



AUSTRALIA AND NEW ZEALAND BANKING GROUP LIMITED
HONG KONG BRANCH (A COMPANY INCORPORATED IN AUSTRALIA)

FINANCIAL DISCLOSURE STATEMENT

Half-year ended 31 March 2024

In accordance with the Hong Kong Monetary Authority's disclosure standard for overseas incorporated authorised institutions, the required financial information as specified by the HKMA is detailed below in respect of Australia and New Zealand Banking Group Limited, Hong Kong Branch (a company incorporated in Australia) ("ANZ Hong Kong Branch") and the Group for the interim financial year 31 March 2024.

ANZ Hong Kong Branch principally engages in global institutional and corporate customers in Hong Kong across three products sets: Transaction Banking, Loans & Specialised Finance and Markets.

The information is also available at ANZ Hong Kong Branch and the Public Registry of the Hong Kong Monetary Authority.

Note: In the event of any difference in interpretation or meaning between the Chinese and English version of this statement, the English version shall prevail.

Section A - Branch Information

	Half-year ended 31-Mar-24		Half-year ended 31-Mar-23	
	HK\$'000	HK\$'000	HK\$'000	HK\$'000
I. Unaudited Income Statement Information				
Interest income		3,344,549		2,683,020
Interest expense		(2,816,282)		(2,106,930)
Other operating income				
- Gains less losses arising from trading in foreign currencies		(19,963)		578,577
- Gains less losses on securities held for trading purposes		12,945		3,076
- Gains less losses from other trading activities		302,155		(411,934)
- Net fees and commission income	120,964		61,950	
Less: direct income related expense	<u>0</u>	120,964	<u>0</u>	61,950
- Others		58,575		99,964
Operating expenses				
- Staff and rental	(360,329)		(346,360)	
- Others	<u>(88,143)</u>	(448,472)	<u>(124,980)</u>	(471,340)
Impairment loss and specific provision and collective provision for impaired assets		(2,366)		6,748
Gains less losses from disposal of property, plant and investment properties		<u>0</u>		<u>235</u>
Profit before taxation		552,105		443,366
Taxation (charge)		<u>(108,209)</u>		<u>(94,204)</u>
Profit after taxation		<u>443,896</u>		<u>349,162</u>

	31-Mar-24 HK\$'000	30-Sep-23 HK\$'000
II. Unaudited Balance Sheet Information		
Assets		
Cash and balances with banks (except those included in amount due from overseas offices)	8,405,752	9,542,748
Placements with banks maturing between 1 and 12 months (except those included in amount due from overseas offices)	509,238	0
Amount due from central banks	98,694	163,795
Amount due from overseas offices	22,116,194	41,136,586
Trade bills	2,167,301	785,307
Certificate of deposit held	0	0
Securities held for trading purposes	3,260,191	0
Loans and receivables		
Loans and advances to customers	49,881,024	46,698,924
Loans and advances to banks	483,776	987,485
Accrued interest and other accounts	37,407,380	61,805,039
Provisions for impaired loans and receivables		
- Collective	(362,853)	(361,551)
- Specific - Loans and advances	(54,392)	(54,423)
- Investment securities	0	0
Investment securities	24,706,146	11,226,251
Other investments	386	256
Property, plant and equipment and investment properties	203,592	224,860
Total assets	<u>148,822,429</u>	<u>172,155,277</u>
Liabilities		
Deposits and balances from banks (except those included in amount due to overseas offices)	7,372,300	7,411,013
Amount due to central bank	0	1,000,000
Deposits from customers		
Demand deposits and current accounts	12,805,041	12,697,147
Saving deposits	0	0
Time, call and notice deposits	38,738,140	46,294,742
Amount due to overseas offices	50,842,557	40,683,131
Issued debt securities	92,716	97,867
Other liabilities	38,971,675	63,971,377
Total liabilities	<u>148,822,429</u>	<u>172,155,277</u>

