

Composition of Capital of Bank of Tianjin

In accordance with the Issuing Regulatory Documents on Capital Regulation for Commercial Banks (《关于印发商业银行资本监管配套政策文件的通知》) (Yin Jianfa [2013] No.33), the Bank's composition of capital as of 31 December 2023 is disclosed as below.

Appendix 1: Composition of Capital

Units: RMB million

Core tier-one capital:		Amount	Reference
1	Paid-in capital	6,070.6	a
2	Retained profits	47,240.3	
2a	Surplus reserve	3,352.5	d
2b	General reserve	9,227.3	e
2c	Retained earnings	34,660.5	f
3	Aggregated other comprehensive income and public reserve	10,877.6	
3a	Capital reserve	10,731.1	b
3b	Others	146.5	c
4	Amount could be included in core tier-one capital during the transition period (only applicable to non-share-based company, share-based companies put down "0")	-	
5	Minority capital that maybe included	358.0	g
6	Core tier-one capital before regulatory adjustment	64,546.5	
Core tier-one capital: Regulatory adjustment			
7	Prudence evaluation adjustment	-	
8	Goodwill (net of deferred tax liabilities)	-	
9	Other intangible assets (other than land use rights) (net of deferred tax liabilities)	517.8	h-i
10	Net deferred tax income resulting from operational loss dependent on future profitability	-	
11	Reserves arising from cash flow hedge of items not measured at fair value	-	
12	Gap in provision for loan impairment	-	
13	Gains on sales related to asset securitization	-	
14	Unrealized gains and losses due to changes in fair value of liabilities self credit risk caused by changes in self credit risk	-	
15	Defined-benefit pension fund net assets (net of deferred tax liabilities)	-	
16	Directly or indirectly holding the Banks' ordinary shares	-	
17	Reciprocal cross-holdings in core tier-one capital between banks or between banks and other financial institutions	-	
18	Deductible amount of insignificant minority investment in core tier-one capital instruments issued by financial institutions that are not subject to consolidation	-	
19	Deductible amount of significant minority investment in core tier-one capital instruments issued by financial institutions that are not subject to consolidation	-	

20	Mortgage servicing rights not applicable	-	
21	Other deductible amount in deferred tax assets dependent on future profitability	-	
22	Deductible amount exceeding the 15% threshold for significant minority capital investments in core tier-one capital instruments issued by financial institutions that are not subject to consolidation and undeducted portion of deferred tax assets arising from temporary differences	-	
23	Including: Deductible amount of significant minority investments in core tier-one capital instruments issued by financial institutions	-	
24	Including: Deductible amount of mortgage servicing rights not applicable	-	
25	Including: Deductible amount in deferred tax assets arising from temporary differences	-	
26a	Investment in core tier-one capital instruments issued by financial institutions that are under control but not subject to consolidation	302.7	j
26b	Gap in core tier-one capital instruments issued by financial institutions that are under control but not subject to consolidation	-	
26c	Others that should be deducted from core tier-one capital	-	
27	Undeducted gap that should be deducted from other tier-one capital and tier-two capital	-	
28	Total regulatory adjustments to core tier-one capital	820.5	
29	Core tier-one capital	63,726.0	
Other tier-one capital:			
30	Other tier-one capital instruments and related premium	6,700.0	
31	Including: Portion classified as equity	-	
32	Including: Portion classified as liabilities	6,700.0	
33	Invalid instruments to other tier-one capital after the transition period	-	
34	Minority capital that maybe included	47.7	k
35	Including: invalid portion to other tier-one capital excluded after the transition period	-	
36	Other tier-one capital before regulatory adjustment	6,747.7	
Other tier-one capital: Regulatory adjustment			
37	Directly or indirectly holding other tier-one capital of the Bank	-	
38	Reciprocal cross-holdings in other tier-one capital between banks or between banks and other financial institutions	-	
39	Deductible amount of non-significant minority investment in other tier-one capital instruments issued by financial institutions that are not subject to consolidation	-	
40	Significant minority investments in other tier-one capital instruments issued by financial institutions that are not subject to consolidation	-	
41a	Investment in other tier-one capital instruments issued by financial institutions that are under control but not subject to consolidation	-	
41b	Gap in other tier-one capital instruments issued by financial institutions that are under control but not subject to consolidation	-	
41c	Other items that should be deducted from other tier-one capital	-	
42	Undeducted gap that should be deducted from tier-two capital	-	
43	Total regulatory adjustments to other tier-one capital	-	
44	Other tier-one capital	6,747.7	
45	Tier-one capital (core tier-one capital + other tier-one capital)	70,473.7	
Tier-two capital:			
46	Tier-two capital instruments and related premium	7,000.0	m
47	Invalid tier-two instruments to capital after the transition period	-	
48	Minority capital that maybe included	95.5	l
49	Including: Invalid portion to tier-two capital after the transition period	-	

