

DBS BANK (HONG KONG) LIMITED - MACAU BRANCH

**INTERIM FINANCIAL DISCLOSURE STATEMENTS
FOR THE MONTHS ENDED 30 JUNE 2023**

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	
	Notes	30 June 2023 MOP'000	30 June 2022 MOP'000
Interest income	3	128,217	21,231
Interest expense	3	(89,488)	(1,485)
Net interest income		<u>38,729</u>	<u>19,746</u>
Net fee and commission (expense)/ income	4	(834)	1,586
Other income	5	<u>2,176</u>	<u>2,632</u>
Total income		<u>40,071</u>	<u>23,964</u>
Total expenses	6	<u>(19,814)</u>	<u>(20,861)</u>
Profit before allowances for credit and other losses		<u>20,257</u>	<u>3,103</u>
Allowances release/(charge) for credit and other losses	7	<u>2,340</u>	<u>(368)</u>
Profit before income tax		<u>22,597</u>	<u>2,735</u>
Income tax expense	8	<u>(2,634)</u>	<u>(329)</u>
Profit for the period		<u><u>19,963</u></u>	<u><u>2,406</u></u>

DBS BANK (HONG KONG) LIMITED - MACAU BRANCH

STATEMENT OF COMPREHENSIVE INCOME (unaudited)

	For the six months ended	
	30 June	30 June
	2023	2022
	MOP'000	MOP'000
Profit for the period	19,963	2,406
Other comprehensive income		
Items that may be reclassified subsequently to income statement		
Transferred to income statement	-	-
Total comprehensive income	19,963	2,406

DBS BANK (HONG KONG) LIMITED - MACAU BRANCH**STATEMENT OF FINANCIAL POSITION (unaudited)**

	Notes	As at 30 June 2023 MOP'000	As at 31 December 2022 MOP'000
ASSETS			
Cash and balances with banks	9	144,880	203,203
Deposits with Autoridade Monetaria de Macao ("AMCM")	10	162,610	162,609
Amount due from Head Office	16	13,320	91,224
AMCM monetary bills	11	458,990	449,107
Loans and advances to customers	12	3,824,498	4,432,691
Other assets	13	98,311	126,277
Fixed assets	14	1,006	1,225
		<hr/>	<hr/>
		4,703,615	5,466,336
		<hr/>	<hr/>
LIABILITIES			
Deposits from customers	15	1,969,163	2,086,376
Due to banks		5,764	5,834
Amount due to Head Office	16	2,545,390	3,194,336
Other liabilities	17	143,184	162,294
Current income tax liabilities		3,338	683
		<hr/>	<hr/>
		4,666,839	5,449,523
		<hr/>	<hr/>
NET ASSETS			
		<hr/>	<hr/>
		36,776	16,813
		<hr/>	<hr/>
REPRESENTED BY			
Reserves			
Regulatory reserves			
General reserve		45,342	49,572
Specific reserve		-	-
Retained earnings		(8,566)	(32,759)
		<hr/>	<hr/>
		36,776	16,813
		<hr/>	<hr/>

DBS BANK (HONG KONG) LIMITED - MACAU BRANCH**STATEMENT OF CHANGES IN RESERVES (unaudited)**

	Regulatory reserve MOP'000	Retained earnings MOP'000	Total reserves MOP'000
Balance at 1 January 2023	49,572	(32,759)	16,813
Release from regulatory reserves	(4,230)	4,230	-
Total comprehensive income	-	19,963	19,963
Balance at 30 June 2023	<u>45,342</u>	<u>(8,566)</u>	<u>36,776</u>
Balance at 1 January 2022	-	195	195
Impact of adopting New MFRS – IFRS 9 on 1 January 2022	-	8,795	8,795
Transfer to regulatory reserves	9,125	(9,125)	-
Total comprehensive income	-	2,406	2,406
Balance at 30 June 2022	<u>9,125</u>	<u>2,271</u>	<u>11,396</u>
Transfer to regulatory reserves	40,447	(40,447)	-
Total comprehensive income	-	5,417	5,417
Balance at 31 December 2022	<u>49,572</u>	<u>(32,759)</u>	<u>16,813</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)