III. Unaudited Additional Balance Sheet Information

	31-Mar-24 HK\$'000	30-Sep-23 HK\$'000
(i) (a) Impaired loans and advances to customers	54,392	54,423
Impaired loans and advances breakdown by major geographical areas		
<i>Hong Kong</i>	21,757	21,769
<i>BVI</i>	21,757	21,769
<i>Macau</i>	10,878	10,885
Amount of specific provisions made for such loans and advances	54,392	54,423
Value of collateral which has been taken into account in respect of such loans and advances to which the specific provisions relate	0	0
Percentage of such loans and advances to total advances to customers	0.11%	0.12%
(b) Amount of other assets (including trade bills and debt securities) which are individually determined to be impaired	0	0
Impaired other assets breakdown by geographical areas	0	0
Amount of specific provisions made for such other assets	0	0
Value of collateral which has been taken into account in respect of such other assets to which the specific provisions relate	0	0
Percentage of such other assets to total other assets	0.00%	0.00%
(ii) (a) Gross amount of loans and advances to customers which have been Overdue for		
- 6 months or less but more than 3 months	0	0
- 1 year or less but more than 6 months	0	0
- More than 1 year	54,392	54,423
Overdue loans and advances breakdown by major geographical areas		
<i>Hong Kong</i>	21,757	21,769
<i>BVI</i>	21,757	21,769
<i>Macau</i>	10,878	10,885
Amount of specific provisions made for such overdue loans	54,392	54,423
Market value of collateral held against the covered portion of overdue loans	0	0
Covered portion of overdue loans	0	0
Uncovered portion of overdue loans	54,392	54,423
Percentage of such loans and advances to total loans and advances to customers		
- 6 months or less but more than 3 months	0.00%	0.00%
- 1 year or less but more than 6 months	0.00%	0.00%
- More than 1 year	0.11%	0.12%
(b) Other assets (including trade bills and debt securities) which have been Overdue for		
- 6 months or less but more than 3 months	0	0
- 1 year or less but more than 6 months	0	0
- More than 1 year	0	0
Overdue other assets breakdown by geographical areas	0	0
(c) Amount of rescheduled loans and advances to customers, excluding those which have been overdue for more than 3 months and report in item (ii) (a) above	0	0
Percentage of such loans and advances to total loans and advances to customers	0.00%	0.00%
(d) There is no impaired, overdue nor rescheduled loans and advances to banks as of 31 Mar 2024 and 30 Sep 2023.		
(e) Repossessed assets	0	0

IV. Unaudited Off-balance Sheet Exposures

- (i) The contractual or notional amounts of each of the following significant class of off-balance sheet financial instruments or contracts outstanding:

	31-Mar-24	30-Sep-23
	HK\$'000	HK\$'000
Contingent Liabilities and Commitments		
Direct credit substitutes	2,449,538	2,397,534
Transaction-related contingencies	4,424,245	5,442,138
Trade-related contingencies	6,366,471	6,731,957
Note issuance and revolving underwriting facilities	0	0
Other commitments	71,972,335	76,803,386
Others (including Sale and repurchase agreements, forward asset purchases, amounts owing on partly paid shares and securities, forward deposits placed, asset sales or other transactions with recourse)	0	15,232,702

Contingent liabilities and commitments are credit-related instruments. The contract amounts represent the amounts at risk should the contract be fully drawn upon. Since a significant portion of commitments is expected to expire without being drawn upon, the total of the contract amounts is not representative of future liquidity requirements.

	31-Mar-24	30-Sep-23
	HK\$'000	HK\$'000
Derivatives		
Contract Amounts		
- Exchange rate contracts	5,136,704,396	5,305,335,585
- Interest rate contracts	3,815,757,521	3,876,001,289
- Others	0	0
	<u>8,952,461,917</u>	<u>9,181,336,874</u>
Fair Value Assets		
Customers with valid bilateral netting agreements	2,597,179	5,031,793
Customers without valid bilateral netting agreements	2,940,353	3,874,712
Total fair value assets	<u>5,537,532</u>	<u>8,906,505</u>
Fair Value Liabilities		
Customers with valid bilateral netting agreements	5,829,686	8,129,476
Customers without valid bilateral netting agreements	511,758	1,807,740
Total fair value liabilities	<u>6,341,444</u>	<u>9,937,216</u>

The above derivatives transactions are undertaken by ANZ Hong Kong Branch in the foreign exchange and interest rate markets. The notional amounts of these instruments indicate the volume of transactions outstanding and do not represent amounts at risk.

Derivatives are carried at fair value in the balance sheet. Asset values represent the cost to ANZ Hong Kong Branch of replacing all transactions with a fair value in ANZ Hong Kong Branch's favor assuming that all ANZ Hong Kong Branch's relevant counterparties default at the same time, and that transactions can be replaced at the market. Liability values represent the cost to ANZ Hong Kong Branch's counterparties of replacing all their transactions with ANZ Hong Kong Branch with a fair value in their favour if ANZ Hong Kong Branch were to default.

