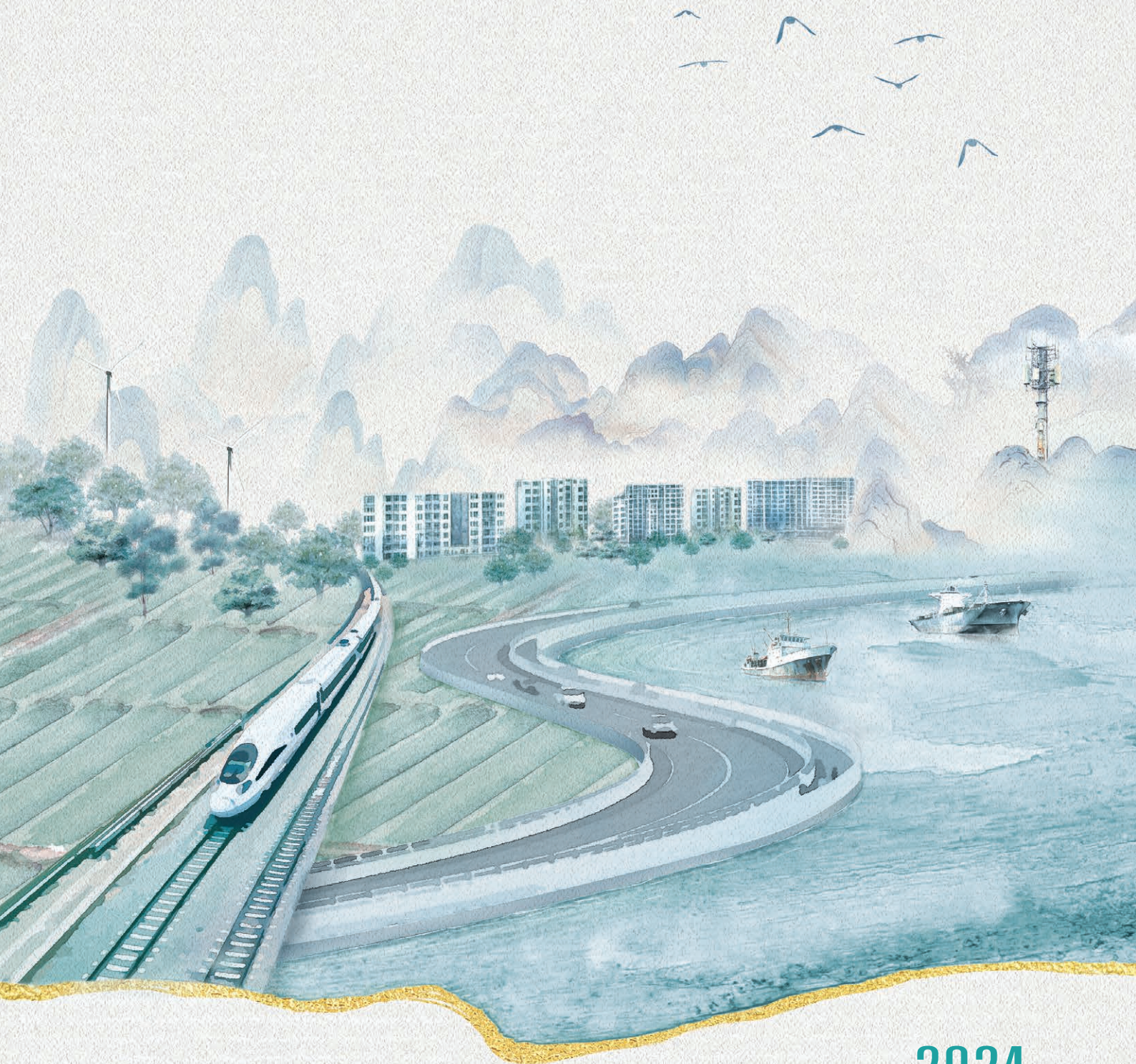




国家开发银行
CHINA DEVELOPMENT BANK



2024

SUSTAINABILITY REPORT

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Preamble

The year 2024 is crucial for fulfilling the goals and missions of the 14th Five-Year Plan, and it also marks the 30th anniversary of China Development Bank (hereinafter referred to as "CDB" or "we"). Over the year, under the guidance of Xi Jinping Thought on Socialism with Chinese Characteristics for a New Era and with a deep understating of making financial services more politically-oriented and people-centered, rooted our actions in the overall national interests, we went all out to support major national strategies, priority areas and underdeveloped sectors in line with our mandate. We committed ourselves to integrating the concept of sustainable development into our operation and management, and providing robust and effective financial support for China's high quality economic and social development.

CDB is committed to boosting development, supporting the steady economic recovery and growth. CDB ramped up financing support for infrastructure development in areas including transport, energy, water conservancy and logistics, and facilitated the implementation of major projects. We helped foster new quality productive forces based on local conditions, and supported sci-tech innovation and the development of a modernized industrial system. We also helped build regional economic structures with complementary advantages and high quality development, and promoted coordinated and integrated development of regional strategies. With the goal of promoting high-standard, sustainable and people-centered development, CDB delivered major projects including the RMB350 billion financing window, the Belt and Road Special Lending Scheme, and the GDI Special Fund, making significant achievements in supporting high quality Belt and Road cooperation.

CDB is committed to protecting the ecosystem, sparing no effort to support the building of a Beautiful China. We improved our green finance management system, incorporated environmental, social and governance (ESG) risks into our comprehensive risk management system, and explored ways to strengthen risk prevention related to climate change. We increased support for priority sectors featuring green, low-carbon, and circular development, continued to promote the implementation of ecology-oriented development (EOD) projects, pioneered in promoting Beautiful City demonstration projects, and supported the construction of new energy bases and major projects for ecological conservation and restoration. CDB also vigorously developed green financial products, promoted the issuance of green financial bonds with high quality, made good use of carbon-reduction supporting tools, and issued sustainability-linked loans to help enterprises realize low-carbon transition. CDB adhered to green operations, promoted bank-wide energy efficiency and resource conservation, and established quantitative energy consumption control targets, incorporating green concepts into daily office activities.

CDB is committed to promoting people-centered development, writing a new chapter on "finance for the people". CDB helped promote all-around rural revitalization, took the initiative in supporting key areas of agricultural and rural infrastructure development, and increased financing support for areas that had just shaken off poverty and 160 key counties to receive assistance in pursuing rural revitalization. We improved the supporting system for inclusive finance, continuously enhanced financial services for people's livelihood in areas of elderly care, culture, small and micro businesses, and emergency response, and earnestly implemented the policies of higher credit lines with lower rates for students loans. CDB provided financial services to support renovation of urban villages, subsidized housing projects, and dual-use public infrastructure that can accommodate emergency needs. We also gave back to society through practical actions. We advanced paired-up assistance and partner assistance, participated in public welfare such as education, social assistance and natural disaster relief through donations, and encouraged our staff to devote themselves to voluntary services, passing on the warmth brought by financial services.

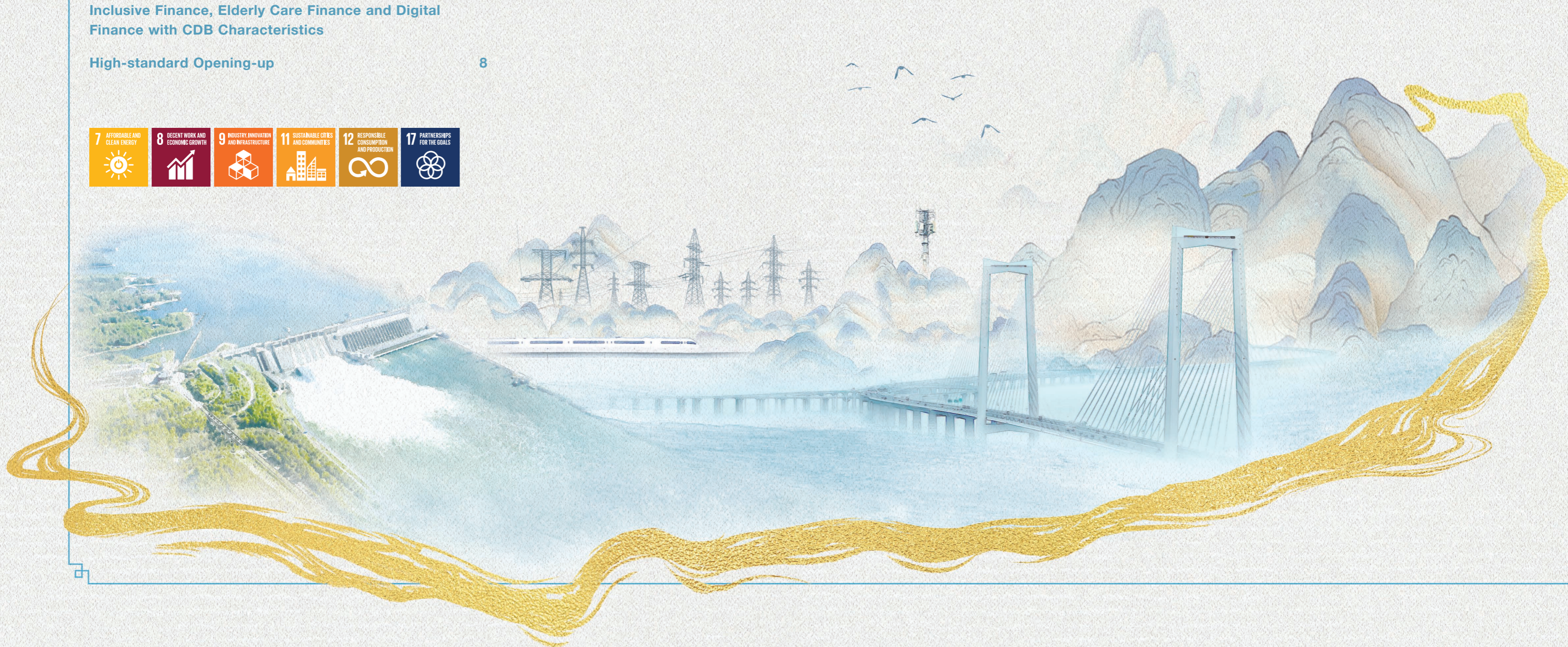
CDB is committed to enhancing management, strengthening the governance system and building up governance capacity. We integrated the Party's leadership into all aspects and processes of corporate governance, and continued to improve our corporate governance mechanism, to ensure scientific and standardized corporate governance. We improved our risk management system to create a clear governance structure and fully-developed procedures, modernize the toolkit and carry out effective monitoring, and continued to enhance our performance in risk management. CDB carried out a three-year action for internal control and compliance improvement, advanced the building of an internal control and compliance system, and laid a solid foundation for an internal control and compliance management system, improving our compliance awareness, professional capacity and management. We implemented the strategy of Digital CDB, continued to provide IT support and service for key operations, and drove substantial progress in digital transformation. We also advanced the talent strategy to develop a high caliber workforce, improved our talent development mechanism, and kept the channels open for talent selection, so as to build a professional high caliber team.

The year 2025 marks the conclusion of the 14th Five-Year Plan. It is also a pivotal year to lay a solid foundation for a good start of the 15th Five-Year Plan. CDB will continue to follow the guidance of Xi Jinping Thought on Socialism with Chinese Characteristics for a New Era, keep to the general principle of pursuing progress while ensuring stability, and fully and faithfully apply the new development philosophy on all fronts. We will commit ourselves to making our financial services more politically-oriented and people-centered, and drive high quality development. By doing so, CDB aims to make greater contribution to building China into a stronger country and advancing the rejuvenation of the Chinese nation on all fronts through a Chinese path to modernization.

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Based on its core role as a bank for infrastructure, CDB delivered high quality services to support the development of a modern infrastructure system. It issued infrastructure loans exceeding RMB1.5 trillion throughout the year. Focusing on key areas of sci-tech innovation, CDB increased its financing support for science and technology-based enterprises, injecting financial vitality into the cultivation and development of new quality productive forces. It also adhered to the principle of extensive consultation, joint contribution and shared benefits, supported high quality Belt and Road cooperation with high efficiency, and supported and expanded high-standard opening-up.

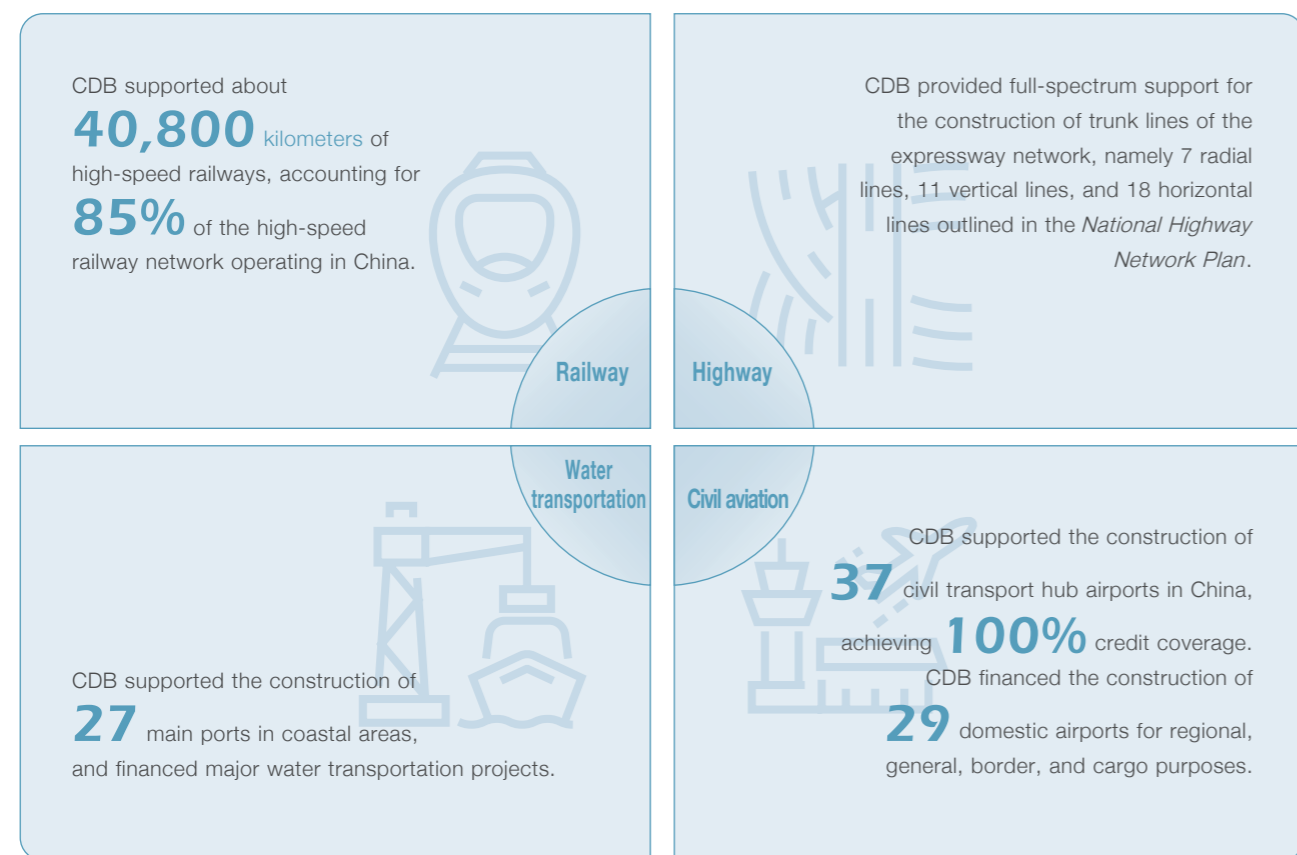


Infrastructure Development



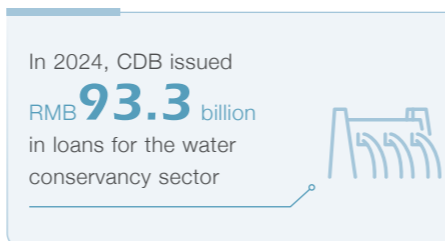
Transport

Transport functions as the “primary artery” of the national economy. In 2024, CDB took the initiative to support building the main framework of the comprehensive national transport network, with a focus on connectivity, upgrading, and chain reinforcement. CDB promoted infrastructure development in the transport sector including railway, highway, water transportation, and civil aviation, etc., facilitating the integrated development of comprehensive transport hubs.



