



INDUSTRIAL AND COMMERCIAL BANK OF CHINA LIMITED

Pillar 3 Disclosure Report
of Capital Management
for the First Half of
2024

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Introduction

Preparation Basis

The Report is prepared and disclosed in accordance with the Decree of National Financial Regulatory Administration [No. 4, 2023] Regulation Governing Capital of Commercial Banks and other relevant rules.

Scope of Calculation of Regulatory Capital Indicators

The Group's scope of calculation of consolidated regulatory capital indicators includes Industrial and Commercial Bank of China Limited (hereinafter referred to as "the Bank") and financial institutions in which the Bank has directly or indirectly invested in accordance with the Regulation Governing Capital of Commercial Banks.

Capital Measurement Approaches

According to the scope of implementing the advanced capital measurement approaches as approved by the regulatory authorities, the Bank adopted the foundation internal ratings-based ("IRB") approach for corporate credit risk and the advanced IRB approach for retail credit risk that met the regulatory requirements, and adopted the weighted approach for credit risk uncovered by the IRB approach, the standardized approach for market risk, and the standardized approach for operational risk.

Disclaimer

The Bank has established a sound governance structure for Pillar 3 disclosure of capital management, which is approved by the Board of Directors. Moreover, the Senior Management implemented the effective internal control procedures, and reasonably reviewed information disclosure, to ensure that Pillar 3 disclosures are true and reliable. The Report was reviewed by the Senior Management of the Bank and submitted to and considered and approved by the Board of Directors of the Bank on 30 August 2024.

The Report is prepared in accordance with the Regulation Governing Capital of Commercial Banks and other relevant rules rather than the financial accounting standards. Therefore, some information in the Report cannot be directly compared with the financial information in the financial reports for the same period.

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

Overview of Risk Management, Key Prudential Regulatory Indicators and Risk Weighted Assets

Table KM1: Key Prudential Regulatory Indicators for Regulatory Consolidation

In RMB millions, except for percentages

	As at 30 June 2024	As at 31 March 2024
AVAILABLE CAPITAL (AMOUNT)		
1 Net common equity tier 1 capital	3,477,144	3,492,517
2 Net tier 1 capital	3,832,172	3,847,493
3 Net capital base	4,812,406	4,868,344
RISK-WEIGHTED ASSETS (AMOUNT)		
4 Total risk-weighted assets	25,123,488	25,347,956
4a Total risk-weighted assets (before capital floor)	25,123,488	25,347,956
CAPITAL ADEQUACY RATIO		
5 Common equity tier 1 capital adequacy ratio (%)	13.84	13.78
5a Common equity tier 1 capital adequacy ratio (%) (before capital floor)	13.84	13.78
6 Tier 1 capital adequacy ratio (%)	15.25	15.18
6a Tier 1 capital adequacy ratio (%) (before capital floor)	15.25	15.18
7 Capital adequacy ratio (%)	19.16	19.21
7a Capital adequacy ratio (%) (before capital floor)	19.16	19.21
ADDITIONAL CAPITAL REQUIREMENTS		
8 Capital conservation buffer requirement (%)	2.50	2.50
9 Countercyclical buffer requirement (%)	–	–
10 Capital surcharge for global systemically important banks (G-SIBs) or domestic systemically important banks (%)	1.50	1.50
11 Additional capital requirements (%) (8+9+10)	4.00	4.00
12 Ratio of net common equity tier 1 capital available after meeting minimum capital requirements to risk-weighted assets (%)	8.84	8.78
LEVERAGE RATIO		
13 Balance of adjusted on- and off-balance sheet assets	49,146,136	50,111,419
14 Leverage ratio (%)	7.80	7.68
14a Leverage ratio a (%) ⁽¹⁾	7.80	7.68
14b Leverage ratio b (%) ⁽²⁾	7.77	7.82
14c Leverage ratio c (%) ⁽³⁾	7.77	7.82
LIQUIDITY COVERAGE RATIO⁽⁴⁾		
15 High-quality liquid assets	8,162,224	7,636,915
16 Net cash outflows	6,115,727	6,039,295
17 Liquidity coverage ratio (%)	133.65	126.61
NET STABLE FUNDING RATIO		
18 Total available stable funding	32,086,162	32,738,107
19 Total required stable funding	25,016,809	25,288,511
20 Net stable funding ratio (%)	128.26	129.46

Overview of Risk Management, Key Prudential Regulatory Indicators and Risk Weighted Assets

- Notes: (1) Refers to the leverage ratio taking no account of temporary exemption of central bank reserves.
- (2) Refers to the leverage ratio taking into account temporary exemption of central bank reserves and calculated by adopting the simple arithmetic average of daily balance of securities financing transactions for the recent quarter.
- (3) Refers to the leverage ratio taking no account of temporary exemption of central bank reserves and calculated by adopting the simple arithmetic average of daily balance of securities financing transactions for the recent quarter.
- (4) Refers to the simple arithmetic average of daily values for the recent quarter.

Table OV1: Overview of Risk-weighted Assets

In RMB millions

	Risk-weighted assets		Minimum capital requirements
	As at 30 June 2024	As at 31 March 2024	As at 30 June 2024
1 Credit risk	22,654,841	22,999,930	1,812,387
2 Credit risk (excluding counterparty credit risk, credit valuation adjustment risk, banking book asset management products and banking book asset securitization)	22,254,729	22,516,753	1,780,378
3 Of which: Weighted approach	7,550,871	7,704,535	604,070
4 Of which: Exposure formed in the settlement process of securities, commodities and foreign exchange transactions	8	21	1
5 Of which: Amounts below the thresholds for deduction	379,004	369,523	30,320
6 Of which: Foundation IRB approach	11,643,524	11,829,422	931,482
7 Of which: Supervisory slotting approach	–	–	–
8 Of which: Advanced IRB approach	3,060,334	2,982,796	244,827
9 Counterparty credit risk	204,862	266,650	16,389
10 Of which: Standardized approach	204,862	266,650	16,389
11 Of which: Current exposure method	–	–	–
12 Of which: Other approaches	–	–	–
13 Credit valuation adjustment	38,962	61,547	3,117
14 Asset management products in banking book	143,862	140,791	11,509
15 Of which: Look-through approach	79,373	76,604	6,350
16 Of which: Mandate-based approach	64,393	46,258	5,151
17 Of which: 1250% risk weight applied	1,298	18,914	104
18 Securitization exposures in banking book	12,426	14,189	994
19 Of which: Securitization IRB approach	–	–	–
20 Of which: Securitization external ratings-based approach	799	1,094	64

