

Regulatory Disclosures

30 June 2026



集友銀行
Chiyu Banking Corporation Ltd.



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1. Basis of reporting

Liquidity Coverage Ratio (LCR) and Liquidity Maintenance Ratio (LMR):

In prior years, the Group was required to calculate liquidity coverage ratio. Since April 2026, the Group is required to calculate liquidity maintenance ratio.

The liquidity coverage ratio and liquidity maintenance ratio are computed on the consolidated basis which comprises the positions of local offices, overseas branches and subsidiaries of the Bank specified by the Hong Kong Monetary Authority ("HKMA") for its regulatory purposes and in accordance with the Banking (Liquidity) Rules.

Net Stable Funding Ratio (NSFR) and Core funding ratio (CFR):

In prior years, the Group was required to calculate net stable funding ratio. Since April 2026, the Group is required to calculate core funding ratio.

The net stable funding ratio and core funding ratio are computed on the consolidated basis which comprises the positions of local offices, overseas branches and subsidiaries of the Bank specified by the HKMA for its regulatory purposes and in accordance with the Banking (Liquidity) Rules.

Capital Adequacy Ratio (CAR):

Total capital ratio is computed on the consolidated basis which comprises the positions of local offices, overseas branches and designated subsidiaries of the Bank specified by the HKMA for its regulatory purposes and in accordance with the Banking (Capital) Rules.

2. Key prudential ratios, overview of risk management and RWA

KM1: Key prudential ratios

		At 30 June 2026	At 31 March 2026	At 31 December 2025	At 30 September 2025	At 30 June 2025
		HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000
	Regulatory capital (amount)					
1 & 1a	Common Equity Tier 1 (CET1)	15,781,708	15,975,477	15,924,087	15,759,903	15,683,942
2 & 2a	Tier 1	17,339,520	17,533,289	17,481,899	17,317,715	17,241,754
3 & 3a	Total capital	20,039,520	20,200,561	20,110,974	19,992,989	19,967,349
	RWA (amount)					
4	Total RWA	115,130,351	107,860,429	103,576,476	104,193,225	106,526,165
4a	Total RWA (pre-floor)	115,130,351	107,860,429	103,576,476	104,193,225	106,526,165
	Risk-based regulatory capital ratios (as a percentage of RWA)					
5 & 5a	CET1 ratio (%)	13.71	14.81	15.37	15.13	14.72
5b	CET1 ratio (%) (pre-floor ratio)	13.71	14.81	15.37	15.13	14.72
6 & 6a	Tier 1 ratio (%)	15.06	16.26	16.88	16.62	16.19
6b	Tier 1 ratio (%) (pre-floor ratio)	15.06	16.26	16.88	16.62	16.19
7 & 7a	Total capital ratio (%)	17.41	18.73	19.42	19.19	18.74
7b	Total capital ratio (%) (pre-floor ratio)	17.41	18.73	19.42	19.19	18.74
	Additional CET1 buffer requirements (as a percentage of RWA)					
8	Capital conservation buffer requirement (%)	2.500	2.500	2.500	2.500	2.500
9	Countercyclical capital buffer requirement (%)	0.289	0.295	0.302	0.287	0.301
10	Higher loss absorbency requirements (%) (applicable only to G-SIBs or D-SIBs)	-	-	-	-	-
11	Total AI-specific CET1 buffer requirements (%)	2.789	2.795	2.802	2.787	2.801
12	CET1 available after meeting the AI's minimum capital requirements (%)	9.061	10.256	10.874	10.621	10.186
	Basel III leverage ratio					
13	Total leverage ratio (LR) exposure measure	197,786,298	185,699,256	190,455,811	185,747,630	189,379,207
13a	LR exposure measure based on mean values of gross assets of SFTs	192,337,786	184,551,595	185,128,463	183,666,193	187,393,384
14, 14a & 14b	LR (%)	8.77	9.44	9.18	9.32	9.10
14c & 14d	LR (%) based on mean values of gross assets of SFTs	9.02	9.50	9.44	9.43	9.19
	Liquidity Coverage Ratio (LCR)					
15	Total high quality liquid assets (HQLA)	N/A	24,526,242	23,089,230	20,352,069	21,978,465
16	Total net cash outflows	N/A	14,641,626	12,968,065	10,860,467	9,858,584
17	LCR (%)	N/A	168.59	179.85	191.27	232.03
17a	LMR (%)	80.45	N/A	N/A	N/A	N/A
	Net Stable Funding Ratio (NSFR)					
18	Total available stable funding	N/A	122,922,408	123,140,467	122,868,901	128,654,215
19	Total required stable funding	N/A	94,454,498	93,670,166	96,331,160	98,650,689
20	NSFR (%)	N/A	130.14	131.46	127.55	130.41
20a	CFR (%)	217.84	N/A	N/A	N/A	N/A

2. Key prudential ratios, overview of risk management and RWA (continued)

OV1: Overview of RWA

		RWA		Minimum capital requirements
		At 30 June 2026	At 31 March 2026	At 30 June 2026
		HK\$'000	HK\$'000	HK\$'000
1	Credit risk for non-securitization exposures	105,502,991	98,515,216	8,440,239
2	Of which STC approach	105,502,991	98,515,216	8,440,239
2a	Of which BSC approach	-	-	-
3	Of which foundation IRB approach	-	-	-
4	Of which supervisory slotting criteria approach	-	-	-
5	Of which advanced IRB approach	-	-	-
5a	Of which retail IRB approach	-	-	-
5b	Of which specific risk-weight approach	-	-	-
5c	Of which cryptoasset exposures to credit risk calculated in accordance with section 376 and Divisions 5, 6 and 8 of Part 12 of the BCR	-	-	-
6	Counterparty credit risk and default fund contributions	259,523	245,880	20,762
7	Of which SA-CCR approach	125,502	118,084	10,040
7a	Of which CEM	-	-	-
8	Of which IMM(CCR) approach	-	-	-
8a	Of which method for group 2b cryptoasset derivative contracts	-	-	-
9	Of which others	134,021	127,796	10,722
10	CVA risk	132,388	136,375	10,591
11	Equity positions in banking book under the simple risk-weight method and internal models method	N/A	N/A	N/A
12	Collective investment scheme ("CIS") exposures –look-through approach / third-party approach	-	-	-
13	CIS exposures – mandate-based approach	-	-	-
14	CIS exposures – fall-back approach	-	-	-
14a	CIS exposures – combination of approaches	-	-	-
15	Settlement risk	-	-	-
16	Securitization exposures in banking book	-	-	-
17	Of which SEC-IRBA	-	-	-
18	Of which SEC-ERBA (including IAA)	-	-	-
19	Of which SEC-SA	-	-	-
19a	Of which SEC-FBA	-	-	-
20	Market risk	2,581,650	2,475,863	206,532
21	Of which STM approach	2,581,650	2,475,863	206,532
22	Of which IMA	-	-	-
22a	Of which SSTM approach	-	-	-
23	Capital charge for moving exposures between trading book and banking book	N/A	N/A	N/A
24	Operational risk	4,590,400	4,462,225	367,232
24a	Sovereign concentration risk	-	-	-
25	Amounts below the thresholds for deduction (subject to 250% RW)	2,584,625	2,546,453	206,770
26	Output floor level applied	N/A	N/A	N/A
27	Floor adjustment (before application of transitional cap)	N/A	N/A	N/A
28	Floor adjustment (after application of transitional cap)	N/A	N/A	N/A
28a	Deduction to RWA	521,226	521,583	41,698
28b	Of which portion of regulatory reserve for general banking risks and collective provisions which is not included in Tier 2 Capital	-	-	-
28c	Of which portion of cumulative fair value gains arising from the revaluation of land and buildings which is not included in Tier 2 Capital	521,226	521,583	41,698
29	Total	115,130,351	107,860,429	9,210,428

