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中國工商銀行股份有限公司

**INDUSTRIAL AND COMMERCIAL BANK OF CHINA LIMITED**

(a joint stock limited company incorporated in the People's Republic of China with limited liability)

Stock Code: 1398

EUR Preference Shares Stock Code: 4604

USD Preference Shares Stock Code: 4620

## **INDUSTRIAL AND COMMERCIAL BANK OF CHINA LIMITED THIRD QUARTERLY REPORT OF 2021 (H SHARE)**

The Board of Directors of Industrial and Commercial Bank of China Limited (“the Bank”) announces the results of the Bank and its subsidiaries (“the Group”) for the third quarter ended 30 September 2021. This report 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.

### **IMPORTANT NOTICE:**

The Board of Directors, the Board of Supervisors, Directors, Supervisors and Senior Management members of the Bank undertake that the information in this report contains no false record, misleading statement or material omission; and assume individual and joint and several liability for the authenticity, accuracy and completeness of the information in this report.

Mr. Chen Siqing, Legal Representative of the Bank, Mr. Liao Lin, President in charge of finance of the Bank, and Mr. Liu Yagan, General Manager of the Finance and Accounting Department of the Bank, hereby guarantee that the financial information contained in this quarterly report are authentic, accurate and complete.

These quarterly financial statements have not been audited.

# I. Major Financial Data

## i. Major accounting data and financial indicators

*In RMB millions, unless otherwise stated*

Item	Three months ended 30 September 2021	Increase/decrease as compared to the three months ended 30 September 2020 (%)	Nine months ended 30 September 2021	Increase/decrease as compared to the nine months ended 30 September 2020 (%)
Operating income	217,489	9.90	643,895	7.27
Net profit attributable to equity holders of the parent company	88,348	10.59	251,821	10.12
Net cash flows from operating activities	N/A	N/A	966,450	(52.17)
Basic earnings per share ( <i>RMB Yuan</i> )	0.23	4.55	0.69	7.81
Diluted earnings per share ( <i>RMB Yuan</i> )	0.23	4.55	0.69	7.81
Return on weighted average equity (% , annualised)	11.67	An increase of 0.17 percentage points	11.81	An increase of 0.16 percentage points

	30 September 2021	31 December 2020	Increase/decrease as compared to the end of last year (%)
Total assets	35,398,066	33,345,058	6.16
Owners' equity attributable to equity holders of the parent company	3,146,096	2,893,502	8.73

## ii. Changes in major accounting data and financial indicators and the reasons thereof

*In RMB millions, except for percentages*

Item	Nine months ended 30 September 2021	Nine months ended 30 September 2020	Increase/decrease (%)	Main reasons for change
Net cash flows from operating activities	966,450	2,020,442	(52.17)	The year-on-year decrease in net due to customers, net deposits from banks and other financial institutions and net reverse repurchase agreements resulted in the decrease in cash inflows

## iii. Reconciliation of differences between the financial statements prepared under Generally Accepted Accounting Principles of the People's Republic of China ("PRC GAAP") and those under International Financial Reporting Standards ("IFRSs")

In respect of the financial statements of the Group prepared under PRC GAAP and those under IFRSs, net profit attributable to equity holders of the parent company for the reporting period ended 30 September 2021 and equity attributable to equity holders of the parent company as at the end of the reporting period have no differences.

## II. Information on Shareholders

### i. Number of shareholders and particulars of shareholding

As at the end of the reporting period, the Bank had a total of 767,344 ordinary shareholders and no holders of preference shares with voting rights restored or holders of shares with special voting rights, including 113,787 holders of H shares and 653,557 holders of A shares.

### PARTICULARS OF SHAREHOLDING OF THE TOP 10 ORDINARY SHAREHOLDERS OF THE BANK

*Unit: Share*

Name of shareholder	Nature of shareholder	Class of shares	Increase/ decrease of shares as compared to the end of last year	Shares held at the end of the period	Shareholding percentage (%)	Number of pledged/ locked-up/ marked shares
Central Huijin Investment Ltd.	State-owned	A Share	—	123,717,852,951	34.71	None
Ministry of Finance of the People's Republic of China	State-owned	A Share	—	110,984,806,678	31.14	None
HKSCC Nominees Limited <sup>(5)</sup>	Foreign legal person	H Share	-5,017,925	86,162,583,706	24.18	Unknown
National Council for Social Security Fund <sup>(6)</sup>	State-owned	A Share	—	12,331,645,186	3.46	None
Ping An Life Insurance Company of China, Ltd. — Traditional — Ordinary insurance products	Other entities	A Share	—	3,687,330,676	1.03	None
China Securities Finance Co., Ltd.	State-owned legal person	A Share	-24	2,416,131,540	0.68	None
Hong Kong Securities Clearing Company Limited <sup>(7)</sup>	Foreign legal person	A Share	-8,270,919	1,177,849,334	0.33	None
Central Huijin Asset Management Co., Ltd.	State-owned legal person	A Share	—	1,013,921,700	0.28	None
China Life Insurance Company Limited — Traditional — Ordinary insurance products — 005L — CT001 Hu	Other entities	A Share	-2,126,500	468,222,788	0.13	None
Taiping Life Insurance Co., Ltd. — Traditional — Ordinary insurance products — 022L — CT001 Hu	Other entities	A Share	39,168,600	426,975,751	0.12	None

Notes: (1) The above data are based on the Bank's register of shareholders as at 30 September 2021.

