大連港股份

Dalian Port (PDA) Company Limited*

大連港股份有限公司

(a sino-foreign joint stock limited company incorporated in the People's Republic of China)

(Stock Code: 2880)

2019 FIRST QUARTERLY REPORT

The Board of the Company hereby announces the 2019 First Quarterly Report of the Company. The financial statements contained in this report for the three months ended 31 March 2019 have been prepared in accordance with the PRC GAAP and are unaudited.

This announcement is made pursuant to Rule 13.09 and Rule 13.10B of the Listing Rules and the Inside Information Provisions (as defined in the Listing Rules) under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong).

The board of directors (the "**Board**") of Dalian Port (PDA) Company Limited* (the "**Company**") hereby announces the unaudited quarterly results (the "**2019 First Quarterly Report**") of the Company for the three months ended 31 March 2019. The quarterly results have been prepared in accordance with the PRC Accounting Standard. This announcement is made pursuant to Rule 13.09 and Rule 13.10B of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the "**Listing Rules**") and the Inside Information Provisions (as defined in the Listing Rules) under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong).

The 2019 First Quarterly Report is written in both Chinese and English. In the case of any discrepancies, the Chinese version of the report shall prevail over its English version.

I. IMPORTANT NOTICE

1.1 The Board, the supervisory committee, the directors, supervisors and senior management of the Company warrant that there is no false information, misleading statements or material omissions in this quarterly report, and collectively and individually assume liabilities for the truthfulness, accuracy and completeness of the information contained herein.

1.2 Conditions of directors absent from the meeting of the Board

Name of absent director	Position of absent director	Reason(s) for absence	Name of Proxy
Wei Minghui	Director	due to business engagement	Xu Song
Law Man Tat	Independent Director	due to business engagement	Wang Zhifeng

1.3 Xu Song, the acting chairman of the Board of the Company, and Wang Ping, the chief accountant of the Company and the person in charge of the Accounting Department of the Company, warrant the truthfulness, accuracy and completeness of the financial statements contained in this quarterly report.

1.4 The first quarterly report of the Company is unaudited.

II. CORPORATE INFORMATION

2.1 Summary of Accounting Data

Unit: Yuan; Currency: RMB

	As at the end of the reporting period	As at the end of the preceding year	Changes from the end of the preceding year to the end of the reporting period (%)
Total assets	38,647,027,709.29	35,315,583,172.89	9.43
Net assets attributable to equity holders of the Company	18,366,361,832.40	18,276,366,263.95	0.49
	From the beginning of the year to the end of reporting period	**The same period of the preceding year**	**Changes over the same period of the preceding year (%)**
Net cash flows from operating activities	33,788,962.86	108,882,135.70	-68.97
	From the beginning of the year to the end of reporting period	**The same period of the preceding year**	**Changes over the same period of the preceding year (%)**
Operating income	1,598,057,725.68	2,032,943,718.82	-21.39
Net profit attributable to equity holders of the Company	83,208,848.83	-62,726,006.30	232.65
Net profit attributable to equity holders of the Company, net of non-recurring profit and loss	71,042,685.34	-68,514,274.11	203.69
Weighted average return on net assets (%)	0.45	-0.35	Increase by 0.80 percentage point
Basic earnings per share	0.0064530	-0.0048645	232.65
Diluted earnings per share	0.0064530	-0.0048645	232.65

Non-recurring profit or loss items and amount

Unit: Yuan; Currency: RMB

Items	For the period	Note
Profit and loss on disposal of non-current assets		
Tax refund or exemption from unauthorized approval or non-official approval document or contingency		
Government grants included in profit or loss for the period other than those closely related with the normal operation of the Company and continuously conferred on in compliance with national policies and regulations and the standard quota or quantity basis	2,680,578.96	
Capital utilization fee received from non-financial enterprises and included in profit or loss for the period		
Gain on investments of subsidiaries, associates and joint ventures in which the investment cost was less than the interest in fair value of identifiable net assets of the investees at the time of acquisition		
Gain or loss on exchange of nonmonetary assets		
Gain or loss on entrusted investment or asset management		
Asset impairment provisions for force majeure such as natural disasters		
Gain or loss on debt restructuring		
Corporate restructuring fees such as staff settlement expenses and consolidation charges		
Gain or loss arising from unfair trading transactions prices over their fair value		
Net gain or loss of subsidiaries from the beginning of the period to the consolidation date arising from the consolidation of enterprises under common control		
Gain or loss on contingency items unrelated to the normal business operations of the Company		

Items	For the period	Note
Profit and loss arising from the fair value change of financial assets held for trading, derivative financial assets, financial liabilities held for trading and derivative financial liabilities, and investment income from disposal of financial assets held for trading, derivative financial assets, financial liabilities held for trading, derivative financial liabilities and other debt investments, other than effective hedging business conducted in the course of normal business of the Company	12,585,911.95	
Reversal of impairment provisions for receivables and contract assets subject to individual impairment test		
Gain or loss on commissioned loans	467,059.96	
Gain or loss on changes in fair value of investment properties adopting fair value method for subsequent measurements		
Effect on profit or loss for the period from one-off adjustment to profit or loss for the period according to the requirements of the tax and accounting laws and regulations		
Custody fee income received from custody operation		
Other non-operating income and expenses other than all above-mentioned items	667,929.45	
Other gain or loss items conforming with the definition of non-recurring gain or loss		
Effect of minority interests (after tax)	-214,906.78	
Effect of income tax	-4,020,410.05	
Total	12,166,163.49	

2.2 Total number of shareholders, shareholdings of the top ten shareholders and the top ten shareholders not subject to selling restrictions as at the end of the reporting period

