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BANK OF CHONGQING CO., LTD.*
重慶銀行股份有限公司*

(A joint stock company incorporated in the People's Republic of China with limited liability)
(Stock Code: 1963)

FIRST QUARTERLY RESULTS ANNOUNCEMENT FOR 2015

The board of directors (the “**Board**”) of Bank of Chongqing Co., Ltd.* (the “**Bank**” or “**Bank of Chongqing**”) is pleased to announce the unaudited results report for the first quarter ended 31 March 2015 (the “**Reporting Period**”) prepared in accordance with the International Financial Reporting Standards (the “**IFRSs**”) promulgated by the International Accounting Standards Board. This announcement is made pursuant to Rule 13.09 of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the “**Listing Rules**”) and the Inside Information Provisions (as defined in the Listing Rules) under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong) (the “**SFO**”).

1. IMPORTANT NOTICE

- 1.1 The Board, the board of supervisors, the directors, supervisors and senior management of the Bank confirm that there are no misstatements, misleading representations or material omissions in this quarterly report, and assume joint and several liability for the truthfulness, accuracy and completeness of this report.
- 1.2 This quarterly report has been reviewed and approved at the board meeting of the Bank held on 24 April 2015.
- 1.3 The financial information contained in this quarterly report has not been audited.
- 1.4 The unaudited first quarterly operating information is provided as additional information.

* *The Bank is not an authorized institution within the meaning of the Banking Ordinance (Chapter 155 of Laws of Hong Kong), not subject to the supervision of the Hong Kong Monetary Authority, and not authorized to carry on banking and/or deposit-taking business in Hong Kong.*

2. CORPORATE INFORMATION

2.1 Company Information

Stock name:	BCQ
Stock code:	1963
Listing Exchange for H Shares:	The Stock Exchange of Hong Kong Limited
Legal Representative:	GAN Weimin
Authorized Representatives:	GAN Weimin ZHOU Wenfeng
Joint Company Secretaries:	ZHOU Wenfeng HO Wing Tsz Wendy
Registered Address:	No. 153 Zourong Road, Yuzhong District, Chongqing, the People's Republic of China (the "PRC"), 400010
Principal Place of Business in Hong Kong:	Level 54, Hopewell Centre, 183 Queen's Road East, Hong Kong
Telephone:	+86 (23) 6379 2129
Fax:	+86 (23) 6379 9024
E-mail:	ir@bankofchongqing.com

2.2 Financial Highlights

In respect of the financial statements of the Bank prepared under the PRC GAAP (China Accounting Standards) and those under the IFRSs, there is no difference between the net profit attributable to equity holders of the Bank for the Reporting Period ended 31 March 2015 and net profit attributable to shareholders of the Bank during the Reporting Period.

Major financial data and indicators

<i>(All amounts expressed in thousands of RMB unless otherwise stated)</i>	31 March 2015	31 December 2014	Increase/ (decrease) at the end of the Reporting Period as compared to the end of the previous year (%)
Total assets	280,648,055	274,531,145	2.2
Loans and advances to customers, gross	111,268,974	106,448,851	4.5
Total liabilities	263,795,974	258,628,122	2.0
Customer deposits	175,789,120	167,932,436	4.7
Equity attributable to shareholders of the Bank	16,852,081	15,903,023	6.0
Total equity	16,852,081	15,903,023	6.0
Net assets per share attributable to shareholders of the Bank (RMB)	6.23	5.88	6.0
			Increase/ (decrease) in the Reporting Period as compared to the same period of the previous year (%)
<i>(All amounts expressed in thousands of RMB unless otherwise stated)</i>	January to March 2015	January to March 2014	
Net profit	896,766	789,518	13.6
Net profit attributable to shareholders of the Bank	896,766	789,518	13.6
			Increase/ (decrease) in the Reporting Period as compared to the same period of the previous year (%)
	January to March 2015	January to March 2014	
Basic earnings per share (RMB)	0.33	0.29	0.04
Average annualized return on equity (%)	22.21	23.03	(0.82)

2.3 Total number of shares and particulars of shareholdings as at the end of the Reporting Period

As at the end of the Reporting Period, the Bank had a total of 2,705,227,505 shares, comprising 1,157,193,512 H Shares and 1,548,033,993 domestic shares.

