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交通銀行股份有限公司  
**Bank of Communications Co., Ltd.**

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

(Stock Code: 03328)

## RESULTS ANNOUNCEMENT FOR THE FIRST QUARTER 2026

The board of directors (the “**Board**”) of Bank of Communications Co., Ltd. (the “**Bank**”) is pleased to announce the unaudited results (the “**First Quarter Results**”) of the Bank and its subsidiaries (the “**Group**”) for the three months ended 31 March 2026 (the “**Reporting Period**”). The Board and the Audit Committee of the Board have reviewed and confirmed the First Quarter Results. This announcement is made pursuant to Part XIVA of the *Securities and Futures Ordinance* (Chapter 571 of the Laws of Hong Kong) and Rule 13.09 of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited.

### I. CORPORATE INFORMATION

	Stock name	Stock code	Stock exchange
A Share	Bank of Communications	601328	Shanghai Stock Exchange
H Share	BANKCOMM	03328	The Stock Exchange of Hong Kong Limited
Domestic Preference Share	BOCOM PREF1	360021	Shanghai Stock Exchange

#### Secretary of the Board and Company Secretary

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## II. FINANCIAL HIGHLIGHTS

As at 31 March 2026 (the “**end of the Reporting Period**”), key financial data and financial indicators prepared by the Group under International Financial Reporting Standards (“**IFRS**”) are as follows:

*(in millions of RMB unless otherwise stated)*

	<b>31 March 2026</b>	31 December 2025	Increase/ (decrease) (%)
Total assets	<b>16,272,960</b>	15,548,388	4.66
Loans and advances to customers <sup>1</sup>	<b>9,444,598</b>	9,123,571	3.52
Total liabilities	<b>14,971,189</b>	14,268,106	4.93
Deposits from customers <sup>1</sup>	<b>9,685,327</b>	9,307,815	4.06
Shareholders’ equity (attributable to shareholders of the parent company)	<b>1,290,674</b>	1,269,232	1.69
Net assets per share (attributable to the ordinary shareholders of the parent company, in RMB yuan) <sup>2</sup>	<b>13.18</b>	12.93	1.93
	<b>January to March 2026</b>	January to March 2025	Increase/ (decrease) (%)
Net operating income	<b>69,689</b>	66,440	4.89
Profit before tax	<b>29,916</b>	27,533	8.66
Net profit (attributable to shareholders of the parent company)	<b>26,162</b>	25,372	3.11
Basic earnings per share (attributable to the ordinary shareholders of the parent company, in RMB yuan) <sup>3</sup>	<b>0.30</b>	0.34	(11.76)
Diluted earnings per share (attributable to the ordinary shareholders of the parent company, in RMB yuan) <sup>3</sup>	<b>0.30</b>	0.34	(11.76)
Return on weighted average net assets (annualized, %) <sup>3</sup>	<b>9.07</b>	10.35	Decreased by 1.28 percentage points

*Notes:*

- Loans and advances to customers do not include interest receivable of related loans and advances. Deposits from customers include interest payable of related deposits.
- Refer to shareholder’s equity attributable to the ordinary shareholders of the parent company after the deduction of other equity instruments as at the end of the Reporting Period divided by the total number of ordinary shares issued as at the end of the Reporting Period.
- Calculated pursuant to the requirements of *Regulations on the Preparation of Information Disclosure for Companies Offering Securities to the Public No. 9 – Calculation and Disclosure of Return on Net Assets and Earnings per Share* (2010 Revision) issued by the China Securities Regulatory Commission (“**CSRC**”).

### III. SHAREHOLDERS' INFORMATION

#### (I) Total Number of Ordinary Shareholders and Shareholdings

As at the end of the Reporting Period, the Bank had a total of 327,439 ordinary shareholders, of which 299,695 were holders of A shares and 27,744 were holders of H shares.

