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PING AN

Expertise Creates Value

中国平安保险(集团)股份有限公司

Ping An Insurance (Group) Company of China, Ltd.

(A joint stock limited company incorporated in the People's Republic of China with limited liability)

(Stock Code: 2318)

OVERSEAS REGULATORY ANNOUNCEMENT

This announcement is made pursuant to Rules 13.09 and 13.10B of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited.

“The Announcement of Ping An Insurance (Group) Company of China, Ltd. in relation to the Disclosure of 2022 Interim Report Summary of Ping An Bank”, which is published by Ping An Insurance (Group) Company of China, Ltd. on the website of the Shanghai Stock Exchange, is reproduced herein for your reference.

By order of the Board
Sheng Ruisheng
Company Secretary

Shenzhen, the PRC, August 17, 2022

As at the date of this announcement, the executive directors of the Company are Ma Mingzhe, Xie Yonglin, Tan Sin Yin, Yao Jason Bo and Cai Fangfang; the non-executive directors of the Company are Soopakij Chearavanont, Yang Xiaoping, He Jianfeng and Cai Xun; the independent non-executive directors of the Company are Ouyang Hui, Ng Sing Yip, Chu Yiyun, Liu Hong, Ng Kong Ping Albert and Jin Li.

**THE ANNOUNCEMENT OF
PING AN INSURANCE (GROUP) COMPANY OF CHINA, LTD.
IN RELATION TO THE DISCLOSURE OF
2022 INTERIM REPORT SUMMARY OF PING AN BANK**

The board of directors and all directors of Ping An Insurance (Group) Company of China, Ltd. (hereinafter referred to as the "Company") confirm that there are no false representations and misleading statements contained in, or material omissions from this announcement, and severally and jointly accept the responsibility for the truthfulness, accuracy and completeness of the contents of this announcement.

Ping An Bank Co., Ltd. (hereinafter referred to as "Ping An Bank"), a subsidiary of the Company, has published the "2022 Interim Report of Ping An Bank" on the website of the Shenzhen Stock Exchange (www.szse.cn).

Please also refer to the "2022 Interim Report Summary of Ping An Bank" disclosed by the Company on the website of the Shanghai Stock Exchange (www.sse.com.cn) for the operating performance of Ping An Bank for the first half of 2022.

The Board of Directors
Ping An Insurance (Group) Company of China, Ltd.
August 17, 2022

[English translation for reference only. Should there be any inconsistency between the Chinese and English versions, the Chinese version shall prevail.]

Summary of 2022 Interim Report of Ping An Bank Co., Ltd.

I. Important notes

1. The Summary of 2022 Interim Report is extracted from the full text of the 2022 Interim Report. Investors are advised to carefully read the full interim report at the news media designated by the China Security Regulatory Commission to have a comprehensive understanding of the business performance, financial position and future development plan of the Bank.

2. The 34th meeting of the 11th session of the Board deliberated the 2022 Interim Report together with its summary. The quorum of the Board meeting was 14, and 14 directors attended the Board meeting. The Interim Report was approved unanimously at the meeting.

3. The 2022 interim financial report of the Bank was unaudited. The 2022 interim financial report was reviewed by Ernst & Young Hua Ming LLP.

Reminder on non-standard audit opinions

Applicable Not applicable

4. The board of directors (hereinafter referred to as the “Board”), the supervisory committee, the directors, the supervisors and senior management of the Bank guarantee the authenticity, accuracy and completeness of the Interim Report, in which there are no false representations, misleading statements or material omissions, and are severally and jointly take responsibilities for its contents.

5. Xie Yonglin (the Bank’s Chairman), Hu Yuefei (the President), Xiang Youzhi (the Vice President and the Chief Financial Officer) and Zhu Peiqing (the head of the Accounting Department) guarantee the authenticity, accuracy and completeness of the financial report included in this Interim Report.

6. Proposal of profit distribution of ordinary shares or proposal of capital reserve converting into share capital considered by the Board during the reporting period.

Applicable Not applicable

There was no proposal to distribute cash dividends, issue bonus shares or convert capital reserve into share capital for the first half of 2022.

Proposal of profit distribution of preference shares approved by the Board during the reporting period.

Applicable Not applicable

| Time of distribution | Dividend yield | Amount of distribution (RMB) (tax inclusive) | Conformity with distribution requirements and procedures | Method of dividend payment | Accumulation of dividend | Participation of surplus profit |
|----------------------|----------------|--|--|----------------------------|--------------------------|---------------------------------|
| 7 March 2022 | 4.37% | 874,000,000.00 | Yes | Cash | No | No |

II. Company profile

| | | | |
|---------------------|---|---|--------|
| Stock Abbreviation | Ping An Bank | Stock code | 000001 |
| Traded on | Shenzhen Stock Exchange | | |
| Contact information | Secretary of the Board | Representative of Securities Affairs | |
| Name | Zhou Qiang | Lv Xuguang | |
| Office Address | Board Office of Ping An Bank, Block B, Ping An Financial Center, No. 5023, Yitian Road, Futian District, Shenzhen, Guangdong, the PRC | Board Office of Ping An Bank, Block B, Ping An Financial Center, No. 5023, Yitian Road, Futian District, Shenzhen, Guangdong, the PRC | |
| Facsimile | (0755) 82080386 | (0755) 82080386 | |
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III. Accounting data and financial indicators

