

# King's Town Bank Operating Results –Q1/2015

# Disclaimer

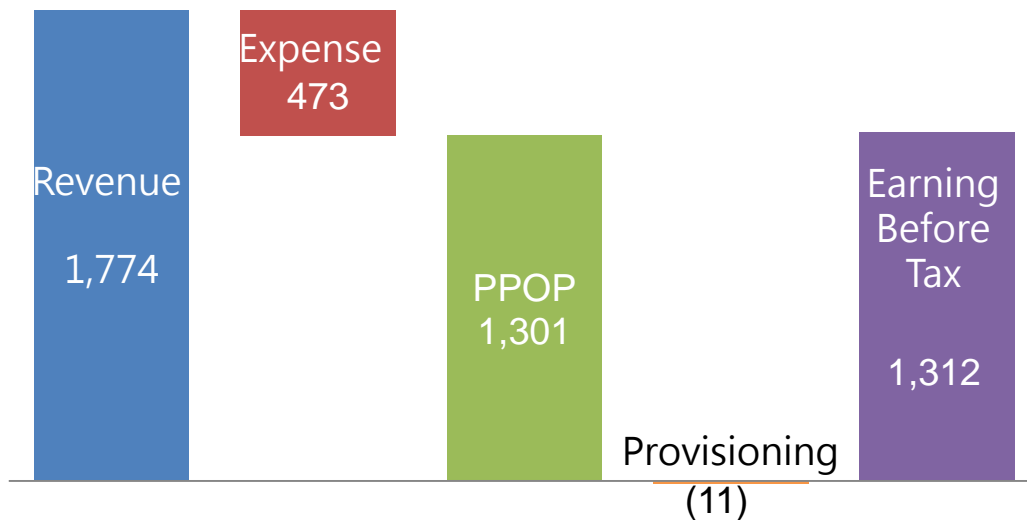
This presentation may include forward looking statements. All statements, other than statements of historical facts, that address activities, events or developments that King' s Town Bank expects or anticipates will or may occur in the future are forward-looking statements. King' s Town Bank' s actual 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 operating results still need to be audited by accountants.

