



臺灣中小企業銀行股份有限公司 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)

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

**Key Financial Information Disclosure Statement
For The Whole Year Ended 2022 / 12 / 31**





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>2022/12/31</u> HK\$'000	<u>For the year end</u> <u>2021/12/31</u> HK\$'000
Interest Income	139,051	76,872
Interest Expense	<u>(38,171)</u>	<u>(14,167)</u>
	<u>100,880</u>	<u>62,705</u>
Other operating income		
Gains less losses arising from trading in foreign currencies	1,353	2,096
Gains less losses on securities held for trading purpose	85	46
Gains less losses from other trading activities	0	0
Income from fees and commissions	8,107	7,304
Others	<u>37</u>	<u>2</u>
	<u>9,582</u>	<u>9,448</u>
Operating Expense		
Staff and rental expenses	(18,025)	(20,795)
Net charge for other provisions	2,670	5,061
Other expenses	(19,576)	(18,803)
Impairment losses and provisions for impaired loans and receivables	(9,976)	(48,239)
Gains less losses from the disposal of property, plant and equipment and investment properties	(1)	0
	<u>(44,908)</u>	<u>(82,776)</u>
Profit before taxation	65,554	(10,623)
Taxation expense or tax income	0	0
Profit after taxation	<u>65,554</u>	<u>(10,623)</u>



II. Balance sheet information

	<u>2022/12/31</u> HK\$'000	<u>2022/6/30</u> HK\$'000
Assets		
Cash and balances with banks (except those included in amount due from overseas offices)	1,228,601	1,013,157
Placement with banks maturing between 1 and 12 months (except those included in amount due from overseas offices)	211,894	93,756
Amount due from overseas offices	74,070	74,534
Trade bills	0	0
Available-for-sale securities and impairment provisions		
Available-for-sale securities	1,143,980	1,082,454
Impairment provisions (specific)	0	0
Held-to-maturity securities	0	39,228
Loans and advances and impairment provisions		
Loans and advances to customers	1,649,418	2,132,177
Loans and advanced to banks	935,616	313,828
Impairment provisions (collective and specific)	(44,460)	(36,289)
Property, plant and equipment and investment properties	11,318	14,540
Other assets		
Accrued interest	21,639	11,346
Others	5,558	53,806
Total assets	<u>5,237,634</u>	<u>4,792,537</u>
Liabilities		
Deposits and balances of banks (except those included in amount due to overseas offices)	1,011,595	717,816
Deposits from customers		
Demand deposits and current accounts	109,941	135,213
Savings deposits	1,951,665	1,872,053
Time, call and notice deposits	1,587,370	1,473,174
Amount due to overseas offices	102,357	121,657
Other liabilities	48,498	86,723
Total liabilities	<u>4,811,426</u>	<u>4,406,636</u>
Paid up capital	0	0
Reserves	360,654	364,829
Current profit/(loss)	65,554	21,072
Total equities	<u>426,208</u>	<u>385,901</u>
Total Equities and Liabilities	<u>5,237,634</u>	<u>4,792,537</u>



