53.6%	39	
	0.50 to < 0.75	21,508	13,554	20.0%	24,212	0.54%	172	43.0%	1.66	15,315	63.3%	56	
	0.75 to < 2.50	24,225	15,827	15.4%	26,605	1.42%	420	39.6%	2.12	22,910	86.1%	149	
	2.50 to < 10.00	12,810	2,111	19.4%	13,162	4.43%	252	36.5%	2.62	15,431	117.2%	213	
	10.00 to < 100.00	4,386	1,581	2.2%	4,411	11.30%	170	36.0%	2.74	7,214	163.6%	180	
	100.00 (Default)	1,872	0	50.0%	1,864	100.00%	29	38.6%	2.49	6,862	368.1%	306	
Sub-total	113,583	58,757	15.5%	122,556	2.92%	1,331	41.6%	1.94	88,626	72.3%	957	1,334	



**OCBC Bank (Hong Kong) Limited**

**CR6: Credit risk exposures by portfolio and PD ranges – for IRB approach as at 30th June, 2023**

Retail IRB Approach

		(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)	(i)	(j)	(k)	(l)
	PD scale	Original on-balance sheet gross exposure	Off-balance sheet exposures pre-CCF	Average CCF	EAD post-CRM and post-CCF	Average PD	Number of obligors	Average LGD	Average maturity	RWA	RWA density	EL	Provisions
Retail - Residential mortgage exposures (including individuals and property-holding shell companies)	0.00 to < 0.15	2,971	0	0.0%	2,971	0.10%	1,224	10.0%		446	15.0%	0	
	0.15 to < 0.25	18,975	1	100.0%	18,976	0.20%	7,542	10.4%		2,846	15.0%	4	
	0.25 to < 0.50	0	0	0.0%	0	0.00%	0	0.0%		0	0.0%	0	
	0.50 to < 0.75	12,549	0	0.0%	12,549	0.50%	4,880	10.7%		1,902	15.2%	7	
	0.75 to < 2.50	9,937	83	110.0%	10,029	1.52%	3,931	10.7%		1,760	17.5%	16	
	2.50 to < 10.00	2,210	208	100.0%	2,418	4.75%	1,115	13.2%		1,034	42.8%	16	
	10.00 to < 100.00	298	20	100.0%	317	19.81%	94	11.7%		191	60.3%	7	
	100.00 (Default)	284	1	0.0%	284	100.00%	98	11.3%		253	89.1%	14	
Sub-total	47,224	313	102.5%	47,544	1.51%	18,884	10.7%		8,432	17.7%	64	115	
Retail - Small business retail exposures	0.00 to < 0.15	353	0	0.0%	353	0.10%	1,900	26.0%		23	6.4%	0	
	0.15 to < 0.25	816	0	0.0%	816	0.20%	2,548	29.0%		96	11.8%	0	
	0.25 to < 0.50	0	0	0.0%	0	0.00%	0	0.0%		0	0.0%	0	
	0.50 to < 0.75	614	0	0.0%	614	0.50%	1,631	32.6%		144	23.4%	1	
	0.75 to < 2.50	193	0	0.0%	193	1.50%	570	34.6%		79	41.0%	1	
	2.50 to < 10.00	31	0	0.0%	31	5.79%	135	33.6%		16	50.4%	1	
	10.00 to < 100.00	25	0	0.0%	25	20.43%	98	28.0%		12	49.2%	1	
	100.00 (Default)	53	0	0.0%	53	100.00%	55	35.7%		77	145.3%	16	
Sub-total	2,085	0	0.0%	2,085	3.27%	6,937	30.3%		447	21.4%	20	20	
Retail - Other retail exposures to individuals	0.00 to < 0.15	943	0	0.0%	943	0.10%	8,855	25.2%		59	6.3%	0	
	0.15 to < 0.25	2,752	2	100.0%	2,753	0.20%	7,953	21.9%		244	8.9%	1	
	0.25 to < 0.50	0	0	0.0%	0	0.00%	0	0.0%		0	0.0%	0	
	0.50 to < 0.75	2,769	4	100.0%	2,773	0.50%	5,335	26.4%		527	19.0%	4	
	0.75 to < 2.50	1,693	5	100.0%	1,698	1.38%	2,811	40.1%		800	47.1%	10	
	2.50 to < 10.00	874	21	107.5%	896	4.30%	1,028	27.8%		365	40.7%	12	
	10.00 to < 100.00	97	18	100.0%	116	16.32%	343	55.4%		122	105.0%	11	
	100.00 (Default)	37	0	0.0%	37	100.00%	89	61.7%		187	500.1%	10	
Sub-total	9,165	50	103.1%	9,216	1.50%	26,414	28.1%		2,304	25.0%	48	36	
<b>Total (sum of all portfolios)</b>		<b>283,267</b>	<b>63,714</b>	<b>17.0%</b>	<b>295,070</b>	<b>1.73%</b>	<b>54,227</b>	<b>37.0%</b>		<b>123,441</b>	<b>41.8%</b>	<b>1,317</b>	<b>1,806</b>

