



# King's Town Bank

## Fiscal Year 2022 Results Conference



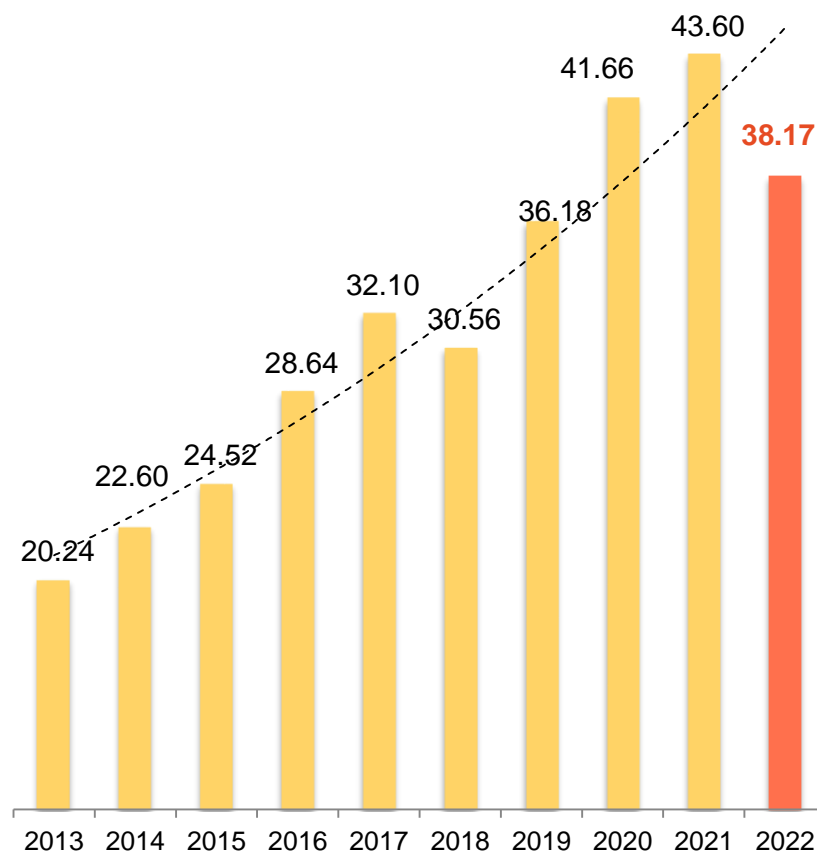
Stock Code : 2809.TW



# 2022 Financial Review

	2022	2021
Total Assets (NT\$ mm)	379,987	343,149
Book Value/share (NT\$)	38.17	43.60
ROE (pretax)	6.45%	13.63%
ROA (pretax)	0.81%	1.95%
BIS Ratio	14.05%	16.62%
NPL Ratio	0.02%	0.02%
Coverage Ratio	8,870%	8,278%
Loan-loss Provision Coverage Ratio	1.45%	1.51%
FINI Holdings	13.08%	18.43%
Fitch Rating	A+(tw) 、 F1(tw)	

### Book Value per Share



Note: This presentation represents unaudited consolidated financials.



## 2022 Operating Highlights

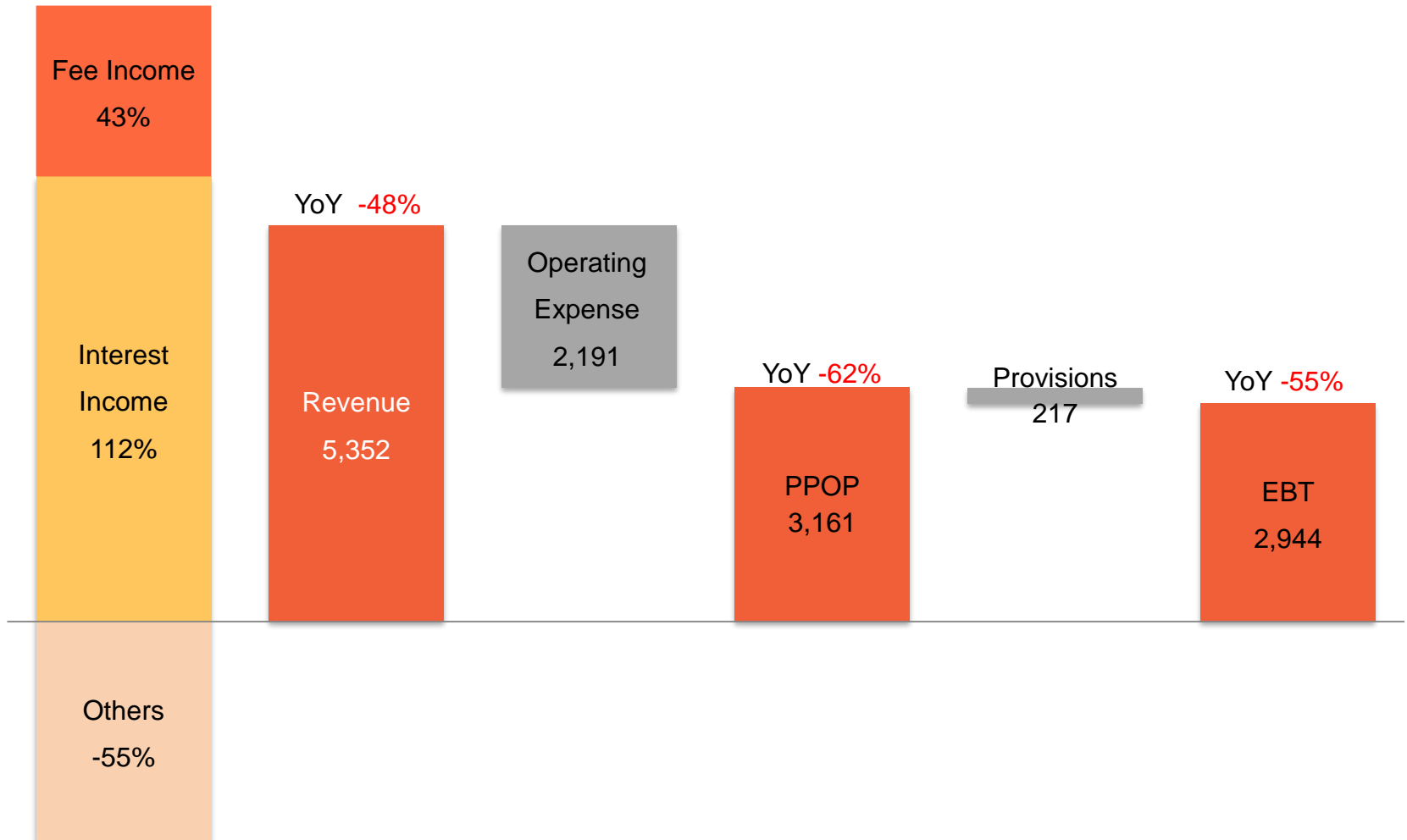
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- In 2022, Taiwan's financial industry was affected by negative factors such as the rise in US interest rates, the war between Russia and Ukraine, price inflation, the COVID-19 epidemic and geopolitics, which led to dramatic market volatility and losses in the financial markets. The loss of investment affected the overall profit performance in our stock and bond portfolio, resulting in a 48% decrease in the Bank's net income compared with last year.
- The loan-related fee income in 2022 was NT1,972 million, an increase of 6.2% over last year, mainly due to positive momentum arising from our loan business.
- The wealth management fee income in 2022 was NT288 million, an increase of 15.2% over last year, mainly due to the closer cooperation with partners thus have seized right time to strengthen product promotion.
- The total loan at the end of the season in 2022 was NT \$245.9 billion, with an annual growth rate of 18%. Loan-loss provision ratio was 1.45% in 2022 versus the median value of 1.34% for the Taiwan banking industry as of November 2022.



