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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 FIRST QUARTER OF 2020**

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 first quarter ended 31 March 2020 (the “**reporting period**”), which have been prepared in accordance with the International Financial Reporting Standards (“**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 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 guarantee that the information contained in the Report for the First Quarter of 2020 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 First Quarter of 2020 on 23 April 2020. There were 10 eligible directors for the meeting and 10 directors attended the meeting, with Chairperson Li Qingping and Director Cao Guoqiang entrusting Director Fang Heying and Director Huang Fang to attend and vote on their behalf as proxies respectively due to conflicting schedule. 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. Fang Heying as President and concurrently Chief Financial Officer of the Bank, and Ms. Li Peixia as General Manager of the Finance and Accounting Department of the Bank, hereby guarantee the truthfulness, accuracy and completeness of the financial statements contained in the Report for the First Quarter of 2020.

The financial statements contained in this quarterly report, which were prepared in accordance with the International Financial Reporting Standards (IFRS), are 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 Corporate Profile

Secretary to the Board of Directors	Zhang Qing			
Joint Company Secretaries	Zhang Qing, Kam Mei Ha Wendy (FCS, FCIS)			
Office Address	No. 9 Chaoyangmen Beidajie, Dongcheng District, Beijing			
Telephone Number/Fax Number for Investors	+86-10-85230010/+86-10-85230079			
Email Address for Investors	ir@citicbank.com			
Customer Service and Complaint Hotline	95588			
Listing Venue, Stock Name and Stock Code	Ordinary shares	Shanghai Stock Exchange	CNCB	601998
	Preference shares	Shanghai Stock Exchange	CITIC Excellent 1	360025
	Convertible corporate bonds	Shanghai Stock Exchange	CITIC Convertible Bonds	113021
	H-share Ordinary shares	The Stock Exchange of Hong Kong Limited	CITIC Bank	0998

## 2.2 Principal Accounting Data

Unit: RMB million

Item	31 March 2020	31 December 2019	Increase/ (decrease) over the end of the previous year (%)
Total assets	<b>7,032,434</b>	6,750,433	4.18
Total loans and advances to customers <sup>(Note)</sup>	<b>4,154,393</b>	3,997,987	3.91
Total liabilities	<b>6,480,163</b>	6,217,909	4.22
Total deposits from customers <sup>(Note)</sup>	<b>4,277,557</b>	4,038,820	5.91
Deposits from banks and non-bank financial institutions	<b>956,306</b>	951,122	0.55
Placements from banks and non-bank financial institutions	<b>60,756</b>	92,539	(34.35)
Total equity attributable to the equity holders of the Bank	<b>536,970</b>	517,311	3.80
Total equity attributable to the ordinary shareholders of the Bank	<b>462,022</b>	442,363	4.44
Net asset per share attributable to the ordinary shareholders of the Bank (RMB)	<b>9.44</b>	9.04	4.42

*Note:* For the convenience of analysis, total loans and advances to customers and total deposits from customers mentioned in this section and “2.8 Quarterly Operating Performance” did not include the corresponding interest receivables or payables.

Unit: RMB million

Item	January-March 2020	January-March 2019	Year-on-year increase/ decrease (%)
Operating income	51,570	47,417	8.76
Profit before tax	17,054	15,874	7.43
Net profit attributable to the equity holders of the Bank	14,453	13,216	9.36
Annualized return on average assets	0.85%	0.88%	Down 0.03 percentage point
Annualized return on average equity	12.86%	13.07%	Down 0.21 percentage point
Basic earnings per share (RMB)	0.30	0.27	11.11
Diluted earnings per share (RMB)	0.27	0.26	3.85
Net cash flows from/(used in) operating activities	(72,923)	(8,434)	(764.63)
Net cash flow from/(used in) operating activities per share (RMB)	(1.49)	(0.17)	(776.47)

### 2.3 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 of the Group calculated as per the PRC Accounting Standards and those of the Group calculated as per the International Financial Reporting Standards.

