

**MORGAN STANLEY BANK ASIA LIMITED**

**Interim Financial Disclosure Statements**

**For the six months ended 30 June 2026**

# **MORGAN STANLEY BANK ASIA LIMITED**

## **INTERIM FINANCIAL DISCLOSURE STATEMENTS**

**For the six months ended 30 June 2026**

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# **MORGAN STANLEY BANK ASIA LIMITED**

## **CORPORATE INFORMATION**

**For the six months ended 30 June 2026**

The Directors of Morgan Stanley Bank Asia Limited (“MSBAL”, or the “Company”) hereby present the unaudited interim financial disclosure statements of the Company for the period ended 30 June 2026. The interim financial disclosure statements are prepared in accordance with the Banking (Disclosure) Rules pursuant to Section 60A of the Hong Kong Banking Ordinance. Except where indicated otherwise, the financial information contained in this interim financial disclosure statement have been prepared on a Company-level standalone basis.

### **PRINCIPAL ACTIVITIES**

The Company is a private limited company incorporated in Hong Kong, with a head office in Hong Kong and a branch in Singapore (“Branch”). The Company is a full licensed bank under the Banking Ordinance in Hong Kong, regulated by the Hong Kong Monetary Authority (“HKMA”). The Branch is licensed as a wholesale bank in Singapore, regulated by the Monetary Authority of Singapore (“MAS”). The Company is also a registered institution under the Securities and Futures Ordinance.

The principal activities of the Company are to engage in the business of banking (including deposit taking and lending), dealing in and advising on securities and discretionary portfolio management. The Company also acts as agent on behalf of its clients to transmit client instructions to other Morgan Stanley affiliates in connection with the provision of general investment, securities and futures dealing.

The Company has a subsidiary, Morgan Stanley Bank International (China) Limited (the “Subsidiary”), which is incorporated in mainland China, and regulated by the National Financial Regulatory Administration (“NFRA”) and its local branch and bureaus. The Company and its subsidiary together form the MSBAL Group (the “MSBAL Group”).

The Company’s ultimate parent undertaking and controlling entity is Morgan Stanley which, together with the Company and Morgan Stanley’s other subsidiary undertakings, form the Morgan Stanley Group (the “Morgan Stanley Group”).

The Company’s immediate parent undertaking is Morgan Stanley Hong Kong 1238 Limited, which is incorporated in Hong Kong.

### **REQUIREMENT IN CONNECTION WITH PUBLICATION OF FINANCIAL STATEMENTS**

The financial information relating to the year ended 31 December 2025 that is included in the unaudited interim financial disclosure statements for the six months ended 30 June 2026 as comparative information does not constitute the Company’s statutory annual financial statements for the year ended 31 December 2025 but is derived from the audited financial statements for the year ended 31 December 2025. Further information related to the audited financial statements for the year ended 31 December 2025 required to be disclosed in accordance with section 436 of the Companies Ordinance is as follows:

As the Company is a private company, the Company is not required to deliver its financial statements to the Registrar of Companies, and has not done so.

# **MORGAN STANLEY BANK ASIA LIMITED**

## **CORPORATE INFORMATION**

**For the six months ended 30 June 2026**

### **REQUIREMENT IN CONNECTION WITH PUBLICATION OF FINANCIAL STATEMENTS (CONTINUED)**

The Company's auditor has reported on the audited financial statements for the year ended 31 December 2025. The auditor's report was unqualified; did not include a reference to any matter to which the auditor drew attention by way of emphasis without qualifying its report; and did not contain a statement under section 406(2), 407(2) or (3) of the Companies Ordinance.

Signed on behalf of the Board

CHUI, YIK CHIU VINCENT  
DIRECTOR  
22 September 2026

# MORGAN STANLEY BANK ASIA LIMITED

## UNAUDITED INCOME STATEMENT

For the six months ended 30 June 2026

|                                                                 | Note | For the six<br>months ended<br>30 June 2026<br>US\$'000 | For the six<br>months ended<br>30 June 2025<br>US\$'000 |
|-----------------------------------------------------------------|------|---------------------------------------------------------|---------------------------------------------------------|
| Interest income                                                 |      | 129,968                                                 | 100,764                                                 |
| Interest expense                                                |      | (89,156)                                                | (77,182)                                                |
| <b>Net interest income</b>                                      | 1    | <u>40,812</u>                                           | <u>23,582</u>                                           |
| Fee and commission income                                       |      | 514,558                                                 | 293,478                                                 |
| Fee and commission expense                                      |      | (1,014)                                                 | (1,499)                                                 |
| <b>Net fee and commission income</b>                            | 2    | <u>513,544</u>                                          | <u>291,979</u>                                          |
| Net Trading Income                                              |      | 101,689                                                 | (113,187)                                               |
| Net foreign exchange gains                                      |      | —                                                       | 179,714                                                 |
| Other revenue                                                   | 3    | 4,876                                                   | 4,153                                                   |
| <b>Total non-interest revenues</b>                              |      | <u>620,109</u>                                          | <u>362,659</u>                                          |
| <b>Net revenues</b>                                             |      | <u>660,921</u>                                          | <u>386,241</u>                                          |
| Non-interest expense:                                           |      |                                                         |                                                         |
| Staff costs                                                     |      | (227,568)                                               | (167,212)                                               |
| Management charges from other Morgan Stanley Group undertakings |      | (58,021)                                                | (55,892)                                                |
| Net foreign exchange losses                                     |      | (43,980)                                                | —                                                       |
| Other expense                                                   |      | (17,342)                                                | (11,242)                                                |
| Net impairment loss on financial instruments                    |      | (72)                                                    | (37)                                                    |
| <b>PROFIT BEFORE INCOME TAX</b>                                 |      | <u>313,938</u>                                          | <u>151,858</u>                                          |
| Income tax                                                      | 4    | (50,998)                                                | (25,320)                                                |
| <b>PROFIT FOR THE PERIOD</b>                                    |      | <u>262,940</u>                                          | <u>126,538</u>                                          |

The notes on pages 7 to 42 form an integral part of the financial disclosure statements.

**MORGAN STANLEY BANK ASIA LIMITED****UNAUDITED STATEMENT OF COMPREHENSIVE INCOME****For the six months ended 30 June 2026**

|                                                                       | <b>For the six<br/>months ended<br/>30 June 2026<br/>US\$'000</b> | <b>For the six<br/>months ended<br/>30 June 2025<br/>US\$'000</b> |
|-----------------------------------------------------------------------|-------------------------------------------------------------------|-------------------------------------------------------------------|
| <b>PROFIT FOR THE PERIOD</b>                                          | <u>262,940</u>                                                    | <u>126,538</u>                                                    |
| <b>Items that may be reclassified subsequently to profit or loss:</b> |                                                                   |                                                                   |
| FVOCI reserve:                                                        |                                                                   |                                                                   |
| Net change in fair value                                              | (2,713)                                                           | 64                                                                |
| <b>OTHER COMPREHENSIVE INCOME AFTER INCOME<br/>TAX</b>                | <u>(2,713)</u>                                                    | <u>64</u>                                                         |
| <b>TOTAL COMPREHENSIVE INCOME FOR THE PERIOD</b>                      | <u><u>260,227</u></u>                                             | <u><u>126,602</u></u>                                             |

The notes on pages 7 to 42 form an integral part of the financial disclosure statements.

# MORGAN STANLEY BANK ASIA LIMITED

## UNAUDITED STATEMENT OF CHANGES IN EQUITY For the six months ended 30 June 2026

|                                                       | Share<br>capital<br>US\$'000 | FVOCI<br>reserve<br>US\$'000 | Retained<br>earnings<br>US\$'000 | Total<br>equity<br>US\$'000 |
|-------------------------------------------------------|------------------------------|------------------------------|----------------------------------|-----------------------------|
| <b>Balance at 1 January 2025</b>                      | 930,000                      | 451                          | 1,002,122                        | 1,932,573                   |
| <b>Profit for the year</b>                            | —                            | —                            | 279,187                          | 279,187                     |
| Other comprehensive income for the year:              |                              |                              |                                  |                             |
| FVOCI reserve:                                        |                              |                              |                                  |                             |
| Net change in fair value                              | —                            | 334                          | —                                | 334                         |
| <b>Total comprehensive income for the year</b>        | <u>—</u>                     | <u>334</u>                   | <u>279,187</u>                   | <u>279,521</u>              |
| <b>Transaction with owner:</b>                        |                              |                              |                                  |                             |
| Equity-based awards adjustments                       | <u>—</u>                     | <u>—</u>                     | <u>626</u>                       | <u>626</u>                  |
| <b>Balance at 31 December 2025 and 1 January 2026</b> | 930,000                      | 785                          | 1,281,935                        | 2,212,720                   |
| <b>Profit for the period</b>                          | —                            | —                            | 262,940                          | 262,940                     |
| Other comprehensive income for the period:            |                              |                              |                                  |                             |
| FVOCI reserve:                                        |                              |                              |                                  |                             |
| Net change in fair value                              | —                            | (2,713)                      | —                                | (2,713)                     |
| <b>Total comprehensive income for the period</b>      | <u>—</u>                     | <u>(2,713)</u>               | <u>262,940</u>                   | <u>260,227</u>              |
| <b>Balance at 30 June 2026</b>                        | <u>930,000</u>               | <u>(1,928)</u>               | <u>1,544,875</u>                 | <u>2,472,947</u>            |

The notes on pages 7 to 42 form an integral part of the financial disclosure statements.

# MORGAN STANLEY BANK ASIA LIMITED

## UNAUDITED STATEMENT OF FINANCIAL POSITION For the six months ended 30 June 2026

|                                                    | Note | As at<br>30 June<br>2026<br>US\$'000 | As at<br>31 December<br>2025<br>US\$'000 |
|----------------------------------------------------|------|--------------------------------------|------------------------------------------|
| <b>ASSETS</b>                                      |      |                                      |                                          |
| Cash and short-term deposits                       | 6    | 200,014                              | 164,065                                  |
| Trading financial assets                           | 7    | 117,123                              | 56,932                                   |
| Secured financing                                  | 8    | 1,600,327                            | 1,641,810                                |
| Loans and advances                                 | 9    | 7,607,606                            | 5,767,321                                |
| Investment securities                              | 10   | 2,045,165                            | 1,440,882                                |
| Trade and other receivables                        |      | 80,781                               | 34,671                                   |
| Prepayments                                        |      | 125                                  | 2,065                                    |
| Deferred tax assets                                |      | 20,397                               | 19,060                                   |
| Investment in a subsidiary                         |      | 262,348                              | 262,348                                  |
| <b>TOTAL ASSETS</b>                                |      | <b>11,933,886</b>                    | <b>9,389,154</b>                         |
| <b>LIABILITIES AND EQUITY</b>                      |      |                                      |                                          |
| <b>LIABILITIES</b>                                 |      |                                      |                                          |
| Deposits                                           | 11   | 8,993,409                            | 6,885,735                                |
| Trading financial liabilities                      | 7    | 13,778                               | 14,335                                   |
| Trade and other payables                           |      | 390,157                              | 260,019                                  |
| Current tax liabilities                            |      | 63,026                               | 15,267                                   |
| Accruals                                           |      | 569                                  | 1,078                                    |
| <b>TOTAL LIABILITIES</b>                           |      | <b>9,460,939</b>                     | <b>7,176,434</b>                         |
| <b>EQUITY</b>                                      |      |                                      |                                          |
| Share capital                                      |      | 930,000                              | 930,000                                  |
| FVOCI reserve                                      |      | (1,928)                              | 785                                      |
| Retained earnings                                  |      | 1,544,875                            | 1,281,935                                |
| <b>Equity attributable to owner of the Company</b> |      | <b>2,472,947</b>                     | <b>2,212,720</b>                         |
| <b>TOTAL EQUITY</b>                                |      | <b>2,472,947</b>                     | <b>2,212,720</b>                         |
| <b>TOTAL LIABILITIES AND EQUITY</b>                |      | <b>11,933,886</b>                    | <b>9,389,154</b>                         |

The notes on pages 7 to 42 form an integral part of the financial disclosure statements.

# MORGAN STANLEY BANK ASIA LIMITED

## NOTES TO THE UNAUDITED FINANCIAL INFORMATION

For the six months ended 30 June 2026

### 1. INTEREST INCOME AND INTEREST EXPENSE

The table below presents interest income and expense by accounting classification. Interest income and expense are calculated using the effective interest rate method for financial assets and financial liabilities measured at amortised cost and financial assets measured at FVOCI. Interest income includes realised interest on certain financial assets measured at FVPL.

|                                                  | For the six<br>months ended<br>30 June 2026<br>US\$'000 | For the six<br>months ended<br>30 June 2025<br>US\$'000 |
|--------------------------------------------------|---------------------------------------------------------|---------------------------------------------------------|
| Financial assets measured at amortised cost      | 90,129                                                  | 68,414                                                  |
| Financial assets measured at FVOCI               | 29,752                                                  | 19,595                                                  |
| <b>Financial assets not measured at FVPL</b>     | <u>119,881</u>                                          | <u>88,009</u>                                           |
| Trading financial assets                         | 30                                                      | 8                                                       |
| Non-trading financial assets measured at FVPL    | 10,057                                                  | 12,747                                                  |
| <b>Financial assets measured at FVPL</b>         | <u>10,087</u>                                           | <u>12,755</u>                                           |
| <b>Total interest income</b>                     | <u><u>129,968</u></u>                                   | <u><u>100,764</u></u>                                   |
| Financial liabilities measured at amortised cost | (89,156)                                                | (77,182)                                                |
| <b>Total interest expense</b>                    | <u><u>(89,156)</u></u>                                  | <u><u>(77,182)</u></u>                                  |
| <b>Net interest income</b>                       | <u><u>40,812</u></u>                                    | <u><u>23,582</u></u>                                    |

‘Interest income’ represents total interest generated from financial assets whilst ‘Interest expense’ represents total interest arising on financial liabilities.

No other gains or losses have been recognised in respect of financial assets measured at amortised cost other than as disclosed as ‘Interest income’, impairment losses disclosed in ‘Net impairment loss on financial instruments’ and foreign exchange differences disclosed as ‘Net foreign exchange gains’ or ‘Net foreign exchange losses’.

No other gains or losses have been recognised in respect of financial liabilities measured at amortised cost other than as disclosed as ‘Interest expense’, and foreign exchange differences disclosed as ‘Net foreign exchange gains’ or ‘Net foreign exchange losses’.

