

Stock No : 2812

Taichung Commercial Bank 2021 Q1 Investor Conference



2021.5.24

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Agenda

- Financial Highlights
- Financial Review
- Financial Information
- Appendix

2021 Q1 Financial Highlight

Profitability

- Net Profit after tax 1.1 billions, 28.41% growth over the same period last year.
- EPS 0.27, 17.39% growth over the same period last year.

Asset quality

- NPL ratio 0.22%、NPL coverage ratio 646.93%.

Capital adequacy

- Consolidated : Capital Adequacy Ratio 13.93%、Tier I Capital Ratio 12.87%、Common Equity Ratio 10.73%.
- Individual : Capital Adequacy Ratio 13.38%、Tier I Capital Ratio 12.82%、Common Equity Ratio 10.87%.

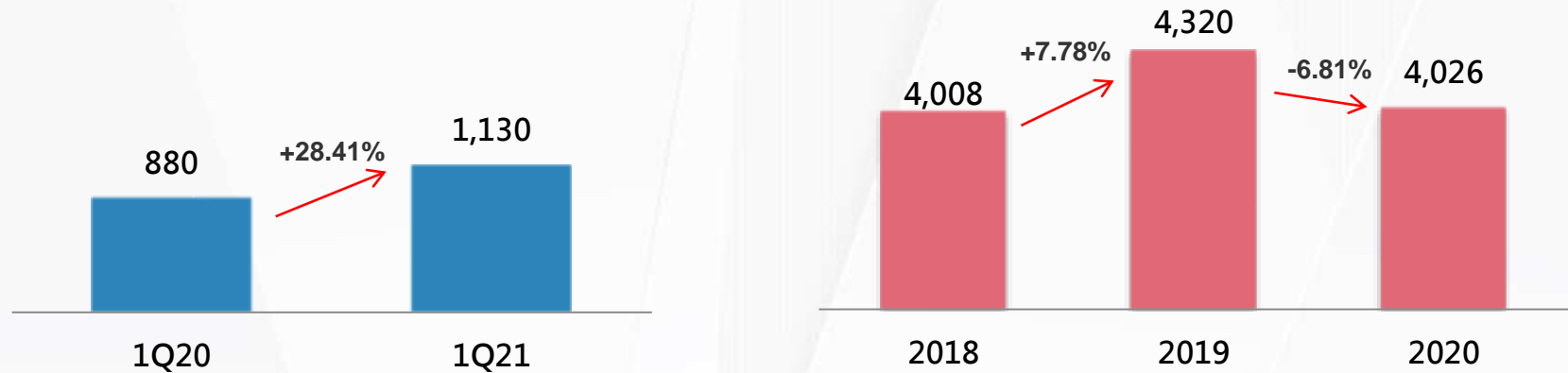
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Profitability

Net Profit

(NT\$ Million)



EPS

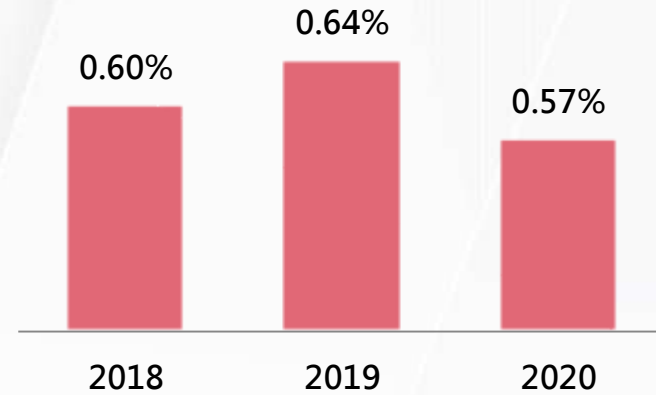
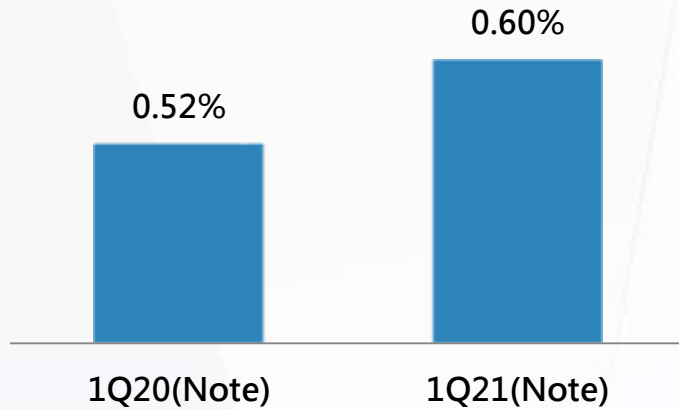
(NT\$)



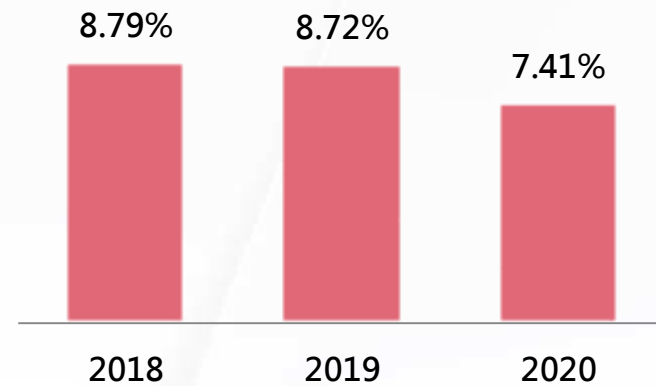
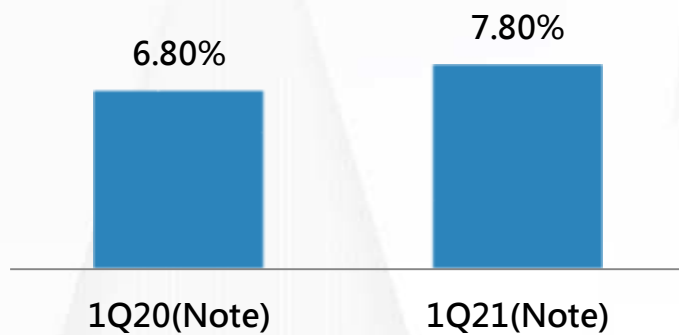
Note : The EPS of 2019 was adjusted retroactively as 1.11. The growth rate between 2019 and 2020 declined by 7.21%.

