CITIC Limited
中國中信股份有限公司

(Incorporated in Hong Kong with limited liability)
(**Stock Code: 00267**)

ANNOUNCEMENT

CONTINUING CONNECTED TRANSACTIONS UNDER (1) THE ASSET TRANSFER FRAMEWORK AGREEMENT AND (2) THE INVESTMENT BUSINESS FRAMEWORK AGREEMENT

CONTINUING CONNECTED TRANSACTIONS

With the current asset transfer framework agreement and investment business framework agreement to expire on 31 December 2026, on 26 August 2026, CITIC Bank, a non-wholly-owned subsidiary of the Company, renewed the Asset Transfer Framework Agreement and the Investment Business Framework Agreement with CITIC Group with a term from 1 January 2027 to 31 December 2029, which sets out the basis upon which CITIC Bank would carry out certain continuing connected transactions with CITIC Group and/or its associates and the annual caps.

LISTING RULES IMPLICATIONS

As at the date of this announcement, CITIC Group is the controlling shareholder of the Company, CITIC Group and its associates (excluding the Group) are therefore connected persons of the Company under Chapter 14A of the Listing Rules (collectively, the "**CITIC Connected Persons**"). CITIC Bank is a non-wholly-owned subsidiary of the Company. Thus, the Asset Transfer Transactions and Investment Business Transactions between CITIC Bank and the CITIC Connected Persons will constitute continuing connected transactions of the Company under the Listing Rules, while transactions entered into between CITIC Bank and the Group under the Asset Transfer Framework Agreement and the Investment Business Framework Agreement are intra-group transactions not constituting continuing connected transactions of the Company.

As the highest applicable percentage ratio in respect of the caps for the Asset Transfer Transactions and Investment Business Transactions between CITIC Bank and the CITIC Connected Persons are more than 0.1% and less than 5%, such transactions are subject to the reporting and announcement requirements but are exempt from the circular (including independent financial advice) and independent shareholders' approval requirements under the Listing Rules.

I. INTRODUCTION

We refer to the announcement dated 8 November 2023 and the circular dated 13 December 2023 issued by CITIC Bank, and the announcement of the Company dated 20 November 2023 with respect to, among other things, the original asset transfer framework agreement entered into between CITIC Bank and CITIC Group with a term from 1 January 2024 to 31 December 2026. Considering the business development needs, on 26 August 2026, CITIC Bank renewed the Asset Transfer Framework Agreement with CITIC Group with a term from 1 January 2027 to 31 December 2029, which sets out the basis upon which CITIC Bank would carry out certain continuing connected transactions with CITIC Group and/or its associates and the annual caps.

We further refer to the announcement dated 8 November 2023 and the circular dated 13 December 2023 issued by CITIC Bank, and the announcement of the Company dated 28 March 2025 with respect to, among other things, the original investment business framework agreement entered into between CITIC Bank and CITIC Group with a term from 1 January 2024 to 31 December 2026. Considering the business development needs, on 26 August 2026, CITIC Bank renewed the Investment Business Framework Agreement with CITIC Group with a term from 1 January 2027 to 31 December 2029, which sets out the basis upon which CITIC Bank would carry out certain continuing connected transactions with CITIC Group and/or its associates and the annual caps.

II. CONTINUING CONNECTED TRANSACTIONS UNDER THE ASSET TRANSFER FRAMEWORK AGREEMENT

a. Particulars of the Asset Transfer Framework Agreement

Date:	26 August 2026
Parties:	CITIC Bank and CITIC Group
Term:	commencing from 1 January 2027 and ending on 31 December 2029 (both days inclusive)

Principal Terms and Pricing Principles

Principal Terms

(a) CITIC Bank in the ordinary and usual course of business buys from or sells to CITIC Connected Persons movable and immovable properties for own use, credit and other relevant assets, including but not limited to: the purchase and sale of movable and immovable properties for own use; sell/buy corporate and retail credit loan and non-credit loan assets and their (collection) beneficiary rights, receivables and other asset directly or through asset management plan, asset securitisation or through factoring, forfaiting or other forms; purchase and sale of interbank assets and claims, receipt and disposal of repossessed assets; commercial acceptance bonding business, bill discounting business without the credit risk of the discounting applicant, purchase and resale of bills under rediscounting business; acquisition of assets for operating lease business; and other asset transfer business.

(b) The Asset Transfer Transactions shall be conducted on normal commercial terms, which shall not be more favorable to the connected person than those offered by CITIC Bank to a comparable independent third party for same transactions.

