

 **WOORI GLOBAL MARKETS ASIA LIMITED**

Interim Report 30 June 2024

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Introduction

Woori Global Markets Asia Limited ("the Company") is pleased to announce the unaudited results of the Company for six months ended 30 June 2024 together with comparative figures for corresponding period in previous year.

The Company is a deposit-taking company licensed under the Banking Ordinance of Hong Kong and a registered institution under the Securities and Futures Ordinance. It is a single company incorporated in Hong Kong engaging in business of lending, deposit-taking and dealing in securities.

Basis of Preparation

The financial statements have been prepared on a going concern basis as its immediate holding company has agreed to continually provide financial support to the Company to meet its financial obligations and this is expected to continue in foreseeable future. The financial statements are prepared on solo basis and in accordance with prevailing accounting standards.

Approaches used in calculating the Company's regulatory capital or capital charge are in accordance with the Banking (Capital) Rules. The Company adopts basic approach to calculate credit risk and basic (indicator) approach to calculate operational risk. The Company is exempted from calculating market risk and, as such, is not required to make disclosure in relation to market risk. The Company is not designated as Category 2A institution and, as such, is not required to make disclosure in relation to Core Funding Ratio.

New standards, interpretations and amendments adopted by the Company

Accounting policies adopted in preparation of interim condensed financial statements are consistent with those followed in preparation of the Company's annual financial statements for the year ended 31 December 2023, except for adoption of new standards effective as of 1 January 2024 which do not have an impact on interim condensed financial statements of the Company. The Company has not early adopted any standard, interpretation or amendment that has been issued but is not yet effective.

Explanatory Statement

The Company has maintained sound key financials and healthy assets portfolio in line with prudent credit control. In order to secure sufficient liquidity buffer, the Company has kept sizable amounts of marketable securities. In spite of economic uncertainty, the Company shall make every effort to enhance assets soundness and improve profitability.

Statement of Compliance

In preparing disclosure statements, the Company has fully complied with the Banking (Disclosure) Rules and disclosure standards set out in "Guideline on the Application of the Banking (Disclosure) Rules" issued by Hong Kong Monetary Authority ("HKMA").



Lee Daesung
Chief Executive
2 September 2024

**CONDENSED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
(UNAUDITED)**

	Notes	Half-year ended 30 June 2024 US\$	Half-year ended 30 June 2023 US\$
Interest income	1	17,376,633	14,093,260
Interest expense	1	(9,915,891)	(8,186,702)
Net interest income		7,460,742	5,906,558
Fee income	2	2,617,846	3,724,236
Net trading income	5	630,298	495,030
		10,708,886	10,125,824
Staff costs	3	(980,089)	(932,239)
Other operating expenses	4	(1,221,571)	(1,080,073)
Impairment allowance	6	(156,363)	194,968
Profit before tax		8,350,863	8,308,480
Income tax	7	(1,663,290)	(1,497,276)
Profit for the period		6,687,573	6,811,204
<u>OTHER COMPREHENSIVE INCOME</u>			
Other comprehensive income to be reclassified to profit or loss in subsequent periods:			
Debt investments at fair value through other comprehensive income			
Changes in fair value, net of tax		66,460	681,649
Reclassification adjustments for gains included in profit or loss			
- loss on disposal		(66,910)	(397)
- impairment losses		1,073	2,153
Other comprehensive income for the period		623	683,405
Total comprehensive income for the period		6,688,196	7,494,609

CONDENSED STATEMENT OF FINANCIAL POSITION (UNAUDITED)

