

ABN AMRO Bank N.V. Hong Kong Branch
2020 Interim Financial Disclosure Statements

The information in the Disclosure Statement is not audited and does not constitute statutory accounts.

The information is available at the registered offices of ABN AMRO Bank N.V. Hong Kong Branch and the Public Registry of HKMA. The statement can also be found on ABN AMRO Bank's website at <https://www.abnamro.com/en/investor-relations/financial-disclosures/index.html>

SECTION A – BRANCH INFORMATION (HONG KONG OFFICE ONLY)

Profit and loss information (HKD'000)	For the six months ended	
	30-Jun-20	30-Jun-19
Interest income	335,018	644,861
Interest expenses	210,821	505,650
Net interest income	<u>124,197</u>	<u>139,211</u>
Other operating income		
– Gains less losses arising from foreign exchange operations	(2,228)	28,546
– Gains less losses from other dealing activities	–	–
– Income from investment held for trading purposes	–	–
– Net fees and commission income	54,090	57,126
– <i>fees and commission income</i>	64,421	62,029
– <i>fees and commission expenses</i>	10,331	4,903
– Other	15,711	14,701
	<u>67,573</u>	<u>100,373</u>
Operating income	191,770	239,584
Operating expenses	128,126	155,232
<i>of which</i>		
– <i>staff expenses</i>	60,606	64,208
– <i>rental expenses</i>	4,179	5,117
– <i>other expenses</i>	63,341	85,907
Net charge for loan impairments	859,855	100,914
Net (credit)/charge for other provisions	(15,855)	30,158
Gains less losses from disposal of tangible fixed assets	–	–
Loss before taxation	(780,356)	(46,720)
Taxation charge/(credit)	30,793	(7,709)
Extraordinary loss (net of tax)	–	–
Loss for the period	<u>(811,149)</u>	<u>(39,011)</u>

Note – Certain comparative figures have been reclassified or restated to conform with the financial statements presentation adopted in the current year

Balance sheet (HKD'000)
30-Jun-20
31-Dec-19
Assets

Cash and balances with banks

*(except those included in amount due from overseas
offices of the institution)*

571,454 482,611

Due from Exchange Fund

4,088 3,485

Amount due from overseas offices of the Institution

25,900,868 22,466,172

Trade bills

3,493,633 3,749,434

Available-for-sale securities

3,359,508 4,266,748

Advances and other accounts

4,771,482 8,843,785

– advances to customers

5,846,347 9,222,132

– accrued interest receivable

28,658 58,958

– impairment allowances for impaired loans and other
receivables

(1,103,523) (437,305)

– *collective impairment allowances*

(21,006) (56,849)

– *individual impairment allowances*

(1,082,517) (380,456)

Other accounts

216,381 268,870

– unrealized gains on derivative instruments

81,138 119,157

– other accounts

135,243 149,713

Tangible fixed assets

23,280 35,547

Total assets
38,340,694
40,116,652
Liabilities

Deposits and balances of banks and other financial
institutions

*(except those included in amount due to overseas
offices of the institution)*

1,705,916 1,025,462

Deposits from customers

967,368 1,719,138

– demand deposits and current accounts

857,584 1,437,276

– savings deposits

71,261 64,309

– time, call and notice deposits

38,523 217,553

Amount due to overseas offices of the Institution

35,455,286 36,649,515

Accrued interest payable

19,037 49,970

Other accounts

193,087 672,567

– unrealized losses on derivative instruments

113,548 132,725

– provisions and others

79,539 539,842

Total liabilities
38,340,694
40,116,652

Balance Sheet (HKD'000) (continued)
Analysis of impaired loans

As at 30 June 2020, there was no loan and advance to bank customers and therefore no impaired loan to bank customers.