## OCBC Bank (Hong Kong) Limited

### CR7: Effects on RWA of recognized credit derivative contracts used as recognized credit risk mitigation – for IRB approach as at 30th June, 2023

The following table presents the effect of recognised credit derivative contracts on the calculation of credit risk capital requirements under the IRB approach as at 30th June, 2023:

		(a)	(b)
		Pre-credit derivatives RWA	Actual RWA
1	Corporate – Specialized lending under supervisory slotting criteria approach (project finance)	0	0
2	Corporate – Specialized lending under supervisory slotting criteria approach (object finance)	0	0
3	Corporate – Specialized lending under supervisory slotting criteria approach (commodities finance)	0	0
4	Corporate – Specialized lending under supervisory slotting criteria approach (income-producing real estate)	0	0
5	Corporate – Specialized lending (high-volatility commercial real estate)	0	0
6	Corporate – Small-and-medium sized corporates	11,043	11,043
7	Corporate – Other corporates	88,626	88,626
8	Sovereigns	2,555	2,555
9	Sovereign foreign public sector entities	0	0
10	Multilateral development banks	0	0
11	Bank exposures – Banks	8,983	8,983
12	Bank exposures – Securities firms	559	559
13	Bank exposures – Public sector entities (excluding sovereign foreign public sector entities)	492	492
14	Retail – Small business retail exposures	447	447
15	Retail – Residential mortgages to individuals	8,021	8,021
16	Retail – Residential mortgages to property-holding shell companies	411	411
17	Retail – Qualifying revolving retail exposures (QRRE)	0	0
18	Retail – Other retail exposures to individuals	2,304	2,304
19	Equity – Equity exposures under market-based approach (simple risk-weight method)	8,456	8,456
20	Equity – Equity exposures under market-based approach (internal models method)	0	0
21	Equity – Equity exposures under PD/LGD approach (publicly traded equity exposures held for long-term investment)	0	0
22	Equity – Equity exposures under PD/LGD approach (privately owned equity exposures held for long-term investment)	0	0
23	Equity – Equity exposures under PD/LGD approach (other publicly traded equity exposures)	0	0
24	Equity – Equity exposures under PD/LGD approach (other equity exposures)	0	0
25	Equity – Equity exposures associated with equity investments in funds (CIS exposures)	0	0
26	Other – Cash items	0	0
27	Other – Other items	6,085	6,085
<b>28</b>	<b>Total (under the IRB calculation approaches)</b>	<b>137,982</b>	<b>137,982</b>

\*The Bank does not have credit derivative contracts used as recognised credit risk mitigation.

## OCBC Bank (Hong Kong) Limited

### CR8: RWA flow statements of credit risk exposures under IRB approach as at 30th June, 2023

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 March, 2023 to 30th June, 2023:

		(a)
		Amount
1	<b>RWA at end of 31st March, 2023</b>	130,229
2	Asset size	1,174
3	Asset quality	(362)
4	Model updates	0
5	Methodology and policy	0
6	Acquisitions and disposals	0
7	Foreign exchange movements	(1,515)
8	Other	0
9	<b>RWA at end of 30th June, 2023</b>	129,526

**OCBC Bank (Hong Kong) Limited**

**CR10: Specialized lending under supervisory slotting criteria approach and equities under the simple risk-weight method – for IRB approach as at 30th June, 2023**

The following table presents quantitative information in respect of specialised lending – HVCRE under the supervisory slotting criteria approach as at 30th June, 2023:

**I. Specialised Lending under supervisory slotting criteria approach - HVCRE**

Supervisory Rating Grade	Remaining Maturity	(a)	(b)	(c)	(d)	(e)	(f)
		On-balance sheet exposure amount	Off-balance sheet exposure amount	SRW	EAD amount	RWA	Expected loss amount
Strong ^	Less than 2.5 years	0	0	70%	0	0	0
Strong	Equal to or more than 2.5 years	0	0	95%	0	0	0
Good ^	Less than 2.5 years	0	0	95%	0	0	0
Good	Equal to or more than 2.5 years	0	0	120%	0	0	0
Satisfactory		0	0	140%	0	0	0
Weak		0	0	250%	0	0	0
Default		0	0	0%	0	0	0
Total		0	0		0	0	0

^ Use of preferential risk-weights.

Note: The Bank does not adopt supervisory slotting criteria approach to calculate its credit risk in respect of specialised lending.

