

**Taishin International Bank
Hong Kong Branch**

Financial Disclosure

For the Period Ended 30 June 2019

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Taishin International Bank - Hong Kong Branch
Profit & Loss Account

	Six months ended	
	30 June 2019 HK\$'000	30 June 2018 HK\$'000
Interest income	258,850	170,985
Interest expense	(163,861)	(94,407)
Net Interest Income	<u>94,989</u>	<u>76,578</u>
Fees and commission income	25,125	16,727
Fees and commission expenses	(1,952)	(2,178)
Net fees and commission income	<u>23,173</u>	<u>14,549</u>
Net gains from trading in foreign currencies	22,832	20,409
Net gains from securities held for trading purposes	7,870	2,347
Net gains from other trading activities	828	648
Net gains from disposal of financial assets measured at fair value through other comprehensive income	3,790	-
Others	414	176
Other Operating Income	<u>35,734</u>	<u>23,580</u>
Operating Income	<u>153,896</u>	<u>114,707</u>
Staff and rental expenses	(48,686)	(42,631)
Other expenses	(21,974)	(11,498)
Operating Expenses	<u>(70,660)</u>	<u>(54,129)</u>
Operating Income Before Debt Charges	<u>83,236</u>	<u>60,578</u>
Net Releases for bad & doubtful debts	927	519
Net (Charges)/ Releases for other provisions	(475)	355
Profit Before Taxation	<u>83,688</u>	<u>61,452</u>
Taxation	-	-
Profit After Taxation	<u>83,688</u>	<u>61,452</u>

**Taishin International Bank - Hong Kong Branch
Balance Sheet**

	30 June 2019 HK\$'000	31 December 2018 HK\$'000
Assets		
Cash and bank balances	193,279	193,186
Placements with banks	636,560	263,475
Amount due from overseas offices	4,955,318	4,904,232
Trade bills	916,317	1,040,906
Advances and other accounts	5,265,208	5,365,617
Debt securities	4,972,375	3,343,172
measured at fair value through other comprehensive income	4,506,649	3,343,172
measured at fair value through profit or loss	465,726	-
Tangible fixed assets	54,078	15,312
	<u>16,993,135</u>	<u>15,125,900</u>
Liabilities		
Deposits and balances from banks	10,209	65,259
Borrowings with banks	-	175,000
Customer deposits	13,418,997	11,033,832
Demand deposits	84,100	96,992
Savings deposits	4,216,755	3,131,531
Time, call and notice deposits	9,118,142	7,805,309
Amount due to overseas offices	218,875	226,448
Certificate of deposits issued	1,238,866	1,334,456
Other accounts	1,999,836	2,127,368
	<u>16,886,783</u>	<u>14,962,363</u>
Capital & Reserve		
Reserves	22,664	(566)
Current profit & loss	83,688	164,103
	<u>106,352</u>	<u>163,537</u>
	<u>16,993,135</u>	<u>15,125,900</u>

Taishin International Bank - Hong Kong Branch
Additional Balance Sheet Information

(a) Trade Bills	30 June 2019	31 December 2018
	HKD'000	HKD'000
Trade Bills	917,218	1,042,660
General provisions	(901)	(1,754)
Specific provisions	-	-
	<u>916,317</u>	<u>1,040,906</u>
(b) Advances and other accounts	30 June 2019	31 December 2018
	HKD'000	HKD'000
Advances to customers	4,681,191	4,638,225
General provisions	(11,310)	(10,306)
Specific provisions	(5,706)	(6,312)
	<u>4,664,175</u>	<u>4,621,607</u>
Advances to banks	-	-
General provisions	-	-
	<u>-</u>	<u>-</u>
Accrued interest and other accounts	603,229	745,824
General provisions	(2,180)	(1,693)
Specific provisions	(16)	(121)
	<u>601,033</u>	<u>744,010</u>
Total	<u>5,265,208</u>	<u>5,365,617</u>
(c) Percentage of total provisions against gross advances to customers		
General provisions	0.24%	0.22%
Specific provisions	0.12%	0.14%
	<u>0.36%</u>	<u>0.36%</u>
(d) Non-performing advances to customers and provisions	30 June 2019	31 December 2018
	HKD'000	HKD'000
Non-performing loans	-	-
	<u>-</u>	<u>-</u>
% of total advances to customers	0.00%	0.00%
	<u>0.00%</u>	<u>0.00%</u>
Specific provisions made in respect of such advances	-	-
	<u>-</u>	<u>-</u>
Collateral held against the non-performing loans	-	-
	<u>-</u>	<u>-</u>
(e) Percentage of total provisions against gross advances to banks		
General provisions	0.00%	0.00%
	<u>0.00%</u>	<u>0.00%</u>

**Taishin International Bank - Hong Kong Branch
Additional Balance Sheet Information (continued)**

(f) Non-performing advances to banks

No non-performing and overdue advances to banks at the respective balance sheet dates.