Profitability

ROA

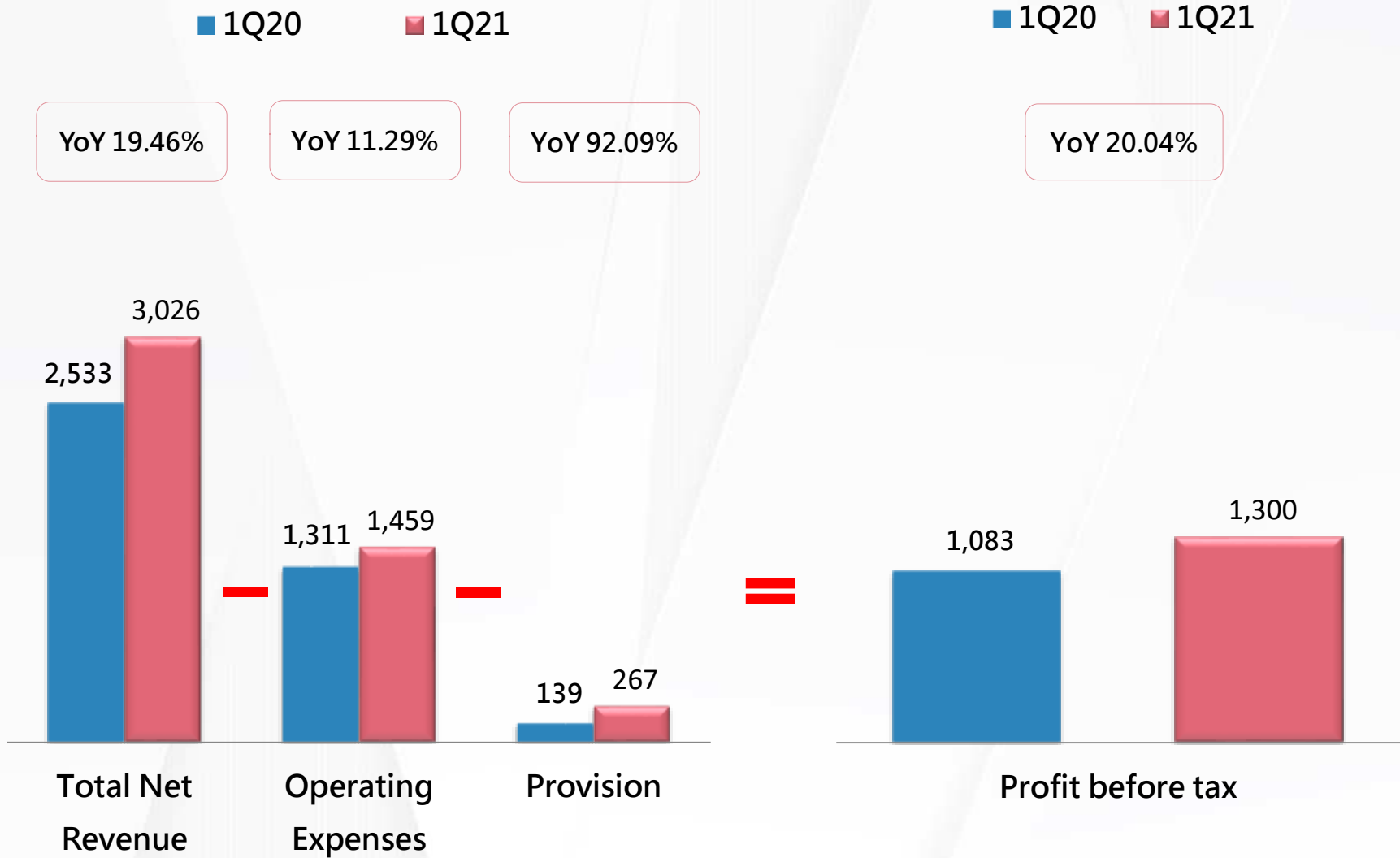


ROE



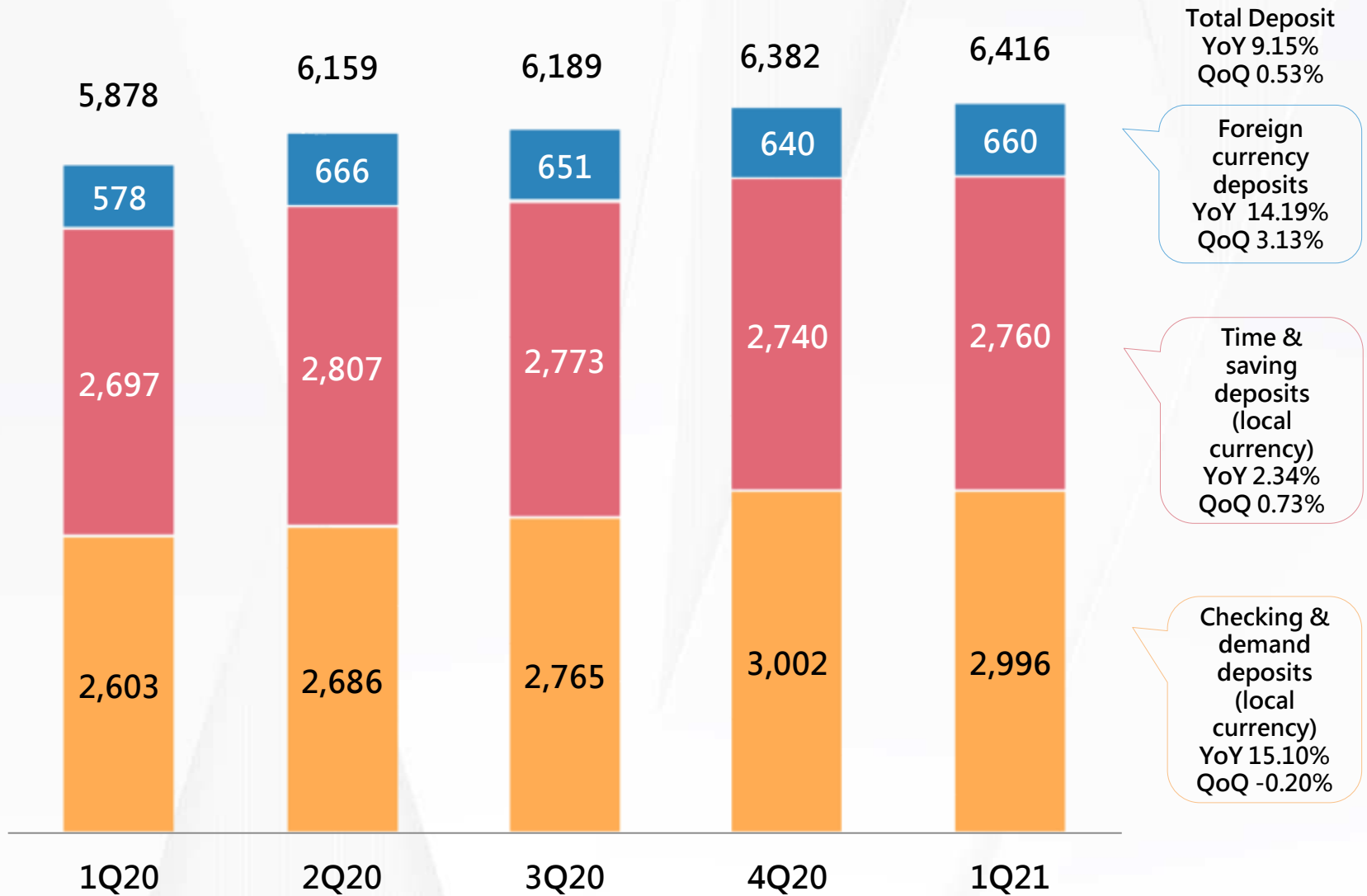
Change in Net Profit

(NT\$ Million)  台中銀行
TAICHUNG BANK

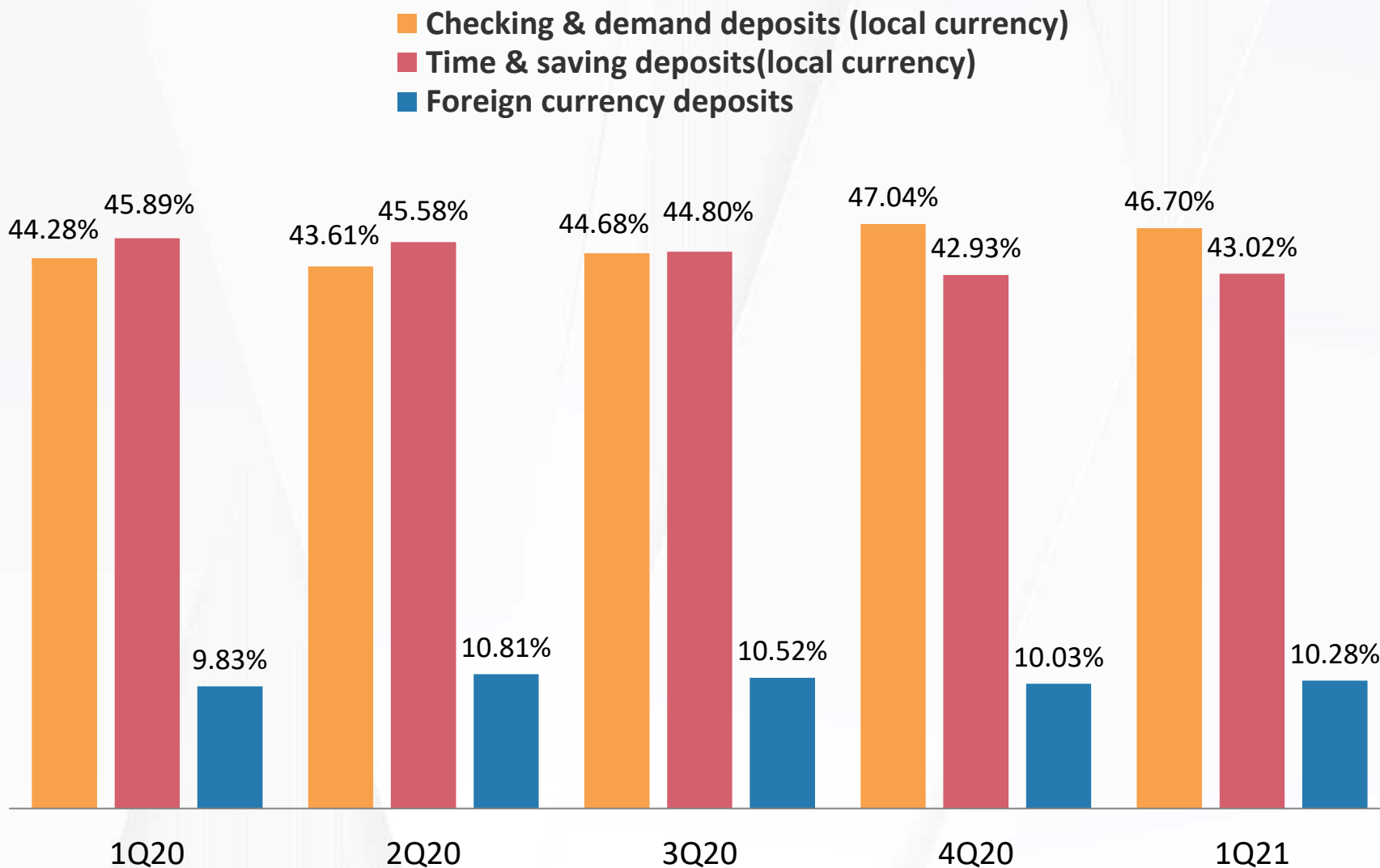


Deposit Breakdown

(NT\$ Hundred Million)  台中銀行
TAICHUNG BANK

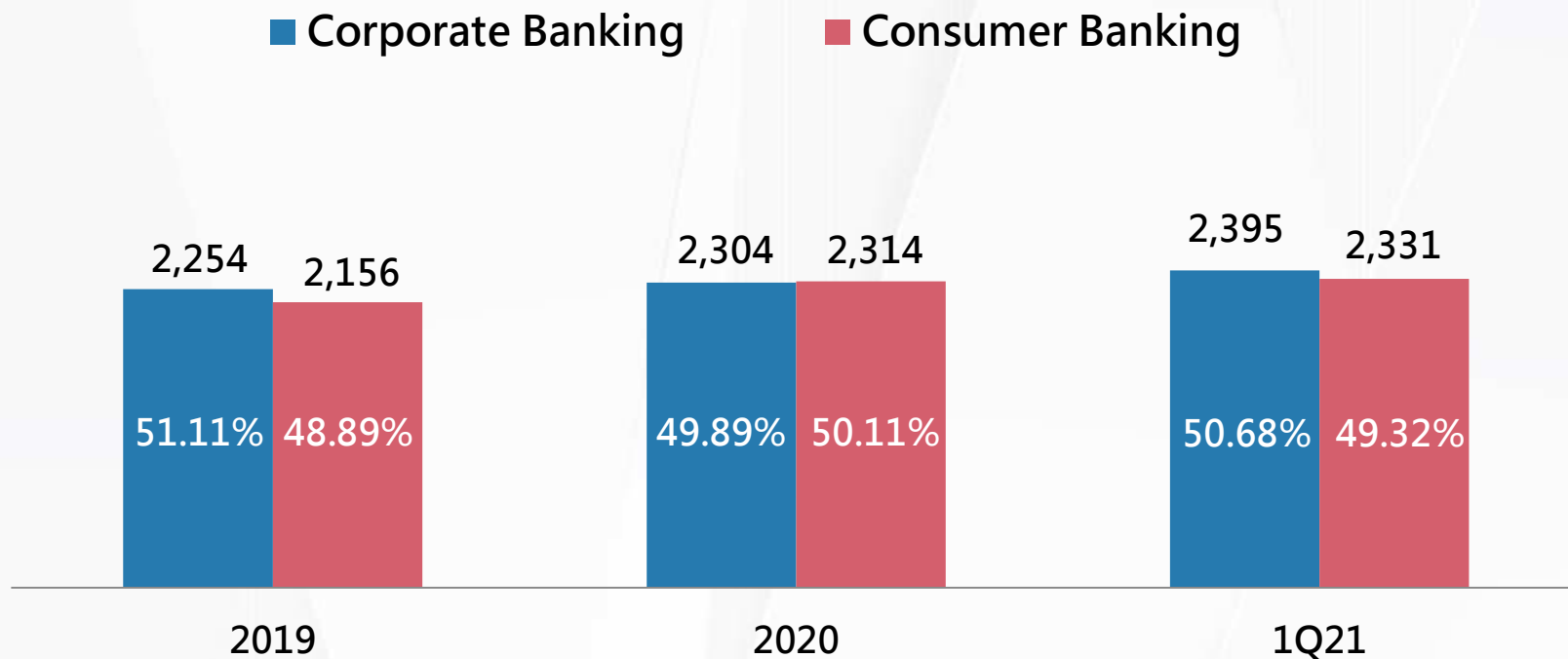


Deposit Structure



