

ICICI Bank Limited Hong Kong Branch
Unaudited Disclosure Statement
As at March 31, 2023



**ICICI BANK LIMITED HONG KONG BRANCH
UNAUDITED FINANCIAL DISCLOSURE AS AT MARCH 31, 2023**

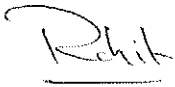
Statement of Compliance

We have prepared this unaudited Disclosure Statement of ICICI Bank Limited Hong Kong Branch ("the Branch") as at March 31, 2023. It is compiled according to the Banking (Disclosure) Rules under the Banking Ordinance (Chapter 155M).

The information is available at the registered offices of ICICI BANK LIMITED Hong Kong Branch and the Public Registry of HKMA. The statement can also be found on ICICI Bank's website at https://www.icicibank.hk/about_us.page.

As the Chief Executive of the Branch, I confirm that, to the best of my knowledge, the information contained in the Disclosure Statement is compiled in accordance with the Banking (Disclosure) Rules requirement, which is not false or misleading in any material respect, and consistent with the books and records of the Branch.

ICICI Bank Limited
Hong Kong Branch



Rohit Gupta
Chief Executive

ICICI BANK LIMITED HONG KONG BRANCH
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Section A – Branch information (Hong Kong office only)

I. Profit and Loss Information

	Year ended March 31, 2023 HK\$ in million	Year ended March 31, 2022 HK\$ in million
Income		
Interest income	237	95
Interest expense	<u>(107)</u>	<u>(31)</u>
Net interest income	130	64
Other operating income		
Gains less losses arising from trading in foreign currencies	22	28
Gains less losses on securities held for trading purposes	(10)	(5)
Gains less losses from other trading activities	20	12
Fees and commission income	192	186
Fees and commission expenses	<u>-</u>	<u>-</u>
Net fees and commission income	192	186
Other income	43	(10)
Total operating income	<u>397</u>	<u>275</u>
Expenses		
Operating expenses		
Staff expenses	(65)	(65)
Rental expenses	(9)	(11)
Other expenses	<u>(40)</u>	<u>(41)</u>
Total operating expenses	<u>(114)</u>	<u>(117)</u>
Operating profit before impairment losses	283	158
(Charge for) / release of impairment losses and provisions for impaired loans and receivables		
Collective provisions	20	1
Specific provisions	<u>-</u>	<u>31</u>
	20	32
Gains less losses from the disposal of property, plant and equipment and investment properties	<u>-</u>	<u>-</u>
Profit before taxation	303	190
Tax expense	(43)	(31)
Profit after taxation	<u>260</u>	<u>159</u>

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II. Balance Sheet Information

	At March 31, 2023 HK\$ in million		At September 30, 2022 HK\$ in million	
Assets				
Cash and balances with banks (except those included in amount due from overseas offices of the institution)		786		917
Placements with banks which have a residual contractual maturity of more than one month but not more than 12 months (except those included in amount due from overseas offices of the institution)		-		-
Amount due from overseas offices of the institution		1,618		1,260
Trade bills		3,044		2,272
Certificates of deposit held		-		-
Securities held for trading purposes				
Investment in treasury bills	391		391	
Investment in corporate bonds	<u>15</u>	406	<u>58</u>	449
Advances and other accounts				
Loans and advances to customers	208		197	
Loans and advances to banks	25		47	
Accrued interest	-		1	
Provisions for impaired loans and receivables (collective)	(34)		(26)	
Provisions for impaired loans and receivables (specific)	<u>(2)</u>	197	<u>(2)</u>	217
Investment securities				
Investment in treasury bills	79		79	
Investment in corporate bonds	<u>328</u>	407	<u>365</u>	444
Other investments				
Investment in group subsidiaries	741		739	
Investment in a listed company	<u>1</u>	742	<u>1</u>	740
Property, plant and equipment		2		2
Other assets and receivables		<u>1,148</u>		<u>1,392</u>
Total assets		<u>8,350</u>		<u>7,693</u>
Liabilities				
Deposits and balances from banks		506		309
Deposits from customers				
Demand deposits and current accounts	1,336		1,400	
Saving deposits	399		54	
Time, call and notice deposits	<u>1,248</u>	2,983	<u>636</u>	2,090
Amount due to overseas offices of the institution		880		806
Issued debt securities		574		923
Other liabilities		1,137		1,437
Retained earnings		2,265		2,123
Provisions for trade bills		<u>5</u>		<u>5</u>
Total liabilities		<u>8,350</u>		<u>7,693</u>



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III. Additional Balance Sheet Information

