

 **Caixa Geral de Depósitos, S.A.**

Sucursal Offshore de Macau

儲金行股份有限公司澳門離岸分支機構

Caixa Geral de Depósitos, S.A. - Sucursal Offshore de Macau

Disclosure of Financial Information

According with Circular no 026/B/2012/DSB-AMCM

December 31, 2015

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Caixa Geral de Depósitos, S.A. was authorized by the Government of the Special Administrative Region of Macau through Executive Order no. 7/ 2013 to establish an Offshore Branch in Macau, with effect from February 1, 2013, unit to which was transferred, to this date, all assets and liabilities of its subsidiary that operated in Macau since 2005, Caixa Geral de Depósitos, - Subsidiária Offshore de Macau, S.A., that ceased its activity and was close down.

The information provided in this document was prepared according to circular nº 26/B/2012-DSB/AMCM published by Autoridade Monetária de Macau.

The Balance Sheet and Profit and Loss Accounts (table 1.1. e 1.2.), Cash Flow Statement (table 2) and Accounting Policies (point no.5) were subjected to auditing. The remaining information presented in this report was not audited.

1. Art 76º of Macau Financial System Act

1.1. Balance Sheet as of December 31, 2015

Unity: MOP (Macau pataca)	December 31, 2015		
	GROSS ASSETS	PROVISIONS, AMORTIZATIONS AND NET VALUE	NET ASSETS
ASSETS			
Cash	-	-	-
Deposits with AMCM	-	-	-
Accounts Receivable	-	-	-
Deposits with Other Credit Institution in Macau	777,674	-	777,674
Deposits with Other Credit Institutions Abroad	21,683,015	-	21,683,015
Gold and Silver	-	-	-
Other Current Assets	-	-	-
Credit Granted	2,890,358	-	2,890,358
Placements with Credit Institutions In Macau	-	-	-
Deposits at Call and Time Deposits with Credit Institutions Abroad	6,535,616,623	-	6,535,616,623
Shares, Bonds and Quotas	-	-	-
Investment of Assigned Funds	-	-	-
Debtors	-	-	-
Other Placements	-	-	-
Financial Investments	-	-	-
Property	-	-	-
Equipment	132,915	100,463	32,452
Deferred Cost	-	-	-
Start-Up Expenditure	-	-	-
Fixed Assets in Progress	-	-	-
Other Fixed Assets	335,148	268,481	66,667
Internal and Adjustment Accounts	15,283,560	-	15,283,560
TOTAL	6,576,719,293	368,944	6,576,350,349

1.1. Balance Sheet as of December 31, 2015 (continued)

	December 31, 2015	
	SUBTOTAL	TOTAL
Unity: MOP (Macau pataca)		
LIABILITIES		
Current Deposits	377,920,593	
Deposits at Call	-	
Time Deposits	6,163,658,551	6,541,579,144
Government Deposits	-	
Resources of Other Local Financial Institutions	-	
Resources of Other Local Entities	-	
Foreign Currency Loans	-	
Debentures	-	
Credit for Resources Consigned to the Bank	-	
Cheques and Payment Orders	-	0
Creditors	-	
Other Liabilities	-	0
Internal and Adjustment Accounts	23,009,640	23,009,640
Provisions for Risks	28,901	28,901
Capital	-	
Legal Reserves	-	
Reserve as per Company Articles	-	
Other Reserves	(180,356)	(180,356)
Net Profit Brought Forward	-	
Net Profit for Year Ended	11,913,020	11,913,020
TOTAL		6,576,350,349

1.2. Profit and Loss Accounts

Unity: MOP (Macau pataca)

	FROM 01/01/2015 to 31/12/2015	CREDIT	FROM 01/01/2015 to 31/12/2015
DEBIT			
Interest Expense	71,345,510	Interest Income	89,191,716
Staff Cost	2,874,735	Bank Operations Income	3,388
Remuneration of Board of Directors and Supervisor Committee		Other Bank Operating Income	1,659,853
Salaries and Wages	2,596,602	Incomes from Securities and Financial Investments	
Benefits	278,133	Other Bank Income	33,190
Other		Non-Banking Income	
Third Party Supply Expenses	61,089	Operating Losses	
Third Party Service Expenses	2,072,598		
Other Bank Costs	2,370,807		
Taxes	2,714		
Non-Banking Expenses	140,705		
Depreciations	106,969		
Provisions			
Operating Income	11,913,020		
TOTAL	90,888,147		90,888,147

1.2. Profit and Loss Accounts (continued)

Unity: MOP (Macau pataca)

