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中国农业银行

AGRICULTURAL BANK OF CHINA

AGRICULTURAL BANK OF CHINA LIMITED

中國農業銀行股份有限公司

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

(Stock Code: 1288)

THE FIRST QUARTERLY REPORT OF 2014

The Board of Directors (the “**Board**”) of Agricultural Bank of China Limited (the “**Bank**”) is pleased to announce the unaudited results of the Bank and its subsidiaries (collectively the “**Group**”) for the first quarter ended 31 March 2014, prepared under International Financial Reporting Standards (“**IFRS**”). This announcement is made in accordance with Part XIVA of the Securities and Futures Ordinance (Cap. 571, Laws of Hong Kong) and Rule 13.09(2) and Rule 13.10B of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited.

§1 Important Notice

- 1.1 The Board, the Board of Supervisors, Directors, Supervisors and Senior Management of the Bank undertake that the information stated in this quarterly report is authentic, accurate and complete and contains no false record, misleading statement or material omission, and assume individual and joint legal liabilities.
- 1.2 The Board reviewed and approved the First Quarterly Report of 2014 at its third meeting of 2014 held on 25 April 2014. 15 Directors attended the meeting, of which 14 Directors attended in person and one attended by proxy. Mr. Frederick MA Si-hang was unable to attend the meeting due to other arrangement and entrusted Mr. Francis YUEN Tin-fan in writing to attend the meeting and vote on his behalf.
- 1.3 The financial statements herein have not been audited.
- 1.4 Mr. JIANG Chaoliang, Legal Representative of the Bank, Mr. LOU Wenlong, Executive Vice President in charge of finance, and Ms. ZHANG Keqiu, General Manager of the Finance and Accounting Department of the Bank, hereby warrant and guarantee that the financial statements contained in this quarterly report are authentic, accurate and complete.

§2 Corporate Information

2.1 Basic corporate information

Stock exchange on which A shares are listed Stock name Stock code	Shanghai Stock Exchange 農業銀行 601288
Stock exchange on which H shares are listed Stock name Stock code	The Stock Exchange of Hong Kong Limited ABC 1288
Board Secretary¹ Company Secretary Address Tel Fax Email	LI Zhenjiang ZHU Gaoming No. 69, Jianguomen Nei Avenue, Dongcheng District, Beijing, PRC (Postal code: 100005) 86-10-85109619 86-10-85108557 ir@abchina.com

2.2 Major financial data

Financial data and indicators recorded in this quarterly report are the data of the Group prepared in accordance with IFRS and presented in Renminbi (“RMB”), unless otherwise stated.

¹ Mr. ZHU Gaoming was appointed as the Board Secretary of the Bank at the second Board meeting of 2014 and his appointment is still subject to his qualification being approved by China Banking Regulatory Commission. Prior to the commencement of his terms of office, Mr. LI Zhenjiang will continue to serve as the Board Secretary of the Bank.

2.2.1 Major financial data and indicators

In millions of RMB, unless otherwise stated

	31 March 2014	31 December 2013	Change as compared to the end of 2013 (%)
Total Assets	15,322,116	14,562,102	5.22
Loans and advances to customers, net	7,219,584	6,902,522	4.59
Deposits with banks and other financial institutions	421,395	397,678	5.96
Placements with banks and other financial institutions	382,171	308,655	23.82
Investment in securities and other financial assets, net	3,313,921	3,220,098	2.91
Total liabilities	14,416,967	13,717,565	5.10
Deposits from customers	12,535,428	11,811,411	6.13
Deposits from banks and other financial institutions	747,807	729,354	2.53
Placements from banks and other financial institutions	172,202	174,363	-1.24
Equity attributable to equity holders of the Bank	903,632	843,108	7.18
Net assets per share (in RMB Yuan)	2.78	2.60	6.92
	Three months ended 31 March 2014 (January– March)	Three months ended 31 March 2013 (January– March)	Change as compared to the same period of 2013 (%)
Net cash flow from operating activities	172,274	196,645	-12.39
Net cash flow per share from operating activities (in RMB Yuan)	0.53	0.61	-13.11
	Three months ended 31 March 2014 (January– March)	Three months ended 31 March 2013 (January– March)	Change as compared to the same period of 2013 (%)
Operating income	136,674	119,841	14.05
Net profit	53,522	47,051	13.75
Net profit attributable to equity holders of the Bank	53,430	47,011	13.65
Basic earnings per share (in RMB Yuan)	0.16	0.14	14.29
Return on weighted average net assets (annualized, %)	24.47	24.28	Increased by 0.19 percentage point

