

HDFC BANK LIMITED HONG KONG BRANCH
DISCLOSURE STATEMENT

SECTION A - BRANCH INFORMATION (HONG KONG ONLY)

I. Profit and Loss Account

For the year ended 31st March 2025

	<u>31.03.2025</u> (HK \$'000)	<u>31.03.2024</u> (HK \$'000)
<u>INCOME</u>		
Interest income	210,084	205,295
Interest expenses	160,443	161,516
Net interest income	<u>49,641</u>	<u>43,779</u>
<u>Other Operating Income</u>		
Gross fees and commission income(Expenses-Nil)	11,442	8,324
Gains less losses from trading in foreign currencies	8,757	13,474
Gains less losses from trading in securities		2,020
Others	337	373
Total Operating Income	<u>70,177</u>	<u>67,970</u>
<u>EXPENSES</u>		
<u>Operating Expenses</u>		
Staff expenses	18,806	17,441
Rent, taxes and lighting	1,486	1,472
Other expenses	5,325	5,310
Operating Profit before Impairment Losses	<u>44,560</u>	<u>43,747</u>
Impairment losses and provisions for impaired loans and receivables		
- Collective Provision	(1,672)	4,887
- Specific Provision		
Profit before Taxation	46,232	38,860
Taxation Expense	9,150	2,162
Profit after Taxation	<u>37,082</u>	<u>36,698</u>



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II. Balance Sheet

As at 31st March 2025

	<u>31.03.2025</u>	<u>30.09.2024</u>
	(HK\$'000)	(HK\$'000)
<u>ASSETS</u>		
1 Cash and balances with banks	371,801	396,990
Placement with banks maturing between one and		
2 twelve months	777,890	562,292
3 Amount due from overseas offices	787,633	452,856
4 Trade Bills	1,356,884	1,150,226
5 Loans and Receivables		
Advances to customers	1,091,481	1,637,901
Advances to banks		
Accrued interest and other accounts	50,735	45,409
Provision for impaired loans and receivables		
- Collective	(28,373)	(31,766)
- Specific		
6 Investment Securities	153,863	76,725
7 Property, plant and equipment	1,062	740
	<u>4,562,976</u>	<u>4,291,373</u>
Total Assets		
<u>LIABILITIES</u>		
8 Deposits and balances of banks	1,029,504	842,677
9 Deposits from customers		
Demand deposits and current accounts	622,293	447,591
Savings deposits		
Time, call and notice deposits	1,715,214	1,543,149
10 Amount due to overseas offices	1,129,920	1,397,013
11 Negotiable Debt Instruments		
12 Other liabilities	66,045	60,943
13 Other Provisions	-	-
	<u>4,562,976</u>	<u>4,291,373</u>
Total Liabilities		



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III. Additional Information

1. Impaired Loans and Advances

There were no impaired loans and advances to banks and other financial institutions as at 31st March 2025 and 30th September 2024 .

There were no impaired loans and advances to other customers as at 31st March 2025 and 30th September 2024 .

2. Derivatives

a) Notional Amount

- i) Exchange rate contracts
ii) Interest rate contracts

	<u>31.03.2025</u> (HK\$ '000)	<u>30.09.2024</u> (HK\$ '000)
	5,629,184	5,933,443
	-	-
TOTAL	<u>5,629,184</u>	<u>5,933,443</u>

b) Fair Value of Derivative contracts (Gross)

- i) Exchange rate contracts
ii) Interest rate contracts

	(1,722)	(428)
	-	-
TOTAL	<u>(1,722)</u>	<u>(428)</u>

There are no bilateral netting arrangements and hence there is no effect on the fair value of the derivatives.

