



臺灣中小企業銀行 香港分行
Taiwan Business Bank Hong Kong Branch

(於臺灣註冊成立之有限責任公司)
Incorporated in Taiwan with limited liability)

Suite 2705-9, 27/F, Tower 6, The Gateway, Harbour City, Kowloon, H.K.
Tel : (852) 2971 0111 Fax : (852) 2511 6791

**TAIWAN BUSINESS BANK, LTD.
HONG KONG BRANCH**

**Key Financial Information Disclosure Statement
For The Whole Year Ended 2019 / 12 / 31**



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TAIWAN BUSINESS BANK, LTD. HONG KONG BRANCH
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Section A-Information of the Branch (Hong Kong Branch Only)

I. Income statement information

	<u>For the year end</u> <u>2019/12/31</u> <u>HK\$'000</u>	<u>For the year end</u> <u>2018/12/31</u> <u>HK\$'000</u>
Interest Income	218,431	199,472
Interest Expense	<u>(72,449)</u>	<u>(61,474)</u>
	<u>145,982</u>	<u>137,998</u>
Other operating income		
Gains less losses arising from trading in foreign currencies	2,394	3,382
Gains less losses on securities held for trading purpose	0	0
Gains less losses from other trading activities	0	0
Income from fees and commissions	7,679	7,983
Others	<u>77</u>	<u>247</u>
	<u>10,150</u>	<u>11,612</u>
Operating Expense		
Staff and rental expenses	<u>(17,997)</u>	<u>(21,883)</u>
Net charge for other provisions	3,629	7,804
Other expenses	<u>(19,808)</u>	<u>(14,716)</u>
Impairment losses and provisions for impaired loans and receivables	<u>(2,905)</u>	<u>(8,778)</u>
Gains less losses from the disposal of property, plant and equipment and investment properties	<u>(130)</u>	<u>(9)</u>
	<u>(37,211)</u>	<u>(37,582)</u>
Profit before taxation	118,921	112,028
Taxation expense or tax income	<u>(23,080)</u>	<u>(15,308)</u>
Profit after taxation	<u>95,841</u>	<u>96,720</u>

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II. Balance sheet information

	<u>2019/12/31</u>	<u>2019/06/30</u>
	HK\$'000	HK\$'000
<u>Assets</u>		
Cash and balances with banks (except those included in amount due from overseas offices)	1,124,417	646,264
Placement with banks maturing between 1 and 12 months (except those included in amount due from overseas offices)	77,873	113,658
Amount due from overseas offices	0	356,094
Trade bills	0	0
Available-for-sale securities and impairment provisions		
Available-for-sale securities	668,998	615,284
Impairment provisions (specific)	0	0
Held-to-maturity securities	405,211	406,309
Loans and advances and impairment provisions		
Loans and advances to customers	3,551,997	3,764,516
Loans and advanced to banks	0	0
Impairment provisions (collective and specific)	(38,625)	(40,889)
Property, plant and equipment and investment properties	12,620	14,028
Other assets		
Accrued interest	20,117	17,131
Others	2,589	3,268
Total assets	<u>5,825,197</u>	<u>5,895,663</u>
<u>Liabilities</u>		
Deposits and balances of banks (except those included in amount due to overseas offices)	1,536,508	1,268,534
Deposits from customers		
Demand deposits and current accounts	117,353	158,060
Savings deposits	1,969,007	2,007,044
Time, call and notice deposits	1,656,697	1,981,244
Amount due to overseas offices	18,918	12,564
Other liabilities	67,190	58,498
Total liabilities	<u>5,365,673</u>	<u>5,485,944</u>
Paid up capital	78,000	78,000
Reserves	285,683	285,278
Current profit/(loss)	95,841	46,441
Total equities	<u>459,524</u>	<u>409,719</u>
Total Equities and Liabilities	<u>5,825,197</u>	<u>5,895,663</u>