Overview of Risk Management, Key Prudential Regulatory Indicators and Risk Weighted Assets

Table OV1: Overview of Risk-weighted Assets (Continued)

In RMB millions

	Risk-weighted assets		Minimum capital requirements
	As at 30 June 2024	As at 31 March 2024	As at 30 June 2024
21 Of which: Securitization standardized approach	–	–	–
Of which: 1250% risk weight applied	11,627	13,095	930
22 Market risk	585,696	465,075	46,856
23 Of which: Standardized approach	585,696	465,075	46,856
24 Of which: Internal model approach	–	–	–
25 Of which: Simplified standardized approach	–	–	–
26 Capital charge for switch between trading book and banking book	–	–	–
27 Operational risk	1,882,951	1,882,951	150,636
28 Additional adjustment due to the application of capital floor	–	–	
29 Total	25,123,488	25,347,956	2,009,879

Composition of Capital and Total Loss-absorbing Capacity (“TLAC”)

Table CCA: Main Features of Regulatory Capital Instruments and of External TLAC-eligible Non-capital Debt Instruments

Please refer to the Main Features of Regulatory Capital Instruments and of External TLAC-eligible Non-capital Debt Instruments (As at the End of June 2024) disclosed by the Bank on the website of the Bank. The web link is as follows:

<https://www.icbc-ltd.com/en/column/1438058326864052361.html>

Table CC1: Composition of Regulatory Capital

In RMB millions, except for percentages

	As at 30 June 2024	Reference	
COMMON EQUITY TIER 1 CAPITAL			
1	Paid-in capital and valid portion of capital reserve	504,548	e+g
2	Retained earnings	2,952,409	
2a	Surplus reserve	428,457	h
2b	General reserve	561,845	i
2c	Retained profits	1,962,107	j
3	Accumulated other comprehensive income	30,284	
4	Valid portion of minority interests	3,794	
5	Common equity tier 1 capital before deductions	3,491,035	
COMMON EQUITY TIER 1 CAPITAL: DEDUCTIONS			
6	Prudent valuation adjustments	–	
7	Goodwill (net of deferred tax liabilities)	8,598	a-c
8	Other intangible assets other than land use rights (net of deferred tax liabilities)	8,592	b-k-d
9	Deferred tax assets that rely on future profitability, excluding those arising from temporary differences (net of deferred tax liabilities)	–	
10	Cash flow hedge reserves that relate to the hedging of items that are not fair-valued on the balance sheet	(3,299)	
11	Shortfall of provision for expected impairment	–	
12	Gain on sales related to asset securitization	–	
13	Unrealized gains and losses due to changes in own credit risk on fair-valued liabilities	–	
14	Defined-benefit pension fund net assets (net of deferred tax liabilities)	–	
15	Direct or indirect investments in own ordinary shares	–	
16	Reciprocal cross-holdings in common equity tier 1 capital between banks, or between banks and other financial institutions	–	

Composition of Capital and Total Loss-absorbing Capacity (“TLAC”)

Table CC1: Composition of Regulatory Capital (Continued)

In RMB millions, except for percentages

	As at 30 June 2024	Reference
17 Deductible amount of non-significant minority investments in common equity tier 1 capital instruments issued by financial institutions that are not subject to consolidation	–	
18 Deductible amount of significant minority investments in common equity tier 1 capital instruments issued by financial institutions that are not subject to consolidation	–	
19 Deductible amount of deferred tax assets that rely on future profitability arising from temporary differences (net of deferred tax liabilities)	–	
20 Deductible amount exceeding the 15% threshold for significant minority capital investments in common equity tier 1 capital instruments issued by financial institutions that are not subject to consolidation and undeducted portion of deferred tax assets that rely on future profitability arising from temporary differences (net of deferred tax liabilities)	–	
21 Of which: Deductible amount of significant minority investments in common equity tier 1 capital instruments issued by financial institutions	–	
22 Of which: Deductible amount of deferred tax assets that rely on future profitability arising from temporary differences (net of deferred tax liabilities)	–	
23 Others that should be deducted from common equity tier 1 capital	–	
24 Undeducted shortfall that should be deducted from additional tier 1 capital and tier 2 capital	–	
25 Total deductions from common equity tier 1 capital	13,891	
26 Net common equity tier 1 capital	3,477,144	
ADDITIONAL TIER 1 CAPITAL		
27 Additional tier 1 capital instruments and related premium	354,331	
28 Of which: Portion classified as equity	354,331	
29 Of which: Portion classified as liabilities	–	
30 Valid portion of minority interests	697	
31 Additional tier 1 capital before deductions	355,028	
ADDITIONAL TIER 1 CAPITAL: DEDUCTIONS		
32 Direct or indirect investments in own additional tier 1 capital instruments	–	
33 Reciprocal cross-holdings in additional tier 1 capital between banks, or between banks and other financial institutions	–	
34 Deductible amount of non-significant minority investments in additional tier 1 capital instruments issued by financial institutions that are not subject to consolidation	–	

Composition of Capital and Total Loss-absorbing Capacity (“TLAC”)

Table CC1: Composition of Regulatory Capital (Continued)

