**Announcement Code: TEMP 2022-044**

**Code of A Share: 601166 Abbreviation of A Share: Industrial Bank**

**Code of Preferred Stock: 360005, 360012, 360032 Abbreviation of Preferred Stock: Industrial Preferred 1, Industrial Preferred 2, Industrial Preferred 3**

**Code of Convertible Bonds:113052 Abbreviation of Convertible Bonds: Industrial Convertible Bonds**

Industrial Bank Co., Ltd.

Announcement of the Shareholding Increase by Shareholder and the Future Shareholding Increase Plan

The Board of Directors and all directors warrant the truthfulness, accuracy and completeness of the announcement and will bear the joint and several liabilities for any false record, misleading statement or major omission in the announcement.

**Important Notice:**

* Fujian Provincial Department of Finance, the largest shareholder of Industrial Bank Co., Ltd (hereinafter referred to as the Company), increased its shareholding by acquiring an aggregate of 11,200,200 shares, amounting to RMB200,000,287 via call auction in the trading system of the Shanghai Stock Exchange on July 26, 2022.
* Fujian Provincial Department of Finance intends to increase its shareholdings of the Company via call auction, block trade or transfer agreement within 6 months from July 26, 2022. The total amount of shareholdings to be increased shall not be less than RMB500 million nor exceed RMB1 billion (including the shares under the Shareholding Increase).
* There are uncertainties as to the time of implementation and the amount of increased shares in the shareholding plan of Fujian Provincial Department of Finance due to fluctuations in the share price of the Company.

**I. Basic Details of Entity to the Shareholding Increase**

1. The entity to the Shareholding Increase: Fujian Provincial Department of Finance.

2. Before the implementation of this increase, as of July 25, 2022, the total share capital of the Company was 20,774,237,666, of which 18.85%, or 3,915,181,039 shares, are held by Fujian Provincial Department of Finance. 3,511,918,625 shares, representing 16.91%, were held by its general account, while its special account for social security transfer held an aggregate of 403,262,414 shares, taking up for 1.94% of the total share capital of the Company. The Company disclosed the *Suggestive Announcement on Changes in Shareholders' Equities* and *Progress Announcement on Changes in Shareholders' Equities*, on March 23 and 24, 2022, respectively. According to the *Approval of Fujian Provincial People's Government on the Gratuitous Transfer of Equity in Industrial Bank* (Min Zhengwen [2022] No. 137), Fujian Provincial Department of Finance intends to transfer 3,511,918,625 shares held by its general account to Fujian Financial Investment Co., Ltd in accordance with the procedures. The equity transfer is pending the approval of the China Banking and Insurance Regulatory Commission regarding the qualification of the shareholders involved in the equity transfer, the confirmation of compliance by the Shanghai Stock Exchange and the registration of the transfer at the Shanghai branch of China Securities Depository and Clearing Corporation Limited.

**II. Basic Information of the Shareholding Increase**

1. Fujian Provincial Department of Finance increased its shareholding by acquiring an aggregate of 11,200,200 shares, amounting to RMB200,000,287 via call auction in the trading system of the Shanghai Stock Exchange on July 26, 2022.

2. As of July 26, 2022, the total share capital of the Company was 20,774,238,108, of which 18.90%, or 3,926,381,239 shares, are held by Fujian Provincial Department of Finance. 3,523,118,825 shares, representing 16.96%, were held by the department’s general account, while its special account for social security transfer holds an aggregate of 403,262,414 shares, accounting for 1.94% of the total share capital of the Company.

3. The Fujian Provincial Department of Finance plans to continue to increase its shareholding in the Company. Please refer to *III. Main contents of the plan for shareholding increase"* for more details.

**III. Main Content of the Plan for Shareholding Increase**

1. Purpose of the shareholding increase: based on the confidence in the development of the Company in the future.

2. Class of shares of the shareholding increase: A shares of the Company without selling restrictions.

3. Methods to increase shareholding: call auction, block trade, transfer agreement.

4. Number of shares of the shareholding increase: the total amount of shareholdings to be increased shall not be less than RMB500 million nor exceed RMB1 billion (including the shares under this Shareholding Increase).

5. Period of implementation of the plan for shareholding increase: within 6 months from July 26, 2022.

6. Source of funding of the plan for shareholding increase: self-owned funds.

7. Fujian Provincial Department of Finance undertakes to complete the plan for shareholding increase within the above-mentioned period and not to reduce its shareholding in the Company during the implementation of the plan for shareholding increase and within the statutory restricted period.

**IV. Uncertainties and Risks in the Implementation of the Plan for Shareholding Increase.**

There are uncertainties as to the time of implementation and the amount of increased shares in the shareholding plan of Fujian Provincial Department of Finance due to fluctuations in the share price of the Company.

It is hereby announced.

Board of Directors of Industrial Bank Co., Ltd.

July 26, 2022