

ORIX Asia Limited ("The Company")

Template OV1: Overview of Risk-Weighted Amount ("RWA") as at 30 June 2017 (Unaudited)

Purpose:	To provide an overview of capital requirements in terms of a detailed breakdowns of RWAs for various risks.
Scope of application:	The template is mandatory for all AIs incorporated in Hong Kong.
Content:	RWA and capital requirements under the Pillar 1 framework.
Frequency:	Quarterly.
Format:	Fixed.
Accompanying narrative:	<p>The table below provides an overview of RWA and the related minimum capital requirements by risk type. The Company has adopted the "basic approach" for the calculation of the risk-weighted assets for credit risk, "current exposure method" for the calculation of counterparty credit risk and "basic indicator approach" for the calculation of operational risk.</p> <p>During the year ended 31 March 2017 and for the period ended 30 June 2017, market risk arising from the Company's trading book was minimal. The Company has been granted exemption by the HKMA as it can fulfil the exemption criteria set out in sections 22(l)(a) and (b) of the Banking (Capital) Rules. Hence, the Company was exempted from the calculation of market risk.</p>
Corresponding BDR section:	16C

		(a)	(b)	(c)
		RWA		Minimum capital requirements
		30-Jun-2017 HK\$'000	31-Mar-2017 HK\$'000	30-Jun-2017 HK\$'000
1	Credit risk for non-securitization exposures	6,461,888	6,617,915	516,951
2	Of which STC approach			
2a	Of which BSC approach	6,461,888	6,617,915	516,951
3	Of which IRB approach			
4	Counterparty credit risk	4,338	3,263	347
5	Of which SA-CCR			
5a	Of which CEM	4,338	3,263	347
6	Of which IMM(CCR) approach			
7	Equity exposures in banking book under the market-based approach			
8	CIS exposures – LTA			
9	CIS exposures – MBA			
10	CIS exposures – FBA			

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(Continued)

		(a)	(b)	(c)
		RWA		Minimum capital requirements
		30-Jun-2017 HK\$'000	31-Mar-2017 HK\$'000	30-Jun-2017 HK\$'000
11	Settlement risk			
12	Securitization exposures in banking book ¹			
13	Of which IRB(S) approach – ratings-based method			
14	Of which IRB(S) approach – supervisory formula method			
15	Of which STC(S) approach			
16	Market risk			
17	Of which STM approach			
18	Of which IMM approach			
19	Operational risk	325,163	315,325	26,013
20	Of which BIA approach	325,163	315,325	26,013
21	Of which STO approach			
21a	Of which ASA approach			
22	Of which AMA approach	N/A	N/A	N/A
23	Amounts below the thresholds for deduction (subject to 250% RW)			
24	Capital floor adjustment			
24a	Deduction to RWA	4,119	3,982	329
24b	Of which portion of regulatory reserve for general banking risks and collective provisions which is not included in Tier 2 Capital	4,119	3,982	329
24c	Of which portion of cumulative fair value gains arising from the revaluation of land and buildings which is not included in Tier 2 Capital			
25	Total	6,787,270	6,932,521	542,982
N/A: Not applicable in the case of Hong Kong				

¹ Of note, after entering into force of the revised securitization framework in January 2018, the following replacements in row 13, 14 and 15 should be made: (i) IRB(S) rating based method should be replaced by Securitization Internal Ratings-Based Approach (SEC-IRBA)*; (ii) IRB(S) supervisory formula method should be replaced by Securitization External Ratings-Based Approach (SEC-ERBA)*; and (iii) STC(S) should be replaced by Securitization Standardized Approach (SEC-SA)*. A new row following row 15 (say, row 15a) may be added to cater for Securitization Fall-back Approach (SEC-FBA)* where this is applicable. (* all names and applicable approaches subject to the final amendments to the BCR)

ORIX Asia Limited

KEY CAPITAL RATIOS DISCLOSURES as at 30 June 2017

Capital Adequacy Ratio (solo basis)			HK\$'000
	Reference	30-Jun-2017	31-Mar-2017
Capital base and risk-weighted assets			
-Common Equity Tier 1 Capital	[A]	2,010,184	1,979,599
-Tier 1 Capital	[B]	2,010,184	1,979,599
-Total Capital	[C]	2,090,958	2,062,323
-Total Risk Weighted Assets	[D]	6,787,270	6,932,521
Capital Adequacy Ratio			
-Common Equity Tier 1 Capital Ratio	[A]/[D]	29.6170%	28.5553%
-Tier 1 Capital Ratio	[B]/[D]	29.6170%	28.5553%
-Total Capital Ratio	[C]/[D]	30.8071%	29.7485%

Leverage Ratio (combined)			HK\$'000
	Reference	30-Jun-17	31-Mar-17
Capital measure and exposure measure			
-Tier 1 Capital	[B]	2,010,184	1,979,599
-Total exposure measure	[E]	6,894,971	7,004,369
Leverage Ratio			
	[B]/[E]	29.15%	28.26%