

**YUANTA COMMERCIAL BANK CO., LIMITED
HONG KONG BRANCH**

**Key Financial Information Disclosure Statement
For the Period Ended 30 June 2024**

YUANTA COMMERCIAL BANK CO., LIMITED - HONG KONG BRANCH

Key Financial Information Disclosure Statement For the Period Ended 30 June 2024

<u>Contents</u>	<u>Page</u>
Section A - Information of the Branch	
I. Income Statement Information	1
II. Balance Sheet Information	2
III. Additional Balance Sheet Information	3-4
IV. Off-Balance Sheet Information	5
V. Sector Information	6-8
VI. Currency Risk	9
VII. Liquidity Information	10
VIII. Remuneration System	10
Section B - Information of the Bank <Consolidated Basis>	
I. Capital and Capital Adequacy Ratio	11
II. Other Financial Information	12
Section C - Declaration	13
Section D - Prescribed Summary	14

YUANTA COMMERCIAL BANK CO., LIMITED - HONG KONG BRANCH

Section A - Information of the Branch

I. Income Statement

For the Period Ended 30 June 2024

	<u>For the period ended</u>	
	30 June 2024 HK\$'000	30 June 2023 HK\$'000
Interest Income	82,353	53,268
Interest Expense	(70,299)	(53,966)
Net Interest Income	<u>12,054</u>	<u>(698)</u>
Other Operating Income		
Gains less losses arising from trading in foreign currencies	(3,411)	7,961
Gains less losses from other trading activities	6,875	(150,366)
Net fees and commission income		
Income from fees and commissions	1,995	723
Fees and commission expenses	(392)	(589)
Others	0	0
	<u>5,067</u>	<u>(142,271)</u>
Operating Expenses		
Staff expenses	(6,545)	(7,074)
Rental expenses	(2,130)	(2,311)
Other expenses	(5,693)	(7,931)
	<u>(14,368)</u>	<u>(17,316)</u>
Charges for Bad and Doubtful Debts		
Provision for bad and doubtful debts	(4,171)	1,149
Other provisions:		
Provision of accrued interest	(1)	2
Provision for account receivables	(11)	33
	<u>(4,183)</u>	<u>1,184</u>
Profit Before Taxation	(1,430)	(159,101)
Tax expense	0	0
Profit After Taxation	<u>(1,430)</u>	<u>(159,101)</u>

YUANTA COMMERCIAL BANK CO., LIMITED - HONG KONG BRANCH

Section A - Information of the Branch

II. Balance Sheet

As At 30 June 2024

	30 June 2024 HK\$'000	31 December 2023 HK\$'000
ASSETS		
Cash and balances with banks	31,009	335,039
Amount due from Exchange Fund	8,802	7,918
Amount due from overseas offices	145,025	195,321
Trade bills	0	0
Loans and receivables	1,775,429	1,220,739
Investment debt securities	1,639,986	1,764,303
Tangible fixed assets	5,684	7,131
Total Assets	3,605,935	3,530,451
LIABILITIES		
Deposits and balances from banks	624,661	0
Deposits from customers	2,407,632	3,275,941
Demand deposits and current accounts	46,202	53,022
Savings deposits	495,540	501,453
Time, call and notice deposits	1,865,890	2,721,466
Amount due to overseas offices	577,811	404,912
Other liabilities and provisions	31,513	51,422
Total Liabilities	3,641,617	3,732,275
Reserves	(34,252)	(42,213)
Current profit & loss	(1,430)	(159,611)
	(35,682)	(201,824)
Total Equity and Liabilities	3,605,935	3,530,451

YUANTA COMMERCIAL BANK CO., LIMITED - HONG KONG BRANCH

Section A - Information of the Branch

III. Additional Balance Sheet Information

	30 June 2024 HK\$'000	31 December 2023 HK\$'000
A. Trade bills		
Trade bills	0	0
General provisions	0	0
Specific provisions	0	0
Total	<u>0</u>	<u>0</u>
B. Loans and receivables		
Loans and advances to customers	377,063	393,563
Loans and advances to banks	1,385,808	815,154
Other accounts		
Accrued interest	17,095	17,115
Others	13,301	7,192
Total	<u>1,793,267</u>	<u>1,233,024</u>
Less: Provisions for bad and doubtful debts on		
Loans and advances to customers		
General provisions	(3,771)	(3,936)
Specific provisions	0	0
Loans and advances to banks		
General provisions	(13,858)	(8,151)
Specific provisions	0	0
Accrued interest		
General provisions	(38)	(37)
Specific provisions	0	0
Other accounts		
General provisions	(171)	(161)
Specific provisions	0	0
Total	<u>(17,838)</u>	<u>(12,285)</u>
Loans and receivables after provisions for bad and doubtful debts	<u>1,775,429</u>	<u>1,220,739</u>
C. Percentage of total provisions against gross loans and advances to customers		
General provisions	1.00%	1.00%
Specific provisions	0.00%	0.00%
	<u>1.00%</u>	<u>1.00%</u>
D. Percentage of total provisions against gross loans and advances to banks		
General provisions	1.00%	1.00%
Specific provisions	0.00%	0.00%
	<u>1.00%</u>	<u>1.00%</u>

