



**BANC OF AMERICA SECURITIES ASIA LIMITED**

**Interim Financial Disclosure Statements  
(unaudited) for the period ended 30 June  
2020**

# Banc of America Securities Asia Limited

Interim Financial Statements (unaudited) for the year ended 30 June 2020

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# Banc of America Securities Asia Limited

Interim Financial Statements (Unaudited) for the period ended 30 June 2020

## CONDENSED STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)

### FOR THE PERIOD ENDED 30 JUNE 2020

	Note	Jun 30, 2020 US\$'000	Jun 30, 2019 US\$'000
Interest income		590	5,307
Interest expense		<u>(267)</u>	<u>(1,382)</u>
Net interest income	3	323	3,925
Fee and commission expense	4	(31)	(19)
Net trading income	5	4,359	1,706
Other operating income	6	<u>1,808</u>	<u>424</u>
Operating income		6,459	6,036
Operating expenses	7	<u>(4,203)</u>	<u>(6,063)</u>
Profit / (loss) before taxation		2,256	(27)
Tax expense	8	<u>(378)</u>	<u>(1)</u>
Profit / (loss) for the period		<u>1,878</u>	<u>(28)</u>
<b>Total comprehensive profit / (loss) for the period ended 30th June</b>		<u><u>1,878</u></u>	<u><u>(28)</u></u>
<b>Attributable to</b>			
Equity holders		<u><u>1,878</u></u>	<u><u>(28)</u></u>

# Banc of America Securities Asia Limited

Interim Financial Statements (Unaudited) for the period ended 30 June 2020

## CONDENSED STATEMENT OF FINANCIAL POSITION (UNAUDITED)

AS AT 30 JUNE 2020

	Note	Jun 30, 2020 US\$'000	Dec 31, 2019 US\$'000	Cross Reference to Definition of Capital components in supplementary financial information
<b>Assets</b>				
Cash and balances with banks	10	228,198	286,335	
Financial assets at fair value through profit or loss	11	309,776	285,355	
Derivative financial instruments	12	13,633	3,062	
Amount due from intermediate holding company	15	327	353	
Amount due from affiliates	15	31	—	
Deferred income tax assets	9	1,400	1,360	(4)
<b>Total assets</b>		<b>553,365</b>	<b>576,465</b>	
<b>Liabilities</b>				
Deposits and balances from banks	15	503	30,548	
Derivative financial instruments	12	6,474	3,699	
Amount due to intermediate holding company	15	7,267	2,231	
Amount due to affiliates	15	238	1,546	
Current income tax liabilities		584	1,293	
Other liabilities	13	838	1,565	
<b>Total liabilities</b>		<b>15,904</b>	<b>40,882</b>	
<b>Equity</b>				
Share capital		491,442	491,442	(1)
Retained earnings		39,552	37,674	(2)
Other reserves	14	6,467	6,467	(3)
<b>Total equity</b>		<b>537,461</b>	<b>535,583</b>	
<b>Total equity and liabilities</b>		<b>553,365</b>	<b>576,465</b>	

# Banc of America Securities Asia Limited

Interim Financial Statements (Unaudited) for the period ended 30 June 2020

## CONDENSED STATEMENT OF CHANGES IN EQUITY (UNAUDITED)

AS AT 30 JUNE 2020

	Share capital US\$'000	Retained earnings US\$'000	Other reserves US\$'000	Total US\$'000
Beginning balance at 1 January 2019	491,442	36,463	6,467	534,372
Total comprehensive loss for the period	—	(28)	—	(28)
Ending balance at 30th June 2019	<u>491,442</u>	<u>36,435</u>	<u>6,467</u>	<u>534,344</u>
Beginning balance at 1 January 2020	491,442	37,674	6,467	535,583
Total comprehensive profit for the period	—	1,878	—	1,878
Ending balance at 30th June 2020	<u>491,442</u>	<u>39,552</u>	<u>6,467</u>	<u>537,461</u>

# Banc of America Securities Asia Limited

Interim Financial Statements (Unaudited) for the period ended 30 June 2020

## CONDENSED STATEMENT OF CASH FLOWS (UNAUDITED)

### FOR THE PERIOD ENDED 30 JUNE 2020

	Jun 30, 2020 US\$'000	Jun 30, 2019 US\$'000
<b>Cash flows from operating activities</b>		
Profit / (loss) before taxation	2,256	(27)
Adjustment for:		
Net interest income	(323)	(3,925)
Net interest income on trading	(156)	(58)
Loss on disposal of subsidiary	—	2,086
Operating profit / (loss) before movements in working capital	1,777	(1,924)
Change in financial assets at fair value through profit or loss	(24,421)	(246,957)
Change in derivative financial instruments	(7,796)	5,666
Change in deposit and balance from banks	(30,000)	99,998
Change in financial liabilities held for trading	—	(1,244)
Change in amount due from / to intermediate holding company	5,062	(243)
Change in amount due from / to affiliates	(1,339)	3,414
Change in other assets	—	4
Change in other liabilities	(727)	(795)
Cash used in operating activities	(57,444)	(142,081)
Interest received	746	5,472
Interest paid	(312)	(1,307)
Income taxes (paid) / refund	(1,127)	181
<b>Net cash used in operating activities</b>	<b>(58,137)</b>	<b>(137,735)</b>
<b>Cash flows from investing activities</b>		
Repatriation of capital from subsidiary	—	10,885
<b>Net cash generated from investing activities</b>	<b>—</b>	<b>10,885</b>
<b>Net decrease in cash and cash equivalents</b>	<b>(58,137)</b>	<b>(126,850)</b>
<b>Cash and cash equivalents at 1st January</b>	<b>270,169</b>	<b>584,731</b>
<b>Cash and cash equivalents at the end of period</b>	<b>212,032</b>	<b>457,881</b>
<b>Analysis of the balances of cash and cash equivalents:</b>		
Cash and balances with banks	228,198	490,214
Deposit and balances from bank with original maturity more than 3 months	(16,166)	(32,333)
Cash and cash equivalents at the end of period	212,032	457,881

# Banc of America Securities Asia Limited

Interim Financial Statements (Unaudited) for the period ended 30 June 2020

## NOTES TO THE INTERIM FINANCIAL STATEMENTS (UNAUDITED)

### 1. General information

Banc of America Securities Asia Limited ("the Company") trades Fixed Income and Currency products. The ultimate holding company is Bank of America Corporation ("BAC"), a listed company incorporated in the United States of America.

The Company is a restricted licensed bank incorporated and domiciled in Hong Kong, regulated by Hong Kong Monetary Authority ("HKMA") and Securities and Futures Commission ("SFC"). The address of its registered office is 52/F, Cheung Kong Center, 2 Queen's Road Central, Central, Hong Kong.

