

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.



中國光大銀行股份有限公司

China Everbright Bank Company Limited

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

(Stock code: 6818)

THIRD QUARTERLY REPORT OF 2023

The board of directors (the “**Board**”) of China Everbright Bank Company Limited (the “**Company**”) hereby announces the unaudited results of the Company and its subsidiaries for the third quarter ended 30 September 2023 (the “**Reporting Period**”) prepared under the International Financial Reporting Standards (the “**IFRS**”). This announcement is made in accordance with the requirements of 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.

**The Board of Directors of
China Everbright Bank Company Limited**

Beijing, the PRC
30 October 2023

As at the date of this announcement, the Executive Directors of the Company are Mr. Wang Zhiheng and Mr. Qu Liang; the Non-executive Directors are Mr. Wang Jiang, Mr. Wu Lijun, Mr. Yao Wei, Mr. Zhu Wenhui, Mr. Liu Chong and Mr. Li Wei; and the Independent Non-executive Directors are Mr. Wang Liguo, Mr. Shao Ruiqing, Mr. Hong Yongmiao, Mr. Li Yinquan, Mr. Han Fuling and Mr. Liu Shiping.

China Everbright Bank Company Limited

Third Quarterly Report of 2023

I. IMPORTANT NOTICE

- 1.1 The Board of Directors, Board of Supervisors and Directors, Supervisors and Senior Management of the Bank hereby warrant the authenticity, accuracy and completeness of the contents of this Report and that there are no false representations, misleading statements or material omissions, and jointly and severally assume full responsibility for the information in this Report.
- 1.2 The 10th Meeting of the Ninth Session of the Board of Directors of the Bank was convened on 30 October 2023, at which the *Third Quarterly Report of 2023* was considered and approved. 14 out of 14 Directors attended the meeting.
- 1.3 Mr. Wang Jiang, Chairman of the Bank, Mr. Wang Zhiheng, President of the Bank, and Mr. Sun Xinhong, General Manager of Finance and Accounting Department of the Bank, hereby warrant the authenticity, accuracy and completeness of the financial statements in this Report. President Mr. Wang Zhiheng is in charge of finance and accounting.
- 1.4 The financial statements in this Report were prepared pursuant to the International Financial Reporting Standards (“IFRS”) and were unaudited.
- 1.5 Unless otherwise stated, all monetary sums stated in this Report are expressed in Renminbi/RMB.
- 1.6 In this Report, “the Bank” refers to China Everbright Bank Company Limited, and “the Group” refers to China Everbright Bank Company Limited and its subsidiaries.

II. COMPANY PROFILE

2.1 Basic Information

Stock Abbreviated Name	A shares: CEB BANK (光大銀行)	Stock code	A shares: 601818
	H shares: CEB BANK (中國光大銀行)		H shares: 6818
Stock Exchange for Listing of Shares	A shares: Shanghai Stock Exchange (SSE)		
	H shares: The Stock Exchange of Hong Kong Limited (SEHK)		
Contact	Mr. Zhang Xuyang, Secretary to the Board of Directors	Mr. Zeng Wenxue, Securities Affairs Representative	
Investor Hotline	86-10-63636388		
Customer Service Hotline/ Complaint Hotline	95595		
Fax	86-10-63636713		
E-mail	IR@cebbank.com		

China Everbright Bank (CEB), established in August 1992 and headquartered in Beijing, is a national joint-stock commercial bank approved by the State Council of China and the People’s Bank of China (PBOC). The Bank was listed on the SSE in August 2010 (stock code: 601818) and the SEHK in December 2013 (stock code: 6818).

2.2 Strategy Implementation

During the reporting period, the Bank adhered to the strategic vision of “building a first-class wealth management bank”, focused on the main development tasks of serving the real economy and national strategies and advancing digital operation, expanded its key business areas with the focus on three North Star Metrics – FPA (Finance Product Aggregate) for corporate banking, AUM (Assets Under Management) for retail banking, and GMV (Gross Merchandise Volume) for interbank businesses, and made efforts to promote high-quality and sustainable development.

First, the Bank proactively supported the real economy and enhanced sustainability of development.

The Bank maintained its focus on serving the real economy in the pursuit of economic development, proactively implemented separate credit plans for key areas and preferential policies for differentiated internal funds transfer pricing, strengthened balanced scorecard evaluation, and enhanced targeted support for key areas and weak links of national economy such as manufacturing, green credit, sci-tech innovation, private enterprises and strategic emerging industries. Over the prior year-end, the Bank's corporate loans increased by 10.79%, and the loans to manufacturing industries, strategic emerging industries, technology enterprises, and green credit increased by 18.88%, 30.07%, 37.90% and 44.91%, respectively. By responding to the complex and fast-changing external environment and rooting itself in the real economy, the Bank improved its profitability steadily, realizing a net profit of RMB37,906 million, up 3.11% year on year.

Second, the Bank promoted business structural adjustment and highlighted wealth management features.