3.1 Key indicators

(In RMB million)

| Item | Jan. to Jun. 2022 | Jan. to Jun. 2021 | Year-on-year change |
|---|-------------------|-------------------|---|
| Operating income | 92,022 | 84,680 | 8.7% |
| Net profit attributable to shareholders of the Bank | 22,088 | 17,583 | 25.6% |
| Cost/income ratio | 26.46% | 27.35% | -0.89 percentage point |
| Average return on total assets (annualized) | 0.88% | 0.77% | +0.11 percentage point |
| Weighted average return on net assets (annualized) | 12.20% | 10.74% | +1.46 percentage points |
| Net interest margin (annualized) | 2.76% | 2.83% | -0.07 percentage point |
| Proportion of net non-interest income | 30.39% | 29.90% | +0.49 percentage point |
| | 30 June 2022 | 31 December 2021 | Change at the end of the period from the end of last year |
| Deposit principals from customers | 3,243,241 | 2,961,819 | 9.5% |
| Total principal of loans and advances to customers | 3,225,095 | 3,063,448 | 5.3% |
| Non-performing loan (NPL) ratio | 1.02% | 1.02% | - |
| Provision coverage ratio | 290.06% | 288.42% | +1.64 percentage points |

| | | | |
|--|--------|--------|------------------------|
| Deviation ratio of loans overdue for more than 60 days | 0.89 | 0.85 | +0.04 |
| Capital adequacy ratio | 13.09% | 13.34% | -0.25 percentage point |

3.2 Key accounting data and financial indicators

Whether the Bank needs to adjust or restate retrospectively the accounting data for previous years.

Yes No

(In RMB million)

| Item | 30 June 2022 | 31 December 2021 | 31 December 2020 | Change at the end of the reporting period from the end of last year |
|---|-----------------|---------------------|---------------------|--|
| Total assets | 5,108,776 | 4,921,380 | 4,468,514 | 3.8% |
| Shareholders' equity | 412,098 | 395,448 | 364,131 | 4.2% |
| Shareholders' equity attributable to ordinary shareholders of the Bank | 342,154 | 325,504 | 294,187 | 5.1% |
| Share capital | 19,406 | 19,406 | 19,406 | - |
| Net asset per share attributable to ordinary shareholders of the Bank (RMB/share) | 17.63 | 16.77 | 15.16 | 5.1% |

| Item | Jan. to Jun. 2022 | Jan. to Jun. 2021 | Jan. to Dec. 2021 | Year-on-year change |
|---|----------------------|----------------------|----------------------|--|
| Operating income | 92,022 | 84,680 | 169,383 | 8.7% |
| Operating profit before impairment losses on credit and other assets | 66,806 | 60,700 | 119,802 | 10.1% |
| Impairment losses on credit and other assets | 38,845 | 38,285 | 73,817 | 1.5% |
| Operating profit | 27,961 | 22,415 | 45,985 | 24.7% |
| Profit before tax | 27,783 | 22,341 | 45,879 | 24.4% |
| Net profit attributable to shareholders of the Bank | 22,088 | 17,583 | 36,336 | 25.6% |
| Net profit attributable to shareholders of the Bank less non-recurring gains/losses | 22,042 | 17,511 | 36,230 | 25.9% |
| Net cash flows from operating activities | 150,483 | (115,972) | (192,733) | Negative amount for the same period of last year |
| Ratio per share (RMB/share): | | | | |
| Basic/Diluted earnings per share (EPS) | 1.03 | 0.80 | 1.73 | 28.8% |

| | | | | |
|---|-------|--------|--------|--|
| Basic/Diluted EPS less non-recurring gains/losses | 1.03 | 0.80 | 1.72 | 28.8% |
| Net cash flows from operating activities per share | 7.75 | (5.98) | (9.93) | Negative amount for the same period of last year |
| Financial ratios (%): | | | | |
| Return on total assets (un-annualized) | 0.43 | 0.37 | N/A | +0.06 percentage point |
| Return on total assets (annualized) | 0.86 | 0.74 | 0.74 | +0.12 percentage point |
| Average return on total assets (un-annualized) | 0.44 | 0.38 | N/A | +0.06 percentage point |
| Average return on total assets (annualized) | 0.88 | 0.77 | 0.77 | +0.11 percentage point |
| Weighted average return on net assets (un-annualized) | 5.97 | 5.17 | N/A | +0.80 percentage point |
| Weighted average return on net assets (annualized) | 12.20 | 10.74 | 10.85 | +1.46 percentage points |
| Weighted average return on net assets (less non-recurring gains/losses) (un-annualized) | 5.96 | 5.15 | N/A | +0.81 percentage point |
| Weighted average return on net assets (less non-recurring gains/losses) (annualized) | 12.18 | 10.70 | 10.82 | +1.48 percentage points |