Unit: share

Total number of shareholders (account)						198,305
Shareholdings of the top ten shareholders						
Name of shareholders (full name)	Number of shares held as at the end of the reporting period	Percentage (%)	Number of shares subject to selling restrictions as at the end of the reporting period	Status of shares (pledged or frozen)		Nature of shareholders
				Status	Number	
Dalian Port Corporation Limited	5,310,255,162	41.18%	0	None	0	State-owned legal person
HKSCC NOMINEES LTD.	5,126,706,057	39.75%	0	None	0	Foreign legal person
The Central Huijin Asset Management Limited Liability Company	112,988,190	0.88%	0	None	0	State-owned legal person
Liaoning Bay Financial Holding Group Co. Ltd. (遼寧港灣金融控股集團有限公司)	68,309,590	0.53%	0	None	0	State-owned legal person
Dalian Rongyuan Investment and Management Company Limited	39,408,200	0.31%	0	None	0	State-owned legal person
Agricultural Bank of China Limited – 中證500交易型開放式指數證券投資基金(CSI 500 Constituent Trading Open-ended Fund)	32,206,963	0.24%	0	None	0	Domestic Non-state-owned legal person(s)
China CITIC Bank Corporation Limited – 建信中證500指數增強型證券投資基金(CCB CSI 500 Index Enhanced Securities Investment Fund)	20,550,900	0.15%	0	None	0	Domestic Non-state-owned legal person(s)
Dalian Hi Tech Holding Co. Ltd.	19,704,100	0.15%	0	None	0	State-owned legal person
Dalian Zhengtong Bonded Co. Ltd.	19,704,100	0.15%	0	None	0	State-owned legal person
Dalian De Tex Holding Co. Ltd.	19,704,100	0.15%	0	None	0	State-owned legal person

Shareholdings of the top ten shareholders not subject to the selling restrictions			
Name of shareholders	**Number of shares not subject to selling restrictions at the end of the reporting period**	**Class and number of shares**	
		Class	**Number**
Dalian Port Corporation Limited	5,310,255,162	RMB ordinary shares (A shares)	5,310,255,162
HKSCC NOMINEES LTD.	5,126,706,057	H shares	5,126,706,057
The Central Huijin Asset Management Limited Liability Company	112,988,190	RMB ordinary shares (A shares)	112,988,190
Liaoning Bay Financial Holding Group Co. Ltd. (遼寧港灣金融控股集團有限公司)	68,309,590	RMB ordinary shares (A shares)	68,309,590
Dalian Rongyuan Investment and Management Company Limited	39,408,200	RMB ordinary shares (A shares)	39,408,200
Agricultural Bank of China Limited – 中證500交易型開放式指數證券投資基金(CSI 500 Constituent Trading Open-ended Fund)	32,206,963	RMB ordinary shares (A shares)	32,206,963
China CITIC Bank Corporation Limited – 建信中證500指數增強型證券投資基金(CCB CSI 500 Index Enhanced Securities Investment Fund)	20,550,900	RMB ordinary shares (A shares)	20,550,900
Dalian Hi Tech Holding Co. Ltd.	19,704,100	RMB ordinary shares (A shares)	19,704,100
Dalian Zhengtong Bonded Co. Ltd.	19,704,100	RMB ordinary shares (A shares)	19,704,100
Dalian De Tex Holding Co. Ltd.	19,704,100	RMB ordinary shares (A shares)	19,704,100
Description of the shareholders' association or concerted action	Among the above shareholders, Dalian Port Corporation Limited is a controlling shareholder of the Company; Liaoning Bay Financial Holding Group Co. Ltd. is a sub-subsidiary of Liaoning Port Group Limited (遼寧港口集團有限公司), a controlling subsidiary of State-owned Asset Supervisory and Administration Commission of People's Government of Liaoning Province, the actual controller of the Company. The Company is not aware of any connection between the other shareholders or whether they are parties acting in concert as defined under the rules.		
Description of preference shareholders with voting rights restored and their shareholdings	None		

III. SIGNIFICANT EVENTS

3.1 Details of and reasons for material changes in the major accounting statement items and financial indicators of the Company

1. Notes and accounts receivable

Of which: notes receivable

As at 31 March 2019, notes receivable of the Group (the Company and its subsidiaries, collectively referred as the "**Group**") amounted to RMB182,082,651.52, representing a decrease of 37.0% compared with the beginning of the year, which was mainly due to the due payment of bank acceptance notes held by the Group for the first quarter of 2019.

Of which: accounts receivable

As at 31 March 2019, accounts receivable of the Group amounted to RMB1,193,546,998.10, representing an increase of 81.3% compared with the beginning of the year, which was mainly due to the undue settlement of revenue increased as a result of the growth in oil products and container operations for the first quarter of 2019.

2. Advances to suppliers

As at 31 March 2019, advances to suppliers of the Group amounted to RMB55,587,475.74, representing an increase of 59.6% compared with the beginning of the year, which was mainly due to the prepayment of related payments such as property insurance fee for 2019 by the Group in the first quarter of 2019.

3. Interest receivable

As at 31 March 2019, interest receivable of the Group amounted to RMB46,717,014.82, representing an increase of 52.0% compared with the beginning of the year, which was mainly due to the increase in interest receivable from structural deposits.

4. Contract assets

As at 31 March 2019, the Group has no contract assets, representing a decrease of 100.0% compared with the beginning of the year, mainly because the amount related to such item has been collected.

5. Right-of-use assets

As at 31 March 2019, right-of-use assets of the Group amounted to RMB4,073,275,916.20, representing an increase of 100.0% compared with the beginning of the year, because part of qualified leases contracts were recognized as leasing assets upon the implementation of New Standards on Leases by the Group since 1 January 2019.

6. Advances from customers

As at 31 March 2019, advances from customers of the Group amounted to RMB17,315,206.78, representing an increase of 181.4% compared with the beginning of the year, which was mainly due to the increase in the prepayments for passenger tickets.

7. Contract liabilities

As at 31 March 2019, contract liabilities of the Group amounted to RMB23,007,223.19, representing a decrease of 49.7% compared with the beginning of the year, which was mainly due to part of items of contract liabilities completed in the first quarter of 2019.

8. Employee benefits payable

As at 31 March 2019, employee benefits payable of the Group amounted to RMB68,089,636.25, representing a decrease of 73.9% compared with the beginning of the year, which was mainly due to the employee bonus for last year paid by the Group in the first quarter of 2019.

9. Interest payable

As at 31 March 2019, interest payable of the Group amounted to RMB243,186,670.37, representing an increase of 42.8% compared with the beginning of the year, which was mainly due to the provisions for bonds and interest on bank borrowings made by the Group in the first quarter of 2019.

