玉山銀行
E.SUN BANK
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E.SUN COMMERCIAL BANK, LIMITED
HONG KONG BRANCH

Key Financial Information Disclosure Statement
For The Half Year Ended 30 June 2026

E.SUN COMMERCIAL BANK, LIMITED - HONG KONG BRANCH

Key Financial Information Disclosure Statement
For The Half Year Ended 30 June 2026

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E.SUN COMMERCIAL BANK, LIMITED - HONG KONG BRANCH

SECTION A - INFORMATION OF THE BRANCH (HONG KONG BRANCH ONLY)

I. PROFIT AND LOSS INFORMATION
FOR THE HALF YEAR ENDED 30 JUNE 2026 **HK$'000**

	For The Half Year Ended 30 June 2026	30 June 2025
Interest Income	1,272,181	1,330,612
Interest Expense	(798,631)	(809,866)
Net Interest Income	473,550	520,746
Other Operating Income		
Gains less losses arising from trading in foreign currencies	192,341	91,395
Gains less losses on securities held for trading purposes	(1,976)	43,709
Gains less losses from other trading activities	10,491	6,604
Income from fees and commissions	183,015	91,096
Fees and commission expenses	(6,495)	(5,696)
Net fees and commission income	176,520	85,400
Others	2	8
TOTAL INCOME	850,928	747,862
OPERATING EXPENSES		
Staff and rental expenses	(99,161)	(90,526)
Other expenses	(14,547)	(11,699)
Net charges for other provisions	(1,023)	(1,667)
	(114,731)	(103,892)
NET (CHARGE) / CREDIT FOR DEBT PROVISION	(43,161)	(26,977)
TANGIBLE FIXED ASSETS WRITTEN OFF	(8)	-
PROFIT BEFORE TAXATION	693,028	616,993
TAXATION CHARGE	(121,991)	(108,578)
PROFIT AFTER TAXATION	571,037	508,415

E.SUN COMMERCIAL BANK, LIMITED - HONG KONG BRANCH

II. BALANCE SHEET INFORMATION
AS AT 30 JUNE 2026

HK$'000

	30 June 2026	31 December 2025
ASSETS		
Cash and short term funds (Except those included in amount due from overseas offices)	7,016,762	8,855,738
Placement with banks and other financial institutions maturing between one and twelve months (Except those included in amount due from overseas offices)	8,428,056	7,821,263
Amount due from overseas offices	10,304,245	10,924,418
Trade bills	57,781	45,803
Negotiable certificates of deposit (NCDs) held	723,360	-
Held-to-Maturity Securities	8,809,786	6,638,101
Available-For-Sale Securities	14,127,054	13,394,865
Advances and other accounts (Net of provisions)	26,622,607	21,994,266
Tangible fixed assets	69,754	76,257
Total Assets	76,159,405	69,750,711
LIABILITIES		
Deposits and balances of banks and other financial institutions (Except those included in amount due to overseas offices)	563,613	996,326
Current, fixed, savings and other deposits from customers		
Demand deposits and current accounts	88,750	91,296
Savings deposits	19,168,656	17,313,992
Time deposits	45,488,329	42,180,498
Amount due to overseas offices	224,318	1,184,662
Amount payable under repos	2,405,229	478,161
Certificates of deposit issued	-	-
Other negotiable debt instruments issued	17,869	17,748
Other accounts	1,941,365	1,721,514
Total liabilities	69,898,129	63,984,197
Reserves and current profit	6,261,276	5,766,514
Total Equity And Liabilities	76,159,405	69,750,711

III. ADDITIONAL BALANCE SHEET INFORMATION HK$'000

ADVANCES AND OTHER ACCOUNTS

A.