	At March 31, 2023		At September 30, 2022	
	HK\$ in million		HK\$ in million	
(a) Loans and receivables				
Loans and advances to customers		208		197
Loans and advances to banks		25		47
Accrued interest		-		1
Provisions for impaired loans and advances to customers				
- Collective		(34)		(26)
- Individual		(2)		(2)
		<u>197</u>		<u>217</u>
(b) Overdue and rescheduled advances				
Overdue advances	Gross amount	% to total loans and advances to customers	Gross amount	% to total loans and advances to customers
	HK\$ in million		HK\$ in million	
Advances to customers overdue for				
- Above 1 month but up to 3 months	-	-	-	-
- Above 3 months but up to 6 months	-	-	-	-
- Above 6 months but up to 1 year	-	-	-	-
- Above 1 year	2	0.96%	2	1.02%
Total overdue advances	<u>2</u>	<u>0.96%</u>	<u>2</u>	<u>1.02%</u>
Secured overdue advances	-		-	
Unsecured overdue advances	<u>2</u>		<u>2</u>	
	<u>2</u>		<u>2</u>	

There were HK\$2 million of specific provisions made on overdue advances which were impaired as at March 31, 2023 (September 30, 2022: HK\$2 million).

The impaired loans and advances to customers which are individually determined to be impaired amounted to HK\$2 million (0.96%) as at March 31, 2023 and HK\$2 million (1.02%) as at September 30, 2022. There were no impaired loans and advances to banks as at March 31, 2023 and September 30, 2022.

The amount of the specific provisions made on impaired loans and advances to customers amounted to HK\$2 million as at March 31, 2023 (September 30, 2022: HK\$2 million). There were no collective and specific provisions made on impaired loans and advances to banks as at March 31, 2023 and September 30, 2022.

There were no collateral held with respect to overdue loans and advances to customers as at March 31, 2023 and September 30, 2022. No collateral has been taken into account in respect of loans and advances to customers to which individual impairment allowances relate as at March 31, 2023 and September 30, 2022.

Impaired loans and advances to customers did not include any rescheduled loans and advances to customers as at March 31, 2023 and September 30, 2022. There were no rescheduled loans and advances to banks as at March 31, 2023 and September 30, 2022. There were no rescheduled loans and advances to customers which are overdue more than 90 days as at March 31, 2023 and September 30, 2022.

No repossessed asset was held for impaired and overdue advance as at March 31, 2023 and September 30, 2022. Other than the HK\$2 million as at March 31, 2023 and HK\$2 million as at September 30, 2022 as presented above, there were HK\$5 million of trade bills overdue for more than 1 year as at March 31, 2023 (September 30, 2022: HK\$5 million). The specific provisions made on impaired trade bills amounted to HK\$5 million as at March 31, 2023 (September 30, 2022).



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

	At March 31, 2023		HK\$ in million
	Gross loans and advances	Overdue loans and advances	Collateral or other security
Loans and advances for use in Hong Kong	130	-	130
- Wholesale and retail trade	130	-	130
Loans and advances for use outside Hong Kong	33	2	11
Trade finance	45	-	32
	<u>208</u>	<u>2</u>	<u>173</u>

	At September 30, 2022		HK\$ in million
	Gross loans and advances	Overdue loans and advances	Collateral or other security
Loans and advances for use in Hong Kong	51	-	35
- Wholesale and retail trade	51	-	35
Loans and advances for use outside Hong Kong	92	2	39
Trade finance	54	-	42
	<u>197</u>	<u>2</u>	<u>116</u>



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Section A – Branch information (Hong Kong office only)

(d) Analysis of gross loans and advances to customer by geographical areas

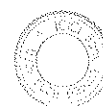
At March 31, 2023 HK\$ in million

	Gross loans and advances	Overdue loans and advances	Impaired loans (individually determined)
- Asia & Pacific (excluding Hong Kong)	31	2	2
<i>of which India</i>	31	2	2
- Hong Kong	177	-	-
	<u>208</u>	<u>2</u>	<u>2</u>

At September 30, 2022 HK\$ in million

	Gross loans and advances	Overdue loans and advances	Impaired loans (individually determined)
- Asia & Pacific (excluding Hong Kong)	107	2	2
<i>of which India</i>	107	2	2
- Hong Kong	90	-	-
	<u>197</u>	<u>2</u>	<u>2</u>

Note: Gross amount of loans and advances to customers by geographical areas are derived according to the location of the counterparties and constitutes not less than 10% of the total amount of loans and advances to customers after taking into account any recognised risk transfer at either March 31, 2023 or September 30, 2022.



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(e) Non-bank Mainland exposures

The following Mainland exposures to non-bank counterparties are prepared in accordance with HKMA Return of Mainland Activities (Form MA(BS)(20)) completion instructions.

