

TAIWAN SHIN KONG COMMERCIAL BANK CO., LIMITED
HONG KONG BRANCH

Key Financial Information Disclosure Statements
For The Year Ended 31 December 2022

CONFIRMED TRUE COPY
for and on behalf of
TAIWAN SHIN KONG COMMERCIAL BANK CO, LTD
Hong Kong Branch

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Authorized Signature(s)

TAIWAN SHIN KONG COMMERCIAL BANK CO., LIMITED - HONG KONG BRANCH

Key Financial Information Disclosure Statements For The Year Ended 31 December 2022

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TAIWAN SHIN KONG COMMERCIAL BANK CO., LIMITED - HONG KONG BRANCH

SECTION A - INFORMATION OF THE BRANCH <HONG KONG BRANCH ONLY>

**I. PROFIT AND LOSS INFORMATION
FOR THE YEAR ENDED 31 DECEMBER 2022**

	Year Ended	
	31 December	31 December
	2022	2021
	HK\$'000	HK\$'000
INTEREST INCOME	281,490	152,928
INTEREST EXPENSE	-124,733	-42,749
	<u>156,757</u>	<u>110,179</u>
OTHER OPERATING INCOME		
Gains less losses arising from dealing in foreign currencies	-3,917	3,121
Gains less losses arising from trading in interest rate derivatives	110,069	0
Net fees and commission income		
Income from fees and commission	17,356	17,056
Fees and commission expenses	-1,847	-1,799
Others		
Income from trading investments	-118,057	1,356
Income from non-trading investments	0	6,008
Other Income	0	0
	<u>3,604</u>	<u>25,742</u>
OPERATING EXPENSES		
Staff expenses	-34,306	-32,326
Rental expenses	-11,880	-12,042
Other expenses	-10,080	-10,868
	<u>-56,266</u>	<u>-55,236</u>
CHARGES FOR BAD AND DOUBTFUL DEBTS		
Provision for bad and doubtful debts	9,582	-9,973
Other provisions	841	-853
	<u>10,423</u>	<u>-10,826</u>
PROFIT BEFORE TAXATION	114,518	69,859
TAXATION	-16,969	-12,351
PROFIT AFTER TAXATION	<u>97,549</u>	<u>57,508</u>

TAIWAN SHIN KONG COMMERCIAL BANK CO., LIMITED - HONG KONG BRANCH

SECTION A - INFORMATION OF THE BRANCH <HONG KONG BRANCH ONLY>

**II. BALANCE SHEET INFORMATION
FOR THE YEAR ENDED 31 DECEMBER 2022**

	<u>31 December</u> <u>2022</u>	<u>30 June 2022</u>
	HK\$'000	HK\$'000
ASSETS		
Cash and balances with banks	1,170,443	358,428
Amount due from Exchange Fund	246,562	227,720
Placement with banks maturing between one and twelve months (except those included in amount due from overseas offices)	0	0
Amount due from overseas offices	0	0
Trade bills	192,903	310,682
Certificates of deposit held	201,456	539,074
FVPL securities	640,447	717,195
Advances and other accounts	4,228,227	4,150,451
Advances to other banks	0	0
FVOCI securities	3,305,362	3,442,232
Amortised cost securities	778,235	784,035
Fixed & intangible assets	10,368	16,132
Total assets	<u><u>10,774,003</u></u>	<u><u>10,545,949</u></u>
LIABILITIES		
Deposits and balances of banks (except those included in amount due to overseas offices)	0	0
Deposits from customers		
Demand deposits and current accounts	41,421	31,765
Savings deposits	3,692,296	2,790,678
Time, call and notice deposits	6,639,951	6,113,772
Amount due to overseas offices	126,311	827,124
Certificates of deposit issued	0	0
Amount payable under repos	0	598,308
Other accounts and provisions		
Other liabilities	90,650	51,704
Provision	52,386	56,818
Total liabilities	<u><u>10,643,015</u></u>	<u><u>10,470,169</u></u>
Capital and reserves	<u>130,988</u>	<u>75,780</u>
Total equity and liabilities	<u><u>10,774,003</u></u>	<u><u>10,545,949</u></u>

