



**OCBC Wing Hang Bank Limited**  
**華僑永亨銀行有限公司**

**Banking Disclosure Statement**  
**For the period ended**  
**30th September, 2022**

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

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## **OCBC Wing Hang Bank Limited**

### **Introduction**

#### **Purpose**

The information contained in this document is for OCBC Wing Hang Bank 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.

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 HKMA has implemented the final standards on the Revised Pillar 3 Disclosure Requirements issued by the Basel Committee on Banking Supervision in January 2015, and also incorporated the BCBS Pillar 3 disclosures requirements – consolidated and enhanced framework finalised in the latest BDR. These disclosures are supplemented by specific additional requirements of the HKMA set out in the BDR. The banking disclosure statement includes the information required under the BDR.

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

# OCBC Wing Hang Bank Limited

## Template KM1: Key prudential ratios as at 30th September, 2022

	(a)	(b)	(c)	(d)	(e)	
	30th September, 2022	30th June, 2022	31st March, 2022	31st December, 2021	30th September, 2021	
<b>Regulatory capital (amount)</b>						
1	Common Equity Tier 1 (CET1)	35,616	36,418	37,050	37,111	37,473
2	Tier 1	38,616	39,418	40,050	40,111	40,473
3	Total capital	41,680	42,441	43,048	43,017	43,522
<b>RWA (amount)</b>						
4	Total RWA	223,519	230,814	226,635	222,274	217,010
<b>Risk-based regulatory capital ratios (as a percentage of RWA)</b>						
5	CET1 ratio (%)	15.9%	15.8%	16.3%	16.7%	17.3%
6	Tier 1 ratio (%)	17.3%	17.1%	17.7%	18.0%	18.7%
7	Total capital ratio (%)	18.6%	18.4%	19.0%	19.4%	20.1%
<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 (%)	0.513%	0.515%	0.499%	0.517%	0.521%
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 (%)	3.013%	3.015%	2.999%	3.017%	3.021%
12	CET1 available after meeting the AI's minimum capital requirements (%)	11.434%	11.278%	11.848%	12.196%	12.768%
<b>Basel III leverage ratio</b>						
13	Total leverage ratio (LR) exposure measure	366,107	366,283	363,993	353,035	343,694
14	LR (%)	10.55%	10.76%	11.00%	11.36%	11.78%
<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 (%)	41.4%	37.0%	35.7%	36.6%	35.9%
<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 (%)	144.2%	138.7%	135.4%	137.4%	138.2%

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

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**Template OV1: Overview of RWA as at 30th September, 2022**

The following table provides an overview of capital requirements in terms of a detailed breakdown of RWAs for various risks as at 30th September, 2022 and 30th June, 2022 respectively:

9	Items	(a)	(b)	(c)
		RWA		Minimum capital requirements
		30th September, 2022	30th June, 2022	30th September, 2022
1	Credit risk for non-securitisation exposures	199,584	204,416	15,967
2	Of which STC approach	199,584	204,416	15,967
2a	Of which BSC approach	0	0	0
3	Of which foundation IRB approach	0	0	0
4	Of which supervisory slotting criteria approach	0	0	0
5	Of which advanced IRB approach	0	0	0
6	Counterparty default risk and default fund contributions	2,473	2,300	198
7	Of which SA-CCR approach	1,708	1,611	137
7a	Of which CEM	0	0	0
8	Of which IMM(CCR) approach	0	0	0
9	Of which others	765	689	61
10	CVA risk	535	629	43
11	Equity positions in banking book under the simple risk-weight method and internal models method	0	0	0
12	Collective investment scheme ("CIS") exposures - LTA*	N/A	N/A	N/A
13	CIS exposures - MBA*	N/A	N/A	N/A
14	CIS exposures - FBA*	N/A	N/A	N/A
14a	CIS exposures - combination of approaches*	N/A	N/A	N/A
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	9,973	12,685	798
21	Of which STM approach	9,973	12,685	798
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 #	11,550	11,380	924
24a	Sovereign concentration risk	0	0	0
25	Amounts below the thresholds for deduction (subject to 250% RW)	1,162	1,162	93
26	Capital floor adjustment	0	0	0
26a	Deduction to RWA	1,758	1,758	141
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	1,758	1,758	141
27	<b>Total</b>	<b>223,519</b>	<b>230,814</b>	<b>17,882</b>

Note: There were no material changes to the risk-weighted amounts during the quarterly reporting period. The changes were due to normal business activities.

\* : Items marked with an asterisk (\*) will be applicable only after their respective policy frameworks take effect.

# : The Group used Basic Indicator Approach to calculate its exposure to operational risk at 30th September, 2022 and 30th June, 2022.

## OCBC Wing Hang Bank Limited

Template LR2: Leverage Ratio ("LR") as at 30th September, 2022

		(a)	(b)
		30th September, 2022	30th June, 2022
<b>On-balance sheet exposures</b>			
1	On-balance sheet exposures (excluding those arising from derivative contracts and SFTs, but including collateral)	312,508	316,769
2	Less: Asset amounts deducted in determining Tier 1 capital	(5,346)	(5,445)
<b>3</b>	<b>Total on-balance sheet exposures (excluding derivative contracts and SFTs)</b>	<b>307,162</b>	<b>311,324</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 netting)	18,281	8,728
5	Add-on amounts for PFE associated with all derivative contracts	21,484	20,695
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	(786)	(634)
8	Less: Exempted CCP leg of client-cleared trade exposures	0	0
9	Adjusted effective notional amount of written credit-related derivative contracts	1,895	3,236
10	Less: Adjusted effective notional offsets and add-on deductions for written credit derivative contracts	(1,895)	(3,236)
<b>11</b>	<b>Total exposures arising from derivative contracts</b>	<b>38,979</b>	<b>28,789</b>

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Template LR2: Leverage Ratio ("LR") as at 30th September, 2022

		(a)	(b)
		30th September, 2022	30th June, 2022
<b>Exposures arising from SFTs</b>			
12	Gross SFT assets (with no recognition of netting), after adjusting for sale accounting transactions	5,856	10,578
13	Less: Netted amounts of cash payables and cash receivables of gross SFT assets	0	0
14	CCR exposure for SFT assets	571	593
15	Agent transaction exposures	0	0
<b>16</b>	<b>Total exposures arising from SFTs</b>	<b>6,427</b>	<b>11,171</b>

**OCBC Wing Hang Bank Limited****Template LR2: Leverage Ratio ("LR") as at 30th September, 2022**

		(a)	(b)
		30th September, 2022	30th June, 2022
<b>Other off-balance sheet exposures</b>			
17	Off-balance sheet exposure at gross notional amount	66,175	61,340
18	Less: Adjustments for conversion to credit equivalent amounts	(52,348)	(46,123)
19	<b>Off-balance sheet items</b>	13,827	15,217
<b>Capital and total exposures</b>			
20	<b>Tier 1 capital</b>	38,616	39,418
20a	<b>Total exposures before adjustments for specific and collective provisions</b>	366,395	366,501
20b	<b>Adjustments for specific and collective provisions</b>	(288)	(218)
21	<b>Total exposures after adjustments for specific and collective provisions</b>	366,107	366,283
<b>Leverage ratio</b>			
22	<b>Leverage ratio</b>	<b>10.55%</b>	<b>10.76%</b>

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