

Revised Standard Approach (SA) to Credit Risk									
EXPOSURES		RW			Definitions				
RETAIL (excl. real estate)		TW FSC	BASEL II	BASEL III	TW FSC	BASEL II	BASEL III		
1. Regulatory Retail (NON-REVOLVING)		75%	75%	75%	a. Orientation Criteria: - An individual person or persons - SMEs* b. Product Criteria: - Revolving credits and LoC - Personal Term Loans & Leases - Small business facilities and commitments - Excl. mortgages & derivatives & other securities & 90 DPD loans c. Low value of the exposure: - The maximum aggregated exposure to an individual and SME cannot exceed an absolute threshold of NTD10 million and NTD40 million respectively. d. Granularity: - No aggregated exposure to one counterparty can exceed 0.2% of the overall regulatory retail portfolio. (unless specified by national supervisory)	a. Orientation Criteria: - An individual person or persons - Small business* b. Product Criteria: - Revolving credits and LoC - Personal Term Loans & Leases - Small business facilities and commitments - Excl. mortgages & derivatives & other securities & 90 DPD loans c. Low value of the exposure: - The maximum aggregated exposure to one counterparty cannot exceed an absolute threshold of €1 million. d. Granularity: - No aggregated exposure to one counterparty can exceed 0.2% of the overall regulatory retail portfolio. (unless specified by national supervisory)	a. Orientation Criteria: - An individual person or persons - Regulatory retail SMEs* b. Product Criteria: - Revolving credits and LoC - Personal Term Loans & Leases - Small business facilities and commitments - Excl. mortgages & derivatives & other securitiesb and defaulted retail exposures* c. Low value of the exposure: - The maximum aggregated exposure to one counterparty cannot exceed an absolute threshold of €1 million. d. Granularity: - No aggregated exposure to one counterparty can exceed 0.2% of the overall regulatory retail portfolio. (unless specified by national supervisory)		
2. Regulatory Retail (REVOLVING)				45%	1. Meet 'a','b','c','d' of above criteria. 2. Do not meet the definition of "Transactors".				
3. OTHER Retail		100%			An individual person or persons that NOT meet all the criteria above.	An individual person or persons that NOT meet all the criteria above.	An individual person or persons that NOT meet all the criteria above.		
RETAIL REAL ESTATE EXPOSURE (RRE)		TW FSC	BASEL II	BASEL III	TW FSC	BASEL II	BASEL III		
CLASS	LTV Bands								
1.General RRE [Whole Loan Approach] (Repayment is <u>not</u> materially dependent on cash flows generated by property)	LTV ≤ 50%	35%	35%	20%	a. 自用住宅定義: 銀行法第12條之1規定, 指具有完全能力之中華民國國民, 目前在國內確無自用住宅, 為購置自住使用之住宅所為之金融機構貸款。 b. 採用LTV法為基礎者, 應報請本會核准, 若經主管機關認定其不符合該方法之適用標準時, 得要求該銀行退回到相對簡單之方法, 直至符合金管會規定之條件。 c. 海外分行承作之海外房貸案件, 借款人以購建住宅或房屋修繕為目的, 提供本人或配偶或未成年子女所購(所有)之住宅為十足擔保並設定抵押權者, 得適用35% RW。	Lending fully secured by mortgages on residential property that is or will be occupied by the borrower, or that is rented.	a. Loan requirements: - Finished Property: not applicable to forest & agricultural land. - Legal enforceability - Claims over the property - Ability of the borrower to repay - Prudent value of property - Required Documentation b. LTV ratio calculation: - Different loans should be considered as a single exposure - Excl. the expectation of the price increases for property value appraisal & take into account permanently deterioration to the property value. - Should <u>not</u> be higher than market value. c. GRRE: - 'a','b' are met - not meet in the criteria of IPRRE or CRE		
	50% < LTV ≤ 60%			25%					
	60% < LTV ≤ 80%			30%					
	80% < LTV ≤ 90%			40%					
	90% < LTV ≤ 100%			50%					
	100% < LTV			70%					
for BASEL III		for TW							
Up to 55% of the property value (e.g. 55% x Property value = (A))		LTV ≤ 75%	35%	20%					
Residual Exposures (e.g. Loan - (A))		75% < LTV	75%	- Individuals: 75% SMEs: 85% Other: RW as for unsecured exposure					
3. Income Producing RRE (IPRRE) (Repayment is materially dependent on cash flows generated by property)	LTV ≤ 50%	75%	35%	30%	不符合自用住宅貸款定義者	Lending fully secured by mortgages on residential property that is or will be occupied by the borrower, or that is rented.	Requirement 'a' above is met. Requirement 'a' above is NOT met.		
	50% < LTV ≤ 60%			35%					
	60% < LTV ≤ 75%			45%					
	75% < LTV ≤ 80%			60%					
	80% < LTV ≤ 90%			75%					
	90% < LTV ≤ 100%			105%					
	100% < LTV			150%					
	Other			150%					