2.2.2 Differences between the financial statements prepared under IFRS and Generally Accepted Accounting Principles of the People's Republic of China ("PRC GAAP")

There are no differences between the net profit and shareholders' equity for the reporting period in the consolidated financial statements prepared under IFRS and those prepared under PRC GAAP by the Group.

2.3 Total number of shareholders and particulars of shareholdings of the top 10 shareholders and the top 10 shareholders not subject to restrictions on sales at the end of the reporting period

At the end of the reporting period, the Bank had 316,015 shareholders in total, including 28,430 H-share shareholders and 287,585 A-share shareholders.

Particulars of shareholdings of the top 10 shareholders (based on the register of shareholders as at 31 March 2014)

Name of shareholders	Nature of shareholder	Type of shares	Shareholding percentage (%)	Total number of shares held	Number of shares subject to restrictions on sales	Number of pledged or locked-up shares
Central Huijin Investment Ltd. ("Huijin")	State-owned	A shares	40.28	130,831,990,282	—	None
Ministry of Finance of the PRC ("MOF")	State-owned	A shares	39.21	127,361,764,737	—	None
HKSCC Nominees Limited	Overseas legal entity	H shares	9.04	29,349,282,140	—	Unknown
National Council for Social Security Fund of the PRC	State-owned	A shares	3.02	9,797,058,826	9,797,058,826	None
Ping An Life Insurance Company of China, Ltd. — Traditional — Ordinary Insurance Products	Other	A shares	1.48	4,812,906,379	—	None
National Council for Social Security Fund of the PRC — Account III for state-owned shares transfer	State-owned	A shares	0.41	1,325,882,341	94,705,881	None
China Life Insurance Company Limited — Dividend distribution — Individual dividend — 005L — FH002 HU	Other	A shares	0.41	1,323,466,528	—	None
Standard Chartered Bank	Overseas legal entity	H shares	0.37	1,217,281,000	—	Unknown
State Grid Yingda International Holdings Group Limited	Other	A shares	0.23	746,268,000	—	None
China Shuangwei Investment Corporation	Other	A shares	0.23	746,268,000	—	None

Notes: (1) Particulars of shareholding of holders of H shares were based on the number of shares as recorded in the register of shareholders of the Bank maintained by the H shares registrar.

(2) All the shares held by HKSCC Nominees Limited represents the total number of H shares held by it as a nominee on behalf of all the institutional and individual investors that open an account and register with it as at 31 March 2014.

(3) Apart from National Council for Social Security Fund of the PRC — Account III for state-owned shares transfer which is managed by National Council for Social Security Fund of the PRC, the Bank is not aware of any connection between the above shareholders or whether they are parties acting in concert.