# MORGAN STANLEY BANK ASIA LIMITED

## NOTES TO THE UNAUDITED FINANCIAL INFORMATION

For the six months ended 30 June 2026

### 2. FEE AND COMMISSION

|                                         | For the six<br>months ended<br>30 June 2026<br>US\$'000 | For the six<br>months ended<br>30 June 2025<br>US\$'000 |
|-----------------------------------------|---------------------------------------------------------|---------------------------------------------------------|
| Fee and commission income:              |                                                         |                                                         |
| Sales commissions and fees              | 514,547                                                 | 293,342                                                 |
| Other fees                              | 11                                                      | 136                                                     |
| <b>Total fee and commission income</b>  | <b>514,558</b>                                          | <b>293,478</b>                                          |
| Fee and commission expense:             |                                                         |                                                         |
| Sales commissions and fees              | (1,014)                                                 | (1,499)                                                 |
| <b>Total fee and commission expense</b> | <b>(1,014)</b>                                          | <b>(1,499)</b>                                          |
| <b>Net fee and commission income</b>    | <b>513,544</b>                                          | <b>291,979</b>                                          |

### 3. OTHER REVENUE

|                                                               | For the six<br>months ended<br>30 June 2026<br>US\$'000 | For the six<br>months ended<br>30 June 2025<br>US\$'000 |
|---------------------------------------------------------------|---------------------------------------------------------|---------------------------------------------------------|
| Management charges to other Morgan Stanley Group undertakings | 4,860                                                   | 4,107                                                   |
| Others                                                        | 16                                                      | 46                                                      |
|                                                               | <b>4,876</b>                                            | <b>4,153</b>                                            |

### 4. INCOME TAX

|                     | For the six<br>months ended<br>30 June 2026<br>US\$'000 | For the six<br>months ended<br>30 June 2025<br>US\$'000 |
|---------------------|---------------------------------------------------------|---------------------------------------------------------|
| <b>Current tax</b>  |                                                         |                                                         |
| Hong Kong           | 44,177                                                  | 15,572                                                  |
| Other jurisdiction  | 8,107                                                   | 4,684                                                   |
| <b>Deferred tax</b> | <b>(1,286)</b>                                          | <b>5,064</b>                                            |
| <b>Income tax</b>   | <b>50,998</b>                                           | <b>25,320</b>                                           |

# MORGAN STANLEY BANK ASIA LIMITED

## NOTES TO THE UNAUDITED FINANCIAL INFORMATION For the six months ended 30 June 2026

### 5. FINANCIAL ASSETS AND LIABILITIES BY MEASUREMENT CATEGORY

The following table analyses financial assets and financial liabilities as at 30 June 2026 presented in the unaudited statement of financial position.

| 30 June 2026                       | FVPL<br>(mandatorily)<br>US\$'000 | FVOCI<br>US\$'000 | Amortised<br>cost<br>US\$'000 | Total<br>US\$'000 |
|------------------------------------|-----------------------------------|-------------------|-------------------------------|-------------------|
| Cash and short-term deposits       | —                                 | —                 | 200,014                       | 200,014           |
| Trading financial assets           | 117,123                           | —                 | —                             | 117,123           |
| Secured financing                  | 1,600,327                         | —                 | —                             | 1,600,327         |
| Loans and advances                 | —                                 | —                 | 7,607,606                     | 7,607,606         |
| Investment securities              | —                                 | 2,045,165         | —                             | 2,045,165         |
| Trade and other receivables        | —                                 | —                 | 80,781                        | 80,781            |
| <b>Total financial assets</b>      | <b>1,717,450</b>                  | <b>2,045,165</b>  | <b>7,888,401</b>              | <b>11,651,016</b> |
| Deposits                           | —                                 | —                 | 8,993,409                     | 8,993,409         |
| Trading financial liabilities      | 13,778                            | —                 | —                             | 13,778            |
| Trade and other payables           | —                                 | —                 | 390,157                       | 390,157           |
| <b>Total financial liabilities</b> | <b>13,778</b>                     | <b>—</b>          | <b>9,383,566</b>              | <b>9,397,344</b>  |

The following table analyses financial assets and financial liabilities as at 31 December 2025 presented in the statement of financial position.

| 31 December 2025                   | FVPL<br>(mandatorily)<br>US\$'000 | FVOCI<br>US\$'000 | Amortised<br>cost<br>US\$'000 | Total<br>US\$'000 |
|------------------------------------|-----------------------------------|-------------------|-------------------------------|-------------------|
| Cash and short-term deposits       | —                                 | —                 | 164,065                       | 164,065           |
| Trading financial assets           | 56,932                            | —                 | —                             | 56,932            |
| Secured financing                  | 1,641,810                         | —                 | —                             | 1,641,810         |
| Loans and advances                 | —                                 | —                 | 5,767,321                     | 5,767,321         |
| Investment securities              | —                                 | 1,440,882         | —                             | 1,440,882         |
| Trade and other receivables        | —                                 | —                 | 34,671                        | 34,671            |
| <b>Total financial assets</b>      | <b>1,698,742</b>                  | <b>1,440,882</b>  | <b>5,966,057</b>              | <b>9,105,681</b>  |
| Deposits                           | —                                 | —                 | 6,885,735                     | 6,885,735         |
| Trading financial liabilities      | 14,335                            | —                 | —                             | 14,335            |
| Trade and other payables           | —                                 | —                 | 260,019                       | 260,019           |
| <b>Total financial liabilities</b> | <b>14,335</b>                     | <b>—</b>          | <b>7,145,754</b>              | <b>7,160,089</b>  |

# MORGAN STANLEY BANK ASIA LIMITED

## NOTES TO THE UNAUDITED FINANCIAL INFORMATION For the six months ended 30 June 2026

### 6. CASH AND SHORT-TERM DEPOSITS

|                        | As at<br>30 June<br>2026<br>US\$'000 | As at<br>31 December<br>2025<br>US\$'000 |
|------------------------|--------------------------------------|------------------------------------------|
| Cash with central bank | 123,307                              | 40,301                                   |
| Cash at banks          | 76,707                               | 123,764                                  |
|                        | <u>200,014</u>                       | <u>164,065</u>                           |

### 7. TRADING FINANCIAL ASSETS AND LIABILITIES

Trading assets and trading liabilities are summarised as follows:

|                            | As at 30 June 2026             |                                  |                         | As at 31 December 2025         |                                  |                         |
|----------------------------|--------------------------------|----------------------------------|-------------------------|--------------------------------|----------------------------------|-------------------------|
|                            | Notional<br>amount<br>US\$'000 | Fair value<br>Assets<br>US\$'000 | Liabilities<br>US\$'000 | Notional<br>amount<br>US\$'000 | Fair value<br>Assets<br>US\$'000 | Liabilities<br>US\$'000 |
| Derivatives:               |                                |                                  |                         |                                |                                  |                         |
| Foreign exchange contracts | 6,943,572                      | 114,886                          | 13,778                  | 5,084,145                      | 26,367                           | 14,335                  |
| Debt securities            | 2,203                          | 2,237                            | —                       | 30,601                         | 30,565                           | —                       |
|                            |                                | <u>117,123</u>                   | <u>13,778</u>           |                                | <u>56,932</u>                    | <u>14,335</u>           |

The derivatives are entered with the Company's direct and indirect parent undertakings and other Morgan Stanley Group undertakings.

### 8. SECURED FINANCING

|                                                 | As at<br>30 June<br>2026<br>US\$'000 | As at<br>31 December<br>2025<br>US\$'000 |
|-------------------------------------------------|--------------------------------------|------------------------------------------|
| <b>Non-trading at FVPL</b>                      |                                      |                                          |
| Securities purchased under agreements to resell | <u>1,600,327</u>                     | <u>1,641,810</u>                         |

# MORGAN STANLEY BANK ASIA LIMITED

## NOTES TO THE UNAUDITED FINANCIAL INFORMATION For the six months ended 30 June 2026

### 9. LOANS AND ADVANCES

|                                                               | As at<br>30 June<br>2026<br>US\$'000 | As at<br>31 December<br>2025<br>US\$'000 |
|---------------------------------------------------------------|--------------------------------------|------------------------------------------|
| Loans and advances to customers                               | 7,369,511                            | 5,767,227                                |
| Loans and advances to other Morgan Stanley Group undertakings | 238,167                              | 94                                       |
| Less: Expected credit loss ("ECL")                            | (72)                                 | —                                        |
|                                                               | <u>7,607,606</u>                     | <u>5,767,321</u>                         |

### 10. INVESTMENT SECURITIES

|                                     | As at<br>30 June<br>2026<br>US\$'000 | As at<br>31 December<br>2025<br>US\$'000 |
|-------------------------------------|--------------------------------------|------------------------------------------|
| Government debt securities:         |                                      |                                          |
| US Treasury bills and securities    | 1,683,563                            | 1,138,408                                |
| Singapore Government Treasury bills | 254,228                              | 232,227                                  |
| HKMA Exchange Fund Bills & Notes    | 107,374                              | 70,247                                   |
|                                     | <u>2,045,165</u>                     | <u>1,440,882</u>                         |

### 11. DEPOSITS

|                                                     | As at<br>30 June<br>2026<br>US\$'000 | As at<br>31 December<br>2025<br>US\$'000 |
|-----------------------------------------------------|--------------------------------------|------------------------------------------|
| Deposits of non-bank customers                      |                                      |                                          |
| Current account balances                            | 3,231,740                            | 2,741,920                                |
| Term deposits                                       | 5,754,260                            | 3,295,748                                |
| Deposits of other Morgan Stanley Group undertakings | 7,409                                | 848,067                                  |
|                                                     | <u>8,993,409</u>                     | <u>6,885,735</u>                         |

## **MORGAN STANLEY BANK ASIA LIMITED**

### **NOTES TO THE UNAUDITED FINANCIAL INFORMATION** **For the six months ended 30 June 2026**

#### **12. PILLAR 3 DISCLOSURE**

##### **Basis of preparation**

The Pillar 3 disclosure has been prepared on a consolidated basis (i.e. including the business of the subsidiary of the MSBAL Group), unless otherwise indicated, in accordance with the Banking (Disclosure) Rules.

The capital adequacy ratios of the MSBAL Group were calculated in accordance with Banking (Capital) Rules ('BCR'). The following approaches are used to calculate its capital charge for:

- a. credit risk: Standardised (Credit Risk) Approach ("STC approach");
- b. counterparty credit risk: Standardised (Counterparty Credit Risk) Approach ("SA-CCR approach") for derivatives and comprehensive approach in recognition of collateral for securities financing transactions;
- c. operational risk: Standardized Approach;
- d. market risk: Standardised (Market Risk) Approach ("STM approach"); and
- e. CVA risk: the SA-CCR capital charge amount.

Where applicable, the templates and tables disclosed as part of the unaudited interim financial disclosure statement show the standard disclosure templates and tables specified by the HKMA under the Banking (Disclosure) Rules. Other templates or tables which are not applicable to the MSBAL Group, or have no reportable amount for the period, are not disclosed.

# MORGAN STANLEY BANK ASIA LIMITED

## NOTES TO THE UNAUDITED FINANCIAL INFORMATION For the six months ended 30 June 2026

### 12. PILLAR 3 DISCLOSURE (CONTINUED)

#### Template KM1: Key Prudential Ratios

|                  |                                                                                  | The MSBAL Group             |                              |                                 |                                  |                             |
|------------------|----------------------------------------------------------------------------------|-----------------------------|------------------------------|---------------------------------|----------------------------------|-----------------------------|
|                  |                                                                                  | As at<br>30<br>June<br>2026 | As at<br>31<br>March<br>2026 | As at<br>31<br>December<br>2025 | As at<br>30<br>September<br>2025 | As at<br>30<br>June<br>2025 |
|                  |                                                                                  | US\$'000                    | US\$'000                     | US\$'000                        | US\$'000                         | US\$'000                    |
|                  | <b>Regulatory capital (amount)</b>                                               |                             |                              |                                 |                                  |                             |
| 1 & 1a           | Common Equity Tier 1 ("CET1")                                                    | 2,419,023                   | 2,260,101                    | 2,150,240                       | 2,077,494                        | 2,008,177                   |
| 2 & 2a           | Tier 1                                                                           | 2,419,023                   | 2,260,101                    | 2,150,240                       | 2,077,494                        | 2,008,177                   |
| 3 & 3a           | Total capital                                                                    | 2,457,288                   | 2,291,881                    | 2,179,210                       | 2,105,251                        | 2,033,968                   |
|                  | <b>Risk-weighted amount ("RWA") (amount)</b>                                     |                             |                              |                                 |                                  |                             |
| 4                | Total RWA <sup>(1)</sup>                                                         | 6,119,086                   | 5,401,145                    | 4,922,926                       | 4,931,732                        | 4,534,604                   |
| 4a               | Total RWA (pre-floor) <sup>(2)</sup>                                             | 6,119,086                   | 5,401,145                    | 4,922,926                       | 4,931,732                        | 4,534,604                   |
|                  | <b>Risk-based regulatory capital ratios (as a percentage of RWA)</b>             |                             |                              |                                 |                                  |                             |
| 5 & 5a           | CET1 ratio (%)                                                                   | 40%                         | 42%                          | 44%                             | 42%                              | 44%                         |
| 5b               | CET 1 ratio (%) (pre-floor ratio) <sup>(2)</sup>                                 | 40%                         | 42%                          | 44%                             | 42%                              | 44%                         |
| 6 & 6a           | Tier 1 ratio (%)                                                                 | 40%                         | 42%                          | 44%                             | 42%                              | 44%                         |
| 6b               | Tier 1 ratio (%) (pre-floor ratio) <sup>(2)</sup>                                | 40%                         | 42%                          | 44%                             | 42%                              | 44%                         |
| 7 & 7a           | Total capital ratio (%)                                                          | 40%                         | 42%                          | 44%                             | 43%                              | 45%                         |
| 7b               | Total capital ratio (%) (pre-floor ratio) <sup>(2)</sup>                         | 40%                         | 42%                          | 44%                             | 43%                              | 45%                         |
|                  | <b>Additional CET1 buffer requirements (as a percentage of RWA)</b>              |                             |                              |                                 |                                  |                             |
| 8                | Capital conservation buffer requirement (%)                                      | 2.500%                      | 2.500%                       | 2.500%                          | 2.500%                           | 2.500%                      |
| 9                | Countercyclical capital buffer requirement (%)                                   | 0.253%                      | 0.245%                       | 0.254%                          | 0.285%                           | 0.313%                      |
| 10               | Higher loss absorbency requirements (%)<br>(applicable only to G-SIBs or D-SIBs) | 0%                          | 0%                           | 0%                              | 0%                               | 0%                          |
| 11               | Total Authorised Institution ("AI")-specific<br>CET1 buffer requirements (%)     | 2.753%                      | 2.745%                       | 2.754%                          | 2.785%                           | 2.813%                      |
| 12               | CET1 available after meeting the AI's minimum<br>capital requirements (%)        | 32%                         | 34%                          | 36%                             | 35%                              | 37%                         |
|                  | <b>Basel III leverage ratio</b>                                                  |                             |                              |                                 |                                  |                             |
| 13               | Total leverage ratio ("LR") exposure measure <sup>(3)</sup>                      | 12,800,458                  | 10,789,234                   | 10,101,147                      | 9,862,101                        | 9,511,159                   |
| 13a              | LR exposure measure based on mean values of<br>gross assets of SFTs              | 12,795,435                  | 11,051,899                   | 10,220,672                      | 10,104,054                       | 9,637,915                   |
| 14, 14a &<br>14b | LR (%)                                                                           | 19%                         | 21%                          | 21%                             | 21%                              | 21%                         |
| 14c & 14d        | LR (%) based on mean values of gross assets of<br>SFTs                           | 19%                         | 20%                          | 21%                             | 21%                              | 21%                         |
|                  | <b>Liquidity Maintenance Ratio ("LMR")</b>                                       |                             |                              |                                 |                                  |                             |
| 17a              | LMR (%) <sup>(4)</sup>                                                           | 64%                         | 64%                          | 61%                             | 62%                              | 69%                         |
|                  | <b>Core Funding Ratio ("CFR")</b>                                                |                             |                              |                                 |                                  |                             |
| 20a              | CFR (%) <sup>(4)</sup>                                                           | 130%                        | 133%                         | 135%                            | 138%                             | 147%                        |

Note 1: In the second quarter of 2026, increase in total RWA is mainly due to an increase in credit risk for non-securitization exposures and operational risk. Please refer to OV1 note 2 and 3 for details.

