

CHINA CITIC BANK INTERNATIONAL LIMITED MACAU BRANCH
NON AUDIT ASSURANCE ENGAGEMENT REPORT ON
DISCLOSURE OF INTERIM FINANCIAL INFORMATION
FOR THE SIX MONTHS ENDED
30 JUNE 2020

**INDEPENDENT PRACTITIONER'S ASSURANCE REPORT
TO THE MANAGEMENT OF CHINA CITIC BANK INTERNATIONAL LIMITED
MACAU BRANCH**

We have been engaged to perform a limited assurance engagement on the accompanying Disclosure of Interim Financial Information, which comprises the balance sheet of China CITIC Bank International Limited Macau Branch ('the Branch') as at 30 June 2020, the related income statement and the cash flow statement for the six-month period then ended, and other disclosures in accordance with Annex 4 of the Guideline on the Disclosure of Financial Information ("Disclosure Rules") set out under Circular No.026/B/2012-DSB/AMCM on 16 November 2012 issued by the Monetary Authority of Macau ("AMCM").

Branch management's Responsibility for the Disclosure of Interim Financial Information

Pursuant to the Disclosure Rules, the Branch management is responsible for the preparation and presentation of the Disclosure of Interim Financial Information in accordance with the Disclosure Rules. This responsibility includes designing, implementing and maintaining internal control relevant to the preparation and presentation of the Disclosure of Interim Financial Information that are free from material misstatements, whether due to fraud or error; applying an appropriate basis of preparation; and making estimates that are reasonable in the circumstances.

Our Independence and Quality Control

We have complied with the independence and other ethical requirements of the Code of Ethics for Professional Accounts issued by the International Ethics Standards Board for Accountants, which is founded on fundamental principles of integrity, objectivity, professional competence and due care, confidentiality and professional behaviour.

Our firm applies International Standard on Quality Control 1 and accordingly maintains a comprehensive system of quality control including documented policies and procedures regarding compliance with ethical requirements, professional standards and applicable legal and regulatory requirements.

Practitioner's Responsibilities

It is our responsibility to express a conclusion on the Disclosure of Interim Financial Information based on our work performed 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.

**INDEPENDENT PRACTITIONER'S ASSURANCE REPORT (CONTINUED)
TO THE MANAGEMENT OF CHINA CITIC BANK INTERNATIONAL LIMITED
MACAU BRANCH**

Practitioner's Responsibilities (Continued)

We conducted our work in accordance with the International Standard on Assurance Engagements 3000 (Revised) "Assurance Engagements Other Than Audits or Reviews of Historical Financial Information". This Standard requires that we plan and perform our work to form the conclusion.

The procedures performed in a limited assurance engagement vary in nature and timing from, and are less in extent than for a reasonable assurance engagement. Consequently the level of assurance in a limited assurance engagement is substantially lower than the assurance that would have been obtained had a reasonable assurance engagement been performed. The extent of procedures selected depends on the practitioner's judgment and our assessment of the engagement risk. Within the scope of our work we performed amongst others the following procedures:

- Comparing the Branch's Disclosure of Interim Financial Information to the requirements of the Disclosure Rules;
- Obtaining an understanding of the Branch's process for compiling its Disclosure of Interim Financial Information with management;
- Agreeing, on a sample basis, data presented in the Branch's Disclosure of Interim Financial Information back to the underlying financial accounting systems or management prepared schedules;
- Agreeing manual adjustments, if any, on a sample basis, to data extracted from the underlying financial accounting systems or management prepared schedules.

Conclusion

Based on the procedures performed and evidence obtained, nothing has come to our attention that causes us to believe that the Disclosure of Interim Financial Information does not comply in all material respects with the Disclosure Rules.

**INDEPENDENT PRACTITIONER'S ASSURANCE REPORT (CONTINUED)
TO THE MANAGEMENT OF CHINA CITIC BANK INTERNATIONAL LIMITED
MACAU BRANCH**

Purpose and Restriction on Use and Distribution

Without modifying our conclusion, we draw attention to the fact that the Disclosure of Interim Financial Information was prepared for the use of the Branch management using the Disclosure Rules designed for this purpose. As a result, the Disclosure of Interim Financial Information may not be suitable for another purpose. This report is not intended to be, and should not be distributed to any other parties or used for any other purpose.

