

臺灣土地銀行香港分行

LAND BANK OF TAIWAN CO., LTD.

HONG KONG BRANCH

Financial Information Disclosure Statement

For the year ended 30 June 2025

The statement is available at Land Bank of Taiwan Co., Ltd. Hong Kong Branch at the following address:

Unit 3101-06 & 12, Tower 1, The Gateway, No. 25 Canton Road, Tsim Sha Tsui, Kowloon, Hong Kong

A copy of this statement has been lodged with the Public Registry of Hong Kong Monetary Authority.

**FINANCIAL INFORMATION DISCLOSURE STATEMENT
FOR THE YEAR ENDED 30 JUNE 2025**

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SECTION A - INFORMATION OF THE BRANCH (HONG KONG BRANCH ONLY)

I. PROFIT AND LOSS INFORMATION

FOR THE YEAR ENDED 30 JUNE 2025

(HK\$'000)

	30-Jun-2025	30-Jun-2024
Interest income	220,354	234,691
Interest expenses	(170,792)	(182,267)
Net interest income	49,562	52,424
Other operating income		
Gains less losses from foreign exchange operations	182	(162)
Income from fees and commissions	8,712	6,988
fees and commissions expenses	(651)	(602)
Net fees and commission income	8,060	6,386
Other income	-	-
Total Income	57,804	58,648
Operating expenses		
Staff and rental expenses	(11,158)	(10,464)
Other expenses	(2,740)	(2,847)
Net charge for other provisions	(395)	(146)
	(14,293)	(13,457)
Net charge/(credit) for debt provision	(4,764)	(692)
Profit/(loss) before tax	38,747	44,499
Net charge for tax provision	(6,559)	(7,432)
Profit /(loss) after tax	32,188	37,067

II. BALANCE SHEET INFORMATION

AS AT 30 JUNE 2025

(HK\$'000)

	30-Jun-2025	31-Dec-2024
ASSETS		
Cash and short-term fund (except those included in amount due from overseas office)	219,992	741,900
Placement with Bank maturing between one and twelve months (except those included in amount due from overseas office)	2,003,796	1,964,065
Amount due from overseas office	-	54,342
Negotiable certificates of deposit (NCDs) held	-	-
Negotiable debt instruments	2,693,332	2,662,480
Loans and advances less provisions	3,118,139	2,872,001
Other assets	67,511	62,768
Property, plant and equipment	16,453	4,475
Total assets	8,119,223	8,362,031
LIABILITIES		
Deposit and balances from banks (except those included in amount due to overseas office)	5,025,305	5,612,848
Deposit from customers	2,461,259	2,178,451
- Demand deposits and current accounts	889	851
- Savings deposits	183,254	191,456
- Time, call and notice deposits	2,277,116	1,986,144
Amount due to overseas offices	88,845	80,016
Other liabilities and provision	80,131	59,222
Total liabilities	7,655,540	7,930,537
EQUITIES		
Current profit / (loss)	32,188	29,188
Reserves	431,495	402,306
Total equities	463,683	431,494
Total equities and liabilities	8,119,223	8,362,031

III. SUPPLEMENTARY FINANCIAL INFORMATION

AS AT 30 JUNE 2025

(HK\$'000)

A. ADVANCES AND IMPAIRMENT LOSSES

a. Advances to customers and impairment losses	30-Jun-2025	31-Dec-2024
Advances to customers	3,168,926	2,917,243
Advances to banks	1,909,796	1,606,962
Total	5,078,722	4,524,205
Collective impairment provisions	(50,787)	(45,242)
Specific impairment provisions	-	-
Total	(50,787)	(45,242)
Gross advances less impairment provisions	<u>5,027,935</u>	<u>4,478,963</u>
 b. Impairment provisions		
Collective impairment provisions		
Advances to customers	33,024	30,492
Advances to banks	17,763	14,750
Total	<u>50,787</u>	<u>45,242</u>
Specific impairment provisions		
Advances to customers	-	-
Advances to banks	-	-
Total	<u>-</u>	<u>-</u>
 c. Impaired advances to customers		
Amount of impaired loans and advances	-	-
Amount of special provisions made	-	-
Value of collateral	-	-
% of advances to customer	-	-