3. Off Balance Sheet Exposure other than derivative transactions

Notional Amount

- i) Direct credit substitutes
ii) Trade related contingent items
iii) Other commitments

	<u>31.03.2025</u> HK\$ '000	<u>30.09.2024</u> HK\$ '000
	109,086	128,013
	1,722,858	1,401,422
	-	-
TOTAL	<u>1,831,944</u>	<u>1,529,435</u>



HDFC BANK LIMITED HONG KONG BRANCH**DISCLOSURE STATEMENT****SECTION A - BRANCH INFORMATION (HONG KONG ONLY)****III. Additional Information - continued****4. International Claims**

	As at 31st March 2025					Total
	Banks	Official Sector	Non Bank Private Sector Non bank Financial Institutions	Non-Financial private sector	Others	
	(HK\$ in Million)					
Developed countries	1,109	154		37		1,300
of which United Kingdom	405			35		440
of which USA	402	154		1		557
of which Switzerland	220					220
Offshore centres	576			239		815
of which Bahrain	78			6		84
of which Singapore	359					359
Developing Latin America and Carribean						-
Developing Europe						-
Developing Africa & Middle East	401			25		426
of which UAE	40			19		59
of which Morocco	361					361
Developing Asia and Pacific	1251			798		2,049
of which India	1,155			797		1,952
	3,337	154	-	1,099	-	4,590

	As at 30th September 2024					Total
	Banks	Official Sector	Non Bank Private Sector Non bank Financial Institutions	Non-Financial private sector	Others	
	(HK\$ in Million)					
Developed countries	903	78		38		1,019
of which United Kingdom	409			37		446
of which USA	214	78				292
of which Germany	195					195
Offshore centres	910			421		1,331
of which Bahrain	212			26		238
of which Singapore	530					530
Developing Latin America and Carribean						-
Developing Europe						-
Developing Africa & Middle East	159			50		209
of which UAE	159			34		193
Developing Asia and Pacific	619			1,145		1,764
of which India	549			1,117		1,666
	2,591	78	-	1,654	-	4,323

International claims are derived according to the location of counter parties on which the ultimate risk lies after taking into account any transfer of risk.



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III. Additional Information - continued

5. Advances to customers

	<u>31.03.2025</u> (HK\$ '000)	<u>30.09.2024</u> (HK\$ '000)
i) By Sectors		
<u>Loans for use in Hong Kong</u>		
a) Industrial, commercial & financial wholesale and retail trade		
b) Manufacturing		
c) Individual & Professionals		
For other* business purposes		
For other* private purposes	229,929	386,474
d) Others		
Trade Financing		
<u>Loans for use outside Hong Kong</u>	861,552	1,251,427
TOTAL **	<u>1,091,481</u>	<u>1,637,901</u>

* Other than for purchase of residential properties or credit card advances

**The total loans are covered by collateral or other security to the extent of \$ 1,091,480 (HK\$'000) as at 31st March 2025 and \$1,637,898 (HK\$'000) as at 30th September 2024..

ii) By Geographical Areas

Hong Kong	229,929	386,474
India	793,782	1,112,297
Others	67,770	139,130
TOTAL	<u>1,091,481</u>	<u>1,637,901</u>

Geographical locations are based on the physical location of the borrower. Risk transfer is only made if the claim is guaranteed by a party in a country which is different from the counterparty.

GEOGRAPHICAL SEGMENT

The Branch's operations are predominantly in Hong Kong



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III. Additional Information - continued

6 Overdue and Rescheduled Assets

There were no loans and advances to customers overdue for more than 3 months as at 31st March 2025 and 30th September 2024 .

There were no overdue of loans and advance to banks as at 31st March 2025 and 30th September 2024 .

There were no rescheduled loans and advance to customers and banks as at 31st March 2025 and 30th September 2024 .

There were no repossessed assets held as at 31st March 2025 and 30th September 2024 .

There were no other overdue assets as at 31st March 2025 and 30th September 2024 .



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III. Additional Information - continued

7. Mainland Activities Exposures

		<u>31.03.2025</u>			<u>30.09.2024</u>		
		(HK\$ million)			(HK\$ million)		
		<u>On Balance</u>	<u>Off Balance</u>		<u>On Balance</u>	<u>Off Balance Sheet</u>	
		<u>Sheet</u>	<u>Sheet</u>	<u>Total</u>	<u>Sheet</u>	<u>Exposure</u>	<u>Total</u>
		<u>Exposure</u>	<u>Exposure</u>		<u>Exposure</u>	<u>Exposure</u>	
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	-	-	-	-	-	-
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	-	-	-	-	-	-
7	Other counterparties where the exposures are considered by the reporting institution to be non-bank Mainland China	-	-	-	-	-	-
Total		-	-	-	-	-	-
Total assets after provision		4,563			4,291		
On-balance sheet exposures as percentage of total assets		0%			0%		



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III. Additional Information - continued

8. Foreign Currency Exposure

The position in a particular currency will be reported if the net position (in absolute terms) constitutes 10% or more of the total net position in all foreign currencies.

