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中国农业银行

AGRICULTURAL BANK OF CHINA

AGRICULTURAL BANK OF CHINA LIMITED

中國農業銀行股份有限公司

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

(Stock Code: 1288)

THE FIRST QUARTERLY REPORT OF 2020

The Board of Directors (the “**Board**”) of Agricultural Bank of China Limited (the “**Bank**”) is pleased to announce the unaudited results of the Bank and its subsidiaries (collectively the “**Group**”) for the first quarter ended 31 March 2020, prepared under International Financial Reporting Standards (the “**IFRSs**”). This announcement is made in accordance with Part XIVA of the Securities and Futures Ordinance (Chapter 571, Laws of Hong Kong) and Rules 13.09(2) and 13.10B of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited.

§1 CORPORATE INFORMATION

1.1 Basic corporate information

Stock exchange on which A shares are listed Stock name Stock code	Shanghai Stock Exchange 農業銀行 601288
Stock exchange on which H shares are listed Stock name Stock code	The Stock Exchange of Hong Kong Limited ABC 1288
Trading exchange and platform of preference shares Stock name Stock code	The Integrated Business Platform of Shanghai Stock Exchange 農行優1, 農行優2 360001, 360009
Contact details of Secretary to the Board	Address: No. 69, Jianguomen Nei Avenue, Dongcheng District, Beijing, PRC (Postal code: 100005) Tel: 86-10-85109619 (Investors enquiry) Fax: 86-10-85126571 E-mail: ir@abchina.com

1.2 Major financial data

Financial data and indicators recorded in this quarterly financial report are data of the Group prepared in accordance with the IFRSs and denominated in Renminbi (“**RMB**”), unless otherwise stated.

1.2.1 Major financial data and financial indicators

In millions of RMB, unless otherwise stated

	31 March 2020	31 December 2019	Change as compared to the end of 2019 (%)
Total assets	26,226,388	24,878,288	5.42
Loans and advances to customers, net	13,567,860	12,819,610	5.84
Deposits with banks and other financial institutions	380,128	235,742	61.25
Placements with and loans to banks and other financial institutions	487,148	523,183	-6.89
Financial investments	7,556,865	7,422,930	1.80
Total liabilities	24,193,551	22,918,526	5.56
Deposits from customers	19,539,807	18,542,861	5.38
Deposits from banks and other financial institutions	1,630,149	1,503,909	8.39
Placements from banks and other financial institutions	326,126	325,363	0.23
Equity attributable to equity holders of the Bank	2,021,002	1,948,355	3.73
Net assets per share (in RMB Yuan)	5.20	5.00	4.00

	Three months ended 31 March 2020 (January– March)	Three months ended 31 March 2019 (January– March)	Change as compared to the same period of 2019 (%)
Operating income	186,915	173,606	7.67
Net profit	64,365	62,121	3.61
Net profit attributable to equity holders of the Bank	64,187	61,251	4.79
Net cash flow from operating activities	262,567	263,874	-0.50
Basic earnings per share (in RMB Yuan)	0.18	0.17	5.88
Diluted earnings per share (in RMB Yuan)	0.18	0.17	5.88
Return on weighted average net assets (annualized, %) ¹	14.25	14.96	Decreased by 0.71 percentage point

Note: 1. Calculated in accordance with the *Rules for the Compilation and Submission of Information Disclosure by Companies that Offer Securities to the Public No. 9 — Computation and Disclosure of Return on Net Assets and Earnings per Share (2010 Revision)* issued by the China Securities Regulatory Commission (the “CSRC”).

1.2.2 Differences between the financial statements prepared under the IFRSs and Generally Accepted Accounting Principles of the People’s Republic of China (the “PRC GAAP”)

There are no differences between the net profit or shareholders’ equity for the reporting period in the consolidated financial statements of the Group prepared under the IFRSs and the PRC GAAP.

1.3 Particulars of shareholding of ordinary shares at the end of the reporting period

At the end of the reporting period, the Bank had 406,316 holders of ordinary shares in total, including 22,692 holders of H Shares and 383,624 holders of A Shares.

Particulars of shareholdings of the top 10 holders of ordinary shares (based on the registers of shareholders as at 31 March 2020)

Unit: Share

Name of shareholder	Nature of shareholder	Type of shares	Shareholding percentage (%)	Total number of shares held	Number of shares subject to restrictions on sales	Number of pledged or locked-up shares
Central Huijin Investment Ltd.	State-owned	A Shares	40.03	140,087,446,351	10,082,342,569	None
Ministry of Finance of the PRC (the “MOF”)	State-owned	A Shares	35.29	123,515,185,240	9,877,329,974	None
HKSCC Nominees Limited	Overseas legal entity	H Shares	8.73	30,558,169,066	–	Unknown
National Council for Social Security Fund of the PRC (the “SSF”)	State-owned	A Shares	6.72	23,520,968,297	–	None
China Life Insurance Company Limited — Traditional — General insurance products — 005L — CT001 Hu	Others	A Shares	0.79	2,761,517,032	–	None
China Life Insurance Company Limited — Dividend distribution — Individual dividend — 005L — FH002 Hu	Others	A Shares	0.72	2,522,752,384	–	None
China National Tobacco Corporation	State-owned legal entity	A Shares	0.72	2,518,891,687	2,518,891,687	None
China Securities Finance Corporation Limited	State-owned legal entity	A Shares	0.53	1,842,751,186	–	None
Hong Kong Securities Clearing Company Limited	Overseas legal entity	A Shares	0.38	1,335,673,847	–	None
Shanghai Haiyan Investment Management Company Limited	State-owned legal entity	A Shares	0.36	1,259,445,843	1,259,445,843	None

