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**BANK OF CHONGQING CO., LTD.\***  
**重慶銀行股份有限公司\***

*(A joint stock company incorporated in the People's Republic of China with limited liability)*  
**(Stock Code of H Shares: 1963)**  
**(Stock Code of Preference Shares: 4616)**

**THIRD QUARTERLY REPORT FOR 2021**

The board of directors (the “**Board**”) of Bank of Chongqing Co., Ltd.\* (the “**Bank**” or “**Bank of Chongqing**”) is pleased to announce the unaudited results announcement of the Bank and its subsidiaries (the “**Group**”) for the third quarter ended September 30, 2021 (the “**Reporting Period**”) prepared in accordance with the International Financial Reporting Standards (the “**IFRSs**”). This quarterly report is made pursuant to Rule 13.09 of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the “**Listing Rules**”) and the Inside Information Provisions (as defined in the Listing Rules) under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong) (the “**SFO**”).

**1. IMPORTANT NOTICE**

- 1.1 The Board, the board of supervisors and each director, supervisor and member of senior management of the Bank warrant that the contents in this quarterly report are true, accurate and complete and contain no false representations, misleading statements or material omissions, and they will take legal responsibilities for such contents on a joint and several basis.
- 1.2 The 37th meeting of the sixth session of the Board of the Bank was held on October 29, 2021 by way of on-site (video) meeting. 13 directors were eligible to attend the meeting, among which 13 directors attended the meeting. The meeting considered and unanimously approved the Bank’s third quarterly report for 2021.
- 1.3 LIN Jun (Chairman of the Bank), RAN Hailing (President of the Bank), YANG Shiyin (Vice President in charge of Finance) and YANG Kun (Head of Finance Department) warrant that the financial statements in this report are true, accurate and complete.
- 1.4 In this report, the “Bank” refers to Bank of Chongqing Co., Ltd.; the “Group” refers to Bank of Chongqing Co., Ltd. and its subsidiaries.
- 1.5 The third quarterly report of the Bank for 2021 has not been audited.

\* *The Bank holds a financial licence number B0206H250000001 approved by the regulatory authority of the banking industry of the PRC and was authorised by the Administration for Market Regulation of Chongqing to obtain a corporate legal person business licence with a unified social credit code 91500000202869177Y. The Bank is not an authorized institution within the meaning of the Hong Kong Banking Ordinance (Chapter 155 of Laws of Hong Kong), not subject to the supervision of the Hong Kong Monetary Authority, and not authorized to carry on banking and/or deposit-taking business in Hong Kong.*

## 2. MAJOR ACCOUNTING DATA

### 2.1 Major accounting data and financial indicators

The financial information set out in this quarterly report was prepared according to IFRSs. Unless otherwise stated, the financial information relates to the Group and is expressed in RMB.

<i>(All amounts expressed in thousands of RMB unless otherwise stated)</i>	<b>September 30, 2021</b>	December 31, 2020	Increase at the end of the Reporting Period as compared to the end of the previous year (%)	
Total assets	<b>612,740,988</b>	561,641,397	9.1	
Loans and advances to customers, gross	<b>314,507,893</b>	283,226,555	11.0	
Total liabilities	<b>564,003,295</b>	519,647,183	8.5	
Customer deposits	<b>336,567,592</b>	314,500,257	7.0	
Equity attributable to shareholders of the Bank	<b>46,815,448</b>	40,174,997	16.5	
Total equity	<b>48,737,693</b>	41,994,214	16.1	
Net assets per share attributable to ordinary shareholders of the Bank (RMB)	<b>12.06</b>	11.28	6.9	
			<b>Increase/ (decrease) from January to September 2021 as compared to the same period of the previous year (%)</b>	
<i>(All amounts expressed in thousands of RMB unless otherwise stated)</i>	<b>July to September 2021</b>	<b>Increase/ (decrease) from July to September 2021 as compared to the same period of the previous year (%)</b>	<b>January to September 2021</b>	<b>Increase/ (decrease) from January to September 2021 as compared to the same period of the previous year (%)</b>
Operating income	3,833,374	16.7	11,003,184	12.3
Net profit	1,461,789	5.6	4,216,099	5.3
Net profit attributable to shareholders of the Bank	1,409,574	4.8	4,068,971	4.6
Net cash flows (used in)/generated from operating activities	10,930,213	(21.5)	(10,109,419)	(141.0)

