Regulatory Disclosures
30 June 2026

NCB 南洋商業銀行

CONTENTS

KM1: Key prudential ratios

		(a)	(b)	(c)	(d)	(e)
		At 30 June 2026	**At 31 March 2026**	**At 31 December 2025**	**At 30 September 2025**	**At 30 June 2025**
		HK$'000	**HK$'000**	**HK$'000**	**HK$'000**	**HK$'000**
	Regulatory capital (amount)					
1 & 1a	Common Equity Tier 1 ("CET1")	57,313,143	57,603,129	56,493,955	55,206,228	54,778,220
2 & 2a	Tier 1	64,735,169	65,025,155	63,915,981	62,628,254	62,200,246
3 & 3a	Total capital	76,680,072	76,755,373	75,420,583	74,379,331	73,956,700
	RWA (amount)					
4	Total RWA	377,465,167	364,775,312	353,326,434	357,267,148	351,307,335
4a	Total RWA (pre-floor)	377,465,167	364,775,312	353,326,434	357,267,148	351,307,335
	Risk-based regulatory capital ratios (as a percentage of RWA)					
5 & 5a	CET1 ratio (%)	15.18%	15.79%	15.99%	15.45%	15.59%
5b	CET1 ratio (%) (pre-floor ratio)	15.18%	15.79%	15.99%	15.45%	15.59%
6 & 6a	Tier 1 ratio (%)	17.15%	17.83%	18.09%	17.53%	17.71%
6b	Tier 1 ratio (%) (pre-floor ratio)	17.15%	17.83%	18.09%	17.53%	17.71%
7 & 7a	Total capital ratio (%)	20.31%	21.04%	21.35%	20.82%	21.05%
7b	Total capital ratio (%) (pre-floor ratio)	20.31%	21.04%	21.35%	20.82%	21.05%
	Additional CET1 buffer requirements (as a percentage of RWA)					
8	Capital conservation buffer requirement (%)	2.50%	2.50%	2.50%	2.50%	2.50%
9	Countercyclical capital buffer requirement (%)	0.32%	0.31%	0.31%	0.30%	0.31%
10	Higher loss absorbency requirements (%) (applicable only to G-SIBs or D-SIBs)	-	-	-	-	-
11	Total AI-specific CET1 buffer requirements (%)	2.82%	2.81%	2.81%	2.80%	2.81%
12	CET1 available after meeting the AI's minimum capital requirements (%)	10.68%	11.29%	11.49%	10.95%	11.09%
	Basel III leverage ratio					
13	Total leverage ratio ("LR") exposure measure	620,622,955	601,525,927	599,726,511	585,126,715	583,104,589
13a	LR exposure measure based on mean values of gross assets of SFTs	617,645,439	598,238,612	596,241,183	585,192,605	583,230,224
14, 14a & 14b	LR (%)	10.43%	10.81%	10.66%	10.70%	10.67%
14c & 14d	LR (%) based on mean values of gross assets of SFTs	10.48%	10.87%	10.72%	10.70%	10.66%
	Liquidity Coverage Ratio ("LCR")/Liquidity Maintenance Ratio ("LMR")					
	Applicable to category 1 institutions only:					
15	Total high quality liquid assets ("HQLA")	97,081,190	103,310,072	103,704,000	98,795,168	89,069,399
16	Total net cash outflows	52,829,928	58,512,682	55,582,673	51,684,996	49,681,461
17	LCR (%)	184.68%	177.91%	188.43%	194.13%	181.32%
	Applicable to category 2 institutions only:					
17a	LMR (%)	N/A	N/A	N/A	N/A	N/A
	Net Stable Funding Ratio ("NSFR")/Core Funding Ratio ("CFR")					
	Applicable to category 1 institutions only:					
18	Total available stable funding	387,325,858	387,569,121	387,571,085	383,859,483	381,320,474
19	Total required stable funding	280,885,288	276,892,297	269,699,188	270,326,066	270,057,079
20	NSFR (%)	137.89%	139.97%	143.70%	142.00%	141.20%
	Applicable to category 2A institutions only:					
20a	CFR (%)	N/A	N/A	N/A	N/A	N/A

OV1: Overview of RWA

		(a)	(b)	(c)
		RWA		**Minimum capital requirements**
		At 30 June 2026	**At 31 March 2026**	**At 30 June 2026**
		HK$'000	**HK$'000**	**HK$'000**
1	Credit risk for non-securitization exposures	360,752,828	349,287,180	28,860,226
2	Of which STC approach	360,752,828	349,287,180	28,860,226
2a	Of which BSC approach	-	-	-
3	Of which foundation IRB approach	-	-	-
4	Of which supervisory slotting criteria approach	-	-	-
5	Of which advanced IRB approach	-	-	-
5a	Of which retail IRB approach	-	-	-
5b	Of which specific risk-weight approach	-	-	-
5c	Of which cryptoasset exposures to credit risk calculated in accordance with section 376 and Divisions 5, 6 and 8 of Part 12 of the BCR	-	-	-
6	Counterparty credit risk and default fund contributions	1,120,122	1,063,223	89,609
7	Of which SA-CCR approach	695,918	852,817	55,673
7a	Of which CEM	-	-	-
8	Of which IMM(CCR) approach	-	-	-
8a	Of which method for group 2b cryptoasset derivative contracts	-	-	-
9	Of which others	424,204	210,406	33,936
10	CVA risk	423,650	399,125	33,892
11	Equity positions in banking book under the simple risk-weight method and internal models method	N/A	N/A	N/A
12	Collective investment scheme ("CIS") exposures – look-through approach/third-party approach	-	-	-
13	CIS exposures – mandate-based approach	-	-	-
14	CIS exposures – fall-back approach	-	-	-
14a	CIS exposures – combination of approaches	-	-	-
15	Settlement risk	19	-	2
16	Securitization exposures in banking book	-	-	-
17	Of which SEC-IRBA	-	-	-
18	Of which SEC-ERBA (including IAA)	-	-	-
19	Of which SEC-SA	-	-	-
19a	Of which SEC-FBA	-	-	-
20	Market risk	3,824,338	2,827,825	305,947
21	Of which STM approach	3,824,338	2,827,825	305,947
22	Of which IMA	-	-	-
22a	Of which SSTM approach	-	-	-
23	Capital charge for moving exposures between trading book and banking book	-	-	-
24	Operational risk	9,577,725	9,559,250	766,218
24a	Sovereign concentration risk	-	-	-
25	Amounts below the thresholds for deduction (subject to 250% RW)	4,540,508	4,480,828	363,241
26	Output floor level applied	N/A	N/A	N/A
27	Floor adjustment (before application of transitional cap)	-	-	-
28	Floor adjustment (after application of transitional cap)	N/A	N/A	N/A
28a	Deduction to RWA	2,774,023	2,842,119	221,922

OV1: Overview of RWA (continued)

		(a)	(b)	(c)
		RWA		**Minimum capital requirements**
		At 30 June 2026	**At 31 March 2026**	**At 30 June 2026**
		HK$'000	**HK$'000**	**HK$'000**
28b	Of which portion of regulatory reserve for general banking risks and collective provisions which is not included in Tier 2 Capital	-	-	-
28c	Of which portion of cumulative fair value gains arising from the revaluation of land and buildings which is not included in Tier 2 Capital	2,774,023	2,842,119	221,922
29	**Total**	**377,465,167**	**364,775,312**	**30,197,213**

N/A: Not applicable in the case of Hong Kong

CC1: Composition of regulatory capital

		(a) At 30 June 2026 Amount HK$'000	(b) Source based on reference numbers/letters of the balance sheet under the regulatory scope of consolidation
	CET1 capital: instruments and reserves		
1	Directly issued qualifying CET1 capital instruments plus any related share premium	3,144,517	(7)
2	Retained earnings	56,066,476	(8)
3	Disclosed reserves	7,935,322	(10)+(11)+(12)+(13)
5	Minority interests arising from CET1 capital instruments issued by consolidated bank subsidiaries and held by third parties (amount allowed in CET1 capital of the consolidation group)	-	
6	**CET1 capital before regulatory deductions**	**67,146,315**	
	CET1 capital: regulatory deductions		
7	Valuation adjustments	353	Not applicable
8	Goodwill (net of associated deferred tax liabilities)	-	
9	Other intangible assets (net of associated deferred tax liabilities)	1,335,248	(2)-(4)
10	Deferred tax assets (net of associated deferred tax liabilities)	881,982	(3)
11	Cash flow hedge reserve	-	
12	Excess of total EL amount over total eligible provisions under the IRB approach	-	
13	Credit-enhancing interest-only strip, and any gain-on-sale and other increase in the CET1 capital arising from securitization transactions	-	
14	Gains and losses due to changes in own credit risk on fair valued liabilities	627	(1)+(5)
15	Defined benefit pension fund net assets (net of associated deferred tax liabilities)	-	
16	Investments in own CET1 capital instruments (if not already netted off paid-in capital on reported balance sheet)	-	
17	Reciprocal cross-holdings in CET1 capital instruments	-	
18	Insignificant LAC investments in CET1 capital instruments issued by financial sector entities that are outside the scope of regulatory consolidation (amount above 10% threshold)	-	
19	Significant LAC investments in CET1 capital instruments issued by financial sector entities that are outside the scope of regulatory consolidation (amount above 10% threshold)	-	
20	Mortgage servicing rights (net of associated deferred tax liabilities)	Not applicable	Not applicable
21	Deferred tax assets arising from temporary differences (net of associated deferred tax liabilities)	Not applicable	Not applicable
22	Amount exceeding the 15% threshold	Not applicable	Not applicable
23	of which: significant investments in the ordinary share of financial sector entities	Not applicable	Not applicable
24	of which: mortgage servicing rights	Not applicable	Not applicable
25	of which: deferred tax assets arising from temporary differences	Not applicable	Not applicable
26	National specific regulatory adjustments applied to CET1 capital	7,614,962	
26a	Cumulative fair value gains arising from the revaluation of land and buildings (own-use and investment properties)	5,043,678	(9)+(10)
26b	Regulatory reserve for general banking risks	2,571,284	(12)