TAIWAN BUSINESS BANK, LTD. HONG KONG BRANCH

III. Additional Balance sheet information

1. Loans and advances and impairment provisions

	<u>2019/12/31</u>	<u>2019/06/30</u>	
A. Loans and advances and impairment provisions	<u>HK\$'000</u>	<u>HK\$'000</u>	
Loans and advances to customers	3,551,997	3,764,516	
Loans and advances to banks	0	0	
Total	<u>3,551,997</u>	<u>3,764,516</u>	
Collective impairment provisions	(35,391)	(37,510)	
Specific impairment provisions	(3,234)	(3,379)	
Total	<u>(38,625)</u>	<u>(40,889)</u>	
Gross loans and advances less impairment provisions	<u>3,513,372</u>	<u>3,723,627</u>	
Provisions as % of gross loans and advances			
Collective impairment provisions	1.00%	1.00%	
Specific impairment provisions	0.09%	0.09%	
Total	<u>1.09%</u>	<u>1.09%</u>	
B. Impairment provisions	<u>Specific</u>	<u>Collective</u>	<u>Total</u>
<u>2019/12/31</u>	<u>impairment provisions</u>	<u>impairment provisions</u>	
Loans and advances to customers	3,234	35,391	38,625
Loans and advances to banks	0	0	0
Total	<u>3,234</u>	<u>35,391</u>	<u>38,625</u>
<u>2019/06/30</u>	<u>Specific</u>	<u>Collective</u>	<u>Total</u>
	<u>impairment provisions</u>	<u>impairment provisions</u>	
Loans and advances to customers	3,379	37,510	40,889
Loans and advances to banks	0	0	0
Total	<u>3,379</u>	<u>37,510</u>	<u>40,889</u>
C. Impaired loans and advances to customers	<u>2019/12/31</u>	<u>2019/06/30</u>	
	<u>HK\$'000</u>	<u>HK\$'000</u>	
Impaired loans and advances to customers	12,936	13,517	
Specific impairment provisions	(3,234)	(3,379)	
Total	<u>9,702</u>	<u>10,138</u>	
Market value of collateral of loans and advances to customers	0	0	
covered portion of impaired loans and advances to customers	0	0	
uncovered portion of impaired loans and advances to customers	12,936	13,517	
Impaired advances as % of gross loans and advances to customers	0.36%	0.36%	
Specific impairment provisions as % of impaired loans and advances to customers	25.00%	25.00%	
D. Impaired loans and advances to bank	<u>2019/12/31</u>	<u>2019/06/30</u>	
	<u>HK\$'000</u>	<u>HK\$'000</u>	
Impaired loans and advances to banks	0	0	
Specific impairment provisions	0	0	
Total	<u>0</u>	<u>0</u>	
Market value of collateral of loans and advances to banks	0	0	
covered portion of impaired loans and advances to banks	0	0	
uncovered portion of impaired loans and advances to banks	0	0	
Impaired advances as % of gross loans and advances to banks	0.00%	0.00%	
Specific impairment provisions as % of impaired loans and advances to banks	0.00%	0.00%	

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2. Overdue and rescheduled assets

Part I. Loans and advances to customers

	<u>2019/12/31</u>	<u>2019/06/30</u>
	<u>HK\$'000</u>	<u>HK\$'000</u>
A. Loans and advances to customers overdue for		
more than 3 months but not more than 6 months	0	0
more than 6 months but not more than 1 year	0	0
more than 1 year	0	0
Total	<u>0</u>	<u>0</u>
Specific impairment provisions made in respect of the above	0	0
Market value of collateral of overdue loans and advances to customers	0	0
covered portion of overdue loans and advances to customers	0	0
uncovered portion of overdue loans and advances to customers	0	0
B. Rescheduled loans and advances to customers	<u>12,973</u>	<u>13,556</u>
(Net of those overdue loans and advances which have been disclosed above)		
	As % of gross advances	As % of gross advances
	to customers	to customers
	<u>2019/12/31</u>	<u>2019/06/30</u>
a. Advance to customers overdue for		
more than 3 months but not more than 6 months	0.00%	0.00%
more than 6 months but not more than 1 year	0.00%	0.00%
more than 1 year	0.00%	0.00%
Total	<u>0.00%</u>	<u>0.00%</u>
b. Rescheduled loans and advances to customers	<u>0.37%</u>	<u>0.36%</u>
C. Repossessed assets		
As at 2019 / 12 / 31 and 2019 / 06 / 30, there were no repossessed assets held by our branch.		

