



King's Town Bank

1Q23 Results Presentation



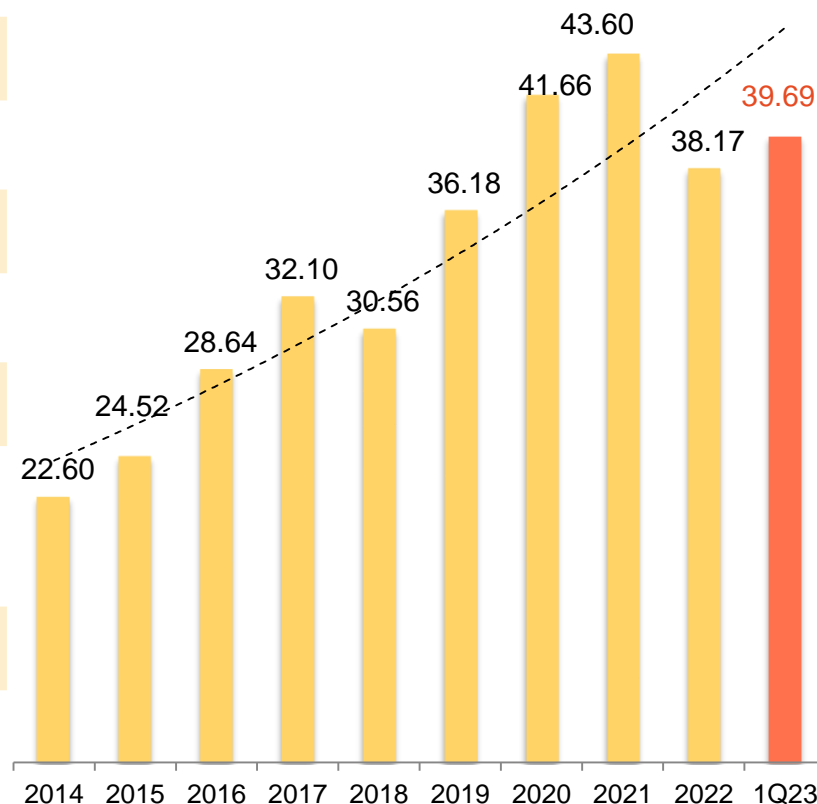
Stock Code : 2809.TW



1Q23 Financial Review

	1Q23	1Q22
Total Assets (NT\$ million)	381,525	345,901
Book Value per Share (NT\$)	39.69	41.77
ROE (pretax)	10.26%	1.64%
ROA (pretax)	1.17%	0.23%
BIS Ratio	14.41%	15.67%
NPL Ratio	0.02%	0.02%
Coverage Ratio	8,219%	7,283%
Loan-loss Provision Coverage Ratio	1.48%	1.50%
FINI Holdings	12.80%	15.87%
Fitch Rating	A+(tw) 、 F1(tw)	

Book Value per Share





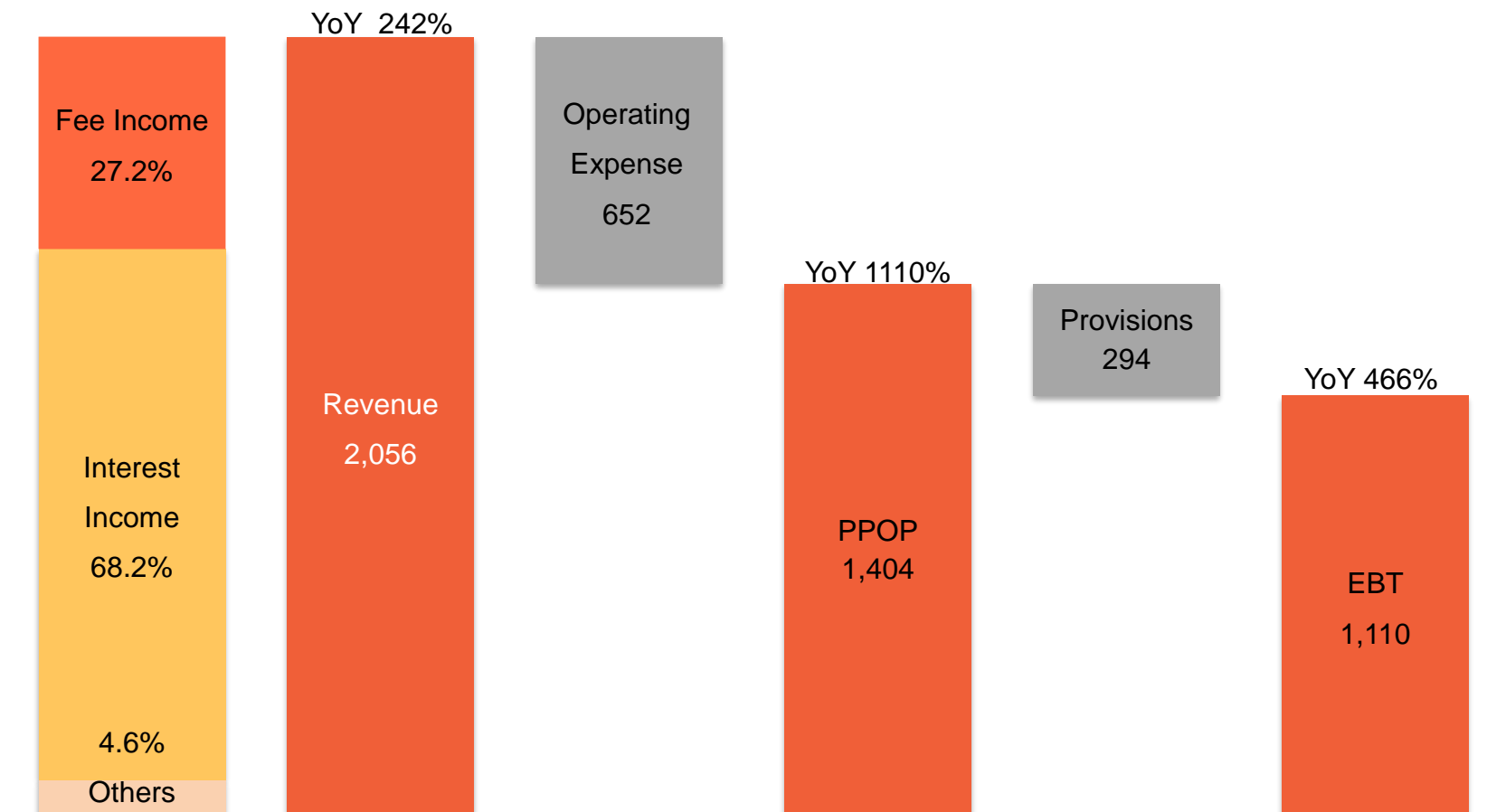
1Q23 Operating Highlights

- The performance of 2023Q1 remains relatively stable. The loan-related fee income in 2023Q1 was NT\$475 million, an increase of 5.8% over 2022Q1, indicating the consistent momentum of the bank's loan business. The average yield of fixed income investments in 2023Q1 increased slightly, mainly due to the adjustment of portfolio duration and trading transactions. The total loan in 2023Q1 was NT\$246.3 billion, remained at a similar level as in 2022. Loan-loss provision ratio was 1.48% in 2023Q1, versus the median value of 1.35% for the Taiwan banking industry as of March 2023, demonstrating our strong and healthy asset quality.
- Our policy this year will continue to focus on increasing loan related business spreads, stabilizing core deposits and managing funding costs.



