



招商永隆銀行
CMB WING LUNG BANK

Regulatory Disclosures

Main Features of Regulatory Capital Instruments

As at 23 March 2022

CMB WING LUNG BANK LIMITED

CCA: Main features of regulatory capital instruments

The following disclosures are made in accordance with Section 16FE of Banking (Disclosures) Rules issued by the Hong Kong Monetary Authority (“HKMA”) following the issuance of the USD200,000,000 undated non-cumulative subordinated additional tier 1 capital securities on 23 March 2022.

The regulatory capital instruments included in the Bank’s consolidated capital base as at 23 March 2022 are as follows:

1. Common Equity Tier 1 Capital (Ordinary share capital)
2. US\$170 million undated non-cumulative subordinated additional tier 1 capital securities (issued on 27 Apr 2017)
3. US\$400 million subordinated fixed rate notes due 2027 (issued on 22 Nov 2017)
4. US\$400 million undated non-cumulative subordinated additional tier 1 capital securities (issued on 24 Jan 2019)
5. US\$260 million undated non-cumulative subordinated additional tier 1 capital securities (issued on 27 Dec 2019)
6. RMB1,000 million undated non-cumulative subordinated additional tier 1 capital securities (issued on 27 Feb 2020)
7. US\$200 million undated non-cumulative subordinated additional tier 1 capital securities (issued on 23 March 2022)

The main features of the regulatory capital instruments are set out in the following sections. Full terms and conditions, which are available in English only, are published on the Bank’s website at http://www.cmbwinglungbank.com/wlb_corporate/en/about-us/investor-communication/capital-instruments-issued-terms_20220323.html

CMB WING LUNG BANK LIMITED

CCA: Main features of regulatory capital instruments (continued)

1. Common Equity Tier 1 Capital (Ordinary share capital)

| | | (a) |
|----|--|--|
| | | Quantitative / qualitative information |
| 1 | Issuer | CMB Wing Lung Bank Limited |
| 2 | Unique identifier (e.g. CUSIP, ISIN or Bloomberg identifier for private placement) | N/A |
| 3 | Governing law(s) of the instrument | Law of Hong Kong Special Administrative Region |
| | <i>Regulatory treatment</i> | |
| 4 | Transitional Basel III rules # | Common Equity Tier 1 |
| 5 | Post-transitional Basel III rules + | Common Equity Tier 1 |
| 6 | Eligible at solo / group / solo and group | Solo and group |
| 7 | Instrument type (types to be specified by each jurisdiction) | Ordinary shares |
| 8 | Amount recognised in regulatory capital (currency in millions, as of most recent reporting date) | HK\$1,161 million as at 23 March 2022 |
| 9 | Par value of instrument | N/A |
| 10 | Accounting classification | Shareholders' equity |
| 11 | Original date of issuance | Since incorporation |
| 12 | Perpetual or dated | Perpetual |
| 13 | Original maturity date | No maturity |
| 14 | Issuer call subject to prior supervisory approval | N/A |
| 15 | Optional call date, contingent call dates and redemption amount | N/A |
| 16 | Subsequent call dates, if applicable | N/A |
| | <i>Coupons / dividends</i> | |
| 17 | Fixed or floating dividend / coupon | Discretionary dividend amount |
| 18 | Coupon rate and any related index | N/A |
| 19 | Existence of a dividend stopper | N/A |
| 20 | Fully discretionary, partially discretionary or mandatory | Fully discretionary |
| 21 | Existence of step-up or other incentive to redeem | N/A |
| 22 | Non-cumulative or cumulative | N/A |
| 23 | Convertible or non-convertible | N/A |
| 24 | If convertible, conversion trigger(s) | N/A |
| 25 | If convertible, fully or partially | N/A |
| 26 | If convertible, conversion rate | N/A |
| 27 | If convertible, mandatory or optional conversion | N/A |
| 28 | If convertible, specify instrument type convertible into | N/A |
| 29 | If convertible, specify issuer of instrument it converts into | N/A |
| 30 | Write-down feature | N/A |
| 31 | If write-down, write-down trigger(s) | N/A |
| 32 | If write-down, full or partial | N/A |
| 33 | If write-down, permanent or temporary | N/A |
| 34 | If temporary write-down, description of write-up mechanism | N/A |

CMB WING LUNG BANK LIMITED

CCA: Main features of regulatory capital instruments (continued)

1. Common Equity Tier 1 Capital (Ordinary share capital) (continued)

| | | (a) |
|----|---|--|
| | | Quantitative / qualitative information |
| 35 | Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument in the insolvency creditor hierarchy of the legal entity concerned). | Non-cumulative subordinated additional tier 1 capital securities |
| 36 | Non-compliant transitioned features | N/A |
| 37 | If yes, specify non-compliant features | N/A |

Regulatory treatment of capital instruments subject to transitional arrangements provided for in Schedule 4H to the Banking (Capital) Rules.

+ Regulatory treatment of capital instruments not subject to transitional arrangements provided for in Schedule 4H to the Banking (Capital) Rules.