	<b>July to September 2021</b>	<b>Increase/ (decrease) from July to September 2021 as compared to the same period of the previous year</b>	<b>January to September 2021</b>	<b>Increase/ (decrease) from January to September 2021 as compared to the same period of the previous year</b>
Basic earnings per share ( <i>RMB</i> )	0.41	(0.02)	1.20	(0.04)
Diluted earnings per share ( <i>RMB</i> )	0.41	(0.02)	1.20	(0.04)
Annualized return on average total assets (%) <sup>(1)</sup>	0.95	(0.07)	0.96	(0.06)
Annualized weighted average return on net assets (%) <sup>(2)</sup>	13.58	(1.94)	13.70	(1.78)

*Notes:*

- (1) Calculated by dividing net profit by the average of total assets at the beginning and at the end of the period.
- (2) Calculated according to the Compilation Rules for Preparation of Information Disclosures by Companies Offering Securities to the Public No. 9 – Calculation and Disclosure of Return on Net Assets and Earnings per Share (Revised in 2010) (《公開發行證券的公司信息披露編報規則第 9 號 – 淨資產收益率和每股收益的計算及披露》(2010 年修訂版)).

## **2.2 Note on differences between the financial statements prepared in accordance with the PRC GAAP and the IFRSs**

With respect to the financial statements of the Group prepared under the PRC GAAP (China Accounting Standards) and those under the IFRSs, there is no difference in the net profit attributable to shareholders of the Bank for the Reporting Period ended September 30, 2021 and the equity attributable to shareholders of the Bank as at the end of the Reporting Period.

## 2.3 Capital adequacy ratio

The table below sets forth the capital adequacy ratio of each level of the Group and the Bank calculated in accordance with the Administrative Measures for the Capital of Commercial Banks (for Trial) (《商業銀行資本管理辦法(試行)》) as of the dates indicated.

<i>(All amounts expressed in thousands of RMB unless otherwise stated)</i>	<b>September 30, 2021</b>		December 31, 2020	
	<b>The Group</b>	<b>The Bank</b>	The Group	The Bank
Core Tier I capital, net	<b>42,643,840</b>	<b>39,459,071</b>	35,902,191	32,937,291
Tier I capital, net	<b>47,699,807</b>	<b>44,368,378</b>	40,934,037	37,846,598
Net capital	<b>59,390,876</b>	<b>55,420,852</b>	53,672,813	50,048,091
Risk-weighted assets	<b>461,158,101</b>	<b>431,895,610</b>	427,946,826	402,983,025
Core Tier I capital adequacy ratio (%)	<b>9.25</b>	<b>9.14</b>	8.39	8.17
Tier I capital adequacy ratio (%)	<b>10.34</b>	<b>10.27</b>	9.57	9.39
Capital adequacy ratio (%)	<b>12.88</b>	<b>12.83</b>	12.54	12.42

## 2.4 Leverage ratio

The table below sets forth the leverage ratio of the Group calculated in accordance with the Administrative Measures for the Leverage Ratio of Commercial Banks (Revised) (《商業銀行槓桿率管理辦法(修訂)》) as of the dates indicated.

<i>(All amounts expressed in thousands of RMB unless otherwise stated)</i>	<b>September 30, 2021</b>	December 31, 2020
The balance of assets on and off-balance sheet after adjustments	<b>658,271,426</b>	598,603,483
Tier I capital, net	<b>47,699,807</b>	40,934,037
Leverage ratio (%)	<b>7.25</b>	6.84

## 2.5 Liquidity coverage ratio

The table below sets forth the liquidity coverage ratio of the Group calculated in accordance with the Administrative Measures for the Liquidity Risk Management of Commercial Banks (《商業銀行流動性風險管理辦法》) as of the dates indicated.

<i>(All amounts expressed in thousands of RMB unless otherwise stated)</i>	<b>September 30, 2021</b>	December 31, 2020
Qualified high-quality liquid assets	<b>45,273,070</b>	38,740,874
Net cash outflow in the next 30 days	<b>22,821,016</b>	18,889,865
Liquidity coverage ratio (%)	<b>198.38</b>	205.09

## 2.6 Particulars and reasons of material changes in major accounting statement items and financial indicators

The main reasons for material changes over 30% in major accounting statement items and financial indicators as compared to the same period of the previous year or the end of the previous year are as follows:

