Taishin International Bank Co., Ltd.
Hong Kong Branch
(Incorporated in Taiwan with limited liability)

Financial Disclosure

For the Period Ended 30 June 2026

Taishin International Bank Co., Ltd. Hong Kong Branch
(Incorporated in Taiwan with limited liability)

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Taishin International Bank Co., Ltd.
Hong Kong Branch
(Incorporated in Taiwan with limited liability)
Profit & Loss Account

	Six months ended 30 June 2026 HK$'000	30 June 2025 HK$'000
Interest income	848,818	701,972
Interest expense	(655,569)	(558,461)
Net Interest Income	193,249	143,511
Gains less losses arising from trading in foreign currencies	46,555	8,804
Gains less losses from other trading activities	(1,385)	(61)
Gains less losses on securities held for trading purposes	15,632	16,877
Gains less losses from non-trading investments	14,418	27,696
Net fee and commission income	53,072	36,473
Fees and commission income	59,292	41,358
Fees and commission expenses	(6,220)	(4,885)
Others	10	163
Other Operating Income	128,302	89,952
Operating Income	321,551	233,463
Staff and rental expenses	(79,808)	(75,111)
Other expenses	(14,934)	(15,458)
Operating Expenses	(94,742)	(90,569)
Operating Income Before Debt Charges	226,809	142,894
Net Charges for bad & doubtful debts	(27,849)	(2,873)
Net Release for other provisions	831	1,162
Profit Before Taxation	199,791	141,183
Taxation	(39,692)	(27,654)
Profit After Taxation	160,099	113,529

Taishin International Bank Co., Ltd.
Hong Kong Branch
(Incorporated in Taiwan with limited liability)
Balance Sheet

	30 June 2026 HK$'000	31 December 2025 HK$'000
Assets		
Cash and balances with banks	258,235	185,808
Amount due from overseas offices	10,719,473	11,977,931
Trade bills	223,875	290,535
Advances and other accounts	14,534,133	11,200,365
Debt securities	21,879,470	18,809,467
measured at fair value through profit or loss	156,536	-
measured at fair value through other comprehensive income	4,448,017	3,352,015
measured at amortised cost	17,274,917	15,457,452
Tangible fixed assets	41,564	9,013
	47,656,750	42,473,119
Liabilities		
Deposits and balances from banks	68,195	2,891,101
Borrowings with banks (maturing between one and twelve months)	220,805	-
Customer deposits	43,186,805	36,632,303
Demand deposits	227,337	146,739
Savings deposits	12,653,393	10,017,050
Time, call and notice deposits	30,306,075	26,468,514
Amount due to overseas offices	2,727,762	2,169,819
Amount payable under repos	230,965	-
Other liabilities	1,087,340	589,354
Provision	56,776	17,084
	47,578,648	42,299,661
Capital & Reserve		
Reserves	(81,997)	(61,010)
Current profit & loss	160,099	234,468
	78,102	173,458
	47,656,750	42,473,119

Taishin International Bank Co., Ltd.
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Additional Balance Sheet Information

(i) Trade bills	30 June 2026 HKD'000	31 December 2025 HKD'000
Trade Bills	223,968	290,660
Less: Impairment allowance for impaired assets (Note)	93	125
Trade Bills after impairment allowance for impaired assets	223,875	290,535

(ii) Advances and other accounts	30 June 2026 HKD'000	31 December 2025 HKD'000
Advances to customers	13,125,714	10,747,091
Accrued interest and other accounts	1,484,480	502,410
Advances to banks	-	-
Less: Impairment allowance for impaired assets (Note)	76,061	49,136
Advances to customers	74,396	46,347
Accrued interest and other accounts	1,665	2,789
Advances and other other accounts after impairment allowance for impaired assets	14,534,133	11,200,365

<u>Note</u>:	Collective HKD'000	Individual HKD'000	Collective HKD'000	Individual HKD'000
Impairment allowance for impaired assets				
- Advances to customers	19,896	54,500	19,030	27,317
- Trade Bills	93	-	125	-
- Accrued interest and other accounts	1,665	-	2,789	-
Total	21,654	54,500	21,944	27,317

(iii) Detail of the impaired assets	30 June 2026 HKD'000		31 December 2025 HKD'000	
	<u>Banks</u>	<u>Customers</u>	<u>Banks</u>	<u>Customers</u>
Impaired loans amount*	-	-	-	-
- Percentage to total advances to customers	0.00%	0.00%	0.00%	0.00%
Individual impairment allowances	-	-	-	-
Value of Collateral for impaired loans	-	-	-	-

*Impaired loans are loans on which interest is being placed in suspense or on which interest accrual has ceased.

