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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 FIRST QUARTER OF 2017**

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 2017 (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 announcement 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 of the Bank ensure that the information contained in the Report for the First Quarter of 2017 does not include 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 2017 on 25 April 2017. All of the 10 eligible directors attended the meeting, with Director Mr. Chang Zhenming entrusting Ms. Li Qingping, Chairperson of the Board of Directors, Director Mr. Wan Liming entrusting Director Ms. Wu Xiaoqing, to attend and vote as proxy. The supervisors of the Bank attended the meeting as non-voting delegates.

Ms. Li Qingping as Chairperson of the Board of Directors, Mr. Sun Deshun as President of the Bank, Mr. Fang Heying as Vice President and concurrently Chief Financial Officer of the Bank, and Ms. Li Peixia as General Manager of the Finance and Accounting Department, undertake that the financial statements set out in the Report for the First Quarter of 2017 is truthful, accurate and complete.

This quarterly report was prepared in accordance with IFRS and was 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.

Unless otherwise specially stated, the denomination currency used in this report is Renminbi.

## 2. Basic Information of the Company

### 2.1 Principal Accounting Data

Unit: RMB million

Item	31 March 2017	31 December 2016	Changes over the previous year end (%)
Total assets	5,751,862	5,931,050	(3.02)
Total loans and advances to customers	2,949,235	2,877,927	2.48
Total liabilities	5,358,696	5,546,554	(3.39)
Total deposits from customers	3,430,435	3,639,290	(5.74)
Placements from banks and non-bank financial institutions	60,391	83,723	(27.87)
Total equity attributable to the shareholders of the Bank	387,896	379,224	2.29
Net asset per share attributable to the shareholders of the Bank (RMB)	7.93	7.75	2.29
Net asset per share attributable to the ordinary shareholders of the Bank (RMB)	7.21	7.04	2.41

Note: The above is consolidated data of the Group.

Item	Jan-Mar 2017	Jan-Mar 2016	Year-on-year changes (%)
Net cash flow from/(used in) operating activities	(158,595)	53,508	N/A
Net cash flow from/(used in) operating activities per share (RMB)	(3.24)	1.09	N/A

Note: The above is consolidated data of the Group.

Item	Jan-Mar 2017	Jan-Mar 2016	Year-on-year changes (%)
Operating income	37,850	40,624	(6.83)
Profit before tax	14,810	14,805	0.03
Net profit attributable to the shareholders of the Bank	11,389	11,200	1.69
Annualized return on average assets	0.79%	0.85%	Down by 0.06 percentage point
Annualized return on average equity	13.25%	13.94%	Down by 0.69 percentage point
Basic earnings per share (RMB)	0.23	0.23	–
Diluted earnings per share (RMB)	0.23	0.23	–

Note: The above is consolidated data of the Group.

## 2.2 Note on Differences between Financial Statements Respectively Prepared in Accordance with PRC Accounting Standards and IFRS

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

## 2.3 Analysis of Capital Adequacy Ratio

The Group calculates and discloses its capital adequacy ratios according to the Provisional Measures for Capital Management of Commercial Banks promulgated by China Banking Regulatory Commission (effective as of 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 an 8.86% core Tier-One capital adequacy ratio, a 9.88% Tier-One capital adequacy ratio, and a 12.08% capital adequacy ratio, with each ratio increased by 0.22, 0.23 and 0.10 percentage point over the end of the previous year, respectively.

*Unit: RMB million*

Item	31 March 2017	31 December 2016	Changes over the previous year end (%)
Net core Tier-One capital	<b>351,280</b>	342,563	2.54
Net Tier-One capital	<b>391,387</b>	382,670	2.28
Net capital	<b>478,810</b>	475,008	0.80
Total risk-weighted assets	<b>3,963,088</b>	3,964,448	(0.03)
Core Tier-One capital adequacy ratio	<b>8.86%</b>	8.64%	Up by 0.22 percentage point
Tier-One capital adequacy ratio	<b>9.88%</b>	9.65%	Up by 0.23 percentage point
Capital adequacy ratio	<b>12.08%</b>	11.98%	Up by 0.10 percentage point

*Note:* The above is consolidated data of the Group.

