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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)

**Clarification Announcement on the Total Number of
Shareholders in the 2017 Third Quarterly Report**

Reference is made to the 2017 Third Quarterly Report of China Minsheng Banking Corp., Ltd. (the “**Company**”) published by the Company on the website of Shanghai Stock Exchange and the HKEXnews website of the Hong Kong Stock Exchange on 30 October 2017. The total number of shareholders as at the end of the reporting period as disclosed in the 2017 Third Quarterly Report of the Company should be revised to 395,946.

Please refer to the attached revised 2017 Third Quarterly Report of the Company.

By Order of the Board
CHINA MINSHENG BANKING CORP., LTD.

Hong Qi
Chairman

Beijing, PRC
31 October 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 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 are Mr. Liu Jipeng, Mr. Li Hancheng, Mr. Xie Zhichun, Mr. Cheng Hoi-chuen, Mr. Peng Xuefeng and Mr. Liu Ningyu.

**2017 Third Quarterly Report
China Minsheng Banking Corp., Ltd.
(Revised Version)**

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1. Important Notice

- 1.1 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.
- 1.2 This quarterly report was considered and approved at the sixth meeting of the seventh session of the Board of the Company on 30 October 2017. The meeting was held by way of tele-communications. 30 October 2017 was the deadline for exercising voting rights, and related notifications and documents and supplementary notifications and documents of the meeting were sent by e-mail on 16 October 2017 and 26 October 2017, respectively. Of 15 voting documents delivered to the Directors, the Company received 15 in return.
- 1.3 Hong Qi (Chairman), Zheng Wanchun (President), Bai Dan (Senior Management responsible for finance and accounting) and Li Wen (Person in charge of the Accounting Department) warrant the truthfulness, accuracy and completeness of the financial reports included in this quarterly report.
- 1.4 The Third Quarterly Report of the Company is unaudited.
- 1.5 The financial data and indicators contained in this quarterly report are prepared in accordance with the Chinese accounting standards. 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

Item	<i>(Unit: RMB million)</i>		
	As at the end of the reporting period 30 September 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	5,712,525	5,895,877	-3.11
Total equity attributable to equity shareholders of the Bank	370,748	342,590	8.22
Total equity attributable to holders of ordinary shares of the Bank	360,856	332,698	8.46
Net assets per share attributable to holders of ordinary shares of the Bank (RMB)	9.89	9.12	8.44

(Unit: RMB million)

Item	During the reporting period July–September 2017	Change from the reporting period over the corresponding period of the previous year (%)	From the beginning of the year to the end of the reporting period January–September 2017	Change from the beginning of the year to the end of the reporting period over the corresponding period of the previous year (%)
Operating income	35,406	-7.87	105,941	-8.97
Net profit attributable to equity shareholders of the Bank	12,155	1.80	40,243	2.76
Net profit attributable to equity shareholders of the Bank excluding extraordinary gain/loss items	12,252	2.13	40,181	2.39
Basic earnings per share (RMB)	0.33	3.13	1.10	2.80
Diluted earnings per share (RMB)	0.33	3.13	1.10	2.80
Return on weighted average equity (%) (annualized)	13.57	Decreased by 1.20 percentage points	15.36	Decreased by 1.22 percentage points
Return on weighted average equity excluding extraordinary gain/loss items (%) (annualized)	13.68	Decreased by 1.16 percentage points	15.34	Decreased by 1.28 percentage points
Net cash flow from operating activities	Inapplicable	Inapplicable	-367,752	Negative during the reporting period

Extraordinary gain/loss items:

(Unit: RMB million)

Item	From the beginning of the year to the end of the reporting period January–September 2017
Non-operating income	455
Of which: Tax repayment	238
Other non-operating income	217
Non-operating expenses	216
Of which: Expenses on donations	144
Other non-operating expenses	72
Net non-operating income and expenses	239
Less: Income tax effect of all the above items	110
Net extraordinary gain/loss impact (after tax)	129
Of which: Extraordinary gain/loss impact on net profit attributable to equity shareholders of the Bank	62
Extraordinary gain/loss impact on net profit attributable to non-controlling interests	67

2.2 Supplemental financial data

(Unit: RMB million)

