



Financial Review of 2023 Q1

2023.5.31



高雄銀行 BANK OF KAOHSIUNG



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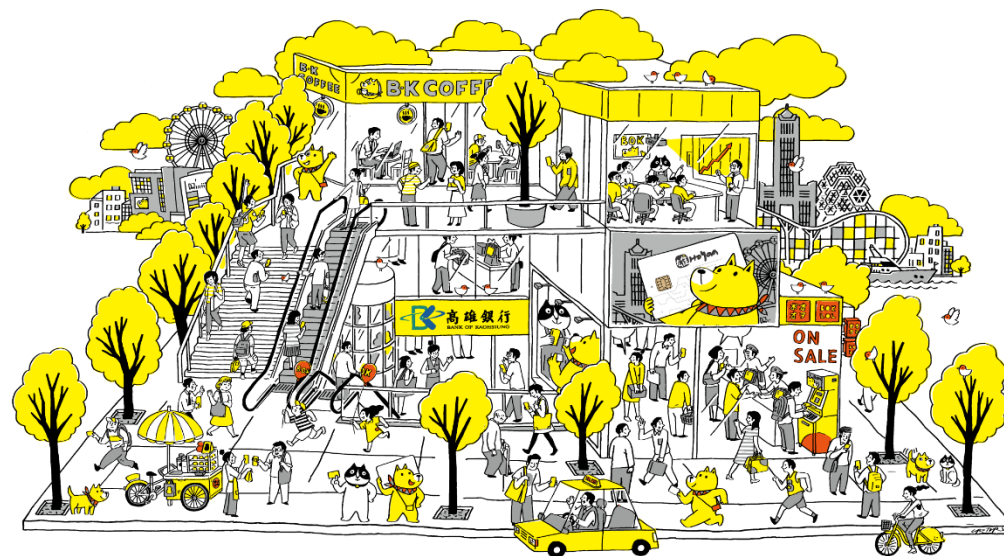
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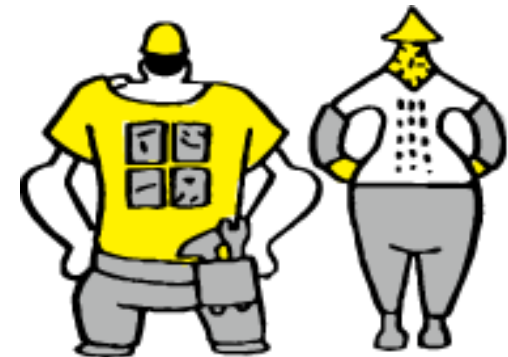
Summary

- **Operations Review of 2023 Q1**
- **Financial Performance of 2023 Q1**
- **Prospects**





Operations Review of 2023 Q1





Operations Review of 2023 Q1 : Stable Growth

Items	1Q23	1Q22	Increase (Decrease)	
			Amount	Ratio(%)
Net income before tax	2.94	3.11	(0.17)	(5.47)
Net income	2.12	2.80	(0.68)	(24.29)
EPS after-tax (in NT dollar)	0.18	0.23	(0.05)	(21.74)
ROA (after-tax) (%)	0.08	0.10	-	(0.02)
ROE (after tax) (%)	1.28	1.60	-	(0.32)





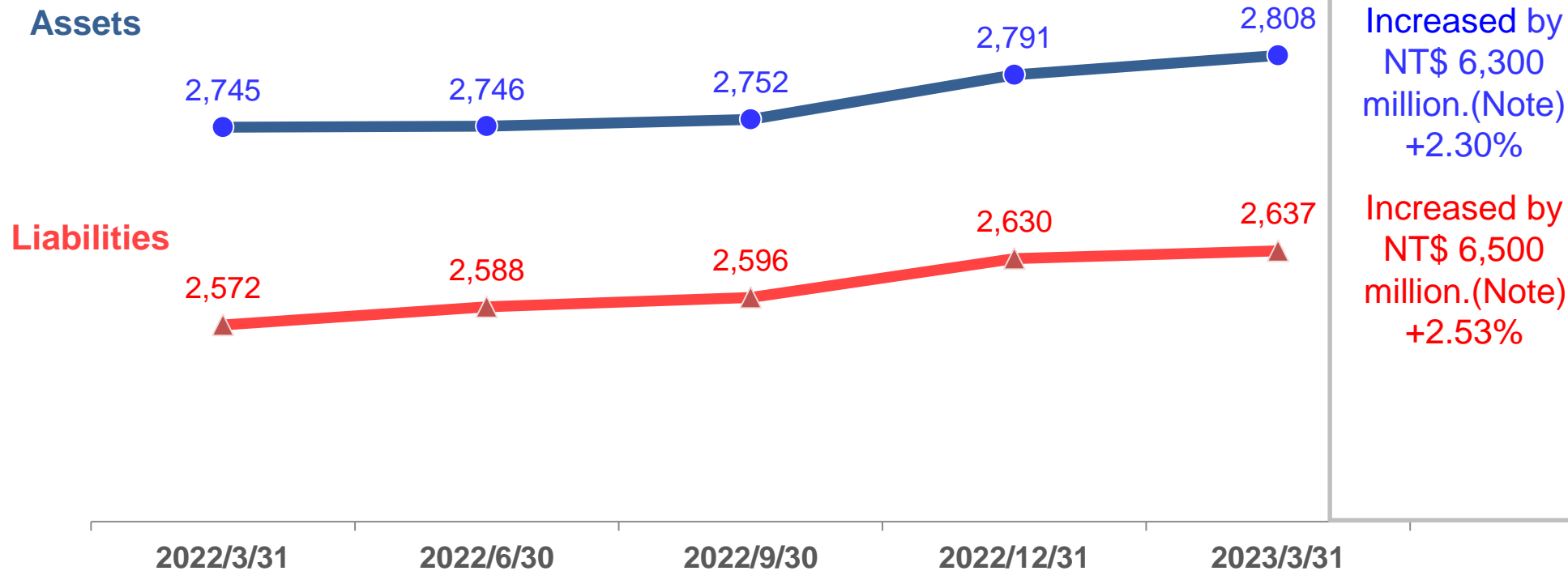
Financial Performance of 2023 Q1





Assets and Liabilities

(in NT 100mn)





Shareholders' Equity

(in NT 100mn)

Shareholders' Equity

172.78

158.32

156.05

160.73

170.94

Common Stock

120.34

123.83

123.83

123.83

123.83

BVPS (in NT\$)

13.99

12.75

12.19

12.58

13.43

2022/3/31

2022/6/30

2022/9/30

2022/12/31

2023/3/31

YoY%

Decreased by
NT\$184
million.(Note1)
-1.06%

Increased by
NT\$349
million.(Note2)
+2.90%

Decreased by NTD
0.56(Note1)
-4.00%

Note1 : Interest rate hike led to valuation loss of OCI bonds, resulting in decrease in equity and EPS.