10. Non-current liabilities due within one year

As at 31 March 2019, non-current liabilities due within one year of the Group amounted to RMB353,743,892.68, representing a decrease of 55.8% compared with the beginning of the year, which was mainly due to the repayment of bank borrowings by the Group on schedule.

11. Leasing liabilities

As at 31 March 2019, leasing liabilities of the Group amounted to RMB4,168,432,124.25, representing an increase of 100.0% compared with the beginning of the year, because part of qualified leases contracts were recognized as leasing liabilities upon the implementation of New Standards on Leases by the Group since 1 January 2019.

12. Other comprehensive income

As at 31 March 2019, other comprehensive income of the Group amounted to RMB45,574,959.35, representing an increase of 669.3% compared with the beginning of the year, which was mainly due to the effect of the recovery of investment funds after the delisting of shares of Sinotrans Shipping held by the Group in the first quarter of 2019.

13. ***Operating costs***

In the first quarter of 2019, operating costs of the Group amounted to RMB1,180,666,213.86, representing a decrease of 30.6% compared with the same period of last year, which was mainly due to the year-on-year decrease in costs of the trading business resulting from structural adjustments. Excluding the impact of trading business, the operating costs increased by 6.7% year-on-year, mainly due to the increase in operating costs and labor costs resulting from the expansion of sea-to-rail intermodal transportation and other businesses, as well as the increase in tank rental costs as a result of the increase in storage volume of oil products.

14. ***Sales expenses***

In the first quarter of 2019, sales expenses of the Group amounted to RMB74,155.58, representing a decrease of 72.4% compared with the same period of last year, which was mainly due to the exhibition fee incurred in the same period of last year.

15. ***Credit impairment losses***

In the first quarter of 2019, credit impairment losses of the Group amounted to RMB3,497,820.04, representing an increase of 100.0% compared with the same period of last year, which was mainly due to the increase in receivables for the year.

16. ***Other income***

In the first quarter of 2019, other income of the Group amounted to RMB16,677,603.71, representing an increase of 80.5% compared with the same period of last year, which was mainly due to the increase in government grants realized by the Group in the first quarter of 2019.

17. ***Investment income***

In the first quarter of 2019, investment income of the Group amounted to RMB84,261,004.38, representing an increase of 154.4% compared with the same period of last year, which was mainly due to the combined effects of positive results of the investees, such as Dalian Changxing Island Port Investment and Development Co., Ltd., Petro China Dalian LNG Co., Ltd. and Dalian Port Group Finance Company Limited* (大連港集團財務有限公司), and the year-on-year increase in wealth management income of the Group in the first quarter of 2019.

18. ***Gains from changes in fair value***

In the first quarter of 2019, gains from changes in fair value of the Group amounted to RMB1,269,275.00, representing an increase of 849.3% compared with the same period of last year, which was mainly due to the changes in the fair value of financial assets held by the Group in the first quarter of 2019.

19. Gains on disposal of assets

In the first quarter of 2019, gains on disposal of assets of the Group amounted to RMB0.00, representing a decrease of 100.0% compared with the same period of last year, which was mainly due to the fact that no asset was disposed by the Group in the first quarter of 2019.

20. Non-operating income

In the first quarter of 2019, non-operating income of the Group amounted to RMB947,294.05, representing a decrease of 90.0% compared with the same period of last year, which was mainly due to the recovery of business late charge by the Group for the same period of last year.

21. Non-operating expenses

In the first quarter of 2019, non-operating expenses of the Group amounted to RMB279,364.60, representing a decrease of 80.3% compared with the same period of last year, which was mainly due to the payment of employee gratuity and other compensations by the Group for the same period of last year.

22. Income tax expenses

In the first quarter of 2019, income tax expenses of the Group amounted to RMB34,106,259.58, representing an increase of 825.7% compared with the same period of last year, which was mainly due to the year-on-year increase in taxable income of the Group after deducting the non-taxable items such as the investment income from joint ventures and associates.

23. Net profits attributable to owners of the parent

In the first quarter of 2019, net profits attributable to owners of the parent of the Group amounted to RMB83,208,848.83, representing an increase of 232.7% compared with the same period of last year, which was mainly due to profits from oil terminal increased by RMB48.99 million arising from the recovery of major clients, foreign exchange losses decreased by RMB84.58 million resulting from the fluctuation of the market rate, investment income increased by RMB51.14 million as a result of the positive investment performance and leasing costs increased by RMB13.41 million attributable to the implementation of New Standards on Leases, which offset the increase in profit. With the combined effects of the above, the Group recorded favorable operating results for the first quarter.

24. Net cash flows from operating activities

In the first quarter of 2019, net cash flows from operating activities of the Group amounted to RMB33,788,962.86, representing a decrease of 69.0% compared with the same period of last year, which was mainly due to less recovery of operating cash from operating activities arising from the increased receivables of the Group for the first quarter.

25. Net cash flows from investing activities

In the first quarter of 2019, net cash flows from investing activities of the Group amounted to RMB504,959,229.12, representing an increase of 33.4% compared with the same period of last year, which was mainly due to the increase in recovery of cash arising from the redemption of due wealth management products and fixed deposits for the first quarter of 2019.

26. Net cash flows from financing activities

In the first quarter of 2019, net cash outflows from financing activities of the Group amounted to RMB815,938,518.84, representing a decrease of 37.1% compared with the same period of last year, which was mainly due to the decrease in the amount of repayment of indebtedness year-on-year by the Group in the first quarter of 2019.

27. On 7 December 2018, the Ministry of Finance amended and issued the Accounting Standards for Business Enterprises No. 21 – Leases (《企業會計準則第21號－租賃》) (Cai Kuai [2018] No. 35, collectively referred to as the "New Standards on Leases"). The Group fully implemented the New Standards on Leases from 1 January 2019, and recognized the right-of-use assets and lease liabilities accordingly, and recognized the total lease cost according to the accounting method stipulated in the New Standards on Leases. The above reorganized method was made by the Group in accordance with the relevant regulations which had been issued by the Ministry of Finance as of the balance sheet date of the financial statements and in conjunction with the actual circumstances of the Group. If the Ministry of Finance subsequently publishes relevant guidelines or further clarification on these accounting standards, the Group is required to review the above adjustments. The review may lead to discrepancies between the data in this presentation and the corresponding data presented in the interim financial report and the annual financial report for the year of 2019.

