



The table below discloses HSBC Bank (Singapore) Limited's regulatory capital, Capital Adequacy Ratios ("CAR") and Leverage Ratio.

The CAR ratios are above the stipulated regulatory requirements set by Monetary Authority of Singapore in the MAS Notice 637 ("Notice").

### HSBC Bank (Singapore) Limited Capital Adequacy Ratio Disclosure

(in S\$ million)	31 Dec 2016*	31 Mar 2017 ^	30 Jun 2017 ^	30 Sep 2017 ^
Common Equity Tier 1 Capital	1,552	1,570	1,572	1,572
Eligible Tier 1 Capital	1,552	1,570	1,572	1,572
Total Eligible Capital	1,576	1,592	1,594	1,593
Total Risk Weighted Asset	6,711	6,386	6,422	6,285
<b>CAR</b>				
Common Equity Tier 1 CAR	23.12%	24.58%	24.48%	25.01%
Tier 1 CAR	23.12%	24.58%	24.48%	25.01%
Total CAR	23.48%	24.92%	24.82%	25.35%
<b>Minimum CAR<sup>#</sup></b>				
Common Equity Tier 1 CAR	6.50%	6.50%	6.50%	6.50%
Tier 1 CAR	8.00%	8.00%	8.00%	8.00%
Total CAR	10.00%	10.00%	10.00%	10.00%
<b>Leverage Ratio</b>				
Tier 1 Capital	1,552	1,570	1,572	1,572
Total Exposures	26,944	24,772	23,978	23,396
Leverage Ratio	5.76%	6.34%	6.56%	6.72%

^ Unaudited figures.

\* Year-end figures are audited.

# In addition to these minimum capital requirements, capital conservation buffer ("CCB") of 2.5% and countercyclical buffer of up to 2.5% will be phased in from 2016 to 2019. The CCB was 0.625% on 1 January 2016 and increase by 0.625% each year to reach 2.5% on 1 January 2019. The countercyclical buffer is not an on-going requirement and the applicable magnitude will be the weighted average of the country-specific countercyclical buffer requirements that are being applied by national authorities in jurisdictions to which the bank has private sector credit exposures.

The effective country-specific countercyclical buffer requirement for Hong Kong was 1.25% and weighting applicable was 0.08%.

**HSBC Bank (Singapore) Limited**  
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Company Registration No. 201420624K

## Overview of RWA

The table provides an overview of the HSBC Bank (Singapore) Limited's RWA, with the stipulated breakdown for disclosure under MAS Notice 637.

The lower total RWA between September 2017 and June 2017 were mainly attributed to:

- a) Lower Residential Mortgage Exposures
- b) Lower Interbank Placements

		RWA		Minimum Capital Requirement <sup>1</sup>
		30 Sep 2017 (S\$'m)	30 Jun 2017 (S\$'m)	30 Sep 2017 (S\$'m)
<b>1</b>	<b>Credit Risk (excluding Counterparty Credit Risk)</b>	5,650	5,803	565
2	of which: SA(CR) and SA(EQ)	5,650	5,803	565
3	of which: IRBA and IRBA(EQ) for Equity exposures under the PD/LGD Method	-	-	
<b>4</b>	<b>Counterparty Credit Risk</b>	*	*	*
5	of which: Current Exposure Method	*	*	*
6	of which: CCR Internal Models Method	-	-	-
<b>7</b>	<b>IRBA(EQ) for Equity exposures under the Simple Risk Weight Method or the IMM</b>	-	-	-
8	Equity investments in funds – Look Through Approach	-	-	-
9	Equity investments in funds – Mandate-Based Approach	-	-	-
10	Equity investments in funds – Fall Back Approach	-	-	-
10a	Equity investment in funds – Partial Use of an Approach	-	-	-
<b>11</b>	<b>Unsettled Transactions</b>	-	-	-
<b>12</b>	<b>Securitisation exposures in the Banking Book</b>	-	-	-
13	of which: IRBA(SE) - RBM and IAM	-	-	-
14	of which: IRBA(SE) – SF	-	-	-
15	of which: SA(SE)	-	-	-
<b>16</b>	<b>Market Risk</b>	5	3	1
17	of which: SA(MR)	5	3	1
18	of which: IMA	-	-	-
<b>19</b>	<b>Operational Risk</b>	630	616	63
20	of which: BIA	-	-	-
21	of which: SA(OR)	630	616	63
22	of which: AMA	-	-	-
<b>23</b>	<b>Amounts below the thresholds for deduction (subject to 250% Risk Weight)</b>	-	-	-
<b>24</b>	<b>Floor Adjustment</b>	-	-	-
<b>25</b>	<b>Total</b>	<b>6,285</b>	<b>6,422</b>	<b>629</b>

<sup>1</sup> Minimum capital requirements are calculated at 10% of RWA

\* Represents amounts less than S\$0.5 million.