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中 信 銀 行 股 份 有 限 公 司
China CITIC Bank Corporation Limited

(A joint stock limited company incorporated in the People's Republic of China with limited liability)
(Stock Code: 998)

REPORT OF THE THIRD QUARTER OF 2014

The board of directors (the “**Board of Directors**”) of China CITIC Bank Corporation Limited announces the unaudited results of the Bank and its subsidiaries for the third quarter ended 30 September 2014 (the “**reporting period**”), which have been prepared in accordance with the International Financial Reporting Standards (the “**IFRS**”). This announcement is made in accordance with 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.

This announcement is made in Chinese and English. Should there be any discrepancies between the two versions, the Chinese version shall prevail.

§1 IMPORTANT NOTICES

- 1.1 The Board of Directors, the Board of Supervisors, directors, supervisors, and senior management of the Company undertake that the information contained in this report contains no untruthful records, misleading statements or significant omissions, and that they are jointly and severally liable for the truthfulness, accuracy, and completeness of the content thereof.
- 1.2 The Company's Report of the Third Quarter of 2014 was approved at the 30th meeting of the third session of the Board of Directors of the Company. 14 out of the 14 eligible directors attended the meeting while 10 of them attended in person, 4 acted as proxies. Director Li Qingping acted as proxy for Director Zhu Xiaohuang and Director Dou Jianzhong. Director Li Zheping acted as proxy for Director Sun Deshun and Director Gonzalo José Toraño Vallina. The supervisors of the Bank attended the meeting as non-voting delegates.

1.3 The Bank's Report of the Third Quarter of 2014 prepared on the basis of IFRS is unaudited.

1.4 Mr. Chang Zhenming, as Chairman of the Board of Directors of the Bank, Ms. Li Qingping, as President of the Bank, Mr. Cao Guoqiang, as Vice President of the Bank in charge of financial affairs, and Mr. Lu Wei, as Head of the Budget and Finance Department of the Bank, hereby pledge the truthfulness, accuracy and completeness of the financial statements contained herein.

1.5 "The Bank" and "the Company" mentioned herein both refer to China CITIC Bank Corporation Limited and "the Group" refers to China CITIC Bank Corporation Limited and its subsidiaries.

§2 COMPANY PROFILE

2.1 Principal Accounting Data and Financial Indicators

2.1.1 Principal accounting data and financial indicators prepared in accordance with IFRS

(Expressed in millions of Renminbi: unless otherwise stated)

Item	As at the end of the reporting period	As at the end of the previous year	Changes over the previous year-end (%)
Total assets	4,045,887	3,641,193	11.11
Total loans and advances to customers	2,124,128	1,941,175	9.42
Total liabilities	3,788,202	3,410,468	11.08
Total deposits from customers	2,875,725	2,651,678	8.45
Placements from banks and non-bank financial institutions	25,244	41,952	(39.83)
Issued debt certificates	126,959	76,869	65.16
Including: Issued subordinated debts and other debt securities	99,078	61,183	61.94
Net assets attributable to shareholders of the Bank	250,091	225,601	10.86
Net asset per share attributable to the Bank's shareholders (RMB)	5.35	4.82	10.86

Item	From year beginning to end of the reporting period (January to September 2014)	From previous year beginning to end of the reporting period (January to September 2013)	Year-on-year Changes (%)
Net cash flow from operating activities	6,103	(110,816)	–
Net cash flow per share from operating activities (RMB)	0.13	(2.37)	–

Item	From year beginning to end of the reporting period (January to September 2014)	From previous year beginning to end of the reporting period (January to September 2013)	Year-on-year Changes (%)
Operating income	92,608	76,817	20.56
Profit before taxation	43,093	41,189	4.62
Net profit attributable to shareholders of the Bank	32,280	30,860	4.60
Return on average assets (ROAA) (annualized)	1.14%	1.31%	(0.17)
Return on weighted average equity (%) (ROAE) (annualized)	18.10%	19.20%	(1.10)
Basic earnings per share (RMB/share)	0.69	0.66	4.55
Diluted earnings per share (RMB/share)	0.69	0.66	4.55

2.1.2 Capital adequacy ratio analysis

The Group calculated and disclosed its capital adequacy ratios according to the Interim Measures for Capital Management of Commercial Banks promulgated by the China Banking Regulatory Commission (implemented as of 1 January 2013), and met the regulator's transition-period capital requirements during the reporting period. As at the end of the reporting period, the Group recorded 9.29% core tier-one capital adequacy ratio, up 0.51 percentage point over the end of the previous year, 9.35% tier-one capital adequacy ratio, up 0.57 percentage point over the end of the previous year, and 12.99% capital adequacy ratio, up 1.75 percentage points over the end of the previous year.

