



創興銀行有限公司  
**Chong Hing Bank Limited**  
(Incorporated in Hong Kong with limited liability)

**REGULATORY DISCLOSURES**

**FOR THE THIRD QUARTER ENDED  
30 September 2017**

## REGULATORY DISCLOSURES

The following Pillar 3 disclosures are prepared on a consolidated basis of calculating the capital adequacy ratios.

### Key Ratios

#### 1 Capital Adequacy Ratios

The capital adequacy ratios as at 30 September 2017 and 30 June 2017 were compiled in accordance with the Banking (Capital) Rules issued by the HKMA.

In HK\$'000	As at 30 September 2017	As at 30 June 2017
<b>Capital</b>		
Common Equity Tier 1	12,643,973	12,067,439
Tier 1	14,956,003	14,379,469
Total	19,953,822	16,273,109
<b>Total RWA</b>	<b>113,589,391</b>	<b>103,151,815</b>
<b>Capital Adequacy Ratios</b>		
Common Equity Tier 1	11.13%	11.70%
Tier 1	13.17%	13.94%
Total	17.57%	15.78%

#### 2 Leverage Ratio

The leverage ratio as at 30 September 2017 and 30 June 2017 were compiled in accordance with the Leverage Ratio Framework issued by the HKMA.

In HK\$'000	As at 30 September 2017	As at 30 June 2017
<b>Capital and Total exposures</b>		
Tier 1 capital	14,956,003	14,379,469
Total exposures	173,721,127	156,351,833
<b>Leverage Ratio</b>	<b>8.61%</b>	<b>9.20%</b>

**Overview of RWA**  
**Template OV1: Overview of RWA**

The following table sets out the RWA by risk types and the corresponding minimum capital requirements (i.e. 8% of RWA), as required by the HKMA.

		(a)	(b)	(c)
		RWA		Minimum capital requirements
In HK\$'000		As at 30 September 2017	As at 30 June 2017	As at 30 September 2017
1	Credit risk for non-securitization exposures	105,804,809	95,925,599	8,464,385
2	<i>Of which STC approach</i>	105,804,809	95,925,599	8,464,385
4	Counterparty credit risk	1,725,986	1,300,920	138,079
5a	<i>Of which CEM</i>	866,793	662,366	69,343
16	Market risk	1,011,438	947,813	80,915
17	<i>Of which STM approach</i>	1,011,438	947,813	80,915
19	Operational risk	4,633,563	4,563,888	370,685
20	<i>Of which BIA approach</i>	4,633,563	4,563,888	370,685
23	Amounts below the thresholds for deduction (subject to 250% RW)	535,173	535,173	42,814
24a	Deduction to RWA	121,578	121,578	9,726
24c	<i>Of which portion of cumulative fair value gains arising from the revaluation of land and buildings which is not included in Tier 2 Capital</i>	121,578	121,578	9,726
25	Total	113,589,391	103,151,815	9,087,152

Total RWAs increased by HK\$10.4bn since last quarter. Credit risk RWA for non-securitisation exposures was the main contributor and the key driver for the increase of HK\$10bn was the changes in asset size (consisting of increase in loans to corporates and increase in placements with banks).