3. Composition of regulatory capital

CC1: Composition of regulatory capital

		At 30 June 2026	
		Amount	Source based on reference numbers/letters of the balance sheet under the regulatory scope of consolidation
		HK\$'000	
CET1 capital: instruments and reserves			
1	Directly issued qualifying CET1 capital instruments plus any related share premium	6,577,871	(2)
2	Retained earnings	9,589,037	(3)
3	Disclosed reserves	921,953	(5)+(6)+(7)+(8)
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 adjustments	17,088,861	
CET1 capital: regulatory deductions			
7	Valuation adjustments	7,546	
8	Goodwill (net of associated deferred tax liabilities)	-	
9	Other intangible assets (net of associated deferred tax liabilities)	-	
10	Deferred tax assets (net of associated deferred tax liabilities)	72,681	(1)
11	Cash flow hedge reserve	-	
12	Excess of total EL amount over total eligible provisions under the IRB approach	-	
13	Credit-enhancing interest-only strip, and any gain-on-sale and other increase in the CET1 capital arising from securitization transactions	-	
14	Gains and losses due to changes in own credit risk on fair valued liabilities	-	
15	Defined benefit pension fund net assets (net of associated deferred tax liabilities)	-	
16	Investments in own CET1 capital instruments (if not already netted off paid-in capital on reported balance sheet)	-	
17	Reciprocal cross-holdings in CET1 capital instruments	-	
18	Insignificant LAC investments in CET1 capital instruments issued by financial sector entities that are outside the scope of regulatory consolidation (amount above 10% threshold)	-	
19	Significant LAC investments in CET1 capital instruments issued by financial sector entities that are outside the scope of regulatory consolidation (amount above 10% threshold)	-	
20	Mortgage servicing rights (net of associated deferred tax liabilities)	Not applicable	Not applicable
21	Deferred tax assets arising from temporary differences (net of associated deferred tax liabilities)	Not applicable	Not applicable
22	Amount exceeding the 15% threshold	Not applicable	Not applicable
23	of which: significant investments in the ordinary share of financial sector entities	Not applicable	Not applicable
24	of which: mortgage servicing rights	Not applicable	Not applicable
25	of which: deferred tax assets arising from temporary differences	Not applicable	Not applicable



3. Composition of regulatory capital (continued)

CC1: Composition of regulatory capital (continued)

		At 30 June 2026	
		Amount	Source based on reference numbers/letters of the balance sheet under the regulatory scope of consolidation
		HK\$'000	
	CET1 capital: regulatory deductions (continued)		
26	National specific regulatory adjustments applied to CET1 capital	1,226,926	
26a	Cumulative fair value gains arising from the revaluation of land and buildings (own-use and investment properties)	947,684	(4) + (5)
26b	Regulatory reserve for general banking risks	279,242	(7)
26c	Securitization exposures specified in a notice given by the MA	-	
26d	Cumulative losses below depreciated cost arising from the institution's holdings of land and buildings	-	
26e	Capital shortfall of regulated non-bank subsidiaries	-	
26f	Capital investment in a connected company which is a commercial entity (amount above 15% of the reporting institution's capital base)	-	
27	Regulatory deductions applied to CET1 capital due to insufficient AT1 capital and Tier 2 capital to cover deductions	-	
28	Total regulatory deductions to CET1 capital	1,307,153	
29	CET1 capital	15,781,708	
	AT1 capital: instruments		
30	Qualifying AT1 capital instruments plus any related share premium	1,557,812	(9)
31	of which: classified as equity under applicable accounting standards	1,557,812	
32	of which: classified as liabilities under applicable accounting standards	-	
34	AT1 capital instruments issued by consolidated bank subsidiaries and held by third parties (amount allowed in AT1 capital of the consolidation group)	-	
36	AT1 capital before regulatory deductions	1,557,812	
	AT1 capital: regulatory deductions		
37	Investments in own AT1 capital instruments	-	
38	Reciprocal cross-holdings in AT1 capital instruments	-	
39	Insignificant LAC investments in AT1 capital instruments issued by financial sector entities that are outside the scope of regulatory consolidation (amount above 10% threshold)	-	
40	Significant LAC investments in AT1 capital instruments issued by financial sector entities that are outside the scope of regulatory consolidation	-	
41	National specific regulatory adjustments applied to AT1 capital	-	
42	Regulatory deductions applied to AT1 capital due to insufficient Tier 2 capital to cover deductions	-	
43	Total regulatory deductions to AT1 capital	-	
44	AT1 capital	1,557,812	
45	Tier 1 capital (T1 = CET1 + AT1)	17,339,520	

3. Composition of regulatory capital (continued)

CC1: Composition of regulatory capital (continued)

		At 30 June 2026	
		Amount	Source based on reference numbers/letters of the balance sheet under the regulatory scope of consolidation
		HK\$'000	
	Tier 2 capital: instruments and provisions		
46	Qualifying Tier 2 capital instruments plus any related share premium	1,561,566	(10)
48	Tier 2 capital instruments issued by consolidated bank subsidiaries and held by third parties (amount allowed in Tier 2 capital of the consolidation group)	-	
50	Collective provisions and regulatory reserve for general banking risks eligible for inclusion in Tier 2 capital	711,976	
51	Tier 2 capital before regulatory deductions	2,273,542	
	Tier 2 capital: regulatory deductions		
52	Investments in own Tier 2 capital instruments	-	
53	Reciprocal cross-holdings in Tier 2 capital instruments and non-capital LAC liabilities	-	
54	Insignificant LAC investments in Tier 2 capital instruments issued by, and non-capital LAC liabilities of, financial sector entities that are outside the scope of regulatory consolidation (amount above 10% threshold and, where applicable, 5% threshold)	-	
54a	Insignificant LAC investments in non-capital LAC liabilities of financial sector entities that are outside the scope of regulatory consolidation (amount formerly designated for the 5% threshold but no longer meets the conditions) (for institutions defined as "section 2 institution" under §2(1) of Schedule 4F to BCR only)	-	
55	Significant LAC investments in Tier 2 capital instruments issued by financial sector entities that are outside the scope of regulatory consolidation (net of eligible short positions)	-	
55a	Significant LAC investments in non-capital LAC liabilities of financial sector entities that are outside the scope of regulatory consolidation (net of eligible short positions)	-	
56	National specific regulatory adjustments applied to Tier 2 capital	(426,458)	
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	(426,458)	[(4) + (5)]*45%
56b	Regulatory deductions applied to Tier 2 capital to cover the required deductions falling within BCR§48(1)(g)	-	
57	Total regulatory adjustments to Tier 2 capital	(426,458)	
58	Tier 2 capital (T2)	2,700,000	
59	Total regulatory capital (TC = T1 + T2)	20,039,520	
60	Total RWA	115,130,351	



3. Composition of regulatory capital (continued)

CC1: Composition of regulatory capital (continued)