III. Additional Balance sheet information

	<u>2022/12/31</u> HK\$'000	<u>2022/6/30</u> HK\$'000	
1. Loans and advances and impairment provisions			
A. Loans and advances and impairment provisions			
Loans and advances to customers	1,649,418	2,132,177	
Loans and advances to banks	935,616	313,828	
Total	<u>2,585,034</u>	<u>2,446,005</u>	
Collective impairment provisions	(25,514)	(23,871)	
Specific impairment provisions	<u>(18,946)</u>	<u>(12,418)</u>	
Total	<u>(44,460)</u>	<u>(36,289)</u>	
Gross loans and advances less impairment provisions	<u>2,540,574</u>	<u>2,409,716</u>	
Provisions as % of gross loans and advances			
Collective impairment provisions	0.99%	0.97%	
Specific impairment provisions	0.73%	0.51%	
Total	<u>1.72%</u>	<u>1.48%</u>	
B. Impairment provisions			
	<u>Specific</u>	<u>Collective</u>	<u>Total</u>
<u>2022/12/31</u>	<u>impairment provisions</u>	<u>impairment provisions</u>	
Loans and advances to customers	18,946	16,158	35,104
Loans and advances to banks	0	9,356	9,356
Total	<u>18,946</u>	<u>25,514</u>	<u>44,460</u>
<u>2022/06/30</u>			
Loans and advances to customers	12,418	20,733	33,151
Loans and advances to banks	0	3,138	3,138
Total	<u>12,418</u>	<u>23,871</u>	<u>36,289</u>
	<u>2022/12/31</u>	<u>2022/06/30</u>	
	<u>HK\$'000</u>	<u>HK\$'000</u>	
C. Impaired loans and advances to customers			
Impaired loans and advances to customers	33,636	58,921	
Specific impairment provisions	<u>(18,946)</u>	<u>(12,418)</u>	
Total	<u>14,690</u>	<u>46,503</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	33,636	58,921	
Impaired advances as % of gross loans and advances to customers	2.04%	2.76%	
Specific impairment provisions as % of impaired loans and advances to customers	56.33%	21.08%	
D. Impaired loans and advances to bank			
Impaired loans and advances to banks	0	0	
Specific impairment provisions	<u>0</u>	<u>0</u>	
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%	



2. Overdue and rescheduled assets

Part I. Loans and advances to customers

	<u>2022/12/31</u> HK\$'000	<u>2022/6/30</u> HK\$'000
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	21,074	0
more than 1 year	0	0
Total	<u>21,074</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 (Net of those overdue loans and advances which have been disclosed above)	<u>12,562</u>	<u>37,897</u>
	As % of gross advances to customers	As % of gross advances to customers
	<u>2022/12/31</u>	<u>2022/6/30</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	1.28%	0.00%
more than 1 year	0.00%	0.00%
Total	<u>1.28%</u>	<u>0.00%</u>
b. Rescheduled loans and advances to customers	<u>0.76%</u>	<u>1.78%</u>

C. Repossessed assets

As at 2022 / 12 / 31 and 2022 / 6 / 30, there were no repossessed assets held by our branch.



Part II. Loans and advances to banks

	<u>2022/12/31</u> HK\$'000	<u>2022/6/30</u> HK\$'000
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 to banks	As % of gross advances to banks
	<u>2022/12/31</u>	<u>2022/6/30</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 2022 / 12 / 31 and 2022 / 6 / 30, there were no repossessed assets held by our branch.		



Part III. Other assets

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

	<u>2022/12/31</u> <u>HK\$'000</u>	<u>2022/6/30</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	<u>0</u>	<u>0</u>
	<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 Other assets <u>2022/12/31</u>	As % of gross Other assets <u>2022/6/30</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 2022 / 12 / 31 and 2022 / 6 / 30, there were no repossessed assets held by our branch.		



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.

	<u>2022/12/31</u> <u>HK\$'000</u>	<u>2022/6/30</u> <u>HK\$'000</u>
A. The contractual or notional amounts of each material class of its off-balance sheet exposures (other than Derivative transactions)		
Direct credit substitutes	0	0
Transaction-related contingencies	0	0
Trade-related contingencies	55,112	43,798
Other commitments	1,010,633	443,191
Others	0	0
Total	<u>1,065,745</u>	<u>486,989</u>
B. Derivative transactions		
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.



