



**WOORIBANK**

***Hong Kong Branch***

***(Incorporated in Republic of Korea with Limited Liability)***

**Unaudited Disclosure Statement**  
**as of 30 June 2020**

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## Statement of compliance

We have prepared this unaudited Disclosure Statement of Woori Bank, Hong Kong Branch ("the Branch") as of 30 June 2020. It is compiled according to the Banking (Disclosure) Rules under the Banking Ordinance (Chapter 155M) effective from 1 January 2007.

As the Chief Executive of the Branch, I confirm, to the best of my knowledge, that the information contained in the Disclosure Statement is correctly compiled in accordance with the Banking (Disclosure) Rules requirement and consistent with the books and records of the Branch.

Woori Bank, Hong Kong Branch



Chief Executive  
Hong Kong  
28 September 2020

**Woori Bank, Hong Kong Branch**  
**Financial Disclosure as of 30 June 2020**  
*(Expressed in Hong Kong dollars)*

**Branch Information (Hong Kong office only)**

**Profit and loss information**

Income	Half-year ended 30 Jun 2020	Half-year ended 30 Jun 2019
Interest income	281,792,259	352,240,321
Interest expense	<u>(207,420,057)</u>	<u>(276,049,782)</u>
<b>Net interest income</b>	<u>74,372,202</u>	<u>76,190,539</u>
<b>Other operating income</b>		
- Gains less losses arising from trading in foreign currencies		
- Gains less losses arising from trading in foreign currencies	-	-
- Gains less losses arising from non-trading activities in foreign currencies	<u>824,420</u>	<u>1,175,806</u>
	<u>824,420</u>	<u>1,175,806</u>
- Gains less losses on securities held for trading purposes	-	-
- Gains less losses from other trading activities		
- Gains less losses arising from trading in interest rate derivatives	-	-
- Gains less losses arising from trading in other derivatives	-	-
	-	-
- Net fees and commission income		
- Fees and commission income	19,611,133	33,838,566
- Fees and commission expenses	<u>(1,733,132)</u>	<u>(1,241,012)</u>
	<u>17,878,001</u>	<u>32,597,554</u>
- Others		
- Dividend from subsidiary/associated companies and other equity investments	-	-
- Gains less losses on securities held for non-trading purposes	1,785,311	1,626,918
- Other income	<u>251,667</u>	<u>426,635</u>
	<u>2,036,978</u>	<u>2,053,553</u>
<b>Total other operating income</b>	<u>20,739,399</u>	<u>35,826,913</u>
<b>Total operating income</b>	<u>95,111,601</u>	<u>112,017,452</u>
<b>Expenses</b>		
Operating expenses		
- Staff expenses	(9,532,156)	(8,450,342)
- Rental expenses	(5,180,650)	(5,339,542)
- Other operating expenses	(2,813,985)	(2,600,743)
- Net charge for other provisions	<u>364,292</u>	<u>-</u>
<b>Total Operating expenses</b>	<u>(17,162,499)</u>	<u>(16,390,627)</u>
<b>Operating profit before impairment losses</b>	77,949,102	95,626,825
Impairment losses and provisions for impaired loans and receivables		
- Collective provisions	117,549,824	(641,445)
- Specific provisions	<u>(117,918,873)</u>	<u>-</u>
	<u>(369,049)</u>	<u>(641,445)</u>
Gains less losses from the disposal of property, plant and equipment and investment properties	-	-
<b>Profit / (Loss) before taxation</b>	<u>77,580,053</u>	<u>94,985,380</u>
<b>Tax expense or tax income</b>	<u>(9,875,574)</u>	<u>(11,160,548)</u>
<b>Profit / (Loss) after taxation</b>	<u>67,704,479</u>	<u>83,824,832</u>

**Woori Bank, Hong Kong Branch**  
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**Branch Information (Hong Kong office only)**