		At 30 June 2026	
		Amount	Source based on reference numbers/letters of the balance sheet under the regulatory scope of consolidation
		HK\$'000	
Capital ratios (as a percentage of RWA)			
61	CET1 capital ratio	13.71%	
62	Tier 1 capital ratio	15.06%	
63	Total capital ratio	17.41%	
64	Institution-specific buffer requirement (capital conservation buffer plus countercyclical capital buffer plus higher loss absorbency requirements)	2.789%	
65	of which: capital conservation buffer requirement	2.500%	
66	of which: bank specific countercyclical capital buffer requirement	0.289%	
67	of which: higher loss absorbency requirement	-	
68	CET1 (as a percentage of RWA) available after meeting minimum capital requirements	9.061%	
National minima (if different from Basel 3 minimum)			
69	National CET1 minimum ratio	Not applicable	Not applicable
70	National Tier 1 minimum ratio	Not applicable	Not applicable
71	National Total capital minimum ratio	Not applicable	Not applicable
Amounts below the thresholds for deduction (before risk weighting)			
72	Insignificant LAC investments in CET1, AT1 and Tier 2 capital instruments issued by, and non-capital LAC liabilities of, financial sector entities that are outside the scope of regulatory consolidation	922,131	
73	Significant LAC investments in CET1 capital instruments issued by financial sector entities that are outside the scope of regulatory consolidation	229,496	
74	Mortgage servicing rights (net of associated deferred tax liabilities)	Not applicable	Not applicable
75	Deferred tax assets arising from temporary differences (net of associated deferred tax liabilities)	Not applicable	Not applicable
Applicable caps on the inclusion of provisions in Tier 2 capital			
76	Provisions eligible for inclusion in Tier 2 in respect of exposures subject to the BSC approach, or the STC approach and SEC-ERBA, SEC-SA and SEC-FBA (prior to application of cap)	711,976	
77	Cap on inclusion of provisions in Tier 2 under the BSC approach, or the STC approach, and SEC-ERBA, SEC-SA and SEC-FBA	1,354,339	
78	Provisions eligible for inclusion in Tier 2 in respect of exposures subject to the IRB approach and SEC-IRBA (prior to application of cap)	-	
79	Cap for inclusion of provisions in Tier 2 under the IRB approach and SEC-IRBA	-	

3. Composition of regulatory capital (continued)

CC1: Composition of regulatory capital (continued)

Notes to the template

	Description	Hong Kong basis	Basel III basis
		HK\$'000	HK\$'000
9	Other intangible assets (net of associated deferred tax liabilities)	-	-
	<u>Explanation</u> As set out in paragraph 87 of the Basel III text issued by the Basel Committee (December 2010), mortgage servicing rights ("MSRs") may be given limited recognition in CET1 capital (and hence be excluded from deduction from CET1 capital up to the specified threshold). In Hong Kong, an AI is required to follow the accounting treatment of including MSRs as part of intangible assets reported in the AI's financial statements and to deduct MSRs in full from CET1 capital. Therefore, the amount to be deducted as reported in row 9 may be greater than that required under Basel III. The amount reported under the column "Basel III basis" in this box represents the amount reported in row 9 (i.e. the amount reported under the "Hong Kong basis") adjusted by reducing the amount of MSRs to be deducted to the extent not in excess of the 10% threshold set for MSRs and the aggregate 15% threshold set for MSRs, DTAs arising from temporary differences and significant investments in CET1 capital instruments issued by financial sector entities (excluding those that are loans, facilities or other credit exposures to connected companies) under Basel III.		
10	Deferred tax assets (net of associated deferred tax liabilities)	72,681	-
	<u>Explanation</u> As set out in paragraphs 69 and 87 of the Basel III text issued by the Basel Committee (December 2010), DTAs of the bank to be 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. The amount reported under the column "Basel III basis" in this box represents the amount reported in row 10 (i.e. the amount reported under the "Hong Kong basis") adjusted by reducing the amount of DTAs to be deducted which relate to temporary differences to the extent not in excess of the 10% threshold set for DTAs arising from temporary differences and the aggregate 15% threshold set for MSRs, DTAs arising from temporary differences and significant investments in CET1 capital instruments issued by financial sector entities (excluding those that are loans, facilities or other credit exposures to connected companies) under Basel III.		
18	Insignificant LAC investments in CET1 capital instruments issued by financial sector entities that are outside the scope of regulatory consolidation (amount above 10% threshold)	-	-
	<u>Explanation</u> For the purpose of determining the total amount of insignificant LAC investments in CET1 capital instruments issued by financial sector entities, an AI is required to aggregate any amount of loans, facilities or other credit exposures provided by it to any of its connected companies, where the connected company is a financial sector entity, as if such loans, facilities or other credit exposures were direct holdings, indirect holdings or synthetic holdings of the AI in the capital instruments of the financial sector entity, except where the AI demonstrates to the satisfaction of the MA that any such loan was made, any such facility was granted, or any such other credit exposure was incurred, in the ordinary course of the AI's business. Therefore, the amount to be deducted as reported in row 18 may be greater than that required under Basel III. The amount reported under the column "Basel III basis" in this box represents the amount reported in row 18 (i.e. the amount reported under the "Hong Kong basis") adjusted by excluding the aggregate amount of loans, facilities or other credit exposures to the AI's connected companies which were subject to deduction under the Hong Kong approach.		

3. Composition of regulatory capital (continued)

CC1: Composition of regulatory capital (continued)

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

3. Composition of regulatory capital (continued)

CC2: Reconciliation of regulatory capital to balance sheet

	At 30 June 2026		
	Balance sheet as in published financial statements	Under regulatory scope of consolidation	Reference
	HK\$'000	HK\$'000	
Assets			
Cash and balances with banks and other financial institutions	20,609,701	20,574,427	
Placements with banks and other financial institutions maturing between one and twelve months	13,785,922	13,785,922	
Derivative financial instruments	177,438	177,438	
Advances and other accounts	85,547,698	85,547,698	
Investment in securities	68,561,101	68,193,333	
Investment in subsidiaries	-	229,496	
Amount due from subsidiaries	-	221,939	
Investment properties	1,541,238	1,541,238	
Properties, plant and equipment	2,176,483	2,176,421	
Current tax assets	9,217	9,217	
Deferred tax assets	83,817	72,681	(1)
Other assets	1,648,665	1,642,644	
Total assets	194,141,280	194,172,454	
Liabilities			
Deposits and balances from banks and other financial institutions	15,179,522	15,179,522	
Derivative financial instruments	262,790	262,790	
Financial liabilities at fair value through profit or loss	467,067	467,067	
Deposits from customers	150,826,803	150,866,921	
Other accounts and provisions	6,901,849	6,901,013	
Current tax liabilities	143,893	143,732	
Deferred tax liabilities	122,442	122,128	
Debt securities and certificates of deposit in issue	1,582,608	1,582,608	
<i>of which: included in Tier 2 capital</i>	-	1,561,566	(10)
Total liabilities	175,486,974	175,525,781	
Shareholders' equity			
Share capital	6,577,871	6,577,871	(2)
Reserves	10,518,623	10,510,990	
Premises revaluation reserve	936,413	936,414	(5)
Fair value reserve	(380,093)	(325,021)	(6)
Regulatory reserve	279,242	279,242	(7)
Translation reserve	2,207	31,318	(8)
Retained earnings	9,680,854	9,589,037	(3)
<i>of which: cumulative fair value gains arising from the revaluation of investment properties</i>	-	11,270	(4)
Additional equity instruments	1,557,812	1,557,812	(9)
Total equity	18,654,306	18,646,673	
Total liabilities and equity	194,141,280	194,172,454	