(2) The Bank had no shares subject to restrictions on sales.

(3) HKSCC Nominees Limited is a wholly-owned subsidiary of Hong Kong Securities Clearing Company Limited. Central Huijin Asset Management Co., Ltd. is a wholly-owned subsidiary of Central Huijin Investment Ltd. Save as disclosed above, the Bank is not aware of any connected relations or concert party action among the afore-mentioned shareholders.

(4) Except to the extent unknown to HKSCC Nominees Limited, the top 10 shareholders of the Bank did not participate in any margin trading, short selling or refinancing business.

(5) The number of shares held by HKSCC Nominees Limited at the end of the period refers to the total H shares held by it as a nominee on behalf of all institutional and individual investors registered with accounts opened with HKSCC Nominees Limited as at 30 September 2021, which included H shares of the Bank held by National Council for Social Security Fund.

- (6) According to the Notice on Comprehensively Transferring Part of State-Owned Capital to Fortify Social Security Funds (Cai Zi [2019] No. 49), Ministry of Finance of the People’s Republic of China transferred 12,331,645,186 A shares to the state-owned capital transfer account of National Council for Social Security Fund in a lump sum in December 2019. According to the relevant requirements under the Notice of the State Council on Issuing the Implementation Plan for Transferring Part of State-Owned Capital to Fortify Social Security Funds (Guo Fa [2017] No. 49), National Council for Social Security Fund shall perform the obligation of more than 3-year lock-up period as of the date of the receipt of transferred shares. At the end of the reporting period, according to the information provided by National Council for Social Security Fund to the Bank, National Council for Social Security Fund also held 7,946,049,758 H shares of the Bank and 20,277,694,944 A and H shares in aggregate, accounting for 5.69% of the Bank’s total ordinary shares.
- (7) The number of shares held by Hong Kong Securities Clearing Company Limited at the end of the period refers to the total A shares (Northbound shares of the Shanghai-Hong Kong Stock Connect) held by it as a nominal holder designated by and on behalf of Hong Kong and foreign investors as at 30 September 2021.

## ii. Number of preference shareholders and particulars of shareholding

As at the end of the reporting period, the Bank had one offshore preference shareholder (or proxy), 23 domestic preference shareholders of “工行優1” and 34 domestic preference shareholders of “工行優2”.

### PARTICULARS OF SHAREHOLDING OF THE TOP 10 OFFSHORE PREFERENCE SHAREHOLDERS (OR PROXIES) OF THE BANK

*Unit: Share*

Name of shareholder	Nature of shareholder	Class of shares	Increase/ decrease of shares as compared to the end of last year	Shares held at the end of the period	Shareholding percentage (%)	Number of shares subject to restrictions on sales	Number of pledged/ locked-up/ marked shares
The Bank of New York Depository (Nominees) Limited	Foreign legal person	USD offshore preference shares	—	145,000,000	78.4	—	Unknown
		EUR offshore preference shares	—	40,000,000	21.6	—	Unknown

- Notes:* (1) The above data are based on the Bank’s register of offshore preference shareholders as at 30 September 2021.
- (2) As the issuance of the offshore preference shares above was private offering, the register of preference shareholders presented the information on the proxy of placees.
- (3) The Bank is not aware of any connected relations or concert party action between the afore-mentioned preference shareholder and the top 10 ordinary shareholders.
- (4) “Shareholding percentage” refers to the percentage of offshore preference shares held by preference shareholders in total number of offshore preference shares.

## PARTICULARS OF SHAREHOLDING OF THE TOP 10 DOMESTIC PREFERENCE SHAREHOLDERS OF “工行優1”

*Unit: Share*

Name of shareholder	Nature of shareholder	Class of shares	Increase/decrease of shares as compared to the end of last year	Shares held at the end of the period	Shareholding percentage (%)	Number of shares subject to restrictions on sales	Number of pledged/locked-up/ marked shares
China Mobile Communications Group Co., Ltd.	State-owned legal person	Domestic preference shares	—	200,000,000	44.4	—	None
China National Tobacco Corporation	Other entities	Domestic preference shares	—	50,000,000	11.1	—	None
China Life Insurance Company Limited	State-owned legal person	Domestic preference shares	—	35,000,000	7.8	—	None
Ping An Life Insurance Company of China, Ltd.	Domestic non-state-owned legal person	Domestic preference shares	—	30,000,000	6.7	—	None
BOCOM Schroders Asset Management Co., Ltd.	Domestic non-state-owned legal person	Domestic preference shares	—	18,000,000	4.0	—	None
China International Capital Corporation Limited	State-owned legal person	Domestic preference shares	3,000,000	18,000,000	4.0	—	None
CCB Trust Co., Ltd.	State-owned legal person	Domestic preference shares	—	15,000,000	3.3	—	None
BOC International (China) Co., Ltd.	State-owned legal person	Domestic preference shares	—	15,000,000	3.3	—	None
CITIC Securities Co., Ltd.	State-owned legal person	Domestic preference shares	9,240,000	12,290,000	2.7	—	None
China National Tobacco Corporation Shandong Branch	Other entities	Domestic preference shares	—	10,000,000	2.2	—	None
China National Tobacco Corporation Heilongjiang Branch	Other entities	Domestic preference shares	—	10,000,000	2.2	—	None
Ping An Property & Casualty Insurance Company of China Ltd.	Domestic non-state-owned legal person	Domestic preference shares	—	10,000,000	2.2	—	None