	30 June 2026	31 December 2025
Advances to customers	24,712,640	20,168,225
Advances to banks and other financial institutions	-	233,514
Accrued interest and other accounts		
-Accrued interest	459,987	453,102
-Other accounts	1,844,056	1,490,313
Total	27,016,683	22,345,154
Less: Provisions against advances and other accounts		
General provisions	259,882	215,517
Specific provisions	134,194	135,371
Total	394,076	350,888
Total advances and other accounts less provisions	26,622,607	21,994,266

B.

Details of the non-performing advances to customers
(advances on which interest is being placed in suspense or has ceased to be accrued)

	30 June 2026	31 December 2025
Gross advances to customers	36,482	37,302
Specific provisions	7,296	7,460
Total	43,778	44,762
Suspended interest	-	-
Value of collateral	44,575	47,535
Percentage of such advances to total gross advances to customers	0.15%	0.18%

III. ADDITIONAL BALANCE SHEET INFORMATION - continued HK$'000

ADVANCES AND OTHER ACCOUNTS - continued

C.

Overdue and rescheduled loans and advances to customers

	30 June 2026 Amount	30 June 2026 % of Total Loans	31 December 2025 Amount	31 December 2025 % of Total Loans
a. Advances to customers overdue for				
more than 1 month and up to 3 months	-	-	121,766	0.60
more than 3 months and up to 6 months	-	-	-	-
more than 6 months and up to 1 year	-	-	-	-
more than 1 year	36,482	0.15	37,302	0.18
	36,482	0.15	37,302	0.79
b. Rescheduled advances to customers (Net of those overdue advances disclosed above)	-	-	-	-
c. Disclosure of value of collateral held against a. & b.				
current market value of collateral held	44,575		3,598,771	
covered portion of overdue loans and advances	36,482		159,068	
uncovered portion of overdue loans and advances	-		-	

There were no overdue and rescheduled advances to banks and other financial institutions as at 30 June 2026 and 31 December 2025.

D.

Reconciliation for advances to customers
between overdue advances and non-performing advances

	30 June 2026 Amount	31 December 2025 Amount
Advances to customer overdue for more than 3 months	36,482	37,302
Less: Overdue loans for more than 3 months and on which interest is still being accrued	-	-
Add: Overdue loans for 3 months or less and on which interest is being placed in suspense or interest accrual ceased	-	-
Total non-performing advances	36,482	37,302

E.

Repossessed assets

There were no repossessed assets held as at 30 June 2026 and 31 December 2025.

IV. OFF-BALANCE SHEET INFORMATION

HKD'000

CONTINGENT LIABILITIES AND COMMITMENTS

The following is a summary of the contract amounts of each significant class of contingent liabilities and commitments:

	30 June 2026	31 December 2025
Direct credit substitutes	37,415	-
Transaction-related contingent items	40,135	888
Trade-related contingent items	222,834	228,152
Other commitments	12,389,311	11,991,235
Others	1,164,806	2,033,269
	13,854,501	14,253,544
Derivatives		
-Exchange rate contracts	156,175,436	115,400,658
-Interest rate contracts	16,094,894	14,038,413
	172,270,330	129,439,071
Replacement Costs of Derivatives (of the above derivatives)		
-Exchange rate contracts	461,446	269,682
-Interest rate contracts	-	-
	461,446	269,682

For contingent liabilities and commitments, the contract amounts at risk should the contract be fully drawn upon and the client default. The replacement costs represent the cost of replacing all contracts which have a positive value when marked to market. They do not take into account the effects of bilateral netting arrangements.

