中國銀行
BANK OF CHINA

# Bank of China Limited

## Pillar 3 Disclosure Report for the First Half of 2026

# Content

# 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 June 2026 | As at 31 March 2026 | As at 31 December 2025 | As at 30 September 2025 | As at 30 June 2025 |
| **Available capital (amounts)** | | | | | | |
| 1 | Net common equity Tier 1 capital | 2,681,031 | 2,664,179 | 2,622,071 | 2,603,692 | 2,572,202 |
| 2 | Net Tier 1 capital | 3,040,754 | 3,044,074 | 3,002,708 | 3,034,150 | 2,930,923 |
| 3 | Net capital | 4,078,843 | 3,986,395 | 3,945,867 | 3,861,955 | 3,822,237 |
| **RWA (amounts)** | | | | | | |
| 4 | Total RWA | 22,276,506 | 21,865,748 | 20,932,851 | 20,694,578 | 20,470,598 |
| 4a | Total RWA (pre-floor[1]) | 22,276,506 | 21,865,748 | 20,932,851 | 20,694,578 | 20,470,598 |
| **Capital adequacy ratio** | | | | | | |
| 5 | Common equity Tier 1 capital adequacy ratio (%) | 12.04% | 12.18% | 12.53% | 12.58% | 12.57% |
| 5a | Common equity Tier 1 capital adequacy ratio (%) (pre-floor) | 12.04% | 12.18% | 12.53% | 12.58% | 12.57% |
| 6 | Tier 1 capital adequacy ratio (%) | 13.65% | 13.92% | 14.34% | 14.66% | 14.32% |
| 6a | Tier 1 capital adequacy ratio (%) (pre-floor) | 13.65% | 13.92% | 14.34% | 14.66% | 14.32% |
| 7 | Capital adequacy ratio (%) | 18.31% | 18.23% | 18.85% | 18.66% | 18.67% |
| 7a | Capital adequacy ratio (%) (pre-floor) | 18.31% | 18.23% | 18.85% | 18.66% | 18.67% |
| **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] (%) | 7.04% | 7.18% | 7.53% | 7.58% | 7.57% |

| | | a | b | c | d | e |
|---|---|---|---|---|---|---|
| | | **As at 30 June 2026** | **As at 31 March 2026** | **As at 31 December 2025** | **As at 30 September 2025** | **As at 30 June 2025** |
| **Leverage ratio** | | | | | | |
| 13 | Adjusted on- and off-balance sheet exposures | 42,067,699 | 41,578,304 | 40,339,678 | 39,304,166 | 38,550,087 |
| 14 | Leverage ratio (%) | 7.23% | 7.32% | 7.44% | 7.72% | 7.60% |
| 14a | Leverage ratio a[4] (%) | 7.23% | 7.32% | 7.44% | 7.72% | 7.60% |
| 14b | Leverage ratio b[5] (%) | 7.21% | 7.32% | 7.42% | 7.71% | 7.62% |
| 14c | Leverage ratio c[6] (%) | 7.21% | 7.32% | 7.42% | 7.71% | 7.62% |
| **Liquidity Coverage Ratio (LCR)** | | | | | | |
| 15 | Total high-quality liquid assets (HQLA) | 6,828,679 | 6,682,490 | 6,598,910 | 6,346,154 | 6,358,110 |
| 16 | Total net cash outflow | 4,951,857 | 4,621,762 | 4,382,948 | 4,591,592 | 4,753,397 |
| 17 | LCR[7] (%) | 138.60% | 144.67% | 150.60% | 138.29% | 134.04% |
| **Net Stable Funding Ratio (NSFR)** | | | | | | |
| 18 | Total available stable funding | 25,530,778 | 25,673,825 | 24,929,016 | 24,584,294 | 23,941,144 |
| 19 | Total required stable funding | 20,125,677 | 20,121,689 | 19,513,298 | 19,222,377 | 18,783,362 |
| 20 | NSFR[8] (%) | 126.86% | 127.59% | 127.75% | 127.89% | 127.46% |

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 June 30, 2026, 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 | b | c | d | e |
|---|---|---|---|---|---|---|
| | | As at 30 June 2026 | As at 31 March 2026 | As at 31 December 2025 | As at 30 September 2025 | As at 30 June 2025 |
| 1 | TLAC available | 4,825,736 | 4,683,022 | 4,619,168 | 4,529,301 | 4,383,996 |
| 2 | Total RWA at resolution group level | 22,276,506 | 21,865,748 | 20,932,851 | 20,694,578 | 20,470,598 |
| 3 | TLAC risk-weighted ratio[1] (1/2) | 21.66% | 21.42% | 22.07% | 21.89% | 21.42% |
| 4 | Adjusted on- and off-balance sheet exposures at resolution group level | 42,067,699 | 41,578,304 | 40,339,678 | 39,304,166 | 38,550,087 |
| 5 | TLAC leverage ratio (1/4) | 11.47% | 11.26% | 11.45% | 11.52% | 11.37% |

Supplementary description:

1. In line 3, 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 June 2026 | As at 31 March 2026 | As at 30 June 2026 |
| 1 | Credit risk | 20,635,975 | 20,265,870 | 1,650,878 |
| 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: | 20,244,263 | 19,898,498 | 1,619,541 |
| 3 | Standardised approach (SA), of which: | 8,031,024 | 7,797,785 | 642,482 |
| 4 | Unsettled securities, commodities, and foreign exchange transactions | – | – | – |
| 5 | Amounts below the threshold deductions | 244,367 | 275,242 | 19,549 |
| 6 | Foundation internal ratings-based (FIRB) approach | 10,481,058 | 10,339,911 | 838,485 |
| 7 | Supervisory slotting approach | 2,801 | 2,709 | 224 |
| 8 | Advanced internal ratings-based (AIRB) approach | 1,729,380 | 1,758,093 | 138,350 |
| 9 | Counterparty credit risk, of which: | 158,592 | 130,745 | 12,687 |
| 10 | Standardised approach for counterparty credit risk | 158,592 | 130,745 | 12,687 |
| 11 | CEM | – | – | – |
| 12 | Other CCR | – | – | – |
| 13 | Credit valuation adjustment (CVA) | 65,872 | 33,111 | 5,270 |
| 14 | Equity investments in funds in banking book, of which: | 150,251 | 181,450 | 12,020 |
| 15 | Look-through approach | 14,730 | 50,164 | 1,178 |
| 16 | Mandate-based approach | 127,559 | 123,400 | 10,205 |
| 17 | 1250% Risk weight | 7,962 | 7,886 | 637 |
| 18 | Securitisation exposures in banking book, of which: | 16,997 | 22,066 | 1,360 |
| 19 | Securitisation IRB approach (SEC-IRBA) | – | – | – |
| 20 | Securitisation external ratings-based approach (SEC-ERBA)[1] | 16,997 | 22,066 | 1,360 |
| 21 | Securitisation standardised approach (SEC-SA) | – | – | – |

| | | a | b | c |
|---|---|---|---|---|
| | | RWA | | Minimum capital requirements |
| | | As at 30 June 2026 | As at 31 March 2026 | As at 30 June 2026 |
| 22 | Market risk, of which: | 329,933 | 288,032 | 26,395 |
| 23 | Standardised approach (SA) | 329,933 | 288,032 | 26,395 |
| 24 | Internal model approach (IMA) | – | – | – |
| 25 | Simplified standard approach | – | – | – |
| 26 | Capital charge for switch between trading book and banking book | 16,428 | 17,676 | 1,314 |
| 27 | Operational risk | 1,294,170 | 1,294,170 | 103,534 |
| 28 | Floor adjustment | – | – | |
| **29** | **Total** | **22,276,506** | **21,865,748** | **1,782,121** |

Supplementary description:

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

# 3 Composition of capital and TLAC

## 3.1 CCA: Main features of regulatory capital instruments and of external total loss-absorbing capacity (TLAC)-eligible non-capital bonds

For information on our main features of regulatory capital instruments and of external TLAC-eligible non-capital bonds, please visit Bank of China's official website (www.boc.cn) and navigate to Investor Relations > Regulatory capital.