## 2.4 Analysis of Leverage Ratio

*Unit: RMB million*

<b>Item</b>	<b>31 March 2017</b>	31 December 2016	30 September 2016	30 June 2016
Leverage ratio	<b>5.51%</b>	5.19%	4.86%	4.86%
Net Tier-One capital	<b>353,684</b>	345,613	310,285	299,032
Adjusted balances of on-balance sheet and off-balance sheet assets	<b>6,419,615</b>	6,661,463	6,380,241	6,151,947

*Note:* The above is the data of the Bank.

## 2.5 Analysis of Liquidity Coverage Ratio

*Unit: RMB million*

<b>Item</b>	<b>31 March 2017</b>	31 December 2016
Liquidity coverage ratio	<b>85.86%</b>	91.12%
Qualified premium liquid assets	<b>424,982</b>	398,555
Net cash outflow in the coming 30 days	<b>494,977</b>	437,403

*Note:* The above is consolidated data of the Group.

## 2.6 Management Discussion and Analysis

As at the end of the reporting period, the Group's total assets amounted to RMB5,751.862 billion, a decrease of 3.02% from the end of the previous year; total loans and advances to customers stood at RMB2,949.235 billion, a growth of 2.48% over the end of the previous year; total liabilities recorded RMB5,358.696 billion, a decline of 3.39% from the end of the previous year; and total deposits from customers recorded RMB3,430.435 billion, a decrease of 5.74% from the end of the previous year.

For the reporting period, the Group realized RMB11.389 billion net profit attributable to the Bank's shareholders, a year-on-year increase of 1.69%; and RMB37.850 billion operating income, a year-on-year decline of 6.83% (a year-on-year decline of 1.15%, if not considering the net effect by adopting VAT (Value Added Tax) policy), of which net interest income recorded RMB25.108 billion, a drop of 8.90% year on year, and net non-interest income was RMB12.742 billion, a decline of 2.45% year on year. The proportion of net non-interest income registered 33.66%, a rise of 1.51 percentage points year on year. Net interest margin stood at 1.79%, a drop of 0.34 percentage point year on year.

As at the end of the reporting period, the Group's balance of non-performing loans recorded RMB51.317 billion, up by 5.63% over the end of the previous year; non-performing loan ratio recorded 1.74%, with a 0.05% year-on-year increase. Its allowance coverage ratio stood at 151.54%, with a decline of 3.96% from the end of the previous year, and its ratio of allowance for impairment of loans to total loans was 2.64%, with a rise of 0.02% over the end of the previous year.

## 2.7 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 shareholders (account) : 189,011

Name of Shareholders	Shareholdings of the top 10 ordinary shareholders					
	Total number of shares held as at the end of the reporting period	Percentage %	Balance of shares subject to restrictions on sale	Shares pledged or frozen	Pledged or frozen	Nature of shareholder
CITIC Corporation Limited	31,988,728,773	65.37	None	None	None	– State-owned legal person
Hong Kong Securities Clearing Company Nominee Limited	12,116,077,148	24.76	None	Unknown	Unknown	– Overseas legal person
China Tobacco Corporation	2,147,469,539	4.39	2,147,469,539	None	None	– State-owned legal person
China Securities Finance Corporation Limited	899,086,186	1.84	None	None	None	– State-owned legal person
Central Huijin Asset Management Limited	272,838,300	0.56	None	None	None	– State-owned legal person
China Construction Bank Corporation	168,599,268	0.34	None	Unknown	Unknown	– State-owned legal person
Pacific Life Insurance Co., Ltd. – Dividend – Group Dividend Bonus Insurance	43,418,861	0.09	None	None	None	– Other
Hong Kong Securities Clearing Company Limited	33,736,895	0.07	None	None	None	– Overseas legal person
Hebei Construction & Investment (Group) Limited	31,034,400	0.06	None	None	None	– State-owned legal person
China Poly Group Corporation	27,216,400	0.06	None	None	None	– State-owned legal person