##### 1. The shareholdings of top 10 ordinary shareholders<sup>1</sup>

Name of shareholders	Nature of shareholders	Number of shares held (share)	Percentage (%)	Class of shares	Shares pledged/ marked/frozen
Ministry of Finance of the People's Republic of China <sup>2</sup> ("Ministry of Finance")	Government	26,388,772,272	29.86	A Share	Nil
		4,553,999,999	5.15	H Share	Nil
The Hongkong and Shanghai Banking Corporation Limited <sup>3,5</sup> ("HSBC")	Overseas legal entity	14,135,636,613	16.00	H Share	Nil
The National Council for Social Security Fund <sup>4,5</sup> ("SSF")	Government	3,105,155,568	3.51	A Share	Nil
		8,433,333,332	9.54	H Share	Nil
Hong Kong Securities Clearing Company Nominees Limited <sup>5,6</sup>	Overseas legal entity	7,729,775,518	8.75	H Share	Unknown
China Securities Finance Corporation Limited	State-owned legal entity	1,891,651,202	2.14	A Share	Nil
Capital Airports Holdings Company Limited	State-owned legal entity	1,246,591,087	1.41	A Share	Nil
Hong Kong Securities Clearing Company Limited	Overseas legal entity	893,705,768	1.01	A Share	Nil
Shanghai Haiyan Investment Management Co., Ltd. <sup>6</sup>	State-owned legal entity	808,145,417	0.91	A Share	Nil
Yunnan Hehe (Group) Co., Ltd. <sup>6</sup>	State-owned legal entity	745,305,404	0.84	A Share	Nil
FAW Equity Investment (Tianjin) Co., Ltd.	State-owned legal entity	663,941,711	0.75	A Share	Nil

Notes:

1. The relevant data and information is based on the Bank's register of members at the Share Registrar and Transfer Office and the information provided by shareholders to the Bank.
2. The Bank completed the issuance of 14,101,057,578 ordinary A shares to three specific investors, including Ministry of Finance, in June 2025. The lock-up period for all the shares under this issuance is 5 years from the date of acquisition of equity. Ministry of Finance has committed that the lock-up period for the 13,178,424,446 A shares and 4,553,999,999 H shares it originally held in the Bank shall be 18 months from the date of equity acquisition upon this issuance.
3. According to the Bank's register of members, HSBC held 13,886,417,698 H shares of the Bank. HSBC beneficially held 249,218,915 more H shares than shown on the Bank's register of members. The discrepancy was due to a purchase of H shares by HSBC from the secondary market in 2007 and thereafter receiving bonus shares issued by the Bank and participating in the rights issue of the Bank. Those extra shares have been registered under Hong Kong Securities Clearing Company Nominees Limited ("HKSCC Nominees Limited").

4. Including the 1,970,269,383 A shares of the Bank held by the Sixth Transfer Account for State-owned Capital of SSF. Other than the above shareholdings, the SSF held additional 610,885,000 H shares, which were indirectly held by the asset managers (including Hong Kong Stock Connect). As at the end of the Reporting Period, the SSF held a total of 12,149,373,900 A shares and H shares of the Bank, representing 13.75% of the Bank's total ordinary shares issued.
5. HKSCC Nominees Limited held the H shares of the Bank as a nominee. The aggregate number of shares held by HKSCC Nominees Limited represents the total number of H shares of the Bank held by all institutional and individual investors who maintained accounts with it as at the end of the Reporting Period. The data did not include 249,218,915 and 7,027,777,777 H shares indirectly held by HSBC and SSF respectively, which were registered under HKSCC Nominees Limited. The data did not include 13,886,417,698 and 1,405,555,555 H shares of the Bank directly held by the aforementioned two shareholders, respectively as well, which were registered in the Bank's register of members.
6. Shanghai Haiyan Investment Management Co., Ltd. and Yunnan Hehe (Group) Co., Ltd. are parties acting in concert as defined under the *Provisional Measures on Shareholdings Administration of Commercial Banks* (China Banking Regulatory Commission Order No. 1 of 2018). 7 subordinate enterprises of China National Tobacco Corporation including Shanghai Haiyan Investment Management Co., Ltd. and Yunnan Hehe (Group) Co., Ltd. authorized and entrusted China National Tobacco Corporation to present at the Shareholders' Meeting of the Bank and to exercise the voting rights on their behalf. HKSCC Nominees Limited is a wholly-owned subsidiary of Hong Kong Securities Clearing Company Limited. Furthermore, the Bank is not aware of the existence of any related relationship among the other top 10 shareholders, or whether they are parties acting in concert as defined in the *Provisional Measures on Shareholdings Administration of Commercial Banks*.
7. Except that the situation of HKSCC Nominees Limited is unknown, the top 10 shareholders of the Bank and top 10 shareholders not subject to sales restrictions did not participate in margin trading and refinancing business.