		For the six months ended	
	Notes	30 June 2023 MOP'000	30 June 2022 MOP'000
Cash flows from operating activities			
Profit before income tax		22,597	2,735
Adjustment for non-cash items:			
Depreciation	14	262	120
Allowances (release)/charge for credit and other losses	7	(2,340)	368
		<hr/>	<hr/>
Profit before changes in operating assets and liabilities		20,519	3,223
Increase/(decrease) in:			
Deposits from customers		(117,213)	(193,240)
Other liabilities		(19,045)	(50,327)
Amount due to Head Office		(648,946)	189,619
Due to banks		(70)	(2,401)
(Increase)/decrease in:			
Loans and advances to customers		610,537	2,757
Minimum deposits with AMCM		(16,686)	4,502
Other assets		27,919	65,542
		<hr/>	<hr/>
Net cash (used in)/generated from operating activities before income tax		(142,985)	19,675
Cash flows from investing activity			
Purchase of fixed assets	14	(43)	-
		<hr/>	<hr/>
Net change in cash and cash equivalents		(143,028)	19,675
Cash and cash equivalents at 1 January		867,194	1,546,271
		<hr/>	<hr/>
Cash and cash equivalents at 30 June		<u>724,166</u>	<u>1,565,946</u>

DBS BANK (HONG KONG) LIMITED - MACAU BRANCH

CASH FLOW STATEMENT (unaudited)

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.

	For the six months ended	
	30 June 2023 MOP'000	30 June 2022 MOP'000
Cash and balances with banks	144,887	167,452
Deposits with AMCM in excess of minimum requirement	106,966	135,255
Amount due from Head Office	13,320	923,279
AMCM monetary bills	458,993	339,960
	<u>724,166</u>	<u>1,565,946</u>

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 Accounting policies

The accounting policies applied in preparing this interim financial report are the same as those applied in preparing the financial statements for the year ended 31 December 2022 as disclosed in the Annual Report for 2022.

3 Net Interest Income

	For the six months ended	
	30 June 2023 MOP'000	30 June 2022 MOP'000
Cash and balances with banks and due from Head office	2,554	1,897
Loans and advances to customers	119,126	19,130
AMCM Monetary bills	6,537	204
Total interest income	<u>128,217</u>	<u>21,231</u>
Deposits from customers	(17,996)	(1,222)
Interest expense on affiliate-related liability	(71,492)	(263)
Total interest expense	<u>(89,488)</u>	<u>(1,485)</u>
Net interest income	<u><u>38,729</u></u>	<u><u>19,746</u></u>
Comprising:		
-Interest income from financial assets at amortised cost	128,217	21,231
-Interest expense from financial liabilities not at FVPL	(89,488)	(1,485)
Total	<u><u>38,729</u></u>	<u><u>19,746</u></u>

DBS BANK (HONG KONG) LIMITED - MACAU BRANCH

NOTES TO THE FINANCIAL STATEMENTS (unaudited)

4 Net fee and commission (expense)/ income

	For the six months ended	
	30 June	30 June
	2023	2022
	MOP'000	MOP'000
Fee and commission income	1,812	1,586
Less: Fee and commission expense	(2,646)	-
Net fee and commission (expense)/ income	<u>(834)</u>	<u>1,586</u>
Comprising:		
- Loan and trade related	(1,672)	779
- Others ^(a)	838	807
Net fee and commission (expense)/ income	<u>(834)</u>	<u>1,586</u>
<i>(a) Includes remittances, deposit related fees and other miscellaneous income</i>		
Of which:		
Fee and commission income arising from:		
- Financial assets or financial liabilities not at FVPL	977	783
Fee and commission expense arising from:		
- Financial assets or financial liabilities not at FVPL	(2,646)	-

