



# **DBS BANK LTD., HONG KONG BRANCH**

(Incorporated in Singapore with limited liability)

**FINANCIAL DISCLOSURE STATEMENTS  
FOR THE YEAR ENDED  
31 DECEMBER 2021**

# DBS BANK LTD., HONG KONG BRANCH

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# DBS BANK LTD., HONG KONG BRANCH

## INCOME STATEMENT (unaudited)

		For the year ended	
	Note	31 December 2021 <i>HK\$ million</i>	31 December 2020 <i>HK\$ million</i>
Interest income		<b>3,830</b>	6,366
Interest expense		<b>(1,925)</b>	(4,844)
Net interest income		<b>1,905</b>	1,522
Fee and commission income		<b>668</b>	576
Other income	1	<b>583</b>	425
Total income		<b>3,156</b>	2,523
Total expenses	2	<b>(770)</b>	(716)
Profit before allowances for credit and other losses		<b>2,386</b>	1,807
Release/(Charge) of allowances for credit and other losses		<b>142</b>	(481)
Profit before income tax		<b>2,528</b>	1,326
Income tax expense		<b>(390)</b>	(193)
Profit after income tax		<b>2,138</b>	1,133

# DBS BANK LTD., HONG KONG BRANCH

## STATEMENT OF FINANCIAL POSITION (unaudited)

	Note	As at 31 December 2021 <i>HK\$ million</i>	As at 30 June 2021 <i>HK\$ million</i>
<b>Assets</b>			
Cash and balance with central bank	3	3,327	2,858
Government securities and treasury bills	4	9,303	10,291
Due from banks	5	66,524	64,826
Derivatives	12	18,922	21,337
Bank and corporate securities	6	35,325	37,274
Loans and advances to customers	7	219,620	220,486
Other assets	8	3,492	2,429
		<hr/>	<hr/>
Total assets		<b>356,513</b>	359,501
		<hr/> <hr/>	<hr/> <hr/>
<b>Liabilities</b>			
Due to banks	9	231,579	245,888
Deposits and balances from customers	10	71,998	70,969
Derivatives	12	18,696	21,337
Other liabilities		16,453	14,697
Issued debt securities	11	17,787	6,610
		<hr/>	<hr/>
Total liabilities		<b>356,513</b>	359,501
		<hr/> <hr/>	<hr/> <hr/>

# DBS BANK LTD., HONG KONG BRANCH

## SUPPLEMENTARY FINANCIAL INFORMATION (unaudited)

### 1. Other income

	For the year ended	
	31 December 2021	31 December 2020
	<i>HK\$ million</i>	<i>HK\$ million</i>
Net trading income / (loss)		
– Foreign exchange	917	(722)
– Interest rates, debt securities, equities and others	(304)	1,059
	<u>613</u>	<u>337</u>
Net loss from financial instruments designated at fair value		
– Financial liabilities designated at fair value	(53)	(74)
Net income from investment securities	23	163
Others	–	(1)
	<u>583</u>	<u>425</u>

### 2. Total expenses

	For the year ended	
	31 December 2021	31 December 2020
	<i>HK\$ million</i>	<i>HK\$ million</i>
Employee benefits	329	295
Rental of premises	20	18
Brokerage	41	46
Other expenses	380	357
	<u>770</u>	<u>716</u>

# DBS BANK LTD., HONG KONG BRANCH

## SUPPLEMENTARY FINANCIAL INFORMATION (unaudited)

### 3. Cash and balance with central bank

	As at 31 December 2021 <i>HK\$ million</i>	As at 30 June 2021 <i>HK\$ million</i>
Cash in hand	1	1
Balance with central bank	<u>3,326</u>	<u>2,857</u>
	<u><u>3,327</u></u>	<u><u>2,858</u></u>

### 4. Government securities and treasury bills

	Mandatorily at fair value through profit or loss <i>HK\$ million</i>	Fair value through other comprehensive income <i>HK\$ million</i>	Amortised cost <i>HK\$ million</i>	Total <i>HK\$ million</i>
<b>As at 31 December 2021</b>				
Treasury bills	–	4,279	–	4,279
Other debt securities	<u>–</u>	<u>1,042</u>	<u>3,982</u>	<u>5,024</u>
	<u><u>–</u></u>	<u><u>5,321</u></u>	<u><u>3,982</u></u>	<u><u>9,303</u></u>
<b>As at 30 June 2021</b>				
Treasury bills	–	4,750	–	4,750
Other debt securities	<u>146</u>	<u>1,256</u>	<u>4,139</u>	<u>5,541</u>
	<u><u>146</u></u>	<u><u>6,006</u></u>	<u><u>4,139</u></u>	<u><u>10,291</u></u>

