



**DISCLOSURE PACKAGE FOR OVERSEAS INCORPORATED
AUTHORISED INSTITUTION**

**NATIONAL AUSTRALIA BANK LTD
(HONG KONG BRANCH)**

For the interim financial period ended
31 March 2024

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SECTION A - BRANCH INFORMATION (HONG KONG OFFICE ONLY)

I. INCOME STATEMENT

	Six Months ended 31 Mar 2024 HK\$'000	Six Months ended 31 Mar 2023 HK\$'000
Profit and Loss		
Interest income	475,120	876,858
Interest expense	(440,826)	(756,897)
Net Interest Income	<u>34,294</u>	<u>119,961</u>
Gains less losses arising from trading in foreign currencies	46,503	74,981
Gains less losses on securities held for trading purpose	-	-
Gains less losses from other trading activities	1,223	(58)
Fees and commission income	23,557	23,165
Other income	(7,018)	(79,805)
Total other operating income	<u>64,265</u>	<u>18,283</u>
Total Income	98,559	138,244
Staff expenses	(62,132)	(21,846)
Rental expenses	(4,516)	(6,962)
Other expenses	(80)	4,666
Total Expenses	<u>(66,728)</u>	<u>(24,142)</u>
Net charges for impaired loans and receivables	5,266	1,265
	<u>(61,462)</u>	<u>(22,877)</u>
Profit before taxation	37,097	115,367
Tax expense	(559)	(16,139)
Profit after taxation	<u><u>36,538</u></u>	<u><u>99,228</u></u>

SECTION A - BRANCH INFORMATION (HONG KONG OFFICE ONLY)**II. BALANCE SHEET**

	As at 31 Mar 2024 HK\$'000	As at 30 Sep 2023 HK\$'000
Assets		
Cash and balances with banks	241,684	163,694
Amount due from overseas offices	11,475	9,004,247
Trade bills	-	1,184,555
Certificates of deposit held	-	-
Loans and advances to customers	-	3,758
Investment securities	-	14,586,375
Property, plant and equipment	50,999	52,732
Other assets	149,145	1,925,473
Total assets	453,303	26,920,834
Liabilities		
Deposits and balances from banks	-	380,272
Amount due to overseas offices	123,080	8,774,347
Deposits from customers:		
- Demand deposits and current accounts	-	452,697
- Savings deposits	-	7
- Time, call and notice deposits	-	15,427,717
Other liabilities and provisions	330,223	1,885,794
Total liabilities	453,303	26,920,834

III. ADDITIONAL BALANCE SHEET INFORMATION

1 Loans and advances to customers

As at 31 Mar 2024

	HK\$'000
Loans and advances to customers	-
Collective provisions to customers	-
Impaired loans to non-bank customers	-
Specific provisions to customers	-
Percentage of impaired loans to non-bank customers to total advances to customers	0%
Net loans and advances to customers	<u>-</u>

As at 30 Sep 2023

	HK\$'000
Loans and advances to customers	3,763
Collective provisions to customers	(5)
Impaired loans to non-bank customers	-
Specific provisions to customers	-
Percentage of impaired loans to non-bank customers to total advances to customers	0%
Net loans and advances to customers	<u>3,758</u>

SECTION A - BRANCH INFORMATION (HONG KONG OFFICE ONLY)