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Part II. Loans and advances to banks

	<u>2019/12/31</u>	<u>2019/06/30</u>
	<u>HK\$'000</u>	<u>HK\$'000</u>
A. Loans and advances to banks overdue for		
more than 3 months but not more than 6 months	0	0
more than 6 months but not more than 1 year	0	0
more than 1 year	0	0
Total	<u>0</u>	<u>0</u>
Specific impairment provisions made in respect of the above	0	0
Market value of collateral of overdue loans and advances to banks	0	0
covered portion of overdue loans and advances to banks	0	0
uncovered portion of overdue loans and advances to banks	0	0
B. Rescheduled loans and advances to banks	<u>0</u>	<u>0</u>
(Net of those overdue loans and advances which have been disclosed above)		
	As % of gross advances	As % of gross advances
	to banks	to banks
	<u>2019/12/31</u>	<u>2019/06/30</u>
a. Advance to bank overdue for		
more than 3 months but not more than 6 months	0.00%	0.00%
more than 6 months but not more than 1 year	0.00%	0.00%
more than 1 year	0.00%	0.00%
Total	<u>0.00%</u>	<u>0.00%</u>
b. Rescheduled loans and advances to banks	<u>0.00%</u>	<u>0.00%</u>
C. Repossessed assets		
As at 2019 / 12 / 31 and 2019 / 06 / 30, there were no repossessed assets held by our branch.		

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Part III. Other assets

(Available-for-sale securities and Held-to-maturity securities)

	<u>2019/12/31</u>	<u>2019/06/30</u>
	<u>HK\$'000</u>	<u>HK\$'000</u>
A. Other assets overdue for		
more than 3 months but not more than 6 months	0	0
more than 6 months but not more than 1 year	0	0
more than 1 year	0	0
	<u>0</u>	<u>0</u>
Specific impairment provisions made in respect of the above	0	0
Market value of collateral of overdue other assets	0	0
covered portion of overdue other assets	0	0
uncovered portion of overdue other assets	0	0
B. Rescheduled Other assets	<u>0</u>	<u>0</u>
(Net of those overdue other assets which have been disclosed above)		
	As % of gross	As % of gross
	Other assets	Other assets
	<u>2019/12/31</u>	<u>2019/06/30</u>
a. Other assets overdue for		
more than 3 months but not more than 6 months	0.00%	0.00%
more than 6 months but not more than 1 year	0.00%	0.00%
more than 1 year	0.00%	0.00%
Total	<u>0.00%</u>	<u>0.00%</u>
b. Rescheduled Other assets	<u>0.00%</u>	<u>0.00%</u>

C. Repossessed assets

As at 2019 / 12 / 31 and 2019 / 06 / 30, there were no repossessed assets held by our branch.

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3. Off-balance sheet information

For contingent liabilities, commitments and derivatives, they refer to the contractual amounts at risks should the contracts be fully drawn upon and the clients do not repay accordingly.

A. The contractual or notional amounts of each material class of its off-balance sheet exposures (other than Derivative transactions)

	<u>2019/12/31</u>	<u>2019/06/30</u>
	<u>HK\$'000</u>	<u>HK\$'000</u>
Direct credit substitutes	0	0
Transaction-related contingencies	0	0
Trade-related contingencies	125,520	168,471
Other commitments	580,778	618,567
Others	0	0
Total	<u>706,298</u>	<u>787,038</u>

B. Derivative transactions

	<u>2019/12/31</u>	<u>2019/06/30</u>
	<u>HK\$'000</u>	<u>HK\$'000</u>
Exchange rate contract	0	0
Interest rate contract	0	0
Total	<u>0</u>	<u>0</u>
Replacement cost of derivatives		
Exchange rate contract		
Positive Fair Value	0	0
Negative Fair Value	0	0
Interest rate contract		
Positive Fair Value	0	0
Negative Fair Value	0	0
Total	<u>0</u>	<u>0</u>

The fair value of derivatives represent the costs of replacing all contracts which have a positive value in the market.

