

DBS BANK (HONG KONG) LIMITED - MACAU BRANCH

**INTERIM FINANCIAL DISCLOSURE STATEMENTS
FOR THE SIX MONTHS ENDED
30 JUNE 2022**

DBS BANK (HONG KONG) LIMITED - MACAU BRANCH

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DBS BANK (HONG KONG) LIMITED - MACAU BRANCH

INCOME STATEMENT (unaudited)

		For the six months ended	
	Note	30 June 2022	30 June 2021
		MOP'000	MOP'000
Interest income		21,231	13,756
Interest expense		(1,485)	(1,550)
Net interest income		19,746	12,606
Net fee and commission income	3	1,586	1,637
Other income	3	2,632	2,182
Total income		23,964	16,425
Total expenses	4	(20,861)	(22,077)
Profit/(loss) before allowances for credit and other losses		3,103	(5,652)
Allowances (charge)/release for credit and other losses	5	(368)	896
Profit/(loss) before income tax		2,735	(4,756)
Income tax expense	6	(329)	-
Profit/(loss) for the period		2,406	(4,756)

DBS BANK (HONG KONG) LIMITED - MACAU BRANCH

STATEMENT OF COMPREHENSIVE INCOME (unaudited)

	For the six months ended	
	30 June 2022 MOP'000	30 June 2021 MOP'000
Profit/(loss) for the period	2,406	(4,756)
Other comprehensive income		
Items that may be reclassified subsequently to income statement		
Transferred to income statement	1	-
Total comprehensive income	2,407	(4,756)

DBS BANK (HONG KONG) LIMITED - MACAU BRANCH

STATEMENT OF FINANCIAL POSITION (unaudited)

	Note	As at 30 June 2022 MOP'000	As at 31 December 2021 MOP'000
ASSETS			
Cash and balances with banks	7	167,443	164,587
Deposits with Autoridade Monetaria de Macao ("AMCM")	8	178,015	164,788
Amount due from Head Office	14	923,279	824,181
AMCM monetary bills	9	339,960	439,981
Loan and advances to customers	10	849,309	842,098
Other assets	11	286,078	352,197
Fixed assets	12	368	488
		<u>2,744,452</u>	<u>2,788,320</u>
LIABILITIES			
Deposits from customers	13	2,000,890	2,194,130
Due to banks		27,550	29,951
Amount due to Head Office	14	392,323	202,704
Other liabilities	15	311,048	361,298
Current income tax liabilities		1,242	42
		<u>2,733,053</u>	<u>2,788,125</u>
NET ASSETS		<u>11,399</u>	<u>195</u>
REPRESENTED BY			
Reserves			
Regulatory reserves			
General reserve		9,125	-
Specific reserve		-	-
Revaluation reserve		3	-
Retained earnings		2,271	195
		<u>11,399</u>	<u>195</u>

DBS BANK (HONG KONG) LIMITED - MACAU BRANCH

STATEMENT OF CHANGES IN RESERVES (unaudited)

	Regulatory reserves MOP'000	Revaluation reserves MOP'000	Retained earnings MOP'000	Total reserves MOP'000
Balance at 1 January 2022	-	-	195	195
Impact of adopting New MFRS – IFRS 9 on 1 January 2022 (note 2(b))	-	2	8,795	8,797
Transfer to regulatory reserves	9,125	-	(9,125)	-
Total comprehensive income	-	1	2,406	2,407
Balance at 30 June 2022	<u>9,125</u>	<u>3</u>	<u>2,271</u>	<u>11,399</u>
Balance at 1 January 2021	-	-	11,213	11,213
Total comprehensive income	-	-	(4,756)	(4,756)
Balance at 30 June 2021	-	-	6,457	6,457
Total comprehensive income	-	-	(6,262)	(6,262)
Balance at 31 December 2021	<u>-</u>	<u>-</u>	<u>195</u>	<u>195</u>

The regulatory reserves are maintained in accordance with requirements of Circular No. 012/2021 issued by AMCM.

