

O-BANK CO., LTD.

A. BALANCE SHEETS

(In Thousands of New Taiwan Dollars)

ASSETS		September 30, 2020		December 31, 2019		September 30, 2019	
		Amount	%	Amount	%	Amount	%
11000	Cash and cash equivalents	\$ 1,966,487	1	\$ 3,714,122	1	\$ 3,028,511	1
11500	Due from the central bank and call loans to other banks	19,284,768	5	18,107,334	5	20,761,818	6
12000	Financial assets at fair value through profit or loss	60,263,582	18	80,623,826	24	63,903,898	20
12100	Financial assets at fair value through other comprehensive income	63,877,998	19	35,244,741	11	35,072,874	11
13000	Receivables, net	2,057,589	1	3,233,348	1	7,304,630	2
13200	Current tax assets	65,960	-	89,717	-	74,493	-
13500	Discounts and loans, net	171,496,790	50	173,981,178	52	176,551,861	54
15000	Investments measured by equity method, net	16,271,717	5	14,920,171	5	14,839,776	5
15500	Other financial assets	796,502	-	517,198	-	838,698	-
18500	Property and equipment, net	2,524,592	1	2,661,050	1	2,662,453	1
18600	Right-of-use assets, net	271,101	-	309,517	-	349,174	-
19000	Intangible assets, net	1,105,145	-	1,163,114	-	1,182,682	-
19300	Deferred tax assets	362,251	-	288,087	-	207,022	-
19500	Other assets	<u>461,852</u>	-	<u>399,430</u>	-	<u>399,924</u>	-
10000	Total assets	<u>\$340,806,334</u>	<u>100</u>	<u>\$335,252,833</u>	<u>100</u>	<u>\$327,177,814</u>	<u>100</u>
LIABILITIES AND EQUITY							
Liabilities							
21000	Deposits from the central bank and other banks	\$ 31,487,518	9	\$ 28,938,529	9	\$ 26,095,287	9
22000	Financial liabilities at fair value through profit or loss	473,368	-	519,880	-	280,051	-
22500	Notes and bonds issued under repurchase agreement	2,196,399	1	2,863,548	1	4,851,937	1
23000	Payables	1,552,865	1	2,681,645	1	4,605,979	1
23200	Current tax liabilities	88,354	-	46,360	-	113,471	-
23500	Deposits and remittances	251,481,539	74	243,645,080	73	234,698,244	72
24000	Bank debentures payable	16,400,000	5	18,700,000	5	18,700,000	6
25500	Other financial liabilities	2,891,410	1	3,468,649	1	3,235,226	1
25600	Provisions	482,289	-	370,856	-	383,438	-
26000	Lease liabilities	277,667	-	313,446	-	351,969	-
29300	Deferred income tax liabilities	436,333	-	400,449	-	406,394	-
29500	Other liabilities	<u>38,588</u>	-	<u>45,188</u>	-	<u>40,594</u>	-
20000	Total liabilities	<u>307,806,330</u>	<u>91</u>	<u>301,993,630</u>	<u>90</u>	<u>293,762,590</u>	<u>90</u>
Equity							
Capital							
31101	Common stock	24,130,063	7	24,130,063	7	24,130,063	7
31103	Preferred stock	<u>3,000,000</u>	<u>1</u>	<u>3,000,000</u>	<u>1</u>	<u>3,000,000</u>	<u>1</u>
32000	Total capital	<u>27,130,063</u>	<u>8</u>	<u>27,130,063</u>	<u>8</u>	<u>27,130,063</u>	<u>8</u>
31500	Capital surplus	<u>10,510</u>	-	<u>9,750</u>	-	<u>9,751</u>	-
Retained earnings							
32001	Legal reserve	3,697,811	1	3,367,681	1	3,367,681	1
32003	Special reserve	1,396,353	-	1,631,335	1	1,631,335	1
32011	Unappropriated earnings	<u>955,342</u>	-	<u>1,187,851</u>	-	<u>1,180,194</u>	-
32000	Total retained earnings	<u>6,049,506</u>	<u>1</u>	<u>6,186,867</u>	<u>2</u>	<u>6,179,210</u>	<u>2</u>
32500	Other equity	(<u>151,771</u>)	-	(<u>67,477</u>)	-	<u>96,200</u>	-
32600	Treasury shares	(<u>38,304</u>)	-	-	-	-	-
30000	Total equity	<u>33,000,004</u>	<u>9</u>	<u>33,259,203</u>	<u>10</u>	<u>33,415,224</u>	<u>10</u>
Total liabilities and equity		<u>\$340,806,334</u>	<u>100</u>	<u>\$335,252,833</u>	<u>100</u>	<u>\$327,177,814</u>	<u>100</u>

