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BQD  青岛银行

Bank of Qingdao Co., Ltd.*

青島銀行股份有限公司*

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

(Stock Code: 3866)

**ANNOUNCEMENT
OBTAINING THE AUTHORIZATION FOR ISSUANCE OF TIER-TWO
CAPITAL BONDS**

Reference is made to the announcements of Bank of Qingdao Co., Ltd. (the “**Bank**”) dated 22 January 2017 and 15 March 2017 and the circular of the Bank dated 16 February 2017, in relation to the issuance of tier-two capital bonds.

The Bank has recently received approvals from both the Qingdao Bureau of China Banking Regulatory Commission and the People's Bank of China regarding the issuance of tier-two capital bonds by the Bank. According to the relevant approvals, the Bank is approved to issue tier-two capital bonds in the national inter-bank bond market of China, with the finalized total issuance amount not exceeding RMB5 billion. The proceeds raised thereof will be used to replenish the tier-two capital of the Bank pursuant to the applicable laws and as approved by the regulatory authorities.

By order of the Board
Bank of Qingdao Co., Ltd.*
Guo Shaoquan
Chairman

Shandong, the PRC, 21 June 2017

As at the date of this announcement, the board of directors comprises Mr. GUO Shaoquan, Mr. WANG Lin, Mr. YANG Fengjiang and Ms. LU Lan as executive directors; Mr. ZHOU Yunjie, Mr. Rosario STRANO, Mr. WANG Jianhui, Ms. TAN Lixia, Mr. Marco MUSSITA and Mr. CHOI Chi Kin, Calvin as non-executive directors; Mr. WANG Zhuquan, Mr. DU Wenhe, Mr. WONG Tin Yau, Kelvin, Mr. CHEN Hua and Ms. DAI Shuping as independent non-executive directors.

* *Bank of Qingdao Co., Ltd. is not an authorized institution within the meaning of the Banking Ordinance (Chapter 155 of the Laws of Hong Kong), not subject to the supervision of the Hong Kong Monetary Authority, and not authorized to carry on banking and/or deposit-taking business in Hong Kong.*