



# **BANK OF SHANGHAI (HONG KONG) LIMITED**

**REGULATORY DISCLOSURE STATEMENT  
FOR THE QUARTER ENDED 31 MARCH 2025**

| <b>Contents</b>                  | <b>Page(s)</b> |
|----------------------------------|----------------|
| Key Prudential Ratios            | 1              |
| Overview of Risk-weighted amount | 3              |
| Leverage Ratio                   | 5              |

This document contains Pillar 3 disclosures of Bank of Shanghai (Hong Kong) Limited (the “Bank”) relating to key prudential ratios, leverage ratio and risk-weighted amount (“RWA”) by risk types. The following disclosures are prepared in accordance with the Banking (Disclosure) Rules and standard disclosure templates promulgated by the Hong Kong Monetary Authority (the “HKMA”).

The Bank is required to calculate the key prudential ratios on both unconsolidated and consolidated basis and the financial information contained in this Regulatory Disclosure Statement has been prepared on a consolidated basis.

## 1 Key Prudential Ratios

The following table provides an overview of the Bank’s key prudential ratios.

| HK\$’000 |   | (restate)                 |                              |                               |                          |                           |
|----------|---|---------------------------|------------------------------|-------------------------------|--------------------------|---------------------------|
|          |   | As at<br>31 March<br>2025 | As at<br>31 December<br>2024 | As at<br>30 September<br>2024 | As at<br>30 June<br>2024 | As at<br>31 March<br>2024 |
|          | <b>Regulatory Capital (amount)</b>  |                           |                              |                               |                          |                           |
| 1        | Common Equity Tier 1 (CET1)   | 4,903,419                 | 4,807,864                    | 5,453,379                     | 5,323,722                | 5,317,499                 |
| 2        | Tier 1  | 4,903,419                 | 4,807,864                    | 5,453,379                     | 5,323,722                | 5,317,499                 |
| 3        | Total Capital   | 5,206,295                 | 5,099,636                    | 5,710,847                     | 5,648,957                | 5,629,307                 |
|          | <b>RWA (amount)</b>   |                           |                              |                               |                          |                           |
| 4        | Total RWA   | 26,618,690                | 26,762,249                   | 26,714,441                    | 27,970,476               | 27,372,482                |
| 4a       | Total RWA (pre-floor)   | 26,618,690                | 26,762,249                   | 26,714,441                    | 27,970,476               | 27,372,482                |
|          | <b>Risk-based regulatory capital ratios (as a percentage of RWA)</b>          |                           |                              |                               |                          |                           |
| 5 & 5a   | CET1 ratio (%)  | 18.4                      | 18.0                         | 20.4                          | 19.0                     | 19.4                      |
| 5b       | CET1 ratio (%) (pre-floor ratio)  | 18.4                      | 18.0                         | 20.4                          | 19.0                     | 19.4                      |
| 6 & 6a   | Tier 1 ratio (%)  | 18.4                      | 18.0                         | 20.4                          | 19.0                     | 19.4                      |
| 6b       | Tier 1 ratio (%) (pre-floor ratio)  | 18.4                      | 18.0                         | 20.4                          | 19.0                     | 19.4                      |
| 7 & 7a   | Total Capital ratio (%)   | 19.6                      | 19.1                         | 21.4                          | 20.2                     | 20.6                      |
| 7b       | Total capital ratio (%) (pre-floor ratio)                                     | 19.6                      | 19.1                         | 21.4                          | 20.2                     | 20.6                      |
|          | <b>Additional CET1 buffer requirements (as a percentage of RWA)</b>           |                           |                              |                               |                          |                           |
| 8        | Capital conservation buffer requirement (%)                                   | 2.500                     | 2.500                        | 2.500                         | 2.500                    | 2.500                     |
| 9        | Countercyclical capital buffer requirement (%)                                | 0.304                     | 0.333                        | 0.650                         | 0.575                    | 0.538                     |
| 10       | Higher loss absorbency requirements (%) (applicable only to G-SIBs or D-SIBs) | –                         | –                            | –                             | –                        | –                         |
| 11       | Total AI-specific CET1 buffer requirements (%)                                | 2.804                     | 2.833                        | 3.150                         | 3.075                    | 3.038                     |
| 12       | CET1 available after meeting the AI’s minimum capital requirements (%)        | 11.6                      | 11.1                         | 13.4                          | 12.2                     | 12.6                      |
|          | <b>Basel III Leverage ratio</b>   |                           |                              |                               |                          |                           |
| 13       | Total Leverage ratio (LR) exposure measure                                    | 34,634,332                | 34,101,727                   | 33,855,884                    | 33,351,438               | 33,869,484                |
| 13a      | LR exposure measure based on mean values of gross assets of SFTs              | 34,985,661                | NA                           | NA                            | NA                       | NA                        |

