



彰化銀行

Financial Review

2024Q4

(Bloomberg: 2801 TT)

March 18, 2025



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Economic Outlook

Global The economy is experiencing moderate growth, but political and economic uncertainties remain a concern.

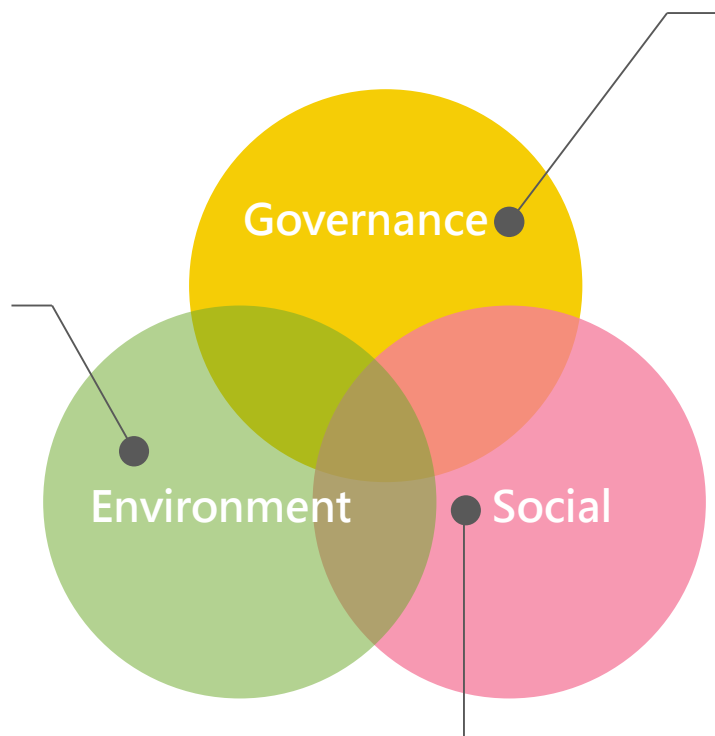
- Global manufacturing performance remains polarized, with strong demand for advanced semiconductor processes and servers.
- Major central banks are expected to continue rate cuts, with easing financial conditions supporting moderate economic growth.
- U.S. tariff policies and global trade dynamics may lead to restructuring the global supply chain.
- China is increasing infrastructure investment and prioritizing consumption in its 2025 economic agenda to boost growth.

Taiwan Strong domestic demand and active exports are expected to drive moderate growth in the domestic economy.

- Domestic and international institutions generally forecast Taiwan's economic growth to exceed 3% in 2025.
- Business opportunities in high-end semiconductor processes and servers are promising, while demand for traditional products is slowly recovering.
- The emergence of AI technologies is expected to drive the development of related software and applications, boosting Taiwan's industries.
- As the domestic economy recovers, it will support consumer confidence and tourism momentum. In particular, the air transport industry will continue to be optimistic.
- China's increased infrastructure investment will also help boost demand for bulk shipping.

Sustainable Performance

- **CDP Climate Change A List:** Recognized as an A-List company in the Carbon Disclosure Project (CDP).
- **Business Weekly 2024:** Listed among the Top 100 Carbon Competitiveness Companies.
- **ESG Business Award 2024:** Winner of the Carbon Disclosure Award by international media.
- **TCFD Excellence Award:** Recognized by NCCU's Center for Corporate Sustainability Management in the 1st TCFD Report Evaluation.
- **National Enterprise Environmental Protection Award:** Silver Award in the 6th edition by the Ministry of Environment.
- **SBTi Certification:** Near-term carbon reduction targets approved by the Science Based Targets initiative (SBTi).



- **S&P Sustainability Yearbook:** Top 10% for the past two years, selected for three consecutive years.
- **Corporate Governance Evaluation:** Top 5% of listed companies for three consecutive years.
- **DJSI Constituent:** Included in both the World Index and Emerging Markets Index.
- **Sustainable Finance Evaluation (FSC):** Top 20% and 25% in the banking industry for two consecutive years.
- **Corporate Governance Excellence:** Certified as "Excellence" by the Taiwan Corporate Governance Association.
- **TIPS A-Level Certification:** Awarded by the Ministry of Economic Affairs for the third time.

- **ISO 10002 Certification:** Certified by BSI for customer complaint quality management.
- **Joint Credit Information Center Awards 2024:** Winner of the Golden Security Award, Golden Quality Award, and Sustainable Finance Award.
- **2024 Bronze Award in the Sports Promoter Award** (Sponsorship Category) by Ministry of Education.
- Recognized as a **Healthy Workforce Sustainability Leader** by Ministry of Labor.
- Gold Award in the Financial & Consulting category for **Happiest Companies** by 1111 Job Bank.
- First Place in the **Auxiliary Group category** for two consecutive years.

Agenda

● **Operational Highlights**

● Financial Performance

● Operating Results

● Appendix

Operational Highlights (consolidated basis)

Core Business

- Loans NT\$1,928 bn,+10.63% YoY,
Corp.+7.79% YoY · Personal +11.13% YoY ·
Overseas +8.96% YoY
- Deposits NT\$2,597 bn,+9.90% YoY,
NTD Deposit +11.74% YoY
FX Deposit + 4.84% YoY

Profitability

- Net Income After Tax NT\$14.95bn,+15.12% YoY
- EPS NT\$1.33 · ROA 0.49% · ROE 7.68%

Asset Quality

- NPL ratio was 0.16% · -0.02%YoY
- Coverage ratio was 797.47% · +104.09%YoY

Capital Adequacy Ratio

- BIS ratio was 14.14%

*ROE and ROA are after-tax figures.

Agenda

● Operational Highlights

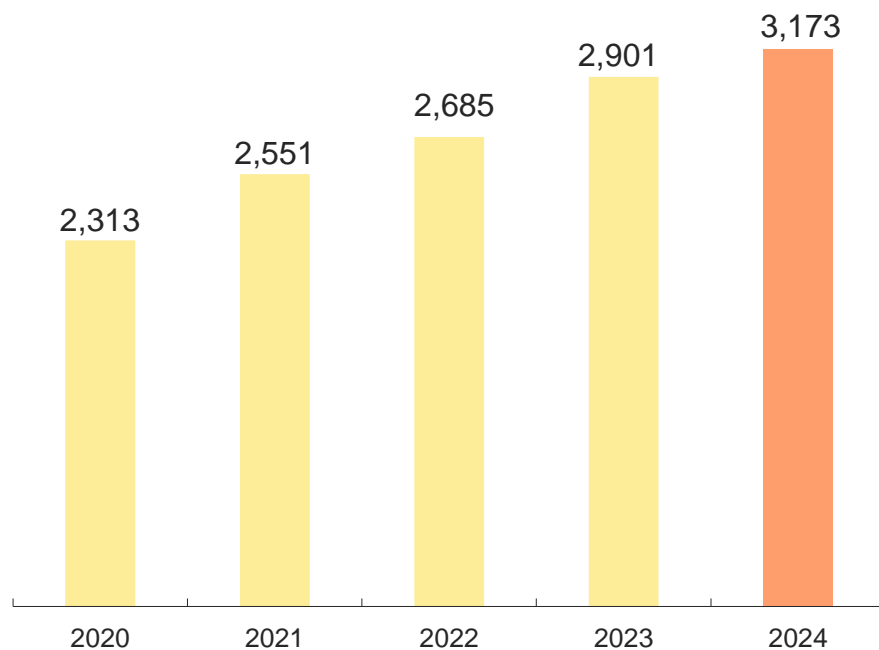
● **Financial Performance**

● Operating Results

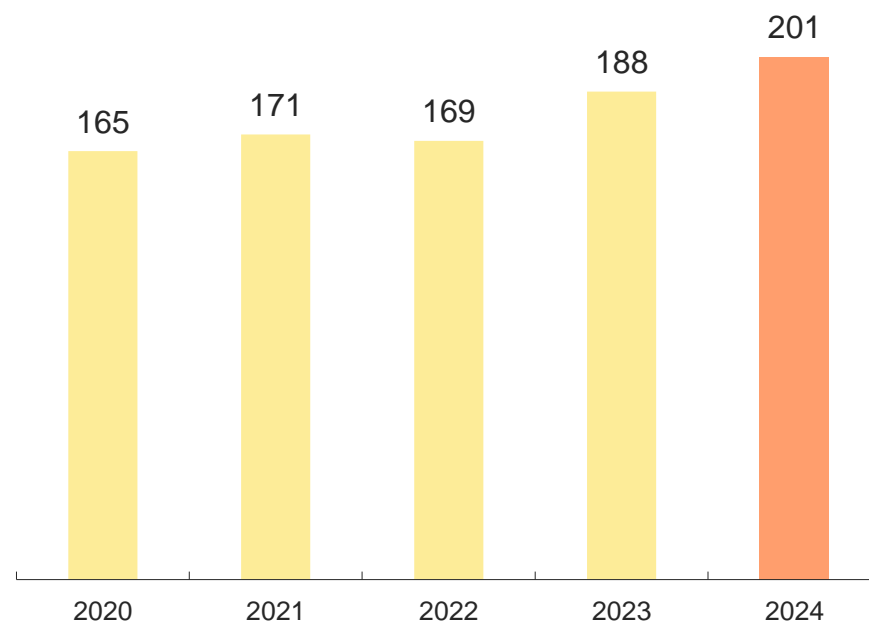
● Appendix

Asset Size and Net Worth

Asset Size (in NT\$ bn)

