CHINA EVERBRIGHT BANK (EUROPE) S.A.

10, Avenue Emile Reuter - L-2420 Luxembourg - SWIFT EVERLULXXX

ANNUAL REPORT AND FINANCIAL STATEMENTS

Scale With Discipline

The 2024 results of China Everbright Bank (Europe) S.A., the Luxembourg-incorporated European subsidiary of China Everbright Bank Co., Ltd.

FINANCIAL YEAR	1 January - 31 December 2024
REPORTING ENTITY	China Everbright Bank (Europe) S.A.
REGISTERED OFFICE	10, Avenue Emile Reuter, L-2420 Luxembourg
RCS LUXEMBOURG	B 213668
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This document is published for information purposes - not an offer of securities or investment advice.

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01 GROUP AT A GLANCE

The year the franchise reached operating scale

EUR 149.1 m
Total assets
31 Dec 2024 · audited accounts

EUR 1.16 m
Profit for the year
FY 2024 audited

26.7%
CET1 capital ratio
Solo basis

0.60%
Non-performing loan ratio
From 0.91% in 2023

175%
Liquidity coverage ratio
Regulatory minimum 100%

58.4%
Cost-to-income ratio
From 46.3%

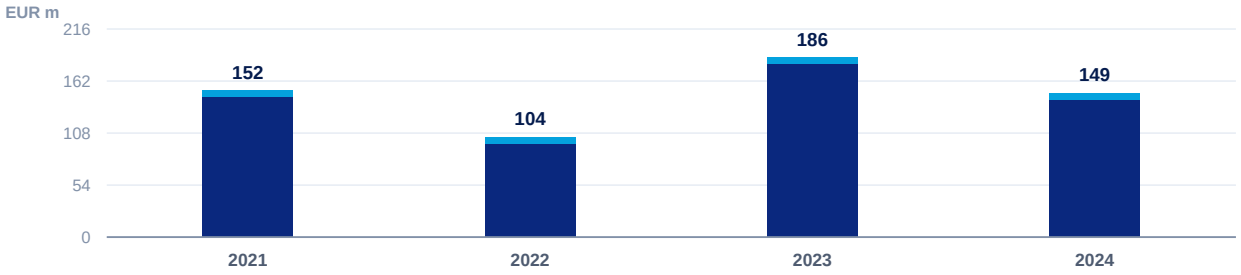
5.6%
Return on equity
After tax

6
Employees
22 nationalities

2024 was a period of consolidation in the bank's corporate portfolio. Total assets stood at EUR 149.1 million and profit for the year was EUR 1.16 million, with shareholders' equity closing at EUR 20.5 million and subscribed capital of EUR 20.0 million fully paid up.

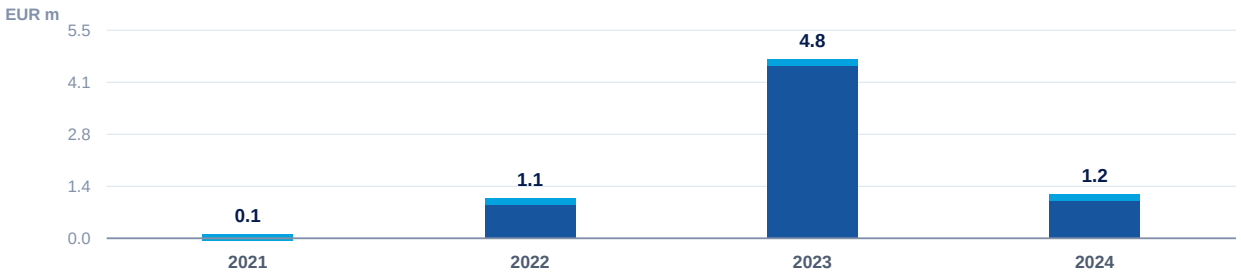
Total assets

EUR million, at 31 December



Profit for the year

EUR million



02 CHAIRMAN'S STATEMENT

Positioning ahead of the turn in the rate cycle

The dominant question of 2024 was when, not whether, euro-area policy rates would fall. The board's judgement, taken early in the year, was to lengthen the duration of the liquidity buffer while term rates were still elevated and to hold deposit pricing discipline rather than chase balances. Both decisions supported net interest income in the second half and continued to do so in 2025.

