

# Investor Conference

► 2Q'2021 ◀



遠東國際商業銀行  
Far Eastern Int'l Bank

8/18'2021



遠東集團  
FAR EASTERN GROUP

- Established in 1937
- Span over 10 major industries
- 9 public listed companies in Taiwan and HK
- Total Asset of NT\$2,848 Bn (YE2020)



## Petrochemical & energy

- 11 companies in operation across Taiwan and China
- Oriental Petrochemical has manufacturing lines in Taiwan and mainland China with over 2.75 million tons annual PTA capacity



## Polyester & synthetic fiber

- 38 companies in operation across Taiwan, China, Vietnam and USA
- and Group's polyester capacity over 2.72 million tons, one of the world's 3 largest manufacturers



## Cement & building material

- 30 subsidiaries integrating Taiwan and China markets
- Main operation unit Asia Cement to achieved 41 m tons of annual capacity, ranking up to Top 10 in China



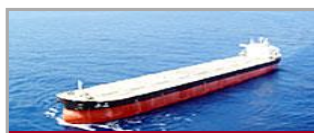
## Retail & department store

- Together owns 46 stores across both sides of Strait
- Total sales surpassed NT\$ 115 billion



## Financial services

- 14 companies in operation across multiple financial service fields, in Taiwan and China
- FEIB is the flagship operating entity



## Sea/Land transportation

- 14 subsidiaries in operation
- Flagship U-Ming Marine Transport has 48 vessels and a shipping capacity of 6.71 million DWT



## Communications and Internet

- The only one pure mobile operator in Taiwan
- FET obtained 3.5Ghz and 28Ghz 5G license
- Invested in FETC, more than 7 million vehicles have installed OBUs and over 1.8 billion tolls collected.



## Construction

- 4 subsidiaries in operation
- Projects in development such as "Far Eastern Telecom Park" and Yilan Resort



## Hotel services

- Shangri-La's Far Eastern Plaza Hotel Taipei
- Far Eastern Plaza Hotel Tainan
- Awarded "The 500 Best Hotels in the World"



## Philanthropic organizations

- Established Yuan Ze University
- Oriental Institute of Technology
- Founded Far Eastern memorial Hospital
- Far Eastern Polyclinic
- Yu Chang Technical & Commercial Vocational Senior High School



