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BANK OF TIANJIN CO., LTD.*
天津銀行股份有限公司*

(A joint stock company incorporated in the People's Republic of China with limited liability)
(Stock Code: 1578)

INTERIM RESULTS ANNOUNCEMENT FOR THE SIX MONTHS ENDED 30 JUNE 2023

The board of directors (the “**Board**”) of Bank of Tianjin Co., Ltd.* (the “**Bank**”) hereby announces the unaudited consolidated interim results of the Bank and its subsidiaries for the six months ended 30 June 2023. This announcement, containing the full text of the 2023 interim report of the Bank, complies with the requirements of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited relating to information to accompany preliminary announcements of interim results. The Board of the Bank and the Audit Committee of the Board have reviewed and confirmed the interim results.

PUBLICATION OF INTERIM RESULTS ANNOUNCEMENT AND INTERIM REPORT

The Chinese and English versions of this results announcement are available on the website of Hong Kong Exchanges and Clearing Limited (www.hkexnews.hk) and the website of the Bank (www.bankoftianjin.com). If there are any discrepancies in interpretations between the Chinese and English versions, the Chinese version shall prevail. The printed version of the Bank’s 2023 interim report will be despatched to the holders of H shares of the Bank subsequently and will be available for viewing on the website of Hong Kong Exchanges and Clearing Limited (www.hkexnews.hk) and the website of the Bank (www.bankoftianjin.com) in due course.

By Order of the Board
Bank of Tianjin Co., Ltd.*
YU Jianzhong
Chairman

Tianjin, China
28 August 2023

As at the date of this announcement, the Board of the Bank comprises Mr. YU Jianzhong, Mr. WU Hongtao, Mr. ZHENG Ke and Ms. DONG Xiaodong as executive directors; Ms. SUN Jingyu, Ms. DONG Guangpei, Mr. Alistair Marshall BULLOCH, Mr. ZHAO Wei, Mr. WANG Shunlong and Ms. LI Jun as non-executive directors; Mr. JIN Qingjun, Mr. HUA Yaogang, Mr. HE Jia, Mr. ZENG Jianhua and Mr. LU Jianzhong as independent non-executive directors.

* *Bank of Tianjin Co., Ltd. is not an authorised institution within the meaning of the 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*

Contents

Definitions	2
Company Profile	4
Strategic Positioning and Corporate Culture	6
Honour and Awards	7
Summary of Accounting Data and Financial Indicators	8
Management Discussion and Analysis	12
Changes in Share Capital and Information on Shareholders	71
Directors, Supervisors, Senior Management officers and Employees	76
Important Events	84
Report on Review of Independent Auditor	91
Interim Financial Statements	92
Unaudited Supplementary Financial Information	141
List of Branches	145

Definitions

In this interim report, unless the context otherwise requires, the following items shall have the meanings set out below:

“Articles of Association”	the articles of association of the Bank as may be amended, supplemented or otherwise modified from time to time
“Bank”, “our Bank”, “we” or “us”	Bank of Tianjin Co., Ltd., a joint stock company incorporated on 6 November 1996 in Tianjin, China with limited liability in accordance with PRC laws, and, if the context requires, includes its predecessors, subsidiaries, branches and sub-branches
“Board” or “Board of Directors”	the board of Directors of the Bank
“Board of Supervisors”	the board of Supervisors of the Bank
“CBIRC”	the former China Banking and Insurance Regulatory Commission
“CBIRC Tianjin Office”	former Tianjin Regulatory Bureau of the China Banking and Insurance Regulatory Commission
“China” or “PRC”	the People’s Republic of China, excluding Hong Kong, Taiwan and Macau for the purposes of this interim report
“Director(s)”	the director(s) of the Bank
“Domestic Shares”	ordinary shares issued by our Bank, with a nominal value of RMB1.00 each, which are subscribed for or credited as paid up in Renminbi
“Foreign Shares”	ordinary shares issued by our Bank, with a nominal value of RMB1.00 each, which are subscribed for in a currency other than Renminbi, or the consideration for which is the injection of assets and are held by persons other than PRC nationals or PRC corporate entities, and are not listed on any stock exchange
“H Shares”	ordinary shares issued by our Bank, with a nominal value of RMB1.00 each, which are listed on the Hong Kong Stock Exchange
“HK\$” or “HKD”	Hong Kong dollars, the lawful currency of Hong Kong
“Hong Kong”	the Hong Kong Special Administrative Region of the PRC

Definitions

"Hong Kong Listing Rules"	the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited
"Hong Kong Stock Exchange"	The Stock Exchange of Hong Kong Limited
"NAFR"	the National Administration of Financial Regulation (國家金融監督管理總局)
"Tianjin Regulatory Bureau of the NAFR"	Tianjin Regulatory Bureau of the NAFR
"PBoC" or "Central Bank"	The People's Bank of China
"Reporting Period"	the six months ended 30 June 2023
"RMB" or "Renminbi"	Renminbi, the lawful currency of the PRC
"SFO"	the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong)
"Shareholder(s)"	the shareholder(s) of the Bank
"Supervisor(s)"	the supervisor(s) of the Bank

Company Profile

Legal Chinese Name	天津銀行股份有限公司
Abbreviation in Chinese	天津銀行
Legal English Name	Bank of Tianjin Co., Ltd.
Abbreviation in English	Bank of Tianjin
Legal Representative	SUN Liguó
Authorised Representatives	DONG Xiaodong, NGAI Wai Fung
Board Secretary	DONG Xiaodong
Joint Company Secretaries	DONG Xiaodong, NGAI Wai Fung
Registered Address and Headquarter Address	No. 15 Youyi Road, Hexi District, Tianjin, China
Principal Place of Business in Hong Kong	40/F, Dah Sing Financial Centre, No. 248 Queen's Road East, Wanchai, Hong Kong
Customer Service Telephone	956056
Telephone	86-22-2840 5262
Facsimile	86-22-2840 5518
Email	ir@bankoftianjin.com
Website	www.bankoftianjin.com
Website of Hong Kong Stock Exchange for Publishing H Share Interim Report	www.hkexnews.hk
Date of Initial Registration	6 November 1996

Company Profile

Business License No. of Corporation	120000000007636
Uniform Social Credit Code	911200001030702984
Finance Permit Institution Number	B0108H212000001
Listing Place of Stock	The Stock Exchange of Hong Kong Limited
Stock Name	Bank of Tianjin
Stock Code	1578
H Share Registrar	Computershare Hong Kong Investor Services Limited Shops 1712-1716, 17/F Hopewell Centre 183 Queen's Road East Wanchai, Hong Kong
Legal Advisor as to PRC Laws	GRANDALL LAW FIRM (TIANJIN)
Legal Advisor as to Hong Kong Laws	Paul Hastings 22/F, Bank of China Tower 1 Garden Road Hong Kong
Auditors	Domestic Auditor: PricewaterhouseCoopers Zhong Tian LLP Room 01, Unit 507, DBS Bank Tower 1318 Lu Jia Zui Ring Road China (Shanghai) Pilot Free Trade Zone International Auditor: PricewaterhouseCoopers 22/F, Prince's Building Central, Hong Kong

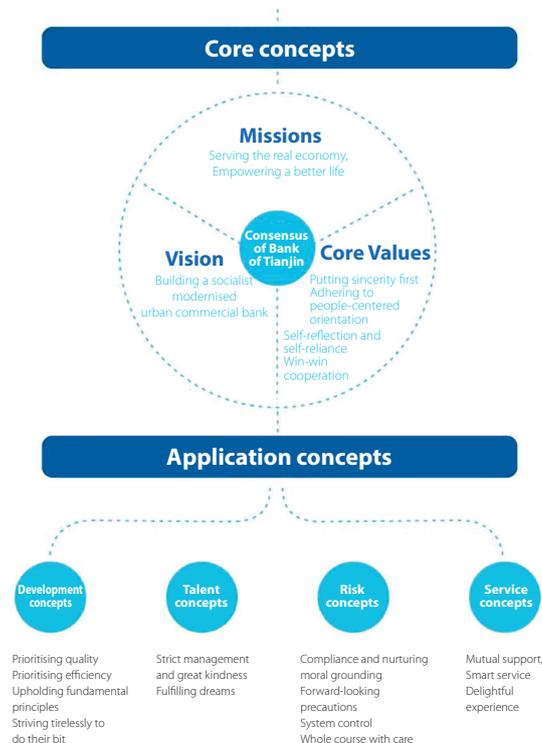
Strategic Positioning and Corporate Culture

I STRATEGIC POSITIONING

Under the general requirements of the theme education of “Learning Ideology, Strengthening Party Spirit, Putting into Practice, and Making New Achievements”, the new session of the Party Committee of the head office of the Bank adhered to the issue-oriented and goal-oriented approach, and comprehensively considered the development stage of the Bank, the development plight it faced, the status of its talent team with a certain foundation, good potential for improvement and the social development trend, and determined the staged key tasks of the Bank as follows: focusing on the work positioning of urban commercial banks, and clarifying the business idea of “deepening the region of Tianjin and optimizing other regions outside Tianjin” with adhering to one blueprint to the end, persevering to work from generation to generation, inheriting, integrating, optimising and advancing, the Bank will further strengthen and reinforce its foundation and fundamentals, implement well the five key tasks of “mitigating risks, increasing revenue, reducing costs, absorbing deposits, resolving litigations”, and take forward the five key aspects of “competence and quality, structural transformation, intermediate business, digital banking, supervision and coordination” in order to ensure that the Bank will keep up with the new era, seize emerging strategic opportunities, and thus lay a solid foundation for its high-quality development.

II “BANK OF TIANJIN” CORPORATE CULTURE CONCEPT SYSTEM

The Bank deeply explored and absorbed the excellent cultural factors accumulated in the historical development process of the Bank of Tianjin. With the extensive participation and in-depth thinking by our staff, the Bank formed its corporate culture concept system, including two parts, i.e. core concept and application concept.



Corporate Culture Concept System of Bank of Tianjin

Honour and Awards

Organizer	Award/honour title
"The Banker" Magazine	Ranked 191st among "Top 1,000 World Banks" of 2023 Ranked 240th among "Top 500 World Bank Brand Value" of 2023
Brand Finance	Ranked 334th in "China's Top 500 Banking Brands 2023"
China Banking Association	Ranked 33rd in "Top 100 China Banking Institutions 2023"
Pystandard	The "Outstanding Asset Management Award for City Commercial Bank (卓越資產管理城市商業銀行獎)" "Outstanding Cash Management Bank Wealth Management Product (City Commercial Bank) (Hong Ding Wealth Cash Management)" "Outstanding Fixed Income Bank Wealth Management Product (City Commercial Bank) (Gang Wan Wealth Series)"
China Foreign Exchange Trading Center	X-Lending Active Institutions of the Month for six times Innovative and Active Dealer in Repurchasing of the Month for five times X-Repo Best Progressive Institution of the Month for one time
National Association of Financial Market Institutional Investors	Ranked the 4th of the investors for green debt financing instruments among urban commercial banks in the first half of 2023

Summary of Accounting Data and Financial Indicators

	For the six months ended 30 June		Rate of change (%)
	2023	2022	
	(Amounts in thousands of Renminbi, unless otherwise stated)		
OPERATING RESULTS			
Interest income	15,263,505	15,055,020	1.4
Interest expense	(9,792,663)	(9,514,403)	2.9
Net interest income	5,470,842	5,540,617	(1.3)
Investment income	1,265,476	878,929	44.0
Fee and commission income	1,248,533	1,042,428	19.8
Fee and commission expense	(225,825)	(229,773)	(1.7)
NET FEE AND COMMISSION INCOME	1,022,708	812,655	25.8
Net trading gains	197,129	483,385	(59.2)
Net gains arising from derecognition of financial assets measured at amortised cost	32,585	103,150	(68.4)
Other income, gains or losses	142,765	18,946	653.5
OPERATING INCOME	8,131,505	7,837,682	3.7
Operating expenses	(1,906,601)	(2,048,245)	(6.9)
Impairment losses under expected credit loss model (ECL)	(5,171,142)	(2,248,105)	130.0
Share of results of associates	9,692	9,196	5.4
PROFIT BEFORE TAX	1,063,454	3,550,528	(70.0)
Income tax expense	(227,529)	(522,622)	(56.5)
PROFIT FOR THE PERIOD	835,925	3,027,906	(72.4)
Profit for the period attributable to:			
Equity holders of the Bank	833,918	3,023,600	(72.4)
Non-controlling interests	2,007	4,306	(53.4)
Earnings per share attributable to equity holders of the Bank (Expressed in RMB Yuan per share)			
– Basic and diluted	0.14	0.50	(72.0)

Summary of Accounting Data and Financial Indicators

	As of 30 June 2023	As of 31 December 2022	Rate of change (%)
(Amounts in thousands of Renminbi, unless otherwise stated)			
MAJOR INDICATORS OF ASSETS/LIABILITIES			
Total assets	783,307,712	761,082,851	2.9
Of which: loans and advances to customers	371,343,366	337,397,157	10.1
Total liabilities	721,441,744	700,463,719	3.0
Of which: due to customers	420,105,884	397,765,271	5.6
Share capital	6,070,552	6,070,552	–
Equity attributable to equity holders of the Bank	61,029,810	59,784,981	2.1
Total equity	61,865,968	60,619,132	2.1
For the six months ended 30 June			
	2023	2022	Change
PROFITABILITY INDICATORS (%)			
Return on average total assets ⁽¹⁾	0.22	0.82	(0.60)
Return on average equity ⁽²⁾	2.73	10.26	(7.53)
Net interest spread ⁽³⁾	1.51	1.44	0.07
Net interest margin ⁽⁴⁾	1.75	1.70	0.05
Net fee and commission income to operating income	12.58	10.37	2.21
Cost-to-income ratio ⁽⁵⁾	22.19	24.89	(2.70)

Summary of Accounting Data and Financial Indicators

	As of 30 June 2023	As of 31 December 2022	Change
ASSET QUALITY INDICATORS (%)			
Non-performing loans ratio ⁽⁶⁾	2.24	1.84	0.40
Allowance coverage ratio ⁽⁷⁾	153.25	159.27	(6.02)
Allowance to gross loan ratio ⁽⁸⁾	3.44	2.93	0.51
	As of 30 June 2023	As of 31 December 2022	Change
CAPITAL ADEQUACY RATIO INDICATORS (%)			
Calculated based on Capital Administrative Measures			
Core tier-one capital adequacy ratio ⁽⁹⁾	10.06	10.38	(0.32)
Tier-one capital adequacy ratio ⁽¹⁰⁾	10.07	10.39	(0.32)
Capital adequacy ratio ⁽¹¹⁾	12.00	12.80	(0.80)
Total equity to total assets	7.90	7.96	(0.06)
OTHER INDICATORS (%)			
Loan-to-deposit ratio ⁽¹²⁾	91.88	87.81	4.07
Liquidity ratio ⁽¹³⁾	54.18	56.05	(1.87)
Percentage of loans to the single largest customer ⁽¹⁴⁾	8.12	6.80	1.32

Summary of Accounting Data and Financial Indicators

Notes:

- (1) Calculated by dividing net profit for the period by average balance of total assets at the beginning and the end of the period.
- (2) Calculated by dividing net profit for the period by average balance of total equity at the beginning and the end of the period.
- (3) Calculated as the difference between the average yield on total interest-earning assets and the average cost of total interest-bearing liabilities.
- (4) Calculated by dividing net interest income by the daily average balance of total interest-earning assets.
- (5) Calculated by dividing total operating expenses (excluding sundry taxes) by total operating income.
- (6) Calculated by dividing total non-performing loans by gross loans (excluding interests).
- (7) Calculated by dividing total allowance for impairment on loans to customers by total non-performing loans.
- (8) Calculated by dividing total allowance for impairment on loans to customers by gross loans to customers (excluding interests).
- (9) Calculated by dividing core tier-one capital, net of core tier-one capital deductions, by risk-weighted assets.
- (10) Calculated by dividing tier-one capital, net of tier-one capital deductions, by risk-weighted assets.
- (11) Calculated by dividing total capital, net of capital deductions, by risk-weighted assets.
- (12) Loan-deposit ratios as of 31 December 2022 and 30 June 2023 were calculated according to the Notice on Adjusting the Calculation of Loan-to-Deposit Ratio for Commercial Banks 《中國銀監會關於調整商業銀行存貸比計算口徑的通知》 issued by CBRC.
- (13) Liquidity ratio is calculated in accordance with the formula promulgated by the former China Banking and Insurance Regulatory Commission.
- (14) Calculated by dividing total loans to the single largest customer by net capital.

Management Discussion and Analysis

I FINANCIAL REVIEW

1. Environment and Prospects

In the first half of this year, under the strong leadership of the Party Central Committee with Comrade Xi Jinping as the core, various departments in various regions better coordinated the two major situations domestically and internationally, better coordinated epidemic prevention and control and economic and social development, better coordinated development and security, the national economy continued to recover and in general started to regain an uptrend momentum, the high-quality development was solidly pushed forward, the industry upgraded and made breakthroughs, the security of food and energy was effectively guaranteed, and the general situation of the society was stable, laying a good foundation for realizing the goals of economic and social development for the whole year. At present, the economy is facing new difficulties and challenges, mainly due to insufficient domestic demand, difficulties in the operation of some enterprises, more risks and hidden dangers in key areas and a complex and severe external environment. After the work of epidemic prevention and control entering a stabilized stage, the economic recovery has presented a wave-like development and zigzagging trend. China's economy has enormous development resilience and potential, and the long-term sound fundamentals has not changed.

To carry out the economic work well in the second half of this year, we will adhere to the general principle of seeking progress while maintaining stability, fully, accurately and comprehensively implement the new development philosophy, accelerate to build a new development pattern, comprehensively deepen reform and opening up, increase the intensity of macro-policy adjustments, focus on the expansion of domestic demand, boost confidence, prevent risks, and continue to promote the sustained improvement of the economic performance, the continuous enhancement of the endogenous impetus, the continuous improvement of the social expectations, and the sustained dissolution of hidden risks, so as to promote the economy to achieve effective improvement in quality and reasonable growth in quantity.

Management Discussion and Analysis

2. Overall Operations

In the first half of 2023, the Bank adhered to the political and people-oriented nature of financial work, insisted on pursuing reasonable growth in quantity and effective improvement in quality, and achieved fruitful results in serving the national strategy, the real economy and the people's livelihood.

Orderly growth in business scale

As of the end of the Reporting Period, the total assets of the Bank amounted to RMB783.31 billion, representing an increase of 2.9% compared with the end of the previous year. Focusing on the "Ten Projects (十項行動)" of Tianjin, deepening the business in the region of Tianjin and optimizing the business in other regions outside Tianjin, the Bank focused on increasing financial support for major areas and weak links including basic industries, manufacturing, green credit and urban renewal, with a loan size of RMB371.34 billion, representing an increase of 10.1% over the end of the previous year. The size of liabilities amounted to RMB721.44 billion, representing an increase of 3.0% from the end of the previous year. The Bank strengthened active management of deposit products and actively responded to market changes. The size of deposits amounted to RMB420.11 billion, representing an increase of 5.6% from the end of the previous year.

Steady growth in income level

During the Reporting Period, the Bank accumulatively realized operating income of RMB8.13 billion, representing a year-on-year increase of 3.7%. In particular, the Bank continued to optimize the asset investment structure, and realized interest income and investment income of RMB15.26 billion and RMB1.27 billion, representing a year-on-year increase of 1.4% and 44.0%, respectively. With bond underwriting and transaction banking business as growth points, the Bank realized net fee and commission income of RMB1.02 billion, representing a year-on-year increase of 25.8%. Meanwhile, by optimizing the liability structure and stabilizing the cost of liabilities, the average interest rate on customer deposits decreased by 0.02 percentage point year-on-year. During the Reporting Period, the Bank's net interest spread and net interest margin were 1.51% and 1.75%, representing a year-on-year increase of 0.07 and 0.05 percentage point respectively.

Increased provisioning to enhance risk coverage capacity

Affected by factors such as new difficulties and challenges in economy and the complex and severe external environment, and in accordance with the principles of prudence and timeliness, the Bank increased the provision for non-performing assets, and accumulatively made provision for various credit impairment losses of RMB5.17 billion during the Reporting Period, representing a year-on-year increase of 130.0%. Affected by the substantial increase in provisions, the Bank realized a net profit of RMB840 million, representing a year-on-year decrease of 72.4%. Meanwhile, the Bank continued to increase its efforts to write off non-performing loans. During the Reporting Period, the Bank used provision to write off non-performing loans of RMB3.21 billion, representing a year-on-year increase of 15.9%. As of the end of the Reporting Period, the Bank's non-performing loan ratio was 2.24%, allowance coverage ratio was 153.25%, allowance to gross loan ratio was 3.44%, and capital adequacy ratio was 12.00%, meeting regulatory requirements.

Management Discussion and Analysis

“Increase in volume, coverage expansion, quality improvement and cost reduction” and achieve remarkable results in inclusive finance service

Firstly, we actively utilized the central financial policies, optimized product functions and further consolidated the results of concessions to small and micro enterprises. During the Reporting Period, loans in compliance with the refinancing policy amounted to RMB19,541 million, and the balance of the policy instruments for inclusive loans for inclusive small and micro enterprises increased by RMB7,718 million as compared with that as of the end of the prior year. As of the end of the Reporting Period, loans of the Bank to small and micro enterprises measured in according with the standards of an individual lending amount of RMB10 million or less amounted to RMB35,540 million, representing an increase of 20.2% as compared to that as of the end of the prior year, number of clients for loans to small and micro enterprises with an individual lending amount of RMB10 million or less increased by 6.6% to 591.6 thousand. As the weighted average interest rate of newly released loans decreased by 12 base points over the same period last year, the Bank achieved high quality completion of the “double increases (兩增)” and “double controls (兩控)” regulatory requirements. Secondly, we launched the “Smart Xiao Er” special action to assist the development of individual businesses. To carry out “point-to-point” financial needs research and matching to inclusive small and micro market players, nearly 800,000 inclusive small and micro market players stationed in “Smart Xiao Er” financial services platform, which daily services 5.8 million users of nearly 7 million times of consumption; The “Smart Xiao Er • Tianhangyongbei (智慧小二•天行用唄)” has disbursed RMB11,778 million in pure credit loans to 189,500 small and micro merchants, and the “Smart Xiao Er • Tianhangle ePay”(智慧小二•天行樂e付) has gained a total of 54,500 customers and disbursed RMB520 million in loans of consumption, continuously enhancing the coverage, accessibility and satisfaction of financial services.

Leveraging its advantage as a full-licensed institution in bond business to build an integrated financial service platform of “an eco-chain for bonds”

We actively performed our duties as a bond underwriter, practised our social responsibilities and expanded our intermediate business income sources. We underwrote a total of RMB35.576 billion of interest rate bonds, including government bonds, local government bonds and policy bank bonds during the Reporting Period, and ranked 13th in China as the main underwriter of policy financial bonds, and the fourth among urban commercial banks in China. We implemented the ESG operation principle and served the major national strategic deployment. We actively participated in the underwriting and investment of special theme bonds, focusing on the areas of green and low-carbon, rural revitalization, technological innovation, inclusive development, and the coordination of Beijing, Tianjin and Hebei. As the only leading underwriter selected by local corporate banks in Tianjin, the Bank underwrote the financial bonds under the theme of “Yangtze River Protection and Green Development” and the first tranche of China Export-Import Bank’s 2023 “Bond Connect” green financial bonds, contributing to the promotion of the green and low-carbon transformation of the economy and society. The Bank’s volume of lead underwriting of asset-backed securities of RMB2,629 million, ranking the 3rd among city commercial banks and “special bonds for energy supply assurance” of RMB3,136 million, ranking the 3rd among city commercial banks.

In the second half of 2023, the Bank will continue to implement the spirit of Comrade Xi Jinping’s important instructions on promoting high-quality development and the decision-making and deployment of the Tianjin Municipal Party Committee, fight the five major battles of “risk mitigation, income, cost, deposits and litigation” and the five major speed-up battles of “competence and quality, structural transformation, intermediary business, digital banking and supervisory co-ordination”, to revitalize the stock and expand the incremental stock under the prerequisite of guaranteeing the quality, and to empower the stock with innovations and develop the incremental stock, so as to lay a solid foundation for the realization of the high-quality development of national major regions with the high-quality development of the Bank itself.

Management Discussion and Analysis

3. Analysis of the Income Statement

	For the six months ended 30 June		Rate of Change (%)
	2023	2022	
<i>(Amounts in thousands of Renminbi, unless otherwise stated)</i>			
Interest income	15,263,505	15,055,020	1.4
Interest expense	(9,792,663)	(9,514,403)	2.9
NET INTEREST INCOME	5,470,842	5,540,617	(1.3)
Investment income	1,265,476	878,929	44.0
Fee and commission income	1,248,533	1,042,428	19.8
Fee and commission expense	(225,825)	(229,773)	(1.7)
NET FEE AND COMMISSION INCOME	1,022,708	812,655	25.8
Net trading gains	197,129	483,385	(59.2)
Net gains arising from derecognition of financial assets measured at amortised cost	32,585	103,150	(68.4)
Other income, gains or losses	142,765	18,946	653.5
OPERATING INCOME	8,131,505	7,837,682	3.7
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Impairment losses under expected credit loss (ECL) model	(5,171,142)	(2,248,105)	130.0
Share of results of associates	9,692	9,196	5.4
PROFIT BEFORE TAX	1,063,454	3,550,528	(70.0)
Income tax expense	(227,529)	(522,622)	(56.5)
PROFIT FOR THE PERIOD	835,925	3,027,906	(72.4)

During the Reporting Period, the Bank's profit before tax amounted to RMB1,063.5 million, representing a decrease of RMB2,487.1 million over the same period last year, representing a year-on-year decrease of 70.0%, and net profit amounted to RMB835.9 million, representing a decrease of RMB2,192.0 million over the same period last year, representing a year-on-year decrease of 72.4%, mainly because that taking into account the principles of prudence and timeliness, the Group has made a larger amount of provision for asset impairment to mitigate risk assets.

Management Discussion and Analysis

3.1 *Net Interest Income⁽¹⁾, Net Interest Spread and Net Interest Margin*

During the Reporting Period, the Bank's net interest income amounted to RMB5,470.8 million, and net interest income of financial instruments, measured at fair value through profit or loss ("**FVTPL**"), the figure under the item "investment income", amounted to RMB1,265.5 million. The sum of two was RMB6,736.3 million, increased by RMB316.8 million as compared to the figure for the same period last year measured in the same standard, representing a year-on-year increase of 4.9%, which was mainly due to, on the assets side, the Bank's implementation of national policy requirements to increase credit support to the real economy, as well as optimization of the asset structure and enhancement of the level of yield on interest-earning assets, with interest income (including interest income at FVTPL) increasing by 3.7% year-on-year; on the liabilities side, the cost of the Bank's liabilities was relatively stable, with interest expense increasing by 2.9% year-on-year, of which the average interest-bearing rate on customer deposits decreased by 0.02 percentage point year-on-year.

As driven by the increase in net interest income⁽¹⁾, the Bank's net interest spread increased to 1.51% from 1.44% and net interest margin increased to 1.75% from 1.70% in the corresponding period of the previous year.

Note:

- (1) Includes net interest income from financial instruments at FVTPL, i.e., the figure under the item "investment income".

Management Discussion and Analysis

The following tables set forth the average balance of the Bank's interest-earning assets and interest-bearing liabilities, interest income and expense from these assets and liabilities, and the average yield of these interest-earning assets and the average cost of these interest-bearing liabilities for the periods indicated.

	For the six months ended 30 June					
	Average balance	2023 Interest income ⁽⁶⁾	Average yield (%)	Average balance	2022 Interest income ⁽⁶⁾	Average yield (%)
<i>(Amounts in millions of RMB, except for percentages)</i>						
Interest-earning assets						
Loans and advances to customer	357,262.1	10,596.5	5.93	327,033.4	9,651.3	5.90
Investment securities and other financial assets ⁽¹⁾	322,986.4	5,084.9	3.15	332,121.5	5,379.1	3.24
Amounts due from banks and other financial institutions ⁽²⁾	38,161.5	584.5	3.06	42,467.6	633.0	2.98
Deposits with banks and other financial institutions	11,343.6	9.8	0.17	14,199.9	13.6	0.19
Balances with central bank	38,546.2	253.4	1.31	39,872.6	256.3	1.29
Total interest-earning assets	768,299.8	16,529.1	4.30	755,695.0	15,933.3	4.22
Allowance for impairment losses	(13,002.4)			(16,851.2)		
Non-interest-earning assets ⁽³⁾	26,189.1			26,826.6		
Total assets	781,486.5	16,529.1	4.23	765,670.4	15,933.3	4.16

Management Discussion and Analysis

	For the six months ended 30 June					
	2023			2022		
	Average balance	Interest expense ⁽⁸⁾	Average cost (%)	Average balance	Interest expense ⁽⁸⁾	Average cost (%)
<i>(Amounts in millions of RMB, except for percentages)</i>						
Interest-bearing liabilities						
Due to customers	408,623.0	5,990.0	2.93	382,536.2	5,651.9	2.95
Deposits from banks and other financial institutions	45,992.9	567.0	2.47	45,048.1	575.0	2.55
Amounts due to banks and other financial institutions ⁽⁴⁾	101,730.6	1,314.5	2.58	94,314.7	916.1	1.94
Debt securities issued	80,063.6	1,036.0	2.59	101,417.0	1,583.1	3.12
Lease liabilities	1,101.5	20.8	3.78	967.4	22.0	4.55
Borrowings from central bank	65,618.5	864.5	2.63	61,149.7	765.7	2.50
Total interest-bearing liabilities	703,130.1	9,792.8	2.79	685,433.1	9,513.8	2.78
Non-interest-bearing liabilities ⁽⁵⁾	18,994.6			21,026.2		
Total liabilities	722,124.7	9,792.8	2.71	706,459.3	9,513.8	2.69
Net interest income		6,736.3			6,419.5	
Net interest spread⁽⁶⁾			1.51			1.44
Net interest margin⁽⁷⁾			1.75			1.70

Notes:

- (1) Mainly includes bonds, asset management plans and trust plans, funds, wealth management products and other debt financing products.
- (2) Consists of financial assets held under resale agreements and placements with banks and other financial institutions.

Management Discussion and Analysis

- (3) Consists of cash, interest receivables, property and equipment, intangible assets, other receivables, repossessed assets, deferred tax assets, derivative financial assets, right-of-use assets and interests in associates, etc.
- (4) Consists of financial assets sold under repurchase agreements, financial liabilities held for trading and placements from banks and other financial institutions.
- (5) Consists of interest payables, sundry taxes payable, other payables, provisions, salaries and benefits payables, dividends payable and derivative financial liabilities, etc.
- (6) Calculated as the difference between the average yield on total interest-earning assets and the average cost of total interest-bearing liabilities.
- (7) Calculated by dividing net interest income by the daily average balance of total interest-earning assets.
- (8) Includes net interest income from financial instruments at FVTPL, i.e., the figure under the item "investment income".

3.2 Interest Income

During the Reporting Period, our interest income (includes interest income at FVTPL) was RMB16,529.1 million, representing an increase of RMB595.8 million as compared to the same period last year or a year-on-year increase of 3.7%; the average yield of these interest-earning assets was 4.30%, representing a year-on-year increase of 8 basis points, which was mainly due to the Bank's implementation of national policy requirements to increase credit support to the real economy, as well as optimization of the asset structure and enhancement of the level of yield on interest-earning assets.

Interest income from loans and advances to customers

During the Reporting Period, interest income from our loans and advances to customers amounted to RMB10,596.5 million, representing an increase of RMB945.2 million as compared to the same period last year or a year-on-year increase of 9.8%, primarily because the average balance of loans and advances to customers increased by 9.2% year-on-year to RMB357,262.1 million. The increase in the average balance of loans and advances to customers was mainly because the Bank continued to increase its credit investment and enhance its service level to the real economy.

Management Discussion and Analysis

Interest income from investment securities and other financial assets

During the Reporting Period, the Bank's interest income from investment securities and other financial assets amounted to RMB5,084.9 million, representing a decrease of RMB294.2 million as compared to the same period last year or a year-on-year decrease by 5.5%, mainly due to the year-on-year decrease of 2.8% in the average balance to RMB322,986.4 million and the year-on-year decrease of 9 basis points in the average yield of investment securities and other financial assets to 3.15%. The decrease in the average balance and average yield on investment securities and other financial assets was primarily due to the Bank's proactive efforts regarding decreasing non-standardised debt investments such as asset management plans and trust plans, resulting in lower average balances of invested assets and investment yields.

Interest income from amounts due from banks and other financial institutions

During the Reporting Period, interest income from amounts due from banks and other financial institutions amounted to RMB584.5 million, representing a decrease of RMB48.5 million as compared to the same period last year, a year-on-year decrease of 7.7%, mainly due to the year-on-year decrease of 10.1% in the average balance of amounts due from banks and other financial institutions to RMB38,161.5 million. The decrease in average balance of amounts due from banks and other financial institutions was mainly because the Bank proactively adjusted its asset structure and reduced the scale of such assets.

Interest income from deposits with banks and other financial institutions

During the Reporting Period, interest income from deposits with banks and other financial institutions amounted to RMB9.8 million, representing a decrease of RMB3.8 million as compared to the same period last year, a year-on-year decrease of 27.9%, mainly due to the year-on-year decrease of 20.1% in the average balance of deposits with banks and other financial institutions to RMB11,343.6 million, which was mainly because the Bank proactively adjusted its asset structure and reduced the scale of such assets.

Interest income from balances with central bank

During the Reporting Period, interest income from balances with central bank amounted to RMB253.4 million, representing a decrease of RMB2.9 million as compared to the same period last year, a year-on-year decrease of 1.1%, which maintained stable basically.

Management Discussion and Analysis

3.3 Interest Expense

During the Reporting Period, our interest expense (including interest expense at FVTPL) amounted to RMB9,792.8 million, representing an increase of RMB279.0 million as compared to the same period last year, a year-on-year increase of 2.9%, mainly due to that the average balance of interest-bearing liabilities increased by 2.6% to RMB703,130.1 million.

Interest expense on due to customers

During the Reporting Period, our interest expense on due to customers amounted to RMB5,990.0 million, representing an increase of RMB338.1 million as compared to the same period last year, a year-on-year increase of 6.0%, mainly due to the year-on-year increase of 6.8% in the average balance of due to customers to RMB408,623.0 million. The increase in the average balance of due to customers was primarily because the Bank continuously optimized its deposit product management system, enriched its product elements and increased its product marketing efforts, which led in a continuous increase in the size of deposits while costs were effectively controlled.

Interest expense on deposits from banks and other financial institutions

During the Reporting Period, our interest expense on deposits from banks and other financial institutions amounted to RMB567.0 million, representing a decrease of RMB8.0 million, or 1.4% year-on-year as compared to the same period last year, which maintained stable basically.

Interest expense on amounts due to banks and other financial institutions

During the Reporting Period, our interest expense on amounts due to banks and other financial institutions amounted to RMB1,314.5 million, representing an increase of RMB398.4 million as compared to the same period last year, a year-on-year increase of 43.5%, mainly due to the year-on-year increase of 64 basis points in the average cost on amounts due to banks and other financial institutions to 2.58%. The increase in the average cost of amounts due to banks and other financial institutions was mainly due to the increase of interest rate on such liabilities of the Bank.

Management Discussion and Analysis

Interest expense on debt securities issued

During the Reporting Period, our interest expense on debt securities issued amounted to RMB1,036.0 million, representing a decrease of RMB547.1 million as compared to the same period last year, a year-on-year decrease of 34.6%, mainly due to the year-on-year decrease of 21.1% in the average balance of debt securities issued to RMB80,063.6 million and the year-on-year decrease of 53 basis points in the average cost of debt securities issued to 2.59%. The decrease in average balance of debt securities issued was mainly because the Bank actively adjusted the asset structure, expanded the sources of liabilities and the scale of such liabilities were decreased; the decrease in the average cost of debt securities issued was mainly due to that the Bank rationalised the allocation of liabilities when appropriate, and the cost was reduced.