PricewaterhouseCoopers
Certified Public Accountants

Macao, 14 September 2020

CHINA CITIC BANK INTERNATIONAL LIMITED MACAU BRANCH
DISCLOSURE OF INTERIM FINANCIAL INFORMATION
FOR THE SIX MONTHS ENDED
30 JUNE 2020

China CITIC Bank International Limited Macau Branch

Summary Financial Statements

(In accordance with the requirements set out in Article 76 of Macau Financial System Act approved by Decree-Law No. 32/93/M of 5 July 1993)

Operating Result for the six months ended 30 June 2020

MOP			
Assets	Total Amount	Provision, Accumulated Depreciation and Impairment	Net Amount
Cash	-	-	-
Deposits with AMCM	56,143,650.80	-	56,143,650.80
Account Receivable	-	-	-
Due from other local credit institutions	4,527,240.64	-	4,527,240.64
Due from other foreign credit institutions	152,627,944.63	-	152,627,944.63
Gold and Silver	-	-	-
Other Current Assets	-	-	-
Loans and advances to customers	2,018,290,359.25	-	2,018,290,359.25
Placements with local credit institutions	56,000,000.00	-	56,000,000.00
Placements with foreign credit institutions	-	-	-
Shares, Bonds and Equity	-	-	-
Debtors	-	-	-
Other Investments	-	-	-
Financial Investments	-	-	-
Real Estate	-	-	-
Equipment	10,106,132.20	6,489,312.94	3,616,819.26
Deferred Expenses	-	-	-
Pre-opening Expenses	-	-	-
Fixed assets in progress	-	-	-
Other Fixed Assets	10,109,216.44	1,263,652.50	8,845,563.94
Internal and Adjustment accounts	10,278,623.77	-	10,278,623.77
TOTAL	2,318,083,167.73	7,752,965.44	2,310,330,202.29

Branch Manager
Felix Xia

Finance Manager
Emily Sio

Macao, 14 September 2020

China CITIC Bank International Limited Macau Branch

Summary Financial Statements

Balance Sheet as at 30 June 2020

MOP

Liabilities	Sub-total	Total
Saving Deposits	133,612,829.76	707,742,749.99
Deposits at short notice	-	
Time Deposits	574,129,920.23	
Public sector deposits	202,851,587.06	
Due to local credit institutions	-	1,509,175,109.59
Due to other local credit institutions	-	
Foreign currency takings	1,305,234,448.07	
Cheques and orders payable	214,813.87	
Creditors	874,260.59	
Other Liabilities	-	
Internal and Adjustment accounts	11,705,152.94	
Provisions	20,254,889.58	
Capital	50,000,000.00	
Legal Reserve	-	81,960,042.52
Voluntary Reserve	-	
Other Reserves	-	
Profit and loss accumulated balance	-	
Profit & Loss for the period	11,452,300.19	11,452,300.19
TOTAL		2,310,330,202.29

Branch Manager
Felix Xia

Finance Manager
Emily Sio

Macao, 14 September 2020

China CITIC Bank International Limited Macau Branch

Summary Financial Statements

Operating Result for the six months ended 30 June 2020

MOP

Debit	Amount	Credit	Amount
Costs of credit operations	10,526,687.53	Income from credit operations	38,254,393.22
Personnel costs		Income from banking services	1,634,275.00
Directors and Supervisory Council Expenses	-	Income from other banking services	408,923.36
Staff Expenses	8,451,882.00	Income from securities and equity investments	-
Fixed Staff Benefits	642,045.19	Other banking income	-
Other personnel costs	316,063.04	Income from non-banking operations	-
Third party supply	60,513.53	Operating Loss	-
Third party services	4,967,354.08		
Other banking costs	51,524.09		
Taxation	14.24		
Costs of non-banking operations	-		
Depreciation allowances	939,160.22		
Provision allowances	1,328,368.23		
Operating Profit	13,013,979.43		
TOTAL	40,297,591.58	TOTAL	40,297,591.58

Profit and Loss Account for the six months ended 30 June 2020

MOP

Debit	Amount	Credit	Amount
Operating Loss	-	Operating Profit	13,013,979.43
Losses related to previous years	-	Profit related to previous years	-
Exceptional Losses	-	Exceptional Profits	-
Profit tax provision	1,561,679.24	Provisions charged back	-
Operating Result (Profit)	11,452,300.19	Operating Result (Loss)	-
TOTAL	13,013,979.43	TOTAL	13,013,979.43