5 Other income

	For the six months ended	
	30 June	30 June
	2023	2022
	MOP'000	MOP'000
Net trading income from foreign exchange	1,224	1,593
Others	952	1,039
Other income	<u>2,176</u>	<u>2,632</u>

DBS BANK (HONG KONG) LIMITED - MACAU BRANCH

NOTES TO THE FINANCIAL STATEMENTS (unaudited)

6 Total expenses

	Note	For the six months ended	
		30 June 2023 MOP'000	30 June 2022 MOP'000
Employee benefits			
- Salaries and other staff costs		9,379	9,423
- Retirement benefit costs		803	762
Computerisation expenses		1,936	2,031
Management service fees		2,995	3,650
Rental of premises		1,642	1,785
Auditor's remuneration		221	177
Depreciation	14	262	120
Other operating expenses		2,576	2,913
		<u>19,814</u>	<u>20,861</u>

7 Allowances for credit and other losses

	For the six months ended	
	30 June 2023 MOP'000	30 June 2022 MOP'000
Specific allowances		
Loans and advances to customers	-	-
Others ^(a)	-	-
	<u>-</u>	<u>-</u>
General allowances		
Loans and advances to customers	(2,344)	158
Others ^(a)	4	210
	<u>(2,340)</u>	<u>368</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)

7 Allowances for credit and other losses (Continued)

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

	Balance at 1 January 2023 MOP'000	Net charge/ (release) to income statement MOP'000	Balance at 30 June 2023 MOP'000
Specific allowances			
Loans and advances to customers	-	-	-
Others	-	-	-
Total specific allowances	-	-	-
General allowances			
Loans and advances to customers	6,094	(2,344)	3,750
Others	210	4	214
Total general allowances	6,304	(2,340)	3,964
Total allowances for credit and other losses	6,304	(2,340)	3,964
	Balance at 1 January 2022 MOP'000	Net charge to income statement MOP'000	Balance at 31 December 2022 MOP'000
Specific allowances			
Loans and advances to customers	-	-	-
Others	-	-	-
Total specific allowances	-	-	-
General allowances			
Loans and advances to customers	1,941	4,153	6,094
Others	131	79	210
Total general allowances	2,072	4,232	6,304
Total allowances for credit and other losses	2,072	4,232	6,304

DBS BANK (HONG KONG) LIMITED - MACAU BRANCH

NOTES TO THE FINANCIAL STATEMENTS (unaudited)

7 Allowances for credit and other losses (Continued)

In MOP'000	General allowances (Non-impaired)		Specific allowances (Impaired)	Total
	Stage 1	Stage 2	Stage 3	
As at 30 June 2023				
Assets				
Cash and balances with banks	7	-	-	7
Deposits with AMCM	4	-	-	4
AMCM monetary bills	3	-	-	3
Loans and advances to customers	3,678	72	-	3,750
Other assets	157	-	-	157
Liabilities				
ECL on guarantees and other off balance sheet exposures	43	-	-	43
Total	3,892	72		3,964

In MOP'000	General allowances (Non-impaired)		Specific allowances (Impaired)	Total
	Stage 1	Stage 2	Stage 3	
As at 31 December 2022				
Assets				
Cash and balances with banks	8	-	-	8
Deposits with AMCM	3	-	-	3
AMCM monetary bills	2	-	-	2
Loans and advances to customers	5,855	239	-	6,094
Other assets	89	-	-	89
Liabilities				
ECL on guarantees and other off balance sheet exposures	108	-	-	108
Total	6,065	239		6,304

DBS BANK (HONG KONG) LIMITED - MACAU BRANCH

NOTES TO THE FINANCIAL STATEMENTS (unaudited)

