

REGULATORY DISCLOSURE

As at 30 June 2016

(a) Disclosure of regulatory capital instruments

Main Features Template

1	Issuer	Public Bank (Hong Kong) Limited
2	Unique identifier (eg CUSIP, ISIN or Bloomberg identifier for private placement)	Not applicable
3	Governing law(s) of the instrument	Hong Kong Law
	Regulatory treatment	
4	Transitional Basel III rules [#]	Common Equity Tier 1
5	Post-transitional Basel III rules ⁺	Common Equity Tier 1
6	Eligible at solo*/group/group & solo	Group and Solo
7	Instrument type (types to be specified by each jurisdiction)	Ordinary Shares
8	Amount recognised in regulatory capital (Hong Kong Dollar Currency in thousand, as of most recent reporting date)	2,854,045
9	Par value of instrument	Not applicable
10	Accounting classification	Shareholders' Equity
11	Original date of issuance	Various
12	Perpetual or dated	Perpetual
13	Original maturity date	No Maturity
14	Issuer call subject to prior supervisory approval	Not applicable
15	Optional call date, contingent call dates and redemption amount	Not applicable
16	Subsequent call dates, if applicable	Not applicable
	Coupons / dividends	
17	Fixed or floating dividend/coupon	Floating Dividend
18	Coupon rate and any related index	Not applicable
19	Existence of a dividend stopper	No
20	Fully discretionary, partially discretionary or mandatory	Fully Discretionary
21	Existence of step up or other incentive to redeem	No
22	Noncumulative or cumulative	Non-cumulative
23	Convertible or non-convertible	Non-convertible
24	If convertible, conversion trigger (s)	Not applicable
25	If convertible, fully or partially	Not applicable
26	If convertible, conversion rate	Not applicable
27	If convertible, mandatory or optional conversion	Not applicable
28	If convertible, specify instrument type convertible into	Not applicable
29	If convertible, specify issuer of instrument it converts into	Not applicable
30	Write-down feature	No
31	If write-down, write-down trigger(s)	Not applicable



32	If write-down, full or partial	Not applicable
33	If write-down, permanent or temporary	Not applicable
34	If temporary write-down, description of write-up mechanism	Not applicable
35	Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument)	Not applicable
36	Non-compliant transitioned features	No
37	If yes, specify non-compliant features	Not applicable

Footnote

- # Regulatory treatment of capital instruments subject to transitional arrangements provided for in Schedule 4H of the Banking (Capital) Rules
- ⁺ Regulatory treatment of capital instruments not subject to transitional arrangements provided for in Schedule 4H of the Banking (Capital) Rules
- * Include solo-consolidated



REGULATORY DISCLOSURE

As at 30 June 2016

(b) The breakdown of CET1 capital, Additional Tier 1 capital, Tier 2 capital and regulatory deductions for Public Bank (Hong Kong)
Limited and its subsidiary (the "Group")

Capital Disclosures Template based on Annex 1

	Capital Disclosures Template based on Annex 1	l
		HK\$'000
	CET1 capital: instruments and reserves	ı
1	Directly issued qualifying CET1 capital instruments plus any related share premium	2,854,045
	Retained earnings	1,858,457
3	Disclosed reserves	464,503
4	Directly issued capital subject to phase out from CET1 capital (only applicable to non-joint stock companies)	Not applicable
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)	0
6	CET1 capital before regulatory deductions	5,177,005
	CET1 capital: regulatory deductions	
7	Valuation adjustments	0
8	Goodwill (net of associated deferred tax liability)	242,342
9	Other intangible assets (net of associated deferred tax liability)	0
10	Deferred tax assets net of deferred tax liabilities	14,125
1	Cash flow hedge reserve	0
12	Excess of total EL amount over total eligible provisions under the IRB approach	0
13	Gain-on-sale arising from securitization transactions	0
14	Gains and losses due to changes in own credit risk on fair valued liabilities	0
5	Defined benefit pension fund net assets (net of associated deferred tax liabilities)	0
6	Investments in own CET1 capital instruments (if not already netted off paid-in capital on reported balance sheet)	0
7	Reciprocal cross-holdings in CET1 capital instruments	0
8	Insignificant capital investments in CET1 capital instruments issued by financial sector entities that are outside the scope of regulatory consolidation (amount above 10% threshold)	0
9	Significant capital investments in CET1 capital instruments issued by financial sector entities that are outside the scope of regulatory consolidation (amount above 10% threshold)	0
0	Mortgage servicing rights (amount above 10% threshold)	Not applicable
1	Deferred tax assets arising from temporary differences (amount above 10% threshold, net of related tax liability)	Not applicable
2	Amount exceeding the 15% threshold	Not applicable
23	of which: significant investments in the common stock of financial sector entities	Not applicable
24	of which: mortgage servicing rights	Not applicable
25	of which: deferred tax assets arising from temporary differences	Not applicable
26	National specific regulatory adjustments applied to CET1 capital	460,642
ба	Cumulative fair value gains arising from the revaluation of land and buildings (own-use and investment properties)	25,955
5b	Regulatory reserve for general banking risks	434,687
5c	Securitization exposures specified in a notice given by the Monetary Authority	0
ód	Cumulative losses below depreciated cost arising from the institution's holdings of land and buildings	0
5e	Capital shortfall of regulated non-bank subsidiaries	0
6f	Capital investment in a connected company which is a commercial entity (amount above 15% of the reporting institution's capital base)	0
27		0
28	Total regulatory deductions to CET1 capital	717,109
29	CET1 capital	4,459,896
	AT1 capital: instruments	
30	Qualifying AT1 capital instruments plus any related share premium	0



Tier 2 capital: instruments and provisions			1
Supplied instruments subject to phase out arrangements from ATI capital capital fraction in Transplat instruments issued by consolidated bank subsidiaries aubject to phase out arrangements cannount allowed in ATI capital instruments issued by subsidiaries subject to phase out arrangements	31	of which: classified as equity under applicable accounting standards	0
3-8 Taginal instruments issued by consolidated bank subsidiaries and held by third parties (amount allowed in AT	32	of which: classified as liabilities under applicable accounting standards	0
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ATI capital before regulatory deductions	34		0
Marticapital instruments Marticapital	35	of which: AT1 capital instruments issued by subsidiaries subject to phase out arrangements	0
Investments in own AT1 capital instruments	36	AT1 capital before regulatory deductions	0
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Total capital (Total capital = Tier 1 + Tier 2) Total risk weighted assets Capital ratios (as a percentage of risk weighted assets) CET1 capital ratio 16.63 Total capital ratio 16.64 Tier 1 capital ratio 17.75 Total capital ratio 18.66 Total risk weighted assets 18.67 Total ratio (as a percentage of risk weighted assets) 18.67 Total capital ratio 18.68 Total rapital ratio 18.69 Total ratio (as a percentage of risk weighted assets) 18.69 Total capital ratio 18.69 Total capital rati	57	Total regulatory deductions to Tier 2 capital	(11,680
Capital ratios (as a percentage of risk weighted assets) Capital ratios (as a percentage of risk weighted assets) CET1 capital ratio 16.63 Total capital ratio 17.73 Institution specific buffer requirement (minimum CET1 capital requirement as specified in s.3B of the BCR plus capital conservation buffer plus countercyclical buffer requirements plus G-SIB or D-SIB requirements) CET1 capital conservation buffer requirement 0.622 of which: capital conservation buffer requirement 0.563 of which: bank specific countercyclical buffer requirement 0.5643 CET1 capital surplus over the minimum CET1 requirement and any CET1 capital used to meet the Tier 1 and Total capital requirement under s.3B of the BCR National minima (if different from Basel 3 minimum) Not application 1.6655 Not application 1.66655 Not app	58	Tier 2 capital	303,696
Capital ratios (as a percentage of risk weighted assets) 61 CET1 capital ratio 16.63 62 Tier 1 capital ratio 16.63 63 Total capital ratio 17.73 64 Institution specific buffer requirement (minimum CET1 capital requirement as specified in s.3B of the BCR plus capital conservation buffer plus countercyclical buffer requirements plus G-SIB or D-SIB requirements) 65 of which: capital conservation buffer requirement 0.622 66 of which: bank specific countercyclical buffer requirement 0.564 67 of which: G-SIB or D-SIB buffer requirement 0.000 68 CET1 capital surplus over the minimum CET1 requirement and any CET1 capital used to meet the Tier 1 and Total 29.78 CET1 capital requirement under s.3B of the BCR National minima (if different from Basel 3 minimum) 69 National CET1 minimum ratio Not application. Not application of the properties of the prop	59	Total capital (Total capital = Tier 1 + Tier 2)	4,763,592
61 CET1 capital ratio 62 Tier 1 capital ratio 63 Total capital ratio 64 Institution specific buffer requirement (minimum CET1 capital requirement as specified in s.3B of the BCR plus capital conservation buffer plus countercyclical buffer requirements plus G-SIB or D-SIB requirements) 65 of which: capital conservation buffer requirement 66 of which: bank specific countercyclical buffer requirement 67 of which: G-SIB or D-SIB buffer requirement 68 CET1 capital surplus over the minimum CET1 requirement and any CET1 capital used to meet the Tier 1 and Total capital requirement under s.3B of the BCR National minima (if different from Basel 3 minimum) Not application 70 National Tier 1 minimum ratio Not application Not applicat	60	Total risk weighted assets	26,792,551
Tier 1 capital ratio Total capital ratio 117.73 Total capital ratio 117.74 Institution specific buffer requirement (minimum CET1 capital requirement as specified in s.3B of the BCR plus capital conservation buffer plus countercyclical buffer requirements plus G-SIB or D-SIB requirements) 5.69 65 of which: capital conservation buffer requirement 66 of which: bank specific countercyclical buffer requirement 67 of which: G-SIB or D-SIB buffer requirement 68 CET1 capital surplus over the minimum CET1 requirement and any CET1 capital used to meet the Tier 1 and Total capital requirement under s.3B of the BCR National minima (if different from Basel 3 minimum) 69 National CET1 minimum ratio Not application Not application		Capital ratios (as a percentage of risk weighted assets)	
Total capital ratio 17.75 64 Institution specific buffer requirement (minimum CET1 capital requirement as specified in s.3B of the BCR plus capital conservation buffer plus countercyclical buffer requirements plus G-SIB or D-SIB requirements) 55.692 65 of which: capital conservation buffer requirement 66 of which: bank specific countercyclical buffer requirement 67 of which: G-SIB or D-SIB buffer requirement 68 CET1 capital surplus over the minimum CET1 requirement and any CET1 capital used to meet the Tier 1 and Total capital requirement under s.3B of the BCR National minima (if different from Basel 3 minimum) 69 National CET1 minimum ratio Not application of the side of	61	CET1 capital ratio	16.65%
Institution specific buffer requirement (minimum CET1 capital requirement as specified in s.3B of the BCR plus capital conservation buffer plus countercyclical buffer requirements plus G-SIB or D-SIB requirements) 5.692 65 of which: capital conservation buffer requirement 66 of which: bank specific countercyclical buffer requirement 67 of which: G-SIB or D-SIB buffer requirement 68 CET1 capital surplus over the minimum CET1 requirement and any CET1 capital used to meet the Tier 1 and Total capital requirement under s.3B of the BCR National minima (if different from Basel 3 minimum) 69 National CET1 minimum ratio Not application of the BCR institution specific countercyclical buffer requirement and specific countercyclical buffer requirement of the speci	62	Tier 1 capital ratio	16.65%
capital conservation buffer plus countercyclical buffer requirements plus G-SIB or D-SIB requirements) 5.69. 65 of which: capital conservation buffer requirement 66 of which: bank specific countercyclical buffer requirement 67 of which: G-SIB or D-SIB buffer requirement 68 CET1 capital surplus over the minimum CET1 requirement and any CET1 capital used to meet the Tier 1 and Total capital requirement under s.3B of the BCR National minima (if different from Basel 3 minimum) 69 National CET1 minimum ratio Not application. Not application.	63	Total capital ratio	17.789
66 of which: bank specific countercyclical buffer requirement 67 of which: G-SIB or D-SIB buffer requirement 68 CET1 capital surplus over the minimum CET1 requirement and any CET1 capital used to meet the Tier 1 and Total capital requirement under s.3B of the BCR National minima (if different from Basel 3 minimum) 69 National CET1 minimum ratio Not application of the surplus over the minimum ratio of the surplus over the minimum (if different from Basel 3 minimum) Not application of the surplus over the minimum ratio over the minimum ratio over the minimum ratio over the minimum ratio over the minimum o	64		5.692%
67 of which: G-SIB or D-SIB buffer requirement 68 CET1 capital surplus over the minimum CET1 requirement and any CET1 capital used to meet the Tier 1 and Total 9.780 National minima (if different from Basel 3 minimum) 69 National CET1 minimum ratio Not applica Not applica	65	of which: capital conservation buffer requirement	0.6259
CET1 capital surplus over the minimum CET1 requirement and any CET1 capital used to meet the Tier 1 and Total capital requirement under s.3B of the BCR National minima (if different from Basel 3 minimum) Not applica Not applica	66	of which: bank specific countercyclical buffer requirement	0.5679
Capital requirement under s.3B of the BCR National minima (if different from Basel 3 minimum) Not applica Not applica	67	of which: G-SIB or D-SIB buffer requirement	0.0009
69 National CET1 minimum ratio Not applica 70 National Tier 1 minimum ratio Not applica	68		9.7809
70 National Tier 1 minimum ratio Not applica		National minima (if different from Basel 3 minimum)	
	69	National CET1 minimum ratio	Not applicabl
71 National Total capital minimum ratio Not applica	70	National Tier 1 minimum ratio	Not applicabl
	71	National Total capital minimum ratio	Not applicable



