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重慶農村商業銀行

CHONGQING RURAL COMMERCIAL BANK

重慶農村商業銀行股份有限公司*

Chongqing Rural Commercial Bank Co., Ltd.*

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

(Stock Code: 3618)

2025 FIRST QUARTERLY REPORT

The board of directors (the “**Board**”) of Chongqing Rural Commercial Bank Co., Ltd. 重慶農村商業銀行股份有限公司* (the “**Bank**”) is pleased to announce the unaudited results (the “**Quarterly Report**”) of the Bank and its subsidiaries (the “**Group**”) prepared under the International Financial Reporting Standards (“**IFRSs**”) for the first quarter ended 31 March 2025 (the “**Reporting Period**”). The Quarterly Report is made in accordance with Rule 13.09 to the Rules Governing the Listing of Securities (the “**Listing Rules**”) on The Stock Exchange of Hong Kong Limited (the “**Hong Kong Stock Exchange**”) and the Inside Information Provisions (as defined in the Listing Rules) under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong).

IMPORTANT NOTICE

1. The Board, the board of supervisors and directors, supervisors and senior management of the Bank warrant the truthfulness, accuracy and completeness of the contents of the Quarterly Report, and that there are no false presentations, misleading statements or material omissions herein, and jointly and severally accept legal responsibility in this respect.
2. The Bank’s president Sui Jun¹ and vice president in charge of accounting Zhang Jin and head of the accounting department Liu Yi warrant the truthfulness, accuracy and completeness of the financial statements in the Quarterly Report.
3. The first quarterly financial statements of the Bank have not been audited.

¹ Mr. Sui Jun, the president of the Bank, performs duties on behalf of the chairman until the date when the qualification of a new chairman of the Bank is approved by the regulatory authority.

1. MAJOR FINANCIAL DATA

(1) Major accounting data and financial indicators

The financial information set forth in the Quarterly Report is prepared in accordance with IFRSs and for the Group level, and expressed in Renminbi (“RMB”) unless otherwise stated.

Unit: Million Currency: RMB

Items	January to March 2025	January to March 2024	Increase/(decrease) as compared to the same period of the previous year (%)
Operating income	7,223.1	7,125.5	1.37
Net profit	3,817.0	3,661.6	4.24
Net profit attributable to shareholders of the Bank	3,744.6	3,524.3	6.25
Net cash flows generated from operating activities	22,569.6	69,904.6	(67.71)
Basic and diluted earnings per share (RMB/Share)	0.33	0.31	6.45
Weighted average return on net assets (% , annualised)	11.96	11.97	Decreased by 0.01 percentage point
Average return on total assets (% , annualised)	0.99	1.00	Decreased by 0.01 percentage point

Items	31 March 2025	31 December 2024	Increase/(decrease) as compared to the end of the previous year (%)
Total assets	1,610,774.0	1,515,381.8	6.29
Loans and advances to customers, gross	744,443.9	714,273.0	4.22
Total liabilities	1,474,967.4	1,381,332.9	6.78
Deposits from customers	1,035,773.4	941,946.2	9.96
Total equity	135,806.6	134,048.9	1.31
Owner’s equity attributable to shareholders of the Bank	133,827.0	132,133.7	1.28
Net assets per share attributable to ordinary shareholders of the Bank (RMB/Share)	11.26	11.11	1.35

(2) **Change in major accounting data and financial indicator and the reason thereof**

Item	Change percentage (%)	Main reason
Net cash flows generated from operating activities	(67.71)	Mainly due to the increase in the cash outflow from operating activities such as the net increase in balances with central bank and deposits with banks and the net increase in financial assets held for trading purpose as compared to the corresponding period of the previous year.

(3) **Explanations of the differences between the financial statements prepared in accordance with Chinese Accounting Standards and IFRSs**

1. Differences between the financial statements prepared in accordance with Chinese Accounting Standards and IFRSs

As a financial institution incorporated in the People's Republic of China, the Group prepares the consolidated financial statements of the Bank and its combined subsidiaries in accordance with the Accounting Standards for Enterprises promulgated by the Ministry of Finance of the People's Republic of China and relevant regulations issued by the China Securities Regulatory Commission and other regulatory agencies (collectively referred to as "**Accounting Standards for Enterprises**").