(iv) Overdue and rescheduled loans	30 June 2026 HKD'000		31 December 2025 HKD'000	
	<u>Banks</u>	<u>Customers</u>	<u>Banks</u>	<u>Customers</u>
(a) Overdue loans				
more than 1 months but not more than 3 months	-	-	-	56,433
- Percentage to total advances to customers	0.00%	0.00%	0.00%	0.53%
more than 3 months but not more than 6 months	-	-	-	-
- Percentage to total advances to customers	0.00%	0.00%	0.00%	0.00%
more than 6 months but not more than 1 year	-	-	-	-
- Percentage to total advances to customers	0.00%	0.00%	0.00%	0.00%
more than 1 year	-	-	-	-
- Percentage to total advances to customers	0.00%	0.00%	0.00%	0.00%
Total Overdue loans	-	-	-	56,433
- Percentage to total advances to customers	0.00%	0.00%	0.00%	0.53%
(b) Rescheduled loans				
excluding those which have been overdue for more than 3 months and reported in (a)	-	-	-	-
- Percentage to total advances to customers	0.00%	0.00%	0.00%	0.00%
(c) Value of collateral held against overdue loans and advances of those report in (a)				
Current market value of collateral held against the covered portion of overdue loans and advances	-	-	-	92,116
Covered portion of overdue loans and advances	-	-	-	56,433
Uncovered portion of overdue loans and advances	-	-	-	-
(d) Individual impairment allowance made on overdue loans	-	-	-	127
(v) Repossessed assets held	-	-	-	-

(vi) Other assets (including trade bills, debt securities and accrued interest)	30 June 2026 HKD'000		31 December 2025 HKD'000	
	<u>Banks</u>	<u>Customers</u>	<u>Banks</u>	<u>Customers</u>
more than 1 months but not more than 3 months	-	-	-	195
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 other overdue assets	-	-	-	195

Taishin International Bank Co., Ltd.
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Additional Balance Sheet Information (continued)

(vii) Non-bank Mainland Exposures

The following is the Branch's Mainland exposures to non-bank counterparties. For the catergories 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	On-balance sheet exposure	Off-balance sheet exposure	Total
As at 30 June 2026			
Central government, central government-owned entities and their subsidiaries and JVs	-	400	400
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	960	263	1,223
Other entities of central government not reported in item 1 above	-	-	-
Other entities of local government not reported in item 2 above	-	300	300
PRC nationals residing outside Mainland China or entities incorporated outside Mainland China where the credit is granted for use in Mainland China	836	342	1,178
Other counterparties where the exposures are considered by the reporting institution to be non-bank Mainland China exposures	-	786	786
Total	1,796	2,091	3,887
Total assets after provision	47,657		
On-balance sheet exposures as percentage of total assets	3.77%		
As at 31 December 2025			
Central government, central government-owned entities and their subsidiaries and JVs	261	228	489
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	1,137	13	1,150
Other entities of central government not reported in item 1 above	-	200	200
Other entities of local government not reported in item 2 above	-	-	-
PRC nationals residing outside Mainland China or entities incorporated outside Mainland China where the credit is granted for use in Mainland China	590	319	909
Other counterparties where the exposures are considered by the reporting institution to be non-bank Mainland China exposures	-	-	-
Total	1,988	760	2,748
Total assets after provision	42,473		
On-balance sheet exposures as percentage of total assets	4.68%		

Taishin International Bank Co., Ltd.
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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 2026 HKD'000	31 December 2025 HKD'000
Direct credit substitutes	396,060	379,419
Trade-related contingencies	184,722	162,147
Forward forward deposits placed	268	-
Other commitments	9,878,868	8,394,971
	10,459,918	8,936,537

(b) Derivatives

As at 30 June 2026	Contract amount HKD'000	Positive fair value HKD'000	Negative fair value HKD'000
Exchange rate contracts	180,641,742	763,092	579,838
Interest rate contracts	8,454,588	100,029	97,188
Equity contracts	6,386	-	45
	189,102,716	863,121	677,071

As at 31 December 2025	Contract amount HKD'000	Positive fair value HKD'000	Negative fair value HKD'000
Exchange rate contracts	112,381,685	414,350	391,329
Interest rate contracts	8,114,600	106,765	102,782
	120,496,285	521,115	494,111

The fair values of the derivatives do not take into account the effects of bilateral netting arrangements.