V. OTHER FINANCIAL INFORMATION

HKD'000

1 GROSS ADVANCES TO CUSTOMERS ANALYSED AND REPORTED BY INDUSTRY SECTOR

	30 June 2026		31 December 2025	
	Outstanding Amount	Balance covered by collateral	Outstanding Amount	Balance covered by collateral
A. Loans for use in Hong Kong				
Industrial, commercial and financial				
- Property development	427,514	390,424	427,605	390,515
- Property investment	1,917,239	1,499,843	2,148,905	1,685,247
- Financial concerns	554,462	414,443	249,161	248,934
- Stockbrokers	-	-	-	-
- Wholesale and retail trade	2,167,511	1,541,311	1,136,636	571,098
- Manufacturing	833,980	334,173	885,756	391,914
- Transport and transport equipment	792,930	704,303	856,386	647,307
- Information technology	-	-	-	-
- Others	145,740	15,984	151,540	14,495
Individuals				
- Loans for the purchase of other residential properties	3,975	3,975	4,085	4,085
- Others	149,008	149,008	52,275	52,275
B. Trade finance	44,252	3,387	121,715	4,294
C. Loan for use outside Hong Kong	17,676,029	7,189,113	14,134,161	6,664,191
Total	24,712,640	12,245,964	20,168,225	10,674,355

2 A. GROSS ADVANCES TO CUSTOMERS ANALYSED AND REPORTED BY COUNTRIES OR GEOGRAPHICAL AREAS

	30 June 2026	31 December 2025
-Hong Kong	8,726,477	6,866,054
-Marshall Islands	3,848,721	3,054,212
-Others	12,137,442	10,247,959
Total	24,712,640	20,168,225

The above analysis has been classified according to categories and definitions used by the Hong Kong Monetary Authority. Only exposures to a single country outside Hong Kong exceeding 10% of the aggregate gross amount of advances to customer as at the above respective reporting dates are disclosed.

B. OVERDUE AND NON-PERFORMING LOANS ANALYSED AND REPORTED BY COUNTRY GEOGRAPHICAL AREAS

	30 June 2026	31 December 2025
-Hong Kong	36,482	159,068
-Others	-	-
Total	36,482	159,068

V. OTHER FINANCIAL INFORMATION - continued HK$Million

3 INTERNATIONAL CLAIMS

The following tables analyze international claims by types of counterparties and are prepared in accordance with the completion instruction of the HKMA Return "Return of International Banking Statistics". Country or geographical classification is based upon the locations of counterparties after taking into account the transfer of country risk. Countries or geographical areas constituting 10% or more of the total international claims are disclosed.

			Non-bank private sector			
As at 30 June 2026	Banks	Official Sector	Non-bank financial institutions	Non-financial private sector	Others	Total
1. Developed countries	12,865	8,250	1,812	3,411	-	26,338
of which-: United States	1,634	7,723	831	237	-	10,425
2. Offshore centres	250	516	1,762	8,548	-	11,076
of which-: Hong Kong	221	516	1,600	3,949	-	6,286
3. Developing Europe	-	-	-	26	-	26
4. Developing Latin America and Caribbean	-	-	-	213	-	213
5. Developing Africa and Middle East	5	19	-	2,860	-	2,884
6. Developing Asia-Pacific	20,909	-	338	6,558	-	27,805
of which-: Taiwan	17,249	-	-	2,584	-	19,833
7. International organisations	-	-	333	-	-	333
8. Unallocated by country	-	-	-	-	-	-

			Non-bank private sector			
As at 31 December 2025	Banks	Official Sector	Non-bank financial institutions	Non-financial private sector	Others	Total
1. Developed countries	10,484	5,570	1,733	2,755	-	20,542
of which-: United States	1,577	5,552	733	302	-	8,164
2. Offshore centres	659	502	1,529	7,813	-	10,503
of which-: Hong Kong	618	502	1,377	3,930	-	6,427
3. Developing Europe	-	-	-	26	-	26
4. Developing Latin America and Caribbean	-	-	-	196	-	196
5. Developing Africa and Middle East	2	17	-	2,450	-	2,469
6. Developing Asia-Pacific	24,695	-	215	5,261	-	30,171
of which-: Taiwan	20,939	-	-	2,229	-	23,168
7. International organisations	-	-	126	-	-	126
8. Unallocated by country	-	-	-	-	-	-

