



**第一商業銀行股份有限公司**

(於台灣成立的有限責任公司)

**香港分行**

**First Commercial Bank, Ltd**

(Incorporated in Taiwan with limited liability)

**Hong Kong Branch**

**Financial Information Disclosure Statement**

**For the half year ended 30 June 2022**



## KEY FINANCIAL INFORMATION DISCLOSURE STATEMENT FOR THE HALF YEAR ENDED 30 JUNE 2022

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**SECTION A. - INFORMATION OF THE BRANCH (INCLUDE H.K. BR. ONLY)**

**I. PROFIT AND LOSS INFORMATION**

**FOR THE HALF YEAR ENDED 30 JUNE 2022**

Figures in HKD thousand

	<b>For the half year ended 30 June</b>	
	<b><u>2022</u></b>	<b><u>2021</u></b>
Interest Income	155,071	124,596
Interest Expense	<u>(37,326)</u>	<u>(22,871)</u>
Net interest income	117,745	101,725
Fee and commission income	15,235	14,061
Fee and commission expense	<u>(841)</u>	<u>(946)</u>
Net fee and commission income	14,394	13,115
Other operating income		
- Gains less losses arising from dealing in foreign currencies	2,190	2,401
- Net gains/(losses) on financial instruments designated at fair value through profit or loss	-	-
- Net gains/(losses) on others	<u>24</u>	<u>-</u>
	2,214	2,401
<b>Total income</b>	<b><u>134,353</u></b>	<b><u>117,241</u></b>
Operating expenses		
- Staff and rental expenses	(20,109)	(21,440)
- Other expenses	<u>(4,506)</u>	<u>(5,042)</u>
<b>Total expenses</b>	<b><u>(24,615)</u></b>	<b><u>(26,482)</u></b>
Profit before impairment allowances	<b>109,738</b>	<b>90,759</b>
Impairment losses written back/(charges) on loans and advances	(10,187)	(151,766)
Impairment losses written back/(charges) on other assets	<u>3</u>	<u>63</u>
<b>Profit before taxation</b>	<b>99,554</b>	<b>(60,944)</b>
Taxation charge	(15,929)	0
<b>Profit after taxation</b>	<b><u>83,625</u></b>	<b><u>(60,944)</u></b>



## II. BALANCE SHEET INFORMATION

AS AT 30 JUNE 2022

Figures in HKD thousands

	<u>30-Jun-2022</u>	<u>31-Dec-2021</u>
<b><u>ASSETS</u></b>		
Cash and balances with banks (except those included in amount due from overseas offices)	852,035	1,933,335
Placement with banks and other financial institutions maturing between one and twelve months (except those included in amount due from overseas offices)	1,153,012	1,974,735
Amount due from overseas offices	960,418	1,185,521
Trade bills less impairment allowances	-	-
Loans and advances less impairment allowances	8,551,372	7,731,688
Certificates of deposit held less impairment allowances	1,673,407	1,460,111
Financial assets at fair value through other comprehensive income less impairment allowances	3,981,780	3,601,294
Other assets		
- Accrued interest	33,685	20,094
- Other accounts less impairment allowances	46,737	95,679
Property, plant and equipment	5,958	7,565
<b>Total assets</b>	<b><u>17,258,404</u></b>	<b><u>18,010,022</u></b>
<b><u>LIABILITIES</u></b>		
Deposits and balances of banks and other financial institutions (except those included in amount due to overseas offices)	3,195,985	2,336,877
Current, fixed, savings and other deposits from customers		
- Demand deposits and current accounts	380,888	367,861
- Savings deposits	5,509,511	5,923,945
- Time deposits	5,603,037	6,726,706
Amount due to overseas offices	148,207	290,945
Other liabilities	97,962	124,499
<b>Total liabilities</b>	<b><u>14,935,590</u></b>	<b><u>15,770,833</u></b>
<b>Reserves and current profit/(loss)</b>	<b><u>2,322,814</u></b>	<b><u>2,239,189</u></b>
<b>Total equity and liabilities</b>	<b><u>17,258,404</u></b>	<b><u>18,010,022</u></b>

### Notes:

Our Branch has adopted the accounting policies of HKFRS 9 from 1 January 2018, and the financial assets have been reclassified and measured according to the requirements.