Branch Manager
Felix Xia

Finance Manager
Emily Sio

Macao, 14 September 2020

CHINA CITIC BANK INTERNATIONAL LIMITED MACAU BRANCH**INCOME STATEMENT
FOR THE SIX MONTHS ENDED 30 JUNE 2020**
(Expressed in Macao Patacas)

	30 June 2020 MOP	30 June 2019 MOP
Interest income	38,254,393	54,018,095
Interest expense	(10,526,688)	(22,769,953)
Net interest income	27,727,705	31,248,142
Fee and commission income	1,512,949	4,272,095
Other operating income	530,250	954,667
Operating income	29,770,904	36,474,904
Operating expenses	(15,428,542)	(14,856,192)
Operating profit before impairment	14,342,362	21,618,712
Impairment losses charged on loans and advances to customers	(1,328,368)	(475,884)
Operating profit	13,013,994	21,142,828
Loss on disposal of fixed asset	-	(29,005)
Profit before taxation	13,013,994	21,113,823
Income tax charged	(1,561,694)	(2,533,673)
Profit for the period	11,452,300	18,580,150

Approved by the Branch management on 14 September 2020 and signed on behalf by:

Felix Xia, Branch Manager

Emily Sio, Finance Manager

The accompanying notes form an integral part of these interim financial information disclosure.

CHINA CITIC BANK INTERNATIONAL LIMITED MACAU BRANCH**BALANCE SHEET****AT 30 JUNE 2020**

(Expressed in Macao Patacas)

	30 June 2020 MOP	31 December 2019 MOP
ASSETS		
Cash and balances with banks	157,155,185	557,733,061
Deposits with AMCM	56,143,651	75,125,410
AMCM Monetary bills	55,949,424	64,895,597
Loans and advances to customers	1,998,035,469	1,735,073,533
Other assets	10,278,624	13,550,606
Plant and equipment	12,462,383	12,154,462
Total Assets	2,290,024,736	2,458,532,669
LIABILITIES		
Deposits from customers	910,594,337	1,386,139,410
Deposits and balances from Head Office	1,305,234,448	970,932,686
Current taxation	6,434,602	4,872,922
Other liabilities	6,309,049	10,251,942
	2,228,572,436	2,372,196,960
Head Office account		
Establishment fund	50,000,000	50,000,000
Retained profits	11,452,300	36,335,709
	61,452,300	86,335,709
Total Head Office Account and Liabilities	2,290,024,736	2,458,532,669

Approved by the Branch management on 14 September 2020 and signed on behalf by:

Felix Xia, Branch Manager_____
Emily Sio, Finance Manager

The accompanying notes form an integral part of these interim financial information disclosure.

CHINA CITIC BANK INTERNATIONAL LIMITED MACAU BRANCH

**CASH FLOW STATEMENT
FOR THE SIX MONTHS ENDED 30 JUNE 2020**
(Expressed in Macao Patacas)

	30 June 2020 MOP	30 June 2019 MOP
Operating activities		
Profit before taxation	13,013,994	21,113,823
Adjustments for:		
Depreciation expense	939,160	477,182
Impairment losses charged on loans and advances to customers	1,328,368	475,884
Loss on disposal of fixed assets	-	29,005
	<u>15,281,522</u>	<u>22,095,894</u>
(Increase)/decrease in operating assets:		
Placements with bank with original maturity beyond three months	-	140,760
AMCM Monetary bills with original maturity of more than three months	64,895,597	72,906,575
Minimum statutory deposits with AMCM	12,513,000	4,481,000
Loans and advances to customers	(264,290,303)	(57,330,795)
Other assets	3,271,982	7,958,908
	<u>(183,609,724)</u>	<u>28,156,448</u>
(Decrease)/increase in operating liabilities:		
Deposits from customers	(475,545,073)	99,560,384
Deposits and balances from Head Office	334,301,762	(555,316,155)
Other liabilities	(3,942,893)	(5,491,411)
	<u>(145,186,204)</u>	<u>(461,247,182)</u>
Cash used in operating activities	<u>(313,514,406)</u>	<u>(410,994,840)</u>
Tax paid	(14)	(14)
Net cash used in operating activities	<u>(313,514,420)</u>	<u>(410,994,854)</u>

