China Construction Bank Corporation

Capital Management Pillar III

Half-Year Report 2026

中国建设银行
China Construction Bank

1 Introduction

1.1 Report Basis

The Report is prepared in accordance with the *Rules on Capital Management of Commercial Banks* issued by the National Financial Regulatory Administration.

1.2 Declaration

CCB strictly adheres to regulatory requirements, has established a governance framework for the capital management Pillar III information disclosure, and formulated management policy. The Board of Directors of the Bank has approved the effective internal control process which is implemented by senior management. The process comprehensively enhanced the standardisation and procedural management of information disclosure, ensuring the authenticity and reliability.

The Report has been reviewed by senior management and approved by the Board of Directors on 28 August 2026.

2 Key Prudential Regulatory Indicators and Risk-weighted Assets

2.1 Overview of Key Prudential Regulatory Indicators

According to the regulatory requirements, CCB shall calculate and disclose capital adequacy ratios in accordance with the *Rules on Capital Management of Commercial Banks*. Based on the approval to implement the advanced capital measurement method in 2014, the former China Banking and Insurance Regulatory Commission approved the Group to expand the implementation scope of the advanced capital measurement method in April 2020. According to regulatory requirements, the Group continues to apply the Internal Ratings-Based (IRB) Approach to measure capital requirements for credit risk within the approved scope, parts uncovered by IRB using the Regulatory Weighting Approach. For both market risk and operational risk, the Standardised Approach is implemented to calculate capital requirements. The Group calculates capital adequacy ratios with both the advanced approach and other approaches and complies with the relevant requirements for capital floors.

Key prudential regulatory indicators include capital adequacy ratios, leverage ratio, and liquidity risk-related metrics. As of 30 June 2026, key prudential regulatory indicators of the Group met regulatory requirements, and the overview is as follows.

Table 1 (KM1): Regulatory Consolidated Key Prudential Regulatory Indicators

(In millions of RMB, except percentages)		a	b	c	d	e
		30 June 2026	**31 March 2026**	**31 December 2025**	**30 September 2025**	**30 June 2025**
Available capital						
1	Common Equity Tier 1 capital (CET1)	3,579,066	3,549,227	3,464,852	3,437,715	3,367,925
2	Tier 1 capital	3,808,054	3,748,179	3,663,783	3,636,619	3,566,821
3	Total capital	4,879,991	4,728,014	4,663,426	4,607,363	4,582,571
Risk-weighted assets (RWA)						
4	Total RWA	25,132,550	24,882,044	23,685,171	23,943,962	23,483,601
4a	Total RWA (before the application of capital floor)	25,132,550	24,882,044	23,685,171	23,943,962	23,483,601
Capital adequacy ratios						
5	CET1 ratio (%)	14.24	14.26	14.63	14.36	14.34
5a	CET1 ratio (%) (before the application of capital floor)	14.24	14.26	14.63	14.36	14.34
6	Tier 1 ratio (%)	15.15	15.06	15.47	15.19	15.19
6a	Tier 1 ratio (%) (before the application of capital floor)	15.15	15.06	15.47	15.19	15.19
7	Total capital ratio (%)	19.42	19.00	19.69	19.24	19.51
7a	Total capital ratio (%) (before the application of capital floor)	19.42	19.00	19.69	19.24	19.51
Additional CET1 buffer requirements as a percentage of RWA						
8	Capital conservation buffer requirements (%)	2.50	2.50	2.50	2.50	2.50

(In millions of RMB, except percentages)		a	b	c	d	e
		30 June 2026	**31 March 2026**	**31 December 2025**	**30 September 2025**	**30 June 2025**
9	Countercyclical buffer requirements (%)	0.00	0.00	0.00	0.00	0.00
10	Bank G-SIBs and/or D-SIBs additional requirements (%)	1.50	1.50	1.50	1.50	1.50
11	Total of bank CET1 specific buffer requirements (%) (8 + 9 + 10)	4.00	4.00	4.00	4.00	4.00
12	CET1 available after meeting the bank's minimum capital requirements (%)	9.15	9.06	9.47	9.19	9.19
Leverage ratio						
13	On- and off-balance sheet assets after adjustments	49,916,418	49,727,377	48,093,733	47,630,745	46,673,697
14	Leverage ratio (%)	7.63	7.54	7.62	7.64	7.64
14a	Leverage ratio a (%)[1]	7.63	7.54	7.62	7.64	7.64
14b	Leverage ratio b (%)[2]	7.50	7.44	7.56	7.60	7.71
14c	Leverage ratio c (%)[3]	7.50	7.44	7.56	7.60	7.71
Liquidity coverage ratio (LCR)[4]						
15	Total high-quality liquid assets (HQLA)	7,382,915	7,322,021	6,875,591	6,683,214	6,373,935
16	Total net cash outflows	5,841,884	5,310,039	5,099,688	5,049,662	5,230,404
17	Liquidity coverage ratio (%)	126.58	138.12	135.47	132.40	122.06
Net stable funding ratio (NSFR)						
18	Total available stable funding	31,994,292	31,945,083	30,556,990	30,455,916	29,823,343
19	Total required stable funding	24,705,473	24,800,321	23,131,933	23,149,418	22,674,562
20	Net stable funding ratio (%)	129.50	128.81	132.10	131.56	131.53

1. The leverage ratio a refers to the leverage ratio calculated by the quarter-end value of securities financing transactions, excluding the impact of the temporary exemption of deposit reserves. For detailed information, please refer to the "9. Leverage Ratio" section.
2. The leverage ratio b refers to the leverage ratio calculated by the simple arithmetic mean of the daily balance of securities financing transactions within the latest quarter, including the impact of the temporary exemption of deposit reserves. For detailed information, please refer to the "9. Leverage Ratio" section.
3. The leverage ratio c refers to the leverage ratio calculated by the simple arithmetic mean of the daily balance of securities financing transactions within the latest quarter, excluding the impact of the temporary exemption of deposit reserves. For detailed information, please refer to the "9. Leverage Ratio" section.
4. The liquidity coverage ratio data above represent simple arithmetic means of the values for each calendar days within the latest quarter. For detailed information, please refer to the "10. Liquidity Risk" section.

The following table shows the key prudential regulatory indicators for the Group's Total Loss-Absorbing Capacity (TLAC).

Table 2 (KM2): Key Prudential Regulatory Indicators: Regulatory Requirements for Total Loss-Absorbing Capacity (TLAC) at Resolution Group Level

		a	b	c	d	e
(In millions of RMB, except percentages)		**30 June 2026**	**31 March 2026**	**31 December 2025**	**30 September 2025**	**30 June 2025**
1	Total Loss-Absorbing Capacity (TLAC) available	5,618,305	5,400,065	5,305,555	5,255,962	5,219,661
2	Total RWA at the level of the resolution group	25,132,550	24,882,044	23,685,171	23,943,962	23,483,601
3	TLAC as a percentage of RWA (row1/row2, %)[1]	22.35	21.70	22.40	21.95	22.23
4	Leverage exposure measure at the level of the resolution group	49,916,418	49,727,377	48,093,733	47,630,745	46,673,697
5	TLAC as a percentage of leverage exposure measure (row1/row4, %)	11.26	10.86	11.03	11.03	11.18

1. According to the *Measures for Administration of the Total Loss-Absorbing Capacity of Global Systemically Important Banks*, the bank shall meet both external TLAC risk-weighted ratio requirements (16%) and capital buffer requirements (4%), which include capital conservation buffer (2.5%) and G-SIBs additional capital requirements (1.5%), totalling 20%.