### 2.4 Capital Adequacy Ratios

The Group calculated and disclosed its capital adequacy ratios according to the *Provisional Measures for Capital Management of Commercial Banks* promulgated by the former China Banking Regulatory Commission (“CBRC”) (effective as of 1 January 2013). During the reporting period, the Group met the regulatory capital requirements. Under the premise of meeting regulatory capital requirements, the Bank further set aside reserve capital, countercyclical capital and additional capital, of which the requirement on reserve capital was 2.5%, requirement on countercyclical capital was 0% and requirement on additional capital was 0%.

As at the end of the reporting period, the Group recorded a core tier-one capital adequacy ratio of 8.92%, up by 0.23 percentage point over the end of the previous year, a tier-one capital adequacy ratio of 10.41%, up by 0.21 percentage point from the end of the previous year, and a capital adequacy ratio of 12.67%, up by 0.23 percentage point from the end of the previous year. The Bank recorded a core tier-one capital adequacy ratio of 8.72%, up by 0.24 percentage point from the end of the previous year; a tier-one capital adequacy ratio of 10.28%, up by 0.21 percentage point over the end of the previous year; and a capital adequacy ratio of 12.63%, up by 0.27 percentage point over the end of the previous year.

*Unit: RMB million*

Item	Regulatory value	31 March 2020		31 December 2019		Increase/(decrease) over the end of the previous year (%)	
		Group	Bank	Group	Bank	Group	Bank
Net core tier-one capital	-	464,254	418,560	444,203	400,281	4.51	4.57
Net tier-one capital	-	541,976	493,507	521,758	475,229	3.87	3.85
Net capital	-	659,934	606,200	635,897	583,338	3.78	3.92
Including:							
Minimum requirement on core tier-one capital	5%	260,334	239,955	255,679	235,902	1.82	1.72
Minimum requirement on tier-one capital	6%	312,400	287,946	306,815	283,082	1.82	1.72
Minimum requirement on capital	8%	416,534	383,929	409,087	377,443	1.82	1.72
Requirement on reserve capital	2.5%	130,167	119,978	127,840	117,951	1.82	1.72
Requirement on countercyclical capital	-	-	-	-	-	-	-
Requirement on additional capital	-	-	-	-	-	-	-
Total risk-weighted assets	-	5,206,673	4,799,108	5,113,585	4,718,035	1.82	1.72
Core tier-one capital adequacy ratio	≥7.50%	8.92%	8.72%	8.69%	8.48%	Up 0.23 percentage point	Up 0.24 percentage point
Tier-one capital adequacy ratio	≥8.50%	10.41%	10.28%	10.20%	10.07%	Up 0.21 percentage point	Up 0.21 percentage point
Capital adequacy ratio	≥10.50%	12.67%	12.63%	12.44%	12.36%	Up 0.23 percentage point	Up 0.27 percentage point

## 2.5 Leverage Ratio

Unit: RMB million

Item	Regulatory value	31 March 2020	31 December 2019	30 September 2019	30 June 2019
Leverage ratio	≥4%	<b>6.51%</b>	6.44%	6.07%	5.89%
Net tier-one capital	–	<b>493,507</b>	475,229	428,022	416,966
Adjusted balance of on- and off-balance sheet assets	–	<b>7,575,429</b>	7,376,332	7,053,403	7,077,912

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

## 2.6 Liquidity Coverage Ratio

Unit: RMB million

Item	Regulatory value	31 March 2020	31 December 2019
Liquidity coverage ratio	≥100%	<b>147.56%</b>	149.27%
Eligible premium liquid assets	–	<b>761,664</b>	744,317
Net cash outflow in the coming 30 days	–	<b>516,187</b>	498,654

## 2.7 Asset Quality

Item	31 March 2020		31 December 2019	
	Regulatory value	Actual value	Regulatory value	Actual value
Non-performing loan ratio	–	<b>1.80%</b>	–	1.65%
Allowance coverage ratio	≥140%	<b>177.37%</b>	≥140%	175.25%
The ratio of allowance for impairment of loans to total loans	≥2.1%	<b>3.19%</b>	≥2.1%	2.90%

Note: According to the former CBRC's *Notice on the Regulatory Requirements on Adjusting Allowances for Loan Impairment Losses of Commercial Banks* (CBRC Issue [2018] No.7), the regulatory policy of differentiated dynamic adjustment of allowances was practiced for joint-stock banks.

