Qingdao Port International Co., Ltd.
青島港國際股份有限公司

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

(Stock Code: 06198)

2020 FIRST QUARTERLY REPORT

This announcement is made by Qingdao Port International Co., Ltd. (the "**Company**") pursuant to Rule 13.09 of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited and Inside Information Provisions under Part XIVA of the Securities and Futures Ordinance (Cap. 571 of the Laws of Hong Kong).

The board of directors (the "**Board**") of the Company is pleased to announce the unaudited quarterly results of the Company and its subsidiaries for the three months ended 31 March 2020.

I. IMPORTANT NOTICE

1.1 The Board, the supervisory committee, the directors, supervisors and senior management of the Company hereby warrant that the contents of this quarterly report are true, accurate and complete, and there are no false representations, misleading statements or material omissions, and are jointly and severally responsible for the legal liabilities of the Company.

1.2 All directors of the Company have attended the Board meeting to review and consider this quarterly report.

1.3 Mr. LI Fengli, the responsible person of the Company, Mr. FAN Xiwei, the principal in charge of accounting (主管會計工作負責人), and Mr. LIU Yongxia, the principal of accounting department (accounting officer) (會計機構負責人（會計主管人員）), guarantee the truthfulness, accuracy and completeness of the financial statements in this quarterly report.

1.4 The first quarterly report of the Company is unaudited.

II. BASIC INFORMATION OF THE COMPANY

2.1 Key Financial Data

Unit: Yuan Currency: RMB

	As at the end of the reporting period	**As at the end of the previous year**	**Increase/decrease as at the end of the reporting period as compared with the end of the previous year (%)**
Total assets	53,603,189,802	52,785,301,395	1.55
Net assets attributable to shareholders of the listed company	31,349,890,979	30,357,380,875	3.27
	From the beginning of the year to the end of the reporting period	**From the beginning of previous year to the end of the reporting period in previous year**	**Increase/decrease as compared with the corresponding period of previous year (%)**
Net cash flows generated from operating activities	557,946,453	765,721,837	-27.13
	From the beginning of the year to the end of the reporting period	**From the beginning of previous year to the end of the reporting period in previous year**	**Increase/decrease as compared with the corresponding period of previous year (%)**
Revenue	2,888,991,417	3,139,039,296	-7.97
Net profit attributable to shareholders of the listed company	992,582,151	978,338,636	1.46
Net profit attributable to ordinary shareholders of the Company after deducting non-recurring profit or loss	943,565,437	926,324,260	1.86
Weighted average return on net assets (%)	3.17	3.56	decreased by 0.39 percentage point
Basic earnings per share (Yuan/share)	0.15	0.15	
Diluted earnings per share (Yuan/share)	0.15	0.15	

Items and amounts of non-recurring profit or loss

√Applicable ☐Not Applicable

Unit: Yuan Currency: RMB

Items	**Amount for this reporting period**	Note
Net profit or loss from disposal of non-current assets	3,632,130	/

Government grants recognised in profit or loss for the current period (expect for government grants which are closely related to the normal operations of the Company, in compliance with national policies and subject to constant or fixed amount based on certain standards)	19,766,785	/
Gains on changes in fair value from financial asset held for trading, derivative financial assets, financial liability held for trading, derivative financial liabilities; investment income from disposal of financial asset held for trading, derivative financial assets, financial liability held for trading, derivative financial liabilities and other debt instruments, except for effective hedging related to normal business of the Company		/
Profit or loss from external entrusted loans of entities	31,461,000	/
Net amount of other non- recurring income and expenses	10,522,092	/
Non-recurring gains and losses attributable to minority shareholders (after tax)	-19,791	/
Income tax effect	-16,345,502	/
Total	49,016,714	/

2.2 Total number of shareholders, the shareholding of top 10 shareholders and the top 10 shareholders of circulating shares (or shareholders not subject to trading restrictions) as at the end of the reporting period

