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中國光大銀行股份有限公司

China Everbright Bank Company Limited

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

(Stock code: 6818)

ANNOUNCEMENT ON THE CHANGES IN ACCOUNTING POLICIES

I. SUMMARY OF THE CHANGES IN ACCOUNTING POLICIES

As a company listed both domestically and internationally, China Everbright Bank Company Limited (the “**Company**”) will fully and formally execute the International Financial Reporting Standards No. 16 – Leases and the Accounting Standards for Business Enterprises No. 21 – Leases (the “**New Standards**”) pursuant to the requirements of the New Standards starting from 1 January 2019.

The board of the Company considered and approved the Proposal on the Change of Accounting Policies of China Everbright Bank Company Limited, approving to change the Company’s accounting policies pursuant to the abovementioned accounting standards. The changes in accounting policies are not subject to consideration at the general meeting of the Company.

II. DETAILS OF THE CHANGES IN ACCOUNTING POLICIES AND THE IMPACT ON THE COMPANY

The New Standards require lessees to adopt a singular model to recognize the right-of-use assets and lease liabilities for all leases (except for short-term leases and low-value asset leases within one year of simplified treatment as stipulated by the standard) and recognize depreciation and interest expense respectively (i.e. adopting a singular model similar to the current financial lease accounting treatment). The New Standards distinguish a lease from a service contract based on whether the customer can control the leased assets and place more emphasis on which of the parties owns the controlling rights over the use of identifiable assets, and define lease business with the three elements of “identifiable assets”, “economic benefits” and “dominant rights of use” and such definition is a new on-sheet/off-sheet test standard on the balance sheet. The disclosure requirements regarding the lessees are also adjusted accordingly. According to the transitional regulations, enterprises are not subject to restating comparable figures for previous periods.

Therefore, the Company made changes to its accounting policies on 1 January 2019; it will disclose its accounting statements in accordance with the New Standards without restating the comparable figures for the end of 2018 starting from the 2019 first quarterly report. The implementation of the abovementioned New Standards has no material impact on the financial report of the Company.

III. CONCLUSIVE OPINIONS OF INDEPENDENT DIRECTORS AND BOARD OF SUPERVISORS

The Independent Directors and the board of supervisors of the Company agree with the changes of accounting policies of the Company and are of the view that: the changes of accounting policies are reasonable according to the requirements of the relevant documents of the Ministry of Finance. They conform to the relevant requirements of the Ministry of Finance, China Securities Regulatory Commission, Shanghai Stock Exchange and other regulatory authorities, reflect the Company's financial conditions and operating results in a more objective and fair manner, and are in line with the interests of the Company and its shareholders. The procedures for the review of the changes in accounting policies are in compliance with the requirements of relevant laws and regulations and the Articles of Association of China Everbright Bank Company Limited.

On behalf of the Board
China Everbright Bank Company Limited
LI Xiaopeng
Chairman

Beijing, the PRC
26 April 2019

As at the date of this announcement, the Executive Director of the Company is Mr. Ge Haijiao; the Non-executive Directors are Mr. Li Xiaopeng, Mr. Cai Yunge, Mr. Fu Dong, Mr. Shi Yongyan, Mr. Wang Xiaolin, Mr. He Haibin and Mr. Zhao Wei; and the Independent Non-executive Directors are Mr. Qiao Zhimin, Mr. Xie Rong, Ms. Fok Oi Ling Catherine, Mr. Xu Hongcai, Mr. Feng Lun and Mr. Wang Ligu.