Item	As at the end of the reporting period 30 September 2017	As at the end of the previous year 31 December 2016
Total liabilities	5,331,251	5,543,850
Total deposits from customers	2,936,748	3,082,242
Of which: Corporate deposits	2,409,105	2,522,232
Personal deposits	508,807	540,548
Outward remittance and remittance payable	2,522	6,670
Certificates of deposits	16,314	12,792
Total balance of loans and advances to customers	2,780,722	2,461,586
Of which: Corporate loans and advances	1,703,407	1,560,664
Personal loans and advances	1,077,315	900,922
Non-performing loans	47,060	41,435
Allowance for impairment loss on loans	73,072	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:

Item	(Unit: RMB million)	
	30 September 2017	
	The Group	The Bank
Net core tier-one capital	367,131	348,027
Net tier-one capital	377,875	357,902
Total net capital base	491,064	466,902
Core tier-one CAR (%)	8.85	8.86
Tier-one CAR (%)	9.11	9.11
CAR (%)	11.84	11.89

Capital instruments entitled for the preferential policy during the transitional period: According to the relevant 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 billion, which can be put into calculation.

As at the end of the reporting period, the net tier-one capital increased by RMB6,741 million, on- and off- balance sheet assets after adjustment decreased by RMB130,833 million, and the leverage ratio increased by 0.22 percentage points, as compared with the end of June 2017. The leverage ratio of the Group is as follows:

Item	(Unit: RMB million)			
	30 September	30 June	31 March	31 December
	2017	2017	2017	2016
Leverage ratio (%)	5.91	5.69	5.40	5.19
Net tier-one capital	377,875	371,134	363,397	349,263
On- and off- balance sheet assets after adjustment	6,389,647	6,520,480	6,728,790	6,735,442

2.4 Discussion and analysis on business operation

The Company took proactive measures in coping with the adjustments and changes in the external operating environment and regulatory policies, and thoroughly implemented the messages of the Central Economy Work Conference. The Company continued to deepen the reform of its operation system, enhance the implementation of the Phoenix Project, and accelerate optimization and adjustment of its business structure, and further intensified overall risk management. The Company achieved stable asset quality, further improved profitability, and the development of all lines of business remained steady and healthy.

(1) Steady growth in profit and stable return for the shareholders

In the first three quarters of 2017, the Group recorded net profit attributable to equity shareholders of the Bank of RMB40,243 million, representing an increase of RMB1,080 million, or 2.76%, as compared with the corresponding period of the previous year. Profit continued to grow. Return on weighted average equity and return on average assets were 15.36% and 0.94%, respectively, representing decreases of 1.22 percentage points and 0.11 percentage points as compared with the corresponding period of the previous year, respectively. Basic earnings per share was RMB1.10, representing an increase of RMB0.03 as compared with the corresponding period of the previous year. Net assets per share attributable to holders of ordinary shares of the Bank was RMB9.89, representing an increase of RMB0.77 as compared with the end of the previous year, reflecting a stable return for the shareholders.

(2) Further optimized income structure and continuous efforts to lower cost and improve efficiency

In the first three quarters of 2017, the Group recorded operating income of RMB105,941 million, of which, net non-interest income was RMB42,968 million, accounting for 40.56% of the total operating income, representing an increase of 1.47 percentage points as compared with the corresponding period of the previous year. As a result, income structure was further improved.

Continuous efforts were made to lower cost and improve efficiency. The Company accelerated the implementation of the “Phoenix Project-Cost and Efficiency Program” by adopting a series of measures to improve productivity at community outlets, liquidize fixed assets, transform business operation and customer service, as well as to improve IT operation and maintenance and human capital. In the first three quarters of 2017, the Group’s cost to income ratio was 28.28%, operation and management expenses was RMB29,964 million, representing a decrease of 3.57% as compared with the corresponding period of the previous year.

(3) Proactive adjustment of business strategies and continuously optimized business structure

In the first three quarters of 2017, the Company proactively adjusted business strategies to appropriately reduce business size, continuously optimize business structure and speed up the transformation of strategic businesses. These approaches have achieved significant results.

Firstly, asset and liability structure was further optimized. As at the end of the reporting period, total assets of the Group amounted to RMB5,712,525 million, representing a decrease of RMB183,352 million, or 3.11%, as compared with the end of the previous year. Of which, total loans and advances amounted to RMB2,780,722 million, representing an increase of RMB319,136 million, or 12.96%, as compared with the end of the previous year. Total amount of loans and advances accounted for 48.68% of total assets, representing an increase of 6.93 percentage points as compared with the end of the previous year. Total liabilities amounted to RMB5,331,251 million, of which, total deposits from customers were RMB2,936,748 million, and balance of current deposit accounted for 43.95% of total deposits, representing an increase of 1.49 percentage points as compared with the end of the previous year.