8 Income tax expense

	For the six months ended	
	30 June 2023 MOP'000	30 June 2022 MOP'000
Current income tax expense	2,655	-
Deferred income tax (credit)/expense	(21)	329
	<u>2,634</u>	<u>329</u>

9 Cash and balances with banks

	As at 30 June 2023 MOP'000	As at 31 December 2022 MOP'000
	Cash in hand	46,523
Balances with banks	98,364	168,580
Allowances for credit and other losses	(7)	(8)
	<u>144,880</u>	<u>203,203</u>

10 Deposits with AMCM

	As at 30 June 2023 MOP'000	As at 31 December 2022 MOP'000
	Balance with AMCM	162,614
Allowances for credit and other losses	(4)	(3)
	<u>162,610</u>	<u>162,609</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% on all liabilities which are repayable on demand;
- (b) 2% on all liabilities which are repayable within 3 months (3 months inclusive) except for those already counted in (a);
- (c) 1% on all liabilities which are repayable beyond 3 months.

At 30 June 2023, the minimum deposit required were MOP55,648,000 (31 December 2022: MOP38,962,000).

DBS BANK (HONG KONG) LIMITED - MACAU BRANCH

NOTES TO THE FINANCIAL STATEMENTS (unaudited)

11 AMCM monetary bills

	As at 30 June 2023 MOP'000	As at 31 December 2022 MOP'000
Monetary bills issued by AMCM, at amortised cost	458,993	449,109
Allowances for credit and other losses	(3)	(2)
	<u>458,990</u>	<u>449,107</u>

12 Loans and advances to customers

	As at 30 June 2023 MOP'000	As at 31 December 2022 MOP'000
Gross loans and advances to customers	3,828,248	4,438,785
Less: Specific allowances	-	-
General allowances	(3,750)	(6,094)
	<u>3,824,498</u>	<u>4,432,691</u>

13 Other assets

	As at 30 June 2023 MOP'000	As at 31 December 2022 MOP'000
Accrued interest receivables	5,355	5,413
Acceptances (Note 17)	92,134	120,324
Deferred tax assets	32	11
Others ¹	790	529
	<u>98,311</u>	<u>126,277</u>

¹ The balance as at 30 June 2023 included allowance for credit and other losses of MOP157,000 for acceptances (31 December 2022: 89,000).

DBS BANK (HONG KONG) LIMITED - MACAU BRANCH

NOTES TO THE FINANCIAL STATEMENTS (unaudited)

14 Fixed assets

	Furniture, fixtures and equipment MOP'000	Motor vehicles MOP'000	Total MOP'000
Cost:			
As at 1 January 2023	6,424	372	6,796
Additions	43	-	43
Disposals	-	-	-
	<u>6,467</u>	<u>372</u>	<u>6,839</u>
As at 30 June 2023	6,467	372	6,839
	<u>6,467</u>	<u>372</u>	<u>6,839</u>
Accumulated depreciation:			
As at 1 January 2023	5,317	254	5,571
Charge for the period	225	37	262
Written back on disposals	-	-	-
	<u>5,542</u>	<u>291</u>	<u>5,833</u>
As at 30 June 2023	5,542	291	5,833
	<u>5,542</u>	<u>291</u>	<u>5,833</u>
Net book value:			
As at 30 June 2023	<u>925</u>	<u>81</u>	<u>1,006</u>
	<u>925</u>	<u>81</u>	<u>1,006</u>
	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	1,061	-	1,061
Disposals	(32)	-	(32)
	<u>6,424</u>	<u>372</u>	<u>6,796</u>
As at 31 December 2022	6,424	372	6,796
	<u>6,424</u>	<u>372</u>	<u>6,796</u>
Accumulated depreciation:			
As at 1 January 2022	5,099	180	5,279
Charge for the year	250	74	324
Written back on disposals	(32)	-	(32)
	<u>5,317</u>	<u>254</u>	<u>5,571</u>
As at 31 December 2022	5,317	254	5,571
	<u>5,317</u>	<u>254</u>	<u>5,571</u>
Net book value:			
As at 31 December 2022	<u>1,107</u>	<u>118</u>	<u>1,225</u>
	<u>1,107</u>	<u>118</u>	<u>1,225</u>