Note: The return on net assets and EPS indicators are calculated in accordance with the *Compilation Rules for Information Disclosure by Companies Offering Securities to the Public No. 9 – Computation and Disclosure of Return on Net Assets and Earnings per Share* (2010 Revision) (《公開發行證券的公司信息披露編報規則第 9 號—淨資產收益率和每股收益的計算及披露》(2010 年修訂)) and *Accounting Standards for Business Enterprises No. 34 - Earnings per Share* (《企業會計準則第 34 號—每股收益》). The Bank issued non-cumulative preference shares of RMB20 billion in private placement on 7 March 2016 and non-fixed term capital bonds (“Perpetual Bond”) of RMB30 billion in February 2020, which are all classified as other equity instruments. In the calculation of the “weighted average return on net assets” and “EPS”, the paid dividends on preference shares of RMB874 million and the interests on perpetual bonds of RMB1,155 million has been deducted from the “Net profit attributable to shareholders of the Bank”.

Total share capital of the Bank as at the trading day prior to disclosure

| | |
|--|----------------|
| Total share capital of the Bank as at the trading day prior to disclosure (in shares) | 19,405,918,198 |
| Dividends paid for preference shares (RMB) | 874,000,000 |
| Interests paid for Perpetual Bond (RMB) | 1,155,000,000 |
| Fully diluted EPS calculated based on the latest share capital (RMB/share, January to June 2022) | 1.03 |

Accounting data differences under domestic and overseas accounting standards

1. Differences in net profit and net assets between financial reports under the international accounting standards and the Chinese accounting standards.

Applicable Not applicable

During the reporting period, there was no difference in net profit and net assets between financial reports under the international accounting standards and the Chinese accounting standards.

2. Differences in net profit and net assets between financial reports under the overseas accounting standards and the Chinese accounting standards.

Applicable Not applicable

During the reporting period, there was no difference in net profit and net assets between financial reports under the overseas accounting standards and the Chinese accounting standards.

3. Reasons for differences in accounting data under domestic and overseas accounting standards.

Applicable Not applicable

Information of loans and deposits

(In RMB million)

| Item | 30 June 2022 | 31 December 2021 | 31 December 2020 | Change at the end of the period from the end of last year |
|---|------------------|------------------|------------------|---|
| Deposit principals from customers | 3,243,241 | 2,961,819 | 2,673,118 | 9.5% |
| Including: Corporate deposits | 2,374,464 | 2,191,454 | 1,988,449 | 8.4% |
| Personal deposits | 868,777 | 770,365 | 684,669 | 12.8% |
| Total principal of loans and advances to customers | 3,225,095 | 3,063,448 | 2,666,297 | 5.3% |
| Including: Corporate loans | 1,289,673 | 1,153,127 | 1,061,357 | 11.8% |
| General corporate loans | 1,072,697 | 998,474 | 948,724 | 7.4% |
| Discounted bills | 216,976 | 154,653 | 112,633 | 40.3% |
| Personal loans | 1,935,422 | 1,910,321 | 1,604,940 | 1.3% |

Note: Pursuant to the *Circular on Revising and Issuing 2018 Versions of Financial Statement Templates for Financial Enterprises* (Cai Kuai [2018] No. 36) 《關於修訂印發 2018 年度金融企業財務報表格式的通知》(財會〔2018〕36 號) issued by the Ministry of Finance, interests accrued using the effective interest method are included in the carrying amount of financial instruments, and interests not received or paid as at the balance sheet date are presented in “Other assets” or “Other liabilities”. Unless otherwise stated, “Loans and advances to customers”, “Deposits from customers” and their breakdowns mentioned in this report are all amounts net of interests.

Items and amounts of non-recurring gains/losses

√ Applicable □ Not applicable

(In RMB million)

| Item | Jan.- Jun. 2022 | Jan.- Jun. 2021 | Jan.- Dec. 2021 |
|---|-----------------|-----------------|-----------------|
| Net gains or losses on disposal of non-liquidity assets | 108 | 35 | 16 |
| Loss/Gain from contingencies | (66) | (4) | (9) |
| Others | 20 | 60 | 127 |
| Impact on income tax | (16) | (19) | (28) |
| Total | 46 | 72 | 106 |

Note: The non-recurring gains/losses are calculated in accordance with the definition in the *Explanatory Announcement No. 1 on Information Disclosure of Companies Publicly Issuing Securities –Non-recurring Profit and Loss* (《公開發行證券的公司信息披露解釋性公告第 1 號——非經常性損益》).

During the reporting period, the Group had no recurring gains/losses items that are defined or listed as non-recurring gains/losses as per the *Explanatory Announcement No. 1 on Information Disclosure of Companies Publicly Issuing Securities –Non-recurring Profit and Loss* (《公開發行證券的公司信息披露解釋性公告第 1 號——非經常性損益》).