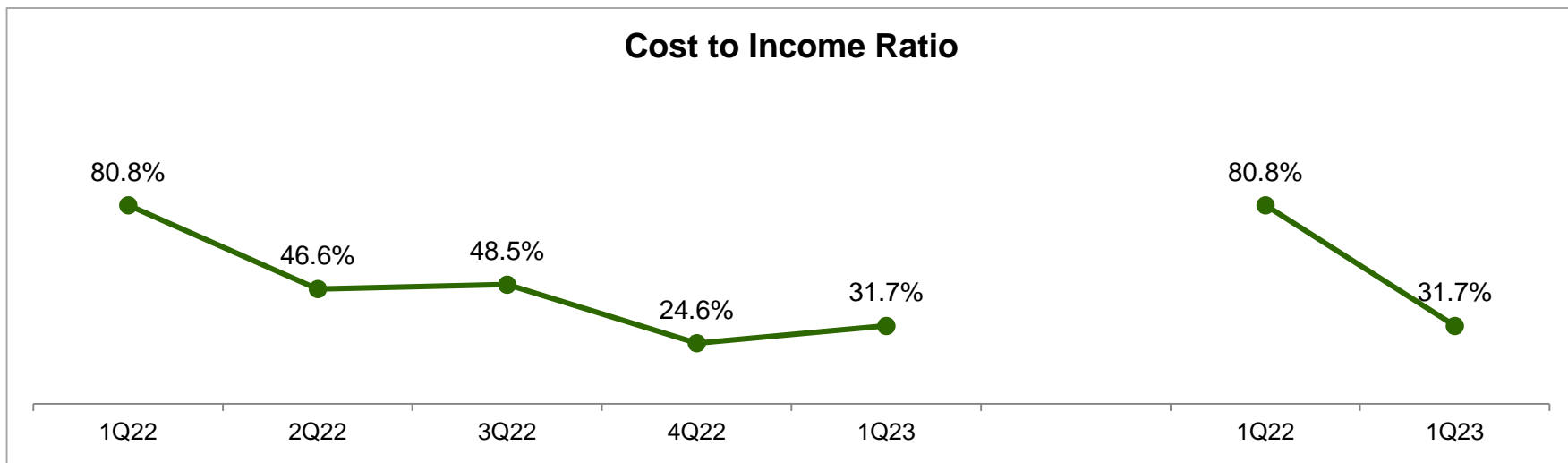
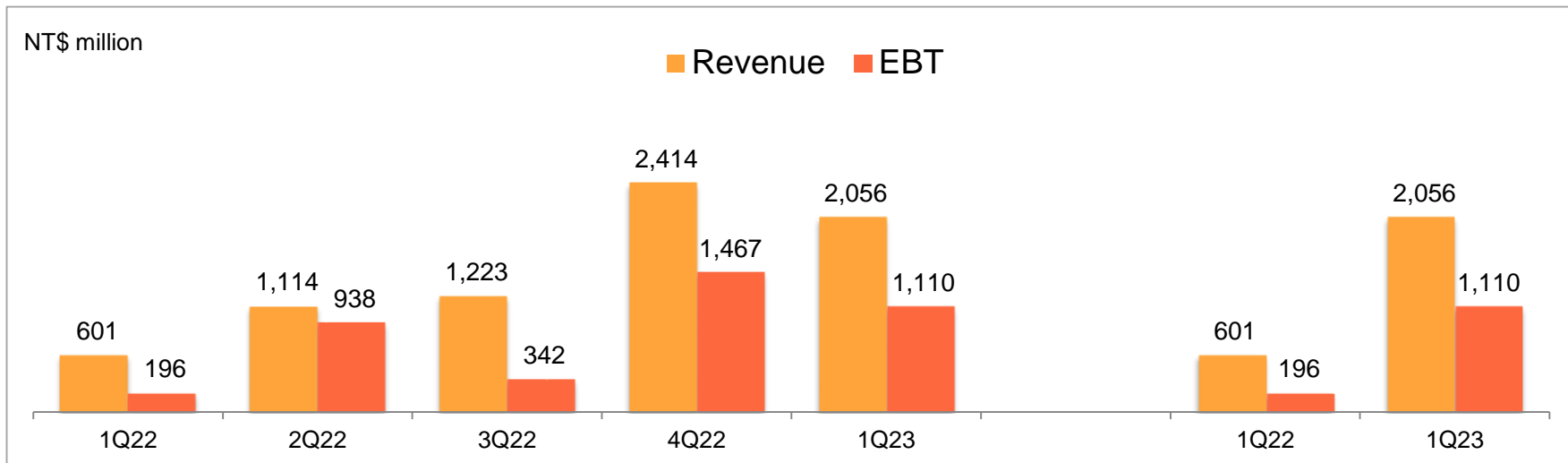
1Q23 Revenue Breakdown