	31.03.2025						
	US\$	GBP	JPY	EURO	AUD	CHF	Total
	<small>(HK\$ million)</small>						
Spot assets	4,384	16	13	59	10	50	4,532
Spot liabilities	(4,360)	(9)	(1)	(110)	(3)	(1)	(4,484)
Forward purchases	2,779	12	4	84	1		2,880
Forward sales	(2,814)	(11)	(16)	(36)	(9)	(49)	(2,935)
Net options	-	-	-	-	-	-	-
Net long (short) position	(11)	8	-	(3)	(1)	-	(7)

	30.09.2024						
	US\$	GBP	JPY	EURO	AUD	CHF	Total
	<small>(HK\$ million)</small>						
Spot assets	3,944	15	11	198	9	43	4,220
Spot liabilities	(4,008)	(4)	(1)	(204)	(2)		(4,219)
Forward purchases	2,946	14	47	23	6		3,036
Forward sales	(2,937)	(13)	(53)	(11)	(10)	(42)	(3,066)
Net options	-	-	-	-	-	-	-
	(55)	12	4	6	3	1	(29)



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III. Additional Information - continued

9. Liquidity

	Twelve Months ended 31.03.2025	Twelve Months ended 31.03.2024
Average Liquidity Maintenance Ratio	<u>126.55%</u>	<u>128.54%</u>

Average Liquidity Maintenance Ratio is calculated as the simple average of each month's average liquidity ratio for the twelve months of the financial year computed in accordance with Banking Liquidity Rules.

	Three Months ended 31.03.2025	Three Months ended 31.12.2024	Three Months ended 30.09.2024	Three Months ended 30.06.2024	Three Months ended 31.03.2024
Average Liquidity Maintenance Ratio	<u>140.99%</u>	<u>84.63%</u>	<u>122.56%</u>	<u>158.00%</u>	<u>149.71%</u>

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

LIQUIDITY RISK MANAGEMENT FRAMEWORK

The liquidity risk management process is centralized at the Head Office and guided by the Board approved ALM policies for the Hong Kong Branch as well as entire Bank. The risk management process operates in the following hierarchical manner:

Board of Directors

The Board has the overall responsibility for management of liquidity and interest rate risks. The Board decides the strategy, policies and procedures of the Bank to manage liquidity and interest rate risk in accordance with the risk tolerance/ limits.

Risk Policy & Monitoring Committee ('RPMC') of the Board

The Risk Policy and Monitoring Committee (RPMC) a Board level committee, which supports the Board by supervising the implementation of the risk strategy. It guides the development of policies, procedures and systems for managing risk.

Asset Liability Committee ('ALCO')

ALCO is a decision-making unit responsible for ensuring adherence to the risk tolerance/limits set by the Board as well as implementing the liquidity and interest rate risk management strategy of the Bank in line with the Bank's risk management objectives and risk tolerance. ALCO at Head Office oversees functioning of liquidity and interest rate risk management at the Branch.

ALM Support Group

ALM support group is responsible for analyzing, monitoring and reporting the relevant risk profiles to senior management and relevant committees.

Funding Strategy

The Hong Kong treasury department follows a funding strategy that ensures the risk limits are not breached and applicable regulations are complied with. The Hong Kong treasury department ensures diversified and stable funding sources on an ongoing basis across money market borrowing, retail/wholesale deposits, trade borrowings and loans. Hong Kong branch is also enabled under the Medium Term Notes Programme of the Bank to issue bonds as and when required. Further, it optimizes the funding through intra-group borrowings.

Risk Measurement Systems and reporting:

Liquidity Risk is measured using flow approach and stock approach. Flow approach involves comprehensive tracking of cash flow mismatches. Stock approach involves monitoring of critical ratios in respect of liquidity risk. The Bank monitors the Liquidity Maintenance Ratio (LMR) as per regulatory guidelines. Analysis of liquidity risk also involves examining how funding requirements are likely to be affected under crisis scenarios. The Bank has a Board approved liquidity stress framework guided by the regulatory instructions.



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Liquidity Risk Mitigation

The Liquidity risk management includes analysis of sources and uses of funds, an understanding of the funding markets in which the bank operates.