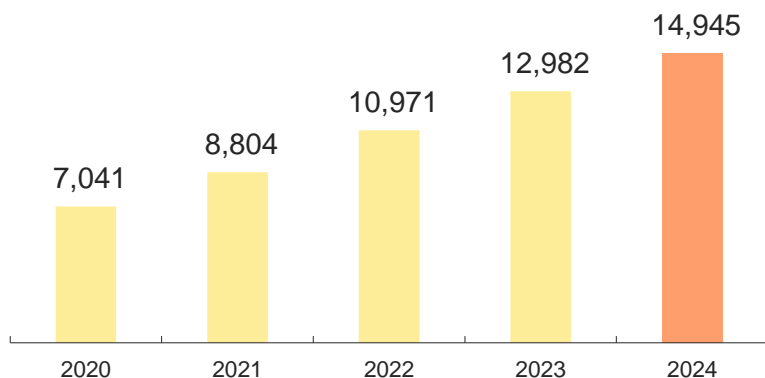


Net Worth (in NT\$ bn)

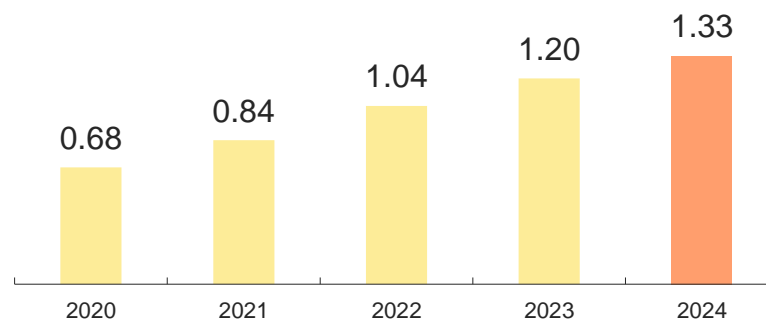


Financial Performance

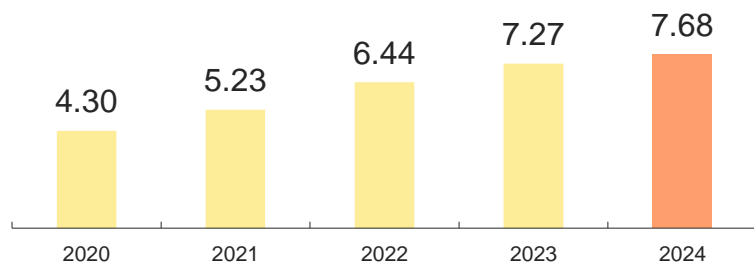
Net Income After Tax (in NT\$ mn)



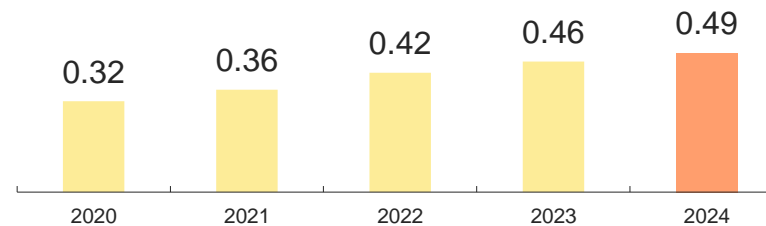
EPS After tax (in NT\$)



ROE(%)



ROA(%)



*ROE and ROA are after-tax figures.

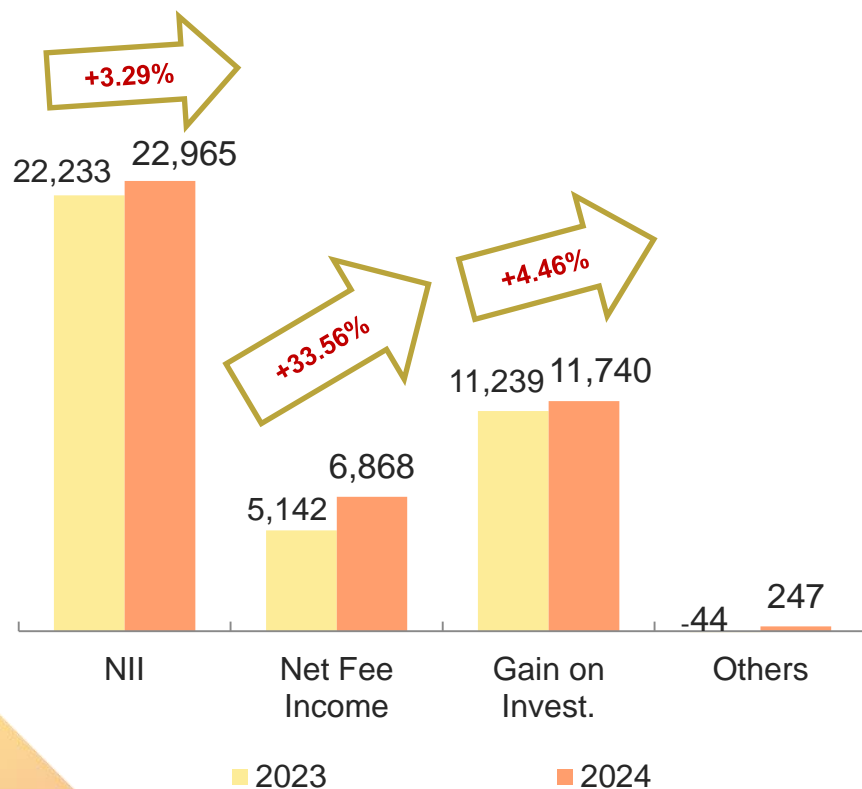
Comprehensive Income

(In NT\$ mn)	2023	2024	YoY(%)
Net Revenue	38,570	41,820	8.42%
Provision, Net	3,241	3,051	-5.88%
Operating Expense	19,092	20,415	6.93%
Net Income Before tax	16,237	18,354	13.04%
Income Tax Expense	3,254	3,408	4.72%
Net Income After tax	12,982	14,945	15.12%
Other comprehensive income	11,814	4,426	-62.54%
Total comprehensive income	24,796	19,371	-21.88%

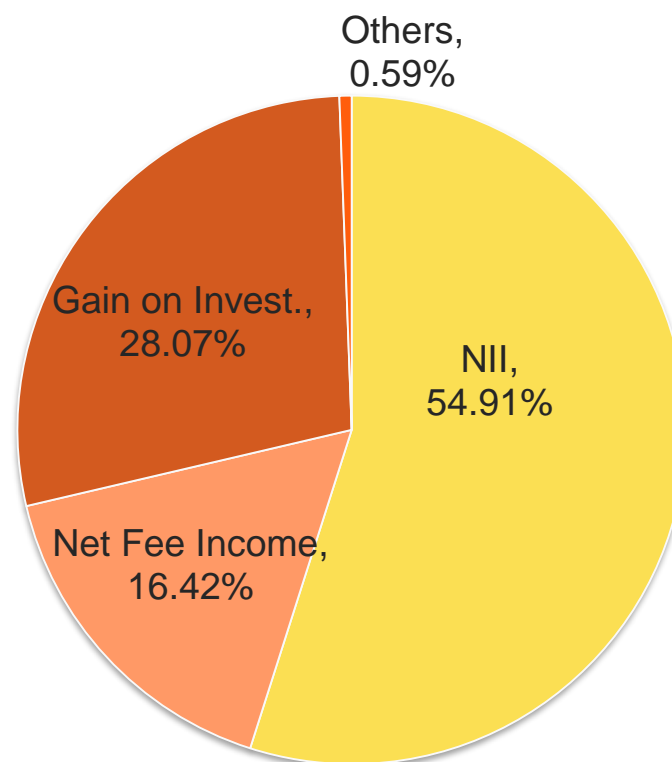
Net Revenue

Net Revenue (in NT\$ mn)

