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(For Official Use Only)

SECRET

under the Banking Ordinance

**CAPITAL ADEQUACY RATIO OF AN AUTHORIZED INSTITUTION
INCORPORATED IN HONG KONG*****COMBINED / CONSOLIDATED RETURN**

As at _____

* Delete which is not appropriate. Combined and consolidated returns are defined in the completion instructions.

Name of Authorized Institution	Date of Submission
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The Banking Ordinance

Information requested in this return is required under section 63(2) of the Banking Ordinance. The return should be submitted to the Monetary Authority not later than 1 month after the end of each period, unless otherwise advised by the Monetary Authority.

Note: This return is to be prepared in accordance with the completion instructions issued by the Monetary Authority

We certify that:

1. This return is, to the best of our knowledge and belief, correct.
2. The capital adequacy ratio, was at any time not less than that specified under section 3A or 3B of the Banking (Capital) Rules or, if applicable, as specified by the Monetary Authority in a notice served on the institution under section 97F(1) of the Banking Ordinance.

Chief Accountant

Chief Executive

Name

Name

Name and telephone number of responsible person who may be contacted by the Monetary Authority in case of any query

Name

Telephone Number

Part I: Summary Certificate on Capital Adequacy Ratios
Division A: Calculation of Capital Adequacy Ratios

Item	Nature of item	Reference	Column 1 HK\$'000	Column 2 HK\$'000	Column 3 HK\$'000
1.	Capital Base	Part II			
1.1	Tier 1 Capital				(A)
1.1(i)	Common Equity Tier 1 Capital				(B)
1.1(ii)	Additional Tier 1 Capital				
1.2	Tier 2 Capital				
1.3	Total Capital				(C)
2.	Calculation of Total Risk-weighted Amount				
2.1	Risk-weighted amount for credit risk (BSC Approach)	Part IIIa			
2.2	Risk-weighted amount for credit risk (STC Approach)	Part IIIb			
2.3	Risk-weighted amount for credit risk (IRB Approach)	Part IIIc			
2.4	Risk-weighted amount for credit risk (CCP)	Part IIIe			
2.5	Risk-weighted amount for credit risk (CVA) (only for AIs <u>not</u> using IRB approach)	Part IIIf			
2.6	Risk-weighted amount for credit risk under:				
(i)	STC (S) Approach	Part III d - II & V			
(ii)	IRB (S) Approach	Part III d - III & V			
2.7	Total risk-weighted amount for credit risk [Item 2.7 = Item 2.1 + Item 2.2 + Item 2.3 + Item 2.4 + Item 2.5 + Item 2.6(i) + Item 2.6(ii)]				
2.8	Risk-weighted amount for market risk	Part IV			
2.9	Risk-weighted amount for operational risk	Part V			
2.10	Additional risk-weighted amount due to application of capital floor (only for AIs using IRB Approach)	Division B			
2.11	Total risk-weighted amount before deductions [Item 2.11 = Item 2.7 + Item 2.8 + Item 2.9 + Item 2.10]				
2.12	Deductions:				
(i)	Portion of regulatory reserve for general banking risks and collective provisions which is not included in Tier 2 Capital (only for exposures reported under Part IIIa, Part IIIb, Part III d - II & V)				
(ii)	Portion of cumulative fair value gains arising from the revaluation of land and buildings which is not included in Tier 2 Capital				
(iii)	Total deductions (i) + (ii)				
2.13	Total risk-weighted amount [Item 2.13 = Item 2.11 - Item 2.12(iii)]				(D)
3.	Calculation of Common Equity Tier 1 Capital Ratio [(B) / (D)] x 100% =				%
4.	Calculation of Tier 1 Capital Ratio [(A) / (D)] x 100% =				%
5.	Calculation of Total Capital Ratio [(C) / (D)] x 100% =				%
6.	IRB coverage (only for AIs using IRB Approach) [(Item 2.3 + Item 2.6(ii)) / (Item 2.7 - Item 2.4)] x 100%				%

Division B: Calculation of Capital Floor
(Only for authorized institutions using IRB Approach)