3.3 Supplementary financial ratios

(Unit: %)

| Item | Jan.- Jun. 2022 | Jan.- Jun. 2021 | Jan.- Dec. 2021 | Year-on-year change |
|-------------------------------------|-----------------|-----------------|-----------------|------------------------|
| Cost/income ratio | 26.46 | 27.35 | 28.30 | -0.89 percentage point |
| Credit costs (un-annualized) | 0.96 | 0.91 | N/A | +0.05 percentage point |
| Credit costs (annualized) | 1.93 | 1.84 | 2.08 | +0.09 percentage point |
| Deposit-loan spread (annualized) | 3.95 | 4.15 | 4.05 | -0.20 percentage point |
| Net interest spread (annualized) | 2.70 | 2.78 | 2.74 | -0.08 percentage point |
| Net interest margin (un-annualized) | 1.37 | 1.41 | N/A | -0.04 percentage point |
| Net interest margin (annualized) | 2.76 | 2.83 | 2.79 | -0.07 percentage point |

Notes:

(1) Credit costs = impairment losses on loans/average balance of loans and advances to customers (including discounted bills). In the first half of 2022, the average balance of loans and advances to customers (including discounted bills) of the Group was RMB3,123,276 million. Net interest spread (NIS) = average yield of interest-earning assets – average cost rate of interest-bearing liabilities; and net interest margin (NIM) = net interest income/average balance of interest-earning assets.

(2) Since the first quarterly report of 2022, in the calculation of deposit-loan spread, the standard of “average yield of loans and advances

to customers” was adjusted to include discounted bills, and the comparison data was adjusted accordingly by the same standard. Please see “Section III 3.2.1.(2) Net interest income” of the 2022 Interim Report for details.

3.4 Supplementary regulatory indicators

3.4.1 Key regulatory indicators

(Unit: %)

| Item | Standard level of indicator | 30 June 2022 | 31 December 2021 | 31 December 2020 |
|--|-----------------------------|--------------|------------------|------------------|
| Liquidity ratio (RMB and foreign currency) | ≥25 | 58.55 | 55.57 | 62.05 |
| Liquidity ratio (RMB) | ≥25 | 57.17 | 53.98 | 60.64 |
| Liquidity ratio (foreign currency) | ≥25 | 86.03 | 89.83 | 96.43 |
| Liquidity matching ratio | ≥100 | 142.99 | 140.96 | 141.21 |
| Capital adequacy ratio | ≥10.5 | 13.09 | 13.34 | 13.29 |
| Tier 1 capital adequacy ratio | ≥8.5 | 10.39 | 10.56 | 10.91 |
| Core tier 1 capital adequacy ratio | ≥7.5 | 8.53 | 8.60 | 8.69 |
| Ratio of loans to the single largest customer to net capital | ≤10 | 2.77 | 2.25 | 1.96 |
| Ratio of loans to top 10 customers to net capital | N/A | 14.73 | 12.66 | 14.02 |
| Ratio of accumulated foreign exchange exposure position to net capital | ≤20 | 2.04 | 1.32 | 2.67 |
| Pass loan migration ratio | N/A | 1.91 | 3.19 | 2.30 |
| Special-mention loans migration ratio | N/A | 24.14 | 20.28 | 30.17 |
| Substandard loans migration ratio | N/A | 10.10 | 7.21 | 76.39 |
| Doubtful loans migration ratio | N/A | 58.32 | 92.58 | 92.68 |
| Non-performing loan (NPL) ratio | ≤5 | 1.02 | 1.02 | 1.18 |
| Provision coverage ratio | ≥ 130 (Note 2) | 290.06 | 288.42 | 201.40 |
| Provision to loan ratio | ≥ 1.8 (Note 2) | 2.95 | 2.94 | 2.37 |

Notes:

(1) Above-mentioned regulatory indicators are calculated in accordance with the regulatory requirements. Except for the capital adequacy ratio indicator, which represents the position at the Group level, all other indicators represent the positions at the Bank level as reported to the regulatory authorities.

(2) In accordance with the *Provisions of Circular on Adjusting the Regulatory Requirements for Loss Provisions for Loans of Commercial Banks* (Yin Jian Fa [2018] No. 7) (《關於調整商業銀行貸款損失準備監管要求的通知》(銀監發〔2018〕7號)), various joint-stock banks have implemented regulatory policies of differentiated and dynamically adjusted provision.

3.4.2 Capital adequacy ratio

(In RMB million)