2.2 Overview of Risk Weighted Assets

The following table shows the Group's risk-weighted assets and capital requirements.

Table 3 (OV1): Overview of Risk-weighted Assets

(In millions of RMB)		a	b	c
		Risk-weighted assets		Minimum capital requirements
		30 June 2026	31 March 2026	30 June 2026
1	**Credit risk**	23,074,664	22,840,337	1,845,973
2	**Credit risk (exclusive of counterparty credit risk, credit valuation adjustment risk, asset management products in the banking book, and banking book securitisation)**	22,491,345	22,283,278	1,799,307
3	of which: Regulatory weighting approach	6,672,995	6,725,154	533,839
4	of which: Risk exposure formed in the clearing process of securities, commodities, and foreign currencies transactions	0	0	0
5	of which: Amounts below the threshold deductions	408,756	404,199	32,700
6	of which: Foundation internal ratings-based (F-IRB) approach	13,772,894	13,472,992	1,101,832
7	of which: Regulatory mapping approach	-	-	-
8	of which: Advanced internal ratings-based (A-IRB) approach	2,045,456	2,085,132	163,636
9	**Counterparty credit risk**	125,984	116,375	10,079
10	of which: Standardised approach	125,984	116,375	10,079
11	of which: Current exposure method	-	-	-
12	of which: Other approaches	-	-	-
13	**Credit valuation adjustment risk**	30,106	26,365	2,408
14	**Asset management products in the banking book**	398,396	379,718	31,872
15	of which: Look-through approach	136	156	11
16	of which: Mandate-based approach	396,812	377,902	31,745
17	of which: 1250% risk weight applies	1,448	1,660	116
18	**Banking book securitisation**	28,833	34,601	2,307
19	of which: Internal ratings-based approach for securitisation	-	-	-
20	of which: External ratings-based approach for securitisation	9,003	2,522	720
21	of which: Standardised approach for securitisation	6,011	6,160	481
	of which: 1250% risk weight applies	76,324	87,341	6,106
	of which: Adjustment for applying the capital charge cap	(62,505)	(61,422)	(5,000)
22	**Market risk**	367,869	355,047	29,429
23	of which: Standardised approach	367,869	355,047	29,429
24	of which: Internal model-based approach (IMA)	-	-	-
25	of which: Simplistically standardised approach	-	-	-

(In millions of RMB)		a	b	c
		Risk-weighted assets		Minimum capital requirements
		30 June 2026	31 March 2026	30 June 2026
26	**Capital charge for switch between trading book and banking book**	24,758	21,401	1,981
27	**Operational risk**	1,665,259	1,665,259	133,221
28	**Additional adjustments due to the application of capital floor**	0	0	
29	**Total**	25,132,550	24,882,044	2,010,604

3 Capital and Total Loss Absorbing Capacity (TLAC) Composition

3.1 Main Features of Regulatory Capital Instruments and Eligible External TLAC Instruments

In compliance with the relevant requirements of the *Rules on Capital Management of Commercial Banks*, the main features of regulatory capital instruments and eligible external TLAC instruments are published on CCB website separately from the report.

(Website link: https://en.ccb.com/eng/investor/announcement/regulatorycapital/index.shtml).

3.2 Capital Composition

The following table shows the Group's regulatory capital composition, and the corresponding relationship with the regulatory consolidated balance sheet.

Table 4 (CC1): Composition of Regulatory Capital

(In millions of RMB, except percentages)		a 30 June 2026 Amount	b Code
Common Equity Tier 1 capital (CET1): instruments and reserves			
1	Qualifying common share capital and capital reserve	490,891	e+g
2	Retained earnings	3,061,820	
2a	Surplus reserve	434,687	h
2b	General reserve	586,673	i
2c	Undistributed profits	2,040,460	j
3	Accumulated other comprehensive income	28,566	
4	Non-controlling interest given recognition in Common Equity Tier 1 capital	4,651	
5	**Common Equity Tier 1 capital (CET1) before regulatory adjustments**	3,585,928	
Common Equity Tier 1 capital (CET1): regulatory adjustments			
6	Prudent valuation adjustments	-	
7	Goodwill (net of deferred tax liabilities)	1,964	a-c
8	Other intangible assets (excluding land use rights) (net of deferred tax liabilities)	4,316	b-d
9	Net deferred tax assets relying on future profitability and arising from operating losses	16	
10	Cash flow hedge reserves that relate to the hedging of items that are not fair valued on the balance sheet	564	
11	Shortfall of provisions to expected losses	-	
12	Gains from sales of securitisation	-	
13	Unrealised profit / loss arising from the changes in own credit risk on fair values of liability	-	
14	Net defined-benefit pension assets (net of deferred tax liabilities)	-	
15	Directly or indirectly investments in own shares	2	
16	Deduction for reciprocal cross-holdings in common equity	-	
17	Deduction for non-significant investments in the Common Equity Tier 1 capital of financial institutions outside the regulatory scope of consolidation	-	
18	Deduction for significant investments in the Common Equity Tier 1 capital of financial institutions outside the regulatory scope of consolidation	-	
19	Deduction for deferred tax assets relying on the Bank's future profitability	-	
20	Deduction for significant investments in the capital of financial institutions outside the regulatory scope of consolidation and other net	-	

(In millions of RMB, except percentages)		a 30 June 2026 Amount	b Code
	deferred tax assets that rely on the Bank's future profitability after all deduction (amount exceeding the 15% threshold)		
21	of which: Deduction for significant investments in the capital of financial institutions	-	
22	of which: Deduction for other deferred tax assets that rely on the Bank's future profitability	-	
23	Other deductions for Common Equity Tier 1 capital	-	
24	Deduction for Common Equity Tier 1 capital due to insufficient Additional Tier 1 and Tier 2	-	
25	**Total regulatory adjustments to Common Equity Tier 1 capital (CET1)**	6,862	
26	**Common Equity Tier 1 capital (CET1)**	3,579,066	
Additional Tier 1 capital (AT1): instruments			
27	Qualifying Additional Tier 1 instruments	229,977	
28	of which: Equity	229,977	
29	of which: Liabilities	-	
30	Non-controlling interest given recognition in Additional Tier 1 capital	151	
31	**Additional Tier 1 capital (AT1) before regulatory adjustments**	230,128	
Additional Tier 1 capital (AT1): regulatory adjustments			
32	Direct or indirect investments in own Additional Tier 1 instruments	-	
33	Deduction for reciprocal cross-holdings in Additional Tier 1 instruments	-	
34	Deduction for non-significant investments in Additional Tier 1 capital of financial institutions outside the regulatory scope of consolidation	-	
35	Significant investments in Additional Tier 1 capital of financial institutions outside the regulatory scope of consolidation	1,140	
36	Other deductions for Additional Tier 1 capital	-	
37	Deduction for Additional Tier 1 due to insufficient Tier 2	-	
38	**Total regulatory adjustments to Additional Tier 1 capital (AT1)**	1,140	
39	**Additional Tier 1 capital (AT1)**	228,988	
40	**Tier 1 capital (T1 = CET1 + AT1)**	3,808,054	
Tier 2 capital: instruments and provisions			
41	Qualifying Tier 2 instruments	698,513	
42	Non-controlling interest given recognition in Tier 2 capital	247	
43	Provisions in Tier 2	373,177	
44	**Tier 2 capital before regulatory adjustments**	1,071,937	
Tier 2 capital: regulatory adjustments			
45	Direct or indirect investments in own Tier 2 instruments	-	
46	Reciprocal cross-holdings in Tier 2 instruments and TLAC investment	-	
47	Deduction for non-significant investments in Tier 2 capital of financial institutions outside the regulatory scope of consolidation	-	
47a	Deduction for non-significant investments in TLAC of financial institutions outside the regulatory scope of consolidation (applicable for G-SIBs only)	-	
48	Deduction for significant investments in Tier 2 capital of financial institutions outside the regulatory scope of consolidation	-	
48a	Deduction for significant investments in TLAC of financial institutions outside the regulatory scope of consolidation (applicable for G-SIBs only)	-	
49	Other deductions for Tier 2 capital	-	
50	**Total regulatory adjustments to Tier 2 capital**	-	
51	**Tier 2 capital**	1,071,937	