<i>(All amounts expressed in thousands of RMB unless otherwise stated)</i>	<b>January to September 2021</b>	January to September 2020	Change rate as compared to the same period of the previous year (%)	Main reasons of the changes
Fee and commission expense	<b>(98,238)</b>	(66,933)	46.8	Mainly due to the increase in the commission expense from bank card services.
Net trading gains/(losses)	<b>389,914</b>	(170,357)	N/A	Mainly due to the valuation gains from equity investments measured at fair value through profit or loss, whereas a loss was incurred in the previous year.
Net gains on investment securities	<b>1,257,524</b>	853,435	47.3	Mainly due to the valuation gains from financial assets measured at fair value through profit or loss, whereas a loss was incurred in the previous year.
Other operating income	<b>123,124</b>	84,184	46.3	Mainly due to the increase in the government grants.
Share of profit of associates	<b>190,141</b>	93,451	103.5	Mainly due to the period-to-period increase in the net profit of associates of the Group.
Net cash flows (used in)/ generated from operating activities	<b>(10,109,419)</b>	24,649,156	(141.0)	Mainly due to the increase in the credit granting and the adjustment of the liability structure, and the decrease in the deposits from other banks.
<i>(All amounts expressed in thousands of RMB unless otherwise stated)</i>	<b>September 30, 2021</b>	December 31, 2020	Change rate as compared to the end of the previous year (%)	Main reasons of the changes
Capital surplus	<b>8,038,476</b>	4,680,638	71.7	Mainly due to the increase in the premium from the A Share issuance, resulting in an increase in the capital surplus.

### 3. NUMBER OF SHAREHOLDERS AND SHAREHOLDING

#### 3.1 Holders and shareholding of the ordinary shares

As at the end of the Reporting Period, the Bank had a total of 83,129 ordinary shareholders, of which, 81,997 are A shareholders and 1,132 are registered H shareholders. As at the end of the Reporting Period, the shareholdings of top ten shareholders of ordinary shares and top ten shareholders of ordinary shares without selling restrictions of the Bank are as follows:

Particulars of shareholdings of the top ten shareholders of ordinary shares of the Bank								
S.N.	Name of shareholder	Nature of shareholder	Number of shares held at the end of the period (shares)	Shareholding percentage (%)	Type of shares	Number of shares with selling restrictions (shares)	Particulars of pledge, charge or frozen state	
							Status	Number
1	HKSCC Nominees Limited	Offshore legal person	1,118,730,819	32.20	H Shares	-	Unknown	-
2	Chongqing Yufu Capital Operation Group Co., Ltd.	State-owned legal person	483,985,248	13.93	A Shares + H Shares	407,929,748	Nil	-
3	Dah Sing Bank, Limited	Offshore legal person	458,574,853	13.20	H Shares	-	Nil	-
4	Lifan Technology (Group) Co., Ltd.	Private legal person	294,818,932	8.49	A Shares + H Shares	129,564,932	Pledged	252,064,932
5	SAIC Motor Corporation Limited	State-owned legal person	240,463,650	6.92	H Shares	-	Nil	-
6	Funde Sino Life Insurance Co., Ltd.	Private legal person	217,570,150	6.26	H Shares	-	Nil	-
7	Chongqing Road & Bridge Co., Ltd.	Private legal person	171,339,698	4.93	A Shares	171,339,698	Nil	-
8	Chongqing Real Estate Group Co., Ltd.	State-owned legal person	159,926,519	4.60	A Shares	139,838,675	Nil	-
9	Chongqing Water Conservancy Investment Group Co., Ltd.	State-owned legal person	139,838,675	4.02	A Shares	139,838,675	Nil	-
10	Peking University Founder Group Co., Ltd.	State-owned legal person	94,506,878	2.72	A Shares	94,506,878	Nil	-

**Particulars of shareholdings of the top ten shareholders  
of ordinary shares without selling restrictions of the Bank**

S.N.	Name of shareholder	Number of outstanding shares without selling restrictions (shares)	Type and number of shares	
			Type	Number (shares)
1	HKSCC Nominees Limited	1,118,730,819	H Shares	1,118,730,819
2	Chongqing Real Estate Group Co., Ltd.	20,087,844	A Shares	20,087,844
3	Hong Kong Securities Clearing Company Limited	3,449,787	A Shares	3,449,787
4	Chongqing Yufu Capital Operation Group Co., Ltd.	1,489,500	A Shares	1,489,500
5	Wang Yuzhong (王玉忠)	1,080,000	A Shares	1,080,000
6	Wang Yuehong (王月紅)	1,050,000	A Shares	1,050,000
7	Yao Jianqin (姚建琴)	1,047,000	A Shares	1,047,000
8	Ding Lin (丁林)	953,300	A Shares	953,300
9	Gao Yan (高豔)	885,200	A Shares	885,200
10	Wang Yuxia (王玉霞)	868,400	A Shares	868,400

Statement on the connected relations and concerted actions between the above shareholders: HKSCC Nominees Limited is a wholly-owned subsidiary of Hong Kong Securities Clearing Company Limited. Apart from this, the Bank is not aware of any connected relations or concerted actions between the above shareholders.

