



Canadian Imperial Bank of Commerce, HK Branch Disclosure Statement as at October 31, 2020

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Section A – Branch Information (Hong Kong Office Only)

Part I Profit & Loss

Profit & Loss information	Oct 31, 2020 (HK\$'000)	Oct 31, 2019 (HK\$'000)
Interest Income	346,250	782,877
Interest Expense	(290,522)	(717,559)
Other operating income: (refer to the next 4 rows below)	n/a	n/a
Gains less losses arising from non-trading activities in foreign currencies	68	(7,747)
Income from non-trading investments	(443)	(330)
Net fees and commission income	10,529	(120)
Others	485,442	248,719
Total Income	551,324	305,840
Operating expenses: (refer to the next 3 rows below)	n/a	n/a
Staff expenses	(153,352)	(148,449)
Rental expenses	(30,908)	(30,597)
Other expenses	(30,217)	(32,822)
Gains less losses from disposal of property, plant and Equipment and investment properties	(620)	(11)
Total Expenses	(215,097)	(211,879)
Profit before taxation	336,227	93,961
Tax expense	(53,410)	(14,249)
Profit after tax and exceptional items	282,817	79,712

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Part II Balance Sheet

Assets	Oct 31, 2020 (HK\$'000)	Apr 30, 2020 (HK\$'000)
Cash and balances with banks	1,902,235	711,707
Due from Exchange Fund	21,482	31,628
Placement with banks which have a residual contractual maturity of more than one month but not more than 12 months	-	-
Amount due from overseas offices of the institution	7,211,311	14,173,162
Loans and receivables	6,754,053	6,115,396
Securities held	999,960	2,198,958
Property, plant and equipment and investment properties	12,011	6,131
Other accounts and general provisions	(1,695)	(2,073)
Total Assets	16,899,357	23,234,909

Liabilities	Oct 31, 2020 (HK\$'000)	Apr 30, 2020 (HK\$'000)
Deposits and balances from banks	2,738,567	4,646,943
Deposits of customers (refer to the next 2 rows below)	n/a	n/a
Demand deposits and current accounts	4,142	5,344
Time, call and notice deposits	8,983,487	7,580,172
Amount due to overseas offices of the institution	2,994,401	8,625,255
Negotiable debt instruments issued and outstanding	1,652,496	1,955,576
Other liabilities	526,264	421,619
Total Liabilities	16,899,357	23,234,909

Part III Additional Balance Sheet Information**i) Advances and receivables**

Advances and receivables total	Oct 31, 2020 (HK\$'000)	Apr 30, 2020 (HK\$'000)
Advances to customers	6,495,019	5,848,668
Accrued interest and other accounts	259,034	266,728
Total:	6,754,053	6,115,396

ii) Impaired Loans and Advances, Overdue or Rescheduled Assets

There were no impaired loans and advances or overdue loans or rescheduled assets as at 31 Oct 2020 and 30 Apr 2020.

iii) Analysis of Loans and advances to customers by industry sector:

By Industry	Oct 31, 2020 (HK\$'000)	Oct 31, 2020 Collateral (%)	Apr 30, 2020 (HK\$'000)	Apr 30, 2020 Collateral (%)
Loans and advances for use inside HK (refer to rows below)	n/a	n/a	n/a	n/a
Industrial, commercial & financial: (refer to the next 2 rows below)	n/a	n/a	n/a	n/a
Financial concerns	1,907,423	-	2,091,741	-
Transport and transport equipment	1,745,245	-	1,747,468	-
Other: (refer to the row below)	n/a	n/a	n/a	n/a
Private purposes	28	-	44	-
Loans and advances for use outside HK	2,842,323	-	2,009,415	-
Total	6,495,019	.	5,848,668	.

iv) Analysis of gross amount of advances to customers by geographical area:

Advances to customers by geographical area are classified according to the location of the counterparties after taking into account the transfer of risk. In general, risk transfer applies when an advance is guaranteed by a party in an area which is different from that of the counterparty.

By geographical area	Oct 31, 2020 (HK\$'000)	Oct 31, 2020 % to total advances to customers	Apr 30, 2020 (HK\$'000)	Apr 30, 2020 % to total advances to customers
Hong Kong	6,495,019	100.00%	5,848,668	100.00%

v) International Claims:

Breakdown of international claims by major countries or geographical segments where only major countries constitute 10% or more of the total international claims after taking into account of risk transfer.