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>2022/12/31</u>		<u>2022/6/30</u>	
	HK\$'000		HK\$'000	
	<u>Balance covered</u>		<u>Balance covered</u>	
	<u>Amount</u>	<u>by collateral</u>	<u>Amount</u>	<u>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	0	0	11,768	0
-Stockbrokers	0	0	0	0
-Wholesale and retail trade	305,587	218,246	413,714	298,694
-Manufacturing	187,123	0	188,297	0
-Transport and transport equipment	3,000	0	0	0
-Recreational activities	0	0	0	0
-Information Technology	193,182	0	200,000	0
-Others	255,735	0	265,185	0
Individuals:				
-Loans for the purchase of flats in the Home Ownership Scheme, Private Sector Participation Scheme and Tenants Purchases Scheme of their respective Successor Schemes	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	944,627	218,246	1,078,964	298,694
Trade finance	12,562	0	24,537	0
Loan and advances for use outside HK	692,229	0	1,028,676	2,023
Total	<u>1,649,418</u>	<u>218,246</u>	<u>2,132,177</u>	<u>300,717</u>

B. By countries or geographical segments

<u>2022/12/31</u>	<u>Gross</u>	<u>Overdue</u>	<u>Specific</u>
	<u>Amount</u>	<u>& Impaired</u>	
HK\$'000			
Hong Kong	1,016,159	33,636	18,946
Singapore	228,208	0	0
Thailand	351,801	0	0
Netherlands	0	0	0
Macao	0	0	0
China	23,705	0	0
Others	29,545	0	0
Total	<u>1,649,418</u>	<u>33,636</u>	<u>18,946</u>
<u>2022/6/30</u>	<u>Gross</u>	<u>Overdue</u>	<u>Specific impairment</u>
HK\$'000	<u>Amount</u>	<u>& Impaired</u>	<u>provisions</u>
Hong Kong	1,222,114	58,921	12,418
Singapore	315,789	0	0
Thailand	313,663	0	0
Netherlands	156,914	0	0
Macao	0	0	0
China	33,343	0	0
Others	90,354	0	0
Total	<u>2,132,177</u>	<u>58,921</u>	<u>12,418</u>

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.



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 :

<u>2022/12/31</u> HK\$ millions	<u>Banks</u>	<u>Official Sector</u>	<u>Non-bank private sector</u>		<u>Others</u>	<u>Total</u>
			<u>Financial institutions</u>	<u>Non-financial private sector</u>		
1. Developed countries	677	0	125	0	0	802
2. Offshore centers	252	0	0	1,060	0	1,312
of which-Hong Kong	201	0	0	737	0	938
of which-Singapore	51	0	0	229	0	280
3. Developing Europe	0	0	0	0	0	0
4. Developing Latin America and Caribbean	0	0	0	0	0	0
5. Developing Africa and Middle East	336	0	0	0	0	336
6. Developing Asia-Pacific	1,689	0	0	485	0	2,174
of which-Taiwan	540	0	0	24	0	564
of which-South Korea	667	0	0	73	0	740
7. International organizations	0	29	0	0	0	29
8. Unallocated by country	0	0	0	0	0	0
<u>2022/6/30</u> HK\$ millions						
1. Developed countries	723	0	126	157	0	1,006
2. Offshore centers	262	0	12	1,383	0	1,657
of which-Hong Kong	144	0	12	972	0	1,128
of which-Singapore	118	0	0	316	0	434
3. Developing Europe	0	0	0	0	0	0
4. Developing Latin America and Caribbean	0	0	0	0	0	0
5. Developing Africa and Middle East	338	0	0	0	0	338
6. Developing Asia-Pacific	444	0	63	457	0	964
of which-Taiwan	95	0	0	24	0	119
of which-South Korea	39	0	0	74	0	113
7. International organizations	0	0	0	0	0	0
8. Unallocated by country	0	0	0	0	0	0