(In millions of RMB, except percentages)		a 30 June 2026 Amount	b Code
52	**Total capital (= Tier 1 + Tier2)**	4,879,991	
53	**Total RWA**	25,132,550	
Capital adequacy ratios and capital requirements			
54	**CET1 ratio (%)**	14.24	
55	**Tier 1 ratio (%)**	15.15	
56	**Total capital ratio (%)**	19.42	
57	**Additional CET1 buffer requirements (%)**	4.00	
58	of which: Capital conservation buffer requirements	2.50	
59	of which: Countercyclical buffer requirements	0.00	
60	of which: Bank G-SIBs and/or D-SIBs additional requirements	1.50	
61	**CET1 available after meeting the bank's minimum capital requirements (%)**	9.15	
Minimum regulatory capital requirements			
62	CET1 ratio (%)	5.00	
63	Tier 1 ratio (%)	6.00	
64	Total capital ratio (%)	8.00	
Amounts below the threshold for deductions			
65	Amount not deducted from non-significant investments in the capital of other financial institutions outside of the regulatory scope of consolidation	126,092	
65a	Amount not deducted from non-significant investments in TLAC of other financial institutions outside the regulatory scope of consolidation (applicable for G-SIBs only)	91,652	
66	Amount not deducted from significant investments in the capital of other financial institutions outside of the regulatory scope of consolidation	16,800	
67	Other deferred tax assets relying on the Bank's future profitability (net of deferred tax liabilities)	143,877	
Caps on the inclusion of provisions in Tier 2 capital			
68	Excess of provisions to expected losses related to portfolios uncovered by the IRB approach	232,937	
69	Excess of provisions to expected losses related to portfolios uncovered by the IRB approach to be included in Tier 2 capital	89,584	
70	Excess of provisions to expected losses related to portfolios covered by the IRB approach	305,097	
71	Excess of provisions to expected losses related to portfolios covered by the IRB approach to be included in Tier 2 capital	283,593	

3.3 Reconciliation of Accounting Balance Sheet to Balance Sheet under the Regulatory Scope of Consolidation

As of 30 June 2026, the difference between the scope of the Group's regulatory consolidation and accounting consolidation mainly included CCB Life Insurance Co., Ltd., as well as other insurance and industrial and commercial subsidiaries. Detailed information of CCB Life Insurance Co., Ltd. is disclosed in the half-year report of CCB.

The following table shows the differences between the Group's balance sheet of the accounting scope of consolidation and regulatory scope of consolidation and the constitutive relation between the balance sheet and the capital items disclosed in Table CC1.

Table 5 (CC2): Reconciliation of Accounting Balance Sheet to Balance Sheet under the Regulatory Scope of Consolidation

(In millions of RMB)		a	b	c
		30 June 2026		
		Balance sheet of the accounting scope of consolidation	**Balance sheet of the regulatory scope of consolidation**	**Code**
Assets				
1	Cash and deposits with central banks	2,624,659	2,624,659	
2	Deposits with banks and non-bank financial institutions	203,006	186,931	
3	Precious metals	198,854	198,854	
4	Placements with banks and non-bank financial institutions	813,820	813,821	
5	Positive fair value of derivatives	74,843	74,843	
6	Financial assets held under resale agreements	247,776	237,457	
7	Loans and advances to customers	28,440,110	28,441,560	
8	Financial investments	13,990,922	13,660,411	
9	Financial assets measured at fair value through profit or loss	920,388	795,663	
10	Financial assets measured at amortised cost	8,593,174	8,547,935	
11	Financial assets measured at fair value through other comprehensive income	4,477,360	4,316,813	
12	Long-term equity investments	25,739	42,692	
13	Fixed assets	168,727	167,461	
14	Construction in progress	2,965	2,710	
15	Land use rights	11,228	11,153	
16	Intangible assets	4,808	4,316	b
17	Goodwill	2,321	1,964	a
18	Deferred tax assets	145,190	143,877	
19	Other assets	373,276	355,608	
20	**Total assets**	47,328,244	46,968,317	
Liabilities				
21	Borrowings from central banks	1,477,901	1,477,901	
22	Deposits from banks and non-bank financial institutions	4,291,973	4,292,885	
23	Placements from banks and non-bank financial institutions	482,204	480,866	
24	Financial liabilities measured at fair value through profit or loss	343,945	341,778	
25	Negative fair value of derivatives	45,388	45,336	
26	Financial assets sold under repurchase agreements	1,450,984	1,419,813	

(In millions of RMB)		a	b	c
		30 June 2026		
		Balance sheet of the accounting scope of consolidation	Balance sheet of the regulatory scope of consolidation	Code
27	Deposits from customers	31,818,419	31,823,051	
28	Accrued staff costs	65,773	63,592	
29	Taxes payable	28,634	28,417	
30	Provisions	24,563	24,552	
31	Debt securities issued	2,835,183	2,827,803	
32	Deferred tax liabilities	3,278	864	
33	of which: Related to goodwill	-	-	c
34	of which: Related to intangible assets	-	-	d
35	Other liabilities	626,173	311,296	
36	**Total liabilities**	43,494,418	43,138,154	
Equity				
37	Share capital	261,600	261,600	e
38	Other equity instruments - preference shares	59,977	59,977	
39	Other equity instruments - perpetual bonds	170,000	170,000	
40	Capital reserve	229,317	229,291	g
41	Other comprehensive income	21,691	28,566	
42	Surplus reserve	434,687	434,687	h
43	General reserve	587,285	586,673	i
44	Undistributed profits	2,045,625	2,040,460	j
45	Total equity attributable to equity shareholders of the Bank	3,810,182	3,811,254	
46	Non-controlling interests	23,644	18,909	
47	**Total equity**	3,833,826	3,830,163	

3.4 Composition of Total Loss-Absorbing Capacity (TLAC)

The following table shows the Group's TLAC composition.