Loan Structure

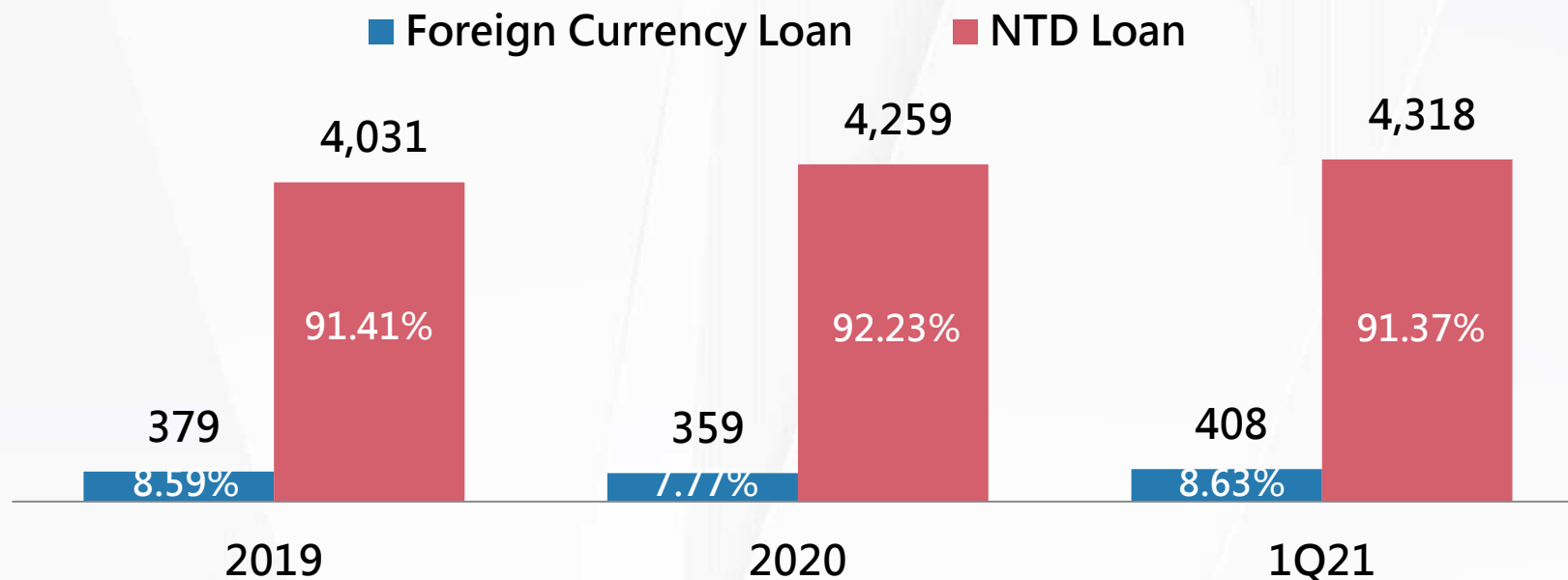
(NT\$ Hundred Million)  台中銀行
TAICHUNG BANK



	2019	2020	1Q21	QoQ
Corporate Banking	2,254	2,304	2,395	3.95%
Consumer Banking	2,156	2,314	2,331	0.73%
Total	4,410	4,618	4,726	2.34%

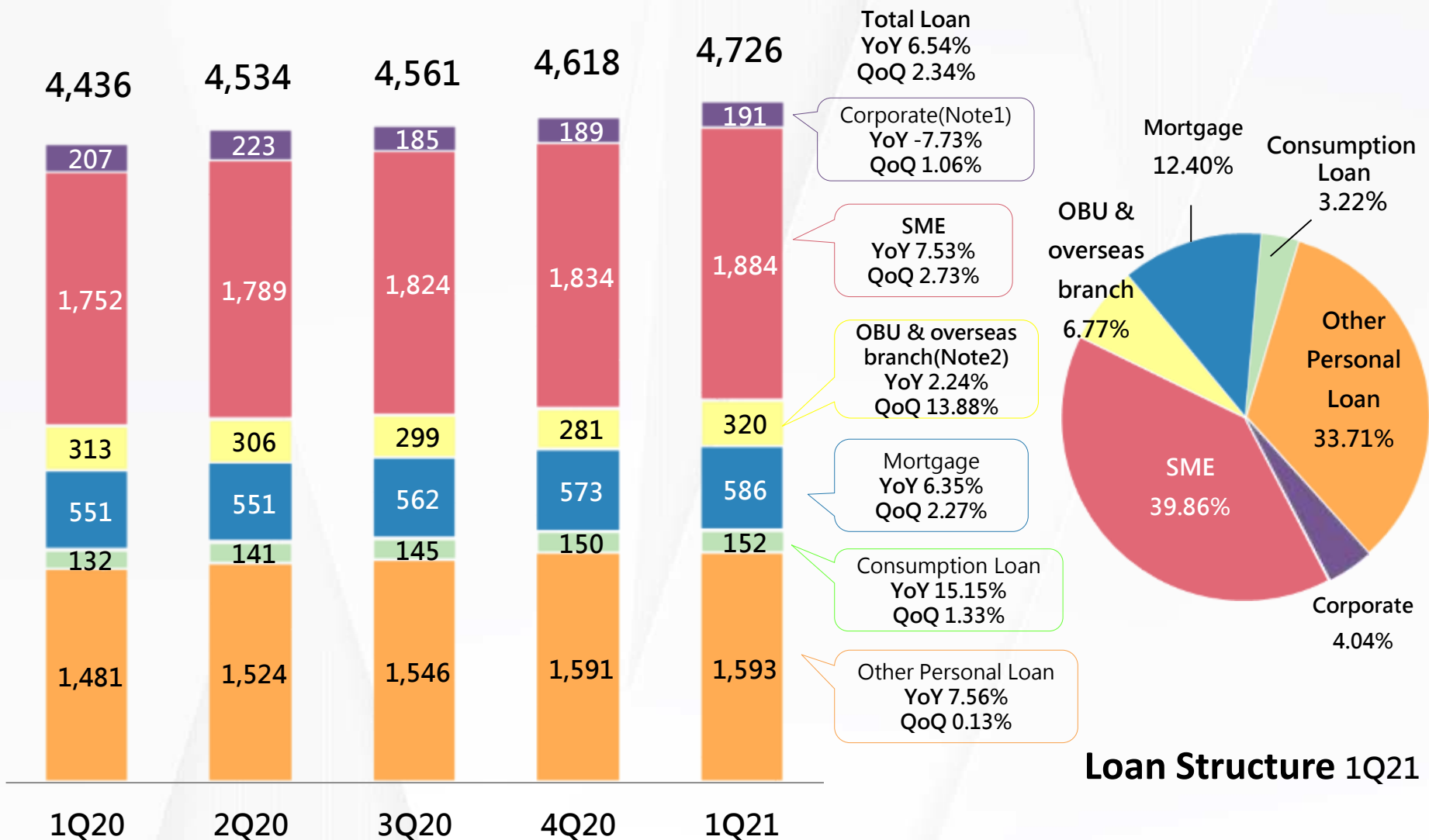
Loan Structure by Currency

(NT\$ Hundred Million)