Notes: (1) The total number of shares held by HKSCC Nominees Limited represents the number of H shares in aggregate held by it as a nominee on behalf of all institutional and individual investors registered with it as at 31 March 2020.

- (2) The number of shares held by Hong Kong Securities Clearing Company Limited represents the number of A Shares (northbound shares of Shanghai-Hong Kong Stock Connect) held by it as a nominee designated by and on behalf of investors from Hong Kong and overseas.
- (3) Pursuant to the *Notice on the Full Implementation of Transferring Part of State-owned Capital to Replenish Social Security Funds (Cai Zi [2019] No. 49)* jointly issued by the MOF, Ministry of Human Resources and Social Security, State-owned Assets Supervision and Administration Commission of the State Council, State Taxation Administration and the CSRC, the MOF transferred 13,723,909,471 shares to the state-owned capital transfer account of the SSF on one-off basis. In compliance with the *Notice of the State Council on Printing and Distributing the Implementation Plan of Transferring Part of State-owned Capital to Replenish Social Security Funds (Guo Fa [2017] No. 49)*, the SSF shall be obligated to observe a lock-up period not less than three years from the date on which the shares are credited to the account.
- (4) Among the shareholders listed above, both “China Life Insurance Company Limited — Traditional — General insurance products — 005L — CT001 Hu” and “China Life Insurance Company Limited — Dividend distribution — Individual dividend — 005L — FH002 Hu” are under the management of China Life Insurance Company Limited; China National Tobacco Corporation is the *de facto* controller of Shanghai Haiyan Investment Management Company Limited. Save as mentioned above, the Bank is not aware of any connections between the shareholders above or whether they are parties acting in concert. The number of shares held by “China Life Insurance Company Limited — Traditional — General insurance products — 005L — CT001 Hu” and “China Life Insurance Company Limited — Dividend distribution — Individual dividend — 005L — FH002 Hu” amounted to 5,284,269,416 in aggregate, accounting for 1.51% of the total share capital of the Bank. The number of shares held by China National Tobacco Corporation and Shanghai Haiyan Investment Management Company Limited amounted to 3,778,337,530 in aggregate, accounting for 1.08% of the total share capital of the Bank.

**Particulars of shareholdings of the top 10 holders of
ordinary shares not subject to restrictions on sales
(based on the registers of shareholders as at 31 March 2020)**

Unit: Share

Name of shareholder	Total number of shares held	Type of shares
Central Huijin Investment Ltd.	130,005,103,782	A Shares
MOF	113,637,855,266	A Shares
HKSCC Nominees Limited	30,558,169,066	H Shares
SSF	23,520,968,297	A Shares
China Life Insurance Company Limited — Traditional — General insurance products — 005L — CT001 Hu	2,761,517,032	A Shares
China Life Insurance Company Limited — Dividend distribution — Individual dividend — 005L — FH002 Hu	2,522,752,384	A Shares
China Securities Finance Corporation Limited	1,842,751,186	A Shares
Hong Kong Securities Clearing Company Limited	1,335,673,847	A Shares
Central Huijin Asset Management Ltd.	1,255,434,700	A Shares
Wutongshu Investment Platform Co., Ltd.	980,723,700	A Shares

- Notes:* (1) The total number of shares held by HKSCC Nominees Limited represents the number of H Shares in aggregate held by it as a nominee on behalf of all institutional and individual investors registered with it as at 31 March 2020.
- (2) The number of shares held by Hong Kong Securities Clearing Company Limited represents the number of A Shares (northbound shares of Shanghai-Hong Kong Stock Connect) held by it as a nominee designated by and on behalf of investors from Hong Kong and overseas.
- (3) Central Huijin Asset Management Ltd. is a wholly-owned subsidiary of Central Huijin Investment Ltd. Both “China Life Insurance Company Limited — Traditional — General insurance products — 005L — CT001 Hu” and “China Life Insurance Company Limited — Dividend distribution — Individual dividend — 005L — FH002 Hu” are under the management of China Life Insurance Company Limited. Save as mentioned above, the Bank is not aware of any connections between the shareholders above or between such shareholders and the top 10 shareholders or whether they are parties acting in concert.