Unit: Shares

Total number of shareholders			75,933			
Shareholding of top 10 shareholders						
Name of shareholders (Full name)	**Number of shares held at the end of the reporting period**	**Shareholding percentage (%)**	**Number of shares subject to trading restrictions**	**Number of shares pledged or frozen**		**Nature of shareholders**
				Share status	**Number of shares**	
Qingdao Port (Group) Co., Ltd.	3,522,179,000	54.26	3,522,179,000	Nil		State-owned legal person
HKSCC NOMINEES LIMITED	1,098,780,930	16.93	0	Unknown		Foreign legal person
Shanghai China Shipping Terminal Development Co., Ltd.	1,015,520,000	15.64	0	Nil		Domestic non state-owned legal person
Shenzhen Malai Storage Co., Ltd.	112,000,000	1.73	0	Nil		Domestic non state-owned legal person
COSCO SHIPPING (Qingdao) Co., Ltd.	96,000,000	1.48	0	Nil		State-owned legal person
China Shipping Terminal Development Co., Ltd.	96,000,000	1.48	0	Nil		Domestic non state-owned legal person

Everbright (Qingdao) Financial Leasing Co., Ltd.	48,000,000	0.74	0	Nil		Domestic non state-owned legal person
Qingdao International Investment Co., Ltd.	48,000,000	0.74	0	Nil		State-owned legal person
China Construction Bank Corporation-E Fund China Securities Enterprise One Belt One Road Transaction Open Index Securities Investment Fund	12,379,700	0.19	0	Nil		Others
Bank of China Co., Ltd.-Wells Fargo China Securities Enterprise One Belt One Road Trading Open Index Securities Investment Fund	11,467,551	0.18	0	Nil		Others

Shareholding of top 10 shareholders not subject to trading restrictions

Name of shareholders	Number of shares not subject to trading restriction	Class and Number of Shares	
		Class of Shares	Number of Shares
HKSCC NOMINEES LIMITED	1,098,780,930	Foreign shares listed overseas	1,098,780,930
Shanghai China Shipping Terminal Development Co., Ltd.	1,015,520,000	RMB ordinary shares	1,015,520,000
Shenzhen Malai Storage Co., Ltd.	112,000,000	RMB ordinary shares	112,000,000
COSCO SHIPPING (Qingdao) Co., Ltd.	96,000,000	RMB ordinary shares	96,000,000
China Shipping Terminal Development Co., Ltd.	96,000,000	RMB ordinary shares	96,000,000
Everbright (Qingdao) Financial Leasing Co., Ltd.	48,000,000	RMB ordinary shares	48,000,000
Qingdao International Investment Co., Ltd.	48,000,000	RMB ordinary shares	48,000,000
China Construction Bank Corporation-E Fund China Securities Enterprise One Belt One Road Transaction Open Index Securities Investment Fund	12,379,700	RMB ordinary shares	12,379,700
Bank of China Co., Ltd.-Wells Fargo China Securities Enterprise One Belt One Road Trading Open Index Securities Investment Fund	11,467,551	RMB ordinary shares	11,467,551

Hong Kong Securities Clearing Company Limited	8,494,463	RMB ordinary shares	8,494,463
Explanation on the related party relationship or acting in concerted relationship among the above shareholders	Shanghai China Shipping Terminal Development Co., Ltd., COSCO SHIPPING (Qingdao) Co., Ltd. and China Shipping Terminal Development Co., Ltd. are all controlled by CHINA COSCO SHIPPING CORPORATION LIMITED. Besides, the Company is not aware if other shareholders are related with each other or persons acting in concert under the Measures for the Administration of Disclosure of Shareholder Equity Changes of Listed Companies (《上市公司股東持股變動信息披露管理辦法》).		
Explanation on shareholders of preference shares with restored voting rights and the number of shares they held	Nil		

Notes:

1. HKSCC NOMINEES LIMITED holds H shares on behalf of multiple customers.

2. As at the end of the reporting period, A wholly-owned subsidiary of Qingdao Port (Group) Co., Ltd. held 13,739,000 H shares of the Company, representing 0.21% of the total share capital of the Company through trust and such shares had been contained in the total number of shares held by HKSCC NOMINEES LIMITED.

3. As at the end of the reporting period, COSCO SHIPPING Ports Development Co., Ltd. (中遠海運港口發展有限公司) held 173,313,000 H shares of the Company, representing 2.67% of the total share capital of the Company and had been contained in the total number of shares held by HKSCC NOMINEES LIMITED. COSCO SHIPPING Ports Development Co., Ltd., Shanghai China Shipping Terminal Development Co., Ltd. (上海中海碼頭發展有限公司), China Shipping Terminal Development Co., Ltd. (中海碼頭發展有限公司) and COSCO SHIPPING (Qingdao) Co., Ltd. (中遠海運（青島）有限公司) are all controlled by CHINA COSCO SHIPPING CORPORATION LIMITED (中國遠洋海運集團有限公司).