The following table presents quantitative information in respect of specialised lending – other than HVCRE under the supervisory slotting criteria approach as at 30th June 2023:

**II. Specialised Lending under supervisory slotting criteria approach - Other than HVCRE**

Supervisory Rating Grade	Remaining Maturity	(a)	(b)	(c)	(d)(i)	(d)(ii)	(d)(iii)	(d)(iv)	(d)(v)	(e)	(f)
		On-balance sheet exposure amount	Off-balance sheet exposure amount	SRW	EAD amount					RWA	Expected loss amount
					PF	OF	CF	IPRE	Total		
Strong ^	Less than 2.5 years	0	0	50%	0	0	0	0	0	0	0
Strong	Equal to or more than 2.5 years	0	0	70%	0	0	0	0	0	0	0
Good ^	Less than 2.5 years	0	0	70%	0	0	0	0	0	0	0
Good	Equal to or more than 2.5 years	0	0	90%	0	0	0	0	0	0	0
Satisfactory		0	0	115%	0	0	0	0	0	0	0
Weak		0	0	250%	0	0	0	0	0	0	0
Default		0	0	0%	0	0	0	0	0	0	0
Total		0	0		0	0	0	0	0	0	0

^ Use of preferential risk-weights.

Note: The Bank does not adopt supervisory slotting criteria approach to calculate its credit risk in respect of specialised lending.

**III. Equity exposures under the simple risk-weight method**

The following table presents quantitative information in respect of equity exposures under the simple risk-weight method as at 30th June, 2023:

Categories	(a)	(b)	(c)	(d)	(e)
	On-balance sheet exposure amount	Off-balance sheet exposure amount	SRW	EAD amount	RWA
Publicly traded equity exposures	0	0	300%	0	0
All other equity exposures	2,114	0	400%	2,114	8,456
Total	2,114	0		2,114	8,456

## OCBC Bank (Hong Kong) Limited

### CCR1: Analysis of counterparty default risk exposures (other than those to CCPs) by approaches as at 30th June, 2023

The following table presents a comprehensive breakdown of counterparty default risk exposures (other than those to CCPs), RWAs, and, where applicable, main parameters under the approaches used to calculate default risk exposures in respect of derivative contracts and SFTs as at 30th June, 2023 :

		(a)	(b)	(c)	(d)	(e)	(f)
		Replacement cost (RC)	PFE	Effective EPE	Alpha ( $\alpha$ ) used for computing default risk exposure	Default risk exposure after CRM	RWA
1	SA-CCR approach (for derivative contracts)	526	748		1.4	2,804	799
1a	CEM (for derivative contracts)	0	0		1.4	0	0
2	IMM (CCR) approach			0	0	0	0
3	Simple approach (for SFTs)					0	0
4	Comprehensive approach (for SFTs)					645	89
5	VaR (for SFTs)					0	0
6	<b>Total</b>						888

## OCBC Bank (Hong Kong) Limited

### CCR2: CVA capital charge as at 30th June, 2023

The following table presents information on portfolios subject to the CVA capital charge and the CVA calculations based on standardised CVA method and advanced CVA method as at 30th June, 2023:

		(a)	(b)
		EAD post CRM	RWA
	Netting sets for which CVA capital charge is calculated by the advanced CVA method	0	0
1	(i) VaR (after application of multiplication factor if applicable)		0
2	(ii) Stressed VaR (after application of multiplication factor if applicable)		0
3	Netting sets for which CVA capital charge is calculated by the standardised CVA method	2,823	631
4	<b>Total</b>	<b>2,823</b>	<b>631</b>

## OCBC Bank (Hong Kong) Limited

### CCR3: Counterparty default risk exposures (other than those to CCPs) by asset classes and by risk weights – for STC approach as at 30th June, 2023

The following table presents a breakdown of default risk exposures as at 30th June, 2023, other than those to CCPs, in respect of derivative contracts and SFTs that are subject to the STC approach, by asset classes and risk-weights, irrespective of the approach used to determine the amount of default risk exposures:

	Risk Weight Exposure class	(a)	(b)	(c)	(ca)	(d)	(e)	(f)	(g)	(ga)	(h)	(i)
		0%	10%	20%	35%	50%	75%	100%	150%	250%	Others	Total default risk exposure after CRM
1	Sovereign exposures	0	0	0	0	0	0	0	0	0	0	0
2	PSE exposures	0	0	0	0	0	0	0	0	0	0	0
2a	Of which: domestic PSEs	0	0	0	0	0	0	0	0	0	0	0
2b	Of which: foreign PSEs	0	0	0	0	0	0	0	0	0	0	0
3	Multilateral development bank exposures	0	0	0	0	0	0	0	0	0	0	0
4	Bank exposures	0	0	0	0	0	0	0	0	0	0	0
5	Securities firm exposures	0	0	0	0	0	0	0	0	0	0	0
6	Corporate exposures	0	0	0	0	0	0	22	0	0	0	22
7	CIS exposures	0	0	0	0	0	0	0	0	0	0	0
8	Regulatory retail exposures	0	0	0	0	0	0	0	0	0	0	0
9	Residential mortgage loans	0	0	0	0	0	0	0	0	0	0	0
10	Other exposures which are not past due exposures	0	0	0	0	0	0	64	0	0	0	64
11	Significant exposures to commercial entities	0	0	0	0	0	0	0	0	0	0	0
12	<b>Total</b>	0	0	0	0	0	0	86	0	0	0	86

