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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 2024

The board of directors (the “**Board of Directors**”) 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 2024 (the “**Reporting Period**”). The Board of Directors and the Audit Committee of the Board of Directors 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

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

Secretary of the Board of Directors and Company Secretary

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II. FINANCIAL HIGHLIGHTS

(I) Key Financial Data and Financial Indicators

As at 30 September 2024 (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>			
	30 September 2024	31 December 2023		Increase/ decrease (%)
Total assets	14,594,709	14,060,472		3.80
Loans and advances to customers ¹	8,442,157	7,957,085		6.10
Total liabilities	13,454,955	12,961,022		3.81
Deposits from customers ¹	8,727,029	8,551,215		2.06
Shareholders’ equity (attributable to shareholders of the parent company)	1,127,908	1,088,030		3.67
Net assets per share (attributable to holders of ordinary shares of the parent company, in RMB yuan) ²	12.83	12.30		4.31
	July to September 2024	Year-on-year increase/ decrease (%)	January to September 2024	Year-on-year increase/ decrease (%)
Net operating income	63,861	3.29	196,411	(1.37)
Profit before tax	25,208	5.40	72,886	(0.96)
Net profit (attributable to shareholders of the parent company)	23,403	1.19	68,690	(0.69)
Basic earnings per share (attributable to holders of ordinary shares of the parent company, in RMB yuan) ³	0.28	3.70	0.84	–
Diluted earnings per share (attributable to holders of ordinary shares of the parent company, in RMB yuan) ³	0.28	3.70	0.84	–
Return on weighted average net assets (annualised, %) ³	9.60	Decreased by 0.59 percentage point	9.06	Decreased by 0.77 percentage point

Notes:

- Loans and advances to customers do not include interest receivable of related loans and advances. Deposits from customers include interest payable of related deposits.
- Refer to shareholders’ equity attributable to holders of ordinary shares of the parent company after the deduction of other equity instruments against the total issued ordinary shares 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.

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 279,874 ordinary shareholders, of which 250,208 were holders of A shares and 29,666 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 ^{2,4} ("HSBC")	Foreign legal entity	14,135,636,613	19.03	H Share	Nil
The National Council for Social Security Fund ^{3,4} ("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 ^{4,5}	Foreign legal entity	7,716,755,166	10.39	H Share	Unknown
China Securities Finance Corporation Limited	State-owned legal entity	1,891,651,202	2.55	A Share	Nil
Hong Kong Securities Clearing Company Limited	Foreign legal entity	1,395,011,767	1.88	A Share	Nil
Capital Airports Holdings Company Limited	State-owned legal entity	1,246,591,087	1.68	A Share	Nil
Shanghai Haiyan Investment Management Co., Ltd. ⁵	State-owned legal entity	808,145,417	1.09	A Share	Nil
Yunnan Hehe (Group) Co., Ltd. ⁵	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:

1. 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.
2. 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**").
3. 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 630,210,000 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 12,168,698,900 A shares and H shares of the Bank, representing 16.39% of the Bank's total ordinary shares issued.
4. 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 2024, 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 59. 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
AVIC Trust Co., Ltd. – AVIC Trust Tianji Win-win No. 2 Securities Investment Collective Capital Trust Plan	Others	20,000,000	4.44	Domestic preference share	Nil
CCB Trust Co., Ltd. – CCB Trust – Jianyue Changhong No. 1 Single Capital Trust	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 and Casualty Insurance Company Limited – Traditional – Common insurance product	Others	15,000,000	3.33	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
Postal Savings Bank of China Co., Ltd.	State-owned legal entity	10,000,000	2.22	Domestic preference share	Nil
China National Tobacco Corporation Shandong Branch	State-owned legal entity	10,000,000	2.22	Domestic preference share	Nil
China Pacific Property Insurance Co., Ltd. – Traditional – Common insurance product-013C-CT001 Shanghai	Others	10,000,000	2.22	Domestic preference share	Nil
Changjiang Pension Insurance – Bank of China – China Pacific Life Insurance Co., Ltd.	Others	10,000,000	2.22	Domestic preference share	Nil
China National Tobacco Corporation Guangdong Branch	State-owned legal entity	10,000,000	2.22	Domestic preference share	Nil
China National Tobacco Corporation Sichuan Branch	State-owned legal entity	10,000,000	2.22	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 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 Regulation Commission, to the knowledge of the Bank, China National Tobacco Corporation Henan Branch, China National Tobacco Corporation Shandong Branch, China National Tobacco Corporation Guangdong Branch, and China National Tobacco Corporation Sichuan Branch are 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 the existence of any related relationship among the top 10 preference shareholders or any relationship between the 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 2024, the Group strictly abided by the guidance of Xi Jinping Thought on Socialism with Chinese Characteristics for a New Era, and fully implemented the decisions and arrangements of the Communist Party of China (CPC) Central Committee. The Group adhered to the general principle of making progress while maintaining stability, implement the new development concept in a complete, accurate and comprehensive manner. The Group firmly grasped the goal requirements of building China into a strong financial power and the primary task of seeking high-quality development, and thoroughly practiced the political and popular nature of financial work, and its operating performance improved.

