

O-BANK CO., LTD.

A. BALANCE SHEETS

(In Thousands of New Taiwan Dollars)

Item	ASSETS	December 31, 2019		December 31, 2018	
		Amount	%	Amount	%
11000	Cash and cash equivalents	\$ 3,714,122	1	\$ 3,670,225	1
11500	Due from the central bank and call loans to banks	18,107,334	5	21,684,624	7
12000	Financial assets at fair value through profit or loss	80,623,826	24	53,820,259	16
12100	Financial assets at fair value through other comprehensive income	35,244,741	11	48,889,287	15
12200	Investments in debt instruments at amortised cost	-	-	499,940	-
13000	Receivables, net	3,233,348	1	6,842,372	2
13200	Current tax assets	89,717	-	82,212	-
13500	Discounts and loans, net	173,981,178	52	179,388,428	54
15000	Investments accounted for using equity method	14,920,171	5	14,120,402	4
15500	Other financial assets	517,198	-	614,919	-
18500	Property and equipment, net	2,661,050	1	2,757,103	1
18600	Right-of-use assets, net	309,517	-	-	-
19000	Intangible assets, net	1,163,114	-	1,274,262	-
19300	Deferred tax assets	288,087	-	164,392	-
19500	Other assets	<u>399,430</u>	-	<u>531,695</u>	-
10000	Total assets	<u>\$ 335,252,833</u>	<u>100</u>	<u>\$ 334,340,120</u>	<u>100</u>
Item	LIABILITIES AND EQUITY				
	Liabilities				
21000	Deposits from the central bank and banks	\$ 28,938,529	9	\$ 28,984,872	9
22000	Financial liabilities at fair value through profit or loss	519,880	-	780,811	-
22500	Securities sold under agreement to repurchase	2,863,548	1	4,400,442	1
23000	Accounts payable	2,681,645	1	4,834,006	2
23200	Current tax liabilities	46,360	-	-	-
23500	Deposits and remittances	243,645,080	73	240,461,299	72
24000	Bank notes payable	18,700,000	5	17,850,000	5
25500	Other financial liabilities	3,468,649	1	4,321,291	1
25600	Provisions	370,856	-	328,048	-
26000	Lease liabilities	313,446	-	-	-
29300	Deferred tax liabilities	400,449	-	333,990	-
29500	Other liabilities	<u>45,188</u>	-	<u>56,233</u>	-
20000	Total liabilities	<u>301,993,630</u>	<u>90</u>	<u>302,350,992</u>	<u>90</u>
	Equity				
31100	Common stock	24,130,063	7	24,130,063	7
31500	Preferred stock	<u>3,000,000</u>	<u>1</u>	<u>3,000,000</u>	<u>1</u>
31100	Total capital	<u>27,130,063</u>	<u>8</u>	<u>27,130,063</u>	<u>8</u>
31500	Capital surplus	<u>9,750</u>	-	<u>8,503</u>	-
	Retained earnings				
32001	Legal reserve	3,367,681	1	3,184,667	1
32003	Special reserve	1,631,335	1	1,215,831	1
32011	Unappropriated earnings	<u>1,187,851</u>	-	<u>610,045</u>	-
32000	Total retained earnings	<u>6,186,867</u>	<u>2</u>	<u>5,010,543</u>	<u>2</u>
32500	Other equity	<u>(67,477)</u>	-	<u>(159,981)</u>	-
30000	Total equity	<u>33,259,203</u>	<u>10</u>	<u>31,989,128</u>	<u>10</u>
	Total liabilities and equity	<u>\$ 335,252,833</u>	<u>100</u>	<u>\$ 334,340,120</u>	<u>100</u>

B. STATEMENTS OF COMPREHENSIVE INCOME

(In Thousands of New Taiwan Dollars, Except Earnings Per Share)