In corporate banking, the Bank took FPA as the guide, integrated the business advantages of commercial banking, investment banking and private banking, provided customers with various full-life-cycle financing products, and continued to improve effectiveness of value creation with the combination of commercial banking, investment banking, and private banking, with the total FPA amounting to RMB4.89 trillion, up 3.60% over the prior year-end. In retail banking, the Bank anchored itself on AUM, highlighted two features – “wealth management” and “fintech”, focused on four core businesses – “wealth management, retail deposit, retail credit, and credit card”, strengthened five capabilities – “customer management, dual-curve mode, scenario-based empowerment, technological empowerment, and multi-party collaboration”, and constructed the whole chain of wealth management ecosystem with “wealth management, asset management, and asset custody” as the core, with the total AUM amounting to RMB2.65 trillion, up 9.32% over the prior year-end. In financial market business, the Bank regarded GMV as the direction, created new business formats for digital operation, launched the “Integrated Digital Service Platform for Financial Institutions”, provided FI customers with four major service areas including agency product sales, matchmaking, technological output, and research information, and upgraded its operation modes for FI customers, with the total GMV reaching RMB3.13 trillion, up 25.14% year on year.

Third, the Bank improved risk governance system and heightened risk resistibility.

In adherence to the sound and prudent risk management strategy, the Bank actively implemented various regulatory requirements, improved its risk management system, and strengthened its ability to respond to various types of risks. The Bank established the “1+4” credit and investment policy system integrating investment orientation, industry, region, product, and portfolio, strengthened the transformation of its industry research results, and optimized its asset structure. The Bank implemented a pre-review and consultation mechanism, strengthened customer concentration management, put in place penetrative risk monitoring and mandatory risk response mechanism for large-value credit customers, and intensified risk cost assessment. The Bank strictly implemented the requirements of the *Rules on Risk Classification of Financial Assets of Commercial Banks*, formulated an implementation plan for the transitional period of the new rules on risk classification, and optimized the risk classification and management system for financial assets.

Fourth, the Bank continued to facilitate technological empowerment and accelerated digital transformation. It actively facilitated in-depth integration between business and technology, pushed forward the implementation of new strategic plans for IT development, and continued the improvement of the middle offices for business, data and technology. The Bank proactively pushed forward the new phase of intelligent transformation for convenient online financing products, such as “SDRI (Specialized, Differential, Refined and Innovative) Enterprise Loan”, and stepped up the construction of the Fund Transaction Management System (FTMS) and the Integrated Digital Service Platform for Financial Institutions. The Bank continued to increase service items and expand service coverage of the Cloud Fee Payment platform, accelerated scenario expansion in key areas such as logistics, housing transactions, off-campus education & training, and flexible employment, and strengthened dual-platform construction and integrated operation for both CEB Mobile Banking app and Cloud Fee Payment app. The Bank improved its capabilities to provide digital, intelligent and convenient services, and built an open-ended digitalized ecosystem.

III. KEY FINANCIAL DATA AND OPERATION ANALYSIS

3.1 Key Accounting Data and Financial Indicators

Unit: RMB million, %

Item	July-September 2023	Change	January-September 2023	Change
Operating income	35,724	(8.11)	112,255	(4.39)
Net profit	13,687	2.78	37,906	3.11
Net profit attributable to shareholders of the Bank	13,618	2.45	37,690	3.00
Basic earnings per share ¹ (unit: RMB)	0.19	(9.52)	0.57	(3.39)
Diluted earnings per share ² (unit: RMB)	0.19	5.56	0.56	5.66
Return on weighted average equity ³ (%)	10.40	-0.71 percentage point	10.23	-0.67 percentage point
Net cash flow from operating activities	7,354	(85.05)	78,119	N/A

Item	30 September 2023	31 December 2022	Change
Total assets	6,834,936	6,300,510	8.48
Total equity attributable to shareholders of the Bank	548,076	507,883	7.91
Net assets per share attributable to ordinary shareholders of the Bank ⁴ (unit: RMB)	7.50	7.46	0.54

Notes:

1. Basic earnings per share = net profit attributable to ordinary shareholders of the Bank/weighted average number of ordinary shares outstanding; net profit attributable to ordinary shareholders of the Bank = net profit attributable to shareholders of the Bank – dividends of the preference shares and interest of non-fixed-term capital bonds declared during the period.

The Bank distributed total dividends of the preference shares of RMB2,971 million (before tax) and the interest of non-fixed-term capital bonds of RMB1,840 million (before tax) as at the end of the reporting period.

2. Diluted earnings per share = (net profit attributable to ordinary shareholders of the Bank + effect of dilutive potential ordinary shares on net profit attributable to ordinary shareholders of the Bank)/(weighted average number of ordinary shares outstanding + weighted average number of dilutive potential ordinary shares converted into ordinary shares).
3. Return on weighted average equity = net profit attributable to ordinary shareholders of the Bank/weighted average equity attributable to ordinary shareholders of the Bank. It was presented in annualized form.
4. Net assets per share attributable to ordinary shareholders of the Bank = (total equity attributable to shareholders of the Bank – preference shares of other equity instruments and non-fixed-term capital bonds)/total number of ordinary shares as at the end of the reporting period.

The above figures were calculated according to the *Compilation Rules for Information Disclosure by Companies that Offer Securities to the Public (No.9): Calculation and Disclosure of Rate of Return on Equity and Earnings per Share (2010 Revision)* issued by the China Securities Regulatory Commission (“CSRC”).