6. Non-bank Mainland exposures

<u>2022/12/31</u> 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)	0	0	0	0
2. Local governments, local government-owned entities and their subsidiaries and JVs	0	0	0	0
3. PRC nationals residing in Mainland China or other entities incorporated in Mainland China and their subsidiaries and JVs	22,269	0	22,269	0
4. Other entities of central government not reported in item 1 above	0	0	0	0
5. Other entities of local governments not reported in item 2 above	0	0	0	0
6. PRC nationals residing outside Mainland China or entities incorporated outside Mainland China where the credit is granted for use in Mainland China	78,008	2,847	80,855	15,806
7. Other counterparties where the exposures are considered by the reporting institution to be non-bank Mainland China exposures	12,557	0	12,557	0
Total	112,834	2,847	115,681	15,806
Total assets after provision	5,237,634			
On-balance sheet exposures as percentage of total assets	2.15%			

<u>2022/6/30</u> 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)	0	0	0	0
2. Local governments, local government-owned entities and their subsidiaries and JVs	0	0	0	0
3. PRC nationals residing in Mainland China or other entities incorporated in Mainland China and their subsidiaries and JVs	31,463	0	31,463	0
4. Other entities of central government not reported in item 1 above	0	0	0	0
5. Other entities of local governments not reported in item 2 above	0	0	0	0
6. PRC nationals residing outside Mainland China or entities incorporated outside Mainland China where the credit is granted for use in Mainland China	158,670	6,079	164,749	9,247
7. Other counterparties where the exposures are considered by the reporting institution to be non-bank Mainland China exposures	1,735	2,310	4,045	0
Total	191,868	8,389	200,257	9,247
Total assets after provision	4,792,537			
On-balance sheet exposures as percentage of total assets	4.00%			



7. Currency risk

<u>2022/12/31</u> <u>HK\$ millions</u>	USD	GBP	JPY	EUR	CNY	CAD	AUD	NZD	Total
Spot assets	3,818	12	107	30	440	3	20	0	4,430
Spot liabilities	3,824	11	109	30	436	3	20	0	4,433
Forward purchases	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	(6)	1	(2)	0	4	0	0	0	(3)
<u>2022/6/30</u> <u>HK\$ millions</u>	USD	GBP	JPY	EUR	CNY	CAD	AUD	NZD	Total
Spot assets	3,370	12	78	50	410	3	28	0	3,951
Spot liabilities	3,374	11	78	50	409	3	28	0	3,953
Forward purchases	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	(4)	1	0	0	1	0	0	0	(2)

There were no foreign currency structural positions as at 2022 / 12 / 31 and 2022 / 6 / 30



8. Liquidity information disclosures

8.1 Average liquidity maintenance ratio/average liquidity ratio

	<u>2022/3/31</u>	<u>2022/6/30</u>	<u>2022/9/30</u>	<u>2022/12/31</u>	<u>2022/12/31</u>
Average value of its LMR for the year/period	46.20%	46.42%	45.98%	44.55%	45.79%
Calculation period	(Jan~Mar 2022)	(Apr~Jun 2022)	(Jul~Sep 2022)	(Oct~Dec 2022)	(Jan~Dec 2022)
Average value of its LMR for the year/period	<u>2021/3/31</u>	<u>2021/6/30</u>	<u>2021/9/30</u>	<u>2021/12/31</u>	<u>2021/12/31</u>
Calculation period	42.70%	43.37%	43.15%	43.52%	43.19%
	(Jan~Mar 2021)	(Apr~Jun 2021)	(Jul~Sep 2021)	(Oct~Dec 2021)	(Jan~Dec 2021)

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 management.

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 techniques

(i) The branch will take the action to reduce the rising liquidity risk by several measures include HKEF Notes intraday repo, funding from head office, and reduction of interbank lending activities.

(ii) Maintenance of liquidity cushion

Tier 1 assets: HKD1,635,141,279 Tier 2 assets: HKD 0 (both as of 31/12/2022)

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

d. Stress testing

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.

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, source of assets and funding, financial cost, maturity date mismatch, and regulation of branch and authority. Market warning index includes the bank credit rating, stock price, interbank transaction, and average deposit balance from customers.

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.