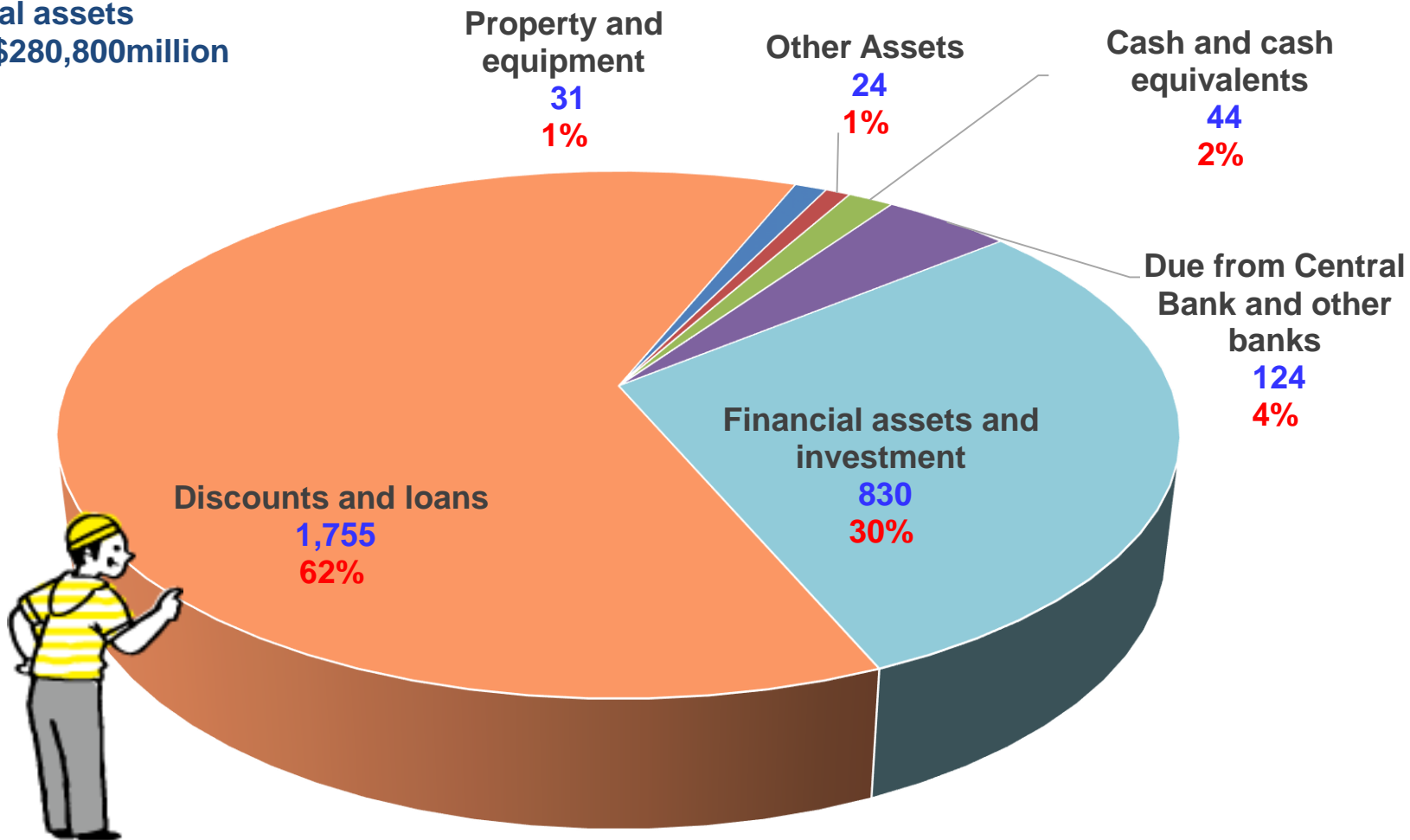
Note2 : NTD 349 millions capital increased out of earnings of 2021.



Assets Breakdown(2023.3.31)

(in NT 100mn; %)

