

Regulatory Disclosures

30 September 2017



集友銀行
Chiyu Banking Corporation Ltd.





CONTENTS	PAGE
Key ratio	
- Capital ratio	1
- Leverage ratio	1
Overview of RWA	2
Credit risk for non-securitization exposures	3
Counterparty credit risk	3
Market risk	3

Key ratio

Capital ratio

	At 30 September 2017
	HK\$'000
Total risk-weighted assets	36,131,068
CET1 capital	5,745,376
CET1 capital ratio (as a percentage of risk-weighted assets)	15.90%
Tier 1 capital	5,745,376
Tier 1 capital ratio (as a percentage of risk-weighted assets)	15.90%
Total capital	6,555,475
Total capital ratio (as a percentage of risk-weighted assets)	18.14%

Leverage ratio

	At 30 September 2017
	HK\$'000
Tier 1 capital	5,745,376
Leverage ratio exposure	69,169,225
Leverage ratio	8.31%

Overview of RWA

OV1: Overview of RWA

		RWA		Minimum capital requirements
		At 30 September 2017	At 30 June 2017	At 30 September 2017
		HK\$'000	HK\$'000	HK\$'000
1	Credit risk for non-securitization exposures	32,575,273	32,725,981	2,756,557
2	Of which STC approach	1,213,705	1,143,320	97,096
2a	Of which BSC approach	-	-	-
3	Of which IRB approach	31,361,568	31,582,661	2,659,461
4	Counterparty credit risk	57,333	48,779	4,664
5	Of which SA-CCR	-	-	-
5a	Of which CEM	20,145	19,154	4,664
6	Of which IMM(CCR) approach	-	-	-
7	Equity exposures in banking book under market-based approach	-	-	-
8	CIS exposures – LTA	-	-	-
9	CIS exposures – MBA	-	-	-
10	CIS exposures – FBA	-	-	-
11	Settlement risk	-	-	-
12	Securitization exposures in banking book	-	-	-
13	Of which IRB(S) approach – ratings-based method	-	-	-
14	Of which IRB(S) approach – supervisory formula method	-	-	-
15	Of which STC(S) approach	-	-	-
16	Market risk	72,450	79,988	5,796
17	Of which STM approach	-	-	-
18	Of which IMM approach	72,450	79,988	5,796
19	Operational risk	2,271,150	2,247,613	181,692
20	Of which BIA approach	-	-	-
21	Of which STO approach	2,271,150	2,247,613	181,692
21a	Of which ASA approach	-	-	-
22	Of which AMA approach	N/A	N/A	N/A
23	Amounts below the thresholds for deduction (subject to 250% RW)	250	250	20
24	Capital floor adjustment	-	-	-
24a	Deduction to RWA	728,046	727,262	58,243
24b	Of which portion of regulatory reserve for general banking risks and collective provisions which is not included in Tier 2 Capital	442	-	35
24c	Of which portion of cumulative fair value gains arising from the revaluation of land and buildings which is not included in Tier 2 Capital	727,604	727,262	58,208
25	Total	34,248,410	34,375,349	2,890,486

RWAs in this table are before the application of the 1.06 scaling factor following a clarification from the HKMA. Minimum capital requirement represents the amount of capital required to be held for that risk based on its RWAs after any applicable scaling factor multiplied by 8%.

Credit risk for non-securitization exposures

CR8: RWA flow statements of credit risk exposures under IRB approach

		HK\$'000
1	RWA as at 30 June 2017	31,582,661
2	Asset size	1,033,483
3	Asset quality	(1,315,310)
4	Model updates	-
5	Methodology and policy	-
6	Acquisitions and disposals	-
7	Foreign exchange movements	60,734
8	Other	-
9	RWA as at 30 September 2017	31,361,568

Counterparty credit risk

CCR7: RWA flow statements of default risk exposures under IMM(CCR) approach

The Group did not use IMM(CCR) approach to measure default risk exposures as at 30 September 2017.

Market risk

MR2: RWA flow statements of market risk exposures under IMM approach

		VaR	Stressed VaR	IRC	CRC	Other	Total RWA
		HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000
1	RWA as at 30 June 2017	40,613	39,375	-	-	-	79,988
1a	Regulatory adjustment	(27,113)	(34,487)	-	-	-	(61,600)
1b	RWA as at day-end of 30 June 2017	13,500	4,888	-	-	-	18,388
2	Movement in risk levels	9,663	23,787	-	-	-	33,450
3	Model updates/changes	-	-	-	-	-	-
4	Methodology and policy	-	-	-	-	-	-
5	Acquisitions and disposals	-	-	-	-	-	-
6	Foreign exchange movements	-	-	-	-	-	-
7	Other	-	-	-	-	-	-
7a	RWA as at day-end of 30 September 2017	23,163	28,675	-	-	-	51,838
7b	Regulatory adjustment	16,249	4,363	-	-	-	20,612
8	RWA as at 30 September 2017	39,412	33,038	-	-	-	72,450