**Particulars of shareholdings of the top 10 shareholders not subject to restrictions on sales
(based on the register of shareholders as at 31 March 2014)**

Name of shareholder	Number of shares not subject to restrictions on sales	Type of shares
Huijin	130,831,990,282	A shares
MOF	127,361,764,737	A shares
HKSCC Nominees Limited	29,349,282,140	H shares
Ping An Life Insurance Company of China, Ltd. — Traditional — Ordinary Insurance Products	4,812,906,379	A shares
China Life Insurance Company Limited — Dividend distribution — Individual dividend — 005L — FH002 HU	1,323,466,528	A shares
National Council for Social Security Fund of the PRC — Account III for state-owned shares transfer	1,231,176,460	A shares
Standard Chartered Bank	1,217,281,000	H shares
State Grid Yingda International Holdings Group Limited	746,268,000	A shares
China Shuangwei Investment Corporation	746,268,000	A shares
China Railway Investment Corp.	742,974,000	A shares

Note: Particulars of shareholdings of holders of H shares were based on the number of shares as recorded in the register of shareholders of the Bank maintained by the H shares registrar.

§3 Brief Analysis on Overall Operating Activities in the First Quarter

(The financial data herein are presented in RMB unless otherwise indicated.)

Financial results

For the three months ended 31 March 2014, the Group achieved a net profit of RMB53,522 million, representing an increase of 13.75% over the same period in 2013, primarily due to the increase in net interest income. Our annualized return on average total assets and annualized return on weighted average net assets reached 1.43% and 24.47%, representing an increase of 0.06 percentage point and 0.19 percentage point over the same period in 2013, respectively. We recorded basic earnings per share of RMB0.16, representing an increase of RMB0.02 over the same period in 2013.

For the three months ended 31 March 2014, the Group recorded an operating income of RMB136,674 million, representing an increase of 14.05% over the same period in 2013. Net interest income amounted to RMB103,142 million, representing an increase of 15.52% over the same period in 2013. Net interest margin and net interest spread amounted to 2.96% and 2.81%, representing an increase of 18 basis points and 17 basis points, respectively, compared to the same period in 2013. Net fee and commission income was RMB26,887 million, representing an increase of 3.45% over the same period in 2013. Operating expenses amounted to RMB53,023 million, representing an increase of 13.60% over the same period in 2013. Cost-to-income ratio (as prepared under PRC GAAP) amounted to 28.86%, representing a decrease of 1.71 percentage points over the same period in 2013. Impairment losses on assets amounted to RMB13,340 million, representing an increase of RMB898 million over the same period in 2013. The impairment losses on loans amounted to RMB13,180 million.

Assets and liabilities

At 31 March 2014, total assets amounted to RMB15,322,116 million, representing an increase of RMB760,014 million or 5.22% compared to the end of 2013. Total loans and advances to customers amounted to RMB7,552,857 million, representing an increase of RMB328,144 million or 4.54% compared to the end of 2013, among which, corporate loans, retail loans, discounted bills, and overseas and other loans amounted to RMB4,910,348 million, RMB2,211,461 million, RMB76,024 million and RMB355,024 million, respectively. Net investment in securities and other financial assets increased by RMB93,823 million or 2.91% compared to the end of 2013 to RMB3,313,921 million.

Total liabilities increased by RMB699,402 million or 5.10% over the end of 2013 to RMB14,416,967 million. Deposits from customers increased by RMB724,017 million or 6.13% compared to the end of 2013 to RMB12,535,428 million. In terms of the maturity of deposits, time deposits, demand deposits and other deposits amounted to RMB5,260,311 million, RMB6,664,756 million and RMB610,361 million, respectively. In terms of business line, corporate deposits, retail deposits and other deposits amounted to RMB4,533,332 million, RMB7,391,735 million and RMB610,361 million, respectively.

At 31 March 2014, loan-to-deposit ratio was 60.25%, representing a decrease of 0.92 percentage point as compared to the end of 2013. For the three months ended 31 March 2014, average daily balance of deposits was RMB11,679,957 million, with average daily loan-to-deposit ratio of 63.37%.

Shareholders' equity increased by RMB60,612 million or 7.18% compared to the end of 2013 to RMB905,149 million, with share capital of RMB324,794 million, capital reserve of RMB98,773 million, negative investment revaluation reserve of RMB15,780 million, surplus reserve of RMB60,687 million, general reserve of RMB139,358 million and retained earnings of RMB296,703 million, respectively.

