高雄銀行

Financial Review of 2024 Q2

2024.9.4

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Operations Review of 2024 Q2

(in NTD 100mn)

Items		2Q24	2Q23	Growth (Decline)	
				Amount	Ratio(%)
Profit before tax (in NTD 100mn)	Before OCI P/L	6.47	6.34	0.13	2.05
	After OCI P/L	9.20	7.35	1.85	25.17
Profit (in NTD 100mn)	Before OCI P/L	4.65	4.71	(0.06)	(1.27)
	After OCI P/L	7.39	5.72	1.67	29.20
EPS (after-tax) (in NTD)	Before OCI P/L(Note)	0.27	0.37	(0.10)	(27.03)
	After OCI P/L(Note)	0.44	0.45	(0.01)	(2.22)
ROA (after-tax) (%)		0.14	0.17	-	(0.03)
ROE (after tax) (%)		2.18	2.82	-	(0.64)
Realized P/L from OCI Financial Asset		2.73	1.01	1.72	170.30

Note1：EPS after tax for 2023 1H has been adjusted to include the impact of Free-Gratis dividends.

Note2：For 2024 1H, EPS decreased by -2.22% YoY mainly due to the capital increase through issuance of 500 mn common shares.

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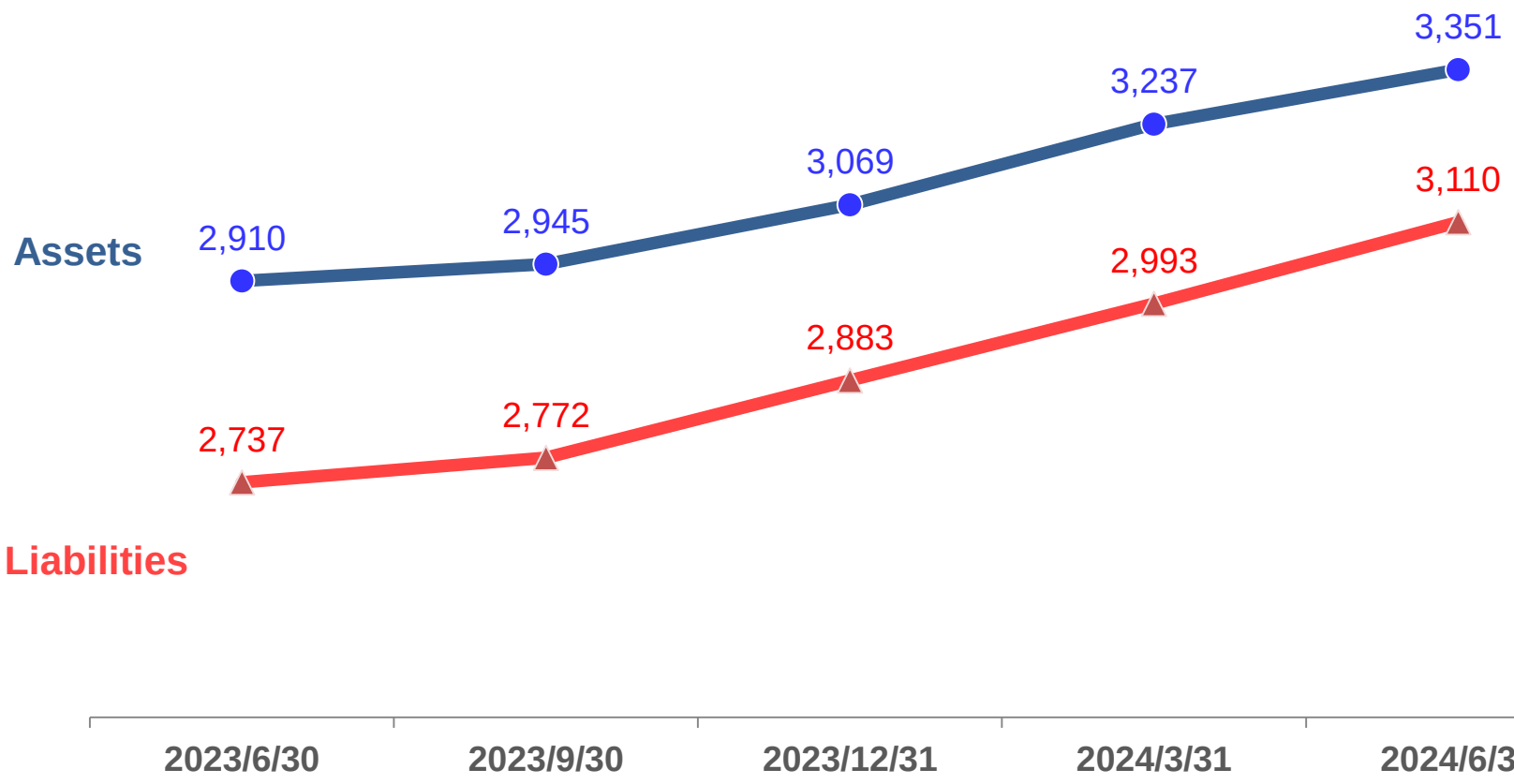
Financial Performance of 2024 Q2

Assets and Liabilities

(in NTD 100mn)



YoY%

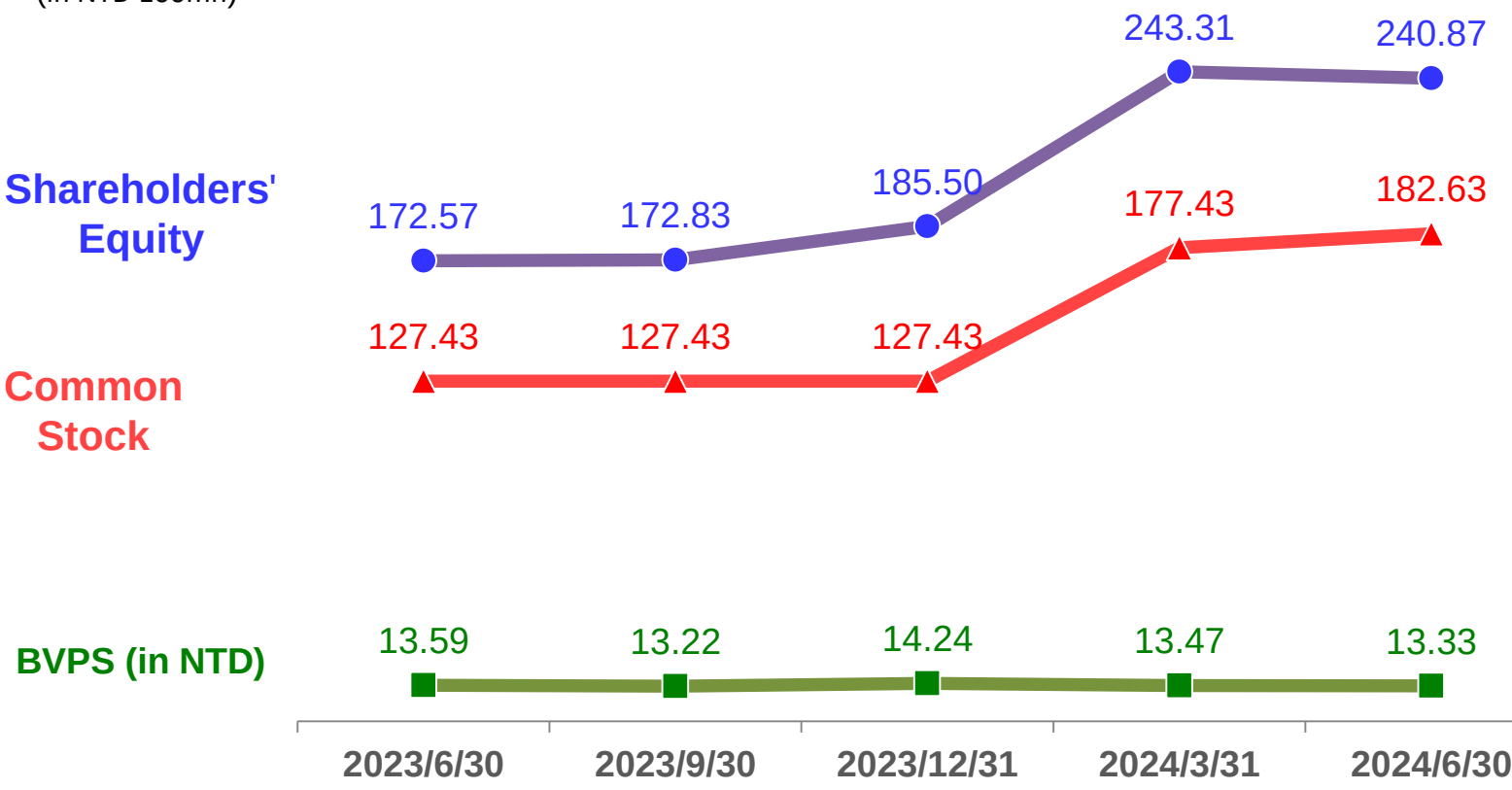
Increased by NTD 44,100 mn.(Note1) +15.15%

