

Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited take no responsibility for the contents of this announcement, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.



CITIC Limited
中國中信股份有限公司

(Incorporated in Hong Kong with limited liability)
(Stock Code: 00267)

ANNOUNCEMENT

**UNAUDITED FINANCIAL STATEMENTS OF
CITIC CORPORATION LIMITED
FOR THE THREE MONTHS ENDED 31 MARCH 2019**

This announcement is made by CITIC Limited (the “**Company**”) pursuant to Rule 13.09(2)(a) of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited and the Inside Information Provisions under Part XIVA of the Securities and Futures Ordinance (Cap. 571 of the laws of Hong Kong).

CITIC Corporation Limited (“**CITIC Corporation**”), a wholly-owned subsidiary of the Company, is a company incorporated in the People’s Republic of China (“**PRC**”). As CITIC Corporation issued medium-term notes and super & short-term commercial paper in the PRC, it is required to announce the financial statements of itself and its subsidiaries prepared in accordance with the PRC Generally Accepted Accounting Principles periodically in accordance with the relevant regulations of the People’s Bank of China and the National Association of Financial Market Institutional Investors.

The unaudited financial statements of CITIC Corporation for the three months ended 31 March 2019 are available on China Bond, China Money and Shanghai Clearing House at www.chinabond.com.cn, www.chinamoney.com.cn and www.shclearing.com, respectively, and are set out at the end of this announcement.

By Order of the Board
CITIC Limited
Chang Zhenming
Chairman

Hong Kong, 29 April 2019

As at the date of this announcement, the executive directors of the Company are Mr Chang Zhenming (Chairman), Mr Wang Jiong and Ms Li Qingping; the non-executive directors of the Company are Mr Song Kangle, Ms Yan Shuqin, Mr Liu Zhuyu, Mr Peng Yanxiang, Mr Liu Zhongyuan and Mr Yang Xiaoping; and the independent non-executive directors of the Company are Mr Francis Siu Wai Keung, Dr Xu Jinwu, Mr Anthony Francis Neoh, Mr Paul Chow Man Yiu, Mr Shohei Harada and Mr Gregory Lynn Curl.

Consolidated Balance Sheet

as at 31 March 2019 (Unaudited)

CITIC Corporation Limited

Expressed in Renminbi '000

	31 March 2019	31 December 2018
Cash and deposits	464,514,027	700,888,245
Placements with banks and non-bank financial institutions	188,031,928	175,265,871
Derivative financial instruments	26,694,779	32,463,941
Trade and other receivables	142,440,158	84,451,888
Contract assets	9,830,148	9,097,650
Inventories	17,854,415	16,828,212
Financial assets held under resale agreements	4,640,594	11,351,027
Loans and advances to customers and other parties	3,650,480,487	3,539,746,163
Investment in financial assets		
- Financial assets held for trading	355,736,417	339,991,470
- Debt investments	956,713,278	788,003,870
- Other Debt investments	526,449,885	510,736,071
- Other equity investments	5,621,290	5,697,356
Long-term equity investments	66,510,415	66,505,105
Investment properties	3,551,116	3,454,460
Right-of-use assets from leases	12,567,773	NA
Fixed assets	41,440,490	40,797,807
Construction in progress	11,479,872	12,540,196
Intangible assets	14,238,520	14,684,831
Goodwill	7,820,984	7,907,658
Deferred tax assets	27,473,693	25,486,780
Other assets	23,205,434	19,878,009
Total assets	6,557,295,703	6,405,776,610

Consolidated Balance Sheet (continued)

as at 31 March 2019 (Unaudited)

CITIC Corporation Limited

Expressed in Renminbi '000

	31 March 2019	31 December 2018
Borrowing from central bank	257,026,950	287,068,437
Placements from banks and non-bank financial institutions	70,796,432	113,172,370
Financial liabilities held for trading	263,710	1,286,139
Derivative financial instruments	25,662,287	31,749,866
Trade and other payables	85,801,888	102,563,381
Contract liabilities	11,693,219	11,098,005
Financial assets sold under repurchase agreements	60,609,134	121,431,553
Deposits from banks and non-bank financial institutions and customers	4,689,485,791	4,435,506,735
Employee benefits payables	14,047,401	17,455,237
Lease liabilities	11,669,983	NA
Taxes payable	8,383,905	9,130,273
Bank and other loans	46,788,502	48,043,941
Debt instruments issued	623,496,274	592,541,004
Provisions	7,366,652	7,571,169
Deferred tax liabilities	1,772,767	1,681,154
Other liabilities	19,655,007	19,488,256
Total liabilities	5,934,519,902	5,799,787,520
Paid-in capital	139,000,000	139,000,000
Capital reserve	39,613,833	39,659,954
Other comprehensive income	3,301,576	3,360,628
Surplus reserve	8,667,689	8,667,689
General reserve	36,842,295	36,842,295
Retained earnings	182,515,541	172,032,790
Total equity attributable to owners of the Company	409,940,934	399,563,356
Non-controlling interests	212,834,867	206,425,734
Total owners' equity	622,775,801	605,989,090
Total liabilities and owners' equity	6,557,295,703	6,405,776,610