Notes: (1) The above data are based on the Bank’s register of domestic preference shareholders of “工行優1” as at 30 September 2021.

(2) China National Tobacco Corporation Shandong Branch and China National Tobacco Corporation Heilongjiang Branch are both wholly-owned subsidiaries of China National Tobacco Corporation. “China Life Insurance Company Limited — Traditional — Ordinary insurance products — 005L — CT001 Hu” is managed by China Life Insurance Company Limited. “Ping An Life Insurance Company of China, Ltd. — Traditional — Ordinary insurance products” is managed by Ping An Life Insurance Company of China, Ltd. Ping An Life Insurance Company of China, Ltd. and Ping An Property & Casualty Insurance Company of China Ltd. have connected relations. Central Huijin Investment Ltd. is the controlling shareholder of China International Capital Corporation Limited. Save as disclosed above, the Bank is not aware of any connected relations or concert party action among the afore-mentioned preference shareholders and among the afore-mentioned preference shareholders and top 10 ordinary shareholders.

(3) “Shareholding percentage” refers to the percentage of domestic preference shares of “工行優1” held by preference shareholders in total number (450 million shares) of domestic preference shares of “工行優1”.

**PARTICULARS OF SHAREHOLDING OF THE TOP 10 DOMESTIC PREFERENCE SHAREHOLDERS OF “工行優2”**

*Unit: Share*

Name of shareholder	Nature of shareholder	Class of shares	Increase/decrease of shares as compared to the end of last year	Shares held at the end of the period	Shareholding percentage (%)	Number of shares subject to restrictions on sales	Number of pledged/locked-up/ marked shares
China Life Insurance Company Limited	State-owned legal person	Domestic preference shares	—	120,000,000	17.1	—	None
China Mobile Communications Group Co., Ltd.	State-owned legal person	Domestic preference shares	—	100,000,000	14.3	—	None
China International Capital Corporation Limited	State-owned legal person	Domestic preference shares	99,250,000	99,250,000	14.2	—	None
BOC International (China) Co., Ltd.	State-owned legal person	Domestic preference shares	—	70,000,000	10.0	—	None
CCB Trust Co., Ltd.	State-owned legal person	Domestic preference shares	—	70,000,000	10.0	—	None
China National Tobacco Corporation	Other entities	Domestic preference shares	—	50,000,000	7.1	—	None
Hwabao Trust Co., Ltd.	State-owned legal person	Domestic preference shares	48,300,000	48,300,000	6.9	—	None
Shanghai Tobacco Group Co., Ltd.	Other entities	Domestic preference shares	—	30,000,000	4.3	—	None
Bank of Beijing Co., Ltd.	Domestic non-state-owned legal person	Domestic preference shares	—	20,000,000	2.9	—	None
BOCOM Schroders Asset Management Co., Ltd.	Domestic non-state-owned legal person	Domestic preference shares	—	15,000,000	2.1	—	None
Ping An Property & Casualty Insurance Company of China Ltd.	Domestic non-state-owned legal person	Domestic preference shares	—	15,000,000	2.1	—	None

*Notes:* (1) The above data are based on the Bank’s register of domestic preference shareholders of “工行優2” as at 30 September 2021.

(2) Shanghai Tobacco Group Co., Ltd., China National Tobacco Corporation Shandong Branch and China National Tobacco Corporation Heilongjiang Branch are all wholly-owned subsidiaries of China National Tobacco Corporation. “China Life Insurance Company Limited — Traditional — Ordinary insurance products — 005L — CT001 Hu” is managed by China Life Insurance Company Limited. “Ping An Life Insurance Company of China, Ltd. — Traditional — Ordinary insurance products” is managed by Ping An Life Insurance Company of China, Ltd. Ping An Life Insurance Company of China, Ltd. and Ping An Property & Casualty Insurance Company of China Ltd. have connected relations. Central Huijin Investment Ltd. is the controlling shareholder of China International Capital Corporation Limited. Save as disclosed above, the Bank is not aware of any connected relations or concert party action among the afore-mentioned preference shareholders and among the afore-mentioned preference shareholders and top 10 ordinary shareholders.

(3) “Shareholding percentage” refers to the percentage of domestic preference shares of “工行優2” held by preference shareholders in total number (700 million shares) of domestic preference shares of “工行優2”.