2.3 The total number of holders of preference shares, shareholding of top 10 shareholders of preference shares and top 10 shareholders of preference shares who are not subject to trading restrictions as at the end of the reporting period

☐ Applicable √ Not Applicable

III. MATERIAL MATTERS

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

☐ Applicable √ Not Applicable

3.2 Progress of material matters and analysis of the related effects and solutions

☐ Applicable √ Not Applicable

3.3 Undertakings due but not completely performed during the reporting period

☐ Applicable √ Not Applicable

3.4 Warning of projection on cumulative net profit for the period from the beginning of the year to the end of the next reporting period to be at a loss or expected to have material changes as compared to the corresponding period of last year and its explanation

☐ Applicable √ Not Applicable

Company Name	QINGDAO PORT INTERNATIONAL CO., LTD.
Legal Representative	LI Fengli
Date	28 April 2020

IV. APPENDIX

4.1 Financial Statements

CONSOLIDATED BALANCE SHEET

AS AT 31 MARCH 2020

Prepared by: QINGDAO PORT INTERNATIONAL CO., LTD.

Unit: Yuan Currency: RMB Audit status: Unaudited

Items	31 March 2020	31 December 2019
Current assets:		
Cash at bank and on hand	10,764,390,435	6,846,399,847
Deposit reservation for balance		
Placements with and loans to banks and other financial institutions		
Financial assets held for trading	1,113,675,953	952,673,153
Derivative financial assets		
Notes receivable	82,869,451	89,208,129
Accounts receivable	2,677,014,895	2,337,733,076
Financing receivables	346,456,610	705,149,454
Advances to suppliers	137,217,718	65,477,940
Insurance receivable		
Reinsurance accounts receivable		
Provision of cession receivable		
Other receivables	2,321,896,870	1,825,685,161
Including：Interests receivable	28,991,057	42,728,648
Dividends receivable	8,775,255	
Financial assets held under resale agreements		
Inventories	140,387,918	208,760,886
Contract assets	230,076,046	194,622,693
Assets held for sale		
Current portion of non-current assets	633,296,440	445,754,126
Other current assets	1,163,400,371	6,214,206,368
Total current assets	19,610,682,707	19,885,670,833
Non-current assets:		
Loans and advances to customers		
Debt investments		
Other debt investments		

Long-term receivables	2,272,086,900	1,528,631,526
Long-term equity investments	9,467,785,199	9,139,130,196
Other equity instruments investments		
Other non-current financial assets	536,313,754	538,096,854
Investment properties	177,422,902	177,094,885
Fixed assets	14,141,431,418	14,341,335,334
Construction in progress	2,720,669,788	2,510,614,143
Bearer biological assets		
Oil and gas assets		
Right-of-use assets	523,002,295	541,354,681
Intangible assets	2,564,433,721	2,568,407,616
Development costs		
Goodwill	20,686,493	20,686,493
Long-term prepaid expenses	28,446,440	28,601,553
Deferred tax assets	924,874,657	906,362,986
Other non-current assets	615,353,528	599,314,295
Total non-current assets	33,992,507,095	32,899,630,562
TOTAL ASSETS	53,603,189,802	52,785,301,395
Current liabilities:		
Short-term borrowings	193,996,789	128,596,572
Due to central banks		
Placements from banks and other financial institutions		
Financial liabilities held for trading		
Derivative financial liabilities		
Notes payable	1,002,923,001	1,164,769,783
Accounts payable	1,374,126,903	1,411,666,083
Advances from customers	12,531,284	22,251,659
Contract liabilities	208,854,732	245,532,722
Financial assets sold under repurchase agreements		
Deposits from customers, banks and non-bank financial institutions		
Acting trading securities		
Acting underwriting securities		
Employee benefits payable	199,242,385	308,496,016