	FROM 01/01/2015 to 31/12/2015	CREDIT	FROM 01/01/2015 to 31/12/2015
DEBIT			
Operating Losses		- Operating Income	11,913,020
Accumulated Losses From Previous Years		- Accumulated Income from Previous Years	-
Extraordinary Losses		- Extraordinary Income	-
Income Tax		- Provisions Used	-
Profit for the Year	11,913,020	- Loss for the Year	-
TOTAL	11,913,020		11,913,020

1.3. Summary of Management Report

Caixa Geral de Depósitos, S.A. was authorized by the Government of the Special Administrative Region of Macau through Executive Order no. 7/2013 to establish an Offshore Branch in Macau, with effect from February 1, 2013, unit to which was transferred, at of this date, all the assets and liabilities of Caixa Geral de Depósitos - Subsidiária Offshore de Macau, S.A. This subsidiary of Caixa Geral de Depósitos, S.A. that was established in Macau in 2005, ceased its activity on February 1, 2013 and was close down.

The international economic environment was characterized in 2015 by moderate growth in developed countries while in emerging markets economic growth rates decelerate significantly as the price of oil and other commodities dropped sharply.

In the euro area growth and, in particular, the inflation rate was significantly lower than expected leading the European Central Bank to lower key intervention interest rates to near zero and to implement a securities purchase program in the secondary market. In this context, the Euribor rates maintained a downward trend and for some maturities the rates were negative and there was a sharp drop in the bond market yields, both at short and long end of the curve.

In the U.S.A. there was a gradual recovery in economic activity and a sharp reduction in the unemployment rate led the Federal Reserve Bank to lift its key rate, for the first time since 2007, by 25 b.p., to a range from 0.25 per cent to 0.5 per cent, but future increases in interest rates are expected to be very gradual. The divergence of monetary policy stances in Europe and in the U.S.A. led to the continuation of the trend for the depreciation of the euro against major international currencies.

The strategic orientation of the Macau Offshore Branch of CGD remained unchanged and is centered in personal banking, its main business line.

The branch products and services, mainly time and savings deposits, that are made available through several distribution channels and are targeted at different segments of its customer base that consists of non-residents, in Macau and Portugal, in particular, emigrants and Portuguese descendants residing abroad.

The Macau Offshore Branch of Caixa Geral de Depósitos recorded a net profit of MOP 11,9 million in 2015 which represents a decrease of 3.1 per cent over the last year.

Operating income dropped 1.6 per cent relatively to the previous year, due to a fall in net interest income that was partially offset by an increase in net non-interest income.

Operating costs decreased 1.1 per cent, general administrative expenses and personnel costs declined by 4.4 per cent and 1.0 percent, respectively.

Customer deposits amount to MOP 6,557 million, as of December 31, 2015, showing a decrease of 14.2 per cent due mainly to translation effects to patacas of deposits denominated in foreign currencies, since pataca exchange rate appreciated significantly against major currencies, following closely the appreciation of the American dollar against other international currencies.

Under a centralized policy regarding the management of financial resources of CGD Group, net assets, as of December 31, 2015 amounted to 6576,3 million, recorded a decrease of 14.5 per cent due mainly to translation effects to patacas of assets denominated in foreign currencies. The main component of the branch's total asset is interbank deposits placed with Bank's Head Office, while loans granted to customers represents a small weight of total assets.

The Macau Offshore Branch of Caixa Geral de Depósitos, S.A. would like to thank the authorities of Macau, and in particular the Monetary Authority of Macau, for the collaboration given since the beginning of its activities, as well as Banco Nacional Ultramarino for the support provided.

1.4. Summary of External Auditors' Report

We have audited the financial statements of the Caixa Geral de Depósitos, S.A.- Sucursal Offshore de Macau for the year 2015, in accordance with the “Normas de Auditoria” and “Normas Técnicas de Auditoria” of the Macao Special Administrative Region. In our report, dated May 5, 2016, we expressed an opinion with no constraints on the financial statements of which the present is a summary.

The financial statements referred to above comprise the balance sheet, as at 31 December 2015, the income statement, the changes in the head office accounts and statement of cash flows for the year ended, as well as a summary of the relevant accounting policies and other explanatory notes.

The summarized financial statements prepared by management results from the annual audited financial statements mentioned above. In our opinion, the summarized financial statements are consistent in all material respects with the audited financial statements.

To better understand the financial position of Caixa Geral de Depósitos, S.A.- Sucursal Offshore de Macau and the results of its operations in the period and scope covered by our audit, the summarized financial statements should be read in conjunction with the financial statements of which they result, as well as with the corresponding audit report.

Kwok Sze Man
Registered Auditor

Deloitte Touche Tohmatsu - Sociedade de Auditores

Macau, May 5, 2016

1.5. List of shareholders with qualifying holdings

Caixa Geral de Depósitos' equity capital is owned by the Portuguese state as its sole shareholder.