# 1 Key Prudential Ratios (continued)

| HK\$'000            |  | (restate)                 |                              |                               |                          |                           |
|---------------------|--|---------------------------|------------------------------|-------------------------------|--------------------------|---------------------------|
|                     |  | As at<br>31 March<br>2025 | As at<br>31 December<br>2024 | As at<br>30 September<br>2024 | As at<br>30 June<br>2024 | As at<br>31 March<br>2024 |
| 14,<br>14a &<br>14b | LR (%)   | 14.2                      | 14.1                         | 16.1                          | 16.0                     | 15.7                      |
| 14c &<br>14d        | LR (%) based on mean values of gross assets of SFTs                          | 14.0                      | NA                           | NA                            | NA                       | NA                        |
|                     | <b>Liquidity Coverage Ratio (LCR)/<br/>Liquidity Maintenance Ratio (LMR)</b> |                           |                              |                               |                          |                           |
|                     | Applicable to category 1 institution only:                                   |                           |                              |                               |                          |                           |
| 15                  | Total high quality liquid assets (HQLA)                                      | NA                        | NA                           | NA                            | NA                       | NA                        |
| 16                  | Total net cash outflows  | NA                        | NA                           | NA                            | NA                       | NA                        |
| 17                  | LCR (%)  | NA                        | NA                           | NA                            | NA                       | NA                        |
|                     | Applicable to category 2 institution only:                                   |                           |                              |                               |                          |                           |
| 17a                 | LMR (%)  | 79.3                      | 76.2                         | 100.9                         | 115.0                    | 118.7                     |
|                     | <b>Net Stable Funding Ratio (NSFR)/Core<br/>Funding Ratio (CFR)</b>          |                           |                              |                               |                          |                           |
|                     | Applicable to category 1 institution only:                                   |                           |                              |                               |                          |                           |
| 18                  | Total available stable funding   | NA                        | NA                           | NA                            | NA                       | NA                        |
| 19                  | Total required Stable funding  | NA                        | NA                           | NA                            | NA                       | NA                        |
| 20                  | NSFR (%)   | NA                        | NA                           | NA                            | NA                       | NA                        |
|                     | Applicable to category 2A institution only:                                  |                           |                              |                               |                          |                           |
| 20a                 | CFR (%)  | 94.4                      | 94.3                         | 101.2                         | 112.8                    | 105.9                     |

## 2 Overview of Risk-weighted amount

The table below sets out the RWA by risk types and their corresponding capital requirements (i.e. 8% of the RWA):

