

1. Regulatory Capital Information

The following information is disclosed in accordance with the Notice on Issuing Regulatory Documents on Capital Regulation for Commercial Banks Appendix 2 Notice on Enhancing Disclosure Requirements for Composition of Capital.

CAPITAL COMPOSITION

In RMB millions, except for percentages

S/N	Item	At 31 December 2019	At 31 December 2018	Reference ⁽¹⁾
Core tier 1 capital:				
1	Paid-in capital	356,407	356,407	X18
2	Retained earnings	1,964,205	1,746,540	
2a	Surplus reserve	292,149	261,636	X21
2b	General reserve	304,876	278,980	X22
2c	Retained profits	1,367,180	1,205,924	X23
3	Accumulated other comprehensive income (and other public reserves)	147,984	140,322	
3a	Capital reserve	149,067	151,968	X19
3b	Others	(1,083)	(11,646)	X24
4	Valid portion to core tier 1 capital during the transition period (only applicable to non-joint stock companies. Fill in 0 for joint stock banks)	-	-	
5	Valid portion of minority interests	4,178	3,752	X25
6	Core tier 1 capital before regulatory adjustments	2,472,774	2,247,021	
Core tier 1 capital: Regulatory adjustments				
7	Prudential valuation adjustments	-	-	
8	Goodwill (net of deferred tax liabilities)	9,038	8,820	X16
9	Other intangible assets other than land use rights (net of deferred tax liabilities)	2,933	1,927	X14-X15
10	Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of deferred tax liabilities)	-	-	
11	Cash flow hedge reserves that relate to the hedging of items that are not fair valued on the balance sheet	(4,451)	(3,739)	X20
12	Shortfall of provision for loan impairment	-	-	
13	Gain on sale related to asset securitization	-	-	
14	Unrealised gains and losses due to changes in own credit risk on fair valued liabilities	-	-	
15	Defined-benefit pension fund net assets (net of deferred tax liabilities)	-	-	

Note: (1) For mapped components of the balance sheet under regulatory scope of consolidation to capital items, please refer to “Explanations for Detailed Items”.

S/N	Item	At 31 December 2019	At 31 December 2018	Reference
16	Direct or indirect investments in own ordinary shares	-	-	
17	Reciprocal cross-holdings in core tier 1 capital between banks or between banks and other financial institutions	-	-	
18	Deductible amount of non-significant minority investment in core tier 1 capital instruments issued by financial institutions that are not subject to consolidation	-	-	
19	Deductible amount of significant minority investment in core tier 1 capital instruments issued by financial institutions that are not subject to consolidation	-	-	
20	Mortgage servicing rights	N/A	N/A	
21	Deferred tax assets arising from temporary differences (amount above 10% threshold, net of deferred tax liabilities)	-	-	
22	Deductible amount exceeding the 15% threshold for significant minority capital investments in core tier 1 capital instruments issued by financial institutions that are not subject to consolidation and undeducted portion of deferred tax assets arising from temporary differences (net of deferred tax liabilities)	-	-	
23	Including: Deductible amount of significant minority investments in core tier 1 capital instruments issued by financial institutions	-	-	
24	Including: Deductible amount of mortgage servicing rights	N/A	N/A	
25	Including: Deductible amount in deferred tax assets arising from temporary differences	-	-	
26a	Investments in core tier 1 capital instruments issued by financial institutions that are under control but not subject to consolidation	7,980	7,980	X11
26b	Shortfall in core tier 1 capital instruments issued by financial institutions that are under control but not subject to consolidation	-	-	
26c	Others that should be deducted from core tier 1 capital	-	-	
27	Undeducted shortfall that should be deducted from additional tier 1 capital and tier 2 capital	-	-	
28	Total regulatory adjustments to core tier 1 capital	15,500	14,988	
29	Core tier 1 capital	2,457,274	2,232,033	
Additional tier 1 capital:				
30	Additional tier 1 capital instruments and related premium	199,456	79,375	
31	Including: Portion classified as equity	199,456	79,375	X28+X32
32	Including: Portion classified as liabilities	-	-	
33	Invalid instruments to additional tier 1 capital after the transition period	-	-	
34	Valid portion of minority interests	793	735	X26
35	Including: Invalid portion to additional tier 1 capital after the transition period	-	-	
36	Additional tier 1 capital before regulatory adjustments	200,249	80,110	

S/N	Item	At 31 December 2019	At 31 December 2018	Reference
Additional tier 1 capital: Regulatory adjustments				
37	Direct or indirect investments in own additional tier 1 instruments	-	-	
38	Reciprocal cross-holdings in additional tier 1 capital between banks or between banks and other financial institutions	-	-	
39	Deductible amount of non-significant minority investment in additional tier 1 capital instruments issued by financial institutions that are not subject to consolidation	-	-	
40	Significant minority investments in additional tier 1 capital instruments issued by financial institutions that are not subject to consolidation	-	-	
41a	Investments in additional tier 1 capital instruments issued by financial institutions that are under control but not subject to consolidation	-	-	
41b	Shortfall in additional tier 1 capital instruments issued by financial institutions that are under control but not subject to consolidation	-	-	
41c	Others that should be deducted from additional tier 1 capital	-	-	
42	Undeducted shortfall that should be deducted from tier 2 capital	-	-	
43	Total regulatory adjustments to additional tier 1 capital	-	-	
44	Additional tier 1 capital	200,249	80,110	
45	Tier 1 capital (core tier 1 capital + additional tier 1 capital)	2,657,523	2,312,143	
Tier 2 capital:				
46	Tier 2 capital instruments and related premium	272,680	202,761	X17
47	Invalid instruments to tier 2 capital after the transition period	60,855	81,140	
48	Valid portion of minority interests	1,707	1,991	X27
49	Including: Invalid portion to tier 2 capital after the transition period	439	856	
50	Valid portion of surplus provision for loan impairment	189,569	127,990	X02+X04
51	Tier 2 capital before regulatory adjustments	463,956	332,742	
Tier 2 capital: Regulatory adjustments				
52	Direct or indirect investments in own tier 2 instruments	-	-	
53	Reciprocal cross-holdings in tier 2 capital between banks or between banks and other financial institutions	-	-	
54	Deductible portion of non-significant minority investment in tier 2 capital instruments issued by financial institutions that are not subject to consolidation	-	-	
55	Significant minority investments in tier 2 capital instruments issued by financial institutions that are not subject to consolidation	-	-	X31
56a	Investments in tier 2 capital instruments issued by financial institutions that are under control but not subject to consolidation	-	-	