1.6. Members of the company boards of Caixa Geral de Depósitos, S.A.

Statutory Bodies: (Mandate 2013-2015)

Board of the General Meetings (*)

Chairman:

Prof. Dr. Manuel Carlos Lopes Porto

Secretary:

Dr. José Lourenço Soares

Board of Directors

Chairman:

Prof. Dr. Álvaro José Barrigas do Nascimento

Vice-Chairman:

Dr. José Agostinho Martins de Matos

Members:

Dr. Nuno Maria Pinto de Magalhães Fernandes Thomaz (**)

Dr. João Nuno de Oliveira Jorge Palma

Dr. José Pedro Cabral dos Santos

Dra. Ana Cristina de Sousa Leal

Dra. Maria João Borges Carioca Rodrigues (***)

Dr. Jorge Telmo Maria Freire Cardoso (****)

Prof. Dr. Pedro Miguel Valente Pires Bela Pimentel

Prof. Dr. José Luís Mexia Fraústo Crespo de Carvalho

Dr. José Hernst Henzler Vieira Branco

Prof. Dr. Eduardo Manuel Hintze da Paz Ferreira

Prof. Dr. Daniel Traça

Prof. Dr. Pedro Fontes Falcão

Executive Committee

Chairman:

Dr. José Agostinho Martins de Matos

Deputy-Chairman:

Dr. Nuno Maria Pinto de Magalhães Fernandes Thomaz

Members:

Dr. João Nuno de Oliveira Jorge Palma
Dr. José Pedro Cabral dos Santos
Dra. Ana Cristina de Sousa Leal
Dra. Maria João Borges Carioca Rodrigues

Audit Committee

Chairman:

Prof. Dr. Eduardo Manuel Hintze da Paz Ferreira

Deputy-Chairman:

Prof. Dr. Daniel Traça

Members:

Prof. Dr. Pedro Fontes Falcão

* Dr. Rui Machete ceased functions as Vice Chairman of the General Assembly of the CGD, having been appointed Minister of State and Foreign Affairs (Official Gazette, 1st Series, Supplement of 07.24.2013)

** O Dr. Nuno Maria Pinto de Magalhães Fernandes Thomaz ceased his functions as member of the Board of Directors from May 31, 2016.

*** A Dra. Maria João Borges Carioca Rodrigues cessou ceased her functions as member of the Board of Directors from May 31, 2016.

*** Dr Jorge Telmo Maria Freire Cardoso requested on September 16, 2015 the suspension of his mandate for a period up to six months (according with a Unanimous Written Corporate Resolution of October 23, 2015, Minutes No. 3/2004), which was extended for an additional period of 6 months, eventually renewable, by a Unanimous Written Company Resolution of April 13, 2015.

1.7. Members of the management committee of Caixa Geral de Depósitos, S.A. – Sucursal Offshore de Macau

Management Committee (vide annex)

General Manager:

Dr. Artur Jorge Teixeira Santos

Members:

Dra. Ana Isabel Pais Vinagre Tomázio

Since April 9, 2015

Dr. Humberto Manuel Lopes Casanova

Until April 9, 2015

Dr. Pedro Manuel Rodrigues de Araújo Martinez

2. Cash Flow Statement

Unity: MOP (Macau pataca)

December 31, 2015

OPERATIONAL ACTIVITIES

Net Income Before Taxation	11,913,020
Adjustments for:	
Provisions and Impairment losses, net of Decreases, Reversals and Exchange Differences	(33,190)
Depreciation	106,969
Interest Income	(89,191,716)
Interest Expense	71,345,510
	(17,772,427)
Decrease/(Increase) in Operating Assets:	
Placements and Deposits with Credit Institutions in the Territory and Abroad	(2,923,224,587)
Loans and Advances to Customers	3,318,841
	(2,919,905,746)
(Decrease)/Increase in Operating Liabilities:	
Deposits	(316,189,306)
Accruals, Deferrals and Others	(390,068)
	(316,579,374)
Net Cash From Operating Activities Before Taxation	(3,242,344,527)
Interest Income Received	81,396,465
Interest and Expense Paid	(92,873,787)
	(11,477,322)
Net Cash From Operating Activities	(3,253,821,849)

INVESTING ACTIVITIES

Acquisitions of Equipment, Other Fixed Assets and Intangible Assets	-
Net Cash used In Investing Activity	0

FINANCING ACTIVITIES

Income for the year 2013 transferred to CGD Head Office	(11,421,246)
Net Cash From/ (Used In) Financing Activity	(11,421,246)
Net Increase in Cash and Cash Equivalents	(3,265,243,095)
Cash and Cash Equivalents at Beginning of the Year	3,802,447,528
Exchange Difference	(337,341,920)
Cash and Cash Equivalents at end of the Year	199,862,513