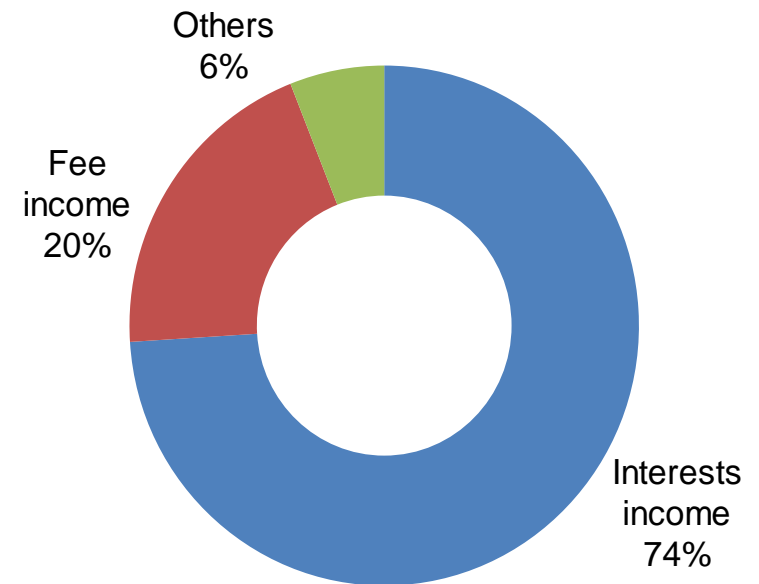
# Revenue Breakdown

NT \$ Million

## Earning



## Revenue Breakdown

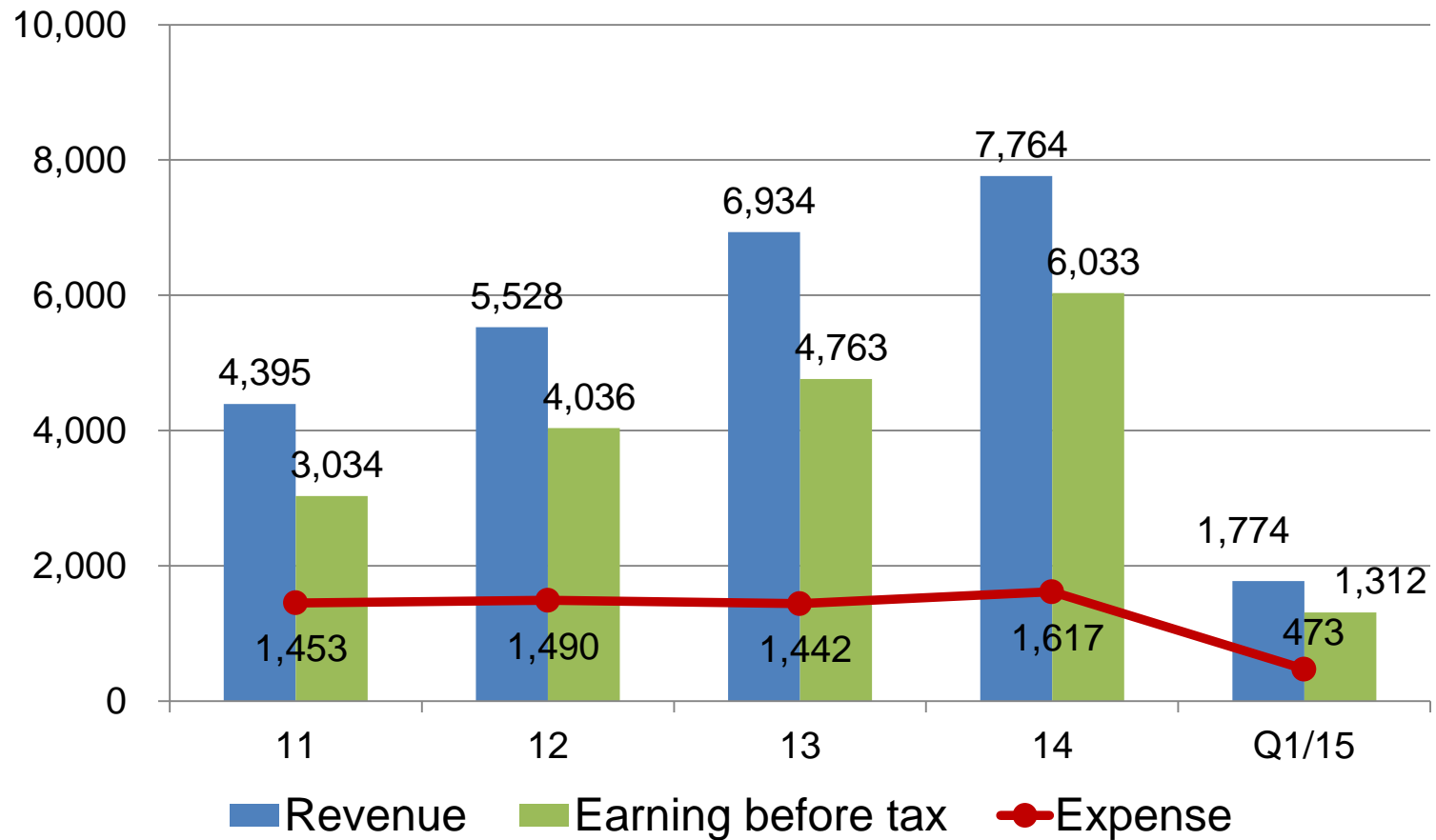


as of Q1/2015

# Revenue Breakdown

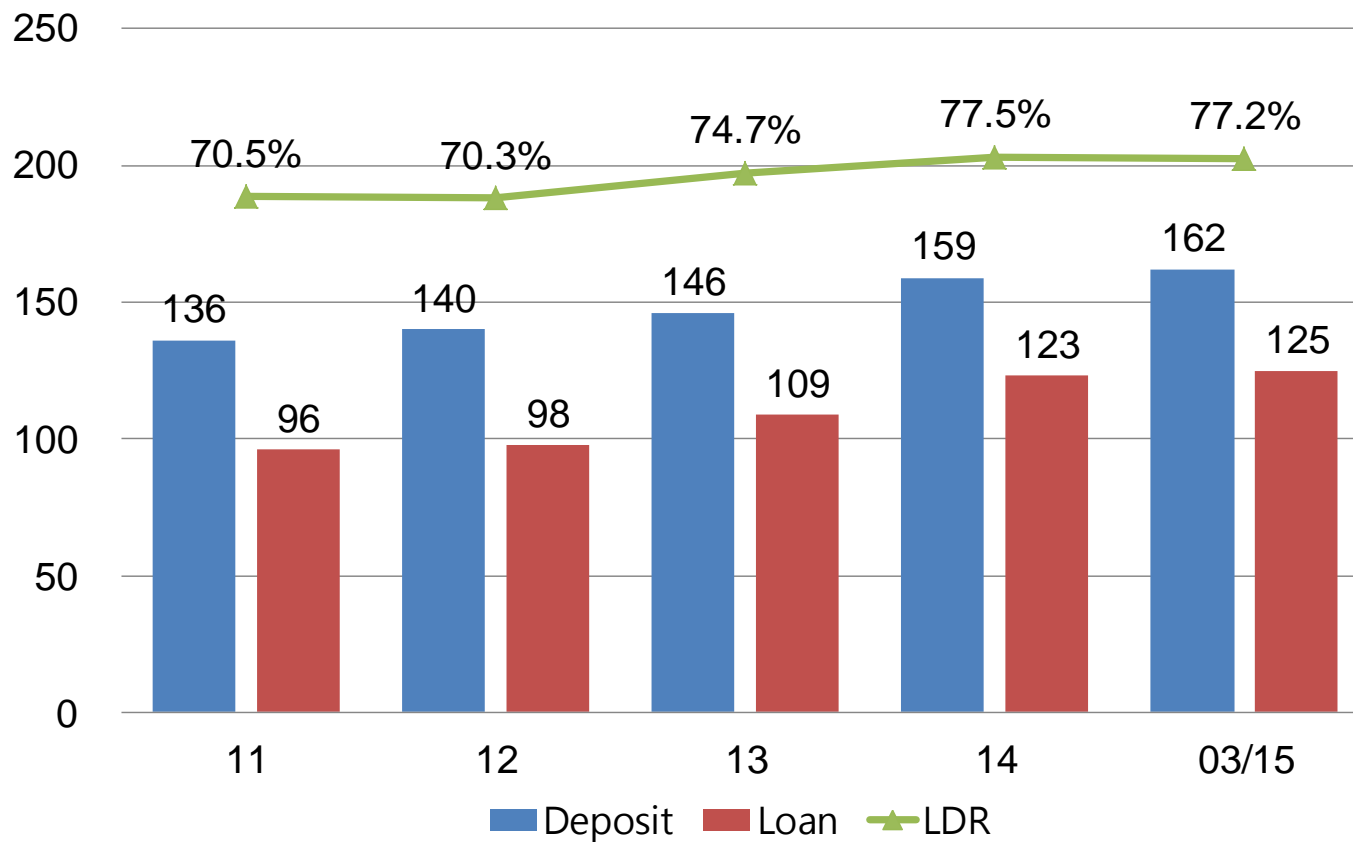