Note 2: The MSBAL Group has disclosed the same value under both pre-floor and post-floor scenarios as the output floor requirement is not applicable.

Note 3: In the second quarter of 2026, increase in total leverage ratio exposure measure is mainly due to an increase in total on-balance sheet exposures and total exposure arising from SFTs. Please refer to LR2 note 1 and 2 for details.

Note 4: The LMR and CFR disclosed above represent the arithmetic mean of the average LMR and average CFR of the 3 calendar months within each quarter respectively. The MSBAL Group is not required, under the Banking (Liquidity) Rules, to calculate Liquidity Coverage Ratio nor Net Stable Funding Ratio for its liquidity risk.

# MORGAN STANLEY BANK ASIA LIMITED

## NOTES TO THE UNAUDITED FINANCIAL INFORMATION For the six months ended 30 June 2026

### 12. PILLAR 3 DISCLOSURE (CONTINUED)

#### Template OV1: Overview of RWA

|     |                                                                                                                                            | The MSBAL Group  |                  |                                             |
|-----|--------------------------------------------------------------------------------------------------------------------------------------------|------------------|------------------|---------------------------------------------|
|     |                                                                                                                                            | RWA              |                  | Minimum capital requirements <sup>(1)</sup> |
|     |                                                                                                                                            | As at            | As at            | As at                                       |
|     |                                                                                                                                            | 30 June 2026     | 31 March 2026    | 30 June 2026                                |
|     |                                                                                                                                            | US\$'000         | US\$'000         | US\$'000                                    |
| 1   | Credit risk for non-securitization exposures                                                                                               | 4,446,046        | 3,876,853        | 355,684                                     |
| 2   | Of which Standardised (Credit Risk) Approach ("STC approach") <sup>(2)</sup>                                                               | 4,446,046        | 3,876,853        | 355,684                                     |
| 2a  | Of which Basic Approach ("BSC approach")                                                                                                   | —                | —                | —                                           |
| 3   | Of which foundation Internal Ratings-Based ("IRB") Approach                                                                                | —                | —                | —                                           |
| 4   | Of which supervisory slotting criteria approach                                                                                            | —                | —                | —                                           |
| 5   | Of which advanced IRB approach                                                                                                             | —                | —                | —                                           |
| 5a  | Of which retail IRB approach                                                                                                               | —                | —                | —                                           |
| 5b  | Of which specific risk-weight approach                                                                                                     | —                | —                | —                                           |
| 5c  | Of which cryptoasset exposures to credit risk calculated in accordance with section 376 and Divisions 5, 6 and 8 of Part 12 of the BCR     | —                | —                | —                                           |
| 6   | Counterparty credit risk and default fund contributions                                                                                    | 87,863           | 62,987           | 7,029                                       |
| 7   | Of which Standardised (Counterparty Credit Risk) ("SA-CCR") Approach                                                                       | 53,852           | 47,183           | 4,308                                       |
| 7a  | Of which Current Exposure Method ("CEM")                                                                                                   | —                | —                | —                                           |
| 8   | Of which Internal Models (Counterparty Credit Risk) Approach ("IMM(CCR) approach")                                                         | —                | —                | —                                           |
| 8a  | Of which method for group 2b cryptoasset derivative contracts                                                                              | —                | —                | —                                           |
| 9   | Of which others                                                                                                                            | 34,011           | 15,804           | 2,721                                       |
| 10  | Credit Valuation Adjustment ("CVA") risk                                                                                                   | 53,852           | 47,183           | 4,308                                       |
| 11  | Equity positions in banking book under the simple risk-weight method and internal models method                                            | Not applicable   | Not applicable   | Not applicable                              |
| 12  | Collective investment scheme ("CIS") exposures – look-through approach / third-party approach                                              | —                | —                | —                                           |
| 13  | CIS exposures – mandate-based approach                                                                                                     | —                | —                | —                                           |
| 14  | CIS exposures – fall-back approach                                                                                                         | —                | —                | —                                           |
| 14a | CIS exposures – combination of approaches                                                                                                  | —                | —                | —                                           |
| 15  | Settlement risk                                                                                                                            | —                | —                | —                                           |
| 16  | Securitization exposures in banking book                                                                                                   | —                | —                | —                                           |
| 17  | Of which Securitization Internal Ratings-Based Approach ("SEC-IRBA")                                                                       | —                | —                | —                                           |
| 18  | Of which Securitization External Ratings-Based Approach ("SEC-ERBA") (including Internal Assessment Approach ("IAA"))                      | —                | —                | —                                           |
| 19  | Of which Securitization Standardised Approach ("SEC-SA")                                                                                   | —                | —                | —                                           |
| 19a | Of which Securitization Fall-Back Approach ("SEC-FBA")                                                                                     | —                | —                | —                                           |
| 20  | Market risk                                                                                                                                | 316,127          | 309,684          | 25,290                                      |
| 21  | Of which Standardised (Market Risk) Approach ("STM approach")                                                                              | 316,127          | 309,684          | 25,290                                      |
| 22  | Of which IMA                                                                                                                               | —                | —                | —                                           |
| 22a | Of which SSTM approach                                                                                                                     | —                | —                | —                                           |
| 23  | Capital charge for moving exposures between trading book and banking book                                                                  | —                | —                | —                                           |
| 24  | Operational risk <sup>(3)</sup>                                                                                                            | 1,215,198        | 1,104,438        | 97,216                                      |
| 24a | Sovereign concentration risk                                                                                                               | —                | —                | —                                           |
| 25  | Amounts below the thresholds for deduction (subject to 250% Risk-Weight ("RW"))                                                            | —                | —                | —                                           |
| 26  | Output floor level applied                                                                                                                 | —                | —                | —                                           |
| 27  | Floor adjustment (before application of transitional cap)                                                                                  | —                | —                | —                                           |
| 28  | Floor adjustment (after application of transitional cap)                                                                                   | Not applicable   | Not applicable   | Not applicable                              |
| 28a | Deduction to RWA                                                                                                                           | —                | —                | —                                           |
| 28b | Of which portion of regulatory reserve for general banking risks and collective provisions which is not included in Tier 2 Capital         | —                | —                | —                                           |
| 28c | Of which portion of cumulative fair value gains arising from the revaluation of land and buildings which is not included in Tier 2 Capital | —                | —                | —                                           |
| 29  | <b>Total</b>                                                                                                                               | <b>6,119,086</b> | <b>5,401,145</b> | <b>489,527</b>                              |

# **MORGAN STANLEY BANK ASIA LIMITED**

## **NOTES TO THE UNAUDITED FINANCIAL INFORMATION** **For the six months ended 30 June 2026**

### **12. PILLAR 3 DISCLOSURE (CONTINUED)**

#### **Template OV1: Overview of RWA (continued)**

Note 1: The disclosure on minimum capital requirement is made by multiplying the MSBAL Group's RWA derived from the relevant calculation approach by 8%, not the MSBAL Group's actual "regulatory capital".

Note 2: In the second quarter in 2026, the increase in RWA from credit risk for non-securitization exposures is mainly due to increase in loans and advances.

Note 3: In the second quarter of 2026, the increase in operational risk RWA was driven by a higher rolling quarterly revenue within the applicable measurement window (third quarter of 2023 to second quarter of 2026).

# MORGAN STANLEY BANK ASIA LIMITED

## NOTES TO THE UNAUDITED FINANCIAL INFORMATION For the six months ended 30 June 2026

### 12. PILLAR 3 DISCLOSURE (CONTINUED)

#### Template CC1: Composition of regulatory capital

|                                               |                                                                                                                                                                                         | The MSBAL Group    |                                                                                                                                              |
|-----------------------------------------------|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|--------------------|----------------------------------------------------------------------------------------------------------------------------------------------|
|                                               |                                                                                                                                                                                         | Amount<br>US\$'000 | Source based on<br>reference numbers/<br>letters of the balance<br>sheet under the<br>regulatory scope of<br>consolidation<br>(Template CC2) |
| As at 30 June 2026                            |                                                                                                                                                                                         |                    |                                                                                                                                              |
| <b>CET1 capital: instruments and reserves</b> |                                                                                                                                                                                         |                    |                                                                                                                                              |
| 1                                             | Directly issued qualifying CET1 capital instruments plus any related share premium                                                                                                      | 930,000            | (1)                                                                                                                                          |
| 2                                             | Retained earnings                                                                                                                                                                       | 1,572,700          | (2)                                                                                                                                          |
| 3                                             | Disclosed reserves                                                                                                                                                                      | (23,670)           | (2)                                                                                                                                          |
| 5                                             | Minority interests arising from CET1 capital instruments issued by consolidated bank subsidiaries and held by third parties (amount allowed in CET1 capital of the consolidation group) | —                  |                                                                                                                                              |
| 6                                             | <b>CET1 capital before regulatory deductions</b>                                                                                                                                        | 2,479,030          |                                                                                                                                              |
| <b>CET1 capital: regulatory deductions</b>    |                                                                                                                                                                                         |                    |                                                                                                                                              |
| 7                                             | Valuation adjustments                                                                                                                                                                   | 248                |                                                                                                                                              |
| 8                                             | Goodwill (net of associated deferred tax liabilities)                                                                                                                                   | —                  |                                                                                                                                              |
| 9                                             | Other intangible assets (net of associated deferred tax liabilities)                                                                                                                    | 1,054              | (4)                                                                                                                                          |
| 10                                            | Deferred tax assets (net of associated deferred tax liabilities)                                                                                                                        | 21,375             | (3)                                                                                                                                          |
| 11                                            | Cash flow hedge reserve                                                                                                                                                                 | —                  |                                                                                                                                              |
| 12                                            | Excess of total EL amount over total eligible provisions under the IRB approach                                                                                                         | —                  |                                                                                                                                              |
| 13                                            | Credit-enhancing interest-only strip, and any gain-on-sale and other increase in the CET1 capital arising from securitization transactions                                              | —                  |                                                                                                                                              |
| 14                                            | Gains and losses due to changes in own credit risk on fair valued liabilities                                                                                                           | —                  |                                                                                                                                              |
| 15                                            | Defined benefit pension fund net assets (net of associated deferred tax liabilities)                                                                                                    | —                  |                                                                                                                                              |
| 16                                            | Investments in own CET1 capital instruments (if not already netted off paid-in capital on reported balance sheet)                                                                       | —                  |                                                                                                                                              |
| 17                                            | Reciprocal cross-holdings in CET1 capital instruments                                                                                                                                   | —                  |                                                                                                                                              |
| 18                                            | Insignificant LAC investments in CET1 capital instruments issued by financial sector entities that are outside the scope of regulatory consolidation (amount above 10% threshold)       | —                  |                                                                                                                                              |
| 19                                            | Significant LAC investments in CET1 capital instruments issued by financial sector entities that are outside the scope of regulatory consolidation (amount above 10% threshold)         | —                  |                                                                                                                                              |
| 20                                            | Mortgage servicing rights (net of associated deferred tax liabilities)                                                                                                                  | Not applicable     | Not applicable                                                                                                                               |
| 21                                            | Deferred tax assets arising from temporary differences (net of associated deferred tax liabilities)                                                                                     | Not applicable     | Not applicable                                                                                                                               |
| 22                                            | Amount exceeding the 15% threshold                                                                                                                                                      | Not applicable     | Not applicable                                                                                                                               |
| 23                                            | of which: significant investments in the ordinary share of financial sector entities                                                                                                    | Not applicable     | Not applicable                                                                                                                               |
| 24                                            | of which: mortgage servicing rights                                                                                                                                                     | Not applicable     | Not applicable                                                                                                                               |
| 25                                            | of which: deferred tax assets arising from temporary differences                                                                                                                        | Not applicable     | Not applicable                                                                                                                               |
| 26                                            | National specific regulatory adjustments applied to CET1 capital                                                                                                                        | —                  |                                                                                                                                              |
| 26a                                           | Cumulative fair value gains arising from the revaluation of land and buildings (own-use and investment properties)                                                                      | —                  |                                                                                                                                              |
| 26b                                           | Regulatory reserve for general banking risks                                                                                                                                            | 37,330             |                                                                                                                                              |
| 26c                                           | Securitization exposures specified in a notice given by the MA                                                                                                                          | —                  |                                                                                                                                              |
| 26d                                           | Cumulative losses below depreciated cost arising from the institution's holdings of land and buildings                                                                                  | —                  |                                                                                                                                              |
| 26e                                           | Capital shortfall of regulated non-bank subsidiaries                                                                                                                                    | —                  |                                                                                                                                              |
| 26f                                           | Capital investment in a connected company which is a commercial entity (amount above 15% of the reporting institution's capital base)                                                   | —                  |                                                                                                                                              |
| 27                                            | Regulatory deductions applied to CET1 capital due to insufficient AT1 capital and Tier 2 capital to cover deductions                                                                    | —                  |                                                                                                                                              |