3. Off-Balance-sheet Exposures Other than Derivatives transactions

3.1. Contractual Amount or Notional Amount

Unity: MOP (Macau pataca)	December 31, 2015
Credit Substitutes	-
Transaction-Related Contingencies	-
Acceptances and Other Trade-Related Contingencies	-
Note Issuance Facilities, Revolving Underwriting Facilities and Other Similar Facilities	-
Forward Asset Purchases	-
Unpaid Portion of Partly Paid Shares and Other Securities	-
Forward Forward Deposits	-
Asset Sales with Repurchase Option	-
Undrawn Credit Facilities and Other Commitments to Extend Credit	-
Other Off-Balances-Sheet Items	5,586,387

4. Derivatives Transactions

4.1. Contractual Amount or Notional Amount

Unity: MOP (Macau pataca)	December 31, 2015
Exchange Rate Contracts	-
Interest Rate Contracts	-
Equities Contracts	-
Commodities Contracts	-
Others	-

4.2. Credit Risk Weighted Amounts of Interest Rate Contracts and Exchange Rate Contracts as calculated in accordance with Notice 013/93-AMCM

Unity: MOP (Macau pataca)	December 31, 2015	
	NOMINAL VALUE	WEIGHTED EXPOSURE
Interest Rate Contracts	-	-
Exchange Rate Contracts	-	-
Total	-	-

5. Accounting Policies

The financial statements are prepared in accordance with Financial Reporting Standards of Macau SAR.

Accrual basis

Income and expenses are recognised on an accrual basis, independently of when the amounts are received or paid, in accordance with the period of the operations. The differences between the amounts received or paid and the corresponding revenue or expenditure are recorded in “Accruals, deferrals and others” of assets and liabilities, respectively.

Equipment, intangible assets and other fixed assets

The equipment, intangible assets and other fixed assets are stated at cost less subsequent accumulated depreciation and accumulated impairment losses.

Depreciation of the fixed assets is recorded on a straight-line annual basis according with the estimated useful life of the fixed assets:

	YEARS OF USEFUL LIFE
Computer Hardware	4
Interior Fittings	5
Security Equipment	7
Vehicles	4
Intangible Assets	3
Furniture and Fixtures	8
Communication Equipment	10

An item of fixed assets is derecognized upon disposal or when no future economic benefits are expected to arise from the continued use of the asset. Any gain or loss arising on derecognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the item) is included in the income statement in the year which the item is derecognized.

Periodic test are made to identify evidence of impairment of equipment, intangible assets and other tangible assets.

Foreign currency assets and liabilities

Transactions in currencies other than the functional currency of the branch (foreign currencies) are recorded in the functional currency (i.e. the currency of the primary economic environment in which the entity operates) at the rates of exchange prevailing on the dates of the transactions. At each balance sheet date, monetary items denominated in foreign currencies are retranslated at the rates prevailing on the balance sheet date. Non-monetary items that are measured in terms of historical cost in a foreign currency are not retranslated.

Foreign currency assets and liabilities are translated daily into Euros using the average fixing rate published by the Monetary Authority of Macau (“MAM”). The resulting foreign exchange differences are recorded as “Other banking expenses” or “Other banking income”, as the case may be.

The exchange rates of Euros as of December 31, 2015 and 2014 were as follows:

	2015	2014
MOP	0.1146 EUR	0.1029 EUR
AUD	0.6667 EUR	0.6730 EUR
CAD	0.6594 EUR	0.7090 EUR
CHF	0.9258 EUR	0.8316 EUR
GBP	1.3552 EUR	1.2802 EUR
NOK	0.1041 EUR	0.1108 EUR
USD	0.9145 EUR	0.8225 EUR

SOM presents its financial statements in Macau Patacas. Therefore, SOM's results and financial position are translated from its functional currency into MOP using the following procedures:

- . assets and liabilities for each balance sheet presented (i.e. including comparative amounts) are translated at the closing rate at the date of that balance sheet;
- . for each period presented (i.e. including comparative periods), income and expenses recognized in the period are translated at the exchange rates at the dates of the transactions. For practical reasons, SOM translated income and expenses recognized in 2015 from EUR to MOP at the average exchange rate for the year of 2015, which corresponds to 0.1129; and
- . all resulting exchange differences are recognized in an exchange reserve.

Loans and advances to customers

Loans and advances to customers are stated in the balance sheet after deducting any specific impairment, if applicable.

The management estimates that no specific provision is required to write down its loans and advances to customers in order to state it in the balance sheet at their estimated net realisable value as they are generally collateralized by term deposits in SOM and therefore no credit risk is considered to exist.

A general provision amounting to 1% of the caption "Loans and advances to customers" is recorded as at balance sheet date in accordance with regulatory requirement of MAM.

Interest accrued is recorded in "Accruals, deferrals and others" in accordance with the effective interest rate method.