## **2. The shareholdings of top 10 shareholders not subject to sales restrictions**

Name of shareholders	Number of shares held (share)	Class of shares
The Hongkong and Shanghai Banking Corporation Limited	14,135,636,613	H Share
The National Council for Social Security Fund	3,105,155,568	A Share
	8,433,333,332	H Share
Hong Kong Securities Clearing Company Nominees Limited	7,729,775,518	H Share
China Securities Finance Corporation Limited	1,891,651,202	A Share
Capital Airports Holdings Company Limited	1,246,591,087	A Share
Hong Kong Securities Clearing Company Limited	893,705,768	A Share
Shanghai Haiyan Investment Management Co., Ltd.	808,145,417	A Share
Yunnan Hehe (Group) Co., Ltd.	745,305,404	A Share
FAW Equity Investment (Tianjin) Co., Ltd.	663,941,711	A Share
China Life Insurance Company Limited – Traditional – Ordinary insurance products – 005L – CT001 Hu	641,802,391	A Share

## (II) Total Number of Preference Shareholders and Shareholdings

From January to March 2026, the Bank did not restore any voting rights of preference shares. As at the end of the Reporting Period, the total number of preference shareholders of the Bank was 68. Shareholdings of top 10 preference shareholders are listed as follows:

Name of shareholders	Nature of shareholders	Number of shares held (share)	Percentage (%)	Class of shares	Shares pledged/ marked/frozen
China Mobile Communications Group Co., Ltd.	State-owned legal entity	100,000,000	22.22	Domestic preference share	Nil
CITIC Trust Co., Ltd. – CITIC Trust Youyue No. 3 Collective Capital Trust Plan	Others	20,000,000	4.44	Domestic preference share	Nil
CSCF – China Merchants Bank – CSCF Baofu No. 3 Collective Asset Management Plan	Others	19,350,000	4.30	Domestic preference share	Nil
Ping An Life Insurance Company of China, Ltd. – Proprietary fund	Others	18,000,000	4.00	Domestic preference share	Nil
China National Tobacco Corporation – Henan Branch	State-owned legal entity	15,000,000	3.33	Domestic preference share	Nil
China Life Property & Casualty Insurance Company Limited – Traditional – Common insurance product	Others	15,000,000	3.33	Domestic preference share	Nil
Ping An Property & Casualty Insurance Company of China, Ltd. – Traditional – Common insurance product	Others	13,800,000	3.07	Domestic preference share	Nil
HwaBao Trust Co., Ltd. – HwaBao Trust – Baofu Investment No. 1 Collective Capital Trust Plan	Others	12,710,500	2.82	Domestic preference share	Nil
CSCF – Bank of China – CSCF – Youxiang No. 33 Collective Asset Management Plan of Bank of China	Others	11,200,000	2.49	Domestic preference share	Nil
CCB Principal Capital Management – CCB – Zhuoyue No. 6 Collective Asset Management Plan of CCB Principal Capital Management	Others	10,735,000	2.39	Domestic preference share	Nil

*Notes:*

1. All preference shares issued by the Bank are not subject to any sales restrictions.
2. Shareholdings of preference shareholders are summarized according to the Bank's register of members of preference shareholders.
3. "Percentage" refers to the percentage of number of preference shares held by preference shareholders in the total number of preference shares.
4. According to the *Administrative Measures on the Connected Transactions of Banking and Insurance Institutions* issued by the former China Banking and Insurance Regulatory Commission (the former "CBIRC"), to the knowledge of the Bank, China National Tobacco Corporation Henan Branch is related with Shanghai Haiyan Investment Management Co., Ltd. and Yunnan Hehe (Group) Co., Ltd., which are among top 10 ordinary shareholders of the Bank.
5. The Bank is not aware of any related relationship among the top 10 preference shareholders or any related relationship between the other above shareholders and top 10 ordinary shareholders, or whether they are parties acting in concert.

#### **IV. MANAGEMENT DISCUSSION AND ANALYSIS**

During the first quarter of 2026, the Group fully implemented the various decisions and deployments of the CPC Central Committee and the State Council, adhered to the general principle of seeking progress while maintaining stability, effectively played its role as a main force in serving the real economy and a ballast stone for maintaining financial stability, diligently advanced business operations and management, and achieved a good start to the "15th Five-Year Plan" period.