Interest expense on lease liabilities

During the Reporting Period, our interest expense on lease liabilities amounted to RMB20.8 million, representing a decrease of RMB1.2 million as compared to the same period last year, a year-on-year decrease of 5.5%, mainly due to the year-on-year decrease of 77 basis points in the average cost of lease liabilities to 3.78%.

Interest expense on borrowings from central bank

During the Reporting Period, our interest expense on borrowings from central bank amounted to RMB864.5 million, representing an increase of RMB98.8 million as compared to the same period last year, a year-on-year increase of 12.9%, mainly due to the year-on-year increase of 7.3% in the average balance of borrowings from central bank to RMB65,618.5 million. The increase in average balance of borrowings from central bank was mainly due to that the Bank actively obtained policy support from the central bank to fully utilize medium-term lending facilitation, refinancing, rediscounting and carbon emission reduction support tools to support the real economy, private small and micro-enterprises and green development.

3.4 *Investment Income*

Investment income represents gains from investment in financial instruments measured at FVTPL, including debt securities investment, funds, asset management plans and trust plans and wealth management products and expense on financial liabilities held for trading measured at FVTPL. During the Reporting Period, the Bank actively broadened the sources of non-interest income, actively optimised the structure of its investment business, and decreased non-standardized debt investments such as asset management plans and trust plans, increased investment in standardized funds, and the investment income amounted to RMB1,265.5 million, representing an increase of RMB386.5 million as compared to the same period last year, a year-on-year increase of 44.0%.

Management Discussion and Analysis

3.5 Net Fee and Commission Income

The following table sets forth the principal components of our net fee and commission income for the periods indicated.

	For the six months ended 30 June			
	2023	2022	Change in amount	Rate of change (%)
<i>(Amounts in millions of RMB, except for percentages)</i>				
Fee and commission income				
Agency commission and underwriting service fees	749.3	541.0	208.3	38.5
Settlement and clearing fees	252.1	127.9	124.2	97.1
Wealth management service fees	114.5	201.8	(87.3)	(43.3)
Consultancy fees	88.6	115.3	(26.7)	(23.2)
Bank card fees	28.4	24.5	3.9	15.9
Acceptance and guarantee commitment fees	14.7	31.3	(16.6)	(53.0)
Others	0.9	0.6	0.3	50.0
Subtotal	1,248.5	1,042.4	206.1	19.8
Fee and commission expense	(225.8)	(229.7)	3.9	(1.7)
Net fee and commission income	1,022.7	812.7	210.0	25.8

During the Reporting Period, our net fee and commission income amounted to RMB1,022.7 million, representing an increase of RMB210.0 million as compared to the same period last year, a year-on-year increase of 25.8%. Of which, our fee and commission income amounted to RMB1,248.5 million, representing an increase of RMB206.1 million as compared to the same period last year, a year-on-year increase of 19.8%, mainly due to the increase in agency commissions and underwriting service fees, settlement and clearing fees. Our fee and commission expense amounted to RMB225.8 million, representing a decrease of RMB3.9 million as compared to the same period last year, which maintained stable basically.

Management Discussion and Analysis

3.6 Net Trading Gains/(Losses)

Net trading gains/(losses) arise from realised and unrealised profit and loss of financial assets measured at FVTPL, the net disposal gains and losses of debt instruments measured at fair value through other comprehensive income ("FVOCI") and net gains and losses arising from derivative financial instruments. Our net trading gains amounted to RMB197.1 million for the Reporting Period, while we recorded net trading gains of RMB483.4 million for the same period last year, representing a year-on-year decrease of 59.2%, which was primarily due to the Bank's reduction in financial asset transactions as a result of market fluctuations.

3.7 Operating Expenses

The following table sets forth the principal components of our operating expenses for the periods indicated.

	For the six months ended 30 June			
	2023	2022	Change in amount	Rate of change (%)
<i>(Amounts in millions of RMB, except for percentages)</i>				
Operating expenses				
Staff costs	1,007.8	1,116.0	(108.2)	(9.7)
Depreciation and amortisation	408.0	409.8	(1.8)	(0.4)
Other general and administrative expenses	204.4	266.3	(61.9)	(23.2)
Office expenses	138.3	108.9	29.4	27.0
Sundry taxes	102.2	97.4	4.8	4.9
Rental and property management expenses	45.9	49.8	(3.9)	(7.8)
Total operating expenses	1,906.6	2,048.2	(141.6)	(6.9)
Cost-to-income ratio⁽¹⁾	22.19%	24.89%	–	(2.70)

Note:

(1) Calculated by dividing total operating expenses, excluding sundry taxes, by total operating income.

Management Discussion and Analysis

During the Reporting Period, our operating expenses amounted to RMB1,906.6 million, representing a decrease of RMB141.6 million as compared to the same period last year, or a year-on-year decrease of 6.9%.

Our cost-to-income ratio (excluding sundry taxes) was 24.89% and 22.19% for the same period of the previous year and the Reporting Period, respectively, representing a year-on-year decrease of 2.70 percentage points.

Staff costs

During the Reporting Period, our total staff costs amounted to RMB1,007.8 million, representing a decrease of RMB108.2 million as compared to the same period last year, a year-on-year decrease of 9.7%.

The following table sets forth the principal components of staff costs of the Bank for the periods indicated.

	For the six months ended 30 June			
	2023	2022	Change in amount	Rate of change (%)
<i>(Amounts in millions of RMB, except for percentages)</i>				
Salaries, bonuses and allowances	672.8	785.7	(112.9)	(14.4)
Social security contributions	163.4	155.5	7.9	5.1
Housing funds	69.3	69.4	(0.1)	(0.1)
Staff welfare	23.5	22.6	0.9	4.0
Labour union fees and staff education expenses	17.4	16.6	0.8	4.8
Annuity scheme	61.4	66.2	(4.8)	(7.3)
Total	1,007.8	1,116.0	(108.2)	(9.7)

Management Discussion and Analysis

Sundry taxes

During the Reporting Period, our sundry taxes amounted to RMB102.2 million, representing an increase of RMB4.8 million as compared to the same period last year, or a year-on-year increase of 4.9%, which maintained stable basically.

Office expenses and rental and property management expenses

During the Reporting Period, our office expenses and rental and property management expenses amounted to RMB184.2 million, representing an increase of RMB25.5 million as compared to the same period last year, or a year-on-year increase of 16.1%, mainly due to the increase in office costs during the Reporting Period as a result of the increase in the operating rate of the business outlets as compared with the same period last year.

Other general and administrative expenses

During the Reporting Period, our other general and administrative expenses amounted to RMB204.4 million, representing a decrease of RMB61.9 million as compared to the same period last year, or a year-on-year decrease of 23.2%, which was primarily due to the Bank's good control over operating costs.

Depreciation and amortisation

During the Reporting Period, depreciation and amortisation of the Bank, including right-of-use assets, amounted to RMB408.0 million, representing a decrease of RMB1.8 million as compared to the same period last year, or a year-on-year decrease of 0.4%, which maintained stable basically.

Management Discussion and Analysis

3.8 Impairment Losses under Expected Credit Loss (ECL) Model, Net of Reversals

The following table sets forth the principal components of our impairment losses under ECL model, net of reversals for the periods indicated.

	For the six months ended 30 June			
	2023	2022	Change in amount	Rate of change (%)
<i>(Amounts in millions of RMB, except for percentages)</i>				
Loans and advances to customers				
at amortised cost	5,746.3	2,243.0	3,503.3	156.2
Loans and advances to customers at FVOCI	(1.3)	15.9	(17.2)	(108.2)
Credit commitments	(138.6)	(45.7)	(92.9)	203.3
Debt instruments at amortised cost	(361.7)	42.3	(404.0)	(955.1)
Debt instruments at FVOCI	(29.0)	3.7	(32.7)	(883.8)
Deposits with banks and other financial institutions	(18.0)	–	(18.0)	–
Placements with banks and other financial institutions	1.9	1.7	0.2	11.8
Others	(28.5)	(12.8)	(15.7)	122.7
Total	5,171.1	2,248.1	2,923.0	130.0

During the Reporting Period, our impairment losses under ECL model, net of reversals amounted to RMB5,171.1 million, representing an increase of RMB2,923.0 million as compared to the same period last year, or a year-on-year increase of 130.0%, mainly because that taking into account the principles of prudence and timeliness, the Group has made a larger amount of provision for asset impairment to mitigate risk assets.

Management Discussion and Analysis

3.9 Income Tax Expenses

The following table sets forth the principal components of our income tax expenses for the periods indicated.

	For the six months ended 30 June			
	2023	2022	Change in amount	Rate of change (%)
	<i>(Amounts in millions of RMB, except for percentages)</i>			
Profit before tax	1,063.5	3,550.5	(2,487.0)	(70.0)
Tax calculated at the applicable statutory tax rate of 25%	265.9	887.6	(621.7)	(70.0)
Income tax at concessionary rate	(2.0)	(1.0)	(1.0)	100.0
Income tax adjustment for prior years	0.1	(14.3)	14.4	(100.7)
Tax effect of expenses not deductible for tax purpose	3.1	10.9	(7.8)	(71.6)
Tax effect of income not subject to tax ⁽¹⁾	(404.1)	(360.6)	(43.5)	12.1
Unrecognized temporary differences	364.5	–	364.5	–
Income tax expenses	227.5	522.6	(295.1)	(56.5)

Note:

- (1) The income not subject to tax mainly represents interest income arising from government bonds and fund dividends. Such interest income is tax free under the PRC tax regulations.

During the Reporting Period, our income tax amounted to RMB227.5 million, representing a decrease of RMB295.1 million as compared to the same period last year, or a year-on-year decrease of 56.5%. The decrease was primarily due to the decrease in profit before tax.

Management Discussion and Analysis

4. Analysis of the Statement of Financial Position

4.1 Assets

The following table sets forth, as of the dates indicated, the components of our total assets.

	As of 30 June 2023		As of 31 December 2022		Rate of change (%)
	Amount	% of the total (%)	Amount	% of the total (%)	
<i>(Amounts in millions of RMB, except for percentages)</i>					
ASSETS					
Gross loans and advances to customers	384,331.5	49.1	347,428.9	45.6	10.6
Allowance for impairment losses	(12,988.1)	(1.7)	(10,031.7)	(1.3)	29.5
Loans and advances to customers, net	371,343.4	47.4	337,397.2	44.3	10.1
Investment securities and other financial assets, net	327,313.6	41.8	323,408.5	42.5	1.2
Financial assets held under resale agreements	246.9	0.0	11,053.5	1.5	(97.8)
Cash and balances with central bank	40,480.2	5.2	42,912.7	5.6	(5.7)
Deposits with banks and other financial institutions	4,190.6	0.5	6,338.7	0.8	(33.9)
Placements with banks and other financial institutions	26,674.6	3.4	26,347.8	3.5	1.2
Derivative financial assets	194.2	0.0	58.8	0.0	230.3
Other assets ⁽¹⁾	12,864.2	1.7	13,565.7	1.8	(5.2)
TOTAL ASSETS	783,307.7	100.0	761,082.9	100.0	2.9

Note:

- (1) Consist primarily of property and equipment, right-of-use assets, deferred tax assets, interests in associates, prepaid expenses, intangible assets and other receivables, etc.

Management Discussion and Analysis

As of the end of the Reporting Period, our total assets amounted to RMB783,307.7 million, representing an increase of RMB22,224.8 million as compared to the end of last year or an increase of 2.9%, which was primarily because the Bank increased its support to the real economy and the size of loans and advances to customers increased.

Loans and advances to customer

The following table sets forth, as of the dates indicated, a breakdown of our loans by business line.

	As of 30 June 2023		As of 31 December 2022		Rate of change (%)
	Amount	% of the total (%)	Amount	% of the total (%)	
<i>(Amounts in millions of RMB, except for percentages)</i>					
Corporate loans	231,233.6	60.2	185,003.5	53.2	25.0
Personal loans	123,979.1	32.3	123,048.4	35.4	0.8
Finance lease receivables	500.1	0.1	627.9	0.2	(20.4)
Discounted bills	28,618.7	7.4	38,749.1	11.2	(26.1)
Total	384,331.5	100.0	347,428.9	100.0	10.6

Corporate loans

As of the end of the Reporting Period, our corporate loans amounted to RMB231,233.6 million, representing an increase of RMB46,230.1 million as compared to the end of last year or an increase of 25.0%, which was primarily due to the Bank's increased loans to provide further support for the real economy.

Management Discussion and Analysis

The following table sets forth a breakdown of our corporate loans by contract maturity as of the dates indicated.

	As of 30 June 2023		As of 31 December 2022		Rate of change (%)
	Amount	% of the total (%)	Amount	% of the total (%)	
<i>(Amounts in millions of RMB, except for percentages)</i>					
Short-term loans (one year or less)	53,772.5	23.3	44,873.5	24.3	19.8
Medium and long-term loans (over one year)	177,461.1	76.7	140,130.0	75.7	26.6
Total corporate loans	231,233.6	100.0	185,003.5	100.0	25.0

Short-term loans as a percentage of our corporate loan portfolio decreased from 24.3% at the end of last year to 23.3% at the end of the Reporting Period and our medium and long-term loans as a percentage of our corporate loan portfolio increased from 75.7% at the end of last year to 76.7% at the end of the Reporting Period, which was mainly due to the Bank's increased medium and long-term loans in line with policy guidelines.

The following table sets forth the distribution of our corporate loans by product type as of the dates indicated.

	As of 30 June 2023		As of 31 December 2022		Rate of change (%)
	Amount	% of the total (%)	Amount	% of the total (%)	
<i>(Amounts in millions of RMB, except for percentages)</i>					
Working capital loans	103,347.4	44.7	88,466.7	47.8	16.8
Fixed asset loans	85,040.4	36.8	69,645.9	37.6	22.1
Trade finance	9,454.3	4.1	3,501.0	1.9	170.0
Others ⁽¹⁾	33,391.5	14.4	23,389.9	12.7	42.8
Total corporate loans	231,233.6	100.0	185,003.5	100.0	25.0

Note:

(1) Consist primarily of merger and acquisition loans and factoring business.

Management Discussion and Analysis

As of the end of the Reporting Period, our working capital loans amounted to RMB103,347.4 million, representing an increase of RMB14,880.7 million as compared to the end of last year or an increase of 16.8%, which was mainly due to the Bank's continuous increase in credit facilities to meet the financing needs of production and business activities of real economic entities.

As of the end of the Reporting Period, our fixed assets loans amounted to RMB85,040.4 million, representing an increase of RMB15,394.5 million as compared to the end of last year or an increase of 22.1%, which was mainly due to the Bank's continuous increase in credit facilities to meet the financing needs for construction of projects.

As of the end of the Reporting Period, our trade finance amounted to RMB9,454.3 million, representing an increase of RMB5,953.3 million as compared to the end of last year or an increase of 170.0%, which was primarily because of the increased financing demand for customer.

As of the end of the Reporting Period, our other corporate loans amounted to RMB33,391.5 million, representing an increase of RMB10,001.6 million as compared to the end of last year or an increase of 42.8%, which was primarily due to that the Bank further strengthened the support for merger and acquisition loan business and factoring business.

Personal loans

As of the end of the Reporting Period, our personal loans amounted to RMB123,979.1 million, representing an increase of RMB930.7 million as compared to the end of last year or an increase of 0.8%, which was primarily due to the increase in the size of personal loans for business.

The following table sets forth a breakdown of our personal loans by product type as of the dates indicated.

	As of 30 June 2023		As of 31 December 2022		Rate of change (%)
	Amount	% of the total (%)	Amount	% of the total (%)	
<i>(Amounts in millions of RMB, except for percentages)</i>					
Personal loans for consumption ⁽¹⁾	56,879.7	45.9	61,789.4	50.2	(7.9)
Personal loans for business purposes	41,059.4	33.1	33,489.2	27.2	22.6
Residential mortgage loans	26,040.0	21.0	27,769.8	22.6	(6.2)
Total personal loans	123,979.1	100.0	123,048.4	100.0	0.8

Note: (1) including credit card overdrafts.

Management Discussion and Analysis

As of the end of the Reporting Period, our personal loans for consumption amounted to RMB56,879.7 million, representing a decrease of RMB4,909.7 million as compared to the end of last year or a decrease of 7.9%, which was primarily due to the decrease in the scale of internet cooperative loans.

As of the end of the Reporting Period, our personal loans for business purposes amounted to RMB41,059.4 million, representing an increase of RMB7,570.2 million as compared to the end of last year or an increase of 22.6%, which was mainly due to the Bank's effective implementation of the central financial policy to facilitate the development of small and micro enterprises and individual entrepreneurs, and the continued optimization and promotion of personal business online self-operated loan products such as "e-Loan for taxpayers", "e-Loan for supermarkets", "Tianhangyongbei – Loan for small and micro merchant's business Loan" and "e-Loan for residential mortgage" through the use of big data technology and e-channels, which led in a continuous growth in the business scale.

As of the end of the Reporting Period, our residential mortgage loans amounted to RMB26,040.0 million, representing a decrease of RMB1,729.8 million as compared to the end of last year or a decrease of 6.2%.

Finance lease receivables

As of the end of the Reporting Period, our finance lease receivables amounted to RMB500.1 million, representing a decrease of RMB127.8 million as compared to the end of last year or a decrease of 20.4%, which was primarily due to the fact that certain existing sale leaseback business has been settled successively.

Discounted bills

As of the end of the Reporting Period, our discounted bills amounted to RMB28,618.7 million, representing a decrease of RMB10,130.4 million as compared to the end of last year or a decrease of 26.1%, which was primarily due to that the Bank adjusted its asset structure to reduce the scale of such assets.

Investment securities and other financial assets

As of the end of the Reporting Period, the balance of our investment securities and other financial assets amounted to RMB327,313.6 million, representing an increase of RMB3,905.1 million as compared to the end of last year or an increase of 1.2%, which was primarily due to the increased investment in standardised bonds to support the financing demand of the real economy.

Management Discussion and Analysis

The following table sets forth the components of our investment securities and other financial assets as of the end of last year and the end of the Reporting Period.

	As of 30 June 2023		As of 31 December 2022		Rate of change (%)
	Amount	% of the total (%)	Amount	% of the total (%)	
<i>(Amounts in millions of RMB, except for percentages)</i>					
Debt securities					
Debt securities measured at amortised cost	136,350.6	41.7	148,508.0	45.9	(8.2)
Debt securities measured at FVOCI	72,581.1	22.2	65,402.0	20.2	11.0
Debt securities measured at FVTPL	12,154.9	3.7	6,750.5	2.1	80.1
Allowance for impairment losses	(219.1)	(0.1)	(497.7)	(0.2)	(56.0)
Subtotal	220,867.5	67.5	220,162.8	68.0	0.3
Funds	33,081.9	10.1	21,054.2	6.5	57.1
Wealth management products issued by other financial institutions	-	-	496.6	0.2	(100.0)
Asset management plans and trust plans and other debt financing products, net					
Asset management plans and trust plans	55,910.2	17.1	57,774.1	17.9	(3.2)
Other debt financing products	15,137.7	4.6	22,171.8	6.9	(31.7)
Allowance for impairment losses	(1,061.0)	(0.3)	(1,144.1)	(0.4)	(7.3)
Subtotal	69,986.9	21.4	78,801.8	24.4	(11.2)
Equity investments					
Equity investments measured at FVTPL	1,735.1	0.5	1,250.9	0.4	38.7
Equity investments measured at FVOCI	1,642.2	0.5	1,642.2	0.5	0.0
Subtotal	3,377.3	1.0	2,893.1	0.9	16.7
Total investment securities and other financial assets, net	327,313.6	100.0	323,408.5	100.0	1.2

Management Discussion and Analysis

Debt securities

The following table sets forth the components of our debt securities as of the end of last year and the end of the Reporting Period.

	As of 30 June 2023		As of 31 December 2022		Rate of change (%)
	Amount	% of the total (%)	Amount	% of the total (%)	
<i>(Amounts in millions of RMB, except for percentages)</i>					
PRC government bonds	77,858.7	35.2	77,790.6	35.3	0.1
Debt securities issued by PRC public entities and policy banks	68,799.9	31.1	72,664.2	32.9	(5.3)
Debt securities issued by PRC corporate issuers	51,744.9	23.4	43,953.7	19.9	17.7
Debt securities issued by PRC banks and other financial institutions	4,641.8	2.1	6,850.6	3.1	(32.2)
Asset-backed securities	18,041.3	8.2	19,401.4	8.8	(7.0)
Total	221,086.6	100.0	220,660.5	100.0	0.2

During the Reporting Period, while the Bank properly adjusted the asset structure and increased the scale of deployment of high-quality current assets with higher comparable yield, it stepped up its efforts in supporting entities, thus the overall scale of bonds increased.

Management Discussion and Analysis

Distribution of investment securities and other financial assets by investment intention

The following table sets forth the distribution of our investment securities and other financial assets by our investment intention as of the end of last year and the end of the Reporting Period.

	As of 30 June 2023		As of 31 December 2022		Rate of change (%)
	Amount	% of the total (%)	Amount	% of the total (%)	
<i>(Amounts in millions of RMB, except for percentages)</i>					
Debt instruments at amortised costs	159,609.7	48.8	180,133.9	55.7	(11.4)
Financial assets measured at FVOCI	74,257.4	22.7	67,134.2	20.8	10.6
Financial assets measured at FVTPL	93,446.5	28.5	76,140.4	23.5	22.7
Total	327,313.6	100.0	323,408.5	100.0	1.2

Management Discussion and Analysis

Financial assets held under resale agreements

The table below sets forth the distribution of our financial assets held under resale agreements by collateral type as of the end of last year and the end of Reporting Period.

	As of 30 June 2023		As of 31 December 2022		Rate of change (%)
	Amount	% of the total (%)	Amount	% of the total (%)	
<i>(Amounts in millions of RMB, except for percentages)</i>					
Analysed by collateral type:					
Debt securities	–	–	10,806.6	91.6	(100.0)
Bills	993.5	100.0	993.5	8.4	0.0
Total	993.5	100.0	11,800.1	100.0	(91.6)
Allowance for impairment losses	(746.6)	–	(746.6)	–	0.0
Net amount	246.9	–	11,053.5	–	(97.8)

As of the end of the Reporting Period, our financial assets held under resale agreements amounted to RMB246.9 million, representing a decrease of RMB10,806.6 million as compared to the end of last year or a decrease of 97.8%, which was primarily due to the Bank's active adjustment of asset structure and decrease in the scale of financial assets held under resale agreements.

Other components of our assets

Other components of our assets primarily consist of (i) cash and balances with central bank, (ii) deposits with banks and other financial institutions, (iii) placements with banks and other financial institutions, (iv) derivative financial assets and (v) others.

As of the end of the Reporting Period, our cash and balances with central bank amounted to RMB40,480.2 million, representing a decrease of RMB2,432.5 million as compared to the end of last year or a decrease of 5.7%.

Management Discussion and Analysis

As of the end of the Reporting Period, our deposits with banks and other financial institutions amounted to RMB4,190.6 million, representing a decrease of RMB2,148.1 million as compared to the end of last year or a decrease of 33.9%, which was primarily due to the Bank's active adjustment of asset structure and adjustment of the asset scale of deposits with banks and other financial institutions.

As of the end of the Reporting Period, our placements with banks and other financial institutions amounted to RMB26,674.6 million, representing an increase of RMB326.8 million as compared to the end of last year or an increase of 1.2%, which was primarily due to the Bank's active adjustment of the asset structure and proper increase in the asset scale of placements with banks and other financial institutions.

As of the end of the Reporting Period, our derivative financial assets amounted to RMB194.2 million, representing an increase of RMB135.4 million as compared to the end of last year or an increase of 230.3%, which was primarily due to higher gains on fair value changes as a result of market fluctuation.

Our other assets consist primarily of property and equipment, right-of-use assets, deferred tax assets, repossessed assets, interests in associates, prepaid expenses, intangible assets and other receivables, etc. As of the end of the Reporting Period, our other assets amounted to RMB12,864.2 million, representing a decrease of RMB701.5 million as compared to the end of last year or a decrease of 5.2%, which was primarily due to the decrease in other receivables.

Pledge of assets

As of the end of the Reporting Period, the details of pledge of our assets are set out in note 43 to the consolidated financial statements in this interim report.

Management Discussion and Analysis

4.2 Liabilities

The following table sets forth the components of our total liabilities as of the dates indicated.

	As of 30 June 2023		As of 31 December 2022		Rate of change (%)
	Amount	% of the total (%)	Amount	% of the total (%)	
<i>(Amounts in millions of RMB, except for percentages)</i>					
Due to customers	420,105.9	58.2	397,765.3	56.8	5.6
Debt securities issued	80,240.4	11.1	93,473.3	13.3	(14.2)
Deposit from banks and other financial institutions	44,734.5	6.2	42,073.9	6.0	6.3
Financial assets sold under repurchase agreements	72,638.1	10.1	76,259.8	10.9	(4.7)
Placements from banks and other financial institutions	32,005.6	4.4	23,312.2	3.3	37.3
Borrowings from central bank	65,061.4	9.0	61,799.0	8.8	5.3
Income tax payable	10.7	0.0	5.3	0.0	101.9
Derivative financial liabilities	30.3	0.0	60.2	0.0	(49.7)
Other liabilities ⁽¹⁾	6,614.8	0.9	5,714.7	0.9	15.8
TOTAL LIABILITIES	721,441.7	100.0	700,463.7	100.0	3.0

Note:

- (1) Consist primarily of lease liabilities, other payables, settlement payable, salaries and benefits payables, dividends payable, provision and sundry taxes payable, etc.

As of the end of the Reporting Period, our total liabilities amounted to RMB721,441.7 million, representing an increase of RMB20,978.0 million as compared to the end of last year or an increase of 3.0%, mainly due to an increase in residents' awareness of savings, while the Bank's expansion of its deposit product system to effectively increase the size of deposits.

Management Discussion and Analysis

Due to customers

As of the end of the Reporting Period, our due to customers amounted to RMB420,105.9 million, representing an increase of RMB22,340.6 million as compared to that as of the end of last year or an increase of 5.6%, which was mainly due to the increase in size of individual deposits.

The following table sets forth our due to customers by product type and maturity profile of deposits as of the dates indicated.

	As of 30 June 2023		As of 31 December 2022		Rate of change (%)
	Amount	% of the total (%)	Amount	% of the total (%)	
<i>(Amounts in millions of RMB, except for percentages)</i>					
Corporate deposits					
Demand	175,007.7	41.7	175,514.5	44.1	(0.3)
Time	69,670.6	16.6	71,965.5	18.1	(3.2)
Subtotal	244,678.3	58.3	247,480.0	62.2	(1.1)
Personal deposits					
Demand	25,797.1	6.1	27,248.4	6.8	(5.3)
Time	135,630.3	32.3	112,792.9	28.4	20.2
Subtotal	161,427.4	38.4	140,041.3	35.2	15.3
Others⁽¹⁾	14,000.2	3.3	10,244.0	2.6	36.7
Total due to customers	420,105.9	100.0	397,765.3	100.0	5.6

Note:

(1) Consist primarily of pledged deposits, funds deposited with us for remittance and temporary deposits.

Management Discussion and Analysis

As of the end of the Reporting Period, our corporate deposits amounted to RMB244,678.3 million, representing a decrease of RMB2,801.7 million or a decrease of 1.1%, which maintained stable basically .

As of the end of the Reporting Period, our personal deposits amounted to RMB161,427.4 million, representing an increase of RMB21,386.1 million or an increase of 15.3% as compared to that as of the end of last year, mainly due to that our Bank continued to strengthen the active management of personal deposit products and optimize product functions. Our Bank fully utilised the brand influence of key deposit products such as “Seagull deposit (海鷗存)”, “Happy certificates of deposit (幸福存單)” and “Large-denomination certificates of deposit (大額存單)”, and built a product system covering the needs of customers at all levels; took the improvement of the wealth management ability of front-line marketing and service personnel as its key operation and management goal, so as to respond market changes by improving comprehensive service and asset allocation abilities, and to boost personal deposits through the growth of comprehensive personal financial assets.

Debt securities issued

As of the end of the Reporting Period, our debt securities issued amounted to RMB80,240.4 million, representing a decrease of RMB13,232.9 million or a decrease of 14.2% as compared to that as of the end of last year, mainly due to the adjustment of the structure of the Bank’s liability business to decrease the scale of such liability business.

Deposit from banks and other financial institutions

As of the end of the Reporting Period, our deposits from banks and other financial institutions amounted to RMB44,734.5 million, representing an increase of RMB2,660.6 million or an increase of 6.3% as compared to that as of the end of last year, mainly due to the adjustment of the structure of the Bank’s liability business to increase the scale of such liability business.

Financial assets sold under repurchase agreements

As of the end of the Reporting Period, our financial assets sold under repurchase agreements amounted to RMB72,638.1 million, representing a decrease of RMB3,621.7 million or a decrease of 4.7% as compared to that as of the end of last year, mainly due to the adjustment of the structure of the Bank’s liability business to decrease the scale of such liability business.

Management Discussion and Analysis

Placements from banks and other financial institutions

As of the end of the Reporting Period, our placements from banks and other financial institutions amounted to RMB32,005.6 million, representing an increase of RMB8,693.4 million or an increase of 37.3% as compared to that as of the end of last year, mainly due to the adjustment of the structure of the Bank's liability business to increase the scale of such liability business.

Borrowings from central bank

As of the end of the Reporting Period, our borrowings from central bank amounted to RMB65,061.4 million, representing an increase of RMB3,262.4 million or an increase of 5.3% as compared to that as of the end of last year, which was due to that the Bank actively obtained policy support from the central bank to fully utilize medium-term lending facilitation, refinancing, rediscounting and carbon emission reduction support tools to support the real economy, private small and micro-enterprises and green development, and broadened the source of funds.

Income tax payable

As of the end of the Reporting Period, our income tax payable amounted to RMB10.7 million, representing an increase of RMB5.4 million or an increase of 101.9% as compared to that as of the end of last year, mainly due to the increase in total profits before tax of subsidiaries of the Bank.

Derivative financial liabilities

As of the end of the Reporting Period, our derivative financial liabilities amounted to RMB30.3 million, representing a decrease of RMB29.9 million or 49.7% as compared to that as of the end of last year, which was mainly due to higher gains or losses on fair value changes as a result of market fluctuation, and thus a corresponding decrease in the size of the liabilities.

Other liabilities

Our other liabilities mainly include lease liabilities, other payables, settlement payable, salaries and benefits payable, dividends payable, provision related to litigations and sundry taxes payable, etc. As of the end of the Reporting Period, our other liabilities amounted to RMB6,614.8 million, representing an increase of RMB900.1 million or an increase of 15.8% as compared to that as of the end of last year, which was mainly due to an increase in accounts payable for settlement of funds.

Contingent liabilities

As of the end of the Reporting Period, details of the Bank's contingent liabilities are set out in note 41 to the consolidated financial statements in this interim report.

Management Discussion and Analysis

4.3 Equity

The table below sets forth the components of the equity of the Bank as of the dates indicated.

	As of 30 June 2023		As of 31 December 2022		Rate of change (%)
	Amount	% of the total (%)	Amount	% of the total (%)	
<i>(Amounts in millions of RMB, except for percentages)</i>					
EQUITY					
Share capital	6,070.6	9.8	6,070.6	10.0	0.0
Capital reserve	10,731.1	17.3	10,731.1	17.7	0.0
Investment revaluation reserve	(86.2)	(0.1)	(497.1)	(0.8)	(82.7)
Surplus reserve	3,352.5	5.4	3,352.5	5.5	0.0
General reserve	9,221.4	14.9	9,221.4	15.2	0.0
Retained earnings	31,740.5	51.3	30,906.6	51.0	2.7
Equity attributable to equity holders of the Bank	61,029.8	98.6	59,785.0	98.6	2.1
Non-controlling interests	836.2	1.4	834.1	1.4	0.2
TOTAL EQUITY	61,866.0	100.0	60,619.1	100.0	2.1

As of the end of the Reporting Period, our shareholders' equity amounted to RMB61,866.0 million, representing an increase of RMB1,246.9 million or an increase of 2.1% as compared to that as of the end of last year. Our equity attributable to equity holders of the Bank was RMB61,029.8 million, representing an increase of RMB1,244.8 million or an increase of 2.1% as compared to that as of the end of last year. The increase in the shareholders' equity was mainly due to an increase in retained earnings as the Bank continued to increase profit retention.

Management Discussion and Analysis

5. Analysis of Off-balance Sheet Items

The following table sets forth the contractual amounts of our credit commitments as of the dates indicated.

	As of 30 June 2023	As of 31 December 2022	Rate of change (%)
	<i>(Amounts in millions of RMB)</i>		
Acceptances	31,184.5	38,741.7	(19.5)
Undrawn corporate loans limit	19,088.3	18,240.7	4.6
Undrawn credit card limit	16,448.9	17,922.8	(8.2)
Letters of credit	23,320.2	15,252.1	52.9
Letters of guarantee	3,440.4	3,059.5	12.4
Total	93,482.3	93,216.8	0.3

6. Credit Quality Analysis

Distribution of loans by five-category loan classification

The following table sets forth the distribution of our loan portfolio by the five-category loan classification as of the dates indicated.

	As of 30 June 2023		As of 31 December 2022		Rate of change (%)
	Amount	% of the total ⁽¹⁾ (%)	Amount	% of the total (%)	
	<i>(Amounts in millions of RMB, except for percentages)</i>				
Normal	360,670.6	93.84	324,836.5	93.50	11.0
Special mention	15,185.6	3.95	16,293.8	4.69	(6.8)
Subtotal	375,856.2	97.79	341,130.3	98.19	10.2
Substandard	6,487.3	1.69	3,986.3	1.15	62.7
Doubtful	1,207.7	0.31	1,546.8	0.45	(21.9)
Loss	780.3	0.21	765.5	0.21	1.9
Subtotal	8,475.3	2.21	6,298.6	1.81	34.6
Gross loans and advances to customers	384,331.5	100.0	347,428.9	100.0	10.6

Note:

(1) Calculated by the amount of five-category loans (interests included).

Management Discussion and Analysis

As of the end of the Reporting Period, according to the five-category loan classification, the normal loans amounted to RMB360,670.6 million, accounting for 93.84% of all the loans of the Bank, representing an increase of RMB35,834.2 million as compared to that as of the end of last year. Loans classified as special mention were RMB15,185.6 million, accounting for 3.95% of all loans, representing a decrease of RMB1,108.2 million as compared to that as of the end of last year. The non-performing loans were RMB8,475.3 million, representing an increase of RMB2,176.7 million as compared to that as of the end of last year, with a non-performing loan ratio of 2.21%, representing an increase of 0.40 percentage point as compared to that as of the end of last year, which was mainly due to the weakened repayment ability of individual corporate and personal customers.

Distribution of corporate loans by industry

The following table sets forth the distribution of our corporate loans by industry as of the dates indicated.

	As of 30 June 2023		As of 31 December 2022		Rate of change (%)
	Amount	% of the total (%)	Amount	% of the total (%)	
	<i>(Amounts in millions of RMB, except for percentages)</i>				
Leasing and commercial services	66,607.4	28.8	53,810.9	29.0	23.8
Construction	32,315.3	13.9	27,981.9	15.1	15.5
Real estate	31,740.5	13.7	27,976.9	15.1	13.5
Water, environment and public facilities management	24,347.8	10.5	16,886.7	9.1	44.2
Manufacturing	23,588.9	10.2	20,034.6	10.8	17.7
Wholesale and retail	18,871.9	8.1	13,978.2	7.5	35.0
Finance	12,841.8	5.5	8,128.0	4.4	58.0
Scientific research and technical services	4,554.7	2.0	1,725.7	0.9	163.9
Transportation, storage and postal services	3,963.8	1.7	4,280.1	2.3	(7.4)
Production and supply of electricity, heat, gas and water	3,687.3	1.6	3,564.7	1.9	3.4
Resident services, repair and other services	2,263.7	1.0	2,225.0	1.2	1.7
Culture, sports, and entertainment	2,004.7	0.9	1,988.6	1.1	0.8
Mining	1,209.6	0.5	210.8	0.1	473.8
Agriculture, forestry, animal husbandry and fishery	1,065.4	0.5	641.1	0.3	66.2
Accommodation and catering	999.2	0.4	554.2	0.3	80.3
Information transmission, software and information technology services	993.3	0.4	962.3	0.5	3.2
Health and social services	508.4	0.2	515.7	0.3	(1.4)
Education	170.0	0.1	166.0	0.1	2.4
Total corporate loans⁽¹⁾	231,733.7	100.0	185,631.4	100.0	24.8

Note:

(1) Consist of finance lease receivables.