Increased by NTD 37,300 mn.(Note2) +13.63%

Note 1:Asset increased is primarily due to increasing in financial investments by NTD 8.4bn and discounts and loans by NTD 31.5 bn.
Note 2: Liabilities increased is primarily due to a rise in deposits and remittances by NTD 39.5 bn.

Shareholders' Equity

(in NTD 100mn)



YoY%

Increased by NTD 6,830 mn. +39.58%

Increased by NTD 5,520 mn. +43.32%

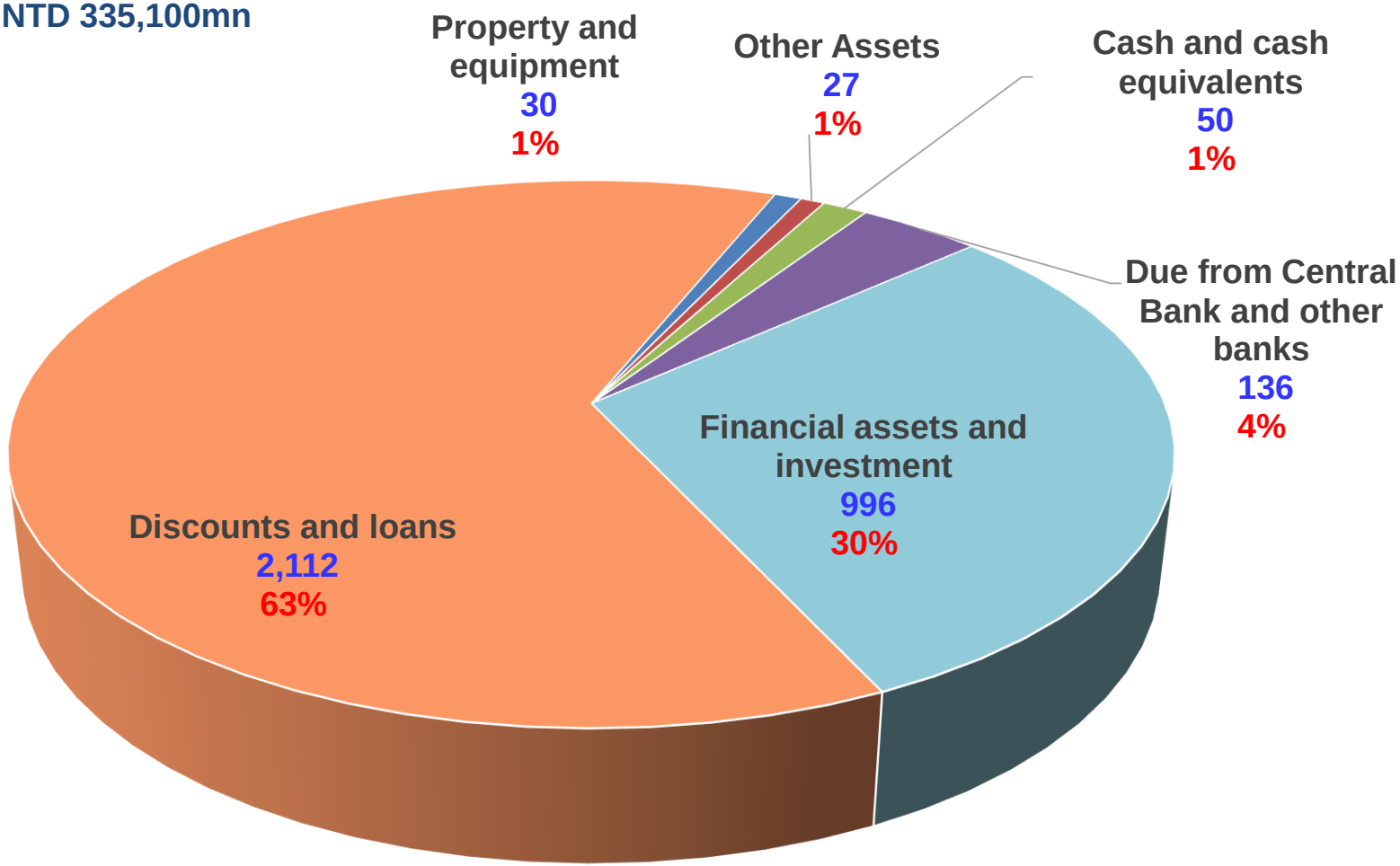
Decreased by NTD 0.26 -1.91%

Note: The issuance of 500 million common shares, priced at NTD 10.7/share, through a cash capital increase in March 2024 raised capital and equity by NTD 5 bn and NTD 5.35 bn respectively.

Assets Breakdown(2024.6.30)

(in NTD 100mn)