YUANTA COMMERCIAL BANK CO., LIMITED - HONG KONG BRANCH

Section A - Information of the Branch

III. Additional Balance Sheet Information

E. Overdue and rescheduled assets to customers

	30 June 2024		31 December 2023	
	HK\$'000	%	HK\$'000	%
a. Gross amount of loans and advances to customers which have been overdue for				
more than 3 months but not more than 6 months	0	0.00%	0	0.00%
more than 6 months but not more than one year	0	0.00%	0	0.00%
more than one year	0	0.00%	0	0.00%
	<u>0</u>	<u>0.00%</u>	<u>0</u>	<u>0.00%</u>
b. Specific provision on loans and advances to customers which have been overdue for				
more than 3 months but not more than 6 months	0		0	
more than 6 months but not more than one year	0		0	
more than one year	0		0	
	<u>0</u>		<u>0</u>	
c. Value of collateral held against the overdue loans and advances	<u>0</u>		<u>0</u>	
d. Rescheduled loans and advances to customers	<u>0</u>	0.00%	<u>0</u>	0.00%

F. Overdue other assets

There were no overdue other assets at the respective reporting dates.

G. Repossessed assets

There were no repossessed assets at the respective reporting dates.

YUANTA COMMERCIAL BANK CO., LIMITED - HONG KONG BRANCH

Section A - Information of the Branch

IV. Off-Balance Sheet Exposures

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

	30 June 2024 HK\$'000	31 December 2023 HK\$'000
Contingent liabilities and commitments		
Direct credit substitutes	0	0
Trade-related contingencies	0	0
Other commitments	222,691	208,330
	<u>222,691</u>	<u>208,330</u>
	30 June 2024 HK\$'000	31 December 2023 HK\$'000
Derivatives		
Exchange rate contracts	797,350	6,276,441
Interest rate contracts	0	0
	<u>797,350</u>	<u>6,276,441</u>
	30 June 2024 HK\$'000	31 December 2023 HK\$'000
Replacement costs of derivatives (of the above derivatives)		
Exchange rate contracts	8,761	642
Interest rate contracts	0	0
	<u>8,761</u>	<u>642</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 replacement costs represent the costs of replacing all contracts which have a positive value when marked to market. They do not take into account the effects of bilateral netting arrangements.

YUANTA COMMERCIAL BANK CO., LIMITED - HONG KONG BRANCH

Section A - Information of the Branch

V. Sector Information

1. Gross amount of loans and advances to customers by industry sector

	30 June 2024		31 December 2023	
	HK\$'000	HK\$'000	HK\$'000	HK\$'000
	Gross Amount	Amounts of loans and advances covered by collateral	Gross Amount	Amounts of loans and advances covered by collateral
A. Loans and advances for use in Hong Kong				
a. Industrial, commercial and financial				
Property development	0	0	0	0
Property investment	0	0	0	0
Financial concerns	46,850	0	46,877	0
Stockbrokers	0	0	0	0
Wholesale and retail trade	0	0	0	0
Manufacturing	0	0	0	0
Transport and transport equipment	0	0	0	0
Recreational activities	0	0	0	0
Information technology	0	0	0	0
Others				
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	0	0	0	0
Loans for the purchase of other residential properties	0	0	0	0
Credit card advances	0	0	0	0
Others	0	0	0	0
B. Trade finance	0	0	0	0
C. Loan and advances for use outside Hong Kong	330,213	0	346,686	0
Total	<u>377,063</u>	<u>0</u>	<u>393,563</u>	<u>0</u>

2. A. Gross amount of loans and advances to customers by major countries

	30 June	31 December
	2024	2023
	HK\$'000	HK\$'000
India	156,165	156,257
South Korea	117,124	117,193
Singapore	56,924	73,236
Hong Kong	46,850	46,877
Total	<u>377,063</u>	<u>393,563</u>

B. Overdue loans and advances to customers by major countries

	30 June	31 December
	2024	2023
	HK\$'000	HK\$'000
India	0	0
South Korea	0	0
Singapore	0	0
Hong Kong	0	0
Total	<u>0</u>	<u>0</u>

The above analysis has been classified according to categories and definitions used by the HKMA. Only exposures to a single country exceeding 10% of the aggregate gross amount of loans and advances to customers at the above respective reporting dates are disclosed.

