ALLIED BANKING CORPORATION (HONG KONG) LIMITED

Quarterly Pillar 3 Regulatory Disclosures

31 March 2019

(Unaudited)

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ALLIED BANKING CORPORATION (HONG KONG) LIMITED

REGULATORY DISCLOSURES

Template KM1 : Key Prudential Ratios

31 March 2019

(HK$ '000)		31 Mar 2019	31 Dec 2018	30 Sep 2018	30 Jun 2018	31 Mar 2018
	Regulatory capital (amount)					
1	Common equity Tier 1 (CET1)	410,482	404,384	399,236	394,346	389,175
2	Tier 1	416,692	412,664	407,516	402,626	397,455
3	Total capital	451,991	447,963	438,200	433,347	428,090
	RWA (amount)					
4	Total RWA	1,424,781	1,441,637	1,369,881	1,364,582	1,370,721
	Risk-based regulatory capital ratios (as a percentage of RWA)					
5	CET1 ratio (%)	28.81%	28.05%	29.14%	28.90%	28.39%
6	Tier 1 ratio (%)	29.25%	28.62%	29.75%	29.51%	28.99%
7	Total capital ratio (%)	31.72%	31.07%	31.99%	31.76%	31.23%
	Additional CET1 buffer requirements (as a percentage of RWA)					
8	Capital conservation buffer requirement (%)	2.500%	1.875%	1.875%	1.875%	1.875%
9	Countercyclical capital buffer requirement (%)	2.500%	1.875%	1.875%	1.875%	1.875%
10	Higher loss absorbency requirements (%) (applicable only to G-SIBS or D-SIBs)	0.00%	0.00%	0.00%	0.00%	0.00%
11	Total AI-specific CET1 buffer requirements (%)	5.00%	3.75%	3.75%	3.75%	3.75%
12	CET1 available after meeting the AI's minimum capital requirements (%)	19.22%	18.57%	19.49%	19.26%	18.73%
	Basel III leverage ratio					
13	Total leverage ratio (LR) exposure measure	1,798,214	1,748,429	1,801,825	1,700,426	1,711,352
14	LR (%)	23.17%	23.60%	22.62%	23.68%	23.22%
	Liquidity Coverage Ratio (LCR) / Liquidity Maintenance Ratio (LMR)					
	Applicable to category 1 institution only:					
15	Total high quality liquid assets (HQLA)	NA	NA	NA	NA	NA
16	total net cash outflows	NA	NA	NA	NA	NA
17	LCR (%)	NA	NA	NA	NA	NA
	Applicable to category 2 institution only:					
17a	LMR (%)	44.07%	44.23%	45.02%	46.76%	45.21%
	Net Stable Funding Ratio (NSFR) / Core Funding Ratio (CFR)					
	Applicable to category 1 institution only:					
18	Total available stable funding	NA	NA	NA	NA	NA
19	Total required stable funding	NA	NA	NA	NA	NA
20	NSFR (%)	NA	NA	NA	NA	NA
	Applicable to category 2A institution only:					
20a	CFR (%)	NA	NA	NA	NA	NA

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Template OV1: Overview of Risk-Weighted Assets (RWA)

The table below provides an overview of capital requirements in terms of a detailed breakdown of RWAs for various risks as at 31 March 2019 and 31 December 2018 respectively:

		(HK$ '000)		
		(a)	(b)	(c)
		RWA		Minimum capital requirements
		March 2019	December 2018	March 2019
1	**Credit risk for non-securitization exposures**	**1,296,806**	**1,304,120**	**162,101**
2a	Of which BSC approach	1,296,806	1,304,120	162,101
6	**Counterparty default risk and default fund contributions**	**1,367**	**1,222**	**171**
7a	Of which CEM	1,367	1,222	171
10	CVA risk	0	0	0
11	Equity positions in banking book under the simple risk-weight method and internal models method	0	0	0
15	Settlement risk	0	0	0
16	**Securitization exposures in banking book**	**0**	**0**	**0**
17	Of which SEC-IRBA	0	0	0
18	Of which SEC-ERBA	0	0	0
19	Of which SEC-SA	0	0	0
20	**Market risk**	**25,925**	**37,200**	**3,241**
21	Of which STM approach	25,925	37,200	3,241
24	Operational risk	130,138	128,550	16,267
25	Amounts below the thresholds for deduction (subject to 250% RW)	0	0	0
26	Capital floor adjustment	0	0	0
26a	**Deduction to RWA**	**29,455**	**29,455**	**3,682**
26b	Of which portion of regulatory reserve for general banking risks and collective provisions which is not included in Tier 2 Capital	0	0	0
26c	Of which portion of cumulative fair value gains arising from the revaluation of land and buildings which is not included in Tier 2 Capital	29,455	29,455	3,682
27	**Total**	**1,424,781**	**1,441,637**	**178,098**

ALLIED BANKING CORPORATION (HONG KONG) LIMITED

Template LR2 : Leverage ratio ("LR")

31 March 2019

		Leverage Ratio framework (HK$ '000)	
		As at 31 Mar 2019	**As at 31 Dec 2018**
On-balance sheet exposures			
1	On-balance sheet exposures (excluding those arising from derivatives contracts and SFTs, but including collateral)	1,784,692	1,734,953
2	Less: Asset amounts deducted in determining Tier 1 capital	0	0
3	**Total on-balance sheet exposures (excluding derivatives contracts and SFTs)**	1,784,692	1,734,953
Exposures arising from derivative contracts			
4	Replacement cost associated with all derivatives contracts (where applicable net of eligible cash variation margin and/or with bilateral netting)	0	0
5	Add-on amounts for PFE associated with all derivatives contracts	6,834	6,108
6	Gross-up for derivatives collateral provided where deducted from the balance sheet assets pursuant to the applicable accounting framework	0	0
7	Less: Deductions of receivables assets for cash variation margin provided under derivatives contracts	0	0
8	Less: Exempted CCP leg of client-cleared trade exposures	0	0
9	Adjusted effective notional amount of written credit derivatives contracts	0	0
10	Less: Adjusted effective notional offsets and add-on deductions for written credit derivatives contracts	0	0
11	**Total exposures arising from derivative contracts**	6,834	6,108
Exposures arising from securities financing transactions (SFTs)			
12	Gross SFT assets (with no recognition of netting), after adjusting for sales accounting transactions	0	0
13	Less: Netted amounts of cash payables and cash receivables of gross SFT assets	0	0
14	CCR exposure for SFT assets	0	0
15	Agent transaction exposures	0	0
16	**Total exposures arising from SFTs**	0	0
Other off-balance sheet exposures			
17	Off-balance sheet exposure at gross notional amount	6,688	7,368
18	Less: Adjustments for conversion to credit equivalent amounts	0	0
19	**Off-balance sheet items**	6,688	7,368
Capital and total exposures			
20	**Tier 1 capital**	416,692	412,664
20a	**Total exposures before adjustments for specific and collective provisions**	1,798,214	1,748,429
20b	**Adjustments for specific and collective povisions**	0	0
21	**Total exposures after adjustments for specific and collective provision**	1,798,214	1,748,429
Leverage ratio			
22	**Leverage ratio**	**23.17%**	**23.60%**