Asset quality

At 31 March 2014, non-performing loans amounted to RMB91,991 million, representing an increase of RMB4,210 million as compared to the end of 2013. The non-performing loan ratio was 1.22%, which remained the same level with the end of 2013. The ratio of allowance to non-performing loans reached 362.29%, representing a decrease of 4.75 percentage points as compared to the end of 2013.

County Area Banking Business

At 31 March 2014, total loans and advances to customers of County Area Banking Business amounted to RMB2,462,663 million, representing an increase of RMB114,629 million or 4.88% as compared to the end of 2013. Deposits from customers of County Area Banking Business amounted to RMB5,294,622 million, representing an increase of RMB335,185 million or 6.76% as compared to the end of 2013.

The non-performing loan ratio of the County Area Banking Business was 1.59%, representing an increase of 0.05 percentage point as compared to the end of 2013. The ratio of allowance to non-performing loans reached 344.82%, representing a decrease of 8.03 percentage points as compared to the end of 2013.

§4 Significant Events

4.1 Significant changes in major financial statements items and financial indicators and the reasons thereof

☒ Applicable ☐ Not Applicable

Compared with the end of 2013 or the same period of 2013, items of major consolidated financial statements and financial indicators with changes over 30% and the reasons thereof are as follows:

In millions of RMB, except for percentages

Item	Three months ended 31 March 2014	Three months ended 31 March 2013	Change over the same period of 2013 (%)	Major reasons for change
Fee and commission expenses	(1,106)	(658)	68.09	The increase in fee and commission expenses for settlement and clearing businesses and bank card activities
Net trading gain	1,847	1,246	48.23	The increase in gain of valuation of debt securities held for trading and precious metals
Net gain/(loss) on financial instruments designated at fair value through profit or loss	131	(4)	NA	The increase in fair value of principle-guaranteed wealth management products' underlying investment debt securities
Net gain on investment securities	51	146	-65.07	The decrease in gain of investment securities by subsidiary
Other incomes	4,616	3,174	45.43	The increase in premium of ABC Life Insurance
Profit attributable to the non-controlling interests for this reporting period	92	40	130.00	The increase in the profit of non-wholly owned subsidiaries
Other comprehensive incomes, net of tax	7,090	1,914	270.43	The increase in fair value of available-for-sale financial assets

In millions of RMB, except for percentages

Item	31 March 2014	31 December 2013	Change over the end of 2013 (%)	Major reasons for change
Investment in associates and joint ventures	—	1	-100.00	Liquidation of joint venture
Financial liabilities held for trading	27,449	20,805	31.93	The increase in gold price and gold leasing business
Financial assets sold under repurchase agreements	11,486	26,787	-57.12	The decrease in debt securities sold under repurchase agreements
Investment revaluation reserve	(15,780)	(22,772)	-30.70	The increase in fair value of available-for-sale financial assets

4.2 Progress of significant events and analysis on their effects and solutions

☐ Applicable ☒ Not Applicable

4.3 Fulfilment of commitments made by the Bank and its shareholders with more than 5% shareholding

☒ Applicable ☐ Not Applicable

Commitments made by the shareholders by the end of the reporting period are the same as those disclosed in the annual report of the Bank for 2013. As at 31 March 2014, all of the commitments made by the shareholders of the Bank were properly fulfilled.

4.4 Implementation of cash dividend policy during the reporting period

☐ Applicable ☒ Not Applicable

4.5 Warnings and explanations on estimated loss or significant change (as compared to the same period of last year) in net accumulated profit from the beginning of the year to the end of the next reporting period

☐ Applicable ☒ Not Applicable

§5 Information of Capital Adequacy Ratios

The Bank disclosed the following information regarding capital adequacy ratios in accordance with the requirements of the *Capital Rules for Commercial Banks (Provisional)* issued by the China Banking Regulatory Commission (the “CBRC”). The Bank adopted weighted approach, standardized approach and basic indicator approach to measure credit risk-weighted assets, market risk-weighted assets and operational risk-weighted assets, respectively. The measurement of total capital, risk-weighted assets and capital adequacy ratios pursuant to the *Capital Rules for Commercial Banks (Provisional)* are set out in the table below.