## 3.2 CC1: Composition of regulatory capital

Amounts in millions of Renminbi (except percentages)

| | | a | b |
|---|---|---|---|
| | | As at 30 June 2026 | |
| | | Amounts | References[1] |
| **Common equity Tier 1 capital** | | | |
| 1 | Paid-in capital and eligible portion of capital reserve | 593,152 | A+B |
| 2 | Retained earnings | 2,036,875 | C+D+E |
| 2a | Surplus reserve | 300,842 | C |
| 2b | General reserve | 454,728 | D |
| 2c | Undistributed profits | 1,281,305 | E |
| 3 | Accumulated other comprehensive income | 44,374 | F |
| 4 | Eligible portion of minority interests | 34,349 | G |
| **5** | **Common equity Tier 1 capital before regulatory adjustment** | **2,708,750** | |
| **Common equity Tier 1 capital: regulatory adjustment** | | | |
| 6 | Prudential valuation adjustments | – | |
| 7 | Goodwill (net of deferred tax liabilities) | 261 | H |
| 8 | Other intangible assets (excluding land use rights) (net of deferred tax liabilities) | 27,502 | I-J |
| 9 | Net deferred tax assets incurred due to operating losses, relying on the bank's future profitability to be realized | – | |
| 10 | Reserve relating to cash-flow hedge items not measured at fair value | – | |
| 11 | Shortfall of loss provisions | – | |
| 12 | Gains on sale of securitisation | – | |
| 13 | Unrealized gains and losses that have resulted from changes in the fair value of liabilities due to changes in own credit risk | – | |
| 14 | Defined benefit pension fund net assets (net of deferred tax liabilities) | – | |
| 15 | Direct or indirect investments in own shares | – | |
| 16 | Reciprocal cross-holdings in common equity Tier 1 capital of banks or other financial institutions based on agreement | – | |
| 17 | Deductible amount of non-significant minority investments in common equity Tier 1 capital of unconsolidated financial institutions | – | |

| | | a | b |
|---|---|---|---|
| | | As at 30 June 2026 | |
| | | Amounts | References[1] |
| 18 | Deductible amount of significant minority investments in common equity Tier 1 capital of unconsolidated financial institutions | – | |
| 19 | Deductible amount of other net deferred tax assets relying on the bank's future profitability | – | |
| 20 | Deductible amount of non-deducted part of common equity Tier 1 capital of significant minority investments in unconsolidated financial institutions and other net deferred tax assets relying on the bank's future profitability in excess of 15% of common equity Tier 1 capital | – | |
| 21 | Of which: Deductible amount of significant minority investments in financial institutions | – | |
| 22 | Of which: Deductible amount of other net deferred tax assets relying on the bank's future profitability | – | |
| 23 | Total of other items deductible out of common equity Tier 1 capital | (44) | |
| 24 | Non-deducted gap deductible out of additional Tier 1 capital and Tier 2 capital | – | |
| **25** | **Total regulatory adjustment of common equity Tier 1 capital** | **27,719** | |
| **26** | **Net common equity Tier 1 capital** | **2,681,031** | |

**Additional Tier 1 capital**

| | | | |
|---|---|---|---|
| 27 | Directly issued additional Tier 1 capital instruments and related premium | 349,964 | |
| 28 | Of which: Equity part | 349,964 | K+L |
| 29 | Of which: Liability part | – | |
| 30 | Eligible portion of minority interests | 9,759 | M |
| **31** | **Additional Tier 1 capital before regulatory adjustment** | **359,723** | |

**Additional Tier 1 capital: regulatory adjustment**

| | | | |
|---|---|---|---|
| 32 | Direct or indirect investments in additional Tier 1 capital of the bank | – | |
| 33 | Reciprocal cross-holdings in additional Tier 1 capital of banks or other financial institutions based on agreement | – | |
| 34 | Non-significant minority investments in additional Tier 1 capital of unconsolidated financial institutions (deductible part) | – | |
| 35 | Significant minority investments in additional Tier 1 capital of unconsolidated financial institutions | – | |
| 36 | Total of other items deductible out of additional Tier 1 capital | – | |
| 37 | Non-deducted gap deductible out of Tier 2 capital | – | |
| **38** | **Total regulatory adjustment of additional Tier 1 capital** | **–** | |
| **39** | **Net additional Tier 1 capital** | **359,723** | |
| **40** | **Net Tier 1 capital** | **3,040,754** | |

| | | a | b |
|---|---|---|---|
| | | As at 30 June 2026 | |
| | | Amounts | References[1] |
| **Tier 2 capital** | | | |
| 41 | Directly issued qualifying Tier 2 capital instruments and related premium | 774,864 | |
| 42 | Eligible portion of minority interests | 8,734 | |
| 43 | Excess loss provisions included in Tier 2 capital | 254,491 | |
| **44** | **Tier 2 capital before regulatory adjustment** | **1,038,089** | |
| **Tier 2 capital: regulatory adjustment** | | | |
| 45 | Direct or indirect investments in Tier 2 capital of the bank | – | |
| 46 | Reciprocal cross-holdings in Tier 2 instruments and other TLAC-eligible non-capital bonds of banks or other financial institutions based on agreement | – | |
| 47 | Non-significant minority investments in Tier 2 capital of unconsolidated financial institutions (deductible part) | – | |
| 47a | Non-significant investments in TLAC-eligible non-capital bonds of unconsolidated financial institutions (deductible part) (for G-SIBs only) | Not applicable | |
| 48 | Significant minority investments in Tier 2 capital of unconsolidated financial institutions | – | |
| 48a | Significant investments in TLAC-eligible non-capital bonds of unconsolidated financial institutions (deductible part) (for G-SIBs only) | Not applicable | |
| 49 | Total of other items deductible out of Tier 2 capital | – | |
| **50** | **Total regulatory adjustment of Tier 2 capital** | **–** | |
| **51** | **Net Tier 2 capital** | **1,038,089** | |
| **52** | **Total net capital** | **4,078,843** | |
| **53** | **Total risk-weighted assets** | **22,276,506** | |
| **Capital adequacy ratio and reserve capital requirement** | | | |
| **54** | **Common equity Tier 1 capital adequacy ratio** | **12.04%** | |
| **55** | **Tier 1 capital adequacy ratio** | **13.65%** | |
| **56** | **Capital adequacy ratio** | **18.31%** | |
| **57** | **Institution-specific capital requirement (%)** | **4.00%** | |
| 58 | Of which: Capital conservation buffer requirement | 2.50% | |
| 59 | Of which: Countercyclical buffer requirement | 0.00% | |
| 60 | Of which: G-SIB and/or D-SIB additional requirements | 1.50% | |
| **61** | **Common Equity Tier 1 capital (as a percentage of risk-weighted assets) available after meeting the bank's minimum capital requirements** | **7.04%** | |

| | | a | b |
|---|---|---|---|
| | | As at 30 June 2026 | |
| | | Amounts | References[1] |
| **Domestic minimum regulatory capital requirement** | | | |
| 62 | Common equity Tier 1 capital adequacy ratio | 5.00% | |
| 63 | Tier 1 capital adequacy ratio | 6.00% | |
| 64 | Capital adequacy ratio | 8.00% | |
| **Non-deducted part of threshold for deduction** | | | |
| 65 | Non-significant minority investments of unconsolidated financial institutions (nondeductible part) | 65,232 | |
| 65a | Non-significant investments in TLAC-eligible non-capital bonds of unconsolidated financial institutions (nondeductible part) (for G-SIBs only) | Not applicable | |
| 66 | Significant minority investments of unconsolidated financial institutions (nondeductible part) | 17,691 | |
| 67 | Other net deferred tax assets relying on the bank's future profitability (net of deferred tax liabilities deduction) | 67,782 | |
| **Limit of excess loss provisions attributable to Tier 2 capital** | | | |
| 68 | Actual accrued loss provisions amount under the Regulatory Weighting Approach | 53,201 | |
| 69 | Amount of excess loss provisions attributable to Tier 2 capital under the Regulatory Weighting Approach | 53,201 | |
| 70 | Actual accrued excess loss provisions amount under the Internal Ratings-based Approach | 201,290 | |
| 71 | Amount of excess loss provisions attributable to Tier 2 capital under the Internal Ratings-based Approach | 201,290 | |