	Notes	At 30 June 2024 US\$	At 31 December 2023 US\$
ASSETS			
Cash		384	384
Balances with banks		7,410,057	2,990,769
Placements with banks	9	983,814	-
Loans and advances to customers	10	292,181,092	289,081,843
Debt investments at fair value through other comprehensive income	11	189,548,663	184,616,767
Financial assets at fair value through profit or loss	11	16,735,507	14,874,022
Property and equipment	8	44,047	50,886
Right-of-use assets	8	1,866,968	2,149,225
Deferred tax assets		246,464	246,464
Other assets		290,256	380,126
TOTAL ASSETS		509,307,252	494,390,486
LIABILITIES			
Loan due to banks		352,621,370	344,091,025
Other payables and accruals		977,153	712,207
Lease liabilities		1,877,525	2,148,965
Tax payable	7	2,314,969	2,610,250
TOTAL LIABILITIES		357,791,017	349,562,447
EQUITY			
Share capital	13	100,000,000	100,000,000
Reserves		51,516,235	44,828,039
TOTAL EQUITY		151,516,235	144,828,039
TOTAL LIABILITIES AND EQUITY		509,307,252	494,390,486

CONDENSED STATEMENT OF CHANGES IN EQUITY (UNAUDITED)

	Share capital US\$	Fair value reserve US\$	Retained profits US\$	Regulatory reserve (Note 14) US\$	Total US\$
At 1 January 2023	100,000,000	(342,541)	32,406,949	848,152	132,912,560
Profit for the period	-	-	6,811,204	-	6,811,204
Other comprehensive income for the period:					
Changes in fair value of debt investment at fair value through other comprehensive income, net of tax	-	681,252	-	-	681,252
Impairment losses	-	2,153	-	-	2,153
Transfer from retained profits to regulatory reserve	-	-	(223,908)	223,908	-
At 30 June 2023 and 1 July 2023	100,000,000	340,864	38,994,245	1,072,060	140,407,169
Profit for the period	-	-	4,249,923	-	4,249,923
Other comprehensive income for the period:					
Changes in fair value of debt investment at fair value through other comprehensive income, net of tax	-	117,899	-	-	117,899
Impairment losses	-	53,048	-	-	53,048
Transfer from regulatory reserve to retained profits	-	-	-	-	-
At 31 December 2023 and 1 January 2024	100,000,000	511,811	43,244,168	1,072,060	144,828,039
Profit for the period	-	-	6,687,573	-	6,687,573
Other comprehensive income for the period:					
Changes in fair value of debt investment at fair value through other comprehensive income, net of tax	-	(450)	-	-	(450)
Impairment losses	-	1,073	-	-	1,073
Transfer from retained profits to regulatory reserve	-	-	-	-	-
At 30 June 2024	100,000,000	512,434	49,931,741	1,072,060	151,516,235

CONDENSED STATEMENT OF CASH FLOWS (UNAUDITED)

	Half-year ended 30 June 2024 US\$	Half-year ended 30 June 2023 US\$
<u>CASH FLOWS FROM OPERATING ACTIVITIES</u>		
Profit before tax	8,350,863	8,308,480
Adjustments for :		
Impairment allowance, net:		
- Placements with banks	6,598	1,092
- Loans and advances to customers	49,749	(200,622)
- Debt investments at fair value through other comprehensive income	(1,073)	(2,153)
- Loan commitments	101,089	6,715
Depreciation of property & equipment	10,725	15,885
Depreciation of right-of-use assets	482,121	529,786
Interest on lease liabilities	40,789	12,899
Release of provision for reinstatement	34	(497)
Dividend Income	(395,890)	(459,385)
Fair value changes of equity investments at fair value through profit or loss	(234,408)	(34,862)
	<u>8,410,597</u>	<u>8,177,338</u>
Changes in operating assets :		
Increase in placement with banks with maturity more than three months	(990,412)	(45,207)
Increase in gross loans & advances to customers	(3,148,997)	(34,067,602)
Increase in debt investments at fair value through other comprehensive income	(4,930,199)	(2,187,346)
Increase in equity investments at fair value through profit or loss	(1,627,077)	(602,125)
Decrease / (increase) in other assets	89,870	(42,779)
Increase in loans due to banks	8,530,345	26,401,145
Increase in other payables and accruals	163,822	66,558
	<u>(1,912,648)</u>	<u>(10,477,356)</u>
Cash used in operations	(1,912,648)	(10,477,356)
Dividend Income	395,890	459,385
Tax paid	(1,958,571)	(388,743)
	<u>(3,475,329)</u>	<u>(10,406,714)</u>
Net cash flows generated from / (used in) operating activities	<u>4,935,268</u>	<u>(2,229,376)</u>
<u>CASH FLOWS FROM INVESTING ACTIVITIES</u>		
Purchase of property and equipment	(3,887)	(1,352)
Net cash flows used in investing activities	<u>(3,887)</u>	<u>(1,953)</u>
<u>CASH FLOWS FROM FINANCING ACTIVITIES</u>		
Payment of lease liabilities	(512,118)	(543,739)
Net cash flows used in financing activities	<u>(512,118)</u>	<u>(543,739)</u>
NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS	4,419,263	(2,774,467)
Effect of foreign exchange rate changes, net	25	123
Cash and cash equivalents at beginning of the period	2,991,153	12,520,092
CASH AND CASH EQUIVALENTS AT END OF THE PERIOD	<u>7,410,441</u>	<u>9,745,748</u>
ANALYSIS OF BALANCES OF CASH AND CASH EQUIVALENTS		
Cash	384	383
Balances with banks	7,410,057	9,745,365
	<u>7,410,441</u>	<u>9,745,748</u>