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

Name of shareholder	Balance of shares that are not subject to restrictions on sale	Class of shares	Number of 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	12,116,077,148	H Share	12,116,077,148
China Securities Finance Corporation Limited	899,086,186	A Share	899,086,186
Central Huijin Asset Management Limited	272,838,300	A Share	272,838,300
China Construction Bank Corporation	168,599,268	H Share	168,599,268
Pacific Life Insurance Co., Ltd. – Dividend – Group			
Dividend Bonus Insurance	43,418,861	A Share	43,418,861
Hong Kong Securities Clearing Company Limited	33,736,895	A Share	33,736,895
Hebei Construction & Investment (Group) Limited	31,034,400	A Share	31,034,400
China Poly Group Corporation	27,216,400	A Share	27,216,400
Taikang Life Insurance Co., Ltd. – Dividend – Individual			
Dividend Bonus Insurance – 019L – FH002 Shanghai	27,010,315	A Share	27,010,315
Note on connected relations or concerted actions of the above shareholders	As per the 2016 Annual Report of China Construction Bank Corporation, as at 31 December 2016, Central Huijin Investment Limited and its wholly owned subsidiary Central Huijin Asset Management Limited owned a combined 57.31% equity in China Construction Bank Corporation. Hong Kong Securities Clearing Company Nominee Limited is wholly owned by Hong Kong Securities Clearing Company Limited. Except for this, 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 with restored voting right and their shareholdings	N/A		

- Notes:* (1) The above ordinary shareholdings of the shareholders were calculated based on the Bank's ordinary share registers maintained with the A-share and H-share registrars of the Bank and the shareholding data 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 and its subsidiaries together owned 32,284,227,773 ordinary shares of the Bank, accounting for 65.97% of the Bank's total ordinary shares, including 28,938,928,294 ordinary A shares and 3,345,299,479 ordinary 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 ordinary H shares of the Bank, accounting for 4.68% of the Bank's total ordinary shares. Summit Idea Limited is a wholly owned affiliate of Xinhua Zhong Bao Co., Ltd. In addition to the afore-mentioned stake, Xinhua Zhong Bao Co., Ltd. also directly owned 27,598,000 ordinary H shares of the Bank via its wholly owned subsidiary Hong Kong Xinhua Investment Co., Ltd, accounting for 0.06% of the Bank's total ordinary shares.

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

Applicable       Not applicable

*Unit: Share*

Total number of preference shareholders (account) : 31

Shareholdings of the top 10 preference shareholders (also the top 10 preference shareholders not subject to restrictions on sale)