**OCBC Bank (Hong Kong) Limited**

**CCR4: Counterparty default risk exposures (other than those to CCPs) by portfolio and PD range – for IRB approach as at 30th June, 2023**

The following table presents all the relevant parameters used for the calculation of counterparty default risk capital requirements for exposures subject to the foundation IRB approach (other than those to CCPs) as at 30th June, 2023:

Foundation IRB Approach

	PD scale	(a)	(b)	(c)	(d)	(e)	(f)	(g)
		EAD post-CRM	Average PD	Number of obligors	Average LGD	Average maturity	RWA	RWA density
Sovereign	0.00 to < 0.15	178	0.05%	2	45.0%	0.01	14	7.7%
	0.15 to < 0.25	0	0.00%	0	0.0%	0.00	0	0.0%
	0.25 to < 0.50	0	0.00%	0	0.0%	0.00	0	0.0%
	0.50 to < 0.75	0	0.00%	0	0.0%	0.00	0	0.0%
	0.75 to < 2.50	0	0.00%	0	0.0%	0.00	0	0.0%
	2.50 to < 10.00	0	0.00%	0	0.0%	0.00	0	0.0%
	10.00 to < 100.00	0	0.00%	0	0.0%	0.00	0	0.0%
	100.00 (Default)	0	0.00%	0	0.0%	0.00	0	0.0%
Sub-total	178	0.05%	2	45.0%	0.01	14	7.7%	
Bank	0.00 to < 0.15	2,535	0.04%	32	45.0%	0.97	337	13.3%
	0.15 to < 0.25	61	0.19%	4	45.0%	1.38	27	43.5%
	0.25 to < 0.50	93	0.37%	6	45.0%	0.82	52	55.4%
	0.50 to < 0.75	68	0.54%	5	45.0%	2.15	60	88.7%
	0.75 to < 2.50	0	0.00%	0	0.0%	0.00	0	0.0%
	2.50 to < 10.00	0	0.00%	0	0.0%	0.00	0	0.0%
	10.00 to < 100.00	0	0.00%	0	0.0%	0.00	0	0.0%
	100.00 (Default)	0	0.00%	0	0.0%	0.00	0	0.0%
Sub-total	2,757	0.07%	47	45.0%	1.00	476	17.3%	
Corporate	0.00 to < 0.15	15	0.13%	6	45.0%	1.30	4	25.4%
	0.15 to < 0.25	0	0.00%	0	0.0%	0.00	0	0.0%
	0.25 to < 0.50	144	0.37%	9	45.0%	0.48	63	44.1%
	0.50 to < 0.75	93	0.54%	7	45.0%	1.76	58	63.1%
	0.75 to < 2.50	93	1.29%	34	45.0%	1.24	76	81.4%
	2.50 to < 10.00	57	3.32%	20	45.0%	1.71	64	112.2%
	10.00 to < 100.00	26	11.10%	30	45.0%	1.17	47	182.8%
	100.00 (Default)	0	0.00%	0	0.0%	0.00	0	0.0%
Sub-total	428	1.64%	106	45.0%	1.16	312	73.2%	
<b>Total (sum of all portfolios)</b>		<b>3,363</b>	<b>0.27%</b>	<b>155</b>	<b>45.0%</b>	<b>0.97</b>	<b>802</b>	<b>23.9%</b>



## OCBC Bank (Hong Kong) Limited

### CCR5: Composition of collateral for counterparty default risk exposures (including those for contracts or transactions cleared through CCPs) as at 30th June, 2023

The following table presents a breakdown of all types of collateral posted or recognised collateral received to support or reduce the exposures to counterparty default risk exposures as at 30th June, 2023 in respect of derivative contracts or SFTs entered into, including contracts or transactions cleared through a CCP:

	(a)	(b)	(c)	(d)	(e)	(f)
	Derivative contracts				SFTs	
	Fair value of recognised collateral received		Fair value of posted collateral		Fair value of recognised collateral received	Fair value of posted collateral
	Segregated	Unsegregated	Segregated	Unsegregated		
Cash - domestic currency	0	0	0	0	0	0
Cash - other currencies	0	10,960	74	255	6,595	747
Debt securities	0	0	0	0	690	7,183
Equity securities	0	0	0	0	0	0
Others	0	0	0	0	0	0
<b>Total</b>	0	10,960	74	255	7,285	7,930

## OCBC Bank (Hong Kong) Limited

### CCR6: Credit-related derivatives contracts as at 30th June, 2023

The following table presents the amount of credit-related derivative contracts as at 30th June, 2023, broken down into credit protection bought and credit protection sold:

	(a)	(b)
	Protection bought	Protection sold
<b>Notional amounts</b>		
Single-name credit default swaps	1,464	1,464
Index credit default swaps	0	0
Total return swaps	281	235
Credit-related options	0	0
Other credit-related derivative contracts	0	0
<b>Total notional amounts</b>	<b>1,745</b>	<b>1,699</b>
<b>Fair values</b>		
Positive fair value (asset)	6	0
Negative fair value (liability)	0	2

## OCBC Bank (Hong Kong) Limited

### CCR8: Exposure to CCPs as at 30th June, 2023

The following table presents a breakdown of the exposures to CCPs.

