

The Shanghai Commercial & Savings Bank Ltd. Hong Kong Branch

Key Financial Information Disclosure Statement
For the year ended 31 Dec 2019

KEY FINANCIAL INFORMATION DISCLOSURE STATEMENT FOR THE YEAR ENDED 31 DEC 2019

CONTENTS

SECTION A. INFORMATION OF THE BRANCH (HONG KONG BRANCH ONLY)

- I. Profit and loss information
- II. Balance sheet information
- III. Supplement financial information
 - 1. Trade bills and impairment allowances on trade bills
 - 2. Advances and impairment allowance on advances
 - 3. Debt securities held and other accounts
 - 4. Off-balance sheet information
 - 5. Gross advances to customers analysed and reported by loan usage
 - 6. International claims disclosure
 - 7. Non-bank Mainland China exposures
 - 8. Foreign currency position
 - 9. Liquidity information
- IV. Other information
 - 1. Disclosure of remuneration
 - 2. Liquidity risk management
 - 3. Disclosure Statement Available to the Public

SECTION B. INFORMATION OF THE BANK (CONSOLIDATION BASIS)

- I. Capital and capital adequacy ratio
- II. Other financial information

DECLARATION

SECTION A. INFORMATION OF THE BRANCH (HONG KONG BRANCH ONLY)

I. PROFIT AND LOSS INFORMATION FOR THE YEAR ENDED 31-DEC-19

Figures in HKD Thousand

For the half year ended	31-Dec-19	31-Dec-18
Interest income	242,631	171,728
Interest expenses	(100,129)	(57,865)
Net interest income	142,502	113,863
Other operating income		
Gain less losses arising from trading in foreign currencies	6,532	12,279
Gains less losses on securities held for trading purposes	0	(452)
Income from non - trading investments	(89)	0
Net fee and commission income		
- Fee and commission income	30,067	25,063
- Fee and commission expenses	(1,304)	(801)
Others	11	16
	35,217	36,105
Total Income	177,719	149,968
Operating expenses		
Staff and rental expenses	(28,861)	(27,149)
Other expenses (less fees and commission expenses)	(11,075)	(10,742)
Total expenses	(39,936)	(37,891)
Impairment losses and provisions for impaired loans and receivable	(11,710)	(5,686)
Profit before taxation	126,073	106,391
Taxation charge	(23,415)	(13,401)
Profit after taxation	102,658	92,990



上海商業儲蓄銀行 THE SHANGHAI COMMERCIAL & SAVINGS BANK, LTD.

香港分行
Hong Kong Branch

Incorporated in Taiwan with limited liability

10/F, Peninsula Office Tower, 18 Middle Road, TST, Kowloon, Hong Kong

Tel: (+852)3960 1111; Fax: (+852)2196 1000

II. BALANCE SHEET INFORMATION AS AT 31-DEC-19

Figures in HKD Thousand

As at	31-Dec-19	30-Jun-19
ASSETS		
Cash and balances with banks (except those included in amount due from overseas offices)	3,642,239	3,008,484
Placement with banks and other financial institutions maturing between one and twelve months (except those included in amount due from overseas offices)	0	113,660
Amount due from overseas offices	121,307	217,532
Trade bills less impairment allowances	110,839	116,044
Loans and advances less impairment allowances	3,576,071	4,203,602
Amortised cost securities less impairment allowances	171,623	144,716
Other assets		
- accrued interest	17,952	24,914
- other accounts	160,077	394,932
Property, plant and equipment	20,313	19,375
TOTAL ASSETS	7,820,421	8,243,259
LIABILITIES		
Deposits and balances of banks and other financial institutions (except those included in amount due to overseas office)	1,501,917	2,400,131
Current, fixed, savings and other deposits from customers		
- Demand deposits and current accounts	140,661	82,998
- Savings deposits	2,715,456	3,027,089
- Time deposits	2,551,794	2,039,624
Amount due to overseas offices	732,297	586,621
Other amounts and provisions	75,638	62,952
TOTAL LIABILITIES	7,717,763	8,199,415
Reserves and current profit / (loss)	102,658	43,844
TOTAL EQUITY AND LIABILITIES	7,820,421	8,243,259


上海商業儲蓄銀行 THE SHANGHAI COMMERCIAL & SAVINGS BANK, LTD.

