

China CITIC Bank International Limited Macau Branch

(In accordance with the requirements set out in Macau Financial System Act approved by Decree-Law No. 32/93/M of 5 July 1993)

Balance Sheet as at 30 June 2013

MOP

Assets	Total Amount	Provision, Accumulated Depreciation and Impairment	Net Amount
Cash			
Deposits with AMCM	25,023,058.23		25,023,058.23
Account Receivable	102,419.79		102,419.79
Due from other local credit institutions	4,249,362.85		4,249,362.85
Due from other foreign credit institutions	17,712,069.04		17,712,069.04
Gold and Silver			
Other Current Assets			
Loans and advances to customers	870,843,494.56		870,843,494.56
Placements with local credit institutions	117,000,000.00		117,000,000.00
Placements with foreign credit institutions	407,946.25		407,946.25
Shares, Bonds and Equity			
Debtors			
Other Investments			
Financial Investments			
Real Estate			
Equipment	4,789,590.06	4,073,446.51	716,143.55
Deferred Expenses			
Pre-opening Expenses			
Fixed assets in progress			-
Other Fixed Assets	2,362,468.80	1,864,886.75	497,582.05
Internal and Adjustment accounts	383,244,333.21		383,244,333.21
TOTAL	1,425,734,742.79	5,938,333.26	1,419,796,409.53

China CITIC Bank International Limited Macau Branch

Balance Sheet as at 30 June 2013

MOP

Liabilities	Sub-total	Total
Saving Deposits	167,730,343.85	251,584,539.55
Demand Deposits and Deposits at short notice		
Time Deposits	83,854,195.70	
Public sector deposits		694,136,473.12
Due to local credit institutions		
Due to other local credit institutions		
Foreign currency takings	693,811,602.72	
Cheques and orders payable	155,778.91	
Creditors	169,091.49	
Other Liabilities		
Internal and Adjustment accounts	386,187,768.09	
Provisions	12,416,894.87	
Capital	50,000,000.00	
Legal Reserve		451,780,679.50
Voluntary Reserve		
* Other Reserves	3,176,016.54	
Profit and loss accumulated balance		22,294,717.36
Profit & Loss for the period	22,294,717.36	
TOTAL		1,419,796,409.53

Note:

Other reserves include MOP3,176,017 for general provision. The Branch adopts Macau Financial Reporting Standards to prepare its financial statements and to provide collective impairment allowance. Such collective impairment allowance may be lower than the minimum general provision requirement of AMCM Rule 18/93. The Branch will transfer the amount equal to the difference between the minimum requirement of AMCM and the collective impairment allowance to other reserve (after considering the deferred tax liabilities of MOP433,093). This additional general provision is shown as "Additional provision under AMCM rules" in this summarized financial statements. In the income statement of the interim review report, this adjustment is shown between "Profit/(loss) for the period" and "Result for the period under AMCM rules".

China CITIC Bank International Limited Macau Branch

Operating Result for the period ended 30 June 2013

MOP

Debit	Amount	Credit	Amount
Costs of credit operations	1,003,567.93	Income from credit operations	8,906,904.91
Personnel costs		Income from banking services	4,448,750.46
Directors and Supervisory Council Expenses		Income from other banking services	649,366.16
Staff Expenses	5,577,128.00	Income from securities and equity investments	
Fixed Staff Benefits	323,757.48	Other banking income	
Other personnel costs	450,154.25	Income from non-banking operations	
Third party supply	117,988.87	Operatong Loss	
Third party services	2,037,847.80		
Other banking costs	33,295.91		
Taxation	(397,261.14)		
Costs of non-banking operations			
Depreciation allowances	275,595.69		
Provision allowances			
Operating Profit	4,582,946.74		
TOTAL	14,005,021.53	TOTAL	14,005,021.53

China CITIC Bank International Limited Macau Branch

Profit and Loss Account for the period ended 30 June 2013

MOP

Debit	Amount	Credit	Amount
Operating Loss		Operating Profit	4,582,946.74
Losses related to previous years		Profit related to previous years	
Exceptional Losses		Exceptional Profits	
Deferred tax for operating profit	3,434,785.55	Provisions charged back	24,322,572.71
Additional provision under AMCM rules	3,176,016.54	Operating Result (Loss)	
Operating Result (Profit)	22,294,717.36		
TOTAL	28,905,519.45	TOTAL	28,905,519.45

