

**LGT BANK AG**

**HONG KONG BRANCH**

Financial Information Disclosure Statements (Unaudited)  
for the year ended 31 December 2018

## LGT BANK AG, Hong Kong Branch

### Section A : Branch Information

#### I Income Statement Information

(in thousands of Hong Kong Dollars)

	Year ended 31 Dec 2018		Year ended 31 Dec 2017	
Interest income		<b>953,116</b>		474,188
Interest expenses		<b>(650,721)</b>		(278,226)
Other operating income				
Gains less losses arising from trading in foreign currencies		<b>128,723</b>		107,499
Gains less losses on securities held for trading purposes		<b>139,379</b>		99,866
Gains less losses from other trading activities		<b>79,239</b>		48,130
Net fees and commission income				
Gross fees and commission income	<b>1,002,720</b>		849,419	
Gross fees and commission expenses	<b>(175,086)</b>	<b>827,634</b>	(157,038)	692,381
Others		<b>183,591</b>		160,401
Operating income		<b>1,660,961</b>		1,304,239
Operating expenses				
Staff and rental expenses	<b>(1,096,811)</b>		(978,125)	
Other expenses	<b>(475,755)</b>		(412,936)	
Charge for other provisions	<b>(437)</b>	<b>(1,573,003)</b>	-	(1,391,061)
Change in allowances for expected credit losses		<b>2,504</b>		N/A
Provisions for loans and receivables		<b>N/A</b>		(13,331)
Losses from disposal of fixed assets		<b>-</b>		(13)
Profit/(loss) before taxation		<b>90,462</b>		(100,166)
Tax (expense)/income		<b>(16,149)</b>		14,057
Profit/(loss) after taxation		<b>74,313</b>		(86,109)

LGT Bank AG, HK Branch ("LGT HK")'s total operating income for the period amounted to HK\$1,661million, 27% higher than the same period in 2017. It was the result of solid organic growth and the successful integration of the acquisition of the ABN AMRO private banking business in HK.

The total operating expenses rose 13% to HK\$1,573million compared to the same period last year, which is attributable to the higher volume of business.

## LGT BANK AG, Hong Kong Branch

---

### II Balance Sheet Information

(in thousands of Hong Kong Dollars)

	31 Dec 2018	30 Jun 2018
<b>Assets</b>		
Due from Exchange Fund	<b>432,771</b>	1,180,456
Cash and balances with banks	<b>6,207,377</b>	4,280,225
Amount due from overseas offices of the institution	<b>25,726,894</b>	22,182,123
Investment securities	<b>5,007,984</b>	4,855,976
Loans and receivables	<b>17,838,013</b>	25,083,172
Fixed assets	<b>34,729</b>	24,403
Intangible assets	<b>1,341,593</b>	1,375,161
Total assets	<b>56,589,361</b>	58,981,516
<b>Liabilities</b>		
Deposits and balances from banks	<b>91,455</b>	190,853
Deposit from customers		
Demand deposits and current accounts	<b>8,997,774</b>	9,432,920
Time, call and notice deposits	<b>31,144,473</b>	27,220,755
Amount due to overseas offices of the institution	<b>14,982,725</b>	21,201,576
Provision for commitments and contingent liabilities	<b>448</b>	-
Other liabilities	<b>1,372,486</b>	935,412
Total liabilities	<b>56,589,361</b>	58,981,516

## LGT BANK AG, Hong Kong Branch

### III Additional Balance Sheet Information

(in thousands of Hong Kong Dollars)

(1) Cash and balances with banks

	<b>31 Dec 2018</b>	30 Jun 2018
Cash and balances with banks	<b>6,209,019</b>	4,281,086
Less: Allowances for expected credit losses	<b>(1,642)</b>	(861)
	<b><u>6,207,377</u></b>	<u>4,280,225</u>

(2) Loans and receivables

	<b>31 Dec 2018</b>	30 Jun 2018
Loans and advances to customers	<b>16,624,036</b>	23,731,484
Loans and advances to banks	<b>347,347</b>	788,730
Less:		
Allowances for expected credit losses	<b>(1,109)</b>	(2,941)
	<b><u>16,970,274</u></b>	<u>24,517,273</u>
Accrued interest receivables	<b>69,732</b>	42,708
Unrealized gains on derivative instruments	<b>669,504</b>	399,176
Other accounts	<b>128,503</b>	124,015
	<b><u>867,739</u></b>	<u>565,899</u>
	<b><u>17,838,013</u></b>	<u>25,083,172</u>

Certain comparative figures have been re-presented to conform to current period presentation.