As at the end of the Reporting Period, the total assets of the Group increased by 3.80% over the end of the previous year to 14,594.709 billion; the total liabilities increased by 3.81% over the end of the previous year to 13,454.955 billion; the shareholders' equity (attributable to shareholders of the parent company) increased by 3.67% over the end of the previous year to 1,127.908 billion. From January to September 2024, the net operating income decreased by 1.37% on a year-on-year basis to 196.411 billion; the net profit (attributable to shareholders of the parent company) decreased by 0.69% on a year-on-year basis to 68.690 billion; the annualised return on average assets (ROAA) and the annualised return on weighted average net assets were 0.65% and 9.06%, representing a year-on-year decrease of 0.04 percentage point and a decrease of 0.77 percentage point respectively.

(I) Analysis on Key Income Statement Items

1. *Net interest income*

From January to September 2024, the net interest income of the Group increased by 2.671 billion or 2.15% on a year-on-year basis to 126.796 billion, which accounted for 64.56% of the net operating income, representing a year-on-year increase of 2.23 percentage points.

From January to September 2024, the net interest margin of the Group decreased by 2 basis points on a year-on-year basis to 1.28%. The decrease in net interest margin was mainly because on the asset side, as affected by the interest rate adjustment in outstanding mortgage, the reduction in Loan Prime Rate (LPR), the adjustment in policy floor on interest rates for personal mortgage loans and other factors, the rate of return of the customer loan recorded a larger year-on-year decrease. Meanwhile, as affected by the continuous downward impact of the market interest rate center, the rate of return of the securities investment declined year-on-year. To hedge the downward pressure on the rate of return on assets, during the Reporting Period, the Group reasonably arranged the allocation of assets and liabilities, continuously optimised the business structure, strengthened the refined management of deposit and loan pricing, and maintained the relative stability of the net interest margin.

2. *Net fee and commission income*

From January to September 2024, net fee and commission income of the Group decreased by 4.762 billion or 13.96% on a year-on-year basis to 29.353 billion, which accounted for 14.94% of the net operating income, representing a year-on-year decrease of 2.19 percentage points. The year-on-year decrease of net fee and commission income was mainly due to the “unity of reporting and action” of commission of insurance institutions and the policy adjustment of the industry’s rate of public funds, etc., resulting in a year-on-year decline in revenue from agency insurance and fund distribution business; meanwhile, affected by the decrease of credit cards commission income and penalty income, the revenue from bank card business declined year on year.

3. *Operating expenses*

From January to September 2024, the Group’s operating expenses decreased by 0.540 billion or 0.90% on a year-on-year basis to 59.524 billion. The Group’s cost-to-income ratio was 30.35%, representing a year-on-year increase of 0.15 percentage point.

4. *Asset impairment losses*

From January to September 2024, the Group’s asset impairment losses decreased by 3.565 billion or 7.27% on a year-on-year basis to 45.488 billion, of which the credit impairment losses decreased by 4.360 billion or 9.38% on a year-on-year basis to 42.124 billion. The Group continuously monitored the focus and direction of the risk situation, strengthened risk identification, improved accurate measurement, made reasonable loan provisioning, and maintained adequate loss absorption capacity.

(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 8,442.157 billion, representing an increase of 485.072 billion or 6.10% over the end of the previous year, of which the balance of corporate loans increased by 354.067 billion or 6.84% over the end of the previous year to 5,533.600 billion; the balance of personal loans increased by 156.590 billion or 6.33% over the end of the previous year to 2,629.690 billion; the balance of discounted bills decreased by 25.585 billion or 8.40% to 278.867 billion.