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**III. ADDITIONAL BALANCE SHEET INFORMATION
FOR THE YEAR ENDED 31 DECEMBER 2022**

ADVANCES AND OTHER ACCOUNTS

	<u>31 December</u> <u>2022</u> HK\$'000	<u>30 June 2022</u> HK\$'000
A. Trade bills	192,903	310,682
Less: Collective Impairment allowance	-2,811	-4,629
Trade bills less collective impairment allowance	<u>190,092</u>	<u>306,053</u>
 B. Advances to customers	 4,052,598	 4,099,423
Advances to banks	0	0
Accrued interest and other accounts		
Accrued interest	45,219	35,113
Other accounts	130,410	15,915
Total	<u>4,228,227</u>	<u>4,150,451</u>
 Less: Impairment allowance on Advances to customers		
Collective impairment allowance	-46,237	-48,835
Individual impairment allowance	0	0
Advances to banks		
Collective impairment allowance	0	0
Individual impairment allowance	0	0
Accrued interest		
Collective impairment allowance	0	0
Individual impairment allowance	0	0
Other accounts		
Collective impairment allowance	0	0
Individual impairment allowance	0	0
Total	<u>-46,237</u>	<u>-48,835</u>
Advances and other accounts less impairment allowance	<u>4,181,990</u>	<u>4,101,616</u>

C. Details of the impaired advances to customers

	<u>31 December</u> <u>2022</u> HK\$'000	<u>30 June 2022</u> HK\$'000
Impaired loans which are individually determined to be impaired advances to customers	<u>0</u>	<u>0</u>
Individuals assessed allowance made in respect of impaired advances to customers	<u>0</u>	<u>0</u>
As a percentage of total advances to customers	<u>0.00%</u>	<u>0.00%</u>

Note: As at 31 Dec 2022 and 30 Jun 2022, there is no collateral held in respect of impaired advances to customers.

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III. ADDITIONAL BALANCE SHEET INFORMATION
FOR THE YEAR ENDED 31 DECEMBER 2022

ADVANCES AND OTHER ACCOUNTS-continued

C. Overdue and rescheduled advances to customers

	<u>31 December 2022</u>		<u>30 June 2022</u>	
	HK\$'000	%	HK\$'000	%
a. Advances to customers overdue for				
more than 1 month and up to 3 months	0	0.00%	0	0.00%
more than 3 months and up to 6 months	0	0.00%	0	0.00%
more than 6 months and up to 1 year	0	0.00%	0	0.00%
more than 1 year	0	0.00%	0	0.00%
	<u>0</u>	<u>0.00%</u>	<u>0</u>	<u>0.00%</u>
b. Individual impairment allowance on advances to customers overdue for				
more than 1 month and up to 3 months	0		0	
more than 3 months and up to 6 months	0		0	
more than 6 months and up to 1 year	0		0	
more than 1 year	0		0	
	<u>0</u>		<u>0</u>	
c. Value of collateral held against the overdue loans	<u>N/A</u>		<u>N/A</u>	
d. Rescheduled advances to customers	<u>0</u>	0.00%	<u>0</u>	0.00%

D. Natures of other accounts

	<u>31 December 2022</u>	<u>30 June 2022</u>
	HK\$'000	HK\$'000
Other accounts receivable	129	1
Prepaid expenses	2,973	1,030
Prepaid Tax	12,400	9,566
Prepaid guarantee deposits	3,063	3,314
NCD difference between nominal value and book value	0	0
Revaluation-derivatives contracts	111,845	1,993
Exchange Position	0	11
	<u>130,410</u>	<u>15,915</u>

E. Analysis of other assets which have been overdue

	<u>31 December 2022</u>	<u>30 June 2022</u>
	HK\$'000	HK\$'000
Other assets overdue for more than 3 months	<u>0</u>	<u>0</u>
As a percentage of total assets	<u>0.00%</u>	<u>0.00%</u>

F. Repossessed assets

The Hong Kong Branch did not have any repossessed assets at the corresponding year / period end dates.

