

Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited take no responsibility for the contents of this announcement, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.



交通銀行股份有限公司  
**Bank of Communications Co., Ltd.**

(A joint stock company incorporated in the People's Republic of China with limited liability)  
(Stock Code: 03328)

**RESULTS ANNOUNCEMENT FOR THE THIRD QUARTER 2023**

The board of directors (the “**Board**”) of Bank of Communications Co., Ltd. (the “**Bank**”) is pleased to announce the unaudited results (the “**Third Quarter Results**”) of the Bank and its subsidiaries (the “**Group**”) for the nine months ended 30 September 2023 (the “**Reporting Period**”). The Board and the Audit Committee of the Board have reviewed and confirmed the Third Quarter Results. This announcement is made pursuant to Part XIVA of the *Securities and Futures Ordinance* (Chapter 571 of the Laws of Hong Kong) and Rule 13.09 of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited.

**I. CORPORATE INFORMATION**

	<b>Stock name</b>	<b>Stock code</b>	<b>Stock exchange</b>
<b>A Share</b>	Bank of Communications	601328	Shanghai Stock Exchange
<b>H Share</b>	BANKCOMM	03328	The Stock Exchange of Hong Kong Limited
<b>Domestic Preference Share</b>	BOCOM PREF1	360021	Shanghai Stock Exchange

**Secretary of the Board/Company Secretary**

Name	He Zhaobin
Contact address	No. 188, Yin Cheng Zhong Lu, Pudong New District, Shanghai
Tel	86-21-58766688
Fax	86-21-58798398
E-mail	investor@bankcomm.com

## II. FINANCIAL HIGHLIGHTS

The Group has implemented *International Financial Reporting Standard 17 – Insurance Contracts* and its amendments, which was issued by International Accounting Standards Board in May 2017 and June 2020 (the “**new insurance contracts standard**”). The new insurance contracts standard mainly includes the following revisions: 1. adjusting the guidelines for recognising the revenue arising from insurance services; and 2. revising the method of measuring liabilities arising from insurance contracts. These changes in accounting policies did not have any material impact on the Bank’s financial position and operating results. In accordance with the transition provisions, the Group made retrospective adjustments to the financial reports and re-presented the financial reports for the year 2022 in accordance with the new insurance contracts standard, and the relevant data for the year 2022 in this announcement has been re-presented in accordance with the financial reports retrospectively adjusted.

As at 30 September 2023 (the “**end of the Reporting Period**”), key financial data and financial indicators prepared by the Group under International Financial Reporting Standards (“**IFRSs**”) are as follows:

	<i>(in millions of RMB unless otherwise stated)</i>			
	<b>30 September 2023</b>	31 December 2022		Increase/ decrease (%)
		Before adjustments	After adjustments	After adjustments
Total assets	<b>13,830,605</b>	12,992,419	12,991,571	6.46
Loans and advances to customers <sup>1</sup>	<b>7,908,271</b>	7,296,155	7,294,965	8.41
Total liabilities	<b>12,757,638</b>	11,956,679	11,958,049	6.69
Deposits from customers <sup>1</sup>	<b>8,638,670</b>	7,949,072	7,949,072	8.68
Shareholders’ equity (attributable to shareholders of the Bank)	<b>1,061,390</b>	1,023,409	1,022,024	3.85
Net assets per share (attributable to the ordinary shareholders of the Bank, in RMB yuan) <sup>2</sup>	<b>11.94</b>	11.43	11.41	4.65

	July to September 2023	July to September 2022		Year-on-year increase/decrease (%)	January to September 2023	January to September 2022		Year-on-year increase/decrease (%)
		Before adjustments	After adjustments	After adjustments		Before adjustments	After adjustments	After adjustments
Net operating income	<b>61,824</b>	66,779	64,812	(4.61)	<b>199,131</b>	210,347	195,906	1.65
Profit before tax	<b>23,917</b>	25,336	25,326	(5.56)	<b>73,591</b>	70,953	70,968	3.70
Net profit (attributable to shareholders of the Bank)	<b>23,127</b>	23,843	23,838	(2.98)	<b>69,166</b>	67,883	67,890	1.88
Basic earnings per share (attributable to the ordinary shareholders of the Bank, in RMB yuan) <sup>3</sup>	<b>0.27</b>	0.28	0.28	(3.57)	<b>0.84</b>	0.83	0.83	1.20
Diluted earnings per share (attributable to the ordinary shareholders of the Bank, in RMB yuan) <sup>3</sup>	<b>0.27</b>	0.28	0.28	(3.57)	<b>0.84</b>	0.83	0.83	1.20
Return on weighted average net assets (annualised, %) <sup>3</sup>	<b>10.19</b>	11.35	11.36	Decreased by 1.17 percentage points	<b>9.83</b>	10.34	10.36	Decreased by 0.53 percentage point

*Notes:*

- Loans and advances to customers do not include interest receivable of related loans and advances. Deposits from customers includes interest payable of related deposits.
- Refer to shareholder's equity attributable to the ordinary shareholders of the Bank after the deduction of other equity instruments divided by the total number of ordinary shares issued as at the end of the Reporting Period.
- Calculated pursuant to the requirements of Regulations on the Preparation of Information Disclosure for Companies Offering Securities to the Public No. 9 – Calculation and Disclosure of Return on Net Asset and Earnings per Share (2010 Revision) issued by the China Securities Regulatory Commission (the "CSRC").