### III. Other Matters Requiring Attention

#### i. Brief analysis on overall operating activities in the third quarter

(The financial data herein are presented in RMB unless otherwise indicated.)

Set out below are the highlights of the operating results of the Group for the reporting period:

For the first nine months of 2021, net profit amounted to RMB253,330 million, representing an increase of 10.06% compared with the same period of last year. Annualised return on average total assets and annualised return on weighted average equity were 0.98% and 11.81%, up 0.01 and 0.16 percentage points respectively.

Operating income amounted to RMB643,895 million, representing an increase of 7.27% compared with the same period of last year. Net interest income was RMB511,148 million, representing an increase of 5.87%. Annualised net interest margin stood at 2.11%. Non-interest income reported RMB132,747 million, representing an increase of 13.02%, of which net fee and commission income was RMB105,287 million, representing an increase of 0.28%. Operating expenses (excluding taxes and surcharges) were RMB143,153 million, representing an increase of 9.33%. Cost-to-income ratio was 22.23%.

As at the end of the reporting period, total assets amounted to RMB35,398,066 million, representing an increase of RMB2,053,008 million or 6.16% over the end of the previous year. Total loans and advances to customers (excluding accrued interest) amounted to RMB20,425,479 million, representing an increase of RMB1,801,171 million or 9.67%, of which RMB loans of domestic branches grew by RMB1,784,348 million or 10.62%. In terms of the structure, corporate loans were RMB12,277,615 million, personal loans were RMB7,760,617 million and discounted bills were RMB387,247 million. Investments reached RMB9,010,416 million, representing an increase of RMB419,277 million or 4.88%.

Total liabilities amounted to RMB32,234,781 million, representing an increase of RMB1,799,238 million or 5.91% over the end of the previous year. Due to customers amounted to RMB26,841,575 million, representing an increase of RMB1,706,849 million or 6.79%. In terms of the structure, time deposits were RMB13,247,218 million, demand deposits were RMB12,986,194 million, other deposits were RMB275,266 million and accrued interest was RMB332,897 million.

Shareholders' equity amounted to RMB3,163,285 million, representing an increase of RMB253,770 million or 8.72% over the end of last year.

According to the five-category classification of loans, the balance of non-performing loans ("NPLs") amounted to RMB311,316 million, representing an increase of RMB17,338 million over the end of the previous year. The NPL ratio was 1.52%, representing a decrease of 0.06 percentage points. The allowance to NPL ratio stood at 196.80%, representing an increase of 16.12 percentage points.

The core tier 1 capital adequacy ratio was 13.14%, the tier 1 capital adequacy ratio was 14.68% and the capital adequacy ratio was 17.45%, all meeting regulatory requirements.

## **ii. Progress of significant events**

### ***Issuance of Undated Additional Tier 1 Capital Bonds***

The Bank issued undated additional tier 1 capital bonds of USD6.16 billion in the offshore market in September 2021. All proceeds from this issuance, after deduction of issuance expenses, will be used to replenish the Bank's additional tier 1 capital in accordance with applicable laws and approvals by the regulatory authorities.

### ***Issuance Progress of Eligible Tier 2 Capital Instruments***

The Board of Directors of the Bank considered and approved the Proposal on the Issuance of Eligible Tier 2 Capital Instruments on 29 October 2021. The issuance plan of tier 2 capital instruments is subject to review and approval by the Shareholders' General Meeting of the Bank, and it also requires approval by the relevant regulatory authorities after being approved by the Shareholders' General Meeting.

### ***Redemption Progress of Offshore EUR Preference Shares***

The Bank issued offshore preference shares of EUR0.6 billion in 2014. The Board of Directors of the Bank considered and approved the Proposal on Exercise of Redemption of Offshore EUR Preference Shares on 27 August 2021. On the premise of obtaining the approval of China Banking and Insurance Regulatory Commission, the Bank plans to exercise the redemption of all the above-mentioned offshore EUR preference shares on 10 December 2021. In October 2021, the Bank received a reply from China Banking and Insurance Regulatory Commission, which had no objection to the Bank's redemption of offshore preference shares of EUR0.6 billion.

For details on the above-mentioned issuance and redemption progress of capital instruments, please refer to the announcements published by the Bank on the website of Shanghai Stock Exchange, the "HKEXnews" website of Hong Kong Exchanges and Clearing Limited and the website of the Bank.

## **iii. Implementation of cash dividend policy during the reporting period**

Upon the approval at the Annual General Meeting for the Year 2020 held on 21 June 2021, the Bank has distributed cash dividends of about RMB94,804 million, or RMB2.660 per ten shares (pre-tax), for the period from 1 January 2020 to 31 December 2020 to the ordinary shareholders whose names appeared on the share register after the close of market on 5 July 2021.

