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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 2021**

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 2021 (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 2021 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 2021 on 29 April 2021. There were 9 eligible directors for the meeting and 9 directors attended the meeting, with Director Huang Fang entrusting Director Wang Yankang to attend and vote on her behalf as proxy due to conflicting schedule. The supervisors and senior management members of the Bank attended the meeting as non-voting delegates.

Mr. Fang Heying as Executive Director, President and Chief Financial Officer of the Bank, Mr. Guo Danghuai as Executive Director and Vice President in charge of finance and accounting, and Mr. Xue Fengqing as the head 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 First Quarter of 2021.

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	6-30/F and 32-42/F, Building No. 1, 10 Guanghai Road, Chaoyang District, Beijing				
Telephone Number/Fax Number for Investors	+86-10-66638188/+86-10-65559255				
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 2021	31 December 2020	Increase/ (decrease) over the end of the previous year (%)
Total assets	<b>7,785,636</b>	7,511,161	3.65
Total loans and advances to customers <sup>(Note)</sup>	<b>4,645,088</b>	4,473,307	3.84
Total liabilities	<b>7,209,895</b>	6,951,123	3.72
Total deposits from customers <sup>(Note)</sup>	<b>4,646,996</b>	4,528,399	2.62
Deposits from banks and non-bank financial institutions	<b>1,190,888</b>	1,163,641	2.34
Placements from banks and non-bank financial institutions	<b>67,170</b>	57,756	16.30
Total equity attributable to the equity holders of the Bank	<b>560,116</b>	544,573	2.85
Total equity attributable to the ordinary shareholders of the Bank	<b>485,168</b>	469,625	3.31
Net asset per share attributable to the ordinary shareholders of the Bank (RMB)	<b>9.91</b>	9.60	3.23

*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 interests.

Unit: RMB million

Item	January-March 2021	January-March 2020	Year-on-year increase/ decrease (%)
Operating income	<b>51,931</b>	51,570	0.70
Net profit attributable to the equity holders of the Bank	<b>15,641</b>	14,453	8.22
Annualized return on average assets	<b>0.84%</b>	0.85%	Down 0.01 percentage point
Annualized return on average equity	<b>13.29%</b>	12.86%	Up 0.43 percentage point
Basic earnings per share (RMB)	<b>0.32</b>	0.30	6.67
Diluted earnings per share (RMB)	<b>0.29</b>	0.27	7.41
Net cash flows used in operating activities	<b>(31,120)</b>	(72,923)	57.32
Net cash flow used in operating activities per share (RMB)	<b>(0.64)</b>	(1.49)	57.05

### **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. On 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 8.59%, down by 0.15 percentage point over the end of the previous year, a tier-one capital adequacy ratio of 9.96%, down by 0.22 percentage point from the end of the previous year, and a capital adequacy ratio of 12.73%, down by 0.28 percentage point from the end of the previous year. The Bank recorded a core tier-one capital adequacy ratio of 8.33%, down by 0.14 percentage point from the end of the previous year; a tier-one capital adequacy ratio of 9.76%, down by 0.21 percentage point over the end of the previous year; and a capital adequacy ratio of 12.69%, down by 0.26 percentage point over the end of the previous year.

Unit: RMB million

Item	Regulatory value	31 March 2021		31 December 2020		Increase/(decrease) over the end of the previous year (%)	
		Group	Bank	Group	Bank	Group	Bank
Net core tier-one capital	-	487,225	437,614	471,251	423,188	3.39	3.41
Net tier-one capital	-	565,071	512,562	548,961	498,136	2.93	2.90
Net capital	-	722,304	666,500	701,729	647,200	2.93	2.98
Including:							
Minimum requirement on core tier-one capital	5.00%	283,636	262,693	269,662	249,870	5.18	5.13
Minimum requirement on tier-one capital	6.00%	340,363	315,231	323,595	299,844	5.18	5.13
Minimum requirement on capital	8.00%	453,818	420,309	431,460	399,792	5.18	5.13
Requirement on reserve capital	2.50%	141,818	131,346	134,831	124,935	5.18	5.13
Requirement on countercyclical capital	-	-	-	-	-	-	-
Requirement on additional capital	-	-	-	-	-	-	-
Total risk-weighted assets	-	5,672,723	5,253,857	5,393,248	4,997,401	5.18	5.13
Core tier-one capital adequacy ratio	≥7.50%	8.59%	8.33%	8.74%	8.47%	Down 0.15 percentage point	Down 0.14 percentage point
Tier-one capital adequacy ratio	≥8.50%	9.96%	9.76%	10.18%	9.97%	Down 0.22 percentage point	Down 0.21 percentage point
Capital adequacy ratio	≥10.50%	12.73%	12.69%	13.01%	12.95%	Down 0.28 percentage point	Down 0.26 percentage point

