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中国银河证券股份有限公司
CHINA GALAXY SECURITIES CO., LTD.

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

(Stock Code: 06881)

ANNUAL RESULTS ANNOUNCEMENT FOR THE YEAR ENDED 31 DECEMBER 2024

The board of directors of China Galaxy Securities Co., Ltd. (the "**Company**") hereby announces the audited annual results of the Company and its subsidiaries for the year ended 31 December 2024. This announcement, containing the full text of the 2024 annual report of the Company, complies with the relevant requirements of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited in relation to information to accompany preliminary announcements of annual results. The printed version of the Company's 2024 annual report will be dispatched to the shareholders of the Company (if needed) and available for viewing on the website of Hong Kong Exchanges and Clearing Limited at www.hkexnews.hk and the website of the Company at www.chinastock.com.cn by the end of April 2025.

By order of the Board
China Galaxy Securities Co., Ltd.
WANG Sheng
Chairman and Executive Director

Beijing, the PRC
28 March 2025

As at the date of this announcement, the executive directors of the Company are Mr. WANG Sheng (Chairman) and Mr. XUE Jun (Vice Chairman and President); the non-executive directors are Mr. YANG Tijun, Ms. LI Hui, Ms. HUANG Yan and Mr. SONG Weigang; and the independent non-executive directors are Mr. LAW Cheuk Kin Stephen, Mr. LIU Li and Mr. MA Zhiming.

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DEFINITIONS

"Company"	China Galaxy Securities Co., Ltd. (中國銀河證券股份有限公司), a joint stock limited company incorporated in the PRC on 26 January 2007, whose H Shares are listed on the Hong Kong Stock Exchange (Stock Code: 06881), the A Shares of which are listed on the SSE (Stock Code: 601881)
"Group"	the Company and its subsidiaries
"Articles of Association"	the articles of association of the Company, as amended to reflect the most recent changes
"Board" or "Board of Directors"	the board of directors of the Company
"Supervisory Committee"	the supervisory committee of the Company
"Directors"	the directors of the Company
"Supervisors"	the supervisors of the Company
"MOF" or "Ministry of Finance"	Ministry of Finance of the People's Republic of China
"CSRC"	the China Securities Regulatory Commission (中國證券監督管理委員會)
"CSRC Beijing Bureau"	China Securities Regulatory Commission Beijing Bureau
"CSRC Qingdao Bureau"	China Securities Regulatory Commission Qingdao Bureau
"CSRC Jiangsu Bureau"	China Securities Regulatory Commission Jiangsu Bureau
"CSRC Shenzhen Bureau"	China Securities Regulatory Commission Shenzhen Bureau
"CSRC Jilin Bureau"	China Securities Regulatory Commission Jilin Bureau
"SSE"	the Shanghai Stock Exchange
"SZSE"	the Shenzhen Stock Exchange
"BSE"	the Beijing Stock Exchange
"Hong Kong Stock Exchange"	The Stock Exchange of Hong Kong Limited
"SCH"	Shanghai Clearing House (銀行間市場清算所股份有限公司)

"Galaxy Jinhui"	Galaxy Jinhui Securities Assets Management Co., Ltd. (銀河金匯證券資產管理有限公司), a wholly-owned subsidiary of the Company
"Galaxy Futures"	Galaxy Futures Company Limited (銀河期貨有限公司), a wholly-owned subsidiary of the Company
"Galaxy Derivatives"	Galaxy Derivatives Capital Management Company Limited (銀河德睿資本管理有限公司), which is owned as to 100% by Galaxy Futures and is an indirectly wholly-owned subsidiary of the Company
"Galaxy International Holdings"	China Galaxy International Holdings Company Limited (中國銀河國際控股有限公司), a wholly-owned subsidiary of the Company
"CGS International"	collectively refers to CGS International Securities Pte. Ltd. (formerly known as CGS-CIMB Securities International Pte. Ltd.) and CGS International Securities Malaysia Sdn. Bhd. (formerly known as CGS-CIMB Holdings Sdn. Bhd.)
"Galaxy Capital"	Galaxy Capital Management Company Limited (銀河創新資本管理有限公司), a wholly-owned subsidiary of the Company
"Galaxy Yuanhui"	Galaxy Yuanhui Investment Co., Ltd. (銀河源匯投資有限公司), a wholly-owned subsidiary of the Company
"Galaxy Fund Management"	Galaxy Fund Management Company Limited (銀河基金管理有限公司), which is owned as to 50% by Galaxy Financial Holdings and is a non-wholly-owned subsidiary of Galaxy Financial Holdings
"Galaxy Financial Holdings"	China Galaxy Financial Holdings Company Limited (中國銀河金融控股有限責任公司), the controlling shareholder of the Company, holding 47.43% of the issued share capital of the Company as at the End of the Reporting Period
"CIC"	China Investment Corporation, holding 100% of the equity interest in Huijin as at the End of the Reporting Period
"Huijin"	Central Huijin Investment Ltd. (中央匯金投資有限責任公司), holding 69.07% of the equity interest in Galaxy Financial Holdings as at the End of the Reporting Period
"ChiNext"	the ChiNext of the Shenzhen Stock Exchange
"Science and Technology Innovation Board" or "STAR Market"	the Science and Technology Innovation Board (STAR Market) of the Shanghai Stock Exchange
"New OTC Board"	National Equities Exchange and Quotations
"Securities Law"	the Securities Law of the People's Republic of China

DEFINITIONS

"SFO"	the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong) (as amended, supplemented or otherwise modified to reflect the most recent changes)
"Company Law"	the Company Law of the People's Republic of China
"Model Code"	the Model Code for Securities Transactions by Directors of Listed Issuers set out in Appendix C3 to the Stock Exchange Listing Rules
"CG Code"	Corporate Governance Code set out in Appendix C1 to the Stock Exchange Listing Rules
"connected person"	has the same meaning ascribed to it under the Stock Exchange Listing Rules
"Stock Exchange Listing Rules"	the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited, as amended to reflect the most recent changes
"SSE Listing Rules"	the Rules Governing the Listing of Stocks on the Shanghai Stock Exchange, as amended to reflect the most recent changes
"IFRS"	International Financial Reporting Standards, including standards, amendments and interpretations issued by the International Accounting Standards Board and the International Accounting Standards (IAS) and interpretations issued by the International Accounting Standards Committee (IASC)
"China Accounting Standards for Business Enterprises"	China Accounting Standards for Business Enterprises and related regulations issued by the Ministry of Finance
"FICC"	fixed income, foreign currencies and commodities
"ETF"	exchange-traded funds
"FOF"	Fund of Fund, a fund with funds as investment objectives
"REITs"	real estate investment trusts
"margin and securities refinancing"	a business in which securities firms can act as intermediaries to borrow funds or securities from China Securities Finance Corporation Limited and lend such funds and securities to their clients
"A Share(s)"	domestic shares in the share capital of the Company with a nominal value of RMB1.00 each, which is (are) listed on the SSE, subscribed for and traded in Renminbi
"H Share(s)"	overseas listed foreign shares in the share capital of the Company with a nominal value of RMB1.00 each, which is (are) listed on the Hong Kong Stock Exchange and subscribed for and traded in HK dollars
"IPO"	initial public offering

"VaR"	Value at Risk, means the maximum possible loss of value of a financial asset or portfolio of securities in a given future period at a certain confidence level
"End of the Reporting Period"	31 December 2024
"Reporting Period"	the period from 1 January 2024 to 31 December 2024
"Hong Kong"	the Hong Kong Special Administrative Region of the PRC
"RMB" or "Renminbi"	Renminbi, the lawful currency of the PRC
"HK$" or "HK dollars" or "HKD"	Hong Kong dollars, the lawful currency of Hong Kong
"US$" or "U.S. dollars" or "USD"	United States dollars, the lawful currency of the United States
"S$" or "Singapore dollars"	Singapore dollars, the lawful currency of Singapore
"THB"	Thai baht or baht, the lawful currency of Thailand
"MYR"	Malaysian ringgits, the lawful currency of Malaysia

Notes:

1. In this report, any discrepancies between totals and sums of amounts listed are due to rounding.
2. This report is prepared in both Chinese and English languages and in the event of any inconsistency, the Chinese version shall prevail.

SECTION I IMPORTANT NOTES

The Board of Directors, Supervisory Committee, Directors, Supervisors and senior management of the Company undertake that there is no misrepresentation, misleading statement or material omission in this report and they are jointly and severally liable for the authenticity, accuracy and completeness of the information contained in this report.

This report has been considered and approved at the third (regular) meeting of the fifth session of the Board of Directors. No objection was put forward by Directors and Supervisors for this report.

The financial report for 2024 was prepared by the Company according to the IFRS and the China Accounting Standards for Business Enterprises, which has been audited by Ernst & Young and Ernst & Young Hua Ming LLP (Special General Partnership) and they have issued a standard auditors' report with unqualified opinions. Unless otherwise stated, the amounts in this report are presented in RMB.

Mr. Wang Sheng, the chairman of the Company, Mr. Xue Jun, vice chairman, president and person in charge of the accounting affairs, hereby confirm that the financial report as disclosed in this report is true, accurate and complete.

The forward-looking statements such as future plans and development strategies contained in this report do not constitute substantive undertakings by the Company to investors who are advised to be cautious about investment risks. The business of the Company is highly dependent on the overall economy and market conditions of China and regions where its businesses are located. Any significant fluctuations in the domestic and international capital markets will have a significant impact on the Company's operating results.

The risks that the Company faces mainly include: legal and compliance risks as a result of its business management and norms failing to follow up in a timely manner to meet the adjustment in the national laws and regulations as well as the regulatory policies; strategic risks arising from the implementation of strategy plan under profound changes in domestic and overseas capital markets; risks of internal operations and management arising from changes of business model transformation, commencement of innovative business and application of new technologies; market risks caused by price fluctuation in the market in which the Company holds positions of securities; credit risks arising from breach of contracts by borrowers or counterparties; liquidity risks arising from shortage of funds when the Company attempts to fulfil its obligations of payment; and operational risks arising from the omission of the internal process management, the failure of the information system or the improper conduct of practitioners. In addition, the Company is also exposed to risks from international competition and fluctuations in exchange rates, etc.

The Company will work on its organizational structure, management system, information technologies and other aspects to prevent the above-mentioned risks. At the same time, the Company will optimise its business process to control operational risks, manage its exposure to market risks and credit risks, and will pay additional attention to managing and controlling risks arising from innovative businesses and products, etc.

SECTION II COMPANY PROFILE AND MAJOR FINANCIAL INFORMATION

I. COMPANY PROFILE

1. Company Information

Chinese Name	中國銀河證券股份有限公司
Abbreviation of Chinese Name	中國銀河
English Name	China Galaxy Securities Co., Ltd.
Abbreviation of English Name	CGS
Legal representative	Wang Sheng
General manager (president)	Xue Jun
Board secretary	Liu Bing
Authorised representatives of the Company	Wang Sheng, Ng Ka Man
Company secretary	Ng Ka Man
Registered address	No. 101, 7/F-18/F, Building No. 1, No. 8 Xiying Street, Fengtai District, Beijing, the PRC
Office address	Qinghai Finance Building, Building No. 1, No. 8 Xiying Street, Fengtai District, Beijing, the PRC
Postal code	100073
Principal place of business in Hong Kong	20th Floor, Wing On Centre, 111 Connaught Road Central, Sheung Wan, Hong Kong
Website of the Company	https://www.chinastock.com.cn
Email address	zgyh@chinastock.com.cn

Registered Capital and Net Capital of the Company

Unit: Yuan Currency: RMB

	31 December 2024	31 December 2023
Registered Capital	10,934,402,256.00	10,137,258,757.00
Net Capital	111,090,346,133.00	100,100,154,912.51

Note: As at the end of 2023, due to the conversion of A Shares convertible bonds, the share capital of the Company increased to 10,934,402,256 shares. The Company completed the registration of changes in registered capital in accordance with relevant requirements in 2024, with the registered capital rising from RMB10,137,258,757 to RMB10,934,402,256, accordingly.

Qualification of individual business

According to the Articles of Association, the scope of businesses of the Company includes: (1) permitted projects: securities business; sales of public securities investment funds; concurrent insurance agency business; provision of intermediary services to futures companies by securities firms; custody of securities investment funds. (Projects subject to approval in accordance with law can be conducted upon approval by the relevant departments. The specific business projects are subject to the approval documents or permits of the relevant departments) (2) general projects: sales of gold and silver products. (Except for those projects subject to approval in accordance with law, the business activities shall be carried out independently and legally by virtue of the business license) (No business activity involving projects that are prohibited and restricted by national and municipal industrial policies shall be undertaken.) (3) any other businesses approved by relevant regulatory authorities.

In addition, the Company also qualifies to operate the following businesses:

(1) Qualification of businesses approved or recognised by the CSRC: qualification for open-ended securities investment funds agency sales business, qualification for securities investment fund evaluation business, qualification for online securities entrustment business, qualification as registered sponsor, qualification for offering intermediary services for futures companies, qualified book builder for offline placements, qualification for pilot direct investment business, qualification for margin financing and securities lending business, qualification for stock-index futures trading business, qualification for engagement in foreign securities investment and management businesses as a qualified domestic institutional investor, qualification for financial products agency sales business, qualification for equity return swaps services, qualification for engagement in interest swap business, qualification for pilot securities-based lending business, qualification for securities investment fund custody business, qualification for gold spot contract agency business, qualification for pilot cross-border business, qualification for non-equity return swaps business, qualification for national debts and futures market-maker, qualification for credit derivative business, qualification for pilot fund investment advisory business, qualification for proprietary trading for gold spot contract, qualification for pilot account management function optimization business, qualification for market-making trading business of listed securities, qualification for market-making business of stock options, qualification for market-making business of commodity futures and options, qualification for engagement in SFISF business, and qualification for proprietary participation in carbon emissions trading business.

(2) Qualification of businesses approved by exchanges: qualified warrant dealer, qualified primary dealer for ETF, membership of the SSE, membership of the SZSE, qualified block-trader of the SZSE, qualified block-trader of the SSE, qualified electronic platform of the SSE for IPO offline subscription, qualified electronic platform of the SZSE for EIPO offline issue, qualification for primary dealer at the SSE for fixed income integrated system, qualified investor for block trading system on the SSE, qualification for the SSE dealer-quoted repurchase business, authorisation for securities-based lending transactions, qualification for stock lending business under margin and securities refinancing, authorisation for dealer-quoted securities repurchase business transactions, authorisation for dealer-quoted repurchase transactions, qualification for pilot securities-based lending business, authorisation for Hong Kong Stock Connect business transactions, membership of the Shanghai Gold Exchange, qualification as a stock options trading participant on the SSE, authorisation for Hong Kong Stock Connect business transactions under the Shenzhen-Hong Kong Stock Connect, qualification for commodity swap dealers, qualification for crude oil futures business, qualification for the SSE bond pledge agreement repurchase, qualification as a primary market-maker for listed funds on the SSE, qualification as a stock options trading participant on the SZSE, qualification as a Credit Protection Certificate Creation Institution, qualification for pilot business of financing for exercising incentive share options of listed companies, membership of the BSE, qualification for interbank gold price inquiry transactions on the Shanghai Gold Exchange, market-maker on the Jijintong platform of the SZSE, and market-maker on the Jijintong platform of the SSE.

(3) Qualification of businesses approved by the Securities Association of China: qualification for pilot underwriting of private placement of bonds for small and medium-sized enterprises, qualification for OTC trading, qualification for pilot business of Internet securities, qualification as a participant in the quotation and service system for inter-institutional private equity product, and second-tier dealer qualification for OTC option business.

(4) Qualification of businesses approved by the People's Bank of China: qualification for national inter-bank lending business, qualification for spot bond market-maker in the inter-bank bond market, qualification for participation in the northbound trading business of the Bond Connect, and qualification for pilot business of the Wealth Management Connect.

(5) Qualification of businesses approved by the SCH: qualification as a Class B ordinary clearing member of the SCH for the proprietary businesses of net bond clearing, general repo transaction clearing, and centralized clearing of credit default swaps.

(6) Other qualifications: qualification for warrant settlement business, clearing participant of China Securities Depository and Clearing Company Limited, qualification for offering comprehensive services for insurance institutional investors, qualification for securities company members to participate in the lead underwriting business of debt financing instruments for non-financial enterprises, qualification for conducting business with special institutional clients of insurance institutions, qualification as a chief agency broker in national share transfer system, qualification for digital certificate authentication agency business, qualification for conducting relevant businesses at Zhejiang Equities Exchange Centre, qualification for pilot short selling business, qualification for pilot margin refinancing business, qualification for pilot margin and securities refinancing business, qualification for pilot consumption payment service for clients with securities funds, qualification for concurrent business insurance agency, qualification for private equity fund manager, qualification for pilot OTC income certificates business, qualification for market-making business in national share transfer system, qualification for options settlement business, innovative scheme for account opening through WeChat, qualification for engagement of debt financing instruments quotation business for non-financial enterprises, membership of the Asset Management Association of China, membership of the China Futures Association, membership of the Insurance Asset Management Association of China, filing qualification as an outsourced services provider for private investment funds, qualification for selling precious metal products, qualification for Science and Technology Innovation Board securities lending business, qualification for ChiNext securities lending business, qualification for Science and Technology Innovation Board market-making business.

2. Contact Persons and Contact Details

Contact persons	Board secretary: Liu Bing Company secretary: Ng Ka Man
Address	Qinghai Finance Building, Building No. 1, No. 8 Xiying Street, Fengtai District, Beijing, the PRC
Telephone	010-80926608
Fax	010-80926725
E-mail	yhzd@chinastock.com.cn

3. Disclosure of Information and Place for Inspection

Name and website of the media for disclosing the annual report	China Securities Journal (http://www.cs.com.cn) Shanghai Securities News (http://www.cnstock.com) Securities Times (http://www.stcn.com) Securities Daily (http://www.zqrb.cn)
Website of the stock exchanges for disclosing the annual report	The website of the SSE (http://www.sse.com.cn) The HKEXnews website of the Hong Kong Stock Exchange (https://www.hkexnews.hk)
Location designated for maintaining the Company's annual report	Qinghai Finance Building, Building No. 1, No. 8 Xiying Street, Fengtai District, Beijing, the PRC 20th Floor, Wing On Centre, 111 Connaught Road Central, Sheung Wan, Hong Kong

4. Overview of Company Shares

Class of Share	Stock Exchange	Stock Short Name	Stock Code
A Share	SSE	CGS	601881
H Share	Hong Kong Stock Exchange	CGS	06881

II. HISTORY

In June 2005, according to the Basic Thoughts on Restructuring of China Galaxy Securities Limited Liability Company, approved by the State Council, the State Council decided to implement restructuring of China Galaxy Securities Company Limited (中國銀河證券有限責任公司) through investment made by Huijin. On 8 August 2005, Huijin and the MOF jointly established Galaxy Financial Holdings. On 22 December 2005, after having approved pursuant to the Reply on Approval of the Restructuring Proposal of China Galaxy Securities Co., Ltd. issued by the CSRC (CSRC Ji Gou Zi [2005] No. 163), Galaxy Financial Holdings, as a main promoter, together with 4 domestic investors, namely Beijing Tsinghua Venture Capital Co., Ltd. (北京清華科技創業投資有限責任公司), Chongqing Water Holdings (Group) Co., Ltd. (重慶市水務控股(集團)有限公司), China General Technology (Group) Holding Limited (中國通用技術(集團)控股有限責任公司) and China National Building Material Company Limited (中國建材股份有限公司), jointly established China Galaxy Securities Co., Ltd.

According to the restructuring proposal approved by the State Council and relevant approvals from the CSRC, China Galaxy Securities Co., Ltd. acquired the securities brokerage business, investment banking business and related assets from China Galaxy Securities Company Limited. The Company was duly established with registered capital of RMB6 billion after completion of its registration on 26 January 2007 pursuant to the Approval of Business Commencement of China Galaxy Securities Co., Ltd. (CSRC Ji Gou Zi [2006] No. 322) issued by the CSRC. China Galaxy Securities Company Limited was renamed as "China Galaxy Investment Management Company Limited" and ceased to engage in securities business.

In 2010, China General Technology (Group) Holding Limited transferred 2 million shares then held by it to Zhejiang Tianlang Investment Management Company Limited (浙江天朗投資管理有限公司). CSRC Beijing Bureau issued the Letter of No-Objection Concerning the Change of Shareholders with Less than 5% Shareholding of China Galaxy Securities Co., Ltd. (Jing Zheng Ji Gou Fa [2010] No. 226), and the Company completed relevant procedures concerning the change of equity interest according to related requirements in respect of the captioned transfer.

In 2011, Beijing Qingyuan Defeng Venture Capital Co., Ltd. (北京清源德豐創業投資有限公司) transferred 2 million shares then held by it to Shougang Corporation (首鋼總公司). CSRC Beijing Bureau issued the Letter of No-Objection Concerning the Change of Shareholders with Less than 5% Shareholding of China Galaxy Securities Co., Ltd. (Jing Zheng Ji Gou Fa [2012] No. 2), and the Company completed relevant procedures concerning the change of equity interest according to related requirements in respect of the captioned transfer.

In 2012, Galaxy Financial Holdings transferred the economic interests attributable to an aggregate of 628.878017 million shares to 30 institutions including PICC P&C and 3 individuals. On 8 October 2012, 18 October 2012, 27 November 2012 and 10 December 2012, CSRC Beijing Bureau issued the Letter of No-Objection Concerning the Change of Shareholders with Less than 5% Shareholding of China Galaxy Securities Co., Ltd. (Jing Zheng Ji Gou Fa [2012] No. 149), Letter of No-Objection Concerning the Change of Shareholders with Less than 5% Shareholding of China Galaxy Securities Co., Ltd. (Jing Zheng Ji Gou Fa [2012] No. 158), Letter of No-Objection Concerning the Change of Shareholders with Less than 5% Shareholding of China Galaxy Securities Co., Ltd. (Jing Zheng Ji Gou Fa [2012] No. 166), and Letter of No-Objection Concerning the Change of Shareholders with Less than 5% Shareholding of China Galaxy Securities Co., Ltd. (Jing Zheng Ji Gou Fa [2012] No. 171), respectively, and the Company completed relevant procedures concerning the change of equity interest according to related requirements.

The Company was successfully listed on the Hong Kong Stock Exchange on 22 May 2013. Following the exercise of over-allotment option on 13 June 2013, there were 1,606,604,500 H Shares in issue, among which, 69,345,743 H Shares were sold by the National Council for Social Security Fund and the remaining 1,537,258,757 H Shares were new shares issued by the Company. The registered capital of the Company was increased to RMB7,537 million.

On 5 May 2015, the Company placed an aggregate of 2,000,000,000 H Shares and the registered capital of the Company was increased to RMB9,537 million.

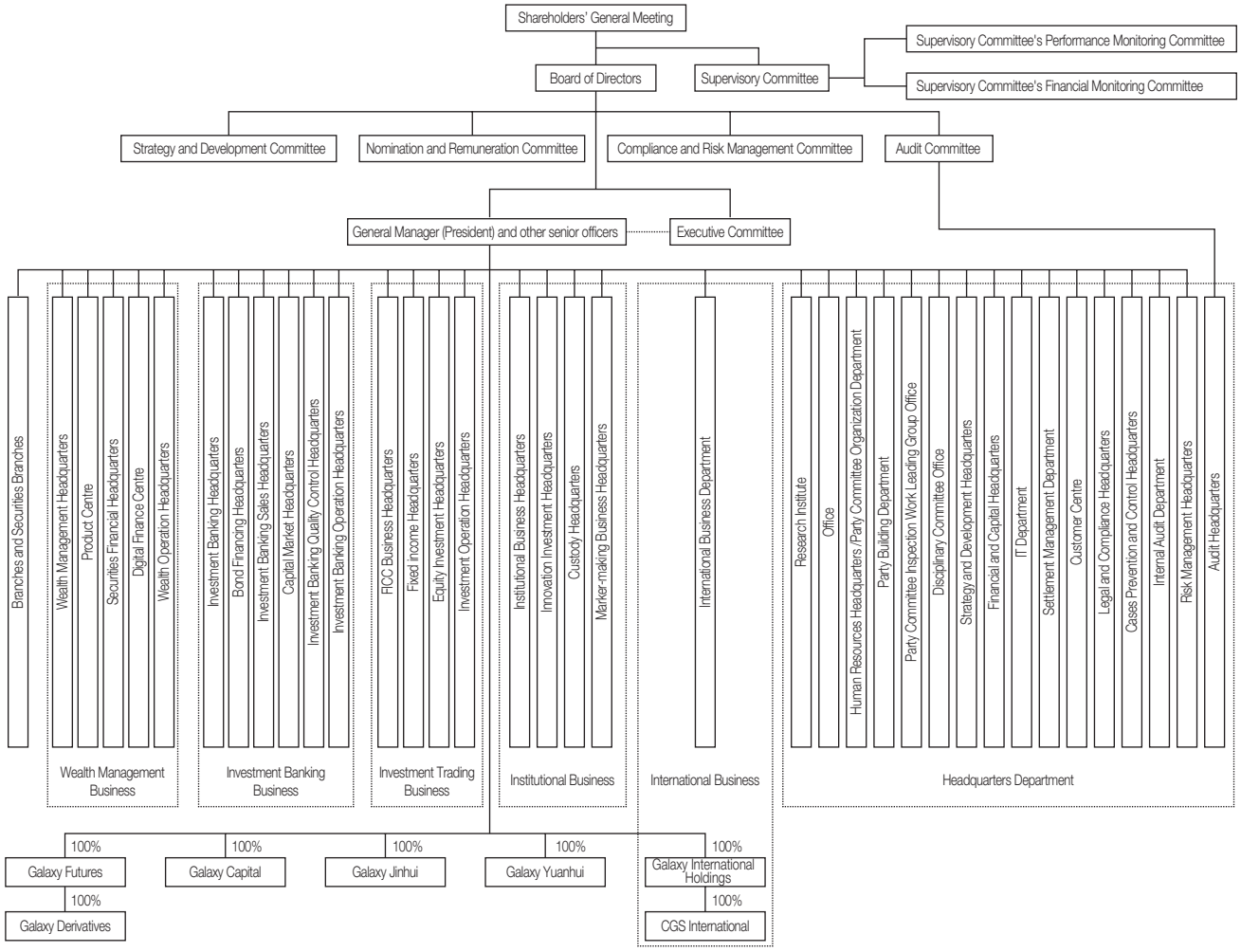
In January 2017, the Company conducted an initial public offering of 600,000,000 A Shares, which became listed on the SSE on 23 January 2017. The Company's registered capital was increased to RMB10,137 million.

In March 2022, the Company completed the issuance of RMB7.8 billion worth of A-share convertible corporate bonds. The conversion of the A-share convertible bonds commenced on 30 September 2022. As at 19 December 2023, the redemption of the A-share convertible corporate bonds was completed and delisted, and 797,143,499 shares in aggregate arose from conversion, increasing the total share capital of the Company to 10,934,402,256 shares.

In August 2024, the Company completed the procedures for the change of registered capital registration, and due to an increase in the Company's total share capital resulting from the conversion of convertible corporate bonds of the Company, the registered capital of the Company was increased to RMB10,934 million from RMB10,137 million accordingly.

III. ORGANIZATIONAL STRUCTURE

In accordance with the requirements of the Company Law, the Securities Law, the Guidelines for the Internal Control of Securities Companies, the relevant regulations and rules of the CSRC, the Stock Exchange Listing Rules, the SSE Listing Rules and the Articles of Association, the Company regulates its operations and constantly improves the operational and governance system for its general meeting, the Board of Directors, the Supervisory Committee and the management. The Company has established standardised and scientific governance structure, and set up an organizational structure that meets its development needs. The organizational structure of the Company is set out as follows:



IV. NUMBER AND DISTRIBUTION OF SECURITIES BRANCHES

As at the End of the Reporting Period, the Company had 461 securities branches located in 31 provinces, autonomous regions and municipalities directly under the central government in the PRC, with the specific distribution as follows:

Region	Number of securities branches	Region	Number of securities branches	Region	Number of securities branches
Guangdong	70	Anhui	12	Inner Mongolia	5
Zhejiang	67	Chongqing	12	Xinjiang	5
Beijing	42	Henan	10	Jilin	4
Shanghai	36	Hunan	10	Gansu	4
Jiangsu	31	Hebei	9	Tianjin	3
Fujian	20	Jiangxi	8	Qinghai	3
Shandong	17	Heilongjiang	7	Hainan	3
Liaoning	15	Shaanxi	7	Ningxia	3
Shanxi	15	Yunnan	6	Guizhou	2
Hubei	14	Guangxi	6	Tibet	1
Sichuan	14	–	–	–	–

Details of the securities branches of the Company are set out in Appendix.

V. SUBSIDIARIES AND BRANCHES

(i) As at the End of the Reporting Period, the Company directly holds one overseas subsidiary, namely Galaxy International Holdings, and four domestic subsidiaries, namely Galaxy Futures, Galaxy Capital, Galaxy Jinhui and Galaxy Yuanhui. The basic information of the above subsidiaries is as follows:

Name	Registered address	Date of incorporation	Registered capital	Legal representative/ Person in charge	Percentage of shareholding	Telephone number
Galaxy Futures	Room 31012, Unit 2702, 31/F and Room 33010, Unit 2902, 33/F, Block 8, Jianguomen Outer Street, Chaoyang District, Beijing	25 December 2006	RMB4.5 billion	Wang Dong	100%	010-68569588
Galaxy Capital	101, 6/F, 101, 4-18/F, Building No. 1, No. 8 Xiying Street, Fengtai District, Beijing	21 October 2009	RMB1.5 billion	Sun Jiao	100%	010-63369697
Galaxy International Holdings	20th Floor, Wing On Centre, 111 Connaught Road Central, Sheung Wan, Hong Kong	9 February 2011	HKD8.6 billion	Chang Yu	100%	(852) 36986888
Galaxy Jinhui	Room 201, Block A, No. 1, Qianwan Road 1, Qianhai Shenzhen – Hong Kong Cooperative District, Shenzhen (Shenzhen Qianhai Commerce Secretariat Co., Ltd.)	25 April 2014	RMB1.0 billion	Wu Jianfei	100%	010-89623113
Galaxy Yuanhui	Room 3104, 31/F, 99 Fucheng Road, China (Shanghai) Pilot Free Trade Zone	10 December 2015	RMB5.0 billion	Ouyang Ping	100%	021-60751758

(ii) As at the End of the Reporting Period, the Company had 37 branches, each of which has working capital of RMB5 million. The details are as follows:

No.	Branches	Address	Name of person in charge	Date of incorporation shown on business license	Telephone number
1	Shenzhen Branch	20th Floor, Zhongzhou Building, No. 3088 Jintian Road, Futian Street, Futian District, Shenzhen	Zeng Jun	21 June 2011	0755-82031998
2	Zhejiang Branch	28/F, Building 3, Fanhai International Centre, Jianggan District, Hangzhou, Zhejiang Province	Song Xiaojun	15 July 2011	0571-87043507
3	Guangdong Branch	Rooms 2802 and 2801, Self-arranged Unit B, No. 235 Tianhe North Road, Tianhe District, Guangzhou	Shi Nan	22 July 2011	020-83953827
4	Beijing Branch	Rooms 1502/1503/1504, 15/F, Financial Street International Hotel, No. 11 Financial Street, Xicheng District, Beijing	Zhang Kaihui	26 July 2011	010-89508777
5	Shanghai Branch	Units 01, 02, 03, 05, 31/F, No. 99 Fucheng Road, China (Shanghai) Pilot Free Trade Zone	Tian Min	29 July 2011	021-20252657
6	Hunan Branch	2/F, No. 279, Section 2, Furong Middle Road, Yuhua District, Changsha, Hunan Province	Jiang Jianjun	23 August 2011	0731-85536291
7	Henan Branch	Nos. 202-206, 2/F, Li Feng International Building, No. 6 Shangxian Street, Longzihu, Zhengdong New Area, Zhengzhou, Henan Province	Wang Junzhao	4 March 2013	0371-63969218
8	Tianjin Branch	Room 1707, 17/F, Luneng International Centre, Intersection of Shuishang Park North Road and Shuishang Park East Road, Nankai District, Tianjin	Liu Jing	11 March 2013	022-83830348
9	Qinghai Branch	Nos. 106-26 Changjiang Road, Chengzhong District, Xining, Qinghai Province	Chen Wenyuan	11 March 2013	0971-8261669
10	Hubei Branch	3/F, Business Conference Centre, No. 1 Hongshan Road, Wuchang District, Wuhan, Hubei Province	Zhang Zhiqiang [Note 1]	12 March 2013	027-87841733
11	Ningbo Branch	32-1, No. 30 Anbo Road and No. 8 Jianning Street, Yinzhou District, Ningbo, Zhejiang Province	Zhou Hongliang	12 March 2013	0574-87681169
12	Yunnan Branch	4/F, Xingyao Building, No. 393 Baita Road, Panlong District, Kunming, Yunnan Province	Wang Anyuan	13 March 2013	0871-63645475

No.	Branches	Address	Name of person in charge	Date of incorporation shown on business license	Telephone number
13	Dalian Branch	B, C, D, Elevator Floor 5, No. 620 Huanghe Road, Shahekou District, Dalian, Liaoning Province	Jiang Xuetao	13 March 2013	0411-84313089
14	Jiangsu Branch	Rooms 1701-1 and 1701-5, No. 179 Yanshan Road, Jianye District, Nanjing	Wang Desheng	13 March 2013	025-84265536
15	Shanxi Branch	Units 01, 02, 03, 04B, 8/F, Block A, China Overseas International Centre, No. 8, Section 1, Jinci Road, Wanbailin District, Taiyuan, Shanxi Province	Wang Fu	14 March 2013	0351-8611197
16	Inner Mongolia Branch	Shop 101, Block B, Boerdun Plaza, Ulanqab East Road, Saihan District, Hohhot, Inner Mongolia Autonomous Region	Zhao Libin	15 March 2013	0471-4955414
17	Chongqing Branch	Unit 2, 24/F, No. 188 Minzu Road, Yuzhong District, Chongqing	Zhou Ming	18 March 2013	023-88128983
18	Jilin Branch	9/F, Building A2, Jishang International Project, Qianjin Street, Chaoyang District, Changchun	Hao Guojing	19 March 2013	0431-82707737
19	Hebei Branch	No. 98 Hongqi Street, West Bridge District, Shijiazhuang	Zhao Yongwei	20 March 2013	0311-83998683
20	Sichuan Branch	Room 401, 4/F, Block 1, No. 9 Jianshe Road, Chenghua District, Chengdu	Zhang Zhiqiang [Note 1]	21 March 2013	028-84360387
21	Xiamen Branch	Units C-D, 15/F, Block A, Portman Fortune Centre, No. 81, Zhanhong Road, Siming District, Xiamen	Zeng Wenqing	21 March 2013	0592-2227159
22	Anhui Branch	Offices 3801, 3802, Block C, Landmark Plaza, No. 288, Huaining Road, Shushan District, Hefei	Li Ding	22 March 2013	0551-62619935
23	Heilongjiang Branch	3/F, Commercial Service, Floors 1-4 Blue Waterfront, No. 209 Zhongshan Road, Nangang District, Harbin, Heilongjiang Province	Li Naichen	25 March 2013	0451-53905568
24	Liaoning Branch	Units 1701, 1703-1, 1710, No. 59 Beizhan Road, Shenhe District, Shenyang	Wen Jiuyu	27 March 2013	024-23250200

No.	Branches	Address	Name of person in charge	Date of incorporation shown on business license	Telephone number
25	Shandong Branch	Units 01, 06, S-2101, China Life Insurance Building, No. 11001 Jingshi Road, Lixia District, Jinan, Shandong Province	Wang Yan (王岩)	29 March 2013	0531-88802098
26	Jiangxi Branch	201, 2/F, Comprehensive Laboratory Building, No. 555 Gaoxin Avenue, Nanchang Hi-Tech Industrial Development Zone, Nanchang, Jiangxi Province	Jin Zicheng	2 April 2013	0791-86283972
27	Fujian Branch	Offices 11 and 12, 11/F, Shangri-La Centre, No. 9 Xinquan South Road, Gulou District, Fuzhou, Fujian Province	Huang Feilong	2 April 2013	0591-83350449
28	Qingdao Branch	B, Room 301, Building No. 33, No. 88 Haikou Road, Laoshan District, Qingdao, Shandong Province	Cui Ning	15 April 2013	0532-82962152
29	Shaanxi Branch	2/F, Commercial and Residential Building of China Railway Group, No. 51 Youyi East Road, Beilin District, Xi'an, Shaanxi Province	Huang Yaguang	24 April 2013	029-87809443
30	Ningxia Branch	Nos. 901-2, 9/F, Dening International Centre, No. 166 Beijing Middle Road, Jinfeng District, Yinchuan	Wu Wei (武伟)	29 April 2014	0951-5046808
31	Hainan Branch	1901-1 (South), 19/F, Shengda Business Plaza, No. 61, Guoxing Avenue, Meilan District, Haikou, Hainan Province	Chen Weihong	7 May 2014	0898-68500805
32	Gansu Branch	3/F-1, Changye Jinzuo, No. 621 Donggang West Road, Chengguan District, Lanzhou, Gansu Province	Zhao Yan	8 May 2014	0931-8860653
33	Guangxi Branch	3/F, No. 12-2, Yuanhu South Road, Qingxiu District, Nanning	Xiong Wenfeng	14 May 2014	0771-5865105
34	Xinjiang Branch	No. 90, Jiankang Road, Jiefang North Road, Tianshan District, Urumqi, Xinjiang	Kong Lingguo	15 May 2014	0991-2310019
35	Tibet Branch	No. 32, 4/F, Building No. 2, Taihe International Cultural Plaza, No. 7 Jinzhu Middle Road, Chengguan District, Lhasa	Lin Hong	15 May 2014	0891-6344051

No.	Branches	Address	Name of person in charge	Date of incorporation shown on business license	Telephone number
36	Guizhou Branch	Units 12, 13, 14, 15, 20/F, Building No. 5, Phase I Business Zone, Guiyang International Finance Centre, Northwestern Corner of Lincheng Road and Changling Road, Guanshan Lake District, Guiyang, Guizhou Province	Shang Chao	22 May 2014	0931-8860653
37	Zhongshan Branch[Note 2]	Offices 1-4 & 7, 3/F, Tower 2, Shangfeng Financial Business Centre, No. 88 Zhongshan 4th Road, East District, Zhongshan	Wei Dan	19 March 2007	0760-88309888

Note 1: The person in charge of Hubei Branch is not the same as the person in charge of Sichuan Branch.

Note 2: Zhongshan Branch was upgraded from Zhongshan Securities Branch in 2021. Zhongshan Securities Branch was established on 19 March 2007, and its upgrade and change of name on the business license were completed on 16 August 2021.

VI. OTHER RELATED INFORMATION

Accounting firm engaged by the Company (domestic)	Name	Ernst & Young Hua Ming LLP (Special General Partnership)
	Office address	16/F, Ernst & Young Tower, 1 East Changan Avenue, Dongcheng District, Beijing
	Names of signing accountants	Shi Yuxuan, Yu Liu (俞溜)
Accounting firm engaged by the Company (overseas)	Name	Ernst & Young
	Office address	27/F, One Taikoo Place, 979 King's Road, Quarry Bay, Hong Kong
	Names of signing accountants	Ng Chi Keung
Legal adviser engaged by the Company (domestic)	Name	Beijing King & Wood Mallesons
	Office address	17-18th Floor, East Tower, World Financial Centre Building 1, 1 Dongsanhuan Zhonglu, Chaoyang District, Beijing
Legal adviser engaged by the Company (Hong Kong)	Name	Latham & Watkins LLP
	Office address	Unit 2318, China World Trade Office 2, 1 Jian Guo Men Wai Avenue, Chaoyang District, Beijing 18/F, One Exchange Square, 8 Connaught Place, Central, Hong Kong
Share registrar for A Shares	Name	China Securities Depository and Clearing Corporation Limited
	Office address	No. 188 South Yanggao Road, Pudong New Area, Shanghai
Share registrar for H Shares	Name	Computershare Hong Kong Investor Services Limited
	Office address	Shops 1712-1716, 17th Floor, Hopewell Centre, 183 Queen's Road East, Wan Chai, Hong Kong

VII. MAJOR ACCOUNTING DATA AND FINANCIAL INDICATORS

(I) Financial Highlights

Major Financial Data

Major Accounting Data (RMB'000)

Item	2024	2023	Increase/decrease from the same period last year	2022
Total revenue, gains and other income	**46,757,555**	44,962,115	**3.99%**	43,781,051
Total expenses	**36,235,165**	36,826,150	**-1.60%**	35,811,056
Profit before income tax	**10,518,630**	8,133,649	**29.32%**	7,970,867
Profit for the year – attributable to owners of the Company	**10,030,838**	7,878,769	**27.31%**	7,767,550
Net cash flow from operating activities	**-6,467,817**	-30,193,137	**N/A**	28,825,542

Item	31 December 2024	31 December 2023	Increase/decrease from the same period last year	31 December 2022
Total assets	**737,470,691**	663,205,297	**11.20%**	625,222,928
Total liabilities	**596,971,247**	532,710,511	**12.06%**	522,601,017
Equity attributable to owners of the Company	**140,480,735**	130,466,361	**7.68%**	102,598,726
Total share capital	**10,934,402**	10,934,402	**0.00%**	10,137,280
Gearing ratio[Note 1]	**75.43%**	75.97%	**-0.71%**	79.29%

Note 1 Gearing ratio = (total liabilities – accounts payable to brokerage clients – funds payable to securities issuers)/(total assets – accounts payable to brokerage clients – funds payable to securities issuers)

Note 2 The International Accounting Standards Board issued the Amendments to the International Accounting Standard (IAS) 12 – Deferred Tax Related to Assets and Liabilities Arising from a Single Transaction in May 2021, which narrowed the scope of the initial recognition exception in IAS 12, so that the exception no longer applies to transactions, such as leases, that give rise to equal taxable and deductible temporary differences. The Group is therefore required to recognise a deferred tax asset (provided sufficient taxable profits are available) and a deferred tax liability in respect of temporary differences arising from such transactions. The amendments will be effective for annual reporting periods beginning on or after 1 January 2023. The Group has adjusted the relevant account data on the consolidated statement of financial position as at 31 December 2022 and the prior year comparative data on the consolidated statement of profit or loss in accordance with the cumulative effect of the amendments described above.

Key Financial Indicators

Item	2024	2023	Increase/decrease from the same period last year	2022
Basic earnings per share (RMB/share)	**0.81**	0.67	**20.90%**	0.70
Diluted earnings per share (RMB/share)	**0.81**	0.65	**24.62%**	0.67
Weighted average return on net assets	**8.30%**	7.52%	**10.37%**	8.22%

(II) Major Accounting Data and Financial Indicators for the Past Five Years

Profitability (RMB'000)

Item	2024	2023	2024 (compared with 2023) increase/decrease	2022	2021	2020
Total revenue, gains and other income	**46,757,555**	44,962,115	**3.99%**	43,781,051	45,277,062	31,267,233
Total expenses	**36,235,165**	36,826,150	**-1.60%**	35,811,056	32,532,645	22,171,139
Profit before income tax	**10,518,630**	8,133,649	**29.32%**	7,970,867	12,791,012	9,156,733
Profit for the year – attributable to owners of the Company	**10,030,838**	7,878,769	**27.31%**	7,767,550	10,430,238	7,243,654

Assets (RMB'000)

Item	31 December 2024	31 December 2023	31 December 2024 (compared with 31 December 2023) increase/decrease	31 December 2022	31 December 2021	31 December 2020
Total assets	**737,470,691**	663,205,297	**11.20%**	625,222,928	560,135,033	445,730,215
Total liabilities	**596,971,247**	532,710,511	**12.06%**	522,601,017	461,156,982	363,722,157
Accounts payable to brokerage clients	**165,569,131**	120,261,793	**37.67%**	129,645,925	128,400,821	97,670,919
Funds payable to securities issuers	**18,000**	–	**N/A**	–	–	11,139
Total shareholders' equity	**140,499,444**	130,494,786	**7.67%**	102,621,911	98,978,051	82,008,058
Equity attributable to owners of the Company	**140,480,735**	130,466,361	**7.68%**	102,598,726	98,955,798	81,254,531
Total share capital	**10,934,402**	10,934,402	**0.00%**	10,137,280	10,137,259	10,137,259

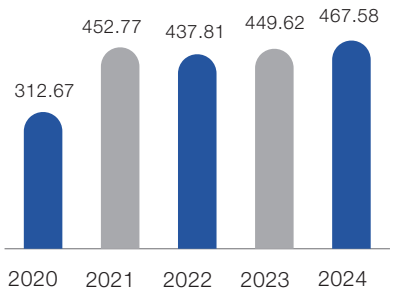
Key Financial Indicators

Item	2024	2023	2022	2021	2020
Basic earnings per share (RMB/share)	**0.81**	0.67	0.70	0.97	0.71
Diluted earnings per share[Note 1] (RMB/share)	**0.81**	0.65	0.67	0.97	0.71
Weighted average return on net assets	**8.30%**	7.52%	8.22%	12.29%	9.84%
Gearing ratio[Note 2]	**75.43%**	75.97%	79.29%	77.07%	76.44%

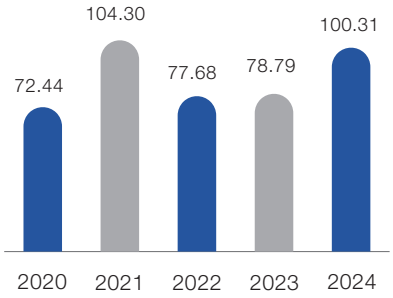
Note 1 There were no dilutive potential ordinary shares of the Company in 2020, 2021 and 2024.

Note 2 Gearing ratio = (total liabilities – accounts payable to brokerage clients – funds payable to securities issuers)/(total assets – accounts payable to brokerage clients – funds payable to securities issuers)

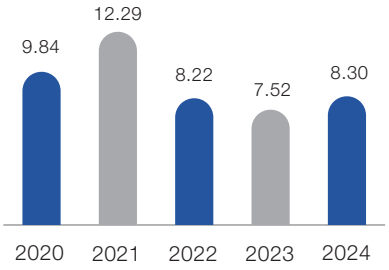
Revenue, gains and other income
(RMB100 million)



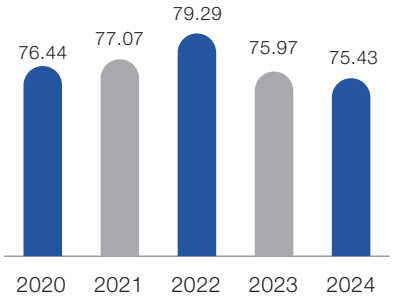
Profit for the year – attributable to owners of the Company
(RMB100 million)

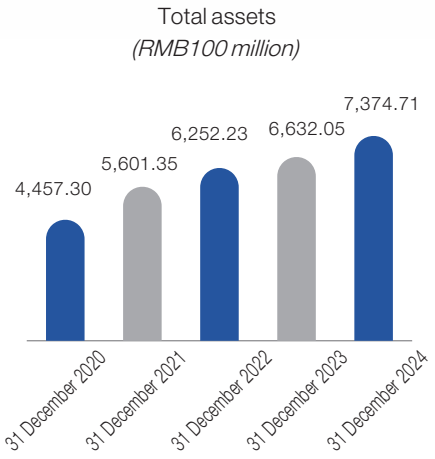


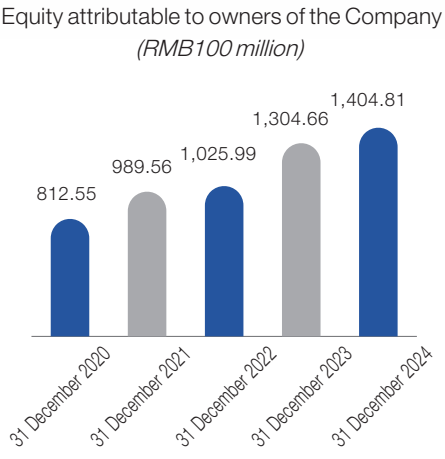
Weighted average return on net assets
(%)



Gearing ratio
(%)







(III) Differences of Accounting Data Under Domestic and Foreign Accounting Standards

There was no difference between the net profit for 2024 and 2023 and the net assets as at 31 December 2024 and 31 December 2023 as presented in the Company's consolidated financial statements prepared in accordance with the IFRS and the consolidated financial statements prepared in accordance with the China Accounting Standards for Business Enterprises.

VIII. NET CAPITAL AND RELEVANT RISK CONTROL INDICATORS OF PARENT COMPANY

During the Reporting Period, the risk control indicators for various businesses of the parent company complied with relevant provisions in the Measures for the Administration of Risk Control Indicators of Securities Companies (《證券公司風險控制指標管理辦法》) issued by the CSRC.

As at the End of the Reporting Period, the key risk control indicators of the parent company are as follows:

Item	31 December 2024	31 December 2023
Net capital (RMB)	**111,090,346,133.00**	100,100,154,912.51
Net assets (RMB)	**135,500,054,764.83**	126,594,428,575.06
Total risk capital provisions (RMB)	**51,665,698,892.84**	41,103,996,144.94
Total on-/off-balance sheet assets (RMB)	**596,493,774,536.45**	585,441,714,357.71
Risk coverage ratio (%)	**215.02**	243.53
Capital leverage ratio (%)	**13.45**	12.03
Liquidity coverage (%)	**323.93**	289.15
Net stable funding ratio (%)	**150.13**	129.20
Net capital/Net assets (%)	**81.99**	79.07
Net capital/liabilities (%)	**28.00**	26.83
Net assets/liabilities (%)	**34.15**	33.94
Proprietary equity securities and their derivatives/ Net capital (%)	**27.14**	28.22
Non-proprietary equity securities and their derivatives/ Net capital (%)	**289.09**	273.87

I. DESCRIPTION OF PRINCIPAL BUSINESSES AND INDUSTRY IN WHICH THE COMPANY OPERATES DURING THE REPORTING PERIOD

(i) Primary Business Types of the Group

The Company is committed to building a reputable modern investment bank by focusing on marketisation, platformisation and digitisation. In 2023, the Company formally implemented a new round of strategic development planning by clearly sticking to the strategic mission of "serving the country with finance and putting customers first" and the strategic goal of "building a first-class domestic and international modern investment bank". The Company pushed forward the "five-in-one" business model, i.e., to provide integrated financial services including wealth management business, investment banking business, institutional business, international business, investment trading business, and other parent-subsidiary integration business.

Wealth Management Business

The Company provides clients with agency trading of stocks, funds, bonds, derivative financial instruments, etc., with financial services including investment advisory, portfolio advice, financial product sales and asset allocation, and offers them margin financing and securities lending, stock-pledged repurchases, agreed repurchase transactions and so forth.

Investment Banking Business

The Company provides one-stop investment banking services for a variety of corporate and government clients, including equity financing, bond financing, structured financing, financial advisory, asset securitisation and diversified financing solutions.

Institutional Business

The Company engages in the provision of prime brokers, seat leasing, custody and fund services, investment research, sales and trading for institutional clients.

International Business

The Company provides brokerage and sales, investment banking, research and asset management services to global institutional clients, corporate clients and retail clients through such business platforms as Galaxy International Holdings and CGS International.

Investment Trading Business

The Company engages in investment trading of equity securities, fixed-income securities, commodities and derivative financial instruments with its own funds, and provides integrated financial solutions for clients' investment, financing and risk management.

Other Parent-subsidiary Integration Business

Focusing on "client demand", "professional development" and "collaborative income generation", the Company actively integrates the subsidiaries that provide such services as futures, private equity investment management, alternative investment and asset management with the above-mentioned five business lines, in a bid to strengthen business collaboration and resources connection, and continuously offer integrated financial services for clients.

(ii) Development Characteristics of the Industry in Which the Group Operates

In 2024, the macroeconomic policies of China were strong and effective, and the national economy progressed steadily with significant achievements in high-quality development. The third plenary session of the 20th Central Committee of the Communist Party of China systemically arranged for further comprehensive deepening reforms. The Several Opinions on Strengthening Supervision, Preventing Risks and Promoting High-Quality Development of the Capital Market (the New Nine Guidelines (新"國九條")) provide strategic guidance for advancing the high-quality development in the capital market, with the pace of reforms deepening and becoming more practical, continuously stimulating market vitality. Since late September 2024, market liquidity has been reasonably abundant, policy coordination has significantly strengthened, investor confidence has quickly recovered, and the capital market has been vigorously boosted. M&A and restructuring policies drove differentiated and specialized development across industries, accelerating resources integration among securities companies. The recovery in the equity market spurred increased trading activity, with the fundamentals of the securities industry continuously improving, returning to an upward trajectory.

In the first three quarters of 2024, the operating revenue and net profit of the securities industry decreased by 3.3% and increased by 2.4% year on year to RMB303.334 billion and RMB116.004 billion, respectively, according to the unaudited financial data of parents of securities firms released by the Securities Association of China. The scale and strength of the securities industry continued to expand. As at the end of the third quarter of 2024, the securities industry reported total assets of RMB12.482199 trillion, net assets of RMB3.036131 trillion and net capital of RMB2.225158 trillion, showing increases of 5.5%, 2.9% and 2.1%, respectively, compared to the end of 2023.

II. SIGNIFICANT CHANGES IN MAJOR ASSETS OF THE COMPANY DURING THE REPORTING PERIOD

As at 31 December 2024, the Group had total assets of RMB737.471 billion, an increase of 11.20% as compared with the end of last year. Among which, monetary capital amounted to RMB144.890 billion, an increase of 27.52% as compared with the end of last year, which was mainly due to the increase in customer fund deposits; provision of settlement funds amounted to RMB35.798 billion, an increase of 28.31% as compared with the end of last year, which was mainly due to the increase in provision of settlement funds for customers; lending to clients amounted to RMB101.535 billion, an increase of 11.31% as compared with the end of last year, which was mainly due to the expansion of financing business; derivative financial assets amounted to RMB4.202 billion, a decrease of 50.01% as compared with the end of last year, which was mainly due to the impact of the value fluctuation of derivatives; financial assets held under resale agreements amounted to RMB24.758 billion, an increase of 8.83% as compared with the end of last year, which was mainly due to the growth in the bond pledge repurchase business; financial assets held for trading amounted to RMB220.761 billion, an increase of 7.07% as compared with the end of last year, which was mainly due to the increase in the investment in bonds; debt investments amounted to RMB895 million, a decrease of 61.04% from the end of last year, which was mainly due to the decrease in bond investments; other debt investments amounted to RMB105.129 billion, an increase of 7.98% as compared with the end of last year, which was mainly due to the increase in bond investments; investment in other equity instruments amounted to RMB55.687 billion, an increase of 23.27% as compared with the end of last year, which was mainly due to the increase in the investment in other equity instruments; long-term equity investment amounted to RMB300 million, an increase of 22.69% as compared with the end of last year, which was mainly due to the increase in the partnerships invested by subsidiaries.

As of 31 December 2024, overseas assets amounted to RMB39.880 billion, accounting for 5.41% of the total assets.

III. ANALYSIS ON CORE COMPETITIVENESS DURING THE REPORTING PERIOD

As an important securities finance platform under Huijin and one member of the "national team" in the securities sector and capital market, the Company can grasp the national development policies in a timely manner and enjoy the synergy of resources. After years of development, the Company has established significant competitive advantages as follows:

(i) The Company has a sound operational management. The Company has always adhered to the principle of focusing on risk control and prioritising compliance, maintained a prudent and robust risk appetite, and upheld the compliance concept of "three 'never' and one 'pursuing'". With the optimisation of the comprehensive risk management capability and support for the effective synergy of internal controls, the Company has continuously improved the professional tools of internal controls, refined the penetrating and full-coverage risk management operation mechanism covering subsidiaries and off-balance-sheet businesses, and enhanced the proactivity, professionalism and foresight of internal controls, so as to firmly hold the bottom line of avoiding any major financial risk and provide a solid foundation and guarantee for the Company's steady development.

(ii) The Company has a distinctive business system. Specialising in retail business, the Company has established a client-centric wealth management service system covering branch offices and securities branches. It is a leading provider of services in stockbroking, agency sale of financial products, credit business and futures business. The Company leverages its offline network and client scale to get a head start in wealth management transformation, allowing it to maintain a leading position in retail services. As for its international business, the Company puts focus in Southeast Asia and has built a sound international service chain. It broke into the top three players in terms of market share in core regions, such as Singapore and Malaysia. The international business has been increasingly mature, which will become an important growth point in the future.

(iii) Good brand image. The Company was a wholly state-owned securities company with the largest registered capital in China at the time of establishment. It is now still one of the leading securities companies with the highest state ownership, and is the "national team" in the securities industry and capital market. The Company listed shares on both the H-share and A-share markets in 2013 and 2017, respectively. It has been awarded numerous honours and titles by governmental departments and professional organisations. The Company's core businesses have long stayed top of the industry rankings. It actively serves the national strategy and the real economy, helps the capital market establish an endogenous stability mechanism, and actively integrates into the "dual circulation" pattern. It enjoys a high visibility and reputation in China's capital market, especially in the field of household wealth management.

(iv) Extensive channel network layout. The Company has constantly stepped up its presence in the domestic market. After years of development, the Company has 37 branch offices and 461 branches in 31 provinces, autonomous regions and municipalities, allowing it to conveniently serve the needs of all kinds of clients seeking integrated financial services. With the deepening of the Belt and Road Initiative, the Company, through its merger and acquisition with CIMB, has expanded its international business network from Hong Kong to Singapore, Malaysia, Indonesia, Thailand, South Korea, etc., marking its comprehensive entry into Southeast Asia and making it a Chinese brokerage with the most extensive network in Asia.

(v) Rich client resources. As at the end of 2024, the Company had more than 17.30 million clients, with RMB5.09 trillion of securities under custody. Benefitting from its sound client base, the Company has significant potential for synergistic marketing growth among its business lines.

SECTION IV DISCUSSION AND ANALYSIS ON OPERATION

I. MANAGEMENT DISCUSSION AND ANALYSIS

(i) Overall Business Situation

In 2024, amid a complex and ever-changing market environment, the Company, guided by Xi Jinping's thought on socialism with Chinese characteristics for a new era, adhered to and strengthened the overall leadership of the Communist Party of China, remained committed to the mission of financial patriotism, maintained strategic focus, and upheld firm confidence in development. The Company unified its efforts in operations, reform, management, and risk prevention, steadily advancing high-quality development and striving to excel in its principal business areas. The Company prioritized its functional roles, focused on improving the quality and efficiency of the main business, and fully leveraged the "five-in-one" business framework. The advantages of the wealth management business were continuously consolidated, and the effects of specialized reforms in investment banking became apparent. The coverage of institutional business services further expanded, and the integration of domestic and international business achieved remarkable results. The investment and trading business generated good returns, and the operation of subsidiaries remained stable. The Company also persistently deepened reforms in all areas, accelerated the construction of digital and platform infrastructure, embraced new opportunities brought by information technology transformation, and steadily promoted comprehensive synergy. The implementation of the "three plus one" institutional mechanism achieved results. The Company also strengthened its cultural foundation, vigorously promoted and practised Chinese-style financial culture, built a "six-pillar supporting system" for Galaxy culture, continued to share the stories of Galaxy culture, and enhanced the driving force for corporate development. In addition, the Company reinforced comprehensive risk management, improved compliance and internal control systems, strengthened overseas institutional management reforms, and continuously built a sound subsidiary management system characterized by being "transparent, accessible, and controllable", ensuring a secure and steady development.

In 2024, the Company achieved steady growth in operating results and maintained a stable position in the industry, with on a group basis, total revenue, gains and other income amounting to RMB46.758 billion, representing a year-on-year increase of 3.99%, and net profit attributable to owners of the Company reaching RMB10.031 billion, representing a year-on-year increase of 27.31%. The Company's asset scale stably increased. As at the End of the Reporting Period, total assets amounted to RMB737.471 billion, and equity attributable to owners of the Company amounted to RMB140.481 billion, on a group basis, laying a solid foundation for achieving the strategic goal of transforming from a traditional securities company to a modern investment bank.

(ii) Analysis of Principal Businesses of the Company

The Company is primarily engaged in the wealth management business, investment banking business, institutional business, international business, investment trading business, and other parent-subsidiary integration business. During the Reporting Period, the Company's principal businesses were conducted as follows:

1. Wealth Management Business

In 2024, the Company closely focused on the strategic goal of becoming a "financial advisor to the people" in its wealth management business. By strengthening business leadership and professional empowerment, comprehensive financial services were used to enhance customer stickiness and service experience in all aspects. Efforts were made to innovate high-quality, tailored financial products and expand buyer-side investment advisory services, promoting deep exploration and conversion of customer value and forming differentiated advantages in inclusive finance. The Company adhered to an investor-centric approach, conducted investor protection education, effectively safeguarded the legitimate rights and interests of investors, and helped safeguard the "money bags" of the general public. It continued to build an integrated service ecosystem centred around the needs of clients, providing professional and innovative comprehensive financial services and wealth solutions.

(1) Retail Brokerage and Wealth Management Business

In 2024, the A-share market experienced a period of decline followed by a rebound, particularly since late September. With the accelerated implementation of a package of policies aimed at boosting the capital market, major market indexes bottomed out and experienced volatile growth, leading to a significant increase in market activity and trading volume. According to the statistics of stock exchanges, the annual trading volume of equity funds (excluding Shanghai Stock Connect, Shenzhen Stock Connect and exchange-traded money market funds) on the three stock exchanges (i.e. the SSE, the SZSE and the BSE) was approximately RMB272.08 trillion, with an average daily trading volume of RMB1.12 trillion, representing a year-on-year increase of 23.3%.

In 2024, the Company continued to strengthen its retail customer base, consolidate its trading service advantages, optimise the entire process of closed-loop management for "client acquisition, activation, retention and loyalty". It actively and prudently promoted multi-channel cooperation, and accelerated the reach of customer services throughout their entire journey and across all scenarios, "both online and offline". By effectively implementing investor suitability management and investor access requirements, the Company capitalized on the advantages of its business outlets and registered investment advisors to provide close professional support. Leveraging the power of financial technology, the Company created and improved a "dual customer lifecycle" service system, launched a "customer digital operation platform", and accurately matched service resources and financial products. The Company also iteratively upgraded the trading service system, and developed a personalized and refined customer operation and management model to continuously promote the sustained high-quality development of its retail brokerage and wealth management business.

As at the end of 2024, the Company had a total of over 17.30 million customers, with securities under custody totalling RMB5.09 trillion. It had 4,056 registered investment advisors, representing a 6.8% increase compared to the end of 2023.

(2) Financial Product Sales Business

According to statistics from the Asset Management Association of China, the net asset value of publicly offered funds managed by domestic fund management institutions in China reached RMB32.83 trillion as at the end of 2024, representing a 19.0% increase compared to the end of 2023.

In 2024, actively responding to changes in market demand, the Company closely followed the investment trends of equity index products, focused on ETF funds, and selected fixed-income products, which continuously improved customer coverage and the scale of financial product holdings. The Company persisted in improving the "retirement finance" service system and launched the comprehensive retirement service brand "Galaxy Xinganyang (銀河星安養)", aiming to create an integrated retirement comprehensive financial service that includes "protection + investment + health + pension". It continued to expand its range of retirement products and explore new models for commercial pension funds. Investment advisors focused on deepening buyer-side services, promoting the delivery of systematic allocation plans, building a talent pipeline, and innovatively launching "distributed" investment advisory services. The development of ETFs and online robo-advisory services were accelerated. The Company continued to optimise its high-net-worth client service brand "Galaxy Jinyi", with asset allocation services as its core, to meet the diverse needs of clients for asset allocation and wealth inheritance. It strengthened professional empowerment through intelligent tools and upgraded the Company's self-developed investment advisory platform "G-Winstar" (AskTA System), while continuously improving the marketing and service system.

In 2024, the sales of financial products of the Company exceeded RMB80 billion. As at the end of 2024, the Company's financial product holdings totaled RMB211.117 billion, representing a 7.8% increase compared to the end of 2023, with over 100,000 individual pension accounts opened. The total number of contracted customers for "Galaxy Jinyi" exceeded 7,400, and the scale of the "Jin • Yao" asset allocation series products surpassed RMB1 billion.

(3) Credit Business

According to Wind statistics, the balance of margin trading and securities lending amounted to RMB1,864.6 billion as at the end of 2024, representing a 12.9% increase compared to the end of 2023. Among these, the balance of margin trading stood at RMB1,854.1 billion, an increase of 17.4% compared to the end of 2023, while that of securities lending was RMB10.4 billion, a decrease of 85.4% compared to the end of 2023.

In 2024, focusing on serving the national strategy, the Company's credit business fully utilized credit tools to serve the real economy. It adhered to right path and sought for innovation, deepened client relationships, enhanced services, and promoted synergy. Various measures were taken to promote the high-quality development of the credit business. The Company efficiently responded to market changes, closely followed regulatory policies, and made every effort to ensure compliance and protect investor rights. It insisted on becoming client-centric, strengthened the financial support for people, enhanced technological and professional empowerment and provided differentiated and precise services and products for various clients, including individuals, companies and institutions. A sound risk prevention and control system was established to improve risk management and prevention capabilities. The Company continuously tracked market dynamics, expanded business outreach and innovated the business model to actively boost the growth of new financing business. It built a competitive "credit + X" business cluster to provide diverse integrated financial services to listed companies and their shareholders and various professional investment institutions.

As at the end of 2024, the balance of the Company's margin trading and securities lending amounted to RMB92.1 billion with an average maintenance margin of 255%. The outstanding balance of its stock pledge business was RMB20.3 billion, with a performance security ratio of 280%. Risks were generally under control.

2. Investment Banking Business

In 2024, under policy guidance, the capital market further deepened its reform and continued to promote high-quality development. According to Wind statistics, the equity financing scale in the A-share market in 2024 was RMB290.472 billion, a year-on-year decrease of 73.6%. Among them, the IPO financing scale was RMB67.353 billion, a year-on-year decrease of 81.1%, and the refinancing scale was RMB223.120 billion (excluding convertible bonds), a year-on-year decrease of 70.0%. In 2024, the total issuance of new bonds in China reached RMB79.86 trillion, representing a year-on-year increase of 12.4%.

2024 was a crucial year for the Company's three-year strategic development plan. Guided by the strategic plan, the investment banking business continuously strengthened professional capabilities, and fully leveraged its "functional" role to create a modern and world-class investment bank.

(1) Equity Financing and Financial Advisory Business

The Company continued to strengthen its project pipeline in A-share equity financing business, striving to improve the standards for project acquisition and comprehensive service capabilities. In 2024, the Company had one IPO project approved and registered with CSRC, and such company was successfully listed on the ChiNext of the SZSE on 22 January 2025. It completed one refinancing project, six recommendation projects for listing on the New OTC Board, and two non-public offerings on the New OTC Board. The Company also announced four financial advisory projects for mergers and acquisitions, with a total transaction value of RMB18.667 billion, ranking 8th in the industry.

(2) Bond Financing Business

The Company actively strengthened business synergies and further explored business opportunities in local government bonds, financial bonds, short-term commercial papers and private placement notes and medium-term notes. The growth in bond underwriting outpaced the industry average. According to Wind statistics, in 2024, the Company's bond underwriting scale reached RMB483.343 billion, a year-on-year increase of 34.65%, ranking 7th in the industry. Among these, the underwriting scale for local government bonds was RMB286.353 billion, ranking 5th in the industry; the underwriting scale for financial bonds was RMB98.786 billion, ranking 11th; and the underwriting scale for medium-term notes was RMB41.013 billion, ranking 8th.

In 2024, the Company was awarded the "2024 China Securities Industry Service Private Enterprise Project Jun Ding Award" by Securities Times, the "Best Debt Underwriting Investment Bank" and the "Most Promising Investment Bank" at the 17th New Fortune, the "Golden Osmanthus Award" Best Green Financial Product Award at the 9th CNABS, the "Outstanding Institution of the Year" at the 10th China Securitization Forum (CSF), the "Best China M&A Financial Advisor", the "Best Credit ABS Underwriter", and the "Best Hong Kong IPO Bookrunner" at the 6th Wind Best Investment Bank, the "Quality Service Investment Bank for SMEs" in the 2024 Financial Institution Selection by Tonghuashun iFinD, among other accolades.

3. Institutional Business

According to statistics from the Asset Management Association of China, as at the end of 2024, the net asset value of publicly offered funds managed by domestic fund management institutions in the PRC amounted to RMB32.83 trillion, an increase of 19.0% compared to the end of 2023. The number of private fund managers in operation was 20,289, managing 144,155 funds with a total scale of RMB19.91 trillion, a decrease of 3.3% compared to the end of 2023.

In 2024, the Company continued to improve its institutional service ecosystem, coordinated and advanced the building of service brands including the "Galaxy Sky Bow", the "Stellar Entrepreneur Office" (星耀企業家辦公室) and the "Stellar Private Fund Manager Club" (星耀私募管理人俱樂部), which effectively increased the institutional customer base to more than 5,200, a year-on-year growth of over 25%. The Company continued to enhance business characteristics, and promoted the deep integration of science and technology with business. It launched Galaxy Sky Bow Web portal 2.0 and Galaxy Sky Bow APP, further optimised the integrated service chain of iterative institutional customers and realized the online restructuring of the whole process of derivatives business, greatly shortening the business processing cycle. By utilizing intelligent agents to transform the existing large model robots, the derivatives business achieved one-stop inquiry and order services, with a custody business Q&A database accuracy rate of 98%, which effectively improved customer service experience.

(1) Prime Brokerage (PB) Business

In 2024, through continuously optimising resource allocation for PB business and iterating its trading infrastructure, the Company launched a low-latency trading solution for quantitative investment advisors in the industry and launched fixed-income trading, quote repurchase, and OTC (Over-the-Counter) fund trading services on the BSE. By leveraging financial technology to empower professional strategies, the Company built a brand-new self-developed strategy centre based on the core strengths of the stable algorithm centre, continuously enhancing the trading experience for clients. As at the end of 2024, the number of PB business clients reached 7,036, an increase of 12.8% compared to the end of 2023. The business scale amounted to RMB348.1 billion, up 11.0% from the end of 2023. The stock and fund trading volume of PB business in 2024 reached RMB3.58 trillion, a growth of 23.3% compared to 2023.

(2) OTC Derivatives Business

In 2024, amid highly volatile market conditions, the Company focused on enhancing core competitiveness and customer experience by iterating and improving its business systems. Addressing the risk management needs of medium- and long-term capital, the Company leveraged equity derivatives for hedging and risk mitigation, actively responding to the operational needs of the real economy and industrial clients. It strengthened inter-departmental and inter-business collaboration to diversify and promote balanced development in OTC business. The Company launched and released multiple Galaxy self-developed strategy indices, enhancing its ability to serve medium- and long-term capital. Utilizing the sales network and cross-border trading capabilities of its overseas institutions, the Company continued to expand and optimise its product structure and business models, attracting overseas investors to the domestic market.

(3) Custody and Fund Services

In 2024, the Company continued to uphold its service philosophy of "making investors feel secure and fund managers feel at ease". It leveraged its platform advantages and actively integrated into the "Galaxy Sky Bow" (銀河天弓) institutional business ecosystem, further developing its "Zhituoxing" (智托星) sub-brand. The Company successfully completed the transition to a new-generation custody core system, significantly improving operational efficiency across multiple stages. By driving innovation through smart operations, the efficiency of fund subscription and redemption, as well as ETF replenishment data transmission, reached new highs. It pioneered automated penetration monitoring and introduced a large language model-based intelligent customer service. Integrating the "Cloud Sail" (雲帆) operations platform, "Star Observer" (觀星) risk control platform, operations monitoring dashboard, and intelligent assistants, the Company created an innovative risk control matrix, comprehensively enhancing operational quality, service capabilities, and internal control standards. As at the end of 2024, the scale of the Company's custody and fund services business reached RMB209.711 billion, with 4,056 products under management.

The Company's custody business passed the ISAE3402 international verification for three consecutive years and was awarded the "Outstanding Growth Demonstration Institution for Private Fund Custody" by the China Fund News' Yinghua Awards for two consecutive years.

(4) Equity Market Making Business

In 2024, the Company insisted on providing comprehensive financial services, continuously expanded its business scope, and improved its professional capabilities in market making. It actively participated in market making for listed funds, the STAR Market, and the BSE, playing a significant role in enhancing market liquidity, invigorating the capital market, and serving technological innovation. As at the end of 2024, based on the number of market making enterprises/products, the Company ranked 4th in the industry for STAR Market making, 4th for BSE making, and 10th for fund making (including non-equity market making businesses).

(5) Research Business

In 2024, the Company promoted the overall development of industry research through macro research, promoted the integrated layout and collaborative exploration of domestic and overseas research, and continuously improved its product and service systems of research, to enhance the comprehensive competitiveness of its research team. The Company integrated its research capabilities to actively serve the national strategy, timely interpreting policy trends and leveraging its professional research strengths around the theme of "building a strong financial nation" to contribute to the "technology finance, green finance, inclusive finance, pension finance, and digital finance". The Company established a New Development Research Institute to focus on "new development concepts, new development patterns, and new quality productive forces", and is committed to building a high-end think tank in the modern capital market with a global vision. It successfully hosted the mid-term investment strategy report conference and actively expanded and served external institutional investors through research reports, special projects, field research, roadshows, research salons, media publications, and conference calls, increasing service frequency and boosting market confidence. The Company strengthened the professional development of fund evaluation, supported the construction of national public fund basic data, launched private securities investment fund evaluation services, and expanded standardised services for the private fund industry, further leveraging the professional value and leadership role of fund evaluation institutions, optimising the construction of investment planning, investment supervision and investment evaluation systems and models concerning enterprise annuity and occupational annuity and continuing to strengthen the fund pool research and evaluation of fund investment strategy management.

In 2024, the Company was awarded the "Best ESG Practice Research Institution" at the 21st New Fortune Best Analyst Selection, the "Best Overseas Investment Research Institution" and "Best Chief Economist for High-Quality Development Services" at the 4th 21st Century Golden Analyst Selection, and the "Most Popular Institution", "Fastest Progress Research Institution", and "Best Beijing Stock Exchange Research Institution" at the 12th Wind Golden Analyst Selection, among other accolades.

4. International Business

In 2024, the Hong Kong stock market rebounded, with the Hang Seng Index rising by 17.7% from the beginning of the year. The average daily trading volume reached HKD131.8 billion, a year-on-year increase of 25.5%. Financing activities showed signs of recovery, with total financing amounting to HKD190.3 billion, up 26% year-on-year, and of which the total new share financing reached HKD87.5 billion, a significant increase of 89% year-on-year. Financing activities in the core four Southeast Asian markets remained weak, with stock indices showing mixed performance and divergent trading trends. The total market financing was USD3.59 billion, a decrease of 37.6% year-on-year, while the number of IPOs was 135, down 15.6% year-on-year.

(1) Galaxy International Holdings

In 2024, Galaxy International Holdings continued to implement the Group's strategic plan in depth and focused on the development concepts of "five in one" and "three plus one". It anchored its goal of becoming an "integrated service provider in the international market", adhered to its core responsibilities and principal business. The Galaxy International Holdings strengthened collaboration across Mainland China, Hong Kong, and ASEAN regions, actively seized opportunities in cross-border business opportunities to promote high-quality development. In terms of wealth management, the Galaxy International Holdings has actively built a one-stop, full-chain digital financial services platform, obtained the first batch of pilot qualifications for cross-border wealth management 2.0 brokerage firms, and provided globalized asset allocation services to domestic and overseas clients covering 50 countries and regions, five major asset classes and 500 public funds. In terms of investment banking, the integrated domestic and overseas business development has continued to demonstrate its effectiveness and competitiveness, with the completion of 23 Hong Kong IPO projects, the underwriting of 278 offshore bond projects, and the participation in the issuance of 158 offshore RMB bonds in 2024. In terms of asset management, the Galaxy International Holdings has built a full range of offshore asset management product matrices, set up cross-border China CTA funds, and provided an innovative and convenient channel for international capital to invest in the Mainland's commodities and financial futures markets.

In 2024, Galaxy International Holdings was honoured with the 3A Grade Digital Broker of the Year Award and the Highly Recommended Award for the Best Investment Institution for Offshore Renminbi Bonds (Hong Kong Region) by The Asset, The Asian Banker's Best Wealth Management Technology Practice of the Year Award, the "Global Green Finance Award Innovation Award" at the Fifth International Finance Forum (IFF), the First Prize for Outstanding Cross-border Financial Services of Chinese Financial Association of Hong Kong, the "Outstanding Underwriter (Non-Local Institution)" of the Macau Bond Market, the "Outstanding Underwriter of the Year" and "Business Innovation of the Year" of the annual Institutional Selection of Chinese Offshore Bonds by the Dealing Matrix International, and many other awards.

(2) CGS International

In 2024, CGS International completed its brand repositioning and continued to consolidate its leading position in the core Southeast Asian markets. As the only Chinese financial institution, it co-organized the "KL20 Science and Technology Summit" led by the Malaysian government. It also hosted the "2024 CGS SEA Bilateral Investment Forum" and the inaugural ASEAN Dual Carbon Finance Centre Webinar, releasing its first sustainability report. These efforts aimed to strengthen the China-ASEAN connection and promote green development under the Belt and Road Initiative. In terms of brokerage business, CGS International maintained its dominant position in the core Southeast Asian regions, ranking 1st in Malaysia, 3rd in Singapore, 4th in Indonesia, and 6th in Thailand. Its market share in the brokerage business of Malaysia and Singapore exceeded 10%. In investment banking business, it completed a total of 45 transactions, with a transaction size of SGD722 million in equity and bonds. CGS International also served as the lead underwriter for the IPO of Thai Credit Bank, which raised 7.37 billion THB (approximately US$207 million), being the largest IPO in the Thai market in recent years. In structured products, it introduced offerings such as equity-linked investment notes, credit-linked notes, and warrants, covering core ASEAN markets and enhancing product competitiveness. In building innovative investment platforms, it partnered with strategic allies to launch the UP trading platform, targeting young investors in the ASEAN region and pioneering fractional share trading on the Bursa Malaysia Berhad.

In 2024, CGS International won several awards including Alpha Southeast Asia's Best Financial Institution "Best Broker in Southeast Asia", The Asset's annual 3A Grade Sustainable Finance Awards "Best Broker in Southeast Asia", and it successfully completed Thailand's largest subordinated hybrid bond issuance up to the 2024, and won the "2024 Best Perpetual Bond Issuance Project" award from Alpha Southeast Asia. It ranked first in all 21 categories of Institutional Investor's Best Local Broker in Asia, and the number of listed analysts ranked first among ASEAN securities firms.

5. *Investment Trading Business*

In 2024, the SSE Composite Index, SZSE Component Index, ChiNext Index and CSI 300 Index rose by 12.7%, 9.3%, 13.2% and 14.7% respectively compared to the end of 2023. Yields in the domestic bond market continued to decline. As at the end of 2024, the yield on 10-year government bonds was 1.68%, down 88 basis points (BP) from the beginning of the year, while the yield on 30-year government bonds was 1.91%, down 91 BP from the beginning of the year. Adhering to the overall principle of seeking progress while maintaining stability, and leveraging its professional investment capabilities, the Company's investment trading business timely grasped market trends, actively pursued business innovation, and optimised asset allocation. Its ability to serve the national strategy and manage risks continued to improve. The Company vigorously developed innovative client-driven investment trading businesses. Supported by its research, trading, and risk management capabilities, it enhanced its product design and comprehensive trading services, providing clients with a range of high-quality and diversified financial service solutions.

(1) Equity Investment

In 2024, the Company actively implemented investment philosophies aligned with serving the national strategy, continuously refined its multi-asset, multi-strategy, and balanced equity investment framework, and strengthened neutral and index-enhancing strategies, thereby consistently improving its overall rebalancing capabilities across assets, industries, styles, and individual stocks. The Company actively participated in the Securities, Funds and Insurance Companies Swap Facility (SFISF) operations, effectively increasing the scale of equity investments and bringing new incremental funds to the A-share market. It fully leveraged its role as patient capital and a stabilizing force to maintain capital market stability and boost investor confidence. By investing in key enterprises at the core of the semiconductor industry chain, the Company utilized its research and investment strengths to delve into technological innovation, helping companies overcome R&D bottlenecks and contributing to the strategic layout of building a strong country in science and technology and upgrading industries with practical actions. Additionally, the Company's high-dividend-focused investments consistently followed the direction of capital market reform and the needs of economic transformation, integrating social responsibility with corporate goals. It actively supported the development of the Belt and Road Initiative and contributed to high-level opening-up.

(2) Fixed Income Investment

In 2024, the Company adhered to a prudent and steady investment strategy, continuously optimised its fixed income portfolio structure, enhanced its core trading and pricing capabilities, and actively developed a FICC quantitative trading system, significantly expanding the breadth and depth of its quantitative strategies. The Company actively expanded its commodity business scope, and has been granted the qualification of carbon emission rights trading, the qualifications of serving as a market-maker on the Shanghai Gold Exchange and a trial quoting institution for credit default swaps in the inter-bank market, laying a solid foundation for the diversified development of investment and trading. By innovating the "issuance + investment + market making" linkage model, the Company achieved leapfrog development in inter-bank market making. Leveraging its self-developed intelligent investment platform, it ranked among the top in multi-market and multi-product market making. The Company actively pursued domestic and overseas investment layouts, advancing its cross-border business development strategy, strengthening efficient collaboration with overseas subsidiaries, and giving full play to the synergy effect of domestic and international integration. It supported CGS International in obtaining Bond Connect (Northbound) qualifications and CGS International in becoming a gold international member of the Shanghai Gold Exchange, further solidifying the Company's international development foundation. The Company also explored innovations, launching the first domestic Belt and Road-themed bond index and introducing the market's first basket focused on serving New Development Bank panda bonds. As the only financial institution, it co-hosted the 2024 theme event "Bund Night Talk" in Beijing with China Foreign Exchange Trade System. It continued to promote the "on-balance sheet + product" investment advisory model,

gradually establishing the CGS brand. Through strategic collaboration, it actively and independently bid for investment banking business lines, underwrote bond projects or participated in syndicated ones, fostering overall efficiency and win-win outcomes. The "Jin Zi Lai" business synergy with the wealth management division contributed to the successful pilot of regional management reforms. Driven by professionalism and technology, the Company significantly enhanced its strategy iteration capabilities and intelligence, achieving the market's first swap transaction linked to the "CFETS ESG High-Grade Credit Bond (Total Return) Index". Its project AI-Based Bond Inquiry and Quotation Robot《基於 AI 技術的債券詢報價機器人》was selected as one of the first 11 "Data Elements x Capital Market" pilot projects by the CSRC's Technology Department and the National Data Administration. It also launched the industry's first "CGS Local Bond Flagship Store" one-stop, intelligent service platform on the China Foreign Exchange Trade System, providing comprehensive services such as local bond investment information, bond issuance, and secondary market trading.

In 2024, the baskets created by the Company, including the "30-Year Active Local Government Bond Joint Quotation Basket," "CFETS-Galaxy Security 0-5 Year Belt and Road Bond Index Basket", and "Galaxy Security New Development Bank Panda Bond Basket", were recognised as active baskets by the China Foreign Exchange Trade System. The Company was awarded the titles of "Annual Market Influential Institution" and "Market Innovation Business Institution" by the China Foreign Exchange Trade System, "Outstanding Investment Institution (Proprietary)" and "Outstanding Bond Market Maker (Government Bonds, Local Government Bonds, Credit Bonds)" by the SSE Bond Market 2024, and "Top 100 Proprietary Settlement Institutions" by the Central Depository & Clearing Co. in 2024. It also won the titles of "2024 Outstanding Special Member", "2024 Best Proprietary Bidding Trading Member" of Shanghai Gold Exchange, the qeubee Third Fixed Income Industry Awards, including the "Most Influential Investment Institution Award", "Most Influential Market Making Team Award", "Most Influential Trading Institution Award", and "Outstanding Chinese USD Bond Investment Institution Award". Additionally, it received the 9th CNABS Asset Securitization "Golden Osmanthus Awards", including the Market Leading Investment Institution Award and Market Leading Public REITs Institution Award and 2024 Real Estate Securitization Frontier Awards "Annual Best Investment Institution" and "Annual Outstanding Team".

6. Other Parent-Subsidiary Integration Business

(1) Futures Business

In 2024, by adhering to the right path and seeking for innovation, and leveraging the construction of a unified market and diversified business models, the capabilities of China's futures industry in self-regulation, risk management, and serving the real economy continued to improve, and the industry has seen continuous enhancement of market variety system and steady growth in its overall size and client equity, and all of these have played a positive role in stabilizing business operations, invigorating commodity circulation, and ensuring supply and price stability. According to statistics from the China Futures Association, the cumulative trading volume in China's futures market in 2024 was 7.729 billion contracts, a year-on-year decrease of 9.1%, while the cumulative turnover reached RMB619.26 trillion (single-sided), a year-on-year increase of 8.9%. As at the end of 2024, the total capitalization of the futures market was approximately RMB1.63 trillion, representing an increase of 8.3% from the end of 2023.

Galaxy Futures maintained a dual-drive strategy of traditional brokerage business and innovative derivatives business, promoting the coordinated development of OTC and on-exchange business, as well as futures and spot business. It continuously built a standardised service system for retail clients and a professional service system for institutional clients, continuously enhancing the comprehensive service level and business development quality and efficiency for institutional clients by deeply integrating into the industrial supply chain. In 2024, the commodity futures delivery volume ranked third in the market. It adhered to a differentiated positioning in futures asset management, continuously expanding the scale of its "Quan Galaxy Series" (權銀河系列) on the basis of strengthening and consolidating its fixed-income product line. As at the end of 2024, the asset management scale reached RMB11.135 billion. It continued to drive digital transformation, implemented a number of intelligent systems in 2024, and helped continuously enhance business efficiency. Through quickly building business scenarios, leveraging the advantages of its data middle office integration, it efficiently responded to agile business needs and continuously optimised customer service experience. It actively fulfilled its mission of serving the real economy and promoting rural revitalization, effectively played a positive role in safeguarding farmers' income and optimising agricultural risk management methods. It led the only county-wide peanut income insurance project of Zhengzhou Commodity Exchange in China. The project had a total premium of RMB12.2164 million, covering 33 townships, 31,198 households, and 109,075 acres of insured area, with a coverage volume of 21,815 tons, ranking first in China in terms of coverage effectiveness. This project followed the successful model of Jingning apples in Gansu Province, providing another replicable, sustainable, and scalable practice, and won the Financial Innovation Award of Qingdao City.

Galaxy Derivatives, the risk management subsidiary of Galaxy Futures, continued to leverage its functional advantages in innovative business development and comprehensive financial services in 2024 to meet customers' diverse risk management needs. In OTC derivatives business, it continued to develop new products and new models, quickly completing related model and system development. The "Yinxiaorui" robot achieved automatic quoting and order placement, and its cross-border automatic trading system successfully linked to multiple major international exchanges, effectively expanding the scope of trading products. In market making, it added 7 new market making products in 2024, maintaining stable advantages in 65 market making products, achieving full coverage of major products across seven exchanges in China. By combining options and futures market making strategies, it formed complementary advantages, further enhancing overall profitability. In futures-spot business, traditional advantageous products such as manganese silicon and rubber, continued to perform well, and emerging products like lithium carbonate grew strongly, becoming stable profit growth points. It officially launched its self-developed futures and spot system in 2024, enabling systematic management such as automatic margin monitoring and complex margin calculations, significantly improving business operational efficiency.

(2) Asset Management Business

In 2024, reforms in China's financial sector continued to deepen, and the asset management industry ecosystem moved toward high-quality development. A development pattern characterized by deep competition and cooperation, as well as a return to its origins, is accelerating. The asset management business of securities companies focuses on active management and core investment research capabilities. Leveraging differentiated development strategies, comprehensive product lines, and professional services, it strives to provide clients with risk-appropriate and diversified comprehensive financial services. According to statistics from the Securities Association of China, as at the end of the third quarter of 2024, the total assets under management (AUM) of securities companies reached RMB9.20 trillion, an increase of 4.2% compared to the end of 2023.

Galaxy Jinhui focused on its core responsibilities and functional positioning, with "standardization and systematization" as its main work line. It fully strengthened the internal control foundation for business development, accelerated the improvement of operational governance levels, and optimised the business structure system by enhancing the integration of front- and back-office operations. Its active management capabilities steadily improved. Focusing on the "technology finance, green finance, inclusive finance, pension finance, and digital finance", it reorganized and reshaped its product system, continuously optimising the product matrix and type structure, forming a new product brand of "Galaxy Star + Huiguang Rixin" (銀河之星+暉光日新), with overall stable performance. It deepened channel reforms and institutional business layouts, improving client service experiences and strengthening channel stickiness and business cooperation. As at the end of 2024, the assets under management of Galaxy Jinhui reached RMB85.19 billion, with 235 products.

The scale and number of products of Galaxy Jinhui's asset management business are shown in the table below:

Currency: RMB Unit: 100 million yuan

	As at the end of 2024		As at the end of 2023	
	Number of products	**AUM**	**Number of products**	**AUM**
Collective Asset Management	**110**	**617.50**	100	407.16
Single Asset Management	**122**	**230.28**	155	521.57
Special Asset Management	**3**	**4.12**	5	16.93

Source: Galaxy Jinhui Business Statistics (Unaudited)

(3) Alternative Investment Business

In 2024, the alternative investment subsidiaries of securities companies actively responded to policy initiatives, continued to advance investment layouts in strategic emerging industries, dynamically adjusted investment directions and fund allocation principles, and guided more resource elements to gather in areas of new quality productive forces. At the same time, they continuously enhanced professional investment management capabilities and actively sought diversified exit paths for investment projects. The ecosystem of "long-term capital and long-term investment" in the equity market is expected to gradually establish.

Galaxy Yuanhui, guided by the national strategy of technological innovation, focused on its core responsibilities and principal business to promote technological self-reliance and self-improvement. It used its own funds as "patient capital", focusing on strategic emerging industries and key areas to help stabilize and secure the supply chain. In 2024, its invested leading enterprise in the digital tax and finance field, Baiwang, successfully listed on the Hong Kong Stock Exchange, while the smart home company EOROOM Intelligent listed on the New OTC Board. Several other invested companies achieved new breakthroughs in financing, operations, and technology. Adhering to a research-driven approach, it keenly captured investment opportunities in key segments of important industrial chains, completing investments in multiple technological innovation projects throughout the year, with approved equity investment amounts totalling RMB510 million. It continuously strengthened its coordinated positioning, deepened the integrated investment and financing strategy, and actively explored opportunities in IPOs and M&A. It actively cooperated in promoting the establishment of thematic funds and the development of overseas PE projects. It comprehensively strengthened risk management, added value to post-investment enterprises, and timely paid attention to the impact of changes in capital market policies to ensure the preservation and appreciation of state-owned assets.

(4) Private Equity Investment Management Business

According to statistics from the Asset Management Association of China, as at the end of 2024, it had registered 12,083 private equity/venture capital fund managers, managing 55,415 private equity investment funds with a fund size of RMB14.29 trillion, representing a decrease of 0.3% compared to the end of 2023. In 2024, 4,143 newly registered private equity/venture capital funds were recorded, with a total registered scale of RMB262.9 billion, a year-on-year decrease of 30.3%.

Galaxy Capital fully leveraged the unique advantages of private equity funds as long-term and patient capital, focusing on serving the "technology finance, green finance, inclusive finance, pension finance, and digital finance" to strive for synergy between business development and national strategy. As at the end of 2024, Galaxy Capital managed 24 funds with a total registered scale of RMB30.724 billion, achieving effective coverage of key regions under the national strategy. In 2024, Galaxy Capital had 4 newly registered funds with a total scale of RMB5 billion, further enhancing its contribution to the national and regional coordinated development. It added 23 new investment projects and sub-funds, with an investment amount of RMB1.248 billion, focusing on industries such as technology, green energy, and digital sectors.

In 2024, Galaxy Capital was awarded the "2024 Top 50 Chinese Government Guidance Funds" by Zero2IPO and the "2024 China Best Private Equity Investment Guidance Fund TOP30" by ChinaVenture, among other accolades.

II. ANALYSIS OF OPERATION DURING THE REPORTING PERIOD

(i) Profitability Analysis of the Company during the Reporting Period

As at the End of the Reporting Period, the Group's total assets stood at RMB737.471 billion, representing an increase of 11.20% compared with the end of 2023. The equity attributable to owners of the Company was RMB140.481 billion, registering a growth of 7.68% compared to the end of 2023. In 2024, the Group achieved a total revenue, gains and other income of RMB46.758 billion, a year-on-year increase of 3.99%. The net profit attributable to owners of the Company reached RMB10.031 billion, a year-on-year increase of 27.31%. The weighted average return on net assets was 8.30%, a year-on-year increase of 0.78 percentage point.

(ii) Asset Structure and Quality

As at the end of 2024, the Group's total assets were RMB737.471 billion, representing an 11.20% increase compared with RMB663.205 billion as at the end of 2023. The total liabilities were RMB596.971 billion, up 12.06% from RMB532.711 billion as at the end of 2023. The equity attributable to owners of the Company was RMB140.481 billion, registering a 7.68% growth compared with RMB130.466 billion as at the end of 2023.

As at the End of the Reporting Period, the Group's total assets amounted to RMB737.471 billion, representing an increase of 11.20% as compared to the end of 2023. Of which, monetary capital amounted to RMB144.89 billion, accounting for 19.65% of the total assets; provision of settlement funds amounted to RMB35.798 billion, accounting for 4.85% of total assets; lending to clients amounted to RMB101.535 billion, accounting for 13.77% of total assets; financial assets held for trading amounted to RMB220.761 billion, accounting for 29.93% of total assets; other debt investments amounted to RMB105.129 billion, accounting for 14.26% of total assets; and investments in other equity instruments amounted to RMB55.687 billion, accounting for 7.55% of total assets.

As at the End of the Reporting Period, the total liabilities of the Group amounted to RMB596.971 billion, and the Group's own liabilities, after deducting the securities trading and underwriting agency fees, amounted to RMB431.384 billion. Among them, its own current liabilities amounted to RMB350.479 billion, accounting for 81.25% of its own liabilities; its own non-current liabilities amounted to RMB80.905 billion, accounting for 18.75% of its own liabilities. Its own liabilities were mainly short-term borrowings of RMB13.504 billion, accounting for 3.13%; short-term financing payables of RMB42.223 billion, accounting for 9.79%; financial liabilities held for trading of RMB44.018 billion, accounting for 10.20%; financial assets sold under repurchase agreements of RMB176.705 billion, accounting for 40.96%; bond payables, including long-term subordinated bonds, long-term corporate bonds and long-term income certificates, of RMB99.096 billion, accounting for 22.97%; other liabilities of RMB32.231 billion, accounting for 7.47%.

The gearing level and operating leverage slightly decreased from the beginning of the year. As at the end of 2024, the gearing ratio of the Group was 75.43%, representing a decrease of 0.54 percentage point as compared with 75.97% as at the end of 2023. (Note: gearing ratio = (total liabilities – accounts payable to brokerage clients – funds payable to securities issuers)/(total assets – accounts payable to brokerage clients – funds payable to securities issuers)); operating leverage ratio was 4.07 times, representing a decrease of 0.09 from 4.16 times as at the end of 2023. (Note: operating leverage ratio = (total assets – accounts payable to brokerage clients – funds payable to securities issuers)/equity attributable to owners of the Company).

(iii) Financing Channels and Capability

The Company maintains a long-term and prudent financial policy, focuses on management of asset liquidity and guarantees smooth financing channels. During the Reporting Period, the Company raised short-term funding primarily by means of interbank lending, repurchase and short-term commercial papers. Meanwhile, it may borrow long-term funds through issuance of corporate bonds, subordinated bonds and other ways approved by the competent authorities according to the market environment and its own needs. At present, the Company has secured a line of credit from several commercial banks. It may employ the foregoing financing instruments to borrow funds according to its own business needs.

As at the End of the Reporting Period, the line of credit granted to the Company amounted to more than RMB500.0 billion.

(iv) Cash Flows

In 2024, excluding the effect of the change in securities trading agency fees, the net change in cash and cash equivalents of the Group amounted to RMB-2.064 billion during the Reporting Period, as compared to RMB-0.444 billion for the same period of 2023, which was mainly attributable to decreases in net cash flows generated from investing activities and financing activities.

Net cash flows from operating activities amounted to RMB-6.468 billion in 2024, as compared to RMB-30.193 billion for the same period of 2023, representing a year-on-year decrease in net outflows of RMB23.725 billion, which was mainly attributable to year-on-year decreases in net outflows of the trading financial asset investments and derivative financial instruments.

Net cash flows from investing activities amounted to RMB-4.055 billion in 2024, as compared to RMB12.624 billion for the same period of 2023, representing a year-on-year increase in net outflows of RMB16.678 billion, which was mainly attributable to the year-on-year decrease in net cash flows generated from acquiring and disposing other debt investments.

Net cash flows from financing activities amounted to RMB8.321 billion in 2024, as compared to RMB17.031 billion for the same period of 2023, representing a year-on-year decrease in net inflows of RMB8.710 billion, which was mainly attributable to the year-on-year decrease in cash inflows received from the issuance of long-term bonds by the Company during the Reporting Period.

(v) Analysis of Financial Statements

1. *Items of income statement*

Highlights of financial results

In 2024, net profit attributable to owners of the Company amounted to RMB10.031 billion, representing a year-on-year increase of 27.31%. The key financial results are as follows:

Unit: RMB in million

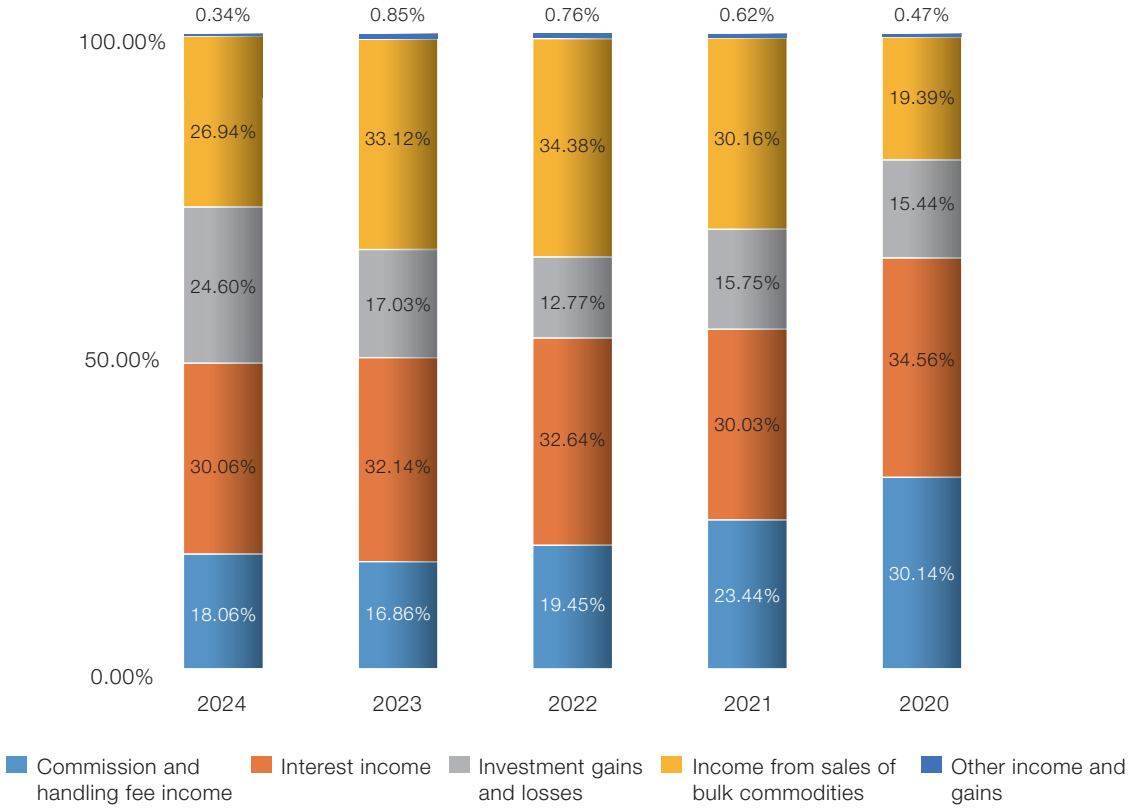
Item	2024	2023	Change	Year-on-year growth rate
Revenue				
Commission and handling fee income	**8,444.6**	7,582.0	862.6	11.38%
Interest income	**14,056.0**	14,448.4	-392.4	-2.72%
Investment gains and losses	**11,502.8**	7,657.9	3,844.9	50.21%
Total revenue	**34,003.5**	29,688.2	4,315.3	14.54%
Income from sales of bulk commodities	**12,598.3**	14,891.7	-2,293.4	-15.40%
Other income and gains	**155.8**	382.2	-226.4	-59.24%
Total revenue, gains and other income	**46,757.6**	44,962.1	1,795.5	3.99%
Total expenses (Expenses are shown as "-")	**-36,235.2**	-36,826.2	591.0	-1.60%
Including: cost of sales of bulk commodities	**-12,709.6**	-14,705.2	1,995.6	-13.57%
Share of results of associates	**-3.8**	-2.3	-1.5	-62.35%
Profit before income tax	**10,518.6**	8,133.6	2,385.0	29.32%
Income tax expense	**-487.7**	-249.6	-238.1	95.36%
Profit for the year	**10,030.9**	7,884.0	2,146.9	27.23%
Net profit attributable to owners of the Company	**10,030.8**	7,878.8	2,152.0	27.31%

Revenue breakdown

In 2024, the Group realised a total revenue, gains and other income of RMB46.758 billion, representing an increase of 3.99% year-on-year, with the revenue structure remaining relatively stable across all items. Among them, commission and handling fee income accounted for 18.06%, an increase of 1.20 percentage points year-on-year; interest income accounted for 30.06%, a decrease of 2.08 percentage points year-on-year; investment gains and losses accounted for 24.60%, an increase of 7.57 percentage points year-on-year; income from sales of bulk commodities accounted for 26.94%, a decrease of 6.18 percentage points year-on-year; and other income and gains accounted for 0.34%, a decrease of 0.51 percentage point year-on-year. Breakdown of the Group's revenue for the recent five years is as follows:

Item	2024	2023	2022	2021	2020
Commission and handling fee income	**18.06%**	16.86%	19.45%	23.44%	30.14%
Interest income	**30.06%**	32.14%	32.64%	30.03%	34.56%
Investment gains and losses	**24.60%**	17.03%	12.77%	15.75%	15.44%
Income from sales of bulk commodities	**26.94%**	33.12%	34.38%	30.16%	19.39%
Other income and gains	**0.34%**	0.85%	0.76%	0.62%	0.47%
Total	**100.00%**	100.00%	100.00%	100.00%	100.00%

The comparison of the revenue breakdown is shown in the bar chart below:



Commission and handling fee income

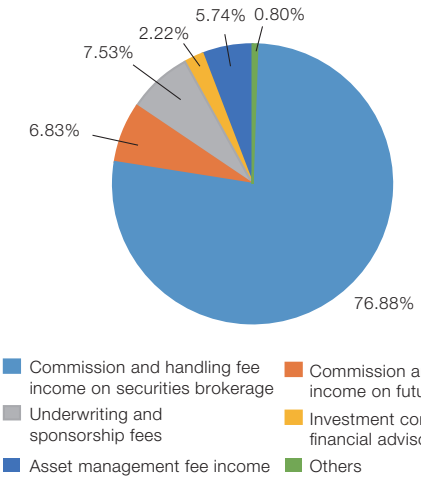
Breakdown of the Group's commission and handling fee income in 2024 is as follows:

Unit: RMB in million

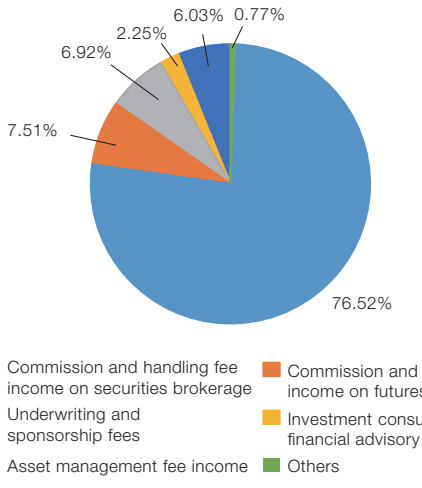
Item	2024	2023	Change	Year-on-year growth rate
Commission and handling fee income				
Commission and handling fee income on securities brokerage	**6,491.8**	5,802.0	689.8	11.89%
Commission and handling fee income on futures brokerage	**576.9**	569.5	7.4	1.30%
Underwriting and sponsorship fees	**635.7**	524.5	111.2	21.19%
Investment consultation and financial advisory fee income	**187.4**	170.9	16.5	9.63%
Asset management fee income	**485.0**	457.1	27.9	6.11%
Others	**67.9**	57.9	10.0	17.19%
Total commission and handling fee income	**8,444.6**	7,582.0	862.6	11.38%
Commission and handling fee expense	**1,073.4**	1,027.1	46.3	4.51%
Net commission and handling fee income	**7,371.2**	6,554.9	816.3	12.45%

The chart below illustrates the breakdown of the Group's commission and handling fee income in 2024 and 2023:

Breakdown of commission and handling fee income in 2024



Breakdown of commission and handling fee income in 2023



In 2024, the Group realised net commission and handling fee income of RMB7,371 million, representing an increase of 12.45% as compared with 2023, which was largely due to the increase in commission and handling fee income on securities brokerage.

Commission and handling fee income on securities brokerage increased by RMB690 million or 11.89% as compared with 2023, which was largely due to the upward trend of the stock market index and the increased trading volume of stocks and funds.