Is the authorized institution subject to capital floor? (If yes, proceed to the table below; if no, go directly to Part II)

- / Yes / No

Item	Nature of item	Reference	Column 1 HK\$'000	Column 2 HK\$'000
1. Calculation of capital charge for the application of capital floor				
(i)	Risk-weighted amount for credit risk			
	(a) under BSC Approach <i>(where applicable)</i>	Part IIIa		
	(b) under STC Approach <i>(where applicable)</i>	Part IIIb		
	(c) under STC (S) Approach <i>(where applicable)</i>	Part III d - II & V		
	(d) under Division 4 of Part 6A - CCP exposures <i>(where applicable)</i>	Part III e		
	(e) under Division 3 of Part 6A - CVA <i>(where applicable)</i>	Part III f		
(ii)	Risk-weighted amount for market risk	Part IV		
(iii)	Risk-weighted amount for operational risk	Part V		
(iv)	Total risk-weighted amount [Item 1(iv) = Item 1(i) + Item 1(ii) + Item 1(iii)]			
(v)	8% of total risk-weighted amount [Item 1(v) = Item 1(iv) x 8%]			
(vi)	<u>Plus:</u> Deductions from Common Equity Tier 1 Capital, Additional Tier 1 Capital and Tier 2 Capital	Part II		
(vii)	<u>Less:</u> Portion of regulatory reserve for general banking risks and collective provisions included in Tier 2 Capital	Part II		
(viii)	Adjusted capital charge <u>before</u> applying capital floor adjustment factor [Item 1(viii) = Item 1(v) + Item 1(vi) - Item 1(vii)]			
(ix)	Capital floor adjustment factor [Please specify: %]			%
(x)	Adjusted capital charge <u>after</u> applying capital floor adjustment factor [Item 1(x) = Item 1(viii) x Item 1(ix)]			
2. Calculation of capital charge under the various approaches in use				
(i)	Risk-weighted amount for credit risk			
	(a) under BSC Approach <i>(where applicable)</i>	Part IIIa		
	(b) under STC Approach <i>(where applicable)</i>	Part IIIb		
	(c) under IRB Approach	Part IIIc		
	(d) under STC (S) Approach <i>(where applicable)</i>	Part III d - II & V		
	(e) under IRB (S) Approach	Part III d - III & V		
	(f) under Division 4 of Part 6A - CCP exposures <i>(where applicable)</i>	Part III e		
(ii)	Risk-weighted amount for market risk	Part IV		
(iii)	Risk-weighted amount for operational risk	Part V		
(iv)	Total risk-weighted amount [Item 2(iv) = Item 2(i) + Item 2(ii) + Item 2(iii)]			
(v)	8% of total risk-weighted amount [Item 2(iv) x 8%]			
(vi)	<u>Plus:</u> Deductions from Common Equity Tier 1 Capital, Additional Tier 1 Capital and Tier 2 Capital	Part II		
(vii)	<u>Less:</u> Portion of regulatory reserve for general banking risks and collective provisions included in Tier 2 Capital	Part II		
(viii)	<u>Less:</u> Surplus provisions derived from EL-EP calculation under the IRB approach and the portion of its total regulatory reserve for general banking risks and collective provisions relevant to the IRB(S) approach	Part II		
(ix)	Adjusted capital charge [Item 2(ix) = Item 2(v) + Item 2(vi) - Item 2(vii) - Item 2(viii)]			
3. Difference in adjusted capital charge [Item 3 = Item 1(x) - Item 2(ix)]				
4. Additional risk-weighted amount due to application of capital floor [Item 4 = max(0, Item 3) x 12.5]				

Division C: Capital Buffer Requirements

Item	Nature of item	Column 1
1.	Net CET1 capital ratio	%
2	Buffer level [Item 2 = Item 2.1 + Item 2.2 + Item 2.3]	%
	<i>of which:</i>	
2.1	Capital conservation buffer ratio	%
2.2	Countercyclical capital buffer ratio	%
2.3	Higher loss absorbency ratio (applicable if the institution is a G-SIB or a D-SIB)	%