(3) The breakdown of gross amount of loans and advances to customers by industry sectors and the corresponding balances covered by collateral or other security:

	<b>31 Dec 2018</b>		30 Jun 2018	
	<b>Outstanding balance</b>	<b>Balance covered by collateral</b>	Outstanding balance	Balance covered by collateral
Loans and advances for use in Hong Kong				
Industrial, commercial and financial				
Financial concerns	<b>1,029,324</b>	<b>1,028,700</b>	1,691,040	1,691,036
Individuals				
Loans for the purchase of other residential properties	-	-	17,000	17,000
Others	<b>3,577,398</b>	<b>3,577,227</b>	4,662,526	4,662,526
Loans and advances for use outside Hong Kong	<b>12,017,314</b>	<b>11,996,024</b>	17,360,918	17,360,918
	<b><u>16,624,036</u></b>	<b><u>16,601,951</u></b>	<u>23,731,484</u>	<u>23,731,480</u>

## LGT BANK AG, Hong Kong Branch

### III Additional Balance Sheet Information (continued)

(in thousands of Hong Kong Dollars)

(4) The table shows loans and advances to customers by major countries, amounting to not less than 10% of the aggregate loans and advances to customers:

	<b>31 Dec 2018</b>
British Virgin Islands	<b>4,952,094</b>
Hong Kong	<b>5,592,149</b>
	<b><u>10,544,243</u></b>
	30 Jun 2018
British Virgin Islands	8,384,568
China	2,574,016
Hong Kong	8,069,367
	<b><u>19,027,951</u></b>

The above geographical analysis is based on the location of the counterparty after taking into account the recognized risk transfer as defined in Section 98 of the Banking (Disclosure) Rules ("BDR"). The transfer of risk applies when an advance is guaranteed by a party in a country which is different from that of the counterparty.

- (5) No allowances for loans and advances or other exposures of LGT HK have been set aside or maintained at the overseas head office as at 31 December 2018 and 30 June 2018.
- (6) Impaired financial assets are individually assessed assets which exhibit objective evidence of impairment on an individual basis. There were no impaired loans and advances to customers and banks, balances with banks as at 31 December 2018 and 30 June 2018.
- (7) There were no overdue loans and advances to customers and banks, balances with banks as at 31 December 2018 and 30 June 2018.
- (8) There were no repossessed assets, and no rescheduled loans and advances to customers and banks, balances with banks as at 31 December 2018 and 30 June 2018.
- (9) There were no overdue other assets at LGT HK as at 31 December 2018 and 30 June 2018.

## LGT BANK AG, Hong Kong Branch

### IV International Claims

(in thousands of Hong Kong Dollars)

The table shows International claims by major countries or geographical segments, after taking into account any recognized risk transfer as defined in section 98 of the BDR, amounting to not less than 10% of the aggregate International claims:

	Non-bank private sector				Total
	Banks	Official Sector	Non-bank financial institution	Non-financial private sector	
<b>31 Dec 2018</b>					
Developed countries	<b>35,801,527</b>	<b>1,408,766</b>	<b>533,927</b>	<b>933,612</b>	<b>38,677,832</b>
of which					
- Liechtenstein	<b>30,301,050</b>	-	<b>2,529</b>	<b>30,282</b>	<b>30,333,861</b>
Offshore centres	<b>2,722,395</b>	-	<b>169,387</b>	<b>4,497,770</b>	<b>7,389,552</b>

	Non-bank private sector				Total
	Banks	Official Sector	Non-bank financial institution	Non-financial private sector	
<b>30 Jun 2018</b>					
Developed countries	31,013,170	4,308,898	851,040	1,169,817	37,342,925
of which					
- Liechtenstein	26,886,836	-	2,687	26,926	26,916,449
- United States	779,610	4,308,677	381,364	492,511	5,962,162
Offshore centres	697,223	-	367,933	5,324,434	6,389,590
Developing Asia-Pacific	903,188	6,881	408,653	6,000,527	7,319,249
of which					
- China	442,296	-	377,656	5,193,959	6,013,911

