SCOTIABANK (HONG KONG) LIMITED - Pillar 3 Quarterly Disclosures
As at July 31, 2018

Template OV1: Overview of Risk Weighted Assets

The table below provides an overview of capital requirements in terms of a detailed breakdowns of RWAs for various risks.

		(a)	(b)	(c)
		RWA		Minimum capital requirements
		July 31, 2018 HKD'000	April 30, 2018 HKD'000	July 31, 2018 HKD'000
1	Credit risk for non-securitization exposures	11,190,900	11,253,971	895,272
2	Of which STC approach	11,190,900	11,253,971	895,272
2a	Of which BSC approach	-	-	-
3	Of which IRB approach	-	-	-
4	Counterparty credit risk	-	-	-
5	Of which SA-CCR	-	-	-
5a	Of which CEM	-	-	-
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[1]	-	-	-
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	-	-	-
17	Of which STM approach	-	-	-
18	Of which IMM approach	-	-	-
19	Operational risk	542,875	577,163	43,430
20	Of which BIA approach	542,875	577,163	43,430
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	11,733,775	11,831,134	938,702

Template CR8: RWA flow statements of credit risk exposures under IRB approach

Not applicable as Scotiabank (Hong Kong) Limited adopts standardized approach.

Template CCR7: RWA flow statements of default risk exposures under IMM(CCR) approach

Not applicable as Scotiabank (Hong Kong) Limited did not have exposure that was subject to counterparty credit risk capital charge.

Template MR2: RWA flow statements of market risk exposures under IMM approach

Not applicable as Scotiabank (Hong Kong) Limited is exempted from maintaining capital against market risk by the HKMA under S.22(1) of the Banking (Capital) Rules.

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Key Capital Ratios Disclosures

1 Capital Adequacy Ratio

	July 31, 2018 HKD'000	April 30, 2018 HKD'000
Common Equity Tier 1 Capital	5,391,664	5,365,580
Tier 1 Capital	5,391,664	5,365,580
Total Capital	5,394,776	5,368,343
Total Risk-Weighted Assets	11,733,775	11,831,134
Common Equity Tier 1 Capital Ratio	45.95%	45.35%
Tier 1 Capital Ratio	45.95%	45.35%
Total Capital Ratio	45.98%	45.37%

2 Leverage Ratio

	July 31, 2018 HKD'000	April 30, 2018 HKD'000
Tier 1 Capital	5,391,664	5,365,580
Total Exposure Measure	16,935,053	16,002,688
Leverage Ratio	31.84%	33.53%