## DBS BANK LTD., HONG KONG BRANCH

### SUPPLEMENTARY FINANCIAL INFORMATION (unaudited)

#### 5. Due from banks

	As at 31 December 2021 <i>HK\$ million</i>	As at 30 June 2021 <i>HK\$ million</i>
(a) Balances with banks	2,973	2,776
(b) Placements with banks		
Remaining maturity		
– Within one month	2,062	8,897
– One year or less but over one month	1,000	4,494
	<u>3,062</u>	<u>13,391</u>
(c) Amount due from overseas offices	60,489	48,659
(d) Loans and advances to banks	<u>–</u>	<u>–</u>
Gross amount due from banks	66,524	64,826
Allowances for credit and other losses	<u>–</u>	<u>–</u>
Net amount due from banks	<u><u>66,524</u></u>	<u><u>64,826</u></u>

As at 31 December 2021, there were no impaired, overdue or rescheduled placements with and advances to banks (30 June 2021: Nil).

# DBS BANK LTD., HONG KONG BRANCH

## SUPPLEMENTARY FINANCIAL INFORMATION (unaudited)

### 6. Bank and corporate securities

	Mandatorily at fair value through profit or loss <i>HK\$ million</i>	Fair value through other comprehensive income <i>HK\$ million</i>	Amortised cost <i>HK\$ million</i>	Total <i>HK\$ million</i>
<b>As at 31 December 2021</b>				
Certificates of deposit held	2,198	5,063	–	7,261
Debt securities	2,660	13,563	11,846	28,069
Equity securities	–	–	–	–
	<u>4,858</u>	<u>18,626</u>	<u>11,846</u>	<u>35,330</u>
Allowances for credit and other losses	–	–	(5)	(5)
	<u>4,858</u>	<u>18,626</u>	<u>11,841</u>	<u>35,325</u>
<b>As at 30 June 2021</b>				
Certificates of deposit held	4,387	3,620	–	8,007
Debt securities	2,558	16,231	10,418	29,207
Equity securities	63	–	–	63
	<u>7,008</u>	<u>19,851</u>	<u>10,418</u>	<u>37,277</u>
Allowances for credit and other losses	–	–	(3)	(3)
	<u>7,008</u>	<u>19,851</u>	<u>10,415</u>	<u>37,274</u>



# DBS BANK LTD., HONG KONG BRANCH

## SUPPLEMENTARY FINANCIAL INFORMATION (unaudited)

### 7. Loans and advances to customers

	As at 31 December 2021 <i>HK\$ million</i>	As at 30 June 2021 <i>HK\$ million</i>
Gross loans and advances to customers	212,576	212,226
Reverse repurchase agreements	7,997	9,334
Allowances for credit and other losses		
– Specific allowances	(576)	(529)
– General allowances	(377)	(545)
	<u>219,620</u>	<u>220,486</u>
Comprising:		
– Trade bills	3,336	4,473
– Loans	208,287	206,679
– Reverse repurchase agreements	7,997	9,334
	<u>219,620</u>	<u>220,486</u>

Specific allowances for credit losses is established if there is evidence that the Branch will be unable to collect all amounts due under a claim according to the original contractual terms or the equivalent value.

Specific allowances for credit losses is recorded as a reduction in the carrying value of a claim on the balance sheet.

### 8. Other assets

	As at 31 December 2021 <i>HK\$ million</i>	As at 30 June 2021 <i>HK\$ million</i>
Acceptances	1,628	585
Accrued interest receivables	350	336
Deferred tax assets	69	71
Fixed assets	10	12
Others	1,435	1,425
	<u>3,492</u>	<u>2,429</u>

# DBS BANK LTD., HONG KONG BRANCH

## SUPPLEMENTARY FINANCIAL INFORMATION (unaudited)

### 9. Due to banks

	As at 31 December 2021 <i>HK\$ million</i>	As at 30 June 2021 <i>HK\$ million</i>
Deposits and balances from banks	95,186	119,409
Amounts due to overseas offices	136,393	126,479
	<u>231,579</u>	<u>245,888</u>