## Financial Highlights



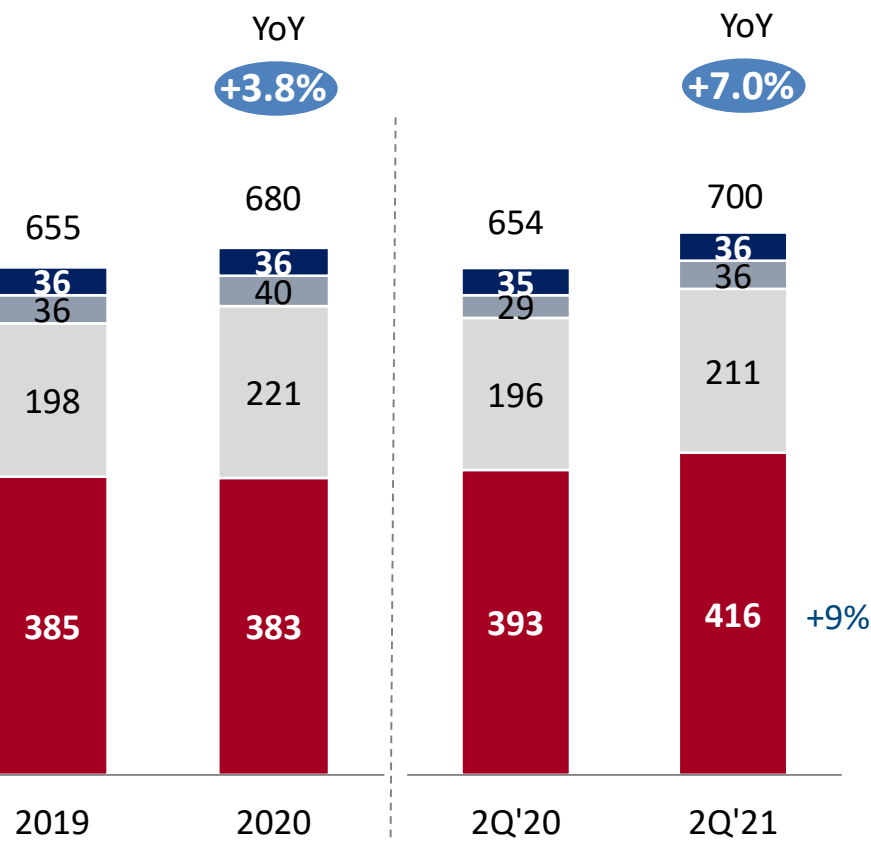
## Key Strategies

# Assets & Net worth

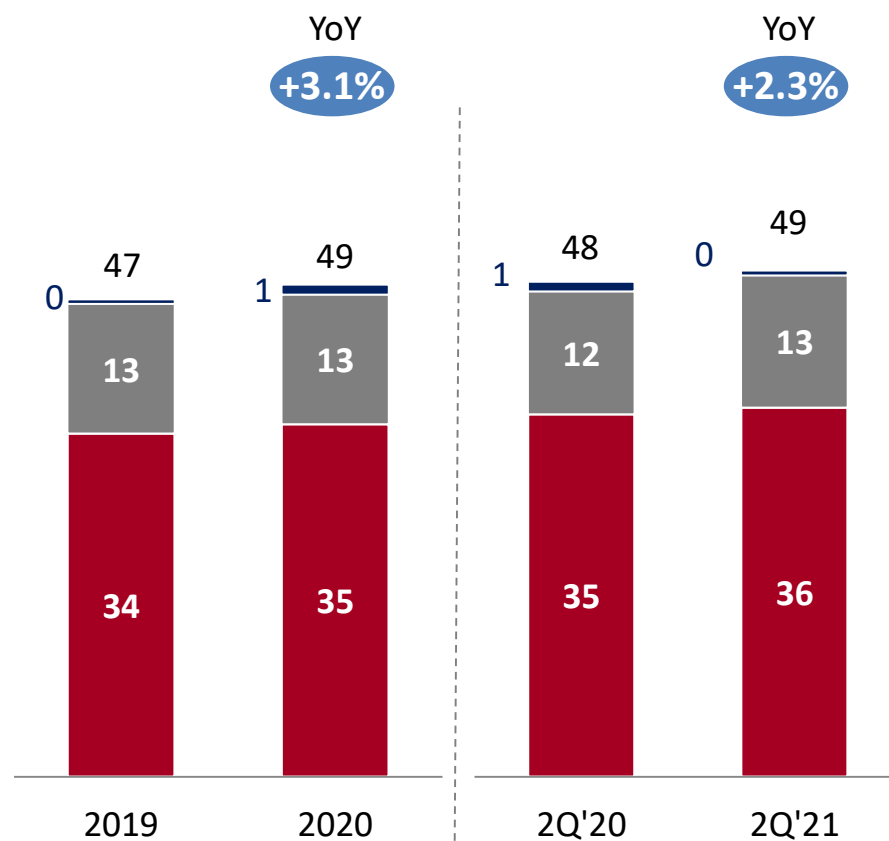


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■ Assets  
(NT\$Bn)



■ Net Worth  
(NT\$Bn)



■ Loan ■ Investment ■ Cash & Deposit ■ AR & Others

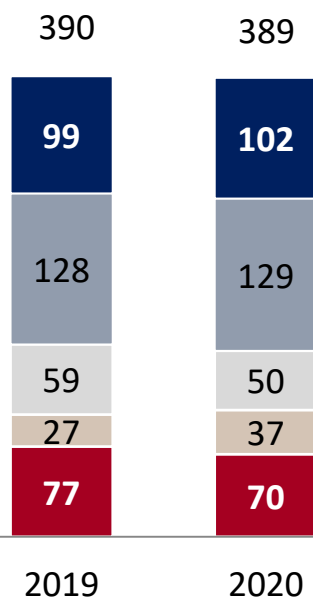
■ Capital + Capital Surplus ■ Retain Earnings & Others