Table 6 (TLAC1): TLAC Composition for G-SIBs (at resolution group level)

(In millions of RMB, except percentages)		a
		30 June 2026
		Amount
Regulatory capital elements of TLAC and adjustments		
1	Common Equity Tier 1 capital (CET1)	3,579,066
2	Additional Tier 1 capital (AT1) before TLAC adjustments	228,988
3	Deduction items of TLAC (if applicable)	-
4	Additional Tier 1 instruments eligible under the TLAC framework	228,988
5	Tier 2 capital before TLAC adjustments	1,071,937
6	Amortised portion of Tier 2 instruments where remaining maturity > 1 year	-
7	Deduction items of TLAC (if applicable)	-
8	Tier 2 instruments eligible under the TLAC framework	1,071,937
9	TLAC arising from regulatory capital	4,879,991
Non-regulatory capital elements of TLAC		
10	External TLAC instruments issued directly by the bank and subordinated to excluded liabilities	110,000
11	External TLAC instruments issued directly by the bank which are not	

(In millions of RMB, except percentages)		a 30 June 2026 Amount
	subordinated to excluded liabilities	
12	of which: amount eligible as TLAC after application of the caps	
13	Eligible ex ante commitments to recapitalise a G-SIBs in resolution	628,314
14	TLAC arising from non-regulatory capital instruments before deduction	738,314
Non-regulatory capital elements of TLAC: adjustments		
15	TLAC before deductions	5,618,305
16	Deductions of exposures between MPE resolution groups that correspond to items eligible for TLAC (not applicable to SPE G-SIBs)	-
17	Deduction of investments in own other TLAC liabilities	-
18	Other adjustments to TLAC	-
19	TLAC after deductions	5,618,305
RWA and leverage exposure measure for TLAC purposes		
20	Total RWA	25,132,550
21	Leverage exposure measure	49,916,418
TLAC ratios and buffers		
22	TLAC (as a percentage of RWA adjusted as permitted under the TLAC regime) (%)	22.35
23	TLAC (as a percentage of leverage exposure) (%)	11.26
24	CET1 (as a percentage of RWA) available after meeting the resolution group's minimum capital and TLAC requirements (%)	6.35
25	Additional CET1 buffer requirements (%)	4.00
26	of which: Capital conservation buffer requirements	2.50
27	of which: Countercyclical buffer requirements	0.00
28	of which: Bank G-SIBs and/or D-SIBs additional requirements	1.50

3.5 Creditor Ranking at Legal Entity Level for Material Subgroup Entity and Resolution Entity

The following table shows the creditor ranking information of the material subgroup entity.

Table 7 (TLAC2): Material Subgroup Entity - Creditor Ranking at Legal Entity Level

(In millions of RMB)		30 June 2026		
		Creditor ranking		Sum of 1-2
		1 most junior	2 most senior	
1	Is the resolution entity the creditor/investor?	Yes	Yes	
2	Description of creditor ranking	Common Shares	Additional Tier 1 capital instruments (Undated Capital Bonds)	
3	Total capital and liabilities net of credit risk mitigation	24,943	20,182	45,125
4	Subset of row 3 that are excluded liabilities	-	-	-
5	Total capital and liabilities less excluded liabilities (row 3 minus row 4)	24,943	20,182	45,125
6	Subset of row 5 that are eligible as TLAC	24,943	20,182	45,125
7	Subset of row 6 with 1 year ≤ residual maturity < 2 years	-	-	-
8	Subset of row 6 with 2 years ≤ residual maturity < 5	-	-	-

(In millions of RMB)		30 June 2026 Creditor ranking 1 most junior	2 most senior	Sum of 1-2
	years			
9	Subset of row 6 with 5 years ≤ residual maturity < 10 years	-	-	-
10	Subset of row 6 with residual maturity ≥ 10 years, but excluded perpetual securities	-	-	-
11	Subset of row 6 that is perpetual securities	24,943	20,182	45,125

The following table shows the creditor ranking information of the Group resolution entity.

Table 8 (TLAC3): Resolution Entity - Creditor Ranking at Legal Entity Level

(In millions of RMB)		30 June 2026 Creditor Ranking						Sum of 1 - 5
		1		2	3	4	5	
		most junior					most senior	
1	Description of creditor ranking	Common shares	Of which: equity instruments	Additional Tier 1 capital instruments (preference shares)	Additional Tier 1 capital instruments (undated capital bonds)	Tier 2 capital instruments	Non-regulatory capital elements of TLAC	
2	Total capital and liabilities net of credit risk mitigation	490,027	295,797	59,977	170,000	698,513	110,000	1,528,517
3	Subset of row 2 that are excluded liabilities	-	-	-	-	-	-	-
4	Total capital and liabilities less excluded liabilities (row 2 minus row 3)	490,027	295,797	59,977	170,000	698,513	110,000	1,528,517
5	Subset of row 4 that are potentially eligible as TLAC	490,027	295,797	59,977	170,000	698,513	110,000	1,528,517
6	Subset of row 5 with 1 year ≤ residual maturity < 2 years	-	-	-	-	-	-	-
7	Subset of row 5 with 2 years ≤ residual maturity < 5 years	-	-	-	-	-	90,000	90,000
8	Subset of row 5 with 5 years ≤ residual maturity < 10 years	-	-	-	-	545,534	20,000	565,534

(In millions of RMB)		30 June 2026						
		Creditor Ranking						Sum of 1 - 5
		1		2	3	4	5	
		most junior					most senior	
9	Subset of row 5 with residual maturity ⩾ 10 years, but excluded perpetual securities	-	-	-	-	152,979	-	152,979
10	Subset of row 5 that is perpetual securities	490,027	295,797	59,977	170,000	-	-	720,004

4 Credit Risk

This chapter shows the banking book credit risk exposure under different measurement methods, excluding counterparty credit risk, credit valuation adjustment risk, asset management products and securitisations.

4.1 Regulatory Weighting Approach

The following table shows the credit risk exposure uncovered by the IRB approach grouped by risk weight.

Table 9 (CR5-2): Credit Risk Exposure and Credit Conversion Factor (By Risk Weight)

(In millions of RMB, except percentages)		a	b	c	d
		30 June 2026			
Risk weight		On-balance sheet exposure[1]	Off-balance sheet assets before conversion[1]	Average CCF	On- and off-balance sheet exposure (after conversion, and risk mitigation)[2]
1	Lower than 40%	16,641,334	270,281	28.51%	16,922,394
2	40-70%	642,570	119,024	45.21%	731,681
3	75%	3,133,443	1,152,895	14.70%	3,241,819
4	85%	35,293	8,844	48.28%	37,393
5	90-100%	1,169,949	278,289	49.87%	1,136,333
6	105-130%	5,630	427	39.55%	5,445
7	150%	30,324	364	10.78%	26,101
8	250%	280,820	-	-	280,820
9	400%	110	-	-	110
10	1250%	18,469	-	-	18,469
11	**Total**	21,957,942	1,830,124	24.24%	22,400,565

1. On-balance sheet exposure and off-balance sheet assets before conversion refer to asset balance without considering credit risk mitigation.
2. On- and off-balance sheet risk exposure (after conversion and risk mitigation) cannot be directly calculated with columns a, b and c due to the consideration of risk mitigation.

4.2 Internal Ratings-based Approach

The following table shows the credit risk exposure covered by the IRB approach under different categories of risk exposure and PD ranges.