# FY22 Revenue Breakdown

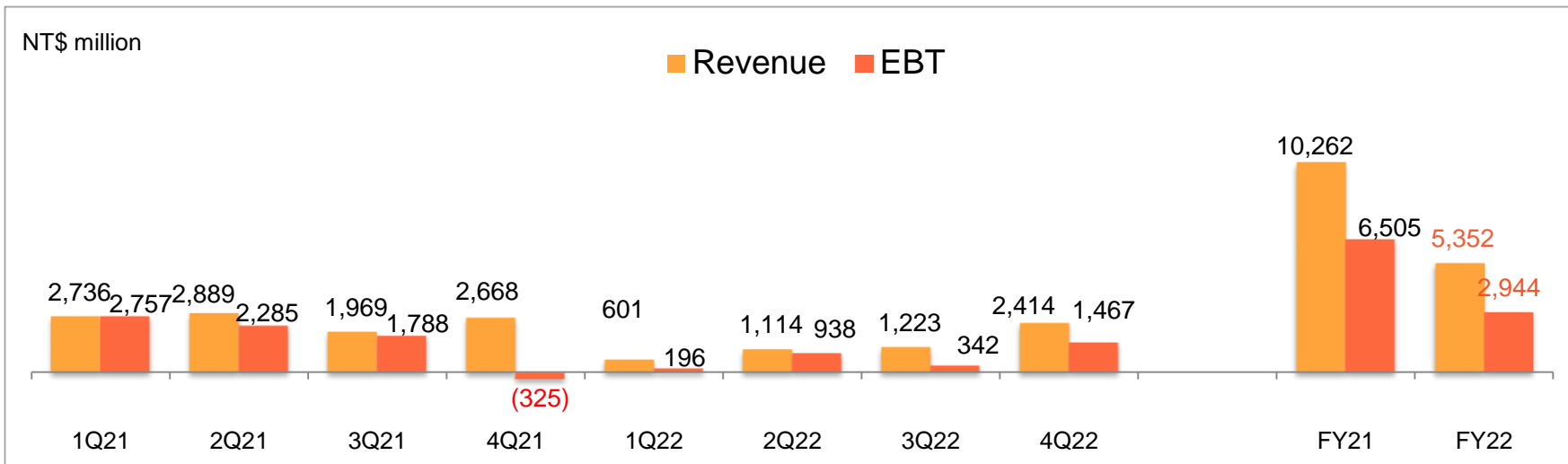
NT\$ million



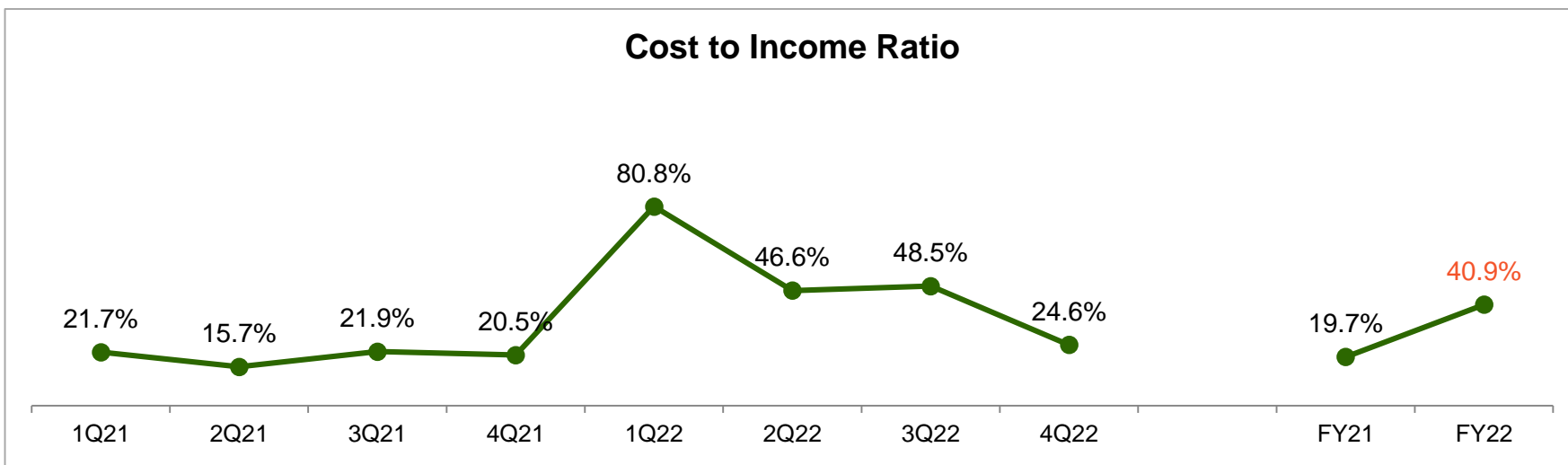
Note: This represents unaudited consolidated financials.



