



**The Bank of East Asia, Limited,
Macau Branch**

**Disclosure of financial information
for the six months ended
30th June, 2016**

Compiled by The Bank of East Asia, Limited, Macau Branch
由東亞銀行有限公司澳門分行編製

Balance sheet as at 30th June, 2016

(Expressed in Macau Patacas)

	<i>As at 30th June, 2016</i>		
	<i>Amounts</i>	<i>Reserves, depreciation and provision</i>	<i>Net amount</i>
	<i>MOP</i>	<i>MOP</i>	<i>MOP</i>
Assets			
Cash	108,713,642	-	108,713,642
Deposits at AMCM	154,567,497	-	154,567,497
Accounts receivables	37,764,621	-	37,764,621
Current deposits at other local credit institutions	23,268,115	-	23,268,115
Current deposits at other overseas credit institutions	112,125,400	-	112,125,400
Loans and advances	6,365,154,474	-	6,365,154,474
Placements to local credit institutions	676,623,000	-	676,623,000
Call and fixed deposits at overseas credit institutions	953,312,018	-	953,312,018
Debtors	300,942	-	300,942
Properties	144,877,844	24,694,000	120,183,844
Equipment	91,360,329	61,119,802	30,240,527
Internal and adjustment accounts	17,714,948	-	17,714,948
Total	8,685,782,830	85,813,802	8,599,969,028

Balance sheet as at 30th June, 2016 (continued)
(Expressed in Macau Patacas)

	<i>As at 30th June, 2016</i>	
	<i>Subtotal</i>	<i>Total</i>
	<i>MOP</i>	<i>MOP</i>
Liabilities		
Current deposits	1,151,833,574	
Fixed deposits	3,022,413,064	4,174,246,638
Amount due to local credit institutions	729,240,000	
Amount due to overseas credit institutions	3,415,010,694	
Cheques and bills payable	21,709,306	
Creditors	4,705,512	
Other liabilities	485,883	4,171,151,395
Internal and adjusting accounts		39,213,490
Provisions		9,660,536
Other reserves		49,143,338
Retained profits		121,095,595
Current profits		35,458,036
		<u>8,599,969,028</u>

Off-balance sheet accounts as at 30th June, 2016

(Expressed in Macau Patacas)

<i>Off-balance sheet accounts</i>	
	<i>As at 30th June, 2016 MOP</i>
Values received for custody	-
Values received for collection	787,998
Values received as collateral	7,164,864,735
Guarantees on account of customers	163,213,577
Letters of credit	4,746,369
Acceptances	1,645,228
Values deposits by bank as collateral	
– Forward exchange contracts-purchases	6,484,597
– Forward exchange contracts-sales	6,484,597
Other memorandum items	1,423,184,097

Profit and loss account
for the six months ended 30th June, 2016
(Expressed in Macau Patacas)

<i>Income statement</i>			
	<i>6 months ended</i>		<i>6 months ended</i>
	<i>30th June, 2016</i>		<i>30th June, 2016</i>
<i>Debit</i>	<i>Amount</i>	<i>Credit</i>	<i>Amount</i>
	<i>MOP</i>		<i>MOP</i>
Operating costs	37,296,978	Operating income	106,723,080
Personnel expenses		Income from banking	
Staff costs	24,016,604	services	8,408,053
Supplies by third party	803,924	Other operating	
Services provided by		income	2,242,410
third party	12,285,596	Other banking income	108,593
Other banking expenses	909,571		
Tax expenses	105,670		
Non operating expenses	25,545		
Depreciation expenses	5,126,529		
Provisions	3,606,152		
Operating profits	33,305,567		
Total	117,482,136	Total	117,482,136

Profit and loss account
for the six months ended 30th June, 2016 (continued)
(Expressed in Macau Patacas)

<i>Profit and loss account</i>			
	<i>6 months ended 30th June, 2016</i>		<i>6 months ended 30th June, 2016</i>
<i>Debit</i>	<i>Amount MOP</i>	<i>Credit</i>	<i>Amount MOP</i>
Tax on profit	5,086,136	Operating profit	33,305,567
		Reversal of provision under AMCM rules	3,612,968
Profit	35,458,036	Income related to prior years	3,625,637
Total	40,544,172	Total	40,544,172

Approved and authorised for issue by the management of the Branch on 29th August, 2016.