DBS BANK (HONG KONG) LIMITED - MACAU BRANCH

CASH FLOW STATEMENT (unaudited)

	Note	For the six months ended	
		30 June 2022 MOP'000	30 June 2021 MOP'000
Cash flows from operating activities			
Profit/(loss) before income tax		2,735	(4,756)
Adjustments for non-cash items:			
Depreciation	12	120	137
Allowances charge/(release) for credit and other losses	5	368	(896)
		<hr/>	<hr/>
Profit/(loss) before changes in operating assets and liabilities		3,223	(5,515)
Increase/(decrease) in:			
Deposits from customers		(193,240)	(332,689)
Other liabilities		(50,327)	14,375
Amount due to Head Office		189,619	20,839
Due to banks		(2,401)	-
(Increase)/decrease in:			
Loans and advances to customers		2,757	125,395
Minimum deposits with AMCM		4,502	1,247
Other assets		65,542	(14,237)
		<hr/>	<hr/>
Net cash generated from/(used in) operating activities		19,675	(190,585)
Cash flow from investing activities			
Purchase of fixed assets	12	-	(18)
		<hr/>	<hr/>
Net changes in cash and cash equivalents		19,675	(190,603)
Cash and cash equivalents at 1 January		1,546,271	1,650,007
		<hr/>	<hr/>
Cash and cash equivalents at 30 June		1,565,946	1,459,404
		<hr/> <hr/>	<hr/> <hr/>

Analysis of the balances of cash and cash equivalents:

For the purpose of the cash flow statement, cash and cash equivalents comprise the following balances with less than three months maturity from the date of acquisition.

	As at 30 June 2022 MOP'000	As at 30 June 2021 MOP'000
Cash and balances with banks	167,452	127,752
Deposits with AMCM in excess of minimum requirement	135,255	57,287
Amount due from Head Office	923,279	874,375
AMCM monetary bills	339,960	399,990
	<hr/>	<hr/>
	1,565,946	1,459,404
	<hr/> <hr/>	<hr/> <hr/>

DBS BANK (HONG KONG) LIMITED - MACAU BRANCH

NOTES TO THE FINANCIAL STATEMENTS (unaudited)

1 General Information

The principal activities of DBS Bank (Hong Kong) Limited - Macau Branch (the “Branch”) are the provision of banking and related financial services. The address of the Branch’s registered office is Rua Santa Clara 5-7E, Lojas C, D, Edif. Ribeiro Macao.

The Branch’s head office is DBS Bank (Hong Kong) Limited (“Head Office”) which is incorporated and domiciled in Hong Kong. DBS Diamond Holdings Ltd. is the immediate holding company and DBS Bank Ltd is the intermediate holding company (“Intermediate Holding Company”) of DBS Bank (Hong Kong) Limited. The ultimate holding company is DBS Group Holdings Ltd (“DBSH”) which is listed, incorporated and domiciled in the Republic of Singapore.

2 Basis of preparation

(a) Accounting policies

The financial statements of the Branch are prepared in accordance with the Financial Reporting Standards No. 44/2020 issued by the Directive of Secretaria para a Economia e Finanças.

(b) New Standard and interpretations

New MFRS – IFRS 9 Financial Instruments (“IFRS 9”)

On 1 January 2022, the Branch has adopted the IFRS 9, which addresses the classification, measurement and derecognition of financial assets and financial liabilities, requires a timely recognition of expected credit losses (“ECL”) of financial assets; and introduces new rules for hedge accounting.

Comparative information in the prior financial periods is not restated as the Branch adopted the optional exemption in IFRS 1. Similarly, the Branch’s policies and disclosures for the financial instruments up to 31 December 2021 remain unchanged from the Branch’s Annual Report. Differences in the carrying amounts of financial assets and financial liabilities resulting from the adoption of IFRS 9 are recognised in retained earnings and reserves as at 1 January 2022.

DBS BANK (HONG KONG) LIMITED - MACAU BRANCH

NOTES TO THE FINANCIAL STATEMENTS (unaudited)

2 Basis of preparation (continued)

(b) *New standards and interpretations (continued)*

The table below reflects the impact of adopting IFRS 9 on the Branch's opening balance sheet as at 1 January 2022.