# Quarterly Revenue and Expenses

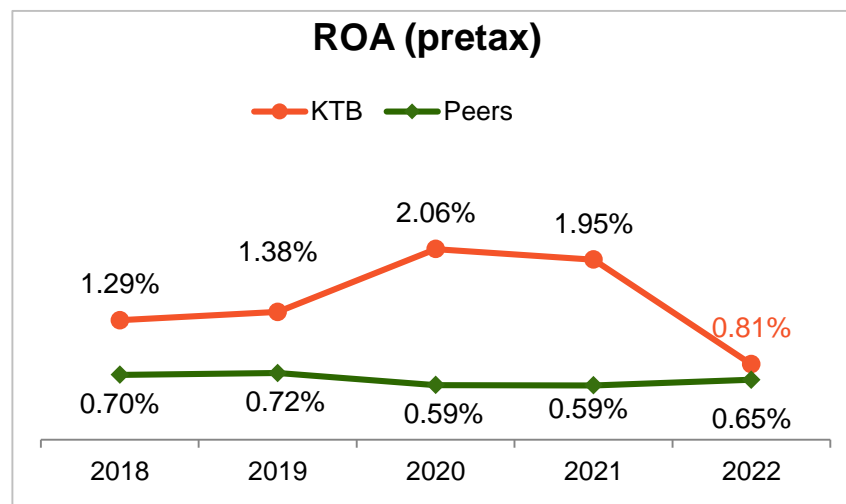
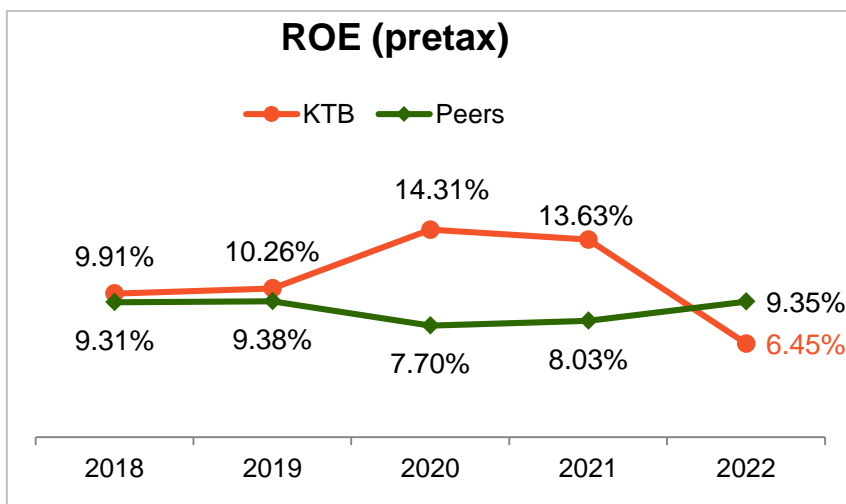
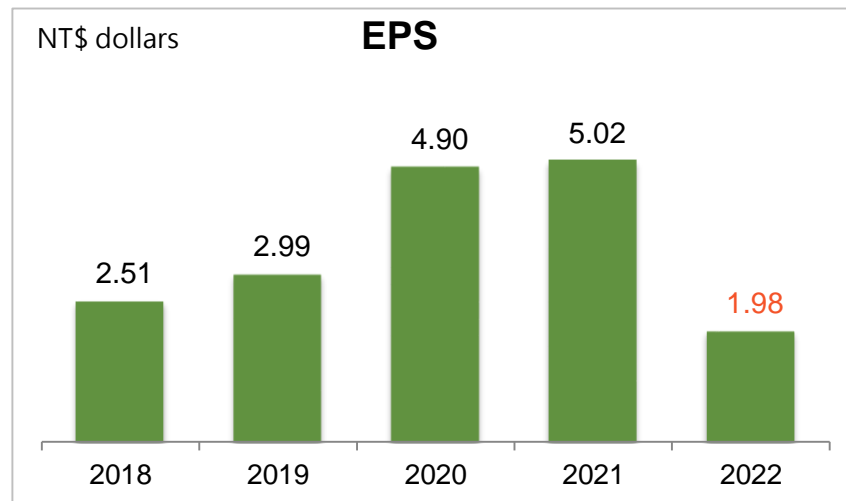
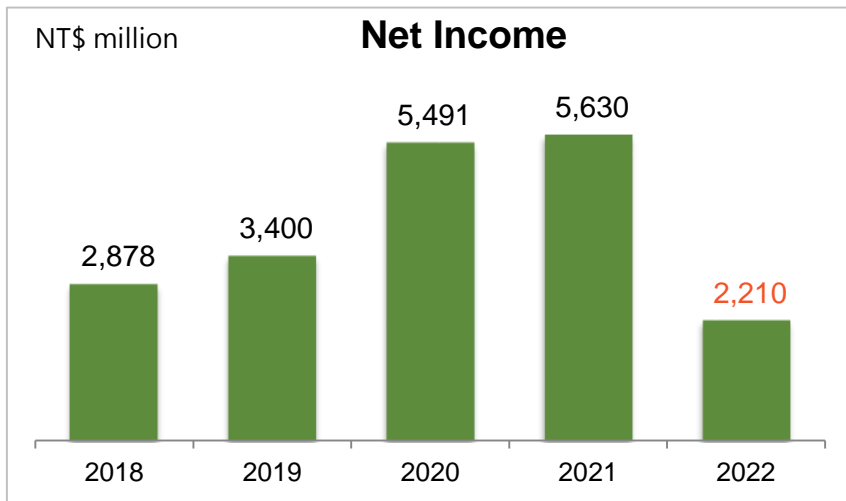


## Cost to Income Ratio





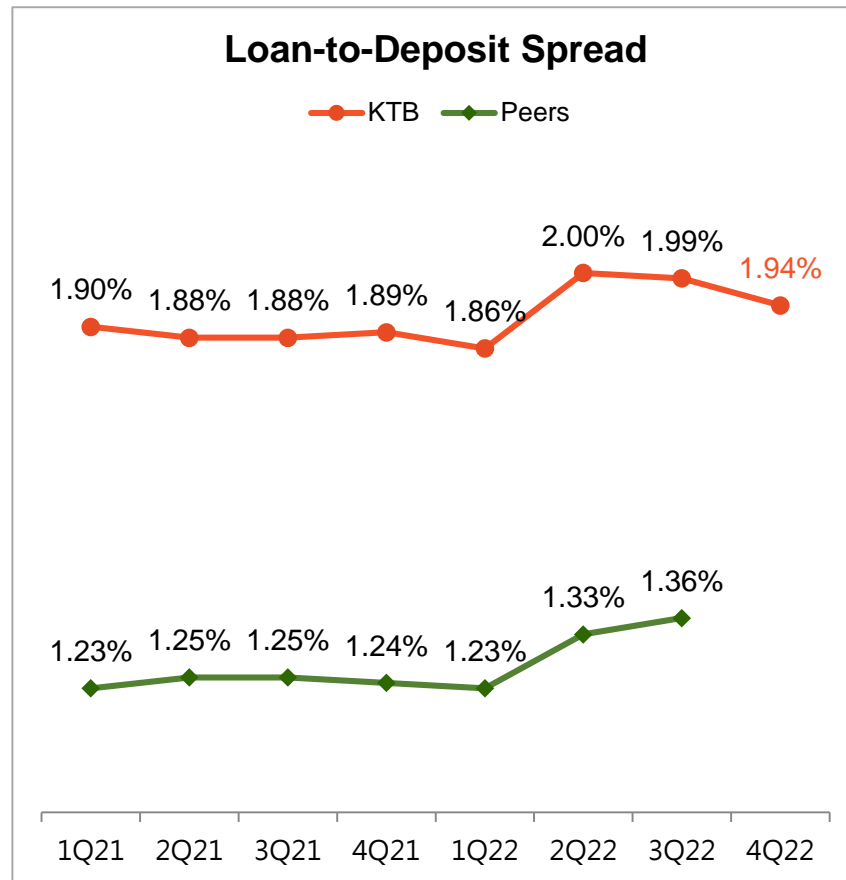
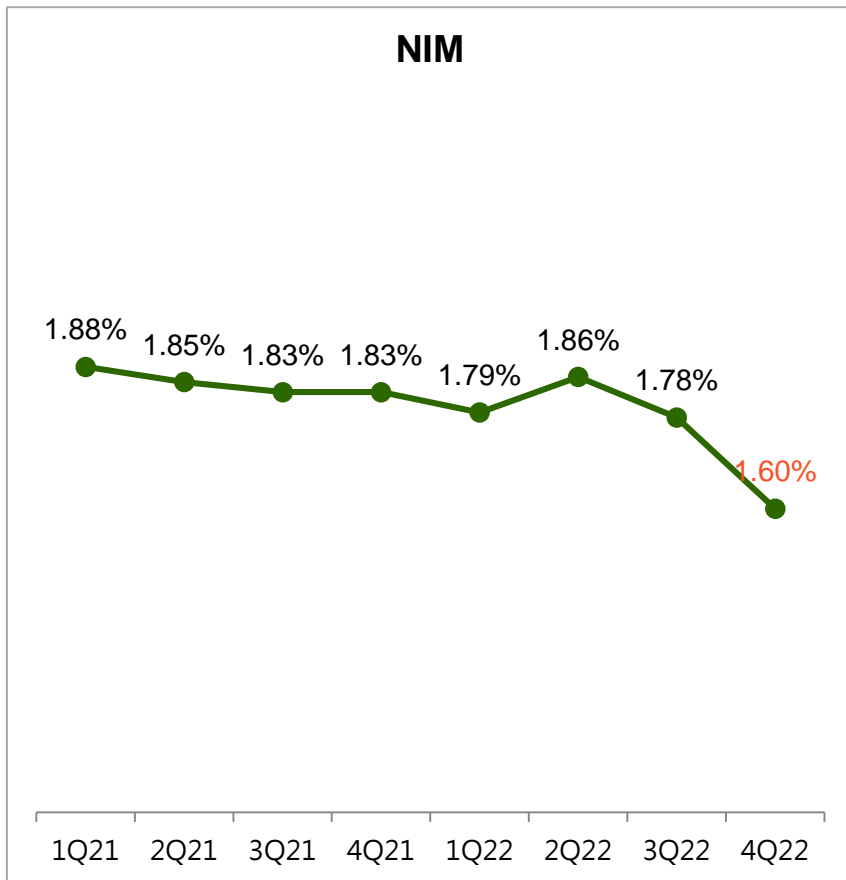
# Profitability



Note: Peers data is as of Nov. 2022 (annualized).