## LGT BANK AG, Hong Kong Branch

### V Mainland Activities

(in thousands of Hong Kong Dollars, except ratios)

#### The Non-bank Mainland Exposures are as follows:

**31 Dec 2018**

	On-balance sheet exposures	Off-balance sheet exposures	Total
Type of Counterparties			
PRC nationals residing in Mainland China or other entities incorporated in Mainland China and their subsidiaries and JVs	724,328	12,512	736,840
Other counterparties where the exposures are considered by the reporting institution to be non-bank Mainland China exposures	126,279	-	126,279
Total	850,607	12,512	863,119
Total assets after provision	56,588,913		
On-balance sheet exposures as percentage of total assets	1.50%		

**30 Jun 2018**

	On-balance sheet exposures	Off-balance sheet exposures	Total
Type of Counterparties			
PRC nationals residing in Mainland China or other entities incorporated in Mainland China and their subsidiaries and JVs	989,121	17,893	1,007,014
Other counterparties where the exposures are considered by the reporting institution to be non-bank Mainland China exposures	864,024	81	864,105
Total	1,853,145	17,974	1,871,119
Total assets after provision	58,981,516		
On-balance sheet exposures as percentage of total assets	3.14%		

## LGT BANK AG, Hong Kong Branch

---

### VI Currency Risk

*(in thousands of Hong Kong Dollars)*

	USD	CHF
<b>31 Dec 2018</b>		
Spot assets	<b>29,157,613</b>	<b>1,334,931</b>
Spot liabilities	<b>(29,157,700)</b>	<b>(1,336,293)</b>
Forward purchases	<b>6,894,888</b>	<b>1,062,537</b>
Forward sales	<b>(6,873,757)</b>	<b>(1,063,878)</b>
Net options position	-	-
Net long (or net short) position	<b><u>21,044</u></b>	<b><u>(2,703)</u></b>

USD

30 Jun 2018

Spot assets	29,966,963
Spot liabilities	(29,976,511)
Forward purchases	7,176,921
Forward sales	(7,154,346)
Net options position	-
Net long (or net short) position	<b><u>13,027</u></b>

At 31 Dec 2018, USD and CHF (30 Jun 2018: USD) constitute 10% or more of the total net position in all foreign currencies. There were no foreign currency net structural positions as at 31 Dec 2018 and 30 Jun 2018.

Net options position is calculated on the basis of delta-weighted positions of all foreign exchange options contracts.



## LGT BANK AG, Hong Kong Branch

### VII Off-Balance Sheet Exposures

(in thousands of Hong Kong Dollars)

	31 Dec 2018	30 Jun 2018
Contingent Liabilities and Commitments		
Contractual Amount		
Direct Credit Substitutes	907,237	240,312
Transaction-related contingent items	138,570	85,013
Other commitments	25,099,450	23,552,153

The contractual amounts represent the amount at risk should the contract be fully drawn upon and the client default.

	31 Dec 2018	30 Jun 2018
Derivatives		
Contractual / Notional Amount		
Exchange rate and gold contracts	37,762,267	31,069,265
Interest rate contracts	994,727	791,494
Equity contracts	6,581,024	7,425,450
Others	855,679	1,206,271
	<u>46,193,697</u>	<u>40,492,480</u>

	31 Dec 2018		30 Jun 2018	
	Fair value assets	Fair value liabilities	Fair value assets	Fair value liabilities
Exchange rate and gold contracts	319,552	315,852	216,300	213,680
Interest rate contracts	7,490	6,961	5,970	5,508
Equity contracts	331,002	331,002	164,325	164,325
Others	11,460	11,455	12,581	12,557
	<u>669,504</u>	<u>665,270</u>	<u>399,176</u>	<u>396,070</u>

The contractual / notional amounts of derivatives indicate the volume of transactions outstanding at the balance sheet date; they do not represent amount at risk.