CMB WING LUNG BANK LIMITED

CCA: Main features of regulatory capital instruments (continued)

2. US\$170 million undated non-cumulative subordinated additional tier 1 capital securities (issued on 27 April 2017)

| | | (a) |
|----|--|--|
| | | Quantitative / qualitative information |
| 1 | Issuer | CMB Wing Lung Bank Limited |
| 2 | Unique identifier (e.g. CUSIP, ISIN or Bloomberg identifier for private placement) | ISIN number: HK0000337607 |
| 3 | Governing law(s) of the instrument | English Law (subordination governed by Law of Hong Kong Special Administrative Region) |
| | <i>Regulatory treatment</i> | |
| 4 | Transitional Basel III rules # | N/A |
| 5 | Post-transitional Basel III rules + | Additional Tier 1 |
| 6 | Eligible at solo / group / solo and group | Solo and group |
| 7 | Instrument type (types to be specified by each jurisdiction) | Undated Non-Cumulative Subordinated Capital Securities |
| 8 | Amount recognised in regulatory capital (currency in millions, as of most recent reporting date) | US\$170 million as at 23 March 2022 |
| 9 | Par value of instrument | US\$170 million |
| 10 | Accounting classification | Equity - par value |
| 11 | Original date of issuance | 27 April 2017 |
| 12 | Perpetual or dated | Perpetual |
| 13 | Original maturity date | No maturity |
| 14 | Issuer call subject to prior supervisory approval | Yes |
| 15 | Optional call date, contingent call dates and redemption amount | Optional redemption date: 28 April 2022 (First Call Date) Redemption for taxation reasons: Yes Redemption for regulatory reasons: Yes Redemption price: Redeemed at the outstanding principal amount together with distributions accrued to the date of redemption |
| 16 | Subsequent call dates, if applicable | Any Distribution Payment Date after the First Call Date |
| | <i>Coupons / dividends</i> | |
| 17 | Fixed or floating dividend / coupon | Fixed |
| 18 | Coupon rate and any related index | 5.2 per cent per annum for the period from, and including, the Issue Date to, but excluding the First Call Date. The then prevailing 5 year U.S. Treasury Rate plus 313 bps for the period from, and including, the First Call Date and each Distribution Reset Date thereafter to, but excluding, the immediately following Distribution Reset Date Any distributions are subject to there being no Mandatory Distribution Cancellation Event or Optional Distribution Cancellation Event. |
| 19 | Existence of a dividend stopper | Yes |
| 20 | Fully discretionary, partially discretionary or mandatory | Fully discretionary |
| 21 | Existence of step-up or other incentive to redeem | No |
| 22 | Non-cumulative or cumulative | Non-cumulative |

CMB WING LUNG BANK LIMITED

CCA: Main features of regulatory capital instruments (continued)

2. US\$170 million undated non-cumulative subordinated additional tier 1 capital securities (issued on 27 April 2017) (continued)

| | | (a) |
|----|---|--|
| | | Quantitative / qualitative information |
| 23 | Convertible or non-convertible | Non-convertible |
| 24 | If convertible, conversion trigger(s) | N/A |
| 25 | If convertible, fully or partially | N/A |
| 26 | If convertible, conversion rate | N/A |
| 27 | If convertible, mandatory or optional conversion | N/A |
| 28 | If convertible, specify instrument type convertible into | N/A |
| 29 | If convertible, specify issuer of instrument it converts into | N/A |
| 30 | Write-down feature | Yes |
| 31 | If write-down, write-down trigger(s) | <p>If a Non-Viability Event occurs, the Issuer shall, upon the provision of a Non-Viability Event Notice, irrevocably reduce the then principal amount of, and cancel any accrued but unpaid distribution in respect of, each Capital Security in whole or in part.</p> <p>"Non-Viability Event" means the earlier of:</p> <p>(a) the HKMA notifying the Issuer in writing that the HKMA is of the opinion that a write-off or conversion is necessary, without which the Issuer would become non-viable; and</p> <p>(b) the HKMA notifying the Issuer in writing that a decision has been made by the government body, a government officer or other relevant regulatory body with the authority to make such a decision, that a public sector injection of capital or equivalent support is necessary, without which the Issuer would become non-viable.</p> <p>At the sole discretion of the relevant Hong Kong Resolution Authority, the outstanding amount of Additional Tier 1 Capital Securities can be adjusted upon the exercise of Hong Kong Bail-in Power in accordance with the Hong Kong Financial Institutions (Resolution) Ordinance without prior notice and which may include (without limitation) and result in any of the following or some combination thereof:</p> <p>(a) the reduction or cancellation of all or a part of the principal amount of, or Distributions on, the Capital Securities;</p> <p>(b) the conversion of all or a part of the principal amount of, or Distributions on, the Capital Securities into shares or other securities or other obligations of the Issuer or another person (and the issue to or conferral on the holder of such shares, securities or obligations), including by means of an amendment, modification or variation of the terms of the Capital Securities; and</p> <p>(c) the amendment or alteration of the maturity of the Capital Securities or amendment or alteration of the amount of Distributions payable on the Capital Securities, or the date on which the Distributions become payable, including by suspending payment for a temporary period, or any other amendment or alteration of the terms and conditions of the Capital Securities.</p> |

CMB WING LUNG BANK LIMITED

CCA: Main features of regulatory capital instruments (continued)

2. US\$170 million undated non-cumulative subordinated additional tier 1 capital securities (issued on 27 April 2017) (continued)

| | | (a) |
|----|---|--|
| | | Quantitative / qualitative information |
| 32 | If write-down, full or partial | Full or partial |
| 33 | If write-down, permanent or temporary | Permanent |
| 34 | If temporary write-down, description of write-up mechanism | N/A |
| 35 | Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument in the insolvency creditor hierarchy of the legal entity concerned). | Subordinate to the claims of: (a) all unsubordinated creditors of the Issuer (including its depositors); (b) creditors in respect of Tier 2 Capital Securities of the Issuer; and (c) all other Subordinated Creditors of the Issuer whose claims are stated to rank senior to the Capital Securities or rank senior to the Capital Securities by operation of law or contract. |
| 36 | Non-compliant transitioned features | No |
| 37 | If yes, specify non-compliant features | N/A |

Regulatory treatment of capital instruments subject to transitional arrangements provided for in Schedule 4H to the Banking (Capital) Rules.

