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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 FOR THE THIRD QUARTER OF 2018**

The Board of Directors (the “**Board of Directors**”) of China CITIC Bank Corporation Limited (the “**Bank**” or the “**Company**”) is pleased to announce the unaudited consolidated results of the Bank and its subsidiaries (collectively, the “**Group**”) for the third quarter ended 30 September 2018 (the “**reporting period**”), which have been prepared in accordance with the International Financial Reporting Standards. 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 report is made in Chinese and English. Should there be any discrepancies between the two versions, the Chinese version shall prevail.

### **1. IMPORTANT NOTICE**

The Board of Directors, the Board of Supervisors, directors, supervisors and senior management members of the Bank ensure that the information contained in the Report for the Third Quarter of 2018 does not contain any false records, misleading statements or material omissions, and assume several and joint liabilities for its truthfulness, accuracy and completeness.

The meeting of the Board of Directors of the Bank adopted the Bank's Report for the Third Quarter of 2018 on 25 October 2018. 10 out of the 10 eligible directors attended the meeting, with 9 of them attending the meeting on site, and director Wan Liming entrusting director He Cao to attend and vote on his behalf as proxy. The supervisors and senior management members of the Bank attended the meeting as non-voting delegates.

Ms. Li Qingping as Chairperson of the Board of Directors, Mr. Sun Deshun as President of the Bank, Mr. Fang Heying as Vice President and Chief Financial Officer of the Bank, and Ms. Li Peixia as General Manager of the Finance and Accounting Department of the Bank, hereby declare and guarantee the truthfulness, accuracy and completeness of the financial statements contained in the Report for the Third Quarter of 2018.

This quarterly report was prepared in accordance with the International Financial Reporting Standards (IFRS) and is unaudited.

The term “the Bank” mentioned in the report refers to China CITIC Bank Corporation Limited and “the Group” refers to China CITIC Bank Corporation Limited and its subsidiaries.

For the purpose of this report, amounts are expressed in Renminbi (RMB) unless otherwise stated.

## 2. BASIC INFORMATION ON THE COMPANY

### 2.1 Principal Accounting Data

*Unit: RMB million*

<b>Item</b>	<b>30 September 2018</b>	31 December 2017	<b>Increase (decrease) over the end of the previous year (%)</b>
Total assets	<b>5,864,796</b>	5,677,691	3.30
Total loans and advances to customers	<b>3,511,095</b>	3,196,887	9.83
Total liabilities	<b>5,427,649</b>	5,265,258	3.08
Total deposits from customers	<b>3,578,398</b>	3,407,636	5.01
Deposits from banks and non-bank financial institutions	<b>767,493</b>	798,007	(3.82)
Placements from banks	<b>109,447</b>	77,595	41.05
Total equity attributable to the equity holders of the Bank	<b>424,148</b>	399,638	6.13
Total equity attributable to the ordinary shareholders of the Bank	<b>389,193</b>	364,683	6.72
Net asset per share attributable to the ordinary shareholders of the Bank (RMB)	<b>7.95</b>	7.45	6.72

Item	Jan-Sep 2018	Jan-Sep 2017	Year-on-year
			increase (decrease) (%)
Net cash flow generated from/(used in) operating activities	177,232	(4,541)	–
Net cash flow generated from/(used in) operating activities per share (RMB)	3.62	(0.09)	–

Item	Jan-Sep 2018	Jan-Sep 2017	Year-on-year
			increase (decrease) (%)
Operating income	121,854	115,518	5.48
Profit before tax	46,015	44,434	3.56
Net profit attributable to the equity holders of the Bank	36,799	34,738	5.93
Annualized return on average assets	0.87%	0.81%	Up 0.06 percentage point
Annualized return on average equity	12.68%	12.67%	Up 0.01 percentage point
Basic earnings per share (RMB)	0.72	0.68	5.88
Diluted earnings per share (RMB)	0.72	0.68	5.88

*Note:* All data in the above table are consolidated data of the Group.

## 2.2 Note on Differences between the Financial Statements Respectively Prepared in accordance with the PRC Accounting Standards and the International Financial Reporting Standards

There is no difference between the net assets as at the end of the reporting period and the net profit for the reporting period calculated by the Group according to the PRC accounting standards and those calculated by the Group as per the International Financial Reporting Standards.

## 2.3 Analysis of Capital Adequacy Ratio

The Group calculated and disclosed its capital adequacy ratios according to the Provisional Measures for Capital Management of Commercial Banks promulgated by the China Banking Regulatory Commission (now the China Banking and Insurance Regulatory Commission) (effective since 1 January 2013). During the reporting period, the Group met the relevant regulatory capital requirements for the transition period.

As at the end of the reporting period, the Group recorded the following capital adequacy profile: a core tier-one capital adequacy ratio of 8.65%, a tier-one capital adequacy ratio of 9.46% and a capital adequacy ratio of 12.23%, up 0.16, 0.12 and 0.58 percentage point from the end of the previous year, respectively. As at the end of the reporting period, the Bank recorded the following capital adequacy profile: a core tier-one capital adequacy ratio of 8.35%, a tier-one capital adequacy ratio of 9.18% and a capital adequacy ratio of 11.99%, up 0.20, 0.17 and 0.67 percentage point from the end of the previous year, respectively.