B. STATEMENTS OF COMPREHENSIVE INCOME

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

		For the Nine Months Ended September 30			
		2020		2019	
		Amount	%	Amount	%
41000	Interest revenue	\$3,417,928	96	\$4,440,462	107
51000	Interest expense	(2,030,563)	(57)	(2,939,080)	(71)
49010	Net interest	<u>1,387,365</u>	<u>39</u>	<u>1,501,382</u>	<u>36</u>
	Net revenue other than interest revenue				
49100	Net service fee income	461,066	13	598,912	15
49200	Gains on financial assets or liabilities measured at fair value through profit or loss	(230,124)	(6)	1,460,676	35
49310	Realized gains (loss) on financial assets at fair value through other comprehensive income	248,454	7	129,872	3
49600	Foreign exchange gain (loss), net	833,041	23	(494,665)	(12)
49700	(Impairment loss on assets) reversal of impairment loss on assets	(1,394)	-	1,206	-
49750	Share of profit of associates and joint ventures accounted for using equity method	778,784	22	863,270	21
48099	Other net revenue other than interest	<u>81,967</u>	<u>2</u>	<u>88,642</u>	<u>2</u>
49020	Net revenue other than interest	<u>2,171,794</u>	<u>61</u>	<u>2,647,913</u>	<u>64</u>
4xxxx	Total net revenue	<u>3,559,159</u>	<u>100</u>	<u>4,149,295</u>	<u>100</u>
58200	Bad debts expense, commitment and guarantee liability provision	(360,295)	(10)	(517,857)	(12)

(Continued)

For the Nine Months Ended September 30

		2020		2019	
		Amount	%	Amount	%
Operating expense					
58500	Employee benefits expenses	\$ 1,247,993	35	\$ 1,311,449	32
59000	Depreciation and amortization expense	393,086	11	382,584	9
59500	Other general and administrative expense	<u>615,739</u>	<u>17</u>	<u>711,323</u>	<u>17</u>
58400	Total operating expenses	<u>2,256,818</u>	<u>63</u>	<u>2,405,356</u>	<u>58</u>
61001	Profit from continuing operations before tax	942,046	27	1,226,082	30
61003	Income tax expense	<u>46,424</u>	<u>1</u>	<u>176,406</u>	<u>5</u>
64000	Net profit for the period	<u>895,622</u>	<u>26</u>	<u>1,049,676</u>	<u>25</u>
Other comprehensive income					
Components of other comprehensive income that will not be reclassified to profit or loss					
65204	Revaluation gains (losses) on investments in equity instruments measured at fair value through other comprehensive income	34,871	1	92,515	2
65207	Share of other comprehensive income of subsidiaries, associates and joint ventures accounted for using equity method	<u>2,892</u>	<u>-</u>	<u>44,880</u>	<u>1</u>
Components of other comprehensive income that will not be reclassified to profit or loss, net of tax					
		<u>37,763</u>	<u>1</u>	<u>137,395</u>	<u>3</u>

(Continued)

For the Nine Months Ended September 30

		<u>2020</u>		<u>2019</u>	
		<u>Amount</u>	<u>%</u>	<u>Amount</u>	<u>%</u>
65300	Components of other comprehensive income that will be reclassified to profit or loss				
65301	Exchange differences on translation of financial statements of foreign operations	(\$ 309,371)	(9)	\$ 22,592	1
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	186,425	5	105,809	3
65308	Gains (losses) from investments in debt instruments measured at fair value through other comprehensive income	25,262	1	130,574	3
65320	Income tax related to components of other comprehensive income that will be reclassified to profit or loss	<u>35,348</u>	<u>1</u>	<u>(9,671)</u>	<u>-</u>
	Components of other comprehensive income that will be reclassified to profit or loss, net of tax	<u>(62,336)</u>	<u>(2)</u>	<u>249,304</u>	<u>7</u>
65000	Other comprehensive income (loss) for the period, net of tax	<u>(24,573)</u>	<u>(1)</u>	<u>386,699</u>	<u>10</u>
66000	Total comprehensive income	<u>\$ 871,049</u>	<u>25</u>	<u>\$ 1,436,375</u>	<u>35</u>
EARNINGS PER SHARE					
67501	Basic	<u>\$ 0.32</u>		<u>\$ 0.43</u>	
67701	Diluted	<u>\$ 0.28</u>		<u>\$ 0.43</u>	

(Concluded)

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

(In Thousands of New Taiwan Dollars, %)

	September 30, 2020	September 30, 2019
Demand deposit	58,970,735	46,031,114
Demand deposit ratio	23.45%	19.61%
Time deposit	192,497,972	188,666,677
Time deposit ratio	76.55%	80.39%
Foreign currency deposit	72,179,843	81,104,147
Foreign currency deposit ratio	28.70%	34.56%

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, %)

	September 30, 2020	September 30, 2019
SME loan	23,924,976	20,325,396
SME loan ratio	13.76%	11.35%
Consumer loan	17,461,564	11,205,499
Consumer loan ratio	10.04%	6.26%

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

(In Thousands of Original Dollars and New Taiwan Dollars)

	September 30, 2020			September 30, 2019		
	Primary		NTD Equivalence	Primary		NTD Equivalence
Primary Net Position of Foreign Currency (Market risk)	USD	72,433	2,109,713	USD	66,581	2,067,035
	HKD	438,398	1,647,612	HKD	311,212	1,232,163
	CNY	147,675	632,115	CNY	123,873	539,797
	AUD	5,694	118,149	JPY	290,552	83,583
	EUR	2,840	97,007	EUR	1,971	66,898

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 Nine Months Ended September 30, 2020

Name	Shares	Pledged Holding	Shareholding (%)
Ming Shan Investment Co., Ltd.	274,742,947	0	10.13%
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.	74,348,000	60,000,000	2.74%
San Ho Plastics Fabrication Co., Ltd.	54,852,278	0	2.02%

Note: The Numbers and ratios of shareholdings include both common and preferred stocks.

H. Other financial information please refers to 2020 3Q Consolidate Report for your reference.