The Group also prepares consolidated financial statements in accordance with the IFRSs and their interpretations issued by the International Accounting Standards Board and the disclosure regulations applicable to the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited. There are some differences between the financial statements in the Quarterly Report and the Group's financial statements prepared in accordance with the Accounting Standards for Enterprises. The differentiated item and amount are listed below:

Items	Net Assets (Consolidated)		
	31 March 2025	31 December 2024	31 December 2023
In accordance with Accounting Standards for Enterprises	135,366.5	133,608.8	123,501.7
Differentiated item and amount:			
– Goodwill from the Acquisition	440.1	440.1	440.1
In accordance with IFRSs	<u>135,806.6</u>	<u>134,048.9</u>	<u>123,941.8</u>

2. *Reasons for the differences between the financial statements prepared in accordance with Chinese Accounting Standards and IFRSs*

The Bank was incorporated on 27 June 2008 as a joint stock company with limited liability, and the newly incorporated joint stock company with limited liability acquired all assets and liabilities of 38 County (District) Rural Credit Cooperative Unions, including the former Chongqing Rural Credit Cooperative Union (重慶市農村信用合作社聯合社), Chongqing Yuzhong District Rural Credit Cooperative Union (重慶市渝中區農村信用合作社聯合社) and Chongqing Wulong Rural Cooperative Bank (重慶武隆農村合作銀行) (the “**Acquisition**”). The Bank first implemented the Accounting Standards for Enterprises on 1 January 2009 and was not required to recognise the goodwill generated from the Acquisition. The Bank made an initial public offering of overseas listed foreign shares (H shares) on the Hong Kong Stock Exchange on 16 December 2010 and adopted IFRSs for the first time in the same year. The goodwill generated from the Acquisition was retrospectively recognized in accordance with the relevant requirements of the first implementation of IFRSs.

(4) Capital adequacy ratio

Set out below are the capital adequacy ratios at all levels of the Group and the Bank as at the end of March 2025 calculated in accordance with the Measures for the Administration of the Capital of Commercial Banks (《商業銀行資本管理辦法》).

Unit: Million Currency: RMB

Items	31 March 2025		31 December 2024	
	The Group	The Bank	The Group	The Bank
Net core tier 1 capital	128,193.4	113,308.8	126,455.9	112,123.4
Net tier 1 capital	134,334.4	119,306.4	132,591.9	118,121.1
Net capital	145,862.6	129,736.2	143,120.0	127,600.0
Risk-weighted assets	974,464.7	903,506.4	888,052.6	820,287.5
Core tier 1 capital adequacy ratio (%)	13.16	12.54	14.24	13.67
Tier 1 capital adequacy ratio (%)	13.79	13.20	14.93	14.40
Capital adequacy ratio (%)	14.97	14.36	16.12	15.56

(5) Leverage ratio

Set out below is the leverage ratio of the Group as at the end of March 2025 calculated in accordance with the Measures for the Administration of the Capital of Commercial Banks (《商業銀行資本管理辦法》).

Unit: Million Currency: RMB

Items	31 March 2025	31 December 2024	30 September 2024	30 June 2024
Net tier 1 capital	134,334.4	132,591.9	131,058.1	128,263.8
Balance of assets on and off-balance sheet after adjustments	1,659,907.1	1,563,557.2	1,569,860.6	1,564,019.4
Leverage ratio (%)	8.09	8.48	8.35	8.20

(6) Liquidity coverage ratio

Set out below is the liquidity coverage ratio of the Group as at the end of March 2025 calculated in accordance with the Measures for the Liquidity Risk Management in Commercial Banks (《商業銀行流動性風險管理辦法》).

Unit: Million Currency: RMB

Items	31 March 2025
Qualified and high-quality liquid assets	160,836.23
Net cash outflows in future 30 days	35,605.49
Liquidity coverage ratio (%)	451.72

(7) Highlights of quarterly results

In the first quarter of 2025, the Group recorded a profit before tax of RMB4.239 billion, representing a year-on-year increase of RMB449 million or 11.86%; a net profit of RMB3.817 billion, representing a year-on-year increase of RMB155 million or 4.24%; the net profit attributable to shareholders of the Bank amounted to RMB3.745 billion, representing a year-on-year increase of RMB220 million or 6.25%. Due to the change in income tax rate and re-measurement of deferred income tax assets of CQRC Financial Leasing Co., Ltd., a subsidiary of the Group, in the corresponding period of the previous year, the base for the net profit was higher in the corresponding period of the previous year. During the period, the annualised average return on total assets was 0.99%, representing a decrease of 0.01 percentage point as compared to the corresponding period of the previous year, and the annualised weighted average return on net assets was 11.96%, representing a decrease of 0.01 percentage point as compared to the corresponding period of the previous year.