In millions of RMB, except for percentages

Item	31 March 2014		31 December 2013	
	Group	Bank	Group	Bank
Common Equity Tier 1 capital	897,957	891,148	838,473	831,648
Tier 1 capital	897,959	891,148	838,474	831,648
Total capital	1,124,400	1,116,939	1,074,967	1,067,420
Risk-weighted assets	9,470,902	9,415,389	9,065,631	9,004,578
Common Equity Tier 1 capital adequacy ratio	9.48%	9.46%	9.25%	9.24%
Tier 1 capital adequacy ratio	9.48%	9.46%	9.25%	9.24%
Capital adequacy ratio	11.87%	11.86%	11.86%	11.85%

According to the regulatory requirements, the consolidated and unconsolidated capital adequacy ratios measured pursuant to the *Rules for the Management of Capital Adequacy Ratio of Commercial Banks* issued by the CBRC are set out in the table below.

Item	31 March 2014		31 December 2013	
	Group	Bank	Group	Bank
Core capital adequacy ratio	10.34%	10.35%	9.81%	9.82%
Capital adequacy ratio	12.94%	12.93%	12.57%	12.55%

On 2 April 2014, the CBRC approved our use of foundation internal ratings-based (IRB) approach for non-retail exposures, IRB approach for retail exposures and standardized approach for operational risk on bank and group levels. The Bank is one of the first banks which were approved for adopting advanced approaches of capital management.

§6 Appendix Financial Statements Prepared under IFRS

The financial statements prepared under IFRS are attached as the appendix of this report.

§7 Release of Quarterly Report

The quarterly report prepared under IFRS will be published simultaneously on the website of The Stock Exchange of Hong Kong Limited (www.hkexnews.hk) and the website of the Bank (www.abchina.com). The quarterly report prepared under PRC GAAP will be published simultaneously on the website of the Shanghai Stock Exchange (www.sse.com.cn) and the website of the Bank (www.abchina.com).

By Order of the Board of Directors
Agricultural Bank of China Limited
ZHU Gaoming
Company Secretary

Beijing, the PRC
25 April 2014

As at the date of this announcement, our executive directors are Mr. JIANG Chaoliang, Mr. ZHANG Yun, Mr. GUO Haoda and Mr. LOU Wenlong; our non-executive directors are Mr. SHEN Bingxi, Mr. LIN Damao, Mr. CHENG Fengchao, Mr. LI Yelin, Mr. XIAO Shusheng and Mr. ZHAO Chao; and our independent non-executive directors are Mr. Anthony WU Ting-yuk, Mr. QIU Dong, Mr. Frederick MA Si-hang, Mr. WEN Tiejun and Mr. Francis YUEN Tin-fan.

APPENDIX FINANCIAL STATEMENTS PREPARED UNDER INTERNATIONAL FINANCIAL REPORTING STANDARDS

AGRICULTURAL BANK OF CHINA LIMITED

CONSOLIDATED INCOME STATEMENT

FOR THE THREE MONTHS ENDED 31 MARCH 2014

(Amounts in millions of Renminbi, unless otherwise stated)

