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)

2021 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 2021.

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. JIA Funing, 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	56,691,550,728	57,177,364,980	-0.85
Net assets attributable to shareholders of the listed company	34,091,965,659	32,996,392,141	3.32
	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	-209,710,825	557,946,453	-137.59
	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	3,842,722,470	2,888,991,417	33.01
Net profit attributable to shareholders of the listed company	1,090,305,072	992,582,151	9.85
Net profit attributable to ordinary shareholders of the Company after deducting non-recurring profit or loss	1,050,102,022	943,565,437	11.29
Weighted average return on net assets (%)	3.25	3.17	increased by 0.08 percentage point
Basic earnings per share (Yuan/share)	0.17	0.15	
Diluted earnings per share (Yuan/share)	0.17	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	356,929	/
Government grants recognized in profit or loss for the current period (expect for government grants which are closely related to the normal	49,197,857	/

operations of the Company, in compliance with national policies and subject to constant or fixed amount based on certain standards)		
Gains on changes in fair value from financial assets held for trading, derivative financial assets, financial liabilities held for trading, derivative financial liabilities; investment income from disposal of financial assets held for trading, derivative financial assets, financial liabilities held for trading, derivative financial liabilities and other debt instruments, except for effective hedging related to normal business of the Company	-3,789,739	/
Net amount of other non-operating income and expenses	5,775,711	/
Net amount of other non-recurring income and expenses	4,164,560	/
Non-recurring gains and losses attributable to minority shareholders (after tax)	-2,617,078	/
Income tax effect	-12,885,190	/
Total	40,203,050	/

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						59,964
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	1,098,972,930	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
Qingdao International Investment Co., Ltd.	48,000,000	0.74	0	Nil		State-owned legal person
China Construction Bank Corporation - Zhongou new - Blue-chip Flexible Allocation Hybrid Securities Investment Fund	37,300,054	0.57	0	Nil		Others
Industrial Bank Co., Ltd. - Zhongou New Trend Equity Securities Investment Fund (LOF)	33,645,396	0.52	0	Nil		Others
Industrial and Commercial Bank of China Limited - Zhongou Selected Flexible Allocation Regular Open Hybrid Sponsored Securities Investment Fund	28,366,939	0.44	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	1,098,972,930	Foreign shares listed overseas	1,098,972,930
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
Qingdao International Investment Co., Ltd.	48,000,000	RMB ordinary shares	48,000,000
China Construction Bank Corporation - Zhongou new - Blue-chip Flexible Allocation Hybrid Securities Investment Fund	37,300,054	RMB ordinary shares	37,300,054
Industrial Bank Co., Ltd. - Zhongou New Trend Equity Securities Investment Fund (LOF)	33,645,396	RMB ordinary shares	33,645,396
Industrial and Commercial Bank of China Limited - Zhongou Selected Flexible Allocation Regular Open Hybrid Sponsored Securities Investment Fund	28,366,939	RMB ordinary shares	28,366,939
China Merchants Bank Co., Ltd. - Zhongou Ruifeng Flexible Allocation Hybrid Securities Investment Fund	13,398,818	RMB ordinary shares	13,398,818
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, Qingdao Port (Group) Co., Ltd. directly or indirectly held 54,153,000 H shares of the Company, representing approximately 0.83% of the Company's total share capital, 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 approximately 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

Unit: 0’000 Yuan Currency: RMB

Items	**31 March 2021**	**31 December 2020**	**Increase/decrease as at the end of the reporting period as compared with the end of the previous year (%)**	**The reasons for increase/decrease**
Financial assets held for trading	225,064.08	112,181.31	100.63	Mainly due to the increase of structural deposits purchased by the Company
Accounts receivable	398,106.65	298,261.36	33.48	Mainly due to the increase of receivables from logistics agency business, liquid bulk stevedoring and transport business, and sales of port machinery and equipment
Other current assets	172,498.96	310,004.81	-44.36	Mainly due to the decrease of interbank deposit certificates held by Qingdao Port Finance Co., Ltd.
Short-term borrowings	109,553.19	13,513.33	710.70	Mainly due to the increase of short-term borrowings as a result of increasing funds required for trading agency business