Total assets
NT\$280,800million

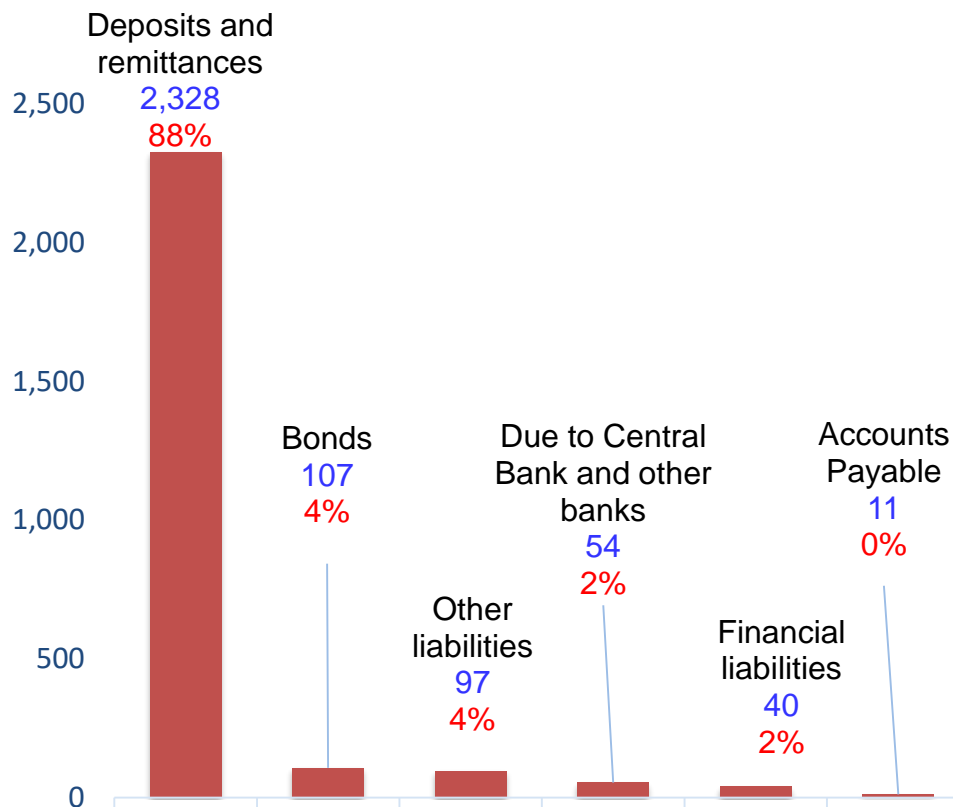




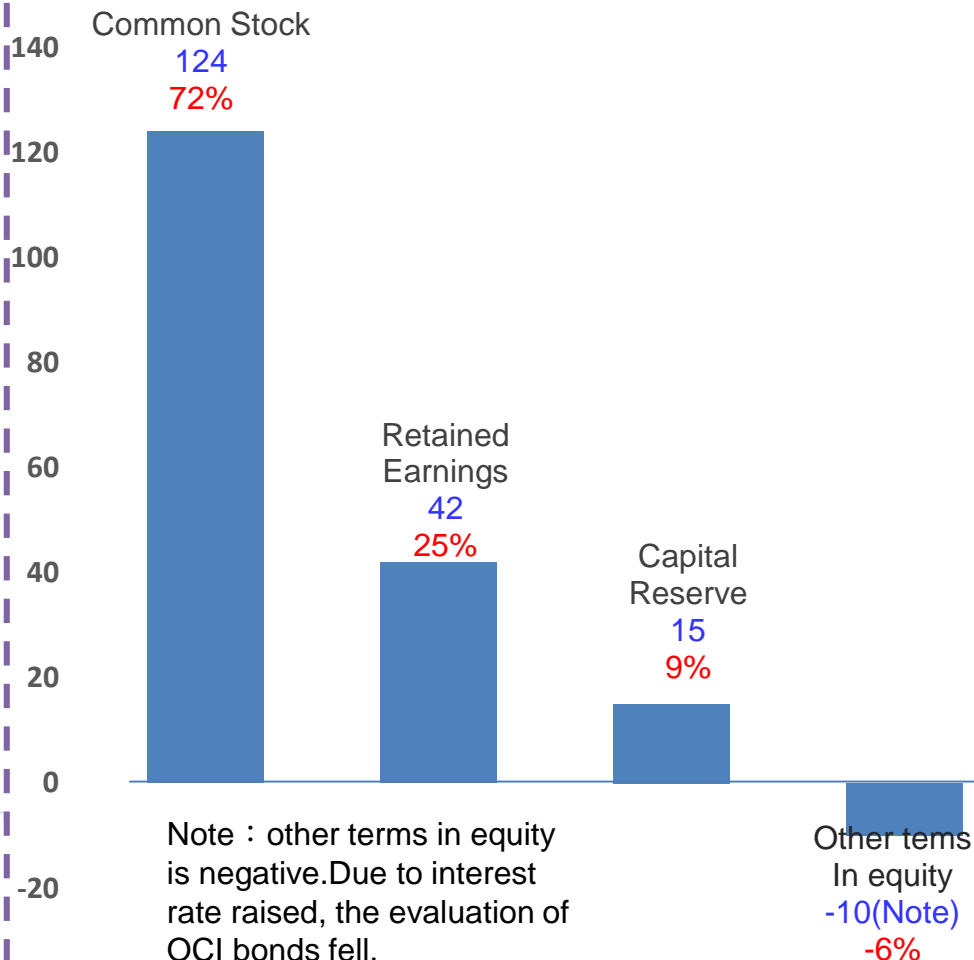
Liabilities and Shareholders' Equity Breakdown(2023.3.31)

(in NT 100mn)

