

# Capital Securities Corporation

## Key Rating Drivers

**Established Securities Franchise:** Capital Securities Corporation's ratings reflect its stable and well-established stockbroking franchise in Taiwan and adequate capital profile. The company is Taiwan's largest independent full-service securities firm, with a 3.9% brokerage market share in 1H25 (2023: 3.6%). This was supported by its strong position in sub-settlement accounts and a shift from transaction-based to client asset-based business that enhances client retention.

The firm also maintains strong underwriting, warrant issuance and futures and options brokerage positions. However, reliance on volatile capital-market activities limits the ratings relative to larger and more diversified financial holding companies in Taiwan.

**Stable Operating Environment:** We anticipate Taiwan's steady economic growth and prudent regulatory oversight will sustain stable operating conditions for the financial sector, despite global economic and geopolitical headwinds and market volatility. Tighter regulatory limits on leverage in the securities sector, measured by business risk exposure, should curb excessive risk-taking, while regulatory relaxation in ancillary investments, margin financing and asset-management services should support further business diversification.

Market activity recovered in 3Q25, with average daily turnover on the Taiwan Stock Exchange up by 24% and the index up by 16% over the quarter. This followed a 15% fall in average daily turnover in 1H25 on weak investor confidence amid tariff and geopolitical uncertainty. Corporate financing also slowed on delayed capex. We expect trade policy, geopolitical and US rate uncertainty to persist, but the end of US monetary tightening should support equity turnover, and artificial intelligence adoption should bolster technology sector fundraising.

**Improving Earnings Prospects:** We expect earnings to improve in 2026 as more accommodative US monetary policy and an end to Taiwanese rate hikes lift equity market sentiment and fixed-income spreads. Earnings weakened in 1H25 in line with lower market activity, which pressured brokerage and trading income. Annualised operating profit/average equity fell to 6.8% (2024: 8.5%), though earnings remained steadier than at most rated monoline securities firms, buoyed by the company's better revenue diversity and risk management.

**Adequate Capital Position:** Net tangible leverage stood at 7.3x at end-1H25, unchanged from end-2024. We expect tighter regulatory capital requirements and stricter leverage limits for securities companies in Taiwan to ensure sufficient capital buffers against potential market shocks.

**Short-Term Wholesale Funding Reliance:** Capital Securities is exposed to funding-market volatility due to its reliance on short-term wholesale funding, including the use of repos to finance bond investments. That said, liquidity risk is mitigated by adequate collateral management, with repos backed by government, financial institution and high-quality corporate bonds.

## Ratings

|                                |         |
|--------------------------------|---------|
| <b>Foreign Currency</b>        |         |
| Long-Term IDR                  | BBB-    |
| <b>National Rating</b>         |         |
| National Long-Term Rating      | A(twn)  |
| National Short-Term Rating     | F1(twn) |
| <b>Sovereign Risk</b>          |         |
| Long-Term Foreign-Currency IDR | AA      |
| Long-Term Local-Currency IDR   | AA      |
| Country Ceiling                | AAA     |

## Outlooks

|  |        |
|--|--------|
| Long-Term Foreign-Currency IDR           | Stable |
| National Long-Term Rating                | Stable |
| Sovereign Long-Term Foreign-Currency IDR | Stable |
| Sovereign Long-Term Local-Currency IDR   | Stable |

## Applicable Criteria

- [Non-Bank Financial Institutions Rating Criteria \(January 2025\)](#)
- [National Scale Rating Criteria \(December 2020\)](#)

## Related Research

- [Large Taiwanese Securities Firms' Financial Resilience Widens Divergence \(September 2025\)](#)
- [Global Economic Outlook \(September 2025\)](#)

## Analysts

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## Rating Sensitivities

### Factors that Could, Individually or Collectively, Lead to Negative Rating Action/Downgrade

The ratings could face pressure if intense market competition leads to a sustained deterioration in the firm's market position and if an increased risk appetite leaves its capital position more vulnerable to market volatility, such that net adjusted leverage exceeds 10x or if its funding or liquidity buffers are affected significantly. Indications of an increased risk appetite include higher balance-sheet exposure to market risk from trading activities.

Operational or risk-management lapses that result in unexpected substantial losses and pressure the capital position would also be credit negative.

