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洛 阳 钼 业

洛 陽 欒 川 鉬 業 集 團 股 份 有 限 公 司

China Molybdenum Co., Ltd. *

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

(Stock Code: 03993)

2021 FIRST QUARTERLY FINANCIAL REPORT

The board of directors (the “**Board**”) of China Molybdenum Co., Ltd.* (the “**Company**” or “**CMOC**”) is pleased to announce the unaudited results of the Company and its subsidiaries (collectively the “**Group**”) prepared in accordance with the Accounting Standards for Business Enterprises of the People’s Republic of China for the first quarter ended 31 March 2021. This announcement is made pursuant to Rules 13.09(2) and 13.10B of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited and the Inside Information Provisions under Part XIVA of the Securities and Futures Ordinance (Cap. 571 of the Laws of Hong Kong).

* *For identification purposes only*

** *This report was prepared in both Chinese and English versions. Where there is discrepancy between the Chinese and English versions, the Chinese version shall prevail.*

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Abstract:

- Benefiting from the rising prices of copper and cobalt, the Company's performance has been steadily rising. During the reporting period, the Company achieved operating revenue of RMB39.915 billion, up 78% year-on-year; EBITDA of RMB3.306 billion, up 124% year-on-year; and net profit attributable to the parent company of RMB1.007 billion, up 125% year-on-year; all of which were the best single-quarter levels since 2019. During the same period, capital expenditure was RMB684 million, up 37% year-on-year.
- During the reporting period, the production operation of each segment was good, and production was in line with expectations. Operations in DRC achieved copper production of 49,687 tonnes and cobalt production of 3,300 tonnes; molybdenum and tungsten production in China achieved 4,031 tonnes and 2,091 tonnes; Brazil operations produced 1,877 tonnes of niobium and 255.2 thousand tonnes of phosphate; NPM in Australia (based on 80% of equity interests) produced 5,648 tonnes of copper and 4,489 ounces of gold; IXM achieved concentrates sales of 608 thousand tonnes and refined metal sales of 792 thousand tonnes.
- The Company continued to promote cost reduction and efficiency improvement, and achieved significant cost reduction results in the first quarter of 2021. RMB175 million cost reduction was achieved, of which the contribution of the DRC segment was particularly significant, with a total reduction US\$16.5 million through measures such as improving recovery rate of copper and reducing administrative costs.
- Continued to increase liquidity reserves and maintained a healthy asset and liability structure. As of the end of first quarter of 2021, the Company's cash and cash equivalents was RMB23.1 billion, and the net interest-bearing debt ratio was further reduced to 23.38%, with sufficient liquidity reserves.

I. IMPORTANT NOTICE

- 1.1 The Board, the supervisory committee, the directors, supervisors and senior management of the Company warrant the truthfulness, accuracy and completeness of the contents set out in this quarterly report, and that it contains no false representation, misleading statement nor material omission, and assume several and joint legal responsibilities.
- 1.2 All the directors of the Company attended the board meeting to consider the quarterly report.
- 1.3 Yuan Honglin, the person in charge of the Company, Wu Yiming, the person in charge of accounting affairs and Rong Yinjie, the person responsible for the accounting department, warrant the truthfulness, accuracy and completeness of the financial statements in this quarterly report.
- 1.4 The first quarterly financial report of the Company is unaudited.

II. BASIC INFORMATION OF THE COMPANY

2.1 Key Financial Data

Unit: Yuan Currency: RMB

Items	As at the end of the reporting period	As at the end of last year	Increase/decrease as at the end of the reporting period as compared with the end of last year (%)
Total assets	132,339,433,186.68	122,441,249,889.87	8.08
Net assets attributable to the shareholders of the listed company	38,656,028,643.53	38,891,780,788.15	-0.61

Items	From the beginning of the year to the end of the reporting period	From the beginning of last year to the end of the reporting period of last year	Increase/decrease as compared with the same period of last year (%)
Net cash flow from operating activities	2,569,906,910.68	5,887,743,222.10	-56.35
Operating revenue	39,915,601,697.31	22,382,525,359.85	78.33
Net profit attributable to the shareholders of the listed company	1,007,464,715.66	448,129,593.18	124.82
Net profit after deduction of non-recurring profits or losses attributable to the shareholders of the listed company	503,258,262.86	209,663,660.36	140.03
Weighted average rate of return on net assets (%)	2.60	1.10	increased by 1.50 percentage points
Basic earnings per share (<i>RMB Yuan/Share</i>)	0.047	0.021	123.81
Diluted EPS (<i>RMB Yuan/Share</i>)	N/A	N/A	N/A

