



## Canadian Imperial Bank of Commerce, HK Branch Disclosure Statement as at April 30, 2021

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### Section A – Branch Information (Hong Kong Office Only)

#### Part I Profit & Loss

Profit & Loss information	Apr 30, 2021 (HK\$'000)	Apr 30, 2020 (HK\$'000)
Interest Income	51,618	260,013
Interest Expense	(25,483)	(228,302)
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	1,087	6,518
Income from non-trading investments	240	(864)
Net fees and commission income	31,347	9,811
Others	200,837	210,988
<b>Total Income</b>	<b>259,646</b>	<b>258,164</b>
Operating expenses: (refer to the next 3 rows below)	n/a	n/a
Staff expenses	(76,152)	(79,034)
Rental expenses	(13,877)	(15,865)
Other expenses	(13,763)	(13,989)
Gains less losses from disposal of property, plant and Equipment and investment properties	-	-
<b>Total Expenses</b>	<b>(103,792)</b>	<b>(108,888)</b>
Profit before taxation	155,854	149,276
Tax expense	(24,898)	(19,090)
<b>Profit after tax and exceptional items</b>	<b>130,956</b>	<b>130,186</b>

**Part II Balance Sheet**

<b>Assets</b>	<b>Apr 30, 2021 (HK\$'000)</b>	<b>Oct 31, 2020 (HK\$'000)</b>
Cash and balances with banks	2,835,384	1,902,235
Due from Exchange Fund	855,072	21,482
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	7,675,495	7,211,311
Loans and receivables	7,450,856	6,754,053
Securities held	2,399,832	999,960
Property, plant and equipment and investment properties	10,847	12,011
Other accounts and general provisions	(1,537)	(1,695)
<b>Total Assets</b>	<b>21,225,949</b>	<b>16,899,357</b>
<b>Liabilities</b>	<b>Apr 30, 2021 (HK\$'000)</b>	<b>Oct 31, 2020 (HK\$'000)</b>
Deposits and balances from banks	3,865,291	2,738,567
Deposits of customers (refer to the next 2 rows below)	n/a	n/a
Demand deposits and current accounts	3,705	4,142
Time, call and notice deposits	11,604,223	8,983,487
Amount due to overseas offices of the institution	3,838,220	2,994,401
Negotiable debt instruments issued and outstanding	1,528,000	1,652,496
Other liabilities	386,510	526,264
<b>Total Liabilities</b>	<b>21,225,949</b>	<b>16,899,357</b>

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

<b>Advances and receivables total</b>	<b>Apr 30, 2021 (HK\$'000)</b>	<b>Oct 31, 2020 (HK\$'000)</b>
Advances to customers	6,675,119	6,495,019
Accrued interest and other accounts	775,737	259,034
<b>Total:</b>	<b>7,450,856</b>	<b>6,754,053</b>

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**ii) Impaired Loans and Advances, Overdue or Rescheduled Assets**

There were no impaired loans and advances or overdue loans or rescheduled assets as at 30 Apr 2021 and 31 Oct 2020.

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

<b>By Industry</b>	<b>Apr 30, 2021 (HK\$'000)</b>	<b>Apr 30, 2021 Collateral (%)</b>	<b>Oct 31, 2020 (HK\$'000)</b>	<b>Oct 31, 2020 Collateral (%)</b>
<b>Loans and advances for use inside HK (refer to rows below)</b>	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	1,909,251	-	1,907,423	-
Transport and transport equipment	1,723,032	-	1,745,245	-
Other: (refer to the row below)	n/a	n/a	n/a	n/a
Private purposes	59	-	28	-
<b>Loans and advances for use outside HK</b>	<b>3,042,777</b>	<b>-</b>	<b>2,842,323</b>	<b>-</b>
<b>Total</b>	<b>6,675,119</b>	<b>.</b>	<b>6,495,019</b>	<b>.</b>

**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.

<b>By geographical area</b>	<b>Apr 30, 2021 (HK\$'000)</b>	<b>Apr 30, 2021 % to total advances to customers</b>	<b>Oct 31, 2020 (HK\$'000)</b>	<b>Oct 31, 2020 % to total advances to customers</b>
Hong Kong	6,675,119	100.00%	6,495,019	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.