## 2.5 Leverage Ratio

Unit: RMB million

Item	Regulatory value	31 March 2021	31 December 2020	30 September 2020	30 June 2020
Leverage ratio	≥4%	6.33%	6.40%	6.46%	6.64%
Net tier-one capital	-	565,071	548,961	538,163	536,149
Adjusted balance of on- and off-balance sheet assets	-	8,925,959	8,582,636	8,331,724	8,072,066

## 2.6 Liquidity Coverage Ratio

*Unit: RMB million*

<b>Item</b>	<b>Regulatory value</b>	<b>31 March 2021</b>	<b>31 December 2020</b>
Liquidity coverage ratio	≥100.00%	<b>133.42%</b>	135.14%
Eligible premium liquid assets	–	<b>800,974</b>	823,822
Net cash outflow in the coming 30 days	–	<b>600,353</b>	609,593

## 2.7 Asset Quality

<b>Item</b>	<b>31 March 2021</b>	<b>31 December 2020</b>
Non-performing loan ratio	<b>1.54%</b>	1.64%
Allowance coverage ratio	<b>185.87%</b>	171.68%
The ratio of allowance for impairment of loans to total loans	<b>2.86%</b>	2.82%

## 2.8 Quarterly Operating Performance

During the reporting period, the Group focused on high-quality sustainable development and spared no effort to boost business transformation and efficiency improvement. Therefore, steady progress were made in all businesses and sound results were registered in the first quarter of 2021.

As at the end of the reporting period, the Group recorded total assets of RMB7,785.636 billion, up by 3.65% over the end of previous year; total liabilities of RMB7,209.895 billion, up by 3.72% over the end of previous year; total loans and advances to customers of RMB4,645.088 billion, up by 3.84% from the end of previous year; and total deposits from customers of RMB4,646.996 billion, up by 2.62% over the end of previous year.

For the reporting period, the Group realized sound growth in net profit, and posted net profit attributable to the Bank's shareholders of RMB15.641 billion, a year-on-year increase of 8.22%; and operating income of RMB51.931 billion, a year-on-year growth of 0.70%. Among these, net interest income amounted to RMB37.408 billion, up by 1.29% year on year; net non-interest income reached RMB14.523 billion, down by 0.80% year on year.

During the reporting period, the Group stepped up efforts to resolve problematic loans and dispose non-performing loans, with the decline in both the balance and ratio of non-performing loans, maintaining stable asset quality. As at the end of the reporting period, the Group's balance of non-performing loans recorded RMB71.529 billion, down by RMB1.923 billion from the end of the previous year; its non-performing loan ratio recorded 1.54%, down by 0.10 percentage point from the end of previous year; its allowance coverage ratio stood at 185.87%, a rise of 14.19 percentage points over the end of the previous year; and its ratio of allowance for impairment of loans to total loans was 2.86%, up by 0.04 percentage point from the end of the previous year.

During the reporting period, the Bank's corporate banking business firmly implemented national policies and prioritized credit to strategic emerging industries, green credit, manufacturing, private enterprises and other key areas to support the precise marketing of business units at all levels and guide credit resources for optimized allocation. In terms of retail banking, adhering to the customer-oriented and value-oriented philosophy, the Bank drove capacity and system building through full-functional wealth management, and deepened the relationship with customers as a lead bank for settlement, investment, financing, services and business activities to build the first choice of wealth management for customers. The financial market business, focusing on profit creation and pursuing a light development path, actively studied and predicted market trends, and seized market opportunities to continuously improve asset structure and enhance transaction profitability. It also actively pushed forward the integrated operation of interbank customers and steadily boosted high-quality sustainable development.