By the end of the first quarter of 2026, the total assets of the Group increased by 4.66% from the end of the previous year to 16,272.960 billion; the total liabilities increased by 4.93% from the end of the previous year to 14,971.189 billion; the shareholders' equity (attributable to shareholders of the parent company) increased by 1.69% from the end of the previous year to 1,290.674 billion. From January to March 2026, the net operating income increased by 4.89% on a year-on-year basis to 69.689 billion; the net profit (attributable to shareholders of the parent company) increased by 3.11% on a year-on-year basis to 26.162 billion; the annualized return on average assets (ROAA) and the annualized return on weighted average net assets were 0.66% and 9.07%, respectively.

## **(I) Analysis on Key Income Statement Items**

### **1. Net interest income**

From January to March 2026, the net interest income of the Group increased by 3.071 billion or 7.21% on a year-on-year basis to 45.675 billion, which accounted for 65.54% of the net operating income, representing a year-on-year increase of 1.42 percentage points.

From January to March 2026, the net interest margin of the Group was 1.23%, remaining flat on a year-on-year basis.

### **2. Net fee and commission income**

From January to March 2026, the net fee and commission income of the Group decreased by 0.353 billion or 3.04% on a year-on-year basis to 11.241 billion, which accounted for 16.13% of the net operating income, representing a year-on-year decrease of 1.32 percentage points.

### **3. Business cost**

From January to March 2026, the Group's business cost decreased by 0.980 billion or 4.86% on a year-on-year basis to 19.198 billion. The Group's cost-to-income ratio was 27.58%, representing a year-on-year decrease of 2.82 percentage points.

### **4. Asset impairment losses**

From January to March 2026, the Group's asset impairment losses increased by 1.578 billion or 12.49% on a year-on-year basis to 14.210 billion, of which the credit impairment losses on loans increased by 1.151 billion or 9.30% on a year-on-year basis to 13.532 billion.

## **(II) Analysis on Key Balance Sheet Items**

### **1. Loans and advances to customers**

As at the end of the Reporting Period, the balance of loans and advances to customers was 9,444.598 billion, representing an increase of 321.027 billion or 3.52% from the end of the previous year, of which the balance of corporate loans increased by 360.812 billion or 5.97% from the end of the previous year to 6,404.622 billion; the balance of personal loans decreased by 39.086 billion or 1.38% from the end of the previous year to 2,795.952 billion; the balance of discounted bills decreased by 0.699 billion or 0.29% from the end of the previous year to 244.024 billion.

## **2. Deposits from customers**

As at the end of the Reporting Period, the balance of deposits from customers increased by 377.512 billion or 4.06% from the end of the previous year to 9,685.327 billion, of which the corporate deposits accounted for 54.57%, representing a decrease of 0.02 percentage point from the end of the previous year; the personal deposits accounted for 43.86%, representing an increase of 0.24 percentage point from the end of the previous year. The demand deposits accounted for 30.29%, representing a decrease of 0.54 percentage point from the end of the previous year; the time deposits accounted for 68.14%, representing an increase of 0.76 percentage point from the end of the previous year.

## **3. Financial investments**

As at the end of the Reporting Period, the Group's net balance of financial investments increased by 112.727 billion or 2.49% from the end of the previous year to 4,640.641 billion.

## **4. Asset quality**

As at the end of the Reporting Period, the Group's balance of non-performing loan increased by 5.483 billion or 4.69% from the end of the previous year to 122.466 billion; the non-performing loan ratio increased by 0.02 percentage point from the end of the previous year to 1.30%; the provision coverage ratio decreased by 5.58 percentage points from the end of the previous year to 202.80%; the provision rate decreased by 0.04 percentage point from the end of the previous year to 2.63%.

## **V. CAPITAL ADEQUACY RATIO**

The Group calculated the capital adequacy ratio pursuant to the *Administrative Measures for the Capital of Commercial Banks* and the relevant requirements. As at the end of the Reporting Period, the Group's capital adequacy ratio, tier-1 capital adequacy ratio and core tier-1 capital adequacy ratio were 15.61%, 12.48% and 11.25%, respectively, which all met the regulatory requirements.

For further information on the Group's capital measurement, leverage ratio and liquidity coverage ratio, please refer to the *Bank of Communications Co., Ltd. Pillar 3 Report at 31 March 2026* to be disclosed on the official website of the Bank.