NT\$ million



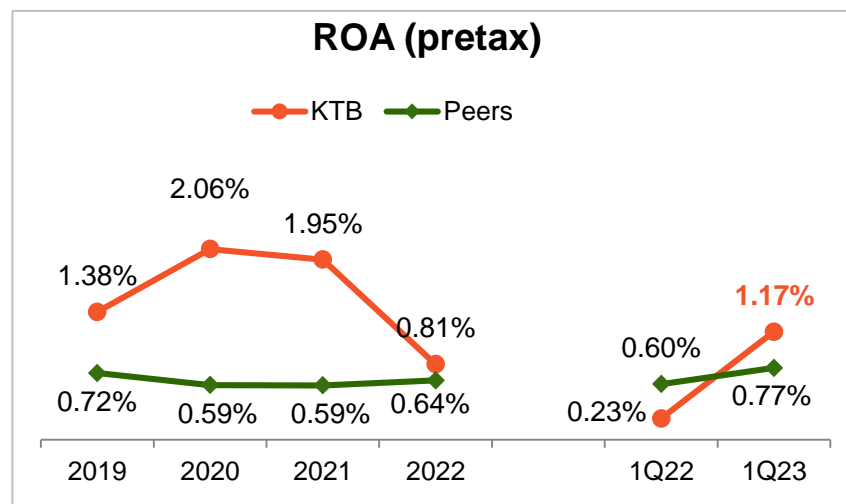
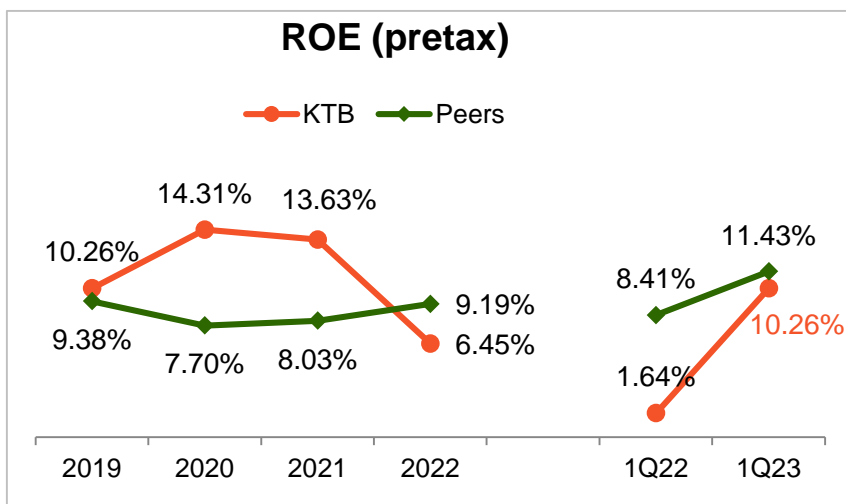
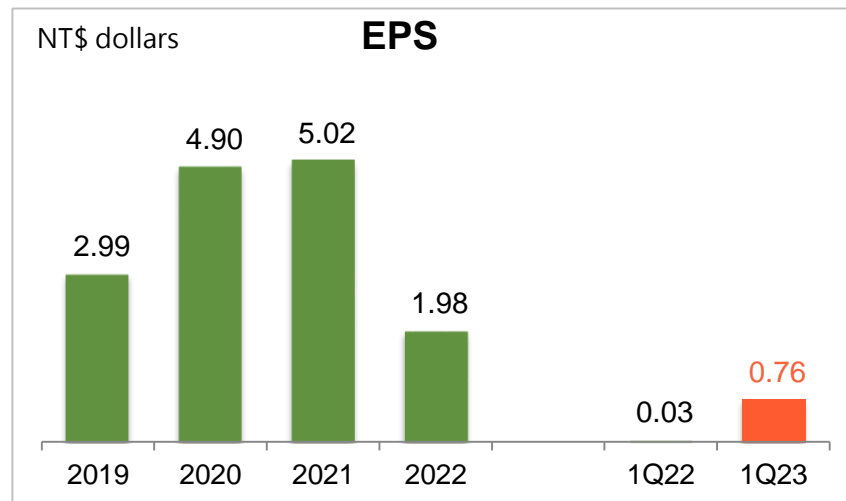
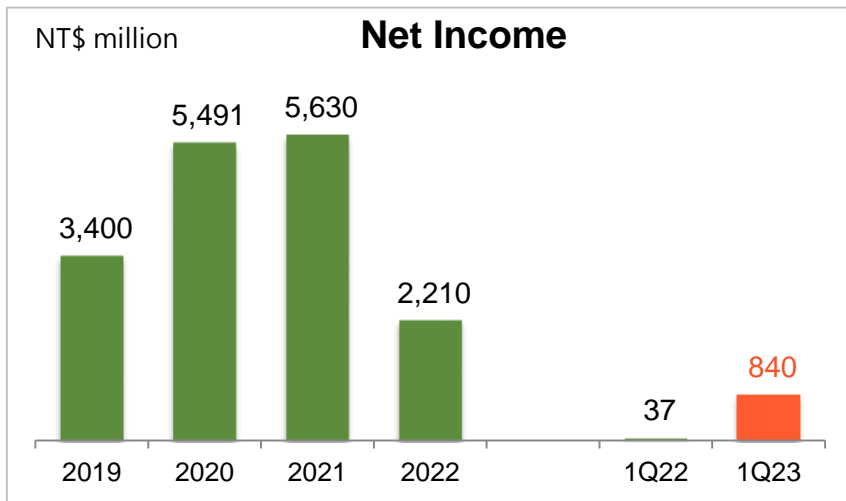


Quarterly Revenue and Expense





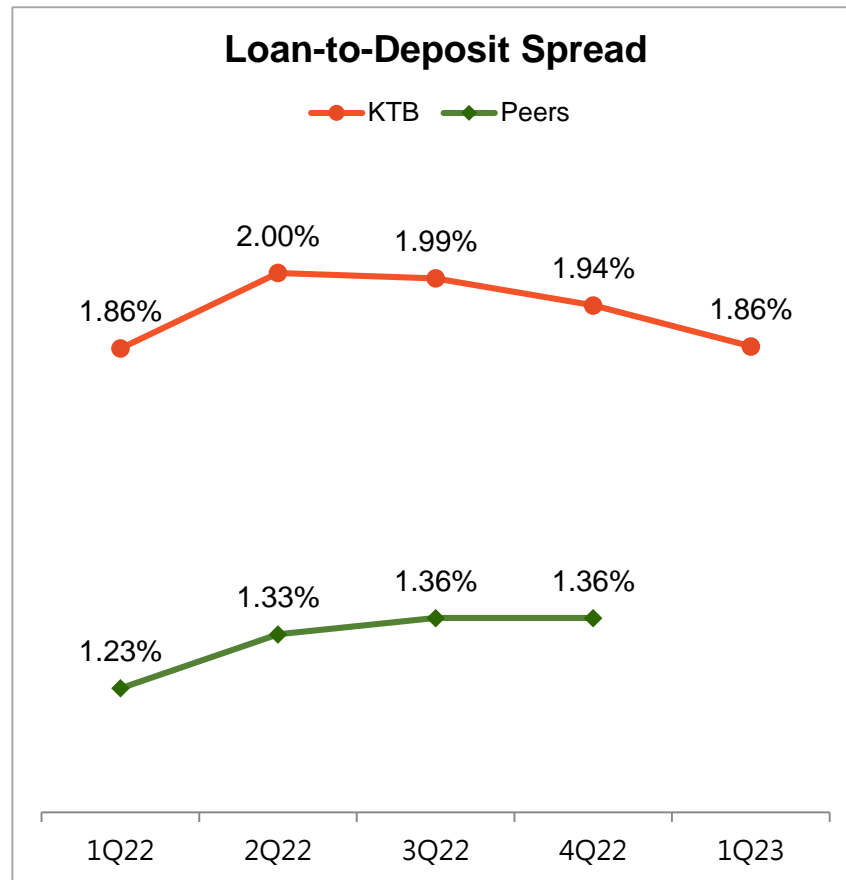
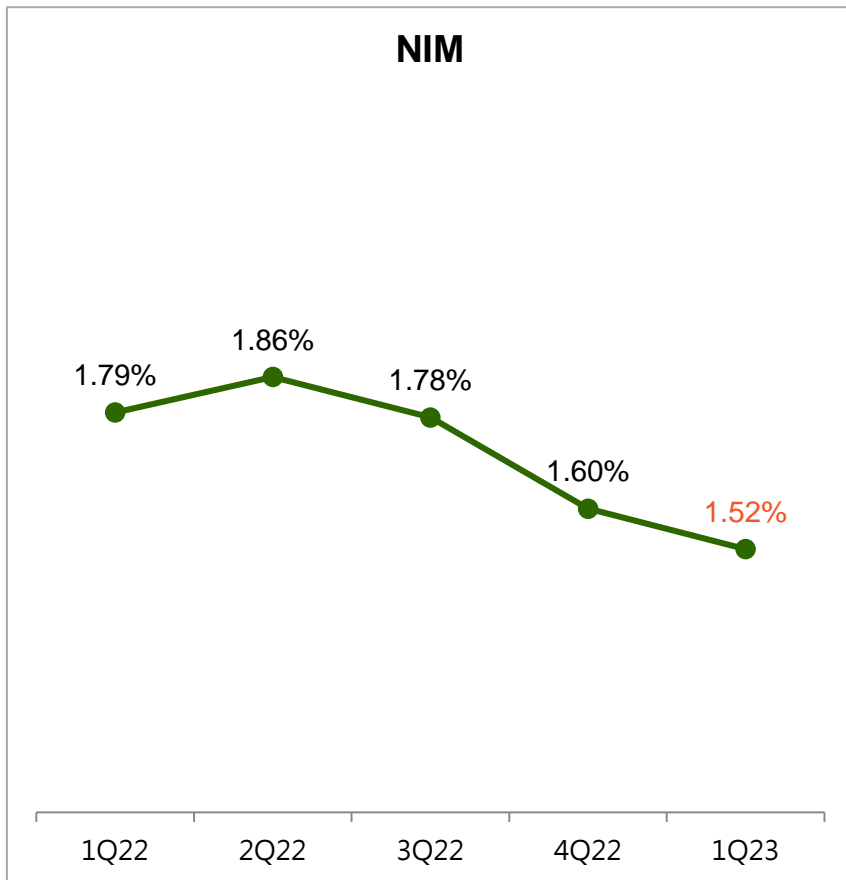
Profitability



Note: Peers data is as of February 2023 (annualized).