Customers' deposits, subordinated loans and other resources

Deposits, subordinated and other resources are recorded at their nominal amount. Interest accrued is recorded in "Accruals, deferrals and others" in accordance with the effective interest rate method.

Provisions and contingent losses

A provision is recorded whenever a present obligation (legal or constructive) exists as a result of a past event involving the probable future outflow of resources and this can be reliably determined. The amount of the provision comprises the best estimate of the amount to be paid to settle the liability as at the balance sheet date. When the outflow of resources is not probable, a contingent liability exists. Contingent liabilities need only be disclosed, unless the probability of their payment is remote.

Operating leases

CGD-SOM signed a lease contract of its office with a related company. The lease has no maturity.

Revenue

Interest income and interest expense are recognized on an accrual basis and are recorded on the income statement in "Interest income" and "Interest expense".

Cash and cash equivalents

For the purpose of preparing cash flow statements, CGD-SOM considers as "Cash and cash equivalents" the

following captions:

	<u>2015</u>	<u>2014</u>
Sight deposits with credit institutions	22,460,689	36,834,230
Deposits with original maturity up to 3 months recorded in:		
Deposits with other overseas credit institutions	177,401,824	3,765,613,298
	<u>199,862,513</u>	<u>3,802,447,528</u>

6. Related Parties Transactions - Transactions and Outstanding Balances

6.1. Policy for lending to related parties

Related Parties includes:

- a) A person, or a close member of that person's family, is related to the Branch if that person:
 - i) has control or joint control over the Branch;
 - ii) has significant influence over the Branch; or
 - iii) is a member of the key management personnel of the Branch or the Branch's parent.
- b) An entity is related to the Branch if any of the following conditions applies:
 - i) The entity and the Branch are members of the same group (which means that each parent, subsidiary and fellow subsidiary is related to the others);
 - ii) That entity holds a qualifying holding in the Branch;
 - iii) The entity is an associate or joint venture of the Branch (or an associate or joint venture of a member of a group of which the Branch is a member);
 - iv) The Branch is an associate or joint venture of the entity (or an associate or joint venture of a member of a group of which the entity is a member);
 - v) The Branch and the entity are joint ventures of the same third party;
 - vi) The entity is a joint venture of a third entity and the Branch is an associate of the third entity;
 - vii) The Branch is a joint venture of a third entity and the entity is an associate of the third entity;
 - viii) The entity is a post-employment benefit plan for the benefit of employees of either the Branch or an entity related to the Branch;
 - ix) The entity is controlled or jointly controlled by a person identified in (a);
 - x) A person identified in (a)(i) has significant influence over the entity or is a member of the key management personnel of the entity (or of a parent of the entity);
 - xi) A person identified in (a) (iii) is a member of the key management personnel of that entity (or of a parent of that entity).

Transactions with Group Companies

Transactions with related parties are made in the ordinary course of business and are conducted on the same terms as third party transactions, based on market rates at the time of each transaction.

Transaction with Key Personnel

During this year, CGD-SOM didn't provided credit facilities to key management personnel of the Branch and companies controlled or significantly influenced by them.

6.2. Transactions and Outstanding Balances

Unity: MOP (Macau pataca)

December 31, 2015

DEBIT BALANCES

Interbank Assets (deposits)	6,558,077,304
Certificates of Deposit	-
Sundry Investments	-
Credit Granted	-
Other Assets	15,264,031
Operating Costs	1,029,433

CREDIT BALANCES

Deposits from Non-Bank Customers	-
Certificates of Deposit	-
Interbank Liabilities (deposits)	4,289,991
Other Liabilities	-
Operating Income	88,979,569

7. Capital

Consolidated Information of CGD Group

7.1. Capital Adequacy Ratio

	December 31, 2015
Total Capital Ratio	12.3%
Core Tier1 Ratio	10.9%

7.2. Capital and Reserves

Unity: € (million euros)

	December 31, 2015
Equity	6,184
Share Capital	5,900
Fair Value Reserves	259
Other Reserves and Retained Earnings	(691)
Non-Controlling Interest	887
Net Profit	(171)

8. Credit Risk

8.1. Credit Risk Management

Credit risk is associated with the losses and level of uncertainty over a customer/counterparty's capacity to meet their obligations.

CGD-SOM has implemented an identification, assessment and control system of its credit risk portfolio both at the time the credit is granted and over the lifecycle of the operations.