2023	2024	YoY
38,570	41,820	+8.42%



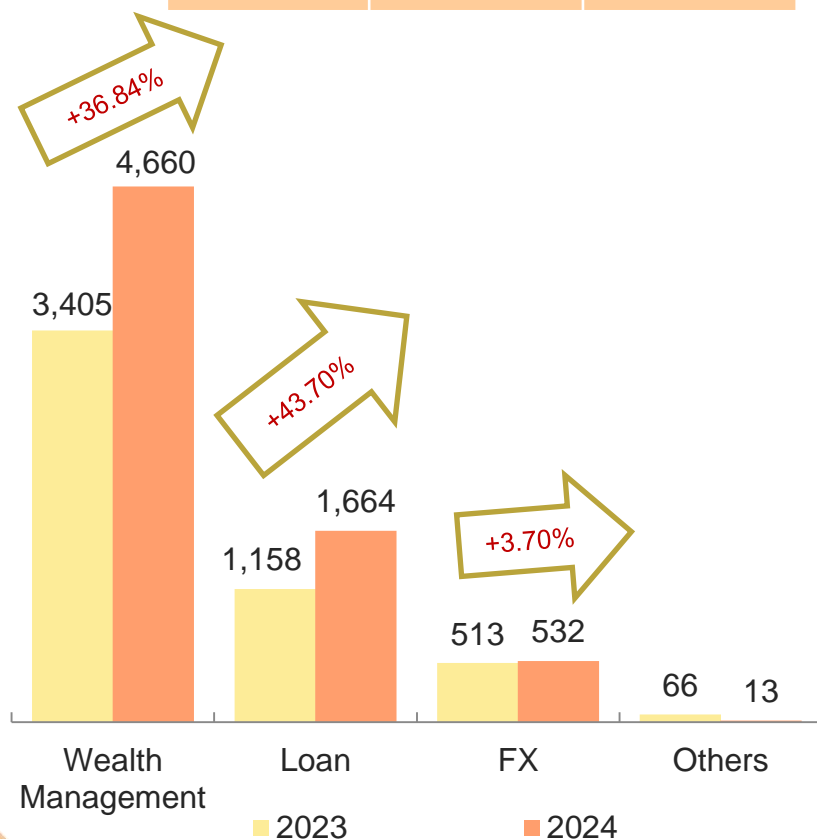
2024 Net Revenue Breakdown



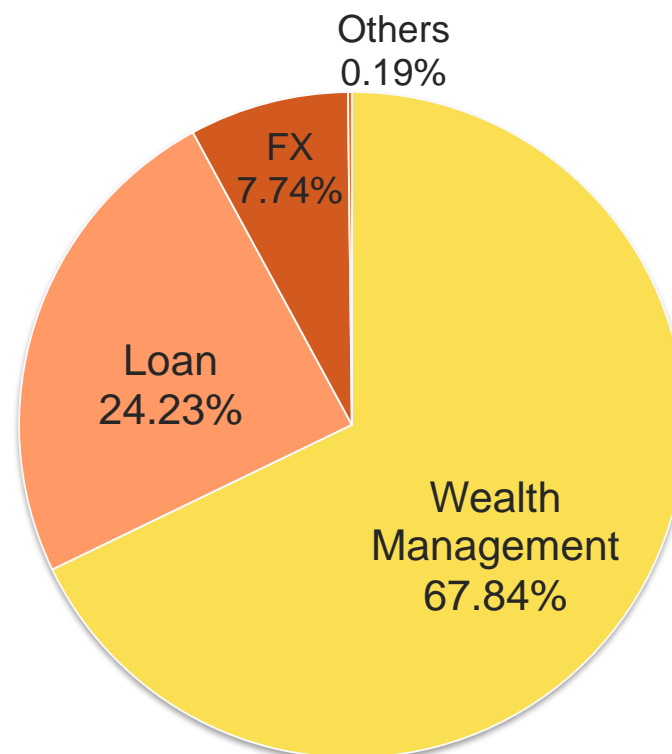
Net Fee Income

Net Fee Income (in NT\$ mn)

2023	2024	YoY
5,142	6,868	+33.56%



2024 Net Fee Income Breakdown



Agenda

● Operational Highlights

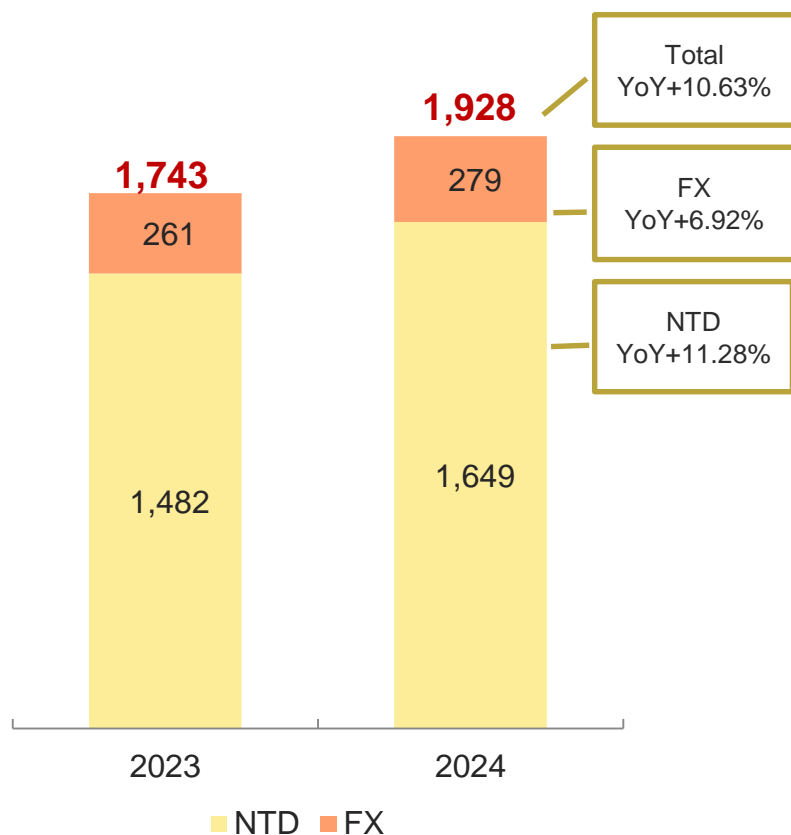
● Financial Performance

● **Operating Results**

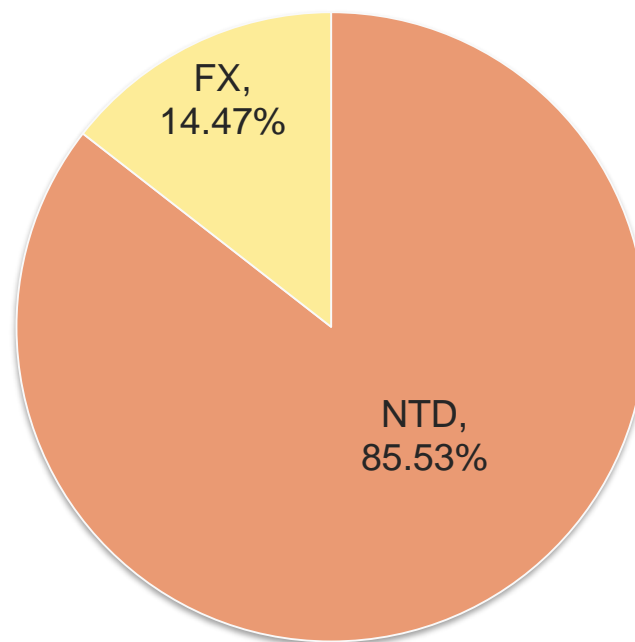
● Appendix

Loan Breakdown by Currency

Loan Balance (in NT\$ bn)



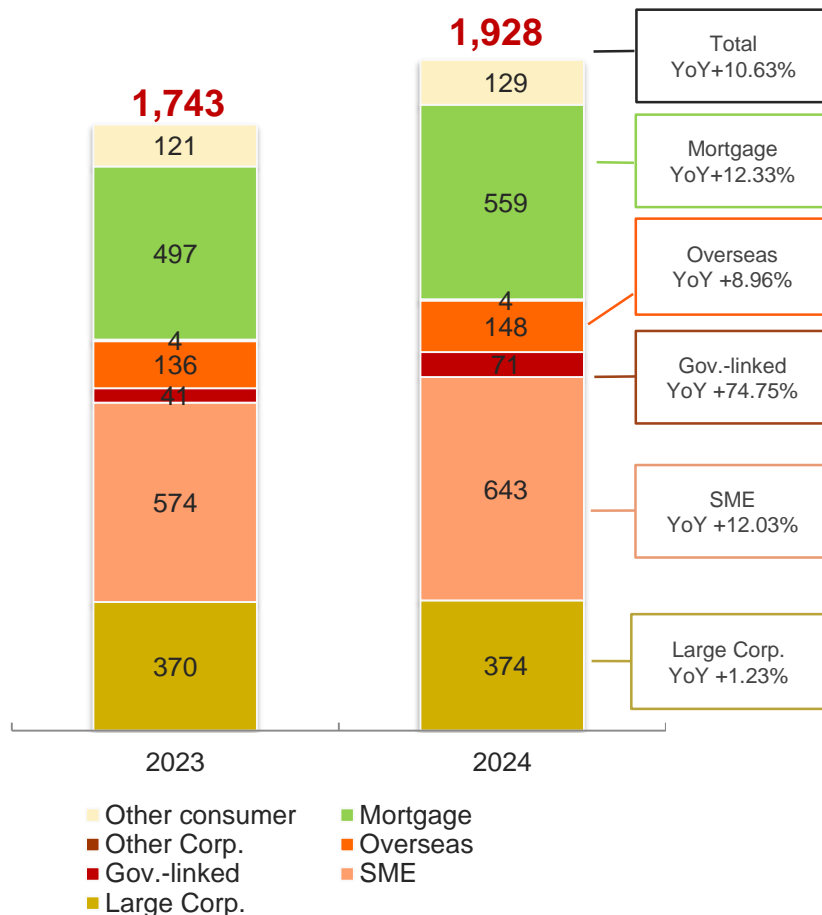
2024 Loan Breakdown by Currency



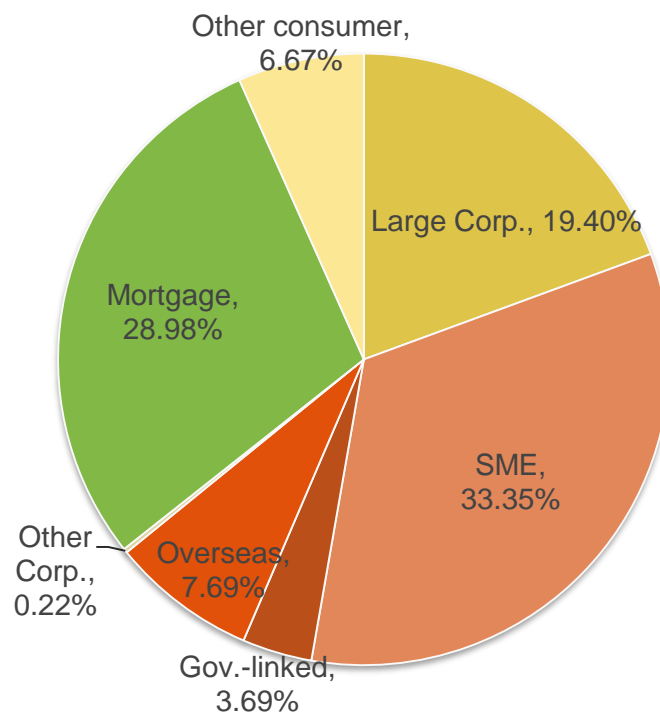
*.Loan includes ordinary loans, advances (credit card), factoring A/R, exchange bills negotiated, and import / export bills negotiated, and excludes overdue loans.