Executive Deputy General Manager & Branch Manager
 Desmond Wong

Assistant Vice President
 Emily Sio

**China CITIC Bank International
Limited Macau Branch**

中信銀行(國際)有限公司澳門分行

**Disclosure of Interim Financial Information
for the six months ended 30 June 2013**

Income statement

for the six months ended 30 June 2013

(Expressed in Macau Patacas)

	<i>30 June 2013 MOP</i>	<i>30 June 2012 MOP</i>
Interest income	8,906,905	15,814,679
Interest expense	<u>(1,003,568)</u>	<u>(2,499,096)</u>
Net interest income	7,903,337	13,315,583
Fee and commission income	3,810,736	12,857,386
Other operating income	<u>1,287,380</u>	<u>1,607,198</u>
Operating income	13,001,453	27,780,167
Operating expenses	<u>(8,815,768)</u>	<u>(6,791,791)</u>
Operating profit before impairment	4,185,685	20,988,376
Impairment losses released/(charged) on loans and advances to customers	<u>24,322,573</u>	<u>(11,220,939)</u>
Operating profit	28,508,258	9,767,437
Loss on disposal of fixed assets	<u>-</u>	<u>(911)</u>
Profit before taxation	28,508,258	9,766,526
Income tax charged	<u>(3,037,524)</u>	<u>(1,171,983)</u>
Profit for the period	<u>25,470,734</u>	<u>8,594,543</u>
Effects of additional provision for loans under Autoridade Monetária de Macau (“AMCM”) rules		
Profit for the period	25,470,734	8,594,543
Additional provision under AMCM rules, net of tax	<u>(3,176,017)</u>	<u>-</u>
Result for the period under AMCM rules	<u>22,294,717</u>	<u>8,594,543</u>

Balance sheet at 30 June 2013

(Expressed in Macau Patacas)

	<i>30 June</i> <i>2013</i> MOP	<i>31 December</i> <i>2012</i> MOP
Assets		
Cash and balances with banks	21,961,432	48,967,723
Placements with bank	407,946	160,105,875
Deposits with AMCM	25,023,058	17,241,167
Trading assets	991,316	578,305
Held-to-maturity investments	116,977,226	104,977,421
Loans and advances to customers	858,426,600	674,330,609
Fixed assets	1,213,726	1,237,007
Deferred tax assets	-	3,001,692
Other assets	382,355,437	123,306,967
TOTAL ASSETS	<u>1,407,356,741</u>	<u>1,133,746,766</u>
Liabilities		
Deposits from customers	251,584,540	399,427,301
Deposits and balances from Head Office	693,811,603	499,441,316
Trading liabilities	985,986	578,305
Current taxation	3,957,770	4,411,425
Deferred tax liabilities	433,093	-
Other liabilities	381,113,015	147,146,770
	<u>1,331,886,007</u>	<u>1,051,005,117</u>

Balance sheet at 30 June 2013 (continued)

(Expressed in Macau Patacas)

	<i>30 June 2013 MOP</i>	<i>31 December 2012 MOP</i>
Head Office account		
Establishment fund	50,000,000	50,000,000
Provision under AMCM Rules		
– Regulatory reserve	3,176,017	-
Retained profits	22,294,717	32,741,649
	<u>75,470,734</u>	<u>82,741,649</u>
TOTAL HEAD OFFICE ACCOUNT AND LIABILITIES	<u>1,407,356,741</u>	<u>1,133,746,766</u>

Cash flow statement

for the six months ended 30 June 2013

(Expressed in Macau Patacas)