Loans and advances in relation to which either the payment of interest or commission or the repayment of principal is delayed are classified as past due in accordance with the requirements set out by AMCM:

- Group I – up to 3 months
- Group II – over 3 months and less than or equal to 12 months
- Group III – over 12 months and less than or equal to 18 months
- Group IV – over 18 months

At the end of each quarter, general and specific provisions shall be set up as required by AMCM, in the following manner:

- Generic provision not less than 1% of the aggregated value of the credits which are not overdue for more than 3 months.
- Specific provision not less than 40%, 80% and 100% for Group II, Group III and Group IV respectively, based on their respective balances net of expected recoverable value of any existing and duly formalized tangible collateral.

CGD-SOM credit portfolio is not material, representing less than 0.5% of the Branch's Assets.

8.2. Geographic Distribution of Exposure

REGION	December 31, 2015				
	LOANS AND ADVANCES	LOANS AND ADVANCES PAST DUE	SPECIFIC PROVISION	DEBT SECURITIES	FINANCIAL DERIVATIVES
VENEZUELA	3 263 705	-	-	-	-
SOUTH AFRICA	1 896 276	-	-	-	-
UNITED KINGDOM	1 457 115	-	-	-	-
MOZAMBIQUE	239 270	-	-	-	-
SWITZERLAND	-	-	-	-	-
LUXEMBOURG	-	-	-	-	-
ANGOLA	-	-	-	-	-
	6 856 366	0	0	0	0

8.3. Industry Distribution of Exposure

SECTORS	December 31, 2015				
	LOANS AND ADVANCES	LOANS AND ADVANCES PAST DUE	SPECIFIC PROVISION	GENERAL PROVISION	CHARGE-OFFS
Manufacturing	-	-	-	-	-
Electricity, Gas and Water	-	-	-	-	-
Construction and Public Works	-	-	-	-	-
Trade (wholesale and retail)	-	-	-	-	-
Restaurants, Hotels and Related Activities	-	-	-	-	-
Transport, Warehouse and Communications	-	-	-	-	-
Individuals for House Purchases	-	-	-	-	-
Individuals for Other Purposes	6 856 366	-	-	68 564	-
Others	-	-	-	-	-
	6 856 366	0	0	68 564	0

8.4. Maturity Analysis

Unity: MOP (Macau pataca)

TYPE OF ACCOUNTS	December 31, 2015							
	TOTAL REPAYABLE	ON DEMAND	UP TO 1 MONTH	1 TO 3 MONTHS	3 TO 12 MONTHS	1 TO 3 YEARS	MORE THAN 3 YEARS	WITHIN AN INDEFINITE PERIOD
ASSETS								
Loans and Advances to Customers	6 856 366	-	-	-	3 457 987	1 457 115	1 941 264	-
Cash and Balances with and Loans and Advances to Banks	7 675 669 733	36 834 230	618 244 899	7 020 590 604	-	-	-	-
Certificates of Deposit Held	0	-	-	-	-	-	-	-
Securities Issued By Macao SAR Government and /or AMCM	0	-	-	-	-	-	-	-
Other Securities	0	-	-	-	-	-	-	-
Total Assets	7 682 526 099	36 834 230	618 244 899	7 020 590 604	3 457 987	1 457 115	1 941 264	0
LIABILITIES								
Deposits and Balances of Banks and Financial Institutions	33 895 310	33 895 310	-	-	-	-	-	-
Deposits from Public Sector Entities	0	-	-	-	-	-	-	-
Deposits from Holding and Associated Companies	0	-	-	-	-	-	-	-
Deposits from Non Bank Costumers	7 595 089 413	354 383 363	497 912 328	705 474 668	6 036 981 723	337 331	-	-
Certificates of Deposits Issued	0	-	-	-	-	-	-	-
Other Securities Issued	0	-	-	-	-	-	-	-
Total Liabilities	7 628 984 723	388 278 673	497 912 328	705 474 668	6 036 981 723	337 331	0	0

8.5. Analysis on Past Due Assets – non bank customers

Unity: MOP (Macau pataca)

PAST DUE FOR:	December 31, 2015		
	PAST DUE LOANS AND ADVANCES (Trade bills inclusive)	COLLATERAL	SPECIFIC PROVISIONS
More than 3 months but not more than 6 months	-	-	-
More than 6 months but not more than 1 year	-	-	-
More than 1 year	-	-	-
Total	-	-	-

Remark: As of 31st December 2015, there were no loans and advances to banks and other financial institutions that have been past due.

9. Market Risk

Market Risk measures the potentially negative impact on the branch profit and loss account that derives from unfavourable market prices' changes of the assets in portfolio such as, share prices, interest rates or foreign exchange rates as well as from changes on their correlations.

Within the scope of services provided from CGD, there is a complete segregation between front office and risk office.

It should be noted however that given CGD-SOM balance sheet structure, the branch does not have financial instruments in its portfolio that hold market risk.