Description of top ten shareholders and top ten shareholders without selling restrictions participate in financing, securities lending and refinancing businesses: The Bank is not aware that whether the principal of HKSCC Nominees Limited will participate in financing, securities lending and refinancing businesses. Ding Lin (丁林) held 523,600 shares and 429,700 shares through general account and credit account, respectively, totaling held of 953,300 shares.

Statement on shareholders of preference shares with restored voting rights and the number of shares held: Not applicable

*Notes:*

- (1) The number of shares held by HKSCC Nominees Limited refers to the total number of shares in the shareholders of H shares' account of the Bank in the trading system represented by HKSCC Nominees Limited. Hong Kong Securities Clearing Company Limited is an institution that is designated as a nominal holder and is designated by others to hold shares on their behalf. It holds the Shanghai Connect shares of the Bank which are hold by investors.
- (2) Chongqing Yufu Capital Operation Group Co., Ltd. directly held 409,419,248 A shares and held 74,566,000 H shares of the Bank through its subsidiary Chongqing Yufu (Hong Kong) Limited and held 31,173,547 A shares of the Bank through its associates, namely Chongqing Chuanyi Automation Co., Ltd., Chongqing Chuanyi Instrument Microcircuit Co., Ltd. (重慶川儀微電路有限責任公司), Chongqing Silian Investment and Management Co., Ltd. (重慶四聯投資管理有限責任公司), Southwest Securities Company, Ltd., Chongqing Hotel Co., Ltd., Chongqing Rural Commercial Bank Co., Ltd., Chongqing Union Property Right Exchange Co., Ltd. (重慶聯合產權交易所集團股份有限公司) and Yang Yusong, together with its associates, held an aggregate of 515,158,795 shares of the Bank, representing 14.83% of the Bank's total shares.
- (3) Lifan Technology (Group) Co., Ltd. held 129,564,932 A shares of the Bank and held 165,254,000 H shares of the Bank through its subsidiary Lifan International (Holdings) Limited. Lifan Technology (Group) Co., Ltd., together with its subsidiary, held an aggregate of 294,818,932 shares of the Bank, representing 8.49% of the Bank's total share capital.

- (4) SAIC Motor Corporation Limited held 240,463,650 H shares of the Bank through its subsidiary SAIC Motor HK Investment Limited, representing 6.92% of the Bank's total share capital.
- (5) Funde Sino Life Insurance Co., Ltd. directly held 150,000,000 H shares of the Bank and held 67,570,150 H shares of the Bank through its subsidiary Fund Resources Investment Holding Group Company Limited. Funde Sino Life Insurance Co., Ltd., together with its subsidiary, held an aggregate of 217,570,150 H shares of the Bank, representing 6.26% of the Bank's total share capital.
- (6) Chongqing Road & Bridge Co., Ltd. directly held 171,339,698 A shares of the Bank, and its associate, namely Chongqing International Trust Co., Ltd., held 195,102 A shares of the Bank. Chongqing Road & Bridge Co., Ltd., together with its associate, held an aggregate of 171,534,800 A shares of the Bank, representing 4.94% of the Bank's total shares.
- (7) Chongqing Real Estate Group Co., Ltd. directly held 159,926,519 A shares of the Bank, and its associates, namely Chongqing Kangju Property Development Co., Ltd. (重慶康居物業發展有限公司), Chongqing Institute of Urban Pest Control (重慶市城市害蟲防治研究所), Chongqing Qing'an Property Management Co., Ltd. (重慶慶安物業管理有限公司), Chongqing Key Engineering Development Co., Ltd. (重慶市重點工程開發有限公司) and Chongqing Fangzong Real Estate Co., Ltd. (重慶房綜置業有限公司) held 3,673,494 A shares of the Bank. Chongqing Real Estate Group Co., Ltd., together with its associates, held an aggregate of 163,600,013 A shares of the Bank, representing 4.71% of the Bank's total shares.
- (8) As at the end of the Reporting Period, the Bank pledged 343,536,213 shares, representing 9.89% of the Bank's total share capital and froze 5,835,188 shares, representing 0.17% of the Bank's total share capital.

