

# O-BANK CO., LTD.

## A. BALANCE SHEETS

(In Thousands of New Taiwan Dollars)

Item	ASSETS	March 31, 2019		December 31, 2018		March 31, 2018	
		Amount	%	Amount	%	Amount	%
11000	Cash and cash equivalents	\$ 2,425,307	1	\$ 3,670,225	1	\$ 2,709,467	1
11500	Due from the central bank and call loans to banks	25,639,215	8	21,684,624	7	31,010,806	10
12000	Financial assets at fair value through profit or loss	67,620,726	20	53,820,259	16	42,255,264	13
12100	Financial assets at fair value through other comprehensive income	44,902,659	13	48,889,287	15	46,754,125	15
12200	Investments in debt instruments at amortised cost	499,968	-	499,940	-	499,850	-
12500	Securities purchased under resell agreements	-	-	-	-	397,690	-
13000	Receivables, net	4,463,405	1	6,842,372	2	4,861,060	2
13200	Current tax assets	71,559	-	82,212	-	65,513	-
13500	Discounts and loans, net	176,524,852	52	179,388,428	54	164,551,249	53
15000	Investments measured by equity method, net	14,563,181	4	14,120,402	4	14,148,031	5
15500	Other financial assets	616,649	-	614,919	-	291,258	-
18500	Property and equipment, net	2,725,233	1	2,757,103	1	2,826,335	1
18600	Right-of-use assets, net	271,122	-	-	-	-	-
19000	Intangible assets, net	1,233,864	-	1,274,262	-	1,290,186	-
19300	Deferred tax assets	199,805	-	164,392	-	186,973	-
19500	Other assets	402,403	-	531,695	-	296,634	-
10000	Total assets	<u>\$342,159,948</u>	<u>100</u>	<u>\$334,340,120</u>	<u>100</u>	<u>\$312,144,441</u>	<u>100</u>
<b>Item</b>	<b>LIABILITIES AND EQUITY</b>						
	Liabilities						
21000	Deposits from the central bank and banks	\$ 22,064,180	7	\$ 28,984,872	9	\$ 49,541,817	16
22000	Financial liabilities at fair value through profit or loss	446,075	-	780,811	-	964,418	-
22500	Notes and bonds issued under repurchase agreement	4,000,194	1	4,400,442	1	6,000,506	3
23000	Payables	3,454,766	1	4,834,006	2	4,285,443	1
23200	Current tax liabilities	80,066	-	-	-	97,107	-
23500	Deposits and remittances	255,538,328	75	240,461,299	72	195,628,781	63
24000	Bank notes payable	17,850,000	5	17,850,000	5	20,400,000	6
25500	Other financial liabilities	4,680,577	1	4,321,291	1	5,434,039	2
25600	Provisions	350,185	-	328,048	-	350,791	-
26000	Lease liabilities	271,476	-	-	-	-	-
29300	Deferred income tax liabilities	357,300	-	333,990	-	268,713	-
29500	Other liabilities	147,965	-	56,233	-	155,447	-
20000	Total liabilities	<u>309,241,112</u>	<u>90</u>	<u>302,350,992</u>	<u>90</u>	<u>283,127,062</u>	<u>91</u>
	Equity						
	Capital						
31100	Common stock	24,130,063	7	24,130,063	7	24,130,063	8
31103	Preferred stock	3,000,000	1	3,000,000	1	-	-
32000	Total capital	<u>27,130,063</u>	<u>8</u>	<u>27,130,063</u>	<u>8</u>	<u>24,130,063</u>	<u>8</u>
31500	Capital surplus	9,757	-	8,503	-	7,730	-
	Retained earnings						
32001	Legal reserve	3,184,667	1	3,184,667	1	2,880,297	1
32003	Special reserve	1,215,831	1	1,215,831	1	1,229,536	-
32011	Unappropriated earnings	1,126,932	-	610,045	-	950,786	-
32000	Total retained earnings	<u>5,527,430</u>	<u>2</u>	<u>5,010,543</u>	<u>2</u>	<u>5,060,619</u>	<u>1</u>
32500	Other equity interest	251,586	-	(159,981)	-	(181,033)	-
30000	Total equity	<u>32,918,836</u>	<u>10</u>	<u>31,989,128</u>	<u>10</u>	<u>29,017,379</u>	<u>9</u>
	Total liabilities and equity	<u>\$342,159,948</u>	<u>100</u>	<u>\$334,340,120</u>	<u>100</u>	<u>\$312,144,441</u>	<u>100</u>

**B. STATEMENTS OF COMPREHENSIVE INCOME**

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

		For the Three Months Ended March 31			
		2019		2018	
<u>Item</u>		<u>Amount</u>	<u>%</u>	<u>Amount</u>	<u>%</u>
41000	Interest income	\$1,495,430	100	\$1,184,179	117
51000	Interest expenses	( 1,000,566)	( .67)	( 676,033)	( .67)
49010	Net interest revenue (expense)	<u>494,864</u>	<u>33</u>	<u>508,146</u>	<u>50</u>
	Net revenue other than interest				
49100	Net service fee revenue	252,983	17	129,627	13
49200	Gain (loss) on financial assets or liabilities measured at fair value through profit or loss	488,914	33	( 245,569)	( 24)
49310	Realized gain on financial assets at fair value through other comprehensive income	19,833	1	6,753	-
49600	Foreign exchange gain (loss), net	( 82,898)	(6)	409,159	41
49700	(Impairment loss on assets) reversal of impairment loss on assets	411	-	660	-
49750	Share of profit of associates and joint ventures accounted for using equity method	291,596	20	180,200	18
48099	Other non-interest net gains	<u>26,479</u>	<u>2</u>	<u>21,662</u>	<u>2</u>
49020	Net revenue other than interest	<u>997,318</u>	<u>67</u>	<u>502,492</u>	<u>50</u>
4xxxx	Net revenue	<u>1,492,182</u>	<u>100</u>	<u>1,010,638</u>	<u>100</u>
58200	Bad debts expense, commitment and guarantee liability provision	( <u>117,426</u> )	( <u>.8</u> )	( <u>62,375</u> )	( <u>.6</u> )