NOTES TO THE CONDENSED FINANCIAL STATEMENTS (UNAUDITED)

1 INTEREST INCOME AND INTEREST EXPENSE

	Half-year ended 30 June 2024 US\$	Half-year ended 30 June 2023 US\$
Interest income was derived from:		
Placements and bank balances with parent bank and other financial institutions	88,776	117,804
Loans and advances to customers	11,234,937	8,414,573
Financial investments measured at FVOCI	6,052,920	5,560,883
	<u>17,376,633</u>	<u>14,093,260</u>
Interest expense was incurred on:		
Loans due to banks and other financial institutions	9,875,102	8,173,803
Lease liabilities	40,789	12,899
	<u>9,915,891</u>	<u>8,186,702</u>

2 FEE INCOME

	Half-year ended 30 June 2024 US\$	Half-year ended 30 June 2023 US\$
Fee income		
Management, commitment, arrangement and participation fees	2,617,846	3,724,236

3 STAFF COSTS

	Half-year ended 30 June 2024 US\$	Half-year ended 30 June 2023 US\$
Employees' remuneration		
- benefits and compensation	824,862	736,138
- contributions to retirement benefits scheme	29,818	28,103
Directors' remuneration		
- fee	25,612	25,515
- salaries, allowances and benefits in kind	99,797	142,483
	<u>980,089</u>	<u>932,239</u>

NOTES TO THE CONDENSED FINANCIAL STATEMENTS (UNAUDITED)

4 OTHER OPERATING EXPENSES

	Half-year ended 30 June 2024 US\$	Half-year ended 30 June 2023 US\$
Premises and equipment expenses		
-Operating lease rentals in respect of premises	34,691	-
- depreciation of property and equipment	10,726	15,885
- depreciation of right-of-use assets	482,121	529,786
Auditor's remuneration	35,695	40,383
Foreign exchange differences, net	18,818	40,589
Other operating expenses	639,520	453,430
	<u>1,221,571</u>	<u>1,080,073</u>

5 NET TRADING INCOME

	Half-year ended 30 June 2024 US\$	Half-year ended 30 June 2023 US\$
Net fair value changes on financial assets at fair value through profit or loss	234,408	35,645
Dividend Income	395,890	459,385
	<u>630,298</u>	<u>495,030</u>

6 IMPAIRMENT ALLOWANCE

	Half-year ended 30 June 2024 US\$	Half-year ended 30 June 2023 US\$
Allowance charged, net of released allowance	<u>156,363</u>	<u>(194,968)</u>
Attributable to:		
<u>Financial assets</u>		
Placements with banks	6,598	1,092
Loans and advances to customers	49,749	(200,622)
Debt investments at fair value through other comprehensive	(1,073)	(2,153)
<u>Financial liabilities</u>		
Loan commitments	101,089	6,715
	<u>156,363</u>	<u>(194,968)</u>

7 INCOME TAX

	Half-year ended 30 June 2024 US\$	Half-year ended 30 June 2023 US\$
Current tax - provision for Hong Kong profit tax	1,418,391	1,403,786
Current tax - taxation outside Hong Kong	244,899	93,490
	<u>1,663,290</u>	<u>1,497,276</u>

Hong Kong profits tax has been provided at the rate of 16.5% on estimated assessable profits arising in Hong Kong during this reporting period.