CC1: Composition of regulatory capital (continued)

		(a)	(b)
		At 30 June 2026 Amount	Source based on reference numbers/letters of the balance sheet under the regulatory scope of consolidation
		HK$'000	
26c	Securitization exposures specified in a notice given by the MA	-	
26d	Cumulative losses below depreciated cost arising from the institution's holdings of land and buildings	-	
26e	Capital shortfall of regulated non-bank subsidiaries	-	
26f	Capital investment in a connected company which is a commercial entity (amount above 15% of the reporting institution's capital base)	-	
27	Regulatory deductions applied to CET1 capital due to insufficient AT1 capital and Tier 2 capital to cover deductions	-	
28	**Total regulatory deductions to CET1 capital**	**9,833,172**	
29	**CET1 capital**	**57,313,143**	
	AT1 capital: instruments		
30	Qualifying AT1 capital instruments plus any related share premium	7,422,026	
31	of which: classified as equity under applicable accounting standards	7,422,026	(14)
32	of which: classified as liabilities under applicable accounting standards	-	
34	AT1 capital instruments issued by consolidated bank subsidiaries and held by third parties (amount allowed in AT1 capital of the consolidation group)	-	
36	**AT1 capital before regulatory deductions**	**7,422,026**	
	AT1 capital: regulatory deductions		
37	Investments in own AT1 capital instruments	-	
38	Reciprocal cross-holdings in AT1 capital instruments	-	
39	Insignificant LAC investments in AT1 capital instruments issued by financial sector entities that are outside the scope of regulatory consolidation (amount above 10% threshold)	-	
40	Significant LAC investments in AT1 capital instruments issued by financial sector entities that are outside the scope of regulatory consolidation	-	
41	National specific regulatory adjustments applied to AT1 capital	-	
42	Regulatory deductions applied to AT1 capital due to insufficient Tier 2 capital to cover deductions	-	
43	**Total regulatory deductions to AT1 capital**	**-**	
44	**AT1 capital**	**7,422,026**	
45	**Tier 1 capital (T1 = CET1 + AT1)**	**64,735,169**	
	Tier 2 capital: instruments and provisions		
46	Qualifying Tier 2 capital instruments plus any related share premium	5,457,027	(6)
48	Tier 2 capital instruments issued by consolidated bank subsidiaries and held by third parties (amount allowed in Tier 2 capital of the consolidation group)	-	
50	Collective provisions and regulatory reserve for general banking risks eligible for inclusion in Tier 2 capital	4,218,221	Not applicable
51	**Tier 2 capital before regulatory deductions**	**9,675,248**	

CC1: Composition of regulatory capital (continued)

		(a)	(b)
		At 30 June 2026 Amount HK$'000	Source based on reference numbers/letters of the balance sheet under the regulatory scope of consolidation
	Tier 2 capital: regulatory deductions		
52	Investments in own Tier 2 capital instruments	-	
53	Reciprocal cross-holdings in Tier 2 capital instruments and non-capital LAC liabilities	-	
54	Insignificant LAC investments in Tier 2 capital instruments issued by, and non-capital LAC liabilities of, financial sector entities that are outside the scope of regulatory consolidation (amount above 10% threshold and, where applicable, 5% threshold)	-	
54a	Insignificant LAC investments in non-capital LAC liabilities of financial sector entities that are outside the scope of regulatory consolidation (amount formerly designated for the 5% threshold but no longer meets the conditions) (for institutions defined as “section 2 institution” under §2(1) of Schedule 4F to BCR only)	-	
55	Significant LAC investments in Tier 2 capital instruments issued by financial sector entities that are outside the scope of regulatory consolidation (net of eligible short positions)	-	
55a	Significant LAC investments in non-capital LAC liabilities of financial sector entities that are outside the scope of regulatory consolidation (net of eligible short positions)	-	
56	National specific regulatory adjustments applied to Tier 2 capital	(2,269,655)	
56a	Add back of cumulative fair value gains arising from the revaluation of land and buildings (own-use and investment properties) eligible for inclusion in Tier 2 capital	(2,269,655)	[(9)+(10)] *45%
56b	Regulatory deductions applied to Tier 2 capital to cover the required deductions falling within BCR §48(1)(g)	-	
57	**Total regulatory adjustments to Tier 2 capital**	**(2,269,655)**	
58	**Tier 2 capital (T2)**	**11,944,903**	
59	**Total regulatory capital (TC = T1 + T2)**	**76,680,072**	
60	**Total RWA**	**377,465,167**	
	Capital ratios (as a percentage of RWA)		
61	**CET1 capital ratio**	**15.18%**	
62	**Tier 1 capital ratio**	**17.15%**	
63	**Total capital ratio**	**20.31%**	
64	**Institution-specific buffer requirement (capital conservation buffer plus countercyclical capital buffer plus higher loss absorbency requirements)**	**2.82%**	
65	of which: capital conservation buffer requirement	2.50%	
66	of which: bank specific countercyclical capital buffer requirement	0.32%	
67	of which: higher loss absorbency requirement	-	
68	CET1 (as a percentage of RWA) available after meeting minimum capital requirements	10.68%	

CC1: Composition of regulatory capital (continued)

		(a)	(b)
		At 30 June 2026	**Source based on reference numbers/letters of the balance sheet under the regulatory scope of consolidation**
		Amount	
		HK$'000	
	National minima (if different from Basel 3 minimum)		
69	National CET1 minimum ratio	Not applicable	Not applicable
70	National Tier 1 minimum ratio	Not applicable	Not applicable
71	National Total capital minimum ratio	Not applicable	Not applicable
	Amounts below the thresholds for deduction (before risk weighting)		
72	Insignificant LAC investments in CET1, AT1 and Tier 2 capital instruments issued by, and non-capital LAC liabilities of, financial sector entities that are outside the scope of regulatory consolidation	4,743,235	
73	Significant LAC investments in CET1 capital instruments issued by financial sector entities that are outside the scope of regulatory consolidation	7,883	
74	Mortgage servicing rights (net of associated deferred tax liabilities)	Not applicable	Not applicable
75	Deferred tax assets arising from temporary differences (net of associated deferred tax liabilities)	Not applicable	Not applicable
	Applicable caps on the inclusion of provisions in Tier 2 capital		
76	Provisions eligible for inclusion in Tier 2 in respect of exposures subject to the BSC approach, or the STC approach and SEC-ERBA, SEC-SA and SEC-FBA (prior to application of cap)	4,218,221	
77	Cap on inclusion of provisions in Tier 2 under the BSC approach, or the STC approach, and SEC-ERBA, SEC-SA and SEC-FBA	4,218,221	
78	Provisions eligible for inclusion in Tier 2 in respect of exposures subject to the IRB approach and SEC-IRBA (prior to application of cap)	-	
79	Cap for inclusion of provisions in Tier 2 under the IRB approach and SEC-IRBA	-	

CC1: Composition of regulatory capital (continued)

Notes to the template:

Elements where a more conservative definition has been applied in the BCR relative to that set out in Basel III capital standards:

Row No.	Description	Hong Kong basis HK$'000	Basel III basis HK$'000
9	**Other intangible assets (net of associated deferred tax liabilities)**	1,335,248	-
	Explanation As set out in paragraph 87 of the Basel III text issued by the Basel Committee (December 2010), mortgage servicing rights ("MSRs") may be given limited recognition in CET1 capital (and hence be excluded from deduction from CET1 capital up to the specified threshold). In Hong Kong, an AI is required to follow the accounting treatment of including MSRs as part of intangible assets reported in the AI's financial statements and to deduct MSRs in full from CET1 capital. Therefore, the amount to be deducted as reported in row 9 may be greater than that required under Basel III. The amount reported under the column "Basel III basis" in this box represents the amount reported in row 9 (i.e. the amount reported under the "Hong Kong basis") adjusted by reducing the amount of MSRs to be deducted to the extent not in excess of the 10% threshold set for MSRs and the aggregate 15% threshold set for MSRs, DTAs arising from temporary differences and significant investments in CET1 capital instruments issued by financial sector entities (excluding those that are loans, facilities or other credit exposures to connected companies) under Basel III.		
10	**Deferred tax assets (net of associated deferred tax liabilities)**	881,982	-
	Explanation As set out in paragraphs 69 and 87 of the Basel III text issued by the Basel Committee (December 2010), DTAs of the Bank to be realised are to be deducted, whereas DTAs which relate to temporary differences may be given limited recognition in CET1 capital (and hence be excluded from deduction from CET1 capital up to the specified threshold). In Hong Kong, an AI is required to deduct all DTAs in full, irrespective of their origin, from CET1 capital. Therefore, the amount to be deducted as reported in row 10 may be greater than that required under Basel III. The amount reported under the column "Basel III basis" in this box represents the amount reported in row 10 (i.e. the amount reported under the "Hong Kong basis") adjusted by reducing the amount of DTAs to be deducted which relate to temporary differences to the extent not in excess of the 10% threshold set for DTAs arising from temporary differences and the aggregate 15% threshold set for MSRs, DTAs arising from temporary differences and significant investments in CET1 capital instruments issued by financial sector entities (excluding those that are loans, facilities or other credit exposures to connected companies) under Basel III.		
18	**Insignificant LAC investments in CET1 capital instruments issued by financial sector entities that are outside the scope of regulatory consolidation (amount above 10% threshold)**	-	-
	Explanation For the purpose of determining the total amount of insignificant LAC investments in CET1 capital instruments issued by financial sector entities, an AI is required to aggregate any amount of loans, facilities or other credit exposures provided by it to any of its connected companies, where the connected company is a financial sector entity, as if such loans, facilities or other credit exposures were direct holdings, indirect holdings or synthetic holdings of the AI in the capital instruments of the financial sector entity, except where the AI demonstrates to the satisfaction of the MA that any such loan was made, any such facility was granted, or any such other credit exposure was incurred, in the ordinary course of the AI's business. Therefore, the amount to be deducted as reported in row 18 may be greater than that required under Basel III. The amount reported under the column "Basel III basis" in this box represents the amount reported in row 18 (i.e. the amount reported under the "Hong Kong basis") adjusted by excluding the aggregate amount of loans, facilities or other credit exposures to the AI's connected companies which were subject to deduction under the Hong Kong approach.		