(Expressed in millions of Renminbi unless otherwise stated)

Item	As at the end of the reporting period (30 September 2014)	As at the end of the previous year (31 December 2013)	Changes over the previous year-end (%)
Net core tier-one capital	252,907	228,311	10.77
Net tier-one capital	254,670	228,380	11.51
Net capital	353,655	292,212	21.03
Total risk-weighted assets	2,723,184	2,600,494	4.72
Core tier-one capital adequacy ratio	9.29%	8.78%	Up 0.51 percentage point
Tier-one capital adequacy ratio	9.35%	8.78%	Up 0.57 percentage point
Capital adequacy ratio	12.99%	11.24%	Up 1.75 percentage points

2.1.3 Management discussion and analysis

As at the end of the reporting period, the Group's total assets amounted to RMB4,045.887 billion, representing an increase of 11.11% over the end of the previous year; total liabilities amounted to RMB3,788.202 billion, a growth of 11.08% over the end of the previous year; total loans and advances to customers recorded RMB2,124.128 billion, up 9.42% over the end of the previous year; and total deposits from customers reached RMB2,875.725 billion, an increase of 8.45% over the end of the previous year.

During the reporting period, the Group realized net profit attributable to the Bank's shareholders of RMB32.280 billion, representing an increase of 4.60% year-on-year; and operating income of RMB92,608 billion, up 20.56% year-on-year, of which net interest income reached RMB70.048 billion, an increase of 11.99% year-on-year, and net non-interest income amounted to RMB22,560 billion, up 58.10% year-on-year, accounting for 24.36% of total net operating income, a growth of 5.79 percentage points year-on-year. Net interest margin of the Group stood at 2.37%, down 0.22 percentage point year-on-year.

As at the end of the reporting period, the Group's balance of non-performing loans reached RMB29.428 billion, up 47.39% over the end of the previous year; non-performing loan ratio (NPL ratio) stood at 1.39%, up 0.36 percentage point over the end of the previous year; provision coverage ratio recorded 181.49%, down 25.13 percentage points from the end of the previous year; and provision to loan ratio stood at 2.51%, up 0.38 percentage point from the end of the previous year.

2.2 Total number of shareholders and shareholdings of the top 10 shareholders as at the end of the reporting period

Total number of shareholders (number of accounts) 349,796

Shareholdings of the top 10 shareholders

Unit: Share

Name of shareholder (full name)	Increase/ Decrease during the reporting period	Number of shares held at the end of the reporting period	Percentage (%)	Number of shares subject to restrictions on sale	Shares pledged or frozen	Nature of shareholder
CITIC Limited ⁴	81,910,800	31,406,992,773	67.13%	0	Unknown	State-owned Legal Person
Hong Kong Securities Clearing Company Nominee Limited	3,179,250	12,008,365,097	25.67%	0	Unknown	Foreign Legal Person
The National Council of Social Security Fund	0	338,513,209	0.72%	0	Unknown	State-owned Legal Person
China Construction Bank	0	168,599,268	0.36%	0	Unknown	State-owned Legal Person
National Social Security Fund Portfolio 108	(10,000,000)	96,040,604	0.21%	0	None	State-owned Legal Person
Agricultural Bank of China-Baoying Strategic Growth Equity Fund	(8,000,000)	50,000,000	0.11%	0	None	Other
Csop Asset Management Co., Ltd. -A50ETF	12,755,400	48,045,080	0.10%	0	None	Other
NSSF Portfolio 113	0	45,394,612	0.10%	0	None	State-owned Legal Person
Dongfeng Motor Corporation	0	31,034,400	0.07%	0	None	State-owned Legal Person
Industrial and Commercial Bank of China Limited	0	31,034,400	0.07%	0	None	State-owned Legal Person
Hebei Construction & Investment Group Co., Ltd.	200,000	31,034,400	0.07%	0	None	State-owned Legal Person

