

# O-BANK CO., LTD.

## A. BALANCE SHEETS

(In Thousands of New Taiwan Dollars)

ASSETS		June 30, 2020		December 31, 2019		June 30, 2019	
		Amount	%	Amount	%	Amount	%
11000	Cash and cash equivalents	\$ 2,602,480	1	\$ 3,714,122	1	\$ 2,004,745	1
11500	Due from the central bank and call loans to banks	21,572,369	6	18,107,334	5	20,706,111	6
12000	Financial assets at fair value through profit or loss	66,481,138	19	80,623,826	24	67,735,102	20
12100	Financial assets at fair value through other comprehensive income	59,214,198	17	35,244,741	11	41,021,747	12
12200	Investments in debt instruments at amortized cost	-	-	-	-	500,000	-
13000	Receivables, net	2,655,817	1	3,233,348	1	4,017,395	1
13200	Current tax assets	61,851	-	89,717	-	75,377	-
13500	Discounts and loans, net	174,727,846	50	173,981,178	52	182,892,322	54
15000	Investments measured by equity method, net	15,094,090	4	14,920,171	5	14,634,462	4
15500	Other financial assets	1,666,384	1	517,198	-	847,654	-
18500	Property and equipment, net	2,561,265	1	2,661,050	1	2,690,129	1
18600	Right-of-use assets, net	296,232	-	309,517	-	246,288	-
19000	Intangible assets, net	1,120,429	-	1,163,114	-	1,212,946	1
19300	Deferred tax assets	322,312	-	288,087	-	238,862	-
19500	Other assets	<u>389,918</u>	-	<u>399,430</u>	-	<u>345,571</u>	-
10000	Total assets	<u>\$348,766,329</u>	<u>100</u>	<u>\$ 335,252,833</u>	<u>100</u>	<u>\$ 339,168,711</u>	<u>100</u>
<b>LIABILITIES AND EQUITY</b>							
Liabilities							
21000	Deposits from the central bank and banks	\$ 37,649,027	11	\$ 28,938,529	9	\$ 24,085,793	7
22000	Financial liabilities at fair value through profit or loss	376,694	-	519,880	-	322,853	-
22500	Notes and bonds issued under repurchase agreement	2,651,297	1	2,863,548	1	4,150,311	1
23000	Payables	2,632,707	1	2,681,645	1	3,591,256	1
23200	Current tax liabilities	68,413	-	46,360	-	114,361	-
23500	Deposits and remittances	252,370,675	72	243,645,080	73	247,753,848	73
24000	Bank notes payable	16,400,000	5	18,700,000	5	20,350,000	6
25500	Other financial liabilities	2,822,266	1	3,468,649	1	4,516,732	2
25600	Provisions	456,761	-	370,856	-	383,105	-
26000	Lease liabilities	302,628	-	313,446	-	247,545	-
29300	Deferred income tax liabilities	422,172	-	400,449	-	387,365	-
29500	Other liabilities	<u>46,066</u>	-	<u>45,188</u>	-	<u>41,936</u>	-
20000	Total liabilities	<u>316,198,706</u>	<u>91</u>	<u>301,993,630</u>	<u>90</u>	<u>305,945,105</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>10,574</u>	-	<u>9,750</u>	-	<u>9,757</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>421,434</u>	-	<u>1,187,851</u>	-	<u>855,084</u>	-
32000	Total retained earnings	<u>5,515,598</u>	<u>1</u>	<u>6,186,867</u>	<u>2</u>	<u>5,854,100</u>	<u>2</u>
32500	Other equity interest	( <u>50,308</u> )	-	( <u>67,477</u> )	-	<u>229,686</u>	-
32600	Treasury stock	( <u>38,304</u> )	-	-	-	-	-
30000	Total equity	<u>32,567,623</u>	<u>9</u>	<u>33,259,203</u>	<u>10</u>	<u>33,223,606</u>	<u>10</u>
Total liabilities and equity		<u>\$ 348,766,329</u>	<u>100</u>	<u>\$ 335,252,833</u>	<u>100</u>	<u>\$ 339,168,711</u>	<u>100</u>

