上海电气 SHANGHAI ELECTRIC *

SHANGHAI ELECTRIC GROUP COMPANY LIMITED

上海電氣集團股份有限公司

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

(Stock Code: 02727)

2020 First Quarterly Report

Pursuant to the regulations and rules of the China Securities Regulatory Commission and the Shanghai Stock Exchange, Shanghai Electric Group Company Limited (the **"Company"**) is required to announce quarterly results.

This announcement is made pursuant to the Inside Information Provision under Part XIVA of the Securities and Futures Ordinance (Cap 571, Laws of Hong Kong) (as defined in the Rules Governing the Listing of Securities on the Stock Exchange of Hong Kong Limited (the "**Listing Rules**")) and Rule 13.09(2) and Rule 13.10B of the Listing Rules.

The board of directors (the **"Directors"**) of the Company (the **"Board"**) is pleased to announce the results of the Company and its subsidiaries for the three months ended 31 March 2020 prepared in accordance with China Accounting Standards (the **"PRC GAAP"**). Such results have not been audited by independent auditors but have been reviewed by audit committee of the Company.

1. IMPORTANT NOTICE

1.1 The Board and the supervisory committee of the Company together with the Directors, supervisors and the senior management of the Company confirm that there are no false statements or misleading representations contained in or material omissions from this report. All of them jointly and severally accept responsibility as to the truthfulness, accuracy and completeness of the content of this report.

1.2 All the Directors of the Company have attended the meeting of the Board to discuss and approve the operating results for the first quarter of 2020.

1.3 Financial information set forth in this 2020 first quarterly report of the Company has been prepared in accordance with the PRC GAAP and has not been audited by independent auditors but has been reviewed by audit committee of the Company.

1.4 Mr. Zheng Jianhua, chairman of the Board, Mr. Hu Kang, chief financial officer of the Company and Mr. Si Wenpei, head of finance department of the Company, warrant the truthfulness and completeness of the financial report within this quarterly report.

1.5 This announcement is made pursuant to the Inside Information Provision under Part XIVA of the Securities and Futures Ordinance (Cap 571, Laws of Hong Kong) (as defined in the Listing Rules) and Rule 13.09(2) and Rule 13.10B of the Listing Rules.

2. GENERAL INFORMATION OF THE COMPANY

2.1 Major accounting data and financial indicators

Currency: RMB'000 [1]

	As at 31 March 2020	**As at 31 December 2019**	**Change from 31 December 2019 to 31 March 2020 (%)**
Total assets	278,427,719	280,523,589	-0.75
Net assets attributable to shareholders of the Company	63,499,331	63,345,856	0.24
	From 1 January 2020 to 31 March 2020	**From 1 January 2019 to 31 March 2019**	**Year-on-year change (%)**
Net cash flow used in/generated from operating activities	-11,882,812	-11,077,303	N/A
Total revenue	14,704,503	20,514,320	-28.32
Operating revenue	14,515,897	20,312,815	-28.54
Net profit attributable to shareholders of the Company	113,524	762,298	-85.11
Net profit attributable to shareholders of the Company after excluding non-recurring profit or loss items	62,720	360,712	-82.61
Return on net assets on a weighted average basis (%)	0.18	1.32	Decrease by 1.14 percentage points
Basic earnings per share	0.0075	0.0518	-85.52

(RMB/share)			
Diluted earnings per share (RMB/share)	0.0075	0.0513	-85.38

Note 1: unless otherwise specified.

The decrease of net profit attributable to shareholders of the Company as compared with the corresponding period of preceding year was mainly due to the decrease in revenue and net profit impacted by coronavirus disease (COVID-19).

The decrease of basic earnings per share as compared with the corresponding period of preceding year was mainly due to the decrease in net profit.

During the reporting period (from 1 January 2020 to 31 March 2020), the Company obtained new orders in the amount of RMB43.60 billion, representing an increase of 40.3% over the corresponding period of the preceding year, among which, new orders from energy equipment, industrial equipment and integrated services accounted for 55.4%, 31.5% and 13.1% of the total new orders, respectively. As at the end of the reporting period, the Company's orders on hand amounted to RMB268.11 billion (with orders in the amount of RMB77.33 billion not yet coming into effect), representing an increase of 11.3% as compared with the end of the preceding year. The Company's orders on hand from energy equipment, industrial equipment and integrated services accounted for 49.7%, 5.9% and 44.4% of the total orders on hand, respectively.