In RMB millions, except for percentages

	As at 30 June 2024	Reference
35 Significant minority investments in additional tier 1 capital instruments issued by financial institutions that are not subject to consolidation	–	
36 Others that should be deducted from additional tier 1 capital	–	
37 Undeducted shortfall that should be deducted from tier 2 capital	–	
38 Total deductions from additional tier 1 capital	–	
39 Net additional tier 1 capital	355,028	
40 Net tier 1 capital	3,832,172	
TIER 2 CAPITAL		
41 Tier 2 capital instruments and related premium	545,804	
42 Valid portion of minority interests	1,118	
43 Valid portion of surplus provision for expected impairment	433,312	
44 Tier 2 capital before deductions	980,234	
TIER 2 CAPITAL: DEDUCTIONS		
45 Direct or indirect investments in own tier 2 capital instruments	–	
46 Reciprocal cross-holdings in tier 2 capital instruments and other TLAC non-capital debt instruments between banks, or between banks and other financial institutions	–	
47 Deductible amount of non-significant minority investments in tier 2 capital instruments issued by financial institutions that are not subject to consolidation	–	
47a Deductible amount of non-significant investments in TLAC non-capital debt instruments issued by financial institutions that are not subject to consolidation (only applicable to G-SIBs)	–	
48 Deductible amount of significant minority investments in tier 2 capital instruments issued by financial institutions that are not subject to consolidation	–	
48a Deductible amount of significant investments in TLAC non-capital debt instruments issued by financial institutions that are not subject to consolidation (only applicable to G-SIBs)	–	
49 Others that should be deducted from tier 2 capital	–	
50 Total deductions from tier 2 capital	–	
51 Net tier 2 capital	980,234	
52 Net capital base	4,812,406	
53 Risk-weighted assets	25,123,488	
CAPITAL ADEQUACY RATIO AND ADDITIONAL CAPITAL REQUIREMENTS		
54 Common equity tier 1 capital adequacy ratio	13.84%	
55 Tier 1 capital adequacy ratio	15.25%	
56 Capital adequacy ratio	19.16%	
57 Additional capital requirements (%)	4.00	

Composition of Capital and Total Loss-absorbing Capacity (“TLAC”)

Table CC1: Composition of Regulatory Capital (Continued)

In RMB millions, except for percentages

		As at 30 June 2024	Reference
58	Of which: Capital conservation buffer requirement	2.50	
59	Of which: Countercyclical buffer requirement	–	
60	Of which: G-SIBs or domestic systemically important banks (D-SIBs) buffer requirements	1.50	
61	Net common equity tier 1 capital (as a percentage of risk-weighted assets) available after meeting minimum capital requirements (%)	8.84	
DOMESTIC MINIMA FOR REGULATORY CAPITAL			
62	Common equity tier 1 capital adequacy ratio	5.00%	
63	Tier 1 capital adequacy ratio	6.00%	
64	Capital adequacy ratio	8.00%	
AMOUNTS BELOW THE THRESHOLDS FOR DEDUCTION			
65	Undeducted portion of non-significant minority investments in capital instruments issued by financial institutions that are not subject to consolidation	165,770	
65a	Undeducted portion of non-significant investments in TLAC non-capital debt instruments issued by financial institutions that are not subject to consolidation (only applicable to G-SIBs)	38,526	
66	Undeducted portion of significant minority investments in capital instruments issued by financial institutions that are not subject to consolidation	31,230	
67	Deferred tax assets that rely on future profitability arising from temporary differences (net of deferred tax liabilities)	97,484	
VALID CAPS OF SURPLUS PROVISION FOR EXPECTED IMPAIRMENT IN TIER 2 CAPITAL			
68	Surplus provision for expected impairment under the weighted approach	75,755	
69	Valid cap of surplus provision for expected impairment in tier 2 capital under the weighted approach	75,755	
70	Surplus provision for expected impairment under the IRB approach	357,557	
71	Valid cap of surplus provision for expected impairment in tier 2 capital under the IRB approach	357,557	

Composition of Capital and Total Loss-absorbing Capacity (“TLAC”)

Table CC2: Balance Sheet Differences under Group’s Level Financial Consolidation and Regulatory Consolidation

In RMB millions

		As at 30 June 2024		
		Balance sheet under consolidated financial statements	Balance sheet under regulatory scope of consolidation	Reference
ASSETS				
1	Cash and balances with central banks	3,628,128	3,628,128	
2	Due from banks and other financial institutions	585,805	547,956	
3	Precious metals	179,389	179,389	
4	Placements with banks and other financial institutions	675,596	675,596	
5	Derivative financial assets	150,410	150,410	
6	Reverse repurchase agreements	909,808	907,312	
7	Loans and advances to customers	27,077,967	27,077,967	
8	Financial investments	12,988,922	12,708,554	
9	Financial investments measured at fair value through profit or loss	916,147	792,026	
10	Financial investments measured at fair value through other comprehensive income	2,641,676	2,506,209	
11	Financial investments measured at amortised cost	9,431,099	9,410,319	
12	Long-term equity investments	65,568	73,548	
13	Fixed assets	273,886	273,804	
14	Construction in progress	22,229	22,183	
15	Deferred tax assets	97,938	97,484	
16	Other assets	460,890	452,268	
17	Of which: Goodwill	9,076	8,598	a
18	Intangible assets	23,030	22,746	b
	Of which: Land use rights	14,154	14,154	k
19	Total assets	47,116,536	46,794,599	
LIABILITIES				
20	Due to central banks	218,292	218,292	
21	Due to banks and other financial institutions	3,556,133	3,556,133	
22	Placements from banks and other financial institutions	557,644	557,644	
23	Financial liabilities measured at fair value through profit or loss	71,856	71,720	
24	Derivative financial liabilities	123,343	123,343	
25	Repurchase agreements	1,647,326	1,630,701	

Composition of Capital and Total Loss-absorbing Capacity (“TLAC”)

Table CC2: Balance Sheet Differences under Group’s Level Financial Consolidation and Regulatory Consolidation (Continued)