Items and amounts for non-recurring profits or losses

Unit: Yuan Currency: RMB

Items	Amount for the period	Explanations
Profits or losses from disposal of non-current assets	-51,346.39	
Government grants included in profit and loss for the period, except for those closely relevant to the Company's normal business and in compliance with national policies and regulations and granted continuously according to certain standardized amounts or quotas	8,358,312.77	Including subsidies for low-grade scheelite project of RMB2 million
Investment gains arising from changes in fair value and disposal of held-for-trading financial assets, derivative financial assets, held-for-trading financial liabilities, derivative financial liabilities and other non-current financial assets, except for those effectively hedged associated with normal business operations of the Company	-1,437,905,030.53	Including changes in fair value of derivate financial instruments of metal trading business of IXM amounting to RMB-1,571 million
Other losses in changes of fair value	-2,488,064.92	
Gains or losses in changes of fair value of assets and liabilities including trading inventories measured at fair value of IXM's metal trading business	1,975,217,793.31	
Other non-operating income and expenses other than the above items	-4,577.48	
Effects of non-controlling interests (after tax)	-2,386.67	
Income tax effects	-38,918,247.29	
Total	<u><u>504,206,452.80</u></u>	

2.2 Table showing total number of shareholders, shareholdings of top 10 shareholders and top 10 holders of tradable shares (or shareholders not subject to trading moratorium) as of the end of the reporting period

Unit: 0'000 Shares

Total number of shareholders (*shareholder*) 440,555

Top 10 shareholders

Name of shareholders (full name)	Number of shares held as at the end of the period <i>(A shares/ H shares)</i>	Percentage of shareholding <i>(%)</i>	Number of shares held with selling restrictions	Subject to pledge or moratorium		Nature of shareholders
				Status of shares	Number	
Cathay Fortune Corporation (鴻商產業控股 集團有限公司)	533,322.00 (A shares & H shares)	24.69	0	Nil	0	Domestic non- state owned legal person
Luoyang Mining Group Co., Ltd. (洛陽礦業集團 有限公司)	532,978.04 (A shares)	24.68	0	Nil	0	State-owned legal person
HKSCC NOMINEES LIMITED (香港中央 結算(代理人)有限 公司)	359,229.43 (H shares)	16.63	0	Unknown	0	Foreign legal person
Jianxin Fund – Industrial and Commercial Bank of China – Shaanxi Province International Trust – Shan Guotou • Jinyu No. 6 Directional Investment Collection Fund Trust Plan (建信 基金–工商銀行–陝 西省國際信託–陝 國投•金玉6號定向 投資集合資金信託 計劃)	63,191.70 (A shares)	2.93	0	Nil	0	Unknown
Hong Kong Securities Clearing Company Ltd. (香港中央結算有限 公司)	55,292.88 (A shares)	2.56	0	Nil	0	Foreign legal person

Name of shareholders (full name)	Number of shares held as at the end of the period (A shares/ H shares)	Percentage of shareholding (%)	Number of shares held with selling restrictions	Subject to pledge or moratorium		Nature of shareholders
				Status of shares	Number	
Minsheng Bank Fund – Bank of Ningbo – Jiaxing Minliu Investment Partnership (Limited Partnership) *(民生加銀基金–寧 波銀行–嘉興民琉 投資合夥企業(有限 合夥))	35,194.25 (A shares)	1.63	0	Nil	0	Unknown
China Structural Reform Fund Corporation Limited (中國國有 企業結構調整基 金股份有限公司)	34,375.27 (A shares)	1.59	0	Nil	0	State-owned legal person
Ningbo Shanshan Venture Capital Co., Ltd. (寧波杉杉創業投 資有限公司)	22,861.51 (A shares)	1.06	0	Pledge	15,000	Domestic non- state owned legal person
Central Huijin Asset Management Limited (中央匯金資產管 理有限責任公司)	6,424.29 (A shares)	0.30	0	Nil	0	State-owned legal person
Abu Dhabi Investment Authority (阿布達 比投資局)	6,236.62 (A shares)	0.29	0	Nil	0	Unknown

Top 10 shareholders not subject to trading moratorium

Name of shareholders (full name)	Number of tradable shares not subject to trading moratorium	Types and quantity of shares Types	Quantity
Cathay Fortune Corporation (鴻商產業控股集團有限公司)	533,322.00	RMB-denominated ordinary shares (A shares) and overseas listed foreign-invested shares (H shares)	533,322.00
Luoyang Mining Group Co., Ltd. (洛陽礦業集團有限公司)	532,978.04	RMB-denominated ordinary shares (A shares)	532,978.04
HKSCC NOMINEES LIMITED (香港中央結算(代理人)有限公司)	359,229.43	Overseas listed foreign-invested shares (H shares)	359,229.43
Jianxin Fund – Industrial and Commercial Bank of China – Shaanxi Province International Trust – Shan Guotou • Jinyu No. 6 Directional Investment Collection Fund Trust Plan (建信基金—工商銀行—陝西省國際信託—陝國投•金玉6號定向投資集合資金信託計劃)	63,191.70	RMB-denominated ordinary shares (A shares)	63,191.70
Hong Kong Securities Clearing Company Ltd.(香港中央結算有限公司)	55,292.88	RMB-denominated ordinary shares (A shares)	55,292.88