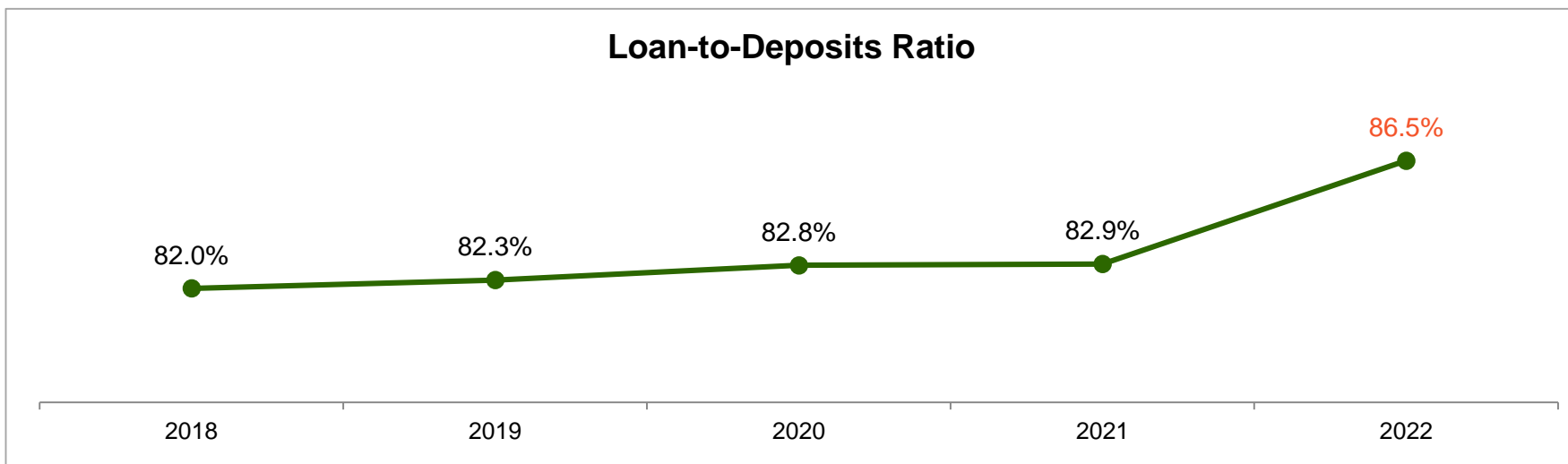
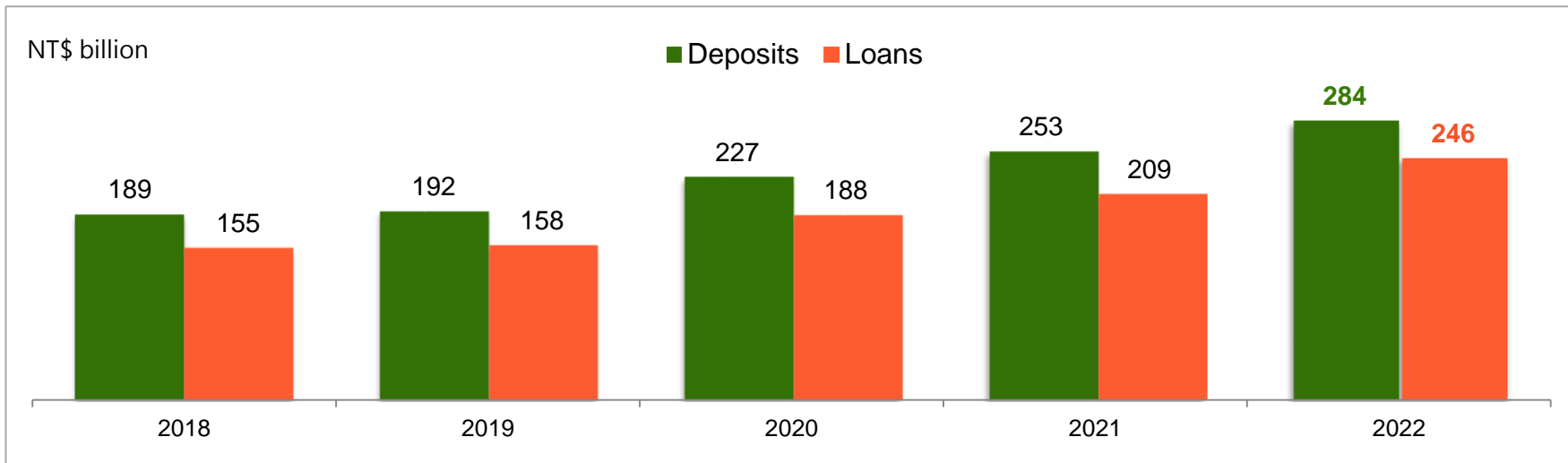
# NIM and Spreads



Note: Peers data updated to 3Q 2022



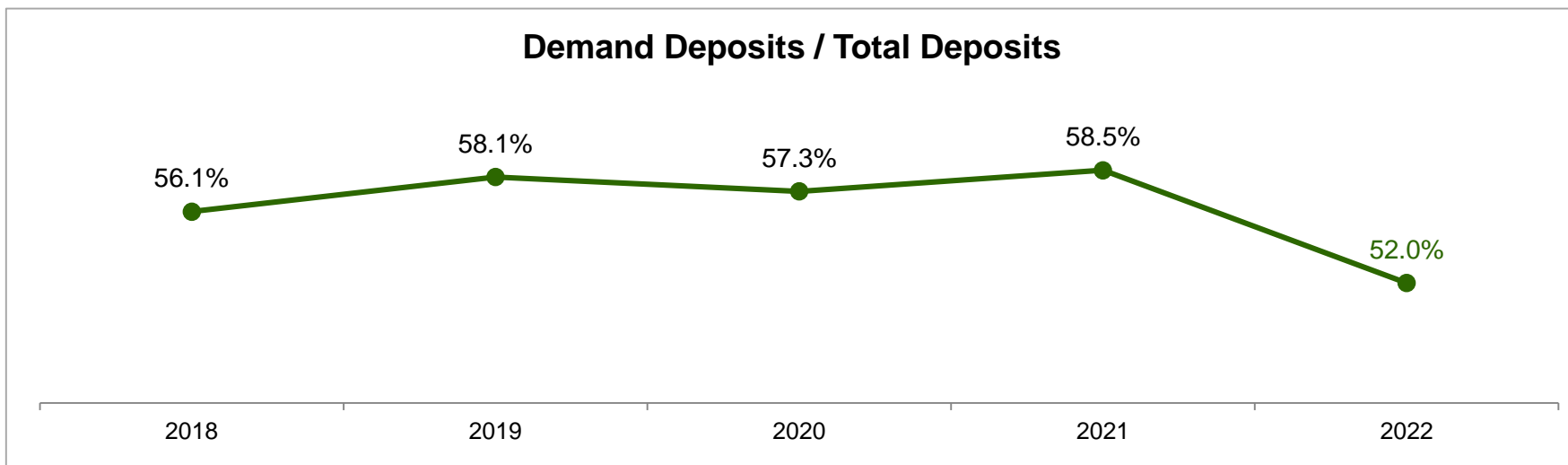
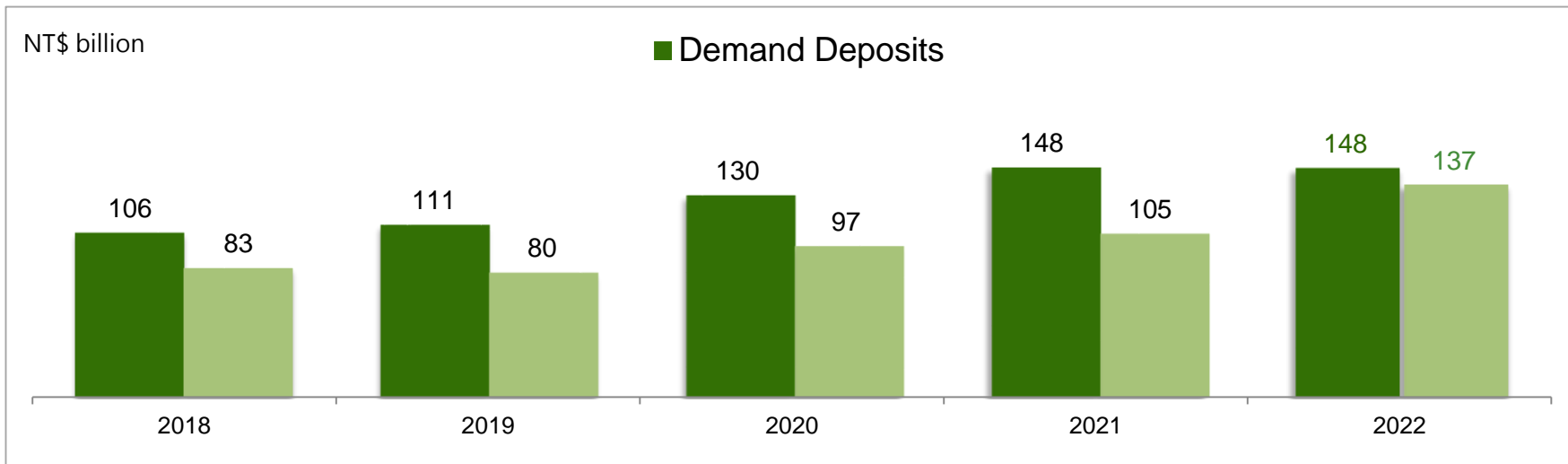
# Deposits