	31 December 2021 MOP'000	Transitional impact of ECL MOP'000	1 January 2022 MOP'000
ASSETS			
Cash and balances with banks	164,587	(7)	164,580
Deposits with AMCM	164,788	(4)	164,784
Amount due from Head Office	824,181	-	824,181
AMCM monetary bills	439,981	-	439,981
Loan and advances to customers	842,098	10,126	852,224
Other assets	352,197	(53)	352,144
Fixed assets	488	-	488
TOTAL ASSETS	2,788,320	10,062	2,798,382
LIABILITIES			
Deposits from customers	2,194,130	-	2,194,130
Due to banks	29,951	-	29,951
Amount due to Head Office	202,704	-	202,704
Other liabilities	361,298	65	361,363
Current income tax liabilities	42	1,200	1,242
TOTAL LIABILITIES	2,788,125	1,265	2,789,390
Reserves	195	8,797	8,992

Additional information on impact of ECL

The following table is a comparison of impairment allowances determined in accordance with AMCM Notice No. 18/93 to the corresponding ECL allowances determined in accordance with IFRS 9 as at 1 January 2022.

DBS BANK (HONG KONG) LIMITED - MACAU BRANCH

NOTES TO THE FINANCIAL STATEMENTS (unaudited)

2 Basis of preparation (continued)

(b) *New standards and interpretations (continued)*

MOP'000	31 December 2021 AMCM Notice No. 18/93		1 January 2022 IFRS 9			Transitional Impact of ECL
	General Provision	Specific Provision	Stage 1	Stage 2	Stage 3	
Assets						
Balances with banks	-	-	7	-	-	(7)
Deposits with AMCM	-	-	4	-	-	(4)
Loans and advances to customers	12,067	-	1,941	-	-	10,126
Other assets	-	-	53	-	-	(53)
Liabilities						
Other liabilities ¹	-	-	65	-	-	(65)
Total	12,067	-	2,070	-	-	9,997
Tax impact	-	-	-	-	-	(1,200)
	12,067	-	2,070	-	-	8,797

Note:

1 The ECL on guarantees and other off-balance sheet exposures are recorded in "Other liabilities"

3 Net fee and commission income and other income

	For the six months ended	
	30 June 2022 MOP'000	30 June 2021 MOP'000
Fee and commission income	1,586	1,637
Less: Fee and commission expense	-	-
Net fee and commission income	1,586	1,637
Net trading income from foreign exchange	1,593	1,029
Others	1,039	1,153
Other income	2,632	2,182

DBS BANK (HONG KONG) LIMITED - MACAU BRANCH

NOTES TO THE FINANCIAL STATEMENTS (unaudited)

4 Total expenses

	Note	For the six months ended	
		30 June 2022 MOP'000	30 June 2021 MOP'000
Employee benefits		10,185	9,126
Computerisation expenses		2,031	4,198
Management service fees		3,650	3,622
Rental of premises		1,785	1,769
Auditor's remuneration		177	135
Depreciation	12	120	137
Other operating expenses		2,913	3,090
		<u>20,861</u>	<u>22,077</u>

5 Allowances charge/(release) for credit and other losses

	For the six months ended	
	30 June 2022 MOP'000	30 June 2021 MOP'000
Specific allowances		
Loans and advances to customers	-	-
Others ^(a)	-	-
	<u>-</u>	<u>-</u>
General allowances		
Loans and advances to customers	158	(896)
Others ^(a)	210	-
	<u>368</u>	<u>(896)</u>

(a) Includes allowances for off-balance sheet exposures, other assets, deposits with AMCM, AMCM Monetary bills and due from banks

DBS BANK (HONG KONG) LIMITED - MACAU BRANCH

NOTES TO THE FINANCIAL STATEMENTS (unaudited)

5 Allowances for credit and other losses (continued)

The table below shows the movements in specific and general allowances/provision during the period.

	Balance at 1 January 2022 MOP'000	Net charge to income statement MOP'000	Balance at 30 June 2022 MOP'000
Specific allowances			
Loans and advances to customers	-	-	-
Others	-	-	-
	<hr/>	<hr/>	<hr/>
Total specific allowances	-	-	-
	<hr/>	<hr/>	<hr/>
General allowances			
Loans and advances to customers	1,941	158	2,099
Others	131	210	341
	<hr/>	<hr/>	<hr/>
Total general allowances	2,072	368	2,440
	<hr/>	<hr/>	<hr/>
Total allowances for credit and other losses	<u>2,072</u>	<u>368</u>	<u>2,440</u>
	Balance at 1 January 2021 MOP'000	Net charge/ (release) to income statement MOP'000	Balance at 31 December 2021 MOP'000
Specific provision			
Loans and advances to customers	-	-	-
Others	-	-	-
	<hr/>	<hr/>	<hr/>
Total specific provision	-	-	-
	<hr/>	<hr/>	<hr/>
General provision			
Loans and advances to customers	12,116	(49)	12,067
Others	-	-	-
	<hr/>	<hr/>	<hr/>
Total general provision	12,116	(49)	12,067
	<hr/>	<hr/>	<hr/>
Total provision for bad and doubtful debts	<u>12,116</u>	<u>(49)</u>	<u>12,067</u>