III. ADDITIONAL BALANCE SHEET INFORMATION

2 Overdue and rescheduled assets

As at 31 Mar 2024	Non-bank customers HK\$'000	Banks HK\$'000	Total HK\$'000
Gross amount of loans and advances to customers which have been overdue for			
- More than 1 year	-	-	-
% of the overdue to the total gross total loans and advances to customers	0.00%	0%	0.00%
Value and type of collateral of the overdue loans and advances to customers			
- Residential property	-	-	-
- Commercial property	-	-	-
Specific provision made on the overdue loans and advances to customers	-	-	-
Gross amount of loans and advances to customers which have been rescheduled, excluding those have been overdue for more than 3 months and reports in above	-	-	-
% of the reschedule loans and advances to the total loans and advances to customers, excluding those have been overdue for more than 3 months and reports in above	0%	0%	0%
As at 30 Sep 2023	Non-bank customers HK\$'000	Banks HK\$'000	Total HK\$'000
Gross amount of loans and advances to customers which have been overdue for			
- More than 3 months but not more than 6 months	-	-	-
- More than 1 year	-	-	-
% of the overdue to the total gross total loans and advances to customers	0.00%	0%	0.00%
Value and type of collateral of the overdue loans and advances to customers			
- Residential property	-	-	-
Specific provision made on the overdue loans and advances to customers	-	-	-
Gross amount of loans and advances to customers which have been rescheduled, excluding those have been overdue for more than 3 months and reports in above	-	-	-
% of the reschedule loans and advances to the total loans and advances to customers, excluding those have been overdue for more than 3 months and reports in above	0%	0%	0%

There were no repossessed assets as at 31 March 2024 and 30 September 2023.

SECTION A - BRANCH INFORMATION (HONG KONG OFFICE ONLY)

III. ADDITIONAL BALANCE SHEET INFORMATION (CONTINUED)

	As at 31 Mar 2024 HK\$'000	As at 30 Sep 2023 HK\$'000
3 Gross advances to customers by industry sector and loan usage		
Loans and advances for use in Hong Kong		
Loans and advances for use outside Hong Kong	-	3,763
	<u>-</u>	<u>3,763</u>
	<u>-</u>	<u>3,763</u>
Loans and advances which are covered by collateral or other securities	-	3,763

SECTION A - BRANCH INFORMATION (HONG KONG OFFICE ONLY)

III. ADDITIONAL BALANCE SHEET INFORMATION (CONTINUED)

	As at 31 Mar 2024	As at 30 Sep 2023
	HK\$'000	HK\$'000
4 Gross advances to customers by geographical areas		
Analysis of the gross amount of advances to customers by geographical areas according to the location of the counterparties after taking into account the transfer of risk for which exceed 10% of the aggregate gross amount to customers.		
Hong Kong - Loans and advances to customers	-	2,744
- Overdue and impaired loans	-	-

5 International claims

Analysis of the international claims by countries or geographical areas that constitute 10% or more of the total international claims according to the location of the counterparties and by the types of counterparties after taking into account transfer of risk.

	Banks HK\$M	Official sector HK\$M	Non-bank private sector HK\$M	Total HK\$M
As at 31 Mar 2024				
- Australia	90	-	-	90
- United States	127	-	-	127
Total	<u>217</u>	<u>-</u>	<u>-</u>	<u>217</u>
As at 30 Sep 2023				
- Australia	15,212	-	4	15,216
- Japan	130	4,635	-	9,401
- Singapore	231	1,486	-	3,204
- United States	136	-	-	136
Total	<u>15,709</u>	<u>6,122</u>	<u>4</u>	<u>27,956</u>

SECTION A - BRANCH INFORMATION (HONG KONG OFFICE ONLY)

III. ADDITIONAL BALANCE SHEET INFORMATION (CONTINUED)

6 Mainland Activities Disclosures

As at 31 Mar 2024

Type of counterparties	On-balance sheet exposures HK\$M	Off-balance sheet exposures HK\$M	Total HK\$M
1. Central government, central government-owned entities and their subsidiaries and joint ventures (JVs)	-	-	-
2. Local governments, local government-owned entities and their subsidiaries and JVs	-	-	-
3. PRC nationals residing in Mainland China or other entities incorporated in Mainland China and their subsidiaries and JVs	-	-	-
4. Other entities of central government not reported in item 1 above	-	-	-
5. Other entities of local governments not reported in item 2 above	-	-	-
6. PRC nationals residing outside Mainland China or entities incorporated outside Mainland China where the credit is granted for use in Mainland China	-	-	-
7. Other counterparties where the exposures are considered by the reporting institution to be non-bank Mainland China exposures	-	-	-
Total	<u>-</u>	<u>-</u>	<u>-</u>
Total assets after provision	<u>-</u>		
On-balance sheet exposure as percentage of total assets	0.00%		

