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中國民生銀行股份有限公司  
**CHINA MINSHENG BANKING CORP., LTD.**

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

**(Stock Code: 01988)**

**(USD Preference Shares Stock Code: 04609)**

**OVERSEAS REGULATORY ANNOUNCEMENT**

This announcement is made by China Minsheng Banking Corp., Ltd. (the “**Company**”) pursuant to Rule 13.09(2) and Rule 13.10B of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited, and provisions of Inside Information in Part XIVA of the Securities and Futures Ordinance of Chapter 571 of Hong Kong Laws.

Please refer to the attached 2017 First Quarterly Report released by the Company on the Shanghai Stock Exchange and newspapers in the PRC.

By Order of the Board  
**CHINA MINSHENG BANKING CORP., LTD.**  
**Hong Qi**  
*Chairman*

Beijing, PRC  
26 April 2017

*As at the date of this announcement, the executive directors of the Company are Mr. Hong Qi, Mr. Liang Yutang and Mr. Zheng Wanchun; the non-executive directors of the Company are Mr. Zhang Hongwei, Mr. Lu Zhiqiang, Mr. Liu Yonghao, Mr. Shi Yuzhu, Mr. Wu Di, Mr. Yao Dafeng, Mr. Song Chunfeng, Mr. Tian Zhiping and Mr. Weng Zhenjie; and the independent non-executive directors of the Company are Mr. Liu Jipeng, Mr. Li Hancheng, Mr. Xie Zhichun, Mr. Cheng Hoi-chuen, Mr. Peng Xuefeng and Mr. Liu Ningyu.*

**2017 First Quarterly Report**  
**China Minsheng Banking Corp., Ltd.**

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## **1. Important Notice**

The Board of Directors (the “Board”), the Supervisory Board and the Directors, Supervisors and Senior Management of the Company warrant the truthfulness, accuracy and completeness of the contents of this quarterly report and that there are no misstatements, misleading representations or material omissions in this quarterly report, and shall assume several and joint liabilities.

This quarterly report was considered and approved on 26 April 2017 at the third meeting of the seventh session of the Board of the Company. The meeting was held by way of tele-communications. 26 April 2017 was the deadline for exercising voting rights, and related notifications and documents of this meeting were sent by e-mail on 12 April 2017. Of 15 voting documents delivered to Directors, the Company received 15 in return.

Hong Qi (Chairman), Zheng Wanchun (President), Bai Dan (Senior Management responsible for finance and accounting) and Li Wen (Person in charge of the Finance and Accounting Department) warrant the truthfulness, accuracy and completeness of the financial reports included in this quarterly report.

The financial data and indicators contained in this quarterly report are prepared in accordance with the Chinese accounting standards and are unaudited. Unless otherwise specified, all amounts are consolidated data of the Company and its subsidiaries (the “Group”) and are denominated in RMB.

## 2. Bank Profile

### 2.1 Major financial data

*(Unit: RMB million)*

Item	As at the end of the reporting period 31 March 2017	As at the end of the previous year 31 December 2016	Change from the end of the previous year to the end of this reporting period (%)
Total assets	5,956,607	5,895,877	1.03
Total equity attributable to equity shareholders of the Bank	356,960	342,590	4.19
Total equity attributable to ordinary shareholders of the Bank	347,068	332,698	4.32
Net assets per share attributable to ordinary shareholders of the Bank (RMB)	9.51	9.12	4.28

*(Unit: RMB million)*

Item	During the reporting period January– March 2017	The corresponding period of the previous year January– March 2016	Change from the reporting period over the corresponding period of the previous year (%)
Operating income	36,229	40,134	-9.73
Net profit attributable to equity shareholders of the Bank	14,199	13,706	3.60
Net profit attributable to equity shareholders of the Bank excluding extraordinary gain/loss items	14,198	13,704	3.60
Basic earnings per share (RMB)	0.39	0.38	2.63
Diluted earnings per share (RMB)	0.39	0.38	2.63
Return on weighted average equity (%) (annualized)	16.71	17.94	Decreased by 1.23 percentage points
Return on weighted average equity excluding extraordinary gain/loss items (%) (annualized)	16.71	17.94	Decreased by 1.23 percentage points
Net cash flow from operating activities	-43,896	176,628	Negative during the reporting period
Net cash flow per share from operating activities (RMB)	-1.20	4.84	Negative during the reporting period

Extraordinary gain/loss items:

Item	(Unit: RMB million)	
	During the reporting period January–March 2017	
Non-operating income		38
Of which: Tax repayment		1
Other non-operating income		37
Non-operating expenses		19
Of which: Expenses on donations		1
Other non-operating expenses		18
Net non-operating income and expenses		19
Less: Income tax effect of all the above items		8
Net extraordinary gain/loss impact (after tax)		11
Of which: Extraordinary gain/loss impact on net profit attributable to equity shareholders of the Bank		1
Extraordinary gain/loss impact on net profit attributable to non-controlling interests		10