Secondly, adjustment of business structure achieved significant results. In the first three quarters of 2017, in respect of corporate banking business, the Company continued to strengthen investment banking and transaction banking businesses, promote innovation of supply chain financing model and consolidate its customer base. The number of domestic customers with corporate deposit balance of the Company reached 954.9 thousand, outstanding corporate loans (including discounted bills) amounted to RMB1,698,318 million, and the balance of corporate deposits was RMB2,389,650 million. In respect of retail banking business, the Company strengthened the synergy between credit card business and personal finance and small business finance. It also pushed forward the transformation of private banking business, and further expanded retail banking business to continuously increase its income contribution. The number of individual customers with outstanding balance with the Bank reached 33,663 thousand, financial assets of individual customers managed by the Company amounted to RMB1,414,210 million, representing an increase of RMB152,197 million as compared with the end of the previous year, and the net operating income from retail banking business was RMB37,195 million, accounting for 36.88% of the Company's operating income, representing an increase of 3.40 percentage points as compared with the corresponding period of the previous year. In respect of financial markets business, the Company grasped the development opportunities in the financial market to expand the interbank strategic cooperation platform. As at the end of the reporting period, net investment of trading and banking books of the Company amounted to RMB1,953,778 million, interbank assets reached RMB251,247 million, interbank liabilities was RMB1,349,931 million, and the balance of asset under custody was RMB6,988,135 million. In respect of Internet finance business, the Company rapidly expanded customer base and financial assets of direct banking business, reinforced layout in the Internet payment market and accelerated the innovation of channel payment and settlement products. The number of transactions of mobile banking reached 351 million, and the transaction volume

amounted to RMB7.22 trillion. The number of personal online banking transactions was 1,560 million, and the transaction volume amounted to RMB8.06 trillion. The number of direct banking customers was 8,361 thousand, and the total subscription volume of Ru Yi Bao (如意寶) amounted to RMB1,872,450 million. In respect of comprehensive operation, the Company further refined the comprehensive, diversified and internationalized operation system by leveraging the role of overseas platforms in building synergy between domestic and overseas operations, with an aim to increase asset size and improve efficiency. The Hong Kong Branch of the Company achieved an asset size of HKD172,139 million and net profit of HKD1,037 million, while CMBC International Holdings Limited achieved an asset size of RMB11,608 million, and net profit of RMB139 million, representing an increase of RMB263 million as compared with the corresponding period of the previous year.

(4) Stable asset quality and improved risk resistance capability

In the first three quarters of 2017, the Group consistently enhanced the construction of overall risk management system by optimizing credit asset structure, intensifying risk investigation and early warning and further strengthening collection and disposal of non-performing loans. Asset quality was thus secured at a stable status.

As at the end of the reporting period, outstanding non-performing loans of the Group amounted to RMB47,060 million, and non-performing loan ratio was 1.69%, flat from the end of June. Provision coverage ratio was 155.27%, representing an increase of 1.94 percentage points as compared with the end of June. Provision for total loans ratio was 2.63%, representing an increase of 0.05 percentage points as compared with the end of June.

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 395,946

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 held subject to restriction on sales	Shares pledged or locked-up Status of shares	Number of shares	Type of shareholder
HKSCC Nominees Limited	6,899,065,890	18.91	—	Unknown	—	Others
Anbang Life Insurance Inc. — Steady Investment Portfolio	2,369,416,768	6.49	—	Nil	—	Domestic non-state-owned legal person
China Securities Finance Corporation Limited	1,820,370,063	4.99	—	Nil	—	Domestic non-state-owned legal person
China Oceanwide Holdings Group Co., Ltd.	1,682,652,182	4.61	—	Pledged	1,679,652,182	Domestic non-state-owned legal person
Anbang Property Insurance Inc. — Traditional products	1,665,225,632	4.56	—	Nil	—	Domestic non-state-owned legal person
Anbang Insurance Group Co., Ltd. — Traditional Insurance Products	1,639,344,938	4.49	—	Nil	—	Domestic non-state-owned legal person
New Hope Liuhe Investment Co., Ltd.	1,523,606,135	4.18	—	Pledged	87,402,000	Domestic non-state-owned legal person
Shanghai Giant Lifetech Co., Ltd.	1,149,732,989	3.15	—	Pledged	1,149,732,989	Domestic non-state-owned legal person
China Shipowners Mutual Assurance Association	1,086,917,406	2.98	—	Nil	—	Domestic non-state-owned legal person
Orient Group Incorporation	1,066,764,269	2.92	—	Pledged	1,066,756,240	Domestic non-state-owned legal person