Name of shareholders (full name)	Number of tradable shares not subject to trading moratorium	Types and quantity of shares Types	Quantity
Minsheng Bank Fund – Bank of Ningbo –Jiaxing Minliu Investment Partnership (Limited Partnership) (民生加銀基金-寧 波銀行-嘉興民琉 投資合夥企業(有 限合夥))	35,194.25	RMB-denominated ordinary shares (A shares)	35,194.25
China Structural Reform Fund Corporation Limited (中國國有 企業結構調整基金 股份有限公司)	34,375.27	RMB-denominated ordinary shares (A shares)	34,375.27
Ningbo Shanshan Venture Capital Co., Ltd.(寧波杉杉創業 投資有限公司)	22,861.51	RMB-denominated ordinary shares (A shares)	22,861.51
Central Huijin Asset Management Limited (中央匯金資產管 理有限責任公司)	6,424.29	RMB-denominated ordinary shares (A shares)	6,424.29
Abu Dhabi Investment Authority (阿布達比 投資局)	6,236.62	RMB-denominated ordinary shares (A shares)	6,236.62

Explanation of the aforesaid shareholders' related relations or concerted action

Cathay Fortune International Company Limited (鴻商產業國際有限公司) and Cathay Fortune Investment Limited (鴻商投資有限公司), which are wholly-owned subsidiaries of Cathay Fortune Corporation (鴻商產業控股集團有限公司), hold 303 million H shares of the Company, which were registered under HKSCC NOMINEES LIMITED (香港中央結算(代理人)有限公司). Cathay Fortune Corporation, which holds a total of 5,333.22 million shares of the Company, accounting for 24.69% of the shareholding, is the controlling shareholder of the Company.

III. SIGNIFICANT EVENTS

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

3.1.1 Items in Balance Sheet

Unit: Yuan Currency: RMB

Items	31 March 2021	31 December 2020	Increase/ Decrease	Notes
Cash and bank balances	23,082,465,227.80	16,947,648,080.87	36.20%	The increase in cash and bank balances was mainly due to the increase in net cash inflow of the mining business and the increase in liquidity reserve
Held-for-trading financial assets	10,145,779,596.26	7,435,128,840.50	36.46%	The increase in held-for-trading financial assets was mainly due to the increase of account receivables of basic metal trading business which is designated as held-for-trading financial assets following the rising prices of the commodities
Short-term borrowings	28,927,842,277.74	20,464,481,097.49	41.36%	The increase in short-term loan was mainly due to the increase of the borrowing during the period
Held-for-trading financial liabilities	8,074,831,605.64	4,291,950,709.21	88.14%	The increase in held-for-trading financial liabilities was mainly due to the increase of gold lease business and account payables of metal trading business which is designated as held-for-trading financial liabilities

Items	31 March 2021	31 December 2020	Increase/ Decrease	Notes
Taxes payable	1,689,914,186.50	845,217,960.37	99.94%	The increase in tax payables was mainly due to the increase of income tax payables of copper and cobalt business
Non-current liabilities due within one year	3,342,254,884.23	5,329,646,086.38	-37.29%	The decrease in non-current liabilities due within one year was mainly due to the repayment of medium-term notes during the period
Other current liabilities	179,443,628.68	2,159,431,822.36	-91.69%	The decrease in other current liabilities was mainly due to the repayment of super short-term commercial paper during the period
Other comprehensive income	-4,829,091,457.28	-3,585,690,161.76	-34.68%	The difference was mainly due to the impact of cash flow hedge reserves

3.1.2 Items in Income Statement

Unit: Yuan Currency: RMB

Items	January to March 2021	January to March 2020	Increase/ decrease	Notes
Operating income	39,915,601,697.31	22,382,525,359.85	78.33%	The increase in operating income was mainly due to the rising copper and cobalt prices and the growth in basic metal trading business scale during the period
Operating costs	35,703,105,093.64	23,537,038,499.92	51.69%	The increase in operating costs was mainly due to the growth in basic metal trading business scale during the period
Financial expenses	239,840,639.29	367,271,181.67	-34.70%	The increase in finance expenses was mainly due to the increase of exchange differences caused by the exchange rate fluctuation during the period
Investment income	9,973,927.84	132,138,573.86	-92.45%	The decrease in investment income was mainly due to the decrease of investment income on disposal of other non-current financial assets during the period
Gains from changes in fair value	-1,441,896,007.07	2,194,008,739.08	-165.72%	The increase in losses from changes in fair value was mainly due to the increase of losses from changes in fair value of derivative financial instruments during the period
Losses from assets impairment	-8,030,049.33	-25,248,192.70	68.20%	The decrease in losses from assets impairment was mainly due to decrease of losses on decline in value of inventories during the period
Income tax expenses	663,453,546.96	-283,734,727.27	333.83%	The increase in income tax expenses was mainly due to the significant increase of the profits from copper and cobalt business during the period