(Continued)

		<b>For the Three Months Ended March 31</b>			
		<b>2019</b>		<b>2018</b>	
<b>Item</b>		<b>Amount</b>	<b>%</b>	<b>Amount</b>	<b>%</b>
	Operating expense				
58500	Employee benefits expenses	\$ 448,605	30	\$ 387,108	38
59000	Depreciation and amortization expense	125,065	9	90,496	9
59500	Other general and administrative expense	<u>242,364</u>	<u>16</u>	<u>233,389</u>	<u>23</u>
58400	Total operating expense	<u>816,034</u>	<u>55</u>	<u>710,993</u>	<u>70</u>
61001	Profit from continuing operations before tax	558,722	37	237,270	24
61003	Income tax expense	<u>86,430</u>	<u>6</u>	<u>58,753</u>	<u>6</u>
64000	Profit	<u>472,292</u>	<u>31</u>	<u>178,517</u>	<u>18</u>
	Other comprehensive income				
	Components of other comprehensive income that will not be reclassified to profit or loss:				
65204	Revaluation gains on investments in equity instruments measured at fair value through other comprehensive income	150,282	10	66,021	7
65207	Share of other comprehensive income of subsidiaries, associates and joint ventures accounted for using equity method	38,693	3	23,927	2
65201	Gains (losses) on remeasurements of defined benefit plans	-	-	-	-
65300	Components of other comprehensive income that will be reclassified to profit or loss:				

(Continued)

**For the Three Months Ended March 31**

<b>Item</b>	<b>2019</b>		<b>2018</b>		
	<b>Amount</b>	<b>%</b>	<b>Amount</b>	<b>%</b>	
65301	Exchange differences on translation	\$ 65,583	4	(\$ 138,246)	( 14)
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	52,771	4	( 61,294)	( 6)
65309	Revaluation losses on investments in debt instruments measured at fair value through other comprehensive income	152,048	10	( 57,012)	( 6)
65310	Impairment losses on investments in debt instruments measured at fair value through other comprehensive income	( 406)	-	( 870)	-
65320	Income tax related to components of other comprehensive income that will be reclassified to profit or loss	( <u>2,809</u> )	<u>-</u>	<u>24,754</u>	<u>2</u>
65000	Other comprehensive income (loss) for the year, net of income tax	<u>456,161</u>	<u>31</u>	<u>( 142,720)</u>	<u>( 14)</u>
66000	Total comprehensive income	<u>\$ 928,454</u>	<u>62</u>	<u>\$ 35,797</u>	<u>4</u>
<b>EARNINGS PER SHARE</b>					
67501	Basic	<u>\$ 0.20</u>		<u>\$ 0.07</u>	
67701	Diluted	<u>\$ 0.20</u>		<u>\$ 0.07</u>	

(Concluded)

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

Unit: NT\$ Thousand, %

	March 31,2019	December 31,2018	March 31,2018
Demand deposit	48,633,671	41,034,221	40,531,165
Demand deposit ratio	19.03%	17.06%	20.72%
Time deposit	206,904,548	199,427,072	155,037,507
Time deposit ratio	80.97%	82.94%	79.28%
Foreign currency deposit	84,440,128	91,014,782	67,100,362
Foreign currency deposit ratio	33.04%	37.85%	34.31%

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 Enterprises Business (SME) Loan and Consumer Loan:**

(In Thousands of New Taiwan Dollars)

	March 31,2019	December 31,2018	March 31,2018
SME loan	16,890,739	16,018,129	9,202,189
SME loan ratio	9.42%	8.80%	5.51%
Consumer loan	7,825,322	7,069,534	6,698,630
Consumer loan	4.36%	3.88%	4.01%

Note :

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

## E. Primary Net Position of Foreign Currency

	March 31,2019			December 31,2018			March 31,2018		
	Primary		NTD Equivalence	Primary		NTD Equivalence	Primary		NTD Equivalence
Primary Net Position of Foreign Currency (Market risk)	USD	53,575	1,651,845	USD	44,496	1,368,086	USD	35,875	1,044,883
	HKD	229,363	900,888	HKD	186,574	732,374	HKD	148,151	549,629
	CNY	118,167	542,185	CNY	109,109	488,649	CNY	100,764	467,771
	AUD	2,617	57,206	EUR	1,935	68,136	JPY	703,197	192,679
	EUR	967	33,460	NZD	824	16,996	GBP	3,902	159,190

Note :

1. Primary foreign currencies are the top 5 highest position after converting 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 Three Months Ended March 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 shares.

**H. Other financial information please refers to 2019 1Q Consolidate Report for your reference.**