YUANTA COMMERCIAL BANK CO., LIMITED - HONG KONG BRANCH

Section A - Information of the Branch

V. Sector Information

3. International Claims

The following tables analyse the international claims by 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 completion instruction of [Return of International Banking Statistics MA(BS)21A] issued by HKMA. Countries or geographical areas constituting 10% or more of the total international claims are disclosed.

As at 30 June 2024	Banks HK\$ Million	Official Sector HK\$ Million	Non-bank Private Sector		Others HK\$ Million	Total HK\$ Million
			Non-bank Financial Institutions HK\$ Million	Non-financial Private Sector HK\$ Million		
1. Developed countries	720	0	48	203	0	971
of which:						
Australia	508	0	0	0	0	508
Ireland	0	0	48	0	0	48
Japan	142	0	0	188	0	330
2. Offshore centres	0	34	0	79	0	113
of which:						
Bermuda	0	0	0	57	0	57
Hong Kong	0	34	0	0	0	34
Singapore	0	0	0	22	0	22
3. Developing Europe	0	0	0	0	0	0
4. Developing Latin America and Caribbean	0	0	0	0	0	0
5. Developing Africa and Middle East	95	0	0	0	0	95
of which:						
United Arab Emirates	95	0	0	0	0	95
6. Developing Asia and Pacific	1,808	0	117	228	0	2,153
of which:						
India	586	0	0	156	0	742
South Korea	613	0	117	72	0	802
Taiwan, China	608	0	0	0	0	608
7. International organisations	0	317	0	0	0	317
8. Unallocated by country	0	0	0	0	0	0
Total	2,623	351	165	510	0	3,649

As at 31 December 2023	Banks HK\$ Million	Official Sector HK\$ Million	Non-bank Private Sector		Others HK\$ Million	Total HK\$ Million
			Non-bank Financial Institutions HK\$ Million	Non-financial Private Sector HK\$ Million		
1. Developed countries	731	0	47	202	0	980
of which:						
Australia	531	0	0	0	0	531
Ireland	0	0	47	0	0	47
Japan	140	0	0	188	0	328
2. Offshore centres	0	34	0	95	0	129
of which:						
Bermuda	0	0	0	73	0	73
Hong Kong	0	34	0	0	0	34
Singapore	0	0	0	22	0	22
3. Developing Europe	0	0	0	0	0	0
4. Developing Latin America and Caribbean	0	0	0	0	0	0
5. Developing Africa and Middle East	56	0	0	0	0	56
of which:						
United Arab Emirates	56	0	0	0	0	56
6. Developing Asia and Pacific	1,906	0	117	228	0	2,251
of which:						
India	0	0	0	156	0	156
South Korea	800	0	117	72	0	989
Taiwan, China	1,106	0	0	0	0	1,106
7. International organisations	0	315	0	0	0	315
8. Unallocated by country	0	0	0	0	0	0
Total	2,693	349	164	525	0	3,731

YUANTA COMMERCIAL BANK CO., LIMITED - HONG KONG BRANCH

Section A - Information of the Branch

V. Sector Information

4. Non-bank Mainland Exposures

The following is the Branch's Mainland exposures to non-bank counterparties. For the categories of non-bank counterparties and the type of direct exposures to be disclosed were made with reference to the completion instruction for Part 3 of the [Return of Mainland Activities - (MA(BS)20)] issued by HKMA.

Types of counterparties

As at 30 June 2024

	On-balance sheet exposures HK\$ Million	Off-balance sheet exposures HK\$ Million	Total HK\$ Million
1. Central government, central government-owned entities and their subsidiaries and joint ventures(JVs)	0	0	0
2. Local governments, local government-owned entities and their subsidiaries and JVs	0	0	0
3. PRC nationals residing in Mainland China or other entities incorporated in Mainland China and their subsidiaries and JVs	0	0	0
4. Other entities of central government not reported in item 1 above	0	0	0
5. Other entities of local governments not reported in item 2 above	0	0	0
6. PRC nationals residing outside Mainland China or entities incorporated outside Mainland China where the credit is granted for use in Mainland China	0	0	0
7. Other counterparties where the exposures are considered to be non-bank Mainland China exposures	57	0	57
Total	<u>57</u>	<u>0</u>	<u>57</u>
Total assets after provisions	<u>3,606</u>		
On-balance sheet exposures as percentage of total assets	<u>1.58%</u>		