III. SUPPLEMENTARY FINANCIAL INFORMATION - CONTINUED

AS AT 30 JUNE 2025

(HK\$'000)

B. OVERDUE AND RESCHEDULES ASSETS

	30-Jun-2025	31-Dec-2024
a. Loans and advances to customers overdue for		
More than 3 months and up to 6 months	-	-
More than 6 months and up to 1 year	-	-
More than 1 year	-	-
b. Rescheduled loans and advances to customers	-	-
c. Value of collateral held against such loans and advances to customers		
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	-	-
d. Loans and advances to banks and other financial overdue		
There were no overdue and rescheduled advances to banks and other financial institutions as at 31 December 2024 and 30 June 2025.		
e. Repossessed assets		
There were no repossessed assets held as at 31 December 2024 and 30 June 2025.		

III. SUPPLEMENTARY FINANCIAL INFORMATION - CONTINUED

AS AT 30 JUNE 2025

(HK\$'000)

C. OFF-BALANCE SHEET INFORMATION

	30-Jun-2025	31-Dec-2024
a. Off-balance sheet exposures (in contractual amounts)		
The following is a summary of the contract amounts of each significant class of contingent liabilities and commitments:		
Direct credit substitutes	23,550	14,206
Transaction-related contingent items	-	-
Trade-related contingent items	14,355	19,346
Other commitments	803,783	867,938
Others	-	-
	<u>841,688</u>	<u>901,490</u>
b. Derivatives		
Exchange rate contacts	-	-
Interest rate contacts	-	-
	<u>-</u>	<u>-</u>
c. Replacement cost of derivatives		
Exchange rate contacts	-	-
Interest rate contacts	-	-
	<u>-</u>	<u>-</u>

For contingent liabilities and commitments, the contract amounts represent the amounts at risk should the contract be fully drawn upon and the client default. The total of the contract amount is not representative of future liquidity requirement. The replacement costs represent the cost of replacing all contracts which have a positive value when marked to market. They do not take into account the effects of bilateral netting arrangements.

III. SUPPLEMENTARY FINANCIAL INFORMATION - CONTINUED

AS AT 30 JUNE 2025

(HK\$'000)

D. SEGMENTAL INFORMATION

a. Gross loans and advances to customers by major sectors analysis

The following information concerning advances to customers by industry sectors has been classified in accordance with industry categories in the banking return of "Quarterly Analysis of Loans and Advances and Provisions" which was submitted to Hong Kong Monetary Authority.

	30-Jun-2025		31-Dec-2024	
	Outstanding balance	Balance covered by collateral	Outstanding balance	Balance covered by collateral
Loans and advances for use in Hong Kong				
Industrial, commercial, and financial				
- Property development	-	-	-	-
- Property investment	-	-	-	-
- Financial concerns	-	-	-	-
- Stockbrokers	-	-	-	-
- Wholesale and retail trade	102,530	102,530	81,950	81,950
- Manufacturing	184,473	-	182,433	-
- Transport and transport equipment	141,612	141,612	146,878	146,878
- Information technology	75,000	-	143,182	-
- Others	-	-	-	-
Individuals	-	-	-	-
Trade finance	29,260	-	27,446	-
Loans and advances for use outside Hong Kong	2,636,051	83,994	2,335,354	-
Total	<u>3,168,926</u>	<u>328,136</u>	<u>2,917,243</u>	<u>228,828</u>

**III. SUPPLEMENTARY FINANCIAL INFORMATION -
CONTINUED**

AS AT 30 JUNE 2025

(HK\$'000)

D. SEGMENTAL INFORMATION - continued

b. Gross loans and advances to customers by countries or geographical areas analysis

After taking into account the transfer of risk, exposures to a single country or geographical area exceeding 10% of the aggregate gross advances to customers which are disclosed as follows:

	<u>30-Jun-2025</u>
- Hong Kong	581,875
- Indonesia	577,611
- Australia	303,183
- Others	1,706,257
	<u>3,168,926</u>
	<u>31-Dec-2024</u>
-	
- Indonesia	580,815
- Thailand	354,140
- Australia	334,194
- Others	1,066,205
	<u>2,917,243</u>

c. Overdue and impaired loans by countries or geographical areas analysis

There were no overdue and non-performing loans as at 31 December 2024 and 30 June 2025. The above analysis has been classified according to categories and definitions used by the Hong Kong Monetary Authority. Only exposure to a single country outside Hong Kong exceeding 10% of the aggregate gross amount of advances to customers as at the above respective reporting dates are disclosed.