### III. SHAREHOLDERS' INFORMATION

#### (I) Total Number of Ordinary Shareholders and Shareholdings

As at the end of the Reporting Period, the Bank had a total of 316,945 ordinary shareholders, of which 286,397 were holders of A shares and 30,548 were holders of H shares. The shareholdings of top 10 ordinary shareholders of the Bank are listed as follows:

Name of shareholders	Nature of shareholders	Number of shares held (share)	Percentage (%)	Class of shares	Shares pledged/ marked/frozen
The Ministry of Finance of the People's Republic of China	Government	13,178,424,446	17.75	A Share	Nil
		4,553,999,999	6.13	H Share	Nil
The Hongkong and Shanghai Banking Corporation Limited <sup>2,4</sup> (“HSBC”)	Foreign legal entity	14,135,636,613	19.03	H Share	Nil
The National Council for Social Security Fund <sup>3,4</sup> (“SSF”)	Government	3,105,155,568	4.18	A Share	Nil
		8,433,333,332	11.36	H Share	Nil
Hong Kong Securities Clearing Company Nominees Limited <sup>4,5</sup>	Foreign legal entity	7,710,864,951	10.38	H Share	Unknown
China Securities Finance Corporation Limited	State-owned legal entity	1,891,651,202	2.55	A Share	Nil
Capital Airports Holdings Co., Ltd.	State-owned legal entity	1,246,591,087	1.68	A Share	Nil
Hong Kong Securities Clearing Company Ltd.	Foreign legal entity	1,154,342,054	1.55	A Share	Nil
Shanghai Haiyan Investment Management Co., Ltd. <sup>5</sup>	State-owned legal entity	808,145,417	1.09	A Share	Nil
Yunnan Hehe (Group) Co., Ltd. <sup>5</sup>	State-owned legal entity	745,305,404	1.00	A Share	Nil
FAW Equity Investment (Tianjin) Co., Ltd.	State-owned legal entity	663,941,711	0.89	A Share	Nil

*Notes:*

- All ordinary shares issued by the Bank are not subject to any sales restrictions. The relevant data and information are based on the Bank's register of members at the Share Registrar and Transfer Office and the information provided by shareholders to the Bank.
- According to the Bank's register of members, the HSBC held 13,886,417,698 H shares of the Bank. HSBC beneficially held 249,218,915 more H shares than shown on the Bank's register of members. The discrepancy was due to a purchase of H shares by HSBC from the secondary market in 2007 and thereafter receiving bonus shares issued by the Bank and participating in the rights issue of the Bank. Those extra shares have been registered under Hong Kong Securities Clearing Company Nominees Limited (“**HKSCC Nominees Limited**”).
- Including the 1,970,269,383 A shares of the Bank held by the Sixth Transfer Account for State-owned Capital of SSF. Other than the above shareholdings, the SSF held additional 623,354,000 H shares, which were indirectly held by certain asset managers (including Hong Kong Stock Connect). As at the end of the Reporting Period, the SSF held a total of 12,161,842,900 A shares and H shares of the Bank, representing 16.38% of the Bank's total ordinary shares issued.
- HKSCC Nominees Limited held the H shares of the Bank as a nominee. The aggregate number of shares held by HKSCC Nominees Limited represents the total number of H shares of the Bank held by all institutional and individual investors who maintained an account with it as at the end of the Reporting Period. The data did not include 249,218,915 and 7,027,777,777 H shares indirectly held by HSBC and SSF respectively, which were registered under HKSCC Nominees Limited. The data did not include 13,886,417,698 and 1,405,555,555 H shares of the Bank directly held by the aforementioned two shareholders respectively as well, which were registered in the Bank's register of members.

5. Shanghai Haiyan Investment Management Co., Ltd. and Yunnan Hehe (Group) Co., Ltd. are parties acting in concert as defined under the Provisional Measures on Shareholdings Administration of Commercial Banks (China Banking Regulatory Commission Order No.1 of 2018). 7 subordinate enterprises of China National Tobacco Corporation including Shanghai Haiyan Investment Management Co., Ltd. and Yunnan Hehe (Group) Co., Ltd. authorised and entrusted China National Tobacco Corporation to present at the Shareholders' General Meeting of the Bank and to exercise the voting rights on their behalf. HKSCC Nominees Limited is a wholly-owned subsidiary of Hong Kong Securities Clearing Company Limited. Furthermore, the Bank is not aware of the existence of any related relationship among the other Top 10 shareholders, or whether they are parties acting in concert as defined in the Provisional Measures on Shareholdings Administration of Commercial Banks.