Management

Cash flow statement

for the six months ended 30th June, 2016

(Expressed in Macau Patacas)

	<i>6 months ended 30th June, 2016 MOP</i>
Operating activities	
Profit before taxation	36,931,204
Adjustments for:	
Depreciation	5,126,529
Loss on disposal of fixed assets	25,545
Release of impairment losses on loans and advances	<u>(19,485)</u>
Operating profit before changes in working capital	42,063,793
Decrease/(increase) in operating assets:	
Placements with banks and other financial institutions with original maturity over three months	(10,267,209)
Monetary bills - held-to-maturity with original maturity over three months	(229,333,140)
Trade bills	105,105,370
Trading assets	(11,773)
Loans and advances to customers	7,356,649
Accrued interest and other accounts	31,933,639
(Decrease)/increase in operating liabilities:	
Deposits and balances of banks and other financial institutions	1,038,324,255
Deposits from customers	(910,754,567)
Trading liabilities	13,360
Other accounts and provisions	<u>(2,807,257)</u>
Net cash generated from operating activities	<u>71,623,120</u>

Cash flow statement
for the six months ended 30th June, 2016 (continued)
(Expressed in Macau Patacas)

	<i>6 months ended 30th June, 2016 MOP</i>
Investing activities	
Purchase of fixed assets	(1,014,997)
Net cash used in investing activities	(1,014,997)
Net increase in cash and cash equivalents	70,608,123
Cash and cash equivalents at 1st January	1,656,800,085
Cash and cash equivalents at 30th June	1,727,408,208

Cash flow statement
for the six months ended 30th June, 2016 (continued)
(Expressed in Macau Patacas)

	<i>6 months ended 30th June, 2016 MOP</i>
Cash flow from operating activities include:	
Interest received	106,989,052
Interest paid	<u>40,572,271</u>
Components of cash and cash equivalents in the cash flow statement	
Cash and balances with banks and other financial institutions	398,674,654
Placements with banks and other financial institutions (original maturity within three months)	1,258,767,809
Monetary bills - held-to-maturity (original maturity within three months)	<u>69,965,745</u>
	<u><u>1,727,408,208</u></u>

Off-balance-sheet exposures for the six months ended 30th June, 2016

(Expressed in Macau Patacas)

(a) *Contingent liabilities and commitments*

The following is a summary of the contractual amounts of each significant class of contingent liabilities and commitments:

	As at 30 th June, 2016 MOP
Direct credit substitutes	163,213,577
Trade-related contingencies	4,746,369
Undrawn credit facilities	1,421,366,410
	<u>1,589,326,356</u>

Contingent liabilities and commitments are credit-related instruments which include acceptances, letters of credit and guarantees. The contractual amounts represent the amounts at risk should the contract be fully drawn upon and the client default. Since a significant portion of guarantees and commitments is expected to expire without being drawn upon, the total of the contract amounts is not representative of future liquidity requirements.

Autoridade Monetária de Macau ("AMCM") requires that general provision be maintained at 1% of the guarantees given by the credit institutions. Specific provisions on contingent credit are made when there is evidence that the guarantees given by the credit institutions are not fully recoverable.

(b) *Derivatives*

Derivatives refer to financial contracts whose value depends on the value of one or more underlying assets or indices.

Off-balance-sheet exposures for the six months ended 30th June, 2016 (continued)

(Expressed in Macau Patacas)

(b) Derivatives (continued)

The following is a summary of the notional amounts of each significant type of derivatives:

	<i>As at 30th June, 2016 MOP</i>
Exchange rate contracts	7,628,312
Equity contracts	673,972
	<u>8,302,284</u>

Derivatives arise from forward and swap transactions undertaken in the foreign exchange and equity markets. The notional amounts of these instruments indicate the volume of transactions outstanding at the end of the reporting period; they do not represent amounts at risk.