Interest income

In 2024, the Group realised a net interest income of RMB3,849 million, representing a year-on-year decline of 7.55%. Breakdown of the Group's net interest income in 2024 is as follows:

Unit: RMB in million

Item	2024	2023	Change	Year-on-year growth rate
Interest income				
Deposits and bank balances with exchanges and non-bank financial institutions	**4,714.5**	3,844.3	870.2	22.64%
Advances to financing customers and securities lending	**5,220.6**	5,734.0	-513.4	-8.95%
Financial assets held under resale agreements	**987.0**	1,000.8	-13.8	-1.38%
Debt instruments measured at fair value through other comprehensive income	**3,031.4**	3,734.4	-703.0	-18.82%
Debt instruments measured at amortised cost	**62.8**	104.9	-42.1	-40.13%
Others	**39.7**	30.0	9.7	32.33%
Total interest income	**14,056.0**	14,448.4	-392.4	-2.72%
Interest expenses				
Bonds payable	**3,212.4**	3,310.8	-98.4	-2.97%
Financial assets sold under repurchase agreements	**3,616.3**	3,843.0	-226.7	-5.90%
Accounts payable to brokerage clients	**1,734.4**	1,094.6	639.8	58.45%
Due to banks and other financial institutions	**740.1**	1,087.8	-347.7	-31.96%
Short-term financing payables	**537.3**	531.6	5.7	1.07%
Others	**366.9**	417.9	-51.0	-12.20%
Total interest expenses	**10,207.4**	10,285.6	-78.2	-0.76%
Net interest income	**3,848.6**	4,162.7	-314.1	-7.55%

Interest income from deposits and bank balances with exchanges and non-bank financial institutions increased by RMB870 million or 22.64% as compared with 2023, mainly due to the increase in the average daily balance of deposits.

Interest income from advances to financing customers and securities lending dropped by RMB513 million or 8.95% as compared with 2023, which was primarily attributable to the decrease in the daily average scale of financing.

Interest income from financial assets held under resale agreements slumped by RMB14 million or 1.38% as compared with 2023, which was mainly due to the year-on-year decrease in interest income of bond pledge repurchases.

Interest income from debt instruments measured at fair value through other comprehensive income decreased by RMB703 million or 18.82% as compared with 2023, which was mainly due to the decrease in the interest income from debt instruments.

Total interest expenses declined by RMB78 million or 0.76% as compared with 2023.

Interest expenses on accounts payable to brokerage clients increased by RMB640 million or 58.45% as compared with 2023, mainly due to the increase in clients' fund deposits.

Interest expenses on payables to banks and other financial institutions decreased by RMB348 million or 31.96% as compared with 2023, primarily due to declines in both the scale and interest rates.

Investment gains and losses

In 2024, the Group realised investment gains and losses of RMB11,503 million, representing a year-on-year increase of RMB3,845 million. Breakdown of the Group's investment gains and losses in 2024 is as follows:

Unit: RMB in million

Item	2024	2023	Change	Year-on-year growth rate
Investment gains and losses from the following items				
Debt instruments measured at amortised cost	**0.2**	–	0.2	N/A
Financial assets measured at fair value through profit or loss	**12,247.1**	5,480.7	6,766.4	123.46%
Derivatives	**387.2**	1,503.5	-1,116.3	-74.25%
Debt instruments measured at fair value through other comprehensive income	**1,529.5**	1,055.9	473.6	44.85%
Equity instruments designated at fair value through other comprehensive income	**2,155.4**	1,988.1	167.3	8.42%
Others	**-4,816.5**	-2,370.4	-2,446.1	N/A
Total	**11,502.8**	7,657.9	3,844.9	50.21%

Investment gains from financial assets measured at fair value through profit or loss increased by RMB6,766 million or 123.46% as compared with 2023, mainly due to higher gains from disposal of such financial products and an increase in fair value changes driven by value fluctuations.

Investment gains from derivatives decreased by RMB1,116 million or 74.25% as compared with 2023, mainly due to the decrease in gains resulting from derivative market price fluctuations in 2024.

Investment gains from debt instruments measured at fair value through other comprehensive income jumped by RMB474 million or 44.85% as compared with 2023, mainly attributable to the increase in income from disposal of such debentures.

Investment gains from equity instruments designated at fair value through other comprehensive income increased by RMB167 million or 8.42% as compared with 2023, mainly due to the increase in income from such investments during the holding term.

Other investment gains decreased by RMB2,446 million as compared with 2023, mainly due to the decrease in investment gains and losses of financial liabilities held for trading.

Operating expenses

In 2024, the Group's operating expenses (excluding handling fee and commission expenses and interest expenses) amounted to RMB24,954 million, representing a decrease of RMB559 million as compared with 2023. Breakdown of the Group's operating expenses in 2024 is mainly as follows:

Unit: RMB in million

Item	2024	2023	Change	Year-on-year growth rate
Operating expenses				
Depreciation and amortisation	**1,162.0**	1,099.0	63.0	5.73%
Staff costs	**7,869.2**	7,144.9	724.3	10.14%
Cost of sales of bulk commodities	**12,709.6**	14,705.2	-1,995.6	-13.57%
Other operating expenses	**2,774.3**	2,510.6	263.7	10.50%
Impairment losses	**439.2**	53.6	385.6	719.40%
Total	**24,954.3**	25,513.4	-559.1	-2.19%

Depreciation and amortisation increased by RMB63 million or 5.73% as compared with 2023, mainly due to the increase in capital investment by the Company, including intangible assets, in 2024, which led to higher depreciation and amortisation.

Staff costs increased by RMB724 million or 10.14% as compared with 2023, mainly due to the increase in the number of the Company's employees and its performance.

Cost of sales of bulk commodities decreased by RMB1,996 million or 13.57% as compared with 2023, mainly due to the decrease in the scale of the bulk commodity sales business.

Impairment losses increased by RMB386 million or 719.40% as compared with 2023, mainly due to the increase in expected credit impairment risks from credit business.

Impairment losses

Impairment losses amounted to RMB439 million, representing an increase of RMB386 million as compared with 2023, details of which are presented as follows:

Unit: RMB in million

Item	2024	2023	Change	Year-on-year growth rate
Impairment losses				
Impairment losses on accounts receivable	**111.6**	5.1	106.5	2088.24%
Impairment losses on other receivables	**59.2**	15.3	43.9	286.93%
Impairment losses on margin financing and securities lending business	**142.6**	49.6	93.0	187.50%
Impairment losses/(reversal) on financial assets held under resale agreements	**147.9**	-60.1	208.0	N/A
Credit impairment losses/(reversal) on financial assets measured at amortised cost	**-26.6**	38.7	-65.3	-168.73%
Credit impairment losses/(reversal) on debt instruments measured at fair value through other comprehensive income	**6.2**	-14.2	20.4	N/A
Credit impairment losses/(reversal) on cash and bank balances	**-0.1**	-0.9	0.8	N/A
Impairment loss/(reversal) on inventories	**-1.6**	21.0	-22.6	-107.62%
Impairment loss/(reversal) on intangible assets	**–**	-0.9	0.9	N/A
Total	**439.2**	53.6	385.6	719.40%

In 2024, impairment losses on assets amounted to RMB439 million, mainly due to the provision made by the Company for expected credit impairment losses. The increase in the Company's provision for impairment losses on accounts receivable and other receivables, impairment losses on margin financing and securities lending business and impairment losses on financial assets held under resale agreements was mainly due to the increased risk of expected credit loss. The Company uses an expected credit loss model to measure credit impairment losses on financial assets. Relevant model and its parameters are presented in Note 57.1 "Credit Risk" to "SECTION XII CONSOLIDATED FINANCIAL STATEMENTS".

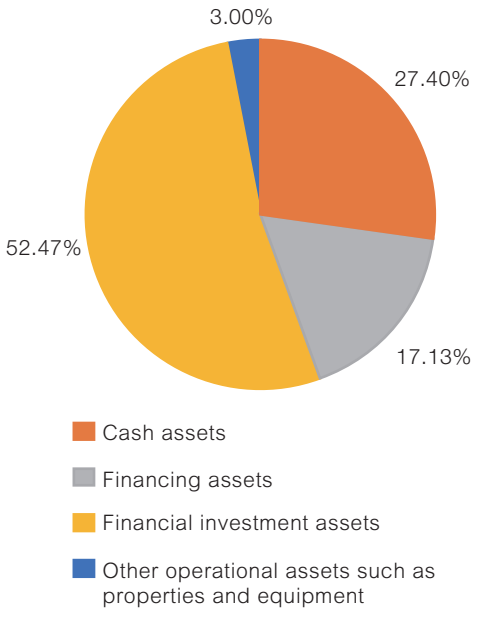
2. *Asset items*

As at 31 December 2024, the total assets of the Group amounted to RMB737.471 billion, representing a year-on-year increase of 11.20%, among which, cash assets amounted to RMB202.043 billion, representing a year-on-year increase of 23.36%; financing assets amounted to RMB126.293 billion, representing a year-on-year increase of 10.82%; financial investment assets amounted to RMB386.974 billion, representing a year-on-year increase of 7.59%; and other operational assets such as properties and equipment, mainly including accounts receivable, other assets, right-of-use assets and goodwill, amounted to RMB22.161 billion, representing a year-on-year decrease of 14.07%. Major changes in the Group's total assets are as follows:

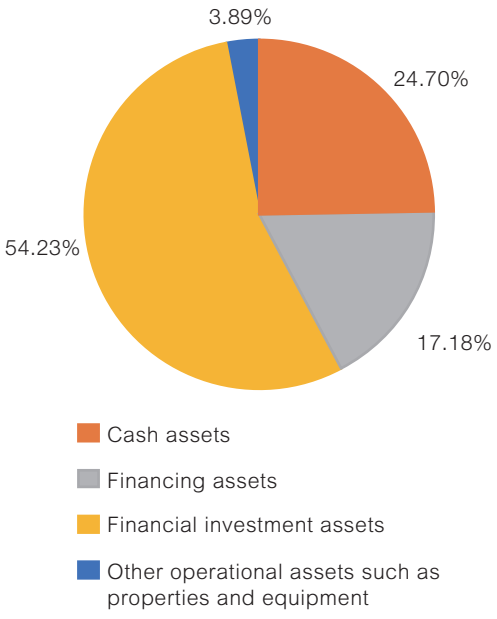
Unit: RMB in million

Item	31 December 2024	31 December 2023	Change	Year-on-year growth rate
Cash assets	**202,043.2**	163,786.6	38,256.6	23.36%
Financing assets	**126,292.8**	113,967.1	12,325.7	10.82%
Financial investment assets	**386,973.9**	359,662.4	27,311.5	7.59%
Other operational assets such as properties and equipment	**22,160.8**	25,789.2	-3,628.4	-14.07%
Total	**737,470.7**	663,205.3	74,265.4	11.20%

Breakdown analysis of assets in 2024



Breakdown analysis of assets in 2023



Cash assets

As at 31 December 2024, the Group's cash assets increased by RMB38.257 billion, or 23.36% year-on-year, accounting for 27.40% of the Group's total assets. Breakdown of the Group's cash assets is as follows:

Unit: RMB in million

Item	31 December 2024	31 December 2023	Change	Year-on-year growth rate
Cash assets				
Bank balances	**144,890.4**	113,625.2	31,265.2	27.52%
Provision of settlement funds	**35,797.6**	27,900.2	7,897.4	28.31%
Reserves and deposits with exchanges and other financial institutions	**21,355.2**	22,261.2	-906.0	-4.07%
Total	**202,043.2**	163,786.6	38,256.6	23.36%

Bank balances amounted to RMB144.890 billion, representing a year-on-year increase of RMB31.265 billion or 27.52%, mainly due to the increase in customers' deposits.

Provision of settlement funds amounted to RMB35.798 billion, representing a year-on-year increase of RMB7.897 billion or 28.31%, mainly due to the increase in provision of settlement funds for clients.

Reserves and deposits with exchanges and other financial institutions amounted to RMB21.355 billion, representing a year-on-year decrease of RMB0.906 billion or 4.07%, mainly due to the decrease in performance security deposits and credit deposits.

Financing assets

As at 31 December 2024, the Group's financing assets increased by RMB12.326 billion, or 10.82% year-on-year, accounting for 17.13% of the Group's total assets. Breakdown of the Group's financing assets is as follows:

Unit: RMB in million

Item	31 December 2024	31 December 2023	Change	Year-on-year growth rate
Financing assets				
Advances to financing customers	**101,534.8**	91,217.9	10,316.9	11.31%
Financial assets held under resale agreements	**24,758.0**	22,749.2	2,008.8	8.83%
Total	**126,292.8**	113,967.1	12,325.7	10.82%

Advances to financing customers amounted to RMB101.535 billion, representing a year-on-year increase of 11.31%, which was mainly attributable to the expansion of the Group's financing business as at the End of the Reporting Period.

Financial assets held under resale agreements amounted to RMB24.758 billion, representing a year-on-year increase of 8.83%, which was mainly attributable to the expansion of the bond pledge repurchase business as at the End of the Reporting Period.

Financial investment assets

As at 31 December 2024, the Group's financial investment assets increased by RMB27.312 billion, representing a year-on-year increase of 7.59% and accounting for 52.47% of the Group's total assets. The table below sets forth the breakdown of the Group's financial investment assets:

Unit: RMB in million

Item	31 December 2024	31 December 2023	Change	Year-on-year growth rate
Financial investment assets				
Investment in joint ventures	**300.3**	244.8	55.5	22.69%
Financial assets measured at fair value through profit or loss	**220,760.8**	206,183.5	14,577.3	7.07%
Financial instruments measured at amortised cost	**895.2**	2,298.0	-1,402.8	-61.04%
Debt instruments measured at fair value through other comprehensive income	**105,129.1**	97,357.9	7,771.2	7.98%
Equity instruments measured at fair value through other comprehensive income	**55,686.9**	45,173.1	10,513.8	23.27%
Derivative financial assets	**4,201.6**	8,405.0	-4,203.4	-50.01%
Total	**386,973.9**	359,662.4	27,311.5	7.59%

Investment in joint ventures increased by RMB56 million or 22.69% year-on-year, which was mainly due to the increase in investment in joint ventures.

Financial assets measured at fair value through profit or loss increased by RMB14.577 billion or 7.07% year-on-year, which was mainly due to the increase in investments in bonds.

Financial instruments measured at amortised cost fell by RMB1,403 million or 61.04% year-on-year, which was mainly due to the decrease in the scale of investments in bonds.

Debt instruments measured at fair value through other comprehensive income increased by RMB7.771 billion or 7.98% year-on-year, which was primarily due to an expansion in the scale of bond investments.

Equity instruments measured at fair value through other comprehensive income increased by RMB10.514 billion or 23.27% year-on-year, which was mainly due to the increase in equity investments.

Derivative financial assets decreased by RMB4.203 billion or 50.01% year-on-year, which was mainly due to the value fluctuation.

As at 31 December 2024, the Group's financial assets measured at fair value through profit or loss increased by RMB14.577 billion or 7.07% year-on-year, accounting for 29.93% of the Group's total assets, which was mainly attributable to the increase in investments in bonds. The table below sets forth the breakdown of the Group's financial assets measured at fair value through profit or loss:

Unit: RMB in million

Item	31 December 2024	31 December 2023	Change	Year-on-year growth rate
Financial assets measured at fair value through profit or loss				
Debt securities	**137,057.8**	107,821.2	29,236.6	27.12%
Equity securities	**20,687.5**	30,278.8	-9,591.3	-31.68%
Funds	**27,382.8**	27,039.0	343.8	1.27%
Trust schemes	**718.0**	1,214.9	-496.9	-40.90%
Other investments	**34,914.8**	39,829.6	-4,914.8	-12.34%
Total	**220,760.8**	206,183.5	14,577.3	7.07%

Other operational assets such as properties and equipment

As at 31 December 2024, the Group's other operational assets such as properties and equipment amounted to RMB22.161 billion, representing a decrease of RMB3.628 billion or 14.07% year-on-year, accounting for 3.00% of the Group's total assets. The table below sets forth the breakdown of the Group's other operational assets such as properties and equipment:

Unit: RMB in million

Item	31 December 2024	31 December 2023	Change	Year-on-year growth rate
Other operational assets such as properties and equipment				
Property and equipment	**703.8**	669.6	34.2	5.11%
Goodwill	**1,066.9**	1,033.0	33.9	3.28%
Other intangible assets	**848.4**	820.5	27.9	3.40%
Deferred tax assets	**287.3**	276.2	11.1	4.02%
Accounts receivable	**10,667.1**	12,943.2	-2,276.1	-17.59%
Tax recoverable	**586.0**	322.4	263.6	81.76%
Other assets	**6,467.2**	8,060.8	-1,593.6	-19.77%
Right-of-use assets	**1,527.0**	1,656.3	-129.3	-7.81%
Investment properties	**7.1**	7.2	-0.1	-1.39%
Total	**22,160.8**	25,789.2	-3,628.4	-14.07%

Accounts receivable decreased by RMB2.276 billion, representing a year-on-year decrease of 17.59%, which was mainly due to the reduction in accounts receivable of brokers and dealers and accounts receivable of clearing house.

Tax recoverable increased by RMB264 million, representing a year-on-year increase of 81.76%, which was mainly due to the increase in prepaid tax.

Other assets fell by RMB1.594 billion, representing a year-on-year decline of 19.77%, which was mainly due to the decrease in inventories and receivables related to customer trading deposits.

3. *Liability items*

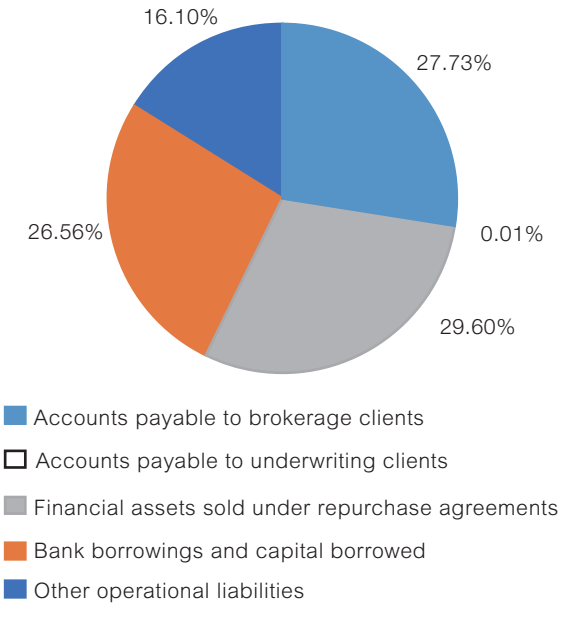
As at 31 December 2024, the Group's total liabilities amounted to RMB596.971 billion, representing a year-on-year increase of RMB64.261 billion or 12.06%. In order to vigorously develop the capital intermediary market, the Company utilised a variety of channels to expand the scale of financing. As at 31 December 2024, accounts payable to brokerage clients amounted to RMB165.569 billion, representing a year-on-year increase of 37.67%; financial assets sold under repurchase agreements amounted to RMB176.705 billion, representing a year-on-year increase of 9.51%; bank borrowings and capital borrowed amounted to RMB158.550 billion, representing a year-on-year increase of 10.17%; and other operating liabilities amounted to RMB96.130 billion, representing a year-on-year decrease of 10.31%. The table below sets forth the major changes in the Group's total liabilities:

Unit: RMB in million

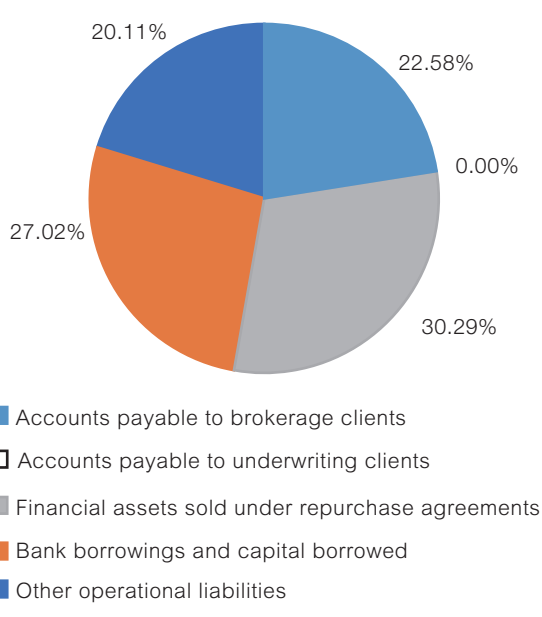
Item	31 December 2024	31 December 2023	Change	Year-on-year growth rate
Liabilities				
Accounts payable to brokerage clients	**165,569.1**	120,261.8	45,307.3	37.67%
Accounts payable to underwriting clients	**18.0**	–	18.0	N/A
Financial assets sold under repurchase agreements	**176,704.6**	161,352.6	15,352.0	9.51%
Bank borrowings and capital borrowed	**158,549.7**	143,912.8	14,636.9	10.17%
Other operational liabilities	**96,129.8**	107,183.4	-11,053.6	-10.31%
Total	**596,971.2**	532,710.5	64,260.7	12.06%

The chart below illustrates the breakdown of the Group's total liabilities as at the date indicated:

Breakdown analysis of liabilities in 2024



Breakdown analysis of liabilities in 2023



Bank borrowings and capital borrowed

Unit: RMB in million

Item	31 December 2024	31 December 2023	Change	Year-on-year growth rate
Bank borrowings and capital borrowed				
Amounts payable to banks and other financial institutions	**17,230.7**	16,956.9	273.8	1.61%
Debt instruments	**42,541.7**	28,537.3	14,004.4	49.07%
Bonds payable	**98,777.3**	98,418.6	358.7	0.36%
Total	**158,549.7**	143,912.8	14,636.9	10.17%

Debt instruments increased by RMB14.004 billion, or 49.07% year-on-year, mainly attributable to the increase in the scale of debt instruments.

Other operational liabilities

Unit: RMB in million

Item	31 December 2024	31 December 2023	Change	Year-on-year growth rate
Other operational liabilities				
Accrued staff costs	**6,773.5**	6,043.8	729.7	12.07%
Other payables and accruals	**39,656.9**	53,889.4	-14,232.5	-26.41%
Income tax liabilities	**180.0**	175.1	4.9	2.80%
Financial liabilities measured at fair value through profit or loss	**44,018.1**	39,654.2	4,363.9	11.00%
Lease liabilities	**1,584.1**	1,695.7	-111.6	-6.58%
Derivative financial liabilities	**1,898.9**	5,515.9	-3,617.0	-65.57%
Deferred tax liabilities	**2,018.4**	209.3	1,809.1	864.36%
Total	**96,129.8**	107,183.4	-11,053.6	-10.31%

Other payables and accruals decreased by RMB14.233 billion, representing a year-on-year decrease of 26.41%, which was mainly due to the decrease in performance deposits payable to customers.

Financial liabilities measured at fair value through profit or loss jumped by RMB4.364 billion or 11.00% year-on-year, which was mainly due to the increase in bond lending.

Derivative financial liabilities decreased by RMB3.617 billion, representing a year-on-year decrease of 65.57%, which was mainly due to the value fluctuations.

Deferred tax liabilities increased by RMB1.809 billion, representing a year-on-year increase of 864.36%, mainly due to the change in the fair value of financial instruments.

4. *Equity items*

As at 31 December 2024, the Group's total equity amounted to RMB140.499 billion, representing a year-on-year increase of 7.67%. The table below sets forth the breakdown of the Group's equity as at the dates indicated:

Unit: RMB in million

Item	31 December 2024	31 December 2023	Change	Year-on-year growth rate
Share capital	**10,934.4**	10,934.4	–	0.00%
Other equity instruments	**29,828.6**	29,828.3	0.3	0.00%
Reserves	**66,870.0**	59,434.6	7,435.4	12.51%
Retained earnings	**32,847.8**	30,269.0	2,578.8	8.52%
Non-controlling interests	**18.7**	28.4	-9.7	-34.15%
Total equity	**140,499.4**	130,494.8	10,004.6	7.67%

5. *Segment results*

A business segment is a group of assets and operations relating to the provision of products or services and different business segments are subject to different risks and rewards. In 2024, in accordance with the new strategic development plans, the Group's operations present our financial results by six business segments, which include wealth management business, investment banking business, institutional business, international business, investment trading business and other parent-subsidiary integration business. Other segments primarily record the interest income from our own bank deposits and our capital management activities, as well as staff costs and administrative expenses related to the management functions of our headquarters, and so on.

The table below sets forth the segment revenue, gains and other income (including inter-segment revenue) for the periods indicated:

Unit: RMB in million

	2024		2023	
	Amount	Percentage	Amount	Percentage
Wealth management business	**13,794.2**	**29.50%**	12,237.1	27.22%
Investment banking business	**582.9**	**1.25%**	532.0	1.18%
Institutional business	**334.9**	**0.72%**	432.4	0.96%
International business	**4,303.0**	**9.20%**	3,827.1	8.51%
Investment trading business	**11,978.2**	**25.62%**	10,409.1	23.15%
Other parent-subsidiary integration business	**15,903.6**	**34.01%**	17,609.1	39.16%
Others	**736.8**	**1.58%**	793.3	1.76%
Inter-segment eliminations	**-875.9**	**-1.88%**	-877.9	-1.94%
Total	**46,757.6**	**100.00%**	44,962.1	100.00%

The table below sets forth the segment expenses (including inter-segment expenses) for the periods indicated:

Unit: RMB in million

	2024		2023	
	Amount	**Percentage**	**Amount**	**Percentage**
Wealth management business	**8,965.5**	**24.75%**	7,984.2	21.69%
Investment banking business	**527.6**	**1.46%**	475.9	1.29%
Institutional business	**350.5**	**0.97%**	258.0	0.70%
International business	**3,911.2**	**10.79%**	3,507.4	9.52%
Investment trading business	**6,145.7**	**16.96%**	6,445.3	17.50%
Other parent-subsidiary integration business	**15,096.4**	**41.66%**	16,630.9	45.16%
Others	**2,114.0**	**5.83%**	1,966.3	5.34%
Inter-segment eliminations	**-875.7**	**-2.42%**	-441.8	-1.20%
Total	**36,235.2**	**100.00%**	36,826.2	100.00%

The table below sets forth the segment results (i.e., profit/loss before income tax) for the periods indicated. Results of each segment are calculated as segment revenue, gains and other income (including inter-segment revenue) after deducting segment expenses (including inter-segment expenses), plus the share of results of joint ventures.

Unit: RMB in million

	2024		2023	
	Amount	**Percentage**	**Amount**	**Percentage**
Wealth management business	**4,828.7**	**45.91%**	4,252.9	52.29%
Investment banking business	**55.3**	**0.53%**	56.1	0.69%
Institutional business	**-15.6**	**-0.15%**	174.4	2.14%
International business	**391.8**	**3.72%**	319.7	3.93%
Investment trading business	**5,832.5**	**55.45%**	3,963.8	48.73%
Other parent-subsidiary integration business	**803.4**	**7.64%**	975.9	12.00%
Others	**-1,377.2**	**-13.09%**	-1,173.0	-14.42%
Inter-segment eliminations	**-0.1**	**-0.01%**	-436.1	-5.36%
Total	**10,518.6**	**100.00%**	8,133.6	100.00%

(vi) Contingent Liabilities

Nil

(vii) Analysis of Investment

Unit: RMB in million

Item	31 December 2024	31 December 2023	Changes for the period	Amount of impact on profit for the period
Financial assets measured at fair value through profit or loss	**220,760.8**	206,183.5	14,577.3	12,247.1
Debt instruments measured at fair value through other comprehensive income	**105,129.1**	97,357.9	7,771.2	4,561.0
Equity instruments measured at fair value through other comprehensive income	**55,686.9**	45,173.1	10,513.8	2,155.4
Financial liabilities measured at fair value through profit or loss	**44,018.1**	39,654.2	4,363.9	-4,816.5
Derivative financial assets	**4,201.6**	8,405.0	-4,203.4	387.2
Derivative financial liabilities	**1,898.9**	5,515.9	-3,617.0	
Total	**431,695.3**	402,289.7	29,405.6	14,534.1

(viii) Analysis of Major Controlled Companies and Investees

1. Galaxy Futures has a registered capital of RMB4.5 billion, in which the Company holds 100% equity interest. It is primarily engaged in the business of commodity futures brokerage, financial futures brokerage, futures investment advisory, assets management and sales of funds. According to the financial statements prepared in accordance with the China Accounting Standards for Business Enterprises, as at 31 December 2024, the total assets and net assets of Galaxy Futures were RMB82.300 billion and RMB7.071 billion, respectively. In 2024, it achieved operating revenue and net profit of RMB14.572 billion and RMB499 million, respectively.

2. Galaxy Capital has a registered capital of RMB1.5 billion, in which the Company holds an equity interest of 100%. It is primarily engaged in asset management, project investment and investment management. According to the financial statements prepared in accordance with the China Accounting Standards for Business Enterprises, as at 31 December 2024, the total assets and net assets of Galaxy Capital were RMB1.754 billion and RMB1.660 billion, respectively. In 2024, it achieved operating revenue and net profit of RMB19 million and RMB4 million, respectively.

3. Galaxy International Holdings has a registered capital of HK$8.6 billion, in which the Company holds 100% equity interest. It is primarily engaged in, through a number of subsidiaries, the provision of securities and futures brokerage, research and analysis, investment banking, margin financing and securities lending, asset management, wealth management, foreign exchange trading and derivatives, etc. in regions and countries, such as Hong Kong, Singapore, Malaysia, Indonesia, Thailand, South Korea, the United Kingdom, the United States and Mauritius. According to the financial statements prepared in accordance with the China Accounting Standards for Business Enterprises, as at 31 December 2024, the total assets and net assets of Galaxy International Holdings were RMB39.825 billion and RMB8.656 billion, respectively. In 2024, it achieved operating revenue and net profit of RMB2.173 billion and RMB328 million, respectively.

4. Galaxy Jinhui has a registered capital of RMB1.0 billion, in which the Company holds an equity interest of 100%. Its primary business is securities asset management. According to the financial statements prepared in accordance with the China Accounting Standards for Business Enterprises, as at 31 December 2024, the total assets and net assets of Galaxy Jinhui were RMB1.736 billion and RMB1.449 billion, respectively. In 2024, it achieved operating revenue and net profit of RMB505 million and RMB56 million, respectively.

5. Galaxy Yuanhui has a registered capital of RMB5.0 billion and paid-in capital of RMB4.0 billion, in which the Company holds 100% equity interest. It is primarily engaged in using its own funds for equity or debt investments in enterprises, or investing in other investment funds related to equity and debt investment. According to the financial statements prepared in accordance with the China Accounting Standards for Business Enterprises, as at 31 December 2024, the total assets and net assets of Galaxy Yuanhui were RMB4.657 billion and RMB4.397 billion, respectively. In 2024, it achieved operating revenue and net profit of RMB103 million and RMB55 million respectively.

(ix) Structured Entities Controlled by the Company

As at the End of the Reporting Period, the Group consolidated 112 structured entities, including asset management schemes, partnerships and funds. When determining whether a structured entity should be included in the consolidated financial statements, the Group needs to assess a combination of factors based on the terms of the related contracts, including its power over the structured entity, all variable returns obtained including investment income and management fee revenue, the circumstances under which the managers of the relevant structured entity can be replaced, etc. It identifies its control over certain structured entities and incorporates them into the scope of the consolidation after taking into account the above factors. As at the End of the Reporting Period, the equity attributable to the Group from the above-mentioned structured entities amounted to RMB31.889 billion.

(x) Others

1. Establishment and disposal of branch offices and securities branches

As at the End of the Reporting Period, the Company established 37 branch offices and 461 securities branches.

(1) Establishment and closure of branch offices

During the Reporting Period, the Company closed the Shandong Branch located in Yantai City, Shandong Province, and relocated it to Jinan City, Shandong Province. On 7 June 2024, the Company obtained the License for Securities and Futures Business Operation for this newly established Shandong Branch.

(2) Establishment and closure of securities branches

During the Reporting Period, the Company newly established Yulin North Star Road Securities Branch in Yulin City, Shaanxi Province in accordance with the Announcement on Various Issues in relation to the Cancellation or Adjustment of Certain Administrative Review and Approval Projects of Securities Firms《關於取消或調整證券公司部分行政審批項目等事項的公告》.

During the Reporting Period, the Company completed the closure of 9 securities branches in accordance with the Announcement on Various Issues in relation to the Cancellation or Adjustment of Certain Administrative Review and Approval Projects of Securities Firms《關於取消或調整證券公司部分行政審批項目等事項的公告》, namely Shantou Jinsha Road Second Securities Branch, Liaoyang Xinyun Street Securities Branch, Huozhou Xinjian South Road Securities Branch, Guangzhou Binjiang East Road Securities Branch, Shanghai Jingang Road Securities Branch, Bazhong Yuntai Street Securities Branch, Shanghai Gushan Road Securities Branch, China (Shanghai) Pilot Free Trade Zone Jilong Road Securities Branch, and Shayang Hanjin Avenue Securities Branch.

(3) Relocation of branch offices and securities branches

The Company has constantly adjusted and optimised the distribution of its branches. During the Reporting Period, the Company relocated a total of 49 branches within the same city, including 4 branch offices and 45 securities branches, namely Qingdao Branch, Ningxia Branch, Fujian Branch, Jiangsu Branch, Foshan Shunde Daliang Securities Branch, Shenzhen Luohu Securities Branch, Shenzhen Jingtian Securities Branch, Foshan Jihua Fifth Road Securities Branch, Guangzhou Pazhou Avenue Securities Branch, Shenzhen Nanshan Coastal City Securities Branch, Shenzhen Cloud Park Securities Branch, Zhanjiang Lianjiang Xinfeng Road Securities Branch, Foshan Shunde Lecong Securities Branch, Zhoushan Gangdao Road Securities Branch, Yuyao Yangming East Road Securities Branch, Wenzhou Sanyou Road Securities Branch, Ningbo Dazha South Road Securities Branch, Ningbo Qianlong Road Securities Branch, Wenzhou Wenzhou Avenue Securities Branch, Hangzhou Changle Road Securities Branch, Chun'an Xin'an East Road Securities Branch, Xinchang Lijiang Road Securities Branch, Hangzhou Citizen Street Securities Branch, Beijing Songjiazhuang Securities Branch, Beijing Caishikou Street Securities Branch, Beijing Guanganmen Securities Branch, Beijing Anzhenmen Securities Branch, Shanghai Pudong New Area Yuanshen Road Securities Branch, Shanghai Pudong New Area Qirong Road Securities Branch, Kunshan Xiaolin Road Securities Branch, Zhangjiagang Renmin Middle Road Securities Branch, Xiamen Binhai West Avenue Securities Branch, Qingdao Haikou Road Securities Branch, Binzhou Fifth Huanghe Road Securities Branch, Yingkou Jinniushan Street Securities Branch, Shenyang Xinghua North Street Securities Branch, Yangquan Quanzhong Road Securities Branch, Taiyuan Taoyuan Securities Branch, Datong Wanjin Street Securities Branch, Wuhan Zhongnan Road Securities Branch, Neijiang Han'an Avenue Securities Branch, Chengdu North First Ring Road Securities Branch, Nanchang Shangrao Street Securities Branch, Ganzhou Shuinan Road Securities Branch, Shangrao Fenghuang Avenue Securities Branch, Harbin Lijiang Road Securities Branch, Xi'an Jinye Road Securities Branch, Xining Wenyi Road Securities Branch, and Yinchuan Beijing Middle Road Securities Branch.

2. Introduction to account regulation

During the Reporting Period, the Company further implemented the long-term mechanism of standardised account management to carry out centralised verification of account information and centralised management of images in strict compliance with the requirements of regulations formulated by the Company, including the Customer Account Management Measures, the Implementation Rules for Customer Information Management, and the Operational Guidelines for Centralized Operation Platform of Brokerage Business, thereby ensuring that the newly opened accounts meet the standards for qualified accounts. The Company completed the procedures for activation of dormant accounts and regulation of unqualified accounts in strict accordance with the operating procedures, thereby safeguarding the orderly commencement of account standardisation business.

During the Reporting Period, there was no risk disposition account under the branches. The Company processed existing unqualified accounts and activated petty dormant accounts in an orderly manner. As at the End of the Reporting Period, the Company had 1,780 unqualified fund accounts and 2,532,075 petty dormant accounts (including 535,176 pure fund accounts managed according to standards for dormant account management). The Company had 381 fund accounts judicially frozen, an increase of 48 accounts as compared to the end of last year. During the Reporting Period, the Company processed 3 unqualified fund accounts, and activated 9,098 petty dormant accounts, with no new petty dormant accounts added.

3. *Business innovation and risk control during the Reporting Period*

During the Reporting Period, the Company actively made innovations in business and obtained relevant business qualifications such as swap facilitation, carbon emission trading and cross-boundary wealth management connect.

In order to ensure the safe operation of its innovative business, the Company attaches importance to risk control at source, improves the risk management system and mechanism for new business and new products, adopts various proactive control measures for effective management, and realizes full-process management that combines pre-assessment, continuous monitoring and tracking management, which includes, among other things, the following:

(1) Feasibility assessment before commencement of business

At the early stage of innovative business, the Company's business departments first carried out risk self-assessment and conducted a comprehensive analysis of the operation model of innovative business, personnel and systems, main risks, valuation model, risk measurement models, potential losses under pressure scenarios, ancillary risk countermeasures, and business continuity management plan under unexpected circumstances. The Company's risk and compliance departments or external experts conducted independent assessment in laws and regulations, risk appetite, basic assumptions of risk management, risk point control, risk model and risk management capability from their respective professional perspectives. Taking into account the assessment results, the Company made decisions on innovative business and determined the conditions for business launch and the relevant restrictive requirements.

(2) Risk control preparation before the launch of business

All innovative businesses of the Company are required to undergo risk identification, analysis and assessment and shall not be launched risk until the corresponding risk control conditions are fulfilled. Basic risk control criteria include: 1) obtaining business operation qualifications and authorisation from the Company's management, and establishing a complementary process management system. In alignment with the Company's comprehensive risk management system as well as various professional risk management measures for market, credit, operational and liquidity risk, the necessary risk management guidelines, rules and workflows are formulated in respect of the innovative businesses to clarify business risk control standards and regulate risk management process; 2) establishing an applicable risk control indicator system. Innovative businesses are integrated into the hierarchical risk limit management system of the Company with corresponding risk control indicators and thresholds set in line with its risk characteristics to quantify and manage the risk of innovative business; 3) ensuring necessary personnel and system support, aligned with the business needs, through the reasonable allocation of human resources, the establishment and improvement of business and risk management systems, laying the foundation for the safe operation of innovative business.

(3) Continuous follow-up and management after the launch of business

After the innovative business is launched and put into operation, it is incorporated into the Company's daily risk management system for risk measurement, monitoring, assessment and reporting. The Company attaches great importance to risk process management, continuously keeps track of the risk trend, and takes timely measures to deal with the abnormal risks identified. During the operation of innovative business, the Company constantly assesses whether each risk control measure is in line with the risk characteristics of its business, and adjusts and improves the supporting system processes, risk limits, risk control standards and system functions based on changes in risk levels at different development stages of innovative business, to meet the needs of business development and risk management. The Company promptly analyses the root causes and impacts of problems arising in the course of business development in a timely manner, and studies and formulates timely and effective solutions to ensure that the business continues to operate in a stable manner.

III. DISCUSSION AND ANALYSIS ON FUTURE DEVELOPMENT OF THE COMPANY

(i) Industry Landscape and Trend

2025 marks the final year of the 14th Five-Year Plan. The global economy and capital markets remain in a phase of reconstruction and transformation, while China's economy is also at a critical juncture of transitioning from old to new growth drivers. The Central Economic Work Conference has outlined the overall requirements, policy orientations, and key tasks for 2025. As various reform measures are gradually implemented and effective, expansive fiscal and monetary policies will continue to take effect. China's economy will sustain its recovery and upward trajectory. The A-share market is likely to shift from asset revaluation to being driven by fundamentals. At the same time, the New Nine Guidelines and the "1+N" policy system are accelerating the comprehensive reform of China's capital market in terms of investment and financing. Strong regulation, risk prevention, and the promotion of high-quality development are being advanced in tandem. The joint efforts of all parties have made market stabilization mechanisms more robust, with resources and elements increasingly converging toward new areas. The ability and efficiency of serving the real economy have significantly improved, and investor confidence and market vitality continue to strengthen. The supply-side structure of the securities industry is undergoing development opportunities for reshaping and integration. External mergers and acquisitions, along with specialized operations, are important means for securities companies to excel and grow stronger. The market share of leading securities companies, especially large state-owned ones, is expected to further increase.

(ii) Development Strategy of the Company

During the Reporting Period, the Company continued to advance the execution and implementation of its 2023-2025 strategic development plan. Based on mid-term evaluations, it proposed optimised strategic implementation measures, unwaveringly following the path of financial development with Chinese characteristics. The Company integrated its development more closely with serving the national strategy, anchoring its development goals and further clarifying the directions, strategies, and key tasks for each business line and subsidiary.

The 2023-2025 Strategic Development Plan is guided by the corporate mission of "Serving the Nation through Finance, Putting Customers First" and the vision of "Becoming a Leader in Wealth Management for Residents, a Servant of the Real Economy, a Protector of Institutional Clients, a Promoter of the Dual-Circulation Strategy, and a Role Model in the Capital Market". The long-term strategic goal is to "Build a Respected, Domestically Leading, and Internationally Renowned Modern Investment Bank". Adhering to the client-centric philosophy, the Company is driving its transformation into a comprehensive and versatile investment bank.

The 2023-2025 Strategic Development Plan follows five strategic principles: 1. Upholding the leadership of the Party and fully practicing the political and people-oriented nature of financial work. 2. Committing to serving the real economy and continuously strengthening the mission of being the "national team" in the securities industry. 3. Pursuing high-quality development and comprehensively enhancing the Company's core competitiveness. 4. Promoting balanced and comprehensive development and accelerating the construction of a modern investment bank. 5. Adhering to strict compliance and risk control to ensure steady and sustainable progress.

The 2023-2025 Strategic Development Plan innovatively proposes building a "five-in-one" business model and established the "three plus one" system. It vertically developed the "five-in-one" business model. The "five" in the "five-in-one" business model means a financial advisor around the people, an investment banking specialist trusted by entrepreneurs, a full-service provider relied on by institutional clients, an integrated service provider in the international market, and a professional investment dealer in the capital market. The "in-one" in the model means the provision of integrated financial services centring on parent-subsidiary integration. The "three plus one" system was established horizontally, where "three" means marketisation, platformisation, digitisation and "one" means comprehensive synergy. The "five-in-one" model and "three plus one" mechanism are the key initiatives of this strategic plan. They are competitive measures tailored to

the current environment and the Company's resource endowments. They represent a valuable consensus reached after multiple rounds of discussions during the formulation of this strategic plan. The new strategic plan embodies the collective wisdom of all employees. With the unified leadership of the Party Committee of the Company and the continuous efforts of all staff, it aims to become, within three years, a modern investment bank that: achieves relatively balanced development across all business lines, with no significant business or licensing gaps, and is capable of efficiently and agilely providing comprehensive financial services to both domestic and international clients; possesses organizational structures, institutional processes, incentive mechanisms, financial technology, and risk control systems that meet high standards, with strong operational risk management capabilities and corresponding error-tolerance mechanisms; fosters a sense of pride among employees (including excellent career development prospects and a superior working environment) and supports their continuous growth and self-realization; remains in sync with national development, practices the philosophy of "Serving the Nation through Finance, Putting Customers First", strives to create value for clients, and maintains a positive political ecosystem and outstanding corporate culture.

The 2023-2025 Strategic Development Plan proposes six key support and assurance measures: capital planning, organizational structure, talent development, technological empowerment, internal control systems, and corporate culture. With the "leadership of the Party" as the political guarantee for the strategic plan's implementation, the Company will strengthen organizational leadership, ensure detailed implementation, enhance execution evaluation, and guarantee the effective execution of the new strategic plan, truly transforming from a traditional securities firm into a modern investment bank.

(iii) Operational Plans

2025 marks the final year of the three-year strategic plan and a critical phase for the Company's high-quality development. The Company resolutely aligns with the decisions and deployments of the Party Central Committee and regulatory spirit, strictly implements the requirements of the CIC Party Committee, adheres to the principle of seeking progress while maintaining stability, and deeply improves the work systems and mechanisms for serving the national strategy. It comprehensively enhances the supply of high-quality financial services for major strategies and key areas; effectively strengthens strategic guidance, scientifically adjusts business strategies in response to changing times, and strives to address shortcomings in light-asset businesses such as investment banking and asset management, promoting balanced development between light and heavy capital businesses; firmly grasps the requirements of high-quality development, and improves cost efficiency, quality, and effectiveness in core businesses: practices the "One Galaxy" collaborative construction, fulfills the political responsibility of preventing and resolving financial risks, and improves the comprehensive risk management system to ensure compliant and stable development.

In serving the national strategy, the Company deeply understands the "Eight Adherences" of the path of financial development with Chinese characteristics, firmly establishes correct operational, performance, and risk perspectives, prioritizes "functionality", focuses on core responsibilities and principal business, supports technological self-reliance and self-improvement, promotes green industry development, enhances inclusive financial services, meets residents' pension needs, and improves financial technology capabilities, continuously advancing the "technology finance, green finance, inclusive finance, pension finance, and digital finance".

In business operations, the wealth management business firmly stands on the people's standpoint, expands and strengthens the client base, builds a diversified financial product system, deepens the transformation of investment advisory services, innovates and enriches credit business service models, and enhances comprehensive wealth management service capabilities; the investment banking business continues to advance professional reforms, leverages its inherent advantages, strengthens comprehensive and in-depth collaboration, fully expands domestic and international integrated operations, increases resource investment in overseas business, dynamically analyzes market trends, and adjusts business strategies as appropriate; institutional business optimises custody business structures, improves equity market making professional capabilities, steadily develops over-the-counter business, strengthens PB business system construction, enhances research capabilities and service levels, and boosts brand influence; investment and trading business adheres

to steady operations, strengthens asset allocation and portfolio management, continues to maintain good investment performance in fixed-income proprietary business, and actively develops fixed-income client-driven business; international business focuses on core regional business layouts, strengthens and solidifies overseas local business, promotes the quality and efficiency of domestic and international integration, and enhances the alignment of resource allocation with strategic goals. Domestic subsidiaries strengthen their core responsibilities and principal business, enhance business collaboration and resource integration, continuously improve market competitiveness and profitability, and optimise subsidiary management mechanisms based on core elements such as "strategy, capital, authorisation, assessment, internal control, and leadership".

In financial technology, the Company comprehensively advances the financial technology strategy, deepens the integration of big models, artificial intelligence, and other technological innovations with securities business, and continuously promotes the online, digital, and intelligent transformation of business. The Company strengthens the construction of control systems, data infrastructure, and internal and external data governance, enhances IT infrastructure and information system security management, and improves the rapid response and risk prevention capabilities of information technology.

In risk control and compliance, the Company resolutely implements regulatory requirements and the "1+N" risk management requirements of CIC, adheres to a prudent and steady risk appetite, continuously strengthens centralized risk management and full-process management; firmly establishes a sense of comprehensive responsibility and lawful and compliant practice, and resolutely avoids crossing "red lines" and "bottom lines".

In social responsibility and cultural construction, the Company actively implements the requirements of the 14th Five-Year Plan for building an ecological civilization system, deeply develops green investment and financing, research, and other businesses based on ESG concepts; earnestly implements General Secretary Xi Jinping's important instructions on assistance work and the relevant requirements of the 14th Five-Year Plan, continues to carry out rural assistance work; implements the "Opinions of the Party Committee of China Investment Corporation on Strengthening Political and Cultural Leadership and Cultivating Financial Culture with Chinese Characteristics" 《中共中國投資有限責任公司委員會關於強化政治文化引領、培育中國特色金融文化的意見》, actively practices the "Five Dos and Five Don'ts", and deepens the foundation of financial culture with Chinese characteristics.

(iv) Potential Risks

During the Reporting Period, the Company launched risk management work around two major objectives, namely, to continue to enhance its risk management capability and to practically prevent and control major risks. The Company continued to build and improve its risk management system to meet external regulatory requirements, internal business development and risk management needs. The Company improved the Group's risk appetite, unified credit-granting, the risk alert and control mechanism for major risks, and the risk prevention and control mechanism in areas such as model risk management, unified customer and business management and stress testing. By closely monitoring the market to strengthen risk measurement, monitoring and analysis, it strengthened forward-looking research and judgment, and evaluated and reviewed the risk appetite through a combination of different means like scenario analysis and stress tests. It dynamically optimised and adjusted risk limits at all levels to support business development while reducing marginal incremental risk. The Company continued to increase its investments in talent and resources for data governance, system construction, and risk measurement. Additionally, the Group enriched its professional risk management tools, continuously enhanced the level of risk management intelligence, and built a comprehensive risk management system to meet the requirements of a modern investment bank. Furthermore, it strengthened the assessment, investigation, and control of risks in key areas and businesses to effectively advance the unified credit-granting management of the Group. During the Reporting Period, the risks of the Company were generally under control and no significant business risks arose.

1. *Major risks affecting the operations of the Company*

The risks facing the Company in business activities mainly include, among others, market risk, credit risk, liquidity risk, operational risk and cybersecurity risk. During the Reporting Period, the Company adopted effective measures to actively address various risks, guaranteeing the secure conduct of operating activities.

(1) Market risk

Market risk refers to the risk of the potential or actual loss incurred by the Company due to the fluctuation of the fair value or future cash flows in respect of financial instruments held or to be held by the Company resulting from the adverse changes in securities price, interest rate and currency rate, including securities price risk, interest rate risk and currency rate risk. Market risk is mainly measured by professional indicators such as sensitivity and VaR, and managed through measuring, monitoring and dynamically adjusting the limit indicators by setting risk limits such as risk exposure, scale, concentration level, limit of loss, sensitivity and VaR. As at the End of the Reporting Period, the VaR (1D, 95%[1]) of the Group amounted to RMB373 million.

Securities price risk

Securities price risk refers to the risk of the loss incurred by the Company's positions caused by the fluctuation of the fair value or future cash flows in respect of financial instruments due to the changes in the market prices of securities such as equities, commodities and their derivatives (other than changes resulting from interest rate risk or currency rate risk).

The securities price risk of the Company mainly arose from the positions held in businesses such as proprietary investment and market-making business. In order to control such risks effectively, the Company mainly adopted the following measures. Firstly, it made use of financial derivatives such as futures and options to carry out effective risk hedging. Secondly, it implemented stringent risk limit management to effectively control indicators such as risk exposure, scale, concentration level, limit of loss, VaR and sensitivity, and conducted risk monitoring, measurement, analysis and reporting for indicators such as risk limits to identify and deal with risks in a timely manner as well as adjusted the risk limits on a regular basis or from time to time after taking into account changes in the market, business operation and risk characteristics, thereby coping with the potential changes in risks; Thirdly, it adopted quantitative analysis to assess risks in a timely manner, and carried out dynamic and forward-looking assessment of risks of the securities portfolio by adopting scenario analysis, sensitivity analysis, risk performance attribution, stress tests and other methods.

Interest rate risk

Interest rate risk refers to the risk of the loss on fixed income assets and derivatives arising from adverse changes in, among others, risk-free interest rates, credit spreads, yield curve patterns and changes in basis spreads. The assets of the Company exposed to interest rate risks mainly include bank deposits, clearing settlement fund, refundable deposits and bonds, etc. The Company used sensitivity indicators such as DV01 as the main instrument for monitoring interest rate risk, and controlled indicators such as DV01 of the investment portfolio by optimising the allocation of fixed income instruments in terms of duration and convexity, as well as adopted derivatives such as treasury bond futures and interest rate swaps to hedge interest rate risks, thereby keeping interest rate risks within a controllable and acceptable range.

During the Reporting Period, the overall interest rate risk facing the Company was under control.

[1] Referring to 1 day, 95% confidence interval.

Exchange rate risk

Exchange rate risk refers to the risk of the loss incurred by the Company's positions held due to the adverse fluctuation in exchange rates, which arises mainly from international business and cross-border business. The Company mainly adopts reasonable and effective measures such as hedging with foreign exchange derivatives and setting exchange rate exposure limits to manage its exchange rate risk.

(2) Credit risk

Credit risk refers to the risk of incurring losses resulting from the failure of the borrower or counterparty to timely fulfill its contractual obligations. The Company managed credit risk mainly by evaluating credit risk in advance and following up credit risk afterward. In the pre-evaluation phase, the Company constantly improved the internal credit rating system, strengthened unified credit-granting management, optimised the system of credit risk limits and conducted strict enforcement of the negative list management mechanism, thereby effectively controlling the front-end risks and leveraging the management tool of the same client to effectively prevent client concentration risk. During the duration management, the Company regularly evaluated and monitored the credit risk, continuously traced significant events that would affect clients' credit, adjusted the credit limit in a timely manner based on clients' credit status; constantly enhanced the ability in credit risk measurement and closely monitored the exposure to credit risk; carried out regular risk screening, strengthened risk classification and management, and continuously enhanced the capability in making risk anticipation and warning, to identify, report and deal with default risks in a timely manner, and formulate risk response measures or plans in advance.

During the Reporting Period, the Company's credit risk preference for bond investment remained relatively stable. The investors of credit bonds were mainly central-government-controlled enterprises and state-owned enterprises, with AA+ level or above accounting for approximately 96.30%, and the credit rating was generally high and the default risk was low. As at the End of the Reporting Period, the Company saw an average maintenance margin of 255% for its margin financing and securities lending clients with outstanding liabilities, and an average performance security ratio of 280% for its stock pledged repurchase clients with outstanding liabilities. The overall credit risk facing the Company was within the acceptable range.

(3) Liquidity risk

Liquidity risk refers to the risk resulting from the failure to make payment, settlement, reimbursement, redemption and to meet obligations in connection with financial liabilities due to shortage of funds in the ordinary course of business of the Company.

To cope with and manage liquidity risk effectively, the Company mainly adopted the following measures. Firstly, it established and continued to optimise the liquidity risk indicator system to monitor the liquidity risk facing the Company on a daily basis and issue risk warning and report in a timely manner. Secondly, the model for liquidity risk measurement was constantly optimised to improve the accuracy and foresight of the indicators. Thirdly, regular stress tests were conducted to analyse and assess the liquidity risk level facing the Company, business departments and subsidiaries under a stress scenario; Fourthly, it carried out regular emergency drills to constantly strengthen the Company's ability in tackling emergency in relation to liquidity; Fifthly, it constantly optimised the asset and liability structure by establishing a hierarchical liquidity reserve system and diversified the capital replenishment channels through the money market, capital market and bank credit; Sixthly, real-time monitoring and management was strengthened on the usage of large amount of funds, in order to achieve centralised fund allocation and coordinated liquidity risk management.

During the Reporting Period, the overall liquidity risk facing the Company was under control, the high-quality liquid assets and reserves were relatively sufficient, and various liquidity risk control indicators met regulatory requirements continuously.

(4) Operational risk

Operational risk refers to the risk of incurring losses resulting from internal events including the defect of the Company's process, misconduct of personnel or information system failures, or from such external events as natural disaster and fraud committed by external personnel.

In order to effectively control operational risks, the Company has adopted the following measures: firstly, establishing a sound operational risk management system with a clear structure and clear responsibilities, continuously improving and perfecting the operational risk management system of the Company, its branches and domestic and foreign subsidiaries, further consolidating the responsibility for operational risk management at the business side, strengthening the application of loss data collection (LDC), risk and control self-assessment (RCSA), key risk indicators (KRI) and other management tools, and continuously optimising the functionality of the operational risk management system; secondly, by sorting out the main business processes, risk points and control measures of business departments, branches and subsidiaries, establishing an operational risk and control matrix covering key areas and critical links, conducting self-assessment on a regular or irregular basis, and promoting the improvement of processes and measures in response to control weaknesses; thirdly, by establishing a key risk indicator library for the operational risk of key business operations, monitoring and analysing the operation of indicators in each business line regularly to give full play to the role of indicator warning; fourthly, through the collection and analysis of loss data, realising the classification and categorization of operational risk events, attribution analysis, problem rectification and action plan management, and supervising the continuous improvement of the weak points of internal control; fifthly, incorporating the identification and assessment of operational risks into the review process for the launching of new business and new products, upgrading important business systems or major system changes, strengthening risk pre-assessment and risk warnings, and achieving front-end control of operational risks and closed-loop management throughout the entire process; sixthly, by establishing a work coordination mechanism between internal control and monitoring departments, realising the sharing of risk data and monitoring results, thereby improving the quality and efficiency of collaborative prevention and control of internal control, and promoting the sound development of the Company's internal control system; seventhly, establishing a business continuity management system to identify and evaluate the risk exposure of key resources for important businesses, formulating a risk management plan for the interruption of important business operations, and enhancing the ability to cope with business interruption risks and the resilience of sustainable operations under stress scenarios.

During the Reporting Period, the Company's overall operational risk was within the acceptable range.

(5) Cybersecurity risk

Cyber and data security risk refers to the risks involved in confidentiality, integrity or availability of data generated by the use of information and communication technologies of the Company, as well as risks including property damage and prejudice to investors' legitimate interests caused by business interruptions as a result of the Company's cyber operation technologies.

In order to effectively prevent and cope with the cyber and data security risks, and to protect personal information security of investors, the Company mainly adopted the following measures: firstly, establishing and improving the cyber and data security management system, continuously improving the investor personal information protection mechanism, implementing the cybersecurity responsibility system, making full use of various technologies, and enhancing the establishment of a sound cyber and data security technology ensuring system; developing a system for disaster recovery and offsite backup within the same city, and ensuring a safe physical network environment and business continuity; using data backup technology and hardware redundancy backup technology to improve the security level of hardware, software and data of the network system; secondly, taking multiple measures, including network planning and isolation, information system security baseline, access to network, and office terminal control, to strengthen information security

management and control in key matters; installing firewalls, application firewalls, traffic safety detection systems and other cybersecurity devices at network boundaries, as well as deploying antivirus and data anti-leakage systems to prevent malicious network attacks and mitigate the risk of data leakage; conducting security vulnerability scanning on important systems on a regular basis; conducting level protection, security assessments and penetration tests for essential systems; carrying out data classification and grading, as well as personal information protection impact assessment work; enhancing IT operational and information security management capabilities, passing the certification of ISO20000 Information Technology Service Management System (ITSMS) and ISO27001 Information Security Management System (ISMS); formulating a comprehensive contingency plan for information system emergencies and organising drills on a regular basis; and organising various forms of safety awareness training for the Company's employees and investors.

During the Reporting Period, the overall cyber and data security risks of the Company were controllable, and the important information technology systems of the Company operated in a safe and stable manner, providing strong support for the smooth development of the Company's business and the protection of investors' personal information security.

2. Countermeasures and measures the Company has taken or planned to take

The Company always attaches great importance to risk management, constantly improves the risk management system, strengthens the application of risk management methods and tools, promotes the establishment of risk management information systems, implements whole-process risk management, and uses consolidated management as a lever to effectively advance group-wide risk management, in order to safeguard the Company's sustainable and steady operation.

(1) Deepening the establishment of the Group's comprehensive risk management system

The Board of Directors and the management, from the top down, place great importance on risk management. Based on serving the national development and from the perspective of the political and national security, the Company has firmly established a mindset of maintaining bottom-line and limit thinking, fulfilled the important mission of preventing and resolving financial risks, required leaders to deepen the Group's comprehensive risk management, enhanced risk management, and improved the level of risk management. The Company has improved the Group's risk appetite and optimised the hierarchical risk limit system based on the needs for business development and risk management. In addition, the Company improved the process of risk management mechanism and strengthened the front-end risk assessment and control, during which it conducted T+1 risk measurement and control to enhance the closed-loop management of risk investigation, warning, disposal, recovery and accountability. Through all these efforts, the Company further deepened the vertical risk management of its subsidiaries, and continued to build the Group's comprehensive risk management system that meets the requirements of a modern investment bank.

(2) Strengthening the application of risk management methods and tools

The Company consistently increased resources in strengthening risk assessment and measurement, enhancing the application of risk management methods and tools, thoroughly identifying risks in a timely manner, prudently assessing various types of risks, constantly monitoring risks, actively taking effective measures to deal with risks, and reporting risks in a timely and all-round manner.

During the Reporting Period, the Company mainly adopted the following measures: firstly, optimising the model management system and mechanism, enhancing the continuous evaluation and validation of its measurement models, strengthening the management of complex over-the-counter derivatives models such as snowballs and their parameters, and dynamically examining and judging the risks of over-the-counter derivatives business in a timely manner through scenario analysis models; secondly, constantly optimising the asset

realisation model, dynamic cash flow model, multi-scenario liquidity stress test and other models to improve the capabilities to measure and evaluate the Company's liquidity risk indicators; thirdly, continuously improving the construction of risk-performance attribution analysis and T+0 risk monitoring functions to enhance the refinement of market risk measurement; fourthly, continuously building and optimising the construction of the unified customer and business management system and credit risk management system, promoting the construction and application of the internal credit rating system, optimising the risk alert model and system, improving the negative list management mechanism, and effectively implementing the asset risk classification and management mechanism; fifthly, continuously improving the operational risk management system and mechanism, enriching and optimising operational risk management tools, strengthening the implementation and application of management tools in various business departments, branches and subsidiaries, and enhancing the quality and efficiency of operational risk management.

(3) Enhancing the establishment of risk management information intelligence

Leveraging the "data middle platform", the Company built the Group's risk data mart and supported the centralised integration and standardised control of the Group' s risk data, so as to achieve a comprehensive, timely and accurate acquisition and management of the various risk data of its parent and subsidiaries. On this basis, it built a professional risk management system cluster to improve the information, automation, and intelligence of risk management, providing comprehensive support for risk measurement, monitoring, warning, reporting, and so on.

During the Reporting Period, the Company mainly adopted the following measures: firstly, the Company established a comprehensive risk management platform, which realised the Group's risk information aggregation and multidimensional displays and reports; secondly, the Company completed and put into production three new-generation risk management systems, namely the market risk management system, credit risk management system, unified customer and business and risk early warning management system. It continued to expand and optimise a group-level risk data mart, a market risk measurement platform, an internal credit rating system, an operational risk management system, a risk monitoring system for margin financing business, a liquidity risk management system, a consolidated financial statement management system and an economical capital measurement system, etc.; thirdly, the Company strengthened the construction of risk management function modules for key subsidiaries and businesses and completed an unified risk management portal to consolidate the Group's risk management digital resources and to support the enhancement of the ability of risk measurement, identification, early warning and disposal, as well as the effectiveness of risk management. In addition, the proportion of independent research and development was enhanced, and the establishment and function enhancement of various risk management systems was steadily advancing, effectively supporting the risk management of the Group.

(4) Implementing whole-process risk management

The Company applies risk management to the entire business process, and the measures include the performance of risk assessment before launching business, the design of risk control process, risk control indicator and threshold setting, risk management supporting system, and the construction of corresponding risk monitoring information system. Apart from that, pre-assessment and audit in the course of business, in-process risk measurement, independent monitoring, risk screening and risk reporting are conducted in addition to the post-incident risk assessment, risk review, risk disposition and accountability that risk management effectively covers the entire process of business.

(5) Deepening integrated vertical risk management

Within the Group's unified risk management framework and based on the Group's risk appetite, the Company promotes the parent-subsidiary integrated risk management taking into account the operating and risk characteristics of each subsidiary. During the Reporting Period, the Company mainly adopted the following measures: firstly, pre-assessment of the risks facing subsidiaries in basic systems to ensure the consistency between subsidiaries' risk control system for similar businesses and that of the parent company; secondly, the headquarters formulated important quotas for subsidiaries to control subsidiaries' total amount of risks and monitor subsidiaries' major investment decision-making to prevent major risks; thirdly, incorporating new businesses and products of subsidiaries into the scope of the Group for unified control, approving major new businesses and products of subsidiaries and proactively controlling the key risks of subsidiaries; fourthly, incorporating subsidiaries at all levels in the consolidated risk management system of the Group to deepen the data collection and application of parent and subsidiaries. Through consolidating our subsidiaries' risks in the T+1 group-level unified risk measurement, monitoring and reporting, the Company promoted subsidiaries applying the Group's unified internal ratings, unified customer and business management, and unified credit management; fifthly, the Company established a daily communication mechanism between parent and subsidiaries for vertical management of key risk posts in subsidiaries, such as chief risk officer. In addition, the Company assigned key personnel in overseas subsidiaries to ensure the effective operation of the vertical risk management system of subsidiaries.

3. Compliance and Risk Control Expenditure

According to the financial statements prepared in accordance with the China Accounting Standards for Business Enterprises, in 2024, the Company's expenses on compliance risk control amounted RMB577 million, accounting for 3.84% of the parent company's operating revenue in 2023, and its expenses on information technology amounted to RMB1.254 billion, accounting for 8.35% of the parent company's operating revenue in 2023.

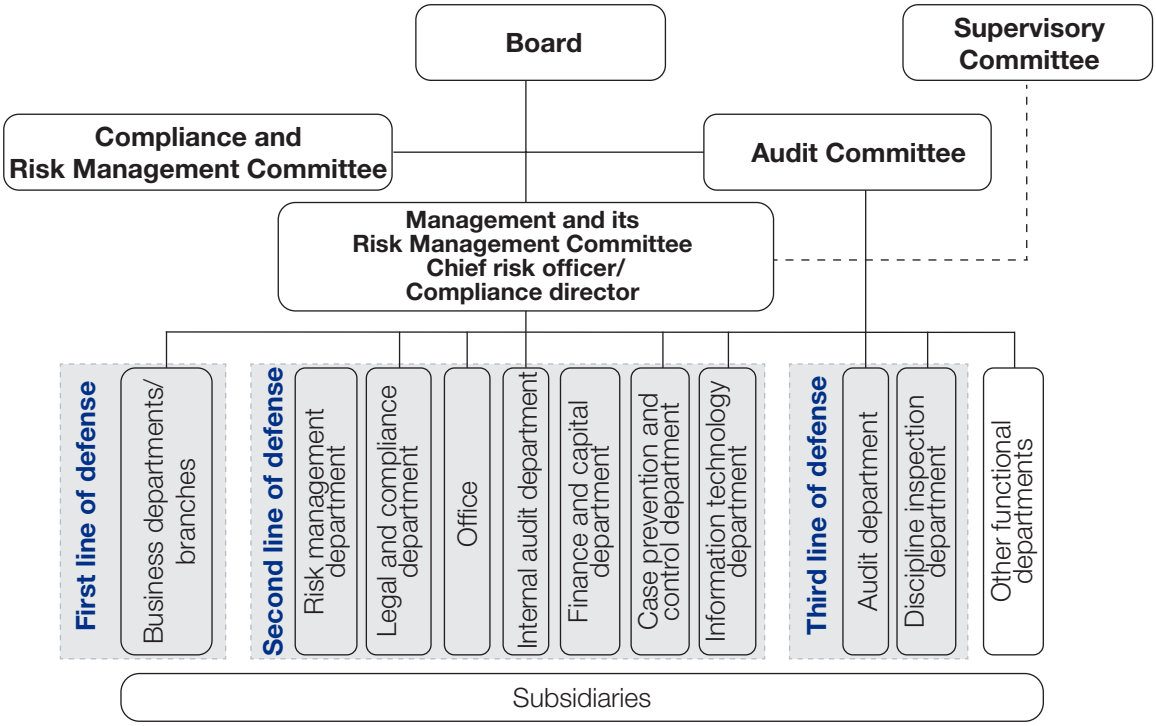
(v) Dynamic Risk Control Indicator Monitoring and Top-up Mechanism Establishment

The Company established a sound risk control indicator management mechanism and formulated the Management Measures for Risk Control Indicators of the Company to standardise the management of risk control indicators from a system perspective. The Company implemented the new regulatory requirements on the calculation standards of risk control indicators and upgraded the dynamic monitoring system for risk control indicators to conduct dynamic monitoring and analysis of risk control indicators and give an early warning, through which it can report and deal with various abnormalities in a timely manner, so as to ensure that all risk control indicators always meet the regulatory requirements. The Company established a risk control warning mechanism with indicators, set up internal warning lines with indicators, and strengthened precautionary measures for risk control indicators. In 2024, the Company's net capital remained robust and various risk control indicators met regulatory standards.

During the Reporting Period, the Company strengthened asset-liability matching management, ensured safe liquidity, optimised asset allocation and reasonable asset pricing, and strove to improve its asset-liability management level. The Company established a dynamic top-up mechanism and made long-term top-up plans for net capital. The Company raised short-term capital to increase its liquidity coverage by issuing short-term commercial papers, etc. It replenished the long-term available stable fund to increase the net stable fund rate through the issuance of long-term corporate bonds and subordinated debts, etc, so as to ensure a dynamic balance between the Company's business development and its risk resistance. The Company effectively managed capital allocation and debt financing arrangements. When the capital adequacy target continued to fall or there were potentially significant adverse factors, the Company could initiate the financing plan at an appropriate time based on the market conditions to guarantee the level of capital adequacy. As at the End of the Reporting Period, the Company issued 12 long-term subordinated debts and 6 perpetual bonds to replenish net capital of subsidiaries with RMB33.890 billion. During the Reporting Period, the Company's net capital and other risk control indicators met the relevant regulatory requirements.

(vi) Establishment of Risk Management System

The Company has established a top-level risk management organizational structure consisting of the Board of Directors, the Supervisory Committee and the management. The basic level of the risk management structure of the Company is built on "three lines of defense" model, which incorporated the risk management of subsidiaries into a unified system to implement vertical risk management.



1. The Board of Directors and its special committees

Within the scope of authorisation granted at the general meeting of shareholders of the Company, the Board of Directors is its highest decision-making body for risk management of the Company, which undertakes the ultimate responsibilities for risk management. The Board of Directors performs part of its functions of risk management through the Compliance and Risk Management Committee and the Audit Committee.

For details of the specific duties and responsibilities of the Compliance and Risk Management Committee and the Audit Committee, please refer to "SECTION IX CORPORATE GOVERNANCE REPORT – IV. COMPOSITION AND OPERATION OF SPECIAL COMMITTEES UNDER THE BOARD" in this report.

2. Supervisory Committee

The Supervisory Committee is responsible for overseeing risk management, conducting supervision and inspection of the Board of Directors and the management in respect of their performance of risk management duties in accordance with laws, regulations and the Articles of Association, and urging rectification.

3. *The management*

The management is primarily responsible for risk management and performs risk management duties according to the authorisation given by the Board of Directors, which includes: (1) formulating risk management systems and adjusting them timely; (2) establishing a sound risk management organisational structure of the Company; (3) setting risk appetite, risk tolerance and limits for major risks and ensuring their effective implementation; (4) regularly assessing the overall risk of the Company and the management status of key risks, solving existing issues in risk management and reporting to the Board of Directors; (5) establishing an appraisal system for all employees which includes the effectiveness of risk management; (6) establishing a comprehensive IT system and data quality control system; (7) performing other functions of risk management.

The Executive Committee has established a Risk Management Committee to carry out overall management of the Group's operational risks, review the Group's risk appetite and risk tolerance, key risk control systems, significant new business proposals, risk capital management plans, risk management assessment related matters, stress test scenarios and results, etc. It also listens to risk management reports and conducts forward-looking research and judgment on the regulatory situation, risk situation and risk profile of the Company.

The chief risk officer and compliance director, both appointed by the Board of Directors, are in charge of the risk management and compliance management of the Company. The chief risk officer is the person-in-charge of the overall risk management of the Company and is responsible for supervising the implementation of risk management policies and procedures and establishing comprehensive risk management systems. The chief risk officer reports risk management situation and potential risks and hidden dangers to the Board of Directors, the Supervisory Committee and major operating management personnel. The compliance director is the person-in-charge of the compliance management of the Company and examines, supervises and inspects the compliance of business operation management of the Company and its employees. The compliance director reports to the Board of Directors, the Supervisory Committee and major operating management personnel if any illegal activities and non-compliance incidents or potential compliance risks was found in the Company, and puts forward suggestions and urges for rectification.

4. *Departments, branches and subsidiaries*

Business departments, functional departments and branches of the Company are charged with the first responsibility in risk management. They shall execute the Company's risk management policies and systems, fully understand and give due consideration to various risks when making decisions, and timely and effectively identify, assess, monitor, respond to and report relevant risks. The Company deploys full time/part-time risk management and compliance management personnel in the business departments and branches to be responsible for the specific risk management and compliance management work.

The risk management department promotes comprehensive risk management and coordinates the Group's risk management efforts. It independently identifies, assesses, monitors and reports on overall risk, market risk, credit risk, operational risk and liquidity risk, provides risk management suggestions for business decisions, and assists, guides and inspects the risk management of all departments, branches and subsidiaries.

The legal and compliance department is the supporting department for the identification, assessment, supervision, inspection and reporting of the legal risk and compliance risk of the Company, and is responsible for providing professional support services for laws and regulations to the Company's departments and branches and providing guarantee for its compliance operation.

The case prevention and control department assumes the responsibility of the case prevention and control management, takes the lead in the organisation, coordination, management promotion, supervision and evaluation of the case prevention and control work, establishes and implements the case prevention and control work system and case management work system to prevent and control case risks.

The office is responsible for discovering, identifying and reporting reputation risks in a timely manner, and puts forward comprehensive recommendations for addressing reputation incidents, controls the scope and extent of reputation incidents, and guides, coordinates, and supervises other departments, branches and subsidiaries to implement the reputation risk management of the Company.

The internal audit department conducts export management and terminal risk control for investment banking projects in the form of company-level audit; and performs the final approval and decision-making responsibilities of submitting, reporting, issuing or disclosing materials and documents on behalf of the Company; and performs the functions of the standing office of the internal audit committee for investment banking business.

The finance and capital department is responsible for the capital allocation and liquidity management of the Company, coordinating with the risk management department to manage the Company's risk control indicators.

The audit department is responsible for independent and objective review and evaluation of the adequacy and effectiveness of risk management, supervises the relevant responsible personnel to rectify when problems are identified, and follows up the implementation of the rectification measures.

The disciplinary department is responsible for holding the relevant units and personnel accountable for risk incidents resulting from inadequate performance of duties and responsibilities in risk management, based on the incurred losses and impacts.

The information technology department is responsible for the identification, evaluation, monitoring, reporting and response of information technology related risks to ensure the security and stability of the information system.

The human resources department, the settlement management department and other functional departments perform the risk management responsibilities within their respective terms of reference, and are mainly responsible for identifying, evaluating, monitoring and reporting the risks related to human resources loss and settlement, etc.

The subsidiaries establish their own risk management organisational structure, system process, information technology system and risk control indicator system based on the risk appetite and system framework of the parent company, the comprehensive risk management requirements of the parent company for the subsidiaries, and in combination with their own capital strength, risk bearing capacity and business complexity, so as to ensure the consistency and effectiveness of comprehensive risk management. The subsidiaries shall fully understand and fully consider various risks related to the business in its decision-making, and identify, assess, monitor, respond to and report relevant risks in a timely manner.

I. THE COMPANY'S PRINCIPAL BUSINESSES AND BUSINESS OVERVIEW

For details of the overall operation of the Company during the Reporting Period, future business development of the Company and the major risks facing the Company, please refer to "SECTION IV DISCUSSION AND ANALYSIS ON OPERATION – I. MANAGEMENT DISCUSSION AND ANALYSIS, II. ANALYSIS OF OPERATION DURING THE REPORTING PERIOD, and III. DISCUSSION AND ANALYSIS ON FUTURE DEVELOPMENT OF THE COMPANY" in this report. For details of the major events after the end of the financial year, please refer to "SECTION VI OTHER SIGNIFICANT EVENTS – VIII. IMPORTANT MATTERS AFTER THE PERIOD" in this report.

For the financial key performance indicators of the Company, please refer to "SECTION II COMPANY PROFILE AND MAJOR FINANCIAL INFORMATION – VII. MAJOR ACCOUNTING DATA AND FINANCIAL INDICATORS" in this report.

For the environmental policies and performance of the Company, please refer to "XV. OTHER DISCLOSURES – (ix) Active performance of social responsibilities" of this section. For details of the Company's compliance with the laws and regulations that have a significant impact on the Company, please refer to "XV. OTHER DISCLOSURES – (ix) Active performance of social responsibilities" of this section, "SECTION VI OTHER SIGNIFICANT EVENTS – VII. OTHER MATERIAL MATTERS" in this report and "SECTION IX CORPORATE GOVERNANCE REPORT – XII. DEVELOPMENT OF COMPLIANCE MANAGEMENT SYSTEM, AND INSPECTION AND AUDIT COMPLETED BY THE COMPLIANCE DEPARTMENT AND THE AUDIT DEPARTMENT DURING THE REPORTING PERIOD" in this report.

For details of the Company's relationships with its employees, clients and others that have a significant impact on the Company, please refer to "SECTION VIII DIRECTORS, SUPERVISORS, SENIOR MANAGEMENT AND STAFF – VI. STAFF AND REMUNERATION" in this report and "XV. OTHER DISCLOSURES – (vi) Major clients and suppliers and (ix) Active performance of social responsibilities" of this section.

The contents above form part of the Directors' Report.

II. PLANS FOR PROFIT DISTRIBUTION OF ORDINARY SHARES OR CONVERSION OF CAPITAL RESERVE INTO SHARE CAPITAL

(i) Formulation, execution or adjustment of cash dividend policy

The Company is committed to long-term and sustainable development. It establishes sustainable and stable return plan and mechanism for its investors on the basis of comprehensive analysis of the Company's actual conditions of operation and development, Shareholders' concerns and requirements, cost of social capital and external financing environment after taking into consideration its current and future profitability, cash flow position, stage of development, fund requirements for project investment, bank credit and debt financing environment, so as to make systematic arrangement for the profit distribution to ensure the continuity and stability of its profit distribution policies. The Company fully considers the opinions of independent Directors and public investors in the study, demonstration and decision-making process of its profit distribution policies.

The Company has clearly established profit distribution policies, including cash dividend policy, in the Articles of Association, which specifically include:

According to Article 268 of the Articles of Association, the profit distribution policy of the Company is based on the following fundamental principles: (1) the Company shall attach high importance to the return to investors and distribute dividends to Shareholders on a yearly basis in a fixed proportion out of the distributable profit of the parent company for the year; (2) the profit distribution policies of the Company shall be consistent and stable, while the long-term interests of the Company, the entire interests of Shareholders as a whole, and the sustainable development of the Company shall be taken into account; and (3) the Company shall distribute its profit by way of cash dividend as priority.

According to Article 269 of the Articles of Association, the specific policies of profit distribution of the Company are as follows: (1) the Company may distribute dividends in cash, shares or in a combination of cash and shares, and if the Company has met the conditions for cash dividends, it shall give priority to cash dividends for profit distribution. If the relevant conditions are satisfied, interim profit distribution may be made by the Company; (2) save for any significant capital expenditure arrangement of the Company or other special circumstances approved at the shareholders' general meeting, if the Company makes profit for the year and its accumulative undistributed profit is positive, the profit to be distributed in cash per annum shall not be less than 10% of the distributable profit of the parent company realized in that year. If the audit report of the Company in the most recent year is issued with a non-unqualified opinion or an unqualified opinion on significant uncertainties related to continuing operations and other circumstances as required by laws and regulations, the profit distribution may not be made. Significant capital expenditure includes major investment and other significant capital expenditure. Major investment refers to the investment where the total investment amount (or the total value of assets disposed of), at one time or accumulative in four months reaches 10% of the latest audited net assets of the Company or 5% of the latest audited self-owned assets of the Company, whichever is reached first; other significant capital expenditure refers to the capital expenditure where other one-off total expenditures reach 10% of the latest audited net assets of the Company or 5% of the latest audited self-owned assets of the Company, whichever is reached first; (3) in formulating the profit distribution plan, full consideration shall be given as to whether the net capital of the Company after profit distribution conforms to the provisions of the Measures for the Administration of Risk Control Indicators of Securities Companies《證券公司風險控制指標管理辦法》with respect to the risk control indicators of net capital. If any alert from risk control indicators arises due to profit distribution, the profit distribution proportion shall be adjusted; and (4) where the Company is under a good operating condition, and the Board of Directors considers that the share price of the Company does not reflect its share capital size and distributing dividends in shares will be in the interest of all shareholders of the Company as a whole, the Company may carry out profit distribution through payment of dividends in shares taking into account genuine and reasonable factors such as the cash flow position, business growth and net assets per share of the Company.

According to Article 272 of the Articles of Association, in case of force majeure, such as wars and natural disasters, changes in the external business environment resulting in material impacts on the operation of the Company, or significant changes of the operation of the Company, the Company may change its profit distribution policy. The Board of Directors shall explain the change of profit distribution policy and give the reasons thereof by a report for consideration by independent directors before submitting to the shareholders' general meeting for approval by way of a special resolution. Online voting shall be allowed for the resolution of the change of profit distribution policy.

(ii) Profit distribution and conversion of capital reserve into share capital of the Company during the Reporting Period

Unit: Yuan Currency: RMB

Number of bonus shares for every 10 shares (share)	–
Dividends paid for every 10 shares (RMB) (tax inclusive)	2.80
Of which: Interim dividend of 2024	0.84
Final dividend of 2024	1.96
Number of shares to be converted into share capital for every 10 shares (share)	–
Amount of cash dividend (tax inclusive)	3,061,632,631.68
Of which: Interim dividend of 2024	918,489,789.50
Final dividend of 2024	2,143,142,842.18
Net profit attributable to ordinary shareholders of the listed company in the consolidated statements	10,030,837,664.86
Percentage of cash dividend to net profit attributable to ordinary shareholders of the listed company in the consolidated statements (%)	30.52
Amount accounted as cash dividend from share repurchases in cash	–
Total dividend (tax inclusive)	3,061,632,631.68
Percentage of total dividend to net profit attributable to ordinary shareholders of the listed company in the consolidated statements (%)	30.52

As at the end of 2024, the Company's profit available for distribution amounted to RMB28,904,046,908.17. Taking into account the long-term development of the Company and the interests of investors, the Company proposes to distribute its profit for 2024 by way of a cash dividend of RMB1.96 (inclusive of tax) for every 10 shares to the A-shareholders and H-shareholders registered on the record date for the distribution of the cash dividend for 2024. Based on the total share capital of the Company of 10,934,402,256 shares as at 31 December 2024, the total proposed cash dividends in aggregate will amount to RMB2,143,142,842.18 (inclusive of tax). After taking into account the interim cash dividend of RMB0.84 (inclusive of tax) for every 10 shares already distributed in 2024, totalling RMB918,489,789.50, the Company's total cash dividend for 2024 is expected to amount to RMB3,061,632,631.68 (inclusive of tax), which represents 30.52% of the net profit attributable to the shareholders of the listed company for 2024. In case of any changes in the total share capital of the Company on the record date, the Company intends to maintain the total amount of cash dividends unchanged and adjust the distribution amount per share accordingly. The aforesaid profit distribution plan of the Company is compliant with laws and regulations, and is transparent and consistent with the provisions of the Articles of Association and approval procedures, and the decision-making procedures and mechanisms are complete and sound. It fully safeguards the interests of small and medium-sized investors. The 2024 profit distribution plan of the Company was adopted at the third (regular) meeting of the fifth session of the Board of Directors and is subject to the approval at the general meeting.

Subject to the consideration and approval of the resolution relating to the 2024 profit distribution plan of the Company at the 2024 annual general meeting, the cash dividends will be distributed within two months from the date of the 2024 annual general meeting. The cash dividends will be denominated and declared in RMB, and will be paid to A shareholders in RMB and to H shareholders in RMB or its equivalent in Hong Kong dollars. The Hong Kong dollar conversion rate was determined based on the average benchmark exchange rate of RMB against Hong Kong dollars to be announced by the People's Bank of China for five working days prior to the date of the general meeting of the Company that considered the 2024 profit distribution plan.

The Company will announce in due course the date of the 2024 annual general meeting and the time for the closure of its register of members for the purpose of determining shareholders' eligibility to attend and vote at the 2024 annual general meeting, during which no transfer of shares will be registered. The Company will make separate notice on the record date for the distribution of the H Shares dividends, the date for the closure of its register of members and the date of distribution of dividends.

There are no arrangements under which shareholders have waived or agreed to waive any dividend as at the End of the Reporting Period.

III. ISSUANCE OF BONDS

(i) Issuance of bonds during the Reporting Period

(1) During the Reporting Period, the Company issued corporate and subordinated bonds with an aggregate principal amount of RMB29.6 billion, which were listed on the SSE. Details are as follows:

Unit: 100 million yuan Currency: RMB

Abbreviation of bonds	Type of bonds	Date of completion of issuance	Issue price or interest rate	Issuance amount	Listing date	Amount approved for listing and trading	Maturity date
24 Galaxy F1	Corporate bonds	2024/1/18	2.84%	50	2024/1/24	50	2027/1/18
24 Galaxy F2	Corporate bonds	2024/1/29	2.75%	10	2024/2/6	10	2026/1/29
24 Galaxy C1	Subordinated bonds	2024/3/11	2.60%	20	2024/3/14	20	2027/3/11
24 Galaxy C2	Subordinated bonds	2024/3/11	2.75%	40	2024/3/14	40	2029/3/11
24 Galaxy C3	Subordinated bonds	2024/5/27	2.35%	25	2024/5/30	25	2027/5/27
24 Galaxy C4	Subordinated bonds	2024/5/27	2.45%	25	2024/5/30	25	2029/5/27
24 Galaxy F3	Corporate bonds	2024/7/22	2.13%	15	2024/7/26	15	2027/7/22
24 Galaxy F4	Corporate bonds	2024/7/22	2.25%	35	2024/7/26	35	2029/7/22
24 Galaxy C5	Subordinated bonds	2024/8/22	2.10%	12	2024/8/28	12	2027/8/22
24 Galaxy C6	Subordinated bonds	2024/8/22	2.22%	14	2024/8/28	14	2029/8/22
24 Galaxy G1	Corporate bonds	2024/10/17	2.15%	35	2024/10/24	35	2027/10/17
24 Galaxy G2	Corporate bonds	2024/10/17	2.25%	15	2024/10/24	15	2029/10/17

During the Reporting Period, the proceeds from the Company's issuance of corporate and subordinated bonds were utilised to replenish the working capital of the Company or to repay its maturing debts.

(2) During the Reporting Period, the Company publicly issued short-term commercial papers with an aggregate principal amount of RMB57.5 billion, which were listed on the interbank market. Details are as follows:

Unit: 100 million yuan Currency: RMB

Bonds Code	Date of completion of issuance	Issue price or interest rate	Issuance amount	Listing date	Amount approved for listing and trading	Maturity date
24 Galaxy Securities CP001	2024/3/25	2.13%	20	2024/3/26	20	2024/6/25
24 Galaxy Securities CP002	2024/4/15	2.01%	20	2024/4/16	20	2024/7/16
24 Galaxy Securities CP003	2024/5/21	1.91%	20	2024/5/22	20	2024/9/20
24 Galaxy Securities CP004	2024/6/17	1.91%	30	2024/6/18	30	2024/10/17
24 Galaxy Securities CP005	2024/6/21	1.88%	20	2024/6/24	20	2024/9/24
24 Galaxy Securities CP006	2024/7/12	1.86%	20	2024/7/15	20	2024/10/11
24 Galaxy Securities CP007	2024/9/12	1.90%	30	2024/9/13	30	2024/12/12
24 Galaxy Securities CP008	2024/10/10	2.15%	50	2024/10/11	50	2025/1/10
24 Galaxy Securities CP009	2024/10/14	2.08%	40	2024/10/15	40	2025/4/15
24 Galaxy Securities CP010	2024/11/13	1.88%	40	2024/11/14	40	2025/2/13
24 Galaxy Securities CP011	2024/11/18	1.90%	40	2024/11/19	40	2025/5/20
24 Galaxy Securities CP012	2024/11/20	1.89%	20	2024/11/21	20	2025/2/20
24 Galaxy Securities CP013	2024/11/25	1.92%	40	2024/11/26	40	2025/8/26
24 Galaxy Securities CP014	2024/11/28	1.89%	40	2024/11/29	40	2025/5/28
24 Galaxy Securities CP015	2024/12/5	1.72%	40	2024/12/6	40	2025/3/5
24 Galaxy Securities CP016	2024/12/11	1.78%	40	2024/12/12	40	2025/6/11
24 Galaxy Securities CP017	2024/12/16	1.72%	25	2024/12/17	25	2025/3/18
24 Galaxy Securities CP018	2024/12/19	1.70%	40	2024/12/20	40	2025/7/18

During the Reporting Period, the proceeds from the Company's issuance of short-term commercial papers were utilised to the replenish the working capital of the Company.

(ii) Bond financing activities after the Reporting Period

1. *Bonds issued after the Reporting Period*

(1) Corporate bonds issued after the Reporting Period

For details, please refer to "SECTION XII CONSOLIDATED FINANCIAL STATEMENTS – EVENTS AFTER THE END OF THE REPORTING PERIOD" of this report.

(2) Short-term commercial paper financing activities after the Reporting Period

As at the End of the Reporting Period and up to the date of this report, the issuance of short-term commercial papers of the Company are set out in the table below:

Unit: 100 million yuan Currency: RMB

Bond	Issue size	Use of proceeds	Value date	Maturity date	Term (day)	Interest rate
2025 First Tranche of Short-term Commercial Paper of China Galaxy Securities Co., Ltd.	30	Replenishment of the liquidity of the Company	2025/1/13	2025/4/15	92	1.64%
2025 Second Tranche of Short-term Commercial Paper of China Galaxy Securities Co., Ltd.	30	Replenishment of the liquidity of the Company	2025/2/12	2025/5/14	91	1.81%
2025 Third Tranche of Short-term Commercial Paper of China Galaxy Securities Co., Ltd.	30	Replenishment of the liquidity of the Company	2025/2/18	2025/7/17	149	1.9%
2025 Fourth Tranche of Short-term Commercial Paper of China Galaxy Securities Co., Ltd.	20	Replenishment of the liquidity of the Company	2025/3/5	2025/6/5	92	2.08%
2025 Fifth Tranche of Short-term Commercial Paper of China Galaxy Securities Co., Ltd.	30	Replenishment of the liquidity of the Company	2025/3/12	2025/9/12	184	2.07%
2025 Sixth Tranche of Short-term Commercial Paper of China Galaxy Securities Co., Ltd.	30	Replenishment of the liquidity of the Company	2025/3/18	2025/10/17	213	1.99%

IV. PURCHASE, SALE OR REDEMPTION OF LISTED SECURITIES OF THE COMPANY

Save as disclosed in "III. ISSUANCE OF BONDS" in this section, none of the Company or its subsidiaries had purchased, sold or redeemed any listed securities of the Company (including sales of treasury shares) during the Reporting Period. As at the End of the Reporting Period, the Company did not hold the treasury shares.

V. LIST OF DIRECTORS

For the list of Directors during the Reporting Period and as of the date of this report, please refer to "SECTION VIII. DIRECTORS, SUPERVISORS, SENIOR MANAGEMENT AND STAFF" in this report.

VI. DIRECTORS' AND SUPERVISORS' SERVICE CONTRACTS

Directors and Supervisors have entered into service contracts with the Company. The term of office of the Directors and the Supervisors commenced from the date of election at a general meeting of the Company until the expiry date of the term of office of the Board and the Supervisory Committee. Where the regulatory authority of the place where the Company's shares are listed has other provisions on the term of office of the independent non-executive Directors, such provisions shall prevail.

In addition, none of the Directors or Supervisors entered into a service agreement with the Company or its subsidiaries which could not be terminated within one year without paying compensation (other than statutory compensation).

VII. DIRECTORS', SUPERVISORS' AND THEIR CONNECTED ENTITIES' INTERESTS IN MATERIAL TRANSACTIONS, ARRANGEMENTS OR CONTRACTS

During the Reporting Period and as at the End of the Reporting Period, none of the Directors, Supervisors and their connected entities had any direct or indirect material interest in any material transaction, arrangement or contract entered into by the Company or its controlling shareholders or any of their respective subsidiaries.

VIII. DIRECTORS' INTERESTS IN BUSINESSES THAT COMPETE WITH THE BUSINESS OF THE COMPANY

The Directors did not have any interest in businesses that compete with the business of the Company.

IX. RIGHTS OF DIRECTORS AND SUPERVISORS TO ACQUIRE SHARES OR DEBENTURES

During the Reporting Period and as at the End of the Reporting Period, there was no arrangement to which the Company, its subsidiaries or holding company or a subsidiary of its holding company was a party and the purpose or one of the purposes of which was to benefit any Director, Supervisor, their respective spouses or any of their children under 18 years of age through acquisition of any shares or debentures of the Company or any other body corporation.

X. INTERESTS AND SHORT POSITIONS HELD BY DIRECTORS, SUPERVISORS AND CHIEF EXECUTIVES IN SHARES, UNDERLYING SHARES AND DEBENTURES IN THE COMPANY AND ITS ASSOCIATED CORPORATIONS

As at the End of the Reporting Period, based on the information available to the Company and so far as the Directors are aware, none of the Directors, Supervisors and chief executives of the Company had interests or short positions in the shares, underlying shares and debentures of the Company or any of its associated corporations (within the meaning of Part XV of the SFO) (i) which are required to be notified to the Company and the Hong Kong Stock Exchange pursuant to Divisions 7 and 8 of Part XV of the SFO (including interests or short positions which they are taken or deemed to have under such provisions of the SFO), or (ii) which are required, pursuant to Section 352 of the SFO, to be recorded in the register referred to therein, or (iii) which are required to be notified to the Company and the Hong Kong Stock Exchange pursuant to the Model Code.

XI. MANAGEMENT CONTRACTS

During the Reporting Period, except for employment contracts of employees, the Company did not enter into any contracts nor had any existing contracts in respect of all or any significant parts of management and administration of business of the Company.

XII. PERMITTED INDEMNITY PROVISION

The Company has taken out liability insurance for its Directors, Supervisors and senior management to provide protection against compensation liabilities that may arise during the performance of their duties, thus facilitating the full performance of their duties by the Company's Directors, Supervisors and senior management. Except for this, at no time during the Reporting Period and up to the date of this report, there was or is, any permitted indemnity provision (whether made by the Company or otherwise) being in force beneficial to any of the Directors or director of an associated company.

XIII. EQUITY-LINKED AGREEMENT

During the Reporting Period and as at the End of the Reporting Period, the Company had not entered into any equity-linked agreement.

XIV. MAJOR CONTRACTS BETWEEN THE COMPANY AND THE CONTROLLING SHAREHOLDER

For details of the major contracts between the Company and its subsidiaries and the Company's controlling shareholder and its subsidiaries during the Reporting Period, please refer to "SECTION VI OTHER SIGNIFICANT EVENTS – IV. MATERIAL CONNECTED TRANSACTIONS" in this report.

XV. OTHER DISCLOSURES

(i) Pre-emptive rights

During the Reporting Period, the Company has no arrangements in respect of pre-emptive rights according to the provisions of PRC laws and the Articles of Association.

(ii) Sufficient public float

As at the date of this report, based on the information available to the public and to the knowledge of the Directors, the Company's public float complies with the relevant requirements of Rule 8.08 of the Stock Exchange Listing Rules.

(iii) Reasons for and impact of changes in accounting policies, accounting estimates, or corrections of major accounting errors

Nil

(iv) Information on tax relief and exemption

Holders of A Shares

Pursuant to the Notice on Issues concerning the Implementation of Differential Individual Income Tax Policies on Dividends and Bonuses of Listed Companies (Cai Shui [2012] No. 85) released by the MOF, the State Administration of Taxation and the CSRC (財政部、國家税務總局、中國證監會《關於實施上市公司股息紅利差別化個人所得税政策有關問題的通知》(財税[2012]85 號)) and the Notice on Issues concerning the Differential Individual Income Tax Policies on Dividends and Bonuses of Listed Companies (Cai Shui [2015] No. 101) (《關於上市公司股息紅利差別化個人所得税政策有關問題的通知》(財税[2015]101號)), for individual shareholders of the Company with the shareholding period (being the period from the date on which the individual shareholder acquires the shares of a listed company through public offering or from the stock market to the date preceding the date on which such individual shareholder transfers such shares) of one month or less (one month inclusive), the incomes from dividends and bonuses shall be included into the taxable incomes in full amount (i.e., at an effective rate of 20%); if the shareholding period is more than one month up to one year (one year inclusive), the incomes from dividends and bonuses shall be included into the taxable incomes at a reduced rate of 50% for the time being (i.e., at an effective rate of 10%); and if the shareholding period is more than one year, the incomes from dividends and bonuses shall be temporarily exempt from individual income taxes. When a dividend is paid by a listed company, where the period of individual shareholding is within one year (one year inclusive), the listed companies shall not withhold the individual income tax temporarily. When an individual transfers the shares, the securities registration and clearing company shall calculate the taxable amount according to his/her shareholding period, and the company shall withhold and pay the tax through the securities registration and clearing company. Individual income tax shall be paid for incomes from dividends and bonuses received by a securities investment fund from listed companies in accordance with the requirements of the document numbered Cai Shui [2012] No. 85.

For the shareholders of a resident enterprise, the cash dividend income tax shall be paid by the shareholders themselves.

For Qualified Foreign Institutional Investors (QFII), according to the Notice on Issues Concerning the Withholding of Enterprise Income Tax on Dividends, Bonuses and Interest Paid to QFII by Chinese Resident Enterprises released by the State Administration of Taxation (Guo Shui Han [2009] No. 47) (《國家税務總局關於中國居民企業向 QFII 支付股息、紅利、利息代扣代繳企業所得税有關問題的通知》(國税函[2009]47 號)), a listed company shall withhold the enterprise income tax at the rate of 10%. If a preferential tax treaty (arrangement) treatment is applicable to the income of a QFII shareholder from dividends and bonuses, such QFII shareholder may apply for tax refund to the competent taxation authority in accordance with the relevant provisions upon receiving the dividends and bonuses.

Pursuant to the Notice on Relevant Taxation Policies Concerning the Pilot Inter-connected Mechanism for Trading on the Shanghai Stock Market and the Hong Kong Stock Market (Cai Shui [2014] No. 81) released by the MOF, the State Administration of Taxation and the CSRC (《財政部、國家税務總局、中國證監會關於滬港股票市場交易互聯互通機制試點有關税收政策的通知》(財税[2014]81 號)), for incomes from dividends and bonuses received by Hong Kong investors (including enterprises and individuals) investing in A shares listed on the SSE, the implementation of differentiated tax policies based on the period of shareholding are suspended before Hong Kong Securities Clearing Co., Ltd. meets the conditions of providing identification, term of shareholding and other specific data of investors to China Securities Depository and Clearing Company Limited, and the income taxes thereof are withheld and paid by the listed company at the rate of 10%, which should be duly declared to the competent tax authority. For Hong Kong investors who are tax residents from another country and that country has entered into a tax treaty with the PRC stipulating a tax rate of lower than 10% for the dividends and bonuses incomes, those enterprises or individuals may by themselves, or may entrust a withholding agent on their behalf to, apply to the competent tax authority of the listed company for the treatment as stipulated in such tax treaties. Upon the verification and approval by the competent tax authority, taxes shall be refunded based on the discrepancy between the levied taxes and the taxes payable pursuant to the tax treaty.

Holders of H Shares

Pursuant to the Notice on Issues Concerning the Levy of Individual Income Tax Following the Abolishment of the Document Numbered Guo Shui Fa [1993] No. 045 released by the State Administration of Taxation (Guo Shui Han [2011] No. 348) (《國家税務總局關於國税發[1993]045號文件廢止後有關個人所得税徵管問題的通知》(國税函[2011]348號)), the dividend received by overseas resident individual shareholders from the issuance of shares in Hong Kong by domestic non-foreign invested enterprises is subject to the payment of individual income tax according to the items of "interests, dividend and bonus income", which shall be withheld by the withholding agents according to relevant laws. The overseas resident individual shareholders who hold the shares issued by domestic non-foreign invested enterprises in Hong Kong are entitled to the relevant preferential tax treatment pursuant to the provisions in the tax agreements signed between the countries where they reside and China, and the tax arrangements between Mainland and Hong Kong (Macau). The tax rate for dividends under the relevant tax agreements and tax arrangements is generally 10%, and for the purpose of simplifying tax administration, domestic non-foreign invested enterprises issuing shares in Hong Kong may, when distributing dividends, generally withhold individual income tax at the rate of 10%, and are not obligated to file an application. If the tax rate for dividends is not equal to 10%, the following provisions shall apply: (1) for citizens from countries which have entered into tax agreements/arrangements stipulating a tax rate of lower than 10%, the withholding agents will file applications on their behalf to seek entitlement of the relevant agreed preferential treatments, and upon approval by the competent tax authorities, the excess tax amounts withheld will be refunded; (2) for citizens from countries which have entered into tax agreements/arrangements stipulating a tax rate of higher than 10% but lower than 20%, the withholding agents will withhold the individual income tax at the agreed-upon effective tax rate when distributing dividends, and are not obligated to file an application; and (3) for citizens from countries without tax agreements or under other situations, the withholding agents will withhold the individual income tax at a tax rate of 20% when distributing dividends.

Pursuant to the Notice on Issues Concerning Withholding the Enterprise Income Tax on Dividends Paid by Chinese Resident Enterprises to H Shareholders which are Overseas Non-resident Enterprises released by the State Administration of Taxation (Guo Shui Han [2008] No. 897) (《國家税務總局關於中國居民企業向境外 H 股非居民企業股東派發股息代扣代繳企業所得税有關問題的通知》(國税函[2008]897 號)), a PRC resident enterprise shall, when distributing dividends for 2008 and for the years afterwards to H shareholders who are overseas non-resident enterprises, withhold the enterprise income tax at a flat rate of 10%.

Pursuant to the Notice on Relevant Taxation Policies Concerning the Pilot Inter-connected Mechanism for Trading on the Shanghai Stock Market and the Hong Kong Stock Market (Cai Shui [2014] No. 81) released by the MOF, the State Administration of Taxation and the CSRC (《財政部、國家税務總局、中國證監會關於滬港股票市場交易互聯互通機制試點有關税收政策的通知》(財税[2014]81 號)) and the Notice on the Tax Policies Related to the Pilot Program of the Shenzhen-Hong Kong Stock Connect (Cai Shui [2016] No. 127) (《關於深港股票市場交易互聯互通機制試點有關税收政策的通知》(財税[2016]127 號)), for dividends and bonuses obtained by Mainland individual investors from investing in H shares listed on the Hong Kong Stock Exchange through Shanghai-Hong Kong Stock Connect or Shenzhen-Hong Kong Stock Connect, the H-share companies shall withhold individual income tax at the rate of 20%. Dividend and bonus income obtained by Mainland securities investment funds from investing in stocks listed on the Hong Kong Stock Exchange through Shanghai-Hong Kong Stock Connect or Shenzhen-Hong Kong Stock Connect shall be subject to individual income tax in accordance with the above provisions. For dividend and bonus income obtained by Mainland enterprise investors from investing in stocks listed on the Hong Kong Stock Exchange through Shanghai-Hong Kong Stock Connect or Shenzhen-Hong Kong Stock Connect, the H-share companies will not withhold dividend and bonus income tax for Mainland enterprises. The tax payable shall be declared and paid by the enterprises themselves. In particular, enterprise income tax will be exempted according to law for dividend and bonus income obtained by Mainland resident enterprises which hold H shares for at least 12 consecutive months.

According to the current practice of the Hong Kong Inland Revenue Department, no taxation is required to be paid on dividends paid by the Company in Hong Kong.

(v) Reserves and distributable profit reserves

For the movement of reserves and distributable profit reserves, please refer to the Financial Statements of this report and their accompanying notes.

(vi) Major clients and suppliers

The Company provides services for various types of institutional and individual clients in many industries. The clients of the Company include multinational corporations, small and medium-sized enterprises, high-net-worth clients and retail clients. Major clients are located in Mainland China. The Company expects to serve more overseas clients as it expands to overseas markets. In 2024, the handling fee and commission income from the top five clients of the Company accounted for 1.27% of its revenue, gains and other income.

By virtue of the nature of its business, the Company has no major suppliers.

(vii) Property and equipment

For information concerning property and equipment of the Group as at the End of the Reporting Period, please refer to the Financial Statements of this report and their accompanying notes.

(viii) Pension Scheme

For details of the Company's pension scheme, please refer to Note 45 "ACCRUED STAFF COSTS" to "SECTION XII CONSOLIDATED FINANCIAL STATEMENTS" of this report.

(ix) Active performance of social responsibilities

During the Reporting Period, the Company adhered to the philosophy of lawful and compliant operations, effectively advanced the construction of corporate governance mechanism and corporate culture, and actively fulfilled its responsibilities to the state, employees, clients and other stakeholders, while conscientiously safeguarding the rights and interests of shareholders, so as to promote the coordinated and sustainable development of the Company and society. The Company attaches great importance to assistance work. In 2024, the Company invested approximately RMB11.8506 million in its pro bono assistance funds to help the poor households based on the advantages of local resources and actual needs of the assisted areas, and by taking into consideration the characteristics and strengths of financial enterprises. It continuously reinforced the organisational leadership and protection, significantly enhancing assistance efforts.

1. Constantly deepening ESG concept to strengthen ESG governance

The Company upholds the core value of "Innovation, Compliance, Service, Collaboration". While creating wealth, it actively fulfills its responsibilities as a listed company, financial enterprise, corporate citizen and brand employer and works with stakeholders including employees, customers and suppliers to create sustainable value.

ESG management model of the Company

The Company continued to improve the ESG management architecture. It held the first (extraordinary) meeting of the fifth session of the Board of Directors on 30 December 2024, during which it considered and approved the Resolution on the Amendments to the Rules of Procedure of the Strategy and Development Committee of the Board of Directors of the Company. The amendments added ESG supervision, management and other responsibilities to the existing functions of the Strategy and Development Committee under the Board, further improving the decision-making and supervisory functions of the special committees of the Board concerning ESG matters. An ESG Management Committee chaired by the president is established at the management level to lead and coordinate the promotion and implementation of the Company's ESG initiatives, thereby strengthening the execution of the Company's sustainable development strategy and the overall ESG management level.

ESG management architecture of China Galaxy Securities

Attaching great importance to ESG management and development, in 2024, the Board of Directors of the Company reviewed and approved a number of ESG proposals and issues on corporate governance, information disclosure, risk management, compliant operation, etc., and fully fulfilled its responsibilities of reviewing, making decisions for and overseeing ESG related issues, and carried out supervision and assessment.