## VI. PUBLICATION OF THE FIRST QUARTER REPORT

The results announcement will be simultaneously published on the “HKEXnews” website of The Stock Exchange of Hong Kong Limited at [www.hkexnews.hk](http://www.hkexnews.hk) and the website of the Bank at [www.bankcomm.com](http://www.bankcomm.com) for the reference of shareholders. The first quarter report 2026 prepared in accordance with China Accounting Standards will be available on the website of the Shanghai Stock Exchange at [www.sse.com.cn](http://www.sse.com.cn) and the website of the Bank at [www.bankcomm.com](http://www.bankcomm.com).

This results announcement is prepared in both Chinese and English. Should there be any inconsistency between the Chinese and English versions, the Chinese version shall prevail.

By order of the Board  
**Bank of Communications Co., Ltd.**  
**Ren Deqi**  
*Chairman of the Board*

Shanghai, the PRC  
29 April 2026

*As at the date of this announcement, the directors of the Bank are Mr. Ren Deqi, Mr. Zhang Baojiang, Mr. Yin Jiuyong, Mr. Zhou Wanfu, Mr. Chang Baosheng\*, Mr. Liao Yi Chien David\*, Mr. Chan Siu Chung\*, Mr. Mu Guoxin\*, Mr. Ai Dong\*, Mr. Zhang Xiangdong#, Ms. Li Xiaohui#, Mr. Ma Jun#, Mr. Wong Tin Chak#, Mr. Xiao Wei# and Ms. Liu Ruixia#.*

\* *Non-executive directors*

# *Independent non-executive directors*

**BANK OF COMMUNICATIONS CO., LTD.****Unaudited Interim Consolidated Statement of Profit or Loss and Other Comprehensive Income****For the three months ended 31 March 2026***(All amounts presented in millions of RMB except when otherwise indicated)***Three months ended 31 March**  
**2026**                      **2025**

Interest income	<b>102,484</b>	107,454
Interest expense	<b>(56,809)</b>	(64,850)
<b>Net interest income</b>	<b>45,675</b>	42,604
Fee and commission income	<b>12,351</b>	12,551
Fee and commission expense	<b>(1,110)</b>	(957)
<b>Net fee and commission income</b>	<b>11,241</b>	11,594
Net gains/(losses) arising from trading activities	<b>4,628</b>	3,895
Net gains/(losses) arising from financial investments	<b>848</b>	1,390
<i>Including: Net gains on derecognition of financial assets measured at amortised cost</i>	<b>22</b>	377
Net gains/(losses) on investments in associates and joint ventures	<b>99</b>	109
Other operating income	<b>7,198</b>	6,848
<b>Net operating income</b>	<b>69,689</b>	66,440
Credit impairment losses	<b>(14,197)</b>	(12,629)
Other assets impairment losses	<b>(13)</b>	(3)
Other operating expenses	<b>(25,563)</b>	(26,275)
<b>Profit before tax</b>	<b>29,916</b>	27,533
Income tax	<b>(3,528)</b>	(1,914)
<b>Net profit for the period</b>	<b>26,388</b>	25,619

(All amounts presented in millions of RMB except when otherwise indicated)

**Three months ended 31 March**  
**2026**                      **2025**

**Other comprehensive income, net of tax**

**Items that may be reclassified subsequently to profit or loss:**

Changes in fair value of debt instruments measured at fair value through other comprehensive income		
Amount recognised in equity	<b>(1,389)</b>	(4,529)
Amount reclassified to profit or loss	<b>(749)</b>	(806)
Expected credit losses of debt instruments measured at fair value through other comprehensive income		
Amount recognised in equity	<b>(427)</b>	(356)
Effective portion of gains or losses on hedging instruments in cash flow hedges		
Amount recognised in equity	<b>155</b>	(180)
Amount reclassified to profit or loss	<b>138</b>	199
Translation differences for foreign operations	<b>(2,930)</b>	10
Others	<b>455</b>	1,237
	<hr/>	<hr/>
<b>Subtotal</b>	<b>(4,747)</b>	(4,425)
	<hr style="border-top: 1px dashed black;"/>	<hr style="border-top: 1px dashed black;"/>