In RMB millions

		As at 30 June 2024		
		Balance sheet under consolidated financial statements	Balance sheet under regulatory scope of consolidation	Reference
26	Certificates of deposit	409,956	409,956	
27	Due to customers	34,107,316	34,108,440	
28	Employee benefits payable	43,948	43,736	
29	Taxes payable	42,337	42,284	
30	Debt securities issued	1,588,738	1,583,684	
31	Deferred tax liabilities	4,522	4,459	
32	Of which: Deferred tax liabilities related to goodwill	–	–	c
33	Deferred tax liabilities related to intangible assets	–	–	d
34	Other liabilities	880,624	588,349	
35	Total liabilities	43,252,035	42,938,741	
EQUITY				
36	Share capital	356,407	356,407	
37	Of which: Valid portion to common equity tier 1 capital	356,407	356,407	e
38	Of which: Valid portion to additional tier 1 capital	–	–	f
39	Other equity instruments	354,331	354,331	
40	Of which: Preference shares	134,614	134,614	
41	Perpetual bonds	219,717	219,717	
42	Capital reserve	148,141	148,141	g
43	Other comprehensive income	24,948	30,284	
44	Surplus reserve	428,809	428,457	h
45	General reserve	562,179	561,845	i
46	Retained profits	1,968,711	1,962,107	j
47	Equity attributable to equity holders of the parent company	3,843,526	3,841,572	
48	Minority interests	20,975	14,286	
49	Total equity	3,864,501	3,855,858	

Note: Prepared in accordance with PRC GAAP.

ICBC-AXA Assurance Co., Ltd. (hereinafter referred to as “ICBC-AXA”) is the investee with differences in financial consolidation scope and regulatory consolidation scope of the Group. According to the Regulation Governing Capital of Commercial Banks, ICBC-AXA is subject to financial consolidation but not regulatory consolidation. For details of ICBC-AXA as at 30 June 2024, please refer to the Bank’s 2024 Interim Report.

Credit Risk

**Table CR5-2: Credit Risk Exposure Amounts and Credit Conversion Factors (CCFs)
(Categorized Based on Risk Weight)**

In RMB millions, except for percentages

As at 30 June 2024				
Risk weight	Balance of on-balance sheet assets	Off-balance sheet assets (pre-CCF)	Weighted average CCF ⁽²⁾	Exposure (post-CCF and post-credit risk mitigation (CRM))
1 Less than 40%	15,328,088	119,015	77.12%	15,735,381
2 40-70%	2,859,537	376,166	71.24%	3,175,687
3 75%	876,843	178,914	34.27%	859,353
4 85%	50,960	47,291	16.88%	52,311
5 90-100%	3,072,494	615,049	31.30%	2,854,723
6 105-130%	32,615	15,458	35.11%	37,360
7 150%	317,596	2,421	41.66%	293,781
8 250%	284,191	–	–	283,570
9 400%	4,796	–	–	2,131
10 1250%	17,276	–	–	17,259
11 Total	22,844,396	1,354,314	46.37%	23,311,556

Notes: (1) The data disclosed in the above table is the amount of risk exposures uncovered by the IRB approach but using the weighted approach.

(2) Weighted average CCF is weighted based on off-balance sheet exposure (pre-CCF).

Table CR6: IRB – Credit Risk Exposures by Portfolio and Probability of Default (PD) Range

In RMB millions, except for percentages

As at 30 June 2024												
PD scale (%)	Balance of on-balance sheet assets	Off-balance sheet assets (pre-CCF)	Average CCF	Exposure at default (EAD) (post-CRM and post-CCF)	Average PD (weighted EAD)	Number of customers	Average loss given default (LGD)	Average maturity (years)	Risk-weighted assets (RWA)	Risk weight	Expected loss (EL)	Allowance for impairment losses
Foundation internal ratings-based approach – corporate												
[0.00,0.15)	1,988,042	573,758	16.50%	2,082,717	0.09%	665	39.81%	2.5	527,450	25.33%	707	
[0.15,0.25)	1,186,681	509,304	34.47%	1,362,215	0.15%	1,883	38.37%	2.5	523,636	38.44%	784	
[0.25,0.50)	2,687,303	1,070,528	23.79%	2,941,970	0.34%	8,701	38.79%	2.5	1,507,468	51.24%	3,824	
[0.50,0.75)	-	-	-	-	-	-	-	-	-	-	-	
[0.75,2.50)	6,749,451	2,774,992	21.20%	7,337,621	1.52%	148,846	37.66%	2.5	5,945,893	81.03%	41,523	
[2.50,10.00)	2,769,062	970,950	19.98%	2,963,016	4.15%	273,101	37.33%	2.5	2,963,910	100.03%	45,814	
[10.00,100.00)	99,094	16,684	76.55%	111,866	44.28%	6,158	34.02%	2.5	165,486	147.93%	17,324	
100 (default)	221,763	2,252	14.55%	222,090	100.00%	10,726	39.62%	2.5	9,681	4.36%	171,057	
Total of foundation internal ratings-based approach (all portfolios)	15,701,396	5,918,468	22.30%	17,021,495	3.05%	450,080	38.12%	2.5	11,643,524	68.40%	281,033	567,790
Of which: Foundation internal ratings-based approach – corporate – specialised loans												
[0.00,0.15)	1,006	443	22.92%	1,107	0.10%	5	40.00%	2.5	292	26.36%	0	
[0.15,0.25)	5,595	161	-	5,595	0.15%	16	40.00%	2.5	1,861	33.27%	3	
[0.25,0.50)	36,200	8,093	0.43%	36,235	0.36%	39	40.00%	2.5	18,830	51.97%	52	
[0.50,0.75)	-	-	-	-	-	-	-	-	-	-	-	
[0.75,2.50)	93,127	30,241	4.45%	94,472	1.60%	145	39.26%	2.5	87,203	92.31%	591	
[2.50,10.00)	44,739	26,252	3.70%	45,710	4.26%	62	39.62%	2.5	57,107	124.93%	772	
[10.00,100.00)	940	-	-	940	50.77%	6	39.63%	2.5	1,736	184.77%	190	
100 (default)	1,117	-	-	1,117	100.00%	4	40.00%	2.5	-	-	998	
Subtotal	182,724	65,190	3.76%	185,176	2.80%	277	39.53%	2.5	167,029	90.20%	2,606	6,210