Taxes payable	302,644,169	248,863,830
Other payables	7,223,768,650	7,200,531,814
Including: Interests payable		
Dividends payable		312,469
Handling charges and Commission payable		
Dividend payable for reinsurance		
Liabilities held for sale		
Current portion of non-current liabilities	241,079,679	235,633,528
Other current liabilities		
Total current liabilities	10,759,167,592	10,966,342,007
Non-current liabilities:		
Reserve fund for insurance contracts		
Long-term borrowings	126,201,680	132,882,988
Bonds payable	2,116,900,000	2,116,900,000
Including: Preference shares		
Perpetual bonds		
Leases liabilities	296,780,848	378,301,316
Long-term payables	47,967,320	43,095,019
Long-term employee benefits payable	2,444,189,400	2,419,020,000
Provisions	6,759,476	7,053,463
Deferred income	214,996,408	213,850,289
Deferred tax liabilities	19,645,723	22,295,437
Other non-current liabilities	2,833,353,045	2,888,198,834
Total non-current liabilities	8,106,793,900	8,221,597,346
Total liabilities	18,865,961,492	19,187,939,353
Owners' equity / Shareholders' equity:		
Paid-in capital / Share capital	6,491,100,000	6,491,100,000
Other equity instruments		
Including: Preference shares		
Perpetual bonds		
Capital surplus	12,326,352,961	12,326,352,961
Less: Treasury shares		
Other comprehensive income	176,767,182	182,668,672
Specific reserve	9,743,708	3,914,265

Surplus reserve	1,278,378,901	1,278,378,901
General reserve	380,586,794	380,586,794
Undistributed profits	10,686,961,433	9,694,379,282
Total equity attributable to owners/shareholders of the parent Company	31,349,890,979	30,357,380,875
Minority interests	3,387,337,331	3,239,981,167
Total owners’ equity/Shareholders’ equity	34,737,228,310	33,597,362,042
TOTAL LIABILITIES AND OWNERS’ EQUITY/SHAREHOLDERS' EQUITY	53,603,189,802	52,785,301,395

Legal representative: LI Fengli   Principal in charge of accounting: FAN Xiwei
Head of accounting department: LIU Yongxia

BALANCE SHEET OF THE PARENT COMPANY

AS AT 31 MARCH 2020

Prepared by: QINGDAO PORT INTERNATIONAL CO., LTD.

Unit: Yuan   Currency: RMB   Audit status: Unaudited

Items	31 March 2020	31 December 2019
Current assets:		
Cash at bank and on hand	9,106,497,373	8,265,088,114
Financial asset held for trading		
Derivative financial assets		
Notes receivable	15,461,806	18,667,204
Accounts receivable	1,030,209,388	996,445,768
Financing receivables	185,228,232	451,458,292
Advances to suppliers	37,747,603	25,263,063
Other receivables	488,493,132	581,863,915
Including: Interests receivable	16,003,555	32,346,874
Dividends receivable	8,775,255	
Inventories	17,835,374	80,568,215
Contract assets	150,178,611	93,879,526
Assets held for sale		
Current portion of non-current assets	247,223,361	624,635,554
Other current assets	39,770,634	36,686,394
Total current assets	11,318,645,514	11,174,556,045
Non-current assets:		

Debt investments		
Other debt investments		
Long-term receivables	2,301,498,557	1,858,000,000
Long-term equity investments	14,360,701,625	13,991,521,234
Other equity instruments investments		
Other non-current financial assets	71,421,487	71,421,487
Investment properties	1,474,057,378	1,489,093,569
Fixed assets	7,768,395,416	7,826,781,172
Construction in progress	1,529,106,651	1,333,853,492
Bearer biological assets		
Oil and gas assets		
Right-of-use assets	124,149,077	126,126,432
Intangible assets	2,064,109,380	2,073,151,241
Development costs		
Goodwill		
Long-term prepaid expenses	7,515,928	3,916,088
Deferred tax assets	32,054,987	37,658,479
Other non-current assets	246,948,783	261,044,621
Total non-current assets	29,979,959,269	29,072,567,815
TOTAL ASSETS	41,298,604,783	40,247,123,860
Current liabilities:		
Short-term borrowings	259,337,004	358,239,543
Financial liabilities held for trading		
Derivative financial liabilities		
Notes payable	263,757,278	245,580,933
Accounts payable	529,382,755	467,119,764
Advances from customers	13,695,921	15,467,645
Contract liabilities	139,961,011	135,665,425
Employee benefits payable	160,402,364	240,552,578
Taxes payable	88,126,454	56,343,229
Other payables	535,424,580	433,282,327
Including: Interests payable		
Dividends payable		312,469
Liabilities held for sale		
Current portion of non-current liabilities	75,225,196	83,169,099
Other current liabilities		