	2019	2020	1Q21	QoQ
NTD Loan	4,031	4,259	4,318	1.39%
Foreign Currency Loan	379	359	408	13.65%
Total	4,410	4,618	4,726	2.34%

Loan Breakdown

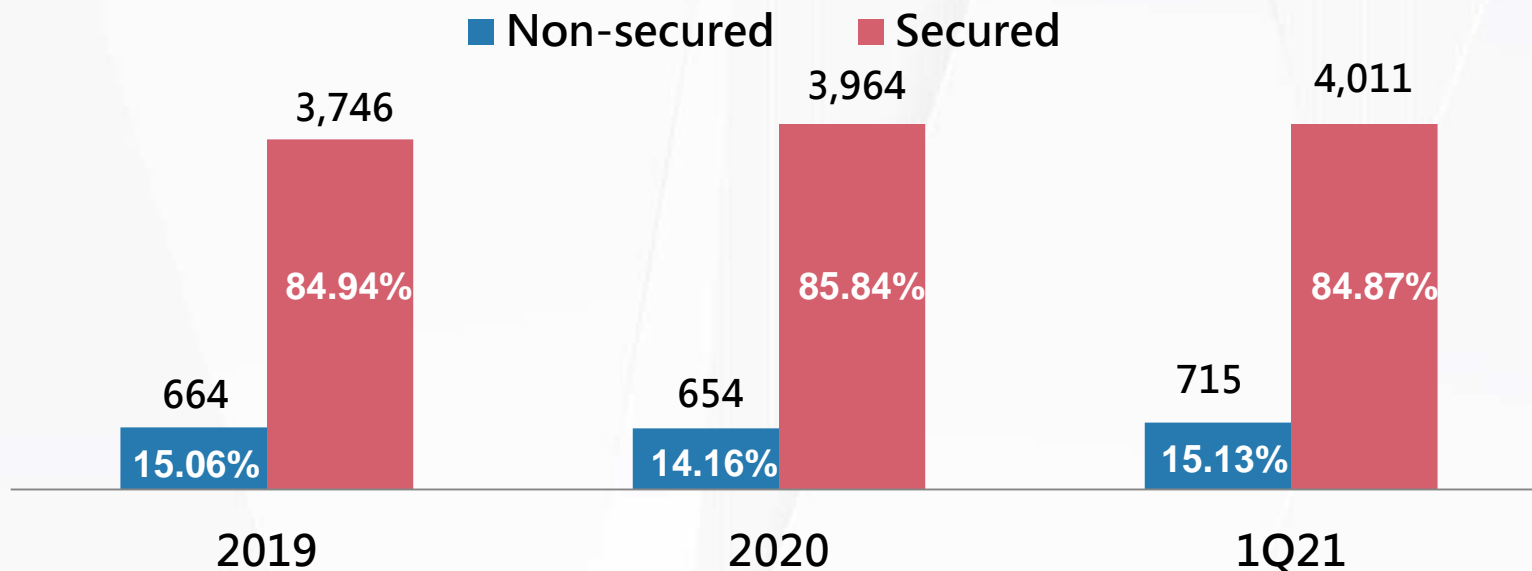


Note 1 : The balance of Corporate loan included NT\$ 2 billion government loans.

Note 2 : The loan balance of OBU & overseas branch were 28.8 billions and 3.2 billions in NT\$, respectively.