Amounts below the thresholds for deduction (before risk weighting)				
72	Insignificant capital investments in CET1 capital instruments, AT1 capital instruments and Tier 2 capital instruments issued by financial sector entities that are outside the scope of regulatory consolidation	8,804		
73	Significant capital investments in CET1 capital instruments issued by financial sector entities that are outside the scope of regulatory consolidation	64,262		
74	Mortgage servicing rights (net of related tax liability)	Not applicable		
75	Deferred tax assets arising from temporary differences (net of related tax liability)	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 basic approach and the standardized (credit risk) approach (prior to application of cap)	449,170		
77	Cap on inclusion of provisions in Tier 2 under the basic approach and the standardized (credit risk) approach	292,016		
78	Provisions eligible for inclusion in Tier 2 in respect of exposures subject to the IRB approach (prior to application of cap)	0		
79	Cap for inclusion of provisions in Tier 2 under the IRB approach	0		
	Capital instruments subject to phase-out arrangements (only applicable between 1 Jan 2018 and 1 Jan 2022)			
80	Current cap on CET1 capital instruments subject to phase out arrangements	Not applicable		
81	Amount excluded from CET1 due to cap (excess over cap after redemptions and maturities)	Not applicable		
82	Current cap on AT1 capital instruments subject to phase out arrangements	0		
83	Amount excluded from AT1 capital due to cap (excess over cap after redemptions and maturities)	0		
84	Current cap on Tier 2 capital instruments subject to phase out arrangements	0		
85	Amount excluded from Tier 2 capital due to cap (excess over cap after redemptions and maturities)	0		

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:

and other credit exposures to connected companies) under Basel III.

Row No.	Description	Hong Kong basis	Basel III basis
	Other intangible assets (net of associated deferred tax liability)	0	0
9	Explanation As set out in paragraph 87 of the Basel III text issued by the Basel Committee (December 2010), mortgage servicing limited recognition in CET1 capital (and hence be excluded from deduction from CET1 capital up to the specified th AI is required to follow the accounting treatment of including MSRs as part of intangible assets reported in the AI's deduct MSRs in full from CET1 capital. Therefore, the amount to be deducted as reported in row 9 may be greater III. The amount reported under the column "Basel III basis" in this box represents the amount reported in row 9 (i.e the "Hong Kong basis") adjusted by reducing the amount of MSRs to be deducted to the extent not in excess of the and the aggregate 15% threshold set for MSRs, DTAs arising from temporary differences and significant investments issued by financial sector entities (excluding those that are loans, facilities or other credit exposures to connected com	areshold). In Hos financial state an that required the amount re 10% threshold in CET1 capita	ong Kong, an ments and to I under Basel ported under set for MSRs I instruments
	Deferred tax assets net of deferred tax liabilities	14,125	0
Explanation As set out in paragraphs 69 and 87 of the Basel III text issued by the Basel Committee (December 2010), DTAs that rely on future the bank to be realized are to be deducted, whereas DTAs which relate to temporary differences may be given limited recognized (and hence be excluded from deduction from CET1 capital up to the specified threshold). In Hong Kong, an AI is required DTAs in full, irrespective of their origin, from CET1 capital. Therefore, the amount to be deducted as reported in row 10 may be a required under Basel III.			ion in CET1 to deduct all
	The amount reported under the column "Basel III basis" in this box represents the amount reported in row 10 (i.e. the "Hong Kong basis") adjusted by reducing the amount of DTAs to be deducted which relate to temporary differences the 10% threshold set for DTAs arising from temporary differences and the aggregate 15% threshold set for MSRs, D differences and significant investments in CET1 capital instruments issued by financial sector entities (excluding the	to the extent not OTAs arising fro	in excess of m temporary