香港分行
 Hong Kong Branch

Incorporated in Taiwan with limited liability

10/F, Peninsula Office Tower, 18 Middle Road, TST, Kowloon, Hong Kong

Tel: (+852)3960 1111; Fax: (+852)2196 1000

III. SUPPLEMENTARY FINANCIAL INFORMATION

1. TRADE BILLS AND IMPAIRMENT ALLOWANCES ON TRADE BILLS

Figures in HKD Thousand

As at	31-Dec-19	30-Jun-19
Trade bills	112,430	117,648
Collective impairment allowances	(1,591)	(1,604)
Gross trade bills less impairment allowances	110,839	116,044

2. ADVANCES AND IMPAIRMENT ALLOWANCES ON ADVANCES

Figures in HKD Thousand

A. Advances to customers and impairment allowances on advances to customers

As at	31-Dec-19	30-Jun-19
Advances to customers	3,072,718	3,487,315
Advances to banks and other financial institutions	577,192	788,439
Total	3,649,910	4,275,754
Collective impairment allowances	(48,937)	(51,387)
Individual impairment allowances	(8,210)	(8,233)
Total	(57,147)	(59,620)
Gross advances less impairment allowances	3,592,763	4,216,134
Allowances as a percentage of gross advances		
- Collective impairment allowances	1.34%	1.20%
- Individual impairment allowances	0.22%	0.19%
Total	1.57%	1.39%

B. Impairment allowances

	Individual impairment allowances	Collective impairment allowances	Total
Balance as at 31-Dec-19			
- Advances to customers	8,210	43,165	51,375
- Advances to banks and other financial institutions	0	5,772	5,772
	8,210	48,937	57,147
Balance as at 30-Jun-19			
- Advances to customers	8,233	43,503	51,736
- Advances to banks and other financial institutions	-	7,884	7,884
	8,233	51,387	59,620

C. Impaired advances to customers

As at	31-Dec-19	30-Jun-19
- Gross impaired advances to customers *	16,421	16,466
- Individual impairment allowances	(8,210)	(8,233)
Total	8,211	8,233
Market value of collateral pledged	-	-
Covered portion of impaired advances	-	-
Uncovered portion of impaired advances	16,421	16,466
Gross impaired advances as a percentage of gross advances to customers	0.45%	0.39%
Individual impairment allowances as a percentage of gross impaired advances	50.00%	50.00%

There were no impaired advances to banks and other financial institutions; nor were there any individual impairment allowances made for them as at 31-Dec-19 and 30-Jun-19.

* The advances have been offset by pledged deposits.

D. Overdue and rescheduled advances to customers

As at	31-Dec-19	30-Jun-19
a. Advances to customers overdue for more than 1 month and up to 3 months	-	-
more than 3 months and up to 6 months	-	-
more than 6 months and up to 1 year	-	-
more than 1 year	-	-
Individual impairment allowances made in respect of the above overdue advances	-	-
Market value of collateral held against the covered portion of all overdue advances	-	-
Covered portion of all overdue advances	-	-
Uncovered portion of all overdue advances *	-	-
b. Rescheduled advances to customers	16,421	16,466
(Net of those overdue advances which have been disclosed in above)		
	As a percentage of total gross advances to customers	
	31-Dec-19	30-Jun-19
a. Advances to customers overdue for more than 1 month and up to 3 months	0.00%	0.00%
more than 3 months and up to 6 months	0.00%	0.00%
more than 6 months and up to 1 year	0.00%	0.00%
more than 1 year	0.00%	0.00%
b. Rescheduled advances to customers	0.45%	0.39%

* The advances have been offset by pledged deposits.

E. Reconciliation for advances to customer between overdue advances and impaired advances is as follows:

	31-Dec-19	30-Jun-19
Advances to customers overdue for more than 3 months	-	-
Less: loans overdue but not impaired	-	-
Add: overdue loans for 3 months or less than on which interests is being placed in suspense or interest ceased to accrue	-	-
Add: impaired loans overdue for 3 months or less or not yet overdue and on which is still being accrued	-	-
Total impaired advances	-	-

There were no advances to banks and other financial institutions which were overdue or rescheduled as at 31-Dec-19 and 30-Jun-19.

F. Repossessed assets

As at 31-Dec-19 and 30-Jun-19, there were no repossessed assets held by our bank.