Table CR6: IRB – Credit Risk Exposures by Portfolio and Probability of Default (PD) Range (Continued)

In RMB millions, except for percentages

PD scale (%)	Balance of on-balance sheet assets	Off-balance sheet assets (pre-CCF)	Average CCF	Exposure at default (EAD) (post-CRM and post-CCF)	Average PD (weighted EAD)	Number of customers ⁽¹⁾ (10,000)	Average loss given default (LGD)	Average maturity (years)	Risk-weighted assets (RWA)	Risk weight	Expected loss (EL)	Allowance for impairment losses
Advanced internal ratings-based approach – retail – personal mortgage loans												
[0.00,0.15)	2,999,182	-	-	2,999,182	0.08%	690	30.83%	-	184,050	6.14%	748	
[0.15,0.25)	781,787	-	-	781,787	0.20%	137	32.53%	-	103,360	13.22%	517	
[0.25,0.50)	906,510	-	-	906,510	0.34%	193	29.98%	-	159,772	17.62%	921	
[0.50,0.75)	-	-	-	-	-	-	-	-	-	-	-	
[0.75,2.50)	1,051,800	-	-	1,051,800	1.89%	251	29.30%	-	574,059	54.58%	5,803	
[2.50,10.00)	-	-	-	-	-	-	-	-	-	-	-	
[10.00,100.00)	278,235	-	-	278,235	20.70%	66	27.53%	-	355,047	127.61%	16,133	
100 (default)	44,290	-	-	44,290	100.00%	11	44.41%	-	57,816	130.54%	19,668	
Subtotal	6,061,804	-	-	6,061,804	2.12%	1,348	30.60%	-	1,434,105	23.66%	43,790	79,560
Advanced internal ratings-based approach – retail – qualifying revolving retail												
[0.00,0.15)	34,276	742,024	35.17%	295,216	0.09%	5,629	53.81%	-	9,036	3.06%	149	
[0.15,0.25)	10,656	52,630	45.21%	34,449	0.19%	542	55.63%	-	1,951	5.66%	36	
[0.25,0.50)	19,150	167,433	37.38%	81,737	0.29%	2,294	53.63%	-	6,356	7.78%	128	
[0.50,0.75)	28,945	61,332	49.71%	59,435	0.57%	362	56.93%	-	8,379	14.10%	193	
[0.75,2.50)	56,125	48,034	62.42%	86,106	1.57%	435	57.55%	-	26,391	30.65%	780	
[2.50,10.00)	65,667	18,687	66.50%	78,094	4.49%	484	57.80%	-	50,213	64.30%	2,030	
[10.00,100.00)	31,565	5,049	59.71%	34,579	23.92%	299	57.45%	-	48,348	139.82%	4,765	
100 (default)	23,079	3	-	23,079	100.00%	120	63.93%	-	34,572	149.80%	14,754	
Subtotal	269,463	1,095,192	38.64%	692,695	5.36%	10,166	55.58%	-	185,246	26.74%	22,835	31,841

Table CR6: IRB – Credit Risk Exposures by Portfolio and Probability of Default (PD) Range (Continued)

In RMB millions, except for percentages

PD scale (%)	Balance of on-balance sheet assets		Average CCF		Exposure at default (EAD)		Average PD (weighted EAD)	Number of customers ⁽¹⁾ (10,000)	Average loss given default (LGD)	Average maturity (years)	Risk-weighted assets (RWA)	Risk weight	Expected loss (EL)	Allowance for impairment losses
	on-balance sheet assets (pre-CCF)	Off-balance sheet assets	Average CCF	post-CRM and post-CCF	(EAD)	(post-CRM and post-CCF)								
Advanced internal ratings-based approach – retail – other retail														
[0.00,0.15)	134,685	3,769	26.70%	135,692	0.11%	35	64.68%	—	29,050	21.41%	99			
[0.15,0.25)	93,149	—	—	93,149	0.18%	27	65.66%	—	27,723	29.76%	111			
[0.25,0.50)	419,423	—	—	419,423	0.36%	131	60.50%	—	183,963	43.86%	901			
[0.50,0.75)	206,120	—	—	206,120	0.53%	89	63.11%	—	117,770	57.14%	701			
[0.75,2.50)	545,001	—	—	545,001	1.49%	340	65.40%	—	493,411	90.53%	5,518			
[2.50,10.00)	331,112	—	—	331,112	4.35%	270	62.56%	—	360,446	108.86%	9,141			
[10.00,100.00)	118,855	—	—	118,855	21.27%	130	70.21%	—	192,544	162.00%	17,601			
100 (default)	21,020	—	—	21,020	100.00%	38	69.65%	—	36,076	171.63%	14,639			
Subtotal	1,869,365	3,769	26.70%	1,870,372	3.83%	1,060	63.86%	—	1,440,983	77.04%	48,710			74,736
Total of advanced internal ratings-based approach (all portfolios)	8,200,632	1,098,961	38.60%	8,624,871	2.76%	12,574	39.82%	—	3,060,334	35.48%	115,335			186,137

Note: (1) Retail risk exposures are disclosed based on the number of debts.