The analysis of impaired loans to non-bank customers are as follows:

The impaired loans* to customers by geographical area are as follows:	30-Jun-20			31-Dec-19		
	Gross impaired loans	Individual impairment allowances	Current market value of collateral	Gross impaired loans	Individual impairment allowances	Current market value of collateral
– Hong Kong	1,154,112	468,227	–	31,188	31,188	7,644
– China	637,148	545,247	–	624,259	160,080	–
– United Arab Emirates	22,524	22,524	6,053	189,188	189,188	6,081
	<u>1,813,784</u>	<u>1,035,998</u>	<u>6,053</u>	<u>844,635</u>	<u>380,456</u>	<u>13,725</u>

Percentage of impaired loans to customers to total advances to customers

31.02%

9.16%

* Impaired loans are advances to banks and customers that have been classified as “substandard”, “doubtful” and “loss” in accordance with the HKMA Return of Loans and Advances and Provisions (Form MA(BS)2A) completion instructions.

Analysis of overdue advances to customers
30-Jun-20

The gross value of advances to customers by geographical area that have been overdue for:	Less than one month	More than one month	more than three months	more than six months	over one year	Total	Individual impairment allowances	Current market value of collateral
		to three months	and up to six months	and up to one year				
– Hong Kong	1,231,196	1,827	118,398	–	–	1,351,421	512,986	13,891
– China	2,374	8,552	626,222	–	–	637,148	545,247	–
– United Arab Emirates	–	–	–	–	22,524	22,524	22,524	6,053
	<u>1,233,570</u>	<u>10,379</u>	<u>744,620</u>	<u>–</u>	<u>22,524</u>	<u>2,011,093</u>	<u>1,080,757</u>	<u>19,944</u>

Percentage of overdue loans to customers to total advances to customers

21.10%

0.18%

12.74%

0.00%

0.39%

34.40%

Balance Sheet (HKD'000) (continued)
31-Dec-19

The gross value of advances to customers by geographical area that have been overdue for:	More than					Total	Individual impairment allowances	Current market value of collateral
	Less than one month	one month and up to three months	more than three months and up to six months	more than six months and up to one year	over one year			
- Hong Kong	117,572	-	-	-	31,188	148,760	31,188	7,644
- China	312,789	-	-	-	-	312,789	160,080	-
- United Arab Emirates	435	77,858	1,165	2,965	106,765	189,188	189,188	6,081
	<u>430,796</u>	<u>77,858</u>	<u>1,165</u>	<u>2,965</u>	<u>137,953</u>	<u>650,737</u>	<u>380,456</u>	<u>13,725</u>

Percentage of overdue loans to customers to total advances to customers

4.67% 0.84% 0.01% 0.03% 1.50% 7.06%

30-Jun-20
31-Dec-19

Value of collateral held against overdue advances to customers

- Current market value of collateral held against overdue loans and advances	19,944	13,725
- Covered portion of overdue loans and advances	19,944	13,725
- Uncovered portion of overdue loans and advances	1,991,149	637,012

As at 30 June 2020, ABN AMRO Bank N.V. Hong Kong Branch does not have balances in the following:

1. re-scheduled loans	-	-
2. impairment allowances for loans and advances or other exposures which are maintained at overseas head office	-	-
3. trade bills and debt securities which have been overdue for over three months	-	-
4. repossessed assets	-	-

Non-bank mainland exposures (HKD'000)

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

As at 30 June 2020	On-balance sheet exposure	Off-balance sheet exposure	Total
Types of Counterparties			
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	31,023	272,877	303,900
3. PRC nationals residing in Mainland China or other entities incorporated in Mainland China and their subsidiaries and JVs	2,586,712	2,562,041	5,148,753
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	2,617,735	2,834,918	5,452,653
Total assets after provision	38,340,694		
On-balance sheet exposures as percentage of total assets	6.83%		

Non-bank mainland exposures (HKD'000) (continued)

As at 31 December 2019	On-balance sheet exposure	Off-balance sheet exposure	Total
Types of Counterparties			
1. Central government, central government-owned entities and their subsidiaries and joint ventures (JVs)	1,167,741	–	1,167,741
2. Local governments, local government-owned entities and their subsidiaries and JVs	93,663	118,237	211,900
3. PRC nationals residing in Mainland China or other entities incorporated in Mainland China and their subsidiaries and JVs	4,262,392	3,355,445	7,617,837
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	5,523,796	3,473,682	8,997,478
Total assets after provision	40,116,652		
On-balance sheet exposures as percentage of total assets	13.77%		