They do not take into account the effects of bilateral netting arrangements.

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4. Gross advances to customers segmental analysis

A. By loan usage

The following analysis of gross loans and advances to customers by major sectors are prepared in accordance with the definitions and the detailed descriptions in the completion instructions for the "Return of Quarterly Analysis of Loans and Advances and Provisions".

	<u>2019/12/31</u>		<u>2019/06/30</u>	
	<u>HK\$'000</u>		<u>HK\$'000</u>	
	<u>Amount</u>	<u>Balance covered by collateral</u>	<u>Amount</u>	<u>Balance covered by collateral</u>
Loan and advances for use in HK				
Industrial, commercial and financial:				
-Property development	0	0	0	0
-Property investment	0	0	0	0
-Financial concerns	210,257	0	210,827	0
-Stockbrokers	101,235	0	101,509	0
-Wholesale and retail trade	234,577	0	298,236	0
-Manufacturing	10,520	0	19,938	0
-Transport and transport equipment	0	0	0	0
-Recreational activities	0	0	0	0
-Information Technology	0	0	0	0
-Others	122,122	0	105,413	0
Individuals:				
-Loans for the purchase of flats in the Home Ownership Scheme, Private Sector	0	0	0	0
-Loan for the purchase of other residential properties	0	0	0	0
Credit card advances	0	0	0	0
-Others	0	0	0	0
Total	678,711	0	735,923	0
Trade finance	30,426	0	25,553	0
Loan and advances for use outside HK	2,842,860	0	3,003,040	0
Total	3,551,997	0	3,764,516	0

B. By countries or geographical segments

<u>2019/12/31</u>	<u>Gross</u>	<u>Overdue</u>	<u>Specific</u>
	<u>Amount</u>	<u>& Impaired</u>	
<u>HK\$'000</u>			
Hong Kong	2,032,610	12,936	3,234
Bermuda	114,375	0	0
Cayman Islands	612,858	0	0
Singapore	253,087	0	0
China	105,384	0	0
Others	433,683	0	0
Total	3,551,997	12,936	3,234
<u>2019/06/30</u>	<u>Gross</u>	<u>Overdue</u>	<u>Specific impairment</u>
<u>HK\$'000</u>	<u>Amount</u>	<u>& Impaired</u>	<u>provisions</u>
Hong Kong	2,065,649	13,517	3,379
Bermuda	112,500	0	0
Cayman Islands	661,497	0	0
Singapore	324,885	0	0
China	113,658	0	0
Others	486,327	0	0
Total	3,764,516	13,517	3,379

Only exposures to a country or geographical segment in accordance with the location of the counterparty not less than 10% of the aggregate gross amount of loans and advances to customers as at the above respective reporting data are disclosed.

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5. International claims

International claims include the following types of financial claims, receivables and loans and advances, cash and balances and placements with banks (including loans and advances to banks), holdings of certificates of deposit, bills, promissory notes, commercial paper, other debt instruments and investments and accrued interest and overdue interest on all above assets.