Management Discussion and Analysis

During the Reporting Period, the Bank continued to increase its credit facilities to support the development of the real economy, of which the balance of loans to manufacturing increased by 17.7% as compared with the end of the previous year. As of the end of the Reporting Period, loans provided to customers in the industries of (i) leasing and commercial services, (ii) construction, (iii) real estate, (iv) water, environment and public facilities management, and (v) manufacturing represented the top five largest components of the Bank's corporate loans. As of the end of the Reporting Period and the end of last year, the balance of loans provided to the corporate customers in these five industries were RMB178,599.9 million and RMB146,691.0 million, respectively, accounting for 77.1% and 79.1% of the total corporate loans and advances, respectively.

Distribution of non-performing loans to corporate customers by industry

The following table sets forth the distribution of our non-performing loans to corporate customers by industry as of the dates indicated.

	As of 30 June 2023			As of 31 December 2022			Change in NPL ratio (%)
	Amount	% of the total (%)	NPL ratio ⁽¹⁾ (%)	Amount	% of the total (%)	NPL ratio ⁽¹⁾ (%)	
<i>(Amounts in millions of RMB, except for percentages)</i>							
Leasing and commercial services	1,932.4	32.6	2.90	83.5	2.1	0.16	2.74
Real estate	1,621.5	27.3	5.11	1,677.3	43.1	6.00	(0.89)
Wholesale and retail	991.0	16.7	5.25	970.8	24.9	6.95	(1.70)
Manufacturing	497.1	8.4	2.11	725.9	18.6	3.62	(1.51)
Production and supply of electricity, heating, gas and water	328.2	5.5	8.90	0.0	0.0	0.00	8.90
Construction	234.6	4.0	0.73	124.5	3.2	0.44	0.29
Water, environment and public facilities management	181.5	3.1	0.75	128.3	3.3	0.76	(0.01)
Agriculture, forestry, animal husbandry and fishery	51.5	0.9	4.83	68.4	1.8	10.67	(5.84)
Resident services, repair and other services	44.0	0.7	1.94	44.0	1.1	1.98	(0.04)
Information transmission, software and information technology services	20.4	0.3	2.05	20.4	0.5	2.12	(0.07)
Mining	15.3	0.3	1.26	0.0	0.0	0.00	1.26
Accommodation and catering	12.0	0.2	1.20	12.0	0.3	2.17	(0.97)
Scientific research and technical services	0.0	0.0	0.0	35.2	0.9	2.04	(2.04)
Transportation, storage and postal services	0.0	0.0	0.0	3.3	0.2	0.08	(0.08)
Total non-performing loans to corporate customers⁽²⁾	5,929.5	100.0	2.56	3,893.6	100.0	2.10	0.46

Notes:

- (1) Calculated by dividing non-performing loans to corporate customers in each industry by gross loans to corporate customers (interests included) in that industry.
- (2) Consist of finance lease receivables.

Management Discussion and Analysis

As of the end of the Reporting period, the balance of non-performing loans to corporate customers of the Bank was RMB5,929.5 million, representing an increase of RMB2,035.9 million or 52.3% as compared to that as of the end of last year. Our non-performing loans to corporate customers consist primarily of non-performing loans to corporate borrowers in the leasing and commercial service and real estate. As of the end of the prior year and the end of the Reporting Period, our non-performing loan ratio for our corporate loans in the leasing and commercial services were 0.16% and 2.90% respectively, non-performing loans to corporate customers from borrowers in this industry accounted for 2.1% and 32.6% of our total non-performing loans to corporate customers, respectively. The increase in the non-performing loan ratio for our corporate loans to borrowers in the leasing and commercial services was primarily because the repayment ability of individual customers from such industry weakened.

As of the end of the prior year and the end of the Reporting Period, our non-performing loans for our corporate loans in the real estate amounted to RMB1,677.3 million and RMB1,621.5 million, respectively, representing a decrease of 3.3%; our non-performing loan ratios were 6.00% and 5.11%, respectively, representing a decrease of 0.89 percentage point; non-performing loans to corporate customers to borrowers in this industry accounted for 43.1% and 27.3% of our total non-performing loans to corporate customers, respectively. The decrease in our non-performing loan ratio for our corporate loans to borrowers in the real estate was primarily due to that the Bank strengthened the collection and resolution of non-performing loans in the industry.

As of the end of the prior year and the end of the Reporting Period, our non-performing loan ratio for our corporate loans in the wholesale and retail was 6.95% and 5.25%, down 1.70 percentage points, respectively. Non-performing loans to corporate customers to borrowers in this industry accounted for 24.9% and 16.7% of our total non-performing loans to corporate customers, respectively.

As of the end of the prior year and the end of the Reporting Period, our non-performing loans for our corporate loans in the manufacturing amounted to RMB725.9 million and RMB497.1 million, respectively, representing a decrease of 31.5%, and the non-performing loan ratios were 3.62% and 2.11%, respectively; non-performing loans to corporate customers to borrowers in such industry accounted for 18.6% and 8.4% of our total non-performing loans to corporate customers, respectively. The decrease in our non-performing loan ratio for our corporate loans to borrowers in the manufacturing was primarily because the Bank strengthened collection and resolution of non-performing loans in this sector.

The non-performing loan ratios for our corporate loans in the production and supply of electricity, heating, gas and water were 0 and 8.90% as of the end of last year and the end of the Reporting Period, respectively. Non-performing loans to corporate customers to borrowers in such industry accounted for 0% and 5.5% of our total non-performing loans to corporate customers, respectively. The increase in our non-performing loan ratio for our corporate loans to borrowers in the production and supply of electricity, heating, gas and water was primarily because the repayment ability of individual customers in such sector weakened.

Management Discussion and Analysis

Distribution of Non-Performing Loans by Product Type

The following table sets forth the distribution of our non-performing loans by product type as of the dates indicated.

	As of 30 June 2023			As of 31 December 2022			Change in NPL ratio (%) ⁽¹⁾
	Amount	% of the total (%)	NPL ratio (%) ⁽¹⁾	Amount	% of the total (%)	NPL ratio (%) ⁽¹⁾	
<i>(Amounts in millions of RMB, except for percentages)</i>							
Corporate loans⁽²⁾							
Working capital loans	4,174.6	49.3	4.04	2,340.9	37.2	2.65	1.39
Fixed asset loans	1,511.7	17.8	1.78	1,306.7	20.7	1.88	(0.10)
Finance lease receivables	172.5	2.0	34.49	175.3	2.8	27.92	6.57
Others ⁽³⁾	70.7	0.9	0.17	70.7	1.1	0.26	(0.09)
Subtotal	5,929.5	70.0	2.56	3,893.6	61.8	2.10	0.46
Personal loans							
Personal loans for consumption ⁽⁴⁾	1,177.3	13.9	2.07	1,114.8	17.7	1.80	0.27
Personal loans for business purposes	1,164.5	13.7	2.84	1,130.0	17.9	3.37	(0.53)
Residential mortgage loans	204.0	2.4	0.78	160.2	2.6	0.58	0.20
Subtotal	2,545.8	30.0	2.05	2,405.0	38.2	1.95	0.10
Total non-performing loans	8,475.3	100.0	2.21	6,298.6	100.0	1.81	0.40

Notes:

- (1) Calculated by dividing non-performing loans in each product type by gross loans (interests included) in that product type.
- (2) Total corporate loans here consist of our corporate loans and finance lease receivables.
- (3) Consist primarily of advances under bank acceptances and letters of credit issued by us.
- (4) Consist of credit card overdrafts.

The non-performing loan ratio for our corporate loans was 2.56% as of the end of the Reporting Period, representing an increase of 0.46 percentage point as compared to that as of the end of last year. Our non-performing loans to corporate customers were RMB5,929.5 million, representing an increase of 52.3% as compared to that as of the end of last year. The increase in the amount and non-performing loan ratio of loans to corporate customers were primarily because the repayment ability of the Bank's individual corporate customers weakened.

Management Discussion and Analysis

As of the end of the Reporting Period, our non-performing personal loans were RMB2,545.8 million, representing an increase of 5.9% as compared to that as of the end of last year, the amount of non-performing loans increased as compared to that as of the end of last year. The non-performing loan ratio was 2.05%, representing an increase of 0.10 percentage point as compared to that as of the end of last year, primarily because the repayment ability of the Bank's individual personal customers weakened.

Distribution of non-performing loans by geographical region

The following table sets forth the distribution of our non-performing loans by geographical region as of the dates indicated.

	As of 30 June 2023			As of 31 December 2022			Change in NPL ratio (%)
	Amount	% of the total (%)	NPL ratio ⁽¹⁾ (%)	Amount	% of the total (%)	NPL ratio (%)	
<i>(Amounts in millions of RMB, except for percentages)</i>							
Hebei Province	2,469.4	29.1	8.77	2,375.2	37.7	8.99	(0.22)
Shanghai	1,562.0	18.4	2.87	1,455.8	23.1	2.56	0.31
Tianjin	854.5	10.1	0.40	934.9	14.8	0.52	(0.12)
Shandong Province	1,157.4	13.7	3.07	928.3	14.7	2.51	0.56
Beijing	2,199.4	26.0	11.39	305.8	4.9	1.71	9.68
Sichuan Province	215.3	2.4	0.67	290.4	4.6	1.03	(0.36)
Others ⁽²⁾	17.3	0.3	1.76	8.2	0.2	0.86	0.90
Total non-performing loans	8,475.3	100.0	2.21	6,298.6	100.0	1.81	0.40

Notes:

- (1) Calculated by dividing non-performing loans of each region by the gross loans (interests included) of that region.
- (2) Mainly included regions where the Bank's subsidiaries were located, such as Ningxia.

Management Discussion and Analysis

Distribution of loans by collateral

The following table sets forth the distribution of our loans and advances to customers by type of collateral as of the dates indicated.

	As of 30 June 2023		As of 31 December 2022		Rate of change (%)
	Amount	% of the total (%)	Amount	% of the total (%)	
<i>(Amounts in millions of RMB, except for percentages)</i>					
Unsecured loans	152,967.8	39.8	155,405.2	44.7	(1.6)
Guaranteed loans	124,602.0	32.4	92,488.8	26.6	34.7
Collateralised loans ⁽¹⁾	79,770.2	20.8	75,813.8	21.8	5.2
Pledged loans ⁽¹⁾	26,991.5	7.0	23,721.1	6.9	13.8
Gross loans and advances to customers	384,331.5	100.0	347,428.9	100.0	10.6

Note:

- (1) Represent the total amount of loans (interests included) fully or partially secured by collateral in each category. If a loan is secured by more than one form of security interest, the allocation is based on the primary form of security interest.

Borrowers concentration

As of the end of the Reporting Period, the Bank's total loans to its largest single borrower accounted for 8.12% of its regulatory capital.

a. Indicators of concentration

Major regulatory indicators	Regulatory standard	As of	As of	Rate of change (%)
		30 June 2023	31 December 2022	
Loan concentration ratio for the largest single customer (%)	<=10	8.12	6.80	1.32

Note: The data above are calculated in accordance with the formula promulgated by the China Banking and Insurance Regulatory Commission.

Management Discussion and Analysis

b. Loans to top ten single borrowers

The following table sets forth our loan exposure to our top ten largest single borrowers as of the date indicated.

	Industry	As of 30 June 2023		Classification
		Amount	% of the total loans (%)	
<i>(Amounts in millions of RMB, except for percentages)</i>				
Borrower A	Construction	5,874.6	1.53	Normal
Borrower B	Construction	4,200.7	1.09	Normal
Borrower C	Finance	3,951.5	1.03	Normal
Borrower D	Leasing and commercial services	3,433.5	0.89	Normal
Borrower E	Finance	3,306.5	0.86	Normal
Borrower F	Leasing and commercial services	3,137.6	0.82	Normal
Borrower G	Leasing and commercial services	3,137.0	0.82	Normal
Borrower H	Water, environment and public facilities management	3,093.0	0.80	Normal
Borrower I	Real estate	3,086.0	0.80	Normal
Borrower J	Construction	2,998.5	0.78	Normal
Total		36,218.9	9.42	

As of the end of the Reporting Period, the loan balance of the largest single borrower of the Bank was RMB5,874.6 million, accounting for 1.53% of our total amount of loans, and the total amount of loans of the top ten single borrowers was RMB36,218.9 million, representing 9.42% of the total amount of loans of the Bank.

Management Discussion and Analysis

Aging schedule of loans past due

The following table sets forth the aging schedule of our loans past due as of the dates indicated.

Past due	As of 30 June 2023		As of 31 December 2022		Rate of change (%)
	Amount	As a percentage of gross loans and advances to customers (%)	Amount	As a percentage of gross loans and advances to customers (%)	
<i>(Amounts in thousands of RMB, except percentages)</i>					
Past due 1 to 90 days	4,396,022	1.14	3,949,672	1.14	11.3
Past due 90 days to 1 year	4,408,718	1.15	2,450,810	0.71	79.9
Past due 1 to 3 years	2,730,878	0.71	3,248,227	0.93	(15.9)
Past due more than 3 years	545,010	0.14	538,929	0.15	1.1
Total	12,080,628	3.14	10,187,638	2.93	18.6

Changes in allowance for impairment losses of loans

As of the end of the Reporting Period, the Bank's allowance for impairment losses of loans amounted to RMB12,988.1 million, representing an increase of RMB2,956.4 million or 29.5% as compared to that as of the end of last year, primarily due to the Bank's increased provision on loan to improve the level of risk coverage.

	As of 30 June 2023		As of 31 December 2022	
	Amount	NPL ratio ⁽²⁾ (%)	Amount	NPL ratio (%)
<i>(Amounts in millions of RMB, except for percentages)</i>				
Beginning of the reporting period/year	10,031.7	1.81	12,412.4	2.39
Net provisions for the year ⁽¹⁾	5,746.2		4,638.2	
Write-off and transfers	(3,212.3)		(7,430.0)	
Recovery	422.5		535.4	
Other changes	0.0		(124.3)	
End of the reporting period/year	12,988.1	2.21	10,031.7	1.81

Notes:

- (1) Represent the net amount of allowance for impairment losses recognised in the profit or loss statement.
- (2) Calculated by dividing the total amount of non-performing loans by total amount of loans (interests included).

Management Discussion and Analysis

II. BUSINESS REVIEW

1. Business segment report

The following table sets forth, for the periods indicated, the operating income of each of our principal segments.

	2023		2022		Rate of change (%)
	Amount	% of the total (%)	Amount	% of the total (%)	
<i>(Amounts in millions of RMB, except for percentages)</i>					
Corporate Banking Business	3,418.2	42.0	2,775.9	35.4	23.1
Personal Banking Business	2,703.3	33.3	2,799.6	35.7	(3.4)
Treasury Operations Business	1,921.9	23.6	2,246.3	28.7	(14.4)
Others ⁽¹⁾	88.1	1.1	15.9	0.2	454.1
Total	8,131.5	100.0	7,837.7	100.0	3.7

Note:

- (1) Consist primarily of income that are not directly attributable to any specific segment.

1.1 Corporate Banking Business

During the Reporting Period, with focus on serving the real economy, the Bank insisted on returning to the origins and steadily promoted the innovation and development of corporate business. The Bank continued to strengthen its financial service capabilities and levels, fully leveraging the role of finance in facilitating the circulation of the national economy, and effectively promoting the high-quality development of the real economy and achieving a virtuous cycle of high-quality development. Focusing on the "Ten Actions (十項行動)" of Tianjin, the Bank released credit resources through multiple channels, increased credit investment, provided financial support in key areas such as capital function relief, manufacturing industry, integration of port, industry and city, urban renewal, green development and rural revitalization, and improved the financial supply to major national and regional strategies. Focusing on the virtuous cycle of "science and technology-industry-finance", the Bank assisted the innovative practice of science and innovation services with new finance, and continued to intensify services for strategic emerging industries. Focusing on the field of people's livelihood, the Bank provided precise support for the production of essential goods and supplies for the people's daily lives, fully ensured the transportation and supply of materials, as well as the funding needs of small and micro enterprises, accommodation and catering, wholesale and retail, cultural tourism, foreign trade and foreign investment, so as to firmly fulfill its responsibility and mission of "serving the real economy, enabling a better life".

Management Discussion and Analysis

During the Reporting Period, our operating income from corporate banking business amounted to RMB3,418.2 million, accounting for 42.0% of the total operating income over the same period, representing an increase of 23.1% as compared to the same period last year.

As of the end of the Reporting Period, the balance of our corporate loans (excluding discounted bills and finance leases receivables) amounted to RMB231,233.6 million, representing an increase of 25.0% as compared with that as of the end of the previous year; our total corporate deposits amounted to RMB244,678.3 million, representing a decrease of 1.1% as compared with that as of the end of the previous year.

During the Reporting Period, the Bank focused on the coordinated development of Beijing, Tianjin and Hebei to support the development of the real economy. The Bank actively participated in Beijing-Tianjin-Hebei regional projects, provided support for regional economic development, facilitated industrial upgrading and transfer as well as promoted public service co-construction and sharing. The Bank proactively undertook Beijing's non-capital function release by fully supporting the construction and development of Xiongan New Area, and helped Tianjin realize the functional positioning of "one base and three areas". We focused on accelerating the construction of manufacturing power, supported the improvement of the core competitiveness of the manufacturing industry, and took key industry chain enterprises in manufacturing industry, "individual champions", "hidden champions", companies to be listed and listed companies as the service focus, so as to expand the scale of industrial customer base. As of the end of the Reporting Period, the balance of manufacturing loans was RMB23.59 billion, representing an increase of 17.7% compared with the beginning of the year. The Bank focused on expanding domestic demand and helping to play the driving role of infrastructure investment, oriented to the implementation of the financial needs of construction projects in important areas of the "Ten Actions (十項行動)", and increased its investments in key projects in Tianjin.

During the Reporting Period, the Bank continued to improve its green finance governance system and governance capacity, and continuously increased its financial support for the transformation and upgrading of emerging green industries and traditional industries. As of the end of the Reporting Period, the balance of the Bank's green loans amounted to RMB20.094 billion, representing an increase of RMB3.677 billion, or 22.40%, compared with that of the beginning of the year. The Bank successfully obtained the qualification to apply for the People's Bank of China's carbon emission reduction support tool, completed the first carbon emission reduction loan for local legal entities in Tianjin and successfully obtained the financial support from the People's Bank of China's carbon emission reduction support tool. The Bank accelerated the improvement of its green financial products and services system, and successfully launched the first pledge loan business for revenue rights from charging station franchise after the successful issuance of the first carbon quota pledge loan of a legal person bank in Tianjin and the first "carbon performance-linked" loan in Tianjin.

Management Discussion and Analysis

During the Reporting Period, the Bank continued to promote the construction of transaction banking products. Firstly, the Bank had steadily pushed forward the construction of the project of “supply chain financing service based on blockchain technology”, which had been successfully selected as an innovative application of “Tianjin Fintech Innovative Supervisory Tools”; secondly, the Bank had gained an in-depth understanding of the needs of customers in the supermarket chain and other industries, for which launched the “Merchant Pass” (商戶通) product, which provides scenario-based settlement services; and thirdly, the Bank continued to improve supply chain finance by launching the online prepayment financing product. During the Reporting Period, the Bank’s transaction banking business invested a total of RMB54.727 billion, representing a year-on-year increase of 5.4% over the corresponding period of the previous year.

1.2 Personal Banking Business

During the Reporting Period, the Bank’s personal banking business closely focused on the strategic plan of “5 major tasks and 5 speed-up tasks” (5 大攻堅戰, 5 大提速戰), and enhanced its insight, execution and leadership in terms of “focusing on key scenarios to optimize the customer experience; enhancing the refinement capability and cost management; tapping into the market demand to boost the business in real estate and consumer finance”, so as to promote development through innovation. Firstly, the Bank adhered to customer-centred and market-oriented approach, focusing on building a “citizen bank” and collaborating with well-known brands to carry out customer activities based on daily life scenarios, achieving customer acquisition and customer revitalization, penetrating the Bank’s brand, and consolidating its market position. Secondly, the Bank focused on key businesses such as “personal deposits, third-generation social security cards, mortgage loans, wealth management and credit cards”, dynamically adjusted resource allocation, stimulated the subjective initiative of entities, ensured uninterrupted marketing competitions, and created a good competition atmosphere. Thirdly, the Bank accelerated the transformation of intelligent outlets, comprehensively enhanced our service capability from the perspective of customer experience and staff experience, and promoted the reform of the sequence and assessment mechanism of the retail manager team based on the adjustment of the financial function positioning and organizational structure of “intelligent outlets”. Through the above initiatives, the Bank fully accomplished all tasks in the first half of the year, and achieved stable development of personal banking business.

During the Reporting Period, the operating income from our personal banking business amounted to RMB2,703.3 million, accounting for 33.3% of our total operating income over the same period and representing a decrease of 3.4% as compared to the same period last year.

Management Discussion and Analysis

As of the end of the Reporting Period, the balance of our personal loans reached RMB123,979.1 million, accounting for 32.3% of our total loans to customers. Our personal loans for consumption, personal loans for business purpose, residential mortgage loans amounted to RMB56,879.7 million, RMB41,059.4 million, RMB26,040.0 million, respectively, and accounted for 45.9%, 33.1%, 21.0%, respectively, of our total personal loans. Our total personal deposits amounted to RMB161,427.4 million, representing an increase of 15.3% as compared with that as of the end of the previous year.

During the Reporting Period, the Bank proactively explored local markets, continued to strengthen cooperation with social security authorities of Tianjin and proactively explore the innovative model of “multiple cards in one” with the “social security card” as the carrier in order to better serve local citizens. The Bank, Tianjin Federation of Trade Unions and Tianjin Social Security Center jointly organized social security card issuance and membership ceremony for newly employed workers themed “Bank of Tianjin caring you sincerely, with happy discussion every day (津心有你天天樂道)”, which received full support and affirmation from Tianjin State-owned Assets Supervision and Administration Commission, Tianjin Finance and other departments, and reached strategic cooperation with leading enterprises in courier, online car rental, housekeeping, security, fresh food e-commerce and catering industries to provide new citizens with integrated services in social security, medical insurance, labor union and finance. As of the end of the Reporting Period, the number of social security card customers reached 1.07 million and the customer number of the Union card reached 3.09 million. At the same time, the Bank actively implemented the deployment of funds supervision for inventory housing transactions, making it one of the 10 commercial banks qualified to escrow funds for inventory housing transactions in Tianjin.

During the Reporting Period, the Bank stuck to the political and people-centred nature of financial work, and relied on the “Smart Xiao Er (智慧小二)” financial service platform to continuously enhance the coverage, accessibility and satisfaction of its financial services. By using financial technologies, the “Smart Xiao Er” financial service platform uses aggregated payment as an entry point, fully utilizes the Bank’s financial technology and big data computing and analysis capabilities, and empowers the development of smart business operation of the individual entrepreneurs with the full dimensions of payment, finance, marketing, and digitization to provide financial services such as payment and clearing, online lending, information consultation, and business analysis, etc., for the individual entrepreneurs in Tianjin. It provides payment and settlement, online loans, information consultation, business analysis and other financial services to the individual entrepreneurs in Tianjin. With the gradual accumulation of merchant data by “Smart Xiao Er”, it has gradually provided services such as industry information boards and business service mapping data special reports for the governments of various districts.

Management Discussion and Analysis

As of the end of the Reporting Period, the “Smart Xiao Er” financial service platform had 800,000 small and micro enterprises, serving 5.8 million users with nearly 7 million purchases per day. As a typical representative of helping enterprises to ease their difficulties and stabilize the economy, the credit loan of “Smart Xiao Er-Tianhangyongbei (智慧小二·天行用呗)”, a credit loans service developed based on platform data, helped to solve problems that the individual entrepreneurs are facing such as “difficult in getting finance, slow financing, expensive cost”. As of the end of the Reporting Period, a total of 743,400 pure credit-based loans had been granted to 189,500 small and medium-sized merchants with financial needs, with a total loan amount of RMB11,778 million. Meanwhile, in order to expand domestic demand, boost consumption and fully support the construction of Tianjin as an international consumption center city, the Bank has innovatively launched the “Smart Xiao Er – Tianhang Happy ePay” product.

Tianjin Finance, the Tianjin Administration for Market Regulation, the Tianjin Branch of the PBoC and “Smart Xiao Er” of Bank of Tianjin jointly launched the “Special Action to Enhance Smart Services for Inclusive Small and Micro Finance”, which was awarded as one of the top 10 typical cases of optimizing the business environment in Tianjin in 2022. CCTV’s Xin Wen Lian Bo 《新聞聯播》, Zhaowen Tianxia 《朝聞天下》, Financial Times 《金融時報》, Jin Yun, Tianjin TV and Sichuan TV also reported on the “Smart Xiao Er” financial service platform. In the Implementation Plan for the Construction of Financial Innovation Demonstration Areas in Tianjin, the construction of the “Smart Xiao Er” financial service platform and the “Farmer Xiao Er” rural revitalization service platform is also one of the important initiatives.

During the Reporting Period, firstly, the Bank’s credit card business actively responded to the coordinated development of Beijing, Tianjin and Hebei by launching the “Warm Travel in Tianjin-Beijing-Hebei – Enjoy Discounts on Tickets Purchased on 12306” campaign, under which customers could enjoy discounts on intercity train tickets through the cloud flash payment channel of UnionPay by using the Bank’s credit cards to purchase tickets with a destination in the areas of Tianjin, Beijing, Shijiazhuang, Tangshan and Baoding, providing warm travel services for commuters in the three places; secondly, the Bank promoted the enhancement of our financial service capability by launching a series of marketing activities for credit card customers, such as “warm gifts”, “warm meals”, “warm takeaway coupons”, etc., and continued to launch WeChat first binding reduction, Alipay first binding red packets, and “Smart Xiao Er” shopping reduction and other card privilege activities. As at the end of the Reporting Period, the Bank’s credit card activation rate increased by 6.45 percentage points from the beginning of the year.

Management Discussion and Analysis

1.3 Small and Micro Inclusive Financial Services

During the Reporting Period, our Bank continued thoroughly implementing the work arrangement and requirements of the Central Committee of the CPC, the State Council and regulatory agencies regarding the enhancement of financial services to small and micro enterprises with the targets of “increase in volume, coverage expansion, quality improvement and cost reduction”, and continued to make full use of the central financial policy so as to benefit more small and micro enterprises with the policy, and actively transmitting the spirit of financial support policy. Our Bank comprehensively improved the financial support for small and micro inclusive enterprises. By further strengthening financial technology empowerment and enhancing the service coverage of small and micro inclusive financial products, our Bank continued to fully apply the central financial policies to benefit more small and micro-enterprises.

The Bank has established a comprehensive small and micro inclusive financial services system. In terms of organisational system, special committees under the Board at the head office level have been set up to be responsible for the establishment, development and management of the small and micro inclusive financial services system, while branches at all levels are responsible for devoting to small and micro inclusive financial services and building a long-term mechanism for small and micro inclusive financial services at multiple levels through special policy support, building special teams and improving professional ability. During the Reporting Period, our Bank made full use of financial technology, and made online self-managed loans for small and micro enterprises as an important focus developing the inclusive business for small and micro enterprises. With the application of exclusive financial products such as “e-Loan for taxpayers”, “e-Loan for supermarkets”, “e-Loan for residential mortgage”, “e-Loan for enterprise taxpayers” and “Smart Xiao Er • Tianhangyongbei”, our Bank solves the financing pain points of small and micro business owners and individual entrepreneurs, and thus meet different needs of customers and promote scale growth simultaneously. At the same time, our Bank actively implemented a series of central financial policies such as refinancing, small and micro inclusive loan support plan and deferred principal and interest repayment, made full use of the central financial policy, and took multiple measures to increase financial support for micro and small enterprises. Our Bank continued to effectively transfer policy dividends to terminal interest rates. As of the end of the Reporting Period, loans of the Bank (excluding subsidiaries) to small and micro enterprises measured in according with the standards of an individual lending amount of RMB10 million or less amounted to RMB35,544.79 million, representing an increase of 20.2% as compared to that as of the end of the prior year, number of clients for loans to small and micro enterprises with an individual lending amount of RMB10 million or less increased by 6.6% to 591,600. In the Reporting Period, as the weighted average interest rate of newly released loans to small and micro enterprises with an individual lending amount of RMB10 million or less was 6.06%, representing a decrease of 0.12 percentage point over the same period in last year, the Bank achieved high quality completion of the “double increases (兩增)” and “double controls (兩控)” regulatory requirements.

Management Discussion and Analysis

Our Bank thoroughly implemented the work arrangements of the Party Central Committee, the State Council and regulatory agencies on financial services for rural revitalisation, in a bid to promote services to smaller local markets. We continued to enhance financial support for “agriculture, rural areas and farmers” and focused on inclusive agriculture-related businesses, steadily enhancing the efficiency and level of financial services for rural revitalisation. As of the end of the Reporting Period, our balance (excluding subsidiaries) of inclusive agriculture-related loan measured in according with the standards of an individual lending amount of RMB10 million or less amounted to RMB4,759.5 million, representing an increase of 16.8% as compared with that as of the end of the previous year.

1.4 Treasury operation business

During the Reporting Period, our Bank’s treasury operations business firmly implemented the requirements of the strategic planning of the “14th Five-Year Plan”, continued to insist on returning to our origins, made reform and innovation, served the country’s major development strategy, focused on key areas such as the coordinated development of Beijing, Tianjin and Hebei as well as green and environmental protection. At the same time, we further enhanced quality and efficiency, deepened market analysis, constantly enhanced operating capability, and continuously improved the FICC (Fixed income, Currency & Commodity) product business system that integrates investment and financing and trading business. Our Bank promoted the balanced development of financial market businesses including bond investments, interbank, notes, treasury transaction, foreign exchange and gold. With a diverse product business system, the Bank aspired to meet the multiple financing needs of the real economy, create multi-channel sources of profits and facilitate the high-quality development of treasury operations.

During the Reporting Period, our operating income in treasury operations business was RMB1,921.9 million, accounting for 23.6% of our total operating income.

As of the end of the Reporting Period, our Bank possessed business qualifications such as member of underwriting team of the Ministry of Finance’s book-entry treasury bonds and market making syndicates of the three major policy banks (China Development Bank, The Export-Import Bank of China and Agricultural Development Bank of China), Tianjin Municipal Government Bond Lead Underwriter, member of local government bond underwriting syndicates in Beijing, Shanghai, Hebei, Shandong, Sichuan and Shenzhen; and qualifications of comprehensive market maker spot bonds in the inter-bank bond market; A-class lead underwriting qualification for debt financing instruments of non-financial enterprises in the inter-bank market; the license for basic derivatives trading; qualifications of core dealers of CRMW instruments; issuing institution of CRMW and issuing institution of credit-linked notes, interest rate swaps; and qualification to undertake real-time interest rate swap transactions and standard bond forward business; membership of China Foreign Exchange Trade System for inter-bank forex trading in Shanghai Free-Trade Zone; gold inquiry business in the Shanghai Gold Exchange and qualification as type A member of the Shanghai Gold Exchange international business; the qualification of lead participant of online interbank depository of China Foreign Exchange Trading System, and the first batch of institutions qualified for the trading of interest rate swap options and interest rate collar options in the inter-bank market; our Bank successfully applied to join the International Capital Market Association (ICMA), laying a good foundation for exploring and developing new business.

Management Discussion and Analysis

During the Reporting Period, the Bank was awarded the X-Lending Active Institution of the Month by the China Foreign Exchange Trading Center 6 times, the Repurchase Innovation Active Traders 5 times, the X-Repo Best Progressive Institution of the Month once, and ranked the fourth of the green bond investor among urban commercial banks in the first half of 2023 as published by the National Association of Financial Market Institutional Investors.

Money Market Transactions

During the Reporting Period, our Bank closely monitored changes in monetary policies, seized the regularity of capital fluctuation in the market and properly arranged RMB and foreign currency position to ensure the liquidity security. Meanwhile, we effectively optimised liability structure and broadened the liability source with multiple channels and low costs. On the one hand, we flexibly utilised various money market tools including certificates of deposit, bond repurchase, inter-bank RMB and foreign currency placement and the monetary policy tools of the People's Bank of China and proactively utilised commercial bank time deposits for cash management of the central treasury so as to obtain financial support through diversified channels, and reduced finance costs while ensuring liquidity security; on the other hand, we actively developed business methods such as rediscounting and refinancing through the People's Bank of China to serve the financing needs of the real economy.

Fixed Income Business

During the Reporting Period, our Bank leveraged its advantage as a full-licensed institution in bond business to build an integrated financial service platform of "an eco-chain for bonds" to precisely serve the real economy. The Bank further strengthened judgement on the change of the policy environment and financial market, proactively participated in sales and trading business, continued to optimise asset structure, and constantly improved profitability and profit quality.

Firstly, we strengthened market analysis and research, and enriched trading strategies. We effectively enhanced its active trading capability and achieved significant year-on-year increase in the spread income of spot securities trading. Leveraging the advantages of programmed and automated market making system, the Bank's market-making business reached a new level through intelligent quotation, providing high coverage and full maturity market-making services for the interbank bond market.

Secondly, we effectively increased the proportion of non-interest income through market making in bonds, underwriting distribution, gold leasing, foreign exchange trading, bill trading and other representative transactions and intermediate businesses. We actively performed our duties as a bond underwriter, practiced our social responsibilities and expanded our intermediate business income sources; In the first half of 2023, we underwrote a total of RMB35.576 billion of interest rate bonds, including government bonds, local government bonds and policy bank bonds, and ranked 13th in China as the main underwriter of policy financial bonds, and the first among legal entities in Tianjin and the fourth among urban commercial banks in China.

Management Discussion and Analysis

Thirdly, we implemented the ESG operation principle and served the major national strategic deployment. We actively participated in the underwriting and investment of special theme bonds, focusing on the areas of green and low-carbon, rural revitalization, technological innovation, inclusive development, and the coordination of Beijing, Tianjin and Hebei. As the only leading underwriter selected among local corporates in Tianjin, the Bank underwrote the financial bonds under the theme of “Yangtze River Protection and Green Development (長江大保護及綠色發展)” issued by China Development Bank (CDB) and the first tranche of 2023 “Bond Connect” green financial bonds issued by The Export-Import Bank of China (CEIB), contributing to the promotion of economic and social green and low-carbon transformation; and underwrote financial bonds under the themes of “Spring Ploughing and Ploughing Preparation”, “Support for Important Agricultural Products and Logistics Systems Construction” and “Support for Green Development” issued by China Agricultural Development Bank, to help supply seeds, fertilizers, pesticides and other agricultural materials for spring ploughing and ploughing preparation, and support loan investments in key areas including rural infrastructure construction and green development.

Fourthly, we continued to optimize our investment structure and transform to standardization, lightness and scenario-based structure. We have created two financial market business scenarios, “interbank ecosystem” and “bond ecosystem”, and established Bank of Tianjin FICC brand to empower high quality corporate clients, retail clients and institutional clients with investment and financing and risk management needs, and to increase the proportion of non-interest income and comprehensive income contribution from clients.

Forex and Precious Metal Transactions

During the Reporting Period, the Bank kept up with the changes in the liquidity on foreign exchange market and policy trends of the US Federal Reserve, continuously consolidated and enhanced the capabilities and standards of the Bank’s foreign exchange and precious metal business. We further accelerated the building of relationships among counterparties in financial derivatives transactions, consolidated the foundation for inter-bank cooperation, and continued to expand the scale of business transactions such as foreign exchange and precious metals and further increased its activity.