3.2 Capital Adequacy Ratio and Leverage Ratio

The capital adequacy ratio (CAR) indicators calculated in accordance with the *Capital Rules for Commercial Banks (Provisional)* (Decree No.1 of CBRC in 2012) are as follows:

Unit: RMB million, %

Item	30 September 2023		31 December 2022	
	Consolidated	Non-consolidated	Consolidated	Non-consolidated
Net common equity tier-1 capital	439,337	413,189	399,396	375,825
Net tier-1 capital	544,396	518,088	504,459	480,724
Net capital	647,428	616,268	593,218	564,700
Risk-weighted assets	4,824,366	4,689,298	4,579,772	4,442,084
Common equity tier-1 CAR	9.11	8.81	8.72	8.46
Tier-1 CAR	11.28	11.05	11.01	10.82
CAR	13.42	13.14	12.95	12.71

Note: All domestic and overseas branches, as well as invested financial institutions within the scope of consolidated management in accordance with the *Capital Rules for Commercial Banks (Provisional)*, shall be included in the calculation of the consolidated CARs. Among these, the invested financial institutions within the scope of consolidated management include Everbright Financial Leasing Co., Ltd., Everbright Wealth Management Co., Ltd., Beijing Sunshine Consumer Finance Co., Ltd., CEB International Investment Corporation Limited, China Everbright Bank (Europe) S.A., Shaoshan Everbright Rural Bank Co., Ltd., Jiangsu Huai'an Everbright Rural Bank Co., Ltd., and Jiangxi Ruijin Everbright Rural Bank Co., Ltd.

The leverage ratio indicators calculated in accordance with the *Measures for the Administration of the Leverage Ratio of Commercial Banks* (Decree No.1 of CBRC in 2015) are as follows:

Unit: RMB million, %

Item	30 September 2023	30 June 2023	31 March 2023	31 December 2022
Leverage ratio	6.96	6.90	6.90	6.81
Net tier-1 capital	544,396	534,851	532,701	504,459
Adjusted balance of on- and off-balance-sheet assets	7,823,307	7,751,119	7,725,161	7,402,349

3.3 Liquidity Coverage Ratio

The liquidity coverage ratio indicators calculated in accordance with the *Measures for the Administration of Liquidity Risk of Commercial Banks* (Decree No.3 of CBIRC in 2018) are as follows:

Unit: RMB million, %

Item	30 September 2023	30 June 2023	31 March 2023	31 December 2022
Liquidity coverage ratio	126.95	116.48	120.72	130.24
High quality liquid assets	923,277	889,540	865,139	972,725
Net cash outflow in the next 30 days	727,283	763,701	716,673	746,886

3.4 Differences Between the Financial Statements Prepared in Accordance with the PRC Generally Accepted Accounting Principles (“PRC GAAP”) and Those Prepared in Accordance with IFRS

There was no difference regarding the net profit from January to September 2023 and the net assets as at 30 September 2023 calculated by the Group in accordance with PRC GAAP and IFRS respectively.

3.5 Changes in Key Accounting Data and Financial Indicators and the Reasons

Unit: RMB million, %

Item	January - September 2023	January - September 2022	Increase/ Decrease	Major reasons for change
Net cash flow from operating activities	78,119	(129,604)	N/A	Mainly due to the increase in interbank lending and the recovery of trading financial asset investments

During the reporting period, apart from the above-mentioned indicator, no other key accounting data and financial indicators of the Group changed by more than 30% as compared with the end of the previous year or the same period of the previous year.

3.6 Operation Analysis

During the reporting period, staying true to the general principle of pursuing progress while ensuring stability, the Group focused on three North Star Metrics, pushed forward high-quality development in building “a first-class wealth management bank”, and facilitated the smooth operation of all businesses of the Bank.

As at the end of the reporting period, total assets of the Group posted RMB6,834,936 million, representing an increase of 8.48% over the end of the previous year, among which, total loans and advances stood at RMB3,761,257 million, representing an increase of 5.29% over the end of the previous year. Total liabilities registered RMB6,284,532 million, representing an increase of 8.53% over the end of the previous year, among which, the balance of deposits was RMB4,085,395 million, representing an increase of 4.29% over the end of the previous year.

From January to September, the Group realized a net profit of RMB37,906 million, representing a year-on-year increase of 3.11%. Its operating income registered RMB112,255 million, representing a year-on-year decrease of 4.39%, among which, net interest income reached RMB81,586 million, representing a year-on-year decrease of 4.26%. Net fee and commission income posted RMB19,099 million, representing a year-on-year decrease of 11.39%. Return on weighted average equity was 10.23%, representing a year-on-year decrease of 0.67 percentage point.

From January to September, the Group incurred operating expenses of RMB31,335 million, representing a year-on-year increase of 2.33%. The impairment losses on credit stood at RMB35,486 million, representing a year-on-year decrease of 12.86%.

As at the end of the reporting period, the balance of non-performing loans (NPL) of the Group amounted to RMB50,833 million, representing an increase of RMB6,159 million over the end of the previous year. The NPL ratio was 1.35%, representing an increase of 0.10 percentage point over the end of the previous year. The provision coverage ratio was 175.65%, representing a decrease of 12.28 percentage points over the end of the previous year.

As at the end of the reporting period, the Group’s CAR reached 13.42%, tier-1 CAR stood at 11.28%, and common equity tier-1 CAR was 9.11%, all of which met regulatory requirements. The leverage ratio was 6.96%, representing an increase of 0.15 percentage point over the end of the previous year.