S/N	Item	At 31 December 2019	At 31 December 2018	Reference
56b	Shortfall in tier 2 capital instruments issued by financial institutions that are under control but not subject to consolidation	-	-	
56c	Others that should be deducted from tier 2 capital	-	-	
57	Total regulatory adjustments to tier 2 capital	-	-	
58	Tier 2 capital	463,956	332,742	
59	Total capital (tier 1 capital + tier 2 capital)	3,121,479	2,644,885	
60	Total risk-weighted assets	18,616,886	17,190,992	
Requirements for capital adequacy ratio and reserve capital				
61	Core tier 1 capital adequacy ratio	13.20%	12.98%	
62	Tier 1 capital adequacy ratio	14.27%	13.45%	
63	Capital adequacy ratio	16.77%	15.39%	
64	Institution specific buffer requirement	4.0%	4.0%	
65	Including: Capital conservation buffer requirement	2.5%	2.5%	
66	Including: Countercyclical buffer requirement	-	-	
67	Including: G-SIB buffer requirement	1.5%	1.5%	
68	Percentage of core tier 1 capital meeting buffers to risk-weighted assets	8.20%	7.98%	
Domestic minima for regulatory capital				
69	Core tier 1 capital adequacy ratio	5%	5%	
70	Tier 1 capital adequacy ratio	6%	6%	
71	Capital adequacy ratio	8%	8%	
Amounts below the thresholds for deduction				
72	Undeducted portion of non-significant minority investments in capital instruments issued by financial institutions that are not subject to consolidation	84,515	64,004	X05+X07+X08+X09+X12+X29+X30
73	Undeducted portion of significant minority investments in capital instruments issued by financial institutions that are not subject to consolidation	37,654	32,215	X06+X10+X13
74	Mortgage servicing rights (net of deferred tax liabilities)	N/A	N/A	
75	Deferred tax assets arising from temporary differences (net of deferred tax liabilities)	60,846	57,073	
Valid caps of surplus provision for loan impairment in tier 2 capital				
76	Provision for loan impairment under the weighted approach	17,647	19,049	X01
77	Valid cap of surplus provision for loan impairment in tier 2 capital under the weighted approach	7,923	7,766	X02
78	Surplus provision for loan impairment under the internal ratings-based approach	460,851	393,682	X03
79	Valid cap of surplus provision for loan impairment in tier 2 capital under the internal ratings-based approach	181,646	120,224	X04
Capital instruments subject to phase-out arrangements				
80	Valid cap to core tier 1 capital instruments for the current period due to phase-out arrangements	-	-	
81	Excluded from core tier 1 capital due to cap	-	-	
82	Valid cap to additional tier 1 capital instruments for the current period due to phase-out arrangements	-	-	
83	Excluded from additional tier 1 capital due to cap	-	-	

S/N	Item	At 31 December 2019	At 31 December 2018	Reference
84	Valid cap to tier 2 capital instruments for the current period due to phase-out arrangements	60,855	81,140	
85	Excluded from tier 2 capital for the current period due to cap	63,383	67,102	

BALANCE SHEET AT THE GROUP'S LEVEL

In RMB millions

Item	At 31 December 2019		At 31 December 2018	
	Consolidated balance sheet as in published financial statements	Balance sheet under regulatory scope of consolidation	Consolidated balance sheet as in published financial statements	Balance sheet under regulatory scope of consolidation
Assets				
Cash and balances with central banks	3,317,916	3,317,916	3,372,576	3,372,576
Due from banks and other financial institutions	475,325	450,976	384,646	374,509
Precious metals	238,061	238,061	181,292	181,292
Placements with banks and other financial institutions	567,043	567,043	577,803	577,803
Derivative financial assets	68,311	68,311	71,335	71,335
Reverse repurchase agreements	845,186	841,954	734,049	733,460
Loans and advances to customers	16,326,552	16,325,339	15,046,132	15,045,239
Financial investments:	7,647,117	7,528,268	6,754,692	6,662,605
— Financial investments measured at fair value through profit or loss	962,078	921,042	805,347	772,191
— Financial investments measured at fair value through other comprehensive income	1,476,872	1,451,357	1,430,163	1,408,749
— Financial investments measured at amortised cost	5,208,167	5,155,869	4,519,182	4,481,665
Long-term equity investments	32,490	40,470	29,124	37,104
Fixed assets	244,902	244,846	253,525	253,460
Construction in progress	39,714	39,712	35,081	35,079
Deferred income tax assets	62,536	62,536	58,375	58,097
Other assets	244,283	230,111	200,910	186,769
Total assets	30,109,436	29,955,543	27,699,540	27,589,328
Liabilities				
Due to central banks	1,017	1,017	481	481
Due to banks and other financial institutions	1,776,320	1,776,320	1,328,246	1,328,246
Placements from banks and other financial institutions	490,253	490,253	486,249	486,249
Financial liabilities measured at fair value through profit or loss	102,242	102,242	87,400	87,399
Derivative financial liabilities	85,180	85,180	73,573	73,573
Repurchase agreements	263,273	254,926	514,801	513,495
Certificates of deposit	355,428	355,428	341,354	341,354
Due to customers	22,977,655	22,977,655	21,408,934	21,410,976
Employee benefits payable	35,301	34,960	33,636	33,351
Taxes payable	109,601	109,545	95,678	95,318
Debt securities issued	742,875	742,875	617,842	617,842

Item	At 31 December 2019		At 31 December 2018	
	Consolidated balance sheet as in published financial statements	Balance sheet under regulatory scope of consolidation	Consolidated balance sheet as in published financial statements	Balance sheet under regulatory scope of consolidation
Deferred income tax liabilities	1,873	1,690	1,217	1,024
Other liabilities	476,415	339,246	365,246	261,639
Total liabilities	27,417,433	27,271,337	25,354,657	25,250,947
Equity				
Share capital	356,407	356,407	356,407	356,407
Other equity instruments	206,132	206,132	86,051	86,051
Capital reserve	149,067	149,067	151,968	151,968
Other comprehensive income	(1,266)	(1,083)	(11,875)	(11,646)
Surplus reserve	292,291	292,149	261,720	261,636
General reserve	305,019	304,876	279,064	278,980
Retained profits	1,368,536	1,367,180	1,206,666	1,205,924
Equity attributable to equity holders of the parent company	2,676,186	2,674,728	2,330,001	2,329,320
Minority interests	15,817	9,478	14,882	9,061
Total equity	2,692,003	2,684,206	2,344,883	2,338,381

Note: Prepared in accordance with PRC GAAP.