## 2.2 Supplemental financial data

Item	(Unit: RMB million)	
	As at the end of the reporting period 31 March 2017	As at the end of the previous year 31 December 2016
Total liabilities	5,589,864	5,543,850
Total deposits from customers	3,050,541	3,082,242
Of which: Corporate deposits	2,465,806	2,522,232
Personal deposits	567,419	540,548
Outward remittance and remittance payable	8,833	6,670
Certificates of deposits	8,483	12,792
Total balance of loans and advances to customers	2,611,888	2,461,586
Of which: Corporate loans and advances	1,656,727	1,560,664
Personal loans and advances	955,161	900,922
Non-performing loans	43,781	41,435
Allowance for impairment loss on loans	68,168	64,394

## 2.3 Analysis of capital adequacy ratio and leverage ratio

The Group calculated its capital adequacy ratio (the “CAR”) in accordance with the Administrative Measures for the Capital of Commercial Banks (Provisional) (the “New Measures”) promulgated by the China Banking Regulatory Commission and other relevant regulatory provisions. The calculation of CAR covers the Company and the financial institutions directly or indirectly invested by the Company in compliance with the requirements of the New Measures. As at the end of the reporting period, the CAR, core tier-one CAR and tier-one CAR of the Group satisfied the requirements of the New Measures.

CARs of the Group are as the following:

*(Unit: RMB million)*

Item	31 March 2017	
	The Group	The Bank
Net core tier-one capital	352,597	334,528
Net tier-one capital	363,397	344,403
Total net capital base	459,971	437,313
Core tier-one CAR (%)	8.91	8.89
Tier-one CAR (%)	9.19	9.15
CAR (%)	11.63	11.62

Capital instruments entitled for the preferential policy during the transitional period: According to the applicable requirements under the New Measures, non-qualified tier-two capital instruments issued by commercial banks before 12 September 2010 may be entitled to the preferential policy of a progressive deduction of book value by 10% per annum starting from 1 January 2013. As at the end the reporting period, the balance of non-qualified tier-two capital instruments of the Company was RMB9,000 million, which can be put into calculation.

As at the end of the reporting period, the net tier-one capital increased by RMB14,134 million, on- and off-balance sheet assets after adjustment decreased by RMB6,652 million, and the leverage ratio increased by 0.21 percentage points, as compared with the end of 2016. The leverage ratio of the Group is as follow:

*(Unit: RMB million)*

Item	31 March 2017	31 December 2016	30 September 2016	30 June 2016
Leverage ratio (%)	5.40	5.19	5.14	5.33
Net tier-one capital	363,397	349,263	332,981	325,264
On- and off-balance sheet assets after adjustment	6,728,790	6,735,442	6,472,196	6,101,941

## **2.4 Discussion and analysis on business operation**

During the first quarter of 2017, the Company actively addressed and took initiative to meet the changes in the internal and external operation environment. Sticking to the message of the Central Economy Work Conference and relevant regulatory policies, the Company advanced the strategic transformation, facilitated business restructuring, improved customer base, and enhanced risk control and asset quality management and control in line with principles of “increasing income, reducing cost, controlling risk, replenishing capital, restructuring business and expanding customer base”. As a result, all the business lines achieved healthy and steady development.

### **(1) Continuous improvement in profitability and steady return to shareholders**

During the reporting period, the Group’s net profit attributable to equity shareholders of the Company amounted to RMB14,199 million, representing an increase of RMB493 million, or 3.60%, as compared with the corresponding period of the previous year. During the reporting period, net profit of the Company amounted to RMB13,887 million, representing an increase of RMB326 million, or 2.40%, as compared with the corresponding period of the previous year. During the reporting period, operating income amounted to RMB36,229 million, of which, net non-interest income was RMB15,549 million, which accounted for 42.92% of the operating income, representing an increase of 2.98 percentage points as compared with the corresponding period of the previous year. As a result, income structure was further improved. The cost to income ratio of the Group was 24.74%, representing an increase of 0.98 percentage points as compared with the corresponding period of the previous year.

During the reporting period, the Group’s return on average assets and return on weighted average equity amounted to 0.98% and 16.71%, respectively, representing a decrease of 0.21 and 1.23 percentage points, respectively, as compared with the corresponding period of the previous year. Basic earnings per share reached RMB0.39, representing an increase of RMB0.01, or 2.63%, as compared with the corresponding period of the previous year. As at the end of the reporting period, net assets per share attributable to ordinary shareholders of the Bank was RMB9.51, representing an increase of RMB0.39, or 4.28%, as compared with the end of the previous year.

### **(2) Steady growth in business size and continuous optimization of business structure**

As at the end of the reporting period, total assets of the Group amounted to RMB5,956,607 million, representing an increase of RMB60,730 million, or 1.03%, as compared with the end of the previous year. Total balance of loans and advances to customers amounted to RMB2,611,888 million, representing an increase of RMB150,302 million, or 6.11%, as compared with the end of the previous year. Total deposits from customers amounted to RMB3,050,541 million, representing a decrease of RMB31,701 million, or 1.03%, as compared with the end of the previous year.