**Balance sheet information**

<b>Assets</b>	<b><u>At 30 Jun 2020</u></b>	<b><u>At 31 Dec 2019</u></b>
Cash and balances with banks	53,795,138	25,250,462
Placements with banks which have a residual contractual maturity		
- not more than 1 month	2,149,519,690	1,707,761,502
- more than 1 month but not more than 1 year	1,987,951,393	674,118,225
- more than 1 year	-	778,801,500
	<u>4,137,471,083</u>	<u>3,160,681,227</u>
Amount due from overseas offices of Woori Bank	804,711,608	484,593,503
Trade bills	3,088,414,306	3,676,494,374
Certificates of deposit held	-	-
Securities held for trading purposes	-	-
<b>Loans and receivables</b>		
- Loans and advances to customers	9,818,710,381	10,426,477,080
- Loans and advances to banks and other financial institutions	201,511,752	218,064,420
- Accrued interest and other accounts	170,391,379	144,336,730
- Provisions for impaired loans and receivables		
- Collective provisions for impaired loans and advances to customers	(34,137,878)	(35,014,890)
- Collective provisions for impaired loans and advances to banks	(163,036)	(183,221)
- Specific provisions for impaired loans and advances to customers	(117,918,873)	(116,820,225)
- Specific provisions for impaired loans and advances to banks	-	-
	<u>10,038,393,725</u>	<u>10,636,859,894</u>
<b>Investment securities</b>		
- Available-for-sale investments	4,653,289,924	3,856,788,888
- Held-to-maturity investments	-	-
	<u>4,653,289,924</u>	<u>3,856,788,888</u>
Property, plant and equipment and investment properties	1,183,906	1,340,594
	<u>22,777,259,690</u>	<u>21,842,008,942</u>
<b>Total assets</b>		
<b>Liabilities</b>		
Deposits and balances from banks	3,657,906,278	3,195,175,126
Deposits from customers		
- Demand deposits and current accounts	8,528,533	11,829,904
- Savings deposits	301,442,678	395,168,880
- Time, call and notice deposits	1,386,954,065	2,246,854,046
	<u>1,696,925,276</u>	<u>2,653,852,830</u>
Amount due to overseas offices of Woori Bank	5,779,852,923	6,421,178,072
Certificates of deposit issued	4,820,781,144	2,063,823,975
Issued debt securities	-	-
Other negotiable debt instruments issued	6,469,574,015	7,250,641,965
Other liabilities	346,338,058	250,547,149
Provisions	5,881,996	6,789,825
	<u>22,777,259,690</u>	<u>21,842,008,942</u>
<b>Total liabilities</b>		

**Woori Bank, Hong Kong Branch**  
**Financial Disclosure as of 30 June 2020**  
*(Expressed in Hong Kong dollars)*

**I Additional Balance Sheet Information**

**(a) Impaired loans and advances**

**At 30 Jun 2020**

	<u>Gross loans and advances</u>	<u>Specific provisions</u>	<u>Market Value of collateral held</u>	<u>% to total loans and advances to customers</u>
Impaired loans and advances to customers (individually determined)	<u>116,256,780</u>	<u>116,256,780</u>	<u>-</u>	<u>1.18%</u>

	<u>Gross loans and advances</u>	<u>Specific provisions</u>	<u>Market Value of collateral held</u>	<u>% to total loans and advances to banks</u>
Impaired loans and advances to banks (individually determined)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

**At 31 Dec 2019**

	<u>Gross loans and advances</u>	<u>Specific provisions</u>	<u>Market Value of collateral held</u>	<u>% to total loans and advances to customers</u>
Impaired loans and advances to customers (individually determined)	<u>116,820,225</u>	<u>116,820,225</u>	<u>-</u>	<u>1.12%</u>

	<u>Gross loans and advances</u>	<u>Specific provisions</u>	<u>Market Value of collateral held</u>	<u>% to total loans and advances to banks</u>
Impaired loans and advances to banks (individually determined)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

**Woori Bank, Hong Kong Branch**  
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I Additional Balance Sheet Information *(continued)*