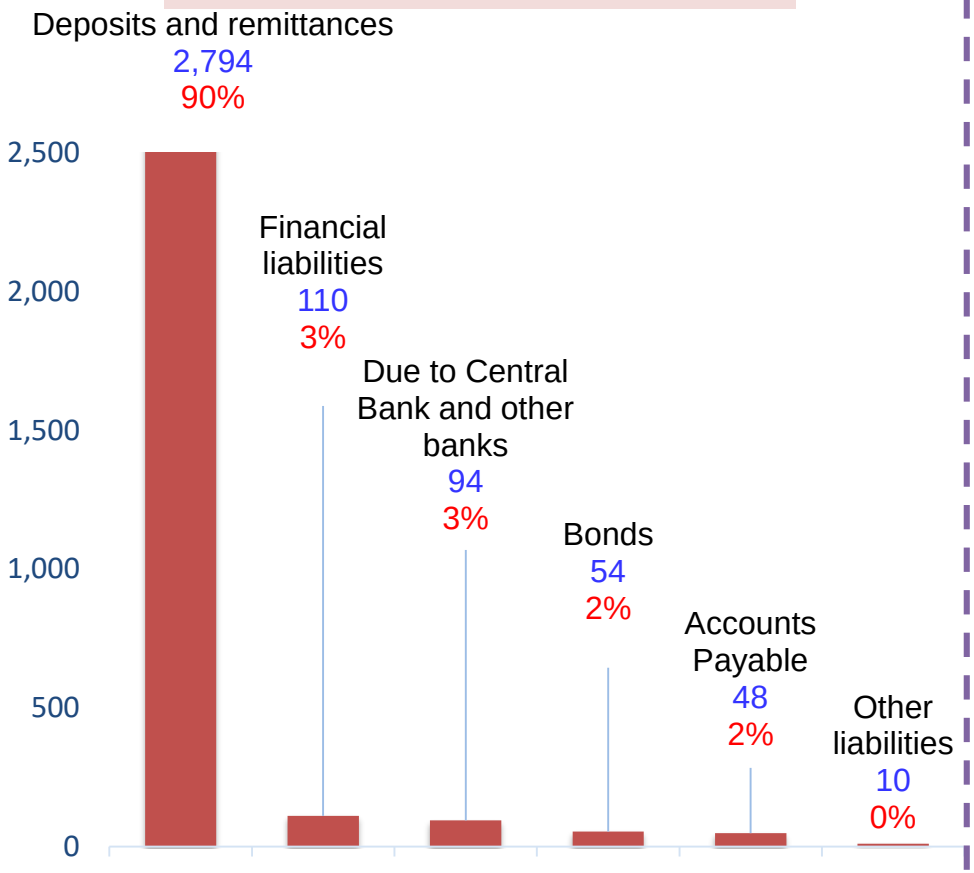
Total assets NTD 335,100mn



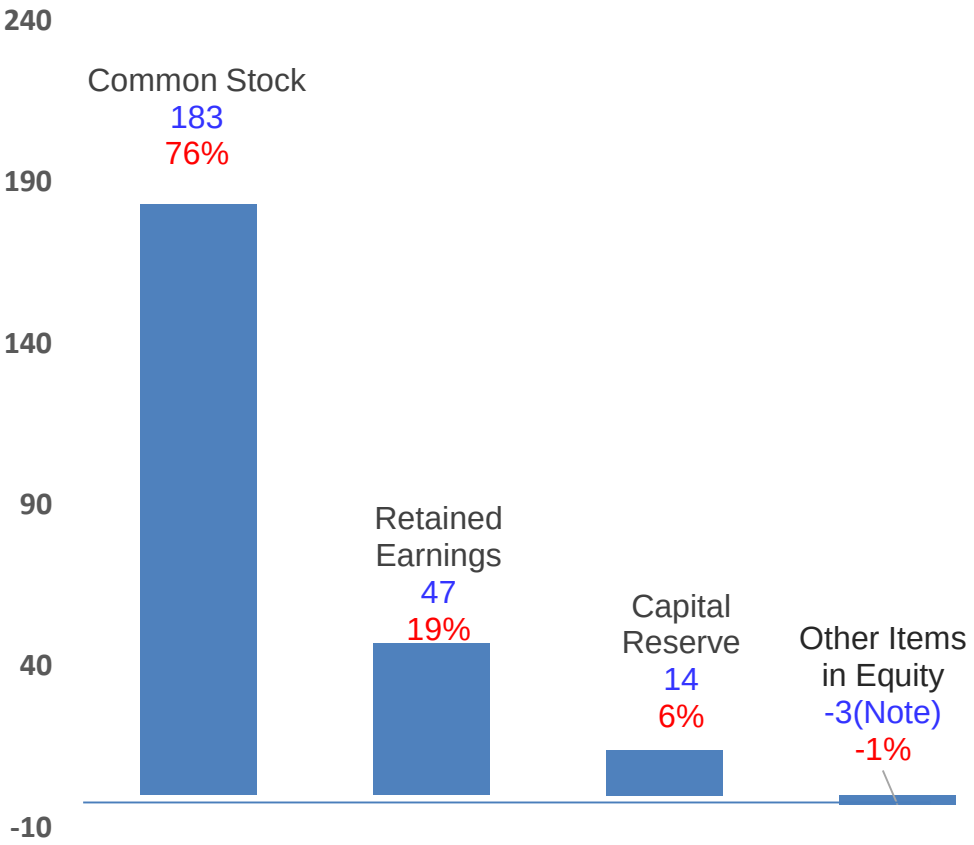
Liabilities and Shareholders' Equity Breakdown(2024.6.30)

(in NTD 100mn)

Liabilities NTD 311,000mn



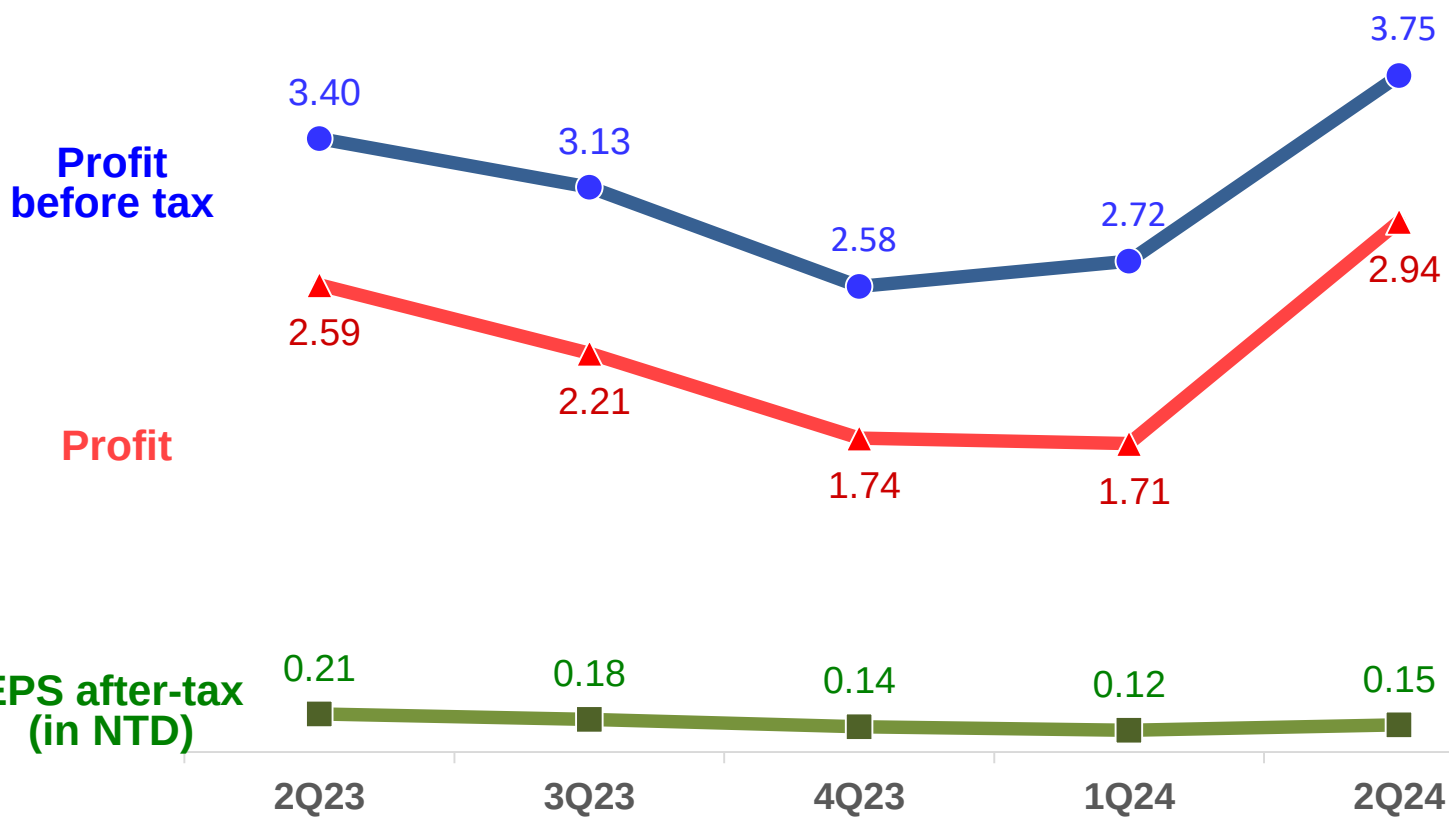
Shareholders' Equity NTD 24,100mn



Note：Other items in equity is negative. Due to interest rate raised, the evaluation of OCI bonds fell.