	Three months ended 31 March	
	2014	2013
	(Unaudited)	(Unaudited)
Interest income	165,356	145,914
Interest expense	(62,214)	(56,626)
Net interest income	103,142	89,288
Fee and commission income	27,993	26,649
Fee and commission expense	(1,106)	(658)
Net fee and commission income	26,887	25,991
Net trading gain	1,847	1,246
Net gain/(loss) on financial instruments designated at fair value through profit or loss	131	(4)
Net gain on investment securities	51	146
Other operating income	4,616	3,174
Operating income	136,674	119,841
Operating expenses	(53,023)	(46,675)
Impairment losses on assets	(13,340)	(12,442)
Profit before tax	70,311	60,724
Income tax expense	(16,789)	(13,673)
Profit for the period	53,522	47,051
Attributable to:		
Equity holders of the Bank	53,430	47,011
Non-controlling interests	92	40
	53,522	47,051
Earnings per share attributable to the equity holders of the Bank (expressed in RMB yuan per share)		
- Basic and diluted	0.16	0.14

AGRICULTURAL BANK OF CHINA LIMITED

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

FOR THE THREE MONTHS ENDED 31 MARCH 2014

(Amounts in millions of Renminbi, unless otherwise stated)

	Three months ended 31 March	
	2014	2013
	(Unaudited)	(Unaudited)
Profit for the period	53,522	47,051
Other comprehensive income:		
Items that may be subsequently reclassified to profit or loss:		
Fair value changes on available-for-sale financial assets	9,353	2,307
Income tax impact for fair value changes on available-for-sale financial assets	(2,365)	(672)
Foreign currency translation differences	102	279
Other comprehensive income, net of tax	7,090	1,914
Total comprehensive income for the period	60,612	48,965
Total comprehensive income attributable to:		
Equity holders of the Bank	60,524	48,925
Non-controlling interests	88	40
	60,612	48,965

AGRICULTURAL BANK OF CHINA LIMITED

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

AT 31 MARCH 2014

(Amounts in millions of Renminbi, unless otherwise stated)

	31 March 2014 (Unaudited)	31 December 2013 (Audited)
Assets		
Cash and balances with central banks	2,822,653	2,603,802
Deposits with banks and other financial institutions	421,395	397,678
Precious metals	21,018	19,185
Placements with banks and other financial institutions	382,171	308,655
Financial assets held for trading	59,275	53,864
Financial assets designated at fair value through profit or loss	274,206	269,018
Derivative financial assets	8,282	8,186
Financial assets held under resale agreements	735,891	737,052
Loans and advances to customers	7,219,584	6,902,522
Available-for-sale financial assets	785,585	781,311
Held-to-maturity investments	1,578,715	1,523,815
Debt instruments classified as receivables	616,140	592,090
Investments in associates and joint ventures	-	1
Property and equipment	149,395	150,859
Goodwill	1,381	1,381
Deferred tax assets	72,400	74,075
Other assets	174,025	138,608
Total assets	15,322,116	14,562,102
Liabilities		
Borrowings from central bank	122	104
Deposits from banks and other financial institutions	747,807	729,354
Placements from banks and other financial institutions	172,202	174,363
Financial liabilities held for trading	27,449	20,805
Financial liabilities designated at fair value through profit or loss	261,307	285,454
Derivative financial liabilities	6,144	7,635
Financial assets sold under repurchase agreements	11,486	26,787
Due to customers	12,535,428	11,811,411
Debt securities issued	267,653	266,261
Deferred tax liabilities	9	8
Other liabilities	387,360	395,383
Total liabilities	14,416,967	13,717,565

AGRICULTURAL BANK OF CHINA LIMITED

CONSOLIDATED STATEMENT OF FINANCIAL POSITION (Continued)

AT 31 MARCH 2014

(Amounts in millions of Renminbi, unless otherwise stated)

	31 March 2014 (Unaudited)	31 December 2013 (Audited)
Equity		
Share capital	324,794	324,794
Capital reserve	98,773	98,773
Investment revaluation reserve	(15,780)	(22,772)
Surplus reserve	60,687	60,632
General reserve	139,358	139,204
Retained earnings	296,703	243,482
Foreign currency translation reserve	<u>(903)</u>	<u>(1,005)</u>
Equity attributable to equity holders of the Bank	903,632	843,108
Non-controlling interests	<u>1,517</u>	<u>1,429</u>
Total equity	<u>905,149</u>	<u>844,537</u>
Total equity and liabilities	<u><u>15,322,116</u></u>	<u><u>14,562,102</u></u>

