

## **Regulatory Disclosure Statement**

For the quarter ended 30 September 2022 (Unaudited)

These disclosures are prepared under the Banking (Disclosure) Rules

# Dah Sing Bank, Limited Regulatory Disclosure Statement for the quarter ended 30 September 2022 (Unaudited)

### **Table of contents**

		Page
A	Purpose and Basis of Consolidation	1
В	Key prudential ratios	1
C	Overview of Risk-weighted Assets	2
D	Leverage Ratio	3
E	Abbreviations	4

#### Regulatory Disclosure Statement for the quarter ended 30 September 2022 (Unaudited)

#### A. Purpose and Basis of Consolidation

The information contained in this Regulatory Disclosure Statement (the "Statement") is for Dah Sing Bank, Limited (the "Bank") and its subsidiaries (together the "Group") to comply with the Banking (Disclosure) Rules ("BDR") (Cap. 155M) and does not constitute statutory financial statements.

While the Statement is not required to be subject to external audit, it has been reviewed and verified within the Bank in accordance with the Group's governance processes over financial reporting and policies on disclosures.

Except where indicated otherwise, the financial information contained in this Statement has been prepared on the basis of regulatory scope of consolidation specified by the Hong Kong Monetary Authority ("HKMA") to the Bank.

#### B. Key prudential ratios

#### **Template KM1: Key prudential ratios**

The key prudential ratios and the comparative figures as at each reporting date are set out as below.

	HK\$'000	30 Sep 2022	30 Jun 2022	31 Mar 2022	31 Dec 2021	30 Sep 2021
	Regulatory capital (amount)					
1	Common Equity Tier 1	24,206,459	24,272,749	24,299,726	24,353,668	24,040,461
2	Tier 1	25,105,046	25,171,336	25,198,313	25,252,255	24,939,048
3	Total capital	30,891,455	30,960,874	31,032,782	31,106,451	30,371,159
	RWA (amount)					
4	Total RWA	170,344,845	172,418,214	174,594,848	171,601,964	168,272,456
	Risk-based regulatory capital ratios (as	s a percentage of	RWA)			
5	CET 1 ratio (%)	14.2%	14.1%	13.9%	14.2%	14.3%
6	Tier 1 ratio (%)	14.7%	14.6%	14.4%	14.7%	14.8%
7	Total capital ratio (%)	18.1%	18.0%	17.8%	18.1%	18.0%
	Additional CET1 buffer requirements	as a percentage	of RWA)			
8	Capital conservation buffer requirement					
	(%)	2.50%	2.50%	2.50%	2.50%	2.50%
9	Countercyclical capital buffer					
	requirement (%)	0.78%	0.77%	0.77%	0.78%	0.78%
10	Higher loss absorbency requirement					
	(%) (applicable only to G-SIB or D-					
	SIBs)	N/A	N/A	N/A	N/A	N/A
11	Total AI-specific CET1 buffer					
	requirement (%)	3.28%	3.27%	3.27%	3.28%	3.28%
12	CET1 available after meeting the AI's					
	minimum capital requirement (%)	8.7%	8.6%	8.4%	8.7%	8.8%
	Basel III leverage ratio					
13	Total leverage ratio (LR) exposure					
	measure	258,696,541	260,054,249	260,295,013	255,762,970	254,610,285
14	LR (%)	9.7%	9.7%	9.7%	9.9%	9.8%
	Liquidity Maintenance Ratio ("LMR") – applicable to category 2 institution only					
17a	LMR (%)	53.9%	46.5%	44.1%	48.3%	47.1%
• 0	Core Funding Ratio ("CFR") – applicable to category 2A institution only					
20a	CFR (%)	161.9%	158.0%	158.6%	163.5%	165.2%

## Regulatory Disclosure Statement for the quarter ended 30 September 2022 (Unaudited)

#### C. **Overview of Risk-weighted Assets**

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

The following table provides an overview of capital requirements in terms of a detailed breakdown of RWAs for various risks as at 30 September 2022 and 30 June 2022 respectively:

various risks as at 30 September 2022 and 30 June 2022 respectively:				
		(a)	(b)	(c)
		RWA		Minimum capital requirements
		30 Sep 2022 (HK\$'000)	30 Jun 2022 (HK\$'000)	30 Sep 2022 (HK\$'000)
1	Credit risk for non-securitization exposures	154,185,131	155,785,950	12,334,810
2	Of which STC approach	154,185,131	155,785,950	12,334,810
2a	Of which BSC approach	-	-	_
3	Of which foundation IRB approach	-	-	-
4	Of which supervisory slotting criteria approach	-	-	_
5	Of which advanced IRB approach	-	-	-
6	Counterparty default risk and default fund contributions	800,913	761,825	64,073
7	Of which SA-CCR approach	736,183	681,970	58,895
7a	Of which CEM	-	-	-
7b	Of which CEM (such a risk to CCPs which is not included in row 7a)	-	-	_
7c	Of which SA-CCR approach (such a risk to CCPs which is not included in row 7)	3,141	2,486	251
8	Of which IMM(CCR) approach	-	-	_
9	Of which others	61,589	77,369	4,927
10	CVA risk	175,188	170,925	14,015
11	Equity positions in banking book under the simple risk-weight method and internal models method	-	-	-
12	CIS exposures – LTA	_	-	_
13	CIS exposures – MBA	_	_	_
14	CIS exposures – FBA	-	-	_
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	2,080,725	2,573,288	166,458
21	Of which STM approach	2,080,725	2,573,288	166,458
22	Of which IMM approach	-	-	-
23	Capital charge for switch between exposures in trading book and banking book (not applicable before the revised market risk			
24	framework takes effect)	10 444 075	10.467.412	
24	Operational risk	10,444,075	10,467,413	835,526
24a 25	Sovereign concentration risk  Amounts below the thresholds for deduction (subject to 250%)	-	-	-
23	RW)	3,085,575	3,085,575	246,846
26	Capital floor adjustment	3,003,373	3,003,373	240,040
26a	Deduction to RWA	(426.762)	(426.762)	(2/11/11)
26b	Of which portion of regulatory reserve for general banking risks	(426,762)	(426,762)	(34,141)
26c	and collective provisions which is not included in Tier 2 Capital  Of which portion of cumulative fair value gains arising from the revaluation of land and buildings which is not included in Tier 2			-
-07	Capital	(426,762)	(426,762)	(34,141)
27	Total	170,344,845	172,418,214	13,627,587

## Regulatory Disclosure Statement for the quarter ended 30 September 2022 (Unaudited)

#### D. Leverage Ratio

#### **Template LR2: Leverage ratio**

The detailed composition of the Bank's consolidated leverage ratio as at 30 September 2022 and 30 June 2022 is set out below:

1 On-bala contract 2 Less: A: 3 Total or SFTs)  Exposures arisin 4 Replace applicate derivati 5 Add-on 6 Gross-u where devaccount 7 Less: Description of the provider of the provision of the		(a)	(b)	
1 On-bala contract 2 Less: A: 3 Total or SFTs)  Exposures arisin 4 Replace applicate derivati 5 Add-on 6 Gross-u where devaccount 7 Less: Description of the provider of the provision of the		30 Sep 2022	30 Jun 2022	
1 On-bala contract 2 Less: A: 3 Total or SFTs)  Exposures arisin 4 Replace applicate derivatir 5 Add-on 6 Gross-u where develope account 7 Less: Description of provider 8 Less: E: 9 Adjuste contract 10 Less: A: written of the securities finance 11 Total extension of the securities finance 12 Gross Securities finance 13 Less: New SFT ass 14 CCR extension of the securities finance 15 Agent to Total extension of the securities finance 16 Total extension of the securities finance 17 Off-bala 18 Less: A: 19 Off-bala Capital and total 20 Tier 1 ce 20a Total extension of the securities finance 20 Total ext		(HK\$'000)	(HK\$'000)	
2 Less: Addord SFTs)  Exposures arisin  4 Replace applicate derivation  5 Add-on  6 Gross-under where description account  7 Less: Description account  7 Less: Description account  10 Less: Adduste contract  10 Less: Adduste contract  11 Total exposures finance  12 Gross Securities finance  13 Less: New SFT assen  14 CCR exerunt  15 Agent to account  16 Total exposure account  17 Off-balan  17 Off-balan  18 Less: Adduste account  19 Off-balan  10 Total exposure account  11 Total exposure account  12 Gross Securities finance  13 Less: New SFT assen  14 CCR exerunt  15 Agent to account	e sheet exposures			
2 Less: Addon SFTs)  Exposures arisin A Replace applicate derivatires Addon Gross-u where deaccount Tests: Deprovide A Less: Exposures Adjuste contract 10 Less: Adjuste contract 11 Total exposures Finance 12 Gross S sales acc 13 Less: New SFT ass 14 CCR exposures 15 Agent to 16 Total exposures 17 Off-balares 17 Off-balares 18 Less: Additional and total 20 Tier 1 cc 20a Total exprovision of the provision of the same and total expression of the same account Tests and the same account Tests an	n-balance sheet exposures (excluding those arising from derivative			
3 Total or SFTs)  Exposures arisin  4 Replace applicate derivatir  5 Add-on  6 Gross-u where description account  7 Less: Description account  8 Less: Est  9 Adjuste contract  10 Less: Adjuste contract  11 Total extended account  12 Gross Securities finance  12 Gross Securities finance  13 Less: New SFT assent  14 CCR ext  15 Agent to account to a securities finance  16 Total extended account  17 Off-balant  18 Less: Add-on  19 Off-balant  19 Off-balant  20 Tier 1 cc  20a Total extended account  20a T	ntracts and SFTs, but including collateral)	248,136,398	248,962,708	
Exposures arising  Replace applicate derivation  Add-on  Gross-under where deaccounts  Less: Description of provides  Less: Est  Adjuste contract  Less: Adjuste contract  Less: Adjuste contract  Total exposure finance  Cessive	ess: Asset amounts deducted in determining Tier 1 capital	(2,252,561)	(2,213,626)	
Exposures arising  4 Replace applicate derivatives  5 Add-on  6 Gross-univer derivatives  7 Less: Derivatives  8 Less: Exposorities  9 Adjuste contracte  10 Less: Admitted derivatives  11 Total exposorities finance  12 Gross Securities finance  13 Less: Nover SFT asses  14 CCR exposorities  15 Agent to a securities  16 Total exposorities  17 Off-balance  18 Less: Admitted derivatives  19 Off-balance  20 Tier 1 comprovision  20 Total exprovision	otal on-balance sheet exposures (excluding derivative contracts and			
4 Replace applicate derivative 5 Add-on 6 Gross-u where derivative 7 Less: Derivorder 8 Less: Expression 10 Less: Adjuste contract 11 Total expression 12 Gross S sales acc 13 Less: No SFT ass 14 CCR expression 15 Agent to 16 Total expression 17 Off-bala 18 Less: Ad 19 Off-bala Capital and tota 20 Tier 1 c 20a Total expression	,	245,883,837	246,749,082	
applicate derivatives of the provision o	arising from derivative exposures			
derivati  5 Add-on 6 Gross-u where d account 7 Less: D provide 8 Less: Ex 9 Adjuste contract 10 Less: A written 11 Total ex Securities financ 12 Gross S sales ac 13 Less: N SFT ass 14 CCR ex 15 Agent tr 16 Total ex Other off-balan 17 Off-bala 18 Less: A 19 Off-bala Capital and tota 20 Tier 1 c 20a Total ex provision	eplacement cost associated with all derivative contracts (where			
5 Add-on 6 Gross-u where d account 7 Less: D provide 8 Less: Ex 9 Adjuste contract 10 Less: A written 11 Total ex Securities finance 12 Gross S sales acc 13 Less: N SFT ass 14 CCR ex 15 Agent to 16 Total ex Other off-balan 17 Off-bala 18 Less: A 19 Off-bala Capital and tota 20 Tier 1 c 20a Total ex provision	plicable net of eligible cash variation margin and/ or with all			
6 Gross-u where d account 7 Less: D provide 8 Less: E 9 Adjuste contract 10 Less: A written o 11 Total ex Securities finan 12 Gross S sales acc 13 Less: N SFT ass 14 CCR ex 15 Agent tr 16 Total ex Other off-balan 17 Off-bala 18 Less: A 19 Off-bala Capital and tota 20 Tier 1 c 20a Total ex provision	rivative contracts)	347,812	180,590	