Off-balance sheet exposures (HKD'000)	30-Jun-20	31-Dec-19
(a) Contingent liabilities and commitments		
– Direct credit substitutes	–	–
– Transaction-related contingencies	8,001	20,433
– Trade-related contingencies	2,842,406	3,514,134
– Forward asset purchases	–	–
– Forward forward deposits taken	2,422,264	3,090,051
– Forward forward deposits placed	3,567,115	–
– Other commitments	11,253,720	11,690,511
	20,093,506	18,315,129

Direct credit substitutes are mainly financial guarantees contracts that require the issuer to make specified payments to reimburse the holder for a loss incurred because a specified debtor fails to make payment when due in accordance with the terms of a debt instrument. Transaction-related contingencies are performance guarantees. Trade-related contingencies are mainly issue of letters of credit and confirmed letters of credit. Other commitments represent the amounts at risk should contracts be fully drawn upon and clients default.

(b) Derivatives (Notional amounts)		
– Exchange rate contracts	27,382,418	26,885,400
	27,382,418	26,885,400

Derivative contracts were mainly entered into on a back-to-back basis to facilitate clients. The transactions carried out for the account of ABN AMRO Bank N.V. Hong Kong Branch are primarily to manage exchange rate risk.

(c) Total fair value of derivatives		
– Exchange rate contracts	(32,410)	(13,568)
	(32,410)	(13,568)

As at 30 June 2020, there are no note issuance and revolving underwriting facilities.

Segmental information (HKD'000)	30-Jun-20 Gross loans and advances	30-Jun-20 Current market value of collateral	31-Dec-19 Gross loans and advances	31-Dec-19 Current market value of collateral
(a) Total advances to customers by industry sectors				
Advances for use in Hong Kong Industrial, commercial and financial:				
– Financial concerns	4	–	4	–
– Wholesale and retail trade	409,929	36,753	394,703	32,908
– Manufacturing	84,947	79,363	79,893	74,317
– Transport and transport equipment	–	–	–	–
– Others	–	–	–	–
Trade finance	1,516,811	276,251	2,741,221	1,327,699
Advances for use outside Hong Kong	<u>3,834,656</u>	<u>955,710</u>	<u>6,006,311</u>	<u>1,392,087</u>
Total advances to customers	<u>5,846,347</u>	<u>1,348,077</u>	<u>9,222,132</u>	<u>2,827,011</u>

Percentage of value of collateral to total advances to customers	23.06%	30.65%
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Total advances to customers by geographical area of which exposures to (HKD'000):	30-Jun-20	31-Dec-19
– Hong Kong	2,795,324	4,816,744
– China	1,448,306	2,090,423
– Netherland	1,254,851	1,483,195

Advances to customers by geographical area are reported where it constitutes 10% or more of the total advances to customers and classified according to the location of the counterparties. Impaired loans and advances to customers occurred at the period ended 30 June 2020 were already disclosed under the analysis of impaired loans. There was no loan and advance to bank customers at the period ended 30 June 2020.

Segmental information *(continued)*

(b) International claims (HKD millions)

The following illustrates the major country or geographical segment breakdown of international claims by types of counterparties. 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.

	Banks	Official Sector	Non-bank financial institutions	Non-bank private sector	Others	Total
As at 30 June 2020						
1. Developed Countries <i>of which Netherlands</i>	26,921	–	–	943	–	27,864
2. Offshore centres <i>of which Hong Kong SAR</i>	–	–	–	956	–	956
3. Developing Asia and Pacific <i>of which China</i>	3,494	–	–	2,041	–	5,535

	Banks	Official Sector	Non-bank financial institutions	Non-bank private sector	Others	Total
As at 31 December 2019						
1. Developed Countries <i>of which Netherlands</i>	22,984	–	–	1,486	–	24,470
2. Offshore centres <i>of which Hong Kong SAR</i>	182	–	–	3,992	–	4,174
3. Developing Asia and Pacific <i>of which China</i>	3,384	–	–	2,096	–	5,480

Currency risk (HKD'000)

The following foreign currency exposures are prepared in accordance with the HKMA Return of Foreign Currency Position (Form MA(BS)6) completion instructions. Foreign currency exposures arising from trading and structural positions with net position (in absolute terms) which constitutes 10% or more of the total net position in all foreign currencies are disclosed.