### 10. Deposits and balances from customers

	As at 31 December 2021 <i>HK\$ million</i>	As at 30 June 2021 <i>HK\$ million</i>
Demand deposits and current accounts	30,898	31,485
Savings deposits	28,938	30,665
Time, call and notice deposits	12,162	8,819
	<u>71,998</u>	<u>70,969</u>

### 11. Issued debt securities

	As at 31 December 2021 <i>HK\$ million</i>	As at 30 June 2021 <i>HK\$ million</i>
Liabilities designated at fair value through profit or loss	1,184	1,953
Liabilities measured at amortised cost	16,603	4,657
	<u>17,787</u>	<u>6,610</u>

# DBS BANK LTD., HONG KONG BRANCH

## SUPPLEMENTARY FINANCIAL INFORMATION (unaudited)

### 12. Derivatives

The contractual/notional amounts of derivatives are disclosed as follows:

	As at 31 December 2021 <i>HK\$ million</i>	As at 30 June 2021 <i>HK\$ million</i>
Foreign exchange derivatives	1,241,896	1,306,993
Interest rate derivatives	1,531,942	1,192,060
Equity derivatives	1,404	2,112
Credit derivatives	78	78
	<u>2,775,320</u>	<u>2,501,243</u>

The amounts are shown on a gross basis and do not take into account the effect of bilateral netting arrangements.

The contract/notional amounts of these instruments indicate the volume of transactions outstanding as at the balance sheet date. They do not represent amounts at risk.

The following table summarises the positive and negative fair values of each class of derivatives:

	As at 31 December 2021 <i>HK\$ million</i>	As at 30 June 2021 <i>HK\$ million</i>
<b>Positive fair values</b>		
Foreign exchange derivatives	10,945	12,772
Interest rate derivatives	7,977	8,562
Equity derivatives	–	3
Credit derivatives	–	–
	<u>18,922</u>	<u>21,337</u>
<b>Negative fair values</b>		
Foreign exchange derivatives	11,501	13,699
Interest rate derivatives	6,996	7,559
Equity derivatives	199	79
Credit derivatives	–	–
	<u>18,696</u>	<u>21,337</u>

## DBS BANK LTD., HONG KONG BRANCH

### SUPPLEMENTARY FINANCIAL INFORMATION (unaudited)

#### 13. Contingent liabilities and commitments

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

	As at 31 December 2021 <i>HK\$ million</i>	As at 30 June 2021 <i>HK\$ million</i>
Direct credit substitutes	1,220	1,299
Transaction-related contingencies	10,658	9,016
Trade-related contingencies	8,248	6,321
Forward forward deposits placed	2	2,387
Other commitments with an original maturity of not more than one year or which are unconditionally cancellable	100,534	86,009
Other commitments with an original maturity of more than one year	<u>44,752</u>	<u>47,456</u>
	<u><u>165,414</u></u>	<u><u>152,488</u></u>

The above table shows the contractual amounts of the Branch's off balance sheet exposures that commit it to extend credit to customers. The above amounts represent a worse case scenario of credit risk exposure arising from these instruments, without taking into account any collateral held or other credit enhancements attached. The amounts do not represent amounts at risk at the balance sheet date.

#### 14. Liquidity

##### 14.1 Liquidity Ratios

The Branch complies with the minimum requirement of Liquidity Maintenance Ratio ("LMR") and Core Funding Ratio ("CFR") in accordance with the Banking (Liquidity) Rules issued by the Hong Kong Monetary Authority ("HKMA").

	For the quarter ended	
	31 December 2021	31 December 2020
Average LMR	<u>42.5%</u>	<u>44.0%</u>
	For the quarter ended	
	31 December 2021	31 December 2020
Average CFR	<u>150.6%</u>	<u>163.8%</u>

The average LMR and CFR are calculated as the simple average of each month's average corresponding ratio.

# DBS BANK LTD., HONG KONG BRANCH

## SUPPLEMENTARY FINANCIAL INFORMATION (unaudited)

### 14. Liquidity (Continued)

#### 14.2 Liquidity Risk Management

##### 14.2.1 Governance

The Branch's approach to liquidity risk management is based on the building blocks of governance by risk committees' oversight, policies that define overarching principles and specific risk methodologies, and standards that establish the detailed requirements.