Liabilities NT\$263,700million

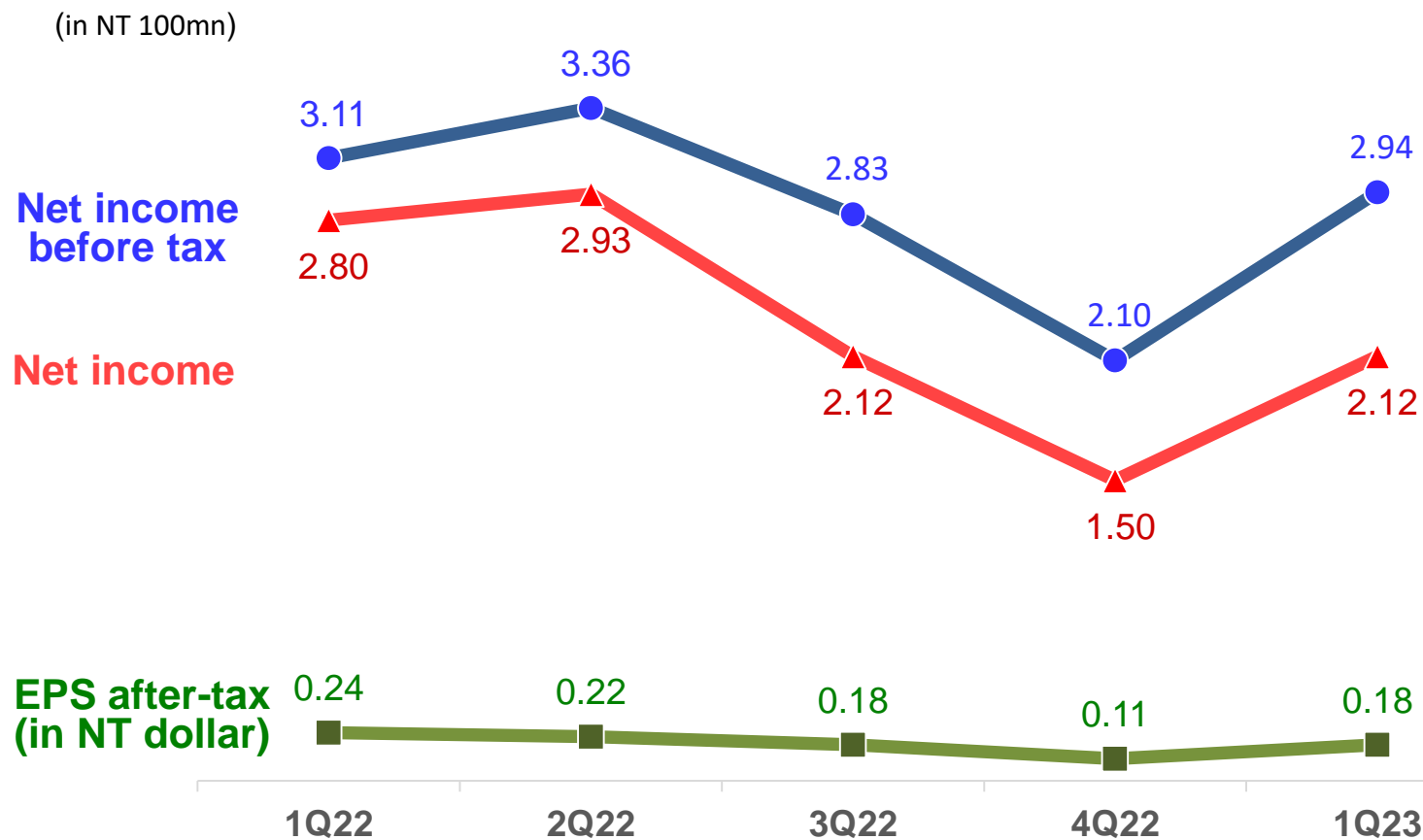


Shareholders' Equity NT\$17,100million





Income Growth



YoY %

Decreased by
NT\$17 million
-5.47%

Decreased by
NT\$68 million
-24.29%

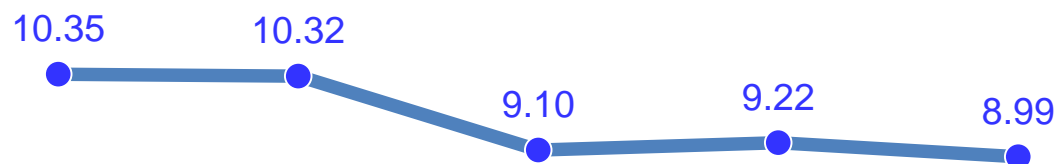
Decreased by
NTD 0.05
-21.74%



Net Revenue Growth

(in NT 100mn)

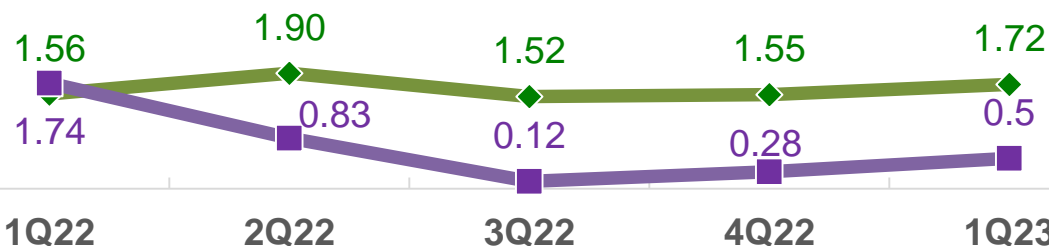
Net Revenue



Net Interest
Income



Net Fee
Income
Net Financial
operations
Income



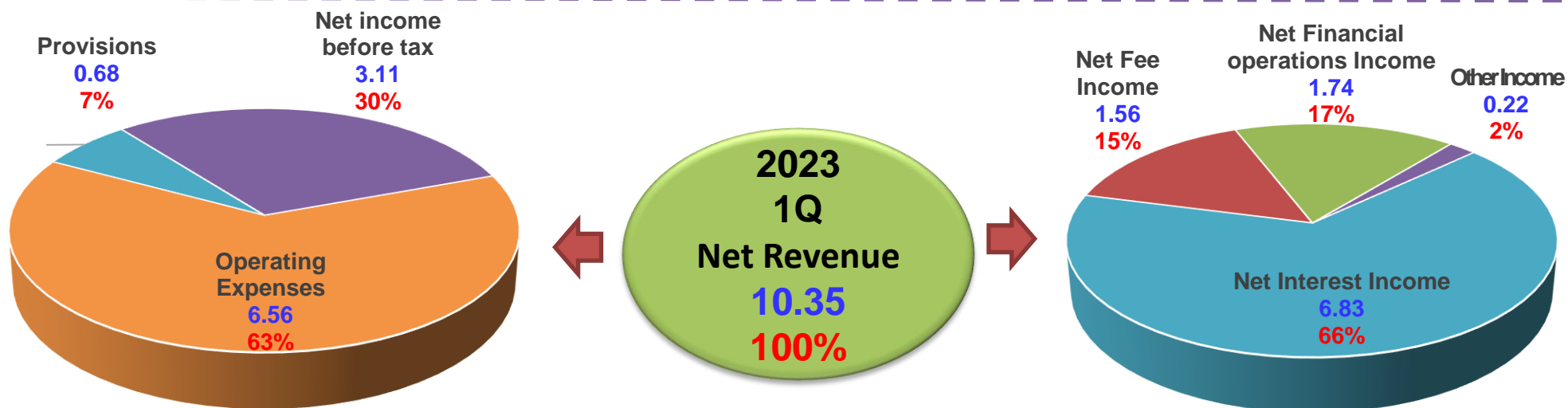
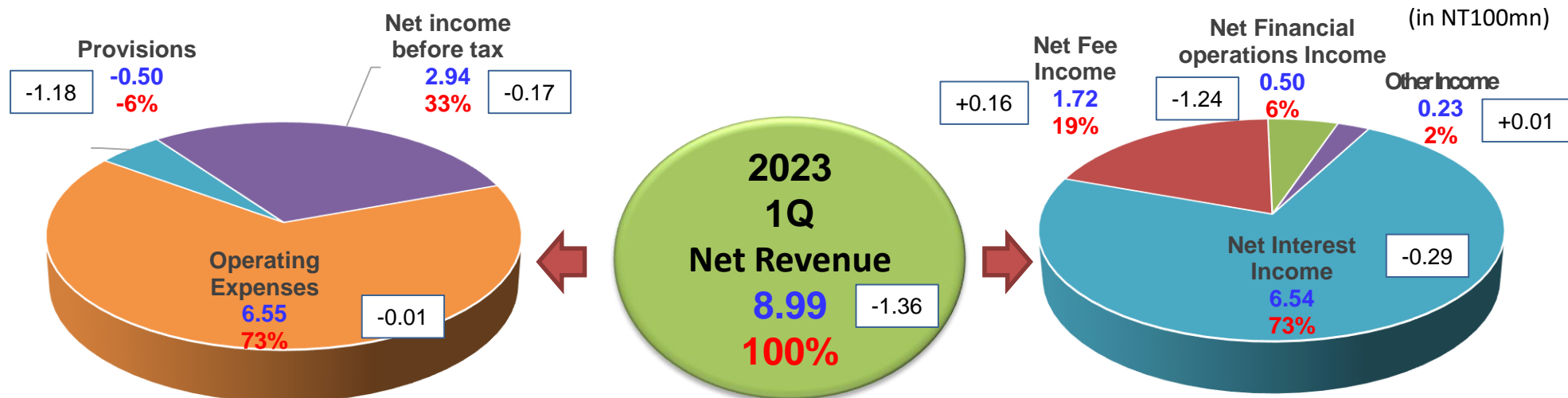
YoY %

