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BANK OF CHONGQING CO., LTD.*
重慶銀行股份有限公司*

(A joint stock company incorporated in the People's Republic of China with limited liability)
(Stock Code: 1963)

THIRD QUARTERLY RESULTS ANNOUNCEMENT FOR 2015

The board of directors (the “**Board**”) of Bank of Chongqing Co., Ltd.* (the “**Bank**” or “**Bank of Chongqing**”) is pleased to announce the unaudited results report for the third quarter ended 30 September 2015 (the “**Reporting Period**”) prepared in accordance with the International Financial Reporting Standards (the “**IFRSs**”). This announcement is made pursuant to Rule 13.09 of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the “**Listing Rules**”) and the Inside Information Provisions (as defined in the Listing Rules) under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong) (the “**SFO**”).

1. IMPORTANT NOTICE

- 1.1 The Board, the board of supervisors, the directors, supervisors and senior management of the Bank confirm that there are no misstatements, misleading representations or material omissions in this results announcement, and assume joint and several liability for the truthfulness, accuracy and completeness of this results announcement.
- 1.2 This results announcement has been reviewed and approved at the board meeting of the Bank held on 30 October 2015.
- 1.3 The financial information contained in this results announcement has not been audited.
- 1.4 The unaudited operating information for the Reporting Period is provided as additional information.

* *The Bank is not an authorized institution within the meaning of the Banking Ordinance (Chapter 155 of Laws of Hong Kong), not subject to the supervision of the Hong Kong Monetary Authority, and not authorized to carry on banking and/or deposit-taking business in Hong Kong.*

2. CORPORATE INFORMATION

2.1 Company Information

Stock name:	BCQ
Stock code:	1963
Listing Exchange for H shares:	The Stock Exchange of Hong Kong Limited
Legal Representative:	GAN Weimin
Authorized Representatives:	GAN Weimin ZHOU Wenfeng
Joint Company Secretaries:	ZHOU Wenfeng HO Wing Tsz Wendy
Registered Address:	No. 153 Zourong Road, Yu Zhong District, Chongqing, the People's Republic of China (the "PRC"), 400010
Principal Place of Business in Hong Kong:	Level 54, Hopewell Centre, 183 Queen's Road East, Hong Kong
Telephone:	+86 (23) 6379 2129
Fax:	+86 (23) 6379 9024
E-mail:	ir@bankofchongqing.com

2.2 Financial Highlights

In respect of the financial statements of the Bank prepared under the PRC GAAP (China Accounting Standards) and those under the IFRSs, there is no difference between the net profit attributable to equity holders of the Bank for the Reporting Period ended 30 September 2015 and net profit attributable to shareholders of the Bank during the Reporting Period.

Major financial data and indicators

<i>(All amounts expressed in thousands of RMB unless otherwise stated)</i>	30 September 2015	31 December 2014	Increase/(decrease) at the end of the Reporting Period as compared to the end of the previous year (%)
Total assets	292,973,028	274,531,145	6.7
Loans and advances to customers, gross	119,216,328	106,448,851	12.0
Total liabilities	274,889,572	258,628,122	6.3
Customer deposits	194,450,435	167,932,436	15.8
Equity attributable to shareholders of the Bank	18,083,456	15,903,023	13.7
Total equity	18,083,456	15,903,023	13.7
Net assets per share attributable to shareholders of the Bank (RMB)	6.68	5.88	13.6

<i>(All amounts expressed in thousands of RMB unless otherwise stated)</i>	The Reporting Period (July – September 2015)	Increase/(decrease) in the Reporting Period as compared to the same period of the previous year (%)	The beginning of the year to the end of the Reporting Period (January – September 2015)	Increase/(decrease) in the period from the beginning of the year to the end of the Reporting Period as compared to the same period of the previous year (%)
Net profit	836,696	10.6	2,674,513	10.4
Net profit attributable to shareholders of the Bank	836,696	10.6	2,674,513	10.4