CHINA CITIC BANK INTERNATIONAL LIMITED MACAU BRANCH

CASH FLOW STATEMENT (CONTINUED)
FOR THE SIX MONTHS ENDED 30 JUNE 2020
 (Expressed in Macao Patacas)

	30 June 2020 MOP	30 June 2019 MOP
Investing activity		
Purchase of fixed assets	(1,247,082)	(12,004,103)
Net cash used in investing activity	(1,247,082)	(12,004,103)
Financing activity		
Retained profits remitted to Head Office	(36,335,709)	(38,056,238)
Net cash used in financing activity	(36,335,709)	(38,056,238)
Net decrease in cash and cash equivalents	(351,097,211)	(461,055,195)
Cash and cash equivalents at 1 January	601,526,471	826,713,085
Cash and cash equivalents at 30 June	250,429,260	365,657,890
Cash flows from operating activities include:		
Interest received	41,841,045	52,780,024
Interest paid	(11,299,903)	(17,965,161)
Analysis of the balances of cash and cash equivalents		
Cash and balances with banks	20,674,585	27,663,404
Placements with original maturity within three months	136,480,600	234,840,000
Deposits with AMCM in excess of minimum statutory requirement	37,324,651	39,244,208
AMCM monetary bills with original maturity within three months	55,949,424	63,910,278
Cash and cash equivalents	250,429,260	365,657,890

CHINA CITIC BANK INTERNATIONAL LIMITED MACAU BRANCH

DISCLOSURE OF INTERIM FINANCIAL INFORMATION

1 Basis of preparation

The Disclosure of Interim Financial Information of China CITIC Bank International Limited Macau Branch for the six months ended 30 June 2020 has been prepared in accordance with the requirements of the Annex 4 of the Guideline on Disclosure of Financial Information set out under Circular No.026/B/2012-DSB/AMCM on 16 November 2012 issued by the Autoridade Monetaria de Macao ("AMCM").

2 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:

	30 June 2020 MOP	31 December 2019 MOP
Loan commitment	1,030,000	1,030,000
Letters of guarantee	-	-
Letters of credit	-	30,491,830
	<u>1,030,000</u>	<u>31,521,830</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.

(b) Operating lease commitments

At 30 June 2020, the total future minimum lease payment under non-cancellable operating leases is payable as follows:

	30 June 2020 MOP	31 December 2019 MOP
Properties:		
- Within one year	6,613,951	6,613,951
- After one year but within five years	14,417,685	17,718,892
	<u>21,031,636</u>	<u>24,332,843</u>

The Branch leases two properties and two car-parks under operating leases. The lease for properties typically runs for an initial period of five years and two years respectively with an option to renew the lease when all terms are renegotiated. None of the leases includes contingent rentals.

CHINA CITIC BANK INTERNATIONAL LIMITED MACAU BRANCH

DISCLOSURE OF INTERIM FINANCIAL INFORMATION

3 Material related party transactions

During the period, the Branch entered into a number of transactions with the Head Office and other branches, in the normal course of its banking business including, inter alia, lending, the acceptance and placement of inter-bank deposits, correspondent banking transactions and foreign exchange transactions. The transactions were priced based on relevant market rates at the time of each transaction, and were under the same terms as those available to other counterparties and customers of the Branch. In the opinion of the Branch management, these transactions were conducted on normal commercial terms.

- (a) During the respective six-month periods, the Branch earned income and incurred expense on balances with group companies as follows:

	30 June 2020 MOP	30 June 2019 MOP
Interest income from Head office and other branches	(133,944)	1,165,565
Interest expense to Head office	2,232,116	5,153,006

CHINA CITIC BANK INTERNATIONAL LIMITED MACAU BRANCH

DISCLOSURE OF INTERIM FINANCIAL INFORMATION

3 Material related party transactions (Continued)

- (b) Balances with group companies and related parties included in various balance sheet items are shown as follows:

	30 June 2020 MOP	31 December 2019 MOP
Due from Head Office and other branches:		
At 1 January	465,169,595	719,785,078
At 30 June 2020/31 December 2019	147,047,583	465,169,595
Average for the period/year	472,362,897	290,497,970
Interest receivables from Head Office and other branches:		
At 1 January	-	20,440
At 30 June 2020/31 December 2019	316	-
Average for the period/year	3,836	5,103
Deposits and balances from Head Office:		
At 1 January	970,932,686	888,397,414
At 30 June 2020/31 December 2019	1,305,234,448	970,932,686
Average for the period/year	881,696,872	722,176,090
Interest payables to Head Office:		
At 1 January	291,135	57,008
At 30 June 2020/31 December 2019	2,973	291,135
Average for the period/year	222,916	94,813

No impairment allowances were made in respect of the above placements with related parties.