*Unit: RMB million*

Item	Regulatory value	30 September 2018		31 December 2017		Increase (decrease) over the end of the previous year (%)	
		the Group	the Bank	the Group	the Bank	the Group	the Bank
Net core tier-one capital	–	391,617	351,388	366,567	329,662	6.83	6.59
Net tier-one capital	–	428,065	386,343	403,378	364,617	6.12	5.96
Net capital	–	553,626	504,690	502,821	457,826	10.10	10.24
Total risk-weighted assets	–	4,526,350	4,210,484	4,317,502	4,045,414	4.84	4.08
Core tier-one capital adequacy ratio	≥7.50%	8.65%	8.35%	8.49%	8.15%	Up 0.16 percentage point	Up 0.20 percentage point
Tier-one capital adequacy ratio	≥8.50%	9.46%	9.18%	9.34%	9.01%	Up 0.12 percentage point	Up 0.17 percentage point
Capital adequacy ratio	≥10.50%	12.23%	11.99%	11.65%	11.32%	Up 0.58 percentage point	Up 0.67 percentage point

## 2.4 Analysis of Leverage Ratio

*Unit: RMB million*

<b>Item</b>	<b>Regulatory value</b>	<b>30 September 2018</b>	<b>30 June 2018</b>	<b>31 March 2018</b>	<b>31 December 2017</b>
Leverage ratio	≥4%	<b>6.17%</b>	6.00%	6.15%	5.91%
Net tier-one capital	–	<b>386,343</b>	375,559	373,545	364,617
Adjusted balances of on- and off-balance sheet assets	–	<b>6,257,268</b>	6,263,773	6,071,847	6,170,846

*Note:* All data in the above table are data of the Bank.

## 2.5 Analysis of Liquidity Coverage Ratio

*Unit: RMB million*

<b>Item</b>	<b>Regulatory value</b>	<b>30 September 2018</b>	<b>31 December 2017</b>
Liquidity coverage ratio	≥100%	<b>105.13%</b>	97.98%
Qualified premium liquid assets	–	<b>513,893</b>	507,004
Net cash outflow in the coming 30 days	–	<b>488,825</b>	517,472

*Notes:* (1) All data in the above table are data of the Group.

- (2) As per the requirements of the Rules on Liquidity Risk Management of Commercial Banks, the liquidity coverage ratio of commercial banks should reach 100% by the end of 2018 and shall not fall under 90% in the transition period.

## 2.6 Analysis of Asset Quality

*Unit: RMB million*

Item	30 September 2018		31 December 2017	
	Regulatory value	Actual value	Regulatory value	Actual value
Non-performing loans	–	<b>62,794</b>	–	53,648
Non-performing loans ratio	–	<b>1.79%</b>	–	1.68%
Allowance coverage ratio	<b>≥140%</b>	<b>160.95%</b>	≥150%	169.44%
Ratio of allowance for impairment of loans to total loans	<b>≥2.1%</b>	<b>2.88%</b>	≥2.5%	2.84%

*Note:* (1) All data in the above table are data of the Group.

- (2) According to the Notification on Adjustment of Commercial Banks' Allowance for Loan Impairment losses Regulatory Requirements (CBIRC [2018] No.7) from China Banking and Insurance Regulatory Commission, differentiated and dynamically adjusted allowance regulatory standard shall be implemented for joint-stock banks.

## 2.7 Management Discussion and Analysis

As at the end of the reporting period, the Group's total assets registered RMB5,864.796 billion, an increase of 3.30% from the end of the previous year; total loans and advances to customers stood at RMB3,511.095 billion, a growth of 9.83% over the end of the previous year; total liabilities recorded RMB5,427.649 billion, a growth of 3.08% from the end of the previous year; and total deposits from customers registered RMB3,578.398 billion, up 5.01% from the end of the previous year.

For the reporting period, the Group realized a net profit attributable to the Bank's shareholders of RMB36.799 billion, a year-on-year increase of 5.93%; and an operating income of RMB121.854 billion, a year-on-year growth of 5.48%, of which the net interest income recorded RMB76.860 billion, up 3.48% year on year, and the non-interest income was RMB44.994 billion, up 9.09% year on year. Net interest margin stood at 1.92%, a rise of 0.14 percentage point year on year. The proportion of net non-interest income registered 36.92%, up 1.22 percentage points year on year.

As at the end of the reporting period, the Group's balance of non-performing loans recorded RMB62.794 billion, RMB9.146 billion more than at the end of the previous year; its non-performing loan ratio recorded 1.79%, 0.11 percentage point higher than at the previous year end; its allowance coverage ratio stood at 160.95%, a drop of 8.49 percentage points from the end of the previous year, and its ratio of allowance for impairment of loans to total loans was 2.88%, up 0.04 percentage point from the end of the previous year.