In 2024, the Company focused on the ESG capacity building of the Board of Directors, the Supervisory Committee and senior management ("Directors, Supervisors and senior management"), and held a special training session on ESG Policy Trends and Current Status of Peer Management in 2024 to promote the internalization and externalization of ESG concepts in the Company's daily business development, operation and management.

2. Laying a solid foundation for development to consolidate CGS governance

The Company insisted on deeply integrating Party-building guidance with corporate governance, promoted the construction of industry culture, regarded compliant operation as the cornerstone of corporate development, implemented business ethics and anti-corruption measures, eliminated unfair competition, and helped the Company achieve sustainable development.

(1) In terms of corporate governance, as a securities company listed in Shanghai and Hong Kong, the Company strictly complied with the requirements of the laws, regulations and normative documents of the domestic and overseas listing places, established a standardised, scientific and complete corporate governance structure consisting of the general meeting, the Board of Directors, the Supervisory Committee and the management team, adhered to the principles of independent operation, effective checks and balances, mutual cooperation and coordinated operation of each governance entity, continuously optimised the operating mechanism of the "General meeting, the Board of Directors, Supervisory Committee and the management", improved the level of standardised and scientific operation and management, and strived to maintain and enhance the Company's good market image.

(2) In terms of information disclosure, the Company strictly followed the Administrative Measures for Information Disclosure of Listed Companies and other legal norms and relevant requirements of the CSRC, and formulated relevant rules and regulations on information disclosure, registration and management of insiders with insider information, and information confidentiality, clarified and refined the management process and norms of the Company's information disclosure, and established and improved a regular communication mechanism with the Company's relevant business departments, compliance and risk control departments, and law firms in both places to ensure the stable operation of the information disclosure channels.

(3) In terms of compliant operation, the Company strictly observed the Securities Law of the People's Republic of China, the Supervision and Management Regulations of Securities Companies, the Compliance Management Measures of Securities Companies and Securities Investment Fund Management Companies and other relevant laws, regulations and administrative rules, and formulated the Compliance Management Regulations, the Implementation Rules for Management of Conflicts of Interest, etc. In 2024, the Company issued documents such as the Implementation Rules for Compliance Management of Algorithmic Trading to strengthen the standardised management of compliant operation. It constantly established and refined the compliance management system for business lines, systematically established and improved the penetrating compliance management system for subsidiaries in line with the principle of "level by level and penetration", and promoted the efficient implementation of compliance management work. In 2024, the Company did not have any major violations of laws and regulations, such as insider trading, market manipulation, and underground credit trading.

(4) In terms of comprehensive risk management, the Company continued to improve its risk management system and optimise its risk management organizational structure to ensure that all departments, branches and subsidiaries of the Company carried out their work within the scope of authority granted to them and that any unauthorised business activities are strictly prohibited. The Company implemented effective management and control through systems, processes, and procedures, and ensured that business operations were subject to checks and balances and supervision.

The Company developed a risk indicator system including risk tolerance and risk limit, and used stress testing and other methods to measure risks, assess risk tolerance and guide resource allocation. Risk indicators were reviewed and approved by the Board of Directors, the Executive Committee or their authorised agencies and were systematically broken down into various departments, branches and subsidiaries. The Company monitored and managed the implementation of the decomposed indicators. In 2024, all of the Company's businesses operated in an orderly manner within an acceptable risk range, ensuring that the overall risks in the Company's operations are measurable, controllable and tolerable.

(5) In terms of supplier management, in 2024, the Company newly formulated and promulgated the Basic Measures for Procurement Management to further improve the Company's procurement activity regulations, refine the responsibilities of procurement-related departments, and clearly give priority to the procurement of energy-saving and environmentally friendly products. The Company strengthened the management of the entire life cycle of suppliers in accordance with the Basic Measures for Procurement Management. Through market research, it has fully understood the environmental and social risks of various suppliers, and screened, evaluated and regularly reviewed suppliers.

In addition, the Company required all suppliers participating in the Company's procurement projects to abide by strict business ethics standards, include anti-commercial bribery clauses when signing contracts with suppliers, and eliminate any behavior that undermines procurement fairness, affects the procurement process, affects contract execution, and attempts to obtain undeserved benefits, and establishes a supplier blacklist in the procurement system. In 2024, the Company had no supply chain risk-related incidents.

(6) In terms of information security, the Company strictly observed the Cybersecurity Law of the People's Republic of China, the Data Security Law of the People's Republic of China, the Personal Information Protection Law of the People's Republic of China, the Regulation on Network Data Security Management, and the Measures for the Administration of Network and Information Security in the Securities and Futures Industry and other relevant laws, regulations and regulatory requirements, and established a well-arranged organizational structure for cybersecurity and information security with clearly defined responsibilities. In 2024, the Company revised the Implementation Rules of Management of Cybersecurity Vulnerabilities and the Implementation Rules for Information System Account and Password Management, and organized the formulation of the Management Measures of Personal Information Protection to further define the main responsibilities and the division of labor of the organization and provide strong guarantee for comprehensively strengthening information security management and customer privacy protection.

The Company promoted data security risk assessment, identified the security risks of the Company's overall situation and the third-level network security protection system data processing activities, formulated corresponding security protection measures, and improved the level of data security protection. At the same time, the Company formulated the Network and Information Security Development Plan (2024-2026) of China Galaxy Securities Co., Ltd., which defines the key work directions in the field of data security for the next three years and further improves the Company's data security governance level.

(7) In terms of anti-corruption and clean practice, the Company strictly abode by the Securities Law of the People's Republic of China, the Regulations on Clean Practice of Securities and Futures Traders and Their Workers, the Prevention of Bribery Ordinance and other relevant laws, regulations and regulatory self-discipline regulations and formulated the Regulations on Clean Practice and the Administrative Measures on Clean Practice, etc. to urge the Company and employees to observe professional ethics and prevent the risk of corruption. The Company included clean practice assessment into the personnel management system, initiated and improved financial management and marketing campaign management, standardised the behaviors of third parties hired by investment banking business, took a series of measures to establish and refine policies and working mechanisms aimed to prevent conflicts of interest, strengthened examination of conflicts of interest in investment banking business, and fully embedded clean practice management into day-to-day operation management.

In the organization of the annual internal control evaluation, compliance effectiveness assessment, as well as the audits for various businesses, branches and subsidiaries, the Company included the risks of clean practice and anti-corruption as the key evaluation areas for this year in the plan. Through the work model combining in-office audit and resignation audit, the Company provided full coverage audits on the economic responsibilities of the cadres during their term of office, achieved early supervision, early prevention and timely rectification for potential violations of clean practices by the audit targets, and seriously supervised the rectification and implementation of the relevant issues. There was no lawsuit against the Company for violation of fraud and bribery laws in 2024.

3. Sticking to original aspiration to improve CGS services

(1) In terms of enhancing the quality of customer service, the Company upheld the "customer-centric" philosophy, established a service system of "customer classification, investment advisory stratification, service tiering, product diversification, and technological support", evaluated customer demands in all aspects and comprehensively integrated business resources to provide customers with a full range of products and multi-market options, and offered all-round, multi-variety and comprehensive financial services, while leveraging intelligent, digital and professional services and tools, committing to improving customer satisfaction and creating an outstanding customer service experience.

In 2024, the number of customer calls answered amounted to 713.7 thousand, representing a year-on-year increase of 36.22%, with a total call duration of 40,800 hours, representing a year-on-year increase of 45.55%, continuously improving the efficiency of customer service. The Company continued to expand the intelligent application scenarios, and built a new version of the online customer service and agent assistant based on the large language model technology. After the new version of the online customer service was launched, the manual conversion rate decreased from 39% to 12%, representing a decrease of 69.23%. The customer satisfaction survey conducted by the Company showed that the customer satisfaction rate was 99.03%, representing a year-on-year increase of 0.27%, and the satisfaction survey conducted for the returned customers showed that the satisfaction rate of return visits of new customers in 2024 reached 98.83%.

(2) In terms of investor education, the Company strictly implemented the relevant requirements of the regulatory authorities on investor protection and investor education, established a working team on investor protection and investor education, improved the management system for investor protection and education, and promoted the deepening and implementation of investor education and protection work. On the online side, relying on the advantages of the "Excellent" national-level internet investor education base, the Company achieved full coverage of media channels stationed at the base and released a new promotional video for the base, which has been reported by authoritative media such as Xinhua News Agency and Xuexi Qiangguo. On the offline side, the Company strengthened the provision of investor education services in remote areas and second- and third-tier cities through physical bases, promoted the implementation of the "Investor Education V Base" project, collaborated with branches to construct a nationwide investor education "One Screen", to form the synergistic effect among "online and offline channels and bases". The Company has been rated "Excellent" in the annual evaluation of national-level investor education bases organized by the CSRC for six consecutive years.

(3) In terms of protection of customer privacy information, the Company standardised the collection and processing of customers' personal information in accordance with the Administrative Measures on Personal Information Protection, firmly fulfilled the statutory duty of protecting customer information, ensured the compliance of processing of customer information in its full lifecycle, and protected customers' legitimate rights and interests.

In addition, the Company attached great importance to information security and privacy protection education, regularly organized relevant training covering all employees (including dispatched workers and part-time employees), and conducted privacy protection education and publicity for investors. In 2024, the Company conducted a special training on information security and confidentiality awareness for all its employees to enhance their awareness of security and confidentiality and prevent information security risks. In 2024, the Company had no material information security incident or customer privacy leak incident.

4. Painting the green chapter through the acceleration of CGS actions

(1) In terms of green finance, the Company actively developed green finance, created an integrated green finance service model with Galaxy's characteristics through the linkage of investment banking and investment, and the linkage of domestic and overseas businesses, to promote the financing and development of green projects, while seizing opportunities to strengthen the Company's competitiveness and influence in the international green finance market.

The Company closely followed the trend of carbon finance development and set up the carbon peak and carbon neutrality innovation centre in Galaxy International Holdings, and took the lead in exploring climate investment and financing consulting, carbon asset development and trading support, carbon finance product innovation and other services from 2023. In December 2024, the Company was approved by the CSRC to engage in carbon emission rights trading on domestic legal trading venues, opening a new chapter in the Company's innovation and expansion in the domestic and international carbon finance sector.

(2) In terms of green operation, the Company practiced the concept of green office, followed the Environmental Protection Law《環境保護法》, the Prevention and Control of Pollution from Environmental Noise《噪聲污染防治法》, the Circular Economy Promotion Law《循環經濟促進法》and other requirements of relevant laws and regulations, improved energy use efficiency, and reduced the environmental impact of operating activities. In 2024, the Company fully implemented the philosophy of green operation, achieved highly efficient operations, and contributed to building a more environmentally-friendly and sustainable future by strengthening the energy management, saving water resources, standardizing waste disposal, and advocating the paperless office and saving initiatives in office areas. The main measures were as follows:

In terms of energy management, the Company dynamically adjusted the air conditioning temperature settings in the office area based on weather changes and arranged for inspecting and turning off air-conditioning in vacant areas, arranged for property management staff to check and turn off lighting in the office area at fixed times every day. In terms of water resource management, the Company posted civilized signs like "Save Water" in water-using areas to encourage water saving; equipped the office building with sensor-activated faucets. In terms of waste management, the Company continuously implemented garbage sorting and increased the frequency of cleaning staff patrol in the office area; reduced the use of plastic garbage bags to reduce environmental pollution; promoted double-sided printing to save office paper; set up separate collection boxes specifically for kitchen and domestic waste and arranged property management staff to separately collect waste paper in the office area; for the disposal of scrapped electronic equipment, most of them were harmlessly recycled by qualified professional recycling companies in the market, while a small number of still-useful electronic equipment were repurposed for technical assistance or used as spare parts in stock to reduce pollution and resource waste. In terms of paperless office, the Company actively promoted office automation and upgrades, and launched "Staff Office Hall" and the employees digital platform. In 2024, the office automation system of the Company completed more than 480,000 office document processes, saving about 1.3 million sheets of paper; developed off-site accounts opening functions, realized online and integrated business handling services, and developed the online and intelligent Terminal Teller Machine (VTM), which can realize business processing without the need for paper materials.

5. Adhering to a people-oriented philosophy for the creation of a flourishing CGS

(1) In terms of human capital development, the Company respected the diversity of its employees and was committed to providing a workplace with inclusion and equal opportunities. The Company strictly complied with applicable laws and regulations in its operating locations and formulated relevant rules and regulations including the Management Measures on Employee Recruitment《員工招聘管理辦法》and the Implementation Rules of the Labor Contract《勞動合同實施細則》, which specify recruitment principles, processes and job requirements. The Company respected and safeguarded the basic rights of employees and actively listened to their demands, and was committed to creating a fair, respectful and safe working environment for employees. In 2024, the Company was not involved in any incidents of child labor, forced labor or significant litigation regarding the employment of employees, both domestically and internationally.

(2) In terms of remuneration and benefits, the Company promoted the implementation of the Management Measures on Employee Benefits, the Management Measures on Attendance and Leave and other rules and regulations, and established basic rights and benefits to effectively ensure employees can take leave and holidays, obtain remuneration of labor and enjoy social insurance and other benefits. When the Company formulated policies and regulations on salary, benefits, labor security and hygiene, social insurance and other matters directly affecting employees' interests, the Labor Union solicited feedback from employee representatives through employee representative meetings or emails, cared about and valued employees' reasonable demands, and strived to build a communication bridge between employees and the Company.

In addition, the Company formulated the Management Measures for "Warmth Sending" by the Labor Union Committee of the Company, which specify measures for helping employees in difficulties, promoted institutionalization of "warmth sending" efforts, standardised the use and management of assistance funds, and intensified assistance to employees with diseases and difficulties.

(3) In terms of employee training and development, in 2024, the Company systematically promoted the talent training project, strengthened the construction of the training system, and ensured that the training was provided to all employees, covering new employee orientation training, professional skills improvement, management ability training and other aspects. Relying on internal training resources and external high-quality education platforms, the Company continuously optimised the curriculum system, innovated training models, improved the comprehensive quality and professional ability of employees, and provided strong talent support for the Company's long-term sustainable development.

In terms of new employee orientation training, the Company compiled the new employee orientation training handbook to help new employees quickly understand the Company's operation and management and main business and become familiar with the new working environment. It held centralized training sessions for new employees, covering topics such as corporate strategy, young talent's growth, corporate business, compliance and risk control, etc., to help recent graduates better integrate into the Company. Regarding the management training, the Company organized nine sessions of "World-class International Lecture Hall" online livestream training, with the training contents covering corporate governance and strategy management, innovation in business models, global technological innovation, etc. In terms of targeted professional training, based on an in-depth analysis of the training needs of branches, the Company selected specific internal and external training courses for specific branches. The courses covered seven aspects, including wealth management, investment banking, investment, collaborative business, compliance and risk control, professional skills, sharing by business leaders of branches, etc. In addition, in 2024, the Company held its first cross-border cultural integration training course, and organized the management from relevant business lines at the headquarters and overseas subsidiaries to participate. Through special lectures, on-site teaching and other methods, the Company promoted active respect of diverse cultural backgrounds among domestic and overseas employees.

6. *Donations*

During the Reporting Period, the Group's donations amounted to approximately RMB12.6965 million. Details are set out in the table below:

Currency: RMB Unit: 10,000 yuan

External donations and public welfare programs	Amount/ content	Description
Total investment	1,269.65	–
Of which: Funds	1,251.75	–
Monetary conversion of materials	17.9	The equivalent amount of money for 179 office computers donated to Jingning County, Gansu Province.
Number of beneficiaries (persons)	Approximately 120,000	–

The Company actively undertakes the social responsibility of state-owned financial enterprises and fully utilizes its institutional, professional and resource advantages to effectively promote the assisted areas to consolidate and expand the achievements of poverty alleviation, and successively drives the rural revitalisation to make new breakthroughs and reach a new stage. During the Reporting Period, the major assistance projects were as follows:

1. Industrial Support. The Company has implemented the apple "Insurance + Futures" project in Jingning County, Gansu Province for seven consecutive years. It innovatively implemented the beef cattle industry "Insurance + Futures" project, and contributed to the construction of a beef cattle breeding base. The Company implemented the live pig "Insurance + Futures" project in Shibing County, Guizhou Province, and assisted in the construction of Xiangfeigu homestay supporting project in Susong County, Anhui Province to help the development of cultural tourism industry.

2. Talent Support. Five cadres were sent to Jingning County, Gansu Province, and 18,728 persons were trained in planting and breeding techniques and operation and management techniques with focus on promoting rural revitalisation; and one secretary was assigned to Yulu New Village in Dongming County, Shandong Province.

3. Cultural Support. The Company contributed to the development of phase II of the "Party's Voice Spreads to Thousands of Homes" project in Jingning County, Gansu Province, and assisted in the construction of the villagers' cultural activity centre in Yangzui Village; it funded to expand the village cultural activity centre in Yulu New Village, Dongming County, Shandong Province.

4. Ecological Support. The Company implemented the harmonious and beautiful village construction projects in Yangzui Village, Jingning County, Gansu Province and Yulu New Village, Dongming County, Shandong Province, and assisted in the construction of cross-river sewage transportation and tailwater discharge project of sewage treatment plant in Jingning County, Gansu Province. The Company implemented rural production and living facilities project in Shibing County, Guizhou Province, contributed to the purchase of rural garbage clearance trucks in Xunhua County, Qinghai Province, supported the development of water conservancy renovation project in Susong County, Anhui Province, and assisted in the construction of environmental protection infrastructure of Sumu Mountain in Xinghe County, Inner Mongolia Autonomous Region.

5. Organisational Support. The Company implemented business training in Jingning County, Gansu Province to promote the rural revitalisation through Party building, which helped 200 village Party secretaries improve their ability to perform duties. The Company, in collaboration with Jingning County in Gansu Province and Yulu New Village in Dongming County, Shandong Province, innovatively carried out the action of "Pairing Hundreds of Party Branches for Joint Construction and Student Sponsorship". 113 Party branches of the Company's system paired with 108 grass-roots Party organisations in Jingning County and Yulu New Village to build alliance and cooperation relations, and 153 Party branches paired to subsidise 366 students in Jingning County, Gansu Province. It contributed to the development of Party construction facilities in Yulu New Village, Dongming County, Shandong Province.

6. Educational Support. The Company introduced educational resources from renowned schools to primary and secondary schools in Jingning County, Gansu Province, contributed to the establishment of an art education practice base, a synthetic sports field, a science and innovation education function room, and donated stationery supplies; 40 students were funded to attend a music festival in Shanghai. In Xunhua County, Qinghai Province, the Company installed flooring for teaching buildings and playgrounds, and purchased dining tables for school cafeterias.

7. Medical Support. The Company assisted in the construction of a remote diagnosis and treatment centre, convenient outpatient clinics and village clinics at the County Hospital of Traditional Chinese Medicine of Jingning County, Gansu Province, and implemented the training project of a medical emergency system; it funded the training of medical staff in Xinghe County, Inner Mongolia Autonomous Region, and coordinated the expert technology and medical equipment from Peking University People's Hospital.

8. Livelihood Support. In Jingning County, Gansu Province, the Company purchased insurance against falling back into poverty for unstable households, households prone to poverty, and poverty households due to sudden severe difficulties to hold the bottom line of falling back into poverty, and purchased winter clothing for 500 students with difficulties; it contributed to the establishment of a property support team in Yulu New Village, Dongming County, Shandong Province, and contributed to the special fund of assistance in Susong County, Anhui Province.

Further information about the ESG aspects of the Company, please refer to "2024 Sustainable Development and ESG Report of China Galaxy Securities Co., Ltd.", which will be published with this report.

By order of the Board
China Galaxy Securities Co., Ltd.
Wang Sheng
Chairman

28 March 2025

I. MATERIAL LITIGATION AND ARBITRATION

During the Reporting Period, the Company had no material litigation or arbitration involving an amount of over RMB10 million and representing over 10% of the absolute value of the latest audited net assets of the Company.

(I) Litigations and arbitrations which were disclosed in provisional announcements and have no subsequent developments

Summary and type of events	Query indexes
Arbitration filed by Taiping Fund Management Co., Ltd. (太平基金管理有限公司)	Retrievable in the 2023 annual report
Arbitration filed by AXA SPDB Investment Managers Co., Ltd. (浦銀安盛基金管理有限公司)	Retrievable in the 2023 annual report
Dispute in relation to Stock Pledge Repurchase Transactions between the Company and Changchun Xiangsheng Investment Management Co., Ltd. (長春市祥升投資管理有限公司)	Retrievable in the 2023 annual report and the Company's Announcement on Progress of Litigation disclosed on the website of SSE on 20 June 2024
The securities margin trading dispute case between the Company and Ge Hongtao	Retrievable in the 2023 annual report
The securities margin trading dispute case between the Company and Xu Guodong	Retrievable in the 2023 annual report
The case of application for enforcement by the Company against Zhou Weihong, Wang Huifen, Jiangsu Guocheng Equipment Technology Research Institute Co., Ltd. (江蘇國澄裝備技術研究院有限公司), Zhou Chen, Zhou Yanping and Zhou Zheng	Retrievable in the 2023 annual report

(II) Litigation and arbitration not disclosed in provisional announcements or with subsequent developments

There were no material litigation or arbitration of the Company that were newly initiated and undisclosed, or disclosed but have progressed during the Reporting Period.

II. PUNISHMENT AND RECTIFICATION AGAINST LISTED COMPANY AND ITS DIRECTORS, SUPERVISORS, SENIOR MANAGEMENT, AND CONTROLLING SHAREHOLDERS

During the Reporting Period and as of the date of this report, the Company, its branches and subsidiaries received administrative penalties and regulatory measures from the financial regulatory authorities as follows:

1. The Company Received the Decision on Administrative Regulatory Measures to Issue a Warning Letter from the CSRC Beijing Bureau

On 11 January 2024, the Company received the Decision on Administrative Regulatory Measures to Issue a Warning Letter to China Galaxy Securities Co., Ltd. issued by the CSRC Beijing Bureau. The CSRC Beijing Bureau was of the view that the following issues existed in the course of the Company's business related to private funds products: (1) the permission on agency sale of such funds was not given prudently; (2) there were defects in the performance of the custodian's duties; and (3) the management of branches was inadequate.

The Company conducted a thorough review and investigation of the issues identified in the regulatory measures. It took additional steps to enhance the management of its sales agents, optimise system construction, improve the decision-making mechanism, and strengthen compliance and risk control. Simultaneously, the Company further enhanced its performance of custodial duties, continued to improve and strictly enforced the custodial access system, enhanced system and process construction, strengthened risk management and control, and diligently and responsibly safeguarded the interests of investors.

2. The Company Received the Decision on Administrative Penalties from the People's Bank of China

On 4 February 2024, the Company received the Decision on Administrative Penalties from the People's Bank of China. The People's Bank of China considered that the Company had the following issues: (1) the Company had not fulfilled the obligation of customer identification as required; (2) the Company failed to report large transaction reports or suspicious transaction reports as required. Therefore, it was decided to impose a penalty of RMB1.59 million on the Company, and to fine the relevant accountable persons RMB25,000 and RMB10,000, respectively.

The Company attached great importance to these issues and actively carried out relevant rectifications, by taking a number of measures to address the weaknesses identified in the inspection, and reporting the results to the People's Bank of China. Reports were also made to the CSRC Beijing Bureau in accordance with the relevant work requirements.

3. Qingdao Haikou Road Securities Branch of the Company Received the Decision on Administrative Regulatory Measures to Issue a Warning Letter from the CSRC Qingdao Bureau

On 7 March 2024, Qingdao Haikou Road Securities Branch of the Company received the Decision on Administrative Regulatory Measures to Issue a Warning Letter to the Qingdao Haikou Road Securities Branch of China Galaxy Securities Co., Ltd. issued by the CSRC Qingdao Bureau. The CSRC Qingdao Bureau considered that the Qingdao Haikou Road Securities Branch had the following issues: Qingdao Haikou Road Securities Branch employed labour despatch personnel not registered with the Securities Association of China to conduct customer services related to opening securities margin trading accounts and using the securities branch's seal. In addition, notifying customers to provide additional financing collaterals and the seal use registration violated the Company's internal policies.

The Company attached great importance to this matter and has actively carried out rectification work, urging the Qingdao Haikou Road Securities Branch to improve and strictly implement the internal control mechanism, effectively strengthen the compliance management, and strictly regulate the professional behaviour of its staff.

4. The Company Received the Decision on Administrative Regulatory Measures to Issue a Warning Letter from the CSRC Beijing Bureau

On 16 April 2024, the Company received the Decision on Adoption of Administrative Regulatory Measures to Issue a Warning Letter to China Galaxy Securities Co., Ltd. issued by the CSRC Beijing Bureau. The CSRC Beijing Bureau considered that the Company had the following issues: it was not prudent in conducting over-the-counter options and stock pledge business, as it failed to adequately monitor the investment activities of its practitioners, their spouses and interested parties.

The Company attached great importance to this matter and actively carried out rectification work to further strengthen the management of over-the-counter options and stock pledge business and the monitoring of employees' investment practices, so as to effectively enhance the standardisation of corporate governance and business management and strictly regulate the investment practices of employees.

5. Nanjing Yanshan Road Securities Branch of the Company Received the Decision on Administrative Regulatory Measures to Issue a Warning Letter from the CSRC Jiangsu Bureau

On 24 April 2024, Nanjing Yanshan Road Securities Branch of the Company received the Decision on Administrative Regulatory Measures to Issue a Warning Letter to Nanjing Yanshan Road Securities Branch of China Galaxy Securities Co., Ltd. issued by the CSRC Jiangsu Bureau. The CSRC Jiangsu Bureau considered that Nanjing Yanshan Road Securities Branch had the following issues: some of the employees of the securities branch appointed non-securities practitioners other than securities brokers to solicit clients from 2021 to 2023.

The Company attached great importance to this matter and actively carried out rectification work, urging the Nanjing Yanshan Road Securities Branch to improve and strictly implement the internal control system, effectively strengthen the compliance management, stringently prohibit unlicensed business activities and strictly regulate the professional conduct of its staff.

6. Galaxy Jinhui, a Subsidiary of the Company, Received the Decision on Administrative Regulatory Measures to Order Corrective Action and Suspend the Filing of New Private Asset Management Products Issued by the CSRC Shenzhen Bureau

On 5 July 2024, Galaxy Jinhui, a subsidiary of the Company, received the Decision on Administrative Regulatory Measures to Order Corrective Action and Suspend the Filing of New Private Asset Management Products against Galaxy Jinhui Securities Asset Management Co., Ltd. issued by the CSRC Shenzhen Bureau. The CSRC Shenzhen Bureau considered that Galaxy Jinhui had the following issues in the commencement of its private asset management business: (1) there were transactions in violation of regulations between certain designated asset management accounts and Galaxy Jinhui's other securities asset management accounts, which were operating at a high level of leverage and high concentration; (2) in the case of rigid payment, Galaxy Jinhui used proprietary funds to make advances or payments; (3) the rectification on asset management under new rules was not thorough, and there were asset management schemes of a larger scale which were still non-net-worth channel-based products in substance; (4) there were issues such as inadequate internal systems, insufficient management of investor suitability and irregularities in the management of underlying investments. In accordance with the relevant provisions, the CSRC Shenzhen Bureau decided to order correction and suspend the filing of new private asset management products for three months (except for newly issued products for the purpose of continuing the unexpired assets invested in the existing products, but without any new investment) against Galaxy Jinhui, and the period of suspension was from 6 July 2024 to 5 October 2024.

Galaxy Jinhui resolutely carried out comprehensive and in-depth rectification in accordance with the requirements of the regulatory authorities, and submitted the Report on the Rectification of Galaxy Jinhui Securities Assets Management Co., Ltd. regarding relevant Administrative Regulatory Measures from the CSRC Shenzhen Bureau to the CSRC Shenzhen Bureau on 30 September 2024.

On 31 December 2024, Galaxy Jinhui received the Notice on the Resumption of the Private Asset Management Business of Galaxy Jinhui Securities Assets Management Co., Ltd. issued by the CSRC Shenzhen Bureau, which agreed to resume the private asset management business of Galaxy Jinhui, and release the restrictions on the filing of new private asset management products. Galaxy Jinhui will continue to implement various rectification measures and fulfill the main responsibility of compliance and risk control. Galaxy Jinhui will adhere to steady operation, control business risks strictly and effectively prevent risk events after the resumption of such business.

7. The Company Received the Decision on Administrative Regulatory Measures to Order Corrective Action Issued by the CSRC

On 18 October 2024, the Company received the Decision on the Adoption of Measures to Order Corrective Action to China Galaxy Securities Co., Ltd. issued by the CSRC. The CSRC considered that the Company failed to diligently fulfill their relevant duties in some projects; failed to identify non-market-based issuance of individual projects; failed to disclose the bond subscriptions of Galaxy Securities in the announcement on the results of issuance of bonds of individual projects; some employees avoided paying taxes by authorising other person to collect annual bonus on their behalf; failed to implement deferred payment of remuneration comprehensively; failed to conduct quality control and Internal inspection strictly; failed to manage the business integrity of the subsidiaries comprehensively; failed to disclose the Information on the third-party intermediaries engaged by the Company in some projects with sufficient details.

The Company attached great importance to this matter and carried out comprehensive rectification of the issues identified in the letter. The Company will continue to strengthen the internal management of investment banking business to conduct business normatively.

8. Changchun Renmin Street Securities Branch of the Company Received the Decision on Administrative Regulatory Measures to Issue a Warning Letter from the CSRC Jilin Bureau

On 6 November 2024, Changchun Renmin Street Securities Branch of the Company received the Decision on Administrative Regulatory Measures to Issue a Warning Letter to Changchun Renmin Street Securities Branch of China Galaxy Securities Co., Ltd. issued by the CSRC Jilin Bureau. The CSRC Jilin Bureau considered that Changchun Renmin Street Securities Branch had the following issues: (1) non-separated duties of some incompatible positions; (2) failure to perform the duties such as real name system for securities accounts, suitability management and abnormal trading management effectively.

The Company attached great importance to this matter, urging the Changchun Renmin Street Securities Branch to carry out comprehensive rectification to fully implement relevant requirements of the laws on position separation and continue to strengthen the management on real name system for securities accounts, suitability management and abnormal trading.

9. Galaxy Jinhui, a Subsidiary of the Company, Received the Decision on Administrative Regulatory Measures to Issue a Warning Letter from the CSRC Beijing Bureau

On 3 December 2024, Galaxy Jinhui, a subsidiary of the Company, received the Decision on Measures to Issue a Warning Letter to Galaxy Jinhui Securities Asset Management Co., Ltd. issued by the CSRC Beijing Bureau. The CSRC Beijing Bureau considered that from September 2021 to March 2023, four products under the management of Galaxy Jinhui bought specific shares of listed companies through block trade and sold corresponding number of shares of such companies through margin trading on or near date of block trade. After the six-month lock-up period for the transferred shares of block trade, such transferred shares in the abovementioned block trade were used to repay the securities. The above products acquired specific shares of listed companies through block trade and locked gains in advance by way of sales of securities lending on the same day or on a near date, which evaded the provisions of lock-up period in a disguised form.

Galaxy Jinhui carried out comprehensive rectification on above matters, and submitted the Report on the Rectification of Galaxy Jinhui Securities Assets Management Co., Ltd. regarding relevant Administrative Regulatory Measures from CSRC Beijing Bureau to the CSRC Beijing Bureau on 6 December 2024.

10. The Company Received the Decision on Administrative Regulatory Measures to Issue a Warning Letter from the CSRC Beijing Bureau

On 26 December 2024, the Company received the Decision on Administrative Regulatory Measures to Issue a Warning Letter to China Galaxy Securities Co., Ltd. issued by the CSRC Beijing Bureau. The CSRC Beijing Bureau was of the view that the following issues existed in the course of the Company's business related to private funds products: (1) incomplete management on investors of derivatives business in terms of the suitability and internal control, with issues such as insufficient inspection on transaction purpose and capital source of some customers, and some counterparties not receiving annual return visit as scheduled but still engaging in new transactions; (2) issues in the brokerage business, such as some compliance risk control employees concurrently engaged in marketing and customer services, and insufficient management of commission rates.

The Company attached great importance to this matter and actively took relevant measures to carry out comprehensive rectification on the issues identified in the regulatory letter. The Company will continue to strengthen the internal management on relevant business to conduct business normatively.

11. The Company Received the Decision on Administrative Regulatory Measures to Issue a Warning Letter from the CSRC Beijing Bureau

On 17 January 2025, the Company received the Decision on Administrative Regulatory Measures to Order Corrective Action to China Galaxy Securities Co., Ltd. issued by the CSRC Beijing Bureau. The CSRC Beijing Bureau was of the view that the following issues existed in the course of the Company's margin financing and securities lending business: (1) insufficient control measures over the arbitrage activities bypassing the rules in margin financing and securities lending, which constituted the facilitation of improper trading activities for clients; (2) the Company's participation in the arbitrage of the "Private Placement + Securities Financing" as an actual capital contributor, which constituted the improper trading behaviour of illegal reduction of shareholdings in disguise.

The Company attached great importance to the issues pointed out in the regulatory letter and urged the relevant departments to seriously identify and rectify the problems, establish a sound internal management mechanism, strictly enforce the relevant management requirements prohibiting the arbitrage activities bypassing the rules in margin financing and securities lending, and cease to carry out "Private Placement + Securities Financing" arbitrage business to practically improve the management level.

During the Reporting Period and as of the date of this report, the Company in all material respects complied with the laws and regulations and regulatory requirements of the places where the Company operates. There were no instances of the following: the Company being suspected of a crime and therefore subject to any investigation; the controlling shareholder, the actual controller, the Directors, Supervisors or senior management of the Company being suspected of a crime and therefore subject to mandatory measures in accordance with the law; the Company or its controlling shareholder, the actual controller, the Directors, Supervisors, senior management of the Company being subject to any criminal penalty, suspected of violating laws or regulations and therefore subject to any investigation or administrative penalties by the CSRC, or major administrative penalties by other competent authorities; the controlling shareholder, the actual controller, the Directors, Supervisors or senior management of the Company being suspected of serious violations of law or disciplinary offences, or job-related crimes and therefore subject to detention measures by the discipline inspection and supervision authority, affecting their performance of the duties; the Directors, Supervisors or senior management of the Company being suspected of violating laws or regulations and therefore subject to mandatory measures by other competent authorities, affecting their performance of the duties; the Company or its controlling shareholder, the actual controller, Directors, Supervisors or senior management being subject to any disciplinary action by the stock exchange.

III. DESCRIPTION OF CREDIT RATING AND WORTHINESS OF THE COMPANY AND ITS CONTROLLING SHAREHOLDERS, ACTUAL CONTROLLER DURING THE REPORTING PERIOD

During the Reporting Period, the Company and its controlling shareholders and actual controller were in good credit standing, and there was no failure to honour court judgments in force, or debts incurred in relatively large amounts that had not been settled.

IV MATERIAL CONNECTED TRANSACTIONS

During the Reporting Period, the related party transactions under the relevant accounting standards are detailed in Note 53 "Related Party Transactions" to "SECTION XII CONSOLIDATED FINANCIAL STATEMENTS". Among these related party transactions, the transactions between the Company and Galaxy Financial Holdings and its subsidiaries (Note 53(a)(1)) constitute continuing connected transactions under Chapter 14A of the Stock Exchange Listing Rules (see below for details).

The Group conducts connected transactions in strict compliance with the Stock Exchange Listing Rules, the "Administrative System for the Disclosure of Corporate Information" and the "Administrative Measures for Connected Transactions". The Group's connected transactions are conducted based on the principles of impartiality, openness and fairness, and the connected transaction agreements are entered into based on the principles of equality, voluntariness, equivalence and compensation. During the Reporting Period, the Group conducted the following non-exempt connected transactions in accordance with the Stock Exchange Listing Rules:

(i) Securities and Financial Services Framework Agreement entered into between the Company and Galaxy Financial Holdings

On 28 December 2021, the Company entered into the Securities and Financial Services Framework Agreement (the "Previous Framework Agreement") with Galaxy Financial Holdings, pursuant to which the Group shall, during the period from 1 January 2022 to 31 December 2024, provide securities and financial services based on normal commercial terms to Galaxy Financial Holdings and its subsidiaries ("Galaxy Financial Holdings Group"), mainly including: (1) securities brokerage services; (2) sales agency services; (3) leasing of trading rights and (4) other related securities and financial services. The Group shall receive service charges and commissions from Galaxy Financial Holdings Group for the provision of such services and shall pay interest to Galaxy Financial Holdings Group in respect of its funds entrusted to the Group in connection with such services. The service charges and commissions receivable and interest payable by the Group shall be based on negotiation between the parties with reference to the prevailing market rates and shall be in compliance with the applicable laws and regulations. On 6 December 2024, the Company entered into the new Securities and Financial Services Framework Agreement (the "New Framework Agreement") with Galaxy Financial Holdings, which shall be effective from 1 January 2025 and expire on 31 December 2027. Except for the annual caps on the expected amounts of connected transactions and the duration of the agreement, the terms of the New Framework Agreement are substantially consistent with those of the Previous Framework Agreement. Galaxy Financial Holdings is the controlling shareholder of the Company and therefore a connected person of the Company. As such, the transaction constitutes a continuing connected transaction of the Company under the Stock Exchange Listing Rules.

The annual cap of the service charges and commissions paid by Galaxy Financial Holdings Group to the Group for the provision of securities and financial services under the Previous Framework Agreement for the year ended 31 December 2024 was RMB541 million; the annual cap of the interest paid by the Group to Galaxy Financial Holdings Group for the entrusted funds for the year was RMB35 million. The annual caps of the service charges and commissions payable by Galaxy Financial Holdings Group to the Group for the provision of securities and financial services under the New Framework Agreement for the three years ending 31 December 2027 will be RMB169 million, RMB202 million and RMB219 million, respectively; the annual caps of the interest payable by the Group to Galaxy Financial Holdings Group for the entrusted funds for the three years will be RMB3.99 million, RMB4.39 million and RMB4.83 million, respectively. As the annual caps in respect of the applicable percentage ratios under the Stock Exchange Listing Rules are more than 0.1% but less than 5%, the transactions are subject to the reporting, announcement and annual review requirements, but are exempt from the independent shareholders' approval requirement under the Stock Exchange Listing Rules.

During the Reporting Period, the income received and expenses paid by the Group in respect of the securities and financial services provided to Galaxy Financial Holdings Group are as follows:

Unit: RMB in thousand

Item	Actual transaction amount for 2024	Annual cap for 2024
Revenue	**8,623**	**541,000**
Of which: Securities brokerage services	**1,535**	
Sales agency services	**1,975**	
Leasing of trading seats	**3,518**	
Other related securities and financial services (Note)	**1,595**	
Expenses	**1,385**	**35,000**
Of which: Interest expenses	**1,385**	

Note: Income from other related securities and financial services is handling fee income receivable from Galaxy Financial Holdings Group for custody business, asset management business, investment advisory business, etc.

(ii) Securities and Financial Products Transactions Framework Agreement entered into between the Company and Galaxy Financial Holdings

On 30 June 2023, the Company and Galaxy Financial Holdings entered into the Securities and Financial Products Transactions Framework Agreement, pursuant to which, from 30 June 2023 to 31 December 2025, the Group, in the ordinary course of its business and on normal commercial terms, will engage in securities and financial products transactions with Galaxy Financial Holdings Group, mainly including: (1) fixed-income securities products; (2) derivatives relating to fixed-income products; (3) equity products; (4) financing transactions; and (5) other related securities and financial products transactions permitted by the regulatory authorities. The securities and financial products transactions, whether conducted in the PRC inter-bank bond market, the PRC exchange market, the open-ended fund market or other over-the-counter market, shall be conducted on normal commercial terms at the prevailing market prices or market rates of similar transactions with independent third parties. The pricing of these transactions is subject to strict regulation in the PRC and shall be in compliance with applicable PRC laws and regulations. Galaxy Financial Holdings is the controlling shareholder of the Company and therefore a connected person of the Company. As such, the transaction constitutes a continuing connected transaction of the Company under the Stock Exchange Listing Rules. The Securities and Financial Products Transactions Framework Agreement was approved by independent shareholders of the Company on 29 June 2023 with effect from the date of execution (i.e. 30 June 2023).

For the three years ending 31 December 2025, the maximum aggregate net inflows from securities and financial products transactions (excluding financing transactions) of the Group under the Securities and Financial Products Transactions Framework Agreement will be RMB25.5 billion, RMB30.9 billion and RMB39.1 billion, respectively, and the maximum aggregate net outflows will be RMB26.0 billion, RMB31.4 billion and RMB39.7 billion, respectively. The maximum daily balance (including accrued interest) of the financing provided by Galaxy Financial Holdings Group to the Group by way of pledge repurchase transactions under the Securities and Financial Products Transactions Framework Agreement is RMB5.3 billion. As the annual caps in respect of the applicable percentage ratios under the Stock Exchange Listing Rules are more than 5%, the transactions are subject to the reporting, announcement, annual review and independent shareholders' approval requirements under the Stock Exchange Listing Rules.

During the Reporting Period, the Group's income and expenses under the Securities and Financial Products Transactions Framework Agreement with Galaxy Financial Holdings Group are set out in the table below:

Unit: RMB in thousand

Item	Actual transaction amount for 2024	Annual cap for 2024
Total inflows from Galaxy Financial Holdings Group to the Group	**202,000**	**30,900,000**
1. Inflows from transactions of fixed-income securities products	202,000	
2. Inflows from transactions of equity products	–	
Total outflows from the Group to Galaxy Financial Holdings Group	**1,057,213**	**31,400,000**
1. Outflows from transactions of fixed-income securities products	1,047,213	
2. Outflows from transactions of equity products	10,000	
Maximum daily balance (including accrued interest) of each of the facilities provided by Galaxy Financial Holdings Group to the Group by way of pledge repurchase transactions	**–**	**5,300,000**

In respect of the above continuing connected transactions, the Company confirms that it has complied with the requirements of Chapter 14A of the Stock Exchange Listing Rules. The Company followed the pricing policies and guidelines established at the time of entering into such transactions during the Reporting Period.

The independent non-executive Directors have reviewed the above continuing connected transactions and have confirmed that such continuing connected transactions:

(1) are in the ordinary course of business of the Company;

(2) are on normal commercial terms or better; and

(3) are conducted in accordance with the relevant agreement governing them on terms that are fair and reasonable and in the interests of shareholders of the Company as a whole.

The Board of Directors has received a letter from the auditor of the Company in respect of the continuing connected transactions mentioned above, in which the auditor has expressed the following opinion on the disclosed continuing connected transactions:

In respect of the disclosed continuing connected transactions:

a. Nothing has come to our attention that causes us to believe that the transactions have not been approved by the Company's Board of Directors.

b. For transactions involving the provision of goods or services by the Group, nothing has come to our attention that causes us to believe that the transactions were not, in all material respects, in accordance with the pricing policies of the Company.

c. Nothing has come to our attention that causes us to believe that the transactions were not entered into, in all material respects, in accordance with the relevant agreements governing such transactions.

d. With respect to the aggregate amount of the continuing connected transactions, nothing has come to our attention that causes us to believe that the disclosed continuing connected transactions have exceeded the maximum aggregate value for the entire year of 2024 disclosed in the relevant announcements made by the Company.

V. CONTRACTS OF SIGNIFICANCE AND THEIR PERFORMANCE

(i) Guarantees

Unit: Yuan Currency: RMB

External guarantee granted by the Company (excluding the guarantee for subsidiaries)														
Guarantor	Relationship between guarantor and listed company	Guaranteed party	Guaranteed amount	Date of guarantee (Date of agreement)	Commencement date of guarantee	Expiry date of guarantee	Type of guarantee	Collateral (if any)	Is the guarantee fully fulfilled	Is the guarantee overdue	Amount overdue	Counter guarantee	Is the guarantee provided to related parties	Related party relationship
None														
Total guarantee incurred during the Reporting Period (excluding the guarantee for subsidiaries)														-
Total guarantee balance as at the End of the Reporting Period (A) (excluding the guarantee for subsidiaries)														-
Guarantee by the Company and its subsidiaries for their subsidiaries														
Total guarantee for its subsidiaries incurred during the Reporting Period												-2,097,048,669.29		
Total guarantee balance for its subsidiaries as at the End of the Reporting Period (B)												7,643,785,655.03		
Total guarantee by the Company (including the guarantee for its subsidiaries)														
Total guarantee (A+B)												7,643,785,655.03		
Total guarantee as a percentage of the Company's net assets (%)												5.44		
Including:														
Amount of guarantee for shareholders, actual controller and their related parties (C)														-
Amount of debt guaranteed directly or indirectly for any guaranteed party with gearing ratio over 70% (D)														-
Total guaranteed amount over 50% of the net asset (E)														-
Total of the above three guarantees (C+D+E)														-
Statement on the possible joint and several liability in connection with outstanding guarantees														
Description of guarantee														

(1) In August 2016 and August 2017, the Company provided a net capital guarantee of RMB1.0 billion and RMB2.0 billion for Galaxy Jinhui, a subsidiary of the Company, to meet the needs of its business development.

(2) As at 31 December 2024, the guarantees provided by Galaxy International Holdings to its subsidiaries amounted to RMB4.644 billion.

In addition, the Company has authorised guarantees as follows:

(1) On 22 June 2017, the Resolution on the Increase of Net Capital Guarantee to Galaxy Jinhui was considered and approved at the 2016 annual general meeting of the Company, pursuant to which it was agreed that the Company would provide net capital guarantee for Galaxy Jinhui of RMB3.0 billion to satisfy its business development needs. As at the End of the Reporting Period, the guarantee had not been fulfilled.

(2) On 30 August 2021, the Resolution on the Increase in the Shareholdings in CGS-CIMB to Increase the Amount of Guarantees and Quasi-Guarantees by Galaxy International Holdings was considered and approved at the second (regular) meeting of the fourth session of the Board of the Company. In accordance with the needs of business development, it was agreed that the maximum amount of guarantee and quasi-guarantee authorisation provided to CGS International would be increased from RMB3.5 billion to RMB7.0 billion in phases. As at the End of the Reporting Period, Galaxy International Holdings had provided guarantees and quasi-guarantees to CGS International with a maximum aggregate amount of RMB7.0 billion.

(ii) Other Contracts

Pursuant to the SSE Listing Rules and the "Standards on the Content and Format of Information Disclosure by Companies with Publicly Issued Securities No. 2 – Content and Format of Annual Reports (2021 Revision)", the Group did not enter into any contracts of significance during the Reporting Period.

VI. PROGRESS IN THE USE OF PROCEEDS

During the Reporting Period, the Company did not initiate equity financing nor utilise the relevant proceeds.

For details on the Company's issuance of corporate bonds during the Reporting Period and the use of corporate bonds raised prior to the Reporting Period that continued to the Reporting Period, please refer to "SECTION X RELEVANT INFORMATION OF BONDS" in this report.

VII. OTHER MATERIAL MATTERS

(i) Changes in the qualifications of individual businesses during the Reporting Period

During the Reporting Period, the Company obtained the qualification for participation in the SFISF (互換便利) business, the pilot qualification for the Cross-boundary Wealth Management Connect business and the qualification for proprietary participation in carbon emissions trading, etc. For details, please refer to the "Qualification of individual business" of "SECTION II COMPANY PROFILE AND MAJOR FINANCIAL INFORMATION" in this report.

(ii) Changes in Directors, Supervisors and senior management of the Company

The changes in the Directors, Supervisors and senior management during and after the Reporting Period are set out in "SECTION VIII DIRECTORS, SUPERVISORS, SENIOR MANAGEMENT AND STAFF – IV. CHANGES IN DIRECTORS, SUPERVISORS AND SENIOR MANAGEMENT OF THE COMPANY" in this report.

(iii) Index of disclosure of material information during the Reporting Period

During the Reporting Period, the Company fulfilled its information disclosure obligations in accordance with the regulations, and relevant important matters have been disclosed in a timely manner in China Securities Journal, Shanghai Securities News, Securities Times and Securities Daily, as well as on the website of the SSE, the HKEXnews website of the Hong Kong Stock Exchange and the Company's website.

VIII. IMPORTANT MATTERS AFTER THE PERIOD

For details, please refer to "SECTION V DIRECTORS' REPORT – III. ISSUANCE OF BONDS – (ii) Bond financing activities after the Reporting Period".

SECTION VII CHANGES IN SHARES AND INFORMATION ON SHAREHOLDERS

I. CHANGES IN SHARES

During the Reporting Period, there were no changes in the total number of shares and share capital structure of the Company. As at the End of the Reporting Period, the Company had a total of 10,934,402,256 shares in issue, including 7,243,417,623 A Shares and 3,690,984,633 H Shares.

During the Reporting Period, all of the Company's shares were tradable shares not subject to selling restrictions.

During the Reporting Period and up to the date of disclosure of this report, there were no preferred shares of the Company.

II. INFORMATION OF SHAREHOLDERS

(i) Total Number of Shareholders

Total number of holders of ordinary shares as at the End of the Reporting Period (account)	125,908
Total number of holders of ordinary shares as at the end of the previous month before the date of disclosure of annual report (account)	168,860

Note: As at the End of the Reporting Period, the Company had a total of 125,908 ordinary shareholders, of which 125,305 accounts were holders of A Shares and 603 accounts were registered holders of H Shares. As at the end of February 2025, the Company had a total of 168,860 ordinary shareholders, of which 168,263 accounts were holders of A Shares and 597 accounts were registered holders of H Shares.

(ii) Shareholdings of the Top 10 Shareholders and Top 10 Holders of Tradable Shares (or Holders of Shares not subject to selling restrictions) as at the End of the Reporting Period

Unit: Share(s)

Shareholdings of the top ten shareholders (excluding shares lent through margin and securities refinancing)							
					Pledged, marked or frozen		
Name of shareholders (Full name)	Increase or decrease during the Reporting Period	Number of shares held as at the End of the Reporting Period	Percentage (%)	Number of shares subject to selling restrictions held	Status of shares	Number of shares	Nature of shareholders
China Galaxy Financial Holdings Company Limited	–	5,186,538,364	47.43	–	Nil	–	State-owned legal person
HKSCC Nominees Limited (Note 1)	752,500	3,688,993,986	33.74	–	Unknown	–	Overseas legal person
Hong Kong Securities Clearing Company Limited (Note 2)	67,454,000	137,747,553	1.26	–	Nil	–	Overseas legal person
China Securities Finance Corporation Limited	–	84,078,210	0.77	–	Nil	–	State-owned legal person
Bank of Lanzhou Co., Ltd.	–	41,941,882	0.38	–	Nil	–	Domestic non-state-owned legal person
Industrial and Commercial Bank of China Limited – Huatai-PineBridge CSI 300 Trading Index Securities Investment Open-ended Fund	22,014,506	37,480,009	0.34	–	Nil	–	Others
China Construction Bank Corporation – Guotai CSI All Share Securities Company Trading Index Securities Investment Open-ended Fund	-13,865,266	31,654,063	0.29	–	Nil	–	Others
China Construction Bank Corporation – Huabao CSI All Share Securities Company Trading Index Securities Investment Open-ended Fund	-3,237,416	26,470,585	0.24	–	Nil	–	Others
China Construction Bank Corporation – E-Fund CSI 300 Exchange-traded Index Initiated Style Securities Investment Fund	20,477,500	25,873,385	0.24	–	Nil	–	Others
Zhongshan Financial Investment Holdings Co., Ltd.	8,237,900	19,241,213	0.18	–	Nil	–	State-owned legal person

Shareholdings of the top 10 holders of shares not subject to selling restrictions (excluding shares lent through margin and securities refinancing)			
		Type and number of shares	
Name of shareholders	Number of tradable shares not subject to selling restrictions held	Type of shares	Number of shares
China Galaxy Financial Holdings Company Limited	5,186,538,364	Renminbi-denominated ordinary shares	5,160,610,864
		Overseas listed foreign shares	25,927,500
HKSCC Nominees Limited (Note 1)	3,688,993,986	Overseas listed foreign shares	3,688,993,986
Hong Kong Securities Clearing Company Limited (Note 2)	137,747,553	Renminbi-denominated ordinary shares	137,747,553
China Securities Finance Corporation Limited	84,078,210	Renminbi-denominated ordinary shares	84,078,210
Bank of Lanzhou Co., Ltd.	41,941,882	Renminbi-denominated ordinary shares	41,941,882
Industrial and Commercial Bank of China Limited – Huatai-PineBridge CSI 300 Trading Index Securities Investment Open-ended Fund	37,480,009	Renminbi-denominated ordinary shares	37,480,009
China Construction Bank Corporation – Guotai CSI All Share Securities Company Trading Index Securities Investment Open-ended Fund	31,654,063	Renminbi-denominated ordinary shares	31,654,063
China Construction Bank Corporation – Huabao CSI All Share Securities Company Trading Index Securities Investment Open-ended Fund	26,470,585	Renminbi-denominated ordinary shares	26,470,585
China Construction Bank Corporation – E-Fund CSI 300 Exchange-traded Index Initiated Style Securities Investment Fund	25,873,385	Renminbi-denominated ordinary shares	25,873,385
Zhongshan Financial Investment Holdings Co., Ltd.	19,241,213	Renminbi-denominated ordinary shares	19,241,213
Description of special repurchase accounts among the top ten shareholders	Nil		
Description of the voting rights exercised by proxy of the above shareholders, the voting rights exercised by the above shareholders as authorised by and on behalf of other shareholders, the voting rights the above shareholders abstained from	Nil		
Description of the associated relationship of or action in concert among the aforesaid shareholders	As at the End of the Reporting Period, the Company was not aware of any associated/connected relationship of or any parties acting in concert among the aforesaid shareholders. In particular, the shares held by HKSCC Nominees Limited are H Shares entrusted by overseas investors; the shares held by Hong Kong Securities Clearing Company Limited are A Shares held by overseas investors through Shanghai Stock Connect.		
Preference shareholders with voting rights restored and number of shares held	Nil		

Note 1: HKSCC Nominees Limited is the nominee holder of shares held by non-registered shareholders of the H Shares of the Company, which held the H Shares on behalf of various clients, including 25,927,500 H Shares of the Company held by Galaxy Financial Holdings.

Note 2: Hong Kong Securities Clearing Company Limited is the nominee holder of the A Shares of the Company held by the investors through Shanghai Stock Connect.

Lending of shares through the margin and securities refinancing business by shareholders with more than 5% of shareholdings, top 10 shareholders and top 10 holders of tradable shares not subject to selling restrictions

Unit: Share(s)

Lending of shares through the margin and securities refinancing business by shareholders with more than 5% of shareholdings, top 10 shareholders and top 10 holders of tradable shares not subject to selling restrictions								
	Number of shares held in general accounts and credit accounts as at the beginning of the Reporting Period		Number of shares lent through margin and securities refinancing and not yet returned as at the beginning of the Reporting Period		Number of shares held in general accounts and credit accounts as at the End of the Reporting Period		Number of shares lent through margin and securities refinancing and not yet returned as at the End of the Reporting Period	
Name of shareholders (Full name)	Total	Percentage (%)	Total	Percentage (%)	Total	Percentage (%)	Total	Percentage (%)
Industrial and Commercial Bank of China Limited – Huatai-PineBridge CSI 300 Trading Index Securities Investment Open-ended Fund	15,465,503	0.14	669,100	0.01	37,480,009	0.34	–	–
China Construction Bank Corporation – Guotai CSI All Share Securities Company Trading Index Securities Investment Open-ended Fund	45,519,329	0.42	1,674,300	0.02	31,654,063	0.29	–	–
China Construction Bank Corporation – Huabao CSI All Share Securities Company Trading Index Securities Investment Open-ended Fund	29,708,001	0.27	2,016,900	0.02	26,470,585	0.24	–	–
China Construction Bank Corporation – E-Fund CSI 300 Exchange-traded Index Initiated Style Securities Investment Fund	5,395,885	0.05	625,200	0.01	25,873,385	0.24	–	–
Zhongshan Financial Investment Holdings Co., Ltd.	11,003,313	0.10	8,237,900	0.08	19,241,213	0.18	–	–

Changes in the top 10 shareholders and top 10 holders of tradable shares not subject to selling restrictions due to lending/returning of shares through margin and securities refinancing compared with the previous period

Unit: Share(s)

Changes in the top 10 shareholders and top 10 holders of tradable shares not subject to selling restrictions due to lending/returning of shares through margin and securities refinancing compared with the previous period					
	Addition/ withdrawal during the Reporting Period	Number of shares lent through margin and securities refinancing and not yet returned as at the End of the Reporting Period		Number of shares held in shareholders' general accounts and credit accounts and shares lent through margin and securities refinancing and not yet returned as at the End of the Reporting Period	
Name of shareholders (Full name)		Total	Percentage (%)	Total	Percentage (%)
China Construction Bank Corporation – E-Fund CSI 300 Exchange-traded Index Initiated Style Securities Investment Fund	Addition	–	–	25,873,385	0.24
Zhongshan Financial Investment Holdings Co., Ltd.	Addition	–	–	19,241,213	0.18

(iii) Interests and Short Positions of Substantial Shareholders and Other Persons in Shares and Underlying Shares

As at the End of the Reporting Period, to the knowledge of the Directors of the Company after making reasonable inquiries, the following persons (other than Directors, Supervisors or chief executives) had the interests or short positions in shares or underlying shares required to be disclosed to the Company in accordance with Divisions 2 and 3 of Part XV of the SFO and recorded in the register required to be maintained by the Company under Section 336 of the SFO:

Name of substantial shareholders	Class of shares	Nature of interest	Number of shares held (shares) [Note 1]	Percentage of the total number of issued shares of the Company (%)	Percentage of the total number of issued A Shares/ H Shares of the Company (%)	Long position/ short position/ shares available for lending
Huijin [Note 2]	A Shares	Interests of controlled corporation	5,160,610,864	47.20	71.25	Long position
	H Shares	Interests of controlled corporation	25,927,500	0.24	0.70	Long position
Galaxy Financial Holdings [Note 2]	A Shares	Beneficial owner	5,160,610,864	47.20	71.25	Long position
	H Shares	Beneficial owner	25,927,500	0.24	0.70	Long position

Note 1: Pursuant to Section 336 of the SFO, when the shareholdings of the shareholders in the Company change, it is not necessary for the shareholders to notify the Company and the Hong Kong Stock Exchange unless certain criteria are fulfilled. Therefore, the latest shareholdings of the shareholders in the Company may be different from the shareholdings filed with the Hong Kong Stock Exchange.

Note 2: Huijin directly holds approximately 69.07% equity interest in Galaxy Financial Holdings and is therefore deemed to be interested in 5,160,610,864 A Shares and 25,927,500 H Shares directly held by Galaxy Financial Holdings.

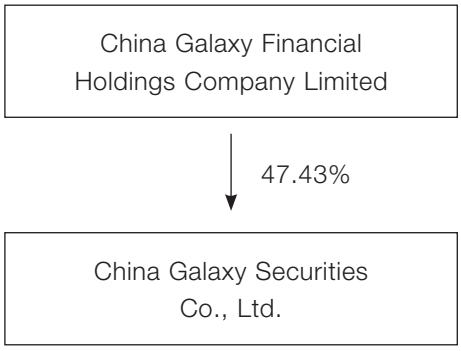
Save as disclosed above, as at the End of the Reporting Period, the Company was not aware of any other person (other than Directors, Supervisors and chief executive) who held interests or short positions in shares or underlying shares of the Company as required to be recorded in the register pursuant to Section 336 of the SFO.

III. CONTROLLING SHAREHOLDER AND DE FACTO CONTROLLER

(i) Controlling Shareholder

Name	China Galaxy Financial Holdings Company Limited
Legal representative	Liu Zhihong
Date of establishment	8 August 2005
Principal activities	Securities, fund, insurance, trust, banking investment and management
Equity interests in other controlled and invested companies whose shares were listed in the PRC or overseas during the Reporting Period	Nil

As at the End of the Reporting Period, the ownership and control relationship between the Company and its controlling shareholder are as follows:

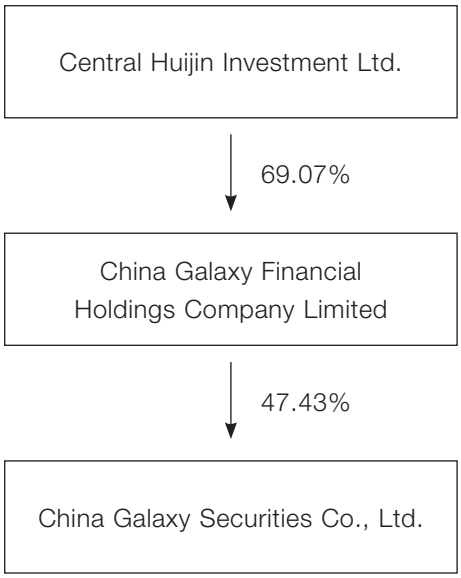


(ii) De Facto Controller

Name	Central Huijin Investment Ltd.
Legal representative	Zhang Qingsong
Date of establishment	16 December 2003
Principal activities	Making equity investment in key state-owned financial institutions as authorised by the State Council; other related business approved by the State Council

Note: The legal representative completed the change of registration on 22 January 2025.

As at the End of the Reporting Period, the ownership and control relationship between the Company and its de facto controller are as follows:



IV. COMPLIANCE WITH UNDERTAKING BY CONTROLLING SHAREHOLDER

After making an enquiry with Galaxy Financial Holdings, Galaxy Financial Holdings confirmed to the Company that, during the Reporting Period, Galaxy Financial Holdings and its controlled entities commenced their businesses in accordance with the non-competition undertaking signed by Galaxy Financial Holdings.

The Company will remain in contact with Galaxy Financial Holdings for matters on the compliance with non-competition undertaking by Galaxy Financial Holdings and its controlled entities.

I. SHAREHOLDING CHANGES AND REMUNERATIONS

(i) Shareholding Changes and Remunerations of the Existing Directors, Supervisors and Senior Management and Those Resigned during/after the Reporting Period

Name	Position	Gender	Age	Starting date of term of office	Expiry date of term of office	Number of shares held at the beginning of the year	Number of shares held at the end of the year	Change in shares during the year	Reason for the change	Total remuneration before tax received from the Company during the Reporting Period (RMB0'000)	Whether received remuneration from the Company's related parties or not
Wang Sheng	Executive Director, Chairman of the Board and Chairman of the Executive Committee	Male	47	18 August 2022	Present	–	–	–	–	163.77	No
Xue Jun	Executive Director, Vice Chairman of the Board, Vice Chairman of the Executive Committee and President	Male	55	23 January 2024	Present	–	–	–	–	163.77	No
Yang Tijun	Non-executive Director	Male	59	29 June 2021	Present	–	–	–	–	–	Yes
Li Hui	Non-executive Director	Female	55	10 March 2023	Present	–	–	–	–	–	Yes
Huang Yan	Non-executive Director	Female	51	30 December 2024	Present	–	–	–	–	–	Yes
Song Weigang	Non-executive Director	Male	50	30 December 2024	Present	–	–	–	–	–	Yes
Law Cheuk Kin, Stephen	Independent Director	Male	62	29 June 2020	Present	–	–	–	–	21.00	No
Liu Li	Independent Director	Male	69	23 January 2024	Present	–	–	–	–	22.33	No
Ma Zhiming	Independent Director	Male	42	28 June 2024	Present	–	–	–	–	9.72	No
Qu Yanping	Supervisor and Chairwoman of the Supervisory Committee	Female	58	19 October 2021	Present	–	–	–	–	163.77	No
Fan Wenbo	Shareholder Supervisor	Male	42	30 December 2024	Present	–	–	–	–	–	Yes
Tao Libin	External Supervisor	Male	47	18 October 2016	Present	–	–	–	–	18.81	No
Chen Jijiang	Employee Supervisor	Male	58	29 June 2015	Present	–	–	–	–	78.51	No
Wang Dansen	Employee Supervisor	Male	44	30 December 2024	Present	–	–	–	–	60.10	No
Luo Liming	Vice President, member of Executive Committee and Chief Information Officer	Male	49	30 June 2017	Present	–	–	–	–	145.15	No
Liang Shipeng	Member of the Executive Committee, Chief Compliance Officer and Chief Risk Officer	Male	55	5 July 2019	Present	–	–	–	–	138.65	No
Liu Bing	Member of the Executive Committee, Business Director and Board Secretary	Male	53	10 August 2023	Present	–	–	–	–	138.65	No
Zhang Ruibing	Member of the Executive Committee and Business Director	Male	41	29 April 2024	Present	–	–	–	–	93.22	No
Wu Peng	Member of the Executive Committee and Business Director	Male	43	29 April 2024	Present	–	–	–	–	94.12	No
Jiang Yuesheng (resigned during the Reporting Period)	Non-executive Director and Employee Director	Male	61	29 June 2021	15 January 2024	–	–	–	–	5.46	No

Name	Position	Gender	Age	Starting date of term of office	Expiry date of term of office	Number of shares held at the beginning of the year	Number of shares held at the end of the year	Change in shares during the year	Reason for the change	Total remuneration before tax received from the Company during the Reporting Period (RMB0'000)	Whether received remuneration from the Company's related parties or not
Wang Zhenjun (resigned during the Reporting Period)	Independent Director	Male	68	9 February 2018	7 June 2024	-	-	-	-	14.06	No
Liu Chang (Resigned during the Reporting Period)	Non-executive Director	Female	45	29 June 2021	30 December 2024	-	-	-	-	-	Yes
Liu Zhihong (Resigned during the Reporting Period)	Non-executive Director	Male	59	29 June 2021	30 December 2024	-	-	-	-	-	Yes
Wei Guoqiang (Resigned during the Reporting Period)	Shareholder Supervisor	Male	48	29 June 2022	30 December 2024	-	-	-	-	-	Yes
Fan Minfei (Resigned during the Reporting Period)	Employee Supervisor	Male	58	25 March 2020	30 December 2024	-	-	-	-	80.33	No
Wu Guofang (Resigned during the Reporting Period)	Member of Executive Committee and Business Director	Male	54	20 December 2017	28 March 2024	-	-	-	-	41.99	No
Liu Chun (Resigned after the Reporting Period)	Independent Director	Female	62	26 February 2019	26 February 2025	-	-	-	-	26.00	No
Total	/	/	/	/	/	-	-	-	/	1,479.41	/

Note 1: Unless otherwise stated, when there are several positions in the position column, only the term of the first position is listed.

Note 2: The Company did not grant shares or share options to Directors, Supervisors and senior management. Directors, Supervisors and senior management did not hold any shares of the Company at the beginning or the end of the period.

Note 3: The remuneration statistics of the Directors, Supervisors and senior management of the Company for the Reporting Period were the remuneration they received during their term of service. The total amount of the remuneration before taxes paid by the Company during the Reporting Period was the amount accrued and released in 2024. The final remuneration of Directors, Supervisors and senior management who receive remuneration from the Company is still pending confirmation, and the rest part will be disclosed separately upon confirmation.

Note 4: The remuneration received by employee Directors and employee Supervisors from the Company during the Reporting Period was the remuneration they received as employees of the Company.

The band of the remuneration before tax received by senior management (excluding executive Directors, and senior management who resigned during the Reporting Period) from the Company during the Reporting Period is as follows:

Remuneration	Number of people
More than RMB1 million	3
Less than RMB1 million	2

There are no arrangements under which Directors have waived or agreed to waive any remuneration as at the End of the Reporting Period.

As at the End of the Reporting Period, the key working experience of the current Directors, Supervisors and senior management of the Company is set out below:

Name	Key working experience
Wang Sheng	born in June 1977, holds a master's degree in management science and engineering. Mr. Wang joined China International Capital Corporation Limited in 2002. He served as the executive head of the Investment Banking Department of China International Capital Corporation Limited from June 2016 to March 2018, an assistant to the president and the executive head of the Investment Banking Department of China International Capital Corporation Limited from March 2018 to March 2020, a member of the Management Committee and the head of the Investment Banking Department of China International Capital Corporation Limited from March 2020 to July 2022, and the deputy secretary of the Party Committee, vice chairman of the Board, president and vice chairman of the Executive Committee of the Company from July 2022 to October 2023. He has been an executive Director of the Company since August 2022, and the secretary of the Party Committee, chairman of the Board and chairman of the Executive Committee of the Company since October 2023.
Xue Jun	born in February 1970, holds a master's degree in business administration. Mr. Xue served as a senior staff member, the deputy division chief and a researcher of the Department of Public Offering Supervision of the CSRC from November 1997 to January 2008, an assistant to the president of Guosen Securities Co., Ltd. and the deputy general manager of Qilu Securities Co., Ltd. from February 2008 to December 2011, an assistant to the general manager of Shenyin & Wanguo Securities Co., Ltd., an assistant to the general manager, a member of the Executive Committee and chief compliance officer of Shenwan Hongyuan Securities Co., Ltd. from January 2012 to September 2021. He was a member of the Party Committee, vice president, a member of the Executive Committee and chief financial officer of the Company from October 2021 to November 2023, the deputy secretary of the Party Committee, president, vice chairman of the Executive Committee and chief financial officer of the Company from November 2023 to January 2024. He has been the deputy secretary of the Party Committee, an executive Director, vice chairman of the Board, president, vice chairman of the Executive Committee and chief financial officer of the Company since January 2024.

Name	Key working experience
Yang Tijun	born in June 1966, holds a doctorate degree in economics and is a certified public accountant (non-practicing member). From July 1988 to January 1995, he successively served as a staff member and deputy senior staff member of the Division of State-owned Enterprises Administration in the Department of Finance of Jilin Province under the Ministry of Finance. From January 1995 to August 2012, he successively served as a deputy senior staff member and senior staff member of the General Office, the deputy director of the General Division, the director of the Second Business Division, a member of the Party Committee, an assistant to the commissioner and the deputy supervision commissioner of the Commissioner Office of the Ministry of Finance in Jilin Province. From August 2012 to April 2019, he served as the secretary of the Party Committee and the supervision commissioner of the Commissioner Officer of the Ministry of Finance in Gansu Province, the secretary of the Party Committee and the supervision commissioner of the Commissioner Officer of the Ministry of Finance in Liaoning Province, and the secretary of the Party Committee and the supervision commissioner (concurrently) of the Commissioner Officer of the Ministry of Finance in Dalian. From April 2019 to January 2021, he served as the secretary of the Party Committee and the director of the Liaoning Regulatory Bureau of the Ministry of Finance, and the secretary of the Party Committee and the director (concurrently) of the Dalian Regulatory Bureau of the Ministry of Finance. Mr. Yang has been serving as a non-executive director of Galaxy Financial Holdings since September 2020. He has been a non-executive Director of the Company since June 2021.
Li Hui	born in May 1969, holds a master's degree in engineering and is a certified public accountant (non-practicing member). Ms. Li served as a leader, assistant accountant and auditor in the Audit Bureau of China State Shipbuilding Corporation from July 1991 to December 1998, a senior staff member, deputy director and director-level researcher in the Finance Department of the Commission for Science, Technology and Industry for National Defense, and the director of the Finance and Audit Department of the State Administration of Science, Technology and Industry for National Defense from December 1998 to March 2010, senior manager, team leader and managing director of the Finance Department of CIC from March 2010 to March 2023, and a supervisor of China Investment Securities Co., Ltd. from September 2011 to March 2017. Since August 2023, she has been a director of Galaxy Futures and Galaxy International Holdings. She has been a non-executive Director of the Company since March 2023.

Name	Key working experience
Huang Yan	born in May 1974, holds a doctorate degree in economics and is an economist. From July 1998 to September 2007, Ms. Huang successively served as a staff member, senior staff member and principal staff member of the Legal Affairs Department of Beijing Local Taxation Bureau. From September 2007 to November 2024, she successively served as the first-level manager, senior deputy manager, leader of the Offshore Tax Team, senior manager and secretary of the Party Branch of the Legal and Compliance Department of CIC. She has been a non-executive Director of the Company since December 2024.
Song Weigang	born in April 1975, holds a doctorate degree in economics and is a senior economist. From August 1998 to April 2014, Mr. Song worked at the Ministry of Finance, successively serving as a staff member and senior staff member of the Finance Division and the Information Division of the General Office, a deputy director-level secretary and a director-level secretary of the Minister's Office, and a researcher, the division chief and a deputy department-level cadre of the Economic Development Department. From April 2014 to October 2016, he successively served as the vice chairman and a member of the Party Committee of China Securities Investor Protection Fund Corporation Limited. From October 2016 to April 2022, he was a member of the Party Committee and the deputy general manager of Galaxy Financial Holdings. He has been the deputy secretary of the Party Committee, an executive director and the general manager of Galaxy Financial Holdings since May 2022. He has been a non-executive Director of the Company since December 2024.
Liu Chun	born in January 1963, holds a bachelor's degree in economics and is a senior accountant. Ms. Liu was the finance manager of Dalian Friendship (Group) Co., Ltd. from July 1985 to May 2001 and held various positions in the Dalian branch of China National Investment and Guaranty Corporation (formerly known as China Economic Technology Investment and Guaranty Co., Ltd., China National Investment and Guaranty Co., Ltd. and China National Finance and Guaranty Co., Ltd.) from May 2001 to January 2018, including the finance manager, an assistant to the general manager, the person in charge of accounting function, the deputy general manager, chief financial officer, an assistant general manager of the Accounting Management Department, and the senior manager of the Financial Accounting Department. Ms. Liu has been the deputy general manager of the Finance Centre of Wonders Information Co., Ltd. since August 2021 and a director of Hexie Health Insurance Co., Ltd. since November 2021. She served as an independent non-executive Director of the Company from February 2019 to February 2025.

Name	Key working experience
Law Cheuk Kin, Stephen	born in November 1962, holds an MBA degree. Mr. Law was an accountant of Arthur Anderson, Hugill & Co. and KPMG Hong Kong from August 1984 to March 1991, and the finance director of each of Hyder Consulting Limited and Masons Solicitors from April 1991 to January 1995. He served as a manager of each of Wheeklock and Company Limited and Wharf (Holdings) Limited from February 1995 to July 2000, and a director of Morningside Group from July 2000 to July 2006. He worked at TPG Growth Capital (Asia) Limited from July 2006 to September 2012, holding the position of managing director before departure. He served as the chief financial officer of Guoco Group Limited from October 2012 to June 2013, the finance director and a member of the executive directorate of MTR Corporation Limited from July 2013 to July 2016, an adjunct professor of the Hong Kong Polytechnic University from 2015 to 2017, an independent non-executive director of AAG Energy Holdings Limited from July 2016 to September 2018, and an independent non-executive director of Stealth BioTherapeutics Inc. from June 2018 to July 2019. He was an independent non-executive director of Bank of Guizhou Company Limited from November 2018 to August 2022, a managing director of ANS Capital Limited since January 2017, an independent non-executive director of China Everbright Limited since May 2018, an independent non-executive director of Somerley Capital Holdings Limited since February 2019, an independent non-executive director of CSPC Pharmaceutical Group Limited since March 2021, an independent non-executive director of Keymed Biosciences Inc. since July 2021, and an independent non-executive director of QuantumPharm Inc. since May 2024. Mr. Law has accounting qualifications in the United Kingdom and Hong Kong, and he was and has been a council member of the Hong Kong Institute of Certified Public Accountants from January 2010 to December 2017 and since 2022, respectively. He is a Justices of the Peace, a member of the 14th session of the National Committee of the Chinese People's Political Consultative Conference, an accounting consultant appointed by the Ministry of Finance and the current vice president of the Hong Kong Institute of Certified Public Accountants. He has been an independent non-executive Director of the Company since June 2020.

Name	Key working experience
Liu Li	born in September 1955, holds an MBA degree. Mr. Liu taught at Beijing Institute of Iron and Steel Technology from September 1984 to December 1985. He was an assistant professor, lecturer, associate professor, professor and doctoral supervisor at Guanghua School of Management, Peking University (and its predecessor, the Department of Economic Management of the School of Economics) from January 1986 to September 2020, during which he served as the director of the MBA Program, the head of the Department of Finance, and the chairman of the Labor Union. He served as an independent non-executive director of China Machinery Engineering Corporation from January 2011 to November 2021, an independent non-executive director of Bank of Communications Co., Ltd. from September 2014 to November 2020, an independent non-executive director of Shenzhen Success Electronics Co., Ltd. from January 2016 to October 2020, an independent non-executive director of China International Capital Corporation Limited from June 2016 to June 2023, and an independent non-executive director of CNPC Capital Co., Ltd. from June 2017 to September 2022. He has been an independent non-executive director of Metallurgical Corporation of China Ltd. since January 2022 and an external supervisor of China Cinda Asset Management Co., Ltd. since August 2022. He has been an independent non-executive Director of the Company since January 2024.
Ma Zhiming	born in October 1982, holds a PhD in accounting. Mr. Ma served as an assistant professor, associate professor, professor and doctoral supervisor of Guanghua School of Management of Peking University since September 2014, and is currently the head of the Department of Accounting and the executive director of the Master of Professional Accounting (MPAcc) program. He was an independent non-executive director of Hubei Mailyard Share Co., Ltd. from October 2019 to March 2022, and an independent non-executive director of Wonders Information Co., Ltd. from October 2019 to July 2023. He has been an independent non-executive director of RocKontrol Technology Group Co., Ltd. since February 2019, and an independent non-executive director of Jiang Tai Insurance Brokers Co., Ltd. since May 2021. He has been an independent non-executive Director of the Company since June 2024.

Name	Key working experience
Qu Yanping	born in July 1966, holds an MBA degree and is a senior economist. Ms. Qu successively served as the deputy general manager of the Trust and Loan Department and Fund Planning Department of China Construction Bank Trust and Investment Corporation (later renamed as China Cinda Trust and Investment Company) from May 1988 to October 1999, and the general manager of the Beijing Securities Trading Branch of China Cinda Trust and Investment Company (later renamed as Beijing Shuangyushu Securities Branch of China Galaxy Securities Co., Ltd.) from October 1999 to April 2003. Ms. Qu served as the inspector general of Galaxy Fund Management from April 2003 to July 2008. She served as the deputy director of the Human Resources Department and managing director of CIC from July 2008 to January 2021 and concurrently served as a director of Shenyin & Wanguo Securities Co., Ltd., Shenwan Hongyuan Securities Co., Ltd. and Shenwan Hongyuan Group Co., Ltd., and the chairman of the board of supervisors of Central Huijin Asset Management Ltd. from November 2010 to September 2020. She served as the deputy director (departmental manager level) and managing director of the Leading Group Office of the Directly Managed Enterprise/Equity Management Department II of Huijin from April 2020 to September 2021. Ms. Qu has been the deputy secretary of the Party Committee of the Company since September 2021. She has been a Supervisor and chairman of the Supervisory Committee of the Company since October 2021.
Fan Wenbo	born in July 1982, holds a doctorate degree in economics. From July 2007 to March 2020, Mr. Fan worked at the Comprehensive Department and the Comprehensive Management Department/ Banking Institution Management Department II of Huijin. From March 2020 to July 2023, he successively served as the division chief of the Reform Planning Division of the Comprehensive Management Department of Huijin and the division chief/team leader of CIC (serving as the deputy general manager of Beijing Songzhuang Road Securities Branch of China CICC Wealth Management Securities Company Limited). He has been the division chief in the Comprehensive Division of the Leading Group Office of the Directly Managed Enterprise/Equity Management Department II of Huijin since July 2023. Mr. Fan has been a Supervisor of the Company since December 2024.
Tao Libin	born in November 1977, holds a doctorate degree in finance. Mr. Tao was a lecturer of the Statistics and Finance Department of the University of Science and Technology of China from June 2003 to April 2005, and has successively been the deputy head and the head of the Department of Investment of the School of Banking and Finance of the University of International Business and Economics from January 2009. He is currently a professor and doctoral supervisor of the Department of Investment of the China School of Banking and Finance of the University of International Business and Economics. Mr. Tao has been a Supervisor of the Company since October 2016.

Name	Key working experience
Chen Jijiang	born in May 1966, holds a bachelor's degree in science and is a financial economist. Mr. Chen served as the general secretary of the Youth League under the Chemistry Department of the Capital Normal University from August 1989 to June 1992, and deputy director-level clerk and director-level clerk of the Central Organization Department of the Communist Youth League from July 1992 to November 1995. He successively served as an employee of Securities Business Head Office and deputy general manager of the Personnel Department of China Cinda Trust and Investment Corporation, and deputy director (in charge of work) of the Organization Division of the Party Committee Organization Department and committee secretary of the system of China Cinda Asset Management Co., Ltd. from December 1995 to June 2002, and successively the deputy director of the Organization Division of the Party Committee Organization Department, deputy director and director of the System and Personnel Division of the Human Resources Department, deputy general manager (in charge of work) of the Human Resources Department, deputy department director (in charge of work) of the Party Committee Organization Department, general manager of the Human Resources Department, director of the Party Committee Organization Department, person in charge of Party-Masses Work Department, the director of the Party Committee Office, executive deputy secretary of the Party Committee of the Company institution, deputy chairman of labor union of the Company, member of the Discipline Inspection Committee of the Company, the director of the Office for leaders of inspection group and the director of the Party Committee Office for leaders of inspection group from July 2002 to February 2023. Mr. Chen has been the director of the Party Building Department of the Company since March 2023, and an employee Supervisor of the Company since June 2015.
Wang Dansen	born in November 1980, holds a master's degree in economics, and is a certified public accountant (non-practicing member), a certified tax agent, and an intermediate accountant. He is a council member of the Financial Accounting Society of China, and was selected as one of the fifth batch of leading accounting talents for central state organs (中央國家機關會計領軍人才). From September 2006 to July 2009, Mr. Wang served as an assistant and senior assistant in the Financial Auditing Services Department of PricewaterhouseCoopers Zhong Tian LLP. Since July 2009, he has served as a senior manager of the Planning and Finance Department, head of the Accounting and Auditing Team of the Planning and Finance Department, deputy general manager of the Financial and Capital Headquarters, and general manager of the Financial and Capital Headquarters of the Company. He has also been a director of China Securities Lize Real Estate (Beijing) Co., Ltd. since April 2021, and chairman of the Supervisory Committee of Galaxy Futures since March 2025. Mr. Wang has been the general manager of the Financial and Capital Headquarters of the Company since May 2024, and an employee Supervisor of the Company since December 2024.

Name	Key working experience
Luo Liming	born in September 1976, holds a doctorate degree in computer science. Mr. Luo successively served as a programmer and the project manager, etc. of Changzhou Securities Company (常州市證券公司) (now known as Donghai Securities Company Limited (東海證券股份有限公司)) and its subsidiaries from August 1998 to May 2002; successively served as the project manager and manager of the Development Department of Beijing Shihua International Financial Information Company Limited (北京世華國際金融信息有限公司) and an assistant to the general manager and deputy general manager of Global Business Intelligence Consulting Co. (吉貝克信息技術有限公司) from May 2002 to February 2013; and successively served as a researcher of the Planning and Development Committee of the CSRC, the director of the Technical Development Department and concurrently the director of the System Operation and Maintenance Department and a member of Executive Committee of China Securities Inter-Institution Quotation System Company (中證機構間報價系統公司) and the IT director of Zhongtai Securities Co., Ltd. from March 2013 to June 2017. He served as a member of the Executive Committee and business director of the Company from June 2017 to February 2022, and a member of the Executive Committee, and vice president of the Company from March 2022 to August 2022. He has been a member of the Executive Committee, vice president, and chief information officer of the Company since August 2022.
Liang Shipeng	born in November 1969, holds an MBA degree. From September 1994 to December 2007, Mr. Liang served as a staff member of the Investing Banking Department of Hainan Securities Company Limited, a staff member of Qinghai Securities Management Office, a senior staff member, principal staff member (person-in-charge), the deputy division chief and division chief of the CSRC Qinghai Bureau. From December 2007 to February 2011, he served as a member of the Party Committee and the deputy chief of the CSRC Tibet Bureau. From February 2011 to May 2019, he served as a member of the Party Committee, deputy chief, the secretary of the Discipline Inspection Commission, the secretary of the Party Committee and chief of the CSRC Qinghai Bureau. From July 2019 to October 2021, he was a member of the Executive Committee and the chief compliance officer of the Company. Since October 2021, he has been a member of the Executive Committee, the chief compliance officer and chief risk officer of the Company.

Name	Key working experience
Liu Bing	born in January 1972, holds an MBA degree. From January 2001 to February 2013, Mr. Liu served as the manager of the Institutional Client Department of Beijing Headquarters, assistant to the general manager and general manager of the Xizhimen Outer Street Securities Branch of Bohai Securities Co., Ltd. and the executive deputy general manager of Minmetals Securities Co., Ltd. From March 2013 to September 2017, he was the managing director of the Asset Management Branch of Hongyuan Securities Co., Ltd. (now known as Shenwan Hongyuan Securities Co., Ltd.), and deputy general manager of the Asset Management Division of Shenwan Hongyuan Securities Co., Ltd. From September 2017 to May 2020, he served as the general manager of the Company's Beijing Branch. From May 2020 to August 2023, he served as general manager of the Wealth Management Headquarters of the Company. Since August 2023, he has been a member of the Executive Committee, and the business director of the Company. Since January 2024, he has been a member of the Executive Committee, the business director and the Board secretary of the Company.
Zhang Ruibing	born in June 1983, holds a doctorate degree in economics, and is a certified public accountant (non-practicing member) and a chartered financial analyst (CFA). Mr. Zhang started his career in July 2006 and has worked in the Equity Management Department, Capital Market Department, Strategic Investment Department, Open Market Investment Department and Strategic Development Department of China Jianyin Investment Ltd. He successively served as the deputy general manager and general manager of the Strategic Development Department of China Jianyin Investment Ltd. from June 2020 to September 2021, a member of the Party Committee and the deputy general manager (for exchange) of Guotai Asset Management Co., Ltd. from September 2021 to July 2022, and the general manager of the Strategic Development Department of China Jianyin Investment Ltd. from July 2022 to December 2023. He joined the Company in December 2023 and has been the business director, a member of the Executive Committee and the general manager of the Strategy and Development Headquarters of the Company since April 2024.
Wu Peng	born in February 1982, holds a doctorate degree in particle physics and nuclear physics. Mr. Wu started his career in July 2006 and has worked in Morningstar (Shenzhen) Co., Ltd., UBS SDIC Fund Management Co., Ltd. and CIC. He served as a senior manager and a team leader of the Multi-Asset Strategy Group of the Bond and Absolute Yield Investment Department of CIC from November 2018 to December 2023. He joined the Company in December 2023, and has been the business director and a member of the Executive Committee of the Company since April 2024 and concurrently the chairman of Galaxy Yuanhui since August 2024.

II. POSITIONS OF CURRENT DIRECTORS, SUPERVISORS AND SENIOR MANAGEMENT AND THOSE RESIGNED DURING THE REPORTING PERIOD

1. Positions in Shareholder Entities

Name of employee	Name of shareholder entity	Position in shareholder entity	Starting date of term of office	Expiry date of term of office
Yang Tijun	Galaxy Financial Holdings	Director	September 2020	Present
Song Weigang	Galaxy Financial Holdings	Deputy secretary of the Party Committee, executive director and general manager	May 2022	Present
Fan Wenbo	Huijin	Division chief in the Comprehensive Division of the Leading Group Office of the Directly Managed Enterprise/Equity Management Department II	July 2023	Present
Liu Zhihong (resigned during the Reporting Period)	Galaxy Financial Holdings	Secretary of the Party Committee and the chairman of the board of directors	January 2022	Present
Liu Chang (resigned during the Reporting Period)	Huijin	Deputy Director of the Office for the Leading Group of Directly Managed Enterprises of CIC/ Equity Management Department III of Huijin	February 2024	Present
	Galaxy Financial Holdings	Director	September 2022	December 2024
Wei Guoqiang (resigned during the Reporting Period)	CIC	Director of the office	February 2024	Present

2. Positions in Other Entities

Name of employee	Name of other entity	Position in other entity	Starting date of term of office	Expiry date of term of office
Wang Sheng	Listed Companies Association of Beijing	Member of the 6th Council	September 2023	September 2028
	China Association for Public Companies	Representative member of the 3rd Council and vice chairman	April 2024	April 2026
	Research Association of Ideological and Political Work of China Financial Institutions	Executive director of the 6th Council	April 2024	August 2026
	Securities Association of China	Supervisor of the Supervisory Committee	June 2024	July 2025
	SSE	Representative member of the 6th Council and representative member of the Strategy and Development Committee	January 2025	January 2028
Xue Jun	Securities Association of Beijing	Vice chairman of the Fixed Income Business Committee	December 2021	November 2025
	Financial Accounting Society of China	Vice president of the 6th Council	October 2022	November 2026
Li Hui	Galaxy Futures	Director	August 2023	Present
	Galaxy International Holdings	Director	August 2023	Present
	China Association for Public Companies	Member of the Special Committee for Female Directors (女董事專業委員會)	May 2024	Present

Name of employee	Name of other entity	Position in other entity	Starting date of term of office	Expiry date of term of office
Law Cheuk Kin, Stephen	ANSCapital	Managing director	January 2017	Present
	China Everbright Limited	Independent non-executive director	May 2018	Present
	Somerley Capital Holdings Limited	Independent non-executive director	February 2019	Present
	CSPC Pharmaceutical Group Limited	Independent non-executive director	March 2021	Present
	Keymed Biosciences Inc.	Independent non-executive director	July 2021	Present
	QuantumPharm Inc.	Independent non-executive director	May 2024	Present
Liu Li	Metallurgical Corporation of China Ltd.	Independent director	January 2022	Present
	China Cinda Asset Management Co., Ltd.	External supervisor	August 2022	Present
Ma Zhiming	RocKontrol Technology Group Co., Ltd.	Independent non-executive director	February 2019	Present
	Jiang Tai Insurance Brokers Co., Ltd.	Independent non-executive director	May 2021	Present
	Peking University	Head of the Department of Accounting	November 2023	Present
Qu Yanping	Securities Association of China	Member of the Securities Industry Culture Development Committee	November 2021	November 2025
	Securities Association of Beijing	Vice chairman of the Industry Culture Development Committee	January 2022	November 2025
	China Association for Public Companies	Member of the 4th session of the board of supervisors	May 2023	April 2025
Tao Libin	University of International Business and Economics	Professor and doctoral supervisor of the Department of Investment of the China School of Banking and Finance	January 2009	Present

Name of employee	Name of other entity	Position in other entity	Starting date of term of office	Expiry date of term of office
Wang Dansen	China Securities Lize Real Estate (Beijing) Co., Ltd.	Director	April 2021	Present
	Accounting Society of China	Member of the Financial Accounting Professional Committee (金融會計專業委員會)	January 2025	Present
	Securities Association of China	Member of Finance and Accounting Committee	January 2025	Present
	Financial Accounting Society of China	Deputy secretary general of the 6th Council	January 2025	Present
	Galaxy Futures	Chairman of the Supervisory Committee	March 2025	Present
Luo Liming	China Financial Standardization Technical Committee (CFSTC)	Member of China Securities Industry Standardization Technology Committee and chief expert of the Professional Working Group on Securities	April 2015	Present
	Asset Management Association of China	Member of the Fintech Committee	July 2022	June 2026
	SSE	Representative member of the Technology Development Committee	January 2025	January 2028
Liang Shipeng	Securities Association of Beijing	Vice chairman of the Securities Industry Compliance Committee	September 2021	Till expiry of the term of office of the current committee
	Securities Association of China	Member of the Compliance Management Committee	November 2021	Till expiry of the term of office of the current committee
	Beijing Fengyi Futai Cooperative Development Foundation (北京豐宜福台合作發展基金會)	Member	March 2023	Till expiry of the term of office of the current committee
	SSE	Representative member of the Risk Management Committee	December 2024	January 2028
Liu Bing	Beijing Foundation for Disabled Persons	Member of the third Council	September 2019	May 2025
	Securities Association of Beijing	Chairman of the Wealth Management Committee	January 2024	December 2025
	SSE	Representative member of the Investor Education and Protection Committee	December 2024	January 2028

Name of employee	Name of other entity	Position in other entity	Starting date of term of office	Expiry date of term of office
Zhang Ruibing	E-Capital Transfer Co. Ltd	Director of the fourth session of the Board	June 2024	Till expiry of the term of office of the current committee
	Securities Association of China	Member of the Development Strategy, Reputation and Brand Maintenance Professional Committee	August 2024	Till expiry of the term of office of the current committee
	China Securities Lize Real Estate (Beijing) Co., Ltd.	Director	August 2024	Present
Wu Peng	China Association for Public Companies	Member of the Overseas Listed Company Branch (in preparation)	June 2024	January 2028
	Galaxy Yuanhui	Chairman	August 2024	Present
	Asian Financial Cooperation Association	Member of the third Council	August 2024	August 2027
Liu Zhihong (resigned during the Reporting Period)	China Galaxy Asset Management Co., Ltd.	Secretary of the Party Committee and chairman of board of directors	January 2022	Present
	China Jianyin Investment Ltd.	Secretary of the Party Committee and chairman of board of directors	February 2025	Present
Wang Zhenjun (resigned during the Reporting Period)	Bank of Dalian Co., Ltd.	Independent director	April 2019	–
Jiang Yuesheng (resigned during the Reporting Period)	Shanghai Securities Association	Vice president	October 2010	–
Fan Minfei (resigned during the Reporting Period)	Securities Association of China	Member of the Finance and Accounting Committee	June 2020	January 2025
	Financial Accounting Society of China	Deputy secretary general	November 2022	January 2025
Wu Guofang (resigned during the Reporting Period)	Asian Financial Cooperation Association	Director of the Industrial Finance Cooperation Committee	March 2022	–
Liu Chun (resigned after the Reporting Period)	Wonders Information Co., Ltd.	Deputy general manager of the Finance Centre	August 2021	Present
	Hexie Health Insurance Co., Ltd.	Director	November 2021	Present

III. REMUNERATION OF DIRECTORS, SUPERVISORS AND SENIOR MANAGEMENT

Decision-making procedure of remuneration of Directors, Supervisors and senior management	The remunerations of Directors and Supervisors shall be determined by the shareholders' general meeting and the remuneration of senior management shall be determined by the Board. The remuneration figures are determined according to the respective duties and performance review.
Whether a Director recuses himself from the Board's discussion of his own remuneration	Yes
The details for the recommendations of the remuneration and evaluation committee or the independent directors' specialized meeting on matters relating to the remuneration of Directors, Supervisors and senior management	The Company manages the remuneration of Directors, Supervisors and senior management in strict compliance with the requirements of the external regulatory bodies in relation to the financial management of financial enterprises, the comprehensive assessment and evaluation of the leadership team and leadership personnel, and the settlement of the remuneration of Directors, Supervisors and senior management.
Basis of determination of remuneration of Directors, Supervisors and senior management	The remuneration of the Directors, Supervisors and senior management is determined according to the remuneration systems of the Company and annual assessment results, which is linked to their positions and performance. The chief compliance officer will implement compensation protection according to regulatory requirements.
Actual payments of remuneration of Directors, Supervisors and senior management	Please see relevant content in this section "Shareholding Changes and Remunerations of the Existing Directors, Supervisors and Senior Management and Those Resigned during/after the Reporting Period" of this report for details of the remuneration of the existing Directors, Supervisors and senior management and those resigned during/after the Reporting Period.
Actual total remuneration of all the Directors, Supervisors and senior management as at the End of the Reporting Period	The total remuneration accrued, and released to, all the Directors, Supervisors and senior management for 2024 was RMB14.7941 million in 2024.

IV. CHANGES IN DIRECTORS, SUPERVISORS AND SENIOR MANAGEMENT OF THE COMPANY

Name	Position	Changes	Reason for changes
Jiang Yuesheng	Employee Director, Member of the Compliance and Risk Management Committee	Resignation	Retirement at age
Xue Jun	Executive Director, Vice Chairman, Member of the Strategy and Development Committee, Member of the Compliance and Risk Management Committee	Election	Election by the general meeting
Liu Li	Independent Non-executive Director, Chairman of the Nomination and Remuneration Committee, Member of the Strategy and Development Committee, Member of the Audit Committee	Election	Election by the general meeting
Liu Bing	Board Secretary	Appointment	Appointment by the Board of Directors
Wang Sheng	Member of the Compliance and Risk Management Committee	Resignation	Consideration and approval by the Board of Directors
Wu Guofang	Business Director, Member of the Executive Committee	Resignation	Job change
Zhang Ruibing	Business Director, Member of the Executive Committee	Appointment	Appointment by the Board of Directors
Wu Peng	Business Director, Member of the Executive Committee	Appointment	Appointment by the Board of Directors
Wang Zhenjun	Independent Non-executive Director, Member of the Strategy and Development Committee, Member of the Audit Committee, Member of the Nomination and Remuneration Committee, Member of the Compliance and Risk Management Committee	Resignation	Expiration of the term of office of six years
Ma Zhiming	Independent Non-executive Director, Member of the Nomination and Remuneration Committee, Member of the Strategy and Development Committee, Member of the Compliance and Risk Management Committee, Member of the Audit Committee	Election	Election by the general meeting
Li Hui	Chairman of the Compliance and Risk Management Committee	Election	Consideration and approval by the Board of Directors

Name	Position	Changes	Reason for changes
Liu Chang	Non-executive Director, Member of the Nomination and Remuneration Committee, Member of the Strategy and Development Committee	Resignation	Resignation due to the expiration of the term of office of the Board of Directors
Liu Zhihong	Non-executive Director, Member of the Strategy and Development Committee	Resignation	Resignation due to the expiration of the term of office of the Board of Directors
Huang Yan	Non-executive Director, Member of the Strategy and Development Committee, Member of the Nomination and Remuneration Committee	Election	Election by the general meeting
Song Weigang	Non-executive Director, Member of the Strategy and Development Committee	Election	Election by the general meeting
Wei Guoqiang	Non-employee Supervisor	Resignation	Resignation due to the expiration of the term of office of the Supervisory Committee
Fan Minfei	Employee Supervisor	Resignation	Resignation due to the expiration of the term of office of the Supervisory Committee
Fan Wenbo	Non-employee Supervisor	Election	Election by the general meeting
Wang Dansen	Employee Supervisor	Election	Election by the employee representative meeting

1. On 15 January 2024, the Board of Directors received a written resignation application from Mr. Jiang Yuesheng, an employee Director. Mr. Jiang Yuesheng resigned as a non-executive Director, an employee Director and a member of the Compliance and Risk Management Committee under the Board as he reached the statutory retirement age. The application became effective upon delivery to the Board of Directors of the Company.

2. On 23 January 2024, the Company convened the first extraordinary general meeting for 2024, where Mr. Xue Jun was elected as an executive Director of the Company and Mr. Liu Li was elected as an independent non-executive Director of the Company.

3. On 23 January 2024, the Resolution on Considering the Appointment of Mr. Xue Jun as the Vice Chairman of the Company, the Resolution on Adjustments to the Composition of Special Committees of the Board of Directors, and the Resolution on Considering the Appointment of Mr. Liu Bing as the Board Secretary of the Company were considered and approved at the 24th (extraordinary) meeting of the fourth session of the Board of the Company, respectively, and it was agreed that Mr. Xue Jun was appointed as the vice chairman of the fourth session of the Board of the Company, a member of each of the Strategy and Development Committee and the Compliance and Risk Management Committee; and that Mr. Liu Li was appointed as the chairman of the Nomination and Remuneration Committee, a member of each of the Strategy and Development Committee and the Audit Committee while Mr. Wang Sheng would cease to act as a member of the Compliance and Risk Management Committee; and that Mr. Liu Bing, the Business Director and a member of the Executive Committee of the Company, would also serve as the Board secretary of the Company while Mr. Wang Sheng would cease to act as the acting Board secretary.

4. On 28 March 2024, the Resolution on Mr. Wu Guofang's Resignation as a Business Director and a Member of the Executive Committee of the Company was considered and approved at the 25th (regular) meeting of the fourth session of the Board of Directors of the Company, and it was agreed that Mr. Wu Guofang would no longer serve as Business Director and a member of the Executive Committee of the Company due to work re-arrangement, with effect from the date of consideration and approval of the resolution.

5. On 29 April 2024, the Resolution on the Appointment of Mr. Zhang Ruibing as a Business Director and a member of the Executive Committee of the Company and the Resolution on the Appointment of Mr. Wu Peng as a Business Director and a member of the Executive Committee of the Company were considered and approved at the 26th (regular) meeting of the fourth session of the Board of Directors of the Company, respectively, and it was agreed that each of Mr. Zhang Ruibing and Mr. Wu Peng would be appointed as a business director and a member of the Executive Committee of the Company, with effect from the date of consideration and approval of the resolutions by the Board.

6. On 7 June 2024, the Board of Directors received a written resignation report from Mr. Wang Zhenjun, an independent Director, who applied for resignation as an independent non-executive Director of the Company and as a member of each of the Board's Strategy and Development Committee, Audit Committee, Nomination and Remuneration Committee and Compliance and Risk Management Committee as he had served as an independent non-executive Director for six years. The application became effective upon delivery to the Board of Directors of the Company.

7. On 28 June 2024, the Company held its 2023 annual general meeting and elected Mr. Ma Zhiming as an independent non-executive Director of the Company.

8. On 20 August 2024, the Company convened the 29th (extraordinary) meeting of the fourth session of the Board and passed the Resolution on Adjustments to the Composition of Special Committees of the Board of Directors, agreeing that Mr. Yang Tijun would redesignated from the role of chairman of the Compliance and Risk Management Committee to a member of the Committee, Ms. Li Hui would serve as the chairman of the Compliance and Risk Management Committee, and that Mr. Ma Zhiming would serve as a member of each of the Nomination and Remuneration Committee, the Strategy and Development Committee, the Compliance and Risk Management Committee and the Audit Committee.

9. On 6 December 2024, the Company convened the 33rd (extraordinary) meeting of the fourth session of the Board and the seventh (extraordinary) meeting 2024 of the fourth session of the Supervisory Committee, at which the Resolution on the Recommendation of Candidates for Directors of the Fifth Session of the Board of Directors of China Galaxy Securities Co., Ltd. and the Resolution on the Recommendation of Candidates for Supervisors of the Fifth Session of the Supervisory Committee of China Galaxy Securities Co., Ltd. were considered and approved and submitted to the general meeting for election.

10. On 10 December 2024, the Company convened the second meeting of the third session of the employee representative meeting, at which Mr. Chen Jijiang and Mr. Wang Dansen were elected as employee Supervisors of the fifth session of the Supervisory Committee of the Company, who together with three non-employee Supervisors elected at the third extraordinary general meeting of 2024 of the Company, constitute the fifth session of the Supervisory Committee, and their term of office is three years from the date when the non-employee Supervisors of the fifth session of the Supervisory Committee were elected at the third extraordinary general meeting of 2024 of the Company.

11. On 30 December 2024, the Company held the third extraordinary general meeting of 2024, and passed the Resolution on Proposing to the General Meeting for the Election of Executive and Non-executive Directors of the Fifth Session of the Board of Directors, the Resolution on Proposing to the General Meeting for the Election of Independent Directors of the Fifth Session of the Board of Directors, and the Resolution on Proposing to the General Meeting for the Election of Shareholder Supervisors and External Supervisors of the Fifth Session of the Supervisory Committee. The fifth session of the Board of Directors and the Supervisory Committee of the Company was formed and began to perform duties on 30 December 2024, and its term of office will expire on the date of the renewal of the current session of the Board of Directors and the Supervisory Committee as considered and approved by the general meeting. The fifth session of the Board of Directors of the Company comprises 10 Directors, including 2 executive Directors (Mr. Wang Sheng, Mr. Xue Jun), 4 non-executive Directors (Mr. Yang Tijun, Ms. Li Hui, Ms. Huang Yan and Mr. Song Weigang) and 4 independent non-executive Directors (Ms. Liu Chun, Mr. Law Cheuk Kin Stephen, Mr. Liu Li and Mr. Ma Zhiming). The fifth session of the Supervisory Committee of the Company comprises five Supervisors, including 2 employee Supervisors (Mr. Chen Jijiang and Mr. Wang Dansen) and 3 non-employee Supervisors (Ms. Qu Yanping, Mr. Fan Wenbo and Mr. Tao Libin). As the term of office of Ms. Liu Chang ended on the expiry of the term of the fourth session of the Board, she retired as a non-executive Director and a member of each of the Strategy and Development Committee and the Nomination and Remuneration Committee of the Company at the conclusion of the third extraordinary general meeting of 2024. As the term of office of Mr. Liu Zhihong ended on the expiry of the term of the fourth session of the Board, he retired as a non-executive Director and a member of the Strategy and Development Committee of the Company at the conclusion of the third extraordinary general meeting of 2024. At the same time, as the term of office of Mr. Wei Guoqiang and Mr. Fan Minfei ended on the expiry of the term of the fourth session of the Supervisory Committee, they retired as Supervisors of the Company at the conclusion of the third extraordinary general meeting of 2024.

12. On 30 December 2024, the Company held the first meeting (extraordinary) of the fifth session of the Board and reviewed and approved the Resolution on Reviewing the Composition of the Special Committees of the Fifth Board of Directors, agreeing that Ms. Huang Yan will serve as a member of the Strategy and Development Committee and a member of the Nomination and Remuneration Committee, and Mr. Song Weigang will serve as a member of the Strategy and Development Committee.

13. During the Reporting Period, the number of Directors, Supervisors and senior management who resigned from the Company accounted for 35% of the total number at the beginning of the Reporting Period.

14. On 26 February 2025, the Board of Directors received a written resignation report from Ms. Liu Chun, an independent Director, who applied for resignation as an independent non-executive Director, the chairwoman of the Audit Committee, a member of the Compliance and Risk Management Committee and a member of the Nomination and Remuneration Committee of the Board of Directors of the Company as she had served as an independent non-executive Director for six years. The application became effective upon delivery to the Board of Directors of the Company. According to Rule 3.21 of the Stock Exchange Listing Rules, the chairperson of the Audit Committee must be an independent non-executive Director. Following Ms. Liu Chun's resignation, the position of Audit Committee chairperson became vacant, resulting in non-compliance with Rule 3.21 of the Stock Exchange Listing Rules. The Company will re-comply with Rule 3.21 of the Stock Exchange Listing Rules no later than three months from 26 February 2025, in accordance with Rule 3.23 of the Stock Exchange Listing Rules.

Except for the above changes, as of the date of disclosure of this report, there were no other changes in the Directors, Supervisors and senior management of the Company.

Pursuant to Rule 3.09D of the Stock Exchange Listing Rules, Mr. Xue Jun (appointed as an executive Director of the Company on 23 January 2024) and Mr. Liu Li (appointed as an independent non-executive Director of the Company on 23 January 2024) obtained the legal opinion referred to in Rule 3.09D on the same day. Mr. Ma Zhiming (appointed as an independent non-executive Directors of the Company on 28 June 2024) obtained the legal opinion referred to in Rule 3.09D on the same day. Ms. Huang Yan and Mr. Song Weigang (both appointed as non-executive Directors of the Company on 30 December 2024) obtained the legal opinions referred to in Rule 3.09D on the same day. Each of the above appointed Directors has confirmed that he/she understands his/her responsibilities as a Director and the potential consequences of making false statements or providing false information to the Hong Kong Stock Exchange.

V. PARTICULARS OF PENALTIES IMPOSED BY SECURITIES REGULATORY AUTHORITIES ON DIRECTORS, SUPERVISORS AND SENIOR MANAGEMENT DURING THEIR TENURES WITH THE COMPANY WITHIN THE LAST THREE YEARS

As at the End of the Reporting Period, none of the existing Directors, Supervisors and senior management of the Company and those resigned during the Reporting Period had been subject to any penalties imposed by securities regulatory authorities during the last three years.

VI. STAFF AND REMUNERATION

(i) Staff

Number of employees of the parent	11,040
Number of employees of major subsidiaries	3,666
Total number of employees	**14,706**
Number of resigned and retired employees with expenses borne by the parent and major subsidiaries	1,312

Profession structure	Number of persons
Securities brokerage	9,374
Futures brokerage	610
Investment banking	633
Asset management	186
Proprietary trading	362
Private equity investment	56
Investment research	305
Institutional business	174
Clearing	255
Legal/Risk control/Audit	840
Information technology	816
Finance and capital management	431
Administrative management	664
Total	**14,706**

Educational background	Number of persons
Doctors	116
Masters	3,963
Bachelors	9,113
Associate degree and below	1,514
Total	**14,706**

At the End of the Reporting Period, the proportion of male and female employees (including senior management) of the Group was 53.0% and 47.0%, respectively. The Board was of the view that the Group achieved a gender balance in the workplace.

The Group has put in place suitable recruitment and selection measures and established talent management and training programs to consider diverse candidates. During the Reporting Period, the Board was not aware of any mitigating factors or circumstances that would make gender diversity for all current employees, including senior management, more challenging or less relevant.

(ii) Remuneration Policy

The remuneration of employees of the Company comprises basic remuneration, allowances, performance-based bonus and welfare benefits. The basic remuneration is a relatively fixed part in the composition of remuneration, which is the basic income of staff. The pay scale of basic remuneration corresponds to the rank of employees. The allowances include allowances for managerial positions and expertise allowances for talents, which are supplement to the basic remuneration. The performance-based bonus will be distributed based on the achievement of performance and results of performance assessment. The Company has provided social insurance and housing provident fund and other statutory benefits to its staff according to relevant requirements of the PRC. Meanwhile, in order to improve benefits coverage, the Company also provided enterprise annuity and supplementary medical insurance for its employees.

(iii) Training Plan

During the Reporting Period, the Company held a total of 3,244 online and offline trainings, with 454,333 participants and a total training course duration of 799,233 hours. Of which:

1. At the Company level, 53 trainings were held, with 163,021 participants and 372,213.21 training hours.

2. At the business unit level and branch offices, 3,191 trainings were organised, with 291,312 participants and 427,019.79 training hours.

The Company's training covers management training, business training, general skills training, vocational skills training and Party school training. The Company will further promote the scientific, institutionalised and standardised education and training for its cadres and talents.

(iv) Labor Outsourcing

Total working hours outsourced	370,350.04 working hours
Total remuneration paid for labour outsourcing	RMB19,899,204.64

VII. DETAILS OF ENGAGING BROKERS TO SOLICIT CLIENTS AND PROVIDE CLIENT SERVICES

Securities brokers entered into agency contracts with the Company, accepting the Company's mandate. They are natural persons other than the Company's employees who act as agents and engage in brokerage related activities such as client solicitation and client services within the authorisation of the Company. The Company adopts centralised management of such brokers. The headquarters of the Company formulated securities broker management measures and related systems, established a securities broker management platform, and centralised the management of securities branches and brokers' qualification review, registration, business training, performance appraisal, risk control etc. The Company's securities branches are responsible for the daily management of brokers. As at the End of the Reporting Period, there were 224 brokers working for the Company.

SECTION IX CORPORATE GOVERNANCE REPORT

I. INFORMATION ON CORPORATE GOVERNANCE

(i) Overview of Corporate Governance

As a public company listed in Mainland China and Hong Kong, the Company strictly conforms to the requirements of the laws, regulations and regulatory documents of the domestic and overseas jurisdictions where the Company is listed, to regulate its operation, and continues its dedication to maintaining and improving the outstanding image of the Company in the market. The Company has established a solid and comprehensive corporate governance structure comprising the general meeting, the Board of Directors, the Supervisory Committee and the Executive Committee which formed a complete corporate governance system in standard operation covering consideration, resolution, mandate and execution with clearly defined responsibilities among the organ of power, the decision-making body, the supervision body and the management.

In accordance with the provisions of laws, regulations and regulatory documents, the Company has formulated the corporate governance systems including the Articles of Association, the Rules of Procedure of the General Meetings, the Rules of Procedure of the Board of Directors, the Rules of Procedure of the Supervisory Committee, the Rules of Procedure of the Executive Committee which set out the scope of responsibilities and working procedures of the general meeting, the Board of Directors, the Supervisory Committee and the Executive Committee, providing an institutional guarantee for the standardised operation of the Company. Meanwhile, the Strategy and Development Committee, the Compliance and Risk Management Committee, the Nomination and Remuneration Committee and the Audit Committee have been established under the Board. The rules of procedure of each special committee are developed accordingly, defining clearly their duties and responsibilities and the procedures and rules of meetings that enable their roles to be played to the full extent in each special committee.

During the Reporting Period, the Company strictly complied with the requirements of the corporate governance systems to ensure that the convening, holding and voting procedures of the general meeting, and the meetings of the Board of Directors and the Supervisory Committee were in compliance with laws and regulations, information was disclosed in a timely and fair manner and such information was true, accurate and complete. The Company attached great importance to safeguarding the rights and interests of investors and sought to provide comprehensive and effective investor relations services. At the same time, the Company strictly complied with the CG Code set out in Appendix C1 to the Stock Exchange Listing Rules. During the Reporting Period, the Company fully complied with all code provisions in the CG Code, and met the requirements of the vast majority of the recommended best practice provisions set out in the CG Code.

Guided by the Ten Elements of Culture Building in the Securities Industry《(證券行業文化建設十要素》 issued by the Securities Association of China, the Company actively cultivates a culture in line with the securities industry, focusing on "compliance, integrity, professionalism, and stability". It has established a robust corporate governance system to create effective incentives, constraints, and checks and balances. By integrating culture building with corporate governance, development strategies, operational methods, and behavioural norms, we aim to ensure that specific operational decisions align with the Company's development strategies and cultural concepts. For information on the construction of the Company's corporate culture, please refer to "SECTION V DIRECTORS' REPORT – XV. OTHER DISCLOSURES – (ix) Active performance of social responsibilities" and "XII. DEVELOPMENT OF COMPLIANCE MANAGEMENT SYSTEM, AND INSPECTION AND AUDIT COMPLETED BY THE COMPLIANCE DEPARTMENT AND THE AUDIT DEPARTMENT DURING THE REPORTING PERIOD" in this report.

(ii) Information of Insider Registration Management

Subject to the Requirements for the Establishment of Administrative System for Registration of Insider of Listed Companies issued by the CSRC, the Company has formulated and strictly implemented the Insider Registration System of the Company, and has conducted registration and filing of insiders in accordance with requirements under the system.

(iii) Corporate Governance Policies and the Responsibilities of the Board in respect of Corporate Governance

The Company strictly complied with the Stock Exchange Listing Rules and the CG Code as corporate governance policies. In respect of corporate governance, the duties of the Board are:

(1) to develop and review the Company's policies and practices on corporate governance;

(2) to review and supervise the training and continuing professional development for the Directors and senior management;

(3) to review and supervise the Company's policies and practices in complying with relevant laws and regulatory rules;

(4) to develop, review and supervise the code of conduct and compliance manual applicable to employees and Directors; and

(5) to review the Company's compliance with the related code provisions and the disclosure in the "Corporate Governance Report".

Details of the performance of duties by the Board and its special committees during the Reporting Period are set out in "III. BOARD MEETINGS AND PERFORMANCE OF DUTIES BY DIRECTORS" and "IV. COMPOSITION AND OPERATION OF SPECIAL COMMITTEES UNDER THE BOARD" of this section.

II. INTRODUCTION TO GENERAL MEETINGS

Session of meeting	Date of the meeting	Index for the designated websites on which resolutions were published	Date of publication of resolutions	Resolution(s) of the meeting
2024 first extraordinary general meeting	23 January 2024	http://www.sse.com.cn https://www.hkexnews.hk https://www.chinastock.com.cn	23 January 2024	For details of resolutions of the meeting, please refer to the description of general meeting
2023 annual general meeting	28 June 2024	http://www.sse.com.cn https://www.hkexnews.hk https://www.chinastock.com.cn	28 June 2024	For details of resolutions of the meeting, please refer to the description of general meeting
2024 second extraordinary general meeting	28 November 2024	http://www.sse.com.cn https://www.hkexnews.hk https://www.chinastock.com.cn	28 November 2024	For details of resolutions of the meeting, please refer to the description of general meeting
2024 third extraordinary general meeting	30 December 2024	http://www.sse.com.cn https://www.hkexnews.hk https://www.chinastock.com.cn	30 December 2024	For details of resolutions of the meeting, please refer to the description of general meeting

DESCRIPTION OF GENERAL MEETINGS

As the supreme authority of the Company, the general meeting of the Company exercises its powers according to the requirements of the Articles of Association and the Rules of Procedure of the General Meetings. The Company strictly adheres to the rules in convening and conducting the general meeting and ensures that all shareholders have equal status and can fully exercise their rights. During the Reporting Period, the Company convened 4 general meetings, the details and resolutions of which are as follows:

1. On 23 January 2024, the first extraordinary general meeting of the Company for the year 2024 was convened to consider and approve the Resolution on the Election of Mr. Xue Jun as an Executive Director of the Company, the Resolution on the Election of Mr. Liu Li as an Independent Non-executive Director of the Company, the Resolution on Consideration of the Remuneration Settlement Plans for Mr. Chen Liang and Ms. Qu Yanping for 2022 (including two sub-resolutions, namely the Remuneration Settlement Plan for Mr. Chen Liang for 2022 and the Remuneration Settlement Plan for Ms. Qu Yanping for 2022) and the Resolution on Consideration of the Allowance Standards for External Supervisors.

2. On 28 June 2024, the annual general meeting of the Company for the year 2023 was convened to consider and approve the Resolution on Consideration of the Final Accounts Plan of the Company for 2023, the Resolution on Consideration of the Profit Distribution Plan of the Company for 2023, the Resolution on Consideration of the Annual Report 2023 of the Company, the Resolution on Consideration of the Work Report of the Board of Directors of the Company for 2023, the Resolution on Consideration of the Work Report of the Supervisory Committee of the Company for 2023, the Resolution on the Appointment of the External Auditors of the Company for 2024, the Resolution on Consideration of the Duty Reports of the Independent Directors of the Company for 2023 (including four sub-resolutions, namely the Duty Report of the Independent Director for 2023 (Liu Chun), the Duty Report of the Independent Director for 2023 (Law Cheuk Kin, Stephen), the Duty Report of the Independent Director for 2023 (Wang Zhenjun) and the Duty Report of the Independent Director for

2023 (Liu Ruizhong)), the Resolution on Consideration of the Relevant Arrangement for Interim Profit Distribution of the Company for 2024, the Resolution on Consideration of the Amendments to the Rules of Procedure of the Board of Directors, the Resolution on Consideration of the Amendments to the Working Rules for Independent Directors, the Resolution on Consideration of the Amendments to the Measures for the Management of Proceeds, the Resolution on the Increase of Registered Capital of the Company and the Amendments to the Articles of Association and the Resolution on the Election of Mr. Ma Zhiming as an Independent Director of the Company.

3. On 28 November 2024, the second extraordinary general meeting of the Company for the year 2024 was convened to consider and approve the Resolution on Considering the Capital Expenditure Budget of the Company for 2024 and the Resolution on Considering the Interim Profit Distribution Plan of the Company for the year 2024.

4. On 30 December 2024, the third extraordinary general meeting of the Company for the year 2024 was convened to consider and approve the Resolution on Proposing to the General Meeting for the Election of Executive and Non-Executive Directors of the Fifth Session of the Board of Directors (including six sub-resolutions: the Resolution on Proposing to the General Meeting for the Election of Mr. Wang Sheng as an Executive Director of the Fifth Session of the Board of Directors, the Resolution on Proposing to the General Meeting for the Election of Mr. Xue Jun as an Executive Director of the Fifth Session of the Board of Directors, the Resolution on Proposing to the General Meeting for the Election of Mr. Yang Tijun as a Non-Executive Director of the Fifth Session of the Board of Directors, the Resolution on Proposing to the General Meeting for the Election of Ms. Li Hui as a Non-Executive Director of the Fifth Session of the Board of Directors, the Resolution on Proposing to the General Meeting for the Election of Ms. Huang Yan as a Non-Executive Director of the Fifth Session of the Board of Directors, and the Resolution on Proposing to the General Meeting for the Election of Mr. Song Weigang as a Non-Executive Director of the Fifth Session of the Board of Directors), the Resolution on Proposing to the General Meeting for the Election of Independent Non-Executive Directors of the Fifth Session of the Board of Directors (including four sub-resolutions: the Resolution on Proposing to the General Meeting for the Election of Ms. Liu Chun as an Independent Non-Executive Director of the Fifth Session of the Board of Directors, the Resolution on Proposing to the General Meeting for the Election of Mr. Law Cheuk Kin, Stephen as an Independent Non-Executive Director of the Fifth Session of the Board of Directors, the Resolution on Proposing to the General Meeting for the Election of Mr. Liu Li as an Independent Non-Executive Director of the Fifth Session of the Board of Directors, and the Resolution on Proposing to the General Meeting for the Election of Mr. Ma Zhiming as an Independent Non-Executive Director of the Fifth Session of the Board of Directors), and the Resolution on Proposing to the General Meeting for the Election of the Shareholder Supervisors and External Supervisors of the Fifth Session of the Board of Supervisors (including three sub-resolutions: the Resolution on Proposing to the General Meeting for the Election of Ms. Qu Yanping as a Supervisor of the Fifth Session of the Supervisory Committee, the Resolution on Proposing to the General Meeting for the Election of Mr. Fan Wenbo as a Supervisor of the Fifth Session of the Supervisory Committee, and the Resolution on Proposing to the General Meeting for the Election of Mr. Tao Libin as a Supervisor of the Fifth Session of the Supervisory Committee).

III. BOARD MEETINGS AND PERFORMANCE OF DUTIES BY DIRECTORS

(i) Composition of the Board of Directors

The Board will constantly modify the rules of procedure of the Board of Directors, and exert professional advantage of special committees to further improve its decision-making efficiency and standard. The independent non-executive Directors have faithfully performed their duties and have protected the overall interests of the Company, especially the interests of small and medium shareholders, which ensured the independence and scientificity of the decision-making by the Board.

As at the End of the Reporting Period, the Board comprises 10 Directors, including 2 executive Directors (Mr. Wang Sheng and Mr. Xue Jun), 4 non-executive Directors (Mr. Yang Tijun, Ms. Li Hui, Ms. Huang Yan, Mr. Song Weigang), 4 independent non-executive Directors (Ms. Liu Chun, Mr. Law Cheuk Kin, Stephen, Mr. Liu Li and Mr. Ma Zhiming). The number of independent non-executive Directors accounts for no less than one-third of the number of Directors. Mr. Wang Sheng is the chairman of the Board of the Company and Mr. Xue Jun is the president of the Company. There is no relationship (including financial, business, family and other major or relevant relations) between or amongst the Directors, Supervisors and senior management officers. During the Reporting Period and as of the date of disclosure of this report, the changes in the members of the Board are shown in the section headed "SECTION VIII DIRECTORS, SUPERVISORS, SENIOR MANAGEMENT AND STAFF – IV. CHANGES IN DIRECTORS, SUPERVISORS AND SENIOR MANAGEMENT OF THE COMPANY".

Directors are elected by the general meeting and are eligible for re-election upon the expiration of the term, which is 3 years. The Company confirms that it has received the annual confirmation of independence from each of the independent Directors pursuant to Rule 3.13 of the Stock Exchange Listing Rules and the Company continues to confirm the independence of the independent Directors.

According to the resolutions passed at the general meeting, the Company has purchased liability insurance for Directors, Supervisors and senior management to control the legal and regulatory risks which the Directors, Supervisors and senior management may encounter during the performance of their duties and to further encourage them to perform their duties fully and diligently.

The Company has established and improved the relevant work system for independent non-executive Directors. The Working Rules for Independent Directors stipulates the qualifications of independent Directors, the nomination, election and replacement of independent Directors, the special functions and powers of independent Directors and the independent opinions of independent Directors, and provides necessary conditions for independent Directors. During their term of office, independent non-executive Directors of the Company were able to abide by laws, regulations and the relevant provisions of the Articles of Association, and had sufficient time and energy to perform their duties. When making independent judgments, they were not affected by the Company's major shareholders and other organisations and individuals with interests in the Company. They had tried their best to safeguard the interests of the Company and small and medium shareholders. The independent non-executive Directors of the Company actively participated in various Board meetings. The Board of Directors of the Company and its special committees were staffed with independent non-executive Directors, of which the Audit Committee and the Nomination and Remuneration Committee were chaired by independent non-executive Directors as required.

The Company is of the view that the composition of the Board of the Company (including the number and proportion of independent non-executive Directors), the establishment of the work system for independent directors, and the performance of Director Nomination Process and the Board Diversity Policy (for detailed information, please refer to "III. Board Meetings and Performance of Duties by Directors - (ix) Diversity Policy") can guarantee the Board obtain independent views and opinions.

(ii) Attendance of Directors at Board Meetings and General Meetings

Name of Director	Independent Director	Attendance at Board meetings						Attendance at general meetings
		Required attendance during the year	Attendance in person	Attendance via communication device	Attendance by proxy	Absence	Absence from two consecutive meetings in person	Number of general meetings attended
Wang Sheng	No	11	10	5	1	–	No	4
Xue Jun	No	11	11	5	–	–	No	3
Li Hui	No	11	11	6	–	–	No	4
Yang Tijun	No	11	11	6	–	–	No	4
Huang Yan	No	1	1	–	–	–	No	–
Song Weigang	No	1	1	–	–	–	No	–
Liu Chun	Yes	11	11	5	–	–	No	4
Law Cheuk Kin, Stephen	Yes	11	9	9	2	–	No	2
Liu Li	Yes	11	11	7	–	–	No	3
Ma Zhiming	Yes	6	6	2	–	–	No	2
Liu Chang (resigned during the Reporting Period)	No	10	10	8	–	–	No	4
Liu Zhihong (resigned during the Reporting Period)	No	10	7	6	3	–	No	4
Wang Zhenjun (resigned during the Reporting Period)	Yes	4	4	2	–	–	No	1
Jiang Yuesheng (resigned during the Reporting Period)	No	–	–	–	–	–	No	–

Note 1: On 28 March 2024, the Company held the 25th (regular) meeting of the fourth session of the Board of Directors. Mr. Wang Sheng (Chairman of the Board), Mr. Liu Zhihong (Director) and Mr. Law Cheuk Kin, Stephen (Independent Director) failed to attend the meeting in person due to work. Mr. Wang Sheng (Chairman of the Board) authorised Mr. Xue Jun (vice Chairman of the Board) in writing to attend and vote at the meeting on his behalf, Mr. Liu Zhihong (Director) authorised Mr. Yang Tijun (Director) in writing to attend and vote at the meeting on his behalf and Mr. Law Cheuk Kin, Stephen (Independent Director) authorised Ms. Liu Chun (Independent Director) in writing to attend and vote at the meeting on his behalf.

Note 2: On 28 June 2024, the Company held the annual general meeting for the year 2023. Mr. Law Cheuk Kin, Stephen (Independent Director) failed to attend the meeting due to other work arrangement.

Note 3: On 29 August 2024, the Company held the 30th (regular) meeting of the fourth session of the Board of Directors. Mr. Liu Zhihong (Director) authorised Mr. Yang Tijun (Director) in writing to attend and vote at the meeting on his behalf due to work arrangement.

Note 4: On 6 December 2024, the Company held the 33rd (extraordinary) meeting of the fourth session of the Board of Directors. Mr. Liu Zhihong (Director) failed to attend the meeting in person due to work and authorised Mr. Yang Tijun (Director) in writing to attend and vote at the meeting on his behalf.

Note 5: On 6 December 2024, the Company held the 33rd (extraordinary) meeting of the fourth session of the Board of Directors to consider the Resolution on the Signing of the Securities and Financial Services Framework Agreement between the Company and Galaxy Financial Holdings and Caps to Be Set for Related Party Transactions from 2025 to 2027. Mr. Yang Tijun (Director), Ms. Li Hui (Director), Ms. Liu Chang (Director) and Mr. Liu Zhihong (Director) abstained from voting.

Note 6: On 30 December 2024, the Company held the first (extraordinary) meeting of the fifth session of the Board of Directors. Mr. Law Cheuk Kin, Stephen (Independent Director) failed to attend the meeting in person due to work and authorised Ms. Liu Chun (Director) in writing to attend and vote at the meeting on his behalf.

Note 7: On 30 December 2024, the Company held the third extraordinary general meeting of 2024. Mr. Law Cheuk Kin, Stephen (Independent Director) failed to attend the meeting due to other work arrangement.

Number of Board meetings held during the Reporting Period	11
Of which: Number of meetings held via communication device	5
Number of meetings held by way of combination of on-site and communication device	6

(iii) Objection Raised by the Directors to the Relevant Issues of the Company

During the Reporting Period, no Directors raised the objection to the relevant issues of the Company and all Directors voted in favour of the proposals considered by the Board, with no abstentions and objections.

(iv) Meetings of the Board Held during the Reporting Period

The Board performs its duties in accordance with the relevant regulations and the requirements of the Articles of Association and the Rules of Procedure of the Board of Directors of the Company. During the Reporting Period, the Company held 11 Board meetings in total through communication tool or a combination of on-site meetings and communication tools, details of which are as follows:

Session of meeting	Date of the meeting	Resolution(s) of the meeting
The 24th (Extraordinary) Meeting of the Fourth Session of the Board of Directors	23 January 2024	Considered and adopted: 1. the Resolution on Considering the Appointment of Mr. Xue Jun as the Vice Chairman of the Company 2. the Resolution on Adjustments to the Composition of Special Committees of the Board of Directors 3. the Resolution on Considering the Appointment of Mr. Liu Bing as the Board Secretary of the Company 4. the Resolution on Considering the Rules on Integrity (Revised in 2024) of China Galaxy Securities Co., Ltd.

Session of meeting	Date of the meeting	Resolution(s) of the meeting
The 25th (Regular) Meeting of the Fourth Session of the Board of Directors	28 March 2024	Considered and adopted: 1. the Resolution on Considering the 2023 Final Accounts Plan of China Galaxy Securities Co., Ltd. 2. the Resolution on Considering the 2023 Profit Distribution Plan of China Galaxy Securities Co., Ltd. 3. the Resolution on Considering the 2023 Compliance Report of China Galaxy Securities Co., Ltd. 4. the Resolution on Considering the 2023 Risk Management Report of China Galaxy Securities Co., Ltd. 5. the Resolution on Considering the 2023 Internal Control Evaluation Report of the Company 6. the Resolution on Considering the 2023 Information Technology Management Project Report 7. the Resolution on Considering the 2023 Annual Report of China Galaxy Securities Co., Ltd. 8. the Resolution on Considering the 2023 Social Responsibility and Environmental, Social and Governance Report of China Galaxy Securities Co., Ltd. 9. the 2023 Annual Work Report of the Management of China Galaxy Securities Co., Ltd. 10. the 2023 Annual Work Report of the Board of Directors of China Galaxy Securities Co., Ltd.

Session of meeting	Date of the meeting	Resolution(s) of the meeting
		11. the 2024 Key Tasks of the Board of Directors of China Galaxy Securities Co., Ltd. 12. 2023 Duty Performance Report of the Audit Committee of the Board of Directors of China Galaxy Securities Co., Ltd. 13. the 2023 Duty Performance Report of Independent Directors of China Galaxy Securities Co., Ltd. 14. the Resolution on Appointment of External Auditors of the Company for 2024 15. the Resolution on Considering that Mr. Wu Guofang's Resignation as a Business Director and a Member of the Executive Committee of the Company 16. the Resolution on Convening the 2023 Annual General Meeting of China Galaxy Securities Co., Ltd. Heard: 1. the 2023 Duty Performance Report of the Strategy and Development Committee, the Nomination and Remuneration Committee and the Compliance and Risk Management Committee of the Board of Directors 2. the 2023 Anti-Money Laundering Report of China Galaxy Securities Co., Ltd. 3. the 2023 Integrity Management Report of China Galaxy Securities Co., Ltd. 4. the Report on Progress of the Technical Business Building Projects of the Company for 2023

Session of meeting	Date of the meeting	Resolution(s) of the meeting
The 26th (Regular) Meeting of the Fourth Session of the Board of Directors	29 April 2024	Considered and adopted: 1. the Resolution on Considering the 2024 First Quarterly Report of China Galaxy Securities Co., Ltd. 2. the Resolution on the 2024 Work Plan of China Galaxy Securities Co., Ltd. 3. the Resolution on 2024 Capital Expenditure Budget of China Galaxy Securities Co., Ltd. 4. the Resolution on the Appointment of Mr. Zhang Ruibing as a Business Director and a Member of the Executive Committee of the Company 5. the Resolution on the Appointment of Mr. Wu Peng as a Business Director and a Member of the Executive Committee of the Company Heard: 2024 First Quarterly Operation Report of the Company
The 27th (Extraordinary) Meeting of the Fourth Session of the Board of Directors	31 May 2024	Considered and adopted: 1. the Resolution on Considering the Relevant Arrangement for Interim Profit Distribution of the Company for 2024 by the Board of Directors 2. the Resolution on the Increase of Registered Capital of the Company and the Amendments to the Articles of Association 3. the Resolution on Considering the Amendments to the Rules of Procedure of the Board of Directors of China Galaxy Securities Co., Ltd. 4. the Resolution on Considering the Amendments to the Working Rules for Independent Directors of China Galaxy Securities Co., Ltd. 5. the Resolution on Considering the Amendments to the Rules of Procedure of the Audit Committee of the Board of Directors of China Galaxy Securities Co., Ltd. 6. the Resolution on Considering the Amendments to the Measures for the Management of Proceeds of China Galaxy Securities Co., Ltd.

Session of meeting	Date of the meeting	Resolution(s) of the meeting
The 28th (Extraordinary) Meeting of the Fourth Session of the Board of Directors	13 June 2024	Considered and adopted: the Resolution on Recommendation of Mr. Ma Zhiming as a Candidate for Independent Director of the Company
The 29th (Extraordinary) Meeting of the Fourth Session of the Board of Directors	20 August 2024	Considered and adopted: the Resolution on Adjustments to the Composition of Special Committees of the Board of Directors
The 30th (Regular)) Meeting of the Fourth Session of the Board of Directors	29 August 2024	Considered and adopted: 1. the Resolution on Considering the 2024 Interim Report of China Galaxy Securities Co., Ltd. 2. the Resolution on Considering the 2024 Interim Profit Distribution Plan of China Galaxy Securities Co., Ltd. 3. the Resolution on Considering the Rules on Integrity (Revised in August 2024) of China Galaxy Securities Co., Ltd. 4. the Resolution on Considering the Optimisation of and Adjustments to the Organisational Structure of Headquarters of the Company by the Board of Directors 5. the Resolution on Considering the Working Rules of Specialised Meetings of Independent Directors of China Galaxy Securities Co., Ltd. Heard: 1. 2024 First Half Operation Report of the Company 2. Report on Compliance Management in the First Half of 2024 of China Galaxy Securities Co., Ltd. 3. the Report on Progress of the Technical Business Building Projects of the Company for the First Half of 2024

Session of meeting	Date of the meeting	Resolution(s) of the meeting
The 31st (Extraordinary) Meeting of the Fourth Session of the Board of Directors	30 September 2024	Considered and adopted: 1. the Resolution on Relevant Adjustments to the 2024 Work Plan of China Galaxy Securities Co., Ltd. 2. the Resolution on Relevant Adjustments to 2024 Capital Expenditure Budget of China Galaxy Securities Co., Ltd. 3. the Resolution on 2024 External Donations of China Galaxy Securities Co., Ltd.
The 32nd (Regular)) Meeting of the Fourth Session of the Board of Directors	30 October 2024	Considered and adopted: 1. the Resolution on the Third Quarterly Report of 2024 of China Galaxy Securities Co., Ltd. 2. the Resolution on Considering the Group's Risk Appetite (Revised in 2024) of China Galaxy Securities Co., Ltd. 3. the Resolution on Considering the Group's Risk Appetite Management Measures (Revised in 2024) of China Galaxy Securities Co., Ltd. 4. the Resolution on Convening the Extraordinary General Meeting of China Galaxy Securities Co., Ltd.
The 33rd (Extraordinary) Meeting of the Fourth Session of the Board of Directors	6 December 2024	Considered and adopted: 1. the Resolution on the Recommendation of Candidates for Directors of the Fifth Session of the Board of Directors of China Galaxy Securities Co., Ltd. 2. the Resolution on the Signing of the Securities and Financial Services Framework Agreement between the Company and Galaxy Financial Holdings and Caps to Be Set for Related Party Transactions from 2025 to 2027 3. the Resolution on Considering the Amendments to the Management Measures for Margin Financing and Securities Lending Business of China Galaxy Securities Co., Ltd. 4. the Resolution on Convening the Extraordinary General Meeting of China Galaxy Securities Co., Ltd. 5. the Resolution on Considering the 2023 Assessment Results of Chief Compliance Officer by the Board of Directors Heard: the Report on the Interim Evaluation of the Strategic Planning (2023-2025) of China Galaxy Securities Co., Ltd. and Measures to Improve its Implementation

Session of meeting	Date of the meeting	Resolution(s) of the meeting
The First (Extraordinary) Meeting of the Fifth Session of the Board of Directors	30 December 2024	Considered and adopted: 1. the Resolution on Considering the Appointment of Mr. Wang Sheng as Chairman of the Board of Directors of the Company 2. the Resolution on Considering the Appointment of Mr. Xue Jun as Vice Chairman of the Board of Directors of the Company 3. the Resolution on Considering the Composition of Special Committees of the Fifth Session of the Board of Directors 4. the Resolution on Reappointment of Senior Management and Composition of the Executive Committee of the Company 5. the Resolution on the Amendments to the Rules of Procedure of the Strategy and Development Committee of the Board of Directors of the Company

Pursuant to Rule C.2.7 of the CG Code set out in Appendix C1 to the Stock Exchange Listing Rules, which states that "the chairman should at least annually hold a meeting with the independent non-executive directors without the presence of other directors", during the Reporting Period, Mr. Wang Sheng, the Chairman of the Board of Directors, proposed and convened the independent non-executive Directors of the Company to hold the 1st meeting of independent non-executive Directors of the fifth session of the Board of Directors on 30 December 2024, at which communication and exchange were made on matters relating to the construction of the Board of Directors and the operation and management of the Company.

In addition, in accordance with the Plan on Authorisation Granted by the General Meeting to the Board of Directors of the Company, the general meeting granted authorisation to the Board of Directors in respect of matters such as proprietary investment business, issuance of debt financing instruments, the establishment of and investment in legal entities, acquisition/disposal/write-off of assets, external donations and external guarantees. Upon verification, during the Reporting Period, the Board of Directors did not exceed the scope of authorisations granted by the general meeting in its implementation of the authorisations granted by the general meeting.

(v) Objection Raised by Independent Directors to the Relevant Issues of the Company

Nil

(vi) Term of Office of Non-executive Directors

All non-executive Directors and independent non-executive Directors of the Company are appointed for a term of three years.

(vii) Duties of the Board of Directors and the Management

The powers and duties of the Board and the management are clearly set out in the Articles of Association, which provides for an adequate check and balance mechanism to ensure good corporate governance and internal control.

The duties of the Board include convening general meetings, executing the resolutions passed at general meetings, determining the business and investment plans of the Company, determining the establishment of internal management organisations, appointing or dismissing the general manager (president), the Board secretary and the compliance officer, appointing or dismissing the deputy general manager (vice-president), the finance manager and other senior management officers according to the nomination by the general manager (president) and determining their remuneration and incentive and punishment, establishing the basic administrative systems of the Company and supervising, reviewing and evaluating the establishment and execution of various internal control systems of the Company.

The management of the Company, among other things, organises the implementation of resolutions of the Board, organises the implementation of the annual business and investment plans of the Company, consistently executes the financial budget of the Company, formulates the specific rules of the Company and decides on the employment and dismissal of employees.

The chairman of the Board leads the Board to determine the Company's development strategies, to ensure the effective operation of the Board and the performance of its duties, and to fully discuss the issues within the scope of responsibilities of the Board, ensuring the information which is necessary for the Board to make decisions are true, accurate, complete and timely, ensuring the Company follows good corporate governance procedures and that the Board's decisions are in the best interests of the Company and all shareholders. During the Reporting Period, the president was in charge of the operational management of the Company, organised the implementation of resolutions of the Board and reported to the Board.

(viii) Training of Directors

During the Reporting Period, the Directors of the Company focused on updating expertise and skills to adapt to the needs of the Company's development in the following methods and in the main contents:

Name	Position	Training methods and main contents
Wang Sheng	Executive Director, Chairman of the Board	1. In April 2024, he participated in the special training on "Interpretation and Analysis of the Amendments to New Company Law" organized by the Company 2. In September 2024, he participated in the online special training on "New Requirements of Shareholding Reduction" organized by the Listed Companies Association of Beijing 3. In September 2024, he participated in the online special training on "Integrity Building" organized by the Listed Companies Association of Beijing 4. In October 2024, he participated in the online special training on "ESG and Sustainable Development" organized by the Listed Companies Association of Beijing 5. In October 2024, he participated in the online special training on Answers to Questions Related to Handling Criminal Cases of Financial Fraud organized by the Listed Companies Association of Beijing 6. In October 2024, he participated in the on-site special training on "2024 ESG Policy Trends and Industry Management Practices" provided by Shanghai Shangdaolide Management Consulting Co., Ltd. (上海商道禮德管理諮詢有限公司) 7. In November 2024, he participated in the "Anti-money Laundering Training for Directors, Supervisors and Senior Management in 2024" organized by the Company
Xue Jun	Executive Director, Vice Chairman of the Board	1. In January 2024, he participated in H Share Rules training for new Directors provided by Latham & Watkins LLP 2. In April 2024, he participated in the special training on "Interpretation and Analysis of the Amendments to New Company Law" organized by the Company 3. In August 2024, he participated in the online special training on "M&A Restructuring" organized by the Listed Companies Association of Beijing 4. In September 2024, he participated in the online special training on "New Requirements of Shareholding Reduction" organized by the Listed Companies Association of Beijing 5. In September 2024, he participated in the online special training on "Integrity Building" organized by the Listed Companies Association of Beijing 6. In October 2024, he participated in the online special training on Answers to Questions Related to Handling Criminal Cases of Financial Fraud organized by the Listed Companies Association of Beijing 7. In October 2024, he participated in the on-site special training on "2024 ESG Policy Trends and Industry Management Practices" provided by Shanghai Shangdaolide Management Consulting Co., Ltd. (上海商道禮德管理諮詢有限公司) 8. In November 2024, he participated in the "Anti-money Laundering Training for Directors, Supervisors and Senior Management in 2024" organized by the Company

Name	Position	Training methods and main contents
Yang Tijun	Non-executive Director	1. In April 2024, he participated in the special training on "Interpretation and Analysis of the Amendments to New Company Law" organized by the Company 2. In June 2024, he participated in the online special training on "Amendments to the Company Law" organized by the Listed Companies Association of Beijing 3. In September 2024, he participated in the special training on "Related Party Identification, Connected Transactions Management and Risk Point Identification of Connected Transactions" provided by external auditors 4. In September 2024, he participated in the online special training on "Integrity Building" organized by the Listed Companies Association of Beijing 5. In September 2024, he participated in the training course of the Hong Kong Governance Institute 6. In October 2024, he participated in the special training on "2024 ESG Policy Trends and Industry Management Practices" provided by Shanghai Shangdaolide Management Consulting Co., Ltd. (上海商道禮德管理諮詢有限公司) 7. In November 2024, he participated in the "Anti-money Laundering Training for Directors, Supervisors and Senior Management in 2024" organized by the Company
Li Hui	Non-executive Director	1. In April 2024, she participated in the special training on "Interpretation and Analysis of the Amendments to New Company Law" organized by the Company 2. In September 2024, she participated in the special training on "Related Party Identification, Connected Transactions Management and Risk Point Identification of Connected Transactions" provided by external auditors 3. In September 2024, she participated in the online special training on "Integrity Building" organized by the Listed Companies Association of Beijing 4. In September 2024, she participated in the training course of the Hong Kong Governance Institute 5. In October 2024, she participated in the online special training on "ESG and Sustainable Development" organized by the Listed Companies Association of Beijing 6. In October 2024, she participated in the special training on "2024 ESG Policy Trends and Industry Management Practices" provided by Shanghai Shangdaolide Management Consulting Co., Ltd. (上海商道禮德管理諮詢有限公司) 7. In November 2024, she participated in the "Anti-money Laundering Training for Directors, Supervisors and Senior Management in 2024" organized by the Company

Name	Position	Training methods and main contents
Huang Yan	Non-executive Director	In December 2024, she participated in H Share Rules training for new Directors provided by Latham & Watkins LLP
Song Weigang	Non-executive Director	In December 2024, he participated in H Share Rules training for new Directors provided by Latham & Watkins LLP
Liu Chun	Independent Non-executive Director	1. In April 2024, she participated in the special training on "Interpretation and Analysis of the Amendments to New Company Law" organized by the Company 2. In August 2024, she participated in the online special training on "M&A Restructuring" organized by the Listed Companies Association of Beijing 3. In September 2024, she participated in the online special training on "New Requirements of Shareholding Reduction" organized by the Listed Companies Association of Beijing 4. In October 2024, she participated in the online special training on Answers to Questions Related to Handling Criminal Cases of Financial Fraud organized by the Listed Companies Association of Beijing 5. In October 2024, she participated in the special training on "2024 ESG Policy Trends and Industry Management Practices" provided by Shanghai Shangdaolide Management Consulting Co., Ltd. (上海商道禮德管理諮詢有限公司) 6. In November 2024, she participated in the "Anti-money Laundering Training for Directors, Supervisors and Senior Management in 2024" organized by the Company
Law Cheuk Kin, Stephen	Independent Non-executive Director	1. In April 2024, he participated in the special training on "Interpretation and Analysis of the Amendments to New Company Law" organized by the Company 2. In June 2024, he participated in the online special training on "Amendments to the Company Law" organized by the Listed Companies Association of Beijing 3. In August 2024, he participated in the online special training on "Information Disclosure" organized by the Listed Companies Association of Beijing 4. In August 2024, he participated in the online special training on "M&A Restructuring" organized by the Listed Companies Association of Beijing 5. In September 2024, he participated in the online special training on "Integrity Building" organized by the Listed Companies Association of Beijing 6. In October 2024, he participated in the special training on "2024 ESG Policy Trends and Industry Management Practices" provided by Shanghai Shangdaolide Management Consulting Co., Ltd. (上海商道禮德管理諮詢有限公司) 7. In November 2024, he participated in the "Anti-money Laundering Training for Directors, Supervisors and Senior Management in 2024" organized by the Company

Name	Position	Training methods and main contents
Liu Li	Independent Non-executive Director	1. In January 2024, he participated in H Share Rules training for new Directors provided by Latham & Watkins LLP 2. In April 2024, he participated in the special training on "Interpretation and Analysis of the Amendments to New Company Law" organized by the Company 3. In August 2024, he participated in the online special training on "M&A Restructuring" organized by the Listed Companies Association of Beijing 4. In September 2024, he participated in the special training on "Related Party Identification, Connected Transactions Management and Risk Point Identification of Connected Transactions" provided by external auditors 5. In September 2024, he participated in the online special training on "New Requirements of Shareholding Reduction" organized by the Listed Companies Association of Beijing 6. In September 2024, he participated in the training course of the Hong Kong Governance Institute 7. In October 2024, he participated in the online special training on Answers to Questions Related to Handling Criminal Cases of Financial Fraud organized by the Listed Companies Association of Beijing 8. In October 2024, he participated in the special training on "2024 ESG Policy Trends and Industry Management Practices" provided by Shanghai Shangdaolide Management Consulting Co., Ltd. (上海商道禮德管理諮詢有限公司) 9. In November 2024, he participated in the "Anti-money Laundering Training for Directors, Supervisors and Senior Management in 2024" organized by the Company

Name	Position	Training methods and main contents
Ma Zhiming	Independent Non-executive Director	1. In June 2024, he participated in H Share Rules training for new Directors provided by Latham & Watkins LLP 2. In July 2024, he participated in the online special training on "Governance Practices of Listed Companies" organized by the Listed Companies Association of Beijing 3. In July 2024, he participated in the online special training on the "New Nine Guidelines" and "1+N" Policy System ("1+N"政策體系) organized by the Listed Companies Association of Beijing 4. In August 2024, he participated in the online special training on "Independent Directors" organized by the Listed Companies Association of Beijing 5. In August 2024, he participated in the online special training on "M&A Restructuring" organized by the Listed Companies Association of Beijing 6. In September 2024, he participated in the special training on "Related Party Identification, Connected Transactions Management and Risk Point Identification of Connected Transactions" provided by external auditors 7. In September 2024, he participated in the online special training on "Integrity Building" organized by the Listed Companies Association of Beijing 8. In October 2024, he participated in the special training on "2024 ESG Policy Trends and Industry Management Practices" provided by Shanghai Shangdaolide Management Consulting Co., Ltd. (上海商道禮德管理諮詢有限公司) 9. In November 2024, he participated in the "Anti-money Laundering Training for Directors, Supervisors and Senior Management in 2024" organized by the Company
Liu Chang (resigned during the Reporting Period)	Non-executive Director	1. In April 2024, she participated in the special training on "Interpretation and Analysis of the Amendments to New Company Law" organized by the Company 2. In July 2024, she participated in the online special training on the "New Nine Guidelines" and "1+N" Policy System ("1+N"政策體系) organized by the Listed Companies Association of Beijing 3. In September 2024, she participated in the online special training on "Integrity Building" organized by the Listed Companies Association of Beijing 4. In October 2024, she participated in the special training on "2024 ESG Policy Trends and Industry Management Practices" provided by Shanghai Shangdaolide Management Consulting Co., Ltd. (上海商道禮德管理諮詢有限公司) 5. In November 2024, she participated in the "Anti-money Laundering Training for Directors, Supervisors and Senior Management in 2024" organized by the Company

Name	Position	Training methods and main contents
Liu Zhihong (resigned during the Reporting Period)	Non-executive Director	1. In April 2024, he participated in the special training on "Interpretation and Analysis of the Amendments to New Company Law" organized by the Company 2. In June 2024, he participated in the online special training on "New Quality Productive Forces and High-quality Development" organized by the Listed Companies Association of Beijing 3. In July 2024, he participated in the online special training on the "New Nine Guidelines" and "1+N" Policy System ("1+N"政策體系) organized by the Listed Companies Association of Beijing 4. In September 2024, he participated in the online special training on "Integrity Building" organized by the Listed Companies Association of Beijing 5. In October 2024, he participated in the special training on "2024 ESG Policy Trends and Industry Management Practices" provided by Shanghai Shangdaolide Management Consulting Co., Ltd. (上海商道禮德管理諮詢有限公司) 6. In November 2024, he participated in the "Anti-money Laundering Training for Directors, Supervisors and Senior Management in 2024" organized by the Company
Wang Zhenjun (resigned during the Reporting Period)	Independent Non-executive Director	In April 2024, he participated in the special training on "Interpretation and Analysis of the Amendments to New Company Law" organized by the Company

IV. COMPOSITION AND OPERATION OF SPECIAL COMMITTEES UNDER THE BOARD

(i) Membership of special committees under the Board

The Strategy and Development Committee, the Compliance and Risk Management Committee, the Nomination and Remuneration Committee and the Audit Committee have been established under the Board. The Committees shall assist with the work of the Board within the terms of reference specified in the rules of procedure, be accountable to and report their work to the Board. As at the End of the Reporting Period, the composition of each special committee under the Board is as follows:

Type of special committee	Chairperson	Name of member
Strategy and Development Committee	Wang Sheng (Executive Director)	Executive Director: Xue Jun Non-executive Directors: Yang Tijun, Huang Yan, Song Weigang Independent non-executive Directors: Liu Li, Ma Zhiming
Compliance and Risk Management Committee	Li Hui (Non-executive Director)	Executive Director: Xue Jun Non-executive Director: Yang Tijun Independent non-executive Directors: Liu Chun(Note), Ma Zhiming
Nomination and Remuneration Committee	Liu Li (Independent non-executive Director)	Non-executive Directors: Li Hui, Huang Yan Independent non-executive Directors: Liu Chun(Note), Luo Zhuojian, Ma Zhiming
Audit Committee	Liu Chun (Independent non-executive Director)(Note)	Non-executive Directors: Yang Tijun, Li Hui Independent non-executive Directors: Law Cheuk Kin, Stephen, Liu Li, Ma Zhiming

Note:

On 26 February 2025, Ms. Liu Chun resigned as an independent non-executive Director of the Company, the chairwoman of the Audit Committee, a member of the Compliance and Risk Management Committee and a member of the Nomination and Remuneration Committee of the Board of Directors as she had served as an independent non-executive Director for six years. According to Rule 3.21 of the Stock Exchange Listing Rules, the chairman of the audit committee must be an independent non-executive director. Following Ms. Liu Chun's resignation, the position of chairperson of the Audit Committee became vacant, resulting in non-compliance with Rule 3.21 of the Stock Exchange Listing Rules. The Company will re-comply with Rule 3.21 of the Stock Exchange Listing Rules no later than three months from 26 February 2025, in accordance with Rule 3.23 of the Stock Exchange Listing Rules.

During the Reporting Period, changes in the composition of special committees under the Board were as follows:

1. On 15 January 2024, Mr. Jiang Yuesheng resigned as a non-executive Director, employee Director, and a member of the Compliance and Risk Management Committee under the Board as he reached the statutory retirement age.

2. On 23 January 2024, Mr. Xue Jun was appointed as a member of the Strategy and Development Committee and the Compliance and Risk Management Committee; Mr. Liu Li was appointed as the chairman of the Nomination and Remuneration Committee and a member of the Strategy and Development Committee and the Audit Committee; Mr. Wang Sheng ceased to serve as a member of the Compliance and Risk Management Committee.

3. On 7 June 2024, Mr. Wang Zhenjun resigned as an independent non-executive Director of the Company and as a member of each of the Strategy and Development Committee, the Audit Committee, the Nomination and Remuneration Committee, and the Compliance and Risk Management Committee of the Board as he had served as an independent non-executive Director for six years.

4. On 20 August 2024, Mr. Yang Tijun transitioned from the role of chairman of the Compliance and Risk Management Committee to a member of the Committee; Ms. Li Hui was appointed as the chairman of the Compliance and Risk Management Committee; Mr. Ma Zhiming was appointed as a member of each of the Nomination and Remuneration Committee, the Strategy and Development Committee, the Compliance and Risk Management Committee, and the Audit Committee.

5. On 30 December 2024, Ms. Liu Chang retired from her positions as non-executive Director of the Company and member of the Strategy and Development Committee and the Nomination and Remuneration Committee upon the expiration of her term. Mr. Liu Zhihong retired from his positions as non-executive Director of the Company and member of the Strategy and Development Committee upon the expiration of his term.

6. On 30 December 2024, Ms. Huang Yan was appointed as a member of the Strategy and Development Committee and the Nomination and Remuneration Committee, and Mr. Song Weigang was appointed as a member of the Strategy and Development Committee.

(ii) Special committees under the Board and performance of duties

1. The Strategy and Development Committee

(1) Functions of the Committee

The main duties, responsibilities and authorities of the Strategy and Development Committee are: 1) to review the strategic development plans and to make recommendations to the Board; 2) to review the Company's strategic capital allocation plans and to make recommendations to the Board; 3) to evaluate the balanced development of various businesses and to make recommendations to the Board; 4) to review the major organisational restructuring and organisational structure plans and to make recommendations to the Board; 5) to conduct preliminary review of the Company's major investments, assets disposals and financing plans and to make recommendations to the Board; 6) to research and provide decision-making and consulting suggestions on the Company's sustainable development/ESG (environmental, social and governance) management, to supervise on the implementation and target progress of sustainable development/ESG strategy and to hear the feedback opinions of internal and external stakeholders on sustainable development/ESG; 7) to urge the Company to strengthen communication with stakeholders on important sustainable development/ESG matters, to pay attention to significant risks related to sustainable development/ESG and to conduct preliminary review of the Company's sustainable development/ESG report; 8) to study other major issues affecting the development of the Company and to make recommendations to the Board; 9) to deal with other matters authorised by the Board.

(2) Meetings of the Committee

During the Reporting Period, the Strategy and Development Committee convened 7 meetings. Details of the meetings are as follows:

Date of the meeting	Content of the meeting	Key opinions and recommendations
26 March 2024	Considered and adopted: 1. the Resolution on Considering the 2023 Information Technology Management Project Report 2. the 2023 Annual Work Report of the Board of Directors of China Galaxy Securities Co., Ltd. 3. the 2024 Key Tasks of the Board of Directors of China Galaxy Securities Co., Ltd. 4. the 2023 Duty Performance Report of the Strategy and Development Committee of the Board of Directors 5. the Resolution on Considering the 2023 Profit Distribution Plan of China Galaxy Securities Co., Ltd.	1. In the process of conducting investment business, the Company should take into account the relationship between the investment scale and the improvement of effectiveness of resource utilisation. 2. The Company further enrich and improve the ESG management initiatives and work plans to continuously enhance the ESG management capability and the ability to serve and support the national strategy.
26 April 2024	Considered and adopted: 1. the Resolution on the 2024 Work Plan of China Galaxy Securities Co., Ltd. 2. the Resolution on 2024 Capital Expenditure Budget of China Galaxy Securities Co., Ltd.	–

Date of the meeting	Content of the meeting	Key opinions and recommendations
30 May 2024	Considered and adopted: 1. the Resolution on Considering the Relevant Arrangement for Interim Profit Distribution of the Company for 2024 by the Board of Directors 2. the Resolution on the Increase of Registered Capital of the Company and the Amendments to the Articles of Association 3. the Resolution on Considering the Amendments to the Rules of Procedure of the Board of Directors of China Galaxy Securities Co., Ltd. 4. the Resolution on Considering the Amendments to the Working Rules for Independent Directors of China Galaxy Securities Co., Ltd. 5. the Resolution on Considering the Amendments to the Measures for the Management of Proceeds of China Galaxy Securities Co., Ltd.	–
28 August 2024	Considered and adopted: 1. the Resolution on Considering the 2024 Interim Profit Distribution Plan of China Galaxy Securities Co., Ltd. 2. The Resolution on Considering the Optimisation of and Adjustments to the Organisational Structure of Headquarters of the Company by the Board of Directors 3. the Resolution on Considering the Working Rules of Specialised Meetings of Independent Directors of China Galaxy Securities Co., Ltd.	The Company should be well-prepared for profit distribution for the year.
30 September 2024	Considered and adopted: 1. the Resolution on Relevant Adjustments to the 2024 Work Plan of China Galaxy Securities Co., Ltd. 2. the Resolution on Relevant Adjustments to the 2024 Capital Expenditure Budget of China Galaxy Securities Co., Ltd. 3. the Resolution on the 2024 External Donations of China Galaxy Securities Co., Ltd.	–

Date of the meeting	Content of the meeting	Key opinions and recommendations
5 December 2024	Considered and adopted: 1. the Resolution on Considering the Amendments to the Management Measures for Margin Financing and Securities Lending Business of China Galaxy Securities Co., Ltd. 2. the Report on the Interim Evaluation of the Strategic Planning (2023-2025) of China Galaxy Securities Co., Ltd. and Measures to Improve its Implementation	1. The Company should further strengthen the identification of credit risks of margin financing and securities lending clients, and further enhance the awareness of risk prevention and control and comprehensive risk management. 2. When studying the next step of the Company's strategy, it must stand on a high position, combining the relevant opinions on "building a first-class investment bank" put forward by the Central Financial Work Conference and the New Nine Guidelines, in particular the relevant discussions on building a strong financial institution, with the Company's strategic plan. The Company should pay more attention to financial technology and do well in international business.
27 December 2024	Considered and adopted: the Resolution on the Amendments to the Rules of Procedure of the Strategy and Development Committee of the Board of Directors of the Company	–

Note 1: During the Reporting Period, members of the Strategy and Development Committee conducted research on two topics, namely Research on Digital Financial Innovation in the Context of a Strong Financial Country and Research on the High-Quality Development of China's Investment Banks.

Note 2: During the Reporting Period, members of the Strategy and Development Committee conducted special research on various lines and subsidiaries of the Company in the context of the interim evaluation of the Company's strategy.

(3) Attendance of members at meetings

Names of members	Membership duties	Required attendance	Actual attendance
Wang Sheng	Chairman	7	5
Xue Jun	Member	7	7
Yang Tijun	Member	7	7
Huang Yan	Member	–	–
Song Weigang	Member	–	–
Liu Li	Member	7	7
Ma Zhiming	Member	4	4
Liu Zhihong (resigned during the Reporting Period)	Member	7	7
Liu Chang (resigned during the Reporting Period)	Member	7	7
Wang Zhenjun (resigned during the Reporting Period)	Member	3	3

Note 1: On 26 March 2024, the Company held the 13th meeting of the Strategy and Development Committee of the fourth session of the Board of Directors, and Mr. Wang Sheng, the chairman of the Strategy and Development Committee, was unable to attend the meeting due to work reasons.

Note 2: On 28 August 2024, the Company held the 16th meeting of the Strategy and Development Committee of the fourth session of the Board of Directors and Mr. Wang Sheng, the chairman of the Strategy and Development Committee, was unable to attend the meeting due to work reasons.

2. *The Compliance and Risk Management Committee*

(1) Functions of the Committee

The main duties, responsibilities and authorities of the Compliance and Risk Management Committee are: 1) to review the Company's risk management policies and risk standards, as well as the fundamental concepts and scope of compliance management; 2) to review and provide comments on the overall target and basic policies of compliance and risk management; 3) to supervise and monitor the development of risk and compliance management systems of the Company; 4) to formulate the Company's corporate governance policies, and to monitor their implementation; 5) to review and monitor the Company's policies regarding compliance with laws and regulatory rules as well as their implementation; 6) to monitor the effective implementation of risk and compliance management by the management of the Company and to evaluate the performance of the senior management in charge of risk and compliance management; 7) to deal with other matters authorised by the Board.

(2) Meetings of the Committee

During the Reporting Period, the Compliance and Risk Management Committee convened 5 meetings. Details of the meetings are as follows:

Date of the meeting	Content of the meeting	Key opinions and recommendations
23 January 2024	Considered and adopted: the Resolution on Considering the Rules on Integrity (Revised in 2024) of China Galaxy Securities Co., Ltd.	–
26 March 2024	Considered and adopted: 1. the Resolution on Considering the 2023 Risk Management Report of China Galaxy Securities Co., Ltd. 2. the Resolution on Considering the 2023 Compliance Report of China Galaxy Securities Co., Ltd. 3. the 2023 Duty Performance Report of the Compliance and Risk Management Committee of the Board of Directors Heard: 1. the 2023 Anti-Money Laundering Report of China Galaxy Securities Co., Ltd. 2. the 2023 Report on Integrity Management of China Galaxy Securities Co., Ltd.	1. The Company should further enhance its comprehensive risk management capabilities by combining strong regulation and hot market issues. 2. The Company should intensify its efforts in overseas risk control compliance management, building risk control and compliance team and establishing information systems. 3. The Company should further enhance the construction of compliance culture and strengthen the publicity of compliance culture.

Date of the meeting	Content of the meeting	Key opinions and recommendations
28 August 2024	Considered and adopted: the Resolution on Considering the Rules on Integrity (Revised in August 2024) of China Galaxy Securities Co., Ltd. Heard: Report on Compliance Management in the First Half of 2024 of China Galaxy Securities Co., Ltd.	The Company should improve the management of the integrity of its overseas subsidiaries in terms of institutional mechanisms.
29 October 2024	Considered and adopted: 1. the Resolution on Considering the Group's Risk Appetite (Revised in 2024) of China Galaxy Securities Co., Ltd. 2. the Resolution on Considering the Group's Risk Appetite Management Measures (Revised in 2024) of China Galaxy Securities Co., Ltd.	The Company should strengthen the risk management and control of overseas investment, and the division of responsibilities and coordination among the various risk management lines of defence should be clearly defined.
5 December 2024	Considered and adopted: the Resolution on Considering and Finalizing the Assessment Results of the Compliance of Chief Compliance Officer by the Compliance and Risk Management Committee of the Board of Directors Heard: Report on the Group's Risk Management for the Third Quarter of 2024 of China Galaxy Securities Co., Ltd.	–

(3) Attendance of members at meetings

Names of members	Membership duties	Required attendance	Actual attendance
Li Hui	Chairperson	5	5
Xue Jun	Member	4	3
Yang Tijun	Member	5	5
Liu Chun	Member	5	5
Ma Zhiming	Member	3	3
Wang Sheng	Member	1	1
Wang Zhenjun (resigned during the Reporting Period)	Member	2	2
Jiang Yuesheng (resigned during the Reporting Period)	Member	–	–

Note: On 29 October 2024, the Company held the 10th meeting of the Compliance and Risk Management Committee of the fourth session of the Board, Mr. Xue Jun, a member of the Compliance and Risk Management Committee, was unable to attend the meeting due to work reasons.

3. The Nomination and Remuneration Committee

(1) Functions of the Committee

The main duties, responsibilities and authorities of the Nomination and Remuneration Committee are: 1) to make recommendations to the Board on the size and composition of the Board and the Board special committees based on the operations, the size of assets and the equity structure of the Company; 2) to make recommendations to the Board on the number and composition of the senior management based on the Company's requirements of business operation as well as the requirements of the regulatory authorities; 3) to review the selection criteria and procedures for Directors and senior management and to make recommendations to the Board; 4) to search broadly for qualified individuals as candidates for Directors and senior management; 5) to conduct review of the qualifications and conditions of the candidates for Directors based on the selection criteria and procedures and to make recommendations to the Board; 6) to review the qualifications and conditions of the candidates for general manager (president), chief compliance officer and Board secretary as nominated by the chairman, as well as the candidates for deputy general manager (vice president), chief financial officer and other senior management officers as nominated by the general manager (president), based on the selection criteria and procedures and to make recommendations to the Board; 7) to make recommendations to the Board on the candidates for members of other special committees under the Board; 8) to formulate development plans of the senior management and training plans of key candidates and to make recommendations to the Board; 9) to review and provide opinions on the assessment and remuneration management systems for Directors and senior management; 10) to formulate the criteria and the procedures for the review of the performance of Directors and senior management and to implement and provide opinions on the performance review of Directors and senior management; 11) to formulate salary incentive policies and plans for Directors (including non-executive Directors) and senior management and to make recommendations to the Board; 12) to make recommendations to the Board on the specific remuneration of executive Directors, Supervisors and senior management (including non-monetary benefits, pension rights and compensation for loss or termination of office or appointment); 13) to review the Company's basic remuneration management system and policies and to evaluate their effectiveness; 14) to deal with other matters authorised by the Board.

(2) Meetings of the Committee

During the Reporting Period, the Nomination and Remuneration Committee convened 7 meetings, details of which are as follows:

Date of the meeting	Content of the meeting	Key opinions and recommendations
23 January 2024	Considered and adopted: 1. the Resolution on Considering the Appointment of Mr. Xue Jun as the Vice Chairman of the Company 2. the Resolution on Adjustments to the Composition of Special Committees of the Board of Directors 3. the Resolution on Considering the Appointment of Mr. Liu Bing as the Board Secretary of the Company	The Company should complete the filing of directorship in a timely manner in accordance with regulatory requirements and properly manage the remuneration of Directors and senior management in accordance with relevant regulations.
26 March 2024	Considered and adopted: 1. the 2023 Duty Performance Report of the Nomination and Remuneration Committee of the Board of Directors of China Galaxy Securities Co., Ltd. 2. the Resolution on Mr. Wu Guofang's Resignation as a Business Director and a Member of the Executive Committee of the Company	The Company should complete the filing of resignations of senior management in a timely manner in accordance with regulatory requirements.

Date of the meeting	Content of the meeting	Key opinions and recommendations
26 April 2024	Considered and adopted: 1. the Resolution on the Appointment of Mr. Zhang Ruibing as a Business Director and a Member of the Executive Committee of the Company 2. the Resolution on the Appointment of Mr. Wu Peng as a Business Director and a Member of the Executive Committee of the Company	The Company should complete the filing of appointments of senior management in a timely manner in accordance with regulatory requirements and properly manage the remuneration of Directors and senior management in accordance with relevant regulations.
12 June 2024	Considered and adopted: the Resolution on Recommendation of Mr. Ma Zhiming as a Candidate for Independent Director of the Company	The Company should complete the filing of directorship in a timely manner in accordance with regulatory requirements.
19 August 2024	Considered and adopted: the Resolution on Adjustments to the Composition of Special Committees of the Board of Directors	–
5 December 2024	Considered and adopted: the Resolution on the Recommendation of Candidates for Directors of the Fifth Session of the Board of Directors of China Galaxy Securities Co., Ltd.	The Company should complete the filing of directorship in a timely manner in accordance with regulatory requirements.
27 December 2024	Considered and adopted: the Resolution on Reappointment of Senior Management and Composition of the Executive Committee of the Company	–

Note: During the Reporting Period, members of the Nomination and Remuneration Committee conducted research and investigation on the improvement of the Company's performance appraisal index system.

(3) Attendance of members at meetings

Names of members	Membership duties	Required attendance	Actual attendance
Liu Li	Chairman	6	6
Liu Chun	Member	7	7
Law Cheuk Kin, Stephen	Member	7	6
Ma Zhiming	Member	3	2
Li Hui	Member	7	7
Huang Yan	Member	–	–
Liu Chang (resigned during the Reporting Period)	Member	7	7
Wang Zhenjun (resigned during the Reporting Period)	Member	3	3

Note 1: On 26 April 2024, the Company held the 19th meeting of the Nomination and Remuneration Committee of the fourth session of the Board of Directors. Mr. Law Cheuk Kin, Stephen, a member of the Nomination and Remuneration Committee, was unable to attend the meeting due to work reasons.

Note 2: On 19 August 2024, the Company held the 21st meeting of the Nomination and Remuneration Committee of the fourth session of the Board of Directors. Mr. Ma Zhiming, a member of the Nomination and Remuneration Committee, was unable to attend the meeting due to work reasons.

4. *The Audit Committee*

(1) Functions of the Committee

The main duties, responsibilities and authorities of the Audit Committee are: 1) to review the disclosure of the Company's accounting information and other major issues, to review the Company's major accounting policies and their implementation, to supervise the Company's major financial decisions and the implementation of the annual budget, and to supervise the authenticity, accuracy and completeness of the Company's financial reports and the effectiveness of the financial reporting procedures implemented by the management; to oversee the integrity of the Company's financial statements and annual reports and accounts, semi-annual reports and quarterly reports, and to review significant comments on financial reporting contained in the statements and reports; 2) to supervise the annual audit and make judgment on the authenticity, accuracy and completeness of the audited financial reports, and to submit them to the Board for review; 3) to conduct the control of related party transactions and daily management under the leadership of the Board, mainly responsible for the analysis and confirmation of related parties, the compliance review of related party transactions and the organisation of major related party transaction decisions; 4) to review and evaluate the Company's internal control system; 5) to supervise the formulation of the Company's internal audit development plan and to approve the annual audit plan; 6) to review, supervise and evaluate the Company's internal audit, to monitor the Company's internal audit system and the implementation of internal audit plans, and to review and evaluate the procedure and effect of the work of the internal audit department; 7) to hear the internal audit business and management system, to review the annual budget and internal organisation establishment plan and full-time audit team staffing plan of the department and to review the report on the appointment and assessment of the general manager and deputy general manager of the department; 8) to make recommendations to the Board on the appointment, reappointment and removal of the external auditors, and to approve the remuneration and the terms of appointment of the external auditors and to deal with any relevant issues regarding the resignation or removal of external auditors; 9) to supervise the practice of the external auditors, to check and supervise the independence and objectivity of the external auditors and the effectiveness of the audit procedures in accordance with applicable standards; 10) to formulate and implement policies on non-audit services provided by the external auditors; 11) to urge the Company to ensure that the internal audit department has sufficient resources and to coordinate the communication between the internal audit department and the external auditors; 12) to supervise the rectification and implementation of the audit opinions by the management and to supervise the implementation of the audit conclusions by the management; 13) to deal with other matters authorised by the Board.

(2) Meetings of the Committee

During the Reporting Period, the Audit Committee convened 7 meetings, details of which are as follows:

Date of the meeting	Content of the meeting	Key opinions and recommendations
26 March 2024	Considered and adopted: 1. the Resolution on the 2023 Final Accounts Plan of China Galaxy Securities Co., Ltd. 2. the Resolution on the 2023 Internal Control Evaluation Report of the Company 3. the Resolution on the Appointment of the 2024 External Auditors of the Company 4. the Petition on Continuing to Engage an Auditor to Complete the Branches Auditing Work in 2024 5. the Petition on the 2024 Internal Audit Work Plan 6. the Resolution on the 2023 Annual Report of China Galaxy Securities Co., Ltd. 7. the Resolution on the 2023 Social Responsibility and Environmental, Social and Governance Report of China Galaxy Securities Co., Ltd. 8. the 2023 Duty Performance Report of the Audit Committee of the Board of Directors of China Galaxy Securities Co., Ltd. Heard: the external auditor's report on the annual audit work for 2023	The Company should further improve the accuracy of its application of accounting standards and continue to follow the principle of prudence in terms of the application criteria of impairment and structured entity.
26 April 2024	Considered and adopted: the Resolution on the First Quarterly Report of 2024 of China Galaxy Securities Co., Ltd.	–
30 May 2024	Considered and adopted: 1. the Resolution on Considering the Adjustments to Rules of Procedure of the Audit Committee of the Board of Directors of China Galaxy Securities Co., Ltd. 2. the Follow-up Audit Report on Corporate Anti-Money Laundering Management of the Group	–

Date of the meeting	Content of the meeting	Key opinions and recommendations
28 August 2024	Considered and adopted: 1. the Resolution on Considering the 2024 Interim Report of China Galaxy Securities Co., Ltd. 2. the 2023 Management Letter of China Galaxy Securities Co., Ltd. 3. the Report on Deficiencies Found in Evaluation of Internal Control and Rectification of Problems in 2023 Heard: the Report on the Mid-term Review of China Galaxy Securities in 2024	The Company should coordinate and optimise various strategic initiatives, adhere to its main responsibilities and core business, and steadily improve its ability to achieve high-quality development.
29 October 2024	Considered and adopted: the Resolution on Considering the Third Quarterly Report of 2024 of China Galaxy Securities Co., Ltd.	The Company is advised to continue to strengthen communication with investors on its performance and hold performance briefings after the disclosure of periodic reports.
5 December 2024	Considered and adopted: 1. the Resolution on the Signing of the Securities and Financial Services Framework Agreement between the Company and Galaxy Financial Holdings and Caps to Be Set for Related Party Transactions from 2025 to 2027 2. the Petition on the Bid-winning Results for Selection of an Intermediary to Conduct Branches Auditing Work Heard: 1. the Report on the Internal Control Inspection of the Group's Significant Fund Matters (January to June 2024) 2. the External Auditor's Audit Plan for 2024 and Pre-audit Communication	1. The Company should further improve the mechanism for regular audits of related party transactions in conjunction with the annual audit work schedule, and conduct tracking statistics and assessments of related party transactions to ensure their compliance. 2. The Company should request Ernst & Young to pay more attention to the assessment of fair value of financial instruments and consolidation of structured entities during annual audit.
27 December 2024	Considered and adopted: the Implementation Plan for the Assessment of the Internal Control and the Effectiveness of Compliance Management of the Company for 2024	–

Note: During the Reporting Period, members of the Audit Committee conducted special researches and investigation on the Company's annual work plan and capital expenditures.

(3) Attendance of members at meetings

Names of members	Membership duties	Required attendance	Actual attendance
Liu Chun	Chairperson	7	7
Law Cheuk Kin, Stephen	Member	7	6
Liu Li	Member	7	7
Ma Zhiming	Member	4	4
Yang Tijun	Member	7	7
Li Hui	Member	7	7
Wang Zhenjun (resigned during the Reporting Period	Member	3	3

Note: On 29 October 2024, the Company held the 24th meeting of the Audit Committee of the fourth session of the Board of Directors. Mr. Law Cheuk Kin, Stephen, a member of the Audit Committee, was unable to attend the meeting due to work reasons.

V. OPERATION OF THE SUPERVISORY COMMITTEE

(I) MEETINGS OF THE SUPERVISORY COMMITTEE

The Supervisory Committee performs its responsibilities and duties in accordance with the requirements of related regulations, the Articles of Association and the Rules of Procedure of the Supervisory Committee of the Company. During the Reporting Period, the Supervisory Committee held a total of 8 meetings through a combination of on-site meeting and communication tool or communication tool, details of the meetings are as follows:

Date of the meeting	Session of meeting	Resolution(s) of the meeting
28 March 2024	The 2024 first (regular) meeting of the fourth session of the Supervisory Committee	Considered and adopted: 1. the Resolution on Considering the 2023 Annual Work Report of the Supervisory Committee of China Galaxy Securities Co., Ltd. 2. the Resolution on Considering the 2024 Key Tasks of the Supervisory Committee of China Galaxy Securities Co., Ltd. 3. the Resolution on Considering the 2023 Annual Report of China Galaxy Securities Co., Ltd. 4. the Resolution on Considering the 2023 Final Accounts Plan of China Galaxy Securities Co., Ltd. 5. the Resolution on Considering the 2023 Profit Distribution Plan of China Galaxy Securities Co., Ltd. 6. the Resolution on Considering the 2023 Compliance Report of China Galaxy Securities Co., Ltd. 7. the Resolution on Considering the 2023 Risk Management Report of China Galaxy Securities Co., Ltd. 8. the Resolution on Considering the 2023 Internal Control Evaluation Report of China Galaxy Securities Co., Ltd. 9. the Resolution on Considering the 2023 Social Responsibility and Environmental, Social and Governance Report of China Galaxy Securities Co., Ltd. Heard: 1. the compliance director's Report on the 2023 Anti-Money Laundering of the Company 2. the 2023 Integrity Management Report

Date of the meeting	Session of meeting	Resolution(s) of the meeting
29 April 2024	The 2024 second (regular) meeting of the fourth session of the Supervisory Committee	Considered and adopted: 1. the Resolution on Considering the First Quarterly Report of 2024 of China Galaxy Securities Co., Ltd. 2. the Resolution on Considering the 2024 Work Plan of China Galaxy Securities Co., Ltd. Heard: 1. the Financial and Capital Headquarters' Report on leaders' duty performance benefits and business expenses for 2023 and budgeting for 2024 2. the Ernst & Young's Report on audit of the Company's annual report
31 May 2024	The 2024 third (extraordinary) meeting of the fourth session of the Supervisory Committee	Considered and adopted: 1. the Resolution on Considering the Relevant Arrangement for Interim Profit Distribution of the Company for 2024 2. the Resolution on the Increase of Registered Capital of the Company and the Amendments to the Articles of Association
29 August 2024	The 2024 fourth (regular) meeting of the fourth session of the Supervisory Committee	Considered and adopted: 1. the Resolution on Considering the 2024 Interim Report of China Galaxy Securities Co., Ltd. 2. the Resolution on Considering the 2024 Interim Profit Distribution Plan of China Galaxy Securities Co., Ltd. Heard: the Audit Headquarters' Report on Deficiencies Found in Evaluation of Internal Control and Rectification of Problems in 2023

Date of the meeting	Session of meeting	Resolution(s) of the meeting
30 September 2024	The 2024 fifth (extraordinary) meeting of the fourth session of the Supervisory Committee	Considered and adopted: the Resolution on Relevant Adjustments to the 2024 Work Plan of China Galaxy Securities Co., Ltd.
30 October 2024	The 2024 sixth (regular) meeting of the fourth session of the Supervisory Committee	Considered and adopted: the Resolution on Considering the Report for the Third Quarterly Report of 2024 of China Galaxy Securities Co., Ltd.
6 December 2024	The 2024 seventh (extraordinary) meeting of the fourth session of the Supervisory Committee	Considered and adopted: 1. the Resolution on the Signing of the Securities and Financial Services Framework Agreement between the Company and Galaxy Financial Holdings and Caps to Be Set for Related Party Transactions from 2025 to 2027 2. the Resolution on the Recommendation of Candidates for Supervisors of the Fifth Session of the Supervisory Committee of China Galaxy Securities Co., Ltd.
30 December 2024	The first (extraordinary) meeting of the fifth session of the Supervisory Committee	Considered and adopted: 1. the Resolution on the Election of Ms. Qu Yanping as the Chairwoman of the Fifth Session of the Supervisory Committee of China Galaxy Securities Co., Ltd. 2. the Resolution on the Composition of the Performance Supervision and Inspection Committee and the Financial Supervision and Inspection Committee of the Supervisory Committee of China Galaxy Securities Co., Ltd.

(ii) Attendance of Supervisors at Meetings

Name of Supervisor	Position	Required attendance during the year	Actual attendance	Of which		
				On-site attendance	Online attendance	Attendance by proxy
Qu Yanping	Chairwoman of the Supervisory Committee	8	8	6	2	–
Fan Wenbo	Shareholder Supervisor	1	1	1	–	–
Tao Libin	External Supervisor	8	8	4	4	–
Chen Jijiang	Employee Supervisor	8	8	6	2	–
Wang Dansen	Employee Supervisor	1	1	1	–	–
Wei Guoqiang (resigned during the Reporting Period)	Shareholder Supervisor	7	7	–	7	–
Fan Minfei (resigned during the Reporting Period)	Employee Supervisor	7	7	5	2	–

(iii) Whether the Supervisory Committee Had Identified Any Risk Facing the Company in Its Supervisory Activities during the Reporting Period

The Supervisory Committee had no objection to the supervision matters during the Reporting Period. All Supervisors unanimously agreed on the voting results of the resolutions considered by the Supervisory Committee with no abstentions or objections.

(iv) Training for Supervisors

Name	Position	Training methods and main contents
Qu Yanping	Chairwoman of the Supervisory Committee	1. In April 2024, she participated in the special training on "Interpretation and Analysis of the Amendments to New Company Law" organized by the Company 2. In June 2024, she participated in the online special training on "Amendments to the Company Law" organized by the Listed Companies Association of Beijing 3. In June 2024, she participated in the online special training on "New Quality Productive Forces and High-quality Development" organized by the Listed Companies Association of Beijing 4. In September 2024, she participated in the online special training on "Integrity Building" organized by the Listed Companies Association of Beijing 5. In October 2024, she participated in the online special training on Answers to Questions Related to Handling Criminal Cases of Financial Fraud organized by the Listed Companies Association of Beijing 6. In October 2024, she participated in the special training on "2024 ESG Policy Trends and Industry Management Practices" provided by Shanghai Shangdaolide Management Consulting Co., Ltd. (上海商道禮德管理諮詢有限公司) 7. In October 2024, she participated in the seminar on the Internationalization of State-owned Enterprises and Promoting the High-quality Development of "One Belt, One Road" organized by the Central Organization Department and Guanghua School of Management of Peking University 8. In November 2024, she participated in the "Anti-money Laundering Training for Directors, Supervisors and Senior Management in 2024" organized by the Company
Tao Libin	External Supervisor	1. In April 2024, he participated in the special training on "Interpretation and Analysis of the Amendments to New Company Law" organized by the Company 2. In June 2024, he participated in the online special training on "Amendments to the Company Law" organized by the Listed Companies Association of Beijing 3. In June 2024, he participated in the online special training on "Investor Protection and Investor Relations" organized by the Listed Companies Association of Beijing 4. In June 2024, he participated in the online special training on "New Quality Productive Forces and High-quality Development" organized by the Listed Companies Association of Beijing 5. In October 2024, he participated in the online special training on Answers to Questions Related to Handling Criminal Cases of Financial Fraud organized by the Listed Companies Association of Beijing 6. In October 2024, he participated in the special training on "2024 ESG Policy Trends and Industry Management Practices" provided by Shanghai Shangdaolide Management Consulting Co., Ltd. (上海商道禮德管理諮詢有限公司) 7. In November 2024, he participated in the "Anti-money Laundering Training for Directors, Supervisors and Senior Management in 2024" organized by the Company

Name	Position	Training methods and main contents
Chen Jijiang	Employee Supervisor	1. In April 2024, he participated in the special training on "Interpretation and Analysis of the Amendments to New Company Law" organized by the Company 2. In June 2024, he participated in the online special training on "Amendments to the Company Law" organized by the Listed Companies Association of Beijing 3. In June 2024, he participated in the online special training on "Investor Protection and Investor Relations" organized by the Listed Companies Association of Beijing 4. In October 2024, he participated in the online special training on Answers to Questions Related to Handling Criminal Cases of Financial Fraud organized by the Listed Companies Association of Beijing 5. In October 2024, he participated in the special training on "2024 ESG Policy Trends and Industry Management Practices" provided by Shanghai Shangdaolide Management Consulting Co., Ltd. (上海商道禮德管理諮詢有限公司) 6. In November 2024, he participated in the "Anti-money Laundering Training for Directors, Supervisors and Senior Management in 2024" organized by the Company
Wei Guoqiang (resigned during the Reporting Period)	Shareholder Supervisor	1. In April 2024, he participated in the special training on "Interpretation and Analysis of the Amendments to New Company Law" organized by the Company 2. In June 2024, he participated in the online special training on "Amendments to the Company Law" organized by the Listed Companies Association of Beijing 3. In June 2024, he participated in the online special training on "Investor Protection and Investor Relations" organized by the Listed Companies Association of Beijing 4. In September 2024, he participated in the online special training on "Integrity Building" organized by the Listed Companies Association of Beijing 5. In October 2024, he participated in the online special training on Answers to Questions Related to Handling Criminal Cases of Financial Fraud organized by the Listed Companies Association of Beijing 6. In October 2024, he participated in the special training on "2024 ESG Policy Trends and Industry Management Practices" provided by Shanghai Shangdaolide Management Consulting Co., Ltd. (上海商道禮德管理諮詢有限公司) 7. In November 2024, he participated in the online special training on "Market Value Management" organized by the Listed Companies Association of Beijing 8. In November 2024, he participated in the "Anti-money Laundering Training for Directors, Supervisors and Senior Management in 2024" organized by the Company

Name	Position	Training methods and main contents
Fan Minfei (resigned during the Reporting Period)	Employee Supervisor	1. In April 2024, he participated in the special training on "Interpretation and Analysis of the Amendments to New Company Law" organized by the Company 2. In June 2024, he participated in the online special training on "Amendments to the Company Law" organized by the Listed Companies Association of Beijing 3. In June 2024, he participated in the online special training on "Investor Protection and Investor Relations" organized by the Listed Companies Association of Beijing 4. In October 2024, he participated in the online special training on Answers to Questions Related to Handling Criminal Cases of Financial Fraud organized by the Listed Companies Association of Beijing 5. In October 2024, he participated in the special training on "2024 ESG Policy Trends and Industry Management Practices" provided by Shanghai Shangdaolide Management Consulting Co., Ltd. (上海商道禮德管理諮詢有限公司) 6. In November 2024, he participated in the "Anti-money Laundering Training for Directors, Supervisors and Senior Management in 2024" organized by the Company

VI. STATEMENTS OF THE COMPANY ON INABILITY TO MAINTAIN THE COMPANY'S INDEPENDENCE OR INABILITY TO MAINTAIN THE COMPANY'S INDEPENDENT OPERATIONS FROM THE CONTROLLING SHAREHOLDERS WITH RESPECT TO BUSINESS, PERSONNEL, ASSETS, ORGANISATION AND FINANCE

During the Reporting Period, the Company was able to maintain the independence from its controlling shareholder with respect to business, personnel, assets, organisation and finance, and the ability of the Company to operate independently had not been affected.

VII. ESTABLISHMENT AND IMPLEMENTATION OF APPRAISAL AND INCENTIVE MECHANISMS FOR SENIOR MANAGEMENT OFFICERS DURING THE REPORTING PERIOD

Pursuant to the relevant requirements under the Management Measures for the Evaluation and Remuneration of Directors, Supervisors and Senior Management of China Galaxy Securities Co., Ltd., the Board is the body that manages the performance appraisal and remuneration of senior management members. The Company designates and formulates major work to senior management members according to the annual working plan and conducts appraisals based on the major work for the year completed by each individual. Subject to the existing legal framework, the Company adopts an annual performance incentive mechanism, under which the annual remuneration of senior management members is based on the overall performance of the Company, individual performance appraisal and market conditions.

VIII. ESTABLISHMENT AND IMPLEMENTATION OF INTERNAL CONTROL SYSTEM

(i) Statement of the Board Regarding Its Liabilities on Internal Control

Establishing complete internal controls and effectively implementing them, evaluating their effectiveness and truly disclosing the evaluation report on the internal controls are the duties of the Board. The Supervisory Committee monitors the internal controls established and implemented by the Board. The operational management staff are responsible for organising and leading the daily operation of the internal control of the Company. The objectives of internal control of the Company are: reasonably guaranteeing the legality of operations of the Company and the effective execution of internal regulatory system; protecting against operational risks and moral risks; securing the safety and completeness of the assets of the Company and its customers; ensuring the reliability, completeness and timeliness of the business records, financial information and other information of the Company; and improving the Company's operational efficiency and effectiveness, fostering the achievement of strategic objectives of the Company.

Internal control can only provide reasonable guarantee for achieving the above objectives due to its inherent limitations; moreover, the effectiveness of internal control may also changes in response to the change in the internal and external environment and business conditions of the Company.

The Board has completed an evaluation on the internal controls of the Group according to the requirements of the Basic Internal Control Norms for Enterprises, the Stock Exchange Listing Rules, the SSE Listing Rules and the relevant requirements of laws and regulations. According to the identification standards for defects in internal control over financial reporting of the Company, as at the reference date of internal control assessment (as of 31 December 2024), there was no material defect or important defect in the Group's internal control over the financial reporting. According to the identification standards for defects in internal control over non-financial reporting of the Company, as at the reference date of internal control assessment, the Group did not identify any material defect or important defect in its internal control over the non-financial reporting. In the opinion of the Board, the Group has maintained, in all material respects, effective internal control in accordance with the system of the internal control norms for enterprises and the relevant provisions.

The Board will further improve the environment and structure of internal control of the Company to enable them to provide reasonable guarantee for the operational decision-making and stable development of the Group. With the gradual deepening of the national laws and regulations and the continuous development of the Group's business, the Company will further improve and perfect the internal control mechanism to gradually improve and constantly enhance the standard of corporate governance.

(ii) Basis for Establishment of Internal Control over Financial Reporting

In accordance with the Basic Internal Control Norms for Enterprises and the Supporting Guidelines on Internal Control of Companies jointly issued by the Ministry of Finance, the CSRC, the Audit Office, the CBRC and the CIRC, the Guidelines on Internal Control of Securities Companies released by the CSRC and the Guidelines No. 1 of the Shanghai Stock Exchange for Self-regulation of Listed Companies – Standardised Operations released by the SSE, the Group has established a sound internal control system for financial reporting and the relevant rules and regulations in respect of accounting and audit, financial management, financial reporting and accounting information system. Through setting up a scientific financial management organisation with qualified financial accounting professionals, establishing a sound and effective financial accounting management system, and adopting appropriate accounting policies and reasonable accounting estimates, the Group has ensured that the financial statements it prepares meet the requirements of accounting standards and give a true, accurate and complete view of the financial position and results of operation of the Company.

During the Reporting Period, the Group had a sound internal control system for financial reporting and the system operated well. Based on the result of identification of major defects in internal control over financial accounting of the Company, as at the reference date of internal control assessment, the Group had no material defect or important defect in internal control in respect of financial reporting.

(iii) Internal Control Development

The Group has continually committed to the construction of internal control management system since its establishment. Under the Basic Internal Control Norms for Enterprises and the Guidelines for Internal Control of Securities Companies, the Group continued to improve the internal control system and applied it throughout the operational development of the Company.

During the Reporting Period, the Group continued to uphold the principles of "three 'never' and one 'pursuing'" (never touching the red line, never stepping on the gray zone, never playing edge ball and pursuing liabilities for violation of disciplines and regulations), and the premise of mastering business, the criterion of practice norms, and the bottom line of regulatory requirements and the purpose of steady development. It has firmly established internal control concept of "standardised operation and steady development" among all the employees.

The Group strengthened system construction and promoted refined management by optimising and enhancing the systems in terms of the system level definition, the improvement of system and institution regulation and system's enforceability. In addition, it actively implemented the requirements for full coverage of compliance management, risk management and audit supervision and for the penetration management, and reinforced the penetration management over subsidiaries, thereby improving the overall internal control and risk management effectiveness of the Group. It also established and deepened the mutually complementary and synergistic "1+5+N" internal control collaboration and linkage mechanism, and strengthened the information sharing and collaboration among special supervision departments, so as to promote the coordination and optimisation of constructing internal control system. As at the End of the Reporting Period, the Group has established an internal control system that is compatible with the nature, scale and complexity of business, which can reasonably guarantee the legality and compliance of operation and management, safety of assets, truthfulness and completeness of financial reports and relevant information, and improve operational efficiency and effectiveness.

The Company has established relevant rules including the comprehensive administrative measures for Chinese walls and the insider registration system in accordance with regulatory requirements to strengthen the management of sensitive information and persons with inside information, strictly comply with business restrictions and effectively prevent inappropriate use and dissemination of sensitive information. In addition, the Group has established the material information internal reporting and public disclosure systems in accordance with laws and regulations, the listing rules for Shanghai and Hong Kong and the Articles of Association to set out clear responsibilities and procedures for significant information reporting and disclosure, and material mistake accountability system, in order to ensure the information disclosed is true, accurate and complete and that all stakeholders of the Group have equal access to relevant information in a timely manner.

(iv) Evaluation of the Effectiveness of Internal Control

The Group has a mechanism for internal control governance in place. The audit headquarters of the Company organises the Group to conduct at least one self-evaluation on the effectiveness of the internal control annually in accordance with the annual audit plan approved by the Audit Committee of the Board. The Board has conducted an evaluation of the effectiveness of the Group's internal control for 2024. According to the identification standards for defects in internal control over financial reporting and non-financial reporting, as at the reference date of internal control evaluation (as of 31 December 2024), there was no material defect or important defect in the Group's internal control. Between the reference date of internal control evaluation report and the issue date of internal control evaluation report, there were no factors affecting the validity of the conclusion of the internal control evaluation of the Group.

The Board understands that the risk management and internal control systems are designed to manage rather than eliminate the risk of failure to achieve business objectives, and can only provide reasonable and not absolute assurance against material misstatement or loss.

The Board has reviewed the effectiveness of the Group's risk management and internal control systems and believes that the risk management and internal control systems were effective and sufficient during the Reporting Period.

For the scope and findings of the Group's review/inspection, please refer to "SECTION IV DISCUSSION AND ANALYSIS ON OPERATION – III. DISCUSSION AND ANALYSIS ON FUTURE DEVELOPMENT OF THE COMPANY – (vi) Establishment of Risk Management System" in this report, "VIII. ESTABLISHMENT AND IMPLEMENTATION OF INTERNAL CONTROL SYSTEM – (i) Statement of the Board Regarding Its Liabilities on Internal Control" of this section in this report, and "XII. DEVELOPMENT OF COMPLIANCE MANAGEMENT SYSTEM, AND INSPECTION AND AUDIT COMPLETED BY THE COMPLIANCE DEPARTMENT AND THE AUDIT DEPARTMENT DURING THE REPORTING PERIOD" of this section in this report.

IX. MANAGEMENT OF SUBSIDIARIES DURING THE REPORTING PERIOD

During the Reporting Period, in order to effectively control operational risks and protect the legitimate rights and interests of shareholders, the Company exercised management over its subsidiaries in accordance with national laws and regulations, such as the Company Law, and the regulatory systems, such as the Articles of Association, and performed functions of guidance, management and supervision over its subsidiaries in strict accordance with laws and regulations and corporate governance procedures, including but not limited to: strategic planning and management, shareholding management, key personnel management, risk management, financial and capital management, audit management, as well as management of information reporting and material matters. The Company promoted the implementation of its strategic planning by subsidiaries to achieve high-quality development.

X. INFORMATION ON AUDIT REPORT OF INTERNAL CONTROL

The Company has engaged Ernst & Young Hua Ming LLP (Special General Partnership) as the audit firm for internal control. Ernst & Young Hua Ming LLP (Special General Partnership) issued the audit report of internal control, details of which are set out in the 2024 Audit Report of Internal Control of China Galaxy Securities Co., Ltd. published by the Company on the website of the SSE.

XI. RECTIFICATION OF ISSUES IDENTIFIED IN SELF-INSPECTION FOR SPECIAL ACTION ON GOVERNANCE OF LISTED COMPANIES

During the Reporting Period, there was no self-inspection and rectification for special action on the governance of the listed companies involved. The Company has continued to improve corporate governance in strict compliance with laws and regulations to continuously enhance the quality of the Company's development.

XII. DEVELOPMENT OF COMPLIANCE MANAGEMENT SYSTEM, AND INSPECTION AND AUDIT COMPLETED BY THE COMPLIANCE DEPARTMENT AND THE AUDIT DEPARTMENT DURING THE REPORTING PERIOD

(i) Development of Compliance Management System

During the Reporting Period, the development of compliance management system of the Company is as follows:

1. Continue to improve the development of the compliance management system and the construction of a compliance culture

The Company's system clearly stipulated the compliance management responsibilities of the Board of Directors, the Supervisory Committee, operating management, the Chief Compliance Officer, the Legal and Compliance Headquarters, all departments, branches and subsidiaries of the Company, clarifying the compliance requirements of all staff and the compliance management responsibilities of all parties. In accordance with the work approach of "deploy in advance, prevent in advance, control when in early stage and small scale and take preventive measures (提前部署, 提前防範, 抓早抓小, 防微杜漸)", the Company took compliance training, compliance inspection, supervision and rectification as core measures, and carried out process control, and continuously strengthened the compliance management of the Company and subordinated units.

In terms of the construction of a compliance culture, the Company combined the spirit of supervision, the requirements of industry culture construction and the actual situation of the Company, continuously carried out compliance publicity, continued to popularize compliance expertise, continuously strengthened the awareness of compliance practice of staff at all levels by releasing compliance notices and compliance micro-courses, and carrying out targeted special compliance training for key positions, regulations and groups, etc., and guided all staff to deeply establish and implement the awareness of compliance, giving full play to the role of compliance culture in guaranteeing the Company's high-quality development.

2. Reinforce the penetration compliance management over subsidiaries

The Company has established a compliance management system that comprehensively covers its parent and subsidiaries in accordance with regulatory requirements and the Company's strategic planning, etc., so that subsidiaries at all levels are included in the scope of unified compliance management, and subsidiaries comply with the Company's unified compliance management standards while complying with the special compliance management requirements of different jurisdictions and industries. Meanwhile, in view of the different business types and industry characteristics of the parent and subsidiaries, the differences in laws and regulations and regulatory systems of different countries and regions within and outside the country, as well as the basic principle of independence of the parent's and subsidiaries' legal person and the requirements for prevention of conflict of interest and information segregation, the Company, on the basis of attaching importance to the construction of the penetration compliance management system, continued to take effective measures to enhance the effectiveness of the subsidiaries' own compliance management.

3. Solidly promote the transformation of anti-money laundering work into "risk-based" work

On the basis of a comprehensive anti-money laundering internal control system, the Company strengthened the support of its technical system, and effectively implemented various anti-money laundering measures such as customer identification, retention of customer identification information and transaction records, and classification and management of customer money laundering risk, through vertical coordination between the head office and the branches and horizontal cross-departmental co-operation. During the Reporting Period, the Company focused on businesses and customers with higher risks, improved the mechanism of continuous due diligence on customers, carried out targeted risk monitoring and investigation, strengthened the application of the results of monitoring and investigation, improved the process control of the business system, connected the systems of real-name monitoring, over-the-counter fund allocation monitoring and non-brokerage business line of customer management, etc., and perfected the mechanism of monitoring the anti-money laundering special precautionary measures, so as to enhance the effectiveness of anti-money laundering work.

(ii) Inspections Completed by Compliance Department

During the Reporting Period, the Company continued to focus on key areas of concern to the regulatory authorities and business areas with irregularities highly occurred, and organised targeted on-site compliance inspections. The Company took compliance inspections as core measures for in-depth sorting out and investigation of potential risks in the course of business, provided timely feedback to relevant units on problems or hidden dangers identified, and urged and supervised the full implementation of rectification.

(iii) Inspections and Audits Completed by Audit Department

During the Reporting Period, the Company placed the focus of its internal audits on key areas, significant matters and key aspects, in a bid to achieve effective results in the audit work. It organised audits on economic liabilities, special audits and comprehensive audits while ensuring the fulfillment of industry regulatory audit requirements. During the Reporting Period, the audit department of the Company organised and conducted a total of 275 audits, including 8 internal control audits on its annual self-evaluation of the internal control, annual assessment of the compliance effectiveness, and its securities investment fund custody business; 12 special audits on ongoing supervision business of equity financing and New OTC Board listing projects; 4 audits on economic liabilities of department heads at headquarters; 10 audits on internal control, economic liabilities and special audits of subsidiaries; 18 audits on internal control and economic liabilities of branches; 137 audits on internal control over securities branches, and 86 audits on economic liabilities of persons in charge of securities branches.

XIII. MISCELLANEOUS

(i) General Meetings and Rights of Shareholders

The general meeting is the supreme authority of the Company. Shareholders exercise their rights through the general meeting. The Company convenes and holds general meetings in strict compliance with the relevant requirements of the Articles of Association, and the Rules of Procedure of the General Meetings, ensuring all shareholders, in particular small and medium shareholders, are able to enjoy equal status and sufficiently exercise their respective rights.

Pursuant to Article 76 of the Articles of Association, any of the shareholders individually or jointly holding no less than 10% of the Company's shares may propose in writing to the board of directors to convene an extraordinary general meeting. The board of directors shall reply in writing in response to such proposal, whether consent or not within 10 days upon receipt of the proposal in accordance with laws and regulations and these Articles. If the board of directors consents to the proposal, a notice convening such meeting shall be issued within five days following the date of such resolution of the board of directors, provided that any change to the proposal made in the notice is subject to approval of the relevant shareholders. If the board of directors rejects the proposal or withholds from responding for 10 days following the receipt of the proposal, such shareholder(s) individually or jointly holding no less than 10% of the Company's shares may propose to the supervisory committee in writing to convene an extraordinary general meeting. If the supervisory committee consents to the proposal, a notice convening such meeting shall be issued within five days following receipt of the proposal, provided that any change to the proposal made in the notice is subject to approval of the relevant shareholder(s). If the supervisory committee has not issued any notice convening such meeting within the prescribed period following receipt of the proposal, it shall be deemed that the supervisory committee will not convene and preside over the general meeting. Such shareholder(s) individually or jointly holding no less than 10% of the Company's shares for more than 90 consecutive days shall have the right to convene and preside over an extraordinary general meeting.

The Company welcomes shareholders' opinions and encourages shareholders to attend general meetings to raise any concerns they may have directly with the Board or management. The Company's Directors, Supervisors and senior management officers will attend general meetings. In accordance with code provision F.2.2 of the CG Code, the chairman of the Board, the Audit Committee, the Nomination and Remuneration Committee and the chairman of other special committees under the Board of Directors shall attend annual general meetings to answer questions raised at annual general meetings and the Company's management shall ensure that the external auditors will attend annual general meetings to answer the relevant questions raised by shareholders.

The Company's website provides shareholders with information about the Group, such as information on the Group's major business activities and latest developments, corporate structure and management team. As a channel to facilitate effective communication with shareholders, the "Investor Relations" section of the Company's website also publishes announcements, circulars, notices of general meetings, financial data and other information of the Company that is required to be disclosed under the Listing Rules from time to time. Shareholders can also make enquiries by phone, by email or by writing directly to the office address of the Company, which will be dealt with appropriately in a timely manner. Please refer to "SECTION II COMPANY PROFILE AND MAJOR FINANCIAL INFORMATION" in this report for the contact details.

In addition, pursuant to Article 81 of the Articles of Association, as a shareholders' general meeting is convened, the board of directors, supervisory committee and any of the shareholders individually or jointly holding no less than 3% of the shares of the Company may propose any resolution to the Company. Any of the shareholders individually or jointly holding no less than 3% of the shares of the Company may submit an interim proposal in writing to the convener at least 10 days prior to the convention of the shareholders' general meeting. The convener shall then send a supplemental notice to the shareholders to announce the interim proposal, within two (2) days upon receipt of such proposal. Unless as provided in the above paragraph, the convener shall not make any change in the notice of general meeting to the existing proposals or add any new proposal after the publication of the notice.

Shareholders may attend and vote at general meetings in person and by proxy. The minutes, the signature book of attending shareholders and the written proxy forms shall be maintained at the address of the Company. The copies of the minutes are available to all shareholders for inspection during business hours for free. The Articles of Association have been published on the website of SSE, the HKEXnews website of the Hong Kong Stock Exchange and the website of the Company.

The Company shall arrange Directors and senior management to answer shareholders' questions at the 2024 annual general meeting. The detailed procedures of voting and details of the resolutions will be set out in the information or circular of the general meeting.

(ii) Compliance with the Code on Securities Transactions

The Company has adopted the Model Code for securities transactions by Directors and Supervisors. The Company has made specific enquiries to all Directors and Supervisors concerning the compliance with the Model Code. All Directors and Supervisors have confirmed that they have strictly complied with all standards set out in the Model Code during the Reporting Period.

(iii) Responsibilities of Directors for Financial Statements

The following responsibility statement of Directors regarding the financial statements shall be read in conjunction with the responsibility statement of the public certified accountants included in the Independent Auditor's Report of this report. Each responsibility statement shall be understood separately.

All Directors acknowledge and confirm that they have responsibilities to compile the financial statements which truly reflect the business results of the Company in each financial year. To the best knowledge of all Directors, no events or situations which may cause any material adverse impact on the ongoing operations of the Company need to be reported.

(iv) Appointment and Remuneration of Audit Firms

1. With the approval by the 2023 annual general meeting, the Company appointed Ernst & Young Hua Ming LLP (Special General Partnership) and Ernst & Young as the Company's external auditors for 2024 to be responsible for the provision of related audit services and review services in accordance with the China Accounting Standards for Business Enterprises and the IFRS, respectively.

	Current appointment
Name of the domestic accounting firm	Ernst & Young Hua Ming LLP (Special General Partnership)
Term of audit service of the domestic accounting firm	6 years
Name of certified public accountants of domestic accounting firm	Shi Yuxuan, Yu Liu
Cumulative years of audit service for certified public accountants of domestic accounting firm	2 years, 1 year
Name of the overseas accounting firm	Ernst & Young
Term of audit service of the overseas accounting firm	6 years

Remuneration for accounting firms: In accordance with a resolution passed at the 2023 annual general meeting of the Company, the annual external audit fee of the Company in 2024 amounted to RMB5.52 million, in which the interim review fee amounted to RMB1.50 million, the annual audit fee amounted to RMB2.965 million, the annual internal control audit fee amounted to RMB340,000, fee of agreed-upon procedures for the first and the third quarters amounted to RMB600,000 and the environment, social and governance assurance fee amounted to RMB115,000. In 2024, the balance of audit fee for last year and the audit fee for this year paid by the Company to Ernst & Young Hua Ming LLP (Special General Partnership) and Ernst & Young amounted to RMB5.4475 million.

2. In addition to the above annual audit fee, the Group incurred total costs of RMB15.1247 million in 2024 as it hired other external audit firms to provide audit services such as off-office audit and economic liabilities audit.

3. In 2024, the Group hired Ernst & Young and other external audit firms to provide non-audit services for bond issuance, final settlement and payment of enterprise income taxes and so forth, and incurred total costs of RMB4.0543 million.

(v) Review by the Audit Committee

The Audit Committee has reviewed the 2024 Consolidated Financial Statements of the Company.

(vi) Company Secretary

During the Reporting Period, Ms. Ng Ka Man, the company secretary of the Company, was responsible for making recommendations on issues related to corporate governance to the Board, and ensuring the policies and procedures of the Board, applicable laws, rules and regulations were followed. The main contact person of the Company is Mr. Wang Sheng, executive Director and Chairman.

According to Rule 3.29 of the Stock Exchange Listing Rules, Ms. Ng Ka Man received relevant professional training of no less than 15 hours during the Reporting Period.

(vii) Communication with Shareholders

The Company highly respects the opinions and suggestions of shareholders, proactively, actively and normatively conducts various types of investor relations activities and communicates with shareholders in order to meet their reasonable requirements in a timely manner. The Company has set up an effective communication channel with shareholders. Through its official website, new media, telephone, fax, email, investor education bases and other channels, the Company communicates with shareholders at annual general meetings, investor presentations, roadshows, analyst meetings, receptions, seminars and so forth on the network infrastructure platforms of an investors' website (www.investor.org.cn), stock exchanges and securities registration and clearing institutions. The Company has reviewed the aforesaid policy on communication with shareholders, and considers that the Company has provided shareholders with diversified channels for the shareholders to understand the business and operations of the Group, and channels for the shareholders to express their opinions and comments. During the Reporting Period, the Company has actively responded to the feedback of shareholders. In view of that, the Company considers the policy on communication with shareholders carried out during the Reporting Period to be sufficient and effective.

(viii) Investor Relations

The Company always attaches great importance to and actively carries out investor relations management work to continuously improve the transparency of the Company and enhance investors' understanding of the Company. The Company has formulated the Working Rules for the Board Secretary, the Implementation Rules for Spokesmen, the Investor Relations Management System and the Information Disclosure Management System, which clarified the relevant working mechanisms, enriched the communication channels with investors, especially small and medium-sized investors, and created a more efficient and transparent communication platform. The Company's investor relations management activities are classified and managed in accordance with regularity, periodicity and dynamism, and the Company continues to improve its offline and online comprehensive investor relations management activities, such as investor visits, analysts' surveys, the Company's official website, hotlines, public email and SSE E-interactive, so as to enhance the efficiency of communication with investors.

During the Reporting Period, the Company organised 3 press conferences for results announcements for all investors. It contacted domestic and foreign analysts to hold 1 large-scale research meeting and 7 small-size research meetings, launched various communication and exchange activities between analysts and investors with nearly 100 attendances, and replied to 38 investors' questions on SSE E-interactive platform in a timely manner.

During the Reporting Period, the Company disclosed information in an authentic, accurate, complete and timely manner according to laws, regulations and regulatory requirements to ensure that investors would know the important matters of the Company in a timely manner, protecting the investors' interests to the greatest extent.

(ix) Diversity Policy

1. Board Diversity Policy and Director Nomination Policy

The Company has adopted a Board Diversity Policy. The Board Diversity Policy adopted by the Company is summarized as follows: the Company understands and believes that Board diversity is beneficial to the Company, and treats such policy as one important factor for maintaining its competitiveness and realizing sustainable development and achieving strategic goals. The Company has taken the Board member diversity into consideration in various aspects when forming the Board, including but not limited to gender, age, culture and education background, professional experience, skills, knowledge, service term and others. The Company appoints the members of the Board based on the principle of meritocracy and emphasizes on competency, skills and experience required by the overall operation of the Board as much as possible at the time of selecting candidates to ensure the balance of the Board composition.

The Nomination and Remuneration Committee will review and estimate the composition of the Board, conduct review of the qualifications and conditions (including the independence of the independent Directors) of the candidates for Directors (including independent non-executive Directors) based on the selection criteria and procedures and taking into full consideration the candidates' professional background, career experience and competence, and make suggestions to the Board on the appointment of new Directors of the Company.

The Nomination and Remuneration Committee shall follow the Board Diversity Policy when recommending candidates for election. The Nomination and Remuneration Committee is responsible for monitoring the implementation of the Board Diversity Policy, and reviews the Board Diversity Policy on a regular basis. During the Reporting Period, the Nomination and Remuneration Committee nominated Mr. Xue Jun as the candidate for executive Director of the fourth and the fifth sessions of the Board respectively, nominated Mr. Liu Li and Mr. Ma Zhiming as the candidates for independent non-executive Director of the fourth and the fifth sessions of the Board respectively, and nominated Ms. Huang Yan and Mr. Song Weigang as the candidates for non-executive Director of the fifth session of the Board. When nominating, the Company has taken into consideration their diverse background and extensive experience in stock markets, business administration, financial management and risk control as well as legal, compliance, gender and other aspects, which will play a positive role in maintaining the Company's competitive advantage, attaining sustainable development, achieving strategic objectives, and improving management efficiency and governance.

The Board and the Nomination and Remuneration Committee shall discuss measurable objectives from time to time to achieve Board diversity. In terms of gender diversity, as at the End of the Reporting Period, there are seven male and three female members on the Board. As at the date of disclosure of this report, due to Ms. Liu Chun's resignation as an independent non-executive Director, the number of female members on the Board reduced from three to two. The Company is taking active measures to seek a candidate who meets the relevant requirements, so as to ensure that the Board diversity will be well achieved. The Company will endeavor to enhance the proportion of female directors on the Board in the next three years, and maintain the current proportion of at least no less than 20%. The Group offered all rounded trainings to both male and female employees who are considered as having suitable experience, skills and knowledge of the Group's operation and business, including but not limited to, operation, management, accounting, finance, and compliance. The Board considered that such strategy will offer chances for the Board to identify capable female employees to be nominated as a member of the Board in future with an aim to achieve gender diversity in the Board in the long run.

As at the End of the Reporting Period, the diversity of the Board of the Company is analyzed as follows:

Items	Category	Number	Percentage of the members of the Board
Gender	Male	7	70%
	Female	3	30%
Age	Aged 50 and below	3	30%
	Aged between 50 and 55	3	30%
	Aged between 55 and 60	1	10%
	Aged 60 and above	3	30%
Position	Executive Director	2	20%
	Non-executive Director	4	40%
	Independent non-executive Director	4	40%
Educational Background	Doctorate degree	4	40%
	Master's degree	5	50%
	Bachelor's degree	1	10%

2. *Staff Diversity Policy*

For details on staff diversity, including senior management, please refer to "SECTION VIII DIRECTORS, SUPERVISORS, SENIOR MANAGEMENT AND STAFF – VI. STAFF AND REMUNERATION" in this report.

(x) Establishment and Improvement of the Relevant Work System for Independent Non-executive Directors and Performance of Duties by Independent Directors

In order to further improve the governance structure of the Company and give full play to independent non-executive Directors' role in corporate governance, during the Reporting Period, in accordance with the relevant requirements of the Management Measures for Independent Directors of Listed Companies of the CSRC, the Rules Governing the Listing of Stocks on the Shanghai Stock Exchange and the Guidelines No. 1 of the Shanghai Stock Exchange for Self-regulation of Listed Companies – Standardised Operations, the Company amended and improved the Working Rules for Independent Directors of the Company, which was considered and approved at the 2023 annual general meeting on 28 June 2024. The Working Rules for Independent Directors of the Company stipulates the qualifications of independent Directors, the nomination, election and replacement of independent Directors, the special functions and powers of independent Directors and the independent opinions of independent Directors, and provides necessary conditions for independent Directors.

In order to further improve and regulate the deliberation and decision-making procedures of the independent Directors' specialized meeting, and enhance the work efficiency and scientific decision-making standard of the independent Directors' specialized meeting, during the Reporting Period, the Company drafted and formulated the Working Rules for Independent Directors' Specialized Meeting of the Company, which was considered and approved at the 30th (regular) meeting of the fourth session of the Board of Directors on 29 August 2024. The Working Rules for Independent Directors' Specialized Meeting of the Company stipulates matters such as the convening and presiding of independent Directors' specialized meeting, notification and convening of meetings, contents of deliberations and resolutions, and attendance requirements. In addition, the Company held the first independent Directors' specialized meeting of the fourth session of the Board of Directors on 5 December 2024. The meeting was convened by the Director, Liu Chun, and all 4 independent non-executive Directors attended and voted. The meeting considered and approved the Resolution on the Signing of the Securities and Financial Services Framework Agreement between the Company and Galaxy Financial Holdings and Caps to be Set for Related Party Transactions from 2025 to 2027, and listened to the external auditor's audit plan for 2024.

During their term of office, independent non-executive Directors of the Company were able to abide by laws, regulations and the relevant provisions of the Articles of Association, and had sufficient time and energy to perform their duties. When making independent judgments, they were not affected by the Company's major shareholders and other organisations and individuals with interests in the Company. They had tried their best to safeguard the interests of the Company and small and medium shareholders.

The independent non-executive Directors of the Company actively participated in various Board meetings. The Board of Directors of the Company and its special committees were staffed with independent non-executive Directors, of which the Audit Committee and the Nomination and Remuneration Committee were chaired by independent non-executive Directors as required. The chairman of the committee was able to convene meetings in compliance with the relevant rules of procedure.

(xi) Amendments to the Articles of Association

In order to further improve the governance structure of the Company, the Company increased its registered capital and amended certain provisions of its Articles of Association in accordance with the provisions and requirements of laws and regulations and regulatory documents such as the Measures for the Management of Independent Directors of Listed Companies, the Guidelines on the Articles of Association of Listed Companies, the Measures for the Supervision and Management of the Directors, Supervisors, Senior Management, and Practitioners of Securities and Fund Business Institutions, the SSE Listing Rules, the Guidelines No. 1 of the Shanghai Stock Exchange for Self-regulation of Listed Companies – Standardised Operations, and the conversion of the Company's convertible bonds and in light of the needs of the Company's operation and management. In accordance with the corporate governance procedures, the amendments to the Articles of Association were considered and approved at the 2023 annual general meeting held on 28 June 2024 and the Company completed the filing procedures with the CSRC Beijing Bureau and the Beijing Municipal Administration of Market Supervision in respect of the change of registered capital registration and the amendments to the Articles of Association in August 2024. The amendments to the Articles of Association are as follows:

1. Amendments to certain provisions of the Articles of Association

Amendments to the Articles of Association are mainly as follows: (1) to amend the relevant provisions in the Articles of Association in respect of the Independent Directors in accordance with the Measures for the Management of Independent Directors of Listed Companies, the SSE Listing Rules, the Guidelines No. 1 of the Shanghai Stock Exchange for Self-regulation of Listed Companies – Standardised Operations and other relevant laws and regulations with respect to the latest requirements for independent Directors; (2) to amend certain corporate governance-related provisions in the Articles of Association in accordance with the Guidelines on the Articles of Association of Listed Companies, the SSE Listing Rules and other laws and regulations; (3) to amend and improve the relevant provisions on the qualifications for the appointment of Directors, Supervisors, general managers (presidents) or other senior management of the Company in accordance with the Measures for the Supervision and Management of the Directors, Supervisors, Senior Management, and Practitioners of Securities and Fund Business Institutions; (4) to amend and improve relevant provisions in accordance with the core shareholder protection standards as set out in Appendix A1 to the Stock Exchange Listing Rules and as a result of the repeal of Part D of the original Appendix 13 of the Stock Exchange Listing Rules; (5) to amend relevant provisions based on changes in the Company's share capital resulting from the conversion of convertible corporate bonds in issue and other actual circumstances; (6) to add the objectives of business integrity management in accordance with the relevant provisions of the Opinions on Strengthening the Supervision of Intermediaries' Business Integrity under the Registration System and the Implementation Rules for the Business Integrity of Securities Firms and Their Employees; (7) to standardise the description of the scope of business in the Articles of Association in accordance with Article 12 of the Implementation Rules of the Regulations on the Administration of Registration of Market Entities of the People's Republic of China and in conjunction with the catalogue of standardised scope of business issued by the State Administration for Market Regulation.

2. Increase of registered capital of the Company

Pursuant to the Approval on the Public Issuance of Convertible Corporate Bonds of China Galaxy Securities Co., Ltd. (CSRC Permit [2022] No. 547) issued by the CSRC, the Company issued RMB7.8 billion of A-share convertible corporate bonds (hereinafter referred to as the "Convertible Bonds") on 24 March 2022. The Convertible Bonds of the Company were conditionally redeemed and delisted as required in December 2023. The conversion of the Convertible Bonds of the Company commenced on 30 September 2022. Up to the redemption registration date (18 December 2023), the number of A shares converted from the convertible bonds was 797,143,499, increasing the total number of the Company's shares to 10,934,402,256. The registered capital of the Company was increased from RMB10,137,258,757 to RMB10,934,402,256 accordingly.

(xii) Evaluation of the Implementation of the 2024 Action Plan for "Improving Quality and Efficiency to Increase Returns"

In order to deeply implement the spirits of the 20th National Congress of the Communist Party of China (CPC) and the Central Financial Work Conference, fully implement the Opinion on Further Improving the Quality of the Listed Companies of the State Council, actively promote the high-quality development and improvement of the investment value of the Company, and effectively protect the legitimate rights and interests of investors, especially small and medium-sized investors, the Company disclosed the Announcement on the 2024 Action Plan for "Improving Quality and Efficiency to Increase Returns" of China Galaxy Securities Co., Ltd.《中國銀河證券股份有限公司關於 2024 年度「提質增效重回報」行動方案的公告》on the website of the SSE on 15 August 2024. In the past six months, the Company has actively implemented relevant work in the plan, details of which are as follows:

Firstly, the Company insisted on serving the overall national plans and focused on the main business, to promote high-quality development. In 2024, the Company adhered to functionality-first, focused on the main line of serving the national strategy and the real economy, and took comprehensive measures to advance efforts in the Five Major Sectors. In terms of science and technology finance, the Company insisted on investing in high-tech industries, leveraged the unique advantages of private equity funds as long-term and patient capital, and supported the accelerated development of strategic emerging industries. Galaxy Capital, a subsidiary of the Company, managed 24 funds and the total registered scale of these funds amounted to RMB30.724 billion, which basically achieved the effective coverage of national strategic regions; in terms of green finance, the Company actively responded to the national "Dual Carbon" strategic goal, assisted in the issuance of a number of green bonds and blue bonds, and reached the first swap transaction linked to the "carbon emissions reduction index" on the market, and landed the first domestic over-the-counter (OTC) options linked to the European carbon emissions rights, integrating OTC derivatives into serving the national green development strategy; in terms of inclusive finance, the Company gives full play to its function as a "manager" of social wealth, providing comprehensive, high-quality, multi-level wealth management services and asset management services, with the total amount of the Company's inclusive financial products of more than RMB160.0 billion. The Company facilitated the first practice case of "ABS+ Credit Protection Certificate" for inclusive agricultural assistance in the market, and won the third prize for outstanding achievements in the theme case of "People's Finance • Building New Achievements with Learning" issued by the Research Association of Ideological and Political Work of China Financial Institutions; in terms of pension finance, a total of more than 100,000 individual pension accounts were opened. The Company built the "Galaxy Xinganyang" pension finance service system, establishing a pension finance ecosystem integrating "protection + investment + pension"; in terms of digital finance, the Company adhered to the deep integration of financial technology and business development, and empowered the digital transformation of trading business. Among them, "AI Technology-based Bond Inquiry and Quotation Robot《基於 AI 技術的債券詢報價機器人》" was selected into the first batch of pilot projects of the Science and Technology Department of the CSRC and the National Data Administration, and "Fintech-enabled OTC Derivatives Research and Application Project《金融科技賦能場外衍生品研究與應用項目》" won the second prize of Fintech Development Awards (Ministerial-Provincial Level), which was jointly organized by the People's Bank of China and the CSRC.

Secondly, the Company increased investors' returns and strengthened communication with investors. The Company always adhered to the "investor-oriented" development concept and strived to create a "long-term, stable and sustainable" shareholder value return mechanism to ensure the continuity and stability of the profit distribution policy. As approved by the general meeting, the Company's 2023 cash dividend was distributed in August 2024, with a total dividend amount of RMB2,406 million, representing 30.53% of the net profit attributable to ordinary shareholders of the listed company in the 2023 consolidated statements. In order to further align with the "New Nine Guidelines" and the policy requirements of the CSRC for "distributing dividends more than once a year", the Company started its first interim dividend distribution in 2024. As approved by the general meeting, the Company's 2024 interim cash dividend was distributed in January 2025, with a total dividend amount of RMB918 million, representing 20.93% of the net profit attributable to ordinary shareholders of the listed company in the 2024 interim consolidated statements.

The Company strictly complied with the requirements of the listing rules of both places and fulfilled its information disclosure obligations in accordance with the standards of "truthfulness, accuracy, completeness, timeliness, fairness and effectiveness". In 2024, the Company issued 332 regular and provisional announcements for A-shares and H-shares, and continued to maintain "zero error" in its information disclosure work. The Company has successively been awarded as Class A of information disclosure work of listed companies by the SSE for the year 2023-2024.

The Company attaches great importance to protecting the legitimate rights and interests of investors, especially small and medium-sized investors. Through the Company's official website, shareholder hotline, public email, SSE E-interaction and other network platforms, the Company adopts the methods of general meetings, performance briefings, roadshows, investor visits, analysts' research, etc. to listen to the opinions and suggestions of investors in an all-round manner and responds to the demands of investors in a timely manner. In 2024, the Company convened annual, semi-annual and third-quarter performance briefing meetings once periodic reports were released, at which the management actively responded to investor concerns. In addition, the Company actively communicated and interacted with investors through a variety of channels, so that investors can fully understand the Company's industry, strategic planning, business development and other information, and promote the establishment of a long-term, stable and trusting relationship between the Company and investors.

Thirdly, the Company insisted on culture-guided and innovation-driven principles and served the construction of new quality productive forces. In 2024, the Company continued to carry out in-depth activities to promote a financial culture with Chinese characteristics, such as the "five musts and five mustn't", and continuously educated and guided the staff to set up the correct values, the concept of interests and concept of development, and to create a clean and upright development environment. The staff's awareness of discipline and rules, integrity and self-discipline has been effectively strengthened, the political ecology continued to improve, and the Company more consciously and effectively carried out the notion of politics and serving the people in the financial work. The Company adhered to and strengthened the overall leadership of the Party, and put the political construction of the Party in the first place. The Company has been awarded the highest rating of AA for culture construction in the industry for three consecutive years, and high-quality Party building has further firmly promoted high-quality development.

In 2024, the Company vigorously promoted the construction of digitalization and platforms, safeguarded the security of information systems during important periods, and ensured the continuous and stable operation of its business. The Company launched a comprehensive operation platform for wealth management clients, strengthened the support for the investment banking platform, and iteratively upgraded the institutional client integrated service platform, releasing Galaxy Sky Bow Web 2.0 and the Galaxy Sky Bow APP. Additionally, it independently developed a smart investment trading system with an average daily turnover of RMB120 billion, and established new systems to connect domestic and international trading links, facilitating cross-border business development and enhancing the empowerment of financial technology.

Fourthly, the Company solidly promoted efficient and standardised operation to enhance corporate governance efficiency. The Company continued to enhance corporate governance, the specific measures of which include: (1) continued to strengthen the advisory and suggestion functions of the special committees under the Board, and continued to enhance the strategic decision-making and strategic management capabilities of the Board. In 2024, the Company held 11 Board meetings, 8 meetings of the Supervisory Committee and 4 general meetings. Each special committee under the Board held 26 meetings, considered and listened to more than 60 resolutions, made adequate justification on important matters such as the appointment of the Company's senior management, interim profit distribution, system revisions, and continuing connected transactions, and fulfilled the deliberation procedures; (2) implemented the requirements of the State Council, CSRC, etc. on the reform of the independent director system, revising and perfecting the Working Rules for Independent Directors of the Company while drafting and formulating the Working Rules for Independent Directors' Specialized Meeting of the Company, further improving the relevant working system for independent non-executive Directors and strengthening the responsibility of independent Directors in discharging their duties; (3) the Company has completed the election of the new session of the Board of Directors and the Supervisory Committee in accordance with the stipulated procedures and the qualifications of the new fifth session of the Board of Directors, the Supervisory Committee and the senior management are in compliance with the regulations, and they possess the professional competence required for the performance of their duties, which is in line with the needs of the Company's development and can safeguard standardised governance and efficient operation of the Company; (4) the Company has actively coordinated the internal and external resources to provide the new Directors with the proper training and the continuous training for Directors on the performance of their duties, in order to enhance the performance ability of Directors.

In 2024, the Company was awarded as the "Best Practice Case" in the selection of the "Best Practice Case of the Board of Directors of Listed Companies" organized by the China Association for Public Companies.

Fifthly, the Company strengthened comprehensive risk management and consolidated the foundation for sound development. In 2024, the Company continued to build and improve a comprehensive risk management system that meets the requirements of modern investment banks from the perspective of group integration, focused on the key areas of "on and off-balance sheet (表內外)", "in and outside of the country (境內外)" and "on-market and off-market activities (場內外)", continued to strengthen the Group's centralized and unified risk management and control, deepened vertical integration management, and enhanced the consistency of core mechanisms, measures and methods of risk management of parent-subsidiary companies. The Company deepened the construction and application of professional tools such as refined risk measurement, market-wide active rating, intelligent risk early warning and stress testing, effectively studied and made judgements to respond to market risk challenges, constantly improved professional risk management capabilities, and firmly held the bottom line of no major risks.

Sixthly, the Company strengthened the responsibility of "key minorities" and enhanced their performance ability. The Company maintained close communication with the "key minorities" such as the controlling shareholder, de facto controller, Directors, Supervisors and senior management, and continuously strengthened the sense of responsibility and self-restraint of the relevant parties. In 2024, the Company actively organized Directors, Supervisors and senior management to participate in the relevant online and offline special training on "Standardised Operations", "Integrity Building" and "Investor Protection" etc. organized by the Listed Companies Association of Beijing, The Hong Kong Chartered Governance Institute, etc., and organized professional institutes to explain to Directors, Supervisors and senior management the impact of amendments to the Company Law and "New Nine Guidelines" on listed companies, and conveyed the latest regulatory spirit to the relevant parties in a timely manner, guiding them to strengthen their awareness of compliance and the concept of the rule of law, and strictly preventing them from touching the regulatory bottom line, so as to strengthen the responsibility of these "key minorities".

Next, the Company will continue to evaluate the implementation of the Action Plan for "Improving Quality and Efficiency to Increase Returns", effectively fulfill the responsibilities and obligations as a listed company, actively convey the value of the Company, maintain a good market image of the Company, and jointly promote the smooth operation of the capital market.

SECTION X RELEVANT INFORMATION OF BONDS

I. OVERVIEW OF INTEREST-BEARING DEBT

(i) Debt Structure of the Company

At the Beginning and End of the Reporting Period, the balance of the Company's interest-bearing debts was RMB331.8 billion and RMB364.42 billion respectively. The balance of interest-bearing debts increased by 9.83% year-on-year during the Reporting Period.

Unit: 100 million Currency: RMB

Category of interest-bearing debt	Overdue	Due time Within 1 year (inclusive)	Over 1 year (exclusive)	Total amount	Proportion of interest-bearing debts (%)
Corporate credit-related bonds	–	644.03	759.66	1,403.70	38.52
Among them: Short-term commercial papers	–	415.92	–	415.92	11.41
Corporate bonds	–	228.11	759.66	987.77	27.11
Other interest-bearing debts	–	2,220.46	20.04	2,240.50	61.48
Among them: Borrowed funds	–	37.27	–	37.27	1.02
Financial liabilities held for trading	–	420.33	19.71	440.05	12.08
Financial assets sold under repurchase agreements	–	1,760.00	–	1,760.00	48.30
Income certificates	–	2.86	0.32	3.19	0.09
Total	–	2,864.50	779.70	3,644.20	100.00

As at the End of the Reporting Period, among the Company's outstanding corporate credit-related bonds, the balance of corporate bonds was RMB98.777 billion, and the balance of domestic short-term commercial papers was RMB41.592 billion. Moreover, a total of RMB31.477 billion of corporate credit-related bonds are due or subject to put-option redemption from May to December 2025.

(ii) Debt Structure of the Group

1. At the Beginning and End of the Reporting Period, the balance of the Group's interest-bearing debts was RMB344.92 billion and RMB379.272 billion respectively. The balance of interest-bearing debts increased by 9.96% year-on-year during the Reporting Period.

Unit: 100 million Currency: RMB

Category of interest-bearing debt	Overdue	Due time Within 1 year (inclusive)	Over 1 year (exclusive)	Total amount	Proportion of interest-bearing debts (%)
Corporate credit-related bonds	–	650.34	759.66	1,410.00	37.18
Among them: Short-term commercial papers	–	422.23	–	422.23	11.13
Corporate bonds	–	228.11	759.66	987.77	26.04
Bank loans	–	135.04	–	135.04	3.56
Other interest-bearing debts	–	2,228.38	19.31	2,247.68	59.26
Among them: Borrowed funds	–	37.27	–	37.27	0.98
Financial liabilities held for trading	–	421.20	18.98	440.18	11.61
Financial assets sold under repurchase agreements	–	1,767.05	–	1,767.05	46.59
Income certificates	–	2.86	0.32	3.19	0.08
Total	–	3,013.76	778.97	3,792.72	100.00

As at the End of the Reporting Period, among the Group's outstanding corporate credit-related bonds, the balance of corporate bonds was RMB98.777 billion, the balance of domestic short-term commercial papers was RMB41.592 billion, and the balance of overseas short-term commercial papers was RMB631 million. Moreover, a total of RMB31.866 billion of corporate credit-related bonds are due or subject to put-option redemption from May to December 2025.

2. As at the End of the Reporting Period, the balance of the Group's overseas bonds issued was RMB631 million, and the balance of overseas bonds due to mature between May and December 2025 was RMB388 million.

II. BOND ISSUANCE AND DURATION

(i) Enterprise Bonds

During the Reporting Period, the Company had no enterprise bonds.

(ii) Corporate Bonds

1. Basic information on corporate bonds

Unit: 100 million yuan Currency: RMB

Name of bond	Short name	Bond code	First date of issuance	Value date	Latest resale date after 30 April 2025	Maturity date	Bond balance	Interest rate (%)	Ways of principal and interest repayment	Trading venues	Lead underwriter	Trustee	Arrangement (if any) to ensure the suitability of investors	Trading mechanism	Is there any risk of termination of listing and trading
2020 Publicly Issued Perpetual Subordinated Bonds (Tranche 1) of China Galaxy Securities Co., Ltd.	20 Galaxy Y1	175196.SH	2020/11/23	2020/11/24	N/A	N/A (Note 1)	50	4.80	The interest shall be paid annually if the issuer does not exercise the right for deferred interest payment	SSE	Guotai Junan Securities Co., Ltd.	Guotai Junan Securities Co., Ltd.	Bonds issued and traded for professional institutional investors	Matching, click-through, enquiry, bidding and negotiation closings	No
2021 Publicly Issued Perpetual Subordinated Bonds (Tranche 1) of China Galaxy Securities Co., Ltd.	21 Galaxy Y1	175879.SH	2021/3/26	2021/3/29	N/A	N/A (Note 2)	50	4.57	The interest shall be paid annually if the issuer does not exercise the right for deferred interest payment	SSE	Guotai Junan Securities Co., Ltd.	Guotai Junan Securities Co., Ltd.	Bonds issued and traded for professional institutional investors	Matching, click-through, enquiry, bidding and negotiation closings	No
2021 Publicly Issued Perpetual Subordinated Bonds (Tranche 2) of China Galaxy Securities Co., Ltd.	21 Galaxy Y2	188024.SH	2021/4/20	2021/4/21	N/A	N/A (Note 3)	50	4.30	The interest shall be paid annually if the issuer does not exercise the right for deferred interest payment	SSE	Guotai Junan Securities Co., Ltd.	Guotai Junan Securities Co., Ltd.	Bonds issued and traded for professional institutional investors	Matching, click-through, enquiry, bidding and negotiation closings	No

Name of bond	Short name	Bond code	First date of issuance	Value date	Latest resale date after 30 April 2025	Maturity date	Bond balance	Interest rate (%)	Ways of principal and interest repayment	Trading venues	Lead underwriter	Trustee	Arrangement (if any) to ensure the suitability of investors	Trading mechanism	Is there any risk of termination of listing and trading
2021 Corporate Bonds (Tranche 3) (Type 2) of China Galaxy Securities Co., Ltd. Publicly Issued to Professional Investors	21 Galaxy G6	188400.SH	2021/7/16	2021/7/20	N/A	2026/7/20	18	3.45	The interest shall be calculated annually at a simple rate other than a compound rate. The interest shall be paid annually and the principal amount shall be repaid in full at the maturity date. The interest shall be paid together with the principal amount	SSE	Guosen Securities Co., Ltd., China Securities Co., Ltd., Everbright Securities Company Limited	Guosen Securities Co., Ltd.	Bonds issued and traded for professional institutional investors	Matching, click-through, enquiry, bidding and negotiation closings	No
2022 Corporate Bonds (Tranche 1) of China Galaxy Securities Co., Ltd. Publicly Issued to Professional Investors	22 Galaxy G1	185727.SH	2022/4/22	2022/4/26	N/A	2025/4/26	15	2.95	The interest shall be calculated annually at a simple rate other than a compound rate. The interest shall be paid annually and the principal amount shall be repaid in full at the maturity date. The interest shall be paid together with the principal amount	SSE	Guosen Securities Co., Ltd., China Securities Co., Ltd., Everbright Securities Company Limited	Guosen Securities Co., Ltd.	Bonds issued and traded for professional institutional investors	Matching, click-through, enquiry, bidding and negotiation closings	No
2022 Corporate Bonds (Tranche 1) of China Galaxy Securities Co., Ltd. Non-publicly Issued to Professional Investors	22 Galaxy F1	194665.SH	2022/6/8	2022/6/9	N/A	2025/6/9	50	3.06	The interest shall be calculated annually at a simple rate other than a compound rate. The interest shall be paid annually and the principal amount shall be repaid in full at the maturity date. The interest shall be paid together with the principal amount	SSE	China Securities Co., Ltd., Guosen Securities Co., Ltd., Orient Securities Company Limited, Dongxing Securities Corporation Limited	China Securities Co., Ltd.	Bonds issued and traded for professional institutional investors	Click-through, enquiry, bidding and negotiation closings	No
2022 Corporate Bonds (Tranche 2) (Type 2) of China Galaxy Securities Co., Ltd. Non-publicly Issued to Professional Investors	22 Galaxy F3	182307.SH	2022/7/25	2022/7/26	N/A	2025/7/26	20	2.83	The interest shall be calculated annually at a simple rate other than a compound rate. The interest shall be paid annually and the principal amount shall be repaid in full at the maturity date. The interest shall be paid together with the principal amount	SSE	China Securities Co., Ltd., Guosen Securities Co., Ltd., Orient Securities Company Limited, Dongxing Securities Corporation Limited	China Securities Co., Ltd.	Bonds issued and traded for professional institutional investors	Click-through, enquiry, bidding and negotiation closings	No

SECTION X RELEVANT INFORMATION OF BONDS

Name of bond	Short name	Bond code	First date of issuance	Value date	Latest resale date after 30 April 2025	Maturity date	Bond balance	Interest rate (%)	Ways of principal and interest repayment	Trading venues	Lead underwriter	Trustee	Arrangement (if any) to ensure the suitability of investors	Trading mechanism	Is there any risk of termination of listing and trading
2022 Subordinated Bonds (Tranche 3) (Type 2) of China Galaxy Securities Co., Ltd. Publicly Issued to Professional Investors	22 Galaxy C5	137625.SH	2022/8/5	2022/8/8	N/A	2025/8/8	33	2.72	The interest shall be calculated annually at a simple rate other than a compound rate. The interest shall be paid annually and the principal amount shall be repaid in full at the maturity date. The interest shall be paid together with the principal amount	SSE	China Merchants Securities Co., Ltd., Shenwan Hongyuan Securities Co., Ltd., China International Capital Corporation Limited	China Merchants Securities Co., Ltd.	Bonds issued and traded for professional institutional investors	Matching, click-through, enquiry, bidding and negotiation closings	No
2022 Corporate Bonds (Tranche 2) (Type 2) of China Galaxy Securities Co., Ltd. Publicly Issued to Professional Investors	22 Galaxy G3	137650.SH	2022/8/10	2022/8/11	N/A	2027/8/11	50	3.08	The interest shall be calculated annually at a simple rate other than a compound rate. The interest shall be paid annually and the principal amount shall be repaid in full at the maturity date. The interest shall be paid together with the principal amount	SSE	China Securities Co., Ltd., Guosen Securities Co., Ltd., Orient Securities Company Limited, Dongxing Securities Corporation Limited	China Securities Co., Ltd.	Bonds issued and traded for professional institutional investors	Matching, click-through, enquiry, bidding and negotiation closings	No
2022 Corporate Bonds (Tranche 3) (Type 1) of China Galaxy Securities Co., Ltd. Publicly Issued to Professional Investors	22 Galaxy G4	137768.SH	2022/9/2	2022/9/5	N/A	2025/9/5	10	2.54	The interest shall be calculated annually at a simple rate other than a compound rate. The interest shall be paid annually and the principal amount shall be repaid in full at the maturity date. The interest shall be paid together with the principal amount	SSE	China Securities Co., Ltd., Guosen Securities Co., Ltd., Orient Securities Company Limited, Dongxing Securities Corporation Limited	China Securities Co., Ltd.	Bonds issued and traded for professional institutional investors	Matching, click-through, enquiry, bidding and negotiation closings	No
2022 Corporate Bonds (Tranche 3) (Type 2) of China Galaxy Securities Co., Ltd. Publicly Issued to Professional Investors	22 Galaxy G5	137769.SH	2022/9/2	2022/9/5	N/A	2027/9/5	40	2.95	The interest shall be calculated annually at a simple rate other than a compound rate. The interest shall be paid annually and the principal amount shall be repaid in full at the maturity date. The interest shall be paid together with the principal amount	SSE	China Securities Co., Ltd., Guosen Securities Co., Ltd., Orient Securities Company Limited, Dongxing Securities Corporation Limited	China Securities Co., Ltd.	Bonds issued and traded for professional institutional investors	Matching, click-through, enquiry, bidding and negotiation closings	No

Name of bond	Short name	Bond code	First date of issuance	Value date	Latest resale date after 30 April 2025	Maturity date	Bond balance	Interest rate (%)	Ways of principal and interest repayment	Trading venues	Lead underwriter	Trustee	Arrangement (if any) to ensure the suitability of investors	Trading mechanism	Is there any risk of termination of listing and trading
2023 Corporate Bonds (Tranche 1) (Type 2) of China Galaxy Securities Co., Ltd. Non-publicly Issued to Professional Investors	23 Galaxy F2	114952.SH	2023/2/16	2023/2/17	N/A	2026/2/17	30	3.28	The interest shall be calculated annually at a simple rate other than a compound rate. The interest shall be paid annually and the principal amount shall be repaid in full at the maturity date. The interest shall be paid together with the principal amount	SSE	China Securities Co., Ltd., Guosen Securities Co., Ltd., Orient Securities Company Limited, Dongxing Securities Corporation Limited	China Securities Co., Ltd.	Bonds issued and traded for professional institutional investors	Click-through, enquiry, bidding and negotiation closings	No
2023 Corporate Bonds (Tranche 2) (Type 2) of China Galaxy Securities Co., Ltd. Non-publicly Issued to Professional Investors	23 Galaxy F4	250215.SH	2023/3/8	2023/3/9	N/A	2026/3/9	32	3.35	The interest shall be calculated annually at a simple rate other than a compound rate. The interest shall be paid annually and the principal amount shall be repaid in full at the maturity date. The interest shall be paid together with the principal amount	SSE	China Securities Co., Ltd., Guosen Securities Co., Ltd., Orient Securities Company Limited, Dongxing Securities Corporation Limited	China Securities Co., Ltd.	Bonds issued and traded for professional institutional investors	Click-through, enquiry, bidding and negotiation closings	No
2023 Subordinated Bonds (Tranche 2) (Type 1) of China Galaxy Securities Co., Ltd. Publicly Issued to Professional Investors	23 Galaxy C3	115240.SH	2023/4/14	2023/4/17	N/A	2025/4/17	10	3.09	The interest shall be calculated annually at a simple rate other than a compound rate. The interest shall be paid annually and the principal amount shall be repaid in full at the maturity date. The interest shall be paid together with the principal amount	SSE	China Merchants Securities Co., Ltd., Shenwan Hongyuan Securities Co., Ltd., China International Capital Corporation Limited	China Merchants Securities Co., Ltd.	Bonds issued and traded for professional institutional investors	Matching, click-through, enquiry, bidding and negotiation closings	No
2023 Subordinated Bonds (Tranche 2) (Type 2) of China Galaxy Securities Co., Ltd. Publicly Issued to Professional Investors	23 Galaxy C4	115241.SH	2023/4/14	2023/4/17	N/A	2026/4/17	40	3.34	The interest shall be calculated annually at a simple rate other than a compound rate. The interest shall be paid annually and the principal amount shall be repaid in full at the maturity date. The interest shall be paid together with the principal amount	SSE	China Merchants Securities Co., Ltd., Shenwan Hongyuan Securities Co., Ltd., China International Capital Corporation Limited	China Merchants Securities Co., Ltd.	Bonds issued and traded for professional institutional investors	Matching, click-through, enquiry, bidding and negotiation closings	No

Name of bond	Short name	Bond code	First date of issuance	Value date	Latest resale date after 30 April 2025	Maturity date	Bond balance	Interest rate (%)	Ways of principal and interest repayment	Trading venues	Lead underwriter	Trustee	Arrangement (if any) to ensure the suitability of investors	Trading mechanism	Is there any risk of termination of listing and trading
2023 Perpetual Subordinated Bonds (Tranche 1) of China Galaxy Securities Co., Ltd. Publicly Issued to Professional Investors	23 Galaxy Y1	115343.SH	2023/5/17	2023/5/18	N/A	N/A (Note 4)	50	3.63	The interest shall be paid annually if the issuer does not exercise the right for deferred interest payment	SSE	China Securities Co., Ltd., China International Capital Corporation Limited, Shenwan Hongyuan Securities Co., Ltd., GF Securities Co., Ltd., Everbright Securities Company Limited, Industrial Securities Co., Ltd.	China Securities Co., Ltd.	Bonds issued and traded for professional institutional investors	Matching, click-through, enquiry, bidding and negotiation closings	No
2023 Perpetual Subordinated Bonds (Tranche 2) of China Galaxy Securities Co., Ltd. Publicly Issued to Professional Investors	23 Galaxy Y2	115461.SH	2023/6/8	2023/6/9	N/A	N/A (Note 5)	50	3.58	The interest shall be paid annually if the issuer does not exercise the right for deferred interest payment	SSE	China Securities Co., Ltd., China International Capital Corporation Limited, Shenwan Hongyuan Securities Co., Ltd., GF Securities Co., Ltd., Everbright Securities Company Limited, Industrial Securities Co., Ltd.	China Securities Co., Ltd.	Bonds issued and traded for professional institutional investors	Matching, click-through, enquiry, bidding and negotiation closings	No
2023 Corporate Bonds (Tranche 1) (Type 1) of China Galaxy Securities Co., Ltd. Publicly Issued to Professional Investors	23 Galaxy G1	115642.SH	2023/7/14	2023/7/17	N/A	2026/7/17	30	2.74	The interest shall be calculated annually at a simple rate other than a compound rate. The interest shall be paid annually and the principal amount shall be repaid in full at the maturity date. The interest shall be paid together with the principal amount	SSE	China Securities Co., Ltd., Guosen Securities Co., Ltd., Orient Securities Company Limited, Dongxing Securities Corporation Limited	China Securities Co., Ltd.	Bonds issued and traded for professional institutional investors	Matching, click-through, enquiry, bidding and negotiation closings	No

Name of bond	Short name	Bond code	First date of issuance	Value date	Latest resale date after 30 April 2025	Maturity date	Bond balance	Interest rate (%)	Ways of principal and interest repayment	Trading venues	Lead underwriter	Trustee	Arrangement (if any) to ensure the suitability of investors	Trading mechanism	Is there any risk of termination of listing and trading
2023 Corporate Bonds (Tranche 1) (Type 2) of China Galaxy Securities Co., Ltd. Publicly Issued to Professional Investors	23 Galaxy G2	115643.SH	2023/7/14	2023/7/17	N/A	2028/7/17	20	3.08	The interest shall be calculated annually at a simple rate other than a compound rate. The interest shall be paid annually and the principal amount shall be repaid in full at the maturity date. The interest shall be paid together with the principal amount	SSE	China Securities Co., Ltd., Guosen Securities Co., Ltd., Orient Securities Company Limited, Dongxing Securities Corporation Limited	China Securities Co., Ltd.	Bonds issued and traded for professional institutional investors	Matching, click-through, enquiry, bidding and negotiation closings	No
2023 Corporate Bonds (Tranche 2) (Type 1) of China Galaxy Securities Co., Ltd. Publicly Issued to Professional Investors	23 Galaxy G3	115817.SH	2023/8/17	2023/8/18	N/A	2026/8/18	20	2.66	The interest shall be calculated annually at a simple rate other than a compound rate. The interest shall be paid annually and the principal amount shall be repaid in full at the maturity date. The interest shall be paid together with the principal amount	SSE	China Securities Co., Ltd., Guosen Securities Co., Ltd., Orient Securities Company Limited, Dongxing Securities Corporation Limited	China Securities Co., Ltd.	Bonds issued and traded for professional institutional investors	Matching, click-through, enquiry, bidding and negotiation closings	No
2023 Corporate Bonds (Tranche 2) (Type 2) of China Galaxy Securities Co., Ltd. Publicly Issued to Professional Investors	23 Galaxy G4	115818.SH	2023/8/17	2023/8/18	N/A	2028/8/18	30	2.98	The interest shall be calculated annually at a simple rate other than a compound rate. The interest shall be paid annually and the principal amount shall be repaid in full at the maturity date. The interest shall be paid together with the principal amount	SSE	China Securities Co., Ltd., Guosen Securities Co., Ltd., Orient Securities Company Limited, Dongxing Securities Corporation Limited	China Securities Co., Ltd.	Bonds issued and traded for professional institutional investors	Matching, click-through, enquiry, bidding and negotiation closings	No
2023 Corporate Bonds (Tranche 3) (Type 1) of China Galaxy Securities Co., Ltd. Publicly Issued to Professional Investors	23 Galaxy G5	115967.SH	2023/9/13	2023/9/14	N/A	2026/9/14	30	2.95	The interest shall be calculated annually at a simple rate other than a compound rate. The interest shall be paid annually and the principal amount shall be repaid in full at the maturity date. The interest shall be paid together with the principal amount	SSE	China Securities Co., Ltd., Guosen Securities Co., Ltd., Orient Securities Company Limited, Dongxing Securities Corporation Limited	China Securities Co., Ltd.	Bonds issued and traded for professional institutional investors	Matching, click-through, enquiry, bidding and negotiation closings	No

SECTION X RELEVANT INFORMATION OF BONDS

Name of bond	Short name	Bond code	First date of issuance	Value date	Latest resale date after 30 April 2025	Maturity date	Bond balance	Interest rate (%)	Ways of principal and interest repayment	Trading venues	Lead underwriter	Trustee	Arrangement (if any) to ensure the suitability of investors	Trading mechanism	Is there any risk of termination of listing and trading
2023 Corporate Bonds (Tranche 3) (Type 2) of China Galaxy Securities Co., Ltd. Publicly Issued to Professional Investors	23 Galaxy G6	115968.SH	2023/9/13	2023/9/14	N/A	2028/9/14	10	3.20	The interest shall be calculated annually at a simple rate other than a compound rate. The interest shall be paid annually and the principal amount shall be repaid in full at the maturity date. The interest shall be paid together with the principal amount	SSE	China Securities Co., Ltd., Guosen Securities Co., Ltd., Orient Securities Company Limited, Dongxing Securities Corporation Limited	China Securities Co., Ltd.	Bonds issued and traded for professional institutional investors	Matching, click-through, enquiry, bidding and negotiation closings	No
2023 Corporate Bonds (Tranche 3) (Type 3) of China Galaxy Securities Co., Ltd. Publicly Issued to Professional Investors	23 Galaxy G7	115969.SH	2023/9/13	2023/9/14	N/A	2033/9/14	10	3.33	The interest shall be calculated annually at a simple rate other than a compound rate. The interest shall be paid annually and the principal amount shall be repaid in full at the maturity date. The interest shall be paid together with the principal amount	SSE	China Securities Co., Ltd., Guosen Securities Co., Ltd., Orient Securities Company Limited, Dongxing Securities Corporation Limited	China Securities Co., Ltd.	Bonds issued and traded for professional institutional investors	Matching, click-through, enquiry, bidding and negotiation closings	No
2023 Corporate Bonds (Tranche 3) (Type 2) of China Galaxy Securities Co., Ltd. Non-publicly Issued to Professional Investors	23 Galaxy F6	252729.SH	2023/10/17	2023/10/18	N/A	2026/10/18	45	3.08	The interest shall be calculated annually at a simple rate other than a compound rate. The interest shall be paid annually and the principal amount shall be repaid in full at the maturity date. The interest shall be paid together with the principal amount	SSE	China Securities Co., Ltd., Dongxing Securities Corporation Limited, Orient Securities Company Limited	China Securities Co., Ltd.	Bonds issued and traded for professional institutional investors	Click-through, enquiry, bidding and negotiation closings	No

Name of bond	Short name	Bond code	First date of issuance	Value date	Latest resale date after 30 April 2025	Maturity date	Bond balance	Interest rate (%)	Ways of principal and interest repayment	Trading venues	Lead underwriter	Trustee	Arrangement (if any) to ensure the suitability of investors	Trading mechanism	Is there any risk of termination of listing and trading
2023 Perpetual Subordinated Bonds (Tranche 3) of China Galaxy Securities Co., Ltd. Publicly Issued to Professional Investors	23 Galaxy Y3	240273.SH	2023/11/16	2023/11/17	N/A	N/A (Note 6)	50	3.43	The interest shall be paid annually if the issuer does not exercise the right for deferred interest payment	SSE	China Securities Co., Ltd., China International Capital Corporation Limited, Shenwan Hongyuan Securities Co., Ltd., Everbright Securities Company Limited, Industrial Securities Co., Ltd.	China Securities Co., Ltd.	Bonds issued and traded for professional institutional investors	Matching, click-through, enquiry, bidding and negotiation closings	No
2023 Corporate Bonds (Tranche 4) (Type 1) of China Galaxy Securities Co., Ltd. Publicly Issued to Professional Investors	23 Galaxy G8	240370.SH	2023/12/13	2023/12/14	N/A	2026/12/14	20	2.98	The interest shall be calculated annually at a simple rate other than a compound rate. The interest shall be paid annually and the principal amount shall be repaid in full at the maturity date. The interest shall be paid together with the principal amount	SSE	China Securities Co., Ltd., Guosen Securities Co., Ltd., Orient Securities Company Limited, Dongxing Securities Corporation Limited	China Securities Co., Ltd.	Bonds issued and traded for professional institutional investors	Matching, click-through, enquiry, bidding and negotiation closings	No
2023 Corporate Bonds (Tranche 4) (Type 2) of China Galaxy Securities Co., Ltd. Publicly Issued to Professional Investors	23 Galaxy G9	240371.SH	2023/12/13	2023/12/14	N/A	2028/12/14	30	3.14	The interest shall be calculated annually at a simple rate other than a compound rate. The interest shall be paid annually and the principal amount shall be repaid in full at the maturity date. The interest shall be paid together with the principal amount	SSE	China Securities Co., Ltd., Guosen Securities Co., Ltd., Orient Securities Company Limited, Dongxing Securities Corporation Limited	China Securities Co., Ltd.	Bonds issued and traded for professional institutional investors	Matching, click-through, enquiry, bidding and negotiation closings	No

SECTION X RELEVANT INFORMATION OF BONDS

Name of bond	Short name	Bond code	First date of issuance	Value date	Latest resale date after 30 April 2025	Maturity date	Bond balance	Interest rate (%)	Ways of principal and interest repayment	Trading venues	Lead underwriter	Trustee	Arrangement (if any) to ensure the suitability of investors	Trading mechanism	Is there any risk of termination of listing and trading
2024 Corporate Bonds (Tranche 1) of China Galaxy Securities Co., Ltd. Non-publicly Issued to Professional Investors	24 Galaxy F1	253608.SH	2024/1/18	2024/1/18	N/A	2027/1/18	50	2.84	The interest shall be calculated annually at a simple rate other than a compound rate. The interest shall be paid annually and the principal amount shall be repaid in full at the maturity date. The interest shall be paid together with the principal amount	SSE	China Securities Co., Ltd., Dongxing Securities Corporation Limited, Orient Securities Company Limited	China Securities Co., Ltd.	Bonds issued and traded for professional institutional investors	Click-through, enquiry, bidding and negotiation closings	No
2024 Corporate Bonds (Tranche 2) of China Galaxy Securities Co., Ltd. Non-publicly Issued to Professional Investors	24 Galaxy F2	253609.SH	2024/1/29	2024/1/29	N/A	2026/1/29	10	2.75	The interest shall be calculated annually at a simple rate other than a compound rate. The interest shall be paid annually and the principal amount shall be repaid in full at the maturity date. The interest shall be paid together with the principal amount	SSE	China Securities Co., Ltd., Dongxing Securities Corporation Limited, Orient Securities Company Limited	China Securities Co., Ltd.	Bonds issued and traded for professional institutional investors	Click-through, enquiry, bidding and negotiation closings	No
2024 Subordinated Bonds (Tranche 1) (Type 1) of China Galaxy Securities Co., Ltd. Publicly Issued to Professional Investors	24 Galaxy C1	240681.SH	2024/3/8	2024/3/11	N/A	2027/3/11	20	2.60	The interest shall be calculated annually at a simple rate other than a compound rate. The interest shall be paid annually and the principal amount shall be repaid in full at the maturity date. The interest shall be paid together with the principal amount	SSE	China Securities Co., Ltd., Guosen Securities Co., Ltd., Everbright Securities Company Limited, Dongxing Securities Corporation Limited, Central China Securities Co., Ltd., Wanlian Securities Co., Ltd.	China Securities Co., Ltd.	Bonds issued and traded for professional institutional investors	Matching, click-through, enquiry, bidding and negotiation closings	No

Name of bond	Short name	Bond code	First date of issuance	Value date	Latest resale date after 30 April 2025	Maturity date	Bond balance	Interest rate (%)	Ways of principal and interest repayment	Trading venues	Lead underwriter	Trustee	Arrangement (if any) to ensure the suitability of investors	Trading mechanism	Is there any risk of termination of listing and trading
2024 Subordinated Bonds (Tranche 1) (Type 2) of China Galaxy Securities Co., Ltd. Publicly Issued to Professional Investors	24 Galaxy C2	240682.SH	2024/3/8	2024/3/11	N/A	2029/3/11	40	2.75	The interest shall be calculated annually at a simple rate other than a compound rate. The interest shall be paid annually and the principal amount shall be repaid in full at the maturity date. The interest shall be paid together with the principal amount	SSE	China Securities Co., Ltd., Guosen Securities Co., Ltd., Everbright Securities Company Limited, Dongxing Securities Corporation Limited, Central China Securities Co., Ltd., Wanlian Securities Co., Ltd.	China Securities Co., Ltd.	Bonds issued and traded for professional institutional investors	Matching, click-through, enquiry, bidding and negotiation closings	No
2024 Subordinated Bonds (Tranche 2) (Type 1) of China Galaxy Securities Co., Ltd. Publicly Issued to Professional Investors	24 Galaxy C3	241033.SH	2024/5/24	2024/5/27	N/A	2027/5/27	25	2.35	The interest shall be calculated annually at a simple rate other than a compound rate. The interest shall be paid annually and the principal amount shall be repaid in full at the maturity date. The interest shall be paid together with the principal amount	SSE	China Securities Co., Ltd., Guosen Securities Co., Ltd., Everbright Securities Company Limited, Dongxing Securities Corporation Limited	China Securities Co., Ltd.	Bonds issued and traded for professional institutional investors	Matching, click-through, enquiry, bidding and negotiation closings	No
2024 Subordinated Bonds (Tranche 2) (Type 2) of China Galaxy Securities Co., Ltd. Publicly Issued to Professional Investors	24 Galaxy C4	241034.SH	2024/5/24	2024/5/27	N/A	2029/5/27	25	2.45	The interest shall be calculated annually at a simple rate other than a compound rate. The interest shall be paid annually and the principal amount shall be repaid in full at the maturity date. The interest shall be paid together with the principal amount	SSE	China Securities Co., Ltd., Guosen Securities Co., Ltd., Everbright Securities Company Limited, Dongxing Securities Corporation Limited	China Securities Co., Ltd.	Bonds issued and traded for professional institutional investors	Matching, click-through, enquiry, bidding and negotiation closings	No

SECTION X RELEVANT INFORMATION OF BONDS

Name of bond	Short name	Bond code	First date of issuance	Value date	Latest resale date after 30 April 2025	Maturity date	Bond balance	Interest rate (%)	Ways of principal and interest repayment	Trading venues	Lead underwriter	Trustee	Arrangement (if any) to ensure the suitability of investors	Trading mechanism	Is there any risk of termination of listing and trading
2024 Corporate Bonds (Tranche 3) (Type 1) of China Galaxy Securities Co., Ltd. Non-publicly Issued to Professional Investors	24 Galaxy F3	255344.SH	2024/7/19	2024/7/22	N/A	2027/7/22	15	2.13	The interest shall be calculated annually at a simple rate other than a compound rate. The interest shall be paid annually and the principal amount shall be repaid in full at the maturity date. The interest shall be paid together with the principal amount	SSE	China Securities Co., Ltd., Guosen Securities Co., Ltd., Nanjing Securities Co., Ltd.	China Securities Co., Ltd.	Bonds issued and traded for professional institutional investors	Click-through, enquiry, bidding and negotiation closings	No
2024 Corporate Bonds (Tranche 3) (Type 2) of China Galaxy Securities Co., Ltd. Non-publicly Issued to Professional Investors	24 Galaxy F4	255345.SH	2024/7/19	2024/7/22	N/A	2029/7/22	35	2.25	The interest shall be calculated annually at a simple rate other than a compound rate. The interest shall be paid annually and the principal amount shall be repaid in full at the maturity date. The interest shall be paid together with the principal amount	SSE	China Securities Co., Ltd., Guosen Securities Co., Ltd., Nanjing Securities Co., Ltd.	China Securities Co., Ltd.	Bonds issued and traded for professional institutional investors	Click-through, enquiry, bidding and negotiation closings	No
2024 Subordinated Bonds (Tranche 3) (Type 1) of China Galaxy Securities Co., Ltd. Publicly Issued to Professional Investors	24 Galaxy C5	241492.SH	2024/8/21	2024/8/22	N/A	2027/8/22	12	2.10	The interest shall be calculated annually at a simple rate other than a compound rate. The interest shall be paid annually and the principal amount shall be repaid in full at the maturity date. The interest shall be paid together with the principal amount	SSE	China Securities Co., Ltd., Guosen Securities Co., Ltd., Everbright Securities Company Limited, Dongxing Securities Corporation Limited, Wanlian Securities Co., Ltd.	China Securities Co., Ltd.	Bonds issued and traded for professional institutional investors	Matching, click-through, enquiry, bidding and negotiation closings	No
2024 Subordinated Bonds (Tranche 3) (Type 2) of China Galaxy Securities Co., Ltd. Publicly Issued to Professional Investors	24 Galaxy C6	241493.SH	2024/8/21	2024/8/22	N/A	2029/8/22	14	2.22	The interest shall be calculated annually at a simple rate other than a compound rate. The interest shall be paid annually and the principal amount shall be repaid in full at the maturity date. The interest shall be paid together with the principal amount	SSE	China Securities Co., Ltd., Guosen Securities Co., Ltd., Everbright Securities Company Limited, Dongxing Securities Corporation Limited, Wanlian Securities Co., Ltd.	China Securities Co., Ltd.	Bonds issued and traded for professional institutional investors	Matching, click-through, enquiry, bidding and negotiation closings	No

Name of bond	Short name	Bond code	First date of issuance	Value date	Latest resale date after 30 April 2025	Maturity date	Bond balance	Interest rate (%)	Ways of principal and interest repayment	Trading venues	Lead underwriter	Trustee	Arrangement (if any) to ensure the suitability of investors	Trading mechanism	Is there any risk of termination of listing and trading
2024 Corporate Bonds (Tranche 1) (Type 1) of China Galaxy Securities Co., Ltd. Publicly Issued to Professional Investors	24 Galaxy G1	241757.SH	2024/10/16	2024/10/17	N/A	2027/10/17	35	2.15	The interest shall be calculated annually at a simple rate other than a compound rate. The interest shall be paid annually and the principal amount shall be repaid in full at the maturity date. The interest shall be paid together with the principal amount	SSE	China Securities Co., Ltd., Guosen Securities Co., Ltd., Everbright Securities Company Limited	China Securities Co., Ltd.	Bonds issued and traded for professional institutional investors	Matching, click-through, enquiry, bidding and negotiation closings	No
2024 Corporate Bonds (Tranche 1) (Type 2) of China Galaxy Securities Co., Ltd. Publicly Issued to Professional Investors	24 Galaxy G2	241758.SH	2024/10/16	2024/10/17	N/A	2029/10/17	15	2.25	The interest shall be calculated annually at a simple rate other than a compound rate. The interest shall be paid annually and the principal amount shall be repaid in full at the maturity date. The interest shall be paid together with the principal amount	SSE	China Securities Co., Ltd., Guosen Securities Co., Ltd., Everbright Securities Company Limited	China Securities Co., Ltd.	Bonds issued and traded for professional institutional investors	Matching, click-through, enquiry, bidding and negotiation closings	No
2025 Corporate Bonds (Tranche 1) (Type 1) of China Galaxy Securities Co., Ltd. Non-publicly Issued to Professional Investors	25 Galaxy F1	257139.SH	2025/1/8	2025/1/9	N/A	2027/1/9	15	1.72	The interest shall be calculated annually at a simple rate other than a compound rate. The interest shall be paid annually and the principal amount shall be repaid in full at the maturity date. The interest shall be paid together with the principal amount	SSE	China Securities Co., Ltd., Guosen Securities Co., Ltd., Nanjing Securities Co., Ltd.	China Securities Co., Ltd.	Bonds issued and traded for professional institutional investors	Click-through, enquiry, bidding and negotiation closings	No
2025 Corporate Bonds (Tranche 1) (Type 2) of China Galaxy Securities Co., Ltd. Non-publicly Issued to Professional Investors	25 Galaxy F2	257140.SH	2025/1/8	2025/1/9	N/A	2028/1/9	25	1.75	The interest shall be calculated annually at a simple rate other than a compound rate. The interest shall be paid annually and the principal amount shall be repaid in full at the maturity date. The interest shall be paid together with the principal amount	SSE	China Securities Co., Ltd., Guosen Securities Co., Ltd., Nanjing Securities Co., Ltd.	China Securities Co., Ltd.	Bonds issued and traded for professional institutional investors	Click-through, enquiry, bidding and negotiation closings	No

Name of bond	Short name	Bond code	First date of issuance	Value date	Latest resale date after 30 April 2025	Maturity date	Bond balance	Interest rate (%)	Ways of principal and interest repayment	Trading venues	Lead underwriter	Trustee	Arrangement (if any) to ensure the suitability of investors	Trading mechanism	Is there any risk of termination of listing and trading
2025 Subordinated Bonds (Tranche 1) (Type 1) of China Galaxy Securities Co., Ltd. Publicly Issued to Professional Investors	25 Galaxy C1	242426.SH	2025/2/26	2025/2/27	N/A	2028/2/27	13	2.15	The interest shall be calculated annually at a simple rate other than a compound rate. The interest shall be paid annually and the principal amount shall be repaid in full at the maturity date. The interest shall be paid together with the principal amount	SSE	China Securities Co., Ltd., Guosen Securities Co., Ltd., Everbright Securities Company Limited, Dongxing Securities Corporation Limited, Wanlian Securities Co., Ltd.	China Securities Co., Ltd.	Bonds issued and traded for professional institutional investors	Matching, click-through, enquiry, bidding and negotiation closings	No
2025 Subordinated Bonds (Tranche 1) (Type 2) of China Galaxy Securities Co., Ltd. Publicly Issued to Professional Investors	25 Galaxy C2	242427.SH	2025/2/26	2025/2/27	N/A	2030/2/27	21	2.25	The interest shall be calculated annually at a simple rate other than a compound rate. The interest shall be paid annually and the principal amount shall be repaid in full at the maturity date. The interest shall be paid together with the principal amount	SSE	China Securities Co., Ltd., Guosen Securities Co., Ltd., Everbright Securities Company Limited, Dongxing Securities Corporation Limited, Wanlian Securities Co., Ltd.	China Securities Co., Ltd.	Bonds issued and traded for professional institutional investors	Matching, click-through, enquiry, bidding and negotiation closings	No

Note 1: On 24 November 2020, the Company publicly issued 2020 perpetual subordinated bonds (tranche 1) of RMB5.0 billion, with an interest rate of 4.80%, which will remain unchanged for the first five interest-bearing years of the duration of the bonds. If the Company does not exercise its redemption right, the coupon rate shall be reset every five years commencing from the sixth interest-bearing year.

Note 2: On 29 March 2021, the Company publicly issued 2021 perpetual subordinated bonds (tranche 1) of RMB5.0 billion, with an interest rate of 4.57%, which will remain unchanged for the first five interest-bearing years of the duration of the bonds. If the Company does not exercise its redemption right, the coupon rate shall be reset every five years commencing from the sixth interest-bearing year.

Note 3: On 21 April 2021, the Company publicly issued 2021 perpetual subordinated bonds (tranche 2) of RMB5.0 billion, with an interest rate of 4.30%, which will remain unchanged for the first five interest-bearing years of the duration of the bonds. If the Company does not exercise its redemption right, the coupon rate shall be reset every five years commencing from the sixth interest-bearing year.

Note 4: On 18 May 2023, the Company publicly issued 2023 perpetual subordinated bonds (tranche 1) of RMB5.0 billion to professional investors, with an interest rate of 3.63%, which will remain unchanged for the first five interest-bearing years of the duration of the bonds. If the Company does not exercise its redemption right, the coupon rate shall be reset every five years commencing from the sixth interest-bearing year.

Note 5: On 9 June 2023, the Company publicly issued 2023 perpetual subordinated bonds (tranche 2) of RMB5.0 billion to professional investors, with an interest rate of 3.58%, which will remain unchanged for the first five interest-bearing years of the duration of the bonds. If the Company does not exercise its redemption right, the coupon rate shall be reset every five years commencing from the sixth interest-bearing year.

Note 6: On 17 November 2023, the Company publicly issued 2023 perpetual subordinated bonds (tranche 3) of RMB5.0 billion to professional investors, with an interest rate of 3.43%, which will remain unchanged for the first five interest-bearing years of the duration of the bonds. If the Company does not exercise its redemption right, the coupon rate shall be reset every five years commencing from the sixth interest-bearing year.

Interest payment for and redemption of bonds during the Reporting Period:

Name of bond	Interest payment and redemption
2020 Publicly Issued Perpetual Subordinated Bonds (Tranche 1) of China Galaxy Securities Co., Ltd.	Payment of interest in full as scheduled
2021 Corporate Bonds (Tranche 1) (Type 2) of China Galaxy Securities Co., Ltd. Publicly Issued to Professional Investors	Payment of interest and redemption in full as scheduled
2021 Corporate Bonds (Tranche 2) (Type 2) of China Galaxy Securities Co., Ltd. Publicly Issued to Professional Investors	Payment of interest and redemption in full as scheduled
2021 Corporate Bonds (Tranche 3) (Type 1) of China Galaxy Securities Co., Ltd. Publicly Issued to Professional Investors	Payment of interest and redemption in full as scheduled
2021 Corporate Bonds (Tranche 3) (Type 2) of China Galaxy Securities Co., Ltd. Publicly Issued to Professional Investors	Payment of interest in full as scheduled
2021 Non-publicly Issued Corporate Bonds (Tranche 1) (Type 2) of China Galaxy Securities Co., Ltd.	Payment of interest and redemption in full as scheduled
2021 Non-publicly Issued Corporate Bonds (Tranche 2) (Type 2) of China Galaxy Securities Co., Ltd.	Payment of interest and redemption in full as scheduled
2021 Non-publicly Issued Corporate Bonds (Tranche 3) (Type 2) of China Galaxy Securities Co., Ltd.	Payment of interest and redemption in full as scheduled
2021 Non-publicly Issued Corporate Bonds (Tranche 4) (Type 2) of China Galaxy Securities Co., Ltd.	Payment of interest and redemption in full as scheduled
2021 Non-publicly Issued Corporate Bonds (Tranche 5) (Type 2) of China Galaxy Securities Co., Ltd.	Payment of interest and redemption in full as scheduled
2021 Non-publicly Issued Corporate Bonds (Tranche 6) of China Galaxy Securities Co., Ltd.	Payment of interest and redemption in full as scheduled
2021 Publicly Issued Perpetual Subordinated Bonds (Tranche 1) of China Galaxy Securities Co., Ltd.	Payment of interest in full as scheduled
2021 Publicly Issued Perpetual Subordinated Bonds (Tranche 2) of China Galaxy Securities Co., Ltd.	Payment of interest in full as scheduled
2022 Corporate Bonds (Tranche 1) of China Galaxy Securities Co., Ltd. Publicly Issued to Professional Investors	Payment of interest in full as scheduled
2022 Corporate Bonds (Tranche 2) (Type 2) of China Galaxy Securities Co., Ltd. Publicly Issued to Professional Investors	Payment of interest in full as scheduled

Name of bond	Interest payment and redemption
2022 Corporate Bonds (Tranche 3) (Type 1) of China Galaxy Securities Co., Ltd. Publicly Issued to Professional Investors	Payment of interest in full as scheduled
2022 Corporate Bonds (Tranche 3) (Type 2) of China Galaxy Securities Co., Ltd. Publicly Issued to Professional Investors	Payment of interest in full as scheduled
2022 Subordinated Bonds (Tranche 1) (Type 1) of China Galaxy Securities Co., Ltd. Publicly Issued to Professional Investors	Payment of interest and redemption in full as scheduled
2022 Subordinated Bonds (Tranche 1) (Type 2) of China Galaxy Securities Co., Ltd. Publicly Issued to Professional Investors	Payment of interest in full as scheduled
2022 Subordinated Bonds (Tranche 2) of China Galaxy Securities Co., Ltd. Publicly Issued to Professional Investors	Payment of interest in full as scheduled
2022 Subordinated Bonds (Tranche 3) (Type 1) of China Galaxy Securities Co., Ltd. Publicly Issued to Professional Investors	Payment of interest and redemption in full as scheduled
2022 Subordinated Bonds (Tranche 3) (Type 2) of China Galaxy Securities Co., Ltd. Publicly Issued to Professional Investors	Payment of interest in full as scheduled
2022 Corporate Bonds (Tranche 1) of China Galaxy Securities Co., Ltd. Non-publicly Issued to Professional Investors	Payment of interest in full as scheduled
2022 Corporate Bonds (Tranche 2) (Type 1) of China Galaxy Securities Co., Ltd. Non-publicly Issued to Professional Investors	Payment of interest and redemption in full as scheduled
2022 Corporate Bonds (Tranche 2) (Type 2) of China Galaxy Securities Co., Ltd. Non-publicly Issued to Professional Investors	Payment of interest in full as scheduled
2023 Corporate Bonds (Tranche 1) (Type 1) of China Galaxy Securities Co., Ltd. Publicly Issued to Professional Investors	Payment of interest in full as scheduled
2023 Corporate Bonds (Tranche 1) (Type 2) of China Galaxy Securities Co., Ltd. Publicly Issued to Professional Investors	Payment of interest in full as scheduled
2023 Corporate Bonds (Tranche 2) (Type 1) of China Galaxy Securities Co., Ltd. Publicly Issued to Professional Investors	Payment of interest in full as scheduled
2023 Corporate Bonds (Tranche 2) (Type 2) of China Galaxy Securities Co., Ltd. Publicly Issued to Professional Investors	Payment of interest in full as scheduled
2023 Corporate Bonds (Tranche 3) (Type 1) of China Galaxy Securities Co., Ltd. Publicly Issued to Professional Investors	Payment of interest in full as scheduled
2023 Corporate Bonds (Tranche 3) (Type 2) of China Galaxy Securities Co., Ltd. Publicly Issued to Professional Investors	Payment of interest in full as scheduled
2023 Corporate Bonds (Tranche 3) (Type 3) of China Galaxy Securities Co., Ltd. Publicly Issued to Professional Investors	Payment of interest in full as scheduled
2023 Corporate Bonds (Tranche 4) (Type 2) of China Galaxy Securities Co., Ltd. Publicly Issued to Professional Investors	Payment of interest in full as scheduled

Name of bond	Interest payment and redemption
2023 Corporate Bonds (Tranche 4) (Type 1) of China Galaxy Securities Co., Ltd. Publicly Issued to Professional Investors	Payment of interest in full as scheduled
2023 Corporate Bonds (Tranche 1) (Type 2) of China Galaxy Securities Co., Ltd. Non-publicly Issued to Professional Investors	Payment of interest in full as scheduled
2023 Corporate Bonds (Tranche 1) (Type 1) of China Galaxy Securities Co., Ltd. Non-publicly Issued to Professional Investors	Payment of interest in full as scheduled
2023 Corporate Bonds (Tranche 2) (Type 2) of China Galaxy Securities Co., Ltd. Non-publicly Issued to Professional Investors	Payment of interest in full as scheduled
2023 Corporate Bonds (Tranche 2) (Type 1) of China Galaxy Securities Co., Ltd. Non-publicly Issued to Professional Investors	Payment of interest in full as scheduled
2023 Corporate Bonds (Tranche 3) (Type 2) of China Galaxy Securities Co., Ltd. Non-publicly Issued to Professional Investors	Payment of interest in full as scheduled
2023 Subordinated Bonds (Tranche 1) (Type 1) of China Galaxy Securities Co., Ltd. Publicly Issued to Professional Investors	Payment of interest in full as scheduled
2023 Subordinated Bonds (Tranche 2) (Type 1) of China Galaxy Securities Co., Ltd. Publicly Issued to Professional Investors	Payment of interest in full as scheduled
2023 Subordinated Bonds (Tranche 2) (Type 2) of China Galaxy Securities Co., Ltd. Publicly Issued to Professional Investors	Payment of interest in full as scheduled
2023 Perpetual Subordinated Bonds (Tranche 1) of China Galaxy Securities Co., Ltd. Publicly Issued to Professional Investors	Payment of interest in full as scheduled
2023 Perpetual Subordinated Bonds (Tranche 2) of China Galaxy Securities Co., Ltd. Publicly Issued to Professional Investors	Payment of interest in full as scheduled
2023 Perpetual Subordinated Bonds (Tranche 3) of China Galaxy Securities Co., Ltd. Publicly Issued to Professional Investors	Payment of interest in full as scheduled

2. Triggering and implementation of the Company or investor option clauses and investor protection clauses

The Company's issued perpetual subordinated bonds, including the "20 Galaxy Y1", "21 Galaxy Y1", "21 Galaxy Y2", "23 Galaxy Y1", "23 Galaxy Y2" and "23 Galaxy Y3", include issuer's renewal options, issuer's redemption rights, and the right to defer interest payments. During the Reporting Period, the Company did not exercise its right to defer interest payments and paid the current interest on the "20 Galaxy Y1", "21 Galaxy Y1", "21 Galaxy Y2", "23 Galaxy Y1", "23 Galaxy Y2" and "23 Galaxy Y3" bonds in full as scheduled. As at the End of the Reporting Period, neither the issuer's renewal options nor the issuer's redemption rights had reached their exercise dates.

3. *Intermediaries providing services for bonds issuance and on-going business*

(1) *Accounting firm issuing the audit's report*

Name	Ernst & Young Hua Ming LLP (Special General Partnership)
Office address	16/F, Ernst & Young Tower, Oriental Plaza, 1 East Chang'an Avenue, Dongcheng District, Beijing, China
Signing accountants	Liang Chengjie, Shi Yuxuan, Song Xueqiang, Guo Yan
Contact person	Shi Yuxuan
Contact number	010-58152643

(2) *Trustee*

Bond short name	22 Galaxy F1, 22 Galaxy F3, 22 Galaxy G3, 22 Galaxy G4, 22 Galaxy G5, 23 Galaxy F2, 23 Galaxy F4, 23 Galaxy F6, 23 Galaxy G1, 23 Galaxy G2, 23 Galaxy G3, 23 Galaxy G4, 23 Galaxy G5, 23 Galaxy G6, 23 Galaxy G7, 23 Galaxy G8, 23 Galaxy G9, 23 Galaxy Y1, 23 Galaxy Y2, 23 Galaxy Y3, 24 Galaxy F1, 24 Galaxy F2, 24 Galaxy F3, 24 Galaxy F4, 24 Galaxy C1, 24 Galaxy C2, 24 Galaxy C3, 24 Galaxy C4, 24 Galaxy C5, 24 Galaxy C6, 24 Galaxy G1, 24 Galaxy G2, 25 Galaxy F1, 25 Galaxy F2, 25 Galaxy C1, 25 Galaxy C2
Name	China Securities Co., Ltd.
Office address	Building 1, Courtyard 16, Jinghui Street, Chaoyang District, Beijing
Contact person	Yuan Leitong
Contact number	010-56052152

Bond short name	20 Galaxy Y1, 21 Galaxy Y1, 21 Galaxy Y2
Name	Guotai Junan Securities Co., Ltd.
Office address	No. 768, Nanjing West Road, Jingan District, Shanghai
Contact person	Shi Yunheng
Contact number	010-83939168

Bond short name	21 Galaxy G6, 22 Galaxy G1
Name	Guosen Securities Co., Ltd.
Office address	4/F, Guosen Securities Building, No. 6 Xingsheng Street, Financial Street, Xicheng District, Beijing
Contact persons	Guo Rui, He Junxian
Contact number	010-88005006

Bond short name	22 Galaxy C5, 23 Galaxy C3, 23 Galaxy C4
Name	China Merchants Securities Co., Ltd.
Office address	16/F, Building No. 3, 1 Yuetan South Street, Xicheng District, Beijing
Contact persons	Han Xu, Qian Yi
Contact number	010-57783091

(3) Credit rating agency

Bond short name	20 Galaxy Y1, 21 Galaxy Y1, 21 Galaxy Y2, 21 Galaxy G6, 22 Galaxy G1, 22 Galaxy F1, 22 Galaxy F3, 22 Galaxy C5, 22 Galaxy G3, 22 Galaxy G4, 22 Galaxy G5, 23 Galaxy F2, 23 Galaxy F4, 23 Galaxy C3, 23 Galaxy C4, 23 Galaxy Y1, 23 Galaxy Y2, 23 Galaxy G1, 23 Galaxy G2, 23 Galaxy G3, 23 Galaxy G4, 23 Galaxy G5, 23 Galaxy G6, 23 Galaxy G7, 23 Galaxy F6, 23 Galaxy Y3, 23 Galaxy G8, 23 Galaxy G9, 24 Galaxy F1, 24 Galaxy F2, 24 Galaxy C1, 24 Galaxy C2, 24 Galaxy C3, 24 Galaxy C4, 24 Galaxy F3, 24 Galaxy F4, 24 Galaxy C5, 24 Galaxy C6, 24 Galaxy G1, 24 Galaxy G2, 25 Galaxy F1, 25 Galaxy F2, 25 Galaxy C1, 25 Galaxy C2
Name	China Lianhe Credit Rating Co., Ltd.
Office address	17/F, PICC P&C Building, No. 2 Jianguomenwai Avenue, Chaoyang District, Beijing
Contact persons	Zhang Fan, Wang Yalong
Contact number	010-85679696

(4) Law firm

Bond short name	20 Galaxy Y1, 21 Galaxy Y1, 21 Galaxy Y2, 21 Galaxy G6, 22 Galaxy G1, 22 Galaxy F1, 22 Galaxy F3, 22 Galaxy C5, 22 Galaxy G3, 22 Galaxy G4, 22 Galaxy G5, 23 Galaxy F2, 23 Galaxy F4, 23 Galaxy C3, 23 Galaxy C4, 23 Galaxy Y1, 23 Galaxy Y2, 23 Galaxy G1, 23 Galaxy G2, 23 Galaxy G3, 23 Galaxy G4, 23 Galaxy G5, 23 Galaxy G6, 23 Galaxy G7, 23 Galaxy F6, 23 Galaxy Y3, 23 Galaxy G8, 23 Galaxy G9, 24 Galaxy F1, 24 Galaxy F2, 24 Galaxy C1, 24 Galaxy C2, 24 Galaxy C3, 24 Galaxy C4, 24 Galaxy F3, 24 Galaxy F4, 24 Galaxy C5, 24 Galaxy C6, 24 Galaxy G1, 24 Galaxy G2, 25 Galaxy F1, 25 Galaxy F2, 25 Galaxy C1, 25 Galaxy C2
Name	Grandall Law Firm
Office address	9/F, Taikang Financial Tower, No. 38 North Dongsanhuan Road, Chaoyang District, Beijing
Contact person	Yang Junjun
Contact number	010-65890699

During the Reporting Period, no change has been made in the above-mentioned intermediaries of the Company.

4. *Use of proceeds*

During the Reporting Period, the Company utilized the proceeds from bonds issuance as follows:

Unit: 100 million yuan Currency: RMB

Bond code	Bond short name	Whether it is a special bond	Total amount of proceeds	Actual amount of proceeds used during the Reporting Period	Repayment of interest-bearing debt (excluding corporate bonds) and amount involved	Repayment of corporate bonds and amount involved	Replenishment of the working capital and amount involved	Balance of special account of proceeds as at the End of the Reporting Period
253608.SH	24 Galaxy F1	No	50	50	–	–	50	Note 1
253609.SH	24 Galaxy F2	No	10	10	–	–	10	–
255344.SH	24 Galaxy F3	No	15	15	–	15	–	Note 2
255345.SH	24 Galaxy F4	No	35	35	–	35	–	Note 2
240681.SH	24 Galaxy C1	No	20	20	–	50	10	Note 3
240682.SH	24 Galaxy C2	No	40	40	–			Note 3
241033.SH	24 Galaxy C3	No	25	25	–	–	25	Note 4
241034.SH	24 Galaxy C4	No	25	25	–	–	25	Note 4
241492.SH	24 Galaxy C5	No	12	12	–	–	12	Note 5
241493.SH	24 Galaxy C6	No	14	14	–	–	14	Note 5
241757.SH	24 Galaxy G1	No	35	35	–	35	–	Note 6
241758.SH	24 Galaxy G2	No	15	15	–	15	–	Note 6

Note 1: As at the End of the Reporting Period, balance of special account of proceeds of 24 Galaxy F1 was RMB185,216.53.

Note 2: As at the End of the Reporting Period, balance of special account of proceeds of 24 Galaxy F3 and 24 Galaxy F4 was RMB66,169.60.

Note 3: As at the End of the Reporting Period, balance of special account of proceeds of 24 Galaxy C1 and 24 Galaxy C2 was RMB121,235.39.

Note 4: As at the End of the Reporting Period, balance of special account of proceeds of 24 Galaxy C3 and 24 Galaxy C4 was RMB77,916.22.

Note 5: As at the End of the Reporting Period, balance of special account of proceeds of 24 Galaxy C5 and 24 Galaxy C6 was RMB72,144.55.

Note 6: As at the End of the Reporting Period, balance of special account of proceeds of 24 Galaxy G1 and 24 Galaxy G2 was RMB99,622.33.

The use of proceeds from the aforementioned bonds of the Company has remained unchanged, with no funds allocated to fixed asset projects or other specific investments.

5. *Compliance in the use of proceeds*

<table>
<tr><th>Bond code</th><th>Bond short name</th><th>Actual use of proceeds as at the End of the Reporting Period</th><th>Whether the actual use is consistent with the intended use</th><th>Compliance of use of proceeds and management of special account of proceeds during the Reporting Period</th><th>Compliance of use of proceeds with local government debt management regulations</th></tr>
<tr><td>253608.SH</td><td>24 Galaxy F1</td><td>The proceeds of the bonds of RMB5 billion will be entirely used to replenish the Company's working capital.</td><td>Yes</td><td>Yes</td><td>N/A</td></tr>
<tr><td>253609.SH</td><td>24 Galaxy F2</td><td>The proceeds of the bonds of RMB1 billion will be entirely used to replenish the Company's working capital.</td><td>Yes</td><td>Yes</td><td>N/A</td></tr>
<tr><td>255344.SH
255345.SH</td><td>24 Galaxy F3
24 Galaxy F4</td><td>The proceeds of the bonds of RMB5 billion will be entirely used to repay the principal of maturing corporate bonds.
<table><tr><th>Repayment of maturing bonds</th><th>Issue amount (100 million yuan)</th><th>Repayment amount (100 million yuan)</th><th>Maturity date</th></tr><tr><td>21 Galaxy G5</td><td>32</td><td>32</td><td>2024/7/20</td></tr><tr><td>22 Galaxy F2</td><td>20</td><td>18</td><td>2024/7/26</td></tr><tr><td>Total</td><td>52</td><td>50</td><td></td></tr></table>Note: 21 Galaxy G5 represents the self-owned funds used for the replacement and redemption payments.</td><td>Yes</td><td>Yes</td><td>N/A</td></tr>
<tr><td>240681.SH
240682.SH</td><td>24 Galaxy C1
24 Galaxy C2</td><td>The proceeds of the bonds of RMB5 billion will be used to repay maturing corporate bonds, while RMB1 billion will be used to replenish the Company's working capital. A breakdown of the repayment of maturing corporate bonds is as follows:
<table><tr><th>Repayment of maturing bonds</th><th>Issue amount (100 million yuan)</th><th>Repayment amount (100 million yuan)</th><th>Maturity date</th></tr><tr><td>22 Galaxy C1</td><td>10</td><td>10</td><td>2024/1/18</td></tr><tr><td>21 Galaxy G2</td><td>32</td><td>32</td><td>2024/1/21</td></tr><tr><td>21 Galaxy G4</td><td>25</td><td>8</td><td>2024/2/4</td></tr><tr><td>Total</td><td>67</td><td>50</td><td></td></tr></table>Note: 22 Galaxy C1, 21 Galaxy G2 and 21 Galaxy G4 are replacement principal.</td><td>Yes</td><td>Yes</td><td>N/A</td></tr>
</table>

<table>
<tr><th>Bond code</th><th>Bond short name</th><th>Actual use of proceeds as at the End of the Reporting Period</th><th>Whether the actual use is consistent with the intended use</th><th>Compliance of use of proceeds and management of special account of proceeds during the Reporting Period</th><th>Compliance of use of proceeds with local government debt management regulations</th></tr>
<tr><td>241033.SH</td><td>24 Galaxy C3</td><td>The proceeds of the bonds of RMB5 billion will be entirely used to replenish the Company's working capital.</td><td>Yes</td><td>Yes</td><td>N/A</td></tr>
<tr><td>241034.SH</td><td>24 Galaxy C4</td><td></td><td></td><td></td><td></td></tr>
<tr><td>241492.SH</td><td>24 Galaxy C5</td><td>The proceeds of the bonds of RMB2.6 billion will be entirely used to replenish the Company's working capital.</td><td>Yes</td><td>Yes</td><td>N/A</td></tr>
<tr><td>241493.SH</td><td>24 Galaxy C6</td><td></td><td></td><td></td><td></td></tr>
<tr><td>241757.SH</td><td>24 Galaxy G1</td><td rowspan="2">The proceeds of the bonds of RMB5 billion are intended to repay the principal of maturing corporate bonds. A breakdown of the repayment of the principal of maturing corporate bonds is as follows:

<table><tr><th>Repayment of maturing bonds</th><th>Issue amount (100 million yuan)</th><th>Repayment amount (100 million yuan)</th><th>Maturity date</th></tr><tr><td>22 Galaxy C4</td><td>17</td><td>17</td><td>2024/8/8</td></tr><tr><td>21 Galaxy F2</td><td>40</td><td>33</td><td>2024/8/9</td></tr><tr><td>Total</td><td>57</td><td>50</td><td></td></tr></table>
Note: 22 Galaxy C4 and 21 Galaxy F2 represent the self-owned funds used for the replacement and redemption payments.</td><td rowspan="2">Yes</td><td rowspan="2">Yes</td><td rowspan="2">N/A</td></tr>
<tr><td>241758.SH</td><td>24 Galaxy G2</td></tr>
</table>

During the Reporting Period, there were no illegal or non-compliant situations in the Company's use of proceeds and management of proceeds accounts, and no violations or penalties were incurred due to improper use of proceeds.

(iii) Other Matters to be Disclosed Regarding Special Bonds

1. During the Reporting Period, the Company did not issue any of the following types of special category bonds: exchangeable corporate bonds, green corporate bonds, poverty alleviation corporate bonds, rural revitalisation corporate bonds, Belt and Road corporate bonds, technology innovation corporate bonds, innovation and entrepreneurship corporate bonds, low-carbon transition (linked) corporate bonds, bailout corporate bonds, or SME support bonds.

2. As at the End of the Reporting Period and the disclosure date of this report, the perpetual subordinated bonds outstanding of the Company are as follows:

Unit: 100 million yuan Currency: RMB

Bond code	Bond short name	Bond balance	Renewal	Interest step-up	Interest deferral	Enforcement of interest payment	Whether they are still included in equity and corresponding accounting treatment or not	Other
175196.SH	20 Galaxy Y1	50	Not yet reached exercise date	Not yet reached exercise date	Nil	The Annual General Meeting for the year 2023 of the Company considered and adopted the Resolution on the Review of the Company's 2023 Profit Distribution, and the Second Extraordinary General Meeting for 2024 of the Company considered and adopted the Resolution on the Review of the Company's 2024 Interim Profit Distribution Plan, thereby triggering a mandatory interest payment event.	Yes	Nil
175879.SH	21 Galaxy Y1	50	Not yet reached exercise date	Not yet reached exercise date	Nil		Yes	Nil
188024.SH	21 Galaxy Y2	50	Not yet reached exercise date	Not yet reached exercise date	Nil		Yes	Nil
115343.SH	23 Galaxy Y1	50	Not yet reached exercise date	Not yet reached exercise date	Nil		Yes	Nil
115461.SH	23 Galaxy Y2	50	Not yet reached exercise date	Not yet reached exercise date	Nil		Yes	Nil
240273.SH	23 Galaxy Y3	50	Not yet reached exercise date	Not yet reached exercise date	Nil		Yes	Nil

(iv) Debt Financing Instruments of Non-financial Institutions in the Inter-bank Bond Market

During the Reporting Period, the Company had no debt financing instruments of non-financial institutions in the inter-bank bond market.

(v) Other Explanations

During the Reporting Period, the Company had no convertible corporate bonds.

At the beginning of the Reporting Period and at the End of the Reporting Period, the Company did not have consolidated non-operating current accounts and fund lending. During the Reporting Period, the Company did not have the following circumstances: non-operating current accounts or fund lending violated the relevant provisions or commitments of the offering documents.

During the Reporting Period, the Company did not experience any losses within the consolidated financial statements that exceeded 10% of the net assets as at the end of last year, nor any overdue interest-bearing debts. The Company also did not violate any laws, regulations, the Articles of Association, information disclosure management systems, or the provisions or commitments outlined in the bond offering documents.

III. KEY ACCOUNTING DATA AND FINANCIAL INDICATORS FOR THE LAST TWO YEARS

Unit: Yuan Currency: RMB

Key Indicators	2024	2023	Change Compared with the Same Period of Last Year (%)	Reason for Change
Net profit attributable to shareholders of the listed company, excluding non-recurring gains and losses	9,995,210,302.52	7,885,614,077.40	26.75	–
Current ratio	1.34	1.45	-7.56	–
Quick ratio	1.34	1.45	-7.56	–
Gearing ratio (%)	75.43	75.97	A decrease of 0.54 percentage point	–
EBITDA to total debt ratio	0.05	0.05	–	–
Interest coverage ratio	2.24	1.88	18.91	–
Cash interest coverage ratio	4.70	-6.19	N/A	Mainly because the cash related to operating activities had a net inflow in 2024 and a net outflow in 2023.
EBITDA interest coverage ratio	2.38	2.00	18.66	–
Loan repayment rate (%)	100.00	100.00	–	–
Interest payment rate (%)	100.00	100.00	–	–

Independent auditor's report

To the Shareholders of China Galaxy Securities Co., Ltd.
(Established in the People's Republic of China with limited liability)

Opinion

We have audited the consolidated financial statements of China Galaxy Securities Co., Ltd. (the "Company") and its subsidiaries (the "Group") set out on pages 219 to 342, which comprise the consolidated statement of financial position as at 31 December 2024, and the consolidated statement of profit or loss, the consolidated statement of comprehensive income, the consolidated statement of changes in equity and the consolidated statement of cash flows for the year then ended, and notes to the consolidated financial statements, including material accounting policy information.

In our opinion, the consolidated financial statements give a true and fair view of the consolidated financial position of the Group as at 31 December 2024, and of its consolidated financial performance and its consolidated cash flows for the year then ended in accordance with IFRS Accounting Standards issued by the International Accounting Standards Board and have been properly prepared in compliance with the disclosure requirements of the Hong Kong Companies Ordinance.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing ("ISAs") issued by the International Auditing and Assurance Standards Board ("IAASB"). Our responsibilities under those standards are further described in the *Auditor's responsibilities for the audit of the consolidated financial statements* section of our report. We are independent of the Group in accordance with the *Code of Ethics for Professional Accountants* (the "Code") issued by the Hong Kong Institute of Certified Public Accountants, and we have fulfilled our other ethical responsibilities in accordance with the Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key audit matters

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the consolidated financial statements of the current period. These matters were addressed in the context of our audit of the consolidated financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. For each matter below, our description of how our audit addressed the matter is provided in that context.

We have fulfilled the responsibilities described in the *Auditor's responsibilities for the audit of the consolidated financial statements* section of our report, including in relation to these matters. Accordingly, our audit included the performance of procedures designed to respond to our assessment of the risks of material misstatement of the consolidated financial statements. The results of our audit procedures, including the procedures performed to address the matters below, provide the basis for our audit opinion on the accompanying consolidated financial statements.

Key audit matters (continued)

To the Shareholders of China Galaxy Securities Co., Ltd.
(Established in the People's Republic of China with limited liability)

Key audit matter	How our audit addressed the key audit matter

Consolidation of structured entities

The Group has acquired ownership interests in the structured entities through launch or investment. The total net assets of the consolidated structured entities were RMB32,159 million as at 31 December 2024 and the amount was significant to the consolidated financial statements. When determining whether a structured entity should be consolidated, a combination of factors need to be assessed according to the terms of the related contracts, including the Group's power over the structured entities, all variable returns obtained including investment income and management's remuneration, the circumstances under which the managers of the relevant structured entities can be removed. The assessment involves significant management's judgement and estimation.

Due to the above reasons, we identified the consolidation of structured entities as a key audit matter in our audit of the consolidated financial statements.

Relevant disclosures are included in Note 3.1 and Note 48 to the consolidated financial statements.

Our procedures in relation to the assessment of the consolidation scope of structured entities included:

- Testing and evaluating key controls of management on determining the consolidation of structured entities;
- Obtaining the list of the structured entities that the Group has acquired ownership interests through launch or investment. Reading the related investment contracts and service agreements in respect of the structured entities sampled from the complete list of the structured entities to assess the appropriateness of management's judgement of whether the Group controls these structured entities by considering the following factors:
  - The relevant activities of these structured entities and how variable returns were generated;
  - All variable returns entitled, primarily investment income and management's remuneration;
  - The Group's power over these structured entities and how it could affect the variable returns; and
  - Under what circumstances the managers of the relevant structured entities could be removed.
- Evaluating whether the disclosures of the structured entities in the financial statements comply with the requirements of accounting standards.

Key audit matters (continued)

To the Shareholders of China Galaxy Securities Co., Ltd.
(Established in the People's Republic of China with limited liability)

Key audit matter	How our audit addressed the key audit matter

Measurement of expected credit losses ("ECLs")

As at 31 December 2024, the total carrying amount of financial assets measured at amortised cost and debt instruments measured at fair value through other comprehensive income held by the Group was RMB450,480 million, and the loss allowance that had been recognised for these financial assets on the basis of ECLs was RMB2,023 million, which was significant to the consolidated financial statements.

The Group measured the loss allowance for the financial instruments according to the ECL model. To measure the ECLs, management needs to make significant judgements and estimations on determining the timing of significant increase in credit risk, dividing the assets into groups with similar credit risk characteristics, assessing the models and assumptions used and estimating the cash flows that the Group expects to receive, and the forward-looking information.

Due to the above reasons, we identified the measurement of ECLs as a key audit matter in our audit of the consolidated financial statements.

Relevant disclosures are included in Note 2.5, Note 3 and Note 57.1 to the consolidated financial statements.

Our procedures in relation to management's measurement of ECLs included:

- Testing and evaluating management's key controls on the measurement of ECLs;
- Assessing the appropriateness of the impairment model used by management by evaluating the basis of the key assumptions and parameters such as the judgement of significant increase in credit risk, the division of the asset group with similar credit risk characteristics, the expectation of future cash flows, and the forward-looking information;
- Examining significant data inputs into the ECL model, including probability of default, loss given default, exposure at default, and reviewing the accuracy of the model calculation;
- For the credit-impaired assets, assessing the loss allowance computed by management with reference to the financial information of the borrowers, and the fair value of collateral, as appropriate; and
- Evaluating whether the disclosure of ECLs for financial assets in the financial statements met the requirements of accounting standards.

In the audit, we involved our internal experts to evaluate the methods, assumptions and important parameters of the ECL model.

Key audit matters (continued)

To the Shareholders of China Galaxy Securities Co., Ltd.
(Established in the People's Republic of China with limited liability)

Key audit matter	How our audit addressed the key audit matter
Valuation of financial instruments measured at Level 3 fair value	
As at 31 December 2024, the financial assets and financial liabilities measured at fair value held by the Group were RMB385,778 million and RMB45,917 million respectively, of which the financial assets and financial liabilities classified as Level 3 were RMB8,603 million and RMB787 million respectively and it was significant to the consolidated financial statements. Fair values of these financial instruments measured at Level 3 fair value were determined using valuation techniques. Selection of appropriate valuation techniques, relevant assumptions and unobservable inputs involves significant management's estimation. Due to the above reasons, we identified the valuation of financial instruments measured at Level 3 fair value as a key audit matter in our audit of the consolidated financial statements. Relevant disclosures are included in Note 2.5, Note 3 and Note 58 to the consolidated financial statements.	Our procedures in relation to the valuation of financial instruments measured at Level 3 fair value included: • Testing and evaluating key controls of management on the valuation of financial instruments measured at Level 3 fair value; • Evaluating the consistency of the valuation techniques used by management; • Testing and evaluating relevant assumptions and inputs used; • Evaluating the competency of valuation experts used by management in the valuation process and involving our internal valuation specialists to assess the models used. Assessing the reasonableness of management-related valuations by re-performing independent valuations; and • Evaluating whether the disclosure of the fair value assessment of financial instruments measured by fair value and classified as Level 3 in the financial statements met the requirements of accounting standards.

Other information included in the Annual Report

The directors of the Company are responsible for the other information. The other information comprises the information included in the Annual Report, other than the consolidated financial statements and our auditor's report thereon.

Our opinion on the consolidated financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the consolidated financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the consolidated financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of the directors for the consolidated financial statements

The directors of the Company are responsible for the preparation of the consolidated financial statements that give a true and fair view in accordance with IFRS Accounting Standards issued by the international Accounting Standards Board ("IASB") and the disclosure requirements of the Hong Kong Companies Ordinance, and for such internal control as the directors determine is necessary to enable the preparation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, the directors of the Company, are responsible for assessing the Group's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors of the Company either intend to liquidate the Group or to cease operations, or have no realistic alternative but to do so.

The directors of the Company are assisted by the Audit Committee in discharging their responsibilities for overseeing the Group's financial reporting process.

Auditor's responsibilities for the audit of the consolidated financial statements

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Our report is made solely to you, as a body, and for no other purpose. We do not assume responsibility towards or accept liability to any other person for the contents of this report.

Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial statements.

As part of an audit in accordance with ISAs, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Group's internal control.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.

- Conclude on the appropriateness of the directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group to cease to continue as a going concern.

Auditor's responsibilities for the audit of the consolidated financial statements (continued)

- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

- Plan and perform the group audit to obtain sufficient appropriate audit evidence regarding the financial information of the entities or business units within the Group as a basis for forming an opinion on the consolidated financial statements. We are responsible for the direction, supervision and review of the audit work performed for purposes of the group audit. We remain solely responsible for our audit opinion.

We communicate with the Audit Committee regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide the Audit Committee with a statement that we have complied with relevant ethical requirements regarding independence and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, actions taken to eliminate threats or safeguards applied.

From the matters communicated with the Audit Committee, we determine those matters that were of most significance in the audit of the consolidated financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

The engagement partner on the audit resulting in this independent auditor's report is Ng Chi Keung.

Ernst & Young
Certified Public Accountants
Hong Kong
28 March 2025

CONSOLIDATED STATEMENT OF PROFIT OR LOSS

FOR THE YEAR ENDED 31 DECEMBER 2024
(Amounts in thousands of Renminbi, unless otherwise stated)

	Notes	2024	2023
CONTINUING OPERATIONS			
Revenue			
Commission and fee income	5	**8,444,607**	7,581,992
Interest income	6	**14,056,020**	14,448,369
Investment income and gains or losses	7	**11,502,842**	7,657,861
		34,003,469	29,688,222
Income from sales of bulk commodity		**12,598,320**	14,891,711
Other income, gains and losses	8	**155,766**	382,182
Total revenue, gains and other income		**46,757,555**	44,962,115
Depreciation and amortisation	9	**(1,162,000)**	(1,099,009)
Staff costs	10	**(7,869,209)**	(7,144,915)
Commission and fee expenses	11	**(1,073,415)**	(1,027,142)
Interest expenses	12	**(10,207,394)**	(10,285,645)
Cost from sales of bulk commodity		**(12,709,604)**	(14,705,228)
Other operating expenses	13	**(2,774,307)**	(2,510,588)
Credit loss expense	14	**(440,812)**	(33,501)
Impairment losses, net of reversal	14	**1,576**	(20,122)
Total expenses		**(36,235,165)**	(36,826,150)
Share of results of joint ventures		**(3,760)**	(2,316)
Profit before income tax		**10,518,630**	8,133,649
Income tax expense	15	**(487,708)**	(249,640)
Profit for the year		**10,030,922**	7,884,009
Profit for the year attributable to:			
Owners of the Company		**10,030,838**	7,878,769
Non-controlling interests		**84**	5,240
Earnings per share (Expressed in RMB per share)			
– Basic	16	**0.81**	0.67
– Diluted	16	**0.81**	0.65

The accompanying notes form an integral part of these consolidated financial statements.

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED 31 DECEMBER 2024

(Amounts in thousands of Renminbi, unless otherwise stated)

	2024	2023
Profit for the year	**10,030,922**	7,884,009
Other comprehensive income:		
Items that will not be reclassified to profit or loss:		
Fair value gains on investments in equity instruments measured at fair value through other comprehensive income	**3,517,042**	497,203
Income tax effect on changes in fair value	**(879,192)**	(124,254)
Remeasurement of defined benefit obligation	**48,306**	(21,919)
Subtotal	**2,686,156**	351,030
Items that may be reclassified subsequently to profit or loss:		
Exchange differences arising on translation of foreign operations	**177,441**	1,029
Debt instruments measured at fair value through other comprehensive income:		
– Fair value changes arising during the year	**4,286,248**	491,844
– Reclassification adjustments included in profit or loss	**(1,523,331)**	1,041,645
– Income tax that may be reclassified subsequently	**(692,165)**	(383,372)
Subtotal	**2,248,193**	1,151,146
Other comprehensive income for the year (net of tax)	**4,934,349**	1,502,176
Total comprehensive income for the year (net of tax)	**14,965,271**	9,386,185
Total comprehensive income for the year attributable to:		
Owners of the Company	**14,965,187**	9,380,945
Non-controlling interests	**84**	5,240
	14,965,271	9,386,185

The accompanying notes form an integral part of these consolidated financial statements.

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

AS AT 31 DECEMBER 2024
(Amounts in thousands of Renminbi, unless otherwise stated)

	Notes	As at 31 December 2024	As at 31 December 2023
ASSETS			
Non-current assets			
Property, plant and equipment	18	**703,829**	669,630
Investment properties		**7,051**	7,248
Right-of-use assets	19	**1,527,033**	1,656,263
Goodwill	20	**1,066,862**	1,032,951
Other intangible assets	21	**848,431**	820,541
Interests in joint ventures	22	**300,311**	244,771
Financial assets measured at fair value through profit or loss	23	**56,836,804**	27,344,835
Debt instruments measured at fair value through other comprehensive income	25	**1,551,439**	90,829
Equity instruments measured at fair value through other comprehensive income	26	**55,686,887**	45,173,149
Debt instruments measured at amortised cost	27	**492,963**	959,951
Financial assets held under resale agreements	24	**10,057,403**	11,452,478
Deposits with exchanges and non-bank financial institutions	29	**1,314,247**	1,483,680
Other assets	28	**1,204,216**	1,176,861
Deferred tax assets	30	**287,287**	276,155
Total non-current assets		**131,884,763**	92,389,342
Current assets			
Advances to customers	31	**101,534,753**	91,217,899
Accounts receivable	32	**10,667,095**	12,943,204
Tax recoverable		**585,969**	322,382
Other assets	28	**5,263,027**	6,883,979
Financial assets measured at fair value through profit or loss	23	**163,924,013**	178,838,657
Debt instruments measured at fair value through other comprehensive income	25	**103,577,644**	97,267,109
Debt instruments measured at amortised cost	27	**402,255**	1,338,072
Financial assets held under resale agreements	24	**14,700,605**	11,296,675
Derivative financial assets	33	**4,201,566**	8,405,035
Deposits with exchanges and non-bank financial institutions	29	**20,040,913**	20,777,564
Clearing settlement funds	34	**35,797,641**	27,900,176
Bank balances	35	**144,890,447**	113,625,203
Total current assets		**605,585,928**	570,815,955
Total assets		**737,470,691**	663,205,297

CONSOLIDATED STATEMENT OF FINANCIAL POSITION (continued)

AS AT 31 DECEMBER 2024
(Amounts in thousands of Renminbi, unless otherwise stated)

	Notes	As at 31 December 2024	As at 31 December 2023
EQUITY AND LIABILITIES			
Equity			
Share capital	36	**10,934,402**	10,934,402
Other equity instruments	37	**29,828,568**	29,828,323
Reserves	38	**66,869,983**	59,434,640
Retained profits	38	**32,847,782**	30,268,996
Equity attributable to owners of the Company		**140,480,735**	130,466,361
Non-controlling interests		**18,709**	28,425
Total equity		**140,499,444**	130,494,786
Liabilities			
Non-current liabilities			
Bonds payable	39	**75,966,045**	68,731,531
Debt instruments	40	**32,499**	309,594
Financial liabilities measured at fair value through profit or loss	41	**1,898,112**	6,181,322
Other payables and accruals	42	**76,731**	179,311
Lease liabilities	19	**912,985**	1,007,158
Deferred tax liabilities	30	**2,018,437**	209,301
Total non-current liabilities		**80,904,809**	76,618,217
Current liabilities			
Bonds payable	39	**22,811,251**	29,687,047
Due to banks and other financial institutions	43	**17,230,677**	16,956,888
Debt instruments	40	**42,509,190**	28,227,730
Accounts payable to brokerage clients	44	**165,569,131**	120,261,793
Accounts payable to underwriting clients		**18,000**	–
Accrued staff costs	45	**6,773,509**	6,043,755
Other payables and accruals	42	**39,580,134**	53,710,046
Lease liabilities	19	**671,122**	688,572
Current tax liabilities		**179,954**	175,142
Financial liabilities measured at fair value through profit or loss	41	**42,119,985**	33,472,853
Derivative financial liabilities	33	**1,898,872**	5,515,913
Financial assets sold under repurchase agreements	46	**176,704,613**	161,352,555
Total current liabilities		**516,066,438**	456,092,294
Total liabilities		**596,971,247**	532,710,511
Total equity and liabilities		**737,470,691**	663,205,297

The accompanying notes form an integral part of these consolidated financial statements.

Approved and authorised for issue by the Board of Directors on 28 March 2025 and signed on its behalf by:

WANG SHENG	XUE JUN
DIRECTOR	DIRECTOR

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

FOR THE YEAR ENDED 31 DECEMBER 2024

(Amounts in thousands of Renminbi, unless otherwise stated)

	Equity attributable to owners of the Company											
			Reserves									
	Share capital	Other equity instruments	Capital reserve	Investment revaluation reserve	Cash flow hedging reserve	Translation reserve	General reserves	Other reserves	Retained profits	Subtotal	Non-controlling interests	Total equity
At 31 December 2022	10,137,280	15,935,691	25,051,651	(20,725)	(859)	(26,514)	23,616,558	(68,735)	27,965,366	102,589,713	23,185	102,612,898
Add: Changes in accounting policies	–	–	–	–	–	–	–	–	9,013	9,013	–	9,013
At 1 January 2023 (restated)	10,137,280	15,935,691	25,051,651	(20,725)	(859)	(26,514)	23,616,558	(68,735)	27,974,379	102,598,726	23,185	102,621,911
Profit for the year	–	–	–	–	–	–	–	–	7,878,769	7,878,769	5,240	7,884,009
Other comprehensive income for the year	–	–	–	1,523,066	–	1,029	–	(21,919)	–	1,502,176	–	1,502,176
Total comprehensive income for the year	–	–	–	1,523,066	–	1,029	–	(21,919)	7,878,769	9,380,945	5,240	9,386,185
Appropriation to general reserves	–	–	–	–	–	–	2,313,439	–	(2,313,439)	–	–	–
Capital increase by other equity instrument holders	–	14,942,472	–	–	–	–	–	–	–	14,942,472	–	14,942,472
Convertible corporate bonds converted into share capital and capital reserve	797,122	(1,049,840)	7,172,452	–	–	–	–	–	–	6,919,734	–	6,919,734
Dividend declared (Note 17)	–	–	–	–	–	–	–	–	(2,331,516)	(2,331,516)		(2,331,516)
Distribution of interest to shareholders of perpetual bonds	–	–	–	–	–	–	–	–	(1,044,000)	(1,044,000)		(1,044,000)
Other comprehensive income that has been reclassified to retained profits	–	–	–	(104,803)	–	–	–	–	104,803	–		–
At 31 December 2023	10,934,402	29,828,323	32,224,103	1,397,538	(859)	(25,485)	25,929,997	(90,654)	30,268,996	130,466,361	28,425	130,494,786

The accompanying notes form an integral part of these consolidated financial statements

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (continued)

FOR THE YEAR ENDED 31 DECEMBER 2024

(Amounts in thousands of Renminbi, unless otherwise stated)

	Equity attributable to owners of the Company											
			Reserves									
	Share capital	Other equity instruments	Capital reserve	Investment revaluation reserve	Cash flow hedging reserve	Translation reserve	General reserves	Other reserves	Retained profits	Subtotal	Non-controlling interests	Total equity
At 1 January 2024	10,934,402	29,828,323	32,224,103	1,397,538	(859)	(25,485)	25,929,997	(90,654)	30,268,996	130,466,361	28,425	130,494,786
Profit for the year	-	-	-	-	-	-	-	-	10,030,838	10,030,838	84	10,030,922
Other comprehensive income for the year	-	-	-	4,708,602	-	177,441	-	48,306	-	4,934,349	-	4,934,349
Total comprehensive income for the year	-	-	-	4,708,602	-	177,441	-	48,306	10,030,838	14,965,187	84	14,965,271
Appropriation to general reserves	-	-	-	-	-	-	2,814,271	-	(2,814,271)	-	-	-
Capital increase by other equity instrument holders	-	245	-	-	-	-	-	-	-	245	-	245
Dividend declared (Note 17)	-	-	-	-	-	-	-	-	(3,324,058)	(3,324,058)	(9,800)	(3,333,858)
Distribution of interest to shareholders of perpetual bonds	-	-	-	-	-	-	-	-	(1,627,000)	(1,627,000)	-	(1,627,000)
Other comprehensive income that has been reclassified to retained profits	-	-	-	(313,277)	-	-	-	-	313,277	-	-	-
At 31 December 2024	10,934,402	29,828,568	32,224,103	5,792,863	(859)	151,956	28,744,268	(42,348)	32,847,782	140,480,735	18,709	140,499,444

The accompanying notes form an integral part of these consolidated financial statements.

CONSOLIDATED STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 DECEMBER 2024
(Amounts in thousands of Renminbi, unless otherwise stated)

	Note	2024	2023
OPERATING ACTIVITIES			
Profit before income tax		**10,518,630**	8,133,649
Adjustments for:			
Interest expenses		**10,207,394**	10,285,645
Share of results of joint ventures		**3,760**	2,316
Depreciation and amortisation		**1,162,000**	1,099,009
Impairment losses, net of reversal		**(1,576)**	20,122
Credit loss expense		**440,812**	33,501
Gains on disposal of property and equipment and other intangible assets		**(3,809)**	(14,564)
Foreign exchange losses		**62,905**	3,370
Net realised gains from disposal of debt instruments measured at fair value through other comprehensive income		**(1,529,544)**	(1,055,879)
Net realised gains from disposal of equity instruments measured at fair value through other comprehensive income		**(417,703)**	(139,737)
Net realised gains from disposal of debt instruments measured at amortised cost		**(152)**	–
Interest income from debt instruments measured at fair value through other comprehensive income		**(3,031,440)**	(3,734,384)
Interest income from other financial assets		**(39,736)**	(29,966)
Dividend income from equity instruments measured at fair value through other comprehensive income		**(2,155,396)**	(1,988,131)
Interest income from debt instruments measured at amortised cost		**(62,755)**	(104,892)
Unrealised fair value gains on financial assets measured at fair value through profit or loss		**(4,146,027)**	(1,711,812)
Unrealised fair value losses on financial liabilities measured at fair value through profit or loss		**1,337,687**	898,077
Unrealised fair value losses/(gains) on derivative financial instruments		**2,447,476**	(3,706,297)
		14,792,526	7,990,027

CONSOLIDATED STATEMENT OF CASH FLOWS (continued)

FOR THE YEAR ENDED 31 DECEMBER 2024
(Amounts in thousands of Renminbi, unless otherwise stated)

	Note	2024	2023
OPERATING ACTIVITIES (continued)			
Operating cash flows before movements in working capital		**14,792,526**	7,990,027
Increase in advances to customers		**(10,461,818)**	(6,936,686)
Decrease/(increase) in accounts receivable and other assets		**3,644,345**	(2,209,810)
Increase in financial assets held under resale agreements		**(2,156,760)**	(2,389,180)
Increase in financial assets at fair value through profit or loss and derivative financial assets		**(10,254,717)**	(32,526,579)
Decrease/(increase) in deposits with exchanges and non-bank financial institutions		**729,503**	(6,213,870)
(Increase)/decrease in clearing settlement funds – clients		**(7,171,042)**	11,345,654
(Increase)/decrease in cash held on behalf of customers		**(34,093,523)**	2,721,901
Increase in accounts payable to brokerage clients, accrued staff costs and other payables and accruals		**30,504,548**	6,472,018
Increase in financial liabilities measured at fair value through profit or loss and derivative financial liabilities		**1,178,310**	7,183,284
Increase in financial assets sold under repurchase agreements		**15,573,196**	2,810,413
Decrease in amounts due to banks and other financial institutions		**(3,134,000)**	(12,139,000)
Decrease in restricted bank deposits		**115,246**	46,607
Cash from operations		**(734,186)**	(23,845,221)
Income taxes paid		**(519,835)**	(218,849)
Interest paid		**(5,213,796)**	(6,129,067)
NET CASH FLOWS USED IN OPERATING ACTIVITIES		**(6,467,817)**	(30,193,137)
INVESTING ACTIVITIES			
Dividends and interest received from investments		**5,287,354**	6,270,960
Purchases of property and equipment and other intangible assets		**(770,640)**	(695,160)
Proceeds from disposal of property and equipment and other intangible assets		**13,444**	23,301
Capital injection to joint ventures		**(59,300)**	(185,318)
Purchases of debt instruments at fair value through other comprehensive income		**(25,591,032)**	(204,829,764)
Proceeds from disposal of debt instruments at fair value through other comprehensive income		**22,628,711**	219,539,049
Purchases of equity instruments at fair value through other comprehensive income		**(22,856,788)**	(25,781,815)
Proceeds from disposal of equity instruments at fair value through other comprehensive income		**15,860,092**	19,500,888
Purchases of debt instruments measured at amortised cost		**(30,000)**	(1,247,860)
Proceeds from disposal of debt instruments measured at amortised cost		**1,433,499**	1,618,029
Capital transactions with non-controlling interests		**–**	(1,216,718)
Placement of bank deposits with original maturity of more than three months		**(1,065,791)**	(1,102,222)
Maturity of bank deposits with original maturity of more than three months		**1,095,867**	730,135
NET CASH FLOWS (USED IN)/FROM INVESTING ACTIVITIES		**(4,054,584)**	12,623,505

CONSOLIDATED STATEMENT OF CASH FLOWS (continued)

FOR THE YEAR ENDED 31 DECEMBER 2024
(Amounts in thousands of Renminbi, unless otherwise stated)

	Note	2024	2023
FINANCING ACTIVITIES			
Transaction costs paid on issuance of bonds		**(92,358)**	(170,566)
Proceeds from bonds issued		**29,600,000**	40,200,000
Repayment of bonds issued		**(29,300,000)**	(30,401,990)
Proceeds from debt instrument payables issued		**60,672,470**	47,716,113
Repayment of debt instrument issued		**(46,738,077)**	(48,882,359)
Proceeds from amounts due to banks and other financial institutions		**3,449,580**	1,648,057
Cash repayment of third-party interests in consolidated structured entities		**(51,443)**	(189,553)
Interest paid in respect of bonds, borrowings and financial instrument payables		**(4,339,587)**	(4,141,997)
Dividends paid		**(4,275,654)**	(3,069,864)
Payment of lease liabilities		**(603,728)**	(619,300)
Proceeds from issuance of a perpetual bond		**–**	14,942,472
NET CASH FLOWS FROM FINANCING ACTIVITIES		**8,321,203**	17,031,013
NET DECREASE IN CASH AND CASH EQUIVALENTS		**(2,201,198)**	(538,619)
CASH AND CASH EQUIVALENTS AT 1 JANUARY		**26,334,956**	26,779,084
Effect of foreign exchange rate changes		**136,846**	94,491
CASH AND CASH EQUIVALENTS AT 31 DECEMBER	47	**24,270,604**	26,334,956
NET CASH FLOWS FROM OPERATING ACTIVITIES INCLUDE:			
Interest received		**16,141,475**	16,287,436

The accompanying notes form an integral part of these consolidated financial statements.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2024
(Amounts in thousands of Renminbi, unless otherwise stated)

1. CORPORATE INFORMATION

Pursuant to the approval from the China Securities Regulatory Commission (the "CSRC"), China Galaxy Securities Co., Ltd. (the "Company") was established in Beijing, the People's Republic of China (the "PRC") on 26 January 2007. In May 2013, the Company issued H shares which were listed on the Main Board of The Stock Exchange of Hong Kong Limited (the "Hong Kong Stock Exchange"). On 23 January 2017, the Company completed its offering of 600 million A shares on the Shanghai Stock Exchange.

The domicile of the Company is Beijing.The registered office (principal place of business) of the Company is located at 101, floors 7-18, building 1, yard 8, Xiying street, Fengtai District, Beijing, the PRC.

The Company and its subsidiaries (hereinafter collectively referred to as the "Group") are principally engaged in securities and futures brokerage, institutional sales and investment research, proprietary trading and other securities trading services, margin financing and securities lending, asset management and wealth management, and equity investment management.

The Company's immediate holding company is China Galaxy Financial Holdings Company Limited (中國銀河金融控股有限責任公司) ("Galaxy Financial Holdings").

These audited consolidated financial statements were approved by the Board of Directors (the "Board") on 28 March 2025.

2. ACCOUNTING POLICIES

2.1 Basis of preparation

The consolidated financial statements of the Group have been prepared in accordance with IFRS Accounting Standards as issued by the IASB.

The consolidated financial statements have been prepared on a historical cost basis, except for derivative financial instruments and debt and equity financial assets. The carrying values of recognised assets and liabilities that are designated as hedged items in fair value hedges that would otherwise be carried at amortised cost are adjusted to recognise changes in the fair values attributable to the risks that are being hedged in effective hedge relationships. The consolidated financial statements are presented in Renminbi ("RMB") and all values are rounded to the nearest thousand except when otherwise indicated.

The Group has prepared the financial statements on the basis that it will continue to operate as a going concern.

2.2 Application of amendments to IFRS Accounting Standards that are mandatorily effective for the current year

In the current year, the Group has applied, for the first time, the following amendments to IFRS Accounting Standards issued by the IASB which are mandatorily effective for the annual periods beginning on or after 1 January 2024 for the preparation of the Group's consolidated financial statements:

Amendments to IFRS 16	*Lease Liability in a Sale and Leaseback*
Amendments to IAS 1	*Classification of Liabilities as Current or Non-current*
Amendments to IAS 1	*Non-current Liabilities with Covenants*
Amendments to IAS 7 and IFRS 7	*Supplier Finance Arrangements*

2. ACCOUNTING POLICIES (continued)

2.2 Application of amendments to IFRS Accounting Standards that are mandatorily effective for the current year (continued)

The amendments to IFRS 16 specify the requirements that a seller-lessee uses in measuring the lease liability arising in a sale and leaseback transaction, to ensure the seller-lessee does not recognize any amount of the gain or loss that relates to the right of use it retains. The amendments do not prescribe specific measurement requirements for lease liabilities arising from a leaseback. The initial measurement of the lease liability arising from a leaseback may result in a seller-lessee determining "lease payments" that are different from the general definition of lease payments of IFRS 16. The seller-lessee will need to develop and apply an accounting policy that results in information that is relevant and reliable in accordance with IAS 8.

Amendments to IAS 1 Classification of Liabilities as Current or Non-current specify the requirements for classifying liabilities as current or non-current. The amendments clarify what is meant by a right to defer settlement, that a right to defer must exist at the end of the reporting period, that classification is unaffected by the likelihood that an entity will exercise its deferral right, and that only if an embedded derivative in a convertible liability is itself an equity instrument would the terms of a liability not impact its classification. Under the 2022 amendments, only covenants of a liability arising from a loan arrangement, which an entity must comply with on or before the reporting date affect the classification of that liability as current or non-current. The amendments are linked to the requirements on disclosure about such liabilities.

The amendments to IFRS 7 and IAS 7 clarify and enhance the disclosure requirements and are intended to assist users of financial statements in understanding the effects of supplier finance arrangements on an entity's liabilities, cash flows and exposure to liquidity risk. The amendments clarify the characteristics of supplier finance arrangements. In these arrangements, one or more finance providers pay amounts an entity owes to its suppliers. The entity agrees to settle those amounts with the finance providers according to the terms and conditions of the arrangements, either at the same date or at a later date than that on which the finance providers pay the entity's suppliers. The amendments require an entity to aggregate information about its supplier finance arrangements.

The adoption of the above amendments did not have a significant impact on the amounts reported and disclosures set out in these consolidated financial statements.

2.3 New and revised IFRS Accounting Standards in issue but not yet effective

The Group has not applied the following new and revised IFRS Accounting Standards that have been issued but are not yet effective:

	Standards		Effective for annual periods beginning on or after
(1)	IFRS 18	*Presentation and Disclosure in Financial Statements*	1 January 2027
(2)	IFRS 19	*Subsidiaries without Public Accountability: Disclosures*	1 January 2027
(3)	Amendments to IFRS 9 and IFRS 7	*Amendments to the Classification and Measurement of Financial Instruments*	1 January 2026
(4)	Amendments to IFRS 10 and IAS 28	*Sale or Contribution of Assets between an Investor and its Associate or Joint Venture*	No mandatory effective date yet determined
(5)	Amendments to IAS 21	*Lack of Exchangeability*	1 January 2025
(6)	Annual Improvements to IFRS Accounting Standards - Volume 11	*Amendments to IFRS 1, IFRS 7, IFRS 9, IFRS 10 and IAS 7*	1 January 2026

2. ACCOUNTING POLICIES (continued)

2.3 New and revised IFRS Accounting Standards in issue but not yet effective (Continued)

IFRS 18 introduces new requirements on presentation within the statement of profit or loss, including specified totals and subtotals. It also requires disclosure of management-defined performance measures and includes new requirements for aggregation and disaggregation of financial information based on the identified roles of the primary financial statements (PFS) and the notes. These new requirements are expected to impact all reporting entities. IFRS 18 requires an entity to classify all income and expenses within its statement of profit or loss into one of the five categories: operating; investing; financing; income taxes; and discontinued operations.

IFRS 19 reduces disclosure requirements to eligible entities while still applying the recognition, measurement and presentation in other IFRS Accounting Standards. The application of the standard is optional for eligible entities. An entity applying IFRS 19 is required to disclose that fact as part of its general IFRS Accounting Standards compliance statement. In the first year of applying IFRS 19, an entity is required to disclose comparative information for the current period as permitted or required under the standard.

The amendments to IFRS 9 and IFRS 7 clarify that a financial liability is derecognized on the settlement date, i.e., when the related obligation is discharged or cancelled or expires or the liability otherwise qualifies for derecognition. They also introduce an accounting policy option to derecognize financial liabilities that are settled through an electronic payment system before settlement date if certain conditions are met. The amendments of IFRS 9 and IFRS 7 clarify how to assess the contractual cash flow characteristics of financial assets that include environmental, social and governance (ESG)-linked features and other similar contingent features. The amendments also clarify the treatment of non-recourse assets and contractually linked instruments (CLI). The amendments require additional disclosures in IFRS 7 for financial assets and liabilities with contractual terms that reference a contingent event (including those that are ESG-linked), and equity instruments classified at fair value through other comprehensive income (FVTOCI).

The amendments to IFRS 10 and IAS 28 address an inconsistency between the requirements in IFRS 10 and in IAS 28 in dealing with the sale or contribution of assets between an investor and its associate or joint venture. The amendments require a full recognition of a gain or loss when the sale or contribution between an investor and its associate or joint venture constitutes a business. For a transaction involving assets that do not constitute a business, a gain or loss resulting from the transaction is recognized in the investor's profit or loss only to the extent of the unrelated investor's interest in that associate or joint venture.

The amendments to IAS 21 clarify how an entity should assess whether a currency is exchangeable and how it should determine a spot exchange rate when exchangeability is lacking, as well as require the disclosure of information that enables user of financial statements to understand the impact of a currency not being exchangeable. Under the amendments, a currency is considered to be exchangeable into another currency when an entity is able to obtain the other currency within a time frame that allows for a normal administrative delay and through a market or exchange mechanism in which an exchange transaction would create enforceable rights and obligations.

The amendments to the five IFRS Accounting Standards include clarifications, simplifications, corrections or changes to improve consistency in IFRS 1 First-time Adoption of International Financial Reporting Standards; IFRS 7 Financial Instruments: Disclosures and its accompanying Guidance on implementing IFRS 7; IFRS 9 Financial Instruments; IFRS 10 Consolidated Financial Statements; and IAS 7 Statement of Cash Flows.

The Group is in the process of assessing the impact of these standards, amendments and interpretations on the consolidated financial statements.

2. ACCOUNTING POLICIES (continued)

2.4 Basis of consolidation

The consolidated financial statements comprise the financial statements of the Company and its subsidiaries (collectively referred to as the "Group") as at 31 December 2024. A subsidiary is an entity (including a structured entity), directly or indirectly, controlled by the Company. Control is achieved when the Group is exposed, or has rights, to variable returns from its involvement with the investee and has the ability to affect those returns through its power over the investee. Specifically, the Group controls an investee if, and only if, the Group has:

(a) Power over the investee (i.e., existing rights that give it the current ability to direct the relevant activities of the investee)

(b) Exposure, or rights, to variable returns from its involvement with the investee

(c) The ability to use its power over the investee to affect its returns

Generally, there is a presumption that a majority of voting rights results in control. To support this presumption and when the Group has less than a majority of the voting or similar rights of an investee, the Group considers all relevant facts and circumstances in assessing whether it has power over an investee, including:

(a) the contractual arrangement with the other vote holders of the investee

(b) rights arising from other contractual arrangements

(c) the Group's voting rights and potential voting rights

The financial statements of the subsidiaries are prepared for the same reporting period as the Company, using consistent accounting policies. The results of subsidiaries are consolidated from the date on which the Group obtains control, and continue to be consolidated until the date that such control ceases.

Profit or loss and each component of OCI (Other comprehensive income) are attributed to the equity holders of the parent of the Group and to the non-controlling interests, even if this results in the non-controlling interests having a deficit balance. When necessary, adjustments are made to the financial statements of subsidiaries to bring their accounting policies in line with the Group's accounting policies. All intra-group assets and liabilities, equity, income, expenses and cash flows relating to transactions between members of the Group are eliminated in full on consolidation.

A change in the ownership interest of a subsidiary, without a loss of control, is accounted for as an equity transaction.

If the Group loses control over a subsidiary, it derecognised the related assets (including goodwill, liabilities, non-controlling interest and other components of equity), while any resultant gain or loss is recognised in profit or loss. Any investment retained is recognised at fair value.

2. ACCOUNTING POLICIES (continued)

2.5 Material accounting policies

(1) Business combinations and goodwill

Business combinations are accounted for using the acquisition method. The cost of an acquisition is measured as the aggregate of the consideration transferred, which is measured at acquisition date fair value, and the amount of any non-controlling interests in the acquiree. For each business combination, the Group elects whether to measure the non-controlling interests in the acquiree at fair value or at the proportionate share of the acquiree's identifiable net assets. Acquisition-related costs are expensed as incurred and included in administrative expenses.

The Group determines that it has acquired a business when the acquired set of activities and assets include an input and a substantive process that together significantly contribute to the ability to create outputs. The acquired process is considered substantive if it is critical to the ability to continue producing outputs, and the inputs acquired include an organised workforce with the necessary skills, knowledge, or experience to perform that process or it significantly contributes to the ability to continue producing outputs and is considered unique or scarce or cannot be replaced without significant cost, effort, or delay in the ability to continue producing outputs.

When the Group acquires a business, it assesses the financial assets and liabilities assumed for appropriate classification and designation in accordance with the contractual terms, economic circumstances and pertinent conditions as at the acquisition date.

Non-controlling interests that are present ownership interests and entitle their holders to a proportionate share of the entity's net assets in the event of liquidation may be initially measured either at fair value or at the non-controlling interests' proportionate share of the recognised amounts of the acquiree's identifiable net assets. The choice of measurement basis is made on a transaction-by-transaction basis.

Goodwill is initially measured at cost (being the excess of the aggregate of the consideration transferred and the amount recognised for non-controlling interests and any previous interest held over the net identifiable assets acquired and liabilities assumed). If the fair value of the net assets acquired is in excess of the aggregate consideration transferred, the Group re-assesses whether it has correctly identified all of the assets acquired and all of the liabilities assumed and reviews the procedures used to measure the amounts to be recognised at the acquisition date. If the reassessment still results in an excess of the fair value of net assets acquired over the aggregate consideration transferred, then the gain is recognised in profit or loss.

After initial recognition, goodwill is measured at cost less any accumulated impairment losses. For the purpose of impairment testing, goodwill acquired in a business combination is, from the acquisition date, allocated to each of the Group's cash-generating units that are expected to benefit from the combination, irrespective of whether other assets or liabilities of the acquiree are assigned to those units. Impairment is determined by assessing the recoverable amount of the cash-generating unit (group of cash-generating units) to which the goodwill relates. Where the recoverable amount of the cash-generating unit (group of cash-generating units) is less than the carrying amount, an impairment loss is recognised. An impairment loss recognised for goodwill is not reversed in a subsequent period.

Where goodwill has been allocated to a cash-generating unit (CGU) and part of the operation within that unit is disposed of, the goodwill associated with the operation disposed of is included in the carrying amount of the operation when determining the gain or loss on disposal. Goodwill disposed of in these circumstances is measured based on the relative values of the operation and the portion of the cash-generating unit retained.

2. ACCOUNTING POLICIES (continued)

2.5 Material accounting policies (continued)

(2) Fair value measurement

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either in the principal market for the asset or liability, or in the absence of a principal market, in the most advantageous market for the asset or liability. The principal or the most advantageous market must be accessible by the Group. The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their economic best interest.

A fair value measurement of a non-financial asset takes into account a market participant's ability to generate economic benefits by using the asset in its highest and best use or by selling it to another market participant that would use the asset in its highest and best use.

The Group uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximizing the use of relevant observable inputs and minimizing the use of unobservable inputs.

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorized within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

Level 1 – Quoted prices (unadjusted in active markets for identical assets or liabilities)

Level 2 – Valuation techniques for which the lowest level input that is significant to the fair value measurement is observable, either directly or indirectly

Level 3 – Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable

For assets and liabilities that are recognised in the financial statements on a recurring basis, the Group determines whether transfers have occurred between levels in the hierarchy by reassessing categorization (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting period.

2. ACCOUNTING POLICIES (continued)

2.5 Material accounting policies (continued)

(3) Investments in associates and joint ventures

An associate is an entity over which the Group has significant influence. Significant influence is the power to participate in the financial and operating policy decisions of the investee, but is not control or joint control over those policies.

A joint venture is a type of joint arrangement whereby the parties that have joint control of the arrangement have rights to the net assets of the joint venture. Joint control is the contractually agreed sharing of control of an arrangement, which exists only when decisions about the relevant activities require unanimous consent of the parties sharing control.

The considerations made in determining significant influence or joint control are similar to those necessary to determine control over subsidiaries. The Group's investments in its associate and joint venture are accounted for using the equity method.

Under the equity method, the investment in an associate or a joint venture is initially recognised at cost. The carrying amount of the investment is adjusted to recognise changes in the Group's share of net assets of the associate or joint venture since the acquisition date. Goodwill relating to the associate or joint venture is included in the carrying amount of the investment and is not tested for impairment separately.

Thus, reversals of impairments may effectively include reversal of goodwill impairments. Impairments and reversals are presented within "Share of results of joint ventures" in the statement of profit or loss.

The statement of profit or loss reflects the Group's share of the results of operations of the associate or joint venture. Any change in OCI of those investees is presented as part of the Group's OCI. In addition, when there has been a change recognised directly in the equity of the associate or joint venture, the Group recognised its share of any changes, when applicable, in the statement of changes in equity. Unrealised gains and losses resulting from transactions between the Group and the associate or joint venture are eliminated to the extent of the interest in the associate or joint venture.

The aggregate of the Group's share of profit or loss of an associate and a joint venture is shown on the face of the statement of profit or loss outside operating profit and represents profit or loss after tax and non-controlling interests in the subsidiaries of the associate or joint venture.

The financial statements of the associate or joint venture are prepared for the same reporting period as the Group. When necessary, adjustments are made to bring the accounting policies in line with those of the Group.

After application of the equity method, the Group determines whether it is necessary to recognise an impairment loss on its investment in its associate or joint venture. At each reporting date, the Group determines whether there is objective evidence that the investment in the associate or joint venture is impaired. If there is such evidence, the Group calculates the amount of impairment as the difference between the recoverable amount of the associate or joint venture and its carrying value, and then recognised the loss within "Share of results of joint venture" in the statement of profit or loss.

Upon loss of significant influence over the associate or joint control over the joint venture, the Group measures and recognised any retained investment at its fair value. Any difference between the carrying amount of the associate or joint venture upon loss of significant influence or joint control and the fair value of the retained investment and proceeds from disposal is recognised in profit or loss.

2. ACCOUNTING POLICIES (continued)

2.5 Material accounting policies (continued)

(4) Revenue recognition

Revenue from contracts with customers

Revenue from contracts with customers is recognised when control of goods or services is transferred to the customers at an amount that reflects the consideration to which the Group expects to be entitled in exchange for those goods or services.

When the consideration in a contract includes a variable amount, the amount of consideration is estimated to which the Group will be entitled in exchange for transferring the goods or services to the customer. The variable consideration is estimated at contract inception and constrained until it is highly probable that a significant revenue reversal in the amount of cumulative revenue recognised will not occur when the associated uncertainty with the variable consideration is subsequently resolved.

(a) Securities brokerage and investment consulting business

Income from securities brokerage is recognised on a trade date basis when the relevant transactions are executed. Handling and settlement fee income arising from the brokerage business is recognised when the related services are rendered.

Income from the investment consulting business is recognised when the relevant transactions have been arranged or the relevant services have been rendered.

(b) Underwriting and sponsorship business

Income from the underwriting and sponsorship business is recognised when the obligation of underwriting or sponsoring is completed.

(c) Asset management business

Income from regular management fees is recognised periodically based on a predetermined fixed percentage of the asset value under the asset management agreement. Income from performance fees is recognised when the performance fee is determinable based on actual performance measurement, as and when contingent criteria associated are met.

(d) Other business

Income from other business is recognised when control of goods or services is transferred to the customers.

2. ACCOUNTING POLICIES (continued)

2.5 Material accounting policies (continued)

(5) Cash and cash equivalents

Cash and cash equivalents in the statement of financial position comprise cash at banks and on hand and short-term highly liquid deposits with a maturity of three months or less, that are readily convertible to a known amount of cash, subject to an insignificant risk of changes in value, and held for the purpose of meeting short-term cash commitments.

For the purpose of the consolidated statement of cash flows, cash and cash equivalents comprise cash on hand and at banks, and short-term deposits as defined above, less bank overdrafts which are repayable on demand and form an integral part of the Group's cash management.

(6) Leases

The Group as lessee

The Group applies a single recognition and measurement approach for all leases, except for short-term leases and leases of low-value assets. The Group recognised lease liabilities to make lease payments and right-of-use assets representing the right to use the underlying assets.

The Group recognised right-of-use assets at the commencement date of the lease (i.e., the date the underlying asset is available for use). Right-of-use assets are measured at cost, less any accumulated depreciation and impairment losses, and adjusted for any remeasurement of lease liabilities. The cost of right-of-use assets includes the amount of lease liabilities recognised, initial direct costs incurred, and lease payments made at or before the commencement date less any lease incentives received. Right-of-use assets are depreciated on a straight-line basis over the shorter of the lease term and the estimated useful lives of the assets.

At the commencement date of the lease, the Group recognised lease liabilities measured at the present value of lease payments to be made over the lease term. The lease payments include fixed payments (including in-substance fixed payments) less any lease incentives receivable, variable lease payments that depend on an index or a rate, and amounts expected to be paid under residual value guarantees. The lease payments also include the exercise price of a purchase option reasonably certain to be exercised by the Group and payments of penalties for terminating the lease, if the lease term reflects the Group exercising the option to terminate. Variable lease payments that do not depend on an index or a rate are recognised as expenses (unless they are incurred to produce inventories) in the period in which the event or condition that triggers the payment occurs.

In calculating the present value of lease payments, the Group uses its incremental borrowing rate at the lease commencement date because the interest rate implicit in the lease is not readily determinable. After the commencement date, the amount of lease liabilities is increased to reflect the accretion of interest and reduced for the lease payments made. In addition, the carrying amount of lease liabilities is remeasured if there is a modification, a change in the lease term, a change in the lease payments (e.g., changes to future payments resulting from a change in an index or rate used to determine such lease payments or a change in the assessment of an option) to purchase the underlying asset.

The Group applies the short-term lease recognition exemption to its short-term leases (i.e., those leases that have a lease term of 12 months or less from the commencement date and do not contain a purchase option). It also applies the lease of low-value assets recognition exemption to leases of office equipment that are considered to be of low value. Lease payments on short-term leases and leases of low-value assets are recognised as expense on a straight-line basis over the lease term.

2. ACCOUNTING POLICIES (continued)

2.5 Material accounting policies (continued)

(7) Foreign currencies

Non-monetary items that are measured in terms of historical cost in a foreign currency are translated using the exchange rates at the dates of the initial transactions. Non-monetary items measured at fair value in a foreign currency are translated using the exchange rates at the date when the fair value is determined. The gain or loss arising on translation of non-monetary items measured at fair value is treated in line with the recognition of the gain or loss on the change in fair value of the item (i.e., translation differences on items whose fair value gain or loss is recognised in OCI or profit or loss are also recognised in OCI or profit or loss, respectively).

In determining the spot exchange rate to use on initial recognition of the related asset, expense or income (or part of it) on the derecognition of a non-monetary asset or non-monetary liability relating to advance consideration), the date of the transaction is the date on which the Group initially recognised the non-monetary asset or non-monetary liability arising from the advance consideration. If there are multiple payments or receipts in advance, the Group determines the transaction date for each payment or receipt of advance consideration.

On consolidation, the assets and liabilities of foreign operations are translated at the rate of exchange prevailing at the reporting date and their statements of profit or loss are translated at the average exchange rates for the reporting period. The exchange differences arising on translation for consolidation are recognised in OCI. On disposal of a foreign operation, the component of OCI relating to that particular foreign operation is reclassified to profit or loss.

Any goodwill arising on the acquisition of a foreign operation and any fair value adjustments to the carrying amounts of assets and liabilities arising on the acquisition are treated as assets and liabilities of the foreign operation and translated at the spot rate of exchange at the reporting date.

(8) Borrowing costs

Borrowing costs directly attributable to the acquisition, construction or production of an asset that necessarily takes a substantial period of time to get ready for its intended use or sale are recognised as part of the cost of the asset. All other borrowing costs are expensed in the period in which they occur. Borrowing costs consist of interest and other costs that an entity incurs in connection with the borrowing of funds.

(9) Government grants

Government grants are recognised at their fair value where there is reasonable assurance that the grant will be received and all attaching conditions will be complied with. When the grant relates to an expense item, it is recognised as income on a systematic basis over the periods that the costs, for which it is intended to compensate, are expensed. When the grant relates to an asset, the fair value is credited to a deferred income account and is released to the statement of profit or loss over the expected useful life of the relevant asset by equal annual instalments or deducted from the carrying amount of the asset and released to the statement of profit or loss by way of a reduced depreciation charge.

2. ACCOUNTING POLICIES (continued)

2.5 Material accounting policies (continued)

(10) Retirement benefit costs and termination benefits

Payments to defined contribution retirement benefit plans are recognised as an expense when employees have rendered service entitling them to the contributions.

For defined benefit retirement benefit plans, the cost of providing benefits is determined using the projected unit credit method, with actuarial valuations being carried out at the end of each annual reporting period. Remeasurement, comprising actuarial gains and losses, the effect of the changes to the asset ceiling (if applicable) and the return on plan assets (excluding interest), is reflected immediately in the consolidated statement of financial position with a charge or credit recognised in other comprehensive income in the period in which they occur. Remeasurement recognised in other comprehensive income is reflected immediately in retained earnings and will not be reclassified to profit or loss. Past service costs are recognised in profit or loss on the earlier of the date of the plan amendment or curtailment, and the date that the Group recognised related restructuring costs.

Net interest is calculated by applying the discount rate at the beginning of the period to the net defined benefit liability or asset. The Group recognised the following changes in the net defined benefit obligation in the consolidated statement of profit or loss:

- service cost (including current service cost, past service cost, as well as gains and losses on curtailments and settlements);
- net interest expense or income.

The retirement benefit obligation recognised in the consolidated statement of financial position represents the actual deficit or surplus in the group's defined benefit plans. Any surplus resulting from this calculation is limited to the present value of any economic benefits available in the form of refunds from the plans or reduction in future contributions to the plans.

A liability for a termination benefit is recognised at the earlier of when the group entity can no longer withdraw the offer of the termination benefit and when it recognises any related restructuring costs.

(11) Short-term employee benefits

Short-term employee benefits are recognised at the undiscounted amount of the benefits expected to be paid as and when employees rendered the services. All short-term employee benefits are recognised as an expense unless another IFRS requires or permits the inclusion of the benefit in the cost of an asset.

A liability is recognised for benefit accruing to employees (such as wages and salaries) after deducting any amount already paid.

2. ACCOUNTING POLICIES (continued)

2.5 Material accounting policies (continued)

(12) Taxation

Income tax expense represents the sum of the tax currently payable and deferred tax.

The tax currently payable is based on taxable profit for the year. Taxable profit differs from profit before tax because of income or expense that is taxable or deductible in other years and items that are never taxable or deductible. The Group's liability for current tax is calculated using tax rates that have been enacted or substantively enacted by the end of each reporting period.

Deferred tax is provided, using the liability method, on all temporary differences at the end of the reporting period between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes, except that deferred tax is not recognised for the Pillar Two income taxes.

Deferred tax liabilities are recognised for all taxable temporary differences, except:

- when the deferred tax liability arises from the initial recognition of goodwill or an asset or liability in a transaction that is not a business combination and, at the time of the transaction, affects neither the accounting profit nor taxable profit or loss and does not give rise to equal taxable and deductible temporary differences; and

- in respect of taxable temporary differences associated with investments in subsidiaries, associates and joint ventures, when the timing of the reversal of the temporary differences can be controlled and it is probable that the temporary differences will not reverse in the foreseeable future.

Deferred tax assets are recognised for all deductible temporary differences, and the carryforward of unused tax credits and any unused tax losses. Deferred tax assets are recognised to the extent that it is probable that taxable profit will be available against which the deductible temporary differences, and the carryforward of unused tax credits and unused tax losses can be utilised, except:

- when the deferred tax asset relating to the deductible temporary differences arises from the initial recognition of an asset or liability in a transaction that is not a business combination and, at the time of the transaction, affects neither the accounting profit nor taxable profit or loss and does not give rise to equal taxable and deductible temporary differences; and

- in respect of deductible temporary differences associated with investments in subsidiaries, associates and joint ventures, deferred tax assets are only recognised to the extent that it is probable that the temporary differences will reverse in the foreseeable future and taxable profit will be available against which the temporary differences can be utilised.

2. ACCOUNTING POLICIES (continued)

2.5 Material accounting policies (continued)

(12) Taxation (continued)

The carrying amount of deferred tax assets is reviewed at the end of each reporting period and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the period in which the liability is settled or the asset is realised, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period.

The measurement of deferred tax liabilities and assets reflects the tax consequences that would follow from the manner in which the Group expects, at the end of the reporting period, to recover or settle the carrying amount of its assets and liabilities.

Deferred tax assets and liabilities are offset when there is a legally enforceable right to set off current tax assets against current tax liabilities and when they relate to income taxes levied by the same taxation authority and the Group intends to settle its current tax assets and liabilities on a net basis.

Current and deferred taxes are recognised in profit or loss, except when they relate to items that are recognised in other comprehensive income or directly in equity, in which case, the current and deferred taxes are also recognised in other comprehensive income or directly in equity respectively. Where current tax or deferred tax arises from the initial accounting for a business combination, the tax effect is included in the accounting for the business combination.

(13) Property, plant and equipment

Property, plant and equipment including buildings held for use in the supply of services, or for administrative purposes, are stated in the consolidated statement of financial position at cost less subsequent accumulated depreciation and accumulated impairment losses, if any.

Properties in the course of construction for supply or administrative purposes are carried at cost, less any recognised impairment loss. Costs include professional fees and, for qualifying assets, borrowing costs capitalised in accordance with the Group's accounting policy. Such properties are classified to the appropriate categories of property and equipment when completed and ready for intended use. Depreciation of these assets, on the same basis as other property assets, commences when the assets are ready for their intended use.

Depreciation is recognised so as to write off the cost of assets less their residual values over their estimated useful lives, using the straight-line method. The estimated useful lives, residual values and depreciation method are reviewed at the end of each reporting period, with the effect of any changes in estimate accounted for on a prospective basis.

2. ACCOUNTING POLICIES (continued)

2.5 Material accounting policies (continued)

(13) Property, plant and equipment (continued)

An item of property and equipment is derecognised upon disposal or when no future economic benefits are expected to arise from the continued use of the asset. Any gain or loss arising on the disposal or retirement of an item of property and equipment is determined as the difference between the sales proceeds and the carrying amount of the asset and is recognised in profit or loss.

The estimated residual value rates and useful lives of each class of property and equipment which are required by the operation of the Group are as follows:

Classes	Estimated residual value rates	Useful lives
Buildings	5%	20 – 40 years
Electronic and communication equipment	0 – 4%	3 – 5 years
Motor vehicles	4 – 5%	4 – 10 years
Office equipment	0%	3 – 5 years
Leasehold improvements	0%	Over the lease term ranging from 36 months to 5 years

(14) Investment properties

Investment properties are properties held to earn rentals and/or for capital appreciation.

Investment properties are initially measured at cost, including any directly attributable expenditure. Subsequent to initial recognition, investment properties are stated at cost less subsequent accumulated depreciation and any accumulated impairment losses. Depreciation is recognised so as to write off the cost of investment properties over their estimated useful lives and after taking into account their estimated residual value, using the straight-line method.

An investment property is derecognised upon disposal or when the investment property is permanently withdrawn from use and no future economic benefits are expected from its disposal. Any gain or loss arising on derecognition of the property (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is included in profit or loss in the period in which the property is derecognised.

2. ACCOUNTING POLICIES (continued)

2.5 Material accounting policies (continued)

(15) Intangible assets

Intangible assets acquired separately

Intangible assets with finite useful lives that are acquired separately are carried at cost less accumulated amortisation and any accumulated impairment losses. Amortisation for intangible assets with finite useful lives is recognised on a straight-line basis over their estimated useful lives. The estimated useful life and amortisation method are reviewed at the end of each reporting period, with the effect of any changes in estimate being accounted for on a prospective basis. Intangible assets with indefinite useful lives that are acquired separately are carried at cost less any subsequent accumulated impairment losses.

Intangible assets with indefinite useful lives are not amortised, but are tested for impairment annually, either individually or at the cash-generating unit level. The assessment of indefinite life is reviewed annually to determine whether the indefinite life continues to be supportable. If not, the change in useful life from indefinite to finite is made on a prospective basis.

An intangible asset is derecognised on disposal, or when no future economic benefits are expected from use or disposal. Gains and losses arising from derecognition of an intangible asset, measured as the difference between the net disposal proceeds and the carrying amount of the asset, are recognised in profit or loss when the asset is derecognised.

The estimated useful life of computer software is 3 years.

(16) Impairment of tangible and intangible assets

At the end of the reporting period, the Group reviews the carrying amounts of its tangible and intangible assets with finite useful lives to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the relevant asset is estimated in order to determine the extent of the impairment loss (if any). Intangible assets with indefinite useful lives are tested for impairment at least annually, and whenever there is an indication that they may be impaired.

The recoverable amount of tangible and intangible assets is estimated individually, when it is not possible to estimate the recoverable amount individually, the Group estimates the recoverable amount of the cash-generating unit to which the asset belongs. When a reasonable and consistent basis of allocation can be identified, corporate assets are also allocated to individual cash-generating units, or otherwise they are allocated to the smallest group of cash-generating units for which a reasonable and consistent allocation basis can be identified.

Recoverable amount is the higher of fair value less costs of disposal and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset (or a cash-generating unit) for which the estimates of future cash flows have not been adjusted.

2. ACCOUNTING POLICIES (continued)

2.5 Material accounting policies (continued)

(16) Impairment of tangible and intangible assets (continued)

If the recoverable amount of an asset (or a cash-generating unit) is estimated to be less than its carrying amount, the carrying amount of the asset (or a cash-generating unit) is reduced to its recoverable amount. In allocating the impairment loss, the impairment loss is allocated first to reduce the carrying amount of any goodwill (if applicable) and then to the other assets on a pro-rata basis based on the carrying amount of each asset in the unit. The carrying amount of an asset is not reduced below the highest of its fair value less costs of disposal (if measurable), its value in use (if determinable) and zero. The amount of the impairment loss that would otherwise have been allocated to the asset is allocated pro rata to other assets of the unit. An impairment loss is recognised immediately in profit or loss.

A previously recognised impairment loss is reversed only if there has been a change in the assumptions used to determine the asset's recoverable amount since the last impairment loss was recognised. The reversal is limited so that the carrying amount of the asset does not exceed its recoverable amount, nor exceed the carrying amount that would have been determined, net of depreciation, had no impairment loss been recognised for the asset in prior years. Such reversal is recognised in the statement of profit or loss unless the asset is carried at a revalued amount, in which case, the reversal is treated as a revaluation increase.

Goodwill is tested for impairment annually as at 31 December and when circumstances indicate that the carrying value may be impaired. Impairment is determined for goodwill by assessing the recoverable amount of each CGU (or group of CGUs) to which the goodwill relates. When the recoverable amount of the CGU is less than its carrying amount, an impairment loss is recognised. Impairment losses relating to goodwill cannot be reversed in future periods.

(17) Financial instruments

Financial assets and financial liabilities are recognised when a group entity becomes a party to the contractual provisions of the instrument. All regular way purchases or sales of financial assets are recognised and derecognised on a trade date basis. Regular way purchases or sales are purchases or sales of financial assets that require delivery of assets within the time frame established by regulation or convention in the marketplace.

Financial assets and financial liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets or financial liabilities at fair value through profit or loss) are added to or deducted from the fair value of the financial assets or financial liabilities, as appropriate, on initial recognition. Transaction costs directly attributable to the acquisition of financial assets or financial liabilities at fair value through profit or loss are recognised immediately in profit or loss.

The effective interest method is a method of calculating the amortised cost of a financial asset or financial liability and of allocating interest income and interest expense over the relevant period. The effective interest rate is the rate that exactly discounts estimated future cash receipts and payments (including all fees and points paid or received that form an integral part of the effective interest rate, transaction costs and other premiums or discounts) through the expected life of the financial asset or financial liability, or, where appropriate, a shorter period, to the net carrying amount on initial recognition.

Interest income derived from the Group's ordinary course of business is presented as revenue.

2. ACCOUNTING POLICIES (continued)

2.5 Material accounting policies (continued)

(17) Financial instruments (continued)

Financial assets

Classification and subsequent measurement of financial assets

Financial assets that meet the following conditions are subsequently measured at amortised cost:

- the financial asset is held within a business model whose objective is to collect contractual cash flows; and
- the contractual terms give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

Financial assets that meet the following conditions are subsequently measured at FVTOCI:

- the financial asset is held within a business model whose objective is achieved by both collecting contractual cash flows and selling; and
- the contractual terms give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

Where the business model is to hold assets to collect contractual cash flows or to collect contractual cash flows and sell, the Group assesses whether the financial instruments' cash flows represent solely payments of principal and interest ("SPPI"). In making this assessment, the Group considers whether the contractual cash flows are consistent with a basic lending arrangement. i.e. interest includes only consideration for the time value of money, credit risk, other basic lending risks and a profit margin that is consistent with a basic lending arrangement. Where the contractual terms introduce exposure to risk or volatility that are inconsistent with a basic lending arrangement, the related financial asset is classified and measured at fair value through profit or loss.

All other financial assets are subsequently measured at FVTPL, except that at the date of initial application or initial recognition of a financial asset the Group may irrevocably elect to present subsequent changes in fair value of an equity investment in OCI if that equity investment is neither held for trading nor contingent consideration recognised by an acquirer in a business combination to which IFRS 3 Business Combinations applies.

A financial asset is classified as held for trading if:

- it has been acquired principally for the purpose of selling in the near term; or
- on initial recognition it is a part of a portfolio of identified financial instruments that the Group manages together and has a recent actual pattern of short-term profit-taking; or
- it is a derivative that is not designated and effective as a hedging instrument.

In addition, the Group may irrevocably designate a financial asset that is required to be measured at amortised cost or FVTOCI as measured at FVTPL if doing so eliminates or significantly reduces an accounting mismatch.

2. ACCOUNTING POLICIES (continued)

2.5 Material accounting policies (continued)

(17) Financial instruments (continued)

Financial assets (continued)

Classification and subsequent measurement of financial assets (continued)

(i) Amortised cost and interest income

Interest income is recognised using the effective interest method for financial assets measured subsequently at amortised cost and debt instruments subsequently measured at FVTOCI. For financial instruments other than purchased credit-impaired financial assets, interest income is calculated by applying the effective interest rate to the gross carrying amount of a financial asset, except for financial assets that have subsequently become credit-impaired (see below). For financial assets that have subsequently become credit-impaired, interest income is recognised by applying the effective interest rate to the amortised cost of the financial asset from the next reporting period. If the credit risk on the credit-impaired financial instrument improves so that the financial asset is no longer credit-impaired, interest income is recognised by applying the effective interest rate to the gross carrying amount of the financial asset from the beginning of the reporting period following the determination that the asset is no longer credit impaired.

(ii) Debt instruments classified as at FVTOCI

Subsequent changes in the carrying amounts for debt instruments classified as at FVTOCI as a result of interest income calculated using the effective interest method, and foreign exchange gains and losses are recognised in profit or loss. All other changes in the carrying amount of these debt instruments are recognised in OCI and accumulated under the heading of investment revaluation reserve. Impairment allowances are recognised in profit or loss with corresponding adjustment to OCI without reducing the carrying amounts of these debt instruments. The amounts that are recognised in profit or loss are the same as the amounts that would have been recognised in profit or loss if these debt instruments had been measured at amortised cost. When these debt instruments are derecognised, the cumulative gains or losses previously recognised in other comprehensive income are reclassified to profit or loss.

(iii) Equity instruments designated as at FVTOCI

Investments in equity instruments at FVTOCI are subsequently measured at fair value with gains and losses arising from changes in fair value recognised in OCI and accumulated in the investment revaluation reserve; and are not subject to impairment assessment. The cumulative gain or loss will not be reclassified to profit or loss on disposal of the equity investments and will be transferred to retained profits.

Dividends from these investments in equity instruments are recognised in profit or loss when the Group's right to receive the dividends is established, unless the dividends clearly represent a recovery of part of the cost of the investment. Dividends are included in the "Investment income and gains or losses" line item in profit or loss.

2. ACCOUNTING POLICIES (continued)

2.5 Material accounting policies (continued)

(17) Financial instruments (continued)

Financial assets (continued)

Classification and subsequent measurement of financial assets (continued)

(iv) Financial assets at FVTPL

Financial assets that do not meet the criteria for being measured at amortised cost or FVTOCI or designated as at FVTOCI are measured at FVTPL.

Financial assets at FVTPL are measured at fair value at the end of each reporting period, with any fair value gains or losses recognised in profit or loss. The net gain or loss recognised in profit or loss includes any dividend or interest earned on the financial asset and is included in the "net investment gains" line item.

Impairment of financial assets

The Group recognises a loss allowance for expected credit losses ("ECLs") on financial assets which are subject to impairment under IFRS 9, including debt instruments measured at FVTOCI or amortised cost, advances to customers, accounts receivable, other receivables, financial assets held under resale agreements, deposits with exchanges and non-bank financial institutions, clearing settlement funds and bank balances. The amount of ECLs is updated at each reporting date to reflect changes in credit risk since initial recognition.

Lifetime ECL represents the ECL that will result from all possible default events over the expected life of the relevant instrument. In contrast, 12-month ECL ("12m ECL") represents the portion of lifetime ECL that is expected to result from default events that are possible within 12 months after the reporting date. Assessment is done based on the Group's historical credit loss experience, adjusted for factors that are specific to the debtors, general economic conditions and an assessment of both the current conditions at the reporting date as well as the forecast of future conditions.

The Group always recognises lifetime ECLs for accounts receivable without significant financing component. The ECLs on these assets are assessed individually for debtors with significant balances and/or collectively using a provision matrix with appropriate groupings.

For all other instruments, the Group measures the loss allowance equal to 12m ECL, unless when there has been a significant increase in credit risk since initial recognition, the Group recognises lifetime ECLs. The assessment of whether lifetime ECLs should be recognised is based on significant increases in the likelihood or risk of a default occurring since initial recognition.

2. ACCOUNTING POLICIES (continued)

2.5 Material accounting policies (continued)

(17) Financial instruments (continued)

Financial assets (continued)

Impairment of financial assets (continued)

(i) Significant increase in credit risk

In assessing whether the credit risk has increased significantly since initial recognition, the Group compares the risk of a default occurring on the financial instrument as at the reporting date with the risk of a default occurring on the financial instrument as at the date of initial recognition. In making this assessment, the Group considers both quantitative and qualitative information that is reasonable and supportable, including historical experience and forward-looking information that is available without undue cost or effort.

In particular, the following information is taken into account when assessing whether credit risk has increased significantly:

- significant changes in external market indicators of credit risk for a particular financial instrument or similar financial instruments with the same expected life;
- an actual or expected significant change in the financial instrument's external credit rating;
- an actual or expected internal credit rating downgrade for the borrower;
- existing or forecast adverse changes in business, financial or economic conditions that are expected to cause a significant change in the borrower's ability to meet its debt obligations;
- an actual or expected significant change in the operating results of the borrower;
- an actual or expected significant adverse change in the regulatory, economic, or technological environment of the borrower that results in a significant change in the borrower's ability to meet its debt obligations;
- significant changes in the value of the collateral supporting the obligation or in the quality of third-party guarantees or credit enhancements;
- an actual or expected significant change in the quality of credit enhancements;
- significant changes in the expected performance and behaviour of the borrower.

Irrespective of the outcome of the above assessment, the Group presumes that the credit risk has increased significantly since initial recognition when contractual payments are more than 30 days past due, unless the Group has reasonable and supportable information that demonstrates otherwise.

2. ACCOUNTING POLICIES (continued)

2.5 Material accounting policies (continued)

(17) Financial instruments (continued)

Financial assets (continued)

Impairment of financial assets (continued)

(i) Significant increase in credit risk (continued)

Despite the foregoing, the Group assumes that the credit risk on a debt instrument at fair value through OCI has not increased significantly since initial recognition if the debt instrument is determined to have low credit risk at the reporting date. A debt instrument is determined to have low credit risk if i) it has a low risk of default, ii) the borrower has a strong capacity to meet its contractual cash flow obligations in the near term and iii) adverse changes in economic and business conditions in the longer term may, but will not necessarily, reduce the ability of the borrower to fulfil its contractual cash flow obligations.

The Group considers a debt instrument to have low credit risk when it has an internal or external credit rating of "investment grade" as per globally understood definitions.

The Group regularly monitors the effectiveness of the criteria used to identify whether there has been a significant increase in credit risk and revises them as appropriate to ensure that the criteria are capable of identifying significant increase in credit risk before the amount becomes past due.

(ii) Definition of default

For internal credit risk management, the Group considers an event of default occurs when information developed internally or obtained from external sources indicates that the debtor is unlikely to pay its creditors, including the Group, in full (without taking into account any collateral held by the Group).

Irrespective of the above, the Group considers that default has occurred when a financial asset is more than 90 days past due unless the Group has reasonable and supportable information to demonstrate that a more lagging default criterion is more appropriate.

(iii) Credit-impaired financial assets

A financial asset is credit-impaired when one or more events of default that have a detrimental impact on the estimated future cash flows of that financial asset have occurred. Evidence that a financial asset is credit-impaired includes observable data about the following events:

- significant financial difficulty of the issuer or the borrower;
- a breach of contract, such as a default or past due event;
- it is becoming probable that the borrower will enter bankruptcy or other financial reorganisation; or
- other events that the Group may consider as the evidence of default.

2. ACCOUNTING POLICIES (continued)

2.5 Material accounting policies (continued)

(17) Financial instruments (continued)

Financial assets (continued)

Impairment of financial assets (continued)

(iv) Measurement and recognition of ECLs

The measurement of ECLs is a function of the probability of default, loss given default (i.e. the magnitude of the loss if there is a default and the exposure at default). The assessment of the probability of default and loss given default is based on historical data adjusted by forward-looking information. Estimation of ECLs reflects an unbiased and probability-weighted amount that is determined with the respective risks of default occurring as the weights.

Generally, the ECLs is the difference between all contractual cash flows that are due to the Group in accordance with the contract and the cash flows that the Group expects to receive, discounted at the effective interest rate determined at initial recognition.

For undrawn loan commitments, the ECL is the present value of the difference between the contractual cash flows that are due to the Group if the holder of the loan commitments draws down the loan, and the cash flows that the Group expects to receive if the loan is drawn down.

For ECLs on loan commitments for which the effective interest rate cannot be determined, the Group will apply a discount rate that reflects the current market assessment of the time value of money and the risks that are specific to the cash flows but only if, and to the extent that, the risks are taken into account by adjusting the discount rate instead of adjusting the cash shortfalls being discounted.

Interest income is calculated based on the gross carrying amount of the financial asset unless the financial asset is credit-impaired, in which case interest income is calculated based on the amortised cost of the financial asset.

For undrawn loan commitments, the loss allowances are the present value of the difference between:

(a) the contractual cash flows that are due to the Group if the holder of the loan commitment draws down the loan; and

(b) the cash flows that the Group expects to receive if the loan is drawn down.

Except for investments in debt instruments that are measured at FVTOCI and loan commitments, the Group recognises an impairment gain or loss in profit or loss for all financial instruments by adjusting their carrying amount through the use of a loss allowance account. For investments in debt instruments that are measured at FVTOCI, the loss allowance is recognised in OCI and accumulated in the investment revaluation reserve without reducing the carrying amounts of these debt instruments.

2. ACCOUNTING POLICIES (continued)

2.5 Material accounting policies (continued)

(17) Financial instruments (continued)

Financial assets (continued)

Derecognition of financial assets

A financial asset is primarily derecognised when:

- The rights to receive cash flows from the asset have expired; or
- The Group has transferred its rights to receive cash flows from the asset or has assumed an obligation to pay the received cash flows in full without material delay to a third party under a 'pass-through' arrangement and either (a) the Group has transferred substantially all the risks and rewards of the asset, or (b) the Group has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset.

When the Group has transferred its rights to receive cash flows from an asset or has entered into a pass-through arrangement, it evaluates if, and to what extent, it has retained the risks and rewards of ownership. When it has neither transferred nor retained substantially all of the risks and rewards of the asset, nor transferred control of the asset, the Group continues to recognise the transferred asset to the extent of its continuing involvement. In that case, the Group also recognised an associated liability. The transferred asset and the associated liability are measured on a basis that reflects the rights and obligations that the Group has retained.

Continuing involvement that takes the form of a guarantee over the transferred asset is measured at the lower of the original carrying amount of the asset and the maximum amount of consideration that the Group could be required to repay.

On derecognition of a financial asset measured at amortised cost, the difference between the asset's carrying amount and the sum of the consideration received and receivable is recognised in profit or loss.

On derecognition of an investment in a debt instrument classified as at FVTOCI, the cumulative gain or loss previously accumulated in the investment revaluation reserve is reclassified to profit or loss.

On derecognition of an investment in equity instrument which the Group has elected on initial recognition to measure at FVTOCI, the cumulative gain or loss previously accumulated in the investment revaluation reserve is not reclassified to profit or loss but is transferred to retained profits.

2. ACCOUNTING POLICIES (continued)

2.5 Material accounting policies (continued)

(17) Financial instruments (continued)

Financial liabilities and equity

Classification as debt or equity

Debt and equity instruments are classified as either financial liabilities or as equity in accordance with the substance of the contractual arrangements and the definitions of a financial liability and an equity instrument.

Equity instruments

An equity instrument is any contract that evidences a residual interest in the assets of an entity after deducting all of its liabilities. Equity instruments issued by the Company are recognised at the proceeds received, net of direct issue costs.

Financial liabilities

All financial liabilities are subsequently measured at amortised cost using the effective interest method or at FVTPL.

Financial liabilities at FVTPL

Financial liabilities are classified as at FVTPL when the financial liability is (i) contingent consideration of an acquirer in a business combination to which IFRS 3 applies, (ii) held for trading or (iii) designated as at FVTPL.

A financial liability is classified as held for trading if:

- it has been acquired principally for the purpose of repurchasing it in the near term; or
- on initial recognition it is part of a portfolio of identified financial instruments that the Group manages together and has a recent actual pattern of short-term profit-taking; or
- it is a derivative, except for a derivative that is a financial guarantee contract or a designated and effective hedging instrument.

A financial liability other than a financial liability held for trading may be designated as at FVTPL upon initial recognition if:

- such designation eliminates or significantly reduces a measurement or recognition inconsistency that would otherwise arise; or
- the financial liability forms part of a group of financial assets or financial liabilities or both, which is managed, and its performance is evaluated on a fair value basis, in accordance with the Group's documented risk management or investment strategy, and information about the grouping is provided internally on that basis; or
- it forms part of a contract containing one or more embedded derivatives, and IFRS 9/IAS 39 permits the entire combined contract to be designated as at FVTPL.

2. ACCOUNTING POLICIES (continued)

2.5 Material accounting policies (continued)

(17) *Financial instruments (continued)*

Financial liabilities and equity (continued)

Financial liabilities at FVTPL (continued)

For financial liabilities that are designated as at FVTPL, the amount of change in the fair value of the financial liability that is attributable to changes in the credit risk of that liability is recognised in other comprehensive income, unless the recognition of the effects of changes in the liability's credit risk in other comprehensive income would create or enlarge an accounting mismatch in profit or loss. Changes in fair value attributable to a financial liability's credit risk that are recognised in other comprehensive income are not subsequently reclassified to profit or loss; instead, they are transferred to retained profits upon derecognition of the financial liability.

Financial liabilities at amortised cost

Financial liabilities (including bonds payable, debt instruments, other payables and accruals, due to banks and other financial institutions, accounts payable to brokerage clients and financial assets sold under repurchase agreements) are subsequently measured at amortised cost, using the effective interest method.

Derivative financial instruments

Derivatives are initially recognised at fair value at the date when derivative contracts are entered into and are subsequently remeasured to their fair value at the end of each reporting period. The resulting gain or loss is recognised in profit or loss immediately unless the derivative is designated and effective as a hedging instrument, in which event the timing of the recognition in profit or loss depends on the nature of the hedge relationship.

Generally, multiple embedded derivatives in a single instrument that are separated from the host contracts are treated as a single compound embedded derivative unless those derivatives relate to different risk exposures and are readily separable and independent of each other.

Embedded derivatives

Derivatives embedded in hybrid contracts that contain financial asset hosts within the scope of IFRS 9 are not separated. The entire hybrid contract is classified and subsequently measured in its entirety as either amortised cost or fair value as appropriate.

Derivatives embedded in non-derivative host contracts that are not financial assets within the scope of IFRS 9 are treated as separate derivatives when they meet the definition of a derivative, their risks and characteristics are not closely related to those of the host contracts and the host contracts are not measured at FVTPL.

2. ACCOUNTING POLICIES (continued)

2.5 Material accounting policies (continued)

(17) Financial instruments (continued)

Hedge accounting

The Group designates certain derivatives as hedging instruments.

At the inception of the hedging relationship, the Group documents the relationship between the hedging instrument and the hedged item, along with its risk management objectives and its strategy for undertaking various hedge transactions. Furthermore, at the inception of the hedge and on an ongoing basis, the Group documents whether the hedging instrument is highly effective in offsetting changes in cash flows of the hedged item attributable to the hedged risk.

Assessment of hedging relationship and effectiveness

For hedge effectiveness assessment, the Group considers whether the hedging instrument is effective in offsetting changes in cash flows of the hedged item attributable to the hedged risk, which is when the hedging relationships meet all of the following hedge effectiveness requirements:

- there is an economic relationship between the hedged item and the hedging instrument; and
- the effect of credit risk does not dominate the value changes that result from that economic relationship; and
- the hedge ratio of the hedging relationship is the same as that resulting from the quantity of the hedged item that the Group actually hedges and the quantity of the hedging instrument that the entity actually uses to hedge that quantity of hedged item.

If a hedging relationship ceases to meet the hedge effectiveness requirement relating to the hedge ratio but the risk management objective for that designated hedging relationship remains the same, the Group adjusts the hedge ratio of the hedging relationship (i.e. rebalances the hedge so that it meets the qualifying criteria again).

Cash flow hedges

The effective portion of changes in the fair value of derivatives and other qualifying hedging instruments that are designated and qualify as cash flow hedges is recognised in other comprehensive income and accumulated under the cash flow hedging reserve, limited to the cumulative change in fair value of the hedged item from inception of the hedge. The gain or loss relating to the ineffective portion is recognised immediately in profit or loss, and is included in the "other income, gains and losses" line item.

Amounts previously recognised in other comprehensive income and accumulated in equity are reclassified to profit or loss in the periods when the hedged item affects profit or loss, in the same line as the recognised hedged item. However, when the hedged forecast transaction results in the recognition of a non-financial asset or a non-financial liability, the gains and losses previously recognised in other comprehensive income and accumulated in equity are removed from equity and included in the initial measurement of the cost of the non-financial asset or non-financial liability. This transfer does not affect other comprehensive income. Furthermore, if the Group expects that some or all of the losses accumulated in the cash flow hedging reserve will not be recovered in the future, that amount is immediately reclassified to profit or loss.

2. ACCOUNTING POLICIES (continued)

2.5 Material accounting policies (continued)

(17) *Financial instruments (continued)*

Hedge accounting (continued)

Fair value hedges

Fair value hedge is a hedge of the exposure to changes in fair value of a recognised asset or liability or an unrecognised firm commitment, or a component of any such item, that is attributable to a particular risk and could affect profit or loss. The changes in fair value of hedging instruments that are designated and qualify as fair value hedges are recorded in the income statement, together with the changes in fair value of the hedged item attributable to the hedged risk. The net result is included as ineffectiveness in the income statement. If the hedge no longer meets the criteria for hedge accounting, the adjustment to the carrying amount of a hedged item for which the effective interest method is used is amortised to the income statement over the period to maturity.

Hedges of a net investment

Hedges of a net investment in a foreign operation, including a hedge of a monetary item that is accounted for as part of the net investment, are accounted for in a similar way to cash flow hedges. Gains or losses on the hedging instrument relating to the effective portion of the hedge are recognised in other comprehensive income while any gains or losses relating to the ineffective portion are recognised in the statement of profit or loss. On disposal of the foreign operation, the cumulative value of any such gains or losses recorded in equity is transferred to the statement of profit or loss.

Discontinuation of hedge accounting

The Group discontinues hedge accounting prospectively only when the hedging relationship (or a part thereof) ceases to meet the qualifying criteria (after rebalancing, if applicable). This includes instances when the hedging instrument expires or is sold, terminated or exercised. Discontinuing hedge accounting can either affect a hedging relationship in its entirety or only a part of it (in which case hedge accounting continues for the remainder of the hedging relationship).

For cash flow hedge, any gain or loss recognised in other comprehensive income and accumulated in equity at that time remains in equity and is recognised when the forecast transactions is ultimately recognised in profit or loss. When a forecast transaction is no longer expected to occur, the gain or loss accumulated in equity is recognised immediately in profit or loss.

The Group discontinues fair value hedge accounting if the hedging instrument expires or is sold, terminated or exercised, the hedge no longer meets the criteria for hedge accounting. If the hedged items are derecognised, the unamortised fair value is recorded in profit or loss.

2. ACCOUNTING POLICIES (continued)

2.5 Material accounting policies (continued)

(17) Financial instruments (continued)

Financial assets sold under repurchase agreements and financial assets held under resale agreements

Financial assets held under resale agreements and financial assets sold under repurchase agreements are recorded at the amount actually paid or received when the transactions occur, and are recognised in the statement of financial position. The assets held under the agreements to resell are registered as off-balance-sheet items, while the assets sold under the agreements to repurchase are recorded in the statement of financial position.

The bid-ask spread of the financial assets under agreements to resell and financial assets sold under agreements to repurchase is recognised as interest income or interest expense using the effective interest rate method in the reselling or repurchasing period.

Securities lending

The Group lends securities to clients and the cash collateral required under securities lending agreements and interest arising from these agreements are included in "accounts payable to brokerage clients". Securities lent to clients are not derecognised and are continued to be recorded as "Financial assets at fair value through profit or loss".

Offsetting of financial assets and financial liabilities

Financial assets and financial liabilities are offset and the net amount presented in the consolidated statement of financial position when both of the following conditions are satisfied: (i) the Group currently has a legal enforceable right to set off the recognised amounts; and (ii) the Group intends either to settle on a net basis, or to realise the financial asset and settle the financial liability simultaneously.

(18) Inventories

Inventories are recognised at cost for initial recognition. The cost of inventories comprises all costs of purchase, costs of conversion and other costs.

At the balance sheet date, inventories are measured at the lower of cost and net recognised value. When net recognised value is lower than the carrying amount, the Group decreases the carrying amount to net recognised value. The decreased amount is recognised in profit or loss and corresponding allowance is made.

Net recognised value is the estimated selling price in the ordinary course of business less the estimated costs of completion, the estimated costs necessary to make the sale and related taxes.

2. ACCOUNTING POLICIES (continued)

2.5 Material accounting policies (continued)

(19) Provisions

Provisions are recognised when the Group has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation.

The amount recognised as provision is the best estimate of the consideration required to settle the present obligation at the end of the reporting period, taking into account the risks and uncertainties surrounding the obligation. Where a provision is measured using the cash flows estimated to settle the present obligation, its carrying amount is the present value of those cash flows (when the effect of the time value of money is material).

When some or all of the economic benefits required to settle a provision are expected to be recovered from a third party, a receivable is recognised as an asset if it is virtually certain that reimbursement will be received and the amount of the receivable can be measured reliably.

3. SIGNIFICANT ACCOUNTING JUDGEMENTS, ESTIMATES AND ASSUMPTIONS

In the application of the Group's accounting policies, which are described in Note 2, the directors of the Company are required to make judgements, estimates and assumptions about the carrying amounts of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of assets or liabilities affected in future periods.

The estimates and underlying assumptions are reviewed on an on-going basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

3.1 Critical judgements in applying accounting

The following are the critical judgements, apart from those involving estimations (see below), that the directors of the Company have made in the process of applying the Group's accounting policies and that have the most significant effect on the amounts recognised in the consolidated financial statements.

Consolidation of structured entities

All facts and circumstances must be taken into consideration in the assessment of whether the Group, as an investor, controls the investee. The principle of control sets out the following three elements of control: (a) power over the investee; (b) exposure, or rights, to variable returns from involvement with the investee; and (c) the ability to use power over the investee to affect the amount of the investor's returns. The Group reassesses whether or not it controls an investee if facts and circumstances indicate that there are changes to one or more of the three elements of control listed above.

For collective asset management schemes and investment funds where the Group involves as manager and also as investor, the Group considers the scope of its decision-making authority and assesses whether the combination of interests it holds together with its remuneration and credit enhancements creates exposure to variability of returns from the activities of the collective asset management schemes and investment funds that is of such significance that it indicates that the Group is a principal. The collective asset management schemes and investment funds are consolidated if the Group acts in the role of principal.

3. SIGNIFICANT ACCOUNTING JUDGEMENTS, ESTIMATES AND ASSUMPTIONS (continued)

3.1 Critical judgements in applying accounting (continued)

Determination on classification of financial assets

Classification and measurement of financial assets depends on the results of whether the contractual terms of the financial asset give rise on specific dates to cash flows that are solely payments of principal and interest on the principal amount outstanding and the business model test. The Group determines the business model at a level that reflects how groups of financial assets are managed together to achieve a particular business objective. This assessment includes judgement reflecting all relevant evidence including how the performance of the assets is evaluated and their performance measured, the risks that affect the performance of the assets and how these are managed and how the managers of the assets are compensated. The Group monitors financial assets measured at amortised cost or FVTOCI that are derecognised prior to their maturity to understand the reason for their disposal and whether the reasons are consistent with the objective of the business for which the asset was held.

Measurement of ECLs

The following significant judgements are required in applying the accounting requirements for measuring the ECLs:

Significant increase in credit risk

ECLs are measured as an allowance equal to 12-month ECLs for stage 1 assets, or lifetime ECLs for stage 2 or stage 3 assets. An asset classified as stage 2 when its credit risk has increased significantly since initial recognition, and it comes to stage 3 when it is credit impaired (but it is not purchased original credit impaired). In assessing whether the credit risk of an asset has significantly increased, the Group takes into account qualitative and quantitative reasonable and supportable forward-looking information. Refer to Note 57 for more details.

The Group has applied a "three-stage" impairment model for ECL measurement based on changes in credit quality since initial recognition of financial assets as summarized below:

- A financial instrument that is not credit-impaired on initial recognition is classified as "Stage 1" and has its credit risk continuously monitored by the Group;
- If a significant increase in credit risk ("SICR") since initial recognition is identified, the financial instrument is classified as Stage 2 but is not yet deemed to be credit-impaired. The Group considers a financial instrument to have experienced a SICR when one or more of the following quantitative and qualitative criteria have been met:
  - for margin financing: the occurrence of fore-warning credit management actions such as margin call measure triggered based on the pre-determined threshold of the relevant loan balances to collateral ratios, significant deterioration in the value of the collateral supporting the obligation or in the quality of third party guarantees or credit enhancements which have an effect on the probability of a default occurring; and
  - for debt securities investments: significant deteriorations between the investment's initial external or internal credit rating and the credit rating at the reporting date. The Group considers that the debt securities have experienced a significant increase in credit risk if the securities are more than 30 days past due on its contractual payments.

3. SIGNIFICANT ACCOUNTING JUDGEMENTS, ESTIMATES AND ASSUMPTIONS (continued)

3.1 Critical judgements in applying accounting (continued)

Measurement of ECLs (continued)

Significant increase in credit risk (continued)

– If the financial instrument is credit-impaired, the financial instrument is then classified as Stage 3. The Group determines a financial instrument to be credit impaired upon the occurrence of credit events including:

  – for margin financing: credit management actions such as force liquidation of a margin client's position triggered based on the pre-determined threshold of margin loan to collateral ratios; and collateral valuation falling short of the related margin loan amount; and

  – for debt securities investments: significant deterioration in the investment's internal and external rating whereby the issuer is assessed to be typically in default, with little prospect for recovery of principal or interest; or, significant financial difficulty of the issuer. The Group considers that the debt securities are credit impaired if the securities are more than 90 days past due.

Establishing groups of assets with similar credit risk characteristics

When ECLs are measured on a collective basis, the financial instruments are grouped on the basis of shared risk characteristics. The Group monitors the appropriateness of the credit risk characteristics on an ongoing basis to assess whether they continue to be similar. This is required in order to ensure that should credit risk characteristics change there is appropriate re-segmentation of the assets. This may result in new portfolios being created or assets moving to an existing portfolio that better reflects the similar credit risk characteristics of that group of assets. Assets transfer from 12-month to lifetime ECLs when there is a significant increase in credit risk, but it can also occur within portfolios that continue to be measured on the same basis of 12-month or lifetime ECLs but the amount of ECLs changes because the credit risk of the portfolios differ.

Models and assumptions used

The Group uses various models and assumptions in estimating ECLs. Judgement is applied in identifying the most appropriate model for each type of asset, as well as for determining the assumptions used in these models, including assumptions that relate to key drivers of credit risk. See Note 57 for more details on ECLs.

3.2 Key sources of estimation uncertainty

The following are the key assumptions concerning the future, and other key sources of estimation uncertainty at the end of the reporting period, that may have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year.

Fair value measurement of financial instruments

Certain of the Group's financial assets and financial liabilities amounting to RMB8,603 million and RMB787 million respectively as at 31 December 2024 (RMB13,989 million and RMB4,601 million respectively as at 31 December 2023) are measured at fair values with fair values being determined based on unobserved inputs using valuation techniques. Judgement and estimation are required in establishing the relevant valuation techniques and the relevant inputs thereof. Changes in assumptions relating to these factors could affect the reported fair values of these instruments. See Note 58 for further disclosures.

3. SIGNIFICANT ACCOUNTING JUDGEMENTS, ESTIMATES AND ASSUMPTIONS (continued)

3.2 Key sources of estimation uncertainty (continued)

Measurement of ECLs

Forward-looking information

When measuring ECLs, the Group uses reasonable and supportable forward-looking information, which is based on assumptions for the future movement of different economic drivers and how these drivers will affect each other. Refer to Note 57 for more details.

Probability of default (PD)

PD constitutes a key input in measuring ECLs. PD is an estimate of the likelihood of default over a given time horizon, the calculation of which includes historical data, assumptions and expectations of future conditions. Refer to Note 57 for more details.

Loss given default (LGD)

LGD is an estimate of the loss arising on default. It is based on the difference between the contractual cash flows due and those that the lender would expect to receive, taking into account cash flows from collateral and integral credit enhancements. Refer to Note 57 for more details.

Provision for ECLs on accounts receivable and other receivables

The Group uses a provision matrix to calculate ECLs for accounts receivable and other receivables. The provision rates are based on shared credit risk characteristics as groupings of accounts receivable and other receivables that have similar loss patterns. The provision matrix is based on the Group's historical default rates taking into consideration forward-looking information that is reasonable and supportable available without undue costs or effort. At every reporting date, the historical observed default rates are reassessed and changes in the forward-looking information are considered. In addition, accounts receivable and other receivables with significant balances and credit impairment are assessed for ECL individually.

The provision for ECLs is sensitive to changes in estimates. The information about the ECLs and the Group's accounts receivable and other receivables are disclosed in Note 57.1, respectively.

Impairment assessment of goodwill

Determining whether goodwill is impaired requires an estimation of the recoverable amount of the cash-generating unit to which the goodwill has been allocated, which is the higher of the value in use or fair value less costs of disposal. The value in use calculation requires the Group to estimate the future cash flows expected to arise from the cash-generating unit and a suitable discount rate in order to calculate the present value. Where the actual future cash flows are less than expected, or change in facts and circumstances which results in downward revision of future cash flows, a material impairment loss/ further impairment loss may arise. As at 31 December 2024, the carrying amount of goodwill was RMB1,067 million (31 December 2023: RMB1,033 million).

Income Tax

Determining provisions for income tax requires the Group to estimate the future tax treatment of certain transactions. The Group carefully evaluates tax implications of transactions in accordance with prevailing tax regulations and provides for taxes accordingly. Deferred tax assets are recognised for unused tax losses to the extent that it is probable that taxable profit will be available against which the losses can be recognised. Significant management judgement is required to determine the amount of deferred tax assets that can be recognised, based upon the likely timing and the level of future taxable profits, together with future tax planning strategies.

4. SEGMENT REPORTING

Information reported to the board of directors of the Company, being the chief operating decision maker (the "CODM"), for the purposes of resource allocation and assessment of segment performance focuses on the nature of products sold and services provided by the Group, which is also consistent with the Group's basis of organization, whereby the businesses are organized and managed separately as individual strategic business units that offer different products and serve different markets. Segment information is measured in accordance with the accounting policies and measurement criteria adopted by each segment when reporting to the board of directors, which are consistent with the accounting and measurement criteria in the preparation of the consolidated financial statements.

Specifically, the Group's operating segments are as follows:

(a) Wealth Management: This segment mainly provides clients with agency trading of stocks, funds, bonds, derivative financial instruments, etc., with financial services including investment advisory, portfolio advice, financial product sales and asset allocation, and offers them margin trading, stock-pledged repurchases, agreed repurchase transactions and so forth.

(b) Investment Banking: It provides one-stop investment banking services for a variety of corporate and government clients, including equity financing, bond financing, structured financing, financial advisory, asset securitisation and diversified financing solutions.

(c) Institutional Business: It is principally engaged in the provision of prime brokers, seat leasing, custody outsourcing, investment research, sales and trading for institutional clients.

(d) International Business: It primarily provides brokerage and sales, investment banking, research and asset management services to global institutional clients, corporate clients and retail clients through Galaxy International Holdings, CGS-CIMB and other business platforms.

(e) Investment Trading: It is engaged in investment trading of equity securities, fixed-income securities, commodities and derivative financial instruments with its own funds, and provides integrated financial solutions for clients' investment, financing and risk management.

(f) Other Parent-subsidiary Integration Business: Focusing on "client demand", "professional development" and "collaborative income generation", the Group actively integrates the business platforms of subsidiaries, such as futures, private equity investment management, alternative investment and asset management, with the above-mentioned five business lines, in a bid to strengthen business collaboration and resources connection, and continuously offer integrated financial services for clients.

Inter-segment transactions, if any, are conducted with reference to the prices charged to third parties and there was no change in the basis during both periods. Segment profit or loss represents the profit earned or loss incurred by each segment without allocation of income tax expenses. This is the measure reported to CODM for the purposes of resource allocation and performance assessment.

Segment assets or liabilities are allocated to each segment, excluding deferred tax assets and liabilities. Inter-segment balance mainly resulted from futures brokerage transaction carried out by the wealth management segment for the proprietary trading and other securities trading services segment and are eliminated upon consolidation. The segment result excludes income tax expense while the segment assets and liabilities include prepaid taxes and current tax liabilities, respectively.

The Group operates in Mainland China, Hong Kong and other overseas areas, representing the locations of both income from external customers and assets of the Group. Segment revenue and all assets of the Group in respect of the international business segment are attributable to operations in Hong Kong and other overseas areas, while other segment revenue and assets of the Group are attributable to operations in Mainland China. No revenue from a single customer amounted to more than 10% to the Group's revenue for the years ended 31 December 2024 and 2023.

4. SEGMENT REPORTING (continued)

The operating and reportable segment information provided to the CODM for the years ended 31 December 2024 and 2023 is as follows:

	Wealth Management	Investment Banking	Institutional Business	International Business	Investment Trading	Other Parent-Subsidiary Integration Business	Reportable segment total	Others	Eliminations	Consolidated total
For the year ended 31 December 2024										
Segment revenue and results										
Revenue and net investment gains										
– External	13,134,311	582,872	334,890	4,185,383	12,046,943	3,236,506	33,520,905	765,567	(283,003)	34,003,469
– Inter-segment	610,714	–	–	–	(17,856)	–	592,858	–	(592,858)	–
Other income	49,156	–	–	117,581	(50,933)	12,667,084	12,782,888	(28,802)	–	12,754,086
Segment revenue and other income	13,794,181	582,872	334,890	4,302,964	11,978,154	15,903,590	46,896,651	736,765	(875,861)	46,757,555
Segment expenses	8,965,474	527,588	350,534	3,911,197	6,145,683	15,096,421	34,996,897	2,114,011	(875,743)	36,235,165
Segment result	4,828,707	55,284	(15,644)	391,767	5,832,471	807,169	11,899,754	(1,377,246)	(118)	10,522,390
Share of result of associates and joint ventures	–	–	–	–	–	(3,760)	(3,760)	–	–	(3,760)
Profit/(loss) before income tax	4,828,707	55,284	(15,644)	391,767	5,832,471	803,409	11,895,994	(1,377,246)	(118)	10,518,630
As at 31 December 2024										
Segment assets and liabilities										
Segment assets	230,761,932	39,011	30,467,401	39,776,110	322,440,760	90,220,503	713,705,717	264,716,802	(241,239,115)	737,183,404
Deferred tax assets										287,287
Group's total assets										737,470,691
Segment liabilities	230,443,669	177,661	29,675,626	31,175,714	314,746,054	75,633,038	681,851,762	154,339,927	(241,238,879)	594,952,810
Deferred tax liabilities										2,018,437
Group's total liabilities										596,971,247
Other segment information										
Depreciation and amortization	530,314	19,619	38,932	144,333	26,419	80,432	840,049	321,951	–	1,162,000
Impairment losses	286,015	2,554	(5,861)	88,981	(2,244)	72,515	441,960	(2,724)	–	439,236
Additions to non-current assets	82,157	–	–	44,266	–	30,019	156,442	508,312	–	664,754
Interest income from operations	7,311,045	140	58,182	2,109,961	1,526,578	1,126,026	12,131,932	369,491	(13,932)	12,487,491
Interest income from investments	–	–	–	44,711	1,519,501	4,317	1,568,529	–	–	1,568,529
Interest expenses	465,176	–	6,516	1,357,826	4,039,990	701,753	6,571,261	3,650,380	(14,247)	10,207,394

4. SEGMENT REPORTING (continued)

The operating and reportable segment information provided to the CODM for the years ended 31 December 2024 and 2023 is as follows (continued):

	Wealth Management	Investment Banking	Institutional Business	International Business	Investment Trading	Other Parent-Subsidiary Integration Business	Reportable segment total	Others	Eliminations	Consolidated total
For the year ended 31 December 2023										
Segment revenue and results										
Revenue and net investment gains										
– External	11,920,403	531,954	439,039	3,715,336	10,407,809	2,479,127	29,493,668	820,747	(626,193)	29,688,222
– Inter-segment	258,367	–	(6,625)	–	–	–	251,742	–	(251,742)	–
Other income	58,318	–	–	111,729	1,253	15,130,009	15,301,309	(27,416)	–	15,273,893
Segment revenue and other income	12,237,088	531,954	432,414	3,827,065	10,409,062	17,609,136	45,046,719	793,331	(877,935)	44,962,115
Segment expenses	7,984,212	475,850	257,969	3,507,395	6,445,264	16,630,939	35,301,629	1,966,336	(441,815)	36,826,150
Segment result	4,252,876	56,104	174,445	319,670	3,963,798	978,197	9,745,090	(1,173,005)	(436,120)	8,135,965
Share of result of associates and joint ventures	–	–	–	–	–	(2,316)	(2,316)	–	–	(2,316)
Profit/(loss) before income tax	4,252,876	56,104	174,445	319,670	3,963,798	975,881	9,742,774	(1,173,005)	(436,120)	8,133,649
As at 31 December 2023										
Segment assets and liabilities										
Segment assets	183,351,253	41,993	45,042,243	37,495,058	278,560,107	94,581,956	639,072,610	246,092,792	(222,236,260)	662,929,142
Deferred tax assets										276,155
Group's total assets										663,205,297
Segment liabilities	182,248,054	164,311	44,115,912	29,364,092	277,104,323	80,623,945	613,620,637	141,116,715	(222,236,142)	532,501,210
Deferred tax liabilities										209,301
Group's total liabilities										532,710,511
Other segment information										
Depreciation and amortization	519,575	20,055	22,961	147,981	18,628	79,961	809,161	289,848	–	1,099,009
Impairment losses	(15,362)	(14)	(14,956)	46,795	(16,061)	55,705	56,107	(2,484)	–	53,623
Additions to non-current assets	73,548	–	–	48,247	–	71,738	193,533	402,987	–	596,520
Interest income from operations	7,379,844	95	103,973	1,859,764	1,180,804	840,850	11,365,330	300,210	–	11,665,540
Interest income from investments	–	–	–	25,060	2,745,195	12,574	2,782,829	–	–	2,782,829
Interest expenses	598,156	–	17,190	1,028,529	4,428,570	398,789	6,471,234	3,815,417	(1,006)	10,285,645

5. COMMISSION AND FEE INCOME

	2024	2023
Commission on securities dealing and broking and handling fee income	**6,491,835**	5,802,021
Underwriting and sponsors' fees	**635,667**	524,476
Commission on futures and option contracts dealing and broking and handling fee income	**576,879**	569,514
Consultancy and financial advisory fee income	**187,359**	170,927
Asset management fee income	**485,013**	457,106
Others	**67,854**	57,948
	8,444,607	7,581,992

6. INTEREST INCOME

The following is the analysis excluding interest income from investments:

	2024	2023
Deposits with exchanges and financial institutions	**4,714,468**	3,844,343
Advances to customers and securities lending	**5,220,640**	5,734,025
Financial assets held under resale agreements	**986,981**	1,000,759
Debt instruments measured at fair value through other comprehensive income	**3,031,440**	3,734,384
Debt instruments measured at amortised cost	**62,755**	104,892
Interest income from other financial assets	**39,736**	29,966
	14,056,020	14,448,369

7. INVESTMENT INCOME AND GAINS OR LOSSES

	2024	2023
Realised and unrealised gains/(losses) from		
– debt instruments measured at FVTOCI	**1,529,544**	1,055,879
– debt instruments measured at amortised cost	**152**	–
– financial assets measured at FVTPL	**12,247,080**	5,480,741
– financial liabilities designated at FVTPL	**(801,861)**	(1,091,081)
– derivatives	**387,219**	1,503,504
– financial liabilities held for trading	**(4,014,688)**	(1,279,313)
Dividend income from		
– equity instruments measured at FVTOCI	**2,155,396**	1,988,131
	11,502,842	7,657,861

8. OTHER INCOME, GAINS AND LOSSES

	2024	2023
Government grants	**42,715**	60,461
Gains or loss on disposals of property and equipment and other intangible assets	**3,809**	14,564
Foreign exchange gains or losses	**(62,905)**	(3,370)
Gross rental income	**7,218**	6,740
Others	**164,929**	303,787
	155,766	382,182

These government grants were received by the Group from the local governments to support operations in designated locations.

9. DEPRECIATION AND AMORTISATION

	2024	2023
Depreciation for right-of-use assets	**566,304**	564,278
Depreciation for property and equipment	**326,206**	317,977
Depreciation for investment properties	**197**	196
Amortisation of other intangible assets	**269,293**	216,558
	1,162,000	1,099,009

10. STAFF COSTS

	2024	2023
Salaries, bonus and allowances	**6,056,014**	5,459,498
Social welfare	**1,080,235**	935,243
Contributions to annuity schemes	**291,183**	279,848
Supplementary retirement benefits	**50,510**	22,470
Early retirement benefits	**74**	19
Others	**391,193**	447,837
	7,869,209	7,144,915

11. COMMISSION AND FEE EXPENSES

	2024	2023
Securities and futures dealing and broking expenses	**880,052**	870,008
Underwriting and sponsors' fee expenses	**72,418**	38,303
Other service expenses	**120,945**	118,831
	1,073,415	1,027,142

12. INTEREST EXPENSES

	2024	2023
Presented below are interest expenses on the following liabilities:		
– Bonds payable	**3,212,428**	3,310,796
– Financial assets sold under repurchase agreements	**3,616,313**	3,843,022
– Debt instruments	**537,268**	531,639
– Accounts payable to brokerage clients	**1,734,415**	1,094,554
– Due to banks and other financial institutions	**740,082**	1,087,765
– Third-party interests in consolidated structured entities and others	**348,627**	401,544
– Securities lending	**18,261**	16,325
	10,207,394	10,285,645

13. OTHER OPERATING EXPENSES

	2024	2023
General and administrative expenses	**1,274,992**	1,193,119
Value-added tax and surcharges	**141,184**	149,679
Minimum operating lease rentals in respect of rented premises	**84,429**	94,739
Data transmission expenses	**242,993**	258,818
Securities investor protection funds	**85,874**	73,355
Business travel expenses	**120,381**	128,537
Utilities expenses	**36,746**	36,024
Auditors' remuneration	**24,699**	22,493
Sundry expenses	**763,009**	553,824
	2,774,307	2,510,588

For the year ended 31 December 2024, included in "Other operating expenses" were operating lease expenses related to lease liabilities of RMB56.04 million.

14. CREDIT LOSS EXPENSE AND IMPAIRMENT LOSSES, NET OF REVERSAL

	2024	2023
Credit loss expense:		
– Financial assets held under resale agreements (Note 24)	**147,885**	(60,104)
– Advances to customers (Note 31)	**142,621**	49,624
– Accounts receivable (Note 32)	**111,551**	5,110
– Other receivables (Note 28)	**59,196**	15,273
– Debt instruments measured at FVTOCI (Note 25)	**6,213**	(14,234)
– Debt instruments measured at amortised cost (Note 27)	**(26,595)**	38,688
– Bank balances	**(59)**	(856)
Impairment losses:		
– Inventories	**(1,576)**	21,027
– Intangible asset (Note 21)	**–**	(905)
	439,236	53,623

Details of impairment assessment for the year ended 31 December 2024 are set out in Note 57.

15. INCOME TAX EXPENSE

	2024	2023
Current income tax		
PRC Enterprise Income Tax	**185,560**	595,501
Overseas Profits Tax	**98,262**	102,450
Underprovision in prior years:		
PRC Enterprise Income Tax	**(21,210)**	11,154
Overseas Profits Tax	**(1,551)**	(5,596)
Subtotal	**261,061**	703,509
Deferred income tax	**226,647**	(453,869)
	487,708	249,640

Under the Law of the PRC on Enterprise Income Tax (the "EIT Law") and Implementation Regulation of the EIT Law, the tax rate applicable to PRC enterprises is 25%.

Taxation on profits of Hong Kong, Singapore and other countries and regions has been calculated on the estimated assessable profits in accordance with local tax regulations at the rates of taxation prevailing in the countries or regions in which the Group operates.

15. INCOME TAX EXPENSE (continued)

The reconciliation between the income tax expense at the statutory tax rate of 25% and the effective tax rate is as follows:

	2024	2023
Profit before income tax	**10,518,630**	8,133,649
Tax at the statutory tax rate of 25%	**2,629,658**	2,033,412
Tax effect of share of (profits)/losses of joint ventures	**(584)**	114
Tax effect of expenses not deductible for tax purposes	**73,831**	237,802
Tax effect of income not taxable for tax purposes	**(2,064,933)**	(1,937,158)
Effect of different tax rates of subsidiaries	**(26,213)**	(13,347)
Utilisation of tax losses/deductible temporary differences previously not recognised	**(9,633)**	(2,460)
Tax effect of tax losses and temporary differences not recognised	**5,311**	3,117
(Overprovision)/underprovision in respect of prior years	**(22,761)**	5,558
Others	**(96,968)**	(77,398)
Income tax expense for the year	**487,708**	249,640

In December 2021, the OECD published Tax Challenges Arising from the Digitalisation of the Economy – Global Anti-Base Erosion Model Rules ("Pillar Two"). Under the Pillar Two legislative rules, low tax jurisdictions with effective tax rates below 15% may be subject to a Top-up Tax.

The Group is within the scope of the Pillar Two rules. As at 31 December 2024, Mainland China has not legislated Pillar Two, and China Hong Kong has not yet completed the legislation of Pillar Two. South Korea, The United Kingdom, Malaysia, Indonesia, Singapore, Thailand, etc., where some of the Group's branches and subsidiaries are located, have enacted local legislation or draft legislation on Pillar Two, and has come into effect on or after 1 January 2024. The legislation of the above jurisdictions has no significant impact on the Group's financial position and operating results in 2024. Meanwhile, the Group applies the exception to recognising and disclosing information about deferred tax assets and liabilities related to Pillar Two income taxes, as provided in the amendments to IAS 12 Income Taxes issued in May 2023.

16. EARNINGS PER SHARE ATTRIBUTABLE TO OWNERS OF THE COMPANY

The calculation of the basic earnings per share attributable to owners of the Company is based on the profit for the year attributable to owners of the Company and the number of ordinary shares in issue during the year.

	2024	2023
Profit attributable to equity holders of the Company	**10,030,838**	7,878,769
Less: Profit attributable to other equity holders of the Company[1]	**1,215,500**	919,044
Profit attributable to ordinary equity holders of the Company	**8,815,338**	6,959,725
Weighted average number of shares in issue (thousand)	**10,934,402**	10,346,845
Basic earnings per share (in RMB)	**0.81**	0.67

(1) For the purpose of calculating basic earnings per ordinary share in respect for the year ended 31 December 2024, an amount of RMB1,216 million (2023: RMB919 million) attributable to perpetual subordinated bonds were deducted from profits attributable to equity holders of the Company.

16. EARNINGS PER SHARE ATTRIBUTABLE TO OWNERS OF THE COMPANY (Continued)

Diluted earnings per share was computed by dividing the net profit attributable to the owners of the Company based on assuming conversion of all dilutive potential shares for the period by the adjusted weighted average number of ordinary shares in issue. The Company had convertible bonds as dilutive potential ordinary shares.

	2024	2023
Profit attributable to ordinary equity holders of the Company	**8,815,338**	6,959,725
Add: Interest expense on convertible bonds, net of tax for the twelve months ended 31 December	**–**	132,323
Net profit used to determine diluted earnings per share	**8,815,338**	7,092,048
Weighted average number of shares in issue (thousand)	**10,934,402**	10,346,845
Add: Weighted average number of ordinary shares assuming conversion of all dilutive shares (thousand)	**–**	587,557
Weighted average number of ordinary shares for diluted earnings per share (thousand)	**10,934,402**	10,934,402
Diluted earnings per share (in RMB)	**0.81**	0.65

17. DIVIDENDS

Dividends for ordinary shareholders of the Company declared during the year:

	2024	2023
Dividends declared	**3,324,058**	2,331,516
Distribution to other equity instrument holders	**1,627,000**	1,044,000

On 28 June 2024, the Annual General Meeting reviewed and approved the Profit Distribution Plan for 2023. Accordingly, the Company distributed a total cash dividend of RMB2,405.57 million for 2023 (2022: cash dividend of RMB2,331.52 million). On 28 November 2024, the Second Extraordinary General Meeting reviewed and approved the Interim Profit Distribution Plan for 2024, according to which the Company distributed a total cash dividend of RMB918.49 million for the half year ended 30 June 2024.

The dividend distributions by the Company triggered the mandatory interest payment event for perpetual subordinated bonds. As at 31 December 2024, the Company has recognised the dividend payable to other equity instrument holders of RMB1,627.00 million (31 December 2023: RMB1,044.00 million).

18. PROPERTY, PLANT AND EQUIPMENT

	Buildings	Electronic and communication equipment	Motor vehicles	Office equipment	Leasehold improvements	Total
COST						
As at 1 January 2023	280,075	1,229,110	76,196	135,405	353,173	2,073,959
Additions	–	211,362	1,852	10,658	84,291	308,163
Transfer or reclassification	–	2,756	–	(382)	–	2,374
Exchange gains or losses	72	262	(527)	(2,833)	1,574	(1,452)
Disposals/write-off	(10,661)	(67,872)	(6,242)	(12,398)	(39,690)	(136,863)
As at 31 December 2023	269,486	1,375,618	71,279	130,450	399,348	2,246,181
ACCUMULATED DEPRECIATION						
As at 1 January 2023	197,571	770,005	67,162	107,229	243,955	1,385,922
Charge for the year	11,337	237,810	2,213	11,001	55,616	317,977
Exchange gains or losses	72	(124)	(540)	(306)	1,106	208
Disposals/write-off	(8,197)	(66,349)	(5,401)	(11,669)	(35,940)	(127,556)
As at 31 December 2023	200,783	941,342	63,434	106,255	264,737	1,576,551
CARRYING VALUE						
As at 31 December 2023	68,703	434,276	7,845	24,195	134,611	669,630
COST						
As at 1 January 2024	269,486	1,375,618	71,279	130,450	399,348	2,246,181
Additions	–	285,451	4,938	9,632	73,214	373,235
Transfer or reclassification	–	181	–	(187)	5	(1)
Exchange gains or losses	(7)	(2,914)	888	578	1,350	(105)
Disposals/write-off	(2)	(74,634)	(45,298)	(12,705)	(33,696)	(166,335)
As at 31 December 2024	269,477	1,583,702	31,807	127,768	440,221	2,452,975
ACCUMULATED DEPRECIATION						
As at 1 January 2024	200,783	941,342	63,434	106,255	264,737	1,576,551
Charge for the year	11,269	236,494	5,109	9,394	63,940	326,206
Exchange gains or losses	(7)	(629)	469	426	1,346	1,605
Disposals/write-off	–	(69,733)	(42,539)	(11,891)	(31,053)	(155,216)
As at 31 December 2024	212,045	1,107,474	26,473	104,184	298,970	1,749,146
CARRYING VALUE						
As at 31 December 2024	57,432	476,228	5,334	23,584	141,251	703,829

19. LEASES

(a) RIGHT-OF-USE ASSETS

	Buildings
Cost	
As at 1 January 2023	2,817,587
Additions	555,016
Deductions	(334,343)
Exchange gains or losses	6,780
As at 31 December 2023	3,045,040
Accumulated depreciation	
As at 1 January 2023	1,129,635
Charge for the year	564,278
Deductions	(308,195)
Exchange gains or losses	3,059
As at 31 December 2023	1,388,777
Net book value	
As at 1 January 2023	1,687,952
As at 31 December 2023	1,656,263
Cost	
As at 1 January 2024	3,045,040
Additions	459,336
Deductions	(307,317)
Exchange gains or losses	3,643
As at 31 December 2024	3,200,702
Accumulated depreciation	
As at 1 January 2024	1,388,777
Charge for the year	566,304
Deductions	(284,048)
Exchange gains or losses	2,636
As at 31 December 2024	1,673,669
Net book value	
As at 1 January 2024	1,656,263
As at 31 December 2024	1,527,033

19. LEASES (continued)

(b) LEASE LIABILITIES

The Group's lease liabilities are analysed by the maturity date – undiscounted analysis

	As at 31 December 2024	As at 31 December 2023
Less than 1 year	**925,760**	764,194
Over 1 years	**685,474**	1,014,150
Undiscounted lease liabilities	**1,611,234**	1,778,344
Lease liabilities	**1,584,107**	1,695,730

20. GOODWILL

	Goodwill
Gross carrying amount	
As at 1 January 2024	1,032,951
Exchange gains	33,911
As at 31 December 2024	1,066,862
Accumulated impairment losses	
As at 1 January 2024	–
Impairment losses recognised during the reporting period	–
As at 31 December 2024	–
Net book value	
As at 1 January 2024	1,032,951
As at 31 December 2024	1,066,862

Impairment testing on goodwill

Goodwill acquisition through business combination is allocated to the following cash-generating units ("CGUs") for impairment testing:

- Securities brokerage business cash-generating unit;
- CGS International Singapore business cash-generating unit; and
- CGS International Malaysia business cash-generating unit.

20. GOODWILL (continued)

Impairment testing on goodwill (continued)

The carrying amount of goodwill allocated to each of the CGU is as follows:

	Securities brokerage		CGS International Singapore		CGS International Malaysia		Total	
	2024	2023	**2024**	2023	**2024**	2023	**2024**	2023
Carrying amount of goodwill	**223,278**	223,278	**223,552**	218,772	**620,032**	590,901	**1,066,862**	1,032,951

Assumptions were used in the value in use calculation of the CGUs for 31 December 2024 and 31 December 2023. The following describes each key assumption on which management has based on its cash flow projections to undertake impairment testing of goodwill:

Securities brokerage business cash-generating unit

In January 2007, the Company acquired the securities brokerage business, investment banking business and related assets and liabilities of former China Galaxy Securities Co., Ltd. (Hereinafter referred to as "former Galaxy Securities"), as well as the equity of Galaxy Futures held by former Galaxy Securities, The difference between the acquisition cost and the fair value of the identifiable net assets acquired in the acquisition business is recognized as goodwill of the Securities brokerage business cash-generating unit.

The recoverable amount of the securities brokerage CGU has been determined based on a value in use calculation. The calculation uses cash flow projections based on financial budgets approved by management covering a 5-year period, such estimation is based on the unit's past performance and management's expectations for the market development. The cash flows beyond the 5-year period are assumed to remain unchanged. The key parameters for the forecast period include revenue growth of 5.16% to 7.09%, profit margin of 49.71% and pre-tax discount rate of 14.65%. The key parameters of the stabilization period include revenue growth rate of 0%, profit margin of 49.71% and pre-tax discount rate of 14.65%. The discount rate reflected specific risks related to the CGU. As at 31 December 2024, the recoverable amount of the CGU was RMB22.68 billion.

As at 31 December 2024, there was no impairment of the relevant CGU containing the goodwill and trading rights with indefinite useful lives (see Note 21) as the recoverable amounts of the CGU exceed their respective carrying amounts.

CGS International Singapore business cash-generating unit

The Group acquired the CGS International Securities Pte. Ltd ("CGS International Singapore") in April 2019. The Group recognised the excess of acquisition cost over the fair value of the net identifiable assets acquired as the goodwill.

For the purpose of impairment testing, CGS International Singapore is considered as a CGU as a whole based on the acquisition scope from the perspective of the directors of the Group. The CGU belongs to the International Business Segment. The main cash inflow generated by the CGU is basically independent of the cash inflow generated by other assets or CGUs, so it constitutes a CGU. The CGU is consistent with prior years.

20. GOODWILL (continued)

Impairment testing on goodwill (continued)

CGS International Singapore business cash-generating unit (continued)

Assumptions were used in the value in use calculation of the CGUs for 31 December 2024. The recoverable amount of the CGUs is based on the present value of expected future cash flows, which was determined based on financial forecasts approved by management covering a 7-year period. The cash flows beyond the 7-year period are assumed to remain unchanged. The key parameters for the forecast period include revenue growth of 3.01% to 4.16%, profit margin of 15.98% to 20.06% and pre-tax discount rate of 9.55%. The key parameters of the stabilization period include revenue growth rate of 0%, profit margin of 20.06% and pre-tax discount rate of 9.55%. The discount rate reflected specific risks related to the CGU. As at 31 December 2024, the recoverable amount of the CGU was RMB2.55 billion. There was no impairment of the relevant CGU containing the goodwill as the recoverable amounts of the CGU exceed their respective carrying amounts.

CGS International Malaysia business cash-generating unit

The Group acquired the CGS International Securities Malaysia Sdn. Bhd. ("CGS International Malaysia") in December 2021. The Group recognised the goodwill of 100% equity held by the original controller of the asset group after confirming the identifiable assets and liabilities of the acquired business.

For the purpose of impairment testing, CGS International Malaysia is considered as a CGU as a whole based on the acquisition scope from the perspective of the directors of the Group. The CGU belongs to the International Business Segment. The main cash inflow generated by the CGU is basically independent of the cash inflow generated by other assets or CGUs, so it constitutes a CGU. The CGU is consistent with prior years.

Assumptions were used in the value in use calculation of the CGUs for 31 December 2024. The recoverable amount of the CGUs is based on the present value of expected future cash flows, which was determined based on financial forecasts approved by management covering a 9-year period. The cash flows beyond the 9-year period are assumed to remain unchanged. The key parameters for the forecast period include: revenue growth of 3.31% to 5.45%, profit margin of 30.72% to 34.15%, and pre-tax discount rate of 8.45%. The key parameters of the stabilization period include revenue growth rate of 0%, profit margin of 34.15% and pre-tax discount rate of 8.45%. The discount rate reflected specific risks related to the CGU. As at 31 December 2024, the recoverable amount of the CGU was RMB2.92 billion. There was no impairment of the relevant CGU containing the goodwill as the recoverable amounts of the CGU exceed their respective carrying amounts.

21. OTHER INTANGIBLE ASSETS

	Trading rights	Trademark	Computer software and others	Total
COST				
As at 1 January 2023	305,011	5,343	1,041,864	1,352,218
Additions	–	–	289,735	289,735
Exchange gains or losses	10	39	16,652	16,701
Disposals/write-off	(1,400)	(5,382)	(1,112)	(7,894)
As at 31 December 2023	303,621	–	1,347,139	1,650,760
ACCUMULATED AMORTISATION				
As at 1 January 2023	–	5,343	595,692	601,035
Charge for the year	–	–	216,558	216,558
Exchange gains or losses	–	39	18,140	18,179
Disposals/write-off	–	(5,382)	(207)	(5,589)
As at 31 December 2023	–	–	830,183	830,183
IMPAIRMENT				
As at 1 January 2023	–	–	924	924
Others	–	–	(905)	(905)
Exchange gains or losses	–	–	17	17
As at 31 December 2023	–	–	36	36
CARRYING VALUE				
As at 31 December 2023	303,621	–	516,920	820,541
COST				
As at 1 January 2024	303,621	–	1,347,139	1,650,760
Additions	1,574	–	292,587	294,161
Exchange gains or losses	(74)	–	31,520	31,446
Disposals/write-off	–	–	(123,332)	(123,332)
As at 31 December 2024	305,121	–	1,547,914	1,853,035
ACCUMULATED AMORTISATION				
As at 1 January 2024	–	–	830,183	830,183
Charge for the year	–	–	269,293	269,293
Exchange gains or losses	–	–	27,461	27,461
Disposals/write-off	–	–	(122,366)	(122,366)
As at 31 December 2024	–	–	1,004,571	1,004,571
IMPAIRMENT				
As at 1 January 2024	–	–	36	36
Exchange gains or losses	–	–	(3)	(3)
As at 31 December 2024	–	–	33	33
CARRYING VALUE				
As at 31 December 2024	305,121	–	543,310	848,431

21. OTHER INTANGIBLE ASSETS (continued)

Trading rights mainly comprise the trading rights on the Shanghai Stock Exchange, the Shenzhen Stock Exchange, the Hong Kong Stock Exchange and Hong Kong Futures Exchange. These rights allow the Group to trade securities and futures contracts on or through these exchanges.

Impairment testing on intangible assets with indefinite useful lives

The trading rights held by the Group are considered by the directors of the Company as having indefinite useful lives because they are expected to contribute net cash inflows indefinitely. These intangible assets will not be amortised until their useful lives are determined to be finite. Instead, they will be tested for impairment annually and whenever there is an indication that they may be impaired. They are assessed for impairment individually or attached to the relevant CGUs.

The respective recoverable amounts of these trading rights or CGUs where the trading rights are allocated to, using a value in use calculation, exceed their carrying amounts. Accordingly, there was no impairment of the trading rights as at 31 December 2024 and 2023.

22. INTEREST IN JOINT VENTURES

(1) Details of the Group's investment in joint ventures are as follows:

	As at 31 December 2024	As at 31 December 2023
As at 1 January	**244,771**	61,769
Cost of investment in joint ventures	**59,300**	185,318
Share of post-acquisition profits and other comprehensive income	**(3,760)**	(2,316)
End of the year	**300,311**	244,771

(2) Details of the Group's joint ventures at the end of the year are as follows:

Name of entity	**Country of registration**	**Principal place of business**	**Proportion of ownership interest held by the Group 31/12/2024**	**Proportion of voting rights held by the Group 31/12/2024**	**Principal activities**
China Securities Lize Real Estate (Beijing) Co., Ltd. *	China	China	34.16%	34.16%	Real estate development and property management
Gansu Jingning Galaxy Development Fund Co., Ltd. *	China	China	1.00%	33.33%	Equity investment and project investment
Gansu Jingning Galaxy Revitalization Fund Co., Ltd *	China	China	1.00%	33.33%	Equity investment and project investment
Zhongshan Xingzhong Galaxy green industry investment fund LLP*	China	China	20.00%	60.00%	Equity investment and project investment
Yinhe core kinetic energy No. 1 equity investment fund (Yantai) partnership LLP *	China	China	1.85%	50.00%	Equity investment and project investment

22. INTEREST IN JOINT VENTURES (continued)

(2) Details of the Group's joint ventures at the end of the year are as follows: (continued)

Name of entity	Country of registration	Principal place of business	Proportion of ownership interest held by the Group 31/12/2024	Proportion of voting rights held by the Group 31/12/2024	Principal activities
Haiyan Yinhe fashion smart manufacturing equity investment fund partnership LLP *	China	China	19.90%	40.00%	Equity investment and project investment
Hainan Galaxy Shipeng New Kinetic Energy Industry Investment Fund Partnership LLP *	China	China	20.00%	50.00%	Equity investment and project investment
Komsomolskaya Galaxy Innovation No. 9 Equity Investment Partnership LLP *	China	China	5.00%	33.33%	Equity investment and project investment
Zhaoyuan Galaxy Hongxu Equity Investment Fund Partnership LLP *	China	China	19.90%	40.00%	Equity investment and project investment
Zhenjiang Yunfan Innovation Investment Fund Partnership LLP *	China	China	20.00%	28.57%	Equity investment and project investment
Huzhou Galaxy Furui Equity Investment Partnership *	China	China	20.00%	40.00%	Equity investment and project investment
Zhaoyuan Galaxy Hongbo Industrial Investment Partnership *	China	China	19.90%	40.00%	Equity investment and project investment
Jilin Galaxy Zhengyuan Digital Economy Private Equity Partnership LLP*	China	China	20.00%	60.00%	Equity investment and project investment
Qingdao Dongzheng Digital Source Yunlan Equity Investment Center LLP*	China	China	19.35%	60.00%	Equity investment and project investment
Changxing Galaxy Kunxin Equity Investment Fund Partnership LLP*	China	China	20.00%	40.00%	Equity investment and project investment
Shanghai No. 0 Bay Innovation Ceyuan Private Equity Fund Partnership LLP*	China	China	1.00%	40.00%	Equity investment and project investment
Zhangjiagang Galaxy Ruiwen Emerging Industry Equity Investment Fund Partnership LLP*	China	China	20.00%	50.00%	Equity investment and project investment
Deqing Fengrui Equity Investment Partnership LLP*	China	China	20.00%	33.00%	Equity investment and project investment
Fuqi Galaxy (Fuzhou) Industrial Investment Partnership LLP*	China	China	19.80%	60.00%	Equity investment and project investment
Liaoning Yinxing Jian Dong Fund Investment Partnership LLP*	China	China	5.00%	66.67%	Equity investment and project investment
Hainan Caijin Galaxy Private Equity Fund Management Co., Ltd*	China	China	50.00%	50.00%	Equity investment and project investment
Tianjin Youda Galaxy Industrial Investment Fund Partnership LLP*	China	China	20.00%	60.00%	Equity investment and project investment
Zhejiang Galaxy Guoke Consumer Health Equity Investment Fund Partnership LLP*	China	China	11.96%	11.96%	Equity investment and project investment

* The joint ventures do not have official English names.

23. FINANCIAL ASSETS MEASURED AT FAIR VALUE THROUGH PROFIT OR LOSS

	As at 31 December 2024	As at 31 December 2023
Non-current		
Debt securities	**44,227,875**	23,762,993
Funds	**632,746**	538,189
Other investments (a)	**11,644,558**	3,043,653
Trust schemes	**331,625**	–
	56,836,804	27,344,835
Current		
Debt securities	**92,829,939**	84,058,231
Equity securities	**20,687,459**	30,278,759
Funds	**26,750,052**	26,500,805
Structured deposits and wealth management products	**3,024,251**	3,176,376
Trust schemes	**386,327**	1,214,934
Other investments (a)	**19,029,822**	32,374,002
Add: Accrued interests	**1,216,163**	1,235,550
	163,924,013	178,838,657

(a) The balance mainly represents investments in: (i) collective asset management schemes issued and managed by the Group, whereby the Group's interest in and exposure to them are not significant, (ii) targeted asset management schemes (or trust investments) managed by non-bank financial institutions, which mainly invest in debt securities, publicly traded equity securities listed in the PRC, funds and loans, (iii) privately offered funds, (iv) equity investments in unlisted enterprises, and (v) perpetual bonds.

24. FINANCIAL ASSETS HELD UNDER RESALE AGREEMENTS

	As at 31 December 2024	As at 31 December 2023
Non-current		
Analysed by collateral type:		
Equity securities	**10,184,530**	11,484,332
Less: Impairment	**(127,127)**	(31,854)
	10,057,403	11,452,478
Analysed by market of collateral:		
Stock exchanges	**10,057,403**	11,452,478
Current		
Analysed by collateral type:		
Equity securities	**11,136,337**	9,555,298
Debt securities	**3,585,673**	1,714,599
Add: Accrued interest	**56,342**	51,893
Less: Impairment	**(77,747)**	(25,115)
	14,700,605	11,296,675
Analysed by market of collateral:		
Stock exchanges	**14,192,184**	11,087,152
Interbank bond market	**500,052**	199,943
Over the counter	**8,369**	9,580

The movements in the allowance for impairment of financial assets held under resale agreements are set out below:

	Year ended 31 December	
	2024	2023
At the beginning of the year	**56,969**	191,495
Impairment losses recognised, net of reversal (Note 14)	**147,885**	(60,104)
Others	**20**	(74,422)
At the end of the year	**204,874**	56,969

Details of impairment assessment are set out in Note 57.

As at 31 December 2024, the fair values of collateral received by the Group were approximately RMB58,377 million (31 December 2023: RMB63,429 million).

25. DEBT INSTRUMENTS MEASURED AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME

	As at 31 December 2024	As at 31 December 2023
Non-current		
Debt securities	**1,551,439**	90,829
Current		
Debt securities	**102,409,990**	95,918,175
Add: Accrued interest	**1,167,654**	1,348,934
	103,577,644	97,267,109

The movements in the allowance for impairment of debt instruments measured at fair value through other comprehensive income are set out below:

	Year ended 31 December	
	2024	2023
At the beginning of the year	**184,412**	198,646
Impairment losses recognised, net of reversal (Note 14)	**6,213**	(14,234)
At the end of the year	**190,625**	184,412

Details of impairment assessment are set out in Note 57.

26. EQUITY INSTRUMENTS MEASURED AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME

	As at 31 December 2024	As at 31 December 2023
Non-current		
Equity securities	**13,718,765**	9,446,958
Perpetual bonds	**40,982,112**	35,724,652
Other investments	**986,010**	1,539
	55,686,887	45,173,149

(1) These equity instruments are neither held for trading nor contingent consideration recognised by an acquirer in a business combination to which IFRS 3 Business Combinations applies. At the date of initial application of IFRS 9, the Group elected to present in other comprehensive income the subsequent changes in fair value of these investments previously classified as available-for-sale financial assets carried at fair value under IAS 39.

(2) During 2024, due to the Group's disposal of equity instruments measured at fair value through other comprehensive income, RMB313 million of other comprehensive income transferred into retained earnings (2023: RMB105 million).

27. DEBT INSTRUMENTS MEASURED AT AMORTISED COST

	As at 31 December 2024	As at 31 December 2023
Non-current		
Debt securities (1)	**542,491**	989,016
Less: Impairment	**(49,528)**	(29,065)
	492,963	959,951
Current		
Debt securities (1)	**412,863**	1,369,360
Add: Accrued interest	**7,143**	33,044
Less: Impairment	**(17,751)**	(64,332)
	402,255	1,338,072

(1) As at 31 December 2024, the interest rates on these debt securities are between 2.26%-6.80% per annum. (31 December 2023: 2.80%-6.80% per annum).

(2) The movements in the allowance for impairment of debt instruments measured at amortised cost are set out below:

	Year ended 31 December	
	2024	2023
At the beginning of the year	**93,397**	54,381
Impairment losses recognised, net of reversal (Note 14)	**(26,595)**	38,688
Exchange difference and others	**477**	328
At the end of the year	**67,279**	93,397

Details of impairment assessment are set out in Note 57.

28. OTHER ASSETS

	As at 31 December 2024	As at 31 December 2023
Non-current		
Prepayments	**1,154,126**	1,154,126
Repossessed assets	**16,674**	–
Others	**33,416**	22,735
	1,204,216	1,176,861
Current		
Prepaid taxes	**8,011**	–
Accrued interest	**8,203**	10,200
Prepayments	**233,619**	332,106
Margin financing client's receivable	**201,989**	202,857
Inventories	**1,186,026**	2,159,632
Customer trading deposits	**2,419,599**	2,821,008
Others	**1,999,641**	2,093,947
Subtotal	**6,057,088**	7,619,750
Less: Impairment	**(794,061)**	(735,771)
Total	**5,263,027**	6,883,979

As at 31 December 2024, the provision for impairment of inventories amounted to RMB18.43 million.

The movements in the allowance for impairment of other receivables are set out below:

	Year ended 31 December	
	2024	2023
At the beginning of the year	**735,771**	723,596
Impairment losses recognised, net of reversal (Note 14)	**59,196**	15,273
Exchange difference and others	**(906)**	(3,098)
At the end of the year	**794,061**	735,771

Details of the impairment assessment are set out in Note 57.

29. DEPOSITS WITH EXCHANGES AND NON-BANK FINANCIAL INSTITUTIONS

	As at 31 December 2024	As at 31 December 2023
Non-current		
Deposits with stock exchanges	**471,405**	209,381
Deposits with futures and commodity exchanges	**19,532**	42,421
Guarantee fund paid to the Shenzhen Stock Exchange	**234,862**	472,041
Others	**588,448**	759,837
	1,314,247	1,483,680
Current		
Deposits with futures and commodity exchanges	**19,864,792**	20,571,570
Deposits with CSFCL	**176,121**	205,994
	20,040,913	20,777,564

30. DEFERRED TAXATION

For presentation purpose, certain deferred tax assets and deferred tax liabilities have been offset. The following is an analysis of the deferred tax balances for financial reporting purposes:

	As at 31 December 2024	As at 31 December 2023
Deferred tax assets	**287,287**	276,155
Deferred tax liabilities	**2,018,437**	209,301
	(1,731,150)	66,854

	2024	2023
Net deferred income tax liabilities/assets, at the beginning of the year	**66,854**	204,422
Recognised in profit or loss	**(226,647)**	370,058
Recognised in other comprehensive income	**(1,466,931)**	(472,692)
Recognised in retained profits	**(104,426)**	(34,934)
Net deferred income tax liabilities/assets, at the end of the year	**(1,731,150)**	66,854

Deferred tax assets and liabilities are offset when there is a legally enforceable right to offset current tax assets against current tax liabilities and when the deferred tax assets and liabilities relate to income taxes, if any, and the taxes are to be levied by the same tax authority, and of the same taxable entity.

30. DEFERRED TAXATION (continued)

The movements of deferred tax assets and liabilities are set out below:

	Changes in fair value of financial assets at fair value through profit or loss	Changes in fair value of financial assets at FVTOCI	Accrued staff costs	Allowance for impairment losses	Accrued interest expenses	Accrued expenses	Changes in fair value of derivative instruments	Accrued interest income	Provisions	Lease liabilities	Unrecovered losses	Right-of-use assets	Others	Total
As at 1 January 2023	(144,364)	6,489	618,162	335,269	628,763	81,366	(10,012)	(1,375,023)	-	454,571	-	(421,988)	31,189	204,422
(Charge)/credit to profit or loss	(380,850)	-	321,436	(15,999)	107,960	3,861	(880,228)	(64,055)	9,491	3,678	1,224,097	7,922	32,745	370,058
Credit to other comprehensive income	-	(472,692)	-	-	-	-	-	-	-	-	-	-	-	(472,692)
Credit to retained profits	-	-	-	-	-	-	-	-	-	-	(34,934)	-	-	(34,934)
As at 31 December 2023	(525,214)	(466,203)	939,598	319,270	736,723	85,227	(890,240)	(1,439,078)	9,491	458,249	1,189,163	(414,066)	63,934	66,854
(Charge)/credit to profit or loss	(318,262)	-	215,313	80,613	42,254	(40,018)	246,586	213,977	6,712	(64,634)	(781,434)	81,038	91,208	(226,647)
Credit to other comprehensive income	-	(1,466,931)	-	-	-	-	-	-	-	-	-	-	-	(1,466,931)
Credit to retained profits	-	-	-	-	-	-	-	-	-	-	(104,426)	-	-	(104,426)
As at 31 December 2024	(843,476)	(1,933,134)	1,154,911	399,883	778,977	45,209	(643,654)	(1,225,101)	16,203	393,615	303,303	(333,028)	155,142	(1,731,150)

(1) At the end of the year, the Group has unrecognised deductible tax losses and temporary differences of approximately RMB148 million (31 December 2023: RMB135 million, as it is not probable that sufficient taxable profit will be available against which the deductible temporary differences can be utilised.)

31. ADVANCES TO CUSTOMERS

	As at 31 December 2024	As at 31 December 2023
Current		
Loans to margin clients	**98,848,663**	87,746,331
Other loans and advances	**305,834**	237,578
Add: Accrued interest	**2,835,735**	3,544,505
Less: Impairment	**(455,479)**	(310,515)
	101,534,753	91,217,899

(1) The credit facility limits for margin clients are determined by the discounted market value of the collateral securities accepted by the Group.

As at 31 December 2024, the Group received collateral with fair value amounted to RMB292,665 million (31 December 2023: RMB261,409 million), in connection with its margin financing business. As at 31 December 2024 and 2023, the fair values of cash and securities collaterals held by the Group for majority of the margin clients are higher than the carrying amounts of each individually.

No aging analysis is disclosed as in the opinion of the directors of the Company, the aging analysis does not give additional value to the users of these consolidated financial statements in view of the nature of business of securities margin financing.

The Group determines the allowance for advances to customers based on the evaluation of collectability and on management's judgment including the assessment of change in credit quality and collateral.

(2) The movements in the allowance for impairment are set out below:

	Year ended 31 December	
	2024	2023
At the beginning of the year	**310,515**	262,411
Impairment losses recognised, net of reversal (Note 14)	**142,621**	49,624
Amounts written off	**–**	(2,065)
Exchange difference and others	**2,343**	545
At the end of the year	**455,479**	310,515

Details of impairment assessment are set out in Note 57.

The concentration of credit risk is limited due to the customer base being large and diversified.

32. ACCOUNTS RECEIVABLE

	As at 31 December 2024	As at 31 December 2023
Accounts receivable of:		
Client securities settlement	**3,293,411**	2,669,375
Brokers and dealers	**6,237,645**	7,512,067
Clearing house	**1,148,467**	2,674,549
Underwriting and sponsors fee	**44,577**	29,630
Trading rights rental commission	**52,031**	65,946
Asset management and funds distribution handling fees	**161,626**	147,125
Others	**38,989**	41,262
Subtotal	**10,976,746**	13,139,954
Less: Impairment	**(309,651)**	(196,750)
Total	**10,667,095**	12,943,204

An aging analysis of accounts receivable is as follows:

	As at 31 December 2024	As at 31 December 2023
Within 1 year	**10,619,685**	12,886,502
Between 1 and 2 years	**5,668**	7,885
Between 2 and 3 years	**3,898**	33,604
Over 3 years	**37,844**	15,213
	10,667,095	12,943,204

The movements in the allowance for impairment of accounts receivable are set out below:

	Year ended 31 December	
	2024	2023
At the beginning of the year	**196,750**	184,869
Impairment losses recognised, net of reversal (Note 14)	**111,551**	5,110
Amounts written off	**–**	(2,321)
Exchange difference and others	**1,350**	9,092
At the end of the year	**309,651**	196,750

The credit term of accounts receivable is generally within three months. The Group seeks to maintain tight control over its outstanding accounts receivable in order to minimize credit risk. Overdue balances are regularly monitored by management.

Details of impairment assessment are set out in Note 57.

33. DERIVATIVE FINANCIAL INSTRUMENTS

	As at 31 December 2024		
	Nominal amounts	**Asset**	**Liability**
Hedging instruments:			
Currency forward	**353,987**	**–**	**2,715**
Commodity futures	**483,491**	**–**	**–**
Non-hedging instruments:			
Equity Derivatives	**196,765,725**	**4,050,928**	**1,760,167**
Interest Rate Derivatives	**1,370,524,766**	**2,221**	**3,180**
Other Derivatives	**44,220,663**	**148,417**	**132,810**
Total	**1,612,348,632**	**4,201,566**	**1,898,872**

	As at 31 December 2023		
	Nominal amounts	Asset	Liability
Hedging instruments:			
Currency forward	138,676	–	375
Commodity futures	1,534,753	–	–
Non-hedging instruments:			
Equity Derivatives	225,369,945	6,796,248	1,829,895
Interest Rate Derivatives	1,066,223,462	–	669
Other Derivatives	99,461,036	1,608,787	3,684,974
Total	1,392,727,872	8,405,035	5,515,913

(1) Under the daily mark-to-market and settlement arrangement, stock index futures, interest rate swaps, treasury bond futures, commodity futures, forward contracts of underlying bonds and gold deferred trades were settled daily and the corresponding receipts and payments were included in clearing settlement funds.

34. CLEARING SETTLEMENT FUNDS

	As at 31 December 2024	As at 31 December 2023
Clearing settlement funds held with clearing houses for:		
– House accounts	**10,067,771**	9,341,348
– Clients accounts	**25,664,963**	18,516,938
Add: Accrued interest	**64,907**	41,890
Total	**35,797,641**	27,900,176

These clearing settlement funds are held by the clearing houses for the Group and these balances carry interest at prevailing market interest rates.

35. BANK BALANCES

	As at 31 December 2024	As at 31 December 2023
House accounts	**15,930,828**	18,843,909
Cash held on behalf of customers	**128,601,926**	94,508,403
Add: Accrued interest	**357,693**	272,891
	144,890,447	113,625,203

Bank balances comprise time and demand deposits at banks which bear interest at the prevailing market rates.

The Group maintains accounts with banks to hold customers' deposits arising from normal business transactions. The corresponding liabilities are recorded as accounts payable to brokerage clients (Note 44).

As at 31 December 2024, the ECL allowance for bank balances amounted to RMB1.07 million.

Details of impairment assessment are set out in Note 57.

36. SHARE CAPITAL

The Company's number of shares and nominal value are as follows:

	As at 31 December 2024	As at 31 December 2023
Issued and fully paid ordinary shares of RMB1 each (in thousands)		
Domestic shares	**7,243,417**	7,243,417
H shares	**3,690,985**	3,690,985
	10,934,402	10,934,402
Share capital (in RMB thousands)		
Domestic shares	**7,243,417**	7,243,417
H shares	**3,690,985**	3,690,985
	10,934,402	10,934,402

37. OTHER EQUITY INSTRUMENTS

	As at 31 December 2024	As at 31 December 2023
Perpetual subordinated bonds	**29,828,568**	29,828,323
	29,828,568	29,828,323

On 24 November 2020, the Company issued RMB5 billion perpetual subordinated bonds ("20 Yinhe Y1") at par, with a coupon rate of 4.80%. The bonds are redeemable or repayable at the Company's option at the end of each repricing period, which is every 5 years.

On 29 March 2021, the Company issued RMB5 billion perpetual subordinated bonds ("21 Yinhe Y1") at par, with a coupon rate of 4.57%. The bonds are redeemable or repayable at the Company's option at the end of each repricing period, which is every 5 years.

On 21 April 2021, the Company issued RMB5 billion perpetual subordinated bonds ("21 Yinhe Y2") at par, with a coupon rate of 4.30%. The bonds are redeemable or repayable at the Company's option at the end of each repricing period, which is every 5 years.

On 18 May 2023, the Company issued RMB5 billion perpetual subordinated bonds ("23 Yinhe Y1") at par, with a coupon rate of 3.63%. The bonds are redeemable or repayable at the Company's option at the end of each repricing period, which is every 5 years.

On 9 June 2023, the Company issued RMB5 billion perpetual subordinated bonds ("23 Yinhe Y2") at par, with a coupon rate of 3.58%. The bonds are redeemable or repayable at the Company's option at the end of each repricing period, which is every 5 years.

On 17 November 2023, the Company issued RMB5 billion perpetual subordinated bonds ("23 Yinhe Y3") at par, with a coupon rate of 3.43%. The bonds are redeemable or repayable at the Company's option at the end of each repricing period, which is every 5 years.

The above six issues of bonds are set with the issuer's renewal option and no investor's resale option. At the end of each repricing cycle of the current bonds, the issuer has the right to choose to extend the current bonds for one repricing cycle, which is for five years, or pay the current bonds in full, while the investor has no right to require the issuer to redeem the current bonds.

The coupon rate for the perpetual subordinated bonds is fixed in the first 5 years and will be repriced every 5 years. The coupon rate will be repriced as the sum of the current basis rate, the initial spread, and an additional 300 basis points. The repriced coupon rate will remain be unchanged in the next 5 years. The current basis rate is defined as the average yields of 5 years treasury bonds from the interbank fixed rate bond yield curve published on China Bond website 5 working days before the interest repricing date.

The issuer has the right to defer interest payments, unless "Mandatory interest payments events" have been triggered, so that at each interest payment date, the issuer may choose to defer the current interest payment, as well as any previously deferred interest payments and accreted interests thereon, to the next payment date, without being subject to any limitation with respect to the number of deferrals. Mandatory interest payment events are only triggered when there are distributions of dividends to ordinary equity holders or reductions of registered capital.

The perpetual subordinated bonds issued by the Company are classified as equity instruments and presented under equity in the Group's statement of financial position.

38. RESERVES AND RETAINED PROFITS

The amounts of the Group's reserves and the movements therein during the year are presented in the consolidated statement of changes in equity.

(a) Capital reserve

Capital reserve mainly includes share premium arising from the issuance of new shares at prices in excess of face value and the difference between the considerations of the acquisition of equity interests from non-controlling shareholders and the carrying amount of the proportionate net assets. As at 31 December 2024, the amount attributable to the owners of the company is RMB32,224.10 million (31 December 2023: RMB32,224.10 million.)

(b) Investment revaluation reserve

The investment revaluation reserve represents cumulative gains and losses arising on the revaluation of equity instruments at FVTOCI, debt instruments at FVTOCI that have been recognised in other comprehensive income, net of amounts reclassified to profit or loss when those equity instruments at FVTOCI and debt instruments at FVTOCI are disposed of or are determined to be impaired. As at 31 December 2024, the amount attributable to the owners of the company is RMB5,792.86 million (31 December 2023: RMB1,397.54 million).

(c) Cash flow hedging reserve

The cash flow hedging reserve represents the cumulative effective portion of gains and losses arising on changes in fair value of hedging instruments entered into for cash flow hedges. The cumulative gain and loss arising on changes in fair value of the hedging instrument that are recognised and accumulated under the cash flow hedging reserve will be reclassified to profit or loss only when the hedged transaction affects the profit or loss, or is included as a basis adjustment to the non-financial hedged item, consistent with the relevant accounting policy. As at 31 December 2024, the amount attributable to the owners of the company is RMB-0.86 million (31 December 2023: RMB-0.86 million).

(d) Translation reserve

For the purposes of presenting the consolidated financial statements, the assets and liabilities of the Group's foreign operations are translated into the presentation currency of the Group at the rate of exchange prevailing at the end of the year, and the income and expenses are translated at the average exchange rates or at the approximate exchange rates for the period. Exchange differences arising, if any, are recognised in other comprehensive income and accumulated in the translation reserve. As at 31 December 2024, the amount attributable to the owners of the company is RMB151.96 million (31 December 2023: RMB -25.49 million).

38. RESERVES AND RETAINED PROFITS (Continued)

(e) General reserves

General reserves comprise of the statutory surplus reserve, discretionary surplus reserve, reserve for general risk and transaction risk reserve. As at 31 December 2024, the amount attributable to the owners of the company is RMB28,744.27 million (31 December 2023: RMB25,930.00 million)

The Company may also make appropriations from its net profit to the discretionary surplus reserve provided the appropriation is approved by a resolution of the shareholders.

In accordance with the Financial Rules for Financial Enterprises, the Company is required to appropriate 10% of net profit before distribution, determined in accordance with PRC GAAP, to the reserve for general risk.

Pursuant to the Securities Law of the PRC, the Company is required to appropriate 10% of the net profit before distribution, determined in accordance with PRC GAAP, to the transaction risk reserve.

According to the Operational Guidelines for the Application of the Guiding Opinions on Regulating the Asset Management Business of Financial Institutions to Securities Companies with Asset Management Business of Large Collective products (CSRC Announcement [2018] No. 39), risk reserves of 10% of the management fee income shall be provided for large collective products in accordance with the relevant provisions of public funds.

In accordance with Interim Measures for the Supervision and Administration of Risk Reserve of the Public Offering of Securities Investment Fund (Order No. 94 of the CSRC on 24 September 2013), the Company, as a custodian of securities investment fund, is required to appropriate no less than 2.5% of fund custodian revenue as reserve for general risk. The accruement could be suspended on condition that the ending balance of risk reserve reached 0.25% of the aggregate of net asset values of the mutual funds under custody at the end of last quarter.

In accordance with the Provisional Regulations on the Supervision of Important Money Market Funds (CSRC Announcement [2023] No. 42), the Company, as a fund sales institution shall establish a risk reserve mechanism for important money market funds, and the proportion of risk reserve set aside from all sales revenue of important money market funds shall not be less than 20% per month, When the risk reserve balance reaches 0.25% of the sales retention scale of important money market funds at the end of the previous quarter, it can no longer be withdrawn.

The Company's PRC subsidiaries are also subject to the statutory requirements to appropriate their earnings to the statutory surplus reserve, the reserve for general risk and the transaction risk reserve.

Out of the Group's retained profits, an amount of RMB621.30 million as at 31 December 2024 (31 December 2023: RMB572.59 million) represents the Company's share of its subsidiaries' statutory surplus reserve which cannot be used for profit distribution.

(f) Distributable profits

In accordance with the relevant regulations, the distributable profits of the Company are deemed to be the lower of (i) the retained profits determined in accordance with PRC GAAP and (ii) the retained profits determined in accordance with IFRS Accounting Standards.

39. BONDS PAYABLE

As at 31 December 2024 and 2023, bonds payable comprised subordinated bonds and corporate bonds.

Details of the bonds issued by the Group are as follows:

Non-current

Value date	Maturity date	Coupon rate	As at 31 December 2024 Carrying amount	As at 31 December 2023 Carrying amount
17 April 2023	17 April 2026	3.34%	**4,091,290**	4,082,961
27 May 2024	27 May 2029	2.45%	**2,528,406**	–
27 May 2024	27 May 2027	2.35%	**2,527,752**	–
22 August 2024	22 August 2029	2.22%	**1,406,312**	–
22 August 2024	22 August 2027	2.10%	**1,205,145**	–
11 March 2024	11 March 2029	2.75%	**4,076,325**	–
11 March 2024	11 March 2027	2.60%	**2,036,740**	–
21 March 2022	21 March 2025	3.38%	**–**	1,081,295
08 August 2022	08 August 2025	2.72%	**–**	3,330,882
18 January 2022	18 January 2025	3.15%	**–**	3,086,066
17 April 2023	17 April 2025	3.09%	**–**	1,019,483
13 January 2023	13 January 2025	3.58%	**–**	2,581,595
26 July 2022	26 July 2025	2.83%	**–**	2,020,623
09 June 2022	09 June 2025	3.06%	**–**	5,077,021
09 March 2023	09 March 2025	3.25%	**–**	1,077,598
17 February 2023	17 February 2025	3.09%	**–**	1,024,793
05 September 2022	05 September 2025	2.54%	**–**	1,006,046
26 April 2022	26 April 2025	2.95%	**–**	1,527,829
09 March 2023	09 March 2026	3.35%	**3,282,533**	3,278,507
18 October 2023	18 October 2026	3.08%	**4,518,194**	4,512,534
17 February 2023	17 February 2026	3.28%	**3,081,641**	3,024,244
29 January 2024	29 January 2026	2.75%	**1,023,504**	–
22 July 2024	22 July 2029	2.25%	**3,523,065**	–
22 July 2024	22 July 2027	2.13%	**1,509,464**	–
18 January 2024	18 January 2027	2.84%	**5,122,808**	–
11 August 2022	11 August 2027	3.08%	**5,050,164**	5,046,390
05 September 2022	05 September 2027	2.95%	**4,029,774**	4,026,756
18 August 2023	18 August 2028	2.98%	**3,024,953**	3,021,392
18 August 2023	18 August 2026	2.66%	**2,015,693**	2,016,124
14 September 2023	14 September 2028	3.20%	**1,006,701**	1,005,947
14 September 2023	14 September 2033	3.33%	**1,006,583**	1,006,205
14 September 2023	14 September 2026	2.95%	**3,019,897**	3,022,688
14 December 2023	14 December 2028	3.14%	**2,995,519**	2,993,255
14 December 2023	14 December 2026	2.98%	**1,997,954**	1,995,438
17 July 2023	17 July 2028	3.08%	**2,022,901**	2,013,178
17 July 2023	17 July 2026	2.74%	**3,031,949**	3,028,175
17 October 2024	17 October 2029	2.25%	**1,501,558**	–
17 October 2024	17 October 2027	2.15%	**3,503,355**	–
20 July 2021	20 July 2026	3.45%	**1,825,865**	1,824,506
			75,966,045	68,731,531

39. BONDS PAYABLE (continued)

Current

Value date	Maturity date	Coupon rate	As at 31 December 2024 Carrying amount	As at 31 December 2023 Carrying amount
21 March 2022	21 March 2025	3.38%	**1,082,738**	–
08 August 2022	08 August 2025	2.72%	**3,333,842**	–
08 August 2022	08 August 2024	2.46%	**–**	1,715,210
18 January 2022	18 January 2025	3.15%	**3,090,099**	–
18 January 2022	18 January 2024	2.97%	**–**	1,028,235
17 April 2023	17 April 2025	3.09%	**1,021,547**	–
13 January 2023	13 January 2025	3.58%	**2,586,558**	–
15 September 2021	15 September 2024	3.30%	**–**	1,316,804
20 December 2021	20 December 2024	3.20%	**–**	3,995,398
28 September 2021	28 September 2024	3.40%	**–**	1,008,127
20 October 2021	20 October 2024	3.55%	**–**	1,811,332
22 November 2021	22 November 2024	3.35%	**–**	3,610,056
09 August 2021	09 August 2024	3.15%	**–**	4,047,508
26 July 2022	26 July 2025	2.83%	**2,023,243**	–
26 July 2022	26 July 2024	2.60%	**–**	2,020,727
09 June 2022	09 June 2025	3.06%	**5,083,311**	–
09 March 2023	09 March 2025	3.25%	**1,026,131**	–
17 February 2023	17 February 2025	3.09%	**1,026,764**	–
05 September 2022	05 September 2025	2.54%	**1,007,303**	–
26 April 2022	26 April 2025	2.95%	**1,529,715**	–
04 February 2021	04 February 2024	3.67%	**–**	2,582,690
20 July 2021	20 July 2024	3.13%	**–**	3,242,991
21 January 2021	21 January 2024	3.58%	**–**	3,307,969
			22,811,251	29,687,047

All of these bonds are denominated in RMB.

40. DEBT INSTRUMENTS

	As at 31 December 2024 Carrying Amount	As at 31 December 2023 Carrying Amount
Non-current		
Structured notes [2]	**32,499**	309,594
	32,499	309,594
Current		
Short-term financing bills [1]	**42,222,971**	25,194,318
Structured notes [2]	**286,219**	3,033,412
	42,509,190	28,227,730

(1) Short-term financing bills

The details of short-term financing bills as at 31 December 2024 are as follows:

Name	Issue amount RMB'000	Value date	Maturity date	Coupon rate
24 CGS CP008	5,000,000	10 October 2024	10 January 2025	2.15%
24 CGS CP009	4,000,000	14 October 2024	15 April 2025	2.08%
24 CGS CP010	4,000,000	13 November 2024	13 February 2025	1.88%
24 CGS CP011	4,000,000	18 November 2024	20 May 2025	1.90%
24 CGS CP012	2,000,000	20 November 2024	20 February 2025	1.89%
24 CGS CP013	4,000,000	25 November 2024	26 August 2025	1.92%
24 CGS CP014	4,000,000	28 November 2024	28 May 2025	1.89%
24 CGS CP015	4,000,000	05 December 2024	05 March 2025	1.72%
24 CGS CP016	4,000,000	11 December 2024	11 June 2025	1.78%
24 CGS CP017	2,500,000	16 December 2024	18 March 2025	1.72%
24 CGS CP018	4,000,000	19 December 2024	18 July 2025	1.70%
Principal Protected Note	388,449	11 July 2024	19 June 2025	2.65%-3.15%
Commercial paper	39,552	17 October 2024	16 January 2025	3.40%
Commercial paper	46,300	17 October 2024	16 January 2025	5.00%
Commercial paper	81,537	17 October 2024	16 January 2025	3.40%
Commercial paper	72,829	17 October 2024	16 January 2025	5.00%

(2) Structured notes

Structured notes are a special type of financing allowed by CSRC.

As at 31 December 2024, for structured notes issued by the Company, their coupon rates are from 2.70% to 3.15% (31 December 2023: 1.95% to 6.00%).

41. FINANCIAL LIABILITIES MEASURED AT FAIR VALUE THROUGH PROFIT OR LOSS

(1) Financial liabilities held for trading:

	As at 31 December 2024	As at 31 December 2023
Current		
Equity Securities	**–**	328,970
Debt Securities	**29,447,859**	18,622,873
	29,447,859	18,951,843

(2) Financial liabilities designated as at fair value through profit or loss:

	As at 31 December 2024	As at 31 December 2023
Non-current		
Financing payables [1]	**1,898,112**	6,181,322
	1,898,112	6,181,322
Current		
Financing payables [1]	**12,672,126**	14,068,340
Structured products embedded with equity swaps [2]	**–**	452,670
	12,672,126	14,521,010

(1) Financing payables are financing instruments issued by the Group and its returns to holders are mainly linked to the performance of stock index, bond index, gold contracts and ETF funds.

(2) Structured products embedded with equity swaps are payable to the clients at maturity of the corresponding derivatives and their balance is linked to the performance of the corresponding equity swaps.

42. OTHER PAYABLES AND ACCRUALS

	As at 31 December 2024	As at 31 December 2023
Non-current		
Third-party interests in consolidated structured entities	**76,731**	179,311
	76,731	179,311
Current		
Third-party interests in consolidated structured entities	**193,325**	142,189
Customer trading deposits	**24,136,990**	40,088,306
Other payables to trading clients	**340,334**	1,048,780
Settlement payable	**7,031,431**	7,888,589
Value-added tax and other taxes	**255,744**	179,762
Accrued expenses	**781,755**	804,233
Sundry payables	**18,655**	31,773
Payable for the securities investor protection fund	**70,206**	64,297
Dividends payable	**1,489,835**	804,631
Others	**5,261,859**	2,657,486
	39,580,134	53,710,046

43. DUE TO BANKS AND OTHER FINANCIAL INSTITUTIONS

	As at 31 December 2024	As at 31 December 2023
Unsecured short-term bank loans [1]	**17,199,527**	12,823,947
Margin funds loans [2]	**–**	4,060,000
Add: Interest payable	**31,150**	72,941
	17,230,677	16,956,888

(1) As at 31 December 2024, the unsecured short-term bank loans bear interest at 1.00%-7.00% (31 December 2023: 1.42%-7.52% per annum), and are repayable within 1 year (31 December 2023: within 1 year).

(2) The margin funds loans borrowed by the Group from CSFCL are secured by cash collateral of RMB91 million and shares listed in the PRC with a fair value of approximately RMB362 million. There were no margin funds loans at the end of 2024 (the margin funds loans at the end of 2023 bore interest at 2.12%-2.30% per annum and were repayable within 3 months).

44. ACCOUNTS PAYABLE TO BROKERAGE CLIENTS

The majority of the accounts payable balances are repayable on demand except where certain balances represent margin deposits and cash collateral received from clients for their trading activities under normal course of business. Only the excess amounts over the required margin deposits and cash collateral stipulated are repayable on demand.

No aging analysis is disclosed as in the opinion of the directors of the Company, the aging analysis does not give additional value to the readers of these consolidated financial statements in view of the nature of these businesses.

Accounts payable to brokerage clients mainly include money held on behalf of clients at banks and at clearing houses by the Group and are interest-bearing at the prevailing market interest rates.

As at 31 December 2024, included in the Group's accounts payable to brokerage clients were approximately RMB14,115 million (31 December 2023: RMB8,222 million) received from clients for margin financing and securities lending arrangement.

45. ACCRUED STAFF COSTS

	As at 31 December 2024	As at 31 December 2023
Salaries, bonus and allowances	**6,117,816**	5,374,788
Social welfare	**31,099**	27,091
Annuity schemes	**27,808**	30,133
Supplementary retirement benefits	**417,786**	443,917
Early retirement benefits	**395**	390
Others	**178,605**	167,436
	6,773,509	6,043,755

Note:

(1) Defined Contribution Plans

The employees of the Group participate in the basic endowment insurance plan operated by the governmental authorities, and the Group makes contributions at the prescribed rate based on the benchmark determined with reference to the average monthly income of the individual employee for the previous year, which will be within the upper and lower limits of the contribution benchmark of the local basic endowment insurance plan. Save for the aforesaid contributions, the Group has no further payment obligations. The corresponding expenditure is included in the current profit or loss in the period when it incurred. There are no contributions forfeited under the basic social endowment insurance plan as all contributions are fully vested to the employees upon the payment is made.

In addition to the basic social endowment insurance plan organised and implemented by the local labour and social security departments in accordance with relevant PRC laws and regulations, the Group also operates an enterprise annuity plan under a defined contribution model for eligible employees, under which the contributions and the investment gains thereon for the individual employee's personal account will be vested to such individual employee in accordance with the relevant rules. The contributions to the enterprise annuity fund that are not vested to the individual employee due to the employee's resignation will not be used to offset the existing contributions, but will be transferred to the public account of such enterprise annuity fund and allocated among members of such enterprise annuity fund after the procedures for approval are completed in accordance with the relevant regulations.

45. ACCRUED STAFF COSTS (continued)

Note: (continued)

(2) Defined Benefit Plans

The Group operates post-employment benefit plans under a defined benefit model (including the supplementary retirement benefits and the early retirement benefits) for eligible employees. For the defined benefit plans, the benefit obligations incurred under the defined benefit plans will be vested by the Group in the period when the employees provide services according to the formula determined by the projected unit credit method and included in the current profit or loss.

Supplementary retirement benefits

Supplementary retirement benefits contain two parts: 1) pensions and medical benefits to qualified employees who will retire on or before 31 December 2014 and are still alive at the end of the reporting period; 2) during the year ended 31 December 2024, additional supplementary benefits including medical examination expenses and holiday allowance reimbursements to certain existing employees and retirees were introduced to those employees by the Group. Accordingly, the increases in the present value of the supplementary retirement benefits for employee service in prior periods and the current period were recognised as past service costs and current service costs, respectively, during the year ended 31 December 2024.

Movements in the present value of supplementary retirement benefits are as follows:

	Year ended 31 December	
	2024	2023
Beginning of the year	**443,917**	421,257
Amounts charged to profit or loss:		
Current service costs	**12,469**	11,185
Past service costs	**25,143**	–
Interest on obligation	**12,898**	11,286
Benefits paid	**(28,335)**	(21,730)
Amount credited/(charged to OCI):		
Actuarial losses/(gains) arising from assumption changes	**(40,165)**	16,988
Actuarial losses/(gains) from experience adjustments	**(5,874)**	2,196
Exchange difference	**(2,267)**	2,735
End of the year	**417,786**	443,917

The Company has engaged PricewaterhouseCoopers Consultants (Shenzhen) Limited, Shanghai Branch, a member of the China Association of Actuaries, to conduct an actuarial evaluation on the supplementary retirement benefit plan and the early retirement benefit plan of the Company on 31 December 2024. The projected unit credit method has been adopted for such evaluation. Net interest on the net defined benefit plans liability was included in staff costs.

The plans typically expose the Company to interest rate risk and longevity risk.

- Interest rate risk: a decrease in the bond interest rate will increase the plan liability.
- Longevity risk: the present value of the defined benefit plan liability is calculated by reference to the best estimate of China Life Insurance Pension life table (CLA2010-2013. An increase in the life expectancy of the plan participants will increase the plan's liability.)

45. ACCRUED STAFF COSTS (continued)

Note: (continued)

(2) Defined Benefit Plans (continued)

Supplementary retirement benefits (continued)

The principal assumptions used for the purpose of the actuarial valuations were as follows:

	Valuation at	
	31 December 2024	31 December 2023
	%	%
Discount rates of supplementary retirement benefits	**1.8**	2.7
Discount rates of early retirement benefits	**1.2**	2.2
Expected rates of increase in benefits	**–**	4
Mortality rates	According to the Annuitant Table set out in the China Life Insurance Mortality Table (2010-2013) published by the China Banking and Insurance Regulatory Commission	
Turnover rates	**5**	5
Turnover rates of customer manager	**30**	40

Discount rates are set to be the government bond yields with similar maturities. As at 31 December 2024, the duration of supplementary retirement benefits was 12.0 (31 December 2023: 14.0).

No plan assets have been created for the supplementary retirement benefit plan and the early retirement benefit plan. Therefore, no relevant information about the market value of plan assets, the level of funding, or material surplus or deficiency could be disclosed.

Sensitivity analysis of supplementary retirement benefits

Significant actuarial assumptions for the determination of the defined obligation of the Company are discount rate and benefit growth rate. The sensitivity analyses below have been determined based on reasonably possible changes of the respective assumptions occurring at the end of the reporting period, while holding all other assumptions constant.

		Benefit obligation	
Effect on the pension	**Change in assumptions**	**31 December 2024**	31 December 2023
Discount rate	–50bps	**24,310**	29,065
Discount rate	+50bps	**(21,512)**	(26,051)
Benefit growth rate	–50bps	**–**	(14,500)
Benefit growth rate	+50bps	**–**	29,065

(3) As at 31 December 2024, the balance of long-term remuneration payables included in salaries, bonus and allowances payables was RMB1,609.11 million (as at 31 December 2023: RMB1,533.72 million)

46. FINANCIAL ASSETS SOLD UNDER REPURCHASE AGREEMENTS

	As at 31 December 2024	As at 31 December 2023
Current		
Analysed by collateral type:		
Debt securities	**164,913,585**	133,380,178
Funds	**8,467,062**	12,076,671
Shares	**60,945**	120,184
Golds	**2,651,001**	15,287,904
Notes	**345,540**	–
Add: Interests payable	**266,480**	487,618
	176,704,613	161,352,555
Analysed by market of collateral:		
Stock exchanges	**82,448,540**	81,407,440
Interbank bond market	**90,308,951**	63,396,590
Over the counter	**3,680,642**	16,060,907
Add: Interests payable	**266,480**	487,618
	176,704,613	161,352,555

Financial assets sold under repurchase agreements bear effective interest at 0.70%-6.00% (31 December 2023: 1.45%-8.80% per annum).

47. CASH AND CASH EQUIVALENTS

Cash and cash equivalents comprise the following:

	As at 31 December	
	2024	2023
Bank balances – house accounts	**14,202,833**	16,993,608
Clearing settlement funds – house accounts	**10,067,771**	9,341,348
	24,270,604	26,334,956

Cash and cash equivalents do not include bank deposits held by the Group with original maturity of more than three months held by the Group and are restricted for use. As at 31 December 2024, bank deposits with original maturity of more than three months held by the Group were RMB1,089 million (31 December 2023: RMB1,096 million) and there were bank deposits of RMB639 million restricted for use (31 December 2023: RMB754 million).

48. INTERESTS IN STRUCTURED ENTITIES

(a) Structured entities set up and managed by the Group

Structured entities consolidated by the Group include the asset management schemes, funds and other investments where the Group involves through launch or investment. These special vehicles issue units to investors, including the Group, to finance their operations, which are primarily investments in various debt and equity instruments.

The Group has committed to holding investments of RMB6 million (31 December 2023: RMB6 million) in collective asset management schemes managed by the Group till the end of the investment period. These investments are usually the most junior tranches in these schemes and will be utilised to absorb losses of more senior tranches. As at 31 December 2024 and 2023, the contributions from the Group to those collective asset management schemes equalled the committed investments and the Group's maximum losses are limited to the carrying amounts of these investments.

As at 31 December 2024, the total assets of the consolidated structured entities are RMB32,236 million (31 December 2023: RMB40,166 million) and the total net assets of the consolidated structured entities are RMB32,159 million (31 December 2023: RMB39,007 million). The carrying amount of third-party interests in the consolidated structured entities are RMB270 million (31 December 2023: RMB322 million), and these interests are presented in Note 42.

The Group also has interests in unconsolidated collective asset management schemes which the remuneration of the Group is commensurate with the services provided and the variable returns the Group exposed to are not considered to be significant. The Group therefore considers such decision-making rights are acting as an agent for the investors and hence did not consolidate these structured entities.

The amount of unconsolidated structured entities managed by the Group amounted to RMB88,210 million as at 31 December 2024 (31 December 2023: RMB90,214 million). The Group's interests are equal to the maximum exposure to loss of interests held by the Group in these unconsolidated structured entities, which amounted to RMB1,150 million as at 31 December 2024 (31 December 2023: RMB414 million).

During the year, management fee income and investment gains from the unconsolidated asset management schemes managed by the Group amounted to RMB443 million (31 December 2023: RMB447 million).

48. INTERESTS IN STRUCTURED ENTITIES (continued)

(b) Structured entities set up and managed by third party institutions in which the Group holds interests

The types of structured entities that the Group does not consolidate but in which it holds interests include funds, asset management schemes, trust schemes, asset-backed securities and wealth management products issued by banks or other financial institutions. The nature and purpose of these structured entities are to generate fees from managing assets on behalf of investors. These vehicles are financed through the issue of units to investors.

The carrying amount of the related accounts in the consolidated statement of financial position is equal to the maximum exposure to loss of interests held by the Group in the unconsolidated structured entities as at 31 December 2024 and 2023, which are listed below:

	As at 31 December 2024 Financial assets measured at fair value through profit or loss	As at 31 December 2023 Financial assets measured at fair value through profit or loss
Carrying amount of interests held by the Group		
– Funds	**27,382,798**	27,038,994
– Trust schemes and wealth management products	**3,100,668**	3,227,497
– Asset management schemes	**1,149,857**	414,486
– Others	**12,634,281**	18,267,625
Total	**44,267,604**	48,948,602

49. TRANSFERS OF FINANCIAL ASSETS

In the normal course of business, the Group enters into certain transactions in which they transfer recognised financial assets to third parties or customers. If these transfers qualify for derecognition, the Group derecognises all or part of the financial assets where appropriate. If the Group has retained substantially all the risks and rewards on these assets, the Group continues to recognise these assets.

Repurchase agreements

Sales and repurchase agreements are transactions in which the Group sells securities, rights and interests in a margin loan and simultaneously agrees to repurchase it (or an asset that is substantially the same) at the agreed date and price. The repurchase prices are fixed and the Group is still exposed to substantially all the credit risks, market risks and rewards of those securities, rights and interests in margin loans transferred. These transferred assets are not derecognised from the consolidated financial statements but regarded as "collateral" for the liabilities because the Group retains substantially all the risks and rewards of these transferred assets.

The proceeds from selling the transferred assets are presented as financial assets sold under repurchase agreements, as disclosed in Note 46. Since the Group transfers contractual rights to receive the cash flows of the securities, it does not have the ability to sell or repledge these transferred assets during the term of these arrangements.

49. TRANSFERS OF FINANCIAL ASSETS (continued)

Repurchase agreements (continued)

The following tables provide a summary of carrying amounts and fair values related to the transferred financial assets that are not derecognised in their entirety and the associated liabilities:

	Financial assets measured at fair value through profit or loss	**Total**
As at 31 December 2024		
Carrying amount of transferred assets	**1,095,399**	**1,095,399**
Carrying amount of associated liabilities	**(1,027,337)**	**(1,027,337)**
Net position	**68,062**	**68,062**

	Financial assets measured at fair value through profit or loss	Total
As at 31 December 2023		
Carrying amount of transferred assets	1,333,444	1,333,444
Carrying amount of associated liabilities	(1,276,502)	(1,276,502)
Net position	56,942	56,942

Securities lending arrangements

The Group entered into securities lending agreements with clients to lend out its own securities classified as financial assets measured at fair value through profit or loss and equity instruments measured at fair value through other comprehensive income, using the client's securities or cash as collateral, and as the Group still retains all the risks of the relevant securities, it has not derecognized such securities in the balance sheet, and the carrying amount of such securities was RMB677.80 million as at 31 December 2024 (the carrying amount of such securities was RMB847.53 million as at 31 December 2023).

50. CAPITAL COMMITMENTS

	As at 31 December	
	2024	2023
Contracted but not provided for		
Leasehold improvements	**16,633**	14,676
Property and equipment	**164,829**	110,503
Total	**181,462**	125,179

51. DIRECTORS' AND SUPERVISORS' EMOLUMENTS

For the year ended 31 December 2024

Name	Fee	Salaries and allowances	Employer's contribution to pension schemes	Bonuses	Total
Executive Directors:					
Wang Sheng	–	1,380	134	123	1,637
Xue Jun	–	1,379	135	123	1,637
Jiang Yuesheng[9]	–	39	15	1	55
Non-executive Directors:					
Yang Tijun	–	–	–	–	–
Li Hui	–	–	–	–	–
Huang Yan[5]	–	–	–	–	–
Song Weigang[5]	–	–	–	–	–
Liu Chang[11]	–	–	–	–	–
Liu Zhihong[11]	–	–	–	–	–
Independent Non-executive Directors					
Luo Zhuojian	210	–	–	–	210
Ma Zhiming[7]	97	–	–	–	97
Liu Li[6]	223	–	–	–	223
Liu Chun[8]	260	–	–	–	260
Wang Zhenjun[10]	141	–	–	–	141
Supervisors:					
Qu Yanping	–	1,368	146	123	1,637
Fan Wenbo[4]	–	–	–	–	–
Tao Libin	188	–	–	–	188
Chen Jijiang	–	595	140	50	785
Wang Dansen[4]	–	433	130	38	601
Wei Guoqiang[12]	–	–	–	–	–
Fan Minfei[12]	–	602	150	51	803

(1) The Company didn't grant shares or stock options to directors, supervisors and senior management. None of them held the Company's shares at the beginning or end of the reporting period.

(2) The remuneration of the Company's directors, supervisors and senior management during the reporting period is counted as what they received during their tenure. The total pre-tax remuneration from the Company in the reporting period is the salary accrued and paid in 2024. The final remuneration of those receiving pay from the Company is still under confirmation, and the rest will be disclosed separately after confirmation.

(3) The remuneration received by employee directors and employee supervisors from the Company during the reporting period is their salary as the Company's employees.

(4) Appointed as supervisors on 30 December 2024.

(5) Appointed as non-executive director on 30 December 2024.

(6) Appointed as an independent non-executive director on 23 January 2024.

(7) Appointed as an independent non-executive director on 28 June 2024.

(8) Resigned as an independent non-executive director on 26 February 2025.

(9) Resigned as an executive director on 15 January 2024.

(10) Resigned as an independent non-executive director on 7 June 2024.

(11) Resigned as non-executive director on 30 December 2024.

(12) Resigned as supervisors on 30 December 2024.

51. DIRECTORS' AND SUPERVISORS' EMOLUMENTS (continued)

For the year ended 31 December 2023

Name	Fee	Salaries and allowances	Employer's contribution to pension schemes	Bonuses	Total
Executive Directors:					
Wang Sheng	–	1,514	282	531	2,327
Xue Jun[2]	–	1,389	283	465	2,137
Jiang Yuesheng	–	700	320	246	1,266
Chen Liang[3]	–	1,251	256	781	2,288
Non-executive Directors:					
Yang Tijun[1]	–	–	–	–	–
Liu Chang	–	–	–	–	–
Liu Zhihong	–	–	–	–	–
Li Hui	–	–	–	–	–
Independent Non-executive Directors					
Wang Zhenjun	270	–	–	–	270
Liu Ruizhong[4]	260	–	–	–	260
Liu Chun	260	–	–	–	260
Luo Zhuojian	210	–	–	–	210
Supervisors:					
Wei Guoqiang	–	–	–	–	–
Qu Yanping	–	1,514	280	558	2,352
Chen Jijiang	–	718	309	1,039	2,066
Fan Minfei	–	752	309	1,041	2,102
Tao Libin	120	–	–	–	120

(1) The emoluments of these non-executive directors of the Company were borne or partially borne by its shareholders and other related parties including Galaxy Financial Holdings and Central Huijin Investment Ltd. ("Central Huijin"). No allocation of the emoluments among these related parties and the Group has been made.

(2) Appointed as an executive director on 24 November 2023

(3) Resigned as an executive director on 20 October 2023

(4) Resigned as an Independent non-executive director on 13 December 2023

The executive directors' emoluments shown above were mainly for their services in connection with the management of the affairs of the Company and the Group.

The non-executive and independent non-executive directors' emoluments shown above were mainly for their services as directors of the Company.

51. DIRECTORS' AND SUPERVISORS' EMOLUMENTS (continued)

The supervisors' emoluments shown above were mainly for their services as supervisors of the Company.

Pursuant to the PRC relevant regulations, a portion of the performance-based bonus for certain executive directors, non-executive directors and supervisors are deferred for a minimum of 3 years contingent upon the future performance.

For the years ended 31 December 2024 and 2023, no directors or supervisors of the Company waived any emoluments and no emoluments were paid by the Company to any of the directors or supervisors as an inducement to join or upon joining the Group or as compensation for loss of office.

52. FIVE HIGHEST PAID INDIVIDUALS

Details of the emoluments of the five highest paid employees during the reporting periods are as follows:

	2024	2023
Basic salaries and allowances	**1,397**	3,595
Bonuses	**10,591**	13,937
Employer's contribution to pension schemes	**252**	1,034
	12,240	18,566

Bonuses are discretionary and determined by reference to the Group's and the individuals' performance. No emoluments have been paid to these individuals as an inducement to join or upon joining the Group or as compensation for loss of office during the years of 2024 and 2023.

The total pre-tax remuneration from the Company in the reporting period is the salary accrued and paid in 2024. The final remuneration of those receiving pay from the Company is still under confirmation, and the rest will be disclosed separately after confirmation.

The number of the highest paid employees whose remuneration fell within the following bands is as follows:

	2024 **No. of employees**	2023 No. of employees
Emolument bands		
– HKD2,000,001 to HKD2,500,000	**3**	–
– HKD2,500,001 to HKD3,000,000	**2**	–
– HKD3,000,001 to HKD3,500,000	**–**	1
– HKD3,500,001 to HKD4,000,000	**–**	3
– HKD4,000,001 to HKD4,500,000	**–**	1
	5	5

53. RELATED PARTY TRANSACTIONS

(a) Transactions and balances with governmental related entities operated in the PRC

(1) Immediate holding company and its fellow subsidiaries

Galaxy Financial Holdings is a financial holding company approved by the State Council of the PRC and was established in Beijing on 8 August 2005. Galaxy Financial Holdings owned 5,186,538,364 shares (31 December 2023: 5,186,538,364 shares), representing 47.43% of the entire equity interest of the Company as at 31 December 2024 (31 December 2023: 47.43%). The shareholders of Galaxy Financial Holdings are Central Huijin Investment Ltd. ("Central Huijin") with 69.07% equity interest, the Ministry of Finance (the "MOF") with 29.32% equity interest and the National Council for Social Security Fund (the "SSF") with 1.61% equity interest.

Central Huijin is a wholly-owned subsidiary of China Investment Corporation Limited, and is established in Beijing, PRC. Central Huijin was established to hold certain equity investments as authorised by the State Council and does not engage in other commercial activities. Central Huijin exercises legal rights and obligations in the Group on behalf of the PRC Government.

The MOF is one of the ministries under the State Council, primarily responsible for state fiscal revenue and expenditures, and taxation policies.

The SSF is a government agency at the ministerial level directly under the State Council of the PRC, primarily responsible for the management and operation of National Social Security Fund.

During the years ended 31 December 2024 and 2023, the Group provided securities brokerage and asset management services to Galaxy Financial Holdings and its subsidiaries and details of the significant transactions and balances are set out below.

	As at 31 December 2024	As at 31 December 2023
Accounts receivable	**782**	2,575
Accounts payable to brokerage clients	**58,810**	16,865
Other assets	**663**	663
Financial liabilities measured at fair value through profit or loss	**–**	828,434
Other liabilities	**6**	6

	2024	2023
Commission and fee income	**8,623**	16,416
Investment income and gains or losses	**(2,319)**	(3,079)
Interest expenses	**1,383**	981
Rental expenses paid or payable	**–**	2,254

During the year ended 31 December 2024, accounts payable to brokerage clients from Galaxy Financial Holdings amounted to RMB155.60 (31 December 2023: RMB0.22 million).

53. RELATED PARTY TRANSACTIONS (continued)

(a) Transactions and balances with governmental related entities operated in the PRC (continued)

(2) Central Huijin Group

Central Huijin holds equity interests in a number of banks and non-bank financial institutions in the PRC under the direction of the Chinese government (collectively referred to as the "Central Huijin Group"). The Group enters into transactions with Central Huijin Group under normal commercial terms. Such transactions mainly include deposits at banks, securities and futures dealing and broking, underwriting of equity and debt securities, and purchases and sales of equity and debt securities issued by banks and non-bank financial institutions within the Central Huijin Group.

The Group's material transactions with the Central Huijin Group

	2024	2023
Commission and fee income	**84,833**	52,779
Interest income from banks and other financial institutions within the Central Huijin Group	**1,629,474**	1,470,903
Investment gains of equity and debt securities issued by banks and other financial institutions within the Central Huijin Group	**942,221**	76,171
Interest expenses to brokerage clients within the Central Huijin Group	**620,009**	586,832
Other operating expenses	**9,712**	15,185

The Group's material balances with the Central Huijin Group

	As at 31 December 2024	As at 31 December 2023
Equity and debt securities issued by banks and non-bank financial institutions within the Central Huijin Group classified as		
– financial assets measured at FVTOCI-Bond	**1,499,899**	590,006
– financial assets measured at FVTPL	**9,758,105**	6,279,774
– financial assets measured at FVTOCI-Equity	**6,482,224**	3,002,646
– financial assets measured at AC	**395,299**	388,718
Bank balances deposited with banks within the Central Huijin Group	**68,803,606**	56,065,113
Derivative financial assets	**803,075**	824,752
Accounts receivable	**10,374**	7,421
Right-of-use assets	**13,297**	16,666
Other assets	**8,278**	1,529
Due to banks and other financial institutions	**1,699,922**	2,697,128
Derivative financial liabilities	**784,953**	301,905
Financial assets sold under repurchase agreements	**39,538,218**	45,024,802
Accounts payable to brokerage clients within the Central Huijin Group	**951,301**	527,077
Lease liabilities	**13,642**	16,650
Other payables and accruals	**2,001,400**	1,658,946

53. RELATED PARTY TRANSACTIONS (continued)

(a) Transactions and balances with governmental related entities operated in the PRC (continued)

(3) Transactions with other government-related entities in the PRC

Other than disclosed above, a significant portion of the Group's transactions are entered into with government-related entities including securities and futures dealing and broking, underwriting of debt securities, purchases and sales of government bonds, and equity and debt securities issued by other government-related entities. These transactions are entered into under normal commercial terms and conditions. At the end of the reporting period, the Group held such investments in equity and debt securities and had balances with these government-related entities including accounts payable to brokerage clients.

The directors of the Company consider that transactions with government-related entities are activities conducted in the ordinary course of business, and that the dealings of the Group have not been significantly or unduly affected by the fact that the Group and those entities are government related. The Group has also established pricing policies for products and services and such pricing policies do not depend on whether or not the counterparties are government related entities.

(b) Other related parties

(1) Joint venture which has transactions with the Group are as follows:

Details of the Group's joint ventures at the end of the year are disclosed in Note 22.

The Group's material transactions with the Joint ventures

	Year ended 31 December	
	2024	2023
Other income, gains and losses	**18,846**	16,157

The Group's material balances with the Joint ventures

	As at 31 December 2024	As at 31 December 2023
Other assets	**1,154,126**	1,154,126

53. RELATED PARTY TRANSACTIONS (continued)

(b) Other related parties (continued)

(2) Key management personnel compensation

Key management personnel are those persons having authorities and responsibilities for planning, directing and controlling the activities of the Group, directly or indirectly, including directors, supervisors and other members of senior management.

The key management compensation for the years ended 31 December 2024 and 2023 comprises:

	2024	2023
Salaries, allowances, bonuses, social welfare and annuity scheme contribution	**14,794**	23,469

54. FINANCIAL INSTRUMENTS

Categories of financial instruments

	As at 31 December 2024	As at 31 December 2023
Financial assets		
Financial assets at amortised cost	**343,518,422**	297,009,462
– Debt instruments measured at amortised cost	**895,218**	2,298,023
– Financial assets held under resale agreements	**24,758,008**	22,749,153
– Deposits with exchanges and non-bank financial institutions	**21,355,160**	22,261,244
– Bank balances	**144,890,447**	113,625,203
– Advances to customers	**101,534,753**	91,217,899
– Accounts receivable	**10,667,095**	12,943,204
– Other financial assets	**3,620,100**	4,014,560
– Clearing settlement funds	**35,797,641**	27,900,176
Debt instruments measured at fair value through other comprehensive income	**105,129,083**	97,357,938
Equity instruments measured at fair value through other comprehensive income	**55,686,887**	45,173,149
Financial assets measured at fair value through profit or loss (FVTPL)	**220,760,817**	206,183,492
Derivative financial assets	**4,201,566**	8,405,035
Financial liabilities		
Financial liabilities at amortised cost	**388,529,500**	367,197,229
– Bonds payable	**98,777,296**	98,418,578
– Debt instruments	**42,541,689**	28,537,324
– Other financial liabilities	**39,142,625**	53,710,046
– Accounts payable to brokerage clients	**14,114,600**	8,221,838
– Accounts payable to underwriting clients	**18,000**	–
– Due to banks and other financial institutions	**17,230,677**	16,956,888
– Financial assets sold under repurchase agreements	**176,704,613**	161,352,555
Financial liabilities held for trading	**29,447,859**	18,951,843
Financial liabilities designated as at fair value through profit or loss	**14,570,238**	20,702,332
Derivative financial liabilities	**1,898,872**	5,515,913

55. OFFSETTING FINANCIAL ASSETS AND FINANCIAL LIABILITIES

The Group offsets the following financial assets and financial liabilities since the Group currently has a legally enforceable right to set off the balances, and intends either to settle on a net basis, or to realise the balances simultaneously.

(a) Financial assets subject to offsetting, enforceable master netting arrangements or similar agreements

	As at 31 December 2024					
				Related amounts not set off in the consolidated statement of financial position		
Type of financial assets	Gross amounts of recognised financial assets	Gross amounts of recognised financial liabilities set off in the consolidated statement of financial position	Net amounts of financial assets presented in the consolidated statement of financial position	Financial instruments	Cash collateral received	Net amount
Accounts receivable from clearing house and brokers [1]	8,781,811	(1,736,862)	7,044,949	472,945	(573,931)	6,943,963
Total	8,781,811	(1,736,862)	7,044,949	472,945	(573,931)	6,943,963

	As at 31 December 2023					
				Related amounts not set off in the consolidated statement of financial position		
Type of financial assets	Gross amounts of recognised financial assets	Gross amounts of recognised financial liabilities set off in the consolidated statement of financial position	Net amounts of financial assets presented in the consolidated statement of financial position	Financial instruments	Cash collateral received	Net amount
Accounts receivable from clearing house and brokers [1]	11,495,888	(1,176,350)	10,319,538	(1,013,708)	(336,560)	8,969,270
Total	11,495,888	(1,176,350)	10,319,538	(1,013,708)	(336,560)	8,969,270

* These represent the market values of shares pledged by customers which are capped at the outstanding balances of the respective customers.

55. OFFSETTING FINANCIAL ASSETS AND FINANCIAL LIABILITIES (continued)

(b) Financial liabilities subject to offsetting, enforceable master netting arrangements or similar agreements

	As at 31 December 2024					
				Related amounts not set off in the consolidated statement of financial position		
Type of financial liabilities	Gross amounts of recognised financial liabilities	Gross amounts of recognised financial assets set off in the consolidated statement of financial position	Net amounts of financial liabilities presented in the consolidated statement of financial position	Financial instruments	Cash collateral pledged	Net amount
Accounts payable to clearing house and brokers [1]	7,615,379	(1,736,862)	5,878,517	472,946	36,944	6,388,407
Total	7,615,379	(1,736,862)	5,878,517	472,946	36,944	6,388,407

	As at 31 December 2023					
				Related amounts not set off in the consolidated statement of financial position		
Type of financial liabilities	Gross amounts of recognised financial liabilities	Gross amounts of recognised financial assets set off in the consolidated statement of financial position	Net amounts of financial liabilities presented in the consolidated statement of financial position	Financial instruments	Cash collateral pledged	Net amount
Accounts payable to clearing house and brokers [1]	7,501,361	(1,176,350)	6,325,011	(1,013,708)	30,211	5,341,514
Total	7,501,361	(1,176,350)	6,325,011	(1,013,708)	30,211	5,341,514

Notes:

(1) Under the continuous net settlement, certain receivables and payables with Hong Kong Securities Clearing Company Limited and other brokers on the same settlement dates are settled on net basis.

56. RECONCILIATION OF LIABILITIES ARISING FROM FINANCING ACTIVITIES

The table below details changes in the Group's liabilities arising from financing activities, including both cash and non-cash changes. Liabilities arising from financing activities are those for which cash flows were or future cash flows will be, classified in the Group's consolidated statement of cash flows as cash flows from financing activities.

	Bonds payable	**Debt instruments**	**Due to banks and other financial institutions**	**Dividends payable**
At 31 December 2023	**98,418,578**	**28,537,324**	**10,051,999**	**804,631**
Financing cash flows	**(2,853,710)**	**13,467,097**	**2,711,841**	**(4,275,654)**
Non-cash changes:				
Interest expenses	**3,212,428**	**537,268**	**740,082**	**–**
Dividends declared	**–**	**–**	**–**	**4,960,858**
At 31 December 2024	**98,777,296**	**42,541,689**	**13,503,922**	**1,489,835**

	Bonds payable	Debt instruments	Due to banks and other financial institutions	Dividends payable
At 31 December 2022	95,425,793	29,599,869	8,390,374	498,979
Financing cash flows	6,558,025	(1,594,184)	573,860	(3,069,864)
Non-cash changes:				
Interest expenses	3,310,796	531,639	1,087,765	–
Conversion of convertible bonds	(6,876,036)	–	–	–
Dividends declared	–	–	–	3,375,516
At 31 December 2023	98,418,578	28,537,324	10,051,999	804,631

The ending balances as at 31 December 2024 and 2023 shown above excluded certain amounts from due to banks and other financial institutions and interest accrued on them as they were related to operating activities of the Group.

57. FINANCIAL RISK MANAGEMENT

Overview

The Group's risk management objectives are to ensure its development within a sustainable and healthy direction, its business operated orderly within an acceptable risk framework and its overall risks within a measurable, controllable and acceptable manner, aiming to achieve the Group's overall development strategy. The Group's risk management strategy is to identify and analyse the various risks faced by the Group, establish appropriate risk tolerance, and reliably measure and monitor the risks on a timely and effective manner to ensure the risks are controlled within the tolerance level.

In daily operation, the Group is mainly exposed to credit risk, market risk, operational risk and liquidity risk. The Group has established risk management policies and procedures to identify and analyse these risks, set appropriate risk indicators, risk limits, risk policies and internal control processes, and monitor and manage the risks continuously through its information system.

Risk management principles include the consideration of the levels of comprehensiveness, prudence, counter checking and balancing and independence.

57. FINANCIAL RISK MANAGEMENT (continued)

Risk management organizational structure

The risk management of the Company at the upper level involving the Board of Directors, the Supervisory Committee and the management as the major bodies of the comprehensive risk management system and according to the "three-layer defence" lays down the foundation of risk management, incorporates risk management of subsidiaries in a single system and implements a vertical management of risks, among which:

The Board of Directors is the highest decision-making body of the risk management system, taking the ultimate responsibility for the Company's risk management duties through its sub-committees, Compliance and Risk Management Committee and Audit Committee. The Supervisory Committee monitors whether the Board of Directors and the management have fulfilled their responsibilities in respect of risk management on a timely and effective manner according to laws and regulations. The management is responsible for the implementation of risk management strategies, objectives and policies. The chief risk officer is in charge of overall risk management.

Business departments, functional departments and branches are charged with the primary responsibility for risk management. They shall execute the Company's risk management strategies and policies, understand and give due consideration to various risks when making decisions, and identify, assess, monitor and report relevant risks in a timely and effective manner. The Company deploys dedicated/part-time risk management and compliance personnel in business departments and branches to be responsible for the management of specific risks and compliance management. Risk Management Headquarters, Legal and Compliance Department, Financial Management Department, Capital Management Headquarters, Audit Headquarters and Disciplinary Inspection Committee are responsible for monitoring and managing various risks.

Each subsidiary establishes its own risk management framework, policies, IT system and risk control indicator system according to the risk appetite and framework of the Company and the Company's requirement on comprehensive risk management for its subsidiaries. It has to ensure consistency and effectiveness of overall risk management, taking into account of factors such as its own capital level, risk tolerance and complexity of business.

57.1 Credit risk

Credit risk is the risk of loss due to failures or inabilities to fulfil obligations by counterparties, or the downgrade of credit rating of them. The Group's financial assets exposed to credit risk mainly include advances to customers, accounts receivable, other financial assets, financial assets measured at amortised cost, financial assets measured at FVTOCI, financial assets held under resale agreements, financial assets measured at FVTPL, deposits with exchanges and non-bank financial institutions, clearing settlement funds and bank balances. Taking no account of collateral or other credit enhancements, the maximum credit exposure of financial assets to the extent exposed to credit risk approximates to their carrying amount at the reporting date.

Bank balances of the Group are mainly deposited in state-owned commercial banks or joint-stock commercial banks with good credit rating, and clearing settlement funds are deposited with the China Securities Depository and Clearing Corporation Limited (the "CSDCC").

For proprietary trading business, counterparties are evaluated and only parties with good credit rating are authorised to trade with.

The Group invests primarily in bonds with rating of AA or above. Therefore, the Group considers the credit exposure of proprietary trading business is not significant.

57. FINANCIAL RISK MANAGEMENT (continued)

57.1 Credit risk (continued)

Margin trading assets consist of advances to customers and securities lent to customers. The main credit risk of these financial assets is customers' failure to repay the principal, interest or securities lent to them. The Group monitors margin trading clients' accounts on an individual customer basis and call for additional margin deposits, cash collateral or securities, whenever necessary. The advances to margin clients are monitored through their collateral ratios, which ensure the value of the pledged assets is sufficient to cover the advances.

The credit risk of the Group also arises from their securities and futures brokerage business. In the case of customers failing to deposit adequate funds, the Group may have to complete trade settlements by using their own funds. To mitigate these credit risks, the Group requires cash deposit of full amounts for all transactions before they settle on behalf of customers.

As at 31 December 2024, other than those financial assets whose carrying amounts represent maximum exposure to credit risks, the Group is also exposed to credit risks arising from security lending and borrowing activities as clients may default on returning securities borrowed. Securities lent to clients may include securities collateral received from other clients under similar lending and borrowing arrangements. Therefore, these securities may not be recognised in the consolidated statement of financial position of the Group. As at 31 December 2024, the total amount of the securities (both the Group's own securities and securities borrowed by the Group) lent to clients was RMB678 million (31 December 2023: RMB2,430 million).

The concentration of credit risk is limited due to the counterparty and customer base being large and diversified.

Impairment under the ECLs model

The Group recognised a loss allowance for ECLs on financial assets which are subject to impairment under IFRS 9 using the ECLs models, including debt instruments measured at FVTOCI or amortised cost, advances to customers, accounts receivable, other receivables, financial assets held under resale agreements, deposits with exchanges and non-bank financial institutions, clearing settlement funds and bank balances. The amount of ECLs is updated at each reporting date to reflect changes in credit risk since initial recognition.

The key inputs used for measuring ECLs based on the "probability of default" approach are the probability of default ("PD"), loss given default ("LGD") and exposure at default ("EAD"); or, based on the loss rate approach, the key input is the loss rate. These figures are generally derived from internally developed statistical models and other historical data and they are adjusted to reflect probability-weighted forward-looking information.

Significant increase in credit risk

Except for accounts receivable without significant financing component which are always measured on the lifetime ECLs basis, the Group monitors all financial assets that are subject to impairment requirements to assess whether there has been a significant increase in credit risk since initial recognition. If there has been a significant increase in credit risk, the Group will measure the loss allowance based on lifetime rather than 12-month ECLs.

In making this assessment, the Group considers both quantitative and qualitative information that is reasonable and supportable, including historical experience and forward-looking information that is available without undue cost or effort. The Group uses different criteria to determine whether credit risk has increased significantly per portfolio of assets.

57. FINANCIAL RISK MANAGEMENT (continued)

57.1 Credit risk (continued)

Impairment under the ECLs model (continued)

Significant increase in credit risk (continued)

In particular, the following information is taken into account when assessing whether credit risk has increased significantly:

- significant changes in external market indicators of credit risk for a particular financial instrument or similar financial instruments with the same expected life;
- an actual or expected significant change in the financial instrument's external credit rating;
- an actual or expected internal credit rating downgrade for the borrower;
- existing or forecast adverse changes in business, financial or economic conditions that are expected to cause a significant change in the borrower's ability to meet its debt obligations;
- an actual or expected significant change in the operating results of the borrower;
- an actual or expected significant adverse change in the regulatory, economic, or technological environment of the borrower that results in a significant change in the borrower's ability to meet its debt obligations;
- significant changes in the value of the collateral supporting the obligation or in the quality of third-party guarantees or credit enhancements;
- an actual or expected significant change in the quality of credit enhancement; and
- significant changes in the expected performance and behaviour of the borrower.

Internal credit risk ratings

The Group has developed internal credit rating models and functional internal credit rating systems based on the characteristics of different industries and target customer bases, to perform rating for borrowers or bond issuers. The Group gradually apply the internal credit rating results to business authorisation, limit measurement, quota approval, risk monitoring, asset quality management and etc., which have become important tools for decision-making and risk management in credit business.

Incorporation of forward-looking information

The Group uses forward-looking information that is available without undue cost or effort in its assessment of significant increase in credit risk as well as in its measurement of ECLs. The Group generates a base case scenario of future forecast of relevant economic variables, along with a series of representative ranges of other possible forecast scenarios. The external information used includes economic data and forecasts published by governmental bodies and monetary authorities.

57. FINANCIAL RISK MANAGEMENT (continued)

57.1 Credit risk (continued)

Impairment under the ECLs model (continued)

Measurement of ECLs

The measurement of ECLs is a function of the PD, LGD and EAD based on the probability of default approach. The assessment of the PD and LGD is based on historical data adjusted by forward-looking information.

Generally, the ECLs is estimated as the difference between all contractual cash flows that are due to the Group in accordance with the contract and all the cash flows that the Group expects to receive, discounted at the effective interest rate determined at initial recognition.

For undrawn loan commitments, the ECLs is the present value of the difference between the contractual cash flows that are due to the Group if the holder of the loan commitments draws down the loan, and the cash flows that the Group expects to receive if the loan is drawn down.

The Group measures ECLs considering the risk of default over the maximum contractual period (including extension options) over which the entity is exposed to credit risk and not a longer period, even if contract extension or renewal is a common business practice.

The measurement of ECLs is based on the probability weighted average credit loss. As a result, the measurement of the loss allowance should be the same regardless of whether it is measured on an individual basis or a collective basis (although measurement on a collective basis is more practical for large portfolios of items). In relation to the assessment of whether there has been a significant increase in credit risk it can be necessary to perform the assessment on a collective basis as noted below.

Groupings based on shared risk characteristics

When ECLs are measured on a collective basis, the financial instruments are grouped on the basis of shared risk characteristics, such as instrument type, credit risk grade, collateral type, remaining term to maturity and the value of collateral relative to the financial asset if it has an impact on the probability of a default occurring (loan-to-value ratios). The groupings are reviewed on a regular basis to ensure that each group is comprised of homogeneous exposures.

57. FINANCIAL RISK MANAGEMENT (continued)

57.1 Credit risk (continued)

Impairment under the ECLs model (continued)

Measurement of ECLs (continued)

The tables below detail the credit risk exposures of the Group's financial assets, which are subject to ECL assessment:

As at 31 December 2024	Notes	12-month or lifetime ECL	Gross carrying amount	ECL
Financial assets held under resale agreements	24	12-month ECL	24,380,034	21,434
		Lifetime ECL (not credit-impaired)	570,583	171,175
		Credit-impaired	12,265	12,265
			24,962,882	204,874
Debt instruments measured at fair value through other comprehensive income	25	12-month ECL	105,014,777	99,380
		Lifetime ECL (not credit-impaired)	114,306	1,245
		Credit-impaired	–	90,000
			105,129,083	190,625
Debt instruments measured at amortised cost	27	12-month ECL	885,645	538
		Lifetime ECL (not credit-impaired)	–	–
		Credit-impaired	76,852	66,741
			962,497	67,279
Advances to customers	31	12-month ECL	98,644,092	176,222
		Lifetime ECL (not credit-impaired)	3,214,389	188,680
		Credit-impaired	131,751	90,577
			101,990,232	455,479
Other financial assets measured at amortised cost*		12-month ECL	216,000,590	137,878
		Lifetime ECL (not credit-impaired)	540,080	140,592
		Credit-impaired	894,554	826,311
Total			217,435,224	1,104,781
			450,479,918	2,023,038

* Other financial assets measured at amortised cost include accounts receivable, other receivables, deposits with exchanges and non-bank financial institutions, clearing settlement funds and bank balances.

57. FINANCIAL RISK MANAGEMENT (continued)

57.1 Credit risk (continued)

Impairment under the ECLs model (continued)

Measurement of ECLs (continued)

The following tables show the reconciliation of loss allowances that have been recognised:

(1) Loss allowances for financial assets held under resale agreements

	12-month ECL	Lifetime ECL (not credit-impaired)	Lifetime ECL (credit-impaired)	Total
As at 1 January 2024	**21,178**	**6,852**	**28,939**	**56,969**
Changes due to financial instruments recognised as at 1 January:				
– Increase	–	173	–	173
– Decrease	(173)	–	–	(173)
– Impairment losses recognised	6,843	60,893	–	67,736
– Impairment losses reversed	(17,751)	(6,852)	(16,674)	(41,277)
New financial assets purchased	11,317	110,109	–	121,426
Exchange difference and others	20	–	–	20
As at 31 December 2024	**21,434**	**171,175**	**12,265**	**204,874**

(2) Loss allowances for debt instruments measured at fair value through other comprehensive income

	12-month ECL	Lifetime ECL (not credit-impaired)	Lifetime ECL (credit-impaired)	Total
As at 1 January 2024	**92,917**	**1,495**	**90,000**	**184,412**
Changes due to financial instruments recognised as at 1 January:				
– Impairment losses recognised	498	–	–	498
– Impairment losses reversed	(66,552)	(1,496)	–	(68,048)
New financial assets purchased	72,517	1,246	–	73,763
As at 31 December 2024	**99,380**	**1,245**	**90,000**	**190,625**

57. FINANCIAL RISK MANAGEMENT (continued)

57.1 Credit risk (continued)

Impairment under the ECLs model (continued)

Measurement of ECLs (continued)

(3) Loss allowances for debt instruments measured at amortised cost

	12-month ECL	Lifetime ECL (not credit-impaired)	Lifetime ECL (credit-impaired)	Total
As at 1 January 2024	**1,704**	**43,154**	**48,539**	**93,397**
Changes due to financial instruments recognised as at 1 January:				
– Impairment losses recognised	–	–	20,639	20,639
– Impairment losses reversed	(1,236)	(43,622)	(2,437)	(47,295)
New financial assets purchased	61	–	–	61
Exchange difference and others	9	468	–	477
As at 31 December 2024	**538**	**–**	**66,741**	**67,279**

(4) Loss allowances for advances to customers

	12-month ECL	Lifetime ECL (not credit-impaired)	Lifetime ECL (credit-impaired)	Total
As at 1 January 2024	**87,077**	**145,423**	**78,015**	**310,515**
Changes due to financial instruments recognised as at 1 January:				
– Increase	724	1,724	5,266	7,714
– Decrease	(1,724)	(5,990)	–	(7,714)
– Impairment losses recognised	112,496	162,721	8,043	283,260
– Impairment losses reversed	(69,231)	(115,931)	(3,298)	(188,460)
New financial assets purchased	46,759	1,062	–	47,821
Exchange difference and others	121	(329)	2,551	2,343
As at 31 December 2024	**176,222**	**188,680**	**90,577**	**455,479**

Due to the fluctuation of the stock market, the collateral valuations fell short of the related margin loan amount. The overall increase of the loss allowance for advances to customers was RMB331 million for the year ended 31 December 2024.

57. FINANCIAL RISK MANAGEMENT (continued)

57.1 Credit risk (continued)

Impairment under the ECLs model (continued)

Measurement of ECLs (continued)

(5) Loss allowances for other financial assets measured at amortised cost

	12-month ECL	Lifetime ECL (not credit-impaired)	Lifetime ECL (credit-impaired)	Total
As at 1 January 2024	**65,160**	**91,026**	**777,433**	**933,619**
Changes due to financial instruments recognised as at 1 January:				
– Increase	**–**	**–**	**7,293**	**7,293**
– Decrease	**(7,278)**	**(15)**	**–**	**(7,293)**
– Impairment losses recognised	**98,090**	**51,808**	**82,779**	**232,677**
– Impairment losses reversed	**(111,983)**	**(2,027)**	**(40,574)**	**(154,584)**
New financial assets purchased	**92,122**	**223**	**250**	**92,595**
Exchange difference and others	**1,767**	**(423)**	**(870)**	**474**
As at 31 December 2024	**137,878**	**140,592**	**826,311**	**1,104,781**

The most significant movements of loss allowance for other financial assets measured at amortised cost during the year arose from impairment losses recognised as a result of deterioration of credit quality of these financial assets.

57. FINANCIAL RISK MANAGEMENT (continued)

57.1 Credit risk (continued)

Impairment under the ECLs model (continued)

Measurement of ECLs (continued)

The tables below summarize the Group's investments in bonds by their external credit rating.

External credit rating	As at 31 December 2024	As at 31 December 2023
Domestic bonds		
China's Sovereign Credit	**148,298,283**	119,581,799
AAA	**47,982,293**	52,442,474
AA+	**7,108,766**	6,999,813
AA	**1,549,915**	745,249
AA-	**669,204**	630,450
Under AA-	**197,446**	453,686
Not rated	**32,876,074**	24,959,575
Subtotal	**238,681,981**	205,813,046
Offshore bonds		
A	**703,731**	216,534
B	**2,874,820**	1,299,696
Not rated	**2,037,713**	1,383,458
Subtotal	**5,616,264**	2,899,688
Total	**244,298,245**	208,712,734

Note: China's Sovereign Credit represents the credit rating of Chinese government bonds. The credit ratings of offshore bonds use the lowest ratings of the ones given by Moody's, Standard & Poor's and Fitch, if available; or otherwise shown as "not rated".

57.2 Market risk

Market risk is the risk of loss arising from adverse change in fair value or movement in cash flows in respect of financial instruments, due to interest rate risk, currency risk or price risk.

Within the scope of risk partiality, the Group formulates market risk authorisation for proprietary business lines, including transaction limit, risk value, sensitivity, stop loss limit, stress test, concentration and other risk indicators. According to the role and limitations of different indicators, the Group establishes complementary indicator systems of different types and levels, and manages them according to different dimensions. The Group continuously monitors the market risk status and the implementation of relevant risk authorisation, and takes timely control and mitigation measures to limit, transfer and reduce market risk.

57. FINANCIAL RISK MANAGEMENT (continued)

57.2 Market risk (continued)

The Risk Management Headquarters, which is independent of the business department, is the centralized department of market risk management. It identifies, evaluates, monitors and reports the market risks faced by its own funds participating in business and products, and independently evaluates and verifies the valuation methods and risk measurement models of financial instruments used in the process of business development. The Risk Management Headquarters monitors the implementation of risk authorisation of the business department, reveals the risks on a timely basis, reports the market risk status to the operation management or its authorised organization, the board of directors and its Risk Management Committee on a regular basis, and makes special risk reports on special or major risk issues from time to time. Each business department is the first party in charge of market risk management. According to the market risk monitoring results, they select the market risk hedging and risk mitigation strategies suitable for risk preference, mainly including risk dispersion and risk hedging, and actively transfers, controls and reduces market risk. Giving feedback about the market risk management status of the Department to the Risk Management Headquarters regularly or irregularly.

Price risk

Price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices (other than those arising from interest rate risk or currency risk), whether those changes are caused by factors specific to the individual financial instrument or its issuer, or factors affecting all similar financial instruments traded in the market.

The securities price risk of the Group was mainly derived from the positions held in businesses such as proprietary investment, and market making business. In order to control risks effectively, the Group mainly adopted the following measures. Firstly, by creating securities investment portfolios, the Group made use of financial derivatives to carry out effective risk hedging. Secondly, the risk exposures of the Group's positions were managed on an unified basis. Through the defensive lines of the internal risk division of the business department and the Risk Management Headquarters, the Group implemented measures including independent risk monitoring, analysis and reporting to discover and handle risks in a timely manner. Thirdly, the Company implemented the market risk limit management mechanism to control the size of risk exposures, risk concentration, loss limits and other indicators, and made irregular adjustments so as to cope with the ever-changing market risks, business conditions or risk tolerance level of the Company. Fourthly, the Group adopted quantitative means such as Value at Risk ("VaR") and combined with other methods such as scenario analysis and stress test to assess the relative and absolute risks of the portfolios.

The Company, Galaxy International, which takes a great market risk adopts "VaR" as the risk evaluation tool for measuring the market risk of the entire securities investment portfolio which comprises various financial instruments, and utilise stress testing as an effective supplement to the VaR analysis. VaR analysis is a statistical technique that estimates the potential maximum losses that could occur on risk positions due to movements in interest rates, stock prices or currency rates over a specified time period and at a given level of confidence.

57. FINANCIAL RISK MANAGEMENT (continued)

57.2 Market risk (continued)

Price risk (continued)

The analysis of the Company's VaR (confidence level of 95% and a holding period of one trading day) by types of risks is as follows:

		2024		
The Company	**2024/12/31**	**Average**	**Lowest**	**Highest**
VaR of equity price	**315,063**	**243,264**	**176,854**	**395,006**
VaR of interest rate	**143,783**	**135,161**	**104,158**	**178,400**
VaR of commodity price	**2,617**	**11,118**	**459**	**21,816**
Total portfolio VaR	**317,836**	**261,152**	**190,276**	**431,347**

		2023		
The Company	2023/12/31	Average	Lowest	Highest
VaR of equity price	161,452	147,124	82,422	224,064
VaR of interest rate	151,177	119,069	75,783	170,317
VaR of commodity price	24,449	11,570	3,953	27,229
Total portfolio VaR	214,401	190,996	131,699	255,548

Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Group utilises sensitivity analysis as the main tool of monitoring interest rate risk and measuring the impact to profit and equity for a reasonable and possible change of interest rates, assuming all other variables were held constant. Debt securities of the Group mainly comprise corporate bonds, and the Group mitigates the interest rate risk through monitoring the durations and convexities of its bond portfolios. Interest rate risk in connection with cash held on behalf of customers in bank balances and clearing settlement funds is offset by the associated accounts payable to brokerage clients because their terms match with each other.

The tables below summarize the Group's interest-bearing financial assets and liabilities by their remaining terms to repricing or contractual maturity date, whichever is earlier. Other financial assets and liabilities not included below are not exposed to significant interest rate risk.

57. FINANCIAL RISK MANAGEMENT (continued)

57.2 Market risk (continued)

Interest rate risk (continued)

As at 31 December 2024

	Less than 1 year	More than 1 but less than 3 years	More than 3 but less than 5 years	More than 5 years	Total
Financial assets					
Advances to customers	101,534,753	–	–	–	101,534,753
Debt instruments measured at fair value through other comprehensive income	11,993,865	22,970,044	29,327,526	40,837,648	105,129,083
Debt instruments measured at amortised cost	409,267	137,727	–	348,224	895,218
Financial assets held under resale agreements	14,675,753	10,082,255	–	–	24,758,008
Financial assets measured at fair value through profit or loss	22,525,388	23,578,187	29,845,125	63,831,196	139,779,896
Clearing settlement funds	35,797,641	–	–	–	35,797,641
Bank balances	144,890,277	–	–	–	144,890,277
Subtotal	331,826,944	56,768,213	59,172,651	105,017,068	552,784,876
Financial liabilities					
Bonds payable	22,811,251	52,873,721	22,085,741	1,006,583	98,777,296
Due to banks and other financial institutions	17,230,677	–	–	–	17,230,677
Debt instruments	42,509,190	32,499	–	–	42,541,689
Accounts payable to brokerage clients	14,114,600	–	–	–	14,114,600
Accounts payable to underwriting clients	18,000	–	–	–	18,000
Financial assets sold under repurchase agreements	176,704,613	–	–	–	176,704,613
Other financial liabilities	165,063	–	7,876	97,117	270,056
Subtotal	273,553,394	52,906,220	22,093,617	1,103,700	349,656,931
Net interest-bearing position	58,273,550	3,861,993	37,079,034	103,913,368	203,127,945

57. FINANCIAL RISK MANAGEMENT (continued)

57.2 Market risk (continued)

Interest rate risk (continued)

As at 31 December 2023

	Less than 1 year	More than 1 but less than 3 years	More than 3 but less than 5 years	More than 5 years	Total
Financial assets					
Advances to customers	91,217,899	–	–	–	91,217,899
Debt instruments measured at fair value through other comprehensive income	10,822,219	30,049,458	18,955,068	37,531,193	97,357,938
Debt instruments measured at amortised cost	1,366,519	545,588	–	385,916	2,298,023
Financial assets held under resale agreements	11,274,699	11,474,454	–	–	22,749,153
Financial assets measured at fair value through profit or loss	11,469,534	33,073,339	29,527,641	36,157,249	110,227,763
Clearing settlement funds	27,900,176	–	–	–	27,900,176
Bank balances	113,625,013	–	–	–	113,625,013
Subtotal	267,676,059	75,142,839	48,482,709	74,074,358	465,375,965
Financial liabilities					
Bonds payable	29,687,047	49,618,409	18,106,917	1,006,205	98,418,578
Due to banks and other financial institutions	16,956,888	–	–	–	16,956,888
Debt instruments	28,227,730	309,594	–	–	28,537,324
Accounts payable to brokerage clients	8,221,838	–	–	–	8,221,838
Financial assets sold under repurchase agreements	161,352,555	–	–	–	161,352,555
Other financial liabilities	142,189	–	–	179,311	321,500
Subtotal	244,588,247	49,928,003	18,106,917	1,185,516	313,808,683
Net interest-bearing position	23,087,812	25,214,836	30,375,792	72,888,842	151,567,282

57. FINANCIAL RISK MANAGEMENT (continued)

57.2 Market risk (continued)

Interest rate risk (continued)

Sensitivity analysis

The Group uses sensitivity analysis as the main tool to monitor interest rate risk, and measures the impact on the Group's total profit and other comprehensive income without considering the impact of corporate income tax, when the interest rate changes reasonably and possibly under the assumption that other variables remain unchanged as follows:

	2024	2023
Profit before income tax for the year		
Increase by 100 basis points	**(1,172,074)**	(2,503,221)
Decrease by 100 basis points	**1,172,074**	2,503,221

	2024	2023
Other comprehensive income before income tax		
Increase by 100 basis points	**(6,393,956)**	(5,117,815)
Decrease by 100 basis points	**6,393,956**	5,117,815

The influence on the total profit refers to the influence of certain changes in the interest rate in the middle of the next year on the net interest-generating position interest income and the changes in the fair value after the revaluation of the trading financial assets and trading financial liabilities held at the end of the year.

The influence on other comprehensive income refers to the influence of the changes in the fair value of other debt investments held at the end of the period based on the revaluation when a certain interest rate changes.

The above sensitivity analysis assumes that the rates of return on assets and liabilities of each maturity move up or down in parallel, so it does not reflect the possible impact for the scenario when only interest rate changes while the remaining interest rate remains unchanged. The forecast is also based on other simplified assumptions, including all positions being held to maturity.

This assumption does not represent the Group's policy on the use of funds and the management of interest rate risk, so the effects above may differ from the actual situation.

Moreover, the above analysis of the impact of interest rate changes is only an example to show the estimated changes in total profit and other comprehensive income under various projected income scenarios and the current interest rate risk profile of the Group. However, this effect does not take into account the risk management activities that management may take to manage interest rate risk.

57. FINANCIAL RISK MANAGEMENT (continued)

57.2 Market risk (continued)

Currency risk

Currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate as a result of changes in foreign exchange rates.

The Group's currency risk primarily relates to the Group's operating activities whose settlements and payments are denominated in foreign currencies which are different from the respective group entities' functional currencies.

The foreign currency assets and liabilities held by the Group are not material compared to the total assets and liabilities. In terms of the Group's revenue structure, the majority of the business transactions are denominated in RMB, and the proportion of foreign currency transactions is not significant to the Group. The Group considers that the currency risk of the Group's operations is immaterial due to the relatively low proportion of the Group's foreign currency denominated assets, liabilities, income and expense, as compared to the Group's total assets, liabilities, income and expenses. The currency risk of the Group's business is not significant.

57.3 Liquidity risk

Liquidity risk is the risk that the Group will encounter difficultly in meeting obligations associated with financial liabilities due to shortages of capital or funds. During the normal course of business, the Group may face liquidity risk caused by macroeconomic policy change, market fluctuations, poor operations, credit downgrades, mismatch of assets and liabilities, low turnover rate of assets, underwriting on a firm commitment basis, significant proprietary trading position, or any significant illiquid long-term investments. If the Group fails to address any liquidity risk by adjusting the asset structure or comply with regulatory requirements on certain risk indicators, the Group could be penalized by the regulatory authority, which could cause adverse impacts to the Group's operations and reputations.

The measures of the Group's liquidity risk management mainly include:

(1) Establishing a centralized fund management mechanism and an effective fund regulation mechanism

To cope with and manage liquidity risk effectively, the Company has strengthened monitoring and management over fund transfers of significant amounts in order to achieve centralized fund allocation and coordinated liquidity risk management: incorporated debt financing and leverage ratios into risk authorisation systems; established liquidity risk index system; monitored and reported liquidity of the Company on a daily basis; risk warning in a timely manner; conducted regular and ad-hoc stress tests to analyse and evaluate the level of liquidity risk; continuously optimised asset-liability structure to build a multi-level liquidity reserve system; and achieved diversification of financing channels through money market, capital market and bank borrowings.

(2) Establishing a stable liquidity risk management report system

The Group prepares different financing plans for different periods, and reports on the implementation of financing plans to reflect the management of liquidity risk.

(3) Increasing working capital and liquidity by issuing shares and corporate bonds

The Group increases its working capital and liquidity by issuing shares, corporate bonds, debt instruments, and by transferring of rights and interests in margin loans to support the development of margin financing and other businesses.

57. FINANCIAL RISK MANAGEMENT (continued)

57.4 Hedge

Fair value hedge

The Group is exposed to price risk from its spot commodities, such as rubber, manganese and silicon. The Group uses exchange-traded futures to manage the commodity price risk of the above products. The underlying assets of the future contracts which the Group hold are the same as or highly correlated with Group's spot commodities, and so both the underlying variables of hedging instruments (commodity futures) and hedged items (spot commodities) are the same or similar. The Group determines the quantity ratio of hedging instruments to hedged items through qualitative analysis. The ineffective part of hedging mainly arises from basis risk, the risk that the value of a futures contract will not move in a normal, steady correlation with the underlying asset price. The amount of hedge ineffectiveness recognised during 2023 is not material. In the financial statements, the gains or losses arising from the hedged risk on the fair value of the hedged item are included in the current year's profit and loss. Changes in the fair value of hedging instruments are also recognised in current year's profit or loss.

As at 31 December 2024, the nominal amount of the hedging instrument was RMB483.49 million (31 December 2023: RMB1,534.75 million), and the hedging instruments are maturing within 6 months (31 December 2023: maturing within 6 months).

The carrying amount and changes in fair value of hedging instruments are as follows:

Commodity price risk – commodity futures contracts	**As at 31 December 2024**	As at 31 December 2023
Line item in the statement of financial position	**Derivative financial instruments**	Derivative financial instruments
Notional amounts of hedging instruments	**483,491**	1,534,753
Carrying amount of hedging instruments	**–**	–
Changes in fair value of hedging instruments used as the basis for recognising ineffectiveness	**(85,227)**	46,680

The carrying amount of the hedged items and related adjustments are as follows:

Commodity price risk – inventories	**As at 31 December 2024**	As at 31 December 2023
Line item in the statement of financial position	**Other assets**	Other assets
Carrying amount of hedged items	**464,602**	1,451,412
Accumulated amount of fair value hedge adjustments for the hedged item (included in the carrying amount of the hedged items))	**136,239**	(9,876)

During 2024, the hedge ineffectiveness of changes in fair value of hedging instruments included in the statement of profit or loss was RMB51.01 million (2023: RMB36.80 million).

57. FINANCIAL RISK MANAGEMENT (continued)

57.4 Hedge (continued)

Net investment hedge

The Group hedges the foreign exchange exposure to the net assets of some subsidiaries operating overseas that are included in the consolidated financial statements. The Group hedges part of its overseas operations with foreign exchange forward contracts in the same currency as the functional currency of the relevant subsidiaries or in currencies related to exchange rates. The Group determines the hedging ratio between the hedging instrument and the hedged item through qualitative analysis. In the financial statements, the portion of the gain or loss on the hedging instrument that is determined to be effective is recognized in other comprehensive income, and the portion that is ineffective is recognized in profit or loss for the current period.

In 2024, the net loss from hedging instruments amounted to RMB5.16 million (2023: net income 3.22 million) and was included in other comprehensive income. In 2024, the net income related to the forward elements of forward contracts totalled RMB7.13 million (2023: net income 0.42 million), which was included in profit or loss. The net loss arising from the ineffective portion of the hedged net investment in foreign operations is RMB4.12 million (2023: net loss RMB4.80 million).

As at 31 December 2024, the nominal amount of hedging instruments designated by the Group as hedging net investments in overseas operations was RMB353.99 million (31 December 2023: 138.68 million), and will mature within 6 months.

58. FAIR VALUE OF FINANCIAL INSTRUMENTS

58.1 Fair value of the Group's financial assets and financial liabilities that are not measured at fair value

The carrying amounts of the Group's financial assets and financial liabilities not measured at fair value approximated to their fair values as at 31 December 2024 and 31 December 2023 except for the following financial assets and financial liabilities, for which their carrying amounts including accrued interest and fair value are disclosed below:

	As at 31 December 2024	
	Carrying amounts	Fair value
Non-current		
Bonds payable	**75,966,045**	**77,959,004**
Debt instruments	**32,499**	**32,561**
Financial assets held under resale agreements	**10,057,403**	**10,256,234**
Debt instruments measured at amortised cost	**492,963**	**547,368**

58. FAIR VALUE OF FINANCIAL INSTRUMENTS (continued)

58.1 Fair value of the Group's financial assets and financial liabilities that are not measured at fair value (continued)

	As at 31 December 2023	
	Carrying amounts	Fair value
Non-current		
Bonds payable	68,731,531	69,345,218
Debt instruments	309,594	309,694
Financial assets held under resale agreements	11,452,478	11,541,268
Debt instruments measured at amortised cost	959,951	990,312

Fair values of these financial instruments are determined by contractual cash flows discounted by observable yield curves.

58.2 Fair value of the Group's financial assets and financial liabilities that are measured at fair value

Some of the Group's financial assets and financial liabilities are measured at fair value at the end of the reporting periods. The following table gives information about how the fair values of these financial assets and financial liabilities are determined (in particular, the valuation techniques and inputs used), as well as the level of the fair value hierarchy into which the fair value measurements are categorized (Level 1 to 3) based on the degree to which the inputs to the fair value measurements are observable and the significance.

Level 1 Fair value measurements are those derived from quoted prices (unadjusted in active markets for identical assets or liabilities;

Level 2 Fair value measurements are those derived from inputs other than quoted prices included within Level 1 that are observable for the assets or liabilities, either directly (i.e. as prices) or indirectly (i.e. derived from prices); and

Level 3 Fair value measurements are those derived from valuation techniques that include inputs for the asset or liability that are not based on observable market data (unobservable inputs).

58. FAIR VALUE OF FINANCIAL INSTRUMENTS (continued)

58.2 Fair value of the Group's financial assets and financial liabilities that are measured at fair value (continued)

As at 31 December 2024	Level 1	Level 2	Level 3	Total
Financial assets:				
Debt instrument measured at FVTOCI:	60,797,875	44,331,208	–	105,129,083
– Debt securities	60,797,875	44,331,208	–	105,129,083
Equity instruments measured at FVTOCI:	32,721,834	22,963,513	1,540	55,686,887
– Perpetual bonds	18,018,599	22,963,513	–	40,982,112
– Equity securities	13,718,765	–	–	13,718,765
– Other investments	984,470	–	1,540	986,010
Financial assets measured at FVTPL:	45,714,635	168,427,734	6,618,448	220,760,817
– Debt securities	14,121,716	121,866,688	2,285,539	138,273,943
– Equity securities	20,286,234	5,295	395,930	20,687,459
– Funds	11,303,985	16,078,813	–	27,382,798
– Asset management plan	–	1,049,809	100,048	1,149,857
– Structured deposits and wealth management products	–	3,024,251	–	3,024,251
– Trust schemes	–	82,813	635,139	717,952
– Other investments	2,700	26,320,065	3,201,792	29,524,557
Derivative financial assets	314,249	1,904,065	1,983,252	4,201,566
Total	139,548,593	237,626,520	8,603,240	385,778,353
Financial liabilities:				
Financial liabilities held for trading:	–	29,447,859	–	29,447,859
– Debt securities	–	29,447,859	–	29,447,859
Financial liabilities designated as at fair value through profit or loss:	–	14,570,238	–	14,570,238
– Financing payables	–	14,570,238	–	14,570,238
Derivative financial liabilities	456,037	655,638	787,197	1,898,872
Total	456,037	44,673,735	787,197	45,916,969

58. FAIR VALUE OF FINANCIAL INSTRUMENTS (continued)

58.2 Fair value of the Group's financial assets and financial liabilities that are measured at fair value (continued)

As at 31 December 2023	Level 1	Level 2	Level 3	Total
Financial assets:				
Debt instrument measured at FVTOCI:	32,763,489	64,594,449	–	97,357,938
– Debt securities	32,763,489	64,594,449	–	97,357,938
Equity instruments measured at FVTOCI:	26,406,004	18,765,606	1,539	45,173,149
– Perpetual bonds	16,959,046	18,765,606	–	35,724,652
– Equity securities	9,446,958	–	–	9,446,958
– Other investments	–	–	1,539	1,539
Financial assets measured at FVTPL:	50,792,302	148,074,509	7,316,681	206,183,492
– Debt securities	10,483,071	95,690,389	2,883,314	109,056,774
– Equity securities	28,990,373	184,744	1,103,642	30,278,759
– Funds	11,316,080	15,722,914	–	27,038,994
– Asset management plan	–	414,486	–	414,486
– Structured deposits and wealth management products	–	3,176,376	–	3,176,376
– Trust schemes	–	503,219	711,715	1,214,934
– Other investments	2,778	32,382,381	2,618,010	35,003,169
Derivative financial assets	489,500	1,244,400	6,671,135	8,405,035
Total	110,451,295	232,678,964	13,989,355	357,119,614
Financial liabilities:				
Financial liabilities held for trading:	328,970	18,622,873	–	18,951,843
– Debt securities	–	18,622,873	–	18,622,873
– Equity securities	328,970	–	–	328,970
Financial liabilities designated as at fair value through profit or loss:	452,670	20,249,662	–	20,702,332
– Structured products embedded with equity swaps	452,670	–	–	452,670
– Financing payables	–	20,249,662	–	20,249,662
Derivative financial liabilities	321,750	593,657	4,600,506	5,515,913
Total	1,103,390	39,466,192	4,600,506	45,170,088

There were no significant transfers between Level 1 and 2 during years ended 31 December 2024 and 2023.

58. FAIR VALUE OF FINANCIAL INSTRUMENTS (continued)

58.2 Fair value of the Group's financial assets and financial liabilities that are measured at fair value (continued)

58.2.1 Basis for recurring fair value measurement categorised within Level 1

For the measurement for Level 1, the Group adopts the closing price in active markets. Instruments included in Level 1 comprise primary debt securities, equity securities, funds and other investments traded on stock exchanges.

58.2.2 Valuation techniques used and the qualitative information of key parameters for recurring fair value measurement categorised within Level 2

For bonds in the inter-bank market classified as FVTPL-assets, FVOCI-bond and FVOCI-equity, as well as bond lending classified as FVTPL-liabilities, the fair value is estimated by using Chinese bonds, and the future cash flows are estimated based on the contract amount and coupon rate, and discounted at the interest rate reflecting the credit risk of the counterparty.

For equity investments at FVTOCI, unlisted funds (open-ended mutual funds, structured deposits, wealth management products and other investments at FVTPL), the fair value is calculated based on the fair value of the underlying investments which are money market instruments, debt securities and publicly traded equity investments listed in the PRC in each portfolio.

For equity securities at FVTPL traded on National Equities Exchange and Quotations, recent transaction prices and the latest quoted bid prices and adjusted based on the index of National Equities Exchange and Quotations are used.

For equity-linked financing payables designated as at fair value through profit or loss, the fair value is determined based on the bid prices of stock index in an active market.

For derivative financial instruments, the fair value is determined by different valuation techniques. For interest rate swaps, equity return swaps and currency forward, the fair value is measured by discounting the differences between the contract prices and market prices of the underlying financial instruments.

During the year ended 31 December 2024, there were no significant changes of valuation techniques for Level 2.

58. FAIR VALUE OF FINANCIAL INSTRUMENTS (continued)

58.2 Fair value of the Group's financial assets and financial liabilities that are measured at fair value (continued)

58.2.3 Valuation techniques used and the qualitative and quantitative information of key parameters for recurring fair value measurements categorised within Level 3

The quantitative information of fair value measurement for Level 3 is as follows:

	As at 31 December 2024	As at 31 December 2023	Valuation technique(s) and key input(s)	Significant unobservable input(s)
Financial assets				
Financial assets measured at FVTPL:				
– Bonds	**2,285,539**	2,883,314	Discounted cash flows with future cash flows that are estimated based on contract terms, discounted at a rate that reflects the credit risk of investment targets.	Discount rate (Note 2)
– Equity securities traded on National Equities Exchange and Quotations	**17,340**	10,083	Use of comparable company approach, with an adjustment of discount for lack of marketability.	Marketability discount (Note 3)
– Equity securities traded on stock exchanges with lock-up periods	**378,590**	1,093,559	Market quotes based on the option pricing model taking into account the liquidity discount adjustment.	Volatility (Note 1)
– Trust schemes	**635,139**	711,715	Discounted cash flows with future cash flows that are estimated based on contract terms, discounted at a rate that reflects the credit risk of investment targets.	Discount rate (Note 2)
– Other investments	**393,330**	246,835	Market quotes based on the option pricing model taking into account the liquidity discount adjustment.	Volatility (Note 1)
– Other investments	**806,415**	356,313	Discounted cash flow with future cash flows that are estimated based on contract terms, discounted at a rate that reflects the credit risk of investment targets.	Discount rate (Note 2)
– Other investments	**2,102,095**	2,014,862	Determined by reference to the quoted market prices or using comparable company approach, with an adjustment of discount for lack of marketability.	Marketability discount (Note 3)

58. FAIR VALUE OF FINANCIAL INSTRUMENTS (continued)

58.2 Fair value of the Group's financial assets and financial liabilities that are measured at fair value (continued)

58.2.3 Valuation techniques used and the qualitative and quantitative information of key parameters for recurring fair value measurements categorised within Level 3 (continued)

	As at 31 December 2024	As at 31 December 2023	Valuation technique(s) and key input(s)	Significant unobservable input(s)
Financial assets				
Equity instruments measured at FVTOCI:				
– Equity investments	**1,540**	1,539	Valuation using multiples, with an adjustment of discount for lack of marketability.	Marketability discount (Note 3)
Derivative financial instruments:				
– Options-assets	**1,964,288**	5,601,385	Calculated based on the option pricing model.	Volatility (Note 1)
– Other forward contract-assets	**18,964**	1,069,750	Discounted cash flows with future cash flows that are estimated based on contract terms, discounted at a rate that reflects the credit risk of investment targets.	Discount rate (Note 2)
Total	**8,603,240**	13,989,355		
Financial liabilities				
Derivative financial instruments:				
– Options-liabilities	**780,794**	4,580,951	Calculated based on the option pricing model.	Volatility (Note 1)
– Forward contract-liabilities	**6,403**	19,555	Discounted cash flows with future cash flows that are estimated based on contract terms, discounted at a rate that reflects the credit risk of investment targets.	Discount rate (Note 2)
Total	**787,197**	4,600,506		

Notes:

(1) The significant unobservable input to fair value measurement is the volatility of the underlying securities, which ranges from 18.91% to 92.09% (31 December 2023: 12.99% to 69.69%).

(2) The unobservable input to fair value is the discount rate, determined by reference to the credit risk of underlying investments, ranging from 4.00% to 99.99% (31 December 2023: 4.00% to 99.99%). The higher is the discount rate, the lower is the fair value.

(3) The unobservable input to fair value is the discount for lack of marketability, which ranges from 19.70% to 88.17% (31 December 2023: 22% to 90.46%). The higher is the discount for lack of marketability, the lower is the fair value.

58. FAIR VALUE OF FINANCIAL INSTRUMENTS (continued)

58.3 Reconciliation of Level 3 fair value measurements

	Financial assets measured at fair value through profit or loss	**Equity instruments measured at fair value through other comprehensive income**
As at 1 January 2024	**7,316,681**	**1,539**
Total gain or losses:		
– in profit or loss	**(3,253,256)**	**–**
– in other comprehensive income	**–**	**1**
Purchases	**4,030,431**	**–**
Transfers out (Note)	**(1,475,408)**	**–**
As at 31 December 2024	**6,618,448**	**1,540**
Total gains for assets held at 31 December 2024		
– unrealised gains recognised in profit or loss	**227,000**	**–**

	Financial assets measured at fair value through profit or loss	Equity instruments measured at fair value through other comprehensive income
As at 1 January 2023	7,786,636	134
Total gain or losses:		
– in profit or loss	(2,793,181)	–
– in other comprehensive income	–	5
Purchases	3,195,211	1,400
Transfers out (Note)	(871,985)	–
As at 31 December 2023	7,316,681	1,539
Total gains for assets held at 31 December 2023		
– unrealised gains recognised in profit or loss	433,945	–

Note: These are equity securities traded on stock exchanges with lock-up periods or asset management schemes which hold listed shares with lock-up periods. They were transferred from Level 3 to Level 1 when the lock-up period lapsed and became unrestricted.

59. EVENTS AFTER THE END OF THE REPORTING PERIOD

Proposed profit distribution after the reporting period

On 28 March 2025, a final dividend in respect of the year ended 31 December 2024 of RMB1.96 per 10 shares (inclusive of tax), in an aggregate amount of RMB2,143.14 million, based on a total of 10,934,402,256 shares in issue, has been proposed by the directors of the Company and is subject to approval by the shareholders in the forthcoming annual general meeting.

Private debt offering

Subsequent to the end of the reporting period, the Company has completed the phase 1 private debt offering of RMB1,500 million (Tranche 1) and RMB2,500 million (Tranche 2) in January 2025. These bonds bear interest rates at 1.72%-1.75% per annum and the terms are from 2 years to 3 years. Proceeds from the issue are used to repay the matured corporate bonds.

Issuance of subordinated corporate bonds

Subsequent to the end of the reporting period, the Company has completed the public issuance of subordinated corporate bond of RMB1,300 million (Tranche 1) and RMB2,100 million (Tranche 2) in February 2025. These bonds bear interest rates at 2.15%-2.25% per annum and the terms are from 3 years to 5 years. Proceeds from the issue are used to increase working capital of the Company.

60. INVESTMENTS IN SUBSIDIARIES

Details of the subsidiaries directly and indirectly held by the Company at the end of the year are set out below:

Name of subsidiary	Place of incorporation/ establishment	Place of operations	Type of legal entity registered under PRC Law	Percentage of equity interest and voting right held by the Group		Paid-up capital (RMB) unless otherwise stated	Principal activities
				31/12/2024	31/12/2023		
Galaxy Capital Management Company Limited (銀河創新資本管理有限公司)*	Beijing	Beijing	Limited liability company (corporate owned)	100.00%	100.00%	1,500,000,000	Assets management, project investment management
China Galaxy International Financial Holdings Limited	Hong Kong	Hong Kong	N/A	100.00%	100.00%	HKD8,600,000,000	Investment holding
Galaxy Futures Company Limited (銀河期貨有限公司)*	Beijing	Beijing	Limited liability company (corporate owned)	100.00%	100.00%	4,500,000,000	Commodity futures broking, financial futures broking, futures investment consulting, assets management, fund sales
Galaxy Jinhui Securities Assets Management Co., Ltd. (銀河金匯證券資產管理有限公司)*	Shenzhen	Beijing	Limited liability company (corporate owned)	100.00%	100.00%	1,000,000,000	Securities asset
Galaxy Yuanhui Investment Co., Ltd. (銀河源匯投資有限公司)*	Shanghai	Shanghai	Limited liability company (corporate owned)	100.00%	100.00%	4,000,000,000	Alternative investment
China Galaxy International Futures (Hong Kong) Co., Limited *	Hong Kong	Hong Kong	N/A	100.00%	100.00%	HKD150,000,000	Futures contracts dealing
China Galaxy International Securities (Hong Kong) Co., Limited *	Hong Kong	Hong Kong	N/A	100.00%	100.00%	HKD2,500,000,000	Securities broking, advising on and corporate finance

60. INVESTMENTS IN SUBSIDIARIES (continued)

Details of the subsidiaries directly and indirectly held by the Company at the end of the year are set out below (continued):

Name of subsidiary	Place of incorporation/ establishment	Place of operations	Type of legal entity registered under PRC Law	Percentage of equity interest and voting right held by the Group		Paid-up capital (RMB) unless otherwise stated	Principal activities
				31/12/2024	31/12/2023		
China Galaxy International Investment Co., Limited	Hong Kong	Hong Kong	N/A	**100.00%**	100.00%	HKD101,000,000	Investment
China Galaxy International Asset Management (Hong Kong) Co., Limited *	Hong Kong	Hong Kong	N/A	**100.00%**	100.00%	HKD50,000,000	Asset management
China Galaxy International Financial Products Limited	Hong Kong	Hong Kong	N/A	**100.00%**	100.00%	HKD500,000	Insurance brokerage service and wealth management
Galaxy Yueke PE Fund Management Co., Ltd (銀河粵科私募基金管理有限公司) *	Guangzhou	Guangzhou	Limited liability company (Equity joint venture)	**51.00%**	51.00%	20,000,000	Investment fund management
CGS International Securities Pte. Ltd. (中國銀河－國際證券私人有限公司) *	Singapore	Singapore	N/A	**100.00%**	100.00%	SGD908,440,661	Investing holding
Galaxy Derivatives Capital Management Company Limited management ("Galaxy Derivatives") (銀河德睿資本管理有限公司) *	Shanghai	Shanghai	Limited liability company (corporate owned)	**100.00%**	100.00%	2,100,000,000	Assets and investment
CGS International Securities Malaysia Sdn. Bhd. (中國銀河國際證券馬來西亞私人有限公司) *	Malaysia	Malaysia	N/A	**100.00%**	100.00%	MYR1,600,330,630	Investing holding

* These subsidiaries do not have official English names.

61. STATEMENT OF FINANCIAL POSITION AND RESERVES OF THE COMPANY

(a) The Company's statement of financial position

	Notes	As at 31 December 2024	2023
ASSETS			
Non-current assets			
Property, plant and equipment		**597,321**	541,981
Right-of-use assets		**1,217,679**	1,348,203
Goodwill		**223,278**	223,278
Other intangible assets		**668,563**	632,758
Investments in subsidiaries		**18,234,327**	18,235,750
Financial assets measured at fair value through profit or loss		**52,453,532**	30,972,343
Debt instruments measured at fair value through other comprehensive income		**–**	90,829
Equity instruments measured at fair value through other comprehensive income		**55,607,663**	45,131,274
Debt instruments measured at amortised cost		**375,081**	432,576
Financial assets held under resale agreements		**12,847,013**	11,086,344
Deposits with exchanges and non-bank financial institutions		**1,087,994**	1,244,297
Other assets		**1,154,126**	1,154,126
Deferred tax assets		**–**	15,069
Total non-current assets		**144,466,577**	111,108,828
Current assets			
Advances to customers		**93,754,135**	84,882,611
Accounts receivable		**96,290**	80,385
Tax recoverable		**564,313**	319,395
Other assets		**2,493,493**	1,780,002
Amounts due from subsidiaries		**11,547,330**	20,607,350
Financial assets measured at fair value through profit or loss		**139,591,676**	140,254,714
Debt instruments measured at fair value through other comprehensive income		**103,352,381**	97,267,109
Debt instruments measured at amortised cost		**3,098**	1,224,426
Financial assets held under resale agreements		**9,983,991**	10,743,877
Derivative financial assets		**4,049,410**	7,025,975
Deposits with exchanges and non-bank financial institutions		**3,915,971**	5,156,020
Clearing settlement funds		**31,200,155**	23,112,093
Bank balances		**100,686,944**	70,365,135
Total current assets		**501,239,187**	462,819,092
Total assets		**645,705,764**	573,927,920

61. STATEMENT OF FINANCIAL POSITION AND RESERVES OF THE COMPANY (continued)

(a) The Company's statement of financial position (continued)

	Notes	As at 31 December 2024	2023
EQUITY AND LIABILITIES			
Equity			
Share capital	61(b)	**10,934,402**	10,934,402
Other equity instruments	61(b)	**29,828,568**	29,828,323
Reserves	61(b)	**65,833,038**	58,618,432
Retained profits	61(b)	**28,904,047**	27,213,272
Total equity		**135,500,055**	126,594,429
Liabilities			
Non-current liabilities			
Bonds payable		**75,966,045**	68,731,531
Debt instruments		**32,499**	309,594
Financial liabilities measured at fair value through profit or loss		**1,971,425**	6,326,910
Lease liabilities		**709,493**	797,242
Deferred tax liability		**1,779,722**	–
Total non-current liabilities		**80,459,184**	76,165,277
Current liabilities			
Bonds payable		**22,811,251**	29,687,047
Due to banks and other financial institutions		**3,726,756**	6,904,888
Debt instruments		**41,878,452**	27,118,418
Accounts payable to brokerage clients		**113,391,844**	74,301,623
Accounts payable to underwriting clients		**18,000**	–
Accrued staff costs		**5,898,685**	5,057,351
Other payables and accruals		**22,375,910**	29,523,893
Lease liabilities		**549,619**	573,302
Financial liabilities measured at fair value through profit or loss		**42,033,079**	33,022,842
Derivative financial liabilities		**1,062,607**	5,279,631
Financial assets sold under repurchase agreements		**176,000,322**	159,699,219
Total current liabilities		**429,746,525**	371,168,214
Total liabilities		**510,205,709**	447,333,491
Total equity and liabilities		**645,705,764**	573,927,920

61. STATEMENT OF FINANCIAL POSITION AND RESERVES OF THE COMPANY (continued)

(b) Movement in the Company's reserves

The movements in share capital, reserves and retained profits of the Company are set out below:

	Share capital	Other equity instruments	Capital reserve	Investment revaluation reserve	General reserves	Other reserves	Retained profits	Total equity
At 31 December 2022	10,137,280	15,935,691	25,007,089	(17,631)	22,921,518	(78,548)	25,337,710	99,243,109
Add: Changes in accounting policies	–	–	–	–	–	–	4,230	4,230
At 1 January 2023 (restated)	10,137,280	15,935,691	25,007,089	(17,631)	22,921,518	(78,548)	25,341,940	99,247,339
Profit for the year	–	–	–	–	–	–	7,364,478	7,364,478
Other comprehensive expense for the year	–	–	–	1,522,607	–	(26,924)	–	1,495,683
Total comprehensive income/(expense) for the year	–	–	–	1,522,607	–	(26,924)	7,364,478	8,860,161
Appropriation to general reserves	–	–	–	–	2,222,433	–	(2,222,433)	–
Capital increase by other equity instrument holders	–	14,942,472	–	–	–	–	–	14,942,472
Convertible corporate bonds converted into share capital and capital reserve	797,122	(1,049,840)	7,172,691	–	–	–	–	6,919,973
Distribution to other equity instrument holders	–	–	–	–	–	–	(1,044,000)	(1,044,000)
Dividend declared	–	–	–	–	–	–	(2,331,516)	(2,331,516)
Other comprehensive income that has been reclassified to retained profits	–	–	–	(104,803)	–	–	104,803	–
At 31 December 2023	10,934,402	29,828,323	32,179,780	1,400,173	25,143,951	(105,472)	27,213,272	126,594,429
At 1 January 2024	**10,934,402**	**29,828,323**	**32,179,780**	**1,400,173**	**25,143,951**	**(105,472)**	**27,213,272**	**126,594,429**
Profit for the year	**–**	**–**	**–**	**–**	**–**	**–**	**9,085,924**	**9,085,924**
Other comprehensive expense for the year	**–**	**–**	**–**	**4,722,032**	**–**	**48,483**	**–**	**4,770,515**
Total comprehensive income/(expense) for the year	**–**	**–**	**–**	**4,722,032**	**–**	**48,483**	**9,085,924**	**13,856,439**
Appropriation to general reserves	**–**	**–**	**–**	**–**	**2,757,368**	**–**	**(2,757,368)**	**–**
Capital increase by other equity instrument holders	**–**	**245**	**–**	**–**	**–**	**–**	**–**	**245**
Distribution to other equity instrument holders	**–**	**–**	**–**	**–**	**–**	**–**	**(1,627,000)**	**(1,627,000)**
Dividend declared	**–**	**–**	**–**	**–**	**–**	**–**	**(3,324,058)**	**(3,324,058)**
Other comprehensive income that has been reclassified to retained profits	**–**	**–**	**–**	**(313,277)**	**–**	**–**	**313,277**	**–**
At 31 December 2024	**10,934,402**	**29,828,568**	**32,179,780**	**5,808,928**	**27,901,319**	**(56,989)**	**28,904,047**	**135,500,055**

APPENDIX INFORMATION ON SECURITIES BRANCHES

No.	Name	Securities Branch Address	Person In Charge
1	Beijing Financial Street Securities Branch	3-5/F, No. 111 Taiping Bridge Avenue, Xicheng District, Beijing	Zhao Hongliang
2	Beijing Wangjing Securities Branch	No. 001, Room 201, 2/F, Building 1, Yard 33, North Guangshun Avenue, Chao Yang District, Beijing	Wu Di
3	Beijing Taoran Qiao Securities Branch	Rooms 1101, 1102, 1103, 1105, 1106 and 1109, 11/F, No. 1 Majiabao Road, Dongcheng District, Beijing	Guo Yu
4	Beijing Xueyuan South Road Securities Branch	Rooms 201, 202, 205, 206, 209, 210, 220, 224, 225, 227 and 228, 2/F, and Rooms 401 and 402, 4/F, Building 2, No. 34 Xueyuan South Road, Haidian District, Beijing	Jiang Peng
5	Beijing Anzhenmen Securities Branch	11/F No. 33 Anding Road and 1/F, Building 1, No. 33 Anding Road, Chaoyang District, Beijing	Cao Yanxia
6	Beijing Zhushikou Street Securities Branch	Room 110, 1/F, and Rooms 608, 609, 6/F, No. 2 Zhushikou East Street, Dongcheng District, Beijing	Li Weimin
7	Beijing Zhongguancun Avenue Securities Branch	03-3D Tower D, Building 1-4, Yard A18, Zhongguancun South Avenue, Haidian District, Beijing	Song Yushan
8	Beijing Sun Palace Securities Branch	No. 10, 2/F, Building 11, Xiajiayuan, Chaoyang District, Beijing	Ai Haifeng
9	Beijing Fucheng Avenue Securities Branch	1/F, 3/F and 4/F, Yindu Building, No. 67 Fucheng Avenue, Haidian District, Beijing	Ma Junming
10	Beijing Chaoyangmen North Avenue Securities Branch	Unit F-03, 1/F, and Unit 06, 5/F, Block B, No. 5 Chaoyangmen North Avenue, Dongcheng District, Beijing	Wang Xiaojing
11	Beijing Jianguo Road Securities Branch	North, Hall of 1/F, Building 1, No. 126 Jianguo Road, Chaoyang District, Beijing	Liu Yanhong
12	Beijing North Fourth Ring Securities Branch	Room 101, 1/F, No. 265 North Fourth Ring Middle Road, Haidian District, Beijing	Liu Xijin
13	Beijing Shuangjing Securities Branch	Unit 01, 1/F and 5/F, 101, 1-7/F, Building 2, Yard 39, Guangqu Road, Chaoyang District, Beijing	Chen Zhihua
14	Beijing Yizhuang Securities Branch	Room 105, 1/F, and Rooms 710-711, 7/F, Building 1, No. 10 Hongda North Road, Beijing Economic and Technological Development Zone, Beijing	Wang Jinzhu
15	Beijing Workers' Sports Complex Securities Branch	Room 103, 1/F and Room 123, 3/F, Building 2, No. 18 Gongti East Road, Chaoyang District, Beijing	Lu Zhen
16	Beijing Tongzhou Jiukeshu Securities Branch	1/F and 2/F, No. 100 Jiukeshu Street, Tongzhou District, Beijing	Xu Qiang

APPENDIX INFORMATION ON SECURITIES BRANCHES

No.	Name	Securities Branch Address	Person In Charge
17	Beijing Dawang Road Securities Branch	Room 807, 7/F, Building 2, No. 1, West Dawang Road, Chaoyang District, Beijing	Wu Nan
18	Beijing Laiguangying Securities Branch	Unit 201, 2/F, Block 2, Chengying Centre, Yard 5, Laiguangying West Road, Chaoyang District, Beijing	Tian Zhilu
19	Beijing Tuanjie Lake Securities Branch	Rooms 1604 and 1606, 16/F, Building 1, No. 12 Nongzhanguan South Road, Chaoyang District, Beijing	Lai Zhenghe
20	Beijing Lize Securities Branch	102A, 1/F, 101, 4/F-22/F, Building 1, Yard 8, Jinze West Road, Fengtai District, Beijing	Sun Jian
21	Beijing Houshayu Securities Branch	Room 107-108, 1/F, Block 9, Yard 20, Yuqing Road, Houshayu Town, Shunyi District, Beijing	Zhou Chunmei
22	Beijing Litong Road Securities Branch	Room 15-3, 1/F, Block 15, Yard 1, Jinfang Road, Chaoyang District, Beijing	Shao Jiangbo
23	Beijing Fengtai Technology Park Securities Branch	Room 210, 2/F, Building 2, Yard 3, Yuren South Road, Fengtai District, Beijing	Li Qiang
24	Beijing Caishikou Street Securities Branch	Room 207A, 2/F, Building 16, Luomashi Street, Xicheng District, Beijing	Jiao Jian
25	Beijing Fuwai Street Securities Branch	Area GBC-4 and GBC-6, 1/F, The Presidential Beijing, No. A9 Fuchengmenwai Avenue, Xicheng District, Beijing	Bai Yunlong
26	Beijing Asian Games Village Securities Branch	No. 104, 1/F, Building 27, Yard 8, Beichen East Road, Chaoyang District, Beijing	Xue Tingyu
27	Beijing Yuanda Road Securities Branch	Room 2B (Block A), Unit 1, 2/F, Building 2 (Building 2, Jinyuan Times Commercial Centre), Yard 2, Landianchang East Road, Haidian District, Beijing	Guo Mengmeng
28	Beijing Tongzhou Securities Branch	Room 2-6, 1/F, Block 2, Yard 12, Xinhua South Second Street, Tongzhou District, Beijing	Wu Jianhui
29	Beijing Liangmaqiao Road Securities Branch	Room 1113, 11/F, 101, 2-16/F, Block 124, Yard 42, Liangmaqiao Road, Chaoyang District, Beijing	Li Huiwen
30	Beijing Shangdi Securities Branch	Room 04B, Block D, 4/F, No. A28 Xinxi Road, Haidian District, Beijing	Liu Yifei
31	Beijing Zhichun Road Securities Branch	Room 1109, 11/F, No. 27, Zhongguancun Street, Haidian District, Beijing	Wu Qiaoling
32	Beijing Xinghua Street Securities Branch	Room 101, 1/F, Building 17, Yard 19, Xinghua Street (2nd Section), Daxing District, Beijing	Li Yu

No.	Name	Securities Branch Address	Person In Charge
33	Beijing Songjiazhuang Securities Branch	Room 101, 1/F, Building 18, No. 88 Liuxiang Road, Fengtai District, Beijing	Song Bowen
34	Beijing Suzhou Street Securities Branch	Room 2001, 17/F, No. 66 North Fourth Ring West Road, Haidian District, Beijing	Jiao Yukun
35	Beijing Cuilin Road Securities Branch	Units 1505 and 1506, 15/F, 101, 5/F-16/F, Building 1, Yard 1, Xitieying Middle Road, Fengtai District, Beijing	Wu Hui
36	Beijing Guanganmen Securities Branch	Room 301, 3/F, Building 3, No. 178, 180, A180, Guanganmenwai Street, Xicheng District, Beijing	Zhang Yang
37	Beijing Yonghegong Securities Branch	B1-A1 (Basement 1), Block A, Innovation Building, No. 11 East Hepingli Street, Dongcheng District, Beijing	Lu Zhenhua
38	Beijing Times Garden South Road Securities Branch	Room 102, 1/F, Building 1, Yard 19, Times Garden South Road, Shijingshan District, Beijing	Ma Qingshan
39	Beijing Jiugong Securities Branch	Room 107, 1/F, Building 10, Yard 10, Jiuzhong Road, Beijing Economic and Technological Development Area (Daxing), Beijing	Zhong Haiping
40	Beijing Qingnian Road Securities Branch	Room 31608, 16/F, Building 3, Yard 7, Qingnian Road, Chaoyang District, Beijing	Liu Hongxing
41	Beijing West Dawang Road Securities Branch	Room 102, 1/F, Building 1, Yard 16, Nanmofang Road, Chaoyang District, Beijing	Zhao Xiaolei
42	Beijing Jishuitan Securities Branch	Room 211, 2/F, No. 3, Xinjiekou North Avenue, Xicheng District, Beijing	Li Zezhong
43	Tianjin Nanmalu Securities Branch	No. 1324, Nanmalu, Nankai District, Tianjin	Chen Chao
44	Tianjin Shuishang Park North Road Securities Branch	Units 06 and 07, 17/F, Luneng International Centre, Intersection of Shuishang Park North Road and Water Park East Road, Nankai District, Tianjin	Liu Jing
45	Tianjin Shengli Road Securities Branch	1-2-101, Ruihai Building, Northwest of Intersection of Shengli Road and Jianguo Avenue, Hebei District, Tianjin	Yang Xiuli
46	Shijiazhuang Hongqi Street Securities Branch	No. 98, Hongqi Avenue, Qiaoxi District, Shijiazhuang	Li Fanghui
47	Langfang Yongxing Road Securities Branch	Room 101, 1/F, Rooms 601, 609, 610, 611 and 612, 6/F, Unit 1, Building 4, Xiangdi Community, Yongxing Road, Guangyang District, Langfang	Ji Bin
48	Shijiazhuang Shengli North Street Securities Branch	Futian Building, No. 156 Shengli North Street, Chang'an District, Shijiazhuang	Luo Feng

APPENDIX INFORMATION ON SECURITIES BRANCHES

No.	Name	Securities Branch Address	Person In Charge
49	Xingtai Qinghe Securities Branch	No. 17, Changjiang East Street, Qinghe County	Chen Hui
50	Xingtai Shoujing North Road Securities Branch	Shops No. 104 and 105, North Building, Shoujing E-world, No. 236 Shoujing North Road, Xindu District, Xingtai, Hebei Province	Yu Baohua
51	Cangzhou Yong'an South Avenue Securities Branch	Shop 1202, Section 5, Yihewenyuan, Jiefang West Road, Yunhe District, Cangzhou	Ma Lei
52	Qinhuangdao Securities Branch	No. 181, Jianshe Avenue, Haigang District, Qinhuangdao	Liu Wei
53	Baoding Middle Qiyi Road Securities Branch	Ground Floor Commercial Space, Building 1, No. 1955 Qiyi Middle Road, Jingxiu District, Baoding, Hebei Province	Meng Xianfeng
54	Zhangjiakou Changcheng West Street Securities Branch	1/F, Ground Floor Commercial Space, No. 6, Block 1-A, New Eastern Asia Fortune Centre, Changcheng West Avenue, High-tech Zone, Zhangjiakou, Hebei Province	Wang Jing
55	Taiyang West Yingze Bridge Securities Branch	Unit 101, 1/F, Unit 201, 2/F, Units 804A, 805 and 806, 8/F, Tower A, China Overseas International Centre, No. 8 Section 1, Jinci Road, Wanbailin District, Taiyuan, Shanxi Province	Chen Honghua
56	Taiyuan Nanzhonghuan Street Securities Branch	Room 903-906, 9/F, No. 7 Yari Road, Taiyuan Xuefu Park, Shanxi Transformation and Comprehensive Reform Demonstration Zone	Zhang Jianzhong
57	Taiyuan Taoyuan Securities Branch	Shop 1001, T6-1/F and No. 3505-3514, T7-35/F, China Resources Building, Wanbailin District, Taiyuan, Shanxi Province	Zhao Junhua
58	Linfen Jiefang East Road Securities Branch	No. 2 Jiefang East Road, Linfen	Wang Qiang
59	Houma Kuaibin Street Securities Branch	No. 7 Kuaibin Street, Houma (former Bank of China Building)	Wang Quanrui
60	Hongdong Hongtong Avenue Securities Branch	1/F and 2/F, Buildings 2 and 3, Block 4, Hongtong Avenue (Lu He Jia Yuan), Hongdong County, Linfen, Shanxi Province	Cui Jinhui
61	Jinzhong Yingbin Street Securities Branch	No. 135 Yingbin Street, Yuci District, Jinzhong, Shanxi Province	Ren Dongfeng
62	Jinzhong Dingyang Road Securities Branch	Shop 1-082, Huitong Style Commercial Plaza, No. 580 Dingyang Road, Yuci District, Jinzhong, Shanxi Province	Song Wei
63	Jiexiu Xinhua North Street Securities Branch	No. 191 Xinhua North Street, Jiexiu, Jinzhong, Shanxi Province	Shi Jianhua

No.	Name	Securities Branch Address	Person In Charge
64	Jincheng Huanghua Street Securities Branch	No. 2, 1-2/F, Main Building, Commercial Complex, Area C, Huanghua Street, Nanjie Sub-district, Jincheng District, Shanxi Province	Kong Linli
65	Xiaoyi Fuqian Street Securities Branch	1-2/F, Changchun Hotel (Storefronts 1 and 2), Fuqian Street, Xiaoyi, Luliang, Shanxi Province	Duan Jinggang
66	Yuncheng Hedong Street Securities Branch	Shop 14, 1-2/F, Building 21, Shui An Hua Ting, Hedong East Street, Yanhu District, Yuncheng, Shanxi Province	Zhang Shaowei
67	Datong Wanjin Street Securities Branch	Shop 8-10301, Wanjin Street, Nanhuan East Road, Pingcheng District, Datong, Shanxi Province	Ma Juntao
68	Yangquan Quanzhong Road Securities Branch	No. 1 and No. 2, Commercial Floor, Block 11, Haomen Furniture Commercial and Residential Building, Quanzhong Road, Hi-Tech Industrial Development Zone, Yangquan, Shanxi	Ding Lina
69	Changzhi Taihang East Street Securities Branch	1-2/F, No. 5 Taihang East Street, Downstairs of Building 2, Yongshengyuan, Taihang East Street, Changzhi	Cao Liwei
70	Hohhot Ulanqab East Street Securities Branch	Shop 101, Block B, Boerdun Plaza, Ulanqab East Road, Saihan District, Hohhot, Inner Mongolia Autonomous Region	He Jing
71	Hohhot Daxue West Street Securities Branch	Fengye Building, No. 110 Daxue West Street, Saihan District, Hohhot, Inner Mongolia Autonomous Region	Hou Jie
72	Baotou Wulan Road Securities Branch	No. 6, 19A Wulan Road, Kundulun District, Baotou, Inner Mongolia Autonomous Region	Guo Haidong
73	Ordos Dongsheng Jilaoqing South Road Securities Branch	Room-0-105, Block 15, No. 7 Daqiao Road, Dongsheng District, Ordos, Inner Mongolia Autonomous Region	Li Xuebin
74	Hulunbuir Qiaotou Street Securities Branch	3/F, Hulun Holiday Hotel, No. 6-8 Qiaotou Street, Hailar District, Hulunbuir	Wang Jian
75	Shenyang Beizhan Road Securities Branch	(Rooms 1702 1703-2 1704 1706 1709) No. 59 Beizhan Road, Shenhe District, Shenyang, Liaoning Province	Hu Yingxin
76	Shenyang Dabeiguan Street Securities Branch	1-2/F, Gate 2, No. 40 Dabeiguan Street, Dadong District, Shenyang	Luo Xiaodong
77	Shenyang Xianggang Road Securities Branch	Gates 16, 17 and 18, No. 143 Xianggang Road, Heping District, Shenyang, Liaoning Province	Liu Dayong
78	Shenyang Sanjing Street Securities Branch	1-3/F, No. 95 South Sanjing Street, Shenhe District, Shenyang	Wen Jiuyu
79	Shenyang Xinghua North Street Securities Branch	No. 49 (2001), (2002), (2009), (2010) Xinghua North Street, Tiexi District, Shenyang, Liaoning Province	Xu Shan

APPENDIX INFORMATION ON SECURITIES BRANCHES

No.	Name	Securities Branch Address	Person In Charge
80	Shenyang Langyue Street Securities Branch	Gate 6, No. 6A Langyue Street, Hunnan District, Shenyang, Liaoning Province	Tang Yuheng
81	Shenyang Hekang Street Securities Branch	Gates 13-16 (1/F and 3/F), No. 65-1 Hekang Street, Heping District, Shenyang, Liaoning Province	Li Bin
82	Yingkou Jinniushan Avenue Securities Branch	No. 20-A1, Panpan South Road, Zhanqian District, Yingkou, Liaoning Province	Zhao Feng
83	Fuxin Xishan Road Securities Branch	Gate 10-2-5, Xishan Road, Haizhou District, Fuxin	Zhao Xiang
84	Dalian Huanghe Road Securities Branch	Rooms B, C, D, Elevator Floor 5/F, No. 620 Huanghe Road, Shahekou District, Dalian, Liaoning Province	Jiang Xuetao
85	Dalian Yide Street Securities Branch	Rooms 01, 08 & 07, 5/F, No. 20 Yide Street, Zhongshan District, Dalian, Liaoning Province	Yan Tingting
86	Dalian Renmin Road Securities Branch	3/F, No. 71 Renmin Road, Zhongshan District, Dalian, Liaoning Province	Zheng Yue
87	Dalian Xinkai Road Securities Branch	No. 1, 3/F, No. 219 Huanghe Road, Xigang District, Dalian, Liaoning Province	Jia Kaizhou
88	Zhuanghe Shiji Street Securities Branch	Shop 101, 1/F, Zhengtai International Building, No. 6, Section 1, Shiji Avenue, Zhuanghe, Dalian, Liaoning Province	Jin Li
89	Dalian Jinma Road Securities Branch	Rooms 301, 302, 3/F, No. 2, Block 4, Zone F Commercial Building, Wu Cai Cheng, Dalian Economic and Technological Development Zone, Liaoning Province	Yu Pengxiao
90	Changchun Qianjin Street Securities Branch	9/F, Building A2, Jishang International Project, Qianjin Street, Chaoyang District, Changchun	Hao Guojing
91	Changchun Renmin Street Securities Branch	Right area of the Lobby on 1/F and A307, A309, A310, A311, A312, A314 on 3/F, Tower A, Pearl Plaza, No. 8688, Renmin Avenue, Nanguan District, Changchun, Jilin Province	Wang Huanyu
92	Jilin Jiangwan Road Securities Branch	Outlet No. 3, 4-2, Block 5, Sunshine Century City, No. 28 Jiangwan Road, Changyi District, Jilin City, Jilin Province	Li Yantao
93	Tonghua West Binjiang Road Securities Branch	No. 1-9, Building 1-7, Bishui Mansion, West Binjiang Road, Dongchang District, Tonghua	Cong Jiaxiang
94	Harbin Lijiang Road Securities Branch	No. 2, 1-2/F, No. 2622 Lijiang Road, Daoli District, Harbin	Liu Peijian
95	Harbin Zhongshan Road Securities Branch	1/F and 3/F, Commercial Service, Floor 1-4 Blue Waterfront, No. 209 Zhongshan Road, Nangang District, Harbin, Heilongjiang Province	Tang Jianwei

No.	Name	Securities Branch Address	Person In Charge
96	Daqing Jingsan Street Securities Branch	No. 5 Jingsan Street, Dongfeng Xincun, Sartu District, Daqing, Heilongjiang Province	Li Jingzhong
97	Jiamusi Xilin Road Securities Branch	No. 1178 Xilin Road, Jiao District	Shi Xiaodan
98	Qiqihar Longhua Road Securities Branch	2/F, No. 01, Level 01, Unit 00, No. 1 Junxiao Street, Tiefeng District, Qiqihar, Heilongjiang Province	Liu Fang
99	Jixi Hongqi Road Securities Branch	4/F, No. 19 Hongqi Road, Xiangyang Sub-district Office, Jiguan District, Jixi, Heilongjiang Province	Bai Yingchun
100	Harbin Jingjiang West Road Securities Branch	No. 2, 1/F, Building 6, No. 2372 Jingjiang West Road, Daoli District, Harbin	Ye Guangwen
101	Shanghai Changning District Zhenning Road Securities Branch	Room 202, 2/F, No. 525 Zhenning Road, Changning District, Shanghai	Zhang Ye
102	Shanghai Pudong New Area Yuanshen Road Securities Branch	Room 102, 1/F, and 20/F, No. 92 Yuanshen Road, China (Shanghai) Pilot Free Trade Zone	Gu Kangkang
103	Shanghai Shijie Road Securities Branch	Storefront -1, No. 95 Shijie Road, Yangpu District, Shanghai	Huang Xuqing
104	Shanghai Anye Road Securities Branch	No. 124 Anye Road, Shanghai	Yu Lili
105	Shanghai Pudong New Area Bohua Road Securities Branch	2/F of No. 388-392 (even numbers), 2/F of No. 412, 2/F of No. 416, 2/F of No. 420, 2/F of No. 424, 2/F of No. 428 and 2/F of No. 432, Bohua Road, Pudong New Area, Shanghai	Ge Wanli
106	Shanghai Yangpu Jingyu East Road Securities Branch	Rooms 101 and 201, No. 265 Jingyu East Road, Yangpu District, Shanghai	Zhang Jiwei
107	Shanghai Hongjing Road Securities Branch	Room 202, No. 185 Hongjing Road, Minhang District, Shanghai	Chen Kai
108	Shanghai Yichuan Road Securities Branch	Room 101-102, 1/F and 2/F, No. 855-859 Yichuan Road, Jing'an District, Shanghai	Kong Fei
109	Shanghai Shangnan Road Securities Branch	No. 1316 Shangnan Road, Pudong New Area, Shanghai	Zhuang Yiye
110	Shanghai Gongkang Road Securities Branch	1/F and 2/F, No. 358 Gongkang Road, Baoshan District, Shanghai	Zhu Yuewei
111	Shanghai Dongbaoxing Road Securities Branch	12/F, No. 118 Dongbaoxing Road, Hongkou District, Shanghai	Yuan Jiapeng

APPENDIX INFORMATION ON SECURITIES BRANCHES

No.	Name	Securities Branch Address	Person In Charge
112	Shanghai Wulian Road Securities Branch	No. 11 Wulian Road, Pudong New Area, Shanghai	Wang Yun
113	Shanghai Xinzha Road Securities Branch	Room 603-604 and Room 1203, No. 356 Xinzha Road, Huangpu District, Shanghai	Ning Jun
114	Shanghai Zhaojiabin Road Securities Branch	Rooms 907, 908, 909, 910, 911, 912, 915, 916, 917, 918 and 920, 9/F, No. 212 Zhaojiabin Road, Huangpu District, Shanghai	Sun Hong
115	Shanghai Jinian Road Securities Branch	1-2/F, Building -10, 2/F, Building -6, No. 486 Jinian Road, Hongkou District, Shanghai	Xu Fuqiang
116	Shanghai Hengfeng Road Securities Branch	Room 201-1, 2/F, No. 218 Hengfeng Road, Shanghai	Xia Wenqi
117	Shanghai Dongdaming Road Bund Securities Branch	Room A, 4/F, No. 912 Dongdaming Road, Hongkou District, Shanghai	Ren Wei
118	Shanghai Gubei Road Securities Branch	Rooms 02 and 01A, 7F (actually, Rooms 602 and 601A), No. 666 Gubei Road, Changning District, Shanghai	Wang Chenbo
119	Shanghai Huangpu District Mengzi Road Securities Branch	Units 01 and 02, 10/F, No. 763 Mengzi Road, Huangpu District, Shanghai	Shan Jie
120	Shanghai Pudong New Area Yincheng Road Securities Branch	Rooms 2307 and 2308, 23/F, No. 16 Yincheng Road, China (Shanghai) Pilot Free Trade Zone	Liu Yuanqing
121	Shanghai Zhongshan North Road Securities Branch	Rooms 401-406 and 408-412, No. 2917 Zhongshan North Road, Putuo District, Shanghai	Ni Ganli
122	Shanghai Caobao Road Securities Branch	9/F, No. 3459 Caobao Road, Minhang District, Shanghai	Li Xinliang
123	Shanghai Putuo District Changde Road Securities Branch	Room 102, 1/F, No. 1339 Changde Road, Putuo District, Shanghai	Meng Wei
124	Shanghai Qingpu District Mingzhu Road Securities Branch	Room 106, No. 838 Mingzhu Road, Qingpu District, Shanghai	Li Gequan
125	Shanghai Lingang New Area Xiangzhu Road Securities Branch	Room 101-107, Block 1, Xiangzhu Road, Lingang New Area, China (Shanghai) Free Trade Pilot Zone	Jin Xuexia
126	Shanghai Baoshan District Shangda Road Securities Branch	Room 301, Block 1, No. 1388 Shangda Road, Baoshan District, Shanghai	She Hongwan
127	Shanghai Putuo District Daduhe Road Securities Branch	Room 505, 5/F, No. 26 Alley 168, Daduhe Road, Putuo District, Shanghai	Shen Ni

No.	Name	Securities Branch Address	Person In Charge
128	Shanghai Pudong New Area Qirong Road Securities Branch	No. 50 Yangsi West Road and Unit 02, 16th Floor (this is the nominal floor; the actual floor is the 13th floor), No. 90 Qirong Road, China (Shanghai) Pilot Free Trade Zone	Wu Yujun
129	Shanghai Yangpu District Songhu Road Securities Branch	Room 201, No. 433 Songhu Road, Yangpu District, Shanghai	Li Yajun
130	Shanghai Sibao Road Securities Branch	1-2/F, No. 50 Sibao Road, Sijing Town, Songjiang District, Shanghai	Jing Biao
131	Shanghai Songjiang District Rongle East Road Securities Branch	1-2/F, No. 1919 Rongle East Road, Songjiang District, Shanghai	Chen Lin
132	Shanghai Pudong New Area Lingyan South Road Securities Branch	Room 1-2, 1/F, No. 1440 Lingyan South Road, Pudong New Area, Shanghai	Liu Ge
133	Shanghai Qingpu District Xinfu Middle Road Securities Branch	Room 101, No. 1786_1784 Xinfu Middle Road, Huaxin Town, Qingpu District, Shanghai	Li Jiasen
134	Shanghai Gaoke East Road Securities Branch	No. 112, Building 8, Block 1, Alley 777, Gaoke East Road, Pudong New Area, Shanghai	Li Jiayang
135	Shanghai Minhang District Humin Road Securities Branch	Room 109, 1/F, Block 98, No. 1441 Humin Road, Minhang District, Shanghai	Liu Yi
136	Shanghai Fengxian District Huancheng East Road Securities Branch	Room 101, No. 525 Huancheng East Road, Fengxian District, Shanghai	Sheng Lei
137	Nanjing Hongwu Road Securities Branch	Room 203-207, 2/F, Fuxin International Building, No. 359 Hongwu Road, Qinhuai District, Nanjing	Cao Anming
138	Nanjing Shanghai Road Securities Branch	2/F, No. 145 Shanghai Road, Gulou District, Nanjing	Hu Kaitao
139	Nanjing Zhujiang Road Securities Branch	Building 1, No. 714 Zhujiang Road, Xuanwu District, Nanjing	Huang Wei
140	Nanjing Jiangdong Middle Road Securities Branch	Room 201, No. 213 Jiangdong Middle Road, Jianye District, Nanjing	Ji Xiaolong
141	Nanjing Nanrui Road Securities Branch	Building 19, Wu Yue Yi Yuan, No. 79 Nanrui Road, Gulou District, Nanjing, Jiangsu Province	Ju Min
142	Yangzhou Wenchang Middle Road Securities Branch	Lobby 101, 201, Jiansong Building, No. 571 Wenchang Middle Road (Jianye Building), Yangzhou	Peng Xiaowu
143	Suzhou Sanxiang Road Securities Branch	No. 718 Sanxiang Road, Gusu District, Suzhou	Qian Chun

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No.	Name	Securities Branch Address	Person In Charge
144	Zhenjiang Zhengdong Road Securities Branch	4/F, Building 4, No. 39 Zhengdong Road, Zhenjiang	Yao Jingjiao
145	Nanjing Jiangning Jinbo Road Securities Branch	Room 201, Building 3, No. 770 Jinbo Road, Dongshan Sub-District, Jiangning District, Nanjing	Yang Weixue
146	Nanjing Yanshan Road Securities Branch	Room 1701-1, No. 179 Yanshan Road, Jianye District, Nanjing	Li Xun
147	Nantong Gongnong Road Securities Branch	Rooms 101 and 201, Jintang Building, No. 198 Gongnong Road, Chongchuan District, Nantong	Wang Wei
148	Changshu Zhujiang East Road Securities Branch	No. 93 Zhujiang East Road, Changshu	Zou Jiao
149	Yancheng Yingbin South Road Securities Branch	Room 102, Building 7, North Area of Qian Jiang Fang Zhou Community, No. 126 Yingbin South Road, Yancheng	Gao Lili
150	Wuxi Liangxi Road Securities Branch	Zone A, 1/F, No. 708 Liangxi Road, Wuxi	Liu Zhongxi
151	Jiangyin Hongqiao North Road Securities Branch	1/F of No. 185 and 2/F of No. 181-185 Hongqiao North Road, Jiangyin	Zhao Qian
152	Lianyungang Tongguan South Road Securities Branch	Room 109, Jian Yuan Guan Zhu Building, No. 102 Tongguan South Road, Haizhou District, Lianyungang	Luo Fei
153	Rugao Jiankang Road Securities Branch	Business Room No. 4, Building 809, Jiankang East Village, Rucheng Town, Rugao, Jiangsu Province	Shen Chen
154	Zhangjiagang Renmin Middle Road Securities Branch	West side of Room 102, Jincheng Zhongyin Building, No. 49 Renmin Middle Road, Yangshe Town, Zhangjiagang	Zhu Kechun
155	Changzhou Beidajie Securities Branch	No. 8-1, Yulong Garden, Zhonglou District, Changzhou	Zhang Yu
156	Yixing Guibin South Road Securities Branch	1-3/F, No. 78 Guibin South Road, Xinjie Sub-district, Yixing	Wang Yeke
157	Taizhou Qingnian South Road Securities Branch	Rooms 103 & 104, No. 300 Qingnian South Road, Hailing District, Taizhou	Zhang Zhan
158	Kunshan Xiaolin Road Securities Branch	Room 1302, Building B, Xinxinhui Science and Technology Innovation Centre, Room 6, No. 2024 Xiaolin Middle Road, Yushan Town, Kunshan	Zhang Baiqiang
159	Baoying Baitian Road Securities Branch	No. 100 Commercial Street, Baitian Road, Hongsheng New Town, Baoying County	Wang Wenxiang

No.	Name	Securities Branch Address	Person In Charge
160	Guanyun Renmin Middle Road Securities Branch	Rooms 102 & 202, Block 7, Jinling Imperial Garden, Renmin Middle Road, Yishan Town, Guanyun County, Lianyungang	Xu Zhangyi
161	Suzhou Yueliangwan Road Securities Branch	Room 3206, Zhongxin Building, No. 15 Yueliangwan Road, Suzhou Industrial Park, Suzhou Area, China (Jiangsu) Pilot Free Trade Zone	Luo Tianyi
162	Taicang Shanghai East Road Securities Branch	Rooms 106 & 107, Block 3, No. 168 Shanghai East Road, Loudong Sub-district, Taicang	Jiang Dingzhu
163	Nanjing Chuangzhi Road Securities Branch	Room 101, No. 2 Chuangzhi Road, Jianye District, Nanjing	Yang Qingyun
164	Nanjing Pubin Road Securities Branch	Room 101, Block 5, CASTD Innovation Plaza, No. 150 Pubin Road, Jiangbei New Area, Nanjing	Qu Yang
165	Nanjing Shuanglong Avenue Securities Branch	Rooms 08, 09 and 10, 13/F, Jingfeng Centre, No. 1698 Shuanglong Avenue (Jiangning Development Zone), Jiangning District, Nanjing, Jiangsu Province	Xu Xiaosan
166	Xuzhou Software Park Road Securities Branch	Room 1-101, Building 8 and 9, National University Science and Technology Park, China University of Mining and Technology (Xuzhou Software Park Base), Quanshan District, Xuzhou	Mao Limin
167	Rudong Tonghai Road Securities Branch	Shops 152 and 153, Building 8, Run Tong Shang Cheng, No. 9 Tonghai Road, Chengzhong Sub-district, Rudong County, Nantong, Jiangsu Province	Zhang Jiyi
168	Hangzhou Shimin Street Securities Branch	Room 103, Block 2, and Rooms 303-304, Block 1, No. 199 Shimin Street (Taiping Financial Tower), Shangcheng District, Hangzhou, Zhejiang Province	Ma Yining
169	Hangzhou Jianguo North Road Securities Branch	Rooms 102-1, 201-1, 202-1, Jialianhua Ming Zuo, No. 586 Jianguo North Road, Hangzhou, Zhejiang Province	Zhang Hui
170	Hangzhou Changle Road Securities Branch	Rooms 111, 804, 805, 806, Block 1, Winland Centre, Gongshu District, Hangzhou, Zhejiang Province	Wang Xiaofeng
171	Hangzhou Fengtan Road Securities Branch	Room 301-2, Blocks 1, 2 and 3, Fengyuan International Building, No. 430 Fengtan Road, Gongshu District, Hangzhou, Zhejiang Province	Sun Zhuo
172	Hangzhou Jingfang Securities Branch	No. 171, 173 and 175 Fengqi East Road, Shangcheng District, Hangzhou, Zhejiang Province	Ling Yong
173	Jiande Xin'an Road Securities Branch	1/F, No. 195 and 3/F, No. 193-195, Xin'an Road, Xin'anjiang Sub-district, Jiande, Hangzhou, Zhejiang Province	Wu Hao

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No.	Name	Securities Branch Address	Person In Charge
174	Hangzhou Dongning Road Securities Branch	Rooms 101 and 102 on 1/F, Rooms 1002 and 1003 on 10/F, Building 2, Mix Plaza, No. 586 Dongning Road, Shangcheng District, Hangzhou, Zhejiang Province	Hu Jun
175	Hangzhou Yuhang Qiushan Street Securities Branch	No. 611-202 Qiushan Avenue, Donghu Sub-district, Yuhang District, Hangzhou, Zhejiang Province	Gong Xiaojun
176	Tonglu Yingchun South Road Securities Branch	No. 80 and No. 82, Yingchun South Road, Tonglu County, Zhejiang Province	Zeng Huibiao
177	Shaoxing Securities Branch	No. 146 Luxun Middle Road, Shaoxing, Zhejiang Province	Shi Lei
178	Deqing Securities Branch	No. 251 Zhongxing South Road, Wukang Town, Deqing County, Zhejiang Province	Wu Tao
179	Huzhou Shiyuan Road Securities Branch	No. 883-885 Shiyuan Road, Nanxun Town, Huzhou, Zhejiang Province	Hu Yali
180	Shaoxing Shangyu Shimin Avenue Securities Branch	No. 583-589 Shimin Avenue, Baiguan Sub-district, Shangyu District, Shaoxing, Zhejiang Province	Li Can
181	Yiwu Chouzhou North Road Securities Branch	1-2/F, No. 661 and No. 663, Chouzhou North Road, Choucheng Sub-district, Yiwu, Zhejiang Province	Chen Chengjue
182	Lanxi Sanjiang Road Securities Branch	No. 73 Sanjiang Road, Lanjiang Sub-district, Lanxi, Jinhua, Zhejiang Province	Wang Yijie
183	Lishui Securities Branch	No. 375 Dayang Road, Lishui, Zhejiang Province	Xie Jianhong
184	Qingtian Longjin Road Securities Branch	2/F, No. 16, No. 18 and No. 24, Longjin Road, Hecheng Sub-district, Qingtian County, Lishui, Zhejiang Province	Shu Haomiao
185	Longquan Hualou Street Securities Branch	No. 268 Hualou Street, Longquan, Zhejiang Province	Yang Ye
186	Suichang Kaien Road Securities Branch	No. 106-113 B, Kaien Road, Miaogao Sub-district, Suichang County, Lishui, Zhejiang Province	Wu Yijia
187	Qingyuan Mengzhou Street Securities Branch	Shop 6, Block 7, Mengzhou Garden, No. 209 Mengzhou Street, Mengzhou Sub-district, Qingyuan County, Lishui, Zhejiang Province	Wang Ziyan
188	Wenzhou Sanyou Road Securities Branch	Rooms 110-112 on 1/F, Rooms 201-208 on 2/F, Block 14, Tianyue Yuan, No. 415 Sanyou Road, Nanhui Street, Lucheng District, Wenzhou, Zhejiang Province	Jin Fan
189	Pingyang Renmin Road Securities Branch	1/F and 6/F, No. 158 Renmin Road, Kunyang Town, Pingyang County, Wenzhou, Zhejiang Province	Cai Jiqin

No.	Name	Securities Branch Address	Person In Charge
190	Cangnan Chezhan Avenue Securities Branch	Rom 201, Block 6, Times City Square, Chezhan Avenue, Lingxi Town, Cangnan County, Wenzhou, Zhejiang Province	Yang Qingyou
191	Huzhou Securities Branch	No. 128 Hongqi Road, Huzhou, Zhejiang Province	Fang Kai
192	Quzhou Xujiang Road Securities Branch	No. 65, 67 and 69, Xujiang Road, Kecheng District, Quzhou, Zhejiang Province	Ren Huikang
193	Changxing Jinling North Road Securities Branch	1/F and 2/F, No. 310-312 Jinling North Road, Longshan Sub – district, Changxing County, Huzhou, Zhejiang Province	Zhu Zhengyi
194	Jiaxing Huancheng South Road Securities Branch	No. 281 Huancheng South Road, Nanhu District, Jiaxing, Zhejiang Province	Yang Jianmin
195	Pinghu Jiefang West Road Securities Branch	1/F and 2/F, No. 62 Jiefang West Road, Danghu Sub-district, Pinghu, Zhejiang Province	Zhou Chunlan
196	Jinhua Securities Branch	No. 393 Bayi South Road, Wucheng District, Jinhua, Zhejiang Province	Zhong Xiaojun
197	Taizhou Yinzuo North Street Securities Branch	No. 20-1 – 38-1 (even number) of Alley 965, No. 23-1 – 43.1 (odd number) of Alley 967, No. 41 of Alley 967, Yinzuo North Street, Lubei Sub-district, Luqiao District, Taizhou, Zhejiang Province	Yu Wei
198	Wenzhou Wenzhou Avenue Securities Branch	Room 101, 102, 201, Building 2, Huaruiyuan, Wenzhou Avenue, Nanjiao Street, Lucheng District, Wenzhou, Zhejiang Province	Tu Fenfang
199	Hangzhou Jiangbin West Avenue Securities Branch	No. 170-23 to 170-25 Jiangbin West Avenue, Lushan Sub – district, Fuyang District, Hangzhou, Zhejiang Province	Yu Heguo
200	Zhoushan Gangdao Road Securities Branch	2/F, No. 152-156, Gangdao Road, Qiandao Sub-district, Dinghai District, Zhoushan, Zhejiang Province	Wu Wenjie
201	Linhai Duqiao Huancheng South Road Securities Branch	No. 367 Huancheng South Road, Duqiao Town, Linhai, Zhejiang Province	Ren Liqing
202	Taizhou Huangyan Weiyu Street Securities Branch	No. 328, 330 and 332, Weiyu Street, Xicheng Sub-district, Huangyan District, Taizhou, Zhejiang Province	Mou Peng
203	Shaoxing Keqiao Jianhu Road Securities Branch	1-2/F, Block A, No 27 Jianhu Road, Keqiao Sub-district, Keqiao District, Shaoxing, Zhejiang Province	Xu Jianguo
204	Chun'an Xin'an East Road Securities Branch	No. 1-2, 1-3, 2-2, Xin'an East Road, Qiandaohu Town, Chun'an County, Hangzhou, Zhejiang Province	Chang Yu
205	Hangzhou Tiancheng East Road Securities Branch	No. 246-234 (Block 1, Shangsha Yongyu Building), Tiancheng East Road, Hangzhou Economic and Technological Development Zone, Zhejiang Province	Jin Xinjian

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No.	Name	Securities Branch Address	Person In Charge
206	Taizhou Donghai Avenue Securities Branch	No. 680 & 682, Donghai Avenue, Taizhou, Zhejiang Province	Huang Li
207	Zhuji Dongwang Road Securities Branch	No. 218 Dongwang Road, Huandong Sub-district, Zhuji, Shaoxing, Zhejiang Province	Chen Weifeng
208	Tongxiang Shiji Avenue Securities Branch	No. 1149, 1151 and 1153, Shiji Avenue, Wutong Sub-district, Tongxiang, Jiaxing, Zhejiang Province	Shen Danxia
209	Hangzhou Shixinzhong Road Securities Branch	No. 651 Shixinzhong Road, Bei'gan Sub-district, Xiaoshan District, Hangzhou, Zhejiang Province	Hong Chenjun
210	Yongkang Wuzhou Road Securities Branch	1/F, Jinzhou Building, Headquarters Centre, Yongkang, Jinhua, Zhejiang Province	Zhong Yizheng
211	Wenzhou Yongzhong West Road Securities Branch	Rooms 125-1 & 125-2, Block 1-6, Wan Xin Jin Yuan, Yongzhong West Road, Longwan District, Wenzhou, Zhejiang Province	Chen Xiao
212	Linhai Chonghe Road Securities Branch	No. 7-5, 7-6 & 7-7, Chonghe Road, Yongyi Plaza, Gucheng Sub-district, Linhai, Taizhou, Zhejiang Province	Zhang Lingjiao
213	Longgang Dragon Mansion Securities Branch	Rooms 207, 208 and 209, Building 1-2, Dragon Mansion, Longgang, Wenzhou, Zhejiang Province	Yu Qianqian
214	Wenling Zhonghua Road Securities Branch	No. 677, 679, and 681, Zhonghua Road, Chengxi Sub-district, Wenling, Taizhou, Zhejiang Province (Room 103, Building 6, Jing Du Yu Fu Complex)	Chen Chao
215	Anji Dipu Middle Road Securities Branch	No. 278 Dipu Middle Road, Changshuo Sub-district, Anji County, Huzhou, Zhejiang Province	Wang Zhiwei
216	Haining Wenzong South Road Securities Branch	Rooms 104 and 105, No. 88 Wenzong South Road, Haizhou Sub-district, Haining, Jiaxing, Zhejiang Province	You Faqiang
217	Hangzhou Shipping International Administration Mansion Securities Branch	Rooms 120, 216 and 218, Block 2, Shipping International Administration Mansion, Shangcheng District, Hangzhou, Zhejiang Province	Bao Sheng
218	Dongyang Shizi Street Securities Branch	No. 13 Shizi Street, Wuning Sub-district, Dongyang, Zhejiang Province	Jin Kuang
219	Hangzhou Shuanglong Street Securities Branch	Shops 106-107, 1/F, Building B, Sanshen Business Centre, No. 99 Shuanglong Street, Jiangcun Sub-district, Xihu District, Hangzhou, Zhejiang Province	Li Bo
220	Hangzhou Dengyun Road Securities Branch	No. 118-1 & 120 Dengyun Road, Gongshu District, Hangzhou, Zhejiang Province	Yu Weidi

No.	Name	Securities Branch Address	Person In Charge
221	Hangzhou Future Science and Technology City Shuxin Road Securities Branch	Rooms 103 and 104, Block C, Zhengyuan Zhihui Building, No. 359 Shuxin Road, Cangqian Sub-district, Yuhang District, Hangzhou, Zhejiang Province	Yang Xiaoqin
222	Xinchang Lijiang Road Securities Branch	1/F, 11/F, Jingxin Building, No. 111 Lijiang Road, Xinchang County, Shaoxing, Zhejiang Province	Yang Ting
223	Pujiang Renmin East Road Securities Branch	No. 42 and No. 42-1, Renmin East Road, Puyang Sub-district, Pujiang County, Zhejiang Province	Lou Jiani
224	Tiantai Chicheng Road Securities Branch	No. 267 and No. 269 Chicheng Road, Chicheng Sub-district, Tiantai County, Taizhou, Zhejiang Province	Chen Jinzhen
225	Ningbo Ningchuan Road Securities Branch	1-5-4 of No. 1713, 1719, 1721 and 1733 Ningchuan Road, No. 30 Anbo Road, 32-2 of No. 8 Jianning Street, Yinzhou District, Ningbo, Zhejiang Province	Zhou Hongliang
226	Ningbo Liuting Street Securities Branch	Rooms 1607-1610, 16/F, No. 225 Liuting Street, and Room 1-4- 2, Building 043, No. 54, 56, 58, 60, 62 and 64, Changchun Road, Haishu District, Ningbo, Zhejiang Province	Ying Yin
227	Ningbo Dazha South Road Securities Branch	1-2 of No. 507 Dazha South Road and 2-1 and 2-2 of No. 218 Xinyi Road, Jiangbei District, Ningbo, Zhejiang Province	Chen Cheng
228	Ningbo Qianlong Road Securities Branch	Rooms 10-1, 10-3A, 10-4, No. 99 Qianlong Road, Baizhang Street, Yinzhou District, Ningbo, Zhejiang Province	Wei Yingying
229	Ningbo Ningnan North Road Securities Branch	No. 1049 Ningnan North Road, Zhonggongmiao Sub-district, Yinzhou District, Ningbo	Zhou Yu
230	Ningbo Fenghua Changting Road Securities Branch	No. 10, 12 and 14, Changting Road, Jinpin Sub-district, Fenghua District, Ningbo, Zhejiang Province	Hu Jiahao
231	Yuyao Yangming East Road Securities Branch	No. 192, No. 194, No. 196 Yangming East Road, Yuyao, Zhejiang Province	Huang Wenshuan
232	Ningbo Beilun Zhonghe South Road Securities Branch	No. 299-53 and No. 299-54 Zhonghe South Road, Xinqi Sub-district, Beilun District, Ningbo, Zhejiang Province	Li Binbin
233	Ningbo Baizhang East Road Securities Branch	No. 899 Baizhang East Road, Jiangdong District, Ningbo, Zhejiang Province	Feng Yi
234	Cixi Ciyong Road Securities Branch	No. 314-318 Ciyong Road, Hushan Sub-district, Cixi, Zhejiang Province	Yu Xiaolan
235	Hefei Jincheng Securities Branch	1/F and 10/F, No. 436 Changjiang Middle Road, Luyang District, Hefei, Anhui Province	Wu Kan

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No.	Name	Securities Branch Address	Person In Charge
236	Hefei Linquan Road Securities Branch	1/F and 5/F, Block B, Xinguanghe Building, No. 7377 Linquan Road, Luyang District, Hefei, Anhui Province	Chen Jun
237	Ma'anshan Hudong Middle Road Securities Branch	Block 2, Ju Feng Yuan, No. 777 Hudong Middle Road, Huashan District, Ma'anshan	Wang Gongman
238	Huangshan Xianrendong South Road Securities Branch	No. 2-40 Xianrendong South Road, Tunxi District, Huangshan, Anhui Province	Lu Wenbin
239	Hefei Huizhou Avenue Securities Branch	1-2/F, East Podium, Xueyuan Building, No. 525 Huizhou Avenue, Baohe District, Hefei	Wang Wei
240	Hefei Qimen Road Securities Branch	Offices 1301 and 1310, Block A, Xindi Centre, No. 333 Qimen Road, Zhengwu District, Hefei, Anhui Province	Kong Jun
241	Wuhu Limin West Road Securities Branch	Taixin Business Centre (China Resources Su Guo Limin Shopping Mall), Yijiang District, Wuhu, Anhui Province	Gao Xuemin
242	Bengbu Donghai Avenue Securities Branch	No. 5183 (1/F, East of Business Building, South of Zhanggongshan Park), Donghai Avenue, Bengbu, Anhui Province	Zhou Yingyu
243	Anqing Jixian South Road Securities Branch	No. 2 Jixian South Road, Daguan District, Anqing, Anhui Province	Ji Xiong
244	Huainan Guangchang Road Securities Branch	Shops 116, 215 and 216, Lucheng Garden, Guangchang Road, Tianjia'an District, Huainan, Anhui Province	Wang Tao
245	Tongling Yi'an Avenue Securities Branch	Room C102, Fortune Plaza, No. 1287 North Section of Yi'an Avenue, Tongling, Anhui Province	Han Hong
246	Fuyang Huaihe Road Securities Branch	Room 7#111, Zone A-3, Wanda Plaza, No. 789 Huaihe Road, Qinghe Sub-district Office, Yingzhou District, Fuyang	Shi Feng
247	Fuzhou Securities Branch	Storefronts 12 and 13, 1/F, and Storefront 01, 2/F, Building 1#, Fuzhou Jiyou Square, No. 39 Fuma Road, Gulou District, Fuzhou, Fujian Province	Chen Qing
248	Fuzhou Dongshui Road Securities Branch	East of 1F, and 3/F, Design Building, No. 55 Dongshui Road, Gulou District, Fuzhou, Fujian Province	Zheng Qingyu
249	Zhangzhou Shuixian Street Securities Branch	Room D3, Building D-E, Rongchang Square, Rongchang Garden, Shuixian Avenue, Longwen District, Zhangzhou	Huang Zhiwei
250	Fuzhou Hudong Road Securities Branch	Portion of Unit 01, Units 03 and 04, 6/F, Hengli Financial Centre, Gulou District, Fuzhou, Fujian Province	Lei Jintao
251	Quanzhou Chongfu Road Securities Branch	Area A1, 1/F, and Area A1, 2/F, Building K, Window of East Asia Cultural and Creative Industrial Park, No. 247 Chongfu Road, Licheng District, Quanzhou, Fujian Province	Wu Xingjin

No.	Name	Securities Branch Address	Person In Charge
252	Sanming Xinshi North Road Securities Branch	Shop 16, 1/F, Block 1, No. 999 Xinshi North Road, Sanyuan District, Sanming	Peng Dezhao
253	Fuqing Wanda Plaza Securities Branch	Building B3-B6, Shops 01, 02 and 06 on 1/F and 01, 02, 03, 05 and 06 on 2/F of B9-B13, Fuqing Wanda Plaza, Yinxi Sub-district, Fuqing, Fuzhou, Fujian Province	Chen Feng
254	Putian Xingfu Road Securities Branch	No. 1090 Ba'eryi Middle Street, and Rooms 215-216, Elevator #2, Area A Huang Ting Shui An, No. 1098 Ba'eryi Middle Street, Gongchen Sub-district, Licheng District, Putian, Fujian Province	Ke Longcai
255	Ningde Securities Branch	Rooms 101 & 201, Block 1, Qing Hua Yuan, No. 39 Jiaocheng South Road, Jiaocheng District, Ningde, Fujian Province	Chen Gang
256	Zhangzhou Taiwanese Investment Zone Wanyi Square Securities Branch	Room D37, Building 7, Wanyi Square, No. 3 Binhu Road, Taiwanese Investment Zone, Zhangzhou, Fujian Province	Cai Huina
257	Fuzhou Baima Road Securities Branch	Shop 01, 1/F, Block 1#, Qunsheng – Baima Shire, No. 10 Pudong Road, Yizhou Sub-district, Taijiang District, Fuzhou, Fujian Province	Wei Min
258	Longyan Lian Hua Jia Yuan Securities Branch	Room 202, No. 331 Lianxin Xi'an South Road, Xicheng Sub – district, Xinluo District, Longyan, Fujian Province	You Zhifeng
259	Nanping Binjiang West Road Securities Branch	112#, Building 16, Wanda Core Mansion, Binjiang West Road, Tongyou Group, Wuyi New Area, Nanping	Huang Shengkai
260	Xiamen Hubin Middle Road Securities Branch	Units 1601, 1604, 1605 and 1606, Seashine Building, No. 123 Hubin Middle Road, Siming District, Xiamen	Chen Huashu
261	Xiamen Minzu Road Securities Branch	Units 1701 & 1703, Century Centre, No. 50 Minzu Road, Siming District, Xiamen	Ding Fuyun
262	Xiamen Jiahe Road Securities Branch	5/F, Block C, Xinjing Centre, No. 25 Jiahe Road, Siming District, Xiamen	Liao Xinyan
263	Xiamen Binhai West Avenue Securities Branch	Room 104, No. 6788-1, Binhai West Avenue, Tong'an District, Xiamen	Wei Xiangfei
264	Xiamen Free Trade Financial Centre Securities Branch	Units 05-06, 1/F, Building C, Free Trade Financial Centre, No. 3 4th Yu'nan Road, Xiamen Area (Bonded Area), China (Fujian) Pilot Free Trade Zone	Chen Sunkai
265	Xiamen Tapu East Road Securities Branch	Unit 101-1, No. 165 Tapu East Road, Siming District, Xiamen	Wang Junzhao
266	Xiamen Hubin East Road Securities Branch	Room 1905-1, No. 93 Hubin East Road, Siming District, Xiamen	Li Yi

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No.	Name	Securities Branch Address	Person In Charge
267	Nanchang High-tech Avenue Securities Branch	Room 202, 2/F, Comprehensive Laboratory Building, No. 555 High-tech Avenue, Nanchang High-tech Industrial Development Zone, Nanchang, Jiangxi Province	Jin Zicheng
268	Nanchang Honggutan New Area Securities Branch	Room F201, Office Complex Building, Block 1, 3#, 4#, 5# and 6#, Honggutiandi Mall, Honggutan New Area, Nanchang, Jiangxi Province	Chu Xuncheng
269	Ganzhou Shuinan Road Securities Branch	Shop 9#10#, Building 28, Yunfu II, No. 3 Shuinan Road, Ganzhou Economic and Technological Development Zone, Jiangxi Province	Li Zhixue
270	Shangrao Fenghuang Avenue Securities Branch	-2-14, -1-4, Block 1, No. 676, Fenghuang Middle Avenue , Xinzhou District, Shangrao, Jiangxi Province	Wang Jianhong
271	Nanchang Shangrao Street Securities Branch	Room 121, Office and commercial Building, Block 1, 2, 3#, JLH703-B02 area, Greenland International Expo City, Jiulong Avenue, Honggutan Area, Nanchang, Jiangxi Province	Zhang Guoqing
272	Yudu Gongjiang Avenue Securities Branch	13#01 Feng Ye Jiang Pan, Gongjiang Avenue, Gongjiang Town, Yudu County, Ganzhou, Jiangxi Province	Xie Jian
273	Nanchang Liantang Securities Branch	Shops 103 and 104, Chenghu Qianbaiwei Commercial and Residential Building, Chenghu Middle Road, Nanchang County, Nanchang, Jiangxi Province	Sun Jia
274	Pingxiang Shaoshan East Road Securities Branch	Room 109-112, Block 1, Triumph Shangri, No. 789 Shaoshan East Road, Anyuan District, Pingxiang, Jiangxi Province	Li Jin
275	Yantai Securities Branch	No. 175 Xi'nanhe Road, Zhifu District, Yantai, Shandong Province	Zhang Zhenping
276	Weifang Beihai Road Securities Branch	North side of 1/F, Fortune International Business Building, No. 4931 Beihai Road, Kuiwen District, Weifang, Shandong Province	Zhong Jian
277	Zibo Linzi Avenue Securities Branch	No. 698 Linzi Avenue, Linzi District, Zibo, Shandong Province	Wu Tao
278	Jinan Luoyuan Street Securities Branch	Rooms 05 and 06, 13/F, No. 102 Luoyuan Avenue, Lixia District, Jinan (Premise: Unit L112-2, No. 106 Luoyuan Avenue)	Wu Yunpeng
279	Weihai Tongyi Road Securities Branch	1-2/F North Wing, No. 57 Tongyi Road, Huancui District, Weihai, Shandong Province	Shao Renhang
280	Jining Gongxiao Road Securities Branch	Shops 105-109, Building 23, Dushi Haoting Phase 3, Gongxiao Road, Guanghe Sub-district, High-tech Zone, Jining, Shandong Province	Tu Fangan
281	Dongying Fuqian Avenue Securities Branch	No. 84 Fuqian Avenue, Dongying District, Dongying, Shandong Province	Liu Xiaofeng

No.	Name	Securities Branch Address	Person In Charge
282	Linyi Yimeng Road Securities Branch	Shops 110-210 and 111-211, Building 8, South of the Intersection of Yimeng Road and Yinqueshan Road (Da Yuan Bei Qu), Lanshan District, Linyi, Shandong Province	Xu Yingying
283	Rizhao Weihai Road Securities Branch	Room 102, Unit 01, Block 1AB, Zone B, Xin Ying Hua Fu, Weihai Road, Donggang District, Rizhao, Shandong Province	Sun Longxue
284	Liaocheng Dongchang West Road Securities Branch	No.111 Dongchang West Road, Dongchangfu District, Liaocheng, Shandong Province	Wang Lu
285	Tai'an Changcheng Road Securities Branch	No. 09, Block 1, Dazhan Xincheng Guoji, West side of Beishou, Changcheng Road, Tai'an	Lv Huawei
286	Binzhou Fifth Huanghe Road Securities Branch	1/F, 2/F, Shop 101, Block A, Dibao Plaza, No. 345 Fifth Huanghe Road, Binzhou Economic and Technological Development Zone, Shandong Province	Fu Huizhe
287	Qingdao Haikou Road Securities Branch	Unit B, 301, Building 33, No. 88, Haikou Road, Laoshan District, Qingdao City, Shandong Province	Cui Ning
288	Qingdao Xianggang West Road Securities Branch	Block 1-5, No. 22 Xianggang West Road, Shinan District, Qingdao	Li Yiwei
289	Qingdao Economic and Technological Development Zone Securities Branch	Room 101, Building 1, No. 441 Changjiang East Road, Huangdao District, Qingdao, Shandong Province	Liu Yaoliang
290	Qingdao Qinling Road Securities Branch	Room 103, No. 15 Qinling Road, Laoshan District, Qingdao, Shandong Province	Hou Yang
291	Qingdao Jimo Mocheng Road Securities Branch	No. 520 and No. 522, Mocheng Road, Jimo District, Qingdao, Shandong Province	Du Weichao
292	Zhengzhou Smart Island Securities Branch	Rooms 202-206, 2/F, Lifeng International Building, No. 6 Shangxian Street, Longzihu, Zhengdong New Area, Zhengzhou	Pei Yuanyuan
293	Zhengzhou Longhai Road Securities Branch	No. 03, 1/F, North Side, No. 19 Songshan South Road, Erqi District, Zhengzhou	Ren Jianfeng
294	Zhengzhou Dongfeng Road Securities Branch	No. 103, Block 3, No. 217 Dongfeng Road, Jinshui District, Zhengzhou	Zhu Ruoxu
295	Zhengzhou Nanyang Road Securities Branch	Heli Building, Wing Building No. 16, No. 76 Huanghe Road, Jinshui District, Zhengzhou	Zhang Qingjun
296	Zhengzhou Shanhe Securities Branch	No. 39 Weiwu Road, Jinshui District, Zhengzhou	Niu Chang

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No.	Name	Securities Branch Address	Person In Charge
297	Xuchang Wenfeng Road Securities Branch	No. 1728 and No. 1732 Wenfeng Middle Road, Weidu District, Xuchang	Wang Nan
298	Xinxiang Youyi Road Securities Branch	Rooms 106 and 107, 1/F, Building 28, 103 Factory Residential Community, No. 1 Youyi Road, Xinxiang	Wang Qingfeng
299	Luoyang Taikang Road Securities Branch	105, Building 3, Yuanhua International City Apartment, No. 30 Taikang Road, Luolong District, Luoyang, Henan Province	Li Minghe
300	Zhumadian Landmark Plaza Securities Branch	Shop 118, Building 2, Landmark Plaza, Northwest Corner of the Intersection of Huaihe Avenue and Tongshan Avenue, Municipal District of Zhumadian, Henan Province	Jiang Bo
301	Kaifeng Hanxing Road Securities Branch	Shop 3, Building 8, Sai Na Zuo An, Intersection of Hanxing Road and Huanghe Road, Kaifeng	Wang Dong
302	Wuhan Aomen Road Securities Branch	No. 123 Aomen Road, Jiang'an District, Wuhan, Hubei Province	Zhang Baohe
303	Wuhan Hanyang Securities Branch	No. 155 Yingwu Avenue, Hanyang District, Wuhan	Huang Minghai
304	Wuhan Zhongnan Road Securities Branch	1/F, 3/F, Business Conference Centre, No. 1 Hongshan Road, Wuchang District, Wuhan, Hubei Province	Cao Xin
305	Wuhan Xinhua Road Securities Branch	Room 2, 1/F and Room 2, 3/F, Building C, Hua'nan Building, No. 222 Fazhan Avenue, Jianghan District, Wuhan, Hubei Province	Yuan Feilin
306	Wuhan Jiyuqiao Securities Branch	Rooms 12, 13, 14 and 15, 1-2/F, Blocks 12 and 13, Wuhan Jiyuqiao Wanda Plaza (Phase II), No. 98 Linjiang Avenue, Wuchang District, Wuhan	Ye Jun
307	Wuhan Wuluo Road Securities Branch	No. 105, 1/F & No. 2-3, 4/F, Future Mansion, No. 668 Wuluo Road, Hongshan District, Wuhan	Wang Xuan
308	Wuhan Longyang Avenue Securities Branch	13/F, Building 9 (Times Centre), Blocks 9, 10 & 11, Lot B, Hanyang C-PARK, No. 56 Longyang Avenue, Hanyang District, Wuhan	Dong Lintao
309	Wuhan Zhuankou Ningkang Road Securities Branch	No. 262-267, Shenlong Commercial Street, No. 69 Ningkang Road, Wuhan Economic and Technological Development Zone	Dai Dongchen
310	Yichang New Century Securities Branch	6/F, Starlight Plaza Office Building, No. 121 Yiling Avenue, Yichang, Hubei Province	Gu Xiongfei
311	Jingmen Securities Branch	No. 118 Xiangshan Avenue, Dongbao District, Jingmen, Hubei Province	Wang Wei
312	Xiangyang Securities Branch	No. 301, 302, 3/F, Block 5, Minfa Century New Town, Changhong Road, Fancheng District, Xiangyang	Xiong Feng

No.	Name	Securities Branch Address	Person In Charge
313	Zaoyang Securities Branch	2/F, Yulongju Office Building, Middle Section of Renmin Road, Zaoyang	Li Xin
314	Wuhan Guanggu Securities Branch	No. 01, Floor 2, Unit 1, Building 10 (Original Building 3), Guanggu Chuangye Street, Dongxin Road, Donghu New Technology Development Zone, Wuhan	Zhang Renfei
315	Jingzhou Securities Branch	No. 101B, S5 Commercial Street, Hengxin Spring Autumn Mansion, No. 192 Jiangjin West Road, Shashi District, Jingzhou, Hubei Province	Tong Dehong
316	Changsha Furong Middle Road Securities Branch	2/F, No. 279, 2nd Section of Furong Middle Road, Yuhua District, Changsha, Hunan Province	Jiang Jianjun
317	Loudi Leping Avenue Securities Branch	8/F and 9/F, No. 266, East Leping Avenue, Louxing District, Loudi, Hunan Province	Xie Qiaoliang
318	Changsha Shaoshan North Road Securities Branch	Unit 302, Huifu Centre, No. 254 Shaoshan North Road, Yuhua District, Changsha, Hunan Province	He Boyuan
319	Xiangtan Furong Middle Road Securities Branch	No. 0101004, Zhongyi International, No. 52 Furong Middle Road, Baota Sub-district, Yuetang District, Xiangtan	Zhou Wang
320	Zhuzhou Lushan Road Securities Branch	No. 1424, Zhongxin Lushan No. 1, No. 188 Lushan Road, Tianyuan District, Zhuzhou, Hunan Province	Li Binglin
321	Shaoyang Hongqi Road Securities Branch	No. 460 Hongqi Road, Daxiang District, Shaoyang	Li Yalin
322	Huaihua Yingfeng Middle Road Securities Branch	Room 202, Blocks 1 and 2, Feng He Yuan, Yingfeng Middle Road, Hecheng District, Huaihua, Hunan Province	Tan Gongxian
323	Changde Jianshe Road Securities Branch	Block 6, Hongxin Mingdu Taolin, No. 800 Jianshe Road, Jianminxiang Community, Danyang Sub-district Office, Wuling District, Changde, Hunan Province	Li Zhengjun
324	Hengyang Jiefang Avenue Securities Branch	1/F, Zijin Garden, No. 4 Jiefang Avenue, High-tech Zone, Hengyang, Hunan Province	Feng Ling
325	Changsha Furong Road Securities Branch	Rooms 32002-32004, T6 Office Building, CFC China Finance Centre, No. 303, Section 1, Furong Middle Road, Dongfenglu Sub-district, Kaifu District, Changsha	Sheng Xi
326	Guangzhou Tianhe North Road Securities Branch	Rooms 2803, 2804 and 2805, No. 235 Tianhe North Road, Tianhe District, Guangzhou	Cheng Shixuan
327	Guangzhou Dongfeng Middle Road Securities Branch	Shops 401, 402 and 403-1 (self-numbered), 4/F, Zhujiang Yide Building, No. 362 Dongfeng Middle Road, Yuexiu District, Guangzhou	Zhang Ruifang

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No.	Name	Securities Branch Address	Person In Charge
328	Guangzhou 2nd Zhongshan Road Securities Branch	Unit 0, 1/F and Units 203-206/209-211, 2/F, Telecom Plaza, No. 18, 2nd Zhongshan Road, Yuexiu District, Guangzhou	Long Ming
329	Guangzhou Huanshi East Road Securities Branch	Units 701, 702 and 707-709, 7/F, No. 334 Huanshi East Road, Yuexiu District, Guangzhou	Wu Yueheng
330	Guangzhou Huaxia Road Securities Branch	Units 02-04A (self-numbered), 24/F, Agile Centre, No. 26 Huaxia Road, Tianhe District, Guangzhou	Huang Longjie
331	Zhongshan Guzhen Securities Branch	1/F and 2/F, No. 17 and 18, Zone C, Dengdu Xintiandi, Tiyu Road, Guzhen Town, Zhongshan, Guangdong Province	Kuang Luqian
332	Zhongshan Huangpu Xinfeng North Road Securities Branch	Shops 02, 03, 09, 10 and 11, Building 7, Lantian Jindi Garden, No. 63 Xinfeng North Road, Huangpu Town, Zhongshan	Li Wenshi
333	Zhongshan Xiaolan Shengping East Road Securities Branch	Shop 223-224, Seaport City Commercial Centre, No. 1 Shengping East Road, Xiaolan Town, Zhongshan, Guangdong Province	Ye Shaowen
334	Foshan Shunde Daliang Securities Branch	Shop 5, 1/F and No. 2, 4/F, Xindeye Business Centre, Jincheng Garden, No. 11 Dongle Road, Yunlu Community, Daliang Sub-district, Shunde District, Foshan, Guangdong Province	Qi Xixia
335	Foshan Shunde Ronggui Securities Branch	Shop 102C, 1/F, and Unit 1 of 4001, Block 1, Haijunda Plaza, No. 33 Middle Guizhou Avenue, Zhenhua Community, Ronggui Sub-district, Shunde District, Foshan, Guangdong Province	Shao Xinglu
336	Foshan Shunde Lecong Securities Branch	No. 1706, No. 1707 and No. 1708, Gangmao Building, No. A1, Xinhua Road, Lecong Community Committee, Lecong Town, Shunde District, Foshan	Pan Jiawen
337	Foshan 1st Lvjing Road Securities Branch	3/F (Residential Address Declaration), No. 8, 1st Lvjing Road, Chancheng District, Foshan	Li Kunxing
338	Foshan Nanhai Guilan North Road Securities Branch	Street Shop 106, Block 1, and Office Units 1 and 2, 12/F, Block 2, Yineng International Plaza, No. 2 Guilan North Road, Guicheng Sub – district, Nanhai District, Foshan, Guangdong	Cao Wuquan
339	Zhanjiang Lvhua Road Securities Branch	Office 1004-1008, 10/F, Complex Building 7, and Shop 1022A, 1/F, Commercial Podium 8, No. 48 Lvhua Road, Zhanjiang Economic & Technological Development Zone	Lin Wenqing
340	Huizhou 1st Wenming Road Securities Branch	Unit 908-912, 9/F, Fushen Building, No. 9, 1st Wenming Road, Jiangbei Sub-district, Huicheng District, Huizhou, Guangdong Province	Chen Zhenfang
341	Zhuhai Jida Road Securities Branch	Zone B, 1/F, No. 99 Jida Road, Xiangzhou District, Zhuhai, Guangdong Province	Rong Zhifeng

No.	Name	Securities Branch Address	Person In Charge
342	Dongguan Dongcheng Middle Road Securities Branch	No. 701 and 702, Junhao Business Centre, Dongcheng Middle Road, Gangbei Community, Dongcheng Sub-district, Dongguan, Guangdong Province	Sun Bao
343	Shantou Songshan Road Securities Branch	Rooms 501, 502, 503, 504, 505 and 506, Block 7, West Fengzezhuang, Songshan Road, Longhu District, Shantou	Chen Zhihua
344	Shantou Chenghai Securities Branch	1/F and 4/F, Jingtai Plaza, Block C21, Huijing Garden, Chenghai District, Shantou, Guangdong Province	Chen Ting
345	Shantou Chaoyang Securities Branch	No. 36 Middle Section of Dongshan Avenue, Chaoyang District, Shantou, Guangdong Province	Cai Baodong
346	Shantou Jinsha Road Securities Branch	10/F, No. 97 Jinsha Road, Shantou, Guangdong Province	Weng Wenqiang
347	Guangzhou Panyu 1st Wanbo Road Securities Branch	Shop 216, No. 25, 3rd Huizhi Road, Shop 101-01, No. 141, 1st Wanbo Road, and Shop 101, No. 143, 1st Wanbo Road, Nancun Town, Panyu District, Guangzhou	Liang Jian
348	Jiangmen Fazhan Avenue Securities Branch	Rooms 1201-1204, Block 1, Jiangmen Wanda Plaza, Pengjiang District, Jiangmen, Guangdong Province	Chen Gang
349	Jieyang Linjiang North Road Securities Branch	No. 102, Block N, No. 101, 113, 115, 115-1 and 116, Southern Zone, and Storage Rooms A and E, Block 12, Southern Zone, Huacheng Garden (Phase II), Linjiang North Road, Rongcheng District, Jieyang	Cai Zelin
350	Zhanjiang Lianjiang Xinfeng Road Securities Branch	Shops 409, 410 and 411, 4/F, Shuangde Yixinyuan, No. 1 Xinfeng Road, Luozhou Street, Lianjiang, Zhanjiang, Guangdong Province	Luo Yufeng
351	Zhaoqing Xinghu Avenue Securities Branch	Units 205H and 205I, 2/F, Hengyu City, North of Xinghu Avenue, Duanzhou District 103, Zhaoqing, Guangdong Province	Lu Dehua
352	Guangzhou Pazhou Avenue Securities Branch	(Part: Self-numbered 02) Room 1604, No. 78 Pazhou Avenue, Haizhu District, Guangzhou	Wang Yan
353	Zhongshan Sanxiang Jingguan Avenue Securities Branch	Shop 48, Jing Guan Hao Ting, No. 2 Jingguan Avenue, Sanxiang Town, Zhongshan, Guangdong Province	Zou Zhijun
354	Foshan Shunde Longjiang Donghua Road Securities Branch	Unit 104-2, Units 203 and 204, Wangding Business Building, No. 96 Longzhou West Road, Wenhua Community Residents Committee, Longjiang Town, Shunde District, Foshan	Chen Shaoyu
355	Zhongshan Torch Development Zone Dezhong Securities Branch	One of 2 Shops, 2/F, Block 1, Dezhong Plaza, No. 1 Huizhan East Road, Zhongshan Torch Development Zone	Li Daijiao

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No.	Name	Securities Branch Address	Person In Charge
356	Dongguan Humen Avenue Securities Branch	Room 217, No. 129 Humen Avenue, Dongguan, Guangdong Province	Li Na
357	Foshan Nanhai Dali Securities Branch	Room 605, 6/F, Rui Bao Commercial Building, No. 11 Xincheng Avenue, Dali Town, Nanhai District, Foshan, Guangdong Province	Liu Longgang
358	Zhanjiang Haibei Road Securities Branch	Shop 12, 1/F, Building 1, Country Garden House, No. 35 Haibei Road, Chikan District, Zhanjiang, Guangdong Province	Huang Yuning
359	Guangzhou Zengcheng Licheng Street Securities Branch	Room 1001, No. 20-1, Minle Road, Licheng Sub-district, Zengcheng District, Guangzhou	Yang Ruizhen
360	Guangzhou Yuejiang Middle Road Securities Branch	Rooms 301, 302 and 303, No. 686 Yuejiang Middle Road, Haizhu District, Guangzhou	Chen Guofeng
361	Guangzhou Changdi Securities Branch	Room 101, No. 109 Changdi Street, Room 1001, No. 2 Luju Road, Liwan District, Guangzhou	Li Lijun
362	Guangzhou Guanhong Road Securities Branch	Rooms 201-205, 207 and 208, 2/F, No. 12 Guanhong Road, Luogang District, Guangzhou	Wang Hongyang
363	Guangzhou Jichang Road Securities Branch	Rooms 106A and 603, 1/F, No. 585 Jichang Road, Baiyun District, Guangzhou	Dong Siyi
364	Meizhou Yanjiang West Road Securities Branch	No. 32 Yanjiang West Road, Meizhou, Guangzhou Province	Wen Ni
365	Qingyuan Yinquan South Road Securities Branch	105 and 106, Commercial Building 7, Wanke Mansion, No. 31 Yinquan South Road, Xincheng, Qingyuan, Guangdong Province	Zhu Jiankun
366	Guangzhou Huangpu Avenue Securities Branch	Rooms 3618, 3619, 3620 and 3621, No. 660-1, Huangpu Avenue Central, Tianhe District, Guangzhou	Huang Kengrui
367	Chaozhou Chaofeng Road Securities Branch	Shops 9-10 and Office 3 at Mezzanine and 2/F, Block A, Chaofa Garden, Chaofeng Road, Chaozhou, Guangdong Province	Liu Zehong
368	Guangzhou Haiming Road Securities Branch	Rooms 1A-4 and 1B, No. 13 Huafu Street, Haiming Road, Zhujiang New Town, Tianhe District, Guangzhou	Yang Haiyan
369	Guangzhou Huadu Fenghuang North Road Securities Branch	Shops 1-2 (self-numbered) and 2, Fengshang Commercial Building, No. 10 Fenghuang North Road, Xinhua Sub-district, Huadu District, Guangzhou	Bi Yanhui
370	Foshan Shunde Guotai South Road Securities Branch	Shops 13 and 14, Poly Zhonghui Garden, No. 2 Guotai South Road, Dehe Residents Committee, Daliang Sub-district, Shunde District, Foshan, Guangdong Province	Shen Chun

No.	Name	Securities Branch Address	Person In Charge
371	Heyuan Yuewang Avenue Securities Branch	Shops 45 & 46, Hua Yi Yuan, Guangcheng Zhongyuan Square, No. 102 Yuewang Avenue, Yuancheng District, Heyuan, Guangdong Province	Huang Weitian
372	Huizhou Danshui Securities Branch	No. 13, 14 and 15, 16/F, Block A, Chengjie International Commercial Centre, Intersection of Donghua Avenue and Baiyun Road, Danshui Sub-district, Huiyang District, Huizhou	Zhou Xijin
373	Zhongshan Sixth Bo'ai Road Securities Branch	Shops 104, and 201A, Area 6, Building 5, Ocean Plaza, No. 28 Sixth Bo'ai Road, East District, Zhongshan, Guangdong Province	Huang Kelong
374	Shaoguan Jiaoyu Road Securities Branch	Shops 14-18, Hongye You Shan Mei Di Garden, No. 279 Kangle Village, Jiaoyu Road, Wujiang District, Shaoguan, Guangdong Province	Li Zhirong
375	Foshan Fifth Jihua Road Securities Branch	Rooms 3301 and 3302, Block 2, No. 57, Fifth Jihua Road, Zumiao Street, Chancheng District, Foshan	Chen Yuan
376	Zhuhai Hengqin Securities Branch	Zone B, 1/F, Building 6, Hengqin Finance Industry Development Base, Hengqin New Area, Zhuhai	Zhou Fei
377	Shenzhen Shennan Avenue Securities Branch	Unit 4501-05, 4401-01C, Block A, KingKey 100 Tower, Caiwuwei, No. 5016 Shennan East Road, Laowei Community, Guiyuan Sub-district, Luohu District, Shenzhen	Lin Jianmin
378	Shenzhen Gaoxin South 1st Road CASTD Building Securities Branch	Room 301, Annex Building 3, CASTD Research and Development Park, No. 009 Gaoxin South 1st Road, Nanshan District, Shenzhen	Tang Zhigang
379	Shenzhen Luohu Securities Branch	Rooms 1501-1506 and 1001, Dongmen Financial Building, No. 2020 Dongmen Middle Road, Chengdong Community, Dongmen Sub-district, Luohu District, Shenzhen	Fang Peng
380	Shenzhen Upperhills Securities Branch	Units 5301 and 5302, Building T2, Upperhills (southern part), No. 5001 Huanggang Road, Lianhua No. 1 Village Community, Huafu Sub-district, Futian District, Shenzhen	Liu Yanqing
381	Shenzhen Jingtian Securities Branch	4/F, New Media Building, No. 2 Shangbao Road, Jinghua Community, Lianhua Street, Futian District, Shenzhen	Lin Yibin
382	Shenzhen Xianglin Road Securities Branch	Room 701-705 Fuchun Eastern Mansion, No. 7006 Shennan Avenue, Donghai Community, Xiangmihu Sub-district, Futian District, Shenzhen	Dong Xinxing
383	Shenzhen 1st Fuhua Road Securities Branch	Units 01B, 05 and 06, 27/F, China Life Building, No. 123 1st Fuhua Road, Fu'an Community, Futian Sub-district, Futian District, Shenzhen	Pu Shan

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No.	Name	Securities Branch Address	Person In Charge
384	Shenzhen Universiade Sports Centre Securities Branch	Rooms 133-15 and 301-8, No. 122 Huangge Road, Ailian Community, Longcheng Sub-district, Longgang District, Shenzhen	Zhou Lijun
385	Shenzhen Shenzhen Bay Securities Branch	Units 03B and 04B, 24/F, Block 10A, Shenzhen Bay Eco-Technology Park, No. 10 Gaoxin South 9th Road, Gaoxin Community, Yuehai Sub-district, Nanshan District, Shenzhen	Huang Po
386	Shenzhen Pingshan Securities Branch	810, 811 and 812, Chengtou Xin Times Building, No. 2009 Pingshan Avenue, Liulian Community, Pingshan Sub-district, Pingshan District, Shenzhen	Duan Li
387	Shenzhen OCT Securities Branch	Room 604, Hantang Building, Overseas Chinese Town, Nanshan District, Shenzhen	Tang Haiyan
388	Shenzhen Longhua Securities Branch	Units 2-15, 2-30 to 2-37, Block 2, Area 11, Yicheng Centre Garden, No. 3639 Longhua Avenue, Jinglong Community, Longhua Sub-district, Longhua District, Shenzhen	Yin Xinmin
389	Shenzhen Shuibei Securities Branch	Room 1101A-01B, Block A, Shuibei Jewelry Headquarters Building, No. 3008 Buxin Road, Dushu Community, Dongxiao Sub-district, Luohu District, Shenzhen	Xie Yanfeng
390	Shenzhen Jintian Road Securities Branch	Room 2004, Zhongzhou Building, No. 3088 Jintian Road, Gangxia Community, Futian Sub-district, Futian District, Shenzhen	Dong Yunting
391	Shenzhen Qianhai Securities Branch	Room 1207, Building 8, Qianhai Excellence Financial Centre (Phase I), No. 5033 Menghai Avenue, Nanshan Sub-district, Qianhai Shenzhen-Hong Kong Cooperation Zone, Shenzhen	Wu Pengju
392	Shenzhen Guangming Securities Branch	Rooms 01 and 02, 02/F, Building 8, Logan Acesite Park, Dongkeng Community, Fenghuang Sub-district, Guangming District, Shenzhen	Huang Huican
393	Shenzhen Bantian Securities Branch	No. 201, 2/F, Tower D, Galaxy WORLD, No. 1 Yabao Road, Bantian Sub-district, Longgang District, Shenzhen	Li Kaien
394	Shenzhen Nanshan Coastal City Securities Branch	Room 1308, West Block, Coastal Building, No. 2019 Haide 3rd Road, Haizhu Community, Yuehai Sub-district, Nanshan District, Shenzhen	Li Qun
395	Shenzhen Cloud Park Securities Branch	B1703, Block ABCD, Building 3, Phase 1, Cloud Park, Gangtou Community, Bantian Sub-district, Longgang District, Shenzhen	Zhang Haiyu
396	Nanning Yuanhu South Road Securities Branch	No. 12-2 Yuanhu South Road, Qingxiu District, Nanning	Xiong Wenfeng

No.	Name	Securities Branch Address	Person In Charge
397	Guilin Zhongshan Middle Road Securities Branch	Room 403-1, 4/F, Bagui Building, No. 29 Zhongshan Middle Road, Xiufeng District, Guilin, Guangxi Zhuang Autonomous Region	Li Jiaping
398	Liuzhou Youyi Road Securities Branch	Room 2-2, You Yi Guo Ji, Building 11, No. 4 Youyi Road, Liuzhou	An Ran
399	Hezhou Jianshe Middle Road Securities Branch	Shop on 1/F, Block A, No. 31 Jianshe Middle Road, Babu District, Hezhou, Guangxi	Chen Zibiao
400	Yulin Guangchang East Road Securities Branch	No. 139 Guangchang East Road, Yuzhou District, Yulin, Guangxi	Yang Zhenghao
401	Nanning Jinhu South Road Securities Branch	No. 1, Shop C1, Building C, Shengzhan Independent Commune, Jinhu South Road, Qingxiu District, Nanning	Yi Ting
402	Haikou Guoxing Avenue Securities Branch	Room 1901-2 (North), 19/F, Shengda Business Plaza, No. 61 Guoxing Avenue, Meilan District, Haikou, Hainan Province	Li Zhong
403	Sanya Yingbin Road Securities Branch	2/F, Shop 3, Zone 5, Shanshui Tianyu Community, Yingbin Road, Jiyang District, Sanya, Hainan Province	Shen Yongzhi
404	Danzhou Zhongxing Street Securities Branch	West side of 1/F, No. II2-1, Zhongxing Street, Nada Town, Danzhou, Hainan Province	Zhao Yun
405	Chongqing Yuzhong Securities Branch	Units 9-01, 02, 06A, 07, 08, and 09, 9/F, No. 2, Changjiang Binjiang Road, Chaotianmen Sub-district, Yuzhong District, Chongqing	Yan Huaqiao
406	Chongqing Jiangnan Avenue Securities Branch	Room 5-1, Chengshizhiguang Building, No. 19 Jiangnan Avenue, Nanping Sub-district, Nan'an District, Chongqing	Tang Hewen
407	Chongqing Mixc Securities Branch	No. 2-1, Block 26, No. 55 Xiejiawan Main Street, Jiulongpo District, Chongqing	Gong Dan
408	Chongqing Jianxin East Road Securities Branch	2/F, Baiyexing Building, No. 3 Jianxin East Road, Jiangbei District, Chongqing	Liu Yu
409	Chongqing Liangjiang Securities Branch	No. 97 and No. 99 Qingfeng South Road, Yubei District, Chongqing	Chen Yu
410	Chongqing Jiangjin Securities Branch	Unit 3-1, Block 1, Xiangrui Building, No. 518 Dingshan Avenue, Dingshan Sub-district, Jiangjin District, Chongqing	Liu Yi
411	Chongqing Shanan Street Securities Branch	No. 3-1, Nanyuan, Shapingba District, Chongqing (Self-commitment)	Xiong Feng
412	Chongqing Danzishi Securities Branch	No. 17-32, -33 and -34, Qunhui Road, Nan'an District, Chongqing	Li Guipeng

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No.	Name	Securities Branch Address	Person In Charge
413	Chongqing Ruitian Road Securities Branch	No. 56-7, Ruitian Road, Yuzhong District, Chongqing	Nie Yong
414	Chongqing Wanzhou Securities Branch	No. 83 Gaosuntang, Wanzhou District, Chongqing	Fu Xiangyang
415	Chongqing Fengtian Avenue Securities Branch	No. 122 and No. 123, No. 136 Fengtian Avenue, Shapingba District, Chongqing	Li Chengjun
416	Chongqing Jiangbeizui Securities Branch	(Self-numbered A1-1) 2-1, Annex No. 2, No. 16 Financial Street, Jiangbei District, Chongqing	She Kaiyong
417	Chengdu Yizhou Avenue Securities Branch	No. 201, 2/F, Unit 1, Block 1, No. 555 Yizhou Avenue Middle Section, High-tech Zone, Chengdu, China (Sichuan) Pilot Free Trade Zone	Li Shuxue
418	Chengdu North Yihuan Road Securities Branch	No. 2909, 2910, 2911, 2912 & 2913, 29/F, Building 1, No. 99, North 1st Section, Yihuan Road, Jinniu District, Chengdu, Sichuan Province	Fan Jungang
419	Chengdu Longteng Road Securities Branch	Rooms 07-10, 05/F, Block 1, No. 36 East Longteng Road, Wuhou District, Chengdu, Sichuan Province	Xu Cheng
420	Chengdu Jianshe Road Securities Branch	No. 9 Jianshe Road, Chenghua District, Chengdu	Li Yun
421	Chengdu Kehua North Road Securities Branch	No. 139 Kehua North Road, Chengdu, Sichuan Province	Wang Hong
422	Meishan Renshou Guangming Road Securities Branch	No. 389, Section 2 of Guangming Road, Wenlin Town, Renshou County	Zhong Zheng
423	Leshan Ruiyun Road Securities Branch	2/F, No. 261 Ruiyun Road, Shizhong District, Leshan	Chen Jun
424	Mianyang Anchang Road Securities Branch	1/F, No. 33 Anchang Road, Fucheng District, Mianyang, Sichuan Province	Liu Xiayun
425	Neijiang Han'an Avenue Securities Branch	Shops 242, 243 & 244, No. 890 Qixia Road, Dongxing District, Neijiang, Sichuan Province	Feng Rui
426	Chengdu Shuangliu Yingchun Road Securities Branch	No. 66, Section 4 of Yingchun Road, Dongsheng Sub-district, Shuangliu District, Chengdu, Sichuan Province	Chen Qiang
427	Deyang Kaijiang Road Securities Branch	No. 1-6, Block A, Kai Jiang Xin Cheng, No. 336, Section 1 of Kaijiang Road, Jingyang District, Deyang, Sichuan Province	Zhou Wanchun
428	Chengdu Riyue Avenue Securities Branch	No. 201, Building 3, No. 388, Guanghua North 6th Road, Qingyang District, Chengdu	Wang Wei
429	Chengdu Longquanyi Longdu South Road Securities Branch	No. 1, 2 & 3, 2/F, No. 4 Longdu South Road, Longquan Sub-district, Longquanyi District, Chengdu, Sichuan Province	Jiao Jingru

No.	Name	Securities Branch Address	Person In Charge
430	Chengdu Wuyang Avenue Securities Branch	1/F, No. 65 & 67 Section 3 of Wuyang Avenue, Wuhou District, Chengdu	Hu Ke
431	Guiyang Changling North Road Securities Branch	Units 12, 13, 14 and 15, 20/F, Building 5, Phase I Business Zone, Guiyang International Finance Centre, Northwestern Corner of Lincheng Road and Changling Road, Guanshanhu District, Guiyang, Guizhou Province	Shang Chao
432	Zunyi Xianggang Road Securities Branch	D2/F, Yinggang Tower, Xianggang Road, Huichuan District, Zunyi, Guizhou Province	Wang Jiayong
433	Kunming Dongfeng West Road Securities Branch	9/F, Shunchengdongta Building, No. 11 Dongfeng West Road, Kunming, Yunnan Province	Qi Wei
434	Kunming Baita Road Securities Branch	Xingyao Building, No. 393 Baita Road, Panlong District, Kunming, Yunnan Province	Wang Anyuan
435	Kunming Minhang Road Securities Branch	Unit 7-A-1, Tower A, Yunnan Chengtou Building, No. 400 Minhang Road, Guanshang Zhongxin Residents Committee, Guanshang Sub-district Office, Guandu District, Kunming Area of China (Yunnan) Pilot Free Trade Zone	Shen Yanbin
436	Yiliang Huayuan Street Securities Branch	2/F, Block 6, Vision City Plaza, Huayuan Street, Yiliang County, Kunming, Yunnan Province	Tian Feng
437	Chuxiong Lucheng South Road Securities Branch	No. 154 Lucheng South Road, Chuxiong, Chuxiong Prefecture, Yunnan Province	Tang Jianjin
438	Qujing Qilin South Road Securities Branch	Shop A2008, 1/F, Blocks A, B, C and D, "Zhongtianjiayuan Phase I" Community, intersection of Qilin South Road and East Section of Wenchang Street, Qilin District, Qujing, Yunnan Province	Yang Yukun
439	Xi'an Youyi East Road Securities Branch	No. 51 Youyi East Road, Beilin District, Xi'an, Shaanxi Province	Huang Yaguang
440	Xi'an Heping Road Securities Branch	Jiateng Building, No. 112 Heping Road, Beilin District, Xi'an, Shaanxi Province	Gu Kun
441	Baoji High-tech Development Zone Avenue Securities Branch	No. 59, High-tech Development Zone Avenue, Baoji, Shaanxi Province	Wang Teng
442	Xi'an Third Yannan Road Securities Branch	Room 20101, Unit 2, Block 11, Qu Chi Fang, No. 89 Furong West Road, Qujiang New Area, Xi'an	Li Xudong
443	Weinan Duhua Road Securities Branch	Shop 103, Building 10, Su Yuan Feng Jing, Southeastern Corner of the Intersection of Chelei Street and Duhua Road, Linwei District, Weinan, Shaanxi Province	Zhao Xiaonan
444	Xi'an Jinye Road Securities Branch	Room 1203, Building B, Greenland Centre, No. 11 Jinye Road, High-tech Zone, Xi'an, Shaanxi Province	Liu Shumeng

APPENDIX INFORMATION ON SECURITIES BRANCHES

No.	Name	Securities Branch Address	Person In Charge
445	Yulin Beixing Road Securities Branch	201, 2/F, Building 7, West Gate, Gaoxin Rongfu District, Beixing Road, Yulin High-tech Industrial Park, Shaanxi Province	Zhao Liang
446	Lanzhou Donggang West Road Securities Branch	3/F-2, Changye Gold Tower, No. 621 Donggang West Road, Chengguan District, Lanzhou, Gansu Province	Zhao Yan
447	Baiyin Hongxing Road Securities Branch	Unit 1-01, Block 7, No. 280 Hongxing Road, Baiyin District, Baiyin, Gansu Province	Zhou Fei
448	Pingliang Dongda Street Securities Branch	No. 24 Dongda Street, Kongdong District, Pingliang, Gansu Province	Sun Xiaoming
449	Jiuquan Xiuyuan Road Securities Branch	Block 4, North Zone, Xin Xin Hua Yuan, No. 1 Xiuyuan Road, Suzhou District, Jiuquan, Gansu Province	Peng Xin
450	Xining Wenyi Road Securities Branch	Northeast Corner, 1/F and East Side, 2/F, Building 1, Xikuang Haihu Business Centre, No. 4 Wenyi Road, Chengxi District, Xining, Qinghai Province	Zhang Longlong
451	Golmud Kunlun South Road Securities Branch	No. 20 Kunlun South Road, Golmud	Yang Miaomiao
452	Xining Changjiang Road Securities Branch	No. 106-26 Changjiang Road, Chengzhong District, Xining, Qinghai Province	Chen Wenyuan
453	Yinchuan Beijing Middle Road Securities Branch	No. 901-1, 9/F, Dening International Centre, No. 166 Beijing Middle Road, Jinfeng District, Yinchuan	Wu Wei
454	Shizuishan Chaoyang West Street Securities Branch	No. 1 Chaoyang West Street, Shizuishan, Ningxia	Chen Guang
455	Wuzhong Wuling West Road Securities Branch	No. 231 and 233 Wuling West Road, Litong District, Wuzhong, Ningxia	Sun Yuejiao
456	Urumqi Jiefang North Road Securities Branch	No. 90 and 112, Jiefang North Road, Tianshan District, Urumqi, Xinjiang	Kong Lingguo
457	Changji Securities Branch	2/F (Building 1, Hill 2, Zone 1), Annex, Office Building of China Post's Changji Branch, No. 2 Yan'an North Road, Changji, Xinjiang	Jiang Yuliang
458	Hami Securities Branch	No. 1, 1/F, Jinglong Building, No. 35 Tianshan North Road, Yizhou District, Hami, Xinjiang	Zhang Jun
459	Yining Shandong Road Securities Branch	Room 202, Block 3, Zone D, Yingjian Wu Tong Li Jing, No. 219 Shandong Road, Yining Border Economic Cooperative Zone, Ili Prefecture, Xinjiang	Bai Yunshan
460	Aksu Nanda Avenue Securities Branch	7/F, No. 2 Aksu Nanda Avenue, Aksu Prefecture, Xinjiang	Liu Pan
461	Lhasa Jinzhu Middle Road Securities Branch	No. 32, 4/F, Building 2, Taihe International Cultural Plaza, No. 7 Jinzhu Middle Road, Chengguan District, Lhasa	Lin Hong