No.	Name of shareholder (full name)	Nature of shareholder	Changes in shareholding		Shareholding percentage %	Class of shares held	Number of shares subject to restrictions on sale	Shares pledged or frozen	
			reporting period (+, -)	Number of shares held as at the end of the period				Pledged or frozen	Number
1	China Mobile Communications Group Corporation	State-owned legal person	-	43,860,000	12.53	Onshore preference share	-	-	-
2	China Life Insurance Company Limited – Dividend – Individual Dividend – 005L – FH002 Shanghai	Other	-	38,430,000	10.98	Onshore preference share	-	-	-
3	China Life Insurance Company Limited – Traditional – Ordinary Insurance Products – 005L – CT001 Shanghai	Other	-	38,400,000	10.97	Onshore preference share	-	-	-
4	China Ping An Life Insurance Co., Ltd. – Universal – Individual Universal Insurance	Other	-	30,700,000	8.77	Onshore preference share	-	-	-
5	China Ping An Life Insurance Company Limited – Dividends – Dividends for Individual Insurance	Other	-	30,700,000	8.77	Onshore preference share	-	-	-
6	BOCOM International Trust Co., Ltd. – Jin Sheng Tian Li No. 1 single fund trust	Other	-	30,700,000	8.77	Onshore preference share	-	-	-
7	Puyin Ansheng Fund Company – SPDB – Shanghai Pudong Development Bank Shanghai Branch	Other	-	21,930,000	6.27	Onshore preference share	-	-	-
8	Xing Quan Rui Zhong Total Assets – Ping An Bank – Ping An Bank Co., Ltd	Other	-	15,350,000	4.39	Onshore preference share	-	-	-
9	Chuang Jin He Xin Fund – China Merchants Bank – China Merchants Bank Co., Ltd.	Other	-	10,960,000	3.13	Onshore preference share	-	-	-
10	Bank of Communications Schroder Fund – Minsheng Bank – China Minsheng Bank Co., Ltd.	Other	-	8,770,000	2.51	Onshore preference share	-	-	-
	China Resources Shenzhen Investment Trust Co., Ltd. – No. 1 Single Investment Trust Fund	Other	-	8,770,000	2.51	Onshore preference share	-	-	-

Notes: (1) The shareholdings of the preference shareholders were calculated based on the Bank's share register maintained with the preference-share registrar of the Bank.

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

### 3. Significant Events

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

Applicable       Not applicable

Items with material changes for the first quarter of 2017 and the reasons thereof are listed as follows:

*Unit: RMB million*

Item	31 March 2017/ January-March 2017	Changes over the previous year end/ year on year (%)	Reasons for changes
Deposits with banks and non-bank financial institutions	100,495	(51.83)	Decrease in deposits with other domestic banks
Derivative financial assets	29,733	(37.23)	Decrease in currency derivative financial assets
Financial assets held under resale agreements	29,247	(82.88)	Decrease in debt securities held under resale agreements
Derivative financial liabilities	27,563	(38.83)	Decrease in currency derivative financial liabilities
Financial assets sold under repurchase agreements	40,804	(66.09)	Decrease in debt securities sold under repurchase agreements
Other liabilities	34,274	(35.46)	Decrease in amounts to be liquidated
Other comprehensive income	(3,859)	237.92	Decrease in investment revaluation reserve for available-for-sale financial assets
Net gain from investment securities	159	(70.17)	Decrease in net gain from investment securities spreads



### **3.2 Progress and Impacts of Significant Events and Analysis of Solutions**

Applicable                       Not applicable

The Bank planned to make a public offering of up to RMB40 billion A Share convertible corporate bonds. The plan was deliberated and adopted at the meetings of the Board of Directors respectively convened on 25 August 2016, 19 December 2016 and 18 January 2017, and was adopted via voting by poll at the first Extraordinary General Meeting in 2017, the first A Shareholders Class Meeting in 2017 and the first H Shareholders Class Meeting in 2017 convened on 7 February 2017. The convertible bonds may only be issued after approval of relevant regulators. Please refer to the relevant announcements published on the official websites of SSE ([www.sse.com.cn](http://www.sse.com.cn)), SEHK ([www.hkexnews.hk](http://www.hkexnews.hk)) and the Bank ([www.citicbank.com](http://www.citicbank.com)) for detailed information of the plan.