1.4 Particulars of shareholdings of preference shares at the end of the reporting period

The Bank had a total of 25 holders¹ of preference shares of “農行優1” (stock code: 360001) and 32 holders¹ of preference shares of “農行優2” (stock code: 360009).

Particulars of shareholdings of the top 10 holders of preference shares of “農行優1” (stock code: 360001) (based on the registers of shareholders as at 31 March 2020)

Unit: Share

Name of shareholder ¹	Nature of shareholder ²	Type of shares	Shareholding percentage (%) ³	Number of preference shares held	Number of preference shares subject to pledge or lock-up
Bank of Communications Schroder Fund Management Co., Ltd.	Others	Domestic preference shares	15.00	60,000,000	None
China Merchants Fund Management Co., Ltd.	Others	Domestic preference shares	12.25	49,000,000	None
Beijing Tiandi Fangzhong Asset Management Co., Ltd.	Others	Domestic preference shares	8.75	35,000,000	None
PICC Life Insurance Company Limited	Others	Domestic preference shares	7.50	30,000,000	None
Ping An Life Insurance Co., Ltd.	Others	Domestic preference shares	7.50	30,000,000	None
Hexie Health Insurance Co., Ltd.	Others	Domestic preference shares	7.50	30,000,000	None
Beijing International Trust Co., Ltd.	Others	Domestic preference shares	7.50	30,000,000	None
Zhonghai Trust Co., Ltd.	Others	Domestic preference shares	5.00	20,000,000	None
Bank of Ningbo Co., Ltd.	Others	Domestic preference shares	3.75	15,000,000	None
Beiyin Fengye Asset Management Co., Ltd.	Others	Domestic preference shares	3.00	12,000,000	None

Notes: 1. The Bank is not aware of any connections between the above holders of preference shares, or between the above holders of preference shares and top 10 holders of ordinary shares or whether they are parties acting in concert.

¹ The number of holders of preference shares was calculated by the number of qualified investors that held the preference shares. When calculating the number of the qualified investors, two or more products under the control of the same asset management institution will be counted as one investor that purchases or transfers the preference shares.

2. According to the *No. 2 Standards on the Content and Format of Information Disclosure of Companies with Public Offerings — Content and Format of the Annual Report (Revision 2017)*, “Particulars of holders of preference shares should indicate the entities which hold shares on behalf of the state and foreign holders”. Except for the entities which hold shares on behalf of the state and foreign holders, the nature of other holders of preference shares is “others”.
3. “Shareholding percentage” refers to the percentage of “農行優1” held by the shareholders of preference shares to the total number of preference shares of “農行優1” (i.e. 400 million shares).

**Particulars of shareholdings of the top 10 holders of preference shares of “農行優2”
(stock code: 360009) (based on the registers of shareholders as at 31 March 2020)**

Unit: Share

Name of shareholder ¹	Nature of shareholder ²	Type of shares	Shareholding percentage (%) ³	Number of preference shares held	Number of preference shares subject to pledge or lock-up
China Life Insurance Company Limited	Others	Domestic preference shares	12.50	50,000,000	None
China National Tobacco Corporation	Others	Domestic preference shares	12.50	50,000,000	None
Maxwealth Fund Management Co., Ltd.	Others	Domestic preference shares	6.25	25,000,000	None
China Zheshang Bank Co., Ltd.	Others	Domestic preference shares	6.25	25,000,000	None
China Mobile Communications Group Co., Ltd.	Others	Domestic preference shares	5.00	20,000,000	None
Bank of Communications Schroder Fund Management Co., Ltd.	Others	Domestic preference shares	5.00	20,000,000	None
Bank of China Limited, Shanghai Branch	Others	Domestic preference shares	5.00	20,000,000	None
China National Tobacco Corporation Jiangsu Province Company	Others	Domestic preference shares	5.00	20,000,000	None
China National Tobacco Corporation Yunnan Province Company	Others	Domestic preference shares	5.00	20,000,000	None
Shanghai Tobacco Group Co., Ltd.	Others	Domestic preference shares	3.93	15,700,000	None

Notes: 1. China National Tobacco Corporation Jiangsu Province Company, China National Tobacco Corporation Yunnan Province Company and Shanghai Tobacco Group Co., Ltd. are wholly-owned subsidiaries of China National Tobacco Corporation. China National Tobacco Corporation is the *de facto* controller of Shanghai Haiyan Investment Management Company Limited. “China Life Insurance Company Limited — Traditional — General insurance product — 005L — CT001 Hu” and “China Life Insurance Company Limited — Dividend distribution — Individual dividend — 005L — FH002 Hu” are under the management of China Life Insurance Company Limited. Save as mentioned above, the Bank is not aware of any connections between the above holders of preference shares, or between the above holders of preferences shares and the top 10 holders of ordinary shares, or whether they are parties acting in concert.