Supplementary description:

1. The column b reference indicates the correspondence between "CC1: Composition of regulatory capital" and "CC2: Reconciliation of regulatory capital to balance sheet".

## 3.3 CC2: Reconciliation of regulatory capital to balance sheet

Amounts in millions of Renminbi

| | a | b | c |
|---|---|---|---|
| | As at 30 June 2026 | | |
| | Financial Consolidated | Regulatory Consolidated | Reference |
| **ASSETS** | | | |
| Cash and balances with central banks | 2,478,334 | 2,478,334 | |
| Due from banks and other financial institutions | 535,834 | 527,497 | |
| Precious metals | 336,240 | 336,240 | |
| Placements with and loans to banks and other financial institutions | 996,580 | 986,101 | |
| Derivative financial assets | 152,744 | 152,710 | |
| Reverse repurchase transactions | 173,616 | 173,513 | |
| Loans and advances to customers | 24,135,224 | 24,104,279 | |
| Financial Investments | 10,481,316 | 10,050,859 | |
| – Financial assets at fair value through profit or loss | 835,721 | 571,588 | |
| – Financial assets at fair value through other comprehensive income | 4,807,807 | 4,660,442 | |
| – Financial assets at amortised cost | 4,837,788 | 4,818,829 | |
| Long term equity investment | 39,725 | 72,262 | |
| Investment properties | 25,469 | 10,628 | |
| Property and equipment | 238,078 | 97,168 | |
| Construction in progress | 26,456 | 4,841 | |
| Right-of-use assets | 16,822 | 19,388 | |
| Intangible assets | 32,590 | 32,549 | I |
| Of which: Land use rights | 5,722 | 5,047 | J |
| Goodwill | 2,678 | 261 | H |
| Deferred income tax assets | 74,186 | 67,782 | |
| Other assets | 440,459 | 395,299 | |
| **Total assets** | **40,186,351** | **39,509,711** | |

| | a | b | c |
|---|---|---|---|
| | As at 30 June 2026 | | |
| | **Financial Consolidated** | **Regulatory Consolidated** | **Reference** |
| **LIABILITIES** | | | |
| Due to central banks | 1,686,959 | 1,686,959 | |
| Due to banks and other financial institutions | 4,068,002 | 4,068,002 | |
| Placements from banks and other financial institutions | 511,613 | 494,857 | |
| Financial liabilities held for trading | 51,241 | 51,241 | |
| Derivative financial liabilities | 130,500 | 130,211 | |
| Repurchase transactions | 330,640 | 330,640 | |
| Due to customers | 26,825,763 | 26,823,946 | |
| Employee benefits payable | 47,736 | 46,387 | |
| Current tax liabilities | 34,358 | 32,608 | |
| Provisions | 14,807 | 14,807 | |
| Lease Liabilities | 18,104 | 19,984 | |
| Bonds issued | 2,262,443 | 2,192,624 | |
| Deferred income tax liabilities | 10,577 | 779 | |
| Other liabilities | 953,224 | 469,075 | |
| **Total liabilities** | **36,945,967** | **36,362,120** | |
| **EQUITY** | | | |
| Share capital | 322,212 | 322,212 | A |
| Other equity instruments | 349,964 | 349,964 | |
| – Preference shares | 99,969 | 99,969 | K |
| – Perpetual bonds | 249,995 | 249,995 | L |
| Capital reserve | 272,466 | 270,940 | B |
| Other comprehensive income | 38,645 | 44,374 | F |
| Surplus reserve | 302,923 | 300,842 | C |
| General reserve | 455,277 | 454,728 | D |
| Undistributed profits | 1,359,168 | 1,281,305 | E |
| Capital and reserves attributable to equity holders of the Bank | 3,100,655 | 3,024,365 | |
| Non-controlling interests | 139,729 | 123,226 | |
| Of which: Amount attributable to common equity Tier 1 capital | – | 34,349 | G |
| Of which: Amount attributable to additional Tier 1 capital | – | 9,759 | M |
| **Total equity** | **3,240,384** | **3,147,591** | |

Supplementary description:

1. The main difference in scope of consolidation for financial and regulatory capital purposes is that Bank of China Group Investment Limited, Bank of China Insurance Company Limited, Bank of China Group Insurance Company Limited and Bank of China Group Life Assurance Company Limited etc., are included in the scope of financial consolidation, but are excluded from the scope of capital adequacy ratio.

   The equity investments in Bank of China Group Investment Limited are calculated as risk-weighted assets. The equity investments in Bank of China Insurance Company Limited, Bank of China Group Insurance Company Limited and Bank of China Group Life Assurance Company Limited etc., are treated in capital in accordance with relevant deduction rules.

   For information on the total assets, owners' equity and main business activities of the above-mentioned financial institutions, please visit Bank of China's official website (www.boc.cn) and navigate to Investor Relations > Financial Reports.

## 3.4 TLAC1: TLAC composition for G-SIBs (at resolution group level)

Amounts in millions of Renminbi (except percentages)

| | | a<br>**As at 30 June 2026 Amounts** |
|---|---|---|
| | **Regulatory capital elements of TLAC and adjustments** | |
| 1 | Net common equity Tier 1 capital | 2,681,031 |
| 2 | Net additional Tier 1 capital | 359,723 |
| 3 | TLAC deductions (if any) | - |
| 4 | Net additional Tier 1 capital under the TLAC framework | 359,723 |
| 5 | Net Tier 2 capital | 1,038,089 |
| 6 | The reduced portion of Tier 2 capital instruments with a remaining maturity of more than 1 year | - |
| 7 | TLAC deductions (if any) | - |
| 8 | Net Tier 2 capital under the TLAC framework | 1,038,089 |
| 9 | Net capital under the TLAC framework | 4,078,843 |
| | **Non-regulatory capital elements of TLAC** | |
| 10 | External TLAC instruments issued directly by the bank and subordinated to excluded liabilities | 189,980 |
| 11 | External TLAC instruments issued directly by the bank which are not subordinated to excluded liabilities but meet all other TLAC term sheet requirements | |
| 12 | Of which: amount eligible as TLAC after application of the caps | |
| 13 | Eligible ex ante commitments to recapitalise a G-SIB in resolution | 556,913 |
| 14 | TLAC arising from non-regulatory capital instruments (before deductions) | 746,893 |

| | | a<br>As at<br>30 June 2026<br>Amounts |
|---|---|---|
| **Non-regulatory capital elements of TLAC: deductions** | | |
| 15 | TLAC before deductions | 4,825,736 |
| 16 | Deductions of exposures between multiple point of entry (MPE) resolution groups that correspond to items eligible for TLAC (not applicable to single point of entry (SPE) G-SIBs) | |
| 17 | Deduction of investments in own other TLAC liabilities | – |
| 18 | Other deductions to TLAC | – |
| 19 | TLAC after deductions | 4,825,736 |
| **RWA and Adjusted on- and off-balance sheet exposures** | | |
| 20 | RWA | 22,276,506 |
| 21 | Adjusted on- and off-balance sheet exposures | 42,067,699 |
| **TLAC ratios and buffers** | | |
| 22 | TLAC (as a percentage of risk-weighted assets) | 21.66% |
| 23 | TLAC (as a percentage of leverage exposure) | 11.47% |
| 24 | Net common equity Tier 1 capital (as a percentage of risk-weighted assets) available after meeting the resolution group's minimum capital and TLAC requirements | 5.66% |
| 25 | Institution-specific capital requirement (%) | 4.00% |
| 26 | Of which: Capital conservation buffer requirement | 2.50% |
| 27 | Of which: Countercyclical buffer requirement | 0.00% |
| 28 | Of which: G-SIB additional requirements | 1.50% |