Insignificant capital investments in CET1 capital instruments issued by financial sector entities that are outside the scope of regulatory consolidation (amount above 10% threshold) Explanation	0	0	
entities, an AI is required to aggregate any amount of loans, facilities or other credit exposures provided by it to any where the connected company is a financial sector entity, as if such loans, facilities or other credit exposures we holdings or synthetic holdings of the AI in the capital instruments of the financial sector entity, except where satisfaction of the Monetary Authority that any such loan was made, any such facility was granted, or any such other crim the ordinary course of the AI's business.	of its connected ere direct holdi the AI demons	d companies, ings, indirect strates to the	
Therefore, the amount to be deducted as reported in row 18 may be greater than that required under Basel III. The amount reported uncolumn "Basel III basis" in this box represents the amount reported in row 18 (i.e. the amount reported under the "Hong Kong basis") adjust excluding the aggregate amount of loans, facilities or other credit exposures to the Al's connected companies which were subject to declared the Hong Kong approach.			
Significant capital investments in CET1 capital instruments issued by financial sector entities that are outside the scope of regulatory consolidation (amount above 10% threshold)	0	0	
For the purpose of determining the total amount of significant capital 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 Monetary Authority that any such loan was made, any such facility was granted, or any such other credit exposure was incurred, in the ordinary			
Therefore, the amount to be deducted as reported in row 19 may be greater than that required under Basel III. The amount reported under mount reported under the "Hong Kong basis") adjute excluding the aggregate amount of loans, facilities or other credit exposures to the AI's connected companies which were subject to defend under the Hong Kong approach.			
Insignificant capital investments in AT1 capital instruments issued by financial sector entities that are outside the scope of regulatory consolidation (amount above 10% threshold)	0	0	
Explanation The effect of treating loans, facilities or other credit exposures to connected companies which are financial sector entities as CET1 of instruments for the purpose of considering deductions to be made in calculating the capital base (see note re row 18 to the template above mean the headroom within the threshold available for the exemption from capital deduction of other insignificant capital investments in capital instruments may be smaller. Therefore, the amount to be deducted as reported in row 39 may be greater than that required under Base 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 column greated amount of loans, facilities or other credit exposures to the AI's connected com which were subject to deduction under the Hong Kong approach.			
Insignificant capital investments in Tier 2 capital instruments issued by financial sector entities that are outside the scope of regulatory consolidation (amount above 10% threshold)	0	0	
instruments for the purpose of considering deductions to be made in calculating the capital base (see note re row 18 mean the headroom within the threshold available for the exemption from capital deduction of other insignificant capital instruments may be smaller. Therefore, the amount to be deducted as reported in row 54 may be greater than the	to the template apital investme hat required un a amount report	e above) will ents in Tier 2 der Basel III ted under the	
	Therefore, the amount to be deducted as reported in row 18 may be greater than that required under Basel III. The column "Basel III basis" in this box represents the amount reported in row 18 (i.e. the amount reported under the "Ho excluding the aggregate amount of loans, facilities or other credit exposures to the Al's connected companies whic under the Hong Kong approach. Significant capital 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 capital investments in CET1 capital instruments issued an AI is required to aggregate any amount of loans, facilities or other credit exposures provided by it to any of its com connected company is a financial sector entity, as if such loans, facilities or other credit exposures were direct he synthetic holdings of the AI in the capital instruments of the financial sector entity, except where the AI demonstra Monetary Authority that any such loan was made, any such facility was granted, or any such other credit exposure vocurse 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 column "Basel III basis" in this box represents the amount reported in row 19 (i.e. the amount reported under Basel III. The column 'Basel III basis" in this box represents the amount reported the AI's connected companies which under the Hong Kong approach. Insignificant capital 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 sectinstruments for the purpose of considering deductions to be made in calculating the capital base (see note re row 18 mean the headroom within the threshold available for th	Therefore, the amount to be deducted as reported in row 18 may be greater than that required under Basel III. The amount reporte column "Basel III basis" in this box represents the amount reported in row 18 (i.e. the amount reported under the "Hong Kong basis" excluding the aggregate amount of loans, facilities or other credit exposures to the Al's connected companies which were subject under the Hong Kong approach. Significant capital 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 capital investments in CET1 capital instruments issued by financial san Al is required to aggregate any amount of loans, facilities or other credit exposures provided by it to any of its connected companic connected company is a financial sector entity, as if such loans, facilities or other credit exposures were direct holdings, indirect synthetic holdings of the Al in the capital instruments of the financial sector entity, except where the Al demonstrates to the satist Monetary Authority that any such loan was made, any such facility was granted, or any such other credit exposure was incurred, in course of the Al's business. Therefore, the amount to be deducted as reported in row 19 may be greater than that required under Basel III. The amount report column "Basel III basis" in this box represents the amount reported in row 19 (i.e. the amount reported under the "Hong Kong abroach. Insignificant capital 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 6 instruments for the purpose of considering deductions to be made in calculating the capital base (see note re row 18 to the template mean the he	

The amount of the 10% / 15% thresholds mentioned above is calculated based on the amount of CET1 capital determined under the Banking (Capital) Rules.

$\underline{Abbreviations} :$



REGULATORY DISCLOSURE

As at 31 December 2015

(b) The breakdown of CET1 capital, Additional Tier 1 capital, Tier 2 capital and regulatory deductions for the Group (Continued)

Capital Disclosures Template based on Annex 1

	HK\$'000
CET1 capital: instruments and reserves	
1 Directly issued qualifying CET1 capital instruments plus any related share premium	2,854,045
2 Retained earnings	1,740,072
3 Disclosed reserves	501,284
4 Directly issued capital subject to phase out from CET1 capital (only applicable to non-joint stock companies)	Not applicable
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)	0
6 CET1 capital before regulatory deductions	5,095,401
CET1 capital: regulatory deductions	
7 Valuation adjustments	0
8 Goodwill (net of associated deferred tax liability)	242,342
9 Other intangible assets (net of associated deferred tax liability)	0
10 Deferred tax assets net of deferred tax liabilities	17,077
11 Cash flow hedge reserve	0
12 Excess of total EL amount over total eligible provisions under the IRB approach	0
13 Gain-on-sale arising from securitization transactions	0
4 Gains and losses due to changes in own credit risk on fair valued liabilities	0
15 Defined benefit pension fund net assets (net of associated deferred tax liabilities)	0
16 Investments in own CET1 capital instruments (if not already netted off paid-in capital on reported balance sheet)	0
17 Reciprocal cross-holdings in CET1 capital instruments	0
Insignificant capital investments in CET1 capital instruments issued by financial sector entities that are outside the scope of regulatory consolidation (amount above 10% threshold)	0
Significant capital investments in CET1 capital instruments issued by financial sector entities that are outside the scope of regulatory consolidation (amount above 10% threshold)	0
Mortgage servicing rights (amount above 10% threshold)	Not applicabl
21 Deferred tax assets arising from temporary differences (amount above 10% threshold, net of related tax liability)	Not applicabl
Amount exceeding the 15% threshold	Not applicabl
of which: significant investments in the common stock of financial sector entities	Not applicabl
24 of which: mortgage servicing rights	Not applicabl
25 of which: deferred tax assets arising from temporary differences	Not applicabl
26 National specific regulatory adjustments applied to CET1 capital	481,656
6a Cumulative fair value gains arising from the revaluation of land and buildings (own-use and investment properties)	26,214
5b Regulatory reserve for general banking risks	455,442
6c Securitization exposures specified in a notice given by the Monetary Authority	C
6d Cumulative losses below depreciated cost arising from the institution's holdings of land and buildings	0
6e Capital shortfall of regulated non-bank subsidiaries	C
Capital investment in a connected company which is a commercial entity (amount above 15% of the reporting institution's capital base)	0
27 Regulatory deductions applied to CET1 capital due to insufficient AT1 capital and Tier 2 capital to cover deductions	(
Total regulatory deductions to CET1 capital	741,075
29 CET1 capital	4,354,326
AT1 capital: instruments	
Qualifying AT1 capital instruments plus any related share premium	



		1.
31	of which: classified as equity under applicable accounting standards	0
32	of which: classified as liabilities under applicable accounting standards	0
33	Capital instruments subject to phase out arrangements from ATI capital	0
34	AT1 capital instruments issued by consolidated bank subsidiaries and held by third parties (amount allowed in AT1 capital of the consolidation group)	0
35	of which: AT1 capital instruments issued by subsidiaries subject to phase out arrangements	0
36	AT1 capital before regulatory deductions	0
	AT1 capital: regulatory deductions	
37	Investments in own AT1 capital instruments	0
38	Reciprocal cross-holdings in AT1 capital instruments	0
39	Insignificant capital investments in AT1 capital instruments issued by financial sector entities that are outside the scope of regulatory consolidation (amount above 10% threshold)	0
40	Significant capital investments in AT1 capital instruments issued by financial sector entities that are outside the scope of regulatory consolidation	0
41	National specific regulatory adjustments applied to AT1 capital	C
42	Regulatory deductions applied to AT1 capital due to insufficient Tier 2 capital to cover deductions	0
43	Total regulatory deductions to AT1 capital	0
44	AT1 capital	0
45	Tier 1 capital (Tier 1 = CET1 + AT1)	4,354,326
	Tier 2 capital: instruments and provisions	
46	Qualifying Tier 2 capital instruments plus any related share premium	0
47	Capital instruments subject to phase out arrangements from Tier 2 capital	0
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)	0
49	of which: capital instruments issued by subsidiaries subject to phase out arrangements	0
50	Collective impairment allowances and regulatory reserve for general banking risks eligible for inclusion in Tier 2 capital	287,984
51	Tier 2 capital before regulatory deductions	287,984
	Tier 2 capital: regulatory deductions	
52	Investments in own Tier 2 capital instruments	0
	Reciprocal cross-holdings in Tier 2 capital instruments	0
54	Insignificant capital investments in Tier 2 capital instruments issued by financial sector entities that are outside the scope of regulatory consolidation (amount above 10% threshold)	0
55	Significant capital investments in Tier 2 capital instruments issued by financial sector entities that are outside the scope of regulatory consolidation	0
56	National specific regulatory adjustments applied to Tier 2 capital	(11,796
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	(11,796
57	Total regulatory deductions to Tier 2 capital	(11,796
58	Tier 2 capital	299,780
59	Total capital (Total capital = Tier 1 + Tier 2)	4,654,106
60	Total risk weighted assets	25,860,372
	Capital ratios (as a percentage of risk weighted assets)	
61	CET1 capital ratio	16.84%
62	Tier 1 capital ratio	16.84%
63	Total capital ratio	18.00%
64	Institution specific buffer requirement (minimum CET1 capital requirement as specified in s.3B of the BCR plus capital conservation buffer plus countercyclical buffer requirements plus G-SIB or D-SIB requirements)	4.5%
65	of which: capital conservation buffer requirement	0.0%
66	of which: bank specific countercyclical buffer requirement	0.0%
67	of which: G-SIB or D-SIB buffer requirement	0.0%
68	CET1 capital surplus over the minimum CET1 requirement and any CET1 capital used to meet the Tier 1 and Total capital requirement under s.3B of the BCR	10.09
	National minima (if different from Basel 3 minimum)	
69	National CET1 minimum ratio	Not applicable
	National Tier 1 minimum ratio	Not applicable
	National Total capital minimum ratio	Not applicable
, 1	The state of the s	- or applicable



Amounts below the thresholds for deduction (before risk weighting)				
72	Insignificant capital investments in CET1 capital instruments, AT1 capital instruments and Tier 2 capital instruments issued by financial sector entities that are outside the scope of regulatory consolidation	8,804		
73	Significant capital investments in CET1 capital instruments issued by financial sector entities that are outside the scope of regulatory consolidation	64,162		
74	Mortgage servicing rights (net of related tax liability)	Not applicable		
75	Deferred tax assets arising from temporary differences (net of related tax liability)	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 basic approach and the standardized (credit risk) approach (prior to application of cap)	471,167		
77	Cap on inclusion of provisions in Tier 2 under the basic approach and the standardized (credit risk) approach	287,984		
78	Provisions eligible for inclusion in Tier 2 in respect of exposures subject to the IRB approach (prior to application of cap)	0		
79	Cap for inclusion of provisions in Tier 2 under the IRB approach	0		
	Capital instruments subject to phase-out arrangements (only applicable between 1 Jan 2018 and 1 Jan 2022)			
80	Current cap on CET1 capital instruments subject to phase out arrangements	Not applicable		
81	Amount excluded from CET1 due to cap (excess over cap after redemptions and maturities)	Not applicable		
82	Current cap on AT1 capital instruments subject to phase out arrangements	0		
83	Amount excluded from ATI capital due to cap (excess over cap after redemptions and maturities)	0		
84	Current cap on Tier 2 capital instruments subject to phase out arrangements	0		
85	Amount excluded from Tier 2 capital due to cap (excess over cap after redemptions and maturities)	0		