## (II) Total Number of Preference Shareholders and Shareholdings

From January to September 2023, the Bank did not restore any voting right of the preference shares. As at the end of the Reporting Period, the total number of preference shareholders of the Bank was 50. Shareholdings of top 10 preference shareholders are listed as follows:

Name of shareholders	Nature of shareholders	Number of shares held (share)	Percentage (%)	Class of shares	Shares pledged/ marked/frozen
China Mobile Communications Group Co., Ltd.	State-owned legal entity	100,000,000	22.22	Domestic preference share	Nil
HwaBao Trust Co., Ltd. – HwaBao Trust– Baofu Investment No.1 Collective Capital Trust Plan	Others	48,910,000	10.87	Domestic preference share	Nil
CCB Trust Co., Ltd. – “Qian Yuan – Ri Xin Yue Yi” Open-ended Wealth Management Single Fund Trust	Others	20,000,000	4.44	Domestic preference share	Nil
Bosera Funds – ICBC – Bosera – ICBC–Flexible Allocation No. 5 Specific Multi-customer Asset Management Plan	Others	20,000,000	4.44	Domestic preference share	Nil
AVIC Trust Co., Ltd. – AVIC Trust Tianji Win No.2 Securities Investment Collective Capital Trust Plan	Others	20,000,000	4.44	Domestic preference share	Nil
Ping An Life Insurance Company of China, Ltd. – Self-owned fund	Others	18,000,000	4.00	Domestic preference share	Nil
China National Tobacco Corporation-Henan Branch	State-owned legal entity	15,000,000	3.33	Domestic preference share	Nil
China Life Property & Casualty Insurance Company Limited – Traditional – Common insurance product	Others	15,000,000	3.33	Domestic preference share	Nil
CITIC Securities – Postal Saving Bank– CITIC Securities Xingchen No.28 Collective Asset Management Plan	Others	14,000,000	3.11	Domestic preference share	Nil
Ping An Property & Casualty Insurance Company of China, Ltd.-Traditional – Common insurance product	Others	13,800,000	3.07	Domestic preference share	Nil

*Notes:*

1. All preference shares issued by the Bank are not subject to any sales restrictions.
2. Shareholdings of preference shareholders are summarised according to the Bank's register of members of preference shareholders.
3. "Percentage" refers to the percentage of number of preference shares held by preference shareholders in the total number of preference shares.
4. According to the *Administrative Measures on the Connected Transactions of Banking and Insurance Institutions* issued by the former China Banking and Insurance Regulatory Commission (the "CBIRC"), to the knowledge of the Bank, China National Tobacco Corporation Henan Branch is related with Shanghai Haiyan Investment Management Co., Ltd. and Yunnan Hehe (Group) Co., Ltd., which are among top 10 ordinary shareholders of the Bank.
5. The Bank is not aware of any related relationship among the top 10 preference shareholders or any related relationship between the other above shareholders and top 10 ordinary shareholders, or whether they are parties acting in concert.

#### **IV. MANAGEMENT DISCUSSION AND ANALYSIS**

During the third quarter of 2023, in response to the complex and grim business environment, the Group conscientiously implemented the decision-making and deployment of the Central Committee of the Chinese Communist Party and the State Council, adhered to the general guideline of making progress while maintaining stability, and implemented the new development concept completely, accurately and comprehensively. The Group continued to promote the three major financial tasks and comprehensively act on the political and people-oriented requirements of financial services in the process of supporting the high-quality development of the real economy. The overall business development continued "the development status of maintaining stability with progress made and quality improved". As at the end of the Reporting Period, the total assets of the Group increased by 6.46% over the end of the previous year to 13,830.605 billion. The total liabilities increased by 6.69% over the end of the previous year to 12,757.638 billion. Shareholders' equity (attributable to shareholders of the Bank) increased by 3.85% over the end of the previous year to 1,061.390 billion. From January to September 2023, the net operating income increased by 1.65% on a year-on-year basis to 199.131 billion. The net profit (attributable to shareholders of the Bank) increased by 1.88% on a year-on-year basis to 69.166 billion. The annualised return on average assets (ROAA) and the annualised return on weighted average net assets were 0.69% and 9.83%, representing a year-on-year decrease of 0.05 percentage point and 0.53 percentage point respectively.

## **(I) Analysis on Key Income Statement Items**

### **1. *Net interest income***

From January to September 2023, the net interest income of the Group decreased by 3.861 billion or 3.02% on a year-on-year basis to 124.125 billion, which accounted for 62.33% of the net operating income, representing a year-on-year decrease of 3.00 percentage points.

From January to September 2023, the net interest margin of the Group decreased by 20 basis points on a year-on-year basis to 1.30%. One reason of the year-on-year decrease of net interest margin was that the asset side was affected by the continuous repricing cycle after the reduction of LPR, credit card loans and mortgage loans with relatively high returns were facing certain growth pressure and other factors, resulting the year-on-year decrease of return on loans. Another reason was that on the liability side the lack of capital activation of enterprises, the superimposed impact of fluctuations in the capital market, the increase in the saving tendency of retail customers, the overall continuation of the fixed trend of RMB deposits, and the upward rise in the cost of foreign currency debt due to the impact of interest rate increases abroad, driving up the year-on-year increase of the overall debt-to-cost ratio.

### **2. *Net fee and commission income***

From January to September 2023, net fee and commission income of the Group decreased by 0.779 billion or 2.23% on a year-on-year basis to 34.115 billion, which accounted for 17.13% of the net operating income, representing a year-on-year decrease of 0.68 percentage point. The year-on-year decrease of net fee and commission income was mainly due to the decrease in the scale of relevant products, management fee rate and wealth management business as a result of ongoing turbulence in the capital market; at the same time, due to the intensification of competition in the industry, continuous reduction of fees and concessions, etc., revenue from investment banking decreased on a year-on-year basis.