The Bank considered and approved the implementation of dividend distribution for "工行優2" and offshore USD preference shares at the meeting of the Board of Directors convened on 27 August 2021, and distributed total dividends of RMB2,940 million for "工行優2" on 24 September 2021 at the dividend rate of 4.2% (pre-tax, and tax payable arising from dividend income gained by domestic preference shareholders shall be borne by them in accordance with relevant laws and regulations); distributed the dividends for offshore USD preference shares



on 23 September 2021 at the dividend rate of 3.58% (after-tax, namely the actual dividend rate obtained by offshore USD preference shareholders) and the dividends distributed on offshore USD preference shares were approximately USD115.3 million including approximately USD103.8 million paid to preference shareholders and approximately USD11.5 million of withholding income tax.

The Bank considered and approved the implementation of dividend distribution for offshore EUR preference shares and “工行優1” at the meeting of the Board of Directors convened on 29 October 2021, planning to distribute the dividends for offshore EUR preference shares on 10 December 2021 at the dividend rate of 6% (after-tax, namely the actual dividend rate obtained by offshore EUR preference shareholders) and the dividends distributed on preference shares will be EUR40.00 million including EUR36.00 million to be paid to preference shareholders and EUR4.00 million of withholding income tax; and to distribute total dividends of RMB2,061 million for “工行優1” on 23 November 2021 at a dividend rate of 4.58% (pre-tax, and tax payable arising from dividend income gained by domestic preference shareholders shall be borne by them in accordance with relevant laws and regulations).

## IV. Quarterly Financial Statements Prepared based on IFRSs

### Industrial and Commercial Bank of China Limited

#### Consolidated Statements of Profit or Loss — Based on IFRSs

For the nine months ended 30 September 2021

(In RMB millions, unless otherwise stated)

	Three months ended 30 September 2021 (Unaudited)	Nine months ended 30 September 2021 (Unaudited)	Three months ended 30 September 2020 (Unaudited)	Nine months ended 30 September 2020 (Unaudited)
Interest income	294,669	858,471	273,833	816,965
Interest expense	(119,814)	(347,323)	(110,933)	(334,174)
<b>NET INTEREST INCOME</b>	<b>174,855</b>	<b>511,148</b>	162,900	482,791
Fee and commission income	33,194	116,426	33,760	115,967
Fee and commission expense	(3,850)	(11,139)	(4,321)	(10,970)
<b>NET FEE AND COMMISSION INCOME</b>	<b>29,344</b>	<b>105,287</b>	29,439	104,997
Net trading income/(expense)	1,864	7,911	233	(1,402)
Net gain on financial investments	8,284	11,236	2,575	10,562
Other operating income, net	3,142	8,313	2,754	3,299
<b>OPERATING INCOME</b>	<b>217,489</b>	<b>643,895</b>	197,901	600,247
Operating expenses	(54,902)	(149,893)	(49,230)	(137,155)
Impairment losses on assets	(54,771)	(179,318)	(54,274)	(179,730)
<b>OPERATING PROFIT</b>	<b>107,816</b>	<b>314,684</b>	94,397	283,362
Share of profits of associates and joint ventures	631	1,833	378	764
<b>PROFIT BEFORE TAXATION</b>	<b>108,447</b>	<b>316,517</b>	94,775	284,126
Income tax expense	(19,626)	(63,187)	(14,398)	(53,953)
<b>PROFIT FOR THE PERIOD</b>	<b>88,821</b>	<b>253,330</b>	80,377	230,173

**Industrial and Commercial Bank of China Limited**  
**Consolidated Statements of Profit or Loss — Based on IFRSs (continued)**  
**For the nine months ended 30 September 2021**  
*(In RMB millions, unless otherwise stated)*

	<b>Three months ended 30 September 2021 (Unaudited)</b>	<b>Nine months ended 30 September 2021 (Unaudited)</b>	<b>Three months ended 30 September 2020 (Unaudited)</b>	<b>Nine months ended 30 September 2020 (Unaudited)</b>
Attributable to:				
Equity holders of the parent company	88,348	251,821	79,885	228,675
Non-controlling interests	473	1,509	492	1,498
	<u>88,821</u>	<u>253,330</u>	<u>80,377</u>	<u>230,173</u>
Profit for the period				
	<u>88,821</u>	<u>253,330</u>	<u>80,377</u>	<u>230,173</u>
<b>EARNINGS PER SHARE</b>				
— Basic ( <i>RMB Yuan</i> )	0.23	0.69	0.22	0.64
— Diluted ( <i>RMB Yuan</i> )	0.23	0.69	0.22	0.64

**Chen Siqing**  
*Chairman*

**Liao Lin**  
*Vice Chairman  
and President*

**Liu Yagan**  
*General Manager of the Finance  
and Accounting Department*

**Industrial and Commercial Bank of China Limited**  
**Consolidated Statements of Profit or Loss and Other Comprehensive Income — Based on IFRSs**  
**For the nine months ended 30 September 2021**  
*(In RMB millions, unless otherwise stated)*