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:

	Description	Hong Kong basis	Basel III basis
	Other intangible assets (net of associated deferred tax liability)	0	C
	Explanation As set out in paragraph 87 of the Basel III text issued by the Basel Committee (December 2010), mortgage servicing a limited recognition in CET1 capital (and hence be excluded from deduction from CET1 capital up to the specified the AI is required to follow the accounting treatment of including MSRs as part of intangible assets reported in the AI's deduct MSRs in full from CET1 capital. Therefore, the amount to be deducted as reported in row 9 may be greater that III. The amount reported under the column "Basel III basis" in this box represents the amount reported in row 9 (i.e the "Hong Kong basis") adjusted by reducing the amount of MSRs to be deducted to the extent not in excess of the land the aggregate 15% threshold set for MSRs, DTAs arising from temporary differences and significant investments is issued by financial sector entities (excluding those that are loans, facilities or other credit exposures to connected compared to the connected connected to the connect	reshold). In Hos financial states an that required the amount re 10% threshold in CET1 capita	ong Kong, a ments and under Bas ported under set for MSF l instrumen
	Deferred tax assets net of deferred tax liabilities	17,077	(
Explanation As set out in paragraphs 69 and 87 of the Basel III text issued by the Basel Committee (December 2010), DTAs that rely on future profitability of the bank to be realized 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.			



18	Insignificant capital investments in CET1 capital instruments issued by financial sector entities that are outside the scope of regulatory consolidation (amount above 10% threshold)	0	0
	Explanation For the purpose of determining the total amount of insignificant capital investments in CET1 capital instrument entities, an AI is required to aggregate any amount of loans, facilities or other credit exposures provided by it to any where the connected company is a financial sector entity, as if such loans, facilities or other credit exposures we holdings or synthetic holdings of the AI in the capital instruments of the financial sector entity, except where satisfaction of the Monetary Authority that any such loan was made, any such facility was granted, or any such other c in the ordinary course of the AI's business.	of its connected ere direct holdi the AI demons	d companies, ings, indirect strates to the
	Therefore, the amount to be deducted as reported in row 18 may be greater than that required under Basel III. The column "Basel III basis" in this box represents the amount reported in row 18 (i.e. the amount reported under the "Ho excluding the aggregate amount of loans, facilities or other credit exposures to the AI's connected companies whic under the Hong Kong approach.	ng Kong basis") adjusted by
	Significant capital investments in CET1 capital instruments issued by financial sector entities that are outside the scope of regulatory consolidation (amount above 10% threshold)	0	0
19	Explanation For the purpose of determining the total amount of significant capital investments in CET1 capital instruments issued an AI is required to aggregate any amount of loans, facilities or other credit exposures provided by it to any of its compound company is a financial sector entity, as if such loans, facilities or other credit exposures were direct to synthetic holdings of the AI in the capital instruments of the financial sector entity, except where the AI demonstra Monetary Authority that any such loan was made, any such facility was granted, or any such other credit exposure vacuurse of the AI's business.	nected compani- oldings, indirec- tes to the satisf	es, where the t holdings or action of the
	Therefore, the amount to be deducted as reported in row 19 may be greater than that required under Basel III. The column "Basel III basis" in this box represents the amount reported in row 19 (i.e. the amount reported under the "Ho excluding the aggregate amount of loans, facilities or other credit exposures to the AI's connected companies whic under the Hong Kong approach.	ng Kong basis") adjusted by
	Insignificant capital investments in AT1 capital instruments issued by financial sector entities that are outside the scope of regulatory consolidation (amount above 10% threshold)	0	0
39	Explanation The effect of treating loans, facilities or other credit exposures to connected companies which are financial sect instruments for the purpose of considering deductions to be made in calculating the capital base (see note re row 18 mean the headroom within the threshold available for the exemption from capital deduction of other insignificant capital instruments may be smaller. Therefore, the amount to be deducted as reported in row 39 may be greater than to The amount reported under the column "Basel III basis" in this box represents the amount reported in row 39 (i.e. the "Hong Kong basis") adjusted by excluding the aggregate amount of loans, facilities or other credit exposures to the which were subject to deduction under the Hong Kong approach.	Ito the template capital investness that required un amount report	e above) will nents in AT1 der Basel III. ted under the
	Insignificant capital investments in Tier 2 capital instruments issued by financial sector entities that are outside the scope of regulatory consolidation (amount above 10% threshold)	0	0
54	Explanation The effect of treating loans, facilities or other credit exposures to connected companies which are financial sect instruments for the purpose of considering deductions to be made in calculating the capital base (see note re row 18 mean the headroom within the threshold available for the exemption from capital deduction of other insignificant of capital instruments may be smaller. Therefore, the amount to be deducted as reported in row 54 may be greater than the amount reported under the column "Basel III basis" in this box represents the amount reported in row 54 (i.e. the "Hong Kong basis") adjusted by excluding the aggregate amount of loans, facilities or other credit exposures to the which were subject to deduction under the Hong Kong approach.	Is to the template capital investmenthat required under the amount reports	e above) will ents in Tier 2 der Basel III. ted under the
Rema	rks:		

Remarks:

The amount of the 10% / 15% thresholds mentioned above is calculated based on the amount of CET1 capital determined under the Banking (Capital) Rules.

$\underline{Abbreviations} :$



REGULATORY DISCLOSURE

(c) Reconciliation between the Group's accounting and regulatory balance sheets

	As at 30 Ju	ine 2016	As at 31 Dec	ember 2015
	Consolidated		Consolidated	
	balance sheet	Under	balance sheet	Under
	as in published	regulatory	as in published	regulatory
	financial statements	scope of consolidation	financial statements	scope of consolidation
Balance sheet	HK\$'000	HK\$'000	HK\$'000	HK\$'000
ASSETS				
Cash and short term placements	4,906,524	4,903,898	3,927,210	3,925,005
Placements with banks and financial institutions maturing				
after one month but not more than twelve months	1,497,333	1,497,333	1,018,133	1,018,133
Derivative financial instruments	2,605	2,605	3,864	3,864
Loans and advances and receivables	28,739,316	28,739,316	29,290,179	29,290,179
Available-for-sale financial assets	6,804	6,804	6,804	6,804
Held-to-maturity investments	5,321,454	5,321,454	5,342,872	5,342,872
Investments in subsidiaries	0	66,008	0	66,008
Interests in a joint venture	1,892	1,500	1,892	1,500
Deferred tax assets	23,465	23,465	25,771	25,771
Tax recoverable	0	0	0	0
Intangible assets	718	0	718	0
Property and equipment	77,416	64,552	67,346	68,081
Land held under finance leases	106,285	136,146	101,178	117,630
Investment properties	104,066	104,066	63,137	63,137
Goodwill	242,342	242,342	242,342	242,342
Other assets	164,330	155,813	143,317	148,378
TOTAL ASSETS	41,194,550	41,265,302	40,234,763	40,319,704
EQUIEW AND LIABILITIES				
EQUITY AND LIABILITIES LIABILITIES				
Deposits and balances of banks and other financial institutions at amortised cost	956,425	956,425	984,093	984,093
Derivative financial instruments	745	745	588	588
Customer deposits at amortised cost	33,504,203	33,727,789	33,165,823	33,429,461
Certificates of deposit issued at amortised cost	1,072,869	1,072,869	499,977	499,977
Current tax payable	47,639	46,664	22,654	21,933
Deferred tax liabilities	8,038	9,340	7,420	8,694
Other liabilities	302,721	274,465	335,538	279,557
TOTAL LIABILITIES	35,892,640	36,088,297	35,016,093	35,224,303
A A A A A A A A A A A A A A A A A A A	22,072,040	20,000,271	22,310,073	00,227,000
EQUITY ATTRIBUTABLE TO OWNERS OF THE BANK				
Issued capital	2,854,045	2,854,045	2,854,045	2,854,045
Reserves	2,447,865	2,322,960	2,364,625	2,241,356
TOTAL EQUITY	5,301,910	5,177,005	5,218,670	5,095,401
TOTAL EQUITY AND LIABILITIES	41,194,550	41,265,302	40,234,763	40,319,704



REGULATORY DISCLOSURE

$(c) \ Reconciliation \ between \ the \ Group's \ accounting \ and \ regulatory \ balance \ sheets \ (Continued)$