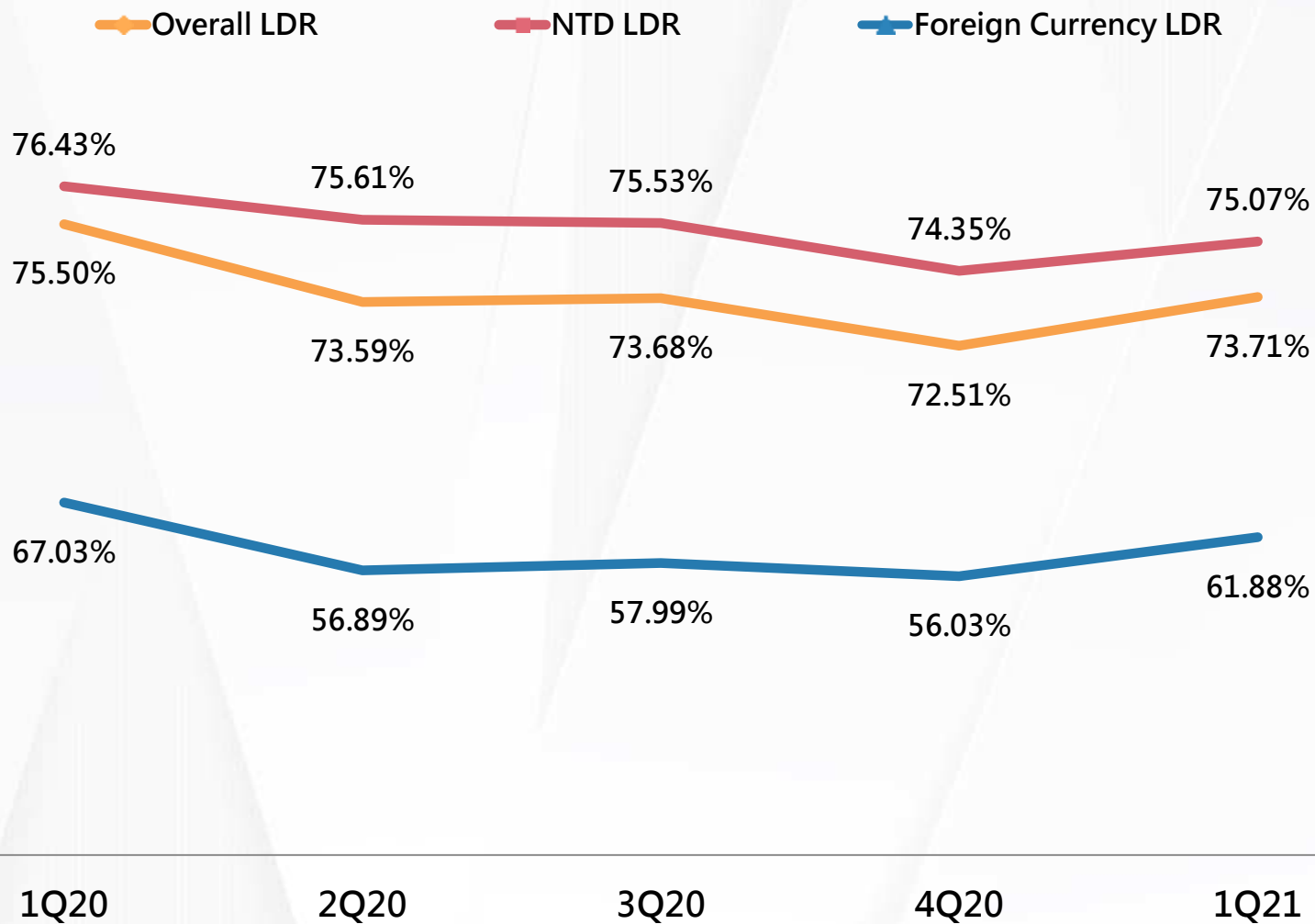
Loan Breakdown

(NT\$ Hundred Million)  台中銀行
TAICHUNG BANK

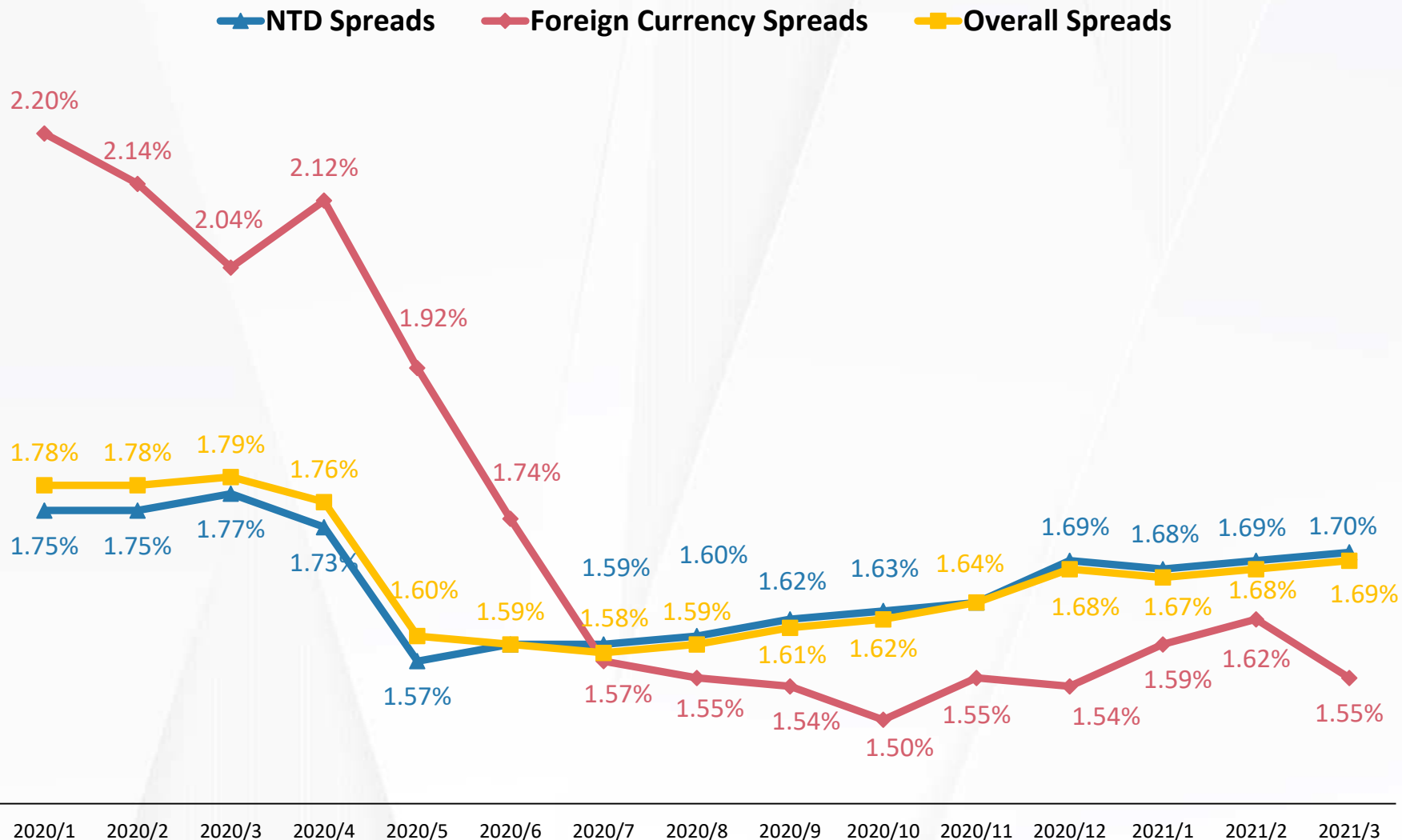


	2019	2020	1Q21	QoQ
Non-secured	664	654	715	9.33%
Secured	3,746	3,964	4,011	1.19%
Secured by property	3,437	3,622	3,659	1.02%
Secured by Letter of Guarantee	149	166	168	1.20%
Others	160	176	184	4.55%
Total	4,410	4,618	4,726	2.34%

Loan to Deposit Ratio(LDR)