NT \$ Million

## Earning



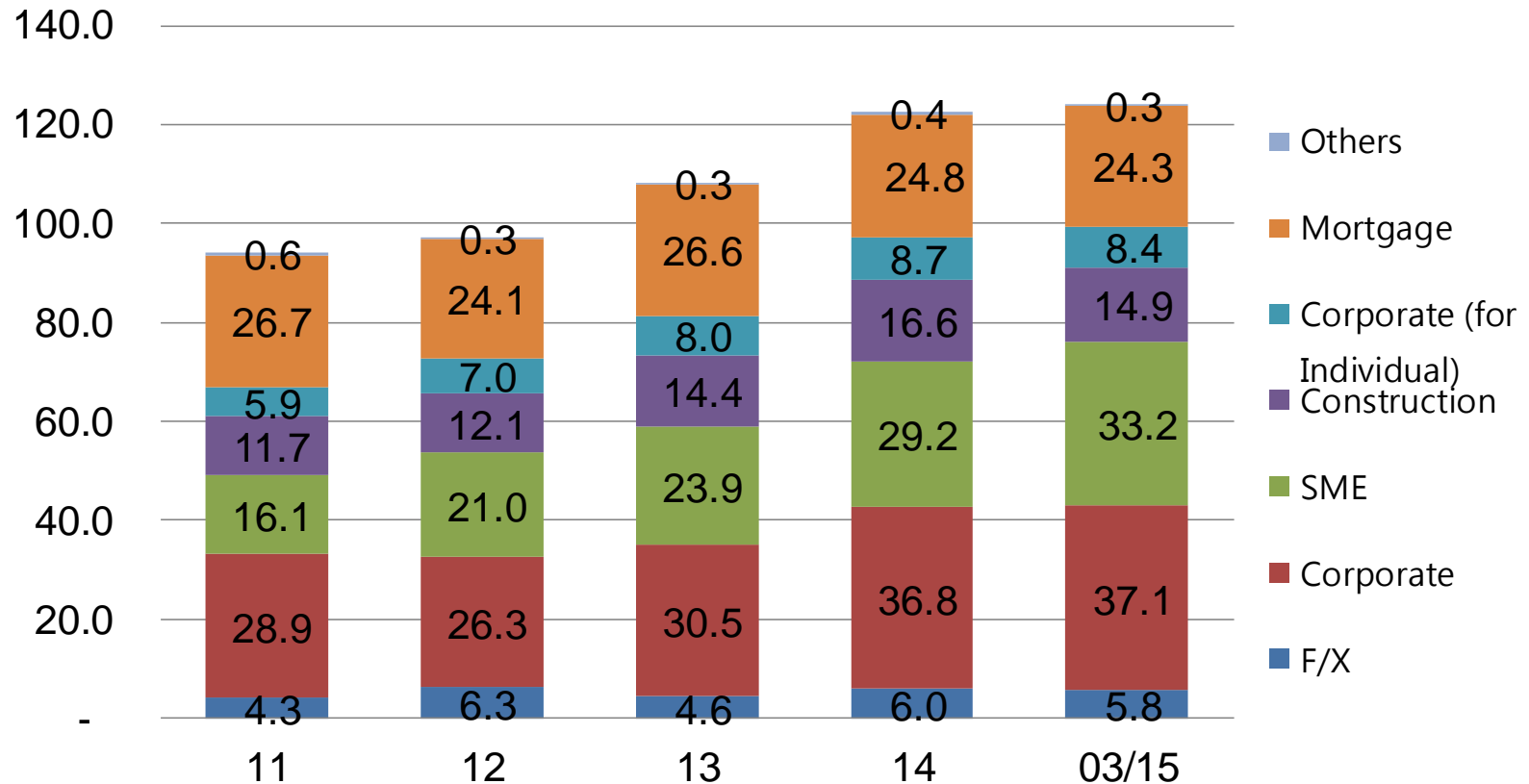
# Loan to Deposit Ratio

NT \$ Billion



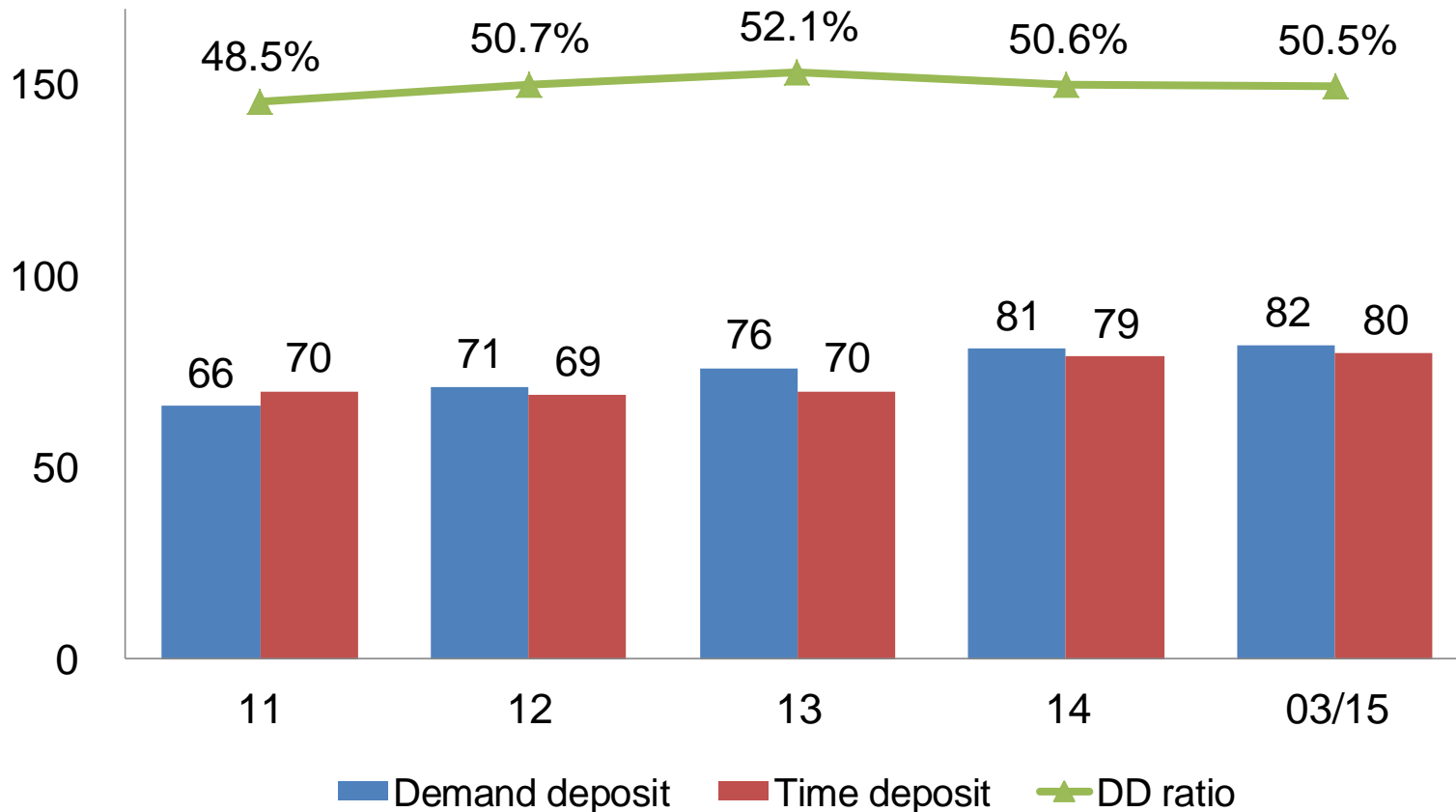
# Loan Breakdown

NT \$ Billion



# Deposit Breakdown

NT \$ Billion