### **3. *Operating expenses***

From January to September 2023, the Group's operating expenses increased by 2.310 billion or 4.00% on a year-on-year basis to 60.064 billion. The Group's cost-to-income ratio was 30.20%, representing a year-on-year increase of 0.68 percentage point.

#### **4. *Asset impairment losses***

From January to September 2023, the Group's asset impairment losses decreased by 3.106 billion or 5.95% on a year-on-year basis to 49.053 billion, of which the credit impairment losses decreased by 2.070 billion or 4.26% on a year-on-year basis to 46.484 billion. Pursuant to the Accounting Standards for Business Enterprises and the relevant requirements of the National Administration of Financial Regulation, the Group continued to adopt the expected credit loss method and strengthen asset quality by making reasonable and adequate provisions based on accurate measurement, so as to continue to strengthen risk resistance ability.

### **(II) Analysis on Key Balance Sheet Items**

#### **1. *Loans and advances to customers***

As at the end of the Reporting Period, the balance of loans and advances to customers was 7,908.271 billion, representing an increase of 613.306 billion or 8.41% over the end of the previous year, of which the balance of corporate loans increased by 483.268 billion or 10.26% over the end of the previous year to 5,194.621 billion, the balance of personal loans increased by 64.620 billion or 2.73% over the end of the previous year to 2,429.937 billion, and the balance of discounted bills increased by 65.418 billion or 29.97% to 283.713 billion.

#### **2. *Deposits from customers***

As at the end of the Reporting Period, the balance of deposits from customers increased by 689.598 billion or 8.68% over the end of the previous year to 8,638.670 billion, of which the proportion of corporate deposits accounted for 60.20%, representing a decrease of 1.16 percentage points over the end of the previous year, the proportion of personal deposits was 38.09%, representing an increase of 0.91 percentage point over the end of the previous year. The proportion of demand deposits was 33.44%, representing a decrease of 2.72 percentage points over the end of the previous year, and the proportion of time deposits was 64.85%, representing an increase of 2.47 percentage points over the end of the previous year.

#### **3. *Financial investments***

As at the end of the Reporting Period, the Group's net balance of financial investments increased by 116.241 billion or 2.94% over the end of the previous year to 4,071.448 billion.

#### 4. Asset quality

As at the end of the Reporting Period, the Group's balance of non-performing loans increased by 5.960 billion or 6.05% over the end of the previous year to 104.486 billion. The non-performing loan ratio decreased by 0.03 percentage point over the end of the previous year to 1.32%. The provision coverage ratio increased by 18.23 percentage points over the end of the previous year to 198.91%. The provision ratio increased by 0.19 percentage point over the end of the previous year to 2.63%.

#### Distribution of special mention loans and overdue loans by business type

*(in millions of RMB unless otherwise stated)*

	30 September 2023				31 December 2022			
	Special mention loan balance	Special mention loan ratio (%)	Overdue loan balance	Overdue loan ratio (%)	Special mention loan balance	Special mention loan ratio (%)	Overdue loan balance	Overdue loan ratio (%)
Corporate loans	91,461	1.76	59,702	1.15	84,584	1.80	46,309	0.98
Personal loans	27,576	1.13	45,757	1.88	20,499	0.87	38,483	1.63
Mortgage	9,072	0.62	12,079	0.82	8,051	0.53	13,023	0.86
Credit cards	16,419	3.41	26,990	5.60	10,808	2.26	20,122	4.21
Personal business loans	733	0.23	2,516	0.80	436	0.18	1,985	0.83
Others	1,352	0.85	4,172	2.62	1,204	0.88	3,353	2.45
Discounted bills	49	0.02	8	0.00	1	0.00	36	0.02
<b>Total</b>	<b>119,086</b>	<b>1.51</b>	<b>105,467</b>	<b>1.33</b>	<b>105,084</b>	<b>1.44</b>	<b>84,828</b>	<b>1.16</b>

#### Distribution of loans and non-performing loans by business type

*(in millions of RMB unless otherwise stated)*

	30 September 2023				31 December 2022			
	Loans	Proportion (%)	Non- performing loans	Non- performing loan ratio (%)	Loans	Proportion (%)	Non- performing loans	Non- performing loan ratio (%)
Corporate loans	5,194,621	65.68	83,225	1.60	4,711,353	64.58	78,487	1.67
Personal loans	2,429,937	30.73	21,246	0.87	2,365,317	32.43	20,003	0.85
Mortgage	1,473,972	18.64	5,838	0.40	1,512,648	20.74	6,731	0.44
Credit cards	481,557	6.09	10,570	2.19	477,746	6.55	9,310	1.95
Personal business loans	315,445	3.99	1,933	0.61	239,271	3.28	1,716	0.72
Others	158,963	2.01	2,905	1.83	135,652	1.86	2,246	1.66
Discounted bills	283,713	3.59	15	0.01	218,295	2.99	36	0.02
<b>Total</b>	<b>7,908,271</b>	<b>100.00</b>	<b>104,486</b>	<b>1.32</b>	<b>7,294,965</b>	<b>100.00</b>	<b>98,526</b>	<b>1.35</b>

As at the end of the Reporting Period, the asset quality of the Group remained stable. The non-performing loan ratio slightly decreased over the end of the previous year, while the special mention loan ratio and the overdue loan ratio slightly increased over the end of the previous year.