**Items that will not be reclassified subsequently to profit or loss:**

Actuarial losses on pension benefits	<b>(4)</b>	(1)
Changes in fair value of equity investments designated at fair value through other comprehensive income	<b>185</b>	644
Changes in fair value attributable to changes in the credit risk of financial liability designated at fair value through profit or loss	<b>(91)</b>	206
Others	<b>(3)</b>	(105)
	<hr/>	<hr/>
<b>Subtotal</b>	<b>87</b>	744
	<hr style="border-top: 1px dashed black;"/>	<hr style="border-top: 1px dashed black;"/>

*(All amounts presented in millions of RMB except when otherwise indicated)*

**Three months ended 31 March**  
**2026**                      **2025**

Other comprehensive income, net of tax	<u>(4,660)</u>	<u>(3,681)</u>
<b>Total comprehensive income for the period</b>	<b><u>21,728</u></b>	<b><u>21,938</u></b>
<b>Net profit attributable to:</b>		
Shareholders of the parent company	26,162	25,372
Non-controlling interests	<u>226</u>	<u>247</u>
	<b><u>26,388</u></b>	<b><u>25,619</u></b>
<b>Total comprehensive income attributable to:</b>		
Shareholders of the parent company	21,484	21,633
Non-controlling interests	<u>244</u>	<u>305</u>
	<b><u>21,728</u></b>	<b><u>21,938</u></b>
<b>Basic and diluted earnings per share for profit attributable to the shareholders of the parent company (in RMB yuan)</b>	<b>0.30</b>	0.34

# BANK OF COMMUNICATIONS CO., LTD.

## Unaudited Interim Consolidated Statement of Financial Position

As at 31 March 2026

*(All amounts presented in millions of RMB except when otherwise indicated)*

	As at 31 March 2026	As at 31 December 2025
<b>ASSETS</b>		
Cash and balances with central banks	786,780	701,847
Due from and placements with banks and other financial institutions	1,081,119	881,284
Derivative financial assets	52,865	43,736
Loans and advances to customers	9,216,179	8,898,768
Financial investments at fair value through profit or loss	707,923	600,609
Financial investments at amortised cost	2,788,142	2,701,622
Financial investments at fair value through other comprehensive income	1,144,576	1,225,683
Investments in associates and joint ventures	16,903	16,897
Property and equipment	248,537	246,926
Deferred tax assets	42,582	42,198
Other assets	187,354	188,818
<b>Total assets</b>	<b>16,272,960</b>	<b>15,548,388</b>
<b>LIABILITIES AND EQUITY</b>		
<b>LIABILITIES</b>		
Due to and placements from banks and other financial institutions	2,835,205	2,477,757
Financial liabilities at fair value through profit or loss	48,881	47,714
Derivative financial liabilities	39,536	36,998
Deposits from customers	9,685,327	9,307,815
Certificates of deposits issued	1,365,962	1,403,271
Income tax payable	7,526	5,142
Debt securities issued	655,661	692,085
Deferred tax liabilities	3,431	3,657
Other liabilities	329,660	293,667
<b>Total liabilities</b>	<b>14,971,189</b>	<b>14,268,106</b>

(All amounts presented in millions of RMB except when otherwise indicated)

	<b>As at 31 March 2026</b>	As at 31 December 2025
<b>EQUITY</b>		
Share capital	<b>88,364</b>	88,364
Other equity instruments	<b>126,450</b>	126,450
<i>Including: Preference shares</i>	<b>44,952</b>	44,952
<i>Perpetual bonds</i>	<b>81,498</b>	81,498
Capital surplus	<b>215,720</b>	215,762
Other reserves	<b>448,670</b>	453,084
Retained earnings	<b>411,470</b>	385,572
	<hr/>	<hr/>
<b>Equity attributable to shareholders of the parent company</b>	<b>1,290,674</b>	1,269,232
	<hr/>	<hr/>
Equity attributable to non-controlling interests of ordinary shares	<b>8,397</b>	8,350
Equity attributable to non-controlling interests of other equity instruments	<b>2,700</b>	2,700
	<hr/>	<hr/>
<b>Non-controlling interests</b>	<b>11,097</b>	11,050
	<hr/>	<hr/>
<b>Total equity</b>	<b>1,301,771</b>	1,280,282
	<hr/>	<hr/>
<b>Total equity and liabilities</b>	<b>16,272,960</b>	15,548,388
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The consolidated financial statements were approved and authorised for issuance by the Board of Directors on 29 April 2026.

