



Banc of America Securities Asia Limited

Regulatory Disclosure Statement

For the quarter ended Sep 30, 2019

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BANC OF AMERICA SECURITIES ASIA LIMITED
(Unaudited information)

1. Key Prudential Ratios:

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

		as at 30 Sep 2019	as at 30 Jun 2019	as at 31 Mar 2019	as at 31 Dec 2018	as at 30 Sep 2018
	Regulatory capital (amount USD'000)					
1	Common Equity Tier 1 (CET1)	534,872	533,424	531,174	533,725	531,002
2	Tier 1	534,872	533,424	531,174	533,725	531,002
3	Total capital	534,872	533,424	531,174	533,725	531,002
	RWA (amount USD'000)					
4	Total RWA	162,655	175,624	156,312	185,983	199,022
	Risk-based regulatory capital ratios (as a percentage of RWA)					
5	CET1 ratio (%)	328.84	303.73	339.82	286.98	266.81
6	Tier 1 ratio (%)	328.84	303.73	339.82	286.98	266.81
7	Total capital ratio (%)	328.84	303.73	339.82	286.98	266.81
	Additional CET1 buffer requirements (as a percentage of RWA)					
8	Capital conservation buffer requirement (%)	2.50	2.50	2.50	1.88	1.88
9	Countercyclical capital buffer requirement (%)	-	0.79	0.86	0.11	0.17
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 (%)	2.50	3.29	3.36	1.99	2.05
12	CET1 available after meeting the AI's minimum capital requirements (%)	318.34	292.44	328.46	276.99	256.73
	Basel III leverage ratio					
13	Total leverage ratio (LR) exposure measure (amount USD'000)	693,091	747,036	636,365	644,717	649,099
14	LR (%)	77.17	71.41	83.47	82.78	81.81
	Liquidity Coverage Ratio (LCR) / Liquidity Maintenance Ratio (LMR)					
	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 (%)	333333333 336243.00	32,858.19	167.80	215.67	184.34
	Net Stable Funding Ratio (NSFR) / Core Funding Ratio (CFR)					
	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

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

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

2. Overview of Risk Weighted Assets

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

		RWA USD’000		Minimum capital requirements USD’000
		As at 30 Sep 2019	As at 30 June 2019	As at 30 Sep 2019
1	Credit risk for non-securitization exposures	65,472	110,443	5,238
2	Of which STC approach	65,472	110,443	5,238
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	10,213	2,131	817
7	Of which SA-CCR	-	-	-
7a	Of which CEM	7,021	1,463	562
8	Of which IMM(CCR) approach	-	-	-
9	Of which other	-	-	-
10	CVA Risk	3,192	668	255
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	71,673	49,183	5,734
21	Of which STM approach	71,673	49,183	5,734
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	15,297	13,867	1,224
24a	Sovereign concentration risk	-	-	-

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		RWA USD'000		Minimum capital requirements USD'000
		As at 30 Sep 2019	As at 30 June 2019	As at 30 Sep 2019
25	Amounts below the thresholds for deduction (subject to 250% RW)	-	-	-
26	Capital floor adjustment	-	-	-
26a	Deduction to RWA	-	-	-
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	162,655	175,624	13,013

3. Leverage Ratio

	Item	Leverage ratio framework US\$'000 30 Sep 2019	Leverage ratio framework US\$'000 30 Jun 2019
On-balance sheet exposures			
1	On-balance sheet exposures (excluding those arising from derivative contracts and SFTs, but including collateral)	679,951	745,016
2	Less: Asset amounts deducted in determining Tier 1 capital	904	920
3	Total on-balance sheet exposures (excluding derivative contracts and SFTs)	679,047	744,095
Exposures arising from derivative contracts			
4	Replacement cost associated with all derivative contracts (where applicable net of eligible cash variation margin and/or with bilateral netting)	9,822	-
5	Add-on amounts for PFE associated with all derivative contracts	4,222	2,941
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	Total exposures arising from derivative contracts	14,044	2,941
Exposures arising from SFTs			

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		Leverage ratio framework US\$'000 30 Sep 2019	Leverage ratio framework US\$'000 30 Jun 2019
12	Gross SFT assets (with no recognition of netting), after adjusting for sale 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	Total exposures arising from SFTs	-	-
Other off-balance sheet exposures			
17	Off-balance sheet exposure at gross notional amount	-	-
18	Less: Adjustments for conversion to credit equivalent amounts	-	-
19	Off-balance sheet items	-	-
Capital and total exposures			
20	Tier 1 capital	534,872	533,424
20a	Total exposures before adjustments for specific and collective provisions	693,091	747,036
20b	Adjustments for specific and collective provisions	-	-
21	Total exposures after adjustments for specific and collective provisions	693,091	747,036
Leverage ratio			
22	Leverage ratio	77.17%	71.41%

4. 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 identical to, if not the closest available alternative to, the information which have been the subject of the required disclosures if BASAL had not been so unable to make the required disclosures on its own internet website.