

Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited take no responsibility for the contents of this announcement, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.



中信銀行
CHINA CITIC BANK

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 2023

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 2023 (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.

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 2023 of China CITIC Bank Corporation Limited* (hereinafter referred to as the “**Report for the First Quarter of 2023**” or “**this report**”) does not contain any false records, misleading statements or material omissions, and assume several and joint liabilities for its truthfulness, accuracy and completeness.

Mr. Fang Heying as the Vice Chairman and director of the Bank (performing the duties of Chairman¹), Mr. Liu Cheng as director and Executive Vice President of the Bank (performing the duties of President²), Mr. Wang Kang as the Vice President and Chief Financial Officer of the Bank, and Mr. Xue Fengqing as the General Manager of the Finance and Accounting Department of the Bank hereby declare and guarantee the truthfulness, accuracy and completeness of the financial report contained in the Report for the First Quarter of 2023.

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

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

1. BASIC INFORMATION ON THE COMPANY

Secretary to the Board of Directors	Zhang Qing				
Joint Company Secretaries	Zhang Qing, Kam Mei Ha Wendy (FCG, HKFCG)				
Office Address	6-30/F and 32-42/F, Building No. 1, 10 Guanghua 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	95558				
Listing Venue, Stock Name and Stock Code		Ordinary shares	Shanghai Stock Exchange	CNCB	601998
	A-share	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

¹ Mr. Zhu Hexin ceased to serve as Chairman of the Board of Directors of the Bank as of 17 April 2023 due to work arrangement. The Board of Directors designated Mr. Fang Heying to perform the duties of Chairman of the Board of Directors of the Bank as of the same date. For details, please refer to “5.2 Appointment and Resignation of Directors and Senior Management” in this report.

² Mr. Fang Heying ceased to serve as President of the Bank as of 17 April 2023 due to work arrangement. The Board of Directors designated Mr. Liu Cheng to perform the duties of President of the Bank as of the same date. For details, please refer to “5.2 Appointment and Resignation of Directors and Senior Management” in this report.

2. PRINCIPAL FINANCIAL DATA

2.1 Principal Accounting Data and Financial Indicators

Unit: RMB million

Item	31 March 2023	31 December 2022	Increase/ (decrease) over the end of the previous year (%)
Total assets	8,786,546	8,547,543	2.80
Total loans and advances to customers ^(Note)	5,345,943	5,152,772	3.75
Total liabilities	8,080,741	7,861,713	2.79
Total deposits from customers ^(Note)	5,438,810	5,099,348	6.66
Total equity attributable to the equity holders of the Bank	685,163	665,418	2.97
Total equity attributable to the ordinary shareholders of the Bank	570,222	550,477	3.59
Net asset per share attributable to the ordinary shareholders of the Bank (RMB/share)	11.65	11.25	3.56

Note: For the convenience of analysis, total loans and advances to customers and total deposits from customers mentioned in this section and “3.1 Operating Results” did not include the corresponding accrued interest.

Unit: RMB million

Item	January-March 2023	January-March 2022	Year-on-year increase/decrease (%)
Operating income	51,252	53,954	(5.01)
Profit before tax	22,511	21,127	6.55
Net profit attributable to the equity holders of the Bank	19,144	17,350	10.34
Annualized return on average assets	0.91%	0.87%	Up 0.04 percentage points
Annualized return on average equity	13.86%	13.57%	Up 0.29 percentage points
Basic earnings per share (RMB/share)	0.39	0.35	11.43
Diluted earnings per share (RMB/share)	0.35	0.32	9.38
Net cash flows generated from operating activities	(12,733)	29,757	(142.79)

2.2 Changes in the Group's Major Accounting Data and Financial Indicators and Reasons

Items in the above-mentioned major accounting data and financial indicators that changed by more than 30% compared with the end of last year or the same period of last year and the reasons for the changes are as follows:

Unit: RMB million

Item	January- March 2023	Increase/Decrease over the end of last year or the same period of last year (%)	Reasons for changes
Net cash flows generated from operating activities	(12,733)	(142.79)	Net cash outflows used in operating activities were RMB12.733 billion, and the figure for the same period of last year was RMB29.757 billion of net cash inflows, mainly due to the fact that increase in cash outflows from loans and interbank business offset increase in cash inflows of customer deposits.

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 attributable to the equity holders of the Bank as at the end of March 2023 and the net profit attributable to the equity holders of the Bank 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.

3. MANAGEMENT DISCUSSION AND ANALYSIS

3.1 Operating Results

2023 is the first year to fully implement the guiding principles of the 20th CPC National Congress. During the reporting period, the Group earnestly implemented the guiding principles of the 20th CPC National Congress and the plans proposed at the Central Economic Work Conference, and adhered to the underlying principle of making progress while maintaining stability. Focusing on serving the real economy, high-quality development, development vitality and driver, and “Safe CITIC Bank”, the Bank maintained stable operation and robust development, and achieved a good start in operating results in the first quarter.