Management Discussion and Analysis

Treasury Business Conducted on Behalf of Customers

During the Reporting Period, the Bank's wealth management business continued to be developed steadily. In order to continuously improve the net-worth product system, the Bank increased its efforts in product optimisation and innovation by launching financial products under amortised cost valuation and hybrid valuation to reduce fluctuations in the net value of the products and stabilise customers' expectations; and issued a new 90-day fixed-term open-ended net-value wealth management product, "Haiou Yue Feng" (海鷗悅風), which is fully compatible with the needs of customers in terms of liquidity and long-term investment. The Bank also launched differentiated starting points and exclusive financial products for new citizens according to the distribution of customer segments, so as to enhance the product intensification operation ability and the coverage and contribution of key customer bases, and to strengthen the dual-wheel drive of wholesale and retail banking; seized the opportunity of the capital market pullback to actively participate in capital market investment, and built up a thematic financial product spectrum to satisfy the investment needs of customers at different levels, thus further realising the characteristics of the Bank's brand of wealth management and build a wealth management brand for Citizen's Bank. As of the end of the Reporting Period, the Bank issued RMB56,754.05 million of wealth management products, all of which were net-worth products in compliance with the new regulations on asset management. Meanwhile, our Bank optimised the allocation of major types of assets, strengthened investment in standardised assets such as bonds and mutual funds, increased the proportion of high-yield asset allocation, gradually reduced the investment in non-standard assets, strengthened investment research, and increased the frequency of transactions according to market changes to enhance profitability.

During the Reporting Period, the Bank was awarded three "Gold Honours" by Pystandard for its outstanding asset management capabilities: "Outstanding Asset Management Award for City Commercial Bank (卓越資產管理城市商業銀行獎)", "Outstanding Cash Management Bank Wealth Management Product (City Commercial Bank) (Hong Ding Wealth Cash Management)" and "Outstanding Fixed Income Bank Wealth Management Product (City Commercial Bank) (Gang Wan Wealth Series)".

Investment Banking Business

During the Reporting Period, in its investment banking business, the Bank continued to implement the ESG concepts, focusing on key areas such as green, technology innovation, and energy supply guarantee, and serving the real economy precisely. The Bank underwrote 4 special bonds for China Datang Corporation Ltd. and Datang International Power Generation Co., Ltd. for the purpose of energy supply guarantee, with an aggregate of RMB3,136 million; underwrote 6 bills for quality customers such as Datang Environment Industry Group Co., Ltd. and Tianjin Bohai Chemical Industry Group Co., Ltd. (天津渤海化工集團有限責任公司) for the purpose of technology innovation, with an aggregate of RMB2.565 billion; underwrote 3 green bonds with an aggregate of RMB748 million, including the first green asset-backed commercial paper in Tianjin in 2023.

Management Discussion and Analysis

During the Reporting Period, the Bank's investment banking business achieved a bond underwriting scale of RMB55,932 million, of which RMB31,417 million were corporate credit bonds for the Tianjin region, ranked first in the Tianjin market; RMB2,629 million were asset-backed securities, ranking third amongst the city merchant banks; and RMB3,136 million were special bonds for energy supply guarantee, ranked third amongst the city commercial banks.

1.5 *International business*

During the Reporting Period, the Bank steadily developed its international business, cumulatively disbursing RMB10,047 million in trade finance under import and export, providing financial services such as cross-border payment and settlement, foreign exchange and trade finance to nearly 300 enterprises; continued to deepen its co-operation with the Export Credit Insurance Corporation, and proactively initiated bank-insurance linkage, and jointly penetrated into the policy advantages and financing facilitation of declaratory export credit insurance and insurance policy financing for foreign trade enterprises. During the Reporting Period, additional export financing of RMB106 million under the credit insurance programme was provided to micro, small, medium-sized foreign trade enterprises, representing a year-on-year increase of 52%.

1.6 *Integrated operation of subsidiaries*

Since 2008, the Bank has started its setup for integrated operations, founding a total of 8 county banks in the regions with small economic size and inadequate financial services such as Jizhou District, Tianjin, Ningxia and Xinjiang, shouldering the responsibilities of inclusive financing, enhancing and improving rural financial services. In 2016, the Bank founded Bank of Tianjin Financial Leasing Co., Ltd. (which was restructured to Bank of Tianjin Financial Leasing Co., Ltd. in 2017), marking an important milestone of the integration and diversification of the Bank's operations. For a long time, the Bank actively guided each subsidiary to maintain their position and refocus on core businesses, continuously strengthening their ability to revitalise rural areas with financial services, enhancing their ability to provide small and micro or inclusive financial services, and boosting the Group's synergistic development while achieving high-quality growth themselves.

During the Reporting Period, the Bank continued to strengthen guidance, supervision and services to subsidiaries, enabling them to enter a standardized development track in terms of corporate governance, risk prevention, compliance operation, technological support, and human resource management. All subsidiaries overcame the impact of regional economic downturn, adhered to the general tone of seeking progress while maintaining stability, and stuck to the political and people-oriented nature of financial work to promote the steady development of various tasks.

Management Discussion and Analysis

During the Reporting Period, total operating income of Bank of Tianjin Financial Leasing Co., Ltd. amounted to RMB193.4 million. Ningxia Yuanzhou Rural Bank (寧夏原州村鎮銀行), our consolidated subsidiary, recorded operating income of RMB13.1 million. Ningxia Tongxin Jinhui Rural Bank (寧夏同心津匯村鎮銀行), our another consolidated subsidiary, recorded operating income of RMB26.3 million.

2. Geographical segment report

In presenting information on the basis of geographical regions, operating income is gathered according to the locations of the branches or subsidiaries that generated the income. For the purpose of presentation, we categorise such information by geographical regions. The following table sets forth the total operating income of each of the geographical regions for the periods indicated.

	Six months ended 30 June				
	2023		2022		Rate of change (%)
	Amount	% of the Total (%)	Amount	% of the Total (%)	
<i>(Amounts in millions of RMB, except for percentages)</i>					
Tianjin	5,302.5	65.2	4,546.2	58.0	16.6
Shanghai	995.8	12.2	1,468.6	18.7	(32.2)
Sichuan Province	538.7	6.6	639.7	8.2	(15.8)
Shandong Province	706.0	8.7	563.8	7.2	25.2
Beijing	306.8	3.8	302.2	3.9	1.5
Hebei Province	242.4	3.0	283.0	3.6	(14.3)
Others	39.3	0.5	34.2	0.4	14.9
Total	8,131.5	100.0	7,837.7	100.0	3.7

Management Discussion and Analysis

III ANALYSIS ON CAPITAL ADEQUACY RATIO

Our Bank calculated and disclosed the capital adequacy ratios according to the Administrative Measures for the Capital of Commercial Banks (Provisional) (effective since 1 January 2013) promulgated by the China Banking and Insurance Regulatory Commission. As of the end of the Reporting Period, our Bank's capital adequacy ratio met the regulatory requirements under such regulations, with the capital adequacy ratio was 12.00%, which decreased by 0.80 percentage point as compared with that as of the end of the previous year. The tier-one capital adequacy ratio and core tier-one capital adequacy ratio were 10.07% and 10.06% respectively, which decreased by 0.32 percentage point both as compared with those as of the end of the previous year. The decrease in capital adequacy ratio was mainly due to that the Bank increased our assets and the scale of its risk-weighted assets.

The following table sets forth the relevant information of our Bank's capital adequacy ratio as of the dates indicated:

	As of 30 June 2023	As of 31 December 2022	Rate of change (%)
<i>(Amounts in millions of RMB, except for percentages)</i>			
Core capital			
– Share capital	6,070.6	6,070.6	0.00
– Capital reserve and investment revaluation reserve	10,644.9	10,234.0	4.02
– Surplus reserve	3,352.5	3,352.5	0.00
– General reserve	9,221.4	9,221.4	0.00
– Retained earnings	31,740.5	30,906.6	2.70
– Non-controlling interests that may be included	358.0	318.2	12.51
Total core capital	61,387.9	60,103.3	2.14
Core tier-one capital	61,387.9	60,103.3	2.14
Core tier-one capital deductible items	(711.3)	(702.5)	1.25
Net core tier-one capital	60,676.6	59,400.8	2.15
Net tier-one capital	60,724.3	59,443.2	2.16
Tier-two capital			
– Net tier-two capital instruments and related premiums	7,000.0	10,000.0	(30.00)
– Surplus allowance for impairment losses on loans	4,512.8	3,733.0	20.89
– Non-controlling interests that may be included	95.5	84.8	12.62
Total tier-two capital	11,608.3	13,817.8	(15.99)
Net capital	72,332.6	73,261.0	(1.27)
Total risk-weighted assets	602,868.6	572,202.0	5.36
– Credit risk weighted assets	567,731.6	536,854.5	5.75
– Market risk weighted assets	2,992.2	3,202.7	(6.57)
– Operational risk weighted assets	32,144.8	32,144.8	0.00
Core tier-one capital adequacy ratio <i>(expressed in percentage)</i>	10.06	10.38	(0.32)
Tier-one capital adequacy ratio <i>(expressed in percentage)</i>	10.07	10.39	(0.32)
Capital adequacy ratio <i>(expressed in percentage)</i>	12.00	12.80	(0.80)

Management Discussion and Analysis

In accordance with the disclosures required in Annex 2 – Notice on Enhancing Disclosure Requirements for Composition of Capital of the CBIRC Notice on Issuing Regulatory Documents on Capital Regulation for Commercial Banks (Yin Jianfa [2013] No. 33) promulgated by the CBIRC, the Bank's composition of capital as of 30 June 2023 is disclosed on the official website of the Bank at https://www.bankoftianjin.com/tianjinyinwen/investor_relations97/capital_adequacy/index.html.

As of the end of the Reporting Period, the Bank's leverage ratio was 7.35%.

	As of 30 June 2023	As of 31 December 2022	Rate of change (%)
Leverage ratio	7.35%	7.34%	0.01

Pursuant to the Leverage Ratio Management of Commercial Bank (Amended) issued by the China Banking and Insurance Regulatory Commission (CBIRC), effective from April 2015, a minimum leverage ratio of 4% is required. The above leverage ratios are calculated according to the formula promulgated by CBIRC. Information on leverage ratio of our Bank as of 30 June 2023 is disclosed on the official website of the Bank at https://www.bankoftianjin.com/tianjinyinwen/investor_relations97/capital_adequacy/index.html.

IV RISK MANAGEMENT

Our Bank is exposed to the following primary risks: credit risk, operational risk, market risk, liquidity risk and information technology risk. During the Reporting Period, the Bank continuously enhanced comprehensive risk management, advanced risk governance structure, improved risk management ability, effectively strengthened the risk control of various business and struck the adequate balance between risk and development. While pursuing innovative development, the Bank secured the healthy development of various business.

Credit risk

Credit risk refers to risk of financial loss to creditors or holders of financial products, resulting from the failure by an obligor or counterparty to fulfil its obligations under the contract or changes in its credit quality affecting the value of financial products. Our Bank is exposed to credit risks primarily associated with our corporate loan business, personal loan business and treasury business.

The Bank has developed a relatively sound authorisation and credit review and extension management system. The Bank has established a credit risk management system based on the principle of vertical management for credit risk, and set up the credit review and extension institution based on the principle of separation for loan approval and extension and approval at various levels to ensure the independence of credit review and extension. The Bank has also built a scientific and rigorous credit review and extension and authorisation management system.

Management Discussion and Analysis

The Bank implements a centralised credit extension system, under which exposures to credit risk of all our banking books and that of our trading books, including credit business and non-credit business, all ways and types of credit extension are under centralised credit extension management and reviewed by review authorities or reviewers with corresponding authorisation for credit review and extension.

The Bank has established credit risk management mechanism, system and procedures in line with its business nature, scale and complexity, to manage, execute and implement unified risk preferences, effectively identify, measure, control, monitor and report credit risks so as to control credit risks within the range we can tolerate.

The Bank achieved effective control over credit risks by adopting management tools such as credit rating, agreed term, pricing, credit risks mitigation, asset classification, asset impairment, and credit limits. Electronic information systems such as credit extension management system and internal rating system have been established to effectively improve credit risk management capabilities.

Operational risk

Operational risk refers to risk caused by inadequate or problematic internal procedures, personnel and information technology systems, as well as external events. Our Bank's operational risks primarily arise from internal and external frauds, worksite safety failures, business interruptions and failures in information technology systems.

The Bank has continued improving our operational risk management system. We have implemented three main operational risk management tools, namely self-assessment on operational risk and control, key risk index and operational risk incidents collection. The Bank regularly carries out self-assessment on risk identification and control, key risk index monitoring and collects information on operational risk loss. The Bank strictly adheres to the Administrative Measures for Operational Risk Report of the Bank of Tianjin to regulate the reporting system of operational risk. The Bank also issued the Negative List for Business Risk Prevention and Control to clarify on the dos and don'ts. Our Bank has made the effort to carry out various inspection procedures which are carrying forward, stereoscopic and multi-dimensional. We have placed emphasis on our accountability and reporting system. In addition, we have established a risk warning system. Multi-dimensional educative activities have been carried out across the Bank to enhance risk prevention and warning education.

Market risk

Market risk refers to the risk of loss, in respect of the Bank's on and off-balance sheet activities, arising from adverse changes in market price including interest rates, exchange rates, stock prices and product prices. The market risks which the Bank is primarily exposed to include interest risk and currency risk.

Management Discussion and Analysis

The Board of the Bank undertakes the ultimate responsibility for monitoring market risk management to ensure that we effectively identify, measure, monitor and control various market risks assumed by all businesses. Our senior management officers are responsible for formulating, regularly reviewing and supervising the implementation of policies, procedures and specific operation procedures for market risk management, keeping abreast of the level of market risk and its management and ensuring that we have sufficient human resources, materials, and appropriate organisation structure, management information system and technical level to effectively identify, measure, monitor and control various market risks assumed by all businesses. The Bank strictly followed the relevant regulatory requirements for market risk management and formed an effective market risk management organisational structure.

The Bank, through the improvement of market risk governance structure, management tool, system construction and effective measurement of market risk, controls negative effects of adverse movements in market price on the financial instrument position and relevant businesses within the reasonable range we can tolerate, so as to ensure that various market risk indicators meet the regulatory requirements and operation needs.

Market Risk of Banking Book

Interest Rate Risk

Interest rate risk refers to the risk derived from fluctuations in the fair value or future cash flows of financial instruments due to changes in market rates. The interest rate risk of the banking book primarily arises from the mismatch of the maturity dates or repricing dates of our Bank's interest rate-sensitive on-and-off balance sheet assets and liabilities. The Bank quarterly uses repricing gap analysis, interest rate sensitivity analysis, and stress testing to weigh our exposure to potential interest rate changes. Meanwhile, the Bank considers the characteristics of deposits and loans and historical data, evaluates the impact of loan prepayment and indefinite deposit behavior on the measurement of interest rate risk. The Bank manages its interest rate risk of banking book by:

- regularly monitoring the macro-economic factors that may impact the PBoC benchmark interest rates and the market rates;
- minimising the mismatches between re-pricing dates (or the maturity dates of the contracts) of interest-generating assets and interest-bearing liabilities; and
- enhancing the interest spread between the interest-generating assets and interest-bearing liabilities with reference to the prevailing PBoC benchmark interest rates and the market rates.

Management Discussion and Analysis

Exchange Rate Risk

Exchange rate risk refers to risks caused by the adverse impact on the Banks' foreign currency position and cash flows as a result of the exchange rate fluctuations of their primary foreign currency. Our primary principle for controlling our exchange rate risk is to match asset and liability denominated in every currency and monitor our foreign currency exposure on a daily basis. Based on the relevant regulatory requirements and our management's judgments on the current environment, the Group reasonably arranges our sources and use of funds denominated in foreign currencies to minimise the possible mismatches of assets and liabilities in different currencies.

Market Risk of Trading Book

The market risk of the trading book of the Bank primarily arises from fluctuations in the value of the financial instruments on our trading book due to changes in interest rates and exchange rates. Based on our market risk management policies, the Bank has adopted a number of risk management techniques, including limit management and stress testing, to monitor and control market risks of our trading book.

Liquidity risk management

Liquidity risk refers to the risk of failure for commercial banks to acquire sufficient funds in a timely manner and at a reasonable cost to pay off debts due or meet the liquidity demand in line with expansion of our business operations. We are exposed to liquidity risk primarily in the funding of our lending, trading and investment activities, as well as in the management of our liquidity positions.

The Bank adopts a centralised management model for our liquidity risk management. Guided by the Board's liquidity risk management policies and led by the senior management, the headquarters and branches work in conjunction with all relevant departments to implement the centralised management model that accords with the business scale and overall development plans, under which the headquarters will uniformly manage our general liquidity risks.

Faced with changes in the macro environment, monetary policies and regulatory policies, the Bank has consistently adhered to a prudent strategy for liquidity risk management. By monitoring a number of key liquidity indicators, conducting liquidity risk stress tests, and formulating and implementing management strategies to optimise the asset liability structure and other measures, we continuously improve liquidity risk management capabilities and ensure sufficient liquidity of the Bank.

Information technology risk management

We are subject to information technology risk which may cause operational, legal and reputational risks.

The Bank continuously improves IT risk management, formulates and revises IT risk management-related policies and sets up IT risk management system to improve IT application capability and ensure system, internet, and data security. We have also effectively reduced potential risks by enhancing management and increasing IT investment.

Management Discussion and Analysis

Our Bank has formulated IT Risk Management Policies of Bank of Tianjin Co., Ltd. 《天津銀行股份有限公司信息科技風險管理政策》, Administrative Policies for Risk Management Sub-contracting IT Work of Bank of Tianjin Co., Ltd. 《天津銀行股份有限公司信息科技外包風險管理政策》, Administrative Measures for IT Risk Management of Bank of Tianjin 《天津銀行信息科技風險管理辦法》, IT Risk Management Strategies of Bank of Tianjin 《天津銀行信息科技風險管理策略》, Administrative Measures for Risk Management of Sub-contracting IT Work of Bank of Tianjin 《天津銀行信息科技外包風險管理辦法》 and Administrative Measures for IT Risk Monitoring, Evaluation and Disposal of Bank of Tianjin 《天津銀行信息科技風險監測評估與處置管理辦法》. Meanwhile, the Bank formulated the business continuity management plan timely, carried out the information technology risk monitoring and evaluation, business impact analysis, business continuity exercises and other works, and strictly prevented information technology risks.

Changes in Share Capital and Information on Shareholders

I. CHANGES IN SHARES OF THE BANK

Share capital

As of the end of the Reporting Period, the share capital of the Bank was 6,070,551,822 Shares, and the total registered capital amounted to RMB6,070,551,822, which had no change during the Reporting Period.

Statement of Changes in Shares

	1 January 2023			30 June 2023	
	Number of Shares	Percentage of total share capital	Changes during the Reporting Period	Number of Shares	Percentage of total share capital
Domestic legal persons	3,974,260,517	65.47%	–	3,974,260,517	65.47%
Domestic natural persons	331,692,242	5.46%	–	331,692,242	5.46%
H Shares	1,764,599,063	29.07%	–	1,764,599,063	29.07%
Other foreign shares	–	–	–	–	–
Total	6,070,551,822	100%	–	6,070,551,822	100%

Changes in Share Capital and Information on Shareholders

II. PARTICULARS OF SHAREHOLDINGS OF THE TOP TEN SHAREHOLDERS OF OUR BANK

No.	Name of Shareholder	Nature of Shares	Total number of shares held at the beginning of the Reporting Period (Shares)	Total number of shares held at the end of the Reporting Period (Shares)	Shareholding percentage held at the end of the Reporting Period (%)
1	Tianjin Port Free Trade Zone Investment Co., Ltd.	Domestic legal persons	967,462,369	967,462,369	15.94
2	Australia and New Zealand Banking Group Limited	H Shares	725,644,563	725,644,563	11.95
3	Tianjin Pharmaceutical Holdings Ltd.	Domestic legal persons	487,078,366	487,713,488	8.03
4	Tianjin Bohai Chemical Industry Group Co., Ltd.	Domestic legal persons	487,078,366	487,078,366	8.02
5	CSSC International Holding Company Limited	H Shares	303,193,000	303,193,000	4.99
6	Harbin Economic Development and Investment Co., Ltd.	Domestic legal persons	166,657,161	166,657,161	2.75
7	Tianjin Hi-tech Holding Group Co., Ltd.	Domestic legal persons	149,056,239	149,056,239	2.46
8	Tianjin Jinrong Investment Service Group Co., Ltd. ⁽¹⁾	Domestic legal persons	117,378,125	117,378,125	1.93
9	Tianjin Ningfu Investment Co., Ltd.	Domestic legal persons	114,278,299	114,278,299	1.88
10	Hong Kong Bohai Leasing Asset Management Corp., Limited	H Shares	106,993,500	106,993,500	1.76
	Total		3,624,819,988	3,625,455,110	59.72

Note:

- (1) As a major shareholder, Tianjin Jinrong Investment Service Group Co., Ltd. pledged its 50,000,000 Shares to Tianjin Binhai Rural Commercial Bank Co., Ltd..

Changes in Share Capital and Information on Shareholders

III. INFORMATION ON SHAREHOLDERS

Interests and Short Positions in Hong Kong in Accordance with the SFO

As at the end of the Reporting Period, pursuant to the register entered by the Bank under Section 336 of the SFO, and to the best knowledge of the Bank, the following persons (other than the Bank's Directors, Supervisors and chief executives) had or were deemed or taken to have interests and/or short positions in our Shares or underlying Shares which would be required to be disclosed to us and the Hong Kong Stock Exchange under the provisions of Divisions 2 and 3 of Part XV of the SFO, or, directly or indirectly, were interested in 5% or more of the nominal value of any class of our share capital carrying rights to vote in all circumstances at the general meetings of any other member of our Bank:

Name of Shareholder	Nature of interests	Class of Shares	Number of Shares directly or indirectly held (long position)	Approximate % of interest in our Bank	Approximate % of the relevant class of Shares of the Bank
Tianjin Port Free Trade Zone Investment Co., Ltd. ⁽¹⁾	Beneficial owner	Domestic Shares	967,462,369	15.94	22.47
Tianjin Port Free Trade Zone Investment Holdings Co., Ltd. ⁽¹⁾	Interest of a controlled corporation	Domestic Shares	967,462,369	15.94	22.47
Australia and New Zealand Banking Group Limited ⁽²⁾	Beneficial owner	H Shares	725,644,563	11.95	41.12
ANZ BH Pty Ltd ⁽²⁾	Interest of a controlled corporation	H Shares	725,644,563	11.95	41.12
ANZ Group Holdings Limited ⁽²⁾	Interest of a controlled corporation	H Shares	725,644,563	11.95	41.12
Tianjin Bohai Chemical Industry Group Co., Ltd. ⁽³⁾	Beneficial owner	Domestic Shares	489,857,052	8.07	11.38
Tianjin Pharmaceutical Holdings Ltd. ⁽⁴⁾	Interest of a controlled corporation	Domestic Shares	489,107,183	8.06	11.36

Changes in Share Capital and Information on Shareholders

Name of Shareholder	Nature of interests	Class of Shares	Number of Shares directly or indirectly held (long position)	Approximate % of interest in our Bank	Approximate % of the relevant class of Shares of the Bank
Jinhushen Biological Medical Science and Technology Co., Ltd. ⁽⁴⁾	Interest of a controlled corporation	Domestic Shares	489,107,183	8.06	11.36
CSSC International Holding Company Limited ⁽⁵⁾	Beneficial owner	H Shares	303,193,000	4.99	17.18
China State Shipbuilding Corporation Limited ⁽⁵⁾	Interest of a controlled corporation	H Shares	303,193,000	4.99	17.18
Hong Kong Bohai Leasing Asset Management Corp., Limited ⁽⁶⁾	Beneficial owner	H Shares	106,993,500	1.76	6.06
Tianjin Bohai Leasing Co., Ltd. ⁽⁶⁾	Interest of a controlled corporation	H Shares	106,993,500	1.76	6.06
Bohai Leasing Co., Ltd. ⁽⁶⁾	Interest of a controlled corporation	H Shares	106,993,500	1.76	6.06

Notes:

- (1) Tianjin Port Free Trade Zone Investment Co., Ltd. is wholly owned by Tianjin Port Free Trade Zone Investment Holdings Co., Ltd., which is controlled by Tianjin Port Free Trade Zone State-owned Assets Supervision and Administration Bureau. By virtue of the SFO, Tianjin Port Free Trade Zone Investment Holdings Co., Ltd. is deemed to be interested in the Shares held by Tianjin Port Free Trade Zone Investment Co., Ltd.
- (2) Australia and New Zealand Banking Group Limited, a Shareholder of our Bank, was incorporated in the State of Victoria, Australia on 14 July 1977. After an internal reorganization in January 2023, Australia and New Zealand Banking Group Limited is wholly owned by ANZ BH Pty Ltd, which is wholly owned by ANZ Group Holdings Limited. Accordingly, ANZ BH Pty Ltd and ANZ Group Holdings Limited are deemed to be interested in the 725,644,563 shares held by Australia and New Zealand Banking Group Limited.
- (3) Tianjin Bohai Chemical Industry Group Co., Ltd. (i) directly holds 487,078,366 Shares; and (ii) through a number of controlled corporations, holds an aggregate of 2,778,686 Shares. As such, Tianjin Bohai Chemical Industry Group Co., Ltd. is interested in a total of 489,857,052 Shares by virtue of the SFO.

Changes in Share Capital and Information on Shareholders

- (4) Tianjin Pharmaceutical Holdings Ltd. (i) directly holds 487,713,488 Shares; and (ii) through a number of controlled corporations, holds an aggregate of 1,393,695 Shares. As such, Tianjin Pharmaceutical Holdings Ltd. is interested in a total of 489,107,183 Shares by virtue of the SFO. Jinhushen Biological Medical Science and Technology Co., Ltd. is a controlling shareholder of Tianjin Pharmaceutical Holdings Ltd. By virtue of the SFO, Jinhushen Biological Medical Science and Technology Co., Ltd. is deemed to be interested in the Shares held by Tianjin Pharmaceutical Holdings Ltd.
- (5) CSSC International Holding Company Limited is wholly-owned by China State Shipbuilding Corporation Limited. As such, China State Shipbuilding Corporation Limited is deemed to be interested in the 303,193,000 Shares held by CSSC International Holding Company Limited.
- (6) Tianjin Bohai Leasing Co., Ltd. is wholly-owned by Bohai Leasing Co., Ltd. (Stock Code: 000415.SZ). Hong Kong Bohai Leasing Asset Management Corp., Limited is wholly-owned by Tianjin Bohai Leasing Co., Ltd. As such, Bohai Leasing Co., Ltd. and Tianjin Bohai Leasing Co., Ltd. are deemed to be interested in the 106,993,500 Shares held by Hong Kong Bohai Leasing Asset Management Corp., Limited.

IV. SHAREHOLDERS WITH SHAREHOLDING OF 5% OR MORE OF THE BANK

Please see III. Information on Shareholders above for the particulars of shareholders with shareholding of 5% or more of the Bank.

V. PURCHASE, SALE AND REDEMPTION OF THE LISTED SECURITIES OF THE BANK

During the Reporting Period, the Bank or any of its subsidiaries had not purchased, sold or redeemed any listed securities of the Bank.

Directors, Supervisors, Senior Management Officers and Employees

I. INCUMBENT DIRECTORS, SUPERVISORS AND SENIOR MANAGEMENT OFFICERS

1. Directors

Name	Age	Position	Date of Appointment ⁽¹⁾
Mr. YU Jianzhong	53	Executive Director	18 July 2023
		Chairman	28 August 2023
Mr. WU Hongtao	51	Executive Director	28 February 2022
		President	28 February 2022
Mr. ZHENG Ke	48	Executive Director	18 August 2022
		Vice President	28 February 2022
Ms. DONG Xiaodong	44	Executive Director	18 August 2022
		Secretary of the Board	28 February 2022
Ms. SUN Jingyu	55	Non-executive Director	28 February 2022
Ms. DONG Guangpei	42	Non-executive Director	28 February 2022
Mr. Alistair Marshall BULLOCH	65	Non-executive Director	28 February 2022
Mr. ZHAO Wei	53	Non-executive Director	28 February 2022
Mr. WANG Shunlong	46	Non-executive Director	28 February 2022
Ms. LI Jun	50	Non-executive Director	28 February 2022
Mr. JIN Qingjun ⁽²⁾	66	Independent Non-executive Director	28 February 2022
Mr. HUA Yaogang	66	Independent Non-executive Director	28 February 2022
Mr. HE Jia	68	Independent Non-executive Director	28 February 2022
Mr. ZENG Jianhua	65	Independent Non-executive Director	18 August 2022
Mr. LU Jianzhong	69	Independent Non-executive Director	18 August 2022

Notes:

- (1) Except for Mr. JIN Qingjun, the term of office of the above Directors is from their respective appointment dates to the expiry date of the term of office of the seventh session of the Board.
- (2) On 11 May 2023, Mr. Jin Qingjun has tendered his resignation to the Board of Directors of the Bank, applying for his resignation as an independent non-executive Director and the relevant special committee of the Board of Directors of the Bank. Before the new independent non-executive Director takes office, Mr. Jin Qingjun will continue to perform his duties as an independent non-executive Director and special committee of the Board of Directors in accordance with relevant laws and regulations and the relevant provisions of the Articles of Association of the Bank.

Directors, Supervisors, Senior Management Officers and Employees

2. Supervisors

Name	Age	Position	Date of Appointment
Ms. FENG Xia	51	Employee Representative Supervisor	5 January 2022
		Chairwoman of Board of Supervisors	28 February 2022
		Trade Union President	23 July 2019
Mr. JIANG Zhengjun	46	Employee Representative Supervisor	28 February 2022
Mr. LIU Baorui	66	External Supervisor	28 February 2022
Mr. LAW Yee Kwan, Quinn	70	External Supervisor	18 August 2022
Mr. WU Chong	44	Shareholder Representative Supervisor	18 May 2023

Note:

- The term of office of the above Supervisors is from their respective appointment dates to the expiry date of the term of office of the seventh session of the Board of Supervisors.

3. Other Senior Management Officers

Name	Age	Position	Date of First Appointment as Senior Management Officers
Mr. LIU Gangling	47	Vice President	March 2021
Mr. XIA Zhenwu	54	Assistant to President	January 2008

4. Shareholders' Nomination of Candidates for Directors and Supervisors of the Bank during the Reporting Period

No.	Name of Shareholder	Name of Nominated Director/Supervisor
1	Tianjin Port Free Trade Zone Investment Co., Ltd.	SUN Jingyu, DONG Guangpei
2	Australia and New Zealand Banking Group Limited	Alistair Marshall BULLOCH
3	Tianjin Pharmaceutical Holdings Ltd.	ZHAO Wei
4	Tianjin Bohai Chemical Industry Group Co., Ltd.	WANG Shunlong
5	CSSC International Holding Company Limited	LI Jun
6	Tianjin Jinrong Investment Service Group Co., Ltd.	WU Chong

Directors, Supervisors, Senior Management Officers and Employees

II. CHANGES OF DIRECTORS, SUPERVISORS AND SENIOR MANAGEMENT OFFICERS DURING THE REPORTING PERIOD

On 18 April 2023, the Board of Supervisors received the resignation of Mr. YU Yang, a shareholder representative Supervisor of the Bank, who resigned as a shareholder representative Supervisor of the Bank and a member of the Supervision Committee of the Board of Supervisors due to work adjustment. Mr. Yu Yang's resignation became effective on 18 April, 2023. On the same day, the Board of Supervisors of the Bank held a meeting and elected Mr. Wu Chong as a shareholder representative Supervisor and a member of the Supervision Committee of the Board of Supervisors of the Bank, whose appointment was approved at the 2022 annual general meeting of Bank on 18 May 2023. Please refer to the Bank's announcement dated 18 April 2023 entitled "Change of Supervisor" and the announcement entitled "Poll Results of the 2022 Annual General Meeting Held on Thursday, 18 May 2023" for details.

On 11 May 2023, the Board received an application for resignation from Mr. Sun Liguu, who resigned as Chairman and executive Director of the Bank, Chairman of the Strategic Development Committee of the Board, a member of the Nomination and Remuneration Committee of the Board, a member of the Inclusive Finance Development and Consumer Rights Protection Committee of the Board and authorized representative appointed under Rule 3.05 of the Hong Kong Listing Rules upon his retirement, with effect from 11 May 2023. In order to ensure a smooth transition and orderly handover of the work of the Board, Mr. Wu Hongtao, the President of the Bank, has temporarily acted as the Chairman of the Board until the Board elects its next Chairman whose qualification for appointment is approved. On the same day, the Board has also received a resignation application from Mr. Jin Qingjun, who has served as an independent non-executive Director of the Bank for six years and has applied for resignation as an independent non-executive Director of the Bank, the chairman of the Related Party Transactions Control Committee of the Board and a member of the Risk Management Committee of the Board, with effect from the election of a new independent non-executive Director at the general meeting of the Bank and the approval by the regulatory authority to fill the vacancy. For details, please refer to the announcement of the Bank dated 11 May 2023 entitled "Resignation of Chairman; Resignation of Independent Non-executive Director; Proposed Appointment of Executive Director; Proposed Appointment of Independent Non-executive Director and Change of Authorized Representative".

On 11 May 2023, the Board proposed to appoint Mr. Yu Jianzhong as an executive Director of the seventh session of the Board of the Bank and the proposed appointment of Mr. Yu Jianzhong as an executive Director is subject to the approval of the shareholders of the Bank at the general meeting and the formal approval of his qualification by the CBIRC Tianjin Office. The appointment of Mr. Yu Jianzhong was approved by the shareholders of the Bank at the 2023 first extraordinary general meeting on 2 June 2023 and the qualification was approved by CBIRC Tianjin Office on 18 July 2023. For details, please refer to the announcement of the Bank entitled "Announcement on Approval of Qualification of Directorship by the Regulatory Body" dated 19 July 2023.

Directors, Supervisors, Senior Management Officers and Employees

On 11 May 2023, the Board proposed to appoint Mr. Zeng Zhiyuan as an independent non-executive Director of the seventh session of the Board of the Bank and the proposed appointment of Mr. Zeng Zhiyuan as an independent non-executive Director is subject to the approval of the shareholders of the Bank at the general meeting and the formal approval of his qualification by the CBIRC Tianjin Office. The appointment of Mr. Zeng Zhiyuan was approved by the shareholders of the Bank at the 2023 first extraordinary general meeting held on 2 June 2023. For details, please refer to the Bank's announcement dated 11 May 2023 entitled "Resignation of Chairman; Resignation of Independent Non-Executive Director; Proposed Appointment of Executive Director; Proposed Appointment of Independent Non-Executive Director and Change of Authorized Representative" and the announcement entitled "Poll Results of the 2023 First Extraordinary General Meeting Held on Friday, 2 June 2023". On 28 August 2023, the Board of Directors of the Bank received a resignation application from Mr. ZENG Zhiyuan as he is unable to act as an independent non-executive Director of the Bank due to his personal reasons in that he has to focus on his other work engagements, which will be effect from 28 August 2023. For details, please refer to the announcement of the Bank dated 28 August 2023 entitled "Resignation of Proposed Independent Non-executive Director and Proposed Appointment of Independent Non-executive Director".

Save as disclosed above, during the Reporting Period, there is no other relevant information required to be disclosed pursuant to Rule 13.51B(1) of the Hong Kong Listing Rules.

Since the end of the Reporting Period and up to the date of this interim report, the following changes in the Directors, Supervisors and senior management of the Bank have occurred.

On 24 July 2023, the Board elected Mr. Yu Jianzhong as the Chairman of the seventh session of the Board of the Bank, and the relevant appointment shall become effective upon the approval of the regulatory authorities. On the same date, the Board appointed Mr Yu Jianzhong as the chairman of the Strategic Development Committee of the seventh session of the Board of the Bank, a member of the Nomination and Remuneration Committee of the seventh session of the Board of the Bank, and a member of the Inclusive Finance Development and Consumer Rights Protection Committee of the seventh session of the Board of the Bank. The qualification of Mr. Yu Jianzhong as the Chairman of the Board of the Bank was approved by the Tianjin Regulatory Bureau of the NAFR on 28 August 2023. For details, please refer to the announcement of the Bank dated 24 July 2023 entitled "Appointment of the Chairman; Adjustment to the Members of the Special Committees under the Board" and the announcement of the Bank dated 28 August 2023 entitled "Announcement on Approval of the Qualification of Chairman".