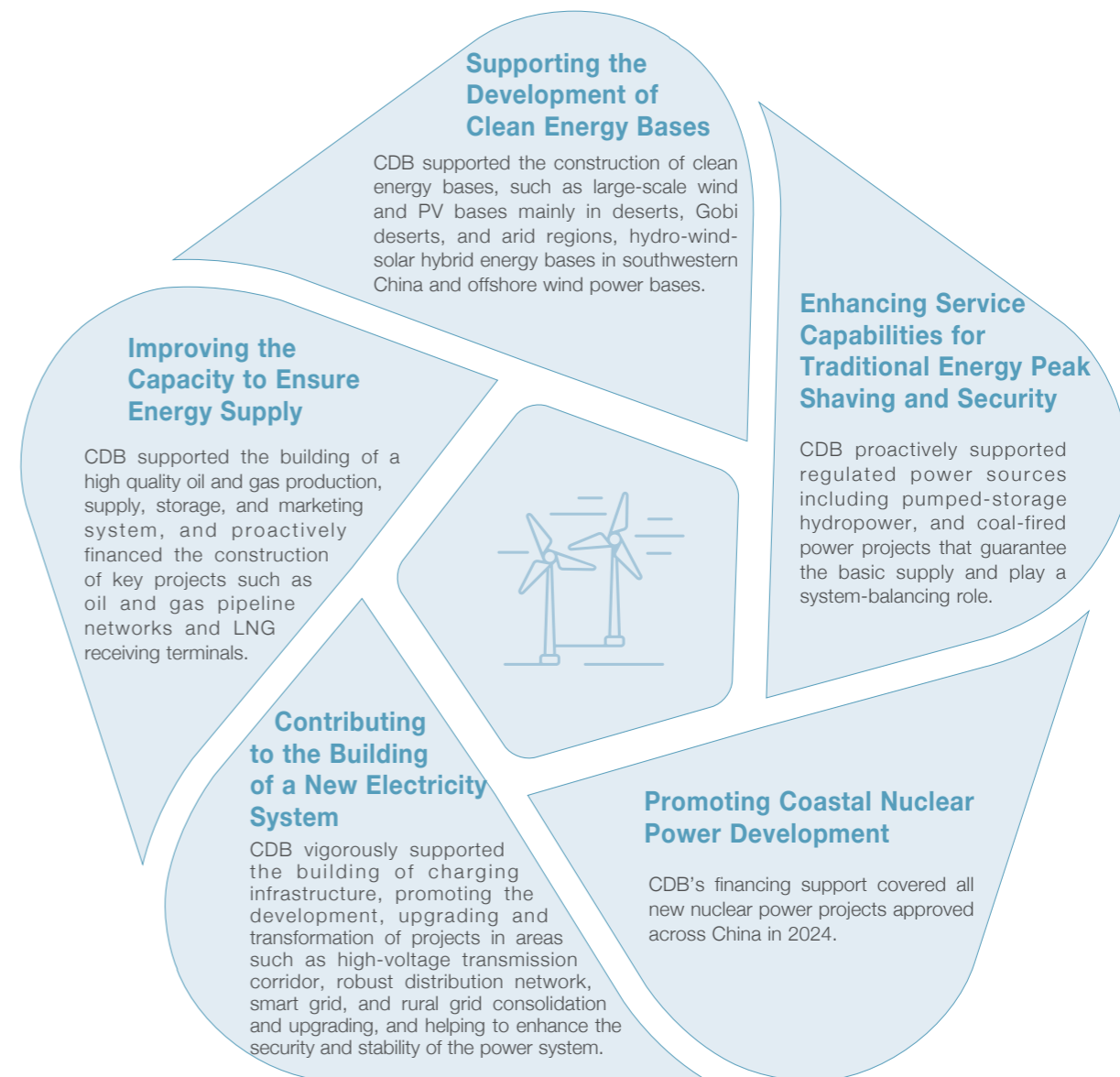
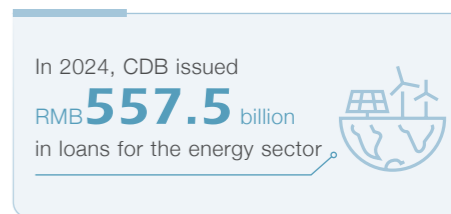
Water Conservancy

Water conservancy is a crucial foundation for economic and social progress, bearing on the safety of people’s lives and property, food security, and economic, social and ecological security. In 2024, CDB accelerated the development of the main framework and major arteries of the national water network and boosted the capacity to ensure water security, with a focus on supporting areas such as key national water conservancy projects, flood prevention and disaster relief, high quality development of urban and rural water supply, and rehabilitation of water ecology.



Energy

Energy, as the lifeblood of industry, is a pivotal material foundation for the operation and development of a nation. In 2024, CDB continued to boost energy security capabilities, promoted the refinement of the energy structure, and supported key energy infrastructure projects.



Logistics

Logistics serves as the circulatory lifeline of the real economy. CDB supported the high quality development of key areas of logistics infrastructure. CDB took the initiative to support key logistics infrastructure projects, helping to reduce overall social logistics costs.



New Quality Productive Forces

CDB accurately identified focuses and breakthroughs for developing new quality productive forces, supporting sci-tech innovation and the development of a modern industrial system. We formulated an action plan for the development of technology finance and set up a special task force for promoting high quality development of technology finance to support new quality productive forces. Centering on priorities such as refinement and upgrading of industrial chains and development of sci-tech innovation sources, CDB reinforced government-bank-enterprise synergy, leveraged investment-loan linkage, and provided diversified professional financial products to meet the multifaceted financing needs of the sci-tech innovation sector in a proactive manner.



In 2024, CDB issued loans of
RMB **493.4** billion
for strategic emerging
industries



Supporting Sci-Tech Innovation Enterprises



CDB capitalized on special loans for sci-tech innovation and basic research, designed differentiated credit policies to strengthen resource allocation and increase funding for corporate basic research and other areas.



CDB continued to support Specialized and Sophisticated SMEs. In 2024, the special loans for Specialized and Sophisticated SMEs issued by CDB supported 62 national-level Specialized and Sophisticated "little giant" firms and 101 provincial-level Specialized and Sophisticated SMEs.



CDB strengthened investment-loan linkage, increased investments in basic, strategic, and pioneering sectors, built patient capital and addressed challenges of enterprises in the start-up stage, such as abundant funding but insufficient patient capital and uneven financial resource distribution. By the end of 2024, CDB had supported 96 sci-tech innovation enterprises through the investment-loan linkage mechanism.

Safeguarding Technological Breakthroughs in Key Fields



CDB developed an action plan to bolster the integrated circuit (IC) industry, increasing financial support for IC businesses that hold core technologies in key fields and can deliver wide-ranging benefits.



CDB innovated loan products for medium- and long-term R&D and continued to support backbone enterprises with technological advantages in various fields of the manufacturing industry to engage in original technological innovation and the application of basic research.



CDB continued to advance the "Hundreds of Chains and Thousands of Enterprises" special financial action for reinforcing industrial chains, helping to make the industrial chains and the supply chains secure, stable, self-reliant and controllable.

Feature

Technology Finance, Green Finance, Inclusive Finance, Elderly Care Finance and Digital Finance with CDB Characteristics



At the Central Financial Work Conference, General Secretary Xi Jinping pointed out the need to advance technology finance, green finance, inclusive finance, elderly care finance and digital finance. The five key areas of finance involve the crucial fields of economic restructuring and upgrading and high quality development. They have to do with the overall economic development and respond to expectations of the people. CDB has formulated an overall plan to promote the development of technology finance, green finance, inclusive finance, elderly care finance and digital finance and identified relevant breakthroughs and enablers. CDB will accelerate the establishment of systems and mechanisms fit for the five priorities, speed up the improvement of business models and product families that are compatible with the life cycle of each area, so as to provide strong and effective support for the high quality economic and social development.

Technology Finance

Focusing on key and difficult areas, CDB supports the development of new quality productive forces based on local conditions, enhances financial services for sci-tech innovation, emerging industries, future industries and the transformation and upgrading of traditional industries. CDB facilitates the development of sci-tech and information infrastructure, supports the layout of key industrial chains, and helps strengthen the resilience and security of industrial chain and supply chain.

Green Finance

With a focus on supporting the overall green transition of economic and social development and the building of a Beautiful China, CDB assists in achieving carbon peaking and carbon neutrality goals. CDB also prioritizes strengthening support for key green and low-carbon areas and related major projects, promotes innovation in green financial product models, incorporates ESG risks into the overall risk management system, and vigorously promotes green offices and operations.

Inclusive Finance

With a focus on challenges and bottlenecks, CDB makes good use of on-lending tools to alleviate the financing difficulties and problems confronting small and micro businesses. Adhering to the principle of loans for all eligible students, CDB continues to strengthen efforts to help students with financial difficulties through student loans. CDB also increases credit supply for agricultural and rural infrastructure construction, and continues to support areas that had just shaken off poverty.

Elderly Care Finance

Focusing on real needs, CDB proactively adapts to the development requirements of an ageing society, supports major projects such as inclusive elderly care infrastructure, community home-based elderly care service network, and upgrade of elderly care institutions' services, contributing to the supply of better basic elderly care services and increasing the sense of gain, happiness and security of the elderly.

Digital Finance

With a focus on effectiveness and security, CDB gives full play to the role of digital technology and data elements in empowering the innovation and development of key business areas. CDB keeps improving data governance with the data governance committee of senior management studying issues related to data governance, data security and data standards, so as to enhance the synergy of data governance. CDB also strengthens the cybersecurity defense and improves operational resilience.

High-standard Opening-up



Major Projects

Through the RMB350 billion financing window, the Belt and Road Special Lending Scheme, and the GDI Special Fund, CDB focused on key sectors such as railways, ports, electrical power, telecommunications, and energy resources and supported the implementation of landmark Belt and Road projects to promote infrastructure connectivity. CDB also facilitated international industrial cooperation to boost the industrial development and economic vitality of partner countries.

People's Livelihood

CDB supported down-to-earth livelihood projects that are welcome by the public in fields such as ecological and environmental protection, healthcare, and education services in Belt and Road partner countries, helping to enhance the sense of gain and happiness among local people.



Small yet Smart Livelihood Programs, Making Mobility Easier and Employment More Accessible

In Central Asia, CDB cooperated with JSC National Bank for Foreign Economic Activity of the Republic of Uzbekistan (NBU) to support Tashkent Public Transport Company of Uzbekistan to procure 1,000 new energy and natural gas buses from China through on-lending, which is a landmark project of Belt and Road cooperation. After being put into operation, these procured buses enabled a significant increase in the service frequency of existing bus lines, and promoted the replacement of old and outdated vehicles and the opening of new lines, thus reducing the average waiting time for passengers on Tashkent's main bus lines from 25 minutes to under 10 minutes, and tremendously enhancing the convenience and comfort of mobility for local residents. In addition, the project also played a positive role in boosting local employment and contributing to the green, low-carbon transformation of public transport, etc.



CDB and NBU worked together to support the bus procurement project in Tashkent

In Africa, within the framework of the Forum on China-Africa Cooperation (FOCAC), CDB solely launched the special loans for the development of African SMEs in 2009. In 2024, CDB fully issued the special loans of USD300 million for African SMEs to Banque Misr, with a focus on supporting more than 9,000 local SMEs in such sectors as textiles, food processing, education and training, and auto parts manufacturing, creating approximately 60,000 jobs for local people.

International Cooperation

CDB leveraged multilateral financial cooperation arrangements such as Shanghai Cooperation Organization Interbank Consortium (SCO IBC), China-ASEAN Interbank Association, and BRICS Interbank Cooperation Mechanism to initiate or participate in the establishment of bilateral and multilateral cooperation funds, including UAE-China Joint Investment Cooperation Fund, Silk Road Fund, and China-LAC Industrial Cooperation Investment Fund, fostering strong partnerships with over 100 financial institutions worldwide, and building up the financial synergy to support the Belt and Road cooperation.



Improving the Interbank Cooperation Mechanisms

CDB facilitated the accession of the National Bank of Kuwait to the China-Arab Countries Interbank Association, further building up its strength.

CDB served as the rotating chairing bank of the SCO IBC, hosted the SCO IBC Seminar 2024, and signed a memorandum on cooperation within the ESG financing framework among the SCO IBC member banks.

CDB organized the second Council Meeting of the China-Africa Interbank Association to deliver the outcomes of the FOCAC Beijing Summit.

CDB held the 14th Council Meetings of China-ASEAN Interbank Association and the 5th Council Meetings of ASEAN-plus-Three Interbank Cooperation Mechanism to promote regional financial cooperation and exchange.

CDB launched a special research on Bolstering the Steady and Sustained Advancement of China-CEEC Cooperation and engaged in bilateral exchanges with Bulgarian Development Bank, a member of the China-CEEC Interbank Consortium.



Advancing Multilateral Cooperation

CDB hosted the 7th China-Australia CEO Roundtable, the China-Latin America Industrial Investment Cooperation Seminar 2024, and the first China-Brazil Financial Forum, establishing diverse platforms for exchange and collaboration.

CDB continued to leverage the special loans for China-ASEAN common development, injecting new vitality into regional financial growth.

CDB deepened cooperation with main German financial institutions under the China-Germany High-Level Financial Dialogue mechanism.

CDB held workshops on green finance and climate financing, among others, with financial institutions such as the World Bank, Asian Development Bank, New Development Bank, and French Development Agency.

CDB participated in the 15th International Infrastructure Investment and Construction Forum and the 24th China International Fair for Investment & Trade to strengthen external exchanges on infrastructure and development cooperation.

Exchange and Communication

CDB engaged in exchanges and seminars with Belt and Road partner countries, building platforms for communication with governments, businesses, and citizens of partner countries.

CDB, together with the National Development and Reform Commission (NDRC) and the United Nations Development Programme (UNDP), initiated the establishment of the Belt and Road Innovation and Development Center, which proactively launched relevant activities in 2024.



Belt and Road Innovation and Development Jiangsu Tour

In June 2024, the Belt and Road Innovation and Development Center organized the Belt and Road Innovation and Development Jiangsu Tour in Changzhou, Jiangsu. Focusing on the theme of green and low-carbon development, the event invited experts from NDRC, UNDP China Office, World Resources Institute, Jiangsu Development and Reform Commission, and relevant departments of CDB, as well as representatives from local enterprises in Jiangsu, for on-site exchange of ideas. By interpreting the green industry policies of EU and sharing international development experiences, the event strengthened policy dialogue and exchange, and provided support for Jiangsu's green and low-carbon enterprises in their "going global" efforts.