## 3.5 TLAC2: Material subgroup entity – creditor ranking at legal entity level

Amounts in millions of Renminbi

| | | Creditor ranking | | | Sum of 1 to 2 |
|---|---|---|---|---|---|
| | | 1 (most junior) | 1 (most junior) | 2 (most senior) | |
| 1 | Is the resolution entity the creditor/ investor? (yes or no) | No | Yes | Yes | |
| 2 | Description of creditor ranking | Common Shares | | Subordinated loan | |
| 3 | Total capital and liabilities net of credit risk mitigation | 12,689 | 24,698 | 68,943 | 106,330 |
| 4 | Subset of row 3 that are excluded liabilities | – | – | – | – |
| 5 | Total capital and liabilities less excluded liabilities (row 3 minus row 4) | 12,689 | 24,698 | 68,943 | 106,330 |
| 6 | Subset of row 5 that are eligible as TLAC | 12,689 | 24,698 | 68,943 | 106,330 |
| 7 | Subset of row 6 with 1 year ≤ residual maturity < 2 years | – | – | – | – |
| 8 | Subset of row 6 with 2 years ≤ residual maturity < 5 years | – | – | 39,947 | 39,947 |
| 9 | Subset of row 6 with 5 years ≤ residual maturity < 10 years | – | – | 28,996 | 28,996 |
| 10 | Subset of row 6 with residual maturity ≥ 10 years, but excluded perpetual securities | – | – | – | – |
| 11 | Subset of row 6 that is perpetual securities | 12,689 | 24,698 | – | 37,387 |

Supplementary description:

1. The aforementioned material subgroup entity is Bank of China (Hong Kong) Limited.

## 3.6 TLAC3: Resolution entity – creditor ranking at legal entity level

Amounts in millions of Renminbi

| | | Creditor ranking | | | | | Sum of 1 to 5 |
|---|---|---|---|---|---|---|---|
| | | 1 (most junior) | 2 | 3 | 4 | 5 (most senior) | |
| 1 | Description of creditor ranking | Common shares | Preferred shares | Undated capital bonds | Tier 2 capital instruments | TLAC non-capital debt instruments | |
| 2 | Total capital and liabilities net of credit risk mitigation | 591,904 | 99,969 | 249,995 | 774,864 | 189,980 | 1,906,712 |
| 3 | Subset of row 2 that are excluded liabilities | – | – | – | – | – | – |
| 4 | Total capital and liabilities less excluded liabilities (row 2 minus row 3) | 591,904 | 99,969 | 249,995 | 774,864 | 189,980 | 1,906,712 |
| 5 | Subset of row 4 that are potentially eligible as TLAC | 591,904 | 99,969 | 249,995 | 774,864 | 189,980 | 1,906,712 |
| 6 | Subset of row 5 with 1 year ≤ residual maturity < 2 years | – | – | – | – | 24,996 | 24,996 |
| 7 | Subset of row 5 with 2 years ≤ residual maturity < 5 years | – | – | – | – | 164,984 | 164,984 |
| 8 | Subset of row 5 with 5 years ≤ residual maturity < 10 years | – | – | – | 604,895 | – | 604,895 |
| 9 | Subset of row 5 with residual maturity ≥ 10 years, but excluding perpetual securities | – | – | – | 169,969 | – | 169,969 |
| 10 | Subset of row 5 that is perpetual securities | 591,904 | 99,969 | 249,995 | – | – | 941,868 |

# 4 Credit Risk

## 4.1 CR5-2: Standardised approach – Exposure amounts and CCFs applied to off-balance sheet exposures, categorised based on risk bucket of converted exposures

Amounts in millions of Renminbi (except percentage)

| | | a | b | c | d |
|---|---|---|---|---|---|
| | | As at 30 June 2026 | | | |
| **Risk weight** | | **On-balance sheet exposure** | **Off-balance sheet exposure (pre-CCF)** | **Weighted average CCF*** | **Exposure (post CCF and post CRM)** |
| 1 | Less than 40% | 12,502,239 | 147,595 | 23.88% | 13,057,349 |
| 2 | 40-70% | 1,867,172 | 258,821 | 37.79% | 2,870,265 |
| 3 | 75% | 1,742,676 | 1,451,221 | 15.34% | 1,891,590 |
| 4 | 85% | 88,641 | 19,872 | 51.90% | 46,351 |
| 5 | 90-100% | 3,469,669 | 1,187,999 | 28.54% | 2,529,206 |
| 6 | 105-130% | 366,282 | 87,891 | 11.93% | 366,068 |
| 7 | 150% | 207,954 | 9,126 | 11.28% | 197,237 |
| 8 | 250% | 181,479 | – | 0.00% | 181,479 |
| 9 | 400% | 12,336 | – | 0.00% | 12,336 |
| 10 | 1250% | 39,612 | – | 0.00% | 39,612 |
| **11** | **Total exposures** | **20,478,060** | **3,162,525** | **22.66%** | **21,191,493** |

* Weighting is based on off-balance sheet exposure (pre-CCF).

## 4.2 CR6: IRB – Credit risk exposures by portfolio and PD range

### FIRB – Credit risk exposures by portfolio and PD range

Amounts in millions of Renminbi (except percentage)

| | | a | b | c | d | e | f | g | h | i | j | k | l |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| | | As at 30 June 2026 | | | | | | | | | | | |
| Risk exposure | PD scale | Original on-balance sheet gross exposure | Off-balance sheet exposures pre CCF | Average CCF | EAD post-CRM and post-CCF | Average PD | Number of obligors[1] (hundreds) | Average LGD | Average maturity (year) | RWA | RWA density | EL | Provisions |
| Corporates | 0.00 to <0.15 | 1,703,027 | 643,480 | 26.62% | 1,975,997 | 0.07% | 15 | 39.81% | 2.5 | 411,978 | 20.85% | 518 | |
| | 0.15 to <0.25 | 107,594 | 54,829 | 14.81% | 140,393 | 0.22% | 3 | 38.18% | 2.5 | 57,048 | 40.63% | 118 | |
| | 0.25 to <0.50 | 2,229,662 | 1,180,765 | 37.14% | 2,857,845 | 0.31% | 57 | 39.31% | 2.5 | 1,397,853 | 48.91% | 3,514 | |
| | 0.50 to <0.75 | 221,120 | 76,093 | 27.72% | 180,597 | 0.56% | 8 | 39.64% | 2.5 | 120,586 | 66.77% | 403 | |
| | 0.75 to <2.50 | 6,770,484 | 2,805,496 | 30.88% | 7,734,880 | 1.44% | 1,446 | 37.96% | 2.5 | 6,258,846 | 80.92% | 41,872 | |
| | 2.50 to <10.00 | 2,204,629 | 510,130 | 33.76% | 2,036,910 | 4.28% | 2,274 | 36.80% | 2.5 | 2,059,653 | 101.12% | 32,373 | |
| | 10.00 to <100.00 | 107,425 | 4,672 | 34.08% | 96,619 | 42.02% | 89 | 38.89% | 2.5 | 153,916 | 159.30% | 15,942 | |
| | 100.00 (Default) | 174,813 | 5,369 | 79.24% | 178,859 | 100.00% | 81 | 39.10% | 2.5 | 21,178 | 11.84% | 132,301 | |
| | Subtotal | 13,518,754 | 5,280,834 | 31.88% | 15,202,100 | 2.82% | 3,973 | 38.34% | 2.5 | 10,481,058 | 68.94% | 227,041 | 394,844 |
| **Total (all portfolios)** | | **13,518,754** | **5,280,834** | **31.88%** | **15,202,100** | **2.82%** | **3,973** | **38.34%** | **2.5** | **10,481,058** | **68.94%** | **227,041** | **394,844** |

