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**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 Third Quarter of 2016**

The Board of Directors (the “**Board of Directors**”) of China CITIC Bank Corporation Limited (the “**Bank**” or the “**Company**”) is pleased to announce the unaudited consolidated results of the Bank and its subsidiaries (collectively, the “**Group**”) for the third quarter ended 30 September 2016 (the “**reporting period**”), which have been prepared in accordance with the International Financial Reporting Standards. This announcement is made in accordance with Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong) and Rule 13.09 of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited.

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

### **1. Important Notices**

The Board of Directors, the Board of Supervisors, directors, supervisors and senior management of the Bank undertake that the Report for the Third Quarter of 2016 contains no untruthful records, misleading statements or significant omissions, and that they are jointly and severally liable for the truthfulness, accuracy, and completeness of the content thereof.

The meeting of the Board of Directors voted and approved the Report for the Third Quarter of 2016 at its meeting on 27 October 2016. 9 out of the 9 eligible directors attended the meeting, with 8 directors attending the meeting in person, and Director Mr. Chang Zhenming entrusting Ms. Li Qingping, Chairperson of the Board of Directors, to attend and vote as proxy. The supervisors of the Bank attended the meeting as non-voting delegates.

Ms. Li Qingping, Chairperson of the Board of Directors, Mr. Sun Deshun, President of the Bank, Mr. Fang Heying, Vice President of the Bank in charge of finance function, and Ms. Li Peixia, the person in charge of the Finance and Accounting Department, undertake that the financial statements set out in the Report for the Third Quarter of 2016 is truthful, accurate and complete.

Unless otherwise stated, the currency in this report is denominated in Renminbi.

## 2. Principal Accounting Data and Changes on Shareholding

### 2.1 Principal Accounting Data

Item	Unit: RMB million		
	30 September 2016	31 December 2015	Changes over the previous year-end (%)
Total assets	5,541,535	5,122,292	8.18
Total loans and advances to customers	2,838,800	2,528,780	12.26
Total liabilities	5,194,107	4,802,606	8.15
Total deposits from customers	3,392,444	3,182,775	6.59
Placements from banks and non-bank financial institutions	58,230	49,248	18.24
Net assets attributable to shareholders of the Bank	342,159	317,740	7.69
Net asset per share attributable to shareholders of the Bank (RMB)	6.99	6.49	7.69
Item	Jan-Sep 2016	Jan-Sep 2015	Year-on-year changes (%)
Net cash flow from operating activities	(29,242)	39,621	–
Net cash flow per share from operating activities (RMB)	(0.60)	0.85	–
Item	Jan-Sep 2016	Jan-Sep 2015	Year-on-year changes (%)
Operating income	115,606	107,624	7.42
Profit before taxation	45,609	43,842	4.03
Net profit attributable to shareholders of the Bank	34,543	32,926	4.91
Return on average assets (ROAA) (annualized)	0.87%	1.02%	Down by 0.15 percentage point
Return on average equity (ROAE) (annualized)	13.98%	15.88%	Down by 1.90 percentage points
Basic earnings per share (RMB/share)	0.71	0.70	1.43
Diluted earnings per share (RMB/share)	0.71	0.70	1.43

## 2.2 Note on Differences Between Financial Statements Respectively Prepared in Accordance with PRC Accounting Standards and International Financial Reporting Standards (IFRS)

There is no difference in terms of the net asset at the end of the reporting period and the net profit during the reporting period calculated by the Group according to the PRC accounting standards and those calculated by the Group as per IFRS.

## 2.3 Analysis of Capital Adequacy Ratios

The Group calculates and discloses its capital adequacy ratios according to the Regulation Governing Capital of Commercial Banks (provisional) promulgated by the China Banking Regulatory Commission (the “CBRC”) (implemented since 1 January 2013). During the reporting period, the Group complied with the regulator’s relevant capital requirements pertaining to the transitional stage. As at the end of the reporting period, the Group recorded a 9.01% core tier-one capital adequacy ratio, a 9.15% tier-one capital adequacy ratio, and an 11.47% capital adequacy ratio, down 0.11 percentage point, 0.02 percentage point, and 0.40 percentage point over the end of the previous year, respectively.