CC1: Composition of regulatory capital (continued)

Row No.	Description	Hong Kong basis HK$'000	Basel III basis HK$'000
19	**Significant LAC investments in CET1 capital instruments issued by financial sector entities that are outside the scope of regulatory consolidation (amount above 10% threshold)**	-	-
	Explanation For the purpose of determining the total amount of significant LAC investments in CET1 capital instruments issued by financial sector entities, an AI is required to aggregate any amount of loans, facilities or other credit exposures provided by it to any of its connected companies, where the connected company is a financial sector entity, as if such loans, facilities or other credit exposures were direct holdings, indirect holdings or synthetic holdings of the AI in the capital instruments of the financial sector entity, except where the AI demonstrates to the satisfaction of the MA that any such loan was made, any such facility was granted, or any such other credit exposure was incurred, in the ordinary course of the AI's business. Therefore, the amount to be deducted as reported in row 19 may be greater than that required under Basel III. The amount reported under the column "Basel III basis" in this box represents the amount reported in row 19 (i.e. the amount reported under the "Hong Kong basis") adjusted by excluding the aggregate amount of loans, facilities or other credit exposures to the AI's connected companies which were subject to deduction under the Hong Kong approach.		
39	**Insignificant LAC investments in AT1 capital instruments issued by financial sector entities that are outside the scope of regulatory consolidation (amount above 10% threshold)**	-	-
	Explanation The effect of treating loans, facilities or other credit exposures to connected companies which are financial sector entities as CET1 capital instruments for the purpose of considering deductions to be made in calculating the capital base (see note re row 18 to the template above) will mean the headroom within the threshold available for the exemption from capital deduction of other insignificant LAC investments in AT1 capital instruments may be smaller. Therefore, the amount to be deducted as reported in row 39 may be greater than that required under Basel III. The amount reported under the column "Basel III basis" in this box represents the amount reported in row 39 (i.e. the amount reported under the "Hong Kong basis") adjusted by excluding the aggregate amount of loans, facilities or other credit exposures to the AI's connected companies which were subject to deduction under the Hong Kong approach.		
54	**Insignificant LAC investments in Tier 2 capital instruments issued by, and non-capital LAC liabilities of, financial sector entities that are outside the scope of regulatory consolidation (amount above 10% threshold and, where applicable, 5% threshold)**	-	-
	Explanation The effect of treating loans, facilities or other credit exposures to connected companies which are financial sector entities as CET1 capital instruments for the purpose of considering deductions to be made in calculating the capital base (see note re row 18 to the template above) will mean the headroom within the threshold available for the exemption from capital deduction of other insignificant LAC investments in Tier 2 capital instruments and non-capital LAC liabilities may be smaller. Therefore, the amount to be deducted as reported in row 54 may be greater than that required under Basel III. The amount reported under the column "Basel III basis" in this box represents the amount reported in row 54 (i.e. the amount reported under the "Hong Kong basis") adjusted by excluding the aggregate amount of loans, facilities or other credit exposures to the AI's connected companies which were subject to deduction under the Hong Kong approach.		
Remarks: The amount of the 10% threshold and 5% threshold mentioned above is calculated based on the amount of CET1 capital determined in accordance with the deduction methods set out in BCR Schedule 4F. The 15% threshold is referring to paragraph 88 of the Basel III text issued by the Basel Committee (December 2010) and has no effect to the Hong Kong regime.			

Abbreviations:

CET1: Common Equity Tier 1

AT1: Additional Tier 1

CC2: Reconciliation of regulatory capital to balance sheet

	(a)	(b)	(c)
	At 30 June 2026		
	Balance sheet as in published financial statements	Under regulatory scope of consolidation	Reference
	HK$'000	HK$'000	
ASSETS			
Cash and balances with banks and other financial institutions	**38,545,134**	**38,545,134**	
Placements with banks and other financial institutions	**9,186,312**	**9,186,312**	
Financial assets at fair value through profit or loss	**15,672,878**	**15,672,878**	
Derivative financial instruments	**1,717,137**	**1,717,137**	
- of which: debit valuation adjustments in respect of derivative contracts		***269***	(1)
Advances to banks and other financial institutions	**2,525,126**	**2,525,126**	
Advances to customers and trade bills	**286,417,656**	**286,417,656**	
Financial investments	**215,371,519**	**215,371,519**	
Interests in subsidiaries	**-**	**10,983**	
Investment properties	**1,992,600**	**1,992,600**	
Properties, plant and equipment	**6,323,309**	**6,323,309**	
Intangible assets	**1,540,087**	**1,540,087**	(2)
Deferred tax assets	**881,983**	**881,982**	(3)
- of which: deferred tax liabilities related to other intangible assets		***204,839***	(4)
Other assets	**6,230,293**	**6,204,355**	
Total assets	**586,404,034**	**586,389,078**	
LIABILITIES			
Deposits and balances from banks and other financial institutions	**45,708,665**	**45,708,665**	
Financial liabilities at fair value through profit or loss	**6,352,490**	**6,352,490**	
Derivative financial instruments	**949,407**	**949,407**	
- of which: debit valuation adjustments in respect of derivative contracts		***358***	(5)
Deposits from customers	**409,098,526**	**410,012,426**	
Debt securities and certificates of deposit in issue	**26,215,086**	**26,215,086**	
Current tax liabilities	**1,107,847**	**1,070,277**	
Other accounts and provisions	**15,249,090**	**15,247,936**	
Deferred tax liabilities	**683,433**	**674,767**	
Subordinated liabilities	**5,589,683**	**5,589,683**	
- of which: included in Tier 2 Capital		***5,457,027***	(6)
Total liabilities	**510,954,227**	**511,820,737**	

CC2: Reconciliation of regulatory capital to balance sheet (continued)

	(a)	(b)	(c)
	At 30 June 2026		
	Balance sheet as in published financial statements	**Under regulatory scope of consolidation**	**Reference**
	HK$'000	**HK$'000**	
EQUITY			
Share capital	**3,144,517**	**3,144,517**	(7)
Reserves	**64,883,264**	**64,001,798**	
- Retained earnings	**56,892,532**	**56,066,476**	(8)
- of which: cumulative fair value gains arising from the revaluation of investment properties		***91,457***	(9)
- Premises revaluation reserve	**5,007,631**	**4,952,221**	(10)
- Reserve for fair value changes through other comprehensive income	**310,980**	**310,980**	(11)
- Regulatory reserve	**2,571,284**	**2,571,284**	(12)
- Translation reserve	**100,837**	**100,837**	(13)
Additional equity instruments	**7,422,026**	**7,422,026**	(14)
Total equity	**75,449,807**	**74,568,341**	
Total liabilities and equity	**586,404,034**	**586,389,078**	

CCA: Main features of regulatory capital instruments

		CET1 Capital Ordinary Shares	USD Non-Cumulative Subordinated Additional Tier 1 Capital Securities	USD Non-Cumulative Subordinated Additional Tier 1 Capital Securities	USD Tier 2 Capital Subordinated Notes
1	Issuer	Nanyang Commercial Bank, Limited	Nanyang Commercial Bank, Limited	Nanyang Commercial Bank, Limited	Nanyang Commercial Bank, Limited
2	Unique identifier (e.g. CUSIP, ISIN or Bloomberg identifier for private placement)	Not Applicable	XS2467774209	XS2587421681	XS2842544491
3	Governing law(s) of the instrument	Hong Kong Laws	The Capital Securities are governed by and shall be construed in accordance with English Law, except that the subordination provisions are governed by and shall be construed in accordance with Hong Kong law.	The Capital Securities are governed by and shall be construed in accordance with English Law, except that the subordination provisions are governed by and shall be construed in accordance with Hong Kong law.	The Notes are governed by and shall be construed in accordance with English Law, except that the subordination provisions are governed by and shall be construed in accordance with Hong Kong law.
	Regulatory treatment				
4	Transitional Basel III rules	Not Applicable	Not Applicable	Not Applicable	Not Applicable
5	Basel III rules	Common Equity Tier 1	Additional Tier 1	Additional Tier 1	Tier 2
6	Eligible at solo*/group/solo and group	Solo and Group	Solo and Group	Solo and Group	Solo and Group
7	Instrument type (types to be specified by each jurisdiction)	Ordinary shares	Additional Tier 1 capital instruments	Additional Tier 1 capital instruments	Other Tier 2 instruments
8	Amount recognised in regulatory capital (currency in millions, as of 30 June 2026)	HK$3,145 million	HK$5,078 million	HK$2,344 million	HK$5,457 million
9	Par value of instrument	No par value (refer to Note 1 for details)	US$650 million	US$300 million	US$700 million
10	Accounting classification	Shareholders' equity	Equity instruments	Equity instruments	Liability-amortised cost
11	Original date of issuance	1 July 1948 (refer to Note 2 for details)	28 April 2022	7 March 2023	6 August 2024
12	Perpetual or dated	Perpetual	Perpetual	Perpetual	Dated
13	Original maturity date	No maturity	Not Applicable	Not Applicable	6 August 2034
14	Issuer call subject to prior supervisory approval	No	Yes	Yes	Yes

CCA: Main features of regulatory capital instruments (continued)