+ Regulatory treatment of capital instruments not subject to transitional arrangements provided for in Schedule 4H to the Banking (Capital) Rules.

CMB WING LUNG BANK LIMITED

CCA: Main features of regulatory capital instruments (continued)

3. US\$400 million subordinated fixed rate notes due 2027 (issued on 22 November 2017)

| | | (a) |
|----|--|---|
| | | Quantitative / qualitative information |
| 1 | Issuer | CMB Wing Lung Bank Limited |
| 2 | Unique identifier (e.g. CUSIP, ISIN or Bloomberg identifier for private placement) | ISIN number: XS1716657876 |
| 3 | Governing law(s) of the instrument | English Law (subordination governed by Law of Hong Kong Special Administrative Region) |
| | <i>Regulatory treatment</i> | |
| 4 | Transitional Basel III rules # | N/A |
| 5 | Post-transitional Basel III rules + | Tier 2 |
| 6 | Eligible at solo / group / solo and group | Solo and group |
| 7 | Instrument type (types to be specified by each jurisdiction) | Other Tier 2 instruments - Subordinated Notes |
| 8 | Amount recognised in regulatory capital (currency in millions, as of most recent reporting date) | US\$399.62 million as at 23 March 2022 |
| 9 | Par value of instrument | US\$400 million |
| 10 | Accounting classification | Liability - amortised cost |
| 11 | Original date of issuance | 22 November 2017 |
| 12 | Perpetual or dated | Dated |
| 13 | Original maturity date | 22 November 2027 |
| 14 | Issuer call subject to prior supervisory approval | Yes |
| 15 | Optional call date, contingent call dates and redemption amount | Optional redemption date: 22 November 2022 (First Call Date) Redemption for taxation reasons: Yes Redemption price: Redemption at par together with interest accrued to the date fixed for redemption, final amount subject to adjustment following occurrence of a Non-Viability Event Redemption for regulatory reasons: Redemption at par together with interest accrued to the date fixed for redemption, final amount subject to adjustment following occurrence of a Non-Viability Event |
| 16 | Subsequent call dates, if applicable | N/A |
| | <i>Coupons / dividends</i> | |
| 17 | Fixed or floating dividend / coupon | Fixed |
| 18 | Coupon rate and any related index | Interest at 3.75% per annum is payable on a semi-annually basis for the first 5 years from the date of issue to the optional redemption date. Thereafter, if the notes are not redeemed, the interest rate will reset and the notes will bear interest at 5 year US Treasury rate on that date plus 175 basis points. |
| 19 | Existence of a dividend stopper | No |
| 20 | Fully discretionary, partially discretionary or mandatory | Mandatory |
| 21 | Existence of step-up or other incentive to redeem | No |
| 22 | Non-cumulative or cumulative | N/A |

CMB WING LUNG BANK LIMITED

CCA: Main features of regulatory capital instruments (continued)

3. US\$400 million subordinated fixed rate notes due 2027 (issued on 22 November 2017) (continued)

| | | (a) |
|----|---|--|
| | | Quantitative / qualitative information |
| 23 | Convertible or non-convertible | Non-convertible |
| 24 | If convertible, conversion trigger(s) | N/A |
| 25 | If convertible, fully or partially | N/A |
| 26 | If convertible, conversion rate | N/A |
| 27 | If convertible, mandatory or optional conversion | N/A |
| 28 | If convertible, specify instrument type convertible into | N/A |
| 29 | If convertible, specify issuer of instrument it converts into | N/A |
| 30 | Write-down feature | Yes |
| 31 | If write-down, write-down trigger(s) | <p>If a Non-Viability Event occurs and is continuing, the Issuer shall, upon the provision of a Non-Viability Event Notice, irrevocably reduce the then prevailing principal amount and cancel any accrued but unpaid interest in respect of, each Subordinated Note (in each case in whole or in part) by an amount equal to the Non-Viability Event Write-off Amount per Subordinated Note.</p> <p>"Non-Viability Event" means the earlier of: (a) the HKMA notifying the Issuer in writing that the HKMA is of the opinion that a write-off or conversion is necessary, without which the Issuer would become non-viable; and (b) the HKMA notifying the Issuer in writing that a decision has been made by the government body, a government officer or other relevant regulatory body with the authority to make such a decision, that a public sector injection of capital or equivalent support is necessary, without which the Issuer would become non-viable.</p> <p>The Subordinated Notes may be written off, cancelled, converted or modified, or the form of the Subordinated Notes may be changed, in the exercise of any Hong Kong Resolution Authority Power under the Financial Institutions (Resolution) Ordination (Cap. 628) of Hong Kong by the relevant Hong Kong Resolution Authority without prior notice and which may include (without limitation) and result in any of the following or some combination thereof: (a) the reduction or cancellation of all or a part of the principal amount of, or interest on, the Subordinated Notes; (b) the conversion of all or a part of the principal amount of, or interest on, the Subordinated Notes into shares or other securities or other obligations of the Issuer or another person (and the issue to or conferral on the holder of such shares, securities or obligations), including by means of an amendment, modification or variation of the terms of the Subordinated Notes; and</p> |

CMB WING LUNG BANK LIMITED

CCA: Main features of regulatory capital instruments (continued)

