SCOTIABANK (HONG KONG) LIMITED - Pillar 3 Quarterly Disclosures
As at January 31, 2018

Template OV1: Overview of Risk Weighted Assets

The table below provides an overview of capital requirements in terms of a detailed breakdowns of RWAs for various risks.

		(a)	(b)	(c)
		RWA		Minimum capital requirements
		January 31, 2018 HKD'000	October 31, 2017 HKD'000	January 31, 2018 HKD'000
1	Credit risk for non-securitization exposures	11,642,793	12,338,313	931,423
2	Of which STC approach	11,642,793	12,338,313	931,423
2a	Of which BSC approach	-	-	-
3	Of which IRB approach	-	-	-
4	Counterparty credit risk	-	-	-
5	Of which SA-CCR	-	-	-
5a	Of which CEM	-	-	-
6	Of which IMM(CCR) approach	-	-	-
7	Equity exposures in banking book under the market-based approach	-	-	-
8	CIS exposures – LTA	-	-	-
9	CIS exposures – MBA	-	-	-
10	CIS exposures – FBA	-	-	-
11	Settlement risk	-	-	-
12	Securitization exposures in banking book1	-	-	-
13	Of which IRB(S) approach – ratings-based method	-	-	-
14	Of which IRB(S) approach – supervisory formula method	-	-	-
15	Of which STC(S) approach	-	-	-
16	Market risk	-	-	-
17	Of which STM approach	-	-	-
18	Of which IMM approach	-	-	-
19	Operational risk	613,113	641,213	49,049
20	Of which BIA approach	613,113	641,213	49,049
21	Of which STO approach	-	-	-
21a	Of which ASA approach	-	-	-
22	Of which AMA approach	N/A	N/A	N/A
23	Amounts below the thresholds for deduction (subject to 250% RW)	-	-	-
24	Capital floor adjustment	-	-	-
24a	Deduction to RWA	-	-	-
24b	Of which portion of regulatory reserve for general banking risks and collective provisions which is not included in Tier 2 Capital	-	-	-
24c	Of which portion of cumulative fair value gains arising from the revaluation of land and buildings which is not included in Tier 2 Capital	-	-	-
25	Total	12,255,906	12,979,526	980,472

Template CR8: RWA flow statements of credit risk exposures under IRB approach

Not applicable as Scotiabank (Hong Kong) Limited adopts standardized approach.

Template CCR7: RWA flow statements of default risk exposures under IMM(CCR) approach

Not applicable as Scotiabank (Hong Kong) Limited did not have exposure that was subject to counterparty credit risk capital charge.

Template MR2: RWA flow statements of market risk exposures under IMM approach

Not applicable as Scotiabank (Hong Kong) Limited is exempted from maintaining capital against market risk by the HKMA under S.22(1) of the Banking (Capital) Rules.

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Key Capital Ratios Disclosures

1 Capital Adequacy Ratio

	January 31, 2018 HKD'000	October 31, 2017 HKD'000
Common Equity Tier 1 Capital	5,455,802	5,406,447
Tier 1 Capital	5,455,802	5,406,447
Total Capital	5,460,509	5,427,441
Total Risk-Weighted Assets	12,255,906	12,979,526
Common Equity Tier 1 Capital Ratio	44.52%	41.65%
Tier 1 Capital Ratio	44.52%	41.65%
Total Capital Ratio	44.55%	41.82%

2 Leverage Ratio

	January 31, 2018 HKD'000	October 31, 2017 HKD'000
Tier 1 Capital	5,455,802	5,406,447
Total Exposure Measure	17,059,358	17,619,353
Leverage Ratio	31.98%	30.68%