### Factors that Could, Individually or Collectively, Lead to Positive Rating Action/Upgrade

Improved business diversity and earnings quality – such as an increased contribution from relatively stable, recurring income streams – would be positive for the ratings. A stronger market position in stock brokerage, approaching that of the top-three industry participants, together with better profitability from efficiencies of scale, would also be credit positive.

## Ratings Navigator

### Capital Securities Corporation

ESG Relevance:


NBFI  
Ratings Navigator

| Sector Risk<br>Operating<br>Environment | Business Profile | Management &<br>Strategy | Risk Profile | Financial Profile |                             |                              |                                     | Implied Standalone<br>Credit Profile | Standalone Credit<br>Profile | Issuer Default Rating |
|---|------------------|--------------------------|--------------|-------------------|-----------------------------|------------------------------|-------------------------------------|--------------------------------------|------------------------------|-----------------------|
|   |                  |                          |              | Asset Quality     | Earnings &<br>Profitability | Capitalisation<br>& Leverage | Funding,<br>Liquidity &<br>Coverage |                                      |                              |                       |
|   | 25%              | 10%                      | 10%          | 10%               | 10%                         | 15%                          | 20%                                 |                                      |                              |                       |
| aaa                                     |                  |                          |              |                   |                             |                              |                                     | aaa                                  | aaa                          | AAA                   |
| aa+                                     |                  |                          |              |                   |                             |                              |                                     | aa+                                  | aa+                          | AA+                   |
| aa                                      |                  |                          |              |                   |                             |                              |                                     | aa                                   | aa                           | AA                    |
| aa-                                     |                  |                          |              |                   |                             |                              |                                     | aa-                                  | aa-                          | AA-                   |
| a+                                      |                  |                          |              |                   |                             |                              |                                     | a+                                   | a+                           | A+                    |
| a                                       |                  |                          |              |                   |                             |                              |                                     | a                                    | a                            | A                     |
| a-                                      |                  |                          |              |                   |                             |                              |                                     | a-                                   | a-                           | A-                    |
| bbb+                                    |                  |                          |              |                   |                             |                              |                                     | bbb+                                 | bbb+                         | BBB+                  |
| bbb                                     |                  |                          |              |                   |                             |                              |                                     | bbb                                  | bbb                          | BBB                   |
| bbb-                                    |                  |                          |              |                   |                             |                              |                                     | bbb-                                 | bbb-                         | BBB- Sta              |
| bb+                                     |                  |                          |              |                   |                             |                              |                                     | bb+                                  | bb+                          | BB+                   |
| bb                                      |                  |                          |              |                   |                             |                              |                                     | bb                                   | bb                           | BB                    |
| bb-                                     |                  |                          |              |                   |                             |                              |                                     | bb-                                  | bb-                          | BB-                   |
| b+                                      |                  |                          |              |                   |                             |                              |                                     | b+                                   | b+                           | B+                    |
| b                                       |                  |                          |              |                   |                             |                              |                                     | b                                    | b                            | B                     |
| b-                                      |                  |                          |              |                   |                             |                              |                                     | b-                                   | b-                           | B-                    |
| ccc+                                    |                  |                          |              |                   |                             |                              |                                     | ccc+                                 | ccc+                         | CCC+                  |
| ccc                                     |                  |                          |              |                   |                             |                              |                                     | ccc                                  | ccc                          | CCC                   |
| ccc-                                    |                  |                          |              |                   |                             |                              |                                     | ccc-                                 | ccc-                         | CCC-                  |
| cc                                      |                  |                          |              |                   |                             |                              |                                     | cc                                   | cc                           | CC                    |
| c                                       |                  |                          |              |                   |                             |                              |                                     | c                                    | c                            | C                     |
| d or rd                                 |                  |                          |              |                   |                             |                              |                                     | d or rd                              | d or rd                      | D or RD               |

The Key Rating Driver (KRD) weightings used to determine the implied Standalone Credit Profile (SCP) are shown as percentages at the top. In cases where the implied SCP is adjusted upwards or downwards to arrive at the SCP, the KRD associated with the adjustment reason is highlighted in red. The shaded areas indicate the benchmark-implied scores for each KRD. The sector risk assessment acts as a sector-specific constraint on the typical implied operating environment range and is shown as an overlay on the operating environment.