During the reporting period, with its assets and liabilities growing steadily, the Group intensified credit granting to help improve both development quantity and quality of the real economy. As at the end of the reporting period, the Group’s total assets amounted to RMB8,786.546 billion, representing an increase of 2.80% as compared to the end of last year. Total loans and advances to customers stood at RMB5,345.943 billion, representing an increase of RMB193.171 billion, or 3.75% over the end of the previous year, with the year-on-year increment up by RMB96.045 billion. Specifically, the balance of corporate loans (excluding discounted bills) registered RMB2,735.432 billion, an increase of RMB211.416 billion, or 8.38% over the end of the previous year, with the year-on-year increment up by RMB125.483 billion, and more credit resources were provided to key fields in the economy. The balance of personal loans (excluding credit cards) posted RMB1,634.791 billion, representing an increase of RMB28.982 billion, or 1.80% over the end of the previous year. The balance of credit card loan registered RMB518.278 billion, an increase of RMB7.177 billion, or 1.40% over the end of the previous year. As at the end of the reporting period, the Group’s total liabilities amounted to RMB8,080.741 billion, representing an increase of 2.79% over the end of the previous year. Deposits from customers amounted to RMB5,438.810 billion, representing an increase of 6.66% over the end of the previous year. Specifically, corporate deposits recorded RMB4,065.607 billion, representing an increase of 6.78% over the end of the previous year, and personal deposits amounted to RMB1,373.203 billion, representing an increase of 6.30% over the end of the previous year.

During the reporting period, the Group's return on assets (ROA) was 0.91%, up by 0.04 percentage points year-on-year, and its return on equity (ROE) was 13.86%, up by 0.29 percentage points year-on-year. Benefiting from the continuous improvement of asset quality, the Group's net profit maintained favorable growth and realized net profit attributable to the equity holders of the Bank of RMB19.144 billion, representing a year-on-year increase of 10.34%. However, due to narrowing interest margin and other factors, operating income stood at RMB51.252 billion, down by 5.01% year-on-year. Specifically, net interest income posted RMB36.626 billion, down by 0.87% year-on-year, and net non-interest income was RMB14.626 billion, down by 14.01% year-on-year. **In terms of net interest income**, the Group's net interest margin in the first quarter was 1.87%, down by 0.15 percentage points year-on-year, mainly due to multiple LPR cuts last year and lower interest rates of new loans and repriced loans, resulting in the lower return on assets because of such stress. In response to the above, the Group actively and steadily increased its asset investments, continued to strengthen the cost control of liabilities, and continued to improve the structure of assets and liabilities to effectively mitigate the adverse impact of the decline in return on assets. **In terms of net non-interest income**, affected by the market, income from wealth management and agency sales declined year-on-year in the first quarter, while income from settlement, quick payment and credit card business rose due to the recovery of consumption. Meanwhile, other non-interest income including net gain on investment securities decreased year-on-year as a result of the changes in market interest rate.

3.2 Key Businesses and Indicators

Development of three core capabilities

During the reporting period, with the "342 Action Plan for Developing Core Business Capabilities" as the guiding strategy, the Bank carried out business operation focusing on the three core capabilities of wealth management, asset management and comprehensive financing, and achieved excellent business performance. As at the end of the reporting period, the balance of the Bank's personal AUM (including market value)³ amounted to RMB4.04 trillion, representing an increase of 3.18% compared with the end of last year; the total amount of wealth management products stood at RMB1.58 trillion, representing a decrease of 0.08% over the end of last year; and the balance of comprehensive financing amounted to RMB12.50 trillion, representing an increase of 1.64% over the end of last year.

³ Including the personal AUM of subsidiaries of the Bank. As per management requirements for the Bank's retail banking, the Bank adjusted the coverage of agency insurance business and retail AUM of individual industrial and commercial households, and the base figure at the beginning of the year was regressed accordingly.

Serving real economy

In accordance with the decision and plans of the CPC Central Committee and the State Council, with the theme of promoting high-quality development, the Bank continuously enhanced the quality and efficiency of serving the real economy. During the reporting period, the Bank granted credits in a reasonable manner and pace, made moderate efforts at earlier steps, and continued to increase reserves and investment in projects under green finance, strategic emerging industries and the transformation and upgrading of traditional manufacturing. In addition to providing credit services to basic industries, the Bank continued to strengthen business expansion in the “security chain” and “technology chain”, and provided precise and effective support to important areas of national economic and social development. As at the end of the reporting period, the Bank’s green credit balance posted RMB378.275 billion, up by 13.23% from the end of last year; the balance of loans to strategic emerging industries registered RMB449.750 billion, up by 6.02% from the end of last year; and the balance of medium and long-term loans⁴ to manufacturing industries stood at RMB223.160 billion, up by 10.33% from the end of last year.

During the reporting period, the Bank fully supported the production and operation of micro and small enterprises, continuously improved the exclusive product and service system, enhanced the quality and efficiency of risk compliance management, strengthened the supply of policy resources, and the support for micro and small enterprises in key areas such as supply chain, scientific and technological innovation, to promote the high-quality development of inclusive finance business. As at the end of the reporting period, the Bank’s inclusive loans to micro and small enterprises stood at RMB482.630 billion, representing an increase of RMB36.638 billion compared with the end of last year, and the loan growth rate was 2.53 percentage points higher than that of all loans. The number of customers with loan balance reached 248.4 thousand, representing an increase of 18.4 thousand from the end of last year.