Decreased by
NT\$ 136
million
-13.14%
Decreased by
NT\$29 million
-4.25%

Increased by
NT\$ 16 million
+10.26%
Decreased by
NT\$ 124
million
-71.26%



Net Revenue Breakdown





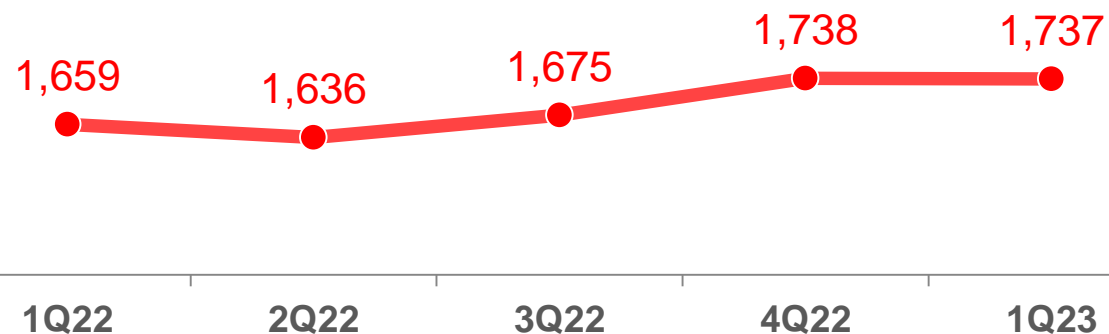
Deposits and Loans - Average balance

(in NT 100mn)

Average
deposit balance



Average loan
balance



YoY %

Decreased by
NT\$5,900million
(Note1)
-2.48%

Increased by
NT\$7,800million
(Note2)
+4.70%

Note1: Refer to deposit analysis for more detail.

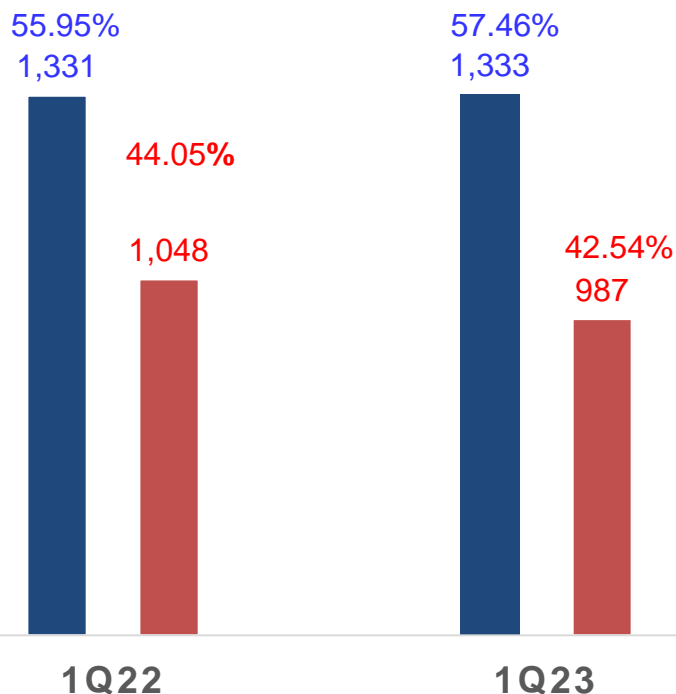
Note2: Refer to loans analysis for more detail.



Deposit Breakdown - Average balance

By type

■ Demand Deposits ■ Time Deposits



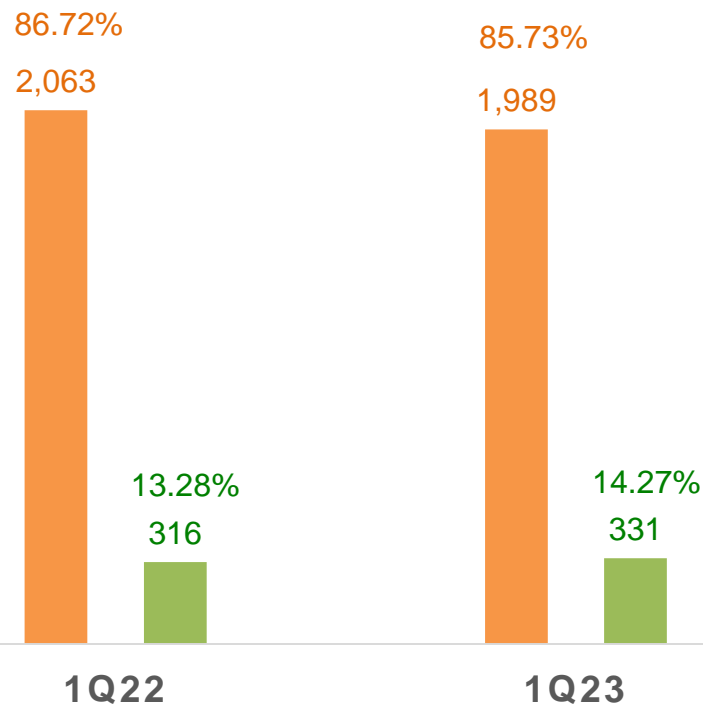
Demand Deposits Increased by NT\$200million.