When the business size expanded in a steady manner, the Group continuously forged ahead with the adjustment and optimization of business structure and customer structure to improve the profitability.



With regard to the business structure, firstly, the proportion of savings deposits moved on an upward trend. As at the end of the reporting period, total balance of savings deposits of the Group amounted to RMB567,419 million, representing an increase of RMB26,871 million, or 4.97%, as compared with the end of the previous year and accounted for 18.60% of the total deposits, representing an increase of 1.06 percentage points as compared with the end of the previous year. Secondly, the structure of loans was further optimized. As at the end of the reporting period, personal consumption loans and residential mortgage loans of the Group amounted to RMB397,196 million, representing an increase of RMB38,720 million, or 10.80%, as compared with the end of the previous year and accounted for 41.58% of total personal loans, representing an increase of 1.79 percentage points as compared with the end of the previous year. Thirdly, investment business accounted for larger proportion of the total assets. As at the end of the reporting period, net investment of trading and banking books of the Group amounted to RMB2,256,562 million, representing an increase of RMB49,653 million, or 2.25%, as compared with the end of the previous year and accounted for 37.88% of the total assets, representing an increase of 0.45 percentage points as compared with the end of the previous year.

With regard to the customer structure, as at the end of the reporting period, the number of domestic corporate deposit customers with balance of the Company reached 874.8 thousand, increased by 35.6 thousand as compared with the end of the previous year. The number of domestic general loan customers with balance of the Company was 12,074, representing an increase of 178 customers as compared with the end of the previous year. The number of retail customers with existing deposits increased by 1,067.8 thousand to 31,405.4 thousand as compared with the end of the previous year. The number of mobile banking customers and personal online banking customers reached 26,391.7 thousand and 16,614.8 thousand, increased by 1,640.3 thousand and 369.6 thousand, respectively.

### **(3) Stable asset quality with risk under control in general**

During the reporting period, the Group continuously optimized and improved the multi-layer and all-around risk management system by reducing credit to industries struggling with overcapacity, increasing the proportion of customers with obligatory guarantee, exercising effective market risk control, actively innovating and improving management, lowering down and settling risks by various measures and fortifying disposal and recovery of non-performing loans. As a result, the asset quality maintained stable and the risk resistance capability continued to improve.

As at the end of the reporting period, the outstanding non-performing loans of the Group was RMB43,781 million, increased by RMB2,346 million, or 5.66%, as compared with the end of the previous year. The non-performing loan ratio was 1.68%, same as that at the end of the previous year. Provision coverage ratio was 155.70%, increased by 0.29 percentage points as compared with the end of the previous year. The provision for total loans ratio was 2.61%, decreased by 0.01 percentage points as compared with the end of the previous year.

## 2.5 Total number of shareholders, particulars of shareholdings of the top ten shareholders and top ten holders of tradable shares (or holders of shares not subject to restriction on sales) as at the end of the reporting period

*Unit: share*

Total number of shareholders

375,515

### Particulars of shareholdings of the top ten shareholders

Name of shareholders (full name)	Number of shares held as at the end of the reporting period	Shareholdings percentage (%)	Number of shares subject to restriction held	Shares pledged or locked-up Status of shares	Number of shares	Type of shareholder
HKSCC Nominees Limited	6,898,487,335	18.91	0	Unknown	—	Foreign legal person
Anbang Life Insurance Inc. — Steady Investment Portfolio	2,369,416,768	6.49	0	Nil	0	Domestic non-state-owned legal person
China Oceanwide Holdings Group Co., Ltd.	1,682,652,182	4.61	0	Pledged	1,679,652,182	Domestic non-state-owned legal person
China Securities Finance Corporation Limited	1,665,556,612	4.57	0	Nil	0	Domestic non-state-owned legal person
Anbang Property Insurance Inc. — Traditional products	1,665,225,632	4.56	0	Nil	0	Domestic non-state-owned legal person
Anbang Insurance Group Co., Ltd. — Traditional Insurance Products	1,639,344,938	4.49	0	Nil	0	Domestic non-state-owned legal person
New Hope Liuhe Investment Co., Ltd.	1,523,606,135	4.18	0	Pledged	84,440,000	Domestic non-state-owned legal person
Shanghai Giant Lifetech Co., Ltd.	1,149,732,989	3.15	0	Pledged	1,149,732,989	Domestic non-state-owned legal person
China Shipowners Mutual Assurance Association	1,086,917,406	2.98	0	Pledged	110,000,000	Domestic non-state-owned legal person
Orient Group Incorporation	1,066,764,269	2.92	0	Pledged	882,766,240	Domestic non-state-owned legal person