During the reporting period, the Bank formulated the annual business development plan for rural revitalization, strengthened policy support, increased credit support for key areas of new agricultural business entities and agricultural and rural infrastructure, and continuously improved the financial services for rural revitalization. As at the end of the reporting period, the balance of the Bank’s agriculture-related loans was RMB542.489 billion, representing an increase of RMB55.559 billion over the beginning of the year. The balance of inclusive agriculture-related loans posted RMB35.737 billion, representing an increase of RMB2.671 billion over the beginning of the year, and the loan growth rate was 2.39 percentage points higher than that of all loans.

⁴ From the *S72 Statement on Financing of the Manufacturing Industry* issued by the CBIRC, including corporate and personal business loans granted to the manufacturing industry.

Overview of sector results

The Bank's corporate banking actively implemented the national policy orientation, continuously increased its support to the real economy, with rapid growth in the scale of corporate credit. As at the end of the reporting period, the Bank's general corporate loan amounted to RMB2,510.235 billion, representing an increase of RMB210.839 billion from the end of last year, with the increment reaching a record high in the same period of previous years. Affected by the market environment, the scale of corporate wealth management services declined slightly. As at the end of the reporting period, the balance of corporate wealth management business⁵ was RMB186.165 billion, representing a decrease of RMB13.691 billion from the end of last year. The Bank continuously strengthened its comprehensive and in-depth management of corporate customers, and constantly improved its stratified and classified customer management system. As at the end of the reporting period, the total number of corporate customers was 1,066.0 thousand, representing an increase of 28.6 thousand from the end of last year. The Bank continued to strengthen its services to enterprises in the new economy, with a total of 15,656 enterprises with specialized, sophisticated techniques and unique, novel products served, representing an increase of 362 compared with the end of last year.

The Bank's retail banking was driven by operating income and continued to enhance its value contribution. The Bank continued to refine wealth management capabilities and preliminarily formed an intelligent investment advisory service system driven by investment and research. Retail AUM had diversified sources of growth, with balanced development of personal deposits in terms of volume and price, firm layout of fund distribution, strong promotion of insurance distribution, and the stronger driving roles of carte blanche and family trust of private banking. Retail credit continued to grow in scale as the Bank seized the opportunity of market recovery and consumption promotion, with simultaneous efforts made in personal mortgage, mortgage business loans and credit loans, achieving rapid growth momentum. Credit card business strengthened high-quality customer acquisition and refined operation. The balance of credit card loan of the Bank registered RMB517.811 billion as at the end of the reporting period, registering the best increase in volume in the same period of past three years. The Bank actively grasped the trend of resumption of work and production of enterprises, consumption recovery, recovery of study abroad and network traffic growth, and promoted high-quality customer acquisition around 10 major ecosystem-based scenarios and 23 key customer acquisition scenarios. As at the end of the reporting period, the Bank had a total of 129.4072 million personal customers, an increase of 2.1220 million from the end of last year.

⁵ Including corporate wealth management and agency sale of funds, trust and asset management plan to corporate customers.

The Bank's financial market business provided strong financing support to the real economy, and during the reporting period, the bill business provided discount financing services to 5,966 enterprises. Specifically, the Bank provided services to 4,195 micro and small enterprises, accounting for 70.32% of total customers, representing an increase of 437 customers compared with the same period of last year. The accumulated rediscounted bills valued RMB55.850 billion, representing an increase of RMB11.580 billion, or 26.16% over the same period of last year. As a core trader on the interbank market, the Bank actively performed its duties by providing liquidity support to the market. During the reporting period, market making record of foreign currencies totaled USD0.75 trillion, up by 49.70% over the same period of last year, and the market making volume of bonds and derivatives totaled RMB1.52 trillion. The Bank focused on the demands of interbank customers, and further improved its customer acquisition, expanded sales, revitalized ecosystem, optimized platform and strengthened support. As at the end of the reporting period, the number of contracted customers on the "Financial Institution+" platform reached 2,718, representing an increase of 53 from the end of last year.

3.3 Risk Management

During the reporting period, the Bank closely followed the main line of stabilizing growth and expanding domestic demand, and combined the implementation of national policies with seizing business development opportunities to promote high-quality development in helping the recovery of the real economy. The Bank advanced "the combination of five policies"⁶, strengthened financing and comprehensive services focusing on stabilizing investment and promoting consumption, continuously increased credit granting in key areas and weak links of the economy, and actively expanded financial services concerning consumption of people's livelihood. The Bank strengthened the prevention and control of regional and customer concentration risks, and further optimized the credit structure. It continuously promoted the integration of audit, management and inspection⁷, strengthened the building of a full-time approver system, enhanced post-lending and investment management, carried out in-depth re-examination, and improved the quality and efficiency of the whole process of risk control. It also strengthened the control on overall asset quality, accelerated the resolution and disposal of problematic assets, implemented near maturity management, risk prevention and resolution of credit business in key areas, intensified efforts in cash recovery, and achieved benefits from problematic assets while vigorously "stabilizing quality".

⁶ The "Five Policies" refer to industry research, credit policies, approval standards, marketing guidelines, and resource and evaluation policies.

⁷ The integration of audit refers to approval, post-lending and investment management and re-examination integration.