## V. PUBLICATION OF THE THIRD QUARTER REPORT

The results announcement will be simultaneously published on the website of The Stock Exchange of Hong Kong Limited at [www.hkexnews.hk](http://www.hkexnews.hk), as well as the website of the Bank at [www.bankcomm.com](http://www.bankcomm.com) for the reference of shareholders. The third quarter report 2023 prepared in accordance with China Accounting Standards will be available on the website of the Shanghai Stock Exchange at [www.sse.com.cn](http://www.sse.com.cn) and the website of the Bank.

By order of the Board  
**Bank of Communications Co., Ltd.**  
**Ren Deqi**  
*Chairman of the Board*

Shanghai, the PRC  
27 October 2023

*As at the date of this announcement, the directors of the Bank are Mr. Ren Deqi, Mr. Liu Jun, Mr. Li Longcheng\*, Mr. Wang Linping\*, Mr. Chang Baosheng\*, Mr. Liao, Yi Chien David\*, Mr. Chan Siu Chung\*, Mr. Mu Guoxin\*, Mr. Chen Junkui\*, Mr. Luo Xiaopeng\*, Mr. Cai Haoyi#, Mr. Shi Lei#, Mr. Zhang Xiangdong#, Ms. Li Xiaohui#, Mr. Ma Jun# and Mr. Wong Tin Chak#.*

\* *Non-executive directors*

# *Independent non-executive directors*

## APPENDIX I FINANCIAL STATEMENTS

### (I) Unaudited Interim Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income

*(All amounts presented in millions of RMB except when otherwise indicated)*

	<b>Nine months ended 30 September</b>	
	<b>2023</b>	<b>2022</b>
		(Restated)
Interest income	<b>345,220</b>	309,203
Interest expense	<b>(221,095)</b>	(181,217)
<b>Net interest income</b>	<b>124,125</b>	127,986
Fee and commission income	<b>37,207</b>	38,278
Fee and commission expense	<b>(3,092)</b>	(3,384)
<b>Net fee and commission income</b>	<b>34,115</b>	34,894
Net gains arising from trading activities	<b>21,135</b>	15,596
Net gains arising from financial investments	<b>269</b>	556
Including: Net gains on derecognition of financial assets measured at amortised cost	<b>23</b>	63
Share of profits of associates and joint ventures	<b>221</b>	164
Other operating income	<b>19,266</b>	16,710
<b>Net operating income</b>	<b>199,131</b>	195,906
Credit impairment losses	<b>(48,431)</b>	(51,460)
Other assets impairment losses	<b>(622)</b>	(699)
Other operating expenses	<b>(76,487)</b>	(72,779)
<b>Profit before tax</b>	<b>73,591</b>	70,968
Income tax	<b>(3,911)</b>	(2,937)
<b>Net profit for the period</b>	<b>69,680</b>	68,031

(All amounts presented in millions of RMB except when otherwise indicated)

**Nine months ended 30 September**  
**2023**                      2022  
(Restated)

**Other comprehensive income, net of tax**

**Items that may be reclassified subsequently to profit or loss:**

Changes in fair value of debt instruments measured at fair value through other comprehensive income		
Amount recognised in equity	<b>2,499</b>	(9,265)
Amount reclassified to profit or loss	<b>(293)</b>	(592)
Expected credit losses of debt instruments measured at fair value through other comprehensive income		
Amount recognised in equity	<b>860</b>	644
Amount reclassified to profit or loss	–	–
Effective portion of gains or losses on hedging instruments in cash flow hedges		
Amount recognised in equity	<b>(838)</b>	730
Amount reclassified to profit or loss	<b>299</b>	169
Translation differences for foreign operations	<b>2,985</b>	9,388
Others	<b>(1,458)</b>	(742)
	<hr/>	<hr/>
Subtotal	<b>4,054</b>	332
	<hr style="border-top: 1px dashed black;"/>	<hr style="border-top: 1px dashed black;"/>

**Items that will not be reclassified subsequently to profit or loss:**

Actuarial losses on pension benefits	<b>19</b>	(35)
Changes in fair value of equity investments designated at fair value through other comprehensive income	<b>796</b>	(350)
Changes in fair value attributable to changes in the credit risk of financial liability designated at fair value through profit or loss	<b>(111)</b>	(141)
Others	<b>(285)</b>	(57)
	<hr/>	<hr/>
Subtotal	<b>419</b>	(583)
	<hr style="border-top: 1px dashed black;"/>	<hr style="border-top: 1px dashed black;"/>