		CET1 Capital Ordinary Shares	USD Non-Cumulative Subordinated Additional Tier 1 Capital Securities	USD Non-Cumulative Subordinated Additional Tier 1 Capital Securities	USD Tier 2 Capital Subordinated Notes
15	Optional call date, contingent call dates and redemption amount	Not Applicable	First call date: 28 April 2027 Additional optional redemption in whole at 100% of principal amount with distributions accrued for taxation reasons, tax deductions reasons and regulatory reasons. Redemption amount subject to adjustment following occurrence of a Non-Viability Event. Redemption subject to prior written consent of the Hong Kong Monetary Authority ("HKMA").	First call date: 7 March 2028 Additional optional redemption in whole at 100% of principal amount with distributions accrued for taxation reasons, tax deductions reasons and regulatory reasons. Redemption amount subject to adjustment following occurrence of a Non-Viability Event. Redemption subject to prior written consent of the HKMA.	Optional Call Date: 6 August 2029 Additional optional redemption in whole at 100% of principal amount with accrued interests for taxation reasons, tax deductions reasons and regulatory reasons. Redemption amount subject to adjustment following occurrence of a Non-Viability Event. Redemption subject to prior written consent of the HKMA.
16	Subsequent call dates, if applicable	Not Applicable	Any distribution payment date thereafter	Any distribution payment date thereafter	Not Applicable
	Coupons/dividends				
17	Fixed or floating dividend/coupon	Floating	Fixed	Fixed	Fixed
18	Coupon rate and any related index	Not Applicable	Year 1-5: 6.50% per annum payable semi-annually in arrear; Year 5 onwards: resettable on year 5 and every 5 years thereafter at then prevailing 5-year US Treasury yield plus a fixed initial spread	Year 1-5: 7.35% per annum payable semi-annually in arrear; Year 5 onwards: resettable on year 5 and every 5 years thereafter at then prevailing 5-year US Treasury yield plus a fixed initial spread	At a fixed rate of 6.00% per annum until and excluding 6 August 2029. At a rate of the five-year U.S. Treasury yield plus the Spread from 6 August 2029 to (but excluding) 6 August 2034.
19	Existence of a dividend stopper	No	Yes	Yes	No
20	Fully discretionary, partially discretionary or mandatory	Fully discretionary	Fully discretionary	Fully discretionary	Mandatory
21	Existence of step-up or other incentive to redeem	No	No	No	No
22	Non-cumulative or cumulative	Non-cumulative	Non-cumulative	Non-cumulative	Cumulative

CCA: Main features of regulatory capital instruments (continued)

		CET1 Capital Ordinary Shares	USD Non-Cumulative Subordinated Additional Tier 1 Capital Securities	USD Non-Cumulative Subordinated Additional Tier 1 Capital Securities	USD Tier 2 Capital Subordinated Notes
23	Convertible or non-convertible	Non-convertible	Non-convertible	Non-convertible	Non-convertible
24	If convertible, conversion trigger(s)	Not Applicable	Not Applicable	Not Applicable	Not Applicable
25	If convertible, fully or partially	Not Applicable	Not Applicable	Not Applicable	Not Applicable
26	If convertible, conversion rate	Not Applicable	Not Applicable	Not Applicable	Not Applicable
27	If convertible, mandatory or optional conversion	Not Applicable	Not Applicable	Not Applicable	Not Applicable
28	If convertible, specify instrument type convertible into	Not Applicable	Not Applicable	Not Applicable	Not Applicable
29	If convertible, specify issuer of instrument it converts into	Not Applicable	Not Applicable	Not Applicable	Not Applicable
30	Write-down feature	No	Yes	Yes	Yes
31	If write-down, write-down trigger(s)	Not Applicable	Upon the occurrence of a Non-Viability Event	Upon the occurrence of a Non-Viability Event	Upon the occurrence of a Non-Viability Event
32	If write-down, full or partial	Not Applicable	Full or Partial	Full or Partial	Full or Partial
33	If write-down, permanent or temporary	Not Applicable	Permanent	Permanent	Permanent
34	If temporary write-down, description of write-up mechanism	Not Applicable	Not Applicable	Not Applicable	Not Applicable

CCA: Main features of regulatory capital instruments (continued)

		CET1 Capital Ordinary Shares	USD Non-Cumulative Subordinated Additional Tier 1 Capital Securities	USD Non-Cumulative Subordinated Additional Tier 1 Capital Securities	USD Tier 2 Capital Subordinated Notes
35	Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument in the insolvency creditor hierarchy of the legal entity concerned)	Not Applicable	The rights of the holders will, in the event of the Winding-Up of the Issuer, rank: (i) subordinate and junior in right of payment to, and of all claims of (a) all unsubordinated creditors of the Issuer (including its depositors), and (b) holders of Tier 2 Capital Subordinated notes of the Issuer, and (c) all other Subordinated Creditors of the Issuer whose claims are stated to rank senior to the Capital Securities or rank senior to the Capital Securities by operation of law or contract; (ii) pari passu in right of payment to and of all claims of the holders of Parity Obligations; and (iii) senior in right of payment to and of all claims of the holders of Junior Obligations.	The rights of the holders will, in the event of the Winding-Up of the Issuer, rank: (i) subordinate and junior in right of payment to, and of all claims of (a) all unsubordinated creditors of the Issuer (including its depositors), and (b) holders of Tier 2 Capital Subordinated notes of the Issuer, and (c) all other Subordinated Creditors of the Issuer whose claims are stated to rank senior to the Capital Securities or rank senior to the Capital Securities by operation of law or contract; (ii) pari passu in right of payment to and of all claims of the holders of Parity Obligations; and (iii) senior in right of payment to and of all claims of the holders of Junior Obligations.	The rights of the holders will, in the event of the Winding-Up of the Issuer, rank: (i) subordinate and junior in right of payment to, and of all claims of, (a) all unsubordinated creditors of the Issuer (including its depositors), and (b) all other Subordinated Creditors of the Issuer whose claims are stated to rank senior to the Notes or rank senior to the Notes by operation of law or contract; (ii) pari passu in right of payment to and of all claims of the holders of Parity Obligations; and (iii) senior in right of payment to, and of all claims of, (a) holders of Tier 1 Capital Instruments of the Issuer, and (b) the holders of other Junior Obligations.
36	Non-compliant transitioned features	Not Applicable	Not Applicable	Not Applicable	Not Applicable
37	If yes, specify non-compliant features	Not Applicable	Not Applicable	Not Applicable	Not Applicable

Footnote:

* *Include solo-consolidated*

CCA: Main features of regulatory capital instruments (continued)

Note 1: Pursuant to the Hong Kong Companies Ordinance (Chapter 622) which has commenced operation on 3 March 2014, all shares issued by a company incorporated in Hong Kong before, on and after that commencement date shall have no par value and the relevant concept of authorised share capital is abolished, the balance of the share premium account as at 3 March 2014 has been transferred to share capital.

Note 2: Several issuances of ordinary shares have been made since the first issuance in 1948. The last issuance was in 2009.

CCyB1: Geographical distribution of credit exposures used in countercyclical capital buffer ("CCyB")

		(a)	(c)	(d)	(e)
		At 30 June 2026			
	Geographical breakdown by Jurisdiction ("J")	**Applicable JCCyB ratio in effect**	**RWA used in computation of CCyB ratio**	**AI-specific CCyB ratio**	**CCyB amount**
		%	**HK$'000**	**%**	**HK$'000**
1	Hong Kong SAR	0.50%	176,450,937		
2	Australia	1.00%	1,940,538		
3	France	1.00%	7,824		
4	Germany	0.75%	4		
5	Ireland	1.50%	1,188,679		
6	Luxembourg	0.50%	89,361		
7	Netherlands	2.00%	376,647		
8	South Korea	1.00%	3,527,844		
9	United Kingdom	2.00%	2,036,203		
10	**Sum**		**185,618,037**		
11	**Total**		**318,402,294**	**0.32%**	**1,003,550**

LR1: Summary comparison of accounting assets against leverage ratio exposure measure

		(a)
		At 30 June 2026
		Value under the LR framework
		HK$'000
1	Total consolidated assets as per published financial statements	586,404,034
2	Adjustment for investments in banking, financial, insurance or commercial entities that are consolidated for accounting purposes but outside the scope of regulatory consolidation	(14,956)
3	Adjustment for securitised exposures that meet the operational requirements for the recognition of risk transference	-
4	Adjustments for temporary exemption of central bank reserves	N/A
5	Adjustment for fiduciary assets recognised on the balance sheet pursuant to the applicable accounting standard but excluded from the LR exposure measure	-
6	Adjustments for regular-way purchases and sales of financial assets subject to trade date accounting	-
7	Adjustments for eligible cash pooling transactions	-
8	Adjustments for derivative contracts	681,633
9	Adjustment for SFTs (i.e. repos and similar secured lending)	864,277
10	Adjustment for off-balance sheet ("OBS") items (i.e. conversion to credit equivalent amounts of OBS exposures)	42,707,382
11	Adjustments for prudent valuation adjustments and specific and collective provisions that are allowed to be excluded from LR exposure measure	(94,931)
12	Other adjustments	(9,924,484)
13	**Leverage ratio exposure measure**	**620,622,955**