DBS BANK (HONG KONG) LIMITED - MACAU BRANCH**NOTES TO THE FINANCIAL STATEMENTS (unaudited)****15 Deposits from customers**

	As at 30 June 2023 MOP'000	As at 31 December 2022 MOP'000
Demand deposits and current accounts	539,258	608,923
Savings deposits	448,939	603,548
Time and call deposits	980,966	873,905
	<u>1,969,163</u>	<u>2,086,376</u>

16 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.

17 Other liabilities

	As at 30 June 2023 MOP'000	As at 31 December 2022 MOP'000
Accrued interest payable	18,761	10,830
Acceptances (Note 13)	92,134	120,324
Other liabilities and provisions ¹	32,289	31,140
	<u>143,184</u>	<u>162,294</u>

¹ The balance as at 30 June 2023 included allowance for credit and other losses of MOP43,000 for guarantees and other off-balance sheet exposures (31 December 2022: MOP108,000).

DBS BANK (HONG KONG) LIMITED - MACAU BRANCH

NOTES TO THE FINANCIAL STATEMENTS (unaudited)

18 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 2023 MOP'000	As at 31 December 2022 MOP'000
Transaction-related contingencies	1,007,551	1,012,008
Trade-related contingencies	204,970	169,686
Other commitments which are unconditionally cancellable	2,806,673	2,991,396
	<u>4,019,194</u>	<u>4,173,090</u>

(b) Lease commitments

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

	As at 30 June 2023 MOP'000	As at 31 December 2022 MOP'000
Not later than one year	1,410	1,410
Later than one year and not later than five years	1,763	2,468
	<u>3,173</u>	<u>3,878</u>

19 Financial risk management

(a) Credit risk

(i) Loans and advances to customers by credit quality

	As at 30 June 2023			
	Stage 1 MOP'000	Stage 2 MOP'000	Stage 3 MOP'000	Total MOP'000
Neither past due nor impaired				
-Pass	3,761,384	66,864	-	3,828,248
-Special Mention				
Past due but not impaired	-	-	-	-
Impaired				
Substandard	-	-	-	-
Doubtful	-	-	-	-
Loss	-	-	-	-
	<u>3,761,384</u>	<u>66,864</u>	<u>-</u>	<u>3,828,248</u>

DBS BANK (HONG KONG) LIMITED - MACAU BRANCH

NOTES TO THE FINANCIAL STATEMENTS (unaudited)

19 Financial risk management (Continued)

(a) Credit risk (Continued)

(i) Loans and advances to customers by credit quality (Continued)

	As at 31 December 2022			Total MOP'000
	Stage 1 MOP'000	Stage 2 MOP'000	Stage 3 MOP'000	
Neither past due nor impaired				
-Pass	4,293,053	119,319	-	4,412,372
-Special Mention				
Past due but not impaired	26,413	-	-	26,413
Impaired				
Substandard	-	-	-	-
Doubtful	-	-	-	-
Loss	-	-	-	-
	<u>4,319,466</u>	<u>119,319</u>	<u>-</u>	<u>4,438,785</u>

(ii) Loans and advances to customers analysed by geographic area

As at	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
30 June 2023					
Macau	731,157	-	-	-	2,083
Hong Kong	29,617	-	-	-	158
China	3,067,474	-	-	-	1,509
	<u>3,828,248</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,750</u>
As at 31 December 2022					
Macau	603,407	26,413	-	-	2,375
Hong Kong	34,489	-	-	-	174
China	3,774,476	-	-	-	3,545
	<u>4,412,372</u>	<u>26,413</u>	<u>-</u>	<u>-</u>	<u>6,094</u>

