

Stock No : 2812

# Taichung Commercial Bank 2021 Investor Conference



2022.3.14

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# Agenda

- Financial Highlights
- Financial Review
- Financial Information
- Appendix

# 2021 Financial Highlight



## Profitability

- Net Profit after tax 4.80 billions, 19.13% growth over the same period last year.
- EPS 1.10, 12.24% growth over the same period last year.

## Asset quality

- NPL ratio 0.15%、NPL coverage ratio 898.26%.

## Capital adequacy

- Consolidated : Capital Adequacy Ratio 16.32%、Tier I Capital Ratio 14.20%、Common Equity Ratio 12.00%.
- Individual : Capital Adequacy Ratio 15.81%、Tier I Capital Ratio 14.24%、Common Equity Ratio 12.24%.

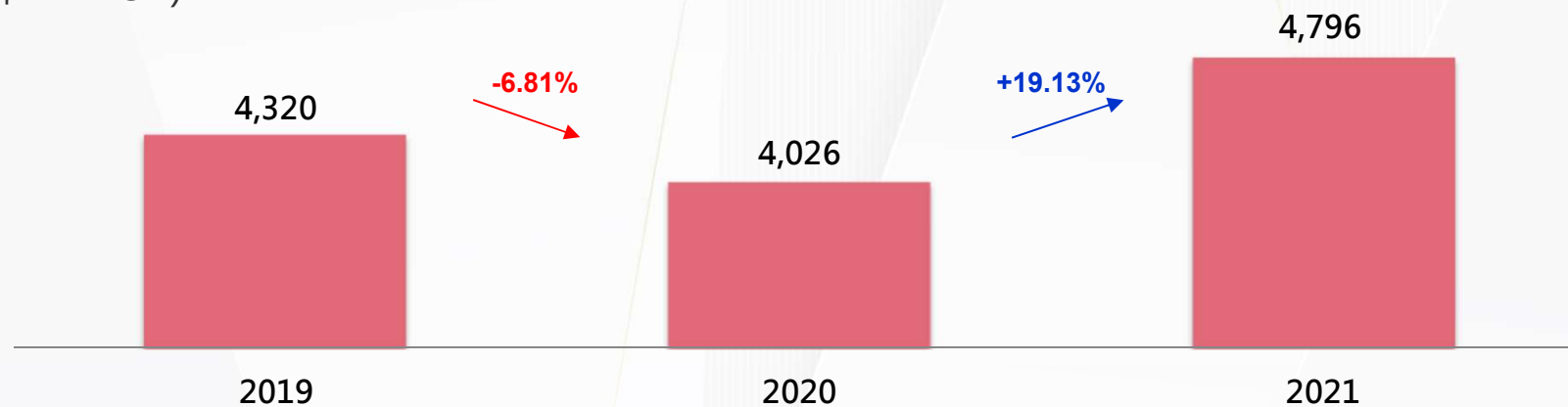
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# Profitability

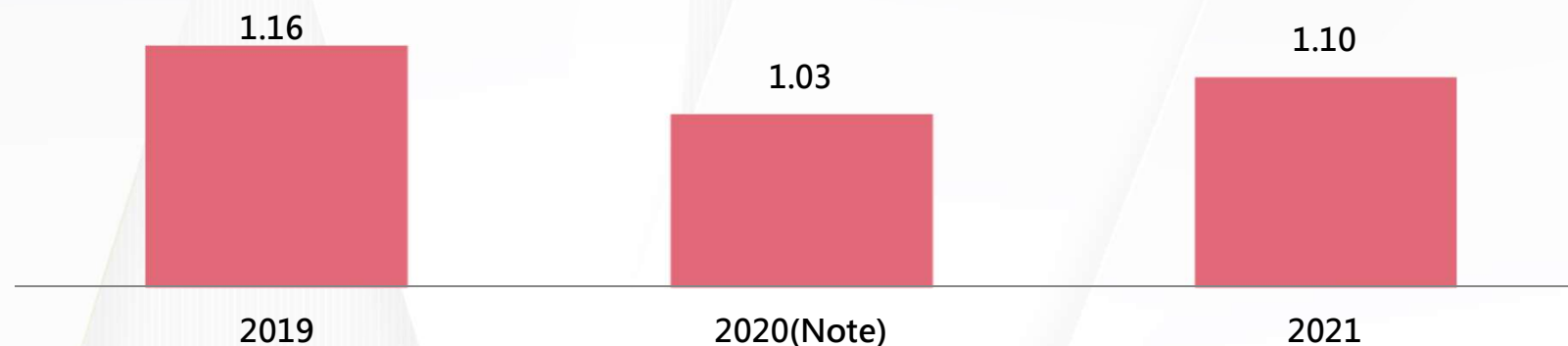
## Net Profit

(NT\$ Million)



## EPS

(NT\$)

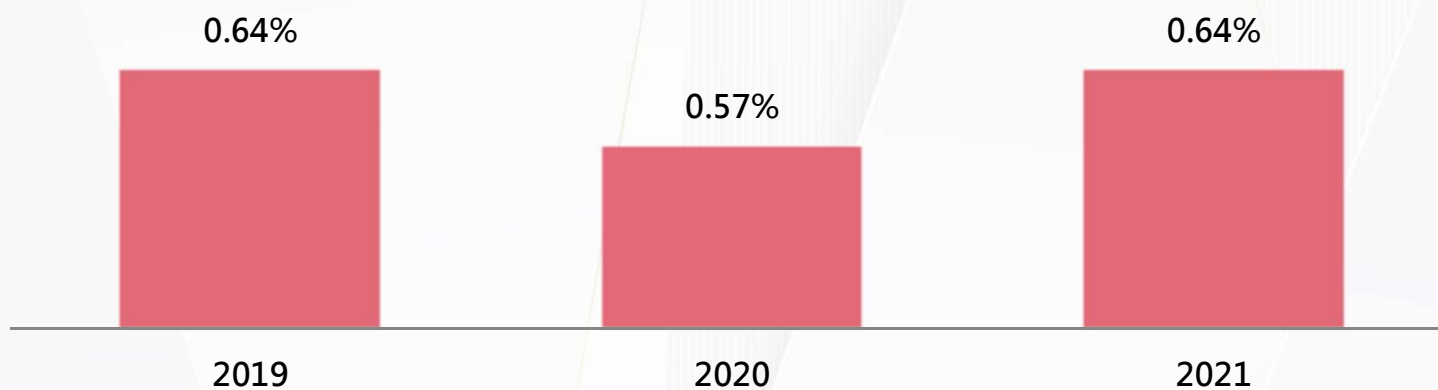


Note : The EPS of 2020 was adjusted retroactively as 0.98. The growth rate of EPS in 2021 over 2020 was 12.24%.