Pricing Principles

The Asset Transfer Transactions are divided into ordinary asset transfer and securitisation asset transfer. The ordinary asset transfer is a non-tranched transfer, with a single or small number of transactions generally. Securitisation asset transfer is a selection of a larger number of loans which are packaged to form a pool of assets, and are designed with structured tranches. The transfer price payable by the transferee to the transferor under the Asset Transfer Framework Agreement shall be determined in accordance with the following principles:

(i) *Ordinary asset transfer*: Transfers of credit assets shall comply with the principle of integrity, that is, the transferred credit assets shall include all outstanding principal and interest receivable. In the transfer of credit assets by the transferor to the transferee, the principals under the loan shall be taken as the consideration of the transaction, while transferring at par (i.e. the ratio of the transaction consideration to the principals under the loan shall be 100%) without any discount or premium.

(ii) *Securitisation asset transfer*: The transfer of assets from connected persons to CITIC Bank is included in the above-mentioned ordinary asset transfer. In setting the interest rate for the loan asset securitisation products transferred by CITIC Bank to connected persons, CITIC Bank adopts the loan principal as the consideration of the transaction, while using transformation at par (i.e. the ratio of the transaction consideration to the principals under the loan shall be 100%) except for the securitisation of non-performing asset. In terms of the issuance rate of the assets-backed securities, the prioritised asset-backed securities (with exclusion of the sections held by the originating institutions) are determined by the approach of single spread (Dutch-style) or book building through the bidding system of China Central Depository & Clearing Co., Ltd., and the secondary assets backed securities (with exclusion of the sections held by the originating institutions) shall be determined by the number of tenders or by the book building approach, based on a par value of RMB100 per unit.

(iii) *Transfer of non-performing assets*: The pricing shall be determined in accordance with the principles of compliance with laws and regulations, openness and transparency, competitive selection of the best, and authenticity and cleanliness, taking into account factors including the condition of the assets, disposal costs, risks and returns, market conditions and professional opinions issued by third-party valuation institutions. Such transfers shall be conducted through a public process.

(iv) *Forfaiting asset transfer*: The price shall be determined based on the interest income accrued over the actual holding period and in accordance with the fair market value in the forfaiting market.

(v) *Bill asset transfer*: The transaction interest rate shall be adjusted on a floating basis based on the prevailing average transaction price published by the Shanghai Commercial Paper Exchange as the benchmark, taking into account market supply and demand.

For details, please refer to the announcement of CITIC Bank dated 26 August 2026.

b. Historical Transaction Amounts and Annual Caps

The historical transaction amounts and the annual caps for the Asset Transfer Transactions between CITIC Bank and the CITIC Connected Persons are set out below:

	Historical Amounts for the Year ended 31 December		**Historical Amounts for the Period from 1 January to 30 June** *(unaudited)*	**Annual Cap for the Year ending 31 December**		
			(RMB in millions)			
	2024	**2025**	**2026**	**2027**	**2028**	**2029**
Transaction Amount	2,412	463	317(Note)	-	-	-
Relevant Cap	9,000	9,000	9,000	6,300	6,300	6,300

Note: Unaudited, and it is expected that the transaction amount for the year ending 31 December 2026 will not exceed the corresponding caps.

c. Basis of the Annual Caps

As the historical transaction amounts between CITIC Bank and CITIC Connected Persons had been relatively low, the Company has correspondingly reduced the relevant future annual caps. The reduction is, however, limited, having taken into account, among other things, the following existing and prospective business needs: (i) in accordance with industry regulatory guidance, financial markets business no longer covers rediscounting business, and CITIC Bank has accordingly reclassified such business under the asset transfer category for management purposes, as a result of which asset transfer transactions between CITIC Bank and CITIC Connected Persons are expected to increase as compared with the previous year; and (ii) CITIC Bank's forecast that the transaction amounts of its asset transfer business may increase in the future with the growth in the number of the potential CITIC Connected Persons.

III. CONTINUING CONNECTED TRANSACTIONS UNDER THE INVESTMENT BUSINESS FRAMEWORK AGREEMENT

a. Particulars of the Investment Business Framework Agreement

Date: 26 August 2026

Parties: CITIC Bank and CITIC Group

Term: commencing from 1 January 2027 and ending on 31 December 2029 (both days inclusive)

Principal Terms and Pricing Principles

Principal Terms

(a) Both parties agree, in the ordinary and usual course of business, to conduct the following investment business including, but not limited to, investment in securities, funds (including fund subsidiaries), insurance, trust and other financial institutions or (financial) products issued or established by competent persons (including, but not limited to, broker asset management plan, fund special plan, wealth management products, trust plan, trust beneficiary right, asset-backed securities, asset-backed notes, etc.); entrusted investment; bonds, non-standard creditor's rights, equities and interbank deposits in which the wealth management funds are invested in and with connected persons as the financing entities; co-investment with connected persons; investment in unlisted equities; other investment transactions.