On 28 August 2023, the Board proposed to appoint Ms. CHEN Yanhong as an independent non-executive Director of the seventh session of the Board of the Bank and the chairman of the Related Party Transaction Control Committee of the Board and a member of the Risk Management Committee of the Board. The proposed appointment of Ms. CHEN Yanhong as an independent non-executive Director is subject to the approval of the Shareholders of the Bank at the general meeting and the formal approval of her qualification by the regulatory authority. Ms. CHEN Yanhong's service on the relevant special committees under the Board of Directors will take effect at the same time from the date on which her qualification of directorship is approved by the regulatory authorities. For details, please refer to the announcement of the Bank dated 28 August 2023 entitled "Resignation of Proposed Independent Non-executive Director and Proposed Appointment of Independent Non-executive Director".

Directors, Supervisors, Senior Management Officers and Employees

III. COMPANY SECRETARIES

Ms. DONG Xiaodong and Dr. NGAI Wai Fung have been acting as our joint company secretaries since January 2021 and September 2015, respectively. Dr. NGAI Wai Fung is a director and group chief executive officer of SWCS Corporate Services Group (Hong Kong) Limited. Ms. DONG Xiaodong is the primary contact person for Dr. NGAI at the Bank.

IV. SECURITIES TRANSACTIONS BY DIRECTORS, SUPERVISORS AND RELEVANT EMPLOYEES

The Bank adopted the Model Code for Securities Transactions by Directors of Listed Issuers (the “**Model Code**”) as set out in Appendix 10 to the Hong Kong Listing Rules as its codes of conduct regulating securities transactions by the Directors and Supervisors.

After the Bank having made specific enquiries to all Directors and Supervisors, each of the Directors and Supervisors has confirmed that they complied with the Model Code during the Reporting Period.

Directors, Supervisors, Senior Management Officers and Employees

V. DIRECTORS, CHIEF EXECUTIVES' AND SUPERVISORS' INTEREST IN SHARES OF THE BANK

As of the end of the Reporting Period, the interests and short positions of the Directors, Supervisors and the chief executives of the Bank and their associates in the Shares, underlying Shares and debentures of the Bank or its associated corporations (within the meaning of Part XV of the SFO) as recorded in the register required to be kept under Section 352 of the SFO or as otherwise notified to the Bank and the Hong Kong Stock Exchange pursuant to the Model Code for Securities Transactions by Directors of Listed Issuers in Appendix 10 to the Hong Kong Listing Rules are set out as follows:

Director

Name of Director	Capacity	Class of Shares	Number of Shares	
			directly or indirectly held (long position)	Approximate % of interest in our Bank
DONG Xiaodong ⁽¹⁾	Beneficial interest	Domestic Shares	58,564	0.00096%

Note: Ms. DONG Xiaodong served as a Director of the Bank on 18 August 2022

Supervisor

Name of Supervisor	Capacity	Class of Shares	Number of Shares	
			directly or indirectly held (long position)	Approximate % of interest in our Bank
LIU Baorui	Beneficial interest	Domestic Shares	15,959	0.00026%

Save as disclosed above, none of the Directors, the chief executives or the Supervisors of the Bank or their associates has held any interests or short positions in the Shares, underlying Shares or debentures of the Bank or its associated corporations as of the end of the Reporting Period.

Directors, Supervisors, Senior Management Officers and Employees

VI. EMPLOYEES' REMUNERATION POLICIES AND TRAINING PLANS FOR EMPLOYEES

(I) Overview of the employees

As of the end of the Reporting Period, we had 6,573 regular employees in total, of which 1,250 employees at our head office and 5,212 employees at our branches and sub-branches, 69 employees at our consolidated county banks and 42 employees at Bank of Tianjin Financial Leasing Co., Ltd. As of the end of the Reporting Period, we had 5,958 or 90.64% employees who had bachelor's degrees or above, and our staff's average age was 39.6.

By adhering to the concept of diversity, the Bank do not set discriminative or restrictive requirements on nationality, gender, religion, ethnicity or native place during recruitment, treat people with disabilities fairly, treat employees with different background equally and is committed to creating a workplace atmosphere featuring diversity. As of the end of the Reporting Period, we have 2,684 or 40.83% male employees and 3,889 or 59.17% female employees.

(II) Remuneration of the employees

We are gradually building a scientific incentive and restraint mechanism which implements segmental assessment to align our compensation payment with the overall performance of our Bank and individual performance. The Bank contributes to social insurance and other employee benefits for our employees, such as pension insurance, medical insurance, work injury insurance, unemployment insurance, maternity insurance and housing fund in accordance with the applicable PRC laws, regulations and regulatory rules.

In accordance with Regulatory Guidelines for the Stability of Remuneration in Commercial Banks of CBIRC, our Bank has formulated Remuneration Management Policy of Bank of Tianjin Co., Ltd. and Remuneration Management Measures of Bank of Tianjin to regulate our management of remuneration. Our Bank has successfully established a broadband salary management system with diversified composition, standardized management and systematic implementation and adopted a market-oriented and diversified management by region in order to scientifically and effectively motivate our employees and ensure the smooth implementation of our developmental strategies.

(III) Balance of employees' remuneration and results, standard of risk adjustment

Remuneration policies of our Bank are in line with our risk management system and our employee compensation level also match our Bank performance. Based on the principle of combining incentives and restraints, prudent and careful attitude, and being coordinated and sustainable, according to requirements for risk management, the Bank implements a deferred payment and recourse and deduction system for performance remuneration of personnel in positions that have a significant impact on risks. We have strengthened the orientation of performance appraisal to match remuneration with performance contribution, ensure that remuneration incentives match risk-adjusted performance, and prevent aggressive business practices and violations of laws and regulations.

Directors, Supervisors, Senior Management Officers and Employees

(IV) Training plans of the employees

The Bank formulates key points and training plans for staff education and training on a yearly basis and conducts hierarchically key talents cultivation programs including new employees, youth backbones, business professionals and management echelon. The head office organises exemplary training to key business personnel from branches and sub-branches on front-line business operations, promotion of new products and services, customer marketing management, case prevention of internal control and compliance by professions and levels, guiding branches and sub-branches to carry out secondary training in accordance with the actual situation. The Bank has launched the system of job-related post certificates for the staff throughout the Bank. The Bank has also regularly organised various types of vocational qualifications and selection competitive examinations, promoted employee vocational qualification management and encouraged employees to attend external professional qualification courses. As of the date of this report, more than 15,441 people passed the tests and obtained various kinds of vocational qualification certificates.

Important Events

I. CORPORATE GOVERNANCE CODE

During the Reporting Period, our Bank continued to improve the transparency of its corporate governance to protect the interests of shareholders and enhance the corporate value.

Our Bank has established a relatively comprehensive corporate governance structure in accordance with the requirements of the Hong Kong Listing Rules. The composition of the Board and the special committees of the Board is in compliance with the requirements of the Hong Kong Listing Rules. Our Bank clearly defines the responsibilities of the Shareholders' general meeting, the Board of Directors, the Board of Supervisors and senior management. The Shareholders' general meeting is the supreme authority of the Bank. The Board of Directors is accountable to the Shareholders' general meeting. The Board of Directors has established six special committees which operate under the leadership of the Board and provide opinions for the Board's decisions. The Board of Supervisors supervises the stable and sound operations of the Bank and the performance of duties of the Board and senior management. Senior management under the leadership of the Board is responsible for implementing resolutions of the Board and taking charge of the daily business and management of the Bank and reporting regularly to the Board of Directors and the Board of Supervisors. The President of the Bank is appointed by the Board and is responsible for the operation and management of the overall business of the Bank.

Our Bank has adopted the Corporate Governance Code (the "**Code**") in Appendix 14 to the Hong Kong Listing Rules, and has met the requirements of the PRC commercial bank administrative system and corporate governance and has established a sound corporate governance system. The Board believes that our Bank has always complied with the requirements of the code provisions set out in the Code in Part II of Appendix 14 to the Hong Kong Listing Rules during the Reporting Period.

Our Bank is committed to maintaining high standards in corporate governance. Our Bank will continue to enhance its corporate governance to ensure compliance with the Code and meeting expectations from our Shareholders and potential investors.

Important Events

SHAREHOLDERS' GENERAL MEETINGS

During the Reporting Period, the Bank held two Shareholders' general meetings, details of which are set out below:

At the 2022 annual general meeting of the Bank held at office area of the East Building of Bank of Tianjin at No. 15 Youyi Road, Hexi District, Tianjin, the PRC on 18 May 2023, Shareholders and proxies attending the annual general meeting represented an aggregate of 3,662,170,695 Shares of the Bank carrying voting rights, being approximately 68.12% of the total number of Shares carrying voting rights of the Bank as at the date of the annual general meeting. Proposals were considered and approved, including the Work Report of the Board of Directors for 2022, Work Report of the Board of Supervisors for 2022, the Report for Final Financial Accounts for 2022, the Profit Distribution Plan for 2022, the Report for Financial Budget for 2023, the engagement of external auditors to review and audit the financial statements for 2023, the Report of the Investment Plan for 2023 and the proposed appointment of Mr. WU Chong (吳翀) as shareholder representative Supervisor.

At the 2023 first extraordinary general meeting of the Bank held at office area of the East Building of Bank of Tianjin at No. 15 Youyi Road, Hexi District, Tianjin, the PRC on 2 June 2023, Shareholders and proxies attending the extraordinary general meeting represented an aggregate of 3,552,936,405 Shares of the Bank carrying voting rights, being approximately 66.09% of the total number of Shares carrying voting rights of the Bank as at the date of the extraordinary general meeting. Proposals were considered and approved, including the proposed appointment of Mr. YU Jianzhong as an executive Director and the proposed appointment of Mr. ZENG Zhiyuan as an independent non-executive Director.

The notices and convening and voting procedures of the above-mentioned Shareholders' general meetings were all in compliance with the relevant requirements of the Company Law of the People's Republic of China, the Articles of Association and the Hong Kong Listing Rules. Please refer to the poll results announcements published on the websites of the Bank and the Hong Kong Stock Exchange on the date of convening the meetings for details.

Board of Directors and Special Committees Meetings

During the Reporting Period, the Board of Directors held 3 meetings, at which 39 resolutions were considered and approved. Special committees under the Board of Directors held 12 meetings, including 3 meetings of the strategic development committee, 2 meetings of the audit committee, 2 meetings of the related party transactions control committee, 2 meetings of the risk management committee, 2 meetings of the nomination and remuneration committee and 1 meeting of the inclusive finance development and consumer rights protection committee, at which 51 proposals were considered and approved.

Board of Supervisors and Special Committees Meetings

During the Reporting Period, the Board of Supervisors held 4 meetings, at which 46 resolutions were considered and approved. Special committees under the Board of Supervisors held 7 meetings, including 4 meetings of the supervision committee and 3 meetings of the nomination committee, at which 64 proposals were considered and approved.

Important Events

II. USE OF PROCEEDS

The proceeds from the issuance of H shares of the Bank had been used in accordance with the intended usage as disclosed in the prospectus of the Bank. The net proceeds raised from the global offering of the Bank (after deduction of the underwriting fees and commissions and estimated expenses payable by the Bank in connection with the global offering) had been completely applied to strengthen the capital of the Bank to support the ongoing growth of its business.

III. PROFITS AND DIVIDENDS

The Bank's revenue for the Reporting Period and the Bank's financial position as of the end of the Reporting Period are set out in the interim financial statements of this interim report.

The profit distribution plan for 2022 of the Bank was considered and approved by the Shareholders of the Bank at the 2022 annual general meeting of the Bank held on 18 May 2023. The Bank has not distributed any final dividend for the year of 2022.

The Bank will not distribute any interim dividend for the first six months of 2023 or convert any capital reserve into share capital.

IV. CONNECTED TRANSACTIONS

During the Reporting Period, in the ordinary and usual course of business of the Bank, it provides commercial banking services and products to the public in China, which includes substantial Shareholders, certain Directors and Supervisors, the President and/or each of their respective associates. Each of the above is a connected person of the Bank under the Hong Kong Listing Rules. As these transactions are entered into on normal commercial terms in the ordinary and usual course of the business of the Bank, such transactions are exempt from the reporting, annual review, disclosure and independent Shareholders' approval requirements under Chapter 14A of the Hong Kong Listing Rules.

V. RELATED PARTY TRANSACTIONS

The details of the related party transactions conducted by the Bank in the ordinary and usual course of business during the Reporting Period are set out in note 40 to the financial statements. The definition of connected persons under Chapter 14A of the Hong Kong Listing Rules is different from the definition of related parties under the International Accounting Standard 24 "Related Party Disclosures", and its interpretations by the International Accounting Standards Board. Certain related party transactions set out in the notes to the financial statements also constitute connected transactions as defined under the Hong Kong Listing Rules, but none constitute a discloseable connected transaction as required under the Hong Kong Listing Rules.

Important Events

VI. OVERALL SITUATION OF RELATED PARTY TRANSACTIONS UNDER REGULATORY STANDARDS

According to the Measures for the Administration of Related Party Transactions of Banking and Insurance Institutions, the overall situation of related party transactions under the regulatory standards of the Bank during the Reporting Period is as follows:

(I) Identification of related parties

As of the end of the Reporting Period, the Bank's list of related parties includes 2,471 related natural persons and 576 related legal persons or other organizations. Among them: 71 related natural persons were added, 135 were deleted and 21 were information changed in the first half of the year; 15 related legal persons were added, 24 were deleted and 104 were information changed in the first half of the year.

(II) Filing and approval of related party transactions

During the Reporting Period, the Bank considered and approved a total of 3 major related party transactions regarding credit granting with a total amount of RMB29.2 billion, and accepted 36 general related party transactions regarding credit granting and provision of service for filing and approval with a total amount of RMB6.227 billion.

(III) Implementation of regulatory ratios

As at the end of the Reporting Period, the credit balance of the largest single account accounted for 4.90% of the Bank's net capital, which did not exceed 10% as stipulated by regulatory authorities; the credit balance of the customers of the group in which the largest related legal person or other organization was located accounted for 10.08% of the Bank's net capital, which did not exceed 15% as stipulated by the regulatory authorities; the credit balance of all related parties is RMB23.520 billion, accounting for 33.59% of the Bank's net capital, which did not exceed 50% as stipulated by regulatory authorities.

During the Reporting Period, the Bank's related party credit extension business has complied with the requirements of various regulatory indicators, and no irregularities were found in the issuance of unsecured loans to related parties, the credit extension by pledging the Bank's equity interests or guarantees given for the financing of related parties.

Important Events

VII. MATERIAL LITIGATIONS AND ARBITRATIONS

As of the date of this interim report, our Bank does not expect any of our current and pending legal or arbitration proceedings to have, individually or in aggregate, a material adverse effect on our business, financial condition and result of operations.

Litigation against our Tianbao Sub-branch in relation to customers' deposits

From December 2018 to April 2019, the Secondary Intermediate People's Court of Tianjin and the Tianjin High People's Court successively issued the final rulings on the litigation against our Tianbao Sub-branch in relation to customers' deposits that occurred in January 2014. The final rulings ruled that, as 9 companies, including Tianjin Sangzidi Enterprise Co., Ltd. (renamed Wuzhou Glory (Tianjin) Group Co. Ltd. afterwards) and 5 individuals, including Qi Fengcheng (changed to Wang Weiqiang afterwards) and Zhang Li received principal and interest through the "circulation outside of the system" method, they were suspected of committing economic crimes. As those actions involved same legal relationships in civil litigations, the courts dismissed the prosecution against Bank of Tianjin initiated by all the abovementioned companies and individuals and referred the case materials to the public security authorities.

Since May 2019, 9 companies, including Wuzhou Glory (Tianjin) Group Co. Ltd. and 4 individuals, including Wang Weiqiang and Zhang Li successively submitted an application for civil retrial to Tianjin High People's Court and the Supreme People's Court. Tianjin High People's Court and the Supreme People's Court issued a civil ruling rejecting the retrial submission to 5 companies and 1 individual and approving the withdrawal of retrial submissions of 4 companies and 3 individuals.

Under the circumstances that the final rulings have taken effect and there has been no change to the basis of the rulings, the Bank received a notice of response to action in April 2020, as 5 companies, including Wuzhou Glory (Tianjin) Group Co. Ltd. and 4 individuals, including Wang Weiqiang and Zhang Li have, based on the same facts and reasons as the aforementioned cases, filed lawsuits against the Bank again in relation to savings deposit contract dispute to the Secondary Intermediate People's Court of Tianjin, which is currently under trial.

Litigation against Zhejiang Chouzhou Commercial Bank Raised by Our Shanghai Branch in relation to the Bank Acceptances Held under a Resale Agreement

In April 2016, our Shanghai Branch filed a lawsuit against Zhejiang Chouzhou Commercial Bank with Shanghai High People's Court. The litigation involves the bank acceptances held under a resale agreement entered into between our Bank and Zhejiang Chouzhou Commercial Bank. On 13 January 2016, the Bank transferred an amount of RMB986 million to Zhejiang Chouzhou Commercial Bank. Upon maturity on 6 April 2016, our Bank failed to receive the payment of RMB786 million.

The case was heard by the Shanghai Financial Court, the Shanghai Municipal Higher People's Court and the Supreme People's Court, which ruled that Zhejiang Chouzhou Commercial Bank was liable to pay supplementary compensation to the extent of RMB40 million for the losses that could not be recovered by our Shanghai Branch through the criminal recovery process. Our Shanghai Branch is preparing to file a protest.

Important Events

VIII. PUNISHMENT ON THE BANK AND ITS DIRECTORS, SUPERVISORS AND SENIOR MANAGEMENT OFFICERS

During the Reporting Period, none of the Bank, the Directors, the Supervisors or the senior management officers of the Bank were subject to any investigation, administrative penalty or public criticism by China Securities Regulatory Commission or any public censure by any securities exchange, or any punishment by any other regulatory authorities which would have a material impact on the Bank's operations.

IX. PERFORMANCE OF UNDERTAKINGS BY THE BANK AND SHAREHOLDERS HOLDING 5% OR MORE OF THE SHARES

During the Reporting Period, neither the Bank nor its Shareholders holding 5% or more of the total shares in issue of the Bank gave any undertakings.

X. SIGNIFICANT INVESTMENT, MATERIAL ACQUISITION AND DISPOSAL OF ASSETS AND BUSINESS MERGER

There was no significant investment of the Bank during the Reporting Period. During the Reporting Period, the Bank was not engaged in any material acquisition or disposal of assets or business merger.

XI. IMPLEMENTATION OF SHARE SCHEME DURING THE REPORTING PERIOD

During the Reporting Period, the Bank had not implemented any share scheme.

XII. APPOINTMENT AND DISMISSAL OF AUDITORS

At the 2022 annual general meeting of the Bank held on 18 May 2023, the Shareholders considered and approved the re-appointment of PricewaterhouseCoopers Zhong Tian LLP as the domestic auditor of the Bank to audit the 2023 annual financial report under the generally accepted accounting standards in the PRC, and the re-appointment of PricewaterhouseCoopers as the international auditor of the Bank to review the 2023 interim financial report and audit the annual financial report under the International Financial Reporting Standards and their remunerations, to hold office until the conclusion of the 2023 annual general meeting of the Bank.

XIII. SUBSEQUENT EVENTS

No significant events occurred to the Bank and its subsidiaries after the Reporting Period.

Important Events

XIV. REVIEW OF THE INTERIM REPORT

The interim financial statements disclosed in this interim report have not been audited. The interim financial statements for the six months ended 30 June 2023 prepared by the Bank in accordance with the International Accounting Standard 34 promulgated by the International Accounting Standards Board and the Hong Kong Listing Rules have been reviewed by PricewaterhouseCoopers in accordance with the International Standard on Review Engagements.

The Board and the audit committee of the Board have reviewed and approved the interim report of the Bank.

XV. PUBLICATION OF INTERIM REPORT

This interim report is prepared in both English and Chinese versions. In the event of any discrepancies in interpretation between the English version and Chinese version, the Chinese version shall prevail.

Report on Review of Independent Auditor

To the Board of Directors of Bank of Tianjin Co., Ltd.

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

INTRODUCTION

We have reviewed the interim financial information set out on pages 92 to 140, which comprises the interim condensed consolidated statement of financial position of Bank of Tianjin Co., Ltd. ("the Bank") and its subsidiaries (together, the "Group") as at 30 June 2023 and the condensed consolidated statement of comprehensive income, the condensed consolidated statement of changes in equity and the condensed consolidated statement of cash flows for the six-month period then ended, and selected explanatory notes. The Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited require the preparation of a report on interim financial information to be in compliance with the relevant provisions thereof and International Accounting Standard 34 "Interim Financial Reporting". The directors of the Company are responsible for the preparation and presentation of this interim financial information in accordance with International Accounting Standard 34 "Interim Financial Reporting". Our responsibility is to express a conclusion on this interim financial information based on our review and to report our conclusion solely to you, as a body, in accordance with our agreed terms of engagement and for no other purpose. We do not assume responsibility towards or accept liability to any other person for the contents of this report.

SCOPE OF REVIEW

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

CONCLUSION

Based on our review, nothing has come to our attention that causes us to believe that the interim financial information of the Group is not prepared, in all material respects, in accordance with International Accounting Standard 34 "Interim Financial Reporting".

PricewaterhouseCoopers

Certified Public Accountants

Hong Kong, 28 August 2023

Interim Financial Statements

Condensed Consolidated Statement of Comprehensive Income

FOR THE SIX MONTHS ENDED 30 JUNE 2023

(All amounts in thousands of RMB unless otherwise stated)

	Note	For the	
		six months ended 30 June	
		2023	2022
		(Unaudited)	(Unaudited)
Interest income		15,263,505	15,055,020
Interest expense		(9,792,663)	(9,514,403)
Net interest income	5	5,470,842	5,540,617
Investment income	6	1,265,476	878,929
Fee and commission income		1,248,533	1,042,428
Fee and commission expense		(225,825)	(229,773)
Net fee and commission income	7	1,022,708	812,655
Net trading gains	8	197,129	483,385
Net gains arising from derecognition of financial assets measured at amortised cost	9	32,585	103,150
Other income, gains or losses	10	142,765	18,946
Operating income		8,131,505	7,837,682
Operating expenses	11	(1,906,601)	(2,048,245)
Impairment losses under expected credit loss model, net of reversals	12	(5,171,142)	(2,248,105)
Share of results of associates		9,692	9,196
Profit before tax		1,063,454	3,550,528
Income tax expense	13	(227,529)	(522,622)
Profit for the period		835,925	3,027,906
Net profit attributable to:			
Shareholders of the Bank		833,918	3,023,600
Non-controlling interests		2,007	4,306

Interim Financial Statements

Condensed Consolidated Statement of Comprehensive Income

FOR THE SIX MONTHS ENDED 30 JUNE 2023
(All amounts in thousands of RMB unless otherwise stated)

	Note	For the six months ended 30 June 2023 (Unaudited)	2022 (Unaudited)
Other comprehensive income:			
Items that may be reclassified subsequently to profit or loss:			
Fair value gains/(losses) on:			
– Financial assets measured at fair value through other comprehensive income		750,370	(83,257)
Amount reclassified to profit or loss upon disposal of:			
– Financial assets measured at fair value through other comprehensive income		(172,190)	(77,425)
Impairment loss for financial assets measured at fair value through other comprehensive income included in profit or loss		(30,269)	19,606
Income tax relating to items that may be reclassified to profit or loss		(137,000)	35,269
Other comprehensive income for the period (net of tax)		410,911	(105,807)
Total comprehensive income for the period		1,246,836	2,922,099
Profit for the period attributable to:			
Shareholders of the Bank		1,244,829	2,917,793
Non-controlling interests		2,007	4,306
		1,246,836	2,922,099
Earnings per share (expensed in RMB Yuan per share):			
– Basic and diluted	14	0.14	0.50

The accompanying notes are an integral part of these interim consolidated financial statements.

Interim Financial Statements

Condensed Consolidated Statement of Financial Position

AS AT 30 JUNE 2023

(All amounts in thousands of RMB unless otherwise stated)

	Note	30 June 2023 (Unaudited)	31 December 2022 (Audited)
ASSETS			
Cash and balances with the central bank	16	40,480,199	42,912,719
Deposits with banks and other financial institutions	17	4,190,560	6,338,690
Placements with banks and other financial institutions	18	26,674,607	26,347,825
Derivative financial assets	19	194,178	58,811
Financial assets held under resale agreements	20	246,894	11,053,540
Financial assets at fair value through profit or loss	21	93,446,541	76,140,375
Debt instruments at fair value through other comprehensive income	22	72,615,153	65,492,044
Loans and advances to customers	23	371,343,366	337,397,157
Debt instruments at amortised cost	24	159,609,678	180,133,899
Equity instruments at fair value through other comprehensive income	25	1,642,224	1,642,224
Deferred tax assets	26	4,121,509	4,475,513
Other assets	27	5,134,570	5,235,255
Property and equipment	28	2,291,504	2,455,711
Right-of-use assets	28	1,028,108	1,120,158
Interests in associates	29	288,621	278,930
TOTAL ASSETS		783,307,712	761,082,851
LIABILITIES			
Borrowings from the central bank	31	65,061,446	61,798,955
Deposits from banks and other financial institutions	32	44,734,535	42,073,862
Placements from banks and other financial institutions	33	32,005,608	23,312,180
Financial assets sold under repurchase agreements	34	72,638,062	76,259,825
Derivative financial liabilities	19	30,321	60,220
Income tax payable		10,662	5,339
Other liabilities	35	5,565,951	4,560,627
Lease liabilities		1,048,873	1,154,111
Due to customers	36	420,105,884	397,765,271
Debt securities issued	37	80,240,402	93,473,329
TOTAL LIABILITIES		721,441,744	700,463,719

Interim Financial Statements

Condensed Consolidated Statement of Financial Position

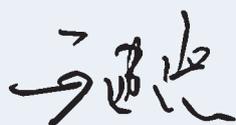
AS AT 30 JUNE 2023

(All amounts in thousands of RMB unless otherwise stated)

	30 June 2023 (Unaudited)	31 December 2022 (Audited)
EQUITY		
Share capital	6,070,552	6,070,552
Capital reserve	10,731,130	10,731,130
Investment revaluation reserve	(86,199)	(497,110)
Surplus reserve	3,352,480	3,352,480
General reserve	9,221,377	9,221,377
Retained earnings	31,740,470	30,906,552
Equity attributable to shareholders of the Bank	61,029,810	59,784,981
Non-controlling interests	836,158	834,151
TOTAL EQUITY	61,865,968	60,619,132
TOTAL EQUITY AND LIABILITIES	783,307,712	761,082,851

The accompanying notes are an integral part of these interim consolidated financial statements.

The consolidated financial statements on pages 92 to 140 were approved and authorised for issue by the Board of Directors on 28 August 2023 and are signed on its behalf by:



EXECUTIVE DIRECTOR



EXECUTIVE DIRECTOR

Interim Financial Statements

Condensed Consolidated Statement of Changes in Equity

FOR THE SIX MONTHS ENDED 30 JUNE 2023

(All amounts in thousands of RMB unless otherwise stated)

	Attributable to shareholders of the Bank						Subtotal	Non-controlling interests	Total
	Share capital	Capital reserve	Investment revaluation reserve	Surplus reserve	General reserve	Retained earnings			
As at 31 December 2022 (Audited)	6,070,552	10,731,130	(497,110)	3,352,480	9,221,377	30,906,552	59,784,981	834,151	60,619,132
Profit for the period	-	-	-	-	-	833,918	833,918	2,007	835,925
Other comprehensive income for the period	-	-	410,911	-	-	-	410,911	-	410,911
Total comprehensive income for the period	-	-	410,911	-	-	833,918	1,244,829	2,007	1,246,836
As at 30 June 2023 (Unaudited)	6,070,552	10,731,130	(86,199)	3,352,480	9,221,377	31,740,470	61,029,810	836,158	61,865,968
As at 31 December 2021 (Audited)	6,070,552	10,731,130	(12,335)	3,352,480	9,216,746	27,346,218	56,704,791	836,047	57,540,838
Profit for the period	-	-	-	-	-	3,023,600	3,023,600	4,306	3,027,906
Other comprehensive income for the period	-	-	(105,807)	-	-	-	(105,807)	-	(105,807)
Total comprehensive income for the period	-	-	(105,807)	-	-	3,023,600	2,917,793	4,306	2,922,099
As at 30 June 2022 (Unaudited)	6,070,552	10,731,130	(118,142)	3,352,480	9,216,746	30,369,818	59,622,584	840,353	60,462,937

The accompanying notes are an integral part of these interim consolidated financial statements.

Interim Financial Statements

Condensed Consolidated Statement of Cash Flows

FOR THE SIX MONTHS ENDED 30 JUNE 2023
(All amounts in thousands of RMB unless otherwise stated)

	For the	
	six months ended 30 June	
	2023	2022
	(Unaudited)	(Unaudited)
OPERATING ACTIVITIES		
Profit before tax	1,063,454	3,550,528
Adjustments for:		
Depreciation and amortisation	408,058	409,733
Impairment losses under expected credit loss model, net of reversals	5,171,142	2,248,105
Share of results of associates	(9,692)	(9,196)
Interest income arising from debt instruments at FVOCI and at amortised costs	(3,819,414)	(4,500,754)
Interest expense arising from debt securities issued	1,036,035	1,583,114
Interest expense arising from lease liabilities	20,765	21,998
Investment income	(1,265,476)	(878,929)
Net trading losses	(197,129)	(483,385)
Net gains arising from derecognition of financial assets measured at amortised cost	(32,585)	(103,150)
Dividend income from investment securities	–	(66,016)
Other income, gains or losses	14,755	–
Operating cash flows before movements in working capital	2,389,913	1,772,048
(Increase)/Decrease in balances with the central bank and deposits with banks and other financial institutions	(1,834,653)	1,329,322
Decrease/(Increase) in placements with banks and other financial institutions	452,226	(7,047,152)
Increase in financial assets held for trading and derivative financial assets	(2,863,129)	(1,332,850)
Increase in loans and advances to customers	(38,410,573)	(13,455,849)
Increase in borrowings from the central bank	3,103,512	10,252,518
Increase in deposits from banks and other financial institutions	2,619,416	2,395,344
Increase/(Decrease) in placements from banks and other financial institutions	8,581,289	(899,445)
Decrease in financial liabilities held for trading and derivative financial liabilities	(29,899)	(654,165)
(Decrease)/Increase in financial assets sold under repurchase agreements	(3,592,850)	3,186,846
Increase in customer deposits	21,818,368	11,142,078
Decrease in other operating assets	9,911,960	622,917
Increase in other operating liabilities	1,631,672	696,749
Cash generated by operating activities	3,777,252	8,008,361
Income tax paid	(15,863)	(56,071)
Net cash generated by operating activities	3,761,389	7,952,290

Interim Financial Statements

Condensed Consolidated Statement of Cash Flows

FOR THE SIX MONTHS ENDED 30 JUNE 2023

(All amounts in thousands of RMB unless otherwise stated)

	Note	For the	
		2023	2022
		(Unaudited)	(Unaudited)
INVESTING ACTIVITIES			
Cash received from disposal and redemption of investment securities		102,417,483	92,332,957
Cash received from disposal of property and equipment and other assets		11,507	66,912
Cash paid for purchase of investment securities		(103,506,874)	(107,624,894)
Cash paid for purchase of property and equipment and other assets		(115,845)	(138,222)
Interest and investment income from investment securities		6,013,719	10,613,632
Net cash generated/(used in) by investing activities		4,819,990	(4,749,615)
FINANCING ACTIVITIES			
Cash received from debt securities issued		80,705,302	66,169,792
Repayment of debt securities issued		(94,096,500)	(65,030,000)
Repayment of lease liabilities		(168,381)	(162,036)
Interest paid on financing activities		(877,764)	(1,743,370)
Dividends paid		(753)	(187)
Net cash used in financing activities		(14,438,096)	(765,801)
Net (decrease)/increase in cash and cash equivalents		(5,856,717)	2,436,874
Cash and cash equivalents at the beginning of the period		22,058,157	15,157,013
Effect of foreign exchange rate changes		333,015	190,490
Cash and cash equivalents at the end of the period	38	16,534,455	17,784,377
Net cash generated by operating activities include:			
Interests received		12,789,731	11,777,168
Interest paid		(8,155,982)	(6,840,419)
Net interest received from operating activities		4,633,749	4,936,749

The accompanying notes are an integral part of these interim consolidated financial statements.

Interim Financial Statements

Notes to the Condensed Consolidated Financial Statements

FOR THE SIX MONTHS ENDED 30 JUNE 2023
(All amounts in thousands of RMB unless otherwise stated)

1 GENERAL INFORMATION

Bank of Tianjin Co., Ltd. (the “Bank”) is formerly known as Tianjin City Cooperative Bank Co., Ltd., a stock limited commercial bank established in Tianjin Municipality of the People’s Republic of China (the “PRC”) in November 1996 with the approval of the People’s Bank of China (“PBOC”). The Bank changed its name to Tianjin City Commercial Bank Co., Ltd. in August 1998 and then to Bank of Tianjin Co., Ltd. in February 2007.

The Bank is licensed as a financial institution by the China Banking and Insurance Regulatory Commission (the “CBIRC”) Tianjin Bureau (No. B0108H212000001) and is registered as a business enterprise with the approval of Tianjin Market and Quality Supervision Administration (Unified Credit Record No. 911200001030702984). The Bank was listed on The Stock Exchange of Hong Kong Limited on 30 March 2016.

As at 30 June 2023, the Bank had a total of 14 tier-one branches, 9 of which are located in Tianjin Municipality and 5 are located outside of Tianjin Municipality.

The approved business scope of the Bank and its subsidiaries (collectively referred to as the “Group”) consists of deposit taking; granting of short-term, medium-term and long-term loans; handling domestic and overseas settlement; handling bill acceptance and discounting; issuing financial bonds; acting as agent to issue, settle and underwrite government bonds; trading of government bonds; engaging in inter-bank placement; bank cards business; providing letter of credit services and guarantee; acting as agent on inward and outward payments, acting as insurance agent; providing safe-box service; securities investment fund sales business; client transaction settlement funds custody business as a legal person bank; foreign currency deposit taking, granting of loans; foreign currency remittance, currency exchange; international settlement; foreign currency sale and settlement; inter-bank foreign currency placement; foreign currency guarantee; foreign currency borrowing; foreign currency bill acceptance and discount; credit investigation, consulting and business witness; proprietary and broker trading of foreign currency marketable securities other than stocks; proprietary and broker trading of foreign exchange; financial leasing; transfer of assets under finance lease; securities investment with fixed income, lease guarantee deposits from lessees; time deposit taking from non-bank shareholders with over 3 months (inclusive) maturity; inter-bank placements, borrowings from financial institutions, overseas borrowings; sales and disposal of leased properties; economic consulting, and other businesses as approved by the banking regulatory authorities under the State Council and other regulatory authorities. (certain projects are subject to additional approval of authorities)..

The condensed consolidated financial statements are presented in Renminbi (“RMB”), which is also the functional currency of the Bank and its subsidiaries.

Interim Financial Statements

Notes to the Condensed Consolidated Financial Statements

FOR THE SIX MONTHS ENDED 30 JUNE 2023
(All amounts in thousands of RMB unless otherwise stated)

2 BASIS OF PRESENTATION

The condensed consolidated financial statements are prepared in accordance with the International Accounting Standard 34 ("IAS 34") Interim Financial Reporting issued by the International Accounting Standards Board ("IASB") as well as the applicable disclosure requirements of the Rules Governing the Listing of Securities on the Stock Exchange of Hong Kong Limited. The condensed consolidated financial statements do not include all the information and disclosures required in the annual financial statements, and should be read in conjunction with the Group's annual financial statements for the year ended 31 December 2022.

3 MATERIAL ACCOUNTING POLICY INFORMATION

The condensed consolidated financial statements are prepared on the historical cost basis except for certain financial instruments which are measured at fair value, as appropriate.

Other than additional accounting policies resulting from application of amendments to International Financial Reporting Standards ("IFRS"), the accounting policies and methods of computation used in the condensed consolidated financial statements for the six months ended 30 June 2023 are the same as those presented in the Group's annual financial statements for the year ended 31 December 2022.