As at Oct 31, 2020 (HKD million)	Banks	Official Sector	Non Bank Private Sector: Non-Bank financial institutions	Non Bank Private Sector: Non-Financial private Sector	Others	Total
Developed Countries: (refer to the row below)	n/a	n/a	n/a	n/a	n/a	n/a
Canada	7,266	-	1	-	-	7,267
Offshore Centre: (refer to the row below)	n/a	n/a	n/a	n/a	n/a	n/a
Hong Kong	1,512	-	-	3,955	-	5,467
As at Apr 30, 2020 (HKD million)	Banks	Official Sector	Non Bank Private Sector: Non-Bank financial institutions	Non Bank Private Sector: Non-Financial private Sector	Others	Total
Developed Countries: (refer to the next 3 rows below)	n/a	n/a	n/a	n/a	n/a	n/a
Canada	14,288	-	10	-	-	14,298
Offshore Centre: (refer to the row below)	n/a	n/a	n/a	n/a	n/a	n/a
Hong Kong	310	-	-	3,307	-	3,617

vi) Analysis of foreign currency exposures

As at Oct 31, 2020 (HKD million)	Spot Assets	Spot Liabilities	Forward Purchases	Forward Sales	Net Option Position	Net Long or Short Position
USD	7,387	(8,089)	4,182	(3,440)	-	40
CAD	2,480	(2,331)	-	-	-	149
GBP	1,003	(3)	3	(1,003)	-	-
NZD	7	-	-	(7)	-	-
AUD	2,230	(488)	-	(1,742)	-	-
Total	13,107	(10,911)	4,185	(6,192)	-	189

As at Apr 30, 2020 (HKD million)	Spot Assets	Spot Liabilities	Forward Purchases	Forward Sales	Net Option Position	Net Long or Short Position
USD	8,861	(7,760)	2,644	(3,812)	-	(67)
CAD	2,634	(3,803)	1,301	-	-	132
GBP	-	-	-	-	-	-
NZD	4	-	4	(8)	-	-
AUD	6,387	(3,713)	1,186	(3,860)	-	-
Total	17,886	(15,276)	5,135	(7,680)	-	65

The net options position is calculated in accordance with our internal reporting method. We do not have structural positions as at Oct 31, 2020. (Apr 30, 2020: NIL)

Part IV Off Balance Sheet Exposures

Contingent Liabilities And Commitments (Contractual Amounts)	Oct 31, 2020 (HK\$'000)	Apr 30, 2020 (HK\$'000)
Forward forward deposits placed	512,657	2,208,075
Forward forward deposits accepted	796,487	1,714,461
Other commitments	22,214	262,214
Derivatives	Oct 31, 2020 (HK\$'000)	Apr 30, 2020 (HK\$'000)
Exchange rate contracts (excluding forward foreign exchange contracts arising from swap deposit arrangements)	-	-
Interest rate contracts	-	-
Fair value (after taking into account the effect of bilateral netting agreement)	Oct 31, 2020 (HK\$'000)	Apr 30, 2020 (HK\$'000)
Exchange rate contracts (include interbranch)	-	-
Interest rate contracts	-	-

Part V Liquidity Information

(For the period)	May 20 - Jul 20	Aug 20 - Oct 20	Aug 19 - Oct 19	Nov 19 - Oct 20	Nov 18 - Oct 19
The Average Liquidity Maintenance ratio	70.84%	56.71%	123.84%	63.21%	81.41%

The average LMR for above periods is calculated on the simple average of the average LMR for each calendar month's average and computed in accordance with the Banking (Liquidity) Rules.

Liquidity

Liquidity risk is the risk of having insufficient cash or its equivalent in a timely and cost-effective manner to meet financial obligations as they come due.

CIBC's approach to liquidity risk management supports our business strategy, aligns with our risk appetite and adheres to regulatory expectations. Our management strategies, objectives and practices are regularly reviewed to align with changes to the liquidity environment, including regulatory, business and/or market developments. Liquidity risk remains within CIBC's risk appetite.

Governance & Management

Canadian Imperial Bank of Commerce HK Branch (CIBC HK) is a branch of Canadian Imperial Bank of Commerce. CIBC HK's liquidity risk management is governed by the Asia Pacific (AP) Region Supplement to the Liquidity Risk Management Policy which incorporates and details how the AP region adheres to and supports the global CIBC Liquidity Risk Management Policy and the regulatory requirements in the AP jurisdictions.