3. DEBT SECURITIES HELD AND OTHER ACCOUNTS

Figures in HKD Thousand

A. Financial assets at amortised cost

As at	31-Dec-19	30-Jun-19
Floating rate notes	-	-
Debt securities	171,623	144,716
Total	171,623	144,716
Issued by:		
Government organization	-	-
Banks	-	-
Other financial institutions	-	-
Corporate entities	171,622	144,716
Total	171,622	144,716
Impairment allowances	-	-
Amortised cost securities less impairment allowances	171,622	144,716
Impairment allowances as a percentage of amortised cost securities	-	-

B. Financial assets at fair value through other comprehensive income

As at	31-Dec-19	30-Jun-19
Debt securities	-	-
Issued by:		
Government organization	-	-
Banks	-	-
Other financial institutions	-	-
Corporate entities	-	-
Total	-	-

C. Overdue or impaired securities

Balance as at 31-Dec-19		
- Neither overdue nor impaired	-	-
- Non-overdue but impaired	-	-
- Overdue and impaired	-	-
Total	-	-
Balance as at 30-Jun-19		
- Neither overdue nor impaired	-	-
- Non-overdue but impaired	-	-
- Overdue and impaired	-	-
Total	-	-

D. Other accounts

As at	31-Dec-19	30-Jun-19
Deposits in advanced	4,397	4,087
Prepaid expenses	1,597	1,908
Others	154,083	388,937
Total	160,077	394,932

4. OFF BALANCE SHEET INFORMATION

Figures in HKD Thousand

A. Contingent liabilities and commitments

The following is a summary of the contractual amounts of each significant class of contingent liabilities and commitments:

As at	31-Dec-19	30-Jun-19
Direct credit substitutes	1,560,866	1,141,286
Trade-related contingencies		
- customer's liabilities under letter of credit	81,717	73,104
- customer's liabilities under guarantee	-	-
- customer's liabilities under acceptance	18,241	21,666
Forward forward deposits placed	-	-
Other commitments		
- other commitments within an original maturity of not more than one year	1,428,270	1,268,360
- other commitments within an original maturity of more than one year	174,087	133,735
	<u>1,602,357</u>	<u>1,402,095</u>

B. Derivative financial instruments

As at	31-Dec-19	30-Jun-19
	Contract/notional amount	Contract/notional amount
- exchange rate contracts	741,384	597,799
- interest rate swap contracts	-	-
	<u>741,384</u>	<u>597,799</u>
Replacement costs of derivatives (of the above derivatives)	Replacement costs	Replacement costs
- exchange rate contracts	2,377	632
- interest rate swap contracts	-	-
	<u>2,377</u>	<u>632</u>

The replacement costs represent the cost of replacing all contracts which have a positive value when marked to market.

5. GROSS ADVANCES TO CUSTOMERS ANALYSED AND REPORTED BY LOAN USAGE

The following information concerning advances to customers by industry sectors has been classified in accordance with industry categories contained in the banking returns of Quarterly Analysis of Loans and Advances and the Provisions MA (BS2A) and Assets and Liabilities of an Authorised Institution MA (BS1) submitted to the Hong Kong Monetary Authority.

Figures in HKD Thousand

A. By loan usage

As at

1. Loan and advances for use in Hong Kong

a. Industrial, commercial and financial

	31-Dec-19		30-Jun-19	
	Outstanding balance	Balance covered by collateral	Outstanding balance	Balance covered by collateral
- property development	213,232	163,732	687,414	638,414
- property investment	33,258	33,258	22,214	22,214
- financial concerns	1,271,997	167,078	1,189,322	-
- stockbrokers	16,775	-	17,643	17,643
- wholesale and retail trade	214,366	209,139	226,791	213,532
- manufacturing	283,979	210,105	337,347	215,471
- transport and transport equipment	78,873	1,000	79,087	1,000
- others	470,171	446,810	439,044	400,000
	2,582,651	1,231,122	2,998,862	1,508,274

b. Individuals

- loans for the purchase of other residential properties
- Others

	-	-	-	-
	1,132	786	1,199	833
	1,132	786	1,199	833

2. Trade finance

	159,197	51,290	163,874	39,876
--	---------	--------	---------	--------

3. Loan for use outside Hong Kong

	906,930	165,930	1,111,820	232,862
--	---------	---------	-----------	---------

Total

	3,649,910	1,449,128	4,275,755	1,781,845
--	-----------	-----------	-----------	-----------