Types of Counterparties	At March 31, 2023		HK\$ in million
	On-balance sheet exposure	Off-balance sheet exposure	Total
1. Central government, central government-owned entities and their subsidiaries and joint ventures (JVs)	-	-	-
2. Local governments, local government-owned entities and their subsidiaries and JVs	-	1	1
3. PRC nationals residing in Mainland China or other entities incorporated in Mainland China and their subsidiaries and JVs	99	142	241
4. Other entities of central government not reported in item 1 above	-	-	-
5. Other entities of local governments not reported in item 2 above	-	-	-
6. PRC nationals residing outside Mainland China or entities incorporated outside Mainland China where the credit is granted for use in Mainland China	4	86	90
7. Other counterparties where the exposures are considered by the reporting institution to be non-bank Mainland China exposures	-	-	-
Total	103	229	332
Total assets after provision ¹	8,346		
On-balance sheet exposures as percentage of total assets	1.23%		

1. Total assets after provision are based on HKMA Return of Assets & Liabilities (Form MA(BS)(1)).

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Section A – Branch information (Hong Kong office only)

(e) Non-bank Mainland exposures (continued)

Types of Counterparties	At September 30, 2022		HK\$ in million
	On-balance sheet exposure	Off-balance sheet exposure	Total
1. Central government, central government-owned entities and their subsidiaries and joint ventures (JVs)	-	-	-
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	35	332	367
4. Other entities of central government not reported in item 1 above	-	-	-
5. Other entities of local governments not reported in item 2 above	-	-	-
6. PRC nationals residing outside Mainland China or entities incorporated outside Mainland China where the credit is granted for use in Mainland China	40	41	81
7. Other counterparties where the exposures are considered by the reporting institution to be non-bank Mainland China exposures	-	-	-
Total	75	373	448
Total assets after provision ¹	7,688		
On-balance sheet exposures as percentage of total assets	0.97%		

1. Total assets after provision are based on HKMA Return of Assets & Liabilities (Form MA(BS)(1)).



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Section A – Branch information (Hong Kong office only)

IV. International claims (excluding intra-group claims) by geographical areas after taking into consideration of transfer of risks

						HK\$ in million
						<u>Non-bank private sector</u>
						Non- financial private sector
	Banks	Official sector	Non-bank financial Institutions	Non- financial private sector	Others	Total
At March 31, 2023						
- Developing Asia-Pacific	2,324	-	253	32	-	2,609
<i>of which India</i>	2,294	-	253	32	-	2,579
- Developed Countries	1,067	391	-	-	-	1,458
<i>of which United States</i>	628	391	-	-	-	1,019

						HK\$ in million
						<u>Non-bank private sector</u>
						Non- financial private sector
	Banks	Official sector	Non-bank financial institutions	Non- financial private sector	Others	Total
At September 30, 2022						
- Developing Asia-Pacific	2,058	-	325	109	-	2,492
<i>of which India</i>	1,754	-	325	109	-	2,188
- Developed Countries	1,323	391	-	-	-	1,714
<i>of which United States</i>	697	391	-	-	-	1,088

Note: International claims by geographical area are derived according to the location of the counterparties, which are prepared in accordance with HKMA Return of International Banking Statistics (Form MA(BS)(21)) completion instructions. A major country or geographical segment is disclosed if international claims attributable to the country or segment (including Hong Kong) constitute not less than 10% of total international claims after taking into account any recognized risk transfer at either March 31, 2023 or September 30, 2022. Claims arising between branches and subsidiaries are excluded.



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V. Currency risk

Foreign currency exposures (Position of individual currency reported is the net position and constitutes 10% or more of the total net position in all foreign currencies).

At March 31, 2023

	USD	CNY	INR	HK\$ in million TOTAL
Spot assets	6,824	106	2	6,932
Spot liabilities	(7,020)	(144)	-	(7,164)
Forward purchases	4,454	114	258,854	263,422
Forward sales	(4,250)	(74)	(258,854)	(263,178)
Net options position	-	-	-	-
Net long / (short) position	<u>8</u>	<u>2</u>	<u>2</u>	<u>12</u>

At September 30, 2022

	USD	CNY	INR	HK\$ in million TOTAL
Spot assets	5,861	138	2	6,001
Spot liabilities	(6,103)	(132)	-	(6,235)
Forward purchases	10,856	15	131,672	142,543
Forward sales	(10,599)	(21)	(131,672)	(142,292)
Net options position	-	-	-	-
Net long / (short) position	<u>15</u>	<u>-</u>	<u>2</u>	<u>17</u>

There was no structural position held by the branch as at March 31, 2023 and September 30, 2022.