TOTAL EQUITY AND LIABILITIES	41,194,550	41,265,302	
TOTAL EQUITY	5,301,910	5,177,005	1
TOTAL FOLITY	E 304 040	E 188 005	
Regulatory reserve in Tier 2 Capital		277,533	(11)
Regulatory reserve not eligible for inclusive in regulatory capital		157,154	(10)
holdings of land and buildings not eligible for inclusive in regulatory capital		14,275	(9)
Cumulative fair value gains arising from the revaluation of		14.075	(0)
holdings of land and buildings eligible for inclusive in Tier 2 Capital		11,680	(8)
Cumulative fair value gains arising from the revaluation of		11 600	(9)
Other reserves Completing fair value gains griding from the revolution of		29,816	(7)
of which:Retained earnings		1,832,502	(6)
Reserves	2,447,865	2,322,960	(6)
Issued capital Pecantos	2,854,045	2,854,045	(5)
EQUITY ATTRIBUTABLE TO OWNERS OF THE BANK	2 954 045	2 954 045	(5)
EQUITY ATTRIBUTE ADDET O OWNERS OF THE BANK			<u> </u>
TOTAL LIABILITIES	35,892,640	30,088,297	
		36,088,297	
Other liabilities	302,721	274,465	(4)
Deferred tax liabilities	8,038	9,340	(4)
Current tax payable	47,639	46,664	
Customer deposits at amortised cost Certificates of deposit issued at amortised cost	1,072,869	1,072,869	
Customer deposits at amortised cost	33,504,203	33,727,789	
Deposits and balances of banks and other financial institutions at amortised cost Derivative financial instruments	956,425	745	
Deposits and balances of banks and other financial institutions at amortised cost	956,425	956,425	
EQUITY AND LIABILITIES LIABILITIES			
EQUITY AND LIABILITIES			
TOTAL ASSETS	41,194,550	41,265,302	
Other assets	164,330	155,813	
Goodwill Other essets	242,342	242,342	(3)
Investment properties		- ,	(2)
	106,285 104,066	136,146 104.066	
Property and equipment Land held under finance leases	77,416	64,552	-
Intangible assets	718	64.552	
Tax recoverable	0	0	
Deferred tax assets	23,465	23,465	(2)
Interests in a joint venture	1,892	1,500	(2)
Investments in subsidiaries	0	66,008	
Held-to-maturity investments	5,321,454	5,321,454	-
Available-for-sale financial assets	6,804	6,804	1
of which: collective impairment allowances reflected in regulatory capital		(14,483)	(1)
Loans and advances and receivables	28,739,316	28,739,316	
Derivative financial instruments	2,605	2,605	
after one month but not more than twelve months	1,497,333	1,497,333	
Placements with banks and financial institutions maturing			
Cash and short term placements	4,906,524	4,903,898	
ASSETS			1
Balance sheet as at 30 June 2016	HK\$'000	HK\$'000	components
	statements	consolidation	capital
	as in published financial	regulatory scope of	reference to definition o
	balance sheet	Under	Cross
	Consolidated		~



REGULATORY DISCLOSURE

$(c) \ Reconciliation \ between \ the \ Group's \ accounting \ and \ regulatory \ balance \ sheets \ (Continued)$

TOTAL EQUITY TOTAL EQUITY AND LIABILITIES	40,234,763	40,319,704	
	5 218 670	5,095,401	i
TOTAL FOLLOW	5,218,670	E 005 404	
Regulatory reserve in Tier 2 Capital		272,259	(11)
Regulatory reserve not eligible for inclusive in regulatory capital		183,183	(10)
holdings of land and buildings not eligible for inclusive in regulatory capital		14,418	(9)
Cumulative fair value gains arising from the revaluation of		14 410	(0)
holdings of land and buildings eligible for inclusive in Tier 2 Capital		11,796	(8)
Cumulative fair value gains arising from the revaluation of		11 704	(0)
Other reserves Completing fair value gains grising from the revolution of		45,842	(7)
of which:Retained earnings		1,713,858	(6)
	2,304,023		(6)
Reserves	2,364,625	2,834,043	(5)
Issued capital	2,854,045	2,854,045	(5)
EQUITY ATTRIBUTABLE TO OWNERS OF THE BANK			
TOTAL LIABILITIES	35,010,093	35,224,303	
	35,016,093		
Other liabilities	335,538	279,557	(4)
Deferred tax liabilities	7,420	8,694	(4)
Current tax payable	22,654	21,933	
Customer deposits at amortised cost Certificates of deposit issued at amortised cost	33,165,823	499,977	
Customer deposits at amortised cost	33,165,823	33,429,461	
Deposits and balances of banks and other financial institutions at amortised cost Derivative financial instruments	984,093 588	984,093 588	
Deposits and balances of banks and other financial institutions at amortised cost	984,093	984,093	
EQUITY AND LIABILITIES LIABILITIES			
EQUITY AND LIABILITIES			
TOTAL ASSETS	40,234,763	40,319,704	
Other assets TOTAL ASSETS	143,317	148,378	
Goodwill Other secrets	242,342	242,342	(3)
Investment properties	63,137	,	(2)
	· · · · · · · · · · · · · · · · · · ·	63.137	
Property and equipment Land held under finance leases	67,346 101,178	68,081 117,630	
Intangible assets	718	69.091	
Tax recoverable	0	0	
Deferred tax assets	25,771	25,771	(2)
Interests in a joint venture	1,892	1,500	(2)
Investments in subsidiaries	0	66,008	
Held-to-maturity investments	5,342,872	5,342,872	
Available-for-sale financial assets	6,804	6,804	1
of which: collective impairment allowances reflected in regulatory capital		(15,725)	(1)
Loans and advances and receivables	29,290,179	29,290,179	
Derivative financial instruments	3,864	3,864	-
after one month but not more than twelve months	1,018,133	1,018,133	
Placements with banks and financial institutions maturing			
Cash and short term placements	3,927,210	3,925,005	
ASSETS			1
Balance sheet as at 31 December 2015	HK\$'000	HK\$'000	components
	statements	consolidation	capital
	financial	scope of	definition o
	balance sheet as in published	Under regulatory	Cross reference to
	1.1 1.4	77 1	



REGULATORY DISCLOSURE

As at 30 June 2016

(c) Reconciliation between the Group's accounting and regulatory balance sheets (Continued)

	Extract of Capital Disclosures Template based on Annex 1					
		Component of regulatory capital reported by the Group HK\$'000	Cross- referenced to consolidated balance sheet			
	CET1 capital: instruments and reserves					
1	Directly issued qualifying CET1 capital instruments plus any related share premium	2,854,045	(5)			
2	Retained earnings	1,858,457	(6) + (8) + (9)			
3	Disclosed reserves	464,503	(7) + (10) + (11)			
4		Not applicable				
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)	0				
6	CET1 capital before regulatory deductions	5,177,005				
	CET1 capital: regulatory deductions					
7	Valuation adjustments	0				
8	Goodwill (net of associated deferred tax liability)	242,342	(3)			
9	Other intangible assets (net of associated deferred tax liability)	0				
10	Deferred tax assets net of deferred tax liabilities	14,125	(2) - (4)			
11	Cash flow hedge reserve	0				
12	Excess of total EL amount over total eligible provisions under the IRB approach	0				
13	Gain-on-sale arising from securitization transactions	0				
14	Gains and losses due to changes in own credit risk on fair valued liabilities	0				
15	Defined benefit pension fund net assets (net of associated deferred tax liabilities)	0				
16	Investments in own CET1 capital instruments (if not already netted off paid-in capital on reported balance sheet)	0				
17	Reciprocal cross-holdings in CET1 capital instruments	0				
18	Insignificant capital investments in CET1 capital instruments issued by financial sector entities that are outside the scope of regulatory consolidation (amount above 10% threshold)	0				
19	Significant capital investments in CET1 capital instruments issued by financial sector entities that are outside the scope of regulatory consolidation (amount above 10% threshold)	0				
20	Mortgage servicing rights (amount above 10% threshold)	Not applicable				
21	Deferred tax assets arising from temporary differences (amount above 10% threshold, net of related tax liability)	Not applicable				
22	Amount exceeding the 15% threshold	Not applicable				
23	of which: significant investments in the common stock of financial sector entities	Not applicable				
24	of which: mortgage servicing rights	Not applicable				
25	of which: deferred tax assets arising from temporary differences	Not applicable				
26	National specific regulatory adjustments applied to CET1 capital	460,642				
26a	Cumulative fair value gains arising from the revaluation of land and buildings (own-use and investment properties)	25,955	(8) + (9)			
26b	Regulatory reserve for general banking risks	434,687	(10) + (11)			
26c	Securitization exposures specified in a notice given by the Monetary Authority	0				
26d	Cumulative losses below depreciated cost arising from the institution's holdings of land and buildings	0				
26e	Capital shortfall of regulated non-bank subsidiaries	0				
26f	Capital investment in a connected company which is a commercial entity (amount above 15% of the reporting institution's capital base)	0				
27	Regulatory deductions applied to CET1 capital due to insufficient AT1 capital and Tier 2 capital to cover deductions	0				



28	Total regulatory deductions to CET1 capital	717,109		
29	CET1 capital	4,459,896		
	AT1 capital: instruments			
30	Qualifying AT1 capital instruments plus any related share premium	0		
31	of which: classified as equity under applicable accounting standards	0		
32	of which: classified as liabilities under applicable accounting standards	0		
33	Capital instruments subject to phase out arrangements from AT1 capital	0		
34	AT1 capital instruments issued by consolidated bank subsidiaries and held by third parties (amount allowed in AT1 capital of the consolidation group)	0		
35	of which: AT1 capital instruments issued by subsidiaries subject to phase out arrangements	0		
36	AT1 capital before regulatory deductions	0		
	AT1 capital: regulatory deductions			
37	Investments in own AT1 capital instruments	0		
38	Reciprocal cross-holdings in AT1 capital instruments	0		
39	Insignificant capital investments in AT1 capital instruments issued by financial sector entities that are outside the scope of regulatory consolidation (amount above 10% threshold)	0		
40	Significant capital investments in AT1 capital instruments issued by financial sector entities that are outside the scope of regulatory consolidation	0		
41	National specific regulatory adjustments applied to AT1 capital	0		
42	Regulatory deductions applied to AT1 capital due to insufficient Tier 2 capital to cover deductions	0		
43	Total regulatory deductions to AT1 capital	0		
44	AT1 capital	0		
45	Tier 1 capital (Tier 1 = CET1 + AT1)	4,459,896		
	Tier 2 capital: instruments and provisions			
46	Qualifying Tier 2 capital instruments plus any related share premium	0		
47	Capital instruments subject to phase out arrangements from Tier 2 capital	0		
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)	0		
49	of which: capital instruments issued by subsidiaries subject to phase out arrangements	0		
50	Collective impairment allowances and regulatory reserve for general banking risks eligible for inclusion in Tier 2 capital	292,016	(1) + (11)	
51	Tier 2 capital before regulatory deductions	292,016		
Tier 2 capital: regulatory deductions				
52	Investments in own Tier 2 capital instruments	0		
53	Reciprocal cross-holdings in Tier 2 capital instruments	0		
54	Insignificant capital investments in Tier 2 capital instruments issued by financial sector entities that are outside the scope of regulatory consolidation (amount above 10% threshold)	0		
55	Significant capital investments in Tier 2 capital instruments issued by financial sector entities that are outside the scope of regulatory consolidation	0		
56	National specific regulatory adjustments applied to Tier 2 capital	(11,680)		
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	(11,680)	$((8) + (9)) \times 45\%$	
57	Total regulatory deductions to Tier 2 capital	(11,680)		
58	Tier 2 capital	303,696		
59	Total capital (Total capital = Tier 1 + Tier 2)	4,763,592		