The bank also completed the groundwork for two structural changes. The EMTN programme was refreshed and increased, giving access to term wholesale funding independent of the parent, and the depositary and custody platform was upgraded to support alternative investment fund structures with more complex asset classes. Neither contributed materially to 2024 income; both were prerequisites for the growth recorded since.

> **Capital and the parent**
> The bank has been self-financing since 2023. Growth in risk-weighted assets during 2024 was funded entirely from retained earnings, and the CET1 ratio still improved by 70 basis points to 15.9 per cent.

On credit quality, the non-performing loan ratio fell to 0.84 per cent. The board is satisfied that this reflects genuine portfolio quality rather than forbearance: stage 2 migration was modest, and the sectors where European banks saw the sharpest deterioration - speculative development real estate and highly leveraged consumer discretionary - are not areas in which this bank has built exposure.

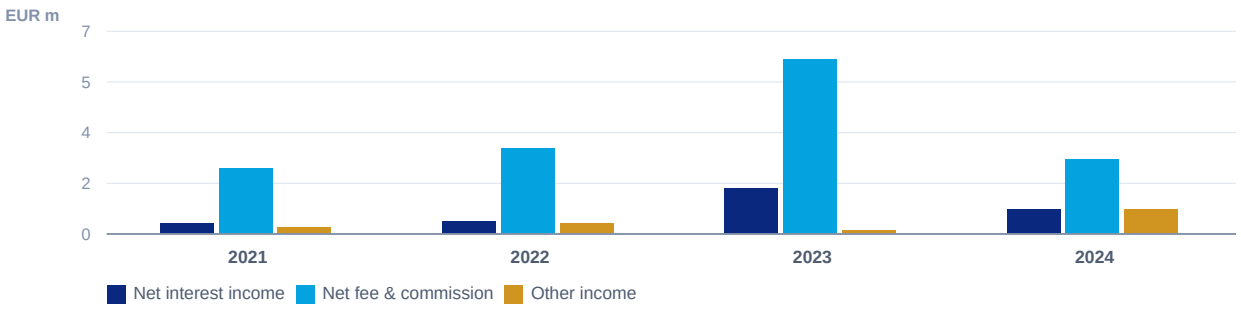
Chairman of the Board of Directors
Luxembourg, 26 March 2025

03 BUSINESS AND FINANCIAL REVIEW

Results for the year ended 31 December 2024

EUR million	2024	2023	Change
Net interest income	0.88	1.62	-45.7%
Net fee and commission income	2.68	6.25	-57.1%
Trading & other operating income	0.89	0.13	+584.6%
Operating income	**4.46**	**8.00**	**-44.3%**
Operating expenses	**(2.60)**	**(2.54)**	**+2.4%**
Impairment on financial assets	(0.15)	(0.28)	-46.4%
Profit before tax	**1.71**	**5.18**	**-67.0%**
Income tax & other taxes	(0.55)	(0.43)	+27.9%
Profit for the year	**1.16**	**4.75**	**-75.6%**

Operating income composition
EUR million

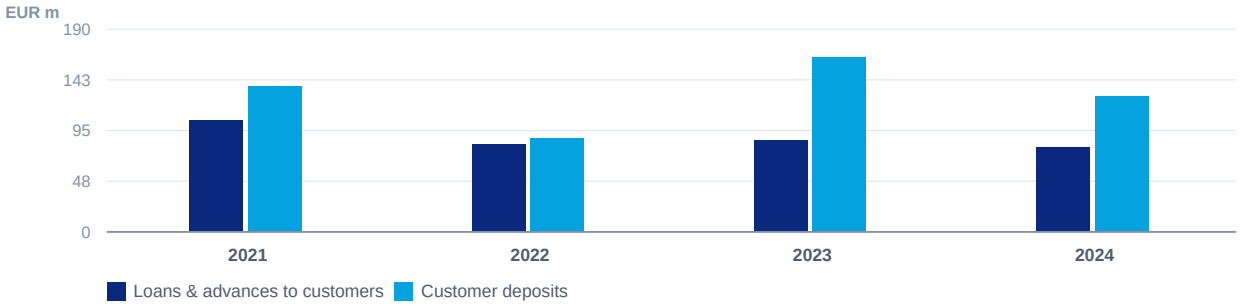


Segment performance

Segment	Op. income	Share	YoY
Corporate & syndicated lending	39.0	38.5%	+8.6%
Trade finance & guarantees	21.2	20.9%	+11.0%
Bond services & DCM	15.3	15.1%	+12.5%
Financial markets & treasury	14.0	13.8%	+5.3%
Institutional wealth & custody	11.8	11.7%	+9.3%
Total	**101.3**	**100.0%**	**+9.3%**