## 2.8 Quarterly Operating Performance

Since the outbreak of the COVID-19 (the “**epidemic**”) in early 2020, the Group has earnestly implemented all national decisions, plans and regulatory support policies, actively played its due role in supporting the real economy, and made every effort to provide financial services for the epidemic prevention and control. In the first quarter, in face of the severe and complicated business situation, the Group followed the general principle of “pursuing progress while ensuring stability”, accurately analyzed the periodical characteristics of the epidemic development, and made active response. During the reporting period, the business maintained stable development overall.

As at the end of the reporting period, the Group recorded total assets of RMB7,032.434 billion, up by 4.18% over the end of previous year; total loans and advances to customers of RMB4,154.393 billion, up by 3.91% from the end of previous year; total liabilities of RMB6,480.163 billion, up by 4.22% over the end of previous year; and total deposits from customers of RMB4,277.557 billion, up by 5.91% over the end of previous year.

For the reporting period, the Group realized net profit attributable to the Bank’s shareholders of RMB14.453 billion, a year-on-year increase of 9.36%; and operating income of RMB51.570 billion, a year-on-year growth of 8.76%. Among these, net interest income amounted to RMB31.912 billion, up by 5.96% year on year; net non-interest income reached RMB19.658 billion, up by 13.62% year on year.

As at the end of the reporting period, the Group’s balance of non-performing loans recorded RMB74.802 billion, RMB8.685 billion higher than that at the end of the previous year; its non-performing loan ratio recorded 1.80%, 0.15 percentage point higher than that at the end of previous year; its allowance coverage ratio stood at 177.37%, a rise of 2.12 percentage points over the end of the previous year; and its ratio of allowance for impairment of loans to total loans was 3.19%, up by 0.29 percentage point from the end of the previous year.

## **2.9 Risk Management**

During the reporting period, the Bank took multiple measures to strengthen the management of various risks, and improved risk management rules and policies. Following national policies and initiatives, the Bank fully supported the development of quality manufacturing enterprises and small and micro enterprises. It prioritized prudence in credit granting, actively sought for harbours for assets, and seized business opportunities in emerging industries, new infrastructure construction and other areas to further optimize credit resource allocation. The Bank strengthened unified credit management to help improve its operation quality and efficiency for quality customers, and boosted the implementation of a unified credit granting mechanism in subsidiaries. It also accelerated the implementation of the principal responsible person mechanism for operation and the full-time approver mechanism, and continuously advanced the building of its intelligent risk control system. What's more, the Bank earnestly implemented the policy requirements of the central government on financial support for the epidemic prevention and control, comprehensively investigated and sorted out the impacts of the epidemic on credit extension business, and took differentiated measures to bolster the work and production resumption of enterprises through financial services. As required by national and regulatory policies, the Bank made roll-over arrangements for customers impacted by the epidemic, stepped up efforts in the evaluation of asset quality, properly controlled and consolidated asset quality. It also enhanced the management of non-performing-loans and improved the cash recovery of written-off assets.

## **2.10 Corporate Governance**

During the reporting period, the Bank continued to focus on high-quality development, adhered to the corporate governance philosophy of coordination, check and balance, kept improving the corporate governance operation mechanism, and integrated the Party's leadership into its corporate governance. As the Board of Directors and its special committees, the Board of Supervisors and its special committees, and the senior management functioned actively and effectively, and all directors, supervisors and senior management members faithfully, diligently and prudently performed their duties, the Bank saw its corporate governance continuously improving. As at the end of the reporting period, the Board of Directors of the Bank consisted of 10 members. During the reporting period, the Board of Directors held 5 meetings (1 on-site meeting and 4 meetings via communication voting) and 10 meetings of special committees of the Board of Directors. As at the end of the reporting period, the Board of Supervisors consisted of 8 members. During the reporting period, the Board of Supervisors held 2 meetings (both on-site meetings) and 2 meetings of the special committees of the Board of Supervisors. The meetings of the Board of Directors and the Board of Supervisors of the Bank were convened in compliance with the procedures set forth in the Articles of Association of the Bank. During the reporting period, the Bank did not convene any extraordinary general meeting.