V. OTHER FINANCIAL INFORMATION - continued HK$Million

4 NON-BANK MAINLAND CHINA EXPOSURE

As at 30 June 2026	On-balance sheet exposure	Off-balance sheet exposure	Total Exposure
1. Central government, central government-owned entities and their subsidiaries and joint ventures (JVs)	181	24	205
2. Local governments, local government-owned entities and their subsidiaries and JVs	-	-	-
3. PRC nationals residing in Mainland China or other entities incorporated in Mainland China and their subsidiaries and JVs	728	1,285	2,013
4. Other entities of central government not reported in item 1 above	1,509	99	1,608
5. Other entities of local governments not reported in item 2 above	-	-	-
6. PRC nationals residing outside Mainland China or entities incorporated outside Mainland China where the credit is granted for use in Mainland China	538	643	1,181
7. Other counterparties where the exposures are considered by the reporting institution to be non-bank Mainland China exposures	148	40	188
Total	3,104	2,091	5,195
Total assets after provision	73,803		
On-balance sheet exposures as percentage of total assets	4.21%		

As at 31 December 2025	On-balance sheet exposure	Off-balance sheet exposure	Total Exposure
1. Central government, central government-owned entities and their subsidiaries and joint ventures (JVs)	5	-	5
2. Local governments, local government-owned entities and their subsidiaries and JVs	-	-	-
3. PRC nationals residing in Mainland China or other entities incorporated in Mainland China and their subsidiaries and JVs	609	1,861	2,470
4. Other entities of central government not reported in item 1 above	1,280	47	1,327
5. Other entities of local governments not reported in item 2 above	-	-	-
6. PRC nationals residing outside Mainland China or entities incorporated outside Mainland China where the credit is granted for use in Mainland China	627	779	1,406
7. Other counterparties where the exposures are considered by the reporting institution to be non-bank Mainland China exposures	146	1	147
Total	2,667	2,688	5,355
Total assets after provision	69,751		
On-balance sheet exposures as percentage of total assets	3.82%		

V. OTHER FINANCIAL INFORMATION - continued HK$Million

5 FOREIGN CURRENCY POSITION

The foreign currency exposures are prepared in accordance with the completion instruction of the HKMA Return "Foreign Currency Position". The net position (regardless of sign) for each foreign currency which constitutes 10% or more of the total net position in all foreign currencies are disclosed.

As at 30 June 2026	USD	CNY	JPY	EUR	CAD	CHF	SGD	OTHER	TOTAL
Spot assets	47,358	5,541	5,542	3,298	85	403	886	2,184	65,297
Spot liabilities	(60,263)	(3,495)	(556)	(851)	(100)	(8)	(28)	(790)	(66,091)
Forward purchases	50,535	15,458	504	1,073	100	-	-	6,682	74,352
Forward sales	(37,799)	(16,125)	(5,471)	(3,705)	(88)	(398)	(861)	(8,775)	(73,222)
Net option position	122	(1,358)	(5)	205	-	-	-	675	(361)
Net long (short) position	(47)	21	14	20	(3)	(3)	(3)	(24)	(25)

As at 31 December 2025	USD	CNY	JPY	EUR	CAD	CHF	SGD	OTHER	TOTAL
Spot assets	44,580	3,742	3,677	1,812	126	317	1,067	5,797	61,118
Spot liabilities	(54,979)	(3,539)	(799)	(932)	(101)	(2)	(30)	(594)	(60,976)
Forward purchases	39,882	8,797	85	590	446	8	30	5,920	55,758
Forward sales	(29,111)	(9,128)	(2,995)	(1,348)	(474)	(324)	(1,068)	(10,421)	(54,869)
Net option position	170	140	31	(99)	-	-	-	(714)	(472)
Net long (short) position	542	12	(1)	23	(3)	(1)	(1)	(12)	559

There were no foreign currency structural positions as at 30 June 2026 and 31 December 2025.

