



招商永隆銀行
CMB WING LUNG BANK

Pillar 3 Disclosure – Overview of Risk Weighted Amount

As at 30 September 2018

Overview of Risk Weighted Amount

The following disclosures are made in accordance with Section 16C of the Banking (Disclosure) Rules issued by the Hong Kong Monetary Authority (“HKMA”).

The table below provides an overview of the Group's total RWAs, breakdown by the approaches with which the RWAs are computed.

During the third quarter of 2018, total RWAs increased by HK\$1.1Bn, mainly due to the increase in RWAs for credit risk for non-securitisation exposures, which was driven by the increase in placements with and loans and advances to banks.

Overview of Risk Weighted Amount

		(a)	(b)	(c)
		RWA		Minimum capital requirements
		As of 30 September 2018 HK\$'000	As of 30 June 2018 HK\$'000	As of 30 September 2018 HK\$'000
1	Credit risk for non-securitization exposures	190,953,492	190,393,804	15,276,279
2	Of which STC approach	190,953,492	190,393,804	15,276,279
2a	Of which BSC approach	-	-	-
3	Of which foundation IRB approach	-	-	-
4	Of which supervisory slotting criteria approach	-	-	-
5	Of which advanced IRB approach	-	-	-
6	Counterparty default risk and default fund contributions	1,316,222	1,520,997	105,298
7	Of which SA-CCR*	Not applicable	Not applicable	Not applicable
7a	Of which CEM	683,865	608,050	54,709
8	Of which IMM(CCR) approach	-	-	-
9	Of which others	-	-	-
10	CVA risk	316,725	323,238	25,338
11	Equity positions in banking book under the simple risk-weight method and internal models method	-	-	-
12	Collective investment scheme (“CIS”) exposures – LTA*	Not applicable	Not applicable	Not applicable
13	CIS exposures – MBA*	Not applicable	Not applicable	Not applicable
14	CIS exposures – FBA*	Not applicable	Not applicable	Not applicable
14a	CIS exposures – combination of approaches*	Not applicable	Not applicable	Not applicable
15	Settlement risk	-	-	-
16	Securitization exposures in banking book	-	-	-
17	Of which SEC-IRBA	-	-	-
18	Of which SEC-ERBA	-	-	-
19	Of which SEC-SA	-	-	-
19a	Of which SEC-FBA	-	-	-
20	Market risk	5,050,763	4,660,563	404,061
21	Of which STM approach	5,050,763	4,660,563	404,061
22	Of which IMM approach	-	-	-
23	Capital charge for switch between exposures in trading book and banking book (not applicable before the revised market risk framework takes effect)*	Not applicable	Not applicable	Not applicable
24	Operational risk	10,489,000	10,395,000	839,120
25	Amounts below the thresholds for deduction (subject to 250% RW)	6,872,538	6,644,350	549,803
26	Capital floor adjustment	-	-	-
26a	Deduction to RWA	2,203,136	2,203,136	176,251
26b	Of which portion of regulatory reserve for general banking risks and collective provisions which is not included in Tier 2 Capital	-	-	-
26c	Of which portion of cumulative fair value gains arising from the revaluation of land and buildings which is not included in Tier 2 Capital	2,203,136	2,203,136	176,251
27	Total	212,795,604	211,734,816	17,023,648

1. Items marked with an asterisk (*) will be applicable only after their respective policy frameworks take effect. Until then, “Not applicable” should be reported in the rows.