EXPLANATIONS FOR DETAILED ITEMS

In RMB millions

Item	At 31 December 2019 Balance sheet under regulatory scope of consolidation	Reference
Loans and advances to customers	16,325,339	
Total loans and advances to customers	16,803,837	
Less: Provision for loan impairment under the weighted approach	17,647	X01
Including: Valid cap of surplus provision for loan impairment in tier 2 capital under the weighted approach	7,923	X02
Less: Provision for loan impairment under the internal ratings-based approach	460,851	X03
Including: Valid cap of surplus provision for loan impairment in tier 2 capital under the internal ratings-based approach	181,646	X04
Financial investments:		
Financial investments measured at fair value through profit or loss	921,042	
Including: Non-significant minority investments in core tier 1 capital instruments issued by financial institutions that are not subject to consolidation	90	X05
Including: Significant minority investments in core tier 1 capital instruments issued by financial institutions that are not subject to consolidation	6,144	X06
Including: Non-significant minority investments in additional tier 1 capital instruments issued by financial institutions that are not subject to consolidation	3,034	X07
Including: Non-significant minority investments in tier 2 capital instruments issued by financial institutions that are not subject to consolidation	72,788	X08
Financial investments measured at fair value through other comprehensive income	1,451,357	
Including: Non-significant minority investments in core tier 1 capital instruments issued by financial institutions that are not subject to consolidation	7,091	X09
Including: Significant minority investments in core tier 1 capital instruments issued by financial institutions that are not subject to consolidation	3,576	X10
Including: Non-significant minority investments in tier 2 capital instruments issued by financial institutions that are not subject to consolidation	-	X29
Financial investments measured at amortised cost	5,155,869	
Including: Non-significant minority investments in tier 2 capital instruments issued by financial institutions that are not subject to consolidation	1,488	X30
Including: Significant minority investments in tier 2 capital instruments issued by financial institutions that are not subject to consolidation	-	X31
Long-term equity investments	40,470	

Item	At 31 December 2019 Balance sheet under regulatory scope of consolidation	Reference
Including: Investment in core tier 1 capital instruments issued by financial institutions that are under control but not subject to consolidation	7,980	X11
Including: Undeducted portion of non-significant minority investments in capital instruments issued by financial institutions that are not subject to consolidation	24	X12
Including: Undeducted portion of significant minority investments in capital instruments issued by financial institutions that are not subject to consolidation	27,934	X13
Other assets	230,111	
Interest receivable	2,233	
Intangible assets	19,684	X14
Including: Land use rights	16,751	X15
Other receivables	162,542	
Goodwill	9,038	X16
Long-term deferred expenses	3,767	
Repossessed assets	9,123	
Others	23,724	
Debt securities issued	742,875	
Including: Valid portion of tier 2 capital instruments and their premium	272,680	X17
Share capital	356,407	X18
Other equity instruments	206,132	
Including: Preference shares	119,469	X28
Including: Perpetual bonds	79,987	X32
Capital reserve	149,067	X19
Other comprehensive income	(1,083)	X24
Reserve for changes in fair value of financial assets	23,560	
Reserve for cash flow hedging	(4,452)	
Including: Cash flow hedge reserves that relate to the hedging of items that are not fair valued on the balance sheet	(4,451)	X20
Changes in share of other owners' equity of associates and joint ventures	(1,456)	
Foreign currency translation reserve	(18,144)	
Others	(591)	
Surplus reserve	292,149	X21
General reserve	304,876	X22
Retained profits	1,367,180	X23
Minority interests	9,478	
Including: Valid portion to core tier 1 capital	4,178	X25
Including: Valid portion to additional tier 1 capital	793	X26
Including: Valid portion to tier 2 capital	1,707	X27

MAIN FEATURES OF ELIGIBLE CAPITAL INSTRUMENTS AT THE END OF 2019

S/N	Main features of regulatory capital instrument	Ordinary Shares (A share)	Ordinary Shares (H share)	Preference Shares (Offshore)	Preference Shares (Domestic)	Preference Shares (Domestic)	Undated Additional Tier 1 Capital Bonds (Domestic)
1	Issuer	The Bank	The Bank	The Bank	The Bank	The Bank	The Bank
2	Unique identifier	601398	1398	4604	360011	360036	1928018
3	Governing law(s) of the instrument	Securities Law of the People's Republic of China/China	Securities and Futures Ordinance of Hong Kong/ Hong Kong, China	The creation and issue of the Offshore Preference Shares and the rights and obligations (including non-contractual rights and obligations) attached to them are governed by, and shall be construed in accordance with, PRC law	Company Law of the People's Republic of China, Securities Law of the People's Republic of China, Guidance of the State Council on Launch of Preference Shares Pilot, Trial Administrative Measures on Preference Shares, Guidance on the Issuance of Preference Shares of Commercial Banks to Replenish Tier 1 Capital /China	Company Law of the People's Republic of China, Securities Law of the People's Republic of China, Guidance of the State Council on Launch of Preference Shares Pilot, Trial Administrative Measures on Preference Shares, Guidance on the Issuance of Preference Shares of Commercial Banks to Replenish Tier 1 Capital /China	Governed by the Commercial Banking Law of the People's Republic of China, the Regulation Governing Capital of Commercial Banks (Provisional) and the Measures for Administration of Financial Bond Issuance in China's Inter-bank Bond Market, as well as other applicable laws, regulations and normative documents /China
	Regulatory treatment						

