

Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited take no responsibility for the contents of this announcement, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.



BANK OF TIANJIN CO., LTD.*
天津銀行股份有限公司*

(A joint stock company incorporated in the People's Republic of China with limited liability)
(Stock Code: 1578)

ANNOUNCEMENT
FINANCIAL AND OPERATIONAL INFORMATION
FOR THE THREE MONTHS ENDED 31 MARCH 2024

This announcement is made by Bank of Tianjin Co., Ltd.* (the “**Bank**”) pursuant to the Inside Information Provisions under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong) and Rules 13.09(2)(a) and 13.10B of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited.

BACKGROUND

In accordance with the relevant laws and regulations of the People’s Republic of China (the “**PRC**” or “**China**”), due to the issuance of tier two capital bonds by the Bank, the unaudited financial and operational information and capital adequacy ratios of the Bank for the three months ended 31 March 2024 (the “**Information**”) have been published on the websites of Shanghai Clearing House (www.shclearing.com.cn) and China Foreign Exchange Trade System and National Interbank Funding Center (<http://www.chinamoney.com.cn>).

(I) OVERALL OPERATIONS IN THE FIRST QUARTER OF 2024

In the first quarter of 2024, the Bank fully implemented the “Eight Insistences” requirement of the Central Financial Work Conference, implemented the spirit of the Important Speech of General Secretary XI Jinping’s Inspection of Tianjin and the spirit of the fifth Plenary Session of the 12th Tianjin Municipal Committee of the Communist Party of China (CPC), enhanced the effectiveness of the “achieving four intended goals as planned”, and integrated the Bank’s development into the overall situation of speeding up the construction of a strong country in terms of finance based on its own development and position, focused on the “Double-Five Battles” by tightening up the Five Major Battles of “Addressing Risks, Increasing Revenue, Reducing Cost, Absorbing Deposits and Setting Litigations” and Five Major Speed-up Battles of “Competence, Structural Transformation, Intermediate Business, Digital Banking, and Supervision Coordination”, and gave full play to its role as the mainstay of the local financial sector, focused on the major areas and weak links such as serving to the real economy, scientific and technological innovation, green development and rural revitalization, and served the development of the local economy and the well-being of people’s livelihood, so as to maintain the steady improvement of its overall operation.

As of the end of March 2024, the Bank's total assets amounted to RMB871.117 billion, representing an increase of RMB30.346 billion or 3.61% from the beginning of the year. In particular, the balance of loans and advances to customers amounted to RMB432.241 billion, representing an increase of RMB36.232 billion or 9.15% from the beginning of the year. Total liabilities amounted to RMB804.656 billion, representing an increase of RMB28.914 billion or 3.73% from the beginning of the year. The balance of due to customers amounted to RMB446.678 billion, representing a decrease of RMB4.008 billion or 0.89% from the beginning of the year. The main reason for the decrease was that the Bank continued to reduce high-cost deposits, and the average cost of due to customers dropped by 22 basis points compared with 2023, which affected the growth of various deposits to a certain extent.

In the first quarter of 2024, the Bank achieved operating income of RMB4.117 billion, representing an increase of RMB234 million or 6.03% over the same period last year. The Bank realized total profit of RMB1.149 billion, representing an increase of RMB21 million or 1.86% over the same period last year; and realized net profit of RMB1.06 billion, representing an increase of RMB17 million or 1.63% over the same period last year.

In terms of major regulatory indicators, as of the end of March 2024, the Bank's capital adequacy ratio was 12.19%; the non-performing loan ratio was 1.54%, representing a decrease of 0.16 percentage point from the beginning of the year; the allowance coverage ratio was 181.06%, representing an increase of 13.20 percentage points from the beginning of the year; the asset quality remained solid with steady improvement and risk coverage capacity was further enhanced.

In the first quarter of 2024, the Bank has focused on the quality of development internally and built development resources externally to serve the "Ten Projects" and provide high-quality financial services for economic and social development. The corporate business structure was optimized, with the balance of key industrial chain loans, the balance of loans to specialized and new SMEs and the balance of green loans increasing by 12.48%, 18.79% and 34.27% respectively from the beginning of the year. Driven by investment banking and transaction banking, the Bank has led the bond underwriting of RMB24.409 billion, and has invested RMB5.137 billion in the supply chain business, representing a year-on-year increase of 25%. The Bank strengthened featured inclusive finance, providing services for 1,400,000 customers under the "Smart Connect" series of products with the accumulated settlement amounted to RMB400 billion and the advance of loans amounted to RMB30 billion. There are more than 8 million voices of "Bank of Tianjin Receipts" (天津銀行收款) on average every day in six provinces and cities, including Tianjin, Beijing and Shanghai, in Tianjin, it accounted for over 60% of the total. The Bank has vigorously developed science and technology innovation finance, with the balance of loans to science and technology innovation enterprises increasing by 5.99% compared with the beginning of the year. The image of "Citizen's Bank" has been deeply engendered amongst the public, with 63,700 newly activated social security cards, and an increase of 7.11% in the balance of wealth management products compared with the beginning of the year.

In the future, the Bank will continue to adhere to the five development concepts of “Innovation, Coordination, Greenness, Openness and Sharing”, implement the spirit of the Important Speech of General Secretary XI Jinping’s Inspection of Tianjin and the spirit of the Fifth Plenary Session of the 12th Tianjin Municipal Committee of the Communist Party of China (CPC), implement the “achieving four intended goals as planned”, take the “Stock, Increment and Quality” as its goal, serve the “Ten Projects” and the regional economic and social development, and boost the “Five Major Articles” of science and technology finance, green finance, inclusive finance, pension finance and digital finance and two characteristic areas of industrial finance and shipping finance in Tianjin, and grasp the opportunities of reform and development, and persistently push forward the “Double-Five Battles”, so as to achieve high-quality development.

(II) SUMMARY OF FINANCIAL INFORMATION

The summary of the financial information prepared by the Bank in accordance with International Financial Reporting Standards is set out below:

	As at 31 March 2024 RMB (100 million) (Unaudited)	As at 31 December 2023 RMB (100 million) (Audited)	Change (%)
Total assets	8,711.17	8,407.71	3.61
Total liabilities	8,046.56	7,757.42	3.73
Loans and advances to customers	4,322.41	3,960.09	9.15
Due to customers	4,466.78	4,506.86	(0.89)
Net assets per share (RMB)	10.81	10.57	2.27
	For the three months ended 31 March 2024 RMB (100 million) (Unaudited)	For the three months ended 31 March 2023 RMB (100 million) (Unaudited)	Change (%)
Operating income	41.17	38.83	6.03
Net profit	10.60	10.43	1.63
Earnings per share (RMB)	0.17	0.17	–

(III) CAPITAL ADEQUACY RATIO (UNAUDITED)

As of the end of March 2024, the capital adequacy ratio, tier-one capital adequacy ratio and core tier-one capital adequacy ratio of the Bank were 12.19%, 10.38% and 9.41%, respectively, meeting the relevant regulatory requirements in China. In particular, the net core tier-one capital amounted to RMB65.432 billion; the net tier-one capital amounted to RMB72.177 billion; the net capital amounted to RMB84.744 billion. As of the end of March 2024, the Bank's total risk-weighted assets amounted to RMB695.424 billion.

As of the end of March 2024, the balance of the Bank's tier-two capital bonds amounted to RMB7.0 billion.

(IV) NON-PERFORMING LOANS (UNAUDITED)

In accordance with the work requirements of the "Five Major Battles", the Bank continued to fight the "major battles of risk mitigation" and made every effort to mitigate risk assets. The Bank coordinated with multiple departments and cross-lines to implement "list-based management"; and focused on "strong collection" and "refined management" to speed up the collection and disposal of non-performing assets. As of the end of March 2024, the balance of the Bank's non-performing loans amounted to RMB6.757 billion, representing a decrease of RMB59 million from the beginning of the year; the non-performing loan ratio was 1.54%, representing a decrease of 0.16 percentage point from the beginning of the year.

(V) UNAUDITED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

For the three months ended 31 March 2024

Prepared based on international financial reporting standards

All amounts in thousands of RMB

Items	For the three months ended 31 March	
	2024 (Unaudited)	2023 (Unaudited)
Interest income	7,852,962	7,251,885
Interest expense	(4,999,373)	(4,779,690)
Net interest income	2,853,589	2,472,195
Investment income	588,934	511,553
Fee and commission income	738,721	768,409
Fee and commission expense	(110,036)	(93,724)
Net fee and commission income	628,685	674,685
Net trading gains	59,093	203,564
Net gains arising from derecognition of financial assets measured at amortised cost	28,556	4,634
Other income, gains or losses	(41,804)	16,629

Items	For the three months ended 31 March	
	2024 (Unaudited)	2023 (Unaudited)
Operating income	4,117,053	3,883,260
Operating expenses	(1,046,947)	(1,071,260)
Impairment losses under expected credit loss model	(1,924,899)	(1,688,582)
Share of results of associates	3,610	4,703
Profit before tax	1,148,817	1,128,121
Income tax expense	(88,496)	(84,985)
Profit for the period	<u>1,060,321</u>	<u>1,043,136</u>
Profit for the period attributable to:		
Equity holders of the Bank	1,058,136	1,035,336
Non-controlling interests	2,185	7,800
Other comprehensive income for the period (net of tax)	370,491	110,439
Total comprehensive income for the period	<u>1,430,812</u>	<u>1,153,575</u>
Comprehensive income attributable to:		
Equity holders of the Bank	1,428,627	1,145,775
Non-controlling interests	2,185	7,800

(VI) UNAUDITED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 31 March 2024

Prepared based on International Financial Reporting Standards

All amounts in thousands of RMB

Assets	As at 31 March 2024 (Unaudited)	As at 31 December 2023 (Audited)
Cash and balances with the central bank	41,783,957	45,093,912
Deposits with banks and other financial institutions	3,975,357	4,661,406
Placements with banks and other financial institutions	30,963,082	28,468,293
Derivative financial assets	73,419	82,886
Financial assets held under resale agreements	7,888,174	7,668,752
Financial investments:		
Financial assets at fair value through profit or loss	88,406,524	93,917,897
Debt instruments at fair value through other comprehensive income	96,147,780	88,863,192
Debt instruments at amortised cost	154,500,798	162,245,189
Equity instruments at fair value through other comprehensive income	1,642,224	1,642,224

Assets	As at 31 March 2024 (Unaudited)	As at 31 December 2023 (Audited)
Loans and advances to customers	432,241,483	396,009,202
Deferred tax assets	3,993,809	4,113,462
Other assets	6,041,992	4,460,730
Property and equipment	2,132,330	2,221,694
Right-of-use assets	1,019,563	1,019,906
Interests in associates	306,325	302,715
	<hr/>	<hr/>
TOTAL ASSETS	871,116,817	840,771,460
	<hr/> <hr/>	<hr/> <hr/>
LIABILITIES AND EQUITY	As at 31 March 2024 (Unaudited)	As at 31 December 2023 (Audited)
Borrowings from the central bank	80,337,507	78,201,369
Deposits from banks and other financial institutions	80,371,424	59,043,611
Placements from banks and other financial institutions	24,772,974	29,725,285
Financial assets sold under repurchase agreements	68,320,891	68,517,406
Derivative financial liabilities	113,825	3,212
Income tax payable	126,180	8,198
Other liabilities	6,798,566	5,211,188
Lease liabilities	1,058,762	1,058,762
Due to customers	446,678,006	450,686,381
Debt securities issued	96,078,214	83,286,392
	<hr/>	<hr/>
TOTAL LIABILITIES	804,656,349	775,741,804
	<hr/> <hr/>	<hr/> <hr/>
Share capital	6,070,552	6,070,552
Capital reserve	10,731,130	10,731,130
Investment revaluation reserve	517,010	146,519
Surplus reserve	3,352,480	3,352,480
General reserve	9,227,306	9,227,306
Retained earnings	35,718,658	34,660,522
	<hr/>	<hr/>
Equity attributable to equity holders of the Bank	65,617,136	64,188,509
	<hr/>	<hr/>
Non-controlling interests	843,332	841,147
	<hr/>	<hr/>
TOTAL EQUITY	66,460,468	65,029,656
	<hr/> <hr/>	<hr/> <hr/>
TOTAL EQUITY AND LIABILITIES	871,116,817	840,771,460
	<hr/> <hr/>	<hr/> <hr/>

Shareholders and potential investors of the Bank are reminded that the above Information has not been reviewed or audited by the Bank's auditors. Discrepancies may arise between such Information and the figures disclosed in the reviewed report or audited report due to review and audit adjustment. Shareholders and potential investors of the Bank should exercise caution when dealing with the shares of the Bank and should not rely solely on such Information.

By Order of the Board
Bank of Tianjin Co., Ltd.*
YU Jianzhong
Chairman

Tianjin, China
22 April 2024

As at the date of this announcement, the Board of the Bank comprises Mr. YU Jianzhong, Mr. WU Hongtao, Mr. ZHENG Ke and Ms. DONG Xiaodong as executive directors; Ms. DONG Guangpei, Mr. Alistair Marshall BULLOCH, Mr. ZHAO Wei, Mr. WANG Shunlong and Ms. LI Jun as non-executive directors; Mr. JIN Qingjun, Mr. HE Jia, Mr. ZENG Jianhua and Mr. LU Jianzhong as independent non-executive directors.

* *Bank of Tianjin Co., Ltd. is not an authorised institution within the meaning of the Banking Ordinance (Chapter 155 of the Laws of Hong Kong), not subject to the supervision of the Hong Kong Monetary Authority, and not authorised to carry on banking/deposit-taking business in Hong Kong.*