

Monthly Return of Equity Issuer on Movements in Securities

For the month ended
(dd/mm/yyyy) :

31/08/2019

To : Hong Kong Exchanges and Clearing Limited

Name of Issuer

China Merchants Bank Co., Ltd. (the "Bank")

Date Submitted

03/09/2019

I. Movements in Authorised Share Capital

1. Ordinary Shares

(1) Stock code : <u>03968</u> Description : <u>H shares</u>			
	No. of ordinary shares	Par value (RMB)	Authorised share capital (See Remark 1) (RMB)
Balance at close of preceding month	<u>4,590,901,172</u>	<u>1.00</u>	<u>4,590,901,172</u>
Increase/(decrease)	<u>0</u>		<u>0</u>
Balance at close of the month	<u>4,590,901,172</u>	<u>1.00</u>	<u>4,590,901,172</u>
(2) Stock code : <u>600036</u> Description : <u>A Shares (Shanghai)</u>			
	No. of ordinary shares	Par value (RMB)	Authorised share capital (See Remark 1) (RMB)
Balance at close of preceding month	<u>20,628,944,429</u>	<u>1.00</u>	<u>20,628,944,429</u>
Increase/(decrease)	<u>0</u>		<u>0</u>
Balance at close of the month	<u>20,628,944,429</u>	<u>1.00</u>	<u>20,628,944,429</u>

2. Preference Shares

(1) Stock code : <u>04614</u> Description : <u>U.S. \$1,000,000,000 4.40% Non-Cumulative Perpetual Offshore Preference Shares ("Offshore Preference Shares")</u>			
	No. of Offshore preference shares	Par value (RMB)	Authorised share capital (See Remark 2) (U.S.\$)
Balance at close of preceding month	<u>50,000,000</u>	<u>100</u>	<u>1,000,000,000</u>
Increase/(decrease)	<u>0</u>	<u>0</u>	<u>0</u>
Balance at close of the month	<u>50,000,000</u>	<u>100</u>	<u>1,000,000,000</u>

Stock code : <u>360028</u> Description : <u>RMB27,500,000,000 (dividend yield of 4.81%, Non-Cumulative) Domestic Preference Shares ("Domestic Preference Shares")</u>			
	No. of preference shares	Par value (RMB)	Authorised share capital (See Remark 3) (RMB)
Balance at close of preceding month	<u>275,000,000</u>	<u>100</u>	<u>27,500,000,000</u>
Increase/(decrease)	<u>0</u>	<u>0</u>	<u>0</u>
Balance at close of the month	<u>275,000,000</u>	<u>100</u>	<u>27,500,000,000</u>

3. Other Classes of Shares

Stock code : <u>N/A</u> Description : _____			
	No. of other classes of shares	Par value (State currency)	Authorised share capital (State currency)
Balance at close of preceding month	_____	_____	_____
Increase/(decrease)	_____	_____	_____
Balance at close of the month	_____	_____	_____

Total authorised share capital at the end of the month (Total registered share capital and Preference Shares) (RMB) : 59,352,045,601
(See Remark 4)

II. Movements in Issued Share Capital

	No. of ordinary shares		No. of preference shares		
	(1) H Shares	(2) A Shares	(1) USD Offshore Preference Shares	(2) Domestic Preference Shares	No. of other classes of shares
Balance at close of preceding month	<u>4,590,901,172</u>	<u>20,628,944,429</u>	<u>50,000,000</u>	<u>275,000,000</u>	<u>N/A</u>
Increase/ (decrease) during the month	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>N/A</u>
Balance at close of the month	<u>4,590,901,172</u>	<u>20,628,944,429</u>	<u>50,000,000</u>	<u>275,000,000</u>	<u>N/A</u>

III. Details of Movements in Issued Share Capital

Share Options (under Share Option Schemes of the Issuer)

Particulars of share option scheme including EGM approval date (dd/mm/yyyy) and class of shares issuable	Movement during the month				No. of new shares of issuer issued during the month pursuant thereto	No. of new shares of issuer which may be issued pursuant thereto as at close of the month
	Granted	Exercised	Cancelled	Lapsed		
1. N/A						
(/ /)						
shares						
(Note 1)						
2. N/A						
(/ /)						
shares						
(Note 1)						
3. N/A						
(/ /)						
shares						
(Note 1)						
Total A. (Ordinary shares)					<u>Nil</u>	
(Preference shares)					<u>Nil</u>	
(Other class)					<u>Nil</u>	
Total funds raised during the month from exercise of options (State currency)	<u>Nil</u>					