The Bank continued to promote the building of digital risk control, enhance risk management technology research and development capabilities, and strengthen the conversion of digital risk control results. During the reporting period, the Bank promoted the in-depth application of digital risk control tools in branches, continuously improved the risk control effectiveness of online businesses such as personal credit, auto finance, inclusive finance and transaction banking, and empowered risk management and business development.

Risk management of real estate industry

The Bank resolutely implemented the real estate control policies and regulatory requirements of the CPC Central Committee and the State Council, and implemented the overall strategy of “improving quality, stabilizing stock and optimizing increment” based on the objectives of “stabilizing land prices, housing prices and expectations”. It met the reasonable financing needs of real estate enterprises, expanded the business increment of high-quality real estate enterprises and advantageous regions, and increased the support for residential projects encouraged by national policies such as urban government-subsidized housing and long-term rental housing. It also carried out steady and orderly development of M&A loans for real estate projects, pre-sale supervision fund guarantee, external loan under internal guarantee, and bond underwriting, and supported the reasonable demand for personal housing loans. To ensure the delivery of pre-sold housing projects, the Bank enhanced cooperation within CITIC Group to properly handle and resolve risks regarding key large-amount credit customers.

As for residential mortgage loans, the Bank actively grasped the recovering trend of housing mortgage market, optimized the system processes, improved the business timeliness and increased investment during the reporting period. As at the end of the reporting period, the Bank’s personal housing mortgage loans amounted to RMB934.832 billion, representing a decrease of RMB9.256 billion from the end of last year. The Bank’s personal housing mortgage loans were mainly concentrated in first and second tier cities⁸, accounting for 75.41% of the Bank’s personal housing mortgage loans. At the same time, the Bank’s weighted average mortgage ratio of personal housing mortgage loans maintained around 36% for a long period of time, indicating strong risk resistance capacity. In terms of risk management, relying on the new personal loan system, the Bank continued to strengthen the digital risk prevention and control institutional mechanism. In the face of adverse factors such as risk exposures in the real estate market, the Bank actively responded and took multiple measures simultaneously. As at the end of the reporting period, the NPL ratio of the Bank’s personal residential mortgage loans was 0.49%, which remained at a low level.

⁸ The branches located in first and second-tier cities include Beijing Branch, Shanghai Branch, Guangzhou Branch, Hangzhou Branch, Nanjing Branch, Shenzhen Branch, Shijiazhuang Branch, Jinan Branch, Fuzhou Branch, Suzhou Branch, Zhengzhou Branch, Chongqing Branch, Hefei Branch, Wuhan Branch, Qingdao Branch and Chengdu Branch.

3.4 Asset Quality

During the reporting period, the macroeconomic circumstances both in and outside of China were still challenging and complicated, and the asset quality of commercial banks faced increased pressure. The Group made sufficient anticipation and preparations in response to the changing trends of loan quality and through its pertinent measures for risk prevention and resolution and intensified efforts in risk resolution and NPL disposal, and the changes in NPLs were within expectation and under control.

As at the end of reporting period, both the balance and ratio of non-performing loans of the Group decreased compared with the end of last year, and the asset quality improved steadily. As at the end of the reporting period, the balance of the Group's non-performing loans amounted to RMB64.910 billion, down by RMB303 million over the end of last year. The NPL ratio was 1.21%, down by 0.06 percentage points over the end of last year. The allowance coverage ratio rose by 7.68 percentage points to 208.87%. The ratio of allowance for impairment of loans to total loans stood at 2.54%, down by 0.01 percentage points from the end of last year.

Item	31 March 2023	31 December 2022
Non-performing loan ratio	1.21%	1.27%
Allowance coverage ratio	208.87%	201.19%
The ratio of allowance for impairment of loans to total loans	2.54%	2.55%

3.5 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 former China Banking Regulatory Commission (“CBRC”). During the reporting period, the Group met the regulatory capital requirements. In addition, on the premise of meeting regulatory measurement standards, the Group further set aside reserve capital, countercyclical capital and additional capital according to regulatory requirements, of which the requirement on reserve capital was 2.5%, requirement on countercyclical capital was 0% and requirement on additional capital was 0.5%.

As at the end of the reporting period, the Group recorded a core tier-one capital adequacy ratio of 8.75%, up by 0.01 percentage point over the end of the previous year, a tier-one capital adequacy ratio of 10.58%, down by 0.05 percentage points from the end of the previous year, and a capital adequacy ratio of 13.10%, down by 0.08 percentage points from the end of the previous year. The Bank recorded a core tier-one capital adequacy ratio of 8.37%, up by 0.04 percentage points from the end of the previous year; a tier-one capital adequacy ratio of 10.29%, down by 0.04 percentage points over the end of the previous year; and a capital adequacy ratio of 12.95%, down by 0.09 percentage points over the end of the previous year.

