

Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited take no responsibility for the contents of this announcement, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.



中銀香港(控股)有限公司

BOC HONG KONG (HOLDINGS) LIMITED

(Incorporated in Hong Kong with limited liability)

Stock Codes: 2388 (HKD counter) and 82388 (RMB counter)

FINANCIAL AND BUSINESS REVIEW FOR THE THIRD QUARTER OF 2026

THIS ANNOUNCEMENT IS MADE BY THE COMPANY PURSUANT TO RULE 13.09 OF THE RULES GOVERNING THE LISTING OF SECURITIES ON THE STOCK EXCHANGE OF HONG KONG LIMITED

The following description provides certain financial information relating to the performance of BOC Hong Kong (Holdings) Limited (the “Company”) and its subsidiaries (collectively known as the “Group”) in the third quarter of 2026.

During the third quarter of 2026, global economic uncertainty persisted and major economies continued to tighten their monetary policies amid rising inflation. The US Federal Reserve announced an increase in its federal funds rate on 16 September, marking its first rate hike since 2023. Meanwhile, the Chinese Mainland economy remained stable, with rapid growth in foreign trade and a moderate recovery in market demand supported by stimulus policies. The Southeast Asian economy continued its positive growth trend. However, industries with high sensitivity to energy prices such as shipping and infrastructure faced headwinds, currency depreciation pressures mounted and the external demand growth outlook became less certain.

The Hong Kong economy continued to grow steadily. External merchandise trade maintained a high growth rate. Stock market turnover remained active amid vibrant initial public offerings (“IPOs”) activity. Residential property prices were resilient, although transaction volumes retreated from the high level seen in the second quarter.

Financial Performance Highlights

- In the first nine months of 2026, the Group’s net operating income before impairment allowances increased by 2.3% from the same period last year. Profit after taxation increased by 9.0% from the same period last year.
- Net interest income increased by 12.9% year-on-year. If the funding income or cost of foreign exchange swap contracts were included, net interest income would have increased by 3.9% year-on-year. The Group actively grew its CASA deposits to optimise its deposit mix, which led to a year-on-year widening of 1 basis point in net interest margin to 1.55%, if the funding income or cost of foreign exchange swap contracts were included.
- Net fee and commission income decreased by 7.6% year-on-year, mainly due to a relatively higher base for comparison in the same period last year.
- Solid growth was achieved in deposits from customers and advances to customers, which increased by 7.6% and 7.5% respectively from the end of 2025.
- The impaired loan ratio stood at 0.93%, remaining below the market average.
- The liquidity coverage ratio, net stable funding ratio and capital ratios remained solid.

Financial Performance

The table below summarises the key performance figures of the Group in the first nine months ended 30 September 2026 and in the third quarter of 2026:

Key Performance Figures of the Group						
<i>HK\$m, except percentages</i>	Nine months ended		Year-on-year change	Quarter ended		Quarter-on-quarter change
	30 Sep 2026	(Restated) 30 Sep 2025		30 Sep 2026	30 Jun 2026	
Net operating income before impairment allowances	58,647	57,339	+2.3%	18,744	19,896	-5.8%
Profit after taxation	35,130	32,235	+9.0%	10,774	11,863	-9.2%

Note: Following the completion of the Group's acquisition of all the issued shares of Bank of China International Limited on 30 January 2026, the comparative information for 2025 has been restated accordingly.

Nine months ended 30 September 2026 compared with the same period in 2025

In the first nine months of 2026, the Group's net operating income before impairment allowances increased by 2.3% year-on-year to HK\$58,647 million. Net interest income increased by 12.9% year-on-year to HK\$43,120 million. If the funding income or cost of foreign exchange swap contracts were included, net interest income would have increased by 3.9% year-on-year to HK\$45,072 million, mainly due to growth in average interest-earning assets. The Group actively grew its CASA deposits to optimise its deposit mix, which led to a year-on-year widening of 1 basis point in net interest margin to 1.55%, if the funding income or cost of foreign exchange swap contracts were included. Net fee and commission income decreased by 7.6% on a year-on-year basis to HK\$8,435 million, mainly due to a relatively higher base for comparison in the same period last year. As a result, commission income from insurance, securities brokerage, as well as trust and custody services decreased year-on-year, which was partially offset by increased commission income from funds distribution and management, credit card business, bills and payment services. The Group actively optimised the product mix and service offering of its insurance business, resulting in significant growth in the sales volume of BOC Life's products. Operating expenses increased by 6.7% year-on-year, mainly due to rises in staff costs, information technology investments, marketing and promotional expenses, professional consultancy fees and insurance premiums. The Group's cost to income ratio was 23.22%, maintaining a satisfactory level relative to local industry peers. The Group's net charge of impairment allowances decreased by HK\$998 million year-on-year to HK\$4,125 million. This was mainly due to a higher base for comparison in the same period last year resulting from impairment allowances made in relation to downgrades to the internal ratings of certain customers in the real estate sector and the deteriorating conditions of certain non-performing customers. The annualised credit cost of advances to customers and other accounts was 0.30%, down 0.10 percentage points year-on-year. There was a net gain from fair value adjustments on investment properties. Profit after taxation increased by 9.0% year-on-year to HK\$35,130 million.