| Item | 30 June 2022 | | 31 December 2021 | |
|--|--------------|-----------|------------------|-----------|
| | The Group | The Bank | The Group | The Bank |
| Net core tier 1 capital | 320,462 | 312,561 | 306,549 | 299,103 |
| Other tier 1 capital | 69,944 | 69,944 | 69,944 | 69,944 |
| Net tier 1 capital | 390,406 | 382,505 | 376,493 | 369,047 |
| Tier 2 capital | 101,491 | 101,465 | 99,351 | 99,316 |
| Net capital | 491,897 | 483,970 | 475,844 | 468,363 |
| Total risk-weighted assets | 3,756,546 | 3,751,911 | 3,566,465 | 3,561,379 |
| Credit risk-weighted assets | 3,361,751 | 3,359,624 | 3,188,577 | 3,185,755 |
| On-balance-sheet risk-weighted assets | 2,884,854 | 2,882,727 | 2,741,966 | 2,739,144 |
| Off-balance-sheet risk-weighted assets | 462,877 | 462,877 | 431,405 | 431,405 |
| Risk-weighted assets of counterparty credit risk exposure | 14,020 | 14,020 | 15,206 | 15,206 |
| Market risk-weighted assets | 107,327 | 106,701 | 90,420 | 90,038 |
| Operational risk-weighted assets | 287,468 | 285,586 | 287,468 | 285,586 |
| Core tier 1 capital adequacy ratio | 8.53% | 8.33% | 8.60% | 8.40% |
| Tier 1 capital adequacy ratio | 10.39% | 10.19% | 10.56% | 10.36% |
| Capital adequacy ratio | 13.09% | 12.90% | 13.34% | 13.15% |
| Balance of mitigated risk exposures of credit risk asset portfolio: | | | | |
| Balance of mitigated risk exposures of on-balance-sheet credit risk assets | 4,555,820 | 4,552,193 | 4,323,160 | 4,320,124 |
| Risk exposures of off-balance-sheet assets after conversion | 1,163,424 | 1,163,424 | 973,463 | 973,463 |
| Counterparty credit risk exposures | 4,754,314 | 4,754,314 | 5,402,830 | 5,402,830 |

Note: The Bank adopted the risk-weighted approach, standardized approach and basic indicator approach to measure the capital requirements for its credit risk, market risk and operational risk, respectively; during the reporting period, there were no material changes in the measurement approaches, risk measurement systems and corresponding capital requirements for credit risk, market risk and operational risk. For more details on capital management, please refer to the Bank's website (<http://bank.pingan.com>).

3.4.3 Leverage ratio

(In RMB million)

| Item | 30 June 2022 | 31 March 2022 | 31 December 2021 | 30 September 2021 |
|---|--------------|---------------|------------------|-------------------|
| Leverage ratio | 6.15% | 6.30% | 6.33% | 6.39% |
| Net tier 1 capital | 390,406 | 387,716 | 376,493 | 367,247 |
| Balance of on-and off-balance sheet assets after adjustment | 6,350,865 | 6,153,921 | 5,945,674 | 5,747,892 |

Note: The above data represents the performance at the Group level. At the end of the reporting period, the Group's leverage ratio

decreased as compared with the end of March 2022. The main reason for the decrease was that the growth of the adjusted balance of on-and off-balance sheet assets was higher than the growth of net tier 1 capital. For more details on leverage ratio, please refer to the Bank's website (<http://bank.pingan.com>).

3.4.4 Liquidity coverage ratio

(In RMB million)

| Item | 30 June 2022 | 31 March 2022 | 31 December 2021 |
|--|----------------|----------------|------------------|
| Liquidity coverage ratio | 111.45% | 113.61% | 103.52% |
| Qualified liquidity-assets with high quality | 587,911 | 537,265 | 512,421 |
| Net cash outflow | 527,523 | 472,893 | 495,013 |

Note: The above data represents the performance at the Group level. The Group discloses the information on liquidity coverage ratio according to the *Measures for the Disclosure of Information on Liquidity Coverage Ratio of Commercial Banks* (《商業銀行流動性覆蓋率信息披露辦法》) issued by the China Banking and Insurance Regulatory Commission (CBIRC).

3.4.5 Net stable funding ratio

(In RMB million)

| Item | 30 June 2022 | 31 March 2022 | 31 December 2021 |
|---------------------------------|----------------|----------------|------------------|
| Net stable funding ratio | 107.68% | 105.39% | 103.18% |
| Available stable funding | 3,120,328 | 3,025,017 | 2,879,008 |
| Stable funding required | 2,897,795 | 2,870,213 | 2,790,204 |

Note: The above data represents the performance at the Group level. The Group discloses the information on net stable funding ratio in according to the *Measures for Disclosing Information on Net Stable Funding Ratio of Commercial Banks* (《商業銀行淨穩定資金比例信息披露辦法》) issued by CBIRC.

3.5 Data on operations of segments

3.5.1 Profit and scale

(In RMB million)

| Item | | Retail banking business | | Wholesale banking business | | Others | | Total | |
|------|--------------|-------------------------|-------------------|----------------------------|-------------------|-------------------|-------------------|-------------------|-------------------|
| | | Jan. to Jun. 2022 | Jan. to Jun. 2021 | Jan. to Jun. 2022 | Jan. to Jun. 2021 | Jan. to Jun. 2022 | Jan. to Jun. 2021 | Jan. to Jun. 2022 | Jan. to Jun. 2021 |
| | | Operating income | Amount | 51,402 | 49,213 | 33,066 | 30,623 | 7,554 | 4,844 |
| | Percentage % | 55.9 | 58.1 | 35.9 | 36.2 | 8.2 | 5.7 | 100.0 | 100.0 |