Unit: RMB million

Item	Regulatory value	31 March 2023		31 December 2022		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	–	573,398	501,332	551,863	481,359	3.90	4.15
Net tier-one capital	–	693,051	616,273	671,477	596,300	3.21	3.35
Net capital	–	858,519	775,439	832,087	752,857	3.18	3.00
Including:							
Minimum requirement on core tier-one capital	5.00%	327,555	299,478	315,775	288,765	3.73	3.71
Minimum requirement on tier-one capital	6.00%	393,066	359,374	378,930	346,518	3.73	3.71
Minimum requirement on capital	8.00%	524,088	479,165	505,240	462,024	3.73	3.71
Requirement on reserve capital	2.50%	163,777	149,739	157,888	144,382	3.73	3.71
Requirement on countercyclical capital	–	–	–	–	–	–	–
Requirement on additional capital	0.50%	32,755	29,948	–	–	Zero at the end of previous year	Zero at the end of previous year
Total risk-weighted assets	–	6,551,100	5,989,562	6,315,506	5,775,295	3.73	3.71
Core tier-one capital adequacy ratio	≥8.00%	8.75%	8.37%	8.74%	8.33%	Up 0.01 percentage points	Up 0.04 percentage points
Tier-one capital adequacy ratio	≥9.00%	10.58%	10.29%	10.63%	10.33%	Down 0.05 percentage points	Down 0.04 percentage points
Capital adequacy ratio	≥11.00%	13.10%	12.95%	13.18%	13.04%	Down 0.08 percentage points	Down 0.09 percentage points

Note: The above data and information on capital adequacy ratios of the Group and the Bank were calculated according to the *Provisional Measures for Capital Management of Commercial Banks*. According to the *Measures for Assessment of Systemically Important Banks*, the *Additional Regulation on Systemically Important Banks (Trial)* and other regulations as well as the list of domestic systematically important banks released by People’s Bank of China and CBRC in 2021 (referred to as “the list of the first batch of domestic systemically important banks” hereinafter), the Group was included in the second bucket. The requirement for additional capital is 0.5%, which shall be covered by core tier-one capital, and such requirement should be met as of 1 January 2023.

3.6 Leverage Ratio

Unit: RMB million

Item	Regulatory value	31 March 2023	31 December 2022	30 September 2022	30 June 2022
Leverage ratio	≥4.25%	6.65%	6.59%	6.51%	6.52%
Net tier-one capital	–	693,051	671,477	666,237	649,535
Adjusted balance of on- and off-balance sheet assets	–	10,414,279	10,193,191	10,237,957	9,955,854

Note: According to the *Measures for Assessment of Systemically Important Banks*, the *Additional Regulation on Systemically Important Banks (Trial)* and other regulations as well as the list of the first batch of domestic systemically important banks, the Group was included in the second bucket. The requirement for additional leverage ratio is 0.25%, which shall be covered by tier-one capital, and such requirement should be met as of 1 January 2023.

3.7 Liquidity Coverage Ratio

Unit: RMB million

Item	Regulatory value	31 March 2023	31 December 2022
Liquidity coverage ratio	≥100.00%	149.95%	168.03%
Eligible premium liquid assets	–	1,123,987	1,087,933
Net cash outflow in the coming 30 days	–	749,555	647,452

4. SHAREHOLDER INFORMATION

4.1 Total Number of Ordinary Shareholders and Number of Preference Shareholders with Restored Voting Rights and Shareholdings of Top Ten Shareholders as at the End of the Reporting Period

Total number of ordinary shareholders as at the end of reporting period (account)	135,442
Including: A-share ordinary shareholders (account)	108,466
H-share ordinary shareholders (account)	26,976

Shareholdings of Top Ten Ordinary Shareholders

Name of shareholder	Nature of shareholder	Class of shares	Number of shares held at the end of the period (share)	Shareholding percentage (%)	Number of shares subject to restrictions on sale	Shares pledged/ marked/frozen	
						Status	Quantity
CITIC Corporation Limited	State-owned legal person	A share, H share	31,988,728,773	65.37	None	None	–
Hong Kong Securities Clearing Company Nominees Limited	Overseas legal person	H share	11,553,878,212	23.61	None	Unknown	–
China National Tobacco Corporation	State-owned legal person	A share	2,147,469,539	4.39	None	None	–
China Securities Finance Corporation Limited	State-owned legal person	A share	1,018,941,677	2.08	None	None	–
Central Huijin Asset Management Ltd.	State-owned legal person	A share	267,137,050	0.55	None	None	–
Hong Kong Securities Clearing Company Limited	Overseas legal person	A share	200,890,202	0.41	None	None	–
China Construction Bank Corporation	State-owned legal person	H share	168,599,268	0.34	None	None	–
National Social Security Fund Portfolio 110	Other	A share	130,048,429	0.27	None	None	–
China Merchants Bank Co., Ltd. – SSE Dividend Traded Open-ended Index Securities Investment Fund	Other	A share	52,440,985	0.11	None	None	–
Hebei Jiantou Xiong'an Construction and Development Co., Ltd.	State-owned legal person	A share	31,034,400	0.06	None	None	–

- Notes:*
- (1) The Bank had no preference shareholders with voting rights restored. The shares of the Bank held by the above shareholders are not subject to restrictions on sale.
 - (2) Except for CITIC Corporation Limited and Hong Kong Securities Clearing Company Nominees Limited, the shareholdings of A shareholders and H shareholders 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.
 - (3) 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.
 - (4) 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. As at the release date of this report, the share transfer registration was completed for the transfer for nil consideration of 31,406,992,773 shares from CITIC Corporation Limited to CITIC Financial Holdings. Please refer to "5.1 Equity Change of Controlling Shareholder" in this report for details thereof.
 - (5) 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.
 - (6) Note on related party relations or concerted actions between ordinary shareholders listed in the above table: Hong Kong Securities Clearing Company Nominees Limited is a wholly-owned subsidiary of Hong Kong Securities Clearing Company Limited. According to the *2022 Annual Report of China Construction Bank Corporation*, as at 31 December 2022, 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 relations or concerted actions between the shareholders listed in the above table.
 - (7) As far as the Bank was aware, as at the end of the reporting period, none of the above-mentioned shareholders of the Bank participated in any margin trading, short selling or securities financing.