Item	<i>Unit: RMB million</i>		
	<b>30 September 2016</b>	31 December 2015	<b>Changes over the previous year end (%)</b>
Net core tier-one capital	<b>340,660</b>	316,159	7.75
Net tier-one capital	<b>345,812</b>	317,987	8.75
Net capital	<b>433,544</b>	411,740	5.30
Total risk-weighted assets	<b>3,778,934</b>	3,468,135	8.96
Core tier-one capital adequacy ratio	<b>9.01%</b>	9.12%	Down by 0.11 percentage point
Tier-one capital adequacy ratio	<b>9.15%</b>	9.17%	Down by 0.02 percentage point
Capital adequacy ratio	<b>11.47%</b>	11.87%	Down by 0.40 percentage point

## 2.4 Analysis of Leverage Ratio

Item	<i>Unit: RMB million</i>			
	30 September 2016	30 June 2016	31 March 2016	31 December 2015
Leverage ratio	<b>4.86%</b>	4.86%	4.89%	5.00%
Net tier-one capital	<b>310,285</b>	299,032	299,057	288,586
Adjusted balances of on and off-balance sheet assets	<b>6,380,241</b>	6,151,947	6,116,120	5,770,563

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

## 2.5 Analysis of Liquidity Coverage Ratio

Item	<i>Unit: RMB million</i>	
	30 September 2016	31 December 2015
Liquidity coverage ratio	<b>89.64%</b>	87.78%
Qualified premium liquid assets	<b>495,164</b>	464,437
Net cash outflow in the coming 30 days	<b>552,407</b>	529,112

## 2.6 Management Discussion and Analysis

As at the end of the reporting period, the Group's total assets registered RMB5,541.535 billion, representing an increase of 8.18% over the end of the previous year; loans and advances to customers totaled RMB2,838.800 billion, a growth of 12.26% over the end of the previous year; total liabilities amounted to RMB5,194.107 billion, a growth of 8.15% over the end of the previous year; and total deposits from customers reached RMB3,392.444 billion, an increase of 6.59% over the end of the previous year.

During the reporting period, the Group realized net profits attributable to the Bank's shareholders of RMB34.543 billion, representing a year-on-year increase of 4.91%; and operating income of RMB115.606 billion, up by 7.42% year on year, of which the net interest income reached RMB79.524 billion, up by 3.62% year on year, and the net non-interest income amounted to RMB36.082 billion, a year-on-year growth of 16.85%. The proportion of net non-interest income reached 31.21%, an increase of 2.52 percentage points year on year. Net interest margin stood at 2.01%, down 0.32 percentage point year on year.

As at the end of the reporting period, the Group's balance of non-performing loans was RMB42.616 billion, up by 18.21% over the end of the previous year; non-performing loan ratio of 1.50%, a rise of 0.07 percentage point over the end of the previous year; and its provision coverage ratio and provision to loan ratio stood at 154.94% and 2.33%, down by 12.87 percentage points and 0.06 percentage point over the end of the previous year, respectively.

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

Total Number of Shareholders (account)

205,677

### Shareholdings of the Top 10 Shareholders

Name of shareholder	Number of shares held as at the end of the reporting period		Balance of shares subject to restrictions on sale (shares)	Shares pledged or frozen		Nature of shareholder
	(shares)	percentage (%)		Pledged or frozen	Number (shares)	
CITIC Corporation Limited	31,988,728,773	65.37	0	None	-	State-owned legal person
Hong Kong Securities Clearing Company Nominee Limited	12,112,943,290	24.75	0	Unknown	-	Overseas legal person
China Tobacco Corporation	2,147,469,539	4.39	2,147,469,539	None	-	State-owned legal person
China Securities Finance Corporation Limited	873,511,454	1.79	0	None	-	State-owned legal person
Central Huijin Asset Management Corporation Limited	272,838,300	0.56	0	None	-	State-owned legal person
China Construction Bank Corporation Limited	168,599,268	0.34	0	Unknown	-	State-owned legal person
Hong Kong Securities Clearing Company Limited	38,112,403	0.08	0	None	-	Overseas legal person
Beijing Yin Ye Jin Hong Investment Partners (Limited Partnership)	32,281,312	0.07	0	None	-	Other
Hebei Construction Investment (Group) Limited Liability Corporation	31,034,400	0.06	0	None	-	State-owned legal person
GF Securities Corporation Limited Secured Securities Account for Customer Credit Transactions	30,395,319	0.06	0	None	-	Other