A Beautiful China Built upon the Ecological Cornerstone

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CDB firmly upholds and acts upon the concept that lucid waters and lush mountains are invaluable assets, providing financial support for green, low-carbon, and circular development and helping to realize the modernization of harmonious coexistence between humanity and nature. In 2024, we improved the institutional mechanisms and action systems for the development of green finance and integrated green finance into all procedures of corporate governance, corporate culture, business development, operation and management. We expanded the supply of green finance and enhanced innovation in green financial products and models. In keeping with our mandate, we continued to increase support for key green and low-carbon areas and contributed to the coordinated efforts to cut carbon emissions, reduce pollution, pursue green development, and boost economic growth. We incorporated ESG risks into our comprehensive risk management system, conducted assessment and analysis of ESG risk levels and management capabilities, developed risk management strategies and gave guidance to ensure effective risk control. We vigorously promoted green office practices and operations while proactively advocating the philosophy of green and low-carbon production and lifestyle.



Green Finance Management System



CDB keeps improving the established governance framework for green finance with clear responsibilities and collaborative division of labor, laying a solid foundation for promoting the development of green finance. The CPC CDB Committee takes the initiative to bring into play its leading role, implements the decisions and instructions made by the CPC Central Committee and the State Council on promoting green development, strictly carries out the preceding research procedures for major matters and continuously improves CDB's services of green finance. The Board of Directors assumes the major responsibilities for green finance. It is responsible for deciding the development strategy for green finance and reviewing and approving the goals of green finance set by the senior management and the green finance reports submitted by the latter. The Green Finance Committee is established under the senior management, forming a cross-functional mechanism for leading and coordinating green finance affairs. Its main responsibilities include implementing green finance-related tasks in accordance with the decisions made by the CPC CDB Committee and the Board of Directors, formulating the development strategy and setting goals for green finance, establishing relevant working mechanisms and procedures, conducting internal supervision, inspection and assessment, and reporting the progress of green finance to the Board of Directors on a yearly basis.

Development Objectives

CDB implements the green and low-carbon finance strategy by formulating an action plan for advancing green finance, and further clarifying the objectives for green finance development.

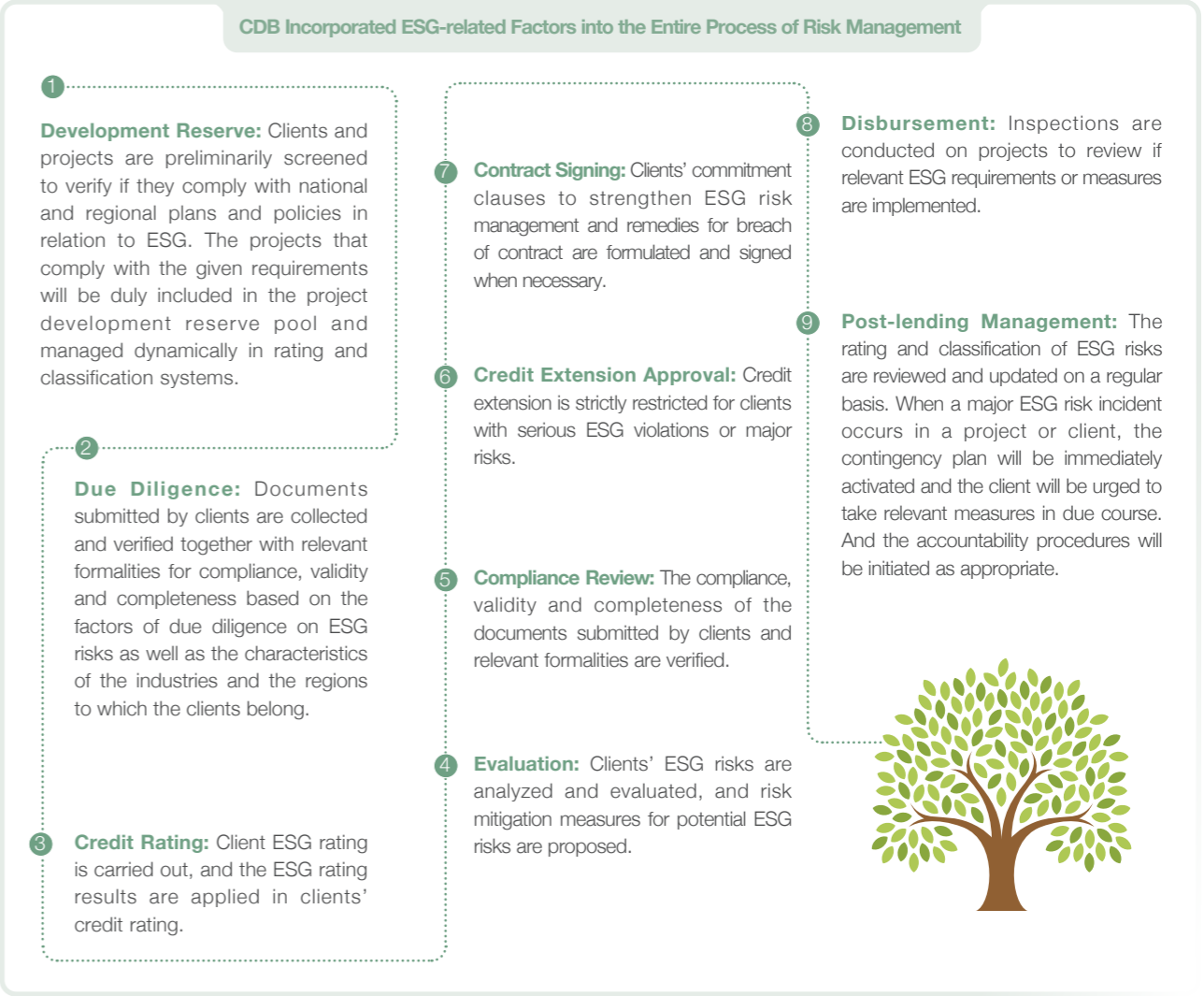


Institutional System

CDB has established a multi-tiered institutional system for green finance. We formulated the measures for the management of green finance to improve the green finance management mechanisms, and released an action plan for advancing green finance and measures to support the Beautiful China initiative. In addition, we developed the "1+N+X+Y" policy system for supporting carbon peaking and carbon neutrality, clearly outlining the timeline and roadmap for CDB's green finance development. We made the green and low-carbon special credit policy, with a focus on supporting the green and low-carbon development of regions with lighter industrial structures and advantageous energy mixes, as well as energy conservation and carbon reduction in regions with heavier industrial structures, coal-dependent energy mixes, and resource-intensive economies. CDB issued ESG rating guidelines for clients, developed rating models, and incorporated ESG factors into the client credit rating system.

Risk Management

In our comprehensive risk management regulations, CDB explicitly requires the identification, monitoring, and prevention and control of ESG risks in business activities, incorporating classification of ESG risks and green requirements into the entire risk management process. CDB intensified the management of client ESG rating, strengthened the application of ESG risk factors in risk management procedures, and made client ESG risk management scientific and accurate. For clients with major ESG risks, CDB urged them to adopt risk mitigation measures. CDB also conducted regular risk monitoring and assessments to identify potential risk areas and risky clients in a timely manner, so as to propose measures for management improvement.



Capacity Building

CDB gives priority to training green finance talents, building a team of green finance experts, and enhancing employees' professional capabilities to support the development of green finance. In 2024, CDB launched special training initiatives on green finance including that on bank-wide climate investment and financing capacity enhancement. CDB collaborated with professional institutions to conduct research on climate investment and financing, promoted cooperation in frontier areas like climate risk management, and engaged in professional exchanges and collaboration with domestic and international organizations.

Priority Areas of Green Development



Clean and Low-Carbon Transition of Energy

CDB provides premium financial services for building a new energy system that is clean, low-carbon, safe and efficient, with a focus on the priority areas such as the development of clean renewable energy, clean utilization of energy in high efficiency, and innovation in new energy storage technologies.

The Development of Beautiful Cities

CDB supports the development of model cities for the Beautiful China initiative. In 2024, CDB Guangdong Branch had maintained close collaboration with relevant departments of Guangzhou to drive forward the implementation of the first group of demonstration projects.

Guangzhou Knowledge City – Beautiful Unit of Jingxia Village

The project will encompass an array of initiatives such as building of habitat gardens, water system connectivity, high-standard farmland renovation, and industrial parks for green innovation. It aims to create a high quality development demonstration zone for urban-rural ecological integration, a near-natural smart education base for science popularization, and a demonstration site for showcasing the value of the Two Mountains Theory.

Comprehensive Land Improvement Across Lingtuo Area, Huangpu District – a Demonstration Project of Beautiful Guangzhou

The project supports local initiatives in local farmland quality and quantity improvement, landscape enhancement and living environment renovation, and agricultural-ecological complex development, etc., with a view to supporting Guangzhou to build itself into a pioneer in urban agricultural modernization.

Fight Against Pollution

CDB steadily advanced the development of environmental infrastructure and amplified support for the treatment of solid wastes and the prevention and control of industrial pollution, focusing on three key areas: treatment of industrial solid wastes, resource utilization, and pollution control in industrial parks in the Yangtze Economic Belt, industrial wastewater recycling and water-saving renovation in energy and chemical bases in areas including North China and Northwest China, as well as establishment of state-level regional hazardous waste disposal centers. CDB helped to consolidate the bottom line for environmental risk prevention and control.

Healthy Ecological Environment

CDB continued to support ecological protection and restoration, to support pollution control in historical mining sites in the Yangtze River and Yellow River basins, and to provide orderly and robust support for the building of national forest reserves, thus helping to improve the ecological system’s diversity, stability, and sustainability.

Xiushan’s Clear Waters and Verdant Riversides Revived Through the Ecological Restoration of the Mining Area

CDB Chongqing Branch innovated market-based financing models to support the comprehensive ecological improvement of the manganese mining area in Xiushan County, Chongqing. The branch conducted onsite investigation and research, and discussed with representative from local governments and enterprises, helping to comprehensively rectify and resolve the pollution caused by manganese mines and manganese residual. With the concerted efforts, the local surface water quality has seen an upturn on the whole and the mining area is gradually restoring its natural landscape of lush mountains and clear waters.

After comprehensive ecological improvement, the manganese mining area in Xiushan County, Chongqing, regains its natural beauty

Feature

Diverse Green Financial Products



CDB keeps expanding the supply of green financial products, leveraging a variety of financial tools such as carbon emission reduction loans, sustainability-linked loans, and green financial bonds to bolster green development.

Carbon Emission Reduction Loans

In 2024, we continued to capitalize on the carbon emission reduction facility and improve the management mechanism for carbon emission reduction loans. We issued more than RMB42 billion in carbon emission reduction loans to over 300 projects, driving an annual carbon emission reduction of approximately 12.5 million tons and supporting the development of priority areas for carbon emission reduction including the clean energy industry.

Sustainability-Linked Loans

In 2024, we issued CDB’s first sustainability-linked syndicated loan, helping the recipient enterprise to advance low-carbon transition. CDB Guizhou Branch, acting as the lead bank, signed a medium- and long-term sustainability-linked syndicated loan of RMB1.6 billion with Kaiyang Yangtai Thermal Power Co., Ltd. in Guiyang to support the building of a combined heat and power (CHP) project in the core area of the Kaiyang Industrial Park and corresponding supporting facilities. The project enabled centralized heating to the industrial park through the CHP model, achieving cascaded energy utilization. The interest rate of the loan was linked to the plant’s overall thermal efficiency to encourage a higher energy utilization efficiency.

Green Bonds

In 2024, we diversified the green financial bonds, issuing green financial bonds for Green, Low-Carbon, and High Quality Development of the Yangtze Economic Belt and Supporting the Beautiful China Initiative, among others. We also issued green bonds based on the *Common Ground Taxonomy – Climate Change Mitigation* (hereinafter referred to as CGT) co-developed by China and the EU, thus further enhancing the quality of green bond supply.

From 2017 to 2024, CDB had cumulatively issued **RMB 199 billion** in green financial bonds

CDB’s Issuance of Green Financial Bonds in 2024			
Bond Name	Offering Scale	Theme	Purpose of Raised Funds
CDB Green Financial Bonds 2024 Phase I	RMB 12 billion	Labeled under China-EU CGT	Primarily for projects such as manufacturing of new energy vehicles and green ships, construction and operation of clean energy facilities, efficient operation of energy systems, and green transport.
CDB Green Financial Bonds 2024 Phase II	RMB 5 billion	Green, Low-Carbon, and High Quality Development of the Yangtze Economic Belt	Mainly for construction and operation projects in the Yangtze River Basin, including green buildings, urban and rural public transport systems, sewage treatment, natural gas transportation and storage peak-shaving facilities, and pumped-storage hydropower stations, etc.
CDB Green Financial Bonds 2024 Phase III	RMB 5 billion	Supporting the Beautiful China initiative	Primarily for projects concerning carbon sink forests, centralized water pollution treatment, solar energy utilization facilities, urban and rural public transport systems, conservation of rivers, lakes and wetlands, recycling and sludge treatment, etc.

Energy Conservation and Consumption Reduction in Our Own Operation



Green Operation

CDB always pays attention to the environmental impacts of our own operation. We have developed a work plan for conserving energy and resources in office operation, setting annual quantitative control indicators for energy and resource consumption, covering multiple energy types. We have continued to implement energy-saving renovation, and comprehensively enhanced the management of green operation.

Energy Management

Office Buildings

CDB adopted green products and energy-efficient technologies in the office buildings of the Head Office, lowering energy consumption in office areas by setting appropriate air conditioning temperatures, refining lighting management modes, posting reminders for turning off lights promptly, retrofitting energy-saving lamps, and upgrading the human and vehicle detection technology, etc.

Data Centers

CDB launched maintenance and renovation initiatives in the Daoxiang Lake Data Center and the Huairou Data Center, involving upgrading energy-efficient lamps and replacing UPS batteries in the central control rooms and power distribution rooms, fully advancing the building of green data centers.

Staff Commute

CDB advocated a “135” green commuting model, namely walking for trips within 1 kilometer, cycling for trips within 3 kilometers, and taking public transportation for trips within 5 kilometers, with a view to guiding employees to reduce commuting by private cars.

Water Resource Management

Water Resource Conservation

CDB advocates for water-saving practices by promptly repairing leaking and malfunctioning equipment, and installing water-saving devices to reduce water waste and consume water resources reasonably.

Sewage and Wastewater Discharge Management

The domestic wastewater is discharged into municipal sewage pipelines after being collected in sewage sumps, going through physical sedimentation processes and meeting the discharge standards. The restaurant wastewater is discharged into municipal sewage pipelines after undergoing oil and residue filtration via grease-water separators and meeting discharge standards.