(1) Standards, amendments and interpretations effective on 1 January 2023

On 1 January 2023, the Group adopted the following new standards, amendments and interpretations. The Group has not early adopted any other standards, interpretations or amendments that have been issued but are not yet effective.

IAS 1 Amendments	Classification of Liabilities as Current or Non-current
IFRS 17 and Amendments	Insurance Contracts
IAS 1 and IFRS Practice Statement 2 Amendments	Disclosure of Accounting Policies
IAS 8 Amendments	Definition of Accounting Estimates
IAS 12 Amendments	Deferred Tax related to Assets and Liabilities arising from a Single Transaction
IAS 12 Amendments	International Tax Reform-Pillar Two model rules

For the six months ended 30 June 2023, the adoption of the above amendments does not have a significant impact on the operation results, comprehensive income and financial position of the Group.

Interim Financial Statements

Notes to the Condensed Consolidated Financial Statements

FOR THE SIX MONTHS ENDED 30 JUNE 2023
(All amounts in thousands of RMB unless otherwise stated)

3 MATERIAL ACCOUNTING POLICY INFORMATION *(Continued)*

(2) Standards, amendments and interpretations that are not yet effective and have not been early adopted by the Group in 2023:

		Effective for annual periods beginning on or after
IFRS 16 Amendments	Leases on Sale and Leaseback	1 January 2024
IAS 1 Amendments	Non Current Liabilities with Covenants	1 January 2024
IFRS 10 and IAS 28 Amendments	Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	Effective date has been deferred indefinitely

The Group is assessing the impact of adopting the above new standards and amendments. Currently the adoption of the above is expected not to have a material impact on the Group's consolidated financial statements.

4 SEGMENT ANALYSIS

Operating segments are identified on the basis of internal reports about components of the Group that are regularly reviewed by the Board of Directors and relevant management committees (chief operating decision maker) for the purposes of allocating resources to segments and assessing their performance. The Group's chief operating decision maker reviews consolidated financial statements mainly based on operating segments for the purpose of allocating resources and performance assessment.

Measurement of segment assets and liabilities and segment income and result is based on the Group's accounting policies. Segment information is prepared in conformity with the accounting policies adopted for preparing and presenting the consolidated financial statements.

Internal charges and transfer pricing are determined with reference to market rates and have been reflected in the performance of each segment. Interest income and expense arising from internal charges and transfer pricing adjustments are referred to as 'inter-segment interest income/expense'. Interest income and expense earned from/incurred with third parties are referred to as 'external interest income/expense'.

The Group has no major customer which contributes to 10 percent or more of the Group's income. No geographical information is presented as most of the Group's operations are conducted and most of its non-current assets are located and therefore revenue is derived from activities in Mainland China.

Segment revenues, results, assets and liabilities include items directly attributable to a segment as well as those that can be allocated on a reasonable basis.

Interim Financial Statements

Notes to the Condensed Consolidated Financial Statements

FOR THE SIX MONTHS ENDED 30 JUNE 2023

(All amounts in thousands of RMB unless otherwise stated)

4 SEGMENT ANALYSIS *(Continued)*

Operating Segments

The Group provides a diversified range of banking and related financial services. The products and services offered to customers are organised into the following operating segments:

Corporate banking

The corporate banking segment provides financial products and services to corporations and government agencies. The products and services include corporate loans, trade financing, deposit takings and other types of corporate intermediary services.

Personal banking

The personal banking segment provides financial products and services to individual customers. The products and services include personal loans, personal deposit products, card business, personal wealth management services and other types of personal intermediary services.

Treasury operations

The Group's treasury operations conduct money market, foreign exchange, precious metal and derivatives transactions, and debt instruments investments for its own accounts or on behalf of customers.

Others

Others include head office operations as well as items that are not attributed to the above segments.

Interim Financial Statements

Notes to the Condensed Consolidated Financial Statements

FOR THE SIX MONTHS ENDED 30 JUNE 2023
(All amounts in thousands of RMB unless otherwise stated)

4 SEGMENT ANALYSIS *(Continued)*

	Corporate banking	Personal banking	Treasury operation	Others	Total
For the six months ended 30 June 2023					
External interest income	6,133,105	4,206,970	4,923,430	-	15,263,505
External interest expense	(4,032,497)	(2,093,331)	(3,666,835)	-	(9,792,663)
Inter-segment interest income/(expense)	1,020,748	588,796	(1,609,544)	-	-
Net interest income	3,121,356	2,702,435	(352,949)	-	5,470,842
Investment income	-	-	1,265,476	-	1,265,476
Fee and commission income	313,838	202,608	732,087	-	1,248,533
Fee and commission expense	(16,958)	(201,759)	(7,108)	-	(225,825)
Net fee and commission income	296,880	849	724,979	-	1,022,708
Net trading gains	-	-	197,129	-	197,129
Net gains arising from derecognition of financial assets measured at amortised cost	-	-	32,585	-	32,585
Other income, gains or losses	-	-	54,674	88,091	142,765
Operating income	3,418,236	2,703,284	1,921,894	88,091	8,131,505
Operating expenses	(763,382)	(758,172)	(385,047)	-	(1,906,601)
Impairment losses under expected credit loss model, net of reversals	(3,138,629)	(2,440,302)	407,789	-	(5,171,142)
Share of results of associates	-	-	-	9,692	9,692
Profit before tax	(483,775)	(495,190)	1,944,636	97,783	1,063,454
Income tax expense					(227,529)
Profit for the period					835,925
Depreciation and amortisation	(171,304)	(140,439)	(96,315)	-	(408,058)
Capital expenditure	(37,898)	(39,018)	(4,917)	(34,012)	(115,845)
As at 30 June 2023					
Segment assets	252,196,512	124,202,281	404,428,306	2,480,613	783,307,712
Segment liabilities	(265,402,390)	(163,738,467)	(290,222,166)	(2,078,721)	(721,441,744)
Supplementary information Credit commitments	77,033,371	16,448,886	-	-	93,482,257

Interim Financial Statements

Notes to the Condensed Consolidated Financial Statements

FOR THE SIX MONTHS ENDED 30 JUNE 2023

(All amounts in thousands of RMB unless otherwise stated)

4 SEGMENT ANALYSIS (Continued)

	Corporate banking	Personal banking	Treasury operation	Others	Total
For the six months ended 30 June 2022					
External interest income	4,910,203	4,401,944	5,742,873	–	15,055,020
External interest expense	(4,014,133)	(1,658,539)	(3,841,731)	–	(9,514,403)
Inter-segment interest income/(expense)	1,756,886	(21,512)	(1,735,374)	–	–
Net interest income	2,652,956	2,721,893	165,768	–	5,540,617
Investment income	–	–	878,929	–	878,929
Fee and commission income	201,977	246,963	593,488	–	1,042,428
Fee and commission expense	(57,414)	(169,303)	(3,056)	–	(229,773)
Net fee and commission income	144,563	77,660	590,432	–	812,655
Net trading gains	–	–	483,385	–	483,385
Net gains arising from derecognition of financial assets measured at amortised cost	–	–	103,150	–	103,150
Other income, gains or losses	(21,570)	–	24,626	15,890	18,946
Operating income	2,775,949	2,799,553	2,246,290	15,890	7,837,682
Operating expenses	(709,199)	(864,918)	(474,128)	–	(2,048,245)
Impairment losses under expected credit loss model, net of reversals	(303,373)	(1,880,771)	(63,961)	–	(2,248,105)
Share of results of associates	–	–	–	9,196	9,196
Profit before tax	1,763,377	53,864	1,708,201	25,086	3,550,528
Income tax expense					(522,622)
Profit for the period					3,027,906
Depreciation and amortisation	(144,602)	(148,118)	(117,013)	–	(409,733)
Capital expenditure	(44,648)	(54,637)	(8,137)	(30,800)	(138,222)
As at 31 December 2022					
Segment assets	218,918,690	124,299,293	415,723,215	2,141,653	761,082,851
Segment liabilities	(260,002,570)	(142,868,230)	(297,532,346)	(60,573)	(700,463,719)
Supplementary information					
Credit commitments	75,293,980	17,922,820	–	–	93,216,800

Interim Financial Statements

Notes to the Condensed Consolidated Financial Statements

FOR THE SIX MONTHS ENDED 30 JUNE 2023
(All amounts in thousands of RMB unless otherwise stated)

5 NET INTEREST INCOME

	For the six months ended 30 June	
	2023	2022
Interest income:		
Loans and advances to customers, including:		
Corporate loans and advances	6,073,600	4,825,348
Personal loans and advances	4,206,970	4,401,944
Discounted bills	294,530	390,525
Finance lease	21,395	33,565
Balances with the central bank	253,376	256,279
Deposits with banks and other financial institutions	9,751	13,586
Placements with banks and other financial institutions	471,979	519,429
Financial assets held under resale agreements	112,490	113,590
Investments, including:		
Debt instruments at FVOCI	1,008,564	894,284
Debt instruments at amortised cost	2,810,850	3,606,470
Subtotal	15,263,505	15,055,020
Interest expense:		
Borrowings from the central bank	(864,461)	(765,741)
Deposits from banks and other financial institutions	(566,978)	(575,012)
Placements from banks and other financial institutions	(550,496)	(206,133)
Financial assets sold under repurchase agreements	(763,972)	(710,539)
Due to customers	(5,989,956)	(5,651,866)
Debt securities issued	(1,036,035)	(1,583,114)
Lease liabilities	(20,765)	(21,998)
Subtotal	(9,792,663)	(9,514,403)
Net interest income	5,470,842	5,540,617

6 INVESTMENT INCOME

	For the six months ended 30 June	
	2023	2022
Investment income from financial instruments at fair value through profit or loss	1,265,476	878,929

Investment income includes income from bond investments, funds, wealth management products, asset management plans and trust beneficiary rights measured at FVTPL.

Interim Financial Statements

Notes to the Condensed Consolidated Financial Statements

FOR THE SIX MONTHS ENDED 30 JUNE 2023
(All amounts in thousands of RMB unless otherwise stated)

7 NET FEE AND COMMISSION INCOME

	For the	
	six months ended 30 June	
	2023	2022
Fee and commission income		
Agency commissions and underwriting service fees	749,301	541,035
Settlement and clearing fees	252,119	127,947
Wealth management service fees	114,499	201,847
Consultancy fees	88,622	115,257
Bank card fees	28,375	24,515
Acceptance and guarantee commitment fees	14,693	31,334
Others	924	493
Subtotal	1,248,533	1,042,428
Fee and commission expense	(225,825)	(229,773)
Total	1,022,708	812,655

8 NET TRADING GAINS

	For the	
	six months ended 30 June	
	2023	2022
Net gains on disposal of debt instruments at fair value through other comprehensive income	172,190	77,425
Net gains arising from trading of financial assets at fair value through profit or loss	42,097	407,455
Net loss arising from fair value changes of derivative financial instruments	(17,158)	(1,495)
Total	197,129	483,385

9 NET GAIN ARISING FROM DERECOGNITION OF FINANCIAL ASSETS MEASURED AT AMORTISED COST

	For the	
	six months ended 30 June	
	2023	2022
Net gain on disposal of financial assets measured at amortised cost	32,585	103,150

Interim Financial Statements

Notes to the Condensed Consolidated Financial Statements

FOR THE SIX MONTHS ENDED 30 JUNE 2023
(All amounts in thousands of RMB unless otherwise stated)

10 OTHER INCOME, GAINS OR LOSSES

	For the six months ended 30 June	
	2023	2022
Government subsidies	112,721	13,596
Exchange differences	45,883	(50,681)
Rental income	17,440	19,186
Dividend income	–	66,016
Others	(33,279)	(29,171)
Total	142,765	18,946

11 OPERATING EXPENSES

	Note	For the six months ended 30 June	
		2023	2022
Staff costs	(1)	1,007,794	1,116,005
Depreciation of property and equipment		188,350	186,240
Depreciation of right-of-use assets		140,658	143,685
Office expenses		138,271	108,944
Taxes and surcharges		102,177	97,448
Amortisation		79,050	79,808
Rental and property management expenses		45,861	49,791
Other general and administrative expenses		204,440	266,324
Total		1,906,601	2,048,245

(1) Staff costs

	For the six months ended 30 June	
	2023	2022
Salaries, bonuses and allowances	672,789	785,740
Social security contributions	163,355	155,515
Housing funds	69,337	69,422
Staff welfare	23,525	22,602
Labour union fees and employee education expenses	17,354	16,573
Annuity scheme	61,434	66,153
Total	1,007,794	1,116,005

Interim Financial Statements

Notes to the Condensed Consolidated Financial Statements

FOR THE SIX MONTHS ENDED 30 JUNE 2023
(All amounts in thousands of RMB unless otherwise stated)

12 IMPAIRMENT LOSSES UNDER EXPECTED CREDIT LOSS MODEL, NET OF REVERSAL

	For the	
	six months ended 30 June	
	2023	2022
Deposits with banks and other financial institutions	(17,962)	13
Placements with banks and other financial institutions	1,878	1,693
Debt instruments at FVOCI	(28,981)	3,661
Loans and advances to customers at amortised cost	5,746,304	2,242,937
Loans and advances to customers at FVOCI	(1,288)	15,944
Debt instruments at amortised cost	(361,652)	42,289
Credit commitments	(138,611)	(45,660)
Others	(28,546)	(12,772)
Total (Note 30)	5,171,142	2,248,105

13 INCOME TAX EXPENSE

	For the	
	six months ended 30 June	
	2023	2022
Income tax expense comprise:		
Current income tax	10,525	488,181
Deferred tax	217,004	34,441
Total	227,529	522,622

Except for certain subsidiaries entitle to a preferential tax rate, the PRC enterprise income tax is calculated at 25% of the estimated taxable profits during the relevant period.

Interim Financial Statements

Notes to the Condensed Consolidated Financial Statements

FOR THE SIX MONTHS ENDED 30 JUNE 2023
(All amounts in thousands of RMB unless otherwise stated)

13 INCOME TAX EXPENSE *(Continued)*

The reconciliation of income tax expense in the current period and profit before tax presented in the consolidated income statement is as follows:

	Note	For the	
		2023	2022
Profit before tax		1,063,454	3,550,528
Tax calculated at the applicable statutory tax rate of 25%		265,864	887,632
Income tax at concessionary rate		(1,975)	(1,039)
Income tax adjustment for prior years		150	(14,259)
Tax effect of expense not deductible for tax purpose		3,131	10,933
Tax effect of income not subject to tax	(1)	(404,092)	(360,645)
Unrecognized temporary differences		364,451	–
Income tax expense		227,529	522,622

(1) Tax effect of income not subject to tax mainly represents interest income from government bonds and dividend income from funds, which are tax free in accordance with the PRC tax regulations.

14 EARNINGS PER SHARE

The calculation of basic and diluted earnings per share is as follows:

	For the	
	2023	2022
Earnings:		
Profit for the period attributable to equity holders of the Bank for the purpose of basic earnings per share	833,918	3,023,600
Numbers of shares:		
Weighted average number of shares in issue for the purpose of basic earnings per share (in thousand)	6,070,552	6,070,552
Basic earnings per share (RMB Yuan)	0.14	0.50

For the six months ended 30 June 2023 and 30 June 2022, there are no potential dilutive ordinary shares in issue, so the diluted earnings per share is same as the basic earnings per share.

Interim Financial Statements

Notes to the Condensed Consolidated Financial Statements

FOR THE SIX MONTHS ENDED 30 JUNE 2023
(All amounts in thousands of RMB unless otherwise stated)

15 DIVIDENDS

No dividend was proposed for 2022 and 2021.

16 CASH AND BALANCES WITH THE CENTRAL BANK

	Note	30 June 2023	31 December 2022
Cash		685,157	718,850
Mandatory reserve deposits	(1)	30,305,517	28,469,283
Surplus reserve deposits	(2)	9,487,983	13,722,499
Other deposits	(3)	1,542	2,087
Total		40,480,199	42,912,719

- (1) The Group places mandatory reserve deposits with the PBOC. These reserves include RMB reserve deposits and foreign currency reserve deposits. They are not available for the Group's daily operations.
- (2) The surplus reserve deposits are maintained with the PBOC mainly for the purpose of clearing.
- (3) Other deposits mainly represent the required fiscal deposits placed with the PBOC, which are non-interest bearing.

17 DEPOSITS WITH BANKS AND OTHER FINANCIAL INSTITUTIONS

	30 June 2023	31 December 2022
Banks and other financial institutions in Mainland China	3,696,454	3,623,343
Overseas banks	501,452	2,740,655
Subtotal	4,197,906	6,363,998
Allowance for impairment losses of ECL	(7,346)	(25,308)
Total	4,190,560	6,338,690

Interim Financial Statements

Notes to the Condensed Consolidated Financial Statements

FOR THE SIX MONTHS ENDED 30 JUNE 2023
(All amounts in thousands of RMB unless otherwise stated)

18 PLACEMENTS WITH BANKS AND OTHER FINANCIAL INSTITUTIONS

	30 June 2023	31 December 2022
Other financial institutions in Mainland China	24,514,355	25,099,639
Banks in Mainland China	–	557,303
Overseas banks	2,168,054	696,807
Subtotal	26,682,409	26,353,749
Allowance for impairment losses of ECL	(7,802)	(5,924)
Total	26,674,607	26,347,825

19 DERIVATIVE FINANCIAL INSTRUMENTS

The derivatives held are primarily for risk management purposes.

	As at 30 June 2023			As at 31 December 2022		
	Contract/ Notional Principal	Assets	Liabilities	Contract/ Notional Principal	Assets	Liabilities
Foreign exchange derivatives						
– Foreign exchange forward swap	8,248,123	178,464	(28,529)	4,974,715	36,731	(58,366)
Commodity derivatives and others	1,830,500	15,714	(1,792)	1,668,900	22,080	(1,854)
Total	10,078,623	194,178	(30,321)	6,643,615	58,811	(60,220)

Interim Financial Statements

Notes to the Condensed Consolidated Financial Statements

FOR THE SIX MONTHS ENDED 30 JUNE 2023
(All amounts in thousands of RMB unless otherwise stated)

20 FINANCIAL ASSETS HELD UNDER RESALE AGREEMENTS

Analysed by counterparties:

	30 June 2023	31 December 2022
Banks in Mainland China	993,500	5,661,499
Other financial institutions in Mainland China	–	6,138,647
Subtotal	993,500	11,800,146
Allowance for impairment losses of ECL	(746,606)	(746,606)
Total	246,894	11,053,540

Analysed by collateral type:

	As at 30 June 2023	As at 31 December 2022
Bonds	–	10,806,646
Bills	993,500	993,500
Subtotal	993,500	11,800,146
Allowance for impairment losses of ECL	(746,606)	(746,606)
Total	246,894	11,053,540

Interim Financial Statements

Notes to the Condensed Consolidated Financial Statements

FOR THE SIX MONTHS ENDED 30 JUNE 2023
(All amounts in thousands of RMB unless otherwise stated)

21 FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS

	Note	30 June 2023	31 December 2022
Held for trading purposes:			
Funds	(1)	33,081,869	21,054,178
Asset management plans	(2)	26,455,582	29,402,706
Trust beneficiary rights	(3)	18,964,874	16,131,269
Corporate bonds		6,968,088	3,845,293
Asset-backed securities		3,676,047	2,100,401
Unlisted equities		1,590,165	960,664
Other debt financing products		1,054,215	1,054,215
Financial institution bonds		1,044,950	596,757
Public entities and policy banks bonds		465,796	208,045
Listed equities		144,955	290,279
Wealth management products		–	496,568
Total		93,446,541	76,140,375
Listed in Hong Kong			
		109,522	–
Listed outside Hong Kong			
		45,272,181	28,094,951
Unlisted			
		48,064,838	48,045,424
Total		93,446,541	76,140,375

(1) Funds include money-market funds and bond funds.

(2) Asset management plans refer to designated asset management plans managed by securities companies and their subsidiaries for the Bank and mainly invested in money market instruments, bonds and other debt instruments.

(3) Trust beneficiary rights refer to beneficial right of trust plans, which mainly invested in money market instruments, bonds and trust loans. These trust plans were initiated and managed by trust companies.

Interim Financial Statements

Notes to the Condensed Consolidated Financial Statements

FOR THE SIX MONTHS ENDED 30 JUNE 2023
(All amounts in thousands of RMB unless otherwise stated)

22 DEBT INSTRUMENTS AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME

	30 June	31 December
	2023	2022
Public entities and policy banks bonds	32,230,434	31,746,564
Corporate bonds	17,551,623	11,406,531
Government bonds	16,661,813	14,728,574
Financial institution bonds	3,324,084	5,697,354
Asset-backed securities	2,813,101	1,822,932
Other debt financing products	34,098	90,089
Total	72,615,153	65,492,044
Listed in Hong Kong	3,565,274	3,172,661
Listed outside Hong Kong	68,307,374	61,552,381
Unlisted	742,505	767,002
Total	72,615,153	65,492,044

23 LOANS AND ADVANCES TO CUSTOMERS

(1) The contract amounts of loans and advances to customer are analysed by type of loans as follows:

		30 June	31 December
	Note	2023	2022
Loans and advances to customers at amortised cost	(a)	356,017,679	309,948,673
Allowance for impairment losses		(12,988,099)	(10,031,651)
Subtotal		343,029,580	299,917,022
Loans and advances to customers at FVOCI		28,313,786	37,480,135
Total		371,343,366	337,397,157

Interim Financial Statements

Notes to the Condensed Consolidated Financial Statements

FOR THE SIX MONTHS ENDED 30 JUNE 2023
(All amounts in thousands of RMB unless otherwise stated)

23 LOANS AND ADVANCES TO CUSTOMERS *(Continued)*

(1) **The contract amounts of loans and advances to customer are analysed by type of loans as follows:** *(Continued)*

(a) **Loans and advances to customers at amortised cost**

	30 June 2023	31 December 2022
Corporate loans and advances		
– Loans	231,233,646	185,003,511
– Discounted bills	304,880	1,268,904
– Finance lease receivable	500,041	627,834
Subtotal	232,038,567	186,900,249
Retail loans and advances		
– Personal loans for consumption	56,879,707	61,789,405
– Personal loans for business purposes	41,059,450	33,489,226
– Residential mortgage loans	26,039,955	27,769,793
Subtotal	123,979,112	123,048,424
Gross loans and advances to customers	356,017,679	309,948,673
Allowance for impairment loss		
Including: 12m ECL	(4,225,083)	(3,092,948)
Lifetime ECL	(8,763,016)	(6,938,703)
Net loans and advances to customers	343,029,580	299,917,022

Interim Financial Statements

Notes to the Condensed Consolidated Financial Statements

FOR THE SIX MONTHS ENDED 30 JUNE 2023

(All amounts in thousands of RMB unless otherwise stated)

23 LOANS AND ADVANCES TO CUSTOMERS *(Continued)*

(2) The contract amounts of loans and advances to customer are analysed by industry as follows:

	30 June 2023		31 December 2022	
	Amount	% of total	Amount	% of total
Leasing and commercial services	66,607,431	17.3	53,810,906	15.5
Construction	32,315,334	8.4	27,981,886	8.1
Real estate	31,740,476	8.3	27,976,893	8.1
Discounted bills	28,618,666	7.4	38,749,039	11.2
Water conservancy, environment and public utilities management	24,347,847	6.3	16,886,741	4.9
Manufacturing	23,588,927	6.1	20,034,569	5.8
Wholesale and retail trading	18,871,850	4.9	13,978,191	4.0
Finance	12,841,796	3.3	8,127,973	2.3
Scientific research and technical services	4,554,737	1.2	1,725,746	0.5
Transportation, storage and postal services	3,963,815	1.0	4,280,067	1.2
Production and supply of electric power, heat, gas and water	3,687,251	1.0	3,564,657	1.0
Residential service, repair and other services	2,263,725	0.6	2,225,036	0.6
Culture, sports, and entertainment	2,004,723	0.5	1,988,648	0.6
Mining	1,209,583	0.3	210,721	0.1
Agriculture, forestry, animal husbandry and fishery	1,065,383	0.3	641,149	0.1
Accommodation and catering	999,208	0.3	554,172	0.1
Information transmission, software and information technology services	993,332	0.3	962,297	0.3
Health and social work	508,388	0.1	515,733	0.1
Education	169,881	0.1	165,960	0.1
Subtotal	260,352,353	67.7	224,380,384	64.6
Personal loans and advances	123,979,112	32.3	123,048,424	35.4
Total	384,331,465	100.0	347,428,808	100.0

Interim Financial Statements

Notes to the Condensed Consolidated Financial Statements

FOR THE SIX MONTHS ENDED 30 JUNE 2023
(All amounts in thousands of RMB unless otherwise stated)

23 LOANS AND ADVANCES TO CUSTOMERS *(Continued)*

(3) The contract amounts of loans and advances to customers are analysed by geographical sector as follows:

	As at 30 June 2023		As at 31 December 2022	
	Gross loans and advances to customers	%	Gross loans and advances to customers	%
Tianjin	211,709,127	55.1	180,265,103	51.9
Shanghai	54,508,690	14.2	56,794,354	16.3
Shandong	37,748,611	9.8	36,940,658	10.6
Hebei	31,905,579	8.3	28,146,783	8.1
Sichuan	28,163,311	7.3	26,424,513	7.6
Beijing	19,312,814	5.0	17,900,431	5.2
Ningxia	983,333	0.3	956,966	0.3
Total	384,331,465	100.0	347,428,808	100.0

(4) The contract amounts of loans and advances to customers are analysed by the maturity of the contract and means of collateral as follows:

	As at 30 June 2023			
	Up to 1 year	1 to 5 years	Over 5 years	Total
Unsecured loans	116,006,647	34,872,977	2,088,139	152,967,763
Guaranteed loans	44,385,728	43,746,877	36,469,414	124,602,019
Secured loans	30,263,026	13,394,582	36,112,613	79,770,221
Pledged loans	5,119,618	11,714,031	10,157,813	26,991,462
Total	195,775,019	103,728,467	84,827,979	384,331,465
	As at 31 December 2022			
	Up to 1 year	1 to 5 years	Over 5 years	Total
Unsecured loans	122,615,468	30,668,504	2,121,240	155,405,212
Guaranteed loans	48,567,721	26,605,529	17,315,416	92,488,666
Secured loans	26,711,695	13,467,701	35,634,390	75,813,786
Pledged loans	7,213,073	9,747,387	6,760,684	23,721,144
Total	205,107,957	80,489,121	61,831,730	347,428,808

Interim Financial Statements

Notes to the Condensed Consolidated Financial Statements

FOR THE SIX MONTHS ENDED 30 JUNE 2023
(All amounts in thousands of RMB unless otherwise stated)

24 DEBT INSTRUMENTS AT AMORTISED COST

	30 June 2023	31 December 2022
Government bonds	61,196,841	63,062,037
Public entities and policy banks bonds	36,103,665	40,709,615
Corporate bonds	27,225,199	28,701,896
Other debt financing products	14,049,405	21,027,497
Asset-backed securities	11,552,201	15,478,026
Asset management plans	9,677,254	11,127,183
Trust beneficiary rights	812,517	1,112,978
Financial institution bonds	272,716	556,439
Subtotal	160,889,798	181,775,671
Listed in Hong Kong	3,896,002	3,379,736
Listed outside Hong Kong	131,679,210	143,901,125
Unlisted	25,314,586	34,494,810
Subtotal	160,889,798	181,775,671
Allowance for impairment loss		
Including: 12-month ECL	(121,075)	(139,546)
Lifetime ECL	(1,159,045)	(1,502,226)
Total	159,609,678	180,133,899

The balance of ECL for asset management plans, trust beneficiary rights and asset-backed securities is RMB987.8 million (31 December 2022: RMB1,350.8 million).

Interim Financial Statements

Notes to the Condensed Consolidated Financial Statements

FOR THE SIX MONTHS ENDED 30 JUNE 2023
(All amounts in thousands of RMB unless otherwise stated)

25 EQUITY INSTRUMENTS AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME

	30 June 2023	31 December 2022
Unlisted equities	1,642,224	1,642,224

26 DEFERRED TAXION

The main recognised deferred tax assets and liabilities and the changes therein are as follows:

	Provision for impairment loss	Accrued salaries, bonuses and allowances	Provision related to credit commitments and litigation	Changes in fair value of financial assets at fair value through other comprehensive income	Changes in fair value of financial assets at fair value through profit or loss	Deductible losses	Others	Total
As at 1 January 2022	3,685,619	340,027	100,998	79,901	276,403	107,948	(76,751)	4,514,145
Credited/(Charged) to profit or loss	(766,232)	3,270	(233)	-	(30,887)	502,868	90,289	(200,925)
Credited to other comprehensive income	-	-	-	162,293	-	-	-	162,293
As at 31 December 2022	2,919,387	343,297	100,765	242,194	245,516	610,816	13,538	4,475,513
Credited/(Charged) to profit or loss (Note 13)	373,736	(87,006)	(34,653)	-	(39,466)	(386,139)	(35,909)	(209,437)
Credited to other comprehensive income	-	-	-	(144,567)	-	-	-	(144,567)
As at 30 June 2023	3,293,123	256,291	66,112	97,627	206,050	224,677	(22,371)	4,121,509

Interim Financial Statements

Notes to the Condensed Consolidated Financial Statements

FOR THE SIX MONTHS ENDED 30 JUNE 2023
(All amounts in thousands of RMB unless otherwise stated)

27 OTHER ASSETS

	Note	30 June 2023	31 December 2022
Other receivables	(1)	2,477,282	2,162,653
Repossessed assets	(2)	1,955,302	2,377,176
Intangible assets		422,677	423,545
Prepaid expenses		279,309	271,881
Total		5,134,570	5,235,255

(1) Included in other receivables were balances of RMB1,554 million (31 December 2022: RMB1,784 million) for balances to be settled with other financial institutions.

(2) The Group obtained the properties balances of RMB1,955 million (31 December 2022: RMB2,377 million) during the period by taking possession of collateral held as security against loans and advances and held at the period end. The Group's policy is to realise collateral on a timely basis. The Group does not use non-cash collateral for its operations.

28 PROPERTY AND EQUIPMENT, RIGHT-OF-USE ASSETS

As at 30 June 2023, the Group paid RMB41 million for new construction in progress (31 December 2022: RMB207 million), and the carrying amounts of equipment obtained and right-of-use assets obtained were RMB49 million (31 December 2022: RMB233 million) and RMB45 million (31 December 2022: RMB391 million) respectively.

29 INTERESTS IN ASSOCIATES

	30 June 2023	31 December 2022
Unlisted shares, at cost	223,000	223,000
Share of post-acquisition losses and other comprehensive income	65,621	55,930
Total	288,621	278,930

Interim Financial Statements

Notes to the Condensed Consolidated Financial Statements

FOR THE SIX MONTHS ENDED 30 JUNE 2023
(All amounts in thousands of RMB unless otherwise stated)

30 ASSET IMPAIRMENT

	1 January 2023	Provision/ (Reversal) in the current period	Write-off in the current period	Recovery after write-off	Other	30 June 2023
Deposits with banks and other financial institutions	25,308	(17,962)	-	-	-	7,346
Placements with banks and other financial institutions	5,924	1,878	-	-	-	7,802
Financial assets held under resale agreement	746,606	-	-	-	-	746,606
Loans and advances to customers at amortised cost	10,031,651	5,746,304	(3,212,307)	422,451	-	12,988,099
The changes in the provision for loans and advances to customers at fair value through other comprehensive income	45,108	(1,288)	-	-	-	43,820
Debt instruments at amortised cost	1,641,772	(361,652)	-	-	-	1,280,120
The changes in the provision for debt instruments at fair value through other comprehensive income	260,852	(28,981)	-	-	-	231,871
Others	139,273	(28,546)	(2,015)	-	-	108,712
Total	12,896,494	5,309,753	(3,214,322)	422,451	-	15,414,376

	1 January 2022	Provision/ (Reversal) in the current period	Write-off in the current period	Recovery after write-off	Other	31 December 2022
Deposits with banks and other financial institutions	7,337	17,971	-	-	-	25,308
Placements with banks and other financial institutions	5,434	490	-	-	-	5,924
Financial assets held under resale agreement	393,303	353,303	-	-	-	746,606
Loans and advances to customers at amortised cost	12,412,416	4,638,166	(7,430,065)	535,389	(124,255)	10,031,651
The changes in the provision for loans and advances to customers at fair value through other comprehensive income	43,383	1,725	-	-	-	45,108
Debt instruments at amortised cost	3,547,402	2,509,385	(4,415,015)	-	-	1,641,772
The changes in the provision for debt instruments at fair value through other comprehensive income	259,771	1,081	-	-	-	260,852
Others	411,849	3,632	(17,752)	-	(258,456)	139,273
Total	17,080,895	7,525,753	(11,862,832)	535,389	(382,711)	12,896,494

Interim Financial Statements

Notes to the Condensed Consolidated Financial Statements

FOR THE SIX MONTHS ENDED 30 JUNE 2023
(All amounts in thousands of RMB unless otherwise stated)

31 BORROWINGS FROM THE CENTRAL BANK

	30 June 2023	31 December 2022
Medium-term lending facilities	51,638,007	47,878,995
Refinancing	11,625,478	9,827,037
Rediscounting	1,792,033	2,259,982
Carbon-reduction Supporting Tool	5,928	–
Credit support programs	–	1,832,941
Total	65,061,446	61,798,955

32 DEPOSITS FROM BANKS AND OTHER FINANCIAL INSTITUTIONS

	30 June 2023	31 December 2022
Banks in China	21,821,324	14,777,046
Other financial institutions in China	22,913,211	27,296,816
Total	44,734,535	42,073,862

33 PLACEMENTS FROM BANKS AND OTHER FINANCIAL INSTITUTIONS

	30 June 2023	31 December 2022
Banks in China	25,197,090	15,928,793
Other domestic financial institutions	452,893	771,639
Overseas banks	6,355,625	6,611,748
Total	32,005,608	23,312,180

Interim Financial Statements

Notes to the Condensed Consolidated Financial Statements

FOR THE SIX MONTHS ENDED 30 JUNE 2023
(All amounts in thousands of RMB unless otherwise stated)

34 FINANCIAL ASSETS SOLD UNDER REPURCHASE AGREEMENTS

Analysed by counterparties:

	30 June 2023	31 December 2022
Banks in Mainland China	72,638,062	74,562,061
Other domestic financial institutions	-	1,697,764
Total	72,638,062	76,259,825

Analysed by type of collaterals:

	30 June 2023	31 December 2022
Bonds	49,095,803	42,994,924
Bills	23,542,259	33,264,901
Total	72,638,062	76,259,825

35 OTHER LIABILITIES

	Note	30 June 2023	31 December 2022
Other payables		2,063,240	616,471
Settlement payable		1,789,258	1,683,026
Salaries and benefits payable	(1)	1,117,325	1,478,246
Sundry taxes payable		295,165	342,556
Provision related to credit commitments		264,447	403,059
Dividends payable		36,516	37,269
Total		5,565,951	4,560,627

(1) Salaries and benefits payable included the Group's obligations in respect of the early retirement benefits amounting to RMB66 million (31 December 2022: RMB76 million) as at 30 June 2023, estimated based on the projected unit credit actuarial cost method.