Warrants to Issue Shares of the Issuer which are to be Listed

Description of warrants (Date of expiry - dd/mm/yyyy)	Currency of nominal value	Nominal value at close of preceding month	Exercised during the month	Nominal value at close of the month	No. of new shares of issuer issued during the month pursuant thereto	No. of new shares of issuer which may be issued pursuant thereto as at close of the month
1. N/A						
(/ /)						
Stock code (if listed)						
Class of shares issuable (<i>Note 1</i>)						
Subscription price						
EGM approval date (if applicable) (dd/mm/yyyy)		(/ /)				
2. N/A						
(/ /)						
Stock code (if listed)						
Class of shares issuable (<i>Note 1</i>)						
Subscription price						
EGM approval date (if applicable) (dd/mm/yyyy)		(/ /)				
3. N/A						
(/ /)						
Stock code (if listed)						
Class of shares issuable (<i>Note 1</i>)						
Subscription price						
EGM approval date (if applicable) (dd/mm/yyyy)		(/ /)				
4. N/A						
(/ /)						
Stock code (if listed)						
Class of shares issuable (<i>Note 1</i>)						
Subscription price						
EGM approval date (if applicable) (dd/mm/yyyy)		(/ /)				
Total B.					(Ordinary shares)	Nil
					(Preference shares)	Nil
					(Other class)	Nil

Convertibles (i.e. Convertible into Shares of the Issuer which are to be Listed)

Class and description	Currency of amount outstanding	Amount at close of preceding month	Converted during the month	Amount at close of the month	No. of new shares of issuer issued during the month pursuant thereto	No. of new shares of issuer which may be issued pursuant thereto as at close of the month
1. Offshore Preference Shares, convertible compulsorily upon occurrence of a trigger event pursuant to the terms and conditions with respect to the Offshore Preference Shares	U.S.\$	1,000,000,000	Nil	1,000,000,000	Nil	368,812,915 H Shares (See Remark 5)
Stock code (if listed)	04614					
Class of shares issuable (Note 1)	H Shares					
Subscription price	The initial conversion price is HK\$21.06 per H Share, subject to adjustment					
EGM approval date (if applicable) (dd/mm/yyyy)	(26/05/2017)					
2. Domestic Preference Shares, convertible compulsorily upon occurrence of a trigger event pursuant to the terms and conditions with respect to the Domestic Preference Shares	RMB	27,500,000,000	Nil	27,500,000,000	Nil	1,445,846,477 A Shares (See Remark 6)
Stock code (if listed)	360028					
Class of shares issuable (Note 1)	A Shares					
Subscription price	The initial conversion price is RMB19.02 per share, subject to adjustment					
EGM approval date (if applicable) (dd/mm/yyyy)	(26/05/2017)					
3. N/A						
Stock code (if listed)						
Class of shares issuable (Note 1)						
Subscription price						
EGM approval date (if applicable) (dd/mm/yyyy)	(/ /)					
4. N/A						
Stock code (if listed)						
Class of shares issuable (Note 1)						
Subscription price						
EGM approval date (if applicable) (dd/mm/yyyy)	(/ /)					

Class and description	Currency of amount outstanding	Amount at close of preceding month	Converted during the month	Amount at close of the month	No. of new shares of issuer issued during the month pursuant thereto	No. of new shares of issuer which may be issued pursuant thereto as at close of the month
Total C. (Ordinary shares)					Nil	
(Preference shares)					Nil	
(Other class)					Nil	

Any other Agreements or Arrangements to Issue Shares of the Issuer which are to be Listed, including Options (other than under Share Option Schemes)

Full particulars including EGM approval date (dd/mm/yyyy), if applicable, and class of shares issuable:	No. of new shares of issuer issued during the month pursuant thereto	No. of new shares of issuer which may be issued pursuant thereto as at close of the month
1. <u>N/A</u>		
(/ /)		
shares (Note 1)		
2. <u>N/A</u>		
(/ /)		
shares (Note 1)		
3. <u>N/A</u>		
(/ /)		
shares (Note 1)		
Total D. (Ordinary shares)	Nil	
(Preference shares)	Nil	
(Other class)	Nil	