## AIRB – Credit risk exposures by portfolio and PD range

Amounts in millions of Renminbi (except percentage)

| | | a | b | c | d | e | f | g | h | i | j | k | l |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| | | As at 30 June 2026 | | | | | | | | | | | |
| Risk exposure | PD scale | Original on-balance sheet gross exposure | Off-balance sheet exposures pre CCF | Average CCF | EAD post-CRM and post-CCF | Average PD | Number of obligors[1] (hundreds) | Average LGD | Average maturity (year) | RWA | RWA density | EL | Provisions |
| Individual residential mortgage loans | 0.00 to <0.15 | 1,821,554 | - | 0.00% | 1,821,554 | 0.09% | 33,103 | 37.78% | | 159,122 | 8.74% | 641 | |
| | 0.15 to <0.25 | 622,152 | 2 | 40.00% | 622,152 | 0.18% | 12,524 | 35.40% | | 84,314 | 13.55% | 395 | |
| | 0.25 to <0.50 | 658,989 | - | 0.00% | 658,989 | 0.35% | 14,684 | 34.62% | | 140,411 | 21.31% | 784 | |
| | 0.50 to <0.75 | 383,628 | - | 0.00% | 383,628 | 0.62% | 6,921 | 26.99% | | 97,530 | 25.42% | 647 | |
| | 0.75 to <2.50 | 534,166 | - | 0.00% | 534,166 | 1.14% | 8,171 | 34.13% | | 254,846 | 47.71% | 2,075 | |
| | 2.50 to <10.00 | 138,019 | - | 0.00% | 138,019 | 3.34% | 2,801 | 32.84% | | 121,918 | 88.33% | 1,519 | |
| | 10.00 to <100.00 | 90,170 | - | 0.00% | 90,170 | 34.24% | 1,844 | 31.06% | | 148,332 | 164.50% | 9,493 | |
| | 100.00 (Default) | 29,379 | - | 0.00% | 29,379 | 100.00% | 570 | 49.46% | | 624 | 2.12% | 14,694 | |
| | Subtotal | 4,278,057 | 2 | 40.00% | 4,278,057 | 1.83% | 80,618 | 35.30% | | 1,007,097 | 23.54% | 30,248 | 58,142 |
| Qualified revolving retail loans | 0.00 to <0.15 | 8,042 | 96,231 | 30.77% | 37,652 | 0.11% | 19,974 | 91.07% | | 2,329 | 6.18% | 38 | |
| | 0.15 to <0.25 | 1,163 | 23,858 | 76.11% | 19,321 | 0.23% | 8,213 | 89.35% | | 2,156 | 11.16% | 40 | |
| | 0.25 to <0.50 | 2,446 | 16,559 | 62.07% | 12,725 | 0.33% | 7,699 | 91.70% | | 1,917 | 15.06% | 38 | |
| | 0.50 to <0.75 | 5,647 | 25,720 | 19.33% | 10,618 | 0.59% | 7,837 | 86.27% | | 2,406 | 22.66% | 54 | |
| | 0.75 to <2.50 | 12,147 | 46,890 | 5.37% | 14,663 | 1.30% | 25,760 | 87.80% | | 6,231 | 42.49% | 168 | |
| | 2.50 to <10.00 | 6,196 | 1,893 | 39.87% | 6,950 | 4.77% | 2,526 | 92.21% | | 7,684 | 110.55% | 304 | |
| | 10.00 to <100.00 | 2,192 | 244 | 44.27% | 2,301 | 23.92% | 739 | 86.93% | | 4,523 | 196.63% | 479 | |
| | 100.00 (Default) | 1,289 | 111 | 77.93% | 1,375 | 100.00% | 433 | 90.53% | | 1,988 | 144.59% | 1,091 | |
| | Subtotal | 39,122 | 211,506 | 31.43% | 105,605 | 2.50% | 73,181 | 89.87% | | 29,234 | 27.68% | 2,212 | 2,601 |

| | | a | b | c | d | e | f | g | h | i | j | k | l |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| | | As at 30 June 2026 | | | | | | | | | | | |
| **Risk exposure** | **PD scale** | **Original on-balance sheet gross exposure** | **Off-balance sheet exposures pre CCF** | **Average CCF** | **EAD post-CRM and post-CCF** | **Average PD** | **Number of obligors[1] (hundreds)** | **Average LGD** | **Average maturity (year)** | **RWA** | **RWA density** | **EL** | **Provisions** |
| Other retail loans | 0.00 to <0.15 | 8,825 | 13,988 | 93.75% | 21,939 | 0.06% | 96 | 18.51% | | 747 | 3.41% | 3 | |
| | 0.15 to <0.25 | 4,118 | 31 | 79.82% | 4,142 | 0.22% | 63 | 12.22% | | 227 | 5.48% | 1 | |
| | 0.25 to <0.50 | 52,651 | 41 | 82.46% | 52,685 | 0.38% | 726 | 36.70% | | 12,271 | 23.29% | 74 | |
| | 0.50 to <0.75 | 28,560 | 28 | 55.02% | 28,576 | 0.59% | 577 | 23.41% | | 5,349 | 18.72% | 38 | |
| | 0.75 to <2.50 | 442,103 | 25,302 | 10.74% | 444,821 | 1.73% | 5,520 | 54.75% | | 311,301 | 69.98% | 4,289 | |
| | 2.50 to <10.00 | 393,992 | 1 | 38.70% | 393,993 | 6.35% | 7,756 | 55.11% | | 342,329 | 86.89% | 13,769 | |
| | 10.00 to <100.00 | 13,533 | – | 0.00% | 13,533 | 46.51% | 490 | 51.63% | | 14,710 | 108.70% | 3,699 | |
| | 100.00 (Default) | 22,579 | 0 | 96.19% | 22,579 | 100.00% | 706 | 64.71% | | 6,115 | 27.08% | 14,219 | |
| | Subtotal | 966,361 | 39,391 | 40.38% | 982,268 | 6.31% | 15,934 | 52.21% | | 693,049 | 70.56% | 36,092 | 41,411 |
| **Total (all portfolios)** | | **5,283,540** | **250,899** | **32.84%** | **5,365,930** | **2.67%** | **169,733** | **39.47%** | | **1,729,380** | **32.23%** | **68,552** | **102,154** |

Supplementary description:

1. In column f, the corporates risk exposure is disclosed by the number of customers, and the risk exposure of individual residential mortgage loan, qualified revolving retail loans and other retail loans are disclosed by the number of debts.