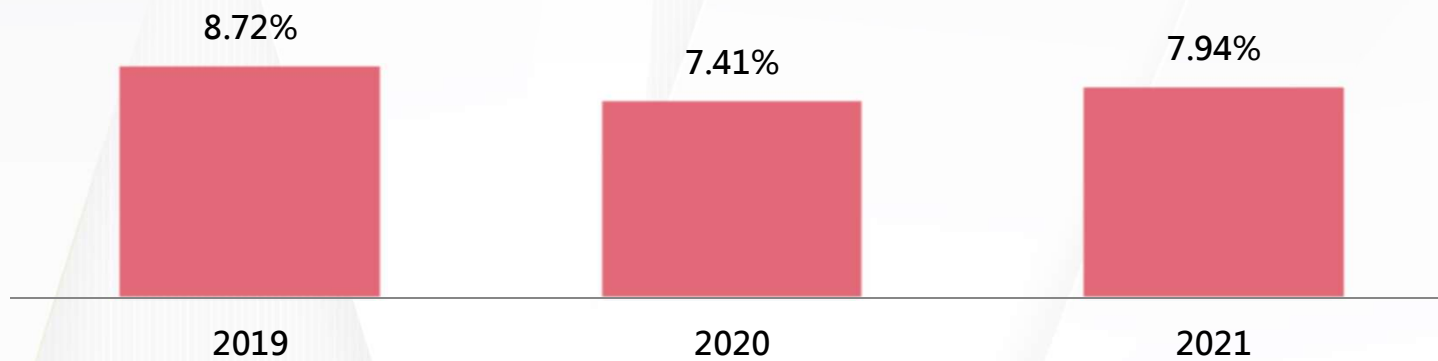
# Profitability



## ROA



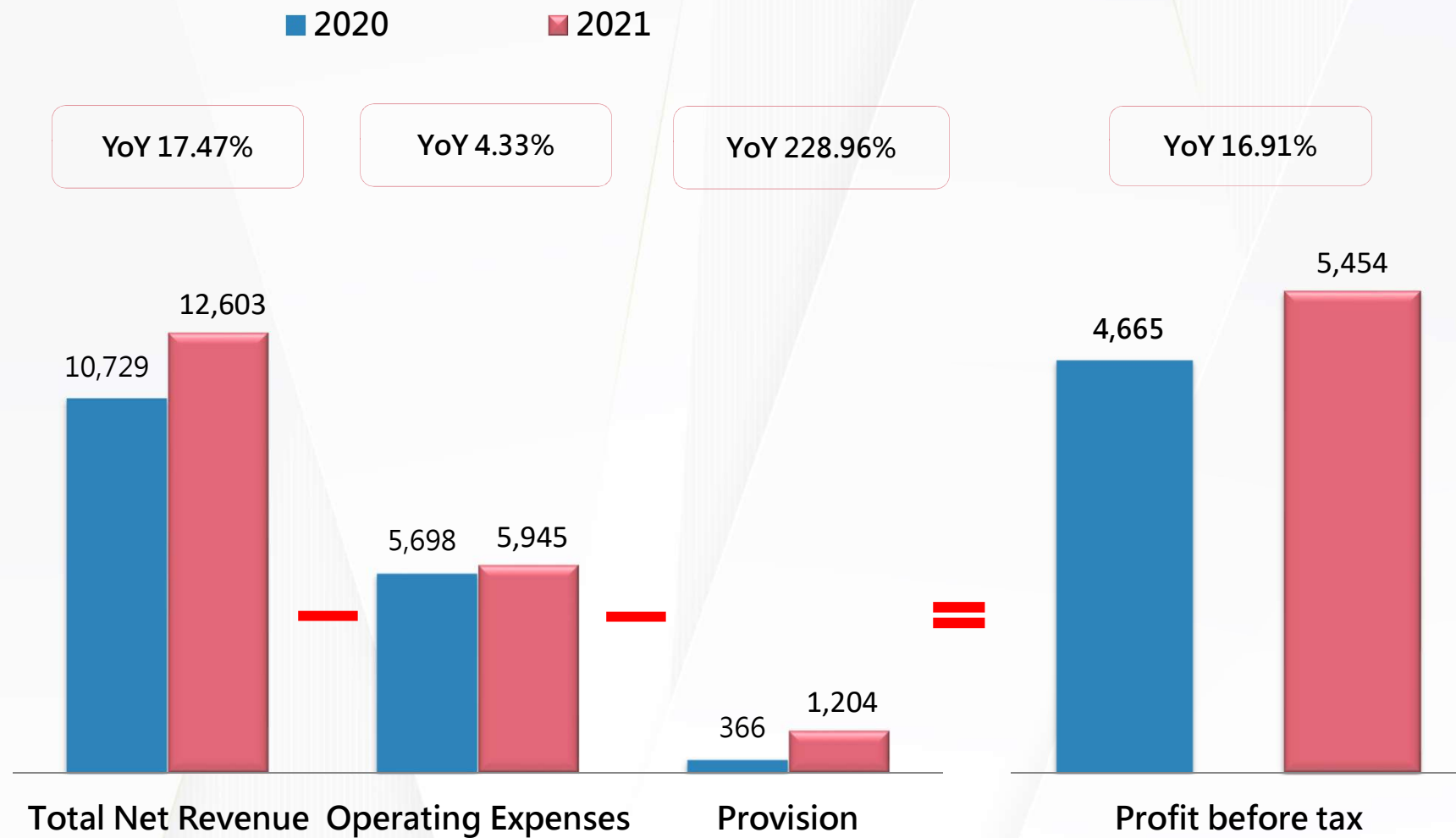
## ROE



# TCB 's Change in Net Profit



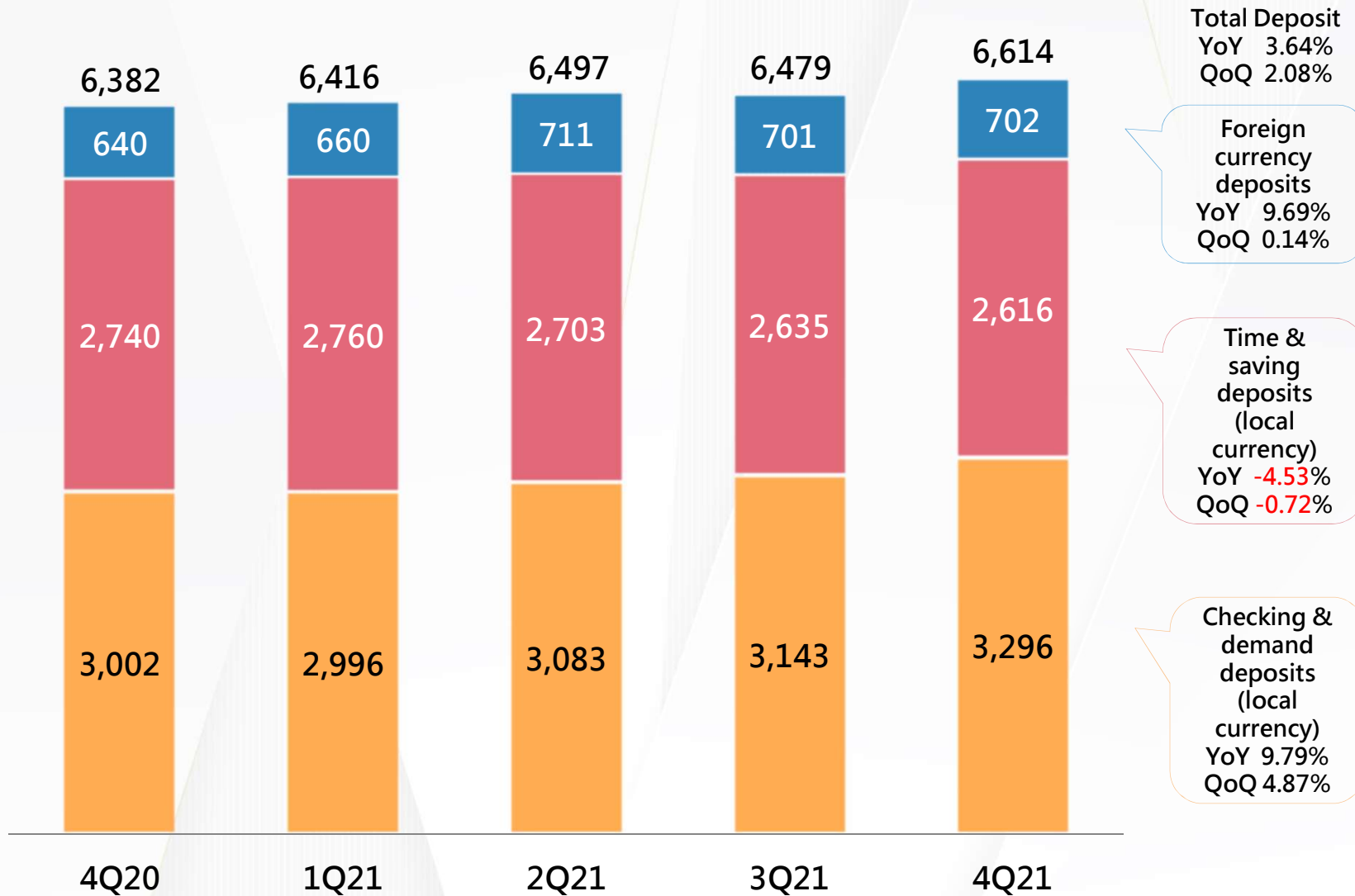
(NT\$ Million)





# TCB 's Deposit Breakdown

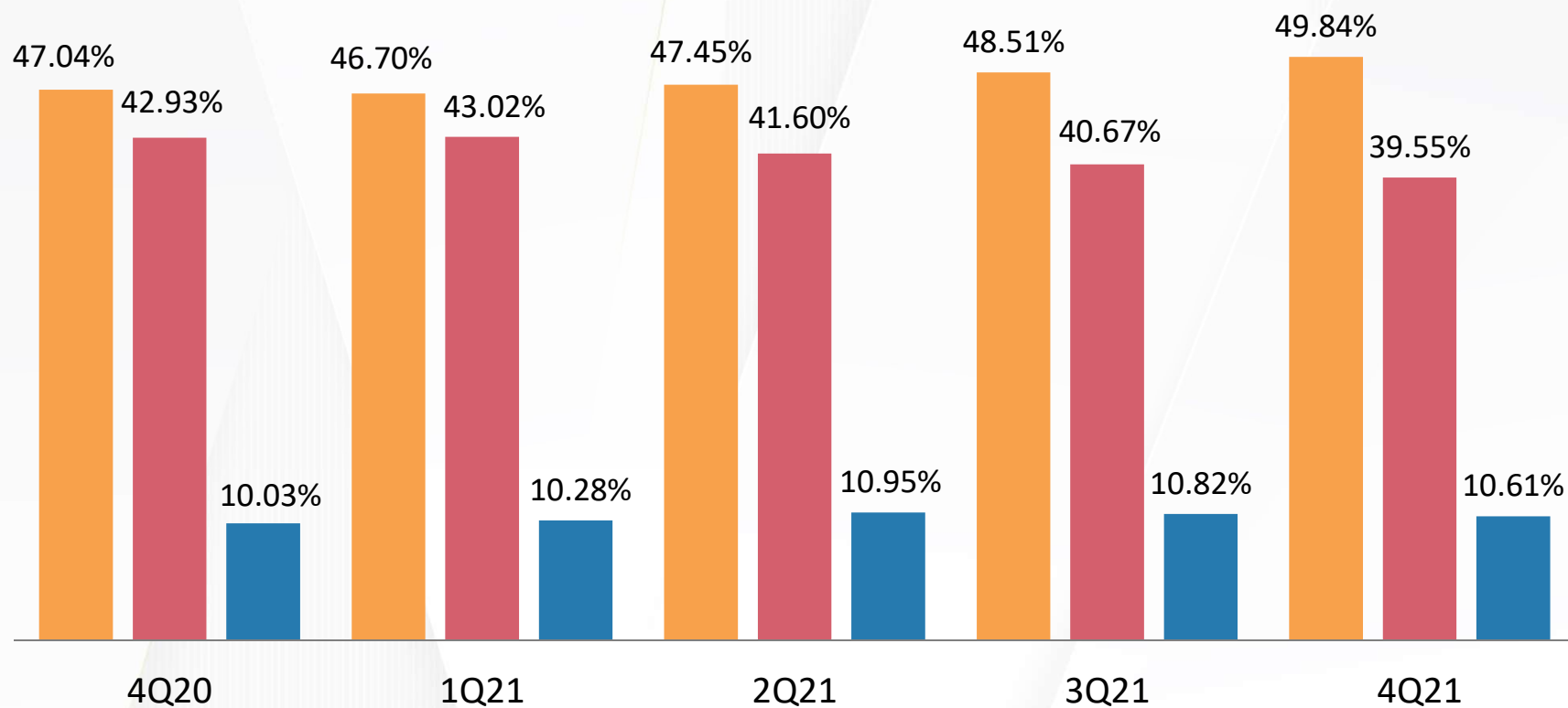
(NT\$ Hundred Million)