3. Composition of regulatory capital (continued)

CCA: Main features of regulatory capital instruments

		CET1 Capital Ordinary shares	USD Non-Cumulative Subordinated Additional Tier 1 Capital Securities	USD Tier 2 Capital Subordinated notes
1	Issuer	Chiyu Banking Corporation Limited	Chiyu Banking Corporation Limited	Chiyu Banking Corporation Limited
2	Unique identifier (e.g. CUSIP, ISIN or Bloomberg identifier for private placement)	Not applicable	XS2543377068	XS2460522555
3	Governing law(s) of the instrument	Hong Kong law	The Capital Securities are governed by and shall be construed in accordance with English Law, except that the subordination provisions are governed by and shall be construed in accordance with Hong Kong law.	The Capital Securities are governed by and shall be construed in accordance with English Law, except that the subordination provisions are governed by and shall be construed in accordance with Hong Kong law
	<i>Regulatory treatment</i>			
4	Transitional Basel III rules	Not applicable	Not applicable	Not applicable
5	Basel III rules	Common Equity Tier 1	Additional Tier 1	Tier 2
6	Eligible at solo / group / solo and group	Solo and Group	Solo and Group	Solo and Group
7	Instrument type (types to be specified by each jurisdiction)	Ordinary shares	Additional Tier 1 capital instruments	Subordinated Tier 2 Bonds
8	Amount recognised in regulatory capital (currency in millions, as of most recent reporting date)	HK\$6,578m (as of 30 June 2026)	HK\$1,558m (as of 30 June 2026)	HK\$1,562m (as of 30 June 2026)
9	Par value of instrument	No par value (refer to Note 1 for details)	US\$200m	US\$200m
10	Accounting classification	Shareholders' equity	Equity instruments	Liability – amortised cost
11	Original date of issuance	10 July 1947 (refer to Note 2 for details)	26 October 2022	7 April 2022
12	Perpetual or dated	Perpetual	Perpetual	Dated
13	Original maturity date	No maturity	Not applicable	7 April 2032
14	Issuer call subject to prior supervisory approval	No	Yes	Yes
15	Optional call date, contingent call dates and redemption amount	Not applicable	First call date: 26 October 2027 (Redemption in whole at 100%)	First call date: 4 April 2027 (Redemption in whole at 100%)
16	Subsequent call dates, if applicable	Not applicable	Any distribution payment date thereafter	Any Interest Payment Date thereafter
	<i>Dividend / coupon</i>			
17	Fixed or floating dividend / coupon	Floating	Fixed	Fixed

3. Composition of regulatory capital (continued)

CCA: Main features of regulatory capital instruments (continued)

		CET1 Capital Ordinary shares	USD Non-Cumulative Subordinated Additional Tier 1 Capital Securities	USD Tier 2 Capital Subordinated notes
18	Coupon rate and any related index	Not applicable	Year 1-5: 8.00% per annum payable semi-annually in arrear; Year 5 onwards: resettable on year 5 and every 5 years thereafter at then prevailing 5-year US Treasury rate plus a fixed initial spread	Year 1 - 5: 5.75% per annum payable semi-annually in arrear; Year 5 onwards: resets on year 5 at the then-prevailing 5-year U.S. Treasury rate plus a fixed initial spread
19	Existence of a dividend stopper	No	Yes	No
20	Fully discretionary, partially discretionary or mandatory	Fully discretionary	Fully discretionary	Mandatory
21	Existence of step-up or other incentive to redeem	No	No	No
22	Non-cumulative or cumulative	Noncumulative	Noncumulative	Not applicable
23	Convertible or non-convertible	Non-convertible	Non-convertible	Non-convertible
24	If convertible, conversion trigger(s)	Not applicable	Not applicable	Not applicable
25	If convertible, fully or partially	Not applicable	Not applicable	Not applicable
26	If convertible, conversion rate	Not applicable	Not applicable	Not applicable
27	If convertible, mandatory or optional conversion	Not applicable	Not applicable	Not applicable
28	If convertible, specify instrument type convertible into	Not applicable	Not applicable	Not applicable
29	If convertible, specify issuer of instrument it converts into	Not applicable	Not applicable	Not applicable
30	Write-down feature	No	Yes	Yes
31	If write-down, write-down trigger(s)	Not applicable	Upon the occurrence of a Non-Viability Event	Upon the occurrence of a Non-Viability Event
32	If write-down, full or partial	Not applicable	Full or Partial	Full or Partial
33	If write-down, permanent or temporary	Not applicable	Permanent	Permanent
34	If temporary write-down, description of write-up mechanism	Not applicable	Not Applicable	Not Applicable
35	Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument in the insolvency creditor hierarchy of the legal entity concerned).	Not applicable	Depositors, bank's unsubordinated creditors, creditors of Tier 2 capital and all other subordinated indebtedness of the bank stated to rank senior to the Capital Securities.	All unsubordinated creditors of the bank (including its depositors), and all other subordinated creditors of the bank whose claims are stated to rank senior to the Capital Securities or rank senior to the Capital Securities by operation of law or contract

3. Composition of regulatory capital (continued)

CCA: Main features of regulatory capital instruments (continued)

		CET1 Capital Ordinary shares	USD Non-Cumulative Subordinated Additional Tier 1 Capital Securities	USD Tier 2 Capital Subordinated notes
36	Non-compliant transitioned features	Not applicable	Not Applicable	Not Applicable
37	If yes, specify non-compliant features	Not applicable	Not Applicable	Not Applicable

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

Note 2:

- Several issuance of ordinary share had been made since the first issuance. Last issuance was on 28 December 2020.
- The concepts of par value for shares and authorised share capital have been abolished following the commencement of the Hong Kong Companies Ordinance (Chapter 622) as mentioned in Note 1.

4. Macroprudential supervisory measures

CCyB1: Geographical distribution of credit exposures used in countercyclical capital buffer

	Geographical breakdown by Jurisdiction (J)	At 30 June 2026			
		Applicable JCCyB ratio in effect	RWA used in computation of CCyB ratio	AI-specific CCyB ratio	CCyB amount
		%	HK\$'000	%	HK\$'000
1	Hong Kong SAR	0.500%	42,912,415		
2	Australia	1.000%	618,795		
3	Ireland	1.500%	169,118		
4	Netherlands	2.000%	317,165		
5	Saudi Arabia	1.000%	188,773		
6	South Korea	1.000%	562,277		
7	United Kingdom	2.000%	15,755		
	Sum		44,784,298		
	Total		82,053,009	0.289%	332,727

The sum of RWAs represents the private sector credit exposures in jurisdictions with a non-zero countercyclical buffer rate.

The total RWAs used in the computation of the CCyB ratio represents the total RWAs for the private sector credit exposures in all jurisdictions to which the Group is exposed, including jurisdictions with no countercyclical buffer rate or with a countercyclical buffer rate set at zero. The CCyB amount represents the Group's total RWAs multiplied by the Group's specific CCyB ratio.



5. Leverage ratio

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

	Item	At 30 June 2026
		Value under the LR framework
		HK\$'000
1	Total consolidated assets as per published financial statements	194,141,280
2	Adjustment for investments in banking, financial, insurance or commercial entities that are consolidated for accounting purposes but outside the scope of regulatory consolidation	31,174
3	Adjustment for securitised exposures that meet the operational requirements for the recognition of risk transference	-
4	Adjustments for temporary exemption of central bank reserves	Not applicable
5	Adjustment for fiduciary assets recognised on the balance sheet pursuant to the applicable accounting standard but excluded from the LR exposure measure	-
6	Adjustments for regular-way purchases and sales of financial assets subject to trade date accounting	-
7	Adjustments for eligible cash pooling transactions	-
8	Adjustments for derivative contracts	448,171
9	Adjustment for SFTs (i.e. repos and similar secured lending)	385,226
10	Adjustment for off-balance sheet ("OBS") items (i.e. conversion to credit equivalent amounts of OBS exposures)	4,105,235
11	Adjustments for prudent valuation adjustments and specific and collective provisions that are allowed to be excluded from LR exposure measure	(17,635)
12	Other adjustments	(1,307,153)
13	Leverage ratio exposure measure	197,786,298

