



**INDUSTRIAL AND COMMERCIAL BANK OF CHINA (ASIA) LIMITED**

**中國工商銀行(亞洲)有限公司**

*(Incorporated in Hong Kong with limited liability)*

**STANDARD TEMPLATES FOR DISCLOSURES IN RELATION TO  
LEVERAGE RATIO**

**31 DECEMBER 2017**

1(a) Leverage Ratio as at 31 December 2017

|   | Item   | Leverage ratio<br>Framework<br>HK\$'000 |
|---|--|---|
| <b>On-balance sheet exposures</b>                 |  |   |
| 1   | On-balance sheet items (excluding derivatives and SFTs, but including collateral)  | 903,537,605                             |
| 2   | Less: Asset amounts deducted in determining Basel III Tier 1 capital (reported as negative amounts)                                      | (5,260,759)                             |
| 3   | Total on-balance sheet exposures (excluding derivatives and SFTs) (sum of lines 1 and 2)   | 898,276,846                             |
| <b>Derivative exposures</b>                       |  |   |
| 4   | Replacement cost associated with all derivatives transactions (i.e. net of eligible cash variation margin)                               | 14,121,552                              |
| 5   | Add-on amounts for PFE associated with all derivatives transactions  | 9,151,627                               |
| 6   | Gross-up for derivatives collateral provided where deducted from the balance sheet assets pursuant to the operative accounting framework | -                                       |
| 7   | Less: Deductions of receivables assets for cash variation margin provided in derivatives transactions (reported as negative amounts)     | (1,409,723)                             |
| 8   | Less: Exempted CCP leg of client-cleared trade exposures (reported as negative amounts)  | -                                       |
| 9   | Adjusted effective notional amount of written credit derivatives   | -                                       |
| 10  | Less: Adjusted effective notional offsets and add-on deductions for written credit derivatives (reported as negative amounts)            | -                                       |
| 11  | Total derivative exposures (sum of lines 4 to 10)  | 21,863,456                              |
| <b>Securities financing transaction exposures</b> |  |   |
| 12  | Gross SFT assets (with no recognition of netting), after adjusting for sales accounting transactions                                     | 22,461,166                              |
| 13  | Less: Netted amounts of cash payables and cash receivables of gross SFT assets (reported as negative amounts)                            | -                                       |
| 14  | CCR exposure for SFT assets  | 2,423,284                               |
| 15  | Agent transaction exposures  | -                                       |
| 16  | Total securities financing transaction exposures (sum of lines 12 to 15)   | 24,884,450                              |
| <b>Other off-balance sheet exposures</b>          |  |   |
| 17  | Off-balance sheet exposure at gross notional amount  | 258,148,558                             |
| 18  | Less: Adjustments for conversion to credit equivalent amounts (reported as negative amounts)   | (200,206,573)                           |
| 19  | Off-balance sheet items (sum of lines 17 and 18)   | 57,941,985                              |
| <b>Capital and total exposures</b>                |  |   |
| 20  | Tier 1 capital   | 84,789,320                              |
| 21  | Total exposures (sum of lines 3, 11, 16 and 19)  | 1,002,966,737                           |
| <b>Leverage ratio</b>                             |  |   |
| 22  | <b>Basel III leverage ratio</b>  | 8.45%                                   |
|   |  |   |

1(b) Summary Comparison Table as at 31 December 2017

|   | Item   | Leverage ratio Framework<br>HK\$'000 |
|---|--|--------------------------------------|
| 1 | Total consolidated assets as per published financial statements  | 898,109,027                          |
| 2 | Adjustment for investments in banking, financial, insurance or commercial entities that are consolidated for accounting purposes but outside the scope of regulatory consolidation | 229,059                              |
| 3 | Adjustment for fiduciary assets recognised on the balance sheet pursuant to the operative accounting framework but excluded from the leverage ratio exposure measure               | -                                    |
| 4 | Adjustments for derivative financial instruments   | 7,741,904                            |
| 5 | Adjustment for securities financing transactions (i.e. repos and similar secured lending)  | 2,423,284                            |
| 6 | Adjustment for off-balance sheet items (i.e. conversion to credit equivalent amounts of off-balance sheet exposures)   | 57,941,985                           |
| 7 | Other adjustments  | 36,521,478                           |
| 8 | <b>Leverage ratio exposure</b>   | <b>1,002,966,737</b>                 |