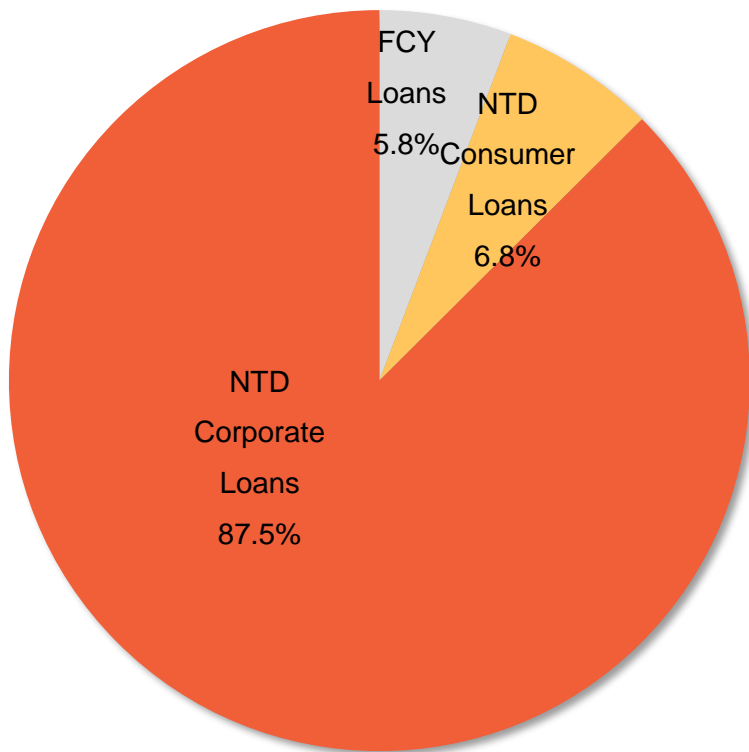
# Deposits Breakdown



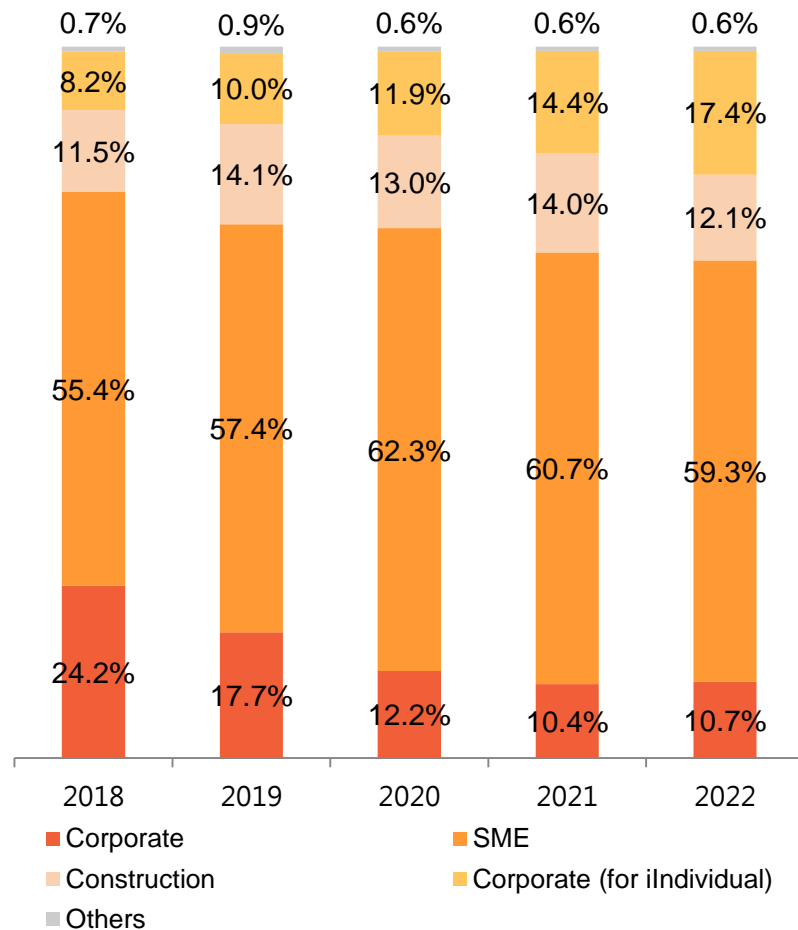


# Loan Breakdown

**Loan Composition FY22**

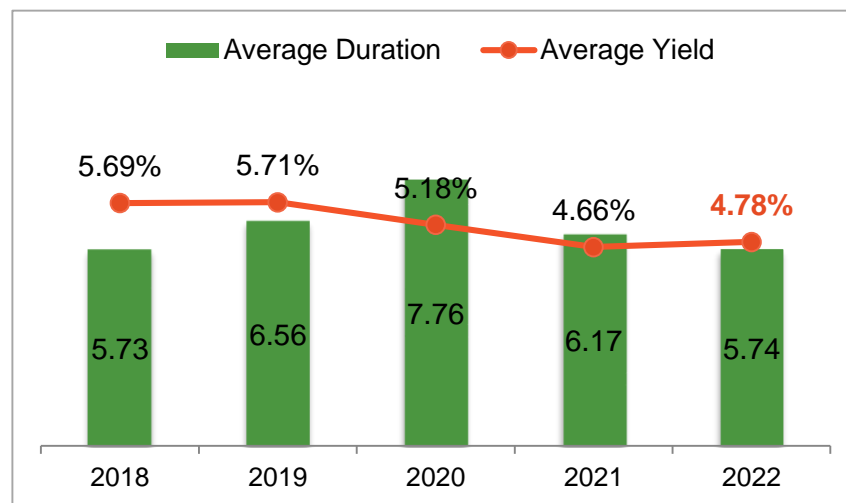
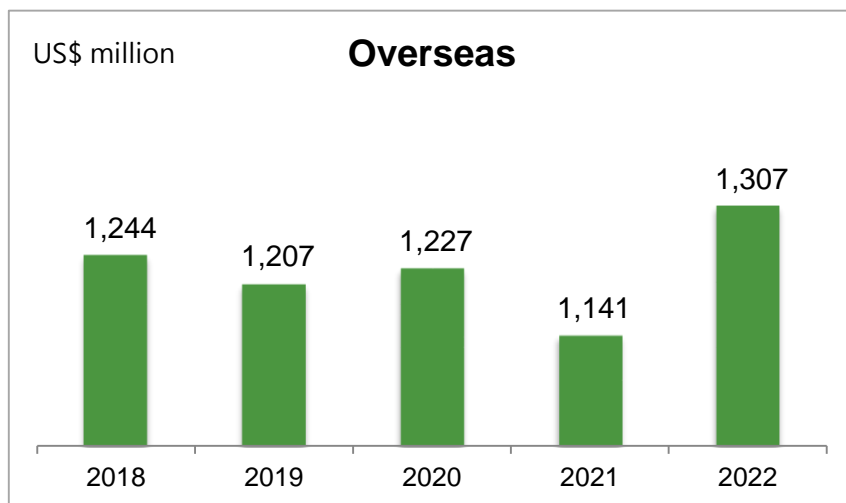