The analysis of international claims by geographical segments in accordance with the location and the types of counterparties which constitutes not less than 10% of total international claims after taking into account any recognized risk transfer is as follow :

2019/12/31	HK\$ millions	<u>Non-bank private sector</u>				Others	Total
		Banks	Official Sector	Non-bank Financial institutions	Non-financial private sector		
1. Developed countries	923	1	112	156	0	1,192	
2. Offshore centers	409	0	585	1,720	0	2,714	
of which-Hong Kong	365	0	470	790	0	1,625	
of which-Cayman Islands	23	0	0	592	0	615	
3. Developing Europe	0	0	0	0	0	0	
4. Developing Latin America and Caribbean	0	0	0	4	0	4	
5. Developing Africa and Middle East	115	0	0	0	0	115	
6. Developing Asia-Pacific	743	1	78	105	0	927	
7. International organizations	0	0	0	0	0	0	
8. Unallocated by country	0	0	0	0	0	0	

2019/06/30	HK\$ millions	<u>Non-bank private sector</u>				Others	Total
		Banks	Official Sector	Non-bank Financial institutions	Non-financial private sector		
1. Developed countries	752	1	89	78	0	920	
of which-Australia	486	0	0	0	0	486	
2. Offshore centers	632	0	584	1,793	0	3,009	
of which-Hong Kong	494	0	471	613	0	1,578	
of which-Cayman Islands	24	0	0	640	0	664	
3. Developing Europe	0	0	0	0	0	0	
4. Developing Latin America and Caribbean	0	0	0	2	0	2	
5. Developing Africa and Middle East	83	0	0	0	0	83	
6. Developing Asia-Pacific	497	1	0	114	0	612	
7. International organizations	0	0	0	0	0	0	
8. Unallocated by country	0	0	0	0	0	0	

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6. Non-bank Mainland exposures

2019/12/31

HK\$'000

	<u>On-balance</u> <u>sheet exposures</u>	<u>Off-balance</u> <u>sheet exposures</u>	<u>Total</u>	<u>Specific</u> <u>provision</u>
1. Central government, central government-owned entities and their subsidiaries and joint ventures (JVs)	510,576	89,123	599,699	0
2. Local governments, local government-owned entities and their subsidiaries and JVs	80,009	0	80,009	0
3. PRC nationals residing in Mainland China or other entities incorporated in Mainland China and their subsidiaries and JVs	658,479	35,625	694,104	0
4. Other entities of central government not reported in item 1 above	155,878	0	155,878	0
5. Other entities of local governments not reported in item 2 above	165,219	0	165,219	0
6. PRC nationals residing outside Mainland China or entities incorporated outside Mainland China where the credit is granted for use in Mainland China	1,005,486	86,261	1,091,747	0
7. Other counterparties where the exposures are considered by the reporting institution to be non-bank Mainland China exposures	0	0	0	0
Total	2,575,647	211,009	2,786,656	0
Total assets after provision	5,825,197			
On-balance sheet exposures as percentage of total assets	44.22%			

2019/06/30

HK\$'000

	<u>On-balance</u> <u>sheet exposures</u>	<u>Off-balance</u> <u>sheet exposures</u>	<u>Total</u>	<u>Specific</u> <u>provision</u>
1. Central government, central government-owned entities and their subsidiaries and joint ventures (JVs)	511,625	89,334	600,959	0
2. Local governments, local government-owned entities and their subsidiaries and JVs	80,027	0	80,027	0
3. PRC nationals residing in Mainland China or other entities incorporated in Mainland China and their subsidiaries and JVs	682,308	37,500	719,808	0
4. Other entities of central government not reported in item 1 above	156,290	0	156,290	0
5. Other entities of local governments not reported in item 2 above	167,930	0	167,930	0
6. PRC nationals residing outside Mainland China or entities incorporated outside Mainland China where the credit is granted for use in Mainland China	1,143,628	175,100	1,318,728	0
7. Other counterparties where the exposures are considered by the reporting institution to be non-bank Mainland China exposures	19,294	0	19,294	0
Total	2,761,102	301,934	3,063,036	0
Total assets after provision	5,895,663			
On-balance sheet exposures as percentage of total assets	46.83%			

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7. Currency risk

2019/12/31

<u>HK\$ millions</u>	USD	GBP	JPY	EUR	CNY	CAD	AUD	NZD	Total
Spot assets	4,198	8	64	161	371	5	38	0	4,845
Spot liabilities	4,215	12	56	157	341	6	39	0	4,826
Forward purchase	40	0	0	0	0	0	0	0	40
Forward sales	16	0	8	0	32	0	0	0	56
Net option position	0	0	0	0	0	0	0	0	0
Net long/short position	7	(4)	0	4	(2)	(1)	(1)	(0)	3