Table 10 (CR6): Credit Risk Exposure under the IRB Approach (By Category of Risk Exposure and PD Range)

Credit Risk Exposure under the F-IRB Approach

(In millions of RMB, except percentages and the number of obligors)		a	b	c	d	e	f	g	h	i	j	k	l
		30 June 2026											
Category of risk exposure	PD ranges (%)	On-balance sheet assets[1]	Off-balance sheet assets before conversion[1]	Average CCF	EAD (after risk mitigation and conversion)[2]	Average PD (weighted EAD)[2]	Number of obligors	Average LGD[2]	Average maturity (year)[2]	Risk-weighted assets[2]	Risk weight	Expected loss[2]	Provisions
Financial institutions	[0.00,0.15)	2,655,658	316,327	31.78%	2,756,195	0.10%	107	46.53%	2.48	1,070,044	39%	1,230	
	[0.15,0.25)	981,079	129,383	26.95%	1,018,663	0.19%	156	43.39%	2.44	536,605	53%	840	
	[0.25,0.50)	575,140	58,952	32.41%	591,617	0.25%	115	44.06%	2.45	370,046	63%	652	
	[0.50,0.75)	162,736	18,738	38.65%	169,893	0.63%	231	36.67%	2.13	120,076	71%	391	
	[0.75,2.50)	38,673	1,025	50.23%	39,188	1.06%	108	28.67%	1.79	25,803	66%	119	
	[2.50,10.00)	394	-	-	394	2.98%	4	10.73%	0.98	141	36%	1	
	[10.00,100.00)	-	-	-	-	-	-	-	-	-	-	-	
	100 (Default)	-	-	-	-	-	-	-	-	-	-	-	
	Subtotal	4,413,680	524,425	30.94%	4,575,950	0.17%	721	44.99%	2.45	2,122,715	46%	3,233	1,062
Corporate[3]	[0.00,0.15)	717,269	187,588	17.37%	754,389	0.11%	208	40.00%	2.50	206,143	27%	337	
	[0.15,0.25)	339,011	146,240	27.63%	398,191	0.19%	259	40.00%	2.50	151,263	38%	303	
	[0.25,0.50)	391,085	146,925	35.05%	466,452	0.25%	284	39.79%	2.50	203,338	44%	464	
	[0.50,0.75)	3,275,089	2,090,159	42.47%	4,444,130	0.65%	7,334	39.06%	2.50	2,972,310	67%	11,299	
	[0.75,2.50)	8,261,511	3,179,617	21.32%	8,794,915	1.41%	45,007	38.25%	2.50	7,217,412	82%	47,212	
	[2.50,10.00)	789,271	193,817	52.55%	749,620	3.78%	11,938	32.46%	2.50	661,770	88%	8,933	
	[10.00,100.00)	154,902	18,521	68.72%	152,346	30.64%	2,564	34.79%	2.50	212,491	139%	16,371	
	100 (Default)	203,008	2,994	39.80%	190,524	100.00%	3,118	39.32%	2.50	25,452	13%	141,666	
	Subtotal	14,131,146	5,965,861	30.50%	15,950,567	2.64%	70,712	38.35%	2.50	11,650,179	73%	226,585	479,005

(In millions of RMB, except percentages and the number of obligors)		a	b	c	d	e	f	g	h	i	j	k	l
		30 June 2026											
Category of risk exposure	PD ranges (%)	On-balance sheet assets[1]	Off-balance sheet assets before conversion[1]	Average CCF	EAD (after risk mitigation and conversion)[2]	Average PD (weighted EAD)[2]	Number of obligors	Average LGD[2]	Average maturity (year)[2]	Risk-weighted assets[2]	Risk weight	Expected loss[2]	Provisions
Of which: Corporate - Specialised lending	[0.00,0.15)	34,863	10,343	15.28%	38,172	0.14%	13	40.00%	2.50	12,212	32%	21	
	[0.15,0.25)	7,976	3,608	19.89%	10,923	0.19%	7	40.00%	2.50	4,144	38%	8	
	[0.25,0.50)	14,243	2,816	34.89%	18,212	0.25%	9	40.00%	2.50	8,009	44%	18	
	[0.50,0.75)	81,246	43,103	10.25%	124,808	0.68%	96	40.00%	2.50	87,525	70%	338	
	[0.75,2.50)	1,092,928	774,666	4.50%	1,099,758	1.43%	3,774	39.89%	2.50	994,586	90%	6,292	
	[2.50,10.00)	61,329	24,058	3.36%	45,720	3.39%	301	39.95%	2.50	53,543	117%	618	
	[10.00,100.00)	7,645	239	1.25%	7,648	56.44%	23	40.00%	2.50	7,768	102%	1,726	
	100 (Default)	-	-	-	-	-	-	-	-	-	-	-	
	Subtotal	1,300,230	858,833	5.24%	1,345,241	1.68%	4,223	39.91%	2.50	1,167,787	87%	9,021	28,322
Total F-IRB approach (all risk exposure)		18,544,826	6,490,286	30.53%	20,526,517	2.09%	71,433	39.83%	2.49	13,772,894	67%	229,818	480,067

1. On-balance sheet assets, off-balance sheet assets before conversion are both without considering the risk mitigation.
2. The result of EAD, average PD, average LGD, average maturity, risk-weighted assets, expected loss have considered risk mitigation.
3. The corporate risk exposure includes general corporate, SME treated as corporate, and specialised lending. This table shows corporate risk exposure and specialised lending as one composition of it.

Credit Risk Exposure under the A-IRB Approach

(In millions of RMB, except percentages and the number of obligors)		a	b	c	d	e	f	g	h	i	j	k	l
		30 June 2026											
Category of risk exposure	PD ranges (%)	On-balance sheet assets[1]	Off-balance sheet assets before conversion[1]	Average CCF	EAD (after risk mitigation and conversion)[2]	Average PD (weighted EAD)[2]	Number of obligors[3]	Average LGD[2]	Average maturity (year)[2]	Risk-weighted assets[2]	Risk weight	Expected loss[2]	Provisions
Retail - Individual residential mortgage	[0.00,0.15)	-	-	-	-	-	-	-	-	-	-	-	
	[0.15,0.25)	298,433	-	-	298,433	0.21%	1,118,099	25.66%	-	35,109	12%	177	
	[0.25,0.50)	3,755,753	-	-	3,755,753	0.43%	9,844,876	24.62%	-	721,920	19%	4,432	
	[0.50,0.75)	1,025,444	-	-	1,025,444	0.66%	1,736,216	26.42%	-	285,633	28%	1,993	
	[0.75,2.50)	361,629	-	-	361,629	1.60%	787,450	25.65%	-	171,557	47%	1,641	
	[2.50,10.00)	187,711	-	-	187,711	5.74%	429,484	25.57%	-	186,992	100%	3,074	
	[10.00,100.00)	171,603	-	-	171,603	19.60%	423,040	25.56%	-	242,694	141%	9,610	
	100 (Default)	61,508	-	-	61,508	100.00%	145,124	54.11%	-	44,223	72%	39,286	
	Subtotal	5,862,081	-	-	5,862,081	2.31%	14,484,289	25.42%	-	1,688,128	29%	60,213	108,709
Retail - Qualified revolving retail	[0.00,0.15)	62,319	816,164	51.99%	486,607	0.11%	30,595,929	64.02%	-	19,587	4%	328	
	[0.15,0.25)	-	-	-	-	-	-	-	-	-	-	-	
	[0.25,0.50)	37,835	165,027	56.94%	131,798	0.34%	8,590,950	67.95%	-	14,623	11%	303	
	[0.50,0.75)	36	159	56.91%	126	0.50%	164,129	64.04%	-	18	14%	0	
	[0.75,2.50)	130,434	144,693	65.58%	225,325	1.50%	11,982,801	76.77%	-	88,851	39%	2,649	
	[2.50,10.00)	69,004	11,239	82.26%	78,249	5.27%	3,689,461	84.51%	-	82,363	105%	3,477	
	[10.00,100.00)	25,620	1,944	76.74%	27,112	33.45%	1,510,475	83.89%	-	49,073	181%	7,629	
	100 (Default)	8,652	-	-	8,652	100.00%	451,795	78.54%	-	19	0%	8,237	
	Subtotal	333,900	1,139,226	54.77%	957,869	2.73%	56,985,540	69.93%	-	254,534	27%	22,623	28,308