Particulars of shareholdings of the top ten shareholders of domestic shares of the Bank

Name of shareholder	Nature of shareholder	Total number of shares held	<i>Unit: share</i>	
			Shareholding percentage (%)	Number of shares pledged
Chongqing Yufu Assets Management Group Co., Ltd.	State-owned	407,010,187	15.05	0
Chongqing Road & Bridge Co., Ltd.	Private enterprise	171,339,698	6.33	135,261,375
Chongqing Land Group	State-owned	139,838,675	5.17	0
Chongqing Water Conservancy Investment Group Co., Ltd.	State-owned	139,838,675	5.17	0
Lifan Industry (Group) Co., Ltd.	Private enterprise	129,564,932	4.79	0
Peking University Founder Group Co., Ltd.	State-owned	94,506,878	3.49	0
Chongqing South Group Limited	Private enterprise	68,602,362	2.54	68,520,500
Chongqing Transport and Travel Investment Group Limited	State-owned	37,456,522	1.38	0
Chongqing Expressway Co., Ltd.	State-owned	29,942,325	1.11	0
Minsheng Industrial (Group) Co., Ltd.	State-owned	24,191,310	0.89	0
Total		1,242,291,564	45.92	203,781,875

Particulars of shareholdings of substantial shareholders of overseas listed H Shares (holding 5% or more of the H Shares)

		<i>Unit: share</i>		
Name of shareholder	Capacity	Total number of H Shares held	Percentage of the total number of H Shares of the Bank(%)	Percentage of the total share capital of the Bank(%)
Dah Sing Bank, Limited ⁽¹⁾	Beneficial owner	458,574,853 (long position)	39.63	16.95
Dah Sing Banking Group Limited ⁽¹⁾	Interest of a controlled corporation	458,574,853 (long position)	39.63	16.95
Dah Sing Financial Holdings Limited ⁽¹⁾	Interest of a controlled corporation	458,574,853 (long position)	39.63	16.95
HSBC International Trustee Limited ⁽²⁾	Interest of a trustee	458,574,853 (long position)	39.63	16.95
David Shou-Yeh WONG ⁽¹⁾	Settlor of a discretionary trust/interest of the beneficiary of a trust	458,574,853 (long position)	39.63	16.95
Christine Yen WONG ⁽¹⁾	Interest of spouse	458,574,853 (long position)	39.63	16.95
Lifan International (Holdings) Limited ⁽³⁾	Beneficial owner	139,000,000 (long position)	12.01	5.14
Chongqing Lifan Industry (Group) Import and Export Co., Ltd. ⁽³⁾	Interest of a controlled corporation	139,000,000 (long position)	12.01	5.14
Lifan Industry (Group) Co., Ltd. ⁽³⁾	Interest of a controlled corporation	139,000,000 (long position)	12.01	5.14
Chongqing Lifan Holdings Co., Ltd. ⁽³⁾	Interest of a controlled corporation	139,000,000 (long position)	12.01	5.14
Chongqing Huiyang Holdings Co., Ltd. ⁽³⁾	Interest of a controlled corporation	139,000,000 (long position)	12.01	5.14
YIN Mingshan ⁽³⁾	Interest of a controlled corporation	139,000,000 (long position)	12.01	5.14
CHEN Qiaofeng ⁽³⁾	Interest of a controlled corporation	139,000,000 (long position)	12.01	5.14
Chongqing Beiheng Investment & Development Limited	Beneficial owner	84,823,500 (long position)	7.33	3.14

Notes:

- (1) Dah Sing Bank, Limited held 458,574,853 H Shares of the Bank. Dah Sing Bank, Limited is wholly owned by Dah Sing Banking Group Limited, which is in turn owned as to approximately 74.59% by Dah Sing Financial Holdings Limited. Mr. David Shou-Yeh WONG is the beneficial owner of approximately 40.97% of the issued share capital of Dah Sing Financial Holdings Limited and Ms. Christine Yen WONG is the spouse of Mr. David Shou-Yeh WONG. For the purpose of the SFO, Dah Sing Banking Group Limited, Dah Sing Financial Holdings Limited, Mr. David Shou-Yeh WONG and Ms. Christine Yen WONG are deemed to be interested in the Shares of the Bank held by Dah Sing Bank, Limited.