**Top ten holders of shares not subject to restriction on sales**

Name of shareholder	Number of tradable shares not subject to restriction	Class and number of shares	
		Class of shares	Number of shares
HKSCC Nominees Limited	6,898,487,335	Overseas listed foreign invested shares	6,898,487,335
Anbang Life Insurance Inc. — Steady Investment Portfolio	2,369,416,768	Ordinary shares in RMB	2,369,416,768
China Oceanwide Holdings Group Co., Ltd.	1,682,652,182	Ordinary shares in RMB	1,682,652,182
China Securities Finance Corporation Limited	1,665,556,612	Ordinary shares in RMB	1,665,556,612
Anbang Property Insurance Inc. — Traditional products	1,665,225,632	Ordinary shares in RMB	1,665,225,632
Anbang Insurance Group Co., Ltd. — Traditional Insurance Products	1,639,344,938	Ordinary shares in RMB	1,639,344,938
New Hope Liuhe Investment Co., Ltd.	1,523,606,135	Ordinary shares in RMB	1,523,606,135
Shanghai Giant Lifetech Co., Ltd.	1,149,732,989	Ordinary shares in RMB	1,149,732,989
China Shipowners Mutual Assurance Association	1,086,917,406	Ordinary shares in RMB	1,086,917,406
Orient Group Incorporation	1,066,764,269	Ordinary shares in RMB	1,066,764,269
Statement on the related relationships or concerted actions among the aforesaid shareholders	Anbang Insurance Group Co., Ltd. is the controlling shareholder of Anbang Life Insurance Inc. and Anbang Property Insurance Inc. Save as above, the Company is not aware of any related relationship among other shareholders mentioned above.		

Notes:

1. The number of shares held by H shareholders was recorded in the Register of Members as kept by the H Share Registrar of the Company;
2. HKSCC Nominees Limited acted as an agent, representing the total amount of H shares held by all institutional and individual investors that registered in the account of such investors as at 31 March 2017.

## 2.6 Number of holders of preference shares and particulars of shareholdings of the top ten preference shareholders as at the end of the reporting period

☒ Applicable    ☐ Inapplicable

*Unit: share*

Total number of holders of preference shares

1

### Particulars of shareholdings of the top ten holders of preference share

Name of shareholder (full name)	Number of shares held as at the end of the reporting period	Shareholding percentage (%)	Class of shares held	Shares pledged or locked-up		Type of shareholder
				Status of shares	Number of shares	
The Bank of New York Mellon Depository (Nominees) Limited	71,950,000	100	Offshore preference shares	Unknown	—	Others
Statement on the related relationships or concerted actions among the top ten holders of offshore preference shares and among the aforesaid shareholders and top ten ordinary shareholders	Unknown					

Notes:

1. The number of shares held by the holder of preference shares was recorded in the register of members of the preference shares of the Company.
2. As the preference shares were issued through offshore non-public offering, the contents listed in the register of members of the preference shares are the information of nominees of the allotted investors.

### 3. Major Events

#### 3.1 Significant changes in key accounting items and financial indicators of the Company and explanation on such changes

☒ Applicable    ☐ Inapplicable

(Unit: RMB million)

Item	31 March 2017	31 December 2016	Change from the end of the previous year (%)	Main reason
Precious metals	<b>31,217</b>	22,880	36.44	Increase in precious metals leasing
Financial assets purchased under re-sale agreement	<b>13,273</b>	90,546	-85.34	Decrease in purchase of bonds and bills under re-sale agreement
Placements from banks and other financial institutions	<b>247,656</b>	100,397	146.68	Increase in placements from banks and other financial institutions
Negative fair value of derivatives	<b>5,110</b>	10,277	-50.28	Decrease in business scale and influence from changes in fair value of derivatives

Item	January– March 2017	January– March 2016	Change from the corresponding period of the previous year (%)	Main reason
Interest expenses	35,946	25,352	41.79	Increase in interest expenses of interest-bearing liabilities
Investment gains	1,161	4,455	-73.94	Influence from fluctuations in foreign exchange rate and the price of precious metals
Gains/(losses) from changes in fair value	2,843	-1,754	Negative for the corresponding period of the previous year	
Tax and surcharges	353	2,500	-85.88	Influence from the implementation of the replacement of business tax by value-added tax
Other operating expenses	350	269	30.11	Increase in operating lease expenses of subsidiaries

### 3.2 Development and impacts of significant events and analysis and explanation on the solutions

☐ Applicable ☒ Inapplicable

### 3.3 Undertakings unfulfilled within the time limit during the reporting period

☐ Applicable ☒ Inapplicable

### 3.4 Warning and explanation on the anticipated accumulated losses from the beginning of the year to the end of the following reporting period or on significant changes over the corresponding period of the previous year

☐ Applicable ☒ Inapplicable

Name of the Company	China Minsheng Banking Corp., Ltd.
Legal Representative	Hong Qi
Date	26 April 2017

## 4. Appendices

### 4.1 Financial Statements

**China Minsheng Banking Corp., Ltd.**  
**Consolidated and the Bank's Balance Sheets as at 31 March 2017**  
*(Expressed in millions of Renminbi, unless otherwise stated)*