	<i>30 June</i> <i>2013</i> MOP	<i>30 June</i> <i>2012</i> MOP
Operating activities		
Profit before taxation	28,508,258	9,766,526
Adjustments for:		
Depreciation expense	275,596	269,045
Impairment losses (released)/charged on loans and advances to customers	(24,322,573)	11,220,939
Loss on disposal of fixed assets	-	911
	<u>4,461,281</u>	<u>21,257,421</u>
(Increase)/decrease in operating assets:		
Placements with bank with original maturity beyond three months	425,875	23,616,858
Deposits with AMCM	(7,781,892)	4,595,155
Trading assets	(413,011)	3,612,958
Loans and advances to customers	(159,773,418)	(61,315,351)
Other assets	(259,048,470)	71,614,227
	<u>(426,590,916)</u>	<u>42,123,847</u>
Increase/(decrease) in operating liabilities:		
Deposits from customers	(147,842,761)	(302,452,647)
Deposits and balances from Head Office	194,370,287	176,858,178
Trading liabilities	407,681	(3,582,840)
Other liabilities	233,966,245	(100,552,742)
	<u>280,901,452</u>	<u>(229,730,051)</u>
Cash used in operations	(141,228,183)	(166,348,783)
Tax paid	<u>(56,394)</u>	<u>-</u>
Net cash used in operating activities	<u>(141,284,577)</u>	<u>(166,348,783)</u>

Cash flow statement
for the six months ended 30 June 2013 (continued)
(Expressed in Macau Patacas)

	<i>30 June</i> <i>2013</i> MOP	<i>30 June</i> <i>2012</i> MOP
Investing activity		
Purchase of fixed assets	(252,314)	(81,370)
Net cash used in investing activity	(252,314)	(81,370)
Financing activity		
(Retained profits)/accumulated loss remitted (to)/from Head Office	(32,741,649)	6,949,212
Net cash (used in)/generated from financing activity	(32,741,649)	6,949,212
Net decrease in cash and cash equivalents	(174,278,540)	(159,480,941)
Cash and cash equivalents at 1 January	313,625,144	355,050,620
Cash and cash equivalents at 30 June	139,346,604	195,569,679
Cash flows from operating activities include:		
Interest received	8,474,814	16,593,647
Interest paid	(1,390,243)	(3,156,573)

Disclosures of financial information for the six months ended 30 June 2013 (Expressed in Macau Patacas)

1 Off-balance sheet exposures

(a) *Contingent liabilities and commitments to extend credit*

The following is a summary of the contractual amounts of each significant class of contingent liabilities and commitments:

	<i>30 June</i> <i>2013</i> MOP	<i>31 December</i> <i>2012</i> MOP
Transaction-related contingencies	131,411,643	131,823,977
Trade-related contingencies	219,003,825	206,797,576
	<u>350,415,468</u>	<u>338,621,553</u>
Other commitments:		
– with an original maturity of not more than 1 year	1,860,526,445	1,854,140,929
– with an original maturity of more than 1 year	-	-
	<u>1,860,526,445</u>	<u>1,854,140,929</u>
	<u>2,210,941,913</u>	<u>2,192,762,482</u>

Contingent liabilities and commitments are credit-related instruments which include letters of credits, guarantees and commitments to extend credit. The risk involved is essentially the same as the credit risk involved in extending loan facilities to customers. The contractual amounts represent the amounts at risk should the contract be fully drawn upon and the client default. As the facilities may expire without being drawn upon, the contractual amounts do not represent expected future cash flows.

1 Off-balance sheet exposures (continued)

(b) Derivatives

The use of derivatives for sale to customers as risk management products is an integral part of the Branch's business activities. These instruments are also used to manage the Branch's own exposures to market risk as part of its asset and liability management process. The principal derivative instruments used by the Branch are foreign exchange related contracts, which are primarily over-the-counter derivatives. Most of the Branch's derivative positions have been entered into to meet customer demand.

(i) Notional amounts of derivatives

Derivatives are contracts whose value depends on the value of one or more underlying financial instruments, interest or exchange rates or indices. The notional amounts of these instruments indicate the volume of transactions outstanding and do not represent amounts at risk.

The following is a summary of the notional amounts of each significant type of derivative entered into by the Branch:

	<i>30 June 2013 MOP</i>	<i>31 December 2012 MOP</i>
Exchange rate contracts	<u>188,115,524</u>	<u>389,567,880</u>

(ii) Fair values and credit risk-weighted amounts of derivatives

	<i>30 June 2013</i>			<i>31 December 2012</i>		
	<i>Fair value assets MOP</i>	<i>Fair value liabilities MOP</i>	<i>Credit risk- weighted amount MOP</i>	<i>Fair value assets MOP</i>	<i>Fair value liabilities MOP</i>	<i>Credit risk- weighted amount MOP</i>
Exchange rate contracts	<u>991,316</u>	<u>985,986</u>	<u>1,852,000</u>	<u>578,305</u>	<u>578,305</u>	<u>3,466,000</u>

Credit risk-weighted amount refers to the amount as computed in accordance with AMCM Guideline Notice 013/93-AMCM on capital adequacy and depends on the status of the counterparty and the maturity characteristics. The risk weights used range from 0% to 50% for exchange rate and interest rate contracts and from 0% to 100% for other derivative contracts.