DBS BANK (HONG KONG) LIMITED - MACAU BRANCH

NOTES TO THE FINANCIAL STATEMENTS (unaudited)

19 Financial risk management (Continued)

(a) Credit risk (Continued)

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

(1) Loans and advances to customers that were neither past due nor impaired	As at	As at
	30 June 2023 MOP'000	31 December 2022 MOP'000
Agriculture and fisheries	-	-
Mining industries	-	-
Manufacturing	47,027	16,865
Electricity, gas and water	-	-
Construction and public works	49,162	52,159
Wholesale and retail trade	459,614	336,430
Restaurants, hotels and similar	-	-
Transport, warehousing and communications	-	-
Non-monetary financial institutions	-	-
Gaming	-	-
Exhibition and conference	-	-
Education	-	-
Information technology	3,067,474	3,774,476
Other industries	200,305	227,229
Personal loans	4,666	5,213
	<u>3,828,248</u>	<u>4,412,372</u>

(2) Loans and advances to customers that were past due but not impaired	As at	As at
	30 June 2023 MOP'000	31 December 2022 MOP'000
Agriculture and fisheries	-	-
Mining industries	-	-
Manufacturing	-	-
Electricity, gas and water	-	-
Construction and public works	-	-
Wholesale and retail trade	-	2,111
Restaurants, hotels and similar	-	-
Transport, warehousing and communications	-	-
Non-monetary financial institutions	-	-
Gaming	-	-
Exhibition and conference	-	-
Education	-	-
Information technology	-	-
Other industries	-	24,302
Personal loans	-	-
	<u>-</u>	<u>26,413</u>

DBS BANK (HONG KONG) LIMITED - MACAU BRANCH

NOTES TO THE FINANCIAL STATEMENTS (unaudited)

19 Financial risk management (Continued)

(a) Credit risk (Continued)

(iv) Analysis of allowances

	As at 30 June 2023			Total MOP'000
	Stage 1 MOP'000	Stage 2 MOP'000	Stage 3 MOP'000	
Neither past due nor impaired				
-Pass	3,678	72	-	3,750
-Special Mention	-	-	-	-
Past due but not impaired	-	-	-	-
	<u>3,678</u>	<u>72</u>	<u>-</u>	<u>3,750</u>

	As at 31 December 2022			Total MOP'000
	Stage 1 MOP'000	Stage 2 MOP'000	Stage 3 MOP'000	
Neither past due nor impaired				
-Pass	5,665	239	-	5,904
-Special Mention	-	-	-	-
Past due but not impaired	190	-	-	190
	<u>5,855</u>	<u>239</u>	<u>-</u>	<u>6,094</u>

DBS BANK (HONG KONG) LIMITED - MACAU BRANCH

NOTES TO THE FINANCIAL STATEMENTS (unaudited)

19 Financial risk management (Continued)

(a) Credit risk (Continued)

(iv) Analysis of allowances (Continued)

	As at 1 January 2023 MOP'000	Net charge/ (release) to income statement MOP'000	As at 30 June 2023 MOP'000
Agriculture and fisheries	-	-	-
Mining industries	-	-	-
Manufacturing	104	273	377
Electricity, gas and water	-	-	-
Construction and public works	241	(56)	185
Wholesale and retail trade	1,306	(353)	953
Restaurants, hotels and similar	-	-	-
Transport, warehousing and communications	-	-	-
Non-monetary financial institutions	-	-	-
Gaming	-	-	-
Exhibition and conference	-	-	-
Education	-	-	-
Information technology	3,545	(2,036)	1,509
Other industries	898	(172)	726
Personal loans	-	-	-
	<u>6,094</u>	<u>(2,344)</u>	<u>3,750</u>