# Financial Asset

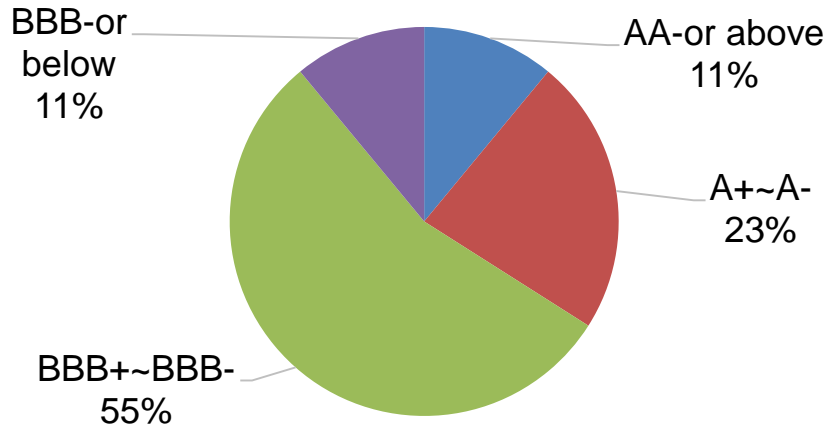
	Position	Average Duration	Average Yield
Domestic Fixed Income Investment (TWD Million)	28,036	3.07	1.21%
Overseas Fixed Income Investment (USD Million)	989	4.48	5.95%

