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**中國銀行股份有限公司**  
**BANK OF CHINA LIMITED**

*(a joint stock company incorporated in the People's Republic of China with limited liability)*  
**(the "Bank")**

**(Stock Code: 3988 and 4619 (Preference Shares))**

## **Report for the Third Quarter ended 30 September 2022**

The Board of Directors (the "Board") of the Bank is pleased to announce the unaudited results of the Bank and its subsidiaries (the "Group") for the third quarter ended 30 September 2022. This announcement is made by the Bank pursuant to Part XIVA of the *Securities and Futures Ordinance* (Chapter 571 of the Laws of Hong Kong) and Rule 13.09 of the *Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited*.

## I. MAJOR FINANCIAL DATA

### 1.1 Major accounting data and financial indicators for the Group prepared in accordance with International Financial Reporting Standards (“IFRS”)

Unit: RMB million (unless otherwise stated)

Items		As at 30 September 2022	As at 31 December 2021	Change (%)
Total assets		28,639,287	26,722,408	7.17
Capital and reserves attributable to equity holders of the Bank		2,382,270	2,225,153	7.06
Net assets per share (RMB)		6.84	6.47	5.62
Items	Three-month period ended 30 September 2022	Change (%)	Nine-month period ended 30 September 2022	Change (%)
Operating income	154,325	0.84	467,936	2.64
Profit for the period	56,714	5.39	181,017	5.02
Profit attributable to equity holders of the Bank	53,157	4.83	173,081	5.85
Basic earnings per share (RMB)	0.18	4.82	0.56	4.82
Diluted earnings per share (RMB)	0.18	4.82	0.56	4.82
Return on average equity (%)	10.39	Down by 0.41 percentage point	11.19	Down by 0.38 percentage point
Net cash flows from operating activities	N/A	N/A	(313,367)	-170.00

Note: The impact of annualised preference shares dividends and perpetual bonds interest declared in the current reporting period has been considered in the calculation of the above data and/or indicators.

### 1.2 Changes in major accounting data and financial indicators and the reasons thereof

For the nine-month period ended 30 September 2022, the Group’s net cash flows from operating activities was an outflow of RMB313.367 billion, representing a decrease of 170.00% compared with the same period of 2021. This was mainly attributable to a net decrease of due to central banks and due to and placements from banks and other financial institutions as compared to a net increase in the same period of the prior year.

### 1.3 Differences between IFRS and Chinese Accounting Standards (“CAS”) consolidated financial statements

There are no differences in the Group’s operating results for the nine-month period ended 30 September 2022 and 2021 or the total equity as at 30 September 2022 and as at 31 December 2021 presented in the Group’s consolidated financial statements prepared under IFRS and those prepared under CAS.

## II. SHAREHOLDERS INFORMATION

### 2.1 Number of ordinary shareholders and top ten ordinary shareholders

**2.1.1 Number of ordinary shareholders as at 30 September 2022: 667,426 (including 494,927 A-Share Holders and 172,499 H-Share Holders)**

**2.1.2 Top ten ordinary shareholders as at 30 September 2022**

Unit: Share

No.	Name of ordinary shareholder	Number of shares held as at the end of the reporting period	Percentage of total ordinary shares	Number of shares subject to selling restrictions	Number of shares pledged, labelled or frozen	Type of shareholder	Type of ordinary shares
1	Central Huijin Investment Ltd.	188,461,533,607	64.02%	–	None	State	A
2	HKSCC Nominees Limited	81,763,972,075	27.77%	–	Unknown	Foreign legal person	H
3	China Securities Finance Co., Ltd.	7,941,164,885	2.70%	–	None	State-owned legal person	A
4	Central Huijin Asset Management Ltd.	1,810,024,500	0.61%	–	None	State-owned legal person	A
5	HKSCC Limited	1,400,271,405	0.48%	–	None	Foreign legal person	A
6	MUFG Bank, Ltd.	520,357,200	0.18%	–	Unknown	Foreign legal person	H
7	China Life Insurance Company Limited — traditional — general insurance product — 005L — CT001SH	505,020,441	0.17%	–	None	Other	A
8	China Pacific Life Insurance Co., Ltd. — China Pacific Life Insurance Dividend Equity Portfolio (Traditional) with management of Changjiang Pension Insurance Co., Ltd.	333,000,000	0.11%	–	None	Other	A
9	Aluminum Corporation of China	99,999,900	0.03%	–	None	State-owned legal person	A
10	Everbright Securities Company Limited	99,195,900	0.03%	–	None	State-owned legal person	A