(b) Overdue and rescheduled assets

	At 30 Jun 2020		At 31 Dec 2019	
	<u>Gross amount</u>	<u>% to total advances to customers</u>	<u>Gross amount</u>	<u>% to total advances to customers</u>
<b>Overdue advances</b>				
Advances to customers overdue for				
- not more than 3 months	-	-	-	-
- more than 3 months but not more than 6 months	-	-	-	-
- more than 6 months but not more than 1 year	-	-	-	-
- more than 1 year	-	-	-	-
Total overdue advances to customers	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Advances to banks overdue for				
- not more than 3 months	-	-	-	-
- more than 3 months but not more than 6 months	-	-	-	-
- more than 6 months but not more than 1 year	-	-	-	-
- more than 1 year	-	-	-	-
Total overdue advances to banks	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
		<u>Gross amount</u>		<u>Gross amount</u>
Secured overdue advances		-		-
Unsecured overdue advances		-		-
Total overdue advances		<u>-</u>		<u>-</u>
Market value of collateral held against the secured overdue advances		<u>-</u>		<u>-</u>
Specific provision for the overdue advances		<u>-</u>		<u>-</u>

**Woori Bank, Hong Kong Branch**  
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I Additional Balance Sheet Information *(continued)*

(b) Overdue and rescheduled assets *(continued)*

	At 30 Jun 2020		At 31 Dec 2019	
	<u>Gross amount</u>	<u>% to total advances to customers</u>	<u>Gross amount</u>	<u>% to total advances to customers</u>
<b>Rescheduled advances</b>				
Rescheduled advances to customers	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
	<u>Gross amount</u>	<u>% to total advances to banks</u>	<u>Gross amount</u>	<u>% to total advances to banks</u>
Rescheduled advances to banks	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Other overdue assets</b>				
Other assets overdue for	<u>Gross amount</u>	<u>% to total other assets</u>	<u>Gross amount</u>	<u>% to total other assets</u>
- not more than 3 months	-	-	-	-
- more than 3 months but not more than 6 months	-	-	-	-
- more than 6 months but not more than 1 year	-	-	-	-
- more than 1 year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other overdue assets	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Repossessed assets</b>		<u>Gross amount</u>		<u>Gross amount</u>
Repossessed assets held		<u>-</u>		<u>-</u>

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I Additional Balance Sheet Information *(continued)*

(c) The breakdown of the gross amount of loans and advances to customers by industry categories.

	At 30 Jun 2020		At 31 Dec 2019	
	Gross advances	Extent advances are covered by collateral or other security	Gross advances	Extent advances are covered by collateral or other security
Loans and advances for use in Hong Kong				
Industrial, commercial and financial				
- Property development	-	-	-	-
- Property investment	-	-	-	-
- Financial concerns	75,937,500	-	114,375,000	-
- Stockbrokers	-	-	-	-
- Wholesale and retail trade	319,396,127	-	343,490,402	-
- Manufacturing	-	-	-	-
- Transport and transport equipment	709,166,358	-	1,327,077,756	-
- Recreational activities	19,376,130	-	19,470,038	-
- Information technology	-	-	-	-
- Others	80,294,683	-	80,683,835	-
Sub-total	<u>1,204,170,798</u>	<u>-</u>	<u>1,885,097,031</u>	<u>-</u>
Individuals				
- Loans for the purchase of flats in the Home Ownership Scheme, Private Sector Participation Scheme and Tenants Purchase Scheme or their respective successor schemes	-	-	-	-
- Loans for the purchase of other residential properties	-	-	-	-
- Credit card advances	-	-	-	-
- Others	-	-	-	-
Sub-total	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total loans and advances for use in Hong Kong	<u>1,204,170,798</u>	<u>-</u>	<u>1,885,097,031</u>	<u>-</u>
Trade finance	25,898,244	-	64,573,863	-
Loans and advances for use outside Hong Kong	<u>8,588,641,339</u>	<u>-</u>	<u>8,476,806,186</u>	<u>73,559,294</u>
	<u>9,818,710,381</u>	<u>-</u>	<u>10,426,477,080</u>	<u>73,559,294</u>



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**I Additional Balance Sheet Information (continued)**

(d) Analysis of gross amount of loans and advances to customer by countries in accordance with the location of the counterparties.