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**IV. OFF-BALANCE SHEET EXPOSURES
FOR THE YEAR ENDED 31 DECEMBER 2022**

The following is a summary of the contractual amounts of each significant class of contingent liabilities, commitments and derivatives :

	<u>31 December</u> 2022 HK\$'000	<u>30 June 2022</u> HK\$'000
Contingent liabilities and commitments		
Direct credit contingencies	31,189	31,384
Trade-related contingencies	31,534	34,320
Forward forward deposit placed	0	0
Other commitments	3,293,627	4,631,770
	<u>3,356,350</u>	<u>4,697,474</u>
	<u>31 December</u> 2022 HK\$'000	<u>30 June 2022</u> HK\$'000
Derivatives		
Exchange rate contracts	991,294	3,145,022
Interest rate contracts	756,328	761,052
	<u>1,747,622</u>	<u>3,906,074</u>
	<u>31 December</u> 2022 HK\$'000	<u>30 June 2022</u> HK\$'000
Fair value of derivatives (of the above derivatives)		
Exchange rate contracts:		
-Positive replacement cost	1,775	1,993
Interest rate contracts:		
-Positive replacement cost	110,069	0
	<u>111,844</u>	<u>1,993</u>

For contingent liabilities, commitments and derivatives, they refer to the contractual amounts at risks should the contracts be fully drawn upon and the clients do not repay accordingly. The fair value represents the costs of replacing all contracts which have a positive value in the market. They do not take into account the effects of bilateral netting arrangements.

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V. SEGMENTAL INFORMATION
FOR THE YEAR ENDED 31 DECEMBER 2022

1. GROSS ADVANCES TO CUSTOMERS BY INDUSTRY SECTORS

	31 December 2022		30 June 2022	
	HK\$'000	HK\$'000	HK\$'000	HK\$'000
		Amounts of Loan and advances covered by collateral		Amounts of Loan and advances covered by collateral
A. Loans for use in Hong Kong				
a. Industrial, commercial and financial				
Property development	0	0	0	0
Property investment	583,000	583,000	583,000	583,000
Financial concerns	509,775	0	414,027	0
Stockbrokers	329,128	0	358,447	0
Wholesale and retail trade	16,668	11,600	18,818	11,600
Manufacturing	52,960	21,673	103,958	22,687
Transport and transport equipment	500,000	0	100,000	0
Recreational activities	0	0	0	0
Information technology	62,811	0	62,783	0
Others	58,452	0	58,776	0
b. 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	0	0	0	0
Credit card advances	0	0	0	0
Others	0	0	0	0
c. All others				
	0	0	0	0
B. Trade finance				
	75,022	18,263	66,852	45,550
C. Loan for use outside Hong Kong				
	1,864,782	318,241	2,332,762	309,227
Total	<u>4,052,598</u>	<u>952,777</u>	<u>4,099,423</u>	<u>972,064</u>

2A. GROSS ADVANCES TO CUSTOMERS BY COUNTRIES OR GEOGRAPHICAL AREAS

	31 December	30 June 2022
	2022	
	HK\$'000	HK\$'000
Hong Kong	2,461,743	2,137,620
Others	670,510	607,227
Vietnam	347,743	525,967
Singapore	307,007	443,137
China	265,595	385,472
Total	<u>4,052,598</u>	<u>4,099,423</u>

2B. OVERDUE AND IMPAIRED LOANS BY COUNTRIES OR GEOGRAPHICAL AREAS

	31 December	30 June 2022
	2022	
	HK\$'000	HK\$'000
Overdue loans and advances to customers		
Taiwan	0	0
Hong Kong	0	0
China	0	0
	<u>0</u>	<u>0</u>
Impaired loan and advances to customer		
Taiwan	0	0
Hong Kong	0	0
China	0	0
	<u>0</u>	<u>0</u>

The above analysis has been classified according to categories and definitions used by the Hong Kong Monetary Authority. Only exposures to a single country outside Hong Kong exceeding 10% of the aggregate gross amount of advances to customer as at the above respective reporting dates are disclosed.