## Adjustments

The funding, liquidity and coverage score has been assigned below the implied score for the following adjustment reason: funding flexibility (negative).

## Key Qualitative Factors

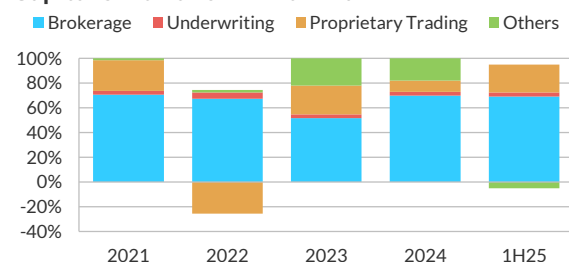
### Business Profile

Capital Securities is a top-tier Taiwanese broker, ranking sixth in domestic stock brokerage with a 3.9% share in 1H25 (2023: 3.6%), and consistently among the top five in domestic fixed-income underwriting. As the largest independent securities firm, it runs a full-service model offering a comprehensive range of capital-market products and services.

Earnings are tied to capital-market activity, but a more diversified revenue stream supports better earnings stability than smaller standalone peers that lean on proprietary trading.

The company aims to expand client asset-based revenue from a transaction-based model, with the goal to leverage its strong position in sub-settlement accounts to deepen client relationships and reduce earnings cyclicality through cycles.

## Capital Securities' Profit Breakdown



Note: Others in 2024 include profits from futures and derivatives department

Source: Fitch Ratings, Fitch Solutions, Capital Securities

## Financial Profile

### Adequate Asset Quality

We assess Capital Securities' asset quality through the risk profile and performance record of its investment and lending portfolio. Asset quality is generally stable and adequately managed through an established risk framework and consistent policy execution.

The investment portfolio comprised 32.5% of consolidated assets in 1H25, dominated by fixed-income holdings (over 60% of the portfolio). We consider the fixed-income portfolio to be of good quality, given a high portion of government and investment-grade private-sector bonds. Equity investments account for about one-third of the portfolio, with most positions in listed equities that offer higher liquidity.

Margin lending and securities-backed lending were 5% and 9.5% of consolidated assets in 1H25. Risk is contained through tight management of maintenance ratios. The firm has avoided material credit losses due to disciplined collateral controls and limited concentration.

### Earnings Remain Sensitive to Capital-Market Conditions

A more accommodative US monetary backdrop, sustained AI investment themes, and clearer global trade policy could boost capital-market sentiment and turnover in 2026. However, we believe macroeconomic risks, ongoing geopolitical and trade-policy uncertainty, and high market valuations will keep volatility elevated.

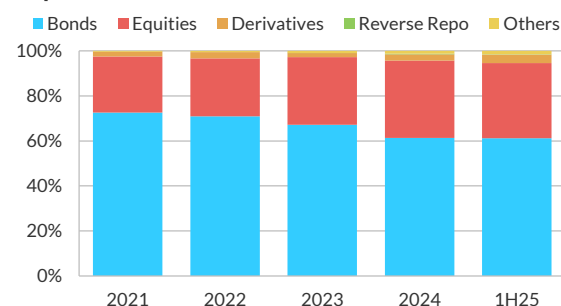
Capital Securities' earnings softened in 1H25, due primarily to sharp capital market moves in April following the announcement of intended US trade tariffs. However, earnings remained above most standalone peers due to more effective risk control and better revenue diversity.

### Healthy Capital and Liquidity Positions

The capital position remains generally commensurate with balance-sheet risks, providing a buffer against earnings and mark-to-market fluctuations. Stricter regulatory requirements on capital and leverage constrain securities companies from taking excessive business risk.

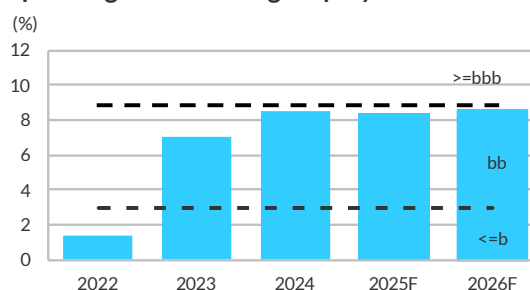
The funding and liquidity profile remains stable, with liquid assets consistently covering short-term funding needs. Reliance on short-term repo funding is high, in line with peers in Taiwan's relatively liquid domestic financial system. Associated risks are mitigated by collateral quality, as repo transactions are backed by investment-grade bonds.