(g) Rescheduled advances to banks

There were no rescheduled advances to banks at the respective balance sheet dates.

(h) Overdue advances to customers

	30 June 2019 HKD'000	31 December 2018 HKD'000
Gross amount of advances which have been overdue for:		
more than 1 months but not more than 3 months	2,342	-
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>2,342</u>	<u>-</u>
% of total advances to customers which have been overdue for:		
more than 1 months but not more than 3 months	0.05%	0.00%
more than 3 months but not more than 6 months	0.00%	0.00%
more than 6 months but not more than 1 year	0.00%	0.00%
more than 1 year	0.00%	0.00%
	<u>0.05%</u>	<u>0.00%</u>
Current market value of collateral held against the covered portion of overdue loans and advances	-	-
Covered portion of overdue loans and advances	-	-
Uncovered portion of overdue loans and advances	2,342	-

(i) Rescheduled advances to customers

	30 June 2019 HKD'000	31 December 2018 HKD'000
Amount of total assets which have been rescheduled	<u>9,020</u>	<u>13,600</u>

(j) Other overdue assets (Accrued Interest)

	30 June 2019 HKD'000	31 December 2018 HKD'000
Other assets which have been overdue for:		
more than 1 months but not more than 3 months	3	-
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>3</u>	<u>-</u>

(k) Repossessed assets

There were no repossessed assets at the respective balance sheet dates.

(l) Reconciliation between overdue loans and non-performing loans

	30 June 2019 HKD'000	31 December 2018 HKD'000
Amount of overdue advances to customers	2,342	-
Less: advances to customers which are overdue for more than 1 month but not more than 3 months and on which interest is still being accrued	(2,342)	-
Less: advances to customers which are overdue for more than 3 months but not more than 6 months and on which interest is still being accrued	-	-
Less: advances to customers which are overdue for more than 6 months but not more than 1 year and on which interest is still being accrued	-	-
Add: advances to customers which are overdue 3 months or less or not yet overdue and on which interest is being placed in suspense or on which interest accrual has ceased.	-	-
Add: rescheduled advances to customers	-	-
Non-performing loans	<u>-</u>	<u>-</u>

Taishin International Bank - Hong Kong Branch
Additional Balance Sheet Information (continued)

(m) Non-bank Mainland Exposures

The following is the Branch's Mainland exposures to non-bank counterparties. For the categories of non-bank counterparties and the type of direct exposures to be disclosed were made with reference to the Completion Instructions for Part 3 of the "Return of Mainland Activities - (MA(BS)20)".

In HKD Millions	<u>On-balance sheet</u> exposure	<u>Off-balance sheet</u> exposure	<u>Total</u>
As at 30 June 2019			
Central government, central government-owned entities and their subsidiaries and JVs	376	44	420
Local governments, local government-owned entities and their subsidiaries and JVs	117	125	242
PRC nationals residing in Mainland China or other entities incorporated in Mainland China and their subsidiaries and JVs	299	84	383
Other entities of central government not reported in item 1 above	138	245	383
Other entities of local government not reported in item 2 above	131	20	151
PRC nationals residing outside Mainland China or entities incorporated outside Mainland China where the credit is granted for use in Mainland China	266	54	320
Other counterparties where the exposures are considered by the reporting institution to be non-bank Mainland China exposures	759	220	979
Total	2,086	792	2,878
Total assets after provision	16,993		
On-balance sheet exposures as percentage of total assets	12.28%		
As at 31 December 2018			
Central government, central government-owned entities and their subsidiaries and JVs	330	36	366
Local governments, local government-owned entities and their subsidiaries and JVs	-	-	-
PRC nationals residing in Mainland China or other entities incorporated in Mainland China and their subsidiaries and JVs	348	52	400
Other entities of central government not reported in item 1 above	118	432	550
Other entities of local government not reported in item 2 above	131	20	151
PRC nationals residing outside Mainland China or entities incorporated outside Mainland China where the credit is granted for use in Mainland China	309	1	310
Other counterparties where the exposures are considered by the reporting institution to be non-bank Mainland China exposures	839	351	1,190
Total	2,075	892	2,967
Total assets after provision	15,126		
On-balance sheet exposures as percentage of total assets	13.72%		