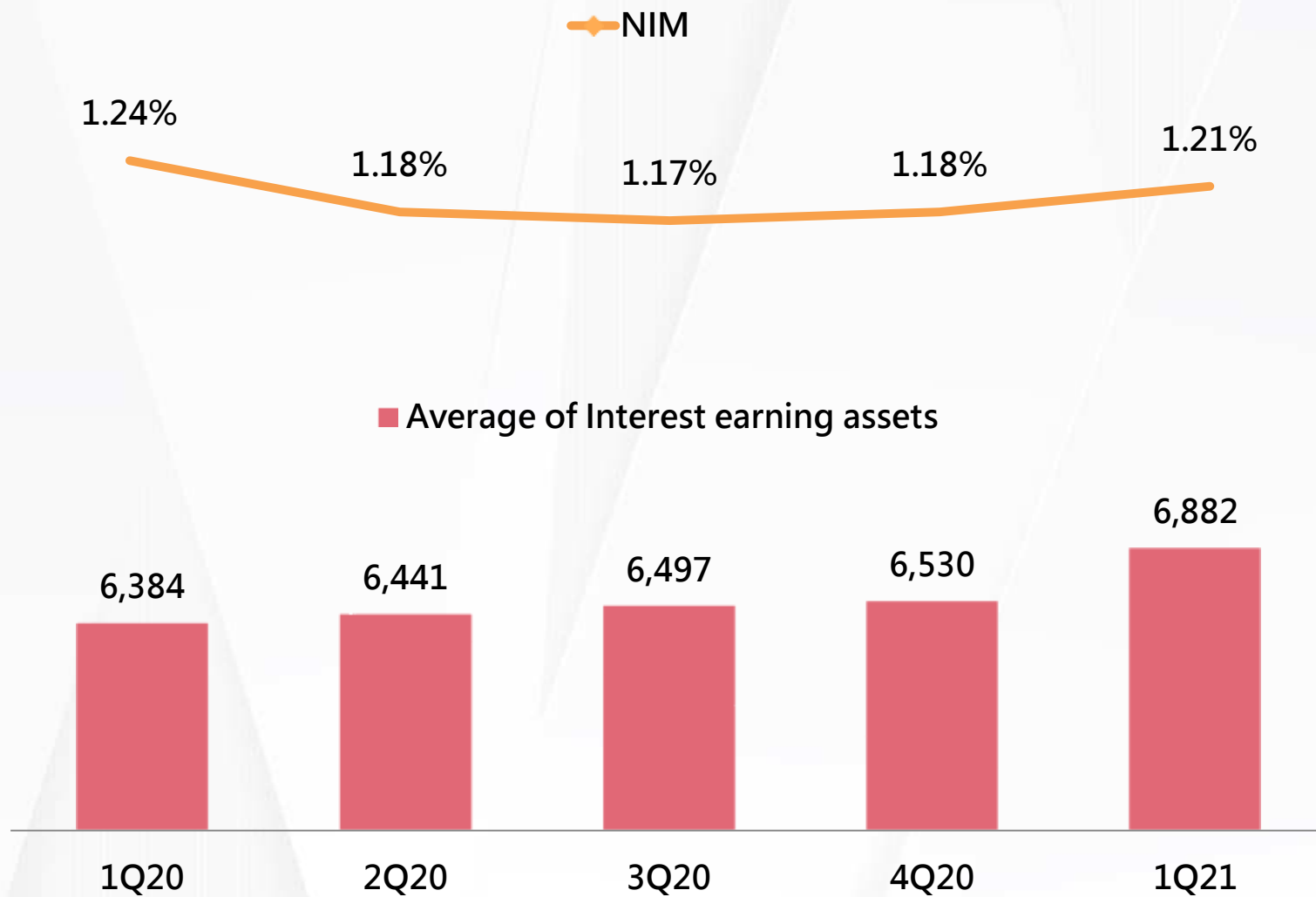


Spreads



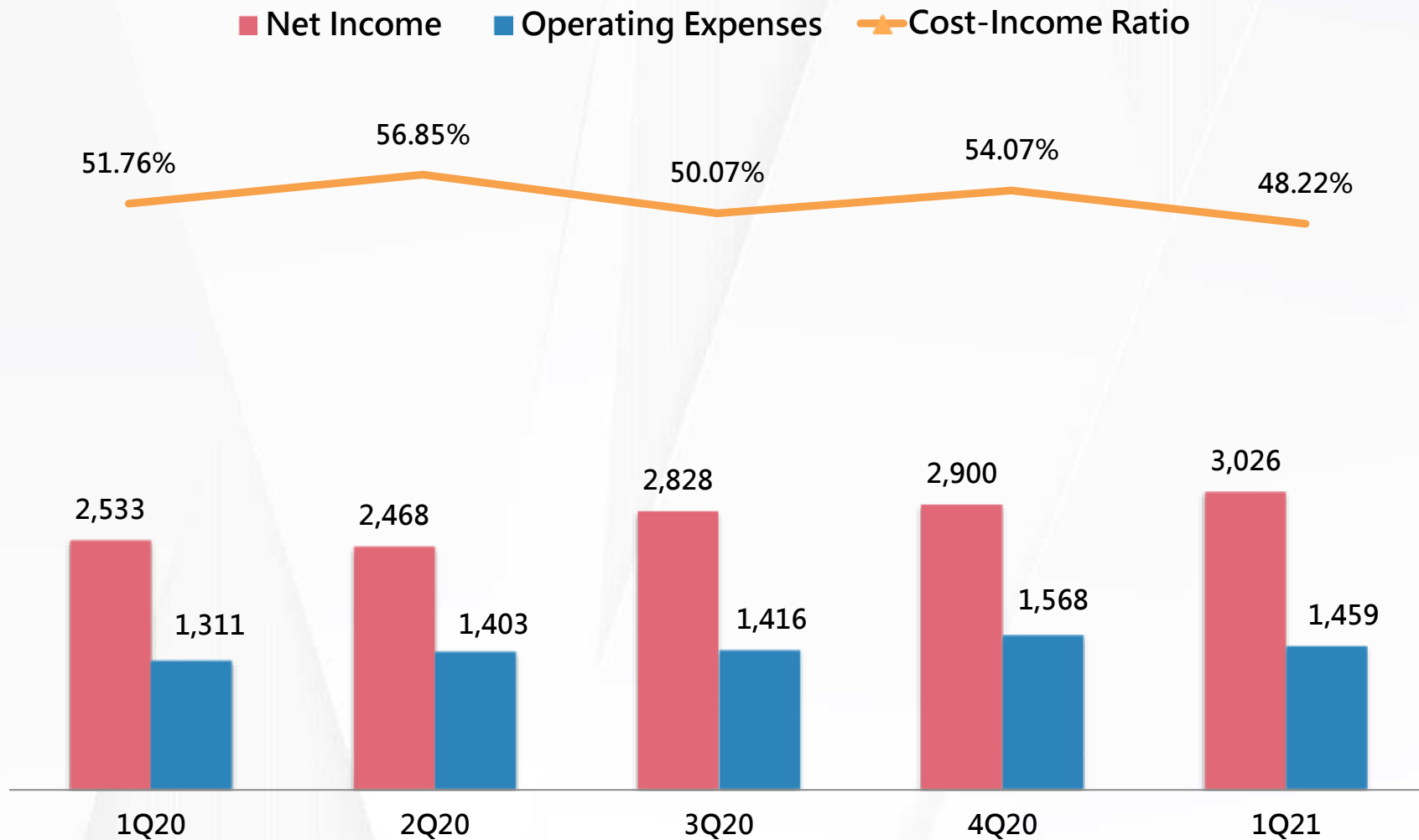
TCB Bank's NIM

(NT\$ Hundred million)  台中銀行
TAICHUNG BANK



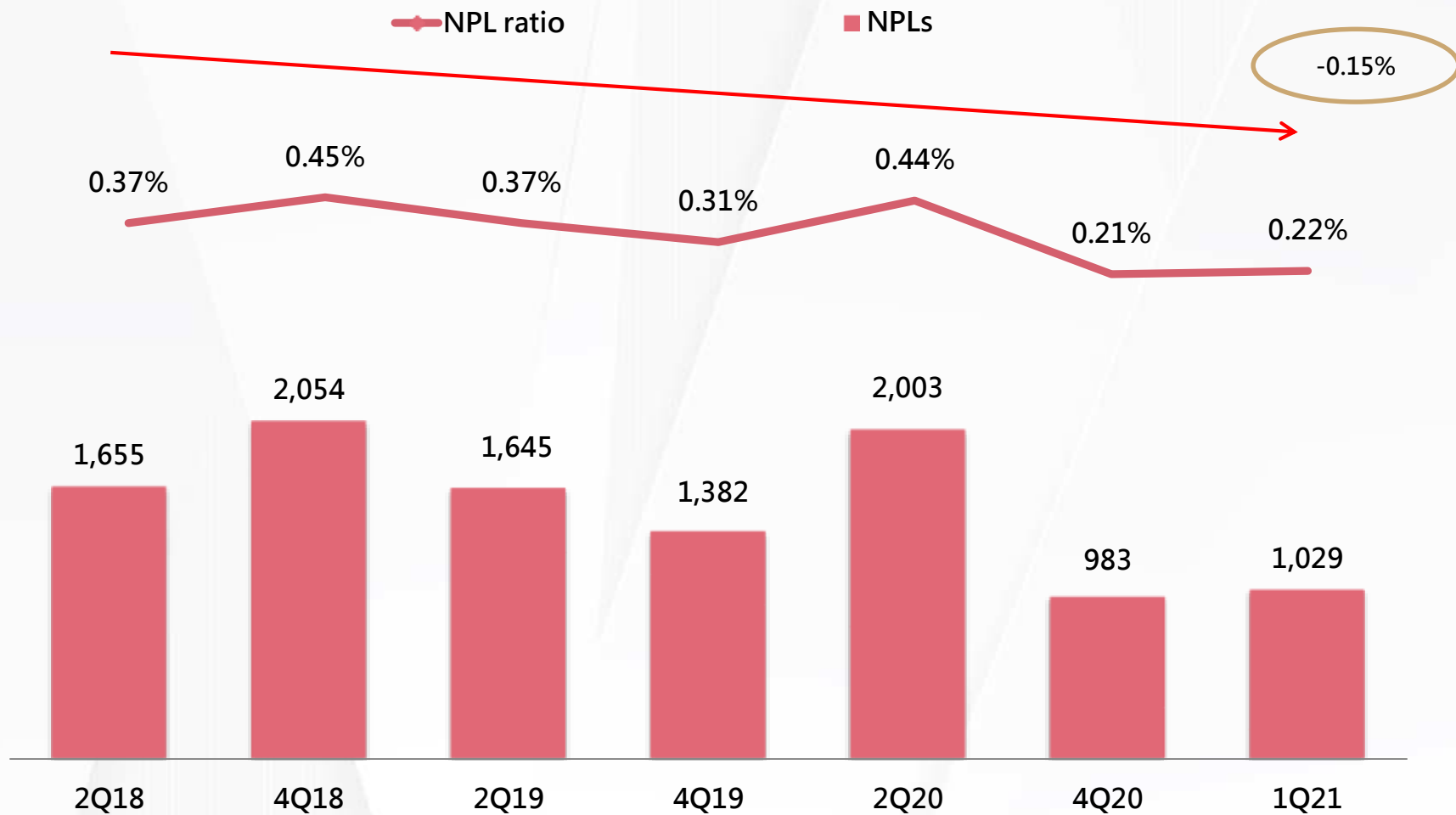
Operating Expenses to Net Income

(NT\$ Million)