Liquidity risk is managed using the three lines of defence model, and the ongoing management of liquidity risk is the responsibility of the Treasurer, supported by the Global Asset Liability Committee (GALCO):

- The Treasurer is responsible for managing the activities and processes required for measurement, reporting and monitoring of CIBC's liquidity risk position – this is the first line of defence
- The Liquidity and Non-Trading Market Risk group within Capital Markets Risk Management provides independent oversight, including the measurement, monitoring and control of liquidity risk, as the second line of defence
- Internal Audit provides the third line of defence, with independent assessment of the design and operating effectiveness of liquidity risk management controls, processes and systems

GALCO governs CIBC's liquidity risk management, ensuring liquidity risk framework, policies, methodologies and assumptions are regularly reviewed and, as appropriate, modified to ensure alignment with our operating environment and regulatory requirements.

The Liquidity Risk Management Committee, a subcommittee of GALCO, is responsible for supporting GALCO to ensure that CIBC's liquidity risk profile is comprehensively measured and managed in alignment with CIBC's strategic direction, risk appetite and regulatory requirements.

Locally, in the Asia Pacific region, key liquidity metrics are monitored and discussed where appropriate at the Hong Kong Management Committee (HKMC) and Asia Pacific Management Committee (APMC).

The AP risk appetite statement (RAS) articulates the aggregate levels of risk that the AP Region is willing to assume in pursuit of its strategy and business objectives and sets the basic goals and measurement metrics, which define tolerance levels for various risks.

Funding Plan

CIBC's funding strategy is centralized at the Canadian parent and funds its operations with client-sourced deposits, supplemented with a wide range of wholesale funding. We routinely access a range of short-term and long-term secured and unsecured funding sources diversified by geography, depositor type, instrument, currency and maturity. We raise long-term funding from existing programs including covered bonds, asset securitizations and unsecured debt. CIBC continuously evaluates opportunities to diversify into new funding products and investor segments in an effort to maximize funding flexibility and minimize concentration and financing costs.

We regularly monitor wholesale funding levels and concentrations to internal limits consistent with our desired liquidity risk profile.

Liquidity Risk Mitigation

Liquidity management is performed on a consolidated basis to ensure sufficient liquid assets and diversified funding sources to consistently fund our balance sheet and contingent obligations in each jurisdiction and maintain the strength of our enterprise under both normal and stressed market environments.

The Liquidity Maintenance Ratio (LMR) is monitored locally on a daily basis, against regulatory limits of 25% and internal buffer targets which are set more stringent than regulatory requirements. The CIBC HK branch maintains a prudent level of liquid assets comprised primarily of bills issued by the Hong Kong Monetary Authority.

CIBC HK's liquidity monitoring includes:

- i) Deposit and wholesale funding access and concentrations;
- ii) Asset quality, monetization timing and market constraints;
- iii) Reputational, regulatory and macro-economic environments; and
- iv) Pledging and funding commitments, internally and externally and among multiple jurisdictions.

Stress Testing

A key component of our liquidity risk management, and complementing our assessments of liquidity risk, is liquidity risk stress testing. Liquidity stress testing involves the application of name-specific and market-wide stress scenarios at varying levels of severity to assess the amount of available liquidity required to satisfy anticipated obligations as they come due.

Furthermore, stress scenarios have been developed to incorporate CIBC HK branch specific characteristics, including aspects such as foreign exchange rate volatility, economic stress, asset haircut and monetization depths and interest rate impacts. Stress test reports are used to identify sources of potential CIBC HK liquidity strain and are made available to the APMC.

The results are considered as inputs when developing CIBC AP Region's Contingency Funding Plan.

Contingency Funding Plan

The AP Region Contingency Funding Plan (CFP) aligns with the Global CFP, and is tailored to the jurisdiction's uniqueness to support CIBC as an enterprise. The AP Region CFP sets out the strategies for addressing liquidity shortfalls in emergency and unexpected situations, delineating CIBC's strategies to manage a range of stress conditions, establishing clear lines of responsibility and articulating invocation and escalation procedures. The AP Region CFP is reviewed and approved regularly by the APMC.

Further information can be obtained in the Liquidity Risk section of CIBC's Annual Reports:

<https://www.cibc.com/en/about-cibc/investor-relations/annual-reports-and-proxy-circulars.html>

Contractual obligations

The following tables provide the contractual maturity profile of our on-balance sheet assets and liabilities as of Oct 31st, 2020. Contractual analysis is not representative of CIBC's liquidity risk exposure, however this information serves to inform CIBC's management of liquidity risk, and provide input when modelling a behavioral balance sheet.