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

Name of shareholder	Balance of shares that are not subject to restrictions on sale (shares)	Class of share	Number (shares)
CITIC Corporation Limited	31,988,728,773	A-share	28,938,928,294
		H-share	3,049,800,479
Hong Kong Securities Clearing Company Nominee Limited	12,112,943,290	H-share	12,112,943,290
China Securities Finance Corporation Limited	873,511,454	A-share	873,511,454
Central Huijin Asset Management Corporation Limited	272,838,300	A-share	272,838,300
China Construction Bank Corporation Limited	168,599,268	H-share	168,599,268
Hong Kong Securities Clearing Company Limited	38,112,403	A-share	38,112,403
Beijing Yin Ye Jin Hong Investment Partners (Limited Partnership)	32,281,312	A-share	32,281,312
Hebei Construction Investment (Group) Limited Liability Corporation	31,034,400	A-share	31,034,400
GF Securities Corporation Limited Secured Securities Account for Customer Credit Transactions	30,395,319	A-share	30,395,319
TEMASEK FULLERTON ALPHA PTE LTD	29,596,239	A-share	29,596,239
Note on the connected relationship among or concerted actions of the above shareholders	According to the 2016 Interim Report of China Construction Bank Corporation Limited, as of 30 June 2016, Central Huijin Investment Limited together with its wholly owned subsidiary Central Huijin Asset Management Limited held 57.23% interest in China Construction Bank Corporation Limited. Except for these, as at the end of the reporting period, the Bank was not aware of any connected relation or concerted action between the above-mentioned shareholders.		
Note on preference shareholders whose voting rights have been recovered and their shareholdings	Not applicable		

- Notes:* (1) The shareholdings of A-share and H-share holders were calculated based on the Bank's share registers respectively maintained with the A-share and H-share registrars of the Bank plus the shareholding statistics provided by CITIC Corporation Limited.
- (2) CITIC Corporation Limited is a wholly owned subsidiary of CITIC Limited. As at the end of the reporting period, CITIC Limited together with its subsidiaries owned 32,284,227,773 shares of the Bank, accounting for 65.97% of the Bank's total share capital, including 28,938,928,294 A shares and 3,345,299,479 H shares.
- (3) Summit Idea Limited confirmed that, as at the end of the reporting period, it held via Hong Kong Securities Clearing Company Nominee Limited 2,292,579,000 H shares of the Bank, accounting for 4.68% of the Bank's total share capital.

**2.8 Total number of preference shareholders and shareholdings of the top 10 preference shareholders and the top 10 preference shareholders that are not subject to restrictions on sale as at the end of the reporting period**

Applicable                       Not applicable

### 3. Significant Events

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

Applicable       Not applicable

Material changes in principal accounting items and financial indicators for the third quarter of 2016 and the reasons thereof are listed as follows:

*Unit: RMB million*

Item	30 September 2016/ Jan-Sep 2016	Changes over the previous year end/ year-on-year changes (%)	Reasons for the changes
Precious metals	1,841	54.58	Increase of precious metals in kind
Financial assets measured at fair value through profit or loss for the current period	63,563	142.42	More investment in interbank deposit certificates
Financial assets held under resale agreements	33,576	(75.77)	Decrease in bills held under resale agreements
Available-for-sale financial assets	499,814	33.72	Increase in available-for-sale bonds
Other assets	81,191	102.26	Increase in leasing of precious metals
Borrowings from central bank	79,050	110.80	Increase in borrowings from central bank
Financial derivative liabilities	15,625	36.85	Increase in derivative financial tools business relating to currencies and precious metals
Financial assets sold under repurchase agreements	17,589	(75.29)	Decrease in bonds sold under repurchase agreements at the domestic interbank market
Tax payable	6,660	41.91	Increase in payable VAT
Issued debt certificates	470,981	62.89	Increase in interbank deposit certificates
Net gain from investment securities	1,556	386.25	Increase in net gain from available-for-sale financial assets
Share of losses of associates	56	-	Losses incurred by associates



## 3.2 Progress and impacts of significant events and analysis of solutions

Applicable       Not applicable

### (1) *Private offering of preference shares*

The Bank's Program on Private Offering of Preference Shares obtained approval and regulatory opinion from the CBRC on 1 September and 15 October 2015 respectively, and was reviewed and adopted by the Issuance Examination Committee of China Securities Regulatory Commission (the "CSRC") on 17 June 2016. By the disclosure date of the report, the Bank had gained approval from the CSRC for its private offering of preference shares. The Bank is managing matters relating to the private offering of preference shares according to requirements of relevant laws and regulations, the approval from the CSRC and other regulators, and the authorization from the general meeting of the Bank.