5. Leverage ratio (continued)

LR2: Leverage ratio

		At 30 June 2026	At 31 March 2026
		HK\$'000	HK\$'000
On-balance sheet exposures			
1	On-balance sheet exposures (excluding derivative contracts and SFTs, but including related on-balance sheet collateral)	182,511,937	177,013,843
2	Gross-up for derivative contracts collateral provided where deducted from balance sheet assets pursuant to the applicable accounting standard	-	-
3	Less: Deductions of receivables assets for cash variation margin provided under derivative contracts	(37,405)	(92,039)
4	Less: Adjustment for assets other than money received under SFTs that are recognised as an asset	-	-
5	Less: Specific and collective provisions associated with on-balance sheet exposures that are deducted from Tier 1 capital	(1,211,099)	(1,144,118)
6	Less: Asset amounts deducted in determining Tier 1 capital	(1,307,153)	(1,281,195)
7	Total on-balance sheet exposures (excluding derivative contracts and SFTs) (sum of rows 1 to 6)	179,956,280	174,496,491
Exposures arising from derivative contracts			
8	Replacement cost associated with all derivative contracts (where applicable net of eligible cash variation margin and/or with bilateral netting)	248,311	302,972
9	Add-on amounts for PFE associated with all derivative contracts	377,225	388,668
10	Less: Exempted CCP leg of client-cleared trade exposures	-	-
11	Adjusted effective notional amount of written credit-related derivative contracts	-	-
12	Less: Permitted reductions in effective notional amount and permitted deductions from add-on amounts for PFE of written credit-related derivative contracts	-	-
13	Total exposures arising from derivative contracts (sum of rows 8 to 12)	625,536	691,640
Exposures arising from SFTs			
14	Gross amount of SFT assets (with no recognition of netting), after adjusting for sale accounting transactions	12,731,656	7,075,279
15	Less: Netted amounts of cash payables and cash receivables of gross SFT assets	-	-
16	CCR exposure for SFT assets	385,226	311,022
17	Agent transaction exposures	-	-
18	Total exposures arising from SFTs (sum of rows 14 to 17)	13,116,882	7,386,301
Other off-balance sheet exposures			
19	Off-balance sheet exposure at gross notional amount	15,186,907	14,368,041
20	Less: Adjustments for conversion to credit equivalent amounts	(11,081,672)	(11,226,161)
21	Less: Specific and collective provisions associated with off-balance sheet exposures that are deducted from Tier 1 capital	(17,635)	(17,056)
22	Off-balance sheet items (sum of rows 19 to 21)	4,087,600	3,124,824
Capital and total exposures			
23	Tier 1 capital	17,339,520	17,533,289
24	Total exposures (sum of rows 7, 13, 18 and 22)	197,786,298	185,699,256
Leverage ratio			
25 & 25a	Leverage ratio	8.77%	9.44%



5. Leverage ratio(continued)

LR2: Leverage ratio (continued)

		At 30 June 2026	At 31 March 2026
		HK\$'000	HK\$'000
26	Minimum leverage ratio requirement	3.00%	3.00%
27	Applicable leverage buffers	Not applicable	Not applicable
Disclosure of mean values			
28	Mean value of gross SFTs, after adjustment for sale accounting transactions and netted of amounts of associated cash payables and cash receivables	7,283,144	5,927,618
29	Quarter-end value of gross SFTs, after adjustment for sale accounting transactions and netted of amounts of associated cash payables and cash receivables	12,731,656	7,075,279
30 & 30a	Total exposures based on mean values from row 28 of gross SFTs (after adjustment for sale accounting transactions and netted amounts of associated cash payables and cash receivables)	192,337,786	184,551,595
31 & 31a	Leverage ratio based on mean values from row 28 of gross SFTs (after adjustment for sale accounting transactions and netted amounts of associated cash payables and cash receivables)	9.02%	9.50%



6. Liquidity

LIQ1: Liquidity Coverage Ratio

Number of data points used in calculating the average value of the LCR and related components set out in this template		For the quarter ended 31 March 2026: 73 data points	
Basis of disclosure: consolidated		Unweighted value (average)	Weighted value (average)
		HK\$'000	HK\$'000
A. HQLA			
1	Total HQLA		24,526,242
B. Cash outflows			
2	Retail deposits and small business funding, of which:	93,113,643	5,962,982
3	<i>Stable retail deposits and stable small business funding</i>	14,153,950	424,618
4	<i>Less stable retail deposits and less stable small business funding</i>	31,563,633	3,156,364
4a	<i>Retail term deposits and small business term funding</i>	47,396,060	2,382,000
5	Unsecured wholesale funding (other than small business funding), and debt securities and prescribed instruments issued by the AI, of which:	32,546,229	23,227,881
6	<i>Operational deposits</i>	1,911,026	438,626
7	<i>Unsecured wholesale funding (other than small business funding) not covered in row 6</i>	30,613,051	22,767,103
8	<i>Debt securities and prescribed instruments issued by the AI and redeemable within the LCR period</i>	22,152	22,152
9	Secured funding transactions (including securities swap transactions)		808,856
10	Additional requirements, of which:	12,162,663	2,055,227
11	<i>Cash outflows arising from derivative contracts and other transactions, and additional liquidity needs arising from related collateral requirements</i>	322,269	322,269
12	<i>Cash outflows arising from obligations under structured financing transactions and repayment of funding obtained from such transactions</i>	-	-
13	<i>Potential drawdown of undrawn committed facilities (including committed credit facilities and committed liquidity facilities)</i>	11,840,394	1,732,958
14	Contractual lending obligations (not otherwise covered in Section B) and other contractual cash outflows	2,978,179	2,978,179
15	Other contingent funding obligations (whether contractual or non-contractual)	183,525	9,997
16	Total Cash Outflows		35,043,122
C. Cash Inflows			
17	Secured lending transactions (including securities swap transactions)	1,304,856	1,304,856
18	Secured and unsecured loans (other than secured lending transactions covered in row 17) and operational deposits placed at other financial institutions	20,930,075	17,822,914
19	Other cash inflows	1,273,726	1,273,726
20	Total Cash Inflows	23,508,657	20,401,496
D. Liquidity Coverage Ratio			
21	Total HQLA		24,526,242
22	Total Net Cash Outflows		14,641,626
23	LCR (%)		168.59%

6. Liquidity (continued)

LIQ1: Liquidity Coverage Ratio (continued)

Notes:

- The weighted amount of HQLA is to be calculated as the amount after applying the haircuts as required under the Banking (Liquidity) Rules.
- The unweighted amounts of cash inflows and cash outflows are to be calculated as the principal amounts in the calculation of the LCR as required under the Banking (Liquidity) Rules.
- The weighted amounts of cash inflows and cash outflows are to be calculated as the amounts after applying the inflow and outflow rates as required under the Banking (Liquidity) Rules.
- The adjusted value of total HQLA and the total net cash outflows have taken into account any applicable ceiling as required under the Banking (Liquidity) Rules.

In prior years, the Group was required to calculate liquidity coverage ratio. Since April 2026, the Group is required to calculate liquidity maintenance ratio.

In the first half of 2026, the Group has maintained a healthy liquidity position. The LCR was sensitive to the asset deployment and the funding structure of the Group. The average LCR of the first quarter was 168.59%. The ratio has maintained at stable and healthy levels.

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

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

Majority of the Group's customer deposits are denominated in HKD, USD and RMB. As the supply of HKD denominated HQLA in the market is relatively limited, the Group swaps surplus HKD funding into USD and other foreign currencies, part of funding are deployed to investment in HQLA.