During the period, operating income of the Group achieved RMB7.223 billion, representing an increase of 1.37% as compared to the corresponding period of the previous year. Of which, net interest income amounted to RMB5.812 billion, representing a year-on-year increase of 5.31% and the net fee and commission income amounted to RMB507 million. Net interest margin was 1.61%. During the period, the Group's operating expenses amounted to RMB1.907 billion. Cost-to-income ratio was 25.47%, representing a decrease of 1.75 percentage points as compared to the corresponding period of the previous year, which was due to the fact that the Group continuously coordinated and promoted the cost reduction and efficiency improvement, and constantly improved efficiency of resource allocation. The credit impairment losses were RMB1.078 billion, representing a decrease of 19.17% as compared to the corresponding period of the previous year.

As at 31 March 2025, total assets of the Group amounted to RMB1,610.774 billion, representing an increase of RMB95.392 billion or 6.29% from the end of last year. Gross amount of loans and advances to customers amounted to RMB744.444 billion, representing an increase of RMB30.171 billion or 4.22% from the end of last year. Among which, corporate loans amounted to RMB402.761 billion, retail loans amounted to RMB299.812 billion and discounted bills amounted to RMB41.871 billion. Financial investment amounted to RMB656.908 billion, representing an increase of RMB28.905 billion or 4.60% from the end of last year.

As at 31 March 2025, total liabilities of the Group amounted to RMB1,474.967 billion, representing an increase of RMB93.635 billion or 6.78% from the end of last year. Deposits from customers amounted to RMB1,035.773 billion, representing an increase of RMB93.827 billion or 9.96% from the end of last year. Among which, corporate deposits amounted to RMB150.071 billion, personal deposit amounted to RMB882.429 billion and other deposits amounted to RMB3.273 billion.

As at 31 March 2025, total shareholders' equity of the Group amounted to RMB135.807 billion, representing an increase of RMB1.758 billion or 1.31% from the end of last year.

As at 31 March 2025, the balance of non-performing loans of the Group amounted to RMB8.747 billion. The non-performing loan ratio was 1.17%, representing a decrease of 0.01 percentage point from the end of last year. Provision coverage ratio was 363.37%, representing a decrease of 0.07 percentage point from the end of last year.

2. INFORMATION ON SHAREHOLDERS

(1) Total number of shareholders of ordinary shares, number of shareholders of preference shares with voting rights restored and particulars of shareholdings of top ten shareholders

Unit: Share

Total number of shareholders of ordinary shares as at the end of the Reporting Period	137,910	Total number of shareholders of preference shares with voting rights restored as at the end of the Reporting Period	0				
Particulars of Shareholdings of Top Ten Shareholders							
Name of shareholders	Nature of shareholders	Number of shares held	Shareholding percentage (%)	Number of shares held with selling restrictions	Class of shares	Pledged, marked or frozen	
						Condition of shares	Number
HKSCC Nominees Limited	Overseas legal person	2,506,738,531	22.07	0	H shares	Unknown	
Chongqing Yufu Capital Operation Group Company Limited (重慶渝富資本運營集團有限公司)	State-owned legal person	988,000,000	8.70	0	A shares	Nil	
Chongqing City Construction Investment (Group) Company Limited (重慶市城市建設投資(集團)有限公司)	State-owned legal person	797,087,430	7.02	0	A shares	Nil	
Chongqing Development and Real Estate Management Company Limited (重慶發展置業管理有限公司)	State-owned legal person	589,084,181	5.19	0	A shares	Nil	
Chongqing Water Conservancy Investment Group Co., Ltd. (重慶市水利投資(集團)有限公司)	State-owned legal person	566,714,256	4.99	0	A shares	Nil	
Chongqing Development Investment Co., Ltd. (重慶發展投資有限公司)	State-owned legal person	522,000,000	4.60	0	A shares	Nil	
		23,814,000	0.21		H shares		
Hong Kong Securities Clearing Company Limited	Overseas legal person	432,929,033	3.81	0	A shares	Unknown	
Chongqing Water Group Co., Ltd. (重慶水務集團股份有限公司)	State-owned legal person	125,000,000	1.10	0	A shares	Nil	
Chongqing Casin Group Co., Ltd. (重慶財信企業集團有限公司)	Domestic non-state-owned legal person	112,500,000	0.99	0	A shares	Pledged, Judicial freezing	112,500,000
Chongqing Agriculture Investment Group Company Limited (重慶市農業投資集團有限公司)	State-owned legal person	89,900,631	0.79	0	A shares	Nil	
Statement on the related relations or concerted actions among the shareholders above		HKSCC Nominees Limited is a wholly-owned subsidiary of Hong Kong Securities Clearing Company Limited, and Chongqing Development and Real Estate Management Company Limited (重慶發展置業管理有限公司) is the person acting-in-concert with Chongqing Development Investment Co., Ltd. (重慶發展投資有限公司)					
Statement on particulars of participation of the top ten shareholders and top ten shareholders without selling restrictions in margin financing and securities lending and refinancing business		Nil					