The contractual amounts and fair values of the above derivatives are shown on a gross basis with no offsetting presentation due to bilateral netting agreements.

**VIII Liquidity**

(1) Liquidity Maintenance Ratios

	<b>For the quarter ended<sup>(1)</sup> 31 Dec 2018</b>	For the twelve months ended <sup>(2)</sup> 31 Dec 2017
Average liquidity maintenance ratio ("LMR")	<b>56.93%</b>	56.64%

(1) Average LMR is the arithmetic mean of the average value of the LMR for each calendar month as reported in the liquidity position return submitted for the three months quarterly reporting period.

(2) Average LMR is the arithmetic mean of the average value of the LMR for each calendar month as reported in the liquidity position return submitted for the twelve months reporting period.

(2) Liquidity Risk Management

Governance

Liquidity risk is the risk that LGT HK may not be able to fund increases in assets and meet obligations as they fall due without incurring unacceptable losses.

LGT HK aims for a conservative and prudent approach to liquidity risk management that is proportionate to the nature, size and complexity of its business activities.

LGT HK establishes risk tolerance limits to monitor and control the nature and level of liquidity and funding risk. The risk tolerance limits are in line with the risk appetite set by the Foundation Board. The management of liquidity is carried out both at Head Office level as well as on branch level. Head Office requires LGT HK to manage the liquidity structure of its assets, liabilities and commitments so that cash flows are approximately balanced and all funding obligations are met when due. Head Office will provide full financial support to LGT HK if required.

The liquidity and funding risk management is primarily undertaken locally and LGT HK ensures compliance with the limits set by the Assets & Liabilities Committee ("ALCO") of LGT HK.

The lines of authority, responsibilities and reporting structures of relevant parties are well defined in LGT HK's Liquidity Policy. ALCO of LGT HK oversees the liquidity risk management by formulating and reviewing LGT HK's Liquidity Policy. Trading & Treasury of the Group manages day-to-day and intraday liquidity position, funding requirements and maturity profile for LGT HK. HK Finance is responsible for reporting of key liquidity indicators on a daily basis (ie. LMR ratio, Liquid Asset ratio, Loan to Deposit ratio and FX Net Open Position) and performing LMR stress testing on a weekly basis and highlighting any incidents that reach the internal limits of indicators for remedial actions.

The reporting on LGT HK's liquidity and funding risks are summarized in periodic reports prepared by HK Finance and Group Risk & Security ("GRS") and presented to ALCO of LGT HK on a monthly basis. It includes key liquidity indicators for measuring and managing liquidity risk, on- and off-balance sheet items broken down into maturity bands with repricing gaps, the size and composition of LGT HK's funding sources and liquidity cushion, and internal liquidity stress-testing results which involves comparing the liquidity reserve consisting of unencumbered high quality liquid assets with anticipated stressed contractual and contingent outflows under a variety of stress scenarios.

LGT HK's liquidity policy serves as a mean of communicating the LGT HK's liquidity risk strategy, policies and practices across business lines. It articulates LGT HK's liquidity risk management approach including how to identify, measure, monitor and control liquidity risk. It has also laid out protocol for event related to any loan drawdown, overdraft or payment of significant amounts for assessment of impact on all relevant ratios and limits.

The policy is reviewed and approved annually by the ALCO of LGT HK and endorsed by Board of Directors of LGT Bank AG to ensure that it remains valid and in compliance with all relevant external and internal requirements.

Funding Strategy

The Group adopts a centralized funding strategy. The objective is to ensure that liabilities can be met at all times as they fall due and maintain sufficient resources to fund the business on a permanent basis. Access to funding should be adequately diversified, as to both source and tenor. LGT HK ensures its local funding strategy is in line with the Group's for a diversified, longer term and stickier liabilities. ALCO of LGT HK monitors and reviews the level of concentration of funding from major counterparties on at least a monthly basis.

**VIII Liquidity (continued)**

(2) Liquidity Risk Management (continued)

Liquidity Risk Mitigation

As main mitigation measure for liquidity risk LGT HK maintains a cushion of unencumbered, liquid and readily marketable assets as an insurance against liquidity shortfalls. Assets are considered to be liquid assets if they can be easily and immediately converted into cash at no or little cost via outright sale or via simple repurchase transactions, even in times of stress in the banking sector.