Time Deposits Decreased by NT\$6,100million.

By currency

(in NT 100mn)

■ NTD Deposits ■ FCY Deposits



NTD Deposits Decreased by NT\$7,400 million.

Demand Deposits Increased by NT\$3,600million.

Time Deposits Decreased by NT\$11,000 million.

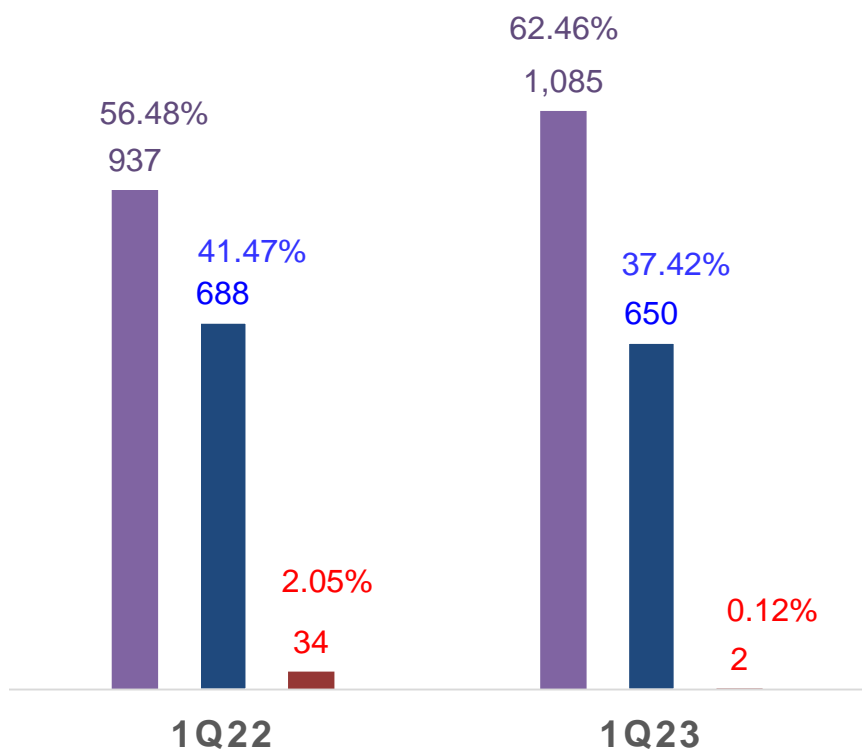
FCY Deposits Increased by NT\$1,500 million.



Loan Breakdown - Average balance

By customer

■ Government ■ Consumers ■ Corporates

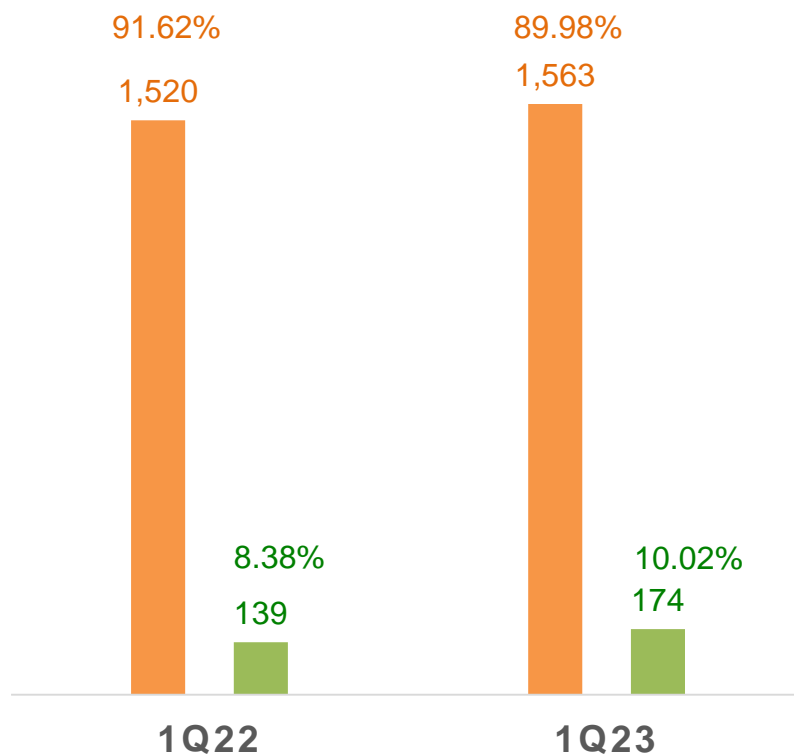


Corporates Loans Increased by NT\$14,800 million.
Consumers Loans Decreased by NT\$3,800 million.
Government Loans Decreased by NT\$3,200 million.