2. According to the *No. 2 Standards on the Content and Format of Information Disclosure of Companies with Public Offerings — Content and Format of the Annual Report (Revision 2017)*, “Particulars of holders of preference shares should indicate the entities which hold shares on behalf of the state and foreign holders”. Except for the entities which hold shares on behalf of the state and foreign holders, the nature of other holders of preference shares is “others”.
3. “Shareholding percentage” refers to the percentage of “農行優2” held by the shareholders of preference shares to the total number of “農行優2” (i.e. 400 million shares).

“農行優1” and “農行優2”, the preference shares of the Bank, are shares not subject to the restrictions on sales. The top 10 holders of preference shares not subject to the restrictions on sales of “農行優1” and “農行優2” are the same with the top 10 shareholders of preference shares of each.

§2 BRIEF ANALYSIS ON OVERALL OPERATING ACTIVITIES IN THE FIRST QUARTER

(The financial data herein are presented in RMB unless otherwise indicated)

During the reporting period, the Bank coordinated the promotion of epidemic prevention and control and business operation, and proactively supported spring farming preparation, as well as work resumption of enterprises. Particularly, the Bank prioritised the financial needs of enterprises playing major roles in epidemic prevention and control, ensured stable and continuous financial services, and generally maintained the stability of business operation and operating results. At 31 March 2020, 97.54% of the Bank’s branch outlets resumed operations.

Financial results

For the three months ended 31 March 2020, the Group achieved a net profit of RMB64,365 million, representing an increase of 3.61% as compared to the same period of the previous year. Annualized return on average total assets was 1.01%, representing a decrease of 0.06 percentage point over the same period of the previous year; annualized return on weighted average net assets was 14.25%, representing a decrease of 0.71 percentage point over the same period of the previous year. We achieved basic earnings per share of RMB0.18, representing an increase of RMB0.01 over the same period of the previous year.

For the three months ended 31 March 2020, the Group achieved an operating income of RMB186,915 million, representing an increase of 7.67% over the same period of the previous year. Net interest income amounted to RMB129,659 million, representing an increase of 8.85% over the same period of the previous year. Net fee and commission income amounted to RMB31,149 million, representing an increase of 6.61% over the same period of the previous year. Operating expenses amounted to RMB60,653 million, representing an increase of 7.37% over the same period of the previous year. Cost-to-income ratio (under the PRC GAAP) amounted to 22.75%, representing a decrease of 0.37 percentage point over the same period of the previous year. Credit impairment losses amounted to RMB44,852 million, representing an increase of RMB2,286 million over the same period of the previous year.

Assets and liabilities

At 31 March 2020, the Group's total assets amounted to RMB26,226,388 million, representing an increase of RMB1,348,100 million or 5.42% as compared to the end of the previous year. Total loans and advances to customers amounted to RMB14,138,099 million, representing an increase of RMB777,911 million or 5.82% as compared to the end of the previous year. Total loans and advances to customers (excluding accrued interest) by business type include corporate loans, retail loans, discounted bills, and overseas and other loans, which amounted to RMB7,721,472 million, RMB5,602,451 million, RMB346,129 million and RMB429,623 million, respectively. Financial investments amounted to RMB7,556,865 million, representing an increase of RMB133,935 million or 1.80% as compared to the end of the previous year.

Total liabilities increased by RMB1,275,025 million or 5.56% as compared to the end of the previous year to RMB24,193,551 million. Deposits from customers increased by RMB996,946 million or 5.38% as compared to the end of the previous year to RMB19,539,807 million. In terms of the maturity of deposits, deposits from customers (excluding accrued interest) consist of time deposits, demand deposits and other deposits, which amounted to RMB7,751,458 million, RMB10,694,788 million and RMB879,520 million, respectively. In terms of business type, deposits from customers (excluding accrued interest) consist of corporate deposits, retail deposits and other deposits, which amounted to RMB7,122,360 million, RMB11,323,886 million and RMB879,520 million, respectively.

Shareholders' equity amounted to RMB2,032,837 million, representing an increase of RMB73,075 million or 3.73% as compared to the end of the previous year, with ordinary shares of RMB349,983 million, other equity instruments of RMB199,886 million, capital reserve of RMB173,556 million, investment revaluation reserve of RMB39,978 million, surplus reserve of RMB174,932 million, general reserve of RMB277,168 million, retained earnings of RMB802,914 million and foreign currency translation reserve of RMB2,585 million, respectively.

Assets quality

At 31 March 2020, the balance of non-performing loans amounted to RMB196,693 million, representing an increase of RMB9,483 million as compared to the end of the previous year. Non-performing loan ratio² was 1.40%, remaining flat with the end of the previous year. Allowance to non-performing loans³ was 289.91%, representing an increase of 1.16 percentage points as compared to the end of the previous year.

County Area Banking Business

At 31 March 2020, total loans and advances to customers of County Area Banking Business amounted to RMB4,865,394 million, representing an increase of RMB312,290 million or 6.86% as compared to the end of the previous year. Deposits from customers of County Area Banking Business amounted to RMB8,500,432 million, representing an increase of RMB539,874 million or 6.78% as compared to the end of the previous year.