| | | | | | | | | | |
|--|--------------|--------|--------|--------|--------|-------|-------|--------|--------|
| Operating expenses | Amount | 17,599 | 17,631 | 7,617 | 6,349 | - | - | 25,216 | 23,980 |
| | Percentage % | 69.8 | 73.5 | 30.2 | 26.5 | - | - | 100.0 | 100.0 |
| Impairment losses on credit and other assets | Amount | 19,870 | 16,688 | 18,757 | 20,998 | 218 | 599 | 38,845 | 38,285 |
| | Percentage % | 51.2 | 43.6 | 48.2 | 54.8 | 0.6 | 1.6 | 100.0 | 100.0 |
| Profit before tax | Amount | 13,918 | 14,894 | 6,691 | 3,279 | 7,174 | 4,168 | 27,783 | 22,341 |
| | Percentage % | 50.1 | 66.7 | 24.1 | 14.7 | 25.8 | 18.6 | 100.0 | 100.0 |
| Net profit | Amount | 11,065 | 11,722 | 5,319 | 2,581 | 5,704 | 3,280 | 22,088 | 17,583 |
| | Percentage % | 50.1 | 66.7 | 24.1 | 14.7 | 25.8 | 18.6 | 100.0 | 100.0 |

| Item | 30 June 2022 | | 31 December 2021 | | Change at the end of the period from the end of last year |
|------------------------------------|------------------|--------------|------------------|--------------|---|
| | Balance | Percentage % | Balance | Percentage % | |
| Total assets | 5,108,776 | 100.0 | 4,921,380 | 100.0 | 3.8% |
| Including: Retail banking business | 1,916,277 | 37.5 | 1,888,412 | 38.4 | 1.5% |
| Wholesale banking business | 2,023,201 | 39.6 | 1,922,319 | 39.0 | 5.2% |
| Others | 1,169,298 | 22.9 | 1,110,649 | 22.6 | 5.3% |

Notes:

The retail banking business segment provides financial products and services to individual customers and several small enterprises. The products and services include personal loans, personal deposits, bank cards and various personal intermediary businesses.

The wholesale banking business segment provides financial products and services to corporate customers, government organizations, interbank institutions and several small enterprises. The products and services include corporate loans, corporate deposits, trade financing, various corporate intermediary businesses, various interbank capital businesses and Ping An wealth management related businesses.

Other business segments refer to the bond investments and several monetary market activities based on the liquidity management needs, the centrally managed equity investments, and the assets, liabilities and income which cannot be directly attributable to any business segment.

(In RMB million)

| Item | 30 June 2022 | | 31 December 2021 | | Change at the end of the period from the end of last year |
|---|------------------|--------------|------------------|--------------|---|
| | Balance | Percentage % | Balance | Percentage % | |
| Deposit principals from customers | 3,243,241 | 100.0 | 2,961,819 | 100.0 | 9.5% |
| Including: Corporate deposits | 2,374,464 | 73.2 | 2,191,454 | 74.0 | 8.4% |
| Personal deposits | 868,777 | 26.8 | 770,365 | 26.0 | 12.8% |
| Total principal of loans and advances to customers | 3,225,095 | 100.0 | 3,063,448 | 100.0 | 5.3% |
| Including: Corporate loans (including discounted bills) | 1,289,673 | 40.0 | 1,153,127 | 37.6 | 11.8% |
| Personal loans (including credit cards) | 1,935,422 | 60.0 | 1,910,321 | 62.4 | 1.3% |

Note: Items above are classified based on the nature of the customers, where corporate services to small enterprises is attributable to corporate deposits and corporate loans business, while individual services to small enterprises is attributable to personal deposits and personal loans. The same approach applies below.

3.5.2 Asset quality

| Item | 30 June 2022 | 31 December 2021 | Change at the end of the period from the end of last year |
|---|--------------|------------------|---|
| Non-performing loan (NPL) ratio | 1.02% | 1.02% | - |
| Including: Corporate loans (including discounted bills) | 0.76% | 0.71% | +0.05 percentage point |
| Personal loans (including credit cards) | 1.18% | 1.21% | -0.03 percentage point |

IV. Number of shareholders and shareholding conditions

4.1 Number of ordinary shareholders and of preference shareholders with restored voting rights, and the shareholdings of the top 10 shareholders

(Unit: Share)

| Total number of ordinary shareholders as at the end of the reporting period | 493,029 | Total number of preference shareholders with restored voting rights as at the end of the reporting period | - | | | | | |
|--|-----------------------|---|------------------|-------------------------------------|----------------------------------|------------------------------------|---------------------------|------------------|
| Shareholdings of the top 10 shareholders | | | | | | | | |
| Name of shareholder | Nature of shareholder | Total number of shares held | Shareholding (%) | Changes during the reporting period | Number of restricted shares held | Number of unrestricted shares held | Pledged, tagged or frozen | |
| | | | | | | | Status of shares | Number of shares |
| Ping An Insurance (Group) Company of China, Ltd.- the Group - proprietary fund | Domestic legal entity | 9,618,540,236 | 49.56 | - | - | 9,618,540,236 | - | - |
| Hong Kong Securities Clearing Company Limited | Overseas legal entity | 1,771,587,169 | 9.13 | 26,590,629 | - | 1,771,587,169 | - | - |
| Ping An Life Insurance Company of China, Ltd. - proprietary fund | Domestic legal entity | 1,186,100,488 | 6.11 | - | - | 1,186,100,488 | - | - |
| Ping An Life Insurance Company of China, Ltd. - traditional - ordinary insurance products | Domestic legal entity | 440,478,714 | 2.27 | - | - | 440,478,714 | - | - |
| China Securities Finance Corporation Limited | Domestic legal entity | 429,232,688 | 2.21 | - | - | 429,232,688 | - | - |
| China Electronics Shenzhen Company | Domestic legal entity | 62,523,366 | 0.32 | - | - | 62,523,366 | - | - |
| Bank of Communications Co., Ltd. - E Fund Shanghai Stock Exchange 50-Index Enhanced Securities Investment Fund | Domestic legal entity | 61,143,542 | 0.32 | 1,000,000 | - | 61,143,542 | - | - |