- (1) The number of shares held by HKSCC Nominees Limited refers to the total number of H shares of the Bank it held in its capacity as nominee on behalf of all institutional and individual investors who maintained an account with it as at the end of the Reporting Period, which includes the H shares of the Bank held by Chongqing Development Investment Co., Ltd. (重慶發展投資有限公司) as set out in the above table.
- (2) The number of shares held by Hong Kong Securities Clearing Company Limited represents the number of A Shares of the Bank (northbound shares under Shanghai-Hong Kong Stock Connect) held by it as a nominee designated by and on behalf of investors from Hong Kong and overseas.
- (3) As at the end of the Reporting Period, Chongqing Yufu Capital Operation Group Company Limited (重慶渝富資本運營集團有限公司) held 988,000,000 A shares of the Bank, representing 8.70% of the total share capital of the Bank, and its related party Chongqing Yufu (Hong Kong) Co., Ltd. (重慶渝富(香港)有限公司) held 13,246,000 H shares of the Bank. Chongqing Chuanyi Automation Co., Ltd. (重慶川儀自動化股份有限公司) and Chongqing Sanxia Financing Guarantee Group Corporation (重慶三峽融資擔保集團股份有限公司), all being the related parties of Chongqing Yufu Capital Operation Group Company Limited (重慶渝富資本運營集團有限公司), held 10,000,000 A shares and 15,000,454 A shares of the Bank, respectively. Chongqing Yufu Capital Operation Group Company Limited (重慶渝富資本運營集團有限公司) and above related parties jointly held 1,026,246,454 shares of the Bank, accounting for 9.04% of the total share capital of the Bank collectively.

In order to deepen the reform of state-owned enterprises, on 31 August 2023, Chongqing Stated-owned Assets Supervision and Administration Commission decided to transfer its 80% equity interest in Chongqing Water & Environment Holdings Group Ltd. (重慶水務環境控股集團有限公司) to Chongqing Yufu Holding Group Co., Ltd. (重慶渝富控股集團有限公司) at nil consideration. Upon the transfer, Chongqing Water Group Co., Ltd. (重慶水務集團股份有限公司), a shareholder of the Bank, would become a related party of Chongqing Yufu Capital Operation Group Company Limited (重慶渝富資本運營集團有限公司). The transfer matter at nil consideration is subject to the completion of the relevant transfer registration procedures. On 20 March 2025, Chongqing Stated-owned Assets Supervision and Administration Commission issued the approval. Chongqing Water & Environment Holdings Group Ltd. (重慶水務環境控股集團有限公司) would acquire 100% equity interests in Chongqing Water Conservancy Investment Group Co., Ltd. (重慶市水利投資(集團)有限公司), a shareholder of the Bank, through transfer of state-owned equity interest at nil consideration. Chongqing Water Conservancy Investment Group Co., Ltd. (重慶市水利投資(集團)有限公司) would become a related party of Chongqing Yufu Capital Operation Group Company Limited (重慶渝富資本運營集團有限公司). The transfer matter at nil consideration is subject to the performance of operator concentration review procedure and the completion of the relevant transfer registration procedures. Upon completion of the above transfer, Chongqing Yufu Capital Operation Group Company Limited (重慶渝富資本運營集團有限公司) and its related parties would jointly hold 15.13% of the total share capital of the Bank collectively.