Loan Breakdown by Customer

Loan Balance (in NT\$ bn)



2024 Loan Breakdown by Customer

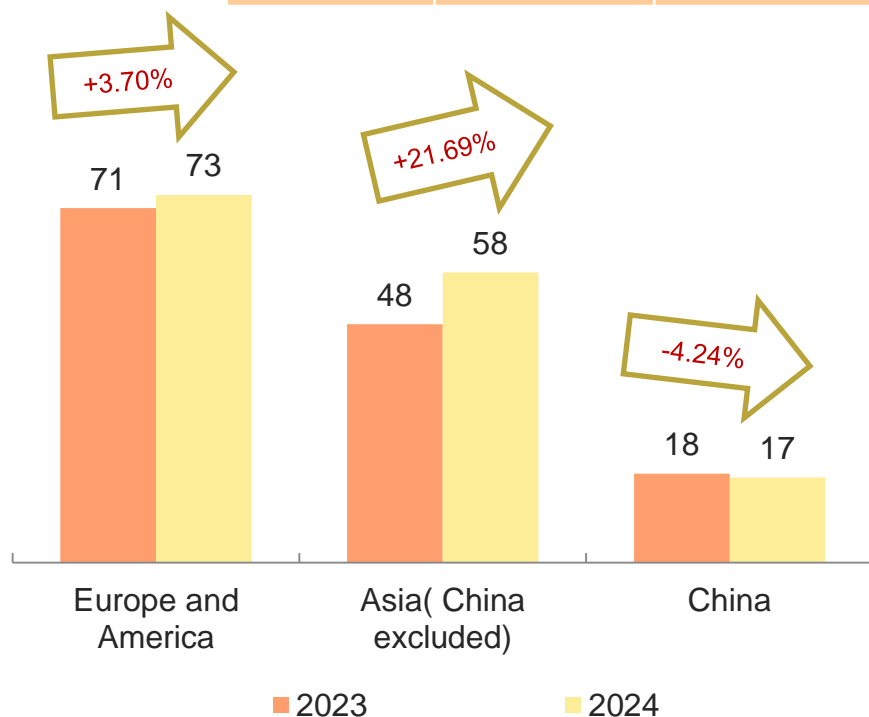


*.Loan includes ordinary loans, advances (credit card), factoring A/R, exchange bills negotiated, and import / export bills negotiated, and excludes overdue loans.

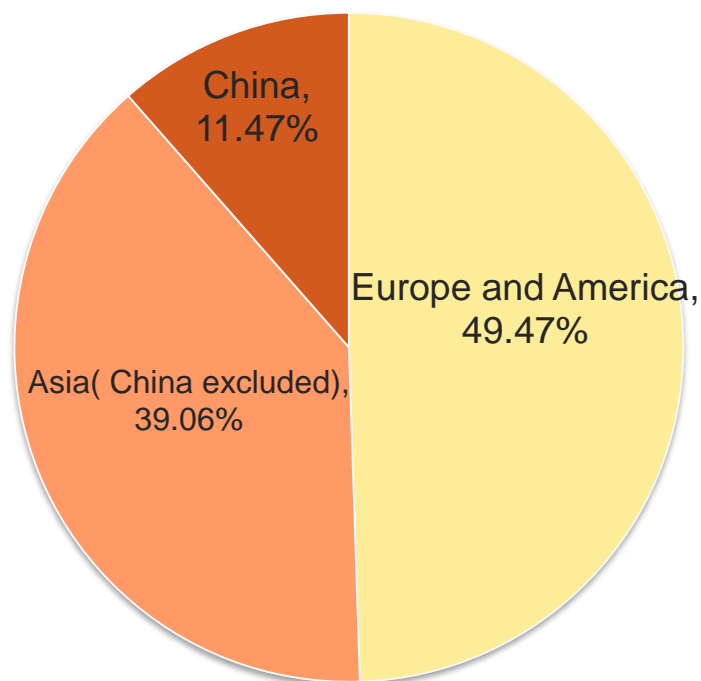
Overseas Loan Breakdown by Regions

Overseas Loan Balance (in NT\$ bn)

2023	2024	YoY
136	148	+8.96%



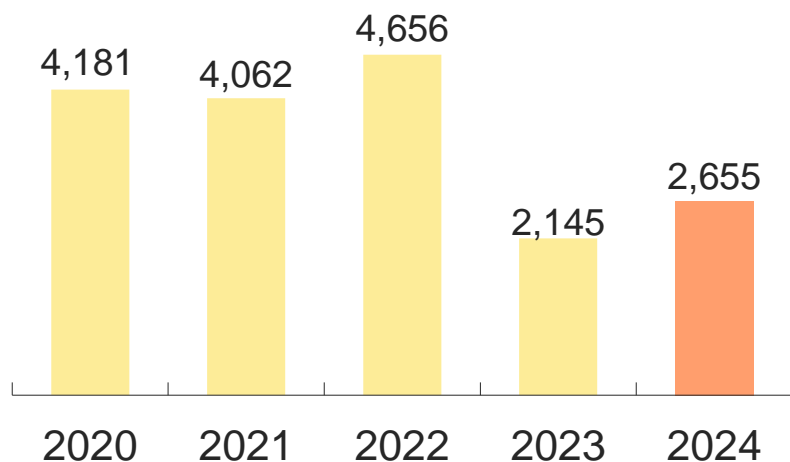
2024 Overseas Loan Breakdown by Regions



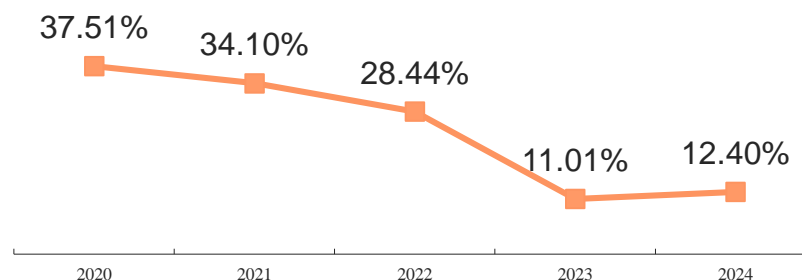
*.Loan includes ordinary loans, advances (credit card), factoring A/R, exchange bills negotiated, and import / export bills negotiated, and excludes overdue loans.

Overseas & OBU Performance

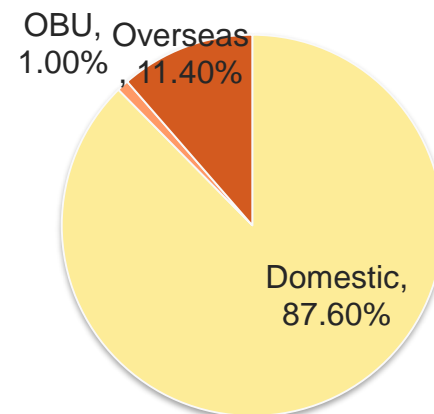
Overseas & OBU PPOP (in NT\$ mn)



Overseas & OBU PPOP proportion

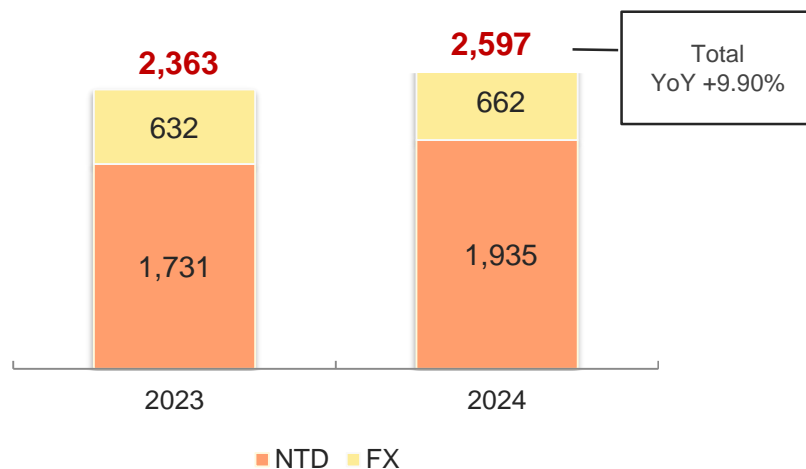


2024 PPOP Breakdown

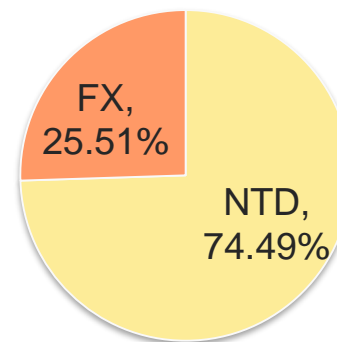


Deposit Breakdown by Currency

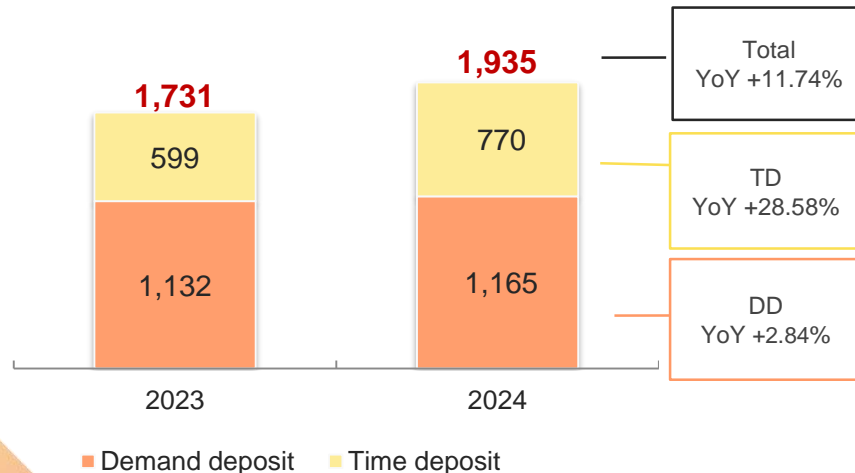
Deposit Balance (in NT\$ bn)