(b) The terms applicable to the transactions under the Investment Business Framework Agreement shall not be more favorable to the connected person than those offered by CITIC Bank to a comparable independent third party for same transactions.

Pricing Principles

For investments in publicly-offered fund products, the management fee and investment income shall be uniformly allocated by the fund manager according to the fund shares with open and consistent standards for all investors. At present, the management fee rates in the publicly-offered fund market differ depending on the fund types (monetary or bond) and management methods (active management or passive index). The management fee and investment advisory fee rates for publicly-offered funds are typically not exceeding 0.5%, while the management fee rates for private funds are typically not exceeding 1%. For investments in asset management plans, the applicable fee rates shall be subject to a uniform cap based on the product's underlying investment strategy. To be specific, the management fee and investment advisory fee rates of fixed-income products are set at not more than 0.5% by reference to the management fee rates of publicly-offered funds; the management fee and investment advisory fee rates of equity products are set at not more than 1.2% by reference to the management fee rates of private funds. For investments in asset-backed securities, bonds and other standardised creditor's rights, in the primary market, the price shall be set by the issuer, and all market participants shall subscribe through competitive bidding; and in the secondary market, transactions shall be matched and executed according to yield quotations with reference to valuations published by ChinaBond. For investments in non-standard creditor's rights of connected persons, the pricing method shall be market-based and determined by agreement between both parties.

For details, please refer to the announcement of CITIC Bank dated 26 August 2026.

b. Historical Transaction Amounts and Annual Caps

The historical transaction amounts and the annual caps for the Investment Business Transactions between CITIC Bank and the CITIC Connected Persons are set out below:

	Historical Amounts for the Year ended 31 December		Historical Amounts for the Period from 1 January to 30 June *(unaudited)*	Annual Cap for the Year ending 31 December		
			(RMB in millions)			
	2024	**2025**	**2026**	**2027**	**2028**	**2029**
Investment Amount (balance at any time)	-	3,880 (Note 1)	8,054 (Note 1, 2)	-	-	-
Relevant Cap	-	10,000	10,000	12,000	12,000	12,000

Notes:

1. *For illustration purpose and to provide meaningful reference of the historical transaction amount, relevant transaction amount represents the highest balance of the investment amount between CITIC Bank and CITIC Connected Persons during the relevant year/period.*
2. *Unaudited, and it is expected that the balance of such investment business for the year ending 31 December 2026 will not exceed the corresponding caps.*

c. *Basis of the Annual Caps*

The annual caps are determined based on the following factors: (i) for the purpose of strengthening the cooperation with quality enterprises within CITIC Group and giving full play to the synergistic advantages, CITIC Bank has intensified its business development efforts; (ii) the scale of products of CITIC Wealth Management Corporation Limited, a subsidiary of CITIC Bank, continues to grow and, in line with such growth, the amount of wealth management funds invested in CITIC Connected Persons is also expected to increase correspondingly; (iii) as deposit interest rates fell, the substitution effect of time deposits for wealth management products weakens, the scale of products issued by wealth management companies keeps growing, and the scale of wealth management investment and the scale of investment in financial products issued by CITIC Connected Persons also grow correspondingly; and (iv) the amount of caps of connected transactions was set by referring to the authorisation limit of a single mutual fund company.

IV. REASONS FOR AND BENEFITS OF ENTERING INTO THE ASSET TRANSFER FRAMEWORK AGREEMENT AND THE INVESTMENT BUSINESS FRAMEWORK AGREEMENT

As a method of management of assets and liabilities, CITIC Bank can optimise its credit structure by selling loans and other related assets to the CITIC Connected Persons.

Besides, CITIC Group is an international conglomerate enterprise group and enjoys comprehensive advantage and strength. Through cooperation with CITIC Connected Persons, CITIC Bank is conducive to giving full play to the synergies of the group's integrated platform, reducing CITIC Bank's operating costs, increasing CITIC Bank's comprehensive income, and creating high return on investment for its shareholders. Cooperation with CITIC Connected Persons could optimise the allocation of resources, effectively control the operating costs, and enhance CITIC Bank's comprehensive service capabilities to customers.

The Directors (including independent non-executive Directors) are of the view that the Asset Transfer Transactions and the Investment Business Transactions are in the ordinary and usual course of business of the Group and on normal commercial terms, and the terms are fair and reasonable and in the interests of the Company and its Shareholders as a whole.