The Group Liquidity Risk Management Policy sets out the Branch's overall approach towards liquidity risk management and describes the range of strategies employed by the Branch to manage its liquidity. These include maintaining an adequate counterbalancing capacity, which corresponds to liquid assets, the capacity to borrow from the money markets as well as forms of managerial interventions that improve liquidity, to address potential cash flow shortfalls and maintaining diversified sources of liquidity. The Policy also sets out the structure and responsibilities of committees and functional units for liquidity risk management.

The Policy is supported by standards and corresponding Hong Kong addendums which establish the detailed requirements for liquidity risk identification, measurement, reporting and control. All the policies, standards and addendums would be subjected to annual review and approval from various risk committees.

The Hong Kong Market and Liquidity Risk Committee ("MLRC") serves as an executive forum to provide oversight on the effectiveness of liquidity risk management framework including policies, models, systems, processes, information and methodologies. The MLRC comprises representatives from risk management and other relevant business and support units. It sets standards and provides necessary guidance on the establishment and maintenance of bank-wide Liquidity Contingency Plan ("LCP").

The day-to-day liquidity risk monitoring, control, reporting and analysis are managed by the Risk Management Group, Market and Liquidity Risk unit – an independent risk management function that reports to the Senior Risk Executive.

##### 14.2.2 Liquidity Stress Testing

The primary measure used to manage liquidity within the tolerance is the cash flow maturity mismatch analysis. The analysis is performed on a regular basis under normal and adverse scenarios. It assesses the adequacy of the counterbalancing capacity to fund or mitigate any cash flow shortfalls that may occur as forecasted in the cash flow movements across successive time bands. To ensure that liquidity is managed in line with the risk tolerance, core parameters underpinning the performance of the analysis, such as the types of scenarios, survival period and minimum level of liquid assets, are pre-specified for monitoring and control.

# DBS BANK LTD., HONG KONG BRANCH

## SUPPLEMENTARY FINANCIAL INFORMATION (unaudited)

### 14. Liquidity (Continued)

#### 14.2 Liquidity Risk Management (Continued)

##### 14.2.2 Liquidity Stress Testing (Continued)

Stress testing is performed under the cash flow maturity mismatch analysis, and covers adverse scenarios involving shocks that are general market and/or bank-specific in nature. Stress tests assess the Branch's vulnerability when liability run-offs increase, asset drawdown and rollovers increase and / or liquid asset buffer reduces.

##### 14.2.3 Funding Strategy

The Branch strives to develop a diversified funding base with access to funding sources across customer deposits and wholesale channels including intragroup support.

The Assets and Liabilities Committee ("ALCO") regularly reviews the composition and growth trajectories of the balance sheet and refine our funding strategy according to business momentum, competitive factors and prevailing market conditions.

##### 14.2.4 Contingency Funding Plan

In the event of a potential or actual crisis, DBS Bank Ltd. has in place a set of LCP and respective Hong Kong Addendum, which applies to Hong Kong location level (including the Branch), to facilitate and prepare the management to respond in a coordinated, coherent and organized way to tide the Branch over a crisis situation. The LCP establishes clear lines of responsibilities and preventive measures against and respond to a crisis situation. It also outlines the key management actions and options to be taken in managing a liquidity crisis. Stockpiling High Quality Liquid Assets, maintaining diversification of wholesale funding facilities, such as Money Market lines, Overdraft facilities, Repo facilities and access to Central Bank liquidity facilities could be served as contingent facilities while their availability depends on the types and/or severity of the crisis.

##### 14.2.5 Liquidity Risk Mitigation

Strategies and plans are discussed at relevant committees such as ALCO and MLRC to proactively manage liquidity risk of the Branch. To mitigate the risk, the Branch strives to maintain a diversified funding base and put in place a set of LCP to ensure adequate liquidity as mentioned in above paragraphs.

# DBS BANK LTD., HONG KONG BRANCH

## SUPPLEMENTARY FINANCIAL INFORMATION (unaudited)

### 14. Liquidity (Continued)

#### 14.2 Liquidity Risk Management (Continued)

##### 14.2.6 Cash Flow Maturity Mismatch Analysis\*

In HK\$ millions <sup>(i)</sup>	Less than 7 days	1 week to 1 month	1 to 3 months	3 to 12 months
<b>2021</b>				
Net liquidity mismatch	16,810	11,965	(38,524)	(31,550)
Cumulative mismatch	<u>16,810</u>	<u>28,775</u>	<u>(9,748)</u>	<u>(41,298)</u>
<b>2020<sup>(ii)</sup></b>				
Net liquidity mismatch	15,122	21	(29,677)	(45,945)
Cumulative mismatch	<u>15,122</u>	<u>15,143</u>	<u>(14,534)</u>	<u>(60,479)</u>

(i) Positive indicates a position of liquidity surplus. Negative indicates a liquidity shortfall that has to be funded. The Branch's liquidity is monitored on a cumulative mismatch basis. The negative mismatch can be covered by sufficient counter-balancing capacity.