Notes:

- 1 The number of shares held by H-Share Holders was recorded in the register of members kept at the H-Share Registrar of the Bank.
- 2 The number of shares held by HKSCC Nominees Limited is the aggregate number of the Bank's H Shares it held as the nominee for all the institutional and individual investors that maintained accounts with it as at 30 September 2022.
- 3 Central Huijin Asset Management Ltd. is a wholly-owned subsidiary of Central Huijin Investment Ltd.
- 4 The number of shares held by HKSCC Limited is the aggregate number of the Bank's A Shares it held as the nominee holder who held securities on behalf of others, including the number of SSE securities acquired by Hong Kong (China) and overseas investors through Shanghai-Hong Kong Stock Connect.
- 5 Save as disclosed above, the Bank is not aware of any connected relation or concerted action among the aforementioned ordinary shareholders.

## 2.2 Number of preference shareholders and top ten preference shareholders

### 2.2.1 Number of preference shareholders as at 30 September 2022: 72 (including 71 domestic preference shareholders and 1 offshore preference shareholder)

### 2.2.2 Top ten preference shareholders as at 30 September 2022

Unit: Share

No.	Name of preference shareholder	Number of shares held as at the end of the reporting period	Percentage of total preference shares	Number of shares pledged or frozen	Type of shareholder	Type of preference shares
1	Bosera Fund — ICBC — Bosera — ICBC — Flexible Allocation No. 5 Specific Multi-customer Assets Management Plan	200,000,000	16.70%	None	Other	Domestic Preference Shares
2	The Bank of New York Mellon Corporation	197,865,300	16.52%	Unknown	Foreign legal person	Offshore Preference Shares
3	Hwabao Trust Co., Ltd. — Hwabao Trust — Baofu Investment No.1 Collective Capital Trust Plan	136,065,000	11.36%	None	Other	Domestic Preference Shares
4	CCB Trust Co., Ltd. — “Qian Yuan — Ri Xin Yue Yi” Open-ended Wealth Management Single Fund Trust	112,000,000	9.35%	None	Other	Domestic Preference Shares
5	China Life Insurance Company Limited — traditional — general insurance product — 005L — CT001SH	70,000,000	5.84%	None	Other	Domestic Preference Shares
6	Jiangsu International Trust Corporation Limited — JSITC — He Xiang Tian Li No.1 Collective Capital Trust Plan	54,540,000	4.55%	None	Other	Domestic Preference Shares
7	BOCOM Schroder Asset Management — BOCOM — BOCOM Schroder Asset Management Zhuoyuan No. 2 Collective Asset Management Plan	54,400,000	4.54%	None	Other	Domestic Preference Shares
8	Postal Savings Bank of China Co., Ltd.	40,000,000	3.34%	None	State-owned legal person	Domestic Preference Shares
9	Shanghai Tobacco Group Co., Ltd.	30,000,000	2.50%	None	State-owned legal person	Domestic Preference Shares
9	Ping An Life Insurance Company of China — universal — individual universal insurance	30,000,000	2.50%	None	Other	Domestic Preference Shares

#### Notes:

- 1 The Bank of New York Mellon Corporation, acting as the custodian for all the offshore preference shareholders that maintained accounts with Euroclear and Clearstream as at 30 September 2022, held 197,865,300 Offshore Preference Shares, representing 100% of the Offshore Preference Shares.
- 2 As at 30 September 2022, “China Life Insurance Company Limited — traditional — general insurance product — 005L — CT001SH” was one of both the Bank’s top ten ordinary shareholders and top ten preference shareholders.
- 3 Save as disclosed above, the Bank is not aware of any connected relation or concerted action among the aforementioned preference shareholders, or among the aforementioned preference shareholders and the Bank’s top ten ordinary shareholders.

### III. OTHER SIGNIFICANT INFORMATION

#### 3.1 Summary of analysis on overall operating activities

During the first three quarters of 2022, the Group achieved a profit for the period of RMB181.017 billion and a profit attributable to equity holders of the Bank of RMB173.081 billion, an increase of 5.02% and 5.85% respectively compared with the same period of 2021. Return on average total assets (ROA) was 0.87%, and return on average equity (ROE) was 11.19%. The common equity tier 1 capital adequacy ratio, tier 1 capital adequacy ratio and capital adequacy ratio stood at 11.62%, 13.90% and 17.17% respectively.