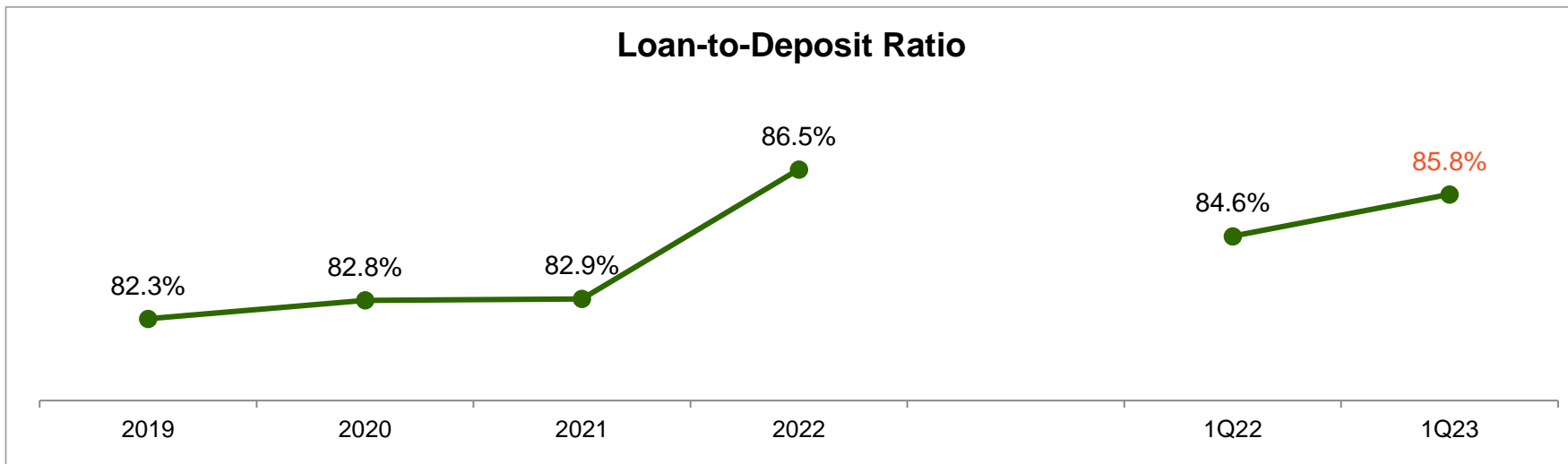
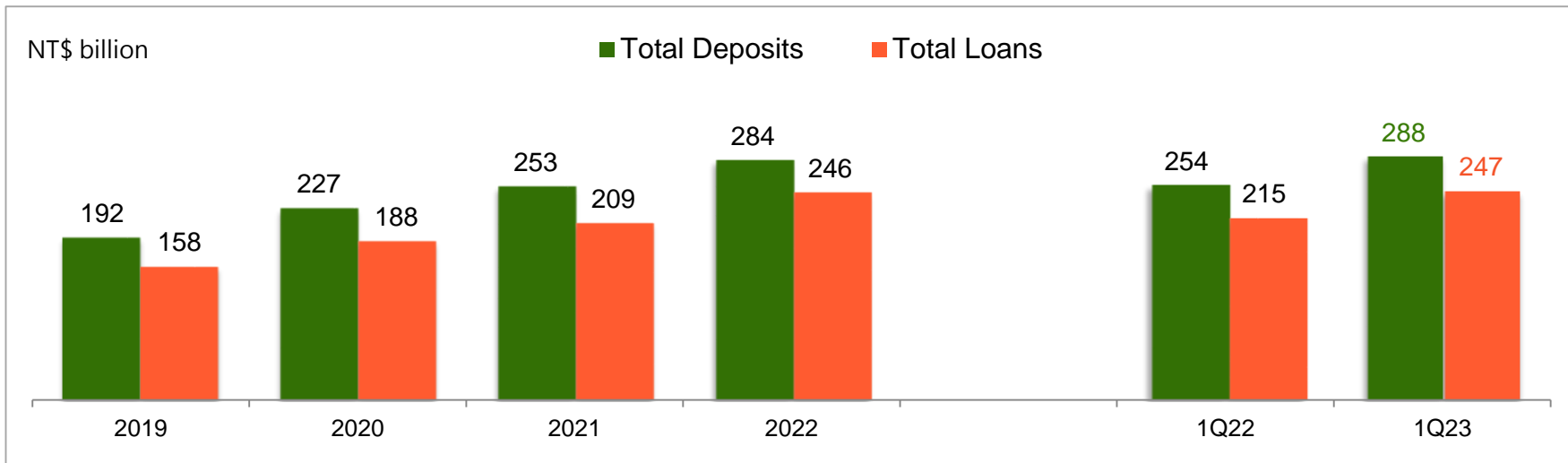
NIM and Spread



Note: Peers data updated to Q4 2022

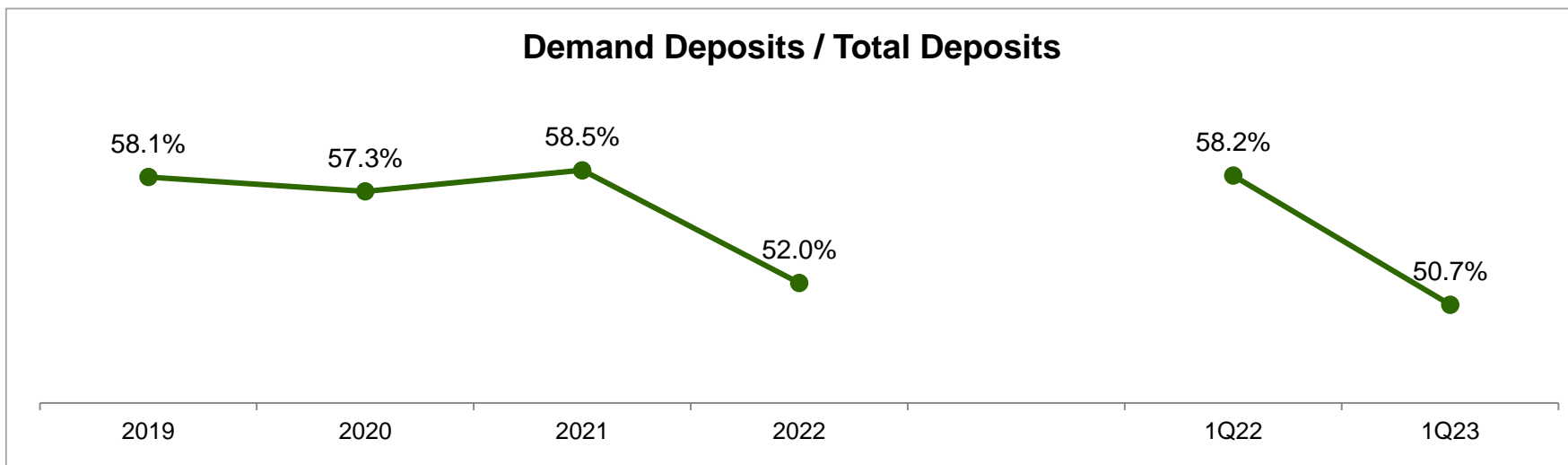
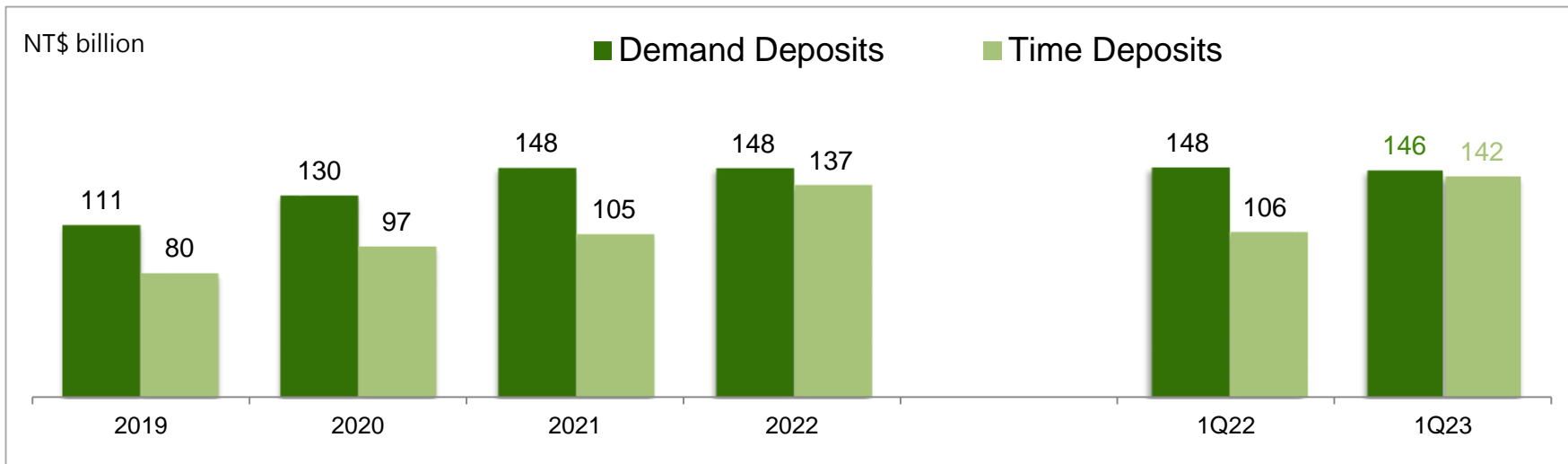