Total current liabilities	2,065,312,563	2,035,420,543
Non-current liabilities:		
Long-term borrowings		
Bonds payable	2,116,900,000	2,116,900,000
Including: Preference shares		
Perpetual bonds		
Leases liabilities	90,969,854	80,955,456
Long-term payables	2,024,887	43,095,019
Long-term employee benefits payable	2,081,760,000	2,081,760,000
Provisions	6,759,476	7,053,463
Deferred income	135,234,250	140,389,104
Deferred tax liabilities		
Other non-current liabilities	2,849,540,878	2,888,115,299
Total non-current liabilities	7,283,189,345	7,358,268,341
Total liabilities	9,348,501,908	9,393,688,884
Owners' equity / Shareholders' equity:		
Paid-in capital / Share capital	6,491,100,000	6,491,100,000
Other equity instruments		
Including: Preference shares		
Perpetual bonds		
Capital surplus	16,255,150,636	16,255,150,636
Less: Treasury shares		
Other comprehensive income	191,510,000	191,510,000
Specific reserve		
Surplus reserve	1,278,378,901	1,278,378,901
Undistributed profits	7,733,963,338	6,637,295,439
Total owners'/shareholders' equity	31,950,102,875	30,853,434,976
TOTAL LIABILITIES AND OWNERS' EQUITY/SHAREHOLDERS' EQUITY	41,298,604,783	40,247,123,860

Legal representative: LI Fengli Principal in charge of accounting: FAN Xiwei
Head of accounting department: LIU Yongxia

CONSOLIDATED INCOME STATEMENT

FOR THE THREE MONTHS ENDED 31 MARCH 2020

Prepared by: QINGDAO PORT INTERNATIONAL CO., LTD.

Unit: Yuan Currency: RMB Audit status: Unaudited

Items	First quarter of 2020	First quarter of 2019
I. Revenue	2,888,991,417	3,139,039,296
Including: Operating revenue	2,888,991,417	3,139,039,296
Interest income		
Earned premium		
Fee and commission income		
II. Cost of sales	1,850,096,842	2,257,220,945
Including: Operating costs	1,755,364,006	2,101,501,825
Interest expenses		
Fee and commission expenses		
Surrender value		
Compensation expenses, net		
Drawing reserves for insurance liability, net		
Policyholder dividends		
Reinsurance expenses		
Taxes and surcharges	25,805,955	27,534,825
Selling and distribution expenses	7,303,039	3,906,621
General and administrative expenses	100,507,397	138,534,870
Research and development expenses	8,441,032	275,842
Financial expenses	-47,324,587	-14,533,038
Including: Interest expenses	46,208,371	57,801,525
Interest income	-100,302,672	-87,204,007
Add: Other income	19,766,785	43,972,696
Investment income/(losses in “-”)	353,746,789	390,125,092
Including: Investment income from associates and joint ventures	315,436,346	379,029,340
Derecognition income of financial assets measured at amortized cost		
Exchange gains/(losses in “-”)		

Net exposure hedging income/(losses in "-")		
Gains/(losses in "-") on changes in fair value	-2,780,300	
Credit impairment losses (losses in "-")	-28,757,878	-18,488,629
Asset impairment losses (losses in "-")		
Gains/(losses in "-") on disposal of assets	3,632,130	337,988
III. Operating profit/(losses in "-")	1,384,502,101	1,297,765,498
Add: Non-operating income	11,798,225	5,883,418
Less: Non-operating expenses	1,276,133	138,813
IV. Total profit/(total losses in "-")	1,395,024,193	1,303,510,103
Less: Income tax expenses	252,556,668	235,717,779
V. Net profit/(net losses in "-")	1,142,467,525	1,067,792,324
(I) Classified by continuity of operations		
1. Net profit from continuing operations (net losses in "-")	1,142,467,525	1,067,792,324
2. Net profit from discontinued operations (net losses in "-")		
(II) Classified by ownership of the equity		
1. Attributable to shareholders of the parent Company (net losses in "-")	992,582,151	978,338,636
2. Minority interests (net losses in "-")	149,885,374	89,453,688
VI. Other comprehensive income, net of tax	-8,430,700	-12,946,003
(I) Attributable to shareholders of the parent Company, net of tax	-5,901,490	-9,062,202
1. Other comprehensive income items which will not be subsequently reclassified to profit or loss		
（1）Changes in remeasurement of defined benefit plan obligations		
（2）Shares of other comprehensive income of the investee accounted for using equity method that will not be subsequently reclassified to profit or loss		
（3）Changes in fair value of other equity instruments investments		
（4）Changes in fair value of company		