The Branch did not enter into any bilateral netting arrangements during the year and accordingly these amounts are shown on a gross basis.

1 Off-balance sheet exposures (continued)

(c) Operating lease commitments

At 30 June 2013, the total future minimum lease payment under non-cancellable operating leases are payable as follows:

	<i>30 June</i> <i>2013</i> MOP	<i>31 December</i> <i>2012</i> MOP
Properties:		
- Within one year	1,303,558	62,745
- After one year but within five years	752,447	-
	<u>2,056,005</u>	<u>62,745</u>
Others:		
- Within one year	33,125	33,125
- After one year but within five years	96,561	112,987
	<u>129,686</u>	<u>146,112</u>

The Branch leases two properties, two car-parking spaces and two items of equipment under operating leases. The lease for property typically runs for an initial period of two years, with an option to renew the lease when all terms are renegotiated. The lease for car-parking spaces runs for an initial period of one year and one month respectively. The lease for equipment runs for an initial period of five years. None of the leases includes contingent rentals.

2 Material related party transactions

The amounts of related party transactions during the period and outstanding balances at the end of the period are set out below:

	<i>30 June</i> <i>2013</i> MOP	<i>30 June</i> <i>2012</i> MOP
Interest income	52,725	405,185
Interest expense	559,527	1,648,968
Net trading gain/(loss) from exchange rate contracts entered with Head Office	<u>845,328</u>	<u>(224,079)</u>

2 Material related party transactions (continued)

The amounts of related party transactions during the period and outstanding balances at the end of the period are set out below: (continued)

	<i>30 June</i> <i>2013</i> MOP	<i>31 December</i> <i>2012</i> MOP
Placements with Head Office:		
At 1 January	160,105,875	280,737,504
At 30 June 2013/31 December 2012	407,946	160,105,875
Average for the period/year	<u>24,768,410</u>	<u>111,840,029</u>
Interest receivables from Head Office and other branch:		
At 1 January	60,351	563,138
At 30 June 2013/31 December 2012	133	60,351
Average for the period/year	<u>6,933</u>	<u>35,845</u>
Deposits and balances from Head Office:		
At 1 January	499,441,316	548,274,676
At 30 June 2013/31 December 2012	693,811,603	499,441,316
Average for the period/year	<u>540,559,525</u>	<u>852,203,999</u>
Interest payables to Head Office:		
At 1 January	30,485	376,636
At 30 June 2013/31 December 2012	42,544	30,485
Average for the period/year	<u>21,737</u>	<u>135,681</u>
Off-balance sheet items entered with Head Office:		
Forward contracts - notional amounts	<u>94,454,440</u>	<u>194,783,940</u>

3 Credit risk

(a) Geographical analysis of loans and advances to customers and commitments

Distribution of loans and advances to customers and commitments by region over or equal 10% of total loans and commitments.

<i>30 June 2013</i>				
<i>Region</i>	<i>Gross loans and advances to customers and commitments</i> MOP	<i>Past due or impaired loans and advances to customers</i> MOP	<i>Individually assessed impairment allowance</i> MOP	<i>Collectively assessed impairment allowance</i> MOP
Macau SAR	2,627,651,131	-	-	11,448,694
Total	<u>2,627,651,131</u>	<u>-</u>	<u>-</u>	<u>11,448,694</u>

<i>31 December 2012</i>				
<i>Region</i>	<i>Gross loans and advances to customers and commitments</i> MOP	<i>Past due or impaired loans and advances to customers</i> MOP	<i>Individually assessed impairment allowance</i> MOP	<i>Collectively assessed impairment allowance</i> MOP
Macau SAR	2,479,045,577	-	-	33,585,416
Total	<u>2,479,045,577</u>	<u>-</u>	<u>-</u>	<u>33,585,416</u>

The geographical analysis is classified based on the countries where the counterparties were incorporated, without taking into account the transfer of risk. In general, risk transfer applies when the exposure is guaranteed by a party situated in an area different from the counterparty.