VI. LIQUIDITY INFORMATION DISCLOSURES

a. Average liquidity maintenance ratio

	For the quarter ended	
	30 June 2026	30 June 2025
	%	%
Average liquidity maintenance ratio for the period	66.26%	63.12%

Liquidity Maintenance Ratio ("LMR") is complied in accordance with the Banking (Liquidity) Rules issued by the HKMA. The average ratio is calculated based on the arithmetic mean of the average value of its liquidity position return for each month during the reporting period. In compliance with the Banking (Disclosure) Rules, quarterly average liquidity maintenance ratio should be disclosed.

b. Liquidity risk management

Liquidity risk is the risk that the Branch may incur unacceptable losses if it is not able to meet its obligations as they fall due. For instance, the Branch needs to liquidate assets by lowering market price or obtain funding with higher cost. This may have an adverse impact on the Branch's earnings and its ability to meet obligations. Sound liquidity risk management ("LRM") is crucial to the viability of the Branch.

1. Liquidity risk management policies and procedures

The Branch develops its liquidity risk management system in accordance to the framework set out by "玉山銀行流動性風險管理政策"(E.SUN Bank Liquidity Risk Management Policy) and guidelines issued by HKMA. Policies and procedures of the Branch include "玉山銀行香港分行資產負債管理政策"(E.SUN Bank Hong Kong Branch Asset/Liability Management Policy), "玉山銀行香港分行風險管理手冊 第四章 流動性風險管理"(E.SUN Bank Hong Kong Branch Risk Management Policy Chapter 4 - Liquidity Risk Management) and "玉山銀行香港分行恢復計畫"(E.SUN Bank Hong Kong Branch Recovery Plan).

2. Liquidity risk tolerance

The general tolerance of the Branch for Liquidity risk is "Low". The funding activities aim to maintain safety and sufficient liquidity of the Branch, rather than profit-taking.

3. Structure and organization of liquidity risk management

Asset/Liability Management Committee ("ALCO"), set up in accordance to "玉山銀行香港分行資產負債管理政策"(E.SUN Bank Hong Kong Branch Asset/Liability Management Policy), has the ultimate responsibility to manage and monitor the Branch's liquidity risk. Treasury Department is the execution unit of LRM and reports to ALCO regularly. Risk Management Department is the independent unit for monitoring LRM. Its duties include liquidity risk identification, measurement and monitoring, and it reports directly to Risk Management Committee ("RMC") of the Branch the monitoring results and recommendations, if any.

4. Liquidity risk management strategy

(1) The Branch aims to achieve sufficient diversification of funding sources and avoids relying on specific funding source. The top priorities are the stability and reliability of funding sources.

(2) The funding strategy of the Branch is decentralized. It upholds the risk diversifying principle by maximizing the span of borrowers, investment underlying and maturity profile.

(3) The funding needs of the Branch is managed by Money Market desk of Treasury Department. The funding sources include issuance of Negotiable Certificate of Deposits ("NCDs"), interbank borrowings, sale of assets, soliciting stable deposits or seeking liquidity support from head office. The Branch should seek approval from ALCO and head office if it needs to transfer liquidity risk via financial tools.

(4) The Branch assesses inherent risks, including liquidity risk, before launch of new products or services. Effective risk management procedures and controls should be in place for all identified risks and such risk assessment results are reviewed and approved by head office.

(5) Accounting Department of the Branch is responsible for providing liquidity risk data, such as forecast of Liquidity Maintenance Ratio (LMR), cash flow projection and maturity mismatch gaps. Treasury Department performs LRM based on these information. While Risk Management Department is responsible for monitoring liquidity indicators, and reporting to senior management of the Branch and head office.

VI. LIQUIDITY INFORMATION DISCLOSURES - continued

b. Liquidity risk management - continued

5. Liquidity risk monitoring

The Branch adopts a set of liquidity early warning indicators and management tools, including:

(1) Asset/liability quality and net funding gaps management: Liquidity Maintenance Ratio (LMR), cash flow projection, maturity mismatch ratio (HKD and other significant foreign currencies).

(2) Concentration of funding sources: FX swap limit, concentration limit of customer deposits, intra-group funding limit.