B. Analysis of impaired advances for the individual loan usage category:

As at

	31-Dec-19		30-Jun-19	
	Impaired advances	Individual impairment allowances	Impaired advances	Individual impairment allowances
-Loan for use outside Hong Kong	-	5,451	-	5,466
- Trade Finance	-	2,759	-	2,767
	-	8,210	-	8,233

C. By geographical area

After taking into account the transfer of risk, exposures to a single country exceeding 10% of the aggregate gross advances to customers which are disclosed as follows:

As at 31-Dec-19

	Outstanding balance	Advances overdue for 1-3 months	Advances overdue for over 3 months	Impaired advances	Individual impairment allowances
- Hong Kong	1,903,732	-	-	-	5,451
- Taiwan	82,889	-	-	-	2,759
- China	514,228	-	-	-	-
- others	1,149,061	-	-	-	-
	3,649,910	-	-	-	8,210

As at 30-Jun-19

	Outstanding balance	Advances overdue for 1-3 months	Advances overdue for over 3 months	Impaired advances	Individual impairment allowances
- Hong Kong	1,755,379	-	-	-	5,466
- Taiwan	153,635	-	-	-	2,767
- China	1,033,357	-	-	-	-
- others	1,333,383	-	-	-	-
	4,275,754	-	-	-	8,233



上海商業儲蓄銀行 THE SHANGHAI COMMERCIAL & SAVINGS BANK, LTD.

香港分行
Hong Kong Branch

Incorporated in Taiwan with limited liability

10/F, Peninsula Office Tower, 18 Middle Road, TST, Kowloon, Hong Kong

Tel: (+852)3960 1111; Fax: (+852)2196 1000

6. INTERNATIONAL CLAIMS DISCLOSURE

The information on international claims discloses exposures to foreign counterparties on which the ultimate risk lies, and is derived according to the location of the counterparties after taking into account the transfer of country risk. They are prepared in accordance with the HKMA banking return of International Banking Statistics MA(BS)21 completion instruction. Countries or geographical areas constituting 10% or more of the total cross-border claims are disclosed.

Figures in HKD Million

As at 31-Dec-19

	Banks	Official sector	Non-bank financial institutions	Non-financial private sector	Others	Total
Offshore centres						
- Hong Kong SAR	568	-	-	1,054	-	1,622
Developing Asia and Pacific						
- China	-	-	-	125	-	125
- Taiwan	790	-	-	34	-	824
	<u>1,358</u>	<u>-</u>	<u>-</u>	<u>1,213</u>	<u>-</u>	<u>2,571</u>

As at 30-Jun-19

	Banks	Official sector	Non-bank financial institutions	Non-financial private sector	Others	Total
Offshore centres						
- Hong Kong SAR	402	-	-	1,567	-	1,969
Developing Asia and Pacific						
- China	117	-	-	138	-	255
- Taiwan	1,576	-	-	34	-	1,610
	<u>2,095</u>	<u>-</u>	<u>-</u>	<u>1,739</u>	<u>-</u>	<u>3,834</u>

7. NON-BANK MAINLAND CHINA EXPOSURES

Non-bank counterparties are identified in accordance with the definitions set out in the banking return of Mainland Activities MA(BS)20 issued by HKMA. Exposure in Mainland China arising from non-bank counterparties are summarized as follows:

Figures in HKD Million

As at 31-Dec-19

	On-balance sheet exposures	Off-balance sheet exposures	Total exposures
Central government, central government-owned entities and their subsidiaries and joint ventures (JVs)	338	-	338
Local governments, local government-owned entities and their subsidiaries and JVs	-	178	178
PRC nationals residing in Mainland China or other entities incorporated in Mainland China and their subsidiaries and JVs	331	-	331
Other entities of central government not reported in item 1 above	-	-	-
Other entities of local government not reported in item 2 above	-	-	-
PRC nationals residing outside mainland China or entities incorporated outside mainland China where the credit is granted for use in mainland China	1,683	340	2,023
Other counterparties where the exposures are considered by the reporting institution to be non-bank Mainland China exposures	-	-	-
Total	<u>2,352</u>	<u>518</u>	<u>2,870</u>
Total assets after provision			<u>7,820</u>
On-balance sheet exposures as percentage of total assets			<u>30.08%</u>



上海商業儲蓄銀行 THE SHANGHAI COMMERCIAL & SAVINGS BANK, LTD.

