

China Great Wall Asset Management Co., Ltd.

Lianhe Ratings Global Limited (“Lianhe Global”) has affirmed ‘AA-’ global scale Long-term Issuer Credit Rating of China Great Wall Asset Management Co., Ltd. (“China Great Wall”); Issuer Rating Outlook remains Positive

Summary

Issuer Rating	AA-
Outlook	Positive
Location	China
Industry	NBFI
Date	16 April 2026

Summary

The Issuer Rating of China Great Wall reflects a high possibility that China Great Wall would receive strong policy support if needed, in light of its strategic importance in maintaining economic and financial system stability in China as a national financial assets management company (“AMC”) and its state ownership. The state-owned shareholders have close management supervision over the company and could provide operational and financial support if needed.

The Positive Outlook of China Great Wall reflects our expectation that the company would play an increasingly important strategic role in resolving financial risks and safeguarding the stability of economic and financial system as the Chinese government is focusing on mitigating debt risks and sustaining economic growth.

Rating Rationale

A National AMC with High Strategic Importance: China Great Wall is one of China’s five national asset management companies with nationwide operating coverage. The company primarily engages in the acquisition and disposal of distressed assets, such as banks’ non-performing loans and corporates’ overdue debts or receivables, and participates in restructuring of distressed enterprises. Since 2024, it has refocused on its core distressed-asset management business, concentrating on risk resolution among small and medium-sized financial institutions, local government debt-related areas and the property sector. As China prioritizes debt-risk mitigation and economic stabilization, the company plays an important role in resolving financial risks.

State Ownership and Supervision: China Great Wall has strong state ownership and linkages. The company is among China’s 26 central financial enterprises. Following the equity transfer and capital increase in 2025, Central Huijin Investment Ltd. (“Central Huijin”), a wholly state-owned investment company that exercises the state’s shareholder rights in major financial institutions on behalf of the Chinese government, became its controlling shareholder. The company remains under the supervision of National Financial Regulatory Administration (“NFRA”) and is subject to periodic audits by the National Audit Office.

Strong Capital and Policy Support: China Great Wall’s capital position improved materially after the RMB36.8 billion capital injection in 2025, strengthening its capital adequacy and capacity to perform its policy role. In addition, the NFRA issued the Guiding Opinions on Promoting AMCs’ High-Quality Development in 2025, which further reinforced the policy role of national AMCs in counter-cyclical risk resolution and supported broader funding channels and capital replenishment tools.

Asset Size and Asset Quality: China Great Wall maintained a sizeable asset base as a national AMC. Yet its asset size declined to RMB467.2 billion at end-September 2025 from RMB571.3 billion at end-2024, mainly due to the disposal of Great Wall West China Bank. This was part of the company’s broader efforts to streamline its subsidiaries, refocus on its core distressed-asset management business and improve operating efficiency.

China Great Wall’s asset exposure is mainly composed of distressed debt assets, alongside certain bond, fund and equity investments. Against the backdrop of a weak macroeconomic

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Applicable Criteria

[Non-Bank Financial Institutions Rating Criteria \(20 March 2023\)](#)

environment and a prolonged downturn in the property market, the company's asset quality remains under pressure, and the disposal cycle for some distressed assets has lengthened.

Profitability and Liquidity: China Great Wall has returned to profit since 2023, although its overall profitability remains weak due to compressed margins on newly acquired distressed-asset packages, sizable credit impairment losses and volatility in fair value changes. Excluding non-operating income, China Great Wall recorded an operating loss of RMB47.1 billion in the first nine months of 2025.

China Great Wall has access to diverse funding channels, including relending from People's Bank of China, other bank borrowings, bond issuance and trust financing. At end-2025, the company had approximately RMB465 billion of unused bank facilities, and returned to the public funding market through ABS issuance, indicating improving funding flexibility.

Rating Sensitivities

We would consider downgrading China Great Wall's rating if (1) there is perceived weakening in support from the Chinese government, particularly due to its reduced strategic importance, or (2) there is a significant reduction of state ownership in the company, or (3) there is a downgrade in our internal credit assessment on the Chinese government.

We would consider upgrading China Great Wall's rating if (1) there is strengthened support from the Chinese government, or (2) there is an upgrade in our internal credit assessment on the Chinese government.

Company Profile

China Great Wall is one of five national AMCs that has the access to nationwide market and one of twenty-six central financial enterprises in China. Its predecessor, China Great Wall Corporation, was set up in 1999 with the approval of the State Council to respond to the Asian financial crisis and help resolve non-performing loans of state-owned banks. It has played significant strategic roles in resolving financial risks and maintaining financial system stability since its establishment.

Upon the completion of equity transfer capital increase in 2025, Central Huijin holds approximately 94.343% of the company's shares; the remaining shares were owned by National Council for Social Security Fund and other SOEs. Central Huijin is a wholly state-owned investment company mandated to exercise the rights and obligations as an investor in major state-owned financial enterprises on behalf of the Chinese government. Its portfolio includes four major state-owned banks, policy banks and large securities companies.

China Great Wall's Key Financial Metrics

RMB million	2020	2021	2022
Total Assets	626,515	642,876	568,408
Total Equity	63,731	64,665	18,288
Total Revenue	35,401	22,739	-2,303
-Fair Value Changes	4,334	-4,890	-23,503
Credit Impairments	-11,519	-14,088	-20,823
Net Profit	2,173	-8,221	-45,382
Return on Average Asset (%)	0.4	-1.3	-7.5
Return on Average Equity (%)	3.5	-12.8	-109.4
Common Equity to Total Asset (%)	10.2	10.1	3.2

RMB million	2023	2024	September 2025
Total Asset	553,927	571,276	467,157
Total Equity	19,443	21,109	52,759
Total Revenue	24,845	22,297	8,590
-Fair Value Changes	3,313	4,202	-823
Credit Impairments	-4,612	-3,481	-5,920
Net Profit	1,849	1,444	1,365
Return on Average Asset (%)	0.3	0.3	-
Return on Average Equity (%)	9.8	7.1	-
Equity to Total Asset (%)	3.5	3.7	11.3

Source: China Great Wall and Lianhe Global's calculations

Appendix I: China Great Wall's Shareholding Structure

Shareholder	Shareholding (%)
Central Huijin Investment Ltd.	94.343
National Council for Social Security Fund	4.052
China Property & Casualty Reinsurance Co., Ltd.	0.779
China Continent Property & Casualty Insurance Co., Ltd.	0.612
China Life Insurance (Group) Company	0.214
Total	100

Source: China Great Wall and Lianhe Global's calculations

Appendix II: China Great Wall's Rating Factors

Key Factors	Weight	Initial Rating
I. Operating Environment	15.00%	a-
II. Business Analysis	25.0%	a-
III. Governance and Management	5.0%	bbb
IV. Risk Management and Exposures	20.0%	bb+
V. Financial Profile	35.0%	bb-
Stand-Alone Creditworthiness	100.0%	bbb-
VI. External Support		Strong
Issuer Credit Rating		AA-

Source: Lianhe Global

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