Income Growth

(in NTD 100mn)



YoY %

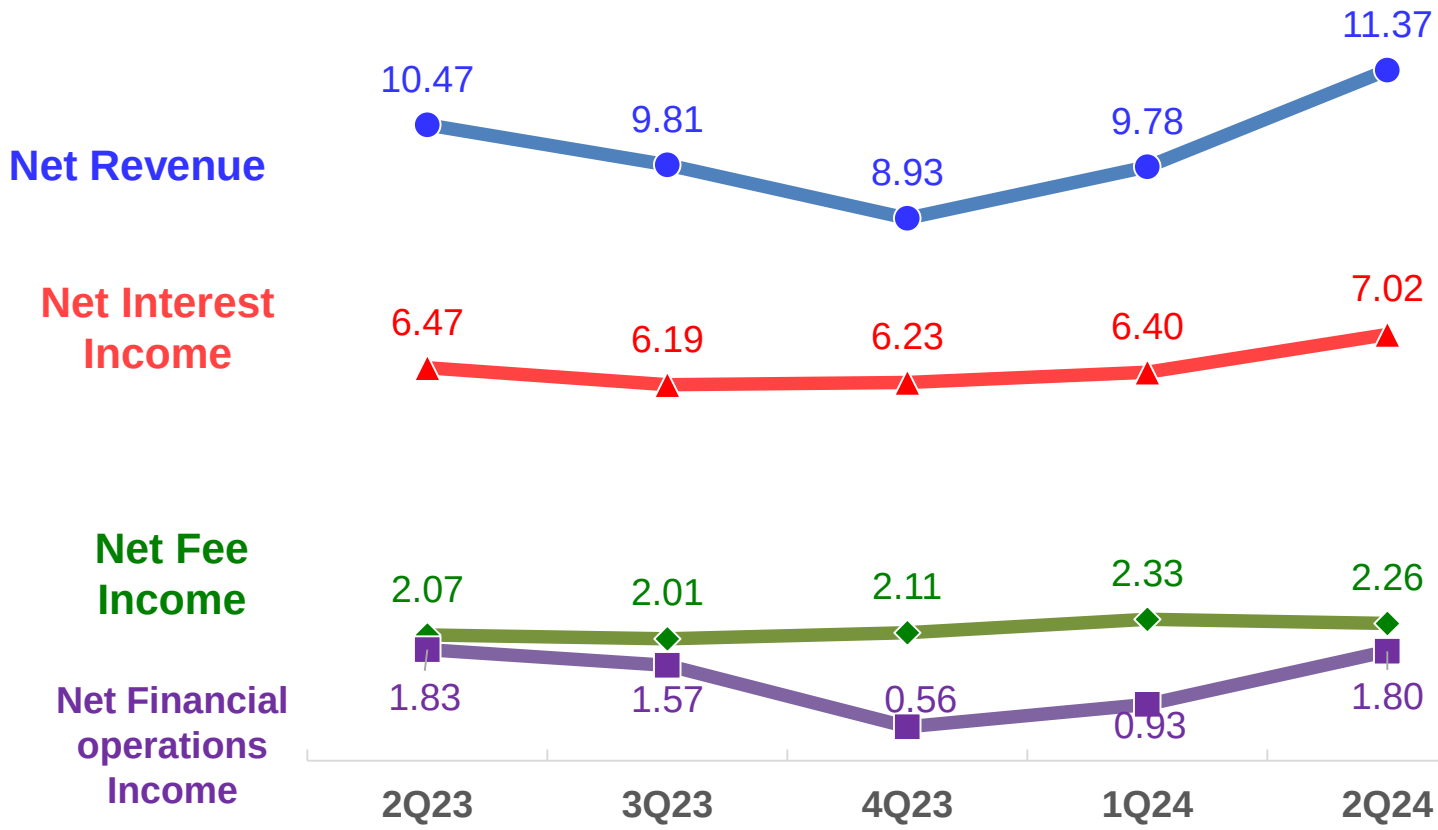
Increased by NTD 35 mn +10.29%

Increased by NTD 35 mn +13.51%

Decreased by NTD 0.06 -28.57%

Net Revenue Growth

(in NTD 100mn)



