

(Supplementary material) Overview of CRE loans by LTV

- Considering the current environment, we have re-assessed property value
- Based on the revaluation, we have incorporated the provisions^{*1} conservatively. As a result, the capital loss ratio is projected to be 10.4% at FY2024 year end

*1: Total CECL reserves and potential future impairments

Overview of CRE loans by LTV ^{*2} (before tax, \$mn)

LTV ^{*2}	Balance ^{*3}	Proportion	FY2024 Year End Projection		(Ref.) As of Sept. 2024 ^{*4}	
			Provision	Capital Loss Ratio	Provision	Capital Loss Ratio
<100%	7,920	70%	100	1.2%	100	1.2%
100-125%	970	9%	170	17.8%	110	11.6%
125-150%	1,240	11%	330	26.6%	160	13.1%
150%+	1,230	11%	590	47.7%	410	32.9%
Total	11,370	100%	1,180^{*5}	10.4%	780^{*5}	6.8%

*5: Of which, \$330M has already been booked in FY2023

(Ref.) Relationship between LTV and Capital Loss Ratio (Diagram of an example with current LTV : 150%)