### 3.2 Holders and shareholding of the preference shares

As at September 30, 2021, the total number of preference shareholders (or nominees) of the Bank was one, who is an offshore preference shareholder. Particulars of shareholdings are as follows:

Name of shareholder of preference shares	Nature of shareholder	Increase or decrease during the Reporting Period (shares)	Total number of shares held at the end of the period (shares)	Shareholding (%)	Number of shares pledged or frozen (shares)
The Bank of New York Depository (Nominees) Limited	Offshore legal person	-	37,500,000	100.00	Unknown

Notes:

- (1) Shares held by the above shareholders are the Bank's shares without selling restrictions.
- (2) The shareholding of preference shareholders is based on the information contained in the register of preference shareholders of the Bank.
- (3) As the issuance is a non-public offer, the information contained in the register of preference shareholders refers to the nominees of placees.
- (4) The Bank is not aware whether there are any connected relations or concerted actions among the above preference shareholders and Top 10 ordinary shareholders.
- (5) "Shareholding" means the proportion of offshore preference shares held by preference shareholders to the total number of offshore preference shares.

#### 4. HIGHLIGHTS OF QUARTERLY RESULTS

As at September 30, 2021, the Group's total assets amounted to RMB612,741 million, representing an increase of RMB51,100 million or 9.1% as compared to the end of the previous year.

Customer deposits amounted to RMB336,568 million, representing an increase of RMB22,067 million or 7.0% as compared to the end of the previous year. Of which: time deposits, demand deposits, pledged deposits held as collateral, other deposits and interest payable amounted to RMB226,156 million, RMB90,165 million, RMB12,131 million, RMB4,943 million and RMB3,173 million, respectively.

Total loans and advances to customers amounted to RMB314,508 million, representing an increase of RMB31,282 million or 11.0% as compared to the end of the previous year. Of which: corporate loans, personal loans, discounted bills and interest receivable amounted to RMB185,565 million, RMB105,099 million, RMB21,652 million and RMB2,192 million, respectively.

For the nine months ended September 30, 2021, the Group recorded a net profit of RMB4,216 million, representing an increase of RMB212 million or 5.3% as compared to the same period of the previous year. The operating income amounted to RMB11,003 million, representing an increase of RMB1,206 million or 12.3% as compared to the same period in the previous year, mainly due to increase of the net interest income<sup>1</sup> and other items. Operating expenses amounted to RMB2,337 million, representing an increase of RMB425 million or 22.2% as compared to the same period of the previous year. The cost-to-income ratio was 20.16%, representing an increase of 1.75 percentage points as compared to the same period of the previous year.

The balance of non-performing loans amounted to RMB4,163 million, representing an increase of RMB600 million as compared to the end of the previous year; the non-performing loan ratio was 1.33%, representing an increase of 0.06 percentage point as compared to the end of the previous year and a decrease of 0.02 percentage point as compared to the end of June 2021; and the provision coverage ratio was 271.67%, representing a decrease of 37.47 percentage points as compared to the end of the previous year and an increase of 23.85 percentage points as compared to the end of June 2021.

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<sup>1</sup> In accordance with the Notice on Strictly Implementing the Accounting Standards for Business Enterprises and Practically Strengthening the Annual Reporting Work of Enterprises in 2020 (Cai Kuai [2021] No. 2), the reporting items of the credit card installment business was required to be adjusted from "fee and commission income" to "interest income" items listed. Due to the changes in the scope of the above-mentioned financial statements, the Bank has restated the comparative data for the same period in accordance with the scope of the current period.

In accordance with the Administrative Measures for the Capital of Commercial Banks (for Trial) (《商業銀行資本管理辦法(試行)》), as at the end of the Reporting Period, the Group's Core Tier I capital adequacy ratio, Tier I capital adequacy ratio and capital adequacy ratio were 9.25%, 10.34% and 12.88%, respectively, representing an increase of 0.86, 0.77 and 0.34 percentage point respectively as compared to the end of the previous year, fulfilling the latest regulatory requirements on capital adequacy ratios applicable to the PRC banking industry.

## 5. OTHER REMINDERS

### **Other important information about the Bank's operations during the Reporting Period that needs to be brought to the attention of investors**

Relevant resolutions in relation to the Bank's proposed public issuance of A Share convertible corporate bonds of no more than RMB13 billion have been successively reviewed and approved by the Board, the general meeting and the shareholders' class meetings of the Bank. For details, please refer to the relevant announcements published by the Bank on the websites of the Shanghai Stock Exchange, The Stock Exchange of Hong Kong Limited and the Bank's official website.

During the Reporting Period, the Bank's aforementioned issuance application has been approved by the Chongqing Bureau of China Banking and Insurance Regulatory Commission. For details, please refer to the relevant announcement published by the Bank on the websites of the Shanghai Stock Exchange, The Stock Exchange of Hong Kong Limited and the Bank's official website on September 27, 2021.