CHINA CITIC BANK INTERNATIONAL LIMITED MACAU BRANCH

DISCLOSURE OF INTERIM FINANCIAL INFORMATION

4 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.

	30 June 2020			
	Gross loans and advances to customers and commitments MOP	Past due or impaired loans and advances to customers MOP	Individually assessed impairment allowance MOP	Collectively assessed impairment allowance MOP
Region				
Macao SAR	581,231,444	-	-	5,830,070
British Virgin Islands	1,197,435,000	-	-	12,010,929
Hong Kong SAR	224,449,262	-	-	2,251,349
Total	2,003,115,706	-	-	20,092,348

	31 December 2019			
	Gross loans and advances to customers and commitments MOP	Past due or impaired loans and advances to customers MOP	Individually assessed impairment allowance MOP	Collectively assessed impairment allowance MOP
Region				
Macao SAR	385,661,522	-	-	4,159,035
British Virgin Islands	1,203,240,000	-	-	12,975,931
Total	1,588,901,522	-	-	17,134,966

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.

For loans and advances to customers and commitments by region of less than 10% of total loans and commitments, the collectively assessed impairment allowance is MOP162,542 (31 December 2019: MOP1,791,556) .

CHINA CITIC BANK INTERNATIONAL LIMITED MACAU BRANCH**DISCLOSURE OF INTERIM FINANCIAL INFORMATION****4 Credit risk (Continued)****(b) Geographical analysis of debt securities**

Debt investments (including AMCM Monetary Bills) 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.

	30 June 2020	
	Debt Investments	
	Notional amounts MOP	Carrying value MOP
Region		
Macao SAR	56,000,000	55,949,424

	31 December 2019	
	Debt Investments	
	Notional amounts MOP	Carrying value MOP
Region		
Macao SAR	65,000,000	64,895,597

At 30 June 2020 and 31 December 2019, the Branch only had held-to-maturity investments in unlisted monetary bills issued by AMCM.

CHINA CITIC BANK INTERNATIONAL LIMITED MACAU BRANCH

DISCLOSURE OF INTERIM FINANCIAL INFORMATION

4 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 2020					31 December 2019				
	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 allowances MOP	Impairment allowance written off during the period 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 allowances MOP	Impairment allowance written off during the year MOP
Loans and advances for use in Macao										
Industrial, commercial and financial:										
- Others	92,482,926	-	-	928,128	-	-	-	-	-	-
	<u>92,482,926</u>	<u>-</u>	<u>-</u>	<u>928,128</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Individuals:										
- Loans and advances for the purchase of other residential properties	6,229,969	-	-	62,522	-	8,774,178	-	-	94,678	-
- Loans and advances for the purchase of other properties for investment purpose	22,364,856	-	-	224,446	-	23,700,847	-	-	255,744	-
	<u>28,594,825</u>	<u>-</u>	<u>-</u>	<u>286,968</u>	<u>-</u>	<u>32,475,025</u>	<u>-</u>	<u>-</u>	<u>350,422</u>	<u>-</u>
Trade finance	476,395,503	-	-	4,780,947	-	370,190,228	-	-	3,994,534	-
	<u>476,395,503</u>	<u>-</u>	<u>-</u>	<u>4,780,947</u>	<u>-</u>	<u>370,190,228</u>	<u>-</u>	<u>-</u>	<u>3,994,534</u>	<u>-</u>