<i>(All amounts expressed in thousands of RMB unless otherwise stated)</i>	The Reporting Period (July – September 2015)	Increase/(decrease) in the Reporting Period as compared to the same period of the previous year	The beginning of the year to the end of the Reporting Period (January – September 2015)	Increase/(decrease) in the period from the beginning of the year to the end of the Reporting Period as compared to the same period of the previous year
Basic earnings per share (RMB)	0.31	0.03	0.99	0.09
Average annualized return on equity (%)	18.82	(1.18)	21.04	(1.39)

2.3 Total number of shares and particulars of shareholdings as at the end of the Reporting Period

As at the end of the Reporting Period, the Bank had a total of 2,705,227,505 shares, comprising 1,157,193,512 H shares and 1,548,033,993 domestic shares.

Particulars of shareholdings of the top ten shareholders of domestic shares of the Bank

Unit: share

Name of shareholder	Nature of shareholder	Total number of shares held	Shareholding percentage (%)	Number of shares pledged
Chongqing Yufu Assets Management Group Co., Ltd.	State-owned	407,010,187	15.05	0
Chongqing Road & Bridge Co., Ltd.	Private enterprise	171,339,698	6.33	0
Chongqing Land Group	State-owned	139,838,675	5.17	0
Chongqing Water Conservancy Investment Group Co., Ltd.	State-owned	139,838,675	5.17	0
Lifan Industry (Group) Co., Ltd.	Private enterprise	129,564,932	4.79	0
Peking University Founder Group Co., Ltd.	State-owned	94,506,878	3.49	0
Chongqing South Group Limited	Private enterprise	68,602,362	2.54	68,600,000
Chongqing Transport and Travel Investment Group Limited	State-owned	37,456,522	1.38	0
Chongqing Expressway Co., Ltd.	State-owned	29,942,325	1.11	0
Minsheng Industrial (Group) Co., Ltd.	State-owned	24,191,310	0.89	0
Total		1,242,291,564	45.92	68,600,000

***Particulars of shareholdings of substantial shareholders of overseas listed H Shares
(holding 5% or more of the H shares)***

Unit: share

Name of shareholder	Capacity	Total number of H shares held	Percentage of the total number of H shares of the Bank (%)	Percentage of the total share capital of the Bank (%)
Dah Sing Bank, Limited ⁽¹⁾	Beneficial owner	458,574,853 (long position)	39.63	16.95
Dah Sing Banking Group Limited ⁽¹⁾	Interest of a controlled corporation	458,574,853 (long position)	39.63	16.95
Dah Sing Financial Holdings Limited ⁽¹⁾	Interest of a controlled corporation	458,574,853 (long position)	39.63	16.95
HSBC International Trustee Limited ⁽²⁾	Interest of a trustee	458,574,853 (long position)	39.63	16.95
David Shou-Yeh WONG ⁽¹⁾	Settlor of a discretionary trust/ interest of the beneficiary of a trust	458,574,853 (long position)	39.63	16.95
Christine Yen WONG ⁽¹⁾	Interest of spouse	458,574,853 (long position)	39.63	16.95
Lifan International (Holdings) Limited ⁽³⁾	Beneficial owner	139,000,000 (long position)	12.01	5.14
Chongqing Lifan Industry (Group) Import and Export Co., Ltd. ⁽³⁾	Interest of a controlled corporation	139,000,000 (long position)	12.01	5.14
Lifan Industry (Group) Co., Ltd. ⁽³⁾	Interest of a controlled corporation	139,000,000 (long position)	12.01	5.14
Chongqing Lifan Holdings Co., Ltd. ⁽³⁾	Interest of a controlled corporation	139,000,000 (long position)	12.01	5.14
Chongqing Huiyang Holdings Co., Ltd. ⁽³⁾	Interest of a controlled corporation	139,000,000 (long position)	12.01	5.14
YIN Mingshan ⁽³⁾	Interest of a controlled corporation	139,000,000 (long position)	12.01	5.14
CHEN Qiaofeng ⁽³⁾	Interest of a controlled corporation	139,000,000 (long position)	12.01	5.14
Chongqing Beiheng Investment & Development Limited	Beneficial owner	84,823,500 (long position)	7.33	3.14