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V. SEGMENTAL INFORMATION

FOR THE YEAR ENDED 31 DECEMBER 2022

3. INTERNATIONAL CLAIMS

The following tables analyze the international claims by countries or geographical areas and types of counterparties. Countries or geographical areas are based upon the location of counterparties after taking into account the transfer of country risk. They are prepared in accordance with the HKMA return of "International Banking Statistics" completion instructions. Countries or geographical areas constituting 10% or more of the total cross-border claims are disclosed.

As at 31 December 2022	Banks	Official Sectors	Non-bank Financial Institutions	Non-financial Private Sectors	Total
	HK\$ Mil	HK\$ Mil	HK\$ Mil	HK\$ Mil	HK\$ Mil
1. Developed countries	1,258	657	84	187	2,186
of which United States	233	530	0	0	763
France	308	0	0	0	308
Australia	107	127	0	0	234
Canada	222	0	0	0	222
2. Offshore Centres	175	247	370	1,898	2,690
of which Hong Kong	175	247	370	1,484	2,276
Singapore	0	0	0	414	414
3. Developing Europe	0	0	0	0	0
4. Developing Latin America and Caribbean	93	0	0	0	93
of which Chile	93	0	0	0	93
Virgin Island	0	0	0	0	0
5. Developing Africa and Middle East	476	225	484	228	1,413
of which United Arab Emirates	476	0	172	0	648
Saudi Arabia	0	225	0	228	453
Qatar	0	0	312	0	312
6. Developing Asia-Pacific	1,715	0	955	1,637	4,307
of which Taiwan	597	0	146	1,000	1,743
China	572	0	450	383	1,405
7. International Organisations	0	0	55	0	55
8. Unallocated by country	0	0	0	0	0
	<u>3,717</u>	<u>1,129</u>	<u>1,948</u>	<u>3,950</u>	<u>10,744</u>
As at 30 June 2022	Banks	Official Sectors	Non-bank Financial Institutions	Non-financial Private Sectors	Total
	HK\$ Mil	HK\$ Mil	HK\$ Mil	HK\$ Mil	HK\$ Mil
1. Developed countries	1,378	675	0	187	2,240
of which United States	297	545	0	0	842
France	308	0	0	0	308
Netherlands	79	0	0	187	266
Canada	246	0	0	0	246
2. Offshore Centres	152	228	219	1,682	2,281
of which Hong Kong	151	228	219	1,123	1,721
Singapore	1	0	0	520	521
3. Developing Europe	0	0	0	0	0
4. Developing Latin America and Caribbean	94	0	0	78	172
of which Chile	94	0	0	0	94
Virgin Island	0	0	0	78	78
5. Developing Africa and Middle East	481	231	486	232	1,430
of which United Arab Emirates	481	0	172	0	653
Saudi Arabia	0	231	0	232	463
Qatar	0	0	314	0	314
6. Developing Asia-Pacific	1,404	0	1,300	1,634	4,338
of which China	794	0	730	345	1,869
Taiwan	0	0	79	1,013	1,092
Vietnam	0	0	472	56	528
South Korea	452	0	0	0	452
7. International Organisations	0	0	56	0	56
8. Unallocated by country	0	0	0	0	0
	<u>3,509</u>	<u>1,134</u>	<u>2,061</u>	<u>3,813</u>	<u>10,517</u>

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V. SEGMENTAL INFORMATION
FOR THE YEAR ENDED 31 DECEMBER 2022

4. NON-BANK MAINLAND CHINA EXPOSURE

The categories of non-bank Mainland China exposure has been reclassified according to the new prudential reporting requirement. The categories of non-bank counterparties and the type of direct exposures refer to the Completion Instructions for the Return of Mainland Activities.