Paper Management

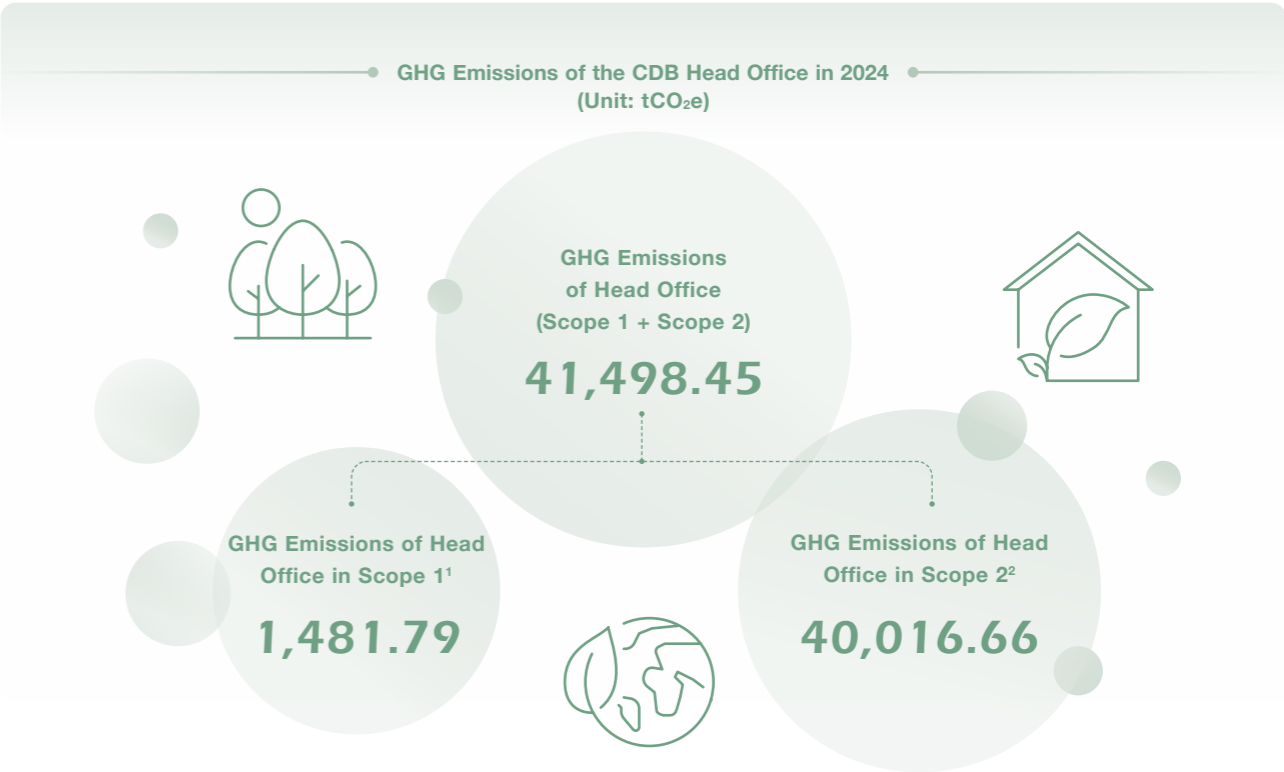
CDB promotes electronic banking channels for services, such as corporate online banking, bank-enterprise direct linkage, and self-service terminals, to reduce paper consumption in offline channels. In 2024, the volume of electronic banking transactions reached RMB17.27 trillion.

In the entire year, CDB processed 6.46 million electronic contracts through the electronic document management system, reducing the amount of paper contract printing.

CDB upgraded the office automation system, streamlined online workflows, and expanded the application scope of IT support, reducing the duplicate printing of paper documents in an effective way.

Waste Management

- CDB established relevant regulations for waste classification, management, recycling, and disposal systems and promoted the recycling and efficient reuse of resources by reasonably planning the layout of waste sorting facilities in the office area of the Head Office, handling various types of waste in a professional and scientific manner, and propelling the recycling and efficient reuse of waste and old articles.
- In 2024, CDB upgraded on-site kitchen waste treatment equipment at the office buildings of the Head Office. Professionals from a third-party institution were in charge of the daily operation and maintenance of the equipment and the byproduct collection and transportation, thus forming a one-stop disposal process. The byproduct could be used as organic fertilizers for landscaping, achieving the goals of reducing waste and turning waste into resources.



Responsible Procurement

Following national laws and regulations as well as relevant rules, such as the *Bidding Law of the People's Republic of China* and the *Interim Provisions on the Management of Centralized Procurement in State-Owned Financial Enterprises*, CDB has established a procurement management mechanism characterized by unified management, authorized decision-making, tiered operation, and mutual checks, in line with the principles of law-abiding, being compliant, open, and fair, and balancing efficiency with benefit. In the procurement process, CDB focuses on suppliers' ESG risks and takes multiple measures to consolidate management.

Relevant clauses have been added in procurement contracts specifying requirements for suppliers regarding aspects like environmental protection and high energy efficiency. CDB would send a notice on integrity compliance in bank-enterprise partnership to responding suppliers and sign an integrity compliance-based cooperation agreement with selected suppliers.

CDB strictly prohibits suppliers from engaging in misconduct such as illegally obtaining confidential information, practicing fraud, collusive bidding, and bribery. CDB regularly collects risk-related information on key suppliers and has built a mechanism for addressing suppliers' misconducts, putting those involved in illegal and non-compliant activities on a list of misconducting suppliers according to the established procedures.

Concept Delivering

CDB fully leverages online and offline platforms, including new media, building videos, and bulletin boards, etc., to promote a simple, moderate, green, low-carbon, sound, and healthy lifestyle through various activities. In 2024, CDB Head Office held a range of activities advocating frugality and diligence with one theme for each season, raising employees' awareness of environmental protection and developing their habit of being thrifty by centering on themes like water and electricity conservation, food waste reduction, green commuting, and eco-friendly office practices.

1 Mainly including emissions from combustion of fossil fuels, such as natural gas and gasoline, consumed by stationary and mobile facilities that CDB Head Office owns or holds the right to use.

2 Mainly including embodied emissions from purchased electricity and heat, among others.

A Better Life Crafted in Practicing “Finance for the People”

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CDB always remains true to the original aspiration of “Finance for the People”. Centering on the public’s aspirations for a better life, we provide substantial financial services in areas for improving people’s livelihood and upgrading inclusive finance, among others, and support subsidized housing, renovation of urban villages, and dual-use public infrastructure that can accommodate emergency needs to guard the well-being of millions of families with warm financial services.



Feature

Granting Student Loans for 20 Years, CDB Made Dreams Sail toward the Future



Scan the QR code to watch the video showcasing CDB's 20-year Commitment to Granting Student Loans



The scheme of student loans is a vital initiative that leverages fiscal and financial facilities to improve the financial aid policy system for regular higher education in China. Since 2004, we have championed a government-led, education-sponsored, and CDB-supported model for the student loans, adhering to the principle of loans for all eligible students while continuously refining financial services in this regard. In 2024, CDB issued RMB80.3 billion in student loans. At the end of 2024, CDB issued 56.698 million student loans for students across 2,625 counties in 29 provinces (autonomous regions and municipalities directly under the Central Government), upholding the solemn pledge that "no student shall drop out due to financial difficulties of their families" with strenuous efforts and making financial contribution to ensure fair access to education.

Timely Assistance

The Henan Model
Pioneered a New Chapter
for Student Loans

In 2004, CDB took the initiative to apply to regulatory authorities for granting student loans in Henan Province and gained approval.

CDB creatively launched the Henan Model, pioneering a new pathway for student loans: The student financial aid offices of universities were responsible for reviewing the application documents and organizing the students to sign loan contracts; the provincial administration for student financial aids was in charge of compiling all loan contracts and application documents; and CDB shouldered the responsibility of conducting final approval and granting loans.

In 2005, CDB issued RMB570 million of student loans to 123,000 students from families in financial difficulties across 86 universities in Henan, making it the first province in China to achieve full coverage of student loans for its higher education institutions. Subsequently, the Henan Model was promoted nationwide.

Moving Services Forward

Hometown-based
Student Loans

In 2006, for the purpose of further alleviating the financial challenges faced by students from families with financial difficulties in pursuing higher education, CDB proactively explored the model of hometown-based student loans under the guidance of relevant authorities, making it convenient for students to apply for student loans in their hometowns before enrollment.

CDB promoted the innovation of the management mechanism to develop a new model of student loans: Provincial administrations for student financial aids were responsible for coordinating the overall planning and administration of student loans within their respective provinces (autonomous regions and municipalities directly under the Central Government). Meanwhile, county-level and university-based student aid offices fully brought into play their advantages, such as close proximity to students, adequate information access, and diverse management tools. They were tasked with accepting loan applications, reviewing applications before loan issuance, signing contracts, managing loan information, and carrying out student integrity education concerning hometown-based loans and campus-based loans respectively. These arrangements helped to improve the performance in granting student loans.

Starting from 2008, the hometown-based student loans were adopted nationwide.

In August 2007, the Ministry of Finance, the Ministry of Education, and CDB jointly issued the *Notice on Piloting Hometown-Based Student Loans in Some Regions*, launching hometown-based student loans in five pilot regions including Jiangsu, Hubei, Chongqing, Gansu, and Shaanxi.

Targeted Efforts

Education for Poverty
Alleviation Contributing to
the Building of a Moderately
Prosperous Society in All
Respects

In 2012, a 95593 call center was set up, equipped with a dedicated customer service team to promptly respond to inquiries from students and parents. By the end of 2024, the call center had handled over 29 million inquiries, making the services for student loan more considerate and convenient.

Since the call to win the battle against poverty was sounded, policy publicity has been intensified in poor areas and among students with financial difficulties. CDB has opened green channels and streamlined the loan procedures, substantially increasing financial support.

Since 2023, in collaboration with settlement agencies, CDB established the Dream Scholarship to reward outstanding full-time undergraduates of regular higher education institutions, encouraging them to become idealistic, responsible, hardworking, and dedicated youths of the new era. By the end of 2024, CDB, together with the settlement agencies, had granted the scholarship worth RMB147 million to 36,800 students.

Student Aid and Career Support

A Helping Hand for Students
to Embark on Their Career
Journey

CDB helped college graduates to find jobs by organizing special job fairs and providing internship opportunities, and provided free personal accident insurance for all loan recipients.

Heartwarming Initiatives for Public Benefit

Proactive Implementation
of Policies of Higher Credit
Lines with Lower Rates
for Student Loans

Since 2020, CDB has resolutely implemented the latest policies on student loans, raising the annual credit lines for full-time undergraduates and junior college students (including students pursuing second bachelor's degrees, students of higher vocational colleges and students of pre-university programs) to RMB20,000 per person and those for full-time postgraduates to RMB25,000 per person. The interest rate has been reduced to the loan prime rate of the same period minus 70 basis points, with the maximum loan term extended to 22 years and the grace period for principal repayment extended to 5 years.

Since 2022, CDB has waived interest and deferred principal repayments on student loans for three consecutive years. By the end of 2024, CDB had made 11.28 million interest waivers in total, and deferred principal repayment for 620,000 loans.

CDB introduced an online loan renewal service, enabling less student legwork with data mobility.

A Retrospect of 20 Years of Commitment to Granting Student Loans





Student Loan App, Enabling One-stop Mobile Processing of Applications

Student loans benefit a large number of individuals, involve a broad management scope, and feature long repayment terms, necessitating an efficient information management system. In 2010, we introduced the Online Student Loan Service System for Students, moving part of the application process online. In 2024, we expanded the student loan service system to mobile platforms, creating the Student Loan Mobile App – an all-in-one platform for application processing, policy promotion, and consulting services. After downloading the App, students could handle various services in the charge of CDB, including application of student loans, document upload, check of loan application status, and application for principal repayment deferral. For instance, for renewing a hometown-based student loan, students could finish full-process digital operation from identity verification to the submission of renewal application and online contract signing within three minutes on the client end, and the entire process would be completed once the corresponding universities enter the receipt. In this way, it is significantly more convenient to apply for student loans.

The Student Loan App was selected by the National Internet Finance Association of China as an Outstanding Case of Typical Innovative Practices in Mobile Finance Apps in 2024. By the end of 2024, downloads had exceeded 2.4 million.



Interface of the Student Loan App

“Hometown-based student loans began to be offered in our county in 2013, and last year (2023), the number of borrowers exceeded 10,000. Previously, processing a single loan (first loan) took over ten minutes, but now it only takes five or six. It’s truly gratifying to see more and more students able to complete their education with the support of student loans.”

—Mr. Shan, Director of the Student Financial Aid Service Center of Nei Huang County, Anyang, Henan

People’s Well-being

All-round Rural Revitalization

Implementing the rural revitalization strategy is of great significance for boosting rural economic development and advancing the work related to agriculture, rural areas and the well-being of farmers. In 2024, drawing upon the experience of the Green Rural Revival Program, CDB kept ramping up support for promoting all-round rural revitalization and accelerated building up China’s strength in agriculture centering on priority areas such as agricultural and rural infrastructure and consolidation of poverty alleviation achievements.



At the end of 2024, the balance of loans relating to agriculture, rural areas and the well-being of farmers reached

RMB **1.71** trillion



Ensuring National Food Security

Advancing the Building of High-Standard Farmland

CDB supported the building of high-standard farmland in 20 regions, including Liaoning, Anhui, and Fujian, to ensure stable grain production and supply capacity. CDB explored and advanced the remediation and improvement of saline-alkali farmland, prioritizing upgrading and transformation of saline-alkali farmland in Shandong, Jilin, and Heilongjiang, etc.

Supporting the Development of Modern Facility Agriculture

Adopting an all-encompassing approach to agriculture and food, CDB supported the stable supply of “shopping basket” products, financing various modern facility agriculture initiatives, such as modern facility-based planting, livestock, and aquaculture, in Hebei, Guangxi, and Zhejiang, etc.

Strengthening the Sci-Tech Support for Agriculture

With a focus on revitalizing the seed industry, CDB supported projects such as Tianjin Food Group’s seed R&D, construction of the digital breeding base for high-yield dairy goats in Weinan, Shaanxi, and the tomato seed production demonstration park in Xi’an, and boosted the sound development of leading enterprises like Beidahuang Potato Group and Sichuan Guohao Seed Industry.

Facilitating High Quality Agricultural Reclamation

CDB proactively explored effective financing pathways, with a focus on supporting projects including biotech seed breeding R&D by Anhui Agricultural Reclamation Group and the comprehensive land renovation through state farm-local resource integration by Hainan State Farms, etc.



Consolidating and Expanding Poverty Alleviation Achievements

CDB developed relevant measures to support the consolidation and expansion of poverty alleviation achievements, maintaining robust credit support for areas that had been lifted out of poverty. CDB continued to provide intellectual support and financing services for 832 counties that had been lifted out of poverty, particularly 160 key counties to receive assistance in pursuing rural revitalization.


Improving Rural Development

CDB increased support for building a beautiful and harmonious countryside that is desirable to live and work in, prioritizing rural living environment infrastructure, transport facilities, water supply projects, logistics systems, and public facilities, etc.




People’s Livelihoods

Refining financial services for livelihood-related sectors and raising the service standards can make the public share the fruits of financial development in a better manner. CDB, prioritizing key livelihood concerns, increases financial support for sectors such as elderly care, culture, and emergency response, helping to address pressing pain points and difficulties in people’s livelihoods.



Elderly Care


CDB refined the elderly care finance policy framework, formulated an action plan for the development of elderly care finance, and put in place measures to support the high quality development of silver economy, with a focus on supporting leading enterprises primarily dedicated to building and operating inclusive elderly care infrastructure. At the end of 2024, the balance of loans for the elderly care industry reached RMB27.7 billion.



Culture


We lent strong support to the development of the cultural industry and actively explored the role of CDB in financing cultural infrastructure. At the end of 2024, the outstanding loans for cultural infrastructure reached RMB27.3 billion.