	USD	
	30-Jun-20	31-Dec-19
Spot assets	30,975,519	34,935,525
Spot liabilities	33,929,309	36,688,820
Forward purchases	14,207,863	13,692,263
Forward sales	11,066,697	11,848,882
	<u>187,376</u>	<u>90,086</u>
Net long position	187,376	90,086
	EUR	
	30-Jun-20	31-Dec-19
Spot assets	2,510,902	688,241
Spot liabilities	3,245,578	2,159,083
Forward purchases	1,464,180	1,461,537
Forward sales	744,699	–
	<u>(15,195)</u>	<u>(9,305)</u>
Net short position	(15,195)	(9,305)

As at 30 June 2020, there was no foreign currency exposures arising from structural positions.

Liquidity

Principles of Liquidity Risk Management

ABN AMRO Bank N.V. Hong Kong Branch (ABN AMRO HK) acts as a branch and funding centre for Asia Pacific and is within the core perimeter of the ABN AMRO Group N.V. (ABN AMRO Group) Liquidity Risk Management structure. ABN AMRO HK's liquidity management is subject to the governance and principles outlined in the ABN AMRO Group Liquidity Policy. These are based on and in accordance with the principles set by De Nederlandsche Bank (DNB, the Dutch Central Bank) defining the Internal Liquidity Adequacy Assessment Process (ILAAP). ABN AMRO Group sets its liquidity management in compliance with the standards of the BASEL Committee, including but not limited to full compliance with the Liquidity Coverage Ratio, the Net Stable Funds Ratio and the Leverage Ratio.

Certain elements in the ABN AMRO Group Liquidity Policy are primarily executed centrally, and apply to the local situation only indirectly, or in a global governance context. To align the local Asset and Liability Management and Treasury (ALM/T) operating model with respect to liquidity management, international governance principles have been created in line with ABN AMRO Group liquidity principles.

Liquidity *(continued)*

Assets and Liabilities Committee (ALCO)

The Hong Kong Assets and Liabilities Committee (ALCO) defines ABN AMRO HK's Risk Appetite that matches the overall moderate risk profile of ABN AMRO Group. Limits and check points are set relative to ABN AMRO HK's regulatory and internal ratios, and Intercompany Funding and Counter Balancing Capacity after Stress, to measure, monitor and manage remaining ABN AMRO HK's liquidity risk. ALCO holds a meeting on a monthly basis; amongst others, to discuss and monitor liquidity topics.

Assets and Liabilities Management and Treasury (ALM/T)

ABN AMRO HK Assets & Liabilities Management and Treasury's (ALM/T) responsibilities centre on identifying, monitoring and managing balance sheet risks within internal and external requirements. ALM/T is responsible for setting up the local liquidity risk framework and the local liquidity strategy. The framework and strategy have to be aligned with the annual Local Risk Appetite Statement process and updated accordingly by HK ALM/T. Any adjustment to the framework have to be approved by HK ALCO and relevant global business risk committees.

Liquidity Risk Monitoring and Reporting

Reporting to HK ALCO and Group ALM on liquidity indicators is performed according to the requirements formulated by Hong Kong ALCO and Group ALM. Liquidity indicators, reports and dashboards are used to monitor the liquidity position. Internal reporting is performed on the Liquidity Risk Appetite Indicators, Early Warning Indicators, liquidity buffer and overall liquidity profile. The liquidity reports aim to provide adequate insight in the overall funding position. The checkpoints and Early Warning indicators act as a trigger, to ensure mitigation actions are taken before they exceed the defined limit or Appetite.

Diversification in funding sources and tenors of funding

ABN AMRO HK maintains a diversified funding profile and sustains its proven market access. ABN AMRO HK relies on ABN AMRO Group's central funding strategy and market access to adhere to the regulatory liquidity management principle of effective diversification in sources and tenor of funding, as well as maintaining an on going presence in its chosen funding markets and strong relationships with liquidity providers to promote effective diversification of funding sources.