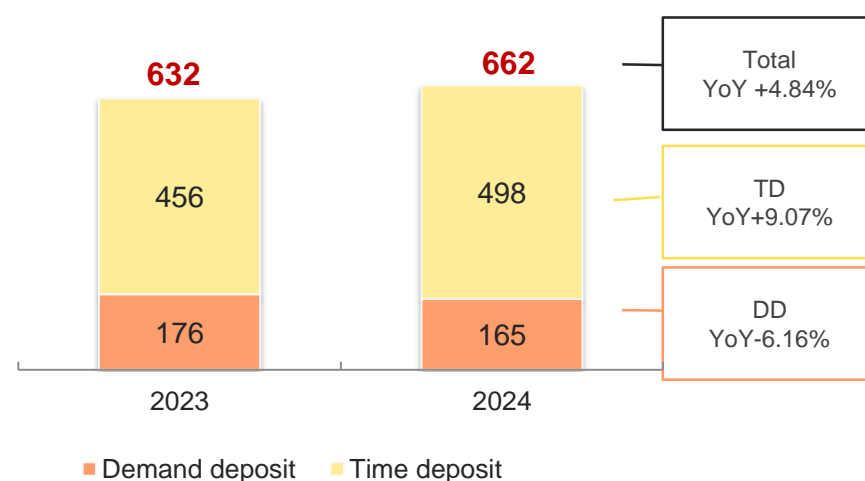
2024 Deposit Breakdown by Currency



NTD Deposit Balance (in NT\$ bn)

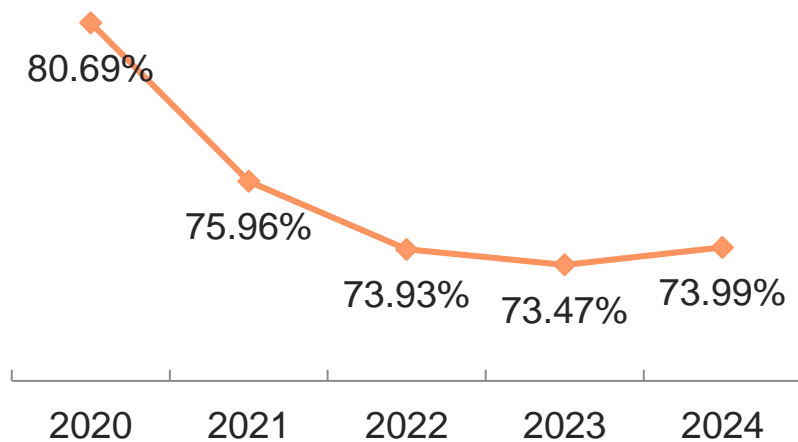


FX Deposit Balance (in NT\$ bn)