Other Movements in Issued Share Capital

Type of Issue				No. of new shares of issuer issued during the month pursuant thereto	No. of new shares of issuer which may be issued pursuant thereto as at close of the month
1. Rights issue	At price :	State currency _____	Class of shares _____ issuable (<i>Note 1</i>) Issue and allotment date : (dd/mm/yyyy) (/ /) EGM approval date: (/ /) (dd/mm/yyyy)	<u>N/A</u>	<u>N/A</u>
2. Open offer	At price :	State currency _____	Class of shares _____ issuable (<i>Note 1</i>) Issue and allotment date : (dd/mm/yyyy) (/ /) EGM approval date: (/ /) (dd/mm/yyyy)	<u>N/A</u>	<u>N/A</u>
3. Placing	At price :	State currency _____	Class of shares _____ issuable (<i>Note 1</i>) Issue and allotment date : (dd/mm/yyyy) (/ /) EGM approval date: (/ /) (dd/mm/yyyy)	<u>N/A</u>	<u>N/A</u>
4. Bonus issue			Class of shares _____ issuable (<i>Note 1</i>) Issue and allotment date : (dd/mm/yyyy) (/ /) EGM approval date: (/ /) (dd/mm/yyyy)	<u>N/A</u>	<u>N/A</u>

Type of Issue				No. of new shares of issuer issued during the month pursuant thereto	No. of new shares of issuer which may be issued pursuant thereto as at close of the month
5. Scrip dividend	At price :	State currency _____	Class of shares _____ issuable (<i>Note 1</i>) Issue and allotment date : (dd / mm / yyyy) EGM approval date: (dd / mm / yyyy) (dd / mm / yyyy)	<u>N/A</u>	<u>N/A</u>
6. Repurchase of shares			Class of shares _____ repurchased (<i>Note 1</i>) Cancellation date : (dd / mm / yyyy) (dd / mm / yyyy) EGM approval date: (dd / mm / yyyy) (dd / mm / yyyy)	<u>N/A</u>	<u>N/A</u>
7. Redemption of shares			Class of shares _____ redeemed (<i>Note 1</i>) Redemption date : (dd / mm / yyyy) (dd / mm / yyyy) EGM approval date: (dd / mm / yyyy) (dd / mm / yyyy)	<u>N/A</u>	<u>N/A</u>
8. Consideration issue	At price :	State currency _____	Class of shares _____ issuable (<i>Note 1</i>) Issue and allotment date : (dd / mm / yyyy) (dd / mm / yyyy) EGM approval date: (dd / mm / yyyy) (dd / mm / yyyy)	<u>N/A</u>	<u>N/A</u>

				No. of new shares of issuer issued during the month pursuant thereto	No. of new shares of issuer which may be issued pursuant thereto as at close of the month
Type of Issue					
9. Capital reorganisation	Class of shares _____ issuable (<i>Note 1</i>)				
	Issue and allotment date : (dd/mm/yyyy)			(/ /)	
	EGM approval date: (dd/mm/yyyy)			(/ /)	
				<u>N/A</u>	<u>N/A</u>
10. Other (Please specify)	At price : _____	State currency _____	Class of shares _____ issuable (<i>Note 1</i>)		
			Issue and allotment date : (dd/mm/yyyy)		
			EGM approval date: (dd/mm/yyyy)		
			<u>N/A</u>	<u>N/A</u>	
Total E. (Ordinary shares)				<u>Nil</u>	
(Preference shares)				<u>Nil</u>	
(Other class)				<u>Nil</u>	

Total increase / (decrease) in ordinary shares during the month (i.e. Total of A to E):	(1)	<u>Nil</u>
	(2)	<u>Nil</u>
Total increase / (decrease) in preference shares during the month (i.e. Total of A to E):		<u>Nil</u>
Total increase / (decrease) in other classes of shares during the month (i.e. Total of A to E):		<u>Nil</u>
<i>(These figures should be the same as the relevant figures under II above ("Movements in Issued Share Capital").)</i>		