During the reporting period, the Company obtained new orders for wind power equipment of RMB18.66 billion, representing a year-on-year increase of 4553.9%. As at the end of the reporting period, the Company’s orders on hand for environmental protection engineering and services amounted to RMB8.03 billion, representing an increase of 12.2% as compared with the end of the preceding year.

Non-recurring profit and loss items and amounts:

Currency: RMB’000

Particulars	**From 1 January 2020 to 31 March 2020**
Profit and loss from disposal of non-current assets	1,600
Governmental subsidies counted into the current profit and loss, except for the one closely related with the normal operation of the company and gained constantly at a fixed amount or quantity according to certain standard based on state policies	164,953
Profit and loss from debt reorganization	32
Investment income arising from fair value change or disposal gain of financial asset/liability at fair value through profit and loss,	-125,672

derivative financial asset/liability and other debt investments excluding those from the effective hedging activities in relation to normal operation of the company	
Other non-operating revenue and expenses other than the above	39,833
Effect on non-controlling interests (net of tax)	-12,886
Effect on income tax	-17,056
Total	50,804

3. SIGNIFICANT EVENTS

3.1 Material changes of principal items in the financial statements and financial indicators of the Company and the underlying reasons

√Applicable □Not Applicable

Items of consolidated balance sheet

Currency: RMB'000

Particulars	Balance at the end of the period	Balance at the beginning of the year	Percentage of change
Inventories	33,794,080	27,004,499	25%

The increase of inventories as compared with the beginning of the year was mainly due to the production of stock for new orders and unfinished projects.

Items of consolidated income statement

Currency: RMB'000

Particulars	Amount for the period from 1 January 2020 to 31 March 2020	Amount for the Corresponding period of preceding year from 1 January 2019 to 31 March 2019	Percentage of change
Investment income	107,206	229,813	-53%

The decrease of investment income as compared with the corresponding period of preceding year was mainly due to the decrease in the investment income of associates and joint ventures during the reporting period.

Items of consolidated statement of cash flows

Currency: RMB'000

Particulars	Amount for the period from 1 January 2020 to 31 March 2020	Amount for the Corresponding period of preceding year from 1 January 2019 to 31 March 2019	Percentage of change

Net cash flows from investing activities	2,549,868	4,725,809	-46%
Net cash flows from financing activities	1,696,913	4,517,295	-62%

The decrease of net cash flow from investment activities as compared with the corresponding period of preceding year was mainly due to the net decrease in the time deposit with term of three-month or longer.

The decrease of net cash flow from financing activities as compared with the corresponding period of preceding year was mainly due to the decrease in new loans during the reporting period.

Shanghai Electric Group Company Limited
Zheng Jianhua
Legal representative
29 April 2020

4 APPENDIX

UNAUDITED CONSOLIDATED BALANCE SHEET

As at 31 March 2020

Prepared by: Shanghai Electric Group Company Limited

Currency: RMB'000

Particulars	As at 31 March 2020	As at 1 January 2020
Current assets:		
Cash at bank and on hand	25,265,749	21,460,942
Settlement reserve	12,102	12,853
Placements to banks and other financial institutions	17,394,730	33,339,823
Financial assets held for trading	7,082,766	6,964,752
Derivative financial assets	2,340	2,381
Notes receivable	5,974,730	6,221,789
Accounts receivable	32,929,050	29,337,049
Accounts receivable financing	5,270,283	5,440,954
Advances to suppliers	18,651,128	18,764,416
Premium receivable		
Amounts due from reinsurers		
Reinsurance contract reserve receivable		
Other receivables	3,798,059	4,254,254
Inclusive：Interest receivable	94,564	100,396
Dividends receivable	62,858	82,189
Financial assets purchased under agreements to resell	561,581	30,800
Inventories	33,794,080	27,004,499
Contract assets	26,273,495	24,984,702
Assets classified as held-for-sale	9,788	9,788
Non-current assets due within one year	3,706,456	3,827,810
Other current assets	13,062,948	17,544,133
Total current assets	193,789,285	199,200,945
Non-current assets:		
Loans receivables		
Bond investments		
Other bond investments	51,933	61,729
Long-term receivables	6,478,404	7,223,030
Long-term equity investments	15,189,904	15,118,771
Other equity instruments investment		
Other non-current financial assets	5,219,819	5,432,302