YoY %

Increased by NTD 90 mn +8.60%

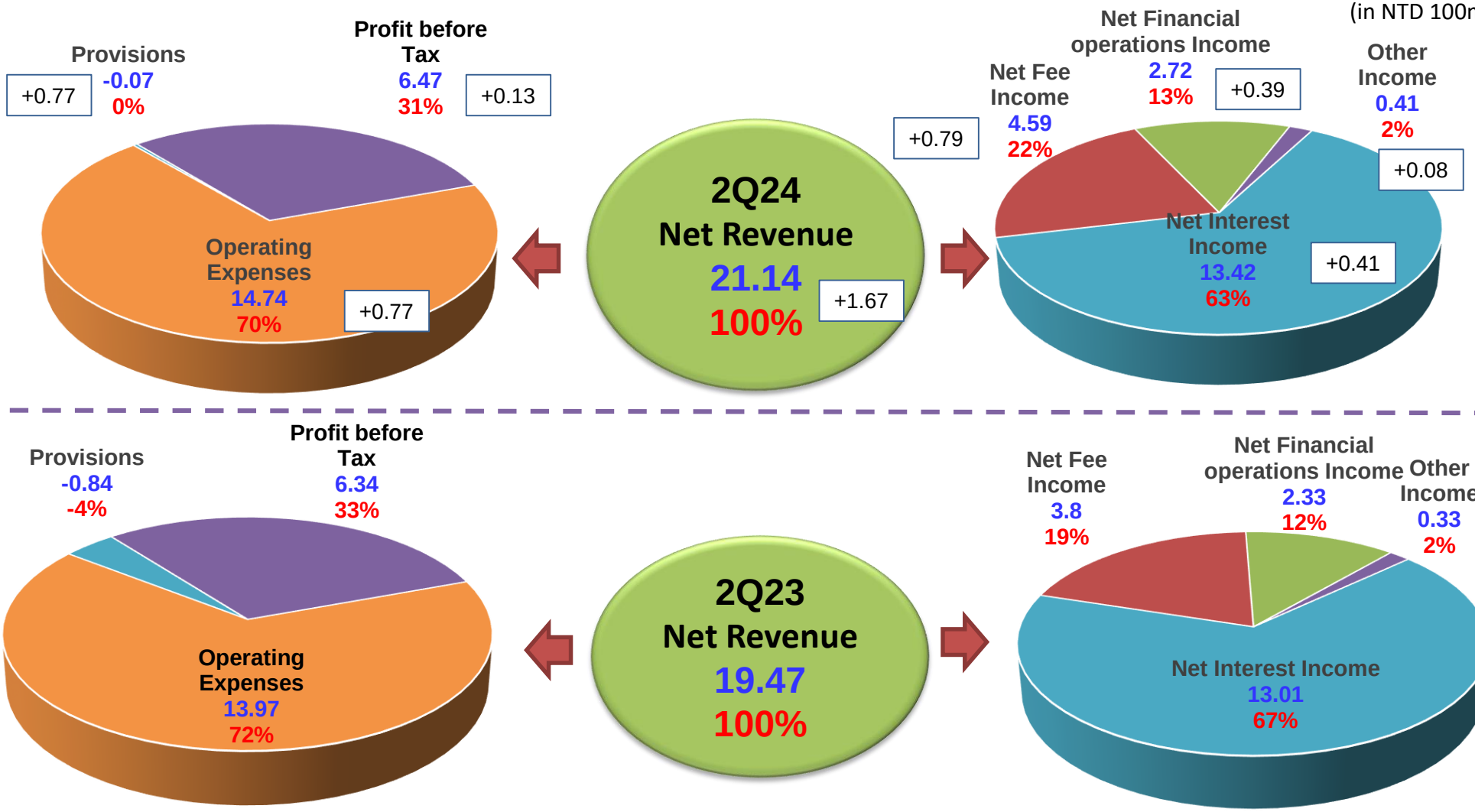
Increased by NTD 55 mn +8.50%

Increased by NTD 19 mn +9.18%

Decreased by NTD 3 mn -1.64%

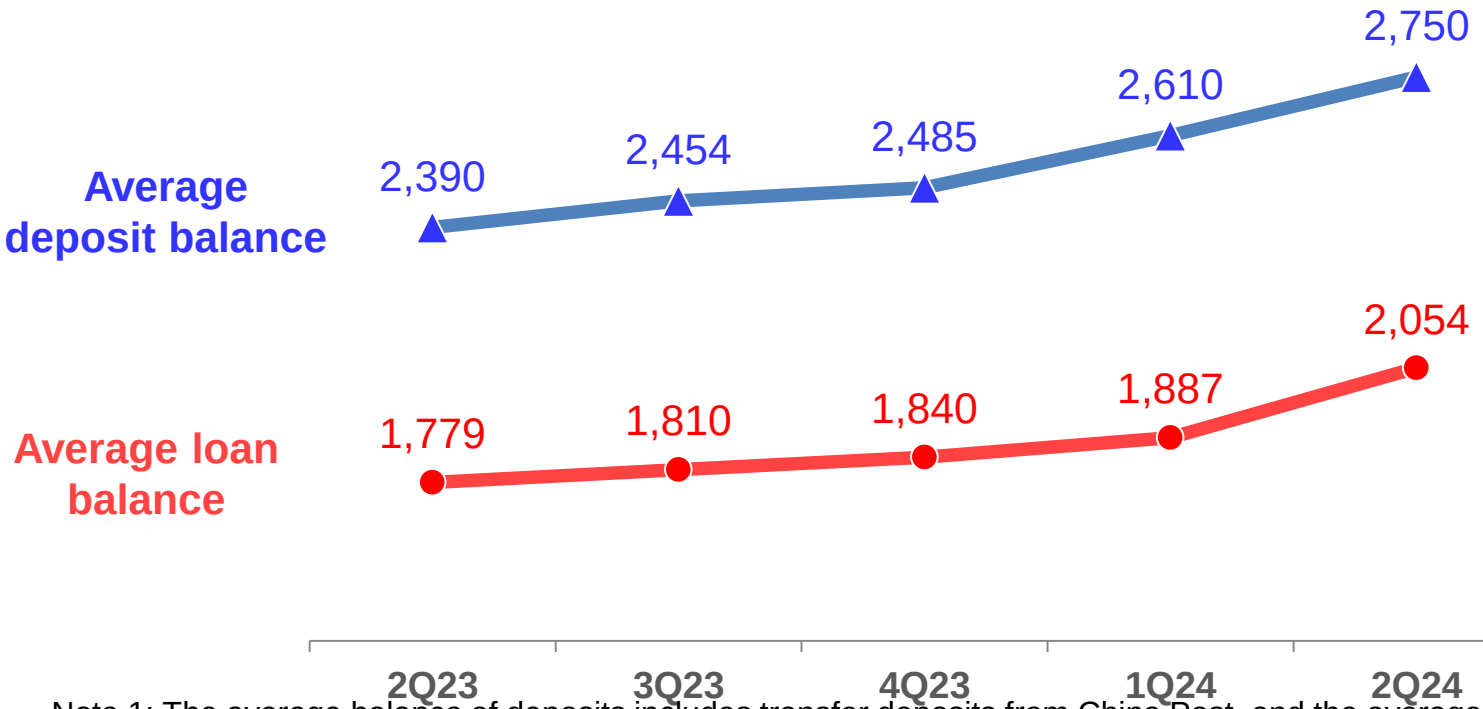
Net Revenue Breakdown

(in NTD 100mn)



Deposits and Loans - Average balance

(in NTD 100mn)



YoY %

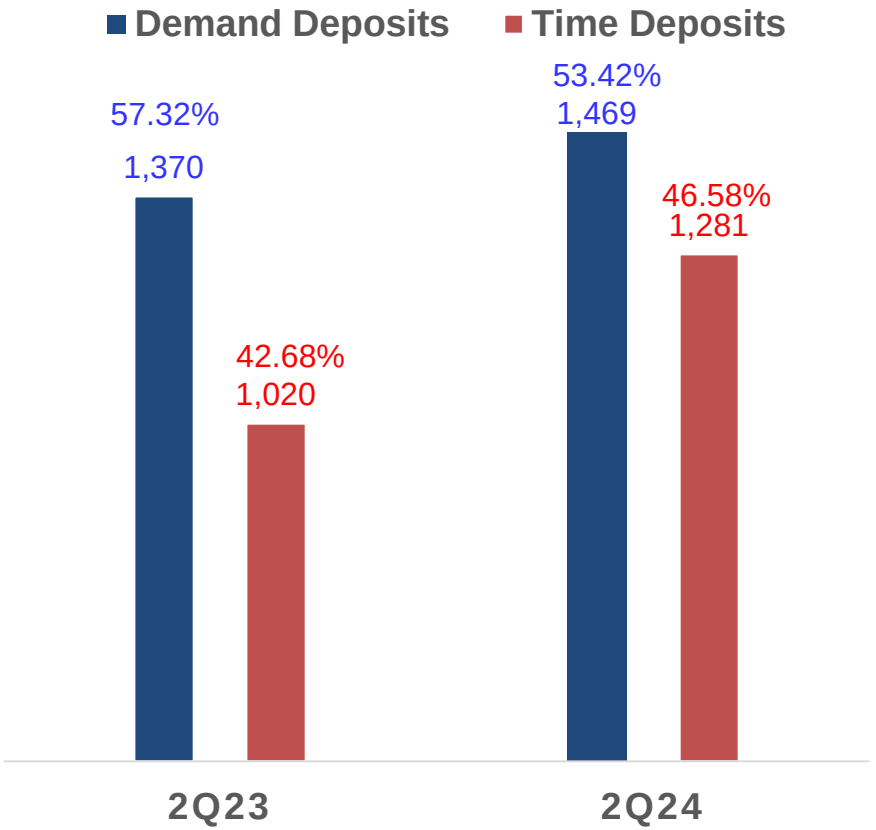
Increased by NTD 36,000 mn (Note2) +15.06%

Increased by NTD 27,500 mn (Note3) +15.46%

Note 1: The average balance of deposits includes transfer deposits from China Post, and the average balance of loans does not include export bills and collections.
Note 2: For details, please see Deposit Structure Analysis.
Note 3: For details, please see Loan Structure Analysis.