- (2) HSBC International Trustee Limited, the trustee of a discretionary trust established for the benefit of Mr. David Shou-Yeh Wong and his family members, directly held 37.66% interests in Dah Sing Financial Holdings Limited. For the purpose of the SFO, HSBC International Trustee Limited is deemed to be interested in the Shares of the Bank held by Dah Sing Bank, Limited (see note (1) above).
- (3) As confirmed by Chongqing Lifan Industrial (Group) Import and Export Co., Ltd., Lifan Industry (Group) Co., Ltd., Chongqing Lifan Holdings Co., Ltd., Chongqing Huiyang Holdings Co., Ltd., Mr. Yin Mingshan and Ms. Chen Qiaofeng as at 31 March 2015, Lifan International (Holdings) Limited held 139,000,000 H Shares of the Bank. Lifan International (Holdings) Limited is wholly owned by Chongqing Lifan Industry (Group) Import and Export Co., Ltd. which is wholly owned by Lifan Industry (Group) Co., Ltd. Lifan Industry (Group) Co., Ltd. is owned as to 61% by Chongqing Lifan Holdings Co., Ltd., which is in turn owned as to 72% by Chongqing Huiyang Holdings Co., Ltd. Mr. YIN Mingshan, a former non-executive director of the Bank whose term of office as a director expired on 7 March 2014, and Ms. CHEN Qiaofeng are the beneficial owner of approximately 26.5% and 24.5%, respectively, of the issued share capital of Chongqing Huiyang Holdings Co., Ltd. (collectively hold approximately 51% interests in Chongqing Huiyang Holdings Co., Ltd.). Therefore, for the purpose of the SFO, Chongqing Lifan Industrial (Group) Import and Export Co., Ltd., Lifan Industry (Group) Co., Ltd., Chongqing Lifan Holdings Co., Ltd., Chongqing Huiyang Holdings Co., Ltd., Mr. YIN Mingshan and Ms. CHEN Qiaofeng are deemed to be interested in the Shares of the Bank held by Lifan International (Holdings) Limited.

3. HIGHLIGHTS OF QUARTERLY RESULTS

As at 31 March 2015, the Bank' total assets amounted to RMB280,648 million, representing an increase of RMB6,117 million or 2.2% as compared with the end of the previous year. Of which:

- Customer deposits amounted to RMB175,789 million, representing an increase of RMB7,857 million or 4.7% as compared with the end of the previous year. Of which, time deposits, demand deposits, pledged deposits held as collateral and other deposits amounted to RMB92,077 million, RMB57,956 million, RMB24,338 million, and RMB1,418 million, respectively.
- Total loans and advances to customers amounted to RMB111,269 million, representing an increase of RMB4,820 million, or 4.5%, as compared with the end of the previous year. Of which, corporate loans, personal loans and discounted bills amounted to RMB73,989 million, RMB33,161 million and RMB4,119 million, respectively.
- The balance of non-performing loans amounted to RMB961 million, representing an increase of RMB229 million as compared with the end of the previous year; the non-performing loan ratio was 0.86%, representing an increase of 0.17 percentage point as compared with the end of the previous year; and the provision coverage ratio was 274.73%, representing a decrease of 44.14 percentage points as compared with the end of the previous year.
- The loan-to-deposit ratio was 63.30%, representing a decrease of 0.09 percentage point as compared with the end of the previous year.

For the three months ended 31 March 2015, the Bank recorded a net profit of RMB897 million, representing an increase of RMB107 million or 13.6% as compared with the same period of the previous year. The average annualized return on total assets was 1.31%, representing an increase of 0.20 percentage point as compared with the same period of the previous year. The average annualized return on equity was 22.21%, representing a decrease of 0.82 percentage point as compared with the same period of the previous year. The Bank recorded basic earnings per share of RMB0.33, representing an increase of RMB0.04 as compared with the same period of the previous year.