**At 30 Jun 2020**

	<u>Gross loans and advances to customers</u>	<u>Overdue loans and advances to customers</u>	<u>Impaired loans and advances to customers (individually determined)</u>	<u>Specific provisions</u>	<u>Collectively provisions</u>
- Hong Kong	3,058,676,371	-	-	-	23,334,169
- Korea	1,393,689,844	-	-	-	1,590,057
- China	429,933,074	-	-	-	199,431
- Bermuda	106,939,308	-	-	-	332,948
- British Virgin Islands	136,746,944	-	-	-	531,727
- Cambodia	844,799,268	-	-	-	876,902
- Cayman Islands	798,786,580	-	116,256,780	116,256,780	3,316,307
- Indonesia	104,348,825	-	-	-	24,313
- Ireland	339,629,643	-	-	-	574,681
- Jersey	116,256,780	-	-	-	267,623
- Liberia	-	-	-	-	-
- Marshall Island	333,930,494	-	-	-	346,620
- Netherlands	158,406,867	-	-	-	364,653
- Qatar	135,358,255	-	-	-	140,502
- Singapore	58,128,390	-	-	-	133,811
- United Arab Emirates	118,883,302	-	-	-	123,401
- United States	23,251,356	-	-	-	24,135
- Vietnam	1,660,945,080	-	-	-	1,922,228
<b>Total</b>	<u>9,818,710,381</u>	<u>-</u>	<u>116,256,780</u>	<u>116,256,780</u>	<u>34,103,508</u>

**At 31 Dec 2019**

	<u>Gross loans and advances to customers</u>	<u>Overdue loans and advances to customers</u>	<u>Impaired loans and advances to customers (individually determined)</u>	<u>Specific provisions</u>	<u>Collectively provisions</u>
- Hong Kong	3,785,850,920	-	-	-	20,531,823
- Korea	1,825,316,016	-	-	-	1,316,350
- China	415,661,937	-	-	-	141,378
- Bermuda	151,757,472	-	-	-	352,649
- British Virgin Islands	152,122,574	-	-	-	441,385
- Cambodia	602,013,560	-	-	-	485,223
- Cayman Islands	870,592,618	-	116,820,225	116,820,225	2,816,807
- Indonesia	52,528,933	-	-	-	12,239
- Ireland	351,685,841	-	-	-	462,953
- Jersey	116,820,225	-	-	-	208,875
- Liberia	26,017,873	-	-	-	6,417,647
- Marshall Island	350,460,675	-	-	-	282,471
- Netherlands	93,456,180	-	-	-	167,100
- Qatar	-	-	-	-	-
- Singapore	58,410,112	-	-	-	104,437
- United Arab Emirates	124,138,341	-	-	-	100,056
- United States	23,364,045	-	-	-	18,831
- Vietnam	1,426,279,758	-	-	-	1,154,666
<b>Total</b>	<u>10,426,477,080</u>	<u>-</u>	<u>116,820,225</u>	<u>116,820,225</u>	<u>35,014,890</u>

**Woori Bank, Hong Kong Branch**  
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**I Additional Balance Sheet Information (continued)**

**(e) Mainland activities**

Mainland exposures to non-bank counterparties classified by type of counterparties.