6. Liquidity (continued)

LIQ2: Net Stable Funding Ratio

Basis of disclosure: consolidated		At 31 March 2026				
		Unweighted value by residual maturity				Weighted amount
		No specified term to maturity	< 6 months or repayable on demand	6 months to < 12 months	12 months or more	
		HK\$'000	HK\$'000	HK\$'000	HK\$'000	
A. Available stable funding ("ASF") item						
1	Capital:	19,271,655	45,079	-	1,561,168	20,832,823
2	Regulatory capital	19,220,406	45,079	-	1,561,168	20,781,574
2a	Minority interests not covered by row 2	-	-	-	-	-
3	Other capital instruments	51,249	-	-	-	51,249
4	Retail deposits and small business funding:	-	91,721,338	879,749	61,743	84,411,990
5	Stable deposits	-	20,095,132	90,252	2,040	19,178,155
6	Less stable deposits	-	71,626,206	789,497	59,703	65,233,835
7	Wholesale funding:	-	61,925,678	5,057,726	444,661	17,677,595
8	Operational deposits	-	2,525,094	-	-	1,262,547
9	Other wholesale funding	-	59,400,584	5,057,726	444,661	16,415,048
10	Liabilities with matching interdependent assets	-	-	-	-	-
11	Other liabilities:	1,153,450	2,079,844	-	-	-
12	Net derivative liabilities	-	-	-	-	-
13	All other funding and liabilities not included in the above categories	1,153,450	2,079,844	-	-	-
14	Total ASF					122,922,408
B. Required stable funding ("RSF") item						
15	Total HQLA for NSFR purposes				28,817,627	2,326,283
16	Deposits held at other financial institutions for operational purposes	-	307,502	-	-	153,751
17	Performing loans and securities:	11,957,543	57,613,226	22,057,096	55,250,974	83,736,919
18	Performing loans to financial institutions secured by Level 1 HQLA	-	34,659,828	4,357,666	3,485,410	10,863,217
19	Performing loans to financial institutions secured by non-Level 1 HQLA and unsecured performing loans to financial institutions	10,637,281	13,989,326	11,030,079	20,012,912	38,504,795
20	Performing loans, other than performing residential mortgage, to non-financial corporate clients, retail and small business customers, sovereigns, the Monetary Authority for the account of the Exchange Fund, central banks and PSEs, of which:	-	1,444,292	1,158,166	287,858	1,488,337
21	With a risk-weight of less than or equal to 35% under the STC approach	-	174,848	170,332	7,798,911	5,241,882
22	Performing residential mortgages, of which:	-	174,848	170,332	7,798,911	5,241,882
23	With a risk-weight of less than or equal to 35% under the STC approach	1,320,262	8,789,224	6,499,019	23,953,741	29,127,025
24	Securities that are not in default and do not qualify as HQLA, including exchange-traded equities	-	1,444,292	1,158,166	287,858	1,488,337
25	Assets with matching interdependent liabilities	-	-	-	-	-
26	Other assets:	7,255,577	1,104,436	1,777	9,822	7,585,600
27	Physical traded commodities, including gold	140,543	-	-	-	140,543
28	Assets posted as initial margin for derivative contracts and contributions to default funds of CCPs	5,000	-	-	-	4,250
29	Net derivative assets	-	-	-	-	-
30	Total derivative liabilities before adjustments for deduction of variation margin posted	159,424	-	-	-	7,971
31	All other assets not included in the above categories	6,950,610	1,104,436	1,777	9,822	7,432,836
32	Off-balance sheet items	-	-	-	14,368,029	651,945
33	Total RSF					94,454,498
34	Net Stable Funding Ratio (%)					130.14%



6. Liquidity (continued)

LIQ2: Net Stable Funding Ratio (continued)

Notes:

In prior years, the Group was required to calculate net stable funding ratio. Since April 2026, the Group is required to calculate core funding ratio.

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

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

The NSFR of the group remained robust and well above the regulatory requirement of 100%. The NSFR of the first quarter of 2026 were 130.14%. The weighted amount of ASF items mainly consists of retail deposits. The weighted amount of RSF items mainly consists of loans to customers and investments in debt securities.

7. Credit risk for non-securitization exposures

CR1: Credit quality of exposures

		At 30 June 2026						
		Gross carrying amounts of		Allowances / Impairments	Of which ECL accounting provisions for credit losses on STC approach exposures		Of which ECL accounting provisions for credit losses on IRB approach exposures	Net values
		Defaulted exposures	Non-defaulted exposures		Allocated in regulatory category of specific provisions	Allocated in regulatory category of collective provisions		
1	Loans	3,004,955	115,050,714	1,068,202	658,533	409,669	-	116,987,467
2	Debt securities	84,723	62,113,502	1,651	-	1,651	-	62,196,574
3	Off-balance sheet exposures	8,597	15,178,310	17,635	-	17,635	-	15,169,272
4	Total	3,098,275	192,342,526	1,087,488	658,533	428,955	-	194,353,313

"Defaulted exposures" are defined as the exposures are past due for more than 90 days or the borrower is unlikely to pay in full for the credit obligations.

CR2: Changes in defaulted loans and debt securities

	HK\$'000
1 Defaulted loans and debt securities as at 31 December 2025	2,544,368
2 Loans and debt securities that have defaulted since the last reporting period	897,378
3 Returned to non-defaulted status	(64,753)
4 Amounts written off	(268,584)
5 Other changes	(18,731)
6 Defaulted loans and debt securities as at 30 June 2026	3,089,678

CR3: Overview of recognized credit risk mitigation

		At 30 June 2026				
		Exposures unsecured: carrying amount	Exposures to be secured	Exposures secured by recognized collateral	Exposures secured by recognized guarantees	Exposures secured by recognized credit derivative contracts
		HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000
1	Loans	110,230,969	6,756,498	3,748,118	1,360,019	-
2	Debt securities	60,680,231	1,516,343	-	1,516,343	-
3	Total	170,911,200	8,272,841	3,748,118	2,876,362	-
4	Of which defaulted	2,431,145	-	-	-	-

7. Credit risk for non-securitization exposures (continued)

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

	Exposure classes	At 30 June 2026					
		(a)	(b)	(c)	(d)	(e)	(f)
		Exposures pre-CCF and pre-CRM		Exposures post-CCF and post-CRM		RWA and RWA density	
		On-balance sheet amount	Off-balance sheet amount	On-balance sheet amount	Off-balance sheet amount	RWA	RWA density
		HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	%
1	Sovereign exposures	20,405,565	-	20,405,565	-	71,056	0.35
2	Public sector entity exposures	3,670,339	300,000	4,004,008	120,000	864,173	20.95
3	Multilateral development bank exposures	409,927	-	409,927	-	-	0.00
3a	Unspecified multilateral body exposures	813,003	-	813,003	-	162,601	20.00
4	Bank exposures	59,012,409	190,582	59,012,409	190,581	18,359,590	31.01
4a	Qualifying non-bank financial institution exposures	1,657,106	26,035	1,657,106	2,603	987,498	59.50
5	Eligible covered bond exposures	-	-	-	-	-	0.00
6	General corporate exposure	63,017,055	11,931,939	59,990,229	2,206,878	56,916,875	91.51
6a	Of which: non-bank financial institution exposures excluding those reported under row 4a	16,456,471	1,074,050	15,599,408	339,566	13,496,311	84.67
6b	Specialized lending	-	40,426	-	4,043	4,043	100.00
7	Equity exposures	754,266	-	754,266	-	1,885,665	250.00
7a	Significant capital investments in commercial entities	-	-	-	-	-	0.00
7b	Holdings of capital instruments issued by, and non-capital LAC liabilities of, financial sector entities	117,777	-	117,777	-	176,666	150.00
7c	Subordinated debts issued by banks, qualifying non-bank financial institutions and corporates	-	-	-	-	-	0.00
8	Retail exposures	13,087,888	2,037,234	12,775,503	212,362	10,700,745	82.39
8a	Exposures arising from IPO financing	-	-	-	-	-	0.00