|          |   | (restate)                 |                              |                              |
|----------|---|---------------------------|------------------------------|------------------------------|
|          |   | (a)                       | (b)                          | (c)                          |
|          |   | RWA                       |                              | Minimum capital requirements |
|          |   | As at<br>31 March<br>2025 | As at<br>31 December<br>2024 | As at<br>31 March<br>2025    |
| HK\$'000 |   |                           |                              |                              |
| 1        | Credit risk for non-securitization exposures  | 24,173,754                | 25,059,162                   | 1,933,900                    |
| 2        | Of which STC approach   | 24,173,754                | 25,059,162                   | 1,933,900                    |
| 2a       | Of which BSC approach   | –                         | –                            | –                            |
| 3        | Of which foundation IRB approach  | –                         | –                            | –                            |
| 4        | Of which supervisory slotting criteria approach   | –                         | –                            | –                            |
| 5        | Of which advanced IRB approach  | –                         | –                            | –                            |
| 5a       | Of which retail IRB approach  | –                         | –                            | –                            |
| 5b       | Of which specific risk-weight approach  | –                         | –                            | –                            |
| 6        | Counterparty credit risk and default fund contributions   | 56,310                    | 87,111                       | 4,505                        |
| 7        | Of which SA-CCR approach  | 40,324                    | 40,000                       | 3,226                        |
| 7a       | Of which CEM  | –                         | –                            | –                            |
| 8        | Of which IMM(CCR) approach  | –                         | –                            | –                            |
| 9        | Of which others   | 15,986                    | 47,111                       | 1,279                        |
| 10       | CVA risk  | 9,775                     | 21,438                       | 782                          |
| 11       | Equity positions in banking book under the simple risk-weight method and internal models method | NA                        | NA                           | NA                           |
| 12       | Collective investment scheme (“CIS”) exposures – look-through approach / third-party approach   | NA                        | NA                           | NA                           |
| 13       | CIS exposures – mandate-based approach  | NA                        | NA                           | NA                           |
| 14       | CIS exposures – fall-back approach  | NA                        | NA                           | NA                           |
| 14a      | CIS exposures – combination of approaches   | NA                        | NA                           | NA                           |
| 15       | Settlement risk   | –                         | –                            | –                            |
| 16       | Securitization exposures in banking book  | –                         | –                            | –                            |
| 17       | Of which SEC-IRBA   | –                         | –                            | –                            |
| 18       | Of which SEC-ERBA (including IAA)   | –                         | –                            | –                            |
| 19       | Of which SEC-SA   | –                         | –                            | –                            |
| 19a      | Of which SEC-FBA  | –                         | –                            | –                            |
| 20       | Market risk   | 1,182,463                 | 478,275                      | 94,597                       |
| 21       | Of which STM approach   | 1,182,463                 | 478,275                      | 94,597                       |
| 22       | Of which IMA  | –                         | –                            | –                            |

## 2 Overview of Risk-weighted amount (continued)

|          |  | (restate)                 |                              |                              |
|----------|--|---------------------------|------------------------------|------------------------------|
|          |  | (a)                       | (b)                          | (c)                          |
|          |  | RWA                       |                              | Minimum capital requirements |
|          |  | As at<br>31 March<br>2025 | As at<br>31 December<br>2024 | As at<br>31 March<br>2025    |
| HK\$'000 |  |                           |                              |                              |
| 22a      | Of which SSTM approach   | –                         | –                            | –                            |
| 23       | Capital charge for moving exposures between trading book and banking book  | NA                        | NA                           | NA                           |
| 24       | Operational risk   | 1,196,388                 | 1,116,263                    | 95,711                       |
| 24a      | Sovereign concentration risk   | NA                        | NA                           | NA                           |
| 25       | Amounts below the thresholds for deduction (subject to 250% RW)  | –                         | –                            | –                            |
| 26       | Output floor level applied   | NA                        | NA                           |                              |
| 27       | Floor adjustment (before application of transitional cap)  | NA                        | NA                           |                              |
| 28       | Floor adjustment (after application of transitional cap)   | NA                        | NA                           | NA                           |
| 28a      | Deduction to RWA   | –                         | –                            | –                            |
| 28b      | Of which portion of regulatory reserve for general banking risks and collective provisions which is not included in Tier 2 Capital         | –                         | –                            | –                            |
| 28c      | Of which portion of cumulative fair value gains arising from the revaluation of land and buildings which is not included in Tier 2 Capital | –                         | –                            | –                            |
| 29       | <b>Total</b>   | 26,618,690                | 26,762,249                   | 2,129,495                    |

Total RWA decrease was mainly attributable to decrease in RWA for credit risk, which was driven by the decrease in proportion of corporate exposures on the Bank's portfolio.