The fair values and credit risk weighted amounts of the aforesaid derivative exposures are as follows:

	<i>As at 30th June, 2016</i>	
	<i>Assets</i>	<i>Liabilities</i>
	<i>MOP</i>	<i>MOP</i>
Fair value		
– Exchange rate contracts	999	1,042
– Equity contracts	14,283	14,282
	<u>15,282</u>	<u>15,324</u>

	<i>As at 30th June, 2016 MOP</i>
Credit risk weighted amounts	
– Exchange rate contracts	<u>44,056</u>

**Off-balance-sheet exposures
for the six months ended 30th June, 2016 (continued)**
(Expressed in Macau Patacas)

(b) Derivatives (continued)

Credit risk weighted amount refers to the amount as computed in accordance with AMCM Guideline Notice 013/93-AMCM on capital adequacy and depends on the status of the counterparty and the maturity characteristics. The risk weights used range from 0% to 50% for exchange rate and interest rate contracts and from 0% to 100% for other derivative contracts.

The Branch did not enter into any bilateral netting arrangements during the year and accordingly these amounts are shown on a gross basis.

Significant related party transactions

(Expressed in Macau Patacas)

(a) Amounts due from/(to) Head Office and other related parties

During the year, the Branch entered into transactions with its Head Office and certain other branches and subsidiaries of The Bank of East Asia, Limited in the ordinary course of its banking business. In the opinion of management, the transactions were conducted on an arm's length basis. Included in the following balance sheet captions are balances with Head Office and other branches and subsidiaries:

	Head Office MOP	Other branches MOP	Subsidiaries MOP
Cash and balances with banks and other financial institutions	105,947,389	11,323	696,385
Placements with banks and other financial institutions	130,173,438	823,138,580	-
Other accounts	219,015	133,686	572
	<u>236,339,842</u>	<u>823,283,589</u>	<u>696,957</u>
Establishment fund	221,251,000	-	-
Deposits and balances of banks and other financial institutions	3,164,675,000	6,276,099	22,808,595
Other accounts and provisions	3,012,845	-	-
	<u>3,388,938,845</u>	<u>6,276,099</u>	<u>22,808,595</u>

The establishment fund of the Branch is interest-free and with no fixed repayment terms.

(b) Related party transactions

Operating profits for the year are stated after taking into account significant transactions with Head Office and other branches and subsidiaries as follows:

	<i>6 months ended 30th June, 2016 MOP</i>
Interest income	3,439,423
Interest expense	<u>(15,051,789)</u>
	<u>(11,612,366)</u>

Credit risk management

(Expressed in Macau Patacas)

(a) Geographical distribution of credit risk exposures

The geographical distribution is based on the countries where the counterparties were operated or located after taking into account any transfer of risk. In general, such transfer of risk takes place if the claims are guaranteed by a party in a country which is different from that of the counterparty or if the claims are on an overseas branch of a bank whose Head Office is located in another country.

Credit risk management (continued)

(Expressed in Macau Patacas)

(a) Geographical distribution of credit risk exposures (continued)

Exposures to individual countries or jurisdictions, groups of countries or regions within countries amounting to 10% or more of the relevant major types of credit exposures at end of the reporting period are shown as follows:

Region	As at 30 th June, 2016		
	Loans and commitments	Debt securities	Financial derivatives
	Total MOP	Total MOP	Total MOP
Macau	3,531,326,017	328,914,393	2,931,056
– Banks	-	-	-
– Governments	-	328,914,393	-
– Public sectors	124,859,444	-	-
– Others	3,406,466,573	-	2,931,056
Hong Kong	3,708,362,328	-	5,371,228
– Banks	7,105,000	-	5,371,228
– Governments	-	-	-
– Public sectors	-	-	-
– Others	3,701,257,328	-	-
China	546,642,114	-	-
– Banks	-	-	-
– Governments	-	-	-
– Public sectors	-	-	-
– Others	546,642,114	-	-
Others	190,425	-	-
– Banks	-	-	-
– Governments	-	-	-
– Public sectors	-	-	-
– Others	190,425	-	-
	<u>7,786,520,884</u>	<u>328,914,393</u>	<u>8,302,284</u>