■ OCI

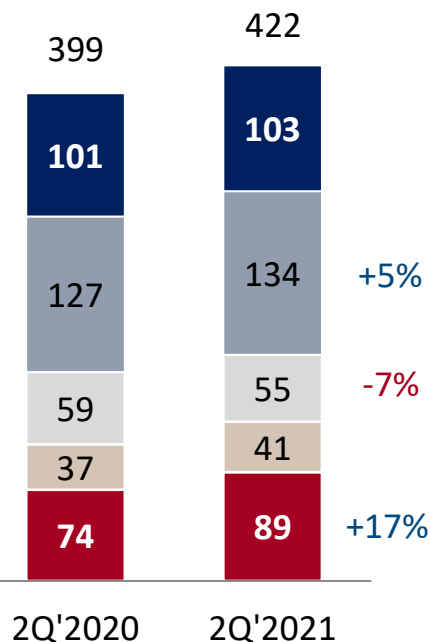
# Loans & Deposit

## Gross Loan (NT\$Bn)

YoY  
-0.3%

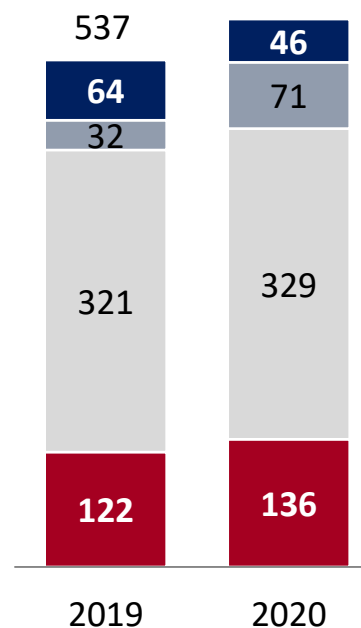


YoY  
+5.7%

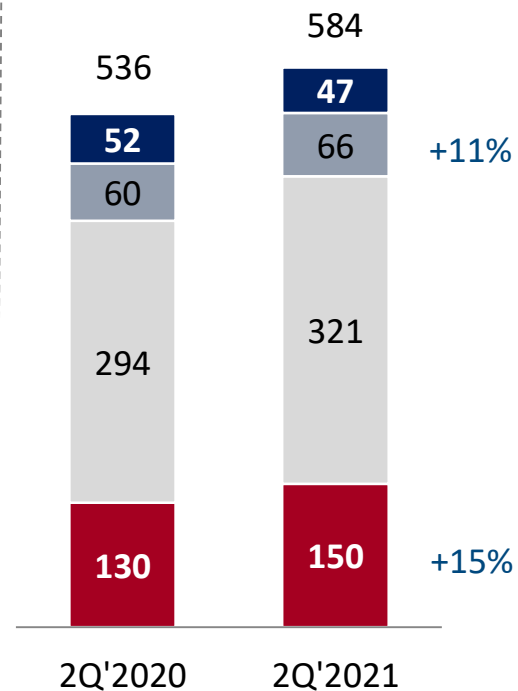


## Deposit (NT\$Bn)

YoY  
+8.3%



YoY  
+9.0%

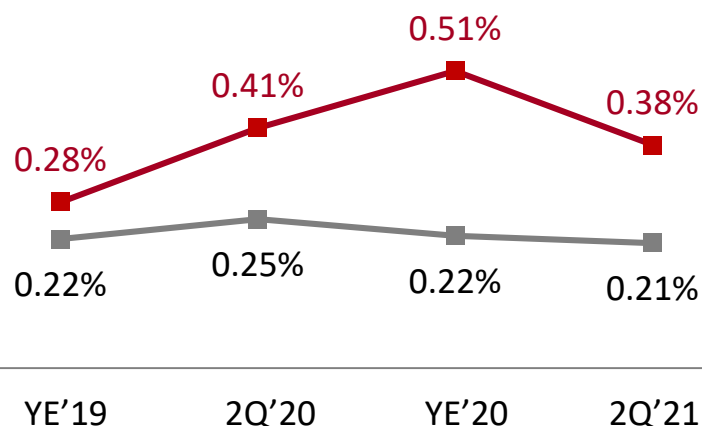


LCY D.D. LCY T.D. FCY D.D. FCY T.D.

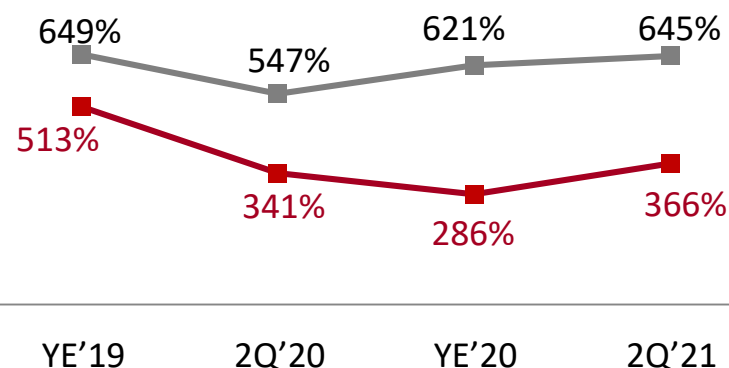
Local Corp Local SME Overseas Mortgage (Home purchase) Consumer Finance