# MORGAN STANLEY BANK ASIA LIMITED

## NOTES TO THE UNAUDITED FINANCIAL INFORMATION For the six months ended 30 June 2026

### 12. PILLAR 3 DISCLOSURE (CONTINUED)

#### Template CC1: Composition of regulatory capital (continued)

| As at 30 June 2026                                |                                                                                                                                                                                                                                                                                                                                    | The MSBAL Group    |                                                                                                                                              |
|---------------------------------------------------|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|--------------------|----------------------------------------------------------------------------------------------------------------------------------------------|
|                                                   |                                                                                                                                                                                                                                                                                                                                    | Amount<br>US\$'000 | Source based on<br>reference numbers/<br>letters of the balance<br>sheet under the<br>regulatory scope of<br>consolidation<br>(Template CC2) |
| 28                                                | <b>Total regulatory deductions to CET1 capital</b>                                                                                                                                                                                                                                                                                 | 60,007             |                                                                                                                                              |
| 29                                                | <b>CET1 capital</b>                                                                                                                                                                                                                                                                                                                | 2,419,023          |                                                                                                                                              |
| <b>AT1 capital: instruments</b>                   |                                                                                                                                                                                                                                                                                                                                    |                    |                                                                                                                                              |
| 30                                                | Qualifying AT1 capital instruments plus any related share premium                                                                                                                                                                                                                                                                  | —                  |                                                                                                                                              |
| 31                                                | of which: classified as equity under applicable accounting standards                                                                                                                                                                                                                                                               | —                  |                                                                                                                                              |
| 32                                                | of which: classified as liabilities under applicable accounting standards                                                                                                                                                                                                                                                          | —                  |                                                                                                                                              |
| 34                                                | AT1 capital instruments issued by consolidated bank subsidiaries and held by third parties (amount allowed in AT1 capital of the consolidation group)                                                                                                                                                                              | —                  |                                                                                                                                              |
| 36                                                | <b>AT1 capital before regulatory deductions</b>                                                                                                                                                                                                                                                                                    | —                  |                                                                                                                                              |
| <b>AT1 capital: regulatory deductions</b>         |                                                                                                                                                                                                                                                                                                                                    |                    |                                                                                                                                              |
| 37                                                | Investments in own AT1 capital instruments                                                                                                                                                                                                                                                                                         | —                  |                                                                                                                                              |
| 38                                                | Reciprocal cross-holdings in AT1 capital instruments                                                                                                                                                                                                                                                                               | —                  |                                                                                                                                              |
| 39                                                | Insignificant LAC investments in AT1 capital instruments issued by financial sector entities that are outside the scope of regulatory consolidation (amount above 10% threshold)                                                                                                                                                   | —                  |                                                                                                                                              |
| 40                                                | Significant LAC investments in AT1 capital instruments issued by financial sector entities that are outside the scope of regulatory consolidation                                                                                                                                                                                  | —                  |                                                                                                                                              |
| 41                                                | National specific regulatory adjustments applied to AT1 capital                                                                                                                                                                                                                                                                    | —                  |                                                                                                                                              |
| 42                                                | Regulatory deductions applied to AT1 capital due to insufficient Tier 2 capital to cover deductions                                                                                                                                                                                                                                | —                  |                                                                                                                                              |
| 43                                                | <b>Total regulatory deductions to AT1 capital</b>                                                                                                                                                                                                                                                                                  | —                  |                                                                                                                                              |
| 44                                                | <b>AT1 capital</b>                                                                                                                                                                                                                                                                                                                 | —                  |                                                                                                                                              |
| 45                                                | <b>Tier 1 capital (T1 = CET1 + AT1)</b>                                                                                                                                                                                                                                                                                            | 2,419,023          |                                                                                                                                              |
| <b>Tier 2 capital: instruments and provisions</b> |                                                                                                                                                                                                                                                                                                                                    |                    |                                                                                                                                              |
| 46                                                | Qualifying Tier 2 capital instruments plus any related share premium                                                                                                                                                                                                                                                               | —                  |                                                                                                                                              |
| 48                                                | Tier 2 capital instruments issued by consolidated bank subsidiaries and held by third parties (amount allowed in Tier 2 capital of the consolidation group)                                                                                                                                                                        | —                  |                                                                                                                                              |
| 50                                                | Collective provisions and regulatory reserve for general banking risks eligible for inclusion in Tier 2 capital                                                                                                                                                                                                                    | 38,265             |                                                                                                                                              |
| 51                                                | <b>Tier 2 capital before regulatory deductions</b>                                                                                                                                                                                                                                                                                 | 38,265             |                                                                                                                                              |
| <b>Tier 2 capital: regulatory deductions</b>      |                                                                                                                                                                                                                                                                                                                                    |                    |                                                                                                                                              |
| 52                                                | Investments in own Tier 2 capital instruments                                                                                                                                                                                                                                                                                      | —                  |                                                                                                                                              |
| 53                                                | Reciprocal cross-holdings in Tier 2 capital instruments and non-capital LAC liabilities                                                                                                                                                                                                                                            | —                  |                                                                                                                                              |
| 54                                                | Insignificant LAC investments in Tier 2 capital instruments issued by, and non-capital LAC liabilities of, financial sector entities that are outside the scope of regulatory consolidation (amount above 10% threshold and, where applicable, 5% threshold)                                                                       | —                  |                                                                                                                                              |
| 54a                                               | Insignificant LAC investments in non-capital LAC liabilities of financial sector entities that are outside the scope of regulatory consolidation (amount formerly designated for the 5% threshold but no longer meets the conditions) (for institutions defined as “section 2 institution” under §2(1) of Schedule 4F to BCR only) | —                  |                                                                                                                                              |
| 55                                                | Significant LAC investments in Tier 2 capital instruments issued by financial sector entities that are outside the scope of regulatory consolidation (net of eligible short positions)                                                                                                                                             | —                  |                                                                                                                                              |
| 55a                                               | Significant LAC investments in non-capital LAC liabilities of financial sector entities that are outside the scope of regulatory consolidation (net of eligible short positions)                                                                                                                                                   | —                  |                                                                                                                                              |

# MORGAN STANLEY BANK ASIA LIMITED

## NOTES TO THE UNAUDITED FINANCIAL INFORMATION For the six months ended 30 June 2026

### 12. PILLAR 3 DISCLOSURE (CONTINUED)

#### Template CC1: Composition of regulatory capital (continued)

|                                                                           |                                                                                                                                                                                                           | The MSBAL Group    |                                                                                                                                              |
|---------------------------------------------------------------------------|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|--------------------|----------------------------------------------------------------------------------------------------------------------------------------------|
|                                                                           |                                                                                                                                                                                                           | Amount<br>US\$'000 | Source based on<br>reference numbers/<br>letters of the balance<br>sheet under the<br>regulatory scope of<br>consolidation<br>(Template CC2) |
| As at 30 June 2026                                                        |                                                                                                                                                                                                           |                    |                                                                                                                                              |
| 56                                                                        | National specific regulatory adjustments applied to Tier 2 capital                                                                                                                                        | —                  |                                                                                                                                              |
| 56a                                                                       | Add back of cumulative fair value gains arising from the revaluation of land and buildings (own-use and investment properties) eligible for inclusion in Tier 2 capital                                   | —                  |                                                                                                                                              |
| 56b                                                                       | Regulatory deductions applied to Tier 2 capital to cover the required deductions falling within BCR §48(1)(g)                                                                                             | —                  |                                                                                                                                              |
| 57                                                                        | <b>Total regulatory adjustments to Tier 2 capital</b>                                                                                                                                                     | —                  |                                                                                                                                              |
| 58                                                                        | <b>Tier 2 capital (T2)</b>                                                                                                                                                                                | 38,265             |                                                                                                                                              |
| 59                                                                        | <b>Total regulatory capital (TC = T1 + T2)</b>                                                                                                                                                            | 2,457,288          |                                                                                                                                              |
| 60                                                                        | <b>Total RWA</b>                                                                                                                                                                                          | 6,119,086          |                                                                                                                                              |
| <b>Capital ratios (as a percentage of RWA)</b>                            |                                                                                                                                                                                                           |                    |                                                                                                                                              |
| 61                                                                        | <b>CET1 capital ratio</b>                                                                                                                                                                                 | 40 %               |                                                                                                                                              |
| 62                                                                        | <b>Tier 1 capital ratio</b>                                                                                                                                                                               | 40 %               |                                                                                                                                              |
| 63                                                                        | <b>Total capital ratio</b>                                                                                                                                                                                | 40 %               |                                                                                                                                              |
| 64                                                                        | <b>Institution-specific buffer requirement (capital conservation buffer plus countercyclical capital buffer plus higher loss absorbency requirements)</b>                                                 | 2.753 %            |                                                                                                                                              |
| 65                                                                        | of which: capital conservation buffer requirement                                                                                                                                                         | 2.500 %            |                                                                                                                                              |
| 66                                                                        | of which: bank specific countercyclical capital buffer requirement                                                                                                                                        | 0.253 %            |                                                                                                                                              |
| 67                                                                        | of which: higher loss absorbency requirement                                                                                                                                                              | —                  |                                                                                                                                              |
| 68                                                                        | <b>CET1 (as a percentage of RWA) available after meeting minimum capital requirements</b>                                                                                                                 | 32 %               |                                                                                                                                              |
| <b>National minima (if different from Basel 3 minimum)</b>                |                                                                                                                                                                                                           |                    |                                                                                                                                              |
| 69                                                                        | National CET1 minimum ratio                                                                                                                                                                               | Not applicable     | Not applicable                                                                                                                               |
| 70                                                                        | National Tier 1 minimum ratio                                                                                                                                                                             | Not applicable     | Not applicable                                                                                                                               |
| 71                                                                        | National Total capital minimum ratio                                                                                                                                                                      | Not applicable     | Not applicable                                                                                                                               |
| <b>Amounts below the thresholds for deduction (before risk weighting)</b> |                                                                                                                                                                                                           |                    |                                                                                                                                              |
| 72                                                                        | Insignificant LAC investments in CET1, AT1 and Tier 2 capital instruments issued by, and non-capital LAC liabilities of, financial sector entities that are outside the scope of regulatory consolidation | —                  |                                                                                                                                              |
| 73                                                                        | Significant LAC investments in CET1 capital instruments issued by financial sector entities that are outside the scope of regulatory consolidation                                                        | —                  |                                                                                                                                              |
| 74                                                                        | Mortgage servicing rights (net of associated deferred tax liabilities)                                                                                                                                    | Not applicable     | Not applicable                                                                                                                               |
| 75                                                                        | Deferred tax assets arising from temporary differences (net of associated deferred tax liabilities)                                                                                                       | Not applicable     | Not applicable                                                                                                                               |
| <b>Applicable caps on the inclusion of provisions in Tier 2 capital</b>   |                                                                                                                                                                                                           |                    |                                                                                                                                              |
| 76                                                                        | Provisions eligible for inclusion in Tier 2 in respect of exposures subject to the BSC approach, or the STC approach and SEC-ERBA, SEC-SA and SEC-FBA (prior to application of cap)                       | 38,265             |                                                                                                                                              |
| 77                                                                        | Cap on inclusion of provisions in Tier 2 under the BSC approach, or the STC approach, and SEC-ERBA, SEC-SA and SEC-FBA                                                                                    | 56,674             |                                                                                                                                              |
| 78                                                                        | Provisions eligible for inclusion in Tier 2 in respect of exposures subject to the IRB approach and SEC-IRBA (prior to application of cap)                                                                | —                  |                                                                                                                                              |
| 79                                                                        | Cap for inclusion of provisions in Tier 2 under the IRB approach and SEC-IRBA                                                                                                                             | —                  |                                                                                                                                              |

# MORGAN STANLEY BANK ASIA LIMITED

## NOTES TO THE UNAUDITED FINANCIAL INFORMATION For the six months ended 30 June 2026

### 12. PILLAR 3 DISCLOSURE (CONTINUED)

#### Template CC1: Composition of regulatory capital (continued)

Elements where a more conservative definition has been applied in the BCR relative to that set out in Basel III capital standards are disclosed below in Notes to the template.

| As at 30 June 2026                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                         |                                                                           | The MSBAL Group |       |
|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|---------------------------------------------------------------------------|-----------------|-------|
| Description                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                | Hong Kong basis                                                           | Basel III basis |       |
|                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                            | US\$'000                                                                  | US\$'000        |       |
| 9                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                          | Other intangible assets (net of associated deferred tax liabilities)      | 1,054           | 1,054 |
| <u>Explanation</u><br>As set out in paragraph 87 of the Basel III text issued by the Basel Committee (December 2010), mortgage servicing rights ("MSRs") may be given limited recognition in CET1 capital (and hence be excluded from deduction from CET1 capital up to the specified threshold). In Hong Kong, an AI is required to follow the accounting treatment of including MSRs as part of intangible assets reported in the AI's financial statements and to deduct MSRs in full from CET1 capital. Therefore, the amount to be deducted as reported in row 9 may be greater than that required under Basel III. The amount reported under the column "Basel III basis" in this box represents the amount reported in row 9 (i.e. the amount reported under the "Hong Kong basis") adjusted by reducing the amount of MSRs to be deducted to the extent not in excess of the 10% threshold set for MSRs and the aggregate 15% threshold set for MSRs, DTAs arising from temporary differences and significant investments in CET1 capital instruments issued by financial sector entities (excluding those that are loans, facilities or other credit exposures to connected companies) under Basel III.                                                           |                                                                           |                 |       |
| 10                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                         | Deferred tax assets ("DTAs") (net of associated deferred tax liabilities) | 21,375          | —     |
| <u>Explanation</u><br>As set out in paragraphs 69 and 87 of the Basel III text issued by the Basel Committee (December 2010), DTAs of the bank to be realised are to be deducted, whereas DTAs which relate to temporary differences may be given limited recognition in CET1 capital (and hence be excluded from deduction from CET1 capital up to the specified threshold). In Hong Kong, an AI is required to deduct all DTAs in full, irrespective of their origin, from CET1 capital. Therefore, the amount to be deducted as reported in row 10 may be greater than that required under Basel III. The amount reported under the column "Basel III basis" in this box represents the amount reported in row 10 (i.e. the amount reported under the "Hong Kong basis") adjusted by reducing the amount of DTAs to be deducted which relate to temporary differences to the extent not in excess of the 10% threshold set for DTAs arising from temporary differences and the aggregate 15% threshold set for MSRs, DTAs arising from temporary differences and significant investments in CET1 capital instruments issued by financial sector entities (excluding those that are loans, facilities or other credit exposures to connected companies) under Basel III. |                                                                           |                 |       |

#### Abbreviations:

CET1: Common Equity Tier 1

AT1: Additional Tier 1

# MORGAN STANLEY BANK ASIA LIMITED

## NOTES TO THE UNAUDITED FINANCIAL INFORMATION For the six months ended 30 June 2026

### 12. PILLAR 3 DISCLOSURE (CONTINUED)

#### Template CC2: Reconciliation of regulatory capital to balance sheet

|                                    | Balance sheet as in published<br>financial disclosure statements | Under regulatory scope of<br>consolidation | Reference to<br>template CC1 |
|------------------------------------|------------------------------------------------------------------|--------------------------------------------|------------------------------|
| As at 30 June 2026                 | US\$'000                                                         | US\$'000                                   |                              |
| <b>Assets</b>                      |                                                                  |                                            |                              |
| Cash and short-term deposits       | 200,014                                                          | 340,557                                    |                              |
| Trading financial assets           | 117,123                                                          | 462,871                                    |                              |
| Secured Financing                  | 1,600,327                                                        | 1,600,327                                  |                              |
| Loans and advances                 | 7,607,606                                                        | 7,651,904                                  |                              |
| Investment securities              | 2,045,165                                                        | 2,045,165                                  |                              |
| Trade and other receivables        | 80,781                                                           | 110,948                                    |                              |
| Prepayments                        | 125                                                              | 1,505                                      |                              |
| Deferred tax assets                | 20,397                                                           | 21,375                                     | (3)                          |
| Fixed assets                       | —                                                                | 3,402                                      |                              |
| Investment in a subsidiary         | 262,348                                                          | —                                          |                              |
| Intangible assets                  | —                                                                | 1,054                                      | (4)                          |
| <b>Total assets</b>                | <b>11,933,886</b>                                                | <b>12,239,108</b>                          |                              |
| <b>Liabilities</b>                 |                                                                  |                                            |                              |
| Deposits                           | 8,993,409                                                        | 9,266,691                                  |                              |
| Trading financial liabilities      | 13,778                                                           | 17,449                                     |                              |
| Trade and other payables           | 390,157                                                          | 410,457                                    |                              |
| Current tax liabilities            | 63,026                                                           | 64,875                                     |                              |
| Accruals                           | 569                                                              | 606                                        |                              |
| <b>Total liabilities</b>           | <b>9,460,939</b>                                                 | <b>9,760,078</b>                           |                              |
| <b>Shareholders' equity</b>        |                                                                  |                                            |                              |
| Share capital                      | 930,000                                                          | 930,000                                    |                              |
| Of which: amount eligible for CET1 | 930,000                                                          | 930,000                                    | (1)                          |
| FVOCI reserve                      | (1,928)                                                          | (1,928)                                    | (2)                          |
| Retained earnings                  | 1,544,875                                                        | 1,550,958                                  | (2)                          |
| <b>Total shareholders' equity</b>  | <b>2,472,947</b>                                                 | <b>2,479,030</b>                           |                              |

# MORGAN STANLEY BANK ASIA LIMITED

## NOTES TO THE UNAUDITED FINANCIAL INFORMATION For the six months ended 30 June 2026

### 12. PILLAR 3 DISCLOSURE (CONTINUED)

**Table CCA: Main features of regulatory capital instruments**

The following table shows the main features of outstanding capital instruments issued.