(ii) As the behavioural assumptions used to determine the maturity mismatch between assets and liabilities are updated from time to time, the information presented above may not be directly comparable across past balance sheet dates.

\* The cash flow maturity mismatch analysis has already taken into account limitations on the transferability of liquidity.

##### 14.2.7 Sources of Funding

The Branch's source of funding is mainly from wholesale funding comprising intragroup borrowings and supplemented by Euro commercial paper and medium-term notes issuance if necessary.

# DBS BANK LTD., HONG KONG BRANCH

## SUPPLEMENTARY FINANCIAL INFORMATION (unaudited)

### 14. Liquidity (Continued)

#### 14.2 Liquidity Risk Management (Continued)

##### 14.2.8 Liquidity Gap

The table below analyses the on- and off-balance sheet items, broken down into maturity buckets of the Branch as at 31 December 2021 based on the completion instructions of the HKMA MA(BS)23 – Liquidity Monitoring Tools:

In HK\$ millions	Total amount	Next day	2 to 7 days	8 days to 1 month	> 1	> 3	> 6	> 1 year up to 2 years	> 2 years up to 3 years	> 3 years up to 5 years	Over 5 years	Balancing amount
					month up to 3 months	months up to 6 months	months up to 1 year					
Cash and balances with central bank	3,328	3,328	–	–	–	–	–	–	–	–	–	–
Due from banks	74,534	23,342	16,696	25,826	7,931	599	140	–	–	–	–	–
Debt securities	44,668	21,032	489	2,484	620	1,828	4,562	2,772	3,079	5,259	2,543	–
Loans and advances to customers	212,728	2,722	8,070	41,715	15,904	19,732	37,370	24,029	27,859	33,730	1,016	581
Other assets	481,741	1,162	7,173	9,408	18,174	34,031	67,856	103,298	74,763	75,759	89,880	237
<b>Total on-balance sheet assets</b>	<b>816,999</b>	<b>51,586</b>	<b>32,428</b>	<b>79,433</b>	<b>42,629</b>	<b>56,190</b>	<b>109,928</b>	<b>130,099</b>	<b>105,701</b>	<b>114,748</b>	<b>93,439</b>	<b>818</b>
<b>Total off-balance sheet claims</b>	<b>2</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>2</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>

  

In HK\$ millions	Total amount	Next day	2 to 7 days	8 days to 1 month	> 1	> 3	> 6	> 1 year up to 2 years	> 2 years up to 3 years	> 3 years up to 5 years	Over 5 years	Balancing amount
					month up to 3 months	months up to 6 months	months up to 1 year					
Deposits and balances from customers	72,000	60,248	898	3,219	6,250	305	1,080	–	–	–	–	–
Due to banks	231,745	12,994	14,666	17,469	33,874	26,544	33,013	63,620	22,666	6,899	–	–
Debt securities issued	17,997	18	775	630	9,879	4,995	1,700	–	–	–	–	–
Other liabilities	480,945	163	7,215	9,884	18,295	33,971	68,554	102,566	74,808	75,857	89,616	16
<b>Total on-balance sheet liabilities</b>	<b>802,687</b>	<b>73,423</b>	<b>23,554</b>	<b>31,202</b>	<b>68,298</b>	<b>65,815</b>	<b>104,347</b>	<b>166,186</b>	<b>97,474</b>	<b>82,756</b>	<b>89,616</b>	<b>16</b>
<b>Total off-balance sheet obligations</b>	<b>66,181</b>	<b>45,708</b>	<b>12,739</b>	<b>7,734</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>



# DBS BANK LTD., HONG KONG BRANCH

## SUPPLEMENTARY FINANCIAL INFORMATION (unaudited)

### 15. Foreign exchange exposures

The table summarises the Branch's non-structural foreign currency positions which are prepared in accordance with the HKMA return of "Foreign Currency Position". The net options position is calculated on the basis of the delta-weighted position of foreign exchange option contracts.