(In millions of RMB, except percentages and the number of obligors)		a	b	c	d	e	f	g	h	i	j	k	l
		30 June 2026											
Category of risk exposure	PD ranges (%)	On-balance sheet assets[1]	Off-balance sheet assets before conversion[1]	Average CCF	EAD (after risk mitigation and conversion)[2]	Average PD (weighted EAD)[2]	Number of obligors[3]	Average LGD[2]	Average maturity (year)[2]	Risk-weighted assets[2]	Risk weight	Expected loss[2]	Provisions
Retail - Other retails lending	[0.00,0.15)	-	-	-	-	-	-	-	-	-	-	-	
	[0.15,0.25)	-	-	-	-	-	-	-	-	-	-	-	
	[0.25,0.50)	18	-	-	18	0.47%	26	15.00%	-	2	11%	0	
	[0.50,0.75)	34,635	-	-	34,635	0.52%	209,542	33.38%	-	8,548	25%	61	
	[0.75,2.50)	89,489	1	10.00%	89,489	1.90%	137,479	45.12%	-	51,264	57%	771	
	[2.50,10.00)	49,403	1	10.00%	49,403	3.39%	64,997	47.84%	-	33,430	68%	793	
	[10.00,100.00)	9,267	-	-	9,267	23.09%	19,010	42.61%	-	7,097	77%	919	
	100 (Default)	8,318	0	10.00%	8,318	100.00%	25,574	65.00%	-	2,453	29%	6,738	
	Subtotal	191,130	2	10.00%	191,130	7.33%	456,628	44.43%	-	102,794	54%	9,282	9,947
Total A-IRB approach (all risk exposure)		6,387,111	1,139,228	54.77%	7,011,080	2.50%	71,926,457	32.02%	-	2,045,456	29%	92,118	146,964

1. On-balance sheet assets, off-balance sheet assets before conversion are both without considering the risk mitigation.
2. The result of EAD, average PD, average LGD, average maturity, risk-weighted assets, expected loss have considered risk mitigation.
3. In accordance with regulatory requirements, the number of obligors on retail exposures shows the number of debts under respective risk exposure category.

5 Counterparty Credit Risk

The following table shows the Group's exposure at default, risk-weighted assets, and their calculation parameters under the counterparty credit risk framework.

Table 11 (CCR1): Counterparty Credit Risk Exposure (By Measurement Method)

(In millions of RMB, except coefficient)		a	b	c	d	e	f
		30 June 2026					
		Replacement costs (RC)	Potential future exposure (PFE)	Add-on factors for potential future exposure	α (used to measure regulatory risk exposure)	EAD after credit risk mitigation	Risk-weighted assets[1]
1	Standardised approach (derivatives)	55,204	87,712		1.4	200,085	89,444
2	Current exposure method (derivatives)	-		-	1	-	-
3	Securities financing transactions					1,575,519	431
4	**Total**					1,775,604	89,875

1. The RWA of counterparty credit risk excludes the risk-weighted assets of central counterparty (CCP) risk exposure of RMB36,109 million.

6 Securitisation

The following table shows the carrying amount of securitisation exposure in the Group's banking book, excluding the securitisation exposure under asset management products. On 30 June 2026, there is no securitisation exposure in the Group's trading book.

Table 12 (SEC1): Banking Book Securitisation

	(In millions of RMB)	a	b	c	d	e	f	g	h	i	j	k	l
		30 June 2026											
		The Bank acts as originator				The Bank acts as sponsor				The Bank acts as investor			
		Traditional	of which: STC	Synthetic	Subtotal	Traditional	of which: STC	Synthetic	Subtotal	Traditional	of which: STC	Synthetic	Subtotal
1	**Total retail securitisation**	1,614	-	-	1,614	-	-	-	-	15,534	-	-	15,534
2	of which: Residential mortgages	1,556	-	-	1,556	-	-	-	-	15,174	-	-	15,174
3	of which: Credit cards	38	-	-	38	-	-	-	-	-	-	-	-
4	of which: Other retail exposures	20	-	-	20	-	-	-	-	360	-	-	360
5	of which: Re-securitisation	-		-	-	-		-	-	-		-	-
6	**Total wholesale securitisation**	230	-	-	230	-	-	-	-	1,692	-	-	1,692
7	of which: Corporate loans	230	-	-	230	-	-	-	-	-	-	-	-
8	of which: Commercial mortgages	-	-	-	-	-	-	-	-	-	-	-	-
9	of which: Lease and receivables	-	-	-	-	-	-	-	-	1,662	-	-	1,662
10	of which: Other wholesale exposures	-	-	-	-	-	-	-	-	30	-	-	30
11	of which: Re-securitisation	-		-	-	-		-	-	-		-	-

7 Market Risk

The following table shows the Group's composition of capital requirements under the standardised approach for market risk.

Table 13 (MR1): Market Risk Capital Requirements under the Standardised Approach

(In millions of RMB)		a 30 June 2026 Capital requirements under the standardised approach
1	General interest rate risk	2,476
2	Equity risk	1,015
3	Commodity risk	8,188
4	Foreign exchange risk	7,524
5	Credit spread risk - Non-securitisation products	3,491
6	Credit spread risk - Securitisation (non-correlation trading portfolio)	-
7	Credit spread risk - Securitisation (correlation trading portfolio)	-
8	Default risk - Non-securitisation products	5,799
9	Default risk - Securitisation (non-correlation trading portfolio)	-
10	Default risk - Securitisation (correlation trading portfolio)	-
11	Residual risk add-on	936
12	**Total**	29,429

8 Indicators for the Assessment of Global Systemically Important Banks

Since 2015, the Group publicly disclosed Global Systemically Important Banks assessment indicators in its annual reports.

(website link: https://en.ccb.com/eng/investor/performancereports/annual_reports/index.shtml)

Since 2024, in accordance with regulatory requirements, the above-mentioned indicators were disclosed in its Capital Management Pillar III Annual Report.

(website link: https://en.ccb.com/eng/investor/announcement/regulatorycapital/index.shtml)

9 Leverage Ratio

As of 30 June 2026, the Group's leverage ratio was 7.63%, meeting regulatory requirements.