## 2.8 Total Number of Ordinary Shareholders and Shareholdings of the Top 10 Ordinary Shareholders and the Top 10 Ordinary Shareholders Not Subject to Restrictions on Sale as at the End of the Reporting Period

*Unit: Share*

<b>Total number of ordinary shareholders (account)</b>	<b>173,469</b>
<b>Including: A-share ordinary shareholders (account)</b>	<b>143,384</b>
<b>H-share ordinary shareholders (account)</b>	<b>30,085</b>

Name of Shareholder	Shareholdings of the top 10 ordinary shareholders		Balance of shares subject to restrictions on sale	Shares pledged or frozen		Nature of shareholder
	Number of shares held at the end of the reporting period	Percentage		Pledged or frozen	Number	
CITIC Corporation Limited	31,988,728,773	65.37	None	None	-	State-owned legal person
Hong Kong Securities Clearing Company Nominees Limited	12,126,402,546	24.78	None	Unknown	-	Overseas legal person
China Tobacco Corporation	2,147,469,539	4.39	2,147,469,539	None	-	State-owned legal person
China Securities Finance Corporation Limited	1,113,505,677	2.28	None	None	-	State-owned legal person
Central Huijin Asset Management Limited	272,838,300	0.56	None	None	-	State-owned legal person
China Construction Bank Corporation	168,599,268	0.34	None	Unknown	-	State-owned legal person
Hong Kong Securities Clearing Company Limited	101,851,411	0.21	None	None	-	Overseas legal person
National Social Security Fund 412 Portfolio	35,769,900	0.07	None	None	-	State-owned legal person
Mao Tian Capital Limited	31,034,400	0.06	None	None	-	State-owned legal person
China Poly Group	27,216,400	0.06	None	None	-	State-owned legal person

**Shareholdings of the top 10 ordinary shareholders not subject to restrictions on sale**

<b>Name of shareholder</b>	<b>Balance of shares not subject to restrictions on sale</b>	<b>Class of shares</b>	<b>Number of shares</b>
CITIC Corporation Limited	31,988,728,773	A Share H Share	28,938,928,294 3,049,800,479
Hong Kong Securities Clearing Company Nominees Limited	12,126,402,546	H Share	12,126,402,546
China Securities Finance Corporation Limited	1,113,505,677	A Share	1,113,505,677
Central Huijin Asset Management Limited	272,838,300	A Share	272,838,300
China Construction Bank Corporation	168,599,268	H Share	168,599,268
Hong Kong Securities Clearing Company Limited	101,851,411	A Share	101,851,411
National Social Security Fund 412 Portfolio	35,769,900	A Share	35,769,900
Mao Tian Capital Limited	31,034,400	A Share	31,034,400
China Poly Group	27,216,400	A Share	27,216,400
Abu Dhabi Investment Authority	24,917,774	A Share	24,917,774
Note on preference shareholders with restored voting right and their shareholdings			N/A

*Note:* (1) Except for CITIC Corporation Limited, the shareholdings of A-share holders and H-share holders in the table above were calculated based on the Bank's share registers respectively maintained with China Securities Depository and Clearing Corporation Limited Shanghai Branch and Computershare Hong Kong Investor Services Limited.

(2) Hong Kong Securities Clearing Company Nominees Limited is a wholly owned subsidiary of Hong Kong Securities Clearing Company Limited. The total number of shares held by Hong Kong Securities Clearing Company Nominees Limited is the aggregate number of H shares it held in its capacity as nominee on behalf of all institutional and individual investors registered with the company as at the end of the reporting period. Hong Kong Securities Clearing Company Limited is an institution that is designated by others to hold shares, including the Shanghai Stock Connect shares held by Hong Kong and overseas investors, on behalf of others in its capacity as nominee shareholder.

(3) CITIC Corporation Limited is a wholly owned subsidiary of CITIC Limited. CITIC Corporation Limited confirmed that as at the end of the reporting period, CITIC Limited and its subsidiaries (including CITIC Corporation Limited) together owned 32,284,227,773 shares of the Bank, accounting for 65.97% of the Bank's total shares, including 28,938,928,294 A shares and 3,345,299,479 H shares. CITIC Corporation Limited directly owned 31,988,728,773 shares of the Bank, accounting for 65.37% of the Bank's total shares, including 28,938,928,294 A shares and 3,049,800,479 H shares.

(4) Summit Idea Limited confirmed that, as at the end of the reporting period, it held via Hong Kong Securities Clearing Company Nominees Limited 2,292,579,000 H shares of the Bank, accounting for 4.685% of the Bank's total shares. Summit Idea Limited is a wholly owned affiliate of Xinhua Zhongbao Co., Ltd. (Xinhua Zhongbao). In addition to the afore-mentioned stake, Xinhua Zhongbao also owned 153,686,000 H shares of the Bank via its wholly owned subsidiary Hong Kong Xinhua Investment Co., Ltd, taking up 0.314% of the Bank's total shares.



- (5) Note on connected relations or concerted actions of the above shareholders: Hong Kong Securities Clearing Company Nominees Limited is a wholly owned subsidiary of Hong Kong Securities Clearing Company Limited. According to the 2018 Interim Report of China Construction Bank Corporation, as at 30 June 2018, Central Huijin Investment Limited and its wholly owned subsidiary Central Huijin Asset Management Limited together owned 57.31% equity of China Construction Bank Corporation. Except for these, the Bank was not aware of any connected relation or concerted action between the above-mentioned shareholders.