Deposit and Loan





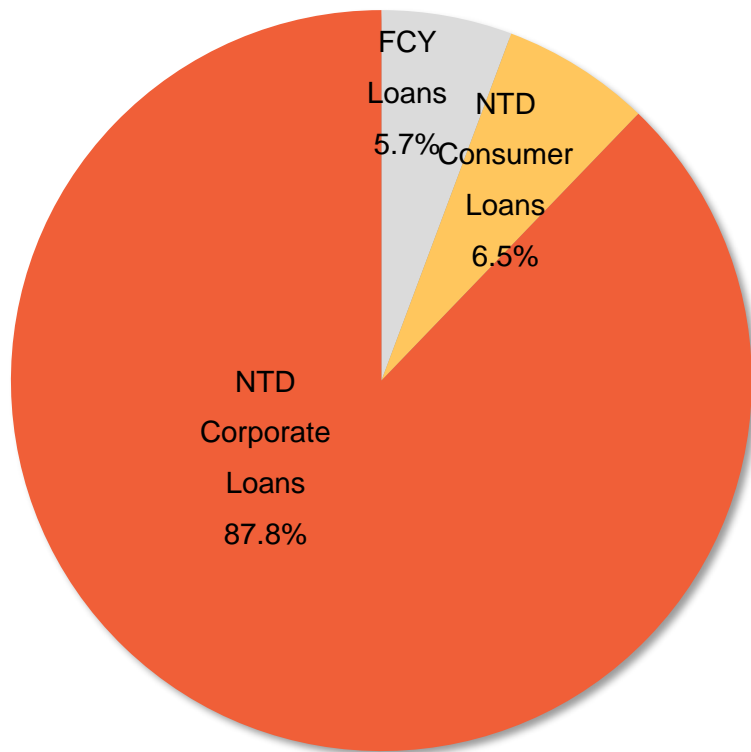
Deposit Breakdown



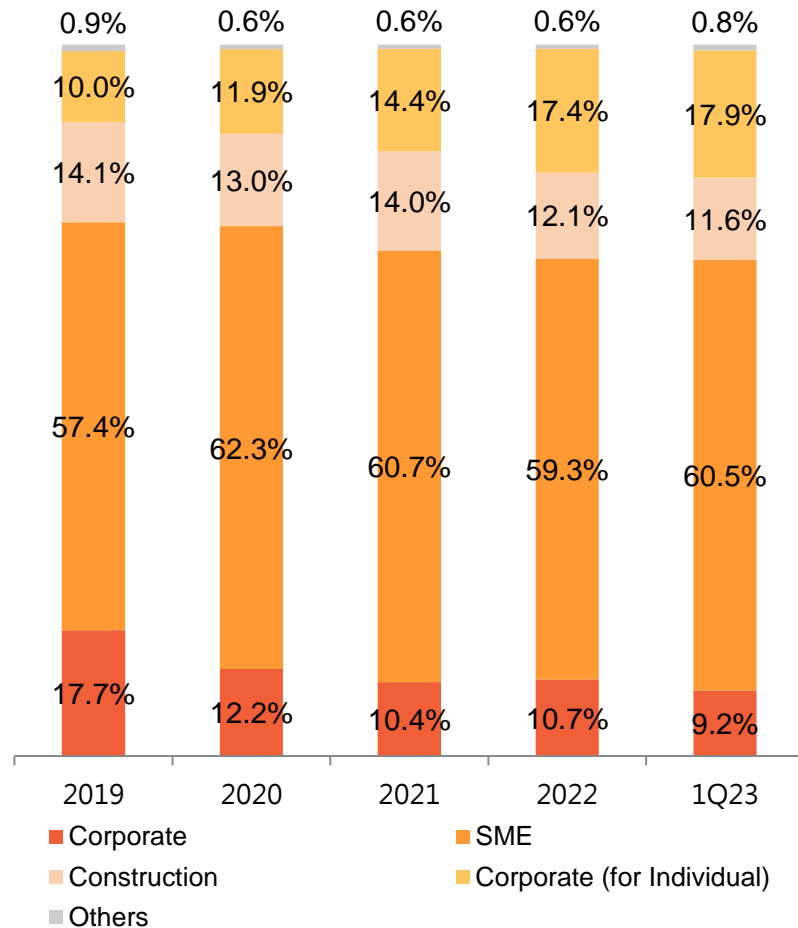


Loan Breakdown

Loan Composition 1Q23

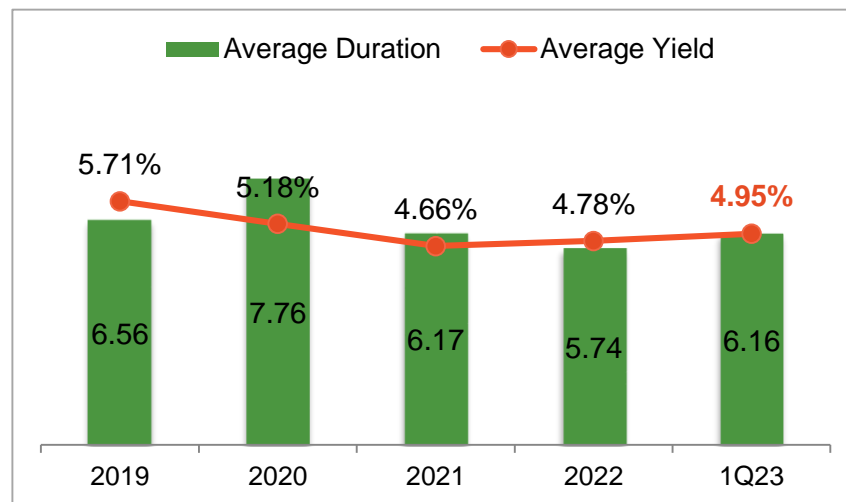
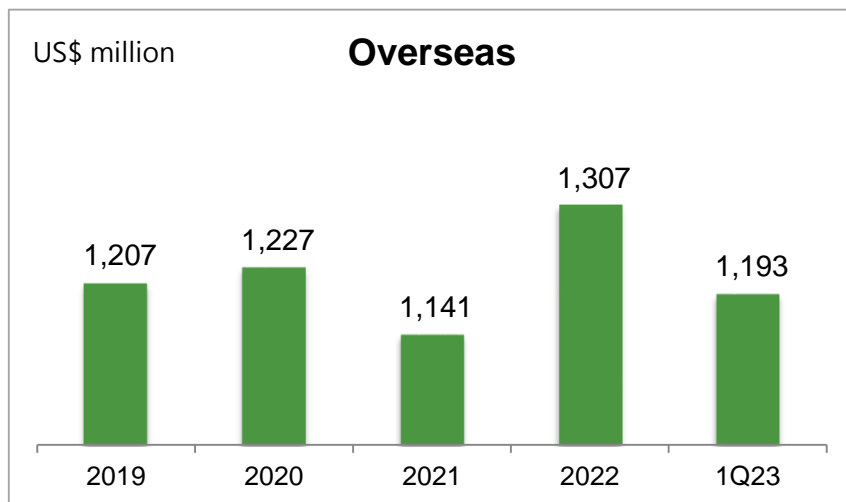