The financial statements are presented in US dollars, unless otherwise stated.

Certain format changes have been made to prior period amounts to conform to the current period presentation.

### 2. Basis of preparation

This condensed interim financial disclosure statements of the Company for the half-year reporting period ended 30th June 2020 has been prepared in accordance with Hong Kong Accounting Standard ("HKAS") 34 "Interim Financial Reporting".

This condensed interim financial disclosure statements does not include all the notes of the type normally included in an annual financial statements. Accordingly, this report is to be read in conjunction with the annual financial statements for the year ended 31st December 2019.

The accounting policies adopted are consistent with those of the previous financial year and corresponding interim reporting period

### 3. Net interest income

	Jun 30, 2020 US\$'000	Jun 30, 2019 US\$'000
<u>Interest income:</u>		
Placements with banks	590	5,307
<u>Interest expense:</u>		
Deposits and balances from banks	(267)	(1,382)
Net interest income	<u>323</u>	<u>3,925</u>

### 4. Fee and commission expense

	Jun 30, 2020 US\$'000	Jun 30, 2019 US\$'000
Securities custodian fees	30	18
Other fees paid	1	1
Fee and commission expense	<u>31</u>	<u>19</u>

No fee income and fee expenses, other than amounts included in determining the effective interest rate, arising from financial assets or financial liabilities that are not held for trading nor designated at fair value.

# Banc of America Securities Asia Limited

Interim Financial Statements (Unaudited) for the period ended 30 June 2020

## NOTES TO THE INTERIM FINANCIAL STATEMENTS (UNAUDITED)

### 5. Net trading income

	Jun 30, 2020 US\$'000	Jun 30, 2019 US\$'000
Net foreign exchange gain	4,203	1,698
Interest income from financial assets at fair value through profit or loss	156	93
Interest expense from financial liabilities held for trading	—	(35)
Net loss from financial instruments at fair value through profit or loss	—	(50)
	<u>4,359</u>	<u>1,706</u>

### 6. Other operating income

	Jun 30, 2020 US\$'000	Jun 30, 2019 US\$'000
Service fee income (note 16)	1,808	424
	<u>1,808</u>	<u>424</u>

### 7. Operating expenses

	Jun 30, 2020 US\$'000	Jun 30, 2019 US\$'000
Employee benefit expenses	3,440	3,184
Directors' fees	76	62
Legal and professional fees	7	—
Loss on disposal of subsidiary (note 16)	—	2,086
Service fee expenses	447	633
Others	233	98
	<u>4,203</u>	<u>6,063</u>



# Banc of America Securities Asia Limited

Interim Financial Statements (Unaudited) for the period ended 30 June 2020

## NOTES TO THE INTERIM FINANCIAL STATEMENTS (UNAUDITED)

### 8. Taxation

Hong Kong profits tax has been calculated at the rate of 16.5% (Jun 30, 2019: 16.5%) on the estimated assessable profit for the period.

(a) The amount of tax charged to the statement of comprehensive income represents:

	Jun 30, 2020 US\$'000	Jun 30, 2019 US\$'000
Current income tax:		
- Hong Kong profit tax	409	309
- Withholding tax	2	3
Deferred tax		
- Reversal of temporary difference	(33)	(311)
Taxation expense	<u>378</u>	<u>1</u>

(b) The tax on the Company's profit before taxation differs from the theoretical amount that would arise using the taxation rate of the home country of the Company as follows:

	Jun 30, 2020 US\$'000	Jun 30, 2019 US\$'000
Profit / (loss) before taxation	<u>2,256</u>	<u>(27)</u>
Calculated at Hong Kong profits tax rate of 16.5%	372	309
Tax effect:		
Expenses not deductible for tax purposes	41	—
Income not taxable for tax purposes	(4)	—
Temporary differences reversal	(33)	(311)
Withholding tax	2	3
Taxation expense	<u>378</u>	<u>1</u>

# Banc of America Securities Asia Limited

Interim Financial Statements (Unaudited) for the period ended 30 June 2020

## NOTES TO THE INTERIM FINANCIAL STATEMENTS (UNAUDITED)

### 9. Deferred income tax assets

Deferred taxation is calculated in full on temporary differences under the liability method using a principal taxation rate of 16.5% (Dec 31, 2019: 16.5%). The movement in the deferred income tax assets during the period is as follows:

	Depreciation allowances US\$'000	Share-based payment charge and accrual US\$'000	US\$'000
Beginning balance at 1 January 2019	(2)	552	550
Charge to the statement of comprehensive income for the year	—	804	804
Foreign exchange difference	—	6	6
Ending balance at 31 December 2019	(2)	1,362	1,360
Charge to the statement of comprehensive income for the period	—	33	33
Foreign exchange difference	—	7	7
Ending balance at 30 June 2020	(2)	1,402	1,400

### 10. Cash and balances with banks

	Jun 30, 2020 US\$'000	Dec 31, 2019 US\$'000
Demand balances with banks	126,029	126,951
Deposits at call	102,169	159,384
	<u>228,198</u>	<u>286,335</u>

### 11. Financial assets at fair value through profit or loss

	Jun 30, 2020 US\$'000	Dec 31, 2019 US\$'000
Debt securities, at fair value:		
Government bonds	309,776	285,355
	<u>309,776</u>	<u>285,355</u>

# Banc of America Securities Asia Limited

Interim Financial Statements (Unaudited) for the period ended 30 June 2020

## NOTES TO THE INTERIM FINANCIAL STATEMENTS (UNAUDITED)

### 12. Derivative financial instruments

The Company uses the following derivative instruments for trading purpose. None of the derivative financial instruments is subject to bilateral netting arrangement.

The fair values of derivative instruments held are set out below:

	Notional amount US\$'000	Fair Value	
		Assets US\$'000	Liabilities US\$'000
At 30 June 2020			
Derivatives held for trading			
- Exchange rate contracts			
Currency swaps	972,974	8,128	(4,328)
FX forwards	221,852	5,505	(2,146)
At 31 December 2019			
Derivatives held for trading			
- Exchange rate contracts			
Currency swaps	10,855	257	—
FX forwards	555,276	2,805	(3,699)

### 13. Other liabilities

	Jun 30, 2020 US\$'000	Dec 31, 2019 US\$'000
Other payables	838	1,565

### 14. Other reserves

	Share-based payments reserve US\$'000
At 1 January 2019 and 31 December 2019	6,467
Directors' and employees' stocks and stock options granted	—
At 30 June 2020	6,467

Share-based payments reserve is not available for distribution.