3.1.3 Items in Cash Flow Statement

Unit: Yuan Currency: RMB

Items	January to March 2021	January to March 2020	Increase/ decrease	Notes
Net cash flow from operating activities	2,569,906,910.68	5,887,743,222.10	-56.35%	The net operating cash inflow from the basic metal trading business decreased by RMB3.8 billion during the period
Net cash flow from investing activities	-4,419,778,719.54	-7,074,523,037.94	37.53%	The increase in the net cash flow from investing activities was mainly due to the decrease of structured deposits as compared to the same period last year
Net cash flow from financing activities	5,682,044,491.04	5,529,037,102.64	2.77%	Remain stable

3.1.4 Output of Major Products

Principal products	Unit	Production volume	Sales volume	Production	Sales
				volume increase/ decrease for the reporting period as compared with the same period last year (%)	volume increase/ decrease for the reporting period as compared with the same period last year (%)
Metal exploration and processing ^(Note 1)					
Molybdenum ^(Note 2)	Tonnes	4,031	3,969	14.53	14.41
Tungsten	Tonnes	2,091	2,041	-11.20	14.50
Niobium	Tonnes	1,877	1,759	-21.64	-23.75
Phosphate(HA+LA)	Tonnes	255,166	286,127	-11.29	39.10
Copper (TFM)	Tonnes	49,687	46,612	16.38	19.10
Cobalt	Tonnes	3,300	3,794	1.74	-28.87
Copper (80% equity interest of NPM)	Tonnes	5,648	4,498	-20.42	-7.02
Gold (80% equity interest of NPM)	Ounces	4,489	3,508	-18.85	-5.18
				Purchase	Sales
				volume increase/ decrease for the reporting period as compared with the same period last year	volume increase/ decrease for the reporting period as compared with the same period last year
	Unit	Purchase	Sales		
		volume	volume		
Metal trading					
Mineral metals ^(Note 3)	Tonnes	621,000	608,000	-9.28	16.21
Refined metals ^(Note 4)	Tonnes	836,000	791,999	28.85	26.82

Note 1: Data relating to production volume, sales volume in the mining and processing stage of the mines is the data of each mine.

Note 2: Including joint venture Luoyang Fuchuan Mining Co, Ltd.

Note 3: The primary products of metal minerals, mainly are the concentrates.

Note 4: The smelting of metal minerals and chemical products.

IV. APPENDIX

4.1 Financial statements

CONSOLIDATED BALANCE SHEET

31 March 2021

Unit: Yuan Currency: RMB Unaudited

Items	31 March 2021	31 December 2020
Current assets:		
Cash and bank balances	23,082,465,227.80	16,947,648,080.87
Held-for-trading financial assets	10,145,779,596.26	7,435,128,840.50
Derivative financial assets	1,937,638,345.96	2,060,111,110.42
Accounts receivable	901,664,103.11	702,193,713.91
Financing receivables	459,502,620.18	405,697,607.38
Prepayments	1,071,799,698.01	1,405,838,288.25
Other receivables	1,956,840,370.74	1,676,752,484.31
Including: Interests receivable	430,070,665.77	344,628,170.18
Inventories	22,889,413,875.00	21,170,188,531.54
Other current assets	4,546,552,372.76	5,436,087,014.38
Total current assets	66,991,656,209.82	57,239,645,671.56
Non-current assets:		
Long-term equity investments	1,364,993,319.66	1,348,252,898.68
Other investments in equity instruments	86,215,150.08	86,214,350.23
Other non-current financial assets	4,019,510,942.80	4,678,191,536.17
Fixed assets	23,032,647,681.56	23,328,330,597.04
Construction in progress	4,310,229,926.21	3,958,981,388.37
Right-of-use assets	541,766,074.20	487,786,129.11
Intangible assets	21,258,407,848.65	21,511,518,662.57
Long-term inventories	6,022,951,645.34	5,845,918,877.35
Goodwill	399,083,185.52	396,265,256.07
Long-term prepaid expenses	119,930,694.33	127,533,613.45
Deferred tax assets	832,278,895.38	497,166,341.93
Other non-current assets	3,359,761,613.13	2,935,444,567.34
Total non-current assets	65,347,776,976.86	65,201,604,218.31
Total assets	132,339,433,186.68	122,441,249,889.87