CDB developed project models such as city-wide preservation based on clustered development, introduction of industry for heritage revitalization, and block-level plan incorporating spatial weaving, blending historical and cultural heritage protection into urban renewal in a seamless manner. CDB supported the implementation of projects with exemplary effects, including: Preservation of Suzhou Old Town (Phase II), Preservation of Beijing White Pagoda Temple Area, Preservation of Quanzhou Old Town in Fujian, and Protection of Dujiangyan Heritage in Sichuan, etc.




Emergency Response

CDB opened a green channel for emergency loans, providing compliant emergency financing for disaster-stricken areas in high efficiency. CDB supported Guangdong and Hunan, among others, in responding to summer floods, and helped Hainan to combat Super Typhoon Yagi.




The Development of an Inclusive Elderly Care System for Safeguarding the Silver-haired Life

In 2024, CDB took the initiative to respond to the demands of an aging society, supporting the development of inclusive elderly care infrastructure and community-based home care service networks, and service upgrades of elderly care institutions, helping to refine the supply of basic elderly care services.



In Chongqing, CDB Chongqing Branch supported the building and renovation of elderly care service facilities in Pengshui and Qijiang, among other districts, based on regional weak sectors and quality improvement needs regarding elderly care facilities, contributing to the provision of over 7,000 new elderly care beds.




In Hebei, CDB Hebei Branch financed Xingtai Lily Time Plaza Inclusive Elderly Care Project, which could provide nearly 700 medical-elderly care beds and offer home-based elderly care and other age-friendly services to the community.



All-out Response to Typhoon Yagi

In September 2024, Hainan was hit by Super Typhoon Yagi, the strongest autumn typhoon since the founding of the People’s Republic of China. CDB Hainan Branch acted swiftly upon the disaster alert, immediately activating the emergency financing response mechanism. It issued emergency loans to support the resumption of operations for affected businesses, emergency repairs of port infrastructure, procurement, transportation and storage of emergency supplies and equipment, urgent restoration of public transport infrastructure damaged by the disaster, among others, assisting affected business entities and residents to return to normal production and daily life quickly.



After Typhoon Yagi, CDB Hainan Branch issued the first emergency loan in Hainan to help enterprises in quick resumption of production



“Modern Vitality” Infused into Old Town Preservation

Quanzhou, a key starting point of the ancient Maritime Silk Road, is one of China’s first national historic and cultural cities. Within its ancient walls stands the century-old Zhongshan Road commercial street. As China’s most intact commercial street of row-style arcade architecture, it reflects Quanzhou’s distinctive feature as a city integrating diversified cultures, entailing immense historical, cultural, and commercial value. In 2024, CDB Fujian Branch proactively responded to the comprehensive preservation and revitalization of South Zhongshan Road and 45 surrounding alleys and assisted in project planning. Leveraging special support policies, the branch provided solid funding to ensure project implementation, enabling renovated old buildings to preserve their historic character and continue to tell their century-old stories.



CDB Fujian Branch supported the comprehensive preservation and revitalization of Quanzhou Old Town

Small and Micro Businesses

Small and micro businesses are the “capillaries” of economic development, playing an irreplaceable role in promoting economic growth, driving innovation, and stabilizing employment. In 2024, CDB continued to take on-lending as a primary means to support the high quality development of small and micro businesses, and guided partner banks to further cut the lending rates for these businesses, thus effectively reducing their financing costs and enabling more of them to access better and more efficient financial services.

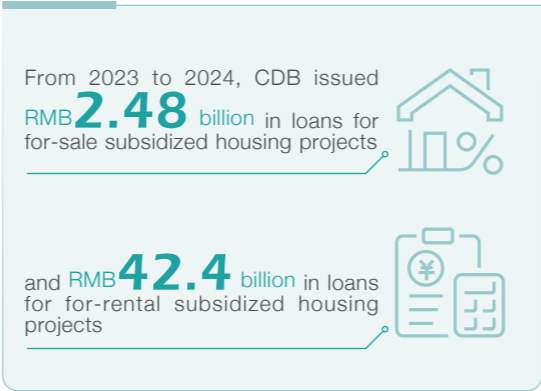


Subsidized Housing, Renovation of Urban Villages, and Dual-use Public Infrastructure that can Accommodate Emergency Needs



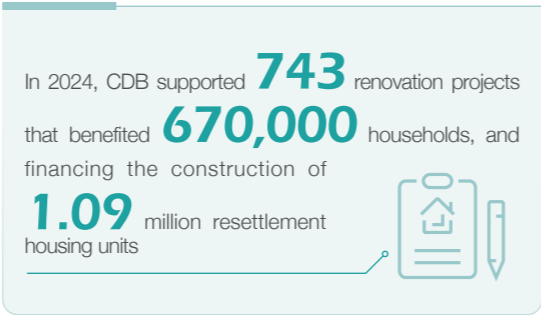
Subsidized Housing

The planning and construction of subsidized housing, which is a major reform in China's efforts to improve the housing system and supply structure, is helpful to alleviating housing shortages in large cities, boosting the underdeveloped subsidized housing system, and improving people's livelihoods. In 2024, CDB gave full play to our role as the leading bank in guaranteeing housing security, establishing a special task force to deal with subsidized housing affairs. Capitalizing on the policies of the People's Bank of China regarding pledged supplementary lending funds and subsidized housing re-lending, we promptly introduced various loan products, supported the planning and construction of subsidized housing in cities and counties across China, and facilitated the purchase of existing commercial housing in Guangxi, Jiangsu, Henan, and Jilin, among others, as for-sale and for-rental subsidized housing, thus better meeting the rigid housing demands of the salaried people and resolving the housing challenges faced by new residents in large cities.



Renovation of Urban Villages

Renovation of urban villages can improve urban residents' living qualities and promote high quality development of cities. CDB established special task forces at both the Head Office and branches to support relevant ministries and commissions on policy research in a proactive manner, and push forward the formulation of internal supporting system, financial product design, and system development, etc. CDB designed tailor-made financial service solutions for renovation of urban villages, and streamlined the approval processes to satisfy funding needs of projects in a timely manner. In 2024, CDB issued special loans of RMB397.2 billion for renovation of urban villages.



Dual-use Public Infrastructure that can Accommodate Emergency Needs

As major engineering facilities integrating functions such as public health, emergency medical services, and material supply, dual-use public infrastructure that can accommodate emergency needs can function as storage and logistics facilities, among others, in normal times, supporting diversified urban industrial development and improving the quality of urban life. And in emergencies, such structures can be converted into temporary shelters for people and emergency material transit sites, effectively meeting demands for public health prevention, control and treatment, temporary accommodation, and material supply, etc.

CDB set down supporting credit policies and proactively engaged with financing entities to provide premium financial services for the planning and implementation of dual-use public infrastructure that can accommodate emergency needs in different places, driving financing for mature projects and accelerating their transition to the construction phase. Throughout the year, CDB supported 136 projects of dual-use public infrastructure that can accommodate emergency needs in 56 cities.



Renovation of Urban Villages across Multiple Locations

In 2024, CDB branches actively engaged with local governments to provide financial services for renovation of urban villages in the first-batch and expanded pilot cities.



In Shandong, CDB Shandong Branch took means such as on-site office and intensive efforts against challenges, to work closely with local government organs and related enterprises, and assist in project arrangement and financing plan formulation, etc., providing full support for implementing renovation of urban villages in Jinan, Linyi, Zibo, and Yantai, among others.



In Henan, CDB Henan Branch supported Zhengzhou in adopting the model of purchasing existing commercial housing as subsidized housing in renovating some urban villages, enabling residents to choose suitable housing based on their preferences and move into new homes more swiftly.



In Beijing, CDB Beijing Branch partnered with Fengtai District Commission of Housing and Urban-Rural Development to build a special task force for renovation of urban villages, supporting the implementation of multiple projects, including the renovation of urban villages in Huaxiang Central Cluster in Fengtai District, setting a remarkable speed for urban renewal.

"Most families in our village have three or four generations living together in single-story houses and we've long dreamed of 'moving into apartment buildings'. We hope the resettlement housing will be completed soon and we look forward to the day we can move into our new homes."

—Ms. Huang, a resident benefiting from the renovation of urban villages in Huaxiang Central Cluster in Fengtai District, Beijing



Dual-use Logistics Hubs that can Accommodate Emergency Needs

In 2024, CDB was deeply involved in the construction of dual-use logistics hubs that can accommodate emergency needs in various places, helping relevant cities to boost their capacity to respond to major public emergencies.



Shenzhen International Integrated Logistics Hub is among Shenzhen's first group of projects listed as dual-use public infrastructure that can accommodate emergency needs. The building of the intelligent logistics complex in the second phase was supported by the medium- and long-term syndicated loans led by CDB Shenzhen Branch. Upon completion, the hub will be turned into a gathering place for multiple business formats, including freight distribution, urban delivery, and cross-border e-commerce, becoming China's first intelligent logistics park adjacent to a traditional railway freight station.



In Fuzhou Mintian International Logistics Center, among Fujian's first batch of dual-use public infrastructure that can accommodate emergency needs, the topping-out of all 18 main structures in the western section had been completed, thanks to financing support from CDB Fujian Branch. This project will be built into a regional, comprehensive, and intelligent commercial distribution center integrating wholesale, sorting, processing and distribution, and e-commerce of agricultural products, playing a pivotal role in ensuring the supply of "shopping basket" products in Fuzhou and surrounding areas.

Finance for Good



Paired-up Assistance and Partner Assistance

In 2024, CDB formulated a three-year work plan and an annual plan for paired-up assistance, improved the working mechanism for staff members serving temporary positions in areas under paired-up assistance to ensure smooth transition during their rotations, and kept diversifying assistance measures such as financial donation, consumption assistance, and talent training. These efforts effectively enhanced the internal impetus for development of the paired-up and partner counties.

Financial Donation

- CDB increased donations to the counties under paired-up assistance and partner assistance, donating a total of RMB38.02 million across the year to support 38 assistance projects aimed at improving local education environments and healthcare conditions, etc.

Consumption Assistance

- CDB took multiple measures to increase consumption assistance, including routine procurement of canteens and labor unions, organization of promotional sales events, and facilitating access to e-commerce platforms. Throughout the year, CDB directly purchased agricultural products worth RMB11.13 million from areas that had shaken off poverty and helped to sell products worth RMB22.45 million, enabling income growth for farmers in these areas.

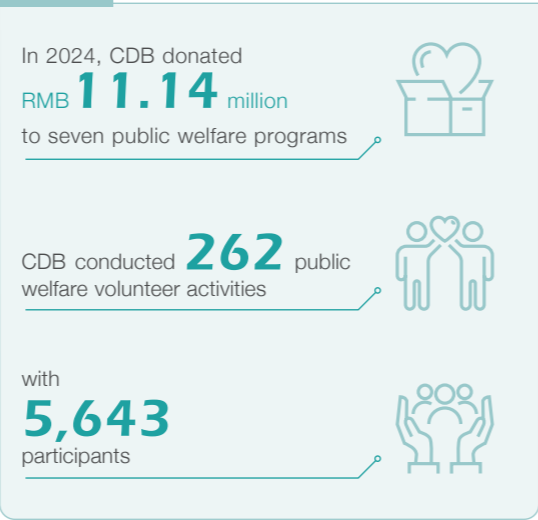
Talent Training

- CDB held training programs on themes like rural revitalization in Gulin County of Sichuan, Lankao County of Henan and Daozhen County of Guizhou.
- CDB supported the paired-up counties in organizing online and offline training programs tailored to their needs, enhancing the capabilities of rural grassroots cadres, rural revitalization leaders, and technical professionals.

Public Welfare Donations and Volunteer Services

In 2024, CDB continued to make external donations for areas such as education aid, social assistance, and disaster relief, etc. We donated a total of RMB11.14 million to seven public welfare programs supported by China Foundation for Rural Development, China Education Development Foundation, and China Population Welfare Foundation, etc. Additionally, we donated RMB2 million to support post-disaster reconstruction in Hainan after Typhoon Yagi, delivering care and assistance to those in the direst need in a timely manner.

CDB improved upon the volunteer service mechanism and defined the guiding principles and fundamental tenets of volunteer services. Upholding the spirit of "dedication, friendship, mutual aid, and progress" in volunteering, CDB launched the CDB Youth Leifeng Initiative to encourage young staff members to carry forward the Leifeng Spirit. CDB strengthened the building of distinctive volunteer and public welfare service brands such as Spark Action and Financial Literacy to Campus, promoting project-based refined management, standardized process management, and institutionalized long-term support for such brands. Employees were encouraged to take the initiative to participate in volunteer services. Throughout the year, 262 public welfare volunteer activities were organized, with 5,643 participants. At the end of 2024, CDB had 4,832 registered volunteers.



Spark Action: Lighting up Hope and Warming Hearts

In October 2024, CDB partnered with the Youth Development Foundation of Xinjiang Uygur Autonomous Region to co-host the 2024 on-site donation activity titled "Spark Action: Lighting up Dreams and Drawing a Shared Circle" in Saikhepaqi Village, Yiganqi Town, Aksu, Xinjiang. Over 2,000 young CDB employees became "dream executives", pledging to fulfill 2,016 dreams and donating supplies worth RMB320,100. They sent "warm sun energy packs" and "diligence packs" with winter clothes, school bags and stationery, among others, to local children, encouraging them to study hard and grow healthily.

Spark Action is a brand public welfare action launched by CDB in 2021. Each year, CDB organizes activities of public welfare support, daily life assistance, and growth guidance, etc., targeting at left-behind children, relocated families' children, and other vulnerable groups in paired-up and partner counties and ethnic minority regions. By the end of 2024, over RMB1.3 million had been raised through the Spark Action, helping children in regions like Sichuan, Qinghai, and Xinjiang to fulfill 5,065 requests and addressing the practical needs of local children in education and daily life. In 2024, the volunteer service initiative titled "Spark Action: Lighting up Dreams" won the gold medal at the 7th Chinese Youth Volunteer Service Project Competition.

Best wishes from CDB's young employees to the children in Saikhepaqi Village

Youth volunteers from CDB Tianjin Branch held a financial knowledge promotion activity titled "Volunteer Tour for Promoting Finance Literacy on Campus" at Tianjin University of Finance and Economics

CDB Qinghai Branch organized a financial consumer awareness campaign themed "Financial Consumer Protection at Your Side, Safeguarding Rights and Preventing Risks" in Xiashihe Village, Lijianshan Town, Xining

CDB Hubei Branch carried out a Colorful Classroom teaching assistance activity at Jiahe Town Central Primary School in Shiyan

Governance Capacity and Management Competence Elevated in Upholding Fundamental Principles and Breaking New Ground

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Upholding the centralized leadership of the CPC Central Committee over the financial work, CDB continuously improves the corporate governance mechanism, strengthens operational safeguards for corporate governance, and deepens supervision over internal audit. CDB enhances the comprehensive risk management system and makes sustained efforts in risk prevention and control. CDB operates in compliance with laws and regulations, providing a stable and orderly internal environment for development and innovation. CDB speeds up digital transition and strengthens the foundation of data governance. CDB continues to advance the talent strategy to develop a high caliber professional workforce.



Party Building



In 2024, under the guidance of Xi Jinping Thought on Socialism with Chinese Characteristics for a New Era, CDB thoroughly studied, publicized and implemented the guiding principles of the 20th CPC National Congress and the Second and Third Plenary Sessions of the 20th CPC Central Committee, and ensured the implementation of the general requirements for Party building in the new era. Giving overarching priority to raising political awareness among the Party, we promoted bank self-governance driven by Party self-governance in all respects, driving the high quality development of CDB with high quality Party building initiatives.