# TCB 's Deposit Structure



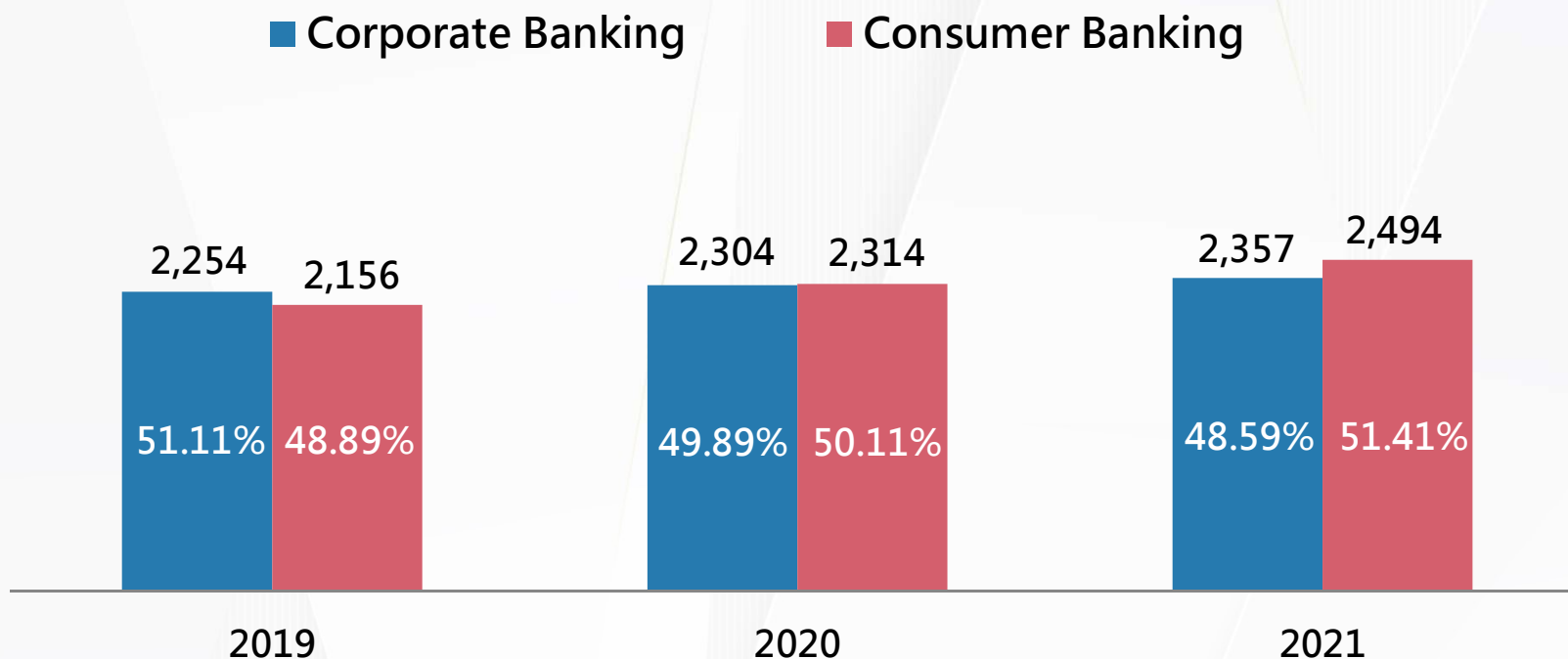
- Checking & demand deposits (local currency)
- Time & saving deposits(local currency)
- Foreign currency deposits



# TCB 's Loan Structure



(NT\$ Hundred Million)



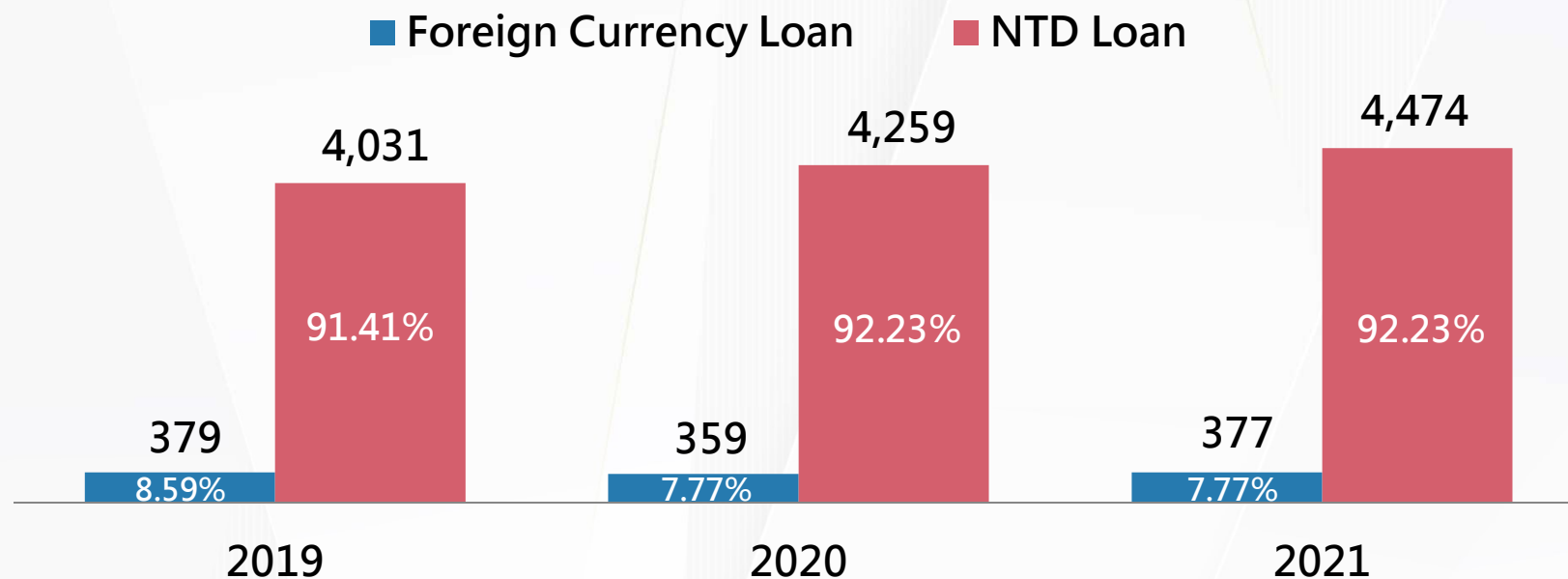
	2019	2020	2021	YTD
Corporate Banking	2,254	2,304	2,357	2.30%
Consumer Banking	2,156	2,314	2,494	7.78%
Total	4,410	4,618	4,851	5.05%

[Note] The classification of Corporate Banking and Consumer Banking is based on the asset quality classification from the Article 16 in "Regulations Governing the Preparation of Financial Reports by Public Banks" .

# TCB 's Loan Structure by Currency



(NT\$ Hundred Million)