Particulars of shareholdings of top ten holders of shares not subject to restriction on sales

Name of shareholder	Number of tradable shares held not subject to restriction on sales	Class and number of shares	
		Class of shares	Number of shares
HKSCC Nominees Limited	6,899,065,890	Overseas listed foreign invested shares	6,899,065,890
Anbang Life Insurance Inc. — Steady Investment Portfolio	2,369,416,768	Ordinary shares in RMB	2,369,416,768
China Securities Finance Corporation Limited	1,820,370,063	Ordinary shares in RMB	1,820,370,063
China Oceanwide Holdings Group Co., Ltd.	1,682,652,182	Ordinary shares in RMB	1,682,652,182
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 holders of H shares 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 to represent the total amount of H shares of the Company held by all institutional and individual investors that were registered in the accounts of such company as at 30 September 2017.

2.6 Total number of holders of preference shares and particulars of shareholdings of the top ten holders of preference shares and the top ten holders of preference shares not subject to restrictions on sales as at the end of the reporting period

☒ Applicable ☐ Inapplicable

(Unit: share)

Total number of holder of preference shares

1

Particulars of shareholdings of the top ten holders of preference shares

Name of shareholder (full name)	Number of shares held as at the end of the reporting period	Shareholding percentage (%)	Class of shares held	Status of shares	Shares pledged or locked-up Number of shares	Type of shareholder
The Bank of New York Mellon Depository (Nominees) Limited	71,950,000	100	Offshore preference shares	Unknown	—	Overseas shareholder

Particulars of shareholdings of the top ten holders of preference shares not subject to restrictions on sales

Name of shareholder	Number of preference shares held not subject to restriction on sales as at the end of the reporting period	Class and number of shares Class of shares	Number of shares
The Bank of New York Mellon Depository (Nominees) Limited	71,950,000	Others	71,950,000

Statement on the related relationships or concerted actions among the top ten holders of preference shares and among the aforesaid shareholders and top ten holders of ordinary shares

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 information of nominee of the allotted investors was recorded in the register of members of the preference shares.

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	30 September 2017	31 December 2016	Change over the end of the previous year (%)	Main reason
Balances with banks and other financial institutions	62,000	188,414	-67.09	Decrease in business scale of balances with banks and other financial institutions
Positive fair value of derivatives	16,030	7,843	104.39	Effect of changes in fair value of derivative financial instruments
Negative fair value of derivatives	18,358	10,277	78.63	
Financial assets held under resale agreement	46,296	90,546	-48.87	Decrease in bills and bonds held under resale agreement
Long-term equity investments	17	25	-32.00	Decrease in investments by subsidiaries
Placements from banks and other financial institutions	190,588	100,397	89.83	Increase in business scale of placements from banks and other financial institutions
Other comprehensive income	-3,346	-2,142	Negative for both periods	Effect of changes in fair value of available-for-sale financial assets

Item	January– September 2017	January– September 2016	Change over the corresponding period of the previous year (%)	Main reason
Interest expenses	107,163	78,527	36.47	Increase in interest-bearing liabilities and cost ratio of interbank liabilities
Fee and commission expenses	4,691	2,778	68.86	Increase in fee and commission of settlement business
Investment gains	2,677	6,764	-60.42	Changes in fair value of precious metals and derivatives due to fluctuation of foreign exchange rates
Losses from changes in fair value	-1,403	-2,203	Negative for both periods	
Foreign exchange gains/(losses)	2,710	-1,829	Negative for the corresponding period of the previous year	
Tax and surcharges	1,102	3,794	-70.95	Effect of the separation of price and tax due to the replacement of business tax by value-added tax
Other operating expenses	1,305	862	51.39	Increase in operating lease expenses of subsidiaries
Non-operating expenses	216	430	-49.77	Decrease in donations

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	30 October 2017

4. Appendices

4.1 Financial Statements

China Minsheng Banking Corp., Ltd.
Consolidated and the Bank's Balance Sheets as at 30 September 2017
(Expressed in millions of Renminbi, unless otherwise stated)