Reinforcing political awareness and upholding the centralized leadership of the CPC Central Committee

CDB gave top priority to raising political awareness over other Party building endeavors, and took it as the most important political task to study and implement important instructions and comments of General Secretary Xi Jinping, to continuously improve our political acumen, understanding and capacity to deliver. We promoted bank-wide unification of thinking, will and actions, rooted our actions in the overall national interests, and better fulfilled the responsibilities and missions entrusted to CDB by the CPC Central Committee.

Strengthening the ideological work and unswervingly enhance cohesion and forge the Bank’s soul with the Party’s innovative theories

CDB has always given top priority to studying and implementing Xi Jinping’s thought on socialism with Chinese characteristics for a New Era. We insisted on studying the original works and reading the source texts to understand the principles, and made unremitting efforts to arm ourselves, guide our practice and drive our work forward with the Party’s innovative theory. Combining centralized education with regular education, we launched an initiative to increase awareness of Party discipline among Party members to consolidate the outcomes of thematic education. We strengthened efforts to cultivate Party spirit, fostered and practiced the financial culture with Chinese characteristics, and guided cadres and employees to build a strong sense of mission in serving the country and the people through finance.

Consolidating Party organizations and continuously enhancing the political and organizational functions of primary-level Party organizations

CDB resolutely implemented the Party’s organizational line in the new era. With a focus on consolidating the Party’s organizational system, we took a holistic approach to both horizontal and vertical promotion, combine institutional shaping with soul forging, and promoted the deep integration of Party building and business operations, so as to build primary-level Party organizations of all types and at all levels into strongholds to support high quality development. We strengthened the overall planning and promotion of primary-level Party building, and made the primary responsibility of primary-level Party organizations for Party building clearly defined. We took a rigorous and practical approach to the development of Party members, imposed strict control on the recruitment of Party members, combined strict management and thorough care, and intensified the education, supervision and management of Party members and cadres.

Adhering to overall strict governance and driving bank self-governance through Party self-governance in all respects

CDB gave more prominence to enforcing Party discipline, persevered in improving Party conduct, enforcing Party discipline, and fighting corruption, integrated the main tone of strictness into all aspects of the entire process, and promoted comprehensive and strict Party self-governance to drive comprehensive and strict bank self-governance, with continuous new gains achieved. We carried out Party discipline study and education in depth, continuously combined study and research, intensified warning education, leveraged training programs to facilitate study, formulated institutionalized and long-term measures, and promote Party members and cadres across CDB to persistently study, understand, internalize, and abide by the Party discipline. We persevered in correcting the Four Malfeasances, namely favoring form over substance, bureaucratism, hedonism, and extravagance. We continued to rectify formalism, and had the perseverance to hammer away and made unremitting efforts until the cultivation of a fine work style. We maintained a high-handed posture towards anti-corruption, deepened the use of cases to promote correction and governance, and strengthened the management and control of integrity risks.

Effective Corporate Governance



CDB insists on integrating the Party’s leadership into all aspects and processes of our corporate governance, and continues to improve our legally defined corporate governance mechanism with transparent powers and responsibilities, effective coordination, and balance between different functions, to make sure that major decisions are scientific, the effectiveness of execution is improved, and the systematic supervision is enhanced. We improve the compliance and effectiveness of its corporate governance. Strictly abiding by laws and regulations, regulatory requirements, and the *CDB Articles of Association*, all functions perform their duties in a diligent and standardized manner.

The CDB Party Committee plays a leading role in steering the direction, managing the broader picture, and ensuring implementation. It upholds the centralized leadership of the CPC Central Committee over finance and applies the Party’s innovative theories. It enhances cohesion and forges the Party’s soul with the Xi Jinping Thought on Socialism with Chinese Characteristics for a New Era. It establishes and upgrades the working mechanism for implementing the important instructions and comments of General Secretary Xi Jinping, and takes thorough measures to ensure implementation. It thoroughly studies and implements the guiding principles of the Third Plenary Session of the 20th CPC Central Committee, and researches, formulates, and implements relevant measures. It adheres to the fundamental principle of supporting real economy and develops a deeper understanding of making financial services more politically-oriented and people-centered. It firmly stays on the path of financial advancement with Chinese characteristics, and proactively fosters and promotes the financial culture with Chinese characteristics. It organizes and carries out the Party discipline education, exerting consistent and sustained efforts to make it a regular and lasting activity. It also intensifies efforts to counter corruption and enhances integrity to build a clean political environment.

The Board of Directors performs its responsibilities as the main body that makes business decisions by developing strategies, making decisions and preventing risks. In 2024, the Board of Directors of CDB continued to follow the guidance of Xi Jinping Thought on Socialism with Chinese Characteristics for a New Era and faithfully implemented the decisions and instructions made by the CPC Central Committee and the State Council, always making its plans and advancing its work in line with the bigger picture of the causes of the Party and the country. It kept improving the governance system and building up the governance capability of CDB, fulfilled its duties in compliance with laws and regulations, and made prudent and scientific decisions. It maintained the leading role of CPC CDB Committee, and supported the senior management to strengthen operational management. It exerted greater efforts to research and decide on major matters concerning CDB’s reform and development. It promoted CDB to make new achievements in supporting major national strategies, boosting development of real economy, and preventing, mitigating and resolving risks. Over the year, the Board of Directors convened seven meetings, at which members reviewed 52 proposals, including the business operation plan and financial budget plan.

The senior management follows the instructions of the CPC CDB Committee and the decisions of the Board of Directors in making operational plans, strengthening management, and ensuring implementation. In 2024, the senior management of CDB faithfully implemented the instructions of the CPC CDB Committee and the decisions of the Board of Directors. Following the business strategy of stabilizing development, strengthening principal operations, controlling risks, driving better performance, and promoting high quality development, it supported enhancing infrastructure construction on all fronts, advanced technology finance, green finance, inclusive finance, elderly care finance and digital finance, and promoted subsidized housing, renovation of urban villages, and dual-use public infrastructure, and high quality Belt and Road cooperation. It improved the comprehensive risk management system, intensified internal control and compliance management, and tackled risks of key projects effectively. It enhanced assets and liabilities coordination, promoted risk prevention and resolution, prioritized cost-reduction and efficiency increase and improved the quality and effectiveness of operation and management on all fronts, fulfilling the major tasks assigned by the CPC Central Committee and the State Council and annual business objectives set by the Board of Directors.

Risk Prevention and Control Capabilities



In 2024, CDB, maintaining its prudent risk appetite, kept improving the risk management policy framework to advance the building of its risk management system and data platform and ensure effective identification, measurement, monitoring, and control of various risks, and refined the risk management information technology system to enhance risk management capabilities.

Enhancing Group Risk Management and Consolidation Management

- We conducted group risk identification and assessment based on diagnostic evaluations of risk exposure and management capabilities, and formulated a group risk appetite statement, setting differentiated risk appetite thresholds for key risks and critical business lines. We also prepared comprehensive risk management reports and group-wide consolidation management reports to provide a holistic view for group risk management. We carried out unified group-wide scenario-based stress testing and promoted in-depth application of the test results to maximize their forward-looking early-warning function.

Advancing the Digital Transformation of Risk Management

- We built an enterprise-level risk management platform and a big data platform for risk management, integrating 30 risk management components or systems to achieve the unification of bank-wide customer management, risk monitoring and early warning, risk management operations, risk data services, risk management knowledge base, and risk system user services.

Strengthening Risk Management Foundations and Capability Building

- We systematically implemented the comprehensive risk management framework, promoted the in-depth integration of risk management and business development, and conducted hierarchical and multi-dimensional risk management training programs.
- We revised supporting policies and evaluation metrics for the vertical risk compliance management of branches, carried out performance reporting and annual assessments for risk compliance functions at branches and subsidiaries, and institutionalized professional qualification examinations and reviews for relevant personnel.
- We continuously advanced the initiative of comprehensive risk management capability enhancement for branches, guiding subsidiaries in developing targeted measures to improve risk management capabilities.

Enhancing the Effectiveness of Relieving Risk and Recovering Losses

- We improved the asset preservation regime and mechanism, strengthening the special scheduling and driving management for NPLs after write-offs in key areas. We held two special training sessions on relieving risk and recovering losses across the year.
- At the end of 2024, the scale of NPLs saw a further YoY decrease.

The Bottom Line of Compliant Operations



CDB has been continuously improving its group-wide compliance management system, comprehensively upgrading the compliance management across the CDB group. In 2024, the CDB group's compliance management system was in steady and effective operation, with continuous improvement in the quality and efficiency of compliance management. The compliance culture has been deep-rooted, laying a solid foundation for CDB's sustained stable operations.

Internal Control

In 2024, we consolidated the achievements of the three years of efforts in internal control and compliance, and developed the Three-Year Action Plan for Internal Control and Compliance Improvement, which specifies the general goal, key tasks and implementation path for internal control and compliance improvement across the group by 2027. We continued to refine the matrix-based, grid-structured internal control management system, strengthened the synergy of the three lines of defense as well as the coordination between parent and subsidiary companies, improved whole-process internal control and compliance management mechanisms, and fostered higher compliance awareness, professional competence, and management capabilities. We kept improving upon the mechanisms for supervision over internal control, refined the group-wide, hierarchical and differentiated internal control evaluation index system, and conducted regular assessments over the internal control effectiveness of branches.

Compliance Management

In 2024, we continued to improve our compliance management performance and compliance risk prevention and control capabilities to ensure legal and compliant operations and sound business development. We enhanced the group's whole-process compliance management and intensified efforts to improve overall management and dynamic tracking of prior compliance management and make analyses and research on regulatory rules to go deeper, turning the external regulations into our internal requirements, to improve our compliance review mechanism. We strengthened the in-process compliance monitoring and reporting, duly disclosed regulatory penalties of the group and published regulatory compliance risk alerts. We also improved the post-examination and correction to strengthen the evaluation on the effectiveness of internal compliance examination and promote the implementation of regulatory comments on correction. With a culture of rule of law and compliance, we carried out legal education and compliance training. We promoted compliance and enforcement of regulations among staff members by enabling them to know and understand the regulations while improving their compliance awareness in accordance with the law and regulations.

Money Laundering Risk Management

In 2024, we upgraded its money laundering risk prevention and control capability in an all-round way to ensure safe and stable operations. Adhering to the risk-based principle, we closely observed the newly-revised Anti-Money Laundering Law and updated regulatory requirements to refine our anti-money laundering (AML) system. We promoted the application of money laundering risk assessment results to enhance risk control in high-risk sectors. Besides, we improved the tools and models of our money laundering risk monitoring system to make our money laundering risk management more technologically sophisticated. With intensified AML post-supervision and inspections, awareness campaigns, and training programs, we fostered a robust AML compliance culture.

Supervision over Internal Audit



In 2024, CDB implemented the guidelines set at the meeting of the Audit Commission of the CPC Central Committee, met regulatory requirements, focused on solving problems, and laid stress on value increase, bringing into a better play the role of internal audit in promoting the Bank's deepening reform and high quality development. Audits on special loans to urban village renovation projects of megacities were conducted to promote the implementation and realization of major national policies. Audits on business operation and management were conducted on three branches and one subsidiary to promote business compliance and stable and sustained operation. Audits on credit services such as NPL transfer and write-off, foreign exchange credit, M&A loans, and classification of risks related to financial assets were carried out to promote prevention and mitigation of credit risks. Risk compliance audits on comprehensive risks, related-party transactions, AML, capital management and performance-based salaries were also carried out to enhance the management efficiency and effectiveness. Besides, audits on IT management such as data governance, business continuity, and system launch for production were conducted to promote the upgrade of the data governance system and its operation safety. We advanced the rectification of problems identified by the National Audit Office and internal audits and upgraded the rectification mechanism to improve the effectiveness of rectification and consolidate the achievements. Greater efforts were made in advancing economic accountability audits, and the in-office accountability audits were carried out in a steady manner to guarantee appropriate and prudent exercise of power. Public complaints concerning CDB's asset security were handled in a transparent manner. We promoted the coordination of audits with all supervisory parties such as disciplinary inspection, tour inspection, organizational and personnel functions, risk management and internal control compliance to form supervisory synergy, so as to strengthen information and achievements sharing. We kept refining the integrated management of auditing, strictly controlled auditing quality, and carried out research audits seriously. Special efforts were made to enhance IT support for auditing and promote big data analysis and application. We strengthened the building of audit team by recruitment and training to increase auditing efficiency continuously.

Digital Management Capabilities



Technological Support for Business Operations

In 2024, with data elements and digital technology as key drivers, CDB took multiple measures to empower business innovation and development. We established data archives, launched the new core second-phase student loan accounting system, released the Student Loan App, and advanced the development of key projects such as Smart Credit and the new edition of risk system cluster. We sped up the integration of business, technology and data, enhanced IT integration, and continued to improve our cybersecurity capabilities, constantly improving our capabilities for independent and controllable IT operations. We successfully put into operation the Xi'an data and R&D base, continuously improved our resource allocation and service supply capabilities, and gave full play to the role of IT in supporting and securing business development.

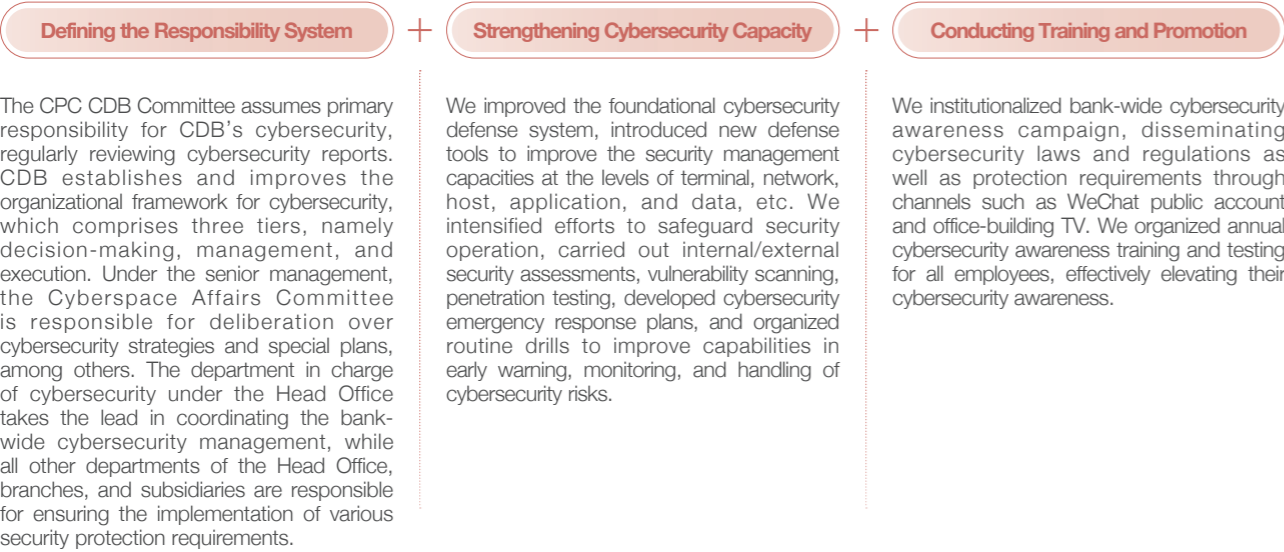
Enhanced Data Management

CDB has been constantly improving the data governance capabilities. In 2024, the data governance committee of senior management held two meetings, reviewing and approving relevant matters related to data governance, security, and standards, etc. We formulated and implemented annual data governance assessment procedures and established a mechanism for superintending the handling of data quality issues on the reminder sheet. We carried out daily monitoring of business systems and components that are used frequently, promptly identified problems, and conducted in-depth root cause analysis, enhancing foundational data quality and steadily strengthening the effectiveness of data quality control. We conducted data governance assessment and on-site statistical inspection, putting forward rectification recommendations for identified problems and drove the implementation of such recommendations.