2026 Q3 compared with 2026 Q2

The Group's net operating income before impairment allowances decreased by 5.8% quarter-on-quarter. Net interest income rose 3.6% from the previous quarter. If the funding income or cost of foreign exchange swap contracts were included, net interest income would have increased by 0.9% quarter-on-quarter, mainly due to growth in average interest-earning assets driven by an increase in deposits, while net interest margin narrowed by 3 basis points compared with the previous quarter to 1.52%, mainly owing to increased pressure on funding costs as the yield curve steepened and market competition in deposits intensified. Net fee and commission income decreased by 17.7% from the previous quarter, which was mainly attributable to a decrease in loan commissions. Operating expenses increased by 2.2% quarter-on-quarter. Net charge of impairment allowances decreased by HK\$29 million quarter-on-quarter to HK\$1,653 million. The annualised credit cost of advances to customers and other accounts was 0.36%. Net gain from fair value adjustments on investment properties decreased quarter-on-quarter. Profit after taxation fell 9.2% from the previous quarter.

Financial Position

As at 30 September 2026, the Group's total assets amounted to HK\$4,791,296 million, an increase of 6.6% from the end of 2025. Deposits from customers increased by 7.6% from the end of 2025 to HK\$3,167,972 million. CASA deposits increased, as did time, call and notice deposits. The CASA ratio was 54.3%, up 1.0 percentage point from where it stood at the end of 2025. Advances to customers increased by 7.5% from the end of 2025 to HK\$1,845,602 million. The impaired loan ratio stood at 0.93%, which remained below the market average. The Group's liquidity coverage ratio, net stable funding ratio and capital ratios remained solid.

Business Review

In the third quarter of 2026, the Group adhered to national strategies and the strategic direction of Bank of China Group, and remained dedicated to promoting sustainable development. It deepened its presence in the Hong Kong market by solidifying its customer base and identifying customer needs. The Group leveraged its advantages in cross-border synergies and refined its strategic layout in key regions. Strengthening its leading role as a regional headquarters, it enhanced its regional management to advance integrated development in Southeast Asia and maintained a leading position in RMB business. At the same time, the Group actively enhanced its capabilities in regional development, integrated services and digitalisation. It remained committed to building a robust talent pool, fostering a strong corporate culture, upgrading intelligent operations and enhancing its comprehensive risk management, thereby firmly safeguarding the bottom line of risk.

In **Personal Banking business**, the Group prioritised the wealth management customer experience. It established a flagship “Private Wealth Centre” in the prime location of Tsim Sha Tsui to provide customers with upgraded premium services, and empowered wealth management through technology, including launching the innovative “US Stock EarnMore” service and refining the functionality of fund investment and insurance application on its mobile banking app. BOCHK was selected for the GenA.I. Sandbox++ to explore innovations in BoC Pay+ intelligent consumption and insurance training, deepening the integration of fintech with a diverse range of industries. Leveraging its leading position in the mortgage business, the Group advanced the digitalisation of its mortgage business and launched an end-to-end mortgage service for government-subsidised housing via mobile banking, enabling customers to complete the entire mortgage application process through the “Home Expert” mobile app and receive preliminary approval in as quickly as one business day. It also introduced the new “First P then H” preferential mortgage interest rate plan to provide customers with more flexible interest rate options. Aligning with the growing silver economy, BOCHK was appointed by the HKSAR Government as one of the servicing banks for its cross-border remittance service for portable cash assistance, supporting the integration of cross-border financial services into people’s livelihoods. BOCHK also enriched cross-boundary RMB application scenarios via Payment Connect, becoming the first bank to support HKMC Annuity Limited (“HKMCA”) in providing its cross-boundary annuity disbursement service, which enables customers to receive annuity payments in RMB through their designated Bank of China accounts in the Chinese Mainland. In addition, it actively supported the HKSAR Government’s latest issuance of Silver Bonds, achieving record highs in the value of bonds subscribed and the number of participants subscribing through BOCHK, and securing the largest market share of any bank in the issuance. The Group optimised its cross-border financial services ecosystem, launching the new “BOC Instant Remittance” personal cross-border remittance service to provide customers with more convenient and efficient overseas fund transfers. It actively responded to the “Cross-boundary Credit Referencing” initiative promoted by the Hong Kong Monetary Authority (“HKMA”) and the People’s Bank of China, helping to normalise the use of credit reference information of individuals from the Chinese Mainland in credit approval processes, thus promoting financial integration between the Chinese Mainland and Hong Kong. In response to the financial service needs of cross-border customers, it continued to deliver wealth management solutions and market insights that comply with cross-border business regulations, striving to craft diverse and professional investment portfolios for customers.