At 30 Jun 2020

<u>Types of counterparties</u>	<u>On-balance sheet exposure</u>	<u>Off-balance sheet exposure</u>	<u>Total</u>
1. Central government, central government-owned entities and their subsidiaries and joint ventures (JVs)	671,846,996	-	671,846,996
2. Local governments, local government-owned entities and their subsidiaries and JVs	-	-	-
3. PRC nationals residing in Mainland China or other entities incorporated in Mainland China and their subsidiaries and JVs	1,910,988,626	159,720,132	2,070,708,758
4. Other entities of central government not reported in item 1 above	81,153,848	38,752,260	119,906,108
5. Other entities of local governments not reported in item 2 above	232,528,371	-	232,528,371
6. PRC nationals residing outside Mainland China or entities incorporated outside Mainland China where the credit is granted for use in Mainland China	1,210,987,651	143,437,250	1,354,424,901
7. Other counterparties where the exposures are considered by the Branch to be non-bank Mainland China exposures	194,023,345	11,239,502	205,262,847
<b>Total</b>	<b><u>4,301,528,837</u></b>	<b><u>353,149,144</u></b>	<b><u>4,654,677,981</u></b>
Total assets after provisions	<u>22,771,377,694</u>		
On-balance sheet exposures as percentage of total assets	<u>18.89%</u>		

At 31 Dec 2019

<u>Types of counterparties</u>	<u>On-balance sheet exposure</u>	<u>Off-balance sheet exposure</u>	<u>Total</u>
1. Central government, central government-owned entities and their subsidiaries and joint ventures (JVs)	1,310,795,751	-	1,310,795,751
2. Local governments, local government-owned entities and their subsidiaries and JVs	-	-	-
3. PRC nationals residing in Mainland China or other entities incorporated in Mainland China and their subsidiaries and JVs	1,779,902,275	198,318,813	1,978,221,088
4. Other entities of central government not reported in item 1 above	-	-	-
5. Other entities of local governments not reported in item 2 above	276,848,221	-	276,848,221
6. PRC nationals residing outside Mainland China or entities incorporated outside Mainland China where the credit is granted for use in Mainland China	1,234,561,719	231,328,081	1,465,889,800
7. Other counterparties where the exposures are considered by the Branch to be non-bank Mainland China exposures	195,170,300	-	195,170,300
<b>Total</b>	<b><u>4,797,278,266</u></b>	<b><u>429,646,894</u></b>	<b><u>5,226,925,160</u></b>
Total assets after provisions	<u>21,835,219,117</u>		
On-balance sheet exposures as percentage of total assets	<u>21.97%</u>		

**Woori Bank, Hong Kong Branch**  
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**II International claims**

International claims are on-balance sheet exposures classified by types and countries or geographical segments of counterparties after taking into account the transfer of risk. Claims arising between head office, branches and subsidiaries are excluded.

At 30 Jun 2020	Non-bank private sector				
	Banks	Official sectors	Non-bank financial institutions	Non-financial private sector	Total
Developed countries	450,216,694	234,839	431,764,537	293,794,699	1,176,010,769
Offshore centres	58,185,830	-	-	1,336,642,668	1,394,828,498
<i>of which: Hong Kong</i>	29,062,062	-	-	617,679,170	646,741,232
Developing Europe	-	-	-	-	-
Developing Latin America and Caribbean	-	-	155,379,537	-	155,379,537
Developing Africa and Middle East	707,226,772	-	452,320,477	433,017,916	1,592,565,165
Developing Asia and Pacific	4,195,131,142	-	15,501,874	8,697,306,867	12,907,939,883
<i>of which: China</i>	1,310,251,324	-	-	1,755,874,298	3,066,125,622
<i>of which: Korea</i>	1,586,605,944	-	15,501,874	6,606,114,627	8,208,222,445
	<u>5,410,760,438</u>	<u>234,839</u>	<u>1,054,966,425</u>	<u>10,760,762,150</u>	<u>17,226,723,852</u>

At 31 Dec 2019	Non-bank private sector				
	Banks	Official Sector	Non-bank financial institutions	Non-financial private sector	Total
Developed countries	547,980,693	239,520	276,224,262	393,738,508	1,218,182,983
Offshore centres	42,428,647	-	117,607,674	1,500,568,446	1,660,604,767
<i>of which: Hong Kong</i>	42,428,647	-	-	737,945,434	780,374,081
Developing Europe	-	-	-	-	-
Developing Latin America and Caribbean	-	-	-	-	-
Developing Africa and Middle East	445,928,867	-	157,630,436	427,020,368	1,030,579,671
Developing Asia and Pacific	2,721,846,019	4,237	-	9,149,743,838	11,871,594,094
<i>of which: China</i>	1,010,821,347	-	-	2,313,747,838	3,324,569,185
<i>of which: Korea</i>	1,281,294,328	4,237	-	6,483,392,979	7,764,691,544
	<u>3,758,184,226</u>	<u>243,757</u>	<u>551,462,372</u>	<u>11,471,071,160</u>	<u>15,780,961,515</u>