3.2 Throughput of terminal businesses

The following table sets out the throughput handled at the terminals and logistics business of the Group for the first quarter of 2019. These throughput data is an aggregate of all operating entities in which the Group had equity interests, irrespective of the percentage of equity interests held by the members of the Group.

Terminal Category		The first quarter		
		2019	**2018**	**Change (%)**
Oil/Liquefied Chemicals terminals ('0,000 tonnes)		1,582.1	1,289.1	22.7%
Container Terminals ('0,000 TEUs)	Dalian	208.3	219.3	-5.0%
	Other Ports [Note 1]	37.9	33.3	13.8%
	Sub-total	246.2	252.6	-2.5%
Automobile Terminals (vehicles: unit)		182,270	169,416	7.6%
Bulk and General Cargo Terminals (ore containing; '0,000 tonnes)		1,413.2	1,436.0	-1.6%
Bulk Grain Terminals ('0,000 tonnes)		121.8	129.1	-5.7%
Passenger and Ro-Ro Terminals	Passengers: '0,000 persons	87.7	74.1	18.4%
	Vehicles: '0,000 Units	18.9	36.3	-47.9%

Note 1: Throughput at other ports refers to an aggregate of the throughput of 錦州新時代集裝箱碼頭有限公司 (Jinzhou New Age Container Terminal Co., Ltd.), in which 15% equity interest is owned by the Group and 秦皇島港新港灣集裝箱碼頭有限公司(Qinhuangdao Port New Harbour Container Terminal Co., Ltd.), in which 15% equity interest is owned by the Group.

In the first quarter, affected by the ice regime in Bohai, the increased supply of crude oil from Venezuela and other factors, the transshipment volume of the transshipment customers for crude oil in our port has increased, while the throughput of the oil and chemical business recorded a significant increase year-on-year due to the increase in exports from sea crude oil, which was attributable to the increase in customers of refineries.

The overall situation of the main foreign trade market for container business in Dalian port was relatively stable, and the container throughput has experienced a slight increase. However, affected by the adjustment of domestic trading business, the container throughput of domestic trade recorded a year-on-year decrease, and the container throughput handled by Dalian port recorded a slight year-on-year decrease.

With the implementation of the new regulation of GB1589 for controlling the overloaded vehicles on roads, the sea-to-rail intermodal transportation for commodity vehicles experienced a sustainable growth at the automobile terminals, the north-south convection business of commodity vehicles has achieved an initial success, and the trans-shipment volume has increased significantly.

The package grain at general cargo terminals, large equipments, mine construction materials and other cargos have experienced a significant year-on-year increase; the supply of ore business was relatively stable, but its throughput experienced a slight year-on-year decrease under the cross-month influence of the external ore carrier at the end of March; and due to the factors such as the overhaul of the steel mills in inland China, reducing profit of steelmaking and high coal inventory, steel, coal and other cargos experienced a slight year-on-year decrease. Affected by the above factors, the throughput of bulk and general cargo business recorded a slight year-on-year decrease.

The throughput of corn, barley and other cargos handled in the bulk grain terminals achieved a significant increase. However, affected by the situation of international trade, the decreasing number of imported soybeans handled and the halt in production of certain port zones, the overall throughput recorded a slight year-on-year decrease.

Passenger and ro-ro terminals together with shipping companies have increased their marketing efforts on attracting group passengers and part of the cruise ships, resulting a significant year-on-year increase in the passenger volume of the transport operations; the ro-ro business recorded a year-on-year growth in terms of the ro-ro vehicle traffic, which was attributable to the increased marketing efforts on self-driving groups and trucks. However, according to the "Notice on Adjusting the Calculation Method for Ro-Ro Vehicle Throughput in the Ports (《關於調整港口滾裝汽車吞吐量計算方法的通知》)" issued by the Ministry of Transport, with effect from January 2019, the ro-ro vehicle throughput in the port monthly statistical statement will no longer use the statistical method of conversion by coefficient, but by actual weight instead, and the number of ro-ro vehicles shall be the natural number of the vehicles, affected by which the statistical number of ro-ro vehicles recorded a significant year-on-year decrease.

Company name	Dalian Port (PDA) Company Limited*
Legal representative	Xu Song
Date	25 April 2019

4. APPENDIX

1.1 Financial statements

The Consolidated Balance Sheets
31 March 2019

Prepared by: Dalian Port (PDA) Company Limited*

Unit: Yuan; Currency: RMB; Type of audit: Unaudited

Items	31 March 2019	31 December 2018
Current Assets:		
Cash and bank balances	5,409,303,514.19	5,729,285,870.35
Settlement reserves for balance		
Loans to banks and other financial institutions		
Financial assets held for trading	1,381,990,832.92	1,892,520,046.14
Financial assets at fair value through profit or loss		
Derivative financial assets		
Notes receivable and accounts receivable	1,375,629,649.62	947,433,479.68
Including: Notes receivable	182,082,651.52	289,238,760.63
Accounts receivable	1,193,546,998.10	658,194,719.05
Advances to suppliers	55,587,475.74	34,835,097.24
Premium receivables		
Reinsurance receivables		
Reinsurance contract reserves receivable		
Other receivables	537,911,593.52	663,019,375.41
Including: Interest receivable	46,717,014.82	30,743,735.52
Dividends receivable	137,073,284.75	146,000,226.01
Financial assets purchased with agreement to re-sale		
Inventories	122,814,764.36	149,488,331.40
Contract assets	–	37,162,200.00
Assets held for sale		
Non-current assets due within one year		
Other current assets	90,189,727.10	105,735,304.45
Total current assets	8,973,427,557.45	9,559,479,704.67

Items	31 March 2019	31 December 2018
Non-current Assets:		
Loans and advances to customers		
Debt investments		
Available-for-sale financial assets		
Other debt investments		
Held-to-maturity investments		
Long-term receivables		
Long-term equity investments	4,269,747,009.07	4,196,535,238.90
Other investments in equity instruments	156,672,586.07	179,146,371.30
Other non-current financial assets		
Investment property	198,180,696.07	202,719,406.14
Fixed assets	17,002,205,869.67	17,208,306,962.50
Construction in progress	2,053,035,467.46	2,030,344,333.55
Bearer biological assets		
Oil and gas assets		
Right-of-use assets	4,073,275,916.20	-
Intangible assets	1,710,036,346.20	1,724,973,793.88
Research and development expenses		
Goodwill	20,433,690.59	20,433,690.59
Long-term prepayments	72,194,766.91	76,195,345.33
Deferred tax assets	81,518,071.75	81,148,594.18
Other non-current assets	36,299,731.85	36,299,731.85
Total non-current assets	29,673,600,151.84	25,756,103,468.22
TOTAL ASSETS	38,647,027,709.29	35,315,583,172.89

