



# 中国工商银行

## INDUSTRIAL AND COMMERCIAL BANK OF CHINA LIMITED (Incorporated in The People's Republic of China)

Head Office : 55 Fuxingmennei Avenue, Xicheng District, Beijing, China  
Tel: 86-10-6610 6114

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Tel: 6538 1066, Fax: 6538 1370

### CONSOLIDATED STATEMENT OF FINANCIAL POSITION

Year ended 31 December 2020  
(In RMB millions, unless otherwise stated)

	2020	2019
<b>ASSETS</b>		
Cash and balances with central banks	3,537,795	3,317,916
Due from banks and other financial institutions	1,081,897	1,042,368
Derivative financial assets	134,155	68,311
Reverse repurchase agreements	739,288	845,186
Loans and advances to customers	18,136,328	16,326,552
Financial investments	8,591,139	7,647,117
- Financial investments measured at fair value through profit or loss	784,483	962,078
- Financial investments measured at fair value through other comprehensive income	1,540,988	1,476,872
- Financial investments measured at amortised cost	6,265,668	5,208,167
Investments in associates and joint ventures	41,206	32,490
Property and equipment	286,279	286,561
Deferred income tax assets	67,713	62,536
Other assets	729,258	480,399
<b>TOTAL ASSETS</b>	<b>33,345,058</b>	<b>30,109,436</b>
<b>LIABILITIES</b>		
Due to central banks	54,974	1,017
Financial liabilities designated as at fair value through profit or loss	87,938	102,242
Derivative financial liabilities	140,973	85,180
Due to banks and other financial institutions	2,784,259	2,266,573
Repurchase agreements	293,434	263,273
Certificates of deposit	335,676	355,428
Due to customers	25,134,726	22,977,655
Income tax payable	89,785	96,192
Deferred income tax liabilities	2,881	1,873
Debt securities issued	798,127	742,875
Other liabilities	712,770	525,125
<b>TOTAL LIABILITIES</b>	<b>30,435,543</b>	<b>27,417,433</b>
<b>EQUITY</b>		
Equity attributable to equity holders of the parent company		
Share capital	356,407	356,407
Other equity instruments	225,819	206,132
Reserves	800,718	745,111
Retained profits	1,510,558	1,368,536
	2,893,502	2,676,186
Non-controlling interests	16,013	15,817
<b>TOTAL EQUITY</b>	<b>2,909,515</b>	<b>2,692,003</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>33,345,058</b>	<b>30,109,436</b>

### CONSOLIDATED STATEMENT OF PROFIT OR LOSS

Year ended 31 December 2020  
(In RMB millions, unless otherwise stated)

	2020	2019
Interest income	1,092,521	1,063,445
Interest expense	(445,756)	(431,228)
<b>NET INTEREST INCOME</b>	<b>646,765</b>	<b>632,217</b>
Fee and commission income	146,668	146,350
Fee and commission expense	(15,453)	(15,777)
<b>NET FEE AND COMMISSION INCOME</b>	<b>131,215</b>	<b>130,573</b>
Net trading income	2,222	8,447
Net gain/(loss) on financial investments	11,829	(3,682)
Other operating income, net	8,044	8,447
<b>OPERATING INCOME</b>	<b>800,075</b>	<b>776,002</b>
Operating expenses	(206,585)	(207,776)
Impairment losses on assets	(202,668)	(178,957)
<b>OPERATING PROFIT</b>	<b>390,822</b>	<b>389,269</b>
Share of profits of associates and joint ventures	1,304	2,520
<b>PROFIT BEFORE TAXATION</b>	<b>392,126</b>	<b>391,789</b>
Income tax expense	(74,441)	(78,428)
<b>PROFIT FOR THE YEAR</b>	<b>317,685</b>	<b>313,361</b>
Attributable to:		
Equity holders of the parent company	315,906	312,224
Non-controlling interests	1,779	1,137
<b>PROFIT FOR THE YEAR</b>	<b>317,685</b>	<b>313,361</b>
<b>EARNINGS PER SHARE</b>		
- Basic (RMB yuan)	0.86	0.86
- Diluted (RMB yuan)	0.86	0.86

### CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

Year ended 31 December 2020  
(In RMB millions, unless otherwise stated)

	2020	2019
Profit for the year	317,685	313,361
Other comprehensive income (after tax, net):		
Items that will not be reclassified to profit or loss:		
Changes in fair value of equity instruments designated as at fair value through other comprehensive income	1,289	(38)
Other comprehensive income recognised under equity method	(5)	11
Others	8	(5)
Items that may be reclassified subsequently to profit or loss:		
Changes in fair value of debt instruments measured at fair value through other comprehensive income	(3,042)	8,026
Credit losses of debt instruments measured at fair value through other comprehensive income	1,051	(64)
Reserve from cash flow hedging instruments	(253)	(634)
Other comprehensive income recognised under equity method	14	(530)
Foreign currency translation differences	(16,212)	4,271
Others	1,311	(329)
Subtotal of other comprehensive income for the year (15,839)		10,708
Total comprehensive income for the year	301,846	324,069
Total comprehensive income attributable to:		
Equity holders of the parent company	300,536	322,853
Non-controlling interests	1,310	1,216
	301,846	324,069

The notes form an integral part of the audited Financial Statements of Bank and a full understanding of the statements and the state of affairs of the bank cannot be achieved without reference to the complete set of the Bank's audited Financial Statements. The Bank's Annual Report with the notes to the Financial Statements and the list of Subsidiaries can be obtained from: Industrial and Commercial Bank of China Limited, Singapore Branch, 6 Raffles Quay, #12-01 Singapore 048580, or from website ([www.icbc-ltd.com](http://www.icbc-ltd.com)).