### III. SUPPLEMENTARY FINANCIAL INFORMATION

Figures in HKD thousands

#### 1. TRADE BILLS AND IMPAIRMENT ALLOWANCES ON TRADE BILLS

	As at	
	<u>30-Jun-2022</u>	<u>31-Dec-2021</u>
Trade bills	-	-
Collective impairment allowances	-	-
Gross trade bills less impairment allowances	<u>0</u>	<u>0</u>

#### 2. ADVANCES AND IMPAIRMENT ALLOWANCES ON ADVANCES

##### A. Advances to customers and impairment allowances on advances to customers

	As at	
	<u>30-Jun-2022</u>	<u>31-Dec-2021</u>
Advances to customers	8,179,579	7,664,532
Advances to banks and other financial institutions	<u>470,754</u>	<u>155,930</u>
Total	8,650,333	7,820,462
Collective provisions	(98,961)	(88,774)
Specific provisions	-	-
Total	<u>(98,961)</u>	<u>(88,774)</u>
Gross advances less provisions	<u>8,551,372</u>	<u>7,731,688</u>
Allowances as a percentage of gross advances		
- Collective provisions	1.14%	1.14%
- Specific provisions	<u>0.00%</u>	<u>0.00%</u>
Total provisions	<u>1.14%</u>	<u>1.14%</u>

##### B. Impairment allowances

<u>Balance as at 30 Jun 2022</u>	Specific provisions	Collective provisions	Total
- Advances to customers	-	94,203	94,203
- Advances to banks and other financial institutions	-	4,758	4,758
	<u>0</u>	<u>98,961</u>	<u>98,961</u>
<u>Balance as at 31 Dec 2021</u>	Specific provisions	Collective provisions	Total
- Advances to customers	-	87,147	87,147
- Advances to banks and other financial institutions	-	1,627	1,627
	<u>0</u>	<u>88,774</u>	<u>88,774</u>

Under the requirements of HKFRS 9 "Financial Instruments". Since 1 January 2018 our Branch has adopted Expect Credit Loss ("ECL") approach to measure the impairment allowance of financial assets. The scope of impairment covers amortised cost financial assets, loan commitments and financial guarantees, as well as debt instruments measured at Fair Value through Other Comprehensive Income ("FVOCI").



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### III. SUPPLEMENTARY FINANCIAL INFORMATION - *continued*

Figures in HKD thousands

#### C. Movements in specific and collective provisions

##### Balance as at 30 Jun 2022

	Balance at 1 January	Charge to income statement	Write-off	Balance at 30 June
Specific provisions	0	-	-	0
Collective provisions	88,774	10,187	-	98,961
	<u>88,774</u>	<u>10,187</u>	<u>0</u>	<u>98,961</u>

##### Balance as at 30 Jun 2021

	Balance at 1 January	Charge to income statement	Write-off	Balance at 30 June
Specific provisions	77,507	147,992	(222,837)	2,662
Collective provisions	83,857	3,774	-	87,631
	<u>161,364</u>	<u>151,766</u>	<u>(222,837)</u>	<u>90,293</u>



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### III. SUPPLEMENTARY FINANCIAL INFORMATION - *continued*

Figures in HKD thousands

## 2. ADVANCES AND IMPAIRMENT ALLOWANCES ON ADVANCES - *continued*

### D. Impaired advances to customers

	As at	
	<u>30-Jun-2022</u>	<u>31-Dec-2021</u>
- Gross impaired advances to customers	-	-
- Specific provisions	-	-
Total	<u>0</u>	<u>0</u>
Market value of collateral pledged	<u>0</u>	<u>0</u>
Covered portion of impaired advances	<u>0</u>	<u>0</u>
Uncovered portion of impaired advances	<u>0</u>	<u>0</u>
Gross impaired advances as a percentage of gross advances to customers	<u>0.00%</u>	<u>0.00%</u>
Specific provisions as a percentage of gross impaired advances	<u>0.00%</u>	<u>0.00%</u>

There were no impaired advances to banks and other financial institutions, nor were there any specific provisions made for them as at 30 June 2022 and 31 December 2021.