Investment properties	1,202,279	1,134,391
Fixed assets	17,290,176	16,715,637
Construction in progress	8,195,078	7,323,700
Bearer biological assets		
Oil and gas assets		
Right-of-use assets	884,721	952,099
Intangible assets	8,690,827	7,864,479
Development disbursements	187,039	170,388
Goodwill	4,833,038	3,641,102
Long-term deferred expenses	335,374	346,346
Deferred tax assets	5,989,160	5,771,190
Other non-current assets	10,090,682	9,567,480
Total non-current assets	84,638,434	81,322,644
Total assets	278,427,719	280,523,589
Current liabilities:		
Short-term borrowings	19,083,194	16,733,944
Due to central banks		
Placements from banks and other financial institutions		
Financial liabilities held for trading	37,900	33,097
Derivative financial liabilities	9,688	6,096
Notes payable	7,743,174	8,506,993
Accounts payable	55,251,915	57,922,655
Advanced receipts	483,507	535,048
Contract liabilities	40,975,913	38,584,900
Financial assets sold under agreement to repurchase	4,050	4,050
Customer deposits and placements from other financial institutions	3,674,299	7,208,955
Customer brokerage deposits		
Securities underwriting brokerage deposits		
Employee benefits payable	2,776,009	3,640,260
Tax payable	2,553,542	3,272,191
Other payables	8,405,958	8,801,884
Inclusive：Interests payable	262,587	293,000
Dividends payable	119,638	217,257
Fee and commissions payable		
Amounts due to reinsurer		
Liabilities classified as held-for-sale		
Non-current liabilities due within one year	10,507,076	10,333,765
Other current liabilities	7,170,444	8,477,304
Total current liabilities	158,676,669	164,061,142

Non-current liabilities:		
Reserve of insurance contract		
Long-term borrowings	11,668,129	11,268,418
Bonds payable	6,951,955	6,917,727
Inclusive: Preferred shares		
Perpetual bond		
Lease liabilities	712,810	734,513
Long-term payables	1,597,778	1,716,378
Long-term employee benefits payable	277,899	258,445
Provisions	1,068,210	1,436,031
Deferred revenue	1,626,267	1,631,710
Deferred tax liabilities	1,032,597	900,890
Other non-current liabilities	8,225	9,163
Total non-current liabilities	24,943,870	24,873,275
Total liabilities	183,620,539	188,934,417
Equity:		
Paid in capital (or share capital)	15,152,463	15,152,463
Other equity instruments		
Inclusive: Preferred shares		
Perpetual bond		
Capital surplus	19,975,915	19,975,915
Less: Treasury stock	404,741	404,741
Other comprehensive income	4,364	-35,587
Specialized reserve	130,235	130,235
Surplus reserves	5,720,695	5,720,695
General provisions		
Retained earnings	22,920,400	22,806,876
Equity attributable to owners (or shareholders) of the Company	63,499,331	63,345,856
Non-controlling interests	31,307,849	28,243,316
Total equity	94,807,180	91,589,172
Total equity and liabilities	278,427,719	280,523,589

Company's legal representative: Zheng Jianhua	Person-in-charge of accounting: Hu Kang	Head of accounting department: Si Wenpei