V. LISTING RULES IMPLICATIONS

As at the date of this announcement, CITIC Group is the controlling shareholder of the Company, CITIC Group and its associates (excluding the Group) are connected persons of the Company under Chapter 14A of the Listing Rules. CITIC Bank is a non-wholly-owned subsidiary of the Company. Thus, the Asset Transfer Transactions and Investment Business Transactions between CITIC Bank and the CITIC Connected Persons will constitute continuing connected transactions of the Company under the Listing Rules, while transactions entered into between CITIC Bank and the Group under the Asset Transfer Framework Agreement and the Investment Business Framework Agreement are intra-group transactions not constituting continuing connected transactions of the Company.

As the highest applicable percentage ratio in respect of the caps for the Asset Transfer Transactions and Investment Business Transactions between CITIC Bank and the CITIC Connected Persons are more than 0.1% and less than 5%, such transactions are subject to the reporting and announcement requirements but are exempt from the circular (including independent financial advice) and independent shareholders' approval requirements under the Listing Rules.

Mr. Xi Guohua, Mr. Zhang Wenwu, Mr. Wang Guoquan, Ms. Li Yi and Mr. Yue Xuekun all have offices in CITIC Group, and in order to avoid the perception of a conflict of interest, each of them had either abstained from voting, or was not present at the relevant Board meeting to vote, on the Board resolutions to approve the above continuing connected transactions. Save as disclosed above, none of the other Directors has a material interest in the above continuing connected transactions or holds any position in CITIC Group and/or its associates which would require them to abstain from voting on the relevant Board resolutions.

VI. INFORMATION ABOUT THE PARTIES INVOLVED

The Company

CITIC Limited (Stock Exchange stock code: 00267) is one of China's largest conglomerates and a constituent of the Hang Seng Index. Tracing our roots to the beginning of China's opening and reform, CITIC has grown in step with the country's rise and modernisation. We have built a remarkable portfolio of businesses in comprehensive financial services, advanced intelligent manufacturing, advanced materials, new consumption and new-type urbanisation. CITIC's unique platform, diversified business portfolio and scale allow CITIC Limited to capture emerging opportunities in China and around the world. Guiding us as we grow is our fundamental commitment to create long-term value for all of its shareholders.

CITIC Group

CITIC Group is a Chinese state-owned enterprise under the Ministry of Finance. Its main asset is a 53.12% interest in CITIC Limited. Since its establishment in 1979, CITIC Group has been a pioneer of China's economic reform. It makes investments in areas with long-term potential as well as those aligned with national priorities.

CITIC Bank

CITIC Bank (Shanghai Stock Exchange stock code: 601998; Stock Exchange stock code: 00998), formerly known as CITIC Industrial Bank (中信實業銀行), was incorporated in 1987. As at the date of this announcement, CITIC Bank is a non-wholly-owned subsidiary of the Company. CITIC Bank's principal businesses include corporate finance, retail finance, financial markets and other businesses.

VII. DEFINITIONS

In this announcement, unless the context otherwise requires, the following expressions shall have the following respective meanings:

"Asset Transfer Framework Agreement"	the new asset transfer framework agreement renewed between CITIC Bank and CITIC Group dated 26 August 2026
"Asset Transfer Transactions"	the transactions contemplated under the Asset Transfer Framework Agreement
"Board"	the board of directors of the Company
"CITIC Bank"	China CITIC Bank Corporation Limited (中信銀行股份有限公司), a non-wholly-owned subsidiary of the Company
"CITIC Connected Person(s)"	CITIC Group and/or its associates (excluding the Group)
"CITIC Group"	CITIC Group Corporation (中國中信集團有限公司)
"Company" or "CITIC Limited"	CITIC Limited (中國中信股份有限公司)
"Director(s)"	the director(s) of the Company
"Group"	the Company and its subsidiaries
"**Investment Business Framework Agreement**"	the new investment business framework agreement renewed between CITIC Bank and CITIC Group dated 26 August 2026
"Investment Business Transactions"	the transactions contemplated under the Investment Business Framework Agreement

"Listing Rules"	the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited
"PRC" or "China"	the People's Republic of China
"RMB"	Renminbi, the lawful currency of the People's Republic of China
"Shareholders"	the shareholders of the Company
"Stock Exchange"	The Stock Exchange of Hong Kong Limited

By Order of the Board
CITIC Limited
Xi Guohua
Chairman

Hong Kong, 28 August 2026

As at the date of this announcement, the executive directors of the Company are Mr. Xi Guohua (Chairman), Mr. Zhang Wenwu and Mr. Wang Guoquan; the non-executive directors of the Company are Ms. Li Yi, Mr. Yue Xuekun, Mr. Yang Xiaoping and Mr. Li Zimin; and the independent non-executive directors of the Company are Mr. Anthony Francis Neoh, Mr. Francis Siu Wai Keung, Dr. Xu Jinwu, Mr. Chen Yuyu and Mr. Tokuya Takizawa.