Notes:

- (1) Dah Sing Bank, Limited held 458,574,853 H shares of the Bank. Dah Sing Bank, Limited is wholly owned by Dah Sing Banking Group Limited, which is in turn owned as to approximately 74.57% by Dah Sing Financial Holdings Limited. Mr. David Shou-Yeh WONG is the beneficial owner of approximately 40.97% of the issued share capital of Dah Sing Financial Holdings Limited and Ms. Christine Yen WONG is the spouse of Mr. David Shou-Yeh WONG. For the purpose of the SFO, Dah Sing Banking Group Limited, Dah Sing Financial Holdings Limited, Mr. David Shou-Yeh WONG and Ms. Christine Yen WONG are deemed to be interested in the shares of the Bank held by Dah Sing Bank, Limited.
- (2) HSBC International Trustee Limited, the trustee of a discretionary trust established for the benefit of Mr. David Shou-Yeh WONG and his family members, directly held 37.66% interests in Dah Sing Financial Holdings Limited. For the purpose of the SFO, HSBC International Trustee Limited is deemed to be interested in the shares of the Bank held by Dah Sing Bank, Limited (see note (1) above).
- (3) As confirmed by Chongqing Lifan Industrial (Group) Import and Export Co., Ltd., Lifan Industry (Group) Co., Ltd., Chongqing Lifan Holdings Co., Ltd., Chongqing Huiyang Holdings Co., Ltd., Mr. YIN Mingshan and Ms. CHEN Qiaofeng, as at 30 September 2015, Lifan International (Holdings) Limited held 139,000,000 H shares of the Bank. Lifan International (Holdings) Limited is wholly owned by Chongqing Lifan Industry (Group) Import and Export Co., Ltd. which is wholly owned by Lifan Industry (Group) Co., Ltd. Lifan Industry (Group) Co., Ltd. is owned as to 49.40% by Chongqing Lifan Holdings Co., Ltd., which is in turn owned as to 72% by Chongqing Huiyang Holdings Co., Ltd. Mr. YIN Mingshan and his spouse, Ms. CHEN Qiaofeng are the beneficial owner of approximately 26.5% and 24.5%, respectively, of the issued share capital of Chongqing Huiyang Holdings Co., Ltd. (collectively hold approximately 51% interests in Chongqing Huiyang Holdings Co., Ltd.). Therefore, for the purpose of the SFO, Chongqing Lifan Industrial (Group) Import and Export Co., Ltd., Lifan Industry (Group) Co., Ltd., Chongqing Lifan Holdings Co., Ltd., Chongqing Huiyang Holdings Co., Ltd., Mr. YIN Mingshan and Ms. CHEN Qiaofeng are deemed to be interested in the shares of the Bank held by Lifan International (Holdings) Limited.

3. HIGHLIGHTS OF QUARTERLY RESULTS

As at 30 September 2015, the Bank's total assets amounted to RMB292,973.03 million, representing an increase of RMB18,441.88 million or 6.7% as compared to the end of the previous year. Of which:

- Customer deposits amounted to RMB194,450.44 million, representing an increase of RMB26,518.00 million or 15.8% as compared to the end of the previous year. Of which, time deposits, demand deposits, pledged deposits held as collateral and other deposits amounted to RMB105,882.53 million, RMB61,527.76 million, RMB23,504.76 million, and RMB3,535.39 million, respectively.
- Total loans and advances to customers amounted to RMB119,216.33 million, representing an increase of RMB12,767.48 million, or 12.0%, as compared to the end of the previous year. Of which, corporate loans, personal loans and discounted bills amounted to RMB76,920.88 million, RMB35,697.16 million and RMB6,598.29 million, respectively.
- The balance of non-performing loans amounted to RMB1,177.42 million, representing an increase of RMB445.44 million as compared to the end of the previous year; the non-performing loan ratio was 0.98%, representing an increase of 0.29 percentage point as compared to the end of the previous year; and the provision coverage ratio was 217.26%, representing a decrease of 101.61 percentage points as compared to the end of the previous year.
- The loan-to-deposit ratio was 61.31%, representing a decrease of 2.08 percentage points as compared to the end of the previous year.