The portion of collectively assessed impairment allowance of MOP968,201 (31 December 2012: MOP3,154,052) was not allocated to the above geographical areas.

3 Credit risk (continued)

(b) Geographical analysis of debt securities and derivatives

Debt investments (including AMCM Monetary Bills) and derivatives by geographical areas over or equal 10% of total credit exposure. The carrying value below represents the amount of the financial asset in the balance sheet.

<i>Region</i>	<i>30 June 2013</i>			
	<i>Debt Investments</i>		<i>Derivatives</i>	
	<i>Notional</i>	<i>Carrying</i>	<i>Notional</i>	<i>Carrying</i>
	<i>amounts</i>	<i>value</i>	<i>amounts</i>	<i>value</i>
	MOP	MOP	MOP	MOP
Macau SAR	117,000,000	116,977,226	93,661,084	(839,999)
Hong Kong SAR	-	-	94,454,440	845,328
Total	<u>117,000,000</u>	<u>116,977,226</u>	<u>188,115,524</u>	<u>5,329</u>

<i>Region</i>	<i>31 December 2012</i>			
	<i>Debt Investments</i>		<i>Derivatives</i>	
	<i>Notional</i>	<i>Carrying</i>	<i>Notional</i>	<i>Carrying</i>
	<i>amounts</i>	<i>value</i>	<i>amounts</i>	<i>value</i>
	MOP	MOP	MOP	MOP
Macau SAR	105,000,000	104,977,421	194,783,940	(336,086)
Hong Kong SAR	-	-	194,783,940	336,086
Total	<u>105,000,000</u>	<u>104,977,421</u>	<u>389,567,880</u>	<u>-</u>

At 30 June 2013 and 31 December 2012, the Branch only had held-to-maturity investments in unlisted monetary bills issued by AMCM.

3 Credit risk (continued)

(c) Loans and advances to customers analysed by industry sectors

The information concerning loans and advances to customers by industry sectors is prepared by classifying the loans and advances according to the usage of the loans and advances and is stated gross of any impairment allowances.

	30 June 2013					31 December 2012				
	Gross loans and advances to customers MOP	Past due or impaired loans and advances to customers MOP	Individually assessed impairment allowance MOP	Collectively assessed impairment allowance MOP	Impairment allowance written off during the year MOP	Gross loans and advances to customers MOP	Past due or impaired loans and advances to customers MOP	Individually assessed impairment allowance MOP	Collectively assessed impairment allowance MOP	Impairment allowance written off during the year MOP
Loans and advances for use in Macau										
Industrial, commercial and financial:										
– Property investment	5,235,225	-	-	74,646	-	5,506,294	-	-	284,499	-
– Wholesale and retail trade	172,554,259	-	-	2,460,360	-	198,349,091	-	-	10,248,273	-
– Manufacturing	47,037,030	-	-	670,676	-	47,069,124	-	-	2,431,961	-
– Others	28,080,654	-	-	400,387	-	28,941,280	-	-	1,495,334	-
	<u>252,907,168</u>	<u>-</u>	<u>-</u>	<u>3,606,069</u>	<u>-</u>	<u>279,865,789</u>	<u>-</u>	<u>-</u>	<u>14,460,067</u>	<u>-</u>

3 Credit risk (continued)

(c) Loans and advances to customers analysed by industry sectors (continued)

	30 June 2013					31 December 2012				
	Gross loans and advances to customers MOP	Past due or impaired loans and advances to customers MOP	Individually assessed impairment allowance MOP	Collectively assessed impairment allowance MOP	Impairment allowance written off during the year MOP	Gross loans and advances to customers MOP	Past due or impaired loans and advances to customers MOP	Individually assessed impairment allowance MOP	Collectively assessed impairment allowance MOP	Impairment allowance written off during the year MOP
Loans and advances for use in Macau (continued)										
Individuals:										
– Loans and advances for the purchase of other residential properties	8,618,720	-	-	122,890	-	18,201,205	-	-	940,417	-
– Loans and advances for the purchase of other properties for investment purpose	8,307,180	-	-	118,448	-	9,051,260	-	-	467,659	-
	16,925,900	-	-	241,338	-	27,252,465	-	-	1,408,076	-
Trade finance	601,010,427	-	-	8,569,488	-	403,951,823	-	-	20,871,325	-