- (4) As at the end of the Reporting Period, Chongqing City Construction Investment (Group) Company Limited (重慶市城市建設投資(集團)有限公司) held 797,087,430 A shares of the Bank, representing 7.02% of the total share capital of the Bank, and its related party Chongqing Yukaifa Co., Ltd. (重慶渝開發股份有限公司) held 30,000,000 A shares of the Bank. Chongqing City Construction Investment (Group) Company Limited (重慶市城市建設投資(集團)有限公司) and its related party jointly held 827,087,430 A shares of the Bank, accounting for 7.28% of the total share capital of the Bank collectively.
- (5) As at the end of the Reporting Period, Chongqing Development and Real Estate Management Company Limited (重慶發展置業管理有限公司) held 589,084,181 A shares of the Bank, representing 5.19% of the total share capital of the Bank, and its related party Chongqing Development Investment Co., Ltd. (重慶發展投資有限公司) held 522,000,000 A shares and 23,814,000 H shares of the Bank, collectively representing 4.81% of the total share capital of the Bank. Chongqing Development and Real Estate Management Company Limited (重慶發展置業管理有限公司) and its related party jointly held 1,134,898,181 shares of the Bank, accounting for 9.99% of the total share capital of the Bank.

(II) Total number of shareholders of preference shares and particulars of shareholdings of the top ten shareholders of preference shares

Applicable N/A

3. OTHER REMINDERS

Applicable N/A

4. PUBLICATION OF QUARTERLY REPORT

The Quarterly Report prepared under IFRSs is available on both the website of The Stock Exchange of Hong Kong Limited (www.hkexnews.hk) and the website of the Bank (www.cqrcb.com). The Quarterly Report prepared under Chinese Accounting Standards is available on the website of the Shanghai Stock Exchange (www.sse.com.cn) and the website of the Bank (www.cqrcb.com).

By order of the Board
Chongqing Rural Commercial Bank Co., Ltd.*
重慶農村商業銀行股份有限公司*
Sui Jun
Executive Director and President

Chongqing, the PRC, 25 April 2025

As at the date of this announcement, the executive director of the Bank is Mr. Sui Jun; the non-executive directors of the Bank are Ms. Hu Chun, Mr. Yin Xianglin and Mr. Peng Yulong; and the independent non-executive directors of the Bank are Mr. Zhang Qiaoyun, Mr. Lee Ming Hau, Mr. Li Jiaming and Ms. Bi Qian.

* *The Bank holds a financial licence number B0335H250000001 approved by the regulatory authority of the banking industry of the PRC and was authorised by the Administration for Market Regulation of Chongqing to obtain a corporate legal person business licence with a unified social credit code of 91500000676129728J. The Bank is not an authorised institution in accordance with the Hong Kong Banking Ordinance (Chapter 155 of the Laws of Hong Kong), not subject to the supervision of the Hong Kong Monetary Authority, and not authorised to carry on banking/ deposit-taking business in Hong Kong.*

APPENDIX: FINANCIAL STATEMENT PREPARED UNDER IFRSs

CONSOLIDATED INCOME STATEMENT

(Amounts in thousands of Renminbi, unless otherwise stated)

	For the three months ended	
	31 March	
	2025	2024
	(Unaudited)	(Unaudited)
Interest income	11,503,322	11,917,712
Interest expense	(5,691,663)	(6,398,978)
Net interest income	5,811,659	5,518,734
Fee and commission income	586,769	633,972
Fee and commission expense	(80,197)	(110,598)
Net fee and commission income	506,572	523,374
Net trading gains	33,984	782,342
Share of profits of associates	17,813	(10,200)
Other operating income, net	26,551	66,556
Net gains on derecognition of financial assets measured at fair value through other comprehensive income	485,289	91,884
Net gains on derecognition of financial assets measured at amortised cost	341,264	152,792
Operating income	7,223,132	7,125,482
Operating expenses	(1,906,479)	(2,002,651)
Credit impairment losses	(1,077,590)	(1,333,226)
Impairment losses on other assets	(118)	—
Profit before tax	4,238,945	3,789,605
Income tax expense	(421,952)	(127,968)
Net profit for the period	3,816,993	3,661,637
Attributable to:		
Shareholders of the Bank	3,744,632	3,524,329
Non-controlling interests	72,361	137,308
Earnings per share (Expressed in RMB Yuan per share)		
Basic and diluted	0.33	0.31