2019/06/30

<u>HK\$ millions</u>	USD	GBP	JPY	EUR	CNY	CAD	AUD	NZD	Total
Spot assets	4,013	9	60	144	348	2	368	0	4,944
Spot liabilities	4,012	12	59	143	347	6	368	0	4,947
Forward purchase	0	0	0	0	0	0	0	0	0
Forward sales	0	0	0	0	0	0	0	0	0
Net option position	0	0	0	0	0	0	0	0	0
Net long/short position	1	(3)	1	1	1	(4)	0	(0)	(3)

There were no foreign currency structural positions as at 2019 / 12 / 31 and 2019 / 06 / 30

TAIWAN BUSINESS BANK, LTD. HONG KONG BRANCH

8. Liquidity information disclosures

8.1 Average liquidity maintenance ratio/ Average liquidity ratio

	<u>31/3/2019</u>	<u>30/6/2019</u>	<u>30/9/2019</u>	<u>31/12/2019</u>	<u>31/12/2019</u>
Average value of its LMR for the year/period	39.07%	41.86%	43.85%	41.32%	41.53%
Calculation period	Jan~Mar 2019	Apr~Jun 2019	Jul~Sep 2019	Oct~Dec 2019	Jan~Dec 2019
	<u>31/3/2018</u>	<u>30/6/2018</u>	<u>30/9/2018</u>	<u>31/12/2018</u>	<u>31/12/2018</u>
Average value of its LMR for the year/period	39.48%	37.14%	39.12%	39.82%	38.89%
Calculation period	Jan~Mar 2018	Apr~Jun 2018	Jul~Sep 2018	Oct~Dec 2018	Jan~Dec 2018

The average liquidity maintenance ratio is the arithmetic mean of each calendar month's average liquidity maintenance ratio for the period as calculated in accordance with the Banking (Liquidity) Rules with effect from 1 January 2015.

8.2 Qualitative disclosures

a. Approach to liquidity risk man

The branch manages our liquidity risk in accordance with the Liquidity Risk Management Policy, which is set by Asset and Liability Committee and Risk Management Committee in Hong Kong branch and approved by our head office. The Policy provides a set of principles for the prudent management of liquidity in the normal course of business. The primary measures used to manage liquidity within the tolerance are the stress-testing and scenario analysis, liquidity maintenance ratio, loan-to-deposit and cash flow maturity mismatch analysis. In additions, our policy set a higher internal limit of liquidity maintenance ratio than the statutory minimum to reduce the liquidity risk.

Asset and Liability Committee is mainly responsible for the liquidity risk management in our branch. General Manager is the chairman of the Committee. The members include the department head of Treasury, Risk Management, Accounting, and all members of Treasury. General Manager could also invite other department heads to attend to Committee meeting in need.

The branch also follows the guidance set forth by the Hong Kong Monetary Authority in Supervisory Policy Manual (LM-2) - Sound Systems and Controls for Liquidity Risk Management.

b. Funding strategies

The branch's main funding strategies include diverse funding source, relationship-building in financial market, and intra-group transactions.

c. Liquidity risk mitigation techni

(i) Warning index setting

The branch maintains two kinds of the warning indexes which are internal warning index and market warning index. Internal warning index includes profitability, quality of assets, solvency, authority. Market warning index includes the bank credit rating, stock price, interbank transaction, and average deposit balance from customers.