Please refer to the relevant announcements published on the websites of Shanghai Stock Exchange ([www.sse.com.cn](http://www.sse.com.cn)), the Stock Exchange of Hong Kong Limited ([www.hkexnews.hk](http://www.hkexnews.hk)) and the Bank ([www.citicbank.com](http://www.citicbank.com)) for relevant information.

### (2) *Issuance of convertible bonds*

On 25 August 2016, the meeting of the Board of Directors of the Bank adopted the Proposal on the Plan for Public Issuance of A Share Convertible Corporate Bonds, and other relevant proposals to be submitted to the general meeting for deliberation, including the Proposal on the Program for Public Issuance and Listing of A Share Convertible Corporate Bonds, Proposal on the Conditions of Public Issuance of A Share Convertible Corporate Bonds, Proposal on the Feasibility Report of the Use of Proceeds raised from Public Issuance of A Share Convertible Corporate Bonds, Proposal on the Dilution of Immediate Returns and Recommended Remedial Measure to the Public Issuance of A Share Convertible Corporate Bonds, Proposal to General Meeting to Authorize the Board of Directors to Manage the Matters Relating to the Public Issuance and Listing of A Share Convertible Corporate Bonds, Proposal on the Use of the Previously Raised Proceeds. The Bank planned to publicly issue no more than RMB40 billion (inclusive) A Share convertible corporate bonds. As of the disclosure date of the report, the above-mentioned proposals were still pending approval by the general meeting.

Please refer to the relevant announcements published on the websites of Shanghai Stock Exchange ([www.sse.com.cn](http://www.sse.com.cn)), the Stock Exchange of Hong Kong Limited ([www.hkexnews.hk](http://www.hkexnews.hk)) and the Bank ([www.citicbank.com](http://www.citicbank.com)) for relevant information.



### **3.3 Performance of Undertakings by the Bank and Shareholders Holding 5% or More of its Equity**

Applicable                       Not applicable

CITIC Group, the de facto controller of the Bank, notified the Bank on 8 July 2015 about its undertaking that it would not reduce its shareholding in the Bank amid extraordinary fluctuations of the stock market, and that it would increase its shareholding in the Bank when and where appropriate.

Based on the undertaking, CITIC Limited (including its subsidiary(ies)), a company controlled by CITIC Group, intends to increase its shareholding in the Bank's H Shares before 21 January 2017 when appropriate, provided that the accumulated percentage of the increase in the shareholding in the Bank will not exceed 5% of the total issued shares of the Bank (inclusive of shares which have been acquired). CITIC Limited, via its subsidiaries, cumulatively acquired 877,235,000 H shares of the Bank between January and September 2016, accounting for 1.79% of the Bank's total shares, of which 387,152,000 H shares were newly acquired during the third quarter of 2016, 0.79% of the Bank's total shares.

During the reporting period, neither the Bank nor the shareholders holding 5% shares or above made any new undertakings. As at 30 September 2016, the undertakings made by the shareholders have been duly performed.

### **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 Comprehensive Income (Unaudited)

(Expressed in millions of Renminbi unless otherwise stated)