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### III. SUPPLEMENTARY FINANCIAL INFORMATION - continued

Figures in HKD thousands

#### E. Overdue and rescheduled advances to customers

	As at	
	<u>30-Jun-2022</u>	<u>31-Dec-2021</u>
<b>a. Advances to customers overdue for</b>		
more than 1 month and up to 3 months	-	-
more than 3 months and up to 6 months	-	-
more than 6 months and up to 1 year	-	-
more than 1 year	-	-
	<u>0</u>	<u>0</u>
Specific provisions made in respect of the above overdue advances	<u>0</u>	<u>0</u>
Market value of collateral held against the covered portion of all overdue advances	<u>0</u>	<u>0</u>
Covered portion of all overdue advances	<u>0</u>	<u>0</u>
Uncovered portion of all overdue advances	<u>0</u>	<u>0</u>
<b>b. Rescheduled advances to customers</b>	<u>0</u>	<u>0</u>
(Net of those overdue advances which have been disclosed in above)		

	As a percentage of total gross advances to customers	
	<u>30-Jun-2022</u>	<u>31-Dec-2021</u>
	Percentage (%)	Percentage (%)
<b>c. Advances to customers overdue for</b>		
more than 1 month and up to 3 months	-	-
more than 3 months and up to 6 months	-	-
more than 6 months and up to 1 year	-	-
more than 1 year	-	-
	<u>0.00</u>	<u>0.00</u>
<b>d. Rescheduled advances to customers</b>	<u>0.00</u>	<u>0.00</u>

#### F. Reconciliation for advances to customer between overdue advances and impaired advances is as follows:

	<u>30-Jun-2022</u>	<u>31-Dec-2021</u>
Advances to customers overdue for more than 3 months	-	-
Less: loans overdue but not impaired	-	-
Add: overdue loans for 3 months or less and on which interest is being placed in suspense or interest ceased to accrue	-	-
Add: impaired loans overdue for 3 months or less or not yet overdue and on which is still being accrued	-	-
Total impaired advances	<u>0</u>	<u>0</u>

There were no advances to banks and other financial institutions which were overdue or rescheduled as at 30 June 2022 and 31 December 2021.

#### G. Repossessed assets

As at 30 June 2022 and 31 December 2021, there were no repossessed assets held by our bank.





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**III. SUPPLEMENTARY FINANCIAL INFORMATION - *continued***

Figures in HKD thousands

**3. OTHER ACCOUNTS AND IMPAIRMENT ALLOWANCES**

	As at	
	<u>30-Jun-2022</u>	<u>31-Dec-2021</u>
Other accounts receivable and prepayment	47,669	96,619
Specific provisions	<u>(932)</u>	<u>(940)</u>
Other accounts less provisions	<u><b>46,737</b></u>	<u><b>95,679</b></u>



### III. SUPPLEMENTARY FINANCIAL INFORMATION - *continued*

Figures in HKD thousands

#### 4. DEBT SECURITIES HELD

##### A. Financial assets at fair value through other comprehensive income

	As at	
	<u>30-Jun-2022</u>	<u>31-Dec-2021</u>
Government Bonds (including Hong Kong Exchange Fund Bills)	-	-
Floating rate notes	3,858,224	3,471,541
Debt securities	<u>123,556</u>	<u>129,753</u>
Total	<u><b>3,981,780</b></u>	<u><b>3,601,294</b></u>
Issued by:		
Government organization	-	-
Banks	3,414,851	2,954,969
Other financial institutions	567,531	646,878
Corporate entities	<u>-</u>	<u>-</u>
Total	<u><b>3,982,382</b></u>	<u><b>3,601,847</b></u>
Impairment allowances	(602)	(553)
Financial assets at fair value through other comprehensive income less impairment allowances	<u><b>3,981,780</b></u>	<u><b>3,601,294</b></u>
Impairment allowances as a percentage of financial assets at fair value through other comprehensive income	<u>0.02%</u>	<u>0.02%</u>

##### B. Financial assets at amortised cost

	As at	
	<u>30-Jun-2022</u>	<u>31-Dec-2021</u>
Debt securities	-	-
Issued by:		
Other financial institutions outside Hong Kong	-	-

##### C. Overdue or impaired securities

<u>Balance as at 30 Jun 2022</u>	Financial assets at fair value through other comprehensive income	Financial assets at amortised cost	Impairment allowances
- Neither overdue nor impaired	3,982,382	-	(602)
- Non-overdue but impaired	-	-	-
- Overdue and impaired	<u>-</u>	<u>-</u>	<u>-</u>
Total	<u><b>3,982,382</b></u>	<u><b>0</b></u>	<u><b>(602)</b></u>
<u>Balance as at 31 Dec 2021</u>	Available-for-sale securities	Held-to-maturity securities	Individual impairment allowances
- Neither overdue nor impaired	3,601,847	-	(553)
- Non-overdue but impaired	-	-	-
- Overdue and impaired	<u>-</u>	<u>-</u>	<u>-</u>
Total	<u><b>3,601,847</b></u>	<u><b>0</b></u>	<u><b>(553)</b></u>

On 1 January 2018, the financial assets held by our Branch have been reclassified into the appropriate HKFRS 9 categories. The adoption of expected credit loss approach could increased the impairment allowances for financial instruments.