LGT HK aims to maintain an appropriate mix of high quality liquid assets as a source of liquidity for meeting emergency funding needs. The type, size and tenor of liquid assets to be acquired allow LGT HK to meet funding needs under severe stress scenarios. The liquid asset portfolio consists of cash, claims on Exchange Fund, Nostro account balances, bank placements and marketable debt securities.

The potential mitigating measures include the increase of holdings of liquid assets, diversification of liabilities emphasizing stickier and / or longer-term liabilities and reducing the average maturity of the lending business.

Liquidity Stress Testing

LGT Group adopts a cash-flow approach in stress-testing to monitor its liquidity positions regularly based on severe but plausible scenarios to identify potential sources of liquidity strain under stressed conditions covering the impacts of LGT's specific stress and market-wide stress and a combination of both. GRS conducts stress tests and monitors the adherence to the defined limits for all entities of the Group including LGT HK. The result enables LGT HK to assess its ability to generate sufficient liquidity from both sides of the balance sheet to meet funding needs under adverse conditions and the risk tolerance level. Stress testing results for LGT HK are presented in the monthly ALCO meeting.

Contingency Funding Plan

LGT HK maintains a contingency funding plan ("CFP") that sets up the strategies, process and the roles and responsibilities for addressing potential liquidity shortfalls in emergency situations. It includes identification of early indicators of stress scenarios, monitoring & escalation procedures, actions to be taken in the event of crisis and process for effective communication. The CFP is updated and reviewed at least annually.

(3) Concentration limits on collateral pool

The concentration risk of collateral pool is governed by the counterparty limit and individual security limit.

The largest exposure in term of counterparty among the collateral pool	<b>31 Dec 2018</b>	31 Dec 2017
US Government	<b>28.12%</b>	88.21%
The largest exposure in term of individual security among the collateral pool	<b>31 Dec 2018</b>	31 Dec 2017
US Treasury Bills	<b>15.63%</b>	32.07%

(4) Concentration limit on sources of funding

Significant funding instruments	<b>31 Dec 2018</b>	31 Dec 2017
	<b>As % of total liabilities</b>	As % of total liabilities
Deposits from non-bank customers	<b>71.01%</b>	63.94%
Borrowing from head office	<b>26.51%</b>	34.60%

LGT HK's funding sources are primarily non-bank customer deposits and borrowing from Head Office. Limit for the top 10 non-bank third-party customer deposits is set in the Liquidity Policy.

**LGT BANK AG, Hong Kong Branch**

**VIII Liquidity (continued)**

(5) Liquidity Gap

The table below shows the on- and off-balance sheet items, broken down into maturity buckets of LGT HK as at 31 December 2018:

<b>31 Dec 2018</b> <i>(in millions of Hong Kong Dollars)</i>	<b>Total</b>	<b>Up to 7 Days</b>	<b>8 Days up to 1 Month</b>	<b>Over 1 Month up to 3 Months</b>	<b>Over 3 Months up to 6 Months</b>	<b>Over 6 Months up to 1 Year</b>	<b>Over 1 Year up to 5 Years</b>	<b>Over 5 Years</b>	<b>Balancing Amount</b>
On-balance sheet assets:									
Currency notes and coins	1	1	-	-	-	-	-	-	-
Amount receivable arising from derivative contracts	655	179	434	22	9	21	46	9	-
Due from Exchange Fund	433	433	-	-	-	-	-	-	-
Due from banks	32,328	16,212	9,835	4,083	1,249	949	-	-	-
Investment securities held	5,008	5,008	-	-	-	-	-	-	-
Loans and advances to non-bank customers	16,637	5,773	9,953	626	136	129	20	-	-
Other assets	1,505	1	23	-	-	-	36	-	1,445
<b>Total on-balance sheet assets</b>	<b>56,567</b>	<b>27,607</b>	<b>20,245</b>	<b>4,731</b>	<b>1,394</b>	<b>1,099</b>	<b>102</b>	<b>9</b>	<b>1,445</b>
On-balance sheet liabilities:									
Deposits from non-bank customers	40,182	26,442	7,525	4,059	1,248	908	-	-	-
Amount payable arising from derivative contracts	651	175	434	22	9	21	46	9	-
Due to banks	15,091	3,588	9,730	648	149	169	700	107	-
Other liabilities	564	3	42	-	380	3	13	-	123
Capital and reserves	86	-	88	-	-	-	-	-	(2)
<b>Total on-balance sheet liabilities</b>	<b>56,574</b>	<b>30,208</b>	<b>17,819</b>	<b>4,729</b>	<b>1,786</b>	<b>1,101</b>	<b>759</b>	<b>116</b>	<b>121</b>
Off-balance sheet obligations:									
Irrevocable loan commitments or facilities granted	3,345	3,345	-	-	-	-	-	-	-
Other off-balance sheet obligations	1,046	1,046	-	-	-	-	-	-	-
<b>Total off-balance sheet obligations</b>	<b>4,391</b>	<b>4,391</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Contractual Maturity Mismatch</b>		<b>(6,992)</b>	<b>2,426</b>	<b>2</b>	<b>(392)</b>	<b>(2)</b>	<b>(657)</b>	<b>(107)</b>	
<b>Cumulative Contractual Maturity Mismatch</b>		<b>(6,992)</b>	<b>(4,566)</b>	<b>(4,564)</b>	<b>(4,956)</b>	<b>(4,958)</b>	<b>(5,615)</b>	<b>(5,722)</b>	

The below table shows information on the LGT HK's estimated cash flows arising from selected items based on behavioural assumptions:

<i>(in millions of Hong Kong Dollars)</i>	<b>Total</b>	<b>Up to 7 Days</b>	<b>8 Days up to 1 Month</b>	<b>Over 1 Month up to 3 Months</b>	<b>Over 3 Months up to 6 Months</b>	<b>Over 6 Months up to 1 Year</b>	<b>Over 1 Year up to 5 Years</b>	<b>Over 5 Years</b>	<b>Balancing Amount</b>
Demand, savings and current account deposits - according to the lowest month-end balance recorded in past 12 months	2,311								2,311
Off-balance sheet obligations:									
Irrevocable loan commitments or facilities granted	3,345	238	582	959	904	662	-	-	-
Other off-balance sheet obligations	1,046	-	-	-	-	-	-	-	1,046

The information of above tables is extracted from the HKMA Return on Liquidity Monitoring Tools (Form MA(BS)23)

**LGT BANK AG, Hong Kong Branch**
**VIII Liquidity (continued)**

## (5) Liquidity Gap (continued)

The table below shows the on- and off-balance sheet items, broken down into maturity buckets of LGT HK as at 31 December 2017:

<b>31 Dec 2017</b> <i>(in millions of Hong Kong Dollars)</i>	<b>Total</b>	<b>Up to 7 Days</b>	<b>8 Days up to 1 Month</b>	<b>Over 1 Month up to 3 Months</b>	<b>Over 3 Months up to 6 Months</b>	<b>Over 6 Months up to 1 Year</b>	<b>Over 1 Year up to 5 Years</b>	<b>Over 5 Years</b>	<b>Balancing Amount</b>
On-balance sheet assets:									
Currency notes and coins	<b>1</b>	1	-	-	-	-	-	-	-
Amount receivable arising from derivative contracts	<b>294</b>	112	174	5	3	4	14	-	-
Due from Exchange Fund	<b>1,271</b>	1,271	-	-	-	-	-	-	-
Due from banks	<b>23,705</b>	12,556	5,345	4,495	598	711	-	-	-
Investment securities held	<b>4,859</b>	4,859	-	-	-	-	-	-	-
Loans and advances to non-bank customers	<b>21,878</b>	11,569	8,667	1,038	402	184	18	-	-
Other assets	<b>1,561</b>	-	3	16	-	-	-	25	1,517
<b>Total on-balance sheet assets</b>	<b>53,569</b>	<b>30,368</b>	<b>14,189</b>	<b>5,554</b>	<b>1,003</b>	<b>899</b>	<b>32</b>	<b>25</b>	<b>1,517</b>
On-balance sheet liabilities:									
Deposits from non-bank customers	<b>34,239</b>	24,537	3,896	4,473	623	710	-	-	-
Amount payable arising from derivative contracts	<b>292</b>	109	174	5	3	5	14	-	-
Due to banks	<b>18,574</b>	7,844	8,358	1,059	384	184	697	48	-
Other liabilities	<b>533</b>	4	50	-	344	1	14	-	120
Capital and reserves	<b>(88)</b>	-	(86)	-	-	-	-	-	(2)
<b>Total on-balance sheet liabilities</b>	<b>53,550</b>	<b>32,494</b>	<b>12,392</b>	<b>5,537</b>	<b>1,354</b>	<b>900</b>	<b>725</b>	<b>48</b>	<b>118</b>
Off-balance sheet obligations:									
Irrevocable loan commitments or facilities granted	<b>3,383</b>	3,383	-	-	-	-	-	-	-
Other off-balance sheet obligations	<b>261</b>	261	-	-	-	-	-	-	-
<b>Total off-balance sheet obligations</b>	<b>3,644</b>	<b>3,644</b>	-	-	-	-	-	-	-
<b>Contractual Maturity Mismatch</b>		<b>(5,770)</b>	<b>1,797</b>	<b>17</b>	<b>(351)</b>	<b>(1)</b>	<b>(693)</b>	<b>(23)</b>	
<b>Cumulative Contractual Maturity Mismatch</b>		<b>(5,770)</b>	<b>(3,973)</b>	<b>(3,956)</b>	<b>(4,307)</b>	<b>(4,308)</b>	<b>(5,001)</b>	<b>(5,024)</b>	

The below table shows information on the LGT HK's estimated cash flows arising from selected items based on behavioural assumptions:

<i>(in millions of Hong Kong Dollars)</i>	<b>Total</b>	<b>Up to 7 Days</b>	<b>8 Days up to 1 Month</b>	<b>Over 1 Month up to 3 Months</b>	<b>Over 3 Months up to 6 Months</b>	<b>Over 6 Months up to 1 Year</b>	<b>Over 1 Year up to 5 Years</b>	<b>Over 5 Years</b>	<b>Balancing Amount</b>
Demand, savings and current account deposits - according to the lowest month-end balance recorded in past 12 months	<b>1,568</b>								1,568
Off-balance sheet obligations:									
Irrevocable loan commitments or facilities granted	<b>3,383</b>	291	694	1,150	806	441	1	-	-
Other off-balance sheet obligations	<b>261</b>	-	-	-	-	-	-	-	261

The information of above tables is extracted from the HKMA Return on Liquidity Monitoring Tools (Form MA(BS)23)

## **LGT BANK AG, Hong Kong Branch**

---

### **IX Disclosure on Remuneration**

With reference to HKMA Supervisory Policy Manual CG-5, "Guideline on a sound remuneration system", remuneration information is disclosed by LGT Bank AG, hence it is not separately disclosed by LGT HK. For details on LGT Bank AG remuneration information, please refer to its Annual Report.

## LGT BANK AG, Hong Kong Branch

---

### Section B: Group Information (Consolidated Basis)

*(in thousands of Swiss Francs, except ratios)*

#### Financial Highlights of LGT Group (Consolidated Basis):

##### I Capital and Capital Adequacy

	<b>31 Dec 2017</b>	31 Dec 2016
Capital adequacy ratio	<b>18.8%</b>	20.2%
Shareholders' funds	<b>4,112,667</b>	3,643,430

The Capital ratios of LGT Group are based on the guidelines of the Basel Committee on Banking Supervision (Basel III) and its implementation in the legislation of the European Union and of the Liechtenstein Government.

##### II Other Financial Information

	<b>31 Dec 2017</b>	31 Dec 2016
Total assets	<b>41,892,734</b>	35,752,449
Total Liabilities	<b>37,780,067</b>	32,109,019
Total loans and advances	<b>23,970,781</b>	17,447,494
Total customer deposits	<b>32,402,771</b>	27,065,323
	<b>31 Dec 2017</b>	31 Dec 2016
Pre-tax profit	<b>320,081</b>	255,256