

Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited take no responsibility for the contents of this announcement, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.

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)

(H Shares Stock Code: 3866)

(Preference Shares Stock Code: 4611)

ANNOUNCEMENT

ELECTION OF EMPLOYEE SUPERVISORS FOR THE SEVENTH SESSION OF THE BOARD OF SUPERVISORS

The term of office of the supervisors for the sixth session of the board of supervisors (the “**Board of Supervisors**”) of Bank of Qingdao Co., Ltd. (the “**Bank**”) will expire on 9 April 2018. Pursuant to the Company Law of the People's Republic of China, the Trade Union Law of the People's Republic of China, the Guidelines on Corporate Governance of Commercial Banks, the Regulations on Employee Representative Congress of Enterprises of Shandong Province and other laws and regulations and the articles of association of the Bank, Ms. Chen Qing, Mr. Wang Dawei and Mr. Meng Xianzheng were elected as employee supervisors of the seventh session of the Board of Supervisors at the fifth meeting of the member (employee) representative congress of the Bank on 30 March 2018.

The term of office of the employee supervisors for the seventh session of the Board of Supervisors is three years, which is the same as the term of office of the seventh session of the Board of Supervisors.

Mr. Sun Jigang and Mr. Xu Wansheng, who are about to resign as employee supervisors of the sixth session of the Board of Supervisors, have confirmed that they have no disagreement with the board of directors of the Bank and the Board of Supervisors, and that there are no other matters that need to be brought to the attention of the shareholders of the Bank.

The Bank would like to take this opportunity to express its sincere gratitude to Mr. Sun Jigang and Mr. Xu Wansheng for their contributions to, among others, the improvement in risk management and internal supervision of the Bank during their terms of office.

Biographies details of the employee supervisors for the seventh session of the Board of Supervisors are as follows:

Ms. Chen Qing, aged 58, holds a bachelor's degree in accounting from Southwest University of Science and Technology.

Ms. Chen was appointed as the chairlady of the Board of Supervisor on 15 December 2016. Since April 2017, Ms. Chen has been serving as the chairlady of BQD Philanthropic Foundation. She joined the Bank in October 1996 and served in various positions including the sub-branch president, the assistant to the president of the head office and the vice president of the head office. Prior to joining the Bank, she served in various positions including the deputy chief of the accounting division and the director of the sub-office under the Qingdao branch of Industrial and Commercial Bank of China from December 1987 to February 1994. She was an accounting officer of the cadre training center of People's Bank of China from February 1994 to November 1994. She was the chief of the planning sub-division under the planning division of the Qingdao Xintong Urban Credit Cooperative from November 1994 to October 1996.

Mr. Wang Dawei, aged 44, holds a bachelor's degree in international economics from Nankai University.

Mr. Wang has been serving as the chief officer of the credit risk and the general manager of the credit management department of the Bank since July 2016. Prior to joining the Bank, he worked in the international business department and the sales department in the Qingdao branch of Bank of Communications from July 1996 to March 2000. From March 2000 to April 2016, he worked in China Merchants Bank as the general manager of the risk control department, the credit approval department, the credit management department and the small enterprises financial department of the Qingdao branch, the general manager of the Qingdao regional headquarters under the small enterprise credit center of the Head Office and the general manager of the risk management department, the offshore finance department and the No.2 free-trade corporate client department of the Shanghai Free Trade Zone branch.

Mr. Meng Xianzheng, aged 50, holds a MBA degree from Northwestern University and is a senior political worker.

Mr. Meng has been serving as the general manager of the legal and compliance department of the Bank since August 2009. He joined the Bank in August 2001 and served in various positions including the deputy general manager and the general manager of the special asset management department and sub-branch president of the Bank. Prior to joining the Bank, he worked as a credit officer of Laixi Sub-Branch of Industrial and Commercial Bank of China from July 1989 to August 1993. He served in various positions including the deputy chief of the credit division, deputy director, director and chairman of Laixi Urban Credit Cooperative from August 1993 to July 2001.

The Bank will enter into service contracts with each of the aforesaid employee supervisors. Remunerations of each employee supervisor will be determined in accordance with the remuneration management measures formulated by the Bank, instead of being paid with supervisors' allowance by the Bank.

Save as disclosed above, each of the aforesaid employee supervisors has not held any directorship in any public companies whose securities are listed on any securities market in Hong Kong or overseas during the past three years, nor held any position in the Bank or its subsidiaries. Each of the aforesaid employee supervisors does not have any relationship with any other directors, supervisors, members of senior management or substantial or controlling shareholders of the Bank. As at the date of this announcement, Ms. Chen Qing and Mr. Meng Xianzheng respectively holds 500,000 and 370,301 domestic shares of the Bank, while Mr. Wang Dawei does not hold any interest in any shares of the Bank within the meaning under Part XV of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong).

Save as disclosed in this announcement, there is no other information relating to the aforesaid employee supervisors that is required to be disclosed pursuant to Rule 13.51(2)(h) to 13.51(2)(v) of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited, and none of the aforesaid employee supervisors involves or was involved in any matter that is required to be disclosed pursuant to the aforesaid rules. Save as disclosed above, there is no other matter that needs to be brought to the attention of the shareholders of the Bank.

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

Shandong, the PRC, 2 April 2018

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. Wong Tin Yau, Kelvin, Mr. Chen Hua, Ms. Dai Shuping and Mr. Simon Cheung as independent non-executive directors.

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