### III. SUPPLEMENTARY FINANCIAL INFORMATION - *continued*

Figures in HKD thousands

#### 5. OFF-BALANCE SHEET INFORMATION

##### A. Contingent liabilities and commitments

The following is a summary of the contractual amounts of each significant class of contingent liabilities and commitments:

	As at	
	<u>30-Jun-2022</u>	<u>31-Dec-2021</u>
Direct credit substitutes	54,598	54,394
Trade-related contingencies		
- Customer's liabilities under letter of credit	149,668	71,515
- Customer's liabilities under guarantee	-	-
- Customer's liabilities under acceptance	142,533	64,543
Forward forward deposits placed	-	-
Other commitments		
- Other commitments with an original maturity of not more than one year	1,990,485	1,741,919
- Other commitments with an original maturity of more than one year	1,033,271	1,219,071
	<u>3,370,555</u>	<u>3,151,442</u>

##### B. Derivative financial instruments

	Contract / notional amount	Contract / notional amount
<b>Exchange rate contracts</b>		
- Spot and forwards	1,947	7,250
- Swaps	106,597	204,490
- Options purchased	-	-
- Options written	-	-
	<u>108,544</u>	<u>211,740</u>

Replacement Costs of Derivatives (of the above derivatives)

	Replacement costs	Replacement costs
<b>Exchange rate contracts</b>		
- Spot and forwards	2	2
- Swaps	43	9
- Options purchased	-	-
- Options written	-	-
	<u>45</u>	<u>11</u>

For contingent liabilities and commitments, the contract amounts represent the amounts at risk should the contract be fully drawn upon and the client default.

The replacement costs represent the cost of replacing all contracts which have a positive value when marked to market. They do not take into account the effects of bilateral netting arrangements.



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### III. SUPPLEMENTARY FINANCIAL INFORMATION - *continued*

Figures in HKD thousands

#### 6. GROSS ADVANCES TO CUSTOMERS ANALYSED AND REPORTED BY LOAN USAGE

The following information concerning advances to customers by industry sectors has been classified in accordance with industry categories contained in the banking returns of Quarterly Analysis of Loans and Advances and the Provisions (MA(BS)2A) and Assets and Liabilities of an Authorised Institution (MA(BS)1) submitted to the Hong Kong Monetary Authority.

#### A. By loan usage

1. Loan for use in Hong Kong	<u>As at 30 Jun 2022</u>		<u>As at 31 Dec 2021</u>	
	Outstanding balance	Balance covered by collateral	Outstanding balance	Balance covered by collateral
<b>a. Industrial, commercial and financial</b>				
- Property development	150,000	150,000	-	-
- Property investment	1,986,345	1,680,000	1,616,345	1,460,000
- Financial concerns	873,373	-	522,167	-
- Wholesale and retail trade	512,246	512,246	501,428	423,462
- Manufacturing	235,377	-	233,895	-
- Hotels, boarding houses & catering	415,000	415,000	415,000	415,000
- Transport and transport equipment	123,836	123,836	128,526	128,526
- Information technology	686,000	-	686,000	-
- Others	98,208	19,749	149,878	31,913
<b>b. Individuals</b>				
- Loans for the purchase of other residential properties	27,224	27,224	29,649	29,649
<b>c. Others</b>	94,151	-	93,558	-
	<u>5,201,760</u>	<u>2,928,055</u>	<u>4,376,446</u>	<u>2,488,550</u>
<b>2. Trade finance</b>	<b>28,942</b>	<b>12,553</b>	<b>286,552</b>	<b>12,474</b>
<b>3. Loan for use outside Hong Kong</b>	<b>2,948,877</b>	<b>1,021,430</b>	<b>3,001,534</b>	<b>1,012,241</b>
<b>Total</b>	<b><u>8,179,579</u></b>	<b><u>3,962,038</u></b>	<b><u>7,664,532</u></b>	<b><u>3,513,265</u></b>