Taishin International Bank Co., Ltd.
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Segmental Information

(a) Loans & advances to customers by industry sector

	30 June 2026 HKD'000		31 December 2025 HKD'000	
Loans & advances for use in Hong Kong	Gross advances	Secured advances	Gross advances	Secured advances
Industrial, commercial and financial sectors				
- property development	-	-	-	-
- property investment	-	-	-	-
- financial concerns	2,309,723	1,151,634	2,439,606	1,067,744
- stockbrokers	540,380	4,000	579,920	4,000
- wholesale and retail trade	530,161	239,459	527,445	173,020
- manufacturing	631,277	392	626,580	389
- transport and transport equipment	836,687	-	377,836	-
- recreational activities	-	-	-	-
- information technology	-	-	-	-
- others	280,118	152,296	197,947	143,462
	5,128,346	1,547,781	4,749,334	1,388,615
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	573,906	573,906	220,494	220,494
	573,906	573,906	220,494	220,494
Loans & advances for use inside Hong Kong	5,702,252	2,121,687	4,969,828	1,609,109
Trade finance	486,329	34,285	267,584	16,403
Loans & advances for use outside Hong Kong	6,937,133	1,993,012	5,509,679	1,169,822
Loans & advances to customers	13,125,714	4,148,984	10,747,091	2,795,334

(b) Loans & advances to customers by geographical areas

Advances to customers by geographical areas 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 a country which is different from that of the counterparty. Only exposures to a single country outside Hong Kong exceeding 10% of the aggregate gross amount of loans and advances to customer as at the above respective reporting dates are disclosed.

	30 June 2026 HKD'000	31 December 2025 HKD'000
Gross advances to customers:		
Hong Kong	3,956,571	3,919,410
Taiwan	1,867,819	1,255,276
South Korea	1,334,439	879,324
Cayman Islands	985,439	1,248,230
Others	4,981,446	3,444,851
	13,125,714	10,747,091
Overdue advances to customers:		
Taiwan	-	56,433
	-	56,433

Taishin International Bank Co., Ltd.
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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:

			Non-bank private sector		
In HKD Millions	**Banks**	**Official Sector**	**Non-bank Financial Institutions**	**Non-financial Private Sector**	**Total**
As at 30 June 2026					
Developed countries	1,625	15,275	2,329	106	19,335
of which:					
United States	119	14,580	1,753	-	16,452
Offshore centres	9	-	992	1,173	2,174
of which:					
Cayman Islands	-	-	921	206	1,127
Singapore	9	-	35	419	463
Panama	-	-	-	252	252
Developing Latin America and Caribbean	-	-	-	233	233
of which:					
Brazil	-	-	-	233	233
Developing Africa and Middle East	373	-	471	397	1,241
of which:					
United Arab Emirates	371	-	471	187	1,029
Qatar	-	-	-	79	79
Developing Asia and Pacific	12,493	-	2,514	2,098	17,105
of which:					
Taiwan	10,753	-	644	1,468	12,865
South Korea	1,162	-	1,763	255	3,180
	14,500	15,275	6,306	4,007	40,088
As at 31 December 2025					
Developed countries	1,757	10,739	2,291	-	14,787
of which:					
United States	189	10,055	1,742	-	11,986
Offshore centres	5	-	1,076	1,028	2,109
of which:					
Cayman Islands	-	-	1,076	289	1,365
Singapore	5	-	-	362	367
Panama	-	-	-	182	182
Developing Latin America and Caribbean	-	-	-	211	211
of which:					
Brazil	-	-	-	211	211
Developing Africa and Middle East	367	-	133	299	799
of which:					
United Arab Emirates	364	-	94	166	624
Qatar	-	-	39	79	118
Developing Asia and Pacific	14,297	-	2,346	2,323	18,966
of which:					
Taiwan	12,041	-	786	1,322	14,149
South Korea	1,237	-	1,300	173	2,710
	16,426	10,739	5,846	3,861	36,872