Non-performing loan ratio² of County Area Banking Business amounted to 1.50%, representing a decrease of 0.08 percentage point as compared to the end of the previous year. Allowance to non-performing loans³ of County Area Banking Business was 330.45%, representing an increase of 15.27 percentage points as compared to the end of the previous year.

2 Calculated by dividing the balance of non-performing loans (excluding accrued interest) by total loans and advances to customers (excluding accrued interest).

3 Calculated by dividing the balance of allowance for impairment losses on loans (excluding accrued interest) by the balance of non-performing loans (excluding accrued interest), among which, the balance of allowance for impairment losses on loans (excluding accrued interest) does not include the allowance for impairment losses on bills and forfeiting recognized in other comprehensive income.

§3 SIGNIFICANT EVENTS

3.1 Significant changes in major items of financial statements and financial indicators and the reasons thereof

✓ Applicable ☐ Not Applicable

Compared with those at the end of the previous year or for the same period of the previous year, major items of consolidated financial statements and financial indicators with changes over 30% and the main reasons thereof are as follows:

In millions of RMB, except for percentages

Item	January to March 2020	January to March 2019	Change over the same period of 2019 (%)	Main reason for change
Share of result of associates and joint ventures	(22)	45	-148.89	The increase in loss on investment in associates and joint ventures
Income tax expense	(17,022)	(12,543)	35.71	The increase in income tax expense
Profit attributable to non-controlling interests	178	870	-79.54	The decrease in net profit of non-wholly owned subsidiaries
Other comprehensive income, net of tax	10,885	2,807	287.78	The increase in fair value of financial assets at fair value through other comprehensive income
Total comprehensive income attributable to non-controlling interests	403	611	-34.04	The decrease in net profit of non-wholly owned subsidiaries

In millions of RMB, except for percentages

Item	At 31 March 2020	At 31 December 2019	Change over the end of 2019 (%)	Main reason for change
Deposits with banks and other financial institutions	380,128	235,742	61.25	The increase in settlement deposits with banks
Precious metals	191,634	30,063	537.44	The increase in precious metal swaps
Financial assets held under resale agreements	1,025,276	708,551	44.70	The increase in bonds held under resale agreements
Other assets	176,767	131,881	34.04	The increase in clearing accounts
Financial assets sold under repurchase agreements	35,546	53,197	-33.18	The decrease in our demand for financial assets sold under repurchase agreements
Investment revaluation reserve	39,978	29,684	34.68	The increase in fair value of financial assets at fair value through other comprehensive income

3.2 Progress of significant events and analysis on their effects and solutions

☒ Applicable ☐ Not Applicable

The Bank proposed to issue the write-down undated capital bonds of not exceeding RMB120 billion and the write-down eligible tier-2 capital instruments of not exceeding the equivalent of RMB40 billion. The proceeds from the issuance will be used to replenish the additional tier 1 and tier 2 capital of the Bank, respectively. Such issue plans had been considered and approved at the Board meeting held on 10 January 2020 and the extraordinary Shareholders' General Meeting held on 28 February 2020, and approved by the relevant regulatory authorities.

3.3 Undertakings failed to be fulfilled during the reporting period

☐ Applicable ☒ Not Applicable

3.4 Implementation of cash dividend policy during the reporting period

☒ Applicable ☐ Not Applicable

On 11 March 2020, the Bank paid a cash dividend of RMB5.50 (tax inclusive) per preference share and RMB2.2 billion (tax inclusive) in aggregate (calculated by a coupon rate of 5.50%) to all holders of “農行優2” preference shares (stock code: 360009) whose names appeared on the register of members at the close of business as at 10 March 2020.

3.5 Warnings and explanations on estimated loss or significant change (as compared to the same period of the previous year) in net accumulated profit from the beginning of the year to the end of the next reporting period

☐ Applicable ☒ Not Applicable

§4 RELEASE OF QUARTERLY REPORT

The quarterly report prepared under the IFRSs will be published on the website of The Stock Exchange of Hong Kong Limited (www.hkexnews.hk) and the website of the Bank (www.abchina.com). The quarterly report prepared under the PRC GAAP will be simultaneously published on the website of the Shanghai Stock Exchange (www.sse.com.cn) and the website of the Bank (www.abchina.com).

**The Board of Directors of
Agricultural Bank of China Limited**

Beijing, the PRC
28 April 2020

As at the date of this announcement, the executive directors are Mr. ZHOU Mubing, Mr. ZHANG Qingsong and Ms. ZHANG Keqiu; the non-executive directors are Mr. XU Jiandong, Mr. CHEN Jianbo, Mr. LIAO Luming, Mr. LI Qiyun, Mr. LI Wei and Mr. WU Jiangtao and the independent non-executive directors are Ms. XIAO Xing, Mr. WANG Xinxin, Mr. HUANG Zhenzhong, Ms. LEUNG KO May Yee, Margaret and Mr. LIU Shouying.