Liquidity Risk is measured using flow approach and stock approach. Flow approach involves comprehensive tracking of cash flow mismatches. For measuring and managing net funding requirements, the use of a maturity ladder and calculation of cumulative surplus or deficit of funds at selected maturity dates is adopted as a standard tool.

Stock approach involves measurement of certain critical ratios in respect of liquidity risk. Bank has also adopted the Basel III framework on liquidity standards at consolidated level. It has also put in place requisite systems and processes to compute and maintains LMR for the Hong Kong Branch. In addition to the regulatory limit, Branch also maintains Target LMR which is higher than the regulatory minimum requirement which acts as liquidity cushion above the regulatory requirements.

Liquidity Risk Stress Testing

The liquidity stress testing framework is guided by relevant guidelines issued by RBI and HKMA. The liquidity stress testing framework covers a range of scenarios viz. "institution specific stress," "general market stress" and "combined" stress scenario and is done on a quarterly basis. The stress testing exercise is conducted at Hong Kong Branch level as well as consolidated Bank level.

ALCO is responsible for the implementation of the stress testing framework. It shall periodically review the results of the stress testing assessed for the various risk exposures and guide the bank on adopting mitigating measures. Stress testing results are also tabled at the ICAAP Review Committee on a quarterly basis, to RPMC on half yearly basis and to Board on an annual basis.

Contingency Funding Plan

The Bank has put in place an ALCO/Board approved "Contingency Funding Plan" (CFP) as per the guidelines issued by Reserve Bank of India. The objective of the CFP is to provide a process for managing liquidity under adverse conditions. In case of any contingency at the Hong Kong branch, HO shall provide requisite funding when such contingency is conveyed by the branch. There are no legal and regulatory restrictions in India in term of HO lending funds to a branch overseas.

In case of any contingency at HO, the Bank has set up a comprehensive plan covering early warning indicators, formation of crisis management team, reporting and communication plan and mitigation measures. However, no support will be assumed from overseas branches in case of contingency for the HO.

In addition to the Bank level contingency plan and the stress testing framework applicable to the Hong Kong branch, the Hong Kong branch has also defined early warning indicators specific to the branch to identify potential liquidity stress, if any.



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LIQUIDITY GAP

The following maturity profile is based on the remaining period to repayment on a contractual maturity basis at the end of the reporting period

As at 31st March 2025	Next Day	2 to 7 days	8 days to 1 month	1 to 3 months	3 to 6 months	6 to 12 months	Over 1 year	Total
	(HK\$ '000)							
ASSETS								
Cash and balances with Central banks	13							13
Amount receivable arising from derivative	27,568							27,568
Due from other banks		429,422		732,717		389,165		1,551,304
Acceptances and Bills	132,630	123,494	99,265	844,445	157,733	436		1,358,003
Loans and Receivables	15,452	196,325	203,540	1,011,136	9,665	59,760		1,495,878
Investment Securities	154,714							154,714
Other Assets	2,482						28,630	31,112
Total of on-balancesheet items	332,859	749,241	302,805	2,588,298	167,398	449,361	28,630	4,618,592
Off-Balance Sheet items	258,272	-	-	109,982	-			368,254
LIABILITIES								
Deposits from customers	622,292	58,477	202,079	148,925	404,819	822,349	105,560	2,364,501
Amount payable arising from Derivative Contracts	29,290							29,290
Due to banks	33,811	247,228	227,754	1,258,401				1,767,194
Other liabilities	4,803						57,663	62,466
Total of on-balancesheet items	690,196	305,705	429,833	1,407,326	404,819	822,349	163,223	4,223,451
Off-Balance Sheet items	109,982	-	258,272	-				368,254
Contractual Maturity Mismatch	(209,047)	443,536	(385,300)	1,290,954	(237,421)	(372,988)	(134,593)	
Contractual Cumulative Maturity Mismatch	(209,047)	234,489	(150,811)	1,140,143	902,722	529,734	395,141	

Positive indicates a position of surplus. Negative indicates a liquidity shortfall that has to be funded



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LIQUIDITY GAP

The following maturity profile is based on the remaining period to repayment on a contractual maturity basis at the end of the reporting period