3 Credit risk (continued)

(c) *Loans and advances to customers analysed by industry sectors (continued)*

	30 June 2013					31 December 2012				
	Gross loans and advances to customers MOP	Past due or impaired loans and advances to customers MOP	Individually assessed impairment allowance MOP	Collectively assessed impairment allowance MOP	Impairment allowance written off during the year MOP	Gross loans and advances to customers MOP	Past due or impaired loans and advances to customers MOP	Individually assessed impairment allowance MOP	Collectively assessed impairment allowance MOP	Impairment allowance written off during the year MOP
Loans and advances for use outside Macau										
Industrial, commercial and financial:										
– Property and investment	-	-	-	-	-	-	-	-	-	-
– Wholesale and retail trade	-	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-	-
	<u>870,843,495</u>	<u>-</u>	<u>-</u>	<u>12,416,895</u>	<u>-</u>	<u>711,070,077</u>	<u>-</u>	<u>-</u>	<u>36,739,468</u>	<u>-</u>
Gross loans and advances to customers										

3 Credit risk (continued)

(d) Analysis of assets and liabilities by remaining maturity

The following maturity profile is based on the remaining period at the balance sheet date to the contractual maturity date.

	30 June 2013							
	Total MOP	Repayable on demand MOP	Within 1 month MOP	3 months or less but over 1 month MOP	1 year or less but over 3 months MOP	3 years or less but over 1 year MOP	Over 3 years MOP	Undated MOP
Assets								
Cash and balances with banks	21,961,432	21,961,432	-	-	-	-	-	-
Placements with bank	407,946	-	407,946	-	-	-	-	-
Deposits with AMCM	25,023,058	25,023,058	-	-	-	-	-	-
Trading assets	991,316	-	-	918,322	-	72,994	-	-
Held-to-maturity investments	116,977,226	-	79,989,995	36,987,231	-	-	-	-
Loans and advances to customers	858,426,600	1,416,112	570,864,496	185,901,793	46,961,446	9,700,760	43,581,993	-
Undated assets	383,569,163	-	-	-	-	-	-	383,569,163
Total assets	<u>1,407,356,741</u>	<u>48,400,602</u>	<u>651,262,437</u>	<u>223,807,346</u>	<u>46,961,446</u>	<u>9,773,754</u>	<u>43,581,993</u>	<u>383,569,163</u>
Liabilities								
Deposits from non-bank customers	251,584,540	167,730,344	50,274,392	-	33,579,804	-	-	-
Deposits and balances from Head Office	693,811,603	39,223,905	654,587,698	-	-	-	-	-
Trading liabilities	985,986	-	-	912,992	-	72,994	-	-
Undated liabilities	385,503,878	-	-	-	-	-	-	385,503,878
Total liabilities	<u>1,331,886,007</u>	<u>206,954,249</u>	<u>704,862,090</u>	<u>912,992</u>	<u>33,579,804</u>	<u>72,994</u>	<u>-</u>	<u>385,503,878</u>
Asset-liability gap		(158,553,647)	(53,599,653)	222,894,354	13,381,642	9,700,760	43,581,993	

3 Credit risk (continued)

(d) Analysis of assets and liabilities by remaining maturity (continued)