4.2 Total Number of Preference Shareholders and Shareholdings of Top 10 Preference Shareholders as at the End of the Reporting Period

Total number of preference shareholders at the end of the reporting period (account)

77

Shareholdings of Top 10 Preference Shareholders						
Name of shareholder	Nature of shareholder	Number of shares held (share)	Shareholding percentage (%)	Number of shares subject to restrictions on sale	Shares pledged/ marked/frozen Status	Quantity
China Mobile Communications Group Co., Ltd.	State-owned legal person	43,860,000	12.53	-	-	-
China Life Insurance Company Limited – Dividend – Individual Dividend – 005L – FH002 Shanghai	Other	38,430,000	10.98	-	-	-
China Life Insurance Company Limited – Traditional – Ordinary Insurance Products – 005L – CT001 Shanghai	Other	38,400,000	10.97	-	-	-
Ping An Life Insurance Company of China, Ltd. – Universal – Individual Universal Insurance	Other	30,700,000	8.77	-	-	-
Ping An Life Insurance Company of China, Ltd. – Dividend – Dividends for Individual Insurance	Other	30,700,000	8.77	-	-	-
AVIC Trust Co., Ltd. – AVIC Trust • Tianji Win-Win No.2 Securities Investment Collective Capital Trust Plan	Other	21,930,000	6.27	-	-	-
Ping An Property & Casualty Insurance Company of China, Ltd. – Traditional – Ordinary Insurance Products	Other	19,290,000	5.51	-	-	-
Hwabao Trust Co., Ltd. – Hwabao Trust – Baofu Investment No. 1 Collective Capital Trust Plan	Other	11,650,000	3.33	-	-	-
Bosera Funds – ICBC – Bosera – ICBC – Flexible Allocation No. 5 Specific Multi-Client Asset Management Plan	Other	10,300,000	2.94	-	-	-
Bank of China Limited Shanghai Branch	Other	8,350,000	2.39	-	-	-

- 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 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, and among Ping An Life Insurance Company of China, Ltd. – Universal – Individual Universal Insurance, Ping An Life Insurance Company of China, Ltd. – Dividend – Dividends for Individual Insurance and Ping An Property & Casualty Insurance Company of China, Ltd. – Traditional – Ordinary Insurance Products. Except for these, the Bank was not aware of any other related 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 percentage of preference shares held by preference shareholders accounting for in the total issued preference shares.

5. OTHER IMPORTANT EVENTS

5.1 Equity Change of Controlling Shareholder

On 28 April 2023, the Bank was notified by CITIC Financial Holdings that the share transfer registration was completed for the transfer for nil consideration of 28,938,928,294 A shares and 2,468,064,479 H shares from CITIC Corporation Limited to CITIC Financial Holdings on 27 April 2023 and 26 April 2023 respectively.

Upon the completion of the above-mentioned share transfer registration, CITIC Corporation Limited still holds a total of 581,736,000 H shares of the Bank, representing 1.19% of the total issued shares of the Bank, and CITIC Financial Holdings directly holds a total of 31,406,992,773 shares (comprising 28,938,928,294 A shares and 2,468,064,479 H shares) of the Bank, representing 64.18% of the total issued shares of the Bank. The CITIC Financial Holdings replaced China Corporation Limited and became the controlling shareholder of the Bank. CITIC Group Corporation Limited remains as the de facto controller of the Bank.

Please refer to relevant announcements published on the websites of SSE (www.sse.com.cn), HKEXnews (www.hkexnews.hk) and the Bank (www.citicbank.com) for detailed information of the above-mentioned equity change of controlling shareholder.

5.2 Appointment and Resignation of Directors and Senior Management

On 17 April 2023, the Board of Directors of the Bank received the resignation of Mr. Zhu Hexin who resigned from the positions of the Chairman of the Board of Directors (“**Chairman**”), non-executive director and chairman and member of the Strategic and Sustainable Development Committee of the Board of Directors of the Bank due to work arrangement, and the resignation shall take effect as of 17 April 2023.

On 17 April 2023, the Board of Directors of the Bank reviewed and approved relevant proposal and elected Mr. Fang Heying as Chairman of the Bank, and the appointment shall take effect as of the date of approval of his qualifications for the position of Chairman by China’s banking regulatory authorities. Prior to that, the Board of Directors agreed to appoint Mr. Fang Heying to perform the duties of Chairman of the Bank, and the term of duty shall start as of the effective date of Mr. Zhu Hexin’s resignation and end on the date when Mr. Fang Heying officially takes office as Chairman.

On 17 April 2023, the Board of Directors of the Bank received the resignation of Mr. Fang Heying, who ceased to serve as President of the Bank as of 17 April 2023 due to work arrangement.