Counterparty Credit Risk

Table CCR1: Counterparty Credit Risk Exposures by Approach

In RMB millions, except for percentages

		As at 30 June 2024					
		Replacement cost (RC)	Potential future exposure (PFE)	PFE add-on	Alpha (α) used for computing regulatory EAD	EAD (post-CRM)	RWA
1	Standardized approach (derivatives)	24,002	168,849		1.4	269,990	122,273
2	Current exposure method (derivatives)	—		—	1	—	—
3	Securities financing transactions (SFTs)					39,860	54,770
4	Total					309,850	177,043

Asset Securitization

Table SEC1: Securitization Exposures in the Banking Book

In RMB millions

		As at 30 June 2024											
		Bank acts as originator				Bank acts as sponsor				Bank acts as investor			
		Of which simple, transparent and comparable				Of which				Of which			
		Traditional	(STC)	Synthetic	Subtotal	Traditional	STC	Synthetic	Subtotal	Traditional	STC	Synthetic	Subtotal
1	Retail total	41,686	-	-	41,686	-	-	-	-	2,993	-	-	2,993
2	Of which: Residential mortgage	41,659	-	-	41,659	-	-	-	-	2,956	-	-	2,956
3	Of which: Credit card	25	-	-	25	-	-	-	-	-	-	-	-
4	Of which: Other retail	2	-	-	2	-	-	-	-	37	-	-	37
5	Of which: Re-securitization	-		-	-	-		-	-	-		-	-
6	Wholesale total	9	-	-	9	-	-	-	-	22	-	-	22
7	Of which: Loans to corporates	9	-	-	9	-	-	-	-	-	-	-	-
8	Of which: Commercial mortgage	-	-	-	-	-	-	-	-	-	-	-	-
9	Of which: Lease and receivables	-	-	-	-	-	-	-	-	22	-	-	22
10	Of which: Other wholesale	-	-	-	-	-	-	-	-	-	-	-	-
11	Of which: Re-securitization	-		-	-	-		-	-	-		-	-

Table SEC2: Securitization Exposures in the Trading Book

The Bank's trading book does not involve any securitization transactions.

Market Risk

Table MR1: Market Risk under the Standardized Approach

In RMB millions

		As at 30 June 2024 Capital requirement in standardized approach
1	General interest rate risk	5,442
2	Equity risk	374
3	Commodity risk	273
4	Foreign exchange risk	4,460
5	Credit spread risk – non-securitized products	14,259
6	Credit spread risk – securitization (non-correlation trading portfolios)	–
7	Credit spread risk – securitization (correlation trading portfolios)	–
8	Default risk – non-securitized products	21,965
9	Default risk – securitization (non-correlation trading portfolios)	–
10	Default risk – securitization (correlation trading portfolios)	–
11	Residual risk add-on	83
12	Total	46,856

Table MR3: Market Risk under the Simplified Standardized Approach

The Bank does not apply the simplified standardized approach to measure market risk.

Macprudential Supervisory Measures

Table GSIB1: Assessment Indicators of G-SIBs

For details on the assessment indicators of G-SIBs of the Group for the previous year and previous periods, please refer to the annual reports published by the Bank on the website of the Bank. The web link is as follows:

<https://www.icbc-ltd.com/en/column/1438058343653851171.html>

Leverage Ratio

Table LR1: Differences between Regulatory Leverage Ratio Items and Accounting Items

In RMB millions

		As at 30 June 2024
1	Total consolidated assets as per published financial statements	47,116,536
2	Consolidated adjustments for accounting purposes but outside the scope of regulatory consolidation	(321,937)
3	Adjustments for fiduciary assets	–
4	Adjustments for derivative financial instruments	256,629
5	Adjustments for securities financing transactions	6,128
6	Adjustments for off-balance sheet items	2,102,671
7	Adjustments for asset securitization transactions	–
8	Adjustments for unsettled financial assets	–
9	Adjustments for eligible cash pooling transactions	–
10	Adjustments for central bank reserves (if applicable)	–
11	Adjustments for prudent valuation adjustments and allowance for impairment losses	–
12	Other adjustments	(13,891)
13	Balance of adjusted on- and off-balance sheet assets	49,146,136

Table LR2: Leverage Ratio

In RMB millions, except for percentages

		As at 30 June 2024	As at 31 March 2024
BALANCE OF ON-BALANCE SHEET ASSETS			
1	On-balance sheet exposures (excluding derivatives and securities financing transactions)	46,611,944	45,719,563
2	Less: Allowance for impairment losses	(887,869)	(868,046)
3	Less: Asset amounts deducted in determining Basel III tier 1 capital	(13,891)	(13,614)
4	Balance of adjusted on-balance sheet assets (excluding derivatives and securities financing transactions)	45,710,184	44,837,903
DERIVATIVE EXPOSURES			
5	Replacement cost associated with all derivatives (net of eligible cash variation margin, taking into account the impact of bilateral netting agreements)	55,708	80,301
6	Add-on amounts for potential future exposure associated with all derivatives	337,701	307,899
7	Gross-up for derivatives collateral provided where deducted from the balance sheet assets pursuant to the operative accounting framework	–	–
8	Less: Deductions of receivables assets for cash variation margin provided in derivatives transactions	–	–
9	Less: Exempted central counterparties leg of client-cleared trade exposures	–	–
10	Effective notional amount of written credit derivatives	13,629	20,959
11	Less: Adjusted effective notional deductions for written credit derivatives	–	–
12	Total derivative exposures	407,038	409,159
SECURITIES FINANCING TRANSACTION EXPOSURES			
13	Gross securities financing transaction assets (with no recognition of netting), after adjusting for sale accounting transactions	920,115	2,321,599
14	Less: Netted amounts of cash payables and cash receivables of gross securities financing transaction assets	–	–
15	Counterparty credit risk exposure for securities financing transaction assets	6,128	8,601
16	Agent transaction exposures	–	–
17	Total securities financing transaction exposures	926,243	2,330,200

Leverage Ratio

Table LR2: Leverage Ratio (Continued)