As at the end of the reporting period, the Bank recorded a balance of corporate deposits of RMB3,524.871 billion, up by 2.35% over the end of the previous year; a balance of corporate loans (excluding discounted bills) of RMB2,111.788 billion, up by 6.93% over the end of the previous year; and total number of corporate customers of 847,400 corporate customers, up by 22,100 accounts over the end of the previous year. The Bank recorded a balance of personal deposits of RMB838.926 billion, up by 2.06% over the end of the previous year; a balance of personal loans of RMB1,893.272 billion, up by 2.30% over the end of the previous year; and total number of personal customers of 112,661,700, up by 1.7812 million accounts over the end of the previous year.

## **2.9 Risk Management**

During the reporting period, the Bank vigorously implemented the decisions and plans of the central government. In the light of the direction of industrial restructuring, the Bank allocated credit resources to key areas and weak links in line with national strategies and enjoying promising market prospects. It continued to strengthen credit support for the manufacturing industry and medium, small and micro enterprises, increased the proportion of credits granted to green fields such as energy conservation and environmental protection and clean energy, strictly controlled new credits to industries with excess capacity, and prudently got involved in new projects in fields with high energy consumption and high pollution. It also further improved the credit structure by seizing business opportunities in emerging industries, medical and health care, mega consumption and other fields. Meanwhile, the Bank conducted more initiative and targeted risk management, and continuously strengthened risk prevention and control in key areas. It resolutely implemented the real estate control policy, advanced credit concentration risk control as scheduled, strengthened credit card customer access management and iteration of risk control models, carried out systematic re-inspection of personal loans and agency sales business, and took various measures to prevent and mitigate risks. Furthermore, the Bank accelerated the improvement of digital risk control, upgraded the comprehensive and intelligent risk management platform, built the customer early warning model with big data + AI as the core, realizing the early detection, early warning and early exit of risky customers.

## **2.10 Corporate Governance**

During the reporting period, the Bank vigorously implemented national decisions and plans as well as regulatory requirements, explored the corporate governance model with the characteristics of the Bank, intensified efforts in improving its governance system, enhanced its governance capabilities in an accelerated manner, and thereby raised the governance efficiency and capabilities across the board. As 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 9 members. During the reporting period, the Board of Directors held 5 meetings (4 on-site meetings and 1 meeting via communication voting) and 12 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 4 meetings (all on-site meetings) and 2 meetings of the special committees of the Board of Supervisors. During the reporting period, the Bank held one general meeting. The general meeting and 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.



## 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)	162,660
Including: A-share ordinary shareholders (account)	134,364
H-share ordinary shareholders (account)	28,296

### 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	11,558,872,960	23.62	None	Unknown	None	-
China National Tobacco Corporation	State-owned legal person	A share	2,147,469,539	4.39	None	None	None	-
China Securities Finance Corporation Limited	State-owned legal person	A share	1,018,941,677	2.08	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	137,379,779	0.28	None	None	None	-
China Merchants Bank Co., Ltd. – SSE Dividend Traded Open-ended Index Securities Investment Fund	Other	A share	37,589,800	0.08	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	-

### 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	11,558,872,960	Overseas-listed foreign shares	11,558,872,960
China National Tobacco Corporation	2,147,469,539	Renminbi denominated ordinary shares	2,147,469,539
China Securities Finance Corporation Limited	1,018,941,677	Renminbi denominated ordinary shares	1,018,941,677
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	137,379,779	Renminbi denominated ordinary shares	137,379,779
China Merchants Bank Co., Ltd. – SSE Dividend Traded Open-ended Index Securities Investment Fund	37,589,800	Renminbi denominated ordinary shares	37,589,800
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

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 related party 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 *2020 Annual Report of China Construction Bank Corporation*, as at 31 December 2020, 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 related party 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)							32
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 Schroder Asset Management – BOCOM – BOCOM Schroder Asset Management Excellence No. 2 Collective Asset Management Plan	Other	-	25,700,000	7.34	Onshore preference shares	-	-	-	
AXA SPDB Investment Managers Co., Ltd. – SPDB – Shanghai Pudong Development Bank Shanghai Branch	Other	-	21,930,000	6.27	Onshore preference shares	-	-	-	
Aegon-Industrial Ruizhong Assets – Ping An Bank – Ping An Bank Co., Ltd.	Other	-	15,350,000	4.39	Onshore preference shares	-	-	-	
TruValue Asset Management – China Merchants Bank – China Merchants Bank Co., Ltd.	Other	-	10,960,000	3.13	Onshore preference shares	-	-	-	
BOCOM Schroder Fund Management – Minsheng Bank – China Minsheng Bank Co., Ltd.	Other	-	8,770,000	2.51	Onshore preference shares	-	-	-	
CICC – ABC – CICC ABC Ruichi No. 2 Collective Asset Management Plan	Other	+8,770,000	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 related party relations or concerted actions of the above preference shareholders: Based on publicly available information, the Bank came to the preliminary conclusion that there was related 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, between China Ping An Life Insurance Co., Ltd. – Universal – Individual Universal Insurance and China Ping An Life Insurance Company Limited – Dividend – Dividends for Individual Insurance, and between BOCOM Schroder Asset Management – BOCOM – BOCOM Schroder Asset Management Excellence No. 2 Collective Asset Management Plan and BOCOM Schroder Fund Management – Minsheng Bank – China Minsheng Bank Co., Ltd. Except for these, the Bank was not aware of any related party 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 2021 and the underlying reasons:

*Unit: RMB million*

Item	31 March 2021/ January-March 2021	Changes over the end of the previous year/ year on year (%)	Reasons for change
Precious metals	8,873	41.4	Increase in precious metals held
Financial assets held under resale agreements	64,044	(42.4)	Decrease in bonds held under resale agreements
Financial liabilities measured at fair value through profit or loss	1,136	(86.9)	Decrease in bond short selling and structured products
Net gains from investment securities	3,416	(40.8)	Decrease in investment income from securities such as bonds and funds

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

Applicable                       Not applicable

At the 32<sup>nd</sup> meeting of the 5<sup>th</sup> session of the Board of Directors convened on 27 August 2020, the Bank reviewed and adopted the *Proposal on Issuance of Undated Capital Bonds*, giving consent that the Bank would issue undated capital bonds up to RMB40.0 billion (inclusive) in domestic and overseas markets to replenish its additional tier-1 capital. The proposal was considered and approved at the Bank's second extraordinary general meeting convened on 30 October 2020. In March 2021, the Bank has received the *Approval regarding the Issuance of Undated Capital Bonds by China CITIC Bank Corporation Limited from China Banking and Insurance Regulatory Commission* (Yin Bao Jian Fu [2021] No. 57) and the *Decision of Approval of Administrative Licensing of the People's Bank of China* (Yin Xu Zhun Yu Jue Zi [2021] No. 58) (the "**Decision**") issued by the People's Bank of China. The Bank was approved for the issuance of undated capital bonds in the national inter-bank bond market in an amount up to RMB40 billion (the "**Bonds**") to replenish the additional tier-one capital of the Bank in accordance with relevant regulations. The approved quota is valid for 2 years from the date of the issuance of the Decision. Within the validity period, the time of the issuance can be chosen independently. The Bonds were book-built on 22 April 2021 and the issuance was completed on 26 April 2021.

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 undated capital bonds.

### **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)

	<b>January-March 2021</b>	January-March 2020
Interest income	<b>76,010</b>	75,659
Interest expense	<b>(38,602)</b>	(38,729)
<b>Net interest income</b>	<b>37,408</b>	36,930
Fee and commission income	<b>10,298</b>	8,682
Fee and commission expense	<b>(1,021)</b>	(1,199)
<b>Net fee and commission income</b>	<b>9,277</b>	7,483
Net trading gains	<b>1,541</b>	1,236
Net gains from investment securities	<b>3,416</b>	5,771
Net hedging gain/(loss)	–	1
Other net operating income/(loss)	<b>289</b>	149
<b>Operating income</b>	<b>51,931</b>	51,570
Operating expenses	<b>(12,822)</b>	(11,892)
<b>Operating profit before impairment</b>	<b>39,109</b>	39,678
Impairment losses on		
– Credit	<b>(20,502)</b>	(22,288)
– Others	<b>(41)</b>	(348)
<b>Total impairment losses</b>	<b>(20,543)</b>	(22,636)
Share of net (loss)/gain of associates and joint ventures	<b>47</b>	12
<b>Profit before tax</b>	<b>18,613</b>	17,054
Income tax expense	<b>(2,781)</b>	(2,495)
<b>Net profit</b>	<b>15,832</b>	14,559
<b>Net profit attributable to:</b>		
– Equity holders of the Bank	<b>15,641</b>	14,453
– Non-controlling interests	<b>191</b>	106