Taishin International Bank - Hong Kong Branch
Maturity Classification

	30 June 2019 HKD'000	31 December 2018 HKD'000
(a) Placements with banks		
Remaining maturity:		
within one month	424,542	263,475
three months or less but over one month	212,018	-
one year or less but over three months	-	-
	<u>636,560</u>	<u>263,475</u>
(b) Trade bills		
Remaining maturity:		
within one month	491,276	367,125
three months or less but over one month	287,782	447,991
one year or less but over three months	138,160	227,544
	<u>917,218</u>	<u>1,042,660</u>
(c) Advances to customers		
Remaining maturity:		
repayable on demand	23,424	3,976
three months or less	1,941,798	2,258,675
one year or less but over three months	549,424	313,308
five years or less but over one year	2,166,545	2,028,664
over five years	-	33,602
within an indefinite period	-	-
	<u>4,681,191</u>	<u>4,638,225</u>
(d) Advances to banks		
Remaining maturity:		
within one month	-	-
three months or less but over one month	-	-
	<u>-</u>	<u>-</u>
(e) Negotiable debt instruments		
Remaining maturity:		
within one month	79,564	109,670
three months or less but over one month	86,927	99,896
one year or less but over three months	536,057	925,564
five years or less but over one year	3,565,730	2,208,042
over five years	704,097	-
	<u>4,972,375</u>	<u>3,343,172</u>
(f) Customer deposits		
Remaining maturity:		
repayable on demand	5,763,826	3,404,619
three months or less	5,569,431	5,821,425
one year or less but over three months	2,081,879	1,807,047
five years or less but over one year	1,519	741
over five years	2,342	-
	<u>13,418,997</u>	<u>11,033,832</u>
(g) Borrowings with banks		
Remaining maturity:		
within one month	-	175,000
three months or less but over one month	-	-
one year or less but over three months	-	-
	<u>-</u>	<u>175,000</u>
(h) Certificate of deposits issued		
Remaining maturity:		
within one month	319,353	-
three months or less but over one month	513,489	637,404
one year or less but over three months	406,024	697,052
	<u>1,238,866</u>	<u>1,334,456</u>

Taishin International Bank - Hong Kong Branch
Off-balance Sheet Exposures

(a) Contingent liabilities and commitments

The following is a summary of the contractual amount of each significant class of off-balance sheet financial instruments or contracts entered into by the branch and remained outstanding at the respective balance sheet dates:

	30 June 2019 HKD'000	31 December 2018 HKD'000
Direct credit substitutes	28,270	28,403
Trade-related contingencies	146,105	260,986
Forward forward deposits placed	993,197	-
Other commitments	5,365,901	4,235,642
	<u>6,533,473</u>	<u>4,525,031</u>

(b) Derivatives

The following is a summary of the contractual amount of each significant class of off-balance sheet contracts entered into by the branch and remained outstanding at the respective balance sheet dates:

	30 June 2019 HKD'000	31 December 2018 HKD'000
Exchange rate contracts	87,190,582	79,240,292
Interest rate contracts	3,138,771	4,944,129
Equity contracts	-	-
	<u>90,329,353</u>	<u>84,184,421</u>

The replacement cost of contracts represents the mark-to-market value on all contracts with a positive value and which have not been subject to any bilateral netting arrangement.

	30 June 2019 HKD'000	31 December 2018 HKD'000
Exchange rate contracts	406,458	566,310
Interest rate contracts	32,291	55,983
Equity contracts	-	-
	<u>438,749</u>	<u>622,293</u>