NOTES TO THE CONDENSED FINANCIAL STATEMENTS (UNAUDITED)

8 PROPERTY AND EQUIPMENT AND LEASES

	Right-of-use assets				Owned assets					Total US\$
	Buildings US\$	Office Equipment US\$	Motor Vehicles US\$	Total US\$	Leasehold Improvements US\$	Furniture and Fixtures US\$	Office Equipment US\$	Computer Equipment US\$	Total US\$	
COST										
At 1 January 2023	5,384,731	21,820	232,321	5,638,872	356,563	33,726	14,536	587,706	992,531	6,631,403
Additions	433,044	4,569	-	437,613	-	-	-	43,977	43,977	481,590
Lease modification	1,698,757	-	-	1,698,757	-	-	-	-	-	1,698,757
Disposals	(204,641)	-	-	(204,641)	-	(41)	(1,223)	(10,189)	(11,453)	(216,094)
Exchange difference	(9,806)	(34)	(5,690)	(15,530)	-	-	-	(105)	(105)	(15,635)
At 31 December 2023 and 1 January 2024	7,302,085	26,355	226,631	7,555,071	356,563	33,685	13,313	621,389	1,024,950	8,580,021
Additions	199,509	-	-	199,509	-	-	-	3,887	3,887	203,397
Disposals	-	-	-	-	-	-	-	-	-	-
Exchange difference	1,032	10	82	1,124	-	-	-	20	20	1,144
At 30 June 2024	7,502,627	26,365	226,713	7,755,704	356,563	33,685	13,313	625,296	1,028,857	8,784,561
DEPRECIATION										
At 1 January 2023	4,212,890	18,645	126,605	4,358,140	356,563	33,033	6,519	559,222	955,337	5,313,477
Charge for the year	1,017,768	4,687	36,212	1,058,667	-	287	3,937	26,029	30,253	1,088,920
Written back on disposal	-	-	-	-	-	(41)	(1,223)	(10,189)	(11,453)	(11,453)
Exchange difference	(16,802)	(28)	5,869	(10,961)	-	-	-	(73)	(73)	(11,034)
At 31 December 2023 and 1 January 2024	5,213,856	23,304	168,686	5,405,846	356,563	33,279	9,233	574,989	974,064	6,379,910
Charge for the period	462,358	2,290	18,148	482,796	-	142	1,957	8,626	10,725	493,521
Disposals	-	-	-	-	-	-	-	-	-	-
Exchange difference	26	8	61	94	-	-	-	21	21	115
At 30 June 2024	5,676,240	25,602	186,894	5,888,736	356,563	33,421	11,190	583,636	984,810	6,873,546
NET BOOK VALUE										
At 30 June 2024	1,826,387	763	39,818	1,866,968	-	264	2,123	41,660	44,047	1,911,015
At 31 December 2023	2,088,229	3,051	57,945	2,149,225	-	406	4,080	46,400	50,886	2,200,111

NOTES TO THE CONDENSED FINANCIAL STATEMENTS (UNAUDITED)

9 PLACEMENTS WITH BANKS

	At 30 June 2024	At 31 December 2023
	US\$	US\$
Placements with banks	990,412	-
Less: Impairment losses	<u>(6,598)</u>	<u>-</u>
	<u>983,814</u>	<u>-</u>

10 LOANS AND ADVANCES TO CUSTOMERS

	At 30 June 2024	At 31 December 2023
	US\$	US\$
Gross loans and advances to customers	296,454,966	293,305,969
Less: Impairment losses	<u>(4,273,874)</u>	<u>(4,224,126)</u>
	<u>292,181,092</u>	<u>289,081,843</u>

Except for advances to customers of US\$ 6,538,842 which was impaired as at 30 June 2024, the Company has no impaired loans and advances to customers as at 30 June 2024 and 31 December 2023. The Company assesses credibility of its customers and sets proper credit limits before granting loans to customers.