- Interest-earning assets grew continuously and the net interest income increased steadily. Net interest income amounted to RMB1,669 million, representing an increase of RMB195 million or 13.2% as compared with the same period of the previous year. The annualized net interest margin was 2.51%, representing a decrease of 30 basis points as compared with the same period of the previous year.
- The net fee and commission income increased rapidly. Net fee and commission income amounted to RMB400 million, representing an increase of RMB251 million or 169.2% as compared with the same period of the previous year, primarily due to the fast growth of the wealth management financial advisory and consulting services. Of which, commission income from wealth management agency service amounted to RMB224 million, representing an increase of 177.3% as compared with the same period of the previous year and commission income from financial advisory and consulting services amounted to RMB113 million, representing an increase of 338.3% as compared with the same period of the previous year.
- Operating expenses were RMB597 million, representing an increase of RMB58 million or 10.8% as compared with the same period of the previous year; the cost-to-income ratio was 21.43%, representing a decrease of 4.56 percentage points as compared with the same period of the previous year; and the impairment on assets was RMB355 million, representing an increase of RMB269 million or 309.7% as compared with the same period of the previous year.

In accordance with the “Administrative Measures for the Capital of Commercial Banks (for Trial Implementation)”, as at the end of the Reporting Period, the Bank’s Core Tier One capital adequacy ratio, Tier One capital adequacy ratio and capital adequacy ratio were 9.87%, 9.87% and 11.19%, respectively, representing an increase of 0.24 percentage point, 0.24 percentage point and 0.19 percentage point respectively as compared with the end of the previous year, fulfilling the latest regulatory requirements on capital adequacy ratios applicable to the PRC banking industry.

4. SIGNIFICANT EVENTS

4.1 Particulars and reasons of material changes in major accounting statement items and financial indicators

Applicable Not applicable

The main reasons for material changes over 30% in the major accounting statement items and financial indicator as compared with the same period of the previous year or the end of the previous year are as follows:

<i>(All amounts expressed in thousands of RMB unless otherwise stated)</i>	January to March 2015	January to March 2014	Change rate as compared with the same period of the previous year (%)	Main reasons of the changes
Interest expense	2,235,603	1,560,617	43.3	Mainly due to the increase in size and cost of deposits.
Fee and commission income	415,244	155,214	167.5	Mainly due to the increase in wealth management agency service and credit card business.
Fee and commission expense	15,664	6,801	130.3	Mainly due to the increase in deposits and loans business of other banks for the Bank.
Net trading income	59,813	44,696	33.8	Mainly due to the increase in fair value of bond assets held for trading affected by market interest rate fluctuations.
Net gains/(losses) on investment securities	(1,789)	(939)	90.5	Mainly due to the investment loss on bond assets available for sale.
Other operating income	14,070	3,178	342.7	Mainly due to the substantial increase in fiscal incentives on agricultural loans during the period.
Impairment allowances	355,486	86,776	309.7	Mainly due to the increase in impairment losses on loans after prudent assessment of potential risks and estimated losses of relevant industries and the overall solvency of the Company.

<i>(All amounts expressed in thousands of RMB unless otherwise stated)</i>	March 31 2015	December 31 2014	Change rate as compared with the same period of the previous year (%)	Main reasons of the changes
Cash and balances with central banks	49,589,173	35,699,093	38.9	Mainly due to the increase in deposit reserves with central banks resulting from the increase in deposits-taking size of the Bank.
Due from other banks and financial institutions	36,822,525	54,409,453	(32.3)	Mainly due to the changes in financial assets held under resale agreements of the Bank affected by management strategies including liquidity matching and yield on capital utilization.
Taxes payable	319,918	218,597	46.4	Mainly due to the increase in taxes payable of the Bank resulting from the substantial increase in total profits as compared with those of previous quarter.
Debts issued	7,264,352	3,785,076	91.9	Mainly due to the issuance of interbank deposits during the period for optimizing debt structure and increasing channels of capital source.