*(All amounts presented in millions of RMB except when otherwise indicated)*

	<b>Nine months ended 30 September</b>	
	<b>2023</b>	2022
		(Restated)
Other comprehensive income, net of tax	<u>4,473</u>	<u>(251)</u>
<b>Total comprehensive income for the period</b>	<b><u>74,153</u></b>	<b><u>67,780</u></b>
<b>Net profit attributable to:</b>		
Shareholders of the parent company	<b>69,166</b>	67,890
Non-controlling interests	<b>514</b>	141
	<b><u>69,680</u></b>	<b><u>68,031</u></b>
<b>Total comprehensive income attributable to:</b>		
Shareholders of the parent company	<b>73,323</b>	67,551
Non-controlling interests	<b>830</b>	229
	<b><u>74,153</u></b>	<b><u>67,780</u></b>
<b>Basic and diluted earnings per share for profit attributable to the shareholders of the parent company (in RMB yuan)</b>	<b>0.84</b>	0.83

## (II) Unaudited Interim Condensed Consolidated Statement of Financial Position

*(All amounts presented in millions of RMB except when otherwise indicated)*

	As at 30 September 2023	As at 31 December 2022 (Restated)
<b>ASSETS</b>		
Cash and balances with central banks	800,951	806,102
Due from and placements with banks and other financial institutions	713,355	690,421
Derivative financial assets	103,341	69,687
Loans and advances to customers	7,722,703	7,135,454
Financial investments at fair value through profit or loss	676,837	705,357
Financial investments at amortised cost	2,549,820	2,450,775
Financial investments at fair value through other comprehensive income	844,791	799,075
Investments in associates and joint ventures	8,847	8,750
Property and equipment	216,107	194,169
Deferred tax assets	43,063	39,512
Other assets	150,790	92,269
	<hr/>	<hr/>
<b>Total assets</b>	<b>13,830,605</b>	<b>12,991,571</b>
	<hr/> <hr/>	<hr/> <hr/>
<b>LIABILITIES AND EQUITY</b>		
<b>LIABILITIES</b>		
Due to and placements from banks and other financial institutions	2,073,840	2,034,894
Financial liabilities at fair value through profit or loss	56,037	47,949
Derivative financial liabilities	77,998	46,804
Deposits from customers	8,638,670	7,949,072
Certificates of deposits issued	1,054,648	1,092,366
Income tax payable	5,082	3,937
Debt securities issued	595,311	530,861
Deferred tax liabilities	2,285	1,786
Other liabilities	253,767	250,380
	<hr/>	<hr/>
<b>Total liabilities</b>	<b>12,757,638</b>	<b>11,958,049</b>
	<hr/> <hr/>	<hr/> <hr/>

(All amounts presented in millions of RMB except when otherwise indicated)

	<b>As at 30 September 2023</b>	As at 31 December 2022 (Restated)
<b>EQUITY</b>		
Share capital	74,263	74,263
Other equity instruments	174,790	174,790
Including: Preference shares	44,952	44,952
Perpetual bonds	129,838	129,838
Capital surplus	111,428	111,429
Other reserves	395,195	368,808
Retained earnings	305,714	292,734
	<hr/>	<hr/>
<b>Equity attributable to shareholders of the parent company</b>	<b>1,061,390</b>	1,022,024
	<hr style="border-top: 1px dashed black;"/>	<hr style="border-top: 1px dashed black;"/>
Equity attributable to non-controlling interests of ordinary shares	8,024	8,040
Equity attributable to non-controlling interests of other equity instruments	3,553	3,458
	<hr/>	<hr/>
<b>Non-controlling interests</b>	<b>11,577</b>	11,498
	<hr style="border-top: 1px dashed black;"/>	<hr style="border-top: 1px dashed black;"/>
<b>Total equity</b>	<b>1,072,967</b>	1,033,522
	<hr style="border-top: 1px dashed black;"/>	<hr style="border-top: 1px dashed black;"/>
<b>Total equity and liabilities</b>	<b>13,830,605</b>	12,991,571
	<hr style="border-top: 3px double black;"/>	<hr style="border-top: 3px double black;"/>

### (III) Unaudited Interim Condensed Consolidated Statement Of Cash Flows

*(All amounts presented in millions of RMB except when otherwise indicated)*

	Nine months ended 30 September	
	2023	2022
		(Restated)
<b>Cash flows from operating activities:</b>		
Profit before tax:	73,591	70,968
Adjustments for:		
Provision for credit impairment losses	48,431	51,460
Provision for other assets impairment losses	622	699
Depreciation and amortization	14,004	12,019
Provision for outstanding litigation and unsettled obligation	19	69
Net gains on the disposal of property, equipment and other assets	(716)	(652)
Interest income on financial investments	(83,324)	(71,724)
Fair value net (gains)/losses	(4,521)	9,120
Net gains on investments in associates and joint ventures	(221)	(164)
Net gains on financial investments	(269)	(556)
Interest expense on debt securities issued	12,228	11,636
Interest expense on lease liabilities	111	138
	<hr/>	<hr/>
Operating cash flows before movements in operating assets and liabilities	59,955	83,013
Net increase in balances with central banks	(17,773)	(54,761)
Net (increase)/decrease in due from and placements with banks and other financial institutions	(52,669)	74
Net increase in loans and advances to customers	(620,014)	(638,035)
Net decrease/(increase) in financial assets at fair value through profit or loss	30,520	(43,530)
Net increase in other assets	(49,447)	(35,799)
Net increase/(decrease) in due to and placements from banks and other financial institutions	47,540	(46,247)
Net decrease in financial liabilities at fair value through profit or loss	(10,684)	(1,044)
Net increase in deposits from customers and certificates of deposit issued	599,833	800,180
Net increase in other liabilities	25,636	36,875
Net increase/(decrease) in value-added tax and other taxes payable	179	(748)
Income taxes paid	(5,176)	(10,676)
	<hr/>	<hr/>
<b>Net cash flows generated in operating activities</b>	<b>7,900</b>	<b>89,302</b>