APPENDIX I CAPITAL ADEQUACY RATIO INFORMATION

According to the application scope of the advanced approach of capital management as approved by the regulatory authority, the Bank adopted the foundation Internal Ratings-Based (IRB) approach for non-retail exposures and IRB approach for retail exposures to measure credit risk-weighted assets, weighting approach for credit risk-weighted assets uncovered by IRB approach. Internal Model Approach (IMA) was adopted to measure market risk-weighted assets, Standardized Approach was adopted to measure market risk-weighted assets uncovered by IMA. Standardized Approach was adopted to measure operational risk-weighted assets. The table below sets out the net capital, risk-weighted assets and capital adequacy ratios calculated pursuant to the *Capital Rules for Commercial Banks (Provisional)* at 31 March 2020.

In millions of RMB, except for percentages

Item	31 March 2020		31 December 2019	
	The Group	The Bank	The Group	The Bank
CET 1 capital, net	1,813,513	1,763,718	1,740,584	1,691,171
Tier 1 capital, net	2,013,406	1,963,603	1,940,478	1,891,057
Total capital, net	2,574,576	2,526,733	2,498,311	2,440,755
Risk-weighted assets	15,990,105	15,485,335	15,485,352	14,914,138
CET 1 capital adequacy ratio	11.34%	11.39%	11.24%	11.34%
Tier 1 capital adequacy ratio	12.59%	12.68%	12.53%	12.68%
Capital adequacy ratio	16.10%	16.32%	16.13%	16.37%

APPENDIX II LIQUIDITY COVERAGE RATIO INFORMATION

The Bank disclosed the following information of liquidity coverage ratio in accordance with relevant regulations of China Banking and Insurance Regulatory Commission (the “CBIRC”).

Regulatory Requirements of Liquidity Coverage Ratio

In accordance with the *Rules on Liquidity Risk Management of Commercial Banks* issued by the CBIRC, it is required that the liquidity coverage ratio of commercial banks should be no less than 100%. In addition, in accordance with the *Rules on Disclosure for Liquidity Coverage Ratio Information of Commercial Banks*, commercial banks are required to disclose liquidity coverage ratio information at the same frequency as issuing the financial reports, and to disclose the simple average of the liquidity coverage ratio based on daily data in every quarter from 2017 onwards and the quantity of daily data adopted in calculation of such average.

Liquidity Coverage Ratio

The Bank calculated the liquidity coverage ratio in accordance with the *Rules on Liquidity Risk Management of Commercial Banks* and applicable calculation requirements. The average of daily liquidity coverage ratio of the Bank was 145.2% in the first quarter of 2020, representing an increase of 19.6 percentage points over the last quarter. The number of days used in calculating such average was 91 days. The high-quality liquid assets of the Bank mainly include cash, available excess reserves of central bank under stress conditions as well as the bonds which satisfy the requirements of Level 1 and Level 2 assets defined in the *Rules on Liquidity Risk Management of Commercial Banks*.

The table below sets out the averages of the daily liquidity coverage ratio and averages of individual line items over the first quarter in 2020:

In millions of RMB, except for percentages

No.		TOTAL UNWEIGHTED VALUE	TOTAL WEIGHTED VALUE
HIGH-QUALITY LIQUID ASSETS			
1	Total high-quality liquid assets (HQLA)		4,767,546
CASH OUTFLOWS			
2	Retail deposits and deposits from small business customers, of which:	12,037,729	1,114,098
3	Stable deposits	1,793,404	89,665
4	Less stable deposits	10,244,325	1,024,433
5	Unsecured wholesale funding, of which:	7,249,857	2,697,325
6	Operational deposits (all counterparties) and deposits in networks of cooperative banks	3,602,406	887,468
7	Non-operational deposits (all counterparties)	3,599,169	1,761,575
8	Unsecured debt	48,282	48,282
9	Secured wholesale funding		7,022
10	Additional requirements, of which:	2,683,714	779,791
11	Outflows related to derivative exposures and other collateral requirements	621,709	621,702
12	Outflows related to loss of funding on debt products	112	112
13	Credit and liquidity facilities	2,061,893	157,977
14	Other contractual funding obligations	124,921	124,921
15	Other contingent funding obligations	1,373,652	61,541
16	TOTAL CASH OUTFLOWS		4,784,698
CASH INFLOWS			
17	Secured lending (e.g. reverse repos and borrowed securities)	625,504	625,223
18	Inflows from fully performing exposures	997,031	490,308
19	Other cash inflows	694,606	694,606
20	TOTAL CASH INFLOWS	2,317,141	1,810,137
			TOTAL ADJUSTED VALUE
21	TOTAL HQLA		4,318,846
22	TOTAL NET CASH OUTFLOWS		2,974,560
23	LIQUIDITY COVERAGE RATIO (%)		145.2%

APPENDIX III LEVERAGE RATIO INFORMATION

At 31 March 2020, the Bank's leverage ratio, calculated in accordance with the *Rules for the Administration of the Leverage Ratio of Commercial Banks (Revised)* issued by the CBIRC, was 6.98%, which was higher than the regulatory requirement.