Credit risk management (continued)

(Expressed in Macau Patacas)

(a) Geographical distribution of credit risk exposures (continued)

Geographic region with higher than or equal to 10% of the total loans and advances to customers at balance sheet date are shown as follows:

	As at 30 th June, 2016	
	Gross loans and advances MOP	Past due or impaired MOP
Macau	3,358,707,731	128,961,901
Hong Kong	2,746,441,861	2,348,177
People's Republic of China	259,814,457	6,327,923
Others	190,425	-
	<u>6,365,154,474</u>	<u>137,638,001</u>

(b) Industry distribution on loans and advances to customers

The following table shows the industry distribution of the loans and advances at the balance sheet date:

	As at 30 th June, 2016	
	Gross balance MOP	Past due or impaired MOP
Electricity, gas and water	31,859,444	-
Construction and public works	285,971,794	-
Trade (wholesale and retail)	193,267,090	-
Restaurants, hotels and related activities	2,349,799,893	-
Transport, warehouse and communications	2,690,361	-
Individuals for house purchases	1,715,765,780	24,343,395
Individuals for other purchases	178,591,774	113,294,606
Others	1,607,208,338	-
	<u>6,365,154,474</u>	<u>137,638,001</u>

According to AMCM's requirements, a general provision is made at 1% of the aggregated balance of loans and advances (with overdue days less than 3 months), guarantees and contingent assets. As at 30th June, 2016, a specific provision amounted to MOP112,974 is made against the loans and advances classified under "Individuals for other purchases" in Macau.

Credit risk management (continued)

(Expressed in Macau Patacas)

(c) Analysis on assets and liabilities by remaining maturity

As at 30 th June, 2016								
	Repayable on demand MOP	Within 1 month MOP	3 months or less but over 1 month MOP	1 year or less but over 3 months MOP	3 years or less but over 1 year MOP	Over 3 years MOP	Undated or overdue MOP	Total MOP
Assets								
Cash and balances with banks and other financial institutions	398,674,654	-	-	-	-	-	-	398,674,654
Placements with banks and other financial institutions	21,489,600	1,086,702,561	181,861,777	9,881,080	-	-	-	1,299,935,018
Monetary bills - held-to-maturity	-	19,999,379	109,892,994	199,022,020	-	-	-	328,914,393
Trading assets	-	-	-	-	-	-	15,282	15,282
Loans and advances to customers and other accounts	168,159,564	212,162,349	123,987,575	293,446,404	1,732,454,041	3,877,612,661	4,396,850	6,412,219,444
Other assets	-	-	-	-	-	-	684,950	684,950
Fixed assets	-	-	-	-	-	-	150,424,371	150,424,371
	<u>588,323,818</u>	<u>1,318,864,289</u>	<u>415,742,346</u>	<u>502,349,504</u>	<u>1,732,454,041</u>	<u>3,877,612,661</u>	<u>155,521,453</u>	<u>8,590,868,112</u>
Liabilities								
Deposits and balances of banks and other financial institutions	29,084,694	791,040,000	128,750,000	1,015,683,000	1,958,442,000	-	-	3,922,999,694
Deposits from customers	1,174,855,395	1,399,842,701	427,387,695	1,172,160,847	-	-	-	4,174,246,638
Trading liabilities	-	-	-	-	-	-	15,324	15,324
Other accounts and provisions	1,287,509	31,286,003	817,616	4,167,220	-	-	908,808	38,467,156
Current taxation	-	-	8,201,915	8,201,915	4,622,718	-	-	21,026,548
Deferred tax liabilities	-	-	-	-	-	-	7,164,784	7,164,784
	<u>1,205,227,598</u>	<u>2,222,168,704</u>	<u>565,157,226</u>	<u>2,200,212,982</u>	<u>1,963,064,718</u>	<u>-</u>	<u>8,088,916</u>	<u>8,163,920,144</u>
Net (outflow)/inflow	<u>(616,903,780)</u>	<u>(903,304,415)</u>	<u>(149,414,880)</u>	<u>(1,697,863,478)</u>	<u>(230,610,677)</u>	<u>3,877,612,661</u>	<u>147,432,537</u>	<u>426,947,968</u>