(All amounts presented in millions of RMB except when otherwise indicated)

	<b>Nine months ended 30 September</b>	
	<b>2023</b>	<b>2022</b>
		(Restated)
<b>Cash flows from investing activities:</b>		
Cash payment for investment in subsidiaries, associated ventures and joint ventures	–	(1,857)
Cash payments for financial investments	<b>(906,131)</b>	(748,565)
Proceeds from disposal or redemption of financial investments	<b>775,632</b>	649,928
Dividends received	<b>738</b>	3,231
Interest received from financial investments	<b>79,294</b>	67,659
Acquisition of intangible assets and other assets	<b>(1,422)</b>	(1,015)
Cash received from the sale of intangible assets and other assets	<b>28</b>	652
Acquisition of property, equipment	<b>(34,115)</b>	(16,563)
Cash received from disposal of property and equipment	<b>7,071</b>	6,108
	<hr/>	<hr/>
<b>Net cash flows used in investing activities</b>	<b>(78,905)</b>	(40,422)
	<hr style="border-top: 1px dashed black;"/>	<hr style="border-top: 1px dashed black;"/>
<b>Cash flows from financing activities:</b>		
Proceeds from issue of debt securities	<b>152,156</b>	86,892
Repayment of principal and interest of lease liabilities	<b>(1,845)</b>	(1,893)
Repayment of principals of debt securities issued	<b>(91,662)</b>	(64,955)
Payment of interest on debt securities	<b>(11,030)</b>	(10,650)
Dividends paid	<b>(34,447)</b>	(32,647)
Dividends paid to non-controlling interests	<b>(422)</b>	(150)
	<hr/>	<hr/>
<b>Net cash flows generated/(used) from financing activities</b>	<b>12,750</b>	(23,403)
	<hr style="border-top: 1px dashed black;"/>	<hr style="border-top: 1px dashed black;"/>
<b>Effect of exchange rate fluctuations on cash and cash equivalents held</b>	<b>1,041</b>	5,014
	<hr style="border-top: 1px dashed black;"/>	<hr style="border-top: 1px dashed black;"/>
<b>Net (decrease)/increase in cash and cash equivalents</b>	<b>(57,214)</b>	30,491
<b>Cash and cash equivalents at the beginning of the period</b>	<b>248,803</b>	194,308
	<hr/>	<hr/>
<b>Cash and cash equivalents at the end of the period</b>	<b>191,589</b>	224,799
	<hr style="border-top: 3px double black;"/>	<hr style="border-top: 3px double black;"/>
Net cash flows from operating activities include:		
Interest received	<b>260,204</b>	237,707
Interest paid	<b>(172,260)</b>	(142,692)
	<hr style="border-top: 3px double black;"/>	<hr style="border-top: 3px double black;"/>

## APPENDIX II ASSESSMENT INDICATORS OF DOMESTIC SYSTEMATIC IMPORTANCE, CAPITAL ADEQUACY RATIO, LEVERAGE RATIO AND LIQUIDITY COVERAGE RATIO

### I Assessment Indicators of Domestic Systematic Importance

In September 2023, the People’s Bank of China (the “PBOC”) and The National Administration of Financial Regulation (the “NAFR”) published the list of Domestic Systemically Important Banks (the “DSIBs”), in which the Bank was included and continued to be in the third group. According to the *Administrative Measures for the Assessment on Banks of Systematic Importance* issued by the PBOC and the former CBIRC, as at 31 December 2022, all the assessment indicators of systematic importance of the Group are as follows.

(in ten thousands of RMB unless otherwise stated)

Level 1 Indicators	Level 2 Indicators	The Group	
Scale	Balance of on- and off-balance sheet assets after adjustment	1,434,961,378	
Relevance	Assets from banks and financial institutions	178,714,871	
	Liabilities to banks and financial institutions	268,070,000	
	Securities and other financing instruments issued	96,248,822	
Fungibility	Payments settled through payment system or correspondent bank	26,089,222,038	
	Assets in custody	1,240,730,520	
	Agency and consignment business	244,887,472	
	Number of customers and number of domestic operating branches	Number of corporate customers	2,470,898
		Number of individual customers	191,498,629
		Number of domestic operating branches	2,849
Complexity	Derivatives	637,676,113	
	Securities at fair value	60,171,780	
	Assets of non-banking affiliates	60,513,207	
	Wealth management business	Balance of non-principal guaranteed wealth management products issued by the Bank	12,146,257
		Balance of wealth management products issued by wealth management subsidiaries	108,543,820
	Overseas debts and liabilities	181,268,800	

*Note:* Calculated upon the standards of the *Administrative Measures for the Assessment on Banks of Systematic Importance (Yinfa (2020) No. 289)*, and the data of some indicators differs from both the data in the 2022 Annual Report and the data of the assessment indicators of global systematic importance.