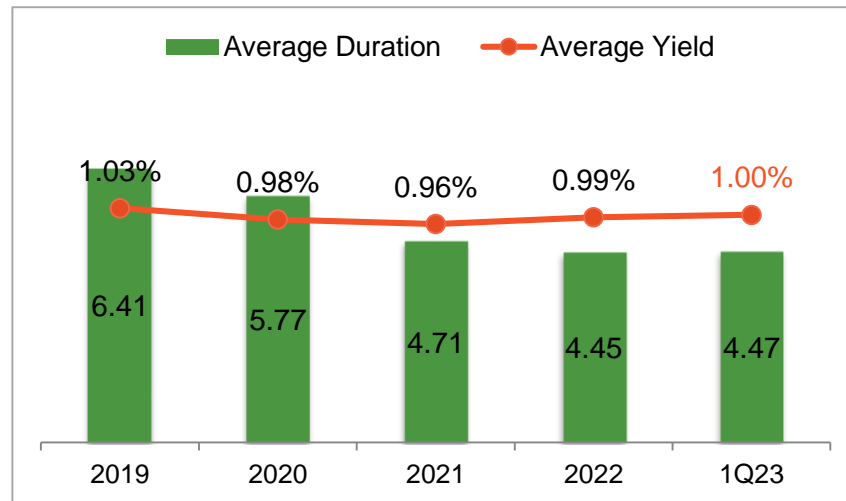
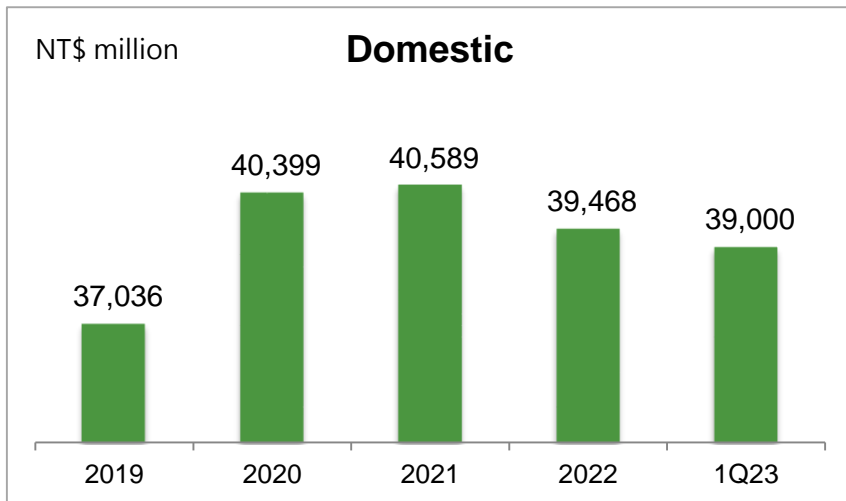


Corporate Loans by Types



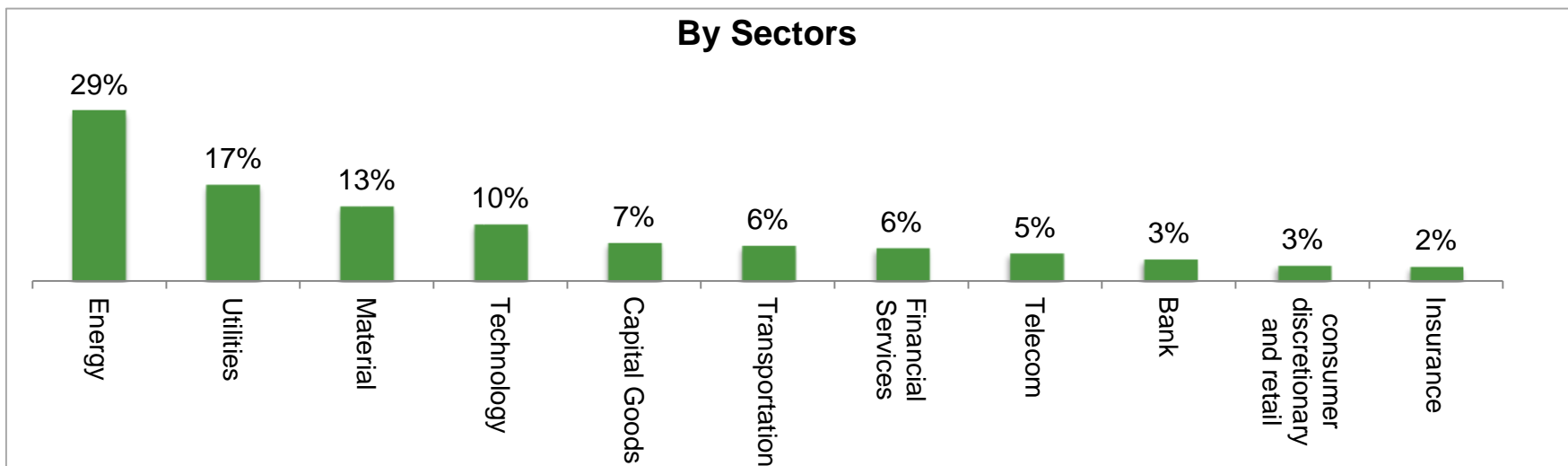
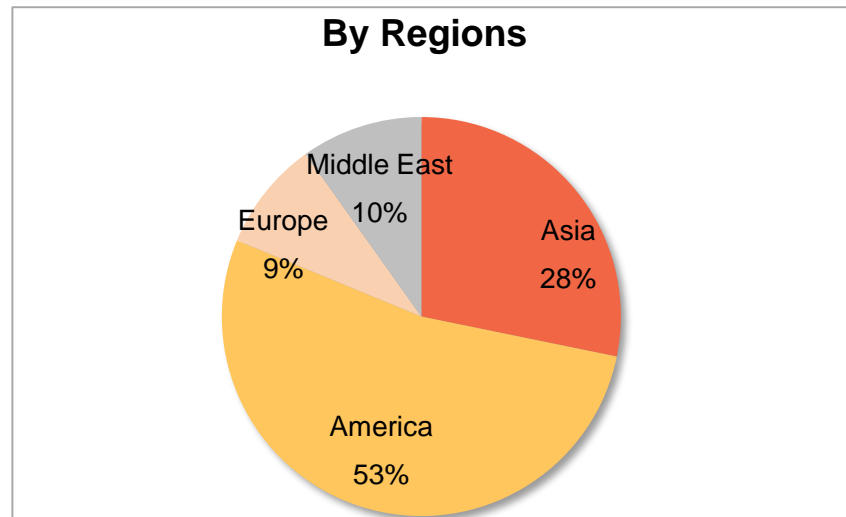
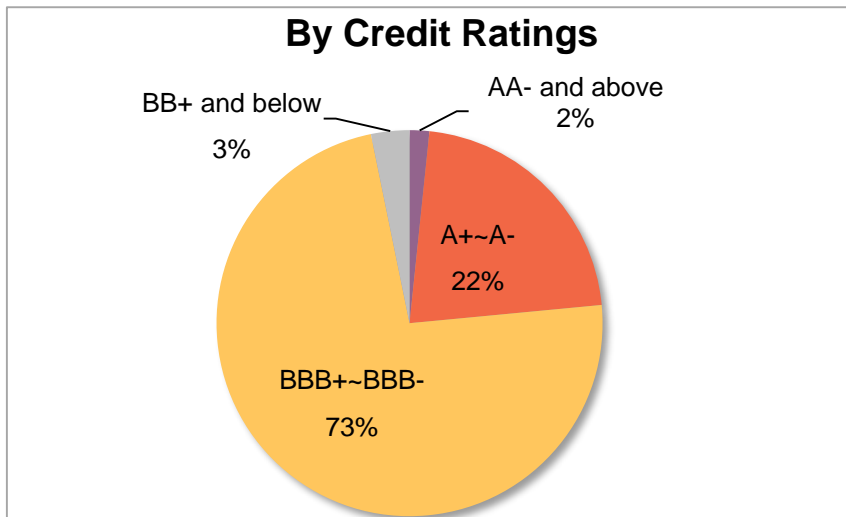