By currency

(in NT 100mn)

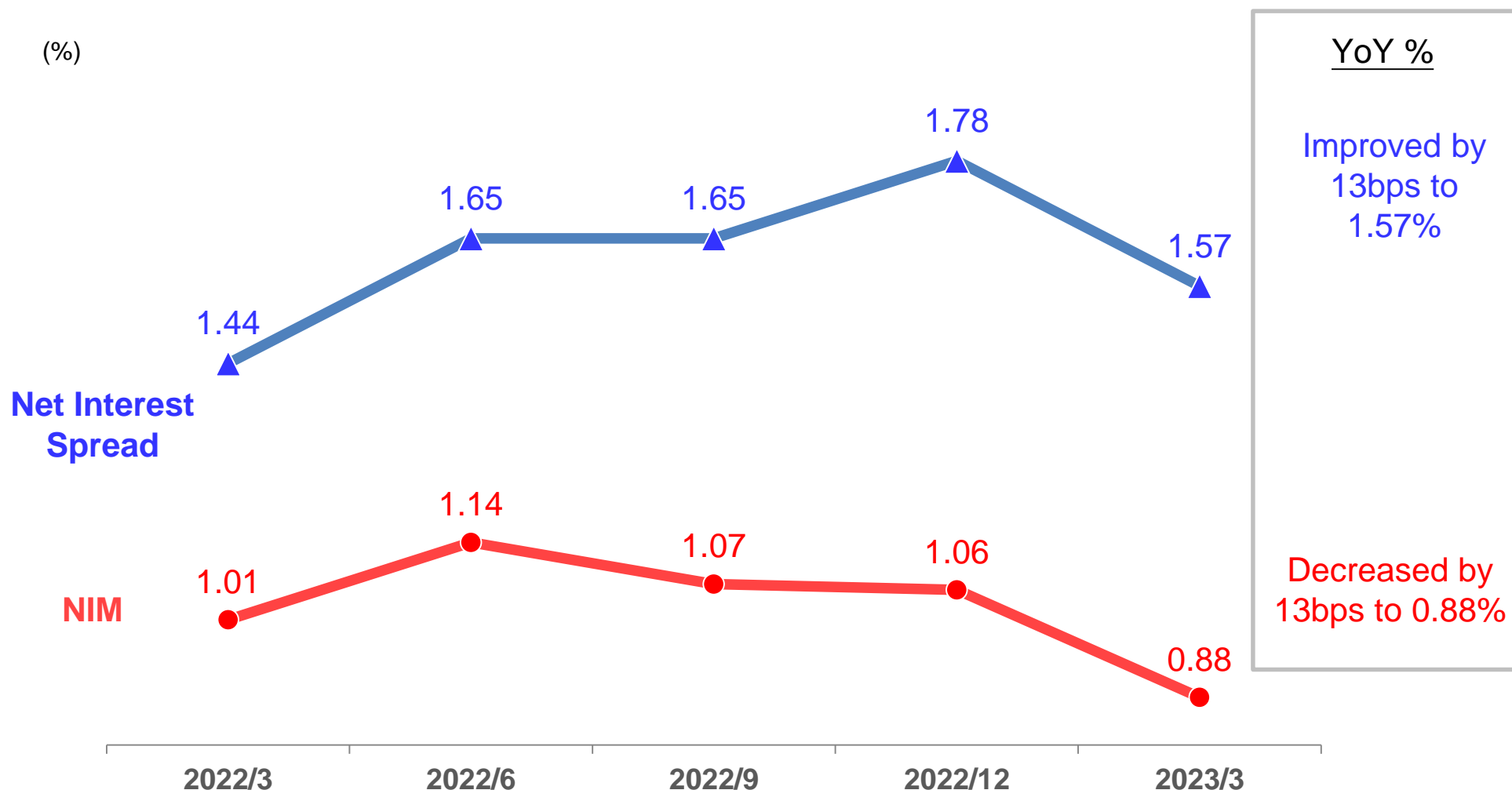
■ NTD Loans ■ FCY Loans



NTD Loans Increased by NT\$4,300 million.
FCY Loans Increased by NT\$3,500 million.