Abbreviations:



REGULATORY DISCLOSURE

As at 31 December 2015

$(c) \quad Reconciliation \ between \ the \ Group's \ accounting \ and \ regulatory \ balance \ sheets \ (Continued)$

Extract of Capital Disclosures Template based on Annex 1

Component of particular properties by an international particular particula	Extract of Capital Disclosures Template based on Annex 1					
Directly issued qualifying CETI capital instruments plus any related share premium 1,740,072 (6) + (8) + (9)			regulatory capital reported by the Group	referenced to consolidated		
Retained earnings 1.740,072 (6) + (8) + (9) 3 Disclosed reserves 50.1,284 (7) + (10) + (11) 4 Directly issued capital subject to phase out from CEI1 capital (only applicable to non-joint stock companies) 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 7 Valuation adjustments 0 0 8 Goodwill (net of associated deferred tax liability) 0 0 2 242,342 (3) 9 Other intangible assets (net of associated deferred tax liability) 0 0 10 10 Deferred tax assets net of associated deferred tax liabilities 17,000 10 11 Cash flow bedge reserve 0 0 11 12 Excess of total EL amount over total eligible provisions under the IRB approach 0 0 12 Excess of total EL amount over total eligible provisions under the IRB approach 0 0 13 Gain-on-sale arising from securitization transactions 0 0 14 Gains and losses due to changes in own credit risk on fair valued liabilities 0 0 15 Defined benefit pension fund net assets (net of associated deferred tax liabilities) 0 0 16 Investments in own CET1 capital instruments (if not already netted off paid-in capital on reported balance sheet) 0 18 Insignificant capital investments in CET1 capital instruments is used by financial sector entities that are outside the scope of regulatory consolidation (amount above 10% threshold)		CET1 capital: instruments and reserves				
3 Disclosed reserves 501,284 (7+(10)+(11) 4 Directly issued capital subject to phase out from CET1 capital (only applicable to non-joint stock companies) 5 Minority interests arising from CET1 capital instruments issued by consolidated bank subsidiaries and held by third paires (amount allowed in CET1 capital of the consolidation group) 6 CET1 capital before regulatory deductions CET1 capital: regulatory deductions CET1 capital: regulatory deductions CET1 capital: regulatory deductions CET1 capital: regulatory deductions OET1 capital before regulatory deductions OET1 capital: regulatory deductions OET1 capital instruments OET1 capital: regulatory deductions OET1 capital instruments OET1 capital instruments in CET1 capital instruments issued by financial sector entities that are outside the scope of regulatory consolidation (amount above 10% threshold) Not applicable OET1 Deferred tax assets arising from temporary differences (amount above 10% threshold) Not applicable OET1 capital instruments in dering the common to lead and buildings (own-use and investment properties) OET1 capital investments in investments in the common took of financial sector entities that are outside the scope of regulatory con	1	Directly issued qualifying CET1 capital instruments plus any related share premium	2,854,045	(5)		
A birectly issued capital subject to phase out from CET1 capital (only applicable to non-joint stock companies) Not applicable	2	Retained earnings	1,740,072	(6) + (8) + (9)		
Minority interests arising from CET1 capital instruments issued by consolidated bank subsidiaries and held by third garaites (amount allowed in CET1 capital of the consolidation group) CET1 capital before regulatory deductions CET1 capital before regulatory deductions CET1 capital instruments CET1 capital	3	Disclosed reserves	501,284	(7) + (10) + (11)		
Section CETI capital before regulatory deductions 5,095,401	4		Not applicable			
Valuation adjustments	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)	0			
7 Valuation adjustments 6 Goodwill (net of associated deferred tax liability) 7 Other intangible assets (net of associated deferred tax liability) 9 Other intangible assets (net of associated deferred tax liability) 10 Deferred tax assets net of deferred tax liabilities 11 Cash flow hedge reserve 12 Excess of total EL amount over total eligible provisions under the IRB approach 13 Gain-on-sale arising from securitization transactions 14 Gains and losses due to changes in own credit risk on fair valued liabilities 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 capital investments in CET1 capital instruments issued by financial sector entities that are outside the scope of regulatory consolidation (amount above 10% threshold) 19 Significant capital 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 (amount above 10% threshold) 21 Deferred tax assets arising from temporary differences (amount above 10% threshold, net of related tax liability) 22 Amount exceeding the 15% threshold 23 of which: significant investments in the common stock of financial sector entities 24 of which: mortgage servicing rights 25 of which: deferred tax assets arising from temporary differences 26 Cumulative fair value gains arising from temporary differences 27 Not applicable 28 Not applicable 29 Securitization exposures specified in a notice given by the Monetary Authority 30 Capital shortfall of regulated non-bank subsidiaries 40 Cumulative losses below depreciated cost arising from the institution's holdings of land and buildings 41 Capital shortfall of regulated non-bank subsidiaries 42 Capital shortfall of regulated company which is a commercial entity (amount above 15%	6	CET1 capital before regulatory deductions	5,095,401			
8 Goodwill (net of associated deferred tax liability) 9 Other intangible assets (net of associated deferred tax liability) 10 Deferred tax assets net of deferred tax liabilities 11,0077 (2) - (4) 11 Cash flow hedge reserve 0 0 12 Excess of total EL amount over total eligible provisions under the IRB approach 13 Gain-on-sale arising from securitization transactions 14 Gains and losses due to changes in own credit risk on fair valued liabilities 0 0 15 Defined benefit pension fund net assets (net of associated deferred tax liabilities) 0 0 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 issued by financial sector entities that are outside the scope of regulatory consolidation (amount above 10% threshold) 18 Significant capital 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 (amount above 10% threshold) 21 Deferred tax assets arising from temporary differences (amount above 10% threshold, not of related tax liability) 22 Amount exceeding the 15% threshold 23 of which: significant investments in the common stock of financial sector entities 30 of which: deferred tax assets arising from temporary differences 31 of which: deferred tax assets arising from the revaluation of land and buildings (own-use and investment properties) 24 of which: deferred tax assets arising from the revaluation of land and buildings (own-use and investment properties) 25 of which: deferred tax assets arising from the revaluation of land and buildings (own-use and investment properties) 26 Cumulative fair value gains arising from the revaluation of land and buildings (own-use and investment properties) 26 Cumulative losses below depreciated cost arising from the institution's holdings of land and buildings 26 Capital shortfall of regulated ono-bank subsidiaries 27 Capital investm		CET1 capital: regulatory deductions				
9 Other intangible assets (net of associated deferred tax liability) 10 Deferred tax assets net of deferred tax liabilities 17,077 (2) - (4) 11 Cash flow hedge reserve 0 deferred tax assets net of deferred tax liabilities 12 Excess of total EL amount over total eligible provisions under the IRB approach 0 defains and losses due to changes in own credit risk on fair valued liabilities 0 defined benefit pension fund net assets (net of associated deferred tax liabilities) 10 Investments in own CET1 capital instruments (if not already netted off paid-in capital on reported balance sheet) 11 Reciprocal cross-holdings in CET1 capital instruments 12 Insignificant capital investments in CET1 capital instruments issued by financial sector entities that are outside the scope of regulatory consolidation (amount above 10% threshold) 13 Significant capital investments in CET1 capital instruments issued by financial sector entities that are outside the scope of regulatory consolidation (amount above 10% threshold) 14 Significant capital investments in CET1 capital instruments issued by financial sector entities that are outside the scope of regulatory consolidation (amount above 10% threshold) 15 Significant capital investments in CET1 capital instruments issued by financial sector entities that are outside the scope of regulatory consolidation (amount above 10% threshold) 16 Deferred tax assets arising from temporary differences (amount above 10% threshold, net of related tax liability) 17 Amount exceeding the 15% threshold 18 Other applicable 19 Of which: significant investments in the common stock of financial sector entities 10 Amount exceeding the 15% threshold 11 Deferred tax assets arising from temporary differences 12 Of which: deferred tax assets arising from the property differences 13 Of which: deferred tax assets arising from the property differences 14 Of which: deferred tax assets arising from the revaluation of land and buildings (own-use and investment properties) 14 Of which: deferred	7	Valuation adjustments	0			
10 Deferred tax assets net of deferred tax liabilities 17,077 (2) - (4) 11 Cash flow hedge reserve 0 12 Excess of total EL amount over total eligible provisions under the IRB approach 0 13 Gain-on-sale arising from securitization transactions 0 14 Gains and losses due to changes in own credit risk on fair valued liabilities 0 15 Defined benefit pension fund net assets (net of associated deferred tax liabilities) 0 16 Investments in own CET1 capital instruments (if not already netted off paid-in capital on reported balance sheet) 0 17 Reciprocal cross-holdings in CET1 capital instruments sisued by financial sector entities that are outside the scope of regulatory consolidation (amount above 10% threshold) 18 Insignificant capital investments in CET1 capital instruments issued by financial sector entities that are outside the scope of regulatory consolidation (amount above 10% threshold) 19 Significant capital investments in CET1 capital instruments issued by financial sector entities that are outside the scope of regulatory consolidation (amount above 10% threshold) 10 Deferred tax assets arising from temporary differences (amount above 10% threshold) 20 Mortgage servicing rights (amount above 10% threshold) 21 Deferred tax assets arising from temporary differences (amount above 10% threshold, net of related tax liability) 22 Amount exceeding the 15% threshold 23 of which: significant investments in the common stock of financial sector entities 24 of which: significant investments in the common stock of financial sector entities 25 of which: deferred tax assets arising from temporary differences 26 National specific regulatory adjustments applied to CET1 capital 27 Autorial specific regulatory adjustments applied to CET1 capital 28 Cumulative fair value gains arising from the revaluation of land and buildings (own-use and investment properties) 26 Capital shortfall of regulated non-bank subsidiaries 27 Capital investment in a connected company which is a commercial entity (amount above 15% o	8	Goodwill (net of associated deferred tax liability)	242,342	(3)		
11 Cash flow hedge reserve 0 0 12 Excess of total EL amount over total eligible provisions under the IRB approach 0 0 13 Gain-on-sale arising from securitization transactions 0 0 14 Gains and losses due to changes in own credit risk on fair valued liabilities 0 0 15 Defined benefit pension fund net assets (net of associated deferred tax liabilities) 0 0 16 Investments in own CETI capital instruments (if not already netted off paid-in capital on reported balance sheet) 0 0 17 Reciprocal cross-holdings in CETI capital instruments issued by financial sector entities that are outside the scope of regulatory consolidation (amount above 10% threshold) 0 0 18 Investments in cettl capital instruments issued by financial sector entities that are outside the scope of regulatory consolidation (amount above 10% threshold) 0 0 19 Significant capital investments in CET1 capital instruments issued by financial sector entities that are outside the scope of regulatory consolidation (amount above 10% threshold) Not applicable 0 0 10 Mortgage servicing rights (amount above 10% threshold) Not applicable 0 0 11 Deferred tax assets arising from temporary differences (amount above 10% threshold, net of related tax liability) Not applicable 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0	9	Other intangible assets (net of associated deferred tax liability)	0			
Excess of total EL amount over total eligible provisions under the IRB approach Commutative fair value gains arising from the revaluation of land and buildings Commutative fair value gains arising from the revaluation of land and buildings of land and buildings Commutative fair value gains arising from the revaluation of land and buildings Commutative larvestment properties Commutative larvestment l	10	Deferred tax assets net of deferred tax liabilities	17,077	(2) - (4)		
13 Gain-on-sale arising from securitization transactions 0 0 14 Gains and losses due to changes in own credit risk on fair valued liabilities 0 0 15 Defined benefit pension fund net assets (net of associated deferred tax liabilities) 0 0 16 Investments in own CET1 capital instruments (if not already netted off paid-in capital on reported balance sheet) 0 17 Reciprocal cross-holdings in CET1 capital instruments 0 18 Insignificant capital investments in CET1 capital instruments issued by financial sector entities that are outside the scope of regulatory consolidation (amount above 10% threshold) 19 Significant capital investments in CET1 capital instruments issued by financial sector entities that are outside the scope of regulatory consolidation (amount above 10% threshold) Not applicable 0 0 0 0 0 0 0 0 0	11	Cash flow hedge reserve	0			
14 Gains and losses due to changes in own credit risk on fair valued liabilities 0 15 Defined benefit pension fund net assets (net of associated deferred tax liabilities) 0 16 Investments in own CET1 capital instruments (if not already netted off paid-in capital on reported balance sheet) 0 17 Reciprocal cross-holdings in CET1 capital instruments (if not already netted off paid-in capital on reported balance sheet) 0 18 Insignificant capital investments in CET1 capital instruments issued by financial sector entities that are outside the scope of regulatory consolidation (amount above 10% threshold) 0 20 Mortgage servicing rights (amount above 10% threshold) Not applicable 21 Deferred tax assets arising from temporary differences (amount above 10% threshold, net of related tax liability) Not applicable 22 Amount exceeding the 15% threshold Not applicable of which: significant investments in the common stock of financial sector entities Not applicable of which: mortgage servicing rights Not applicable of which: deferred tax assets arising from temporary differences Not applicable of which: deferred tax assets arising from temporary differences Not applicable 26 National specific regulatory adjustments applied to CET1 capital 481.656 26a Cumulative fair value gains arising from the revaluation of land and buildings (own-use and investment properties) 26.214 (8) + (9) 26b Regulatory reserve for general banking risks 455.442 (10) + (11) 26c Securitization exposures specified in a notice given by the Monetary Authority 0 26c Capital shortfall of regulated non-bank subsidiaries 0 26c Capital shortfall of regulated non-bank subsidiaries 0 26c Capital investment in a connected company which is a commercial entity (amount above 15% of the reporting institution's capital base)	12	Excess of total EL amount over total eligible provisions under the IRB approach	0			
