BANK OF COMMUNICATIONS (HONG KONG) LIMITED, A LICENSED BANK
(incorporated in Hong Kong with limited liability)

REGULATORY DISCLOSURES

31 MARCH 2018

(UNAUDITED)

BANK OF COMMUNICATIONS (HONG KONG) LIMITED
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BANK OF COMMUNICATIONS (HONG KONG) LIMITED
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Overview of RWA

Unit: HK$'000

		(a)	(b)	(c)
		RWA		Minimum capital requirements
		As at 31 Mar 2018	As at 31 Dec 2017 (Note)	As at 31 Mar 2018
1	Credit risk for non-securitization exposures	51,230,133	N/A	4,098,411
2	Of which STC approach	51,230,133	N/A	4,098,411
2a	Of which BSC approach			
3	Of which IRB approach			
4	Counterparty credit risk	475,624	N/A	38,050
5	Of which SA-CCR			
5a	Of which CEM	355,949	N/A	28,476
6	Of which IMM(CCR) approach			
7	Equity exposures in banking book under the market-based approach			
8	CIS exposures – LTA			
9	CIS exposures – MBA			
10	CIS exposures – FBA			
11	Settlement risk			
12	Securitization exposures in banking book			
13	Of which IRB(S) approach – ratings-based method			
14	Of which IRB(S) approach – supervisory formula method			
15	Of which STC(S) approach			
16	Market risk	333,325	N/A	26,666
17	Of which STM approach	333,325	N/A	26,666
18	Of which IMM approach			
19	Operational risk	6,539,400	N/A	523,152
20	Of which BIA approach	6,539,400	N/A	523,152
21	Of which STO approach			
21a	Of which ASA approach			
22	Of which AMA approach	N/A	N/A	N/A
23	Amounts below the thresholds for deduction (subject to 250% RW)			
24	Capital floor adjustment			
24a	Deduction to RWA			
24b	Of which portion of regulatory reserve for general banking risks and collective provisions which is not included in Tier 2 Capital			
24c	Of which portion of cumulative fair value gains arising from the revaluation of land and buildings which is not included in Tier 2 Capital			
25	Total	58,578,482	N/A	4,686,279

N/A: Not applicable in the case of Hong Kong for item 22

Note: Under section 3(14A) of the Banking (Disclosure) Rules ("the Disclosure Rules"), the Company is exempted from the application of the Disclosure Rules as it has not yet commenced its banking business as at 31 December 2017. As such, no comparative figures are available and no explanation of material changes is applicable.

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Key Capital Ratios Disclosures

	As at 31 March 2018 HK$'000
Capital ratio	
Capital	
CET1 capital	7,392,057
Tier 1 capital	7,392,057
Total capital	9,973,311
Total risk-weighted assets	58,578,482
CET1 capital ratio (as a percentage of risk-weighted assets)	**12.62%**
Tier 1 capital ratio (as a percentage of risk-weighted assets)	**12.62%**
Total capital ratio (as a percentage of risk-weighted assets)	**17.03%**
Leverage ratio	
Capital and total exposures	
Tier 1 capital	7,392,057
Total exposures	196,149,668
Leverage ratio	**3.77%**

Chan Ha Fong, Nancy, Chief Executive
18 May 2018