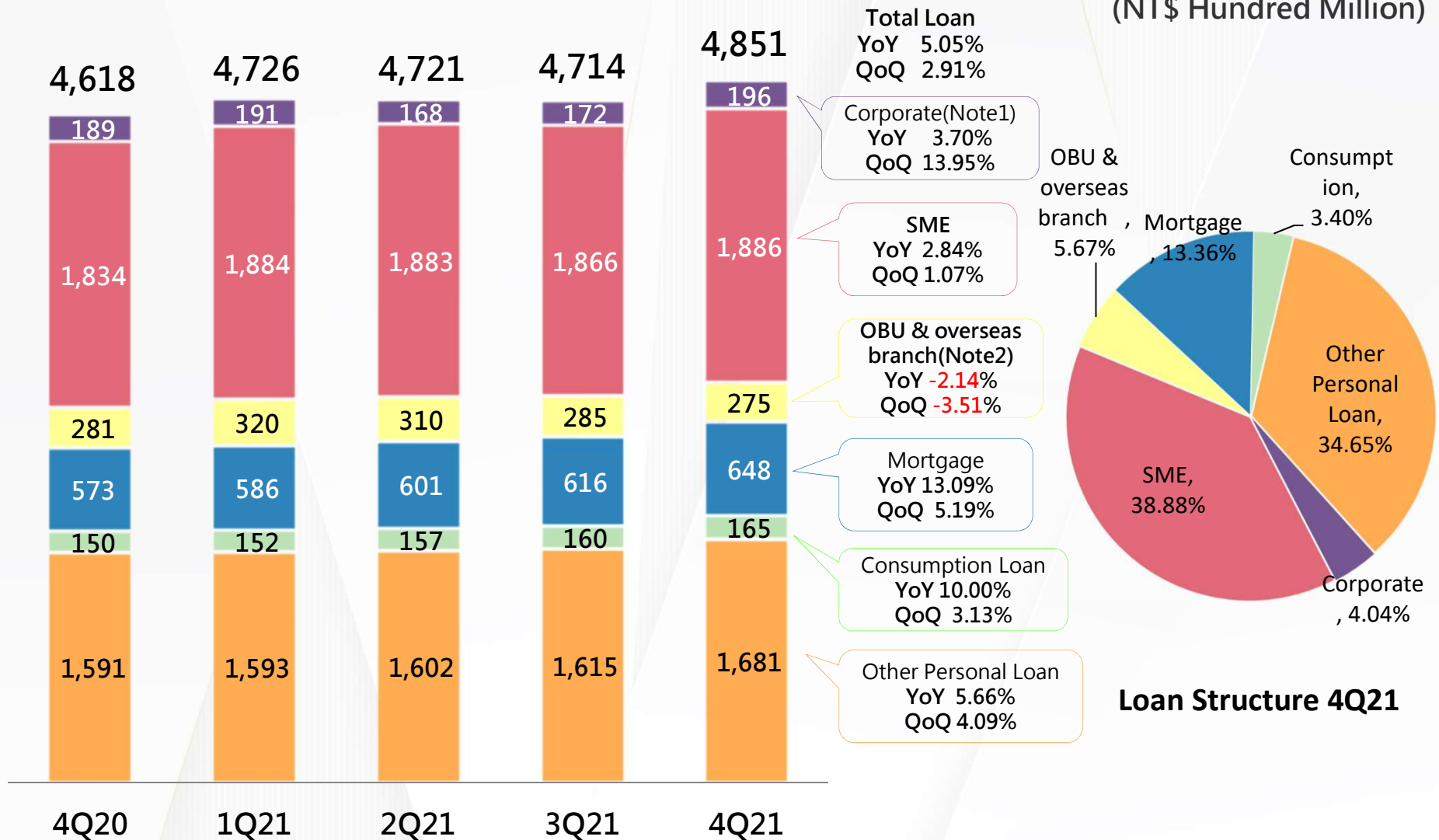


	2019	2020	2021	YTD
NTD Loan	4,031	4,259	4,474	5.05%
Foreign Currency Loan	379	359	377	5.01%
Total	4,410	4,618	4,851	5.05%

# TCB ' s Loan Breakdown



(NT\$ Hundred Million)



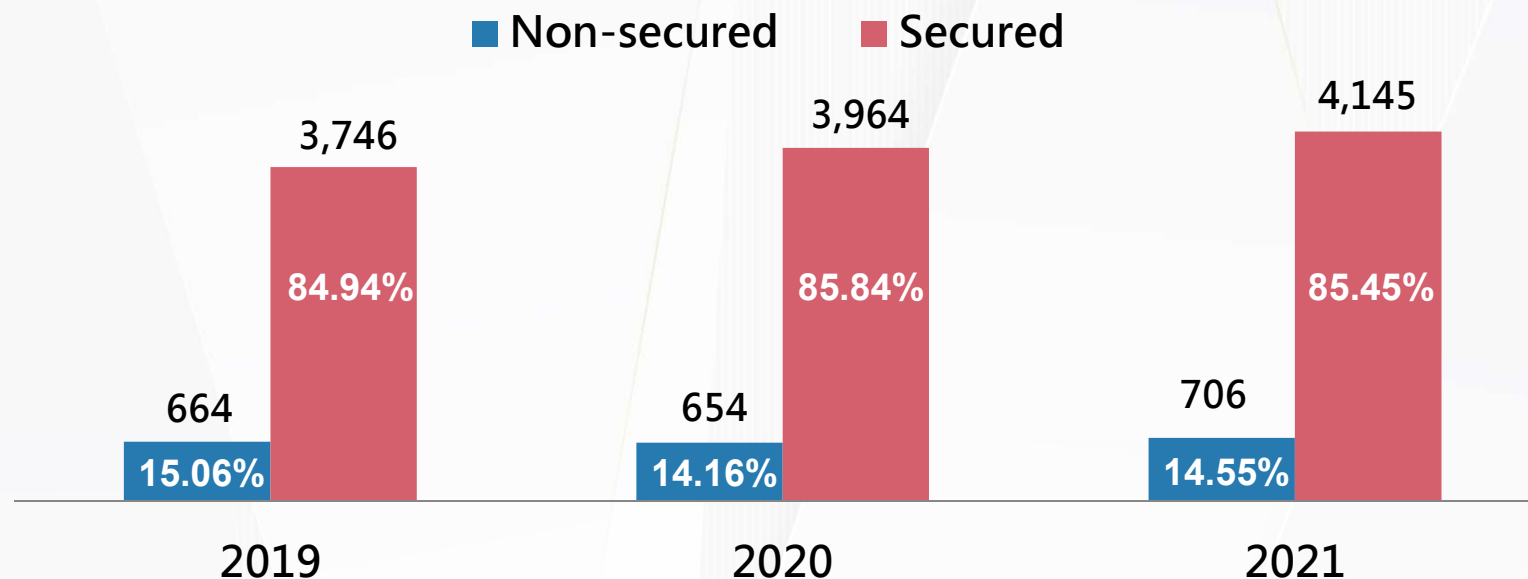
Note 1 : The balance of Corporate loan included government loans.

Note 2 : The loan balance of OBU & overseas branch were 24.5 billions and 3 billions in NT\$ ,respectively.

# TCB 's Loan Breakdown

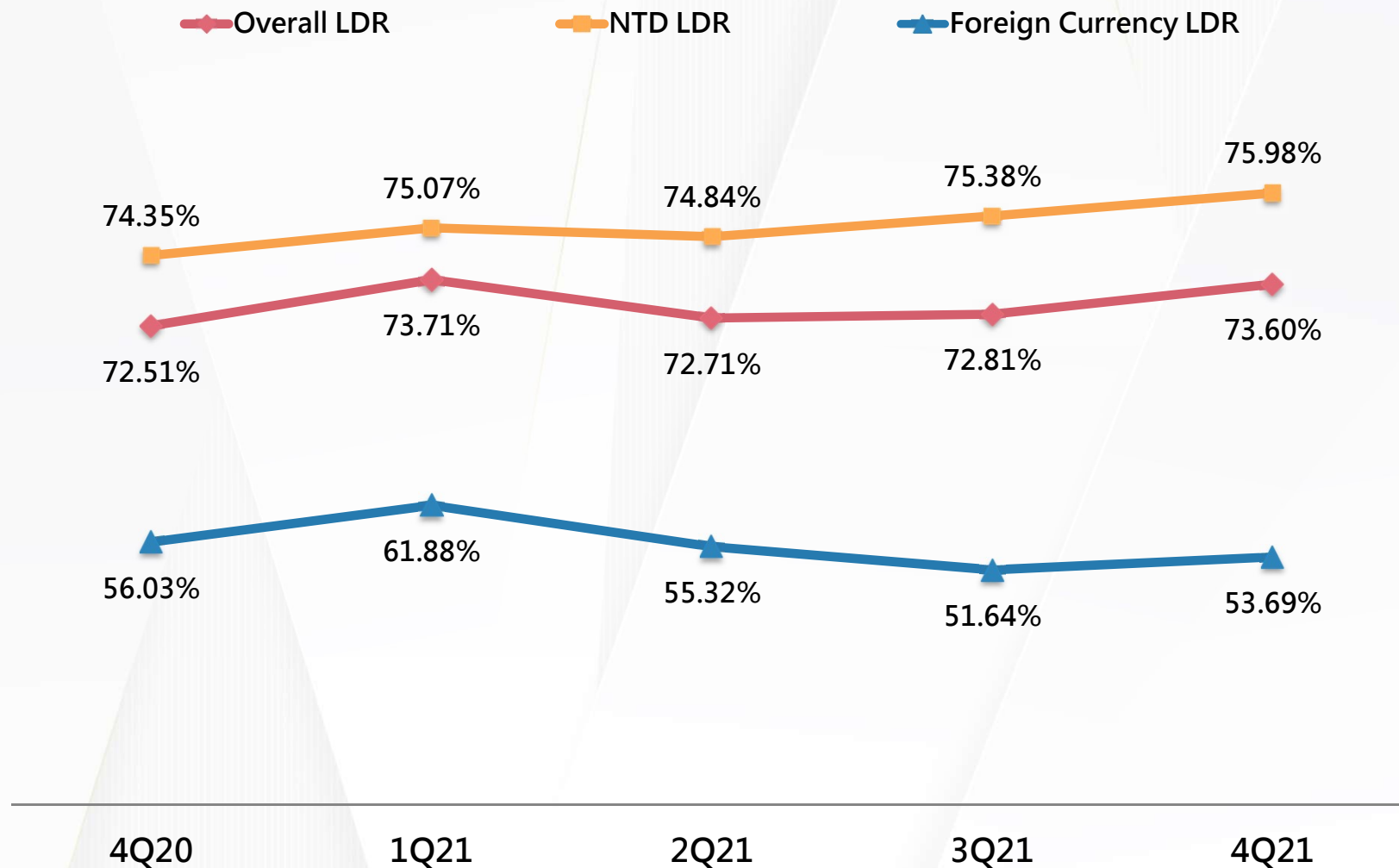


(NT\$ Hundred Million)