Financial Assets - Fixed Income Investments



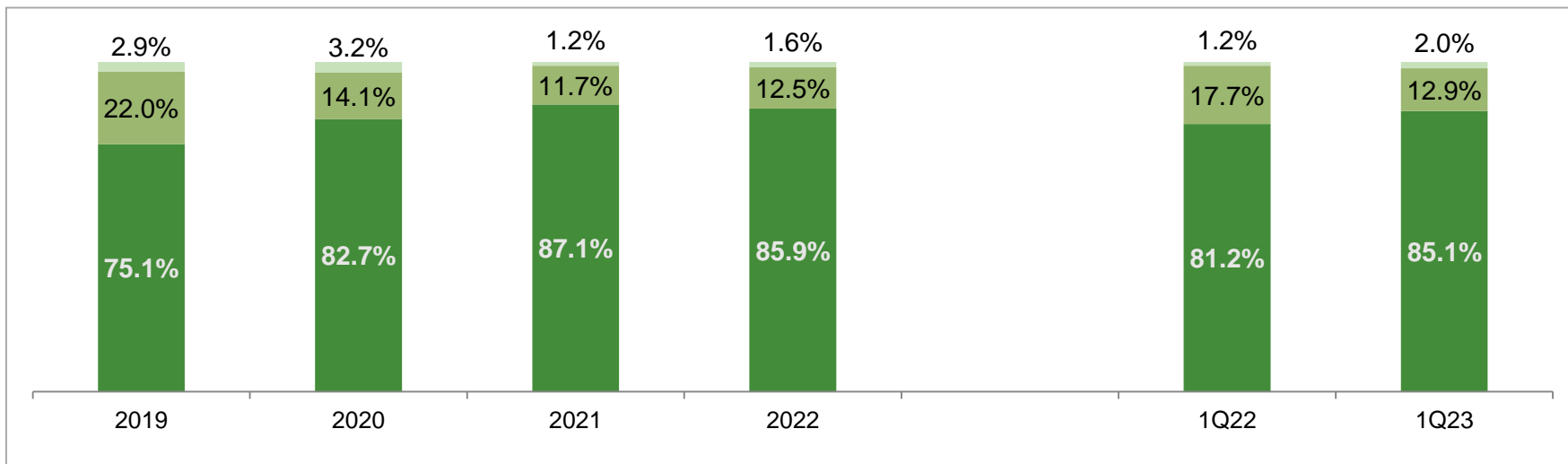
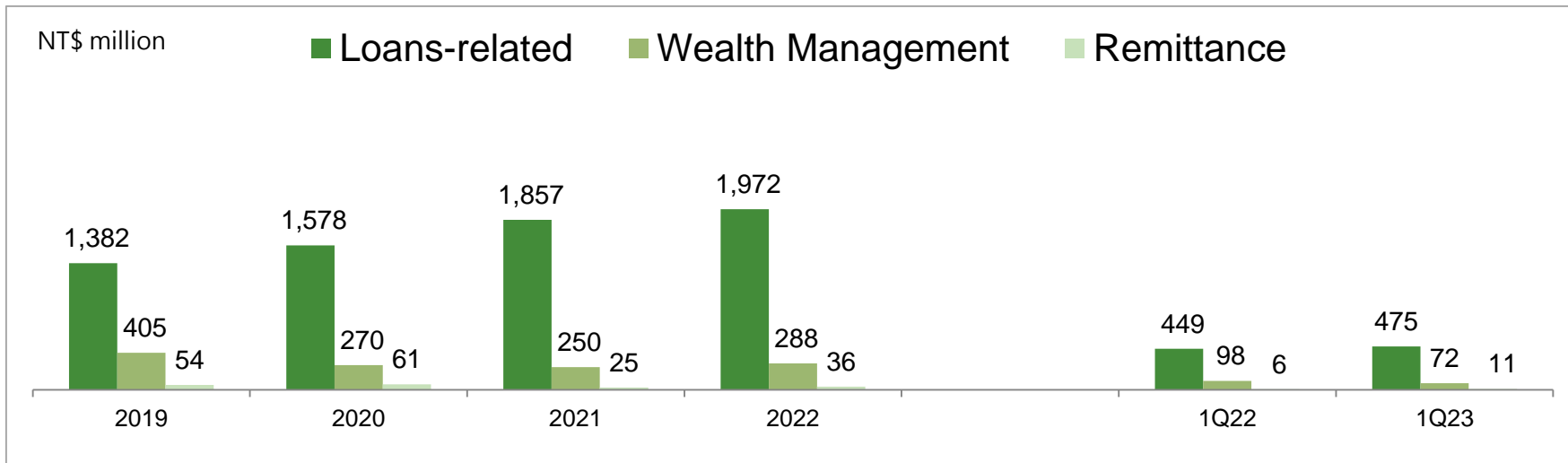


Financial Assets – Overseas Fixed Income Portfolio (1Q23)