## 2.9 Total Number of Preference Shareholders and Shareholdings of the Top 10 Preference Shareholders and the Top 10 Preference Shareholders not Subject to Restrictions on Sale as at the End of the Reporting Period

Applicable       Not applicable

*Unit: Share*

Total number of preference shareholders (account) 31

Name of shareholder	Nature of Shareholder	Shareholdings of the top 10 preference shareholders (also the top 10 preference shareholders not subject to restrictions on sale)						
		Changes in shareholding during the reporting period (+, -)	Number of shares held at the end of the period	Shareholding percentage	Class of shares held	Number of shares subject to restrictions on sale	Shares pledged or frozen	Number
China Mobile Communications Group Corporation Limited	State-owned legal person	-	43,860,000	12.53	Onshore preference share	-	-	-
China Life Insurance Company Limited – Dividend – Individual Dividend – 005L – FH002 Shanghai	Other	-	38,430,000	10.98	Onshore preference share	-	-	-
China Life Insurance Company Limited – Traditional – Ordinary Insurance Products – 005L – CT001 Shanghai	Other	-	38,400,000	10.97	Onshore preference share	-	-	-
China Ping An Life Insurance Co., Ltd. – Universal – Individual Universal Insurance	Other	-	30,700,000	8.77	Onshore preference share	-	-	-
China Ping An Life Insurance Company Limited – Dividends – Dividends for Individual Insurance	Other	-	30,700,000	8.77	Onshore preference share	-	-	-
BOCOM International Trust Co., Ltd. – Jin Sheng Tian Li No. 1 Single Fund Trust	Other	-	30,700,000	8.77	Onshore preference share	-	-	-
Puyin Ansheng Fund Company – SPDB – Shanghai Pudong Development Bank Shanghai Branch	Other	-	21,930,000	6.27	Onshore preference share	-	-	-
Xing Quan Rui Zhong Total Assets – Ping An Bank – Ping An Bank Co., Ltd	Other	-	15,350,000	4.39	Onshore preference share	-	-	-
Chuang Jin He Xin Fund – China Merchants Bank – China Merchants Bank Co., Ltd.	Other	-	10,960,000	3.13	Onshore preference share	-	-	-
Bank of Communications Schroder Fund – Minsheng Bank – China Minsheng Bank Co., Ltd.	Other	-	8,770,000	2.51	Onshore preference share	-	-	-
China Resources Shenzhen Investment Trust Co., Ltd. – No. 1 Single Investment Trust Fund	Other	-	8,770,000	2.51	Onshore preference share	-	-	-

*Note:* (1) The shareholdings of the preference shareholders were calculated based on the preference-share register of the Bank.

(2) Note on connected relations or concerted actions of the above shareholders: Based on publicly available information, the Bank came to the preliminary conclusion that there was connected relation between China Life Insurance Company Limited – Dividend – Individual Dividend – 005L – FH002 Shanghai and China Life Insurance Company Limited – Traditional – Ordinary Insurance Products – 005L – CT001 Shanghai and between China Ping An Life Insurance Co., Ltd. – Universal – Individual Universal Insurance and China Ping An Life Insurance Company Limited – Dividends – Dividends for Individual Insurance. Except for these, the Bank was not aware of any other connected relation or concerted action between the above-mentioned preference shareholders or between the above-mentioned preference shareholders and the top 10 ordinary shareholders.

(3) The Bank had no preference shareholders with restored voting right.

### 3. SIGNIFICANT EVENTS

#### 3.1 Material Changes in Principal Accounting Items and Financial Indicators of the Group and the Underlying Reasons

Applicable       Not applicable

Changes over 30% in principal accounting items and financial indicators for the first three quarters of 2018 and the underlying reasons are set out in the table below.

*Unit: RMB million*

Item	30 September 2018/ January- September 2018	Changes over the end of the previous year/year on year (%)	Reasons for change
Deposits with banks and non-bank financial institutions	78,201	(37.11)	Decrease in deposits with other domestic banks
Derivative financial assets	41,568	(36.49)	Decrease in revaluation net gain from currency derivatives
Financial assets held under resale agreements	945	(98.27)	Decrease in domestic purchase of bonds and bills under resale agreements
Financial asset investment	1,534,057	N/A	Item added according to the new accounting standard on financial instruments
– Financial assets measured at fair value through profit and loss	306,148	N/A	Item added according to the new accounting standard on financial instruments

<b>Item</b>	<b>30 September 2018/ January- September 2018</b>	<b>Changes over the end of the previous year/year on year (%)</b>	<b>Reasons for change</b>
– Financial assets measured at fair value through other comprehensive income	<b>583,000</b>	N/A	Item added according to the new accounting standard on financial instruments
– Financial assets measured at amortized cost	<b>644,909</b>	N/A	Item added according to the new accounting standard on financial instruments
Available-for-sale financial assets	N/A	N/A	Item canceled according to the new accounting standard on financial instruments
Held-to-maturity investment	N/A	N/A	Item canceled according to the new accounting standard on financial instruments
Investment classified as receivables	N/A	N/A	Item canceled according to the new accounting standard on financial instruments
Investments in associates and joint ventures	<b>4,246</b>	81.38	Acquisition of JSC Altyn Bank and capital increase for CITIC aiBank
Borrowings from central banks	<b>319,580</b>	34.50	Increase in borrowings from central banks
Placements from banks	<b>109,447</b>	41.05	Increase in placements from domestic non-bank financial institutions
Derivative financial liabilities	<b>40,233</b>	(38.04)	Decrease in revaluation net gain from currency derivatives
Financial assets sold under repurchase agreements	<b>73,083</b>	(45.66)	Decrease in domestic sale of repurchased bonds and bills
Tax payables	<b>5,023</b>	(43.29)	Decrease in balance of income tax payable
Estimated liabilities	<b>4,548</b>	471.36	Increase in allowance for impairment losses of off-balance-sheet items
Other comprehensive income	<b>470</b>	–	Impacts of beginning conversion due to classification and measurement requirements of the new accounting standard on financial instruments and increase in revaluation reserve for investments in financial assets for the current period
Net gain from investment securities	<b>7,086</b>	356.28	1. Increase in investment gains from asset securitization; 2. Implementation of the new accounting standard on financial instruments, resulting in changes in the measurement of some businesses, i.e., changing from recognition of interest income to recognition of investment gains.