<u>Types of counterparties</u>	<u>On-balance sheet exposure</u>	<u>Off-balance sheet exposure</u>	<u>Total</u>
	<u>HK\$ Mil</u>	<u>HK\$ Mil</u>	<u>HK\$ Mil</u>
<u>As at 31 December 2022</u>			
1 Central government, central government-owned entities and their subsidiaries and joint ventures (JVs)	717	7	724
2 Local government, local government-owned entities and their subsidiaries and joint ventures (JVs)	0	0	0
3 PRC nationals residing in Mainland China or other entities incorporated in Mainland China and their subsidiaries and JVs	136	0	136
4 Other entities of central government not reported in item 1 above	251	0	251
5 Other entities of local government not reported in item 2 above	0	0	0
6 PRC nationals residing outside Mainland China or entities incorporated outside Mainland China where credit is granted for used in Mainland China	104	1	105
7 Other counterparties where the exposures are considered to be non-bank Mainland China exposures	0	0	0
Total	<u>1,208</u>	<u>8</u>	<u>1,216</u>
Total assets after provision	<u>10,774</u>		
On-balance exposures as percentage of total assets	<u>11.22%</u>		
<u>As at 30 June 2022</u>			
1 Central government, central government-owned entities and their subsidiaries and joint ventures (JVs)	883	0	883
2 Local government, local government-owned entities and their subsidiaries and joint ventures (JVs)	0	0	0
3 PRC nationals residing in Mainland China or other entities incorporated in Mainland China and their subsidiaries and JVs	236	1	237
4 Other entities of central government not reported in item 1 above	180	0	180
5 Other entities of local government not reported in item 2 above	149	0	149
6 PRC nationals residing outside Mainland China or entities incorporated outside Mainland China where credit is granted for used in Mainland China	59	0	59
7 Other counterparties where the exposures are considered to be non-bank Mainland China exposures	0	0	0
Total	<u>1,507</u>	<u>1</u>	<u>1,508</u>
Total assets after provision	<u>10,489</u>		
On-balance exposures as percentage of total assets	<u>14.37%</u>		

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VI. CURRENCY RISK

FOR THE YEAR ENDED 31 DECEMBER 2022

5. FOREIGN CURRENCY EXPOSURES

The foreign currency exposures are prepared in accordance with the H.K.M.A. return of completion "Foreign Currency Position" completion instructions. The net position (regardless of sign) for each foreign currency which constitutes 10% or more of the total net position in all foreign currencies are disclosed.

As at 31 December 2022

	<u>USD</u>	<u>AUD</u>	<u>CNY</u>	<u>Others</u>	<u>Total</u>
	HK\$ Mil	HK\$ Mil	HK\$ Mil	HK\$ Mil	HK\$ Mil
Spot assets	7,548	138	872	68	8,626
Spot Liabilities	-7,191	-3	-872	-92	-8,158
Forward purchases	191	0	66	33	290
Forward sales	-785	-135	-66	-8	-994
Net option position	0	0	0	0	0
Net long / (short) position	<u>-237</u>	<u>0</u>	<u>0</u>	<u>1</u>	<u>-236</u>

As at 30 June 2022

	<u>USD</u>	<u>EUR</u>	<u>CNY</u>	<u>Others</u>	<u>Total</u>
	HK\$ Mil	HK\$ Mil	HK\$ Mil	HK\$ Mil	HK\$ Mil
Spot assets	7,434	26	1,136	194	8,790
Spot Liabilities	-6,395	-27	-1,047	-171	-7,640
Forward purchases	931	8	287	0	1,226
Forward sales	-2,217	-8	-373	-24	-2,622
Net option position	0	0	0	0	0
Net long / (short) position	<u>-247</u>	<u>-1</u>	<u>3</u>	<u>-1</u>	<u>-246</u>

The net options positions were calculated by using the "model user" method as at the above respective reporting dates.