**BANK OF COMMUNICATIONS CO., LTD.****Unaudited Interim Consolidated Statement of Cash Flows  
For the three months ended 31 March 2026***(All amounts presented in millions of RMB except when otherwise indicated)***Three months ended 31 March**  
2026                      2025**Cash flows from operating activities:**

Profit before tax:	<b>29,916</b>	27,533
Adjustments for:		
Provision for credit impairment losses	<b>14,197</b>	12,629
Provision for other assets impairment losses	<b>13</b>	3
Depreciation and amortization	<b>4,786</b>	4,925
Provision for outstanding litigations	<b>(45)</b>	(184)
Net gains on the disposal of property, equipment and other assets	<b>(167)</b>	(158)
Interest income on financial investments	<b>(27,718)</b>	(28,094)
Net (gains)/losses on fair value and foreign exchange	<b>(5,315)</b>	287
Net (gains)/losses on investments in associates and joint ventures	<b>(99)</b>	(109)
Net (gains)/losses on financial investments	<b>(812)</b>	(1,313)
Interest expense on debt securities issued	<b>4,144</b>	4,481
Interest expense on lease liabilities	<b>41</b>	45
Operating cash flows before movements in operating assets and liabilities	<b>18,941</b>	20,045
Net increase in balances with central banks	<b>(15,812)</b>	(18,125)
Net (increase)/decrease in due from and placements with banks and other financial institutions	<b>(204,571)</b>	141,483
Net increase in loans and advances to customers	<b>(337,414)</b>	(368,845)
Net increase in financial assets at fair value through profit or loss	<b>(59,393)</b>	(42,841)
Net increase in other assets	<b>(8,592)</b>	(32,795)
Net increase/(decrease) in due to and placements from banks and other financial institutions	<b>360,640</b>	(47,335)
Net increase in financial liabilities at fair value through profit or loss	<b>4,523</b>	8,544
Net increase in deposits from customers and certificates of deposit issued	<b>369,669</b>	440,126
Net (decrease)/increase in other liabilities	<b>(8,090)</b>	11,620
Net increase in value-added tax and other taxes payable	<b>591</b>	271
Income taxes paid	<b>(1,287)</b>	(548)
<b>Net cash flows generated from/(used in) operating activities</b>	<b>119,205</b>	111,600

(All amounts presented in millions of RMB except when otherwise indicated)

**Three months ended 31 March**  
2026                      2025

**Cash flows from investing activities:**

Cash payments for financial investments	(338,015)	(288,790)
Proceeds from disposal or redemption of financial investments	325,393	239,984
Dividends received	9	219
Interest received from financial investments	23,780	23,485
Acquisition of intangible assets and other assets	(252)	(161)
Cash received from the sale of intangible assets and other assets	–	15
Acquisition of property, equipment	(10,074)	(7,899)
Cash received from disposal of property and equipment	1,988	917

<b>Net cash flows generated from/(used in) investing activities</b>	<b>2,829</b>	<b>(32,230)</b>
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**Cash flows from financing activities:**

Proceeds from issue of subsidiaries' other equity instruments	–	2,700
Proceeds from issue of debt securities	–	8,436
Repayment of principals and interest of lease liabilities	(528)	(539)
Repayment of principals of debt securities issued	(36,415)	(18,751)
Payment of interest on debt securities	(2,464)	(2,774)
Payment of repurchase of other equity instruments	–	(3,601)
Dividends paid	(9,631)	(13,515)
Dividends paid to non-controlling interests	(59)	(67)
Cash paid for the issuance of ordinary shares	(29)	–
Cash paid for other financing activities	(180)	–

<b>Net cash flows generated from/(used in) financing activities</b>	<b>(49,306)</b>	<b>(28,111)</b>
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**Effect of exchange rate fluctuations on cash and cash equivalents held**

	(972)	400
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<b>Net cash flows in cash and cash equivalents</b>	<b>71,756</b>	<b>51,659</b>
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<b>Cash and cash equivalents at the beginning of the period</b>	<b>126,462</b>	<b>161,950</b>
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<b>Cash and cash equivalents at the end of the period</b>	<b>198,218</b>	<b>213,609</b>
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Net cash flows from operating activities include:

Interest received	73,144	79,311
Interest paid	(66,917)	(68,142)