Item	For the Years Ended December 31				Percentage Increase (Decrease) %	
	2019		2018			
	Amount	%	Amount	%		
41000	Interest revenue	\$5,763,585	109	\$5,505,554	116	5
51000	Interest expenses	(3,806,134)	(72)	(3,324,033)	(70)	15
49010	Net interest	<u>1,957,451</u>	<u>37</u>	<u>2,181,521</u>	<u>46</u>	(10)
	Net revenue other than interest					
49100	Commissions and fee revenue, net	808,793	15	610,128	13	33
49200	Gain on financial assets and liabilities at fair value through profit or loss	908,385	17	1,385,777	29	(34)
49310	Realized gain (loss) on financial assets at fair value through other comprehensive income	133,451	2	78,990	2	69
49600	Foreign exchange gain (loss), net	293,516	6	(536,618)	(11)	155
49700	(Impairment loss on assets) reversal of impairment loss on assets	1,284	-	1,910	-	(33)
49750	Share of profit (loss) of associates and joint ventures accounted for using equity method	1,098,480	21	880,415	19	25
48099	Net other revenue other than interest income	<u>103,855</u>	<u>2</u>	<u>127,760</u>	<u>2</u>	(19)
49020	Net revenue other than interest	<u>3,347,764</u>	<u>63</u>	<u>2,548,362</u>	<u>54</u>	31
4xxxx	Total net revenue	<u>5,305,215</u>	<u>100</u>	<u>4,729,883</u>	<u>100</u>	12
58200	Provisions	(921,016)	(17)	(453,038)	(9)	103
	Operating expense					
58500	Employee benefits expenses	1,701,727	32	1,633,518	35	4

(Continued)

Item		For the Years Ended December 31				Percentage Increase (Decrease)
		2019		2018		
		Amount	%	Amount	%	
59000	Depreciation and amortization expense	\$512,931	10	\$382,934	8	34
59500	Other general and administrative expense	<u>959,449</u>	<u>18</u>	<u>1,133,707</u>	<u>24</u>	(15)
58400	Total operating expense	<u>3,174,107</u>	<u>60</u>	<u>3,150,159</u>	<u>67</u>	1
61001	Profit from continuing operations before tax	1,210,092	23	1,126,686	24	7
61003	Income tax expense	<u>109,659</u>	<u>2</u>	<u>172,027</u>	<u>4</u>	(36)
64000	Profit	<u>1,100,433</u>	<u>21</u>	<u>954,659</u>	<u>20</u>	15
	Other comprehensive income					
	Items that will not be reclassified subsequently to profit or loss:					
65201	Gains (losses) on remeasurements of defined benefit plans	(412)	-	1,077	-	(138)
65204	Revaluation gains (losses) on investments in equity instruments measured at fair value through other comprehensive income	85,932	2	(127,365)	(3)	167
65207	Share of other comprehensive income of subsidiaries, associates and joint ventures accounted for using equity method, components of other comprehensive income that will be reclassified to profit or loss	<u>83,856</u>	<u>1</u>	(<u>30,934</u>)	<u>-</u>	371
65200	Components of other comprehensive income that will not be reclassified to profit or loss, net of tax	<u>169,376</u>	<u>3</u>	(<u>157,222</u>)	(<u>3</u>)	208

(Continued)

Item		For the Years Ended December 31				Percentage Increase (Decrease)
		2019		2018		
		Amount	%	Amount	%	
65301	Exchange differences on translation	(\$237,382)	(4)	\$149,013	3	(259)
65307	Share of other comprehensive income of subsidiaries, associates and joint ventures accounted for using equity method, components of other comprehensive income that will be reclassified to profit or loss	95,117	2	(90,021)	(2)	206
65308	Gains (losses) from investments in debt instruments measured at fair value through other comprehensive income	130,096	2	(100,201)	(2)	230
65320	Income tax relating to the components of other comprehensive income	<u>22,715</u>	-	(<u>25,553</u>)	(<u>1</u>)	189
65300	Components of other comprehensive income that will be reclassified to profit or loss, net of tax	<u>10,546</u>	-	(<u>66,762</u>)	(<u>2</u>)	116
65000	Other comprehensive income (loss) for the year, net of income tax	<u>179,922</u>	<u>3</u>	(<u>223,984</u>)	(<u>5</u>)	180
66000	Total comprehensive income	<u>\$ 1,280,355</u>	<u>24</u>	<u>\$ 730,675</u>	<u>15</u>	75
EARNINGS PER SHARE						
67501	Basic	<u>\$ 0.45</u>		<u>\$ 0.40</u>		
67700	Diluted	<u>\$ 0.45</u>		<u>\$ 0.40</u>		