**Taishin International Bank - Hong Kong Branch
Segmental Information**

(a) Loans & advances to customers by industry sector

	30 June 2019 HKD'000		31 December 2018 HKD'000	
	Gross advances	Secured advances	Gross advances	Secured advances
Loans & advances for use in Hong Kong				
Industrial, commercial and financial sectors				
- property development	200,000	93,750	308,992	133,683
- property investment	-	-	-	-
- financial concerns	1,350,066	308,416	1,227,221	353,569
- stockbrokers	217,500	-	130,000	-
- wholesale and retail trade	630,783	409,246	574,742	540,411
- manufacturing	315,079	-	353,222	-
- transport and transport equipment	-	-	-	-
- recreational activities	-	-	-	-
- information technology	-	-	-	-
- others	24,986	-	7,832	-
	<u>2,738,414</u>	<u>811,412</u>	<u>2,602,009</u>	<u>1,027,663</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	90,059	85,397	-	-
	<u>90,059</u>	<u>85,397</u>	<u>-</u>	<u>-</u>
Loans & advances for use inside Hong Kong	2,828,473	896,809	2,602,009	1,027,663
Trade finance	256,782	-	294,981	-
Loans & advances for use outside Hong Kong	1,595,936	216,142	1,741,235	255,670
Loans & advances to customers	<u>4,681,191</u>	<u>1,112,951</u>	<u>4,638,225</u>	<u>1,283,333</u>

(b) Loans & advances to customers by geographical areas

	30 June 2019 HKD'000	31 December 2018 HKD'000
Hong Kong	2,322,315	2,738,962
Virgin Islands	726,542	657,070
Others	1,632,334	1,242,193
	<u>4,681,191</u>	<u>4,638,225</u>

Taishin International Bank - Hong Kong Branch
Segmental Information (continued)

(c) International Claims

International claims include receivables and loans and advances, cash and balances and placements with banks, bills, other debt instruments and investments and accrued interest and overdue interest on the assets. Claims are classified according to the location of the counterparties after taking into account the transfer of risk. For a claim guaranteed by a party situated in a country different from the counterparty, risk will be transferred to the country of the guarantor. For a claim on the branch of a bank or other financial institution, the risk will be transferred to the country where its head office is situated. Claims on individual countries or areas, after risk transfer, amounting to 10 per cent or more of the aggregate cross border claims are shown as follows:

In HKD Millions	Banks	Official Sector	Non-bank Financial Institutions	Non-financial Private Sector	Total
As at 30 June 2019					
Developed countries	2,424	40	208	-	2,672
of which:					
Australia	1,020	-	-	-	1,020
United States	307	40	208	-	555
United Kingdom	277	-	-	-	277
Offshore centres	17	-	1,284	839	2,140
of which:					
Cayman Islands	-	-	787	217	1,004
West Indies UK	-	-	392	179	571
Bermuda	-	-	38	229	267
Developing Europe	-	-	-	-	-
Developing Latin America and Caribbean	-	-	-	67	67
of which:					
Brazil	-	-	-	67	67
Developing Africa and Middle East	219	-	1	221	441
of which:					
Saudi Arabia	-	-	-	221	221
United Arab Emirates	219	-	-	-	219
Developing Asia and Pacific	8,488	161	241	1,247	10,137
of which:					
Taiwan	5,663	-	75	217	5,955
China	2,106	161	166	951	3,384
International Organisations	-	-	-	-	-
	11,148	201	1,734	2,374	15,457

As at 31 December 2018

Developed countries	1,902	-	517	-	2,419
of which:					
Australia	743	-	-	-	743
United States	115	-	512	-	627
Offshore centres	49	-	586	754	1,389
of which:					
Bermuda	-	-	-	266	266
Cayman Islands	-	-	475	199	674
Singapore	49	-	72	28	149
West Indies UK	-	-	39	165	204
Developing Europe	-	-	-	-	-
Developing Latin America and Caribbean	-	-	-	75	75
of which:					
Brazil	-	-	-	75	75
Developing Africa and Middle East	-	-	1	-	1
of which:					
Seychelles	-	-	1	-	1
Developing Asia and Pacific	7,345	81	187	1,334	8,947
of which:					
China	1,778	81	118	1,072	3,049
Taiwan	4,953	-	69	262	5,284
International Organisations	-	-	-	-	-
	9,296	81	1,291	2,163	12,831

Taishin International Bank - Hong Kong Branch
Currency Risk

The foreign currency exposures are prepared in accordance with the Completion Instruction "Return of Foreign Currency Position - (MA(BS)6)". The net position (in absolute terms) in a particular currency which constitutes not less than 10% of the total net position in all foreign currencies are disclosed. The net options position is calculated on the basis of the delta-weighted position of all foreign currency options contracts.