	31 December 2012							
	Total MOP	Repayable on demand MOP	Within 1 month MOP	3 months or less but over 1 month MOP	1 year or less but over 3 months MOP	3 years or less but over 1 year MOP	Over 3 years MOP	Undated MOP
Assets								
Cash and balances with banks	48,967,723	48,967,723	-	-	-	-	-	-
Placements with bank	160,105,875	-	159,680,000	-	425,875	-	-	-
Deposits with AMCM	17,241,167	17,241,167	-	-	-	-	-	-
Trading assets	578,305	-	14,084	-	443,112	121,109	-	-
Held-to-maturity investments	104,977,421	-	78,988,021	25,989,400	-	-	-	-
Loans and advances to customers	674,330,609	4,434,518	407,815,572	138,260,306	53,654,891	7,792,008	62,373,314	-
Undated assets	127,545,666	-	-	-	-	-	-	127,545,666
Total assets	<u>1,133,746,766</u>	<u>70,643,408</u>	<u>646,497,677</u>	<u>164,249,706</u>	<u>54,523,878</u>	<u>7,913,117</u>	<u>62,373,314</u>	<u>127,545,666</u>
Liabilities								
Deposits from non-bank customers	399,427,301	146,419,848	197,039,489	-	55,967,964	-	-	-
Deposits and balances from Head Office	499,441,316	-	499,441,316	-	-	-	-	-
Trading liabilities	578,305	-	14,084	-	443,112	121,109	-	-
Undated liabilities	151,558,195	-	-	-	-	-	-	151,558,195
Total liabilities	<u>1,051,005,117</u>	<u>146,419,848</u>	<u>696,494,889</u>	<u>-</u>	<u>56,411,076</u>	<u>121,109</u>	<u>-</u>	<u>151,558,195</u>
Asset-liability gap		<u>(75,776,440)</u>	<u>(49,997,212)</u>	<u>164,249,706</u>	<u>(1,887,198)</u>	<u>7,792,008</u>	<u>62,373,314</u>	

3 Credit risk (continued)

(e) Analysis on past due assets

As at 30 June 2013 and 31 December 2012, there were no assets that have been past due for more than 3 months.

4 Currency risk

The Branch's foreign exchange risk stems from taking foreign exchange positions. All foreign exchange positions are subject to exposure limits approved by ALCO.

Significant foreign currency exposures (at equivalent in MOP) at the balance sheet date were as follows:

<i>30 June 2013</i>							
	<i>Renminbi</i> MOP	<i>Euro</i> dollars MOP	<i>United States</i> dollars MOP	<i>Hong Kong</i> dollars MOP	<i>Japanese</i> yen MOP	<i>Other</i> currencies MOP	<i>Total</i> MOP
Spot assets	33,527	395,406	220,459,311	663,021,162	10,667,853	420,131	894,997,390
Spot liabilities	-	(353,585)	(220,361,960)	(662,976,754)	(10,637,352)	(424,275)	(894,753,926)
Forward purchases	-	-	-	20,150,514	20,949,200	-	41,099,714
Forward sales	-	-	-	(20,150,514)	(20,949,200)	-	(41,099,714)
Net long/(short) position	<u>33,527</u>	<u>41,821</u>	<u>97,351</u>	<u>44,408</u>	<u>30,501</u>	<u>(4,144)</u>	<u>243,464</u>

<i>31 December 2012</i>							
	<i>Renminbi</i> MOP	<i>Euro</i> dollars MOP	<i>United States</i> dollars MOP	<i>Hong Kong</i> dollars MOP	<i>Japanese</i> yen MOP	<i>Other</i> currencies MOP	<i>Total</i> MOP
Spot assets	32,956	7,858,766	290,337,167	594,356,098	5,407,307	443,812	898,436,106
Spot liabilities	-	(7,816,942)	(290,244,934)	(592,665,976)	(5,402,454)	(447,712)	(896,578,018)
Forward purchases	-	-	-	-	-	-	-
Forward sales	-	-	-	-	-	-	-
Net long/(short) position	<u>32,956</u>	<u>41,824</u>	<u>92,233</u>	<u>1,690,122</u>	<u>4,853</u>	<u>(3,900)</u>	<u>1,858,088</u>

5 Liquidity risk

The following table indicates the arithmetic mean of liquid assets held and liquidity ratios for the period ended 30 June for the Branch:

	<i>30 June 2013 MOP</i>	<i>30 June 2012 MOP</i>
Minimum weekly amount of cash in hand required to be held	9,443,000	12,768,000
Average weekly amount of cash in hand	20,714,000	19,528,000
Specified liquid assets at the end of each month	423,521,000	508,504,000
	<i>30 June 2013 %</i>	<i>30 June 2012 %</i>
Average ratio of specified liquid asset to total basic liabilities at the end of each month	116	103
One-month liquidity ratio in the last week of each month	85	90
Three-month liquidity ratio in the last week of each month	108	104

The liquid assets held and average liquidity ratio for the period are determined and calculated in accordance with the rules on cash in hand and minimum liquidity requirements as set out and defined in the AMCM Guideline Notice no. 006/93-AMCM.