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 capital investments in CET1 capital instruments issued by financial sector entities that are outside the scope of regulatory consolidation (amount above 10% threshold) 19 Significant capital 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 (amount above 10% threshold) 21 Deferred tax assets arising from temporary differences (amount above 10% threshold, net of related tax liability) 22 Amount exceeding the 15% threshold 23 of which: significant investments in the common stock of financial sector entities 24 of which: mortgage servicing rights 25 of which: deferred tax assets arising from temporary differences 26 Not applicable 27 Autional specific regulatory adjustments applied to CET1 capital 28 of which: deferred tax assets arising from temporary differences 29 Not applicable 20 Regulatory reserve for general banking risks 20 Autional specific regulatory adjustments applied to CET1 capital 28 Securitization exposures specified in a notice given by the Monetary Authority 29 Regulatory reserve for general banking risks 20 Cumulative losses below depreciated cost arising from the institution's holdings of land and buildings 20 Capital shortfall of regulated non-bank subsidiaries 20 Capital investment in a connected company which is a commercial entity (amount above 15% of the reporting institution's capital base)	13	Gain-on-sale arising from securitization transactions	0			
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 capital investments in CET1 capital instruments issued by financial sector entities that are outside the scope of regulatory consolidation (amount above 10% threshold) 19 Significant capital 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 (amount above 10% threshold) 21 Deferred tax assets arising from temporary differences (amount above 10% threshold, net of related tax liability) 22 Amount exceeding the 15% threshold 23 of which: significant investments in the common stock of financial sector entities 24 of which: mortgage servicing rights 25 of which: deferred tax assets arising from temporary differences 26 Not applicable 27 Not applicable 28 Not applicable 29 Not applicable 20 Not applicable 20 Regulatory adjustments applied to CET1 capital 481,656 26a Cumulative fair value gains arising from the revaluation of land and buildings (own-use and investment properties) 26 Regulatory reserve for general banking risks 455,442 (10) + (11) 26c Securitization exposures specified in a notice given by the Monetary Authority 26d Cumulative losses below depreciated cost arising from the institution's holdings of land and buildings 26e Capital shortfall of regulated non-bank subsidiaries 27e Capital investment in a connected company which is a commercial entity (amount above 15% of the reporting institution's capital base)	14	Gains and losses due to changes in own credit risk on fair valued liabilities	0			
18 Reciprocal cross-holdings in CET1 capital instruments 0 18 Insignificant capital investments in CET1 capital instruments issued by financial sector entities that are outside the scope of regulatory consolidation (amount above 10% threshold) 19 Significant capital 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 (amount above 10% threshold) 21 Deferred tax assets arising from temporary differences (amount above 10% threshold, net of related tax liability) 22 Amount exceeding the 15% threshold 23 of which: significant investments in the common stock of financial sector entities 24 of which: mortgage servicing rights 25 of which: deferred tax assets arising from temporary differences 26 National specific regulatory adjustments applied to CET1 capital 27 of which: deferred tax assets arising from the revaluation of land and buildings (own-use and investment properties) 26 Cumulative fair value gains arising from the revaluation of land and buildings (own-use and investment properties) 27 of Cumulative losses below depreciated cost arising from the institution's holdings of land and buildings 28 of Cumulative losses below depreciated cost arising from the institution's holdings of land and buildings 29 capital investment in a connected company which is a commercial entity (amount above 15% of the reporting institution's capital base)	15	Defined benefit pension fund net assets (net of associated deferred tax liabilities)	0			
Insignificant capital investments in CET1 capital instruments issued by financial sector entities that are outside the scope of regulatory consolidation (amount above 10% threshold) 19 Significant capital 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 (amount above 10% threshold) 21 Deferred tax assets arising from temporary differences (amount above 10% threshold, net of related tax liability) 22 Amount exceeding the 15% threshold 23 of which: significant investments in the common stock of financial sector entities 24 of which: mortgage servicing rights 25 of which: deferred tax assets arising from temporary differences 26 National specific regulatory adjustments applied to CET1 capital 27 of which: deferred tax assets arising from the revaluation of land and buildings (own-use and investment properties) 28 of Lumulative fair value gains arising from the revaluation of land and buildings (own-use and investment properties) 29 of Regulatory reserve for general banking risks 20 of Lumulative losses below depreciated cost arising from the institution's holdings of land and buildings 29 of Capital shortfall of regulated non-bank subsidiaries 20 of Capital investment in a connected company which is a commercial entity (amount above 15% of the reporting institution's capital base)	16	Investments in own CET1 capital instruments (if not already netted off paid-in capital on reported balance sheet)	0			
Significant capital 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 (amount above 10% threshold) 21 Deferred tax assets arising from temporary differences (amount above 10% threshold, net of related tax liability) 22 Amount exceeding the 15% threshold 23 of which: significant investments in the common stock of financial sector entities 24 of which: mortgage servicing rights 25 of which: deferred tax assets arising from temporary differences 26 National specific regulatory adjustments applied to CET1 capital 27 and and an administrative fair value gains arising from the revaluation of land and buildings (own-use and investment properties) 26 Regulatory reserve for general banking risks 27 and an another of the reporting of land and buildings of land and buildings 28 curritization exposures specified in a notice given by the Monetary Authority 29 contributed to regulated non-bank subsidiaries 20 capital investment in a connected company which is a commercial entity (amount above 15% of the reporting institution's capital base)	17	Reciprocal cross-holdings in CET1 capital instruments	0			
Mortgage servicing rights (amount above 10% threshold) Not applicable Deferred tax assets arising from temporary differences (amount above 10% threshold, net of related tax liability) Not applicable Amount exceeding the 15% threshold of which: significant investments in the common stock of financial sector entities of which: mortgage servicing rights of which: deferred tax assets arising from temporary differences of which: deferred tax assets arising from temporary differences Not applicable of which: deferred tax assets arising from temporary differences Not applicable Cumulative fair value gains arising from the revaluation of land and buildings (own-use and investment properties) Regulatory reserve for general banking risks 455,442 (10) + (11) Concept Securitization exposures specified in a notice given by the Monetary Authority Cumulative losses below depreciated cost arising from the institution's holdings of land and buildings Capital shortfall of regulated non-bank subsidiaries Capital investment in a connected company which is a commercial entity (amount above 15% of the reporting institution's capital base)	18	scope of regulatory consolidation (amount above 10% threshold)	0			
Deferred tax assets arising from temporary differences (amount above 10% threshold, net of related tax liability) Not applicable Amount exceeding the 15% threshold Not applicable of which: significant investments in the common stock of financial sector entities Not applicable of which: mortgage servicing rights Not applicable of which: deferred tax assets arising from temporary differences Not applicable of which: deferred tax assets arising from temporary differences Not applicable Cumulative fair value gains arising from the revaluation of land and buildings (own-use and investment properties) Applicable Cumulative fair value gains arising from the revaluation of land and buildings (own-use and investment properties) Cumulative fair value gains arising from the revaluation of land and buildings (own-use and investment properties) Cumulative fair value gains arising from the investment properties) Cumulative fair value gains arising from the investment properties) Cumulative fair value gains arising from the investment properties) Cumulative fair value gains arising from the investment properties) Cumulative fair value gains arising from the investment properties) Cumulative fair value gains arising from the investment properties) Cumulative fair value gains arising from the investment properties) Cumulative fair value gains arising from the investment properties) Cumulative fair value gains arising from the investment properties) Cumulative fair value gains arising from the investment properties) Cumulative fair value gains arising from the investment properties) Cumulative fair value gains arising from the investment properties) Cumulative fair value gains arising from the investment properties) Cumulative fair value gains arising from the investment properties of the	19		0			
Amount exceeding the 15% threshold Not applicable Amount exceeding the 15% threshold Another indicates the common stock of financial sector entities Not applicable Amount exceeding the 15% threshold Not applicable All (55) Amount exceeding the 15% threshold Another indicates the common stock of financial sector entities Not applicable All (55) Amount exceeding the 15% threshold Another indicates the common stock of financial sector entities Not applicable All (56) All (8) + (9) Amount exceeding the 15% threshold All (56) Amount exceeding the 15% threshold Another indicates the common stock of financial sector entities Not applicable All (8) + (9) All	20	Mortgage servicing rights (amount above 10% threshold)	Not applicable			
of which: significant investments in the common stock of financial sector entities Not applicable of which: mortgage servicing rights Not applicable of which: deferred tax assets arising from temporary differences Not applicable Not applicable All,656 Cumulative fair value gains arising from the revaluation of land and buildings (own-use and investment properties) Regulatory reserve for general banking risks Securitization exposures specified in a notice given by the Monetary Authority Cumulative losses below depreciated cost arising from the institution's holdings of land and buildings Capital shortfall of regulated non-bank subsidiaries Capital investment in a connected company which is a commercial entity (amount above 15% of the reporting institution's capital base)	21	Deferred tax assets arising from temporary differences (amount above 10% threshold, net of related tax liability)	Not applicable			
of which: mortgage servicing rights Not applicable of which: deferred tax assets arising from temporary differences Not applicable Not applicable Not applicable Autional specific regulatory adjustments applied to CET1 capital Autional specific regulatory ad	22	Amount exceeding the 15% threshold	Not applicable			
of which: deferred tax assets arising from temporary differences Not applicable Not applicable Not applicable Not applicable Assignational specific regulatory adjustments applied to CET1 capital Assignational specific regulatory adjustments applied to CET1 capital Cumulative fair value gains arising from the revaluation of land and buildings (own-use and investment properties) Assignational specific regulatory reserve for general banking risks Assignational specific regulatory reserve for general banking risks Assignational specific regulatory adjustments applied to CET1 capital Assignational specific regulatory assignation applied to CET1 capital Assignational specific regulatory adjustments applied to CET1 capital Assignational specific regula	23	of which: significant investments in the common stock of financial sector entities	Not applicable			
National specific regulatory adjustments applied to CET1 capital 26a Cumulative fair value gains arising from the revaluation of land and buildings (own-use and investment properties) 26b Regulatory reserve for general banking risks 26c Securitization exposures specified in a notice given by the Monetary Authority 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)	24	of which: mortgage servicing rights	Not applicable			
Cumulative fair value gains arising from the revaluation of land and buildings (own-use and investment properties) 26,214 (8) + (9) 26b Regulatory reserve for general banking risks 455,442 (10) + (11) 26c Securitization exposures specified in a notice given by the Monetary Authority 0 26d Cumulative losses below depreciated cost arising from the institution's holdings of land and buildings 0 26e Capital shortfall of regulated non-bank subsidiaries 0 26f Capital investment in a connected company which is a commercial entity (amount above 15% of the reporting institution's capital base)	25	of which: deferred tax assets arising from temporary differences	Not applicable			
26b Regulatory reserve for general banking risks 26c Securitization exposures specified in a notice given by the Monetary Authority 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	26	National specific regulatory adjustments applied to CET1 capital	481,656			
26c Securitization exposures specified in a notice given by the Monetary Authority 0 26d Cumulative losses below depreciated cost arising from the institution's holdings of land and buildings 0 26e Capital shortfall of regulated non-bank subsidiaries 0 26f Capital investment in a connected company which is a commercial entity (amount above 15% of the reporting institution's capital base) 0	26a	Cumulative fair value gains arising from the revaluation of land and buildings (own-use and investment properties)	26,214	(8) + (9)		
Capital investment in a connected company which is a commercial entity (amount above 15% of the reporting institution's capital base) Cumulative losses below depreciated cost arising from the institution's holdings of land and buildings O Capital shortfall of regulated non-bank subsidiaries O Capital investment in a connected company which is a commercial entity (amount above 15% of the reporting institution's capital base)	26b	Regulatory reserve for general banking risks	455,442	(10) + (11)		
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) 0	26c	Securitization exposures specified in a notice given by the Monetary Authority	0			
26f Capital investment in a connected company which is a commercial entity (amount above 15% of the reporting institution's capital base)	26d	Cumulative losses below depreciated cost arising from the institution's holdings of land and buildings	0			
institution's capital base)	26e	Capital shortfall of regulated non-bank subsidiaries	0			
27 Regulatory deductions applied to CET1 capital due to insufficient AT1 capital and Tier 2 capital to cover deductions 0	26f		0			
	27	Regulatory deductions applied to CET1 capital due to insufficient AT1 capital and Tier 2 capital to cover deductions	0			