Assets	The Group		The Bank	
	30 September	31 December	30 September	31 December
	2017	2016	2017	2016
	(unaudited)	(audited)	(unaudited)	(audited)
Cash and balances with the central bank	424,566	524,239	420,663	520,471
Balances with banks and other financial institutions	62,000	188,414	51,558	178,072
Precious metals	18,732	22,880	18,732	22,880
Placements with banks and other financial institutions	160,245	182,877	160,333	184,819
Financial assets at fair value through profit or loss	75,029	89,740	69,493	86,288
Positive fair value of derivatives	16,030	7,843	16,024	7,759
Financial assets held under resale agreements	46,296	90,546	39,356	90,046
Interest receivables	35,266	31,516	34,746	31,047
Loans and advances to customers	2,707,650	2,397,192	2,692,255	2,381,879
Available-for-sale financial assets	341,066	307,078	338,561	303,528
Held-to-maturity investments	711,942	661,362	711,942	661,362
Loans and receivables	840,379	1,148,729	833,782	1,146,340
Long-term receivables	115,947	94,791	—	—
Long-term equity investments	17	25	5,385	5,385
Fixed assets	45,748	43,273	18,869	19,250
Intangible assets	4,708	5,112	3,684	3,803
Deferred income tax assets	26,387	23,366	25,450	22,402
Other assets	80,517	76,894	57,191	51,248
Total assets	5,712,525	5,895,877	5,498,024	5,716,579

China Minsheng Banking Corp., Ltd.
Consolidated and the Bank's Balance Sheets as at 30 September 2017
(continued)

(Expressed in millions of Renminbi, unless otherwise stated)

	The Group		The Bank	
	30 September	31 December	30 September	31 December
	2017	2016	2017	2016
Liabilities and shareholders' equity	(unaudited)	(audited)	(unaudited)	(audited)
Liabilities				
Borrowings from central bank	327,669	315,438	327,000	315,000
Deposits from banks and other financial institutions	1,013,494	1,307,622	1,019,945	1,313,905
Placements from banks and other financial institutions	190,588	100,397	187,188	100,397
Financial liabilities at fair value through profit or loss	670	868	670	868
Borrowings from other financial institutions	153,545	122,474	—	—
Negative fair value of derivatives	18,358	10,277	18,332	10,250
Financial assets sold under repurchase agreements	143,125	113,255	142,798	112,484
Deposits from customers	2,936,748	3,082,242	2,908,433	3,050,669
Employee benefits payable	10,119	10,107	9,858	9,686
Tax payable	13,195	11,400	12,879	11,030
Interest payable	43,035	36,494	41,834	35,654
Provisions	844	1,075	844	1,075
Debt securities issued	445,415	398,376	444,415	398,376
Other liabilities	34,446	33,825	19,499	20,365
Total liabilities	5,331,251	5,543,850	5,133,695	5,379,759

China Minsheng Banking Corp., Ltd.
Consolidated and the Bank's Balance Sheets as at 30 September 2017
(continued)

(Expressed in millions of Renminbi, unless otherwise stated)

Liabilities and shareholders' equity (continued)	The Group		The Bank	
	30 September	31 December	30 September	31 December
	2017	2016	2017	2016
	(unaudited)	(audited)	(unaudited)	(audited)
Shareholders' equity				
Share capital	36,485	36,485	36,485	36,485
Other equity instruments				
Of which: Preference shares	9,892	9,892	9,892	9,892
Capital reserve	64,744	64,744	64,447	64,447
Other comprehensive income	(3,346)	(2,142)	(3,506)	(2,538)
Surplus reserve	32,805	30,052	32,805	30,052
General reserve	73,079	72,929	72,091	71,982
Retained earnings	157,089	130,630	152,115	126,500
Total equity attributable to equity shareholders of the Bank	370,748	342,590	364,329	336,820
Non-controlling interests	10,526	9,437	—	—
Total shareholders' equity	381,274	352,027	364,329	336,820
Total liabilities and shareholders' equity	5,712,525	5,895,877	5,498,024	5,716,579

Hong Qi
Legal Representative and Chairman

Zheng Wanchun
President

Bai Dan
Senior Management responsible
for finance and accounting

Li Wen
Person in charge of
the Accounting Department

(Company Seal)