As at 31st March 2024	(HKS '000)							Total
	Next Day 2 to 7 days	8days to 1 month	1 to 3 months	3 to 6 months	6 to 12 months	Over 1 year		
ASSETS								
Cash and balances with Central banks	13							13
Amount receivable arising from derivative contracts	21,200							21,200
Due from other banks	275,222					169,172	397,722	842,116
Acceptances and Bills	379	75,953	51,385	123,194	11,298			262,209
Loans and Receivables	103	735,129	284,316	731,982	57,214	360,958	220,958	2,390,660
Investment Securities	80,294							80,294
Other Assets	1,402						22,088	23,490
Total of on-balancesheet items	378,613	811,082	335,701	855,176	68,512	530,130	640,768	3,619,982
Off-Balance Sheet items	258,278	-	-	129,500	-			387,778
LIABILITIES								
Deposits from customers	499,327	67,454	154,890	130,167	324,340	773,923	2,438	1,952,539
Amount payable arising from Derivative Contracts	2,744							2,744
Due to banks	92,396	37	4,256	625,666	526,684			1,249,039
Other liabilities	3,098	-	-	-	-	-	32,961	36,059
Total of on-balancesheet items	597,565	67,491	159,146	755,833	851,024	773,923	35,399	3,240,381
Off-Balance Sheet items	129,500	-	258,278	-				387,778
Contractual Maturity Mismatch	(90,174)	743,591	(81,723)	228,843	(782,512)	(243,793)	605,369	
Contractual Cumulative Maturity Mismatch	(90,174)	653,417	571,694	800,537	18,025	(225,768)	379,601	

Positive indicates a position of surplus. Negative indicates a liquidity shortfall that has to be funded



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III. Additional Information - continued

10. Remuneration Policy

a) The design and implementation of the remuneration system.

The Remuneration policy of the Bank is decided by the Board of Directors and is detailed in the Bank's Global Financial Statements available in the Bank's Website.

b) Aggregate quantitative information on remuneration for senior management and key personnel (see Note) for the year ended 31st March 2025 are as follows

	HK\$	Number of Beneficiaries
Fixed Remuneration	4,336,990	2
Variable Remuneration	1,447,532	2
Deferred Remuneration	0	0
Total	5,784,522	2

No senior management or key personnel has been awarded with new sign-on or severance payment during the for the twelve months ended 31st March 2025.

Note: As advised in the CG 5- Guidelines on a sound remuneration system issued by HKMA, senior management personnel are those who are responsible for oversight of either the Bank's company-wise strategy or activities or those of the Bank's main business lines. Key personnel are individual employees whose duties or activities in the course of their employment involve the assumption of material risk or the taking on material exposure on behalf of the Bank.



HDFC BANK LIMITED HONG KONG BRANCH
DISCLOSURE STATEMENT
SECTION B - BANK INFORMATION CONSOLIDATED BASIS

AVAILABLE FROM THE BANK'S WEBSITE

1. Capital and Capital Adequacy

	<u>31.03.2025</u> (HK\$ '000)	<u>31.03.2024</u> (HK\$ '000)
i) Shareholders' Funds	474,893,643	428,138,133 **
ii) Capital Adequacy Ratio***		
***Capital Adequacy Ratio is calculated in accordance with the requirements of Reserve Bank of India.	<u>19.34%</u>	<u>18.52%</u>
2. Other financial information		
Total Assets	3,997,649,529 *	3,780,670,038 **
Total Liabilities	3,522,755,886 *	3,352,531,904 **
Total Advances	2,480,034,730 *	2,407,027,589 **
Total Customer Deposits	2,433,810,321 *	2,209,582,983 **
	Year ended <u>31.03.2025</u>	Year ended <u>31.03.2024</u>
Pre-tax Profit	<u>85,182,371 *</u>	<u>70,529,212 **</u>

*Indian Rupee converted to HK\$ @10.9875 (31st March 2025)

**Indian Rupee converted to HK\$ @10.66 (31st March 2024)

Declaration of Chief Executive

We have prepared the financial disclosure statement of HDFC Bank , Hong Kong Branch for the year ended 31st March 2025. The information disclosed complies fully with the Banking (Disclosure) Rules made by the Hong Kong Monetary Authority. To the best of my knowledge, the Disclosure Statement is not false or misleading.

DNYANESH KHAIARNAR
Chief Executive
Hong Kong