CDB strictly fulfills the data security protection obligations and ensured compliance in data processing. In 2024, we revised its data security management measures, defining responsibilities and duties, standardizing data classification criteria and processes, and specifying the security control requirements for each stage of the data lifecycle. We also organized special data security training, covering topics like data security laws, regulations, and regulatory requirements, and internal data security management framework and policies, etc. We strengthened assessment over data security incidents, effectively brought out the role of assessment incentives and constraints, and elevated the data security management performance. We developed a pilot program for data classification and grading, with six business lines selected for testing. We also reinforced data security emergency management and organized emergency drills to enhance the capabilities to respond to data security incidents.

Cybersecurity Defense

In compliance with relevant laws and regulations such as the *Cybersecurity Law of the People's Republic of China*, the *Data Security Law of the People's Republic of China*, and the *Personal Information Protection Law of the People's Republic of China*, CDB has built a special institutional framework of cybersecurity led by cybersecurity management measures and developed special cybersecurity plans and key tasks, coordinating the planning and arrangement of cybersecurity efforts.



A High Caliber Workforce

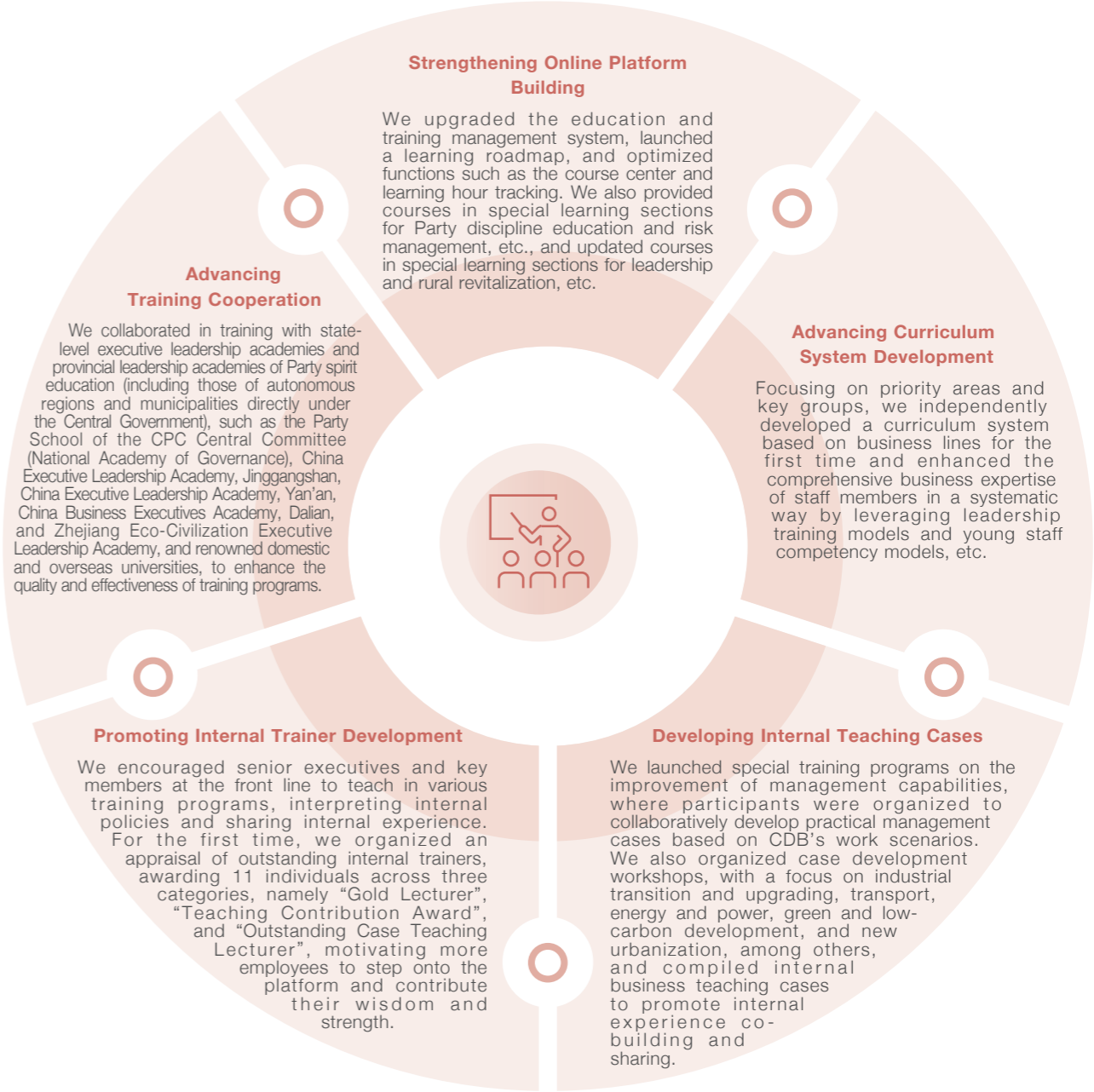


Talent Development

CDB advanced the talent strategy to develop a high caliber workforce, and strengthened the building of a competent and professional team. We adopted multiple measures to train talents, made precision talent introduction in an effective way, made full use of various types of talents in a flexible way, expanded their career development opportunities, and fostered an environment favorable for their growth.

A Systematic Foundational Support for Training

In 2024, we focused on improving the online learning platform and training resource development, building a solid foundation for education and training.



Categorized and Tiered Competency Training

Centering on building a high caliber professional workforce that is politically strong, highly competent and highly disciplined, CDB kept making its staff education and training more updated, systematic, targeted and effective by emphasizing the overall planning, focusing on priorities, consolidating the foundation, and improving quality and effectiveness.

Onboarding Training

- CDB launched the onboarding program for new employees to help them take a successful first step in their roles.
- CDB held training for newly-appointed account managers, covering all new account managers within their first year.
- CDB provided online induction training for newly-promoted division-level and managerial cadres within the first year of their promotion to consolidate the foundation for them to perform their duties.



Trainees in the new account manager training program participating in business simulation

Management Skills Training

- For division chiefs, CDB organized themed training sessions on Party building leadership & team management, innovative development & analytical decision-making, and holistic coordination & conscientious implementation, among others, to enhance capabilities in driving Party building, leading teams, and promoting development.
- For deputy division chiefs, CDB organized special training on communication & teamwork and efficient execution to improve communication, collaboration, and execution skills.
- For Level 1 & 2 managers, CDB organized online training on performance improvement to help elevate their professional proficiency.



Trainees in the special training program on innovative development & analytical decision-making engaging in a sand table simulation exercise

Professional Competency Training

- CDB organized cadres under the administration of the CPC CDB Committee to participate in the special training program on digital finance and risk prevention, as well as sci-tech innovation and green development at world-renowned institutions to enhance their professional competence and broaden their global perspectives.
- CDB held a series of industry empowerment training programs in fields such as transport and new urbanization, deepening professionals' industry awareness and literacy and strengthening their financial service expertise.
- CDB organized special training sessions for credit review personnel on themes like financial analysis, international operations, and risk prevention, and brought case-based teaching to the doorstep of ten branches to address their competency deficiencies.
- CDB launched bank-wide lectures on cutting-edge areas like digital finance and technology finance to enrich staff's knowledge reserve.



A scene of case-based teaching tour training in CDB Ningxia Branch

Career Development

In 2024, CDB further strengthened its overall planning for bank-wide workforce development. By leveraging the career development system for both managerial and professional channels, we provided employees with smooth career development pathways, stimulating their motivation and initiative in work and pioneering endeavors. Remaining committed to talent reserve building, we spared no effort to select promising young cadres and strengthen the systematic reserve, tracking cultivation, and timely deployment of young key talents. We improved the expert talent pool and established a talent reserve pool for priority business areas, further strengthening the building of a team consisting of professionals. We developed a well-structured leadership echelon, with cadres receiving multi-position and comprehensive training, and carried out the selection of exchange cadres, dispatching outstanding young cadres to local governments and primary-level organs for practical experience, Party spirit tempering, and competency enhancement.

Through various evaluation mechanisms, we verified and assessed employees' political commitment, professional competence, work performance, and integrity and self-discipline, among others. Assessment results served as an important basis for promotion and appointment, management and supervision, incentives and constraints, etc. In addition, based on functions and duties, we incorporated sustainability factors, such as contribution to the real economy and development of inclusive finance and green finance, into relevant performance evaluation systems of relevant entities.

Protection of Rights and Interests

CDB strictly observes national laws and regulations, including the *Labor Law of the People's Republic of China*, the *Labor Contract Law of the People's Republic of China*, and the *Provisions on the Prohibition of Using Child Labor*, prohibiting any form of child labor or forced labor to ensure an equal and fair working environment for all employees. Explicitly prohibiting discriminatory conditions in recruitment, we keep refining the recruitment mechanisms, adopt standardized processes, and strengthen supervision and constraints to ensure transparency in the process of recruitment. We also fully implement the electronic management of employment contracts to safeguard the legal rights and interests of employees.

We improve our corporate democratic management system based on the employees' congress, ensure employees' access to channels for expressing their appeals, keeps refining the system and operating framework of the employees' congress to fully protect employees' rights in accessing information, participating in CDB management, expressing opinions and exercising supervision. In 2024, CDB convened the Fourth Session of the Fourth Employees' Congress, where reports on bank operations and workplace safety, among others, were heard, and the special collective contract for protecting female employees' rights and interests was adopted by voting. We strengthened the effectiveness of proposal solicitation and handling and worked to address concerns raised by employee representatives. With all proposals accepted in the year being addressed, we practically ensuring every proposal being responded to and every matter being resolved.



Scene from the Fourth Session of the Fourth Employees' Congress of CDB

Caring for the Staff

CDB continues to strengthen efforts for safeguarding employees' physical and mental well-being, boosting their sense of gain and happiness through meticulous care and psychological support.



Sports and Cultural Activities

CDB organized activities such as themed brisk walking, online intellectual games, call for and display of photography works, call for essays, and online quizzes to enrich employees' spiritual and cultural lives, create a work environment and team atmosphere conducive to physical and mental health, and build a united, uplifting, healthy, and sound staff culture.



Health Protection

CDB organized annual and special health check-ups for employees, set up a health service hotline, and established employee health management files and health consultation platforms. Convenient routine health testing services were also provided for employees. CDB also advanced popular health science education, inviting experts from renowned hospitals to deliver health knowledge lectures and holding emergency rescue skills training.



Psychological Support

The psychological support platform operated smoothly, offering employees one-stop services integrating mental health knowledge, psychological self-assessment, and counseling appointment. CDB held themed psychological lectures for groups like new employees and female employees, and launched the primary-level psychological care initiatives to provide services such as personalized special lectures and on-site counseling.



Compassionate Care

CDB continued the "caring for employee" campaign during the 2024 New Year and Spring Festival holidays, sending warmth to 2,423 staff members who were in difficulties, staying overseas for international business, staying in villages for poverty alleviation, and working at the front line during holidays, etc.



Appendices

Honors and Awards

Financial Technology Development Award – Second Prize

People's Bank of China

Development Awards 2024: Infrastructure Development

Association of Development Financing Institutions in Asia and the Pacific (ADFIAP)

Bond Market Leader of the Year Outstanding Issuer of Policy-based Financial Bonds

China Central Depository & Clearing Co., Ltd.

Outstanding Issuer of Green Bonds (Financial Bonds)

Interbank Market Clearing House Co., Ltd. (Shanghai Clearing House)

Outstanding Post-trade Service Institution in the Interbank Foreign Exchange Market

China Foreign Exchange Trade System

Outstanding Organization in the Mid-Term of China's 8th Five-Year Plan for Publicity and Education to Raise Public Awareness of the Law

Ministry of Justice and National Office for Law Popularization

Gold Medal of the 7th Chinese Youth Volunteer Service Project Competition

Central Committee of the Communist Youth League
Social Work Department of the CPC Central Committee
Ministry of Civil Affairs
Ministry of Water Resources
Ministry of Culture and Tourism
National Health Commission
China Disabled Persons' Federation
CPC Guangdong Provincial Committee
Guangdong Provincial People's Government

An Outstanding Central State Organ for Promoting the Peaceful China Initiative

Office of the Social Affairs Administration
Coordination Group of Central State Organs

Role Model of Nationwide Voluntary Tree Planting in the Capital

Office of the Landscaping Committee of Central State Organs

Key Data

In billion RMB, unless otherwise specified

Key Performance Indicators	2024	2023	2022
I. Operational Indicators			
Total Assets	18,618.3	18,654.5	18,243.1
Total Loans and Advances to Customers	15,398.4	14,904.5	14,474.9
Non-Performing Loan Ratio (%)	0.37	0.58	0.78
Allowance to Total Loans Ratio (%)	4.80	4.66	4.28
Debt Securities Issued	13,328.5	12,724.3	12,126.0
Total Equity	1,773.9	1,679.7	1,605.6
Profit for the Year	89.0	87.4	84.3
Capital Adequacy Ratio (%)	12.37	11.65	11.37
ROA (%)	0.48	0.47	0.48
ROE (%)	5.15	5.32	5.37
II. Economic and Social Indicators			
Balance of Railway Industry Loans	972.5	962.9	904.1
Balance of Power Industry Loans	1,231.9	1,220.6	1,166.2
Strategic Emerging Industries Loans	493.4	501.5	535.9
Balance of On-lending Loans to Micro and Small Businesses	350.8	383.2	332.4
Total Student Loans	80.3	59.9	49.6
Students Benefiting from the Student Loans (in 10,000 students)	5,669.8	5,044.6	4,481.2
Total Emergency Loans ¹	0.9	3.1	28.6
Total Number of Employees (person) ²	11,147	10,755	10,564
Total Number of Female Employees (person) ²	4,725	4,575	4,477
Total Number of Male Employees (person) ²	6,422	6,180	6,087
Proportion of Female Employees (%) ²	42.39	42.54	42.38
Proportion of Male Employees (%) ²	57.61	57.46	57.62
Public Welfare Donation (in RMB10,000) ³	5,116.3	5,022.0	4,720.3
III. Environmental Indicators			
Green Financial Bonds Issued	22.0	21.0	51.0
Electricity Consumed by the Head Office (kWh)	28,144,680	28,964,860	29,351,920
Heat Purchased by the Head Office (GJ)	33,657	39,546	40,206
Natural Gas Purchased by the Head Office (m³)	723,932	676,517	795,767
Gasoline Consumed by the Head Office (L)	48,768	62,188	50,206
Paper Consumption per Person in the Head Office (kg/person)	22.79	16.81	17.91
Water Consumption per Person in the Head Office (m³/person)	45.32	39.25	42.32
E-banking Transaction Amount	17,274.7	14,286.3	17,442.2

1 Referring to loans with a term of not more than one year (inclusive) which are issued quickly by the CDB after quick decision-making within its business scope to assist local governments and key enterprises and institutions of different places in responding to emergencies before the financial disaster relief funds are in place or the affected enterprises or institutions resume normal production and operation.