3. US\$400 million subordinated fixed rate notes due 2027 (issued on 22 November 2017) (continued)

| | | (a) |
|----|---|---|
| | | Quantitative / qualitative information |
| 31 | If write-down, write-down trigger(s) | (c) the amendment or alteration of the maturity of the Subordinated Notes or amendment or alteration of the amount of interest payable on the Subordinated Notes, or the date on which the interest become payable, including by suspending payment for a temporary period, or any other amendment or alteration of the terms and conditions of the Subordinated Notes. |
| 32 | If write-down, full or partial | Full or partial |
| 33 | If write-down, permanent or temporary | Permanent |
| 34 | If temporary write-down, description of write-up mechanism | N/A |
| 35 | Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument in the insolvency creditor hierarchy of the legal entity concerned). | Subordinate to the claims of: (a) all unsubordinated creditors of the Issuer (including its depositors); and (b) all other Subordinated Creditors of the Issuer whose claims are stated to rank senior to the Subordinated Notes or whose claims rank senior to the Subordinated Notes by operation of law or contract. |
| 36 | Non-compliant transitioned features | No |
| 37 | If yes, specify non-compliant features | N/A |

Regulatory treatment of capital instruments subject to transitional arrangements provided for in Schedule 4H to the Banking (Capital) Rules.

+ Regulatory treatment of capital instruments not subject to transitional arrangements provided for in Schedule 4H to the Banking (Capital) Rules.

CMB WING LUNG BANK LIMITED

CCA: Main features of regulatory capital instruments (continued)

4. US\$400 million undated non-cumulative subordinated additional tier 1 capital securities (issued on 24 January 2019)

| | | (a) |
|-----------------------------|--|---|
| | | Quantitative / qualitative information |
| 1 | Issuer | CMB Wing Lung Bank Limited |
| 2 | Unique identifier (e.g. CUSIP, ISIN or Bloomberg identifier for private placement) | ISIN number: XS1892343762 |
| 3 | Governing law(s) of the instrument | English Law (subordination governed by Law of Hong Kong Special Administrative Region) |
| <i>Regulatory treatment</i> | | |
| 4 | Transitional Basel III rules # | N/A |
| 5 | Post-transitional Basel III rules + | Additional Tier 1 |
| 6 | Eligible at solo / group / solo and group | Solo and group |
| 7 | Instrument type (types to be specified by each jurisdiction) | Undated Non-Cumulative Subordinated Capital Securities |
| 8 | Amount recognised in regulatory capital (currency in millions, as of most recent reporting date) | US\$398.49 million as at 23 March 2022 |
| 9 | Par value of instrument | US\$400 million |
| 10 | Accounting classification | Equity - par value |
| 11 | Original date of issuance | 24 January 2019 |
| 12 | Perpetual or dated | Perpetual |
| 13 | Original maturity date | No maturity |
| 14 | Issuer call subject to prior supervisory approval | Yes |
| 15 | Optional call date, contingent call dates and redemption amount | Optional redemption date: 24 January 2024 (First Call Date) Redemption for taxation reasons: Yes Redemption for regulatory reasons: Yes Redemption price: Redeemed at the outstanding principal amount together with distributions accrued to the date of redemption, subject to adjustment following the occurrence of a Non-Viability Event. |
| 16 | Subsequent call dates, if applicable | Any Distribution Payment Date after the First Call Date |
| <i>Coupons / dividends</i> | | |
| 17 | Fixed or floating dividend / coupon | Fixed |
| 18 | Coupon rate and any related index | 6.5 per cent per annum for the period from, and including, the Issue Date to, but excluding the First Call Date. The then prevailing 5 year U.S. Treasury Rate plus 394.8 bps for the period from, and including, the First Call Date and each Distribution Reset Date thereafter to, but excluding, the immediately following Distribution Reset Date. Any distributions are subject to there being no Mandatory Distribution Cancellation Event or Optional Distribution Cancellation Event. |
| 19 | Existence of a dividend stopper | Yes |
| 20 | Fully discretionary, partially discretionary or mandatory | Fully discretionary |
| 21 | Existence of step-up or other incentive to redeem | No |

CMB WING LUNG BANK LIMITED

CCA: Main features of regulatory capital instruments (continued)

4. US\$400 million undated non-cumulative subordinated additional tier 1 capital securities (issued on 24 January 2019) (continued)

| | | (a) |
|----|---|--|
| | | Quantitative / qualitative information |
| 22 | Non-cumulative or cumulative | Non-cumulative |
| 23 | Convertible or non-convertible | Non-convertible |
| 24 | If convertible, conversion trigger(s) | N/A |
| 25 | If convertible, fully or partially | N/A |
| 26 | If convertible, conversion rate | N/A |
| 27 | If convertible, mandatory or optional conversion | N/A |
| 28 | If convertible, specify instrument type convertible into | N/A |
| 29 | If convertible, specify issuer of instrument it converts into | N/A |
| 30 | Write-down feature | Yes |
| 31 | If write-down, write-down trigger(s) | <p>If a Non-Viability Event occurs and is continuing, the Issuer shall, upon the provision of a Non-Viability Event Notice, irrevocably reduce the then prevailing principal amount of, and cancel any accrued but unpaid distribution in respect of, each Capital Security (in each case in whole or in part) by an amount equal to the Non-Viability Event write-off Amount per Capital Security.</p> <p>"Non-Viability Event" means the earlier of: (a) the HKMA notifying the Issuer in writing that the HKMA is of the opinion that a write-off or conversion is necessary, without which the Issuer would become non-viable; and (b) the HKMA notifying the Issuer in writing that a decision has been made by the government body, a government officer or other relevant regulatory body with the authority to make such a decision, that a public sector injection of capital or equivalent support is necessary, without which the Issuer would become non-viable.</p> <p>The Capital Securities may be written off, cancelled, converted or modified, or the form of the Capital Securities may be changed, in the exercise of any Hong Kong Resolution Authority Power under the Financial Institutions (Resolution) Ordination (Cap. 628) of Hong Kong by the relevant Hong Kong Resolution Authority without prior notice and which may include (without limitation) and result in any of the following or some combination thereof: (a) the reduction or cancellation of all or a part of the principal amount of, or Distributions on, the Capital Securities; (b) the conversion of all or a part of the principal amount of, or Distributions on, the Capital Securities into shares or other securities or other obligations of the Issuer or another person (and the issue to or conferral on the holder of such shares, securities or obligations), including by means of an amendment, modification or variation of the terms of the Capital Securities; and</p> |