	<b>Jul-Sep 2016</b>	Jul-Sep 2015	<b>Jan-Sep 2016</b>	Jan-Sep 2015
Interest income	<b>52,408</b>	53,935	<b>160,093</b>	161,620
Interest expense	<b>(26,320)</b>	(26,933)	<b>(80,569)</b>	(84,874)
<b>Net interest income</b>	<b>26,088</b>	27,002	<b>79,524</b>	76,746
Fee and commission income	<b>10,439</b>	9,065	<b>32,792</b>	27,432
Fee and commission expense	<b>(762)</b>	(477)	<b>(1,819)</b>	(1,364)
<b>Net fee and commission income</b>	<b>9,677</b>	8,588	<b>30,973</b>	26,068
Net trading gain	<b>989</b>	2,770	<b>3,241</b>	4,196
Net gain/(loss) from investment securities	<b>354</b>	(863)	<b>1,556</b>	320
Net hedging gain/(loss)	<b>1</b>	(1)	–	–
Other net operating income	<b>115</b>	171	<b>312</b>	294
<b>Operating income</b>	<b>37,224</b>	37,667	<b>115,606</b>	107,624
Operating expenses	<b>(11,371)</b>	(12,056)	<b>(34,545)</b>	(35,346)
<b>Net operating profit before impairment</b>	<b>25,853</b>	25,611	<b>81,061</b>	72,278
Asset impairment losses				
– loans and advances to customers	<b>(10,547)</b>	(10,066)	<b>(30,343)</b>	(25,457)
– Others	<b>(965)</b>	(1,708)	<b>(5,053)</b>	(3,008)
<b>Total asset impairment losses</b>	<b>(11,512)</b>	(11,774)	<b>(35,396)</b>	(28,465)
Gain arising from revaluation of investment properties	–	–	–	3
Share of profit/(loss) from associates	<b>(13)</b>	(115)	<b>(56)</b>	26
<b>Profit before taxation</b>	<b>14,328</b>	13,722	<b>45,609</b>	43,842
Income tax expense	<b>(3,382)</b>	(3,257)	<b>(10,986)</b>	(10,408)
<b>Net profit</b>	<b>10,946</b>	10,465	<b>34,623</b>	33,434

	<b>Jul-Sep 2016</b>	Jul-Sep 2015	<b>Jan-Sep 2016</b>	Jan-Sep 2015
<b>Other comprehensive income for the current period:</b>				
(1) Other comprehensive income items to be recategorized into profit or loss when satisfying set conditions in later accounting periods (presented as net amounts after deduction of income tax effect)				
– Changes in fair value of available-for-sale financial assets	<b>1,160</b>	771	<b>(436)</b>	1,288
– Exchange difference on translating foreign operations	<b>124</b>	580	<b>687</b>	889
– Share of other comprehensive income of associates	<b>4</b>	8	–	11
(2) Other comprehensive income items not to be recategorized into profit or loss (presented as net amounts after deduction of income tax effect)				
– Changes as a result of remeasurement of defined benefit plans	–	–	–	5
<b>Other comprehensive income, net of tax</b>	<b><u>1,288</u></b>	<u>1,359</u>	<b><u>251</u></b>	<u>2,193</u>
<b>Total comprehensive income for the current period</b>	<b><u>12,234</u></b>	<u>11,824</u>	<b><u>34,874</u></b>	<u>35,627</u>
<b>Net profit attributable to:</b>				
– Shareholders of the Bank	<b>10,943</b>	10,340	<b>34,543</b>	32,926
– Non-controlling interests	<b>3</b>	125	<b>80</b>	508
	<b>10,946</b>	10,465	<b>34,623</b>	33,434
<b>Total comprehensive income attributable to:</b>				
– Shareholders of the Bank	<b>12,230</b>	11,568	<b>34,793</b>	34,892
– Non-controlling interests	<b>4</b>	256	<b>81</b>	735
	<b>12,234</b>	11,824	<b>34,874</b>	35,627
<b>Basic and diluted earnings per share (RMB yuan)</b>	<b><u>0.22</u></b>	<u>0.22</u>	<b><u>0.71</u></b>	<u>0.70</u>

# Consolidated Statement of Financial Position (Unaudited)

(Expressed in millions of Renminbi)

	30 September 2016	31 December 2015
<b>Assets</b>		
Cash and balances with central bank	529,776	511,189
Deposits with banks	81,042	80,803
Precious metals	1,841	1,191
Placements with banks and non-bank financial institutions	140,561	118,776
Financial assets measured at fair value through profit or loss for the current period	63,563	26,220
Financial derivative assets	14,293	13,788
Financial assets held under resale agreements	33,576	138,561
Interest receivable	32,843	30,512
Loans and advances to customers	2,772,772	2,468,283
Available-for-sale financial assets	499,814	373,770
Held-to-maturity investments	185,051	179,930
Receivables investment	1,077,189	1,112,207
Investment in associates	1,038	976
Property and equipment	15,440	15,983
Intangible assets	711	802
Investment properties	334	325
Goodwill	877	854
Deferred tax assets	9,623	7,981
Other assets	81,191	40,141
<b>Total assets</b>	<b>5,541,535</b>	<b>5,122,292</b>
<b>Liabilities</b>		
Borrowings from central bank	79,050	37,500
Deposits from banks and non-bank financial institutions	1,062,494	1,068,544
Placements from banks and non-bank financial institutions	58,230	49,248
Financial derivative liabilities	15,625	11,418
Financial assets sold under repurchase agreements	17,589	71,168
Deposits from customers	3,392,444	3,182,775
Accrued staff costs	9,403	8,302
Taxes payable	6,660	4,693
Interest payable	36,541	38,159
Provisions	3	2
Issued debt certificates	470,981	289,135
Deferred tax liabilities	31	10
Other liabilities	45,056	41,652
<b>Total liabilities</b>	<b>5,194,107</b>	<b>4,802,606</b>