In millions of RMB, except for percentages

Item	31 March 2020	31 December 2019	30 September 2019	30 June 2019
Tier 1 capital, net	2,013,406	1,940,478	1,910,079	1,724,878
Adjusted on- and off-balance sheet assets	28,863,234	27,369,508	27,202,211	26,148,038
Leverage ratio	6.98%	7.09%	7.02%	6.60%

APPENDIX IV FINANCIAL STATEMENTS PREPARED UNDER IFRS

AGRICULTURAL BANK OF CHINA LIMITED

CONSOLIDATED INCOME STATEMENT

FOR THE THREE MONTHS ENDED 31 MARCH 2020

(Amounts in millions of Renminbi, unless otherwise stated)

	Three months ended 31 March	
	2020 (Unaudited)	2019 (Unaudited)
Interest income	224,268	208,463
Interest expense	(94,609)	(89,350)
Net interest income	129,659	119,113
Fee and commission income	33,989	32,350
Fee and commission expense	(2,840)	(3,132)
Net fee and commission income	31,149	29,218
Net trading gain	6,756	6,915
Net gain on financial investments	736	850
Other operating income	18,615	17,510
Operating income	186,915	173,606
Operating expenses	(60,653)	(56,492)
Credit impairment losses	(44,852)	(42,566)
Impairment losses on other assets	(1)	71
Operating profit	81,409	74,619
Share of result of associates and joint ventures	(22)	45
Profit before tax	81,387	74,664
Income tax expense	(17,022)	(12,543)
Profit for the period	64,365	62,121
Attributable to:		
Equity holders of the Bank	64,187	61,251
Non-controlling interests	178	870
	64,365	62,121
Earnings per share attributable to the ordinary equity holders of the Bank (expressed in RMB yuan per share)		
- Basic and diluted	0.18	0.17

AGRICULTURAL BANK OF CHINA LIMITED

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

FOR THE THREE MONTHS ENDED 31 MARCH 2020

(Amounts in millions of Renminbi, unless otherwise stated)

	Three months ended 31 March	
	2020	2019
	(Unaudited)	(Unaudited)
Profit for the period	64,365	62,121
Other comprehensive income:		
Items that may be reclassified subsequently to profit or loss:		
Fair value changes on financial assets at fair value through other comprehensive income	13,236	3,221
Loss allowance on financial assets at fair value through other comprehensive income	1,527	1,634
Income tax impact for fair value changes and loss allowance on financial assets at fair value through other comprehensive income	(4,112)	(1,423)
Foreign currency translation differences	366	(733)
Items that will not be reclassified subsequently to profit or loss:		
Fair value changes on other equity investments designated at fair value through other comprehensive income	(176)	148
Income tax impact for fair value changes on other equity investments designated at fair value through other comprehensive income	44	(40)
Other comprehensive income, net of tax	10,885	2,807
Total comprehensive income for the period	75,250	64,928
Total comprehensive income attributable to:		
Equity holders of the Bank	74,847	64,317
Non-controlling interests	403	611
	75,250	64,928

AGRICULTURAL BANK OF CHINA LIMITED

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

AS AT 31 MARCH 2020

(Amounts in millions of Renminbi, unless otherwise stated)

	31 March 2020 (Unaudited)	31 December 2019 (Audited)
Assets		
Cash and balances with central banks	2,537,689	2,699,895
Deposits with banks and other financial institutions	380,128	235,742
Precious metals	191,634	30,063
Placements with and loans to banks and other financial institutions	487,148	523,183
Derivative financial assets	28,611	24,944
Financial assets held under resale agreements	1,025,276	708,551
Loans and advances to customers	13,567,860	12,819,610
Financial investments		
Financial assets at fair value through profit or loss	826,992	801,361
Debt instrument investments at amortized cost	4,981,259	4,946,741
Other debt instrument and other equity investments at fair value through other comprehensive income	1,748,614	1,674,828
Investment in associates and joint ventures	6,651	6,672
Property and equipment	149,744	152,484
Goodwill	1,381	1,381
Deferred tax assets	116,634	120,952
Other assets	176,767	131,881
Total assets	26,226,388	24,878,288
Liabilities		
Borrowings from central banks	699,833	608,536
Deposits from banks and other financial institutions	1,630,149	1,503,909
Placements from banks and other financial institutions	326,126	325,363
Financial liabilities at fair value through profit or loss	336,486	330,627
Derivative financial liabilities	37,257	29,548
Financial assets sold under repurchase agreements	35,546	53,197
Due to customers	19,539,807	18,542,861
Debt securities issued	1,144,583	1,108,212
Deferred tax liabilities	549	520
Other liabilities	443,215	415,753
Total liabilities	24,193,551	22,918,526

AGRICULTURAL BANK OF CHINA LIMITED**CONSOLIDATED STATEMENT OF FINANCIAL POSITION (Continued)**

AS AT 31 MARCH 2020

(Amounts in millions of Renminbi, unless otherwise stated)