CMB WING LUNG BANK LIMITED

CCA: Main features of regulatory capital instruments (continued)

4. US\$400 million undated non-cumulative subordinated additional tier 1 capital securities (issued on 24 January 2019) (continued)

| | | (a) |
|----|---|---|
| | | Quantitative / qualitative information |
| 31 | If write-down, write-down trigger(s) | (c) the amendment or alteration of the maturity of the Capital Securities or amendment or alteration of the amount of Distributions payable on the Capital Securities, or the date on which the Distributions become payable, including by suspending payment for a temporary period, or any other amendment or alteration of the terms and conditions of the Capital Securities. |
| 32 | If write-down, full or partial | Full or partial |
| 33 | If write-down, permanent or temporary | Permanent |
| 34 | If temporary write-down, description of write-up mechanism | N/A |
| 35 | Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument in the insolvency creditor hierarchy of the legal entity concerned). | Subordinate to the claims of: (a) all unsubordinated creditors of the Issuer (including its depositors); (b) creditors in respect of Tier 2 Capital Instruments of the Issuer; and (c) all other Subordinated Creditors of the Issuer whose claims are stated to rank senior to the Capital Securities or rank senior to the Capital Securities by operation of law or contract. |
| 36 | Non-compliant transitioned features | No |
| 37 | If yes, specify non-compliant features | N/A |

Regulatory treatment of capital instruments subject to transitional arrangements provided for in Schedule 4H to the Banking (Capital) Rules.

+ Regulatory treatment of capital instruments not subject to transitional arrangements provided for in Schedule 4H to the Banking (Capital) Rules.

CMB WING LUNG BANK LIMITED

CCA: Main features of regulatory capital instruments (continued)

5. US\$260 million undated non-cumulative subordinated additional tier 1 capital securities (issued on 27 December 2019)

| | | (a) |
|-----------------------------|--|--|
| | | Quantitative / qualitative information |
| 1 | Issuer | CMB Wing Lung Bank Limited |
| 2 | Unique identifier (e.g. CUSIP, ISIN or Bloomberg identifier for private placement) | N/A |
| 3 | Governing law(s) of the instrument | Law of Hong Kong Special Administrative Region |
| <i>Regulatory treatment</i> | | |
| 4 | Transitional Basel III rules # | N/A |
| 5 | Post-transitional Basel III rules + | Additional Tier 1 |
| 6 | Eligible at solo / group / solo and group | Solo and group |
| 7 | Instrument type (types to be specified by each jurisdiction) | Undated Non-Cumulative Subordinated Capital Securities |
| 8 | Amount recognised in regulatory capital (currency in millions, as of most recent reporting date) | US\$260 million as at 23 March 2022 |
| 9 | Par value of instrument | US\$260 million |
| 10 | Accounting classification | Equity - par value |
| 11 | Original date of issuance | 27 December 2019 |
| 12 | Perpetual or dated | Perpetual |
| 13 | Original maturity date | No maturity |
| 14 | Issuer call subject to prior supervisory approval | Yes |
| 15 | Optional call date, contingent call dates and redemption amount | Optional redemption date: 27 December 2024 (First Call Date) Redemption for taxation reasons: Yes Redemption for regulatory reasons: Yes Redemption price: Redeemed at the outstanding principal amount together with distributions accrued to the date of redemption, subject to adjustment following the occurrence of a Non-Viability Event. |
| 16 | Subsequent call dates, if applicable | Any Distribution Payment Date after the First Call Date |
| <i>Coupons / dividends</i> | | |
| 17 | Fixed or floating dividend / coupon | Fixed |
| 18 | Coupon rate and any related index | 5.23 per cent per annum for the period from, and including, the Issue Date to, but excluding the First Call Date. The then prevailing 5 year U.S. Treasury Rate plus 350 bps for the period from, and including, the First Call Date and each Distribution Reset Date thereafter to, but excluding, the immediately following Distribution Reset Date. Any distributions are subject to there being no Mandatory Distribution Cancellation Event or Optional Distribution Cancellation Event. |
| 19 | Existence of a dividend stopper | Yes |
| 20 | Fully discretionary, partially discretionary or mandatory | Fully discretionary |
| 21 | Existence of step-up or other incentive to redeem | No |

CMB WING LUNG BANK LIMITED

CCA: Main features of regulatory capital instruments (continued)