### III. SUPPLEMENTARY FINANCIAL INFORMATION - *continued*

Figures in HKD thousands

## 6. GROSS ADVANCES TO CUSTOMERS ANALYSED AND REPORTED BY LOAN USAGE- *continued*

### B. Analysis of impaired advances for the individual loan usage category:

	<u>As at 30 Jun 2022</u>		<u>As at 31 Dec 2021</u>	
	Impaired advances	Individual impairment allowances	Impaired advances	Individual impairment allowances
- Loan for use outside Hong Kong	-	-	-	-
	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>

### C. By geographical area

After taking into account the transfer of risk, exposures to a single country exceeding 10% of the aggregate gross advances to customers which are disclosed as follows:

<u>As at 30 Jun 2022</u>	Outstanding balance	Advances overdue for over three months	Impaired advances	Individual impairment allowances
- Hong Kong	5,914,780	-	-	-
- Taiwan	94,657	-	-	-
- China	305,091	-	-	-
- Others	1,865,051	-	-	-
	<u>8,179,579</u>	<u>0</u>	<u>0</u>	<u>0</u>

<u>As at 31 Dec 2021</u>	Outstanding balance	Advances overdue for over three months	Impaired advances	Individual impairment allowances
- Hong Kong	5,580,179	-	-	-
- Taiwan	151,595	-	-	-
- China	305,596	-	-	-
- Others	1,627,162	-	-	-
	<u>7,664,532</u>	<u>0</u>	<u>0</u>	<u>0</u>



**III. SUPPLEMENTARY FINANCIAL INFORMATION - continued**

Figures in HKD millions

**7. INTERNATIONAL CLAIMS**

The information on international claims discloses exposures to foreign counterparties on which the ultimate risk lies, and is derived according to the location of the counterparties after taking into account any recognized risk transfer. In general, such transfer of risk takes place if the claims are guaranteed by a party in a country which is different from that of the counterparty or if the claims are on an overseas branch of a bank whose head office is located in another country. Only regions constituting 10% or more of the aggregate international claims after taking into account any recognized risk transfer are disclosed.

	As at 30 Jun 2022					
			Non-bank private sector			
			Non-bank	Non-		
	Banks	Official	financial	financial	Others	Total claims
Counterparty country/jurisdiction		sector	institution	private		
Developed countries	2,239	-	197	612	-	3,048
Offshore centres	1,358	27	874	5,044	-	7,303
– of which : Hong Kong	1,358	27	874	5,044	-	7,303
Developing Europe	-	-	-	-	-	0
Developing Latin America and Caribbean	-	-	-	-	-	0
Developing Africa and Middle East	900	-	378	-	-	1,278
Developing Asia and Pacific	3,780	-	-	1,656	-	5,436
– of which : Chinese Taipei	1,333	-	-	95	-	1,428
China	379	-	-	305	-	684
International Organisations	-	-	244	-	-	244
<b>Total</b>	<b>8,277</b>	<b>27</b>	<b>1,693</b>	<b>7,312</b>	<b>0</b>	<b>17,309</b>

	As at 31 Dec 2021					
			Non-bank private sector			
			Non-bank	Non-		
	Banks	Official	financial	financial	Others	Total claims
Counterparty country/jurisdiction		sector	institution	private		
Developed countries	2,674	-	195	632	-	3,501
Offshore centres	1,293	16	522	5,101	-	6,932
– of which : Hong Kong	1,292	16	405	5,061	-	6,774
Developing Europe	-	-	-	-	-	0
Developing Latin America and Caribbean	-	-	-	-	-	0
Developing Africa and Middle East	665	-	453	-	-	1,118
Developing Asia and Pacific	4,471	-	-	1,415	-	5,886
– of which : Chinese Taipei	2,583	-	-	152	-	2,735
China	382	-	-	305	-	687
International Organisations	-	-	247	-	-	247
<b>Total</b>	<b>9,103</b>	<b>16</b>	<b>1,417</b>	<b>7,148</b>	<b>0</b>	<b>17,684</b>

The above figures are disclosed according to the HKMA return of international banking statistics and pursuant to Section 63 of the Banking Ordinance.