50	Valid portion of surplus provision for loan impairment	4,625.5	o
51	Tier-two capital before regulatory adjustment	11,721.0	
Tier-two Capital: Regulatory adjustment			
52	Directly or indirectly holding tier-two capital of the Bank	-	
53	Reciprocal cross-holdings in tier-two capital between banks or between banks and other financial institutions	-	
54	Deductible portion of non-significant minority investment in tier-two capital instruments issued by financial institutions that are not subject to consolidation	-	
55	Significant minority investments in tier-two capital instruments issued by financial institutions that are not subject to consolidation	-	
56a	Investment in tier-two capital instruments issued by financial institutions that are under control but not subject to consolidation	-	
56b	Gap in tier-two capital instruments issued by financial institutions that are under control but not subject to consolidation	-	
56c	Other items that should be deducted from tier-two capital	-	
57	Total regulatory adjustment to tier-two capital	-	
58	Tier-two capital	11,721.0	
59	Total capital (tier-one capital + tier-two capital)	82,194.7	
60	Total risk-weighted assets	650,513.7	
Requirements for capital adequacy ratio and reserve capital			
61	Core tier-one capital adequacy ratio	9.80%	
62	Tier-one capital adequacy ratio	10.83%	
63	Capital adequacy ratio	12.64%	
64	Institution specific capital requirement	-	
65	Including: Capital conservation buffer requirement	-	
66	Including: Counter cyclical buffer requirement	-	
67	Including: Additional buffer requirement of global systematically important banks	-	
68	Percentage of core tier-one capital meeting buffers to risk-weighted assets	-	
Domestic minimum requirements for regulatory capital			
69	Core tier-one capital adequacy ratio	7.50%	
70	Tier-one capital adequacy ratio	8.50%	
71	Capital adequacy ratio	10.50%	
Amounts below the thresholds for deduction			
72	Undeducted amount of non-significant minority investments in capital instruments issued by financial institutions that are not subject to consolidation	1,085.1	p+q+r
73	Undeducted amount of significant minority investments in capital instruments issued by financial institutions that are not subject to consolidation	-	
74	Mortgage servicing rights (net of deferred tax liabilities)	N/A	
75	Other net deferred tax income dependent on future profitability (net of deferred tax liabilities)	4,111.8	s
Valid caps of surplus provision for loan impairment to tier-two capital			
76	Provision for loan impairment under the weighted approach	11,441.3	n
77	Valid cap of surplus provision for loan impairment in tier-two capital under the weighted approach	4,625.5	o
78	Surplus provision for loan impairment under the internal ratings-based approach		
79	Valid cap of surplus provision for loan impairment in tier-two capital under the internal ratings-based approach		
Capital instruments subject to phase-out arrangements			

80	Valid cap to core tier-one capital instruments for the current period due to phase-out arrangements	-	
81	Excluded from core tier-one capital due to phase-out arrangements	-	
82	Valid cap to other tier-one capital instruments for the current period due to phase-out arrangements	-	
83	Excluded from other tier-one capital due to phase-out arrangements	-	
84	Valid cap to tier-two capital instruments for the current period due to phase-out arrangements	-	
85	Excluded from tier-two capital for the current period due to phase-out arrangements	-	

Appendix 2: Balance sheet under the Group's caliber (consolidated financial statement and regulatory statement)

For clarification purpose only, there are no differences between the balance sheet of the Bank under the Group's caliber and the regulatory statement.