where d account  Less: Do provide  Less: Ex  Adjuste contract  Less: Ad written  Less: Ad written  Total ex  Securities finance  Less: No SFT ass  Less: No SFT ass  Agent tr  Total ex  Other off-balan  Total ex  Other off-balan  Total ex	dd-on amounts for PFE associated with all derivative contracts	1,376,961	1,556,265	
account  The service of the service	ross-up for collateral provided in respect of derivative contracts			
7 Less: Deprovided	here deducted from the balance sheet assets pursuant to the applicable			
Provide	counting framework	-	-	
8 Less: Expression   9 Adjuste   contract 10 Less: Adjuste   11 Total expression   12 Gross S   sales acc 13 Less: No   SFT ass 14 CCR expression   15 Agent to   16 Total expression   17 Off-balar   18 Less: Adjuste   19 Off-balar   19 Off-balar   20 Tier 1 c   20a Total expression   20a Total exp	ess: Deductions of receivables assets for cash variation margin			
9 Adjuste contract  10 Less: Adwritten of the contract of the	ovided under derivative contracts	-	-	
contract  10 Less: Adwritten of written of the provision	ess: Exempted CCP leg of client-cleared trade exposures	-	-	
10 Less: Adwritten of written of written of the wri	djusted effective notional amount of written credit-related derivative			
written of Securities finance  12 Gross S sales accepted and sales accepted accepted and sales accepted accepted and sales accepted accepted accepted and sales accepted accept		-	-	
11 Total ex  Securities finance  12 Gross S sales acc  13 Less: No SFT ass  14 CCR ex  15 Agent to 16 Total ex  Other off-balan  17 Off-bala  18 Less: Ac 19 Off-bala  Capital and tota  20 Tier 1 c  20a Total ex provision	ess: Adjusted effective notional offsets and add-on deductions for			
Securities finance	ritten credit-related derivative contracts	1 72 4 772	1.726.055	
12 Gross S sales acc 13 Less: No SFT ass 14 CCR ex 15 Agent tr 16 Total ex  Other off-balan 17 Off-bala 18 Less: Acc 19 Off-bala Capital and tota 20 Tier 1 c 20a Total ex provision	otal exposures arising from derivative contracts	1,724,773	1,736,855	
Sales acc     13	financing transaction exposures			
13 Less: No SFT ass 14 CCR ex 15 Agent to 16 Total ex  16 Total ex  17 Off-balan 18 Less: Ad 19 Off-bala  Capital and tota 20 Tier 1 c 20a Total ex provision	ross SFT assets (with no recognition of netting), after adjusting for	1 407 276	2.567.621	
SFT ass	les accounting transactions	1,407,376	2,567,631	
14 CCR ex 15 Agent tr 16 Total ex Other off-balan 17 Off-bala 18 Less: A 19 Off-bala Capital and tota 20 Tier 1 c 20a Total ex provision	ess: Netted amount of cash payables and cash receivables of gross			
15 Agent to 16 Total ex Other off-balan 17 Off-bala 18 Less: Ac 19 Off-bala Capital and tota 20 Tier 1 c 20a Total ex provision		29.540	97 272	
16 Total ex Other off-balan 17 Off-bala 18 Less: A 19 Off-bala Capital and tota 20 Tier 1 c 20a Total ex provision	CR exposure for SFT assets	28,540	87,372	
Other off-balan  17 Off-bala  18 Less: A  19 Off-bala  Capital and tota  20 Tier 1 c  20a Total exprovision	gent transaction exposures	1,435,916	2 (55 002	
17 Off-bala 18 Less: Ad 19 Off-bala Capital and tota 20 Tier 1 c 20a Total ex- provision	otal exposures arising from SFTs	1,433,910	2,655,003	
18 Less: Ad 19 Off-bala Capital and tota 20 Tier 1 c 20a Total ex provision		75,038,460	74,103,078	
19 Off-bala  Capital and tota 20 Tier 1 c 20a Total ex provision	ff-balance sheet exposure at gross notional amount ess: Adjustments for conversion to credit equivalent amounts	(63,717,677)	(63,570,235)	
Capital and tota 20 Tier 1 c 20a Total exprovision	ff-balance sheet items	11,320,783	10,532,843	
20 Tier 1 c 20a Total ex provision		11,320,763	10,332,043	
20a Total ex provisio		25,105,046	25,171,336	
provisio	otal exposures before adjustments for specific and collective	23,103,040	23,171,330	
	1	260,365,309	261,673,783	
7(lh Admetn	djustments for specific and collective provisions	(1,668,768)	(1,619,534)	
	otal exposures after adjustments for specific and collective provisions	258,696,541	260,054,249	
Leverage ratio		230,070,341	200,034,247	
	everage ratio	9.7%	9.7%	

# Dah Sing Bank, Limited Regulatory Disclosure Statement for the quarter ended 30 September 2022 (Unaudited)

#### E. Abbreviations

A	
AI	Authorised institution
B	Authorised institution
В	
BSC	Basic approach
С	
CCP	Central counterparty
CET1	Common equity tier 1
CIS	Collective investment scheme
CVA	Credit valuation adjustment
D	
D-SIBs	Domestic systemically important banks
F	
FBA	Fall-back approach
G	
G-SIBs	Global systemically important banks
I	
IMM	Internal models approach
IMM(CCR)	Internal models (counterparty credit risk) approach
IRB	Internal ratings-based approach
L	
LTA	Look through approach
M	
MBA	Mandate-based approach
N	
N/A	Not applicable
P	
PFE	Potential future exposure
R	
RWA	Risk-weighted asset/risk-weighted amount
S	
SA-CCR	Standardised approach for counterparty credit risk
SFT	Securities financing transaction
STC	Standardised (credit risk) approach
STM	Standardised (market risk) approach