6 Other information in relation to positions of Head Office, China CITIC Bank International Limited

The Branch is one of the branches of China CITIC Bank International Limited (“Head Office” or “the Bank”) and therefore, it does not require to prepare consolidated accounts. Unless otherwise stated, all information disclosed is extracted from the corresponding information in the most recently available interim consolidated accounts of Head Office of which the Branch is a member.

(a) Consolidated capital adequacy ratios

	<i>30 June 2013 %</i>	<i>31 December 2012 %</i>
Common Equity Tier 1 capital ratio	10.7	N/A
Tier 1 capital ratio	10.7	11.8
Total capital ratio	16.1	18.2

6 Other information in relation to positions of Head Office, China CITIC Bank International Limited (continued)

(a) Consolidated capital adequacy ratios (continued)

Capital adequacy ratios (“CARs”) are complied with in accordance with the Banking (Capital) Rules issued by the Hong Kong Monetary Authority (“HKMA”). The CARs as at 30 June 2013 are complied with in accordance with the Banking (Capital) (Amendment) Rules 2012 effective from 1 January 2013 for the implementation of the Basel III capital requirement. Accordingly, the capital disclosures for June 2013 under Basel III are not directly comparable with the disclosures for December 2012 prepared under the Basel II basis. Certain comparative figure has not been provided where the current year is the first year of disclosure.

In accordance with the Banking (Capital) Rules, the CARs are computed on a consolidated basis covering the Bank and certain of its subsidiaries as required by the HKMA for its regulatory purposes, and the Bank has adopted the “standardised approach” for calculating the risk-weighted amount for credit risk and market risk and the “basic indicator approach” for calculating operational risk.

	30 June 2013 HK\$	31 December 2012 HK\$
Share capital	7,283,341,000	7,283,341,000
Total reserves	8,688,580,000	7,768,515,000
Total equity	<u>15,971,921,000</u>	<u>15,051,856,000</u>

(b) Consolidated assets, liabilities and profit positions

	30 June 2013 HK\$	31 December 2012 HK\$
Total assets	186,195,874,000	177,181,440,000
Total liabilities	170,223,953,000	162,129,584,000
Loans and advances to customers and other accounts	120,139,704,000	107,474,923,000
Deposits and balances of banks and other financial institutions	5,891,264,000	3,685,575,000
Deposits from customers	134,024,944,000	130,719,661,000
Profit before taxation	1,244,535,000	1,865,960,000

6 Other information in relation to positions of Head Office, China CITIC Bank International Limited (continued)

(c) *List of shareholders with qualifying holdings*

Qualifying holdings refers to holding which is owned directly or indirectly by the shareholder and which represents 10% or more of the share capital or voting right of the Bank or, in any other form which confers the possibility to exercise a significant influence over the management of the Bank.

At 30 June 2013, the directors consider the immediate parent of the Bank to be CITIC International Financial Holdings Limited, which is incorporated in Hong Kong, and the ultimate controlling party of the Bank to be CITIC Group Corporation, which is incorporated in the mainland China.

(d) *Members of the company boards*

As at the date of this report, the Board of Directors of the Bank comprise:

Chairman

Dr Chen Xiaoxian

Executive Directors

Mr Zhang Xiaowei (*President and Chief Executive Officer*)

Ms Margaret Man (*Deputy Chief Executive Officer*)

Mrs Kan Ng Chau Yuk Helen (*Alternate Chief Executive Officer*)

Non-executive Directors

Mr Cao Guoqiang

Mr Cao Tong

Mr Patrick Georges Gillot

Mr Ju Weimin

Mr Sun Deshun

Mr Gonzalo Torano

Mr Peter Warbanoff

Mr Zhang Qiang

(appointed on 15 April 2013)

Independent Non-executive Directors

Mr Rafael Gil-Tienda

Mr Lam Kwong Siu

Mr Tsang Yiu Keung Paul

Mr Wu Jiesi

Ms Yin Fenglan

(appointed on 5 August 2013)

(appointed on 5 August 2013)