In RMB millions, except for percentages

	As at 30 June 2024	As at 31 March 2024	
OFF-BALANCE SHEET EXPOSURES			
18	Off-balance sheet exposure at gross notional amount	8,371,744	8,239,912
19	Less: Adjustments for conversion to credit equivalent amounts	(6,243,801)	(5,682,035)
20	Less: Allowance for impairment losses	(25,272)	(23,720)
21	Balance of adjusted off-balance sheet assets	2,102,671	2,534,157
NET TIER 1 CAPITAL AND BALANCE OF ADJUSTED ON- AND OFF-BALANCE SHEET ASSETS			
22	Net tier 1 capital	3,832,172	3,847,493
23	Balance of adjusted on- and off-balance sheet assets	49,146,136	50,111,419
LEVERAGE RATIO			
24	Leverage ratio	7.80%	7.68%
24a	Leverage ratio a ⁽¹⁾	7.80%	7.68%
25	Minimum leverage ratio requirement	4.00%	4.00%
26	Applicable leverage buffers	0.75%	0.75%
DISCLOSURE OF AVERAGE VALUES			
27	Daily average balances of securities financing transactions for the quarter	1,074,621	1,427,855
27a	Quarter-end value of securities financing transactions	920,115	2,321,599
28	Balance of adjusted on- and off-balance sheet assets a ⁽²⁾	49,300,641	49,217,675
28a	Balance of adjusted on- and off-balance sheet assets b ⁽³⁾	49,300,641	49,217,675
29	Leverage ratio b ⁽⁴⁾	7.77%	7.82%
29a	Leverage ratio c ⁽⁵⁾	7.77%	7.82%

Notes: (1) Refers to the leverage ratio taking no account of temporary exemption of central bank reserves.

(2) Refers to the balance of adjusted on- and off-balance sheet assets taking into account temporary exemption of central bank reserves and calculated by adopting the simple arithmetic average of daily balance of securities financing transactions.

(3) Refers to the balance of adjusted on- and off-balance sheet assets taking no account of temporary exemption of central bank reserves and calculated by adopting the simple arithmetic average of daily balance of securities financing transactions.

(4) Refers to the leverage ratio taking into account temporary exemption of central bank reserves and calculated by adopting the simple arithmetic average of daily balance of securities financing transactions for the recent quarter.

(5) Refers to the leverage ratio taking no account of temporary exemption of central bank reserves and calculated by adopting the simple arithmetic average of daily balance of securities financing transactions for the recent quarter.

Liquidity Risk

Table LIQ1: Liquidity Coverage Ratio

In RMB millions, except for percentages

		Second quarter of 2024	
		Total unweighted value	Total weighted value
HIGH-QUALITY LIQUID ASSETS			
1	Total high-quality liquid assets (HQLA)		8,162,224
CASH OUTFLOWS			
2	Retail deposits and deposits from small business customers	18,250,433	1,821,460
3	Of which: Stable deposits	56,676	2,084
4	Of which: Less stable deposits	18,193,757	1,819,376
5	Unsecured wholesale funding	18,097,333	6,465,879
6	Of which: Operational deposits (excluding those generated from correspondent banking activities)	8,875,553	2,160,093
7	Of which: Non-operational deposits (all counterparties)	9,099,256	4,183,262
8	Of which: Unsecured debt	122,524	122,524
9	Secured funding		15,136
10	Additional requirements	3,818,267	1,538,124
11	Of which: Outflows related to derivative exposures and other collateral requirements	1,338,004	1,338,004
12	Of which: Outflows related to loss of funding on debt products	–	–
13	Of which: Credit and liquidity facilities	2,480,263	200,120
14	Other contractual funding obligations	96,224	96,201
15	Other contingent funding obligations	7,064,099	102,197
16	Total cash outflows		10,038,997
CASH INFLOWS			
17	Secured lending (including reverse repos and securities borrowing)	1,199,710	1,113,229
18	Inflows from fully performing exposures	2,327,010	1,509,611
19	Other cash inflows	1,302,949	1,300,430
20	Total cash inflows	4,829,669	3,923,270
			Total adjusted value
21	Total HQLA		8,162,224
22	Total net cash outflows		6,115,727
23	Liquidity coverage ratio (%)		133.65

Note: Data of the above table are the simple arithmetic average of the 91 calendar days' figures of the recent quarter.

Liquidity Risk

The daily average liquidity coverage ratio for the second quarter of 2024 was 133.65%, 7.04 percentage points higher than the previous quarter, mainly attributable to the increase in high-quality liquid assets. High-quality liquid assets cover cash, central bank reserve available under stress and primary and secondary bond assets that can be included in the liquidity coverage ratio under the regulatory requirements.

Table LIQ2: Net Stable Funding Ratio (NSFR)

In RMB millions, except for percentages

		As at 30 June 2024				
		Unweighted value				Weighted value
		No maturity	<6 months	6 months to < 1 year	≥1 year	
AVAILABLE STABLE FUNDING (ASF) ITEMS						
1	Capital	4,392,053	–	–	433,312	4,825,365
2	Regulatory capital	4,392,053	–	–	433,312	4,825,365
3	Other capital instruments	–	–	–	–	–
4	Retail deposits and deposits from small business customers	7,352,171	11,385,602	21,631	3,636	16,892,358
5	Stable deposits	33,145	57,216	14,816	1,812	101,730
6	Less stable deposits	7,319,026	11,328,386	6,815	1,824	16,790,628
7	Wholesale funding	8,958,113	10,926,934	1,327,494	143,179	9,529,409
8	Operational deposits	8,591,957	619,153	10,766	1,410	4,612,348
9	Other wholesale funding	366,156	10,307,781	1,316,728	141,769	4,917,061
10	Liabilities with matching interdependent assets	–	–	–	–	–
11	Other liabilities	6,538	968,908	140,098	871,742	839,030
12	NSFR derivative liabilities				109,299	
13	All other liabilities and equity not included in the above categories	6,538	968,908	140,098	762,443	839,030
14	Total ASF					32,086,162
REQUIRED STABLE FUNDING (RSF) ITEMS						
15	Total NSFR high-quality liquid assets (HQLA)					1,532,318
16	Deposits held at other financial institutions for operational purposes	222,526	9,268	2,517	7,803	125,223
17	Loans and securities	1,689	5,634,564	5,004,744	20,858,545	22,214,718
18	Loans to financial institutions secured by Level 1 HQLA	–	859,307	36,346	6,942	146,577
19	Loans to financial institutions secured by non-Level 1 HQLA and unsecured loans to financial institutions	–	1,282,945	189,375	148,687	442,758