as of 03/2015

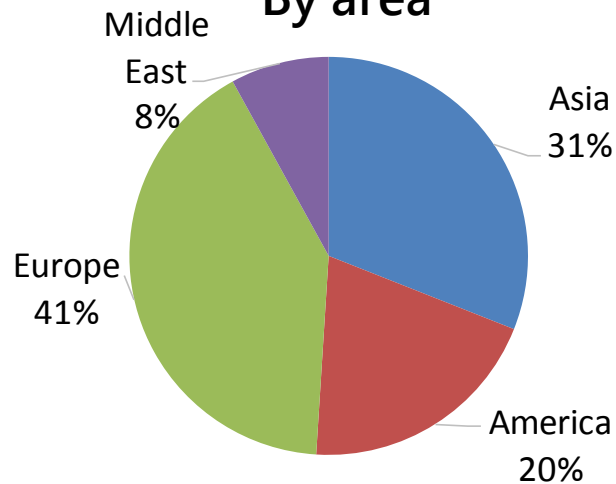


# Financial Asset - Overseas

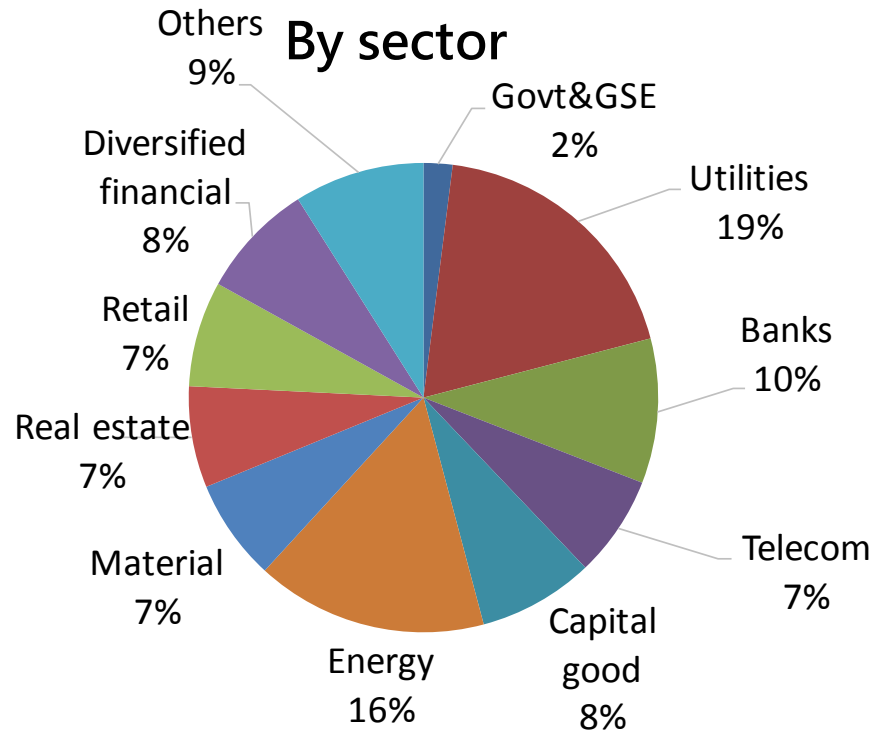
By rating



By area

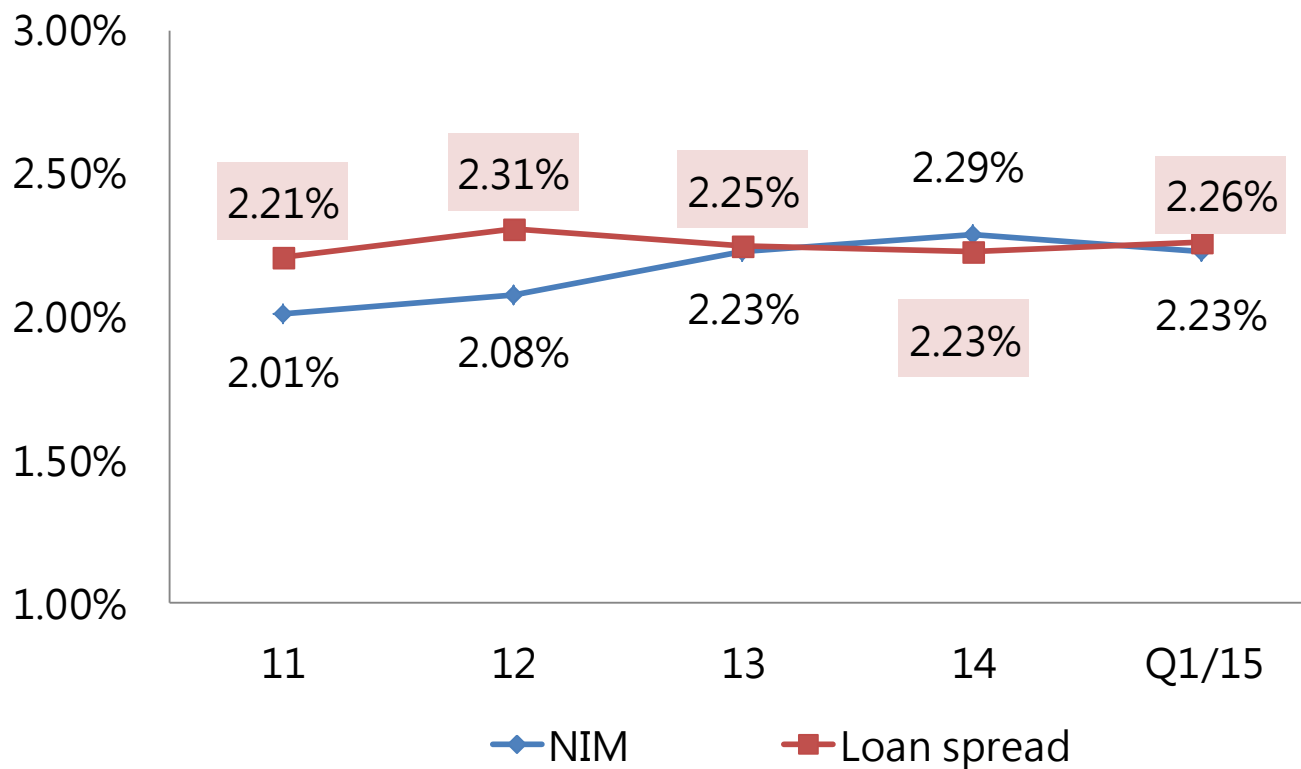


By sector



- Mainly well-known companies' senior debts
- Around 89% balance on investment grade
- Good liquidity and re-financeable
- Diversified in nations and industries