Credit risk management (continued)

(Expressed in Macau Patacas)

(d) Analysis on past due assets

The aging analysis of loans and advances to customers that have been past due is as follows:

	As at 30 th June, 2016	
	Gross loans and advances to customer MOP	Individual impaired allowance MOP
Gross loans and advances to customer that have been past due for :		
- More than 3 months but not more than 6 months	-	-
- More than 6 months but not more than 1 year	-	-
- More than 1 year	112,974	112,974
	<u>112,974</u>	<u>112,974</u>
	<u>112,974</u>	<u>112,974</u>
 % of total loans and advances to customers	 -	
 Value of collateral	 -	

As at 30th June, 2016, there were no other assets that have been past due for more than 3 months.

Foreign exchange risk management

(Expressed in Macau Patacas)

The Branch's foreign currency positions arise from foreign exchange dealing, commercial banking operations and structural foreign currency exposures. All foreign currency positions are managed within limits approved by the Head Office.

The Branch has no significant foreign currency risk because its business is principally conducted in Macau and most of the transactions are denominated in the Branch's functional currency, Hong Kong dollar and United States dollar. Since both the MOP and Hong Kong dollar is pegged to the United States dollar, the Branch's exposure to foreign currency risk in respect of the bank balances denominated in United States dollars is considered to be minimal.

The Branch has an established control framework with respect to the measurement of foreign currency risk. This framework includes the submission of foreign currency position to Risk Management Department on a daily basis.

The following table indicates the net long/(short) position of currencies other than MOP:

	As at 30 th June, 2016 MOP
HKD	(30,898,395)
RMB	649,021
USD	2,488,687
Other currencies	<u>1,610,421</u>

Foreign exchange risk management (continued)

(Expressed in Macau Patacas)

Analysis on foreign currencies with net position constitute not less than 10% of the total net position in all currencies:

	<i>HKD</i> MOP	<i>Transaction currencies</i>		<i>Others</i> MOP
		<i>RMB</i> MOP	<i>USD</i> MOP	
Assets				
Cash and balances with banks and other financial institutions	167,236,310	21,835,273	6,855,273	9,109,852
Placements with banks and other financial institutions	30,900,000	142,294,800	1,070,847,600	55,892,618
Loans and advances to customers and other accounts	5,928,513,535	283,520	208,916,616	57,674
Spot assets	<u>6,126,649,845</u>	<u>164,413,593</u>	<u>1,286,619,489</u>	<u>65,060,144</u>
Liabilities				
Deposits and balances of banks and other financial institutions	(3,916,715,700)	-	(7,895)	(6,276,099)
Deposits from customers	(2,212,884,214)	(162,374,985)	(1,286,617,673)	(57,008,562)
Other accounts and provisions	(23,153,486)	(1,389,587)	(2,300,074)	(165,062)
Spot liabilities	<u>(6,152,753,400)</u>	<u>(163,764,572)</u>	<u>(1,288,925,642)</u>	<u>(63,449,723)</u>
Forward purchases	-	-	4,794,840	1,689,757
Forward sales	<u>(4,794,840)</u>	<u>-</u>	<u>-</u>	<u>(1,689,757)</u>
Net long position	<u>(30,898,395)</u>	<u>649,021</u>	<u>2,488,687</u>	<u>1,610,421</u>

Liquidity risk management (continued)

(Expressed in Macau Patacas)

The following table summarised the key quantitative indicators for liquidity risk for the six months ended 30th June, 2016:

(a)	The arithmetic mean of the minimum weekly amount of cash in hand that is required to be held	102,775,875
(b)	The arithmetic mean of the average weekly amount of cash in hand	338,691,125
(c)	The arithmetic mean of the specified liquid assets at the end of each month	1,931,551,500
(d)	The average ratio of specified liquid asset to total basic liabilities at the end of month	39.65%
(e)	The arithmetic mean of its one-month liquidity ratio in the last week of each month	81.35%
(f)	The arithmetic mean of its three-month liquidity ratio in the last week of each month	38.53%

The above ratios and figures calculations are computed based on the data extracted from the weekly and monthly returns submitted to the AMCM.