11 FINANCIAL INVESTMENTS

	At 30 June 2024	At 31 December 2023
	US\$	US\$
Debt investments at fair value through other comprehensive income		
- Debt securities, listed	79,724,264	105,846,772
- Debt securities, unlisted	<u>109,824,399</u>	<u>78,769,995</u>
	<u>189,548,663</u>	<u>184,616,767</u>
Equity investments at fair value through profit or loss		
- Equity investments, unlisted	<u>16,735,507</u>	<u>14,874,022</u>
	<u>16,735,507</u>	<u>14,874,022</u>

12 OVERDUE AND RESCHEDULED ASSETS

Except for advances to customers of US\$ 6,538,842 which was overdue more than one year and rescheduled as at 30 June 2024, the Company has no other past due and rescheduled loans and advances to customers as at 30 June 2024 and 31 December 2023.

As at 30 June 2024 and 31 December 2023, the Company has no repossessed assets held in respect of loans and advances to customers, and other assets, such as financial investments.

NOTES TO THE CONDENSED FINANCIAL STATEMENTS (UNAUDITED)

13 SHARE CAPITAL

	At 30 June 2024	At 31 December 2023
	US\$	US\$
Issued and fully paid:		
78,000,000 (31 December 2023: 78,000,000) ordinary shares	<u>100,000,000</u>	<u>100,000,000</u>

14 REGULATORY RESERVE

The regulatory reserve is maintained to satisfy provisions of the Hong Kong Banking Ordinance for prudential supervision purposes. Movements in the reserve are made directly through reserves and in consultation with the Hong Kong Monetary Authority.

15 OFF-BALANCE SHEET EXPOSURE

	At 30 June 2024	At 31 December 2023
	US\$	US\$
Loan commitments		
- Within one year	26,678,961	3,842,975
- Two to five years	<u>33,829,070</u>	<u>14,444,802</u>
Other commitments		
-two to five years	1,747,544	2,252,544
-More than five years	<u>6,026,653</u>	<u>7,246,198</u>
Credit risk weighted amount	<u>30,024,525</u>	<u>17,489,738</u>

Contingent liabilities and commitments are credit-related instruments which include commitments to extend credit. Risk involved is essentially same as credit risk involved in extending loan facilities to customers. Contractual amounts of commitments represent amounts at risk should the contract be fully drawn upon and the customer default. As facilities may expire without being drawn upon, the contractual amounts do not necessarily represent expected future cash flows.

16 DERIVATIVES FINANCIAL INSTRUMENTS

As at 30 June 2024 and 31 December 2023, there was no derivatives financial instruments held by the Company.

NOTES TO THE CONDENSED FINANCIAL STATEMENTS (UNAUDITED)

17 INTERNATIONAL CLAIMS

	At 30 June 2024						Total claims US\$
	Non-bank private sector					Others US\$	
	Banks US\$	Official Sector US\$	Non-bank financial institutions US\$	Non-financial private sector US\$			
<u>Counterparty country / jurisdiction</u>							
Developed countries	11,628	-	68,874,928	82,065,756	-	-	150,952,312
Offshore centres	-	-	3,673,007	39,141,686	-	-	42,814,693
- of which: Hong Kong	-	-	-	14,728,557	-	-	14,728,557
Developing Africa and Middle East	5,064,181	-	-	1,783,589	-	-	6,847,770
Developing Latin America and Caribbean	-	-	-	10,201,333	-	-	10,201,333
Developing Asia and Pacific	30,480,641	-	-	270,698,947	-	-	301,179,588
- of which: South Korea	29,490,157	-	-	235,119,016	-	-	264,609,173
- of which: China	990,484	-	-	-	-	-	990,484
Total	35,556,449	-	72,547,935	403,891,311	-	-	511,995,695

