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BANK OF TIANJIN CO., LTD.*

天津银行股份有限公司*

(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 NINE MONTHS ENDED 30 SEPTEMBER 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 nine months ended 30 September 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 THREE QUARTERS OF 2024

In the first three quarters of 2024, the Bank thoroughly implemented the spirit of the Third Plenary Session of the 20th Central Committee of the Communist Party of China (the “**CPC**”) and the important requirement of “achieving four intended goals as planned” put forward by General Secretary Xi Jinping during his visit to Tianjin, resolutely carried out the decision-making and deployment of the CPC Central Committee, Tianjin Municipal Party Committee and Tianjin Municipal Government, maintained the strategic focus, anchored on the goals and tasks, and increased financial support for the key areas and weak links of the real economy, and unwaveringly promoted the “Double-Five Battles” including the Five Major Battles of “Addressing Risks, Increasing Revenue, Reducing Cost, Absorbing Deposits and Settling Litigations” and Five Major Speed-up Battles of “Competence, Structural Transformation, Intermediate Business, Digital Banking, and Supervision Coordination”, and continuously improved the effectiveness of its operation and management.

As of the end of September 2024, the Bank's total assets amounted to RMB908.381 billion, representing an increase of RMB67.610 billion or 8.04% from the beginning of the year. In particular, the balance of loans and advances to customers amounted to RMB444.975 billion, representing an increase of RMB48.966 billion or 12.36% from the beginning of the year. Total liabilities amounted to RMB840.569 billion, representing an increase of RMB64.827 billion or 8.36% from the beginning of the year. In particular, the balance of due to customers amounted to RMB497.573 billion, representing an increase of RMB46.887 billion or 10.40% from the beginning of the year. Net assets per share amounted to RMB11.03, representing an increase of 4.35% from the beginning of the year.

In the first three quarters of 2024, the Bank achieved operating income of RMB12.877 billion, representing an increase of RMB219 million or 1.73% over the same period last year. The Bank realized total profit of RMB3.838 billion, representing an increase of RMB132 million or 3.56% over the same period last year; and realized net profit of RMB3.344 billion, representing an increase of RMB13 million or 0.39% over the same period last year. The Bank recorded earnings per share of RMB0.55, which were flat over the same period last year.

In terms of major regulatory indicators, as of the end of September 2024, the Bank's capital adequacy ratio was 13.74%; the non-performing loan ratio was 1.60%, representing a decrease of 0.10 percentage point from the beginning of the year; the allowance coverage ratio was 178.39%, representing an increase of 10.53 percentage points from the beginning of the year, which demonstrated a steady improvement in asset quality and a further increase in risk offset capacity.

In the first three quarters of 2024, the Bank coordinated its business development and continuously improved the quality and efficiency of serving the real economy. In terms of corporate business, the Bank increased credit support for key areas, with the balance of green loans growing by 40.18%, the balance of loans to specialized, refined, distinctive and innovative enterprises rising by 70.24%, and the balance of loans to key industrial chains for the Tianjin region increasing by 54.27% since the beginning of the year. The Bank enriched its comprehensive product offerings, with lead underwriting of credit bonds for investment banking of RMB65.572 billion, ranking seventh amongst the city commercial banks in China and first in Tianjin, and a year-on-year increase of 26.43% in syndicated loans. We continued to innovate and improve the transaction banking product system, which saw a year-on-year increase of 71.50% in the transaction banking business. The structure of corporate deposits was further optimised, with the interest rate on corporate deposits decreasing by 42 basis points year-on-year. In terms of retail business, the Bank continued to innovate financial service models to build a "sports finance" and "cultural finance" service system, and deeply cultivated key customer base including trade union cards, social security cards and new customers. The interest-bearing rate on retail deposits saw a year-on-year drop of 32 basis points, and the size of wealth management products was seen to increase by 3.34% since the beginning of the year. The Bank upgraded and optimised the construction of the "Smart Connect Inclusive" scenario, with a total of 1,302,600 cooperative merchants in the "Smart Merchant", an increase of 31.47% from the beginning of the year. In terms of financial market business, the Bank increased the underwriting of interest rate bonds. The scale of primary underwriting of interest rate bonds including government bonds, local government bonds, and policy financial bonds increased by 91.46% year-on-year, effectively boosting intermediary business income. The Bank seized market opportunities and rationally allocated investment assets to coordinate liquidity and investment income, and improved the liability structure, resulting in a year-on-year decrease of 29 basis points in the average interest rate of new interbank liabilities.

In the future, the Bank will continue to implement the spirit of the Third Plenary Session of the 20th CPC Central Committee and the spirit of the Central Financial Work Conference, perform well the “five major areas”, put into practice the “achieving four intended goals as planned”, and implement the “Stock, Increment and Quality” and “Three News” work requirements of the Tianjin Municipal Party Committee and Tianjin Municipal Government to serve the “Ten Projects” of Tianjin and the key economic and social development tasks of the locations of the branches outside Tianjin, and thus strive to promote stable growth in its operating results.