*Note:* All data in the above table are consolidated data of the Group.

### **3.2 Analysis and Explanations regarding Progress and Impacts of Significant Events and Their Solutions**

Applicable                       Not applicable

The Bank proposed to make a public issuance of up to RMB40 billion A-share convertible corporate bonds. The plan on this public issuance and its associated proposals were deliberated and adopted at the meetings of the Board of Directors respectively convened on 25 August 2016, 19 December 2016 and 18 January 2017, and were adopted via voting by poll at the First Extraordinary General Meeting of 2017, the First A Shareholders Class Meeting of 2017, and the First H Shareholders Class Meeting of 2017 convened on 7 February 2017.

The China Banking and Insurance Regulatory Commission, short as “CBIRC” (formerly China Banking Regulatory Commission, short as “CBRC”) issued the Reply of the China Banking Regulatory Commission on Approving the Relevant Matters relating to China CITIC Bank’s Public Issuance of A-Share Convertible Corporate Bonds (CBRC Reply [2017] No.193) in July 2017. After submitting the application documents to the China Securities Regulatory Commission, short as “CSRC”, the Bank received, on 28 September 2017, from the CSRC the Notification of the CSRC on Its One-Time Feedback regarding the Review of the Administrative Licensing Project (No. 171748) in connection with the Bank’s proposed public issuance of A share convertible corporate bonds. On 24 November 2017, the Bank disclosed the Announcement of China CITIC Bank Corporation Limited on Its Reply to the Feedback on the Application Documents relating to Its Public Issuance of A-share Convertible Corporate Bonds (Provisional No. 2017-48) and submitted to the CSRC its reply to the CSRC feedback.

The Bank convened a meeting of the Board of Directors on 21 December 2017, and reviewed and adopted the Proposal Regarding the Extension of the Validity Period of the Resolution of the General Meeting in Respect of the Public Issuance of A Share Convertible Corporate Bonds and the Proposal on the Request to the General Meeting for Extension of the Authorization Period regarding the Board of Directors’ Handling of Matters in Relation to the Issuance and Listing of A Share Convertible Corporate Bonds at the First Extraordinary General Meeting of 2018, the First A Shareholders Class Meeting of 2018 and the First H Shareholders Class Meeting of 2018 convened on 6 February 2018. The aforementioned convertible corporate bonds may only be issued with approval of the CSRC.

Please refer to the relevant announcements published on the official websites of SSE (www.sse.com.cn), HKEXnews (www.hkexnews.hk) and the Bank (www.citicbank.com) for details of the relevant documents on the proposed public issuance of A-share convertible corporate bonds.

The Bank approved the 2018 Dividend Distribution Plan of Preference Shares at the meeting of the Board of Directors convened on 27 August 2018, approving that the preference share dividends accrued between 26 October 2017 and 25 October 2018 would be paid on 26 October 2018. The Bank will distribute dividends on the preference shares to all the shareholders of “CITIC Excellent 1” (with the preference stock code of 360025) registered with China Securities Depository and Clearing Corporation Limited Shanghai Branch after the close of trading on the Shanghai Stock Exchange (SSE) on 25 October 2018. The Bank will pay out a preference dividend of RMB3.80 per share (tax inclusive) calculated at a nominal dividend rate of 3.80%, with the total dividend payment amounting to RMB1.330 billion (tax inclusive). Please refer to the relevant announcements published on the official websites of SSE (www.sse.com.cn), HKEXnews (www.hkexnews.hk) and the Bank (www.citicbank.com) on 28 August 2018 and 18 October 2018 for relevant information about the preference share dividend payment.

### **3.3 Uncompleted Performance of Overdue Undertakings During the Reporting Period**

Applicable                       Not applicable

### **3.4 Warnings on the Forecast of Possible Losses or Substantial Year-on-Year Changes to be Recorded in Cumulative Net Profit from Beginning of the Year to the End of the Next Reporting Period and the Underlying Reasons**

Applicable                       Not applicable

## Consolidated statement of profit or loss and other comprehensive income (Unaudited)

(Amounts in millions of Renminbi unless otherwise stated)