|    |                                                                                                  | Quantitative / qualitative information                                                                                                                                                                                                                                                                                                    |
|----|--------------------------------------------------------------------------------------------------|-------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| 1  | Issuer                                                                                           | Morgan Stanley Bank Asia Limited                                                                                                                                                                                                                                                                                                          |
| 2  | Unique identifier (e.g. CUSIP, ISIN or Bloomberg identifier for private placement)               | Not applicable                                                                                                                                                                                                                                                                                                                            |
| 3  | Governing law(s) of the instrument                                                               | Hong Kong Law                                                                                                                                                                                                                                                                                                                             |
|    | Regulatory treatment                                                                             |                                                                                                                                                                                                                                                                                                                                           |
| 4  | Transitional Basel III rules <sup>1</sup>                                                        | Not applicable                                                                                                                                                                                                                                                                                                                            |
| 5  | Basel III rules <sup>2</sup>                                                                     | Common Equity Tier 1                                                                                                                                                                                                                                                                                                                      |
| 6  | Eligible at solo / group / solo and group                                                        | Solo                                                                                                                                                                                                                                                                                                                                      |
| 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) | US\$930 million                                                                                                                                                                                                                                                                                                                           |
| 9  | Par value of instrument                                                                          | Not applicable                                                                                                                                                                                                                                                                                                                            |
| 10 | Accounting classification                                                                        | Shareholders' equity                                                                                                                                                                                                                                                                                                                      |
| 11 | Original date of issuance                                                                        | <ul style="list-style-type: none"> <li>1 share issued on 19 May 2014</li> <li>13,000,000 shares issued on 11 July 2014</li> <li>156,999,998 shares issued on 13 January 2015</li> <li>1 share issued on 9 February 2015</li> <li>500,000,000 shares issued on 22 March 2019</li> <li>260,000,000 share issued on 15 March 2022</li> </ul> |
| 12 | Perpetual or dated                                                                               | Perpetual                                                                                                                                                                                                                                                                                                                                 |
| 13 | Original maturity date                                                                           | No maturity                                                                                                                                                                                                                                                                                                                               |
| 14 | Issuer call subject to prior supervisory approval                                                | No                                                                                                                                                                                                                                                                                                                                        |
| 15 | Optional call date, contingent call dates and redemption amount                                  | Not applicable                                                                                                                                                                                                                                                                                                                            |
| 16 | Subsequent call dates, if applicable                                                             | Not applicable                                                                                                                                                                                                                                                                                                                            |
|    | Coupons / dividends                                                                              |                                                                                                                                                                                                                                                                                                                                           |
| 17 | Fixed or floating dividend / coupon                                                              | Floating                                                                                                                                                                                                                                                                                                                                  |
| 18 | Coupon rate and any related index                                                                | Not applicable                                                                                                                                                                                                                                                                                                                            |
| 19 | Existence of a dividend stopper                                                                  | No                                                                                                                                                                                                                                                                                                                                        |
| 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)                                                            | Not applicable                                                                                                                                                                                                                                                                                                                            |
| 25 | If convertible, fully or partially                                                               | Not applicable                                                                                                                                                                                                                                                                                                                            |
| 26 | If convertible, conversion rate                                                                  | Not applicable                                                                                                                                                                                                                                                                                                                            |
| 27 | If convertible, mandatory or optional conversion                                                 | Not applicable                                                                                                                                                                                                                                                                                                                            |
| 28 | If convertible, specify instrument type convertible into                                         | Not applicable                                                                                                                                                                                                                                                                                                                            |
| 29 | If convertible, specify issuer of instrument it converts into                                    | Not applicable                                                                                                                                                                                                                                                                                                                            |
| 30 | Write-down feature                                                                               | No                                                                                                                                                                                                                                                                                                                                        |
| 31 | If write-down, write-down trigger(s)                                                             | Not applicable                                                                                                                                                                                                                                                                                                                            |
| 32 | If write-down, full or partial                                                                   | Not applicable                                                                                                                                                                                                                                                                                                                            |
| 33 | If write-down, permanent or temporary                                                            | Not applicable                                                                                                                                                                                                                                                                                                                            |

# MORGAN STANLEY BANK ASIA LIMITED

## NOTES TO THE UNAUDITED FINANCIAL INFORMATION For the six months ended 30 June 2026

### 12. PILLAR 3 DISCLOSURE (CONTINUED)

**Table CCA: Main features of regulatory capital instruments (continued)**

|    |                                                                                                                                                                                   | Quantitative / qualitative information                |
|----|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-------------------------------------------------------|
| 34 | If temporary write-down, description of write-up mechanism                                                                                                                        | Not applicable                                        |
| 35 | Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument in the insolvency creditor hierarchy of the legal entity concerned). | Represents the most subordinated claim in liquidation |
| 36 | Non-compliant transitioned features                                                                                                                                               | Not applicable                                        |
| 37 | If yes, specify non-compliant features                                                                                                                                            | Not applicable                                        |

**Footnote:**

1. Regulatory treatment of capital instruments subject to transitional arrangements provided for in Schedule 4H to the BCR.
2. Regulatory treatment of capital instruments not subject to transitional arrangements provided for in Schedule 4H to the BCR.

Information relating to the disclosure of the full terms and conditions of the MSBAL Group's capital instruments can be viewed on the website: <http://www.morganstanley.com/about-us/global-offices/hong-kong>.

### Template CCyB1: Geographical distribution of credit exposures used in countercyclical capital buffer ("CCyB")

|                                            |                | The MSBAL Group                  |                                       |                        |             |
|--------------------------------------------|----------------|----------------------------------|---------------------------------------|------------------------|-------------|
|                                            |                | As at 30 June 2026               |                                       |                        |             |
| Geographical breakdown by Jurisdiction (J) |                | Applicable JCCyB ratio in effect | RWA used in computation of CCyB ratio | AI-specific CCyB ratio | CCyB amount |
|                                            |                | %                                | US\$'000                              | %                      | US\$'000    |
| 1                                          | Hong Kong SAR  | 0.500 %                          | 2,167,929                             |                        |             |
| 2                                          | Australia      | 1.000 %                          | 2                                     |                        |             |
| 3                                          | Ireland        | 1.500 %                          | 4,169                                 |                        |             |
| 4                                          | Netherlands    | 2.000 %                          | 7,612                                 |                        |             |
| 5                                          | United Kingdom | 2.000 %                          | 9,533                                 |                        |             |
| 6                                          | Sum            |                                  | 2,189,245                             |                        |             |
| 7                                          | Total (Note)   |                                  | 4,438,298                             | 0.253 %                | 15,504      |

**Note:**

The geographical allocation of private sector credit exposures to the various jurisdictions is based on "ultimate risk basis" where possible. "Ultimate risk basis" means the allocation of exposures to the jurisdictions where the risk ultimately lies, as defined as the location where the "ultimate obligor" resides.

Total RWA on Row 7 represents total sum of the RWA for private sector credit exposures across all jurisdictions to which the MSBAL Group is exposed, including jurisdictions with no applicable JCCyB ratio or with applicable JCCyB ratio set at zero.

The CCyB amount as at 30 June 2026 represents the MSBAL Group's specific CCyB ratio multiplied by the MSBAL Group's total RWA, as specified by the standard disclosure templates issued by the HKMA, instead of the MSBAL Group's RWA relating to private sector credit exposures.

# MORGAN STANLEY BANK ASIA LIMITED

## NOTES TO THE UNAUDITED FINANCIAL INFORMATION For the six months ended 30 June 2026

### 12. PILLAR 3 DISCLOSURE (CONTINUED)

#### Template LR1: Summary comparison of accounting assets against leverage ratio exposure measure

|                    |                                                                                                                                                                                    | The MSBAL Group              |
|--------------------|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|------------------------------|
| As at 30 June 2026 |                                                                                                                                                                                    | Value under the LR framework |
|                    | Item                                                                                                                                                                               | US\$'000                     |
| 1                  | Total consolidated assets as per published financial disclosure statements                                                                                                         | 12,239,108                   |
| 2                  | Adjustment for investments in banking, financial, insurance or commercial entities that are consolidated for accounting purposes but outside the scope of regulatory consolidation | —                            |
| 3                  | Adjustment for securitised exposures that meet the operational requirements for the recognition of risk transference                                                               | —                            |
| 4                  | Adjustments for temporary exemption of central bank reserves                                                                                                                       | Not applicable               |
| 5                  | Adjustment for fiduciary assets recognised on the balance sheet pursuant to the applicable accounting standard but excluded from the LR exposure measure                           | —                            |
| 6                  | Adjustments for regular-way purchases and sales of financial assets subject to trade date accounting                                                                               | —                            |
| 7                  | Adjustments for eligible cash pooling transactions                                                                                                                                 | —                            |
| 8                  | Adjustments for derivative contracts                                                                                                                                               | 159,427                      |
| 9                  | Adjustment for securities financing transactions (“SFTs”) (i.e. repos and similar secured lending)                                                                                 | 37,323                       |
| 10                 | Adjustment for off-balance sheet (“OBS”) items (i.e. conversion to credit equivalent amounts of OBS exposures)                                                                     | 422,172                      |
| 11                 | Adjustments for prudent valuation adjustments and specific and collective provisions that are allowed to be excluded from LR exposure measure                                      | (1,183)                      |
| 12                 | Other adjustments                                                                                                                                                                  | (56,389)                     |
| 13                 | <b>Leverage ratio exposure measure</b>                                                                                                                                             | <b>12,800,458</b>            |

# MORGAN STANLEY BANK ASIA LIMITED

## NOTES TO THE UNAUDITED FINANCIAL INFORMATION For the six months ended 30 June 2026

### 12. PILLAR 3 DISCLOSURE (CONTINUED)

#### Template LR2: Leverage Ratio

|                                                    |                                                                                                                                                                                                  | The MSBAL Group       |                        |
|----------------------------------------------------|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-----------------------|------------------------|
|                                                    |                                                                                                                                                                                                  | As at<br>30 June 2026 | As at<br>31 March 2026 |
|                                                    |                                                                                                                                                                                                  | US\$'000              | US\$'000               |
| <b>On-balance sheet exposures</b>                  |                                                                                                                                                                                                  |                       |                        |
| 1                                                  | On-balance sheet exposures (excluding derivative contracts and SFTs, but including related on-balance sheet collateral)                                                                          | 10,522,508            | 8,990,193              |
| 2                                                  | Gross-up for derivative contracts collateral provided where deducted from balance sheet assets pursuant to the applicable accounting standard                                                    | —                     | —                      |
| 3                                                  | Less: Deductions of receivables assets for cash variation margin provided under derivative contracts                                                                                             | —                     | —                      |
| 4                                                  | Less: Adjustment for securities received under SFTs that are recognised as an asset                                                                                                              | —                     | —                      |
| 5                                                  | Less: Specific and collective provisions associated with on-balance sheet exposures that are deducted from Tier 1 capital                                                                        | (935)                 | (491)                  |
| 6                                                  | Less: Asset amounts deducted in determining Tier 1 capital                                                                                                                                       | (60,007)              | (48,080)               |
| 7                                                  | <b>Total on-balance sheet exposures (excluding derivative contracts and SFTs) (sum of rows 1 to 6) <sup>(1)</sup></b>                                                                            | <b>10,461,566</b>     | <b>8,941,622</b>       |
| <b>Exposures arising from derivative contracts</b> |                                                                                                                                                                                                  |                       |                        |
| 8                                                  | Replacement cost associated with all derivative contracts (where applicable net of eligible cash variation margin and/or with bilateral netting)                                                 | 157,585               | 76,125                 |
| 9                                                  | Add-on amounts for potential future exposure ("PFE") associated with all derivative contracts                                                                                                    | 121,485               | 109,784                |
| 10                                                 | Less: Exempted Central Counterparty ("CCP") leg of client-cleared trade exposures                                                                                                                | —                     | —                      |
| 11                                                 | Adjusted effective notional amount of written credit-related derivative contracts                                                                                                                | —                     | —                      |
| 12                                                 | Less: Permitted reductions in effective notional amount and permitted deductions from add-on amounts for PFE of written credit-related derivative contracts                                      | —                     | —                      |
| 13                                                 | <b>Total exposures arising from derivative contracts (sum of rows 8 to 12)</b>                                                                                                                   | <b>279,070</b>        | <b>185,909</b>         |
| <b>Exposures arising from SFTs</b>                 |                                                                                                                                                                                                  |                       |                        |
| 14                                                 | Gross amount of SFT assets (with no recognition of netting), after adjusting for sale accounting transactions                                                                                    | 1,600,327             | 1,198,014              |
| 15                                                 | Less: Netted amounts of cash payables and cash receivables of gross SFT assets                                                                                                                   | —                     | —                      |
| 16                                                 | Counterparty Credit Risk ("CCR") exposure for SFT assets                                                                                                                                         | 37,323                | 12,382                 |
| 17                                                 | Agent transaction exposures                                                                                                                                                                      | —                     | —                      |
| 18                                                 | <b>Total exposures arising from SFTs (sum of rows 14 to 17) <sup>(2)</sup></b>                                                                                                                   | <b>1,637,650</b>      | <b>1,210,396</b>       |
| <b>Other off-balance sheet exposures</b>           |                                                                                                                                                                                                  |                       |                        |
| 19                                                 | Off-balance sheet exposure at gross notional amount                                                                                                                                              | 4,221,665             | 4,513,023              |
| 20                                                 | Less: Adjustments for conversion to credit equivalent amounts                                                                                                                                    | (3,799,493)           | (4,061,716)            |
| 21                                                 | Less: Specific and collective provisions associated with off-balance sheet exposures that are deducted from Tier 1 capital                                                                       | —                     | —                      |
| 22                                                 | <b>Off-balance sheet items (sum of rows 19 to 21)</b>                                                                                                                                            | <b>422,172</b>        | <b>451,307</b>         |
| <b>Capital and total exposures</b>                 |                                                                                                                                                                                                  |                       |                        |
| 23                                                 | <b>Tier 1 capital</b>                                                                                                                                                                            | <b>2,419,023</b>      | <b>2,260,101</b>       |
| 24                                                 | <b>Total exposures (sum of rows 7, 13, 18 and 22)</b>                                                                                                                                            | <b>12,800,458</b>     | <b>10,789,234</b>      |
| <b>Leverage ratio</b>                              |                                                                                                                                                                                                  |                       |                        |
| 25 & 25a                                           | <b>Leverage ratio</b>                                                                                                                                                                            | <b>19 %</b>           | <b>21 %</b>            |
| 26                                                 | <b>Minimum leverage ratio requirement</b>                                                                                                                                                        | <b>3 %</b>            | <b>3 %</b>             |
| 27                                                 | <b>Applicable leverage buffers</b>                                                                                                                                                               | <b>Not applicable</b> | <b>Not applicable</b>  |
| <b>Disclosure of mean values</b>                   |                                                                                                                                                                                                  |                       |                        |
| 28                                                 | Mean value of gross assets of SFTs, after adjustment for sale accounting transactions and netted of amounts of associated cash payables and cash receivables                                     | 1,595,304             | 1,460,679              |
| 29                                                 | Quarter-end value of gross amount of SFT assets, after adjustment for sale accounting transactions and netted of amounts of associated cash payables and cash receivables                        | 1,600,328             | 1,198,014              |
| 30 & 30a                                           | Total exposures based on mean values from row 28 of gross assets of SFTs (after adjustment for sale accounting transactions and netted amounts of associated cash payables and cash receivables) | 12,795,435            | 11,051,899             |
| 31 & 31a                                           | Leverage ratio based on mean values from row 28 of gross assets of SFTs (after adjustment for sale accounting transactions and netted amounts of associated cash payables and cash receivables)  | 19 %                  | 20 %                   |

Note 1: In the second quarter of 2026, increase in total on-balance sheet exposure is mainly due to an increase in loans and advances.