CHINA CITIC BANK INTERNATIONAL LIMITED MACAU BRANCH

DISCLOSURE OF INTERIM FINANCIAL INFORMATION

4 Credit risk (Continued)

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

	30 June 2020					31 December 2019				
	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 allowances MOP	Impairment allowance written off during the period 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 allowances MOP	Impairment allowance written off during the year MOP
Loans and advances for use outside Macao										
Industrial, commercial and financial:										
- Public construction	-	-	-	-	-	121,324,500	-	-	1,309,151	-
- Others	1,395,195,000	-	-	14,001,712	-	1,203,240,000	-	-	12,983,550	-
	1,395,195,000	-	-	14,001,712	-	1,324,564,500	-	-	14,292,701	-
Individuals:										
- Loans and advances for the purchase of other residential properties	-	-	-	-	-	-	-	-	-	-
- Loans and advances for the purchase of other properties for investment purpose	25,622,105	-	-	257,135	-	26,770,302	-	-	288,865	-
	25,622,105	-	-	257,135	-	26,770,302	-	-	288,865	-
Gross loans and advances to customers	2,018,290,359	-	-	20,254,890	-	1,754,000,055	-	-	18,926,522	-

CHINA CITIC BANK INTERNATIONAL LIMITED MACAU BRANCH

DISCLOSURE OF INTERIM FINANCIAL INFORMATION

4 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 2020							
	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	157,155,185	20,674,585	136,480,600	-	-	-	-	-
Placements with bank	-	-	-	-	-	-	-	-
Deposits with AMCM	56,143,651	56,143,651	-	-	-	-	-	-
Held-to-maturity investments	55,949,424	-	49,956,047	5,993,377	-	-	-	-
Loans and advances to customers	1,998,035,469	-	268,124,551	295,044,804	1,381,193,288	-	53,672,826	-
Other assets	8,328,177	-	824,208	506,603	5,973,704	-	1,023,662	-
Undated assets	14,412,830	-	-	-	-	-	-	14,412,830
Total assets	2,290,024,736	76,818,236	455,385,406	301,544,784	1,387,166,992	-	54,696,488	14,412,830
Liabilities								
Deposits from customers	910,594,337	144,572,584	334,558,140	88,698,791	342,764,822	-	-	-
Deposits and balances from Head Office	1,305,234,448	22,574,548	1,282,659,900	-	-	-	-	-
Other liabilities	12,589,151	10,894	536,203	6,918,001	3,101,692	1,973,935	48,426	-
Undated liabilities	154,500	-	-	-	-	-	-	154,500
Total liabilities	2,228,572,436	167,158,026	1,617,754,243	95,616,792	345,866,514	1,973,935	48,426	154,500
Asset-liability gap		(90,339,790)	(1,162,368,837)	205,927,992	1,041,300,478	(1,973,935)	54,648,062	

CHINA CITIC BANK INTERNATIONAL LIMITED MACAU BRANCH

DISCLOSURE OF INTERIM FINANCIAL INFORMATION

4 Credit risk (Continued)

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

	31 December 2019							
	Total	Repayable on	Within	3 months or less	1 year or less	3 years or less	Over 3 years	Undated
	MOP	demand	1 month	but over	but over	but over 1 year	MOP	MOP
		MOP	MOP	1 month	3 months	MOP		
				MOP	MOP			
Assets								
Cash and balances with banks	557,733,061	557,733,061	-	-	-	-	-	-
Placements with bank	-	-	-	-	-	-	-	-
Deposits with AMCM	75,125,410	75,125,410	-	-	-	-	-	-
Held-to-maturity investments	64,895,597	-	52,943,135	11,952,462	-	-	-	-
Loans and advances to customers	1,735,073,533	-	290,719,212	75,476,482	120,015,349	1,190,256,450	58,606,040	-
Other assets	13,550,516	-	3,059,414	87,616	2,036,847	8,303,893	62,746	-
Undated assets	12,154,552	-	-	-	-	-	-	12,154,552
Total assets	2,458,532,669	632,858,471	346,721,761	87,516,560	122,052,196	1,198,560,343	58,668,786	12,154,552
Liabilities								
Deposits from customers	1,386,139,410	678,929,196	411,666,490	215,327,724	80,216,000	-	-	-
Deposits and balances from Head Office	970,932,686	849,608,186	-	-	121,324,500	-	-	-
Other liabilities	14,970,364	125,036	892,382	1,543,165	10,431,904	1,832,598	145,279	-
Undated liabilities	154,500	-	-	-	-	-	-	154,500
Total liabilities	2,372,196,960	1,528,662,418	412,558,872	216,870,889	211,972,404	1,832,598	145,279	154,500
Asset-liability gap		(895,803,947)	(65,837,111)	(129,354,329)	(89,920,208)	1,196,727,745	58,523,507	

(e) Analysis on past due assets

As at 30 June 2020 and 31 December 2019, there were no assets that have been past due for more than 3 months.