	<b>30 September 2016</b>	31 December 2015
<b>Equity</b>		
Share capital	<b>48,935</b>	48,935
Capital reserve	<b>58,636</b>	58,636
Other comprehensive income	<b>3,834</b>	3,584
Surplus reserve	<b>23,362</b>	23,362
General reserve	<b>64,555</b>	64,555
Retained earnings	<b>142,837</b>	118,668
<b>Total equity attributable to shareholders of the Bank</b>	<b>342,159</b>	317,740
Non-controlling interests	<b>5,269</b>	1,946
<b>Total equity</b>	<b>347,428</b>	319,686
<b>Total liabilities and equity</b>	<b>5,541,535</b>	5,122,292

This financial report was approved by the Board of Directors on 27 October 2016.

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

**Sun Deshun**  
*President*

**Fang Heying**  
*Vice President in charge of*  
*finance function*

**Li Peixia**  
*The person in charge of Finance*  
*and Accounting Department*

**Company Seal**

## Consolidated Cash Flow Statement (Unaudited)

(Expressed in millions of Renminbi)

	9-month period ended	
	30 September	
	2016	2015
	<u>          </u>	<u>          </u>
<b>Operating activities</b>		
Profit before tax	45,609	43,842
Adjustments for:		
– Revaluation loss/(gain) on investments, derivatives and investment properties	300	(240)
– Net investment gain	(885)	(244)
– Net (gain)/loss from disposal of fixed assets	(40)	10
– Unrealised foreign exchange loss/(gain)	245	(270)
– Impairment loss	35,396	28,465
– Depreciation and amortization	1,978	1,784
– Interest expense on issued debt certificates	10,187	5,835
– Dividend income from equity securities	(49)	(8)
– Income tax paid	(10,873)	(11,157)
	<u>          </u>	<u>          </u>
After adjustment	<u>81,868</u>	<u>68,017</u>
<b>Changes in operating assets and liabilities:</b>		
(Increase)/decrease in balances with central bank	(43,078)	14,352
Decrease/(increase) in deposits with banks	8,610	(2,406)
Increase in placements with banks and non-bank financial institutions	(4,983)	(15,901)
(Increase)/decrease in financial assets measured at fair value through profit or loss for the current period	(37,439)	4,605
Decrease in financial assets held under resale agreements	106,372	18,192
Increase in loans and advances to customers	(329,796)	(203,112)
Decrease/(increase) in receivables investments	33,714	(212,552)
Increase/(decrease) in borrowings from central bank	41,550	(31,500)
(Decrease)/increase in deposits from banks and non-bank financial institutions	(6,085)	157,503
Increase in placements from banks and non-bank financial institutions	8,790	5,753
Decrease in financial liabilities measured at fair value through profit or loss for the current period	–	(573)
Decrease in financial assets sold under repurchase agreements	(53,581)	(23,340)
Increase in deposits from customers	204,449	292,816
Increase in other operating assets	(39,879)	(35,008)
Increase in other operating liabilities	246	2,775
	<u>          </u>	<u>          </u>
<b>Net cash flow (used in)/generated from operating activities</b>	<u>(29,242)</u>	<u>39,621</u>