7. Credit risk for non-securitization exposures (continued)

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

	Exposure classes	At 30 June 2026					
		(a)	(b)	(c)	(d)	(e)	(f)
		Exposures pre-CCF and pre-CRM		Exposures post-CCF and post-CRM		RWA and RWA density	
		On-balance sheet amount	Off-balance sheet amount	On-balance sheet amount	Off-balance sheet amount	RWA	RWA density
		HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	%
9	Real estate exposures	13,384,509	652,094	12,656,144	248,956	7,243,262	56.13
9a	Of which: regulatory residential real estate exposures (not materially dependent on cash flows generated by mortgaged properties)	8,198,009	-	7,865,888	-	1,849,270	23.51
9b	Of which: regulatory residential real estate exposures (materially dependent on cash flows generated by mortgaged properties)	51,814	4,416	51,814	-	21,584	41.66
9c	Of which: regulatory commercial real estate exposures (not materially dependent on cash flows generated by mortgaged properties)	38,027	40,436	38,027	4,044	25,542	60.71
9d	Of which: regulatory commercial real estate exposures (materially dependent on cash flows generated by mortgaged properties)	841,842	-	841,842	-	589,289	70.00
9e	Of which: other real estate exposures (not materially dependent on cash flows generated by mortgaged properties)	1,931,362	-	1,916,013	-	1,770,082	92.38
9f	Of which: other real estate exposures (materially dependent on cash flows generated by mortgaged properties)	34,951	-	33,403	2,017	53,130	150.00
9g	Of which: land acquisition, development and construction exposures	2,288,504	607,242	1,909,157	242,895	2,934,364	136.35
10	Defaulted exposures	2,438,762	8,597	2,441,072	-	3,631,240	148.76
11	Other exposures	6,290,881	-	6,290,881	-	4,499,577	71.53
11a	Cash and gold	343,653	-	343,653	-	-	0.00
11b	Items in the process of clearing or settlement	882,925	-	882,925	-	-	0.00
12	Total	186,286,065	15,186,907	182,554,468	2,985,423	105,502,991	56.86

7. Credit risk for non-securitization exposures (continued)

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

At 30 June 2026 (HK\$'000)

		0%	20%	50%	100%	150%	Other	Total credit exposure amount (post-CCF and post-CRM)
1	Sovereign exposures	20,050,285	355,280	-	-	-	-	20,405,565

		0%	20%	50%	100%	150%	Other	Total credit exposure amount (post-CCF and post-CRM)
2	Public sector entity exposures	219,831	3,626,384	277,793	-	-	-	4,124,008

		0%	20%	30%	50%	100%	150%	Other	Total credit exposure amount (post-CCF and post-CRM)
3	Multilateral development bank exposures	409,927		-	-	-	-	-	409,927

		20%	30%	50%	100%	150%	Other	Total credit exposure amount (post-CCF and post-CRM)
3a	Unspecified multilateral body exposures	813,003	-	-	-	-	-	813,003

		20%	30%	40%	50%	75%	100%	150%	Other	Total credit exposure amount (post-CCF and post-CRM)
4	Bank exposures	23,717,925	25,828,637	-	6,643,921	2,249,378	572,548	190,581	-	59,202,990

7. Credit risk for non-securitization exposures (continued)

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

At 30 June 2026 (HK\$'000)

		20%	30%	40%	50%	75%	100%	150%	Other	Total credit exposure amount (post-CCF and post-CRM)
4a	Qualifying non-bank financial institution exposures	-	571,741	-	-	1,087,968	-	-	-	1,659,709

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

		20%	30%	50%	65%	75%	85%	100%	150%	Other	Total credit exposure amount (post-CCF and post-CRM)
6	General corporate exposures	395,444	-	5,501,926		5,463,988	5,646,116	45,189,633	-	-	62,197,107
6a	Of which: non-bank financial institution exposures excluding those reported under row 4a	197,846	-	3,035,906		2,255,389	1,350,578	9,099,255	-	-	15,938,974

		20%	50%	75%	80%	100%	130%	150%	Other	Total credit exposure amount (post-CCF and post-CRM)
6b	Specialized lending	-	-	-	-	4,043	-	-	-	4,043

7. Credit risk for non-securitization exposures (continued)

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

At 30 June 2026 (HK\$'000)

		100%	250%	400%	Other	Total credit exposure amount (post-CCF and post-CRM)
7	Equity exposures		754,266	-	-	754,266

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

		150%	250%	400%	Other	Total credit exposure amount (post-CCF and post-CRM)
7b	Holdings of capital instruments issued by, and non-capital LAC liabilities of, financial sector entities	117,777	-	-	-	117,777

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

		45%	75%	100%	Other	Total credit exposure amount (post CCF and post-CRM)
8	Retail exposures	16,671	9,111,848	3,859,257	89	12,987,865

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

7. Credit risk for non-securitization exposures (continued)

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

		At 30 June 2026																			
		HK\$'000																			
		0%	20%	25%	30%	35%	40%	45%	50%	60%	65%	70%	75%	85%	90%	100%	105%	110%	150%	Other	Total credit exposure amount (post-CCF and post-CRM)
9	Real estate exposures	-	5,049,940	954,411	1,469,227	-	385,535	40,264	18,325	40,077		841,842	571,686	23,390	-	1,910,359	-	-	1,600,044	-	12,905,100
9a	Of which: regulatory residential real estate exposures (not materially dependent on cash flows generated by mortgaged properties)		5,049,940	954,411	1,457,677		385,535	-	18,325	-		-	-				-			-	7,865,888
9b	Of which: no loan splitting applied		5,049,940	954,411	1,457,677		385,535	-	18,325	-		-	-				-			-	7,865,888
9c	Of which: loan splitting applied (secured)																				
9d	Of which: loan splitting applied (unsecured)																				
9e	Of which: regulatory residential real estate exposures (materially dependent on cash flows generated by mortgaged properties)				11,550	-		40,264		-			-		-		-			-	51,814
9f	Of which: regulatory commercial real estate exposures (not materially dependent on cash flows generated by mortgaged properties)	-	-		-		-		-	40,077			1,994	-		-			-	-	42,071
9g	Of which: no loan splitting applied	-	-		-		-		-	40,077			1,994	-		-			-	-	42,071
9h	Of which: loan splitting applied (secured)																				

7. Credit risk for non-securitization exposures (continued)

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

		At 30 June 2026																			
		HK\$'000																			
		0%	20%	25%	30%	35%	40%	45%	50%	60%	65%	70%	75%	85%	90%	100%	105%	110%	150%	Other	Total credit exposure amount (post-CCF and post-CRM)
9i	Of which: loan splitting applied (unsecured)																				
9j	Of which: regulatory commercial real estate exposures (materially dependent on cash flows generated by mortgaged properties)										841,842			-			-		-		841,842
9k	Of which: other real estate exposures (not materially dependent on cash flows generated by mortgaged properties)	-	-		-		-		-			569,692	23,390		1,322,931				-	-	1,916,013
9l	Of which: no loan splitting applied	-	-		-		-		-			569,692	23,390		1,322,931				-	-	1,916,013
9m	Of which: loan splitting applied (secured)																				
9n	Of which: loan splitting applied (unsecured)																				
9o	Of which: other real estate exposures (materially dependent on cash flows generated by mortgaged properties)																		35,420	-	35,420
9p	Of which: land acquisition, development and construction exposures															587,428			1,564,624	-	2,152,052

7. Credit risk for non-securitization exposures (continued)

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

At 30 June 2026 (HK\$'000)

		50%	100%	150%	Other	Total credit exposure amount (post-CCF and post-CRM)
10	Defaulted exposures		-	2,418,068	23,004	2,441,072

		100%	1250%	Other	Total credit exposure amount (post-CCF and post-CRM)
11	Other exposures	4,490,104	-	1,800,777	6,290,881

		0%	100%	Other	Total credit exposure amount (post-CCF and post-CRM)
11a	Cash and gold	343,653	-	-	343,653

		0%	20%	Other	Total credit exposure amount (post-CCF and post-CRM)
11b	Items in the process of clearing or settlement	882,925	-	-	882,925

7. Credit risk for non-securitization exposures (continued)

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

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

	Risk Weight *	At 30 June 2026			
		(a)	(b)	(c)	(d)
		On-balance sheet exposure	Off-balance sheet exposure (pre-CCF)	Weighted average CCF*	Exposure (post-CCF and post-CRM)
		HK\$'000	HK\$'000	HK\$'000	HK\$'000
1	Less than 40%	86,392,394	1,607,429	7.47	86,512,394
2	40-70%	13,755,999	103,548	10.00	13,766,354
3	75%	17,932,049	2,746,633	20.13	18,484,868
4	85%	5,452,284	1,017,318	21.35	5,669,506
5	90-100%	54,335,515	9,009,481	18.76	56,025,944
6	105-130%	89	-	0.00	89
7	150%	3,931,872	702,498	56.17	4,326,470
8	250%	754,266	-	0.00	754,266
9	400%	-	-	0.00	-
10	1,250%	-	-	0.00	-
11	Total exposures	182,554,468	15,186,907	19.66	185,539,891

* Weighting is based on off-balance sheet exposure (pre-CCF).

