HKEX
香港交易所

Monthly Return of Equity Issuer on Movements in Securities

**For the month ended
(dd/mm/yyyy) :**   **31/12/2017**

To : Hong Kong Exchanges and Clearing Limited

Name of Issuer   Bank of Qingdao Co., Ltd. (the "Bank")
Date Submitted   3/1/2018

I. Movements in Authorised Share Capital

1. Ordinary Shares

(1) Stock code : 3866   Description :   H Shares

	No. of ordinary shares	Par value (RMB)	Authorised share capital (RMB)
Balance at close of preceding month	1,763,034,980	1.00	1,763,034,980
Increase/(decrease)	Nil		Nil
Balance at close of the month	1,763,034,980	1.00	1,763,034,980

(2) Stock code : N/A   Description :   Domestic Shares

	No. of ordinary shares	Par value (RMB)	Authorised share capital (RMB)
Balance at close of preceding month	2,295,677,769	1.00	2,295,677,769
Increase/(decrease)	Nil		Nil
Balance at close of the month	2,295,677,769	1.00	2,295,677,769

2. Preference Shares

Stock code : 4611   Description : U.S.$1,203,000,000 5.50% Non-Cumulative Perpetual Offshore Preference Shares

	No. of preference shares	Par value (RMB)	Authorised share capital (USD) (See Remark 2)
Balance at close of preceding month	60,150,000	100	1,203,000,000
Increase/(decrease)	Nil		Nil
Balance at close of the month	60,150,000	100	1,203,000,000

3. Other Classes of Shares

Stock code : N/A   Description : N/A

	No. of other classes of shares	Par value (State currency)	Authorised share capital (State currency)
Balance at close of preceding month			
Increase/(decrease)			
Balance at close of the month			

Total authorised share capital at the end of the month (RMB) :   11,941,971,749 (See Remark 3)

II. Movements in Issued Share Capital

	No. of ordinary shares (1)	(2)	No of preference shares	No. of other classes of shares
Balance at close of preceding month	1,763,034,980	2,295,677,769	60,150,000	N/A
Increase/ (decrease) during the month	Nil	Nil	Nil	N/A
Balance at close of the month	1,763,034,980	2,295,677,769	60,150,000	N/A

III. Details of Movements in Issued Share Capital

Share Options (under Share Option Schemes of the Issuer)

Particulars of share option scheme including EGM approval date (dd/mm/yyyy) and class of shares issuable	Movement during the month				No. of new shares of issuer issued during the month pursuant thereto	No. of new shares of issuer which may be issued pursuant thereto as at close of the month
	Granted	Exercised	Cancelled	Lapsed		
1. N/A (/ /) shares *(Note 1)*						
2. N/A (/ /) shares *(Note 1)*						
3. N/A (/ /) shares *(Note 1)*						

Total A.	(Ordinary shares)	Nil
	(Preference shares)	Nil
	(Other class)	N/A

Total funds raised during the month from exercise of options (State currency)　　　　N/A

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

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

Total B. (Ordinary shares) _____ Nil _____
(Preference shares) _____ Nil _____
(Other class) _____ N/A _____

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

Class and description	Currency of amount outstanding	Amount at close of preceding month	Converted during the month	Amount at close of the month	No. of new shares of issuer issued during the month pursuant thereto	No. of new shares of issuer which may be issued pursuant thereto as at close of the month
1. Offshore Preference Shares, convertible compulsorily upon occurrence of a trigger event pursuant to the terms and conditions with respect to the Offshore Preference Shares	USD	1,203,000,000	Nil	1,203,000,000	Nil	1,960,536,176 H Shares *(See Remark 4)*

Stock code (if listed) 4611

Class of shares issuable *(Note 1)* H Shares

The initial conversion price is HK$4.76 per H Share, subject to adjustment

Subscription price

EGM approval date (if applicable) (dd/mm/yyyy)) (15/03/2017)

2. N/A

Stock code (if listed)

Class of shares issuable *(Note 1)*

Subscription price

EGM approval date (if applicable) (dd/mm/yyyy) (/ /)

3. N/A

Stock code (if listed)

Class of shares issuable *(Note 1)*

Subscription price

EGM approval date (if applicable) (dd/mm/yyyy) (/ /)

4. N/A

Stock code (if listed)

Class of shares issuable *(Note 1)*

Subscription price

EGM approval date (if applicable) (dd/mm/yyyy) (/ /)

Total C. (Ordinary shares) Nil

(Preference shares) Nil

(Other class) N/A

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

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

Other Movements in Issued Share Capital

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

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

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

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

Remarks (if any):

1. As the Bank is incorporated in the PRC, the concept of "authorised share capital" is not applicable. The information contained in section I refers to the "issued share capital".

2. Calculated based on the number of the offshore preference shares and the issuance price of each offshore preference share. The offshore preference shares have a par value of RMB100 each and issued as fully paid up in U.S. dollars. The issuance price of the offshore preference share is U.S.$20 each.

3. Calculated based on the aggregate of ordinary share capital and the total proceeds raised from the issuance of offshore preference shares, in which the total amount of proceeds raised from the issuance of the offshore preference shares is converted into Renminbi at the middle exchange rate between U.S. dollars and Renminbi of RMB6.553 to US$1.00 as published by the People's Bank of China on 19 September 2017.

4. The initial conversation price of the offshore preference shares is HK$4.76, which is equal to the net asset value per share as at 30 June 2016 disclosed in the Bank's 2016 interim report and denominated in Hong Kong dollars, which has been converted with reference to the central parity rate of RMB to Hong Kong dollars used by the interbank foreign exchange market as published by the China Foreign Exchange Trade System on the Trading Day prior to the date of announcement of the Board resolution (i.e. 22 January 2017) in respect of the issuance plan of the Offshore Preference Shares (rounded up to the nearest two decimal places). The number of H shares issuable upon full conversion of the offshore preference shares is equal to the aggregate liquidation preference of all the Offshore preference shares (being U.S.$20 for each offshore preference share, as converted into Hong Kong dollars at the fixed exchange rate of U.S.$1.00 to HK$7.7574) divided by the initial conversion price rounded down to the nearest whole number of H shares.

Submitted by: _LU Lan_

Title: _ Director, Secretary to the Board _
          (Director, Secretary or other duly authorised officer)

Notes :

1.   State the class of shares (e.g. ordinary, preference or other).

2.   If there is insufficient space, please append the prescribed continuation sheet.