The consolidated financial statements on page I to VI were approved and authorized for issue by the Board of Directors on 25 April 2014 and were signed on its behalf by:

Jiang Chaoliang
Chairman

Lou Wenlong
Executive Director

AGRICULTURAL BANK OF CHINA LIMITED

CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE THREE MONTHS ENDED 31 MARCH 2014
(Amounts in millions of Renminbi, unless otherwise stated)

	Three months ended 31 March	
	2014	2013
	(Unaudited)	(Unaudited)
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	70,311	60,724
Adjustments for:		
Amortization of intangible assets and other assets	618	544
Depreciation of property and equipment	3,999	3,623
Impairment losses on assets	13,340	12,442
Interest income arising from investment securities	(28,064)	(25,016)
Interest income arising from impaired loans and advances to customers	(212)	(124)
Interest expense on debt securities issued	2,370	1,765
Net gain on investment securities	(51)	(146)
Net gain on disposal of investment in subsidiaries, associates and joint ventures	-	(305)
Net gain on disposal of property, equipment and other assets	(75)	(56)
Net foreign exchange (gain)/loss	(1,055)	1,275
	<u>61,181</u>	<u>54,726</u>
Net change in operating assets and operating liabilities:		
Net increase in balances with central banks, deposits with banks and other financial institutions	(156,427)	(228,758)
Net increase in placements with banks and other financial institutions	(18,390)	(9,016)
Net increase in loans and advances to customers	(327,051)	(337,729)
Net increase in borrowings from central bank	18	4
Net (decrease)/increase in placements from banks and other financial institutions	(2,161)	75,917
Net increase in due to customers and deposits from banks and other financial institutions	742,470	817,025
Increase in other operating assets	(67,776)	(242,861)
(Decrease)/increase in other operating liabilities	(55,685)	70,361
	<u>176,179</u>	<u>199,669</u>
Cash from operations		
Income tax paid	(3,905)	(3,024)
	<u>172,274</u>	<u>196,645</u>
NET CASH FROM OPERATING ACTIVITIES		

AGRICULTURAL BANK OF CHINA LIMITED

CONSOLIDATED STATEMENT OF CASH FLOWS (Continued)

FOR THE THREE MONTHS ENDED 31 MARCH 2014

(Amounts in millions of Renminbi, unless otherwise stated)

	Three months ended 31 March	
	2014	2013
	(Unaudited)	(Unaudited)
CASH FLOWS FROM INVESTING ACTIVITIES		
Cash received from disposal/redemption of investment securities	101,209	82,980
Cash received from interest income arising from investment securities	21,012	17,030
Cash received from other investing activities	167	360
Cash paid for purchase of investment securities	(174,328)	(212,247)
Cash paid for purchase of property, equipment and other assets	(5,027)	(8,500)
NET CASH USED IN INVESTING ACTIVITIES	(56,967)	(120,377)
CASH FLOWS FROM FINANCING ACTIVITIES		
Cash received from debt securities issued	38,963	11,559
Cash payments for transaction cost of bonds issued	(18)	-
Repayments of debt securities issued	(37,600)	-
Cash payments for interest on debt securities issued	(593)	-
NET CASH FROM FINANCING ACTIVITIES	752	11,559
NET INCREASE IN CASH AND CASH EQUIVALENTS	116,059	87,827
CASH AND CASH EQUIVALENTS AT 1 JANUARY	813,799	952,935
EFFECT OF EXCHANGE RATE CHANGES ON CASH AND CASH EQUIVALENTS	587	(1,025)
CASH AND CASH EQUIVALENTS AT 31 MARCH	930,445	1,039,737