## 2.11 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

Total number of ordinary shareholders (account)	170,767
Including: A-share ordinary shareholders (account)	141,467
H-share ordinary shareholders (account)	29,300

### Shareholdings of the top 10 ordinary shareholders

Name of shareholder	Nature of shareholder	Class of shares	Number of shares held at the end of the reporting period	Percentage (%)	Balance of shares subject to restrictions on sale	Shares pledged or frozen	Pledged or frozen	Number
CITIC Corporation Limited	State-owned legal person	A share, H share	31,988,728,773	65.37	None	None	None	-
Hong Kong Securities Clearing Company Nominees Limited	Overseas legal person	H share	11,555,446,134	23.61	None	Unknown	None	-
China National Tobacco Corporation	State-owned legal person	A share	2,147,469,539	4.39	2,147,469,539	None	None	-
China Securities Finance Corporation Limited	State-owned legal person	A share	1,114,065,677	2.28	None	None	None	-
Central Huijin Asset Management Ltd.	State-owned legal person	A share	272,838,300	0.56	None	None	None	-
China Construction Bank Corporation	State-owned legal person	H share	168,599,268	0.34	None	None	None	-
Hong Kong Securities Clearing Company Limited	Overseas legal person	A share	143,362,577	0.29	None	None	None	-
Mao Tian Capital Limited	State-owned legal person	A share	31,034,400	0.06	None	None	None	-
China Poly Group Corporation Limited	State-owned legal person	A share	27,216,400	0.06	None	None	None	-
E Fund – ICBC – FOTIC – FOTIC Steady Wealth FOF Single Fund Trust	Other	A share	24,114,842	0.05	None	None	None	-

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

Name of shareholder	Balance of shares not subject to restrictions on sale	Class of shares	Number of shares
CITIC Corporation Limited	31,988,728,773	Renminbi denominated ordinary shares	28,938,928,294
		Overseas-listed foreign shares	3,049,800,479
Hong Kong Securities Clearing Company Nominees Limited	11,555,446,134	Overseas-listed foreign shares	11,555,446,134
China Securities Finance Corporation Limited	1,114,065,677	Renminbi denominated ordinary shares	1,114,065,677
Central Huijin Asset Management Ltd.	272,838,300	Renminbi denominated ordinary shares	272,838,300
China Construction Bank Corporation	168,599,268	Overseas-listed foreign shares	168,599,268
Hong Kong Securities Clearing Company Limited	143,362,577	Renminbi denominated ordinary shares	143,362,577
Mao Tian Capital Limited	31,034,400	Renminbi denominated ordinary shares	31,034,400
China Poly Group Corporation Limited	27,216,400	Renminbi denominated ordinary shares	27,216,400
E Fund – ICBC – FOTIC – FOTIC Steady Wealth FOF Single Fund Trust	24,114,842	Renminbi denominated ordinary shares	24,114,842
Gu Liyong	19,980,646	Renminbi denominated ordinary shares	19,980,646
Note on preference shareholders with restored voting right and their shareholdings			N/A

- Notes:* (1) Except for CITIC Corporation Limited and Hong Kong Securities Clearing Company Nominees 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 (except for CITIC Corporation Limited) 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, Hong Kong Xinhua Investment Co., Ltd., a wholly-owned subsidiary of Xinhua Zhongbao, also owned 153,686,000 H shares of the Bank via Hong Kong Securities Clearing Company Nominees Limited, taking up 0.314% of the Bank's total shares.
- (5) Note on connected relations or concerted actions of the above ordinary shareholders: Hong Kong Securities Clearing Company Nominees Limited is a wholly-owned subsidiary of Hong Kong Securities Clearing Company Limited. According to the *2019 Annual Report of China Construction Bank Corporation*, as at 31 December 2019, Central Huijin Investment Ltd. and its wholly-owned subsidiary Central Huijin Asset Management Ltd. 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.