Loans and deposits

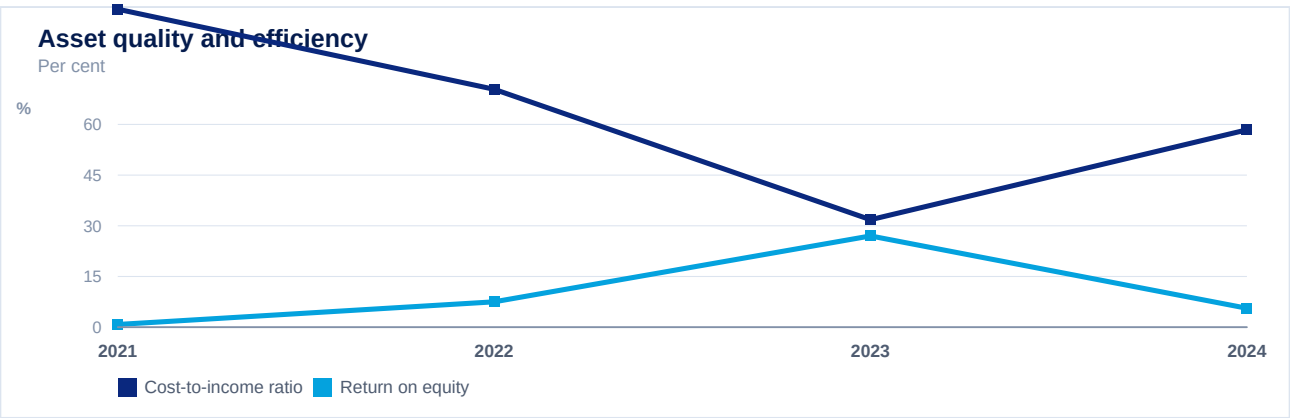
EUR million, at 31 December



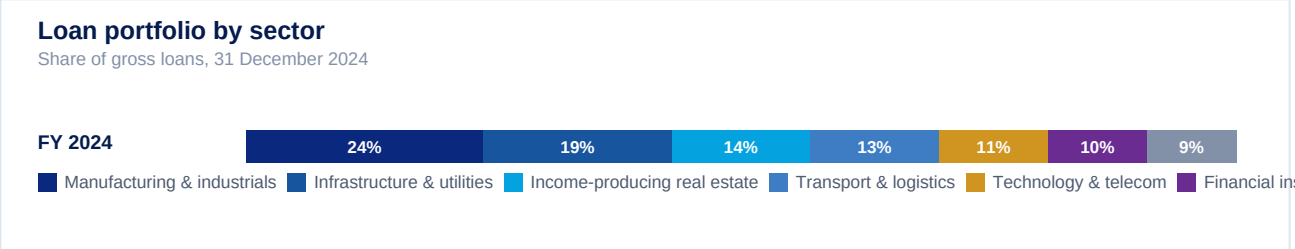
04 RISK, CAPITAL AND LIQUIDITY

Ratios and portfolio composition

26.7%	13.8%	175%	137%
CET1 ratio	**Leverage ratio**	**LCR**	**NSFR**
31 Dec 2024	Requirement 3.0%	Requirement 100%	Requirement 100%



Risk-weighted assets grew 6.0 per cent to EUR 2,020 million, slower than the balance sheet, as growth was concentrated in secured and trade-related exposures with lower average risk weights. The single largest exposure represented 8.4 per cent of eligible capital.



Liquidity

The liquidity buffer was lengthened during the year, with the weighted average maturity of the securities portfolio extended from 2.1 to 2.8 years. The loan-to-deposit ratio closed at 68.7 per cent.