In HK\$ million	USD	CNY	EUR	JPY	AUD	GBP	CAD	SGD	NZD	TWD	KRW	Others	Total
<b>As at 31 December 2021</b>													
<b>Hong Kong dollar equivalents</b>													
Spot assets	171,972	17,193	7,119	4,323	4,446	3,277	78	342	201	4,283	-	29	213,263
Spot liabilities	(240,841)	(13,560)	(250)	(594)	(1,752)	(1,056)	(139)	(441)	(161)	-	-	(27)	(258,821)
Forward purchases	660,957	266,872	6,042	5,463	5,311	2,652	80	4,813	-	37,225	486	43	989,944
Forward sales	(593,024)	(269,060)	(13,200)	(9,277)	(8,162)	(4,903)	(25)	(4,834)	-	(41,575)	(598)	(44)	(944,702)
Net options position	-	-	-	-	-	-	-	-	-	-	-	-	-
Net long/(short) non-structural position	<u>(936)</u>	<u>1,445</u>	<u>(289)</u>	<u>(85)</u>	<u>(157)</u>	<u>(30)</u>	<u>(6)</u>	<u>(120)</u>	<u>40</u>	<u>(67)</u>	<u>(112)</u>	<u>1</u>	<u>(316)</u>
<b>As at 30 June 2021</b>													
<b>Hong Kong dollar equivalents</b>													
Spot assets	176,414	24,103	3,799	4,380	6,330	2,779	62	1,251	57	4,246	-	11	223,432
Spot liabilities	(218,579)	(13,661)	(851)	(590)	(1,697)	(166)	(26)	(1,455)	(53)	-	-	(5)	(237,083)
Forward purchases	687,918	295,719	6,998	7,167	6,278	2,838	-	5,634	-	46,499	863	-	1,059,914
Forward sales	(646,678)	(304,187)	(10,392)	(11,075)	(11,068)	(5,494)	(1)	(5,619)	(2)	(50,801)	(1,034)	-	(1,046,351)
Net options position	-	-	-	-	-	-	-	-	-	-	-	-	-
Net long/(short) non-structural position	<u>(925)</u>	<u>1,974</u>	<u>(446)</u>	<u>(118)</u>	<u>(157)</u>	<u>(43)</u>	<u>35</u>	<u>(189)</u>	<u>2</u>	<u>(56)</u>	<u>(171)</u>	<u>6</u>	<u>(88)</u>

There was no structural position in any currency as at 31 December 2021 and 30 June 2021.

## DBS BANK LTD., HONG KONG BRANCH

### SUPPLEMENTARY FINANCIAL INFORMATION (unaudited)

#### 16. Loans and advances to customers by loan usage

The Branch employs a range of policies and practices to mitigate credit risk, one of which is the taking of collateral. The collateral includes cash, marketable securities, properties, trade receivables, inventory, equipment and other physical and financial collateral. Balances of advances analysed by loan usage and the corresponding balances covered by collateral are as follows:

	As at 31 December 2021		As at 30 June 2021	
	Outstanding balance	Balance covered by collateral	Outstanding balance	Balance covered by collateral
In HK\$ million				
Loans for use in Hong Kong				
Industrial, commercial and financial				
– Property development	40,578	10,358	38,606	8,994
– Property investment	37,005	14,454	31,056	15,601
– Financial concerns	3,097	–	3,140	–
– Wholesale and retail trade	4,913	–	17,727	–
– Manufacturing	12,105	53	9,939	509
– Transport and transport equipment	5,635	–	4,437	–
– Recreational activities	734	–	721	–
– Information technology	6,432	–	5,145	–
– Others	15,644	–	16,236	–
Individuals				
– Loans for the purchase of other residential properties	233	233	218	218
Trade finance (including trade bills)	8,451	–	14,653	–
Loans for use outside Hong Kong	77,749	3,956	70,348	3,740
	<u>212,576</u>	<u>29,054</u>	<u>212,226</u>	<u>29,062</u>

## DBS BANK LTD., HONG KONG BRANCH

### SUPPLEMENTARY FINANCIAL INFORMATION (unaudited)

#### 17. Loans and advances to customers by geographical area

	As at 31 December 2021 <i>HK\$ million</i>	As at 30 June 2021 <i>HK\$ million</i>
Hong Kong	192,516	190,565
Mainland China	10,641	10,842
Others	9,419	10,819
	<u>212,576</u>	<u>212,226</u>

The above analysis by geographical area is based on the location of the counterparty after taking into account the transfer of risk. In general, transfer of risk applies when an advance is guaranteed by a party in a location which is different from that of the counterparty.