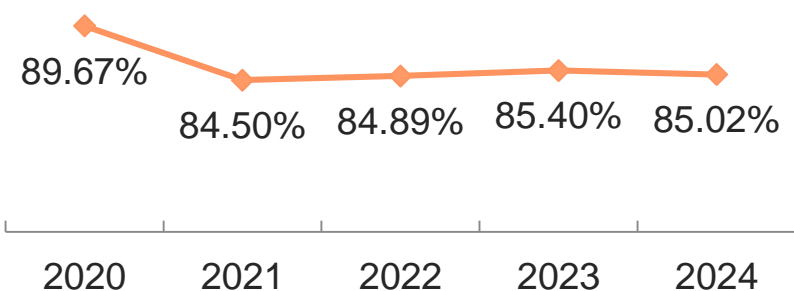


LDR

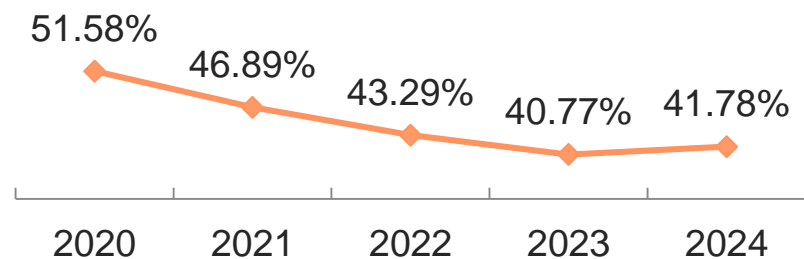
Total LDR



NTD LDR

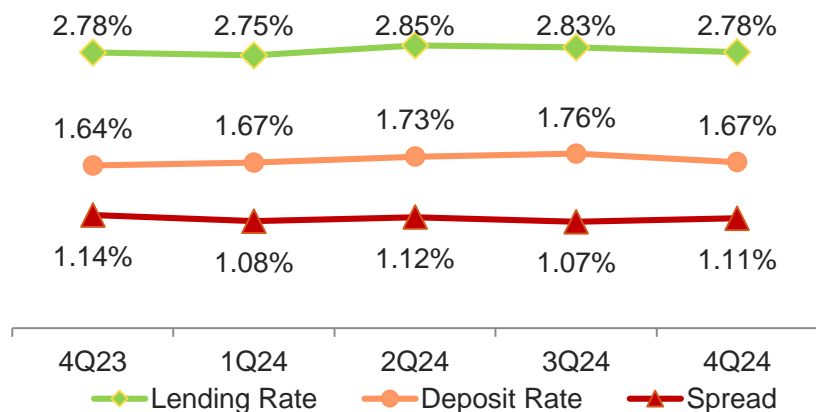


FX LDR

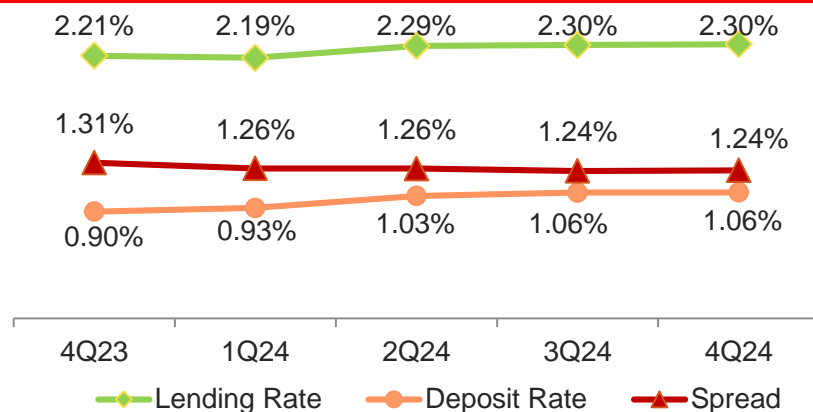


Spread and NIM

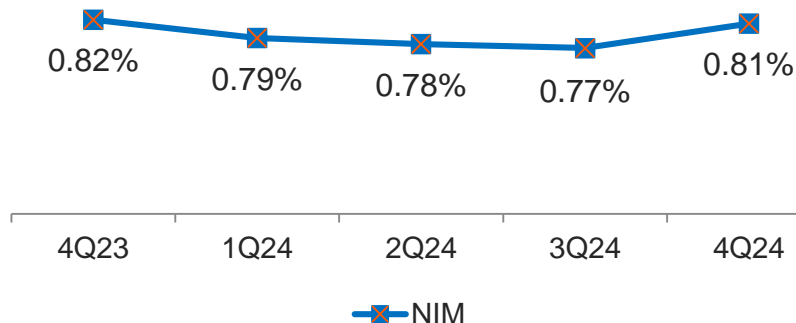
Total Loan to Deposit Spread



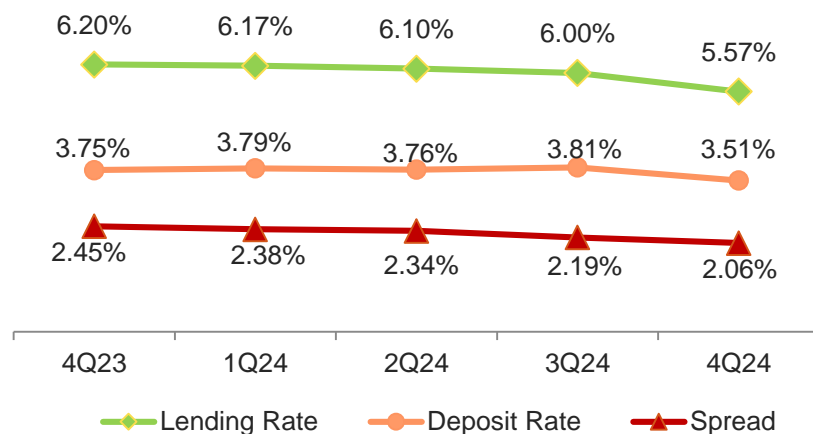
NTD Loan to Deposit Spread



NIM



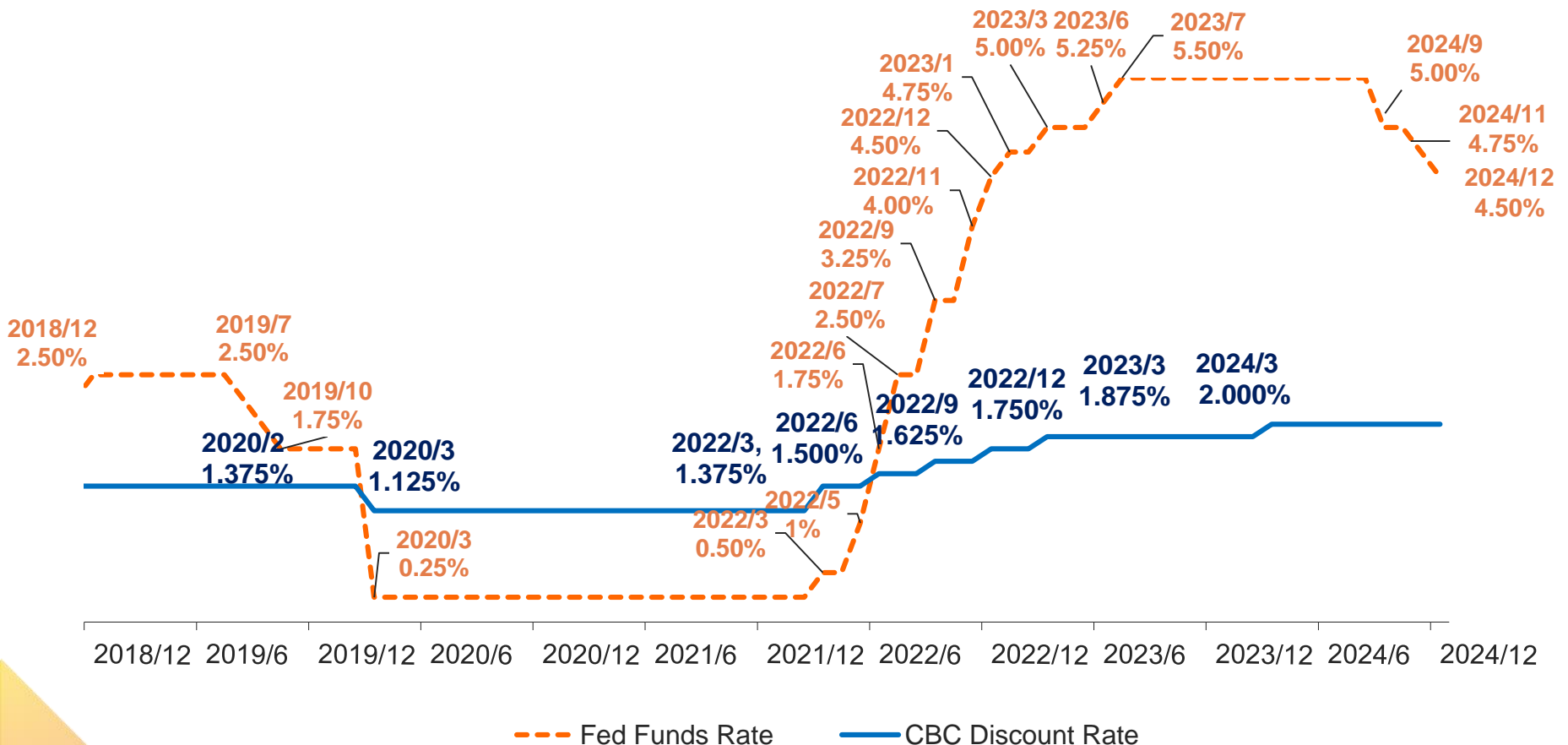
FX Loan to Deposit spread



*.IFRS and quarterly basis.

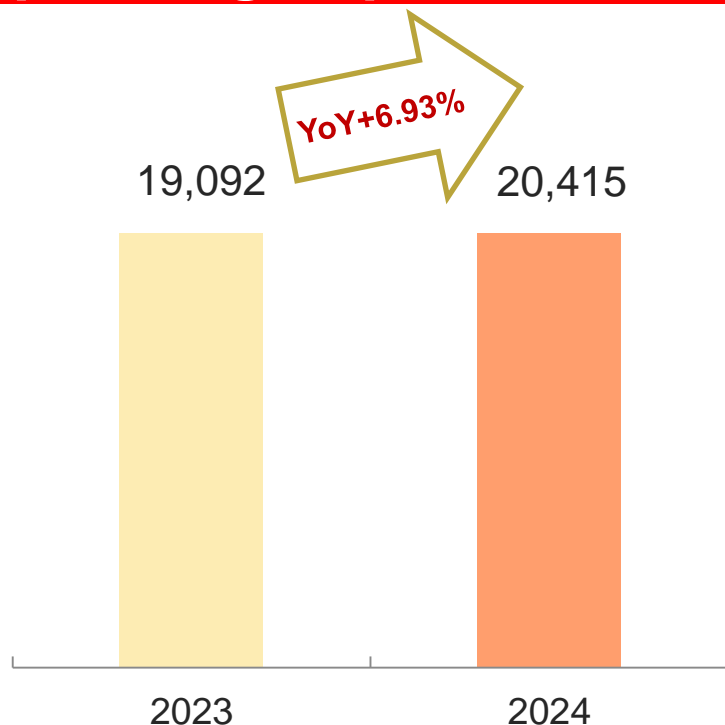
Fed Funds Rate vs. CBC Discount Rate Trends

Fed Funds Rate VS. CBC Discount Rate

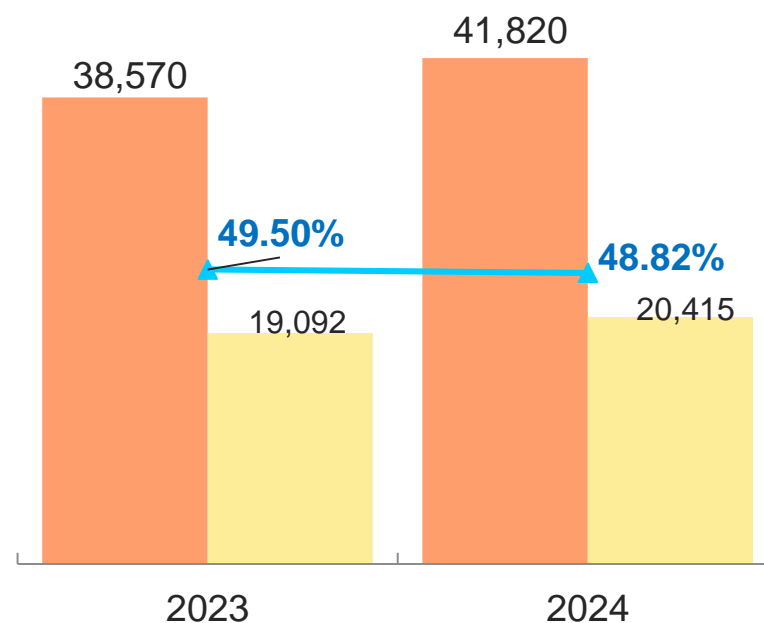


Cost-Income Ratio

Operating Expense (in NT\$ mn)



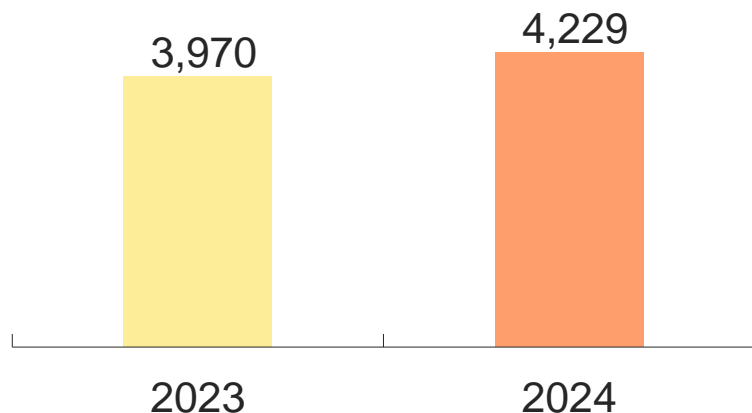
Cost-Income Ratio



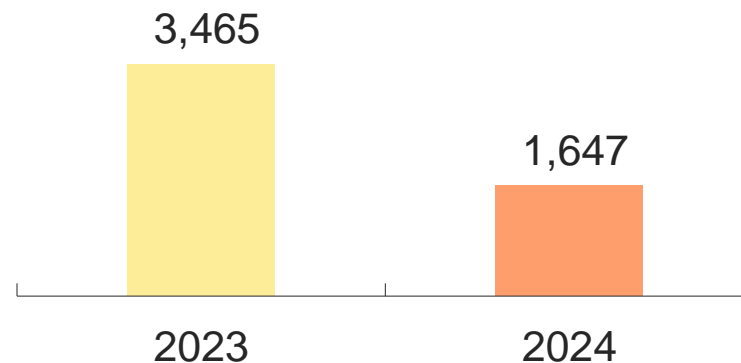
Net Revenue (in NT\$ mn)
Operation Expense (in NT\$ mn)
Cost-Income Ratio

Loan Provision, Write-off and Recovery

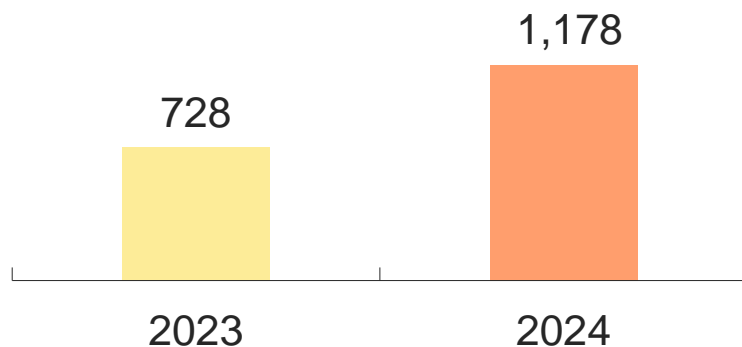
Provision (in NT\$ mn)