2. *Deposits from customers*

As at the end of the Reporting Period, the balance of deposits from customers increased by 175.814 billion or 2.06% over the end of the previous year to 8,727.029 billion, of which the corporate deposits accounted for 56.30%, representing a decrease of 2.66 percentage points over the end of the previous year; the personal deposits accounted for 41.80%, representing an increase of 2.53 percentage points over the end of the previous year. The demand deposits accounted for 30.96%, representing a decrease of 3.37 percentage points over the end of the previous year; the time deposits accounted for 67.14%, representing an increase of 3.24 percentage point 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 122.251 billion or 2.98% over the end of the previous year to 4,226.393 billion.

4. *Asset quality*

As at the end of the Reporting Period, the Group's balance of non-performing loans increased by 5.812 billion or 5.50% over the end of the previous year to 111.500 billion; the non-performing loan ratio decreased by 0.01 percentage point over the end of the previous year to 1.32%; the provision coverage ratio increased by 8.66 percentage points over the end of the previous year to 203.87%; the provision ratio increased by 0.10 percentage point over the end of the previous year to 2.69%.

Distribution of special mention loans and overdue loans by business type

(in millions of RMB unless otherwise stated)

	30 September 2024				31 December 2023			
	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	93,086	1.68	58,974	1.07	89,192	1.72	62,273	1.20
Personal loans	39,995	1.52	58,367	2.22	30,939	1.25	47,832	1.93
Mortgage	13,465	0.92	17,753	1.22	9,875	0.68	12,236	0.84
Credit cards	22,568	4.45	28,975	5.71	18,673	3.81	28,061	5.73
Personal business loans	1,923	0.49	5,692	1.46	903	0.26	3,425	1.00
Personal consumption loans and others	2,039	0.75	5,947	2.20	1,488	0.84	4,110	2.32
Discounted bills	10	0.00	12	0.00	125	0.04	16	0.01
Total	133,091	1.58	117,353	1.39	120,256	1.51	110,121	1.38

Distribution of loans and non-performing loans by business type

(in millions of RMB unless otherwise stated)

	30 September 2024				31 December 2023			
	Loans	Proportion (%)	Non- performing loans	Non- performing loan ratio (%)	Loans	Proportion (%)	Non- performing loans	Non- performing loan ratio (%)
Corporate loans	5,533,600	65.55	82,726	1.49	5,179,533	65.09	85,549	1.65
Personal loans	2,629,690	31.15	28,762	1.09	2,473,100	31.08	20,123	0.81
Mortgage	1,460,590	17.31	8,672	0.59	1,462,634	18.39	5,462	0.37
Credit cards	507,465	6.01	12,147	2.39	489,725	6.15	9,385	1.92
Personal business loans	391,162	4.63	4,025	1.03	343,585	4.32	2,713	0.79
Personal consumption loans and others	270,473	3.20	3,918	1.45	177,156	2.22	2,563	1.45
Discounted bills	278,867	3.30	12	0.00	304,452	3.83	16	0.01
Total	8,442,157	100.00	111,500	1.32	7,957,085	100.00	105,688	1.33

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, but decreased compared with the end of last quarter.

V. CAPITAL ADEQUACY RATIO

The Group calculated the capital adequacy ratios pursuant to the *Administrative Measures for the Capital of Commercial Banks* and the relevant requirements. 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 16.22%, 12.20% and 10.29% respectively, which all met the regulatory requirements.

For further information on the Group's capital measurement, leverage ratio and liquidity coverage ratio, please refer to the *Bank of Communications Co., Ltd. Pillar 3 Report at 30 September 2024* to be published at the official website of the Bank at www.bankcomm.com.

VI. PUBLICATION OF THE THIRD QUARTER REPORT

The results announcement will be simultaneously published on the website of the Hong Kong Exchanges and Clearing Limited at www.hkexnews.hk, as well as the website of the Bank at www.bankcomm.com for the reference of shareholders. The third quarter report 2024 prepared in accordance with China Accounting Standards will be available on the website of the Shanghai Stock Exchange at www.sse.com.cn and the official website of the Bank at www.bankcomm.com.

This announcement is prepared in both Chinese and English. Should there be any inconsistency between the Chinese and English versions, the Chinese version should prevail.