For the nine months ended 30 September 2015, the Bank recorded a net profit of RMB2,674.51 million, representing an increase of RMB251.20 million or 10.4% as compared to the same period of the previous year. The average annualized return on total assets was 1.26%, representing a decrease of 0.23 percentage point as compared to the same period of the previous year. The average annualized return on equity was 21.04%, representing a decrease of 1.39 percentage points as compared to the same period of the previous year. The Bank recorded basic earnings per share of RMB0.99, representing an increase of RMB0.09 as compared to the same period of the previous year.

- Interest-earning assets grew continuously and the net interest income increased steadily. Net interest income amounted to RMB5,175.56 million, representing an increase of RMB559.11 million or 12.1% as compared to the same period of the previous year. The annualized net interest margin was 2.56%, representing a decrease of 34 basis points as compared to the same period of the previous year.
- The net fee and commission income increased rapidly. Net fee and commission income amounted to RMB1,122.49 million, representing an increase of RMB445.87 million or 65.9% as compared to the same period of the previous year, primarily due to the fast growth of the wealth management and credit card businesses. Of which, fee income from the wealth management business amounted to RMB698.30 million, representing an increase of 120.0% as compared to the same period of the previous year and fee income from the credit card business amounted to RMB118.06 million, representing an increase of 103.1% as compared to the same period of the previous year.
- Operating expenses were RMB2,111.84 million, representing an increase of RMB274.75 million or 15.0% as compared to the same period of the previous year. The cost-to-income ratio was 26.59%, representing a decrease of 0.50 percentage point as compared to the same period of the previous year. The impairment on assets was RMB621.21 million, representing an increase of RMB165.61 million or 36.4% as compared to the same period of the previous year.

In accordance with the “Administrative Measures for the Capital of Commercial Banks (for Trial Implementation)”, as at the end of the Reporting Period, the Bank’s Core Tier One capital adequacy ratio and Tier One capital adequacy ratio were 9.73% and 9.73%, respectively, representing an increase of 0.10 percentage point and 0.10 percentage point respectively as compared to the end of the previous year, and the capital adequacy ratio was 10.78%, representing a decrease of 0.22 percentage point as compared to the end of the previous year, fulfilling the latest regulatory requirements on capital adequacy ratios applicable to the PRC banking industry.

4. SIGNIFICANT EVENTS

4.1 Particulars and reasons of material changes in major accounting statement items and financial indicators

Applicable Not applicable

The main reasons for material changes over 30% in the major accounting statement items and financial indicator as compared to the same period of the previous year or the end of the previous year are as follows:

<i>(All amounts expressed in thousands of RMB unless otherwise stated)</i>	January to September 2015	January to September 2014	Change rate as compared to the same period of the previous year (%)	Main reasons of the changes
Interest expense	6,394,687	4,912,662	30.2	Mainly due to the increase in size and cost of deposits
Fee and commission income	1,181,775	720,578	64.0	Mainly due to the increase in the wealth management and credit card businesses
Fee and commission expense	59,286	43,961	34.9	Mainly due to the increase in agency fee expense
Net trading income	76,033	120,223	(36.8)	Mainly due to the change in fair value in the market
Net (losses)/gains on investment securities	(9,964)	59,567	(116.7)	Mainly due to the increase in the gains on sales of bond investments in the same period of the previous year and no sales of bonds from January to September of 2015
Other operating income	33,783	20,003	68.9	Mainly due to the substantial increase in fiscal incentives on agricultural loans
Impairment losses	621,205	455,593	36.4	Mainly due to the increase in impairment losses on loans as a result of the increase in non-performing loans in times of macroeconomic slowdown, and prudent assessment of risks in various industries and the solvency of enterprises

