



新光銀行

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

Key Financial Information Disclosure Statements
For The Year Ended 31 December 2023

臺灣新光商業銀行股份有限公司 香港分行
(於臺灣成立的有限責任公司)

Taiwan Shin Kong Commercial Bank Co., Ltd. Hong Kong Branch
(Incorporated in Taiwan with limited liability)

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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 2023**

	Year Ended	
	<u>31 December</u>	<u>31 December</u>
	<u>2023</u>	<u>2022</u>
	HK\$'000	HK\$'000
INTEREST INCOME	454,497	281,490
INTEREST EXPENSE	-297,913	-124,733
	<u>156,584</u>	<u>156,757</u>
OTHER OPERATING INCOME		
Gains less losses arising from dealing in foreign currencies	-7,134	-3,917
Gains less losses arising from trading in interest rate derivatives	-66,566	110,069
Net fees and commission income		
Income from fees and commission	25,252	17,356
Fees and commission expenses	-1,877	-1,847
Others		
Income from trading investments	75,245	-118,057
Income from non-trading investments	0	0
Other Income	0	0
	<u>24,920</u>	<u>3,604</u>
OPERATING EXPENSES		
Staff expenses	-33,673	-34,306
Rental expenses	-10,883	-11,880
Other expenses	-11,624	-10,080
	<u>-56,180</u>	<u>-56,266</u>
CHARGES FOR BAD AND DOUBTFUL DEBTS		
Provision for bad and doubtful debts	1,862	9,582
Other provisions	-617	841
	<u>1,245</u>	<u>10,423</u>
PROFIT BEFORE TAXATION	126,569	114,518
TAXATION	-20,564	-16,969
PROFIT AFTER TAXATION	<u>106,005</u>	<u>97,549</u>

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**II. BALANCE SHEET INFORMATION
FOR THE YEAR ENDED 31 DECEMBER 2023**

	<u>31 December</u> <u>2023</u> HK\$'000	<u>30 June 2023</u> HK\$'000
ASSETS		
Cash and balances with banks	501,510	1,011,643
Amount due from Exchange Fund	626,059	172,845
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	60,000	0
Trade bills	137,781	32,724
Certificates of deposit held	0	0
FVPL securities	287,506	522,196
Advances and other accounts	3,464,362	3,196,844
Advances to other banks	919,411	93,936
FVOCI securities	3,709,573	3,553,982
Amortised cost securities	1,321,325	1,090,766
Fixed & intangible assets	47,135	50,584
Total assets	<u>11,074,662</u>	<u>9,725,520</u>
LIABILITIES		
Deposits and balances of banks (except those included in amount due to overseas offices)	117,193	0
Deposits from customers		
Demand deposits and current accounts	22,512	18,713
Savings deposits	2,797,775	2,680,282
Time, call and notice deposits	6,954,797	5,680,232
Amount due to overseas offices	137,638	378,543
Certificates of deposit issued	0	0
Amount payable under repos	511,239	554,605
Other accounts and provisions		
Other liabilities	190,308	171,128
Provision	50,977	38,484
Total liabilities	<u>10,782,439</u>	<u>9,521,987</u>
Capital and reserves	<u>292,223</u>	<u>203,533</u>
Total equity and liabilities	<u>11,074,662</u>	<u>9,725,520</u>

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III. ADDITIONAL BALANCE SHEET INFORMATION
FOR THE YEAR ENDED 31 DECEMBER 2023

ADVANCES AND OTHER ACCOUNTS

	<u>31 December</u> <u>2023</u> HK\$'000	<u>30 June 2023</u> HK\$'000
A. Trade bills	137,781	32,724
Less: Collective Impairment allowance	-1,378	-327
Trade bills less collective impairment allowance	<u>136,403</u>	<u>32,397</u>
 B. Advances to customers	 3,306,845	 3,021,204
Advances to banks	919,411	93,936
Accrued interest and other accounts		
Accrued interest	70,060	52,936
Other accounts	87,457	122,704
Total	<u>4,383,773</u>	<u>3,290,780</u>
Less: Impairment allowance on Advances to customers		
Collective impairment allowance	-36,612	-33,718
Individual impairment allowance	0	0
Advances to banks		
Collective impairment allowance	-9,196	-940
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>-45,808</u>	<u>-34,658</u>
Advances and other accounts less impairment allowance	<u>4,337,965</u>	<u>3,256,122</u>
 C. Details of the impaired advances to customers		
	<u>31 December</u> <u>2023</u> HK\$'000	<u>30 June 2023</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 2023 and 30 Jun 2023, 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 2023