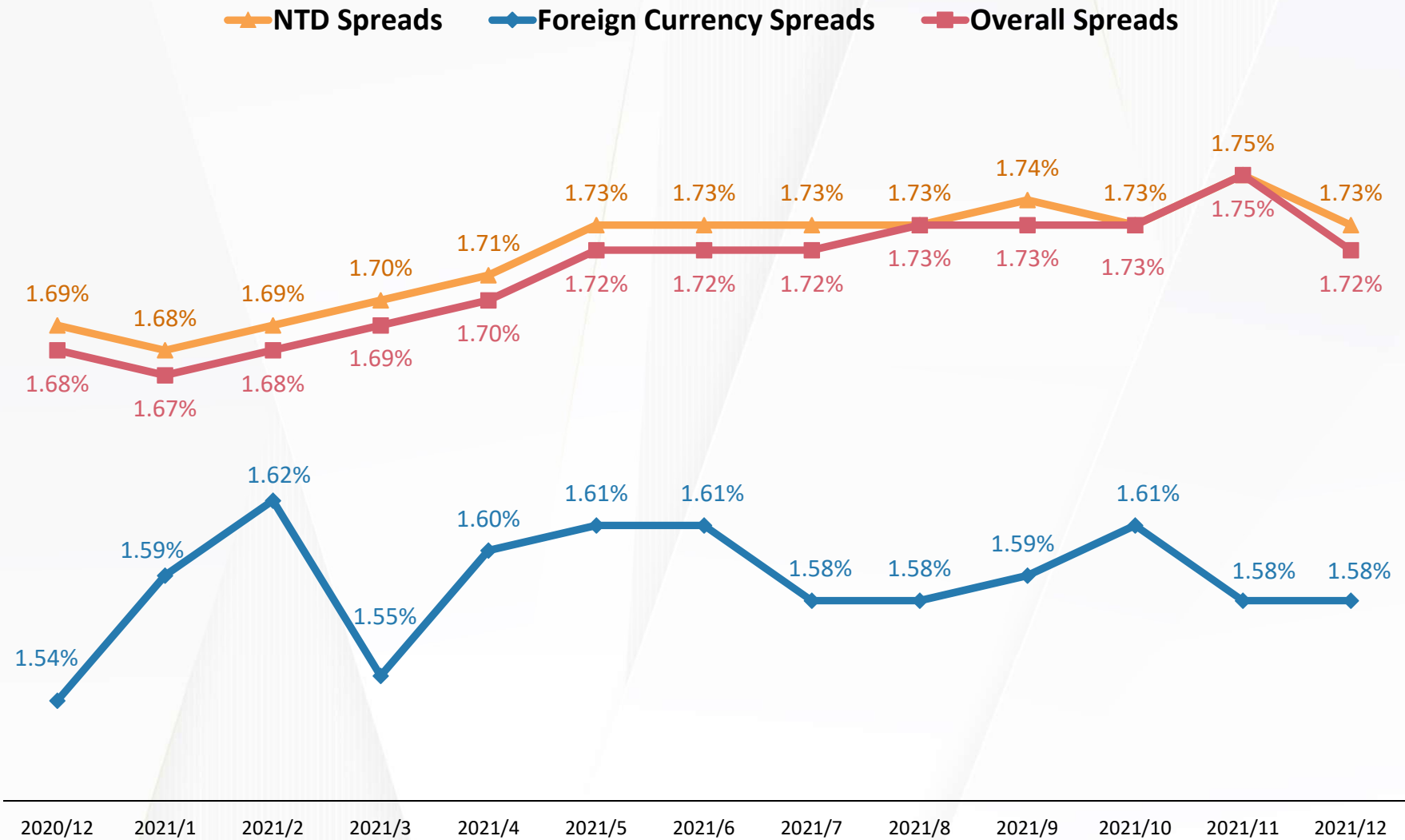


	2019	2020	2021	YTD
Non-secured	664	654	706	7.95%
Secured	3,746	3,964	4,145	4.57%
Secured by property	3,437	3,622	3,767	4.00%
Secured by Letter of Guarantee	149	166	175	5.42%
Others	160	176	203	15.34%
<b>Total</b>	<b>4,410</b>	<b>4,618</b>	<b>4,851</b>	<b>5.05%</b>

# TCB's Loan to Deposit Ratio(LDR) 台中銀行 TAICHUNG BANK



# TCB 's Spreads

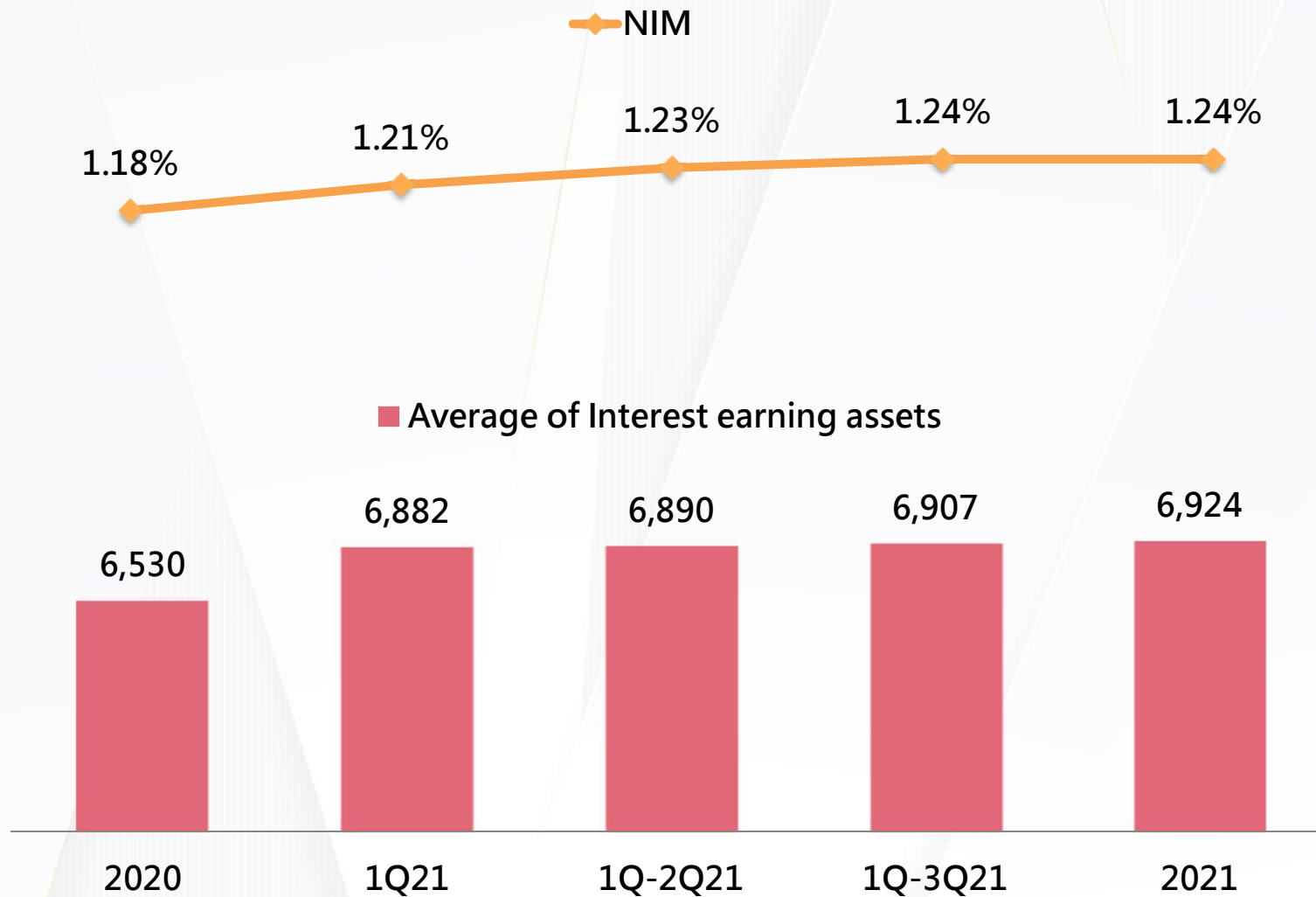




# TCB's Net Interest Margin(NIM)



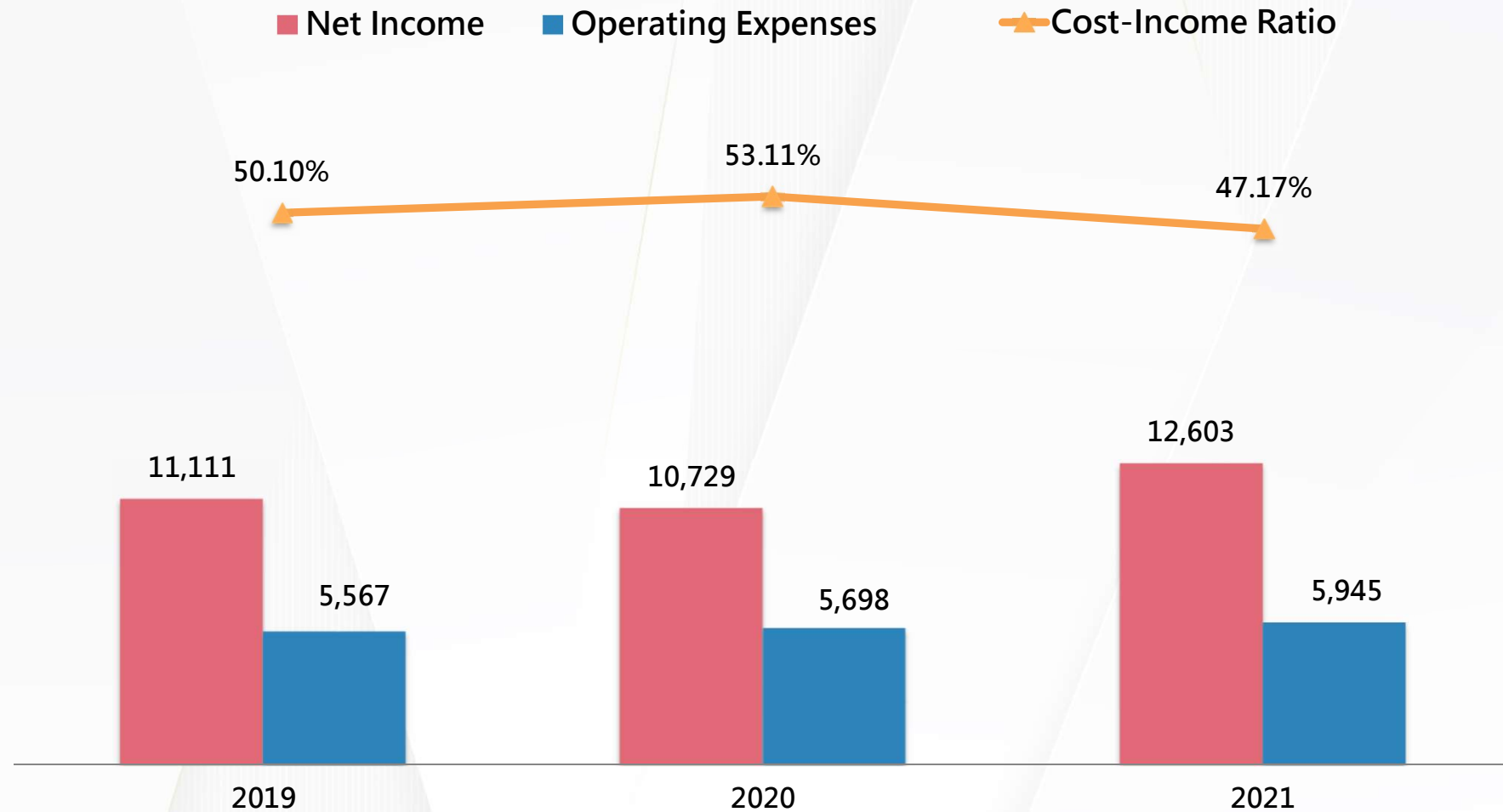
(NT\$ Hundred Million)



