

O-BANK CO., LTD.

A. BALANCE SHEETS

(In Thousands of New Taiwan Dollars)

	March 31, 2020		December 31, 2019		March 31, 2019		
	Amount	%	Amount	%	Amount	%	
ASSETS							
11000	Cash and cash equivalents	\$ 1,963,747	1	\$ 3,714,122	1	\$ 2,425,307	1
11500	Due from the central bank and call loans to banks	20,874,255	6	18,107,334	5	25,639,215	8
12000	Financial assets at fair value through profit or loss	66,182,764	20	80,623,826	24	67,620,726	20
12100	Financial assets at fair value through other comprehensive income	45,085,624	13	35,244,741	11	44,902,659	13
12200	Investments in debt instruments at amortized cost	-	-	-	-	499,968	-
13000	Receivables, net	3,075,633	1	3,233,348	1	4,463,405	1
13200	Current tax assets	91,607	-	89,717	-	71,559	-
13500	Discounts and loans, net	180,064,745	53	173,981,178	52	176,524,852	52
15000	Investments measured by equity method, net	15,041,499	5	14,920,171	5	14,563,181	4
15500	Other financial assets	1,076,631	-	517,198	-	616,649	-
18500	Property and equipment, net	2,636,906	1	2,661,050	1	2,725,233	1
18600	Right-of-use assets, net	302,317	-	309,517	-	271,122	-
19000	Intangible assets, net	1,124,167	-	1,163,114	-	1,233,864	-
19300	Deferred tax assets	315,930	-	288,087	-	199,805	-
19500	Other assets	<u>408,841</u>	-	<u>399,430</u>	-	<u>402,403</u>	-
10000	Total assets	<u>\$338,244,666</u>	<u>100</u>	<u>\$ 335,252,833</u>	<u>100</u>	<u>\$342,159,948</u>	<u>100</u>
LIABILITIES AND EQUITY							
Liabilities							
21000	Deposits from the central bank and banks	\$ 30,617,034	9	\$ 28,938,529	9	\$ 22,064,180	7
22000	Financial liabilities at fair value through profit or loss	423,349	-	519,880	-	446,075	-
22500	Notes and bonds issued under repurchase agreement	2,702,015	1	2,863,548	1	4,000,194	1
23000	Payables	2,056,272	1	2,681,645	1	3,454,766	1
23200	Current tax liabilities	49,538	-	46,360	-	80,066	-
23500	Deposits and remittances	247,073,893	73	243,645,080	73	255,538,328	75
24000	Bank notes payable	18,700,000	5	18,700,000	5	17,850,000	5
25500	Other financial liabilities	2,825,277	1	3,468,649	1	4,680,577	1
25600	Provisions	391,041	-	370,856	-	350,185	-
26000	Lease liabilities	307,332	-	313,446	-	271,476	-
29300	Deferred income tax liabilities	419,482	-	400,449	-	357,300	-
29500	Other liabilities	<u>37,165</u>	-	<u>45,188</u>	-	<u>147,965</u>	-
20000	Total liabilities	<u>305,602,398</u>	<u>90</u>	<u>301,993,630</u>	<u>90</u>	<u>309,241,112</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	3,367,681	1	3,367,681	1	3,184,667	1
32003	Special reserve	1,631,335	1	1,631,335	1	1,215,831	1
32011	Unappropriated earnings	<u>1,258,698</u>	-	<u>1,187,851</u>	-	<u>1,126,932</u>	-
32000	Total retained earnings	<u>6,257,714</u>	<u>2</u>	<u>6,186,867</u>	<u>2</u>	<u>5,527,430</u>	<u>2</u>
32500	Other equity interest	<u>(745,379)</u>	-	<u>(67,477)</u>	-	<u>251,586</u>	-
32600	Treasury stock	<u>(10,704)</u>	-	<u>-</u>	-	<u>-</u>	-
30000	Total equity	<u>32,642,268</u>	<u>10</u>	<u>33,259,203</u>	<u>10</u>	<u>32,918,836</u>	<u>10</u>
Total liabilities and equity		<u>\$338,244,666</u>	<u>100</u>	<u>\$ 335,252,833</u>	<u>100</u>	<u>\$342,159,948</u>	<u>100</u>