Current portion of non-current liabilities	77,871.78	228,891.72	-65.98	Mainly due to the repayments of bonds of RMB1.409 billion expired in the current period
Items	**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 previous year (%)**	**The reasons for increase/decrease**
Operating revenue	384,272.25	288,899.14	33.01	Mainly due to the increase in income from liquid bulk stevedoring and transport business, logistics agency business, and collection of materials involved in litigation in previous years
Operating costs	239,169.80	175,536.40	36.25	Mainly due to the increase in cost of liquid bulk stevedoring and transport business and logistics agency business
General and administrative expenses	18,350.89	10,050.74	82.58	Mainly due to the increase of employee salaries and retirement benefits
Credit impairment losses	5,047.53	2,875.79	75.52	Mainly due to the increase of the provision for bad debts as a result of the increasing of accounts receivable and the aging of port machinery and equipment receivables
Net cash flows from operating activities	-20,971.08	55,794.65	-137.59	Mainly due to the increase in cash expenditures for trade agency business

3.2 Progress and the related effects of material matters and analysis of the 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	JIA Funing
Date	29 April 2021

IV. APPENDIX

4.1 Financial Statements

CONSOLIDATED BALANCE SHEET

AS AT 31 MARCH 2021

Prepared by: QINGDAO PORT INTERNATIONAL CO., LTD.

Unit: Yuan Currency: RMB Audit status: Unaudited

Items	31 March 2021	31 December 2020
Current assets:		
Cash at bank and on hand	6,308,840,974	8,548,976,734
Deposit reservation for balance		
Placements with and loans to banks and other financial institutions		
Financial assets held for trading	2,250,640,783	1,121,813,078
Derivative financial assets		
Notes receivable	37,126,348	52,322,799
Accounts receivable	3,981,066,474	2,982,613,568
Financing receivables	402,769,362	528,732,800
Advances to suppliers	137,460,477	102,314,994
Insurance receivable		
Reinsurance accounts receivable		
Provision of cession receivable		
Other receivables	2,674,837,217	2,273,191,624
Including：Interests receivable		
Dividends receivable	11,298,196	15,591,695
Financial assets held under resale agreements		
Inventories	175,047,956	137,327,278
Contract assets	194,200,345	62,830,443
Assets held for sale		
Current portion of non-current assets	533,394,273	59,127,841
Other current assets	1,724,989,611	3,100,048,118
Total current assets	18,420,373,820	18,969,299,277
Non-current assets:		
Loans and advances to customers		
Debt investments		
Other debt investments		

Long-term receivables	3,329,133,988	3,308,404,670
Long-term equity investments	10,155,692,330	9,871,753,951
Other equity instruments investments		
Other non-current financial assets	651,016,622	586,308,466
Investment properties	169,180,691	170,522,903
Fixed assets	15,773,421,441	16,168,130,367
Construction in progress	3,083,728,762	3,068,902,274
Bearer biological assets		
Oil and gas assets		
Right-of-use assets	419,923,810	311,822,056
Intangible assets	2,972,779,192	2,914,515,994
Development costs		
Goodwill	48,683,209	48,683,209
Long-term prepaid expenses	28,121,296	27,145,518
Deferred tax assets	946,228,831	920,319,850
Other non-current assets	693,266,736	811,556,445
Total non-current assets	38,271,176,908	38,208,065,703
TOTAL ASSETS	56,691,550,728	57,177,364,980
Current liabilities:		
Short-term borrowings	1,095,531,869	135,133,306
Due to central banks		
Placements from banks and other financial institutions		
Financial liabilities held for trading		
Derivative financial liabilities		
Notes payable	1,078,561,166	890,180,633
Accounts payable	1,365,732,391	1,197,290,688
Advances from customers	19,557,002	6,453,928
Contract liabilities	246,190,974	148,693,164
Financial assets sold under repurchase agreements		
Deposits from customers, banks and non-bank financial institutions		
Acting trading securities		
Acting underwriting securities		
Employee benefits payable	359,424,011	440,016,032