	As at 1 January 2022 MOP'000	Net charge/ (release) to income statement MOP'000	As at 31 December 2022 MOP'000
Agriculture and fisheries	-	-	-
Mining industries	-	-	-
Manufacturing	139	(35)	104
Electricity, gas and water	-	-	-
Construction and public works	261	(20)	241
Wholesale and retail trade	1,038	268	1,306
Restaurants, hotels and similar	-	-	-
Transport, warehousing and communications	-	-	-
Non-monetary financial institutions	-	-	-
Gaming	-	-	-
Exhibition and conference	-	-	-
Education	-	-	-
Information technology	-	3,545	3,545
Other industries	459	439	898
Personal loans	44	(44)	-
	<u>1,941</u>	<u>4,153</u>	<u>6,094</u>

DBS BANK (HONG KONG) LIMITED - MACAU BRANCH

NOTES TO THE FINANCIAL STATEMENTS (unaudited)

19 Financial risk management (Continued)

(a) Credit risk (Continued)

(v) Maturity analysis on assets and liabilities

The carrying amounts of assets and liabilities analysed by the remaining period as at 30 June 2023 and 31 December 2022 to the contractual maturity dates are as follows:

As at	Repayable	Over	Over	Over	Over	Over	Balancing	Total
30 June	on	Less than	1 month	3 months	1 year	3 years	3 years	
2023	demand	1 month	but less	but less	but less	but less	MOP'000	MOP'000
	MOP'000	MOP'000	than	than	than	than		
			3 months	1 year	3 years	3 years		
			MOP'000	MOP'000	MOP'000	MOP'000		
Assets								
- Cash and balances with banks	144,880	-	-	-	-	-	-	144,880
- Amount due from Head Office	13,320	-	-	-	-	-	-	13,320
- AMCM monetary bills	458,990	-	-	-	-	-	-	458,990
- Loans and advances to customers	51,627	267,346	1,395,751	83,067	1,952,929	73,778	-	3,824,498
	<u>668,817</u>	<u>267,346</u>	<u>1,395,751</u>	<u>83,067</u>	<u>1,952,929</u>	<u>73,778</u>	<u>-</u>	<u>4,441,688</u>
Liabilities								
- Deposits from customers	988,282	258,177	321,307	394,212	7,185	-	-	1,969,163
- Due to banks	5,764	-	-	-	-	-	-	5,764
- Amount due to Head Office	688,761	-	-	1,210,845	645,784	-	-	2,545,390
	<u>1,682,807</u>	<u>258,177</u>	<u>321,307</u>	<u>1,605,057</u>	<u>652,969</u>	<u>-</u>	<u>-</u>	<u>4,520,317</u>

DBS BANK (HONG KONG) LIMITED - MACAU BRANCH

NOTES TO THE FINANCIAL STATEMENTS (unaudited)

19 Financial risk management (Continued)

(a) Credit risk (Continued)

(v) Maturity analysis on assets and liabilities (Continued)

As at 31 December 2022	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	203,203	-	-	-	-	-	-	203,203
- Amount due from Head Office	91,224	-	-	-	-	-	-	91,224
- AMCM monetary bills	449,107	-	-	-	-	-	-	449,107
- Loans and advances to customers	85,267	293,501	1,282,535	546,589	2,116,263	82,159	26,377	4,432,691
	<u>828,801</u>	<u>293,501</u>	<u>1,282,535</u>	<u>546,589</u>	<u>2,116,263</u>	<u>82,159</u>	<u>26,377</u>	<u>5,176,225</u>
Liabilities								
- Deposits from customers	1,212,556	317,701	190,302	365,817	-	-	-	2,086,376
- Due to banks	5,834	-	-	-	-	-	-	5,834
- Amount due to Head Office	1,012,635	-	-	2,181,701	-	-	-	3,194,336
	<u>2,231,025</u>	<u>317,701</u>	<u>190,302</u>	<u>2,547,518</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>5,286,546</u>

DBS BANK (HONG KONG) LIMITED - MACAU BRANCH

NOTES TO THE FINANCIAL STATEMENTS (unaudited)