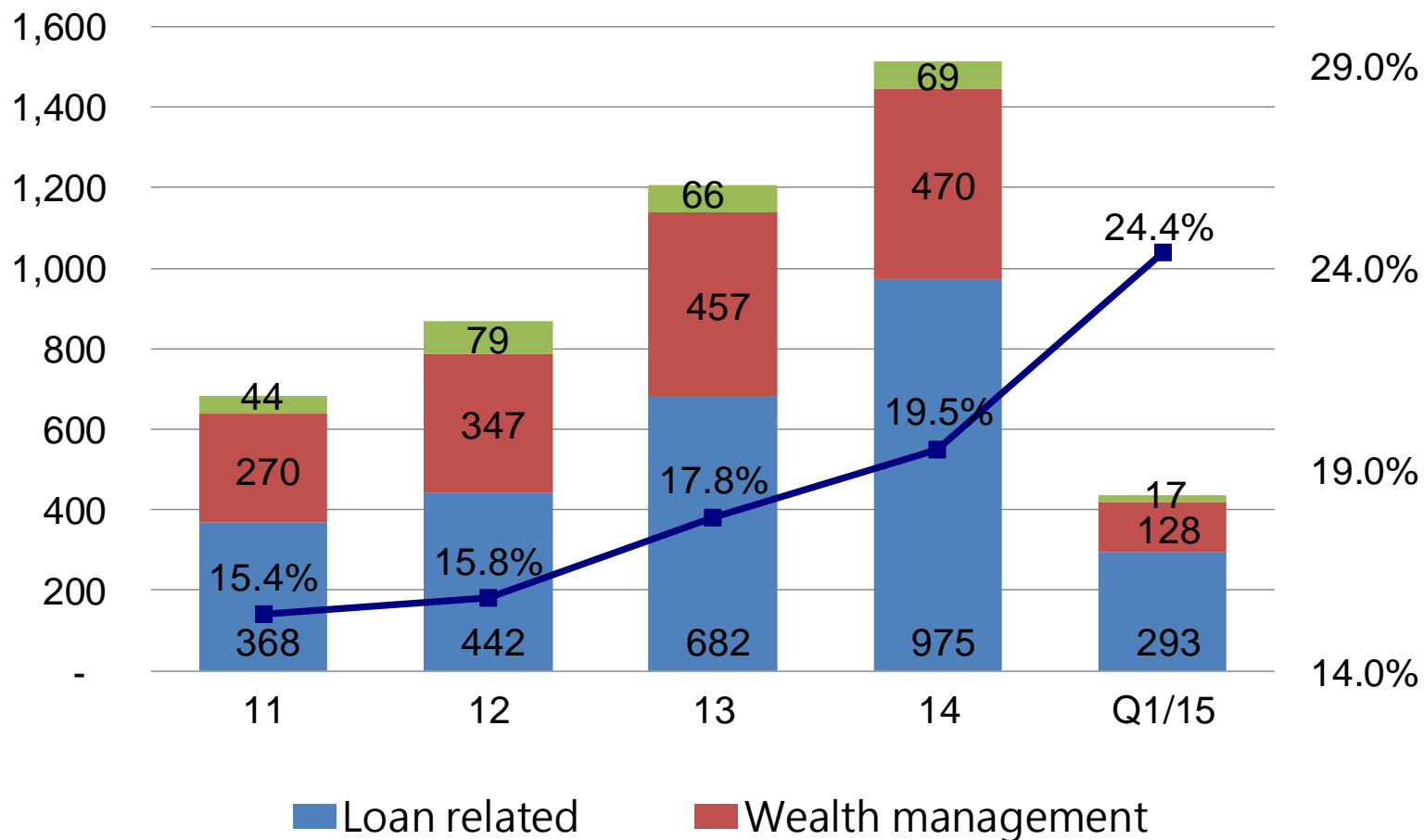
# Loan Spread & NIM



\*Loan spread calculation including NTD and F/X loans

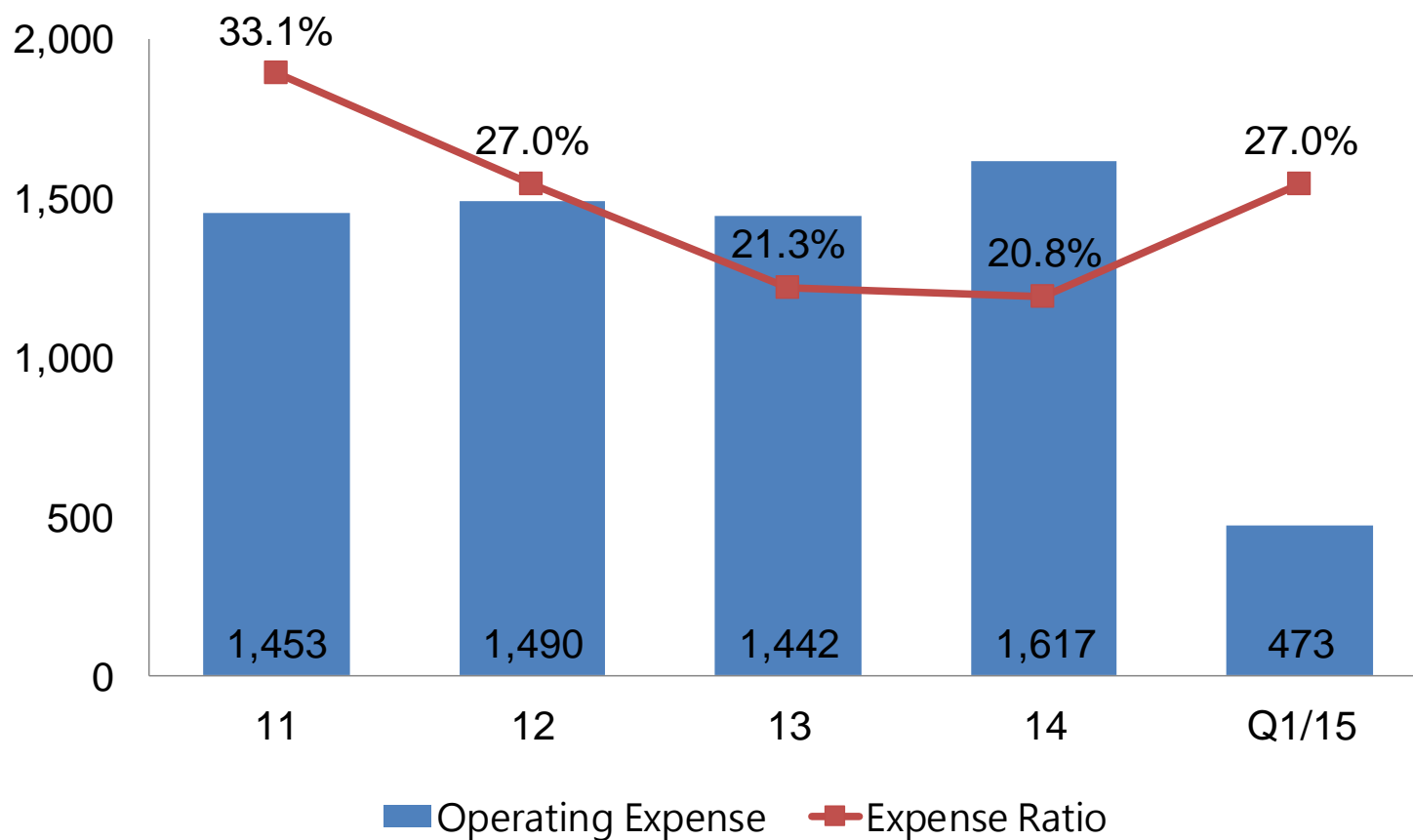