All positions over 12 months are matched funded with Head Office. ABN AMRO HK manages short term liquidity up to 12 months. The maximum liquidity mismatch (contractual gap) is monitored and reported to the Group ALCO and HK ALCO via the HK ALCO Dashboard. ABN AMRO HK also manages its intraday liquidity positions and risks, meeting payment and settlement obligation when under both normal and stressed conditions. As part of its own liquidity management strategy, ABN AMRO HK holds a liquidity buffer to withstand a period of limited funding access. A contingency funding plan is in place to guide on governance in liquidity stress situation.

Liquidity *(continued)*

Liquidity Buffer

In accordance with the central funding and liquidity model of ABN AMRO Group, ABN AMRO HK maintains a regulatory portfolio/liquidity buffer. ABN AMRO HK's mandatory regulatory liquid assets comprise of Hong Kong Monetary Authority Bills and debt securities issued by a sovereign or central bank assigned a credit rating of at least AA-S&P, Fitch or Aa3 Moody's.

Fund Transfer Pricing

ABN AMRO HK recognises and applies the cost of funding based on the principle of matched opportunity rate. Interest rate risk and liquidity risk is transferred out of the business segments to the Assets and Liabilities Management (ALM) segment by applying the Global Funds Transfer Pricing (FTP) principles.

Liquidity Stress Testing

Liquidity stress testing plays an important part in obtaining a comprehensive view of ABN AMRO HK's liquidity risk profile. Stress tests for ABN AMRO HK are well designed and implemented, stress outcomes provide valuable information on ABN AMRO HK's liquidity profile that cannot be generated from a limited set of standardised liquidity metrics alone. Stress Testing is used to predict and illustrate the current and prospective (potential) liquidity risk impact of ABN AMRO HK of local and/or global events and development. Stress tests and scenario analyses are run regularly to understand the impact of liquidity stress on cash flows. The results are used to assess the:

- Risk Appetite
- Contingency Funding Plan (CFP)
- Liquidity Management Policy
- The required size of the counter balancing capacity which consists of available Head Office funding and the liquidity buffer.

Liquidity *(continued)*
Contingency Funding Plan (CFP)

ABN AMRO HK defines a CFP to respond efficiently and effectively to severe disruption to ABN AMRO HK's ability to fund its activities. The CFP ensures quick identification of a (potential) liquidity crisis and action taking. The CFP clearly sets out the strategies for addressing possible liquidity shortfalls in emergency situations, to ensure quick identification and action taking. The CFP outline policies to manage a range of stress environments, establish clear lines of responsibility, include clear invocation and escalation procedures, mitigation actions and is regularly tested and updated to ensure that it is operationally fit.

	2020	2019
	Apr – Jun	Apr – Jun
Average liquidity maintenance ratio (LMR)	46.67%	43.78%

The LMR is calculated in accordance with the Banking (Liquidity) Rules. The average for the quarter is calculated on the simple average LMR for each calendar month in the quarter.

Liquidity Buffer (HKD'000)	30-Jun-20	31-Dec-19
US Treasury Bills	776,667	778,119
The HKSAR Exchange Fund Bills	2,582,841	3,488,629
	<u>3,359,508</u>	<u>4,266,748</u>