	<b>January-March 2021</b>	January-March 2020
<b>Other comprehensive income, net of tax:</b>		
i. Items that cannot be reclassified into profit or loss:		
1. Fair value changes on financial assets designated to be measured at fair value through other comprehensive income	(5)	(5)
ii. Items to be reclassified into profit or loss:		
1. Other comprehensive income transferable to profit or loss under equity method	(1)	–
2. Fair value changes on financial assets measured at fair value through other comprehensive income	(293)	4,164
3. Impairment allowances on financial assets measured at fair value through other comprehensive income	187	(1)
4. Exchange difference on translating foreign operations	(17)	1,030
<b>Other comprehensive income, net of tax</b>	<b>(129)</b>	<b>5,188</b>
<b>Total comprehensive income</b>	<b>15,703</b>	<b>19,747</b>
<b>Total comprehensive income attributable to:</b>		
– Equity holders of the Bank	15,543	19,659
– Non-controlling interests	160	88
	<b>15,703</b>	<b>19,747</b>
<b>Earnings per share attributable to the ordinary shareholders of the Bank:</b>		
Basic earnings per share (RMB yuan)	0.32	0.30
Diluted earnings per share (RMB yuan)	0.29	0.27

## Consolidated Statement of Financial Position (Unaudited)

(Amounts in millions of Renminbi)

	<u>31 March 2021</u>	<u>31 March 2020</u>
<b>Assets</b>		
Cash and balances with central banks	426,604	435,169
Deposits with and loans to banks and non-bank financial institutions	107,806	133,392
Precious metals	8,873	6,274
Placements with banks and non-bank financial institutions	183,754	168,380
Derivative financial assets	30,715	40,064
Financial assets held under resale agreements	64,044	111,110
Loans and advances to customers	4,526,444	4,360,196
Financial investments	2,263,681	2,092,732
– measured at fair value through profit or loss	464,575	405,632
– measured at amortized cost	1,067,232	959,416
– measured at fair value through other comprehensive income	727,987	724,124
– designated to be measured at fair value through other comprehensive income	3,887	3,560
Investment in associates and joint ventures	5,614	5,674
Investment properties	386	386
Property, plant and equipment	33,504	33,868
Intangible assets	2,380	2,544
Goodwill	860	860
Right-of-use assets	11,293	11,556
Deferred tax assets	43,828	41,913
Other assets	75,850	67,043
	<u>7,785,636</u>	<u>7,511,161</u>
<b>Total assets</b>		
<b>Liabilities</b>		
Borrowings from central banks	228,519	224,391
Deposits from banks and non-bank financial institutions	1,190,888	1,163,641
Placements from banks and non-bank financial institutions	67,170	57,756
Financial liabilities measured at fair value through profit or loss	1,136	8,654
Derivative financial liabilities	28,900	39,809
Financial assets sold under repurchase agreements	86,917	75,271
Deposits from customers	4,690,576	4,572,286
Accrued staff costs	17,761	20,333
Taxes payable	8,709	8,411
Provisions	7,200	7,208
Issued debt certificates	838,663	732,958
Lease liabilities	10,395	10,504
Deferred tax liabilities	10	11
Other liabilities	33,051	29,890
	<u>7,209,895</u>	<u>6,951,123</u>
<b>Total liabilities</b>		



	<u>31 March 2021</u>	<u>31 March 2020</u>
<b>Equity</b>		
Share capital	48,935	48,935
Other equity instruments	78,083	78,083
Capital reserve	59,216	59,216
Other comprehensive income	11	109
Surplus reserve	43,786	43,786
General reserve	90,823	90,819
Retained earnings	<u>239,262</u>	<u>223,625</u>
<b>Total equity attributable to the equity holders of the Bank</b>	<u>560,116</u>	<u>544,573</u>
Non-controlling interests	<u>15,625</u>	<u>15,465</u>
<b>Total equity</b>	<u><u>575,741</u></u>	<u><u>560,038</u></u>
<b>Total liabilities and equity</b>	<u><u>7,785,636</u></u>	<u><u>7,511,161</u></u>

Approved and authorized for issue by the Board of Directors on 29 April 2021.