- Notes:
- Note on connected relations or concerted actions of the above shareholders: As at the end of the reporting period, the Bank was not aware of any connected relation or concerted action between the above-mentioned shareholders.
 - Statistics about the above shareholders and their shareholdings was based on the information available from the Bank's A-share register of members as provided by the Bank's A-share stock transfer registrar and the Bank's H-share register of members as provided by the Bank's H-share stock transfer registrar.
 - As at the end of the reporting period, all shares of the Bank were shares not subject to selling restrictions. The shareholdings of the top 10 shareholders that are not subject to selling restrictions are the same as those of the top 10 shareholders.
 - CITIC Limited recently increased its H-share holding in the Bank by 81,910,800 shares by means of a transfer agreement. The transaction has been delivered according to the sales contract but needs yet to pay the stamp duties and go through the procedure for share transfer. After the increase in shareholding, CITIC Limited will hold a total of 31,406,992,773 A + H shares in the Bank, about 67.13% of the Bank's share capital. For details of the share transfer, please refer to the Announcement of China CITIC Bank on Increase in Shareholding by Its Controlling Shareholder and the Special Opinion of Beijing Jiayuan Law Firm on Review of the Increase in Shareholding in China CITIC Bank by CITIC Limited, both of which documents were disclosed by the Bank on 27 September 2014.

§3 SIGNIFICANT EVENTS

3.1 Material changes in principal accounting items and financial indicators of the Company and the reasons thereof

✓Applicable Not applicable

Items with material changes in this quarter and the reasons thereof are as follows:

(Expressed in millions of Renminbi unless otherwise stated)

Item	30 September 2014/January– September 2014	Changes over the previous year-end/year- on-year (%)	Reasons for the changes
Placements with banks and non-bank financial institutions	69,691	(43.02)	Reduction in placements with domestic banks and non-bank financial institutions
Financial assets measured at fair value through profit or loss for the current period	17,561	59.38	Increase in investment in trading debt securities
Interest receivables	24,155	55.39	Increase in interest income from receivables investment
Receivables investment	510,784	70.17	More investment in directional asset management schemes
Placements from banks and non-bank financial institutions	25,244	(39.83)	Reduction in placements from banks and non-bank financial institutions
Amounts of financial assets under repurchase agreements	52,725	563.29	Increase in debt securities under repurchase agreements
Tax and fee payables	7,027	61.35	Increase in income tax payable
Interest payables	37,595	33.59	Increase in deposit interest payable
Issued debt certificates	126,959	65.16	New issuance of secondary capital debts
Net fee and commission income	18,835	52.02	Rapid development of fee-based business
Asset impairment loss	17,774	124.45	Increase in provisioning for credit asset impairment under portfolio valuation
Net trading gain	2,527	89.57	Changes in revaluation of financial derivatives

3.2 Progress and impacts of significant events and analysis of solutions

Applicable Not applicable

3.3 Performance of undertakings by the Company, its shareholders and its de facto controller

Applicable Not applicable

No new undertakings were made by the shareholders holding 5% or more shares in the Bank during the reporting period. Undertakings as at the end of the reporting period were the same as those disclosed in the prospectus and the 2014 interim report. The undertakings made by the shareholders have been duly performed.

3.4 Implementation of profit distribution of the Company during the reporting period

Applicable Not applicable

As was approved by the 2013 Annual General Meeting, the Bank paid the 2013 yearly dividends in cash to its A-share shareholders on register as at 16 July 2014 and H-share shareholders on register as at 3 June 2014 at RMB0.252 (pre-tax) per share, with total payments amounting to approximately RMB11.790 billion. The Bank explained its profit distribution plan for 2013 in detail in its 2013 annual report, documents of the 2013 annual Shareholders' General Meeting and announcement on its implementation of A-share profit distribution for the year 2013. The Bank did not conduct any profit distribution or conversion of capital reserve into share capital during the first three quarters of 2014.