		(a)	(b)
		Exposure after CRM	RWA
<b>1</b>	<b>Exposures of the AI as clearing member or clearing client to qualifying CCPs (total)</b>		783
2	Default risk exposures to qualifying CCPs (excluding items disclosed in rows 7 to 10), of which:	38,100	771
3	(i) OTC derivative transactions	38,084	770
4	(ii) Exchange-traded derivative contracts	16	1
5	(iii) Securities financing transactions	0	0
6	(iv) Netting sets subject to valid cross-product netting agreements	0	0
7	Segregated initial margin	273	
8	Unsegregated initial margin	129	7
9	Funded default fund contributions	23	5
10	Unfunded default fund contributions	0	0
<b>11</b>	<b>Exposures of the AI as clearing member or clearing client to non-qualifying CCPs (total)</b>		0
12	Default risk exposures to non-qualifying CCPs (excluding items disclosed in rows 17 to 20), of which:	0	0
13	(i) OTC derivative transactions	0	0
14	(ii) Exchange-traded derivative contracts	0	0
15	(iii) Securities financing transactions	0	0
16	(iv) Netting sets subject to valid cross-product netting agreements	0	0
17	Segregated initial margin		
18	Unsegregated initial margin	0	0
19	Funded default fund contributions	0	0
20	Unfunded default fund contributions	0	0

## OCBC Bank (Hong Kong) Limited

### MR1: Market risk under STM approach as at 30th June, 2023

The table below provides the components of the market risk capital requirements calculated using the STM approach exposures as at 30th June, 2023 :

		(a)
		RWA
	Outright product exposures	
1	Interest rate exposures (general and specific risk)	8,080
2	Equity exposures (general and specific risk)	0
3	Foreign exchange (including gold) exposures	3,691
4	Commodity exposures	0
	Option exposures	
5	Simplified approach	0
6	Delta-plus approach	0
7	Other approach	0
8	Securitisation exposures	0
9	<b>Total</b>	<b>11,771</b>

## OCBC Bank (Hong Kong) Limited

### International Claims

Analysis of the Bank's international claims by location and by type of counterparty is as follows:

<b>30th June, 2023</b>					
Non-bank private sector					
	Banks	Official sector	Non-bank financial institutions	Non-financial private sector	Total
Offshore centres, of which					
- Hong Kong	1,933	6,927	17,758	125,273	151,891
- Macau	549	3,399	110	17,721	21,779
- Singapore	11,433	1	215	672	12,321
Developing Asia-Pacific, of which					
- Mainland China	33,014	7,952	19,633	32,742	93,341
	<b>46,929</b>	<b>18,279</b>	<b>37,716</b>	<b>176,408</b>	<b>279,332</b>

<b>31st December, 2022</b>					
Non-bank private sector					
	Banks	Official sector	Non-bank financial institutions	Non-financial private sector	Total
Offshore centres, of which					
- Hong Kong	1,141	7,468	17,151	125,690	151,450
- Macau	311	3,683	110	18,428	22,532
- Singapore	18,640	1	205	723	19,569
Developing Asia-Pacific, of which					
- Mainland China	31,442	9,739	18,741	38,376	98,298
	<b>51,534</b>	<b>20,891</b>	<b>36,207</b>	<b>183,217</b>	<b>291,849</b>

The above analysis is disclosed on a net basis after taking into account the effect of any recognised risk transfer.

## **OCBC Bank (Hong Kong) Limited**

### **Advances to customers**

#### *Advances to customers analysed by industry sectors*

The information concerning advances to customers by industry sectors is prepared by classifying the advances according to the usage of the advances and is stated gross of any expected credit loss.