Contractual maturity of assets and liabilities (HKD'000)
As at 30 June 2020

	On demand	Up to one month	Between one and three months	Between three and six months	Between six and twelve months	Between one and two years	Between two and three years	Between three and five years	Maturity not applicable	Total
Assets:										
Cash and balances with banks (except those included in amount due from overseas offices of the institution)	571,454	-	-	-	-	-	-	-	-	571,454
Due from Exchange Fund	4,088	-	-	-	-	-	-	-	-	4,088
Amount due from overseas offices of the institution	378,918	19,428,347	5,704,368	389,235	-	-	-	-	-	25,900,868
Trade Bills	-	924,331	1,826,664	587,582	155,056	-	-	-	-	3,493,633
Available-for-sale-securities	-	749,997	2,609,511	-	-	-	-	-	-	3,359,508
Advances to customers	-	1,233,556	781,608	444,914	781,321	878,848	490,183	-	1,235,917	5,846,347
Accrued interest receivable	-	11,958	14,076	1,106	-	-	-	-	1,518	28,658
Unrealized gains on derivative instruments	-	50,758	9,683	4,389	16,308	-	-	-	-	81,138
Others	1,902	39,449	-	-	230	-	-	-	93,662	135,243
Impairment allowances	-	-	-	-	-	-	-	-	(1,103,523)	(1,103,523)
Fixed assets	-	-	-	-	-	-	-	-	23,280	23,280
Total assets	<u>956,362</u>	<u>22,438,396</u>	<u>10,945,910</u>	<u>1,427,226</u>	<u>952,915</u>	<u>878,848</u>	<u>490,183</u>	<u>-</u>	<u>250,854</u>	<u>38,340,694</u>
Liabilities:										
Deposits and balances of bank and other financial institutions (except those included in amount due to overseas offices of the institution)	-	1,705,916	-	-	-	-	-	-	-	1,705,916
Deposit from customers	928,845	-	18,496	5,414	14,613	-	-	-	-	967,368
Amount due to overseas office of the institution	676	24,670,962	8,311,692	321,605	781,320	878,848	490,183	-	-	35,455,286
Accrued interest payable	-	4,990	14,017	-	30	-	-	-	-	19,037
Unrealized losses on derivative instruments	-	69,191	15,787	2,945	25,625	-	-	-	-	113,548
Provisions and other	411,255	396,253	1,238	-	43,582	-	-	-	(772,789)	79,539
Total Liabilities	<u>1,340,776</u>	<u>26,847,312</u>	<u>8,361,230</u>	<u>329,964</u>	<u>865,170</u>	<u>878,848</u>	<u>490,183</u>	<u>-</u>	<u>(772,789)</u>	<u>38,340,694</u>
Off-balance sheet exposures - claims										
Forward forward deposits taken	-	2,422,264	-	-	-	-	-	-	-	2,422,264
Other claims	-	2,454,965	1,112,811	-	-	-	-	-	-	3,567,776
Total off-balance sheet exposures - claims	<u>-</u>	<u>4,877,229</u>	<u>1,112,811</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>5,990,040</u>
Off-balance sheet exposures - obligations										
Direct credit substitutes	-	-	-	-	-	-	-	-	-	-
Transaction-related contingencies	-	-	-	-	-	-	-	-	8,001	8,001
Trade-related contingencies	-	33,304	89,257	2,719,845	-	-	-	-	-	2,842,406
Forward asset purchases	-	-	-	-	-	-	-	-	-	-
Forward forward deposits placed	-	3,567,115	-	-	-	-	-	-	-	3,567,115
Other commitments	11,253,720	-	-	-	-	-	-	-	-	11,253,720
Other obligations	-	1,550,104	871,488	-	-	-	-	-	-	2,421,592
Total off-balance sheet exposures - obligations	<u>11,253,720</u>	<u>5,150,523</u>	<u>960,745</u>	<u>2,719,845</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>8,001</u>	<u>20,092,834</u>
Net Liquidity Gap	<u>(11,638,134)</u>	<u>(4,682,210)</u>	<u>2,736,746</u>	<u>(1,622,583)</u>	<u>87,745</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,015,642</u>	<u>(14,102,794)</u>

Contractual maturity of assets and liabilities (HKD'000) (continued)
As at 31 December 2019