Items	31 March 2019	31 December 2018
Current Liabilities:		
Short-term borrowings	2,955,105,321.12	3,399,536,753.89
Borrowings from central bank		
Loans from other banks		
Financial liabilities held for trading		
Financial liabilities at fair value through profit and loss		
Derivative financial liabilities		
Notes payable and accounts payable	247,795,972.03	224,442,511.34
Advances from customers	17,315,206.78	6,153,114.57
Funds from selling out and repurchasing financial assets		
Receipts of deposits and deposits from other banks		
Brokerage for trading securities		
Brokerage for consigning securities		
Employee benefits payable	68,089,636.25	260,854,026.38
Tax payable	63,289,857.57	54,113,243.93
Other payables	827,819,602.36	911,030,967.62
Including: Interest payable	243,186,670.37	170,266,834.18
Dividends payable	158,828,904.70	220,370,685.87
Fee and commission payable		
Reinsurance accounts payables		
Contract liabilities	23,007,223.19	45,783,239.08
Liabilities held for sale		
Non-current liabilities due within one year	353,743,892.68	800,076,181.57
Other current liabilities		
Total current liabilities	4,556,166,711.98	5,701,990,038.38

Items	31 March 2019	31 December 2018
Non-current liabilities:		
Reserves for insurance contracts		
Long-term borrowings	2,252,268,477.26	2,052,026,017.12
Bond payable	5,875,904,548.51	5,873,223,359.39
Including: Preference shares		
Perpetual bond		
Lease liabilities	4,168,432,124.25	-
Long-term payables	40,000,000.00	40,000,000.00
Provisions		
Deferred income	578,274,982.30	587,760,573.96
Deferred tax liabilities	109,051,899.57	111,725,442.87
Other non-current liabilities	93,834,026.00	88,541,797.00
Total non-current liabilities	13,117,766,057.89	8,753,277,190.34
TOTAL LIABILITIES	17,673,932,769.87	14,455,267,228.72
Equity attributable to equity holders (or shareholders):		
Paid up capital (or issued capital)	12,894,535,999.00	12,894,535,999.00
Other equity instruments		
Including: Preference shares		
Perpetual bond		
Capital reserve	2,936,324,118.23	2,935,193,506.32
Less: Treasury shares		
Other comprehensive income	45,574,959.35	5,924,000.77
Special reserve	39,400,314.23	32,179,588.47
Surplus reserve	823,997,607.17	823,997,607.17
General risk reserves		
Unappropriated profit	1,626,528,834.42	1,584,535,562.22
Total equity attributable to equity holders (or shareholders) of the Company	18,366,361,832.40	18,276,366,263.95
Minority interests	2,606,733,107.02	2,583,949,680.22
TOTAL EQUITY ATTRIBUTABLE TO EQUITY HOLDERS (OR SHAREHOLDERS)	20,973,094,939.42	20,860,315,944.17
TOTAL LIABILITIES AND EQUITY ATTRIBUTABLE TO EQUITY HOLDERS (OR SHAREHOLDERS)	38,647,027,709.29	35,315,583,172.89

The legal representative of the Company: Xu Song

The chief accountant of the Company: Wang Ping

The person in charge of the accounting department of the Company: Wang Ping

The Company Balance Sheets

31 March 2019

Prepared by: Dalian Port (PDA) Company Limited*

Unit: Yuan; Currency: RMB; Type of audit: Unaudited

Items	31 March 2019	31 December 2018
Current Assets:		
Cash and bank balances	3,775,938,970.87	3,802,241,768.50
Financial assets held for trading	1,381,990,832.92	1,892,520,046.14
Financial assets at fair value through profit or loss		
Derivative financial assets		
Notes receivable and accounts receivable	821,415,389.70	582,555,700.60
Including: Notes receivable	155,504,195.64	255,450,984.64
Accounts receivable	665,911,194.06	327,104,715.96
Advances to suppliers	20,146,778.99	5,272,763.37
Other receivables	1,657,135,101.91	1,634,086,098.47
Including: Interest receivable	43,058,164.78	25,118,505.66
Dividends receivable	1,220,267,217.69	1,220,792,292.25
Inventories	45,596,388.05	45,926,997.25
Contract assets	–	37,162,200.00
Assets held for sale		
Non-current assets due within one year		
Other current assets	3,182,652.02	28,078,751.88
Total current assets	7,705,406,114.46	8,027,844,326.21

Items	31 March 2019	31 December 2018
Non-current Assets:		
Debt investments		
Available-for-sale financial assets		
Other debt investments		
Held-to-maturity investments		
Long-term receivables	310,000,000.00	310,000,000.00
Long-term equity investments	8,119,657,313.07	8,044,257,892.34
Other investments in equity instruments	19,317,452.41	19,317,452.40
Other non-current financial assets		
Investment property		
Fixed assets	10,399,502,455.77	10,527,133,194.06
Construction in progress	1,392,371,041.39	1,373,780,735.02
Bearer biological assets		
Oil and gas assets		
Right-of-use assets	3,222,417,449.22	-
Intangible assets	544,414,834.75	549,672,036.07
Research and development expenses		
Goodwill		
Long-term prepayments	21,943,198.09	22,884,711.91
Deferred tax assets	30,141,995.47	27,809,850.08
Other non-current assets	1,860,000.00	3,901,000.00
Total non-current assets	24,061,625,740.17	20,878,756,871.88
TOTAL ASSETS	31,767,031,854.63	28,906,601,198.09