Taxes payable	301,382,829	256,377,041
Other payables	7,712,592,262	9,421,058,097
Including: Interests payable		
Dividends payable	55,267,687	110,535,373
Handling charges and commission payable		
Dividend payable for reinsurance		
Liabilities held for sale		
Current portion of non-current liabilities	778,717,795	2,288,917,202
Other current liabilities	4,196,775	8,474,375
Total current liabilities	12,961,887,074	14,792,594,466
Non-current liabilities:		
Reserve fund for insurance contracts		
Long-term borrowings	102,168,976	109,708,639
Bonds payable		
Including: Preference shares		
Perpetual bonds		
Leases liabilities	277,703,952	139,109,235
Long-term payables	42,921,080	40,973,544
Long-term employee benefits payable	2,309,090,000	2,326,560,000
Provisions	9,546,347	9,765,192
Deferred income	279,066,612	280,047,491
Deferred tax liabilities	57,242,708	54,031,756
Other non-current liabilities	2,632,186,817	2,683,842,524
Total non-current liabilities	5,709,926,492	5,644,038,381
TOTAL LIABILITIES	18,671,813,566	20,436,632,847
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	12,318,673,889	12,318,673,889
Less: Treasury shares		
Other comprehensive income	287,298,275	287,298,275
Specific reserve	9,547,633	4,279,187

Surplus reserve	1,617,193,102	1,617,193,102
General reserve	411,248,470	411,248,470
Undistributed profits	12,956,904,290	11,866,599,218
Total equity attributable to owners/shareholders of the parent company	34,091,965,659	32,996,392,141
Minority interests	3,927,771,503	3,744,339,992
Total owners' equity/Shareholders' equity	38,019,737,162	36,740,732,133
TOTAL LIABILITIES AND OWNERS' EQUITY/SHAREHOLDERS' EQUITY	56,691,550,728	57,177,364,980

Legal representative: JIA Funing Principal in charge of accounting: FAN Xiwei
Head of accounting department: LIU Yongxia

BALANCE SHEET OF THE PARENT COMPANY

AS AT 31 MARCH 2021

Prepared by: QINGDAO PORT INTERNATIONAL CO., LTD.

Unit: Yuan Currency: RMB Audit status: Unaudited

Items	31 March 2021	31 December 2020
Current assets:		
Cash at bank and on hand	6,188,128,243	8,333,996,251
Financial assets held for trading	1,265,085,283	220,000,000
Derivative financial assets		
Notes receivable	4,864,696	8,219,152
Accounts receivable	1,463,891,686	1,219,976,288
Financing receivables	232,222,389	286,445,752
Advances to suppliers	27,412,345	28,137,650
Other receivables	531,190,240	700,894,981
Including: Interests receivable		
Dividends receivable	11,298,196	130,638,717
Inventories	48,457,132	62,098,053
Contract assets	120,477,654	49,231,610
Assets held for sale		
Current portion of non-current assets	324,208,741	433,352,280
Other current assets	76,279,069	72,543,846
Total current assets	10,282,217,478	11,414,895,863