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Interim Financial Statements (Unaudited) for the period ended 30 June 2020

## NOTES TO THE INTERIM FINANCIAL STATEMENTS (UNAUDITED)

### 15. Balances with group companies

Included in the following balance sheet captions are balances with subsidiaries of BAC, the ultimate holding company.

	Jun 30, 2020 US\$'000	Dec 31, 2019 US\$'000
<b>Assets</b>		
Cash and balances with banks		
Demand balances with banks	112,291	114,259
Deposits at call	102,169	159,384
	<u>214,460</u>	<u>273,643</u>
Derivative financial instruments	13,633	3,062
Amount due from intermediate holding company	327	353
Amount due from affiliates	31	—
	<u>228,451</u>	<u>277,058</u>
<b>Liabilities</b>		
Deposits and balances from banks	498	30,543
Derivative financial instruments	6,474	3,699
Amount due to intermediate holding company	7,267	2,231
Amount due to affiliates	238	1,546
	<u>14,477</u>	<u>38,019</u>

### 16. Related party transactions

In addition to balances with group companies as set out in note 15, the Company had the following material transactions with related parties during the period:

#### (a) Profit and loss

	Note	Jun 30, 2020 US\$'000	Jun 30, 2019 US\$'000
<b>Revenue</b>			
Interest income on placements	(i)	590	5,306
Service fee income	(ii)	1,808	424
<b>Expenses</b>			
Interest expense on deposits	(iii)	(259)	(1,380)
Impairment loss of subsidiary	(iv)	—	(2,086)
Service fee expenses	(v)	<u>(447)</u>	<u>(633)</u>

Note:

- (i) The interest income was generated from placements with group companies. The interest rates are similar to that which would normally apply to customers of comparable standing.

# Banc of America Securities Asia Limited

Interim Financial Statements (Unaudited) for the period ended 30 June 2020

## NOTES TO THE INTERIM FINANCIAL STATEMENTS (UNAUDITED)

### 16. Related party transactions (continued)

- (ii) Service fee income represents income received and receivable from supporting services provided to group companies and income recognised when certain charges are accrued by the Company. Service fees are calculated in accordance with BAC Global Transfer Pricing Policy and are generally documented in service level agreements entered into between the Company and other group companies.
- (iii) The interest expenses were paid on deposits from group companies. The interest rates are similar to that which would normally apply to customers of comparable standing.
- (iv) The amount represents impairment loss of subsidiary.
- (v) Service fee expenses represent expenses paid and payable for supporting services provided by group companies and expenses recognised when certain charges are accrued by the service provider. Service fees are calculated in accordance with BAC Global Transfer Pricing Policy and are generally documented in service level agreements entered into between the Company and other group companies.

The amounts paid to holding companies include amount charged under the Recharge Agreement for the Company's participation in the employee compensation plans. The fee is determined based on the change of the fair value between the grant dates and the vesting dates for shares; and between the grant dates and the exercise dates for options and the allocation of fair value for employees who rendered services to the Company and other group companies during the life of the awards. The amount included in service fee income is a net service fee of US\$ 2,089,000 (Jun 30, 2019: the amount included in service fee expense is net service fee of US\$ 236,000).

### (b) Derivatives transactions

	Note	Jun 30, 2020 US\$'000	Dec 31, 2019 US\$'000
Exchange rate contracts with group companies for trading purpose	(i)	<u>1,194,826</u>	<u>566,131</u>

Note:

- (i) Balances represent the contractual notional amount of the outstanding currency swap and forward contracts entered into with group companies. The terms of these contracts were entered in accordance with terms and conditions which would apply to customers of comparable standing.

### 17. Contingent liabilities and commitments

At 30 June 2020 and 31 December 2019, the Company did not have any contingent liabilities and commitments.

The following supplementary financial information is disclosed  
as part of the accompanying information to the accounts and  
does not form part of the audited accounts

# Banc of America Securities Asia Limited

## Supplementary Financial Information (Unaudited)

### 1. Key Prudential Ratios:

The following table provides an overview of the Bank's key prudential ratios.

		as at 30 Jun 2020	as at 31 Mar 2020	as at 31 Dec 2019	as at 30 Sep 2019	as at 30 Jun 2019
<b>Regulatory capital (amount US\$'000)</b>						
1	Common Equity Tier 1 (CET1)	536,056	535,154	534,222	534,872	533,424
2	Tier 1	536,056	535,154	534,222	534,872	533,424
3	Total capital	536,056	535,154	534,222	534,872	533,424
<b>RWA (amount US\$'000)</b>						
4	Total RWA	144,349	137,218	116,731	162,655	175,624
<b>Risk-based regulatory capital ratios (as a percentage of RWA)</b>						
5	CET1 ratio (%)	371.36	390.00	457.65	328.84	303.73
6	Tier 1 ratio (%)	371.36	390.00	457.65	328.84	303.73
7	Total capital ratio (%)	371.36	390.00	457.65	328.84	303.73
<b>Additional CET1 buffer requirements (as a percentage of RWA)</b>						
8	Capital conservation buffer requirement (%)	2.50	2.50	2.50	2.50	2.50
9	Countercyclical capital buffer requirement (%)	0.83	-	-	-	0.79
10	Higher loss absorbency requirements (%) (applicable only to G-SIBs or D-SIBs)	NA	NA	NA	NA	NA
11	Total AI-specific CET1 buffer requirements (%)	3.33	2.50	2.50	2.50	3.29
12	CET1 available after meeting the AI's minimum capital requirements (%)	360.03	379.50	447.15	318.34	292.44
<b>Basel III leverage ratio</b>						
13	Total leverage ratio (LR) exposure measure (amount US\$'000)	649,908	673,993	580,765	693,091	747,036
14	LR (%)	82.48	79.40	91.99	77.17	71.41
<b>Liquidity Coverage Ratio (LCR) / Liquidity Maintenance Ratio (LMR)</b>						
Applicable to category 1 institution only:						
15	Total high quality liquid assets (HQLA)	NA	NA	NA	NA	NA
16	Total net cash outflows	NA	NA	NA	NA	NA
17	LCR (%)	NA	NA	NA	NA	NA
Applicable to category 2 institution only:						
17a	LMR (%)	252,336.43	577,337.34	4,278,110.69	333,333,333,336,243.00	32,858.19
<b>Net Stable Funding Ratio (NSFR) / Core Funding Ratio (CFR)</b>						
Applicable to category 1 institution only:						
18	Total available stable funding	NA	NA	NA	NA	NA
19	Total required stable funding	NA	NA	NA	NA	NA
20	NSFR (%)	NA	NA	NA	NA	NA
Applicable to category 2A institution only:						
20a	CFR (%)	NA	NA	NA	NA	NA

As of 30th June 2020, the LMR was 252,336.43%, decreased by 325,000.91% when compared to 31st Mar 2020. This is mainly driven by slight decrease in average liquefiable assets and comparative average qualifying liabilities increased during the quarter.

