

BDCB Notice No. BU/N-1/2021/68
Pillar 3 – Public Disclosure
Requirements as of
31 March 2025

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Overview

Bank of China (Hong Kong) Limited Brunei Branch (“The Branch”) has completed its Pillar 3 – Public disclosure requirements covering the overview of key prudential metrics and Risk-Weighted Assets (“RWA”) in respect of the year as of 31st March 2025. The report is prepared with reference to Brunei Darussalam Central Bank (“BDCB”)’s Pillar 3 – Specific Disclosure Requirements. The Branch conducts regular assessment on risk management status and risk governance based on regulatory requirements and assesses the Branch’s level of internal capital adequacy accordingly.

1. C1: OVERVIEW OF KEY PRUDENTIAL METRICS AND RWA

a. KM1: Key Metrics

	(a)	(b)	(c)	(d)	(e)
	31 March 2025	31 December 2024	30 September 2024	30 June 2024	31 March 2024
	B\$’000	B\$’000	B\$’000	B\$’000	B\$’000
<u>Available capital (amounts)</u>					
1 Tier 1	130,174	130,153	118,726	118,722	118,718
2 Total capital	131,611	132,386	119,569	119,755	119,693
<u>Risk-weighted assets (amounts)</u>					
3 Total risk-weighted assets (RWA)	387,114	432,477	268,490	283,811	277,347
<u>Risk-based capital ratios as a percentage of RWA</u>					
4 Tier 1 ratio (%)	33.63%	30.09%	44.22%	41.83%	42.80%
5 Total capital ratio (%)	34.00%	30.61%	44.53%	42.20%	43.16%

The main increase of tier 1 capital ratio and total capital ratio in Q1 2025 compared to Q4 2024 was mainly due to maturity of customer loans and lower Group Balance Receivables which affected the credit risk RWA resulted a total decrease of B\$ 44,816,000.00. There is no change in the nature of business. However, it can be seen that the position of total CAR is sufficient to meet the Branch’s capital needs.

b. OV1: Overview of Risk Weighted Assets (RWA)

	(a)	(b)	(c)
	RWA		Minimum capital requirements
	31 March 2025	31 December 2024	31 March 2025
	B\$'000	B\$'000	B\$'000
1 Credit risk (Standardised)	351,612	396,428	35,161
2 Market risk (Standardised)	1,700	2,247	170
3 Operational risk (Basic Indicator Approach)	33,802	33,802	3,380
4 Total (Row 1 + 2 + 3)	387,114	432,477	38,711

In this table, the main driver of decrease in credit risk RWA was due to maturity of customer loans and lower Group Balance Receivables in Q1 2025.