Non-current assets:		
Debt investments		
Other debt investments		
Long-term receivables	2,133,000,000	2,103,000,000
Long-term equity investments	15,469,545,619	15,175,058,130
Other equity instruments investments		
Other non-current financial assets	77,911,887	71,421,487
Investment properties	1,364,506,904	1,376,919,138
Fixed assets	7,652,948,160	7,686,460,150
Construction in progress	2,093,257,518	2,045,778,428
Bearer biological assets		
Oil and gas assets		
Right-of-use assets	111,840,388	113,794,210
Intangible assets	2,102,470,102	2,118,457,836
Development costs		
Goodwill		
Long-term prepaid expenses	9,610,723	3,433,631
Deferred tax assets	29,071,819	41,294,915
Other non-current assets	422,638,376	389,819,151
Total non-current assets	31,466,801,496	31,125,437,076
TOTAL ASSETS	41,749,018,974	42,540,332,939
Current liabilities:		
Short-term borrowings	492,381,732	492,801,545
Financial liabilities held for trading		
Derivative financial liabilities		
Notes payable	356,739,825	408,914,009
Accounts payable	634,776,630	574,635,530
Advances from customers	7,550,153	6,446,235
Contract liabilities	128,316,659	109,583,678
Employee benefits payable	293,905,684	319,497,688
Taxes payable	69,160,581	44,252,776
Other payables	703,224,290	657,655,859
Including: Interests payable		
Dividends payable		
Liabilities held for sale		
Current portion of non-current liabilities	728,444,380	2,196,290,190

Other current liabilities	4,483,908	6,259,510
Total current liabilities	3,418,983,842	4,816,337,020
Non-current liabilities:		
Long-term borrowings		
Bonds payable		
Including: Preference shares		
Perpetual bonds		
Leases liabilities	82,355,494	54,080,491
Long-term payables	42,921,080	40,973,544
Long-term employee benefits payable	1,748,275,000	1,763,450,000
Provisions	9,546,347	9,765,192
Deferred income	148,328,791	138,433,588
Deferred tax liabilities		
Other non-current liabilities	2,632,186,817	2,683,842,524
Total non-current liabilities	4,663,613,529	4,690,545,339
TOTAL LIABILITIES	8,082,597,371	9,506,882,359
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	16,247,471,564	16,247,471,564
Less: Treasury shares		
Other comprehensive income	291,230,000	291,230,000
Specific reserve		
Surplus reserve	1,617,193,102	1,617,193,102
Undistributed profits	9,019,426,937	8,386,455,914
Total owners'/shareholders' equity	33,666,421,603	33,033,450,580
TOTAL LIABILITIES AND OWNERS' EQUITY/SHAREHOLDERS' EQUITY	41,749,018,974	42,540,332,939

Legal representative: JIA Funing Principal in charge of accounting: FAN Xiwei
Head of accounting department: LIU Yongxia

CONSOLIDATED INCOME STATEMENT

FOR THE THREE MONTHS ENDED 31 MARCH 2021

Prepared by: QINGDAO PORT INTERNATIONAL CO., LTD.

Unit: Yuan Currency: RMB Audit status: Unaudited

Items	First quarter of 2021	First quarter of 2020
I. Revenue	3,842,722,470	2,888,991,417
Including: Operating revenue	3,842,722,470	2,888,991,417
Interest income		
Earned premium		
Fee and commission income		
II. Cost of sales	2,604,145,253	1,850,096,842
Including: Operating costs	2,391,697,970	1,755,364,006
Interest expenses		
Fee and commission expenses		
Surrender value		
Compensation expenses, net		
Drawing reserves for insurance liability net		
Policyholder dividends		
Reinsurance expenses		
Taxes and surcharges	34,671,642	25,805,955
Selling and distribution expenses	11,288,294	7,303,039
General and administrative expenses	183,508,890	100,507,397
Research and development expenses	5,752,867	8,441,032
Financial expenses	-22,774,410	-47,324,587
Including: Interest expenses	37,447,260	46,208,371
Interest income	-82,268,914	-100,302,672
Add: Other income	49,197,857	19,766,785
Investment income/(losses in “-”)	336,008,314	353,746,789
Including: Investment income from associates and joint ventures	307,891,594	315,436,346
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	-3,789,739	-2,780,300
Credit impairment losses (losses in “-”)	-50,475,250	-28,757,878
Asset impairment losses (losses in “-”)		
Gains/(losses in “-”) on disposal of assets	356,929	3,632,130
III. Operating profit/(losses in “-”)	1,569,875,328	1,384,502,101
Add: Non-operating income	5,915,523	11,798,225
Less: Non-operating expenses	139,812	1,276,133
IV. Total profit/(total losses in “-”)	1,575,651,039	1,395,024,193
Less: Income tax expenses	301,914,456	252,556,668
V. Net profit/(net losses in “-”)	1,273,736,583	1,142,467,525
(I) Classified by continuity of operations		
1. Net profit from continuing operations (net losses in “-”)	1,273,736,583	1,142,467,525
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 “-”)	1,090,305,072	992,582,151
2. Minority interests (net losses in “-”)	183,431,511	149,885,374
VI. Other comprehensive income, net of tax		-8,430,700
(I) Attributable to shareholders of the parent company, net of tax		-5,901,490
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

