



OCBC Bank (Hong Kong) Limited

華僑銀行（香港）有限公司

**Banking Disclosure Statement
For the period ended
30th September, 2024**

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

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Introduction

Purpose

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

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

Basis of preparation

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

The Banking Disclosure Statement

The Group's Banking Disclosure Statement at 30th September, 2024 comprises Pillar 3 information required under the framework of the Basel Committee on Banking Supervision ("BCBS"). The disclosures are made in accordance with the latest BDR issued by the HKMA.

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

KM1: Key Prudential Ratios as at 30th September, 2024

		(a)	(b)	(c)	(d)	(e)
		30th September, 2024	30th June, 2024	31st March, 2024	31st December, 2023	30th September, 2023
Regulatory capital (amount)						
1	Common Equity Tier 1 (CET1)	37,401	37,103	38,045	37,430	36,637
2	Tier 1	40,401	40,103	41,045	40,430	39,637
3	Total capital	42,219	41,917	42,880	42,515	41,683
RWA (amount)						
4	Total RWA	207,353	193,322	193,863	196,763	187,344
Risk-based regulatory capital ratios (as a percentage of RWA)						
5	CET1 ratio (%)	18.0%	19.2%	19.6%	19.0%	19.6%
6	Tier 1 ratio (%)	19.5%	20.7%	21.2%	20.5%	21.2%
7	Total capital ratio (%)	20.4%	21.7%	22.1%	21.6%	22.2%
Additional CET1 buffer requirements (as a percentage of RWA)						
8	Capital conservation buffer requirement (%)	2.500%	2.500%	2.500%	2.500%	2.500%
9	Countercyclical capital buffer requirement (%)	0.524%	0.533%	0.532%	0.538%	0.552%
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 (%)	3.024%	3.033%	3.032%	3.038%	3.052%
12	CET1 available after meeting the AI's minimum capital requirements (%)	12.361%	13.682%	14.119%	13.607%	15.056%
Basel III leverage ratio						
13	Total leverage ratio (LR) exposure measure	423,304	407,877	399,433	398,948	376,670
14	LR (%)	9.54%	9.83%	10.28%	10.13%	10.52%
Liquidity Coverage Ratio (LCR)/Liquidity Maintenance Ratio (LMR)						
	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 (%)	58.3%	58.5%	56.6%	51.6%	49.9%
Net Stable Funding Ratio (NSFR)/Core Funding Ratio (CFR)						
	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 (%)	169.7%	164.0%	159.3%	153.5%	155.7%

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

OV1: Overview of RWA as at 30th September, 2024

The following table provides an overview of capital requirements in terms of a detailed breakdown of RWAs for various risks as at 30th September, 2024 and 30th June, 2024 respectively:

Items		(a)	(b)	(c)
		RWA		Minimum capital requirements
		30th September, 2024	30th June, 2024	30th September, 2024
1	Credit risk for non-securitisation exposures	158,056	148,386	13,348
2	Of which STC approach	11,498	11,793	920
2a	Of which BSC approach	0	0	0
3	Of which foundation IRB approach	135,995	125,833	11,532
4	Of which supervisory slotting criteria approach	0	0	0
5	Of which advanced IRB approach	10,563	10,760	896
6	Counterparty default risk and default fund contributions	2,598	2,073	216
7	Of which SA-CCR approach	1,390	1,088	118
7a	Of which CEM	0	0	0
8	Of which IMM(CCR) approach	0	0	0
9	Of which others	1,208	985	98
10	CVA risk	953	681	76
11	Equity positions in banking book under the simple risk-weight method and internal models method	6,903	6,902	585
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	15,126	12,710	1,210
21	Of which STM approach	15,126	12,710	1,210
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 #	14,629	14,102	1,170
24a	Sovereign concentration risk	0	0	0

OV1: Overview of RWA as at 30th September, 2024 (continued)

Items		(a)	(b)	(c)	
		RWA			Minimum capital requirements
		30th September, 2024	30th June, 2024	30th September, 2024	
25	Amounts below the thresholds for deduction (subject to 250% RW)	1,279	1,279	108	
26	Capital floor adjustment	0	0	0	
26a	Deduction to RWA	1,570	1,568	127	
26b	Of which portion of regulatory reserve for general banking risks and collective provisions which is not included in Tier 2 Capital	2	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	1,568	1,568	127	
27	Total	197,974	184,565	16,586	

- Notes:
- a Item marked with an asterisk (*) will be applicable only after the policy framework takes effect.
 - b The Group used the Basic Indicator Approach (#) to calculate its exposure to operational risk at 30th September, 2024 and 30th June, 2024.
 - c RWAs in this table are presented before the application of the 1.06 scaling factor, where applicable.
 - d Minimum capital requirement represents the Pillar 1 capital charge at 8% of the RWAs after application of the 1.06 scaling factor, where applicable.

LR2: Leverage Ratio ("LR") as at 30th September, 2024

		(a)	(b)
		30th September, 2024	30th June, 2024
On-balance sheet exposures			
1	On-balance sheet exposures (excluding those arising from derivative contracts and SFTs, but including collateral)	341,900	338,184
2	Less: Asset amounts deducted in determining Tier 1 capital	(4,592)	(4,441)
3	Total on-balance sheet exposures (excluding derivative contract and SFTs)	337,308	333,743
Exposures arising from derivative contracts			
4	Replacement cost associated with all derivative contracts (where applicable net of eligible cash variation margin and/or with bilateral	12,917	15,028
5	Add-on amounts for PFE associated with all derivative contracts	45,131	36,687
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	(4)	0
8	Less: Exempted CCP leg of client-cleared trade exposures	0	0
9	Adjusted effective notional amount of written credit derivative contracts	4,663	3,550
10	Less: Adjusted effective notional offsets and add-on deductions for written credit-related derivative contracts	(4,663)	(3,550)
11	Total exposures arising from derivative contracts	58,044	51,715
Exposures arising from SFTs			
12	Gross SFT assets (with no recognition of netting), after adjusting for sales accounting transactions	11,313	7,384
13	Less: Netted amounts of cash payables and cash receivables of gross SFT assets	0	0
14	CCR exposure for SFT assets	587	436
15	Agent transaction exposures	0	0
16	Total exposures arising from SFTs	11,900	7,820
Other off-balance sheet exposures			
17	Off-balance sheet exposure at gross notional amount	70,386	70,553
18	Less: Adjustments for conversion to credit equivalent amounts	(53,883)	(55,526)
19	Off-balance sheet items	16,503	15,027
Capital and total exposures			
20	Tier 1 capital	40,401	40,103
20a	Total exposures before adjustments for specific and collective provisions	423,755	408,305
20b	Adjustments for specific and collective provisions	(451)	(428)
21	Total exposures after adjustments for specific and collective provisions	423,304	407,877
Leverage ratio			
22	Leverage ratio	9.54%	9.83%

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

CR8: RWA Flow Statements of Credit Risk Exposures under IRB Approach as at 30th September, 2024

The following table presents a flow statement explaining variations in the RWA for credit risk determined under the IRB approach for the period from 30th June, 2024 to 30th September, 2024:

		(a)
		Amount
1	RWA as at end of 30th June, 2024	136,593
2	Asset size	4,882
3	Asset quality	3,923
4	Model updates	0
5	Methodology and policy	0
6	Acquisitions and disposals	0
7	Foreign exchange movements	1,160
8	Other	0
9	RWA as at end of 30th September, 2024	146,558