Items	31 March 2019	31 December 2018
Current Liabilities:		
Short-term borrowings	2,710,000,000.00	3,160,000,000.00
Financial liabilities held for trading		
Financial liabilities at fair value through profit and loss		
Derivative financial liabilities		
Notes payable and accounts payable	45,485,546.53	52,373,570.78
Advances from customers	15,509,787.85	3,353,050.80
Contract liabilities	18,331,889.87	28,435,826.37
Employee benefits payable	27,524,608.84	142,766,940.38
Tax payable	13,910,626.84	4,626,007.40
Other payables	541,610,391.77	497,399,692.64
Including: Interest payable	239,341,355.02	166,421,995.90
Dividends payable		
Liabilities held for sale		
Non-current liabilities due within one year	7,500,000.00	7,500,000.00
Other current liabilities		
Total current liabilities	3,379,872,851.70	3,896,455,088.37

Items	31 March 2019	31 December 2018
Non-current liabilities:		
Long-term borrowings		
Bond payable	5,875,904,548.51	5,873,223,359.39
Including: Preference shares		
Perpetual bond		
Lease liabilities	3,284,779,926.79	-
Long-term payables	22,500,000.00	22,500,000.00
Provisions		
Deferred income	553,999,476.67	563,012,261.85
Deferred tax liabilities	1,162,598.73	1,162,598.73
Other non-current liabilities	93,834,026.00	88,541,797.00
Total non-current liabilities	9,832,180,576.70	6,548,440,016.97
TOTAL LIABILITIES	13,212,053,428.40	10,444,895,105.34
Equity attributable to equity holders (or shareholders):		
Paid up capital (or issued capital)	12,894,535,999.00	12,894,535,999.00
Other equity instruments		
Including: Preference shares		
Perpetual bond		
Capital reserve	3,045,382,448.73	3,044,416,520.66
Less: Treasury shares		
Other comprehensive income	3,487,796.18	3,487,796.18
Special reserve	27,832,850.39	23,263,855.52
Surplus reserve	779,117,344.42	779,117,344.42
Unappropriated profit	1,804,621,987.51	1,716,884,576.97
TOTAL EQUITY ATTRIBUTABLE TO EQUITY HOLDERS (OR SHAREHOLDERS)	18,554,978,426.23	18,461,706,092.75
TOTAL LIABILITIES AND EQUITY ATTRIBUTABLE TO EQUITY HOLDERS (OR SHAREHOLDERS)	31,767,031,854.63	28,906,601,198.09

The legal representative of the Company: Xu Song

The chief accountant of the Company: Wang Ping

The person in charge of the accounting department of the Company: Wang Ping

The Consolidated Income Statements

January to March 2019

Prepared by: Dalian Port (PDA) Company Limited*

Unit: Yuan; Currency: RMB; Type of audit: Unaudited

Items	The first quarter of 2019	The first quarter of 2018
I. Total operating income	1,598,057,725.68	2,032,943,718.82
Including: Operating income	1,598,057,725.68	2,032,943,718.82
Interest income		
Premium earned		
Fees and commission income		
II. Total operating costs	1,562,654,822.59	2,126,866,500.53
Including: Operating costs	1,180,666,213.86	1,701,541,970.86
Interest expenses		
Fees and commission expense		
Surrender payment		
Net expenditure for compensation payments		
Net provision for insurance deposits		
Policyholder dividend expenses		
Reinsurance costs		
Business taxes and levies	13,827,190.79	11,299,115.93
Sales expenses	74,155.58	268,847.28
Administrative expenses	159,311,728.75	168,823,486.11
R&D expenses	3,178,111.06	2,979,574.18
Financial expenses	202,099,602.51	241,953,506.17
Including: Interest expenses	181,578,774.62	146,410,086.04
Interest income	24,838,822.07	35,697,302.70
Assets impairment losses		
Credit impairment losses	3,497,820.04	–

Items	The first quarter of 2019	The first quarter of 2018
Add: Other income	16,677,603.71	9,238,254.98
Investment income (Loss listed with "-")	84,261,004.38	33,122,138.03
Including: jointly-controlled entities and associates investment income	72,944,072.43	32,125,607.37
Exchange gain (Loss listed with "-")		
Net gains from hedging exposure (Loss listed with "-")		
Gains from changes in fair value (Loss listed with "-")	1,269,275.00	133,711.00
Gain on disposal of assets (Loss listed with "-")	–	-56,692.21
III. Operating profit (Loss listed with "-")	137,610,786.18	-51,485,369.91
Add: Non-operating income	947,294.05	9,515,971.82
Less: Non-operating expenses	279,364.60	1,420,335.34
IV. Total profit (Gross loss listed with "-")	138,278,715.63	-43,389,733.43
Less: Income tax expenses	34,106,259.58	-4,699,836.88
V. Net profit (Net loss listed with "-")	104,172,456.05	-38,689,896.55
(I) According to operating continuity		
1. Net profit from continuing operations (Net loss listed with "-")	104,172,456.05	-38,689,896.55
2. Net profit from discontinued operations (Net loss listed with "-")		
(II) According to ownership		
1. Net profit attributable to shareholders of Company (Net loss listed with "-")	83,208,848.83	-62,726,006.30
2. Minority interests (Net loss listed with "-")	20,963,607.22	24,036,109.75

Items	The first quarter of 2019	The first quarter of 2018
VI. Other comprehensive income, net of tax	39,650,958.58	-13,672,125.08
Other comprehensive income attributable to equity holders of the Company, net of tax	39,650,958.58	-13,672,125.08
(I) Other comprehensive income that cannot be reclassified to profit or loss	41,007,179.67	–
1. Changes arising from the remeasurement of defined benefit plans		
2. Other comprehensive income that may not be reclassified to profit and loss under equity method		
3. Changes in fair value of other equity instrument investments		
4. Changes in fair value of enterprise's credit risks		
5. Others	41,007,179.67	–
(II) Other comprehensive income to be reclassified to profit or loss	-1,356,221.09	-13,672,125.08
1. Other comprehensive income that may be reclassified to profit or loss under equity method		
2. Changes in fair value of other debt investments		
3. Gains or losses on fair value change in available-for-sale financial assets		
4. Other comprehensive income arising from reclassification of financial assets		
5. Gains or losses on reclassification of held to maturity investments to available-for-sale financial assets		
6. Provision of credit impairment arising from other debt investments		
7. Hedging reserve arising from cash flows (effective portion of cash flow from hedging gains and losses)		
8. Exchange differences on foreign currency translations	-1,356,221.09	-13,672,125.08
9. Others		
Net other comprehensive income after tax attributable to minority interests		

Items	The first quarter of 2019	The first quarter of 2018
VII. Total consolidated income	143,823,414.63	-52,362,021.63
Total consolidated income attributable to equity holders of the Company	122,859,807.41	-76,398,131.38
Total consolidated income attributable to minority shareholders	20,963,607.22	24,036,109.75
VIII. Earnings per share:		
(I) Basic earnings per share (RMB/share)	0.006	-0.005
(II) Diluted earnings per share (RMB/share)	0.006	-0.005

In the current period under the same control enterprise merger, the new merger party achieved a net profit of 0 (RMB) before the merger; the new merger party achieved a net profit of 0 (RMB) during last period.