credit risk		
2. Other comprehensive income items which will be subsequently reclassified to profit or loss	-5,901,490	-9,062,202
（1）Shares of other comprehensive income of the investee accounted for using equity method that will be subsequently reclassified to profit or loss		
（2）Changes in fair value of other debt investments	-5,901,490	-9,062,202
（3）The amount of financial assets reclassified into other comprehensive income		
（4）Credit impairment losses of other debt investments		
（5）Effective portion of gains on hedging instrument in a cash flow hedge		
（6）Translation differences on translation of foreign currency financial statements		
(7）Others		
(II) Attributable to minority shareholders, net of tax	-2,529,210	-3,883,801
VII. Total comprehensive income	1,134,036,825	1,054,846,321
(I) Attributable to shareholders of the parent Company	986,680,661	969,276,434
(II) Attributable to minority interests	147,356,164	85,569,887
VIII. Earnings per share:		
(I) Basic earnings per share (Yuan/share)	0.15	0.15
(II) Diluted earnings per share (Yuan/share)	0.15	0.15

For long-term equity investments acquired through a business combination involving enterprises under common control during this period, the net profit realized by the merged party before the business combination is RMB0, last period is RMB0.

Legal representative: LI Fengli　　Principal in charge of accounting: FAN Xiwei

Head of accounting department: LIU Yongxia

INCOME STATEMENT OF THE PARENT COMPANY

FOR THE THREE MONTHS ENDED 31 MARCH 2020

Prepared by: QINGDAO PORT INTERNATIONAL CO., LTD.

Unit: Yuan Currency: RMB Audit status: Unaudited

Items	First quarter of 2020	First quarter of 2019
I. Revenue	1,486,951,278	1,426,269,016
Less: Cost of sales	1,097,463,606	978,330,172
Taxes and surcharges	18,694,705	21,203,928
Selling and distribution expenses	5,347,217	3,906,621
General and administrative expenses	64,118,601	81,238,903
Research and development expenses		
Financial expenses	-33,269,255	14,381,349
Including: Interest expenses	26,316,381	31,611,189
Interest income	-41,807,741	-29,970,158
Add: Other income	9,795,000	1,114,287
Investment income (losses in "-")	838,176,340	393,349,872
Including: Investment income from associates and joint ventures	312,125,231	381,326,220
Derecognition income of financial assets measured at amortized cost		
Net exposure hedging income (losses in "-")		
Gains on changes in fair value (losses in "-")		
Credit impairment losses (losses in "-")	-2,753,972	-15,390,742
Asset impairment losses (losses in "-")		
Gains /(losses) on disposal of assets (net losses in "-")	566,659	337,988
II. Operating profit (losses in "-")	1,180,380,431	706,619,448
Add: Non-operating income	9,283,229	3,925,455
Less: Non-operating expenses	1,250,000	
III. Total profit (total losses in "-")	1,188,413,660	710,544,903
Less: Income tax expenses	91,745,761	91,115,321
IV. Net profit/(losses) (net losses in "-")	1,096,667,899	619,429,582
(I) Net profit/(losses) from continuing operations (net losses in "-")	1,096,667,899	619,429,582
(II) Net profit from discontinued operations (net losses in "-")		
V. Other comprehensive income, net of tax		