## Capital Securities Investment Breakdown



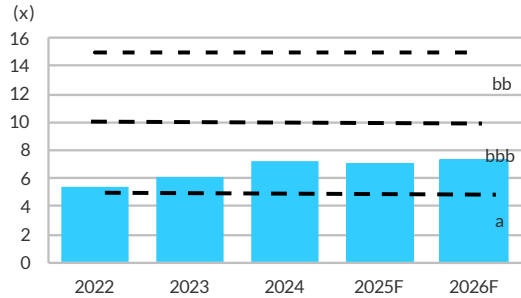
Source: Fitch Ratings, Fitch Solutions, Capital Securities

## Operating Profit/Average Equity



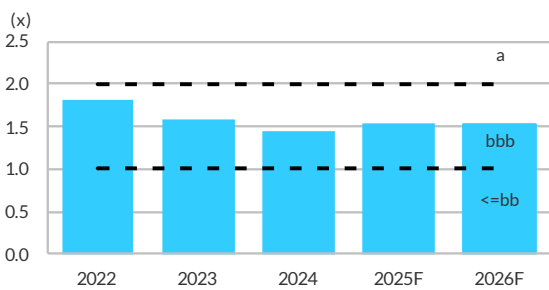
Source: Fitch Ratings, Fitch Solutions, Capital Securities

Net Tangible Leverage



Source: Fitch Ratings Fitch Solutions, Capital Securities

Liquid Assets + Undrawn Committed Facilities/Short-Term Funding



Source: Fitch Ratings Fitch Solutions, Capital Securities

Additional Notes on Charts

The forecasts in the charts in this section reflect Fitch’s forward view on the non-bank financial institution’s core financial metrics per Fitch’s *Non-Bank Financial Institutions Rating Criteria*. They are based on a combination of Fitch’s macro-economic forecasts, outlook at the sector level and company-specific considerations. As a result, Fitch’s forecasts may differ materially from the guidance provided by the rated entity to the market.

To the extent Fitch is aware of material non-public information with respect to future events, such as planned recapitalisations or M&A activity, Fitch will not reflect these non-public future events in its published forecasts. However, where relevant, such information is considered by Fitch as part of the rating process.

Dashed lines represent boundaries for indicative quantitative ranges and implied scores for Fitch’s core financial metrics for the relevant sector risk operating environment. “F” represents Fitch’s forecasts.