# Banc of America Securities Asia Limited

## Supplementary Financial Information (Unaudited)

The above key regulatory ratios were calculated in accordance with the following Rules, where relevant, issued by the HKMA.

- Banking (Capital) Rules (“BCR”)
- Leverage Ratio Framework
- Banking (Liquidity) Rules (“BLR”)

### 2. Overview of Risk Weighted Assets

The following table sets out the Bank’s risk-weighted assets (“RWA”) and the corresponding minimum capital requirements by risk types.

		RWA US\$'000		Minimum capital requirements US\$'000
		As at 30 Jun 2020	As at 31 Mar 2020	As at 30 Jun 2020
1	Credit risk for non-securitization exposures	50,571	57,176	4,046
2	Of which STC approach	50,571	57,176	4,046
2a	Of which BSC approach	-	-	-
3	Of which foundation IRB approach	-	-	-
4	Of which supervisory slotting criteria approach	-	-	-
5	Of which advanced IRB approach	-	-	-
6	Counterparty default risk and default fund contributions	35,308	25,030	2,825
7	Of which SA-CCR	-	-	-
7a	Of which CEM	29,494	16,970	2,360
8	Of which IMM(CCR) approach	-	-	-
9	Of which other	-	-	-
10	CVA Risk	5,814	8,060	465
11	Equity positions in banking book under the simple risk-weight method and internal models method	-	-	-
12	Collective investment scheme (“CIS”) exposures – LTA	-	-	-
13	CIS exposures – MBA	-	-	-
14	CIS exposures – FBA	-	-	-
14a	CIS exposures – combination of approaches	-	-	-
15	Settlement risk	-	-	-
16	Securitization exposures in banking book	-	-	-
17	Of which SEC-IRBA	-	-	-
18	Of which SEC-ERBA (including IAA)	-	-	-
19	Of which SEC-SA	-	-	-
19a	Of which SEC-FBA	-	-	-
20	Market risk	38,968	36,992	3,117
21	Of which STM approach	38,968	36,992	3,117
22	Of which IMM approach	-	-	-
23	Capital charge for switch between exposures in trading book and banking book (not applicable before the revised market risk framework takes effect)*	-	-	-
24	Operational risk	19,502	18,020	1,560
24a	Sovereign concentration risk	-	-	-
25	Amounts below the thresholds for deduction (subject to 250% RW)	-	-	-
26	Capital floor adjustment	-	-	-
26a	Deduction to RWA	-	-	-



## Banc of America Securities Asia Limited

### Supplementary Financial Information (Unaudited)

		RWA US\$'000		Minimum capital requirements US\$'000
		As at 30 Jun 2020	As at 31 Mar 2020	As at 30 Jun 2020
26b	Of which portion of regulatory reserve for general banking risks and collective provisions which is not included in Tier 2 Capital	-	-	-
26c	Of which portion of cumulative fair value gains arising from the revaluation of land and buildings which is not included in Tier 2 Capital	-	-	-
27	Total	144,349	137,218	11,548

### 3. Composition of Regulatory Capital

#### 3.1 Financial Statements and Regulatory Scope of Consolidation

For regulatory reporting purposes, the bank is required to compute its capital adequacy ratio and leverage ratio on a solo basis.

#### 3.2 Capital Adequacy and Reconciliation of Regulatory Capital to the Financial Statement

The following table sets out the detailed composition of the Company's regulatory capital as at 30 Jun 2020.

		US\$'000	Source based on reference numbers/letters of the balance sheet under the regulatory scope of consolidation
<b>CET1 capital: instruments and reserves</b>			
1	Directly issued qualifying CET1 capital instruments plus any related share premium	491,442	(1)
2	Retained earnings	39,552	(2)
3	Disclosed reserves	6,467	(3)
4	<i>Directly issued capital subject to phase out from CET1 capital (only applicable to non-joint stock companies)</i>	Not applicable	Not applicable
5	Minority interests arising from CET1 capital instruments issued by consolidated bank subsidiaries and held by third parties (amount allowed in CET1 capital of the consolidation group)	-	
6	<b>CET1 capital before regulatory deductions</b>	537,461	
<b>CET1 capital: regulatory deductions</b>			
7	Valuation adjustments	5	
8	Goodwill (net of associated deferred tax liability)	-	
9	Other intangible assets (net of associated deferred tax liability)	-	
10	Deferred tax assets net of deferred tax liabilities	1,400	(4)
11	Cash flow hedge reserve	-	

## Banc of America Securities Asia Limited

### Supplementary Financial Information (Unaudited)

		US\$'000	Source based on reference numbers/letters of the balance sheet under the regulatory scope of consolidation
12	Excess of total EL amount over total eligible provisions under the IRB approach	-	
13	Credit-enhancing interest-only strip, and any gain-on-sale and other increase in the CET1 capital arising from securitization transactions	-	
14	Gains and losses due to changes in own credit risk on fair valued liabilities	-	
15	Defined benefit pension fund net assets (net of associated deferred tax liabilities)	-	
16	Investments in own CET1 capital instruments (if not already netted off paid-in capital on reported balance sheet)	-	
17	Reciprocal cross-holdings in CET1 capital instruments	-	
18	Insignificant LAC investments in CET1 capital instruments issued by financial sector entities that are outside the scope of regulatory consolidation (amount above 10% threshold)	-	
19	Significant LAC investments in CET1 capital instruments issued by financial sector entities that are outside the scope of regulatory consolidation (amount above 10% threshold)	-	
20	Mortgage servicing rights (net of associated deferred tax liabilities)	Not applicable	Not applicable
21	Deferred tax assets arising from temporary differences (net of associated deferred tax liabilities)	Not applicable	Not applicable
22	Amount exceeding the 15% threshold	Not applicable	Not applicable
23	of which: significant investments in the ordinary share of financial sector entities	Not applicable	Not applicable
24	of which: mortgage servicing rights	Not applicable	Not applicable
25	of which: deferred tax assets arising from temporary differences	Not applicable	Not applicable
26	National specific regulatory adjustments applied to CET1 capital	-	
26a	Cumulative fair value gains arising from the revaluation of land and buildings (own-use and investment properties)	-	
26b	Regulatory reserve for general banking risks	-	
26c	Securitization exposures specified in a notice given by the MA	-	
26d	Cumulative losses below depreciated cost arising from the institution's holdings of land and buildings	-	
26e	Capital shortfall of regulated non-bank subsidiaries	-	
26f	Capital investment in a connected company which is a commercial entity (amount above 15% of the reporting institution's capital base)	-	
27	Regulatory deductions applied to CET1 capital due to insufficient AT1 capital and Tier 2 capital to cover deductions	-	
28	<b>Total regulatory deductions to CET1 capital</b>	-	
29	<b>CET1 capital</b>	536,056	