(I) Other comprehensive income items that will not be subsequently reclassified to profit or loss		
1. Changes in remeasurement of defined benefit plan obligations		
2. Shares of other comprehensive income of the investee accounted for using equity method that will not be subsequently reclassified to profit or loss		
3. Changes in fair value of other equity instruments investments		
4. Changes in fair value of company credit risk		
(II) Other comprehensive income items which will be subsequently reclassified to profit or loss		
1. Shares of other comprehensive income of the investee accounted for using equity method that will be subsequently reclassified to profit or loss		
2. Changes in fair value of other debt investments		
3. The amount of financial assets reclassified into other comprehensive income		
4. Credit impairment losses of other debt investments		
5. Effective portion of gains on hedging instrument in a cash flow hedge		
6. Translation differences on translation of foreign currency financial statements		
7. Others		
VI. Total comprehensive income	1,096,667,899	619,429,582
VII. Earnings per share:		
(I) Basic earnings per share (Yuan/share)		
(II) Diluted earnings per share (Yuan/share)		

Legal representative: LI Fengli Principal in charge of accounting: FAN Xiwei
Head of accounting department: LIU Yongxia

CONSOLIDATED CASH FLOW STATEMENT

FOR THE THREE MONTHS ENDED 31 MARCH 2020

Prepared by: QINGDAO PORT INTERNATIONAL CO., LTD.

Unit: Yuan Currency: RMB Audit status: Unaudited

Items	First quarter of 2020	First quarter of 2019
1. Cash flows from operating activities:		
Cash received from sales of goods or rendering of services	2,839,002,492	3,039,000,015
Increase in customer deposits and interbank deposits		
Increase in balances with central banks		
Increase in placements with and loans to banks and non-bank financial institutions		
Cash received from the premiums of the original insurance contract		
Cash received from reinsurance		
Cash received from the increase of household savings and investment funds		
Cash received from interest charges, handling charges and commissions		
Increase in placements with and loans from banks and non-bank financial institutions		
Cash received from repurchase funds		
Cash received from the agent of buying and selling securities		
Refund of taxes and surcharges		
Cash received relating to other operating activities	110,836,219	345,592,118
Sub-total of cash inflows	2,949,838,711	3,384,592,133
Cash paid for goods and services	1,188,275,931	1,553,028,306
Increase in loans and advances to customers		
Increase in deposits with banks and non-bank financial institutions		
Cash paid for a claim under an original insurance contract		
Increase in placements with and loans to banks and non-bank financial institutions		
Cash paid relating to interest charges, handling charges, fees and commissions		
Cash paid to the policy dividend		

Cash paid to and on behalf of employees	619,704,113	591,729,810
Payments of taxes and surcharges	314,604,887	233,646,794
Cash paid relating to other operating activities	269,307,327	240,465,386
Sub-total of cash outflows	2,391,892,258	2,618,870,296
Net cash flows from operating activities	557,946,453	765,721,837
2. Cash flows from investing activities:		
Cash received from disposal of investments	9,710,493,580	4,701,385,514
Cash received from returns on investments	226,019,126	88,899,356
Net cash received from disposal of fixed assets, intangible assets and other long-term assets	5,762,217	337,988
Net cash received from the disposal of subsidiaries and other business units		
Cash received relating to other investing activities	1,274,586,754	718,372,759
Sub-total of cash inflows	11,216,861,677	5,508,995,617
Cash paid to acquire fixed assets, intangible assets and other long-term assets	238,188,595	543,097,887
Cash paid to acquire investments	5,912,649,000	7,541,986,096
Net increase in pledged loans		
Cash paid to acquire subsidiaries and other business units		
Cash paid relating to other investing activities	2,253,725,598	160,000,000
Sub-total of cash outflows	8,404,563,193	8,245,083,983
Net cash flows from investing activities	2,812,298,484	-2,736,088,366
3. Cash flows from financing activities:		
Cash received from capital contributions		1,978,929,768
Including: Cash received from capital contributions by minority shareholders of subsidiaries		
Cash received from borrowings	65,111,301	60,059,945
Cash received relating to other financing activities		382,949,880
Sub-total of cash inflows	65,111,301	2,421,939,593
Cash repayments of borrowings		
Cash payments for distribution of dividends, profits or interest expenses	97,169,650	119,869,126

Including: Cash payments for distribution of dividend or profit to minority shareholders of subsidiaries		
Cash paid relating to other financing activities	154,601,903	165,189,467
Sub-total of cash outflows	251,771,553	285,058,593
Net cash flows from financing activities	-186,660,252	2,136,881,000
4. Effect of foreign exchange rate changes on cash and cash equivalent	19,961,942	-20,329,479
5. Net increase in cash and cash equivalent	3,203,546,627	146,184,992
Add: Cash and cash equivalent at the beginning of the period	4,041,959,515	4,014,278,650
6. Cash and cash equivalent at the end of the period	7,245,506,142	4,160,463,642