##### *3.1.1 The principal components of the Group's consolidated income statement for the nine-month period ended 30 September 2022 were as follows:*

1. The Group's net interest income amounted to RMB342.993 billion, representing an increase of RMB26.978 billion or 8.54% compared with the same period of 2021. The net interest margin was 1.77%.
2. The Group's non-interest income amounted to RMB124.943 billion, representing a decrease of RMB14.939 billion or 10.68% compared with the same period of 2021. Non-interest income represented 26.70% of the total operating income. Particularly, net fee and commission income amounted to RMB59.028 billion, a decrease of RMB4.843 billion or 7.58% compared with the same period of 2021.
3. The Group's operating expenses amounted to RMB165.117 billion, an increase of RMB4.931 billion or 3.08% compared with the same period of 2021. The cost to income ratio (calculated under domestic regulations) was 25.83%.
4. The Group's impairment losses on assets amounted to RMB82.794 billion, a decrease of RMB2.098 billion or 2.47% compared with the same period of 2021. The Group reported non-performing loans RMB227.904 billion, and the ratio of non-performing loans to total loans was 1.31%, a decrease of 0.02 percentage point compared with the prior year-end. The ratio of allowance for loan impairment losses to non-performing loans was 188.68%, an increase of 1.63 percentage points compared with the prior year-end.

**3.1.2 The principal components of the Group's financial position as at 30 September 2022 were as follows:**

The Group's total assets amounted to RMB28,639.287 billion, an increase of RMB1,916.879 billion or 7.17% compared with the prior year-end. Total liabilities amounted to RMB26,120.329 billion, an increase of RMB1,748.474 billion or 7.17% compared with the prior year-end.

1. The Group's due to customers amounted to RMB19,959.134 billion, an increase of RMB1,816.247 billion or 10.01% compared with the prior year-end. Particularly, domestic RMB-denominated deposits amounted to RMB15,355.548 billion, an increase of RMB1,518.834 billion or 10.98% compared with the prior year-end.
2. The Group's loans and advances to customers amounted to RMB17,406.699 billion, an increase of RMB1,694.125 billion or 10.78% compared with the prior year-end. Particularly, domestic RMB-denominated loans amounted to RMB14,002.877 billion, an increase of RMB1,349.082 billion or 10.66% compared with the prior year-end.
3. The Group's financial investments amounted to RMB6,253.380 billion, an increase of RMB88.709 billion or 1.44% compared with the prior year-end. The RMB-denominated investments amounted to RMB4,816.405 billion, an increase of RMB39.509 billion or 0.83% compared with the prior year-end. Foreign currency-denominated investments amounted to USD202.396 billion, a decrease of USD15.270 billion or 7.02% compared with the prior year-end.

**3.2 Implementation of cash dividend policy during the reporting period**

The Board of Directors of the Bank considered and approved the dividend distribution plan for the Bank's Domestic Preference Shares (Fourth Tranche) on 29 April 2022. The Bank distributed a total of RMB1.1745 billion (before tax) of dividends on the Domestic Preference Shares (Fourth Tranche) on 29 August 2022, with an annual dividend rate of 4.35% (before tax). The dividend distribution plan has been accomplished.

A cash dividend of RMB2.21 per ten ordinary shares (before tax) in respect of the profit for the year ended 31 December 2021 amounting to RMB65,060 million (before tax) was approved at the Annual General Meeting held on 30 June 2022. Such cash dividend was distributed on 15 July 2022 and 10 August 2022 after the appropriate withholding of individual and enterprise income taxes.

**3.3 Other significant events**

For announcements regarding other significant events made in accordance with the regulatory requirements during the reporting period, please refer to the websites of the Shanghai Stock Exchange, Hong Kong Exchanges and Clearing Limited and the Bank.

#### IV. FINANCIAL STATEMENTS (PREPARED IN ACCORDANCE WITH IFRS)

##### Consolidated Income Statement

	Unit: RMB million			
	For the three-month period ended 30 September		For the nine-month period ended 30 September	
	2022 (unaudited)	2021 (unaudited)	2022 (unaudited)	2021 (unaudited)
Interest income	226,043	199,856	645,054	586,790
Interest expense	(107,043)	(92,614)	(302,061)	(270,775)
<b>Net interest income</b>	<b>119,000</b>	<b>107,242</b>	<b>342,993</b>	<b>316,015</b>
Fee and commission income	19,575	20,344	69,492	73,256
Fee and commission expense	(3,692)	(3,286)	(10,464)	(9,385)
<b>Net fee and commission income</b>	<b>15,883</b>	<b>17,058</b>	<b>59,028</b>	<b>63,871</b>
Net trading gains	1,662	10,776	10,606	20,530
Net gains on transfers of financial asset	573	1,278	1,130	3,130
Other operating income	17,207	16,688	54,179	52,351
<b>Operating income</b>	<b>154,325</b>	<b>153,042</b>	<b>467,936</b>	<b>455,897</b>
Operating expenses	(56,205)	(57,829)	(165,117)	(160,186)
Impairment losses on assets	(29,984)	(31,947)	(82,794)	(84,892)
<b>Operating profit</b>	<b>68,136</b>	<b>63,266</b>	<b>220,025</b>	<b>210,819</b>
Share of results of associates and joint ventures	488	397	668	1,146
<b>Profit before income tax</b>	<b>68,624</b>	<b>63,663</b>	<b>220,693</b>	<b>211,965</b>
Income tax expense	(11,910)	(9,852)	(39,676)	(39,607)
<b>Profit for the period</b>	<b>56,714</b>	<b>53,811</b>	<b>181,017</b>	<b>172,358</b>
<b>Attributable to:</b>				
Equity holders of the Bank	53,157	50,710	173,081	163,523
Non-controlling interests	3,557	3,101	7,936	8,835
	<b>56,714</b>	<b>53,811</b>	<b>181,017</b>	<b>172,358</b>
Earnings per share (in RMB)				
— Basic	0.18	0.17	0.56	0.53
— Diluted	0.18	0.17	0.56	0.53

# Consolidated Statement of Comprehensive Income

Unit: RMB million

	For the three-month period ended 30 September		For the nine-month period ended 30 September	
	2022 (unaudited)	2021 (unaudited)	2022 (unaudited)	2021 (unaudited)
<b>Profit for the period</b>	<b>56,714</b>	<b>53,811</b>	<b>181,017</b>	<b>172,358</b>
<b>Other comprehensive income:</b>				
<b>Items that will not be reclassified to profit or loss</b>				
— Actuarial (losses)/gains on defined benefit plans	(17)	(58)	27	(96)
— Changes in fair value on equity instruments designated at fair value through other comprehensive income	(1,421)	(333)	(2,528)	489
— Other	2	14	3	51
Subtotal	(1,436)	(377)	(2,498)	444
<b>Items that may be reclassified to profit or loss</b>				
— Changes in fair value on debt instruments measured at fair value through other comprehensive income	385	5,122	(17,394)	4,328
— Allowance for credit losses on debt instruments measured at fair value through other comprehensive income	(163)	210	(99)	342
— Exchange differences from the translation of foreign operations	20,557	(158)	36,437	(4,362)
— Other	422	115	1,044	256
Subtotal	21,201	5,289	19,988	564
<b>Other comprehensive income for the period, net of tax</b>	<b>19,765</b>	<b>4,912</b>	<b>17,490</b>	<b>1,008</b>
<b>Total comprehensive income for the period</b>	<b>76,479</b>	<b>58,723</b>	<b>198,507</b>	<b>173,366</b>
<b>Total comprehensive income attributable to:</b>				
Equity holders of the Bank	67,034	55,314	181,807	165,670
Non-controlling interests	9,445	3,409	16,700	7,696
	<b>76,479</b>	<b>58,723</b>	<b>198,507</b>	<b>173,366</b>



## Consolidated Statement of Financial Position

	Unit: RMB million	
	As at 30 September 2022 (unaudited)	As at 31 December 2021 (audited)
<b>ASSETS</b>		
Cash and due from banks and other financial institutions	847,928	644,816
Balances with central banks	2,208,603	2,228,726
Placements with and loans to banks and other financial institutions	1,106,062	1,257,413
Government certificates of indebtedness for bank notes issued	200,430	175,715
Precious metals	222,291	276,258
Derivative financial assets	256,155	95,799
Loans and advances to customers, net	16,977,548	15,322,484
Financial investments	6,253,380	6,164,671
— financial assets at fair value through profit or loss	591,241	561,642
— financial assets at fair value through other comprehensive income	2,334,971	2,389,830
— financial assets at amortised cost	3,327,168	3,213,199
Investments in associates and joint ventures	37,929	35,769
Property and equipment	248,465	246,091
Investment properties	20,990	19,554
Deferred income tax assets	61,278	51,172
Other assets	198,228	203,940
<b>Total assets</b>	<b>28,639,287</b>	<b>26,722,408</b>

# Consolidated Statement of Financial Position (continued)

Unit: RMB million

	As at 30 September 2022 (unaudited)	As at 31 December 2021 (audited)
<b>LIABILITIES</b>		
Due to banks and other financial institutions	2,640,159	2,682,739
Due to central banks	795,503	955,557
Bank notes in circulation	200,268	175,605
Placements from banks and other financial institutions	285,223	407,767
Financial liabilities held for trading	50,120	12,458
Derivative financial liabilities	223,352	89,151
Due to customers	19,959,134	18,142,887
Bonds issued	1,404,808	1,388,678
Other borrowings	26,782	26,354
Current tax liabilities	49,233	45,006
Retirement benefit obligations	1,922	2,095
Deferred income tax liabilities	6,629	7,003
Other liabilities	477,196	436,555
<b>Total liabilities</b>	<b>26,120,329</b>	<b>24,371,855</b>
<b>EQUITY</b>		
<b>Capital and reserves attributable to equity holders of the Bank</b>		
Share capital	294,388	294,388
Other equity instruments	369,494	319,505
Capital reserve	135,760	135,717
Other comprehensive income	10,881	1,417
Statutory reserves	214,113	213,930
General and regulatory reserves	304,674	303,209
Undistributed profits	1,052,960	956,987
	<b>2,382,270</b>	<b>2,225,153</b>
<b>Non-controlling interests</b>	<b>136,688</b>	<b>125,400</b>
<b>Total equity</b>	<b>2,518,958</b>	<b>2,350,553</b>
<b>Total equity and liabilities</b>	<b>28,639,287</b>	<b>26,722,408</b>

LIU Liange  
Director

LIU Jin  
Director

## Consolidated Statement of Cash Flows

Unit: RMB million

	<b>For the nine-month period ended 30 September</b>	
	<b>2022</b>	<b>2021</b>
	(unaudited)	(unaudited)
<b>Cash flows from operating activities</b>		
Profit before income tax	220,693	211,965
Adjustments:		
Impairment losses on assets	82,794	84,892
Depreciation of property and equipment and right-of-use assets	16,626	16,888
Amortisation of intangible assets and other assets	4,986	4,657
Net gains on disposals of property and equipment, intangible assets and other long-term assets	(325)	(378)
Net gains on disposals of investments in subsidiaries, associates and joint ventures	(532)	(1,037)
Share of results of associates and joint ventures	(668)	(1,146)
Interest income arising from financial investments	(121,872)	(114,306)
Dividends arising from investment securities	(612)	(514)
Net gains on financial investments	265	(1,866)
Interest expense arising from bonds issued	33,026	30,975
Accreted interest on impaired loans	(643)	(544)
Interest expense arising from lease liabilities	502	583
Net changes in operating assets and liabilities:		
Net increase in balances with central banks	(133,862)	(189,316)
Net (increase)/decrease in due from and placements with and loans to banks and other financial institutions	(86,923)	144,351
Net decrease/(increase) in precious metals	53,978	(12,729)
Net increase in loans and advances to customers	(1,715,920)	(1,389,061)
Net (increase)/decrease in other assets	(417,704)	103,962
Net (decrease)/increase in due to banks and other financial institutions	(45,555)	651,201
Net (decrease)/increase in due to central banks	(163,647)	44,480
Net decrease in placements from banks and other financial institutions	(123,089)	(26,294)
Net increase in due to customers	1,789,983	1,032,442
Net increase in other borrowings	428	2,297
Net increase/(decrease) in other liabilities	335,452	(96,110)
Cash (outflow)/inflow from operating activities	(272,619)	495,392
Income tax paid	(40,748)	(47,723)
Net cash (outflow)/inflow from operating activities	<b>(313,367)</b>	<b>447,669</b>