	<b>The Group</b>		<b>The Bank</b>	
	<b>31 March</b>	31 December	<b>31 March</b>	31 December
<b>Assets</b>	<b>2017</b>	2016	<b>2017</b>	2016
	<b>(unaudited)</b>	(audited)	<b>(unaudited)</b>	(audited)
Cash and balances with the central bank	<b>453,510</b>	524,239	<b>449,744</b>	520,471
Balances with banks and other financial institutions	<b>195,293</b>	188,414	<b>185,629</b>	178,072
Precious metals	<b>31,217</b>	22,880	<b>31,217</b>	22,880
Placements with banks and other financial institutions	<b>165,680</b>	182,877	<b>168,439</b>	184,819
Financial assets at fair value through profit or loss	<b>67,625</b>	89,740	<b>65,187</b>	86,288
Positive fair value of derivatives	<b>6,210</b>	7,843	<b>6,103</b>	7,759
Financial assets held under resale agreements	<b>13,273</b>	90,546	<b>10,663</b>	90,046
Interest receivables	<b>35,854</b>	31,516	<b>35,402</b>	31,047
Loans and advances to customers	<b>2,543,720</b>	2,397,192	<b>2,527,386</b>	2,381,879
Available-for-sale financial assets	<b>309,044</b>	307,078	<b>305,807</b>	303,528
Held-to-maturity investments	<b>656,554</b>	661,362	<b>656,554</b>	661,362
Loans and receivables	<b>1,223,339</b>	1,148,729	<b>1,219,066</b>	1,146,340
Long-term receivables	<b>98,631</b>	94,791	—	—
Long-term equity investments	<b>25</b>	25	<b>5,385</b>	5,385
Fixed assets	<b>43,497</b>	43,273	<b>18,931</b>	19,250
Intangible assets	<b>5,041</b>	5,112	<b>3,743</b>	3,803
Deferred income tax assets	<b>24,240</b>	23,366	<b>23,299</b>	22,402
Other assets	<b>83,854</b>	76,894	<b>60,806</b>	51,248
<b>Total assets</b>	<b>5,956,607</b>	5,895,877	<b>5,773,361</b>	5,716,579

**China Minsheng Banking Corp., Ltd.**  
**Consolidated and the Bank's Balance Sheets as at 31 March 2017**  
**(continued)**

*(Expressed in millions of Renminbi, unless otherwise stated)*

<b>Liabilities and shareholders' equity</b>	<b>The Group</b>		<b>The Bank</b>	
	<b>31 March</b>	<b>31 December</b>	<b>31 March</b>	<b>31 December</b>
	<b>2017</b>	<b>2016</b>	<b>2017</b>	<b>2016</b>
	<b>(unaudited)</b>	<b>(audited)</b>	<b>(unaudited)</b>	<b>(audited)</b>
<b>Liabilities</b>				
Borrowings from central bank	<b>319,432</b>	315,438	<b>319,000</b>	315,000
Deposits from banks and other financial institutions	<b>1,174,314</b>	1,307,622	<b>1,178,983</b>	1,313,905
Placements from banks and other financial institutions	<b>247,656</b>	100,397	<b>247,626</b>	100,397
Financial liabilities at fair value through profit or loss	<b>682</b>	868	<b>682</b>	868
Borrowings from other financial institutions	<b>127,063</b>	122,474	<b>—</b>	—
Negative fair value of derivatives	<b>5,110</b>	10,277	<b>5,083</b>	10,250
Financial assets sold under repurchase agreements	<b>89,821</b>	113,255	<b>89,041</b>	112,484
Deposits from customers	<b>3,050,541</b>	3,082,242	<b>3,023,046</b>	3,050,669
Employee benefits payable	<b>9,146</b>	10,107	<b>8,921</b>	9,686
Tax payable	<b>13,622</b>	11,400	<b>13,301</b>	11,030
Interest payable	<b>40,501</b>	36,494	<b>39,667</b>	35,654
Provisions	<b>1,011</b>	1,075	<b>1,011</b>	1,075
Debt securities issued	<b>474,836</b>	398,376	<b>474,835</b>	398,376
Other liabilities	<b>36,129</b>	33,825	<b>21,315</b>	20,365
<b>Total liabilities</b>	<b>5,589,864</b>	5,543,850	<b>5,422,511</b>	5,379,759



**China Minsheng Banking Corp., Ltd.**  
**Consolidated and the Bank's Balance Sheets as at 31 March 2017**  
**(continued)**