Note 2: In the second quarter of 2026, increase in total exposures arising from SFTs is mainly due to an increase in secured financing.

# MORGAN STANLEY BANK ASIA LIMITED

## NOTES TO THE UNAUDITED FINANCIAL INFORMATION For the six months ended 30 June 2026

### 12. PILLAR 3 DISCLOSURE (CONTINUED)

#### Template CR1: Credit quality of exposures

| The MSBAL Group    |                             |                           |                         |            |                                                                                                         |                                                           |                                                                                |                   |
|--------------------|-----------------------------|---------------------------|-------------------------|------------|---------------------------------------------------------------------------------------------------------|-----------------------------------------------------------|--------------------------------------------------------------------------------|-------------------|
|                    |                             | Gross carrying amounts of |                         |            | Of which expected credit loss ("ECL") accounting provisions for credit losses on STC approach exposures |                                                           | Of which ECL accounting provisions for credit losses on IRB approach exposures | Net values        |
|                    |                             | Defaulted exposures       | Non-defaulted exposures |            | Allocated in regulatory category of specific provisions                                                 | Allocated in regulatory category of collective provisions |                                                                                |                   |
| As at 30 June 2026 |                             | US\$'000                  | US\$'000                | US\$'000   | US\$'000                                                                                                | US\$'000                                                  | US\$'000                                                                       | US\$'000          |
| 1                  | Loans                       | —                         | 7,671,869               | 935        | —                                                                                                       | 935                                                       | —                                                                              | 7,670,934         |
| 2                  | Debt securities             | —                         | 2,045,165               | —          | —                                                                                                       | —                                                         | —                                                                              | 2,045,165         |
| 3                  | Off-balance sheet exposures | —                         | 4,221,665               | —          | —                                                                                                       | —                                                         | —                                                                              | 4,221,665         |
| 4                  | <b>Total</b>                | —                         | <b>13,938,699</b>       | <b>935</b> | —                                                                                                       | <b>935</b>                                                | —                                                                              | <b>13,937,764</b> |

Loans include loans and advances and related accrued interest receivables. Off-balance sheet exposures that are subject to capital requirements under the BCR are included in the above table (see note 13).

The MSBAL Group determines if any exposure is defaulted exposure in accordance with section 67 of the BCR.

#### Template CR3: Overview of recognised credit risk mitigation

|                    |                    | The MSBAL Group                      |                         |                                            |                                            |                                                             |
|--------------------|--------------------|--------------------------------------|-------------------------|--------------------------------------------|--------------------------------------------|-------------------------------------------------------------|
|                    |                    | Exposures unsecured: carrying amount | Exposures to be secured | Exposures secured by recognised collateral | Exposures secured by recognised guarantees | Exposures secured by recognised credit derivative contracts |
| As at 30 June 2026 |                    | US\$'000                             | US\$'000                | US\$'000                                   | US\$'000                                   | US\$'000                                                    |
| 1                  | Loans              | 282,437                              | 7,388,497               | 3,709,828                                  | —                                          | —                                                           |
| 2                  | Debt securities    | 2,045,165                            | —                       | —                                          | —                                          | —                                                           |
| 3                  | <b>Total</b>       | <b>2,327,602</b>                     | <b>7,388,497</b>        | <b>3,709,828</b>                           | —                                          | —                                                           |
| 4                  | Of which defaulted | —                                    | —                       | —                                          | —                                          | —                                                           |

Loans include loans and advances and related accrued interest receivables.

# MORGAN STANLEY BANK ASIA LIMITED

## NOTES TO THE UNAUDITED FINANCIAL INFORMATION For the six months ended 30 June 2026

### 12. PILLAR 3 DISCLOSURE (CONTINUED)

#### Template CR4: Credit risk exposures and effects of recognised credit risk mitigation – for STC approach

|                    |                                                                                                                                   | The MSBAL Group               |                          |                                 |                          |                     |             |
|--------------------|-----------------------------------------------------------------------------------------------------------------------------------|-------------------------------|--------------------------|---------------------------------|--------------------------|---------------------|-------------|
|                    |                                                                                                                                   | Exposures pre-CCF and pre-CRM |                          | Exposures post-CCF and post-CRM |                          | RWA and RWA density |             |
| As at 30 June 2026 |                                                                                                                                   | On-balance sheet amount       | Off-balance sheet amount | On-balance sheet amount         | Off-balance sheet amount | RWA                 | RWA density |
| Exposure classes   |                                                                                                                                   | US\$'000                      | US\$'000                 | US\$'000                        | US\$'000                 | US\$'000            | %           |
| 1                  | Sovereign exposures                                                                                                               | 2,266,997                     | —                        | 2,266,997                       | —                        | 18,594              | 1 %         |
| 2                  | Public Sector Entity (“PSE”) exposures                                                                                            | —                             | —                        | —                               | —                        | —                   | —           |
| 3                  | Multilateral development bank exposures                                                                                           | —                             | —                        | —                               | —                        | —                   | —           |
| 3a                 | Unspecified multilateral body exposures                                                                                           | —                             | —                        | —                               | —                        | —                   | —           |
| 4                  | Bank exposures                                                                                                                    | 128,874                       | —                        | 128,874                         | —                        | 41,859              | 32 %        |
| 4a                 | Qualifying non-bank financial institution exposures                                                                               | 57,070                        | —                        | 37,136                          | —                        | 9,074               | 24 %        |
| 5                  | Eligible covered bond exposures                                                                                                   | —                             | —                        | —                               | —                        | —                   | —           |
| 6                  | General corporate exposures                                                                                                       | 6,628,397                     | 12,464,833               | 3,499,715                       | 6                        | 3,499,631           | 100 %       |
| 6a                 | Of which: non-bank financial institution exposures excluding those reported under row 4a                                          | 258,681                       | 736,030                  | 117,486                         | —                        | 117,486             | 100 %       |
| 6b                 | Specialized lending                                                                                                               | —                             | —                        | —                               | —                        | —                   | —           |
| 7                  | Equity exposures                                                                                                                  | —                             | —                        | —                               | —                        | —                   | —           |
| 7a                 | Significant capital investments in commercial entities                                                                            | —                             | —                        | —                               | —                        | —                   | —           |
| 7b                 | Holdings of capital instruments issued by, and non-capital LAC liabilities of, financial sector entities                          | —                             | —                        | —                               | —                        | —                   | —           |
| 7c                 | Subordinated debts issued by banks, qualifying non-bank financial institutions and corporates                                     | —                             | —                        | —                               | —                        | —                   | —           |
| 8                  | Retail exposures                                                                                                                  | 907,331                       | 4,058,234                | 358,280                         | 405,823                  | 764,103             | 100 %       |
| 8a                 | Exposures arising from IPO financing                                                                                              | —                             | —                        | —                               | —                        | —                   | —           |
| 9                  | Real estate exposures                                                                                                             | 141,628                       | 239,372                  | 104,392                         | 16,342                   | 104,640             | 87 %        |
| 9a                 | Of which: regulatory residential real estate exposures (not materially dependent on cash flows generated by mortgaged properties) | —                             | —                        | —                               | —                        | —                   | —           |
| 9b                 | Of which: regulatory residential real estate exposures (materially dependent on cash flows generated by mortgaged properties)     | —                             | —                        | —                               | —                        | —                   | —           |

# MORGAN STANLEY BANK ASIA LIMITED

## NOTES TO THE UNAUDITED FINANCIAL INFORMATION

For the six months ended 30 June 2026

### 12. PILLAR 3 DISCLOSURE (CONTINUED)

Template CR4: Credit risk exposures and effects of recognised credit risk mitigation – for STC approach (Continued)

|                    |                                                                                                                                  | The MSBAL Group               |                          |                                 |                          |                     |             |
|--------------------|----------------------------------------------------------------------------------------------------------------------------------|-------------------------------|--------------------------|---------------------------------|--------------------------|---------------------|-------------|
|                    |                                                                                                                                  | Exposures pre-CCF and pre-CRM |                          | Exposures post-CCF and post-CRM |                          | RWA and RWA density |             |
| As at 30 June 2026 |                                                                                                                                  | On-balance sheet amount       | Off-balance sheet amount | On-balance sheet amount         | Off-balance sheet amount | RWA                 | RWA density |
| Exposure classes   |                                                                                                                                  | US\$'000                      | US\$'000                 | US\$'000                        | US\$'000                 | US\$'000            | %           |
| 9c                 | Of which: regulatory commercial real estate exposures (not materially dependent on cash flows generated by mortgaged properties) | —                             | —                        | —                               | —                        | —                   | —           |
| 9d                 | Of which: regulatory commercial real estate exposures (materially dependent on cash flows generated by mortgaged properties)     | —                             | —                        | —                               | —                        | —                   | —           |
| 9e                 | Of which: other real estate exposures (not materially dependent on cash flows generated by mortgaged properties)                 | 141,628                       | 239,372                  | 104,392                         | 16,342                   | 104,640             | 87 %        |
| 9f                 | Of which: other real estate exposures (materially dependent on cash flows generated by mortgaged properties)                     | —                             | —                        | —                               | —                        | —                   | —           |
| 9g                 | Of which: land acquisition, development and construction exposures                                                               | —                             | —                        | —                               | —                        | —                   | —           |
| 10                 | Defaulted exposures                                                                                                              | —                             | —                        | —                               | —                        | —                   | —           |
| 11                 | Other exposures                                                                                                                  | 8,145                         | —                        | 8,145                           | —                        | 8,145               | 100 %       |
| 11a                | Cash and gold                                                                                                                    | —                             | —                        | —                               | —                        | —                   | —           |
| 11b                | Items in the process of clearing or settlement                                                                                   | 10,053                        | —                        | 10,053                          | —                        | —                   | —           |
| 12                 | <b>Total</b>                                                                                                                     | <b>10,148,495</b>             | <b>16,762,439</b>        | <b>6,413,592</b>                | <b>422,171</b>           | <b>4,446,046</b>    | <b>65 %</b> |

For the six months ended 30 June 2026, the increase in RWA from credit risk was mainly due to increase in (i) loans and advances, and (ii) increase in investment securities. The amount of off-balance sheet exposures disclosed in the above table include those that are subject to 0% CCF under the BCR.

# MORGAN STANLEY BANK ASIA LIMITED

## NOTES TO THE UNAUDITED FINANCIAL INFORMATION

For the six months ended 30 June 2026

### 12. PILLAR 3 DISCLOSURE (CONTINUED)

Template CR5: Credit risk exposures by exposure classes and by risk weights – for STC approach

|    |                                                     | The MSBAL Group    |        |     |       |      |       |        |                                                      |                                                      |
|----|-----------------------------------------------------|--------------------|--------|-----|-------|------|-------|--------|------------------------------------------------------|------------------------------------------------------|
|    |                                                     | As at 30 June 2026 |        |     |       |      |       |        |                                                      |                                                      |
|    |                                                     | US\$'000           |        |     |       |      |       |        |                                                      |                                                      |
| 1  |                                                     | 0%                 | 20%    | 50% | 100%  | 150% | Other |        | Total credit exposure amount (post-CCF and post-CRM) |                                                      |
|    | Sovereign exposures                                 | 2,174,028          | 92,969 | —   | —     | —    | —     |        | 2,266,997                                            |                                                      |
| 2  |                                                     | 0%                 | 20%    | 50% | 100%  | 150% | Other |        | Total credit exposure amount (post-CCF and post-CRM) |                                                      |
|    | Public sector entity exposures                      | —                  | —      | —   | —     | —    | —     |        | —                                                    |                                                      |
| 3  |                                                     | 0%                 | 20%    | 30% | 50%   | 100% | 150%  | Other  | Total credit exposure amount (post-CCF and post-CRM) |                                                      |
|    | Multilateral development bank exposures             | —                  |        | —   | —     | —    | —     | —      | —                                                    |                                                      |
| 3a |                                                     | 20%                | 30%    | 50% | 100%  | 150% | Other |        | Total credit exposure amount (post-CCF and post-CRM) |                                                      |
|    | Unspecified multilateral body exposures             | —                  | —      | —   | —     | —    | —     |        | —                                                    |                                                      |
| 4  |                                                     | 20%                | 30%    | 40% | 50%   | 75%  | 100%  | 150%   | Other                                                | Total credit exposure amount (post-CCF and post-CRM) |
|    | Bank exposures                                      | 116,501            | —      | —   |       | —    | —     | 12,373 | —                                                    | 128,874                                              |
| 4a |                                                     | 20%                | 30%    | 40% | 50%   | 75%  | 100%  | 150%   | Other                                                | Total credit exposure amount (post-CCF and post-CRM) |
|    | Qualifying non-bank financial institution exposures | 31,647             | —      | —   | 5,489 | —    | —     | —      | —                                                    | 37,136                                               |

# MORGAN STANLEY BANK ASIA LIMITED

## NOTES TO THE UNAUDITED FINANCIAL INFORMATION

For the six months ended 30 June 2026

### 12. PILLAR 3 DISCLOSURE (CONTINUED)

Template CR5: Credit risk exposures by exposure classes and by risk weights – for STC approach (Continued)

|   |                                 | The MSBAL Group    |     |     |     |     |     |      |       |                                                      |
|---|---------------------------------|--------------------|-----|-----|-----|-----|-----|------|-------|------------------------------------------------------|
|   |                                 | As at 30 June 2026 |     |     |     |     |     |      |       |                                                      |
|   |                                 | US\$'000           |     |     |     |     |     |      |       |                                                      |
|   |                                 | 10%                | 15% | 20% | 25% | 35% | 50% | 100% | Other | Total credit exposure amount (post-CCF and post-CRM) |
| 5 | Eligible covered bond exposures | —                  | —   | —   | —   | —   | —   | —    | —     | —                                                    |

  

|    |                                                                                          | 20% | 30% | 50% | 65% | 75% | 85% | 100%      | 150% | Other | Total credit exposure amount (post-CCF and post-CRM) |
|----|------------------------------------------------------------------------------------------|-----|-----|-----|-----|-----|-----|-----------|------|-------|------------------------------------------------------|
| 6  | General corporate exposures                                                              | —   | —   | 181 |     | —   | —   | 3,499,540 | —    | —     | 3,499,721                                            |
| 6a | Of which: non-bank financial institution exposures excluding those reported under row 4a | —   | —   | 181 |     | —   | —   | 117,305   | —    | —     | 117,486                                              |

  

|    |                     | 20% | 50% | 75% | 80% | 100% | 130% | 150% | Other | Total credit exposure amount (post-CCF and post-CRM) |
|----|---------------------|-----|-----|-----|-----|------|------|------|-------|------------------------------------------------------|
| 6b | Specialized lending | —   | —   | —   | —   | —    | —    | —    | —     | —                                                    |

  

|   |                  | 100% | 250% | 400% | Other | Total credit exposure amount (post-CCF and post-CRM) |
|---|------------------|------|------|------|-------|------------------------------------------------------|
| 7 | Equity exposures | —    | —    | —    | —     | —                                                    |

  

|    |                                                        | 250% | 400% | 1250% | Other | Total credit exposure amount (post-CCF and post-CRM) |
|----|--------------------------------------------------------|------|------|-------|-------|------------------------------------------------------|
| 7a | Significant capital investments in commercial entities | —    | —    | —     | —     | —                                                    |