10. Interest Rate Risk

This is the risk incurred by a financial institution whenever, during the course of its operations, it enters into transactions whose financial flows are sensitive to interest rate changes. In other words, it is the risk that a change in interest rates might occur, associated namely with the repricing mismatches of assets and liabilities held, thus contributing to the decrease of their profitability or to the increase of their financial cost, respectively.

The process for evaluating interest rate risk is closely associated with the methodology utilised by CGD, which comprises the accounting (or short term) and economic (or long term) perspectives and uses both simplified interest rate gaps (aggregate all assets and liabilities sensitive to interest rate changes in residual repricing time bands, thus obtaining the corresponding mismatches) and effective duration models (estimate of the percentage change in the price of the financial instruments given an interest rate change of 100 bps), as well as robust simulation technique models including Earnings at Risk metrics (impact of adverse interest rate changes on the interest margin) and Economic Value at Risk metrics (impact of adverse interest rate changes on the economic value of equity).

It should be noted that the economic perspective internal interest rate assessment models, i.e. fair value, sensitivity and duration, were fully revised and approved by the ALCO Committee in the second half of 2015.

11. Operational Risk

Operational risk means the risk of loss resulting from the inadequacy, failures or shortcomings of internal processes, individuals and information systems or from external events including legal risks.

The methodology for CGD operational risk management has been integrated with the internal control assessment system and may be characterized by the following components distributed among the four stages of the risk management cycle: identification, assessment, monitoring and mitigation.

- Identification includes collection of information and documentation on activities, potential operational risks, control and mitigating activities;
- Assessment through recording of operational risk events and self-assessment questionnaires;
- Monitoring includes the disclosure of information on operational risk, originating from the various methodological components, to diverse management parties;
- Mitigation through implementation of action plans in order to minimize the operational risk.

CGD-SOM activities are supported by the processes implemented by CGD and therefore are covered by the aforementioned methodology.

12. Foreign Exchange Risk

The assessment of the foreign exchange risk is based on the policy adopted by CGD and measured on a daily basis with the production of a foreign exchange risk report, showing market risk indicators such as VaR, its comparison with approved limits, total and by currency, foreign exchange position, back testing indicators and charts showing historical values of total foreign exchange position, the respective VaR 99% for 10 days and concentration of foreign exchange position by currency.

12.1. Total Net Long and Short Positions in foreign currencies

Unity: MOP (Macau pataca)	December 31, 2015		
	NET OPEN POSITION EXCLUDING OPTION CONTRACTS LONG OR SHORT	NET POSITION IN OPTION CONTRACTS LONG OR SHORT	NET OPEN POSITION INCLUDING OPTION CONTRACTS LONG OR SHORT
Currency:			
AUD	19 053	-	19 053
CAD	(982 258)	-	(982 258)
CHF	68 901	-	68 901
DKK	29	-	29
EUR	(1 149 883)	-	(1 149 883)
GBP	(187 619)	-	(187 619)
JPY	16 257 874	-	16 257 874
NOK	(6 490)	-	(6 490)
USD	(470 244)	-	(470 244)

12.2. Where the net position (in absolute terms) in a particular foreign currency constitutes not less than 10% of the total net position in all foreign currencies, disclose in respect of the particular currency its net long (or net short) position

Unity: MOP (Macau pataca)	December 31, 2015
Currency:	€UR (IN MOP EQUIVALENT)
Spot Assets	16 257 874
Spot Liabilities	-
Forward Purchases	-
Forward Sales	-
Net Options Position	-
Net Long Position	16 257 874
Net Short Position	-

13. Liquidity Risk

It involves the possibility of the occurrence of a time-lag or mismatch between a bank's cash outflows and inflows of funds, creating a situation in which an institution is unable to satisfy its commitments, i.e. when an institution's reserves and cash assets are insufficient to meet its obligations as and when they occur.

Liquidity risk management is based on the methodology adopted by CGD that has in its origin the analysis of the residual terms to maturity of the different balance sheet assets and liabilities. Cash inflows and cash outflows are shown in time bands on the basis of their residual time to maturity, with the respective liquidity gaps thereafter calculated both for the period and on accumulated terms.

To assess liquidity risk CGD adopted a structural concept/approach which incorporates the historical behaviour of depositors concerning the management of their current, term and savings accounts, distributing their balances among the different time bands in accordance with internally developed studies and models.

The management of liquidity risk also incorporates, at the parent company level, the execution of stress testing exercises in articulation with the existing Liquidity Contingency Plan, in compliance with the principles and recommendations of the Basel Committee on Banking Supervision (BCBS) and the European Banking Authority (EBA).