*(Expressed in millions of Renminbi, unless otherwise stated)*

<b>Liabilities and shareholders' equity (continued)</b>	<b>The Group</b>		<b>The Bank</b>	
	<b>31 March 2017</b>	31 December 2016	<b>31 March 2017</b>	31 December 2016
	<b>(unaudited)</b>	(audited)	<b>(unaudited)</b>	(audited)
<b>Shareholders' equity</b>				
Share capital	<b>36,485</b>	36,485	<b>36,485</b>	36,485
Other equity instruments				
Of which: Preference shares	<b>9,892</b>	9,892	<b>9,892</b>	9,892
Capital reserve	<b>64,744</b>	64,744	<b>64,447</b>	64,447
Other comprehensive income	<b>(1,971)</b>	(2,142)	<b>(2,395)</b>	(2,538)
Surplus reserve	<b>30,052</b>	30,052	<b>30,052</b>	30,052
General reserve	<b>72,947</b>	72,929	<b>71,982</b>	71,982
Retained earnings	<b>144,811</b>	130,630	<b>140,387</b>	126,500
<b>Total equity attributable to equity shareholders of the Bank</b>	<b>356,960</b>	342,590	<b>350,850</b>	336,820
<b>Non-controlling interests</b>	<b>9,783</b>	9,437	<b>—</b>	—
<b>Total shareholders' equity</b>	<b>366,743</b>	352,027	<b>350,850</b>	336,820
<b>Total liabilities and shareholders' equity</b>	<b>5,956,607</b>	5,895,877	<b>5,773,361</b>	5,716,579

\_\_\_\_\_  
Hong Qi  
Legal Representative, Chairman

\_\_\_\_\_  
Zheng Wanchun  
President

\_\_\_\_\_  
Bai Dan  
Chief Financial Officer

\_\_\_\_\_  
Li Wen  
Person in charge of Finance and  
Accounting Department

(Company Seal)

**China Minsheng Banking Corp., Ltd.**  
**Consolidated and the Bank's Income Statements for the 3 Months Ended**  
**31 March 2017**

*(Expressed in millions of Renminbi, unless otherwise stated)*

	<b>The Group</b>		<b>The Bank</b>	
	<b>January– March 2017</b>	<b>January– March 2016</b>	<b>January– March 2017</b>	<b>January– March 2016</b>
	<b>(unaudited)</b>	<b>(unaudited)</b>	<b>(unaudited)</b>	<b>(unaudited)</b>
<b>1. Operating income</b>				
Interest income	<b>56,626</b>	49,458	<b>54,693</b>	47,625
Interest expenses	<b>(35,946)</b>	(25,352)	<b>(34,711)</b>	(24,120)
Net interest income	<b>20,680</b>	24,106	<b>19,982</b>	23,505
Fee and commission income	<b>13,712</b>	15,526	<b>13,467</b>	15,031
Fee and commission expenses	<b>(1,031)</b>	(954)	<b>(953)</b>	(845)
Net fee and commission income	<b>12,681</b>	14,572	<b>12,514</b>	14,186
Investment gains	<b>1,161</b>	4,455	<b>986</b>	4,478
Gains/(losses) from changes in fair value	<b>2,843</b>	(1,754)	<b>2,851</b>	(1,756)
Foreign exchange losses	<b>(1,932)</b>	(1,968)	<b>(1,934)</b>	(1,980)
Other operating income	<b>796</b>	723	<b>190</b>	309
Total operating income	<b>36,229</b>	40,134	<b>34,589</b>	38,742
<b>2. Operating expenses</b>				
Tax and surcharges	<b>(353)</b>	(2,500)	<b>(341)</b>	(2,482)
Operation and management expenses	<b>(8,962)</b>	(9,534)	<b>(8,628)</b>	(9,139)
Impairment losses on assets	<b>(9,001)</b>	(9,990)	<b>(8,826)</b>	(9,793)
Other operating expenses	<b>(350)</b>	(269)	<b>(4)</b>	(10)
Total operating expenses	<b>(18,666)</b>	(22,293)	<b>(17,799)</b>	(21,424)
<b>3. Operating profit</b>	<b>17,563</b>	17,841	<b>16,790</b>	17,318
Add: Non-operating income	<b>38</b>	37	<b>12</b>	13
Less: Non-operating expenses	<b>(19)</b>	(20)	<b>(19)</b>	(20)
<b>4. Total profit</b>	<b>17,582</b>	17,858	<b>16,783</b>	17,311
Less: Income tax expenses	<b>(3,076)</b>	(3,909)	<b>(2,896)</b>	(3,750)
<b>5. Net profit</b>	<b>14,506</b>	13,949	<b>13,887</b>	13,561
Net profit attributable to equity shareholders of the Bank	<b>14,199</b>	13,706	<b>13,887</b>	13,561
Net profit attributable to non- controlling interests	<b>307</b>	243	<b>—</b>	<b>—</b>

**China Minsheng Banking Corp., Ltd.**  
**Consolidated and the Bank's Income Statements for the 3 Months Ended**  
**31 March 2017 (continued)**