3.7 Performance of Business Segments

3.7.1 Corporate banking

The Bank proactively promoted comprehensive finance, green finance, tech innovation finance, inclusive finance, cross-border finance, regional finance, rural finance, and ecosystem finance, and made all-out efforts to serve the development of the real economy. In accordance with the strategic requirements of building a “first-class wealth management bank”, the Bank gave full play to the leading role of FPA to form new competitive edge with the combination of commercial banking, investment banking and private banking, and continued to expand the volume of FPA. Adhering to the customer management philosophy of “value stratification, demand grouping, service tiering, and ecosystem integration”, the Bank promoted synergies through scenarios and ecosystems. With a focus on the modernized industrial system construction, the Bank followed four main lines – new industrialization, modern agriculture, modern service industry and modern infrastructure, and gave priority to three new competition tracks – tech innovation finance, green finance and advanced manufacturing – to boost the high-quality development of corporate banking credit. The Bank cultivated four new engines – institutional marketing, entrusted payments, chain-type customer acquisition and cash management, to facilitate wealth management transformation. The Bank optimized and upgraded the FPA product toolkit that provides customers with various full-life-cycle financing products, and continuously enriched the product matrix comprised of six major products including basic credit, investment banking, transaction banking, inclusive finance, wealth management and ecosystem finance, to render one-stop services to corporate customers. The Bank strengthened digital transformation and continued to upgrade and update its eight major systems, including Corporate CRM System, CEB Online Banking & Mobile Banking System, Inclusive Finance System 2.0, CEB Transaction Banking “Easy” Series System 2.0, Customer Classification Management System, Strategic Customer Management Sub-system, Investment Banking System (IBS), as well as Corporate Finance Accounting Management System.

3.7.2 Retail banking

The Bank focused on building a digital retail bank, adhered to the “customer-oriented” management philosophy, and promoted the “dual-curve” operation and development mode for retail banking. It deeply engaged in the “first curve” by giving play to the advantages of branch outlets and professional customer managers to boost offline operation capacity, and expanded the “second curve” to establish an intensive, scenario-based and platform-based business mode to accelerate service transformation and upgrading. The Bank continued to push forward the retail customer management strategy featuring “stratified and grouped management, data-driven operation, channel coordination and conversion from transaction to contribution”. Both the number of retail customers and the AUM increased steadily. On the liability side of the balance sheet, the Bank followed the orientation of high-quality development, actively expanded scenarios related to social security and people’s well-being, strengthened coordination between corporate banking and retail banking to promote payroll agency business, and stepped up channel coordination to expand quick payment business by linking CEB cards to third parties. Meanwhile, the Bank strengthened “debit card + credit card” linkage to improve customer acquisition and activation capabilities of both debit card and credit card businesses, boosted growth in retail deposits, and optimized business structure. On the asset side of the balance sheet, the Bank continued to promote business transformation, deepened intensive operation and standardization building, supported the development of inclusive finance, and cultivated hit “Sunshine” retail loan products, with the scale of retail loans growing continuously and the asset quality remaining stable. The Bank accelerated wealth management transformation, enriched the contents of inclusive wealth management, and expanded the product spectrum, so as to elevate the value of retail banking channels and inject new vitality into retail banking. The Cloud Fee Payment platform continued to focus on people’s livelihood services and inclusive finance, with continuously increasing service items, expanding output channels and widening service coverage. The platform maintained its leading edges as China’s largest open-ended and convenient fee payment platform.

3.7.3 Financial market business

The Bank continuously strengthened its business operation level and investment and trading capabilities, optimized its asset structure, and promoted improvement in the quality and efficiency of its financial market business. The Bank increased its scale of government bond underwriting and ranked at the forefront among joint-stock commercial banks in terms of the underwriting scale. Based on the “customer-centered” transformation and development concept, the Bank upgraded its FI customer group operation mode, and promoted the growth and quality of GMV through the creation of new digital operation formats. The Bank gave full play to the important role of the “Sunshine Wealth Management” brand in wealth management, and offered investor-oriented allocation services. The Bank continued to diversify its products, refine investment scenarios, optimize wealth management product settlement time, and enrich the low-volatility product shelf to better meet investors’ needs. The Bank succeeded in landing the stock option business, boosted the growth of high-tech enterprises through private equity funds, and brought in medium- and long-term financial support for enterprises in the real economy through a wide range of investment and financing solutions. The Bank played its role as an asset custody platform, brought in asset management institutions in the market, connected the asset side with the liability side on the Bank’s balance sheet, and introduced wealth management scenarios and matchmaking financing scenarios to meet the investment and financing demands of customers. In addition, the Bank continued to broaden service fields of custody business and increase its custody product portfolios, and expanded its market share.