Taishin International Bank Co., Ltd.
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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**	**Total**
As at 30 June 2026				
Spot assets	33,484	2,294	-	35,778
Spot liabilities	(35,439)	(3,394)	-	(38,833)
Forward purchases	91,301	48,663	670	140,634
Forward sales	(89,036)	(47,442)	(592)	(137,070)
Net option position	10	-	-	10
Net long/ (short) position	320	121	78	519
As at 31 December 2025				
Spot assets	33,196	2,456	-	35,652
Spot liabilities	(31,155)	(2,929)	-	(34,084)
Forward purchases	54,795	29,411	350	84,556
Forward sales	(56,992)	(28,904)	(350)	(86,246)
Net option position	(1)	-	-	(1)
Net long/ (short) position	(157)	34	-	(123)

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

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Liquidity Information

The average liquidity maintenance ratio ("LMR") for each quarter in 2026 and 2025 is 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. The relevant disclosures pursuant to section 103 of the Bank (Disclosure) Rules can be found in our website https://www.taishinbank.com.tw/TSB/overseas/Greater-China/hong-kong/hong-kong-branch/legal-disclaimers/legal-disclaimers/

Average liquidity maintenance ratio for the period of April to June 2026	66.81%
Average liquidity maintenance ratio for the period of April to June 2025	73.38%

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") unit 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 unit 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 unit is responsible to further report such incident to the senior management.

The Risk Management ("RM") unit 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 unit 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 unit and RM unit 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 Co., Ltd.
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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 2026

(i) Senior Management

	Non-deferred	Deferred	No. of beneficiaries
Fixed remuneration			
Cash-based	3,640,299	-	5
Shares and share-linked instruments	-	-	5
Other	-	-	5
Variable remuneration			
Cash-based	2,828,108	-	5
Shares and share-linked instruments			
- Vested (no. of share)	-	-	5
- Unvested (no. of share)	-	-	5
Other	-	-	5

(ii) Key Personnel

	Non-deferred	Deferred	No. of beneficiaries
Fixed remuneration			
Cash-based	8,492,781	-	18
Shares and shared-linked instruments	-	-	18
Other	-	-	18
Variable remuneration			
Cash-based	5,452,102	-	18
Shares and share-linked instruments			
- Vested (no. of share)	-	-	18
- Unvested (no. of share)	-	-	18
Other	-	-	18

As at 30 June 2025

(i) Senior Management

	Non-deferred	Deferred	No. of beneficiaries
Fixed remuneration			
Cash-based	3,376,210	-	7
Shares and share-linked instruments	-	-	7
Other	-	-	7
Variable remuneration			
Cash-based	2,664,806	-	7
Shares and share-linked instruments			
- Vested (no. of share)	-	-	7
- Unvested (no. of share)	-	-	7
Other	-	-	7

(ii) Key Personnel

	Non-deferred	Deferred	No. of beneficiaries
Fixed remuneration			
Cash-based	9,173,275	-	18
Shares and shared-linked instruments	-	-	18
Other	-	-	18
Variable remuneration			
Cash-based	5,383,665	-	18
Shares and share-linked instruments			
- Vested (no. of share)	-	-	18
- Unvested (no. of share)	-	-	18
Other	-	-	18

Taishin International Bank Co., Ltd.
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Other Financial Information

Consolidated financial information of Taishin International Bank as follows:

	30 June 2026 TWD'000	31 December 2025 TWD'000
Total assets	3,366,072,980	3,019,202,089
Total liabilities	3,151,113,279	2,804,738,738
Shareholders' Fund	214,959,701	214,463,351
Total advances	2,018,299,557	1,817,050,358
Total customer deposits	2,803,602,717	2,484,837,566
Capital	122,991,646	122,991,646
Capital Adequacy Ratio	13.56%	15.27%

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

	Six months ended 30 June 2026 TWD'000	 30 June 2025 TWD'000
Pre-tax profit	14,774,910	12,096,734

Statement of Compliance

This is a statement to declare that all information for the period ended 30 June 2026 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 and is not false or misleading in any material aspect".

Chief Executive
Taishin International Bank Co., Ltd.
Hong Kong Branch
(Incorporated in Taiwan with limited liability)

2 September 2026

Prescribed Summary

This is to inform the general public that the complete disclosures can be found at 6/F, Tower 5, The Gateway, 15 Canton Road, Tsimshatsui, Kowloon.

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