DBS BANK (HONG KONG) LIMITED - MACAU BRANCH

NOTES TO THE FINANCIAL STATEMENTS (unaudited)

6 Income tax expense

	For the six months ended	
	30 June 2022 MOP'000	30 June 2021 MOP'000
Current income tax expense	-	-
Deferred income tax	329	-
	<u>329</u>	<u>-</u>

No Macau profit tax has been provided (for the period ended 30 June 2021: Nil) as the Branch has sufficient tax losses to utilize assessable profit for the six months ended 30 June 2022.

The tax on the Branch's profit before tax differs from the theoretical amount that would arise using the Macao complementary tax rate applicable to profits of the Branch and as follows:

	For the six months ended	
	30 June 2022 MOP'000	30 June 2021 MOP'000
Profit/(loss) before income tax	2,735	(4,756)
Tax calculated at 12%	328	(571)
Unrecognised tax losses	-	571
Others	1	-
Income tax expense	<u>329</u>	<u>-</u>

7 Cash and balance with banks

	As at 30 June 2022 MOP'000	As at 31 December 2021 MOP'000
Cash in hand	45,328	47,324
Balances with banks	122,124	117,263
Allowances for credit and other losses	(9)	-
	<u>167,443</u>	<u>164,587</u>

DBS BANK (HONG KONG) LIMITED - MACAU BRANCH

NOTES TO THE FINANCIAL STATEMENTS (unaudited)

8 Deposits with AMCM

	As at 30 June 2022 MOP'000	As at 31 December 2021 MOP'000
Balance with AMCM	178,019	164,788
Allowances for credit and other losses	(4)	-
	<u>178,015</u>	<u>164,788</u>

According to the statutory requirement, the Branch is required to maintain a minimum deposit balance with AMCM for liquidity purposes. The required MOP current deposit balance should not be less than 70% of the aggregate of the following amount:

- (a) 3% of all liabilities which are repayable on demand;
- (b) 2% of all liabilities which are repayable within 3 months (3 months inclusive) except for those already counted in (a);
- (c) 1% of all liabilities which are repayable beyond 3 months.

At 30 June 2022, the minimum deposit required were MOP42,764,000 (31 December 2021: MOP 47,266,000).

9 AMCM monetary bills

	As at 30 June 2022 MOP'000	As at 31 December 2021 MOP'000
Monetary bills issued by AMCM, at amortised cost	339,960	439,981
	<u>339,960</u>	<u>439,981</u>

10 Loans and advances to customers

	As at 30 June 2022 MOP'000	As at 31 December 2021 MOP'000
Gross loans and advances to customers	851,408	854,165
Less: Allowances for credit and other losses (note 5)		
Specific allowances	-	-
General allowances	(2,099)	(12,067)
	<u>849,309</u>	<u>842,098</u>

DBS BANK (HONG KONG) LIMITED - MACAU BRANCH

NOTES TO THE FINANCIAL STATEMENTS (unaudited)

11 Other assets

	As at 30 June 2022 MOP'000	As at 31 December 2021 MOP'000
Accrued interest receivables	1,147	1,126
Acceptances (note 15)	283,616	329,971
Deferred tax assets	1,215	1,544
Others	100	19,556
	<u>286,078</u>	<u>352,197</u>

The balance as at 30 June 2022 included allowance for credit and other losses of MOP248,000 (31 December 2021: Nil).

12 Fixed assets

	Furniture, fixtures and equipment MOP'000	Motor vehicles MOP'000	Total MOP'000
Cost:			
As at 1 January 2022	5,395	372	5,767
Additions	-	-	-
As at 30 June 2022	<u>5,395</u>	<u>372</u>	<u>5,767</u>
Accumulated depreciation:			
As at 1 January 2022	5,099	180	5,279
Charge for the period	83	37	120
As at 30 June 2022	<u>5,182</u>	<u>217</u>	<u>5,399</u>
Net book value:			
As at 30 June 2022	<u>213</u>	<u>155</u>	<u>368</u>