China Minsheng Banking Corp., Ltd.
Consolidated and the Bank's Income Statements for the 9 Months Ended
30 September 2017

(Expressed in millions of Renminbi, unless otherwise stated)

	The Group		The Bank	
	9 months ended 30 September		9 months ended 30 September	
	2017	2016	2017	2016
	(unaudited)	(unaudited)	(unaudited)	(unaudited)
1. Operating income				
Interest income	170,136	149,416	164,165	143,931
Interest expenses	(107,163)	(78,527)	(102,729)	(74,958)
Net interest income	62,973	70,889	61,436	68,973
Fee and commission income	40,869	42,721	39,512	41,141
Fee and commission expenses	(4,691)	(2,778)	(4,408)	(2,590)
Net fee and commission income	36,178	39,943	35,104	38,551
Investment gains	2,677	6,764	2,323	6,702
Losses from changes in fair value	(1,403)	(2,203)	(1,456)	(2,183)
Foreign exchange gains/(losses)	2,710	(1,829)	2,701	(1,768)
Other operating income	2,806	2,817	751	1,664
Total operating income	105,941	116,381	100,859	111,939
2. Operating expenses				
Tax and surcharges	(1,102)	(3,794)	(1,062)	(3,744)
Operation and management expenses	(29,964)	(31,074)	(28,880)	(29,907)
Impairment losses on assets	(24,646)	(30,665)	(24,001)	(30,127)
Other operating expenses	(1,305)	(862)	(21)	(18)
Total operating expenses	(57,017)	(66,395)	(53,964)	(63,796)
3. Operating profit	48,924	49,986	46,895	48,143
Add: Non-operating income	455	397	269	255
Less: Non-operating expenses	(216)	(430)	(215)	(363)
4. Total profit	49,163	49,953	46,949	48,035
Less: Income tax expenses	(8,056)	(10,064)	(7,592)	(9,464)
5. Net profit	41,107	39,889	39,357	38,571
Net profit attributable to equity shareholders of the Bank	40,243	39,163	39,357	38,571
Profit or loss attributable to non-controlling interests	864	726	—	—

China Minsheng Banking Corp., Ltd.
Consolidated and the Bank's Income Statements for the 9 Months Ended
30 September 2017 (continued)

(Expressed in millions of Renminbi, unless otherwise stated)

	The Group		The Bank	
	9 months ended 30 September		9 months ended 30 September	
	2017 (unaudited)	2016 (unaudited)	2017 (unaudited)	2016 (unaudited)
6. Other comprehensive income	(1,379)	(1,005)	(968)	(1,115)
Other comprehensive income attributable to equity shareholders of the Bank, net of tax	(1,204)	(1,044)	(968)	(1,115)
Items that may be reclassified subsequently to profit or loss				
Losses from the changes in fair value of available-for-sale financial assets	(1,514)	(1,119)	(1,562)	(1,085)
Effective hedge portion of gains arising from cash flow hedging instruments	664	—	664	—
Exchange difference on translating foreign operations	(354)	75	(70)	(30)
Other comprehensive income attributable to non-controlling interests, net of tax	(175)	39	—	—
7. Total comprehensive income	39,728	38,884	38,389	37,456
Total comprehensive income attributable to equity shareholders of the Bank	39,039	38,119	38,389	37,456
Total comprehensive income attributable to non-controlling interests	689	765	—	—
8. Earnings per share (Unit: RMB)				
Basic earnings per share	1.10	1.07		
Diluted earnings per share	1.10	1.07		

Hong Qi
Legal Representative and Chairman

Zheng Wanchun
President

Bai Dan
Senior Management responsible
for finance and accounting

Li Wen
Person in charge of
the Accounting Department

(Company Seal)

China Minsheng Banking Corp., Ltd.
Consolidated and the Bank's Income Statements for the 3 Months
from July to September 2017

(Expressed in millions of Renminbi, unless otherwise stated)