UNAUDITED BALANCE SHEET OF THE PARENT COMPANY

As at 31 March 2020

Prepared by: Shanghai Electric Group Company Limited

Currency: RMB'000

Particulars	As at 31 March 2020	As at 1 January 2020
Current assets:		
Cash at bank and on hand	21,407,510	27,876,000
Financial assets held for trading	422,267	518,554
Derivative financial assets		
Notes receivable	185,217	321,278
Accounts receivable	8,295,126	7,591,110
Accounts receivable financing	435,032	313,381
Advances to suppliers	14,531,549	14,315,498
Other receivables	4,548,776	3,758,656
Inclusive：Interest receivable		24,256
Dividends receivable	332,273	332,273
Inventories	78,757	84,064
Contract assets	7,402,043	6,145,035
Assets classified as held-for-sale		
Non-current assets due within one year		
Other current assets	4,668,425	5,067,053
Total current assets	61,974,702	65,990,629
Non-current assets:		
Bond investment		
Other bond investment		
Long-term receivables	3,139,484	3,139,484
Long-term equity investments	44,679,932	43,169,533
Other equity instruments investment		
Other non-current financial assets	2,282,837	2,281,448
Investment properties	31,823	32,444
Fixed assets	1,699,033	1,726,036
Construction in progress	106,531	103,195
Bearer biological assets		
Oil and gas assets		
Right-of-use assets	130,471	135,149
Intangible assets	3,259,582	3,296,894
Development disbursements		
Goodwill		
Long-term deferred expenses	1,174	1,256
Deferred tax assets	1,385,523	1,276,234
Other non-current assets	5,987,776	5,907,954

Total non-current assets	62,704,166	61,069,627
Total assets	124,678,868	127,060,256
Current liabilities:		
Short-term borrowings	14,704,569	14,504,569
Financial liabilities held for trading		
Derivative financial liabilities		
Notes payable	1,249,787	2,650,830
Accounts payable	27,991,874	29,947,539
Advanced receipts		
Contract liabilities	9,911,960	9,450,057
Employee benefits payable	325,897	526,556
Tax payable	331,918	303,449
Other payables	3,506,920	3,087,330
Inclusive：Interests payable	52,649	71,367
Dividends payable		
Liabilities classified as held-for-sale		
Non-current liabilities due within one year	443,903	723,471
Other current liabilities	349,399	334,500
Total current liabilities	58,816,227	61,528,301
Non-current liabilities:		
Long-term borrowings	2,999,119	2,567,048
Bonds payable	6,951,955	6,917,727
Inclusive: Preferred shares		
Perpetual bond		
Lease liabilities	95,620	106,283
Long-term payables	8,461,007	8,445,867
Long-term employee benefits payable		
Provisions		
Deferred revenue		
Deferred tax liabilities		
Other non-current liabilities	74,016	52,253
Total non-current liabilities	18,581,717	18,089,178
Total liabilities	77,397,944	79,617,479
Equity:		
Paid in capital (or share capital)	15,152,463	15,152,463
Other equity instruments		
Inclusive: Preferred shares		
Perpetual bond		
Capital surplus	18,368,228	18,343,233
Less: Treasury stock	404,741	404,741
Other comprehensive income	-30,627	-30,627
Specialized reserve		

Surplus reserves	2,534,686	2,534,686
Retained earnings	11,660,915	11,847,763
Total equity	47,280,924	47,442,777
Total equity and liabilities	124,678,868	127,060,256

Company's legal representative: Zheng Jianhua

Person-in-charge of accounting: Hu Kang

Head of accounting department: Si Wenpei

UNAUDITED CONSOLIDATED INCOME STATEMENT

From 1 January 2020 to 31 March 2020

Prepared by: Shanghai Electric Group Company Limited

Currency: RMB'000

Particulars	Amount for the period from 1 January 2020 to 31 March 2020	Amount for the corresponding period of preceding year from 1 January 2019 to 31 March 2019 (Restated)
1. Total revenue	14,704,503	20,514,320
Inclusive: Operating revenue	14,515,897	20,312,815
Interest income	188,202	200,938
Premium earned		
Fees and commission income	404	567
2. Total cost of sales	14,213,653	19,545,820
Inclusive: Operating cost	11,102,568	16,427,737
Interest expenses	18,643	22,579
Fees and commission expenses	156	270
Cash surrender value		
Claim settlement expenses, net		
Net provision for insurance contracts		
Policy dividend expense		
Reinsurance expenses		
Business tax and surcharge	98,758	93,713
Selling expenses	595,457	539,911
General and administrative expenses	1,418,607	1,465,634
Research and development expenses	605,745	564,328
Finance expenses	373,719	431,648
Inclusive: Interest expense	446,418	369,965
Interest income	75,241	85,665
Add: Other income	164,953	134,642
Investment income (losses are denoted by "-")	107,206	229,813
Inclusive: Income from investment in associates and joint ventures	45,132	190,686
Derecognition of financial assets at amortised cost	-29,071	-36,201
Foreign exchange gain (losses are denoted by "-")	3,637	-2,043
Net Exposure hedging gains (losses are denoted by "-")		