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**III Currency risk**

Foreign currency exposures which constitutes not less than 10% of the total net position in all foreign currencies is as follows.

**At 30 Jun 2020**

	HK\$ million					Total
	USD	JPY	EUR	CNY	Others	
Spot assets	21,344	8	456	57	1	21,866
Spot liabilities	(21,342)	(8)	(454)	(57)	-	(21,861)
Forward purchases	-	-	-	-	-	-
Forward sales	-	-	-	-	-	-
Net option position	-	-	-	-	-	-
Net long / (net short) position	<u>2</u>	<u>-</u>	<u>2</u>	<u>-</u>	<u>1</u>	<u>5</u>
Net structural position	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

**At 31 Dec 2019**

	HK\$ million					Total
	USD	JPY	EUR	CNY	Others	
Spot assets	20,669	64	166	57	1	20,957
Spot liabilities	(20,674)	(58)	(165)	(58)	-	(20,955)
Forward purchases	-	-	-	-	-	-
Forward sales	-	-	-	-	-	-
Net option position	-	-	-	-	-	-
Net long / (net short) position	<u>(5)</u>	<u>6</u>	<u>1</u>	<u>(1)</u>	<u>1</u>	<u>2</u>
Net structural position	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

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**IV Off-balance sheet exposures**

(a) The contractual or notional amounts of each of the following class of off-balance sheet exposures outstanding are:

	<u>At 30 Jun 2020</u>	<u>At 31 Dec 2019</u>
Contingent liabilities and commitments		
- Direct credit substitutes	120,034,307	108,982,620
- Transaction-related contingencies	-	-
- Trade-related contingencies	149,643,160	52,424,947
- Forward asset purchases, amounts owing on partly paid-up shares and securities, forward forward deposits placed and asset sales with recourse or other transactions with recourse	-	-
- Note issuance and revolving underwriting facilities	-	-
- Other commitments	1,763,999,312	2,075,165,466
- Forward forward deposits taken	-	28,613,998

Contingent liabilities and commitments arises from credit-related instruments which include letters of credit, guarantees and commitments to extend credit. The risk involved in these credit-related instruments is essentially the same as the credit risk involved in extending loan facilities to customers. The contract amounts represent the amounts at risk should the contract be fully drawn upon and the customers default. As the facilities may expire without being drawn upon, the contracts amounts do not represent expected future cash flows.

	<u>At 30 Jun 2020</u>	<u>At 31 Dec 2019</u>
Derivative transactions		
- Exchange rate-related derivative contracts (excluding forward foreign exchange contracts arising from swap deposit arrangements)	-	-
- Interest rate derivative contracts	-	-
- Others	-	-

The above derivative contracts amounts are the notional amount of the contract, they do not represent amounts at risk. All the derivative contracts held by the Branch are to offset gains/losses on fixed rate bonds and loans.

(b) The total fair value of the above derivative transactions	<u>At 30 Jun 2020</u>	<u>At 31 Dec 2019</u>
- Exchange rate-related derivative contracts	-	-
- Interest rate derivative contracts	-	-

No bilateral netting arrangements for the above derivative transactions.

**Woori Bank, Hong Kong Branch**  
**Financial Disclosure as of 30 June 2020**  
*(Expressed in Hong Kong dollars)*

**V Liquidity**

	<u>2nd Quarter ended 30 Jun 2020</u>	<u>2nd Quarter ended 30 Jun 2019</u>
The average liquidity maintenance ratio for the period *	144.89%	65.51%
Calculation period	Apr ~ Jun 2020	Apr ~ Jun 2019

The liquidity maintenance ratio (LMR) was complied in accordance with the Banking (Liquidity) Rules issued by the HKMA with effective from 1 January 2015.