As at 31 December 2023

	On-balance sheet exposures HK\$ Million	Off-balance sheet exposures HK\$ Million	Total HK\$ Million
1. Central government, central government-owned entities and their subsidiaries and joint ventures(JVs)	0	0	0
2. Local governments, local government-owned entities and their subsidiaries and JVs	0	0	0
3. PRC nationals residing in Mainland China or other entities incorporated in Mainland China and their subsidiaries and JVs	0	0	0
4. Other entities of central government not reported in item 1 above	0	0	0
5. Other entities of local governments not reported in item 2 above	0	0	0
6. PRC nationals residing outside Mainland China or entities incorporated outside Mainland China where the credit is granted for use in Mainland China	0	0	0
7. Other counterparties where the exposures are considered to be non-bank Mainland China exposures	73	0	73
Total	<u>73</u>	<u>0</u>	<u>73</u>
Total assets after provisions	<u>3,530</u>		
On-balance sheet exposures as percentage of total assets	<u>2.07%</u>		

YUANTA COMMERCIAL BANK CO., LIMITED - HONG KONG BRANCH

Section A - Information of the Branch

VI. Currency Risk

5. Foreign Currency Exposures

The foreign currency exposures are prepared in accordance with the the completion instruction [Return of Foreign Currency Position - (MA(BS)6)] issued by HKMA. The net position (in absolute terms) for each foreign currency which constitutes 10% or more of the total net position in all foreign currencies are disclosed.

<u>As at 30 June 2024</u>	<u>USD</u> HK\$ Million	<u>AUD</u> HK\$ Million	<u>Others</u> HK\$ Million	<u>Total</u> HK\$ Million
Spot assets	2,707	290	428	3,425
Spot liabilities	(3,307)	(32)	(21)	(3,360)
Forward purchases	694	0	21	715
Forward sales	(104)	(258)	(427)	(789)
Net options position	0	0	0	0
Net long / (short) position	<u>(10)</u>	<u>0</u>	<u>1</u>	<u>(9)</u>

<u>As at 31 December 2023</u>	<u>USD</u> HK\$ Million	<u>AUD</u> HK\$ Million	<u>Others</u> HK\$ Million	<u>Total</u> HK\$ Million
Spot assets	2,713	299	482	3,494
Spot liabilities	(3,276)	(33)	(57)	(3,366)
Forward purchases	3,408	0	72	3,480
Forward sales	(2,868)	(266)	(496)	(3,630)
Net options position	0	0	0	0
Net long / (short) position	<u>(23)</u>	<u>0</u>	<u>1</u>	<u>(22)</u>

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

YUANTA COMMERCIAL BANK CO., LIMITED - HONG KONG BRANCH

Section A - Information of the Branch

VII. Liquidity Information

A. Average liquidity maintenance ratio

	30 June 2024	30 June 2023
	%	%
Average liquidity maintenance ratio (LMR) for the period	97.21%	124.85%
Calculation period	(Apr-Jun 2024)	(Apr-Jun 2023)

Liquidity Maintenance Ratio (LMR) is complied in accordance with the Banking (Liquidity) Rules issued by the HKMA. The average ratio is calculated based on the arithmetic mean of the average value of its liquidity position return for each calendar month during the reporting period. Quarterly average liquidity maintenance ratio should be disclosed.

B. Liquidity Risk Management

Pursuant to the disclosure requirement Part IID: Liquidity "Table LIQA: Liquidity Risk Management", the elements of the branch are as follows:

1. Liquidity Risk Management Strategy

The Branch follows the "Regulatory Framework for Supervision of Liquidity Risk" and "Sound Systems and Controls For Liquidity Risk Management" in the Supervisory Policy Manual issued by the Hong Kong Monetary Authority and the Liquidity Risk Management Procedures of the Branch to effectively manage liquidity risks. Besides, the Branch follows the Risk Appetite Statement to ensure the liquidity risk indicators falls within the acceptable range approved by the Board.

2. Responsible Party for Liquidity Risk Management

The Board is ultimately responsible for the management of liquidity risk. The branch manager acts as the chairman of the Assets and Liabilities Management Committee of the Branch ("ALCO"), which is mainly responsible for supervising the liquidity risk management. The risk management unit of the Branch is the independent party to monitor liquidity risk where the treasury, operations, deposit and loan business units are the execution party for liquidity risk management.