	At 31 December 2023						Total claims US\$
	Non-bank private sector					Others US\$	
	Banks US\$	Official Sector US\$	Non-bank financial institutions US\$	Non-financial private sector US\$			
<u>Counterparty country / jurisdiction</u>							
Developed countries	13,719	-	60,091,771	80,008,621	-	-	140,114,111
Offshore centres	-	-	12,421,625	55,318,772	-	-	67,740,397
- of which: Hong Kong	-	-	-	15,624,822	-	-	15,624,822
Developing Africa and Middle East	5,021,567	-	-	1,941,924	-	-	6,963,491
Developing Latin America and Caribbean	-	-	-	-	-	-	-
Developing Asia and Pacific	23,424,570	-	-	258,418,884	-	-	281,843,454
- of which: South Korea	23,424,498	-	-	231,525,988	-	-	254,950,486
- of which: China	72	-	-	72	-	-	144
Total	28,459,856	-	72,513,396	395,688,201	-	-	496,661,453

Information on international claims discloses exposure to foreign counterparties on which ultimate risk lies, and is derived according to location of counterparties after taking into account of any recognised risk transfer. In general, such transfer of risk takes place if claims are guaranteed by a party in a geographical area which is different from this counterparty or if claims are on overseas branch of a bank whose head office is located in another geographical area.

Figures disclosed above is according to return of international banking statistics the Company submitted to HKMA pursuant to section 63 of the Banking Ordinance in respect of this interim reporting period.

NOTES TO THE CONDENSED FINANCIAL STATEMENTS (UNAUDITED)

18 ADVANCES TO CUSTOMERS - BY INDUSTRY SECTORS

As at 30 June 2024						
	Total loans to customers US\$	Loans covered by collateral or other securities US\$	Overdue and impaired loans to customers US\$	Specific provision US\$	General provision US\$	Provision (written back from) / charged to profit and loss US\$
Loans for use in Hong Kong						
- Loans to customers						
- finance companies and others	14,681,373	-	-	-	(98,101)	(4,084)
Loans for use outside Hong Kong						
- Loans to customers	<u>281,773,593</u>	<u>5,115,775</u>	<u>6,539,801</u>	<u>(2,235,876)</u>	<u>(1,939,897)</u>	<u>53,833</u>
Gross loans to customers	<u>296,454,966</u>	<u>5,115,775</u>	<u>6,539,801</u>	<u>(2,235,876)</u>	<u>(2,037,998)</u>	<u>49,749</u>
As at 31 December 2023						
	Total loans to customers US\$	Loans covered by collateral or other securities US\$	Overdue and impaired loans to customers US\$	Specific provision US\$	General provision US\$	Provision written back from profit and loss US\$
Loans for use in Hong Kong						
- Loans to customers						
- finance companies and others	15,574,770	-	-	-	(102,185)	(129,307)
Loans for use outside Hong Kong						
- Loans to customers	<u>277,731,199</u>	<u>19,820,492</u>	<u>6,928,661</u>	<u>(2,372,896)</u>	<u>(1,749,045)</u>	<u>(861,545)</u>
Gross loans to customers	<u>293,305,969</u>	<u>19,820,492</u>	<u>6,928,661</u>	<u>(2,372,896)</u>	<u>(1,851,230)</u>	<u>(990,852)</u>

Analysis of advances to customers by industry sectors according to usage of loans and/or business activities of borrowers is stated on gross basis.