Legal representative: LI Fengli Principal in charge of accounting: FAN Xiwei
Head of accounting department: LIU Yongxia

CASH FLOW STATEMENT OF THE PARENT COMPANY

FOR THE THREE MONTHS ENDED 31 MARCH 2020

Prepared by: QINGDAO PORT INTERNATIONAL CO., LTD.

Unit: Yuan Currency: RMB Audit status: Unaudited

Items	First quarter of 2020	First quarter of 2019
1. Cash flows from operating activities:		
Cash received from sales of goods or rendering of services	1,377,263,911	1,018,691,090
Refund of taxes and surcharges		
Cash received relating to other operating activities	441,090,752	235,532,390
Sub-total of cash inflows	1,818,354,663	1,254,223,480
Cash paid for goods and services	557,872,129	306,591,327.3
Cash paid to and on behalf of employees	397,617,692	380,407,130
Payments of taxes and surcharges	106,841,875	143,526,051
Cash paid relating to other operating activities	46,565,126	24,823,283
Sub-total of cash outflows	1,108,896,822	855,347,791.3
Net cash flows from operating activities	709,457,841	398,875,689
2. Cash flows from investing activities:		

Cash received from disposal of investments	2,391,230,320	1,518,210,485
Cash received from returns on investments	425,374,487	32,060,162
Net cash received from disposal of fixed assets, intangible assets and other long-term assets	1,142,963	546,117
Net cash received from the disposal of subsidiaries and other business units		
Cash received relating to other investing activities	392,000,000	10,000,000
Sub-total of cash inflows	3,209,747,770	1,560,816,764
Cash paid to acquire fixed assets, intangible assets and other long-term assets	144,691,889	125,731,126
Cash paid to acquire investments	3,215,650,000	7,102,672,561
Cash paid to acquire subsidiaries and other business units		
Cash paid relating to other investing activities	443,498,557	160,000,000
Sub-total of cash outflows	3,803,840,446	7,388,403,687
Net cash flows from investing activities	-594,092,676	-5,827,586,923
3. Cash flows from financing activities:		
Cash received from capital contributions		1,978,929,768
Cash received from borrowings	77,000,000	52,000,000
Cash received relating to other financing activities		
Sub-total of cash inflows	77,000,000	2,030,929,768
Cash repayments of borrowings	175,800,000	35,000,000
Cash payments for interest expenses and distribution of dividends or profits	57,407,475	2,983,373
Cash paid relating to other financing activities	5,155,063	138,126,334
Sub-total of cash outflows	238,362,538	176,109,707
Net cash flows from financing activities	-161,362,538	1,854,820,061
4. Effect of foreign exchange rate changes on cash and cash equivalent	3,664,321	-311,038
5. Net increase in cash and cash	-42,333,052	-3,574,202,211

equivalent		
Add: Cash and cash equivalent at the beginning of the period	6,787,167,401	6,819,212,991
6. Cash and cash equivalent at the end of the period	6,744,834,349	3,245,010,780

Legal representative: LI Fengli   Principal in charge of accounting: FAN Xiwei
Head of accounting department: LIU Yongxia

4.2 Adjustments of relevant items of financial statements at the beginning of 2020 for implementation of new accounting standards for revenue and new accounting standards for leases for the first time

☐ Applicable √ Not Applicable

4.3 Explanations on retrospective adjustments of previously comparative figures due to implementation of new accounting standards for revenue and new accounting standards for leases for the first time in 2020

☐ Applicable √ Not Applicable

4.4 Audit report

☐ Applicable √ Not applicable

By order of the Board
Qingdao Port International Co., Ltd.
LI Fengli
Chairman

Qingdao, the PRC, 28 April 2020

As at the date of this announcement, the non-executive directors of the Company are Mr. LI Fengli, Mr. ZHANG Wei and Mr. CHU Xiaozhong; and the independent non-executive directors are Ms. LI Yan, Mr. JIANG Min and Mr. LAI Kwok Ho.