N/A: Not applicable in the case of Hong Kong

LR2: Leverage ratio

		(a)	(b)
		At 30 June 2026	**At 31 March 2026**
		HK$'000	**HK$'000**
On-balance sheet exposures			
1	On-balance sheet exposures (excluding derivative contracts and SFTs, but including related on-balance sheet collateral)	567,726,785	562,903,281
2	Gross-up for derivative contracts collateral provided where deducted from balance sheet assets pursuant to the applicable accounting standard	-	-
3	Less: Deductions of receivables assets for cash variation margin provided under derivative contracts	(91,670)	(435,977)
4	Less: Adjustment for assets other than money received under SFTs that are recognised as an asset	-	-
5	Less: Specific and collective provisions associated with on-balance sheet exposures that are deducted from Tier 1 capital	(4,301,216)	(4,407,322)
6	Less: Asset amounts deducted in determining Tier 1 capital	(9,832,814)	(9,650,837)
7	**Total on-balance sheet exposures (excluding derivative contracts and SFTs) (sum of rows 1 to 6)**	**553,501,085**	**548,409,145**
Exposures arising from derivative contracts			
8	Replacement cost associated with all derivative contracts (where applicable net of eligible cash variation margin and/or with bilateral netting)	475,392	506,806
9	Add-on amounts for PFE associated with all derivative contracts	1,923,378	2,537,496
10	Less: Exempted CCP leg of client-cleared trade exposures	-	-
11	Adjusted effective notional amount of written credit-related derivative contracts	-	-
12	Less: Permitted reductions in effective notional amount and permitted deductions from add-on amounts for PFE of written credit-related derivative contracts	-	-
13	**Total exposures arising from derivative contracts (sum of rows 8 to 12)**	**2,398,770**	**3,044,302**
Exposures arising from SFTs			
14	Gross amount of SFT assets (with no recognition of netting), after adjusting for sale accounting transactions	21,215,057	10,243,116
15	Less: Netted amounts of cash payables and cash receivables of gross SFT assets	-	-
16	CCR exposure for SFT assets	864,277	387,507
17	Agent transaction exposures	-	-
18	**Total exposures arising from SFTs (sum of rows 14 to 17)**	**22,079,334**	**10,630,623**
Other off-balance sheet exposures			
19	Off-balance sheet exposure at gross notional amount	164,678,933	155,255,098
20	Less: Adjustments for conversion to credit equivalent amounts	(121,940,236)	(115,717,153)
21	Less: Specific and collective provisions associated with off-balance sheet exposures that are deducted from Tier 1 capital	(94,931)	(96,088)
22	**Off-balance sheet items (sum of rows 19 to 21)**	**42,643,766**	**39,441,857**
Capital and total exposures			
23	**Tier 1 capital**	**64,735,169**	**65,025,155**
24	**Total exposures (sum of rows 7, 13, 18 and 22)**	**620,622,955**	**601,525,927**
Leverage ratio			
25 & 25a	**Leverage ratio**	**10.43%**	**10.81%**
26	**Minimum leverage ratio requirement**	**3.00%**	**3.00%**
27	**Applicable leverage buffers**	**N/A**	**N/A**

LR2: Leverage ratio (continued)

		(a)	(b)
		At 30 June 2026	**At 31 March 2026**
		HK$'000	**HK$'000**
Disclosure of mean values			
28	Mean value of gross assets of SFTs, after adjustment for sale accounting transactions and netted of amounts of associated cash payables and cash receivables	18,237,541	6,955,801
29	Quarter-end value of gross amount of SFT assets, after adjustment for sale accounting transactions and netted of amounts of associated cash payables and cash receivables	21,215,057	10,243,116
30 & 30a	Total exposures based on mean values from row 28 of gross assets of SFTs (after adjustment for sale accounting transactions and netted amounts of associated cash payables and cash receivables)	617,645,439	598,238,612
31 & 31a	Leverage ratio based on mean values from row 28 of gross assets of SFTs (after adjustment for sale accounting transactions and netted amounts of associated cash payables and cash receivables)	10.48%	10.87%
N/A: Not applicable in the case of Hong Kong			

LIQ1: Liquidity Coverage Ratio – for category 1 institution

		(a)	(b)
Number of data points used in calculating the average value of the LCR and related components set out in this template: 71		**Quarter ended 30 June 2026**	
Basis of disclosure: consolidated		**Unweighted value (average)**	**Weighted value (average)**
		HK$'000	**HK$'000**
A.	**HQLA**		
1	Total HQLA		**97,081,190**
B.	**CASH OUTFLOWS**		
2	Retail deposits and small business funding, of which:	234,794,335	14,025,848
3	*Stable retail deposits and stable small business funding*	*41,033,448*	*1,231,003*
4	*Less stable retail deposits and less stable small business funding*	*53,301,545*	*5,330,155*
4a	*Retail term deposits and small business term funding*	*140,459,342*	*7,464,690*
5	Unsecured wholesale funding (other than small business funding), and debt securities and prescribed instruments issued by the AI, of which:	101,454,800	54,143,024
6	*Operational deposits*	*12,406,911*	*2,816,779*
7	*Unsecured wholesale funding (other than small business funding) not covered in Row 6*	*86,200,839*	*48,479,195*
8	*Debt securities and prescribed instruments issued by the AI and redeemable within the LCR period*	*2,847,050*	*2,847,050*
9	Secured funding transactions (including securities swap transactions)		1,052,806
10	Additional requirements, of which:	61,815,957	13,627,992
11	*Cash outflows arising from derivative contracts and other transactions, and additional liquidity needs arising from related collateral requirements*	*4,326,533*	*4,326,533*
12	*Cash outflows arising from obligations under structured financing transactions and repayment of funding obtained from such transactions*	-	-
13	*Potential drawdown of undrawn committed facilities (including committed credit facilities and committed liquidity facilities)*	*57,489,424*	*9,301,459*
14	Contractual lending obligations (not otherwise covered in Section B) and other contractual cash outflows	4,141,120	4,141,120
15	Other contingent funding obligations (whether contractual or non-contractual)	205,367,144	2,601,469
16	**TOTAL CASH OUTFLOWS**		**89,592,259**
C.	**CASH INFLOWS**		
17	Secured lending transactions (including securities swap transactions)	3,852,217	3,852,217
18	Secured and unsecured loans (other than secured lending transactions covered in Row 17) and operational deposits placed at other financial institutions	73,938,249	26,303,326
19	Other cash inflows	6,726,712	6,606,788
20	**TOTAL CASH INFLOWS**	**84,517,178**	**36,762,331**
D.	**LIQUIDITY COVERAGE RATIO**		**Adjusted value**
21	**TOTAL HQLA**		**97,081,190**
22	**TOTAL NET CASH OUTFLOWS**		**52,829,928**
23	**LCR (%)**		**184.68%**

LIQ1: Liquidity Coverage Ratio – for category 1 institution (continued)

Notes:

The weighted amount of HQLA is to be calculated as the amount after applying the haircuts as required under the Banking (Liquidity) Rules.

The unweighted amounts of cash inflows and cash outflows are to be calculated as the principal amounts in the calculation of the LCR as required under the Banking (Liquidity) Rules.

The weighted amounts of cash inflows and cash outflows are to be calculated as the amounts after applying the inflow and outflow rates as required under the Banking (Liquidity) Rules.

The adjusted value of total HQLA and the total net cash outflows have taken into account any applicable ceiling as required under the Banking (Liquidity) Rules.

In the second quarter of 2026, the Group has maintained a healthy liquidity position. The LCR remained stable and there was no material change compared with the last quarter. The average LCR of the second quarter of 2026 was 184.68%. The average HKD level 1 HQLA to HKD net cash outflow ratio of the second quarter of 2026 was 182.66%, well above the regulatory requirement of 20%. The ratios have maintained at stable and healthy levels.

The HQLA consists of cash, balances at central banks and high quality marketable securities issued or guaranteed by sovereigns, central banks, public sector entities or multilateral development banks and non-financial corporate debt securities. In the second quarter of 2026, the majority of the HQLA was composed of Level 1 HQLA.

The net cash outflow was mainly from retail and corporate customer deposit which are the Group’s primary source of funds, together with deposit and balance from bank and other financial institution. To ensure stable, sufficient and diversified source of funds, the Group actively attracts new deposits, keeps the core deposit and obtains supplementary funding from the interbank market. Other cash outflow, such as commitment, cash outflow under derivative contract and potential collateral requirement, were minimal to the LCR.

LIQ2: Net Stable Funding Ratio – for category 1 institution

		(a)	(b)	(c)	(d)	(e)
		Unweighted value by residual maturity				
At 30 June 2026 Basis of disclosure: consolidated		**No specified term to maturity**	**< 6 months or repayable on demand**	**6 months to < 12 months**	**12 months or more**	**Weighted amount**
		HK$'000	**HK$'000**	**HK$'000**	**HK$'000**	**HK$'000**
A.	**Available stable funding ("ASF") item**					
1	Capital:	76,215,278	-	-	5,457,027	81,672,305
2	*Regulatory capital*	*76,215,278*	-	-	*5,457,027*	*81,672,305*
2a	*Minority interests not covered by row 2*	-	-	-	-	-
3	*Other capital instruments*	-	-	-	-	-
4	Retail deposits and small business funding:	-	208,425,833	21,971,248	1,709,243	211,130,696
5	*Stable deposits*		*41,281,603*	-	-	*39,217,523*
6	*Less stable deposits*		*167,144,230*	*21,971,248*	*1,709,243*	*171,913,173*
7	Wholesale funding:	-	194,691,010	32,033,766	4,735,720	80,179,141
8	*Operational deposits*		*12,759,314*	-	-	*6,379,657*
9	*Other wholesale funding*	-	*181,931,696*	*32,033,766*	*4,735,720*	*73,799,484*
10	Liabilities with matching interdependent assets	-	-	-	-	-
11	Other liabilities:	3,611,224	19,533,486	7,740,906	10,571,085	14,343,716
12	*Net derivative liabilities*	-				
13	*All other funding and liabilities not included in the above categories*	*3,611,224*	*19,533,486*	*7,740,906*	*10,571,085*	*14,343,716*
14	**Total ASF**					**387,325,858**
B.	**Required stable funding ("RSF") item**					
15	Total HQLA for NSFR purposes	150,299,873				13,177,509
16	Deposits held at other financial institutions for operational purposes	-	558,161	-	-	279,081
17	Performing loans and securities:	1,224,813	162,021,920	69,865,547	179,275,517	245,764,687
18	*Performing loans to financial institutions secured by Level 1 HQLA*	-	-	-	-	-
19	*Performing loans to financial institutions secured by non-Level 1 HQLA and unsecured performing loans to financial institutions*	*750*	*63,929,225*	*17,021,236*	*14,298,636*	*32,399,388*
20	*Performing loans, other than performing residential mortgage, to non-financial corporate clients, retail and small business customers, sovereigns, the Monetary Authority for the account of the Exchange Fund, central banks and PSEs, of which:*	*1,220,112*	*89,830,303*	*32,756,642*	*81,505,716*	*131,355,067*
21	*With a risk-weight of less than or equal to 35% under the STC approach*	-	*701,817*	*266,735*	*1,276,796*	*1,314,193*