IV. SHAREHOLDER INFORMATION AS AT THE END OF THE REPORTING PERIOD

4.1 Total Number of Ordinary Shareholders and Top Ten Shareholders

Unit: Shareholder, Share, %

Total number of shareholders as at the end of the reporting period		186,569 shareholders for A shares, 827 shareholders for H shares			
Name of shareholder	Nature of shareholder	Class of shares	Number of shares	Shareholding percentage	Number of shares pledged/ marked/frozen
China Everbright Group Ltd.	State-owned legal person	A shares	24,227,813,441	41.00	–
		H shares	1,782,965,000	3.02	–
Hong Kong Securities Clearing Company Nominees Limited Including: Ocean Fortune Investment Limited	Overseas legal person	H shares	5,238,337,290	8.87	Unknown
	Overseas legal person	H shares	1,605,286,000	2.72	–
Overseas Chinese Town Holdings Company	State-owned legal person	H shares	4,200,000,000	7.11	–
China Huarong Asset Management Co., Ltd.	State-owned legal person	A shares	4,184,682,388	7.08	–
China Everbright Limited	Overseas legal person	A shares	1,572,735,868	2.66	–
China Life Reinsurance Company Ltd.	State-owned legal person	H shares	1,530,397,000	2.59	–
China Securities Finance Corporation Limited	State-owned legal person	A shares	989,377,094	1.67	–
Hong Kong Securities Clearing Company Limited	Overseas legal person	A shares	969,422,627	1.64	–
China Reinsurance (Group) Corporation	State-owned legal person	A shares	413,094,619	0.70	–
		H shares	376,393,000	0.64	–
Shenergy (Group) Co., Ltd.	State-owned legal person	A shares	766,002,403	1.30	–

Notes:

1. As at the end of the reporting period, all ordinary shares of the Bank were not subject to restrictions on sales.
2. As at the end of the reporting period, the total number of H shares of the Bank held by the Hong Kong Securities Clearing Company Nominees Limited acting as the nominee for all institutional and individual investors that maintain an account with it was 5,238,337,290 H shares. Among them, 1,605,286,000, 282,684,000 and 172,965,000 H shares of the Bank were held by Ocean Fortune Investment Limited, China Life Reinsurance Company Ltd. and China Everbright Group Ltd., respectively. The number of remaining H shares of the Bank held under it was 3,177,402,290 H shares.
3. The Bank was aware that, as at the end of the reporting period, China Everbright Limited is a subsidiary indirectly controlled by China Everbright Group Ltd.; China Life Reinsurance Company Ltd. is a wholly-owned subsidiary of China Reinsurance (Group) Corporation; and both COSCO Shipping (Shanghai) Investment Management Co., Ltd. and Ocean Fortune Investment Limited are subsidiaries indirectly controlled by China COSCO Shipping Corporation Limited. Save for the above, the Bank was not aware of any related party relationship or concerted actions among the above shareholders.
4. As at the end of the reporting period, as the nominee holder, Hong Kong Securities Clearing Company Limited held, designated by and on behalf of others, 969,422,627 A shares of the Bank in total, including the shares under the Shanghai Stock Connect held by Hong Kong and overseas investors.
5. As at the end of the reporting period, the top ten shareholders of the Bank did not participate in any margin trading, short selling or securities lending, and none of the Bank's preference shareholders had their voting rights restored.

4.2 Total Number of Preference Shareholders and Top Ten Preference Shareholders

4.2.1 Everbright P1 (Code: 360013)

Unit: Shareholder, Share, %

Total number of shareholders as at the end of the reporting period		21			
Name of shareholder	Nature of shareholder	Number of shares held	Percentage of shareholding	Number of shares subject to restrictions on sales	Number of shares pledged/ marked/frozen
Hwabao Trust Co., Ltd.	Others	32,400,000	16.20	–	–
Everbright Securities Asset Management Co., Ltd.	Others	25,200,000	12.60	–	–
BOC International (China) Co., Ltd.	Others	15,510,000	7.76	–	–
Bosera Asset Management Co., Limited	Others	15,500,000	7.75	–	–
BOCOM Schroders Asset Management Co., Ltd.	Others	15,500,000	7.75	–	–
Jiangsu International Trust Corporation Limited	Others	11,640,000	5.82	–	–
Ping An Property & Casualty Insurance Company of China, Ltd.	Others	10,000,000	5.00	–	–
Ping An Life Insurance Company of China, Ltd.	Others	10,000,000	5.00	–	–
China Resources SZITIC Trust Co., Ltd.	Others	8,039,140	4.02	–	–
China Merchants Wealth Asset Management Co., Ltd.	Others	7,786,000	3.89	–	–

Note: Everbright Securities Asset Management Co., Ltd. is a related party of China Everbright Group Ltd. and China Everbright Limited. Ping An Life Insurance Company of China, Ltd. and Ping An Property & Casualty Insurance Company of China, Ltd. are related parties. Save for the above, the Bank was not aware of any related party relationship or concerted actions among the above preference shareholders, as well as between the above preference shareholders and the top ten ordinary shareholders.

4.2.2 Everbright P2 (Code: 360022)

Unit: Shareholder, Share, %

Total number of shareholders as at the end of the reporting period		21			
Name of shareholder	Nature of shareholder	Number of shares held	Percentage of shareholding	Number of shares subject to restrictions on sales	Number of shares pledged/ marked/frozen
AVIC Trust Co., Ltd.	Others	16,470,000	16.47	–	–
China Resources SZITIC Trust Co., Ltd.	Others	15,590,000	15.59	–	–
China Everbright Group Ltd.	State-owned legal person	10,000,000	10.00	–	–
China Life Insurance Company Limited	Others	8,180,000	8.18	–	–
Postal Savings Bank of China Co., Ltd.	Others	7,150,000	7.15	–	–
BOCOM Schroders Asset Management Co., Ltd.	Others	6,590,000	6.59	–	–
CITIC Wealth Management Corporation Limited	Others	6,000,000	6.00	–	–
Bosera Asset Management Co., Limited	Others	5,210,000	5.21	–	–
BOC International (China) Co., Ltd.	Others	4,570,000	4.57	–	–
TruValue Asset Management Co., Ltd.	Others	3,270,000	3.27	–	–
Guangdong Finance Trust Co., Ltd	Others	3,270,000	3.27	–	–

Note: China Everbright Group Ltd. is the controlling shareholder of the Bank. China Everbright Limited is a subsidiary indirectly controlled by China Everbright Group Ltd. Save for the above, the Bank was not aware of any related party relationship or concerted actions among the above preference shareholders, as well as between the above preference shareholders and the top ten ordinary shareholders.