# Asset Quality

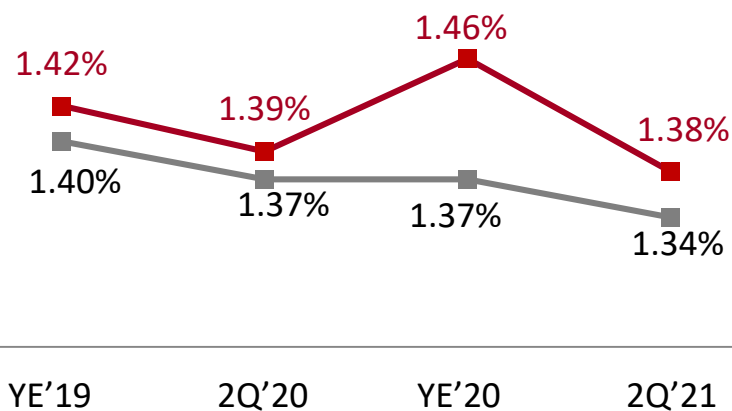
■ NPL Ratio



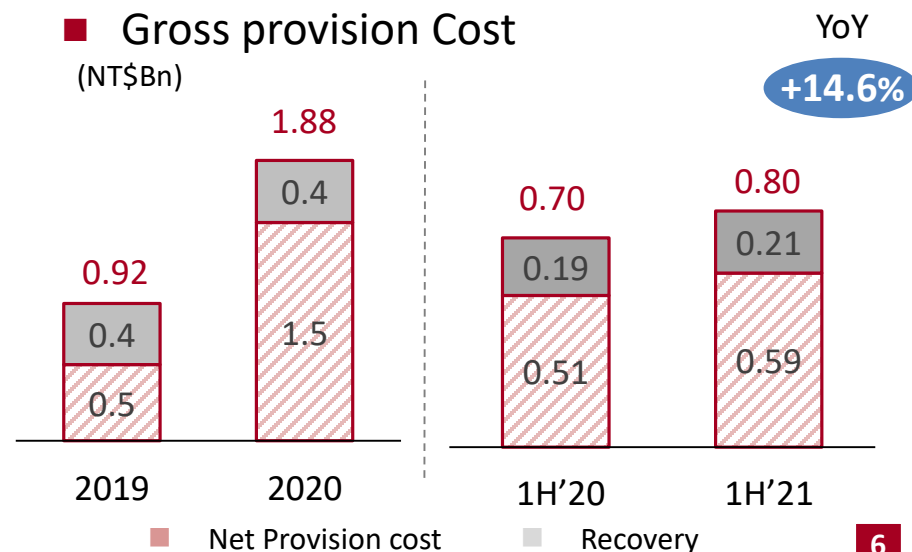
■ NPL Coverage Ratio



■ Loan Coverage Ratio

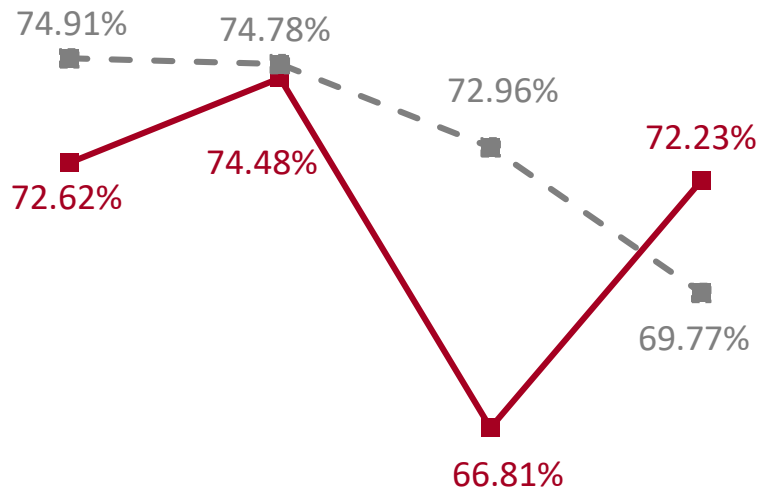


■ Gross provision Cost  
(NT\$Bn)





