

ALLIED BANKING CORPORATION (HONG KONG) LIMITED

Quarterly Pillar 3 Regulatory Disclosures

31 March 2021

(Unaudited)

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REGULATORY DISCLOSURES
Template KM1 : Key Prudential Ratios
31 March 2021

(HK\$ '000)		31-Mar-21	31-Dec-20	30-Sep-20	30-Jun-20	31-Mar-20
	Regulatory capital (amount)					
1	Common equity Tier 1 (CET1)	454,902	450,712	445,645	441,605	431,341
2	Tier 1	456,972	454,852	449,785	445,745	435,481
3	Total capital	485,927	483,807	479,870	475,830	471,053
	RWA (amount)					
4	Total RWA	1,341,327	1,351,080	1,333,927	1,367,436	1,379,649
	Risk-based regulatory capital ratios (as a percentage of RWA)					
5	CET1 ratio (%)	33.91%	33.36%	33.41%	32.29%	31.26%
6	Tier 1 ratio (%)	34.07%	33.67%	33.72%	32.60%	31.56%
7	Total capital ratio (%)	36.23%	35.81%	35.97%	34.80%	34.14%
	Additional CET1 buffer requirements (as a percentage of RWA)					
8	Capital conservation buffer requirement (%)	2.500%	2.500%	2.500%	2.500%	2.500%
9	Countercyclical capital buffer requirement (%)	1.000%	1.000%	1.000%	1.000%	1.000%
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 (%)	3.50%	3.50%	3.50%	3.50%	3.50%
12	CET1 available after meeting the AI's minimum capital requirements (%)	23.73%	23.31%	23.47%	22.30%	21.64%
	Basel III leverage ratio					
13	Total leverage ratio (LR) exposure measure	1,590,279	1,600,949	1,600,218	1,641,021	1,662,881
14	LR (%)	28.74%	28.41%	28.11%	27.16%	26.19%
	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 (%)	76.51%	89.80%	63.39%	59.05%	53.33%
	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 2021 and 31 December 2020 respectively:

		(HK\$ '000)		
		(a)	(b)	(c)
		RWA		Minimum capital requirements
		March 2021	December 2020	March 2021
1	Credit risk for non-securitization exposures	1,234,530	1,230,966	154,316
2	Of which STC approach	0	0	0
2a	Of which BSC approach	1,234,530	1,230,966	154,316
3	Of which foundation IRB approach	0	0	0
4	Of which supervisory slotting criteria approach	0	0	0
5	Of which advanced IRB approach	0	0	0
6	Counterparty default risk and default fund contributions	1,064	931	133
7	Of which SA-CCR	NA	NA	NA
7a	Of which CEM	1,064	931	133
8	Of which IMM(CCR) approach	0	0	0
9	Of which others	0	0	0
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
12	Collective investment scheme ("CIS") exposures - LTA	NA	NA	NA
13	CIS exposures - MBA	NA	NA	NA
14	CIS exposures - FBA	NA	NA	NA
14a	CIS exposures - combination of approaches	NA	NA	NA
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 (including IAA)	0	0	0
19	Of which SEC-SA	0	0	0
19a	Of which SEC-FBA	0	0	0
20	Market risk	16,550	29,163	2,069
21	Of which STM approach	16,550	29,163	2,069
22	Of which IMM approach	0	0	0
23	Capital charge for switch between exposures in trading book and banking book (not applicable before the revised market risk framework takes effect)	NA	NA	NA
24	Operational risk	117,813	118,650	14,727
24a	Sovereign concentration risk	0	0	0
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	28,630	28,630	3,579
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	28,630	28,630	3,579
27	Total	1,341,327	1,351,080	167,666

Template LR2 : Leverage ratio ("LR")
31 March 2021

		Leverage Ratio framework (HK\$ '000)	
		As at 31 Mar 2021	As at 31 Dec 2020
On-balance sheet exposures			
1	On-balance sheet exposures (excluding those arising from derivatives contracts and SFTs, but including collateral)	1,570,130	1,586,528
2	Less: Asset amounts deducted in determining Tier 1 capital	0	0
3	Total on-balance sheet exposures (excluding derivatives contracts and SFTs)	1,570,130	1,586,528
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	5,319	4,654
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	5,319	4,654
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	14,830	9,767
18	Less: Adjustments for conversion to credit equivalent amounts	0	0
19	Off-balance sheet items	14,830	9,767
Capital and total exposures			
20	Tier 1 capital	456,972	454,852
20a	Total exposures before adjustments for specific and collective provisions	1,590,279	1,600,949
20b	Adjustments for specific and collective provisions	0	0
21	Total exposures after adjustments for specific and collective provision	1,590,279	1,600,949
Leverage ratio			
22	Leverage ratio	28.74%	28.41%