S/N	Main features of regulatory capital instrument	Ordinary Shares (A share)	Ordinary Shares (H share)	Preference Shares (Offshore)	Preference Shares (Domestic)	Preference Shares (Domestic)	Undated Additional Tier 1 Capital Bonds (Domestic)
4	Including: Transition arrangement of Regulation Governing Capital of Commercial Banks (Provisional)	Core tier 1 capital	Core tier 1 capital	Additional tier 1 capital	Additional tier 1 capital	Additional tier 1 capital	Additional tier 1 capital
5	Including: Post-transition arrangement of Regulation Governing Capital of Commercial Banks (Provisional)	Core tier 1 capital	Core tier 1 capital	Additional tier 1 capital	Additional tier 1 capital	Additional tier 1 capital	Additional tier 1 capital
6	Including: Eligible to the parent company/group level	Parent company/ Group	Parent company/ Group	Parent company/ Group	Parent company/ Group	Parent company/ Group	Parent company/ Group
7	Instrument type	Core tier 1 capital instrument	Core tier 1 capital instrument	Additional tier 1 capital instrument	Additional tier 1 capital instrument	Additional tier 1 capital instrument	Additional tier 1 capital instrument
8	Amount recognized in regulatory capital (in millions, as at the latest reporting date)	RMB336,931	RMB168,496	RMB equivalent 4,542	RMB44,947	RMB69,981	RMB79,987
9	Par value of instrument (in millions)	RMB269,612	RMB86,795	EUR600	RMB45,000	RMB70,000	RMB80,000
10	Accounting treatment	Share capital, Capital reserve	Share capital, Capital reserve	Other equity	Other equity	Other equity	Other equity
11	Original date of issuance	19 October 2006	19 October 2006	10 December 2014	18 November 2015	19 September 2019	26 July 2019
12	Perpetual or dated	Perpetual	Perpetual	Perpetual	Perpetual	Perpetual	Perpetual
13	Including: Original maturity date	No maturity date	No maturity date	No maturity date	No maturity date	No maturity date	No maturity date
14	Issuer call (subject to prior supervisory approval)	No	No	Yes	Yes	Yes	Yes

S/N	Main features of regulatory capital instrument	Ordinary Shares (A share)	Ordinary Shares (H share)	Preference Shares (Offshore)	Preference Shares (Domestic)	Preference Shares (Domestic)	Undated Additional Tier 1 Capital Bonds (Domestic)
15	Including: Optional call date, contingent call dates and redemption amount	N/A	N/A	The First Redemption Date is 10 December 2021, in full or partial amount	The First Redemption Date is 18 November 2020, in full or partial amount	The First Redemption Date is 24 September 2024, in full or partial amount	The First Redemption Date is 30 July 2024, in full or partial amount
16	Including: Subsequent call dates, if applicable	N/A	N/A	10 December in each year after the First Redemption Date	Commences on the First Redemption Date (18 November 2020) and ends on the completion date of redemption or conversion of all the Domestic Preference Shares	Commences on the First Redemption Date (24 September 2024) and ends on the completion date of redemption or conversion of all the Domestic Preference Shares	Redemption of present bonds in full or in part on each Interest Date since the First Redemption Date (30 July 2024). The Issuer has the right to redeem the present bonds in full rather than in part if the present bonds are no longer included in additional tier 1 capital after they are issued due to unpredictable changes in regulatory rules
	Coupons/dividends						
17	Including: Fixed or floating dividend/coupon	Floating	Floating	Fixed to floating	Fixed to floating	Fixed to floating	Fixed to floating
18	Including: Coupon rate and any related index	N/A	N/A	6% (dividend rate) before 10 December 2021	4.5% (dividend rate) before 18 November 2020	4.2% (dividend rate) before 24 September 2024	4.45% (interest rate) before 30 July 2024

S/N	Main features of regulatory capital instrument	Ordinary Shares (A share)	Ordinary Shares (H share)	Preference Shares (Offshore)	Preference Shares (Domestic)	Preference Shares (Domestic)	Undated Additional Tier 1 Capital Bonds (Domestic)
19	Including: Existence of a dividend stopper	N/A	N/A	Yes	Yes	Yes	Yes
20	Including: Fully discretionary, partially discretionary or mandatory cancellation of coupons/ dividends	Fully discretionary	Fully discretionary	Partially discretionary	Partially discretionary	Partially discretionary	Partially discretionary
21	Including: Redemption incentive mechanism	No	No	No	No	No	No
22	Including: Non-cumulative or cumulative	Non-cumulative	Non-cumulative	Non-cumulative	Non-cumulative	Non-cumulative	Non-cumulative
23	Convertible or non-convertible	No	No	Yes	Yes	Yes	No
24	Including: If convertible, conversion trigger(s)	N/A	N/A	Additional Tier 1 Capital Trigger Event or Tier 2 Capital Trigger Event	Additional Tier 1 Capital Trigger Event or Tier 2 Capital Trigger Event	Additional Tier 1 Capital Trigger Event or Tier 2 Capital Trigger Event	N/A
25	Including: If convertible, fully or partially	N/A	N/A	Fully or partially convertible when an Additional Tier 1 Capital Trigger Event occurs; fully convertible when a Tier 2 Capital Trigger Event occurs	Fully or partially convertible when an Additional Tier 1 Capital Trigger Event occurs; fully convertible when a Tier 2 Capital Trigger Event occurs	Fully or partially convertible when an Additional Tier 1 Capital Trigger Event occurs; fully convertible when a Tier 2 Capital Trigger Event occurs	N/A

S/N	Main features of regulatory capital instrument	Ordinary Shares (A share)	Ordinary Shares (H share)	Preference Shares (Offshore)	Preference Shares (Domestic)	Preference Shares (Domestic)	Undated Additional Tier 1 Capital Bonds (Domestic)
26	Including: If convertible, conversion rate	N/A	N/A	The initial conversion price is equal to the average trading price of the H shares of the Bank for the 20 trading days preceding 25 July 2014, the date of publication of the Board resolution in respect of the issuance plan	The initial conversion price is equal to the average trading price of the A shares of the Bank for the 20 trading days preceding 25 July 2014, the date of publication of the Board resolution in respect of the issuance plan	The initial conversion price is equal to the average trading price of the A shares of the Bank for the 20 trading days preceding 30 August 2018, the date of publication of the Board resolution in respect of the issuance plan	N/A
27	Including: If convertible, mandatory or optional conversion	N/A	N/A	Mandatory	Mandatory	Mandatory	N/A
28	Including: If convertible, specify instrument type convertible into	N/A	N/A	Core tier 1 capital	Core tier 1 capital	Core tier 1 capital	N/A
29	Including: If convertible, specify issuer of instrument it converts into	N/A	N/A	The Bank	The Bank	The Bank	N/A
30	Write-down feature	No	No	No	No	No	Yes
31	Including: If write-down, write-down trigger(s)	N/A	N/A	N/A	N/A	N/A	Additional Tier 1 Capital Trigger Event or Tier 2 Capital Trigger Event