	Three months ended 30 September 2021 (Unaudited)	Nine months ended 30 September 2021 (Unaudited)	Three months ended 30 September 2020 (Unaudited)	Nine months ended 30 September 2020 (Unaudited)
Profit for the period	<u>88,821</u>	<u>253,330</u>	<u>80,377</u>	<u>230,173</u>
Other comprehensive income (after tax, net):				
I. Items that will not be reclassified to profit or loss:				
(i) Changes in fair value of equity instruments designated as at fair value through other comprehensive income	344	1,337	(722)	(944)
(ii) Other comprehensive income recognised under equity method	—	2	—	(13)
(iii) Other	6	7	(3)	0
II. Items that may be reclassified subsequently to profit or loss:				
(i) Changes in fair value of debt instruments measured at fair value through other comprehensive income	3,393	2,411	(8,126)	(6,083)
(ii) Credit losses of debt instruments measured at fair value through other comprehensive income	507	1,161	(385)	654
(iii) Reserve from cash flow hedging instruments	(191)	708	222	(647)
(iv) Other comprehensive income recognised under equity method	385	287	(311)	764
(v) Foreign currency translation differences	(2,382)	(6,471)	(9,625)	(12,160)
(vi) Other	67	450	858	430
Subtotal of other comprehensive income for the period	<u>2,129</u>	<u>(108)</u>	<u>(18,092)</u>	<u>(17,999)</u>
Total comprehensive income for the period	<u><u>90,950</u></u>	<u><u>253,222</u></u>	<u><u>62,285</u></u>	<u><u>212,174</u></u>
Total comprehensive income attributable to:				
Equity holders of the parent company	90,387	251,587	62,226	211,076
Non-controlling interests	<u>563</u>	<u>1,635</u>	<u>59</u>	<u>1,098</u>

**Chen Siqing**  
*Chairman*

**Liao Lin**  
*Vice Chairman  
and President*

**Liu Yagan**  
*General Manager of the Finance  
and Accounting Department*

**Industrial and Commercial Bank of China Limited**  
**Consolidated Statement of Financial Position — Based on IFRSs**

**30 September 2021**

*(In RMB millions, unless otherwise stated)*

	<b>30 September 2021 (Unaudited)</b>	31 December 2020 (Audited)
<b>ASSETS:</b>		
Cash and balances with central banks	<b>3,626,809</b>	3,537,795
Due from banks and other financial institutions	<b>897,124</b>	1,081,897
Derivative financial assets	<b>92,020</b>	134,155
Reverse repurchase agreements	<b>853,923</b>	739,288
Loans and advances to customers	<b>19,863,468</b>	18,136,328
Financial investments	<b>9,010,416</b>	8,591,139
— Financial investments measured at fair value through profit or loss	<b>634,839</b>	784,483
— Financial investments measured at fair value through other comprehensive income	<b>1,569,435</b>	1,540,988
— Financial investments measured at amortised cost	<b>6,806,142</b>	6,265,668
Investments in associates and joint ventures	<b>42,143</b>	41,206
Property and equipment	<b>282,604</b>	286,279
Deferred income tax assets	<b>79,948</b>	67,713
Other assets	<b>649,611</b>	729,258
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<b>TOTAL ASSETS</b>	<b>35,398,066</b>	<b>33,345,058</b>
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**Industrial and Commercial Bank of China Limited**  
**Consolidated Statement of Financial Position — Based on IFRSs (continued)**  
**30 September 2021**  
*(In RMB millions, unless otherwise stated)*

	<b>30 September 2021 (Unaudited)</b>	31 December 2020 (Audited)
<b>LIABILITIES:</b>		
Due to central banks	24,724	54,974
Financial liabilities designated as at fair value through profit or loss	88,419	87,938
Derivative financial liabilities	74,320	140,973
Due to banks and other financial institutions	2,988,517	2,784,259
Repurchase agreements	361,937	293,434
Certificates of deposit	268,197	335,676
Due to customers	26,841,575	25,134,726
Income tax payable	83,924	89,785
Deferred income tax liabilities	4,588	2,881
Debt securities issued	781,421	798,127
Other liabilities	717,159	712,770
	<hr/>	<hr/>
<b>TOTAL LIABILITIES</b>	<b>32,234,781</b>	<b>30,435,543</b>
<b>EQUITY:</b>		
Equity attributable to equity holders of the parent company		
Share capital	356,407	356,407
Other equity instruments	328,877	225,819
Reserves	801,399	800,718
Retained earnings	1,659,413	1,510,558
	<hr/>	<hr/>
	<b>3,146,096</b>	<b>2,893,502</b>
Non-controlling interests	17,189	16,013
	<hr/>	<hr/>
<b>TOTAL EQUITY</b>	<b>3,163,285</b>	<b>2,909,515</b>
	<hr/>	<hr/>
<b>TOTAL LIABILITIES AND EQUITY</b>	<b>35,398,066</b>	<b>33,345,058</b>
	<hr/> <hr/>	<hr/> <hr/>

**Chen Siqing**  
*Chairman*

**Liao Lin**  
*Vice Chairman  
and President*

**Liu Yagan**  
*General Manager of the Finance  
and Accounting Department*

# Industrial and Commercial Bank of China Limited

## Consolidated Cash Flow Statement — Based on IFRSs

For the nine months ended 30 September 2021

(In RMB millions, unless otherwise stated)