Appendix 3: Detailed Description of Related Items

Unit: RMB million

	Balance Sheet	Reference
Share capital	6,070.6	a
Capital reserve	10,731.1	b
Investment revaluation reserve	146.5	c
Surplus reserve	3,352.5	d
General reserve	9,227.3	e
Retained earnings	34,660.5	f
Non-controlling interests	841.1	
Including: Minority capital that maybe included - core capital	358.0	g
Including: Minority capital that maybe included - tier-one capital	47.7	k
Including: Minority capital that maybe included - tier-two capital	95.5	l
Other assets	4,499.9	
Including: intangible assets	557.0	h
Of which: land usage right	39.2	i
Interests in associates	302.7	j
Debt securities issued	83,286.4	
Including: tier-two capital instruments and related premiums that maybe included	7,000.0	m
Loans and advances to customers	396,009.2	
Including: provision for loan impairment	11,441.3	n
Valid cap of surplus provision for loan impairment in tier-two capital under the weighted approach	4,625.5	o
Financial assets measured at fair value through profit or loss	93,917.9	
Including: undeducted insignificant minority investment in core tier-one capital instruments issued by financial institutions that are not subject to consolidation	58.6	p
Debt instruments measured at fair value through other comprehensive income	88,863.2	
Including: undeducted insignificant minority investment in tier-two capital instruments issued by financial institutions that are not subject to consolidation	1,026.5	q
Debt instruments at amortised cost	396,009.2	
Including: undeducted insignificant minority investment in tier-two capital instruments issued by financial institutions that are not subject to consolidation	-	r
Deferred tax assets	4,113.5	s

Appendix 5: Main Features of Capital Instruments

1	Issuer	Bank of Tianjin
2	Identification code	232380014
3	Applicable laws	The Law of the People's Republic of China on Commercial Banks, Administrative Measures for the Capital of Commercial Banks (Provisional), Administrative Measures on the Issue of Financial Bonds in the National Inter-bank Bond Market and other relevant laws, regulations and regulatory documents
	Regulatory treatment	
4	of which: Transitional period rules specified by Administrative Measures for the Capital of Commercial Banks (Provisional) are applicable to	Tier 2 capital
5	of which: The rules after expiration of the transitional period specified by Administrative Measures for the Capital of Commercial Banks (Provisional) are applicable to	Tier 2 capital
6	of which: Eligible at the Bank / Group level	the Bank / Group
7	Instrument type	Tier 2 capital bonds
8	Amount recognised in regulatory capital (In millions of RMB, as at the latest reporting date)	7,000
9	Par value of instrument (In millions of RMB)	7,000
10	Accounting classification	Debt securities issued
11	Original date of issuance	2023/4/10
12	Perpetual or dated	Dated
13	of which: Original maturity date	2033/4/12
14	Issuer call subject to regulatory approval regulatory	Yes
15	of which: Optional call date, contingent call dates and redemption amount	2028/4/12, part or full redemption at nominal value
16	of which: Subsequent call dates, if any	None
	Coupons / dividends	
17	of which: Fixed or floating dividend / coupon	Fixed
18	of which: Coupon rate and any related index	4.70%
19	of which: Existence of dividend brake mechanism	No
20	of which: Fully discretionary, partially discretionary or mandatory	Mandatory
21	of which: Existence of redemption incentive mechanism	No
22	of which: Noncumulative or cumulative	Noncumulative
23	Convertible or non-convertible	No
24	of which: If convertible, specify conversion trigger(s)	N/A
25	of which: If convertible, specify if it is fully or partially	N/A

26	of which: If convertible, specify conversion rate	N/A
27	of which: If convertible, specify if it is mandatory or optional conversion	N/A
28	of which: If convertible, specify instrument type convertible into	N/A
29	of which: If convertible, specify issuer of instrument it converts into	N/A
30	Write-down feature	Yes
31	of which: If write-down, specify write-down trigger(s)	In the event of a non-viability trigger event, the issuer has the right, without the consent of the bondholders, to write down part or all of the principal of the current bonds after a full write-down or conversion of other Tier 1 capital instruments. The current debenture is written down as a proportion of the outstanding nominal amount to the total outstanding nominal amount of all Tier 2 capital instruments with the same trigger event. Write-down is triggered at the earlier of followings: (1) CBIRC determines issuer cannot survive if no write-down is conducted; (2) related authorities confirm that issuer cannot survive if public capital injection or equivalent support will not be offered.
32	of which: If write-down, specify if it is full or partial	Full of part
33	of which: If write-down, specify if it is permanent or temporary	Permanent
34	of which: If temporary write-down, specify the description of write-up mechanism	N/A
35	Hierarchy of claims in liquidation (specify instrument type immediately senior to instrument)	Payment priority of the principal and interest of these bonds is subordinated to payment to the depositors and general creditors but is superior than payment for equity capital, additional tier 1 capital instrument and mixed capital bonds. The bond are in the same payment schedule as other issued subordinated debts of the issuer which have the identical payment priority and these bonds will make payment in an squence as other tier 2 capital instruments which have the identical payment priority that may be issued in the future.
36	Non-eligible transitioned features	No
	of which: If yes, specify non-eligible features	N/A