In October 2021, the Bank's aforementioned issuance application has been accepted by the China Securities Regulatory Commission. For details, please refer to the relevant announcement published by the Bank on the websites of the Shanghai Stock Exchange, The Stock Exchange of Hong Kong Limited and the Bank's official website on October 13, 2021. The Bank's public issuance of A Share convertible corporate bonds is subject to approval from the China Securities Regulatory Commission. The Bank will perform its information disclosure obligations in a timely manner based on the review progress on the matter by the China Securities Regulatory Commission.

## 6. PUBLICATION OF QUARTERLY REPORT

The quarterly report will be published on the HKEXnews website of The Stock Exchange of Hong Kong Limited ([www.hkexnews.hk](http://www.hkexnews.hk)) and the website of the Bank ([www.cqcbank.com](http://www.cqcbank.com)). The quarterly report prepared under the PRC GAAP (China Accounting Standards) will be published on the website of the Shanghai Stock Exchange ([www.sse.com.cn](http://www.sse.com.cn)) and the website of the Bank ([www.cqcbank.com](http://www.cqcbank.com)).

This quarterly report was prepared in both Chinese and English, where there is a discrepancy between the Chinese and English versions, the Chinese version shall prevail.

On behalf of the Board  
**Bank of Chongqing Co., Ltd.\***  
**LIN Jun**  
*Chairman*

Chongqing, the PRC, October 29, 2021

*As at the date of this announcement, the executive directors of the Bank are Ms. LIN Jun, Mr. RAN Hailing, Mr. LIU Jianhua and Mr. WONG Wah Sing; the non-executive directors are Mr. WONG Hon Hing, Mr. YANG Yusong, Mr. WU Heng and Ms. LIU Ying; and the independent non-executive directors are Dr. LIU Xing, Mr. WANG Rong, Dr. ZOU Hong, Dr. FUNG Don Hau and Mr. YUAN Xiaobin.*

## APPENDIX FINANCIAL STATEMENTS ACCORDING TO IFRSS

### CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

FOR THE PERIOD FROM JANUARY 1 TO SEPTEMBER 30, 2021

(All amounts expressed in thousands of RMB unless otherwise stated)

	For the nine months ended September 30,	
	2021 (Unaudited)	2020 (Unaudited)
Interest income	20,363,874	18,629,140
Interest expense	(11,724,736)	(10,439,549)
<b>Net interest income</b>	<b>8,639,138</b>	<b>8,189,591</b>
Fee and commission income	691,722	907,321
Fee and commission expense	(98,238)	(66,933)
<b>Net fee and commission income</b>	<b>593,484</b>	<b>840,388</b>
Net trading gains/(losses)	389,914	(170,357)
Net gains on investment securities	1,257,524	853,435
Other operating income	123,124	84,184
<b>Operating income</b>	<b>11,003,184</b>	<b>9,797,241</b>
Operating expenses	(2,337,092)	(1,912,085)
Asset impairment losses	(3,545,547)	(2,952,206)
<b>Operating profit</b>	<b>5,120,545</b>	<b>4,932,950</b>
Share of profit of associates	190,141	93,451
<b>Profit before income tax</b>	<b>5,310,686</b>	<b>5,026,401</b>
Income tax	(1,094,587)	(1,022,431)
<b>Net profit for the period</b>	<b>4,216,099</b>	<b>4,003,970</b>

**CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME (CONTINUED)**  
**FOR THE PERIOD FROM JANUARY 1 TO SEPTEMBER 30, 2021**  
*(All amounts expressed in thousands of RMB unless otherwise stated)*

	<b>For the nine months ended September 30,</b>	
	<b>2021</b>	<b>2020</b>
	<b>(Unaudited)</b>	<b>(Unaudited)</b>
<b>Other comprehensive income</b>		
<i>Items that may subsequently be reclassified to profit or loss:</i>		
Net gains/(losses) on debt investments at fair value through other comprehensive income	<b>375,369</b>	(95,498)
Less: Relevant income tax impact	<b>(93,842)</b>	23,875
<b>Subtotal</b>	<b>281,527</b>	(71,623)
<i>Items that will not subsequently be reclassified to profit or loss:</i>		
Net gains on equity investments designated at fair value through other comprehensive income	<b>(164,680)</b>	–
Less: Relevant income tax impact	<b>41,170</b>	–
<b>Subtotal</b>	<b>(123,510)</b>	–
Remeasurement of retirement benefits/(losses)	<b>2,572</b>	(1,584)
Less: Relevant income tax impact	<b>(643)</b>	396
<b>Subtotal</b>	<b>1,929</b>	(1,188)
<b>Total other comprehensive income, net of tax</b>	<b>159,946</b>	(72,811)
<b>Total comprehensive income for the period</b>	<b>4,376,045</b>	3,931,159

**CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME (CONTINUED)**  
**FOR THE PERIOD FROM JANUARY 1 TO SEPTEMBER 30, 2021**  
*(All amounts expressed in thousands of RMB unless otherwise stated)*

	<b>For the nine months ended September 30,</b>	
	<b>2021</b>	<b>2020</b>
	<b>(Unaudited)</b>	<b>(Unaudited)</b>
<b>Net profit attributable to:</b>		
Shareholders of the Bank	<b>4,068,971</b>	3,890,833
Non-controlling interests	<b>147,128</b>	113,137
	<b><u>4,216,099</u></b>	<b><u>4,003,970</u></b>
<b>Comprehensive income attributable to:</b>		
Shareholders of the Bank	<b>4,228,917</b>	3,818,022
Non-controlling interests	<b>147,128</b>	113,137
	<b><u>4,376,045</u></b>	<b><u>3,931,159</u></b>
<b>Earnings per share attributable to the shareholders of the Bank (expressed in RMB per share)</b>		
– Basic and diluted	<b><u>1.20</u></b>	<b><u>1.24</u></b>

Chairman: LIN Jun    President: RAN Hailing    Vice President: YANG Shiyin    Head of Finance Department: YANG Kun

**CONSOLIDATED STATEMENTS OF FINANCIAL POSITION***AS AT SEPTEMBER 30, 2021**(All amounts expressed in thousands of RMB unless otherwise stated)*

	<b>September 30, 2021 (Unaudited)</b>	December 31, 2020 (Audited)
<b>ASSETS</b>		
Cash and balances with central bank	<b>33,915,323</b>	35,305,289
Due from banks and other financial institutions	<b>56,904,439</b>	52,659,497
Financial assets at fair value through profit or loss	<b>23,453,481</b>	31,208,753
Loans and advances to customers	<b>303,221,389</b>	272,259,348
Investment securities		
– Financial assets at fair value through other comprehensive income	<b>59,384,576</b>	45,881,180
– Financial assets measured at amortised cost	<b>124,652,793</b>	113,700,026
Investment in associates	<b>2,122,477</b>	1,945,081
Property, plant and equipment	<b>3,126,916</b>	3,233,280
Deferred tax assets	<b>3,781,357</b>	3,353,016
Other assets	<b>2,178,237</b>	2,095,927
<b>Total assets</b>	<b><u>612,740,988</u></b>	<b><u>561,641,397</u></b>
<b>LIABILITIES</b>		
Due to and placements from banks and other financial institutions	<b>98,945,570</b>	97,411,900
Customer deposits	<b>336,567,592</b>	314,500,257
Financial liabilities at fair value through profit or loss	<b>6,020</b>	6,904
Taxes payable	<b>505,845</b>	405,461
Debt securities issued	<b>122,252,558</b>	101,040,342
Other liabilities	<b>5,725,710</b>	6,282,319
<b>Total liabilities</b>	<b><u>564,003,295</u></b>	<b><u>519,647,183</u></b>
<b>SHAREHOLDERS' EQUITY</b>		
Share capital	<b>3,474,505</b>	3,127,055
Preference shares	<b>4,909,307</b>	4,909,307
Capital surplus	<b>8,038,476</b>	4,680,638
Other reserves	<b>11,101,126</b>	10,356,321
Retained earnings	<b>19,292,034</b>	17,101,676
<b>Total equity attributable to shareholders of the Bank</b>	<b><u>46,815,448</u></b>	<b><u>40,174,997</u></b>
Non-controlling interests	<b>1,922,245</b>	1,819,217
<b>Total shareholders' equity</b>	<b><u>48,737,693</u></b>	<b><u>41,994,214</u></b>
<b>Total liabilities and shareholders' equity</b>	<b><u>612,740,988</u></b>	<b><u>561,641,397</u></b>

Chairman: LIN Jun    President: RAN Hailing    Vice President: YANG Shiyin    Head of Finance Department: YANG Kun

**CONSOLIDATED STATEMENTS OF CASH FLOWS**  
**FOR THE PERIOD FROM JANUARY 1 TO SEPTEMBER 30, 2021**  
*(All amounts expressed in thousands of RMB unless otherwise stated)*