IV. Confirmations

We hereby confirm to the best knowledge, information and belief that, in relation to each of the securities issued by the issuer during the month as set out in Part III which has not been previously disclosed in a return published under rule 13.25A, it has been duly authorized by the board of directors of the listed issuer and, insofar as applicable:	
<i>(Note 2)</i>	
(i)	all money due to the listed issuer in respect of the issue of securities has been received by it;
(ii)	all pre-conditions for listing imposed by the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited under "Qualifications of listing" have been fulfilled;

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|--------|---|
| (iii) | all (if any) conditions contained in the formal letter granting listing of and permission to deal in the securities have been fulfilled; |
| (iv) | all the securities of each class are in all respects identical (<i>Note 3</i>); |
| (v) | all documents required by the Companies (Winding Up and Miscellaneous Provisions) Ordinance to be filed with the Registrar of Companies have been duly filed and that compliance has been made with other legal requirements; |
| (vi) | all the definitive documents of title have been delivered/are ready to be delivered/are being prepared and will be delivered in accordance with the terms of issue; |
| (vii) | completion has taken place of the purchase by the issuer of all property shown in the listing document to have been purchased or agreed to be purchased by it and the purchase consideration for all such property has been duly satisfied; and |
| (viii) | the trust deed/deed poll relating to the debenture, loan stock, notes or bonds has been completed and executed, and particulars thereof, if so required by law, have been filed with the Registrar of Companies. |

Remarks (if any):

1. As the Bank is incorporated in the People's Republic of China, the concept of "authorised share capital" is not applicable. The information shown as "authorised share capital" in section I above refers to the "registered share capital" of the Bank.
2. Calculated by multiplying the total number of the Offshore Preference Shares issued by the issuance price of each Offshore Preference Share, being U.S.\$20 each.
3. Calculated in accordance with the number of Domestic Preference Shares and the number of proceeds raised from the issuance of each share, which is RMB100 for each Domestic Preference Shares issued.
4. Calculated based on the aggregate of ordinary share capital and the total proceeds raised from the issuance of the Domestic Preference Shares and all Offshore Preference Shares, which is converted into Renminbi at the CNY Central Parity Rate between U.S. dollars and Renminbi of RMB6.6322 to U.S.\$1.00 as published by the China Foreign Exchange Trading Centre on 25 October 2017.
5. The initial conversion price of the Offshore Preference Shares is equal to the average trading price of H Shares of the Bank for the 20 trading days prior to the announcement date of the Board resolution approving the proposed issuance of the Offshore Preference Shares (24 March 2017), namely HK\$21.06 per H Share. The number of H Shares issuable upon full conversion of the Offshore Preference Shares is calculated by dividing the total offer size of Offshore Preference Shares (as converted into Hong Kong dollars at the fixed exchange rate of US\$1.00 to HK\$7.7672) by the initial conversion price of HK\$21.06 per H Share, rounded down to the nearest whole number of H Shares.
6. The initial conversion price is equal to the average trading price of the A Shares of the Company for the 20 trading days preceding 24 March 2017, i.e. RMB19.02 per A Share. The number of A Shares issuable upon full conversion of the Domestic Preference Shares is calculated by dividing the total offer size of Domestic Preference Shares by the initial conversion price of RMB19.02 per A Share, rounded down to the nearest whole number of A Shares.

Submitted by: **Liu Jianjun**

Title: **Joint Company Secretary**
(Director, Secretary or other duly authorised officer)

Notes :

1. *State the class of shares (e.g. ordinary, preference or other).*
2. *Items (i) to (viii) are suggested forms of confirmation which may be amended to meet individual cases. Where the issuer has already made the relevant confirmations in a return published under rule 13.25A in relation to the securities issued, no further confirmation is required to be made in this return.*
3. *“Identical” means in this context:*
 - *the securities are of the same nominal value with the same amount called up or paid up;*
 - *they are entitled to dividend/interest at the same rate and for the same period, so that at the next ensuing distribution, the dividend/interest payable per unit will amount to exactly the same sum (gross and net); and*
 - *they carry the same rights as to unrestricted transfer, attendance and voting at meetings and rank pari passu in all other respects.*
4. *If there is insufficient space, please append the prescribed continuation sheet.*