V. Segmental Information

	31-Mar-24 HK\$'000	% covered by collateral	30-Sep-23 HK\$'000	% covered by collateral
(i) Breakdown of the gross amount of loans and advances to customers by industry sectors:				
Loans and advances for use in Hong Kong				
<i>Industrial, commercial and financial</i>				
- Property development	850,000	100.00%	850,000	100.00%
- Property investment	2,771,251	46.24%	950,000	73.68%
- Financial concerns	6,442,701	0.00%	5,203,832	0.00%
- Stockbrokers	0		0	0.00%
- Wholesale and retail trade	570,000	0.00%	141,053	0.00%
- Manufacturing	3,889,633	0.00%	3,051,725	0.00%
- Transport and transport equipment	2,388,439	36.12%	2,820,268	56.44%
- Electricity and gas	2,972,129	16.73%	2,242,660	13.41%
- Information technology	529,128	0.00%	534,998	0.00%
- Hotels, boarding houses & catering	400,000	0.00%	400,000	0.00%
- Others	2,723,463	0.69%	2,804,641	0.67%
<i>Individuals</i>				
- Loans for the purchase of flats in Home Ownership Scheme, Private Sector Participation Scheme and Tenants Purchase Scheme	0	0.00%	0	0.00%
- Loans for the purchase of other residential properties	0	0.00%	0	0.00%
- Credit card advances	0	0.00%	0	0.00%
- Others	0	0.00%	0	0.00%
Trade finance	2,480,758	0.00%	2,794,190	0.00%
Loans and advances for use outside Hong Kong	<u>23,863,522</u>	31.14%	<u>24,905,557</u>	27.64%
	<u>49,881,024</u>		<u>46,698,924</u>	
<i>Aggregate Intra-group items included in the above</i>	0		0	

(ii) Breakdown of the gross amount of loans and advances to customers by countries where it constitutes 10% or more of the aggregate gross amount of loans and advances to customers after taking into consideration of transfers of risks

<i>Hong Kong</i>	19,147,200	13,401,931
<i>China</i>	5,790,988	7,570,944
<i>Cayman Islands</i>	7,468,526	7,520,114
<i>Others</i>	<u>17,474,310</u>	<u>18,205,935</u>
	<u>49,881,024</u>	<u>46,698,924</u>

V. Segmental Information (cont'd)

(iii) Breakdown of the international claims by countries where it constitutes 10% or more of the total international claims after taking into consideration of transfers of risks, according to the location of the counterparties and the type of counterparties

As at 31/03/2024	Non-Bank private sector				HK\$ M
	Banks	Official Sector	Non-Bank Financial Institutions	Non-Financial Private sector	Total
<i>Developed Countries</i>	26,046	4,256	2,139	4,656	37,097
of which Australia	22,620	0	0	52	22,672
<i>Developing Asia and Pacific</i>	6,276	8,793	0	11,336	26,405
of which China	5,050	8,793	0	5,878	19,721
<i>Offshore centres</i>	4,212	457	12,111	8,601	25,381
of which Hong Kong	377	457	6,353	3,846	11,033

As at 30/09/2023	Non-Bank private sector				HK\$ M
	Banks	Official Sector	Non-Bank Financial Institutions	Non-Financial Private sector	Total
<i>Developed Countries</i>	44,797	356	1,320	4,804	51,277
of which Australia	41,550	0	0	50	41,600
<i>Developing Asia and Pacific</i>	3,907	1,504	1,175	12,365	18,951
of which China	1,970	1,504	1,175	7,246	11,895
<i>Offshore centres</i>	4,948	351	8,411	11,573	25,283
of which Hong Kong	3,228	351	5,412	3,016	12,007

V. Segmental Information (cont'd)

(iv) Non-bank Mainland exposures

Non-bank counterparties and the type of direct exposures are identified in accordance with the method set out in the "Return of Mainland Activities" issued by the HKMA

	31-Mar-24		
	HK\$ M		
	<u>On-balance</u> <u>sheet exposures</u>	<u>Off-balance</u> <u>sheet exposures</u>	<u>Total</u>
Central government, central government-owned entities and their subsidiaries and joint ventures (JVs)	8,319	1,592	9,911
Local governments, local government-owned entities and their subsidiaries and JVs	0	3	3
PRC nationals residing in Mainland China or other entities incorporated in Mainland China and their subsidiaries and JVs	7,947	4,929	12,876
Other entities of central government not reported in the 1st item above	5,143	2,730	7,873
Other entities of central government not reported in the 2nd item above	742	161	903
PRC nationals residing outside Mainland China or entities incorporated outside Mainland China where the credit is granted for use in Mainland China	4,643	534	5,177
Other counterparties where the exposures are considered by the reporting institution to be non-bank Mainland China exposures	2,289	123	2,412
Total	29,083	10,072	39,155
Total assets after provision	148,822		
On-balance sheet exposures as percentage of total assets	19.54%		