## Environmental, Social and Governance Considerations

| FitchRatings  |  |         | Capital Securities Corporation   |                     |   | NBFI Ratings Navigator         |        |  |  |
|---|--|---------|--|---------------------|---|--------------------------------|--------|--|--|
| Credit-Relevant ESG Derivation  |  |         |  |                     |   | ESG Relevance to Credit Rating |        |  |  |
| Capital Securities Corporation has 5 ESG potential rating drivers   |  |         |  | key driver          |   | 0                              | issues | 5  |  |
| Capital Securities Corporation has exposure to fair lending practices; pricing transparency; repossession/foreclosure/collection practices; consumer data protection; legal/regulatory fines stemming from any of the above but this has very low impact on the rating. |  |         |  | driver              |   | 0                              | issues | 4  |  |
| Governance is minimally relevant to the rating and is not currently a driver.   |  |         |  | potential driver    |   | 5                              | issues | 3  |  |
|   |  |         |  |                     |   | 3                              | issues | 2  |  |
|   |  |         |  | not a rating driver |   | 6                              | issues | 1  |  |
| Environmental (E) Relevance Scores  |  |         |  |                     |   |                                |        |  |  |
| General Issues  |  | E Score | Sector-Specific Issues   |                     | Reference   | E Relevance                    |        |  |  |
| GHG Emissions & Air Quality   |  | 1       | Regulatory risks, emissions fines or compliance costs related to owned equipment, which could impact asset demand, profitability, etc.   |                     | Sector Risk Operating Environment   | 5                              |        | <b>How to Read This Page</b><br><br>ESG relevance scores range from 1 to 5 based on a 15-level color gradation. Red (5) is most relevant to the credit rating and green (1) is least relevant.<br><br>The Environmental (E), Social (S) and Governance (G) tables break out the ESG general issues and the sector-specific issues that are most relevant to each industry group. Relevance scores are assigned to each sector-specific issue, signaling the credit-relevance of the sector-specific issues to the issuer's overall credit rating. The Criteria Reference column highlights the factor(s) within which the corresponding ESG issues are captured in Fitch's credit analysis. The vertical color bars are visualizations of the frequency of occurrence of the highest constituent relevance scores. They do not represent an aggregate of the relevance scores or aggregate ESG credit relevance.<br><br>The Credit-Relevant ESG Derivation table's far right column is a visualization of the frequency of occurrence of the highest ESG relevance scores across the combined E, S and G categories. The three columns to the left of ESG Relevance to Credit Rating summarize rating relevance and impact to credit from ESG issues. The box on the far left identifies any ESG Relevance Sub-factor issues that are drivers or potential drivers of the issuer's credit rating (corresponding with scores of 3, 4 or 5) and provides a brief explanation for the relevance score. All scores of '4' and '5' are assumed to reflect a negative impact unless indicated with a '+' sign for positive impact.<br><br>Classification of ESG issues has been developed from Fitch's sector ratings criteria. The General Issues and Sector-Specific Issues draw on the classification standards published by the United Nations Principles for Responsible Investing (PRI), the Sustainability Accounting Standards Board (SASB), and the World Bank. |  |
| Energy Management   |  | 1       | Investments in or ownership of assets with below-average energy/fuel efficiency which could impact future valuation of these assets  |                     | Risk Profile  | 4                              |        |  |  |
| Water & Wastewater Management   |  | 1       | n.a.   |                     | n.a.  | 3                              |        |  |  |
| Waste & Hazardous Materials Management; Ecological Impacts  |  | 1       | n.a.   |                     | n.a.  | 2                              |        |  |  |
| Exposure to Environmental Impacts   |  | 2       | Impact of extreme weather events on assets and/or operations and corresponding risk profile & management; catastrophe risk; credit concentrations  |                     | Business Profile; Asset Quality   | 1                              |        |  |  |
| Social (S) Relevance Scores   |  |         |  |                     |   |                                |        |  |  |
| General Issues  |  | S Score | Sector-Specific Issues   |                     | Reference   | S Relevance                    |        |  |  |
| Human Rights, Community Relations, Access & Affordability   |  | 1       | n.a.   |                     | n.a.  | 5                              |        |  |  |
| Customer Welfare - Fair Messaging, Privacy & Data Security  |  | 3       | Fair lending practices; pricing transparency; repossession/foreclosure/collection practices; consumer data protection; legal/regulatory fines stemming from any of the above                       |                     | Sector Risk Operating Environment; Risk Profile; Asset Quality  | 4                              |        |  |  |
| Labor Relations & Practices   |  | 2       | Impact of labor negotiations, including board/employee compensation and composition  |                     | Business Profile; Management & Strategy; Earnings & Profitability; Capitalisation & Leverage; Funding, Liquidity & Coverage | 3                              |        |  |  |
| Employee Wellbeing  |  | 1       | n.a.   |                     | n.a.  | 2                              |        |  |  |
| Exposure to Social Impacts  |  | 2       | Shift in social or consumer preferences as a result of an institution's social positions, or social and/or political disapproval of core activities  |                     | Business Profile; Earnings & Profitability  | 1                              |        |  |  |
| Governance (G) Relevance Scores   |  |         |  |                     |   |                                |        |  |  |
| General Issues  |  | G Score | Sector-Specific Issues   |                     | Reference   | G Relevance                    |        |  |  |
| Management Strategy   |  | 3       | Operational implementation of strategy   |                     | Management & Strategy   | 5                              |        | 5 Highly relevant, a key rating driver that has a significant impact on the rating on an individual basis. Equivalent to "higher" relative importance within Navigator.  |  |
| Governance Structure  |  | 3       | Board independence and effectiveness; ownership concentration; protection of creditor/stakeholder rights; legal/compliance risks; business continuity; key person risk; related party transactions |                     | Management & Strategy   | 4                              |        | 4 Relevant to rating, not a key rating driver but has an impact on the rating in combination with other factors. Equivalent to "moderate" relative importance within Navigator.  |  |
| Group Structure   |  | 3       | Organizational structure; appropriateness relative to business model; opacity; intra-group dynamics; ownership   |                     | Business Profile  | 3                              |        | 3 Minimally relevant to rating, either very low impact or actively managed in a way that results in no impact on the entity rating. Equivalent to "lower" relative importance within Navigator.  |  |
| Financial Transparency  |  | 3       | Quality and timing of financial reporting and auditing processes   |                     | Management & Strategy   | 2                              |        | 2 Irrelevant to the entity rating but relevant to the sector.  |  |
|   |  |         |  |                     |   | 1                              |        | 1 Irrelevant to the entity rating and irrelevant to the sector.  |  |