On 17 April 2023, the Board of Directors of the Bank reviewed and approved relevant proposal to appoint Mr. Liu Cheng as President of the Bank, and the appointment shall take effect as of the date of approval of his qualifications for the position of President by China’s banking regulatory authorities. Prior to that, the Board of Directors agreed to appoint Mr. Liu Cheng to perform the duties of President of the Bank, and the term of duty shall start from the effective date of Mr. Fang Heying’s resignation as President of the Bank and end on the date when Mr. Liu Cheng’s qualification for the post of President is approved by China’s banking regulatory authorities.

5.3 Others

Please refer to relevant announcements published on the websites of SSE (www.sse.com.cn), HKEXnews (www.hkexnews.hk) and the Bank (www.citicbank.com) for detailed information of other important events disclosed by the Bank as per regulatory requirements during the reporting period.

6 QUARTERLY FINANCIAL STATEMENTS

See the appendix.

China CITIC Bank Corporation Limited**Consolidated Statement of Profit or Loss and Other Comprehensive Income**

For the Period of Three Months Ended 31 March 2023

(Amounts in millions of Renminbi, unless otherwise stated)

	January – March 2023 (Unaudited)	January – March 2022 (Unaudited)
Interest income	79,090	76,753
Interest expense	(42,464)	(39,807)
Net interest income	<u>36,626</u>	<u>36,946</u>
Fee and commission income	9,462	10,580
Fee and commission expense	(916)	(921)
Net fee and commission income	<u>8,546</u>	<u>9,659</u>
Net trading gains	1,692	1,659
Net gains from investment securities	4,100	5,578
Other net operating income	<u>288</u>	<u>112</u>
Operating income	51,252	53,954
Operating expenses	(14,739)	(13,832)
Operating profit before impairment	36,513	40,122
Impairment losses on credit	(14,109)	(19,126)
Impairment losses on other assets	(91)	(16)
Share of gain of associates and joint ventures	<u>198</u>	<u>147</u>
Profit before tax	22,511	21,127
Income tax expense	(3,066)	(3,589)
Profit for the period	<u><u>19,445</u></u>	<u><u>17,538</u></u>

	January – March 2023 (Unaudited)	January – March 2022 (Unaudited)
Profit attributable to:		
Equity holders of the Bank	19,144	17,350
Non-controlling interests	<u>301</u>	<u>188</u>
Profit for the period	<u>19,445</u>	<u>17,538</u>
Other comprehensive income, net of tax:		
i. Items that cannot be reclassified into profit or loss		
– Fair value changes on financial investments designated to be measured at fair value through other comprehensive income	(30)	26
ii. Items to be reclassified into profit or loss		
– Other comprehensive income transferable to profit or loss under equity method	18	(46)
– Fair value changes on financial assets measured at fair value through other comprehensive income	1,360	(2,910)
– Impairment allowances on financial assets measured at fair value through other comprehensive income	(70)	(10)
– Exchange difference on translating foreign operations	(677)	(399)
– Others	<u>(4)</u>	<u>–</u>
Other comprehensive income, net of tax	<u>597</u>	<u>(3,339)</u>
Total comprehensive income	<u>20,042</u>	<u>14,199</u>
Total comprehensive income attributable to:		
Equity holders of the Bank	19,755	14,164
Non-controlling interests	<u>287</u>	<u>35</u>
Earnings per share attributable to the ordinary shareholders of the Bank:		
Basic earnings per share (RMB yuan)	0.39	0.35
Diluted earnings per share (RMB yuan)	<u>0.35</u>	<u>0.32</u>

China CITIC Bank Corporation Limited
Consolidated Statement of Financial Position

31 March 2023

(Amounts in millions of Renminbi, unless otherwise stated)

	31 March 2023	31 March 2022
	(Unaudited)	(Audited)
Assets		
Cash and balances with central banks	469,659	477,381
Deposits with and loans to banks and non-bank financial institutions	75,448	78,834
Precious metals	4,722	5,985
Placements with banks and non-bank financial institutions	233,906	218,164
Derivative financial assets	33,183	44,383
Financial assets held under resale agreements	67,990	13,730
Loans and advances to customers	5,228,738	5,038,967
Financial investments		
– measured at fair value through profit or loss	627,814	557,594
– measured at amortized cost	1,150,803	1,135,452
– measured at fair value through other comprehensive income	690,181	804,695
– designated to be measured at fair value through other comprehensive income	4,876	5,128
Investment in associates and joint ventures	6,447	6,341
Investment properties	510	516
Property, plant and equipment	34,505	34,430
Right-of-use assets	10,817	10,824
Intangible assets	3,545	3,715
Goodwill	893	903
Deferred tax assets	56,806	55,011
Other assets	85,703	55,490
Total assets	8,786,546	8,547,543

	31 March 2023 (Unaudited)	31 March 2022 (Audited)
Liabilities		
Borrowings from central banks	153,517	119,422
Deposits from banks and non-bank financial institutions	1,136,567	1,143,776
Placements from banks and non-bank financial institutions	81,132	70,741
Financial liabilities measured at fair value through profit or loss	3,022	1,546
Derivative financial liabilities	34,913	44,265
Financial assets sold under repurchase agreements	179,619	256,194
Deposits from customers	5,492,958	5,157,864
Accrued staff costs	18,492	21,905
Taxes payable	8,639	8,487
Issued debt certificates	907,535	975,206
Lease liabilities	10,377	10,272
Provisions	9,723	9,736
Deferred tax liabilities	3	3
Other liabilities	44,244	42,296
	<hr/>	<hr/>
Total liabilities	8,080,741	7,861,713
	<hr/> <hr/>	<hr/> <hr/>