	30-Sep-23		
	HK\$ M		
	<u>On-balance</u> <u>sheet exposures</u>	<u>Off-balance</u> <u>sheet exposures</u>	<u>Total</u>
Central government, central government-owned entities and their subsidiaries and joint ventures (JVs)	4,747	2,276	7,023
Local governments, local government-owned entities and their subsidiaries and JVs	125	0	125
PRC nationals residing in Mainland China or other entities incorporated in Mainland China and their subsidiaries and JVs	7,791	4,948	12,739
Other entities of central government not reported in the 1st item above	3,942	3,920	7,862
Other entities of central government not reported in the 2nd item above	1,232	1	1,233
PRC nationals residing outside Mainland China or entities incorporated outside Mainland China where the credit is granted for use in Mainland China	4,812	358	5,170
Other counterparties where the exposures are considered by the reporting institution to be non-bank Mainland China exposures	2,290	297	2,587
Total	24,939	11,800	36,739
Total assets after provision	172,155		
On-balance sheet exposures as percentage of total assets	14.49%		

VI. Currency Risk

The net position in a particular foreign currency where it constitutes 10% or more of the total net position in all foreign currencies

	USD	CNY	OTH	31-Mar-24 Total
<i>Equivalent to millions of HKD</i>				
Spot assets	66,756	12,394	19,638	98,788
Spot liabilities	(70,251)	(7,340)	(21,073)	(98,664)
Forward purchases	2,527,164	824,182	649,689	4,001,035
Forward sales	(2,526,966)	(830,557)	(648,009)	(4,005,532)
Net options position	0	0	0	0
Net long (short) position	(3,297)	(1,321)	245	(4,373)
Net structural position	0	0	0	0

	USD	CNY	OTH	30-Sep-23 Total
<i>Equivalent to millions of HKD</i>				
Spot assets	63,069	5,488	27,572	96,129
Spot liabilities	(67,807)	(2,515)	(23,092)	(93,414)
Forward purchases	2,646,428	867,167	538,185	4,051,780
Forward sales	(2,645,008)	(869,482)	(542,542)	(4,057,032)
Net options position	0	0	0	0
Net long (short) position	(3,318)	658	123	(2,537)
Net structural position	0	0	0	0

VII. Liquidity Information Disclosures

(i) Liquidity Maintenance Ratio (LMR)	31-Mar-24	31-Mar-23
Average LMR for 3 months period (%)	51.10%	46.64%
(ii) Core Funding Ratio (CFR)	31-Mar-24	31-Mar-23
Average CFR for 3 months period (%)	188.62%	133.78%

Approach to Liquidity Risk Management

The average Liquidity Maintenance Ratio ("LMR") for the period is the arithmetic mean of each calendar month's average liquidity ratio. It is calculated in accordance with Section 103B of Banking (Disclosure) Rules.

In compliance with The Banking (Liquidity) Rules ("BLR") which signified the implementation of LMR and Core Funding Ratio ("CFR") for category 2A institution under Basel III liquidity standards in Hong Kong, the quarterly average values of LMR and CFR reported are calculated based on the arithmetic mean of the average values of its LMR and CFR reported in its liquidity position return, for each month during the quarters.

Net funding exposures are managed through regular reviews of projected cash flows. Cumulative cashflow profiles under normal and stress conditions across different horizons are monitored against limits for each of these scenarios. The policy also provides a framework for the management of market access and contingency planning to withstand a liquidity crisis.

SECTION B - Bank Information (consolidated basis)**I. Capital and Capital Adequacy**

	Basel III 31-Mar-24 A\$M	Basel III 30-Sep-23 A\$M
Qualifying Capital		
Tier 1		
Adjusted shareholders' equity and outside equity interests	77,851	76,921
Deductions	(11,142)	(10,895)
Tier 1 capital	66,709	66,026
Tier 2 capital	28,223	24,959
Total qualifying capital	94,932	90,985
Capital adequacy ratios (%)		
Tier 1	15.4%	15.2%
Tier 2	6.5%	5.8%
Total	21.9%	21.0%
Risk weighted assets	432,779	433,327

II. Other Financial Information	31-Mar-24 A\$M	30-Sep-23 A\$M
Total assets	1,089,699	1,105,643
Total liabilities	1,018,625	1,035,626
Total gross loans and advances	718,660	710,590
Total deposits and other borrowings	806,737	814,711
	31-Mar-24 A\$M	31-Mar-23 A\$M
Profit before income tax	4,860	5,021

Details of Group financial information can be obtained from the website www.anz.com.

Statement of Compliance

The information in this statement is not false or misleading in any material respect.



Xu Xi
Alternate Chief Executive of ANZ Hong Kong Branch

27 June 2024