(Concluded)

C. Balance of Demand Deposit, Time Deposit, and Foreign Currency Deposit in proportion to total deposits:

(In Thousands of New Taiwan Dollars, %)

	December 31, 2019	December 31, 2018
Demand deposit	48,930,652	41,034,221
Demand deposit ratio	20.09%	17.06%
Time deposit	194,650,711	199,427,072
Time deposit ratio	79.91%	82.94%
Foreign currency deposit	78,428,172	91,014,782
Foreign currency deposit ratio	32.20%	37.85%

Note :

1. Demand deposit ratio = Demand deposit ÷ Total deposit;
Time deposit ratio = Time deposit ÷ Total deposit;
Foreign currency deposit ratio = Foreign currency deposit ÷ Total deposit
2. Demand Deposit and Time Deposit include foreign currency deposit and public Treasury deposit.
3. All deposits exclude Post Office Re-Deposit.

D. Balances and Ratios of Small and Medium Business (SMB) Loan and Consumer Loan:

(In Thousands of New Taiwan Dollars, %)

	December 31, 2019	December 31, 2018
SME loan	20,602,261	16,018,129
SME loan ratio	11.68%	8.80%
Consumer loan	14,634,159	7,069,534
Consumer ratio	8.30%	3.88%

Note :

1. SME Loans Ratio = SME Loans ÷ Total Loans; Consumer Loan Ratio = Consumer Loan ÷ Total Loans
2. SME is defined according to standard set by the Ministry of Economic Affairs
3. Consumer loan includes housing loan, home improvement loan, auto loan, organizational employee benefit loan, and other personal consumer loan (excluding revolving interests of credit cards)

E. Primary Net Position of Foreign Currency

Unit : In Thousands of Original Dollars and New Taiwan Dollars

	December 31,2019			December 31,2018		
	Primary		NTD Equivalence	Primary		NTD Equivalence
Primary Net Position of Foreign Currency (Market risk)	USD	55,467	1,670,144	USD	44,496	1,368,086
	HKD	364,861	1,411,282	CNY	186,574	732,374
	CNY	127,422	550,861	HKD	109,109	488,649
	EUR	1,535	51,811	EUR	1,935	68,136
	CHF	1,276	39,647	NZD	824	16,996

Note :

1. Primary foreign currencies are the top 5 highest currencies ranked according to value after standardizing to the same currency.
2. Primary net position is the absolute value of each currency

F. The disposal of major assets (According to 『 Procedures for Acquisition or Disposal of Assets by Public Companies 』 regulations :

The details have been published in the public information observatory as required.
(<http://mops.twse.com.tw>) :

Basic Information

Code : 2897

Company Name : O-Bank Co., Ltd.

G. The top ten shareholders :

For the Years Ended December 31, 2019

Name	Shares	Pledged Holding	Shareholding (%)
Ming Shan Investment Co., Ltd.	270, 664, 947	0	9. 98%
Yi Chang Investment Co., Ltd.	264, 040, 288	0	9. 73%
Tai Hsuan Investment Co., Ltd.	262, 329, 559	0	9. 67%
Heng Tong Machinery Co., Ltd.	148, 374, 456	0	5. 47%
China Steel Corporation	103, 847, 695	0	3. 83%
ADI Corporation	103, 847, 695	103, 847, 695	3. 83%
Chailease Finance Co., Ltd.	92, 694, 047	0	3. 42%
Tai Ya Investment Co., Ltd.	82, 797, 953	0	3. 05%
Hung Sheng Construction Co., Ltd..	80, 481, 963	80, 000, 000	2. 97%
San Ho Plastics Fabrication Co., Ltd.	54, 852, 278	0	2. 02%

Note: Numbers and ratios of shareholdings refer to both common and preferred stocks.

H. Other financial information please refers to 2019 4Q Consolidate Report for your reference.