S/N	Main features of regulatory capital instrument	Ordinary Shares (A share)	Ordinary Shares (H share)	Preference Shares (Offshore)	Preference Shares (Domestic)	Preference Shares (Domestic)	Undated Additional Tier 1 Capital Bonds (Domestic)
32	Including: If write-down, full or partial	N/A	N/A	N/A	N/A	N/A	Full or partial write-down when an Additional Tier 1 Capital Trigger Event occurs; full write-down when a Tier 2 Capital Trigger Event occurs
33	Including: If write-down, permanent or temporary	N/A	N/A	N/A	N/A	N/A	Permanent write-down
34	Including: If temporary write-down, description of write-up mechanism	N/A	N/A	N/A	N/A	N/A	N/A
35	Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument)	Subordinated to depositor, general creditor, creditor of the subordinated debts and preference shareholders	Subordinated to depositor, general creditor, creditor of the subordinated debts and preference shareholders	Subordinated to deposits, general debts, subordinated debts, tier 2 capital bonds and undated additional tier 1 capital bonds	Subordinated to deposits, general debts, subordinated debts, tier 2 capital bonds and undated additional tier 1 capital bonds	Subordinated to deposits, general debts, subordinated debts, tier 2 capital bonds and undated additional tier 1 capital bonds	Subordinated to deposits, general debts, subordinated debts and tier 2 capital bonds
36	Non-compliant transitioned features	No	No	No	No	No	No
	Including: If yes, specify non-compliant features	N/A	N/A	N/A	N/A	N/A	N/A

MAIN FEATURES OF ELIGIBLE CAPITAL INSTRUMENTS AT THE END OF 2019 (CONTINUED)

S/N	Main features of regulatory capital instrument	Tier 2 capital bonds	Tier 2 capital bonds	Tier 2 capital bonds	Tier 2 capital bonds	Tier 2 capital bonds	Tier 2 capital bonds	Tier 2 capital bonds
1	Issuer	The Bank	The Bank	The Bank	The Bank	The Bank	The Bank	The Bank
2	Unique identifier	Rule 144A ISIN: US455881AD47 Regulation S ISIN: USY39656AC06	1728021	1728022	1928006	1928007	1928011	1928012
3	Governing law(s) of the instrument	The Notes and the Fiscal Agency Agreement shall be governed by, and shall be construed in accordance with, New York law, except that the provisions of the Notes relating to subordination shall be governed by, and construed in accordance with, PRC law	Governed by the Commercial Banking Law of the People's Republic of China, the Regulation Governing Capital of Commercial Banks (Provisional) and the Measures for Administration of Financial Bond Issuance in China's Inter-bank Bond Market, as well as other applicable laws, regulations and normative documents	Governed by the Commercial Banking Law of the People's Republic of China, the Regulation Governing Capital of Commercial Banks (Provisional) and the Measures for Administration of Financial Bond Issuance in China's Inter-bank Bond Market, as well as other applicable laws, regulations and normative documents	Governed by the Commercial Banking Law of the People's Republic of China, the Regulation Governing Capital of Commercial Banks (Provisional) and the Measures for Administration of Financial Bond Issuance in China's Inter-bank Bond Market, as well as other applicable laws, regulations and normative documents	Governed by the Commercial Banking Law of the People's Republic of China, the Regulation Governing Capital of Commercial Banks (Provisional) and the Measures for Administration of Financial Bond Issuance in China's Inter-bank Bond Market, as well as other applicable laws, regulations and normative documents	Governed by the Commercial Banking Law of the People's Republic of China, the Regulation Governing Capital of Commercial Banks (Provisional) and the Measures for Administration of Financial Bond Issuance in China's Inter-bank Bond Market, as well as other applicable laws, regulations and normative documents	Governed by the Commercial Banking Law of the People's Republic of China, the Regulation Governing Capital of Commercial Banks (Provisional) and the Measures for Administration of Financial Bond Issuance in China's Inter-bank Bond Market, as well as other applicable laws, regulations and normative documents
	Regulatory treatment							

S/N	Main features of regulatory capital instrument	Tier 2 capital bonds	Tier 2 capital bonds	Tier 2 capital bonds	Tier 2 capital bonds	Tier 2 capital bonds	Tier 2 capital bonds	Tier 2 capital bonds
4	Including: Transition arrangement of Regulation Governing Capital of Commercial Banks (Provisional)	Tier 2 capital	Tier 2 capital	Tier 2 capital	Tier 2 capital	Tier 2 capital	Tier 2 capital	Tier 2 capital
5	Including: Post-transition arrangement of Regulation Governing Capital of Commercial Banks (Provisional)	Tier 2 capital	Tier 2 capital	Tier 2 capital	Tier 2 capital	Tier 2 capital	Tier 2 capital	Tier 2 capital
6	Including: Eligible to the parent company/group level	Parent company/ Group	Parent company/ Group	Parent company/ Group	Parent company/ Group	Parent company/ Group	Parent company/ Group	Parent company/ Group
7	Instrument type	Tier 2 capital instrument	Tier 2 capital instrument	Tier 2 capital instrument	Tier 2 capital instrument	Tier 2 capital instrument	Tier 2 capital instrument	Tier 2 capital instrument
8	Amount recognized in regulatory capital (in millions, as at the latest reporting date)	RMB equivalent 13,825	RMB44,000	RMB44,000	RMB45,000	RMB10,000	RMB45,000	RMB10,000
9	Par value of instrument (in millions)	USD2,000	RMB44,000	RMB44,000	RMB45,000	RMB10,000	RMB45,000	RMB10,000
10	Accounting treatment	Debt securities issued	Debt securities issued	Debt securities issued	Debt securities issued	Debt securities issued	Debt securities issued	Debt securities issued
11	Original date of issuance	21 September 2015	6 November 2017	20 November 2017	21 March 2019	21 March 2019	24 April 2019	24 April 2019
12	Perpetual or dated	Dated	Dated	Dated	Dated	Dated	Dated	Dated
13	Including: Original maturity date	21 September 2025	8 November 2027	22 November 2027	25 March 2029	25 March 2034	26 April 2029	26 April 2034
14	Issuer call (subject to prior supervisory approval)	No	Yes	Yes	Yes	Yes	Yes	Yes
15	Including: Optional call date, contingent call dates and redemption amount	N/A	8 November 2022, in full amount	22 November 2022, in full amount	25 March 2024, in full amount	25 March 2029, in full amount	26 April 2024, in full amount	26 April 2029, in full amount
16	Including: Subsequent call dates, if applicable	N/A	N/A	N/A	N/A	N/A	N/A	N/A
	Coupons/dividends							
17	Including: Fixed or floating dividend/coupon	Fixed	Fixed	Fixed	Fixed	Fixed	Fixed	Fixed

