

ORIX Asia Limited ("The Company")

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

<b>Purpose:</b>	To provide an overview of capital requirements in terms of a detailed breakdowns of RWAs for various risks.
<b>Scope of application:</b>	The template is mandatory for all AIs incorporated in Hong Kong.
<b>Content:</b>	RWA and capital requirements under the Pillar 1 framework.
<b>Frequency:</b>	Quarterly.
<b>Format:</b>	Fixed.
<b>Accompanying narrative:</b>	<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>
<b>Corresponding BDR section:</b>	16C

		(a)	(b)	(c)
		RWA		Minimum capital requirements
		30-Jun-2017 (USD)	31-Mar-2017 (USD)	30-Jun-2017 (USD)
1	Credit risk for non-securitization exposures	<b>827,195,980</b>	<b>851,246,034</b>	<b>66,175,678</b>
2	Of which STC approach			
2a	Of which BSC approach	827,195,980	851,246,034	66,175,678
3	Of which IRB approach			
4	Counterparty credit risk	<b>1,287,569</b>	<b>966,163</b>	<b>103,006</b>
5	Of which SA-CCR			
5a	Of which CEM	731,044	546,275	58,484
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 (USD)	31-Mar-2017 (USD)	30-Jun-2017 (USD)
11	Settlement risk			
12	Securitization exposures in banking book <sup>1</sup>			
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	<b>41,661,392</b>	<b>40,585,502</b>	<b>3,332,911</b>
20	Of which BIA approach	41,661,392	40,585,502	3,332,911
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	<b>527,724</b>	<b>512,567</b>	<b>42,218</b>
24b	Of which portion of regulatory reserve for general banking risks and collective provisions which is not included in Tier 2 Capital	527,724	512,567	42,218
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	<b>869,617,217</b>	<b>892,285,132</b>	<b>69,569,377</b>

N/A: Not applicable in the case of Hong Kong

<sup>1</sup> 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)

## KEY CAPITAL RATIOS DISCLOSURES as at 30 June 2017

Capital Adequacy Ratio (solo basis)			(USD)
	Reference	30-Jun-2017	31-Mar-2017
<b>Capital base and risk-weighted assets</b>			
-Common Equity Tier 1 Capital	[A]	257,554,086	254,794,350
-Tier 1 Capital	[B]	257,554,086	254,794,350
-Total Capital	[C]	267,903,174	265,441,754
-Total Risk Weighted Assets	[D]	869,617,217	892,285,132
<b>Capital Adequacy Ratio</b>			
-Common Equity Tier 1 Capital Ratio	[A]/[D]	29.6169%	28.5553%
-Tier 1 Capital Ratio	[B]/[D]	29.6169%	28.5553%
-Total Capital Ratio	[C]/[D]	30.8070%	29.7485%

Leverage Ratio (combined)			(USD)
	Reference	30-Jun-17	31-Mar-17
<b>Capital measure and exposure measure</b>			
-Tier 1 Capital	[B]	257,554,086	254,794,350
-Total exposure measure	[E]	883,415,807	901,532,783
<b>Leverage Ratio</b>	[B]/[E]	29.15%	28.26%