### 3 Leverage Ratio

|  |   | (restate)                             |  |
|--|---|---------------------------------------|--|
|  |   | As at<br>31 March<br>2025<br>HK\$'000 | As at<br>31 December<br>2024<br>HK\$'000 |
| <b>On-balance sheet exposures</b>                  |   |                                       |  |
| 1  | On-balance sheet exposures (excluding those arising from derivative contracts and SFTs, but including collateral)   | 33,057,994                            | 31,921,578                               |
| 2  | Gross-up for derivative contracts collateral provided where deducted from balance sheet assets pursuant to the applicable accounting standard               | –                                     | –  |
| 3  | Less: Deductions of receivables assets for cash variation margin provided under derivative contracts  | (9,569)                               | –  |
| 4  | Less: Adjustment for securities received under SFTs that are recognised as an asset   | –                                     | –  |
| 5  | Less: Specific and collective provisions associated with on-balance sheet exposures that are deducted from Tier 1 capital                                   | (750,869)                             | (732,799)                                |
| 6  | Less: Asset amounts deducted in determining Tier 1 capital  | (168,152)                             | (174,158)                                |
| 7  | Total on-balance sheet exposures (excluding derivatives contracts and SFTs) (sum of rows 1 to 6)  | 32,129,404                            | 31,014,621                               |
| <b>Exposures arising from derivative contracts</b> |   |                                       |  |
| 8  | Replacement cost associated with all derivative contracts (where applicable net of eligible cash variation margin and/or with bilateral netting)            | 29,464                                | 26,480                                   |
| 9  | Add-on amounts for PFE associated with all derivatives contracts  | 148,981                               | 96,093                                   |
| 10   | Less: Exempted CCP leg of client-cleared trade exposures  | –                                     | –  |
| 11   | Adjusted effective notional amount of written credit-related derivatives contracts  | –                                     | –  |
| 12   | Less: Permitted reductions in effective notional amount and permitted deductions from add-on amounts for PFE of written credit-related derivative contracts | –                                     | –  |
| 13   | Total exposures arising from derivative contracts (sum of rows 8 to 12)   | 178,445                               | 122,573                                  |
| <b>Exposures arising from SFTs</b>                 |   |                                       |  |
| 14   | Gross SFT assets (with no recognition of netting), after adjusting for sales accounting transactions  | 877,076                               | 1,564,858                                |
| 15   | Less: Netted amounts of cash payables and cash receivables of gross SFT assets  | –                                     | –  |
| 16   | CCR exposure for SFT assets   | 62,556                                | 111,586                                  |
| 17   | Agent transaction exposures   | –                                     | –  |
| 18   | Total exposures arising from SFTs (sum of rows 14 to 17)  | 939,632                               | 1,676,444                                |
| <b>Other off-balance sheet exposures</b>           |   |                                       |  |
| 19   | Off-balance sheet exposure at gross notional amount   | 9,071,243                             | 7,993,471                                |
| 20   | Less: Adjustments for conversion to credit equivalent amounts   | (7,684,392)                           | (6,705,382)                              |
| 21   | Less: Specific and collective provisions associated with off-balance sheet  | –                                     | –  |
| 22   | Off-balance sheet items (sum of rows 19 to 21)  | 1,386,851                             | 1,288,089                                |
| <b>Capital and total exposures</b>                 |   |                                       |  |
| 23   | Tier 1 capital  | 4,903,419                             | 4,807,864                                |
| 24   | Total exposures (sum of rows 7, 13, 18 and 22)  | 34,634,332                            | 34,101,727                               |

### 3 Leverage Ratio (continued)

|                                  |  | (restate)                             |  |
|----------------------------------|--|---------------------------------------|--|
|                                  |  | As at<br>31 March<br>2024<br>HK\$'000 | As at<br>31 December<br>2024<br>HK\$'000 |
| <b>Leverage ratio</b>            |  |                                       |  |
| 25 & 25a                         | Leverage ratio   | 14.2%                                 | 14.1%                                    |
| 26                               | Minimum leverage ratio requirement   | 3.0%                                  | 3.0%                                     |
| 27                               | Applicable leverage buffers  | Not applicable                        | Not applicable                           |
| <b>Disclosure of mean values</b> |  |                                       |  |
| 28                               | Mean value of gross assets of SFTs, after adjustment for sale accounting transactions and netted of amounts of associated cash payables and cash receivables                                     | 1,228,405                             | Not applicable                           |
| 29                               | Quarter-end value of gross amount of SFT assets, after adjustment for sale accounting transactions and netted of amounts of associated cash payables and cash receivables                        | 877,076                               | Not applicable                           |
| 30 & 30a                         | Total exposures based on mean values from row 28 of gross assets of SFTs (after adjustment for sale accounting transactions and netted amounts of associated cash payables and cash receivables) | 34,985,661                            | Not applicable                           |
| 31 & 31a                         | Leverage ratio based on mean values from row 28 of gross assets of SFTs (after adjustment for sale accounting transactions and netted amounts of associated cash payables and cash receivables)  | 14.0%                                 | Not applicable                           |

Leverage ratio remained stable during the quarter.