Table LIQ2: Net Stable Funding Ratio (NSFR) (Continued)

In RMB millions, except for percentages

		As at 30 June 2024					
		Unweighted value				Weighted value	
		No maturity	<6 months	6 months to < 1 year	≥1 year		
20	Loans to retail and small business customers, non-financial institutions, sovereigns, central banks and public sector entities (PSEs)	–	2,879,852	4,554,065	13,476,657	15,076,309	
21	Of which: With a risk weight of less than or equal to 35%	–	551,118	1,185,573	333,314	1,073,564	
22	Residential mortgages	–	2,410	4,003	6,193,157	5,252,738	
23	Of which: With a risk weight of less than or equal to 35%	–	1,216	1,092	73,775	49,211	
24	Securities that are not in default and do not qualify as HQLA, including exchange-traded equities	1,689	610,050	220,955	1,033,102	1,296,336	
25	Assets with matching interdependent liabilities	–	–	–	–	–	
26	Other assets	311,098	463,057	25,320	319,744	901,075	
27	Physical traded commodities (including gold)	31,337				26,636	
28	Assets posted as initial margin for derivative contracts and contributions to default funds of central counterparties				62,275	52,933	
29	NSFR derivative assets				127,174	17,875	
30	NSFR derivative liabilities with additional variation margin posted				121,210 ⁽¹⁾	24,242	
31	All other assets not included in the above categories	279,761	463,057	25,320	130,295	779,389	
32	Off-balance sheet items				9,992,428	243,475	
33	Total RSF					25,016,809	
34	NSFR (%)					128.26	

Note: (1) This item is filled with the amount of derivative liabilities, that is, the amount of NSFR derivative liabilities before deducting the variable margin, without distinguishing the maturity; it is not included in the item 26 "Other assets".

Liquidity Risk

Table LIQ2: Net Stable Funding Ratio (NSFR) (Continued)

In RMB millions, except for percentages

		As at 31 March 2024					Weighted value
		Unweighted value					
		No maturity	<6 months	6 months to < 1 year	≥1 year		
AVAILABLE STABLE FUNDING (ASF) ITEMS							
1	Capital	4,226,030	–	–	524,171	4,750,201	
2	Regulatory capital	4,226,030	–	–	524,171	4,750,201	
3	Other capital instruments	–	–	–	–	–	
4	Retail deposits and deposits from small business customers	7,419,217	11,503,323	16,412	3,446	17,053,459	
5	Stable deposits	32,011	57,695	9,397	1,707	95,855	
6	Less stable deposits	7,387,206	11,445,628	7,015	1,739	16,957,604	
7	Wholesale funding	9,503,480	10,340,548	1,775,650	143,368	9,979,114	
8	Operational deposits	9,103,420	599,555	10,658	1,804	4,858,621	
9	Other wholesale funding	400,060	9,740,993	1,764,992	141,564	5,120,493	
10	Liabilities with matching interdependent assets	–	–	–	–	–	
11	Other liabilities	6,681	819,368	121,318	969,939	955,333	
12	NSFR derivative liabilities				81,946		
13	All other liabilities and equity not included in the above categories	6,681	819,368	121,318	887,993	955,333	
14	Total ASF					32,738,107	
REQUIRED STABLE FUNDING (RSF) ITEMS							
15	Total NSFR high-quality liquid assets (HQLA)					1,728,118	
16	Deposits held at other financial institutions for operational purposes	229,230	331	3,769	7,813	124,721	
17	Loans and securities	2,228	7,259,636	4,004,999	20,813,812	22,095,760	
18	Loans to financial institutions secured by Level 1 HQLA	–	1,977,663	42,236	3,024	317,381	
19	Loans to financial institutions secured by non-Level 1 HQLA and unsecured loans to financial institutions	–	1,359,076	250,421	185,876	519,287	

Table LIQ2: Net Stable Funding Ratio (NSFR) (Continued)

In RMB millions, except for percentages

		As at 31 March 2024					
		Unweighted value				Weighted value	
		No maturity	<6 months	6 months to < 1 year	≥1 year		
20	Loans to retail and small business customers, non-financial institutions, sovereigns, central banks and public sector entities (PSEs)	–	3,514,718	3,501,302	13,267,130	14,706,323	
21	Of which: With a risk weight of less than or equal to 35%	–	1,038,920	342,366	320,396	886,118	
22	Residential mortgages	–	2,433	3,834	6,318,952	5,360,059	
23	Of which: With a risk weight of less than or equal to 35%	–	1,179	1,089	71,457	47,689	
24	Securities that are not in default and do not qualify as HQLA, including exchange-traded equities	2,228	405,746	207,206	1,038,830	1,192,710	
25	Assets with matching interdependent liabilities	–	–	–	–	–	
26	Other assets	305,070	478,908	28,902	440,640	1,101,044	
27	Physical traded commodities (including gold)	23,401				19,891	
28	Assets posted as initial margin for derivative contracts and contributions to default funds of central counterparties				50,661	43,062	
29	NSFR derivative assets				78,452	–	
30	NSFR derivative liabilities with additional variation margin posted				92,112 ⁽¹⁾	18,422	
31	All other assets not included in the above categories	281,669	478,908	28,902	311,527	1,019,669	
32	Off-balance sheet items				9,747,803	238,868	
33	Total RSF					25,288,511	
34	NSFR (%)					129.46	

Note: (1) This item is filled with the amount of derivative liabilities, that is, the amount of NSFR derivative liabilities before deducting the variable margin, without distinguishing the maturity; it is not included in the item 26 "Other assets".

Net stable funding ratio aims to ensure commercial banks have sufficient stable sources of funding to meet the needs for stable funding of assets and off-balance sheet risk exposures. The net stable funding ratio is the ratio of the available stable funding to the required stable funding. As at the end of the second quarter of 2024, the net stable funding ratio was 128.26%, 1.20 percentage points lower than that at the end of the previous quarter, mainly due to the slight decrease in available stable funds.