<i>(All amounts expressed in thousands of RMB unless otherwise stated)</i>	30 September 2015	31 December 2014	Change rate as compared to the same period of the previous year (%)	Main reasons of the changes
Investment securities – Available-for-sale	13,773,209	10,293,703	33.8	Mainly due to the increase in bond investment by the Bank based on the market conditions
Securities investment – Held-to-maturity	12,660,818	7,297,640	73.5	Mainly due to the increase in bond investment by the Bank based on the market conditions
Other assets	3,037,742	1,789,089	69.8	Mainly due to growth in interest receivable as compared to the end of the previous year
Taxes payable	372,197	218,597	70.3	Mainly due to the increase in income tax payable resulting from the increase in total profit of the Bank as compared to the same period of the previous year
Debts issued	12,471,925	3,785,076	229.5	Mainly due to the issuance of interbank deposits during the period for optimizing debt structure and increasing channels of capital source
Other reserves	4,964,144	3,798,252	30.7	Mainly due the increase in general risk reserves for this year

4.2 The progress of significant events and their influence and analysis on the solutions

Applicable Not applicable

4.2.1 Capital contribution into the establishment of a consumer finance joint venture

As a promoter and contributor, the Bank jointly contributed capital into the establishment of a consumer finance joint venture with other contributors including Chongqing Department Store Co., Ltd. The Bank entered into the investment documents with other promoters on 15 August 2014, jointly promoting the establishment of the Consumer Finance Joint Venture. The registered capital of the Consumer Finance Joint Venture was RMB300.00 million, and the Bank subscribed for 54.00 million shares of the Consumer Finance Joint Venture at a par value of RMB1 per share by cash, representing 18% of the registered capital of the Consumer Finance Joint Venture upon its establishment. The China Banking Regulatory Commission Chongqing Bureau issued the “Approval for the Commencement of Operation of Mashang Consumer Finance Co., Ltd.” (《關於馬上消費金融股份有限公司開業的批復》) (the “Operation Approval”) on 11 June 2015 and the Financial Business Permit of the People’s Republic of China on 12 June 2015. Mashang Consumer Finance Co., Ltd. formally commenced operation on 18 June 2015 upon completion of relevant procedures in accordance with the Operation Approval and relevant laws and regulations.

4.3 Status of performance of undertakings of the Company, shareholders and de facto controller

Applicable Not applicable

4.4 Implementation of the cash dividend policy during the Reporting Period

Applicable Not applicable

A final dividend of RMB0.272 (tax inclusive) per share for the year 2014 (2013: RMB0.224 (tax inclusive) per share), amounting to a total dividend of RMB735,821,881.36 (tax inclusive) based on the profit and number of shares issued for the year ended 31 December 2014, was distributed by the Bank upon Consideration and approval at the annual general meeting on 12 June 2015. The final dividend for year 2014 was distributed to holders of H shares and domestic shares on 20 July 2015.

4.5 Disclosure of, and reasons for, the warning in respect of forecast of a probable loss in respect of the accumulated net profit from the beginning of the year to the end of the next reporting period or any significant changes in profit as compared to the same period of the previous year

Applicable Not applicable

5. PUBLICATION OF QUARTERLY RESULTS ANNOUNCEMENT

The quarterly results announcement prepared in accordance with the IFRSs will be published on the website of The Hong Kong Stock Exchange Limited (www.hkexnews.hk) and the website of the Bank (www.cqcbank.com).

This quarterly results announcement was prepared in both Chinese and English versions, where there is a discrepancy between the Chinese and English versions, the Chinese version shall prevail.

By order of the Board
Bank of Chongqing Co., Ltd.*
GAN Weimin
Chairman

Chongqing, the PRC, 30 October 2015

As of the date of this announcement, the Executive Directors of the Bank are Mr. GAN Weimin, Mr. RAN Hailing and Mr. ZHAN Wanghua; the Non-Executive Directors are Mr. WONG Hon Hing, Mr. QIN Wei, Mr. DENG Yong, Ms. LV Wei and Mr. YANG Jun; and the Independent Non-Executive Directors are Mr. LI He, Mr. TO Koon Man Henry, Mr. KONG Xiangbin, Mr. WANG Pengguo and Dr. JIN Jingyu.