4.2 The progress of significant events and their influence and analysis on the solutions

Applicable Not applicable

4.2.1 Capital contribution into the establishment of a consumer finance joint venture

Based on its comprehensive operating strategy, as approved by the Board, the Bank, as a promoter and contributor, with other contributors jointly contributed capital into the establishment of a consumer finance joint venture. The Bank entered into the investment documents with other promoters on 15 August 2014, jointly promoting the establishment of the Consumer Finance Joint Venture. The registered capital of the Consumer Finance Joint Venture is RMB300 million, and the Bank intends to subscribe for 54 million shares of the Consumer Finance Joint Venture at a par value of RMB1 per share by cash, representing 18% of the registered capital of the Consumer Finance Joint Venture upon its establishment. At present, the establishment of the Consumer Finance Joint Venture has recently been approved by the China Banking Regulatory Commission (“CBRC”). The Consumer Finance Joint Venture will apply to the CBRC Chongqing Bureau for approval of its operation in accordance with relevant regulations and procedures.

4.3 Status of performance of undertakings of the Company, shareholders and de facto controller

Applicable Not applicable

4.4 Implementation of the cash dividend policy during the Reporting Period

Applicable Not applicable

4.5 Disclosure of, and reasons for, the warning in respect of forecast of a probable loss in respect of the accumulated net profit from the beginning of the year to the end of the next reporting period or any significant changes in profit as compared with that of the same period of the previous year

Applicable Not applicable

5. PUBLICATION OF QUARTERLY RESULTS ANNOUNCEMENT

This quarterly results announcement prepared in accordance with the IFRSs will be published on the website of The Hong Kong Stock Exchange Limited (www.hkexnews.hk) and the website of the Bank (www.cqcbank.com).

This quarterly results announcement was prepared in both Chinese and English versions, where there is a discrepancy between the Chinese and English versions, the Chinese version shall prevail.

By order of the Board
Bank of Chongqing Co., Ltd.*
GAN Weimin
Chairman

Chongqing, the PRC, 24 April 2015

As of the date of this announcement, the Executive Directors of the Bank are Mr. GAN Weimin, Mr. RAN Hailing and Mr. ZHAN Wanghua; the Non-Executive Directors are Mr. WONG Hon Hing, Mr. QIN Wei, Mr. DENG Yong, Ms. LV Wei and Mr. YANG Jun; and the Independent Non-Executive Directors are Mr. LI He, Mr. TO Koon Man Henry, Mr. KONG Xiangbin, Mr. WANG Pengguo and Dr. JIN Jingyu.

APPENDIX FINANCIAL STATEMENTS ACCORDING TO IFRS
STATEMENT OF COMPREHENSIVE INCOME
FOR THE PERIOD FROM 1 JANUARY TO 31 MARCH 2015
(All amounts expressed in thousands of RMB unless otherwise stated)

	Three months ended	
	31 March	
	2015	2014
	(Unaudited)	(Unaudited)
Interest income	3,904,965	3,035,256
Interest expense	(2,235,603)	(1,560,617)
Net interest income	1,669,362	1,474,639
Fee and commission income	415,244	155,214
Fee and commission expense	(15,664)	(6,801)
Net fee and commission income	399,580	148,413
Net trading (losses)/income	59,813	44,696
Net gains on investment securities	(1,789)	(939)
Other operating income	14,070	3,178
Operating income	2,141,036	1,669,987
Operating expenses	(597,054)	(538,653)
Impairment losses	(355,486)	(86,776)
Operating profit	1,188,496	1,044,558
Share of profits of an associate	–	–
Profit before income tax	1,188,496	1,044,558
Income tax expense	(291,730)	(255,040)
Net profit	896,766	789,518
Net profit for the period attributable to shareholders of the Bank	896,766	789,518
Earnings per share for profit attributable to the shareholders of the Bank (expressed in RMB per share)		
– basic and diluted	0.33	0.29

STATEMENT OF COMPREHENSIVE INCOME (CONTINUED)
FOR THE PERIOD FROM 1 JANUARY TO 31 MARCH 2015
(All amounts expressed in thousands of RMB unless otherwise stated)