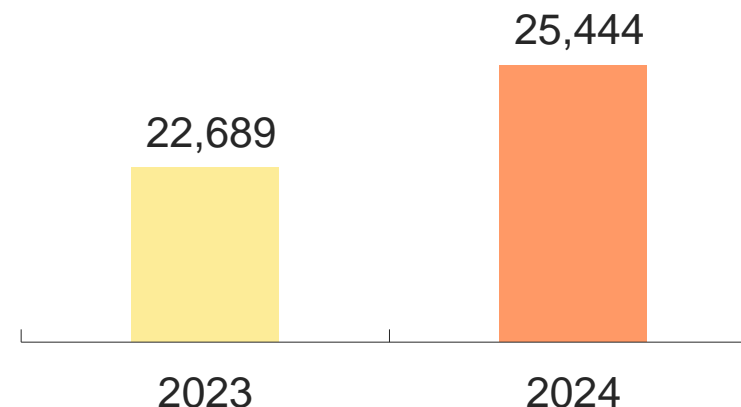
Write-Off (in NT\$ mn)



Recovery (in NT\$ mn)

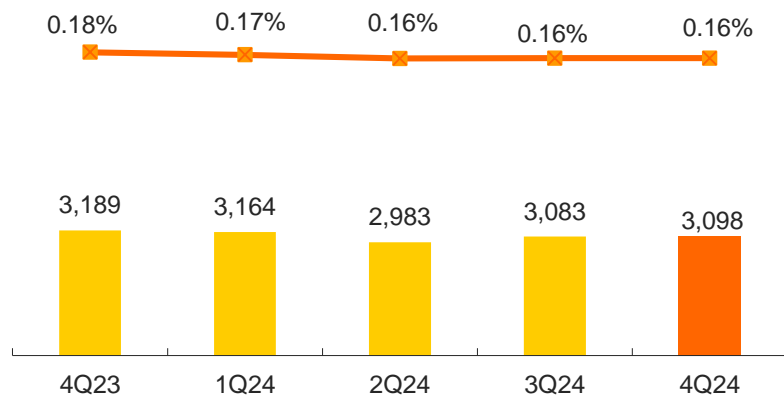


Reserve (in NT\$ mn)



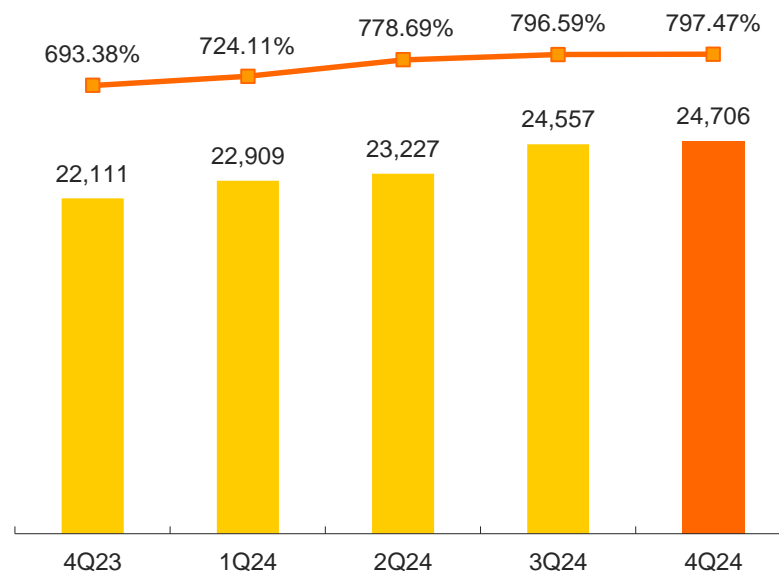
NPL Ratio and Coverage Ratio

NPL Ratio



■ NPL Balance(in NT\$ mn) ■ NPL Ratio

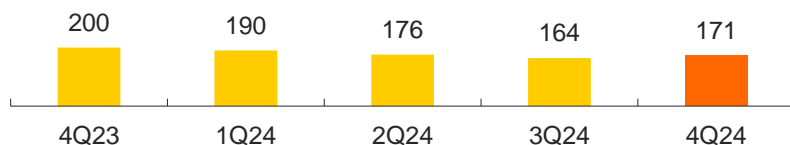
Coverage Ratio



■ Loan loss reserved(in NT\$ mn) ■ Coverage Ratio

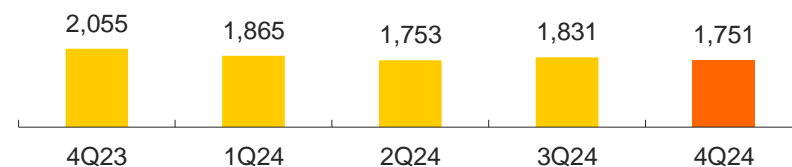
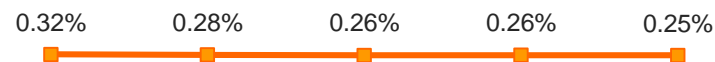
Asset Quality

Large Corp.



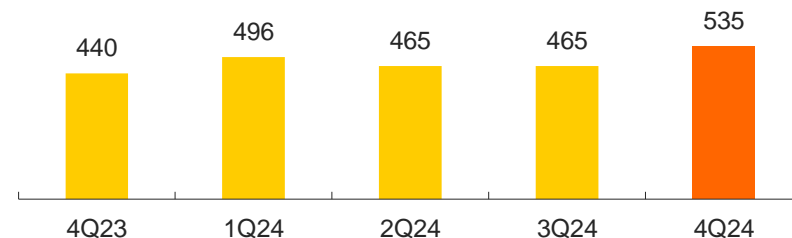
■ NPL Balance(in NT\$ mn) ■ NPL Ratio

SME



■ NPL Balance(in NT\$ mn) ■ NPL Ratio

Mortgage



■ NPL Balance(in NT\$ mn) ■ NPL Ratio

Credit Rating & CAR

Credit Rating

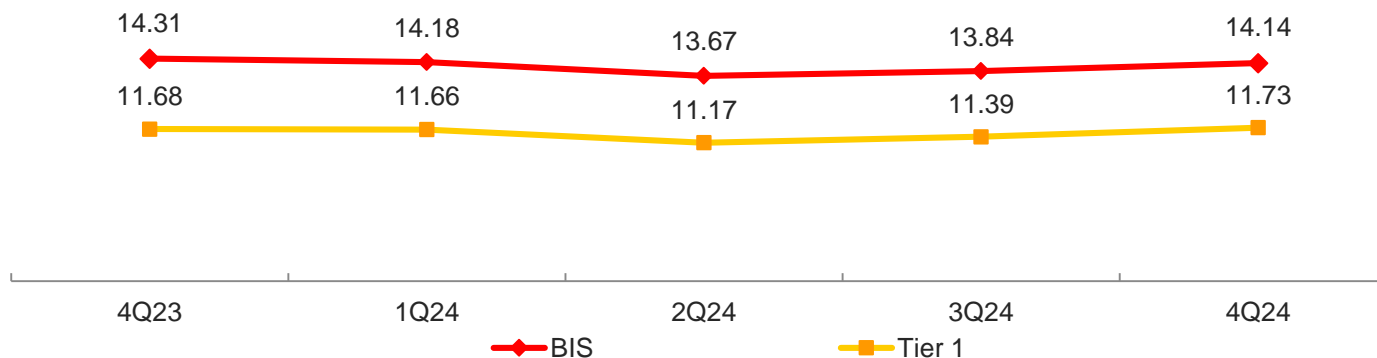
■ **Moody's** (2024/3,Review) :

- Long Term Rating : A2
- Short Term Rating : P-1
- Outlook : Stable

■ **S&P** (2024/11,Review) :

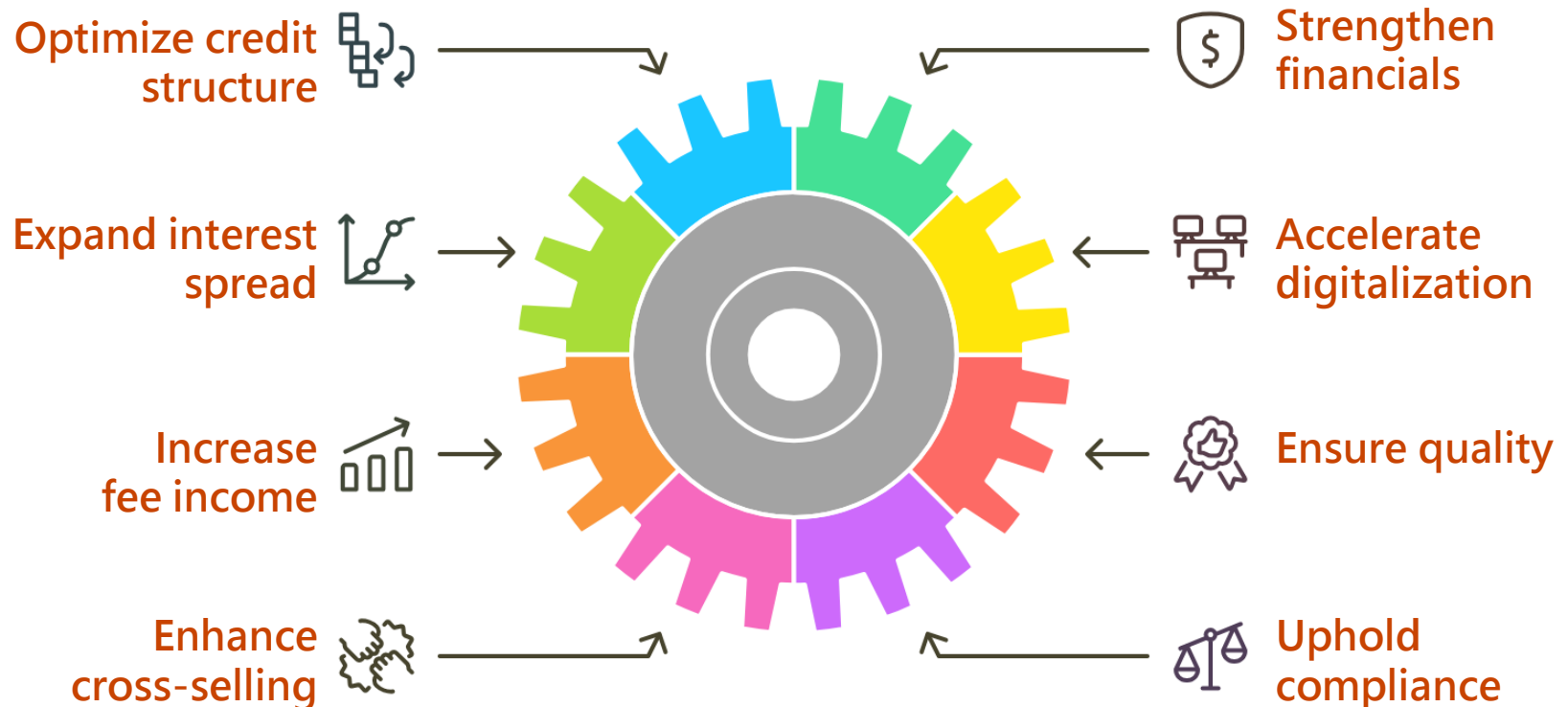
- Long Term Rating : A
- Short Term Rating : A-1
- Outlook : Stable