	31 March 2023 (Unaudited)	31 March 2022 (Audited)
Equity		
Share capital	48,935	48,935
Other equity instruments	118,076	118,076
Capital reserve	59,212	59,216
Other comprehensive income	(822)	(1,621)
Surplus reserve	54,727	54,727
General reserve	100,630	100,580
Retained earnings	304,405	285,505
Total equity attributable to the equity holders of the Bank	685,163	665,418
Non-controlling interests	20,642	20,412
Total equity	705,805	685,830
Total liabilities and equity	8,786,546	8,547,543

Approved and authorized for issue by the Board of Directors on 28 April 2023.

Fang Heying
Vice Chairman, Director

Liu Cheng
Director, Executive Vice President

Wang Kang
Vice President and Chief Financial Officer

Xue Fengqing
*General Manager of the Finance and
Accounting Department*

(Company seal)

China CITIC Bank Corporation Limited**Consolidated Statement of Cash Flows**

For the Period of Three Months Ended 31 March 2023

(Amounts in millions of Renminbi, unless otherwise stated)

	January- March 2023 (Unaudited)	January- March 2022 (Unaudited)
Operating activities		
Profit before tax	22,511	21,127
Adjustments for:		
– Revaluation (gain)/loss on investments, derivatives and investment properties	(2,170)	318
– Net investment gain	(1,928)	(5,307)
– Net (gain)/loss from disposal of fixed assets, intangible assets and other assets	(4)	6
– Unrealized foreign exchange loss/(gain)	758	(792)
– Impairment losses on credit	14,109	19,126
– Impairment losses on other assets	91	16
– Depreciation and amortization	1,112	964
– Interest expense on debt certificates issued	6,198	7,092
– Dividend income from equity investment	–	(27)
– Depreciation of right-of-use assets and interest expense on lease liabilities	915	891
– Income tax paid	(4,989)	(6,582)
Subtotal	<u>36,603</u>	<u>36,832</u>

January- March 2023 (Unaudited)	January- March 2022 (Unaudited)
--	--

Changes in operating assets and liabilities:

Increase in balances with central banks	(3,575)	(3,748)
Decrease in deposits with banks and non-bank financial institutions	1,082	8,792
Increase in placements with and loans to banks and non-bank financial institutions	(7,773)	(65,404)
Increase in financial assets held for trading	(60,167)	(47,819)
(Increase)/decrease in financial assets held under resale agreements	(54,378)	50,922
Increase in loans and advances to customers	(204,668)	(109,532)
Increase in borrowings from central banks	33,832	9,512
Decrease in deposits from banks and non-bank financial institutions	(7,905)	(51,834)
Increase/(decrease) in placements from banks and non-bank financial institutions	13,082	(5,394)
Increase in financial liabilities measured at fair value through profit or loss	1,480	8,566
(Decrease)/Increase in financial assets sold under repurchase agreements	(76,444)	41,600
Increase in deposits from customers	342,778	187,368
Increase in other operating assets	(11,112)	(28,227)
Decrease in other operating liabilities	(15,568)	(1,877)
Subtotal	(49,336)	(7,075)
Net cash flow (used in)/generated from operating activities	(12,733)	29,757

	January – March 2023 (Unaudited)	January – March 2022 (Unaudited)
Investing activities		
Proceeds from disposal and redemption of investments	640,202	754,123
Proceeds from disposal of property, plant and equipment, land use rights and other assets	12	56
Cash received from security investment income	146	101
Payments on acquisition of investments	(549,346)	(728,588)
Payments on acquisition of property, plant and equipment, land use rights and other assets	(1,221)	(229)
Net cash flow generated from investing activities	<u>89,793</u>	<u>25,463</u>
Financing activities		
Cash received from debt securities issued	206,904	174,692
Cash paid for redemption of debt securities issued	(274,734)	(186,729)
Interest paid on debt securities issued	(5,912)	(6,761)
Dividends paid	(67)	(62)
Payments on principal and interest of lease liabilities	(806)	(812)
Net cash flow used in financing activities	<u>(74,615)</u>	<u>(19,672)</u>
Net increase in cash and cash equivalents	2,445	35,548
Cash and cash equivalents as at 1 January	307,871	252,818
Effect of exchange rate changes on cash and cash equivalents	(996)	(3,465)
Cash and cash equivalents as at 31 March	<u>309,320</u>	<u>284,901</u>
Cash flows from operating activities include:		
Interest received	<u>81,332</u>	<u>79,119</u>
Interest paid	<u>(39,650)</u>	<u>(31,878)</u>

By Order of the Board
China CITIC Bank Corporation Limited
Fang Heying
Vice Chairman

Beijing, the PRC
28 April 2023

As at the date of this announcement, the executive directors of the Bank are Mr. Fang Heying (Vice Chairman, performing the duties of Chairman), Mr. Liu Cheng (performing the duties of 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. Liu Tsz Bun Bennett.