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

Shanghai, the PRC
30 October 2024

As at the date of this announcement, the directors of the Bank are Mr. Ren Deqi, Mr. Zhang Baojiang, Mr. Yin Jiuyong, Mr. Zhou Wanfu, 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. Shi Lei#, Mr. Zhang Xiangdong#, Ms. Li Xiaohui#, Mr. Ma Jun#, Mr. Wong Tin Chak# and Mr. Xiao We#.*

* *Non-executive directors*

Independent non-executive directors

APPENDIX FINANCIAL STATEMENTS

I. Unaudited interim consolidated statement of profit or loss and other comprehensive income

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

	Nine months ended 30 September	
	2024	2023
Interest income	340,379	345,220
Interest expense	(213,583)	(221,095)
Net interest income	126,796	124,125
Fee and commission income	32,278	37,207
Fee and commission expense	(2,925)	(3,092)
Net fee and commission income	29,353	34,115
Net gains/(losses) arising from trading activities	16,529	21,135
Net gains/(losses) arising from financial investments	1,905	269
<i>Including: Net gains on derecognition of financial assets measured at amortised cost</i>	377	23
Net gains/(losses) on investments in associates and joint ventures	400	221
Other operating income	21,428	19,266
Net operating income	196,411	199,131
Credit impairment losses	(44,841)	(48,431)
Other assets impairment losses	(647)	(622)
Other operating expenses	(78,037)	(76,487)
Profit before tax	72,886	73,591
Income tax	(3,474)	(3,911)
Net profit for the period	69,412	69,680

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

Nine months ended 30 September
2024 2023

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	10,765	2,499
Amount reclassified to profit or loss	(1,249)	(293)
Expected credit losses of debt instruments measured at fair value through other comprehensive income		
Amount recognised in equity	73	860
Amount reclassified to profit or loss	–	–
Effective portion of gains or losses on hedging instruments in cash flow hedges		
Amount recognised in equity	191	(838)
Amount reclassified to profit or loss	(160)	299
Translation differences for foreign operations	(1,002)	2,985
Others	(3,231)	(1,458)
	5,387	4,054
Subtotal	5,387	4,054

Items that will not be reclassified subsequently

to profit or loss:

Actuarial revaluation on pension benefits	(7)	19
Changes in fair value of equity investments designated at fair value through other comprehensive income	1,196	796
Changes in fair value attributable to changes in the credit risk of financial liability designated at fair value through profit or loss	(415)	(111)
Others	(193)	(285)
	581	419
Subtotal	581	419

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

	Nine months ended 30 September	
	2024	2023
Other comprehensive income, net of tax	<u>5,968</u>	<u>4,473</u>
Total comprehensive income for the period	<u>75,380</u>	<u>74,153</u>
Net profit attributable to:		
Shareholders of the parent company	68,690	69,166
Non-controlling interests	<u>722</u>	<u>514</u>
	<u>69,412</u>	<u>69,680</u>
Total comprehensive income attributable to:		
Shareholders of the parent company	74,317	73,323
Non-controlling interests	<u>1,063</u>	<u>830</u>
	<u>75,380</u>	<u>74,153</u>
Basic and diluted earnings per share for profit attributable to holders of ordinary shares of the parent company (in RMB yuan)	0.84	0.84

II. Unaudited interim consolidated statement of financial position

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

	As at 30 September 2024	As at 31 December 2023
ASSETS		
Cash and balances with central banks	727,476	898,022
Due from and placements with banks and other financial institutions	894,954	859,642
Derivative financial assets	63,588	67,387
Loans and advances to customers	8,238,069	7,772,060
Financial investments at fair value through profit or loss	694,823	642,282
Financial investments at amortised cost	2,536,924	2,573,911
Financial investments at fair value through other comprehensive income	994,646	887,949
Investments in associates and joint ventures	11,546	8,990
Property and equipment	231,835	217,751
Deferred tax assets	39,371	40,379
Other assets	161,477	92,099
Total assets	14,594,709	14,060,472
LIABILITIES AND EQUITY		
LIABILITIES		
Due to and placements from banks and other financial institutions	2,385,006	2,424,537
Financial liabilities at fair value through profit or loss	55,456	56,557
Derivative financial liabilities	52,835	50,975
Deposits from customers	8,727,029	8,551,215
Certificates of deposits issued	1,314,416	1,027,461
Income tax payable	3,895	4,538
Debt securities issued	642,238	592,175
Deferred tax liabilities	2,510	2,407
Other liabilities	271,570	251,157
Total liabilities	13,454,955	12,961,022