### **3.3 Uncompleted Performance of Overdue Undertakings for 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 2017</b>	January-March 2016
Interest income	<b>54,894</b>	55,084
Interest expense	<b>(29,786)</b>	(27,522)
<b>Net interest income</b>	<b>25,108</b>	27,562
Fee and commission income	<b>11,732</b>	11,484
Fee and commission expense	<b>(927)</b>	(447)
<b>Net fee and commission income</b>	<b>10,805</b>	11,037
Net trading gain	<b>1,697</b>	1,381
Net gain from investment securities	<b>159</b>	533
Net hedging loss	–	(1)
Other net operating income	<b>81</b>	112
<b>Operating income</b>	<b>37,850</b>	40,624
Operating expenses	<b>(10,228)</b>	(12,727)
<b>Net operating profit before impairment</b>	<b>27,622</b>	27,897
Asset impairment losses		
– Loans and advances to customers	<b>(11,971)</b>	(10,784)
– Others	<b>(819)</b>	(2,239)
<b>Total asset impairment losses</b>	<b>(12,790)</b>	(13,023)
Share of loss of associates	<b>(22)</b>	(69)
<b>Profit before tax</b>	<b>14,810</b>	14,805
Income tax expense	<b>(3,418)</b>	(3,602)
<b>Net profit</b>	<b>11,392</b>	11,203

	<b>January-March 2017</b>	January-March 2016
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**Other comprehensive (loss) income, net of tax:**

(1) Items that may be classified subsequently to profit or loss when specific conditions are met (net of tax)

– Fair value changes on available-for-sale financial assets	(2,420)	(227)
– Exchange difference on translating foreign operations	(297)	(93)

**Other comprehensive income, net of tax**

<b>(2,717)</b>	<b>(320)</b>
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**Total comprehensive income for the current period**

<b>8,675</b>	<b>10,883</b>
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**Net profit attributable to:**

– Equity holders of the Bank	11,389	11,200
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– Non-controlling interests	3	3
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<b>11,392</b>	<b>11,203</b>
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**Total comprehensive income attributable to:**

– Equity holders of the Bank	8,672	10,880
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– Non-controlling interests	3	3
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<b>8,675</b>	<b>10,883</b>
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**Basic and diluted earnings per share (RMB yuan)**

<b>0.23</b>	<b>0.23</b>
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## Consolidated Statement of Financial Position (Unaudited)

(Amounts in millions of Renminbi unless otherwise stated)

	31 March 2017	31 December 2016
<b>Assets</b>		
Cash and balances with central banks	519,072	553,328
Deposits with banks and non-bank financial institutions	100,495	208,641
Precious metals	3,875	3,372
Placements with and loans to banks and non-bank financial institutions	193,955	167,208
Financial assets at fair value through profit or loss for the current period	65,550	64,911
Derivative financial assets	29,733	47,366
Financial assets held under resale agreements	29,247	170,804
Interest receivables	35,049	32,922
Loans and advances to customers	2,871,468	2,802,384
Available-for-sale financial assets	524,480	534,533
Held-to-maturity investments	223,751	217,498
Investment classified as receivable	1,063,654	1,035,728
Investment in associates	1,080	1,111
Property, plant and equipment	17,684	17,834
Intangible assets	785	840
Investment properties	302	305
Goodwill	905	914
Deferred tax assets	14,425	12,697
Other assets	56,352	58,654
<b>Total assets</b>	<b>5,751,862</b>	<b>5,931,050</b>
<b>Liabilities</b>		
Borrowings from central banks	173,600	184,050
Deposits from banks and non-bank financial institutions	1,073,720	981,446
Placements from banks and non-bank financial institutions	60,391	83,723
Derivative financial liabilities	27,563	45,059
Financial assets sold under repurchase agreements	40,804	120,342
Deposits from customers	3,430,435	3,639,290
Accrued staff costs	6,894	8,819
Taxes payable	6,966	6,364
Interest payable	38,934	37,155
Provisions	273	244
Debt securities issued	464,831	386,946
Deferred tax liabilities	11	11
Other liabilities	34,274	53,105
<b>Total liabilities</b>	<b>5,358,696</b>	<b>5,546,554</b>