5. US\$260 million undated non-cumulative subordinated additional tier 1 capital securities (issued on 27 December 2019) (continued)

| | | (a) |
|----|---|--|
| | | Quantitative / qualitative information |
| 22 | Non-cumulative or cumulative | Non-cumulative |
| 23 | Convertible or non-convertible | Non-convertible |
| 24 | If convertible, conversion trigger(s) | N/A |
| 25 | If convertible, fully or partially | N/A |
| 26 | If convertible, conversion rate | N/A |
| 27 | If convertible, mandatory or optional conversion | N/A |
| 28 | If convertible, specify instrument type convertible into | N/A |
| 29 | If convertible, specify issuer of instrument it converts into | N/A |
| 30 | Write-down feature | Yes |
| 31 | If write-down, write-down trigger(s) | <p>If a Non-Viability Event occurs and is continuing, the Issuer shall, by the provision of a Non-Viability Event Notice, irrevocably reduce the then principal amount of, and cancel any accrued but unpaid distribution in respect of, each Capital Security in whole or in part.</p> <p>"Non-Viability Event" means the earlier of:</p> <p>(a) the HKMA notifying the Issuer in writing that the HKMA is of the opinion that a write-off or conversion is necessary, without which the Issuer would become non-viable; or</p> <p>(b) the HKMA notifying the Issuer in writing that a decision has been made by the government body, a government officer or other relevant regulatory body with the authority to make such a decision, that a public sector injection of capital or equivalent support is necessary, without which the Issuer would become non-viable.</p> <p>The Capital Securities may be written off, cancelled, converted or modified, or the form of the Capital Securities may be changed, in the exercise of any Hong Kong Resolution Authority Power under the Financial Institutions (Resolution) Ordination (Cap. 628) of Hong Kong by the relevant Hong Kong Resolution Authority without prior notice and which may include (without limitation) and result in any of the following or some combination thereof:</p> <p>(a) the reduction or cancellation of all or a part of the principal amount of, or Distributions on, the Capital Securities;</p> |

CMB WING LUNG BANK LIMITED

CCA: Main features of regulatory capital instruments (continued)

5. US\$260 million undated non-cumulative subordinated additional tier 1 capital securities (issued on 27 December 2019) (continued)

| | | (a) |
|----|---|--|
| | | Quantitative / qualitative information |
| 31 | If write-down, write-down trigger(s) | (b) the conversion of all or a part of the principal amount of, or Distributions on, the Capital Securities into shares or other securities or other obligations of the Issuer or another person (and the issue to or conferral on the holder of such shares, securities or obligations), including by means of an amendment, modification or variation of the terms of the Capital Securities; and (c) the amendment or alteration of the maturity of the Capital Securities or amendment or alteration of the amount of Distributions payable on the Capital Securities, or the date on which the Distributions become payable, including by suspending payment for a temporary period, or any other amendment or alteration of the terms and conditions of the Capital Securities. |
| 32 | If write-down, full or partial | Full or partial |
| 33 | If write-down, permanent or temporary | Permanent |
| 34 | If temporary write-down, description of write-up mechanism | N/A |
| 35 | Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument in the insolvency creditor hierarchy of the legal entity concerned). | Subordinate to the claims of: (a) all unsubordinated creditors of the Issuer (including its depositors); (b) creditors in respect of Tier 2 Capital Instruments of the Issuer; and (c) all other Subordinated Creditors of the Issuer whose claims are stated to rank senior to the Capital Securities or rank senior to the Capital Securities by operation of law or contract. |
| 36 | Non-compliant transitioned features | No |
| 37 | If yes, specify non-compliant features | N/A |

Regulatory treatment of capital instruments subject to transitional arrangements provided for in Schedule 4H to the Banking (Capital) Rules.

+ Regulatory treatment of capital instruments not subject to transitional arrangements provided for in Schedule 4H to the Banking (Capital) Rules.

CMB WING LUNG BANK LIMITED

CCA: Main features of regulatory capital instruments (continued)

6. RMB1,000 million undated non-cumulative subordinated additional tier 1 capital securities (issued on 27 February 2020)

| | | (a) |
|----|--|---|
| | | Quantitative / qualitative information |
| 1 | Issuer | CMB Wing Lung Bank Limited |
| 2 | Unique identifier (e.g. CUSIP, ISIN or Bloomberg identifier for private placement) | N/A |
| 3 | Governing law(s) of the instrument | Law of Hong Kong Special Administrative Region |
| | <i>Regulatory treatment</i> | |
| 4 | Transitional Basel III rules # | N/A |
| 5 | Post-transitional Basel III rules + | Additional Tier 1 |
| 6 | Eligible at solo / group / solo and group | Solo and group |
| 7 | Instrument type (types to be specified by each jurisdiction) | Undated Non-Cumulative Subordinated Capital Securities |
| 8 | Amount recognised in regulatory capital (currency in millions, as of most recent reporting date) | RMB1,000 million as at 23 March 2022 |
| 9 | Par value of instrument | RMB1,000 million |
| 10 | Accounting classification | Equity - par value |
| 11 | Original date of issuance | 27 February 2020 |
| 12 | Perpetual or dated | Perpetual |
| 13 | Original maturity date | No maturity |
| 14 | Issuer call subject to prior supervisory approval | Yes |
| 15 | Optional call date, contingent call dates and redemption amount | Optional redemption date: 27 February 2025 (First Call Date) Redemption for taxation reasons: Yes Redemption for regulatory reasons: Yes Redemption price: Redeemed at the outstanding principal amount together with distributions accrued to the date of redemption, subject to adjustment following the occurrence of a Non-Viability Event. |
| 16 | Subsequent call dates, if applicable | Any Distribution Payment Date after the First Call Date |
| | <i>Coupons / dividends</i> | |
| 17 | Fixed or floating dividend / coupon | Fixed |
| 18 | Coupon rate and any related index | 4.78 per cent per annum for the period from, and including, the Issue Date to, but excluding the Distribution Payment Date falling on or nearest to the First Call Date. The then prevailing rate of 5 year Chinese government notes plus 212 bps for the period from, and including, the First Call Date and each Distribution Reset Date thereafter to, but excluding, the immediately following Distribution Reset Date. Any distributions are subject to there being no Mandatory Distribution Cancellation Event or Optional Distribution Cancellation Event. |
| 19 | Existence of a dividend stopper | Yes |
| 20 | Fully discretionary, partially discretionary or mandatory | Fully discretionary |