The following table shows the difference between the on- and off-balance sheet assets after adjustments used for calculating the Group's leverage ratio and the total assets of the Group's balance sheet.

Table 14 (LR1): Difference in Leverage Ratio Regulatory Items and Relevant Accounting Items

(In millions of RMB)		a 30 June 2026
1	Total consolidated assets[1]	47,328,244
2	Adjustment for consolidation[2]	(359,927)
3	Adjustment for clients' assets	-
4	Adjustment for derivatives	269,305
5	Adjustment for securities financing transactions	52,650
6	Adjustment for off-balance sheet items[3]	2,634,148
7	Adjustment for securitisation transactions	-
8	Adjustment for unsettled financial assets	-
9	Adjustment for cash pool	-
10	Adjustment for deposit reserves (if applicable)[4]	-
11	Adjustment for prudent valuation and provisions	-
12	Other adjustments[5]	(8,002)
13	**On- and off-balance sheet assets after adjustments**	49,916,418

1. Total consolidated assets refer to the total assets calculated in accordance with financial accounting standards.
2. Adjustment for consolidation refers to the difference between regulatory consolidated total assets and accounting consolidated total assets.
3. Adjustment for off-balance sheet items refers to the off-balance sheet asset after conversion in accordance with the *Rules on Capital Management of Commercial Banks*.
4. Adjustment for deposit reserves refers to the balance of reserves that the Bank has deposited to the People's Bank of China, which could be temporarily exempted from on-balance asset, in accordance with the *Rules on Capital Management of Commercial Banks*.
5. Other adjustments are regulatory adjustments to Tier 1 capital.

The following table shows the Group's leverage ratio calculation items, calculation results, leverage ratio requirements and other information.

Table 15 (LR2): Leverage Ratio

(In millions of RMB, except percentages)		a 30 June 2026	b 31 March 2026
On-balance sheet items			
1	On-balance sheet assets (excluding derivatives and securities financing transactions)	47,598,478	47,200,768
2	Less: Provisions	(935,817)	(912,337)
3	Less: Regulatory adjustments to Tier 1 capital	(8,002)	(8,589)
4	**Adjusted on-balance sheet assets (exclusive of derivatives and securities financing transactions)**	46,654,659	46,279,842
Derivative items			
5	Replacement costs associated with derivative transactions (deducting eligible margin and considering the impact of the bilateral netting agreement)	110,244	92,610
6	Potential future exposure associated with derivative transactions	226,849	260,511
7	Gross-up for derivatives collateral deducted from the balance sheet	-	-
8	Less: Assets receivable due to eligible margin	-	-
9	Less: Derivative assets with CCPs from client-cleared service	-	-
10	The notional principal of written credit derivatives	-	-
11	Less: Deductions for written credit derivatives	-	-
12	**Balance of derivatives**	337,093	353,121
Balance of securities financing transactions			
13	Securities financing transactions assets	237,868	441,132
14	Less: Deductible securities financing transactions	-	-
15	Counterparty credit risk exposure for securities financing transactions	52,650	55,177
16	Agent securities financing transactions assets	-	-
17	**Balance of securities financing transactions assets**	290,518	496,309
Off-balance sheet items			
18	Gross notional amount of off-balance sheet items	9,464,839	9,111,377
19	Less: Adjustments to conversion to credit equivalent amounts	(6,808,624)	(6,492,319)
20	Less: Provisions	(22,067)	(20,953)
21	**Off-balance sheet assets after adjustments**	2,634,148	2,598,105
Tier 1 capital and on- and off-balance sheet assets after adjustments			
22	Tier 1 capital	3,808,054	3,748,179
23	On- and off-balance sheet assets after adjustments	49,916,418	49,727,377
Leverage ratio			
24	Leverage ratio (%)	7.63	7.54
24a	Leverage ratio a (%)[1]	7.63	7.54
25	Minimum leverage ratio requirement (%)	4.00	4.00
26	Additional leverage ratio requirement (%)	0.75	0.75

(In millions of RMB, except percentages)		a 30 June 2026	b 31 March 2026
Disclosure of mean values			
27	Quarter mean value of securities financing transactions	1,088,261	1,091,147
27a	Quarter-end value of securities financing transactions	237,868	441,132
28	On- and off-balance sheet assets after adjustments a[2]	50,766,811	50,377,392
28a	On- and off-balance sheet assets after adjustments b[3]	50,766,811	50,377,392
29	Leverage ratio b (%)[4]	7.50	7.44
29a	Leverage ratio c (%)[5]	7.50	7.44

1. The leverage ratio a refers to the leverage ratio calculated by the quarter-end value of securities financing transactions, excluding the impact of the temporary exemption of deposit reserves.
2. On- and off-balance sheet assets after adjustments a refers to the on- and off-balance sheet assets after adjustments calculated by the simple arithmetic mean of the daily balance of securities financing transactions within the latest quarter, including the impact of the temporary exemption of deposit reserves.
3. On- and off-balance sheet assets after adjustments b refers to the on- and off-balance sheet assets after adjustments calculated by the simple arithmetic mean of the daily balance of securities financing transactions within the latest quarter, excluding the impact of the temporary exemption of deposit reserves.
4. Leverage ratio b refers to the leverage ratio calculated by the simple arithmetic mean of the daily balance of securities financing transactions within the latest quarter, including the impact of the temporary exemption of deposit reserves.
5. Leverage ratio c refers to the leverage ratio calculated by the simple arithmetic mean of the daily balance of securities financing transactions within the latest quarter, excluding the impact of the temporary exemption of deposit reserves.

10 Liquidity Risk

In accordance with the requirements of the *Rules on Liquidity Risk Management of Commercial Banks*, the liquidity coverage ratio equals to high-quality liquid assets divided by net cash outflows in future 30 days. High-quality liquid assets of the Group mainly include cash, excess reserve deposits with the central bank that are available under stressed conditions, and debt securities that meet the definitions of Level 1 and Level 2 assets under the requirements of the *Rules on Liquidity Risk Management of Commercial Banks*. The average daily liquidity coverage ratio of the Group in the second quarter of 2026 was 126.58%, meeting the regulatory requirements. It decreased by 11.54 percentage points over the previous quarter, mainly due to the increase in net cash outflows.

The following table shows the composition of the Group's cash outflows and cash inflows as well as high-quality liquid assets.