# Banc of America Securities Asia Limited

## Supplementary Financial Information (Unaudited)

		US\$'000	Source based on reference numbers/letters of the balance sheet under the regulatory scope of consolidation
<b>AT1 capital: instruments</b>			
30	Qualifying AT1 capital instruments plus any related share premium	-	
31	of which: classified as equity under applicable accounting standards	-	
32	of which: classified as liabilities under applicable accounting standards	-	
33	<i>Capital instruments subject to phase out arrangements from AT1 capital</i>	-	
34	AT1 capital instruments issued by consolidated bank subsidiaries and held by third parties (amount allowed in AT1 capital of the consolidation group)	-	
35	<i>of which: AT1 capital instruments issued by subsidiaries subject to phase out arrangements</i>	-	
36	<b>AT1 capital before regulatory deductions</b>	-	
<b>AT1 capital: regulatory deductions</b>			
37	Investments in own AT1 capital instruments	-	
38	Reciprocal cross-holdings in AT1 capital instruments	-	
39	Insignificant LAC investments in AT1 capital instruments issued by financial sector entities that are outside the scope of regulatory consolidation (amount above 10% threshold)	-	
40	Significant LAC investments in AT1 capital instruments issued by financial sector entities that are outside the scope of regulatory consolidation	-	
41	National specific regulatory adjustments applied to AT1 capital	-	
42	Regulatory deductions applied to AT1 capital due to insufficient Tier 2 capital to cover deductions	-	
43	<b>Total regulatory deductions to AT1 capital</b>	-	
44	<b>AT1 capital</b>	-	
45	<b>Tier 1 capital (Tier 1 = CET1 + AT1)</b>	536,056	
<b>Tier 2 capital: instruments and provisions</b>			
46	Qualifying Tier 2 capital instruments plus any related share premium	-	
47	<i>Capital instruments subject to phase out arrangements from Tier 2 capital</i>	-	
48	Tier 2 capital instruments issued by consolidated bank subsidiaries and held by third parties (amount allowed in Tier 2 capital of the consolidation group)	-	
49	<i>of which: capital instruments issued by subsidiaries subject to phase out arrangements</i>	-	
50	Collective impairment allowances and regulatory reserve for general banking risks eligible for inclusion in Tier 2 capital	-	
51	<b>Tier 2 capital before regulatory deductions</b>	-	

# Banc of America Securities Asia Limited

## Supplementary Financial Information (Unaudited)

		US\$'000	Source based on reference numbers/letters of the balance sheet under the regulatory scope of consolidation
	<b>Tier 2 capital: regulatory deductions</b>		
52	Investments in own Tier 2 capital instruments	-	
53	Reciprocal cross-holdings in Tier 2 capital instruments and non-capital LAC liabilities	-	
54	Insignificant LAC investments in Tier 2 capital instruments issued by, and non-capital LAC liabilities of, financial sector entities that are outside the scope of regulatory consolidation (amount above 10% threshold and, where applicable, 5% threshold)	-	
54a	Insignificant LAC investments in non-capital LAC liabilities of financial sector entities that are outside the scope of regulatory consolidation (amount formerly designated for the 5% threshold but no longer meets the conditions) (for institutions defined as "section 2 institution" under §2(1) of Schedule 4F to BCR only)		
55	Significant LAC investments in Tier 2 capital instruments issued by financial sector entities that are outside the scope of regulatory consolidation (net of eligible short positions)	-	
56	National specific regulatory adjustments applied to Tier 2 capital	-	
56a	Add back of cumulative fair value gains arising from the revaluation of land and buildings (own-use and investment properties) eligible for inclusion in Tier 2 capital	-	
56b	Regulatory deductions applied to Tier 2 Capital to cover the required deductions falling within S.48(1)(g) of BCR	-	
57	<b>Total regulatory deductions to Tier 2 capital</b>	-	
58	<b>Tier 2 capital</b>	-	
59	<b>Total regulatory capital (TC = T1 + T2)</b>	536,056	
60	<b>Total RWA</b>	144,349	
	<b>Capital ratios (as a percentage of RWA)</b>		
61	CET1 capital ratio	371.36%	
62	Tier 1 capital ratio	371.36%	
63	Total capital ratio	371.36%	
64	Institution-specific buffer requirement (capital conservation buffer plus countercyclical capital buffer plus higher loss absorbency requirements)	3.33%	
65	<i>of which: capital conservation buffer requirement</i>	2.50%	
66	<i>of which: bank specific countercyclical buffer requirement</i>	0.83%	
67	<i>of which: higher loss absorbency requirement</i>	0.00%	
68	CET1 (as a percentage of RWA) available after meeting minimum capital requirements	360.03%	
	<b>National minima (if different from Basel 3 minimum)</b>		
69	National CET1 minimum ratio	Not applicable	Not applicable
70	National Tier 1 minimum ratio	Not applicable	Not applicable
71	National Total capital minimum ratio	Not applicable	Not applicable

## Banc of America Securities Asia Limited

### Supplementary Financial Information (Unaudited)

		US\$'000	Source based on reference numbers/letters of the balance sheet under the regulatory scope of consolidation
<b>Amounts below the thresholds for deduction (before risk weighting)</b>			
72	Insignificant LAC investments in CET1, AT1 and Tier 2 capital instruments issued by, and non-capital LAC liabilities of, financial sector entities that are outside the scope of regulatory consolidation	-	
73	Significant LAC investments in CET1 capital instruments issued by financial sector entities that are outside the scope of regulatory consolidation	-	
74	Mortgage servicing rights (net of associated deferred tax liability)	Not applicable	Not applicable
75	Deferred tax assets arising from temporary differences (net of associated deferred tax liability)	Not applicable	Not applicable
<b>Applicable caps on the inclusion of provisions in Tier 2 capital</b>			
76	Provisions eligible for inclusion in Tier 2 in respect of exposures subject to the BSC approach, or the STC approach and SEC-ERBA, SEC-SA and SEC-FBA (prior to application of cap)	-	
77	Cap on inclusion of provisions in Tier 2 under the BSC approach, or the STC approach, and SEC-ERBA, SEC-SA and SEC-FBA	-	
78	Provisions eligible for inclusion in Tier 2 in respect of exposures subject to the IRB approach and SEC-IRBA (prior to application of cap)	-	
79	Cap for inclusion of provisions in Tier 2 under the IRB approach and SEC-IRBA	-	
<b>Capital instruments subject to phase-out arrangements</b>			
80	<i>Current cap on CET1 capital instruments subject to phase out arrangements</i>	Not applicable	Not applicable
81	<i>Amount excluded from CET1 due to cap (excess over cap after redemptions and maturities)</i>	Not applicable	Not applicable
82	<i>Current cap on AT1 capital instruments subject to phase out arrangements</i>	-	
83	<i>Amount excluded from AT1 capital due to cap (excess over cap after redemptions and maturities)</i>	-	
84	<i>Current cap on Tier 2 capital instruments subject to phase out arrangements</i>	-	
85	<i>Amount excluded from Tier 2 capital due to cap (excess over cap after redemptions and maturities)</i>	-	