LIQ2: Net Stable Funding Ratio – for category 1 institution (continued)

		(a)	(b)	(c)	(d)	(e)
		Unweighted value by residual maturity				
At 30 June 2026 Basis of disclosure: consolidated		**No specified term to maturity**	**< 6 months or repayable on demand**	**6 months to < 12 months**	**12 months or more**	**Weighted amount**
		HK$'000	**HK$'000**	**HK$'000**	**HK$'000**	**HK$'000**
22	*Performing residential mortgages, of which:*	-	*2,683,061*	*875,463*	*20,614,144*	*16,182,638*
23	*With a risk-weight of less than or equal to 35% under the STC approach*	-	*260,163*	*490,542*	*15,593,235*	*10,510,956*
24	*Securities that are not in default and do not qualify as HQLA, including exchange-traded equities*	*3,951*	*5,579,331*	*19,212,206*	*62,857,021*	*65,827,594*
25	Assets with matching interdependent liabilities	-	-	-	-	-
26	Other assets:	19,738,475	4,366,572	-	-	19,016,987
27	*Physical traded commodities, including gold*	*467,961*				*397,767*
28	*Assets posted as initial margin for derivative contracts and contributions to default funds of CCPs*	-				-
29	*Net derivative assets*	*328,516*				*328,516*
30	*Total derivative liabilities before adjustments for deduction of variation margin posted*	*886,365*				*44,318*
31	*All other assets not included in the above categories*	*18,055,633*	*4,366,572*	-	-	*18,246,386*
32	Off-balance sheet items		260,349,875			2,647,024
33	**Total RSF**					**280,885,288**
34	**Net Stable Funding Ratio (%)**					**137.89%**

LIQ2: Net Stable Funding Ratio – for category 1 institution (continued)

		(a)	(b)	(c)	(d)	(e)
		Unweighted value by residual maturity				
At 31 March 2026 Basis of disclosure: consolidated		**No specified term to maturity**	**< 6 months or repayable on demand**	**6 months to < 12 months**	**12 months or more**	**Weighted amount**
		HK$'000	**HK$'000**	**HK$'000**	**HK$'000**	**HK$'000**
A.	**Available stable funding ("ASF") item**					
1	Capital:	76,324,306	-	-	5,458,499	81,782,805
2	*Regulatory capital*	*76,324,306*	-	-	*5,458,499*	*81,782,805*
2a	*Minority interests not covered by row 2*	-	-	-	-	-
3	*Other capital instruments*	-	-	-	-	-
4	Retail deposits and small business funding:	-	214,594,261	18,268,977	3,761,693	215,462,687
5	*Stable deposits*		*42,481,600*	-	-	*40,357,520*
6	*Less stable deposits*		*172,112,661*	*18,268,977*	*3,761,693*	*175,105,167*
7	Wholesale funding:	-	178,176,294	28,105,624	4,107,181	76,827,964
8	*Operational deposits*		*12,523,753*	-	-	*6,261,877*
9	*Other wholesale funding*	-	*165,652,541*	*28,105,624*	*4,107,181*	*70,566,087*
10	Liabilities with matching interdependent assets	-	-	-	-	-
11	Other liabilities:	3,444,413	24,992,784	5,231,451	10,879,939	13,495,665
12	*Net derivative liabilities*	-				
13	*All other funding and liabilities not included in the above categories*	*3,444,413*	*24,992,784*	*5,231,451*	*10,879,939*	*13,495,665*
14	**Total ASF**					**387,569,121**
B.	**Required stable funding ("RSF") item**					
15	Total HQLA for NSFR purposes	146,803,350				13,062,160
16	Deposits held at other financial institutions for operational purposes	-	672,901	-	-	336,451
17	Performing loans and securities:	1,282,087	146,965,224	72,811,307	178,561,945	240,782,610
18	*Performing loans to financial institutions secured by Level 1 HQLA*	-	-	-	-	-
19	*Performing loans to financial institutions secured by non-Level 1 HQLA and unsecured performing loans to financial institutions*	*583*	*59,084,885*	*16,735,245*	*13,754,495*	*30,985,433*
20	*Performing loans, other than performing residential mortgage, to non-financial corporate clients, retail and small business customers, sovereigns, the Monetary Authority for the account of the Exchange Fund, central banks and PSEs, of which:*	*1,274,332*	*77,135,702*	*40,868,772*	*83,019,544*	*130,503,754*
21	*With a risk-weight of less than or equal to 35% under the STC approach*	-	*606,880*	*659,007*	*741,392*	*1,114,849*

LIQ2: Net Stable Funding Ratio – for category 1 institution (continued)

		(a)	(b)	(c)	(d)	(e)
		Unweighted value by residual maturity				
At 31 March 2026 Basis of disclosure: consolidated		**No specified term to maturity**	**< 6 months or repayable on demand**	**6 months to < 12 months**	**12 months or more**	**Weighted amount**
		HK$'000	**HK$'000**	**HK$'000**	**HK$'000**	**HK$'000**
22	*Performing residential mortgages, of which:*	-	*2,595,015*	*873,296*	*21,113,640*	*16,472,392*
23	*With a risk-weight of less than or equal to 35% under the STC approach*	-	*271,245*	*498,349*	*16,041,785*	*10,811,957*
24	*Securities that are not in default and do not qualify as HQLA, including exchange-traded equities*	*7,172*	*8,149,622*	*14,333,994*	*60,674,266*	*62,821,031*
25	Assets with matching interdependent liabilities	-	-	-	-	-
26	Other assets:	20,464,142	3,660,394	199,043	-	19,660,234
27	*Physical traded commodities, including gold*	*289,878*				*246,396*
28	*Assets posted as initial margin for derivative contracts and contributions to default funds of CCPs*	-				-
29	*Net derivative assets*	*16,623*				*16,623*
30	*Total derivative liabilities before adjustments for deduction of variation margin posted*	*1,545,059*				*77,253*
31	*All other assets not included in the above categories*	*18,612,582*	*3,660,394*	*199,043*	-	*19,319,962*
32	Off-balance sheet items		263,024,917			3,050,842
33	**Total RSF**					**276,892,297**
34	**Net Stable Funding Ratio (%)**					**139.97%**

LIQ2: Net Stable Funding Ratio – for category 1 institution (continued)

Notes:
The above disclosures are made pursuant to the section 16FL and 103AB of Banking (Disclosure) Rules. The items disclosed are measured according to the methodology and instructions set out in the Stable Funding Position Return (MA(BS)26) and the requirements set out in Banking (Liquidity) Rules.

Net Stable Funding Ratio ("NSFR") is defined as the amount of available stable funding ("ASF") relative to the amount of required stable funding ("RSF"). The ratio is calculated after applying the respective ASF or RSF factors required under the Stable Funding Position Return (MA(BS)26). It requires banks to maintain a stable funding profile in relation to the composition of banks' assets and off-balance sheet activities.

The Group has maintained a healthy liquidity position. The NSFR of the first and second quarters were 139.97% and 137.89% respectively. The ratio remained stable and well above the regulatory requirement of 100% throughout the first half of 2026. The weighted amount of ASF items mainly consists of retail and corporate deposits which are the Group's primary source of funds, together with regulatory capital. The weighted amount of RSF items mainly consists of loans to customers and investments in debt securities.

CR1: Credit quality of exposures

Defaulted exposures are exposures which fall within the section 67 of Banking (Capital) Rules.

		(a)	(b)	(c)	(d)	(e)	(f)	(g)
		At 30 June 2026						
		Gross carrying amounts of			Of which ECL accounting provisions for credit losses on STC approach exposures		Of which ECL accounting provisions for credit losses on IRB approach exposures	
		Defaulted exposures	Non-defaulted exposures	Allowances/ impairments	Allocated in regulatory category of specific provisions	Allocated in regulatory category of collective provisions		Net values (a + b – c)
		HK$'000	HK$'000	HK$'000	HK$'000	HK$'000	HK$'000	HK$'000
1	Loans	6,815,722	338,643,187	4,284,262	2,740,922	1,500,045	-	341,174,647
2	Debt securities	180,740	215,357,631	3	-	3	-	215,538,368
3	Off-balance sheet exposures	5,840	65,326,168	71,423	4,034	65,966	-	65,260,585
4	**Total**	**7,002,302**	**619,326,986**	**4,355,688**	**2,744,956**	**1,566,014**	**-**	**621,973,600**

CR2: Changes in defaulted loans and debt securities

		(a)
		Amount
		HK$'000
1	**Defaulted loans and debt securities as at 31 December 2025**	**6,684,831**
2	Loans and debt securities that have defaulted since the last reporting period	1,977,398
3	Returned to non-defaulted status	(374,221)
4	Amounts written off	(1,300,536)
5	Other changes	8,990
6	**Defaulted loans and debt securities as at 30 June 2026**	**6,996,462**

CR3: Overview of recognised credit risk mitigation

		(a)	(b)	(c)	(d)	(e)
		At 30 June 2026				
		Exposures unsecured: carrying amount	**Exposures to be secured**	**Exposures secured by recognised collateral**	**Exposures secured by recognised guarantees**	**Exposures secured by recognised credit derivative contracts**
		HK$'000	**HK$'000**	**HK$'000**	**HK$'000**	**HK$'000**
1	Loans	329,304,081	11,870,566	7,568,935	4,301,631	-
2	Debt securities	207,150,225	8,388,143	-	8,388,143	-
3	**Total**	**536,454,306**	**20,258,709**	**7,568,935**	**12,689,774**	**-**
4	Of which defaulted	4,204,371	51,119	46,252	4,867	-

CR4: Credit risk exposures and effects of recognised credit risk mitigation – for STC approach