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

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VII. LIQUIDITY

FOR THE YEAR ENDED 31 DECEMBER 2022

Average liquidity maintenance ratio

	<u>For the 4th</u> <u>Quarter ended</u> <u>2022</u> %	<u>For the 4th</u> <u>Quarter ended</u> <u>2021</u> %
Average liquidity maintenance ratio for the quarter ended	79.74%	75.06%
	Oct-Dec 2022	Oct-Dec 2021 ✓

The branch's average liquidity maintenance ratio for the quarter ended is calculated in accordance with the Banking (liquidity) Rules effective from 1 January 2015. The average LMR is the arithmetic mean of each calendar month's average LMR. The 2022 4th quarter & 2021 4th quarter ratio is based on three months average.

Liquidity Risk Management

The liquidity maintenance ratio ("LMR") is prepared by Accounting Department on a daily basis and a daily report is submitted to branch management and Treasury Department for monitoring purpose. Treasury Department is performed the liquidity maintenance ratio projection on a daily basis and Risk Management Department is performed the liquidity stress test quarterly.

Funding and Liquidity Cushion

Treasury is responsible for managing the funding of the branch which include interbank market funding and placement, customer deposits, etc. and Head Office support when necessary. The branch is maintained the liquidity cushion by holding high quality marketable securities issued or guaranteed by sovereigns and banks. Composition consists of U.S. Treasury Bond and NDIs issued by International Banks.

Liquidity risk mitigation techniques

The Branch has set up early warning indicators and tolerance limits for identifying, monitoring and mitigating liquidity risk. The Branch can obtain funding from the market by means of money market funding or selling bonds to raise cash quickly to meet short-term liquidity needs. If necessary, the Branch would activate the Contingency Funding plan to recover from liquidity shortage. Mitigation options in the Contingency Funding Plan and the liquidity risk management framework are facilitated to ease the Branch from stress and recover to the usual business position.

Concentration limits on source of funding

The funding position of the Branch as at 31 December 2022 is as follows:

Significant funding instruments	Total amount in HK\$'000	As % of total liabilities
Deposit from retail customers	3,028,456	28.24%
Deposit from other non-bank customers	7,389,507	68.92%
Funding raised from banks	126,311	1.18%

Governance

Liquidity risk management of Taiwan Shin Kong Commercial Bank, Hong Kong Branch ("The Branch") is governed by policies as established by the Board of Directors of the Head Office. The Branch has established an Asset and Liability Committee ("ALCO"), which is responsible for the management of liquidity and funding risk of the Branch, ensuring that it is managed within the approved policies and procedures, risk tolerance and limits, and complies with regulatory requirements. ALCO members comprise Branch senior management, head of compliance, risk management, treasury, business and support functions

The Branch's qualitative liquidity risk tolerance is to maintain a balanced asset and liability structure to ensure that it is capable of sustaining business growth while meeting various obligations under normal and certain stressed scenarios. Internal liquidity reporting is compiled and monitored on a regular basis for various level of the governance.

The Branch maintains diverse funding sources, including customer deposits, interbank money market, repo facilities and funding support from the Head Office. Controls and measures are in place to avoid over-reliance on interbank funding and intra-group funding.

Liquidity stress testing covers general market, institution-specific and combined stress scenarios and the results are reviewed on a quarterly basis at ALCO meeting to identify the Branch's potential vulnerabilities and its capacity to withstand stressed circumstances.

The Branch's contingency funding plan makes use of both qualitative and quantitative early warning indicators on different internal and external factors. Any early signs of significant impact on the Branch's liquidity position will be discussed in ALCO. Testing on the plan is conducted on an annual basis and the plan is also subject to regular review by ALCO.