III. SUPPLEMENTARY FINANCIAL INFORMATION - CONTINUED

AS AT 30 JUNE 2025

(HK\$ mil.)

E. INTERNATIONAL CLAIMS

The following tables analyze international claims by locations and types of counterparties. Country or geographical segment classification is based upon the locations of counterparties after taking into account any recognized risk transfer. They are prepared in accordance with the completion instruction of HKMA Return of "International Banking Statistics". Countries or geographical segments constituting not less than 10% of the total cross-border claims are disclosed.

			Non-bank private sector		
	Banks	Official Sector	Non-Bank Financial institutions	Non-Financial private sector	Total
As at 30-Jun-2025					
Developed economies	1,163	-	512	652	2,327
Offshore centres	237	-	-	533	770
Developing Europe	-	-	-	-	-
Developing Latin America and Caribbean	-	-	-	141	141
Developing Africa and Middle East	1,627	-	218	235	2,080
<i>of which - Saudi Arabia</i>	575	-	218	235	1,028
Developing Asia and Pacific	903	-	-	1,252	2,155
International organizations	-	-	540	-	540
Unallocated	-	-	-	-	-
As at 31 Dec 2024					
Developed economies	995	-	1,458	189	1,813
Offshore centres	3	-	629	582	585
Developing Europe	-	-	-	-	-
Developing Latin America and Caribbean	-	-	-	-	-
Developing Africa and Middle East	1,484	-	295	233	2,012
<i>of which - Saudi Arabia</i>	520	-	217	233	970
<i>of which - UAE</i>	808	-	39	-	847
Developing Asia and Pacific	1,892	-	116	1,442	3,450
<i>of which - South Korea</i>	923	-	-	-	923
International organizations	-	-	418	-	418
Unallocated	-	-	-	-	-

III. SUPPLEMENTARY FINANCIAL INFORMATION - CONTINUED

AS AT 30 JUNE 2025

(HK\$ mil.)

F. NON-BANK MAINLAND CHINA EXPOSURE

Non-Bank counterparties are identified in accordance with the definitions set out in the "Return of Mainland Activities" issued by HKMA. Exposure in Mainland China arising from non-bank counterparties are summarized as follows:

	On-balance sheet exposure	Off-balance sheet exposure	Total exposure
As at 30-Jun-2025			
Central government, central government-owned entities and their subsidiaries and joint ventures (JVs)	-	-	-
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	21	-	21
Other entities of central government not reported in item 1 above	-	-	-
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	-	-	-
Other counterparties where the exposures are considered by the reporting institution to be non-bank Mainland China exposures	-	-	-
Total	21	-	21
Total assets after provisions	8,119		
On-balance sheet exposures as percentage of total assets	0.26%		
As at 31 Dec 2024			
Central government, central government-owned entities and their subsidiaries and joint ventures (JVs)	-	-	-
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	20	-	20
Other entities of central government not reported in item 1 above	-	-	-
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	-	-	-
Other counterparties where the exposures are considered by the reporting institution to be non-bank Mainland China exposures	-	-	-
Total	20	-	20
Total assets after provisions	8,362		
On-balance sheet exposures as percentage of total assets	0.24%		

III. SUPPLEMENTARY FINANCIAL INFORMATION - CONTINUED

AS AT 30 JUNE 2025

(HK\$ mil.)