APPENDIX FINANCIAL STATEMENTS ACCORDING TO IFRS

STATEMENT OF COMPREHENSIVE INCOME

FOR THE PERIOD FROM 1 JANUARY TO 30 SEPTEMBER 2015

(All amounts expressed in thousands of RMB unless otherwise stated)

	Nine months ended	
	30 September	
	2015	2014
	(Unaudited)	(Unaudited)
Interest income	11,570,246	9,529,109
Interest expense	<u>(6,394,687)</u>	<u>(4,912,662)</u>
Net interest income	5,175,559	4,616,447
Fee and commission income	1,181,775	720,578
Fee and commission expense	<u>(59,286)</u>	<u>(43,961)</u>
Net fee and commission income	1,122,489	676,617
Net trading income	76,033	120,223
Net (losses)/gains on investment securities	(9,964)	59,567
Other operating income	<u>33,783</u>	<u>20,003</u>
Operating income	6,397,900	5,492,857
Operating expenses	(2,111,836)	(1,837,084)
Impairment losses	<u>(621,205)</u>	<u>(455,593)</u>
Operating profit	3,664,859	3,200,180
Share of profits of an associate	<u>799</u>	<u>690</u>
Profit before income tax	3,665,658	3,200,870
Income tax expense	(991,145)	(777,556)
Net profit	<u>2,674,513</u>	<u>2,423,314</u>
Net profit for the period attributable to shareholders of the Bank	<u>2,674,513</u>	<u>2,423,314</u>
Earnings per share for profit attributable to shareholders of the Bank (expressed in RMB per share)		
– basic and diluted	<u>0.99</u>	<u>0.90</u>

STATEMENT OF COMPREHENSIVE INCOME (CONTINUED)
FOR THE PERIOD FROM 1 JANUARY TO 30 SEPTEMBER 2015
(All amounts expressed in thousands of RMB unless otherwise stated)

	Nine months ended	
	30 September	
	2015	2014
	(Unaudited)	(Unaudited)
Net profit for the period attributable to shareholders of the Bank	2,674,513	2,423,314
Other comprehensive income		
<i>Items that may be reclassified subsequently to profit or loss:</i>		
Available-for-sale (“AFS”) securities		
changes in fair value recorded in equity	325,092	155,911
Less: Related income tax impact	(81,273)	(38,978)
	<hr/>	<hr/>
Subtotal	243,819	116,933
<i>Item that will not be reclassified subsequently to profit or loss</i>		
Surplus on remeasurement of retirement benefits	(2,770)	(4,888)
Less: Related income tax impact	693	1,222
	<hr/>	<hr/>
Subtotal	(2,077)	(3,666)
Total other comprehensive income, net of tax	241,742	113,267
	<hr/> <hr/>	<hr/> <hr/>
Total comprehensive income for the period attributable to shareholders of the Bank	2,916,255	2,536,581
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STATEMENTS OF FINANCIAL POSITION

AT 30 SEPTEMBER 2015

(All amounts expressed in thousands of RMB unless otherwise stated)

	30 September 2015 (Unaudited)	31 December 2014 (Audited)
ASSETS		
Cash and balances with central banks	36,691,363	35,699,093
Due from other banks and financial institutions	38,887,715	54,409,453
Financial assets at fair value through profit or loss	5,171,133	4,798,210
Net loans and advances to customers	116,658,281	104,114,756
Investment securities		
– Loans and receivables	63,090,001	53,388,377
– Available-for-sale (“AFS”)	13,773,209	10,293,703
– Held-to-maturity (“HTM”)	12,660,818	7,297,640
Investment in an associate	27,204	26,405
Property, plant and equipment	2,614,201	2,396,654
Deferred income tax assets	361,361	317,765
Other assets	3,037,742	1,789,089
Total assets	292,973,028	274,531,145
LIABILITIES		
Due to other banks and financial institutions	61,824,770	81,635,724
Customer deposits	194,450,435	167,932,436
Other liabilities	5,770,245	5,056,289
Current tax liabilities	372,197	218,597
Debt issued	12,471,925	3,785,076
Total liabilities	274,889,572	258,628,122
EQUITY		
Capital and reserves attributable to shareholders of the Bank		
Share capital	2,705,228	2,705,228
Capital surplus	2,444,623	2,444,623
Other reserves	4,964,144	3,798,252
Retained earnings	7,969,461	6,954,920
Total equity	18,083,456	15,903,023
Total liabilities and equity	292,973,028	274,531,145