Capital Adequacy Ratio (%)



Operating Strategy

With **"120 Years of Legacy, Reaching New Heights"** as the vision and **"Expanding Profitable Growth"** as the goal, our eight key business strategies are:





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Q&A



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BALANCE SHEETS(Consolidated)

(in NT\$ mn)	Year(IFRSs)			Quarter(IFRSs)						Period(IFRSs)		
	2023	2024	Change%	4Q23	1Q24	2Q24	3Q24	4Q24	Change%	4Q23	4Q24	Change%
Assets												
Cash & due from Banks	243,280	229,374	-5.72%	243,280	284,847	235,691	280,542	229,374	-18.24%	243,280	229,374	-5.72%
Financial assets at FVPL, net	73,576	82,799	12.54%	73,576	83,166	80,600	79,914	82,799	3.61%	73,576	82,799	12.54%
Financial assets at FVOCI, net	261,736	310,156	18.50%	261,736	284,980	307,605	300,213	310,156	3.31%	261,736	310,156	18.50%
Financial assets at amortized cost, net	453,143	512,721	13.15%	453,143	454,312	485,725	472,944	512,721	8.41%	453,143	512,721	13.15%
Receivables, net	20,992	24,808	18.18%	20,992	23,410	31,447	28,226	24,808	-12.11%	20,992	24,808	18.18%
Loans, net	1,802,525	1,967,920	9.18%	1,802,525	1,857,165	1,915,206	1,963,576	1,967,920	0.22%	1,802,525	1,967,920	9.18%
Other financial assets, net	1,236	325	-73.74%	1,236	1,127	1,143	458	325	-29.08%	1,236	325	-73.74%
Property and equipment, net	21,048	21,413	1.74%	21,048	20,909	20,946	21,163	21,413	1.18%	21,048	21,413	1.74%
Right-of-use asset	1,938	1,967	1.46%	1,938	1,853	1,915	1,861	1,967	5.66%	1,938	1,967	1.46%
Investment property, net	13,873	13,933	0.43%	13,873	13,930	13,928	13,926	13,933	0.05%	13,873	13,933	0.43%
Other assets	7,528	7,307	-2.94%	7,528	5,254	8,224	4,307	7,307	69.65%	7,528	7,307	-2.94%
Total Assets	2,900,874	3,172,721	9.37%	2,900,874	3,030,954	3,102,430	3,167,130	3,172,721	0.18%	2,900,874	3,172,721	9.37%
Liabilities												
Due to banks	113,218	234,311	106.95%	113,218	148,753	117,353	184,579	234,311	26.94%	113,218	234,311	106.95%
Financial liabilities at FVPL	6,595	2,882	-56.30%	6,595	2,036	2,761	4,407	2,882	-34.60%	6,595	2,882	-56.30%
RP	11,138	11,404	2.38%	11,138	23,257	20,277	1,569	11,404	626.94%	11,138	11,404	2.38%
Payables	36,499	28,024	-23.22%	36,499	41,053	45,193	52,866	28,024	-46.99%	36,499	28,024	-23.22%
Deposits and remittances	2,475,789	2,630,357	6.24%	2,475,789	2,549,815	2,655,924	2,663,850	2,630,357	-1.26%	2,475,789	2,630,357	6.24%
Bank notes payable	49,164	40,805	-17.00%	49,164	48,622	40,816	40,810	40,805	-0.01%	49,164	40,805	-17.00%
Provisions	3,307	2,616	-20.88%	3,307	3,284	3,142	3,079	2,616	-15.03%	3,307	2,616	-20.88%
Lease liabilities	1,783	1,837	3.04%	1,783	1,707	1,775	1,729	1,837	6.24%	1,783	1,837	3.04%
Other liabilities	15,384	19,088	24.08%	15,384	18,131	21,525	14,423	19,088	32.34%	15,384	19,088	24.08%
Total Liabilities	2,712,876	2,971,324	9.53%	2,712,876	2,836,658	2,908,766	2,967,312	2,971,324	0.14%	2,712,876	2,971,324	9.53%
Stockholders' Equity	187,998	201,397	7.13%	187,998	194,296	193,664	199,818	201,397	0.79%	187,998	201,397	7.13%
Total Liabilities and Stockholders' Equity	2,900,874	3,172,721	9.37%	2,900,874	3,030,954	3,102,430	3,167,130	3,172,721	0.18%	2,900,874	3,172,721	9.37%

STATEMENTS OF COMPREHENSIVE INCOME(Consolidated)

(in NT\$ mn)	Year(IFRSs)			Quarter(IFRSs)						Period(IFRSs)		
	2023	2024	Change%	4Q23	1Q24	2Q24	3Q24	4Q24	Change%	2023	2024	Change%
Interest Income	64,843	76,464	17.92%	17,552	18,043	19,197	19,720	19,504	-1.09%	64,843	76,464	17.92%
Interest Expense	42,610	53,499	25.55%	11,993	12,554	13,623	13,960	13,363	-4.28%	42,610	53,499	25.55%
Net Interest Income	22,233	22,965	3.29%	5,560	5,489	5,574	5,760	6,142	6.63%	22,233	22,965	3.29%
Net Service fee and commissions income	5,142	6,868	33.56%	1,263	2,285	1,553	1,598	1,434	-10.26%	5,142	6,868	33.56%
Gains(losses) on financial assets and liabilities at FVPL	9,610	9,286	-3.37%	2,861	1,916	2,578	2,895	1,896	-34.50%	9,610	9,286	-3.37%
Realized gains of financial assets at FVOCI	906	1,395	53.97%	-480	243	364	866	-78	-109.02%	906	1,395	53.97%
Gains(losses) on disposal of credit assets measured at AC	-234	-38	84%	-1	-14	-26	0	2	376%	-234	-38	84%
Foreign exchange gains(losses)	736	1,060	44.04%	55	352	297	150	261	73.93%	736	1,060	44.04%
Other miscellaneous net income	177	284	60.26%	-58	16	127	49	91	87.20%	177	284	60.26%
Net income other than net interest income	16,337	18,855	15.41%	3,639	4,798	4,893	5,558	3,607	-35.11%	16,337	18,855	15.41%
Net Revenues and gains	38,570	41,820	8.42%	9,199	10,287	10,467	11,317	9,748	-13.86%	38,570	41,820	8.42%
Credit loss provisions, net	3,241	3,051	-5.88%	933	724	815	1,408	104	-92.64%	3,241	3,051	-5.88%
Operating Expenses	19,092	20,415	6.93%	4,792	4,762	5,024	5,341	5,288	-0.98%	19,092	20,415	6.93%
Employee Benefits expenses	12,265	13,116	6.94%	2,876	3,072	3,172	3,544	3,328	-6.11%	12,265	13,116	6.94%
Depreciation and amortization expenses	1,650	1,619	-1.91%	410	396	405	410	408	-0.59%	1,650	1,619	-1.91%
Other general and administrative expenses	5,177	5,680	9.72%	1,506	1,293	1,447	1,386	1,553	12.02%	5,177	5,680	9.72%
Income before income tax from continuing operations	16,237	18,354	13.04%	3,473	4,801	4,628	4,568	4,356	-4.64%	16,237	18,354	13.04%
Income Tax Expense	3,254	3,408	4.72%	728	970	1,015	763	660	-13.55%	3,254	3,408	4.72%
Net Income	12,982	14,945	15.12%	2,746	3,831	3,613	3,805	3,696	-2.85%	12,982	14,945	15.12%
Basic EPS(NT\$)	1.20	1.33	10.83%	0.24	0.35	0.32	0.34	0.32	-5.88%	1.20	1.33	10.83%
Other comprehensive income	11,814	4,426	-62.54%	4,338	2,467	1,728	2,349	-2,117	-190.13%	11,814	4,426	-62.54%
Total comprehensive income	24,796	19,371	-21.88%	7,084	6,298	5,340	6,154	1,580	-74.33%	24,796	19,371	-21.88%



彰化銀行

THANK YOU