Items	31 March 2021	31 December 2020
Current liabilities:		
Short-term borrowings	28,927,842,277.74	20,464,481,097.49
Held-for-trading financial liabilities	8,074,831,605.64	4,291,950,709.21
Derivative financial liabilities	4,589,998,794.81	5,021,779,572.93
Notes payable	729,192,440.19	627,937,567.02
Accounts payable	940,243,845.74	876,914,865.30
Contract liabilities	476,068,929.81	371,984,342.17
Employee benefits payable	731,737,294.07	769,350,564.51
Taxes payable	1,689,914,186.50	845,217,960.37
Other payables	1,503,274,867.14	1,599,240,517.18
Including: Interests payable	144,339,411.59	222,893,031.58
Dividends payable	27,885,796.67	27,885,796.67
Non-current liabilities due within one year	3,342,254,884.23	5,329,646,086.38
Other current liabilities	179,443,628.68	2,159,431,822.36
Total current liabilities	51,184,802,754.55	42,357,935,104.92
Non-current liabilities:		
Long-term borrowings	16,669,108,724.06	15,360,372,820.17
Bonds payable	3,642,825,000.00	3,631,225,000.00
Non-current derivative financial liabilities	391,276,700.24	417,159,248.94
Lease liabilities	315,773,877.09	247,794,476.14
Long-term employee benefits payable	334,860,445.95	323,797,716.11
Provisions	2,403,648,489.84	2,750,507,412.49
Deferred income	58,734,869.71	60,587,483.62
Deferred tax liabilities	6,222,394,134.54	6,269,305,883.30
Other non-current liabilities	3,741,232,302.22	3,687,709,740.77
Total non-current liabilities	33,779,854,543.65	32,748,459,781.54
Total liabilities	84,964,657,298.20	75,106,394,886.46

Items	31 March 2021	31 December 2020
Shareholders' equity (or equity interest):		
Paid-in capital (or share capital)	4,319,848,116.60	4,319,848,116.60
Capital reserve	27,582,794,983.23	27,582,794,983.23
Less: Treasury shares	193,840,466.48	193,840,466.48
Other comprehensive income	-4,829,091,457.28	-3,585,690,161.76
Special reserve	415,334.30	230,899.06
Surplus reserve	1,295,599,051.54	1,295,599,051.54
Retained profits	10,480,303,081.62	9,472,838,365.96
Total equity attributable to the shareholders of the parent company (or equity interest)	38,656,028,643.53	38,891,780,788.15
Minority interests	8,718,747,244.95	8,443,074,215.26
	<u>47,374,775,888.48</u>	<u>47,334,855,003.41</u>
Total shareholders' equity (or equity interest)	<u>47,374,775,888.48</u>	<u>47,334,855,003.41</u>
Total liabilities and shareholders' equity (or equity interest)	<u>132,339,433,186.68</u>	<u>122,441,249,889.87</u>

BALANCE SHEET OF THE COMPANY

January to March 2021

Unit: Yuan Currency: RMB Unaudited

Items	31 March 2021	31 December 2020
Current assets:		
Cash and bank balances	11,839,959,621.01	7,045,029,428.45
Held-for-trading financial assets	702,017,934.73	200,032,876.71
Accounts receivable	744,106,554.33	365,342,418.35
Financing receivables	61,333,748.03	7,966,803.02
Prepayments	164,906,003.90	143,016,792.20
Other receivables	2,728,688,376.52	3,682,649,191.28
Including: Interests receivable	527,113,303.21	468,074,888.87
Dividends receivable	44,006,084.08	44,006,084.08
Inventories	181,946,784.57	199,847,211.21
Other current assets	78,781,521.21	80,818,294.02
Total current assets	16,501,740,544.30	11,724,703,015.24
Non-current assets:		
Long-term equity investments	31,891,514,589.58	31,912,290,109.90
Other non-current financial assets	582,279,860.26	580,980,901.35
Fixed assets	1,771,312,529.61	1,640,559,215.13
Construction in progress	307,898,448.71	268,937,597.32
Intangible assets	300,742,398.69	282,262,342.23
Long-term prepaid expenses	124,427,687.23	132,147,350.14
Deferred tax assets	186,170,415.65	116,038,320.48
Other non-current assets	77,089,457.11	77,089,457.11
Total non-current assets	35,241,435,386.84	35,010,305,293.66
Total assets	51,743,175,931.14	46,735,008,308.90