	The Group		The Bank	
	3 months from		3 months from	
	July to September		July to September	
	2017	2016	2017	2016
	(unaudited)	(unaudited)	(unaudited)	(unaudited)
1. Operating income				
Interest income	57,003	51,366	54,919	49,464
Interest expenses	(35,145)	(27,915)	(33,546)	(26,704)
Net interest income	21,858	23,451	21,373	22,760
Fee and commission income	13,494	12,934	12,909	12,301
Fee and commission expenses	(1,793)	(1,050)	(1,693)	(931)
Net fee and commission income	11,701	11,884	11,216	11,370
Investment gains	56	757	47	706
(Losses)/gains from changes in fair value	(2,580)	985	(2,629)	994
Foreign exchange gains/(losses)	3,397	(47)	3,406	(47)
Other operating income	974	1,400	274	1,072
Total operating income	35,406	38,430	33,687	36,855
2. Operating expenses				
Tax and surcharges	(349)	(300)	(335)	(287)
Operation and management expenses	(12,403)	(13,122)	(12,034)	(12,680)
Impairment losses on assets	(7,507)	(9,903)	(7,216)	(9,634)
Other operating expenses	(425)	(301)	(12)	1
Total operating expenses	(20,684)	(23,626)	(19,597)	(22,600)
3. Operating profit	14,722	14,804	14,090	14,255
Add: Non-operating income	153	263	28	166
Less: Non-operating expenses	(163)	(295)	(164)	(294)
4. Total profit	14,712	14,772	13,954	14,127
Less: Income tax expenses	(2,219)	(2,585)	(2,123)	(2,397)
5. Net profit	12,493	12,187	11,831	11,730
Net profit attributable to equity shareholders of the Bank	12,155	11,940	11,831	11,730
Profit or loss attributable to non-controlling interests	338	247	—	—

China Minsheng Banking Corp., Ltd.
Consolidated and the Bank's Income Statements for the 3 Months
from July to September 2017 (continued)

(Expressed in millions of Renminbi, unless otherwise stated)

	The Group		The Bank	
	3 months from		3 months from	
	July to September		July to September	
	2017	2016	2017	2016
	(unaudited)	(unaudited)	(unaudited)	(unaudited)
6. Other comprehensive income	(882)	63	(598)	34
Other comprehensive income attributable to equity shareholders of the Bank, net of tax	(742)	49	(598)	34
Items that may be reclassified subsequently to profit or loss				
(Losses)/gains from the change in fair value of available-for-sale financial assets	(516)	31	(535)	31
Effective hedge portion of losses arising from cash flow hedging instruments	(51)	—	(51)	—
Exchange difference on translating foreign operations	(175)	18	(12)	3
Other comprehensive income attributable to non-controlling interests, net of tax	(140)	14	—	—
7. Total comprehensive income	11,611	12,250	11,233	11,764
Total comprehensive income attributable to equity shareholders of the Bank	11,413	11,989	11,233	11,764
Total comprehensive income attributable to non-controlling interests	198	261	—	—
8. Earnings per share (Unit: RMB)				
Basic earnings per share	0.33	0.32		
Diluted earnings per share	0.33	0.32		

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China Minsheng Banking Corp., Ltd.
Consolidated and the Bank's Statements of Cash Flows
for the 9 Months Ended 30 September 2017

(Expressed in millions of Renminbi, unless otherwise stated)

The Group		The Bank	
9 months ended 30 September		9 months ended 30 September	
2017	2016	2017	2016
(unaudited)	(unaudited)	(unaudited)	(unaudited)

1. Cash flow from operating activities

Net increase in deposits from customers and deposits from banks and other financial institutions	—	505,006	—	499,926
Net decrease in balances with central bank, banks and other financial institutions	148,413	—	146,630	—
Cash received from interests, fee and commissions	156,271	155,290	149,634	148,827
Net increase in borrowings from central bank	12,231	157,962	12,000	158,000
Net decrease in placements with banks and other financial institutions	26,489	70,135	27,892	71,331
Net increase in placements from banks and other financial institutions	90,191	58,541	86,791	58,341
Net decrease in financial assets held under resale agreements	44,123	506,383	50,563	509,383
Net increase in financial assets sold under repurchase agreements	29,869	101,050	30,313	101,918
Cash received in relation to other operating activities	58,508	25,700	28,614	4,090
Subtotal of cash inflow from operating activities	566,095	1,580,067	532,437	1,551,816

China Minsheng Banking Corp., Ltd.
Consolidated and the Bank's Statements of Cash Flows
for the 9 Months Ended 30 September 2017 (continued)
(Expressed in millions of Renminbi, unless otherwise stated)