As at 30 Sep 2023

Type of counterparties	On-balance sheet exposures HK\$M	Off-balance sheet exposures HK\$M	Total HK\$M
1. Central government, central government-owned entities and their subsidiaries and joint ventures (JVs)	-	4	4
2. Local governments, local government-owned entities and their subsidiaries and JVs	-	-	-
3. PRC nationals residing in Mainland China or other entities incorporated in Mainland China and their subsidiaries and JVs	-	1,156	1,156
4. Other entities of central government not reported in item 1 above	-	-	-
5. Other entities of local governments not reported in item 2 above	-	6	6
6. PRC nationals residing outside Mainland China or entities incorporated outside Mainland China where the credit is granted for use in Mainland China	-	-	-
7. Other counterparties where the exposures are considered by the reporting institution to be non-bank Mainland China exposures	-	-	-
Total	<u>-</u>	<u>1,166</u>	<u>1,166</u>
Total assets after provision	<u>26,921</u>		
On-balance sheet exposure as percentage of total assets	0.00%		

SECTION A - BRANCH INFORMATION (HONG KONG OFFICE ONLY)

III. ADDITIONAL BALANCE SHEET INFORMATION (CONTINUED)

7 Currency risk

	USD HK\$M	AUD HK\$M	JPY HK\$M	CNY HK\$M	NZD HK\$M	SGD HK\$M	OTH HK\$M	Total HK\$M
As at 31 Mar 2024								
Hong Kong dollar equivalent								
- Spot assets	217	70	21	7	5	6	18	344
- Spot liabilities	(203)	(66)	-	-	-	-	(6)	(275)
- Forward purchases	-	-	-	-	-	-	-	-
- Forward sales	-	-	-	-	-	-	-	-
- Net options position	-	-	-	-	-	-	-	-
Net Long/(short) position	<u>14</u>	<u>4</u>	<u>21</u>	<u>7</u>	<u>5</u>	<u>6</u>	<u>12</u>	<u>69</u>
Net Structural Position	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
As at 30 Sep 2023								
Hong Kong dollar equivalent								
- Spot assets	8,889	2,984	4,731	1	4,345	1,490	70	22,510
- Spot liabilities	(10,765)	(1,747)	(2,028)	(618)	(3)	(113)	(45)	(15,319)
- Forward purchases	16,335	1,690	1,473	649	52	172	-	20,371
- Forward sales	(13,201)	(2,972)	(4,156)	(22)	(4,299)	(1,556)	(13)	(26,219)
- Net options position	-	-	-	-	-	-	-	-
Net Long/(short) position	<u>1,258</u>	<u>(45)</u>	<u>20</u>	<u>10</u>	<u>95</u>	<u>(7)</u>	<u>12</u>	<u>1,343</u>
Net Structural Position	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

SECTION A - BRANCH INFORMATION (HONG KONG OFFICE ONLY)

IV. OFF BALANCE SHEET EXPOSURES

	As at 31 Mar 2024 HK\$'000	As at 30 Sep 2023 HK\$'000
1 Contingent liabilities and commitments at contractual amounts		
- Direct credit substitutes	-	7,976,550
- Trade-related contingencies	-	3,655
- Other commitments	-	1,041,564
- Others (including forward asset purchases, amounts owing on partly paid-up shares and securities, forward deposits placed, asset sales with recourse or other transactions with recourse)	-	506

The contractual amounts of the above exposures represent the amount at risk.

