



PRESS RELEASE

OCBC WING HANG BANK LIMITED

Consolidated Statement of Profit or Loss

(Expressed in thousands of Hong Kong dollars unless otherwise stated in the text)

	2015	2014 (restated) ⁽¹⁾	Change
Interest income	6,284,733	6,543,413	
Interest expense	(2,698,484)	(3,048,569)	
Net interest income	3,586,249	3,494,844	2.6%
Other operating income	1,111,419	913,305	21.7%
Operating income	4,697,668	4,408,149	6.6%
Operating expenses	(2,274,928)	(2,240,738)	1.5%
Operating profit before impairment losses and allowances	2,422,740	2,167,411	11.8%
Impairment losses and allowances	(146,208)	(209,536)	-30.2%
Operating profit after impairment losses and allowances	2,276,532	1,957,875	16.3%
Net gains on revaluation of properties and disposal of tangible fixed assets	12,948	3,501	
Net losses from trading and financial instruments designated at fair value through profit or loss	(11,531)	(88,096)	-86.9%
Net gains on disposal of available-for-sale financial assets	79,251	88,905	
Share of net gains of associated companies	59,422	50,955	
Profit before taxation	2,416,622	2,013,140	20.0%
Taxation	(388,624)	(311,309)	
Profit for the year attributable to equity shareholders of the Bank	<u>2,027,998</u>	<u>1,701,831</u>	19.2%

Consolidated Statement of Financial Position*(Expressed in thousands of Hong Kong dollars unless otherwise stated in the text)*

	2015	2014
ASSETS		
Cash and balances with banks, central banks and other financial institutions	4,742,130	7,583,054
Placements with banks, central banks and other financial institutions	6,914,867	19,645,875
Amounts due from ultimate holding company and fellow subsidiaries	9,640,759	7,031,024
Trading assets	2,014,546	1,916,608
Financial assets designated at fair value through profit or loss	6,567,450	7,094,386
Advances to customers and other accounts	155,904,595	159,450,435
Available-for-sale financial assets	32,547,690	26,209,405
Investments in associated companies	350,167	311,974
Tangible fixed assets		
- Investment properties	182,900	169,000
- Other properties, plants and equipment	4,779,391	4,543,407
Goodwill	1,306,430	1,306,430
Current tax recoverable	-	24,223
Deferred tax assets	17,302	22,617
Total assets	224,968,227	235,308,438
EQUITY AND LIABILITIES		
Deposits and balances of banks, central banks and other financial institutions	691,288	2,312,768
Amounts due to ultimate holding company and fellow subsidiaries	2,304,865	1,909,896
Deposits from customers	180,399,232	195,255,992
Certificates of deposit issued	8,650,384	5,167,145
Trading liabilities	893,269	568,789
Current tax payable	215,206	109,352
Deferred tax liabilities	243,671	208,794
Other accounts and provisions	2,657,975	3,098,629
Subordinated liabilities	3,236,237	3,269,087
Total liabilities	199,292,127	211,900,452
Share capital	1,740,750	1,740,750
Reserves	23,935,350	21,667,236
Total equity	25,676,100	23,407,986
Total equity and liabilities	224,968,227	235,308,438

Summary of 2015 Financial Ratios

	<u>2015</u>	<u>2014</u>	<u>Change</u>
Net interest margin	1.64%	1.64%	-
Cost to income ratio	48.4%	50.8%	-2.4%
Return on average assets	0.87%	0.76%	0.11%
Return on average shareholders' funds	8.2%	7.6%	0.6%
Average liquidity maintenance ratio	36.4%	-	-
Average liquidity ratio	-	37.5%	-

	<u>31st December, 2015</u>	<u>31st December, 2014</u>	<u>Change</u>
Adjusted loan to deposit ratio	71.7%	68.4%	3.3%
Tier 1 capital ratio	13.6%	11.7%	1.9%
Total capital ratio	17.2%	15.3%	1.9%

Note:

(1) (a) Reclassification of swap funding interest from net interest income to other operating income amounting to HK\$33,072,000.

(b) Reclassification of gain on interest rate swap for hedging structured deposits from other operating income to profit and loss on trading of financial instruments amounting to HK\$11,256,000.

The full set of 2015 Annual Report is published on the website of the Bank (www.ocbcwhhk.com).