	31 March 2020 (Unaudited)	31 December 2019 (Audited)
Equity		
Ordinary shares	349,983	349,983
Other equity instruments	199,886	199,886
Preference shares	79,899	79,899
Perpetual bonds	119,987	119,987
Capital reserve	173,556	173,556
Investment revaluation reserve	39,978	29,684
Surplus reserve	174,932	174,910
General reserve	277,168	277,016
Retained earnings	802,914	741,101
Foreign currency translation reserve	2,585	2,219
	<hr/>	<hr/>
Equity attributable to equity holders of the Bank	2,021,002	1,948,355
Non-controlling interests	11,835	11,407
	<hr/>	<hr/>
Total equity	<hr/> 2,032,837	<hr/> 1,959,762
Total equity and liabilities	<hr/> <u>26,226,388</u>	<hr/> <u>24,878,288</u>

The consolidated financial statements on page I to VI were approved and authorized for issue by the Board of Directors on 28 April 2020 and were signed on its behalf by:

Zhou Mubing

Chairman

Zhang Keqiu

Executive Director

AGRICULTURAL BANK OF CHINA LIMITED

CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE THREE MONTHS ENDED 31 MARCH 2020
(Amounts in millions of Renminbi, unless otherwise stated)

	Three months ended 31 March	
	2020	2019
	(Unaudited)	(Unaudited)
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	81,387	74,664
Adjustments for:		
Amortization of intangible assets and other assets	1,558	504
Depreciation of property and equipment	3,145	4,081
Credit impairment losses	44,852	42,566
Impairment losses on other assets	1	(71)
Interest income arising from investment securities	(58,106)	(56,181)
Interest expense on debt securities issued	8,849	6,805
Revaluation gain on financial instruments at fair value through profit or loss	(11,148)	(3,120)
Net gain on investment securities	(231)	(177)
Share of result of associate and joint ventures	22	(45)
Net gain on disposal of property, equipment and other assets	(237)	(153)
Net foreign exchange gain	(6,468)	(1,971)
	<u>63,624</u>	<u>66,902</u>
Net change in operating assets and operating liabilities:		
Net (increase)/decrease in balances with central banks, deposits with banks and other financial institutions	(43,519)	163,562
Net decrease/(increase) in placements with and loans to banks and other financial institutions	38,932	(22,503)
Net increase in financial assets held under resale agreements	(18,278)	(14,400)
Net increase in loans and advances to customers	(768,828)	(722,707)
Net increase/(decrease) in borrowings from central bank	86,438	(131,332)
Net increase in placements from banks and other financial institutions	970	17,059
Net increase in due to customers and deposits from banks and other financial institutions	1,135,637	1,178,966
Increase in other operating assets	(233,299)	(174,202)
Increase/(decrease) in other operating liabilities	<u>1,895</u>	<u>(83,774)</u>
Cash from operations	263,572	277,571
Income tax paid	<u>(1,005)</u>	<u>(13,697)</u>
NET CASH FROM OPERATING ACTIVITIES	<u>262,567</u>	<u>263,874</u>

AGRICULTURAL BANK OF CHINA LIMITED

CONSOLIDATED STATEMENT OF CASH FLOWS (Continued)

FOR THE THREE MONTHS ENDED 31 MARCH 2020

(Amounts in millions of Renminbi, unless otherwise stated)

	Three months ended 31 March	
	2020	2019
	(Unaudited)	(Unaudited)
CASH FLOWS FROM INVESTING ACTIVITIES		
Cash received from disposal/redemption of investment securities	483,135	378,246
Cash received from interest income arising from investment securities	52,693	49,930
Cash received from disposal of property, equipment and other assets	237	200
Cash paid for purchase of investment securities	(578,585)	(508,249)
Cash paid for purchase of property, equipment and other assets	(1,240)	(468)
NET CASH USED IN INVESTING ACTIVITIES	(43,760)	(80,341)
CASH FLOWS FROM FINANCING ACTIVITIES		
Cash received from debt securities issued	287,951	241,199
Repayments of debt securities issued	(255,121)	(238,671)
Cash payments for interest on debt securities issued	(8,232)	(4,083)
Cash payments for transaction cost of debt securities issued	-	(2)
Cash payments for principal portion and interest portion of lease liability	(1,117)	N/A
Capital contribution from non-controlling interests	25	-
Dividends paid to: Preference shareholders	(2,200)	(2,200)
NET CASH FROM/(USED IN) FINANCING ACTIVITIES	21,306	(3,757)
NET INCREASE IN CASH AND CASH EQUIVALENTS	240,113	179,776
CASH AND CASH EQUIVALENTS AS AT 1 JANUARY	1,454,581	979,473
EFFECT OF EXCHANGE RATE CHANGES ON CASH AND CASH EQUIVALENTS	2,732	(3,319)
CASH AND CASH EQUIVALENTS AS AT 31 MARCH	1,697,426	1,155,930