The sequence in which provisioning, credit risk mitigation measures, CCFs are applied in relation to both on-balance sheet and off-balance sheet exposures.



8. Counterparty credit risk

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

		At 30 June 2026					
		Replacement cost (RC)	PFE	Effective EPE	Alpha (α) used for computing default risk exposure	Default risk exposure after CRM	RWA
		HK\$'000	HK\$'000	HK\$'000		HK\$'000	HK\$'000
1	SA-CCR approach (for derivative contracts)	46,857	212,818		1.4	363,545	125,502
1a	CEM (for derivative contracts)	-	-		1.4	-	-
1b	Method for group 2b cryptoasset derivative contracts	-	-		1.4	-	-
2	IMM (CCR) approach			-	-	-	-
3	Simple approach (for SFTs)					-	-
4	Comprehensive approach (for SFTs)					567,406	134,021
5	VaR (for SFTs)					-	-
6	Total						259,523

8. Counterparty credit risk (continued)

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

	Exposure class	Risk Weight	At 30 June 2026										
			(a)	(b)	(c)	(ca)	(cb)	(d)	(e)	(ea)	(f)	(g)	(h)
			0%	10%	20%	30%	40%	50%	75%	85%	100%	150%	Others
			HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000
1	Sovereign exposures		167,716	-	-	-	-	-	-	-	-	-	-
2	Public sector entity exposures		-	-	-	-	-	-	-	-	-	-	-
3	Multilateral development bank exposures		-	-	-	-	-	-	-	-	-	-	-
4	Unspecified multilateral body exposures		-	-	-	-	-	-	-	-	-	-	-
5	Bank exposures		-	-	274,068	254,273	-	192,405	26,729	-	-	163	-
6	Qualifying non-bank financial institution exposures		-	-	-	-	-	-	-	-	-	-	-
7	General corporate exposures		-	-	-	-	-	-	14,652	-	937	-	-
8	Retail exposures		-	-	-	-	-	-	-	-	8	-	-
9	Defaulted exposures		-	-	-	-	-	-	-	-	-	-	-
10	Other exposures		-	-	-	-	-	-	-	-	-	-	-
11	Total		167,716	-	274,068	254,273	-	192,405	41,381	-	945	163	-

8. Counterparty credit risk (continued)

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

	At 30 June 2026					
	Derivative contracts				SFTs	
	Fair value of recognized collateral received		Fair value of posted collateral		Fair value of recognized collateral received	Fair value of posted collateral
	Segregated	Unsegregated	Segregated	Unsegregated		
	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000
Cash	-	-	-	37,405	10,041,117	2,690,538
Domestic sovereign debt	-	-	-	-	-	3,503,877
Other sovereign debt	-	-	-	-	3,223,083	3,568,380
Other bonds	-	-	-	-	-	3,917,170
Total	-	-	-	37,405	13,264,200	13,679,965

CCR6: Credit-related derivatives contracts

The Group had no exposures of Credit-related derivatives contracts as at 30 June 2026.

CCR7: RWA flow statements of default risk exposures under IMM (CCR) approach

The Group did not use IMM(CCR) approach to measure default risk exposures as at 30 June 2026.

CCR8: Exposures to CCPs

The Group had no exposures to CCP as at 30 June 2026.



9. Credit valuation adjustment risk

CVA1: CVA risk under reduced basic CVA approach

		At 30 June 2026	
		(a)	(b)
		Components	CVA risk capital charge under the reduced basic CVA approach
		HK\$'000	HK\$'000
1	Aggregation of systematic components of CVA risk	28,302	
2	Aggregation of idiosyncratic components of CVA risk	9,327	
3	Total		10,591

CVA2: CVA risk under full basic CVA approach

The Group do not use the full basic CVA approach to calculate part or all of the CVA risk capital charges as at 30 June 2026.

CVA3: CVA risk under standardized CVA approach

The Group do not use the standardized CVA approach to calculate part or all of the CVA risk capital charges as at 30 June 2026.

CVA4: RWA flow statements of CVA risk exposures under standardized CVA

The Group do not use the standardized CVA approach to calculate part or all of the CVA risk capital charges as at 30 June 2026.



10. Securitization exposures

SEC1: Securitization exposures in banking book

There were no securitization exposures in the banking book as at 30 June 2026.

SEC2: Securitization exposures in trading book

There were no securitization exposures in the trading book as at 30 June 2026.

SEC3: Securitization exposures in banking book and associated capital requirements – where AI acts as originator

There were no securitization exposures in the banking book and the associated capital requirements where the Group acts as an originator as at 30 June 2026.

SEC4: Securitization exposures in banking book and associated capital requirements – where AI acts as investor

There were no securitization exposures in the banking book and the associated capital requirements where the Group acts as an investor as at 30 June 2026.

11. Market risk

MR1: Market risk under STM approach

		At 30 June 2026
		(a)
		Market risk capital charges under STM approach
		HK\$'000
1	General interest rate risk	11,100
2	Equity risk	-
3	Commodity risk	160
4	Foreign exchange risk	170,477
5	Credit spread risk (non-securitization)	4,899
6	Credit spread risk (securitization: non-correlation trading portfolio ("CTP"))	-
7	Credit spread risk (securitization: CTP)	-
8	Standardized default risk charge ("SA-DRC") (non-securitization)	19,896
9	SA-DRC (securitization: non-CTP)	-
10	SA-DRC (securitization: CTP)	-
11	Group 2a cryptoasset exposures	-
12	Residual risk add-on	-
13	Total	206,532

MR2: Market risk under IMA

There were no market risk exposures under the IMA approach as at 30 June 2026.

MR3: Market risk under SSTM approach

There were no market risk exposures under the SSTM approach as at 30 June 2026.



12. Comparison of modelled and standardized RWA

CMS1: Comparison of modelled and standardized RWA at risk level

The Group did not use model-based approaches to calculate credit risk or market risk as at 30 June 2026.

CMS2: Comparison of modelled and standardized RWAs for credit risk at exposure class level

The Group did not use model-based approaches to calculate credit risk or market risk as at 30 June 2026.

13. Asset encumbrance

ENC: Asset encumbrance

	At 30 June 2026		
	(a)	(c)	(d)
	Encumbered assets	Unencumbered assets	Total
	HK\$'000	HK\$'000	HK\$'000
Cash and balances with banks and other financial	-	20,574,427	20,574,427
Placements with banks and other financial institutions maturing between one and twelve months	-	13,785,922	13,785,922
Derivative financial instruments	-	177,438	177,438
Advances and other accounts	-	85,547,698	85,547,698
Investment in securities	11,513,580	56,679,753	68,193,333
Investment in subsidiaries	-	229,496	229,496
Amount due from subsidiaries	-	221,939	221,939
Investment properties	-	1,541,238	1,541,238
Properties, plant and equipment	-	2,176,421	2,176,421
Current tax assets	-	9,217	9,217
Deferred tax assets	-	72,681	72,681
Other assets	-	1,642,644	1,642,644
Total assets	11,513,580	182,658,874	194,172,454



14. Cryptoasset exposures

CAE1: Cryptoasset exposures and RWAs

There were no cryptoasset exposures as at 30 June 2026.

CAE2: Accounting classification of cryptoasset exposures

There were no cryptoasset exposures as at 30 June 2026.