14. Consolidated Assets, Liabilities and Profits of CGD Group

Unity: € (million euros)	December 31, 2015
Total Assets	753,648,191
Total Liabilities	753,648,191
Total Gross Loans and Advances to Customers	333,472
Deposits and Balances from Banks and Other Financial Institutions	753,304,919
Deposits from Customers	751,461,119
Profit Before Taxation and Non-Controlling Interest	1,346,271

15. Annex - Curriculum Vitae of the members of the General Management

Artur Jorge Teixeira Santos:

Date of Birth

- 5th November, 1955

Current Positions

- 2013 – General Manager of Caixa Geral de Depósitos, S. A. - Sucursal Offshore de Macau, since February 2013

Former Positions Held

- 2011-2013 – Chairman of the Board of Directors of Caixa Geral de Depósitos, S. A. - Sucursal Offshore de Macau
- 2010 -2011 – Chief Executive Officer of Banco Nacional Ultramarino and Vice-President of the Board of Directors
- 2004- 2010 – Deputy Chief Executive Officer of Banco Nacional Ultramarino
- 2001- 2011 – Member of the Board of Directors of Banco Nacional Ultramarino
- 1998-2001 – Deputy Chief Executive Officer of Banco Nacional Ultramarino Macau Branch
- 1993-1998 – Chief Financial Officer of Banco Nacional Ultramarino Macau Branch
- 1992 -1993 – Financial Consultant for Macau International Airport's construction Project
- 1991-1992 – Deputy General Management of the Financial Department of Credit Franco-Portugais in France
- 1990- 1991 – Deputy General Manager of the International Department of Banco Nacional Ultramarino
- 1987-1990 – Deputy General Manager of the International, Finance and Large Enterprises Department of Banco Totta&Açores
- 1983 -1987 – Economist in the Research Unit of Issuing Institute of Macau, now called Monetary Authority of Macau

Academic Qualifications

- Postgraduate in Public Finance from the University of Coimbra, in 1989
- Degree in Economics from the Instituto Superior Economia of the University of Lisbon, in 1978
- Participation in several seminars regarding financial systems, banking regulation, monetary policy, retail banking and investment in Macau, Hong Kong, Taiwan and in Mainland China.

Ana Isabel Pais Vinagre Tomázio:

Date of Birth

- 16th November, 1971

Current Positions

- 2015 – Member of the General Management of Caixa Geral de Depósitos, S. A. - Sucursal Offshore de Macau
- 2012 – Non-Executive member of the Board of Directors of Banco Comercial Atlântico (CGD Group), in Cabo Verde.
- 2012 – Deputy General Manager of the International Business Division of CGD

Former Positions Held

- 2010-2012 – Deputy General Manager in the Division of Banking for Portuguese Residents Abroad of CGD
- 04/2005-11/2010 – Branch Manager in the Sintra Main Branch of CGD
- 03/2005-04/2005 – Branch Manager in the Queluz Branch of CGD
- 05/2003-03/2005 – Branch Manager in the Rio de Mouro Branch of CGD
- 11/2002-05/2003 – Branch Manager in the São Carlos Branch of CGD
- 05/1994-11/2002 – Account Manager in the Sintra Business Office of CGD

Academic Qualifications

- Postgraduate in Banking Management – Advanced course in Banking Management, from the Instituto Superior de Gestão Bancária, 2005 to 2006
- Degree in Economics from the Economics Department of Universidade Nova de Lisboa, from 1989 to 1993

Pedro Manuel Rodrigues de Araújo Martinez:

Date of Birth

- 16th December, 1968

Current Positions

- 2013 – Member of the General Management of Caixa Geral de Depósitos, S. A. - Sucursal Offshore de Macau
- 2012 – Coordinator of the International Business Division - Management of Offshore Activity (DIN) of CGD

Former Positions Held

- 2010-2012 – Coordinator in the Division of Banking for Portuguese Residents Abroad - Management of Offshore Activity (DBR) of CGD
- 2004-2010 – Specialist in the Division of Planning and Management Information-Coordination and Management of CGD Group Units and Strategic Equity Holdings (DPI-APF1) of CGD
- 2000-2004 – Specialist in the Division of Planning and Management Information -Accounting and Budget Control of Branches and Subsidiaries of CGD Group (DPI-API3) of CGD
- 1995-2000 – Specialist in the International Business Division (DIN), CGD, GIN -1, International Credit and Operations and Management Control of the International Activity of CGD Group.
- 1994-1995 – Trainee in the International Business Division (DIN) of CGD.

Academic Qualifications

- Advanced Studies in Banking Management - Universidade Católica – FCEE – from September to December 2008
- Advanced Course in Banking Management - Instituto de Formação Bancária (IFB), 2005
- Credit Risk Management – Instituto de Formação Bancária (IFB), 2000
- Management Auditing – Instituto Superior de Ciências do Trabalho e da Empresa (ISCTE), 1997
- Management of Financial Institutions and Operations - Instituto Superior de Gestão (ISG), 1995
- Degree in Business Management from the Instituto Superior de Gestão, in 1993