3.5 Forecast warning that the accumulated net profit from the beginning of the year up to the end of the next reporting period may turn to loss or have significant changes compared with the corresponding period of the previous year and the reasons thereof

Applicable Not applicable

3.6 Securities Investment

3.6.1 Stocks and securities of other listed companies held by the Company

✓ Applicable □ Not applicable

Unit: RMB

No.	Stock code	Stock name	Initial investment amount	Shareholding percentage in the investee's total equity	Book value at the end of the reporting period	Gain or loss during the reporting period	Book value at the beginning of the reporting period	Changes in shareholder's equity during the reporting period	Accounting item	Sources of Shares
1	00762	China Unicom (HK)	7,020,000.00	-	3,677,298.00	-	3,648,201.81	29,096.19	Available-for-sale financial assets	Cash purchase
2	V	Visa Inc.	7,509,605.39	-	66,331,784.98	142,089.44	68,698,961.41	(2,367,176.43)	Available-for-sale financial assets	Gift/Bonus share
3	MA	Mastercard International	201,629.69	-	3,448,259.42	11,840.79	3,860,489.40	(412,229.98)	Available-for-sale financial assets	Bonus share
		Total	14,731,235.08	-	73,457,342.40	153,930.23	76,207,652.62	(2,750,310.22)		

3.6.2 The Company's equity holdings in non-listed financial companies and companies that intend to go public

✓Applicable □Not applicable

Unit: RMB

Name of Company	Initial investment amount	Number of shares held (share)	Shareholding percentage in the investee's total equity	Book value at the end of the reporting period	Gain or loss during the reporting period	Changes in shareholder's equity during the reporting period	Accounting item	Sources of shares
China Unionpay	113,750,000.00	87,500,000	2.99%	113,750,000.00	-	-	Available-for-sale financial assets	Cash purchase
SWIFT	161,127.66	35	-	462,039.82	-	-	Available-for-sale financial assets	Bonus share
Joint Electronic Teller Services	4,535,347.33	16 (Class B)	-	4,082,276.32	-	-	Available-for-sale financial assets	Bonus share
Electronic Payment Services Company (HK) Ltd.	14,263,759.80	2	-	12,838,842.23	-	-	Available-for-sale financial assets	Bonus share
Total	132,710,234.79			131,133,158.37	-	-		

Note: Apart from the equity investment set out in the above table, China Investment and Finance Limited, a subsidiary of the Bank, also held private equity fund with a net value of RMB200 million as at the end of the reporting period.

STATEMENT OF CONSOLIDATED PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME (UNAUDITED)

For the nine months ended 30 September 2014

(Expressed in millions of Renminbi unless otherwise stated)

	July to September 2014	July to September 2013	January to September 2014	January to September 2013
Interest income	52,397	42,378	154,677	117,576
Interest expense	(27,963)	(20,304)	(84,629)	(55,028)
Net interest income	24,434	22,074	70,048	62,548
Fee and commission income	6,444	4,739	19,941	13,320
Fee and commission expense	(416)	(326)	(1,106)	(930)
Net fee and commission income	6,028	4,413	18,835	12,390
Net trading (loss)/gain	(185)	163	2,527	1,333
Net gain/(loss) from investment securities	106	(83)	906	(10)
Net hedging (loss)	(2)	–	(2)	–
Other net operating income	126	176	294	556
Operating income	30,507	26,743	92,608	76,817
Operating expenses	(10,807)	(9,787)	(31,893)	(27,727)
Operating profit before impairment	19,700	16,956	60,715	49,090
Impairment losses on				
– loans and advances to customers	(5,876)	(2,897)	(16,790)	(7,616)
– others	(281)	(133)	(984)	(303)
Total asset impairment losses	(6,157)	(3,030)	(17,774)	(7,919)
Revaluation (losses)/gains on investment properties	–	–	(1)	1
Share of profits of associates	47	20	153	17
Profit before taxation	13,590	13,946	43,093	41,189
Income tax expense	(3,162)	(3,350)	(10,240)	(9,950)
Net profit	10,428	10,596	32,853	31,239