	<b>31 March</b>	31 December
	<b>2017</b>	2016
	<u>                    </u>	<u>                    </u>
<b>Equity</b>		
Share capital	<b>48,935</b>	48,935
Preference shares	<b>34,955</b>	34,955
Capital reserve	<b>58,636</b>	58,636
Other comprehensive (loss)/income	<b>(3,859)</b>	(1,142)
Surplus reserve	<b>27,263</b>	27,263
General reserve	<b>73,911</b>	73,911
Retained earnings	<b>148,055</b>	136,666
	<u>                    </u>	<u>                    </u>
<b>Total equity attributable to equity holders of the Bank</b>	<b>387,896</b>	379,224
	<u>                    </u>	<u>                    </u>
Non-controlling interests	<b>5,270</b>	5,272
	<u>                    </u>	<u>                    </u>
<b>Total equity</b>	<b>393,166</b>	384,496
	<u>                    </u>	<u>                    </u>
<b>Total liabilities and equity</b>	<b>5,751,862</b>	5,931,050
	<u>                    </u>	<u>                    </u>

This financial report was approved and authorised by the board of directors on 25 April 2017

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

**Sun Deshun**  
*President*

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

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

**Company Seal**

## Consolidated Statement of Cash Flows (Unaudited)

(Amounts in millions of Renminbi unless otherwise stated)

	<u>January-March 2017</u>	<u>January-March 2016</u>
<b>Operating activities</b>		
Profit before tax	14,810	14,805
Adjustments for:		
– revaluation (gain)/loss on investments, derivatives and investment properties	(699)	417
– net investment gain	(70)	(373)
– net loss on disposal of property, plant and equipment	4	–
– unrealised foreign exchange gain	(68)	(6)
– impairment loss	12,790	13,023
– depreciation and amortization	689	666
– interest expense on debt securities issued	3,713	3,178
– dividend income from equity investment	(12)	–
– income tax paid	(3,955)	(2,370)
	<u>27,202</u>	<u>29,340</u>
<b>Changes in operating assets and liabilities:</b>		
Decrease/(increase) in balances with central banks	5,604	(27,198)
Decrease in deposits with banks and non-bank financial institutions	1,510	2,750
Decrease in placements with and loans to banks and non-bank financial institutions	14,604	2,136
Decrease/(increase) in financial assets at fair value through profit or loss for the current period	8,248	(27,429)
Decrease in financial assets held under resale agreements	141,557	134,755
Increase in loans and advances to customers	(82,851)	(146,014)
Increase in investments classified as receivables	(27,966)	(176,866)
Decrease/(increase) in borrowings from central banks	(10,450)	44,500
Increase in deposits from banks and non-bank financial institutions	92,285	136,552
Decrease in placements from banks and non-bank financial institutions	(23,188)	(6,486)
Increase in financial liabilities at fair value through profit or loss	–	305
Decrease in financial assets sold under repurchase agreements	(79,538)	(55,395)
(Decrease)/increase in deposits from customers	(206,664)	186,777
Decrease/(increase) in other operating assets	2,488	(31,953)
Decrease in other operating liabilities	(21,436)	(12,266)
<b>Net cash flow (used in)/generated from operating activities</b>	<u>(158,595)</u>	<u>53,508</u>

	<b>January-March 2017</b>	January-March 2016
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**Investing activities**

Proceeds from disposal and redemption of investments	<b>239,061</b>	269,237
Proceeds from disposal of property and equipments land use rights, and other assets	<b>1</b>	4
Cash received from equity investment income	<b>14</b>	5
Payments on acquisition of investments	<b>(227,263)</b>	(311,940)
Payments on acquisition of equipment and other assets	<b>(1,783)</b>	(2,964)
Net cash paid for acquisition of associate	<b>(1,401)</b>	–

<b>Net cash flow generated from/(used in) investing activities</b>	<b><u>8,629</u></b>	<b><u>(45,658)</u></b>
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**Financing activities**

Cash received from debt securities issued	<b>209,867</b>	140,095
Cash paid for redemption of debt securities issued	<b>(131,423)</b>	(90,820)
Interest paid on debt securities issued	<b>(2,416)</b>	(1,823)
Dividends paid	<b>(5)</b>	–