	Three months ended	
	31 March	
	2015	2014
	(Unaudited)	(Unaudited)
Net profit for the period attributable to shareholders of the Bank	896,766	789,518
Other comprehensive income		
<i>Items that may be reclassified subsequently to profit or loss:</i>		
Available-for-sale ('AFS') securities		
Changes in fair value recorded in equity	69,510	86,102
Less: Related income tax impact	(17,377)	(21,525)
Subtotal	52,133	64,577
<i>Item that will not be reclassified subsequently to profit or loss</i>		
Surplus on remeasurement of retirement benefits	212	(1,738)
Less: Related income tax impact	(53)	433
Subtotal	159	(1,305)
Total other comprehensive income, net of tax	52,292	63,272
Total comprehensive income for the period attributable to shareholders of the Bank	949,058	852,790

STATEMENTS OF FINANCIAL POSITION

AT 31 MARCH 2015

(All amounts expressed in thousands of RMB unless otherwise stated)

	31 March 2015 (Unaudited)	31 December 2014 (Audited)
ASSETS		
Cash and balances with central banks	49,589,173	35,699,093
Due from other banks and financial institutions	36,822,525	54,409,453
Financial assets at fair value through profit or loss	6,150,290	4,798,210
Net loans and advances to customers	108,629,879	104,114,756
Investment securities		
– Loans and receivables	56,351,500	53,388,377
– Available-for-sale ('AFS')	10,823,676	10,293,703
– Held-to-maturity ('HTM')	7,296,186	7,297,640
Investment in an associate	26,405	26,405
Property, plant and equipment	2,408,934	2,396,654
Deferred income tax assets	325,522	317,765
Other assets	2,223,965	1,789,089
Total assets	280,648,055	274,531,145
LIABILITIES		
Due to other banks and financial institutions	75,416,515	81,635,724
Customer deposits	175,789,120	167,932,436
Other liabilities	5,006,069	5,056,289
Current tax liabilities	319,918	218,597
Debt issued	7,264,352	3,785,076
Total liabilities	263,795,974	258,628,122
EQUITY		
Capital and reserves attributable to the Bank's shareholders		
Share capital	2,705,228	2,705,228
Capital surplus	2,444,623	2,444,623
Other reserves	3,850,544	3,798,252
Retained earnings	7,851,686	6,954,920
Total equity	16,852,081	15,903,023
Total liabilities and equity	280,648,055	274,531,145

STATEMENTS OF CASH FLOWS (CONTINUED)
FOR THE PERIOD FROM 1 JANUARY TO 31 MARCH 2015
(All amounts expressed in thousands of RMB unless otherwise stated)

	Three months ended	
	31 March	
	2015	2014
	(Unaudited)	(Unaudited)
Cash flows from investing activities:		
Dividends received	–	–
Proceeds from disposal of property and equipment, intangible assets and other long-term assets	5,749	6,958
Purchase of property and equipment, intangible assets and other long-term assets	(7,358)	(9,427)
Proceeds from disposal/maturity of investment securities	25,387,654	12,662,357
Purchase of investment securities	(30,238,832)	(18,210,970)
	<hr/>	<hr/>
Net cash outflows from investing activities	(4,852,787)	(5,551,082)
Cash flows from financing activities:		
Proceeds from issuance of shares	–	–
Proceeds from issuance of a bond	3,500,000	–
Cash paid to redeem the issued bonds	–	–
Interest paid in relation to issued bonds	(58,058)	(15,559)
Dividend paid to shareholders of the Bank	(2)	(832)
	<hr/>	<hr/>
Net cash inflows from financing activities	3,441,940	(16,391)
Effect of exchange rate changes on cash and cash equivalents	(7,256)	17,629
Net increase in cash and cash equivalents	15,336,410	(1,105,536)
Cash and cash equivalents at beginning of the year/period	11,754,912	14,220,581
	<hr/> <hr/>	<hr/> <hr/>
Cash and cash equivalents at end of the year/period	27,091,322	13,115,045
	<hr/> <hr/>	<hr/> <hr/>