# Fee Income

NT \$ Million

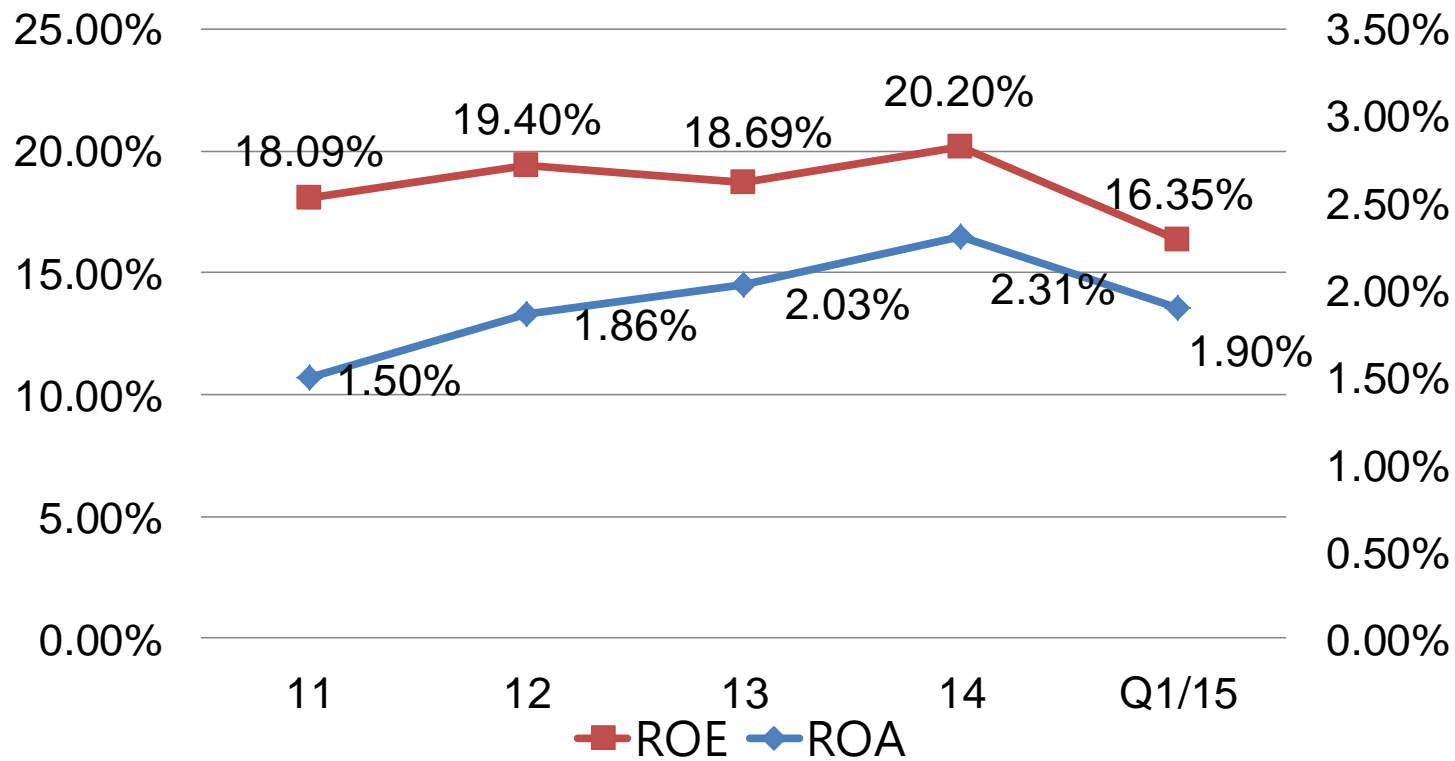


# Expense Ratio

NT \$ Million

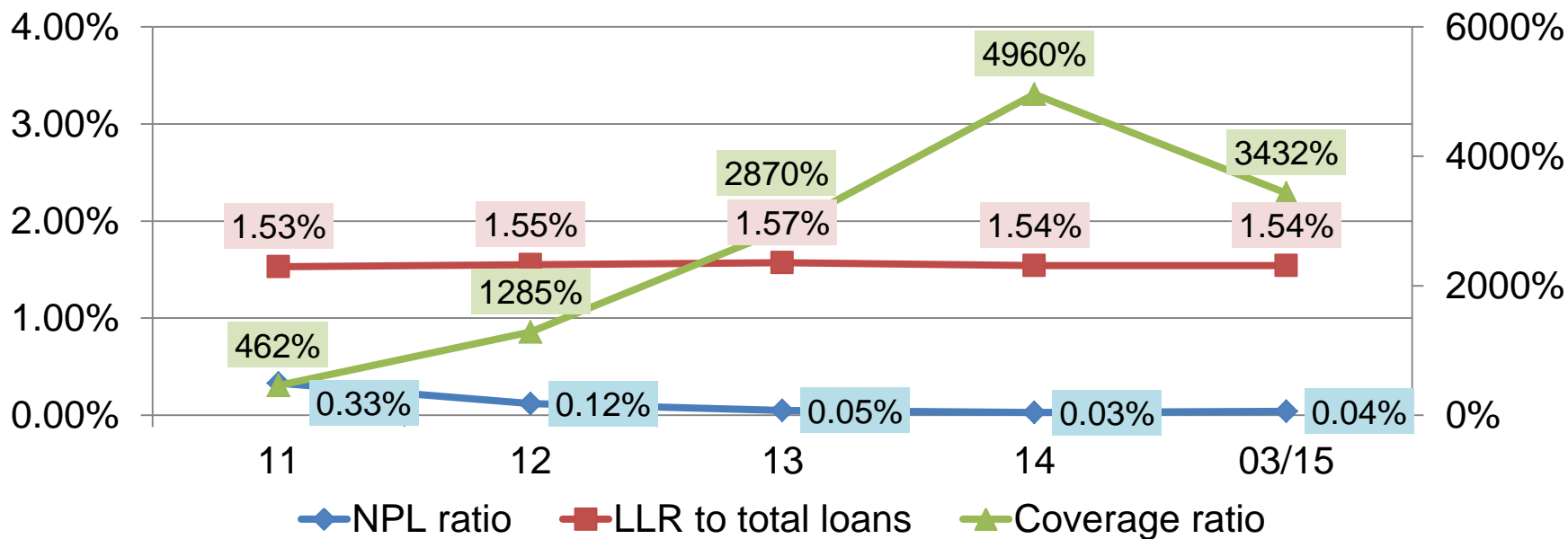
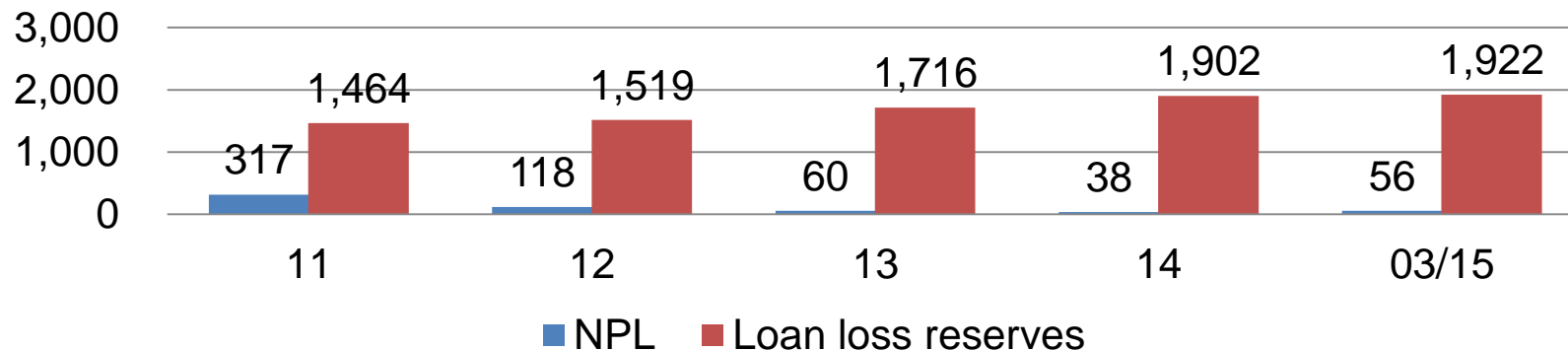