ADVANCES AND OTHER ACCOUNTS-continued

C. Overdue and rescheduled advances to customers

	<u>31 December 2023</u>		<u>30 June 2023</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 2023</u>	<u>30 June 2023</u>
	HK\$'000	HK\$'000
Other accounts receivable	62	619
Prepaid expenses	5,709	4,532
Prepaid Tax	17,654	12,400
Prepaid guarantee deposits	2,701	2,703
Revaluation-derivatives contracts	61,331	102,450
	<u>87,457</u>	<u>122,704</u>

E. Analysis of other assets which have been overdue

	<u>31 December 2023</u>	<u>30 June 2023</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 2023

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

	<u>31 December</u> 2023 HK\$'000	<u>30 June 2023</u> HK\$'000
Contingent liabilities and commitments		
Direct credit contingencies	60,725	31,342
Trade-related contingencies	44,272	45,081
Forward forward deposit placed	0	0
Other commitments	3,539,437	3,229,239
	<u>3,644,434</u>	<u>3,305,662</u>
	<u>31 December</u> 2023 HK\$'000	<u>30 June 2023</u> HK\$'000
Derivatives		
Exchange rate contracts	8,951,075	2,810,034
Interest rate contracts	328,142	603,341
	<u>9,279,217</u>	<u>3,413,375</u>
	<u>31 December</u> 2023 HK\$'000	<u>30 June 2023</u> HK\$'000
Fair value of derivatives (of the above derivatives)		
Exchange rate contracts:		
-Positive replacement cost	22,309	21,307
Interest rate contracts:		
-Positive replacement cost	39,022	81,143
	<u>61,331</u>	<u>102,450</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 2023

1. GROSS ADVANCES TO CUSTOMERS BY INDUSTRY SECTORS

	31 December 2023		30 June 2023	
	HK\$'000	HK\$'000 Amounts of Loan and advances covered by collateral	HK\$'000	HK\$'000 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	555,000	555,000	583,000	583,000
Financial concerns	389,373	0	408,020	0
Stockbrokers	206,258	0	60,000	0
Wholesale and retail trade	19,022	19,022	19,044	19,044
Manufacturing	450,802	10,157	10,186	10,186
Transport and transport equipment	500,000	0	500,000	0
Recreational activities	0	0	0	0
Information technology	62,868	0	62,839	0
Others	0	0	0	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	62,792	10,099	121,997	25,045
C. Loan for use outside Hong Kong	1,060,730	24,611	1,256,118	38,366
Total	<u>3,306,845</u>	<u>618,889</u>	<u>3,021,204</u>	<u>675,641</u>

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

	31 December 2023	30 June 2023
	HK\$'000	HK\$'000
Hong Kong	2,303,685	1,824,832
Others	537,953	553,164
Singapore	353,753	467,498
China	56,607	100,454
Vietnam	54,847	75,256
Total	<u>3,306,845</u>	<u>3,021,204</u>

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

	31 December 2023	30 June 2023
	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 2023**

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 2023	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	2,834	591	27	188	3,640
of which Australia	863	130	0	0	993
France	705	0	0	0	705
United States	156	461	0	0	617
United Kingdom	552	0	0	0	552
2. Offshore Centres	270	626	196	2,255	3,347
of which Hong Kong	270	626	196	1,824	2,916
Singapore	0	0	0	431	431
3. Developing Europe	0	0	0	0	0
4. Developing Latin America and Caribbean	94	0	0	0	94
of which Chile	94	0	0	0	94
5. Developing Africa and Middle East	484	228	489	233	1,434
of which United Arab Emirates	484	0	174	0	658
Saudi Arabia	0	228	0	233	461
Qatar	0	0	315	0	315
6. Developing Asia-Pacific	1,048	0	302	1,057	2,407
of which China	73	0	250	288	611
South Korea	512	0	0	80	592
Taiwan	166	0	12	362	540
7. International Organisations	0	0	55	0	55
8. Unallocated by country	0	0	0	0	0
	<u>4,730</u>	<u>1,445</u>	<u>1,069</u>	<u>3,733</u>	<u>10,977</u>

As at 30 June 2023	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	1,674	583	68	189	2,514
of which Australia	626	128	0	0	754
United States	224	455	0	0	679
France	311	0	0	0	311
2. Offshore Centres	366	173	89	1,932	2,560
of which Hong Kong	366	173	89	1,389	2,017
Singapore	0	0	0	543	543
3. Developing Europe	0	0	0	0	0
4. Developing Latin America and Caribbean	94	0	0	0	94
of which Chile	94	0	0	0	94
5. Developing Africa and Middle East	483	224	489	231	1,427
of which United Arab Emirates	483	0	174	0	657
Saudi Arabia	0	224	0	231	455
Qatar	0	0	315	0	315
6. Developing Asia-Pacific	1,355	0	384	1,250	2,989
of which Taiwan	370	0	37	666	1,073
China	228	0	262	328	818
South Korea	505	0	0	0	505
7. International Organisations	0	0	55	0	55
8. Unallocated by country	0	0	0	0	0
	<u>3,972</u>	<u>980</u>	<u>1,085</u>	<u>3,602</u>	<u>9,639</u>