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

(Amounts in thousands of Renminbi, unless otherwise stated)

	For the three months ended	
	31 March	
	2025	2024
	(Unaudited)	(Unaudited)
Net profit for the period	3,816,993	3,661,637
Other comprehensive income:		
Items that will not be reclassified to profit or loss:		
Changes in re-measurement of defined benefit plans	–	104
Changes in fair value of equity instruments measured at fair value through other comprehensive income	(22,495)	(17,038)
Items that may be reclassified to profit or loss:		
Changes in fair value of debt instruments measured at fair value through other comprehensive income	(2,027,622)	963,561
Credit impairment losses of debt instruments measured at fair value through other comprehensive income	(2,255)	37,736
Other comprehensive (loss) income for the period (net of tax)	(2,052,372)	984,363
Total comprehensive income for the period	1,764,621	4,646,000
Total comprehensive income attributable to:		
Shareholders of the Bank	1,692,257	4,508,671
Non-controlling interests	72,364	137,329

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

(Amounts in thousands of Renminbi, unless otherwise stated)

	31 March 2025 (Unaudited)	31 December 2024 (Audited)
Assets		
Cash and balances with central bank	58,247,147	51,204,006
Deposits with banks and other financial institutions	39,734,185	21,032,927
Placements with banks and other financial institutions	94,382,918	90,440,520
Derivative financial assets	170,830	5,295
Financial assets held under resale agreements	26,901,931	20,937,314
Loans and advances to customers	712,766,091	683,830,682
Financial investments:		
Financial assets measured at fair value through profit or loss	99,828,580	84,554,813
Financial assets measured at fair value through other comprehensive income	270,439,376	246,200,311
Financial assets measured at amortised cost	286,639,941	297,248,006
Investments in associates	527,496	509,682
Property and equipment	4,358,567	4,397,996
Rights-of-use assets	161,199	170,349
Goodwill	440,129	440,129
Deferred tax assets	12,569,778	11,705,083
Other assets	3,605,869	2,704,686
Total assets	<u>1,610,774,037</u>	<u>1,515,381,799</u>
Liabilities		
Borrowings from central bank	103,612,584	103,007,638
Deposits from banks and other financial institutions	3,527,109	3,031,742
Placements from banks and other financial institutions	61,333,477	61,565,758
Financial liabilities measured at fair value through profit or loss	10,466,540	9,878,249
Derivative financial liabilities	3,525	3,140
Financial assets sold under repurchase agreements	79,759,111	71,937,669
Deposits from customers	1,035,773,402	941,946,157
Accrued staff costs	5,639,410	6,110,069
Income tax payable	785,488	642,907
Lease liabilities	144,545	146,181
Debt securities issued	166,588,473	171,657,542
Other liabilities	7,333,786	11,405,831
Total liabilities	<u>1,474,967,450</u>	<u>1,381,332,883</u>

CONSOLIDATED STATEMENT OF FINANCIAL POSITION (CONTINUED)*(Amounts in thousands of Renminbi, unless otherwise stated)*

	31 March 2025 (Unaudited)	31 December 2024 (Audited)
Equity		
Share capital	11,357,000	11,357,000
Other equity instruments	5,997,648	5,997,648
Capital reserve	20,893,822	20,892,772
Investment revaluation reserve	2,958,651	5,011,026
Actuarial changes reserve	(863,476)	(863,476)
Surplus reserve	15,872,212	15,872,212
General reserve	20,388,996	20,379,718
Retained earnings	57,222,167	53,486,813
	<hr/>	<hr/>
Equity attributable to shareholders of the Bank	133,827,020	132,133,713
Non-controlling interests	1,979,567	1,915,203
	<hr/>	<hr/>
Total equity	<u>135,806,587</u>	<u>134,048,916</u>
	<hr/>	<hr/>
Total equity and liabilities	<u>1,610,774,037</u>	<u>1,515,381,799</u>

