

China CITIC Bank International Limited
Illustration for the Balance Sheet Reconciliation
At 30 June 2013

	Balance sheet as in published financial statements	Under regulatory scope of consolidation	Cross reference to Definition of Capital Components
	HK\$'000	HK\$'000	
Assets			
Cash and balances with banks, central banks and other financial institutions	6,830,209	6,830,209	
Placements with and advances to banks, central banks and other financial institutions	37,010,194	37,010,194	
Trading assets	2,661,543	2,661,543	
Securities designated at fair value through profit or loss	61,799	61,799	
Loans and advances to customers and other accounts	120,139,704	120,153,282	
<i>of which : collective impairment allowances reflected in regulatory capital</i>		280,182	(1)
Available-for-sale securities	18,611,309	18,611,309	
Property and equipment			
- Investment property	178,982	178,982	
- Other property and equipment	646,570	646,570	
Tax recoverable	1,390	1,390	
Deferred tax assets	54,174	54,174	(2)
Total Assets	186,195,874	186,209,452	
Liabilities			
Deposits and balances of banks and other financial institutions	5,891,264	5,891,264	
Deposits from customers	134,024,944	134,024,944	
Trading liabilities	1,783,939	1,783,939	
Certificates of deposit issued	13,267,339	13,267,339	
Debt securities issued	1,137,136	1,137,136	
Current taxation	208,569	208,569	
Deferred tax liabilities	3,847	3,847	(3)
Other liabilities	7,472,763	7,472,859	
Loan capital	6,434,152	6,186,390	
<i>of which: Loan capital not eligible for inclusion in regulatory capital</i>		5,567,751	(4)
<i>Loan capital eligible for inclusion in regulatory capital</i>		-	
Total Liabilities	170,223,953	169,976,287	
Shareholders' Equity			
Total equity attributable to equity shareholders of the Bank	15,971,921	16,233,165	
of which: Paid-in share capital	7,283,341	7,283,341	(5)
Share premium	282,930	282,930	(6)
Capital reserve	6,589	6,589	(7)
General reserve	100,000	100,000	(8)
Exchange differences reserve	121,740	121,740	(9)
Property revaluation reserve	66	66	(10)
Deferred taxation on property revaluation reserve	(11)	(11)	(11)
Investment revaluation reserve	(107,769)	(107,769)	(12)
Statutory reserve	33,241	33,241	(13)
Regulatory general reserve	124,915	124,915	(14)
Current year profit and loss	1,053,469	781,154	(15)
Retained earnings	7,073,410	7,606,969	(16)
<i>of which : Regulatory reserve earmarked</i>		1,670,656	(17)
<i>of which : Cumulative retained earnings for investment properties</i>		104,299	(18)
Total Equity and Liabilities	186,195,874	186,209,452	

China CITIC Bank International Limited
Extract of Transition Disclosures Template (with added column)
At 30 June 2013

		Amounts subject to pre-BaseI treatment*	Cross reference to Regulatory Scope of Consolidation
	HK\$'000	HK\$'000	
CET1 capital: instruments and reserves			
1	Directly issued qualifying CET1 capital instruments plus any related share premium	7,566,271	(5) + (6)
2	Retained earnings	781,154	(15)
3	Disclosed reserves	7,885,674	(7) + (8) + (9) + (11) + (12) + (13) + (14) + (16)
4	Directly issued capital subject to phase out from CET1 capital (only applicable to non-joint stock companies)	Not applicable	
	Public sector capital injections grandfathered until 1 January 2018	Not applicable	
5	Minority interests arising from CET1 capital instruments issued by consolidated bank subsidiaries and held by third parties (amount allowed in CET1 capital of the consolidation group)	0	
6	CET1 capital before regulatory deductions	16,233,099	
CET1 capital: regulatory deductions			
7	Valuation adjustments	0	
8	Goodwill (net of associated deferred tax liability)	0	
9	Other intangible assets (net of associated deferred tax liability)	0	0
10	Deferred tax assets net of deferred tax liabilities	50,327	(2) - (3)
11	Cash flow hedge reserve	0	
12	Excess of total EL amount over total eligible provisions under the IRB approach	0	0
13	Gain-on-sale arising from securitization transactions	0	
14	Gains and losses due to changes in own credit risk on fair valued liabilities	0	0
15	Defined benefit pension fund net assets (net of associated deferred tax liabilities)	0	0
16	Investments in own CET1 capital instruments (if not already netted off paid-in capital on reported balance sheet)	0	0
17	Reciprocal cross-holdings in CET1 capital instruments	0	0
18	Insignificant capital investments in CET1 capital instruments issued by financial sector entities that are outside the scope of regulatory consolidation (amount above 10% threshold)	0	0
19	Significant capital investments in CET1 capital instruments issued by financial sector entities that are outside the scope of regulatory consolidation (amount above 10% threshold)	0	0
20	Mortgage servicing rights (amount above 10% threshold)	Not applicable	
21	Deferred tax assets arising from temporary differences (amount above 10% threshold, net of related tax liability)	Not applicable	
22	Amount exceeding the 15% threshold	Not applicable	
23	of which: significant investments in the common stock of financial sector entities	Not applicable	
24	of which: mortgage servicing rights	Not applicable	
25	of which: deferred tax assets arising from temporary differences	Not applicable	
26	National specific regulatory adjustments applied to CET1 capital	1,774,955	
26a	Cumulative fair value gains arising from the revaluation of land and buildings (own-use and investment properties)	104,299	(18)
26b	Regulatory reserve for general banking risks	1,670,656	(17)
26c	Securitization exposures specified in a notice given by the Monetary Authority	0	
26d	Cumulative losses below depreciated cost arising from the institution's holdings of land and buildings	0	
26e	Capital shortfall of regulated non-bank subsidiaries	0	0
26f	Capital investment in a connected company which is a commercial entity (amount above 15% of the reporting institution's capital base)	0	0
27	Regulatory deductions applied to CET1 capital due to insufficient AT1 capital and Tier 2 capital to cover deductions	2	
28	Total regulatory deductions to CET1 capital	1,825,284	
29	CET1 capital	14,407,815	
AT1 capital: instruments			
30	Qualifying AT1 capital instruments plus any related share premium	0	
31	of which: classified as equity under applicable accounting standards	0	
32	of which: classified as liabilities under applicable accounting standards	0	
33	Capital instruments subject to phase out arrangements from AT1 capital	0	
34	AT1 capital instruments issued by consolidated bank subsidiaries and held by third parties (amount allowed in AT1 capital of the consolidation group)	0	
35	of which: AT1 capital instruments issued by subsidiaries subject to phase out arrangements	0	
36	AT1 capital before regulatory deductions	0	