	On demand	Up to one month	Between one and three months	Between three and six months	Between six and twelve months	Between one and two years	Between two and three years	Between three and five years	Maturity not applicable	Total
Assets:										
Cash and balances with banks (except those included in amount due from overseas offices of the institution)	388,049	94,562	-	-	-	-	-	-	-	482,611
Due from Exchange Fund	3,485	-	-	-	-	-	-	-	-	3,485
Amount due from overseas offices of the institution	5,401	12,057,673	10,122,775	-	280,323	-	-	-	-	22,466,172
Trade Bills	-	1,756,008	1,776,147	217,279	-	-	-	-	-	3,749,434
Available-for-sale-securities	-	1,526,514	2,342,024	398,210	-	-	-	-	-	4,266,748
Advances to customers	-	1,925,251	1,852,584	1,070,494	830,466	2,242,776	839,158	148,330	313,073	9,222,132
Accrued interest receivable	-	25,172	29,983	1,399	2,404	-	-	-	-	58,958
Unrealized gains on derivative instruments	-	41,231	30,064	46,200	1,662	-	-	-	-	119,157
Others	-	1,934	26,127	-	-	-	-	-	121,653	149,714
Impairment allowances	-	-	-	-	-	-	-	-	(437,306)	(437,306)
Fixed assets	-	-	-	-	-	-	-	-	35,547	35,547
Total assets	396,935	17,428,345	16,179,704	1,733,582	1,114,855	2,242,776	839,158	148,330	32,967	40,116,652
Liabilities:										
Deposits and balances of bank and other financial institutions (except those included in amount due to overseas offices of the institution)	1,462	1,024,000	-	-	-	-	-	-	-	1,025,462
Deposit from customers	1,501,585	70,688	89,842	57,023	-	-	-	-	-	1,719,138
Amount due to overseas office of the institution	109	22,161,855	9,677,585	520,773	1,058,929	2,242,776	839,158	148,330	-	36,649,515
Accrued interest payable	-	20,957	25,978	615	2,420	-	-	-	-	49,970
Unrealized losses on derivative instruments	-	52,592	37,025	30,094	13,015	-	-	-	-	132,726
Provisions and other	-	426,706	117,323	2,732	-	-	-	-	(6,920)	539,841
Total Liabilities	1,503,156	23,756,798	9,947,753	611,237	1,074,364	2,242,776	839,158	148,330	(6,920)	40,116,652
Off-balance sheet exposures – claims										
Forward forward deposits taken	-	3,090,051	-	-	-	-	-	-	-	3,090,051
Other claims	-	-	-	-	-	-	-	-	-	-
Total off-balance sheet exposures – claims	-	3,090,051	-	-	-	-	-	-	-	3,090,051
Off-balance sheet exposures – obligations										
Direct credit substitutes	-	-	-	-	-	-	-	-	-	-
Transaction-related contingencies	20,433	-	-	-	-	-	-	-	-	20,433
Trade-related contingencies	3,514,134	-	-	-	-	-	-	-	-	3,514,134
Forward asset purchases	-	-	-	-	-	-	-	-	-	-
Forward forward deposits placed	-	-	-	-	-	-	-	-	-	-
Other commitments	11,690,511	-	-	-	-	-	-	-	-	11,690,511
Other obligations	-	1,922,039	1,168,012	-	-	-	-	-	-	3,090,051
Total off-balance sheet exposures – obligations	15,225,078	1,922,039	1,168,012	-	-	-	-	-	-	18,315,129
Net Liquidity Gap	(16,331,299)	(5,160,441)	5,063,939	1,122,345	40,491	-	-	-	39,887	(15,225,078)

Disclosure on Remuneration

Pursuant to section 3 of Supervisory Policy Manual (CG-5) Guideline on a Sound Remuneration System issued by the HKMA, ABN AMRO Bank N.V. HK complies with the requirements and has adopted the remuneration systems of ABN AMRO Group.

ABN AMRO Group N.V.

Section B – Consolidated bank information (Euro million)

Capital and capital adequacy	30-Jun-20	31-Dec-19
Total Common Equity Tier 1 (CET1) capital	19,355	19,913
Total Tier 1 capital	22,330	21,895
Total regulatory capital	27,493	28,431
CET1 ratio	17.30%	18.10%
Tier 1 ratio	19.90%	19.90%
Total capital ratio	24.50%	25.90%

Shareholders' fund

	30-Jun-20	31-Dec-19
Total Shareholders' fund	21,602	21,471

Other financial information

	30-Jun-20	31-Dec-19
Total assets	424,733	375,054
of which total advance to customers	266,694	267,604
Total liabilities	403,131	353,582
of which total customers deposits	245,691	234,991
Total risk-weighted assets (risk exposure amount)	112,057	109,825

For the six months ended

	30-Jun-20	30-Jun-19
Profit before taxation	(404)	1,535

This is to confirm that the information in these disclosure statements for the period ended 30 June 2020 complies with the Banking (Disclosure) Rules and the additional guidance that aims to assist Authorised Institutions with their preparation of the financial disclosures in accordance with the requirements of the Rules and is not false or misleading in any material respect.

Hong Kong, 25 September 2020

Simon Dodd

Chief Executive,
ABN AMRO Bank N.V. Hong Kong Branch

Cheryl Ho

Head of Finance,
ABN AMRO Bank N.V. Hong Kong Branch