DBS BANK (HONG KONG) LIMITED - MACAU BRANCH

NOTES TO THE FINANCIAL STATEMENTS (unaudited)

12 Fixed assets (continued)

	Furniture, fixtures and equipment MOP'000	Motor vehicles MOP'000	Total MOP'000
Cost:			
As at 1 January 2021	5,338	372	5,710
Additions	57	-	57
	<u>5,395</u>	<u>372</u>	<u>5,767</u>
As at 31 December 2021	5,395	372	5,767
Accumulated depreciation:			
As at 1 January 2021	4,905	105	5,010
Charge for the year	194	75	269
	<u>5,099</u>	<u>180</u>	<u>5,279</u>
As at 31 December 2021	5,099	180	5,279
Net book value:			
As at 31 December 2021	<u>296</u>	<u>192</u>	<u>488</u>

13 Deposits from customers

	As at 30 June 2022 MOP'000	As at 31 December 2021 MOP'000
Demand deposits and current accounts	613,990	787,728
Savings deposits	889,912	904,605
Time and call deposits	496,988	501,797
	<u>2,000,890</u>	<u>2,194,130</u>

14 Amount due from/to Head Office

During the period, the Branch entered into transactions with Head Office in the ordinary course of its banking business.

All balances are unsecured and repayable on demand and bearing interest rates as determined from time to time by Head Office.

DBS BANK (HONG KONG) LIMITED - MACAU BRANCH

NOTES TO THE FINANCIAL STATEMENTS (unaudited)

15 Other liabilities

	As at 30 June 2022 MOP'000	As at 31 December 2021 MOP'000
Accrued interest payable	625	104
Acceptances (note 11)	283,616	329,971
Other liabilities and provisions	26,807	31,223
	<u>311,048</u>	<u>361,298</u>

The balance as at 30 June 2022 included allowance for credit and other losses of MOP77,000 (31 December 2021: Nil).

16 Transfer to Head Office

During the six months ended 30 June 2022, the Branch did not transfer any retained earnings (2021: Nil) to Head Office.

17 Off-balance sheet exposures

(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 30 June 2022 MOP'000	As at 31 December 2021 MOP'000
Transaction-related contingencies	9,686	20,234
Trade-related contingencies	404,669	392,340
Other commitments which are unconditionally cancellable	1,781,451	1,821,666
	<u>2,195,806</u>	<u>2,234,240</u>

DBS BANK (HONG KONG) LIMITED - MACAU BRANCH

NOTES TO THE FINANCIAL STATEMENTS (unaudited)

17 Off-balance sheet exposures (continued)

(b) Lease commitments

At the end of the reporting period, the total future minimum lease payments under non-cancellable operating leases are as follows:

	As at 30 June 2022 MOP'000	As at 31 December 2021 MOP'000
Not later than one year	1,119	699
Later than one year and not later than five years	-	-
	<u>1,119</u>	<u>699</u>

18 Material related party transactions

(i) Income and expenses with Head Office and Intermediate Holding Company:

	For the six months ended 30 June 2022 MOP'000	30 June 2021 MOP'000
Interest income	1,803	523
Interest expense	(263)	(88)
Other income	770	799
Total expenses charged	(6,390)	(8,510)

(ii) Balances with Head Office and Intermediate Holding Company:

	As at 30 June 2022 MOP'000	As at 31 December 2021 MOP'000
Amount due from Head Office	<u>923,279</u>	<u>824,181</u>
Amount due to Head Office	392,323	202,704
Other liabilities	54	5
	<u>392,377</u>	<u>202,709</u>

(iii) Contingent liabilities with Head Office and fellow subsidiary:

As at 30 June 2022, total contingent liabilities with Head Office amounted to MOP2,529,000 (31 December 2021: with Head Office and fellow subsidiary MOP12,773,000).

DBS BANK (HONG KONG) LIMITED - MACAU BRANCH

SUPPLEMENTARY INFORMATION (unaudited)

The following disclosures are prepared in accordance with the “Guideline on Disclosure of Financial Information” issued by AMCM.