4.2.3 Everbright P3 (Code: 360034)

Unit: Shareholder, Share, %

Total number of shareholders as at the end of the reporting period		26			
Name of shareholder	Nature of shareholder	Number of shares held	Percentage of shareholding	Number of shares subject to restrictions on sales	Number of shares pledged/ marked/frozen
Ping An Life Insurance Company of China, Ltd.	Others	84,110,000	24.04	–	–
China Life Insurance Company Ltd.	Others	47,720,000	13.63	–	–
New China Life Insurance Company Limited	Others	27,270,000	7.79	–	–
BOCOM Schroders Asset Management Co., Ltd.	Others	27,270,000	7.79	–	–
CCB Trust Co., Ltd.	Others	20,810,000	5.95	–	–
Ping An Property & Casualty Insurance Company of China, Ltd.	Others	18,180,000	5.19	–	–
Everbright Securities Asset Management Co., Ltd.	Others	15,040,000	4.30	–	–
CITIC-Prudential Life Insurance Company Limited	Others	15,000,000	4.28	–	–
Postal Savings Bank of China Co., Ltd.	Others	13,630,000	3.89	–	–
CITIC Securities Co., Ltd.	Others	10,720,000	3.07	–	–

Note: Everbright Securities Asset Management Co., Ltd. is a related party of China Everbright Group Ltd. and China Everbright Limited. Ping An Life Insurance Company of China, Ltd. and Ping An Property & Casualty Insurance Company of China, Ltd. are related parties. CITIC-Prudential Life Insurance Company Limited and CITIC Securities Co., Ltd. are related parties. Save for the above, the Bank was not aware of any related party relationship or concerted actions among the above preference shareholders, as well as between the above preference shareholders and the top ten ordinary shareholders.

4.2.4 There was no voting right restoration of the preference shares of the Bank.

V. OTHER SIGNIFICANT EVENTS

During the reporting period, there was no other significant events of the Bank.

VI. QUARTERLY FINANCIAL STATEMENTS

The consolidated statement of profit or loss, the consolidated statement of comprehensive income, the consolidated statement of financial position, and the consolidated cash flow statement (prepared according to IFRS) are attached below.

**The Board of Directors of
China Everbright Bank Company Limited**
30 October 2023

China Everbright Bank Company Limited
Consolidated Statement of Profit or Loss
For the nine months ended 30 September 2023
(Expressed in millions of Renminbi, unless otherwise stated)

	For the nine months ended 30 September	
	<u>2023</u>	<u>2022</u>
Interest income	188,420	179,297
Interest expense	(106,834)	(94,079)
Net interest income	<u>81,586</u>	<u>85,218</u>
Fee and commission income	21,350	23,666
Fee and commission expense	(2,251)	(2,112)
Net fee and commission income	<u>19,099</u>	<u>21,554</u>
Net trading gains	2,580	1,937
Dividend income	51	19
Net gains arising from investment securities	7,354	7,141
Net (losses)/gains on derecognition of financial assets measured at amortised cost	(585)	850
Net foreign exchange gains	871	8
Other net operating income	1,299	683
Operating income	<u>112,255</u>	<u>117,410</u>
Operating expenses	(31,335)	(30,622)
Credit impairment losses	(35,486)	(40,724)
Other impairment losses	(26)	(5)
Operating profit	<u>45,408</u>	<u>46,059</u>
Gains/(Losses) on investment in joint ventures	26	(53)
Profit before tax	<u>45,434</u>	<u>46,006</u>
Income tax	(7,528)	(9,243)
Net profit	<u>37,906</u>	<u>36,763</u>
Net profit attributable to:		
Equity shareholders of the Bank	37,690	36,591
Non-controlling interests	216	172
	<u>37,906</u>	<u>36,763</u>
Earnings per share		
Basic earnings per share (in RMB/share)	0.57	0.59
Diluted earnings per share (in RMB/share)	0.56	0.53

China Everbright Bank Company Limited
Consolidated Statement of Comprehensive Income
For the nine months ended 30 September 2023
(Expressed in millions of Renminbi, unless otherwise stated)

	For the nine months ended 30 September	
	2023	2022
Net profit	37,906	36,763
Other comprehensive income, net of tax:		
Items that will not be reclassified to profit or loss:		
- Remeasurement of supplementary retirement benefits	(5)	-
- Equity instruments at fair value through other comprehensive income		
- Net change in fair value	3	(1)
- Related income tax effect	(1)	-
	(3)	(1)
Subtotal	(3)	(1)
Items that will be reclassified to profit or loss:		
- Debt instruments at fair value through other comprehensive income		
- Net change in fair value	1,706	(1,898)
- Changes in allowance for expected credit losses	229	572
- Reclassified to the profit or loss upon disposal	110	(844)
- Related income tax effect	(514)	492
- Exchange differences on translation of financial statements	84	205
	84	205
Subtotal	1,615	(1,473)
Other comprehensive income, net of tax	1,612	(1,474)
Total comprehensive income	39,518	35,289
Total comprehensive income attributable to:		
Equity shareholders of the Bank	39,300	35,114
Non-controlling interests	218	175
	39,518	35,289