The highest level of ESG credit relevance is a score of '3', unless otherwise disclosed in this section. A score of '3' means ESG issues are credit-neutral or have only a minimal credit impact on the entity, either due to their nature or the way in which they are being managed by the entity. Fitch's ESG Relevance Scores are not inputs in the rating process; they are an observation on the relevance and materiality of ESG factors in the rating decision. For more information on Fitch's ESG Relevance Scores, visit [www.fitchratings.com/topics/esg/products#esg-relevance-scores](http://www.fitchratings.com/topics/esg/products#esg-relevance-scores).

## Financials

### Income Statement

|                  | 30 Jun 25                |                          | 31 Dec 24                | 31 Dec 23                | 31 Dec 22                |
|------------------|--------------------------|--------------------------|--------------------------|--------------------------|--------------------------|
|                  | 6 months - interim       | 6 months - interim       | Year end                 | Year end                 | Year end                 |
|                  | (USDm)                   | (TWDm)                   | (TWDm)                   | (TWDm)                   | (TWDm)                   |
|                  | Audited -<br>unqualified | Audited -<br>unqualified | Audited -<br>unqualified | Audited -<br>unqualified | Audited -<br>unqualified |
| Net revenues     | 196                      | 5,870.9                  | 11,974.2                 | 9,226.3                  | 6,037.6                  |
| Operating profit | 51                       | 1,536.3                  | 3,799.2                  | 2,875.6                  | 537.5                    |
| Pre-tax income   | 92                       | 2,750.0                  | 6,572.4                  | 5,108.8                  | 1,846.1                  |
| Net income       | 76                       | 2,281.1                  | 5,402.1                  | 4,571.0                  | 1,179.0                  |
| Exchange rate    |                          | USD1 =<br>TWD29.902      | USD1 =<br>TWD32.781      | USD1 =<br>TWD30.735      | USD1 =<br>TWD30.708      |