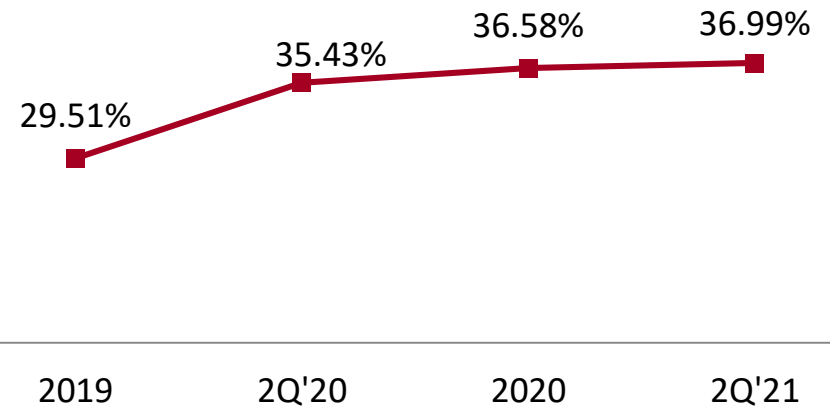
## ■ Gross loan-to-deposit ratio



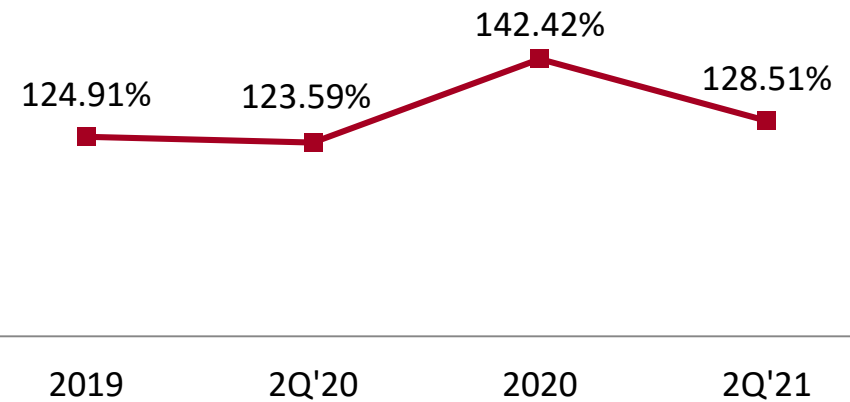
■ By balance

■ By average balance

## ■ Demand Deposit ratio



## ■ Liquidity coverage ratio



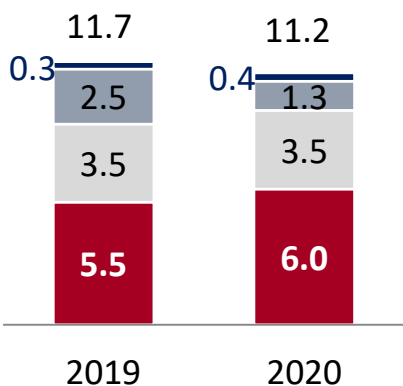
# Profitability



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## Revenue

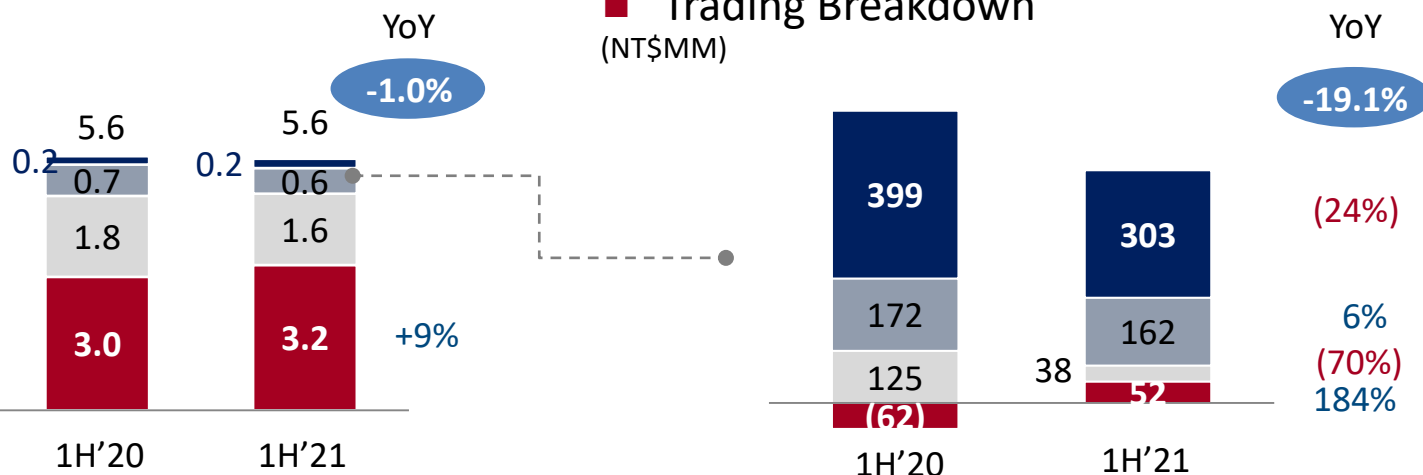
(NT\$Bn)



■ NII ■ Fee ■ Trading ■ Other

## Trading Breakdown

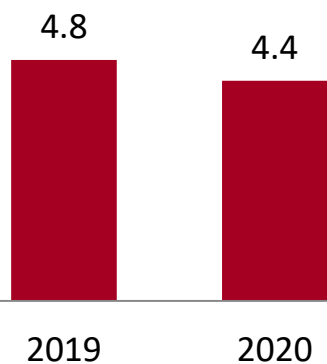
(NT\$MM)



■ Stock ■ Bond ■ Credit Derivative ■ Other Derivative

## PPOP

(NT\$Bn)

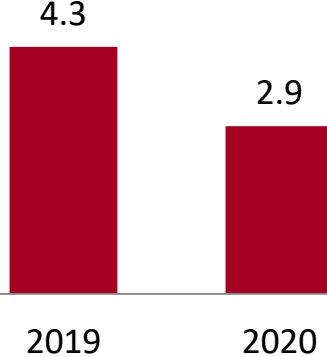


YoY

-4.2%

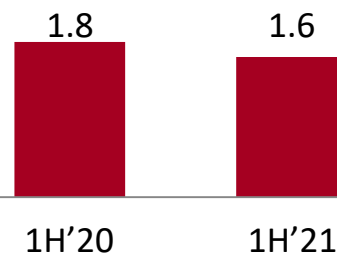
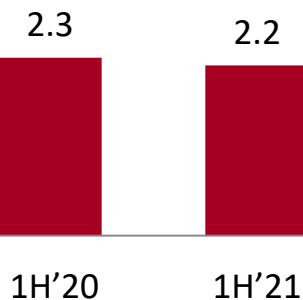
## IBT

(NT\$Bn)