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

	As at 30 September 2024	As at 31 December 2023
EQUITY		
Share capital	74,263	74,263
Other equity instruments	174,796	174,790
<i>Including: Preference shares</i>	44,952	44,952
<i>Perpetual bonds</i>	129,844	129,838
Capital surplus	111,422	111,428
Other reserves	427,985	400,805
Retained earnings	339,442	326,744
	<hr/>	<hr/>
Equity attributable to shareholders of the parent company	1,127,908	1,088,030
	<hr style="border-top: 1px dashed black;"/>	<hr style="border-top: 1px dashed black;"/>
Equity attributable to non-controlling interests of ordinary shares	8,355	7,912
Equity attributable to non-controlling interests of other equity instruments	3,491	3,508
	<hr/>	<hr/>
Non-controlling interests	11,846	11,420
	<hr style="border-top: 1px dashed black;"/>	<hr style="border-top: 1px dashed black;"/>
Total equity	1,139,754	1,099,450
	<hr style="border-top: 1px dashed black;"/>	<hr style="border-top: 1px dashed black;"/>
Total equity and liabilities	14,594,709	14,060,472
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III. Unaudited interim consolidated statement of cash flows

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

	Nine months ended 30 September	
	2024	2023
Cash flows from operating activities:		
Profit before tax:	72,886	73,591
Adjustments for:		
Provision for credit impairment losses	44,841	48,431
Provision for other assets impairment losses	647	622
Depreciation and amortization	14,357	14,004
Provision for outstanding litigation and unsettled obligation	63	19
Net gains on the disposal of property, equipment and other assets	(471)	(716)
Interest income on financial investments	(83,772)	(83,324)
Net (gains)/losses on fair value and foreign exchange	(3,764)	(4,521)
Net (gains)/losses on investments in associates and joint ventures	(400)	(221)
Net (gains)/losses on financial investments	(1,696)	(269)
Interest expense on debt securities issued	12,276	12,228
Interest expense on lease liabilities	135	111
	<hr/>	<hr/>
Operating cash flows before movements in operating assets and liabilities	55,102	59,955
Net decrease/(increase) in balances with central banks	66,412	(17,773)
Net increase in due from and placements with banks and other financial institutions	(50,179)	(52,669)
Net increase in loans and advances to customers	(510,492)	(620,014)
Net (increase)/decrease in financial assets at fair value through profit or loss	(46,220)	30,520
Net increase in other assets	(73,247)	(49,447)
Net (decrease)/increase in due to and placements from banks and other financial institutions	(32,643)	47,540
Net decrease in financial liabilities at fair value through profit or loss	(1,601)	(10,684)
Net increase in deposits from customers and certificates of deposit issued	454,529	599,833
Net increase in other liabilities	27,930	25,636
Net (decrease)/increase in value-added tax and other taxes payable	(341)	179
Income taxes paid	(4,911)	(5,176)
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Net cash flows generated from/(used in) operating activities	(115,661)	7,900
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(All amounts presented in millions of RMB except when otherwise indicated)

	Nine months ended 30 September	
	2024	2023
Cash flows from investing activities:		
Cash payment for investment in subsidiaries, associated ventures and joint ventures	(2,163)	–
Acquisition of minority shareholders' equity	(345)	–
Cash payments for financial investments	(921,117)	(906,131)
Proceeds from disposal or redemption of financial investments	868,179	775,632
Dividends received	710	738
Interest received from financial investments	82,078	79,294
Acquisition of intangible assets and other assets	(478)	(1,422)
Cash received from the sale of intangible assets and other assets	5	28
Acquisition of property and equipment	(30,888)	(34,115)
Cash received from disposal of property and equipment	2,865	7,071
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Net cash flows generated from/(used in) investing activities	(1,154)	(78,905)
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Cash flows from financing activities:		
Proceeds from issue of debt securities	149,044	152,156
Repayment of principals and interest of lease liabilities	(1,702)	(1,845)
Repayment of principals of debt securities issued	(97,456)	(91,662)
Payment of interest on debt securities	(12,832)	(11,030)
Dividends paid	(34,419)	(34,447)
Dividends paid to non-controlling interests	(222)	(422)
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Net cash flows generated from/(used in) financing activities	2,413	12,750
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Effect of exchange rate fluctuations on cash and cash equivalents held	(798)	1,041
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Net changes in cash and cash equivalents	(115,200)	(57,214)
Cash and cash equivalents at the beginning of the period	275,461	248,803
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Cash and cash equivalents at the end of the period	160,261	191,589
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Net cash flows from operating activities include:		
Interest received	258,044	260,204
Interest paid	(187,758)	(172,260)
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