CMB WING LUNG BANK LIMITED

CCA: Main features of regulatory capital instruments (continued)

6. RMB1,000 million undated non-cumulative subordinated additional tier 1 capital securities (issued on 27 February 2020) (continued)

| | | (a) |
|----|---|---|
| | | Quantitative / qualitative information |
| 21 | Existence of step-up or other incentive to redeem | No |
| 22 | Non-cumulative or cumulative | Non-cumulative |
| 23 | Convertible or non-convertible | Non-convertible |
| 24 | If convertible, conversion trigger(s) | N/A |
| 25 | If convertible, fully or partially | N/A |
| 26 | If convertible, conversion rate | N/A |
| 27 | If convertible, mandatory or optional conversion | N/A |
| 28 | If convertible, specify instrument type convertible into | N/A |
| 29 | If convertible, specify issuer of instrument it converts into | N/A |
| 30 | Write-down feature | Yes |
| 31 | If write-down, write-down trigger(s) | <p>If a Non-Viability Event occurs and is continuing, the Issuer shall, by the provision of a Non-Viability Event Notice, irrevocably reduce the then principal amount of, and cancel any accrued but unpaid distribution in respect of, each Capital Security in whole or in part.</p> <p>"Non-Viability Event" means the earlier of:</p> <p>(a) the HKMA notifying the Issuer in writing that the HKMA is of the opinion that a write-off or conversion is necessary, without which the Issuer would become non-viable; or</p> <p>(b) the HKMA notifying the Issuer in writing that a decision has been made by the government body, a government officer or other relevant regulatory body with the authority to make such a decision, that a public sector injection of capital or equivalent support is necessary, without which the Issuer would become non-viable.</p> <p>The Capital Securities may be written off, cancelled, converted or modified, or the form of the Capital Securities may be changed, in the exercise of any Hong Kong Resolution Authority Power under the Financial Institutions (Resolution) Ordination (Cap. 628) of Hong Kong by the relevant Hong Kong Resolution Authority without prior notice and which may include (without limitation) and result in any of the following or some combination thereof:</p> <p>(a) the reduction or cancellation of all or a part of the principal amount of, or Distributions on, the Capital Securities;</p> <p>(b) the conversion of all or a part of the principal amount of, or Distributions on, the Capital Securities into shares or other securities or other obligations of the Issuer or another person (and the issue to or conferral on the holder of such shares, securities or obligations), including by means of an amendment, modification or variation of the terms of the Capital Securities; and</p> |

CMB WING LUNG BANK LIMITED

CCA: Main features of regulatory capital instruments (continued)

6. RMB1,000 million undated non-cumulative subordinated additional tier 1 capital securities (issued on 27 February 2020) (continued)

| | | (a) |
|----|---|---|
| | | Quantitative / qualitative information |
| 31 | If write-down, write-down trigger(s) | (c) the amendment or alteration of the maturity of the Capital Securities or amendment or alteration of the amount of Distributions payable on the Capital Securities, or the date on which the Distributions become payable, including by suspending payment for a temporary period, or any other amendment or alteration of the terms and conditions of the Capital Securities.. |
| 32 | If write-down, full or partial | Full or partial |
| 33 | If write-down, permanent or temporary | Permanent |
| 34 | If temporary write-down, description of write-up mechanism | N/A |
| 35 | Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument in the insolvency creditor hierarchy of the legal entity concerned). | Subordinate to the claims of: (a) all unsubordinated creditors of the Issuer (including its depositors); (b) creditors in respect of Tier 2 Capital Instruments of the Issuer; and (c) all other Subordinated Creditors of the Issuer whose claims are stated to rank senior to the Capital Securities or rank senior to the Capital Securities by operation of law or contract. |
| 36 | Non-compliant transitioned features | No |
| 37 | If yes, specify non-compliant features | N/A |

Regulatory treatment of capital instruments subject to transitional arrangements provided for in Schedule 4H to the Banking (Capital) Rules.

+ Regulatory treatment of capital instruments not subject to transitional arrangements provided for in Schedule 4H to the Banking (Capital) Rules.

CMB WING LUNG BANK LIMITED

CCA: Main features of regulatory capital instruments (continued)

7. US\$200 million undated non-cumulative subordinated additional tier 1 capital securities (issued on 23 March 2022)

| | | (a) |
|-----------------------------|--|---|
| | | Quantitative / qualitative information |
| 1 | Issuer | CMB Wing Lung Bank Limited |
| 2 | Unique identifier (e.g. CUSIP, ISIN or Bloomberg identifier for private placement) | N/A |
| 3 | Governing law(s) of the instrument | Hong Kong Laws (subordination governed by Laws of Hong Kong Special Administrative Region) |
| <i>Regulatory treatment</i> | | |
| 4 | Transitional Basel III rules # | N/A |
| 5 | Post-transitional Basel III rules + | Additional Tier 1 |
| 6 | Eligible at solo / group / solo and group | Solo and group |
| 7 | Instrument type (types to be specified by each jurisdiction) | Undated Non-Cumulative Subordinated Additional Tier 1 Capital Securities |
| 8 | Amount recognised in regulatory capital (currency in millions, as of most recent reporting date) | US\$200 million as at 23 March 2022 |
| 9 | Par value of instrument | US\$200 million |
| 10 | Accounting classification | Equity - par value |
| 11 | Original date of issuance | 23 March 2022 |
| 12 | Perpetual or dated | Perpetual |
| 13 | Original maturity date | No maturity |
| 14 | Issuer call subject to prior supervisory approval | Yes |
| 15 | Optional call date, contingent call dates and redemption amount | <ul style="list-style-type: none"> - 23 March 2027 (First Call Date) - No fixed redemption date - Optional Redemption (on a designated date on 23 March 2027 or on any Distribution Payment Date thereafter), Tax or Regulatory Redemption are all subject to prior written consent of the HKMA and satisfying any conditions that the HKMA may impose at that time. Redemption amount will be the outstanding principal amount together (if appropriate) with distributions accrued to (but excluding) the date of redemption, subject to adjustment following the occurrence of a Non-Viability Event. |
| 16 | Subsequent call dates, if applicable | Any Distribution Payment Date after the First Call Date |
| <i>Coupons / dividends</i> | | |
| 17 | Fixed or floating dividend / coupon | Fixed |