Items	31 March 2021	31 December 2020
Current liabilities:		
Short-term borrowings	5,951,408,000.00	2,195,747,000.00
Held-for-trading financial liabilities	1,777,825,398.24	449,732,550.75
Derivative financial liabilities	783,921,939.90	449,661,924.05
Notes payable	128,816,208.39	122,572,692.44
Accounts payable	165,931,062.75	152,707,814.98
Contract liabilities	695,524,945.79	169,168,094.52
Employee benefits payable	57,540,844.18	92,673,541.26
Taxes payable	57,254,253.10	10,422,432.90
Other payables	3,624,686,128.88	2,162,049,869.58
Including: Interests payable	81,348,398.77	129,344,304.05
Non-current liabilities due within one year	40,200,000.00	2,000,000,000.00
Other current liabilities	158,853,052.72	2,101,491,643.61
Total current liabilities	13,441,961,833.95	9,906,227,564.09
Non-current liabilities:		
Long-term borrowings	1,824,800,000.00	200,000,000.00
Bonds payable	2,000,000,000.00	2,000,000,000.00
Non-current derivative financial liabilities	391,276,700.24	406,801,357.57
Provisions	47,570,371.67	47,570,371.67
Deferred income	57,416,536.40	18,402,410.30
Other non-current liabilities	165,364,319.14	165,364,319.14
Total non-current liabilities	4,486,427,927.45	2,838,138,458.68
Total liabilities	17,928,389,761.40	12,744,366,022.77
Shareholders' equity (or equity interest):		
Paid-in capital (Share capital)	4,319,848,116.60	4,319,848,116.60
Capital reserve	27,633,234,087.22	27,633,234,087.22
Less: Treasury shares	193,840,466.48	193,840,466.48
Special reserve	222,426.55	230,899.06
Surplus reserve	1,305,892,188.78	1,295,599,051.54
Retained profits	749,429,817.07	935,570,598.19
Total shareholders' equity (or equity interest)	33,814,786,169.74	33,990,642,286.13
Total liabilities and shareholders' equity (or equity interest)	51,743,175,931.14	46,735,008,308.90

CONSOLIDATED INCOME STATEMENT

January to March 2021

Unit: Yuan Currency: RMB Unaudited

Items	January to March 2021	January to March 2020
I. Total operating income	39,915,601,697.31	22,382,525,359.85
Including: Operating income	<u><u>39,915,601,697.31</u></u>	<u><u>22,382,525,359.85</u></u>
II. Total operating costs	36,596,220,236.00	24,546,358,007.86
Including: Operating costs	35,703,105,093.64	23,537,038,499.92
Taxes and levies	246,353,223.16	265,580,021.71
Selling expenses	20,243,639.39	23,389,606.80
Administrative expenses	366,277,502.32	333,822,373.26
Research and development expenses	20,400,138.20	19,256,324.50
Financial expenses	239,840,639.29	367,271,181.67
Including: Interest expenses	436,335,185.43	459,960,310.22
Interest income	173,359,004.59	209,528,094.38
Add: Other income	8,358,312.77	2,092,412.10
Investment income (losses are indicated by “-”)	9,973,927.84	132,138,573.86
Including: Income from investments in associates and joint ventures	8,471,016.24	1,413,710.28
Gains from changes in fair value (losses are indicated by “-”)	-1,441,896,007.07	2,194,008,739.08
Losses from credit impairment (losses are indicated by “-”)	545,823.44	-151,760.94
Losses from assets impairment (losses are indicated by “-”)	-8,030,049.33	-25,248,192.70
Gains from disposal of assets (losses are indicated by “-”)	-51,346.39	-20,142.33
III. Operating profit (loss is indicated by “-”)	1,888,282,122.57	138,986,981.06
Add: Non-operating income	4,672,874.77	1,595,265.77
Less: Non-operating expenses	<u><u>4,677,452.24</u></u>	<u><u>3,928,398.21</u></u>
IV. Total profit (loss is indicated by “-”)	1,888,277,545.10	136,653,848.62
Less: Income tax expenses	<u><u>663,453,546.96</u></u>	<u><u>-283,734,727.27</u></u>

Items	January to March 2021	January to March 2020
V. Net profit (loss is indicated by “-”)	1,224,823,998.14	420,388,575.89
(I) Classified by business continuity		
1. Net profit from continuing operations (loss is indicated by “-”)	1,224,823,998.14	420,388,575.89
(II) Classified by ownership:		
1. Net profit attributable to owners of the parent company (loss is indicated by “-”)	1,007,464,715.66	448,129,593.18
2. Net profit attributable to minority interests (loss is indicated by “-”)	217,359,282.48	-27,741,017.29
VI. Other comprehensive income, net of tax	-1,185,288,821.52	-317,138,622.02
Other comprehensive income attributable to owners of the parent company, net of tax	-1,243,401,295.52	-442,369,002.15
(I) Other comprehensive income that will not be reclassified to profit or loss	0.00	-16,511,875.24
1. Remeasurement of changes in defined benefit plans	0.00	-16,511,875.24
(II) Other comprehensive income that may be reclassified subsequently to profit or loss	-1,243,401,295.52	-425,857,126.91
1. Cash flow hedges reserve	-1,493,020,852.41	-671,281,398.41
2. Foreign exchange difference from translation of financial statements	249,619,556.89	245,424,271.50
Other comprehensive income attributable to minority interests, net of tax	58,112,474.00	125,230,380.13
VII. Total comprehensive income	39,535,176.62	103,249,953.87
Total comprehensive income attributable to shareholders of the parent company	-235,936,579.86	5,760,591.03
Total comprehensive income attributable to minority interests	275,471,756.48	97,489,362.84
VIII. Earnings per share:		
(I) Basic earnings per share (<i>RMB Yuan/Share</i>)	0.047	0.021
(II) Diluted earnings per share (<i>RMB Yuan/Share</i>)	N/A	N/A