The legal representative of the Company:	The chief accountant of the Company:	The person in charge of the accounting department of the Company:
Xu Song	Wang Ping	Wang Ping

The Company Income Statements

January to March 2019

Prepared by: Dalian Port (PDA) Company Limited*

Unit: Yuan; Currency: RMB; Type of audit: Unaudited

Items	The first quarter of 2019	The first quarter of 2018
I. Operating income	862,165,081.15	713,940,549.41
Less: Operating costs	587,450,546.36	522,962,779.51
Business taxes and levies	8,260,122.04	4,840,942.60
Sales expenses		
Administrative expenses	101,543,696.75	101,362,297.55
Research and development expenses	20,100.00	–
Financial expenses	167,708,143.24	214,256,185.96
Including: Interest expenses	140,355,775.68	102,714,246.08
Interest income	17,481,817.19	27,439,776.02
Assets impairment losses		
Credit impairment losses	4,474,601.77	–
Add: Other gains	12,808,301.54	7,759,057.76
Investment income (Loss listed with "-")	85,750,129.61	34,448,115.21
Including: jointly-controlled entities and associates investment income	74,433,492.66	33,741,584.55
Net gains from hedging exposure (Loss listed with "-")		
Gains from fair value change (Loss listed with "-")	1,269,275.00	466,095.00
Gains on disposal of assets (Loss listed with "-")	–	-45,683.28
II. Operating profit (Loss listed with "-")	92,535,577.14	-86,854,071.52
Add: Non-operating income	59,676.80	6,638,656.71
Less: Non-operating expenses	8.21	1,228,478.00
III. Total profit (Gross loss listed with "-")	92,595,245.73	-81,443,892.81
Less: Income tax expenses	4,857,835.19	-33,291,473.10

Items	The first quarter of 2019	The first quarter of 2018
IV. Net profit (Net loss listed with "-")	87,737,410.54	-48,152,419.71
(I) Net profit from continuing operations (Net loss listed with "-")	87,737,410.54	-48,152,419.71
(II) Net profit from discontinued operations (Net loss listed with "-")		
V. Other comprehensive income, net of tax		
(I) Other comprehensive income that cannot be reclassified to profit or loss		
1. Changes arising from the remeasurement of defined benefit plans		
2. Other comprehensive income that may not be reclassified to profit and loss under equity method		
3. Changes in fair value arising from other equity instruments investments		
4. Changes in fair value arising from the enterprise's credit risk		
(II) Other comprehensive income to be reclassified to profit or loss		
1. Other comprehensive income that will be reclassified to profit or loss under equity method		
2. Changes in fair value of other debt investments		
3. Gains or losses on fair value change in available-for-sale financial assets		
4. Other comprehensive income arising from reclassification of financial assets		
5. Gains or losses on reclassification of held to maturity investments to available-for-sale financial assets		
6. Credit impairment provision arising from other debt investments		
7. Hedging reserve arising from cash flows (effective portion of cash flow from hedging gains and losses)		
8. Exchange differences on foreign currency translations		
9. Others		

Items	The first quarter of 2019	The first quarter of 2018
VI. Total consolidated income	87,737,410.54	-48,152,419.71
VII. Earnings per share:		
(I) Basic earnings per share (RMB/share)		
(II) Diluted earnings per share (RMB/share)		

The legal representative of the Company:	The chief accountant of the Company:	The person in charge of the accounting department of the Company:
Xu Song	Wang Ping	Wang Ping

The Consolidated Cash Flow Statement

January to March 2019

Prepared by: Dalian Port (PDA) Company Limited*

Unit: Yuan; Currency: RMB; Type of audit: Unaudited

Items	The first quarter of 2019	The first quarter of 2018
I. Cash Flows from Operating Activities:		
Cash received from sales of goods or rendering of services	1,290,638,677.64	1,853,207,225.27
Net increase in deposits from customers and peer companies		
Net increase in borrowings from central bank		
Net increase in placements from other financial institutions		
Cash received from premiums under original insurance contracts		
Net cash received from reinsurance business		
Net increase in deposits from policyholders and investment funds		
Cash received from interest, handling charges and commission		
Net increase in placements		
Net increase in capital from repurchase business		
Net cash received from brokerage for trading securities		
Refund of taxes and surcharges	261.09	–
Cash received relating to other operating activities	168,754,946.38	36,723,751.23
Sub-total of cash inflows from operating activities	1,459,393,885.11	1,889,930,976.50
Cash paid for goods and services	820,936,428.17	1,172,085,648.28
Net increase in loans and advances to customers		
Net increase in deposits with central bank and peer companies		
Cash paid for compensation payments under original insurance contracts		
Net increase in financial assets held for trading		
Net increase in loans to banks and other financial institutions		
Cash paid for interest, handling charges and commissions		
Cash paid for policyholder dividends		
Cash paid to and on behalf of employees	495,273,434.68	480,648,445.68
Payments of taxes and surcharges	86,249,350.22	101,193,316.73
Cash paid relating to other operating activities	23,145,709.18	27,121,430.11
Sub-total of cash outflows from operating activities	1,425,604,922.25	1,781,048,840.80
Net cash flows from operating activities	33,788,962.86	108,882,135.70