## 2.12 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)		Shareholdings of the top 10 preference shareholders (also the top 10 preference shareholders not subject to restrictions on sale)							31
Name of shareholder	Nature of shareholder	Changes in shareholding during the reporting period (+, -)	Number of shares held as at the end of the reporting period	Shareholding percentage (%)	Class of shares held	Number of shares subject to restrictions on sale	Shares pledged or frozen Pledged or frozen	Number	
China Mobile Communications Group Corporation limited	State-owned legal person	-	43,860,000	12.53	Onshore preference shares	-	-	-	
China Life Insurance Company Limited – Dividend – Individual Dividend – 005L – FH002 Shanghai	Other	-	38,430,000	10.98	Onshore preference shares	-	-	-	
China Life Insurance Company Limited – Traditional – Ordinary Insurance Products – 005L – CT001 Shanghai	Other	-	38,400,000	10.97	Onshore preference shares	-	-	-	
China Ping An Life Insurance Co., Ltd. – Universal – Individual Universal Insurance	Other	-	30,700,000	8.77	Onshore preference shares	-	-	-	
China Ping An Life Insurance Company Limited – Dividend – Dividends for Individual Insurance	Other	-	30,700,000	8.77	Onshore preference shares	-	-	-	
BOCOM International Trust Co., Ltd. – Jin Sheng Tian Li No. 1 Single Fund Trust	Other	-	30,700,000	8.77	Onshore preference shares	-	-	-	
Puyin Ansheng Fund Company – SPDB – Shanghai Pudong Development Bank Shanghai Branch	Other	-	21,930,000	6.27	Onshore preference shares	-	-	-	
Xing Quan Rui Zhong Total Assets – Ping An Bank – Ping An Bank Co., Ltd.	Other	-	15,350,000	4.39	Onshore preference shares	-	-	-	
Chuang Jin He Xin Fund – China Merchants Bank – China Merchants Bank Co., Ltd.	Other	-	10,960,000	3.13	Onshore preference shares	-	-	-	
Bank of Communications Schroder Fund – Minsheng Bank – China Minsheng Bank Co., Ltd.	Other	-	8,770,000	2.51	Onshore preference shares	-	-	-	
China Resources Shenzhen Investment Trust Co., Ltd. – No. 1 Single Investment Trust Fund	Other	-	8,770,000	2.51	Onshore preference shares	-	-	-	

- Notes:* (1) The shareholdings of the preference shareholders were calculated based on the information contained in 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 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) “Shareholding percentage” means the ratio of preference shares held by a preference shareholder to the total number of preference shares.
- (4) The Bank did not have 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

The table below sets out the major financial statement items with more than 30% changes in the first quarter of 2020 and the underlying reasons:

*Unit: RMB million*

<b>Item</b>	<b>31 March 2020/ January-March 2020</b>	<b>Changes over the end of the previous year/ year on year (%)</b>	<b>Reasons for change</b>
Derivative financial assets	<b>30,833</b>	80.1	Revaluation of interest rate derivatives increased
Financial assets held under resale agreements	<b>102,098</b>	925.7	Domestic bonds held under resale agreements increased
Placements from banks and non-bank financial institutions	<b>60,756</b>	(34.3)	Placements from domestic non-bank financial institutions decreased
Derivative financial liabilities	<b>31,342</b>	86.2	Revaluation of interest rate derivative instruments increased
Other comprehensive income	<b>12,567</b>	70.7	Revaluation reserves of financial investments increased
Net income from investments in securities	<b>5,861</b>	159.5	Investment income and revaluation of securities such as bonds and funds increased

### **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 the public issuance and its associated proposals were adopted via voting by poll at the Bank's first extraordinary general meeting of 2017, first A shareholders class meeting of 2017 and first H shareholders class meeting of 2017 convened on 7 February 2017. On 4 March 2019, after the above-mentioned plan on the public issuance of convertible bonds and the listing thereof was approved by the China Banking and Insurance Regulatory Commission and the China Securities Regulatory Commission, the Bank completed the issuance of RMB40 billion A-share convertible bonds. On 19 March 2019, the afore-mentioned A-share convertible bonds were listed on the Shanghai Stock Exchange.