	July to September 2014	July to September 2013	January to September 2014	January to September 2013
Other comprehensive income in the reporting period:				
(I) Other comprehensive income items to be recategorized into profit or loss when satisfying set conditions in later accounting periods (to be expressed as net amounts after deduction of income tax effect)				
– Changes in fair value of available-for-sale financial assets	546	(1,687)	3,945	(2,167)
– Exchange difference on translating foreign operations	(48)	(76)	100	(342)
– Other comprehensive income of associates	63	–	18	12
(II) Other comprehensive income items not to be recategorized into profit or loss when satisfying set conditions in later accounting periods (to be expressed as net amounts after deduction of income tax effect)				
– Changes resulting from remeasurement of fixed- income investment plans	–	–	(7)	–
Other comprehensive income/ (losses), net of tax	<u>561</u>	<u>(1,763)</u>	<u>4,056</u>	<u>(2,497)</u>
Total comprehensive income	<u>10,989</u>	<u>8,833</u>	<u>36,909</u>	<u>28,742</u>
Net profit attributable to:				
– Shareholders of the Bank	10,246	10,469	32,280	30,860
– Non-controlling interests	182	127	573	379
	<u>10,428</u>	<u>10,596</u>	<u>32,853</u>	<u>31,239</u>
Total comprehensive income attributable to:				
– Shareholders of the Bank	10,804	8,717	36,280	28,486
– Non-controlling interests	185	116	629	256
	<u>10,989</u>	<u>8,833</u>	<u>36,909</u>	<u>28,742</u>
Basic and diluted earnings per share (RMB)	<u>0.22</u>	<u>0.22</u>	<u>0.69</u>	<u>0.66</u>

STATEMENT OF FINANCIAL POSITION (UNAUDITED)*As at 30 September 2014**(Expressed in millions of Renminbi unless otherwise stated)*

	The Group		The Bank	
	<u>30 Sep. 2014</u>	<u>31 Dec. 2013</u>	<u>30 Sep. 2014</u>	<u>31 Dec. 2013</u>
Assets				
Cash and balances with central bank	536,648	496,476	534,592	494,316
Deposits with banks	110,454	131,711	102,969	124,860
Precious metal	25	–	25	–
Placements with banks and non-bank financial institutions	69,691	122,314	38,406	98,414
Financial assets measured at fair value through profit or loss for the current period	17,561	11,018	17,549	10,966
Positive fair value of derivatives	8,166	7,749	5,859	5,866
Financial assets held under resale agreements	282,134	286,767	282,134	286,816
Interest receivable	24,155	15,545	23,453	14,976
Loans and advances to customers	2,070,721	1,899,921	1,957,934	1,798,983
Available-for-sale financial assets	185,770	177,960	167,642	160,636
Held-to-maturity investments	171,222	154,849	171,222	154,788
Receivables investments	510,784	300,158	510,784	300,158
Investment in joint ventures and associates	2,289	2,176	–	–
Investment in subsidiaries	–	–	9,986	9,986
Fixed assets	13,817	13,734	13,288	13,188
Investment properties	279	277	–	–
Goodwill	799	792	–	–
Intangible assets	369	363	369	363
Deferred tax assets	9,849	8,434	9,848	8,410
Other assets	31,154	10,949	30,110	10,251
Total assets	<u>4,045,887</u>	<u>3,641,193</u>	<u>3,876,170</u>	<u>3,492,977</u>

	The Group		The Bank	
	<u>30 Sep. 2014</u>	<u>31 Dec. 2013</u>	<u>30 Sep. 2014</u>	<u>31 Dec. 2013</u>
Liabilities				
Deposits from banks and non-bank financial institutions	624,198	559,667	633,612	571,234
Placements from banks and non-bank financial institutions	25,244	41,952	23,624	38,512
Negative fair value of derivatives	7,766	6,853	5,561	5,620
Financial assets sold under repurchase agreements	52,725	7,949	52,495	6,468
Deposits from customers	2,875,725	2,651,678	2,734,799	2,529,488
Accrued staff costs	9,696	10,500	9,122	10,043
Taxes payable	7,027	4,355	6,554	4,199
Interest payable	37,595	28,143	36,816	27,552
Provisions	39	71	35	71
Issued debt certificates	126,959	76,869	108,031	56,439
Other liabilities	21,228	22,431	19,193	19,995
Total liabilities	<u>3,788,202</u>	<u>3,410,468</u>	<u>3,629,842</u>	<u>3,269,621</u>