YoY

-9.6%



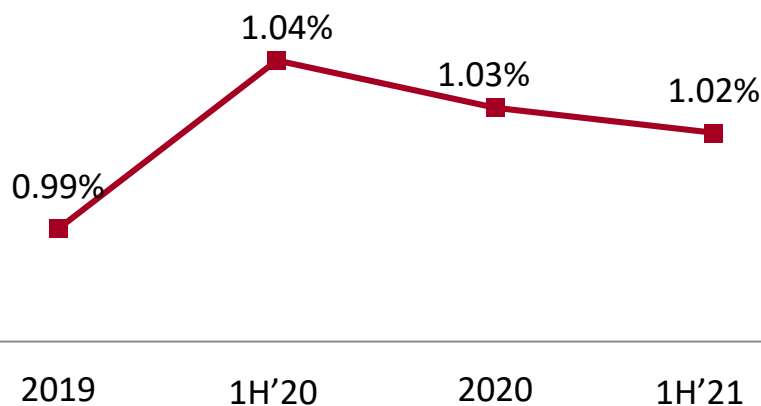


# Profitability

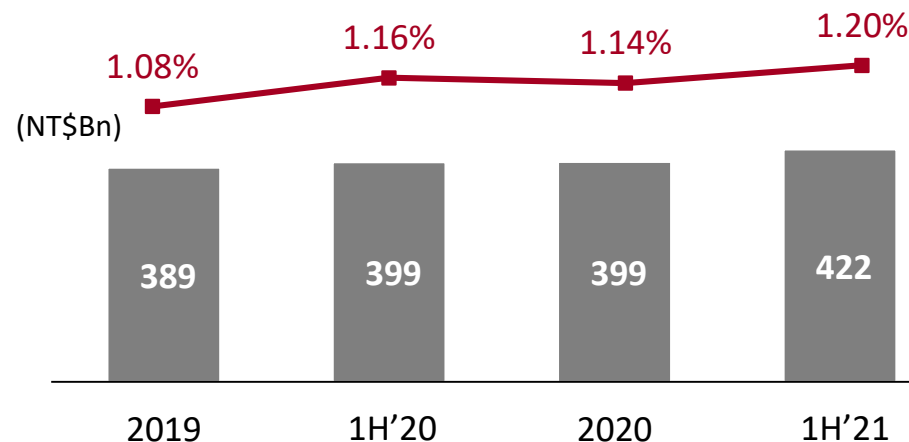


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## ■ NIM

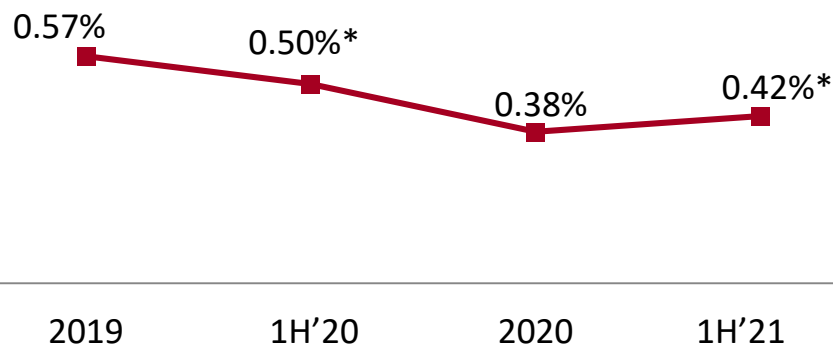


## ■ Loan Yield\* & Avg. Loan Balance

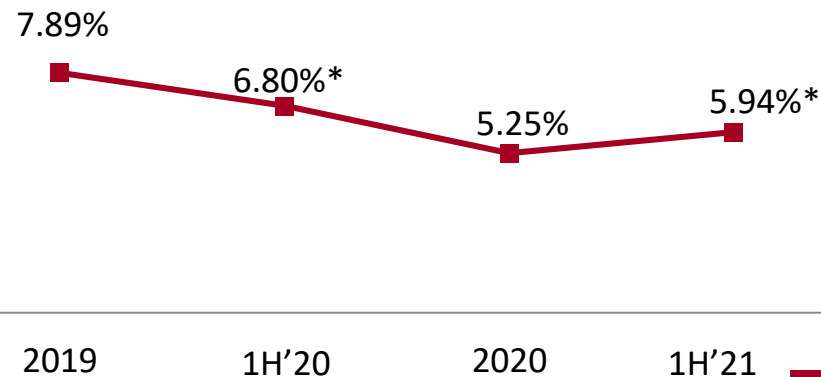


\* = (Avg. loan revenue – Avg. deposit cost) / Avg. loan balance

## ■ ROA (after tax)



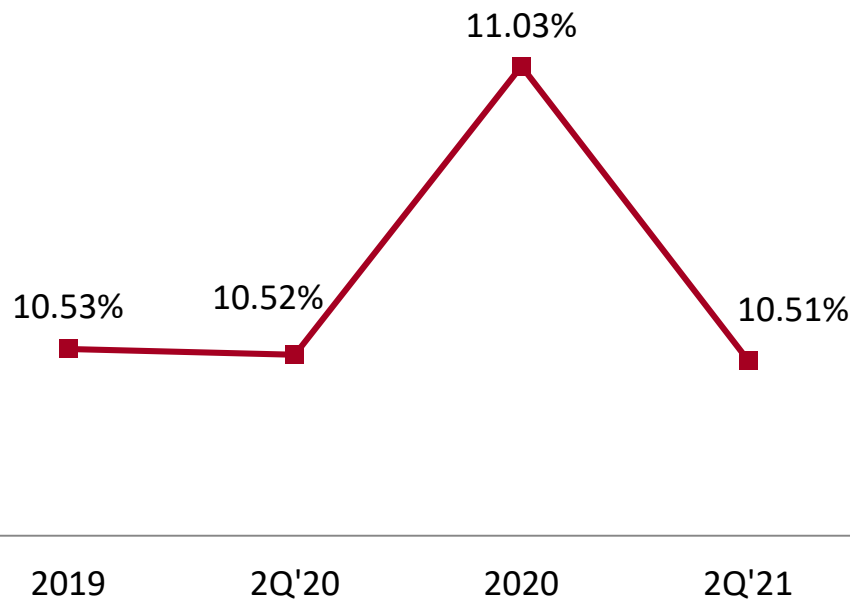
## ■ ROE (after tax)