# MORGAN STANLEY BANK ASIA LIMITED

## NOTES TO THE UNAUDITED FINANCIAL INFORMATION

For the six months ended 30 June 2026

### 12. PILLAR 3 DISCLOSURE (CONTINUED)

Template CR5: Credit risk exposures by exposure classes and by risk weights – for STC approach (Continued)

|    |                                                                                                          | The MSBAL Group    |      |         |       |                                                      |
|----|----------------------------------------------------------------------------------------------------------|--------------------|------|---------|-------|------------------------------------------------------|
|    |                                                                                                          | As at 30 June 2026 |      |         |       |                                                      |
|    |                                                                                                          | US\$'000           |      |         |       |                                                      |
|    |                                                                                                          | 150%               | 250% | 400%    | Other | Total credit exposure amount (post-CCF and post-CRM) |
| 7b | Holdings of capital instruments issued by, and non-capital LAC liabilities of, financial sector entities | —                  | —    | —       | —     | —                                                    |
| 7c | Subordinated debts issued by banks, qualifying non-bank financial institutions and corporates            | 150%               |      |         | Other | Total credit exposure amount (post-CCF and post-CRM) |
|    |                                                                                                          | —                  | —    | —       | —     | —                                                    |
| 8  | Retail exposures                                                                                         | 45%                | 75%  | 100%    | Other | Total credit exposure amount (post-CCF and post-CRM) |
|    |                                                                                                          | —                  | —    | 764,103 | —     | 764,103                                              |
| 8a | Exposures arising from IPO financing                                                                     | 0%                 |      |         | Other | Total credit exposure amount (post-CCF and post-CRM) |
|    |                                                                                                          | —                  | —    | —       | —     | —                                                    |

# MORGAN STANLEY BANK ASIA LIMITED

## NOTES TO THE UNAUDITED FINANCIAL INFORMATION

For the six months ended 30 June 2026

### 12. PILLAR 3 DISCLOSURE (CONTINUED)

Template CR5: Credit risk exposures by asset classes and by risk weights – for STC approach (Continued)

|    |                                                                                                                                   | The MSBAL Group    |     |     |     |     |     |     |     |     |     |     |        |     |     |        |      |      |      |       |                                                      |
|----|-----------------------------------------------------------------------------------------------------------------------------------|--------------------|-----|-----|-----|-----|-----|-----|-----|-----|-----|-----|--------|-----|-----|--------|------|------|------|-------|------------------------------------------------------|
|    |                                                                                                                                   | As at 30 June 2026 |     |     |     |     |     |     |     |     |     |     |        |     |     |        |      |      |      |       |                                                      |
|    |                                                                                                                                   | US\$'000           |     |     |     |     |     |     |     |     |     |     |        |     |     |        |      |      |      |       |                                                      |
|    |                                                                                                                                   | 0%                 | 20% | 25% | 30% | 35% | 40% | 45% | 50% | 60% | 65% | 70% | 75%    | 85% | 90% | 100%   | 105% | 110% | 150% | Other | Total credit exposure amount (post-CCF and post-CRM) |
| 9  | Real estate exposures                                                                                                             | —                  | —   | —   | —   | —   | —   | —   | —   | —   | —   | —   | 64,376 | —   | —   | 56,358 | —    | —    | —    | —     | 120,734                                              |
| 9a | Of which: regulatory residential real estate exposures (not materially dependent on cash flows generated by mortgaged properties) |                    | —   | —   | —   |     | —   | —   | —   | —   |     | —   | —      |     |     |        | —    |      |      | —     | —                                                    |
| 9b | Of which: no loan splitting applied                                                                                               |                    | —   | —   | —   |     | —   | —   | —   | —   |     | —   | —      |     |     |        | —    |      |      | —     | —                                                    |
| 9c | Of which: loan splitting applied (secured)                                                                                        |                    |     |     |     |     |     |     |     |     |     |     |        |     |     |        |      |      |      |       |                                                      |
| 9d | Of which: loan splitting applied (unsecured)                                                                                      |                    |     |     |     |     |     |     |     |     |     |     |        |     |     |        |      |      |      |       |                                                      |
| 9e | Of which: regulatory residential real estate exposures (materially dependent on cash flows generated by mortgaged properties)     |                    |     |     | —   | —   |     | —   | —   | —   |     |     | —      |     | —   |        | —    |      |      | —     | —                                                    |
| 9f | Of which: regulatory commercial real estate exposures (not materially dependent on cash flows generated by mortgaged properties)  | —                  | —   |     | —   |     | —   |     | —   | —   |     |     | —      | —   |     | —      |      |      | —    | —     | —                                                    |
| 9g | Of which: no loan splitting applied                                                                                               | —                  | —   |     | —   |     | —   |     | —   | —   |     |     | —      | —   |     | —      |      |      | —    | —     | —                                                    |

# MORGAN STANLEY BANK ASIA LIMITED

## NOTES TO THE UNAUDITED FINANCIAL INFORMATION

For the six months ended 30 June 2026

### 12. PILLAR 3 DISCLOSURE (CONTINUED)

Template CR5: Credit risk exposures by asset classes and by risk weights – for STC approach (Continued)

|    |                                                                                                                              | The MSBAL Group    |     |     |     |     |     |     |     |     |     |     |     |     |     |      |      |      |      |       |                                                      |
|----|------------------------------------------------------------------------------------------------------------------------------|--------------------|-----|-----|-----|-----|-----|-----|-----|-----|-----|-----|-----|-----|-----|------|------|------|------|-------|------------------------------------------------------|
|    |                                                                                                                              | As at 30 June 2026 |     |     |     |     |     |     |     |     |     |     |     |     |     |      |      |      |      |       |                                                      |
|    |                                                                                                                              | US\$'000           |     |     |     |     |     |     |     |     |     |     |     |     |     |      |      |      |      |       |                                                      |
|    |                                                                                                                              | 0%                 | 20% | 25% | 30% | 35% | 40% | 45% | 50% | 60% | 65% | 70% | 75% | 85% | 90% | 100% | 105% | 110% | 150% | Other | Total credit exposure amount (post-CCF and post-CRM) |
| 9h | Of which: loan splitting applied (secured)                                                                                   |                    |     |     |     |     |     |     |     |     |     |     |     |     |     |      |      |      |      |       |                                                      |
| 9i | Of which: loan splitting applied (unsecured)                                                                                 |                    |     |     |     |     |     |     |     |     |     |     |     |     |     |      |      |      |      |       |                                                      |
| 9j | Of which: regulatory commercial real estate exposures (materially dependent on cash flows generated by mortgaged properties) |                    |     |     |     |     |     |     |     |     |     |     |     |     |     |      |      |      |      |       |                                                      |
| 9k | Of which: other real estate exposures (not materially dependent on cash flows generated by mortgaged properties)             |                    |     |     |     |     |     |     |     |     |     |     |     |     |     |      |      |      |      |       |                                                      |
| 9l | Of which: no loan splitting applied                                                                                          |                    |     |     |     |     |     |     |     |     |     |     |     |     |     |      |      |      |      |       |                                                      |
| 9m | Of which: loan splitting applied (secured)                                                                                   |                    |     |     |     |     |     |     |     |     |     |     |     |     |     |      |      |      |      |       |                                                      |
| 9n | Of which: loan splitting applied (unsecured)                                                                                 |                    |     |     |     |     |     |     |     |     |     |     |     |     |     |      |      |      |      |       |                                                      |
| 9o | Of which: other real estate exposures (materially dependent on cash flows generated by mortgaged properties)                 |                    |     |     |     |     |     |     |     |     |     |     |     |     |     |      |      |      |      |       |                                                      |
| 9p | Of which: land acquisition, development and construction exposures                                                           |                    |     |     |     |     |     |     |     |     |     |     |     |     |     |      |      |      |      |       |                                                      |

**MORGAN STANLEY BANK ASIA LIMITED**

**NOTES TO THE UNAUDITED FINANCIAL INFORMATION**

**For the six months ended 30 June 2026**

**12. PILLAR 3 DISCLOSURE (CONTINUED)**

**Template CR5: Credit risk exposures by asset classes and by risk weights – for STC approach (Continued)**

|     |                                                | The MSBAL Group    |       |      |       |                                                      |
|-----|------------------------------------------------|--------------------|-------|------|-------|------------------------------------------------------|
|     |                                                | As at 30 June 2026 |       |      |       |                                                      |
|     |                                                | US\$'000           |       |      |       |                                                      |
|     |                                                | 50%                | 100%  | 150% | Other | Total credit exposure amount (post-CCF and post-CRM) |
| 10  | Defaulted exposures                            |                    | —     | —    | —     | —                                                    |
| 11  | Other exposures                                | 100%               | 1250% |      | Other | Total credit exposure amount (post-CCF and post-CRM) |
|     |                                                | 8,145              | —     | —    | —     | 8,145                                                |
| 11a | Cash and gold                                  | 0%                 | 100%  |      | Other | Total credit exposure amount (post-CCF and post-CRM) |
|     |                                                | —                  | —     | —    | —     | —                                                    |
| 11b | Items in the process of clearing or settlement | 0%                 | 20%   |      | Other | Total credit exposure amount (post-CCF and post-CRM) |
|     |                                                | 10,053             | —     | —    | —     | 10,053                                               |

# MORGAN STANLEY BANK ASIA LIMITED

## NOTES TO THE UNAUDITED FINANCIAL INFORMATION

For the six months ended 30 June 2026

### 12. PILLAR 3 DISCLOSURE (CONTINUED)

Template CR5: Credit risk exposures by asset classes and by risk weights – for STC approach (Continued)

Exposure amounts and CCFs applied to off-balance sheet exposures, categorised based on risk bucket of converted exposures:

|    |                        | The MSBAL Group              |                                            |                          |                                        |
|----|------------------------|------------------------------|--------------------------------------------|--------------------------|----------------------------------------|
|    |                        | As at 30 June 2026           |                                            |                          |                                        |
|    | Risk Weight            | On-balance<br>sheet exposure | Off-balance<br>sheet exposure<br>(pre-CCF) | Weighted<br>average CCF* | Exposure<br>(post-CCF and<br>post-CRM) |
|    |                        | US\$'000                     | US\$'000                                   | %                        | US\$'000                               |
| 1  | Less than 40%          | 2,445,104                    | —                                          | —                        | 2,425,198                              |
| 2  | 40 - 70%               | 10,840                       | —                                          | —                        | 5,670                                  |
| 3  | 75%                    | 59,999                       | 163,424                                    | 10 %                     | 64,376                                 |
| 4  | 85%                    | —                            | —                                          | —                        | —                                      |
| 5  | 90 - 100%              | 7,620,179                    | 16,599,015                                 | 2 %                      | 4,328,146                              |
| 6  | 105 - 130%             | —                            | —                                          | —                        | —                                      |
| 7  | 150%                   | 12,373                       | —                                          | —                        | 12,373                                 |
| 8  | 250%                   | —                            | —                                          | —                        | —                                      |
| 9  | 400%                   | —                            | —                                          | —                        | —                                      |
| 10 | 1,250%                 | —                            | —                                          | —                        | —                                      |
| 11 | <b>Total exposures</b> | <b>10,148,495</b>            | <b>16,762,439</b>                          | <b>3 %</b>               | <b>6,835,763</b>                       |

\*Weighting is based on off-balance sheet exposure (pre-CCF).

Exposures (post-CCF and post-CRM) are calculated by first applying credit risk mitigation measures, then CCFs, where applicable.

# MORGAN STANLEY BANK ASIA LIMITED

## NOTES TO THE UNAUDITED FINANCIAL INFORMATION For the six months ended 30 June 2026

### 12. PILLAR 3 DISCLOSURE (CONTINUED)

Template CCR1: Analysis of counterparty credit risk exposures (other than those to CCPs) by approaches

|                    |                                                           | The MSBAL Group         |          |               |                                                             |                                 |               |
|--------------------|-----------------------------------------------------------|-------------------------|----------|---------------|-------------------------------------------------------------|---------------------------------|---------------|
|                    |                                                           | Replacement cost ("RC") | PFE      | Effective EPE | Alpha ( $\alpha$ ) used for computing default risk exposure | Default risk exposure after CRM | RWA           |
| As at 30 June 2026 |                                                           | US\$'000                | US\$'000 | US\$'000      | US\$'000                                                    | US\$'000                        | US\$'000      |
| 1                  | SA-CCR approach (for derivative contracts) <sup>(1)</sup> | 16,927                  | 85,430   |               | 1.4                                                         | 143,299                         | 53,852        |
| 1a                 | CEM (for derivative contracts)                            | —                       | —        |               | 1.4                                                         | —                               | —             |
| 1b                 | Method for group 2b cryptoasset derivative contracts      | —                       | —        |               | 1.4                                                         | —                               | —             |
| 2                  | IMM (CCR) approach                                        |                         |          | —             | —                                                           | —                               | —             |
| 3                  | Simple approach (for SFTs)                                |                         |          |               |                                                             | —                               | —             |
| 4                  | Comprehensive approach (for SFTs)                         |                         |          |               |                                                             | 72,040                          | 34,011        |
| 5                  | Value-at-risk ("VaR") (for SFTs)                          |                         |          |               |                                                             | —                               | —             |
| 6                  | <b>Total</b>                                              |                         |          |               |                                                             |                                 | <b>87,863</b> |

Note 1: In the first half of 2026, the increase in RWA under SA-CCR approach (for derivative contracts) was mainly due to the increase in derivative exposures in interest rate swaps.