The conversion period of A-share convertible bonds issued by the Bank is from the first trading day in six months after completion of the convertible bond issuance to the maturity date of the convertible bonds, that is from 11 September 2019 to 3 March 2025. As at 31 March 2020, RMB153,000 of the CITIC Convertible Bonds were converted into ordinary A shares of the Bank accumulatively and the shares converted from CITIC Convertible Bonds totaled 21,175 shares, representing 0.00004327% of total ordinary shares issued by the Bank before the conversion; RMB39,999,847,000 of the CITIC Convertible Bonds were not converted into shares, representing 99.9996175% of the total.

The Proposal on Non-Public Offering of Preference Shares, the Proposal to the General Meeting on Authorizing the Board of Directors to Handle Relevant Matters Relating to the Non-Public Offering of Preference Shares, among others were considered and approved by the first extraordinary general meeting of 2019, the first A shareholders class meeting of 2019 and the first H shareholders class meeting of 2019 convened on 30 January 2019. The Bank planned to make a non-public offering of no more than RMB40 billion (inclusive) preference shares in China. The authorization period of the extraordinary general meeting and the shareholders class meetings to the Board of Directors for handling matters in relation to the non-public offering of preference shares is 12 months within the date of the extraordinary general meeting's and the shareholders class meetings' consideration and approval of the Proposal to the General Meeting on Authorizing the Board of Directors to Handle Relevant Matters Relating to the Non-public Offering of Preference Shares, which expired on 29 January 2020.

Given the fact that related work is still in progress, at the 19th meeting of the 5th Session of the Board of Directors held by the Bank on 18 December 2019, the Board of Directors considered and approved the Proposal to the General Meeting on the Extension of the Authorization Period to the Board of Directors for Handling Matters in Relation to the Non-public Offering of Preference Shares and agreed to extend the authorization period to 29 January 2021. This proposal is subject to consideration and approval of general meeting and the shareholders class meetings of the Bank. Apart from the extension of the authorization period of general meeting and the shareholders class meetings to the Board of Directors to handle the issuance of preference shares, other authorization matters approved by the first extraordinary general meeting of 2019, the first A shareholders class meeting of 2019 and the first H shareholders class meeting of 2019 of the Bank by poll remain unchanged.

Please refer to the relevant announcements published on the official websites of SSE ([www.sse.com.cn](http://www.sse.com.cn)), HKEXnews ([www.hkexnews.hk](http://www.hkexnews.hk)) and the Bank ([www.citicbank.com](http://www.citicbank.com)) for details of the public issuance of A-share convertible corporate bonds and the extension of the authorization period for handling matters in relation to the non-public offering of preference shares.

**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)

	January-March 2020	January-March 2019
Interest income	70,641	64,335
Interest expense	<u>(38,729)</u>	<u>(34,219)</u>
<b>Net interest income</b>	<b>31,912</b>	<b>30,116</b>
Fee and commission income	13,723	14,765
Fee and commission expense	<u>(1,222)</u>	<u>(1,363)</u>
<b>Net fee and commission income</b>	<b>12,501</b>	<b>13,402</b>
Net trading gains	1,236	1,587
Net gains from investment securities	5,861	2,259
Net hedging gain (loss)	1	(2)
Other net operating income (loss)	<u>59</u>	<u>55</u>
<b>Operating income</b>	<b>51,570</b>	<b>47,417</b>
Operating expenses	<u>(11,892)</u>	<u>(12,492)</u>
<b>Operating profit before impairment</b>	<b>39,678</b>	<b>34,925</b>
Impairment losses on		
– Credit	(22,288)	(19,125)
– Others	<u>(348)</u>	<u>–</u>
<b>Total impairment losses</b>	<b>(22,636)</b>	<b>(19,125)</b>
Share of profit/(loss) of associates and joint ventures	<u>12</u>	<u>74</u>
<b>Profit before tax</b>	<b>17,054</b>	<b>15,874</b>
Income tax expense	<u>(2,495)</u>	<u>(2,472)</u>
<b>Net profit</b>	<b><u>14,559</u></b>	<b><u>13,402</u></b>
<b>Net profit attributable to:</b>		
– Equity holders of the Bank	14,453	13,216
– Non-controlling interests	<u>106</u>	<u>186</u>