STC approach

		(a)	(b)	(c)	(d)	(e)	(f)
		At 30 June 2026					
		Exposures pre-CCF and pre-CRM		**Exposures post-CCF and post-CRM**		**RWA and RWA density**	
	Exposure classes	**On-balance sheet amount**	**Off-balance sheet amount**	**On-balance sheet amount**	**Off-balance sheet amount**	**RWA**	**RWA density**
		HK$'000	**HK$'000**	**HK$'000**	**HK$'000**	**HK$'000**	
1	Sovereign exposures	100,002,371	811	100,002,371	673	137,898	0.14%
2	Public sector entity exposures	15,743,146	1,897,360	16,097,884	435,031	2,615,379	15.82%
3	Multilateral development bank exposures	6,075,690	-	6,075,690	-	-	0.00%
3a	Unspecified multilateral body exposures	-	-	-	-	-	N/A
4	Bank exposures	112,183,465	482,455	110,537,918	427,416	32,650,344	29.42%
4a	Qualifying non-bank financial institution exposures	2,309,188	1,726,100	2,309,188	318,500	1,085,185	41.30%
5	Eligible covered bond exposures	-	-	-	-	-	N/A
6	General corporate exposures	218,394,715	220,526,325	212,955,339	24,044,060	222,663,560	93.95%
6a	Of which: non-bank financial institution exposures excluding those reported under row 4a	62,228,226	28,925,584	59,545,799	3,132,362	58,251,235	92.94%
6b	Specialised lending	1,114,913	592,512	1,114,913	162,518	1,406,047	110.07%
7	Equity exposures	3,951	-	3,951	-	9,876	250.00%
7a	Significant capital investments in commercial entities	-	-	-	-	-	N/A
7b	Holdings of capital instruments issued by, and non-capital LAC liabilities of, financial sector entities	2,938,015	-	2,938,015	-	4,407,023	150.00%
7c	Subordinated debts issued by banks, qualifying non-bank financial institutions and corporates	-	-	-	-	-	N/A
8	Retail exposures	19,090,849	17,873,391	18,770,737	2,099,601	18,673,017	89.47%
8a	Exposures arising from IPO financing	-	-	-	-	-	N/A
9	Real estate exposures	74,963,544	17,038,116	74,491,159	2,319,720	59,800,655	77.85%

CR4: Credit risk exposures and effects of recognised credit risk mitigation – for STC approach (continued)

		(a)	(b)	(c)	(d)	(e)	(f)
		At 30 June 2026					
		Exposures pre-CCF and pre-CRM		Exposures post-CCF and post-CRM		RWA and RWA density	
	Exposure classes	**On-balance sheet amount**	**Off-balance sheet amount**	**On-balance sheet amount**	**Off-balance sheet amount**	**RWA**	**RWA density**
		HK$'000	**HK$'000**	**HK$'000**	**HK$'000**	**HK$'000**	
9a	Of which: regulatory residential real estate exposures (not materially dependent on cash flows generated by mortgaged properties)	20,406,009	-	20,234,701	-	5,983,048	29.57%
9b	Of which: regulatory residential real estate exposures (materially dependent on cash flows generated by mortgaged properties)	94,790	-	94,790	-	29,850	31.49%
9c	Of which: regulatory commercial real estate exposures (not materially dependent on cash flows generated by mortgaged properties)	3,955,323	-	3,950,276	-	2,493,022	63.11%
9d	Of which: regulatory commercial real estate exposures (materially dependent on cash flows generated by mortgaged properties)	8,078	-	8,078	-	6,858	84.90%
9e	Of which: other real estate exposures (not materially dependent on cash flows generated by mortgaged properties)	45,190,369	16,226,386	44,894,339	2,210,585	44,269,142	93.98%
9f	Of which: other real estate exposures (materially dependent on cash flows generated by mortgaged properties)	2,381,127	241,610	2,381,127	52,123	3,649,876	150.00%
9g	Of which: land acquisition, development and construction exposures	2,927,848	570,120	2,927,848	57,012	3,368,859	112.86%
10	Defaulted exposures	4,298,681	240,085	4,298,681	24,731	6,086,831	140.79%
11	Other exposures	12,164,904	-	12,164,904	-	10,749,052	88.36%
11a	Cash and gold	1,069,874	-	1,069,874	-	467,961	43.74%
11b	Items in the process of clearing or settlement	2,924,378	-	2,924,378	-	-	0.00%
12	**Total**	**573,277,684**	**260,377,155**	**565,755,002**	**29,832,250**	**360,752,828**	**60.57%**

CR5: Credit risk exposures by exposure classes and by risk weights – for STC approach

STC approach

		0%	20%	50%	100%	150%	Other	Total credit exposure amount (post-CCF and post-CRM)
1	Sovereign exposures	99,313,556	689,488	-	-	-	-	100,003,044

		0%	20%	50%	100%	150%	Other	Total credit exposure amount (post-CCF and post-CRM)
2	Public sector entity exposures	3,473,584	13,047,623	11,708	-	-	-	16,532,915

		0%	20%	30%	50%	100%	150%	Other	Total credit exposure amount (post-CCF and post-CRM)
3	Multilateral development bank exposures	6,075,690		-	-	-	-	-	6,075,690

		20%	30%	50%	100%	150%	Other	Total credit exposure amount (post-CCF and post-CRM)
3a	Unspecified multilateral body exposures	-	-	-	-	-	-	-

		20%	30%	40%	50%	75%	100%	150%	Other	Total credit exposure amount (post-CCF and post-CRM)
4	Bank exposures	43,073,719	53,863,058	1,251,329	10,802,155	-	1,975,073	-	-	110,965,334

		20%	30%	40%	50%	75%	100%	150%	Other	Total credit exposure amount (post-CCF and post-CRM)
4a	Qualifying non-bank financial institution exposures	150,028	1,028,952	-	1,360,149	88,559	-	-	-	2,627,688

		10%	15%	20%	25%	35%	50%	100%	Other	Total credit exposure amount (post-CCF and post-CRM)
5	Eligible covered bond exposures	-	-	-	-	-	-	-	-	-

CR5: Credit risk exposures by exposure classes and by risk weights – for STC approach (continued)

		20%	30%	50%	65%	75%	85%	100%	150%	Other	Total credit exposure amount (post-CCF and post-CRM)
6	General corporate exposures	-	-	14,892,980		27,157,382	1,465,346	193,244,093	239,598	-	236,999,399
6a	Of which: non-bank financial institution exposures excluding those reported under row 4a	-	-	3,748,441		10,210,822	-	48,718,898	-	-	62,678,161

		20%	50%	75%	80%	100%	130%	150%	Other	Total credit exposure amount (post-CCF and post-CRM)
6b	Specialised lending	-	-	-	-	848,712	428,719	-	-	1,277,431

		100%	250%	400%	Other	Total credit exposure amount (post-CCF and post-CRM)
7	Equity exposures		3,951	-	-	3,951

		250%	400%	1250%	Other	Total credit exposure amount (post-CCF and post-CRM)
7a	Significant capital investments in commercial entities	-	-	-	-	-

		150%	250%	400%	Other	Total credit exposure amount (post-CCF and post-CRM)
7b	Holdings of capital instruments issued by, and non-capital LAC liabilities of, financial sector entities	2,938,015	-	-	-	2,938,015

		150%	Other	Total credit exposure amount (post-CCF and post-CRM)
7c	Subordinated debts issued by banks, qualifying non-bank financial institutions and corporates	-	-	-

		45%	75%	100%	Other	Total credit exposure amount (post CCF and post-CRM)
8	Retail exposures	54,016	11,467,527	7,400,518	1,948,277	20,870,338

CR5: Credit risk exposures by exposure classes and by risk weights – for STC approach (continued)

		0%	Other	Total credit exposure amount (post-CCF and post-CRM)
8a	Exposures arising from IPO financing	-	-	-

		0%	20%	25%	30%	35%	40%	45%	50%	60%	65%	70%	75%	85%	90%	100%	105%	110%	150%	Other	Total credit exposure amount (post-CCF and post-CRM)
9	Real estate exposures	-	9,314,862	2,530,077	4,436,117	-	1,242,058	224,469	907,559	3,569,205		1,474,376	7,652,788	6,400,290	6,016	35,673,458	32,091	-	3,201,248	146,265	76,810,879
9a	Of which: regulatory residential real estate exposures (not materially dependent on cash flows generated by mortgaged properties)		9,314,862	2,530,077	4,346,036		1,242,058	224,469	907,559	8,403		1,472,314	10,567				32,091			146,265	20,234,701
9b	Of which: no loan splitting applied		9,314,862	2,530,077	4,346,036		1,242,058	224,469	907,559	8,403		1,472,314	10,567				32,091			146,265	20,234,701
9c	Of which: loan splitting applied (secured)																				
9d	Of which: loan splitting applied (unsecured)																				
9e	Of which: regulatory residential real estate exposures (materially dependent on cash flows generated by mortgaged properties)				90,081	-		-		4,709			-		-		-			-	94,790
9f	Of which: regulatory commercial real estate exposures (not materially dependent on cash flows generated by mortgaged properties)	-	-		-		-		-	3,556,093			89,962	82,168		222,053			-	-	3,950,276
9g	Of which: no loan splitting applied	-	-		-		-		-	3,556,093			89,962	82,168		222,053			-	-	3,950,276

CR5: Credit risk exposures by exposure classes and by risk weights – for STC approach (continued)

		0%	20%	25%	30%	35%	40%	45%	50%	60%	65%	70%	75%	85%	90%	100%	105%	110%	150%	Other	Total credit exposure amount (post-CCF and post-CRM)
9h	Of which: loan splitting applied (secured)																				
9i	Of which: loan splitting applied (unsecured)																				
9j	Of which: regulatory commercial real estate exposures (materially dependent on cash flows generated by mortgaged properties)											2,062			6,016			-		-	8,078
9k	Of which: other real estate exposures (not materially dependent on cash flows generated by mortgaged properties)	-	-		-		-		-				7,552,259	6,318,122		33,234,543			-	-	47,104,924
9l	Of which: no loan splitting applied	-	-		-		-		-				7,552,259	6,318,122		33,234,543			-	-	47,104,924
9m	Of which: loan splitting applied (secured)																				
9n	Of which: loan splitting applied (unsecured)																				
9o	Of which: other real estate exposures (materially dependent on cash flows generated by mortgaged properties)																		2,433,250	-	2,433,250
9p	Of which: land acquisition, development and construction exposures															2,216,862			767,998	-	2,984,860