S/N	Main features of regulatory capital instrument	Tier 2 capital bonds	Tier 2 capital bonds	Tier 2 capital bonds	Tier 2 capital bonds	Tier 2 capital bonds	Tier 2 capital bonds	Tier 2 capital bonds
18	Including: Coupon rate and any related index	4.875%	4.45%	4.45%	4.26%	4.51%	4.40%	4.69%
19	Including: Existence of a dividend stopper	No	No	No	No	No	No	No
20	Including: Fully discretionary, partially discretionary or mandatory cancellation of coupons/ dividends	Mandatory	Mandatory	Mandatory	Mandatory	Mandatory	Mandatory	Mandatory
21	Including: Redemption incentive mechanism	No	No	No	No	No	No	No
22	Including: Non-cumulative or cumulative	Non-cumulative	Non-cumulative	Non-cumulative	Non-cumulative	Non-cumulative	Non-cumulative	Non-cumulative
23	Convertible or non-convertible	No	No	No	No	No	No	No
24	Including: If convertible, conversion trigger(s)	N/A	N/A	N/A	N/A	N/A	N/A	N/A
25	Including: If convertible, fully or partially	N/A	N/A	N/A	N/A	N/A	N/A	N/A
26	Including: If convertible, conversion rate	N/A	N/A	N/A	N/A	N/A	N/A	N/A
27	Including: If convertible, mandatory or optional conversion	N/A	N/A	N/A	N/A	N/A	N/A	N/A
28	Including: If convertible, specify instrument type convertible into	N/A	N/A	N/A	N/A	N/A	N/A	N/A
29	Including: If convertible, specify issuer of instrument it converts into	N/A	N/A	N/A	N/A	N/A	N/A	N/A
30	Write-down feature	Yes	Yes	Yes	Yes	Yes	Yes	Yes

S/N	Main features of regulatory capital instrument	Tier 2 capital bonds	Tier 2 capital bonds	Tier 2 capital bonds	Tier 2 capital bonds	Tier 2 capital bonds	Tier 2 capital bonds	Tier 2 capital bonds
31	Including: If write-down, write-down trigger(s)	Whichever occurs earlier: (i) CBIRC having decided that a write-down is necessary, without which the Issuer would become non-viable; or (ii) any relevant authority having decided that a public sector injection of capital or equivalent support is necessary, without which the Issuer would become non-viable	Whichever occurs earlier: (i) CBIRC having decided that a write-down is necessary, without which the Issuer would become non-viable; or (ii) any relevant authority having decided that a public sector injection of capital or equivalent support is necessary, without which the Issuer would become non-viable	Whichever occurs earlier: (i) CBIRC having decided that a write-down is necessary, without which the Issuer would become non-viable; or (ii) any relevant authority having decided that a public sector injection of capital or equivalent support is necessary, without which the Issuer would become non-viable	Whichever occurs earlier: (i) CBIRC having decided that a write-down is necessary, without which the Issuer would become non-viable; or (ii) any relevant authority having decided that a public sector injection of capital or equivalent support is necessary, without which the Issuer would become non-viable	Whichever occurs earlier: (i) CBIRC having decided that a write-down is necessary, without which the Issuer would become non-viable; or (ii) any relevant authority having decided that a public sector injection of capital or equivalent support is necessary, without which the Issuer would become non-viable	Whichever occurs earlier: (i) CBIRC having decided that a write-down is necessary, without which the Issuer would become non-viable; or (ii) any relevant authority having decided that a public sector injection of capital or equivalent support is necessary, without which the Issuer would become non-viable	Whichever occurs earlier: (i) CBIRC having decided that a write-down is necessary, without which the Issuer would become non-viable; or (ii) any relevant authority having decided that a public sector injection of capital or equivalent support is necessary, without which the Issuer would become non-viable
32	Including: If write-down, full or partial	Partial or full write-down	Partial or full write-down	Partial or full write-down	Partial or full write-down	Partial or full write-down	Partial or full write-down	Partial or full write-down
33	Including: If write-down, permanent or temporary	Permanent write-down	Permanent write-down	Permanent write-down	Permanent write-down	Permanent write-down	Permanent write-down	Permanent write-down
34	Including: If temporary write-down, description of write-up mechanism	N/A	N/A	N/A	N/A	N/A	N/A	N/A

S/N	Main features of regulatory capital instrument	Tier 2 capital bonds	Tier 2 capital bonds	Tier 2 capital bonds	Tier 2 capital bonds	Tier 2 capital bonds	Tier 2 capital bonds	Tier 2 capital bonds
35	Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument)	Subordinated to depositor and general creditor, pari passu with other subordinated debts	Subordinated to depositor and general creditor, but senior to equity capital, other tier 1 capital instruments and hybrid capital bonds; pari passu with other subordinated debts that have been issued by the Issuer and are pari passu with the present bonds; and pari passu with other tier 2 capital instruments that will possibly be issued in the future and are pari passu with the present bonds	Subordinated to depositor and general creditor, but senior to equity capital, other tier 1 capital instruments and hybrid capital bonds; pari passu with other subordinated debts that have been issued by the Issuer and are pari passu with the present bonds; and pari passu with other tier 2 capital instruments that will possibly be issued in the future and are pari passu with the present bonds	Subordinated to depositor and general creditor, but senior to equity capital, other tier 1 capital instruments and hybrid capital bonds; pari passu with other subordinated debts that have been issued by the Issuer and are pari passu with the present bonds; and pari passu with other tier 2 capital instruments that will possibly be issued in the future and are pari passu with the present bonds	Subordinated to depositor and general creditor, but senior to equity capital, other tier 1 capital instruments and hybrid capital bonds; pari passu with other subordinated debts that have been issued by the Issuer and are pari passu with the present bonds; and pari passu with other tier 2 capital instruments that will possibly be issued in the future and are pari passu with the present bonds	Subordinated to depositor and general creditor, but senior to equity capital, other tier 1 capital instruments and hybrid capital bonds; pari passu with other subordinated debts that have been issued by the Issuer and are pari passu with the present bonds; and pari passu with other tier 2 capital instruments that will possibly be issued in the future and are pari passu with the present bonds	Subordinated to depositor and general creditor, but senior to equity capital, other tier 1 capital instruments and hybrid capital bonds; pari passu with other subordinated debts that have been issued by the Issuer and are pari passu with the present bonds; and pari passu with other tier 2 capital instruments that will possibly be issued in the future and are pari passu with the present bonds
36	Non-compliant transitioned features	No	No	No	No	No	No	No
	Including: If yes, specify non-compliant features	N/A	N/A	N/A	N/A	N/A	N/A	N/A