In HKD Millions	USD	CNY	TWD	BRL	Total
As at 30 Jun 2019					
Spot assets	10,550	1,401	-	-	11,951
Spot liabilities	(11,417)	(688)	-	-	(12,105)
Forward purchases	43,799	20,188	9,807	7,970	81,764
Forward sales	(42,918)	(20,934)	(9,814)	(7,967)	(81,633)
Net option position	(27)	23	1	-	(3)
Net (short)long position	(13)	(10)	(6)	3	(26)
As at 31 Dec 2018					
Spot assets	11,057	928	-	-	11,985
Spot liabilities	(11,743)	(1,125)	-	-	(12,868)
Forward purchases	40,132	11,633	17,674	4,091	73,530
Forward sales	(39,543)	(11,363)	(17,676)	(4,087)	(72,669)
Net option position	(54)	(1)	-	-	(55)
Net (short)long position	(151)	72	(2)	4	(77)

There were no foreign currency structural position as at the above respective reporting dates.

Taishin International Bank - Hong Kong Branch Liquidity Information

The average liquidity maintenance ratio ("LMR") for the quarters in 2019 and 2018 are the simple average of 3 months' average ratio during the quarter in the "Return of Liquidity Position of an Authorized Institution - MA(BS)-1E" calculated for the purpose of the Banking Ordinance.

Average liquidity maintenance ratio for the period of April to June 2019	48.09%
Average liquidity maintenance ratio for the period of April to June 2018	41.17%

Liquidity Risk Management

(a) Governance of liquidity risk management

The goal of liquidity risk management is to ensure timely funding allocation as to fulfil payment obligations and meet funding demands of the Bank.

Liquidity risk tolerance is the bank's willingness to accept the maximum liquidity risk after considering the business development strategy, operational objectives, financial status and financing capabilities. Limit package is a quantitative standard for controlling liquidity risk. The definition and setting of the bank's liquidity risk is reflected in the current year's limit package. The board of directors regularly reviews, approves the liquidity risk tolerance and limit package.

Asset/Liability Management Committee ("ALCO") of Taishin Holdings is responsible for supervising liquidity risk management in accordance with the bank's Asset/Liability Management Policy, and verifying liquidity risk management procedures and mechanisms to ensure that the executing unit manages liquidity risk within the limits approved by the Board of Directors, and reviewing liquidity risk reports regularly.

The Finance Management ("FM") Division of Head Office takes ultimate responsibilities to manage liquidity risk of the overseas branches. It is also responsible to formulate policies related to liquidity risk management and to disclose liquidity risk exposure status of overseas branches to ALCO of Head Office. Also, FM Division of Head Office is responsible for monitoring liquidity risk as to ensure that the risk exposure is within the limits. If the risk limit is breached, the FM Division is responsible to further report such incident to the senior management.

The Risk Management ("RM") Division of Head Office is the limit package and stress test formulation and execution unit, which regularly submitting the limit package to the Board of Directors for approval. The RM Division is also responsible for performing liquidity stress tests regularly.

To maintain the bank's smooth operations, the Funding Unit of Head Office is the central unit which undertakes and manages the overall liquidity risk of the bank.

The Funding Unit of HK Branch is responsible to control the liquidity risk and funding gap of the branch. In the event of insufficient funding, this unit may bring up the matter to HK ALCO to liaise amongst various business units so as to relocate the deposit taking and loan strategies, or by borrowing funds from Head Office, or liquidate high grade bonds to eliminate the shortfall. The unit is responsible to provides liquidity risk reports to HK ALCO, FM Division and RM Division of Head Office.

(b) Funding strategy

Funding management principle of the Bank is to keep smooth and clear channels with diversity in their source of funding. The allocation considerations for the use of funds are in the order of liquidity, safety and then profitability.

The execution unit of the Bank's funding position is the Funding unit. The primary goal is to ensure the bank's liquidity is preserved as well as appropriate liquidity level. In order to ensure the effective use of available funds, this unit should pursue reasonable returns without sacrificing the bank's priority of maintain an appropriate level of liquidity.

Also, the funding unit shall monitor liquidity indicators such as the structural and the concentration of funds and deposits. If necessary, this unit may request redistribution of assets and liabilities by the business unit through ALCO to avoid concentration risks. Secondly, the funding unit shall cooperate with financial institution to regularly review the transaction limits provided by the interbank counterparties as a reference for limit package formulation. Lastly, the funding unit shall, through various financial instruments, such as interbank financing, repos etc. update and regularly test the limits provided by other banks to ensure the smooth flow of all source of funds.

The target and principle of funding management shall be formulated by the Head Office in a unified manner. However, it is necessary for the branch to report any structural changes and update of market conditions at the branch's ALCO for appropriate action.

