



Overview of risk management, key prudential metrics and RWA

KM1: Key metrics

(Amount in '000)

	a	b	c	d	e
	Dec'20	Sep'20	Jun'20	Mar'20	Dec'19
Available Capital (amounts)					
1 Common Equity Tier 1 (CET1)	1,781,348.00	1,779,537.00	1,689,130.00	1,696,543.00	1,562,098.00
1a Fully loaded ECL accounting model	1,781,348.00	1,779,537.00	1,689,130.00	1,696,543.00	1,562,098.00
2 Tier 1	1,781,348.00	1,779,537.00	1,689,130.00	1,696,543.00	1,562,098.00
2a Fully loaded ECL accounting model Tier1	1,781,348.00	1,779,537.00	1,689,130.00	1,696,543.00	1,562,098.00
3 Total Capital	1,820,439.00	1,859,668.00	1,773,581.00	1,778,906.00	1,735,889.00
3a Fully loaded ECL Accounting model total capital	1,820,439.00	1,859,668.00	1,773,581.00	1,778,906.00	1,735,889.00
Risk-Weighted assets (amounts)					
4 Total risk-weighted assets (RWA)	10,771,405.00	11,368,767.00	11,902,969.00	13,698,789.50	10,026,654.00
Risk-based capital ratios as a percentage of RWA					
5 Common Equity Tier1 ratio(%)	16.54%	15.65%	14.19%	12.38%	15.58%
5a Fully loaded ECL accounting model Common Equity Tier 1(%)	16.54%	15.65%	14.19%	12.38%	15.58%
6 Tier 1 ratio(%)	16.54%	15.65%	14.19%	12.38%	15.58%
6a Fully loaded ECL accounting model Tier 1 ratio(%)	16.54%	15.65%	14.19%	12.38%	15.58%
7 Total Capital ratio (%)	16.90%	16.36%	14.90%	12.99%	17.31%
7a Fully loaded ECL accounting model total capital ratio (%)	16.90%	16.36%	14.90%	12.99%	17.31%
Additional CET1 buffer requirements as a percentage of RWA					
8 Capital conservation buffer requirement (2.5% from 2019) (%)	2.50%	2.50%	2.50%	2.50%	2.50%
9 Countercyclical buffer requirement(%)	0.02%	0.02%	0.02%	0.02%	0.02%
10 Bank G-SIB and/or D-SIB additional requirements (%)	0.00%	0.00%	0.00%	0.00%	0.00%
11 Total of bank (CET1) specific buffer requirements (%) (row 8+row9+row10)	2.52%	2.52%	2.52%	2.52%	2.52%
12 CET1 available after meeting the bank's minimum capital requirement(%)	5.02%	4.13%	2.67%	-0.14%	3.06%
Basel III Leverage ratio					
13 Total Basel III leverage ratio exposure measure	11981472	12575840	12,833,690.00	14,798,649.00	10,899,937.00
14 Basel III leverage ratio(%) (row 2/row 13)	14.87%	14.15%	13.16%	11.46%	14.33%
14a Fully loaded ECL accounting model Basel III Leverage ratio(%) (row2a/row13)	14.87%	14.15%	13.16%	11.46%	14.33%
Liquidity coverage ratio					
15 Total HQLA	314,495.00	333,203.00	335,006.00	655,295.00	404,133.00
16 Total net cash outflow	204,798.00	305,884.00	252,179.00	431,442.00	83,308.00
17 LCR ratio (%)	154%	109%	133%	152%	485%
Net Stable Funding Ratio (NSFR)					
18 Total available stable funding	8,626,717.45	8,576,368.00	9,572,921.60	9,864,562.25	7,173,144.00
19 Total required stable funding	7,206,535.90	8,204,395.00	8,583,890.35	9,552,659.20	6,518,794.00
20 NSFR ratio	119.71	104.53	110.98	103.27	110.04

OV1: Overview of RWA

(Amount in '000)