# TCB's Operating Expenses to Net Income

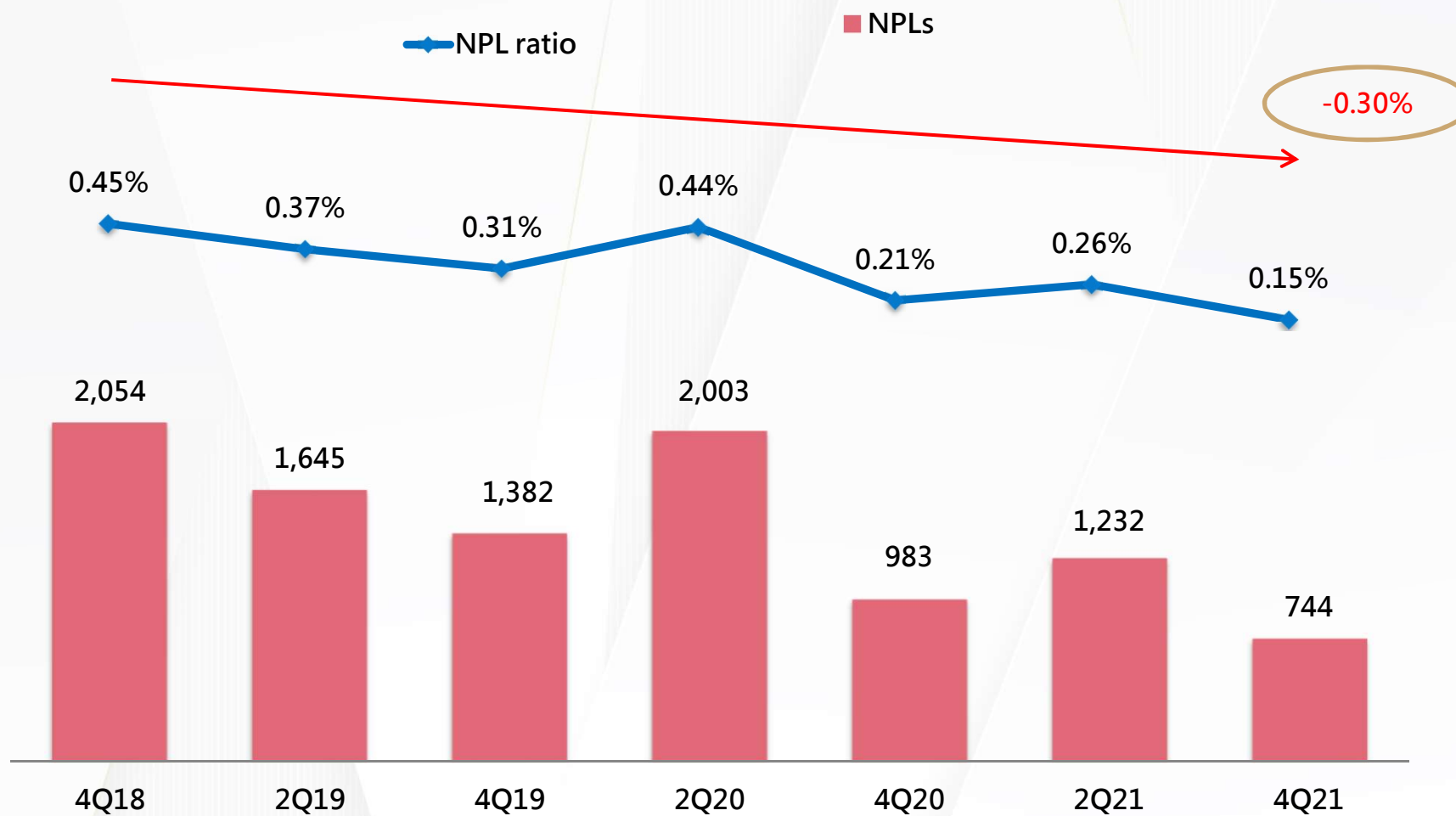


(NT\$ Million)