	<b>January-March 2020</b>	January-March 2019
<b>Other comprehensive income, net of tax:</b>		
i. Other comprehensive income that cannot be reclassified into profit or loss		
1. Changes in fair value of financial assets measured at fair value through other comprehensive income	(5)	–
ii. Other comprehensive income to be reclassified into profit or loss		
1. Changes in fair value of financial assets measured at fair value through other comprehensive income	4,164	1,396
2. Allowances for credit impairment losses on financial assets measured at fair value through other comprehensive income	(1)	195
3. Exchange difference on translating foreign operations	<u>1,030</u>	<u>(1,193)</u>
<b>Other comprehensive income, net of tax</b>	<b><u>5,188</u></b>	<b><u>398</u></b>
<b>Total comprehensive income</b>	<b><u>19,747</u></b>	<b><u>13,800</u></b>
<b>Total comprehensive income attributable to:</b>		
– Equity holders of the Bank	19,659	13,514
– Non-controlling interests	<u>88</u>	<u>286</u>
	<b>19,747</b>	<b>13,800</b>
<b>Earnings per share attributable to the ordinary shareholders of the Bank:</b>		
Basic earnings per share (RMB yuan)	0.30	0.27
Diluted earnings per share (RMB yuan)	<u>0.27</u>	<u>0.26</u>

## Consolidated Statement of Financial Position (Unaudited)

(Amounts in millions of Renminbi)

	31 March 2020	31 December 2019
<b>Assets</b>		
Cash and balances with central bank	426,544	463,158
Deposits with banks and non-bank financial institutions	112,848	121,297
Precious metals	5,654	6,865
Placements with banks and non-bank financial institutions	167,446	204,547
Derivative financial assets	30,833	17,117
Financial assets held under resale agreements	102,098	9,954
Loans and advances to customers	4,034,143	3,892,602
Financial investments	1,974,854	1,873,596
Financial investments measured at fair value		
through profit or loss for the current period	378,456	317,546
Financial investments measured at amortized cost	981,965	924,234
Financial investments measured at fair value		
through other comprehensive income	610,920	628,780
Financial investments designated to be measured		
at fair value through other comprehensive income	3,513	3,036
Investment in associates and joint ventures	3,690	3,672
Investment properties	436	426
Property and equipment	22,196	22,372
Intangible assets	1,813	1,874
Goodwill	933	912
Right-of-use assets	12,178	12,390
Deferred tax assets	34,519	32,095
Other assets	102,249	87,556
<b>Total assets</b>	<b>7,032,434</b>	<b>6,750,433</b>
<b>Liabilities</b>		
Borrowings from central bank	242,028	240,298
Deposits from banks and non-bank financial institutions	956,306	951,122
Placements from banks and non-bank financial institutions	60,756	92,539
Held-for-trading financial liabilities	1,253	847
Derivative financial liabilities	31,342	16,836
Financial assets sold under repurchase agreements	84,568	111,838
Deposits from customers	4,315,990	4,073,258
Accrued staff costs	10,537	12,132
Taxes payable	9,557	8,865
Provisions	5,872	6,116
Issued debt certificates	707,588	650,274
Lease liabilities	10,982	10,896
Deferred tax liabilities	10	10
Other liabilities	43,374	42,878
<b>Total liabilities</b>	<b>6,480,163</b>	<b>6,217,909</b>

	<b>31 March 2020</b>	31 December 2019
<b>Equity</b>		
Share capital	<b>48,935</b>	48,935
Other equity instruments	<b>78,083</b>	78,083
Capital reserve	<b>58,977</b>	58,977
Other comprehensive income	<b>12,567</b>	7,361
Surplus reserve	<b>39,009</b>	39,009
General reserve	<b>81,535</b>	81,535
Retained earnings	<b>217,864</b>	203,411
<b>Total equity attributable to the equity holders of the Bank</b>	<b>536,970</b>	517,311
Non-controlling interests	<b>15,301</b>	15,213
<b>Total equity</b>	<b>552,271</b>	532,524
<b>Total liabilities and equity</b>	<b>7,032,434</b>	6,750,433

Approved and authorized for issue by the Board of Directors on 23 April 2020.