### III. SUPPLEMENTARY FINANCIAL INFORMATION - *continued*

Figures in HKD millions

#### 8. MAINLAND ACTIVITIES EXPOSURES

The analysis of Mainland activities exposures is based on the categories of non-bank counterparties and the type of direct exposures defined by the Hong Kong Monetary Authority under the Banking (Disclosure) Rules with reference to the Hong Kong Monetary Authority return of non-bank Mainland exposures.

##### As at 30 Jun 2022

	<u>On-balance sheet exposures</u>	<u>Off-balance sheet exposures</u>	<u>Total exposures</u>
1. Central government, central government-owned entities and their subsidiaries and joint ventures (JVs)	55	-	55
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	951	140	1,091
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	499	100	599
7. Other counterparties where the exposures are considered by exposures the reporting institution to be non-bank Mainland China exposures	-	-	-
<b>Total</b>	<b><u>1,505</u></b>	<b><u>240</u></b>	<b><u>1,745</u></b>
Total assets after provision	<b><u>17,258</u></b>		
On-balance sheet exposures as percentage of total assets	<b><u>8.72%</u></b>		

##### As at 31 Dec 2021

	<u>On-balance sheet exposures</u>	<u>Off-balance sheet exposures</u>	<u>Total exposures</u>
1. Central government, central government-owned entities and their subsidiaries and joint ventures (JVs)	55	-	55
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	549	677	1,226
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	619	142	761
7. Other counterparties where the exposures are considered by exposures the reporting institution to be non-bank Mainland China exposures	-	-	-
<b>Total</b>	<b><u>1,223</u></b>	<b><u>819</u></b>	<b><u>2,042</u></b>
Total assets after provision	<b><u>18,010</u></b>		
On-balance sheet exposures as percentage of total assets	<b><u>6.79%</u></b>		



### III. SUPPLEMENTARY FINANCIAL INFORMATION - *continued*

Figures in HKD millions

#### 9. FOREIGN CURRENCY POSITION

The foreign currency exposures are prepared in accordance with the HKMA banking return of "Foreign Currency Position" completion instructions. The net position in foreign currencies are disclosed as follows:

As at 30 Jun 2022								
Currency	USD	JPY	EUR	CNY	AUD	GBP	Other foreign currencies	Total
Spot assets	11,042	85	112	1,056	16	110	10	<b>12,431</b>
Spot liabilities	(10,934)	(85)	(112)	(1,165)	(16)	(110)	(10)	<b>(12,432)</b>
Forward purchases	-	-	-	108	-	-	-	<b>108</b>
Forward sales	(109)	0	-	-	-	-	-	<b>(109)</b>
Net option position	-	-	-	-	-	-	-	<b>0</b>
Net long (short) position	<u>(1)</u>	<u>0</u>	<u>0</u>	<u>(1)</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u><b>(2)</b></u>

  

As at 31 Dec 2021								
Currency	USD	JPY	EUR	CNY	AUD	GBP	Other foreign currencies	Total
Spot assets	11,737	113	99	1,474	14	89	9	<b>13,535</b>
Spot liabilities	(11,807)	(112)	(99)	(1,486)	(14)	(89)	(8)	<b>(13,615)</b>
Forward purchases	141	-	-	13	-	-	-	<b>154</b>
Forward sales	(70)	(1)	-	-	-	-	-	<b>(71)</b>
Net option position	-	-	-	-	-	-	-	<b>0</b>
Net long (short) position	<u>1</u>	<u>0</u>	<u>0</u>	<u>1</u>	<u>0</u>	<u>0</u>	<u>1</u>	<u><b>3</b></u>

There were no foreign currency structural position as at the above respective reporting dates.

#### 10. LIQUIDITY MAINTENANCE RATIO

##### AVERAGE LIQUIDITY RATIO

	Second quarter 30 June 2022 Percentage (%)	First quarter 31 March 2022 Percentage (%)	Second quarter 30 June 2021 Percentage (%)
Liquidity maintenance ratio	<u>47.42</u>	<u>46.45</u>	<u>45.54</u>

Pursuant to the requirement under the Banking (Disclosure) Rule effective from 30 June 2018. The LMR average percentage is calculated based on the arithmetical mean of each calendar month's average LMR in the quarter. The liquidity maintenance ratio is computed in accordance with the Banking (Liquidity) Rules.