# Consolidated Statement of Cash Flows (continued)

Unit: RMB million

	<b>For the nine-month period ended 30 September</b>	
	<b>2022</b>	<b>2021</b>
	(unaudited)	(unaudited)
<b>Cash flows from investing activities</b>		
Proceeds from disposals of property and equipment, intangible assets and other long-term assets	4,445	4,215
Proceeds from disposals of investments in subsidiaries, associates and joint ventures	541	1,463
Dividends received	996	925
Interest income received from financial investments	129,455	120,547
Proceeds from disposals/maturities of financial investments	2,683,384	2,329,460
Increase in investments in subsidiaries, associates and joint ventures	(1,725)	(1,611)
Purchase of property and equipment, intangible assets and other long-term assets	(10,623)	(18,286)
Purchase of financial investments	(2,709,785)	(2,679,898)
Net cash inflow/(outflow) from investing activities	<b>96,688</b>	<b>(243,185)</b>
<b>Cash flows from financing activities</b>		
Proceeds from issuance of bonds	665,459	761,270
Proceeds from issuance of other equity instruments	49,989	49,989
Proceeds from capital contribution by non-controlling shareholders	104	40
Repayments of debts issued	(704,092)	(679,842)
Cash payments for interest on bonds issued	(14,791)	(13,823)
Repayments of other equity instruments issued	—	(28,000)
Dividend payments to ordinary shareholders	(65,061)	(57,990)
Dividend and interest payments to other equity instrument holders	(10,388)	(9,930)
Dividend payments to non-controlling shareholders	(5,520)	(6,326)
Other net cash flows from financing activities	(2,488)	(3,199)
Net cash (outflow)/inflow from financing activities	<b>(86,788)</b>	<b>12,189</b>
Effect of exchange rate changes on cash and cash equivalents	102,263	(21,313)
<b>Net (decrease)/increase in cash and cash equivalents</b>	<b>(201,204)</b>	<b>195,360</b>
Cash and cash equivalents at beginning of the period	1,975,631	1,494,868
Cash and cash equivalents at end of the period	<b>1,774,427</b>	<b>1,690,228</b>

## V. QUARTERLY REPORT

This announcement is simultaneously available on the website of Hong Kong Exchanges and Clearing Limited at [www.hkexnews.hk](http://www.hkexnews.hk) and that of the Bank at [www.boc.cn](http://www.boc.cn). The 2022 third quarter report prepared in accordance with CAS is also available on the website of the Shanghai Stock Exchange at [www.sse.com.cn](http://www.sse.com.cn) and that of the Bank at [www.boc.cn](http://www.boc.cn).

**The Board of Directors of  
Bank of China Limited**

Beijing, PRC  
28 October 2022

*As at the date of this announcement, the directors of the Bank are: Liu Liange, Liu Jin, Wang Wei, Lin Jingzhen, Xiao Lihong\*, Wang Xiaoya\*, Zhang Jiangang\*, Chen Jianbo\*, Huang Binghua\*, Jiang Guohua#, Martin Cheung Kong Liao#, Chui Sai Peng Jose#, Jean-Louis Ekra#, E Weinan# and Giovanni Tria#.*

*\* Non-executive Directors*

*# Independent Non-executive Directors*

## APPENDIX CAPITAL ADEQUACY RATIO, LEVERAGE RATIO AND LIQUIDITY COVERAGE RATIO

### I. Capital Adequacy Ratio

The capital adequacy ratios are calculated under the advanced approaches in accordance with the *Capital Rules for Commercial Banks (Provisional)* by using the following to measure risk-weighted assets: Internal Ratings-Based Approach for credit risk, Internal Models Approach for market risk and Standardized Approach for operational risk.

Unit: RMB million, except percentages

	As at 30 September 2022	As at 31 December 2021
Net common equity tier 1 capital	1,945,548	1,843,886
Net tier 1 capital	2,326,289	2,173,731
Net capital	2,874,724	2,698,839
Common equity tier 1 capital adequacy ratio	11.62%	11.30%
Tier 1 capital adequacy ratio	13.90%	13.32%
Capital adequacy ratio	<u>17.17%</u>	<u>16.53%</u>

### II. Leverage Ratio

The leverage ratios of the Group calculated in accordance with the *Administrative Measures for the Leverage Ratio of Commercial Banks (Revised)* and the *Capital Rules for Commercial Banks (Provisional)* are as follows:

Unit: RMB million, except percentages

Items	As at 30 September 2022	As at 30 June 2022	As at 31 March 2022	As at 31 December 2021
Net tier 1 capital	2,326,289	2,262,948	2,219,921	2,173,731
Adjusted on- and off-balance sheet assets	<u>30,606,909</u>	<u>29,870,557</u>	<u>29,222,154</u>	<u>28,425,377</u>
Leverage ratio	<u>7.60%</u>	<u>7.58%</u>	<u>7.60%</u>	<u>7.65%</u>

### III. Liquidity Coverage Ratio

According to the *Disclosure Rules on Liquidity Coverage Ratio of Commercial Banks*, the Group disclosed the information of liquidity coverage ratio (“LCR”)<sup>1</sup> as follows.

#### Regulatory requirements of liquidity coverage ratio

As stipulated by the *Rules on Liquidity Risk Management of Commercial Banks* issued by the China Banking and Insurance Regulatory Commission (the “CBIRC”), the minimum regulatory requirement of LCR is 100%.

#### The Group’s liquidity coverage ratio

Since 2017, the Group measured the LCR on a day-to-day consolidated basis<sup>2</sup>. In the third quarter of 2022, the Group measured 92-day LCR on this basis, with average ratio<sup>3</sup> standing at 127.90%, representing a decrease of 4.69 percentage points over the previous quarter, which was primarily due to the increase in the net cash outflow.

	2022			2021
	Quarter ended 30 September	Quarter ended 30 June	Quarter ended 31 March	Quarter ended 31 December
Average value of LCR	<u>127.90%</u>	<u>132.59%</u>	<u>132.30%</u>	<u>127.61%</u>

### III. Liquidity Coverage Ratio (continued)

The Group's average values<sup>3</sup> of consolidated LCR individual line items in the third quarter of 2022 are as follows:

		Unit: RMB million, except percentages	
No.		Total unweighted value	Total weighted value
<b>High-quality liquid assets</b>			
1	Total high-quality liquid assets (HQLA)		<u>4,730,108</u>
<b>Cash outflows</b>			
2	Retail deposits and deposits from small business customers, of which:	9,417,748	677,054
3	Stable deposits	5,151,518	250,431
4	Less stable deposits	4,266,230	426,623
5	Unsecured wholesale funding, of which:	10,726,611	3,988,695
6	Operational deposits (excluding those generated from correspondent banking activities)	5,993,921	1,470,795
7	Non-operational deposits (all counterparties)	4,670,684	2,455,894
8	Unsecured debts	62,006	62,006
9	Secured funding		719
10	Additional requirements, of which:	3,342,550	2,057,125
11	Outflows related to derivative exposures and other collateral requirements	1,938,534	1,938,534
12	Outflows related to loss of funding on debt products	—	—
13	Credit and liquidity facilities	1,404,016	118,591
14	Other contractual funding obligations	82,211	82,211
15	Other contingent funding obligations	3,778,439	<u>117,110</u>
<b>16</b>	<b>Total cash outflows</b>		<b>6,922,914</b>
<b>Cash inflows</b>			
17	Secured lending (including reverse repos and securities borrowing)	250,200	198,296
18	Inflows from fully performing exposures	1,533,103	942,730
19	Other cash inflows	2,220,271	<u>2,082,926</u>
<b>20</b>	<b>Total cash inflows</b>	<b>4,003,574</b>	<b>3,223,952</b>
		<b>Total adjusted value</b>	
<b>21</b>	<b>Total HQLA</b>		<b>4,725,181</b>
<b>22</b>	<b>Total net cash outflows</b>		<u><b>3,698,962</b></u>
<b>23</b>	<b>Liquidity coverage ratio</b>		<u><u><b>127.90%</b></u></u>



### III. Liquidity Coverage Ratio (continued)

Notes:

- 1 The LCR aims to ensure that commercial banks have sufficient HQLA that can be converted into cash to meet the liquidity requirements for at least thirty days under stress scenarios determined by the CBIRC.
- 2 When calculating the consolidated LCR, Bank of China Group Investment Limited, Bank of China Insurance Company Limited, Bank of China Group Insurance Company Limited and Bank of China Group Life Assurance Company Limited were excluded from the scope of consolidation in accordance with the requirements of the CBIRC.
- 3 The average of LCR and the averages of all related individual items are the day-end simple arithmetic averages of figures over each quarter.