CMB WING LUNG BANK LIMITED

CCA: Main features of regulatory capital instruments (continued)

7. US\$200 million undated non-cumulative subordinated additional tier 1 capital securities (issued on 23 March 2022) (continued)

| | | |
|----|---|--|
| 18 | Coupon rate and any related index | At a fixed rate of 3.34% per annum for the period from, and including, the Issue Date to, but excluding the First Call Date. On the First Call Date and each anniversary falling five years thereafter, the Distribution Rate will reset by reference to the then-prevailing five year U.S. Treasury Rate plus 149 bps per annum. Any distributions are subject to there being no Mandatory Distribution Cancellation Event or Optional Distribution Cancellation Event. |
| 19 | Existence of a dividend stopper | Yes |
| 20 | Fully discretionary, partially discretionary or mandatory | Fully discretionary |
| 21 | Existence of step-up or other incentive to redeem | No |
| 22 | Non-cumulative or cumulative | Non-cumulative |
| 23 | Convertible or non-convertible | Non-convertible |
| 24 | If convertible, conversion trigger(s) | N/A |
| 25 | If convertible, fully or partially | N/A |
| 26 | If convertible, conversion rate | N/A |
| 27 | If convertible, mandatory or optional conversion | N/A |
| 28 | If convertible, specify instrument type convertible into | N/A |
| 29 | If convertible, specify issuer of instrument it converts into | N/A |
| 30 | Write-down feature | Yes |
| 31 | If write-down, write-down trigger(s) | If a Non-Viability Event occurs and is continuing, the Issuer shall, by the provision of a Non-Viability Event Notice, irrevocably reduce the then prevailing principal amount of, and cancel any accrued but unpaid distribution in respect of, each Capital Security in whole or in part. "Non-Viability Event" means the earlier of: (a) the HKMA notifying the Issuer in writing that the HKMA is of the opinion that a write-off or conversion is necessary, without which the Issuer would become non-viable; and (b) the HKMA notifying the Issuer in writing that a decision has been made by the government body, a government officer or other relevant regulatory body with the authority to make such a decision, that a public sector injection of capital or equivalent support is necessary, without which the Issuer would become non-viable. |

CMB WING LUNG BANK LIMITED

CCA: Main features of regulatory capital instruments (continued)

7. US\$200 million undated non-cumulative subordinated additional tier 1 capital securities (issued on 23 March 2022) (continued)

| | | (a) |
|----|---|---|
| | | Quantitative / qualitative information |
| 31 | If write-down, write-down trigger(s) | <p>The Capital Securities may be written off, cancelled, converted or modified, or the form of the Capital Securities may be changed, in the exercise of any Hong Kong Resolution Authority Power under the Financial Institutions (Resolution) Ordinance (Cap. 628) of Hong Kong by the relevant Hong Kong Resolution Authority without prior notice and which may include (without limitation) and result in any of the following or some combination thereof:</p> <p>(a) the reduction or cancellation of all or a part of the principal amount of, or Distributions on, the Capital Securities;</p> <p>(b) the conversion of all or a part of the principal amount of, or Distributions on, the Capital Securities into shares or other securities or other obligations of the Issuer or another person (and the issue to or conferral on the holder of such shares, securities or obligations), including by means of an amendment, modification or variation of the terms of the Capital Securities; and</p> <p>(c) the amendment or alteration of the maturity of the Capital Securities or amendment or alteration of the amount of Distributions payable on the Capital Securities, or the date on which the Distributions become payable, including by suspending payment for a temporary period, or any other amendment or alteration of the terms and conditions of the Capital Securities.</p> |
| 32 | If write-down, full or partial | Full or partial |
| 33 | If write-down, permanent or temporary | Permanent |
| 34 | If temporary write-down, description of write-up mechanism | N/A |
| 35 | Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument in the insolvency creditor hierarchy of the legal entity concerned). | <p>Subordinate to the claims of:</p> <p>(a) all unsubordinated creditors of the Issuer (including its depositors);</p> <p>(b) creditors in respect of Tier 2 Capital Securities of the Issuer; and</p> <p>(c) all other Subordinated Creditors of the Issuer whose claims are stated to rank senior to the Capital Securities or rank senior to the Capital Securities by operation of law or contract.</p> |
| 36 | Non-compliant transitioned features | No |
| 37 | If yes, specify non-compliant features | N/A |

Regulatory treatment of capital instruments subject to transitional arrangements provided for in Schedule 4H to the Banking (Capital) Rules.

+ Regulatory treatment of capital instruments not subject to transitional arrangements provided for in Schedule 4H to the Banking (Capital) Rules.