	<b>30th June, 2023</b>		<b>31st December, 2022</b>	
	Gross advances to customers	% of gross advances covered by collateral	Gross advances to customers	% of gross advances covered by collateral
<b>Advances for use in Hong Kong</b>				
Industrial, commercial and financial				
- Property development	<b>11,429</b>	<b>68.5</b>	8,595	60.9
- Property investment	<b>31,688</b>	<b>93.9</b>	31,183	94.2
- Financial concerns	<b>13,668</b>	<b>21.6</b>	12,478	19.1
- Stockbrokers	<b>846</b>	<b>35.0</b>	1,690	8.3
- Wholesale and retail trade	<b>3,701</b>	<b>72.4</b>	4,794	55.1
- Manufacturing	<b>4,124</b>	<b>42.4</b>	3,650	50.3
- Transport and transport equipment	<b>4,914</b>	<b>80.9</b>	5,007	80.9
- Information technology	<b>92</b>	<b>90.2</b>	63	87.3
- Share financing	<b>134</b>	<b>93.3</b>	129	95.4
- Recreational activities	<b>10</b>	<b>90.0</b>	18	94.4
- Others	<b>13,952</b>	<b>58.8</b>	14,650	57.6
Individuals				
- Advances for the purchase of flats under the Home Ownership Scheme, Private Sector Participation Scheme and Tenants Purchase Scheme or their respective successor schemes	<b>584</b>	<b>99.8</b>	635	100.0
- Advances for the purchase of other residential properties	<b>34,219</b>	<b>99.9</b>	34,969	100.0
- Credit card advances	<b>122</b>	<b>0.0</b>	128	0.0
- Others	<b>8,070</b>	<b>77.8</b>	8,849	83.0
	<b>127,553</b>	<b>77.4</b>	126,838	76.7
<b>Trade finance</b>	<b>5,700</b>	<b>49.4</b>	5,509	40.5
<b>Advances for use outside Hong Kong</b>				
- Mainland China	<b>36,967</b>	<b>58.2</b>	41,018	53.6
- Macau	<b>18,246</b>	<b>82.7</b>	18,850	83.1
- Others	<b>8,745</b>	<b>99.3</b>	8,047	99.2
	<b>63,958</b>	<b>70.8</b>	67,915	67.2
	<b>197,211</b>	<b>74.4</b>	200,262	72.4

## **OCBC Bank (Hong Kong) Limited**

### **Advances to customers**

The following information concerning further analysis of advances to customers by industry sectors is prepared by classifying the advances according to the usage of the advances in respect of industry sectors which constitute not less than 10% of gross advances to customers.

	<b>30th June, 2023</b>				
	Gross advances to customers	Impaired advances to customers	Overdue advances to customers for over three months	Expected credit loss (Stage 3) on advances to customers	Expected credit loss (Stages 1 and 2) on advances to customers
Property investment	<b>31,688</b>	<b>982</b>	<b>1</b>	<b>0</b>	<b>144</b>
Advances for the purchase of other residential properties	<b>34,219</b>	<b>148</b>	<b>70</b>	<b>0</b>	<b>6</b>
Advances for use outside Hong Kong					
- Mainland China	<b>36,967</b>	<b>751</b>	<b>734</b>	<b>153</b>	<b>140</b>
- Macau	<b>18,246</b>	<b>231</b>	<b>25</b>	<b>4</b>	<b>27</b>
	<b>31st December, 2022</b>				
	Gross advances to customers	Impaired advances to customers	Overdue advances to customers for over three months	Expected credit loss (Stage 3) on advances to customers	Expected credit loss (Stages 1 and 2) on advances to customers
Property investment	31,183	1,072	1	0	122
Advances for the purchase of other residential properties	34,969	121	57	0	8
Advances for use outside Hong Kong					
- Mainland China	41,018	754	747	163	201
- Macau	18,850	86	26	5	55

## **OCBC Bank (Hong Kong) Limited**

### **Advances to customers**

#### *Advances to customers analysed by geographical area*

The geographical information is classified by the geographical location of the counterparties after taking into account any risk transfer. In general, such transfer of risk takes place if the claims are guaranteed by a party in a geographical location which is different from that of the borrower or if the claims are on an overseas branch of a bank whose head office is located in another geographical location.

	<b>30th June, 2023</b>				
	Gross advances to customers	Impaired advances to customers	Overdue advances to customers for over three months	Expected credit loss (Stage 3) on advances to customers	Expected credit loss (Stages 1 and 2) on advances to customers
Hong Kong	<b>133,547</b>	<b>1,749</b>	<b>161</b>	<b>65</b>	<b>379</b>
Macau	<b>17,632</b>	<b>245</b>	<b>27</b>	<b>4</b>	<b>25</b>
Mainland China	<b>42,165</b>	<b>741</b>	<b>736</b>	<b>154</b>	<b>209</b>
Others	<b>3,867</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>22</b>
	<b>197,211</b>	<b>2,735</b>	<b>924</b>	<b>223</b>	<b>635</b>
	<b>31st December, 2022</b>				
	Gross advances to customers	Impaired advances to customers	Overdue advances to customers for over three months	Expected credit loss (Stage 3) on advances to customers	Expected credit loss (Stages 1 and 2) on advances to customers
Hong Kong	134,254	1,951	158	75	399
Macau	18,305	89	28	5	53
Mainland China	45,351	776	768	182	255
Others	2,352	27	27	5	16
	200,262	2,843	981	267	723



## OCBC Bank (Hong Kong) Limited

### Overdue and rescheduled assets

Overdue and rescheduled advances to customers

	30th June, 2023		31st December, 2022	
	Amount	% of total advances to customers	Amount	% of total advances to customers
Gross advances to customers which have been overdue with respect to either principal or interest for periods of:				
- 6 months or less but over 3 months	69	0.03	549	0.27
- 1 year or less but over 6 months	545	0.28	66	0.03
- Over 1 year	310	0.16	366	0.18
	<b>924</b>	<b>0.47</b>	<b>981</b>	<b>0.48</b>
Covered portion of overdue advances	772		784	
Uncovered portion of overdue advances	152		197	
	<b>924</b>		<b>981</b>	
Current market values of collateral held against covered portion of overdue advances	1,658		1,706	
Expected credit loss (Stage 3) made on overdue advances	200		239	

Collateral held with respect to overdue advances to customers is mainly properties and vehicles.