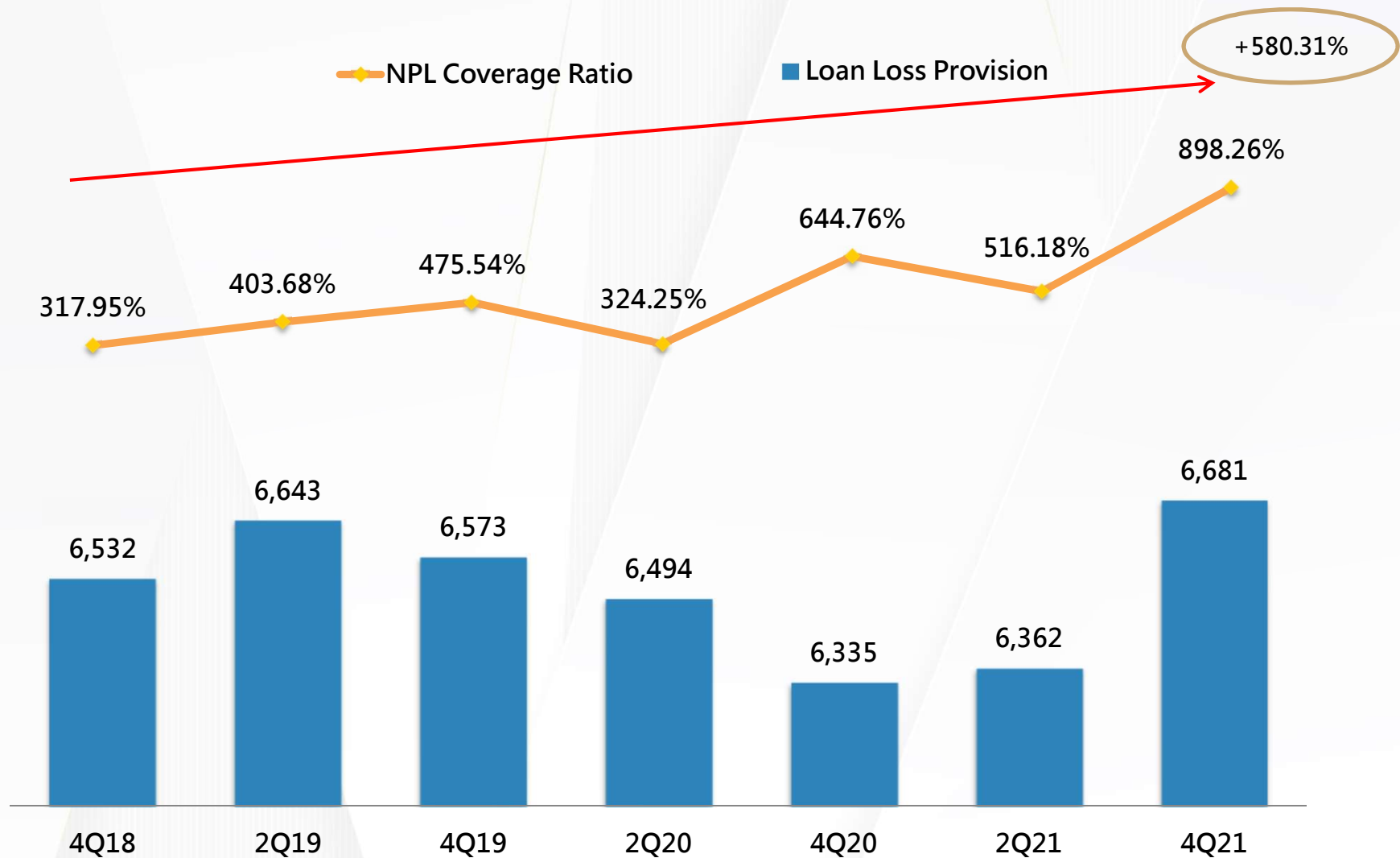
# TCB's Asset quality

## NPL ratio & NPLs



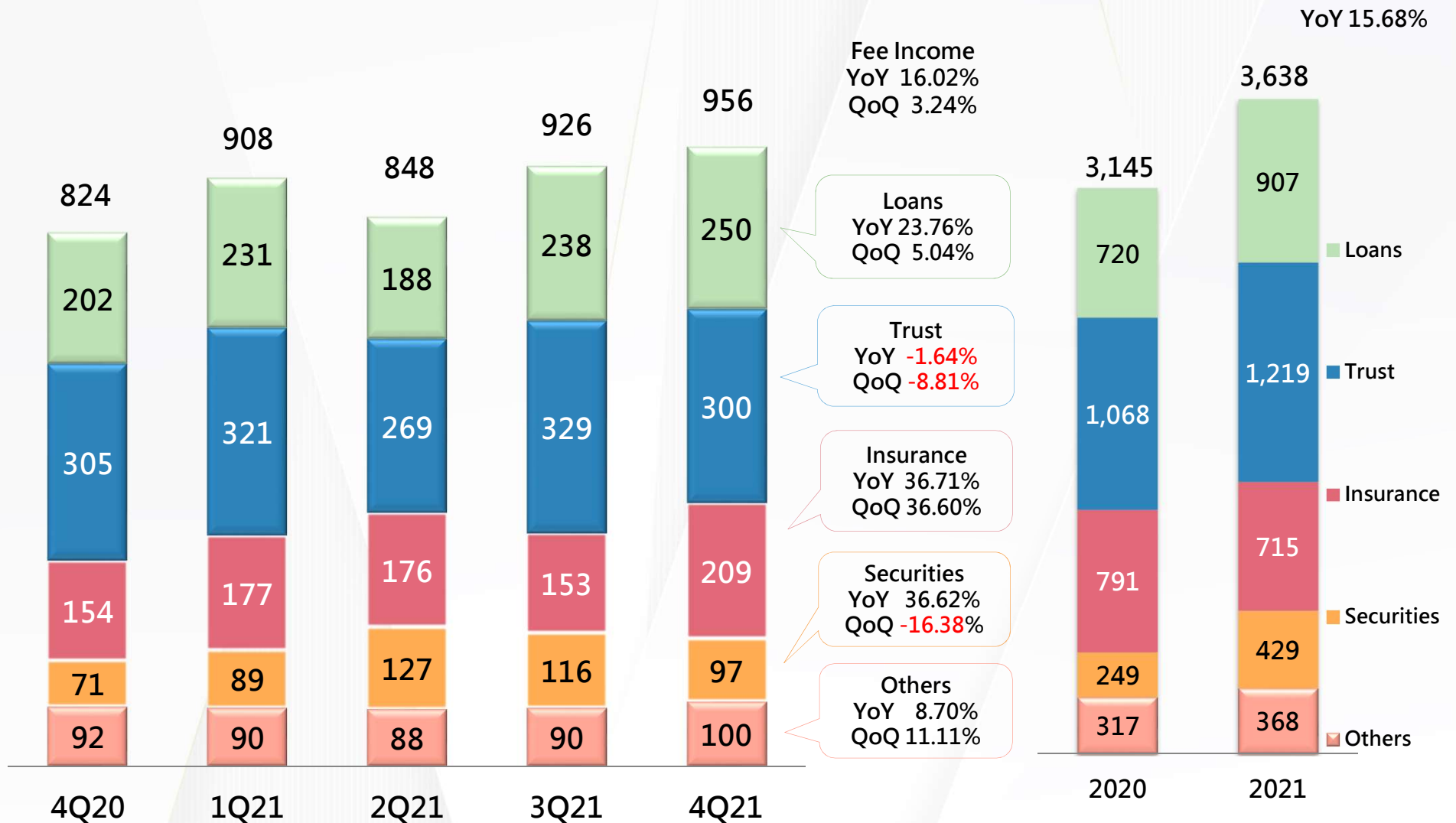
# TCB 's Asset quality

## NPL Coverage Ratio & Loan Loss Provision



# Fee Income Breakdown

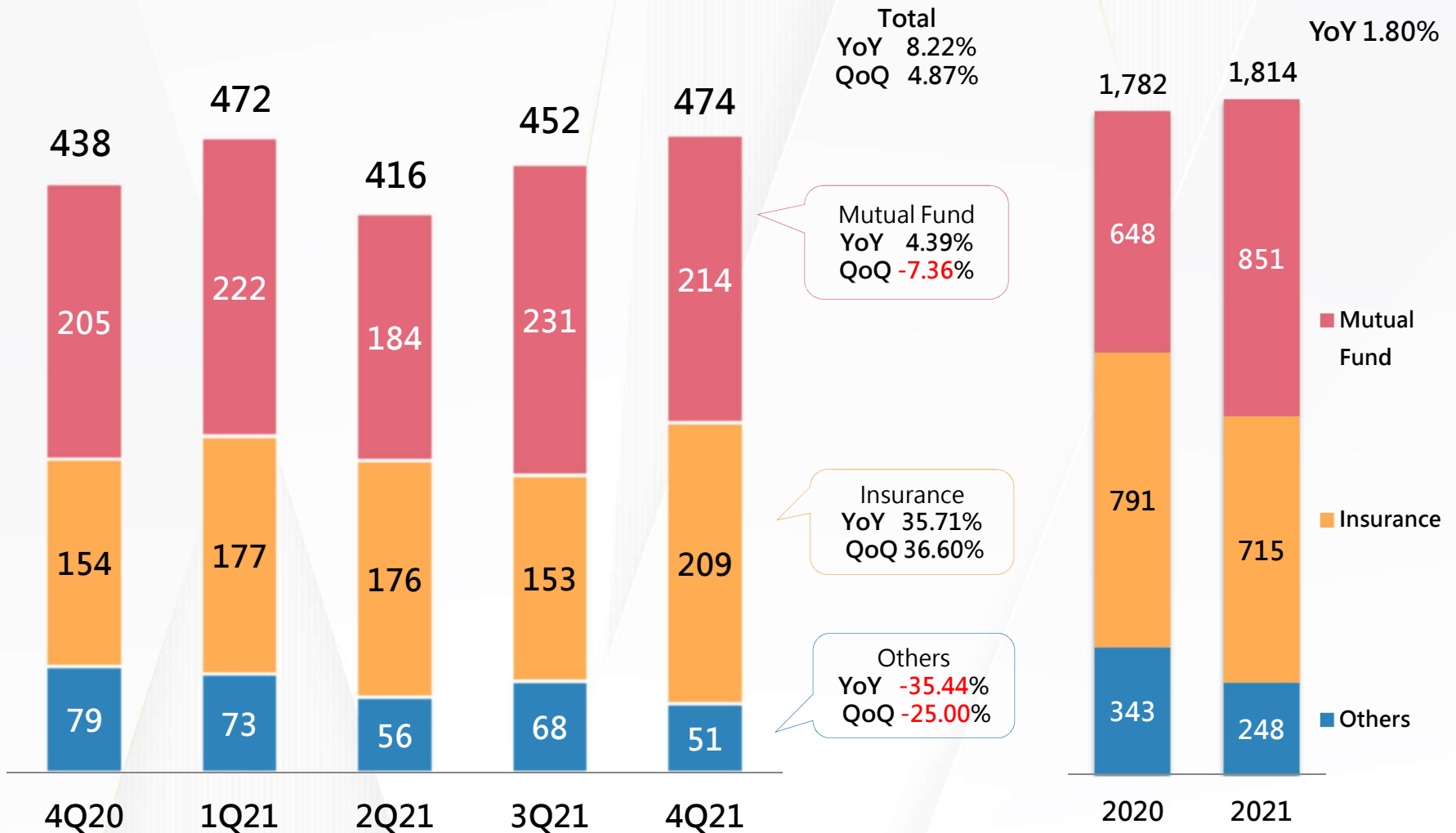
(NT\$ Million)  台中銀行  
TAICHUNG BANK



# Wealth Management Fee Income



(NT\$ Million)



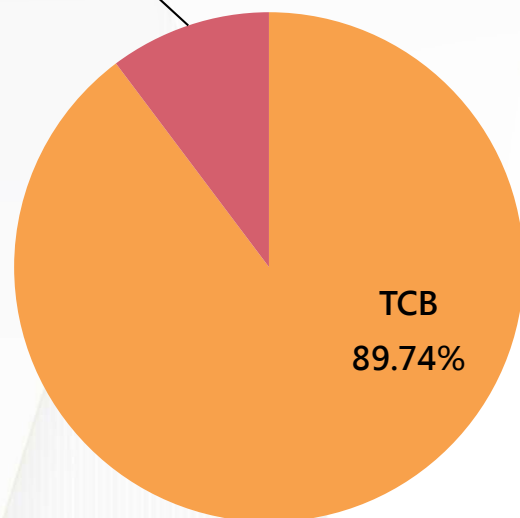
# Profit of Subsidiary to TCB



(NT\$ Million)

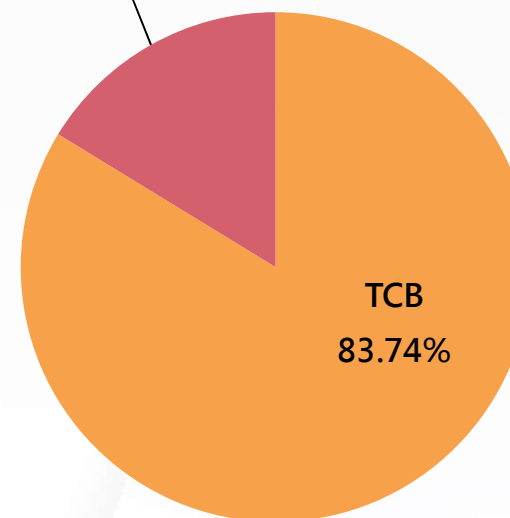
Net Profit after tax	2020	2021	YoY
TCB	3,613	4,016	11.15%
Subsidiary	413	780	88.86%
Total	4,026	4,796	19.13%