# Banc of America Securities Asia Limited

## Supplementary Financial Information (Unaudited)

### 3.3 Main Features of Capital instruments

The following is a summary of main features of the Company's issued Common Equity Tier 1 ("CET1") capital instrument outstanding as at 30 Jun 2020.

The Company did not have Additional Tier 1 or Tier 2 capital instruments as of 30 Jun 2020.

1	Issuer	Banc of America Securities Asia Limited
2	Unique identifier (eg CUSIP, ISIN or Bloomberg identifier for private placement)	BBG002Y21XT8
3	Governing law(s) of the instrument	Hong Kong Law
	<i>Regulatory treatment</i>	
4	Transitional Basel III rules	Common Equity Tier 1
5	Post-transitional Basel III rules	Common Equity Tier 1
6	Eligible at solo / group / solo & group	Solo
7	Instrument type (types to be specified by each jurisdiction)	Ordinary shares
8	Amount recognized in regulatory capital (Currency in million, as of most recent reporting date)	USD 491mil
9	Par value of instrument	NA
10	Accounting classification	Shareholders' equity
11	Original date of issuance	May 22, 1973
12	Perpetual or dated	Perpetual
13	Original maturity date	No Maturity
14	Issuer call subject to prior supervisory approval	No
15	Optional call date, contingent call dates and redemption amount	NA
16	Subsequent call dates, if applicable	NA
	<i>Coupons / dividends</i>	
17	Fixed or floating dividend/coupon	Discretionary dividend amount
18	Coupon rate and any related index	NA
19	Existence of a dividend stopper	No
20	Fully discretionary, partially discretionary or mandatory	Fully discretionary
21	Existence of step up or other incentive to redeem	No
22	Noncumulative or cumulative	Noncumulative
23	Convertible or non-convertible	Nonconvertible
24	If convertible, conversion trigger (s)	NA
25	If convertible, fully or partially	NA
26	If convertible, conversion rate	NA
27	If convertible, mandatory or optional conversion	NA
28	If convertible, specify instrument type convertible into	NA
29	If convertible, specify issuer of instrument it converts into	NA
30	Write-down feature	No
31	If write-down, write-down trigger(s)	NA
32	If write-down, full or partial	NA
33	If write-down, permanent or temporary	NA
34	If temporary write-down, description of write-up mechanism	NA
35	Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument in the insolvency creditor hierarchy of the legal entity concerned)	No
36	Non-compliant transitioned features	No
37	If yes, specify non-compliant features	NA

# Banc of America Securities Asia Limited

## Supplementary Financial Information (Unaudited)

### 4. Countercyclical Capital Buffer

#### 4.1 Geographical breakdown of RWA related to Credit Exposures used in the Countercyclical Capital Buffer Ratio

As at 30 Jun 2020					
	Geographical breakdown by Jurisdiction (J)	Applicable JCCyB ratio in effect %	RWA used in computation of CCyB ratio US\$'000	AI Specific CCyB ratio %	CCyB amount US\$'000
1	Hong Kong SAR	1.00%	6		
2	United Kingdom (excludes Guernsey, Isle of Man and Jersey)	0.00%	9		
	Sum		15		
	Total		15	0.833%	-

### 5. Leverage Ratio

#### 5.1 Summary Comparison of Accounting Assets against Leverage Ratio ("LR") Exposure Measure

	Item	Leverage ratio framework US\$'000 30 Jun 2020
1	Total consolidated assets as per published financial statements	553,365
2	Adjustment for investments in banking, financial, insurance or commercial entities that are consolidated for accounting purposes but outside the scope of regulatory consolidation	-
3	Adjustment for fiduciary assets recognized on the balance sheet pursuant to the applicable accounting framework but excluded from the leverage ratio exposure measure	-
4	Adjustments for derivative contracts	11,948
5	Adjustment for SFTs (i.e. repos and similar secured lending)	-
6	Adjustment for off-balance sheet ("OBS") items (i.e. conversion to credit equivalent amounts of OBS exposures)	86,000
6a	Adjustment for specific and collective provisions that are allowed to be excluded from exposure measure	-
7	Other adjustments	(1,405)
8	<b>Leverage ratio exposure measure</b>	<b>649,908</b>

# Banc of America Securities Asia Limited

## Supplementary Financial Information (Unaudited)

### 5.2 Leverage Ratio ("LR")

	Item	Leverage ratio framework US\$'000 30 Jun 2020	Leverage ratio framework US\$'000 31 Mar 2020
<b>On-balance sheet exposures</b>			
1	On-balance sheet exposures (excluding those arising from derivative contracts and SFTs, but including collateral)	539,732	640,284
2	Less: Asset amounts deducted in determining Tier 1 capital	(1,405)	(1,751)
3	<b>Total on-balance sheet exposures (excluding derivative contracts and SFTs)</b>	538,327	638,533
<b>Exposures arising from derivative contracts</b>			
4	Replacement cost associated with all derivative contracts (where applicable net of eligible cash variation margin and/or with bilateral netting)	13,633	22,500
5	Add-on amounts for PFE associated with all derivative contracts	11,948	12,960
6	Gross-up for derivatives collateral provided where deducted from the balance sheet assets pursuant to the applicable accounting framework	-	-
7	Less: Deductions of receivables assets for cash variation margin provided under derivative contracts	-	-
8	Less: Exempted CCP leg of client-cleared trade exposures	-	-
9	Adjusted effective notional amount of written credit derivative contracts	-	-
10	Less: Adjusted effective notional offsets and add-on deductions for written credit derivative contracts	-	-
11	<b>Total exposures arising from derivative contracts</b>	25,581	35,460
<b>Securities financing transaction exposures</b>			
12	Gross SFT assets (with no recognition of netting), after adjusting for sales accounting transactions	-	-
13	Less: Netted amounts of cash payables and cash receivables of gross SFT assets	-	-
14	CCR exposure for SFT assets	-	-
15	Agent transaction exposures	-	-
16	<b>Total exposures arising from SFTs</b>	-	-
<b>Other off-balance sheet exposures</b>			
17	Off-balance sheet exposure at gross notional amount	86,000	-
18	Less: Adjustments for conversion to credit equivalent amounts	-	-
19	<b>Off-balance sheet items</b>	86,000	-
<b>Capital and total exposures</b>			
20	<b>Tier 1 capital</b>	536,056	535,154
20a	<b>Total exposures before adjustments for specific and collective provisions</b>	649,908	673,993
20b	<b>Adjustments for specific and collective provisions</b>	-	-
21	<b>Total exposures after adjustments for specific and collective provisions</b>	649,908	673,993
<b>Leverage ratio</b>			
22	<b>Leverage ratio</b>	<b>82.48%</b>	<b>79.40%</b>