Items	The first quarter of 2019	The first quarter of 2018
II. Cash Flows from Investing Activities:		
Cash received from disposal of investments	1,710,099,943.27	150,019,960.00
Cash received from returns on investments	24,755,209.45	4,888,758.43
Net cash received from disposal of fixed assets, intangible assets and other long-term assets	–	7,500.00
Net cash received from disposal of subsidiaries and other business units		
Cash received relating to other investing activities	32,084,866.62	572,965,648.09
Sub-total of cash inflows from investing activities	1,766,940,019.34	727,881,866.52
Cash paid to acquire fixed assets, intangible assets and other long-term assets	45,978,980.22	64,587,625.98
Cash paid to acquire investments	1,179,001,810.00	65,801,959.72
Net increase in pledged loans		
Net cash paid for acquiring subsidiaries and other business units		
Cash paid relating to other investing activities	37,000,000.00	218,951,972.92
Sub-total of cash outflows from investing activities	1,261,980,790.22	349,341,558.62
Net cash flows from investing activities	504,959,229.12	378,540,307.90
III. Cash Flows from Financing Activities:		
Cash received from capital contributions		
Including: Cash received from capital contributions by minority shareholders of subsidiaries		
Cash received from borrowings	455,000,000.00	2,691,126,572.71
Cash received from issuance of bonds		
Cash received relating to other financing activities		
Sub-total of cash inflows from financing activities	455,000,000.00	2,691,126,572.71
Cash repayments of borrowings	1,144,125,928.78	3,905,287,886.41
Cash payments for distribution of dividends or profits or interest expenses	126,812,590.06	81,492,192.89
Including: Dividends and profits paid to minority shareholders by subsidiaries	61,393,253.29	3,001,789.37
Cash paid relating to other financing activities	–	1,422,070.00
Sub-total of cash outflows from financing activities	1,270,938,518.84	3,988,202,149.30
Net cash flows from financing activities	-815,938,518.84	-1,297,075,576.59

Items	The first quarter of 2019	The first quarter of 2018
IV. Effect of Foreign Exchange Rate Changes on Cash and Cash Equivalents	-47,707,162.68	-152,518,286.87
V. Net Increase in Cash and Cash Equivalents	-324,897,489.54	-962,171,419.86
Add: Cash and cash equivalents at the beginning of the period	5,554,545,244.33	6,925,797,974.59
VI. Cash and Cash Equivalents at the End of the Period	5,229,647,754.79	5,963,626,554.73

The legal representative of the Company: Xu Song

The chief accountant of the Company: Wang Ping

The person in charge of the accounting department of the Company: Wang Ping

The Company Cash Flow Statement

January to March 2019

Prepared by: Dalian Port (PDA) Company Limited*

Unit: Yuan; Currency: RMB; Type of audit: Unaudited

Items	The first quarter of 2019	The first quarter of 2018
I. Cash Flows from Operating Activities:		
Cash received from sales of goods or rendering of services	470,054,107.80	533,366,420.78
Refund of taxes and surcharges		
Cash received relating to other operating activities	269,259,078.56	28,401,763.37
Sub-total of cash inflows from operating activities	739,313,186.36	561,768,184.15
Cash paid for goods and services	286,627,064.50	226,496,681.92
Cash paid to and on behalf of employees	291,742,655.25	277,607,978.44
Payments of taxes and surcharges	43,734,726.14	38,922,885.21
Cash paid relating to other operating activities	110,392,881.08	24,843,490.74
Sub-total of cash outflows from operating activities	732,497,326.97	567,871,036.31
Net cash flows from operating activities	6,815,859.39	-6,102,852.16
II. Cash Flows from Investing Activities:		
Cash received from disposal of investments	1,687,000,000.00	150,000,000.00
Cash received from returns on investments	17,663,581.98	4,769,025.26
Net cash received from disposal of fixed assets, intangible assets and other long-term assets	–	500.00
Net cash received from disposal of subsidiaries and other business units		
Cash received relating to other investing activities	4,950.00	30,579.00
Sub-total of cash inflows from investing activities	1,704,668,531.98	154,800,104.26
Cash paid to acquire fixed assets, intangible assets and other long-term assets	30,193,203.65	70,750,809.00
Cash paid to acquire investments	1,179,000,000.00	250,000,000.00
Net cash paid for acquiring subsidiaries and other business units		
Cash paid relating to other investing activities	1,810.00	12,705.00
Sub-total of cash outflows from investing activities	1,209,195,013.65	320,763,514.00
Net cash flows from investing activities	495,473,518.33	-165,963,409.74

Items	The first quarter of 2019	The first quarter of 2018
III. Cash Flows from Financing Activities:		
Cash received from capital contributions		
Cash received from borrowings	111,000,000.00	2,500,000,000.00
Cash received relating to other financing activities		
Sub-total of cash inflows from financing activities	111,000,000.00	2,500,000,000.00
Cash repayments of borrowings	561,000,000.00	2,500,000,000.00
Cash payments for distribution of dividends or profits or interest expenses	33,782,344.18	26,508,416.68
Cash paid relating to other financing activities	–	250,000.00
Sub-total of cash outflows from financing activities	594,782,344.18	2,526,758,416.68
Net cash flows from financing activities	-483,782,344.18	-26,758,416.68
IV. Effect of Foreign Exchange Rate Changes on Cash and Cash Equivalents	-44,809,831.17	-138,965,681.55
V. Net Increase in Cash and Cash Equivalents	-26,302,797.63	-337,790,360.13
Add: Cash and cash equivalents at the beginning of the period	3,802,220,542.48	4,904,728,295.61
VI. Cash and Cash Equivalents at the End of the Period	3,775,917,744.85	4,566,937,935.48

The legal representative of the Company: Xu Song

The chief accountant of the Company: Wang Ping

The person in charge of the accounting department of the Company: Wang Ping

By Order of the Board
Dalian Port (PDA) Company Limited*
WANG Huiying LEE, Kin Yu Arthur
Joint Company Secretaries

Dalian City, Liaoning Province, the People's Republic of China
25 April 2019

As at the date of this announcement, the Board of the Company comprises:
Executive Director: WEI Minghui
Non-executive Director: XU Song
Independent non-executive Directors: WANG Zhifeng, SUN Xiyun and LAW Man Tat

* *The Company is registered as a non-Hong Kong company under Part XI of the previous Companies Ordinance (equivalent to Part 16 of the Companies Ordinance with effect from 3 March 2014) under the English name "Dalian Port (PDA) Company Limited".*

* *For identification purposes only*