2. Leverage Ratio

The following information is disclosed in accordance with the Appendix 3: Disclosure Templates of Leverage Ratio to the Administrative Measures for Leverage Ratio of Commercial Banks (Revised).

COMPARISON OF REGULATORY LEVERAGE RATIO ITEMS AND ACCOUNTING ITEMS

In RMB millions

S/N	Item	At 31 December 2019
1	Total consolidated assets as per published financial statements	30,109,436
2	Consolidated adjustments for accounting purposes but outside the scope of regulatory consolidation	(153,893)
3	Adjustments for fiduciary assets	-
4	Adjustments for derivative financial instruments	12,352
5	Adjustment for securities financing transactions	18,975
6	Adjustment for off-balance sheet items	2,010,844
7	Other adjustments	(15,500)
8	Balance of adjusted on- and off-balance sheet assets	31,982,214

LEVERAGE RATIO, NET TIER 1 CAPITAL, BALANCE OF ADJUSTED ON- AND OFF-BALANCE SHEET ASSETS AND RELATED INFORMATION

In RMB millions, except for percentages

S/N	Item	At 31 December 2019
1	On-balance sheet items (excluding derivatives and SFTs, but including collateral)	29,507,681
2	Less: Asset amounts deducted in determining Basel III Tier 1 capital	(15,500)
3	Balance of adjusted on-balance sheet assets (excluding derivatives and SFTs)	29,492,181
4	Replacement cost associated with all derivatives transactions (i.e. net of eligible cash variation margin)	74,843
5	Add-on amounts for PFE associated with all derivatives transactions	70,072
6	Gross-up for derivatives collateral provided where deducted from the balance sheet assets pursuant to the operative accounting framework	-
7	Less: Deductions of receivables assets for cash variation margin provided in derivatives transactions	-
8	Less: Exempted CCP leg of client-cleared trade exposures	(18,334)
9	Effective notional amount of written credit derivatives	32,286

10	Less: Adjusted effective notional deductions for written credit derivatives	(71,672)
11	Total derivative exposures	87,195
12	Gross SFT assets (with no recognition of netting), after adjusting for sale accounting transactions	373,019
13	Less: Netted amounts of cash payables and cash receivables of gross SFT assets	-
14	CCR exposure for SFT assets	18,975
15	Agent transaction exposures	-
16	Total securities financing transaction exposures	391,994
17	Off-balance sheet exposure at gross notional amount	5,025,875
18	Less: Adjustments for conversion to credit equivalent amounts	(3,015,031)
19	Balance of adjusted off-balance sheet assets	2,010,844
20	Net tier 1 capital	2,657,523
21	Balance of adjusted on- and off-balance sheet assets	31,982,214
22	Leverage ratio	8.31%

3. Liquidity Coverage Ratio

The following information is disclosed in accordance with the Appendix 1: Quantitative Information Disclosure of Liquidity Coverage Ratio Using Advanced Approaches to the Guidelines on the LCR Disclosure of Commercial Banks.

QUANTITATIVE INFORMATION DISCLOSURE OF LIQUIDITY COVERAGE RATIO USING ADVANCED APPROACHES

In RMB millions, except for percentages

S/N	Item	Fourth quarter 2019	
		Total un-weighted value	Total weighted value
HIGH-QUALITY LIQUID ASSETS			
1	Total high-quality liquid assets (HQLA)		5,009,252
CASH OUTFLOWS			
2	Retail deposits and deposits from small business customers, of which:	11,157,778	1,111,081
3	<i>Stable deposits</i>	71,773	2,481
4	<i>Less stable deposits</i>	11,086,005	1,108,600
5	Unsecured wholesale funding, of which:	12,973,765	4,291,437
6	<i>Operational deposits (excluding those generated from correspondent banking activities)</i>	7,447,242	1,806,194
7	<i>Non-operational deposits (all counterparties)</i>	5,448,096	2,406,816
8	<i>Unsecured debt</i>	78,427	78,427
9	Secured funding		19,515
10	Additional requirements, of which:	3,255,199	1,116,826
11	<i>Outflows related to derivative exposures and other collateral requirements</i>	936,096	936,096
12	<i>Outflows related to loss of funding on debt products</i>	-	-
13	<i>Credit and liquidity facilities</i>	2,319,103	180,730
14	Other contractual funding obligations	63,556	62,962
15	Other contingent funding obligations	4,069,242	126,415
16	TOTAL CASH OUTFLOWS		6,728,236
CASH INFLOWS			
17	Secured lending (including reverse repos and securities borrowing)	995,964	544,121
18	Inflows from fully performing exposures	1,560,312	1,135,259
19	Other cash inflows	945,895	939,606
20	TOTAL CASH INFLOWS	3,502,171	2,618,986
			Total adjusted value
21	TOTAL HQLA		5,009,252
22	TOTAL NET CASH OUTFLOWS		4,109,250
23	LIQUIDITY COVERAGE RATIO (%)		121.89%

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

4. Net Stable Funding Ratio

The following information is disclosed in accordance with Annex 1 NSFR quantitative information disclosure template for advanced-approach banks to Disclosure Rules on Net Stable Funding Ratio of Commercial Banks.