第一商業銀行股份有限公司 (於台灣成立的有限責任公司) 香港分行  
**First Commercial Bank, Ltd.** (Incorporated in Taiwan with limited liability)  
Hong Kong Branch

#### IV. OTHER INFORMATION

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##### 1. DISCLOSURE OF REMUNERATION

###### A. Remuneration system

The reward system of our Branch is designed and reviewed by our Head Office. The basis of determining the emoluments payable by the Branch to senior management is mainly by reference to the level of emoluments normally paid by comparable banks and employees' performance. Total compensation comprises a fixed component, allowance and benefits. The reward to be expensed as cash settled, no award as shared-based compensation plan.

###### B. Remuneration for Senior Management and Key Personnel under CG-5

For the purpose of disclosure, Senior Management and Key Personnel mentioned in this section are defined according to the Hong Kong Monetary Authority's Guideline on a Sound Remuneration System.

Senior Management : The senior executives, including General Manager and Deputy General Managers, who are designated by the Bank and responsible for oversight of the branch-wide strategy or material business.

Key Personnel : The employees, including heads of functional departments and risk control, whose individual business activities involve the assumption of material risk which may have significant impact on risk exposure, or whose individual responsibilities are directly and materially linked to the profit.

	For the half year ended 30 June	
	<u>2022</u>	<u>2021</u>
	HKD '000	HKD '000
Persons	12	12
Basic salaries, allowances and benefits	5,225	5,925
Variable remuneration	93	56
Deferred remuneration	-	-

The remuneration above includes 4 (2021: 4) members of Senior Management and 8 (2021: 8) members of Key Personnel.

##### 2. PUBLICATION OF KEY FINANCIAL INFORMATION DISCLOSURE STATEMENT ON WEBSITE

The Disclosure Statement of the Branch will be published on the website of the Bank (<http://www.firstbank.com.tw>) in due course. Users can download from the Bank's website for free.



## SECTION B. - INFORMATION OF THE BANK 〈CONSOLIDATED BASIS〉

### I. CAPITAL AND CAPITAL ADEQUACY RATIO

#### A. Capital adequacy ratio

	<u>30-Jun-2022</u>	<u>31-Dec-2021</u>
	Percentage (%)	Percentage (%)
Common Equity Tier 1 capital ratio	9.88	10.88
Tier 1 capital ratio	11.69	12.48
Total capital ratio	13.71	14.21
Leverage ratio	<u>5.85</u>	<u>6.12</u>

The capital adequacy ratios of the Bank are compiled in accordance with Basel Capital Accord. The ratio compares the capital base of the Bank with on and off balance sheet assets, weighted for risk. The relevant disclosures can be found on the Bank's website <http://www.firstbank.com.tw>, accessible through the "Regulatory Disclosures" link on the home page of the website.

#### B. Aggregate amount of shareholders' funds

<u>30-Jun-2022</u>	<u>31-Dec-2021</u>
NTD '000	NTD '000
<u>218,508,689</u>	<u>223,539,719</u>

### II. OTHER FINANCIAL INFORMATION (Consolidation basis)

Figures in NTD thousands

	<u>30-Jun-2022</u>	<u>31-Dec-2021</u>
<b>Total assets</b>	<u>3,819,388,446</u>	<u>3,588,455,322</u>
<b>Total liabilities</b>	<u>3,600,879,757</u>	<u>3,364,915,603</u>
<b>Net loans and advances</b>	<u>2,209,934,885</u>	<u>2,020,098,206</u>
<b>Total customer deposit</b>	<u>3,098,870,026</u>	<u>2,940,729,356</u>
	<b><u>Half year to</u></b>	<b><u>Half year to</u></b>
	<b><u>30-Jun-2022</u></b>	<b><u>30-Jun-2021</u></b>
<b>Profit/(Loss) before taxation</b>	<u>11,899,056</u>	<u>11,344,702</u>



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Hong Kong Branch

## **Declaration**

According to the requirement of the Hong Kong Monetary Authority on Key Financial Information Disclosure Statement, we have pleasure in presenting the Key Financial Information Disclosure Statements of First Commercial Bank Limited, Hong Kong Branch for the half year ended 30 June 2022. We confirmed that the information contained therein complies, in all material respects, with 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.

*Chang Shih Lin*

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General Manager (CHANG Shih Lin)

First Commercial Bank Limited

Hong Kong Branch

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15 September 2022

Date