In **Corporate Banking business**, the Group adhered to its customer-centric approach with a focus on meeting enterprises' integrated financial needs. During the quarter, the Group remained the top mandated arranger in the Hong Kong-Macao syndicated loan market and maintained its market leadership as an IPO main receiving bank in terms of total funds raised on the Main Board. It assisted the People's Government of Guangdong Province, the People's Government of Hainan Province and the Shenzhen Municipal People's Government in issuing offshore RMB local government bonds in Hong Kong, reinforcing Hong Kong's status as a global offshore RMB business hub. The Group leveraged Bank of China's operational strengths in globalised and integrated services to deepen cooperation with high-quality clients worldwide. It supported Export Development Canada in issuing its inaugural HKD-denominated bond, and assisted Korea Development Bank in issuing an offshore RMB bond. By establishing custodian business partnerships with a foreign sovereign wealth fund, BOCHK consolidated its market position as a leading Chinese custodian bank. It continued to promote the "BOC Guangdong Corporate Treasury Centre Service Solution" and spearheaded the completion of various benchmark projects both domestically and internationally, striving to become the preferred financial partner for enterprises "Going Global". In order to assist small and medium-sized enterprises ("SMEs") in expanding overseas, the Group supported the "SME Protect Plus" pilot scheme launched by the Hong Kong Export Credit Insurance Corporation, providing additional risk protection to SME clients through more flexible and accommodating underwriting criteria. During the quarter, BOCHK and Ant International forged a strategic partnership to explore new frontiers in AI-driven innovative financial services, empower real-time treasury management and cross-border payments, and deliver efficient and intelligent liquidity management and financial service solutions for global enterprises.

In its **Treasury Segment**, the Group maintained a robust and cautious approach to managing its banking book investments. It closely monitored worldwide market interest rate adjustments and actively diversified its allocation of banking book investments, seeking fixed-income investment opportunities to enhance returns and proactively managing risks. The Group optimised portfolio liquidity and strengthened its resilience against market volatility. Actively seizing financial market opportunities, the Group remained committed to providing customers with diversified treasury products and comprehensive services. It played an active role in various mutual market access programmes and fully supported the HKSAR Government's strategy to building Hong Kong into an international gold trading centre. Hong Kong's central clearing and settlement system for gold ("the System") commenced trial operations on 7 July, accompanied by a suite of supporting initiatives. BOCHK supported the smooth operation and orderly trading activities of the System while actively participating in market development as the settlement institution and a direct participant in the System, and the designated vault of Hong Kong Precious Metals Central Clearing Company Limited. It was one of the first batch of market participants in the initial phase of Delivery Connect, launched by the Shanghai Gold Exchange, depositing physical gold holdings into the designated vault of the Shanghai Gold Exchange International Board in Hong Kong. It also served as a quoting participant for "HAU", the Hong Kong-specific gold trading reference rate, further supporting the development of Hong Kong's gold trading ecosystem. During the quarter, the Group supported Hong Kong Exchanges and Clearing Limited in launching the first China Government Bond Futures for the offshore market, including providing two-way quotations for investors, thus consolidating and enhancing Hong Kong's competitiveness as an international financial centre.