香港分行
Hong Kong Branch

Incorporated in Taiwan with limited liability

10/F, Peninsula Office Tower, 18 Middle Road, TST, Kowloon, Hong Kong

Tel: (+852)3960 1111; Fax: (+852)2196 1000

7. NON-BANK MAINLAND CHINA EXPOSURES - continued

As at 30-Jun-19

	On-balance sheet exposures	Off-balance sheet exposures	Total exposures
Central government, central government-owned entities and their subsidiaries and joint ventures (JVs)	316	-	316
Local governments, local government-owned entities and their subsidiaries and JVs	-	178	178
PRC nationals residing in Mainland China or other entities incorporated in Mainland China and their subsidiaries and JVs	879	-	879
Other entities of central government not reported in item 1 above	-	-	-
Other entities of local government not reported in item 2 above	-	-	-
PRC nationals residing outside mainland China or entities incorporated outside mainland China where the credit is granted for use in mainland China	1,159	307	1,466
Other counterparties where the exposures are considered by the reporting institution to be non-bank Mainland China exposures	-	-	-
Total	2,354	485	2,839
Total assets after provision			8,243
On-balance sheet exposures as percentage of total assets			28.56%

8. FOREIGN CURRENCY POSITION

The foreign currency exposures are prepared in accordance with the HKMA banking return of "Foreign Currency Position" completion instructions.

The net position in foreign currencies are disclosed as follows:

Figures in HKD Million

As at 31-Dec-19

	USD	GBP	JPY	EUR	CNY	AUD	NZD	Total
Spot assets	4,447	152	553	75	540	10	-	5,777
Spot liabilities	(5,022)	(6)	(554)	(136)	(656)	(10)	-	(6,384)
Forward purchases	568	-	1	61	112	-	-	742
Forward sales	(1)	(146)	-	-	-	-	-	(147)
Net option position	-	-	-	-	-	-	-	-
Net long (short) position	(8)	-	-	-	(4)	-	-	(12)

As at 30-Jun-19

	USD	GBP	JPY	EUR	CNY	AUD	NZD	Total
Spot assets	4,796	148	599	119	440	10	-	6,112
Spot liabilities	(5,280)	(147)	(598)	(119)	(556)	(11)	-	(6,711)
Forward purchases	484	-	-	0	114	-	-	598
Forward sales	(1)	-	-	-	-	-	-	(1)
Net option position	-	-	-	-	-	-	-	-
Net long (short) position	(1)	1	1	0	(2)	(1)	-	(2)

9. LIQUIDITY INFORMATION

The average liquidity maintenance ratio ("LMR") is being calculated based on the arithmetic mean of the average value of liquidity maintenance ratio for each month during reporting period. The liquidity maintenance ratio is calculated in accordance with the guidelines of the HKMA and the Banking (Liquidity) Rules

	2019	2018
Average liquidity maintenance ratio for the period of October to December	50.48%	35.37%

IV OTHER INFORMATION

1. DISCLOSURE OF REMUNERATION

A. Remuneration system

In accordance with HKMA's Supervisory Policy Manual Guideline on a Sound Remuneration System - CG5 issued on March 12, 2015, Shanghai Commercial & Savings Bank has disclosed the relevant information in 2019 Bank Annual Report.

2. LIQUIDITY RISK MANAGEMENT

A. Policy Statement of Liquidity risk management

The purpose of liquidity risk management is to ensure our abilities with sufficient cash flows to meet obligations payable to our customers and interbank counterparties. And our Branch should always hold an adequate quantity of high quality liquid assets in order to handle the situation of liquidity shortfalls.

Our Branch obeys "Hong Kong Branch Liquidity Management Policy", and other related regulations from our Head office to manage the liquidity risk.

Our Branch manages the liquidity on a prudent basis to ensure that we can always maintain a sufficiently high liquidity maintenance ratio relative to the statutory minimum. Otherwise, the internal limit of liquidity maintenance ratio on average for each month is set at 40% and minimum for each day is set at 37% in order for the Branch to retain sufficient liquidity during its normal course of operation.

B. Management Mechanism of liquidity risk management

Asset and Liability Committee ("ALCO") is mainly responsible for the liquidity risk management in our Branch.