	<b>For the nine months ended September 30,</b>	
	<b>2021</b>	<b>2020</b>
	<b>(Unaudited)</b>	<b>(Unaudited)</b>
<b>Cash flows from operating activities:</b>		
Profit before income tax	<b>5,310,686</b>	5,026,401
Adjustments:		
Depreciation and amortisation	<b>256,484</b>	223,225
Impairment losses on loans	<b>3,527,447</b>	3,035,828
(Reversal of)/provision for impairment allowances on other assets	<b>18,100</b>	(83,622)
Net gains on disposal of property, plant and equipment and foreclosed assets	<b>(6,324)</b>	(31,052)
Losses/(gains) on changes in fair value	<b>(521,524)</b>	221,434
Net gains arising from financial investments	<b>(1,119,149)</b>	(1,029,411)
Share of profit of associates	<b>(190,141)</b>	(93,451)
Interest income arising from investment securities	<b>(6,573,459)</b>	(5,930,722)
Interest expense arising from financing activities	<b>2,680,956</b>	2,439,495
	<hr/>	<hr/>
Net (increase)/decrease in operating assets:		
Net decrease/(increase) in restricted deposit balances with central bank	<b>459,327</b>	(2,418,723)
Net decrease in due from and placements with banks and other financial institutions	<b>2,141,271</b>	4,609,822
Net (increase)/decrease in financial assets held under resale agreements	<b>(2,997,726)</b>	1,525,408
Net increase in loans and advances to customers	<b>(34,939,112)</b>	(22,288,256)
Net decrease/(increase) in other operating assets	<b>194,069</b>	(1,399,437)
Net increase in operating liabilities:		
Net increase in borrowings from central banks	<b>9,356,913</b>	7,159,039
Net (decrease)/increase in due to and placements from banks and other financial institutions	<b>(10,344,331)</b>	6,174,177
Net increase/(decrease) in financial assets sold under repurchase agreements	<b>2,521,088</b>	(2,292,979)
Net increase in customer deposits	<b>22,067,335</b>	30,183,607
Net (decrease)/increase in other operating liabilities	<b>(476,113)</b>	1,209,100
Income tax paid	<b>(1,475,216)</b>	(1,590,727)
	<hr/>	<hr/>
<b>Net cash (outflows)/inflows from operating activities</b>	<b>(10,109,419)</b>	24,649,156

**CONSOLIDATED STATEMENTS OF CASH FLOWS (CONTINUED)**  
**FOR THE PERIOD FROM JANUARY 1 TO SEPTEMBER 30, 2021**  
*(All amounts expressed in thousands of RMB unless otherwise stated)*

	<b>For the nine months ended September 30,</b>	
	<b>2021</b>	<b>2020</b>
	<b>(Unaudited)</b>	<b>(Unaudited)</b>
<b>Cash flows from investing activities:</b>		
Proceeds from disposal of property, plant and equipment, intangible assets and other long-term assets	<b>68,395</b>	80,284
Purchase of property, plant and equipment, intangible assets and other long-term assets	<b>(195,595)</b>	(292,733)
Proceeds from sale and redemption of investments	<b>42,990,628</b>	39,850,952
Return on investments	<b>6,855,487</b>	6,225,498
Purchase of investment securities	<b>(58,011,893)</b>	(65,042,713)
<b>Net cash outflows from investing activities</b>	<b>(8,292,978)</b>	(19,178,712)
<b>Cash flows from financing activities:</b>		
Cash received from absorbing investment	<b>3,705,288</b>	–
Proceeds from issuance of debt securities and inter-bank certificates of deposit	<b>101,942,930</b>	95,874,710
Cash paid to redeem debt securities and inter-bank certificates of deposit issued	<b>(82,920,000)</b>	(97,090,000)
Cash paid for lease liabilities	<b>(31,731)</b>	(28,105)
Cash paid for interest	<b>(489,002)</b>	(485,500)
Dividends paid to shareholders	<b>(1,315,870)</b>	(757,109)
<b>Net cash inflows/(outflows) from financing activities</b>	<b>20,891,615</b>	(2,486,004)
<b>Impact from exchange rate changes on cash and cash equivalents</b>	<b>(35,373)</b>	(97,705)
<b>Net increase in cash and cash equivalents</b>	<b>2,453,845</b>	2,886,735
<b>Cash and cash equivalents at the beginning of the period</b>	<b>11,524,221</b>	9,958,679
<b>Cash and cash equivalents at the end of the period</b>	<b>13,978,066</b>	12,845,414