28	Total regulatory deductions to CET1 capital	741,075		
	CET1 capital	4,354,326		
29	AT1 capital: instruments	4,334,320		
30	Qualifying AT1 capital instruments plus any related share premium	0		
	of which: classified as equity under applicable accounting standards	0		
-	of which: classified as liabilities under applicable accounting standards	0		
-	Capital instruments subject to phase out arrangements from AT1 capital	0		
34	AT1 capital instruments issued by consolidated bank subsidiaries and held by third parties (amount allowed in AT1 capital of the consolidation group)	0		
35	of which: AT1 capital instruments issued by subsidiaries subject to phase out arrangements	0		
36	AT1 capital before regulatory deductions	0		
	AT1 capital: regulatory deductions			
37	Investments in own AT1 capital instruments	0		
38	Reciprocal cross-holdings in AT1 capital instruments	0		
491	Insignificant capital investments in AT1 capital instruments issued by financial sector entities that are outside the scope of regulatory consolidation (amount above 10% threshold)	0		
40	Significant capital investments in AT1 capital instruments issued by financial sector entities that are outside the scope of regulatory consolidation	0		
41	National specific regulatory adjustments applied to AT1 capital	0		
42	Regulatory deductions applied to AT1 capital due to insufficient Tier 2 capital to cover deductions	0		
43	Total regulatory deductions to AT1 capital	0		
44	AT1 capital	0		
45	Tier 1 capital (Tier 1 = CET1 + AT1)	4,354,326	<u> </u>	
	Tier 2 capital: instruments and provisions			
46	Qualifying Tier 2 capital instruments plus any related share premium	0		
-	Capital instruments subject to phase out arrangements from Tier 2 capital	0		
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)	0		
	of which: capital instruments issued by subsidiaries subject to phase out arrangements	0		
50	Collective impairment allowances and regulatory reserve for general banking risks eligible for inclusion in Tier 2 capital	287,984	(1) + (11)	
51	Tier 2 capital before regulatory deductions	287,984		
Tier 2 capital: regulatory deductions				
\vdash	Investments in own Tier 2 capital instruments	0		
-	Reciprocal cross-holdings in Tier 2 capital instruments	0		
54	Insignificant capital investments in Tier 2 capital instruments issued by financial sector entities that are outside the scope of regulatory consolidation (amount above 10% threshold)	0		
33	Significant capital investments in Tier 2 capital instruments issued by financial sector entities that are outside the scope of regulatory consolidation	0		
-	National specific regulatory adjustments applied to Tier 2 capital	(11,796)		
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	(11,796)	((8) + (9)) x 45%	
	Total regulatory deductions to Tier 2 capital	(11,796)		
58	Tier 2 capital	299,780		
59	Total capital (Total capital = Tier 1 + Tier 2)	4,654,106		

Abbreviations: