中國銀行
BANK OF CHINA

Bank of China Limited

2025 Q3 Pillar 3 Disclosure Report

Content

1	**INTRODUCTION**	2
	1.1 Basis of Disclosure	2
	1.2 Disclosure Statement	2
2	**OVERVIEW OF RISK MANAGEMENT, KEY PRUDENTIAL METRICS AND RISK-WEIGHTED ASSETS (RWA)**	3
	2.1 KM1: Key metrics (at consolidated group level)	3
	2.2 KM2: Key metrics – Total loss-absorbing capacity (TLAC) requirements (at resolution group level)	5
	2.3 OV1: Overview of RWA	6
3	**MACRO-PRUDENTIAL SUPERVISION MEASURES**	8
4	**LEVERAGE RATIO**	9
	4.1 LR1: Summary comparison of accounting assets vs leverage ratio exposure measure	9
	4.2 LR2: Leverage ratio	10
5	**LIQUIDITY**	12
	5.1 LIQ1: Liquidity Coverage Ratio (LCR)	12

1 Introduction

1.1 Basis of Disclosure

The Report is prepared and disclosed in accordance with the *Capital Rules for Commercial Banks (J.J.Z.J.L [2023] No. 4)* issued by the National Financial Regulatory Administration ("NFRA").

The Group has been approved to implement the advanced capital measurement approaches in April 2014. For the Bank's Head Office, domestic branches and BOCHK, Foundation Internal Rating-Based (FIRB) approach is adopted for general corporates and small or medium-sized entities (SMEs) credit risk exposures, while Advanced Internal Rating-Based (AIRB) approach is adopted for retail residential mortgages, qualifying revolving retail exposures (QRRE) as well as other retail risk exposures. Standardised approach is adopted for other types of credit risk exposures and all credit risk exposures of other consolidated institutions. Standardised approach is adopted for market risk and operational risk.

1.2 Disclosure Statement

The Report is prepared in accordance with the *Capital Rules for Commercial Banks*, rather than financial accounting standards. Therefore, some information in the Report may not be directly comparable to the financial information in the financial reports from the same period.

The Group has established a robust governance structure for pillar 3 regulatory capital disclosure, which is approved by the Board of Directors and implemented by the Senior Management through effective internal control processes. This ensures a thorough review of information disclosure content and the authenticity and reliability of disclosed information.

2 Overview of risk management, key prudential metrics and Risk-Weighted Assets (RWA)

2.1 KM1: Key metrics (at consolidated group level)

Amounts in millions of Renminbi (except percentages)

		a	b	c	d	e
		As at 30 September 2025	As at 30 June 2025	As at 31 March 2025	As at 31 December 2024	As at 30 September 2024
Available capital (amounts)						
1	Net common equity Tier 1 capital	2,603,692	2,572,202	2,370,551	2,344,261	2,294,231
2	Net Tier 1 capital	3,034,150	2,930,923	2,768,867	2,763,286	2,692,507
3	Net capital	3,861,955	3,822,237	3,607,173	3,605,572	3,566,515
RWA (amounts)						
4	Total RWA	20,694,578	20,470,598	20,061,040	19,217,559	18,756,339
4a	Total RWA (pre-floor[1])	20,694,578	20,470,598	20,061,040	19,217,559	18,756,339
Capital adequacy ratio						
5	Common equity Tier 1 capital adequacy ratio (%)	12.58%	12.57%	11.82%	12.20%	12.23%
5a	Common equity Tier 1 capital adequacy ratio (%) (pre-floor)	12.58%	12.57%	11.82%	12.20%	12.23%
6	Tier 1 capital adequacy ratio (%)	14.66%	14.32%	13.80%	14.38%	14.36%
6a	Tier 1 capital adequacy ratio (%) (pre-floor)	14.66%	14.32%	13.80%	14.38%	14.36%
7	Capital adequacy ratio (%)	18.66%	18.67%	17.98%	18.76%	19.01%
7a	Capital adequacy ratio (%) (pre-floor)	18.66%	18.67%	17.98%	18.76%	19.01%
Additional capital requirements						
8	Capital conservation buffer requirement (%)	2.50%	2.50%	2.50%	2.50%	2.50%
9	Countercyclical buffer requirement (%)	0.00%	0.00%	0.00%	0.00%	0.00%
10	G-SIB and/or D-SIB additional requirements[2] (%)	1.50%	1.50%	1.50%	1.50%	1.50%
11	Total additional capital requirements (%)(8 + 9 + 10)	4.00%	4.00%	4.00%	4.00%	4.00%
12	Ratio of net common equity Tier 1 capital available after meeting the bank's minimum capital requirements[3] (%)	7.58%	7.57%	6.82%	7.20%	7.23%
Leverage ratio						
13	Adjusted on- and off-balance sheet exposures	39,304,166	38,550,087	37,794,252	36,681,725	35,648,719
14	Leverage ratio (%)	7.72%	7.60%	7.33%	7.53%	7.55%
14a	Leverage ratio a[4] (%)	7.72%	7.60%	7.33%	7.53%	7.55%
14b	Leverage ratio b[5] (%)	7.71%	7.62%	7.34%	7.54%	7.55%
14c	Leverage ratio c[6] (%)	7.71%	7.62%	7.34%	7.54%	7.55%

		a	b	c	d	e
		As at 30 September 2025	As at 30 June 2025	As at 31 March 2025	As at 31 December 2024	As at 30 September 2024
Liquidity Coverage Ratio (LCR)						
15	Total high-quality liquid assets (HQLA)	6,346,154	6,358,110	6,365,684	5,994,510	5,516,440
16	Total net cash outflow	4,591,592	4,753,397	4,456,888	4,196,355	4,088,510
17	LCR[7] (%)	138.29%	134.04%	143.00%	142.88%	134.96%
Net Stable Funding Ratio (NSFR)						
18	Total available stable funding	24,584,294	23,941,144	23,508,307	22,799,752	22,274,649
19	Total required stable funding	19,222,377	18,783,362	18,436,588	17,787,508	18,040,035
20	NSFR[8] (%)	127.89%	127.46%	127.51%	128.18%	123.47%

Supplementary description:

1. In Line 4a, "Total RWA (pre-floor)" means that a commercial bank's partial or all risk-weighted assets calculated by the advanced approach for capital measurement shall be no less than 72.5% of the total RWA calculated by other approaches. As at September 30, 2025, the Group's RWA did not touch the capital floor;

2. In Line 10, "G-SIB and/or D-SIB additional requirements" means that as at the end of the reporting period, the Group is classified as a D-SIB in bucket 4, subject to a 1% additional capital requirement; simultaneously, it is classified under bucket 2 among G-SIBs, subject to a 1.5% additional capital requirement. The additional capital requirement for the Group is determined to be 1.5% based on the higher of the two;

3. In Line 12, "Ratio of net common equity Tier 1 capital available after meeting the bank's minimum capital requirements (%)" refers to the difference between Line 5 and the minimum requirement of 5% for common equity Tier 1 capital adequacy ratio;

4. In Line 14a, "Leverage ratio a" refers to the leverage ratio without considering the temporary exemption from required reserves (if applicable);

5. In Line 14b, "Leverage ratio b" refers to the leverage ratio calculated by considering the temporary exemption from required reserves (if applicable) and using the simple arithmetic average of the daily balance of securities financing transactions in last quarter;

6. In Line 14c, "Leverage ratio c" refers to the leverage ratio calculated without considering the temporary exemption from required reserves (if applicable) but using the simple arithmetic average of the daily balance of securities financing transactions in last quarter;

7. In Line 17, "LCR" are the daily average ratio of current quarter;

8. In Line 20, "NSFR" are the ending values of each quarter.

2.2 KM2: Key metrics – Total loss-absorbing capacity (TLAC) requirements (at resolution group level)

Amounts in millions of Renminbi (except percentages)

		a As at 30 September 2025	b As at 30 June 2025	c As at 31 March 2025
1	TLAC available	4,529,301	4,383,996	4,158,693
2	Total RWA at resolution group level	20,694,578	20,470,598	20,061,040
3	TLAC risk-weighted ratio[1] (1/2)	21.89%	21.42%	20.73%
4	Adjusted on- and off-balance sheet exposures at resolution group level	39,304,166	38,550,087	37,794,252
5	TLAC leverage ratio (1/4)	11.52%	11.37%	11.00%

Supplementary description:

1. According to "the Administrative Measures for the Total Loss-absorbing Capacity of Global Systemically Important Banks", the bank shall meet both external TLAC ratio requirements (16%) and capital buffer requirements (4%), including conservation buffer (2.5%) and capital surcharge for global systemically important banks (1.5%), totaling 20%.

2.3 OV1: Overview of RWA

Amounts in millions of Renminbi

		a	b	c
		RWA		Minimum capital requirements
		As at 30 September 2025	As at 30 June 2025	As at 30 September 2025
1	Credit risk	19,111,854	18,909,503	1,528,949
2	Credit risk (excluding counterparty credit risk, credit valuation adjustment risk, equity investments in funds in banking book and securitisation exposures in banking book), of which:	18,790,208	18,602,095	1,503,217
3	Standardised approach (SA), of which:	7,466,271	7,297,934	597,302
4	Unsettled securities, commodities, and foreign exchange transactions	–	–	–
5	Amounts below the threshold deductions	260,036	232,160	20,803
6	Foundation internal ratings-based (FIRB) approach	9,506,073	9,422,617	760,486
7	Supervisory slotting approach	2,130	3,068	170
8	Advanced internal ratings-based (AIRB) approach	1,815,734	1,878,476	145,259
9	Counterparty credit risk, of which:	122,570	119,973	9,806
10	Standardised approach for counterparty credit risk	122,570	119,973	9,806
11	CEM	–	–	–
12	Other CCR	–	–	–
13	Credit valuation adjustment (CVA)	29,784	30,523	2,383
14	Equity investments in funds in banking book, of which:	157,319	144,229	12,585
15	Look-through approach	52,262	45,969	4,181
16	Mandate-based approach	101,719	94,978	8,137
17	1250% Risk weight	3,338	3,282	267
18	Securitisation exposures in banking book, of which:	11,973	12,683	958
19	Securitisation IRB approach (SEC-IRBA)	–	–	–
20	Securitisation external ratings-based approach (SEC-ERBA)[1]	11,973	12,683	958
21	Securitisation standardised approach (SEC-SA)	–	–	–

		a	b	c
		RWA		Minimum capital requirements
		As at 30 September 2025	As at 30 June 2025	As at 30 September 2025
22	Market risk, of which:	294,679	264,342	23,574
23	Standardised approach (SA)	294,679	264,342	23,574
24	Internal model approach (IMA)	–	–	–
25	Simplified standard approach	–	–	–
26	Capital charge for switch between trading book and banking book	8,940	17,648	715
27	Operational risk	1,279,105	1,279,105	102,328
28	Floor adjustment	–	–	
29	**Total**	**20,694,578**	**20,470,598**	**1,655,566**

Supplementary description:

1. In Line 20, securitisation exposures applied 1250% risk weight are included.

3 Macro-Prudential Supervision Measures

For information on our global systemically important banks (G-SIBs) indicators, please visit Bank of China's official website (www.boc.cn) and navigate to Investor Relations > Financial Reports.

4 Leverage ratio

4.1 LR1: Summary comparison of accounting assets vs leverage ratio exposure measure

Amounts in millions of Renminbi

		a As at 30 September 2025	b As at 30 June 2025
1	Total consolidated assets	37,550,163	36,790,613
2	Adjustments that are consolidated for accounting purposes but outside the scope of regulatory consolidation	(634,499)	(604,608)
3	Adjustment for fiduciary assets	–	–
4	Adjustment for derivative financial instruments	142,807	179,962
5	Adjustment for securities financing transactions	46,317	52,719
6	Adjustment for off-balance sheet exposures	2,224,285	2,155,689
7	Adjustment for securitised exposures	–	–
8	Adjustment for regular-way purchases and sales of financial assets	–	–
9	Adjustment for eligible cash pooling transactions	–	–
10	Adjustment for temporary exemption of central bank reserves (if applicable)	–	–
11	Adjustments for prudent valuation adjustments and provisions	–	–
12	Other adjustments	(24,907)	(24,288)
13	**Adjusted on- and off-balance sheet exposures**	**39,304,166**	**38,550,087**

4.2 LR2: Leverage ratio

Amounts in millions of Renminbi (except percentages)

		a As at 30 September 2025	b As at 30 June 2025
On-balance sheet exposures			
1	On-balance sheet assets (excluding derivatives and securities financing transactions (SFTs))	36,833,457	36,303,691
2	Less: Provisions associated with on-balance sheet exposures	(580,217)	(575,295)
3	Less: Tier 1 capital regulatory adjustments	(24,907)	(24,288)
4	**Adjusted on-balance sheet exposures (excluding derivatives and SFTs)**	**36,228,333**	**35,704,108**
Derivative exposures			
5	Replacement cost associated with all derivatives transactions (i.e. net of eligible cash variation margin and/or with bilateral netting)	63,001	86,952
6	Add-on amounts for potential future exposure associated with all derivatives transactions	197,768	237,834
7	Gross-up for derivatives collateral provided where deducted from the balance sheet assets	–	–
8	Less: Deductions of receivable assets for cash variation margin provided in derivatives transactions	(748)	(2,032)
9	Less: Exempted CCP leg of client-cleared trade exposures	–	–
10	Effective notional amount of written credit derivatives	–	–
11	Less: Deductible amounts for written credit derivatives	–	–
12	**Total derivative exposures**	**260,021**	**322,754**
SFT exposures			
13	Accounting balance for SFT exposures	545,210	314,817
14	Less: Deducted amounts for SFT assets	–	–
15	Counterparty credit risk exposure for SFT exposures	46,317	52,719
16	Agent transaction exposures	–	–
17	**Total securities financing transaction exposures**	**591,527**	**367,536**
Off-balance sheet exposures			
18	Off-balance sheet exposures	8,347,998	7,985,345
19	Less: Adjustments for conversion to credit equivalent amounts	(6,109,015)	(5,815,334)
20	Less: Provisions associated with off-balance sheet exposures	(14,698)	(14,322)
21	**Adjusted off-balance sheet exposures**	**2,224,285**	**2,155,689**

		a As at 30 September 2025	b As at 30 June 2025
Net Tier 1 capital and adjusted on- and off-balance sheet exposures			
22	Net Tier 1 capital	3,034,150	2,930,923
23	**Adjusted on- and off-balance sheet exposures**	**39,304,166**	**38,550,087**
Leverage ratio			
24	Leverage ratio	7.72%	7.60%
24a	Leverage ratio a	7.72%	7.60%
25	Minimum leverage ratio requirement	4.00%	4.00%
26	Applicable leverage ratio buffers	0.75%	0.75%
Disclosure of mean values			
27	Quarterly mean daily value of gross SFT assets	581,422	224,114
27a	Quarter-end value of gross SFT assets	545,210	314,817
28	Adjusted on- and off-balance sheet exposures a[1]	39,340,378	38,459,384
28a	Adjusted on- and off-balance sheet exposures b[2]	39,340,378	38,459,384
29	Leverage ratio b	7.71%	7.62%
29a	Leverage ratio c	7.71%	7.62%

Supplementary description:

1. In Line 28, "Adjusted on- and off-balance sheet exposures a" refers to the balance of adjusted on- and off-balance sheet assets calculated by considering the temporary exemption from required reserves and using the simple arithmetic average of the daily balance of SFTs;

2. In Line 28a, "Adjusted on- and off-balance sheet exposures b" refers to the balance of adjusted on- and off-balance sheet assets calculated without considering the temporary exemption from required reserves but using the simple arithmetic average of the daily balance of SFTs.

5 Liquidity

5.1 LIQ1: Liquidity Coverage Ratio (LCR)

According to the *Disclosure Rules on Liquidity Coverage Ratio of Commercial Banks*, the Group disclosed the information of liquidity coverage ratio ("LCR")[1] as follows.

Regulatory requirements of liquidity coverage ratio

As stipulated by the *Rules on Liquidity Risk Management of Commercial Banks* issued by the NFRA, the minimum regulatory requirement of LCR is 100%.

The Group's liquidity coverage ratio

Since 2017, the Group measured the LCR on a day-to-day consolidated basis. In the third quarter of 2025, the Group measured a total of 92-days of LCR on this basis, with average ratio[2] standing at 138.29%, representing an increase of 4.25 percentage points over the previous quarter, which was primarily due to the decrease in the net cash outflows.

	2025			2024
	Quarter ended 30 September	Quarter ended 30 June	Quarter ended 31 March	Quarter ended 31 December
Average value of LCR	138.29%	134.04%	143.00%	142.88%

The Group's average values of consolidated LCR individual line items in the third quarter of 2025 are as follows:

Amounts in millions of Renminbi (except percentages)

		a	b
		The third quarter of 2025	
		Total unweighted value	Total weighted value
High-quality liquid assets			
1	Total high-quality liquid assets (HQLA)		6,346,154
Cash outflows			
2	Retail deposits and deposits from small business customers, of which:	12,990,607	924,947
3	Stable deposits	7,282,008	354,087
4	Less stable deposits	5,708,599	570,860
5	Unsecured wholesale funding, of which:	12,943,743	4,900,582
6	Operational deposits (excluding those generated from correspondent banking activities)	6,062,469	1,495,706
7	Non-operational deposits (all counterparties)	6,871,363	3,394,965
8	Unsecured debts	9,911	9,911
9	Secured funding		826
10	Additional requirements, of which:	4,305,371	3,060,610
11	Outflows related to derivative exposures and other collateral requirements	2,948,869	2,948,869
12	Outflows related to loss of funding on debt products	–	–
13	Credit and liquidity facilities	1,356,502	111,741
14	Other contractual funding obligations	121,760	121,760
15	Other contingent funding obligations	3,971,580	124,871
16	**Total cash outflows**		**9,133,596**
Cash inflows			
17	Secured lending (Including reverse repos and securities borrowing)	420,954	307,683
18	Inflows from fully performing exposures	1,747,168	1,215,585
19	Other cash inflows	3,086,689	3,018,736
20	**Total cash inflows**	**5,254,811**	**4,542,004**
			Adjusted value
21	Total HQLA		6,346,154
22	Total net cash outflows		4,591,592
23	Liquidity Coverage Ratio (%)		138.29%

Supplementary description:

1. The LCR aims to ensure that commercial banks have sufficient HQLA that can be converted into cash to meet the liquidity requirements for at least thirty days under stress scenarios determined by the NFRA;

2. The average of LCR and the averages of all related individual items are the day-end simple arithmetic averages of figures over each quarter.