Assets and Liability Committee ("ALCO") is in charge of funds sources and asset allocation management, as well as market risk, liquidity risk and interest rate risk management, and other matters related to assets and liabilities management, members include the General Manager, department heads from administration, operation and business departments, compliance manager, treasury dealer, risk control manager and accounting manager. The ALCO is chaired by the General Manager.

The Branch's liquidity risk management system contains the following factors: effective monitoring by senior management, liquidity risk management strategies, policies and processes, identification of liquidity risk, risk calculation including limit, stress testing and cash flow analysis, internal controls and monitoring mechanisms, IT systems and crisis disposal mechanisms.

Risk control department takes the lead for the Branch's liquidity risk management. For liquidity risk management, it should be separately controlled according to different currencies. However, considering that the total volume of foreign currency liabilities (excluding USD) is small, the Branch consolidates and manages different foreign currencies together.

The Branch's liquidity risk management framework can accurately, continuously calculate, monitor, manage, control and report liquidity risk status in a timely manner. It can calculate cash flow and maturity mismatch every day according to contractual maturities, followed by calculating and analysing related data according to different currencies under liquidity risk management mode. Lastly, it can effectively and timely monitor and control the Branch's large amount fund flow.

C. Liquidity Stress Tests

Stress testing is performed under the cash flow maturity mismatch analysis and covers three scenarios involving market stress, idiosyncratic stress and combined stress. The market stress computes the effect of an event has raised serious negative consequences for the financial system or the real economy. The idiosyncratic stress computes the effect of an event has raised serious negative consequences for a single institution, a single group, or an institution within a group. The combined stress computes the effect of an event has raised serious negative consequences for a single institution, a single group, or an institution within a group.

The purpose of our Stress Testing is to assess the impact on solvency and liquidity of SCSBHK under the extreme circumstances which are described by Stress Scenarios, including all material risks, and on/off-balance sheet assets and liabilities.

The Branch shall perform stress testing quarterly. The result will be presented in Asset and Liability Committee ("ALCO") and Risk Management Department of our Head office for senior management review and for strategic decision making.

D. Contingency Funding Plan

The Branch has development a Contingency Funding Plan with a clear strategies set out for handle a liquidity crisis. The Contingency Funding Plan have set up a early warning indicator for the purpose of monitor liquidity position and managing liquidity risk. The contingent funding strategies include seek funding from our Head Office or interbank, sale of financial investments or syndicated loans, amend the interest rate, issue negotiable certificates of deposit, suspend loan lending, collection of intra-group deposits.



上海商業儲蓄銀行 THE SHANGHAI COMMERCIAL & SAVINGS BANK, LTD.

香港分行
Hong Kong Branch

Incorporated in Taiwan with limited liability

10/F, Peninsula Office Tower, 18 Middle Road, TST, Kowloon, Hong Kong

Tel: (+852)3960 1111; Fax: (+852)2196 1000

2. LIQUIDITY RISK MANAGEMENT - continued

E. Liquidity Gap

The table below analyses on and of balance sheet items, broken down into maturity buckets of the Branch as at 31 December 2019

(HK\$'000)

On-balance sheet liabilities	Next day	2 to 7 days	8 days to 1 month	> 1 month up to 3 months	> 3 months up to 6 months	> 6 months up to 1 year	> 1 year up to 2 years	> 2 years up to 3 years	> 3 years up to 5 years	Over 5 years	Balancing amount	Total amount
Deposits from non-bank customers	2,859,975	81,402	802,982	709,938	609,680	343,934	-	-	-	-	-	5,407,911
Amount payable arising from derivative contracts	-	133,417	223,879	259,803	124,872	-	-	-	-	-	-	-
Due to banks	11,957	-	407,129	1,671,788	143,340	-	-	-	-	-	-	2,234,214
Debt securities, prescribed instruments and structured financial instruments issued and outstanding	-	-	-	-	-	-	-	-	-	-	-	-
Other liabilities	18	818	6,536	8,418	6,105	2,057	-	-	-	-	50,137	74,089
Capital and reserves	-	-	-	-	-	-	-	-	-	-	102,658	102,658
Total	2,871,950	215,637	1,440,526	2,649,947	883,997	345,991	-	-	-	-	152,795	7,818,872

Off-balance sheet obligations

Irrevocable loan commitments or facilities granted	-	-	40,500	-	-	-	97,730	-	-	76,357	-	214,587
Off-balance sheet obligations	4,989	4,052	19,080	311,209	62,119	1,259,375	-	-	-	-	-	1,660,824
Total	4,989	4,052	59,580	311,209	62,119	1,259,375	97,730	-	-	76,357	-	1,875,411