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V. SEGMENTAL INFORMATION
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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 HK\$ Mil</u>	<u>Off-balance sheet exposure HK\$ Mil</u>	<u>Total HK\$ Mil</u>
<u>As at 31 December 2023</u>			
1 Central government, central government-owned entities and their subsidiaries and joint ventures (JVs)	676	2	678
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	57	1	58
4 Other entities of central government not reported in item 1 above	0	0	0
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	8	9	17
7 Other counterparties where the exposures are considered to be non-bank Mainland China exposures	0	0	0
Total	<u>741</u>	<u>12</u>	<u>753</u>
Total assets after provision	<u>11,024</u>		
On-balance exposures as percentage of total assets	<u>6.72%</u>		
<u>As at 30 June 2023</u>			
1 Central government, central government-owned entities and their subsidiaries and joint ventures (JVs)	603	4	607
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	26	13	39
4 Other entities of central government not reported in item 1 above	50	0	50
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	53	6	59
7 Other counterparties where the exposures are considered to be non-bank Mainland China exposures	0	0	0
Total	<u>732</u>	<u>23</u>	<u>755</u>
Total assets after provision	<u>9,687</u>		
On-balance exposures as percentage of total assets	<u>7.56%</u>		

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**VI. CURRENCY RISK
FOR THE YEAR ENDED 31 DECEMBER 2023**

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.

<u>As at 31 December 2023</u>	<u>USD</u>	<u>CNY</u>	<u>OTHERS</u>	<u>Total</u>
	HK\$ Mil	HK\$ Mil	HK\$ Mil	HK\$ Mil
Spot assets	8,422	294	236	8,952
Spot Liabilities	-8,103	-522	-194	-8,819
Forward purchases	4,226	2,133	0	6,359
Forward sales	-4,722	-1,906	-43	-6,671
Net option position	0	0	0	0
Net long / (short) position	<u>-177</u>	<u>-1</u>	<u>-1</u>	<u>-179</u>

<u>As at 30 June 2023</u>	<u>USD</u>	<u>CNY</u>	<u>OTHERS</u>	<u>Total</u>
	HK\$ Mil	HK\$ Mil	HK\$ Mil	HK\$ Mil
Spot assets	7,355	197	220	7,772
Spot Liabilities	-7,277	-199	-772	-8,248
Forward purchases	1,270	0	1,348	2,618
Forward sales	-1,567	0	-804	-2,371
Net option position	0	0	0	0
Net long / (short) position	<u>-219</u>	<u>-2</u>	<u>-8</u>	<u>-229</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 2023

Average liquidity maintenance ratio

	<u>For the 4th Quarter ended 2023 %</u>	<u>For the 4th Quarter ended 2022 %</u>
Average liquidity maintenance ratio for the quarter ended	86.53%	79.74%
	Oct-Dec 2023	Oct-Dec 2022

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 2023 4th quarter & 2022 4th quarter ratio is based on three months average.

Liquidity Risk Management

The liquidity maintenance ratio ("LMR") is prepared by Administration 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 2023 is as follows:

Significant funding instruments	Total amount in HK\$'000	As % of total liabilities
Deposit from retail customers	3,700,270	33.57%
Deposit from other non-bank customers	6,130,765	55.62%
Funding raised from banks	255,412	2.32%
Repo transaction raised from non bank financial institution	513,371	4.66%