Other information

(Expressed in Macau Patacas)

(a) Capital commitments

Capital commitments outstanding at 30th June not provided for in the financial statements were as follows:

	<i>As at 30th June, 2016 MOP</i>
Authorised and contracted for	<u>667,399</u>

(b) Operating lease commitments

At 30th June, the total future minimum lease payments under non-cancellable operating leases are payable as follows:

	<i>As at 30th June, 2016 MOP</i>
Within 1 year	9,345,548
After 1 year but within 5 years	<u>24,470,287</u>
	<u>33,815,835</u>

The Branch leases a number of properties under operating leases. The leases typically run for an initial period of two to five years, with an option to renew. None of the leases includes contingent rentals.

Other information in relation to positions of The Bank of East Asia, Limited and its subsidiaries

(Expressed in Hong Kong dollars)

The Branch is one of the branches of The Bank of East Asia, Limited (“BEA”) and therefore, it is not required to prepare consolidated accounts. Unless otherwise stated, all information disclosed below is extracted from the corresponding information in the most recently available unaudited interim consolidated financial statements of BEA of which the Branch is a member.

The unaudited interim consolidated financial statements can be accessed through various channels, including BEA’s website (<http://www.hkbea.com>). For more comprehensive understanding of the financial position and results of operations of BEA, the information disclosed below should be read in conjunction with the unaudited interim consolidated financial statements.

(a) Consolidated capital adequacy ratio

	<i>As at 30th June, 2016 (%)</i>
Common Equity Tier 1 capital ratio	12.6
Tier 1 capital ratio	14.0
Total capital ratio	17.4

Capital adequacy ratios were compiled in accordance with the Banking (Capital) Rules (“the Capital Rules”) issued by the Hong Kong Monetary Authority (“HKMA”). In accordance with the Capital Rules, the Bank has adopted the foundation internal ratings-based approach for the calculation of the risk-weighted assets for credit risk and the internal models approach for the calculation of market risk and standardised approach for operational risk.

The basis of consolidation for regulatory purposes is different from the basis of consolidation for accounting purposes. Subsidiaries included in consolidation for regulatory purposes are specified in a notice from the HKMA in accordance with section 3C of the Capital Rules. Subsidiaries not included in consolidation for regulatory purposes are non-financial companies and the securities and insurance companies that are authorised and supervised by a regulator and are subject to supervisory arrangements regarding the maintenance of adequate capital to support business activities comparable to those prescribed for authorised institutions under the Capital Rules and the Banking Ordinance. The Bank’s shareholdings in these subsidiaries are deducted from its Tier 1 capital and Tier 2 capital subject to the thresholds and transitional agreements as determined in accordance with Part 3 and Schedule 4H of the Capital Rules, respectively.

Other information in relation to positions of The Bank of East Asia, Limited and its subsidiaries (continued)

(Expressed in Hong Kong dollars)

(b) Capital and reserves

	<i>As at 30th June, 2016 HKD million</i>
Total capital	34,875
Total reserves	<u>43,965</u>

(c) Consolidated assets, liabilities and profits position

	<i>As at 30th June, 2016 HKD million</i>
Total assets	756,571
Total liabilities	669,536
Total gross loans and advances to customers	448,816
Deposits and balances of banks and other financial institutions	29,979
Deposits from customers	528,149
Profit before taxation from continuing operations	<u>2,716</u>

Other information in relation to positions of The Bank of East Asia, Limited and its subsidiaries (continued)

(d) List of shareholders with qualifying holdings

As at 30th June, 2016, the interests or short positions of substantial shareholders and other persons in the shares and underlying shares of the Bank as recorded in the register required to be kept under section 336 of the Securities and Futures Ordinance (the “SFO”) were as follows:

Long positions in ordinary shares of the Bank:

<u>Name</u>	<u>Capacity and nature</u>	<u>No. of shares</u>	<u>% of issued voting Shares</u>
Sumitomo Mitsui Banking Corporation	Beneficial owner	510,003,673 ¹	19.01
Sumitomo Mitsui Financial Group, Inc.	Interest of Corporation	510,003,673 ¹	19.01
Criteria Caixa, S.A., Sociedad Unipersonal	Beneficial owner	464,287,319 ²	17.30
Fundación Bancaria Caixa d'Estalvis i Pensions de Barcelona, “la Caixa”	Interest of Corporation	464,287,319 ²	17.30
Guoco Management Company Limited	Beneficial owner	369,755,978 ^{3,4}	14.15 ⁵
Guoco Group Limited	Interest of corporation	369,755,978 ³	14.15
GuoLine Overseas Limited	Interest of corporation	369,755,978 ³	14.15 ⁵
GuoLine Capital Assets Limited	Interest of corporation	369,755,978 ³	14.15 ⁵
Hong Leong Company (Malaysia) Berhad	Interest of corporation	369,755,978 ^{3,4}	14.15
HL Holdings Sdn Bhd	Interest of corporation	369,755,978 ³	14.15
QUEK Leng Chan	Interest of corporation	369,755,978 ³	14.15
Hong Leong Investment Holdings Pte. Ltd.	Interest of corporation	369,755,978 ⁴	14.15
Davos Investment Holdings Private Limited	Interest of corporation	369,755,978 ⁴	14.15
KWEK Leng Kee	Interest of corporation	369,755,978 ⁴	14.15
Elliott Capital Advisors, L.P.	Interest of corporation	184,876,693 ⁶	7.00

Notes:

¹ Sumitomo Mitsui Financial Group, Inc. owned a 100% interest in Sumitomo Mitsui Banking Corporation. Sumitomo Mitsui Financial Group, Inc. was deemed to be interested in the 510,003,673 shares of the Bank held by Sumitomo Mitsui Banking Corporation.

Other information in relation to positions of The Bank of East Asia, Limited and its subsidiaries (continued)

(d) List of shareholders with qualifying holdings (continued)

Notes: (continued)

² As at 30th June, 2016, Fundació Bancaria Caixa d'Estalvis i Pensions de Barcelona, "la Caixa" ("la Caixa") owned a 100% interest in Criteria Caixa, S.A., Sociedad Unipersonal ("Criteria Caixa"). la Caixa was deemed to be interested in the 464,287,319 shares of the Bank held by Criteria Caixa.

³ The references to 369,755,978 shares of the Bank in Notes 3 and 4 relate to the same block of shares. Guoco Management Company Limited was the beneficial owner of 369,755,978 shares (equivalent to approximately 13.78% of the issued shares of the Bank as at 30th June, 2016). Hong Leong Company (Malaysia) Berhad was deemed to be interested in the 369,755,978 shares held by Guoco Management Company Limited by virtue of its 100% interest in GuoLine Capital Assets Limited which owned a 100% interest in GuoLine Overseas Limited. GuoLine Overseas Limited held a 71.88% interest in Guoco Group Limited which in turn owned a 100% interest in Guoco Management Company Limited. GuoLine Capital Assets Limited, GuoLine Overseas Limited and Guoco Group Limited were all deemed to be interested in the 369,755,978 shares held by Guoco Management Company Limited.

QUEK Leng Chan was deemed to be interested in the 369,755,978 shares held by Guoco Management Company Limited by virtue of his 100% interest in HL Holdings Sdn Bhd ("HLH"). Hong Leong Company (Malaysia) Berhad was 49.27% owned by QUEK Leng Chan as to 2.424% under his personal name, 46.534% via HLH which was wholly-owned by him and 0.311% via Newton (L) Limited.

⁴ The references to 369,755,978 shares of the Bank in Notes 3 and 4 relate to the same block of shares. Hong Leong Company (Malaysia) Berhad was 34.69% held by Hong Leong Investment Holdings Pte. Ltd. which was in turn 33.59% held by Davos Investment Holdings Private Limited. Hong Leong Investment Holdings Pte. Ltd. and Davos Investment Holdings Private Limited were deemed to be interested in the 369,755,978 shares (equivalent to approximately 13.78% of the issued shares of the Bank as at 30th June, 2016) held by Guoco Management Company Limited by virtue of their interests in Hong Leong Company (Malaysia) Berhad.