Source: Fitch Ratings, Fitch Solutions, Capital Securities

## Balance Sheet

|  | 30 Jun 25                       |                                 |                   | 31 Dec 24           |                   | 31 Dec 23           |                   | 31 Dec 22           |                   |
|--|---------------------------------|---------------------------------|-------------------|---------------------|-------------------|---------------------|-------------------|---------------------|-------------------|
|  | 6 months -<br>interim<br>(USDm) | 6 months -<br>interim<br>(TWDm) | As % of<br>Assets | Year end<br>(TWDm)  | As % of<br>Assets | Year end<br>(TWDm)  | As % of<br>Assets | Year end<br>(TWDm)  | As % of<br>Assets |
| <b>Assets</b>                                      |                                 |                                 |                   |                     |                   |                     |                   |                     |                   |
| Total cash and cash equivalents                    | 346                             | 10,339.5                        | 3.4               | 8,264.3             | 2.7               | 8,241.3             | 3.3               | 9,054.5             | 4.7               |
| Securities under agreements to resell              | 8                               | 250.5                           | 0.1               | 250.1               | 0.1               | 60.2                | 0.0               | 0.0                 | 0.0               |
| Securities available for sale                      | 1,078                           | 32,221.6                        | 10.5              | 35,769.5            | 11.6              | 27,757.0            | 11.2              | 16,407.5            | 8.6               |
| Securities held to maturity                        | 185                             | 5,541.3                         | 1.8               | 6,567.0             | 2.1               | 5,310.1             | 2.2               | 3,268.8             | 1.7               |
| Securities owned (trading securities)              | 2,052                           | 61,368.8                        | 20.0              | 69,541.0            | 22.5              | 64,269.1            | 26.0              | 42,583.6            | 22.2              |
| Receivables from brokers, dealers & clearing org's | 737                             | 22,035.7                        | 7.2               | 12,401.8            | 4.0               | 15,419.6            | 6.2               | 5,289.6             | 2.8               |
| Receivables from customers                         | 3,294                           | 98,484.3                        | 32.2              | 88,716.8            | 28.7              | 74,011.9            | 30.0              | 67,491.3            | 35.2              |
| Net loans  | 1,489                           | 44,516.3                        | 14.5              | 55,084.5            | 17.8              | 23,284.3            | 9.4               | 16,360.4            | 8.5               |
| Other receivables                                  | 82                              | 2,456.7                         | 0.8               | 1,880.8             | 0.6               | 1,054.5             | 0.4               | 1,012.5             | 0.5               |
| Total other assets                                 | 967                             | 28,921.6                        | 9.4               | 30,212.8            | 9.8               | 27,502.8            | 11.1              | 30,148.6            | 15.7              |
| Total assets                                       | 10,238                          | 306,136.3                       | 100.0             | 308,688.5           | 100.0             | 246,910.7           | 100.0             | 191,616.6           | 100.0             |
| <b>Liabilities and equity</b>                      |                                 |                                 |                   |                     |                   |                     |                   |                     |                   |
| Total short-term funding                           | 2,340                           | 69,968.5                        | 22.9              | 102,442.4           | 33.2              | 70,389.8            | 28.5              | 42,105.6            | 22.0              |
| Total long-term funding                            | 318                             | 9,498.6                         | 3.1               | 4,497.1             | 1.5               | 0.0                 | 0.0               | 0.0                 | 0.0               |
| Total other liabilities                            | 6,068                           | 181,440.8                       | 59.3              | 156,112.5           | 50.6              | 133,156.4           | 53.9              | 110,819.9           | 57.8              |
| Total equity                                       | 1,513                           | 45,228.5                        | 14.8              | 45,636.5            | 14.8              | 43,364.5            | 17.6              | 38,691.1            | 20.2              |
| Total liabilities and equity                       | 10,238                          | 306,136.3                       | 100.0             | 308,688.5           | 100.0             | 246,910.7           | 100.0             | 191,616.6           | 100.0             |
| Exchange rate                                      | USD1 =<br>TWD29.902             |                                 |                   | USD1 =<br>TWD32.781 |                   | USD1 =<br>TWD30.735 |                   | USD1 =<br>TWD30.708 |                   |

Source: Fitch Ratings, Fitch Solutions, Capital Securities



## Summary Analytics

|   | 30 Jun 25<br>6 months - interim | 31 Dec 24<br>Year end | 31 Dec 23<br>Year end | 31 Dec 22<br>Year end |
|---|---------------------------------|-----------------------|-----------------------|-----------------------|
| Operating profit/average equity (%)                                   | 6.8                             | 8.5                   | 7.0                   | 1.3                   |
| ROAA (%)  | 1.5                             | 1.9                   | 2.1                   | 0.6                   |
| ROAE (%)  | 10.0                            | 12.1                  | 11.1                  | 2.9                   |
| Net adjusted leverage (x)   | 7.3                             | 7.3                   | 6.1                   | 5.4                   |
| Assets/equity (x)   | 6.8                             | 6.8                   | 5.7                   | 5.0                   |
| Total capital ratio (%)   | 267.0                           | 278.0                 | 276.0                 | 337.0                 |
| (Liquid assets + undrawn committed facilities)/short-term funding (%) | 183.3                           | 145.5                 | 158.1                 | 181.4                 |
| Long-term funding/illiquid assets (%)                                 | 89.5                            | 80.9                  | 90.0                  | 86.1                  |

Source: Fitch Ratings, Fitch Solutions, Capital Securities

## SOLICITATION & PARTICIPATION STATUS

For information on the solicitation status of the ratings included within this report, please refer to the solicitation status shown in the relevant entity's summary page of the Fitch Ratings website.

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