<b>Net cash flow generated from financing activities</b>	<b><u>76,023</u></b>	<b><u>47,452</u></b>
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<b>Net increase/(decrease) in cash and cash equivalents</b>	<b>(73,943)</b>	55,302
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<b>Cash and cash equivalents as at 1 January</b>	<b>385,356</b>	226,364
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<b>Effect of exchange rate changes on cash and cash equivalents</b>	<b><u>(871)</u></b>	<b><u>(319)</u></b>
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<b>Cash and cash equivalents as at 31 March</b>	<b><u>310,542</u></b>	<b><u>281,347</u></b>
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**Cash flows from operating activities include:**

Interest received	<b><u>51,921</u></b>	<b><u>52,957</u></b>
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Interest paid, excluding interest paid for issued debt securities	<b><u>(25,732)</u></b>	<b><u>(25,481)</u></b>
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## Consolidated Statement of Changes in Equity (Unaudited)

(Amounts in millions of Renminbi unless otherwise stated)

	Equity attributable to equity holders of the Bank						Non-controlling interests		Total equity	
	Share capital	Preference shares	Capital reserve	Other comprehensive (loss)/income	Surplus reserve	General reserve	Retained earnings	Ordinary shareholders in subsidiaries		Other equity instruments holders
As at 1 January 2017	48,935	34,955	58,636	(1,142)	27,263	73,911	136,666	123	5,149	384,496
Movements during the current period										
(I) Profit for the period	-	-	-	-	-	-	11,389	3	-	11,392
(II) Other comprehensive loss	-	-	-	(2,717)	-	-	-	-	-	(2,717)
Total comprehensive income	-	-	-	(2,717)	-	-	11,389	3	-	8,675
(III) Profit appropriation										
1. Dividend distribution to non-controlling interests	-	-	-	-	-	-	-	(5)	-	(5)
31 March 2017	<u>48,935</u>	<u>34,955</u>	<u>58,636</u>	<u>(3,859)</u>	<u>27,263</u>	<u>73,911</u>	<u>148,055</u>	<u>121</u>	<u>5,149</u>	<u>393,166</u>
1 January 2016	48,935	-	58,636	3,584	23,362	64,555	118,668	121	1,825	319,686
Movements during the year										
(I) Profit for the year	-	-	-	-	-	-	41,629	11	146	41,786
(II) Other comprehensive (loss)/income	-	-	-	(4,726)	-	-	-	1	-	(4,725)
Total comprehensive income	-	-	-	(4,726)	-	-	41,629	12	146	37,061
(III) Proceed from issuance of preference shares	-	34,955	-	-	-	-	-	-	-	34,955
(IV) Proceeds input from other equity instruments holders	-	-	-	-	-	-	-	-	3,324	3,324
(V) Profit appropriations										
1. Appropriations to surplus reserve	-	-	-	-	3,901	-	(3,901)	-	-	-
2. Appropriations to general reserve	-	-	-	-	-	9,356	(9,356)	-	-	-
3. Dividend distribution to ordinary shareholders of the Bank	-	-	-	-	-	-	(10,374)	-	-	(10,374)
4. Dividend distribution to non-controlling interests	-	-	-	-	-	-	-	(10)	-	(10)
5. Dividend distribution to other equity instruments holders	-	-	-	-	-	-	-	-	(146)	(146)
31 December 2016	<u>48,935</u>	<u>34,955</u>	<u>58,636</u>	<u>(1,142)</u>	<u>27,263</u>	<u>73,911</u>	<u>136,666</u>	<u>123</u>	<u>5,149</u>	<u>384,496</u>



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

Beijing, PRC  
25 April 2017

*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, Ms. Huang Fang and Mr. Wan Liming; and the independent non-executive directors are Ms. Wu Xiaoqing, Mr. Wong Luen Cheung Andrew, Mr. He Cao, Ms. Chen Lihua and Mr. Qian Jun.*