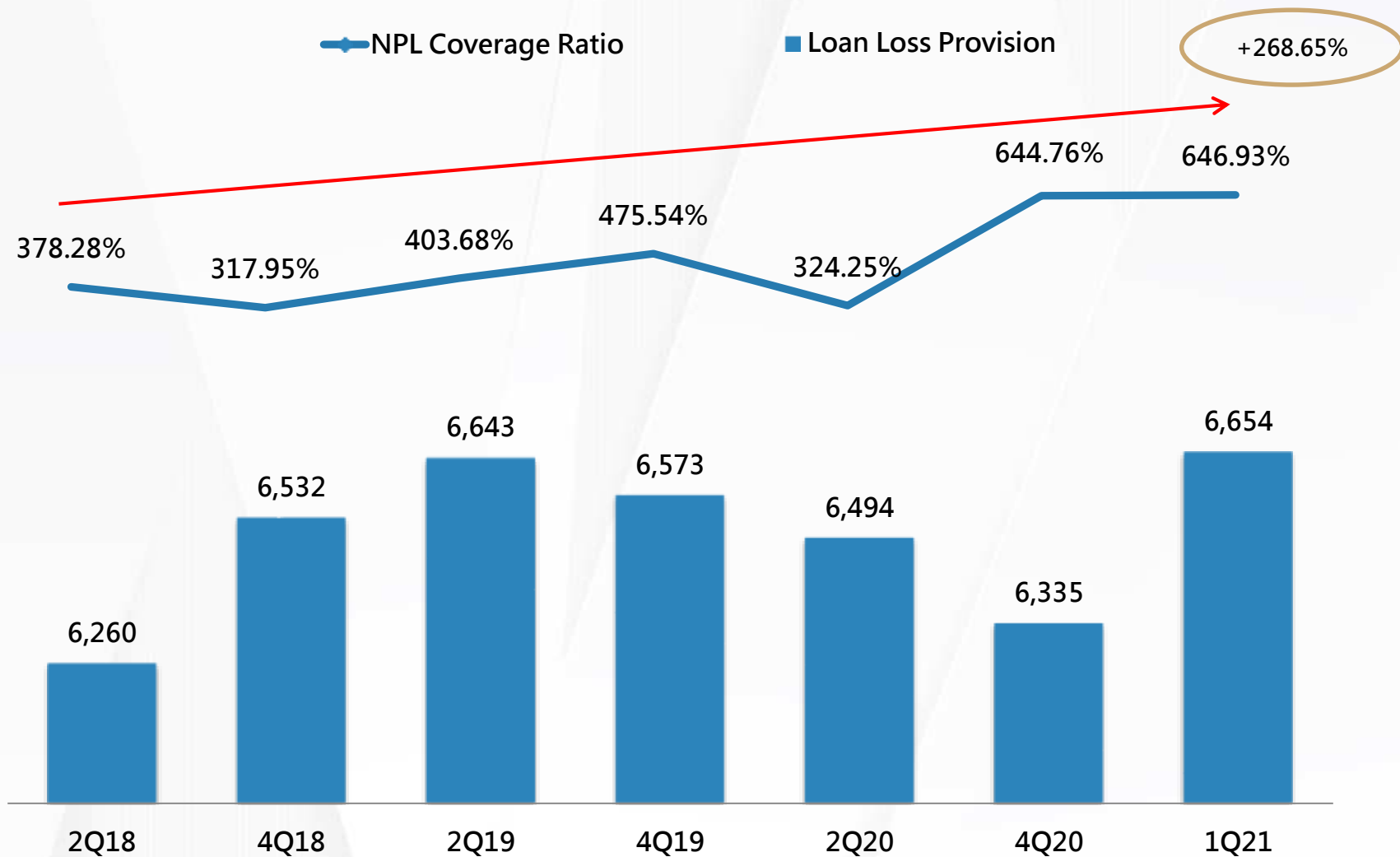
Asset quality

NPL ratio & NPLs



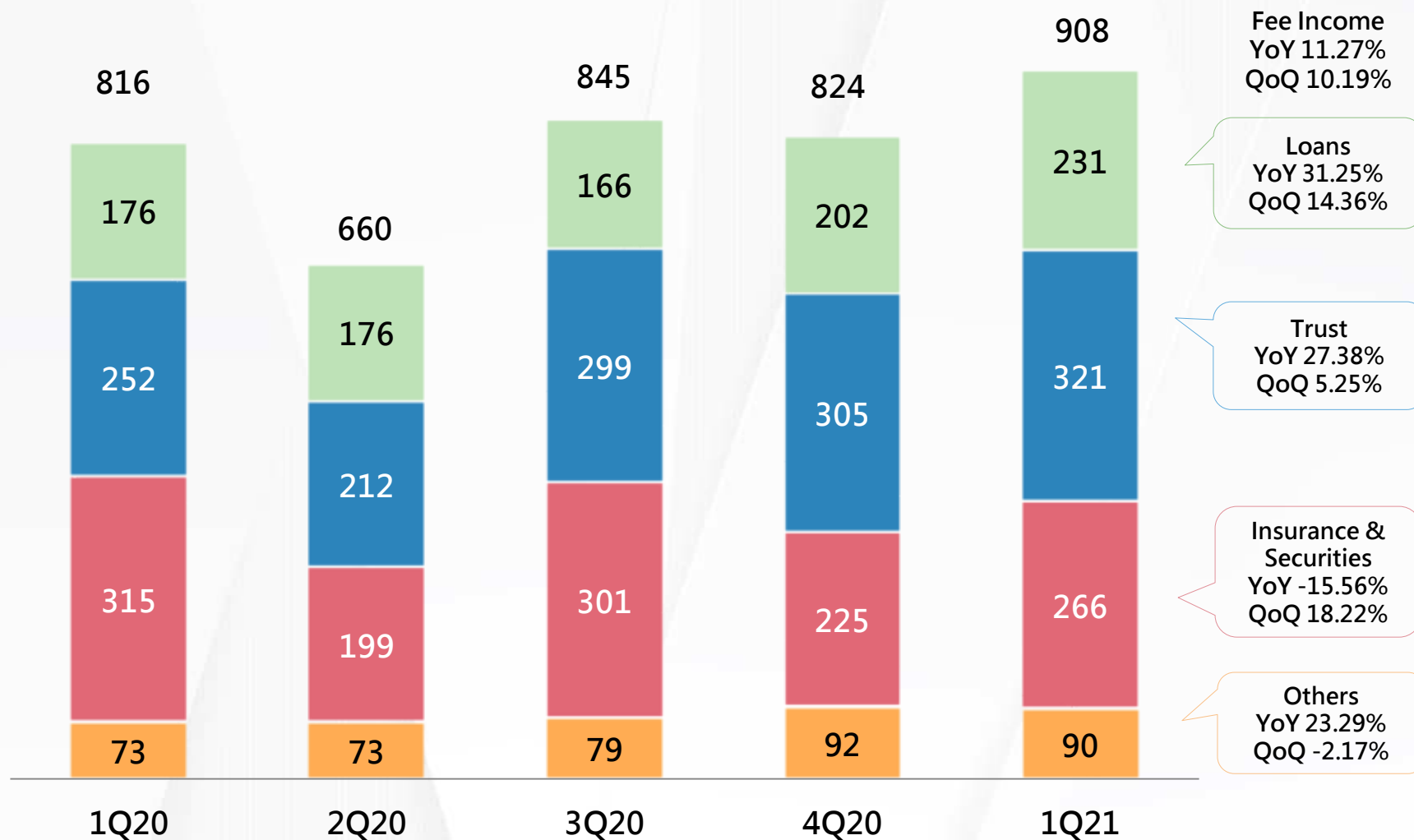
Asset quality

NPL Coverage Ratio & Loan Loss Provision



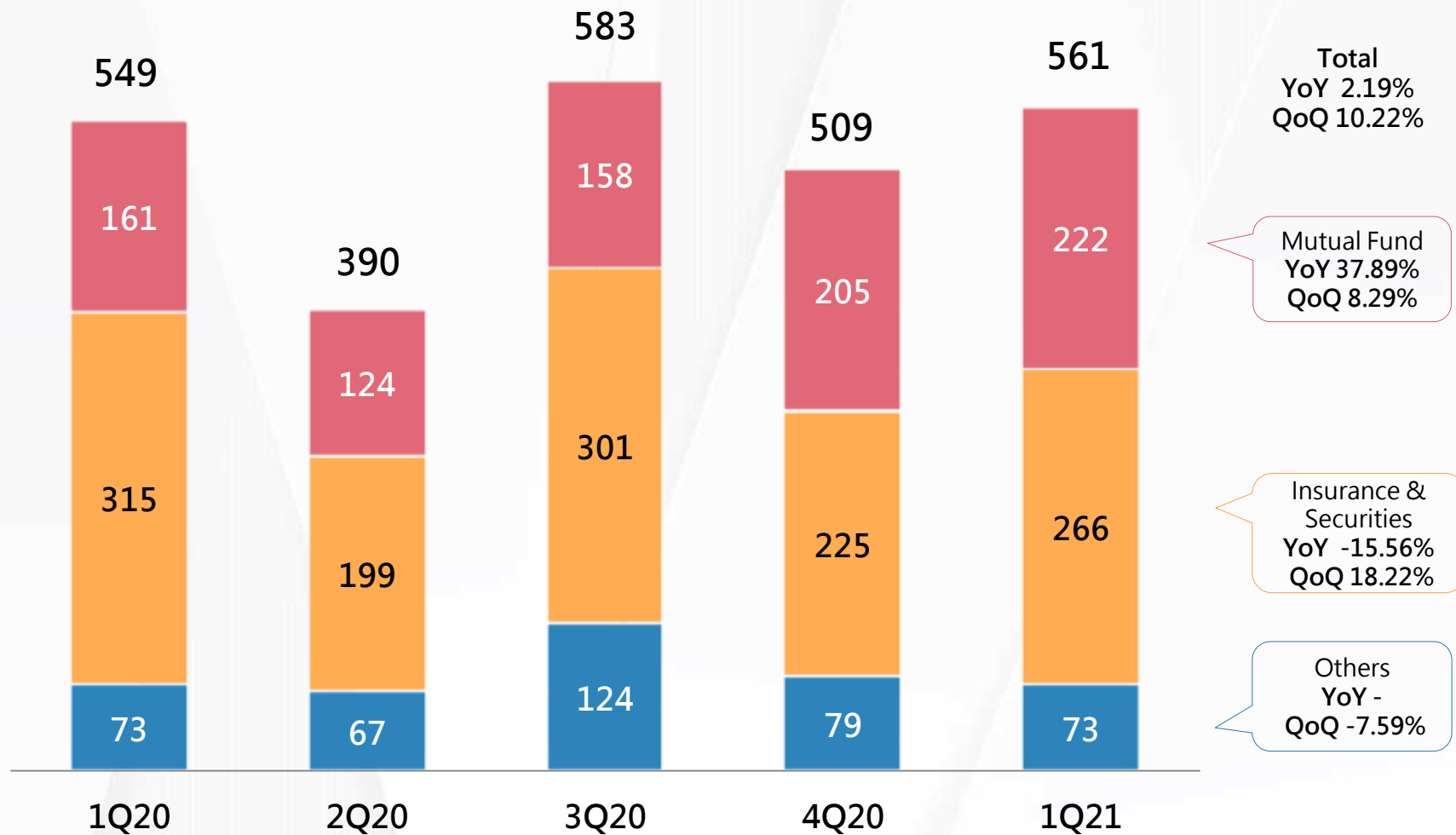
Fee Income Breakdown

(NT\$ Million)  台中銀行
TAICHUNG BANK



Wealth Management Fee Income

(NT\$ Million)



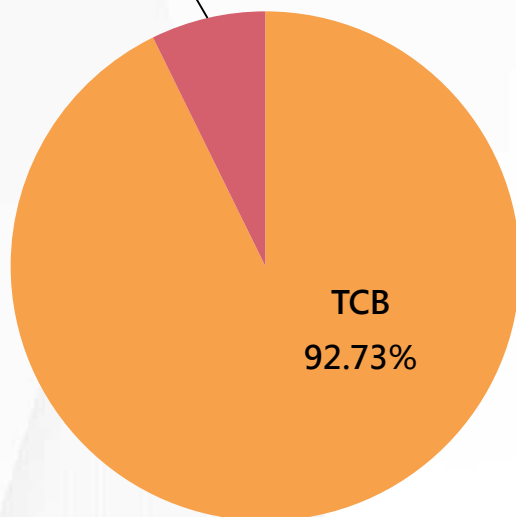
Profit of Subsidiary to TCB

(NT\$ Million)

Net Profit after tax	1Q20	1Q21	YoY
TCB	816	968	18.63%
Subsidiary	64	162	153.13%
Total	880	1,130	28.41%