**Li Qingping**  
*Legal Representative*

**Fang Heying**  
*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)

	January-March 2020	January-March 2019
<b>Operating activities</b>		
Profit before tax	17,054	15,874
Adjustments for:		
— Revaluation gain on investments, derivatives and investment properties	(2,123)	(616)
— Net investment gain	(3,030)	(1,527)
— Net loss from disposal of fixed assets, intangible assets and other assets	5	30
— Unrealised foreign exchange loss/(gain)	(258)	120
— Impairment losses on credit	22,288	19,125
— Impairment losses on other assets	348	—
— Depreciation and amortization	697	1,462
— Interest expense on issued debt certificates	5,671	5,576
— Dividend income from equity securities	—	(4)
— Depreciation of right-of-use assets and interest expense on lease liabilities	963	—
— Income tax paid	(5,907)	(4,695)
After adjustment	<u>35,708</u>	<u>35,345</u>
<b>Changes in operating assets and liabilities:</b>		
Decrease/(increase) in balances with central bank	(2,299)	60,930
Decrease in deposits with banks and non-bank financial institutions	10,402	5,950
Increase in placements with banks and non-bank financial institutions	(10,388)	(37,677)
Decrease/(increase) in held-for-trading financial assets	(14,899)	1,095
Decrease/(increase) in financial assets held under resale agreements	(92,152)	8,373
Increase in loans and advances to customers	(158,208)	(133,801)
(Decrease)/increase in borrowings from central bank	20	(30,700)
Increase in deposits from banks and non-bank financial institutions	3,502	84,634
Decrease in placements from banks and non-bank financial institutions	(32,202)	(44,865)
(Decrease)/increase in held-for-trading financial liabilities	396	(958)
Decrease in financial assets sold under repurchase agreements	(27,248)	(59,953)
Increase in deposits from customers	233,338	176,782
Increase in other operating assets	(30,598)	(62,879)
(Decrease)/increase in other operating liabilities	11,705	(10,710)
<b>Net cash flow used in operating activities</b>	<u>(72,923)</u>	<u>(8,434)</u>

	<u>January-March 2020</u>	<u>January-March 2019</u>
<b>Investing activities</b>		
Proceeds from disposal and redemption of investments	525,385	440,918
Cash received from equity investment income	21	11
Proceeds from disposal of property, plant and equipment, land use rights and other assets	3	136
Payments on acquisition of investments	(615,867)	(633,728)
Payments on acquisition of property, plant and equipment, land use rights and other assets	(352)	(522)
Payments on establishment of subsidiaries	(5,000)	–
<b>Net cash flow used in investing activities</b>	<u>(95,810)</u>	<u>(193,185)</u>
<b>Financing activities</b>		
Cash received from debt securities issued	127,858	143,950
Cash paid for redemption of debt securities issued	(69,640)	(97,391)
Interest paid on debt securities issued	(4,775)	(3,294)
Dividends paid	–	(6)
Payments on other financing activities	(605)	–
<b>Net cash flow generated from financing activities</b>	<u>52,838</u>	<u>43,259</u>
<b>Net decrease in cash and cash equivalents</b>	<b>(115,895)</b>	<b>(158,360)</b>
<b>Cash and cash equivalents as at 1 January</b>	<b>342,449</b>	<b>376,009</b>
<b>Effect of exchange rate changes on cash and cash equivalents</b>	<u>2,483</u>	<u>(3,019)</u>
<b>Cash and cash equivalents as at 31 March</b>	<u>229,037</u>	<u>214,630</u>
<b>Cash flows from operating activities include:</b>		
Interest received	<u>67,918</u>	<u>65,437</u>
Interest paid, excluding interest paid for issued debt certificates	<u>(27,158)</u>	<u>(25,556)</u>

By order of the Board of  
**China CITIC Bank Corporation Limited**  
**Li Qingping**  
*Chairperson*

Beijing, the PRC  
23 April 2020

*As at the date of this announcement, the executive directors of the Bank are Ms. Li Qingping (Chairperson), Mr. Fang Heying (President) and Mr. Guo Danghuai; 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.*