Interim Financial Statements

Notes to the Condensed Consolidated Financial Statements

FOR THE SIX MONTHS ENDED 30 JUNE 2023
(All amounts in thousands of RMB unless otherwise stated)

36 DUE TO CUSTOMERS

	Note	30 June 2023	31 December 2022
Demand deposits			
Corporate customers		175,007,665	175,514,450
Individual customers		25,797,140	27,248,377
Time deposits			
Corporate customers		69,670,610	71,965,539
Individual customers		135,630,256	112,792,868
Pledged deposits	(1)	13,945,114	10,193,976
Others		55,099	50,061
Total		420,105,884	397,765,271

(1) Pledged deposits analysed by product for which deposits are required:

	30 June 2023	31 December 2022
Acceptances	5,729,803	6,340,275
Letters of credit	3,271,902	1,319,651
Guarantees	504,689	466,108
Letters of guarantee	397,873	375,785
Others	4,040,847	1,692,157
Total	13,945,114	10,193,976

Interim Financial Statements

Notes to the Condensed Consolidated Financial Statements

FOR THE SIX MONTHS ENDED 30 JUNE 2023
(All amounts in thousands of RMB unless otherwise stated)

37 DEBT SECURITIES ISSUED

	Note	30 June 2023	31 December 2022
18 Tianjin Bank bonds	(1)	–	10,450,894
20 Tianjin Bank bonds 01	(2)	–	5,175,723
23 Tianjin Bank bonds 01	(3)	7,067,432	–
Tianjin Bank 1-month negotiable certificates of deposit	(4)	399,655	49,998
Tianjin Bank 3-month negotiable certificates of deposit	(5)	22,330,350	12,410,822
Tianjin Bank 6-month negotiable certificates of deposit	(6)	14,639,354	16,865,850
Tianjin Bank 9-month negotiable certificates of deposit	(7)	4,548,953	12,138,569
Tianjin Bank 1-year negotiable certificates of deposit	(8)	31,254,658	36,381,473
Total		80,240,402	93,473,329

- (1) The 10-year fixed-rate tier-two capital bonds were issued on 18 January 2018 by the Bank at a face value of RMB10 billion with a fixed coupon rate of 4.80% per annum, payable annually. The Bank exercised the option to early redeem all of the bonds at face value on 28 January 2023.
- (2) The 3-year fixed-rate financial bonds were issued on 20 January 2020 by the Bank at a face value of RMB5 billion with a fixed coupon rate of 3.73% per annum, payable annually. These bonds matured on 22 January 2023.
- (3) The 10-year fixed-rate tier-two capital bonds were issued on 10 April 2023 by the Bank at a face value of RMB7 billion with a fixed coupon rate of 4.7% per annum, payable annually.
- (4) The Bank issued a series of 1-month negotiable certificates of deposit ("CD") at a discount. As at 30 June 2023, the face value of outstanding CD amounted to RMB0.4 billion, with a reference interest rate of 2%-2.3% (31 December 2022: 2.05%) per annum, payable at maturity.
- (5) The Bank issued a series of 3-month negotiable CD at a discount. As at 30 June 2023, the face value of outstanding CD amounted to RMB22.41 billion, with a reference interest rate of 2.12%-2.55% (31 December 2022: 1.82%-2.75%) per annum, payable at maturity.
- (6) The Bank issued a series of 6-month negotiable CD at a discount. As at 30 June 2023, the face value of outstanding CD amounted to RMB14.74 billion, with a reference interest rate of 2.28%-2.76% (31 December 2022: 1.80%-2.72%) per annum, payable at maturity.
- (7) The Bank issued a series of 9-month negotiable CD at a discount. As at 30 June 2023, the face value of outstanding CD amounted to RMB4.58 billion, with a reference interest rate of 2.05%-2.75% (31 December 2022: 1.95%-2.59%) per annum, payable at maturity.
- (8) The Bank issued a series of 1-year negotiable CD at a discount. As at 30 June 2023, the face value of outstanding CD amounted to RMB31.65 billion, with a reference interest rate of 2.05%-2.80% (31 December 2022: 2.05%-2.82%) per annum, payable at maturity.

Interim Financial Statements

Notes to the Condensed Consolidated Financial Statements

FOR THE SIX MONTHS ENDED 30 JUNE 2023
(All amounts in thousands of RMB unless otherwise stated)

38 CASH AND CASH EQUIVALENTS

	30 June 2023	31 December 2022
Cash	685,157	718,850
Balances with the Central Bank	9,487,983	13,722,499
Deposits with banks and other financial institutions	4,193,575	6,363,180
Placements with banks and other financial institutions	2,167,740	1,253,628
Total	16,534,455	22,058,157

39 STRUCTURED ENTITIES

As at 30 June 2023 and at 31 December 2022, there were no structured entities held by the Group being consolidated.

(1) Structured entities sponsored by third party institutions in which the Group holds interests

The Group holds interests in these structured entities sponsored by third party institutions through investments in the rights or plans issued relating to these structured entities. The Group does not consolidate these structured entities. Such structured entities include asset-backed securities, wealth management products issued by financial institutions, asset management plans, trust plans and funds.

The following table set out an analysis of the gross carrying amounts of interests held by the Group as at 30 June 2023 in the structured entities sponsored by third-party institutions.

	30 June 2023	31 December 2022
Asset management plans	36,132,836	40,529,889
Funds	33,081,869	21,054,178
Trust beneficiary rights	19,777,391	17,244,247
Asset-backed securities	18,041,349	19,401,359
Wealth management products	-	496,568
Total	107,033,445	98,726,241

All of these unconsolidated structured entities are recorded in financial assets at fair value through profit or loss (Note 21), debt instruments at fair value through other comprehensive income (Note 22) and debt investments at amortised costs (Note 24).

Interim Financial Statements

Notes to the Condensed Consolidated Financial Statements

FOR THE SIX MONTHS ENDED 30 JUNE 2023
(All amounts in thousands of RMB unless otherwise stated)

39 STRUCTURED ENTITIES *(Continued)*

(2) Unconsolidated structured entities sponsored by the Group in which the Group holds interests

The types of unconsolidated structured entities sponsored by the Group mainly include net value-based wealth management products. The purpose of sponsoring these structured entities is to generate fees from managing assets on behalf of investors. The variable return that the Group has in relation to the net value-based wealth management products is not significant, therefore these wealth management products are not consolidated by the Group.

As at 30 June 2023, the amount of assets held by the unconsolidated structured entities sponsored by the Group amounted to RMB56,754 million (31 December 2022: RMB79,600 million). As at 30 June 2023, the Group's interest in these wealth management products included net fee and commission income of RMB114 million (as at 30 June 2022: RMB202 million).

The Group did not provide any financial or other support to these unconsolidated structured entities during the period.

40 RELATED PARTY TRANSACTIONS

(1) Following major shareholders held more than 5% interest of the Bank are considered as related parties of the Group:

	Shareholding ratio			Legal representative	Place of registration	Registered capital	
	30 June 2023	31 December 2022	Main business			30 June 2023	31 December 2022
	Tianjin Bonded Zone Investment Co., Ltd.	15.94%	15.94%			Investment and management	Dong Guangpei
Australia and New Zealand Banking Group Limited	11.95%	11.95%	Financial business	Not applicable	Australia Melbourne	Not applicable	Not applicable
Tianjin Bohai Chemical Industry Group Co., Ltd. (a)	8.07%	8.07%	Investment and management	Wang Junming	Tianjin	7,845,977	7,845,977
Tianjin Pharmaceutical Holdings Ltd. (b)	8.06%	8.06%	Wholesale and retail of various commodities and logistics	Zhang Mingrui	Tianjin	5,492,950	5,492,950

(a) Tianjin Bohai Chemical Industry Group Co., Ltd. directly holds 487,078,366 shares, owning 8.024% equity of the Bank; and through a number of controlled corporations, holds an aggregate of 2,778,686 shares, owning 0.046%. As such, Tianjin Bohai Chemical Industry Group Co., Ltd. is controlling a total of 489,857,052 shares of the Bank, representing 8.07% equity.

(b) Tianjin Pharmaceutical Holdings Ltd. directly holds 487,713,488 shares, owning 8.034%; and through a number of controlled corporations, holds an aggregate of 1,393,695 shares, owning 0.023%. As such, Tianjin Pharmaceutical Holdings Ltd. is controlling a total of 489,107,183 shares of the Bank, representing 8.057% equity.

Interim Financial Statements

Notes to the Condensed Consolidated Financial Statements

FOR THE SIX MONTHS ENDED 30 JUNE 2023

(All amounts in thousands of RMB unless otherwise stated)

40 RELATED PARTY TRANSACTIONS *(Continued)*

(1) Following major shareholders held more than 5% interest of the Bank are considered as related parties of the Group: *(Continued)*

Balances and transactions between the Group and these major shareholders and entities under their control

These transactions were entered into in the normal course of business, with pricing policies consistent with those transactions conducted with independent third parties. The balances and transactions between the Group and these major shareholders and entities are listed as follows:

	As at 30 June 2023	As at 31 December 2022
Assets		
Loans and advances to customers	10,569,994	7,618,259
Financial assets at fair value through profit or loss	945,095	488,785
Debt instruments at amortised cost	120,921	203,954
Deposits with banks and other financial institutions	–	–
Debt instruments at fair value through other comprehensive income	604,867	585,049
Total	12,240,877	8,896,047
Liabilities		
Due to customers	3,041,336	3,108,940
	For the six months ended 30 June 2023	2022
Transactions during the period:		
Interest income	669,406	155,205
Interest expense	36,856	43,635
Trading net profit and loss	405	(36,099)
Interest rate range during the period:		
Loans and advances to customers	3.80%-8.5%	3.28%-5.83%
Placements with banks and other financial institutions	N/A	2.10%
Debt instruments at fair value through other comprehensive income	3.43%-5.5%	5.4%-5.8%
Debt instruments at fair value through other comprehensive income	6.5%-7.0%	5.26%-6.5%
Due to customers	0.005%-4.18%	0.01%-4.18%

Interim Financial Statements

Notes to the Condensed Consolidated Financial Statements

FOR THE SIX MONTHS ENDED 30 JUNE 2023
(All amounts in thousands of RMB unless otherwise stated)

40 RELATED PARTY TRANSACTIONS *(Continued)*

(2) An associate

	As at	As at
	30 June	31 December
	2023	2022
Guarantee given to PBOC for an associate	61,111	61,086

(3) Other related parties

Other related parties can be individuals or enterprises, which include: members of the Board of Directors, senior management and close family members of such individuals; entities (and their subsidiaries) controlled or jointly controlled by members of the Board of Directors, senior management, and close family members of such individuals.

Balances and transactions with other related parties

These transactions were entered into in the normal course of business, with pricing policies consistent with those transactions conducted with independent third parties. The balances and transactions between the Group and these major shareholders and entities are listed as follows:

	As at	As at
	30 June	31 December
	2023	2022
Liabilities		
Deposits from banks and other financial institutions	734,137	1,019,192

	For the	
	six months ended 30 June	
	2023	2022
Transactions during the period:		
Interest expense	15,648	11,967
Interest rate range during the period: Deposit from banks and other financial institutions	2.1%-2.75%	2.1%-3.35%

From 1 January to 30 June 2023 and 2022, there was no material transactions and balances between the Group and other related parties.

Interim Financial Statements

Notes to the Condensed Consolidated Financial Statements

FOR THE SIX MONTHS ENDED 30 JUNE 2023
(All amounts in thousands of RMB unless otherwise stated)

40 RELATED PARTY TRANSACTIONS *(Continued)*

(4) Subsidiaries controlled by the Bank

There are certain related party transactions between the Bank and its subsidiaries. All transactions shall be based on market prices and shall be handled in accordance with normal business procedures or in accordance with the provisions of the Bank's contracts, and shall be approved by the relevant decision-making bodies according to the type and content of transactions.

Transactions between the Bank and its subsidiaries include lending of funds, inter-bank deposits and other businesses.

As at 30 June 2023 and 31 December 2022, the Bank's principal balance of loans to subsidiaries is RMB2.30 billion and RMB1.80 billion respectively. The principal balance of funds deposited by the subsidiaries with the Bank was RMB0.762 billion and RMB0.879 billion respectively.

For the six months ended 30 June 2023 and 2022, the interest income corresponding to transactions between the Bank and its subsidiaries was RMB50 million and RMB59 million respectively, and the interest expense was RMB8 million and RMB8 million respectively.

For the six months ended 30 June 2023 and 2022, the amount of other transactions between the Bank and its subsidiaries is not material.

(5) Key management personnel

Key management personnel include directors, supervisors and senior management team members.

No major transactions have been entered into with the key management personnel for the six months ended 30 June 2023 other than the emoluments paid to them (being the key management personnel compensation).

	For the six months ended 30 June	
	2023	2022
Basic salaries, bonuses and allowances	2,652	2,944
Contribution to pension schemes	704	803
Fees	715	715
Total	4,071	4,462

(6) Annuity schemes

Apart from the obligations for defined contributions to the Annuity Fund and normal banking transactions, no other transactions were conducted between the Group and the Annuity Fund for the six month period ended 30 June 2023 and the year ended 31 December 2022.

Interim Financial Statements

Notes to the Condensed Consolidated Financial Statements

FOR THE SIX MONTHS ENDED 30 JUNE 2023
(All amounts in thousands of RMB unless otherwise stated)

41 CONTINGENT LIABILITIES AND COMMITMENTS

Legal proceedings

The Bank and its subsidiaries, as defendants, are involved in certain lawsuits arising from the normal business operations. As at 30 June 2023, the Group has assessed and measured the impact of those pending lawsuits, and no provision related to these lawsuits has been recognised. (31 December 2022: same)

Capital commitments

	30 June 2023	31 December 2022
Contracted but not provided for – commitments for the acquisition of property and equipment	449,736	403,925

Credit commitments

	30 June 2023	31 December 2022
Loan commitments		
– with an original maturity within one year	1,881,598	4,660,396
– with an original maturity of one year or above	17,206,668	13,580,346
Bank acceptances	31,184,528	38,741,677
Letters of credit issued	23,320,242	15,252,079
Credit card commitments	16,448,886	17,922,820
Letters of guarantee issued	3,440,335	3,059,482
Total	93,482,257	93,216,800

Credit commitments represent general facilities granted to customers. These credit facilities may be drawn in the form of loans and advances or through the issuance of letters of credit, acceptances or letters of guarantee.

Interim Financial Statements

Notes to the Condensed Consolidated Financial Statements

FOR THE SIX MONTHS ENDED 30 JUNE 2023

(All amounts in thousands of RMB unless otherwise stated)

41 CONTINGENT LIABILITIES AND COMMITMENTS *(Continued)*

Redemption commitments of government bonds

The Group is authorised by the Ministry of Finance to underwrite certificate government bonds and e-saving bonds. The investors of these bonds can redeem before maturity date and the Group has the obligation to pay the principal and related interests to investors.

As at 30 June 2023, the principal balance of certificate government bonds which the Group had an obligation to pay in advance amounted to RMB1,855 million (31 December 2022: RMB1,818 million) and the principal balance of e-saving bonds amounted to RMB1,442 million (31 December 2022: RMB1,427 million). The original terms of these bonds are from 3 to 5 years.

The Ministry of Finance does not pay the principal and interest of the certificate government bonds before the expiry date, but pays the principal and interest of the e-savings bonds on a regular basis based on the payment approach for the e-savings bonds.

42 FIDUCIARY ACTIVITIES

The Group commonly acts as asset manager or in other fiduciary capacities, that results in it holds or manages assets on behalf of individuals or corporations. These assets and any gains or losses arising thereon are not included in the financial statements of the Group as they are not the Group's assets.

As at 30 June 2023, the entrusted loans balance of the Group amounted to RMB3,941 million (31 December 2022: RMB9,408 million).

43 TRANSFER OF FINANCIAL ASSETS

Repurchase agreement

The Group entered into repurchase agreements with certain counterparties to sell bonds or bills of carrying amount of RMB74,448 million as at 30 June 2023 (31 December 2022: RMB78,754 million) which are subject to the simultaneous agreements with commitments to repurchase at specified future dates and prices. The proceeds from selling such bonds or bills totalling RMB72,638 million (31 December 2022: RMB76,260 million) is presented as "financial assets sold under repurchase agreements" (Note 34) as at 30 June 2023.

As stipulated in the repurchase agreements, there is no transfer of the legal ownership of these bonds or bills to the counterparties during the covered period. However, the Group is not allowed to sell or pledge these securities during the covered period unless both parties mutually agree with such arrangement. Accordingly, the Group has determined that it retains substantially all the risks and rewards of these bonds or bills and therefore have not derecognised them from the financial statements but regarded as "collateral" for the secured lending from the counterparties. The counterparty's recourse is not limited to the transferred assets.

Interim Financial Statements

Notes to the Condensed Consolidated Financial Statements

FOR THE SIX MONTHS ENDED 30 JUNE 2023
(All amounts in thousands of RMB unless otherwise stated)

44 FINANCIAL RISK MANAGEMENT

Overview

The primary objectives of risk management of the Group are to maintain risk within acceptable parameters and satisfy the regulatory requirements.

The Group has designed risk management policies and set up risk controls to identify, analyse, monitor and report risks by means of relevant and up-to-date information systems. The Group regularly reviews its risk management policies and systems to address changes in markets, products and emerging best practices.

Details of the financial instruments are disclosed in respective notes to the consolidated financial statements. The risks associated with these financial instruments include credit risk, liquidity risk and market risk (interest rate risk, currency risk and other price risk). The policies on how to mitigate these risks are set out below. The Group manages and monitors these exposures to ensure appropriate measures are implemented on a timely and effective manner.

Risk management framework

The Bank has a Risk Management Committee, of which an executive director acts as the chairman. The Board of Directors is responsible for setting the overall risk management of the Group, Risk Management Committee is responsible for supervising the senior management's control over credit risk, liquidity risk, market risk and operation risk, and periodically assesses the overall risk position, risk acceptance and management capabilities, and makes recommendations and suggestions on risk management and internal control of the Group.

Following the risk management strategies set by the Risk Management Committee, the Risk Management Department of the Bank formulates and implements relevant risk management policies and procedures to monitor the risk arising from financial instruments of the Group.

Interim Financial Statements

Notes to the Condensed Consolidated Financial Statements

FOR THE SIX MONTHS ENDED 30 JUNE 2023

(All amounts in thousands of RMB unless otherwise stated)

44 FINANCIAL RISK MANAGEMENT *(Continued)*

(1) Credit risk

Credit risk represents the potential loss that may arise from a customer or counterparty's failure to meet its obligations. Credit risk can also arise from operational failures that result in an unauthorised or inappropriate advance, commitment or investment of funds. Credit risk mainly arises from loans and advances to customers, debt instruments at FVOCI and debt instruments at amortised cost. The Group considers all elements of credit risk exposure such as counterparty default risk, geographical risk and sector risk for risk management purposes.

The Group manages the Group's credit risk through the following processes:

- Ensuring that the Group has appropriate credit risk practices, including an effective system of internal control, to consistently determine adequate allowances in accordance with the Group's stated policies and procedures and relevant supervisory guidance.
- Monitoring, identifying, assessing, measuring, reporting, controlling and mitigating credit risk across the Group, from an individual instrument to a portfolio level.
- Creating credit policies to protect the Group against the identified risks including the requirements to obtain collateral from borrowers, to perform robust ongoing credit assessment of borrowers and to continually monitor exposures against internal risk limits.
- Establishing a robust control framework regarding the authorisation structure for the approval and renewal of credit facilities.
- Developing and maintaining the Group's processes for measuring ECL including monitoring of credit risk, incorporation of forward-looking information and the method used to measure ECL.
- Ensuring that the Group has policies and procedures in place to appropriately maintain and validate models used to assess and measure ECL.

(2) Liquidity risk

Liquidity risk is the risk that the Group cannot acquire sufficient capital at a reasonable price to cover liabilities as they fall due, to perform other payment obligations, or to meet indispensable business capital needs. This may arise from cash flow or maturity mis-matches of assets or liabilities.

The Group manages the liquidity risk via:

- Setting target ratio on assets and liabilities structure in accordance with the regulatory requirements and business plan;

Interim Financial Statements

Notes to the Condensed Consolidated Financial Statements

FOR THE SIX MONTHS ENDED 30 JUNE 2023
(All amounts in thousands of RMB unless otherwise stated)

44 FINANCIAL RISK MANAGEMENT *(Continued)*

(2) Liquidity risk *(Continued)*

- Maintaining stability of deposit base; and
- Making advanced projection on future cash flows and evaluating the appropriate current assets position.

The Group has access to inter-bank placement or repurchase market for liquidity management. It can also issue debt securities for long-term funding management.

(3) Market risk

Market risk is the risk of loss, in respect of the Group's on and off-balance sheet activities, arising from adverse movements in market rates including foreign exchange rates, interest rates, commodity and stock prices. Market risk arises from both the Group's trading and non-trading businesses.

The market risk which the Group is primarily exposed to includes currency risk and interest rate risk.

The Group's foreign currency risk is the risk of loss in respect of its foreign currency exposures, arising from transactions taken on foreign currency denominated assets and liabilities, which results from movements in foreign currency exchange rates.

The Group is primarily exposed to interest rate risk arising from proprietary business and corporate and personal banking business. Interest rate risk is inherent in many of its businesses and largely arises from mis-matches between the re-pricing dates of interest-generating assets and those of interest-bearing liabilities.

(4) Operational risk

Operational risk refers to the risk arising from inadequate or failed internal control procedures, personnel and information technology systems, or external events. The primary operational risks the Group faces include internal and external frauds, worksite safety failures, business interruptions and failure in the information technology system.

The Board of Directors is ultimately responsible for the Group's operational risk management. The Group's senior management leads the group-wide operational risk management on a day-to-day basis. The Group has established "three lines of defence" to manage operational risk on an end-to-end basis. The business lines and functions are the first line of defence against operational risks, taking direct responsibilities for operational risk management. The internal control and compliance department is the second line of defence against operational risks, responsible for the establishment of operational risk management policies and procedures and the coordination, support and supervision of operational risk management. The audit department is the third line of defence against operational risk, responsible for evaluating the adequacy and effectiveness of operational risk management policies and procedures and assessing the Group's internal control system and compliance.

Interim Financial Statements

Notes to the Condensed Consolidated Financial Statements

FOR THE SIX MONTHS ENDED 30 JUNE 2023

(All amounts in thousands of RMB unless otherwise stated)

45 FAIR VALUE OF FINANCIAL INSTRUMENTS

At the end of the reporting period, certain financial assets and liabilities of the Group are measured at fair value. Fair value measurements are categorised into Level 1, 2 or 3 based on the degree to which the inputs to the fair value measurements are observable and the significance of the inputs to the fair value measurement in its entirety, which are described as follows:

- Level 1: Fair value is determined based on quoted market prices (unadjusted) in active markets for identical assets or liabilities.
- Level 2: Fair value based on inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices).
- Level 3: Fair value based on inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs).

In estimating the fair value of assets and liabilities, the fair value of financial assets and financial liabilities is determined according to the following methods:

- The fair value of financial assets and financial liabilities with standard terms and conditions and traded in an active circulation market is determined by reference to the market price.
- For non-option derivative financial instruments, the fair value is determined by discounted cash flow analysis using the applicable yield curve within the term of the instrument.
- The fair value of other financial assets and financial liabilities is determined according to the generally accepted pricing model or the current market price observable for similar instruments based on the discounted cash flow analysis. If there is no observable market transaction price for similar instruments, the net assets are used for valuation, and the price is analysed by the management.

Interim Financial Statements

Notes to the Condensed Consolidated Financial Statements

FOR THE SIX MONTHS ENDED 30 JUNE 2023
(All amounts in thousands of RMB unless otherwise stated)

45 FAIR VALUE OF FINANCIAL INSTRUMENTS *(Continued)*

(1) Fair value of financial assets and financial liabilities that are measured at fair value on a recurring basis

	As at 30 June 2023			
	Level 1	Level 2	Level 3	Total
Financial assets at FVTPL				
Public entities and policy banks bonds	-	465,796	-	465,796
Financial institution bonds	-	1,044,950	-	1,044,950
Asset-backed securities	-	3,676,047	-	3,676,047
Corporate bonds	-	6,968,088	-	6,968,088
Other debt financing products	-	-	1,054,215	1,054,215
Wealth management products	-	-	-	-
Asset management plans	-	-	26,455,582	26,455,582
Trust beneficiary rights	-	-	18,964,874	18,964,874
Funds	683,131	32,398,738	-	33,081,869
Listed equities	144,955	-	-	144,955
Unlisted equities	-	-	1,590,165	1,590,165
Sub-total	828,086	44,553,619	48,064,836	93,446,541
Debt instruments at FVOCI				
Government bonds	-	16,661,813	-	16,661,813
Public entities and policy banks bonds	-	32,230,434	-	32,230,434
Financial institution bonds	-	3,324,084	-	3,324,084
Asset-backed bonds	-	2,813,101	-	2,813,101
Corporate bonds	-	17,551,623	-	17,551,623
Other debt financing products	-	-	34,098	34,098
Sub-total	-	72,581,055	34,098	72,615,153
Equity instruments at FVOCI				
Unlisted equities	-	-	1,642,224	1,642,224
Loans and advances to customers at FVOCI	-	-	28,313,786	28,313,786
Derivative financial assets	-	194,178	-	194,178
Derivative financial liabilities	-	(30,321)	-	(30,321)
Total	828,086	117,298,531	78,054,944	196,181,561

Interim Financial Statements

Notes to the Condensed Consolidated Financial Statements

FOR THE SIX MONTHS ENDED 30 JUNE 2023
(All amounts in thousands of RMB unless otherwise stated)

45 FAIR VALUE OF FINANCIAL INSTRUMENTS (Continued)

(1) Fair value of financial assets and financial liabilities that are measured at fair value on a recurring basis (Continued)

	As at 31 December 2022			Total
	Level 1	Level 2	Level 3	
Financial assets at FVTPL				
Public entities and policy banks bonds	–	208,045	–	208,045
Financial institution bonds	–	596,757	–	596,757
Asset-backed securities	–	2,100,401	–	2,100,401
Corporate bonds	–	3,845,293	–	3,845,293
Other debt financing products	–	–	1,054,215	1,054,215
Wealth management products	–	–	496,568	496,568
Asset management plans	–	–	29,402,706	29,402,706
Trust beneficiary rights	–	–	16,131,269	16,131,269
Funds	3,399,449	17,654,729	–	21,054,178
Listed equities	290,279	–	–	290,279
Unlisted equities	–	–	960,664	960,664
Sub-total	3,689,728	24,405,225	48,045,422	76,140,375
Debt instruments at FVOCI				
Government bonds	–	14,728,574	–	14,728,574
Public entities and policy banks bonds	–	31,746,564	–	31,746,564
Financial institution bonds	–	5,697,354	–	5,697,354
Asset-backed bonds	–	1,822,932	–	1,822,932
Corporate bonds	–	11,406,531	–	11,406,531
Other debt financing products	–	–	90,089	90,089
Sub-total	–	65,401,955	90,089	65,492,044
Equity instruments at FVOCI				
Unlisted equities	–	–	1,642,224	1,642,224
Loans and advances to customers at FVOCI				
Derivative financial assets	–	58,811	–	58,811
Derivative financial liabilities	–	(60,220)	–	(60,220)
Total	3,689,728	89,805,771	87,257,870	180,753,369

Interim Financial Statements

Notes to the Condensed Consolidated Financial Statements

FOR THE SIX MONTHS ENDED 30 JUNE 2023
(All amounts in thousands of RMB unless otherwise stated)

45 FAIR VALUE OF FINANCIAL INSTRUMENTS *(Continued)*

(2) Reconciliation of Level 3 fair value measurements of financial assets:

Assets	Investments mandatorily measured at FVTPL	Debt instruments measured at FVOCI	Equity instruments measured at FVOCI	Loans and advances to customers at FVOCI
Balance at 1 January 2023	48,045,422	90,089	1,642,224	37,480,135
Total gains/(losses)				
– in profit or loss	(25,281)	–	–	(106,434)
– in OCI	–	–	–	11,402
Acquisitions	9,105,145	–	–	11,541,643
Disposals and settlements	(9,060,450)	(55,991)	–	(20,612,960)
Balance at 30 June 2023	48,064,836	34,098	1,642,224	28,313,786
	Investments	Debt	Equity	Loans and
	mandatorily	instruments	instruments	advances to
	measured at	measured at	measured at	customers at
Assets	FVTPL	FVOCI	FVOCI	FVOCI
Balance at 1 January 2022	43,897,426	137,713	1,642,224	37,335,072
Total gains/(losses)				
– in profit or loss	133,059	827	–	(271,709)
– in OCI	–	(9,121)	–	(41,741)
Acquisitions	19,065,606	–	–	37,793,586
Disposals and settlements	(15,050,669)	(39,330)	–	(37,335,073)
Balance at 31 December 2022	48,045,422	90,089	1,642,224	37,480,135

The main valuation technique used by the Group is discounted cash flow model for financial instruments. The main inputs used in discounted cash flow model are contractual cash flows and yield curves reflecting credit risks of counterparties. The fair valuation measurement of these categorised Level 2 or Level 3, depending on whether the relevant yield curves are observable (for debt securities traded on China Inter-Bank Bond Market and fair values are provided by China Central Depository & Clearing Co., Ltd.) or not. Level 3 valuations are usually performed by respective business departments which manage the financial instruments, and reviewed by finance department. The discount rates used in Level 3 valuations ranges from 1.08% to 7.00% (31 December 2022: The discount rates used in Level 3 valuations ranges from 1.50% to 7.00%).

Interim Financial Statements

Notes to the Condensed Consolidated Financial Statements

FOR THE SIX MONTHS ENDED 30 JUNE 2023
(All amounts in thousands of RMB unless otherwise stated)

45 FAIR VALUE OF FINANCIAL INSTRUMENTS *(Continued)*

(2) Reconciliation of Level 3 fair value measurements of financial assets: *(Continued)*

Of the total gains or losses for the period included in profit RMB25.3 million relates to unrealised losses arising from financial assets mandatorily measured at Level 3 fair value held at the end of the current reporting period (As at 30 June 2023: a profit of RMB86.6 million). Such fair value gains or losses are included in “net trading losses” and “investment income”.

Included in other comprehensive income is a loss of RMB4.9 million related to debt instruments at FVOCI measured at Level 3 fair value held at the end of the current financial reporting period (As at 30 June 2022: a loss of RMB13.6 million) and are reported as changes of investment revaluation reserve.

A 100-basis point increase/decrease in the discount rate holding other variables constant will result in a decrease/increase in carrying amount of financial assets measured at Level 3 fair values as at 30 June 2023, by RMB93.1 million/RMB 96.9 million, respectively (31 December 2022: RMB79.8 million/RMB 83.3 million).

(3) Fair value of financial assets and financial liabilities that are not measured at fair value on a recurring basis

	As at 30 June 2023		31 December 2022	
	Par value	Fair value	Par value	Fair value
Financial assets				
Debt instruments at amortised cost	159,609,678	159,225,403	180,133,899	179,496,593
Financial liabilities				
Debt securities issued	80,240,400	79,618,292	93,473,329	92,115,526

There were no significant transfers between Level 1, Level 2 and Level 3 during the period.

Other financial assets and financial liabilities include balances with central bank, deposits and placements with banks and other financial institutions, financial assets held under resale agreements, loans and advances to customers at amortised costs, borrowing from central bank, deposits and placements from banks, financial assets sold under repurchase agreements and due to customers. Their carrying values approximate their fair values.

46 EVENTS AFTER THE REPORTING PERIOD

As at 30 June 2023, the Group has no event after the Reporting Period.

47 APPROVAL OF FINANCIAL STATEMENTS

These condensed consolidated financial statements were approved by the Board of Directors of the Bank on 28 August 2023.

Unaudited Supplementary Financial Information

(Amounts in thousands of Renminbi, unless otherwise stated)

In accordance with the Hong Kong Listing Rules and Banking (Disclosure) Rules, the Group discloses the unaudited supplementary financial information as follows:

LIQUIDITY RATIOS, LIQUIDITY COVERAGE RATIOS AND NET STABLE FUNDING RATIO

(Expressed in percentage)

Liquidity Ratios

	As of 30 June 2023	As of 31 December 2022	Rate of change (%)
RMB current assets to RMB current liabilities (%)	52.1	53.4	(1.3)
Foreign currency current assets to foreign currency current liabilities (%)	174.9	294.8	(119.9)

Average for the six months ended

	30 June 2023	2022	Rate of change (%)
RMB current assets to RMB current liabilities (%)	54.05	56.14	(2.09)
Foreign currency current assets to foreign currency current liabilities (%)	205.01	237.11	(32.10)

Liquidity Coverage Ratios

	As of 30 June 2023	As of 31 December 2022	Rate of change (%)
Qualified high-quality liquid assets	98,063,886.0	99,012,769.4	(0.96)
Net cash outflows in the next 30 days	62,317,954.7	59,455,391.7	4.81
Liquidity Coverage ratios (%)	157.36	166.53	(9.17)

Unaudited Supplementary Financial Information

(Amounts in thousands of Renminbi, unless otherwise stated)

Net Stable Funding Ratio

	As of 30 June 2023	As of 31 March 2022	Rate of change (%)
Total stable funding available	410,162,796.9	415,658,115.6	(1.32)
Total stable funding required	375,363,680.6	370,499,201.5	1.31
Net stable funding ratio (%)	109.27	112.19	(2.92)

Pursuant to the Disclosure of Net Stable Funding Ratio Information of Commercial Bank (YinBao JianFa [2019] No. 11), the Bank shall disclose relevant information on the net stable funding ratio for the latest two quarters.

CURRENCY CONCENTRATIONS

	Equivalent in Renminbi			Total
	US Dollars	Hong Kong Dollars	Other	
As of 30 June 2023				
Spot assets	19,579,724	10,880	118,912	19,709,516
Spot liabilities	(21,507,204)	(3,794)	(4,284,641)	(25,795,639)
Net position	(1,927,480)	7,086	(4,165,729)	(6,086,123)
As of 31 December 2022				
Spot assets	16,919,699	11,033	1,981,443	18,912,175
Spot liabilities	(18,808,254)	(4,087)	(2,355,719)	(21,168,060)
Net position	(1,888,555)	6,946	(374,276)	(2,255,885)

The above information is computed in accordance with the provisions of the banking regulatory authority. The Group has no structural position as at the end of each Reporting Period.

Unaudited Supplementary Financial Information

(Amounts in thousands of Renminbi, unless otherwise stated)

INTERNATIONAL CLAIMS

The Group is principally engaged in business operations within mainland China, and regards all claims on third parties outside main-land China as cross-border claims.

International claims mainly include deposits with banks, placements with banks and loans.

International claims have been disclosed by different countries or geographical areas. A country or geographical area is reported where it constitutes 10% or more of the aggregate amount of international claims, after taking into account any risk transfers. Risk transfer is only made if the claims are guaranteed by a third party in a country which is different from that of the counterparty or if the claims are on an overseas branch of a bank whose head office is located in another country.