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 2023

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	501,510	501,510	0	0	0	0	0
Amount due from Exchange Fund	626,059	626,059	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	60,000	60,000	0	0	0	0	0
Trade bills	137,781	28,670	76,345	32,766	0	0	0
Certificates of deposit held	0	0	0	0	0	0	0
FVPL securities	287,506	133,223	0	154,283	0	0	0
Advances and other accounts	3,464,362	885,141	775,793	957,020	782,377	0	64,031
Advances to other banks	919,411	0	0	0	919,411	0	0
FVOCI securities	3,709,573	117,155	0	1,185,461	2,279,973	126,984	0
Amortised cost securities	1,321,325	0	0	353,522	618,685	349,118	0
Fixed & intangible assets	47,135	0	0	0	0	0	47,135
Total assets	11,074,662	2,351,758	852,138	2,683,052	4,600,446	476,102	111,166
LIABILITIES							
Deposits and balances of banks (except those included in amount due to overseas offices)	117,193	117,193	0	0	0	0	0
Deposits from customers	9,775,084	5,327,962	2,489,478	1,957,644	0	0	0
Amount due to overseas offices	137,638	59,638	0	0	0	0	78,000
Certificates of deposit issued	0	0	0	0	0	0	0
Amount payable under repos	511,239	211,500	299,739	0	0	0	0
Other liabilities	241,285	73,943	22,765	32,149	38,233	0	74,195
Capital and reserves	292,223	0	0	0	0	0	292,223
Total equity and liabilities	11,074,662	5,790,236	2,811,982	1,989,793	38,233	0	444,418
Net Gap	0	-3,438,478	-1,959,844	693,259	4,562,213	476,102	-333,252
Off Balance Sheet Exposures							
Contingent liabilities	104,997	61,710	43,287	0	0	0	0
Irrevocable commitments	28,311	28,311	0	0	0	0	0
Forward forward deposits placed	0	0	0	0	0	0	0
Total	133,308	90,021	43,287	0	0	0	0

30 June 2023

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	1,011,643	1,011,643	0	0	0	0	0
Amount due from Exchange Fund	172,845	172,845	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	32,724	32,724	0	0	0	0	0
Certificates of deposit held	0	0	0	0	0	0	0
FVPL securities	522,196	0	0	0	522,196	0	0
Advances and other accounts	3,196,844	607,305	480,863	869,927	1,116,045	0	122,704
Advances to other banks	93,936	0	0	0	93,936	0	0
FVOCI securities	3,553,982	0	0	852,537	2,441,193	260,252	0
Amortised cost securities	1,090,766	0	0	352,049	388,753	349,964	0
Fixed & intangible assets	50,584	0	0	0	0	0	50,584
Total assets	9,725,520	1,824,517	480,863	2,074,513	4,562,123	610,216	173,288
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	8,379,227	4,623,996	1,977,061	1,778,170	0	0	0
Amount due to overseas offices	378,543	300,543	0	0	0	0	78,000
Certificates of deposit issued	0	0	0	0	0	0	0
Amount payable under repos	554,605	554,605	0	0	0	0	0
Other liabilities	209,612	25,619	22,527	48,978	41,662	0	70,826
Capital and reserves	203,533	0	0	0	0	0	203,533
Total equity and liabilities	9,725,520	5,504,763	1,999,588	1,827,148	41,662	0	352,359
Net Gap	0	-3,839,649	-1,121,593	-958,717	5,422,734	696,636	-199,411
Off Balance Sheet Exposures							
Contingent liabilities	76,423	32,124	44,299	0	0	0	0
Irrevocable commitments	35,499	35,499	0	0	0	0	0
Forward forward deposits placed	0	0	0	0	0	0	0
Total	111,922	67,623	44,299	0	0	0	0

**VIII. REMUNERATION SYSTEM
FOR THE YEAR ENDED 31 December 2023**

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 2023**

	<u>31 December 2023</u> %	<u>30 June 2023</u> %
A. Capital adequacy ratio	<u>15.45%</u>	<u>15.17%</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 2023</u> NT\$'000	<u>30 June 2023</u> NT\$'000
B. Aggregate amount of shareholders' funds	<u>74,917,454</u>	<u>69,576,858</u>

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

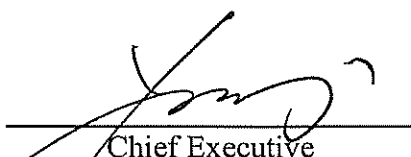
SECTION B. - INFORMATION OF THE BANK <CONSOLIDATED BASIS>

II. OTHER FINANCIAL INFORMATION
FOR THE YEAR ENDED 31 DECEMBER 2023

	<u>31 December 2023</u> NT\$'000	<u>30 June 2023</u> NT\$'000
Total Assets	<u>1,265,754,607</u>	<u>1,235,601,148</u>
Total Liabilities	<u>1,190,837,153</u>	<u>1,166,024,290</u>
Total advances	<u>805,956,774</u>	<u>762,456,257</u>
Total customers deposit	<u>1,095,554,750</u>	<u>1,080,949,175</u>
	<u>1 January 2023</u> to <u>31 December 2023</u> NT\$'000	<u>1 January 2022</u> to <u>31 December 2022</u> NT\$'000
Profit before taxation	<u>8,315,978</u>	<u>8,288,911</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 2023. 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.



Chief Executive

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

18 APRIL 2024

Date