Table 16 (LIQ1): Liquidity Coverage Ratio

(In millions of RMB, except percentages)		a	b
		The Second Quarter of 2026	
		The value before conversion	The value after conversion
High-quality liquid assets (HQLA)			
1	Total high-quality liquid assets (HQLA)		7,382,915
Cash outflows			
2	Retail deposits and deposits from small business customers	17,752,118	1,606,669
3	of which: Stable deposits	3,369,433	168,400
4	of which: Less stable deposits	14,382,685	1,438,269
5	Unsecured wholesale funding	14,569,808	5,475,150
6	of which: Operational deposits (excluding those generated from correspondent banking activates)	8,581,916	2,130,588
7	of which: Non-operational deposits (all counterparties)	5,660,669	3,017,339
8	of which: Unsecured debt	327,223	327,223
9	Secured funding		1,782
10	Additional requirements	2,353,896	281,268
11	of which: Outflows related to derivative exposures and other collateral requirements	54,260	54,260
12	of which: Outflows related to loss of funding on secured debt products	1,144	1,144
13	of which: Credit and liquidity facilities	2,298,492	225,864
14	Other contractual funding obligations	22	-
15	Other contingent funding obligations	6,871,457	621,172
16	**Total cash outflows**		7,986,041
Cash inflows			
17	Secured lending (including reverse repos and securities borrowing)	518,246	512,481
18	Inflow from fully performing exposures	2,629,076	1,580,086
19	Other cash inflows	51,657	51,590
20	**Total cash inflows**	3,198,979	2,144,157
			The value after adjustment
21	**Total high-quality liquid assets (HQLA)**		7,382,915
22	**Total net cash outflows**		5,841,884

(In millions of RMB, except percentages)		a	b
		The Second Quarter of 2026	
		The value before conversion	The value after conversion
23	**Liquidity coverage ratio (%)**[1]		126.58

1. All the data above represent simple arithmetic means of the values for 91 calendar days in the latest quarter, calculated in accordance with the current applicable regulatory requirements, definitions and accounting standards.

Net stable funding ratio equals to available stable funding divided by required stable funding. This metric assesses whether a commercial bank maintains sufficient stable funding sources to meet the stable funding needs associated with its assets and off-balance sheet exposures. As of 30 June 2026, The net stable funding ratio of the Group was 129.50%. This comprised available stable funding of RMB31,994,292 million and required stable funding of RMB24,705,473 million, meeting the regulatory requirements. It increased by 0.69 percentage points compared to the end of March, mainly due to the increase in available stable funding.

The following table shows the Group's net stable funding ratio and composition information for each item.

Table 17 (LIQ2): Net Stable Funding Ratio

(In millions of RMB, except percentages)		a	b	c	d	e	a	b	c	d	e
		The Second Quarter of 2026					**The First Quarter of 2026**				
		The value before conversion				**The value after conversation**	**The value before conversion**				**The value after conversation**
		No maturity	**<6 months**	**6 to 12 months**	**≥1 year**		**No maturity**	**<6 months**	**6 to 12 months**	**≥1 year**	
Available stable funding											
1	Capital	-	-	-	4,514,816	4,514,816	-	-	-	4,395,758	4,395,758
2	Regulatory capital	-	-	-	4,514,816	4,514,816	-	-	-	4,395,758	4,395,758
3	Other capital instruments	-	-	-	-	-	-	-	-	-	-
4	Retail deposits and deposits from small business customers	7,631,664	10,934,089	1,045,933	781,788	18,607,873	7,943,165	11,192,367	833,001	746,258	18,899,605
5	Stable deposits	3,484,592	12,020	14,746	9,649	3,345,439	3,608,715	10,319	14,321	8,876	3,460,563
6	Less stable deposits	4,147,072	10,922,069	1,031,187	772,139	15,262,434	4,334,450	11,182,048	818,680	737,382	15,439,042
7	Wholesale funding	8,073,115	9,984,378	2,023,891	717,015	8,506,988	8,043,959	10,099,051	1,676,555	707,356	8,276,534
8	Operational deposits	7,919,910	300,010	142,659	9	4,181,298	7,889,799	293,106	63,947	4	4,123,430
9	Other wholesale funding	153,205	9,684,368	1,881,232	717,006	4,325,690	154,160	9,805,945	1,612,608	707,352	4,153,104
10	Liabilities with matching interdependent assets	-	-	-	-	-	-	-	-	-	-
11	Other liabilities	-	723,629	258,334	279,665	364,615	-	571,798	284,363	296,031	373,186
12	NSFR derivative liabilities				44,217					65,027	
13	All other liabilities and equity not included in the above categories	-	723,629	258,334	235,448	364,615	-	571,798	284,363	231,004	373,186
14	**Total available stable funding**					31,994,292					31,945,083

(In millions of RMB, except percentages)		The Second Quarter of 2026 a	b	c	d	e	The First Quarter of 2026 a	b	c	d	e
		The value before conversion				The value after conversation	The value before conversion				The value after conversation
		No maturity	<6 months	6 to 12 months	≥1 year		No maturity	<6 months	6 to 12 months	≥1 year	
Required stable funding											
15	Total NSFR high-quality liquid assets (HQLA)					3,464,278					3,448,615
16	Deposits held at other financial institutions for operational purposes	53,592	34,861	1,036	3,360	48,287	68,365	49,086	108	883	59,836
17	Performing loans and securities	1,152,204	8,053,425	4,478,040	17,747,262	20,253,250	1,158,889	7,730,540	4,731,466	17,799,859	20,351,476
18	Performing loans to financial institutions secured by Level 1 Assets	-	228,389	2,842	-	35,679	-	410,691	4,265	-	63,736
19	Performing loans to financial institutions secured by non-Level 1 Assets and unsecured performing loans to financial institutions	-	1,759,556	335,718	180,039	611,543	-	1,259,781	357,709	177,504	545,215
20	Performing loans issued to non-financial corporate clients, loans to retail and small business customers, and loans to sovereigns, central banks and PSEs	926,420	5,495,304	3,784,911	11,607,444	14,871,498	931,711	5,325,814	4,008,369	11,612,010	14,902,427
21	of which: with a risk weight of less than or equal to 35%	-	487,149	196,873	503,590	671,575	-	346,553	183,712	514,892	601,793
22	Performing residential mortgages	-	190,349	206,086	5,461,162	3,933,310	-	189,694	194,262	5,569,080	3,995,330
23	of which: with a risk weight of less than or equal to 35%	-	167,775	180,340	4,534,476	3,121,467	-	167,566	170,242	4,651,826	3,192,592

	(In millions of RMB, except percentages)	a	b	c	d	e	a	b	c	d	e
		The Second Quarter of 2026					The First Quarter of 2026				
		The value before conversion				The value after conversation	The value before conversion				The value after conversation
		No maturity	<6 months	6 to 12 months	≥1 year		No maturity	<6 months	6 to 12 months	≥1 year	
24	Securities that are not in default and do not qualify as HQLA, including exchange-traded equities	225,784	379,827	148,483	498,617	801,220	227,178	544,560	166,861	441,265	844,768
25	Assets with matching interdependent liabilities	-	-	-	-	-	-	-	-	-	-
26	Other assets	165,451	313,677	117,336	183,145	713,629	177,478	440,181	120,182	72,852	722,444
27	Physical traded commodities (including gold)	165,451				140,633	177,478				150,856
28	Assets posted as initial margin for derivative contracts and contributions to default funds of CCPs				501	426				702	597
29	NSFR derivative assets				72,093	27,876				59,023	-
30	Additional requirements for derivatives[1]				44,250	8,850				65,592	13,118
31	All other assets not included in the above categories	-	313,677	117,336	110,551	535,844	-	440,181	120,182	13,127	557,873
32	Off-balance sheet items				8,717,745	226,029				8,443,830	217,950
33	**Total required stable funding**					24,705,473					24,800,321
34	**Net stable funding ratio (%)**					129.50					128.81

1. The value before conversion refers to the amount of negative fair value of NSFR derivatives, before netting the variation margin, without distinguishing terms. The value before conversion of additional requirements for derivatives is not included in the subtotal of item 26 "Other assets".

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