China Everbright Bank Company Limited
Consolidated Statement of Profit or Loss
For the three months from 1 July to 30 September 2023
(Expressed in millions of Renminbi, unless otherwise stated)

	<u>For the three months from 1 July to 30 September</u>	
	<u>2023</u>	<u>2022</u>
Interest income	63,404	60,901
Interest expense	(36,551)	(32,358)
Net interest income	26,853	28,543
Fee and commission income	6,464	7,411
Fee and commission expense	(810)	(692)
Net fee and commission income	5,654	6,719
Net trading gains	552	618
Dividend income	50	17
Net gains arising from investment securities	2,126	2,333
Net (losses)/ gains on derecognition of financial assets measured at amortised cost	(209)	82
Net foreign exchange gains	157	305
Other net operating income	541	262
Operating income	35,724	38,879
Operating expenses	(10,792)	(10,365)
Credit impairment losses	(8,891)	(11,700)
Other impairment losses	(24)	(4)
Operating profit	16,017	16,810
Gains/(Losses) on investments in joint ventures	4	(21)
Profit before tax	16,021	16,789
Income tax	(2,334)	(3,472)
Net profit	13,687	13,317
Net profit attributable to:		
Equity shareholders of the Bank	13,618	13,292
Non-controlling interests	69	25
	13,687	13,317
Earnings per share		
Basic earnings per share (in RMB/share)	0.19	0.21
Diluted earnings per share (in RMB/share)	0.19	0.18

China Everbright Bank Company Limited
Consolidated Statement of Comprehensive Income
For the three months from 1 July to 30 September 2023
(Expressed in millions of Renminbi, unless otherwise stated)

	For the three months from 1 July to 30 September	
	<u>2023</u>	<u>2022</u>
Net profit	13,687	13,317
Other comprehensive income, net of tax:		
Items that will not be reclassified to profit or loss:		
- Remeasurement of supplementary retirement benefits	(5)	-
- Equity instruments at fair value through other comprehensive income		
- Net change in fair value	(1)	-
- Related income tax effect	-	-
Subtotal	(6)	-
Items that will be reclassified to profit or loss:		
- Debt instruments at fair value through other comprehensive income		
- Net change in fair value	(1,940)	393
- Changes in allowance for expected credit losses	(291)	140
- Reclassified to the profit or loss upon disposal	(21)	(190)
- Related income tax effect	555	(109)
- Exchange differences on translation of financial statements	4	119
Subtotal	(1,693)	353
Other comprehensive income, net of tax	(1,699)	353
Total comprehensive income	11,988	13,670
Total comprehensive income attributable to:		
Equity shareholders of the Bank	11,919	13,643
Non-controlling interests	69	27
	11,988	13,670

China Everbright Bank Company Limited
Consolidated Statement of Financial Position
As at 30 September 2023
(Expressed in millions of Renminbi, unless otherwise stated)

	30 September <u>2023</u>	31 December <u>2022</u>
Assets		
Cash and deposits with the central bank	321,405	356,426
Deposits with banks and other financial institutions	30,371	32,073
Precious metals	8,573	7,187
Placements with banks and other financial institutions	140,160	129,979
Derivative financial assets	18,502	15,730
Financial assets held under resale agreements	53,461	28
Loans and advances to customers	3,684,219	3,499,351
Finance lease receivables	103,698	108,012
Financial investments	2,338,428	2,046,612
- Financial assets at fair value through profit or loss	538,973	403,617
- Debt instruments at fair value through other comprehensive income	581,383	449,596
- Equity instruments at fair value through other comprehensive income	1,129	1,126
- Financial investments measured at amortised cost	1,216,943	1,192,273
Investment in joint ventures	200	165
Property and equipment	25,939	26,174
Right-of-use assets	9,398	10,281
Goodwill	1,281	1,281
Deferred tax assets	33,482	32,703
Other assets	65,819	34,508
Total assets	<u><u>6,834,936</u></u>	<u><u>6,300,510</u></u>

China Everbright Bank Company Limited
Consolidated Statement of Financial Position (Continued)
As at 30 September 2023
(Expressed in millions of Renminbi, unless otherwise stated)

	30 September <u>2023</u>	31 December <u>2022</u>
Liabilities and equity		
Liabilities		
Due to the central bank	101,365	63,386
Deposits from banks and other financial institutions	539,535	540,668
Placements from banks and other financial institutions	178,606	188,601
Financial liabilities at fair value through profit or loss	-	27
Derivative financial liabilities	17,937	14,261
Financial assets sold under repurchase agreements	238,755	92,980
Deposits from customers	4,085,395	3,917,168
Accrued staff costs	19,302	19,006
Taxes payable	7,348	11,141
Lease liabilities	9,308	10,151
Debt securities issued	1,035,348	875,971
Other liabilities	51,633	57,137
Total liabilities	<u>6,284,532</u>	<u>5,790,497</u>