	Nine months ended 30 September 2021 (Unaudited)	Nine months ended 30 September 2020 (Unaudited)
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before taxation	316,517	284,126
Adjustments for:		
Share of profits of associates and joint ventures	(1,833)	(764)
Depreciation	18,754	15,444
Amortisation	2,171	2,458
Impairment losses on assets	179,318	179,730
Unrealised loss/(gain) on foreign exchange	21,586	(8,188)
Interest expense on debt securities issued	20,751	19,197
Accreted interest on impaired loans	(1,390)	(1,382)
Net gain on financial investments	(14,257)	(7,495)
Interest income on financial investments	(194,250)	(183,040)
Net gain on changes in fair value	(9,834)	(8,469)
Net gain on disposal and overage of property and equipment and other assets (other than repossessed assets)	(1,139)	(1,165)
Dividend income	(2,177)	(3,095)
	<u>334,217</u>	<u>287,357</u>

**Industrial and Commercial Bank of China Limited**  
**Consolidated Cash Flow Statement — Based on IFRSs (continued)**  
**For the nine months ended 30 September 2021**  
*(In RMB millions, unless otherwise stated)*

	<b>Nine months ended 30 September 2021 (Unaudited)</b>	Nine months ended 30 September 2020 (Unaudited)
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
<b>— continued:</b>		
<b>Net (increase)/decrease in operating assets:</b>		
Due from central banks	(62,628)	15,406
Due from banks and other financial institutions	420,289	135,492
Financial assets measured at fair value through profit or loss	127,674	151,347
Reverse repurchase agreements	104,255	232,330
Loans and advances to customers	(1,887,701)	(1,811,398)
Other assets	11,085	(215,692)
	<u>(1,287,026)</u>	<u>(1,492,515)</u>
<b>Net increase/(decrease) in operating liabilities:</b>		
Financial liabilities designated as at fair value through profit or loss	2,016	9,453
Due to central banks	(30,251)	55,665
Due to banks and other financial institutions	203,339	382,927
Repurchase agreements	68,637	17,676
Certificates of deposit	(66,909)	21,692
Due to customers	1,641,353	2,626,535
Other liabilities	182,077	195,169
	<u>2,000,262</u>	<u>3,309,117</u>
<b>Net cash flows from operating activities before tax</b>	<b>1,047,453</b>	<b>2,103,959</b>
Income tax paid	(81,003)	(83,517)
<b>Net cash flows from operating activities</b>	<b><u>966,450</u></b>	<b><u>2,020,442</u></b>



**Industrial and Commercial Bank of China Limited**  
**Consolidated Cash Flow Statement — Based on IFRSs (continued)**  
**For the nine months ended 30 September 2021**  
*(In RMB millions, unless otherwise stated)*

	<b>Nine months ended 30 September 2021 (Unaudited)</b>	Nine months ended 30 September 2020 (Unaudited)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchases of property and equipment and other assets	(14,762)	(15,424)
Proceeds from disposal of property and equipment and other assets (other than repossessed assets)	2,600	1,903
Purchases of financial investments	(2,489,922)	(2,586,457)
Proceeds from sale and redemption of financial investments	1,852,349	1,410,648
Investments in associates and joint ventures	(936)	(11,697)
Proceeds from disposal of associates and joint ventures	—	179
Investment return received	220,505	194,533
	<u>(430,166)</u>	<u>(1,006,315)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Proceeds from issuance of other equity instruments	109,734	19,716
Proceeds from issuance of debt securities	606,750	726,031
Interest paid on debt securities	(15,716)	(16,246)
Repayment of debt securities	(621,694)	(658,337)
Cash payment for redemption of other equity instruments	(6,676)	—
Acquisition of non-controlling interests	—	(1,279)
Dividends paid on ordinary shares	(94,804)	(93,664)
Dividends or interest paid to other equity instrument holders	(7,247)	(6,500)
Dividends paid to non-controlling shareholders	(459)	(337)
Cash payment for other financing activities	(6,457)	(4,372)
	<u>(36,569)</u>	<u>(34,988)</u>
<b>NET INCREASE IN CASH AND CASH EQUIVALENTS</b>		
Cash and cash equivalents at beginning of the period	1,791,122	1,450,413
Effect of exchange rate changes on cash and cash equivalents	(17,197)	(13,882)
	<u>2,273,640</u>	<u>2,415,670</u>
<b>CASH AND CASH EQUIVALENTS AT END OF THE PERIOD</b>		
<b>NET CASH FLOWS FROM OPERATING ACTIVITIES INCLUDE:</b>		
Interest received	693,173	653,341
Interest paid	(262,647)	(306,157)

**Chen Siqing**  
*Chairman*

**Liao Lin**  
*Vice Chairman  
and President*

**Liu Yagan**  
*General Manager of the Finance  
and Accounting Department*

## V. Release of Quarterly Report

The report will be published simultaneously on the “HKEXnews” website of Hong Kong Exchanges and Clearing Limited (www.hkexnews.hk) and the website of the Bank (www.icbc-ltd.com). The quarterly report prepared in accordance with PRC GAAP will also be published simultaneously on the website of the Shanghai Stock Exchange (www.sse.com.cn) and the website of the Bank (www.icbc-ltd.com).