Subsidiary of TCB

7.27%

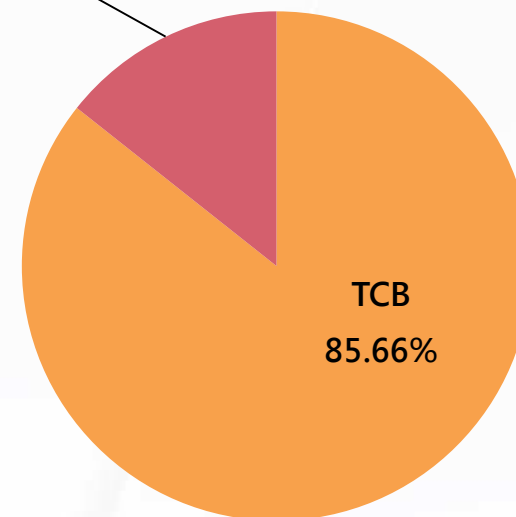


1Q20 Profit Breakdown

Subsidiary

of TCB

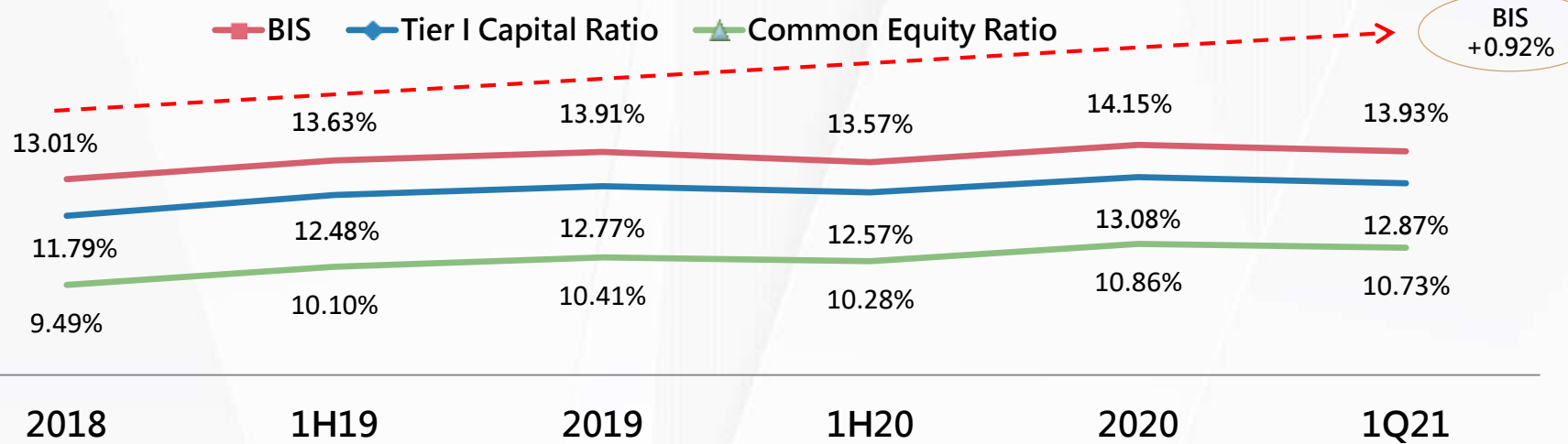
14.34%



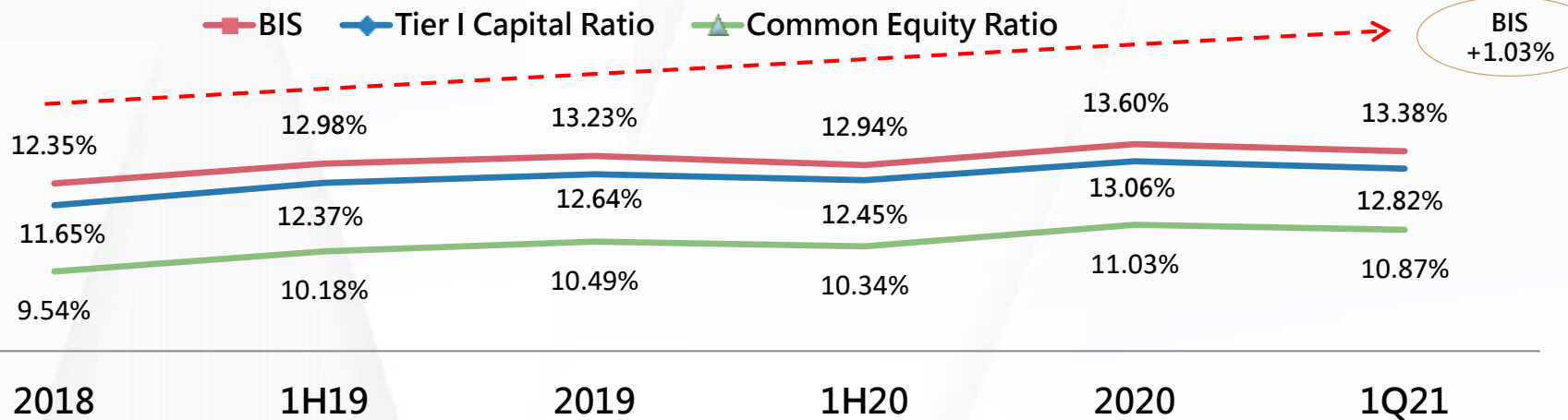
1Q21 Profit Breakdown

Capital Adequacy

Consolidated



Individual



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Balance Sheet (Individual)

(NT\$ Million)

	2018	2019	2020	1Q21	YTD
Assets :					
Cash and due from banks	46,740	44,134	51,588	45,250	-12.29%
Financial investment, net	163,891	173,347	195,628	199,227	1.84%
Loans, net	451,729	434,469	455,442	465,972	2.31%
A/R, net	5,028	4,064	3,546	4,223	19.09%
LT investments, net	5,225	5,491	5,440	5,606	3.05%
Land, premises and equipment, net	9,368	10,620	12,277	12,362	0.69%
Others	2,178	2,898	3,755	3,991	6.28%
Total assets	684,159	675,023	727,676	736,631	1.23%
Liabilities :					
Deposits	589,243	584,866	638,274	641,567	0.52%
Other Liabilities	47,092	38,848	32,080	36,321	13.22%
Total Liabilities	636,335	623,714	670,354	677,888	1.12%
Total stockholders' equity	47,824	51,309	57,322	58,743	2.48%
Total liabilities and stockholders' equity	684,159	675,023	727,676	736,631	1.23%

P&L (Individual)

(NT\$ Million)

	2018	2019	2020	1Q20	1Q21	YoY
Net interest income	7,991	7,902	7,848	2,026	2,111	4.20%
Net fee income	1,793	1,926	2,117	506	649	28.26%
Others	891	1,283	764	1	266	26500.00%
Total Operating Income	10,675	11,111	10,729	2,533	3,026	19.46%
Operating expenses	(5,626)	(5,567)	(5,698)	(1,311)	(1,459)	11.29%
Pre-provision Profit	5,049	5,544	5,031	1,222	1,567	28.23%
Credit Loss Provisions, net	(411)	(477)	(366)	(139)	(267)	92.09%
Profit Before Income Tax	4,638	5,067	4,665	1,083	1,300	20.04%
Tax Fee	(630)	(747)	(639)	(203)	(170)	-16.26%
Net Profit After Income Tax	4,008	4,320	4,026	880	1,130	28.41%
Other Profits	34	153	448	(39)	291	846.15%
Current period other comprehensive income	4,042	4,473	4,474	841	1,421	68.97%

Balance Sheet (Consolidated)



(NT\$ Million)

	2018	2019	2020	1Q21	YTD
Assets :					
Cash and due from banks	47,644	45,237	52,081	46,387	-10.93%
Financial investment, net	165,027	174,356	197,275	200,885	1.83%
Loans, net	452,595	435,398	456,541	467,165	2.33%
A/R, net	12,781	12,820	13,484	15,290	13.39%
LT investments, net	153	157	163	168	3.07%
Land, premises and equipment, net	9,447	10,684	12,333	12,415	0.66%
Others	3,185	4,037	4,893	5,026	2.72%
Total assets	690,832	682,689	736,770	747,336	1.43%
Liabilities :					
Deposits	587,968	583,322	636,589	639,883	0.52%
Other Liabilities	55,040	48,058	42,859	48,710	13.65%
Total Liabilities	643,008	631,380	679,448	688,593	1.35%
Total stockholders' equity	47,824	51,309	57,322	58,743	2.48%
Total liabilities and stockholders' equity	690,832	682,689	736,770	747,336	1.43%

P&L(Consolidated)

(NT\$ Million)

	2018	2019	2020	1Q20	1Q21	YoY
Net interest income	8,434	8,351	8,279	2,123	2,247	5.84%
Net fee income	2,846	2,913	2,906	752	849	12.90%
Others	409	831	459	(107)	192	279.44%
Total Operating Income	11,689	12,095	11,644	2,768	3,288	18.79%
Operating expenses	(6,457)	(6,273)	(6,366)	(1,474)	(1,646)	11.67%
Pre-provision Profit	5,232	5,822	5,278	1,294	1,642	26.89%
Credit Loss Provisions, net	(472)	(615)	(519)	(179)	(320)	78.77%
Profit Before Income Tax	4,760	5,207	4,759	1,115	1,322	18.57%
Tax Fee	(752)	(887)	(733)	(235)	(192)	-18.30%
Net Profit After Income Tax	4,008	4,320	4,026	880	1,130	28.41%
Other Profits	34	153	448	(39)	291	846.15%
Current period other comprehensive income	4,042	4,473	4,474	841	1,421	68.97%

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2021 Credit Rating



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Date : 2021.04.28

Fitch Ratings	Long-term	Short-term	Outlook
National Rating	A (twn)	F1 (twn)	Stable
International Rating	BBB-	F3	Stable
Viability Rating		bbb-	
Support Rating		4	



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