(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 30 September 2024 RMB million (Unaudited)	As at 31 December 2023 RMB million (Audited)	Change (%)
Total assets	908,381	840,771	8.04
Total liabilities	840,569	775,742	8.36
Loans and advances to customers	444,975	396,009	12.36
Due to customers	497,573	450,686	10.40
Net assets per share (RMB)	11.03	10.57	4.35
	For the nine months ended 30 September 2024 RMB million (Unaudited)	For the nine months ended 30 September 2023 RMB million (Unaudited)	Change (%)
Operating income	12,877	12,658	1.73
Net profit	3,344	3,331	0.39
Earnings per share (RMB)	0.55	0.55	-

(III) CAPITAL ADEQUACY RATIO (UNAUDITED)

As of the end of September 2024, the capital adequacy ratio, tier-one capital adequacy ratio and core tier-one capital adequacy ratio of the Bank were 13.74%, 10.49% and 9.53%, respectively, meeting relevant regulatory requirements in China. In particular, the net core tier-one capital amounted to RMB66.773 billion; the net tier-one capital amounted to RMB73.524 billion; the net capital amounted to RMB96.307 billion. As of the end of September 2024, the Bank’s total risk-weighted assets amounted to RMB700.969 billion.

As of the end of September 2024, the balance of the Bank’s tier-two capital bonds amounted to RMB17.0 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 addressing risks” and made every effort to mitigate non-performing assets, and focused on “strong collection” and “refined management” to speed up the collection and disposal of non-performing assets and enhance its risk management level. As of the end of September 2024, the non-performing loan ratio of the Bank was 1.60%, representing a decrease of 0.10 percentage point from the beginning of the year.

(V) UNAUDITED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

For the nine months ended 30 September 2024

Prepared based on international financial reporting standards

All amounts in thousands of RMB

Items	For the nine months ended 30 September	
	2024 (Unaudited)	2023 (Unaudited)
Interest income	23,963,143	23,559,888
Interest expense	(14,826,469)	(14,760,702)
Net interest income	9,136,674	8,799,186
Investment income	1,874,306	1,781,000
Fee and commission income	1,746,068	1,697,826
Fee and commission expense	(420,852)	(353,158)
Net fee and commission income	1,325,216	1,344,668
Net trading gains	618,225	509,323
Net gains arising from derecognition of financial assets measured at amortised cost	42,243	31,684
Other income, gains or losses	(119,619)	192,450
Operating income	12,877,045	12,658,311
Operating expenses	(3,167,220)	(3,165,757)
Impairment losses under expected credit loss model	(5,887,940)	(5,803,286)
Share of results of associates	16,245	16,768
Profit before tax	3,838,130	3,706,036
Income tax expense	(494,471)	(374,556)
Profit for the period	3,343,659	3,331,480

Items	For the nine months ended 30 September	
	2024 (Unaudited)	2023 (Unaudited)
Profit for the period attributable to:		
Shareholders of the Bank	3,336,508	3,328,562
Non-controlling interests	7,151	2,918
	<u>3,343,659</u>	<u>3,331,480</u>
Other comprehensive income for the period (net of tax)	167,892	456,378
Total comprehensive income for the period	<u>3,511,551</u>	<u>3,787,858</u>
Comprehensive income attributable to:		
Shareholders of the Bank	3,504,400	3,784,940
Non-controlling interests	7,151	2,918
	<u>3,511,551</u>	<u>3,787,858</u>

(VI) UNAUDITED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 30 September 2024

Prepared based on international financial reporting standards

All amounts in thousands of RMB

	As at 30 September 2024 (Unaudited)	As at 31 December 2023 (Audited)
Assets		
Cash and balances with the central bank	42,650,126	45,093,912
Deposits with banks and other financial institutions	6,269,166	4,661,406
Placements with banks and other financial institutions	30,800,690	28,468,293
Derivative financial assets	358,519	82,886
Financial assets held under resale agreements	23,538,991	7,668,752
Financial investments:		
Financial assets at fair value through profit or loss	94,202,015	93,917,897
Debt instruments at fair value through other comprehensive income	102,348,445	88,863,192
Debt instruments at amortised cost	146,969,061	162,245,189
Equity instruments at fair value through other comprehensive income	1,642,224	1,642,224
Loans and advances to customers	444,974,976	396,009,202
Deferred tax assets	5,719,662	4,113,462
Other assets	5,533,261	4,460,730
Property and equipment	2,065,202	2,221,694
Right-of-use assets	990,029	1,019,906
Interests in associates	318,960	302,715
TOTAL ASSETS	<u>908,381,327</u>	<u>840,771,460</u>

	As at 30 September 2024 (Unaudited)	As at 31 December 2023 (Audited)
LIABILITIES AND EQUITY		
Borrowings from the central bank	78,072,342	78,201,369
Deposits from banks and other financial institutions	63,723,681	59,043,611
Placements from banks and other financial institutions	23,857,723	29,725,285
Financial assets sold under repurchase agreements	69,437,728	68,517,406
Derivative financial liabilities	16,125	3,212
Income tax payable	718,033	8,198
Other liabilities	6,163,858	5,211,188
Lease liabilities	1,028,946	1,058,762
Due to customers	497,573,448	450,686,381
Debt securities issued	99,976,702	83,286,392
TOTAL LIABILITIES	840,568,586	775,741,804
Share capital	6,070,552	6,070,552
Capital reserve	10,731,130	10,731,130
Investment revaluation reserve	314,411	146,519
Surplus reserve	3,352,480	3,352,480
General reserve	9,255,979	9,227,306
Retained earnings	37,239,891	34,660,522
Equity attributable to shareholders of the Bank	66,964,443	64,188,509
Non-controlling interests	848,298	841,147
TOTAL EQUITY	67,812,741	65,029,656
TOTAL EQUITY AND LIABILITIES	908,381,327	840,771,460

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
29 October 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. PENG Chong, 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, Mr. LU Jianzhong and Mr. GU Zhaoyang 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.