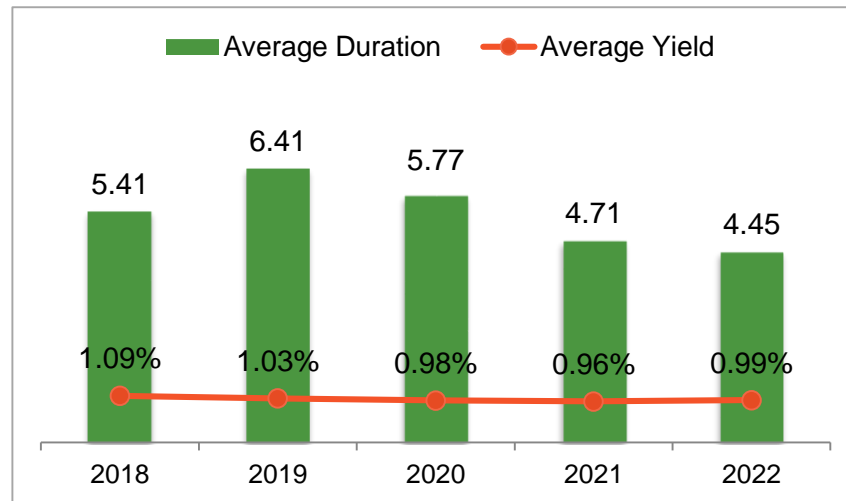
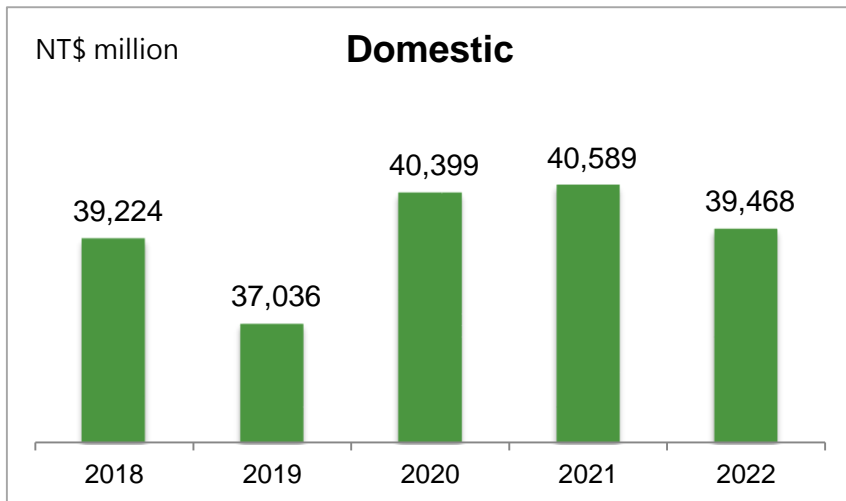


**Corporate Loan by Type**



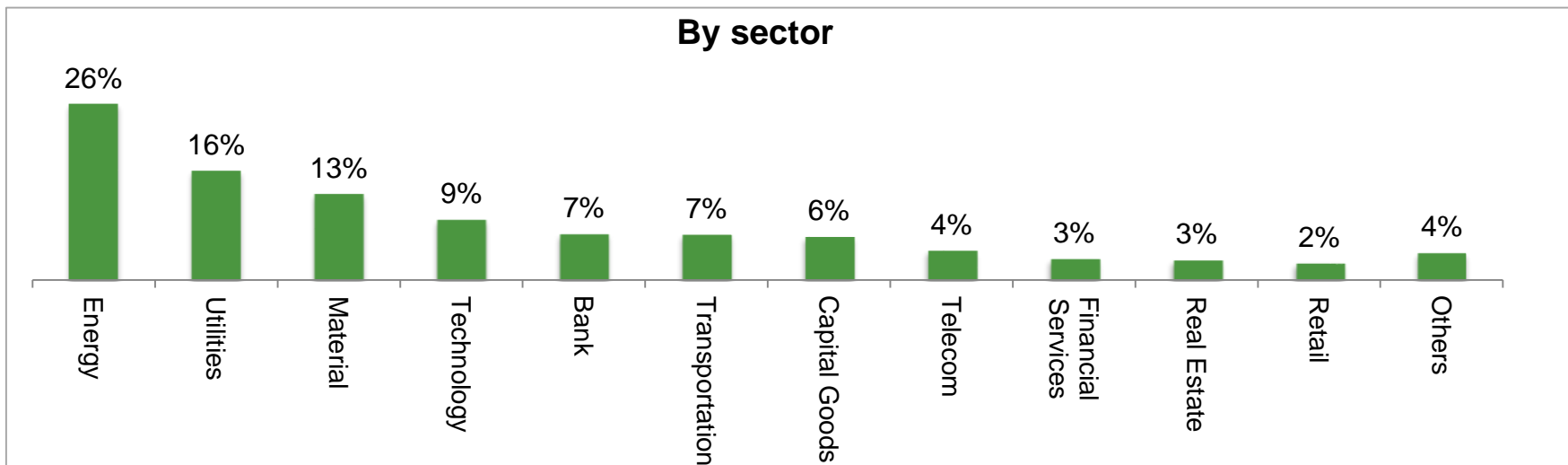
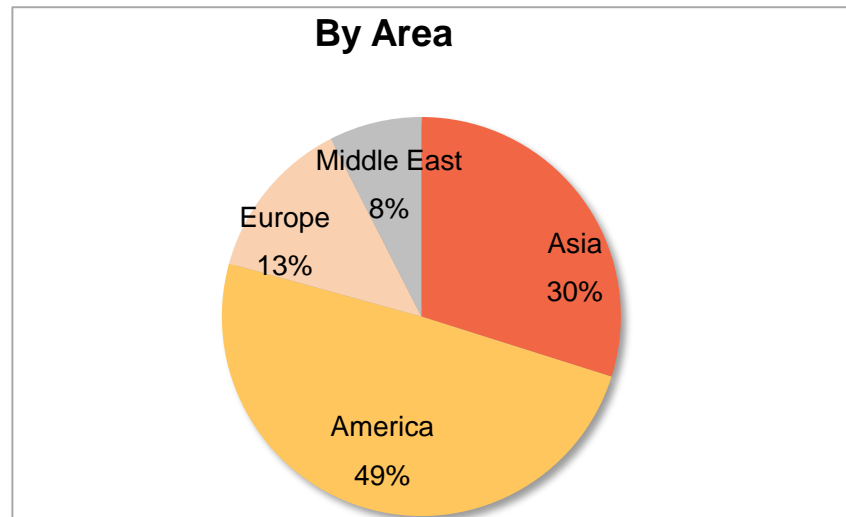
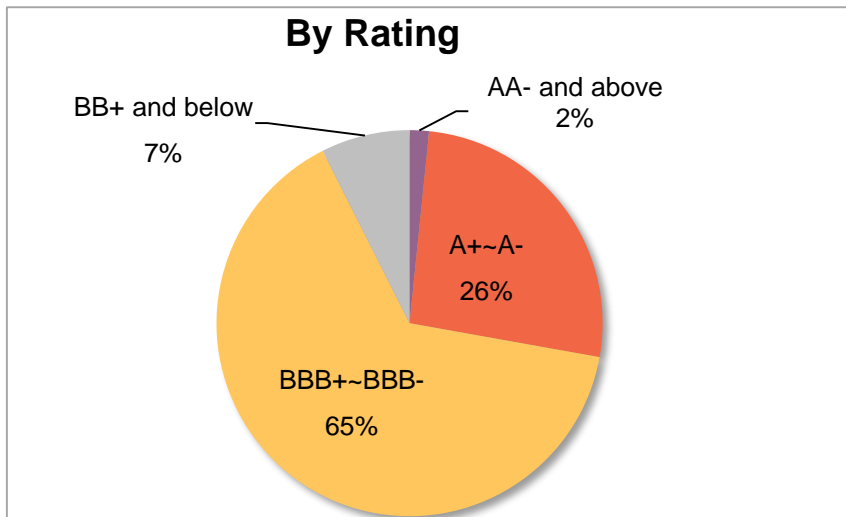