		a	b	c
		RWA		Minimum Capital requirements
		T	T-1	T
1	Credit risk (excluding counterparty credit risk)	10,176,165	10,758,326	1,172,294
2	Of which: standardised approach (SA)	10,176,165	10,758,326	1,172,294
3	Of which: foundation internal ratings-based (F-IRB) approach			
4	Of which: supervisory slotting approach			
5	Of which: advanced internal ratings-based (A-IRB) approach			
6	Counterparty credit risk (CCR)	59,987	48,988	6,911
7	Of which: standardised approach for counterparty credit risk	59,987	48,988	6,911
8	Of which: Internal Model Method (IMM)			
9	Of which: other CCR			
10	Credit valuation adjustment (CVA)			
11	Equity positions under the simple risk weight approach			
12	Equity investments in funds – look-through approach			
13	Equity investments in funds – mandate-based approach			
14	Equity investments in funds – fall-back approach			
15	Settlement risk			
16	Securitisation exposures in banking book			
17	Of which: securitisation internal ratings-based approach (SEC-IRBA)			
18	Of which: securitisation external ratings-based approach (SEC-ERBA), including internal assessment approach (IAA)			
19	Of which: securitisation standardised approach (SEC-SA)			
20	Market risk	-	3,460	-
21	Of which: standardised approach (SA)	-	3,460	-
22	Of which: internal model approaches (IMA)			
23	Capital charge for switch between trading book and banking book			
24	Operational risk	497,690	497,690	57,334
25	Amounts below the thresholds for deduction (subject to 250% risk weight)	20,945	48,603	2,413
26	Aggregate Capital floor applied	16,618	11,700	1,914
27	Floor adjustment (before application of transitional cap)	16,618	11,700	1,914
28	Floor adjustment (after application of transitional cap)			
29	Total (1 + 6 + 10 + 11 + 12 + 13 + 14 + 15 + 16 + 20 + 23 + 24 + 25 + 26)	10,771,405	11,368,767	1,240,866

Leverage Ratio

LR1 – Summary comparison of accounting assets vs leverage ratio exposure measure

(Amount in '000)

		a
1	Total consolidated assets as per published financial statements	11,350,775
2	Adjustment for investments in banking, financial, insurance or commercial entities that are consolidated for accounting purposes but outside the scope of regulatory consolidation	0
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 (if applicable)	
5	Adjustment for fiduciary assets recognised on the balance sheet pursuant to the operative accounting framework but excluded from the leverage ratio exposure measure	
6	Adjustment for regular-way purchases and sales of financial assets subject to trade date accounting	
7	Adjustment for eligible cash pooling transactions	
8	Adjustments for derivative financial instruments	5,508
9	Adjustment for securities financing transactions (ie repos and similar secured lending)	
10	Adjustment for off-balance sheet items (ie conversation to credit equivalent amounts of off-balance sheet exposures)	625,498
11	Adjustments for prudent valuation adjustments and specific general provisions which Adjustments for prudent valuation adjustments and specific general provisions which have reduced Tier-1 capital	
12	Other adjustments	-309
13	Leverage ratio exposure measure	11,981,472

LR2: Leverage ratio

(Amount in '000)

Leverage ratio framework		a	b
		Dec'20	Sep'20
On-balance sheet exposures			
1	On-balance sheet items (excluding derivatives and SFTs, but including collateral)	11,338,452	11,929,928
2	Gross-up for Derivatives collateral provided where deducted from balance sheet assets pursuant to the operating accounting framework		
3	(Deductions of receivable assets for cash variation margin provided in derivatives transactions)		
4	(Adjustment for securities received under financing transactions that are recognised as an asset)		
5	(Specific and general provisions associated with on-balance sheet exposure that are deducted from Basel III Tier 1 capital)		
6	(Asset amounts deducted in determining Basel III Tier 1 capital)		
7	Total on-balance sheet exposures (excluding derivatives and SFTs) (sum of lines 1 to 6)	11,338,452	11,929,928
Derivative exposures			
8	Replacement cost associated with all derivatives transactions (i.e. net of eligible cash variation margin)	12,014.00	10,925.00
9	Add-on amounts for PEE associated with all derivatives transactions	5,508.00	5,241.00
10	(Exempted CCP leg of client-cleared trade exposures)		
11	Adjusted effective notional amount of written credit derivatives		
12	(Adjusted effective notional offsets and add-on deductions for written credit derivatives)		
13	Total derivative exposures (sum of lines 8 to 12)	17,522.00	16,166.00
Securities financing transaction exposures			
14	Gross SFT assets (with no recognition of netting), after adjusting for sale accounting transactions	0.00	0.00
15	(Netted amounts of cash payables and cash receivables of gross SFT assets)		
16	CCR exposure for SFT assets		
17	Agent transaction exposures		
18	Total securities financing transaction exposures (sum of lines 14 to 17)	0.00	0.00
Other off-balance sheet exposures			
19	Off-balance sheet exposure at gross notional amount	941,462.00	860,194.00
20	(Adjustments for conversion to credit equivalent amounts)	-315,964.00	-230,448.00
21	Specific and general provisions associated with off-balance sheet exposures deducted in determining in Tier -1 Capital		
22	Off-balance sheet items (sum of lines 19 to 21)	625,498.00	629,746.00
Capital and total exposures			
23	Tier 1 capital	1,781,348.00	1,779,537.00
24	Total exposures (sum of lines 7, 13, 18 and 22)	11,981,472.00	12,575,840.00
Leverage ratio			
25	Basel III leverage ratio (including the impact of any applicable temporary exemption of central bank reserves)	14.87	14.15
25a	Basel III leverage ratio (excluding the impact of any applicable temporary exemption of central bank reserves)	-	-
26	National minimum Leverage ratio requirement	4.00	4.00
27	Applicable leverage buffers		