(HK\$'000)

On-balance sheet assets	Next day	2 to 7 days	8 days to 1 month	> 1 month up to 3 months	> 3 months up to 6 months	> 6 months up to 1 year	> 1 year up to 2 years	> 2 years up to 3 years	> 3 years up to 5 years	Over 5 years	Balancing amount	Total amount
Currency notes and coins	5	-	-	-	-	-	-	-	-	-	-	5
Amount receivable arising from derivative contracts	-	133,168	224,617	259,788	124,596	-	-	-	-	-	-	532
Due from MA for a/c of Exchange Fund	149,836	-	-	-	-	-	-	-	-	-	-	149,836
Due from banks	1,570,294	1,764,948	428,299	-	-	-	-	-	-	-	-	3,763,541
Debt securities, prescribed instruments and structured financial instruments held (net of short positions)	171,623	-	-	-	-	-	-	-	-	-	-	171,623
Acceptances and bills of exchange held	13,510	5,472	8,183	49,782	35,483	-	-	-	-	-	-	112,430
Loans and advances to non-bank customers	-	37,489	36,830	128,892	315,024	1,064,563	1,234,199	76,315	531,578	208,598	16,422	3,649,910
Other assets	575	2,900	1,113	810	709	1,987	7,061	37	1,624	1,137	46,958	29,005
Total	1,905,843	1,943,977	699,042	439,272	475,812	1,066,550	1,241,260	76,352	533,202	209,735	30,536	7,818,872

Off-balance sheet claims

Total	-	-	-	-	-	-	-	-	-	-	-	-
-------	---	---	---	---	---	---	---	---	---	---	---	---

Contractual Maturity Mismatch	- 971,096	1,724,288	- 801,064	- 2,521,884	- 470,304	- 538,816	1,143,530	76,352	533,202	133,378	-
Cumulative Contractual Maturity Mismatch	- 971,096	753,192	- 47,872	- 2,569,756	- 3,040,060	- 3,578,876	- 2,435,346	- 2,358,994	- 1,825,792	- 1,692,414	-

2. LIQUIDITY RISK MANAGEMENT - continued

E. Liquidity Gap

The table below analyses on and of balance sheet items, broken down into maturity buckets of the Branch as at 31 December 2018

On-balance sheet liabilities	Next day	2 to 7 days	8 days to 1 month	> 1 month up to 3 months	> 3 months up to 6 months	> 6 months up to 1 year	> 1 year up to 2 years	> 2 years up to 3 years	> 3 years up to 5 years	Over 5 years	Balancing amount	Total amount
Deposits from non-bank customers	3,004,798	121,300	267,980	689,148	548,219	323,671	-	-	-	-	-	4,955,116
Amount payable arising from derivative contracts	-	5,831	132,901	399,050	374,755	-	-	-	-	-	-	-
Due to banks	137,361	-	214,738	773,526	-	-	-	-	-	-	-	1,125,625
Debt securities, prescribed instruments and other liabilities	385	756	2,034	7,030	4,515	1,904	-	-	-	-	16,121	32,745
Capital and reserves	-	-	-	-	-	-	-	-	-	-	92,990	92,990
Total	3,142,544	127,887	617,653	1,868,754	927,489	325,575	-	-	-	-	109,111	6,206,476

Off-balance sheet obligations

Irrevocable loan commitments or facilities granted	-	-	-	18,984	-	50,000	46,000	235,261	53,304	39,159	-	442,708
Off-balance sheet obligations	1,999	8,399	21,005	148,120	65,809	293,847	4,816	-	-	-	-	543,995
Total	1,999	8,399	21,005	167,104	65,809	343,847	50,816	235,261	53,304	39,159	-	986,703