Deposit Breakdown - Average balance

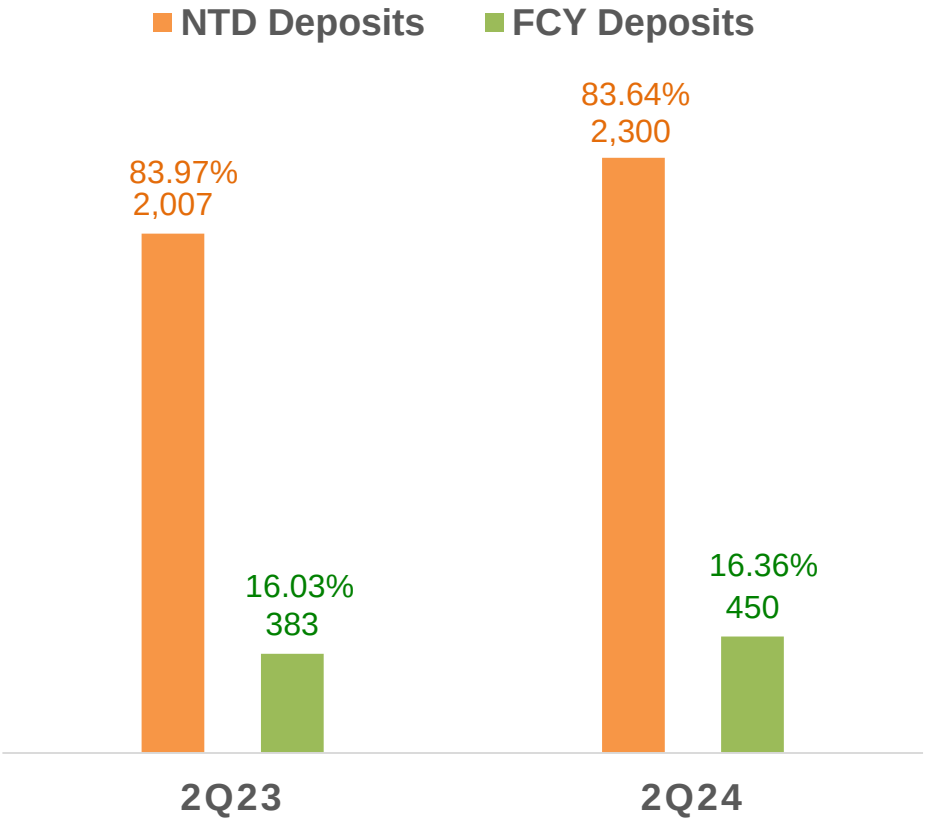
By Type



Demand deposits increased by NTD9,900mn, including NTD 4,500mn in TWD regular demand deposit and NTD 5,200mn in Treasury Deposits.
Time deposits increased by NTD 26,100 mn, including NTD 15,100mn in TWD regular time deposit, NTD 4,400mn in Wholesale time deposits and NTD 6,400mn in foreign currency.

By currency

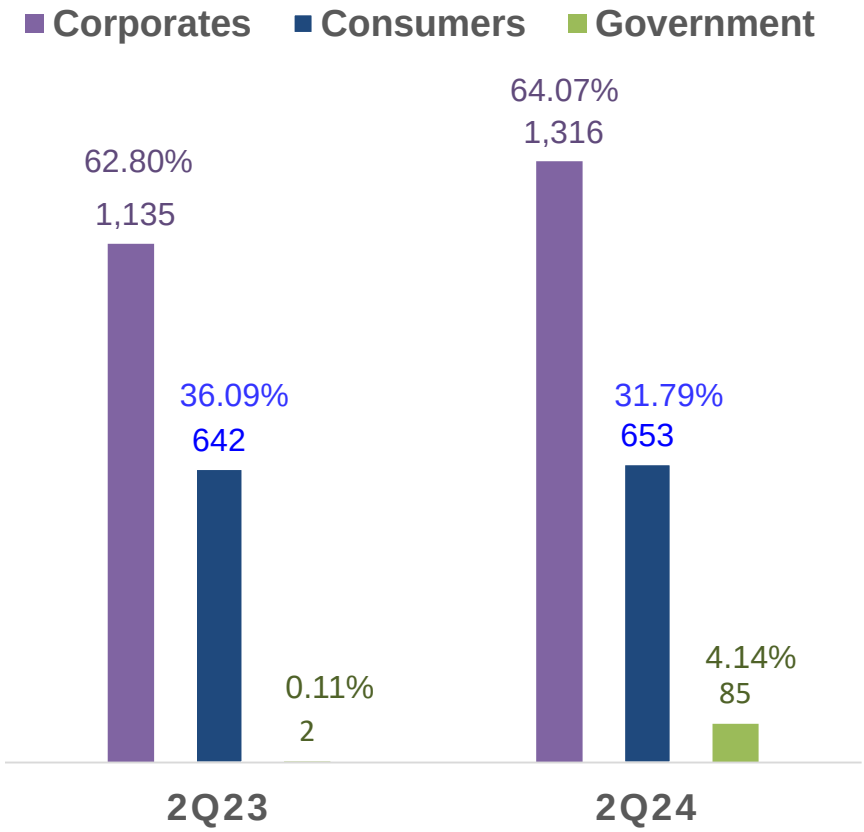
(in NTD 100mn)



NTD Deposits Increased by NTD 29,300 mn.
FCY Deposits Increased by NTD 6,700 mn.

Loan Breakdown - Average balance

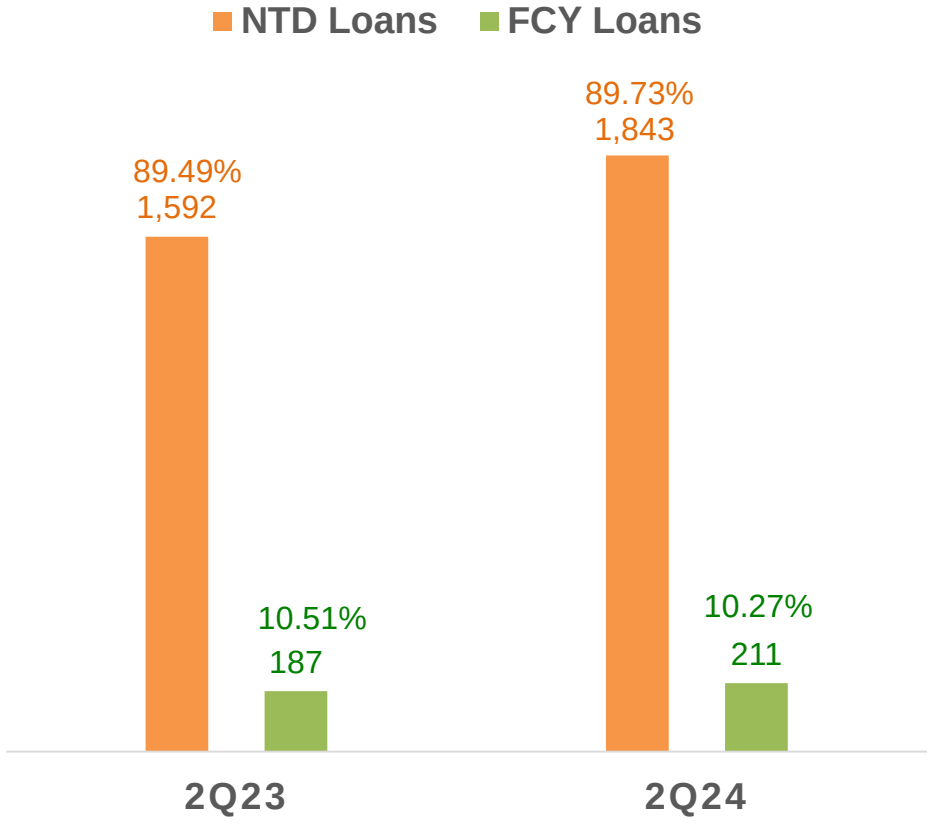
By customer



Corporates Loans Increased by NTD 18,100 mn.
Consumers Loans Decreased by NTD 1,100 mn.
Government Loans Decreased by NTD 8,300 mn.

