**Announcement Code: TEMP 2023-004**

**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 on Convening of 2022 Results Preview

The Board of Directors of the Company and all directors guarantee that the announcement does not contain any false account, misleading statement, or material omissions, and will collectively and individually take responsibility for ensuring the authenticity, accuracy, and integrity of the announcement.

The financial information of the industrial Bank Co., Ltd. (“Company”) for the year 2022 mentioned in this *Announcement* represents preliminary estimates provided by our corporate group. Please note that these data have not been audited by an accounting firm. In the event of any inconsistencies, the information contained in the Company’s *2022 Annual Report* shall take precedence. Investors are advised to exercise caution and be mindful of the potential risks associated with investments.

**I. Main Financial Data and Indicators**

(In RMB 1 million yuan)

|  |  |  |  |
| --- | --- | --- | --- |
| Item | 2022 (Unaudited) | 2021 (Audited) | Change (%) |
| Operating income | 222,374 | 221,236 | 0.51 |
| Operating profit | 106,162 | 95,199 | 11.52 |
| Gross profit | 106,221 | 95,310 | 11.45 |
| Net profit attributable to shareholders of parent company | 91,377 | 82,680 | 10.52 |
| Net profit attributable to shareholders of parent company after deducting non-recurrent gains and losses | 90,996 | 82,206 | 10.69 |
| Basic earnings per share (yuan) | 4.20 | 3.77 | 11.41 |
| Weighted average return on net assets (%) | 13.85 | 13.94 | Down 0.09 percentage points |
|  | December 31 2022 (Unaudited) | December 31 2021 (Audited) | Change (%) |
| Total assets | 9,271,761 | 8,603,024 | 7.77 |
| Total liabilities | 8,514,463 | 7,908,726 | 7.66 |

|  |  |  |  |
| --- | --- | --- | --- |
| Owner’s equity attributable to the shareholders of parent company | 746,187 | 684,111 | 9.07 |
| Owner’s equity attributable to the ordinary shareholders of the parent company | 660,385 | 598,309 | 10.38 |
| Ordinary share capital | 20,774 | 20,774 |  |
| Net assets per share attributable to the ordinary shareholders of the parent company | 31.79 | 28.80 | 10.38 |
| Non-performing loans (NPL) ratio (&) | 1.09 | 1.10 | Down 0.01 percentage points |
| Provision coverage (%) | 236.44 | 268.73 | Down 32.29 percentage points |

Note: Earnings per share and weighted average return on net assets are calculated in accordance with the *Rules for the Information Disclosure and Reporting of Companies Offering Securities to the Public No.9: Calculation and Disclosure of Return on Net Assets and Earnings per Share (Revised in 2010)*, taking into consideration the impact of the dividends of preferred stocks and the issuance of interest on perpetual bonds.

**II. Explanations on Business Performance and Financial Conditions**

During the reporting period, the Company has diligent implemented the spirit of the 20th CPC National Congress, made steadfast efforts to materialize the “1234” blueprint, effectively coped with a complex market, spared no efforts to serve the real economy, and supported financial system stability. The Company has achieved business expansion and robust improvement in terms of efficiency and quality and made steady strides in its high-quality development.

In 2002, the Company realized a gross profit of RMB 106.221 billion yuan, up 11.45% year-on-year; net profit attributable to shareholders of the parent company reached RMB 91.377 billion yuan, up from 10.52% year-on-year, which suggest a desirable level of profitability. By the end of 2022, the Company had total assets worth RMB 9,271.761 billion yuan, up 7.77% from the end of the previous year. Of which, the balance of various loans in home and foreign currencies stood at RMB 4,982.883 billion yuan, up 12.53% from the end of the previous year; liabilities totaled RMB 8,514.463 billion yuan, an increase of 7.66% from the end of the previous year. Specifically, the balance of deposits in home and foreign currencies amounted to RMB 4,736.982 billion yuan, up 9.88% from the end of the previous year. The Company’s asset quality has remained stable, with a NPL ratio of 1.09%, down 0.01 percentage point from the end of the previous year; provision coverage stood at 236.44%, down 32.29 percentage points from the end of the previous year.

**III. Risk Alert**

The data provided in this Announcement for the year 2022 is considered preliminary and represents the information available from our corporate group. Please note that there may be variations between this data and the information disclosed in the Company’s official 2022 Annual Report. However, the such discrepancy should not exceed 10%. Investors are advised to be aware of the potential risks associated with investments.

**IV. Documents for Inspection:**

Comparative balance sheet and profit statement signed and sealed by the Company’s Board Chairman Lyu Jiajin, president Tao Yiping and Financial Manager Lai Furong.

Board of Directors of the Industrial Bank Co., Ltd.

January 30, 2023