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VI. Off-balance sheet exposures

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

	At March 31, 2023 HK\$ in million	At September 30, 2022 HK\$ in million
Contingent liabilities and commitments		
- Direct credit substitutes	70	22
- Transaction-related contingencies	110	115
- Trade-related contingencies	1,965	3,145
- Other commitments	2,579	2,826
	<u>4,724</u>	<u>6,108</u>

Contingent liabilities and commitments arise 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 contractual amounts represent the amounts at risk should the contract be fully drawn upon and the client defaults. As the facilities may expire without being drawn upon, the contractual amounts do not represent expected future cash flows.

	At March 31, 2023 HK\$ in million	At September 30, 2022 HK\$ in million
Derivative transactions		
- Exchange rate-related derivative contracts (excluding forward foreign exchange arising from swap deposit arrangements)	13,203	26,369
- Interest rate derivative contracts	236,200	116,143
	<u>249,403</u>	<u>142,512</u>

The principal derivative instruments used by the Branch are interest and foreign exchange rate related contracts, which are primarily over-the-counter derivatives.



	At March 31, 2023 HK\$ in million	At September 30, 2022 HK\$ in million
Fair value of outstanding derivatives		
- Exchange rate related derivative contracts	<u>(1)</u>	<u>(2)</u>
- Interest rate derivative contracts	<u>16</u>	<u>20</u>

There are no bilateral netting arrangements for above derivative transactions.

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VII. Liquidity

	Year ended March 31, 2023	Year ended March 31, 2022
The average liquidity maintenance ratio for the financial period	52.02%	57.04%

The average liquidity maintenance ratio is the arithmetic mean of each calendar month's average value of its liquidity maintenance ratio as reported in Part I(2) of the 'Return of Liquidity Position of an Authorized Institution'. Average liquidity maintenance ratio is calculated as the simple average of each month's average liquidity ratio for twelve months of the financial year computed in accordance with Banking Liquidity Rules.

	Quarter ended March 31, 2023	Quarter ended March 31, 2022
The average liquidity maintenance ratio for the financial period	42.20%	61.52%

Average liquidity maintenance ratio is calculated as the simple average of each month's average liquidity ratio for three months of the quarter computed in accordance with Banking Liquidity Rules.

VIII. Liquidity Risk Management

The Bank uses various tools for measurement of liquidity risk including the statement of structural liquidity, dynamic liquidity gap statements, liquidity ratios and stress testing. The Branch maintains diverse sources of liquidity to facilitate flexibility in meeting funding requirements. International branches of the Bank are primarily funded by debt capital market issuances, lines of financing from export credit agencies, syndicated loans, bilateral loans and bank lines, in addition to deposits in certain local markets.



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IX. Disclosure on Remuneration

ICICI Bank Hong Kong Branch adopted the remuneration system of ICICI Bank Limited (the ultimately holding company), where the relevant remuneration policy is broadly consistent with the principles set out in the HKMA Supervisory Policy Manual (CG-5) Guideline on Sound Remuneration System. These disclosures are in compliance with the guidelines set out in section 3 of HKMA Supervisory Policy Manual CG-5 "Guideline on a Sound Remuneration System".

Please refer to the Annual Report published on the website (see the below link) for details on ICICI Bank Head Office's compensation governance structure, remuneration policies and terms and conditions of the compensation elements.

<https://www.icicibank.com/aboutus/annual.page>



**ICICI BANK LIMITED HONG KONG BRANCH
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Section B – Bank information (Consolidated basis)

		At March 31, 2023	At September 30, 2022
		HK\$ in million	HK\$ in million
X.	Capital and Capital Adequacy		
	Risk-based ratios: (Include market-risk equivalent)		
(a)	Capital adequacy ratio ¹	18.09%	16.67%
(b)	Total capital ¹	199,114	174,550
(c)	Total amount of shareholders' funds ²	204,918	188,313
XI.	Other Financial Information		
(a)	Total assets	1,871,020	1,769,027
(b)	Total liabilities ³	1,666,102	1,580,714
(c)	Total loans and advance	1,035,459	965,299
(d)	Total deposits	1,156,754	1,077,227
		Year ended March 31, 2023	Year ended March 31, 2022
		HK\$ in million	HK\$ in million
(e)	Pre-tax profit (before minority interest)	45,144	36,153

- As per Basel III guidelines, all group entities have been consolidated, except Group companies which are engaged in insurance business and businesses not pertaining to financial services. Capital at March 31, 2023 include retained earnings for the financial year of 2023. (Capital at September 30, 2022 does not include retained earnings for six months ended September 30, 2022).
- Shareholders' funds are the sum total of share capital, employee stock options & reserves (excluding restricted reserves).
- Total liabilities are equal to total assets minus shareholders' fund.
- The conversion rate at March 31, 2023 is ₹10.4675 = HK\$1. (September 30, 2022 is ₹10.3625 = HK\$1; March 31, 2022 is ₹9.6800 = HK\$1).