# 5 Counterparty Credit Risk

## 5.1 CCR1: Analysis of CCR exposures by approach

Amounts in millions of Renminbi (except column d)

| | | a | b | c | d | e | f |
|---|---|---|---|---|---|---|---|
| | | As at 30 June 2026 | | | | | |
| | | Replacement cost | Potential future exposure | Add-on amounts for potential future exposure | Alpha used for computing regulatory EAD | EAD post-CRM | RWA |
| 1 | SA-CCR (for derivatives) | 47,928 | 98,423 | | 1.4 | 204,891 | 96,307 |
| 2 | Current Exposure Method (for derivatives) | – | | – | 1 | – | – |
| 3 | Value-at-risk (VaR) for SFTs | | | | | 581,383 | 60,264 |
| 4 | **Total** | | | | | **786,274** | **156,571** |

# 6 Securitisation

## 6.1 SEC1: Securitisation exposures in the banking book

Amounts in millions of Renminbi

| | | a | b | c | d | e | f | g | h | i | j | k | l |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| | | As at 30 June 2026 | | | | | | | | | | | |
| | | Bank acts as originator | | | | Bank acts as sponsor | | | | Banks acts as investor | | | |
| | | Traditional | Of which simple, transparent and comparable (STC) | Synthetic | Subtotal | Traditional | Of which STC | Synthetic | Subtotal | Traditional | Of which STC | Synthetic | Subtotal |
| **1** | **Retail (total) – of which** | **17,157** | **–** | **–** | **17,157** | **–** | **–** | **–** | **–** | **1,697** | **–** | **–** | **1,697** |
| 2 | Residential mortgage | 16,930 | – | – | 16,930 | – | – | – | – | 154 | – | – | 154 |
| 3 | Credit card | 44 | – | – | 44 | – | – | – | – | – | – | – | – |
| 4 | Other retail exposures | 183 | – | – | 183 | – | – | – | – | 1,543 | – | – | 1,543 |
| 5 | Resecuritisation | – | | – | – | – | | – | – | – | | – | – |
| **6** | **Wholesale (total) – of which** | **–** | **–** | **–** | **–** | **–** | **–** | **–** | **–** | **363** | **–** | **–** | **363** |
| 7 | Loans to corporates | – | – | – | – | – | – | – | – | – | – | – | – |
| 8 | Commercial mortgage | – | – | – | – | – | – | – | – | – | – | – | – |
| 9 | Lease and receivables | – | – | – | – | – | – | – | – | 363 | – | – | 363 |
| 10 | Other wholesale | – | – | – | – | – | – | – | – | – | – | – | – |
| 11 | Resecuritisation | – | | – | – | – | | – | – | – | | – | – |

## 6.2 SEC2: Securitisation exposures in the trading book

Amounts in millions of Renminbi

| | | a | b | c | d | e | f | g | h | i | j | k | l |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| | | As at 30 June 2026 | | | | | | | | | | | |
| | | Bank acts as originator | | | | Bank acts as sponsor | | | | Bank acts as investor | | | |
| | | Traditional | Of which simple, transparent and comparable (STC) | Synthetic | Subtotal | Traditional | Of which STC | Synthetic | Subtotal | Traditional | Of which STC | Synthetic | Subtotal |
| **1** | **Retail (total) – of which** | **–** | **–** | **–** | **–** | **–** | **–** | **–** | **–** | **–** | **–** | **–** | **–** |
| 2 | Residential mortgage | – | – | – | – | – | – | – | – | – | – | – | – |
| 3 | Credit card | – | – | – | – | – | – | – | – | – | – | – | – |
| 4 | Other retail exposures | – | – | – | – | – | – | – | – | – | – | – | – |
| 5 | Resecuritisation | – | | – | – | – | | – | – | – | | – | – |
| **6** | **Wholesale (total) – of which** | **–** | **–** | **–** | **–** | **–** | **–** | **–** | **–** | **167** | **–** | **–** | **167** |
| 7 | Loans to corporates | – | – | – | – | – | – | – | – | – | – | – | – |
| 8 | Commercial mortgage | – | – | – | – | – | – | – | – | – | – | – | – |
| 9 | Lease and receivables | – | – | – | – | – | – | – | – | 167 | – | – | 167 |
| 10 | Other wholesale | – | – | – | – | – | – | – | – | – | – | – | – |
| 11 | Resecuritisation | – | | – | – | – | | – | – | – | | – | – |

# 7 Market Risk

## 7.1 MR1: Market risk under the standardised approach

Amounts in millions of Renminbi

| | | a |
|---|---|---|
| | | **As at 30 June 2026 Capital requirement in standardised approach** |
| 1 | General interest rate risk | 2,303 |
| 2 | Equity risk | 5,506 |
| 3 | Commodity risk | 2,778 |
| 4 | Foreign exchange risk | 8,938 |
| 5 | Credit spread risk – non-securitisations | 2,961 |
| 6 | Credit spread risk – securitisations (non-correlation trading portfolio) | 2 |
| 7 | Credit spread risk – securitisations (correlation trading portfolio) | – |
| 8 | Default risk – non-securitisations | 3,706 |
| 9 | Default risk – securitisations (non-correlation trading portfolio) | 167 |
| 10 | Default risk – securitisations (correlation trading portfolio) | – |
| 11 | Residual risk add-on | 34 |
| **12** | **Total** | **26,395** |

## 7.2 MR3: Market risk under the simplified standardised approach

As at 30 June 2026, the Group does not use the simplified standard approach to calculate market risk capital requirements.

## 8 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.

# 9 Leverage ratio

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

Amounts in millions of Renminbi

| | | a | b |
|---|---|---|---|
| | | As at 30 June 2026 | As at 31 March 2026 |
| 1 | Total consolidated assets | 40,186,351 | 39,594,197 |
| 2 | Adjustments that are consolidated for accounting purposes but outside the scope of regulatory consolidation | (676,640) | (649,944) |
| 3 | Adjustments for fiduciary assets | – | – |
| 4 | Adjustments for derivative financial instruments | 118,333 | 102,204 |
| 5 | Adjustments for securities financing transactions | 32,670 | 39,459 |
| 6 | Adjustments for off-balance sheet exposures | 2,434,704 | 2,519,730 |
| 7 | Adjustments for securitised exposures | – | – |
| 8 | Adjustments for regular-way purchases and sales of financial assets | – | – |
| 9 | Adjustments for eligible cash pooling transactions | – | – |
| 10 | Adjustments for temporary exemption of central bank reserves (if applicable) | – | – |
| 11 | Adjustments for prudent valuation adjustments and provisions | – | – |
| 12 | Other adjustments | (27,719) | (27,342) |
| **13** | **Adjusted on- and off-balance sheet exposures** | **42,067,699** | **41,578,304** |

## 9.2 LR2: Leverage ratio

Amounts in millions of Renminbi (except percentages)

| | | a | b |
|---|---|---|---|
| | | As at 30 June 2026 | As at 31 March 2026 |
| **On-balance sheet exposures** | | | |
| 1 | On-balance sheet assets (excluding derivatives and securities financing transactions (SFTs)) | 39,803,616 | 38,933,641 |
| 2 | Less: Provisions associated with on-balance sheet exposures | (620,127) | (617,600) |
| 3 | Less: Tier 1 capital regulatory adjustments | (27,719) | (27,342) |
| **4** | **Adjusted on-balance sheet exposures (excluding derivatives and SFTs)** | **39,155,770** | **38,288,699** |
| **Derivative exposures** | | | |
| 5 | Replacement cost associated with all derivatives transactions (i.e. net of eligible cash variation margin and/or with bilateral netting) | 94,637 | 75,583 |
| 6 | Add-on amounts for potential future exposure associated with all derivatives transactions | 177,069 | 173,497 |
| 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 | (664) | (1,458) |
| 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** | **271,042** | **247,622** |
| **SFT exposures** | | | |
| 13 | Accounting balance for SFT exposures | 173,513 | 482,794 |
| 14 | Less: Deducted amounts for SFT assets | – | – |
| 15 | Counterparty credit risk exposure for SFT exposures | 32,670 | 39,459 |
| 16 | Agent transaction exposures | – | – |
| **17** | **Total securities financing transaction exposures** | **206,183** | **522,253** |
| **Off-balance sheet exposures** | | | |
| 18 | Off-balance sheet exposures | 8,695,835 | 8,636,041 |
| 19 | Less: Adjustments for conversion to credit equivalent amounts | (6,247,436) | (6,101,606) |
| 20 | Less: Provisions associated with off-balance sheet exposures | (13,695) | (14,705) |
| **21** | **Adjusted off-balance sheet exposures** | **2,434,704** | **2,519,730** |