(ii) Maintenance of liquidity cushion

Tier 1 assets: HKD 1,460,319,244 Tier 2 assets: HKD 0 (both as of 31/12/2019)

The liquidity cushion assets are easily able to be sold for liquidity demand.

d. Stress test

The branch perform stress testing quarterly for items as below

(i) Cash flow

(ii) Liquidity maintenance ratio

(iii) Liquidity gapping

The scenarios of 3 cases for our stress testing are "institution-specific stress scenario", "general market stress scenario", and "combination of both". We perform all three scenarios for item (i), and the extreme scenario, "combination of both", for both item (ii) and (iii). The different loss rate of deposit are assumed based on each 3 scenarios.

e. Contingency funding plan

The General Manager of branch should convene the meeting with all departments head to control and assess in case of excess of warning index.

Furthermore, the branch should report to risk management department of head office which is going to assess the possibility whether the operating risk occur and the branch start Contingency funding plan.

8.3 Quantitative disclosures

f. Metrics of liquidity management

The branch maintains the due date gap ratio and sets up the formula as follows: (due date assets – due date liabilities) / total liabilities. The limit matrix is as below

Tenor		CCY				
		Total	USD	HKD	CNH	Others
O/N	Limit	-75%	-75%	-75%	-75%	-75%
	Warning	-70%	-70%	-70%	-70%	-70%
A week	Limit	-75%	-75%	-75%	-75%	-75%
	Warning	-70%	-70%	-70%	-70%	-70%
A month	Limit	-40%	-50%	-70%	-70%	-70%
	Warning	-35%	-45%	-65%	-65%	-65%

g. Concentration limit

The branch sets limit for funding concentration.

(i) The ratio of funding amount from a branch (or a consolidated group) to total lending to banks should not be over 30% (or 50%).

(ii) The ratio of time deposit of single customer to total time deposit should not be over 30%.

(iii) The amount of funding from a single country (Taiwan excluded) should not be over 300 million USD.

9. Remuneration Disclosure

In accordance with section 3 of the HKMA's Supervisory policy Manual Guideline CG-5 "Sound Remuneration System", Taiwan Business Bank Co., Ltd. has disclosed version). the relevant information in the part of Corporate Governance of the Bank's 2019 Annual Report (Chinese version).

TAIWAN BUSINESS BANK, LTD. HONG KONG BRANCH

	<u>as at</u>	<u>as at</u>
Section B-Information of the Bank (Consolidated Basis)	<u>2019/12/31</u>	<u>2019/06/30</u>
	<u>TW\$ million</u>	<u>TW\$ million</u>

I. Capital and capital adequacy ratio

A. Capital Adequacy Ratio	12.66%	12.59%
B. Aggregate amount of shareholder's funds	95,517	87,838

The capital adequacy ratio is calculated in accordance with the document entitled "International Convergence of Capital Measurement and Capital Standards: A Revised Framework (Comprehensive Version)" (published by the Basel Committee on Banking Supervision in Nov 2012).

	<u>as at</u>	<u>as at</u>
	<u>2019/12/31</u>	<u>2019/06/30</u>
	<u>TW\$ million</u>	<u>TW\$ million</u>

II. Other financial information

Total assets	1,746,153	1,709,267
Total liabilities	1,650,636	1,621,428
Total loans and advances	1,146,091	1,143,481
Total customer deposits	1,434,743	1,371,732

	<u>Year to</u>	<u>Year to</u>
	<u>2019/12/31</u>	<u>2019/6/30</u>
	<u>TW\$ million</u>	<u>TW\$ million</u>
Profit /(Loss) before taxation	8,066	4,070

Declaration

According to the requirement of the Hong Kong Monetary Authority on Key Financial Information Disclosure Statement of Authorized Institutions incorporated outside Hong Kong, we have pleasure in presenting the Key Financial Information Disclosure Statement of Taiwan Business Bank, Hong Kong Branch for the year ended 31 December 2019. We confirmed that the information contained therein complies, in all material aspects, with the relevant requirements for financial disclosure by overseas incorporated authorized institutions as set out in the supervisory policy manual CA-D-1 "Guideline on the Application of the Banking (Disclosure) Rules" issued in Aug 2019, and to the best of my knowledge and belief, it is not false or misleading.



FAN Jen Jung
SVP & General Manager
Taiwan Business Bank, Ltd. Hong Kong Branch

Date :