1 Financial Risk Management

(a) Credit risk

Loans and advances to customers by credit quality

	As at 30 June 2022				As at 31 December 2021
	Stage 1 MOP'000	Stage 2 MOP'000	Stage 3 MOP'000	Total MOP'000	MOP'000
Neither past due nor impaired					
Pass	846,258	5,150	-	851,408	853,353
Special Mention	-	-	-	-	-
Past due but not impaired	-	-	-	-	-
Impaired					
Substandard	-	-	-	-	-
Doubtful	-	-	-	-	-
Loss	-	-	-	-	812
	<u>846,258</u>	<u>5,150</u>	<u>-</u>	<u>851,408</u>	<u>854,165</u>

Past due loans are customer loans overdue up to 90 days, whereas impaired loans are non-performing loans subject to specific allowance.

Loans and advances to customers analysed by geographic area

As at 30 June 2022	Neither past due nor impaired MOP'000	Past due but not impaired MOP'000	Impaired MOP'000	Specific allowances MOP'000	General allowances MOP'000
Macau	809,952	-	-	-	1,862
Hong Kong	36,306	-	-	-	134
China	5,150	-	-	-	103
Others	-	-	-	-	-
	<u>851,408</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,099</u>
As at 31 December 2021	Neither past due nor impaired MOP'000	Past due but not impaired MOP'000	Impaired MOP'000	Specific provision MOP'000	General provision MOP'000
Macau	758,355	-	812	-	10,724
Hong Kong	39,341	-	-	-	556
China	30,900	-	-	-	437
Others	24,757	-	-	-	350
	<u>853,353</u>	<u>-</u>	<u>812</u>	<u>-</u>	<u>12,067</u>

DBS BANK (HONG KONG) LIMITED - MACAU BRANCH

SUPPLEMENTARY INFORMATION (unaudited)

1 Financial Risk Management (continued)

(a) Credit risk (continued)

Loans and advances to customers analysed by industry groups

(i) Loans and advances to customers that were neither past due nor impaired

	As at 30 June 2022 MOP'000	As at 31 December 2021 MOP'000
Agriculture and fisheries	-	-
Mining and industries	-	-
Manufacturing	159,514	74,004
Electricity, gas and water	-	-
Construction and public works	54,809	52,614
Wholesale and retail trade	369,992	453,206
Restaurants, hotels and similar	-	-
Transport, warehousing and communications	-	-
Non-monetary financial institutions	-	-
Gaming	-	-
Exhibition and conference	-	-
Education	-	-
Information technology	-	-
Other industries	248,521	252,336
Personal loans	18,572	21,193
	<hr/> 851,408 <hr/>	<hr/> 853,353 <hr/>

DBS BANK (HONG KONG) LIMITED - MACAU BRANCH

SUPPLEMENTARY INFORMATION (unaudited)

1 Financial Risk Management (continued)

(a) Credit risk (continued)

Loans and advances to customers analysed by industry groups (continued)

(ii) Impaired loans and advances to customers

	30 June 2022 MOP'000	31 December 2021 MOP'000
Agriculture and fisheries	-	-
Mining and industries	-	-
Manufacturing	-	-
Electricity, gas and water	-	-
Construction and public works	-	-
Wholesale and retail trade	-	812
Restaurants, hotels and similar	-	-
Transport, warehousing and communications	-	-
Non-monetary financial institutions	-	-
Gaming	-	-
Exhibition and conference	-	-
Education	-	-
Information technology	-	-
Other industries	-	-
Personal loans	-	-
	<hr/>	<hr/>
	-	812
	<hr/> <hr/>	<hr/> <hr/>

DBS BANK (HONG KONG) LIMITED - MACAU BRANCH

SUPPLEMENTARY INFORMATION (unaudited)

1 Financial Risk Management (continued)

(a) Credit risk (continued)

As at 30 June 2022	More than 1 year MOP'000
Gross impaired loans and advances	-
Specific allowances	-
	<u>-</u>
Impaired loans and advances covered by collateral	<u>-</u>
% of gross loans and advances to customers	-
As at 31 December 2021	More than 1 year MOP'000
Gross impaired loans and advances	812
Specific provision	-
	<u>812</u>
Impaired loans and advances covered by collateral	<u>812</u>
% of gross loans and advances to customers	0.10

Analysis of general allowances/provision

	As at 30 June 2022			Total	As at 31 December 2021
	Stage 1	Stage 2	Stage 3		
	MOP'000	MOP'000	MOP'000	MOP'000	MOP'000
Neither past due nor impaired					
Pass	1,996	103	-	2,099	12,067
Special Mention	-	-	-	-	-
Past due but not impaired	-	-	-	-	-
	<u>1,996</u>	<u>103</u>	<u>-</u>	<u>2,099</u>	<u>12,067</u>