	<u>Jul-Sep 2018</u>	<u>Jul-Sep 2017</u>	<u>Jan-Sep 2018</u>	<u>Jan-Sep 2017</u>
Interest income	60,342	54,971	172,721	165,256
Interest expense	<u>(33,290)</u>	<u>(30,192)</u>	<u>(95,861)</u>	<u>(90,983)</u>
<b>Net interest income</b>	<b>27,052</b>	24,779	<b>76,860</b>	74,273
Fee and commission income	12,171	12,703	36,450	37,452
Fee and commission expense	<u>(1,429)</u>	<u>(1,248)</u>	<u>(3,846)</u>	<u>(3,236)</u>
<b>Net fee and commission income</b>	<b>10,742</b>	11,455	<b>32,604</b>	34,216
Net trading gain	1,887	1,737	5,336	5,191
Net gain from investment securities	791	810	7,086	1,553
Net hedging gain (loss)	(2)	–	2	–
Other net operating income (loss)	<u>4</u>	<u>28</u>	<u>(34)</u>	<u>285</u>
<b>Operating income</b>	<b>40,474</b>	38,809	<b>121,854</b>	115,518
Operating expenses	<u>(11,636)</u>	<u>(10,431)</u>	<u>(34,199)</u>	<u>(31,599)</u>
<b>Operating profit before impairment</b>	<b>28,838</b>	28,378	<b>87,655</b>	83,919
Impairment losses on				
– Loans and advances to customers	(15,013)	(14,238)	(38,633)	(35,712)
– Others	<u>(189)</u>	<u>(824)</u>	<u>(2,730)</u>	<u>(3,764)</u>
<b>Total impairment losses</b>	<b>(15,202)</b>	(15,062)	<b>(41,363)</b>	(39,476)
Gain/(loss) arising from revaluation of investment properties	–	(1)	8	15
Share of profit/(loss) of associates and joint ventures	<u>(63)</u>	<u>3</u>	<u>(285)</u>	<u>(24)</u>
<b>Profit before tax</b>	<b>13,573</b>	13,318	<b>46,015</b>	44,434
Income tax expense	<u>(2,276)</u>	<u>(2,587)</u>	<u>(8,543)</u>	<u>(9,539)</u>
<b>Net profit</b>	<b><u>11,297</u></b>	<b><u>10,731</u></b>	<b><u>37,472</u></b>	<b><u>34,895</u></b>

	<b>Jul-Sep 2018</b>	Jul-Sep 2017	<b>Jan-Sep 2018</b>	Jan-Sep 2017
<b>Other comprehensive income for the current period:</b>				
(1) Other comprehensive income items to be reclassified into profit or loss when satisfying set conditions in later accounting periods (presented as net amounts after deduction of income tax effect)				
– Changes in fair value of available-for-sale financial assets	N/A	(192)	N/A	(4,503)
– Changes in fair value of financial assets measured at fair value through other comprehensive income	<b>1,688</b>	N/A	<b>5,245</b>	N/A
– Impairment allowance for financial assets measured at fair value through other comprehensive income	<b>184</b>	N/A	<b>300</b>	N/A
– Exchange difference on translating foreign operations	<b>1,538</b>	(685)	<b>2,060</b>	(1,656)
– Others	–	(1)	–	(8)
(2) Other comprehensive income items not to be reclassified into profit or loss in later accounting periods (presented as net amounts after deduction of income tax effect)				
– Changes in fair value of equity instruments measured at fair value through other comprehensive income	<b>10</b>	N/A	<b>20</b>	N/A
– Changes arising from remeasurement of defined benefit plans	<b>1</b>	–	–	–
<b>Other comprehensive income, net of tax</b>	<b><u>3,421</u></b>	<b><u>(878)</u></b>	<b><u>7,625</u></b>	<b><u>(6,167)</u></b>
<b>Total comprehensive income</b>	<b><u>14,718</u></b>	<b><u>9,853</u></b>	<b><u>45,097</u></b>	<b><u>28,728</u></b>
<b>Net profit attributable to:</b>				
– Equity holders of the Bank	<b>11,078</b>	10,727	<b>36,799</b>	34,738
– Non-controlling interests	<b>219</b>	4	<b>673</b>	157
	<b>11,297</b>	10,731	<b>37,472</b>	34,895
<b>Total comprehensive income attributable to:</b>				
– Equity holders of the Bank	<b>14,495</b>	9,849	<b>44,509</b>	28,571
– Non-controlling interests	<b>223</b>	4	<b>588</b>	157
	<b>14,718</b>	9,853	<b>45,097</b>	28,728
<b>Earnings per share attributable to the ordinary shareholders of the Bank</b>				
Basic and diluted earnings per share (RMB yuan)	<b><u>0.19</u></b>	<u>0.19</u>	<b><u>0.72</u></b>	<u>0.68</u>

**Consolidated Statement of Financial Position (Unaudited)***(Amounts in millions of Renminbi unless otherwise stated)*

	<b>30 September</b>	31 December
	<b>2018</b>	2017
<b>Assets</b>		
Cash and balances with central bank	<b>470,374</b>	568,300
Deposits with banks and non-bank financial institutions	<b>78,201</b>	124,350
Precious metals	<b>4,110</b>	3,348
Placements with and loans to banks and non-bank financial institutions	<b>203,218</b>	172,069
Financial assets measured at fair value through profit or loss for the current period	N/A	65,904
Derivative financial assets	<b>41,568</b>	65,451
Financial assets held under resale agreements	<b>945</b>	54,626
Interest receivables	<b>26,686</b>	32,643
Loans and advances to customers	<b>3,410,074</b>	3,105,984
Investment in financial assets	<b>1,534,057</b>	N/A
1. Financial assets measured at fair value through profit or loss for the current period	<b>306,148</b>	N/A
2. Financial assets measured at fair value through other comprehensive income	<b>583,000</b>	N/A
3. Financial assets measured at amortized cost	<b>644,909</b>	N/A
Available-for-sale financial assets	N/A	631,690
Held-to-maturity investments	N/A	216,586
Investments classified as receivables	N/A	531,118
Investment in associates and joint ventures	<b>4,246</b>	2,341
Property and equipment	<b>21,646</b>	21,330
Intangible assets	<b>995</b>	1,139
Investment properties	<b>320</b>	295
Goodwill	<b>895</b>	849
Deferred tax assets	<b>22,354</b>	21,825
Other assets	<b>45,107</b>	57,843
<b>Total assets</b>	<b><u>5,864,796</u></b>	<b><u>5,677,691</u></b>