2 Within the Bank's range.

3 Within the Group's range.

Independent Practitioner’s Assurance Report

English Translation for Reference Only

To China Development Bank

We have been engaged to perform a limited assurance engagement on the selected key data of 2024 (hereinafter referred to as “key data”) as defined below in the 2024 Sustainability Report (“the Sustainability Report”) of China Development Bank (the “Bank”).

Selected Key Data

The selected key data in the Bank’s 2024 Sustainability Report are the following economic and social indicators, and environmental indicator in the table of key data:

- Balance of Railway Industry Loans (in RMB billion)
- Balance of Power Industry Loans (in RMB billion)
- Strategic Emerging Industries Loans (in RMB billion)
- Balance of On-lending Loans to Micro and Small Businesses (in RMB billion)
- Total Student Loans (in RMB billion)
- Students Benefiting from the Student Loans (in 10,000 students)
- Total Emergency Loans (in RMB billion)
- Total Number of Employees (person)
- Total Number of Female Employees (person)
- Total Number of Male Employees (person)
- Proportion of Female Employees (%)
- Proportion of Male Employees (%)
- Public Welfare Donation (in RMB10,000)
- Green Finance Bonds Issued (in RMB billion)
- Electricity Consumed by the Head Office (kWh)
- Heat Purchased by the Head Office (GJ)
- Natural Gas Purchased by the Head Office (m³)
- Gasoline Consumed by the Head Office (L)

- Paper Consumption per Person in the Head Office (kg/person)
- Water Consumption per Person in the Head Office (m³/person)
- E-banking Transaction Amount (in RMB billion)

Our assurance was only with respect to the key data selected above for the year ended 31 December 2024 and we have not performed any procedures with respect to earlier periods or any other elements included in the 2024 Sustainability Report.

Criteria

The criteria used by the Bank to prepare the selected key data in the 2024 Sustainability Report is set out in the footnotes to the table of key data (the “basis of reporting”).

The Management’s Responsibilities

The Management is responsible for the preparation of the selected key data in the 2024 Sustainability Report in accordance with the basis of reporting. This responsibility includes designing, implementing and maintaining internal control relevant to the preparation of the selected key data in the 2024 Sustainability Report that is free from material misstatement, whether due to fraud or error.

Our Independence and Quality Control

We have complied with the independence and other ethical requirement of the International Code of Ethics for Professional Accountants (including International Independence Standards) issued by the International Ethics Standards Board for Accountants, which is founded on fundamental principles of integrity, objectivity, professional competence and due care, confidentiality and professional behavior.

Our firm applies International Standard on Quality Control 1 and accordingly maintains a comprehensive system of quality control including documented policies and procedures regarding compliance with ethical requirements, professional standards and applicable legal and regulatory requirements.

Practitioner’s Responsibilities

It is our responsibility to express a conclusion on the selected key data in the 2024 Sustainability Report based on our work.

We conducted our work in accordance with the International Standard on Assurance Engagements 3000 “Assurance Engagements Other Than Audits or Reviews of Historical Financial Information”. This standard requires that we plan and perform our work to form the conclusion.

The procedures performed in a limited assurance engagement vary in nature and timing from, and are less in extent than for a reasonable assurance engagement. Consequently, the level of assurance in a limited assurance engagement is substantially lower than the assurance that would have been obtained had a reasonable assurance engagement been performed. Accordingly, we do not express a reasonable assurance opinion about whether the Bank’s 2024 selected key data in the 2024 Sustainability Report has been prepared, in all material respects, in accordance with the basis of reporting. Our work involves assessing the risks of material misstatement of the selected key data in the 2024 Sustainability Report whether due to fraud or error, and responding to the assessed risks. The extent of procedures selected depends on our judgment and assessment of the engagement risk.

Within the scope of our work, our work was performed at the Head Office and the following branches:

- Guangdong Branch
- Hubei Branch
- Guizhou Branch

We performed the following procedures:

- Interviews with the leading department of the Bank involved in preparing the Sustainability Report;
- Interviews with relevant departments of the Bank involved in providing information for the selected key data within the Sustainability Report;
- Analytical procedure;
- Examination, on a test basis, of documentary evidence relating to the selected key data on which we report;
- Recalculation of key data in 2024;
- On-site visits to partial sample branches and interviews with relevant departments involved in to understand the statistical scope of sustainable development data; and
- Other procedures deemed necessary.

Inherent Limitation

The absence of a significant body of established practice on which to draw to evaluate and measure non-financial information allows for different, but acceptable, measures and measurement techniques and can affect comparability between entities.

Conclusion

Based on the procedures performed and evidence obtained, nothing has come to our attention that causes us to believe that the 2024 selected key data in the 2024 Sustainability Report is not prepared, in all material respects, in accordance with the basis of reporting.

Restriction on Use

Our report has been prepared for and only for the Bank and for no other purpose. We do not assume responsibility towards or accept liability to any other person for the content of this report.

BDO China SHU LUN PAN Certified Public Accountants LLP

Shanghai, the People’s Republic of China

14 July 2025

Global Reporting Initiative (GRI) Content Index

Statement	China Development Bank has reported the information cited in this GRI content index for the period from January 1, 2024 to December 31, 2024 with reference to the GRI standards.	
GRI 1 used	GRI 1: Foundation 2021	
GRI 2: General Disclosures 2021	GRI standard	Disclosure itemLocation
		2-1 Organizational details2024 Annual Report: Corporate Information
		2-2 Entities included in the organization’s sustainability reportingAppendices: Notes to the Report
		2-3 Reporting period, frequency and contact pointAppendices: Notes to the Report
		2-4 Restatements of information/
		2-5 External assuranceAppendices: Independent Practitioner’s Assurance Report
		2-6 Activities, value chain and other business relationships2024 Annual Report: Strategic Priorities
		2-7 EmployeesAppendices: Key Data 4.7 A High Caliber Workforce 2024 Annual Report: Staff
		2-9 Governance structure and composition4.2 Effective Corporate Governance; 2024 Annual Report: Corporate Governance
		2-10 Nomination and selection of the highest governance body2024 Annual Report: Changes to the Board of Directors and Senior Management
		2-11 Chair of the highest governance body2024 Annual Report: Directors, Senior Management and Staff
		2-12 Role of the highest governance body in overseeing the management of impacts4.2 Effective Corporate Governance
		2-13 Delegation of responsibility for managing impacts4.2 Effective Corporate Governance
		2-14 Role of the highest governance body in sustainability reporting4.2 Effective Corporate Governance
		2-15 Conflicts of interest2024 Annual Report: Corporate Governance
		2-16 Communication of critical concerns4.2 Effective Corporate Governance
		2-17 Collective knowledge of the highest governance body4.2 Effective Corporate Governance
		2-18 Evaluation of the performance of the highest governance body2024 Annual Report: Annual Remuneration
		2-19 Remuneration policies2024 Annual Report: Annual Remuneration
		2-20 Process to determine remuneration2024 Annual Report: Annual Remuneration
GRI 201: Economic performance 2016		2-22 Statement on sustainable development strategyPreamble
		2-27 Compliance with laws and regulations4.5 Supervision over Internal Audit
		2-28 Membership associations1.4 High-standard Opening-up
		2-29 Approach to stakeholder engagement4.7.3 Protection of Rights and Interests
		1. High Quality Economic Growth in Keeping with the Bank’s Mandate 2. Feature: Diverse Green Financial Products 3. A Better Life Crafted in Practicing “Finance for the People” Appendices: Key Data
		201-1 Direct economic value generated and distributed2. A Beautiful China Built upon the Ecological Cornerstone
		201-2 Financial implications and other risks and opportunities due to climate change

GRI standard	Disclosure item	Location
GRI 202: Market Presence 2016	202-1 Ratios of standard entry level wage by gender compared to local minimum wage	2024 Annual Report: Annual Remuneration
	202-2 Proportion of senior management hired from the local community	2024 Annual Report: Directors, Senior Management and Staff
GRI 203: Indirect Economic Impacts 2016	203-1 Infrastructure investments and services supported	1. High Quality Economic Growth in Keeping with the Bank's Mandate
	203-2 Significant indirect economic impacts	1. High Quality Economic Growth in Keeping with the Bank's Mandate 2. Feature: Diverse Green Financial Products 3. A Better Life Crafted in Practicing "Finance for the People"
GRI 204: Procurement Practices 2016	204-1 Proportion of spending on local suppliers	Procurement of China Development Bank website
GRI 205: Anti-corruption 2016	205-1 Operations assessed for risks related to corruption	4.2 Effective Corporate Governance
	205-2 Communication and training about anti-corruption policies and procedures	4.1 Party Building 4.2 Effective Corporate Governance
	205-3 Confirmed incidents of corruption and actions taken	4.2 Effective Corporate Governance
GRI 302: Energy 2016	302-1 Energy consumption within the organization	Appendices: Key Performance Indicators
	302-2 Energy consumption outside of the organization	Appendices: Key Performance Indicators
	302-3 Energy intensity	Appendices: Key Performance Indicators
	302-4 Reduction of energy consumption	Appendices: Key Performance Indicators
	302-5 Reductions in energy requirements of products and services	Appendices: Key Performance Indicators
GRI 303: Water and Effluents 2018	303-1 Interactions with water as a shared resource	2.3 Energy Conservation and Consumption Reduction in Our Own Operation
	303-3 Water withdrawal	Appendices: Key Performance Indicators
	303-4 Water discharge	Appendices: Key Performance Indicators
	303-5 Water consumption	Appendices: Key Performance Indicators
GRI 304: Biodiversity 2016	304-1 Operational sites owned, leased, managed in, or adjacent to, protected areas and areas of high biodiversity value outside protected areas	2.2.4 Healthy Ecological Environment
	304-2 Significant impacts of activities, products and services on biodiversity	2.2.4 Healthy Ecological Environment
	304-3 Habitats protected or restored	2.2.4 Healthy Ecological Environment
GRI 305: Emissions 2016	305-1 Direct (Scope 1) GHG emissions	2.3.1 Green Operation
	305-2 Energy indirect (Scope 2) GHG emissions	2.3.1 Green Operation
	305-3 Other indirect (Scope 3) GHG emissions	2.3.1 Green Operation
	305-4 GHG emissions intensity	2.3.1 Green Operation
	305-5 Reduction of GHG emissions	2.3.1 Green Operation
GRI 306: Waste 2020	306-1 Waste generation and significant waste-related impacts	2.3.1 Green Operation
	306-2 Management of significant waste-related impacts	2.3.1 Green Operation
	306-3 Waste generated	2.3.1 Green Operation
	306-4 Waste diverted from disposal	2.3.1 Green Operation
	306-5 Waste directed to disposal	2.3.1 Green Operation

GRI standard	Disclosure item	Location
GRI 308: Supplier Environmental Assessment 2016	308-1 New suppliers that were screened using environmental criteria	2.3.2 Responsible Procurement Procurement of China Development Bank website
	308-2 Negative environmental impacts in the supply chain and actions taken	2.3.2 Responsible Procurement Procurement of China Development Bank website
GRI 401: Employment 2016	401-1 New employee hires and employee turnover	4.7 A High Caliber Workforce
	401-2 Benefits provided to full-time employees that are not provided to temporary or part-time employees	4.7.4 Caring for the Staff
GRI 403: Occupational Health and Safety 2018	403-1 Occupational health and safety management system	4.7.4 Caring for the Staff
	403-2 Hazard identification, risk assessment, and incident investigation	4.7.4 Caring for the Staff
	403-3 Occupational health services	4.7.4 Caring for the Staff
	403-4 Worker participation, consultation, and communication on occupational health and safety	4.7.4 Caring for the Staff
	403-5 Worker training on occupational health and safety	4.7.4 Caring for the Staff
	403-6 Promotion of worker health	4.7.4 Caring for the Staff
	403-7 Prevention and mitigation of occupational health and safety impacts directly linked by business relationships	4.7.4 Caring for the Staff
GRI 404: Training and Education 2016	403-10 Work-related ill health	4.7.4 Caring for the Staff
	404-1 Average hours of training per year per employee	4.7.1 Talent Development
	404-2 Programs for upgrading employee skills and transition assistance programs	4.7.1 Talent Development
	404-3 Percentage of employees receiving regular performance and career development reviews	4.7.2 Career Development
GRI 405: Diversity and Equal Opportunity 2016	405-1 Diversity of governance bodies and employees	4.7.3 Protection of Rights and Interests Appendices: Key Data
GRI 406: Nondiscrimination 2016	406-1 Incidents of discrimination and corrective actions taken	4.7.3 Protection of Rights and Interests
GRI 407: Freedom of Association and Collective Bargaining 2016	407-1 Operations and suppliers in which the right to freedom of association and collective bargaining may be at risk	4.7.3 Protection of Rights and Interests
GRI 408 Child Labor 2016	408-1 Operations and suppliers at significant risk for incidents of child labor	4.7.3 Protection of Rights and Interests
GRI 409 Forced or Compulsory Labor 2016	409-1 Operations and suppliers at significant risk for incidents of forced or compulsory labor	4.7.3 Protection of Rights and Interests
GRI 413: Local Communities 2016	413-1 Operations with local community engagement, impact assessments, and development programs	1. Feature: Technology Finance, Green Finance, Inclusive Finance, Elderly Care Finance and Digital Finance with CDB Characteristics 3. A Better Life Crafted in Practicing "Finance for the People"
	413-2 Operations with significant actual and potential negative impacts on local communities	1. Feature: Technology Finance, Green Finance, Inclusive Finance, Elderly Care Finance and Digital Finance with CDB Characteristics 3. A Better Life Crafted in Practicing "Finance for the People"
GRI 414: Supplier Social Assessment 2016	414-1 New suppliers that were screened using social criteria	2.3.2 Responsible Procurement Procurement of China Development Bank website
	414-2 Negative social impacts in the supply chain and actions taken	2.3.2 Responsible Procurement Procurement of China Development Bank website
GRI 417: Marketing and Labeling 2016	417-1 Requirements for product and service information and labeling	4.6 Digital Management Capabilities
GRI 418: Customer Privacy 2016	418-1 Substantiated complaints concerning breaches of customer privacy and losses of customer data	4.6 Digital Management Capabilities

Notes to Report



Reporting Period

January 1 to December 31, 2024, with a few exceptions.



Release Cycle

CDB Sustainability Report is an annual report.



Organizational Scope

China Development Bank (referred to as “CDB” or “we”) and its subsidiaries.



Basis of Preparation

The *Opinions on Strengthening the Social Responsibility of Banking Institutions* by the General Office of former China Banking Regulatory Commission, the *Guidelines for Corporate Social Responsibilities of China's Banking Institutions* by China Banking Association, GB/T36000-2015 *Guidance on Social Responsibility*, *GRI Sustainability Reporting Guidelines* (GRI Standards 2021) of Global Sustainability Standards Board (GSSB), *UN Transforming our World: the 2030 Agenda for Sustainable Development* and Sustainable Development Goals (SDGs), ISO26000: 2010 *Guidance on social Responsibility*, and guidelines of CBIRC and China Banking Association.



Assurance

BDO China SHU LUN PAN Certified Public Accountants LLP was engaged to provide third-party assurance on some selected indicators in the report.



Access to Report

This report is published in both Chinese and English. The Chinese version shall prevail upon any discrepancy in interpretation between the two versions. Electronic copy can be accessed at <http://www.cdb.com.cn>.



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