DBS BANK (HONG KONG) LIMITED - MACAU BRANCH

SUPPLEMENTARY INFORMATION (unaudited)

1 Financial Risk Management (continued)

(a) Credit risk (continued)

Analysis of general allowances/provision (continued)

	As at 1 January 2022 MOP'000	Net charge/ (release) to income statement MOP'000	As at 30 June 2022 MOP'000
Agriculture and fisheries	-	-	-
Mining and industries	-	-	-
Manufacturing	139	147	286
Electricity, gas and water	-	-	-
Construction and public works	261	(32)	229
Wholesale and retail trade	1,038	(184)	854
Restaurants, hotels and similar	-	-	-
Transport, warehousing and communications	-	-	-
Non-monetary financial institutions	-	-	-
Gaming	-	-	-
Exhibition and conference	-	-	-
Education	-	-	-
Information technology	-	-	-
Other industries	459	237	696
Personal loans	44	(10)	34
	<u>1,941</u>	<u>158</u>	<u>2,099</u>

	As at 1 January 2021 MOP'000	Net charge/ (release) to income statement MOP'000	As at 31 December 2021 MOP'000
Agriculture and fisheries	-	-	-
Mining and industries	-	-	-
Manufacturing	1,087	(41)	1,046
Electricity, gas and water	-	-	-
Construction and public works	889	(145)	744
Wholesale and retail trade	7,035	(626)	6,409
Restaurants, hotels and similar	-	-	-
Transport, warehousing and communications	-	-	-
Non-monetary financial institutions	-	-	-
Gaming	-	-	-
Exhibition and conference	-	-	-
Education	-	-	-
Information technology	-	-	-
Other industries	2,755	813	3,568
Personal loans	350	(50)	300
	<u>12,116</u>	<u>(49)</u>	<u>12,067</u>

DBS BANK (HONG KONG) LIMITED - MACAU BRANCH

SUPPLEMENTARY INFORMATION (unaudited)

1 Financial Risk Management (continued)

(a) Credit risk (continued)

The carrying amounts of assets and liabilities analysed by the remaining period as at 30 June 2022 and 31 December 2021 to the contractual maturity dates are as follows:

	Repayable on demand	Less than 1 month	Over 1 month but less than 3 months	Over 3 months but less than 1 year	Over 1 year but less than 3 years	Over 3 years	Balancing	Total
As at 30 June 2022	MOP'000	MOP'000	MOP'000	MOP'000	MOP'000	MOP'000	MOP'000	MOP'000
Assets								
- Cash and balances								
with banks	167,443	-	-	-	-	-	-	167,443
- Amount due from								
Head Office	923,279	-	-	-	-	-	-	923,279
- AMCM monetary								
bills	309,978	29,982	-	-	-	-	-	339,960
- Loans and								
advances to								
customers	85,939	313,121	87,870	131,798	125,211	105,370	-	849,309
	<u>1,486,639</u>	<u>343,103</u>	<u>87,870</u>	<u>131,798</u>	<u>125,211</u>	<u>105,370</u>	<u>-</u>	<u>2,279,991</u>
Liabilities								
- Deposits from								
customers	1,503,987	181,466	125,568	189,869	-	-	-	2,000,890
-Due to banks	27,550	-	-	-				27,550
- Amount due to								
Head Office	392,323	-	-	-	-	-	-	392,323
	<u>1,923,860</u>	<u>181,466</u>	<u>125,568</u>	<u>189,869</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,420,763</u>

DBS BANK (HONG KONG) LIMITED - MACAU BRANCH

SUPPLEMENTARY INFORMATION (unaudited)

1 Financial Risk Management (continued)

(a) Credit risk (continued)

As at 31 December 2021	Repayable on demand MOP'000	Less than 1 month MOP'000	Over 1 month but less than 3 months MOP'000	Over 3 months but less than 1 year MOP'000	Over 1 year but less than 3 years MOP'000	Over 3 years MOP'000	Balancing MOP'000	Total MOP'000
Assets								
- Cash and balances with banks	164,587	-	-	-	-	-	-	164,587
- Amount due from Head Office	824,181	-	-	-	-	-	-	824,181
- AMCM monetary bills	-	439,981	-	-	-	-	-	439,981
- Loans and advances to customers	102,319	206,430	88,851	174,287	147,789	121,610	812	842,098
	<u>1,091,087</u>	<u>646,411</u>	<u>88,851</u>	<u>174,287</u>	<u>147,789</u>	<u>121,610</u>	<u>812</u>	<u>2,270,847</u>
Liabilities								
- Deposits from customers	1,692,418	150,282	192,131	159,299	-	-	-	2,194,130
- Due to banks	29,951	-	-	-	-	-	-	29,951
- Amount due to Head Office	202,704	-	-	-	-	-	-	202,704
	<u>1,925,073</u>	<u>150,282</u>	<u>192,131</u>	<u>159,299</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,426,785</u>