AT1 capital: regulatory deductions			
37	Investments in own AT1 capital instruments	0	0
38	Reciprocal cross-holdings in AT1 capital instruments	0	0
39	Insignificant capital investments in AT1 capital instruments issued by financial sector entities that are outside the scope of regulatory consolidation (amount above 10% threshold)	0	0
40	Significant capital investments in AT1 capital instruments issued by financial sector entities that are outside the scope of regulatory consolidation	0	0
41	National specific regulatory adjustments applied to AT1 capital	2	
41a	Portion of deductions applied 50:50 to core capital and supplementary capital based on pre-Basel III treatment which, during transitional period, remain subject to deduction from Tier 1 capital	2	
i	of which: Excess of total EL amount over total eligible provisions under the IRB approach	0	
ii	of which: Capital shortfall of regulated non-bank subsidiaries	0	
iii	of which: Investments in own CET1 capital instruments	0	
iv	of which: Reciprocal cross holdings in CET1 capital instruments issued by financial sector entities	0	
v	of which: Capital investment in a connected company which is a commercial entity (amount above 15% of the reporting institution's capital base)	0	
vi	of which: Insignificant capital investments in CET1 capital instruments, AT1 capital instruments and Tier 2 capital instruments issued by financial sector entities that are outside the scope of regulatory consolidation	0	
vii	of which: Significant capital investments in CET1 capital instruments, AT1 capital instruments and Tier 2 capital instruments issued by financial sector entities that are outside the scope of regulatory consolidation	0	
42	Regulatory deductions applied to AT1 capital due to insufficient Tier 2 capital to cover deductions	0	
43	Total regulatory deductions to AT1 capital	2	
44	AT1 capital	0	
45	Tier 1 capital (Tier 1 = CET1 + AT1)	14,407,815	
Tier 2 capital: instruments and provisions			
46	Qualifying Tier 2 capital instruments plus any related share premium	0	
47	Capital instruments subject to phase out arrangements from Tier 2 capital	5,567,751	(4)
48	Tier 2 capital instruments issued by consolidated bank subsidiaries and held by third parties (amount allowed in Tier 2 capital of the consolidation group)	0	
49	<i>of which: capital instruments issued by subsidiaries subject to phase out arrangements</i>	0	
50	Collective impairment allowances and regulatory reserve for general banking risks eligible for inclusion in Tier 2 capital	1,521,943	(1) + (17) x 74.32775%
51	Tier 2 capital before regulatory deductions	7,089,694	
Tier 2 capital: regulatory deductions			
52	Investments in own Tier 2 capital instruments	0	0
53	Reciprocal cross-holdings in Tier 2 capital instruments	0	0
54	Insignificant capital investments in Tier 2 capital instruments issued by financial sector entities that are outside the scope of regulatory consolidation (amount above 10% threshold)	0	0
55	Significant capital investments in Tier 2 capital instruments issued by financial sector entities that are outside the scope of regulatory consolidation	0	0
56	National specific regulatory adjustments applied to Tier 2 capital	(46,962)	
56a	Add back of cumulative fair value gains arising from the revaluation of land and buildings (own-use and investment properties) eligible for inclusion in Tier 2 capital	(46,965)	[(10) + (18)] x 45%
56b	Portion of deductions applied 50:50 to core capital and supplementary capital based on pre-Basel III treatment which, during transitional period, remain subject to deduction from Tier 2 capital	3	
i	of which: Excess of total EL amount over total eligible provisions under the IRB approach	0	
ii	of which: Capital shortfall of regulated non-bank subsidiaries	0	
iii	of which: Investments in own CET1 capital instruments	0	
iv	of which: Reciprocal cross holdings in CET1 capital instruments issued by financial sector entities	0	
v	of which: Capital investment in a connected company which is a commercial entity (amount above 15% of the reporting institution's capital base)	0	
vi	of which: Insignificant capital investments in CET1 capital instruments, AT1 capital instruments and Tier 2 capital instruments issued by financial sector entities that are outside the scope of regulatory consolidation	0	
vii	of which: Significant capital investments in CET1 capital instruments, AT1 capital instruments and Tier 2 capital instruments issued by financial sector entities that are outside the scope of regulatory consolidation	0	
57	Total regulatory deductions to Tier 2 capital	(46,962)	
58	Tier 2 capital	7,136,656	
59	Total capital (Total capital = Tier 1 + Tier 2)	21,544,471	

Abbreviations:

CET1: Common Equity Tier 1

AT1: Additional Tier 1