CONSOLIDATED STATEMENT OF CASH FLOWS

(Amounts in thousands of Renminbi, unless otherwise stated)

	For the three months ended	
	31 March	
	2025	2024
	(Unaudited)	(Unaudited)
Operating activities		
Profit before tax	4,238,945	3,789,605
Adjustments for:		
Depreciation and amortisation	210,609	215,185
Credit impairment losses	1,077,590	1,333,226
Impairment losses on other assets	118	–
Interest income arising from investment securities	(3,786,995)	(3,907,024)
Interest expense arising from debt securities issued	843,124	763,605
Net gains on disposal of investment securities	(1,265,412)	(535,551)
Net (gains)/losses investments in associates	(17,813)	10,200
Dividend income from investment securities	(1,375)	–
Net losses/(gains) on disposal of property, equipment and other assets	146	(3,199)
Fair value losses/(gains)	456,541	(78,352)
Foreign exchange losses/(gains)	9,278	(2,403)
	<u>1,764,756</u>	<u>1,585,292</u>
Operating cash flows before movements in working capital		
Net change in operating assets and operating liabilities		
Increase in balances with central bank, deposits with banks and other financial institutions	(26,597,493)	(608,158)
(Increase)/decrease in placements with banks and other financial institutions	(554,403)	4,899,931
Increase in financial assets held under resale agreements	–	(1,795)
(Increase)/decrease in financial assets held for trading purpose	(23,231,238)	17,156,119
Increase in loans and advances to customers	(29,612,323)	(19,805,172)
Increase in financial assets sold under repurchase agreements	7,844,009	24,132,217
Increase/(decrease) in borrowings from central bank	391,805	(2,033,114)
(Decrease)/increase in placements from banks and other financial institutions	(291,228)	4,458,856
Increase in deposits from customers, deposits from banks and other financial institutions	101,374,724	48,497,093
Increase/(decrease) in financial liabilities measured at fair value through profit or loss	588,291	(2,092,797)
Increase in other operating assets	(1,948,409)	(1,638,645)
Decrease in other operating liabilities	(6,698,950)	(4,559,862)
	<u>23,029,541</u>	<u>69,989,965</u>
Cash from operating activities		
Income tax paid	(459,938)	(85,331)
	<u>22,569,603</u>	<u>69,904,634</u>
Net cash generated from operating activities		

CONSOLIDATED STATEMENT OF CASH FLOWS (CONTINUED)*(Amounts in thousands of Renminbi, unless otherwise stated)*

	For the three months ended	
	31 March	
	2025	2024
	(Unaudited)	(Unaudited)
Investing activities		
Cash received from disposal and redemption of investment securities	72,836,677	50,677,109
Interest income received from investment securities	4,761,445	4,588,983
Cash received from disposal of property, equipment and other assets	12,118	7,295
Dividend income from investment securities	1,375	–
Cash received from other investing activities	1,050	–
Cash paid for purchase of investment securities	(81,691,636)	(76,416,143)
Cash paid for purchase of property, equipment and other assets	(157,387)	(77,836)
Cash paid for acquisition of non-controlling interests in subsidiaries	–	(7,440)
	–	(7,440)
Net cash used in investing activities	(4,236,358)	(21,228,032)
Financing activities		
Cash received from debt securities issued	7,047,808	15,679,930
Repayments of debt securities issued	(12,960,000)	(39,830,000)
Dividends paid to shareholders of the Bank	(2,227,777)	–
Cash paid in other financing activities	(10,032)	(9,701)
	(8,150,001)	(24,159,771)
Net cash used in financing activities	(8,150,001)	(24,159,771)
Net increase in cash and cash equivalents	10,183,244	24,516,831
Cash and cash equivalents as at 1 January	39,978,403	43,210,418
Effect of foreign exchange rate changes	(1,634)	442
	50,160,013	67,727,691
Cash and cash equivalents as at 31 March	50,160,013	67,727,691
Net cash from operating activities include:		
Interest received	7,673,505	7,932,204
Interest paid	(11,650,147)	(9,879,230)
	(3,976,642)	(1,947,026)
Net interest paid to operating activities	(3,976,642)	(1,947,026)