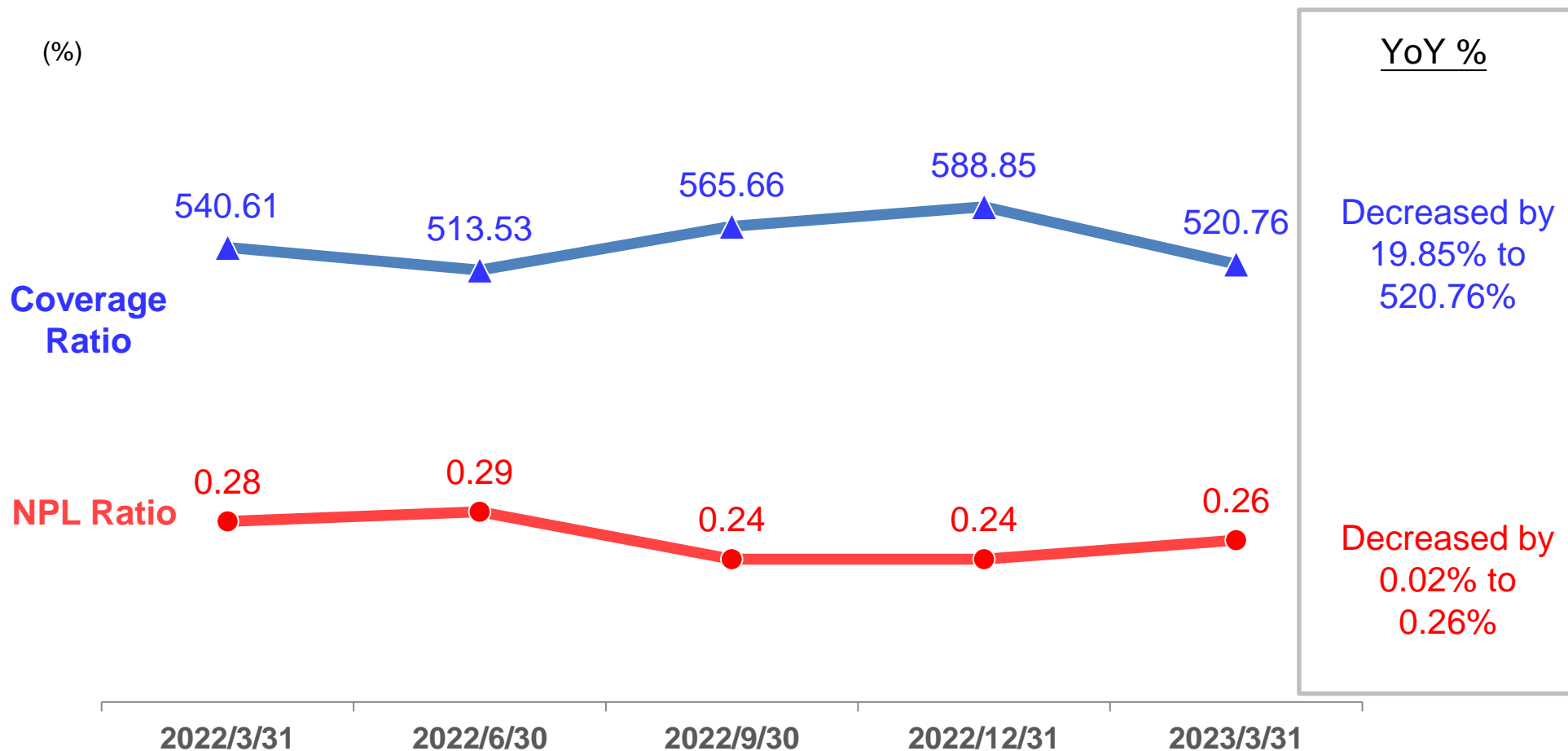


Net Interest Spread and NIM steady increased



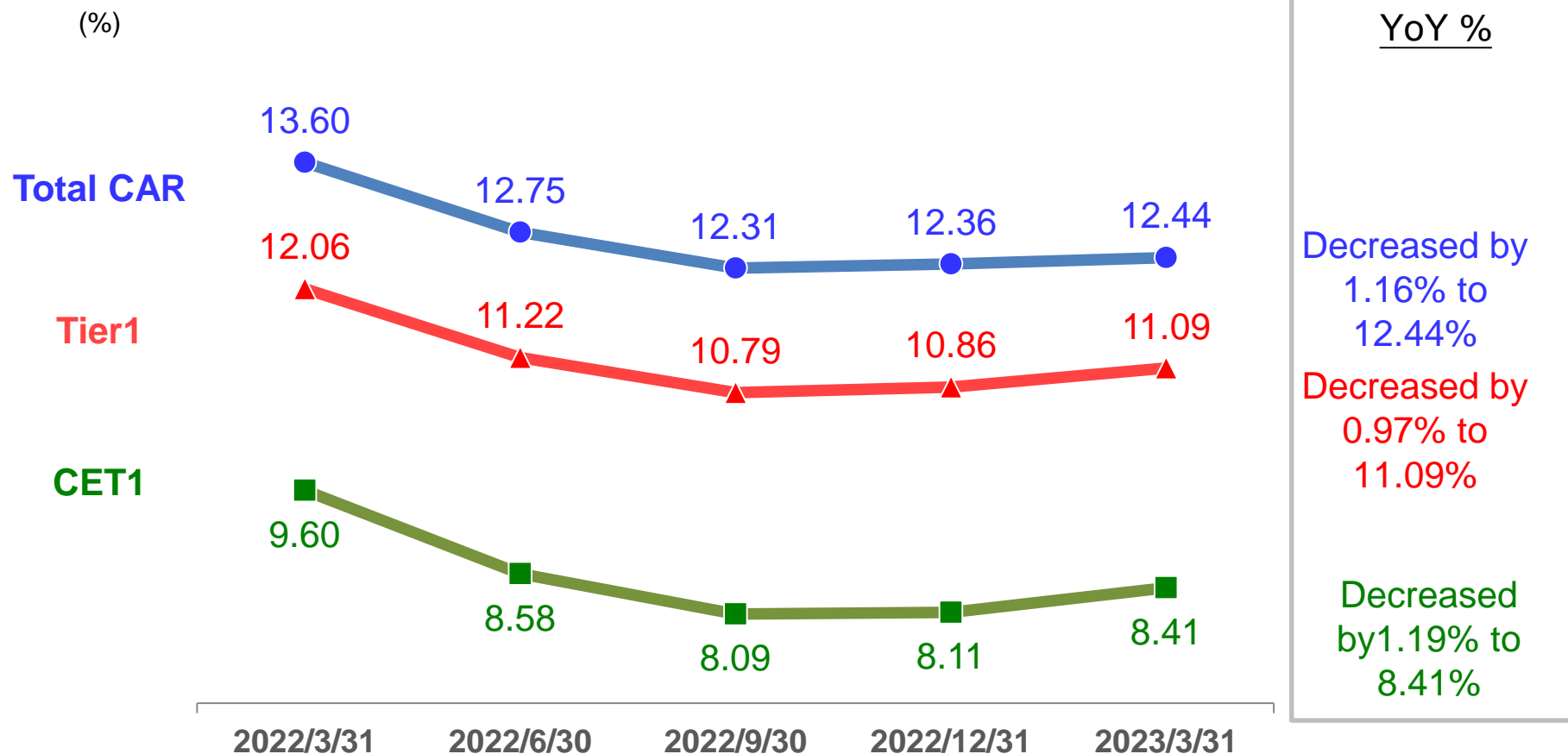


Asset Quality keeps improving





Capital Adequacy Ratio



Note : Audited report in March and September.



Credit Ratings



Fitch Ratings	Long term (Domestic)	Short term (Domestic)	Outlook
2020	AA-(twn)	F1+(twn)	stable
2021	AA-(twn)	F1+(twn)	stable
2022	AA-(twn)	F1+(twn)	stable

Fitch Ratings	Long term (IDR)	Short term (IDR)	Outlook
2020	BBB+	F1	stable
2021	BBB+	F1	stable
2022	BBB+	F1	stable



Business Results in 2023 Q1



- Benefited from interest rate hike, NIM has increased by 0.13 percentage points.

- Launch meeting for the Hongtu project and wealth management business.

- Gave On-Campus lectures of trust knowledge.

- Held ESG Sustainable Economy Forum to work with customers on sustainable issues.

- Established "Trust Donation Welfare" , a project with Kaohsiung City Government for benefit of elderly and people with dementia, fulfilling social responsibilities.



Prospects





Prospects



1. Stabilized loan quality, elevate business performance

2. Optimize financial structure.

3. Raise the ratio of demand deposit and increase fee income.

4. Strengthen internal audit and control, improve service quality.

5. Strengthen information security and implement paperless office.

6. Keep working on digital transformation.

7. Implement sustainable management.





親切・真誠・好夥伴

Thanks for Listening