Consolidated Income Statement

for the three months ended 31 March 2019 (Unaudited)

CITIC Corporation Limited

Expressed in Renminbi '000

	2019	2018
Operating income	62,907,762	64,883,687
Less: Total operating costs	45,218,445	47,652,893
Including: Operating costs	10,970,950	20,603,195
Taxes and surcharges	532,336	482,924
Selling and distribution expenses	561,567	489,764
General and administrative expenses	13,347,136	12,356,374
Research and development expenses	206,172	125,750
Financial expenses	384,619	901,894
Expected Credit losses	19,154,031	12,678,404
Other impairment losses	61,634	14,588
Add: Gain from changes in fair value	118,760	7,333
Investment income	501,350	412,607
Gain on disposal of assets	20,408	1,686
Other income	30,119	43,261
Operating profit	18,359,954	17,695,681
Add: Non-operating income	83,827	431,146
Less: Non-operating expenses	82,176	68,431
Profit before income tax	18,361,605	18,058,396
Less: Income tax expense	3,042,564	3,944,952
Continuous operating net profit	15,319,041	14,113,444
Attributable to: Owners of the Company	10,482,750	9,013,546
Non-controlling interests	4,836,291	5,099,898

Consolidated Cash Flow Statement

for the three months ended 31 March 2019 (Unaudited)

CITIC Corporation Limited

Expressed in Renminbi '000

	2019	2018
Cash flows from operating activities		
Cash received from sale of goods and rendering of services	15,167,548	22,238,202
Net decrease in deposits with banks and non-bank financial institutions	6,261,914	7,189,910
Net increase in deposits from customers	152,362,881	77,458,625
Net increase in deposits from banks and non-bank financial institutions	84,633,747	-
Net decrease in deposits with central banks	61,579,382	15,212,939
Net increase in borrowing from central banks	-	21,950,000
Interests, fee and commission received	84,586,671	68,542,538
Net decrease in placements with banks and non-bank financial institutions	-	43,858,225
Net decrease in financial assets held under resale agreements	6,701,960	-
Net increase in financial liabilities held for trading purpose	-	872,806
Net decrease in financial investment	-	164,159,790
Refund of taxes	196,371	335,442
Cash received from other operating activities	4,632,826	18,249,368
Sub-total of cash inflows from operating activities	416,123,300	440,067,845
Cash paid for goods and services	13,951,241	22,426,973
Net increase in loans and advance to customers and other parties	135,188,754	112,292,938
Net decrease in deposits from banks and non-bank financial institutions	-	149,023,453
Net decrease of financial assets sold under repurchase agreements	59,952,963	80,369,684
Net increase in financial assets held under resale agreements	-	56,824,453
Net increase in placements with banks and non-bank financial institutions	37,676,892	-
Net decrease in placements from banks and non-bank financial institutions	46,012,681	10,583,288
Net decrease in borrowing from central banks	30,700,000	-
Net decrease of financial liabilities held for trading purpose	957,584	-
Net increase in financial investment	1,729,225	-
Interests, fee and commission paid	26,963,419	23,938,772
Cash paid to and on behalf of employees	10,854,892	10,476,800
Cash paid for various taxes	10,139,668	9,544,215
Cash paid for other operating activities	82,222,927	37,059,498
Sub-total of cash outflows from operating activities	456,350,246	512,540,074
Net cash flows from operating activities	(40,226,946)	(72,472,229)

Consolidated Cash Flow Statement (continued)

for the three months ended 31 March 2019 (Unaudited)

CITIC Corporation Limited

Expressed in Renminbi '000

	2019	2018
Cash flows from investing activities:		
Cash received from disposal of financial investments	448,715,545	266,327,767
Cash received from returns on investments	672,730	796,056
Net proceeds from disposal of fixed assets, intangible assets and other long-term assets	184,635	60,761
Net cash received from disposal of subsidiaries	70	-
Net cash received from disposal of associates and joint ventures	-	27,684
Cash received from other investing activities	58,833	100,105
Sub-total of cash inflows from investing activities	449,631,813	267,312,373
Cash paid for acquisition of fixed assets, intangible assets and other long-term assets	1,266,204	1,661,603
Cash paid for acquisition of financial investments	638,824,301	319,638,320
Net cash payment for acquisition of subsidiaries	1,158,860	-
Net cash payment for acquisition of associates and joint ventures	216,510	342,972
Cash paid for other investing activities	1,295,268	164
Sub-total of cash outflows from investing activities	642,761,143	321,643,059
Net cash flows from investing activities	(193,129,330)	(54,330,686)
Cash flows from financing activities:		
Cash received from capital contributions	68,472	393,931
(Including: Cash received by subsidiaries from non-controlling interests)	68,472	393,931
Cash received from new banks and other loans	6,415,947	17,213,623
Cash received from issuance of new debt instruments	156,949,926	282,361,293
Cash received from other financing activities	2,813	5,201
Sub-total of cash inflows from financing activities	163,437,158	299,974,048
Cash paid for repayment of banks and other loans and debt instruments issued	108,273,948	207,669,852
Cash paid for dividends, profit distributions or interest	4,642,077	4,278,912
(Including: Dividends and profits paid by subsidiaries to non-controlling interests)	213,746	3,372
Cash paid for other financing activities	1,090,946	16,427
Sub-total of cash outflows from financing activities	114,006,971	211,965,191
Net cash flows from financing activities	49,430,187	88,008,857
Effect of foreign exchange rate changes on cash and cash equivalents	(3,334,767)	(5,095,163)
Net decrease in cash and cash equivalents	(187,260,856)	(43,889,221)
Add: Cash and cash equivalents at the beginning of the period	432,801,673	391,147,481
Cash and cash equivalents at the end of the period	245,540,817	347,258,260