**Fang Heying**

*Executive Director, President and  
Chief Financial Officer*

**Guo Danghuai**

*Executive Director, Vice President in  
charge of finance and accounting*

**Xue Fengqing**

*Person in charge of the Finance  
and Accounting Department*

**Company Seal**

## Consolidated Statement of Cash Flows (Unaudited)

(Amounts in millions of Renminbi)

	<u>January-March 2021</u>	<u>January-March 2020</u>
<b>Operating activities</b>		
Profit before tax	18,613	17,054
Adjustments for:		
— Revaluation gain on investments, derivatives and investment properties	(1,339)	(2,123)
— Net investment gain	(2,269)	(3,030)
— Net (gain)/loss from disposal of fixed assets, intangible assets and other assets	(3)	5
— Unrealised foreign exchange gain	(875)	(258)
— Impairment losses on credit	20,502	22,288
— Impairment losses on other assets	41	348
— Depreciation and amortization	837	697
— Interest expense on debt certificates issued	5,847	5,671
— Dividend income from equity investment	(27)	—
— Depreciation of right-of-use assets and interest expense on lease liabilities	933	963
— Income tax paid	(4,653)	(5,907)
Subtotal	<u>37,607</u>	<u>35,708</u>
<b>Changes in operating assets and liabilities:</b>		
Increase in balances with central banks	(6,354)	(2,299)
(Increase)/decrease in deposits with banks and non-bank financial institutions	(7,567)	10,402
Increase in placements with and loans to banks and non-bank financial institutions	(37,039)	(10,388)
Increase in held-for-trading financial assets	(20,397)	(14,899)
Decrease/(increase) in financial assets held under resale agreements	47,097	(92,152)
Increase in loans and advances to customers	(176,758)	(158,208)
Increase in borrowings from central banks	2,695	20
Increase in deposits from banks and non-bank financial institutions	25,156	3,502
Increase/(decrease) in placements from banks and non-bank financial institutions	9,238	(32,202)
(Decrease)/increase in financial liabilities measured at fair value through profit or loss for the current period	(7,231)	396
Increase/(decrease) in financial assets sold under repurchase agreements	11,343	(27,248)
Increase in deposits from customers	118,701	233,338
Increase in other operating assets	(24,908)	(30,598)
(Decrease)/increase in other operating liabilities	(2,703)	11,705
<b>Net cash flow used in operating activities</b>	<u>(31,120)</u>	<u>(72,923)</u>

	<u>January-March 2021</u>	<u>January-March 2020</u>
<b>Investing activities</b>		
Proceeds from disposal and redemption of investments	785,923	525,385
Cash received from investment equity income	122	21
Proceeds from disposal of property, plant and equipment, land use rights and other assets	15	3
Payments on acquisition of investments	(916,737)	(615,867)
Payments on acquisition of property, plant and equipment, land use rights and other assets	(265)	(352)
Payments on establishment of subsidiaries, associates and joint ventures	-	(5,000)
<b>Net cash flow used in investing activities</b>	<u>(130,942)</u>	<u>(95,810)</u>
<b>Financing activities</b>		
Cash received from debt securities issued	303,039	127,858
Cash paid for redemption of debt securities issued	(197,710)	(69,640)
Interest paid on debt securities issued	(5,457)	(4,775)
Payments on other financing activities	(769)	(605)
<b>Net cash flow generated from financing activities</b>	<u>99,103</u>	<u>52,838</u>
<b>Net decrease in cash and cash equivalents</b>	<b>(62,959)</b>	<b>(115,895)</b>
<b>Cash and cash equivalents as at 1 January</b>	<b>319,566</b>	<b>342,449</b>
<b>Effect of exchange rate changes on cash and cash equivalents</b>	<u>44</u>	<u>2,483</u>
<b>Cash and cash equivalents as at 31 March</b>	<u><b>256,651</b></u>	<u><b>229,037</b></u>
<b>Cash flows from operating activities include:</b>		
Interest received	<u>76,151</u>	<u>72,936</u>
Interest paid, excluding interest paid for issued debt certificates	<u>(30,340)</u>	<u>(27,158)</u>

By order of the Board of  
**China CITIC Bank Corporation Limited**  
**Fang Heying**  
*Executive Director, President*

Beijing, the PRC  
29 April 2021

*As at the date of this announcement, the executive directors of the Bank are Mr. Fang Heying (President) and Mr. Guo Danghuai; the non-executive directors are Mr. Cao Guoqiang, Ms. Huang Fang and Mr. Wang Yankang; and the independent non-executive directors are Mr. He Cao, Ms. Chen Lihua, Mr. Qian Jun and Mr. Yan Lap Kei Isaac.*