

Condensed Consolidated Interim Statement of Cash Flows

For the six month period ended 30 June 2022 (Amounts in millions of Renminbi, unless otherwise stated)

	Six month period ended 30 June	
	2022 Unaudited	2021 Unaudited
Cash flows from operating activities		
Profit before income tax	152,069	148,302
Adjustments:		
Impairment losses on assets	52,810	52,945
Depreciation of property and equipment and right-of-use assets	11,071	11,263
Amortisation of intangible assets and other assets	3,287	3,041
Net gains on disposals of property and equipment, intangible assets and other long-term assets	(251)	(252)
Net gains on disposals of investments in subsidiaries, associates and joint ventures	(35)	(839)
Share of results of associates and joint ventures	(180)	(749)
Interest income arising from financial investments	(79,831)	(75,417)
Dividends arising from investment securities	(267)	(189)
Net gains on financial investments	394	(888)
Interest expense arising from bonds issued	21,980	20,321
Accreted interest on impaired loans	(397)	(360)
Interest expense arising from lease liabilities	334	379
Net changes in operating assets and liabilities:		
Net increase in balances with central banks	(44,625)	(165,697)
Net decrease in due from and placements with and loans to banks and other financial institutions	93,415	94,265
Net (increase)/decrease in precious metals	(27,852)	15,407
Net increase in loans and advances to customers	(1,258,271)	(1,243,419)
Net (increase)/decrease in other assets	(116,492)	57,185
Net (decrease)/increase in due to banks and other financial institutions	(19,718)	441,343
Net (decrease)/increase in due to central banks	(269,940)	5,322
Net (decrease)/increase in placements from banks and other financial institutions	(126,713)	88,313
Net increase in due to customers	1,394,242	1,329,144
Net decrease in other borrowings	(747)	(1,770)
Net increase/(decrease) in other liabilities	128,068	(42,091)
Cash (outflow)/inflow from operating activities	(87,649)	735,559
Income tax paid	(39,091)	(46,983)
Net cash (outflow)/inflow from operating activities	(126,740)	688,576

The accompanying notes form an integral part of this interim financial information.

	Note	Six month period ended 30 June	
		2022 Unaudited	2021 Unaudited
Cash flows from investing activities			
Proceeds from disposals of property and equipment, intangible assets and other long-term assets		3,580	3,198
Proceeds from disposals of investments in subsidiaries, associates and joint ventures		162	1,410
Dividends received		442	287
Interest income received from financial investments		79,199	74,995
Proceeds from disposals/maturities of financial investments		1,756,327	1,414,209
Increase in investments in subsidiaries, associates and joint ventures		(1,455)	(1,609)
Purchase of property and equipment, intangible assets and other long-term assets		(8,140)	(11,541)
Purchase of financial investments		(1,915,653)	(1,658,334)
Net cash outflow from investing activities		(85,538)	(177,385)
Cash flows from financing activities			
Proceeds from issuance of bonds		540,964	559,997
Proceeds from issuance of other equity instruments		49,989	49,989
Proceeds from capital contribution by non-controlling shareholders		96	40
Repayments of debts issued		(498,676)	(513,344)
Cash payments for interest on bonds issued		(3,496)	(5,172)
Repayments of other equity instruments issued		–	(28,000)
Dividend payments to ordinary shareholders		–	(57,911)
Dividend and interest payments to other equity instrument holders		(9,214)	(8,755)
Dividend payments to non-controlling shareholders		(1,176)	(3,743)
Other net cash flows from financing activities		(1,371)	(1,707)
Net cash inflow/(outflow) from financing activities		77,116	(8,606)
Effect of exchange rate changes on cash and cash equivalents		41,845	(17,896)
Net (decrease)/increase in cash and cash equivalents		(93,317)	484,689
Cash and cash equivalents at beginning of the period		1,975,631	1,494,868
Cash and cash equivalents at end of the period	III.29	1,882,314	1,979,557

The accompanying notes form an integral part of this interim financial information.