(3) Liquidity quality: Loan-to-deposit ratio limit, liquidity cushion limit, core deposit limit.

6. Liquidity stress test

(1) The Branch performs liquidity stress test regularly. Scenarios include "institution-specific stress scenario", "general market stress scenario" and "a combination of both". The stress tests are performed for all currencies in aggregate and separately in HKD and individual significant foreign currencies.

(2) The liquidity stress test covers cash flows generated from on-balance and off-balance sheet items, including contractual and non-contractual cash flows.

(3) The Branch maintains sufficient liquidity under all stress scenarios. The minimum survival period for "institution-specific stress scenario" is 7 business days, while that for "general market stress scenario" and "a combination of both" is 33 calendar days.

(4) The Branch performs LMR stress test regularly to identify risk factors that contribute to its volatility. The Branch also reviews the reasonableness of stress scenarios at a regular basis.

7. Liquidity contingency funding plans

The Branch has set up "玉山銀行香港分行資金調度緊急應變計畫"(E.SUN Bank Hong Kong Branch Contingency Funding Plan, CFP). It describes the action plans and handling procedures to be taken when trigger levels or limits of liquidity indicators are breached. Roles and responsibilities, execution procedures, credibility assessment of action plans, as well as the communication plans are also included in the CFP.

VII. DISCLOSURE ON REMUNERATION OF SENIOR MANAGEMENT

In accordance with the disclosure requirement under the HKMA's Supervisory Policy Manual CG-5 "Guideline on a Sound Remuneration System", please refer to annual report of the Bank.

E.SUN COMMERCIAL BANK, LIMITED - HONG KONG BRANCH

SECTION B. - INFORMATION OF THE BANK (CONSOLIDATED BASIS)

E. SUN COMMERCIAL BANK LIMITED

I. CAPITAL AND CAPITAL ADEQUACY RATIO

	30 June 2026	31 December 2025
	%	%
A. Capital adequacy ratio	13.93%	14.94%
	NTD'000	NTD'000
B. Aggregate amount of shareholders' funds	299,753,526	293,150,903

The capital adequacy ratio is computed in accordance with the "Regulations Governing the Capital Adequacy Ratio of Banks" and "Explanation of Methods for Calculating the Eligible Capital and Risk - Weighted Assets of Banks" in Taiwan after taken into account for credit risk, market risk and operational risk.

II. OTHER FINANCIAL INFORMATION

NTD'000

	30 June 2026	31 December 2025
Total Assets	4,788,218,753	4,466,651,785
Total Liabilities	4,488,465,227	4,173,500,882
Total Advances	2,810,166,842	2,602,659,198
Total Customer Deposits	3,990,496,070	3,780,172,148

For The Half Year Ended	30 June 2026	30 June 2025
Profit/(Loss) before taxation	22,611,450	20,001,378

Our financial Statements together with the comparative figures have been prepared in accordance with the IFRS, IAS, IFRIC and SIC translated by the Accounting Research Development Foundation (ARDF) and issued by the Financial Supervisory Commission (FSC). For details, please refer to annual report of The Bank.

玉山銀行
E.SUN BANK
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Declaration

According to the requirement of the Hong Kong Monetary Authority on Key Financial Information Disclosure Statement of Authorized Institutions incorporated outside Hong Kong, we have pleasure in presenting the Key Financial Information Disclosure Statements of E.Sun Commercial Bank, Limited, Hong Kong Branch for The Half Year Ended 30 June 2026. We confirmed that the information contained therein complies, in all material aspects, with the relevant requirements for financial disclosure by overseas incorporated authorized institutions as set out in the supervisory policy manual CA-D-1 "Guideline on the Application of the Banking (Disclosure) Rules", and to the best of my knowledge and belief, it is not false or misleading.

Lin Ying Hui
General Manager
E.Sun Commercial Bank, Limited
Hong Kong Branch

21 SEP 2026

Date