	The Group		The Bank	
	9 months ended		9 months ended	
	30 September		30 September	
	2017	2016	2017	2016
	(unaudited)	(unaudited)	(unaudited)	(unaudited)
Net increase in loans and advances to customers	(335,604)	(421,608)	(335,309)	(421,363)
Net decrease in deposits from customers and banks and other financial institutions	(439,622)	—	(436,196)	—
Net increase in balances with central bank, banks and other financial institutions	—	(136,361)	—	(142,073)
Cash paid for interests, fee and commissions	(90,291)	(72,610)	(85,932)	(68,975)
Cash paid to and paid for employees	(16,337)	(15,777)	(15,444)	(14,985)
Taxes paid	(16,789)	(20,436)	(16,193)	(19,503)
Cash paid in relation to other operating activities	(35,204)	(57,746)	(21,029)	(45,354)
Subtotal of cash outflow from operating activities	<u>(933,847)</u>	<u>(724,538)</u>	<u>(910,103)</u>	<u>(712,253)</u>
Net cash flow from operating activities	<u>(367,752)</u>	<u>855,529</u>	<u>(377,666)</u>	<u>839,563</u>

China Minsheng Banking Corp., Ltd.
Consolidated and the Bank's Statements of Cash Flows
for the 9 Months Ended 30 September 2017 (continued)
(Expressed in millions of Renminbi, unless otherwise stated)

	The Group		The Bank	
	9 months ended		9 months ended	
	30 September		30 September	
	2017	2016	2017	2016
	(unaudited)	(unaudited)	(unaudited)	(unaudited)
2. Cash flow from investing activities				
Cash received from sale and redemption of investments	2,173,069	1,013,948	2,161,522	1,013,356
Cash received from investment returns	63,560	29,296	63,095	29,191
Net cash received from obtaining subsidiaries and other business units	330	—	—	—
Cash received from disposal of fixed assets, intangible assets and other long-term assets	1,064	1,455	16	18
Subtotal of cash inflow from investing activities	2,238,023	1,044,699	2,224,633	1,042,565
Cash paid for investments	(1,956,303)	(2,124,502)	(1,941,151)	(2,120,789)
Net cash paid for obtaining or investing in subsidiaries and other business units	—	(14)	—	(21)
Cash paid for purchase of fixed assets, intangible assets and other long-term assets	(8,092)	(4,650)	(1,435)	(1,720)
Subtotal of cash outflow from investing activities	(1,964,395)	(2,129,166)	(1,942,586)	(2,122,530)
Net cash flow from investing activities	273,628	(1,084,467)	282,047	(1,079,965)

China Minsheng Banking Corp., Ltd.
Consolidated and the Bank's Statements of Cash Flows
for the 9 Months Ended 30 September 2017 (continued)
(Expressed in millions of Renminbi, unless otherwise stated)

	The Group		The Bank	
	9 months ended		9 months ended	
	30 September		30 September	
	2017	2016	2017	2016
	(unaudited)	(unaudited)	(unaudited)	(unaudited)
3. Cash flow from financing activities				
Cash received from investments	—	20	—	—
Of which: Capital contribution from non-controlling interests to subsidiaries	—	20	—	—
Cash proceeds from issue of debt securities	580,665	440,497	579,665	440,497
Subtotal of cash inflow from financing activities	580,665	440,517	579,665	440,497
Cash paid for repayment of debts	(542,791)	(208,764)	(542,791)	(208,764)
Cash paid for distribution of dividends, profit or interests of debt securities issued	(15,588)	(17,588)	(15,573)	(17,450)
Subtotal of cash outflow from financing activities	(558,379)	(226,352)	(558,364)	(226,214)
Net cash flow from financing activities	22,286	214,165	21,301	214,283

China Minsheng Banking Corp., Ltd.
Consolidated and the Bank's Statements of Cash Flows
for the 9 Months Ended 30 September 2017 (continued)
(Expressed in millions of Renminbi, unless otherwise stated)

	The Group		The Bank	
	9 months ended		9 months ended	
	30 September		30 September	
	2017	2016	2017	2016
	(unaudited)	(unaudited)	(unaudited)	(unaudited)
4. Effect of changes in foreign exchange rate on cash and cash equivalents	(1,963)	1,582	(1,952)	1,564
5. Net changes in cash and cash equivalents	(73,801)	(13,191)	(76,270)	(24,555)
Add: Cash and cash equivalents at the beginning of the period	171,303	126,460	162,462	122,962
6. Cash and cash equivalents at the end of the period	97,502	113,269	86,192	98,407

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4.2 Audit report

☐ Applicable ☒ Inapplicable