G. FOREIGN CURRENCY POSITION

The Foreign currency exposure are prepared in accordance with the completion instructions of HKMA banking return of "Foreign Currency Position of an Authorized Institution". The net position in foreign currencies are disclosed as follows:

	USD	EUR	CNY	Others	Total
As at 30 Jun 2025					
Spot assets	6,935	301	69	307	7,612
Spot liabilities	(6,927)	(302)	(67)	(301)	(7,597)
Forward purchase	-	-	-	-	-
Forward sales	-	-	-	-	-
Net option position	-	-	-	-	-
Net long / (short) position	8	(1)	2	6	15
	USD	EUR	CNY	Others	Total
As at 31 Dec 2024					
Spot assets	7,414	144	66	288	7,912
Spot liabilities	(7,404)	(146)	(58)	(284)	(7,892)
Forward purchase	-	-	-	-	-
Forward sales	-	-	-	-	-
Net option position	-	-	-	-	-
Net long / (short) position	10	(2)	8	4	20

There were no foreign currency structural positions as at 31 DECEMBER 2024 and 30 June 2025.

III. SUPPLEMENTARY FINANCIAL INFORMATION - CONTINUED

AS AT 30 JUNE 2025

(HK\$ mil.)

H. LIQUIDITY INFORMATION

	For the quarter ended	
	30-Jun-2025	31-Dec-2024
Average liquidity maintenance ratio for the period	64.69%	68.05%

The average liquidity maintenance ratio ("LMR") is the arithmetic mean of each calendar month's average liquidity maintenance ratio for the relevant period as calculated in accordance with Section 103B of Banking (Disclosure) Rules.

a. Governance of liquidity risk management

The Branch manages our liquidity risk in accordance with the Liquidity Risk Management Policy, which is set by Assets and Liabilities Committee of the Branch ("ALCO") and approved by the Head Office. The Policy provides a set of principles for the prudent management of liquidity in the normal course of business. The primary measures used to manage liquidity within the tolerance are the stress-testing and scenario analysis, liquidity maintenance ratio, loan-to-deposit, and cash flow maturity mismatch analysis.

ALCO is responsible for the liquidity risk management in the Branch. Chief Executive is the chairman of the Committee. The members include Alternate Chief Executive and the head of all department. Chief Executive could also invite other staffs to attend the Committee meeting in need. The regular Committee meeting will be convened monthly or on a need basis. The Branch regularly prepares various liquidity risk measurement indicators and limits, and reports to ALCO. Then, the Committee will report to the senior management of the Head Office to let the high-level management under stands the Branch's funding liquidity.

b. Funding strategy

The liquidity risk management of the Branch adopts the principle of conservative and stable, forecasts the cash flow at different time points to diversify the source and duration of funds, and adjusts the liquidity gap for daily cash flow and market changes.

- Source of funds: Based on the principle of diversification, stability, and reliability.
- Use of funds: The principle of decentralization and avoiding excessive concentration.
- Management strategy: Based on the principle of conservative estimation, and strengthen the interactive management of foreign currency funds.

c. Liquidity risk mitigation techniques

In order to maintain a stable liquidity ratio, the Branch establishes several measures to reduce the liquidity risk when Branch's capital is needed in emergency.

The measures are included by following:

- Sale of debt securities
- Funding from Head Office
- Funding from other banks
- Reduction of inter-bank lending activities

d. Liquidity stress test

Stress tests should be performed quarterly for all currencies in aggregate that we have significant

positions in order to maintain appropriate individual currency funding in needs. There are 3 scenarios for stress testing. They are institution-specific stress scenario, general market stress scenario, and combination of both situations. Each scenario would perform cash-flow analysis for within 7 days or within 30 days. The test result is used to analyzing exposure level and risk tolerance in such scenarios. The Risk Management Department also should review the assumptions and results of the stress testing periodically, as well as to adjust the different assumptions to ensure those assumptions for stress testing which are the most suitable for the Branch.

e. Liquidity buffers and contingency funding plan

The Branch sets a higher internal limit of liquidity maintenance ratio than the statutory minimum to maintain adequate liquidity in response possible situation. In addition, the Branch establishes a contingency funding plan that details the emergency measures which should be taken actions while a liquidity crisis occurs. The ALCO shall formulate measures to address the emergency situation and report to the Head Office regarding the follow-up actions and results.

f. Measure indicators of liquidity risk

The Branch sets up a series of limits indicators, including liquidity maintenance ratio and maturity mismatch limits, in order to monitoring impact on liquidity risk.