DBS BANK (HONG KONG) LIMITED - MACAU BRANCH

UPPLEMENTARY INFORMATION (unaudited)

1 Financial Risk Management (continued)

(b) Foreign exchange risk

As at 30 June 2022	USD MOP'000	HKD MOP'000	CNY MOP'000	Others MOP'000	Total MOP'000
Macau Patacas equivalents					
Spot assets	1,181,022	896,815	21,529	102,908	2,202,274
Spot liabilities	(1,176,058)	(1,017,079)	(20,139)	(101,835)	(2,315,111)
Net position	<u>4,964</u>	<u>(120,264)</u>	<u>1,390</u>	<u>1,073</u>	<u>(112,837)</u>

As at 31 December 2021	USD MOP'000	HKD MOP'000	CNY MOP'000	Others MOP'000	Total MOP'000
Macau Patacas equivalents					
Spot assets	1,182,688	810,252	24,461	141,720	2,159,121
Spot liabilities	(1,178,140)	(926,360)	(23,007)	(140,829)	(2,268,336)
Net position	<u>4,548</u>	<u>(116,108)</u>	<u>1,454</u>	<u>891</u>	<u>(109,215)</u>

DBS BANK (HONG KONG) LIMITED - MACAU BRANCH

SUPPLEMENTARY INFORMATION (unaudited)

1 Financial Risk Management (continued)

(c) Liquidity risk

	As at 30 June 2022 MOP'000	As at 31 December 2021 MOP'000
The arithmetic mean of the minimum weekly amount of cash in hand that is required to be held during the period/year	68,197	67,758
The arithmetic mean of the amount of cash in hand during the period/year	202,476	193,188
The arithmetic mean of the specified liquid assets at the end of each month during the period/year	1,757,076	1,830,256
	%	%
The average ratio of specified liquid asset to total basic liabilities at the end of each month during the period/year	71.1	73.5
The arithmetic mean of one-month liquidity ratio in the last week of each month during the period/year	452.0	382.6
The arithmetic mean of three-month liquidity ratio in the last week of each month during the period/year	65.3	83.0

DBS BANK (HONG KONG) LIMITED

CONSOLIDATED FINANCIAL INFORMATION (unaudited)

1 Capital adequacy

The capital adequacy ratios as at 30 June 2022 and 31 December 2021 were compiled in accordance with the Banking (Capital) Rules issued by the Hong Kong Monetary Authority.

	As at 30 June 2022	As at 31 December 2021
Capital Adequacy Ratios		
Common Equity Tier 1	15.2%	16.5%
Tier 1	15.7%	17.1%
Total	17.6%	19.0%

2 Other financial information

	For the six months ended 30 June 2022 HK\$ millions	For the six months ended 30 June 2021 HK\$ millions
Profit before income tax	2,574	3,255

	As at 30 June 2022 HK\$ millions	As at 31 December 2021 HK\$ millions
Total assets	489,517	447,808
Total liabilities	447,408	404,766
Gross loans and advances to customers	270,430	242,401
Due to banks	12,691	7,927
Deposits and balances from customers	396,598	373,933
Total equity	42,109	43,042

DBS BANK (HONG KONG) LIMITED

CONSOLIDATED FINANCIAL INFORMATION (unaudited)

3 Directors

The directors, including Executive Director (“ED”), non-executive directors (“NED”) and independent non-executive directors (“INED”) of the Bank during the period and up to the date of this report are:

Seah Lim Huat, Peter (NED) – Chairman
Piyush Gupta (NED) – Vice Chairman
J. E. Sebastian Paredes Muirragui (ED) – Chief Executive
Dominic Chiu Fai Ho (INED)
Nancy Sau Ling Tse (INED)
Liu Chee Ming (INED)
Ho Hing Yuen, David (INED)