3. Liquidity Risk Management Framework

On a monthly basis, the ALCO reviews the reporting on establishment of identification, measurement, monitoring and management of liquidity risk, implemented the risk management principle, the monitoring result of risk indicators as well as the stress-testing of liquidity of funding and LMR in order to meet the regulatory requirements. To strengthen the ability to cope with sudden liquidity crisis, the Branch persistently enhances the internal controls procedures and to revise the contingency funding plan and recovery plan.

4. Funding Gap Analysis For On And Off Balance Sheet Items

		Up to	1 month up	3 months up	6 months up	HK\$'000
30 June 2024	Total	1 month	to 3 months	to 6 months	to 1 year	over 1 year
On-balance sheet assets	3,606,096	1,840,091	1,826	-	234,248	1,529,931
Off-balance sheet assets	797,350	788,072	9,278	-	-	-
On-balance sheet liabilities	3,245,607	1,953,452	888,825	157,363	245,967	-
Off-balance sheet liabilities	1,011,168	779,170	138,299	-	-	93,699
Mismatch Gap		(104,459)	(1,016,020)	(157,363)	(11,719)	1,436,232
Cumulative Gap		(104,459)	(1,120,479)	(1,277,842)	(1,289,561)	146,671
						HK\$'000
31 December 2023	Total	Up to	1 month up	3 months up	6 months up	over 1 year
On-balance sheet assets	3,529,713	2,316,683	3,013	-	-	1,210,017
Off-balance sheet assets	6,276,441	5,839,569	436,872	-	-	-
On-balance sheet liabilities	3,317,285	1,671,525	1,338,771	183,910	123,079	-
Off-balance sheet liabilities	6,500,037	5,848,177	443,530	-	114,576	93,754
Mismatch Gap		636,550	(1,342,416)	(183,910)	(237,655)	1,116,263
Cumulative Gap		636,550	(705,866)	(889,776)	(1,127,431)	(11,168)

VIII. Remuneration System

Pursuant to the disclosure requirement, the relevant remuneration information was disclosed under the "Annual Report, Chapter II - Bank Profile and Corporate Governance", released by the Head Office.

YUANTA COMMERCIAL BANK CO., LIMITED - HONG KONG BRANCH

Section B. - Information of the Bank <Consolidated Basis>

I. Capital and Capital Adequacy Ratio

	30 June 2024 %	31 December 2023 %
A. Capital adequacy ratio	<u>14.14%</u>	<u>14.76%</u>

The capital adequacy ratio (equity capital ratio) is equal to the ratio of the regulatory capital to the total risk-weighted assets. The computation of capital adequacy ratio is in accordance with the "Regulations Governing the Capital Adequacy and Capital Category of Banks" in Taiwan which is in line with the risk-weighted approach proposed by the Bank for International Settlements.

	30 June 2024 NT\$'000	31 December 2023 NT\$'000
B. Total amount of shareholders' funds	<u>132,755,925</u>	<u>126,819,330</u>

YUANTA COMMERCIAL BANK CO., LIMITED - HONG KONG BRANCH

Section B. - Information of the Bank <Consolidated Basis>

II. Other Financial Information

	30 June 2024 NT\$'000	31 December 2023 NT\$'000
Total assets	<u>1,990,990,667</u>	<u>1,847,328,894</u>
Total liabilities	<u>1,858,234,742</u>	<u>1,720,509,564</u>
Total loans and advances	<u>1,170,130,735</u>	<u>1,083,250,863</u>
Total deposits	<u>1,756,584,890</u>	<u>1,617,392,790</u>
	<u>For the period ended</u>	
	<u>30 June 2024</u> NT\$'000	<u>30 June 2023</u> NT\$'000
Pre-tax Profit	<u>5,995,963</u>	<u>6,198,603</u>

Declaration

According to the requirement of the Hong Kong Monetary Authority on Key Financial Information Disclosure Statement of Authorized Institutions incorporated outside Hong Kong, we have pleasure in presenting the Key Financial Information Disclosure Statements of Yuanta Commercial Bank Co., Limited - Hong Kong Branch for the period ended 30 June 2024 complies, in all material respects, with 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.



Chuang Yun Ting, Chief Executive
Yuanta Commercial Bank Co., Limited
Hong Kong Branch

19 AUG 2024

Date

Prescribed Summary

This is to inform the general public that the complete disclosures can be found at website:

https://www.yuantabank.com.hk/en/financial_statements.html

Yuanta Commercial Bank Co., Limited
Hong Kong Branch