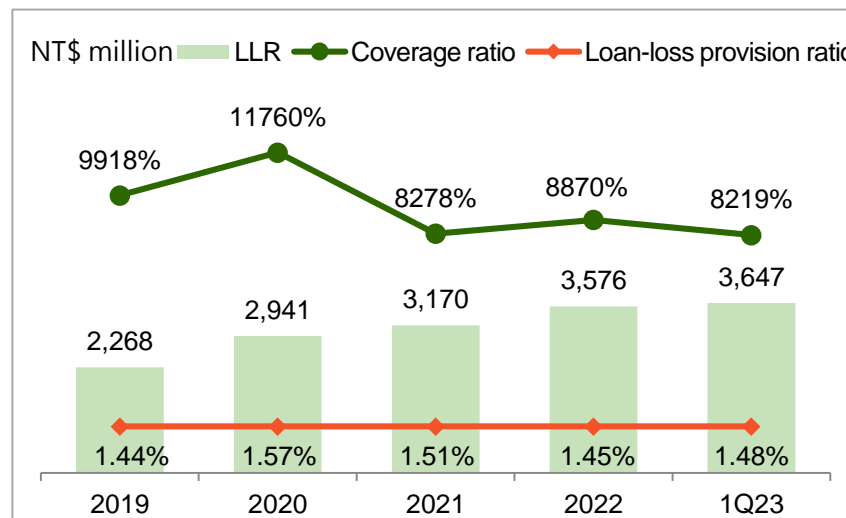
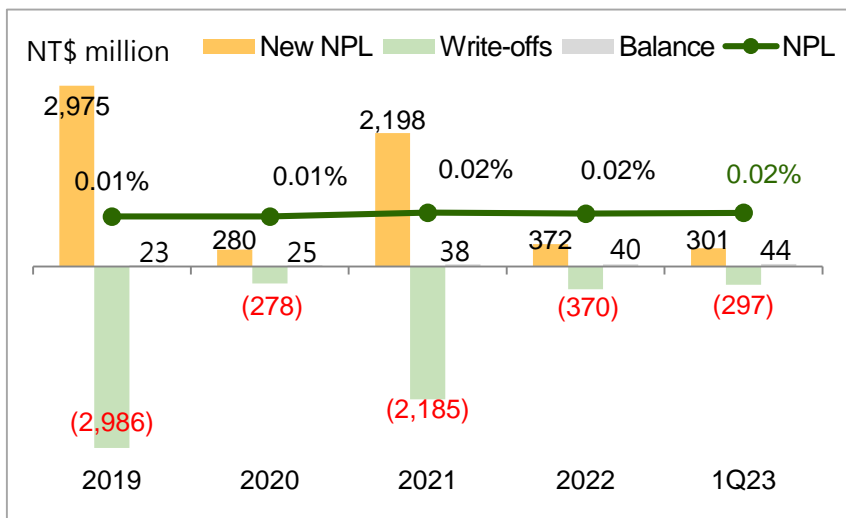
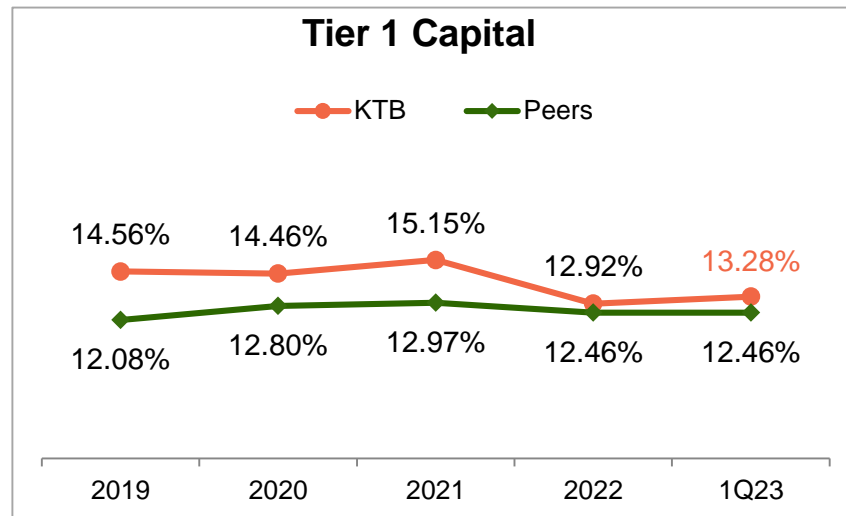
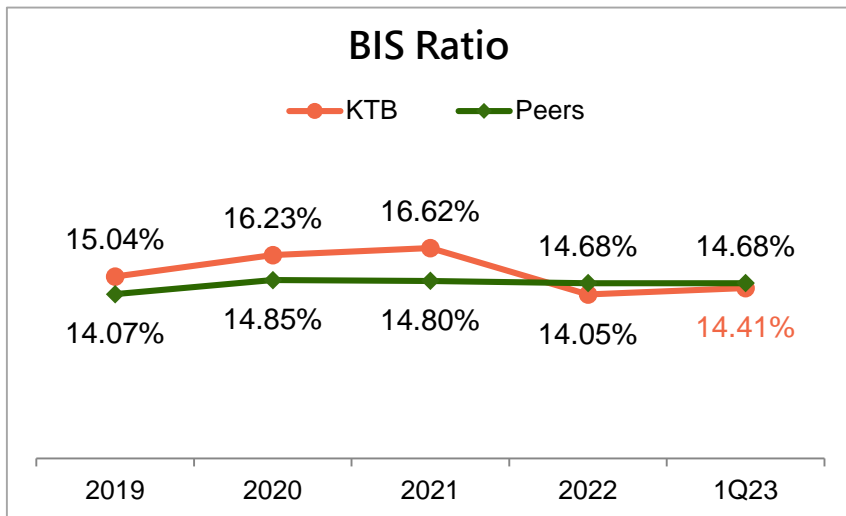


Fee Income





Capital Adequacy and Asset Quality



Note: Peer data is as December 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
 - 25% of deposits
 - 88% of loans
- 43 Non-metro branches, contributing
 - 75% of deposits
 - 12% of loans
- Ranked in the Top 5% in terms of “Corporate Governance Best-Practice for TWSE Listed Companies” for six consecutive years.
- Credit rating affirmed by Fitch at BBB, local rating at A+(tw) \ F1(tw) for 10 consecutive years. Outlook stable in 2023.





Income Statement

NT\$ million

Items	1Q23	1Q22	YoY
Net Interest Income	1,403	1,462	-4%
Net Fee Income	559	553	1%
Other Income	94	(1,414)	-
Revenue	2,056	601	242%
Operating Expense	(652)	(485)	34%
PPOP	1,404	116	1110%
Provision for Loan Reversal	(294)	80	-
Earnings Before Tax	1,110	196	466%
Net Income	840	37	2170%
EPS (Cumulative) (NT\$)	0.76	0.03	2433%



Balance Sheet

NT\$ billion

Items	1Q23	1Q22	YoY	Items	1Q23	1Q22	YoY
Cash, CDs, Interbank Deposits, and R/S	19.4	14.7	32%	Interbank Deposits	29.7	26.8	11%
Securities	98.3	103.6	-5%	Interbank Borrowings			
Loans	243.3	212.0	15%	Deposits	287.8	253.4	14%
Property and Equipment	4.9	4.0	23%	R/P	11.1	11.7	-5%
Other Assets	15.6	11.6	34%	Other Liabilities	8.8	7.1	24%
Total Assets	381.5	345.9	10%	Total Liabilities	337.4	299.0	13%
				Shareholder's Equity	44.1	46.8	-6%



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 !