KWEK Leng Kee was deemed to be interested in the 369,755,978 shares held by Guoco Management Company Limited by virtue of his 41.92% interest in Davos Investment Holdings Private Limited.

⁵ GuoLine Overseas Limited and GuoLine Capital Assets Limited are wholly-owned subsidiaries of Hong Leong Company (Malaysia) Berhad and Guoco Management Company Limited is a wholly-owned subsidiary of Guoco Group Limited. With the filing of the substantial shareholder notices by Hong Leong Company (Malaysia) Berhad and Guoco Group Limited, GuoLine Overseas Limited, GuoLine Capital Assets Limited and Guoco Management Company Limited do not need to file their respective substantial shareholder notices under the "wholly-owned group exemption" as provided in the SFO.

Other information in relation to positions of The Bank of East Asia, Limited and its subsidiaries (continued)

(d) *List of shareholders with qualifying holdings (continued)*

Notes: (continued)

⁶ Elliott Capital Advisors, L.P. ("ECALP") was deemed to be interested in these shares comprising 122,018,020 shares held by Elliott International L.P. ("EILP"), 62,857,673 shares held by The Liverpool Limited Partnership ("Liverpool LP"), 200 shares held by Artan Investments Ltd, 200 shares held by Frasco Investments Ltd, 200 shares held by Milton Investments Ltd, 200 shares held by Parlan Investments Ltd and 200 shares held by Trevet Investments Ltd.

Liverpool LP was 100% controlled by Liverpool Associates, Ltd. Liverpool Associates, Ltd, Artan Investments Ltd and Frasco Investments Ltd were 100% controlled by Elliott Associates, L.P.. Milton Investments Ltd, Parlan Investments Ltd and Trevet Investments Ltd were 100% controlled by EILP which in turn was 100% controlled by Hambledon, Inc..

Both Elliott Associates, L.P. and Hambledon, Inc. were 100% controlled by ECALP which is accustomed to act in accordance with the instructions of Paul Singer.

The Bank had been notified that the shareholding of the above shareholder had been increased to 187,935,493 shares (equivalent to approximately 7.00% of the issued shares of the Bank as at 30th June, 2016) comprising 167,898,893 shares held by Elliott International L.P. ("EILP"), 20,035,600 shares held by The Liverpool Limited Partnership ("Liverpool LP"), 200 shares held by Artan Investments Ltd, 200 shares held by Frasco Investments Ltd, 200 shares held by Milton Investments Ltd, 200 shares held by Parlan Investments Ltd and 200 shares held by Trevet Investments Ltd. Such increases in shareholdings were not required to be disclosed under Part XV of the SFO.

Other information in relation to positions of The Bank of East Asia, Limited and its subsidiaries (continued)

(e) **Board of Directors**

The Board of Directors of the Bank comprises:

Executive Directors

Dr. the Hon. Sir David LI Kwok-po (*Chairman & Chief Executive*)
Mr. Adrian David LI Man-kiu (*Deputy Chief Executive*)
Mr. Brian David LI Man-bun (*Deputy Chief Executive*)

Non-executive Directors

Professor Arthur LI Kwok-cheung (*Deputy Chairman*)
Mr. Aubrey LI Kwok-sing
Mr. Stephen Charles LI Kwok-sze
Dr. Isidro FAINÉ CASAS
Dr. Peter LEE Ka-kit
Mr. Masayuki OKU

Independent Non-executive Directors

Dr. Allan WONG Chi-yun (*Deputy Chairman*)
Mr. Winston LO Yau-lai
Mr. Richard LI Tzar-kai
Mr. Kenneth LO Chin-ming
Mr. William DOO Wai-hoi
Mr. KUOK Khoon-ean
Mr. Valiant CHEUNG Kin-piu
Dr. Daryl NG Win-kong
Dr. the Hon. Rita FAN HSU Lai-tai