## II Capital Adequacy Ratio

The Group calculated the capital adequacy ratios pursuant to the *Administrative Measures for the Capital Management of Commercial Banks (Trial Implementation)* issued by the former CBIRC and the relevant requirements. Since the adoption of the Advanced Approach of Capital Management upon the first approval by the former CBIRC in 2014, the Bank steadily promoted the implementation and deepened the application of the advanced approach in accordance with regulatory requirements. Upon the approval by the former CBIRC in 2018, the Bank expanded the application scope of the advanced approach and ended the parallel period. According to the *Additional Regulatory Rules on Systemically Important Banks (Trial Implementation)* issued by the PBOC and the former CBIRC in 2021, the additional capital requirement of the Group is 0.75%.

As at the end of the Reporting Period, the Group's capital adequacy ratio, tier 1 capital adequacy ratio and common equity tier 1 capital adequacy ratio were 14.65%, 11.98% and 9.98% respectively, which all met the regulatory requirements.

*(in millions of RMB unless otherwise stated)*

	30 September 2023		31 December 2022	
	The Group	The Bank	The Group	The Bank
Net common equity tier 1 capital	<b>878,562</b>	<b>728,037</b>	840,164	701,902
Net tier 1 capital	<b>1,054,858</b>	<b>902,826</b>	1,016,644	876,692
Net capital	<b>1,289,711</b>	<b>1,136,976</b>	1,250,317	1,104,732
Common Equity Tier 1 capital adequacy ratio (%)	<b>9.98</b>	<b>9.26</b>	10.06	9.40
Tier 1 capital adequacy ratio (%)	<b>11.98</b>	<b>11.49</b>	12.18	11.74
Capital adequacy ratio (%)	<b>14.65</b>	<b>14.46</b>	14.97	14.80

*Notes:*

1. The above calculation excluded China BoCom Insurance Co., Ltd. and BoCommLife Insurance Company Limited.
2. According to the implementation scope of the Advanced Measurement Approach of Capital Management approved by the former CBIRC, the credit risk which met the regulatory requirements was assessed by the internal rating-based approach, the market risk was assessed by the internal model approach, and the operational risk was assessed by the standardised approach. The credit risk not covered by the internal rating-based approach was assessed by the weighted approach. The market risk not covered by the internal model approach was assessed by the standardised approach. The operational risk not covered by the standardised approach was assessed by the basic indicator approach.

### III Leverage Ratio

The Group calculated the leverage ratio pursuant to the *Administrative Measures for the Leverage Ratio of Commercial Banks (Revised)* issued by the former CBIRC. Also, according to the *Additional Regulatory Rules on Systemically Important Banks (Trial Implementation)* issued by the PBOC and the former CBIRC in 2021, the additional required leverage ratio of the Group is 0.375%. As at the end of the Reporting Period, the Group's leverage ratio was 6.98%, which met the regulatory requirements.

*(in millions of RMB unless otherwise stated)*

	<b>30 September 2023</b>	30 June 2023	31 March 2023	31 December 2022
Net tier 1 capital	<b>1,054,858</b>	1,036,471	1,039,682	1,016,644
Balance of adjusted on- and off- balance sheet assets	<b>15,113,086</b>	15,150,643	14,983,789	14,349,614
Leverage ratio (%)	<b>6.98</b>	6.84	6.94	7.08

### IV Liquidity Coverage Ratio

According to the *Administrative Measures for Liquidity Risk Management of Commercial Banks* issued by the former CBIRC, commercial banks with an asset scale not less than RMB200.0 billion should always meet the minimum regulatory standards with a liquidity coverage ratio not less than 100%.

According to the *Measures for Information Disclosure of Liquidity Coverage Ratio of Commercial Banks*, commercial banks should disclose the quarterly daily average of the liquidity coverage ratio. The daily average liquidity coverage ratio of the Group in the third quarter of 2023 was 132.90% (the number of daily data for calculating the average was 92), which decreased by 3.62 percentage points over the previous quarter and was mainly due to the decrease of qualified high-quality liquid assets. The details of liquidity coverage ratio and the average of specific items thereof in the third quarter are listed as follows:

(in millions of RMB unless otherwise stated)

Serial Number	Amount before conversion	Amount after conversion
<b>The qualified high-quality liquid assets</b>		
1		2,346,684
<b>Cash Outflow</b>		
2	3,187,659	308,589
3	201,682	9,991
4	2,985,977	298,598
5	5,196,372	2,138,855
6		
7	2,896,973	722,197
8		
9	2,281,152	1,398,411
10	18,247	18,247
11	8,878	8,878
12	2,461,818	1,383,620
13		
14	1,330,779	1,323,321
15		
16	556	556
17	1,130,483	59,743
18	69,277	69,277
19	2,468,483	75,403
20		3,984,622
<b>Cash Inflow</b>		
21	261,993	261,984
22	932,774	638,354
23	1,365,902	1,342,845
24	2,560,669	2,243,183
<b>Amount after adjustment</b>		
25		2,319,729
26		1,741,439
27		132.90