| | | a | b |
|---|---|---|---|
| | | **As at 30 June 2026** | **As at 31 March 2026** |
| **Net Tier 1 capital and adjusted on- and off-balance sheet exposures** | | | |
| 22 | Net Tier 1 capital | 3,040,754 | 3,044,074 |
| **23** | **Adjusted on- and off-balance sheet exposures** | **42,067,699** | **41,578,304** |
| **Leverage ratio** | | | |
| 24 | Leverage ratio | 7.23% | 7.32% |
| 24a | Leverage ratio a | 7.23% | 7.32% |
| 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 | 295,385 | 497,070 |
| 27a | Quarter-end value of gross SFT assets | 173,513 | 482,794 |
| 28 | Adjusted on- and off-balance sheet exposures a[1] | 42,189,571 | 41,592,580 |
| 28a | Adjusted on- and off-balance sheet exposures b[2] | 42,189,571 | 41,592,580 |
| 29 | Leverage ratio b | 7.21% | 7.32% |
| 29a | Leverage ratio c | 7.21% | 7.32% |

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 (if applicable) 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 (if applicable) but using the simple arithmetic average of the daily balance of SFTs.

# 10 Liquidity

## 10.1 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 second quarter of 2026, the Group measured a total of 91-days of LCR on this basis, with average ratio[2] standing at 138.60%, representing a decrease of 6.07 percentage points over the previous quarter, which was primarily due to the increase in the net cash outflows.

| | **2026** | | **2025** | |
|---|---|---|---|---|
| | **Quarter ended 30 June** | **Quarter ended 31 March** | **Quarter ended 31 December** | **Quarter ended 30 September** |
| Average value of LCR | 138.60% | 144.67% | 150.60% | 138.29% |

The Group's average values of consolidated LCR individual line items in the second quarter of 2026 are as follows:

Amounts in millions of Renminbi (except percentages)

| | | a | b |
|---|---|---|---|
| | | **The second quarter of 2026** | |
| | | **Total unweighted value** | **Total weighted value** |
| **High-quality liquid assets** | | | |
| 1 | Total high-quality liquid assets (HQLA) | | 6,828,679 |
| **Cash outflows** | | | |
| 2 | Retail deposits and deposits from small business customers, of which: | 13,660,177 | 970,861 |
| 3 | Stable deposits | 7,710,734 | 375,917 |
| 4 | Less stable deposits | 5,949,443 | 594,944 |
| 5 | Unsecured wholesale funding, of which: | 14,717,856 | 5,656,168 |
| 6 | Operational deposits (excluding those generated from correspondent banking activities) | 7,397,963 | 1,830,680 |
| 7 | Non-operational deposits (all counterparties) | 7,296,972 | 3,802,567 |
| 8 | Unsecured debts | 22,921 | 22,921 |
| 9 | Secured funding | | 3,154 |
| 10 | Additional requirements, of which: | 3,939,469 | 2,754,585 |
| 11 | Outflows related to derivative exposures and other collateral requirements | 2,661,082 | 2,661,082 |
| 12 | Outflows related to loss of funding on debt products | – | – |
| 13 | Credit and liquidity facilities | 1,278,387 | 93,503 |
| 14 | Other contractual funding obligations | 107,717 | 107,717 |
| 15 | Other contingent funding obligations | 4,062,195 | 127,052 |
| **16** | **Total cash outflows** | | **9,619,537** |
| **Cash inflows** | | | |
| 17 | Secured lending (Including reverse repos and securities borrowing) | 378,588 | 358,435 |
| 18 | Inflows from fully performing exposures | 2,115,378 | 1,495,971 |
| 19 | Other cash inflows | 2,953,964 | 2,813,274 |
| **20** | **Total cash inflows** | **5,447,930** | **4,667,680** |
| | | | **Adjusted value** |
| 21 | Total HQLA | | 6,828,679 |
| 22 | Total net cash outflows | | 4,951,857 |
| 23 | Liquidity Coverage Ratio (%) | | 138.60% |

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.

## 10.2 LIQ2: Net Stable Funding Ratio (NSFR)

**Net stable funding ratio**

In accordance with the *Disclosure Rules on Net Stable Funding Ratio of Commercial Banks*, the Group disclosed the information of net stable funding ratio ("NSFR")[1] as follows:

**Regulatory requirements of net stable funding ratio**

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

**The Group's net stable funding ratio**

As stipulated by the *Disclosure Rules on Net Stable Funding Ratio of Commercial Banks* issued by the NFRA, banks approved to implement the advanced approaches of capital measurement by the NFRA in accordance with the *Capital Rules for Commercial Banks* shall disclose the information of net stable funding ratio for the preceding two consecutive quarters at least semi-annually.

As at 30 June 2026, the Group's NSFR was 126.86% on a consolidated basis, representing a decrease of 0.73 percentage point over the previous quarter. As at 31 March 2026, the Group's NSFR was 127.59%, representing an decrease of 0.16 percentage point over the previous quarter. The Group's NSFR remained stable, and met the regulatory requirement.

| | **2026** | | **2025** | |
|---|---|---|---|---|
| | **Quarter ended 30 June** | **Quarter ended 31 March** | **Quarter ended 31 December** | **Quarter ended 30 September** |
| Ending value of NSFR[2] | 126.86% | 127.59% | 127.75% | 127.89% |

The Group's consolidated NSFR individual line items at the end of the second quarter of 2026 are as follows:

Amounts in millions of Renminbi (except percentage)

| | | a | b | c | d | e |
|---|---|---|---|---|---|---|
| | | The second quarter of 2026 | | | | |
| | | Unweighted value by residual maturity | | | | Weighted value |
| | | No maturity | < 6 months | 6 months to < 1 year | ≥1 year | |
| **Available stable funding (ASF) item** | | | | | | |
| 1 | Capital: | 3,076,343 | – | – | 774,863 | 3,851,206 |
| 2 | Regulatory capital | 3,076,343 | – | – | 774,863 | 3,851,206 |
| 3 | Other capital instruments | – | – | – | – | – |
| 4 | Retail deposits and deposits from small business customers: | 5,781,432 | 8,848,383 | 140,500 | 3,128 | 13,691,684 |
| 5 | Stable deposits | 2,857,691 | 5,029,517 | 18,231 | 590 | 7,510,758 |
| 6 | Less stable deposits | 2,923,741 | 3,818,866 | 122,269 | 2,538 | 6,180,926 |
| 7 | Wholesale funding: | 6,933,483 | 11,284,337 | 1,289,057 | 588,986 | 7,815,294 |
| 8 | Operational deposits | 6,183,979 | 563,549 | – | – | 3,373,764 |
| 9 | Other wholesale funding | 749,504 | 10,720,788 | 1,289,057 | 588,986 | 4,441,530 |
| 10 | Liabilities with matching interdependent assets | – | – | – | – | – |
| 11 | Other liabilities: | 131,880 | 193,278 | 4,297 | 315,589 | 172,594 |
| 12 | NSFR derivative liabilities | | | | 145,144 | |
| 13 | All other liabilities and equity not included in the above categories | 131,880 | 193,278 | 4,297 | 170,445 | 172,594 |
| **14** | **Total ASF** | | | | | **25,530,778** |
| **Required stable funding (RSF) item** | | | | | | |
| 15 | Total NSFR high-quality liquid assets | | | | | 1,184,969 |
| 16 | Deposits held at other financial institutions for operational purposes | 82,782 | 14,374 | – | – | 48,578 |
| 17 | Loans and securities: | 255,654 | 7,574,103 | 4,514,593 | 14,639,233 | 17,155,007 |
| 18 | Loans to financial institutions secured by Level 1 assets | – | 7,312 | – | – | 731 |
| 19 | Loans to financial institutions secured by non-Level 1 assets and unsecured performing loans to financial institutions | 219,480 | 1,618,270 | 463,722 | 269,863 | 777,387 |
| 20 | Loans to retail and small business customers, non-financial institutions, sovereigns, central banks and public sector entities (PSEs) of which: | – | 4,318,374 | 3,764,983 | 9,458,087 | 11,780,274 |
| 21 | With a risk weight of less than or equal to 35% | – | 645,936 | 215,010 | 447,621 | 515,790 |