	<b>30 September 2018</b>	31 December 2017
<b>Liabilities</b>		
Borrowings from central bank	<b>319,580</b>	237,600
Deposits from banks and non-bank financial institutions	<b>767,493</b>	798,007
Placements from banks and non-bank financial institutions	<b>109,447</b>	77,595
Financial liabilities measured at fair value through profit or loss for the current period	<b>948</b>	–
Derivative financial liabilities	<b>40,233</b>	64,937
Financial assets sold under repurchase agreements	<b>73,083</b>	134,500
Deposits from customers	<b>3,578,398</b>	3,407,636
Accrued staff costs	<b>9,258</b>	8,838
Taxes payable	<b>5,023</b>	8,858
Interest payable	<b>43,429</b>	39,323
Provisions	<b>4,548</b>	796
Issued debt certificates	<b>429,956</b>	441,244
Deferred tax liabilities	<b>14</b>	8
Other liabilities	<b>46,239</b>	45,916
<b>Total liabilities</b>	<b><u>5,427,649</u></b>	<b><u>5,265,258</u></b>

	<b>30 September 2018</b>	31 December 2017
<b>Equity</b>		
Share capital	48,935	48,935
Preference shares	34,955	34,955
Capital reserve	58,977	58,977
Other comprehensive income	470	(11,784)
Surplus reserve	30,244	31,183
General reserve	74,251	74,251
Retained earnings	<u>176,316</u>	<u>163,121</u>
<b>Total equity attributable to the equity holders of the Bank</b>	<u>424,148</u>	<u>399,638</u>
Non-controlling interests	<u>12,999</u>	<u>12,795</u>
<b>Total equity</b>	<u><u>437,147</u></u>	<u><u>412,433</u></u>
<b>Total liabilities and equity</b>	<u><u>5,864,796</u></u>	<u><u>5,677,691</u></u>

Approved and authorised for issue by the board of directors on 25 October 2018.

**Li Qingping**  
*Legal Representative*  
*(Chairperson)*

**Sun Deshun**  
*President*

**Fang Heying**  
*Vice-President & Chief*  
*Financial Officer*

**Li Peixia**  
*General Manager of the Finance*  
*and Accounting Department*

**Company Seal**

## Consolidated Statement of Cash Flows (Unaudited)

(Amounts in millions of Renminbi unless otherwise stated)

	9-month period ending	
	30 September	
	2018	2017
<b>Operating activities</b>		
Profit before tax	46,015	44,434
Adjustments for:		
– Revaluation loss/(gain) on investments, derivatives and investment properties	2,590	(1,685)
– Net investment gain	(367)	(717)
– Net (gain)/loss from disposal of fixed assets	(20)	(2)
– Unrealised foreign exchange loss/(gain)	9	(409)
– Impairment loss	41,363	39,476
– Depreciation and amortization	2,099	2,084
– Interest expense on issued debt certificates	17,065	13,955
– Dividend income from equity securities	(79)	(10)
– Income tax paid	(12,802)	(12,110)
After adjustment	<u>95,873</u>	<u>85,016</u>
<b>Changes in operating assets and liabilities:</b>		
Decrease in balances with central bank	41,709	24,312
Decrease in deposits with banks	1,052	2,624
Decrease in placements with banks and non-bank financial institutions	10,866	32,077
Decrease in financial assets measured at fair value through profit or loss for the current period	N/A	24,020
Decrease in financial assets held under resale agreements	53,679	168,977
Increase in loans and advances to customers	(342,963)	(326,259)
Decrease in investment in financial assets	136,566	N/A
Decrease in investments classified as receivables	N/A	453,180
Increase in borrowings from central bank	81,980	38,550
Decrease in deposits from banks and non-bank financial institutions	(30,628)	(128,819)
Increase/(decrease) in placements from banks and non-bank financial institutions	30,766	(3,315)
Increase in financial liabilities measured at fair value through profit or loss for the current period	956	333
Decrease in financial assets sold under repurchase agreements	(61,426)	(46,925)
Increase/(decrease) in deposits from customers	158,345	(311,324)
Decrease in other operating assets	15,464	565
Decrease in other operating liabilities	(15,007)	(17,553)
<b>Net cash flow generated from/(used in) operating activities</b>	<u>177,232</u>	<u>(4,541)</u>