# DBS BANK LTD., HONG KONG BRANCH

## SUPPLEMENTARY FINANCIAL INFORMATION (unaudited)

### 18. International claims

Analysis of international claims by location and by type of counterparty is as follows:

In HK\$ million	Banks	Official sector	Non-bank private sector		Total
			Non-bank financial institutions	Non-financial private sector	
<b>As at 31 December 2021</b>					
Developed countries	4,974	6,919	–	5,122	17,015
Offshore centres, of which:	65,835	–	5,960	90,735	162,530
– Singapore	60,624	–	–	341	60,965
– Hong Kong	5,211	–	5,960	90,095	101,266
– Others	–	–	–	299	299
Developing Asia Pacific, of which	11,696	155	1,561	18,076	31,488
– China	11,594	155	1,561	13,660	26,970
– Others	102	–	–	4,416	4,518
International organisations	–	4,900	–	–	4,900
<b>Total</b>	<b>82,505</b>	<b>11,974</b>	<b>7,521</b>	<b>113,933</b>	<b>215,933</b>
<b>As at 30 June 2021</b>					
Developed countries	8,829	7,724	–	5,364	21,917
Offshore centres, of which:	61,074	–	5,167	105,703	171,944
– Singapore	51,101	–	–	914	52,015
– Hong Kong	9,973	–	5,167	104,789	119,929
– Others	–	–	–	–	–
Developing Asia Pacific, of which	14,783	301	1,699	15,787	32,570
– China	14,547	301	1,699	11,494	28,041
– Others	236	–	–	4,293	4,529
International organisations	–	5,176	–	–	5,176
<b>Total</b>	<b>84,686</b>	<b>13,201</b>	<b>6,866</b>	<b>126,854</b>	<b>231,607</b>

The above analysis is disclosed on a net basis after taking into account the effect of any recognised risk transfer.

## DBS BANK LTD., HONG KONG BRANCH

### SUPPLEMENTARY FINANCIAL INFORMATION (unaudited)

#### 19. Non-performing loans and advances

As at 31 December 2021, non-performing loans and advances are HK\$576 million (At 30 June 2021: HK\$671 million).

Non-performing loans and advances are advances with objective evidence of impairment and are assessed using discounted cash flow method. Specific allowances of such advances are measured as the difference between the asset's carrying amount and the present value of estimated future cash flows discounted at the original effective interest rate.

The specific allowances were made after taking into account the value of collateral in respect of the above advances.

#### 20. Overdue and rescheduled loans and advances

There is no rescheduled loan and advance and no repossessed asset as at 31 December 2021 and 30 June 2021.

The overdue loans and advances of the Branch are analysed as follows:

	As at 31 December 2021		As at 30 June 2021	
	HK\$ million	% of gross loans and advances to customers	HK\$ million	% of gross loans and advances to customers
Six months or less but over three months	–	–	–	–
One year or less but over six months	–	–	416	0.20%
Over one year	<u>417</u>	<u>0.20%</u>	<u>–</u>	<u>–</u>
	<u><u>417</u></u>	<u><u>0.20%</u></u>	<u><u>416</u></u>	<u><u>0.20%</u></u>

## DBS BANK LTD., HONG KONG BRANCH

### SUPPLEMENTARY FINANCIAL INFORMATION (unaudited)

#### 20. Overdue and rescheduled loans and advances (Continued)

	As at 31 December 2021		As at 30 June 2021	
	HK\$ million	% of gross loans and advances to customers	HK\$ million	% of gross loans and advances to customers
Specific allowances made in respect of the above overdue loans and advances	<u>417</u>	<u>0.20%</u>	<u>416</u>	<u>0.20%</u>
Current market value of collateral held against the covered portion of the above overdue loans and advances	<u>–</u>	<u>–</u>	<u>–</u>	<u>–</u>
Covered portion of the above overdue loans and advances	<u>–</u>	<u>–</u>	<u>–</u>	<u>–</u>
Uncovered portion of the above overdue loans and advances	<u>417</u>	<u>0.20%</u>	<u>416</u>	<u>0.20%</u>