### CAPITAL ADEQUACY RATIO

(In RMB million, except for percentages)

	At 31 December 2020	At 31 December 2019
Net capital base	3,396,186	3,121,479
Net core tier 1 capital	2,653,002	2,457,274
Risk-weighted assets	20,124,139	18,616,886
Core tier 1 capital adequacy ratio	13.18%	13.20%
Tier 1 capital adequacy ratio	14.28%	14.27%
Capital adequacy ratio	16.88%	16.77%

In the event of receivership, winding up proceedings or equivalent proceedings of the bank, the laws of the country of incorporation does not require the bank to confer lower priority to depositors of its foreign offices, including that of its Singapore branch, vis-a-vis the home country depositors, in repayment of deposits.

### DIRECTORS OF THE BANK

Name	Position
Chen Siqing	Chairman, Executive Director
Liao Lin	Vice Chairman, Executive Director, President
Lu Yongzhen	Non-executive Director
Zheng Fuqing	Non-executive Director
Feng Weidong	Non-executive Director
Cao Liqun	Non-executive Director
Anthony Francis Neoh	Independent Non-executive Director
Yang Siu Shun	Independent Non-executive Director

Shen Si	Independent Non-executive Director
Nout Wellink	Independent Non-executive Director
Fred Zulu Hu	Independent Non-executive Director

### INDEPENDENT AUDITOR'S REPORT

To the shareholders of Industrial and Commercial Bank of China Limited  
(Incorporated in the People's Republic of China with limited liability)

#### Opinion

We have audited the consolidated financial statements of Industrial and Commercial Bank of China Limited (the "Bank") and its subsidiaries (the "Group"), which comprise the consolidated statement of financial position as at 31 December 2020, the consolidated statement of profit or loss, the consolidated statement of profit or loss and other comprehensive income, the consolidated statement of changes in equity and the consolidated cash flow statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

In our opinion, the consolidated financial statements give a true and fair view of the financial position of the Group as at 31 December 2020 and of its consolidated financial performance and its consolidated cash flows for the year then ended in accordance with International Financial Reporting Standards ("IFRSs") issued by the International Accounting Standards Board ("IASB") and have been properly prepared in compliance with the disclosure requirements of the Hong Kong Companies Ordinance.

#### Basis for opinion

We conducted our audit in accordance with International Standards on Auditing ("ISAs"). Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the consolidated financial statements section of our report. We are independent of the Group in accordance with the code of Ethics for Professional Accountants issued by International Ethics Standards Board for Accountants ("the Code") together with any ethical requirements that are relevant to our audit of the consolidated financial statements in the People's Republic of China, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

#### Key audit matters

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the consolidated financial statements of the current period. These matters were addressed in the context of our audit of the consolidated financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

#### Other Information

The Directors are responsible for the other information. The other information comprises all the information included in the annual report, other than the consolidated financial statements and our auditor's report thereon.

Our opinion on the consolidated financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the consolidated financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the consolidated financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

#### Responsibilities of the directors for the consolidated financial statements

The Directors are responsible for the preparation of the consolidated financial statements that give a true and fair view in accordance with IFRSs issued by IASB and the disclosure requirements of the Hong Kong Companies Ordinance, and for such internal control as the Directors determine is necessary to enable the preparation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, the Directors are responsible for assessing the Group's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Directors either intend to liquidate the Group or to cease operations, or have no realistic alternative but to do so.

The Directors are assisted by the Audit Committee in discharging their responsibilities for overseeing the Group's financial reporting process.

#### Auditor's responsibilities for the audit of the consolidated financial statements

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. This report is made solely to you, as a body, and for no other purpose. We do not assume responsibility towards or accept liability to any other person for the contents of this report.

Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial statements.

As part of an audit in accordance with ISAs, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Group's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Directors.
- Conclude on the appropriateness of the Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the Group audit. We remain solely responsible for our audit opinion.

We communicate with the Audit Committee regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide the Audit Committee with a statement that we have complied with relevant ethical requirements regarding independence and communicate with them all relationships and other matters that may reasonably be thought to bear on our independence and, where applicable, actions taken to eliminate threats or safeguards applied.

From the matters communicated with the Audit Committee, we determine those matters that were of most significance in the audit of the consolidated financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

The engagement partner on the audit resulting in this independent auditor's report is Wong Yuen Shan.

KPMG  
Certified Public Accountants  
Central, Hong Kong  
26 March 2021