	The Group		The Bank	
	<u>30 Sep. 2014</u>	<u>31 Dec. 2013</u>	<u>30 Sep. 2014</u>	<u>31 Dec. 2013</u>
Equity				
Share capital	46,787	46,787	46,787	46,787
Share premium and other reserves	49,496	49,503	51,630	51,637
Investment revaluation reserve	(833)	(4,769)	(856)	(4,750)
Surplus reserve	15,495	15,495	15,495	15,495
General reserve	44,340	44,340	44,250	44,250
Retained earnings	97,180	76,690	89,022	69,937
Exchange difference	(2,374)	(2,445)	-	-
Total equity attributable to shareholders of the Bank	250,091	225,601	246,328	223,356
Non-controlling interests	7,594	5,124	-	-
Total equity	<u>257,685</u>	<u>230,725</u>	<u>246,328</u>	<u>223,356</u>
Total liabilities and equity	<u>4,045,887</u>	<u>3,641,193</u>	<u>3,876,170</u>	<u>3,492,977</u>

This financial report was approved by the Board of Directors on 29 October 2014

Chang Zhenming
Legal Representative (Chairman)

Li Qingping
President

Cao Guoqiang
Vice-President in charge of finance function

Lu Wei
General Manager of Budget and Finance Department

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CONSOLIDATED STATEMENT OF EQUITY CHANGES (UNAUDITED)

For the nine months ended 30 September 2014— unaudited

(Expressed in millions of Renminbi unless otherwise stated)

	Share capital	Share premium	Other reserves	Investment revaluation reserve	Surplus reserve	General reserve	Retained earnings	Exchange difference	Non-controlling interests	Total equity
As at 1 January 2014	46,787	49,214	289	(4,769)	15,495	44,340	76,690	(2,445)	5,124	230,725
Movements during the current period										
(I) Net profits	-	-	-	-	-	-	32,280	-	573	32,853
(II) Other comprehensive income	-	-	(7)	3,936	-	-	-	71	56	4,056
Total comprehensive income	-	-	(7)	3,936	-	-	32,280	71	629	36,909
(III) Owner's input and reduction of capital										
1. Capital input by holders of other equity instruments	-	-	-	-	-	-	-	-	1,823	1,823
2. Capital input in newly established tier-two subsidiaries by non-controlling shareholders	-	-	-	-	-	-	-	-	18	18
(IV) Profit appropriation										
1. Appropriation to shareholders	-	-	-	-	-	-	(11,790)	-	-	(11,790)
As at 30 September 2014	<u>46,787</u>	<u>49,214</u>	<u>282</u>	<u>(833)</u>	<u>15,495</u>	<u>44,340</u>	<u>97,180</u>	<u>(2,374)</u>	<u>7,594</u>	<u>257,685</u>
As at 31 December 2012	46,787	49,214	274	(185)	11,709	35,326	57,351	(2,120)	4,730	203,086
Changes of accounting policies	-	-	18	-	-	-	(18)	-	-	-
As at 1 January 2013	46,787	49,214	292	(185)	11,709	35,326	57,333	(2,120)	4,730	203,086
Movements during the year										
(I) Net profits	-	-	-	-	-	-	39,175	-	542	39,717
(II) Other comprehensive income	-	-	(3)	(4,584)	-	-	-	(325)	(148)	(5,060)
Total comprehensive income	-	-	(3)	(4,584)	-	-	39,175	(325)	394	34,657
(III) Profit appropriation										
1. Appropriation to surplus reserve	-	-	-	-	3,786	-	(3,786)	-	-	-
2. Appropriation to general reserve	-	-	-	-	-	9,014	(9,014)	-	-	-
3. Appropriation to shareholders	-	-	-	-	-	-	(7,018)	-	-	(7,018)
As at 31 December 2013	<u>46,787</u>	<u>49,214</u>	<u>289</u>	<u>(4,769)</u>	<u>15,495</u>	<u>44,340</u>	<u>76,690</u>	<u>(2,445)</u>	<u>5,124</u>	<u>230,725</u>