Subsidiary of TCB  
10.26%



2020 Profit Breakdown

Subsidiary of TCB  
16.26%

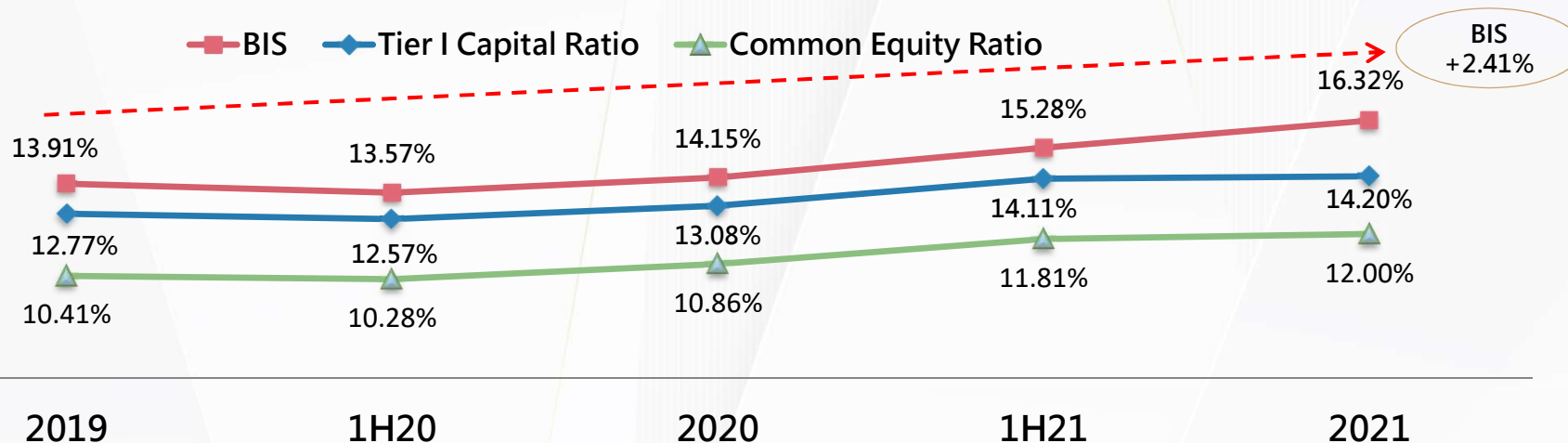


2021 Profit Breakdown

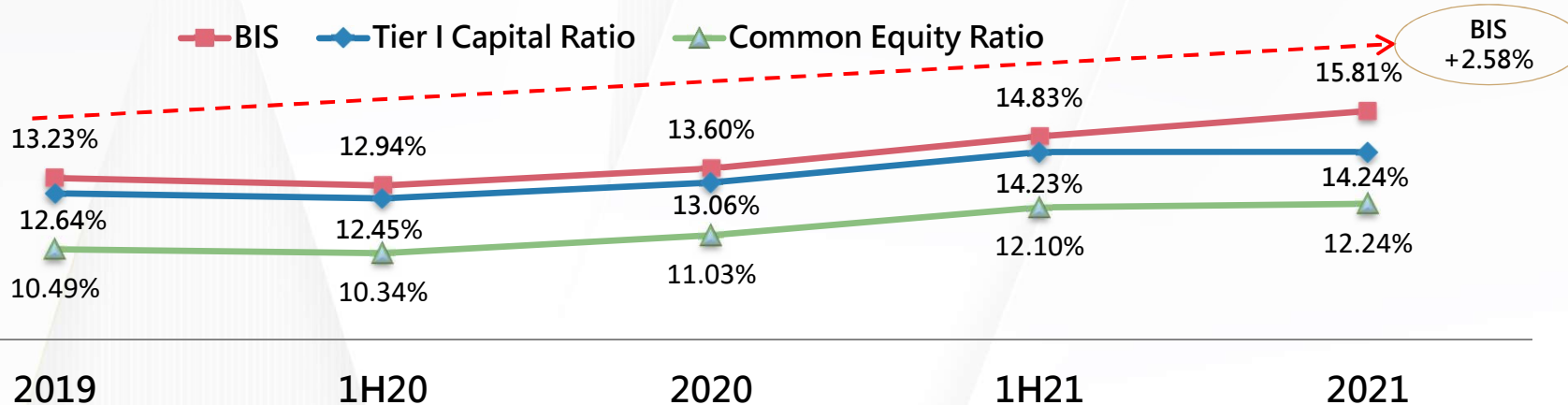
# Capital Adequacy



## Consolidated



## Individual





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# Balance Sheet (Individual)



(NT\$ Million)

	2019	2020	2021	YTD
Assets :				
Cash and due from banks	44,134	51,588	55,821	8.21%
Financial investment, net	173,347	195,628	201,027	2.76%
Loans, net	434,469	455,442	478,441	5.05%
A/R, net	4,064	3,546	3,176	-10.43%
LT investments, net	5,491	5,440	6,064	11.47%
Properties and equipment , net	10,620	12,277	13,708	11.66%
Others	2,898	3,755	4,101	9.21%
Total assets	675,023	727,676	762,338	4.76%
Liabilities :				
Deposits	584,866	638,274	661,383	3.62%
Other Liabilities	38,848	32,080	37,495	16.88%
Total Liabilities	623,714	670,354	698,878	4.26%
Total Equity	51,309	57,322	63,460	10.71%
Total liabilities and equity	675,023	727,676	762,338	4.76%

# P&L (Individual)



(NT\$ Million)

	2019	2020	2021	YoY
Net interest income	7,902	7,848	8,696	10.81%
Net fee income	1,926	2,117	2,482	17.24%
Others	1,283	764	1,425	86.52%
Total Operating Income	11,111	10,729	12,603	17.47%
Operating expenses	(5,567)	(5,698)	(5,945)	4.33%
Pre-provision Profit	5,544	5,031	6,658	32.34%
Credit Loss Provisions, net	(477)	(366)	(1,204)	228.96%
Profit Before Income Tax	5,067	4,665	5,454	16.91%
Tax Fee	(747)	(639)	(658)	2.97%
Net Profit After Income Tax	4,320	4,026	4,796	19.13%
Other Profits	153	448	88	-80.36%
Current period other comprehensive income	4,473	4,474	4,884	9.16%

# Balance Sheet (Consolidated)



(NT\$ Million)

	2019	2020	2021	YTD
Assets :				
Cash and due from banks	45,237	52,081	56,159	7.83%
Financial investment, net	174,356	197,275	202,664	2.73%
Loans, net	435,398	456,541	479,806	5.10%
A/R, net	12,820	13,484	14,352	6.44%
LT investments, net	157	163	165	1.23%
Properties and equipment, net	10,684	12,333	13,755	11.53%
Others	4,037	4,893	5,777	18.07%
Total assets	682,689	736,770	772,678	4.87%
Liabilities :				
Deposits	583,322	636,589	659,116	3.54%
Other Liabilities	48,058	42,859	50,102	16.90%
Total Liabilities	631,380	679,448	709,218	4.38%
Total Equity	51,309	57,322	63,460	10.71%
Total liabilities and equity	682,689	736,770	772,678	4.87%

# P&L(Consolidated)



(NT\$ Million)

	2019	2020	2021	YoY
Net interest income	8,351	8,279	9,278	12.07%
Net fee income	2,913	2,906	3,375	16.14%
Others	831	459	1,069	132.90%
Total Operating Income	12,095	11,644	13,722	17.85%
Operating expenses	(6,273)	(6,366)	(6,784)	6.57%
Pre-provision Profit	5,822	5,278	6,938	31.45%
Credit Loss Provisions, net	(615)	(519)	(1,369)	163.78%
Profit Before Income Tax	5,207	4,759	5,569	17.02%
Tax Fee	(887)	(733)	(773)	5.46%
Net Profit After Income Tax	4,320	4,026	4,796	19.13%
Other Profits	153	448	88	-80.36%
Current period other comprehensive income	4,473	4,474	4,884	9.16%

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# 2021 Honors and Recognition



- ★ **Won the Excellent Institutional Information Security Gold Award issued by the Joint Credit Information Center for 7 consecutive years.**
- ★ **Won the Ministry of Education's Sports Promoter Award for 2 consecutive years - Sponsorship Gold Award and Long-term Sponsorship Award**
- ★ **Won the High-Performance Bank Award in the Financial Supervisory Commission's New Southbound Policy Countries Creditors Project.**
- ★ **Won the Bronze Award in the Standing Awards Category of the Ministry of Culture's Arts and Business Awards.**
- ★ **Won the Best New Southbound Contribution Award in Excellence Magazine's bank rating competition.**
- ★ **Won the Best Digital Smart System as part of Wealth Magazine's the Wealth Management Awards.**
- ★ **Won Gold Award in the Taiwan Corporate Sustainability Reports Awards of the Taiwan Institute for Sustainable Energy.**
- ★ **Won the Three Star Award in the Stars Awards and the Five Star Award in the Lohas Promotion (Group Award) in the Taichung City Lohas Workplace Competition.**
- ★ **Won the Gold Award and Special Award for 1111 Human Resource Bank's Lohas Enterprise Poll.**

# Strategic Outlook for 2022



- ⊙ **Actively implement corporate governance and deepen awareness of compliance risks.**
- ⊙ **Balanced development of core businesses and construction of green finance for mutual benefit.**
- ⊙ **Strictly implement capital management mechanisms and deliberate long-term climate risks.**
- ⊙ **Promote trade financing momentum, expand territory, and connect with the world.**
- ⊙ **Create value for wealth management customers and ensure the security of the Trust 2.0 Plan.**
- ⊙ **Plan the financial ecologies of domains and gain digital transformation business opportunities.**
- ⊙ **Gain insights into target customer needs and expand our consumer finance operating foundations.**





Thanks for your  
listening!