# Financial Assets - Fixed Income Investments



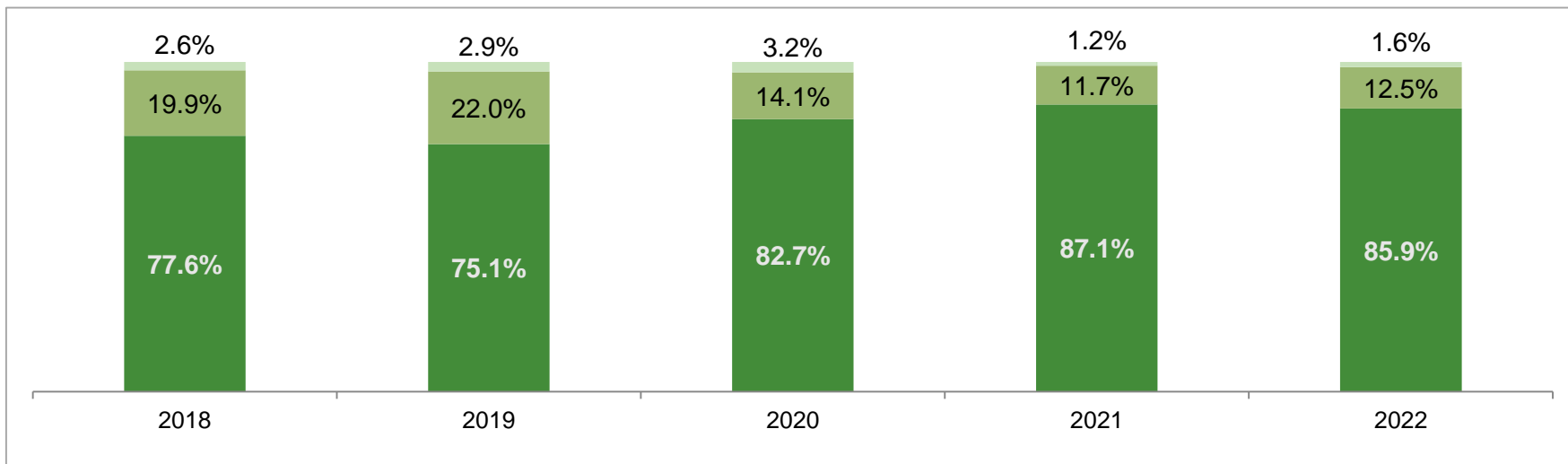
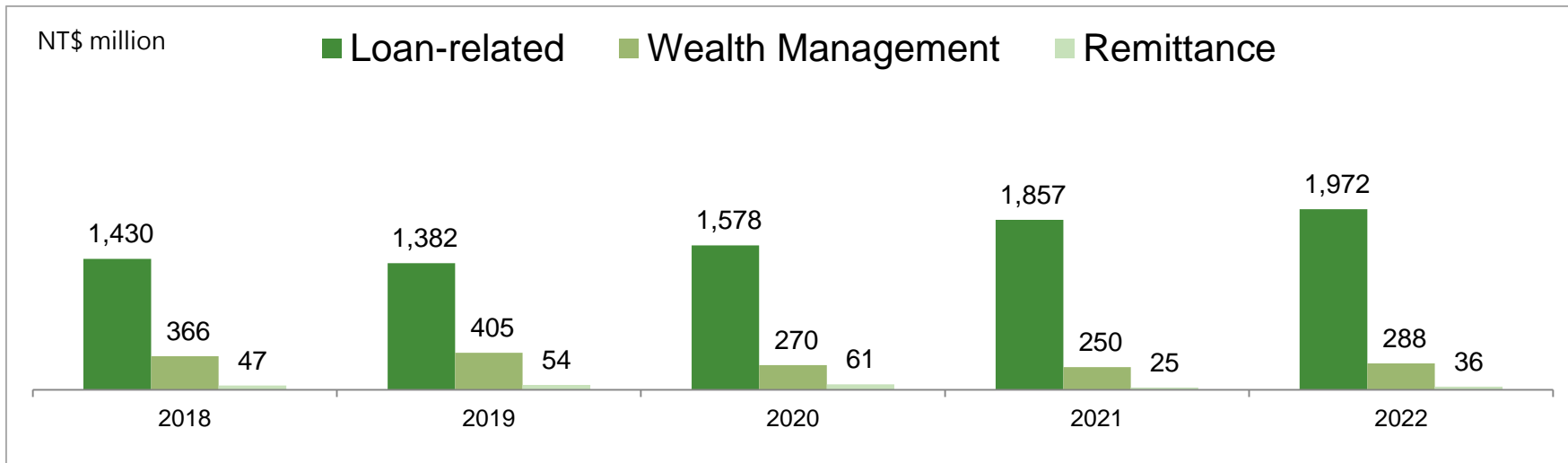