| | | a | b | c | d | e |
|---|---|---|---|---|---|---|
| | | The second quarter of 2026 | | | | |
| | | Unweighted value by residual maturity | | | | Weighted value |
| | | No maturity | < 6 months | 6 months to < 1 year | ≥1 year | |
| 22 | Residential mortgages of which: | – | 110,114 | 110,824 | 4,198,966 | 3,118,812 |
| 23 | With a risk weight of less than or equal to 35% | – | 77,934 | 78,417 | 2,803,890 | 1,900,704 |
| 24 | Securities that are not in default and do not qualify as HQLA, including exchange-traded equities | 36,174 | 1,520,033 | 175,064 | 712,317 | 1,477,803 |
| 25 | Assets with matching interdependent liabilities | – | – | – | – | – |
| 26 | Other assets: | 982,782 | 109,517 | 19,912 | 599,605 | 1,480,815 |
| 27 | Physical traded commodities, including gold | 322,259 | | | | 273,920 |
| 28 | Assets posted as initial margin for derivative contracts and contributions to default funds of CCPs | | | | 30 | 25 |
| 29 | NSFR derivative assets | | | | 164,806 | 19,662 |
| 30 | NSFR derivative liabilities with additional requirements | | | | 29,029 | 29,029 |
| 31 | All other assets not included in the above categories | 660,523 | 109,517 | 19,912 | 434,769 | 1,158,179 |
| 32 | Off-balance sheet items | | | | 10,150,537 | 256,308 |
| **33** | **Total RSF** | | | | | **20,125,677** |
| **34** | **Net Stable Funding Ratio (%)** | | | | | **126.86%** |

The Group's consolidated NSFR individual line items at the end of the first quarter of 2026 are as follows:

Amounts in millions of Renminbi (except percentage)

| | | a | b | c | d | e |
|---|---|---|---|---|---|---|
| | | The first quarter of 2026 | | | | |
| | | Unweighted value by residual maturity | | | | Weighted value |
| | | No maturity | < 6 months | 6 months to < 1 year | ≥1 year | |
| **Available stable funding (ASF) item** | | | | | | |
| 1 | Capital: | 3,079,417 | – | – | 674,885 | 3,754,302 |
| 2 | Regulatory capital | 3,079,417 | – | – | 674,885 | 3,754,302 |
| 3 | Other capital instruments | – | – | – | – | – |
| 4 | Retail deposits and deposits from small business customers: | 5,802,373 | 8,987,015 | 76,583 | 3,108 | 13,777,512 |
| 5 | Stable deposits | 2,901,194 | 4,982,940 | 16,473 | 616 | 7,506,193 |
| 6 | Less stable deposits | 2,901,179 | 4,004,075 | 60,110 | 2,492 | 6,271,319 |
| 7 | Wholesale funding: | 7,032,236 | 10,720,193 | 1,316,970 | 537,146 | 7,930,799 |
| 8 | Operational deposits | 6,325,652 | 314,040 | – | – | 3,319,846 |
| 9 | Other wholesale funding | 706,584 | 10,406,153 | 1,316,970 | 537,146 | 4,610,953 |
| 10 | Liabilities with matching interdependent assets | – | – | – | – | – |
| 11 | Other liabilities: | 129,645 | 152,512 | 4,593 | 359,766 | 211,212 |
| 12 | NSFR derivative liabilities | | | | 150,850 | |
| 13 | All other liabilities and equity not included in the above categories | 129,645 | 152,512 | 4,593 | 208,916 | 211,212 |
| **14** | **Total ASF** | | | | | **25,673,825** |
| **Required stable funding (RSF) item** | | | | | | |
| 15 | Total NSFR high-quality liquid assets | | | | | 1,191,094 |
| 16 | Deposits held at other financial institutions for operational purposes | 61,558 | 10,844 | – | – | 36,201 |
| 17 | Loans and securities: | 214,861 | 7,558,175 | 4,458,566 | 14,670,306 | 17,109,650 |
| 18 | Loans to financial institutions secured by Level 1 assets | – | 83,239 | – | – | 8,324 |
| 19 | Loans to financial institutions secured by non-Level 1 assets and unsecured performing loans to financial institutions | 179,918 | 1,983,366 | 465,102 | 238,209 | 795,252 |
| 20 | Loans to retail and small business customers, non-financial institutions, sovereigns, central banks and public sector entities (PSEs) of which: | – | 3,992,033 | 3,696,775 | 9,447,271 | 11,708,747 |
| 21 | With a risk weight of less than or equal to 35% | – | 350,263 | 207,604 | 475,412 | 523,100 |

| | | a | b | c | d | e |
|---|---|---|---|---|---|---|
| | | The first quarter of 2026 | | | | |
| | | Unweighted value by residual maturity | | | | Weighted value |
| | | No maturity | < 6 months | 6 months to < 1 year | ≥1 year | |
| 22 | Residential mortgages of which: | – | 111,002 | 111,566 | 4,312,241 | 3,215,936 |
| 23 | With a risk weight of less than or equal to 35% | – | 77,275 | 77,926 | 2,803,765 | 1,900,048 |
| 24 | Securities that are not in default and do not qualify as HQLA, including exchange-traded equities | 34,943 | 1,388,535 | 185,123 | 672,585 | 1,381,391 |
| 25 | Assets with matching interdependent liabilities | – | – | – | – | – |
| 26 | Other assets: | 972,261 | 114,030 | 20,935 | 659,352 | 1,531,904 |
| 27 | Physical traded commodities, including gold | 311,567 | | | | 264,832 |
| 28 | Assets posted as initial margin for derivative contracts and contributions to default funds of CCPs | | | | 1,320 | 1,122 |
| 29 | NSFR derivative assets | | | | 163,002 | 12,152 |
| 30 | NSFR derivative liabilities with additional requirements | | | | 30,170 | 30,170 |
| 31 | All other assets not included in the above categories | 660,694 | 114,030 | 20,935 | 495,030 | 1,223,628 |
| 32 | Off-balance sheet items | | | | 9,930,498 | 252,840 |
| **33** | **Total RSF** | | | | | **20,121,689** |
| **34** | **Net Stable Funding Ratio (%)** | | | | | **127.59%** |

Supplementary description:

1. NSFR is introduced to ensure commercial banks have sufficient stable funding, in order to meet the demand for stable funding of all various types of assets and off-balance sheet exposures.

2. NSFR are the ending values of each quarter.