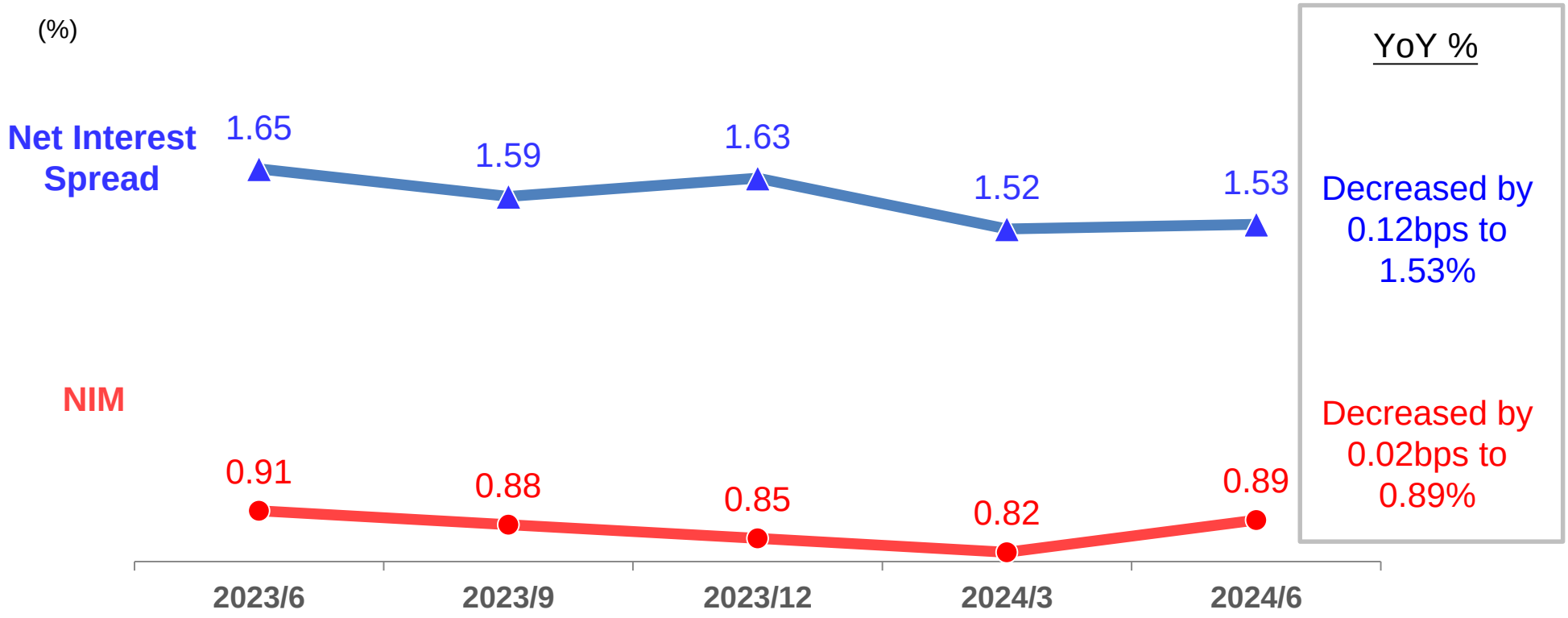
By currency

(in NTD 100mn)



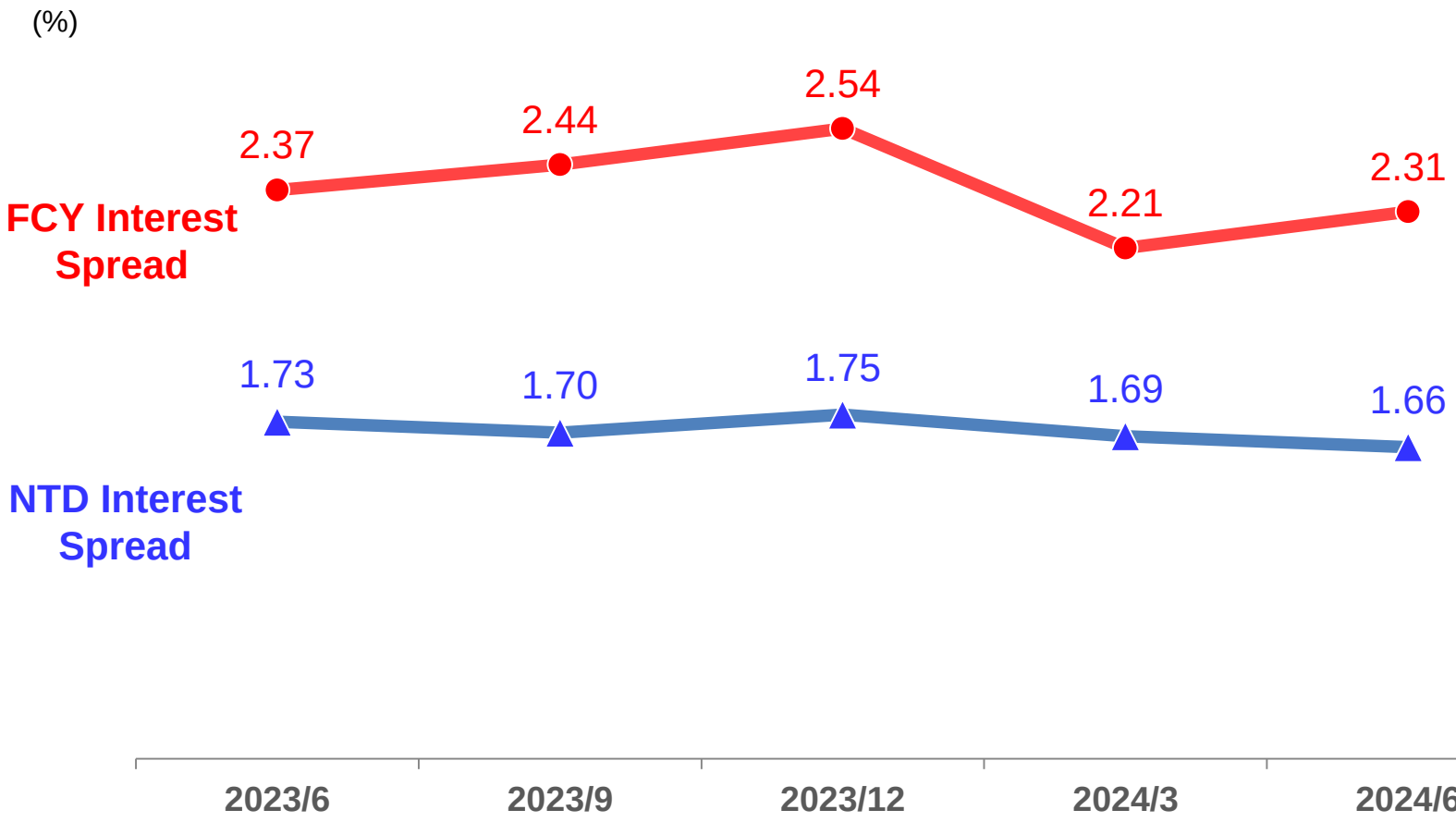
NTD Loans Increased by NTD 25,100 mn.
FCY Loans Increased by NTD 2,400 mn.

Net Interest Spread and NIM



Note: The total deposit interest rate spread is lower than the interest rate spread on NTD deposits and foreign currency deposits. This is mainly due to the increase in high-interest foreign currency deposits and the failure of foreign currency loans to grow at the same pace as foreign currency deposits.