CR5: Credit risk exposures by exposure classes and by risk weights – for STC approach (continued)

		50%	100%	150%	Other	Total credit exposure amount (post-CCF and post-CRM)
10	Defaulted exposures		645,101	3,627,172	51,139	4,323,412

		100%	1250%	Other	Total credit exposure amount (post-CCF and post-CRM)
11	Other exposures	10,547,224	-	1,617,680	12,164,904

		0%	100%	Other	Total credit exposure amount (post-CCF and post-CRM)
11a	Cash and gold	601,913	467,961	-	1,069,874

		0%	20%	Other	Total credit exposure amount (post-CCF and post-CRM)
11b	Items in the process of clearing or settlement	2,924,378	-	-	2,924,378

CR5: Credit risk exposures by exposure classes and by risk weights – for STC approach (continued)

Exposure amounts and CCFs applied to off-balance sheet exposures, categorised based on risk bucket of converted exposures (STC version)

		(a)	(b)	(c)	(d)
	Risk Weight	**On-balance sheet exposure**	**Off-balance sheet exposure (pre-CCF)**	**Weighted average CCF**	**Exposure (post-CCF and post-CRM)**
		HK$'000	**HK$'000**	**HK$'000**	**HK$'000**
1	Less than 40%	241,869,754	2,598,228	29.56%	241,797,317
2	40-70%	31,446,405	4,091,766	24.84%	31,957,861
3	75%	38,798,927	21,393,005	11.02%	39,688,226
4	85%	7,645,113	2,827,661	13.94%	7,909,534
5	90-100%	241,128,686	228,989,565	16.65%	261,769,860
6	105-130%	1,193,793	-	N/A	1,193,793
7	150%	11,191,056	476,930	15.86%	11,266,711
8	250%	3,950	-	N/A	3,950
9	400%	-	-	N/A	-
10	1,250%	-	-	N/A	-
11	**Total exposures**	**573,277,684**	**260,377,155**	**16.41%**	**595,587,252**

CCR1: Analysis of counterparty credit risk exposures (other than those to CCPs) by approaches

		(a)	(b)	(c)	(d)	(e)	(f)
		At 30 June 2026					
		Replacement cost (RC)	**PFE**	**Effective EPE**	**Alpha (α) used for computing default risk exposure**	**Default risk exposure after CRM**	**RWA**
		HK$'000	**HK$'000**	**HK$'000**		**HK$'000**	**HK$'000**
1	SA-CCR approach (for derivative contracts)	321,956	1,184,406		1.4	2,108,904	695,918
1a	CEM (for derivative contracts)	-	-		1.4	-	-
1b	Method for group 2b cryptoasset derivative contracts	-	-		1.4	-	-
2	IMM(CCR) approach			-	Not applicable	-	-
3	Simple approach (for SFTs)					-	-
4	Comprehensive approach (for SFTs)					1,655,971	420,688
5	VaR (for SFTs)					-	-
6	**Total**						**1,116,606**

CCR3: Counterparty credit risk exposures (other than those to CCPs) by exposure classes and by risk weights – for STC approach

STC approach

		(a)	(b)	(c)	(ca)	(cb)	(d)	(e)	(ea)	(f)	(g)	(h)	(i)
		At 30 June 2026											
	Risk Weight / Exposure class	0%	10%	20%	30%	40%	50%	75%	85%	100%	150%	Others	Total default risk exposure after CRM
		HK$'000	HK$'000	HK$'000	HK$'000	HK$'000	HK$'000	HK$'000	HK$'000	HK$'000	HK$'000	HK$'000	HK$'000
1	Sovereign exposures	-	-	-	-	-	-	-	-	-	-	-	-
2	Public sector entity exposures	-	-	-	-	-	-	-	-	-	-	-	-
3	Multilateral development bank exposures	-	-	-	-	-	-	-	-	-	-	-	-
4	Unspecified multilateral body exposures	-	-	-	-	-	-	-	-	-	-	-	-
5	Bank exposures	-	-	1,539,441	1,935,718	6,204	115,717	-	-	943	-	-	3,598,023
6	Qualifying non-bank financial institution exposures	-	-	-	-	-	-	-	-	-	-	-	-
7	General corporate exposures	-	-	-	-	-	-	-	887	162,296	-	-	163,183
8	Retail exposures	-	-	-	-	-	-	-	-	3,669	-	-	3,669
9	Defaulted exposures	-	-	-	-	-	-	-	-	-	-	-	-
10	Other exposures	-	-	-	-	-	-	-	-	-	-	-	-
11	**Total**	**-**	**-**	**1,539,441**	**1,935,718**	**6,204**	**115,717**	**-**	**887**	**166,908**	**-**	**-**	**3,764,875**

CCR5: Composition of collateral for counterparty credit risk exposures (including those for contracts or transactions cleared through CCPs)

	(a)	(b)	(c)	(d)	(e)	(f)
	At 30 June 2026					
	Derivative contracts				SFTs	
	Fair value of recognised collateral received		Fair value of posted collateral		Fair value of recognised collateral received	Fair value of posted collateral
	Segregated	Unsegregated	Segregated	Unsegregated		
	HK$'000	HK$'000	HK$'000	HK$'000	HK$'000	HK$'000
Cash - domestic currency	-	-	-	-	922,492	-
Cash - other currencies	-	977,304	-	123,132	19,926,588	-
Government bonds	-	-	-	-	443,788	7,997,344
Other bonds	-	-	-	-	-	14,951,495
Total	**-**	**977,304**	**-**	**123,132**	**21,292,868**	**22,948,839**

CCR6: Credit-related derivatives contracts

	(a)	(b)
	At 30 June 2026	
	Protection bought	Protection sold
	HK$'000	HK$'000
Notional amounts		
Single-name credit default swaps	-	-
Index credit default swaps	-	-
Total return swaps	-	-
Credit-related options	-	-
Other credit-related derivative contracts	-	-
Total notional amounts	**-**	**-**
Fair values		
Positive fair value (asset)	-	-
Negative fair value (liability)	-	-

CCR8: Exposures to CCPs

		(a)	(b)
		At 30 June 2026	
		Exposure after CRM	RWA
		HK$'000	HK$'000
1	**Exposures of the AI as clearing member or clearing client to qualifying CCPs (total)**		**3,516**
2	Default risk exposures to qualifying CCPs (excluding items disclosed in rows 7 to 10), of which:	175,786	3,516
3	(i) OTC derivative transactions	175,786	3,516
4	(ii) Exchange-traded derivative contracts	-	-
5	(iii) Securities financing transactions	-	-
6	(iv) Netting sets subject to valid cross-product netting agreements	-	-
7	Segregated initial margin	-	
8	Unsegregated initial margin	-	-
9	Funded default fund contributions	-	-
10	Unfunded default fund contributions	-	-
11	**Exposures of the AI as clearing member or clearing client to non-qualifying CCPs (total)**		**-**
12	Default risk exposures to non-qualifying CCPs (excluding items disclosed in rows 17 to 20), of which:	-	-
13	(i) OTC derivative transactions	-	-
14	(ii) Exchange-traded derivative contracts	-	-
15	(iii) Securities financing transactions	-	-
16	(iv) Netting sets subject to valid cross-product netting agreements	-	-
17	Segregated initial margin	-	
18	Unsegregated initial margin	-	-
19	Funded default fund contributions	-	-
20	Unfunded default fund contributions	-	-

CVA1: CVA risk under reduced basic CVA approach

The Group does not enter into any CVA hedges.

		(a)	(b)
		At 30 June 2026	
		Components	**CVA risk capital charge under the reduced basic CVA approach**
		HK$'000	**HK$'000**
1	Aggregation of systematic components of CVA risk	93,253	
2	Aggregation of idiosyncratic components of CVA risk	26,949	
3	**Total**		**33,892**

MR1: Market risk under STM approach

		(a)
		At 30 June 2026
		Market risk capital charges under STM approach
		HK$'000
1	General interest rate risk	28,161
2	Equity risk	-
3	Commodity risk	902
4	Foreign exchange risk	124,126
5	Credit spread risk (non-securitization)	116,570
6	Credit spread risk (securitization: non-correlation trading portfolio ("CTP"))	-
7	Credit spread risk (securitization: CTP)	-
8	Standardised default risk charge ("SA-DRC") (non-securitization)	33,431
9	SA-DRC (securitization: non-CTP)	-
10	SA-DRC (securitization: CTP)	-
11	Group 2a cryptoasset exposures	-
12	Residual risk add-on	2,757
13	**Total**	**305,947**

ENC: Asset encumbrance

	(a)	(c)	(d)
	At 30 June 2026		
	Encumbered assets	Unencumbered assets	Total
	HK$'000	HK$'000	HK$'000
ASSETS			
Cash and balances with banks and other financial institutions	-	38,545,134	38,545,134
Placements with banks and other financial institutions	-	9,186,312	9,186,312
Financial assets at fair value through profit or loss	-	15,672,878	15,672,878
Derivative financial instruments	-	1,717,137	1,717,137
Advances to banks and other financial institutions	-	2,525,126	2,525,126
Advances to customers and trade bills	-	286,417,656	286,417,656
Financial investments	35,541,928	179,829,591	215,371,519
Interests in subsidiaries	-	10,983	10,983
Investment properties	-	1,992,600	1,992,600
Properties, plant and equipment	-	6,323,309	6,323,309
Intangible assets	-	1,540,087	1,540,087
Deferred tax assets	-	881,982	881,982
Other assets	-	6,204,355	6,204,355
Total assets	**35,541,928**	**550,847,150**	**586,389,078**