On-Balance Sheet Assets (HKD millions, as at October 31, 2020)	Less than 1 month	1 - 3 months	3 - 6 months	6 - 12 months	1 - 2 years	Over 2 years	No specified maturity	Total
Cash and non-interest bearing deposits with banks and central banks	21	-	-	-	-	-	-	21
Interest-bearing deposit with banks	7,553	-	1,446	135	-	-	-	9,134
Securities	1,000	-	-	-	-	-	-	1,000
Cash collateral on securities borrowed	-	-	-	-	-	-	-	-
Securities purchased under resale agreement	-	-	-	-	-	-	-	-
Loans	757	1,503	-	245	-	3,996	-	6,501
Derivative instruments	39	-	-	-	-	-	-	39
Customer's liability under acceptances	-	-	-	-	-	-	-	-
Other assets	-	-	-	-	-	-	206	206
Total	9,370	1,503	1,446	380	-	3,996	206	16,901

Off-Balance Sheet Claims (HKD millions, as at October 31, 2020)	Less than 1 month	1 - 3 months	3 - 6 months	6 - 12 months	1 - 2 years	Over 2 years	No specified maturity	Total
Forward forward claims	796	513	-	-	-	-	-	1,309
Other	-	-	-	-	-	-	5	5
Total	796	513	-	-	-	-	5	1,314

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On-Balance Sheet Liabilities (HKD millions, as at October 31, 2020)	Less than 1 month	1 - 3 months	3 - 6 months	6 - 12 months	1 - 2 years	Over 2 years	No specified maturity	Total
Deposits	9,218	3,456	3,367	334	-	-	-	16,375
Obligations related to securities sold short	-	-	-	-	-	-	-	-
Cash collateral on securities lent	-	-	-	-	-	-	-	-
Obligations related to securities sold under repurchase agreements	-	-	-	-	-	-	-	-
Derivative instruments	-	-	-	-	-	-	-	-
Acceptances	-	-	-	-	-	-	-	-
Subordinated indebtedness	-	-	-	-	-	-	-	-
Other liabilities	284	-	-	-	-	-	242	526
Total	9,502	3,456	3,367	334	-	-	242	16,901

Off-Balance Sheet Obligations (HKD millions, as at October 31, 2020)	Less than 1 month	1 - 3 months	3 - 6 months	6 - 12 months	1 - 2 years	Over 2 years	No specified maturity	Total
Forward forward deposits placed	534	-	-	775	-	-	-	1,309
Undrawn Credit Commitments	22	-	-	-	-	-	-	22
Total	556	-	-	775	-	-	-	1,331

HKD millions, as at October 31, 2020	Less than 1 month	1 - 3 months	3 - 6 months	6 - 12 months	1 - 2 years	Over 2 years	No specified maturity	Total
Contractual Maturity Mismatch	108	(1,440)	(1,921)	(729)	-	3,996	(31)	(17)
Cumulative Contractual Maturity Mismatch	108	(1,332)	(3,253)	(3,982)	(3,982)	14	(17)	(17)

Part VI Additional Profit and Loss Statement Information

Breakdown of Fee and Commission income from November to October:	Oct 31, 2020 (HK\$'000)	Oct 31, 2019 (HK\$'000)
Fees and commission income	10,529	1,291
Fees and commission expense	-	(1,411)
Net fees and commission income	10,529	(120)

Canadian Imperial Bank of Commerce (Including HK Branch) Disclosure Statement as at Oct 31, 2020

(based on CIBC fourth quarter report for the period ended Oct 31, 2020)

Section B – Bank Information (Consolidated Basis)

Capital and Capital Adequacy	Oct 31, 2020 CAD Million	Apr 30, 2020 CAD Million
Total shareholders' equity	41,335	40,253
Capital adequacy ratio	16.10%	14.50%

CIBC's regulatory capital requirements are determined in accordance with OSFI's capital adequacy guidelines.

Other Financial Information	Oct 31, 2020 CAD Million	Apr 30, 2020 CAD Million
Total assets	769,551	759,136
Total liabilities	728,216	718,883
Total advances	406,782	411,586
Total customer deposits	513,578	484,880

Other Financial Information	Oct 31, 2020 CAD Million	Oct 31, 2019 CAD Million
Pre-tax profit	4,890	6,469

Statement by Chief Executive

This Disclosure Statement is in compliance with the Banking (Disclosure) Rules and recommendations as stated in the Hong Kong Monetary Authority's Supervisory Policy Manual on "Guideline on the Application of the Banking (Disclosure) Rules". To the best of my knowledge, the disclosure is not false or misleading.



Gregory Fournier

Chief Executive

Canadian Imperial Bank of Commerce, Hong Kong Branch