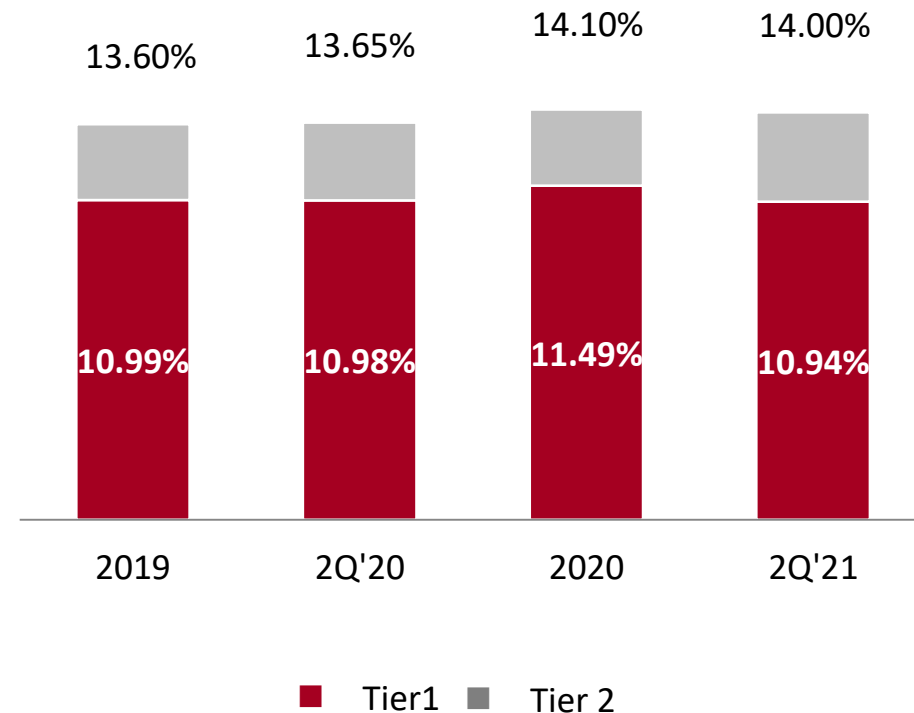
\*annualized

Source: :Consolidated number / FEIB website

■ CET1 (unconsolidated)



■ BIS (unconsolidated)



■ Tier1 ■ Tier 2



## Financial Highlights

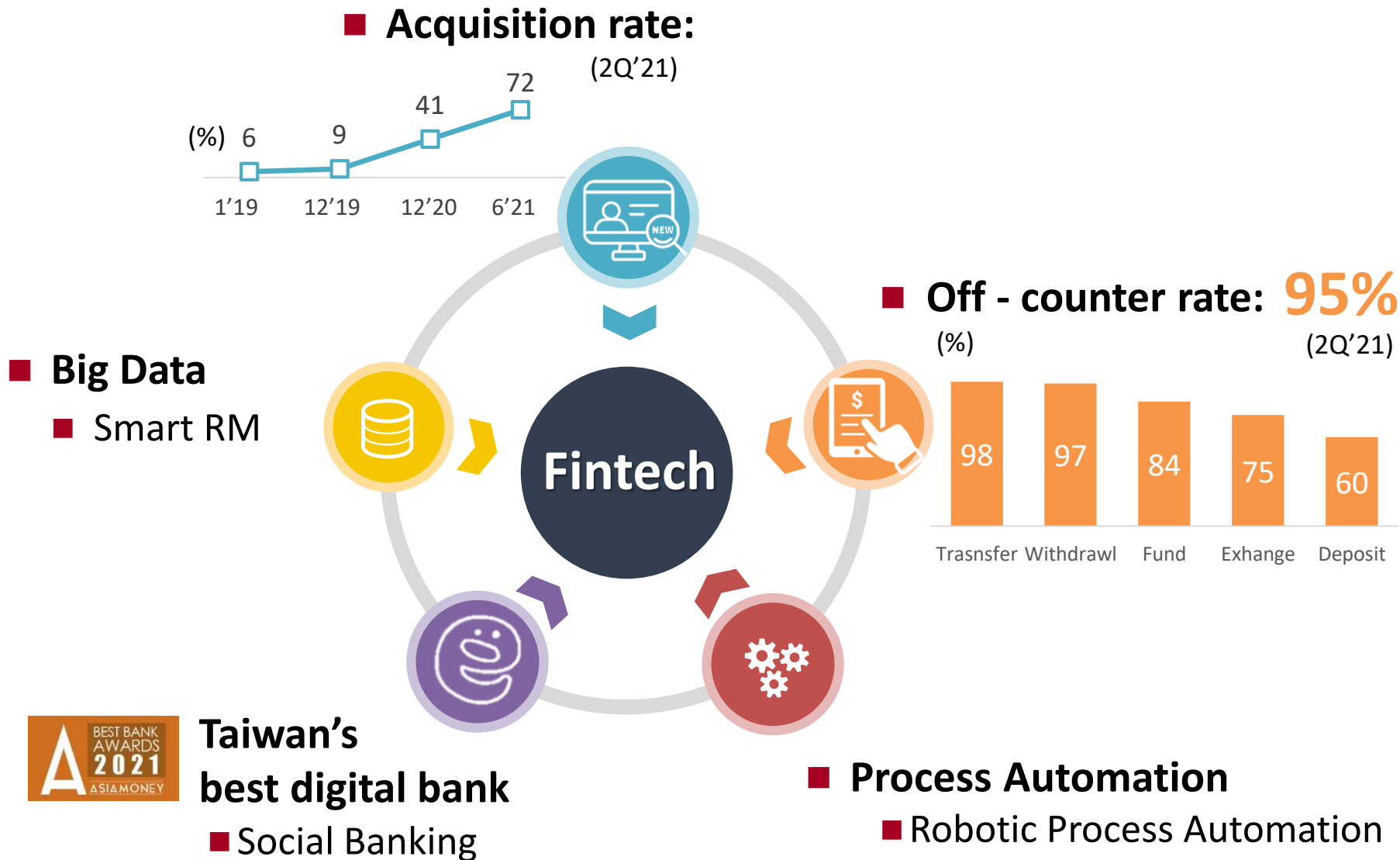


## Key Strategies

# Advance Digital Transformation



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## Asset:

YE'21 Budget: NT\$705 bn.

2Q'21: **NT\$700 bn.**



## Deposit:

YE'21 Budget: NT\$576 bn.

2Q'21 : **NT\$584 bn.**



## Loan:

YE'21 Budget: NT\$434 bn.