*(Expressed in millions of Renminbi, unless otherwise stated)*

	<b>The Group</b>		<b>The Bank</b>	
	<b>January– March 2017</b>	<b>January– March 2016</b>	<b>January– March 2017</b>	<b>January– March 2016</b>
	<b>(unaudited)</b>	<b>(unaudited)</b>	<b>(unaudited)</b>	<b>(unaudited)</b>
<b>6. Other comprehensive income</b>	<b>210</b>	<b>(1,363)</b>	<b>143</b>	<b>(1,303)</b>
Other comprehensive income attributable to equity shareholders of the Bank, net of tax	<b>171</b>	<b>(1,337)</b>	<b>143</b>	<b>(1,303)</b>
Items that may be reclassified subsequently to profit or loss				
Gains from the change in fair value of available-for-sale financial assets	<b>(485)</b>	<b>(1,284)</b>	<b>(522)</b>	<b>(1,256)</b>
Effective hedge portion of gains or losses arising from cash flow hedging instruments	<b>715</b>	<b>—</b>	<b>715</b>	<b>—</b>
Exchange reserve	<b>(59)</b>	<b>(53)</b>	<b>(50)</b>	<b>(47)</b>
Other comprehensive income attributable to non-controlling interests, net of tax	<b>39</b>	<b>(26)</b>	<b>—</b>	<b>—</b>
<b>7. Total comprehensive income</b>	<b>14,716</b>	<b>12,586</b>	<b>14,030</b>	<b>12,258</b>
Total comprehensive income attributable to equity shareholders of the Bank	<b>14,370</b>	<b>12,369</b>	<b>14,030</b>	<b>12,258</b>
Total comprehensive income attributable to non-controlling interests	<b>346</b>	<b>217</b>	<b>—</b>	<b>—</b>
<b>8. Earnings per share (RMB)</b>				
Basic earnings per share	<b>0.39</b>	<b>0.38</b>		
Diluted earnings per share	<b>0.39</b>	<b>0.38</b>		

Hong Qi  
Legal Representative, Chairman

Zheng Wanchun  
President

Bai Dan  
Chief Financial Officer

Li Wen  
Person in charge of Finance and Accounting Department

(Company Seal)

**China Minsheng Banking Corp., Ltd.**  
**Consolidated and the Bank's Statements of Cash Flows**  
**for the 3 Months Ended 31 March 2017**  
*(Expressed in millions of Renminbi, unless otherwise stated)*

	<b>The Group</b>		<b>The Bank</b>	
	<b>January– March 2017</b>	January– March 2016	<b>January– March 2017</b>	January– March 2016
	<b>(unaudited)</b>	(unaudited)	<b>(unaudited)</b>	(unaudited)
<b>1. Cash flow from operating activities</b>				
Net increase in deposits from customers and deposits from banks and other financial institutions	—	202,422	—	201,251
Net decrease in balances with central bank, banks and other financial institutions	<b>32,022</b>	—	<b>31,984</b>	—
Cash received from interests, fee and commissions	<b>51,413</b>	52,760	<b>49,592</b>	50,757
Net increase in borrowings from central bank	<b>3,994</b>	57,444	<b>4,000</b>	57,500
Net increase in placements from banks and other financial institutions	<b>147,259</b>	24,607	<b>147,229</b>	24,107
Net decrease in placements with banks and other financial institutions	<b>18,220</b>	31,023	<b>16,363</b>	31,933
Net decrease in financial assets held under resale agreements	<b>77,206</b>	72,085	<b>79,316</b>	72,085
Cash received in relation to other operating activities	<b>31,429</b>	9,566	<b>22,239</b>	7,631
<b>Subtotal of cash inflow from operating activities</b>	<b>361,543</b>	449,907	<b>350,723</b>	445,264

**China Minsheng Banking Corp., Ltd.**  
**Consolidated and the Bank's Statements of Cash Flows**  
**for the 3 Months Ended 31 March 2017 (continued)**  
*(Expressed in millions of Renminbi, unless otherwise stated)*

	<b>The Group</b>		<b>The Bank</b>	
	<b>January– March 2017</b>	January– March 2016	<b>January– March 2017</b>	January– March 2016
	<b>(unaudited)</b>	(unaudited)	<b>(unaudited)</b>	(unaudited)
Net increase in loans and advances to customers	<b>(155,829)</b>	(170,979)	<b>(154,716)</b>	(170,544)
Net decrease in deposits from customers and banks and other financial institutions	<b>(165,009)</b>	—	<b>(162,545)</b>	—
Net increase in balances with central bank, banks and other financial institutions	—	(25,332)	—	(32,674)
Net decrease in financial assets sold under repurchase agreements	<b>(23,499)</b>	(14,414)	<b>(23,508)</b>	(13,928)
Cash paid for interests, fee and commissions	<b>(27,707)</b>	(21,505)	<b>(26,388)</b>	(20,333)
Cash paid to and paid for employees	<b>(5,892)</b>	(6,051)	<b>(5,487)</b>	(5,672)
Taxes paid	<b>(3,840)</b>	(5,198)	<b>(3,598)</b>	(4,938)
Cash paid in relation to other operating activities	<b>(23,663)</b>	(29,800)	<b>(22,508)</b>	(27,306)
<b>Subtotal of cash outflow from operating activities</b>	<b>(405,439)</b>	(273,279)	<b>(398,750)</b>	(275,395)
<b>Net cash flow from operating activities</b>	<b>(43,896)</b>	176,628	<b>(48,027)</b>	169,869