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 (or a consolidated group) to total time deposit should not be over 30% (or 50%).

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



h. Analysis of On/Off Balance Sheet by remaining maturity

(i) On-Balance

<u>2022/12/31</u> HK\$'000	Total	<u>1 month</u> <u>or less</u>	<u>Over 1</u> <u>to 3months</u>	<u>Over 3</u> <u>to 6 months</u>	<u>Over 6</u> <u>to 1 year</u>	<u>Over 1 year</u>	<u>Udate</u> <u>or overdue</u>
Asset items							
Loans to customers	1,649,418	44,921	142,459	110,347	97,258	1,233,359	21,074
Due from banks & placemen	2,450,181	811,510	211,894	0	77,968	857,648	491,161
Investment securities	1,143,980	0	92,624	129,507	116,952	804,897	0
Total	<u>5,243,579</u>	<u>856,431</u>	<u>446,977</u>	<u>239,854</u>	<u>292,178</u>	<u>2,895,904</u>	<u>512,235</u>
Liability items							
Deposits from customers	3,648,976	2,433,065	466,199	398,127	342,532	9,053	0
Due to banks	1,113,952	426,835	584,760	0	0	0	102,357
Total	<u>4,762,928</u>	<u>2,859,900</u>	<u>1,050,959</u>	<u>398,127</u>	<u>342,532</u>	<u>9,053</u>	<u>102,357</u>
Net Gap		<u>(2,003,469)</u>	<u>(603,982)</u>	<u>(158,273)</u>	<u>(50,354)</u>	<u>2,886,851</u>	<u>-</u>

(ii) Off-Balance

<u>2022/12/31</u> HK\$'000	Total	<u>1 month</u> <u>or less</u>	<u>Over 1</u> <u>to 3months</u>	<u>Over 3</u> <u>to 6 months</u>	<u>Over 6</u> <u>to 1 year</u>	<u>Over 1 year</u>	<u>Udate</u> <u>or overdue</u>
Off-balance sheet exposures							
Trade-related contingent ite	55,112	9,476	45,636	0	0	0	0
Other commitments	1,010,633	122,814	183,230	67,249	396,946	240,394	0
Total	<u>1,065,745</u>	<u>132,290</u>	<u>228,866</u>	<u>67,249</u>	<u>396,946</u>	<u>240,394</u>	<u>0</u>

9. Remuneration Disclosure

In accordance with section 3 of the HKMA's Supervisory policy Manual Guideline CG-5 "Sound Remuneration System", Taiwan Business Bank, Ltd. has disclosed the relevant information in the part of Corporate Governance of the Bank's 2022 Annual Report (Chinese version).



Section B-Information of the Bank (Consolidated Basis)

	<u>as at</u> <u>2022/12/31</u> TW\$ million	<u>as at</u> <u>2022/6/30</u> TW\$ million
I. Capital and capital adequacy ratio		
A. Capital Adequacy Ratio	12.48%	12.54%
B. Aggregate amount of shareholder's funds	104,107	99,063

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>2022/12/31</u>	<u>as at</u> <u>2022/6/30</u>
II. Other financial information		
Total assets	2,072,486	1,984,453
Total liabilities	1,968,379	1,885,390
Total loans and advances	1,418,493	1,361,854
Total customer deposits	1,673,152	1,663,746
	<u>Year to</u> <u>2022/12/31</u>	<u>Year to</u> <u>2022/6/30</u>
Profit /(Loss) before taxation	12,040	5,072



Declaration

Statement of Authorized Institutions incorporated outside Hong Kong, we have pleasure in presenting the Key Financial Information Disclosure Statement of Taiwan Business Bank, Ltd. Hong Kong Branch for the year ended 31 Dec.2022. 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", and to the best of my knowledge and belief, it is not false or misleading.

CHEN HSIAO-MING
VP & General Manager
Taiwan Business Bank, Ltd. Hong Kong Branch

Date :