# Financial Assets – Overseas Fixed Income Portfolio (FY22)



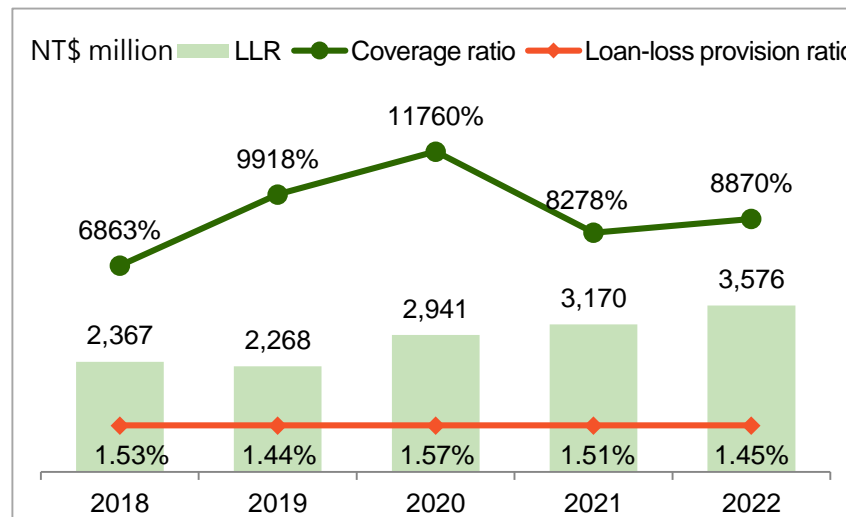
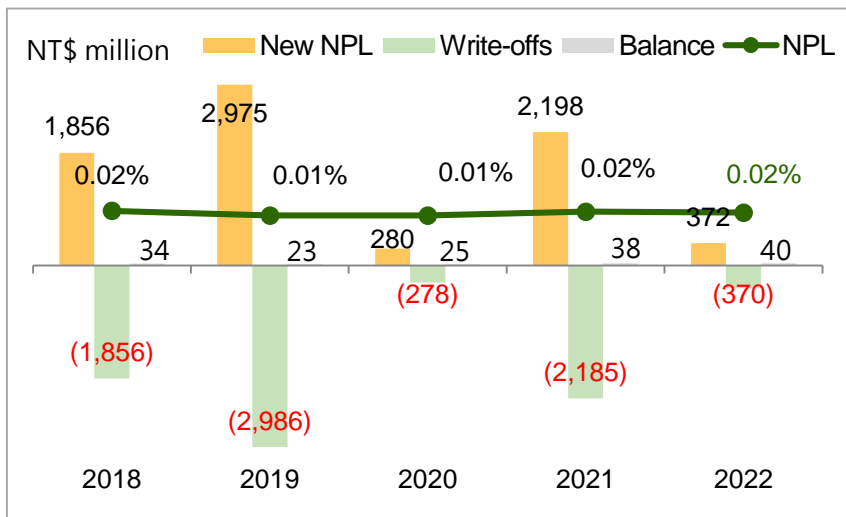
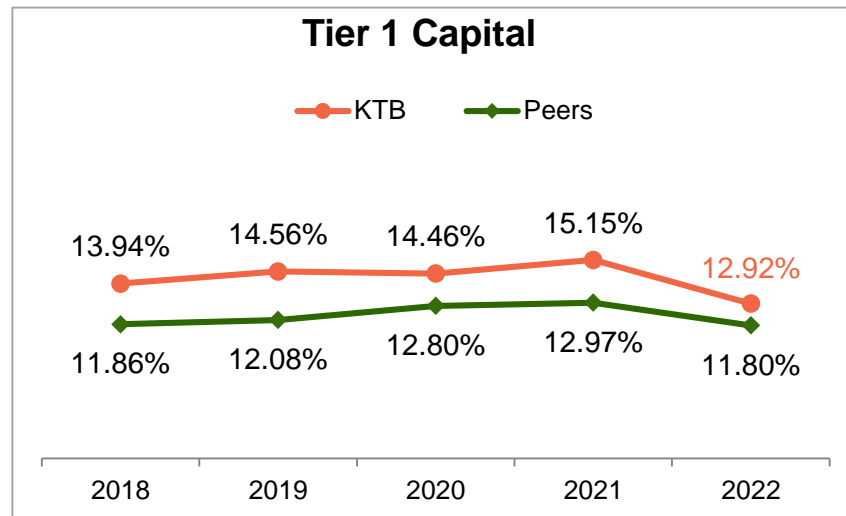
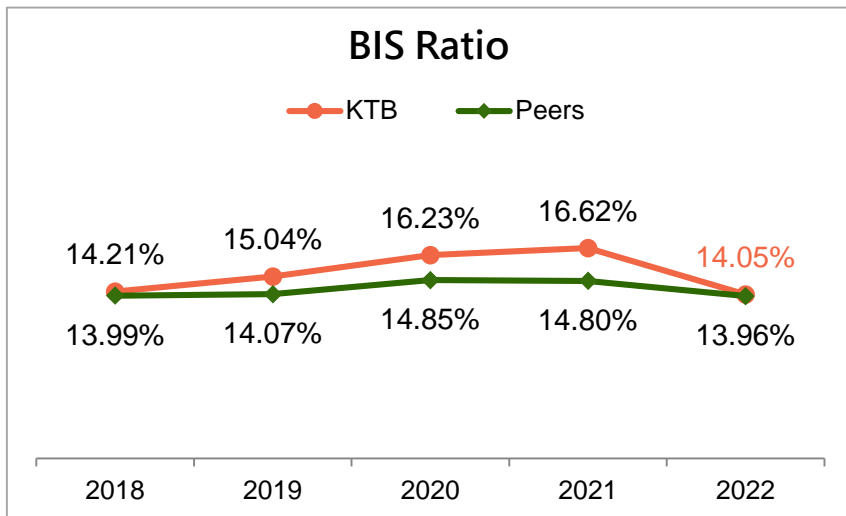


# Fee Income





# Capital Adequacy and Asset Quality



Note: Peer data is as September 2022.



# King's Town Bank at a Glance

- Established in 1948, formerly known as the Tainan Business Bank.
- Headquartered in Tainan City, a city with a population of 1.9 million.
- A total of 66 branches, with approximately 73% of branches located in Southern Taiwan.
- Paid-in capital of NT\$ 11.1 billion.
- 23 Metro branches, contributing
  - 26% of deposits
  - 87% of loans
- 43 Non-metro branches, contributing
  - 74% of deposits
  - 13% of loans
- Ranked in the Top 5% in terms of “Corporate Governance Best-Practice for TWSE Listed Companies” for five consecutive years.
- Credit rating affirmed by Fitch at BBB · local rating at A+(tw) · F1(tw) for 9 consecutive years. Outlook stable in 2022.





# Income Statement

NT\$ million

Items	2022	2021	YoY
Net Interest Income	6,013	5,593	8%
Net Fee Income	2,296	2,131	8%
Other Income	(2,957)	2,538	-
<b>Revenue</b>	<b>5,352</b>	<b>10,262</b>	<b>-48%</b>
Operating Expense	(2,191)	(2,025)	8%
PPOP	3,161	8,237	-62%
Provision for Loan Reversal	(217)	(1,732)	-87%
<b>Earnings Before Tax</b>	<b>2,944</b>	<b>6,505</b>	<b>-55%</b>
Net Income	2,210	5,630	-61%
EPS (Cumulative) (NT\$)	1.98	5.02	-61%

Note: This represents unaudited financials.





# Balance Sheet

NT\$ billion

Items	2022	2021	YoY	Items	2022	2021	YoY
Cash, CDs, Interbank Deposits, and R/S	20.3	17.6	15%	Interbank Deposits	29.2	23.2	26%
				Interbank Borrowings			
Securities	97.7	104.7	-7%	Deposits	283.5	251.0	13%
Loans	242.4	206.4	17%	R/P	15.8	12.1	31%
Property and Equipment	4.6	3.6	28%	Other Liabilities	9.1	7.9	15%
Other Assets	15.0	10.9	38%	Total Liabilities	337.6	294.2	15%
Total Assets	380.0	343.2	11%	Shareholder's Equity	42.4	48.9	-13%

Note: This represents unaudited financials.



## Disclaimer

- This presentation may include forward looking statements. All statements, other than statements of historical facts, that address activities, events or developments that King's Town Bank expects or anticipates will or may occur in the future are forward-looking statements. King's Town Bank's actual results or developments may differ from those indicated by these forward-looking statements as a result of various factors and uncertainties which are beyond our control. In addition, King's Town Bank makes the forward-looking statements referred to herein as of today and undertakes no obligation to update these statements.
- The preliminary results announced today are unaudited and are therefore subject to change



*Thank You !*