# ROA & ROE



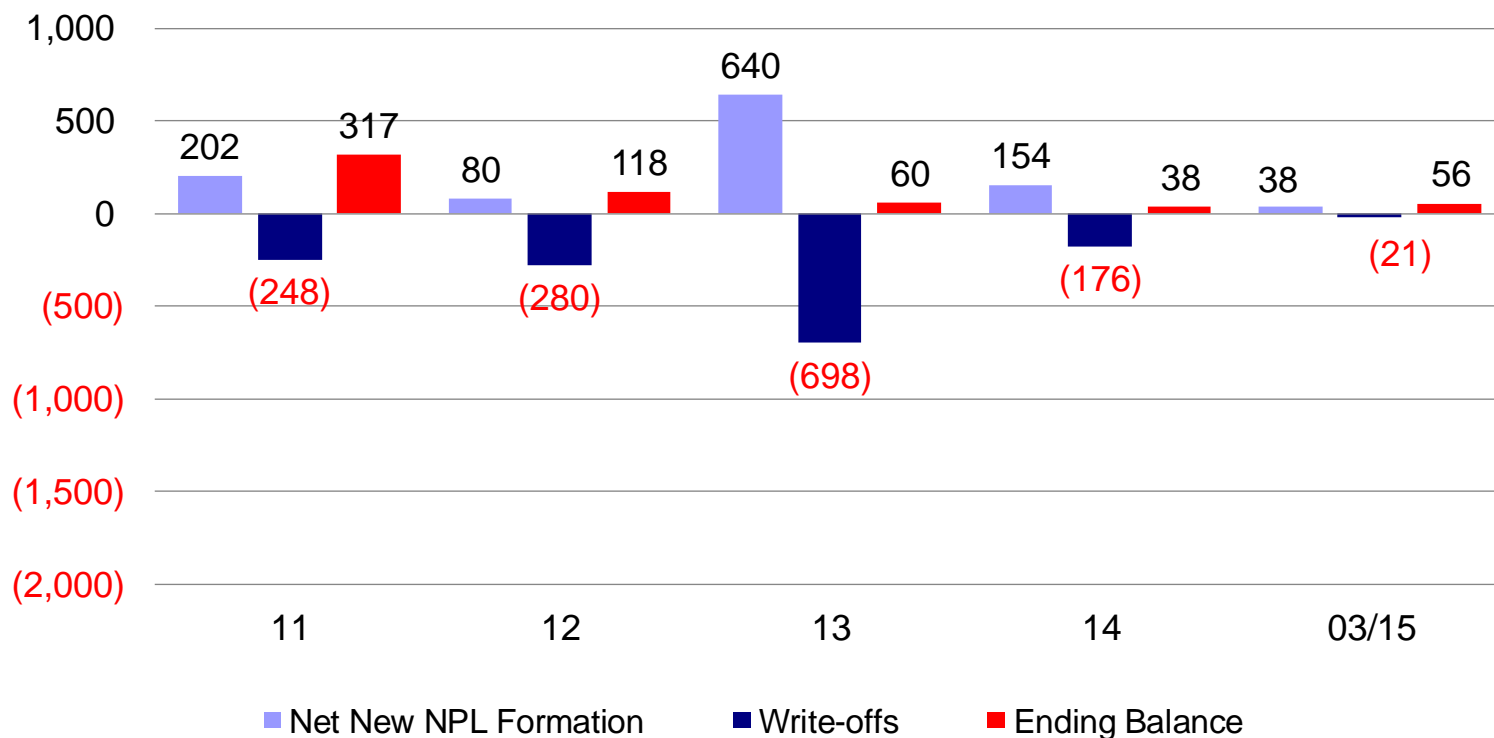
# Asset Quality

NT \$ Million

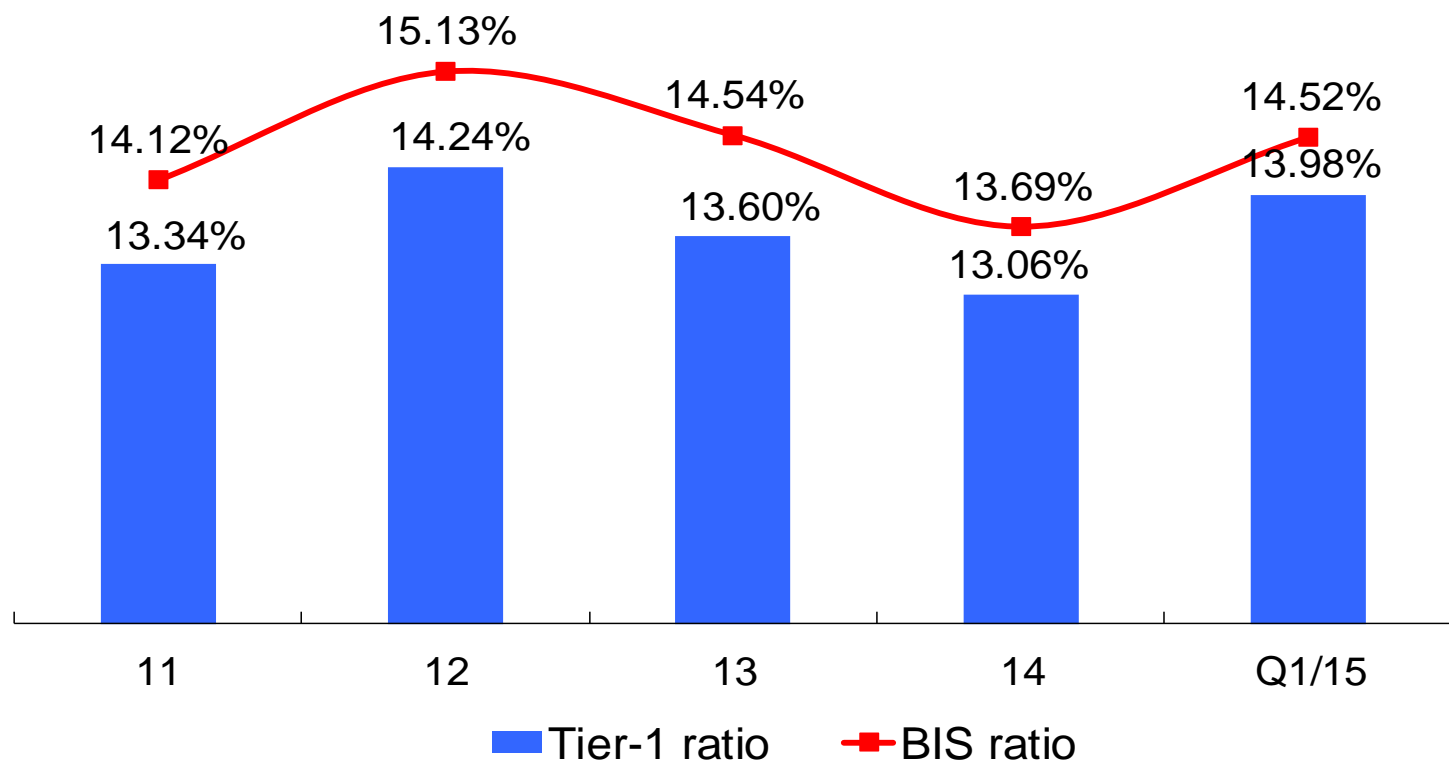


# New NPL Formation and Write-off

NT \$ Million



# Capital Adequacy



\*Capital Adequacy is based on individual statement



# Appendix - Income Statement

NT \$ Million

	1Q14	1Q15	YoY
Net Interest Income	1,177	1,312	11%
Net Fee Income	412	437	6%
Other Income	169	46	-73%
Revenue	1,758	1,795	2%
Operating Expense	349	480	38%
PPOP	1,409	1,315	-7%
Provision for Loan Loss	-41	-11	-73%
Income before Tax	1,450	1,326	-9%
Net Income	1,265	1,146	-9%
EPS(Cumulative)(NT\$)	1.05	0.95	-10%

# Appendix - Balance Sheet

NT \$ Billion

Items	Q1/2014	Q1/2015	YoY	Items	Q1/2014	Q1/2015	YoY
Cash , NCD , Interbank Deposits, and R/S	52.4	45.4	-13%	Interbank Deposits , Interbank borrowings	20.0	20.0	-
Securities	52.7	65.7	25%	Deposits	147.6	161.9	10%
Loans	112.3	122.8	9%	R/P	26.3	24.1	-8%
Property and Equipment	2.7	2.5	-7%	Other Liabilities	2.0	3.4	70%
Other Assets	1.8	1.9	6%	Total Liabilities	195.9	209.4	7%
Total Assets	221.9	238.3	7%	Shareholder's Equity	26.0	28.9	11%

# Appendix - Introduction

- Est. in 1948, former Tainan Business Bank
- Headquarter in Tainan City, 1.9 mns population, one of the 5 largest cities
- Total 64 branches, around 75% in Southern Taiwan. One new branch schedule to commence operation in Changhua 2015.
- Paid-in capital NTD 12 bns
- Fitch A+(tw), F1(tw)
- QFII holdings: 30.53% (2015/03/31)

21 Metro branches  
-Deposits 16%  
-Loans 78%  
(incl. Kaohsiung)

43 Non-metro branches  
-Deposits 84%  
-Loans 22%