# Banc of America Securities Asia Limited

## Supplementary Financial Information (Unaudited)

### 6. Credit Risk

#### 6.1 Quantitative Disclosures

The Company uses the standardized approach for calculation of credit risk.

At 30 Jun 2020, the Company did not have any loans and debt securities exposures subjected to credit risk capital.

#### 6.2 Credit risk exposures and effects of recognized credit risk mitigation –STC approach

US\$'000

		As at 30 Jun 2020					
		Exposures pre-CCF and pre-CRM		Exposures post-CCF and post-CRM		RWA and RWA density	
Exposure classes		On-balance sheet amount	Off-balance sheet amount	On-balance sheet amount	Off-balance sheet amount	RWA	RWA density (%)
1	Sovereign exposures	-	-	-	-	-	-
2	PSE exposures	-	-	-	-	-	-
2a	Of which: domestic PSEs	-	-	-	-	-	-
2b	Of which: foreign PSEs	-	-	-	-	-	-
3	Multilateral development bank exposures	-	-	-	-	-	-
4	Bank exposures	228,525	111,581	228,525	111,581	80,049	24
5	Securities firm exposures	31	-	31	-	16	50
6	Corporate exposures	-	-	-	-	-	-
7	CIS exposures	-	-	-	-	-	-
8	Cash items	-	-	-	-	-	-
9	Exposures in respect of failed delivery on transactions entered into on a basis other than a delivery-versus-payment basis	-	-	-	-	-	-
10	Regulatory retail exposures	-	-	-	-	-	-
11	Residential mortgage loans	-	-	-	-	-	-
12	Other exposures which are not past due exposures	-	-	-	-	-	-
13	Past due exposures	-	-	-	-	-	-
14	Significant exposures to commercial entities	-	-	-	-	-	-
15	<b>Total</b>	228,556	111,581	228,556	111,581	80,065	24

# Banc of America Securities Asia Limited

## Supplementary Financial Information (Unaudited)

### 6.3 Credit risk exposures by asset classes and by risk weights – for STC approach

US\$'000

	Risk Weight Exposure Class	As at 30 Jun 2020										Total credit risk exposures amount (post CCF and post CRM)	
		0%	10%	20%	35%	50%	75%	100%	150%	250%	Others		
1	Sovereign exposures	-	-	-	-	-	-	-	-	-	-	-	-
2	PSE exposures	-	-	-	-	-	-	-	-	-	-	-	-
2a	Of which: domestic PSEs	-	-	-	-	-	-	-	-	-	-	-	-
2b	Of which: foreign PSEs	-	-	-	-	-	-	-	-	-	-	-	-
3	Multilateral development bank exposures	-	-	-	-	-	-	-	-	-	-	-	-
4	Bank exposures	-	-	300,013	-	40,093	-	-	-	-	-	-	340,106
5	Securities firm exposures	-	-	-	-	31	-	-	-	-	-	-	31
6	Corporate exposures	-	-	-	-	-	-	-	-	-	-	-	-
7	CIS exposures	-	-	-	-	-	-	-	-	-	-	-	-
8	Cash items	-	-	-	-	-	-	-	-	-	-	-	-
9	Exposures in respect of failed delivery on transactions entered into on a basis other than a delivery-versus-payment basis	-	-	-	-	-	-	-	-	-	-	-	-
10	Regulatory retail exposures	-	-	-	-	-	-	-	-	-	-	-	-
11	Residential mortgage loans	-	-	-	-	-	-	-	-	-	-	-	-
12	Other exposures which are not past due exposures	-	-	-	-	-	-	-	-	-	-	-	-
13	Past due exposures	-	-	-	-	-	-	-	-	-	-	-	-
14	Significant exposures to commercial entities	-	-	-	-	-	-	-	-	-	-	-	-
15	<b>Total</b>	-	-	300,013	-	40,124	-	-	-	-	-	-	340,137

# Banc of America Securities Asia Limited

## Supplementary Financial Information (Unaudited)

### 7. Counterparty Credit Risk

#### 7.1 Quantitative Disclosures

(a) Analysis of counterparty default risk exposures (other than those to CCPs) by approaches

		(a)	(b)	(c)	(d)	(e)	(f)
		Replacement cost (RC)	PFE	Effective EPE	Alpha ( $\alpha$ ) used for computing default risk exposure	Default risk exposure after CRM	RWA
	As at 30 June 2020	US\$'000					
1	SA-CCR (for derivative contracts)	-	-		1.4	-	-
1a	CEM	13,633	97,948		-	111,581	29,494
2	IMM (CCR) approach			-	-	-	-
3	Simple Approach (for SFTs)					-	-
4	Comprehensive Approach (for SFTs)					-	-
5	VaR (for SFTs)					-	-
6	<b>Total</b>						29,494

(b) CVA capital charge

		(a)	(b)
		EAD post CRM	RWA
	As at 30 June 2020	US\$'000	
	Netting sets for which CVA capital charge is calculated by the advanced CVA method	-	-
1	(i) VaR (after application of multiplication factor if applicable)		-
2	(ii) Stressed VaR (after application of multiplication factor if applicable)		-
3	Netting sets for which CVA capital charge is calculated by the standardized CVA method	25,581	5,814
4	<b>Total</b>	25,581	5,814

# Banc of America Securities Asia Limited

## Supplementary Financial Information (Unaudited)

(c) Counterparty default risk exposures (other than those to CCPs) by asset classes and by risk weights – STC approach