<b>As at Apr 30, 2021 (HKD million)</b>	<b>Banks</b>	<b>Official Sector</b>	<b>Non Bank Private Sector: Non-Bank financial institutions</b>	<b>Non Bank Private Sector: Non-Financial private Sector</b>	<b>Others</b>	<b>Total</b>
Developed Countries: (refer to the row below)	n/a	n/a	n/a	n/a	n/a	n/a
Canada	7,741	-	6	-	-	7,747
Offshore Centre: (refer to the row below)	n/a	n/a	n/a	n/a	n/a	n/a
Hong Kong	-	-	-	4,157	-	4,157
<b>As at Oct 31, 2020 (HKD million)</b>	<b>Banks</b>	<b>Official Sector</b>	<b>Non Bank Private Sector: Non-Bank financial institutions</b>	<b>Non Bank Private Sector: Non-Financial private Sector</b>	<b>Others</b>	<b>Total</b>
Developed Countries: (refer to the next 3 rows 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

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## vi) Analysis of foreign currency exposures

As at Apr 30, 2021 (HKD million)	Spot Assets	Spot Liabilities	Forward Purchases	Forward Sales	Net Option Position	Net Long or Short Position
USD	11,112	(9,531)	2,631	(4,233)	-	(21)
CAD	657	(600)	-	-	-	57
CNY	-	(240)	242	-	-	2
GBP	1,083	(3)	-	(1,080)	-	-
AUD	1,210	(3)	372	(1,579)	-	-
<b>Total</b>	<b>14,062</b>	<b>(10,377)</b>	<b>3,245</b>	<b>(6,892)</b>	<b>-</b>	<b>38</b>

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)	-	-
<b>Total</b>	<b>13,107</b>	<b>(10,911)</b>	<b>4,185</b>	<b>(6,192)</b>	<b>-</b>	<b>189</b>

The net options position is calculated in accordance with our internal reporting method. We do not have structural positions as at Apr 30, 2021. (Oct 31, 2020: NIL)

## Part IV Off Balance Sheet Exposures

Contingent Liabilities And Commitments (Contractual Amounts)	Apr 30, 2021 (HK\$'000)	Oct 31, 2020 (HK\$'000)
Forward forward deposits placed	1,293,250	512,657
Forward forward deposits accepted	776,477	796,487
Other commitments	22,214	22,214
<b>Derivatives</b>	<b>Apr 30, 2021 (HK\$'000)</b>	<b>Oct 31, 2020 (HK\$'000)</b>
Exchange rate contracts (excluding forward foreign exchange contracts arising from swap deposit arrangements)	1,682	-
Interest rate contracts	-	-
<b>Fair value (after taking into account the effect of bilateral netting agreement)</b>	<b>Apr 30, 2021 (HK\$'000)</b>	<b>Oct 31, 2020 (HK\$'000)</b>
Exchange rate contracts (include interbranch)	5	-
Interest rate contracts	-	-

## Part V Liquidity Information

(For the period)	Nov 20 - Jan 21	Feb 21 - Apr 21	Feb 20 - Apr 20	Nov 20 - Apr 21	Nov 19 - Apr 20
The Average Liquidity Maintenance ratio	84.59%	70.25%	53.28%	77.42%	62.65%

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>

**Part VI Additional Profit and Loss Statement Information**

<b>Breakdown of Fee and Commission income from November to April:</b>	<b>Apr 30, 2021 (HK\$'000)</b>	<b>Apr 30, 2020 (HK\$'000)</b>
Fees and commission income	31,347	9,811
Fees and commission expense	-	-
Net fees and commission income	31,347	9,811



## Canadian Imperial Bank of Commerce (Including HK Branch) Disclosure Statement as at Apr 30, 2021

(based on CIBC second quarter report for the period ended Apr 30, 2021)

### Section B – Bank Information (Consolidated Basis)

Capital and Capital Adequacy	Apr 30, 2021 CAD Million	Oct 31, 2020 CAD Million
Total shareholders' equity	42,680	41,335
Capital adequacy ratio	16.20%	16.10%


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

Other Financial Information	Apr 30, 2021 CAD Million	Oct 31, 2020 CAD Million
Total assets	782,878	769,551
Total liabilities	740,198	728,216
Total advances	421,118	406,782
Total customer deposits	520,229	513,578

Other Financial Information	Apr 30, 2021 CAD Million	Apr 30, 2020 CAD Million
Pre-tax profit	4,234	1,991

### 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