B. STATEMENTS OF COMPREHENSIVE INCOME

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

		For the Three Months Ended March 31			
		2020		2019	
		Amount	%	Amount	%
41000	Interest revenue	\$1,311,162	118	\$1,495,430	100
51000	Interest expense	(850,809)	(77)	(1,000,566)	(67)
49010	Net interest	<u>460,353</u>	<u>41</u>	<u>494,864</u>	<u>33</u>
	Net revenue other than interest revenue				
49100	Net service fee income	148,389	13	252,983	17
49200	Gains on financial assets or liabilities measured at fair value through profit or loss	262,938	24	488,914	33
49310	Realized gains (loss) on financial assets at fair value through other comprehensive income	89,486	8	19,833	1
49600	Foreign exchange gain (loss), net	(85,237)	(7)	(82,898)	(6)
49700	(Impairment loss on assets) reversal of impairment loss on assets	212	-	411	-
49750	Share of profit of associates and joint ventures accounted for using equity method	213,116	19	291,596	20
48099	Other net revenue other than interest revenue	<u>19,337</u>	<u>2</u>	<u>26,479</u>	<u>2</u>
49020	Net revenue other than interest	<u>648,241</u>	<u>59</u>	<u>997,318</u>	<u>67</u>
4xxxx	Total net revenue	<u>1,108,594</u>	<u>100</u>	<u>1,492,182</u>	<u>100</u>
58200	Bad debts expense, commitment and guarantee liability provision	(248,519)	(22)	(117,426)	(8)

(Continued)

		For the Three Months Ended March 31			
		2020		2019	
		Amount	%	Amount	%
Operating expense					
58500	Employee benefits expenses	\$ 400,523	36	\$ 448,605	30
59000	Depreciation and amortization expense	129,773	12	125,065	9
59500	Other general and administrative expense	<u>215,438</u>	<u>19</u>	<u>242,364</u>	<u>16</u>
58400	Total operating expenses	<u>745,734</u>	<u>67</u>	<u>816,034</u>	<u>55</u>
61001	Profit from continuing operations before tax	114,341	11	558,722	37
61003	Income tax expense	(<u>1,098</u>)	<u>-</u>	<u>86,430</u>	<u>6</u>
64000	Profit	<u>115,439</u>	<u>11</u>	<u>472,292</u>	<u>31</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	(208,350)	(19)	150,282	10
65207	Share of other comprehensive income of subsidiaries, associates and joint ventures accounted for using equity method	(<u>36,264</u>)	<u>(3)</u>	<u>38,693</u>	<u>3</u>
65200		<u>(244,614)</u>	<u>(22)</u>	<u>188,975</u>	<u>13</u>

(Continued)

For the Three Months Ended March 31

		2020		2019	
		Amount	%	Amount	%
	Components of other comprehensive income that will be reclassified to profit or loss:				
65301	Exchange differences on translation	\$ 18,231	2	\$ 65,583	4
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	(17,854)	(2)	52,771	4
65308	Revaluation losses on investments in debt instruments measured at fair value through other comprehensive income	(472,550)	(42)	151,642	10
65320	Income tax related to components of other comprehensive income that will be reclassified to profit or loss	(5,707)	(1)	(2,809)	-
65300		(477,880)	(43)	267,187	18
65000	Other comprehensive income (loss) for the period, net of income tax	(722,494)	(65)	456,162	31
66000	Total comprehensive income	(\$ 607,055)	(54)	\$ 928,454	62
EARNINGS PER SHARE					
67501	Basic	\$ 0.05		\$ 0.20	
67701	Diluted	\$ 0.04		\$ 0.20	

(Concluded)

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

(In Thousands of New Taiwan Dollars, %)

	March 31, 2020	December 31, 2019	March 31, 2019
Demand deposit	40,913,033	41,034,221	48,633,671
Demand deposit ratio	16.56%	17.06%	19.03%
Time deposit	206,153,142	199,427,072	206,904,548
Time deposit ratio	83.44%	82.94%	80.97%
Foreign currency deposit	82,369,965	91,014,782	84,440,128
Foreign currency deposit ratio	33.34%	37.85%	33.04%

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, %)

	March 31, 2020	December 31, 2019	March 31, 2019
SME loan	22,447,188	16,018,129	16,890,739
SME loan ratio	12.30%	8.80%	9.42%
Consumer loan	15,866,898	7,069,534	7,825,322
Consumer loan ratio	8.69%	3.88%	4.36%

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)

	March 31, 2020			December 31, 2019			March 31, 2019		
	Primary		NTD Equivalence	Primary		NTD Equivalence	Primary		NTD Equivalence
Primary Net Position of Foreign Currency (Market risk)	USD	58,749	1,778,467	USD	55,467	1,670,144	USD	53,575	1,651,845
	HKD	338,595	1,322,110	HKD	364,861	1,411,282	HKD	229,363	900,888
	CNY	133,202	568,481	CNY	127,422	550,861	CNY	118,167	542,185
	CAD	8,189	174,746	EUR	1,535	51,811	AUD	2,617	57,206
	EUR	2,573	85,652	CHF	1,276	39,647	EUR	967	33,460

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 Three Months Ended March 31, 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 1Q Consolidate Report for your reference.