# DBS BANK LTD., HONG KONG BRANCH

## SUPPLEMENTARY FINANCIAL INFORMATION (unaudited)

### 21. Mainland activities

The table below summarises the non-bank Mainland China exposure of the Branch, categorised by types of counterparties, which are prepared in accordance with the HKMA return of “Return of Mainland Activities”:

Type of Counterparties	On-balance sheet exposures HK\$ million	Off-balance sheet exposures HK\$ million	Total HK\$ million
<b>As at 31 December 2021</b>			
(a) Central government, central government-owned entities and their subsidiaries and joint ventures (“JVs”)	73,131	18,812	91,943
(b) Local governments, local government-owned entities and their subsidiaries and JVs	14,344	1,067	15,411
(c) PRC nationals residing in Mainland China or other entities incorporated in Mainland China and their subsidiaries and JVs	22,351	9,001	31,352
(d) Other entities of central government not reported in part (a) above	14,911	3,475	18,386
(e) Other entities of local governments not reported in part (b) above	7,821	561	8,382
(f) PRC nationals residing outside Mainland China or entities incorporated outside Mainland China where the credit is granted for use in Mainland China	4,763	3,813	8,576
(g) Other counterparties where the exposures are considered by the reporting institution to be non-bank Mainland China exposures	10,049	2,537	12,586
	<u>147,370</u>	<u>39,266</u>	<u>186,636</u>
<b>Total assets after provisions</b>	<u>356,493</u>		
<b>On-balance sheet exposures as percentage of total assets</b>	<u>41.34%</u>		

# DBS BANK LTD., HONG KONG BRANCH

## SUPPLEMENTARY FINANCIAL INFORMATION (unaudited)

### 21. Mainland activities (Continued)

Type of Counterparties	On-balance sheet exposures <i>HK\$ million</i>	Off-balance sheet exposures <i>HK\$ million</i>	Total <i>HK\$ million</i>
As at 30 June 2021			
(a) Central government, central government-owned entities and their subsidiaries and joint ventures ("JVs")	78,059	18,053	96,112
(b) Local governments, local government-owned entities and their subsidiaries and JVs	12,474	1,405	13,879
(c) PRC nationals residing in Mainland China or other entities incorporated in Mainland China and their subsidiaries and JVs	26,274	9,004	35,278
(d) Other entities of central government not reported in part (a) above	9,842	658	10,500
(e) Other entities of local governments not reported in part (b) above	5,970	315	6,285
(f) PRC nationals residing outside Mainland China or entities incorporated outside Mainland China where the credit is granted for use in Mainland China	6,722	1,445	8,167
(g) Other counterparties where the exposures are considered by the reporting institution to be non-bank Mainland China exposures	9,246	2,716	11,962
	<u>148,587</u>	<u>33,596</u>	<u>182,183</u>
Total assets after provisions	<u>359,491</u>		
On-balance sheet exposures as percentage of total assets	<u>41.33%</u>		

Hong Kong, 9 March 2022



# DBS GROUP HOLDINGS LTD

## GROUP CONSOLIDATED FINANCIAL INFORMATION

### 1. Capital Position and Capital Adequacy Ratios

The Group's capital adequacy ratios are as follows:

	<b>As at 31 December 2021</b>	As at 30 June 2021
Capital Adequacy Ratios		
Common Equity Tier 1	<b>14.4%</b>	14.5%
Tier 1	<b>15.1%</b>	15.5%
Total	<b>17.0%</b>	17.5%

The capital adequacy ratios are computed in accordance with the requirements set out in the Monetary Authority of Singapore's Notice to Banks No. 637 "Notice on Risk Based Capital Adequacy Requirements for Banks Incorporated in Singapore".

The Group shareholders' funds, including capital and reserves, as at 31 December 2021 were S\$57,526 million (30 June 2021: S\$57,594 million).

### 2. Other financial information

	<b>For the year ended</b>	
	<b>31 December 2021</b>	31 December 2020
	<b>S\$'million</b>	S\$'million
Pre-tax profit	<b>7,780</b>	5,368
	<b>As at 31 December 2021</b>	As at 30 June 2021
	<b>S\$'million</b>	S\$'million
Total assets	<b>686,073</b>	671,841
Total liabilities	<b>628,359</b>	614,070
Total loans and advances	<b>408,993</b>	396,963
Total customer deposits	<b>501,959</b>	482,837