NSFR QUANTITATIVE INFORMATION

In RMB millions, except for percentages

		31 December 2019				
No.	Item	Unweighted value by residual maturity				Weighted value
		No maturity	< 6 months	6 months to < 1 year	≥ 1 year	
Available stable funding (ASF) item						
1	Capital:	2,865,732	-	-	272,901	3,138,633
2	Regulatory capital	2,865,260	-	-	272,680	3,137,940
3	Other capital instruments	472	-	-	221	693
4	Retail deposits and deposits from small business customers:	5,994,637	5,433,965	23,367	8,681	10,319,962
5	Stable deposits	37,468	41,862	10,854	6,724	92,398
6	Less stable deposits	5,957,169	5,392,103	12,513	1,957	10,227,564
7	Wholesale funding:	7,639,372	5,680,477	206,122	288,681	6,656,170
8	Operational deposits	7,252,753	277,447	21,244	2,933	3,778,655
9	Other wholesale funding	386,619	5,403,030	184,878	285,748	2,877,515
10	Liabilities with matching interdependent assets	-	-	-	-	-
11	Other liabilities:	11,007	860,783	88,091	530,593	505,359
12	NSFR derivative liabilities		80,286			
13	All other liabilities and equities not included in the above categories	11,007	860,783	88,091	450,307	505,359
14	Total ASF					20,620,124
Required stable funding (RSF) item						
15	Total NSFR high-quality liquid assets (HQLA)					700,358
16	Deposits held at other financial institutions for operational purposes	184,215	-	11,529	1,101	98,974
17	Loans and securities:	5,296	3,585,858	2,372,383	13,626,434	14,025,884
18	Loans to financial institutions secured by Level 1 HQLA	-	250,665	2,270	11,762	49,947
19	Loans to financial institutions secured by non-Level 1 HQLA and unsecured loans to financial institutions	-	1,216,077	235,934	214,270	514,735

20	Loans to retail and small business customers, non-financial institutions, sovereigns, central banks and PSEs, of which:	-	1,895,739	1,884,342	7,683,559	8,363,034
21	With a risk weight of less than or equal to 35% under the Basel II standardised approach for credit risk	-	381,871	346,339	235,104	509,140
22	Residential mortgages, of which:	-	1,479	2,216	5,135,931	4,363,446
23	With a risk weight of less than or equal to 35% under the Basel II standardised approach for credit risk	-	717	741	21,536	15,090
24	Securities that are not in default and do not qualify as HQLA, including exchange-traded equities	5,296	221,898	247,621	580,912	734,722
25	Assets with matching interdependent liabilities	-	-	-	-	-
26	Other assets:	384,768	332,135	24,884	472,350	1,102,696
27	Physical traded commodities, including gold	36,967				31,422
28	Assets posted as initial margin for derivative contracts and contributions to default funds of CCPs				8,434	7,169
29	NSFR derivative assets				66,711	-
30	NSFR derivative liabilities with additional variation margin posted				85,697*	17,139
31	All other assets not included in the above categories	347,801	332,135	24,884	397,205	1,046,966
32	Off-balance sheet items				6,408,914	240,181
33	Total RSF					16,168,093
34	Net Stable Funding Ratio (%)					127.54%

		30 September 2019				
No.	Item	Unweighted value by residual maturity				Weighted value
		No maturity	< 6 months	6 months to < 1 year	≥ 1 year	
Available stable funding (ASF) item						
1	Capital:	2,841,988	-	-	273,638	3,115,626
2	Regulatory capital	2,841,533	-	-	273,028	3,114,561
3	Other capital instruments	455	-	-	610	1,065
4	Retail deposits and deposits from small	5,843,148	5,531,933	43,512	6,979	10,287,851

	business customers:					
5	Stable deposits	34,115	34,391	14,255	4,831	83,454
6	Less stable deposits	5,809,033	5,497,542	29,257	2,148	10,204,397
7	Wholesale funding:	7,559,760	6,023,084	295,735	303,807	6,847,050
8	Operational deposits	7,262,400	231,884	26,661	4,250	3,764,722
9	Other wholesale funding	297,360	5,791,200	269,074	299,557	3,082,328
10	Liabilities with matching interdependent assets	-	-	-	-	-
11	Other liabilities:	13,850	914,595	61,397	496,518	412,134
12	NSFR derivative liabilities				128,933	
13	All other liabilities and equities not included in the above categories	13,850	914,595	61,397	367,585	412,134
14	Total ASF					20,662,661
Required stable funding (RSF) item						
15	Total NSFR high-quality liquid assets (HQLA)					706,156
16	Deposits held at other financial institutions for operational purposes	199,468	-	7,276	1,251	104,624
17	Loans and securities:	3,452	3,881,312	2,478,392	13,448,654	13,972,341
18	Loans to financial institutions secured by Level 1 HQLA	-	524,328	3,696	12,703	92,645
19	Loans to financial institutions secured by non-Level 1 HQLA and unsecured loans to financial institutions	-	1,224,640	306,019	210,269	547,607
20	Loans to retail and small business customers, non-financial institutions, sovereigns, central banks and PSEs, of which:	-	1,902,979	2,026,707	7,528,033	8,303,612
21	With a risk weight of less than or equal to 35% under the Basel II standardised approach for credit risk	-	333,445	383,520	247,910	512,753
22	Residential mortgages, of which:	-	1,458	2,433	5,030,118	4,272,541
23	With a risk weight of less than or equal to 35% under the Basel II standardised approach for credit risk	-	665	669	26,961	18,578
24	Securities that are not in default and do not qualify as HQLA, including exchange-traded equities	3,452	227,907	139,537	667,531	755,936
25	Assets with matching interdependent liabilities	-	-	-	-	-
26	Other assets:	374,455	396,236	27,259	628,804	1,290,981
27	Physical traded commodities, including gold	30,749				26,137

28	Assets posted as initial margin for derivative contracts and contributions to default funds of CCPs				50,770	43,154
29	NSFR derivative assets				104,038	-
30	NSFR derivative liabilities with additional variation margin posted				134,475*	26,895
31	All other assets not included in the above categories	343,706	396,236	27,259	473,996	1,194,795
32	Off-balance sheet items				6,120,143	234,592
33	Total RSF					16,308,694
34	Net Stable Funding Ratio (%)					126.70%

Note: * The amount of derivative liabilities shall be recorded for this item, which is the amount of NSFR derivative liabilities without regard to maturity before deducting variation margin. It is excluded from the item 26 "Other assets".