	<b>9-month period ended</b>	
	<b>30 September</b>	
	<b>2016</b>	<b>2015</b>
<b>Investing activities</b>		
Proceeds from disposal and redemption of investments	378,083	651,158
Receipts from return on investing in investment securities	49	46
Proceeds from disposal of properties and equipment, land use rights and other assets	104	1
Payments on acquisition of investments	(489,759)	(767,005)
Payments on acquisition of properties and equipment, land use rights and other assets	(5,075)	(3,429)
Receipt of cash payments from associates and subsidiaries	(100)	(10)
<b>Net cash flow (used in) investing activities</b>	<b>(116,698)</b>	<b>(119,239)</b>
<b>Financing activities</b>		
Proceeds from issuance of debt certificates	522,893	177,127
Principal repayment for issued debt certificates	(342,890)	(103,957)
Interest paid on issued debt certificates	(10,465)	(6,384)
Payment of dividends	(10,456)	–
<b>Net cash flow generated from financing activities</b>	<b>159,082</b>	<b>66,786</b>
<b>Net increase/(decrease) in cash and cash equivalents</b>	<b>13,142</b>	<b>(12,832)</b>
<b>Cash and cash equivalents as at 1 January</b>	<b>226,364</b>	<b>228,375</b>
<b>Effect of exchange rate changes on cash and cash equivalents</b>	<b>2,746</b>	<b>4,635</b>
<b>Cash and cash equivalents as at 30 September</b>	<b>242,252</b>	<b>220,178</b>
<b>Cash flows from operating activities include:</b>		
Interest received	153,859	156,441
Interest paid, excluding interest paid for issued subordinate debts	(71,734)	(77,940)



# Consolidated Statement of Equity Changes (Unaudited)

(Expressed in millions of Renminbi)

	Equity attributable to shareholders of the Bank					Non-controlling interests			Total equity
	Share capital	Capital reserve	Other comprehensive income	Surplus reserve	General reserve	Retained earnings	Ordinary shareholders	Other equity tool holders	
1 January 2016	48,935	58,636	3,584	22,362	64,555	118,668	121	1,825	318,686
Movements during the current period									
(I) Net profit	-	-	-	-	-	34,543	8	72	34,623
(II) Other comprehensive income	-	-	250	-	-	-	1	-	251
Total comprehensive income	-	-	250	-	-	34,543	9	72	34,874
(III) Input from holders of other equity tools	-	-	-	-	-	-	-	3,324	3,324
(IV) Profit distribution									
1. Dividend distribution to shareholders of the Bank	-	-	-	-	-	(10,374)	-	-	(10,374)
2. Dividend distribution to minority shareholders of subsidiaries	-	-	-	-	-	-	(10)	-	(10)
3. Profit distribution to holders of other equity tools	-	-	-	-	-	-	-	(72)	(72)
30 September 2016	<u>48,935</u>	<u>58,636</u>	<u>3,834</u>	<u>22,362</u>	<u>64,555</u>	<u>142,837</u>	<u>120</u>	<u>5,149</u>	<u>346,428</u>

	Equity attributable to shareholders of the Bank					Non-controlling interests			Total equity
	Share capital	Capital reserve	Other comprehensive income	Surplus reserve	General reserve	Retained earnings	Ordinary shareholders	Other equity tool holders	
1 January 2015	46,787	49,296	(1,833)	19,394	50,447	95,586	5,844	1,825	267,346
Movements during the year									
(I) Net profit	-	-	-	-	-	41,158	445	137	41,740
(II) Other comprehensive income	-	-	5,417	-	-	-	227	-	5,644
Total comprehensive income	-	-	5,417	-	-	41,158	672	137	47,384
(III) Acquisition of minority interest in subsidiaries	-	(400)	-	-	-	-	(6,395)	-	(6,795)
(IV) Input from ordinary shareholders	2,148	9,740	-	-	-	-	-	-	11,888
(V) Profit appropriation									
1. Appropriation to surplus reserve	-	-	-	3,968	-	(3,968)	-	-	-
2. Appropriation to general reserve	-	-	-	-	14,108	(14,108)	-	-	-
3. Appropriation to holders of other equity tools	-	-	-	-	-	-	-	(137)	(137)
31 December 2015	<u>48,935</u>	<u>58,636</u>	<u>3,584</u>	<u>23,362</u>	<u>64,555</u>	<u>118,668</u>	<u>121</u>	<u>1,825</u>	<u>319,686</u>

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

Beijing, PRC  
27 October, 2016

*As at the date of this announcement, the executive directors of the Bank are Ms. Li Qingping (Chairperson) and Mr. Sun Deshun (President); the non-executive directors are Mr. Chang Zhenming, Mr. Zhu Xiaohuang and Mr. Wan Liming; and the independent non-executive directors are Ms. Wu Xiaoqing, Mr. Wong Luen Cheung Andrew, Mr. He Cao and Ms. Chen Lihua.*