Balance Sheet

as at 31 March 2019 (Unaudited)

CITIC Corporation Limited

Expressed in Renminbi '000

	31 March 2019	31 December 2018
Cash and deposits	15,184,207	32,587,113
Trade and other receivables	29,692,884	30,091,469
Loans and advances to customers and other parties	5,057,107	4,324,067
Financial assets held for investment		
- Financial assets held for trading purpose	36,533,357	7,820,884
- Debt investments	-	1,050,555
Long-term equity investments	214,966,250	214,225,432
Fixed assets	539,246	547,566
Intangible assets	5,188	5,500
Other assets	-	211
Total assets	301,978,239	290,652,797

Balance Sheet (continued)

as at 31 March 2019 (Unaudited)

CITIC Corporation Limited

Expressed in Renminbi '000

	31 March 2019	31 December 2018
Trade and other payables	14,705,063	14,975,083
Taxes payable	1,933	85
Borrowings	7,008,305	7,007,446
Debt instruments issued	46,529,169	37,502,573
Provisions	700,000	700,000
Deferred tax liabilities	853,937	171,245
Other liabilities	861,450	815,595
Total liabilities	70,659,857	61,172,027
Paid-in capital	139,000,000	139,000,000
Capital reserve	49,614,251	49,614,251
Other comprehensive income	686,080	686,080
Surplus reserve	8,667,689	8,667,689
Retained earnings	33,350,362	31,512,750
Total owners' equity	231,318,382	229,480,770
Total liabilities and owners' equity	301,978,239	290,652,797

Income Statement

for the three months ended 31 March 2019 (Unaudited)

CITIC Corporation Limited

Expressed in Renminbi '000

	2019	2018
Operating income	3,021,581	(57,576)
Less: Total operating costs	501,988	681,745
Including: Taxes and surcharges	1,562	2,147
General and administrative expenses	151,796	135,137
Financial expenses	348,630	544,461
Operating profit	2,519,593	(739,321)
Less: Non-operating expenses	-	1
Profit before income tax	2,519,593	(739,322)
Less: Income tax expense	681,981	-
Net profit for the period	1,837,612	(739,322)

Cash Flow Statement

for the three months ended 31 March 2019 (Unaudited)

CITIC Corporation Limited

Expressed in Renminbi '000

	2019	2018
Cash flows from operating activities:		
Interests, fee and commission received	38,143	57,473
Cash received from other operating activities	19,133	229,420
Sub-total of cash inflows from operating activities	57,276	286,893
Interests, fee and commission paid	1,510	85
Cash paid for various taxes	1,998	16,672
Cash paid for other operating activities	452,736	424,386
Sub-total of cash outflows from operating activities	456,244	441,143
Net cash flows from operating activities	(398,968)	(154,250)
Cash flows from investing activities:		
Cash received from disposal of investments	3,854,311	1,009,207
Sub-total of cash inflows from investing activities	3,854,311	1,009,207
Cash paid for acquisition of investments	26,398,500	14,050,207
Entrusted loans to subsidiaries	940,000	990,000
Sub-total of cash outflows from investing activities	27,338,500	15,040,207
Net cash flows from investing activities	(23,484,189)	(14,031,000)
Cash flows from financing activities:		
Cash received from issuance of new debt instruments	13,000,000	5,000,000
Sub-total of cash inflows from financing activities	13,000,000	5,000,000
Cash paid for repayment of bank and other loans and debt instruments issued	4,000,000	770,674
Cash paid for interest	536,284	511,118
Sub-total of cash outflows from financing activities	4,536,284	1,281,792
Net cash flows from financing activities	8,463,716	3,718,208
Effect of foreign exchange rate changes on cash and cash equivalents	(9,063)	(14,751)
Net decrease in cash and cash equivalents	(15,428,504)	(10,481,793)
Add: Cash and cash equivalents at the beginning of the period	24,363,924	14,058,669
Cash and cash equivalents at the end of the period	8,935,420	3,576,876