Profit or loss arising from changes in fair value (losses are denoted by “-”)	-145,030	31,866
Impairment loss on financial assets (losses are denoted by “-”)	-484,963	-273,411
Impairment loss on assets (losses are denoted by “-”)	-12,189	-71,456
Gains on disposals of assets (losses are denoted by “-”)	1,600	419,223
3. Operating profits (losses are denoted by “-”)	126,064	1,437,134
Add: non-operating income	52,122	33,136
Less: non-operating expenses	12,257	8,330
4. Profit and loss before tax (total losses are denoted by “-”)	165,929	1,461,940
Less: income tax expenses	28,948	327,505
5. Net profits (net losses are denoted by “-”)	136,981	1,134,435
(A) Classified by continuity of operations		
(1) Net profit from continuing operations (net losses are denoted by “-”)	136,981	1,134,435
(2) Net profit from discontinued operations (net losses are denoted by “-”)		
(B) Classified by ownership of the equity		
(1) Attributable to shareholders of the Company (net losses are denoted by “-”)	113,524	762,298
(2) Non-controlling interests (net losses are denoted by “-”)	23,457	372,137
6. Other comprehensive income, net of tax	43,015	42,748
(A) Other comprehensive income, net of tax, attributable to shareholders of the Company	39,951	35,940
(1) Items that will not be reclassified subsequently to profit or loss	-1,909	-275
(a) Remeasurements gains/(losses) of defined benefit obligation	-1,909	-275
(b) Other comprehensive income of investments accounted for using the equity method, which will not be reclassified subsequently to profit or loss		
(c) Change in fair value of other equity instruments investment		
(d) Change in fair value of credit risk of the Company		
(2) Items that may be reclassified to profit or loss	41,860	36,215
(a) Other comprehensive income of investments accounted for using the equity method		

(b) Change in fair value of other bond investment	38,747	30,669
(c) Other comprehensive income due to reclassification of financial assets		
(d) Impairment loss on other bond investment		
(e) Cash flow hedge	-6,326	-415
(f) Currency translation difference	9,439	5,961
(g) Others		
(B) Other comprehensive income, net of tax, attributable to non-controlling interests	3,064	6,808
7. Total comprehensive income	179,996	1,177,183
(A) Attributable to shareholders of the Company	153,475	798,238
(B) Attributable to non-controlling interests	26,521	378,945
8. Earnings per share:		
(A) Basic earnings per share (RMB/share)	0.0075	0.0518
(B) Diluted earnings per share (RMB/share)	0.0075	0.0513

Company’s legal representative: Zheng Jianhua

Person-in-charge of accounting: Hu Kang

Head of accounting department: Si Wenpei

UNAUDITED INCOME STATEMENT OF THE PARENT COMPANY

From 1 January 2020 to 31 March 2020

Prepared by: Shanghai Electric Group Company Limited

Currency: RMB'000

Particulars	Amount for the period from 1 January 2020 to 31 March 2020	Amount for the corresponding period of preceding year from 1 January 2019 to 31 March 2019 (Restated)
1. Operating revenue	2,998,530	5,370,267
Deduct: Cost of sales	2,240,392	4,272,272
Business tax and surcharge	4,985	14,734
Selling expenses	109,525	22,480
General and administrative expenses	220,828	180,997
Research and development expenses	37,398	50,243
Finance expenses	259,183	199,776
Inclusive: Interest expense	351,571	247,475
Interest income	74,545	94,158
Add: Other income	6,250	5,600
Investment income (losses are denoted by "-")	137,008	139,490
Inclusive: Income from investment in associates and joint ventures	56,592	77,340
Derecognition of financial assets at amortised cost		
Net Exposure hedging gains (losses are denoted by "-")		
Profit arising from changes in fair value (losses are denoted by "-")	-96,287	-29,250
Impairment loss on financial assets (losses are denoted by "-")	-432,685	-215,021
Impairment loss on assets (losses are denoted by "-")		
Gains or losses on disposals of assets (losses are denoted by "-")	-637	418,443
2. Operating profits (losses are denoted by "-")	-260,132	949,027
Add: non-operating income	242	290
Less: non-operating expenses	20	70
3. Profit and loss before tax (total losses are denoted by "-")	-259,910	949,247
Less: income tax expenses	-73,061	179,148