**B. STATEMENTS OF COMPREHENSIVE INCOME**

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

		For the Six Months Ended June 30			
		2020		2019	
		Amount	%	Amount	%
41000	Interest revenue	\$ 2,457,951	108	\$ 2,980,815	101
51000	Interest expense	( 1,535,324)	( 67)	( 1,993,772)	( 68)
49010	Net interest	<u>922,627</u>	<u>41</u>	<u>987,043</u>	<u>33</u>
	Net revenue other than interest revenue				
49100	Net service fee income	285,549	13	470,723	16
49200	Gains on financial assets or liabilities measured at fair value through profit or loss	122,957	5	1,209,257	41
49310	Realized gains (loss) on financial assets at fair value through other comprehensive income	121,333	5	69,045	3
49600	Foreign exchange gain (loss), net	327,911	14	( 441,939)	( 15)
49700	(Impairment loss on assets) reversal of impairment loss on assets	( 922)	-	744	-
49750	Share of profit of associates and joint ventures accounted for using equity method	431,286	19	591,997	20
48099	Other net revenue other than interest revenue	<u>64,912</u>	<u>3</u>	<u>61,933</u>	<u>2</u>
49020	Net revenue other than interest	<u>1,353,026</u>	<u>59</u>	<u>1,961,760</u>	<u>67</u>
4xxxx	Total net revenue	<u>2,275,653</u>	<u>100</u>	<u>2,948,803</u>	<u>100</u>
58200	Bad debts expense, commitment and guarantee liability provision	( 301,332)	( 13)	( 493,329)	( 17)

(Continued)

		<b>For the Six Months Ended June 30</b>			
		<b>2020</b>		<b>2019</b>	
		<b>Amount</b>	<b>%</b>	<b>Amount</b>	<b>%</b>
Operating expense					
58500	Employee benefits expenses	\$ 829,077	36	\$ 871,630	29
59000	Depreciation and amortization expense	260,262	12	252,500	9
59500	Other general and administrative expense	<u>405,130</u>	<u>18</u>	<u>479,551</u>	<u>16</u>
58400	Total operating expenses	<u>1,494,469</u>	<u>66</u>	<u>1,603,681</u>	<u>54</u>
61001	Profit from continuing operations before tax	479,852	21	851,793	29
61003	Income tax expense	<u>25,654</u>	<u>1</u>	<u>113,483</u>	<u>4</u>
64000	Profit	<u>454,198</u>	<u>20</u>	<u>738,310</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	49,667	2	123,106	4
65207	Share of other comprehensive income of subsidiaries, associates and joint ventures accounted for using equity method	( 7,743)	-	50,775	2
65300	Components of other comprehensive income that will be reclassified to profit or loss:				

(Continued)

		<b>For the Six Months Ended June 30</b>			
		<b>2020</b>		<b>2019</b>	
		<b>Amount</b>	<b>%</b>	<b>Amount</b>	<b>%</b>
65301	Exchange differences on translation	(\$ 186,039)	( 8)	\$ 100,994	3
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	158,509	7	91,849	3
65308	Revaluation losses on investments in debt instruments measured at fair value through other comprehensive income	( 46,015)	( 2)	150,695	5
65320	Income tax related to components of other comprehensive income that will be reclassified to profit or loss	<u>16,026</u>	-	( <u>10,978</u> )	-
65000	Other comprehensive income (loss) for the period, net of income tax	( <u>15,595</u> )	( <u>1</u> )	<u>506,441</u>	<u>17</u>
66000	Total comprehensive income	<u>\$ 438,603</u>	<u>19</u>	<u>\$ 1,244,751</u>	<u>42</u>
<b>EARNINGS PER SHARE</b>					
67501	Basic	<u>\$ 0.14</u>		<u>\$ 0.30</u>	
67701	Diluted	<u>\$ 0.12</u>		<u>\$ 0.30</u>	

(Concluded)

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

(In Thousands of New Taiwan Dollars, %)

	June 30, 2020	December 31, 2019	June 30, 2019
Demand deposit	49,614,078	48,930,652	51,108,320
Demand deposit ratio	19.66%	20.09%	20.63%
Time deposit	202,735,784	194,650,711	196,633,080
Time deposit ratio	80.34%	79.91%	79.37%
Foreign currency deposit	74,556,811	78,428,172	83,220,270
Foreign currency deposit ratio	29.55%	32.20%	33.59%

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, %)

	June 30, 2020	December 31, 2019	June 30, 2019
SME loan	22,724,666	20,602,261	21,867,302
SME loan ratio	12.83%	11.68%	11.76%
Consumer loan	17,060,523	14,634,159	9,147,355
Consumer loan ratio	9.63%	8.30%	4.92%

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)

	June 30, 2020			December 31, 2019			June 30, 2019		
	Primary	NTD Equivalence		Primary	NTD Equivalence		Primary	NTD Equivalence	
Primary Net Position of Foreign Currency (Market risk)	USD	77,120	2,287,407	USD	55,467	1,670,144	USD	66,334	2,061,650
	HKD	429,879	1,645,161	HKD	364,861	1,411,282	HKD	284,497	1,132,673
	CNY	136,981	574,445	CNY	127,422	550,861	CNY	119,206	539,401
	KRW	2,909,542	71,724	EUR	1,535	51,811	CHF	2,165	69,045
	EUR	1,550	51,608	CHF	1,276	39,647	AUD	2,052	44,707

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 Six Months Ended June 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.	80,481,963	80,000,000	2.97%
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 2Q Consolidate Report for your reference.**