STATEMENTS OF CASH FLOWS*FOR THE PERIOD FROM 1 JANUARY TO 30 SEPTEMBER 2015**(All amounts expressed in thousands of RMB unless otherwise stated)*

	Nine months ended	
	30 September	
	2015	2014
	(Unaudited)	(Unaudited)
Cash flows from operating activities:		
Profit before income tax	3,665,658	3,200,870
Adjustments:		
Depreciation and amortization	114,513	96,983
Impairment losses on loans	515,753	428,560
Impairment losses on other assets	105,452	27,033
Net losses/(gains) on disposal of property, plant and equipment	45	(942)
Net losses/(gains) on de-recognition of investment securities	9,964	(59,567)
Share of results of an associate	(799)	(690)
Interest income arising from investment securities	(4,090,491)	(2,698,688)
Interest expense arising from bonds issued	217,523	167,761
	<hr/>	<hr/>
Net decrease/(increase) in operating assets:		
Net decrease/(increase) in restricted deposit balances with central banks	102,872	(2,448,280)
Net (increase)/decrease in due from and placements with and loans to banks and other financial institutions	(544,602)	1,030,376
Net decrease in financial assets held under resale agreements	16,443,390	186,174
Net increase in loans and advances to customers	(12,799,704)	(13,616,155)
Net increase in other operating assets	(786,716)	(1,244,178)
Net increase in operating liabilities:		
Net increase in borrowings from central banks	1,140,576	568,565
Net (decrease)/increase in due to and placements from banks and other financial institutions	(827,119)	7,214,812
Net decrease in financial assets sold under repurchase agreements	(20,124,411)	(2,000,143)
Net increase in customer deposits	26,517,999	14,494,871
Net decrease in other operating liabilities	(2,864,841)	(5,887,867)
Income tax paid	(836,852)	(497,807)
	<hr/>	<hr/>
Net cash inflows/(outflows) from operating activities	5,958,210	(1,038,312)

STATEMENTS OF CASH FLOWS (CONTINUED)*FOR THE PERIOD FROM 1 JANUARY TO 30 SEPTEMBER 2015**(All amounts expressed in thousands of RMB unless otherwise stated)*

	Nine months ended	
	30 September	
	2015	2014
	(Unaudited)	(Unaudited)
Cash flows from investing activities:		
Dividends received	440	10,000
Proceeds from disposal of property and equipment, intangible assets and other long-term assets	19,539	12,448
Purchase of property and equipment, intangible assets and other long-term assets	(316,489)	(303,221)
Proceeds from disposal/maturity of investment securities	33,430,569	27,189,115
Purchase of investment securities	(45,595,470)	(29,744,161)
Net cash outflows from investing activities	(12,461,411)	(2,835,819)
Cash flows from financing activities:		
Proceeds from issuance of shares	–	–
Proceeds from issuance of a bond	12,450,000	–
Cash paid to redeem the issued bonds	(3,500,000)	(1,000,000)
Interest paid in relation to issued bonds	(267,295)	(167,761)
Dividend paid to shareholders of the Bank	(733,701)	(604,927)
Net cash inflows/(outflows) from financing activities	7,949,004	(1,772,688)
Effect of exchange rate changes on cash and cash equivalents	26,389	(76,040)
Net increase/(decrease) in cash and cash equivalents	1,472,192	(5,722,859)
Cash and cash equivalents at the beginning of the period	11,754,912	14,220,581
Cash and cash equivalents at the end of the period	13,227,104	8,497,722