VII Liquidity (cont'd)

Analysis of On/Off Balance Sheet by remaining maturity

31 December 2022

HK\$'000	Total	1 month or less	Over 1 month to 3 months	Over 3 months to 1 year	Over 1 year to 5 year	Over 5 year	Undated or overdue
ASSETS							
Cash and balances with banks	1,170,443	1,170,443	0	0	0	0	0
Amount due from Exchange Fund	246,562	246,562	0	0	0	0	0
Placement with banks maturing between one and twelve months (except those included in amount due from overseas offices)	0	0	0	0	0	0	0
Amount due from overseas offices	0	0	0	0	0	0	0
Trade bills	192,903	43,516	149,387	0	0	0	0
Certificates of deposit held	201,456	0	89,536	111,920	0	0	0
FVPL securities	640,447	0	0	0	640,447	0	0
Advances and other accounts	4,228,227	1,468,125	466,920	1,152,746	1,025,529	0	114,907
Advances to other banks	0	0	0	0	0	0	0
FVOCI securities	3,305,362	0	23,401	426,453	2,597,196	258,312	0
Amortised cost securities	778,235	0	77,945	0	352,204	348,086	0
Fixed & intangible assets	10,368	0	0	0	0	0	10,368
Total assets	10,774,003	2,928,646	807,189	1,691,119	4,615,376	606,398	125,275
LIABILITIES							
Deposits and balances of banks (except those included in amount due to overseas offices)	0	0	0	0	0	0	0
Deposits from customers	10,373,668	5,645,973	2,503,769	2,223,926	0	0	0
Amount due to overseas offices	126,311	48,311	0	0	0	0	78,000
Certificates of deposit issued	0	0	0	0	0	0	0
Amount payable under repos	0	0	0	0	0	0	0
Other liabilities	143,036	34,896	16,759	32,783	358	0	58,240
Capital and reserves	130,988	0	0	0	0	0	130,988
Total equity and liabilities	10,774,003	5,729,180	2,520,528	2,256,709	358	0	267,228
Net Gap	0	-2,800,534	-1,713,339	-565,590	4,615,018	606,398	-141,953
Off Balance Sheet Exposures							
Contingent liabilities	62,723	23,640	15,691	23,392	0	0	0
Irrevocable commitments	168,207	168,207	0	0	0	0	0
Forward forward deposits placed	0	0	0	0	0	0	0
Total	230,930	191,847	15,691	23,392	0	0	0

30 June 2022

HK\$'000	Total	1 month or less	Over 1 month to 3 months	Over 3 months to 1 year	Over 1 year to 5 year	Over 5 year	Undated or overdue
ASSETS							
Cash and balances with banks	358,428	358,428	0	0	0	0	0
Amount due from Exchange Fund	227,720	227,720	0	0	0	0	0
Placement with banks maturing between one and twelve months (except those included in amount due from overseas offices)	0	0	0	0	0	0	0
Amount due from overseas offices	0	0	0	0	0	0	0
Trade bills	310,682	73,793	177,029	59,860	0	0	0
Certificates of deposit held	539,074	0	0	539,074	0	0	0
FVPL securities	717,195	0	0	0	717,195	0	0
Advances and other accounts	4,150,451	564,310	823,297	874,391	1,883,381	0	5,072
Advances to other banks	0	0	0	0	0	0	0
FVOCI securities	3,442,232	235,379	58,565	330,129	2,471,615	346,544	0
Amortised cost securities	784,035	0	0	78,375	355,568	350,092	0
Fixed & intangible assets	16,132	0	0	0	0	0	16,132
Total assets	10,545,949	1,459,630	1,058,891	1,881,829	5,427,759	696,636	21,204
LIABILITIES							
Deposits and balances of banks (except those included in amount due to overseas offices)	0	0	0	0	0	0	0
Deposits from customers	8,936,215	4,057,132	2,061,920	2,817,163	0	0	0
Amount due to overseas offices	827,124	749,124	0	0	0	0	78,000
Certificates of deposit issued	0	0	0	0	0	0	0
Amount payable under repos	598,308	485,687	112,621	0	0	0	0
Other liabilities	108,522	7,336	5,943	23,383	5,025	0	66,835
Capital and reserves	75,780	0	0	0	0	0	75,780
Total equity and liabilities	10,545,949	5,299,279	2,180,484	2,840,546	5,025	0	220,615
Net Gap	0	-3,839,649	-1,121,593	-958,717	5,422,734	696,636	-199,411
Off Balance Sheet Exposures							
Contingent liabilities	65,704	14,729	19,591	31,384	0	0	0
Irrevocable commitments	86,186	86,186	0	0	0	0	0
Forward forward deposits placed	0	0	0	0	0	0	0
Total	151,890	100,915	19,591	31,384	0	0	0