Net Interest Spread and NIM

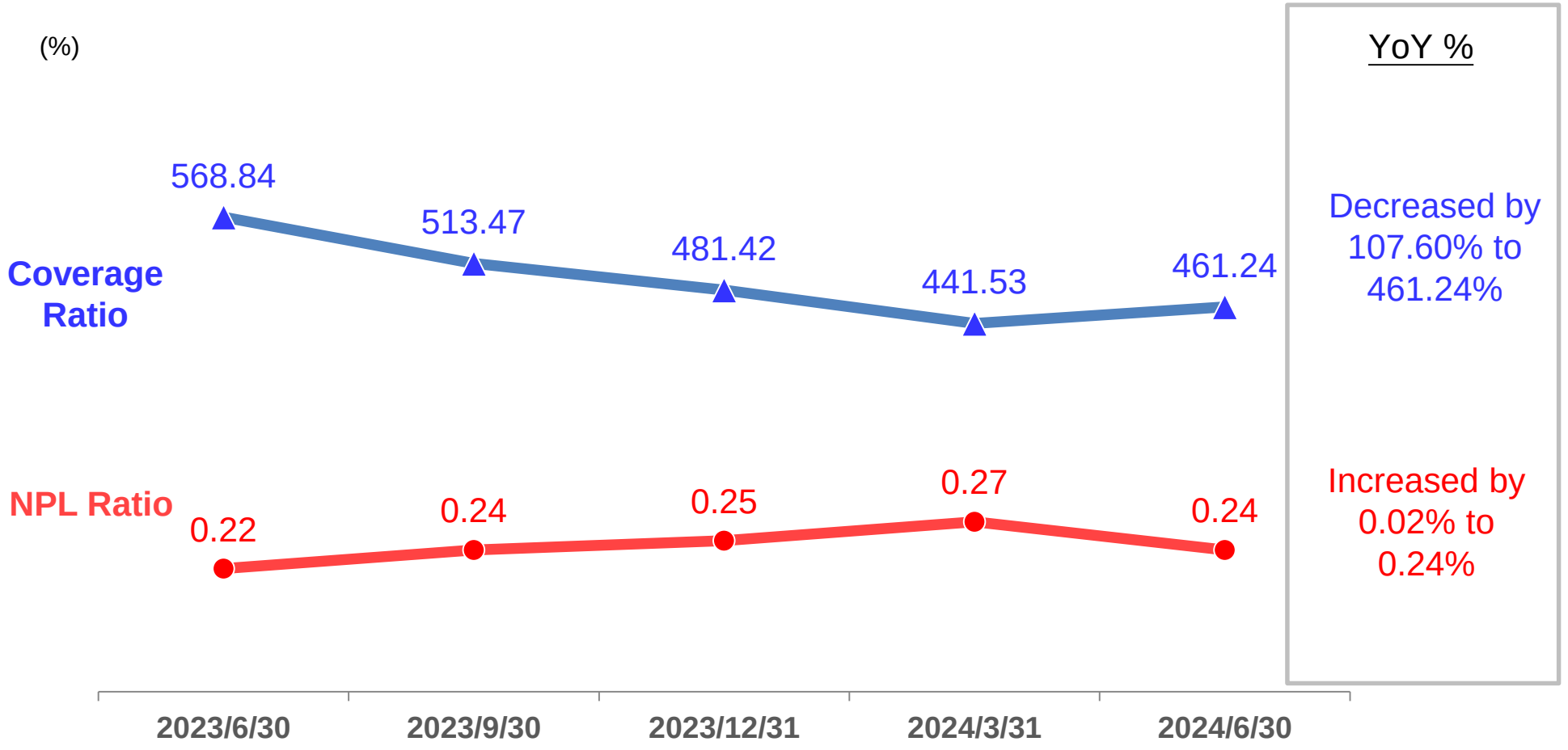


YoY %

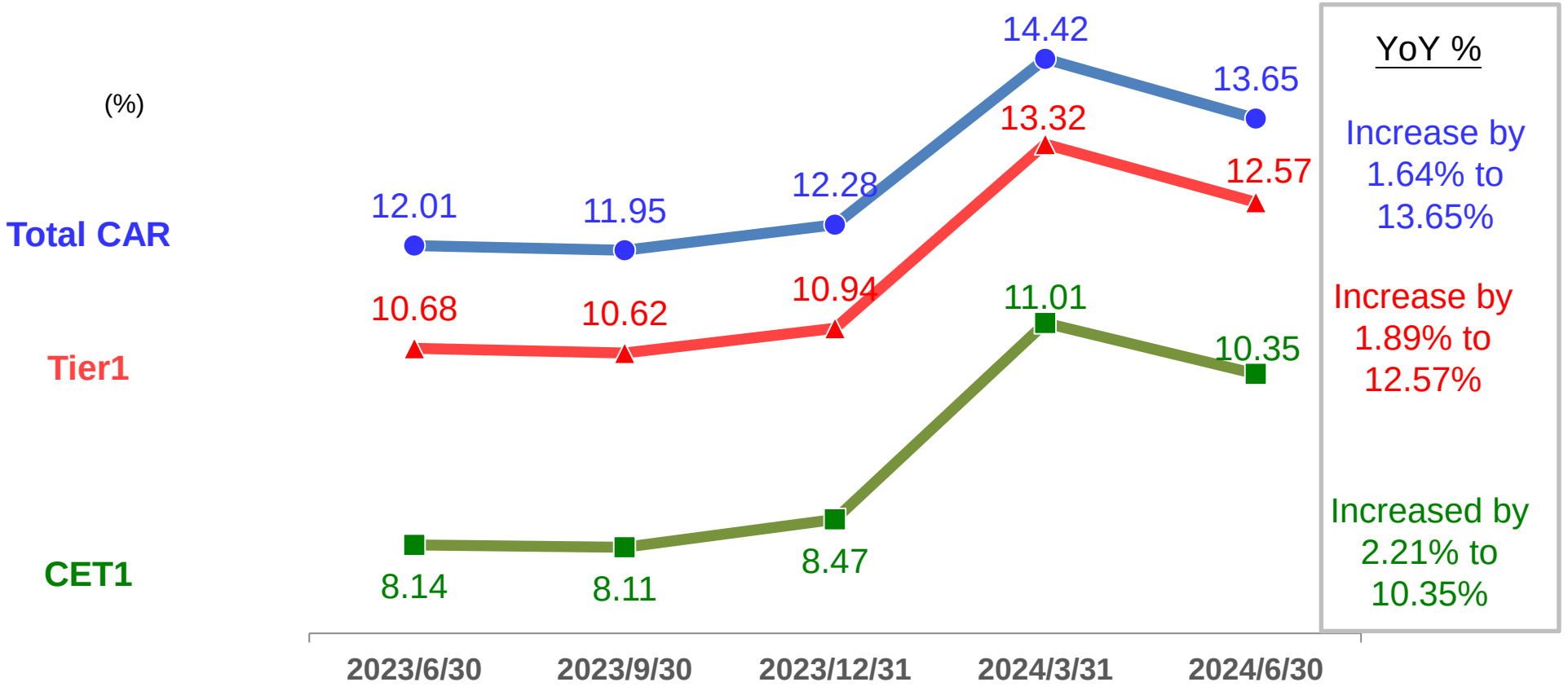
Decreased by 0.06bps to 2.31%

Decreased by 0.07bps to 1.66%

Asset Quality keeps improving



Capital Adequacy Ratio



Note1：Unaudited ratio in March and September.
Note2：The main reason for Total CAR, Tier 1 and CET1 ratio rising in March 2024 is the cash capital increase of NTD 5bn.

Credit Ratings

Fitch Ratings	Long term (Domestic)	Short term (Domestic)	Outlook
2021	AA-(twn)	F1+(twn)	stable
2022	AA-(twn)	F1+(twn)	stable
2023	AA-(twn)	F1+(twn)	stable

Fitch Ratings	Long term (IDR)	Short term (IDR)	Outlook
2021	BBB+	F1	stable
2022	BBB+	F1	stable
2023	BBB+	F1	stable

Recap of Recent Major Events

- New share issuance for cash went listed on May 16, 2024.
- The Bank's is ranked "6% to 20%" sector among "Listed Companies" and "21% to 40%" sector among "Finance and Insurance Industry" in the 10th Corporate Governance Assessment by TWSE.
- 2023 Common Stock Dividend:Cash dividend of 0.30 and stock dividend of 0.30 per share.
- 2023 Preferred Stock Dividend: Cash dividend of 0.775 per share.
- Selected as a component stock of "Taiwan High Salary 100 Index" for 3 consecutive years.

Prospects

1.Improve business performance

2. Promote business development and transformation

3. Accelerate digital transformation

4. Strengthen management and control of emerging risks and asset quality

5. Strengthen employee training, talent cultivation and talent retention

6.The specific implementation of sustainable management

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Thanks for Listening