# MORGAN STANLEY BANK ASIA LIMITED

## NOTES TO THE UNAUDITED FINANCIAL INFORMATION

For the six months ended 30 June 2026

### 12. PILLAR 3 DISCLOSURE (CONTINUED)

Template CCR3: Counterparty credit risk exposures (other than those to CCPs) by exposure classes and by risk weights – for STC approach

|                |                                                     | The MSBAL Group    |           |           |           |           |           |           |           |           |           |           |           |
|----------------|-----------------------------------------------------|--------------------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|
|                |                                                     | As at 30 June 2026 |           |           |           |           |           |           |           |           |           |           |           |
|                |                                                     | Risk Weight        | 0%        | 10%       | 20%       | 30%       | 40%       | 50%       | 75%       | 85%       | 100%      | 150%      | Others    |
| Exposure class |                                                     | US\$ '000          | US\$ '000 | US\$ '000 | US\$ '000 | US\$ '000 | US\$ '000 | US\$ '000 | US\$ '000 | US\$ '000 | US\$ '000 | US\$ '000 | US\$ '000 |
| 1              | Sovereign exposures                                 | —                  | —         | —         | —         | —         | —         | —         | —         | —         | —         | —         | —         |
| 2              | Public sector entity exposures                      | —                  | —         | —         | —         | —         | —         | —         | —         | —         | —         | —         | —         |
| 3              | Multilateral development bank exposures             | —                  | —         | —         | —         | —         | —         | —         | —         | —         | —         | —         | —         |
| 4              | Unspecified multilateral body exposures             | —                  | —         | —         | —         | —         | —         | —         | —         | —         | —         | —         | —         |
| 5              | Bank exposures                                      | —                  | —         | —         | 101,011   | —         | 30,955    | —         | —         | 1,578     | —         | —         | 133,544   |
| 6              | Qualifying non-bank financial institution exposures | —                  | —         | 34        | 10,238    | —         | —         | —         | —         | —         | —         | —         | 10,272    |
| 7              | General corporate exposures                         | —                  | —         | —         | —         | —         | 68,090    | 205       | —         | 3,228     | —         | —         | 71,523    |
| 8              | Retail exposures                                    | —                  | —         | —         | —         | —         | —         | —         | —         | —         | —         | —         | —         |
| 9              | Defaulted exposures                                 | —                  | —         | —         | —         | —         | —         | —         | —         | —         | —         | —         | —         |
| 10             | Other exposures                                     | —                  | —         | —         | —         | —         | —         | —         | —         | —         | —         | —         | —         |
| 11             | Total                                               | —                  | —         | 34        | 111,249   | —         | 99,045    | 205       | —         | 4,806     | —         | —         | 215,339   |

# MORGAN STANLEY BANK ASIA LIMITED

## NOTES TO THE UNAUDITED FINANCIAL INFORMATION For the six months ended 30 June 2026

### 12. PILLAR 3 DISCLOSURE (CONTINUED)

**Template CCR5: Composition of collateral for counterparty credit risk exposures (including those for contracts or transactions cleared through CCPs)**

|                          | The MSBAL Group                              |               |                                 |               |                                                             |                                 |
|--------------------------|----------------------------------------------|---------------|---------------------------------|---------------|-------------------------------------------------------------|---------------------------------|
|                          | Derivative contracts <sup>(1)</sup>          |               |                                 |               | SFTs <sup>(2)</sup>                                         |                                 |
|                          | Fair value of recognised collateral received |               | Fair value of posted collateral |               | Fair value of recognised collateral received <sup>(2)</sup> | Fair value of posted collateral |
|                          | Segregated                                   | Unsegregated  | Segregated                      | Unsegregated  |                                                             |                                 |
| As at 30 June 2026       | US\$'000                                     | US\$'000      | US\$'000                        | US\$'000      | US\$'000                                                    | US\$'000                        |
| Cash - domestic currency | —                                            | 98,255        | —                               | 4,501         | —                                                           | 1,837                           |
| Cash - other currencies  | —                                            | 84            | —                               | 5,670         | —                                                           | —                               |
| Domestic sovereign debt  | —                                            | —             | —                               | —             | —                                                           | —                               |
| Other sovereign debt     | —                                            | —             | —                               | —             | 1,503,173                                                   | —                               |
| Government agency debt   | —                                            | —             | —                               | —             | —                                                           | —                               |
| Corporate bonds          | —                                            | —             | —                               | —             | —                                                           | —                               |
| Equity securities        | —                                            | —             | —                               | —             | —                                                           | —                               |
| Other collateral         | —                                            | —             | —                               | —             | —                                                           | —                               |
| <b>Total</b>             | —                                            | <b>98,339</b> | —                               | <b>10,171</b> | <b>1,503,173</b>                                            | <b>1,837</b>                    |

Domestic currency refers to the reporting currency of the Company, i.e. USD.

Note 1: In the first half of 2026, the increase in fair value of recognized collateral received and posted on derivative contracts was due to the increase in margin requirement.

Note 2: The disclosed fair value of recognized collateral received is after standard supervisory haircut under the Banking (Capital) Rules.

### Template MR1: Market risk under STM approach

|                    |                                                                                | The MSBAL Group                                |
|--------------------|--------------------------------------------------------------------------------|------------------------------------------------|
|                    |                                                                                | Market risk capital charges under STM approach |
| As at 30 June 2026 |                                                                                | US\$'000                                       |
| 1                  | General interest rate risk                                                     | 8,885                                          |
| 2                  | Equity risk                                                                    | —                                              |
| 3                  | Commodity risk                                                                 | —                                              |
| 4                  | Foreign exchange risk                                                          | 3,203                                          |
| 5                  | Credit spread risk (non-securitization)                                        | 5,275                                          |
| 6                  | Credit spread risk (securitization: non-correlation trading portfolio ("CTP")) | —                                              |
| 7                  | Credit spread risk (securitization: CTP)                                       | —                                              |
| 8                  | Standardized default risk charge ("SA-DRC") (non-securitization)               | 7,927                                          |
| 9                  | SA-DRC (securitization: non-CTP)                                               | —                                              |
| 10                 | SA-DRC (securitization: CTP)                                                   | —                                              |
| 11                 | Group 2a cryptoasset exposures                                                 | —                                              |
| 12                 | Residual risk add-on                                                           | —                                              |
| 13                 | <b>Total</b>                                                                   | <b>25,290</b>                                  |

# MORGAN STANLEY BANK ASIA LIMITED

## NOTES TO THE UNAUDITED FINANCIAL INFORMATION For the six months ended 30 June 2026

### 12. PILLAR 3 DISCLOSURE (CONTINUED)

#### Template ENC: Asset encumbrance

|                                | The MSBAL Group   |                     |                   |
|--------------------------------|-------------------|---------------------|-------------------|
|                                | Encumbered assets | Unencumbered assets | Total             |
| As at 30 June 2026             | US\$'000          | US\$'000            | US\$'000          |
| Cash and short-term deposits   | —                 | 340,557             | 340,557           |
| Trading financial assets       | —                 | 462,871             | 462,871           |
| Secured Financing              | —                 | 1,600,327           | 1,600,327         |
| Loans and advances             | —                 | 7,651,904           | 7,651,904         |
| Investment securities          | —                 | 2,045,165           | 2,045,165         |
| Trade and other receivables    | —                 | 110,948             | 110,948           |
| Prepayments                    | —                 | 1,505               | 1,505             |
| Deferred tax assets            | —                 | 21,375              | 21,375            |
| Fixed assets                   | —                 | 3,402               | 3,402             |
| Goodwill and intangible assets | —                 | 1,054               | 1,054             |
| <b>Total assets</b>            | —                 | <b>12,239,108</b>   | <b>12,239,108</b> |

#### Template CAE1: Cryptoasset exposures and RWAs

The MSBAL Group engages in sales and distribution of virtual asset related products. However, it does not acquire, hold, or maintain cryptoasset positions on its own account. Accordingly, the MSBAL Group had no associated credit risk and market risk RWAs as at 30 June 2026.

The MSBAL Group manages operational risk related to cryptoasset activities through its established trade error framework. When a trade error is identified, trade errors are escalated to, reviewed and approved to determine the appropriate rectification strategy in conjunction with the relevant functions. Any regulatory-reportable errors are escalated to Compliance for further reporting where required.

### 13. OFF-BALANCE SHEET EXPOSURES OTHER THAN DERIVATIVE TRANSACTIONS

The following table shows the nominal amounts of the off-balance sheet exposures (other than derivative transactions) of the MSBAL Group, which are subject to capital requirements under the BCR, and the total risk-weighted amounts for credit risk.

|                                                                       | As at<br>30 June 2026<br>US\$'000 |
|-----------------------------------------------------------------------|-----------------------------------|
| Direct credit substitutes                                             | 6                                 |
| Commitments that are unconditionally cancellable without prior notice | 4,221,659                         |
| <b>Total</b>                                                          | <b>4,221,665</b>                  |
| Risk-weighted amounts                                                 | 418,086                           |

## MORGAN STANLEY BANK ASIA LIMITED

### NOTES TO THE UNAUDITED FINANCIAL INFORMATION

For the six months ended 30 June 2026

#### 14. LOANS AND ADVANCES – SECTOR INFORMATION

The following breakdown of the Company's loans and advances by industry sectors is prepared in accordance with the categories as set out in the Banking (Disclosure) Rules, and the definitions contained in the Completion Instruction of HKMA Return of Quarterly Analysis of Loans and Advances and Provisions and HKMA Supervisory Policy Manual "CA-D-1 Guideline on the Application of the Banking (Disclosure) Rules".

Loans and Advances are exposures of counterparties based on the location of the counterparties after taking into account any recognized risk transfer for the purpose of disclosure.

As at 30 June 2026, loans and advances of the Company comprise (a) loans and advances to customers of US\$7,369,511,000 which is fully secured and (b) loans and advances to other Morgan Stanley Group undertakings of US\$238,095,000 which is unsecured.

|                                                     | As at<br>30 June 2026<br>US\$'000 |
|-----------------------------------------------------|-----------------------------------|
| <b>Sector classification</b>                        |                                   |
| <b>Loans and advances for use in Hong Kong</b>      |                                   |
| Industrial, commercial and financial:               |                                   |
| – Financial concerns                                | 74,876                            |
| – Individuals                                       | 557,439                           |
| – Others <sup>(1)</sup>                             | 3,045,027                         |
| <b>Loans and advances for use outside Hong Kong</b> | 3,930,264                         |
| <b>Total</b>                                        | <u>7,607,606</u>                  |

(1) These represents loans and advances to "non-stockbroking companies and individuals for the purchase of shares" and "all others" defined in the Completion Instruction of HKMA Return of Quarterly Analysis of Loans and Advances and Provisions.

Below table shows the loans and advances by geographical areas in accordance with the location of the counterparties. The table shows individual geographical area to which not less than 10% of the Company's total amount of loans and advances are attributable in accordance with the Banking (Disclosure) Rules.

|                           | As at<br>30 June 2026<br>US\$'000 |
|---------------------------|-----------------------------------|
| <b>Geographical Areas</b> |                                   |
| Hong Kong                 | 3,677,342                         |
| British Virgin Islands    | 1,478,069                         |
| Singapore                 | 1,076,877                         |
| Others                    | 1,375,318                         |
| <b>Total</b>              | <u>7,607,606</u>                  |

## MORGAN STANLEY BANK ASIA LIMITED

### NOTES TO THE UNAUDITED FINANCIAL INFORMATION

For the six months ended 30 June 2026

#### 15. INTERNATIONAL CLAIMS

The following breakdown of the Company's international claims is prepared in accordance with the completion instruction of the HKMA Return of International Banking Statistics ("IBS").

International claims are on-balance sheet exposures of counterparties based on the location of the counterparties after taking into account any recognized risk transfer for the purpose of disclosure. In accordance with Completion Instruction of the HKMA Return of IBS, risk transfers include parent guarantees to branches, explicit guarantees by parents and third parties and collateral.

The table shows individual geographical segment or country to which not less than 10% of the Company's total international claims are attributable, after taking into account of any recognized risk transfer, in accordance with the Banking (Disclosure) Rules.

|                             | <b>Non-bank private sector</b> |                        |                                        |                                     |                 |
|-----------------------------|--------------------------------|------------------------|----------------------------------------|-------------------------------------|-----------------|
|                             | <b>Bank</b>                    | <b>Official sector</b> | <b>Non-bank financial institutions</b> | <b>Non-financial private sector</b> | <b>Total</b>    |
| <b>As at 30 June 2026</b>   | <b>US\$'000</b>                | <b>US\$'000</b>        | <b>US\$'000</b>                        | <b>US\$'000</b>                     | <b>US\$'000</b> |
| Developed countries         | 187,051                        | 3,329,183              | 163,334                                | 1,942,936                           | 5,622,504       |
| of which: United States     | 47,432                         | 2,072,389              | 53,553                                 | 1,409,324                           | 3,582,698       |
| of which: Japan             | 13,898                         | 1,249,272              | 47,975                                 | 467,820                             | 1,778,965       |
| Offshore centres            | 1,244,969                      | 377,545                | 77,651                                 | 3,265,556                           | 4,965,721       |
| of which: Hong Kong         | 485,415                        | 115,648                | 30,601                                 | 2,344,835                           | 2,976,499       |
| of which: Singapore         | 759,553                        | 261,897                | 4,080                                  | 296,196                             | 1,321,726       |
| Developing Asia and Pacific | 278,983                        | —                      | 15,173                                 | 902,487                             | 1,196,643       |

#### 16. OVERDUE AND RESCHEDULED ASSETS

The Company has no overdue or rescheduled assets as at 30 June 2026.

# MORGAN STANLEY BANK ASIA LIMITED

## NOTES TO THE UNAUDITED FINANCIAL INFORMATION

For the six months ended 30 June 2026

### 17. MAINLAND ACTIVITIES

The below breakdown is prepared on the same basis as the Return of Mainland Activities, which includes non-bank Mainland China exposures of the Hong Kong office of the Company and its subsidiary in China, in accordance with the Banking (Disclosure) Rules. The Mainland China exposures to non-bank counterparties are categorized into the specified categories as defined under the Banking (Disclosure) Rules with reference to the Return of Mainland Activities submitted to the HKMA.

| As at 30 June 2026                                                                                                                                          | On-balance sheet<br>exposures<br>US\$'000 | Off-balance sheet<br>exposures <sup>(1)</sup><br>US\$'000 | Total<br>US\$'000 |
|-------------------------------------------------------------------------------------------------------------------------------------------------------------|-------------------------------------------|-----------------------------------------------------------|-------------------|
| <b>Type of counterparties</b>                                                                                                                               |                                           |                                                           |                   |
| Central governments, central government-owned entities and their subsidiaries and joint ventures ("JVs")                                                    | 7,384                                     | —                                                         | 7,384             |
| The People's Republic of China ("PRC") nationals residing in Mainland China or other entities incorporated in Mainland China and their subsidiaries and JVs | 125,448                                   | 1,452                                                     | 126,900           |
| Of which, PRC nationals residing in Mainland China or entities beneficially-owned by Mainland interest                                                      | 99,337                                    | —                                                         | 99,337            |
| Other counterparties where the exposures are considered by the reporting institution to be non-bank Mainland China exposures                                | 798,880                                   | 6                                                         | 798,886           |
| <b>Total</b>                                                                                                                                                | <b>931,712</b>                            | <b>1,458</b>                                              | <b>933,170</b>    |

(1) These represent off-balance sheet exposures of the Company's Mainland subsidiary.

# MORGAN STANLEY BANK ASIA LIMITED

## NOTES TO THE UNAUDITED FINANCIAL INFORMATION For the six months ended 30 June 2026

### 18. CURRENCY RISK

The disclosure in this note is prepared on the same basis as the Return of Foreign Currency Position, which includes foreign currency positions of the MSBAL Group, in accordance with the Banking (Disclosure) Rules. The currency risk arising from the MSBAL Group's operation for those individual currencies which each constitutes more than 10% of the total net positions in all foreign currencies are as follows:

|                                                  | <b>RMB</b>      | <b>SGD</b>      | <b>USD</b>      |
|--------------------------------------------------|-----------------|-----------------|-----------------|
| <b>As at 30 June 2026</b>                        | <b>US\$'000</b> | <b>US\$'000</b> | <b>US\$'000</b> |
| Spot assets                                      | 1,321,197       | 568,292         | 5,387,083       |
| Spot liabilities                                 | (960,784)       | (333,434)       | (9,994,743)     |
| Forward purchases                                | 262,096         | 23,186          | 5,919,104       |
| Forward sales                                    | (608,056)       | (266,636)       | (1,288,290)     |
| Net options position <sup>(1)</sup>              | (5,925)         | —               | 5,964           |
| <b>Net long / (short) position<sup>(2)</sup></b> | <b>8,528</b>    | <b>(8,592)</b>  | <b>29,118</b>   |

(1) The net options position reported are calculated using the delta-weighted positions of the options contracts.

(2) Net long / (short) position in individual currencies of the MSBAL Group are reported in gross, i.e. interoffice balances and transactions between the head office and the Branch of the Company and its subsidiary are not eliminated.

The net structural position of the MSBAL Group for each individual currency that constitutes not less than 10% of the MSBAL Group's total net structural position in all foreign currencies are as follows:

| <b>As at 30 June 2026</b> | <b>US\$'000</b> |
|---------------------------|-----------------|
| RMB                       | <u>(4,065)</u>  |