2Q'21: **NT\$ 422 bn.**

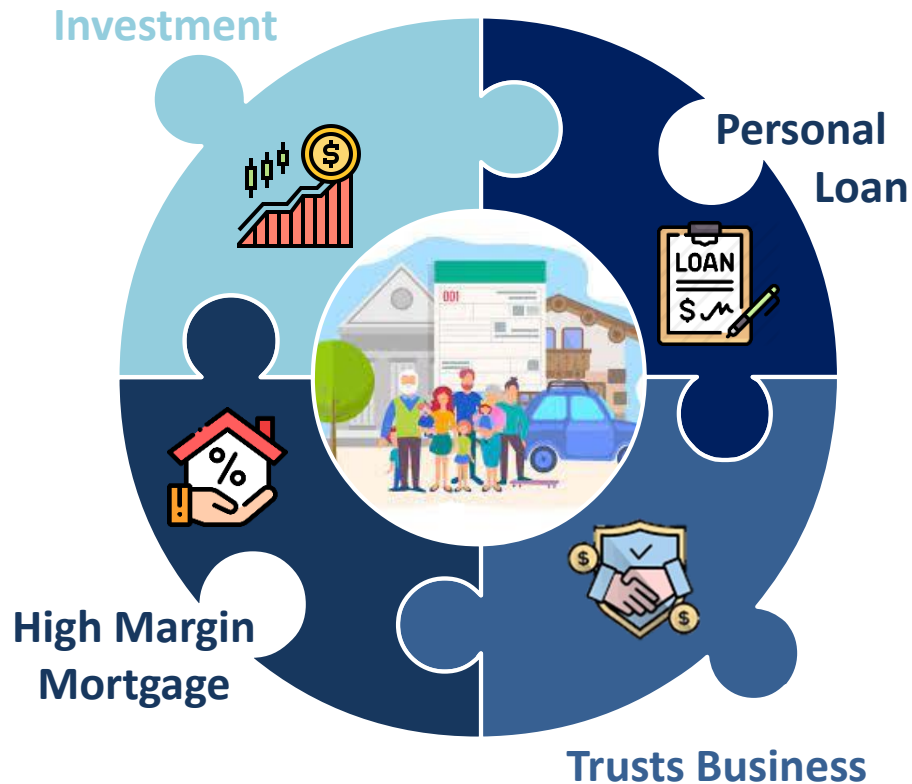
Pipelines:

- Big Corp. Loan



# Enhance Earnings Capability

## Retail Banking



## Corp. Banking

### Industry:



Biotech



IT Services



Financial Institution



Infrastructures  
(Water, Gas, Power)

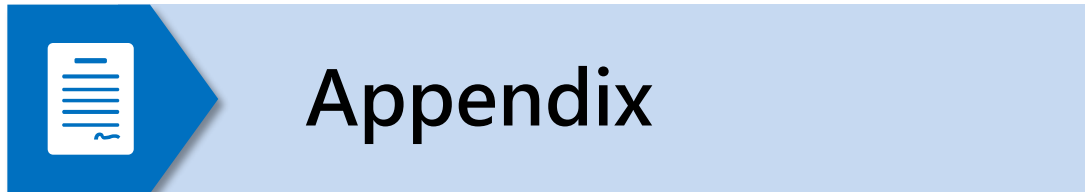


Conglomerate  
(Car)

### Types:

- M&A
- Project finance
- CAPEX







# Key Financials



遠東國際商業銀行  
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(NT\$ m, except percentages and per share data)

(Consolidated)	As of or for 12 months ended December 31				
	2019	2020	2Q'2020	2Q'2021	YoY
<b>Key balance sheet items</b>					
Gross loans	390,200	388,857	398,840	421,659	5.7%
Total assets	654,888	680,291	653,811	699,581	7.0%
Deposits and remittances	537,396	582,153	535,513	583,844	9.0%
Total shareholders' equity	47,284	48,744	47,704	48,782	2.3%
BVPS(不含待發行股本)	14.09	14.14	14.22	14.15	-0.5%
BVPS(含待發行股本)	14.09	14.14	13.83	13.88	0.4%
<b>Key income statement items</b>					
Net interest income	5,458	6,037	2,963	3,228	8.9%
Net fee income	3,471	3,514	1,800	1,585	-11.9%
Earnings before Provision	4,769	4,353	2,330	2,232	-4.2%
Net income	3,633	2,519	1,615	1,449	-10.3%
EPS	1.05	0.73	0.47	0.42	-10.6%
<b>Key ratios</b>					
NIM (unconsolidated)	0.99%	1.03%	1.04%	1.02%	-2 bp
Cost to income ratio	59.32%	61.19%	58.70%	60.01%	+1.31 Pctp
ROE	7.89%	5.25%	6.80%	5.94%	-0.86 Pctp
ROA	0.57%	0.38%	0.50%	0.42%	-8 bp
LDR(不含匯款)	72.62%	66.81%	74.48%	72.23%	-2.25 Pctp
NPL ratio	0.28%	0.51%	0.41%	0.38%	-3 bp
Coverage ratio	513%	286%	341%	366%	+25 Pctp
CET 1 ratio (unconsolidated)	10.53%	11.03%	10.52%	10.51%	-1 bp
Tier 1 ratio (unconsolidated)	10.99%	11.49%	10.98%	10.94%	-4 bp
Total CAR (unconsolidated)	13.60%	14.10%	13.65%	14.00%	+35 bp



**THANK YOU**

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