	30th June, 2023		31st December, 2022	
	Amount	% of total advances to customers	Amount	% of total advances to customers
Rescheduled advances to customers	53	0.03	3	0.00

All rescheduled advances to customers are impaired as at 30th June, 2023 and 31st December, 2022 respectively.

There are no advances to banks which are overdue nor rescheduled as at 30th June, 2023 and 31st December, 2022 respectively.

## **OCBC Bank (Hong Kong) Limited**

### **Overdue and rescheduled assets**

#### *Other overdue assets*

	<u>30th June, 2023</u>	<u>31st December, 2022</u>
Trade bills which have been overdue with respect to either principal or interest for periods of:		
- 6 months or less but over 3 months	0	0
- 1 year or less but over 6 months	0	0
- Over 1 year	0	0
	<u>0</u>	<u>0</u>

There are no debt securities which are overdue at 30th June, 2023 (31st December, 2022: NIL)

Under "Other assets" as at 30th June, 2023 and 31st December, 2022, there were no receivables which are overdue.

#### *Impaired advances to customers*

The gross impaired advances to customers, market value of collateral held with respect to such advances and expected credit loss (Stage 3) are as follows:

	<u>30th June, 2023</u>	<u>31st December, 2022</u>
Gross impaired advances to customers	2,735	2,843
Gross impaired advances to customers as a percentage of total advances to customers	1.39%	1.42%
Market value of collateral held with respect to impaired advances to customers	2,556	2,620
Expected credit loss (Stage 3)	223	267

Impaired advances to customers are individually assessed loans with objective evidence of impairment on an individual basis. Individually assessed expected credit loss (Stage 3) were made after taking into account the net present value of future recoverable amounts in respect of such loans and advances, and the collateral held mainly comprised properties and vehicles.

There were no impaired advances to banks nor expected credit loss (Stage 3) made on advances to banks as at 30th June, 2023 and 31st December, 2022.

#### *Repossessed assets*

At 30th June, 2023, repossessed assets obtained as securities for impaired advances to customers totaled HK\$52 million (31st December, 2022: HK\$150 million).

## OCBC Bank (Hong Kong) Limited

### Mainland Activities

The analysis on non-bank Mainland China exposures includes exposures of the Bank and certain of its subsidiaries on the basis agreed with the HKMA.

<b>30th June, 2023</b>			
	On-balance sheet exposures	Off-balance sheet exposures	Total exposures
(i) Central government, central government-owned entities and their subsidiaries and Joint Ventures ("JVs")	17,456	1,891	19,347
(ii) Local government, local government-owned entities and their subsidiaries and JVs	7,036	1,532	8,568
(iii) PRC nationals residing in Mainland China or other entities incorporated in Mainland China and their subsidiaries and JVs	28,012	4,694	32,706
(iv) Other entities of central government not reported in item (i) above	2,304	14	2,318
(v) Other entities of local government not reported in item (ii) above	208	9	217
(vi) PRC nationals residing outside Mainland China or entities incorporated outside Mainland China where the credit is granted for use in the Mainland China	1,700	1,202	2,902
(vii) Other counterparties where the exposures are considered by the Group to be non-bank Mainland China exposures	3,245	134	3,379
Total	<u>59,961</u>	<u>9,476</u>	<u>69,437</u>
Total assets after provisions	<u>317,498</u>		
On-balance sheet exposures as a percentage of total assets	<u>18.89%</u>		

<b>31st December, 2022</b>			
	On-balance sheet exposures	Off-balance sheet exposures	Total exposures
(i) Central government, central government-owned entities and their subsidiaries and Joint Ventures ("JVs")	21,002	1,887	22,889
(ii) Local government, local government-owned entities and their subsidiaries and JVs	7,374	2,811	10,185
(iii) PRC nationals residing in Mainland China or other entities incorporated in Mainland China and their subsidiaries and JVs	29,962	5,144	35,106
(iv) Other entities of central government not reported in item (i) above	2,604	0	2,604
(v) Other entities of local government not reported in item (ii) above	197	13	210
(vi) PRC nationals residing outside Mainland China or entities incorporated outside Mainland China where the credit is granted for use in the Mainland China	2,094	1,359	3,453
(vii) Other counterparties where the exposures are considered by the Group to be non-bank Mainland China exposures	3,159	101	3,260
Total	<u>66,392</u>	<u>11,315</u>	<u>77,707</u>
Total assets after provisions	<u>320,024</u>		
On-balance sheet exposures as a percentage of total assets	<u>20.75%</u>		