Limits indicators		Limit
Liquidity maintenance ratio (LMR)		≥ 40%
Maturity mismatch Ratio (MMR)	Within 7 days	-20%
	Within 1 month	-30%

g. Concentration limits on collateral pools and sources of funding

The major sources of funding for the Branch are the funding raised from Head Office and inter-banks. The Branch has established concentration limit of funding sources taking into account the respective risk profiles of banks. Funding from each counterparty is restricted to be not more than 10% of the total assets to reduce reliance on a single source of funding.

h. Analysis the on- and off-balance sheet items by remaining maturity

(HK\$'000)

	Total	Up to 1 month	1 month up to 3 months	3 months up to 6 months	6 months up to 1 year	Over 1 year
30-Jun-2025						
On-balance sheet assets	8,177,794	3,427,954	139,567	25,753	199,869	4,368,198
On-balance sheet liabilities	8,119,223	2,924,796	4,469,919	90,888	70,142	21,092
off-balance sheet claims	37,905	225	-	14,130	23,550	-
off-balance sheet obligations	841,688	804,008	-	14,130	23,550	-
Contractual Maturity Mismatch		(300,625)	(4,330,352)	(65,135)	129,727	4,347,106
Cumulative Contractual Maturity Mismatch		(300,625)	(4,630,977)	(4,696,112)	(4,566,385)	(219,279)
30-Jun-2024						
On-balance sheet assets	7,740,712	3,094,031	463,927	132,245	542,975	3,501,359
On-balance sheet liabilities	7,692,209	2,364,104	4,080,105	532,490	230,209	4,822
off-balance sheet claims	48,989	10,261	12,727	11,712	14,289	-
off-balance sheet obligations	850,458	811,730	12,727	11,712	14,289	-
Contractual Maturity Mismatch		(71,542)	(3,616,178)	(400,245)	312,766	3,496,537
Cumulative Contractual Maturity Mismatch		(71,542)	(3,687,720)	(4,087,965)	(3,775,199)	(278,662)

SECTION B - INFORMATION OF THE BANK (CONSOLIDATED BASIS)

I. CAPITAL AND CAPITAL ADEQUACY RATIO

(NT\$'000)

	30-Jun-2025	31-Dec-2024
A. Capital adequacy ratio	15.19%	14.21%
B. Aggregate amount of shareholders' funds	233,820,958	226,425,024

The capital adequacy ratio is computed in accordance with the "Basel III Capital Accord" and after taken into account for credit risk, market risk and operational risk.

II. OTHER FINANCIAL INFORMATION

(NT\$'000)

	30-Jun-2025	31-Dec-2024
Total Assets	3,568,298,574	3,600,157,516
Total Liabilities	3,334,477,616	3,373,732,492
Total Advances	2,433,688,072	2,402,951,291
Total Customers Deposits	2,643,615,042	2,730,728,928

	For the year ended 30-Jun-2025	30-Jun-2024
Profit/(loss) before taxation	10,010,657	9,540,158

SECTION C - REMUNERATION DISCLOSURE

In respect to the disclosure requirement under the HKMA's Supervisory Policy Manual CG-5 "Guideline on Sound Remuneration System", Land Bank of Taiwan Co., Ltd. has disclosed the relevant information in the part of Corporate Governance of the Bank's Annual Report (Chinese version only).

Declaration

According to the requirement of the Hong Kong Monetary Authority on Key Financial Information Disclosure Statement of Authorized Institutions incorporated outside Hong Kong, we have pleasure in presenting the Key Financial Information Disclosure Statements of Land Bank of Taiwan Co., Ltd. Hong Kong Branch for the half year ended 30 JUNE 2025. We confirmed that the information contained therein complies, in all material aspects, with the relevant requirements for financial disclosure by overseas incorporated authorized institutions as set out in the supervisory policy manual CA-D-1 "Guideline on the Application of the Banking (Disclosure) Rules", and to the best of my knowledge and belief, it is not false or misleading.

✓ 

HUANG Pao Hsing
Chief Executive
Land Bank of Taiwan Co., Ltd.
Hong Kong Branch

2nd Sep. 2025

Date