

[NOT FOR DISTRIBUTION INTO OR IN THE UNITED STATES OF AMERICA]

**Issuance of US\$1 Billion 4.25% Basel III-Compliant Non-Cumulative Subordinated
Additional Tier 1 Capital under the US\$5,000,000,000 Medium Term Note Programme of
Industrial and Commercial Bank of China (Asia) Limited**

21 July 2016, Hong Kong – Industrial and Commercial Bank of China (Asia) Limited (“ICBC (Asia)” or the “Bank”) announced that it successfully issued US\$1 Billion 4.25% Basel III-compliant non-cumulative subordinated additional tier 1 capital (the “AT1 Notes”), the AT1 Notes were issued under the US\$5,000,000,000 Medium Term Note Programme of ICBC (Asia). ICBC^{*}, Goldman Sachs (Asia) L.L.C. acted as Joint Global Coordinators, and together with BofA Merrill Lynch, Citi Group, Deutsche Bank, HSBC and UBS were Joint Bookrunners for the offering of the AT1 Notes.

The AT1 Notes bear interest at a fixed rate of 4.25% per annum payable semi-annually in arrear and feature an optional call on the fifth anniversary and any distribution payment date thereafter. If the AT1 Notes are not called, the coupon will be reset based on the then prevailing 5-year US Treasury yield plus a fixed initial spread every 5 years. The AT1 Notes contain certain loss absorption features where the principal amount of the Notes will be fully and permanently written down upon certain Non-Viability Events, the AT1 Notes also contain Hong Kong Bail-in Power as described in the Supplemental Offering Circular for professional investors.

The AT1 Notes were issued at par and will be listed on 22 July 2016 on The Stock Exchange of Hong Kong. The Notes were assigned a rating of Ba1 by Moody’s^{*}.

The AT1 Notes offering by ICBC (Asia) are the first public offering of a US dollar denominated Basel III-compliant non-cumulative subordinated additional tier 1 capital in ICBC (Asia) and among ICBC’s foreign subsidiaries. As of today, it is the lowest yield ever achieved by any US\$ AT1 Notes issuance globally, and the largest AT1 Notes issuance among the banks in Hong Kong. The issue rating of Ba1 by Moody’s is also the highest issue rating among the outstanding

US\$ AT1 Notes issuance from banks in Asia. The issuance will help to strengthen the Bank's balance sheet and capital base.

ICBC (Asia) and ICBC International Securities Limited, subsidiaries of Industrial and Commercial Bank of China Limited, participate as managers in the offering of the Notes.

* The rating does not constitute a recommendation to buy, sell or hold the AT1 Notes and may be subject to suspension, reduction or withdrawal at any time by Moody's.

FCA/ICMA stabilisation applies

Disclaimer:

NOT FOR PUBLICATION OR DISTRIBUTION DIRECTLY OR INDIRECTLY, IN OR INTO THE UNITED STATES.

The Notes have not been and will not be registered under the U.S. Securities Act of 1933, as amended (the "Securities Act"), or the securities laws of any state of the United States or other jurisdiction. This press release is not for distribution, directly or indirectly, in or into the United States. This press release does not constitute or form a part of any offer or solicitation to purchase or subscribe for securities in the United States.

- END -

Industrial and Commercial Bank of China (Asia) Limited

Industrial and Commercial Bank of China (Asia) Limited ("ICBC (Asia)") is a licensed bank incorporated in Hong Kong. It has 60 retail outlets (including 28 "Elite Club" Wealth Management Centres) and 3 commercial business centres in Hong Kong. It is principally engaged in banking, financial and other finance-related services with a focus on retail and commercial banking as well as corporate banking business. The total assets of ICBC (Asia) amounted to HK\$733.6 billion at the end of 2015, and its after-tax net profit reached HK\$6.784 billion in 2015. Chinese Mercantile Bank and ICBC (Asia) Investment Management Company Limited, two wholly-owned subsidiaries of ICBC (Asia), are specialized in RMB services in Mainland China and the investment management business with a focus on Asia respectively. ICBC (Asia) is the flagship of overseas banking business of Industrial and Commercial Bank of China Limited ("ICBC") – currently the largest commercial bank in China.