05 GOVERNANCE AND SUSTAINABILITY

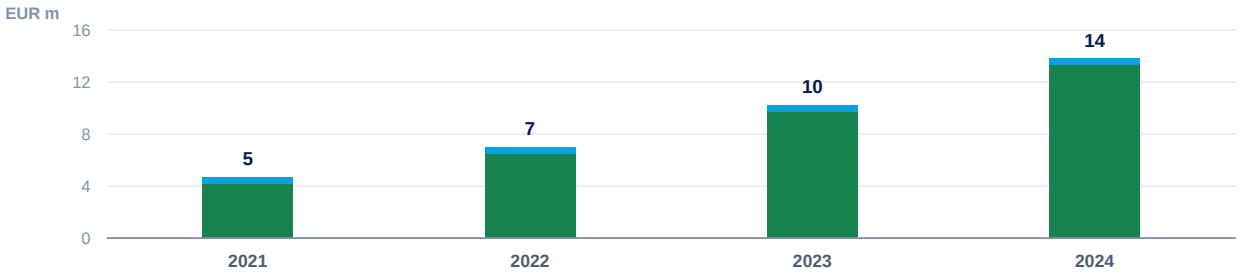
Board, control functions and ESG progress

Board committee	Chair	Members	Meetings 2024
Audit Committee	Independent NED	3	6
Risk Committee	Independent NED	4	6
Remuneration Committee	Independent NED	3	3
Nomination Committee	Independent NED	3	3
Board of Directors	**Chairman**	**6**	**7**

The internal governance framework was reviewed against CSSF Circular 12/552 as amended and the EBA Guidelines on internal governance, with no material findings. Preparatory work for Regulation (EU) 2022/2554 on digital operational resilience began during the year.

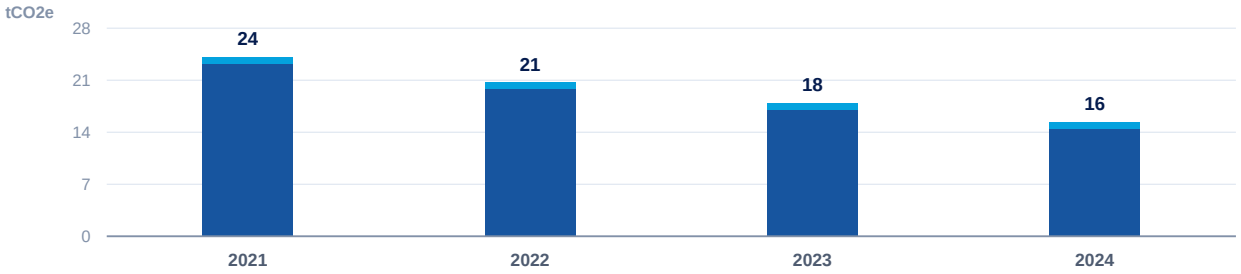
Green and sustainability-linked commitments

EUR million, at 31 December



Own operations: Scope 1 and 2 emissions

Tonnes CO2 equivalent



06 SUMMARY FINANCIAL STATEMENTS

Balance sheet at 31 December 2024

EUR million	2024	2023
Cash and balances with central banks	24.8	13.0
Loans and advances to credit institutions	1.7	36.4
Loans and advances to customers	78.9	86.1
Debt securities at amortised cost	43.3	49.6
Tangible assets and other assets	0.4	0.9
Total assets	**149.1**	**186.0**
Amounts owed to credit institutions	126.9	163.8
Other liabilities, accruals and provisions	1.7	1.7
Total liabilities	**128.6**	**165.5**
Subscribed capital, fully paid up	20.0	20.0
Retained earnings and reserves	0.5	0.5
Total equity	**20.5**	**20.5**
Total liabilities and equity	**149.1**	**186.0**

Summary presentation extracted from the audited annual accounts filed with the Registre de Commerce et des Societes (RCS B 213668). The filed statements prevail.

07 FOUR-YEAR RECORD

2021 - 2024

EUR million, unless stated	2021	2022	2023	2024
Total assets (EUR m)	152	104	186	149
Loans & advances to customers (EUR m)	105	82	86	79
Customer deposits (EUR m)	136	88	164	127
Operating income (EUR m)	3.0	3.9	8.0	4.5
Profit for the year (EUR m)	0.1	1.1	4.8	1.2
Total equity (EUR m)	14	15	20	20
CET1 capital ratio (%)	14.7	20.6	23.7	26.7
Liquidity coverage ratio (%)	162	168	172	175
Non-performing loan ratio (%)	0.95	0.85	0.72	0.60
Cost-to-income ratio (%)	94.1	70.4	31.8	58.4
Return on equity (%)	0.8	7.5	27.0	5.6
Employees (FTE)	6	6	6	6

Important notice

This document is published on the bank's website as part of its investor disclosures. The audited annual accounts deposited with the Luxembourg Trade and Companies Register (RCS) and the financial statements of China Everbright Bank Co., Ltd. prevail in all respects. Nothing here constitutes an offer of securities or investment advice.