华侨永亨银行

OCBC WING HANG

# PRESS RELEASE

## OCBC WING HANG BANK LIMITED

**Unaudited Consolidated Statement of Profit or Loss**

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

| | Six month ended | | |
|---|---|---|---|
| | **30th June, 2016** | 30th June, 2015 (restated) | Change |
| Interest income | **2,738,323** | 3,317,190 | |
| Interest expense | **(1,015,623)** | (1,520,987) | |
| Net interest income | **1,722,700** | 1,796,203 | -4.1% |
| Fees and commissions (net) | **347,016** | 413,998 | -16.2% |
| Dividends | **7,313** | 7,376 | -0.9% |
| Rental income | **2,204** | 2,062 | 6.9% |
| Other income | **237,249** | 180,723 | 31.3% |
| Other operating income | **593,782** | 604,159 | -1.7% |
| Operating income | **2,316,482** | 2,400,362 | -3.5% |
| Operating expenses | **(1,165,848)** | (1,122,506) | 3.9% |
| Operating profit before impairment losses and allowances | **1,150,634** | 1,277,856 | -10.0% |
| Impairment losses and allowances | **(66,870)** | (77,813) | -14.1% |
| Operating profit after impairment losses and allowances | **1,083,764** | 1,200,043 | -9.7% |
| Unrealised gains / (losses) on subordinated liabilities | **33,737** | (13,511) | -349.7% |
| Share of net gains of associated companies | **40,484** | 40,603 | |
| Profit before taxation | **1,157,985** | 1,227,135 | -5.6% |
| Taxation | **(153,597)** | (196,804) | |
| Profit for the period attributable to equity shareholders of the Bank | **1,004,388** | 1,030,331 | -2.5% |

**Unaudited Consolidated Statement of Financial Position**

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

| | **30th June, 2016** | 31st December, 2015 |
|---|---|---|
| **ASSETS** | | |
| Cash and balances with banks, central banks and other financial institutions | **5,123,180** | 4,742,130 |
| Placements with banks, central banks and other financial institutions | **3,699,040** | 6,914,867 |
| Amounts due from ultimate holding company and fellow subsidiaries | **7,364,007** | 9,640,759 |
| Trading assets | **3,518,093** | 2,014,546 |
| Financial assets designated at fair value through profit or loss | **3,808,658** | 6,567,450 |
| Advances to customers and other accounts | **146,165,942** | 155,904,595 |
| Available-for-sale financial assets | **40,277,248** | 32,547,690 |
| Investments in associated companies | **369,755** | 350,167 |
| Tangible fixed assets | | |
| - Investment properties | **176,400** | 182,900 |
| - Other properties, plants and equipment | **4,679,707** | 4,779,391 |
| Goodwill | **1,306,430** | 1,306,430 |
| Current tax recoverable | **5** | - |
| Deferred tax assets | **17,537** | 17,302 |
| Total assets | **216,506,002** | 224,968,227 |
| **EQUITY AND LIABILITIES** | | |
| Deposits and balances of banks, central banks and other financial institutions | **2,515,457** | 691,288 |
| Amounts due to ultimate holding company and fellow subsidiaries | **1,660,714** | 2,304,865 |
| Deposits from customers | **171,468,010** | 180,399,232 |
| Certificates of deposit issued | **5,982,251** | 8,650,384 |
| Trading liabilities | **852,748** | 893,269 |
| Current tax payable | **296,613** | 215,206 |
| Deferred tax liabilities | **251,342** | 243,671 |
| Other accounts and provisions | **3,633,924** | 2,657,975 |
| Subordinated liabilities | **3,206,020** | 3,236,237 |
| Total liabilities | **189,867,079** | 199,292,127 |
| Share capital | **1,740,750** | 1,740,750 |
| Reserves | **24,898,173** | 23,935,350 |
| Total equity | **26,638,923** | 25,676,100 |
| Total equity and liabilities | **216,506,002** | 224,968,227 |

**Summary of 2016 Financial Ratios**

| | Six months ended | | |
|---|---|---|---|
| | **30th June, 2016** | 30th June, 2015 | Change |
| Net interest margin | **1.70%** | 1.59% | 0.11% |
| Cost to income ratio | **50.3%** | 46.8% | 3.5% |
| Return on average assets | **0.91%** | 0.88% | 0.03% |
| Return on average shareholders' funds | **7.7%** | 8.6% | -0.9% |
| Average liquidity maintenance ratio | **40.5%** | 36.2% | 4.3% |

| | **30th June, 2016** | 31st December, 2015 | Change |
|---|---|---|---|
| Adjusted loan to deposit ratio | **70.7%** | 71.7% | -1.0% |
| Tier 1 capital ratio | **15.4%** | 13.6% | 1.8% |
| Total capital ratio | **18.9%** | 17.2% | 1.7% |

The full set of 2016 Interim Report is published on the website of the Bank (www.ocbcwhhk.com).