SECTION A - BRANCH INFORMATION (HONG KONG OFFICE ONLY)

IV. OFF BALANCE SHEET EXPOSURES (CONTINUED)

2 Derivative Financial Instruments

As at 31 Mar 2024	Contractual amount HK\$'000	Fair Value Favourable/ (Unfavourable) HK\$'000
Exchange rate contracts		
- Spot and Forwards	-	-
- Swaps	-	-
	<u>-</u>	<u>-</u>
	<u>-</u>	<u>-</u>
Interest rate contracts		
- Swaps	-	-
	<u>-</u>	<u>-</u>
	<u>-</u>	<u>-</u>
As at 30 Sep 2023	Contractual amount HK\$'000	Fair Value Favourable/ (Unfavourable) HK\$'000
Exchange rate contracts		
- Spot and Forwards	20,488,650	579,811
- Swaps	9,056,954	785,886
	<u>29,545,604</u>	<u>1,365,697</u>
	<u>29,545,604</u>	<u>1,365,697</u>
Interest rate contracts		
- Swaps	8,341,439	(954)
	<u>8,341,439</u>	<u>(954)</u>
	<u>8,341,439</u>	<u>(954)</u>

There are no bilateral netting arrangements in derivatives contracts for the branch.

SECTION A - BRANCH INFORMATION (HONG KONG OFFICE ONLY)

V. LIQUIDITY

	Three months quarter ended 31 Mar 2024	Three months quarter ended 31 Mar 2023
Average liquidity maintenance ratio (LMR) for the financial period	126.00%	209.69%

The average liquidity maintenance ratio for the period is the arithmetic mean of each calendar month's average liquidity ratio.

The liquidity risk management of National Australia Bank Hong Kong branch is aligned to the Group's liquidity risk management approach to manage its funding and liquidity risk. Further information can be found in the section of Liquidity Risk under Note 19 Financial risk management on Page 203 of the 2023 Annual Financial Report.

<https://www.nab.com.au/content/dam/nab/documents/reports/corporate/2023-annual-report.pdf>

VI. DISCLOSURE ON REMUNERATION

National Australia Bank Limited's remuneration framework recognises and rewards performance consistent with general practices within the markets in which the Group (being National Australia Bank Limited and its controlled entities) operates while being linked to shareholder outcomes. The Group's remuneration philosophy is underpinned by principles that:

- link employee rewards to the creation of shareholder value; and
- provide competitive levels of remuneration within the markets in which the Group operates to attract and retain the best talent.

Please refer to the Remuneration Report on pages 115 to 154 of the 2023 Annual Financial Report of the Group for details.

SECTION B - BANK INFORMATION (CONSOLIDATED BASIS)**ANNOUNCEMENT - 2023/2024 Group Half Year Financial Results for the half year ended 31 March 2024****I. Capital and capital adequacy**

	As at 31 Mar 2024	As at 30 Sep 2023
Common equity tier 1 ratio	12.15%	12.22%
Tier 1 ratio	14.13%	14.19%
Total capital ratio	20.27%	19.88%

As an authorised deposit-taking institution (ADI), the National Australia Bank Limited is subject to regulation by Australian Prudential Regulation Authority (APRA) under the authority of the Banking Act 1959. APRA has set minimum regulatory capital requirements for banks that are consistent with the Basel III Framework.

	31 Mar 2024	30 Sep 2023
	A\$M	A\$M
Aggregate amount of shareholders' funds (Total Equity)	61,710	61,503

II. Other financial information

	31 Mar 2024	30 Sep 2023
	A\$M	A\$M
Group total assets	1,071,005	1,059,083
Group total liabilities	1,009,295	997,580
Group total-loans and advances	719,877	702,702
Group total deposits and other borrowings	695,537	682,120
	Six Months ended 31 Mar 2024	Six Months ended 31 Mar 2023
	A\$M	A\$M
Group total profit before tax	4,975	5,584

Operations of the institution

National Australia Bank is an overseas bank incorporated in Australia. Our Branch provides personal and business banking services to our clients.

Statement of compliance

To the best of my knowledge, the information disclosed complies with the Banking (Disclosure) Rules and is not false or misleading.



Edwina Yu
Alternate Chief Executive
National Australia Bank - Hong Kong Branch