On-balance sheet assets	Next day	2 to 7 days	8 days to 1 month	> 1 month up to 3 months	> 3 months up to 6 months	> 6 months up to 1 year	> 1 year up to 2 years	> 2 years up to 3 years	> 3 years up to 5 years	Over 5 years	Balancing amount	Total amount
Currency notes and coins	5	-	-	-	-	-	-	-	-	-	-	5
Amount receivable arising from derivative contracts	-	5,824	133,139	399,417	375,922	-	-	-	-	-	-	1,546
Due from MA for a/c of Exchange Fund	125,125	-	-	-	-	-	-	-	-	-	-	125,125
Due from banks	1,089,804	727,043	335,325	-	-	-	-	-	-	-	-	2,152,172
Debt securities, prescribed instruments and structured financial instruments held (net of short positions)	98,805	-	-	-	-	-	-	-	-	-	-	98,805
Acceptances and bills of exchange held	27,169	18,829	5,386	39,366	22,977	-	-	-	-	-	-	113,727
Loans and advances to non-bank	222	23,444	125,992	160,257	365,708	815,582	373,179	761,816	487,125	606,944	16,515	3,736,784
Other assets	927	1,633	5,894	1,585	547	64	1,530	3,280	1,077	597	38,822	21,688
Total	1,342,057	776,773	605,736	600,625	765,154	815,646	374,709	765,096	488,202	607,541	22,307	6,206,476

Off-balance sheet claims

Total	-	-	-	-	-	-	-	-	-	-	-	-
-------	---	---	---	---	---	---	---	---	---	---	---	---

Contractual Maturity Mismatch	- 1,802,486	640,487	- 32,922	- 1,435,233	- 228,144	146,224	323,893	529,835	434,898	568,382	-	-
Cumulative Contractual Maturity Mismatch	- 1,802,486	- 1,161,999	- 1,194,921	- 2,630,154	- 2,858,298	- 2,712,074	- 2,388,181	- 1,858,346	- 1,423,448	- 855,066	-	-

The maturity buckets mainly follow information provided to the HKMA for part 4 of the MA(BS)23 - Liquidity Monitoring Tools return

3. Disclosure Statement Available to the Public

Copies of the Disclosure Statement may be obtained from the reception of The Shanghai Commercial & Savings Bank Limited, Hong Kong Branch on 10/F, Peninsula Office Tower, 18 Middle Road, Tsim Sha Tsui, Kowloon, Hong Kong

A copy of the Disclosure Statement has been lodged with the Hong Kong Monetary Authority's Public Registry and is available on the website https://www.scsb.com.hk/hk_07.jsp for public inspection.

SECTION B - INFORMATION OF THE BANK (CONSOLIDATED BASIS)

I. CAPITAL AND CAPITAL ADEQUACY RATIO

	31-Dec-19	30-Jun-19
A. Capital adequacy ratio	14.65%	13.69%

Figures in HKD Thousand	31-Dec-19	30-Jun-19
B. Aggregate amount of shareholders' funds	39,870,088	33,660,749

The capital adequacy ratio was compiled in accordance with the "Basel III capital accord". In accordance with the Capital Rules, the bank has adopted the "Standardised approach" for the calculation of the risk-weighted assets for credit risk and market risk, and "Basic indicator approach" for the calculation of operational risk.

II. OTHER FINANCIAL INFORMATION

Figures in HKD Thousand	31-Dec-19	30-Jun-19
Total assets	538,867,704	511,431,735
Total liabilities	485,845,317	465,338,461
Total advances	291,497,954	283,449,107
Total customer deposit	429,579,486	407,007,891
	Year to 31-Dec-19	Year to 31-Dec-18
Income / (loss) before income tax	6,394,793	5,845,528
Less: Income tax expenses	(1,273,813)	(1,165,970)
Consolidated income	5,120,980	4,679,558
Belong to:		
Stockholders of the parent company	3,806,400	3,494,564
Minority interest in subsidiaries	1,314,580	1,184,994
	5,120,980	4,679,558

The applied exchange rate of TWD to HKD on :

2019/12/31	3.8517
2019/6/30	3.9743
2018/12/31	3.9238
2018/6/30	3.8970

Declaration

According to the requirement of the Hong Kong Monetary Authority on Key Financial Information Disclosure Statement of authorized institutions incorporated outside Hong Kong, we have pleasure in presenting the Key Financial Information Disclosure Statements of Shanghai Commercial & Savings Bank Limited, Hong Kong Branch for the year ended 31 Dec 2019. We confirmed that the information contained therein complies, in all material respects, with the supervisory policy manual CA-D-I "Guideline on the Application of the Banking (Disclosure) Rules" issued in Aug 2015, and to the best of my knowledge and belief, it is not false or misleading.



Mr. TENG WAN LI

Branch General Manager

The Shanghai Commercial & Savings Bank Limited, Hong Kong Branch

25-Mar-20

Date