\* The average liquidity maintenance ratio is the arithmetic mean of each calendar month's average LMR as reported in Part 1 (II) of the "Return of Liquidity Position of an Authorized Institution".

**Liquidity Risk Management**

The Branch has established, in all material respects, the internal control system, policy and procedures in accordance with the requirements set-out in the "Supervisory Policy Manual (LM2 – Sound Systems and Controls for Liquidity Risk Management) issued by HKMA. The Asset and Liability Management Committee ("ALCO") comprising of the senior management of the Branch is responsible for implementing the liquidity risk management strategy. The "Asset and Liability Management Policy" is issued and reviewed by ALCO periodically for funding and contingency planning.

**Liquidity Stress Testing**

The Branch monitor the cash-flow on a daily basis for the net funding requirements under the normal business conditions, and conduct regular cash-flow analysis based on stress scenarios, i.e. our institutions-specific crisis; a general market crisis in Hong Kong; and the combination of both crisis. Based on the result of the cash-flow reports, the Branch analyze the soundness of the cash positions and otherwise take suitable action to improve conditions. Limits on tolerance level of mismatches have been set and monitored by the Branch regularly.

**Contingency Planning**

The Branch maintains the liquidity contingency funding plan in case it faces liquidity problem as part of liquidity risk management. The liquidity contingency plan specifies an approach for monitoring and evaluation of actual and potential liquidity events.

**Funding Diversification**

Apart from taking customer deposits as major sources of funding, the Branch boardens its funding source in retail market, money market and capital market by different terms. The Branch also holds a pool of highly liquid, unencumbered assets that can be readily sold or pledged to secure borrowings under stressed conditions.

**Oversight and Reporting**

The results of stress testing, Liquidity Maintenance Ratio (LMR) and maturity profile are reported to the senior management and ALCO on a regular basis.

## Woori Bank, Hong Kong Branch

### Financial Disclosure as of 30 June 2020

(Expressed in Hong Kong dollars)

#### VI Bank information (Consolidated basis)

The following table shows the consolidated capital adequacy ratio and the amount of shareholders' funds of Woori Financial Group. The consolidated capital adequacy ratio was calculated in accordance with the Korean International Financial Reporting Standards ("K-IFRS") adopting Basel III approach.

	<u>At 30 Jun 2020</u>	<u>At 31 Dec 2019</u>
<b>(a) Capital and Capital Adequacy</b>		
Risk-based ratios:		
(i) Capital adequacy ratio	12.70%	11.90%
(ii) Total share capital	23,308,805	23,308,805
(iii) Total amount of shareholder funds	166,227,730	164,549,445
<b>(b) Other Financial Information</b>		
(i) Total assets	2,453,337,206	2,336,560,806
(ii) Total liabilities	2,287,109,476	2,172,011,361
(iii) Total loans and advances	1,977,911,180	1,895,933,385
(iv) Total deposits (including banks)	1,787,806,610	1,708,533,437
	<u>Half-year ended</u> <u>30 Jun 2020</u>	<u>Half-year ended</u> <u>30 Jun 2019</u>
(v) Pre-tax profit	6,674,413	11,154,144

1 In VI(a)(i) the capital adequacy ratio as at 30 June 2020 is estimated figures.

2 Shareholders' fund is the sum total of capital and reserves.

3 Total liabilities are equal to total assets minus shareholders' fund.

4 The total deposits (including banks) in VI(b)(iv) is made pursuant to Banking (Disclosure) Rules Part 8 s106(2)(a).

5 The conversion rate of HKD/KRW as at 30 June 2020 is 154.92.

6 Section VI - Bank information (Consolidated Basis) was prepared in accordance with the information as at 30 June 2020 which is the latest information available for public.