**China Minsheng Banking Corp., Ltd.**  
**Consolidated and the Bank's Statements of Cash Flows**  
**for the 3 Months Ended 31 March 2017 (continued)**  
*(Expressed in millions of Renminbi, unless otherwise stated)*

	<b>The Group</b>		<b>The Bank</b>	
	<b>January– March 2017</b>	January– March 2016	<b>January– March 2017</b>	January– March 2016
	<b>(unaudited)</b>	(unaudited)	<b>(unaudited)</b>	(unaudited)
<b>2. Cash flow from investing activities</b>				
Cash received from sale and redemption of investments	<b>350,092</b>	361,710	<b>347,140</b>	361,116
Cash received from investment returns	<b>14,664</b>	8,965	<b>14,355</b>	8,902
Cash received from disposal of fixed assets, intangible assets and other long-term assets	<u>—</u>	<u>1,098</u>	<u>—</u>	<u>—</u>
<b>Subtotal of cash inflow from investing activities</b>	<b><u>364,756</u></b>	<u>371,773</u>	<b><u>361,495</u></b>	<u>370,018</u>
Cash paid for investments	<b>(419,901)</b>	(495,676)	<b>(415,459)</b>	(493,251)
Cash paid for obtaining or investing in subsidiaries and other business units	<u>—</u>	<u>(13)</u>	<u>—</u>	<u>(21)</u>
Cash paid for purchase of fixed assets, intangible assets and other long-term assets	<b><u>(2,699)</u></b>	<u>(1,234)</u>	<b><u>(148)</u></b>	<u>(1,067)</u>
<b>Subtotal of cash outflow from investing activities</b>	<b><u>(422,600)</u></b>	<u>(496,923)</u>	<b><u>(415,607)</u></b>	<u>(494,339)</u>
<b>Net cash flow from investing activities</b>	<b><u>(57,844)</u></b>	<u>(125,150)</u>	<b><u>(54,112)</u></b>	<u>(124,321)</u>

**China Minsheng Banking Corp., Ltd.**  
**Consolidated and the Bank's Statements of Cash Flows**  
**for the 3 Months Ended 31 March 2017 (continued)**  
*(Expressed in millions of Renminbi, unless otherwise stated)*

	<b>The Group</b>		<b>The Bank</b>	
	<b>January– March 2017</b>	January– March 2016	<b>January– March 2017</b>	January– March 2016
	<b>(unaudited)</b>	(unaudited)	<b>(unaudited)</b>	(unaudited)
<b>3. Cash flow from financing activities</b>				
Cash received from investments	—	20	—	—
Including: Capital contribution from non-controlling interests to subsidiaries	—	20	—	—
Cash proceeds from issue of debt securities	<b>175,347</b>	58,980	<b>175,347</b>	58,980
<b>Subtotal of cash inflow from financing activities</b>	<b>175,347</b>	59,000	<b>175,347</b>	58,980
Cash paid for repayment of debts	<b>(101,003)</b>	(53,466)	<b>(101,003)</b>	(53,466)
Cash paid for distribution of dividends, profit or interests payable of debt securities	<b>(3,160)</b>	(6,192)	<b>(3,160)</b>	(6,192)
<b>Subtotal of cash outflow from financing activities</b>	<b>(104,163)</b>	(59,658)	<b>(104,163)</b>	(59,658)
<b>Net cash flow from financing activities</b>	<b>71,184</b>	(658)	<b>71,184</b>	(678)

**China Minsheng Banking Corp., Ltd.**  
**Consolidated and the Bank's Statements of Cash Flows**  
**for the 3 Months Ended 31 March 2017 (continued)**  
*(Expressed in millions of Renminbi, unless otherwise stated)*

	<b>The Group</b>		<b>The Bank</b>	
	<b>January– March 2017 (unaudited)</b>	<b>January– March 2016 (unaudited)</b>	<b>January– March 2017 (unaudited)</b>	<b>January– March 2016 (unaudited)</b>
<b>4. Effect of changes in foreign exchange rate on cash and cash equivalents</b>	<b>(239)</b>	<b>115</b>	<b>(238)</b>	<b>118</b>
<b>5. Net (decrease)/increase in cash and cash equivalents</b>	<b>(30,795)</b>	<b>50,935</b>	<b>(31,193)</b>	<b>44,988</b>
Add: Cash and cash equivalents at the beginning of the period	<b>171,303</b>	<b>126,460</b>	<b>162,462</b>	<b>122,962</b>
<b>6. Cash and cash equivalents at the end of the period</b>	<b>140,508</b>	<b>177,395</b>	<b>131,269</b>	<b>167,950</b>

\_\_\_\_\_  
Hong Qi  
Legal Representative, Chairman

\_\_\_\_\_  
Zheng Wanchun  
President

\_\_\_\_\_  
Bai Dan  
Chief Financial Officer

\_\_\_\_\_  
Li Wen  
Person in charge of Finance and  
Accounting Department

(Company Seal)

## 4.2 Audit Report

☐ Applicable    ☒ Inapplicable