| | | | | | | | | |
|--|--|------------|------|------------|---|------------|---|---|
| New China Life Insurance Company Ltd.-dividend - dividends for individual - 018L - FH002Shen | Domestic legal entity | 57,768,708 | 0.30 | 57,768,708 | - | 57,768,708 | - | - |
| UBS Asset Management (Singapore) Co., Ltd - UBS Luxembourg Investment SICAV | Overseas legal entity | 47,353,732 | 0.24 | 47,353,732 | - | 47,353,732 | - | - |
| Bank of Beijing Co., Ltd. - Invesco Great Wall Jingyi Double Interest Bond Securities Investment Fund | Domestic legal entity | 43,930,090 | 0.23 | 43,930,090 | - | 43,930,090 | - | - |
| Details of strategic investors or general legal persons becoming top 10 shareholders for issuing new shares (if any) | None | | | | | | | |
| Explanation of the related party relationship or acting-in-concert relationship among the above shareholders | <p>1. Ping An Life Insurance Company of China, Ltd. is a controlled subsidiary of and acts in concert with Ping An Insurance (Group) Company of China, Ltd. “Ping An Insurance (Group) Company of China, Ltd. - the Group - proprietary fund”, “Ping An Life Insurance Company of China, Ltd. - proprietary fund” and “Ping An Life Insurance Company of China, Ltd. - traditional - ordinary insurance product” are related.</p> <p>2. The Bank is not aware of any related-party relationship or parties acting in concert among other shareholders.</p> | | | | | | | |
| Description of the shareholders who engage in securities margin trading business | None | | | | | | | |

4.2 Particulars of controlling shareholder or changes in the actual controller

There is no actual controller for the Bank, and there was no change in the controlling shareholder of the Bank during the reporting period.

4.3 Total number and shareholdings of preference shareholders of the Bank

(Unit: Share)

| Total number of preference shareholders at the end of the reporting period | | 16 | | | | |
|--|---|------------------|---|-------------------------------------|-------------------|------------------|
| Shareholding of shareholders with more than 5% preference shares or the top 10 preference shareholders | | | | | | |
| Name of shareholder | Nature of shareholder | Shareholding (%) | Number of shares held as at the end of the reporting period | Changes during the reporting period | Pledged or frozen | |
| | | | | | Status of shares | Number of shares |
| Ping An Life Insurance Company of China, Ltd. - dividend - dividends for individual insurance | Domestic legal entity | 29.00 | 58,000,000 | - | - | - |
| Ping An Life Insurance Company of China, Ltd. - universal - individual universal insurance | Domestic legal entity | 19.34 | 38,670,000 | - | - | - |
| Ping An Property & Casualty Insurance Company of China, Ltd. - traditional - ordinary insurance products | Domestic legal entity | 9.67 | 19,330,000 | - | - | - |
| Bank of Communications Schroder Asset Management - Bank of Communications - Bank of Communications Schroder Asset Management Zhuoyuan No. 1 Collective Asset Management Plan | Domestic legal entity | 8.95 | 17,905,000 | - | - | - |
| Chuangjin Hexin Fund - Hua Xia Bank - Chuangjin Hexin Taize No. 6 Collective Asset Management Plan | Domestic legal entity | 6.45 | 12,905,000 | - | - | - |
| Hwabao Trust Co., Ltd. - Hwabao Trust - Baofu Investment No. 1 Collective Capital Trust Plan | Domestic legal entity | 4.52 | 9,040,000 | - | - | - |
| Bank of China Limited Shanghai Branch | Domestic legal entity | 4.47 | 8,930,000 | - | - | - |
| Jiangsu International Trust Co., Ltd. - Jiangsu Trust - Hexiang Tianli No. 1 Collective Capital Trust Plan | Domestic legal entity | 3.66 | 7,325,000 | - | - | - |
| CITIC Securities - Postal Savings Bank of China - CITIC Securities Star No. 28 Collective Asset Management Plan | Domestic legal entity | 2.98 | 5,950,000 | - | - | - |
| Chuangjin Hexin Fund - Hua Xia Bank - Chuangjin Hexin Taize No. 5 Collective Asset Management Plan | Domestic legal entity | 2.50 | 5,000,000 | 5,000,000 | - | - |
| Description of different requirements on other terms of preference shares held other than dividend distribution and residual property distribution | | N/A | | | | |
| Description of the related party relationship or person acting-in-concert among top 10 preference shareholders and between top 10 preference shareholders and top 10 ordinary shareholders | 1. Ping An Life Insurance Company of China, Ltd. and Ping An Property & Casualty Insurance Company of China, Ltd. are controlled subsidiaries and persons acting in concert of the Ping An Insurance (Group) Company of China, Ltd. “Ping An Insurance (Group) Company of China, Ltd. - the Group - proprietary fund”, “Ping An Life Insurance Company of China, Ltd. - proprietary fund”, “Ping An Life Insurance Company of China, Ltd. - traditional - ordinary insurance product”, “Ping An Life Insurance Company of China, Ltd. - dividend - dividends for individual insurance”, “Ping An Life Insurance Company of China, Ltd. - universal - individual universal insurance” and “Ping An Property & Casualty Insurance Company of China, Ltd. - traditional - ordinary insurance | | | | | |