4. Net profits (net losses are denoted by “-”)	-186,849	770,099
(A) Net profit from continuing operations (net losses are denoted by “-”)		
(B) Net profit from discontinued operations (net losses are denoted by “-”)		
5. Other comprehensive income, net of tax		
(A) Items that will not be reclassified subsequently to profit or loss		
(1) Remeasurements gains/(losses) of defined benefit obligation		
(2) Other comprehensive income of investments accounted for using the equity method, which will not be reclassified subsequently to profit or loss		
(3) Change in fair value of other equity instruments investment		
(4) Change in fair value of credit risk of the Company		
(B) Items that may be reclassified to profit or loss		
(1) Other comprehensive income of investments accounted for using the equity method		
(2) Change in fair value of other bond investment		
(3) Other comprehensive income due to reclassification of financial assets		
(4) Impairment loss on other bond investment		
(5) Cash flow hedge		
(6) Currency translation difference		
(7) Others		
6. Total comprehensive income	-186,849	770,099
7. Earnings per share:		
(A) Basic earnings per share (RMB/share)		
(B) Diluted earnings per share (RMB/share)		

Company’s legal representative: Zheng Jianhua

Person-in-charge of accounting: Hu Kang

Head of accounting department: Si Wenpei

UNAUDITED CONSOLIDATED STATEMENT OF CASH FLOWS
From 1 January 2020 to 31 March 2020
Prepared by: Shanghai Electric Group Company Limited

Currency: RMB'000

Particulars	Amount for the current period from 1 January 2020 to 31 March 2020	Amount for the corresponding period of preceding year from 1 January 2019 to 31 March 2019
1. Cash flows from operating activities:		
Cash received from sales of goods or rendering of services	19,641,272	21,970,419
Net increase in customer deposits and placements from other bank		
Net increase in due to central banks		
Net increase in borrowings from other financial institutions		
Cash from premiums on original insurance contracts		
Reinsurance business, net amount		
Net increase in insured's deposits and investments		
Cash received from interests, fees and commissions		
Net increase in placements from banks and other financial institutions		
Net increase of funds in repurchase business		
Net cash received from customer brokerage		
Tax refunds	62,092	80,819
Cash receipts related to other operating activities	2,735,291	3,343,649
Total cash inflows from operating activities	22,438,655	25,394,887
Cash paid for goods and services	24,186,256	25,957,015
Net increase in loans receivables		
Net increase in deposits with central bank and other banks		
Cash paid for claim settlements on original insurance contracts		
Net increase in placements to banks and other financial institutions		
Cash paid for interest, fees and commissions		
Cash paid for policy dividends		

Cash paid to employees and for employee benefits	3,182,317	3,319,581
Payments of all types of taxes	1,836,382	1,708,100
Cash payments related to other operating activities	5,116,512	5,487,494
Total cash outflows from operating activities	34,321,467	36,472,190
Net cash flows from operating activities	-11,882,812	-11,077,303
2. Cash flows from investing activities		
Cash received from sale of investments	1,881,312	153,806
Cash receipts from returns on investments	111,692	324,444
Net cash received from acquiring subsidiaries and other business units		910,004
Net cash received from disposal of fixed assets, intangible assets and other long-term assets	11,648	3,072
Net cash received from disposing subsidiaries and other business units		
Cash receipts related to other investing activities	2,910,832	4,983,041
Total cash inflows from investing activities	4,915,484	6,374,367
Cash paid to acquire fixed assets, intangible assets and other long-term assets	1,146,195	939,031
Cash paid for investments	1,025,741	709,527
Net increase in pledged loans		
Net cash paid for acquiring subsidiaries and other business units	193,680	
Cash payments related to other investing activities		
Total cash outflows from investing activities	2,365,616	1,648,558
Net cash flows from investing activities	2,549,868	4,725,809
3. Cash flows from financing activities		
Cash proceeds from investments by others	45,958	
Inclusive: Cash received from capital contributions from minority shareholders of subsidiaries	45,958	
Cash received from borrowings	3,726,534	7,206,067
Cash receipts related to other financing activities		
Total cash inflows from financing activities	3,772,492	7,206,067
Cash repayments for debts	1,482,293	2,232,307
Cash payments for distribution of dividends, profit or interest expenses	551,583	456,465