In its **Southeast Asian business**, the Group continued to optimise its regional management model through the organic combination of its “One Branch, One Policy” strategies, remaining focused on integrated development while adopting a differentiated approach across its regional entities. It strengthened its leading role as a regional headquarters, enhanced its capacity to empower the business development of its Southeast Asian entities, and implemented a customer strategy targeting Chinese enterprises, local corporates and Fortune 500 companies. Capitalising on business opportunities arising from industrial supply chain relocation, it delivered robust support for the Belt and Road initiative and provided comprehensive financial services for Chinese enterprises “Going Global”, while exploring the diversified financial needs of leading local corporate clients in Southeast Asia and supporting Fortune 500 companies in seizing long-term business opportunities in the region. The Group launched a cross-currency swap quotation service in Indonesia, Malaysia and Thailand, enabling direct currency exchange between these three countries to facilitate bilateral trade settlements and enhance fund utilisation efficiency for cross-border operations across the three markets. To meet growing customer demand for globalised business development, it extended its “Global Account Service” to the Southeast Asian region and rolled out its global account view service to BOC Thailand, the Ho Chi Minh City Branch, Manila Branch, Phnom Penh Branch and Vientiane Branch, enabling customers to access a consolidated view of their cross-border accounts. These initiatives strengthened the Group’s competitive edge in delivering regional financial services across Southeast Asia. The Group vigorously advanced digital finance development and strengthened its digital finance infrastructure. The Phnom Penh Branch serves as the official clearing bank for cross-border QR code payment connectivity between Bakong, the local payment system of Cambodia, and China’s three major mobile payment service providers, including UnionPay, Alipay and Weixin Pay, effectively bridging Cambodia’s QR code system and China’s mobile payment systems. The Vientiane Branch launched cross-border e-CNY payment services in Laos, marking the public rollout of the first product of the Cross-border e-CNY Transfer Services platform. It also completed the first payroll disbursement for employees of a Lao enterprise using e-CNY, further deepening the cross-border application of e-CNY and promoting regional financial connectivity.

2026 Third Interim Dividend and Closure of Register of Members

The Board has declared 2026 third interim dividend of HK\$0.29 per share, payable on Thursday, 26 November 2026 to shareholders whose names appear on the Register of Members of the Company on Friday, 20 November 2026.

The Register of Members of the Company will be closed, for the purpose of determining shareholders’ entitlement to the third interim dividend, from Monday, 16 November 2026 to Friday, 20 November 2026 (both days inclusive), during which period no transfer of shares will be registered. The record date is Friday, 20 November 2026. In order to qualify for the third interim dividend, shareholders should ensure that all transfer documents, accompanied by the relevant share certificates, are lodged with the Company’s Share Registrar, Computershare Hong Kong Investor Services Limited, at Shops 1712-1716, 17th Floor, Hopewell Centre, 183 Queen’s Road East, Wan Chai, Hong Kong, not later than 4:30 p.m. on Friday, 13 November 2026. Shares of the Company will be traded ex-dividend as from Thursday, 12 November 2026.

General

This announcement may contain forward-looking statements that involve risks and uncertainties. The Company's shareholders and potential investors should not place undue reliance on these forward-looking statements, which reflect our belief only as of the date of these statements. These forward-looking statements are based on the Group's own information and information from other sources we believe to be reliable. The Group's actual results may be materially less favourable than those expressed or implied by these forward-looking statements, which could depress the market price of the Company's American Depositary Shares and local shares.

The Company's shareholders and potential investors should note that **all the figures contained herein are unaudited. Accordingly, figures and discussions contained in this announcement should in no way be regarded as to provide any indication or assurance on the financial results of the Group for the period ended 30 September 2026.**

The Company's shareholders and potential investors are urged to exercise caution in dealing in the securities of the Company and are recommended to consult their own professional advisers if they are in doubt as to their investment positions.

By Order of the Board
HUANG Xuefei
Company Secretary

Hong Kong, 30 October 2026

As at the date of this announcement, the Board comprises Mr GE Haijiao (Chairman), Mr ZHANG Hui* (Vice Chairman), Mr SUN Yu (Vice Chairman and Chief Executive), Mr CAI Zhao*, Dr CHOI Koon Shum**, Madam FUNG Yuen Mei Anita**, Mr LAW Yee Kwan Quinn**, Professor LEE Sunny Wai Kwong**, Mr LIAO Cheung Kong Martin**, Mr LIP Sai Wo** and Professor MA Si Hang Frederick**.*

* Non-executive Directors

** Independent Non-executive Directors