19 Financial risk management (Continued)

(b) Foreign exchange risk

	USD	HKD	CNY	Others	Total
As at 30 June 2023	MOP'000	MOP'000	MOP'000	MOP'000	MOP'000
MOP equivalents					
Spot assets	3,232,224	783,259	18,686	18,317	4,052,486
Spot liabilities	(3,224,522)	(916,055)	(17,404)	(17,225)	(4,175,206)
Net position	<u>7,702</u>	<u>(132,796)</u>	<u>1,282</u>	<u>1,092</u>	<u>(122,720)</u>
As at 31 December 2022	USD	HKD	CNY	Others	Total
	MOP'000	MOP'000	MOP'000	MOP'000	MOP'000
MOP equivalents					
Spot assets	4,028,853	696,167	21,313	96,663	4,842,996
Spot liabilities	(4,020,084)	(815,649)	(19,982)	(95,516)	(4,951,231)
Net position	<u>8,769</u>	<u>(119,482)</u>	<u>1,331</u>	<u>1,147</u>	<u>(108,235)</u>

DBS BANK (HONG KONG) LIMITED - MACAU BRANCH

NOTES TO THE FINANCIAL STATEMENTS (unaudited)

19 Financial risk management (Continued)

(c) Liquidity risk

	As at 30 June 2023 MOP'000	As at 31 December 2022 MOP'000
The arithmetic mean of the minimum weekly amount of cash in hand that is required to be held during the period/year	58,528	63,768
The arithmetic mean of the amount of cash in hand during the period/year	193,186	197,468
The arithmetic mean of the specified liquid assets at the end of each month during the period/year	1,827,492	1,679,885
	%	%
The average ratio of specified liquid asset to total basic liabilities at the end of each month during the period/year	78.8	71.3
The arithmetic mean of one-month liquidity ratio in the last week of each month during the period/year	1,416.8	495.8
The arithmetic mean of three-month liquidity ratio in the last week of each month during the period/year	467.6	162.3

20 Material related party transactions

- (i) Income and expenses with Head Office, Intermediate Holding Company and fellow subsidiary:

	For the six months ended	
	30 June 2023 MOP'000	30 June 2022 MOP'000
Interest income	801	1,803
Interest expense	(71,492)	(263)
Other income	705	770
Total expenses charged	(8,311)	(6,390)

- (ii) Balances with Head Office, Intermediate Holding Company and fellow subsidiary:

	As at 30 June 2023 MOP'000	As at 31 December 2022 MOP'000
Amount due from Head Office	13,320	91,224
Amount due to Head Office	2,545,390	3,194,336
Other liabilities	13,851	7,373

- (iii) Contingent liabilities with Head Office:

As at 30 June 2023, total contingent liabilities with Head Office amounted to MOP1,000.9 million (31 December 2022: MOP1,000.9 million).

DBS BANK (HONG KONG) LIMITED**CONSOLIDATED INFORMATION** (unaudited)**1 Capital adequacy ratios**

The capital adequacy ratios were compiled in accordance with the Banking (Capital) Rules issued by the Hong Kong Monetary Authority.

	As at 30 June 2023	As at 31 December 2022
Capital Adequacy Ratios		
Common Equity Tier 1	18.9%	16.5%
Tier 1	19.5%	17.1%
Total	20.7%	18.4%

2 Other financial information

	For the six months ended	
	30 June 2023 HK\$'M	30 June 2022 HK\$'M
Profit before income tax	4,492	2,574

	As at 30 June 2023 HK\$'M	As at 31 December 2022 HK\$'M
Total assets	454,478	475,875
Total liabilities	407,264	432,432
Gross loans and advances to customers	272,067	279,660
Due to banks	9,788	10,793
Deposits and balances from customers	363,573	394,360
Total equity	47,214	43,443

DBS BANK (HONG KONG) LIMITED

CONSOLIDATED INFORMATION (CONTINUED) (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)

(resigned on 26 April 2023)