Inclusive: Profit and dividends paid to non-controlling interests by the subsidiaries		
Cash payments related to other financing activities	41,703	
Total cash outflows from financing activities	2,075,579	2,688,772
Net cash flows from financing activities	1,696,913	4,517,295
4. Effects of foreign exchange rates changes on cash and cash equivalents	37,933	-103,521
5. Net increase in cash and cash equivalents	-7,598,098	-1,937,720
Add: Cash and cash equivalents at beginning of the period	42,431,476	31,842,144
6. Cash and cash equivalents at end of the period	34,833,378	29,904,424

Company's legal representative: Zheng Jianhua

Person-in-charge of accounting: Hu Kang

Head of accounting department: Si Wenpei

UNAUDITED STATEMENT OF CASH FLOWS OF THE PARENT COMPANY

From 1 January 2020 to 31 March 2020

Prepared by: Shanghai Electric Group Company Limited

Currency: RMB'000

Particulars	Amount for the current period from 1 January 2020 to 31 March 2020	Amount for the corresponding period of preceding year from 1 January 2019 to 31 March 2019
1. Cash flows from operating activities:		
Cash received from sales of goods or rendering of services	1,518,283	1,701,255
Tax refunds		
Cash receipts related to other operating activities	253,223	579,286
Total cash inflows from operating activities	1,771,506	2,280,541
Cash paid for goods and services	5,690,651	4,196,054
Cash paid to employees and for employee benefits	289,703	308,360
Payments of all types of taxes	30,904	21,923
Cash payments related to other operating activities	624,465	525,360
Total cash outflows from operating activities	6,635,723	5,051,697
Net cash flows from operating activities	-4,864,217	-2,771,156
2. Cash flows from investing activities:		
Cash received from sale of investments	500,000	76,000
Cash receipts from returns on investments	79,106	196,495
Net cash received from disposal of fixed assets, intangible assets and other long-term assets	6	
Net cash received from disposing subsidiaries and other business units		
Cash receipts related to other investing activities	192,126	6,610
Total cash inflows from investing activities	771,238	279,105
Cash paid to acquire fixed assets, intangible assets and other long-term assets	60,789	13,300
Cash paid for investments	2,476,696	2,129,238
Net cash paid for acquiring subsidiaries and other business units		
Cash payments related to other investing activities	148	

Total cash outflows from investing activities	2,537,633	2,142,538
Net cash flows from investing activities	-1,766,395	-1,863,433
3. Cash flows from financing activities		
Cash proceeds from investments by others		
Cash received from borrowings	1,410,198	1,645,000
Cash receipts related to other financing activities		
Total cash inflows from financing activities	1,410,198	1,645,000
Cash repayments for debts	1,021,279	2,000
Cash payments for distribution of dividends, profit or interest expenses	242,127	237,585
Cash payments related to other financing activities		27,500
Total cash outflows from financing activities	1,263,406	267,085
Net cash flows from financing activities	146,792	1,377,915
4. Effects of foreign exchange rates changes on cash and cash equivalents	15,333	-30,265
5. Net increase in cash and cash equivalents	-6,468,487	-3,286,939
Add: Cash and cash equivalents at beginning of the period	21,946,000	21,406,113
6. Cash and cash equivalents at end of the period	15,477,513	18,119,174

Company's legal representative: Zheng Jianhua

Person-in-charge of accounting: Hu Kang

Head of accounting department: Si Wenpei

By Order of the Board
Shanghai Electric Group Company Limited
ZHENG Jianhua
Chairman

Shanghai, the PRC, 29 April 2020

As at the date of this announcement, the executive directors of the Company are Mr. ZHENG Jianhua, Mr. HUANG Ou, Mr. ZHU Zhaokai and Mr. ZHU Bin; the non-executive directors of the Company are Ms. YAO Minfang and Ms. LI An; and the independent non-executive directors of the Company are Dr. CHU Junhao, Dr. XI Juntong and Dr. XU Jianxin.

** For identification purpose only*