INCOME STATEMENT OF THE COMPANY

January to March 2021

Unit: Yuan Currency: RMB Unaudited

Items	January to March 2021	January to March 2020
I. Operating revenue	895,930,208.12	821,183,302.84
Less: Operating costs	523,991,226.17	390,755,955.05
Taxes and levies	36,703,359.38	59,811,794.79
Selling expenses	0.00	8,135.31
Administrative expenses	68,974,333.08	55,305,584.12
Research and development expenses	17,063,635.99	12,941,851.40
Financial expenses	48,259,874.80	25,179,587.37
Including: Interest expenses	104,669,254.84	93,557,254.77
Interest income	100,363,631.75	96,069,268.50
Add: Other income	5,546,046.52	167,034.09
Investment income		
(losses are indicated by “-”)	5,580,256.56	20,723,165.82
Including: Income from investments in associates and joint ventures	-775,520.32	7,514,036.54
Gains from changes in fair value		
(losses are indicated by “-”)	-528,670,003.84	-180,813,653.96
Gains from disposal of assets		
(losses are indicated by “-”)	338,543.33	63,764.40
II. Operating profit (losses are indicated by “-”)	-316,267,378.73	117,320,705.15
Add: Non-operating income	175,903.85	7,020.00
Less: Non-operating expenses	3,954,292.06	3,268,607.48
III. Total profit (loss is indicated by “-”)	-320,045,766.94	114,059,117.67
Less: Income tax expenses	-56,825,414.99	10,407,427.51
IV. Net profit (loss is indicated by “-”)	-263,220,351.95	103,651,690.16
(I) Net profit from continuing operations		
(loss is indicated by “-”)	-263,220,351.95	103,651,690.16
V. Other comprehensive income	/	/
VI. Total comprehensive income	-263,220,351.95	103,651,690.16

CONSOLIDATED CASH FLOW STATEMENT

January to March 2021

Unit: Yuan Currency: RMB Unaudited

Items	January to March 2021	January to March 2020
I. Cash flows from operating activities:		
Cash receipts from the sale of goods and the rendering of services	38,859,584,818.00	24,498,608,659.33
Other cash receipts relating to operating activities	97,172,053.31	598,249,549.54
Sub-total of cash inflows from operating activities	<u>38,956,756,871.31</u>	<u>25,096,858,208.87</u>
Cash payments for goods purchased and services received	34,826,496,636.27	17,655,416,027.66
Cash payments to and on behalf of employees	735,894,672.33	607,560,131.35
Payments of various types of taxes	703,782,549.75	867,144,356.46
Other cash payments relating to operating activities	120,676,102.28	78,994,471.30
Sub-total of cash outflows from operating activities	<u>36,386,849,960.63</u>	<u>19,209,114,986.77</u>
Net cash flow from operating activities	<u>2,569,906,910.68</u>	<u>5,887,743,222.10</u>

Items	January to March 2021	January to March 2020
II. Cash flows from investing activities:		
Cash receipts from disposals and recovery of investments	1,246,039,975.85	1,169,238,799.41
Cash receipts from investment income	15,114,951.94	8,196,218.33
Net cash receipts from disposals of fixed assets, intangible assets and other long-term assets	952,223.00	0.00
Other cash receipts relating to investing activities	<u>1,517,557,856.84</u>	<u>120,440,394.28</u>
Sub-total of cash inflows from investing activities	<u>2,779,665,007.63</u>	<u>1,297,875,412.02</u>
Cash payments to acquire or construct fixed assets, intangible assets and other long-term assets	683,557,858.87	499,954,942.91
Cash payments to acquire investments	3,706,407,292.45	7,573,866,198.26
Other cash payments relating to investing activities	<u>2,809,478,575.85</u>	<u>298,577,308.79</u>
Sub-total of cash outflows from investing activities	<u>7,199,443,727.17</u>	<u>8,372,398,449.96</u>
Net cash flow from investing activities	<u>-4,419,778,719.54</u>	<u>-7,074,523,037.94</u>