As at 30 June 2020												
Exposure class	Risk Weight	(a)	(b)	(c)	(ca)	(d)	(e)	(f)	(g)	(ga)	(h)	(i)
		0%	10%	20%	35%	50%	75%	100%	150%	250%	Oth ers	Total default risk exposure after CRM
1	Sovereign exposures	-	-	-	-	-	-	-	-	-	-	-
2	PSE exposures	-	-	-	-	-	-	-	-	-	-	-
2a	Of which: domestic PSEs	-	-	-	-	-	-	-	-	-	-	-
2b	Of which: foreign PSEs	-	-	-	-	-	-	-	-	-	-	-
3	Multilateral development bank exposures	-	-	-	-	-	-	-	-	-	-	-
4	Bank exposures	-	-	87,657	-	23,924	-	-	-	-	-	111,581
5	Securities firm exposures	-	-	-	-	-	-	-	-	-	-	-
6	Corporate exposures	-	-	-	-	-	-	-	-	-	-	-
7	CIS exposures	-	-	-	-	-	-	-	-	-	-	-
8	Regulatory retail exposures	-	-	-	-	-	-	-	-	-	-	-
9	Residential mortgage loans	-	-	-	-	-	-	-	-	-	-	-
10	Other exposures which are not past due exposures	-	-	-	-	-	-	-	-	-	-	-
11	Significant exposures to commercial entities	-	-	-	-	-	-	-	-	-	-	-
12	<b>Total</b>	-	-	87,657	-	23,924	-	-	-	-	-	111,581

(d) Composition of collateral for counterparty default risk exposures (including those or contracts or transactions cleared through CCPs)

At 30 June 2020, the Company did not have any composition of collateral for counterparty default risk exposures.

(e) Credit-related derivatives contracts

At 30 June 2020, the Company did not have any credit-related derivatives contracts.

(f) Exposures to CCPs

At 30 June 2020, the Company did not have any exposures as clearing member or client to qualifying and non-qualifying CCPs.

### 8. Securitization Exposures

At 30 June 2020, the Company did not have any Securitization Exposures.

# Banc of America Securities Asia Limited

## Supplementary Financial Information (Unaudited)

### 9. Market Risk

#### 9.1 Quantitative Disclosure

##### Market Risk under Standardized Approach

(In US\$'000)		As at 30 Jun 2020
		RWA
	<b>Outright product exposures</b>	
1	Interest rate exposures (general and specific risk)	33,291
2	Equity exposures (general and specific risk)	-
3	Foreign exchange (including gold) exposures	5,677
4	Commodity exposures	-
	<b>Option exposures</b>	
5	Simplified approach	-
6	Delta-plus approach	-
7	Other approach	-
8	Securitization exposures	-
9	<b>Total</b>	<b>38,968</b>

### 10. International claims

#### US\$' 000

As at 30 June 2020	Banks	Official Sector	Non Bank Private Sector		Total
			Non-bank Financial institutions	Non-financial private sector	
Developed Countries	240,971	-	-	-	240,971
- United States (42%)	230,966	-	-	-	230,966
Developing Asia and Pacific	-	309,776	-	-	309,776
- South Korea (56%)	-	309,776	-	-	309,776
<u>Total</u>	<u>240,971</u>	<u>309,776</u>	-	-	<u>550,747</u>

#### US\$' 000

As at 31 December 2019	Banks	Official Sector	Non Bank Private Sector		Total
			Non-bank Financial institutions	Non-financial private sector	
Developed Countries	289,178	-	-	-	289,178
- United States (49%)	279,082	-	-	-	279,082
Developing Asia and Pacific	-	285,345	-	10	285,355
- South Korea (50%)	-	285,345	-	-	285,345
<u>Total</u>	<u>289,178</u>	<u>285,345</u>	-	<u>10</u>	<u>574,533</u>

# Banc of America Securities Asia Limited

## Supplementary Financial Information (Unaudited)

The information of international claims discloses exposures to foreign counterparties on which the ultimate risk lies, and is derived according to the location of the counterparties after taking into account any transfer of risk. In general, transfer of risk from one country to another is recognized, if the claims against counterparties are guaranteed by another party in a different country or if the claims are on an overseas branch of a bank whose head office is located in a different country.

A country or geographical segment (including Hong Kong) should generally be reported individually if it constitutes 10% or more of the aggregated international claims.

### 11. Loans and advance to customers and overdue and rescheduled assets

At 30 June 2020, the Company did not have any loans and advance to customers and overdue and rescheduled assets.

### 12. Repossessed assets

At 30 June 2020, the Company did not have any repossessed assets.

### 13. Mainland activities

At 30 June 2020, company did not have any exposures on Mainland activities.

### 14. Currency risk

The net positions in foreign currencies in US dollars equivalent are disclosed below where each currency constitutes 10% or more of the respective total net position in all foreign currencies.

US\$ '000	USD	CNY	EUR	PHP	KRW	OTH	Total
As at 30 Jun 2020							
Spot assets	236,851	232	366	1,606	311,682	10	550,747
Spot liabilities	(552,203)	-	(502)	-	-	(1)	(552,706)
Forward purchases	753,817	-	-	-	441,010	-	1,194,827
Forward sales	(438,162)	-	-	-	(748,890)	-	(1,187,052)
Net long/(short) position	303	232	(136)	1,606	3,802	9	5,816

US\$ '000	USD	CNY	EUR	PHP	KRW	OTH	Total
As at 31 Dec 2019							
Spot assets	286,174	244	385	1,581	286,128	21	574,533
Spot liabilities	(574,478)	-	(502)	-	-	(1)	(574,981)
Forward purchases	425,391	-	-	-	140,740	-	566,131
Forward sales	(138,259)	-	-	-	(427,516)	-	(565,775)
Net long/(short) position	(1,172)	244	(117)	1,581	(648)	20	(92)

As at 30 Jun 2020, the Company did not have any net structural position.

# Banc of America Securities Asia Limited

## Supplementary Financial Information (Unaudited)

### 15. Authorized institution under requirements of G-SIBs

BASAL is not an authorized institution under requirements of G-SIB.

### 16. Statement of Compliance

Upon consultation with the HKMA under section 16(2)(a) of the Banking (Disclosure) Rules (“BDR”), BASAL had sought consent from the HKMA to continue uploading the required financial disclosure information to the website of its ultimate parent entity, Bank of America Corporation.

It is not practicable for BASAL to disclose under section 16(FE)(1)(b) of the BDR the full terms and conditions of all of its relevant regulatory capital instruments on its internet website, since BASAL does not currently maintain its own internet website. This is the reason that led BASAL to seek the aforementioned consent from HKMA.

Herein included below is the direct link to Bank of America Corporation’s internet website, whereby the full terms and conditions of all of BASAL’s relevant regulatory capital instruments and financial disclosure information can be accessed:

<http://investor.bankofamerica.com/phoenix.zhtml?c=71595&p=subsidiaries#fbid=eDBVweHpCCU>

This information is also the closest available alternative to the information which have been the subject of the required disclosures.