LIQ1 – Liquidity Coverage Ratio (LCR)

(Amount in '000)

		a	b
		Total unweighted value (average)	Total weighted value (average)
	High-quality liquid assets		
1	Total HQLA	314,495	314,495
	Cash Outflow		
2	Retail deposits and deposits from small business customers, of which:		
3	Stable deposits	123,462	-
4	Less stable deposits	280,176	28,018
5	Unsecured wholesale funding, of which:		
6	Operational deposits (all counterparties) and deposits in networks of cooperative banks	234,011	7,223
7	Non-operational deposits (all counterparties)	148,618	59,447
8	Unsecured debt	665,024	665,024
9	Secured wholesale funding	-	-
10	Additional requirements, of which:		
11	Outflows related to derivative exposures and other collateral requirements	11,108	11,108
12	Outflows related to loss of funding on debt products		
13	Credit and liquidity facilities	284,129	22,796
14	Other contractual funding obligations	5,856	5,856
15	Other contingent funding obligations	657,337	19,720
16	TOTAL CASH OUTFLOWS	2,409,721	819,192
	Cash Inflows		
17	Secured lending (eg reverse repos)		
18	Inflows from fully performing exposures	2278437	1886775
19	Other cash inflows	14,947	12,014
20	TOTAL CASH INFLOWS	2,293,384	1,898,789
			Total adjusted value
21	Total HQLA		314,495
22	Total net cash outflows		204,798
23	Liquidity Coverage Ratio (%)		154

LIQ2 – Net Stable Funding Ratio (NSFR)

(Amount in '000)

		a	b	c	d	e
		Unweighted value by residual maturity				
<i>(In currency amount)</i>		No maturity	< 6 months	6 months to < 1 year	≥ 1 year	Weighted value
Available stable funding (ASF) item						
1	Capital:				1,820,439	1,820,439
2	Regulatory capital				1,820,439	1,820,439
3	Other capital instruments					
4	Retail deposits and deposits from small business customers:		446,330	29,933	27,712	468,370
5	Stable deposits		210,492	29,933	27,712	256,116
6	Less stable deposits		235,838	-	-	212,254
7	Wholesale funding:		147,068	15,909	55,116	136,605
8	Operational deposits					
9	Other wholesale funding		147,068	15,909	55,116	136,605
10	Liabilities with matching interdependent assets					
11	Other liabilities:		1,675,203	1,805,894	5,216,610	6,119,557
12	NSFR derivative liabilities				11,108	
13	All other liabilities and equity not included in the above categories		17,705		81,747	81,747
14	Total ASF					8,626,717
Required stable funding (RSF) item						
15	Total NSFR high-quality liquid assets (HQLA)					15,727
16	Deposits held at other financial institutions for operational purposes		1,729,464	53,713	-	891,589
17	Performing loans and securities:		2,273,501	1,472,603	3,479,387	4,555,440
18	Performing loans to financial institutions secured by Level 1 HQLA					
19	Performing loans to financial institutions secured by non-Level 1 HQLA and unsecured performing loans to financial institutions		2,273,501	1,472,603	3,475,749	4,553,076
20	Performing loans to non-financial corporate clients, loans to retail and small business customers, and loans to sovereigns, central banks and PSEs, of which:					
21	With a risk weight of less than or equal to 35% under the Basel II standardised approach for credit risk					
22	Performing residential mortgages, of which:				3,638	2,365
23	With a risk weight of less than or equal to 35% under the Basel II standardised approach for credit risk				3,638	2,365
24	Securities that are not in default and do not qualify as HQLA, including exchange-traded equities		-	-	-	-
25	Assets with matching interdependent liabilities					
26	Other assets:		7,606	277	1,947,368	1,659,204
27	Physical traded commodities, including gold					
28	Assets posted as initial margin for derivative contracts and contributions to default funds of CCPs					
29	NSFR derivative assets					
30	NSFR derivative liabilities before deduction of variation margin posted		-	-	12,014	12,014
31	All other assets not included in the above categories		-	-	25,489	25,489
32	Off-balance sheet items				941,462	47,073
33	Total RSF					7,206,536
34	Net Stable Funding Ratio (%)					120