	As of 30 June 2023	As of 31 December 2022	Rate of change (%)
INTERNATIONAL CLAIMS – deposits with banks and placements with banks			
Asia Pacific (excluding mainland China)	56,156	1,966,722	(97.1)
– of which: attributed to Hong Kong	9,700	9,757	(0.6)
Europe	7,903	32,757	(75.9)
North America	437,393	738,042	(40.7)
Total	501,452	2,737,521	(81.7)

	As of 30 June 2023	As of 31 December 2022	Rate of change (%)
INTERNATIONAL CLAIMS – loans			
Asia Pacific (excluding mainland China)	462,761	481,901	(4.0)
– of which: attributed to Hong Kong	462,761	481,901	(4.0)
North America	0	0	0.0
Total	462,761	481,901	(4.0)

Unaudited Supplementary Financial Information

(Amounts in thousands of Renminbi, unless otherwise stated)

EXPOSURES TO MAINLAND CHINA NON-BANK ENTITIES

	As of 30 June 2023	As of 31 December 2022	Rate of change (%)
On-balance sheet exposure	371,343,366	337,397,157	10.1
Off-balance sheet exposure	93,482,257	93,216,800	0.3

List of Branches

As of the end of the Reporting Period, details of the branches of the Bank are set out as below:

No.	Name of Branch	Address	Postcode
1	Bank of Tianjin, Sales Department	Attached Building, No.15, Youyi Road, Hexi District, Tianjin	300201
2	Bank of Tianjin, Dongli sub-branch	No. 77, Yuejin Road, Dongli District, Tianjin	300300
3	Bank of Tianjin, Junliang City sub-branch	No. 1-7, Block 29, Junhua Yard, Xinshi Town, Junliang City, Xingnong Road, Dongli District, Tianjin	300301
4	Bank of Tianjin, Jinnan sub-branch	No. 1, Ground Floor, Building 2, Jingming Garden, east side of Jingu Road and north side of Xianshuigu Hospital, Xianshuigu Town, Jinnan District, Tianjin	300350
5	Bank of Tianjin, Lushui Road sub-branch	No. 15 & 16, Ground Floor Store, Block 10, Baojujiayuan, Southern side of the Wushui Road, Jinnan District, Tianjin	300000
6	Bank of Tianjin, Jingu Road sub-branch	No. 1-3, Ground Floor, Zonglv Yuan 4, Gelinxiaocheng, west side of Jingu Road, Shuanggang Town, Jinnan District, Tianjin	300350
7	Bank of Tianjin, Xiqing sub-branch	1-A-2-01-05, 1/F New City Center I-A, 3 Wanhui Road, Zhongbei Town, Xiqing District, Tianjin	300393
8	Bank of Tianjin, Zhangjiawo sub-branch	No. 60, Yutai Road, Xiqing District, Tianjin	300380
9	Bank of Tianjin, Yangliuqing Town sub-branch	B-1-30, 31, 32, 33, 34, 34A, 35, Yangliuqing Commercial Street, Xiqing District, Tianjin	300380
10	Bank of Tianjin, Changling Road sub-branch	(Ground Floor, No.102, Apartment block) Block A-F, Yueya Garden, Lingkou Village, Liqizhuang Street, Xiqing District, Tianjin	300381
11	Bank of Tianjin, Beichen sub-branch	1185, 1186, 1187, 2170, 3180, Building 1-3, Changying Commercial Plaza, northwest side at the Junction of Jingjin Road and Longzhou Road, Beichen District, Tianjin	300340
12	Bank of Tianjin, Jingjin Road sub-branch	Extension No. 9-10, No. 352, south at the junction of Jingjin Road and Guoyuan North Road, Beichen District, Tianjin	300400
13	Bank of Tianjin, Xinyibai Avenue sub-branch	3-41 and 3-43, Ground Floor, Building 14, Puwangli (Wanda New Town), Beichen District, Tianjin	300420
14	Bank of Tianjin, Wuqing sub-branch	No. 143, Quanwang Road, Wuqing District, Tianjin	301799
15	Bank of Tianjin, Jinghu sub-branch	Ground Floor, Scientific Research Service Building, Huidareli Group, Jianing Road, Xiazhuozhuang Street, Wuqing District, Tianjin	301700
16	Bank of Tianjin, Huangzhuang sub-branch	Ground Floor, Building 74, Commercial Street, Junction of Weiyi Road and Jingba Road, Huangzhuang Street, Wuqing District, Tianjin	301700

List of Branches

No.	Name of Branch	Address	Postcode
17	Bank of Tianjin, Yongyangxi Road sub-branch	Ground Floor, No. 12-2, Shengshixinyuan, Southern side of Yongyangxi Road, Xincheng, Wuqing District, Tianjin	301799
18	Bank of Tianjin, Baodi sub-branch	No. 52, Nancheng Road, Baodi District, Tianjin	301800
19	Bank of Tianjin, Kaiyuan Road sub-branch	2-113, 2-114, 2-115, 2-213, 2-214, Huifeng Building 2, south side of Nanhuan Road, Baodi District, Tianjin	301800
20	Bank of Tianjin, Tianbao Industrial Park sub-branch	North side of Tongtang Road and east side of Tianbao Road, Economic Development Zone, Baodi District, Tianjin (Ground Floor, East Building, No. 6, Nanhuan Road)	301800
21	Bank of Tianjin, Jizhou sub-branch	No. 1 (south side of the first and third floors), People's West Road, North Bus Station, west side of Zhongchang Road, Jizhou District, Tianjin	301900
22	Bank of Tianjin, Renmin West Avenue sub-branch	No. 2-188, No. 2-188A, 2-204, Jinding Building, north side of Renmin West Avenue West, Jizhou District, Tianjin	301900
23	Bank of Tianjin, Zhouhewan sub-branch	Extension No. 8, No. 5, Qingchi West Street, Zhouhewan, Xincheng, Jizhou District, Tianjin	301900
24	Bank of Tianjin, Kangping Road sub-branch	No. 105, 107, 109 Kangping Road, Jizhou District, Tianjin	301900
25	Bank of Tianjin, Jinghai sub-branch	105 & 106, Building 7, Jinxiujiayuan (location of original Jinghai County Party Committee), Jinghai District, Tianjin	301600
26	Bank of Tianjin, Dongfanghong Road sub-branch	Commercial Area B, Haixinyuan, Dongfanghong Road, Jinghai District, Tianjin	301600
27	Bank of Tianjin, Ninghe sub-branch	No. 66, Guangming Road, Lutai Town, Ninghe District, Tianjin	301500
28	Bank of Tianjin, First central sub-branch	Kangning Building, Junction of Xikang Road and Hanyang Road, Heping District, Tianjin	300070
29	Bank of Tianjin, Rongsheng sub-branch	No. 179 & 181, Chengdu Road, Heping District, Tianjin	300070
30	Bank of Tianjin, Kaifeng sub-branch	No. 11, Nanma Road, Heping District, Tianjin	300022
31	Bank of Tianjin, Jianye sub-branch	No. 33, Qixiangtai Road, Heping District, Tianjin	300070
32	Bank of Tianjin, Baoli sub-branch	Block B, No. 18, Guizhou Road, Heping District, Tianjin	300051
33	Bank of Tianjin, Hongtong sub-branch	No. 75, Yingkou Road, Heping District, Tianjin	300040
34	Bank of Tianjin, Laolian sub-branch	No. 95, Jianshe Road, Heping District, Tianjin	300041
35	Bank of Tianjin, Huafeng sub-branch	No. 74, Jianshe Road, Heping District, Tianjin	300040
36	Bank of Tianjin, Jianshe Road sub-branch	No. 82, Jianshe Road, Heping District, Tianjin	300042
37	Bank of Tianjin, Xiangsheng sub-branch	Ground Floor, Block B, Building 5, Changshou Apartment, Rongye Street, Heping District, Tianjin	300021

List of Branches

No.	Name of Branch	Address	Postcode
38	Bank of Tianjin, Jinsheng sub-branch	No. 32, Xinxing Road, Heping District, Tianjin	300070
39	Bank of Tianjin, Jingong sub-branch	No. 72, Jiefang North Road, Heping District, Tianjin	300041
40	Bank of Tianjin, Shiye sub-branch	No. 157, Dagu North Road, Heping District, Tianjin	300040
41	Bank of Tianjin, Dali Road sub-branch	No. 86, Dali Road, Heping District, Tianjin	300050
42	Bank of Tianjin, Small Business Financial Services Center	2/F, No. 86, Dali Road, Heping District, Tianjin	300050
43	Bank of Tianjin, Baoding Road sub-branch	No. 01, Ground Floor, 1/F & No. 01, Ground Floor, 2/F, Tower A, Xinhua Building, No. 33-39, Baoding Road, Heping District, Tianjin	300040
44	Bank of Tianjin, Jinmao Plaza sub-branch	No. 2111, 1/F, Office Building 2, Tianjin Federation of Trade Unions, No. 4 Guanghua Road, Hedong District, Tianjin	300170
45	Bank of Tianjin, Chengxiang West Road sub-branch	No 912, Chengxiang West Road, Nankai District, Tianjin	300100
46	Bank of Tianjin, Second central sub-branch	Zhonghao International Automobile Building, No. 62, Longchang Road, Hexi District, Tianjin	300201
47	Bank of Tianjin, Jinhe sub-branch	No. 676, Dagu South Road, Hexi District, Tianjin	300200
48	Bank of Tianjin, Jintai sub-branch	Donglou Bridge, Dagu South Road, Hexi District, Tianjin	300200
49	Bank of Tianjin, Dagu South Road sub-branch	No. 04-05, Ground Floor, Building 1, Liuyuan Apartment, Dagu South Road, Hexi District, Tianjin	300222
50	Bank of Tianjin, Ruide sub-branch	No 3, Yongan Road, Hexi District, Tianjin	300204
51	Bank of Tianjin, Jinxi sub-branch	Extension No. 9, No. 89, Qixiangtai Road, Heping District, Tianjin	300074
52	Bank of Tianjin, Xilian sub-branch	Ground Floor, Tianjin Library, Tianjin Culture Center, Pingjiang Road, Hexi District, Tianjin	300201
53	Bank of Tianjin, Shaoxing Road sub-branch	Bank of Tianjin and 6B, 6C, 6D, 1st Floor, North Finance Building, No.5, Youyi Road, Hexi District, Tianjin	300201
54	Bank of Tianjin, Chentang Park sub-branch	106 Chentang Science and Technology Business Service Center, No. 20, Dongting Road, Hexi District, Tianjin	300220
55	Bank of Tianjin, Jinhua sub-branch	Extension No. 14, No. 16, Heiniucheng Road, Hexi District, Tianjin	300210
56	Bank of Tianjin, Rongcheng sub-branch	No. 75, Heiniucheng Road, Hexi District, Tianjin	300061
57	Bank of Tianjin, Donghai sub-branch	No. 33, Huanhu Middle Road, Hexi District, Tianjin	300060
58	Bank of Tianjin, Yinlian sub-branch	No. 26 & 28, Shuangshui Road, Hexi District, Tianjin	300222
59	Bank of Tianjin, Xietong sub-branch	1/F Jinhuang Building, No.20, Nanjing Road, Hexi District, Tianjin.	300042

List of Branches

No.	Name of Branch	Address	Postcode
60	Bank of Tianjin, Huiyuan sub-branch	South Ground Floor, Building 1, Huaxiafuyu Plaza, Jiefang South Road, Hexi District, Tianjin	300202
61	Bank of Tianjin, Guhai Road sub-branch	No. 423, Jiefang South Road, Hexi District, Tianjin	300210
62	Bank of Tianjin, Jiefang South Road sub-branch	No. 473, Jiefang South Road, Hexi District, Tianjin (Ground Floor of Bohai Sea International Commerce Block)	300221
63	Bank of Tianjin, Tianma sub-branch	F1 to F2, No. 10, Lianshuiyuan, southeastern side of the junction of Youyi South Road and Zhujiang Road, Hexi District, Tianjin	300221
64	Bank of Tianjin, Tanjiang Road sub-branch	Unit 17, Ground Floor, Chuanshuiyuan Estate (Public Building III), Suijiang Street, Hexi District, Tianjin	300221
65	Bank of Tianjin, Zhujiang Road sub-branch	Junction of Zhujiang Road and Xueyuan Road, Hexi District, Tianjin	300222
66	Bank of Tianjin, Limin Road sub-branch	No. 89, Xinanlou Weidi Road, Hexi District, Tianjin	300201
67	Bank of Tianjin, South and North Avenue sub-branch	Door 1, Ground Floor, Building 2, Meining Apartment, South and North Avenue, Hexi District, Tianjin	300210
68	Bank of Tianjin, Third central sub-branch	Area A2, Shengxinyuan, Nanmenwai Street, Nankai District, Tianjin	300100
69	Bank of Tianjin, Jinhui sub-branch	No. 248, Baidi Road, Nankai District, Tianjin	300192
70	Bank of Tianjin, Xingke sub-branch	No. 200, Anshan West Road, 1895 Tianjin University Architecture and Creation Building, Nankai District, Tianjin	300073
71	Bank of Tianjin, Kemaoy Street sub-branch	No. 428, Anshan West Road, Nankai District, Tianjin	300193
72	Bank of Tianjin, Xinyuan sub-branch	21-2-101A, Guli Garden, northwest of the intersection of Xishi Street and Guangkai Street, Nankai District, Tianjin	300102
73	Bank of Tianjin, Changkang sub-branch	Extension No. 18, No. 628, Changjiang Road, Nankai District, Tianjin	300111
74	Bank of Tianjin, Yinshan sub-branch	Ground Floor, Xingtai Apartment, No. 66, Nanfeng Road, Nankai District, Tianjin	300192
75	Bank of Tianjin, Jinshan sub-branch	102-103, No. 1289, Nanma Road, Nankai District, Tianjin	300100
76	Bank of Tianjin, Rongyuan sub-branch	No. 467, Huanghe Road, Nankai District, Tianjin	300110
77	Bank of Tianjin, Guangkaiwuma Road sub-branch	No. 294, Huanghe Road, Nankai District, Tianjin	300110
78	Bank of Tianjin, Xingnan sub-branch	No. 14, 16 & 18, Huaianhuan Road, Nankai District, Tianjin	300193

List of Branches

No.	Name of Branch	Address	Postcode
79	Bank of Tianjin, Lingbin Road sub-branch	No. 96-98, Lingbin Road, Nankai District, Tianjin	300381
80	Bank of Tianjin, Xianyang Road sub-branch	No. 82 to No. 84, Xianyang Road, Nankai District, Tianjin	300113
81	Bank of Tianjin, Huanghe Road sub-branch	Extension No. 10 & 11, No. 65, Xianyang Road, Nankai District, Tianjin	300111
82	Bank of Tianjin, Shuishang Gongyuan Road sub-branch	No. 46, Shuishang Gongyuan West Road, Nankai District, Tianjin	300191
83	Bank of Tianjin, Huayuan sub-branch	No. 25 & 27, Yashi Road, Nankai District, Tianjin	300380
84	Bank of Tianjin, Weijin South Road sub-branch	No. 70, Weijin South Road, Nankai District, Tianjin	300381
85	Bank of Tianjin, Tianda 1st sub-branch	Junction of Hubin Road and Nanfeng Road (No. 10 Hubin Road), Four Seasons Village, Tianjin University, Nankai District, Tianjin	300072
86	Bank of Tianjin, Yuanyin Road sub-branch	Ground Floor, Building 8, Yuanyinbeili, Yuanyin Road, Wangdingdi, Nankai District, Tianjin	300191
87	Bank of Tianjin, Chengjiang Road sub-branch	Ground Floor, Building 16, Huaningbeili, Chengjiang Road, Nankai District, Tianjin	300190
88	Bank of Tianjin, Keji sub-branch	No. 6, Meiyuan Road, Huayuan Industrial Park, Nankai District, Tianjin	300384
89	Bank of Tianjin, Wanhua sub-branch	No. 148-1, Yingshui Road, Huayuan Industrial Park, New Industrial Park, Tianjin	300384
90	Bank of Tianjin, Haitai Road sub-branch	Room 101, Door 3, Block F, Haitai Green Industry Base, No. 6, Haitai Fazhan 6th Road, Huayuan Industrial Park, Binhai Hi-tech Zone, Tianjin	300384
91	Bank of Tianjin, Haihe Education Park (Beiyang Zone) Sub-branch	No.104, Xinyuan South Road, Tianjin University, Haihe Education Park, Tianjin	300350
92	Bank of Tianjin, Fourth central sub-branch	Ground Floor, 1-3/F, Fujian Building, Huaxing Road, Hedong District, Tianjin	300011
93	Bank of Tianjin, Donglian sub-branch	No. 518, Tianshan Road, Hedong District, Tianjin	300162
94	Bank of Tianjin, Dongxin sub-branch	Extension No. 1, No. 2, No. 40, Jintang Road, Hedong District, Tianjin	300182
95	Bank of Tianjin, Dongyin sub-branch	Extension No. 3, No. 80, Jintang Road, Hedong District, Tianjin	300170
96	Bank of Tianjin, Daqiao Road sub-branch	Outpatient hall, the 3rd Central Hospital, No. 83, Jintang Road, Hedong District, Tianjin	300170

List of Branches

No.	Name of Branch	Address	Postcode
97	Bank of Tianjin, Jintang Road sub-branch	Ground Floor, No. 2, Door 1, Building 2, Youainanli, Zhongshanmen, Jintang Road, Hedong District, Tianjin	300180
98	Bank of Tianjin, Hedong sub-branch	101 & 102, Yitingyuan, Liuwei Road, Hedong District, Tianjin	300012
99	Bank of Tianjin, Jiahua sub-branch	No. 17-5, Jiahuali, Chenglinzhuang Road, Hedong District, Tianjin	300161
100	Bank of Tianjin, Dongsheng sub-branch	No.482 Fengshan Road, Hedong District, Tianjin	300250
101	Bank of Tianjin, Chengguang Road sub-branch	No. 71, Taixing South Road, Hedong District, Tianjin	300162
102	Bank of Tianjin, Zhongxin North Road sub-branch	No. 41, Zhongxin North Road, Hedong District, Tianjin	300181
103	Bank of Tianjin, Zile Plaza sub-branch	No. 148, Gate 4, 5, 6, Building 2, Zile Plaza, Hedong District, Tianjin	300180
104	Bank of Tianjin, Changzhou Road sub-branch	No. 22, Changzhou Road, Hedong District, Tianjin	300250
105	Bank of Tianjin, Fifth central sub-branch	No.23 Minzu Road, Hebei District, Tianjin	300010
106	Bank of Tianjin, Bada Road sub-branch	Ground Floor, Hongji Garden, No.210 Shizilin Street, Hebei District, Tianjin	300143
107	Bank of Tianjin, Xingbei sub-branch	Ground Floor, Building 1, Huiyingli Community, No. 10, Zengchan Road, Hebei District, Tianjin	300250
108	Bank of Tianjin, Zhenbei sub-branch	Building 2, Shuyuanli, Zhongshan North Road, Hebei District, Tianjin	300241
109	Bank of Tianjin, Zhongshan Road sub-branch	Ground Floor, Zerenli Building, Zhongshan Road, Hebei District, Tianjin	300142
110	Bank of Tianjin, Zhongbei sub-branch	1-2/F, Ground Floor, Building 2, Yuyang Apartment, Junction of Zhongshan Road and Yuewei Road, Hebei District, Tianjin	300140
111	Bank of Tianjin, Jincheng sub-branch	Ground Floor, Fangjingmingju, Junction of Jinzhonghe Street and Zengchan Road, Hebei District, Tianjin	300150
112	Bank of Tianjin, Wuhao Road sub-branch	No. 24, Wangchuanchang 5th Road, Hebei District, Tianjin	300150
113	Bank of Tianjin, Beiningwan sub-branch	No. 131 & 133, Yingxian Road, Hebei District, Tianjin	300402
114	Bank of Tianjin, Yuguan Road sub-branch	No. 698 & 700, Yuguan Road, Hebei District, Tianjin	300232

List of Branches

No.	Name of Branch	Address	Postcode
115	Bank of Tianjin, Tiedong Road sub-branch	No. 61-63(A6), Block 10, Beimingxinyuan, Southeast of the intersection of Tiedong Road and Yibai Road, Hebei District, Tianjin	300412
116	Bank of Tianjin, Sixth central sub-branch	No. 187, Qinjian Road, Hongqiao District, Tianjin	300130
117	Bank of Tianjin, Hongxin sub-branch	No. 84, Xiqing Road, Hongqiao District, Tianjin	300122
118	Bank of Tianjin, Hongyin sub-branch	No. 331, Dingzigu First Road, Hongqiao District, Tianjin	300131
119	Bank of Tianjin, Glory Road sub-branch	61 door 101, Xiangju Apartment, Glory Road, Hongqiao District, Tianjin	300130
120	Bank of Tianjin, Yihua Road sub-branch	No. 41, 43, 45 & 47, Yihua Road, Hongqiao District, Tianjin	300121
121	Bank of Tianjin, Chenxing Road sub-branch	No. 51 & 53, Shuanghuan Road, Hongqiao District, Tianjin	300134
122	Bank of Tianjin, Guanyinhao sub-branch	No. 5, Dongma Road, Nankai District, Tianjin	300090
123	Bank of Tianjin, Binhai branch	E2ABC, No. 20, Plaza East Road, Binhai Finance Street, the Third Street, Economic and Technology Development District, Tianjin	300457
124	Bank of Tianjin, Haibin sub-branch	No.2048 Shanghai Road, Tanggu, Binhai New Area, Tianjin	300450
125	Bank of Tianjin, Hangzhou Road sub-branch	No.8 North Zhongxin Road, Tanggu, Binhai New Area, Tianjin	300451
126	Bank of Tianjin, Tanggu sub-branch	No.289, 295, 301 Yingkou Road, Tanggu, Binhai New Area, Tianjin	300450
127	Bank of Tianjin, Heping Road sub-branch	No.9 Heping Road, Tanggu, Binhai New Area, Tianjin	300450
128	Bank of Tianjin, Oil North Road sub-branch	No.79 Dongyan Road, Tanggu, Binhai New Area, Tianjin	300452
129	Bank of Tianjin, Hebei Road sub-branch	No.25 Hebei Road, Tanggu, Binhai New Area, Tianjin	300451
130	Bank of Tianjin, Station North Road sub-branch	No.830 and 836, North Station Road, Tanggu, Binhai New Area, Tianjin	300451
131	Bank of Tianjin, Jinzhou Road sub-branch	No.1024 Jinzhou Road, Tanggu, Binhai New Area, Tianjin	300451
132	Bank of Tianjin, Hekou Road sub-branch	No.2-37, Hekou Road, Tanggu, Binhai New Area, Tianjin	300452
133	Bank of Tianjin, Zhejiang Road sub-branch	Ground Floor, Gate 1, Building 7, Huianli, Tanggu, Binhai New Area, Tianjin	300450

List of Branches

No.	Name of Branch	Address	Postcode
134	Bank of Tianjin, Gangkou Road sub-branch	Xingang Road No. 2, Tanggu, Binhai New Area, Tianjin	300450
135	Bank of Tianjin, Road No. 3 sub-branch	No.3438, Xingang Road No.3, Tanggu, Binhai New Area, Tianjin	300456
136	Bank of Tianjin, Baoshan Road sub-branch	No.3807, Xinbei Road, Ocean Science and Technology Park, Tanggu, Binhai New Area, Tianjin	300451
137	Bank of Tianjin, Yuanyang City sub-branch	No. F125-126, 1st Floor, Tianjin Ocean We-life, No. 89 Yuanyang Center Road, Binhai New Area, Tianjin	300454
138	Bank of Tianjin, Hebin Road sub-branch	No.BF104, Binhai Trade Center, 2064 Bohai Oil Road, Tanggu, Binhai New Area, Tianjin	300452
139	Bank of Tianjin, Guangzhou Road sub-branch	No. 1156, Fuzhou Road, Tanggu, Binhai New Area, Tianjin	300450
140	Bank of Tianjin, Hangu sub-branch	No. 77, Xinkai Middle Road, Hangu, Binhai New Area, Tianjin	300480
141	Bank of Tianjin, Dagang sub-branch	No.75 Yingbin Street, Dagang, Binhai New Area, Tianjin	300270
142	Bank of Tianjin, Xingfu Road sub-branch	No.666 Xingfu Road, Dagang Oilfield, Tianjin	300280
143	Bank of Tianjin, Yingxin Street sub-branch	No. 96, Yingxin Street, Dagang, Binhai New Area, Tianjin	300270
144	Bank of Tianjin, Shengli Road sub-branch	No. 124 & 126 Tuanjie West Road, Sunshine Jiayuan, Dagangyoutian, Binhai New Area, Tianjin	300280
145	Bank of Tianjin, Xuri Road sub-branch	West side, of 1/F, Block B, Commercial Building, Fuyuan Garden, Gulin Street, Binhai New Area, Tianjin	300450
146	Bank of Tianjin, Development Area sub-branch	No.76 Dongting Road, Development District, Tianjin	300457
147	Bank of Tianjin, Tianbao sub-branch	Room 101 & 201, Block B, No. 27, the Second Street, Economic and Technology Development District, Tianjin	300457
148	Bank of Tianjin, the Third Avenue sub-branch	No.31-6, Building 1, No.31 Third Street, Development District, Tianjin	300457
149	Bank of Tianjin, Huanghai Road sub-branch	No. 21-9, the Second Street, Development District, Tianjin	300457
150	Bank of Tianjin, Binhai Hi-tech Zone sub-branch	West side of Building 5, No. 188 Rixin Road, Binhai Science and Technology Park, Binhai High-tech Zone, Tianjin	300301
151	Bank of Tianjin, Sino-Singapore Eco-city sub-branch	2-1-101 & 201, Tianhexinlehui, No. 276, Hexu Road, SinoSingapore Tianjin Eco-city, Binhai New Area, Tianjin	300467
152	Bank of Tianjin, Tianjin Free-Trade Zone branch	101-201, Building 2, Financial Center, No.158 Xisan Road, Tianjin Free Trade Zone (Airport Economic Zone)	300308

List of Branches

No.	Name of Branch	Address	Postcode
153	Bank of Tianjin, Beijing branch	Xuanwumen Building, No. 73, Dongheyan Hutong, Xicheng District, Beijing	100052
154	Bank of Tianjin, Beijing Finance Street sub-branch	Building A33, Erlong Road, Xicheng District, Beijing	100032
155	Bank of Tianjin, Beijing Guangqumen sub-branch	101-02, 1/F, Floor 3, Guangqujiayuan, Dongcheng District, Beijing	100022
156	Bank of Tianjin, Beijing Dongzhimen sub-branch	101, 1/F & 201, 2/F, Building 1, No. 46, Dongzhimenwai Street, Dongcheng District, Beijing	100027
157	Bank of Tianjin, Beijing Dongcheng sub-branch	Ground Floor, No. 8, Chaoyangmennei Street, Dongcheng District, Beijing	100010
158	Bank of Tianjin, Beijing Chaowai sub-branch	No. 0185, Ground Floor & No. 1133 Office, Chaowai SOHO, B6 Chaowai Street, Chaoyang District, Beijing	100020
159	Bank of Tianjin, Beijing Sanyuanqiao sub-branch	Ground Floor, No. 101, 1/F and Office, No. 601, 6/F, Block A, Shen Yuan Center, No. B2, East Sanhuan North Road, Chaoyang District, Beijing	100027
160	Bank of Tianjin, Beijing Xinxingqiao sub-branch	Ground Floor, No. 21 and Office, 10/F, Fuxing Road, Haidian District, Beijing	100036
161	Bank of Tianjin, Beijing Zhongguancun sub-branch	Ground Floor, 1-E & 1-F, Yuanzhongyuelai, No. 15, Haidian Middle Street, Haidian District, Beijing	100080
162	Bank of Tianjin, Beijing Xizhimen sub-branch	No. 52, North Street, Xizhimen, Haidian District, Beijing	100082
163	Bank of Tianjin, Beijing Hangtianqiao sub-branch	North side of 1-2, 1/F and 2-5010 & 2-5011, 5/F, No. 100, Xisanhuan North Road, Haidian District, Beijing	100037
164	Bank of Tianjin, Beijing Fengtai sub-branch	Unit 01, F1 and F2, Commercial Building, No. 232 West Shiliuzhuang Street, Fengtai District, Beijing	100070
165	Bank of Tianjin, Beijing Fangshan sub-branch	101, 1/F & 201, 2/F, south side of Building 1 & 2, Zhengtongxili Community, Liangxiang Region, Fangshan District, Beijing	102488
166	Bank of Tianjin, Beijing Daxing sub-branch	North Side, 3-2, No. 32 & 2/F, 3-3, No. 32, Xingye Avenue (Section 3), Daxing District, Beijing	102699
167	Bank of Tianjin, Beijing Tongzhou sub-branch	East Side, 1/F, 8-1-3, No. 61 & North Side, 8-1-9, 2/F, No. 59, Xinhua West Road, Tongzhou District, Beijing	101199
168	Bank of Tianjin, Beijing Shunyi sub-branch	Unit 103 and Unit 203, F1 and F2, No. 1 Building, No.1 Court, Zhanqian Street, Shunyi District, Beijing	101300
169	Bank of Tianjin, Beijing Changping sub-branch	West side of 1/F and Northwest side of 2/F, Building 2, No. 12, Longshui Road, Changping District, Beijing	102200

List of Branches

No.	Name of Branch	Address	Postcode
170	Bank of Tianjin, Shijiazhuang branch	No. 49, Yuhua East Road, Qiaoxi District, Shijiazhuang, Hebei Province	050000
171	Bank of Tianjin, Shijiazhuang Zhongshan Road sub-branch	No. 151, Zhongshan West Road, Qiaoxi District, Shijiazhuang, Hebei Province	050000
172	Bank of Tianjin, Shijiazhuang, High-tech District sub-branch	(Room number 1-105、1-106、1-107、1-108、1-112、1-113、1-114、1-115), Ground floor commercial building, Building 1 Tian Shan Auspicious Lake, No.181 Kunlun Main Street, High-tech District, Shijiazhuang, Hebei Province	050000
173	Bank of Tianjin, Baoding branch	No. 3108, Fuxing Middle Road, Baoding, Hebei Province	071000
174	Bank of Tianjin, Baoding Zhuozhou sub-branch	No. 293, Fanyang Middle Road, Zhuozhou, Hebei Province	072750
175	Bank of Tianjin, Tangshan branch	No. 603, Xiangyun Road, Lubei District, Tangshan, Hebei	063000
176	Bank of Tianjin, Tangshan Fenghuangxincheng sub-branch	No. 131 & 133, Xingyuan Road, Lubei District, Tangshan, Hebei	063000
177	Bank of Tianjin, Tangshan Fengnan sub-branch	No. 82, 84 & 86, Jiaoyu Street, Fengnan District, Tangshan, Hebei	063000
178	Bank of Tianjin, Tangshan Caofeidian sub-branch	No. 198 & 200, Jianshe Avenue, Caofeidian District, Tangshan, Hebei	063299
179	Bank of Tianjin, Tangshan Laoting sub-branch	No. 8, Dazhao Road, Laoting County, Tangshan, Hebei	063000
180	Bank of Tianjin, Tangshan Qianan sub-branch	No. 689, Gangcheng Street, Qianan Town, Qianan, Hebei	064000
181	Bank of Tianjin, Tangshan Zunhua sub-branch	No. 1 & 2, Ground Floor, Kaiyuanjiezu, Wenbai Road, Zunhua, Hebei	064200
182	Bank of Tianjin, Shanghai branch	Baojing Business Building No.1859 Expo Avenue, Pudong District, Shanghai	200002
183	Bank of Tianjin, Shanghai Lujiazui sub-branch	Room 101 & 1201, China Shipbuilding Tower, No. 1, Pudong Avenue, Pudong New Area, Shanghai	200120
184	Bank of Tianjin, Shanghai Fushan sub-branch	Room 1A, 1/F, No. 450, Fushan Road, Pudong New Area, Shanghai	200122
185	Bank of Tianjin, Shanghai Huangpu sub-branch	Room 1B, Hi-Tech King World West Building Area F, No. 666 Beijing East Road, Huangpu District, Shanghai	200001
186	Bank of Tianjin, Shanghai Xuhui sub-branch	1 & 3/F, No. 2119, Xietu Road, Xuhui District, Shanghai	200032
187	Bank of Tianjin, Shanghai Changning sub-branch	Room 101 & 1905, Orient Century Building, No. 345, Xianxia Road, Changning District, Shanghai	200336
188	Bank of Tianjin, Shanghai Jing'an sub-branch	Room A, 1-2/F, No. 1056, Changde Road, Jing'an District, Shanghai	200040

List of Branches

No.	Name of Branch	Address	Postcode
189	Bank of Tianjin, Shanghai Zhabei sub-branch	Unit 01, 1/F, Henghui International Building, No. 556, 558 & 560, Hengfeng Road and Unit 02, 5/F, Henghui International Building, No. 568, Hengfeng Road, Zhabei District, Shanghai	200072
190	Bank of Tianjin, Shanghai Putuo sub-branch	1 & 2/F, No. 108, Guangxin Road, Putuo District, Shanghai	200061
191	Bank of Tianjin, Shanghai Hongkou sub-branch	Room 101, No. 843, Room 102, No. 845-847 & Room 103-104, No. 851, Room 604-606, No. 1, Lane 839, Dalian Road, Hongkou District, Shanghai	200086
192	Bank of Tianjin, Shanghai Minhang sub-branch	1/F, No. 1058, Caobao Road, Minhang District, Shanghai	201101
193	Bank of Tianjin, Jinan branch	1-109, Building 2 & 5, Area 1 Sanjianruifuyuan, No. 20999, Jingshi Road, Shizhong District, Jinan	250001
194	Bank of Tianjin, Jinan Shizhong sub-branch	3F, No. 2666, Shop B2-002, No. 2688, Erhuannan Road, Shizhong District, Jinan City	250022
195	Bank of Tianjin, Jinan Lixia sub-branch	1 & 2F, Northwest corner, Jinan Metro South Building, No. 5 Jie Fang Dong Road, Lixia District, Jinan City	250014
196	Bank of Tianjin, Jinan Quancheng sub-branch	Jiefangge Business Center, No. 187, Heihuquan North Road, Lixia District, Jinan	250001
197	Bank of Tianjin, Jinan Dianliu sub-branch	No. 5006-9, Erhuan East Road, Lixia District, Jinan City	250014
198	Bank of Tianjin, Jinan Licheng sub-branch	Building 27, No. 47, Huayuan Road, Licheng District, Jinan	250199
199	Bank of Tianjin, Jinan Dongcheng sub-branch	1 & 2/F, Auxiliary Building of Geological Technology Building, No. 521, Jingde Street, northwest corner of the intersection of Tangye Middle Road and Jingde Street, Licheng District, Jinan, Shandong	250109
200	Bank of Tianjin, Jinan Huaiyin sub-branch	Building 1 & 2, east side, Ground Floor, Shunchengyuan Community, No. 24916, Jingshi Road, Huaiyin District, Jinan	250022
201	Bank of Tianjin, Jinan Xicheng sub-branch	Financial Service Hall, northeast corner, 1/F, Jinan Baoye Building, southwest corner of the intersection of Lashanhe West Road and Rizhao Road, Huaiyin District, Jinan, Shandong	250117
202	Bank of Tianjin, Jinan Tianqiao sub-branch	No. 965, 975 & 985, Minghu West Road, Jinan	250000

List of Branches

No.	Name of Branch	Address	Postcode
203	Bank of Tianjin, Jinan Binhe sub-branch	Room 101, 1201 Partial, 1202 & 1203, Block A, Binhe Business Center, No. 8888 Qinghe North Road, Tianqiao District, Jinan	250033
204	Bank of Tianjin, Jinan Zhangqiu sub-branch	Shop 104, Building 16, Qilujianqiao Community, No. 35, Mingshui shuangshan Street, Zhangqiu District	250299
205	Bank of Tianjin, Dongying branch	No.55 Fuqian Street, Dongying District, Dongying City, Shandong Province	257000
206	Bank of Tianjin, Dongying Xicheng sub-branch	Jindu Building, No.680-1 Huanghe Road, Dongying District, Dongying City, Shandong Province	257061
207	Bank of Tianjin, Taian branch	No. 483, Dongyue Street, Taian, Shandong	271000
208	Bank of Tianjin, Yantai branch	No. 16 Hengshan Road, Yantai Economic and Technological Development District, Yantai Development Zone, Yantai Area of Shandong Pilot Free Trade Zone, PRC	264006
209	Bank of Tianjin, Chengdu branch	No. 688, Tianfu Avenue Middle, Hi-tech District, Chengdu, Sichuan	610041
210	Bank of Tianjin, Chengdu Jingjiang sub-branch	No. 318 & 328, Tongying Street, Jinjiang District, Chengdu, Sichuan	610065
211	Bank of Tianjin, Chengdu Binjiang sub-branch	No. 10, Binjiang West Road, Jinjiang District, Chengdu, Sichuan Province	610021
212	Bank of Tianjin, Chengdu Qingyang sub-branch	No. 53 & Attachment No. 1-2, No. 53, Jinyang Road, Qingyang District, Chengdu, Sichuan	610072
213	Bank of Tianjin, Chengdu Jinniu sub-branch	Attachment No. 9-13 & Room 205-207, Building 8, No. 2, Chadianzi West Street, Jinniu District, Chengdu, Sichuan Province	610036
214	Bank of Tianjin, Chengdu Wuhou sub-branch	No. 1, 1/F, Building 1, No. 518, Lidu Road, Wuhou District, Chengdu, Sichuan	610047
215	Bank of Tianjin, Chengdu Chenghua sub-branch	No. 69, 71, 73, 75; No. 204 of Building 1, No. 67, Fuqing Road (Section 2), Chenghua District, Chengdu, Sichuan	610057
216	Bank of Tianjin, Chengdu Pidu sub-branch	No. 1 of 1/F, No. 1 of 2/F, Building 1, No.88, Chuangzhi Nanyi Road, Pidu District, Chengdu, Sichuan Province	611730
217	Bank of Tianjin, Luzhou branch	No. 189, Chunjingxia Road, Jiangyang District, Luzhou, Sichuan Province	646000