	<b>9-month period ending</b>	
	<b>30 September</b>	
	<b>2018</b>	<b>2017</b>
	<u>          </u>	<u>          </u>
<b>Investing activities</b>		
Proceeds from disposal and redemption of investments	<b>486,435</b>	848,459
Cash received from equity investment income	<b>146</b>	138
Proceeds from disposal of property, plant and equipment, land use rights and other assets	<b>142</b>	50
Payments on acquisition of investments	<b>(715,531)</b>	(943,222)
Payments on acquisition of property, plant and equipment, land use rights and other assets	<b>(2,364)</b>	(3,611)
Receipt of cash payments from associates and joint ventures	<b>(1,839)</b>	(1,402)
	<u>          </u>	<u>          </u>
<b>Net cash flow (used in) investing activities</b>	<b><u>(233,011)</u></b>	<b><u>(99,588)</u></b>
 <b>Financing activities</b>		
Proceeds from issuance of debt certificates	<b>711,557</b>	628,737
Principal repayment for issued debt certificates	<b>(722,970)</b>	(562,497)
Interest paid on issued debt certificates	<b>(17,630)</b>	(13,187)
Payment of dividends	<b>(12,921)</b>	(10,672)
	<u>          </u>	<u>          </u>
<b>Net cash flow generated from/(used in) financing activities</b>	<b><u>(41,964)</u></b>	<b><u>42,381</u></b>
 <b>Net (decrease) in cash and cash equivalents</b>	<b>(97,743)</b>	(61,748)
 <b>Cash and cash equivalents as at 1 January</b>	<b>337,915</b>	385,356
 <b>Effect of exchange rate changes on cash and cash equivalents</b>	<b><u>6,257</u></b>	<b><u>(4,750)</u></b>
 <b>Cash and cash equivalents as at 30 September</b>	<b><u>246,429</u></b>	<b><u>318,858</u></b>
 <b>Cash flows from operating activities include:</b>		
Interest received	<b><u>169,024</u></b>	<b><u>171,387</u></b>
Interest paid, excluding interest paid for issued debt certificates	<b><u>(74,168)</u></b>	<b><u>(76,586)</u></b>

## Consolidated Statement of Equity Changes (Unaudited)

(Amounts in millions of Renminbi unless otherwise stated)

	Equity attributable to equity holders of the Bank							Non-controlling interests		Total equity
	Share capital	Preference shares	Capital reserve	Other comprehensive income/(loss)	Surplus reserve	General reserve	Retained earnings	Ordinary shareholders of subsidiaries	Other equity instruments holders	
31 December 2017	48,935	34,955	58,977	(11,784)	31,183	74,251	163,121	7,646	5,149	412,433
Add: Changes in accounting policies	-	-	-	4,544	(939)	-	(9,502)	(235)	-	(6,132)
1 January 2018	48,935	34,955	58,977	(7,240)	30,244	74,251	153,619	7,411	5,149	406,301
Movements during the current period										
(I) Net profit	-	-	-	-	-	-	36,799	529	144	37,472
(II) Other comprehensive income/(loss)	-	-	-	7,710	-	-	-	(85)	-	7,625
Total comprehensive income	-	-	-	7,710	-	-	36,799	444	144	45,097
(III) Profit distribution										
1. Dividend distribution to ordinary shareholders of the Bank	-	-	-	-	-	-	(12,772)	-	-	(12,772)
2. Dividend distribution to preference shareholders of the Bank	-	-	-	-	-	-	(1,330)	-	-	(1,330)
3. Dividend distribution to minority shareholders of subsidiaries	-	-	-	-	-	-	-	(5)	-	(5)
4. Profit distribution to holders of other equity instruments	-	-	-	-	-	-	-	-	(144)	(144)
30 September 2018	<u>48,935</u>	<u>34,955</u>	<u>58,977</u>	<u>470</u>	<u>30,244</u>	<u>74,251</u>	<u>176,316</u>	<u>7,850</u>	<u>5,149</u>	<u>437,147</u>

	Equity attributable to equity holders of the Bank						Non-controlling interests		Total equity	
	Share capital	Preference shares	Capital reserve	Other comprehensive income/(loss)	Surplus reserve	General reserve	Retained earnings	Ordinary shareholders of subsidiaries		Other equity instruments holders
1 January 2017	48,935	34,955	58,636	(1,142)	27,263	73,911	136,666	123	5,149	384,496
Movements during the current period										
(I) Net profit	-	-	-	-	-	-	42,566	22	290	42,878
(II) Other comprehensive income/(loss)	-	-	-	(10,642)	-	-	-	-	-	(10,642)
Total comprehensive income	-	-	-	(10,642)	-	-	42,566	22	290	32,236
(III) Capital input or reduction by owners										
1. Capital input from minority shareholders of subsidiaries	-	-	341	-	-	-	-	7,506	-	7,847
(IV) Profit appropriation										
1. Appropriation to surplus reserve	-	-	-	-	3,920	-	(3,920)	-	-	-
2. Appropriation to general reserve	-	-	-	-	-	340	(340)	-	-	-
3. Dividend distribution to ordinary shareholders of the Bank	-	-	-	-	-	-	(10,521)	-	-	(10,521)
4. Dividend distribution to preference shareholders of the Bank	-	-	-	-	-	-	(1,330)	-	-	(1,330)
5. Dividend distribution to minority shareholders of subsidiaries	-	-	-	-	-	-	-	(5)	-	(5)
6. Profit distribution to other equity instrument holders	-	-	-	-	-	-	-	-	(290)	(290)
31 December 2017	<u>48,935</u>	<u>34,955</u>	<u>58,977</u>	<u>(11,784)</u>	<u>31,183</u>	<u>74,251</u>	<u>163,121</u>	<u>7,646</u>	<u>5,149</u>	<u>412,433</u>

By Order of the Board  
**China CITIC Bank Corporation Limited**  
**Li Qingping**  
*Chairperson and Executive Director*

Beijing, the PRC  
25 October 2018

*As at the date of this announcement, the executive directors of the Bank are Ms. Li Qingping (Chairperson), Mr. Sun Deshun (President) and Mr. Fang Heying; the non-executive directors are Mr. Cao Guoqiang, Ms. Huang Fang and Mr. Wan Liming; and the independent non-executive directors are Mr. He Cao, Ms. Chen Lihua, Mr. Qian Jun and Mr. Yan Lap Kei Isaac.*