China Everbright Bank Company Limited
Consolidated Statement of Financial Position (Continued)
As at 30 September 2023
(Expressed in millions of Renminbi, unless otherwise stated)

	<u>30 September</u> <u>2023</u>	<u>31 December</u> <u>2022</u>
Liabilities and equity (Continued)		
Equity		
Share capital	59,086	54,032
Other equity instruments	104,899	109,062
of which: Preference shares	64,906	64,906
Perpetual bonds	39,993	39,993
Capital reserve	74,473	58,434
Other comprehensive income	1,020	(590)
Surplus reserve	26,245	26,245
General reserve	81,636	81,401
Retained earnings	200,717	179,299
Total equity attributable to equity shareholders of the Bank	548,076	507,883
Non-controlling interests	2,328	2,130
Total equity	<u>550,404</u>	<u>510,013</u>
Total liabilities and equity	<u>6,834,936</u>	<u>6,300,510</u>

Approved and authorised for issue by the board of directors on 30 October 2023.

Wang Jiang
Chairman,
Non-executive Director

Wang Zhiheng
President,
Executive Director

Sun Xinhong
General Manager of
Financial Accounting Department

China Everbright Bank Company Limited
Consolidated Cash Flow Statement
For the nine months ended 30 September 2023
(Expressed in millions of Renminbi, unless otherwise stated)

	For the nine months ended 30 September	
	2023	2022
Cash flows from operating activities		
Profit before tax	45,434	46,006
<i>Adjustments for:</i>		
Credit impairment losses	35,486	40,724
Other impairment losses	26	5
Depreciation and amortisation	4,893	4,717
Unwinding of discount	(724)	(553)
Dividend income	(51)	(19)
Unrealised foreign exchange gains	(379)	(809)
Interest income from investment securities and net gains on disposal	(47,606)	(46,409)
Net losses/(gains) on derecognition of financial assets measured at amortised cost	585	(850)
(Gains)/Losses on investments in joint ventures	(26)	53
Net gains on disposal of trading securities	(2,439)	(1,834)
Revaluation gains on financial instruments at fair value through profit or loss	(2,139)	(402)
Interest expense on debt securities issued	17,992	17,400
Interest expense on lease liabilities	289	324
Net losses on disposal of property and equipment	13	24
	51,354	58,377
<i>Changes in operating assets</i>		
Net decrease/(increase) in deposits with the central bank, banks and other financial institutions	6,724	(13,165)
Net increase in placements with banks and other financial institutions	(13,830)	(15,174)
Net decrease/(increase) in financial assets held for trading	9,372	(61,831)
Net increase in loans and advances to customers	(221,090)	(293,998)
Net (increase)/decrease in financial assets held under resale agreements	(53,412)	30,964
Net increase in other operating assets	(16,738)	(18,098)
	(288,974)	(371,302)

China Everbright Bank Company Limited
Consolidated Cash Flow Statement (Continued)
For the nine months ended 30 September 2023
(Expressed in millions of Renminbi, unless otherwise stated)

	For the nine months ended 30 September	
	<u>2023</u>	<u>2022</u>
Cash flows from operating activities (Continued)		
<i>Changes in operating liabilities</i>		
Net decrease in deposits from banks and other financial institutions	(1,550)	(45,179)
Net decrease in placements from banks and other financial institutions	(10,099)	(8,424)
Net increase in financial assets sold under repurchase agreements	145,626	6,023
Net increase/(decrease) in amounts due to the central bank	36,241	(49,670)
Net increase in deposits from customers	171,205	291,064
Income tax paid	(12,363)	(15,463)
Net (decrease)/increase in other operating liabilities	(13,321)	4,970
	<u>315,739</u>	<u>183,321</u>
Net cash from/(used in) operating activities	<u>78,119</u>	<u>(129,604)</u>
Cash flows from investing activities		
Proceeds from disposal and redemption of investments	710,799	583,681
Investment income received	48,057	47,937
Proceeds from disposal of property and equipment and other long-term assets	557	308
Payments on acquisition of investments	(1,008,914)	(693,859)
Payments on acquisition of property and equipment, intangible assets and other long-term assets	(3,452)	(4,009)
	<u>(3,452)</u>	<u>(4,009)</u>
Net cash used in investing activities	<u>(252,953)</u>	<u>(65,942)</u>

China Everbright Bank Company Limited
Consolidated Cash Flow Statement (Continued)
For the nine months ended 30 September 2023
(Expressed in millions of Renminbi, unless otherwise stated)

	For the nine months ended 30 September	
	2023	2022
Cash flows from financing activities		
Proceeds from insurance of debts	1,013,950	307,478
Repayments of debts issued	(837,983)	(186,197)
Interest paid on debt securities issued	(17,761)	(18,411)
Dividends paid	(16,057)	(15,692)
Other net cash flows from financing activities	(2,279)	(2,375)
Net cash from financing activities	139,870	84,803
Effect of foreign exchange rate changes on cash and cash equivalents	1,159	3,377
Net decrease in cash and cash equivalents	(33,805)	(107,366)
Cash and cash equivalents as at 1 January	136,664	222,583
Cash and cash equivalents as at 30 September	102,859	115,217
Interest received	145,249	139,679
Interest paid (excluding interest expense on debts securities issued)	(89,295)	(64,892)