| | |
|--|---|
| | <p>product” are related.</p> <p>2. The Bank is not aware of any related-party relationship or parties acting in concert among other shareholders.</p> |
|--|---|

V. The existing bonds of the Bank on the date of approval of the Interim Report

Applicable Not applicable

VI. Significant matters

Please see the full text of “2022 Interim Report” for details.

VII. Discussion and analysis of operations

The year 2022 is of great significance in the course of the Communist Party of China (CPC) and the country, as the Party will hold its 20th National Congress. By following the national strategy and actively implementing all the policy decisions of the CPC Central Committee and the State Council, the Bank continues to improve its capability of serving the real economy in financial services, enhances the support for private enterprises; small and micro enterprises; manufacturing and technological enterprises. The Bank also supports the transformation and upgrade of consumption and industry; fully supports rural revitalization; actively practices green finance, comprehensively strengthens prevention and control of financial risks, strives to facilitate high-quality economic development and all businesses maintaining a stable growing trend.

Solid growth of operating income. In the first half of 2022, the Group recorded an operating income of RMB92,022 million, representing a year-on-year increase of 8.7%, and the net profit was RMB22,088 million with a year-on-year increase of 25.6%.

Stable liability cost. In the first half of 2022, the Group’s NIM decreased by 7 basis points to 2.76% from the same period of last year, and the average liability cost was down by 6 basis points to 2.16% as compared with the same period last year, among which the average cost of deposit-taking was 2.05%, maintaining the same level from the same period of last year. The Bank actively promoted the reshaping of asset-liability management. At the liabilities end, it actively optimized liability structure to effectively reduce the liability costs, and at the assets end, affected by the downturn influence of the market interest rate and continuous profit concession to the real economy, the Bank’s return on assets declined, and the NIM was slightly narrowed.

Robust growth of non-interest income. In the first half of 2022, the Group recorded net non-interest income of RMB27,963 million, representing a year-on-year increase of RMB2,644 million, or 10.4%. Among them, the net fee and commission income recorded a year-on-year decrease of RMB1,336 million, mainly due to factors such as the market and decline in the yield of agency funds. Other net non-interest income presented a year-on-year increase

of RMB3,980 million, mainly due to the increase in non-interest income derived from monetary market, bond-type fund investments, and bill discounting and the increase in exchange gains or losses derived from foreign exchange business through seizing market opportunities. The net non-interest income accounted for 30.39%, up by 0.49 percentage point from the same period of last year.

Steady growth in the scale of assets and liabilities. At the end of June 2022, the Group's total assets amounted to RMB5,108,776 million, up by 3.8% as compared with the end of last year, including the total principal of loans and advances to customers of RMB3,225,095 million, up by 5.3% as compared with the end of last year. The liabilities totaled RMB4,696,678 million, up by 3.8% as compared the end of the previous year, including the balance of total deposit principals from customers of RMB3,243,241 million, up by 9.5% as compared with the end of the previous year, and the balance of demand deposits¹ from customers of RMB1,207,620 million, up by 7.8% as compared with the end of the previous year.

Stable asset quality. At the end of June 2022, the NPL ratio was 1.02%, maintaining the same level over the end of last year. Special mention loans accounted for 1.32%, down by 0.10 percentage point from the end of last year. The balance of overdue loans accounted for 1.46%, down by 0.15 percentage point as compared with the end of last year. The deviation ratios of loans overdue for more than 60 days and 90 days were 0.89 and 0.74. The provision coverage ratio of non-performing loans was 290.06%. The risk compensation capability kept at a good level.

The Board of Directors of Ping An Bank Co., Ltd.

18 August 2022

¹ The standard of deposit principals balance and daily average balance was sorted out since 2021 Annual Report. The item such as margin deposits was divided into demand deposits and term deposits by nature, and the comparison data was adjusted accordingly by the same standards. Please see "Section III 3.2.1.(2) Net interest income" and "III. Notes to key items in the financial statements - 25. Deposits from customers in the Section X Financial Report" of the 2022 Interim Report for details.