VIII. REMUNERATION SYSTEM

FOR THE YEAR ENDED 31 December 2022

The relevant remuneration information about Taiwan Shin Kong Commercial Bank is disclosed under the "Annual Report, Chinese edition, Chapter III - Corporate governance", released by the head office

TAIWAN SHIN KONG COMMERCIAL BANK CO., LIMITED - HONG KONG BRANCH

SECTION B. - INFORMATION OF THE BANK <CONSOLIDATED BASIS>

I. CAPITAL AND CAPITAL ADEQUACY FOR THE YEAR ENDED 31 DECEMBER 2022

	<u>31 December 2022</u> %	<u>30 June 2022</u> %
A. Capital adequacy ratio	<u>14.38%</u>	<u>13.78%</u>

The capital adequacy ratio is equal to the ratio of a bank's the regulatory capital to its total risk-weighted assets. The computation of capital adequacy ratio is based on the "Basel Capital Accord" in line with the risk-weighted approach proposed by the Bank for International Settlements and the ratio has included all market risk factors.

	<u>31 December 2022</u> NT\$'000	<u>30 June 2022</u> NT\$'000
B. Aggregate amount of shareholders' funds	<u>63,607,968</u>	<u>61,847,425</u>

TAIWAN SHIN KONG COMMERCIAL BANK CO., LIMITED - HONG KONG BRANCH

SECTION B. - INFORMATION OF THE BANK <CONSOLIDATED BASIS>

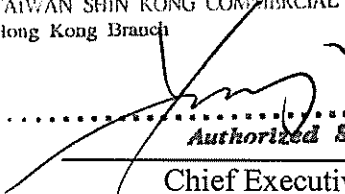
II. OTHER FINANCIAL INFORMATION
FOR THE YEAR ENDED 31 DECEMBER 2022

	<u>31 December 2022</u> NT\$'000	<u>30 June 2022</u> NT\$'000
Total Assets	<u>1,211,903,059</u>	<u>1,179,075,833</u>
Total Liabilities	<u>1,148,295,091</u>	<u>1,117,228,408</u>
Total advances	<u>753,179,212</u>	<u>739,644,787</u>
Total customers deposit	<u>1,072,665,170</u>	<u>1,050,885,294</u>
	<u>1 January 2022</u> to <u>31 December 2022</u> NT\$'000	<u>1 January 2021</u> to <u>31 December 2021</u> NT\$'000
Profit before taxation	<u>8,288,911</u>	<u>7,445,513</u>

Declaration

According to the requirement of the Hong Kong Monetary Authority on Key Financial Information Disclosure Statements of Authorized Institutions incorporated outside Hong Kong, we have pleasure in presenting the Key Financial Information Disclosure Statements of Taiwan Shin Kong Commercial Bank Co., Limited - Hong Kong Branch for the year ended 31 December 2022. We confirm that the information contained therein complies, in all material respects, with the Banking (Disclosure) Rules and 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.

and on behalf of
TAIWAN SHIN KONG COMMERCIAL BANK CO, LTD.
Hong Kong Branch


.....
Authorized Signature(s)

Chief Executive

Taiwan Shin Kong Commercial Bank Co., Limited
Hong Kong Branch

26 APRIL 2023

Date