## OCBC Bank (Hong Kong) Limited

### Off-balance sheet exposures – Contingent liabilities and commitments

Contingent liabilities and commitments arises from forward asset purchases, amounts owing on partly paid-up shares and securities, forward deposits placed, asset sales or other transactions with recourse, as well as credit-related instruments which include letters of credit, guarantees and commitments to extend credit. The risk involved in these credit-related instruments is essentially the same as the credit risk involved in extending loan facilities to customers. The contractual amounts represent the amounts at risk should the contract be fully drawn upon and the client default. Since a significant portion of guarantees and commitments is expected to expire without being drawn upon, the total of the contractual amounts is not representative of future cash flows.

The Group has adopted the Internal Ratings-based approach to calculate its credit risk weighted asset from 31st March, 2023, with regulatory approved exempted portfolios remaining on the Standardized approach.

The following is a summary of the contractual amounts of each significant class of contingent liabilities and commitments to extend credit:

	<b>30th June, 2023</b>	31st December, 2022
Direct credit substitutes	<b>3,686</b>	5,545
Transaction-related contingencies	<b>1,576</b>	1,727
Trade-related contingencies	<b>2,771</b>	3,512
Forward asset purchases	<b>497</b>	0
Forward forward deposits	<b>654</b>	0
Other commitments:		
With an original maturity of not more than one year	<b>1,100</b>	1,922
With an original maturity over one year	<b>4,524</b>	4,662
Which are unconditionally cancellable	<b>53,768</b>	50,528
Total	<b>68,576</b>	67,896
Credit risk weighted amounts	<b>6,039</b>	8,409

## OCBC Bank (Hong Kong) Limited

### Currency risk

The Group's foreign exchange positions, which arise from foreign exchange dealing, commercial banking operations and structural foreign currency exposures arising from capital investment in subsidiaries outside Hong Kong, mainly in US dollar, Macau Patacas and Renminbi, are managed by ALCO. All foreign exchange positions are managed by the ALCO within limits approved by the Board.

	30th June, 2023							
	US\$	Chinese Renminbi	Australian \$	Singapore \$	New Zealand \$	Macau Patacas	Other currencies	Total
Spot assets	82,514	79,813	6,347	471	154	13,093	10,436	192,828
Spot liabilities	(65,043)	(77,800)	(6,053)	(407)	(2,419)	(13,448)	(8,185)	(173,355)
Forward purchases	287,375	259,018	125	2	2,447	0	4,803	553,770
Forward sales	(306,108)	(261,095)	(381)	0	(26)	0	(7,177)	(574,787)
Net option positions	65	(68)	1	0	2	0	0	0
Net long /(short) positions	(1,197)	(132)	39	66	158	(355)	(123)	(1,544)

	31st December, 2022							
	US\$	Chinese Renminbi	Australian \$	Singapore \$	New Zealand \$	Macau Patacas	Other currencies	Total
Spot assets	90,216	76,597	5,425	576	89	13,605	8,989	195,497
Spot liabilities	(80,408)	(72,465)	(6,275)	(483)	(2,224)	(13,575)	(8,531)	(183,961)
Forward purchases	231,471	215,228	1,097	0	2,224	0	4,674	454,694
Forward sales	(242,808)	(218,535)	(161)	(3)	(23)	0	(5,324)	(466,854)
Net option positions	(43)	43	0	0	0	0	0	0
Net long /(short) positions	(1,572)	868	86	90	66	30	(192)	(624)

The net positions or net structural positions in foreign currencies are disclosed above where each currency constitutes 10% or more of the respective total net position or total net structural position in all foreign currencies.

The net option position is calculated on the basis of delta-weighted positions of all foreign exchange options contracts. The net structural position includes the Bank's overseas branch, banking subsidiaries and other subsidiaries substantially involved in foreign exchange trading and include structural assets or liabilities as follow:

	30th June, 2023				31st December, 2022			
	Macau Patacas	Chinese Renminbi	US\$	Total	Macau Patacas	Chinese Renminbi	US\$	Total
Net structural positions	3,643	8,660	1,536	13,839	3,643	8,507	1,529	13,679

## **OCBC Bank (Hong Kong) Limited**

### **Capital Buffer**

#### **Countercyclical Capital Buffer Ratio**

	<b>30th June, 2023</b>	31st December, 2022
Countercyclical capital buffer ratio	<b>0.551%</b>	0.527%

The relevant disclosures pursuant to section 16FG of the Banking (Disclosure) Rules can be found in CCyB1 in this Banking Disclosure Statement.

#### **Capital Conservation Buffer Ratio**

Under section 3M of the Capital Rules, the capital conservation buffer ratio for calculating the Bank's buffer level is 2.5 % for 2023 and 2.5% for 2022.