This report is prepared in both Chinese and English. In case of any discrepancy between the two versions, the Chinese version shall prevail.

**By Order of  
The Board of Directors of  
Industrial and Commercial Bank of China Limited**

Beijing, China  
29 October 2021

*As at the date of this announcement, the Board of Directors comprises Mr. CHEN Siqing, Mr. LIAO Lin and Mr. WANG Jingwu as executive directors, Mr. LU Yongzhen, Mr. ZHENG Fuqing, Mr. FENG Weidong, Ms. CAO Liquan and Ms. CHEN Yifang as non-executive directors, Mr. Anthony Francis NEOH, Mr. YANG Siu Shun, Mr. SHEN Si, Mr. Nout WELLINK and Mr. Fred Zuliou HU as independent non-executive directors.*

## Appendix Capital Adequacy Ratio, Leverage Ratio and Liquidity Coverage Ratio

### i. Capital adequacy ratio calculated as per the Regulation Governing Capital of Commercial Banks (Provisional)

*In RMB millions, except for percentages*

Item	30 September 2021		31 December 2020	
	Group	Parent Company	Group	Parent Company
Net core tier 1 capital	<b>2,802,489</b>	<b>2,530,886</b>	2,653,002	2,404,030
Net tier 1 capital	<b>3,132,095</b>	<b>2,835,737</b>	2,872,792	2,605,594
Net capital base	<b>3,722,022</b>	<b>3,409,245</b>	3,396,186	3,114,878
Core tier 1 capital adequacy ratio	<b>13.14%</b>	<b>13.03%</b>	13.18%	13.14%
Tier 1 capital adequacy ratio	<b>14.68%</b>	<b>14.60%</b>	14.28%	14.24%
Capital adequacy ratio	<b>17.45%</b>	<b>17.55%</b>	16.88%	17.02%

### ii. Leverage ratio disclosed as per the Administrative Measures for Leverage Ratio of Commercial Banks (Revised)

*In RMB millions, except for percentages*

Item	30 September 2021	30 June 2021	31 March 2021	31 December 2020
Net tier 1 capital	<b>3,132,095</b>	3,009,641	2,956,971	2,872,792
Balance of adjusted on- and off-balance sheet assets	<b>37,682,357</b>	37,370,525	36,423,221	35,300,338
Leverage ratio	<b>8.31%</b>	8.05%	8.12%	8.14%

iii. Quantitative information of liquidity coverage ratio disclosed as per the Administrative Measures for the Information Disclosure of Liquidity Coverage Ratio of Commercial Banks

In RMB millions, except for percentages

No.		Third quarter 2021	
		Total un-weighted value	Total weighted value
<b>HIGH-QUALITY LIQUID ASSETS</b>			
1	Total high-quality liquid assets (HQLA)		5,639,217
<b>CASH OUTFLOWS</b>			
2	Retail deposits and deposits from small business customers, of which:	13,114,552	1,305,663
3	<i>Stable deposits</i>	88,067	3,015
4	<i>Less stable deposits</i>	13,026,485	1,302,648
5	Unsecured wholesale funding, of which:	14,653,514	4,764,823
6	<i>Operational deposits (excluding those generated from correspondent banking activities)</i>	8,928,032	2,171,641
7	<i>Non-operational deposits (all counterparties)</i>	5,651,444	2,519,144
8	<i>Unsecured debt</i>	74,038	74,038
9	Secured funding		9,131
10	Additional requirements, of which:	3,353,787	1,528,240
11	<i>Outflows related to derivative exposures and other collateral requirements</i>	1,377,986	1,377,980
12	<i>Outflows related to loss of funding on debt products</i>	—	—
13	<i>Credit and liquidity facilities</i>	1,975,801	150,260
14	Other contractual funding obligations	73,305	73,262
15	Other contingent funding obligations	5,243,042	111,356
<b>16</b>	<b>TOTAL CASH OUTFLOWS</b>		<b>7,792,475</b>
<b>CASH INFLOWS</b>			
17	Secured lending (including reverse repos and securities borrowing)	560,874	331,149
18	Inflows from fully performing exposures	1,476,999	1,010,468
19	Other cash inflows	1,381,893	1,378,579
<b>20</b>	<b>TOTAL CASH INFLOWS</b>	<b>3,419,766</b>	<b>2,720,196</b>
			<b>Total adjusted value</b>
<b>21</b>	<b>TOTAL HQLA</b>		<b>5,639,217</b>
<b>22</b>	<b>TOTAL NET CASH OUTFLOWS</b>		<b>5,072,279</b>
<b>23</b>	<b>LIQUIDITY COVERAGE RATIO (%)</b>		<b>111.24</b>

Note: Data of the above table are the simple arithmetic means of the 92 calendar days' figures of the recent quarter.