**Announcement Code: TEMP 2023-002**

**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 Fujian Provincial Department of Finance

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, one of the shareholders of Industrial Bank Co., Ltd (hereinafter referred to as the Company), plans to increase its shareholding 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
* From July 26, 2022, to January 25, 2023, Fujian Provincial Department of Finance increased its shareholding by acquiring an aggregate of 39,366,968 shares, amounting to RMB703,078,800.98 via call auction in the trading system of the Shanghai Stock Exchange. As of January 25, 2023, the implementation period of this shareholding increase plan has expired.

**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. As disclosed in the Announcement on Completing Registration of Transfer of Shares released on October 1, 2022, Fujian Provincial Department of Finance was intending to transfer 3,511,918,625 shares held by its general account to Fujian Financial Investment Co., Ltd (hereinafter referred to as Fujian Financial Investment) in accordance with the procedures. The registration of the above-mentioned transfer of ordinary shares completed on September 29, 2022.

**II. 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.

**III. Progress of the Plan for Shareholding Increase**

The number of shares held by Fujian Provincial Department of Finance increased by 39,366,968, amounting to RMB703,078,800.98, via call auction in the trading system of the Shanghai Stock Exchange between July 26 and January 25, 2023. As of January 25, 2023, the implementation period of this shareholding increase plan expired. The share capital of the Company totaled 20,774,261,325 shares. Fujian Provincial Department of Finance and Fujian Financial Investment (its wholly owned subsidiary) held an aggregate of 3,954,548,007 shares accounting for 19.04% of the total share capital of the Company, of which 442,629,382 shares, representing 2.13%, was directly held by Fujian Provincial Department of Finance (39,366,968 shares were held in the ordinary account and 403,262,414 shares were held in the special transfer account). The remaining 16.91%, totaling 3,511,918,625 shares, was held indirectly by Fujian Provincial Department of Finance via Fujian Financial Investment.

It is hereby announced.

Board of Directors of Industrial Bank Co., Ltd.

January 30, 2023