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5 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 Asset-Liability Committee.

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

	30 June 2020							
	Euro dollars MOP	United states dollars MOP	Pound sterlings MOP	Japanese yen MOP	Chinese yuan MOP	Hong Kong dollars MOP	Other currencies MOP	Total MOP
Spot assets	3,210,248	1,890,202,843	6,098	11,501	522,700	287,960,818	881,490	2,182,795,698
Spot liabilities	(3,195,727)	(1,889,739,637)	-	(9,611)	(416,783)	(288,594,311)	(845,487)	(2,182,801,556)
Net long/(short) position	14,521	463,206	6,098	1,890	105,917	(633,493)	36,003	(5,858)
	31 December 2019							
	Euro dollars MOP	United States dollars MOP	Pound sterlings MOP	Japanese yen MOP	Chinese yuan MOP	Hong Kong dollars MOP	Other currencies MOP	Total MOP
Spot assets	571,967,432	1,291,406,348	6,533	11,441	530,272	456,732,543	1,856,024	2,322,510,593
Spot liabilities	(571,940,258)	(1,291,637,861)	(13,847)	(9,786)	(430,745)	(457,075,605)	(1,819,491)	(2,322,927,593)
Net long/(short) position	27,174	(231,513)	(7,314)	1,655	99,527	(343,062)	36,533	(417,000)

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6 Liquidity risk

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

	30 June 2020 MOP	30 June 2019 MOP
Minimum weekly amount of cash in hand required to be held	29,471,000	39,563,000
Average weekly amount of cash in hand	74,229,000	107,005,000
Specified liquid assets at the end of each month	628,262,000	785,489,000
	30 June 2020 %	30 June 2019 %
Average ratio of specified liquid asset to total basic liabilities at the end of each month	60	48
One-month liquidity ratio in the last week of each month	68	67
Three-month liquidity ratio in the last week of each month	77	71

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. 002/2013-AMCM.

7 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

	30 June 2020 %	31 December 2019 %
Common Equity Tier 1 capital ratio	13.8	14.3
Tier 1 capital ratio	16.6	17.2
Total capital ratio	19.1	20.0

Capital adequacy ratios (“CAR”) comply with the Banking (Capital) Rules issued by the Hong Kong Monetary Authority (“HKMA”). The CAR are computed on a consolidated basis covering the Bank and certain of its subsidiaries as required by the HKMA. 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.

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

(a) Consolidated capital adequacy ratios (Continued)

	30 June 2020 HK\$	31 December 2019 HK\$
Equity		
Share capital	18,404,013,000	18,404,013,000
Reserves	21,517,853,000	20,275,749,000
Additional equity instruments	7,770,412,000	7,770,412,000
Total equity	<u>47,692,278,000</u>	<u>46,450,174,000</u>

(b) Consolidated assets, liabilities and profit positions

	30 June 2020 HK\$	31 December 2019 HK\$
Total assets	365,851,929,000	361,221,502,000
Total liabilities	318,159,651,000	314,771,328,000
Loans and advances to customers and other accounts	200,359,205,000	194,251,733,000
Deposits and balances of banks and other financial institutions	16,005,933,000	7,121,633,000
Deposits from customers	275,304,962,000	276,872,680,000
Profit before taxation	<u>1,446,595,000</u>	<u>3,333,975,000</u>

(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 2020, 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 People's Republic of China.

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

(d) Members of the company boards

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

Executive Directors

Mr. BI Mingqiang (President and Chief Executive Officer)
Mrs. KAN NG Chau Yuk Helen (Alternate Chief Executive Officer)
Mr. BAI Lijun (Alternate Chief Executive Officer)
Mr. TANG Nai Pan (Alternate Chief Executive Officer)

Non-executive Directors

Mr. FANG Heying
Mr. GUO Danghuai
Mr. YANG Yu

Independent Non-executive Directors

Ms. LI Shuk Yin
Mr. TANG Shisheng
Ms. TSANG King Suen Katherine
Mr. WANG Guoliang
Mr. WU Jiesi