CONSOLIDATED CASH FLOW STATEMENT (UNAUDITED)

For the nine months ended 30 September 2014

(Expressed in millions of Renminbi unless otherwise stated)

	9-month period ended	
	30 September	
	2014	2013
Operating activities		
Profit before tax	43,093	41,189
Adjustments for:		
– Revaluation (gains)/losses on investments and derivatives and investment properties	(857)	269
– Net investment (gain)/loss	(197)	21
– Net (gain) on disposal of fixed assets	–	(17)
– Unrealised foreign exchange (gain)/loss	(405)	292
– Impairment loss	17,774	7,919
– Depreciation and amortization	1,611	1,308
– Interest expense on issued debt certificates	2,813	1,664
– Dividend income of equity securities	(63)	(28)
– Income tax paid	(10,316)	(10,480)
After adjustment	53,453	42,137
Changes in operating assets and liabilities:		
(Increase) in balances with central bank	(32,466)	(65,390)
Decrease/(increase) in deposits with banks	23,367	(4,959)
Decrease in placements with banks and non-bank financial institutions	64,524	22,776
(Increase) in financial assets measured at fair value through profit or loss for the current period	(10,376)	(3,853)
Decrease/(increase) in financial assets held under resale agreements	4,634	(148,293)
(Increase) in loans and advances to customers	(179,785)	(223,770)
(Increase) in receivables investments	(210,626)	(140,455)
Increase in deposits from banks	68,366	11,937
(Decrease)/increase in placements from banks and non-bank financial institutions	(15,756)	17,826
Increase in financial assets sold under repurchase agreements	44,768	3,493
Increase in deposits from customers	221,952	384,606
(Increase) in other operating assets	(33,178)	(5,617)
Increase/(decrease) in other operating liabilities	7,226	(1,254)
Cash flows generated from/(used in) operating activities	6,103	(110,816)

9-month period ended
30 September
2014 **2013**

Investing activities

Proceeds from disposal and redemption of investments	426,093	423,763
Receipts from return on investment in investment securities	98	28
Proceeds from disposal of fixed assets, land use rights and other assets	7	90
Payments on acquisition of investments	(437,889)	(440,558)
Payments on acquisition of fixed assets, land use rights and other assets	(8,522)	(2,316)

Cash flows (used in) investing activities	(20,213)	(18,993)
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Financing activities

Proceeds from issuance of debt certificates	74,615	10,355
Proceeds from issuance of other equity instruments	1,824	–
Capital input in newly established tier-two subsidiaries by non-controlling shareholders	18	–
Principal repayment for issued debt certificates	(23,716)	(9,066)
Interest paid on issued debt certificates	(2,820)	(2,206)
Payment of dividends	(11,790)	(7,018)

Cash flows generated from/(used in) financing activities	38,131	(7,935)
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Net increase/(decrease) in cash and cash equivalents	24,021	(137,744)
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Cash and cash equivalents as at 1 January	199,643	336,828
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Effect of exchange rate changes on cash and cash equivalents	1,322	(967)
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Cash and cash equivalents as at 30 September	224,986	198,117
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Cash flows from operating activities include:

Interest received	146,113	116,485
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Interest paid, excluding interest expense on subordinated debts issued	(72,714)	(50,660)
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By order of the Board of
China CITIC Bank Corporation Limited
Chang Zhenming
Chairman

Beijing, the PRC

29 October 2014

As at the date of this announcement, the executive directors of the Bank are Ms. Li Qingping and Mr. Sun Deshun; the non-executive directors are Mr. Chang Zhenming, Dr. Chen Xiaoxian, Dr. Zhu Xiaohuang, Mr. Dou Jianzhong, Mr. Guo Ketong, Mr. Zhang Xiaowei and Mr. Gonzalo José Torano Vallina; and the independent non-executive directors are Mr. Li Zheping, Dr. Xing Tiancai, Ms. Wu Xiaoqing, Mr. Wong Luen Cheung Andrew and Mr. Yuan Ming.