19 ADVANCES TO CUSTOMERS - BY GEOGRAPHICAL AREAS

As at 30 June 2024				
	Total loans to customers US\$	Impaired loans to customers US\$	Specific provision US\$	Collective provision US\$
Korea	50,569,110	-	-	(152,368)
Hong Kong	14,681,373	-	-	(98,101)
Asia Pacific	93,048,827	6,539,801	(2,235,876)	(736,983)
Middle East	1,783,589	-	-	(3,513)
Caribbean	2,753,171	-	-	(5,441)
Latin America	10,175,353	-	-	(67,947)
United States	72,395,264	-	-	(484,990)
Europe	<u>51,048,279</u>	<u>-</u>	<u>-</u>	<u>(488,655)</u>
	<u>296,454,966</u>	<u>6,539,801</u>	<u>(2,235,876)</u>	<u>(2,037,998)</u>
% of total loans to customers		<u>2.21%</u>		
Market value of security held against impaired loans to customers		<u>5,115,775</u>		
As at 31 December 2023				
	Total loans to customers US\$	Impaired loans to customers US\$	Specific provision US\$	Collective provision US\$
Korea	37,449,891	-	-	(180,284)
Hong Kong	15,574,770	-	-	(102,185)
Asia Pacific	74,775,672	6,928,661	(2,372,896)	(414,953)
Middle East	16,153,738	-	-	(12,700)
Caribbean	10,110,791	-	-	(146,576)
United States	70,339,566	-	-	(463,079)
Europe	<u>68,901,541</u>	<u>-</u>	<u>-</u>	<u>(531,453)</u>
	<u>293,305,969</u>	<u>6,928,661</u>	<u>(2,372,896)</u>	<u>(1,851,230)</u>
% of total loans to customers		<u>2.36%</u>		
Market value of security held against impaired loans to customers		<u>5,440,157</u>		

Analysis of advances to customers by geographical areas after taking into account any risk transfers is stated on a gross basis. Risk transfers have been made if claims are guaranteed by a party in a geographical area which is different from that counterparty or if claims are on an overseas branch of a bank whose head office is located in another geographical area.

NOTES TO THE CONDENSED FINANCIAL STATEMENTS (UNAUDITED)

20 NON-BANK MAINLAND ACTIVITIES

	At 30 June 2024		
	On-balance sheet exposure US\$	Off-balance sheet exposure US\$	Total exposure US\$
Type of counterparties			
1. Central government, central government-owned entities and their subsidiaries and JVs	-	-	-
2. Local governments, local government-owned entities and their subsidiaries and JVs	-	-	-
3. PRC nationals residing in Mainland China or other entities incorporated in Mainland China and their subsidiaries and JVs	-	-	-
4. Other entities of central government not reported in item 1 above	-	-	-
5. Other entities of local governments not reported in item 2 above	-	-	-
6. PRC nationals residing outside Mainland China or entities incorporated outside Mainland China where the credit is granted for use in Mainland China	-	-	-
7. Other counterparties where the exposures are considered by the reporting institution to be non-bank Mainland China exposures	-	-	-
Total	-	-	-
Total assets after provision	<u>509,307,252</u>		
On-balance sheet exposures as percentage of total assets	<u>0.00%</u>		

	At 31 December 2023		
	On-balance sheet exposure US\$	Off-balance sheet exposure US\$	Total exposure US\$
Type of counterparties			
1. Central government, central government-owned entities and their subsidiaries and JVs	-	-	-
2. Local governments, local government-owned entities and their subsidiaries and JVs	-	-	-
3. PRC nationals residing in Mainland China or other entities incorporated in Mainland China and their subsidiaries and JVs	-	-	-
4. Other entities of central government not reported in item 1 above	-	-	-
5. Other entities of local governments not reported in item 2 above	-	-	-
6. PRC nationals residing outside Mainland China or entities incorporated outside Mainland China where the credit is granted for use in Mainland China	7,005,956	-	7,005,956
7. Other counterparties where the exposures are considered by the reporting institution to be non-bank Mainland China exposures	-	-	-
Total	7,005,956	-	7,005,956
Total assets after provision	<u>494,390,486</u>		
On-balance sheet exposures as percentage of total assets	<u>1.42%</u>		

21 FOREIGN CURRENCY EXPOSURES

	At 30 June 2024 US\$million	At 31 December 2023 US\$million
Spot assets	514	498
Spot liabilities	(414)	(398)
Net structural position	100	100