Taishin International Bank - Hong Kong Branch
Disclosure on Remuneration System

The remuneration policy of Taishin International Bank, Hong Kong Branch is established in the branch level in accordance with local laws/ regulations and prevailing market practices. It is designed to encourage employee behavior that supports the Bank's risk tolerance, risk management framework and long-term financial soundness. The remuneration of staff is composed of "fixed remuneration" and "variable remuneration".

Pay review for individual staff will be conducted each year with reference to various factors like the staff's professional duties, salary market standard and individual performance etc. Discretionary bonus may be paid to employees each year taking into account of a combination of factors like business performance as well as financial and non-financial performance of individual staff. Pay review and payout of variable remuneration should be subject to the approval by Head Office.

During the reporting period, the remuneration of senior management and key personnel was as follows:

In HKD

As at 30 June 2019

(i) Senior Management

	Non-deferred	Deferred	No. of beneficiaries
Fixed remuneration			
Cash-based	3,064,338	-	7
Shares and share-linked instruments	-	-	7
Other	-	-	7
Variable remuneration			
Cash-based	1,351,781	-	7
Shares and share-linked instruments	-	-	7
- Vested (no. of share)	-	-	7
- Unvested (no. of share)	-	110	7
Other	-	-	7

(ii) Key Personnel

	Non-deferred	Deferred	No. of beneficiaries
Fixed remuneration			
Cash-based	5,871,439	-	19
Shares and share-linked instruments	-	-	19
Other	-	-	19
Variable remuneration			
Cash-based	2,264,472	-	19
Shares and share-linked instruments	-	-	19
- Vested (no. of share)	-	-	19
- Unvested (no. of share)	-	-	19
Other	-	-	19

As at 30 June 2018

(i) Senior Management

	Non-deferred	Deferred	No. of beneficiaries
Fixed remuneration			
Cash-based	2,663,943	-	6
Shares and share-linked instruments	-	-	6
Other	-	-	6
Variable remuneration			
Cash-based	1,244,273	-	6
Shares and share-linked instruments	-	-	6
- Vested (no. of share)	-	-	6
- Unvested (no. of share)	-	178	6
Other	-	-	6

(ii) Key Personnel

	Non-deferred	Deferred	No. of beneficiaries
Fixed remuneration			
Cash-based	4,304,240	-	17
Shares and share-linked instruments	-	-	17
Other	-	-	17
Variable remuneration			
Cash-based	2,062,984	-	17
Shares and share-linked instruments	-	-	17
- Vested (no. of share)	-	-	17
- Unvested (no. of share)	-	-	17
Other	-	-	17

Taishin International Bank - Hong Kong Branch
Other Financial Information

Consolidated financial information of Taishin International Bank as follows:

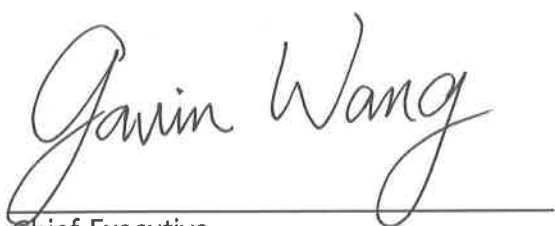
	30 June 2019 TWD'000	31 December 2018 TWD'000
Total assets	1,837,933,075	1,701,426,814
Total liabilities	1,688,956,667	1,560,631,533
Shareholders' Fund	148,976,408	140,795,281
Total advances	1,092,052,601	1,032,485,957
Total customer deposits	1,386,514,742	1,263,705,037
Capital	82,557,118	75,497,712
Capital Adequacy Ratio	14.41%	14.81%

Remarks: Capital Adequacy Ratio is calculated in accordance with the requirements based on Basel III capital accord.

	Six months ended	
	30 June 2019 TWD'000	30 June 2018 TWD'000
Pre-tax profit	8,099,772	6,657,891

Statement of Compliance

This is a statement to declare that all information for the period ended 30 June 2019 complies fully with the disclosure standards set out in Supervisory Policy Manual Part IV of CA-D-1 "Guideline on the application of the Banking (Disclosure) Rules".

A handwritten signature in black ink that reads "Gavin Wang". The signature is written in a cursive style and is positioned above a horizontal line.

Chief Executive
Taishin International Bank
Hong Kong Branch

10 September 2019

Prescribed Summary

This is to inform the general public that the complete disclosures can be found at 6/F., Sun Life Tower, The Gateway, 15 Canton Road, Tsimshatsui, Kowloon.

Taishin International Bank
Hong Kong Branch