Items	January to March 2021	January to March 2020
III. Cash flows from financing activities:		
Cash receipts from borrowings	32,802,067,785.02	12,766,185,812.09
Other cash receipts relating to financing activities	<u>1,901,390,423.19</u>	<u>3,130,760,096.62</u>
Sub-total of cash inflows from financing activities	<u>34,703,458,208.21</u>	<u>15,896,945,908.71</u>
Cash repayments of borrowings	28,079,446,586.48	8,464,426,828.10
Cash payments for distribution of dividends or profits and settlement of interests	425,324,972.74	469,550,355.08
Other cash payments relating to financing activities	<u>516,642,157.95</u>	<u>1,433,931,622.89</u>
Sub-total of cash outflows from financing activities	<u>29,021,413,717.17</u>	<u>10,367,908,806.07</u>
Net cash flow from financing activities	<u>5,682,044,491.04</u>	<u>5,529,037,102.64</u>
IV. Effect of foreign exchange rate changes on cash and cash equivalents	18,635,071.19	76,889,344.12
V. Net increase (decrease) in cash and cash equivalents	3,850,807,753.37	4,419,146,630.92
Add: Opening balance of cash and cash equivalents	11,448,950,438.25	12,392,247,511.85
VI. Closing balance of cash and cash equivalents	<u>15,299,758,191.62</u>	<u>16,811,394,142.77</u>

CASH FLOW STATEMENT OF PARENT COMPANY

January to March 2021

Unit: Yuan Currency: RMB Unaudited

Items	January to March 2021	January to March 2020
I. Cash flows from operating activities:		
Cash receipts from the sale of goods and the rendering of services	1,132,433,078.45	4,227,187,662.38
Other cash receipts relating to operating activities	<u>2,304,710,290.54</u>	<u>1,469,597,240.29</u>
Sub-total of cash inflows from operating activities	<u>3,437,143,368.99</u>	<u>5,696,784,902.67</u>
Cash payments for goods purchased and services received	155,229,163.29	122,791,064.34
Cash payments to and on behalf of employees	150,107,356.88	127,084,558.13
Payments of various types of taxes	53,160,734.22	185,342,436.20
Other cash payments relating to operating activities	<u>1,147,660,719.96</u>	<u>2,066,505,218.53</u>
Sub-total of cash outflows from operating activities	<u>1,506,157,974.35</u>	<u>2,501,723,277.20</u>
Net cash flow from operating activities	<u>1,930,985,394.64</u>	<u>3,195,061,625.47</u>

Items	January to March 2021	January to March 2020
II. Cash flows from investing activities:		
Cash receipts from disposals and recovery of investments	400,000,000.00	1,000,000,000.00
Cash receipts from investment income	6,355,776.88	8,196,218.33
Net cash receipts from disposals of fixed assets, intangible assets and other long-term assets	952,223.00	0.00
Other cash receipts relating to investing activities	<u>1,799,911,774.48</u>	<u>2,175,220,707.34</u>
Sub-total of cash inflows from investing activities	<u>2,207,219,774.36</u>	<u>3,183,416,925.67</u>
Cash payments to acquire or construct fixed assets, intangible assets and other long-term assets	36,901,446.08	71,932,671.50
Cash payments to acquire investments	1,981,177,157.92	3,730,033,763.63
Other cash payments relating to investing activities	<u>1,231,351,001.50</u>	<u>2,614,390,197.68</u>
Sub-total of cash outflows from investing activities	<u>3,249,429,605.50</u>	<u>6,416,356,632.81</u>
Net cash flow from investing activities	<u>-1,042,209,831.14</u>	<u>-3,232,939,707.14</u>
III. Cash flows from financing activities:		
Cash receipts from borrowings	9,502,052,000.00	4,930,378,000.00
Other cash receipts relating to financing activities	<u>2,512,823,355.49</u>	<u>3,155,436,749.63</u>
Sub-total of cash inflows from financing activities	<u>12,014,875,355.49</u>	<u>8,085,814,749.63</u>
Cash repayments of borrowings	8,098,842,992.35	2,678,000,000.00
Cash payments for distribution of dividends or profits and settlement of interests	146,715,401.30	103,993,624.94
Other cash payments relating to financing activities	<u>729,142,624.16</u>	<u>1,589,250,356.98</u>
Sub-total of cash outflows from financing activities	<u>8,974,701,017.81</u>	<u>4,371,243,981.92</u>
Net cash flow from financing activities	<u>3,040,174,337.68</u>	<u>3,714,570,767.71</u>

Items	January to March 2021	January to March 2020
IV. Effect of foreign exchange rate changes on cash and cash equivalents	-2,040,451.78	-207,044.61
V. Net increase in cash and cash equivalents	3,926,909,449.40	3,676,485,641.43
Add: Opening balance of cash and cash equivalents	4,948,637,106.52	3,233,637,947.06
VI. Closing balance of cash and cash equivalents	<u>8,875,546,555.92</u>	<u>6,910,123,588.49</u>

Luoyang City, Henan Province, the People's Republic of China, 27 April 2021

As at the date of this announcement, the Company's executive directors are Mr. Li Chaochun and Mr. Li Faben; the Company's non-executive directors are Mr. Yuan Honglin, Mr. Guo Yimin and Mr. Cheng Yunlei; and the Company's independent non-executive directors are Mr. Wang Gerry Yougui, Ms. Yan Ye and Mr. Li Shuhua.