(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
(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
VII. Total comprehensive income	1,273,736,583	1,134,036,825
(I) Attributable to shareholders of the parent company	1,090,305,072	986,680,661
(II) Attributable to minority interests	183,431,511	147,356,164
VIII. Earnings per share:		
(I) Basic earnings per share (Yuan/share)	0.17	0.15
(II) Diluted earnings per share (Yuan/share)	0.17	0.15

Legal representative: JIA Funing 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 2021

Prepared by: QINGDAO PORT INTERNATIONAL CO., LTD.

Unit: Yuan Currency: RMB Audit status: Unaudited

Items	First quarter of 2021	First quarter of 2020
I. Revenue	1,684,765,546	1,486,951,278
Less: Cost of sales	1,104,375,186	1,097,463,606
Taxes and surcharges	21,063,496	18,694,705
Selling and distribution expenses	7,373,348	5,347,217
General and administrative expenses	111,891,377	64,118,601
Research and development expenses		
Financial expenses	28,943,698	-33,269,255
Including: Interest expenses	24,266,531	26,316,381
Interest income	-4,999,898	-41,807,741
Add: Other income	7,831,294	9,795,000
Investment income (losses in “-”)	342,376,192	838,176,340
Including: Investment income from associates and joint ventures	302,557,940	312,125,231
Derecognition income of financial assets measured at amortized cost		
Net exposure hedging income (losses in “-”)		
Gains/(losses in “-”) on changes in fair value		
Credit impairment losses (losses in “-”)	-14,669,634	-2,753,972
Asset impairment losses (losses in “-”)		
Gains/(losses in “-”) on disposal of assets	259,287	566,659
II. Operating profit (losses in “-”)	746,915,580	1,180,380,431
Add: Non-operating income	3,845,025	9,283,229
Less: Non-operating expenses	193,106	1,250,000
III. Total profit (total losses in “-”)	750,567,499	1,188,413,660
Less: Income tax expenses	117,596,476	91,745,761
IV. Net profit (net losses in “-”)	632,971,023	1,096,667,899
(I) Net profit from continuing operations (net losses in “-”)	632,971,023	1,096,667,899
(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	632,971,023	1,096,667,899
VII. Earnings per share:		
(I) Basic earnings per share (Yuan/share)		
(II) Diluted earnings per share (Yuan/share)		

Legal representative: JIA Funing Principal in charge of accounting: FAN Xiwei
Head of accounting department: LIU Yongxia

CONSOLIDATED CASH FLOW STATEMENT

FOR THE THREE MONTHS ENDED 31 MARCH 2021

Prepared by: QINGDAO PORT INTERNATIONAL CO., LTD.

Unit: Yuan Currency: RMB Audit status: Unaudited

Items	First quarter of 2021	First quarter of 2020
1. Cash flows from operating activities:		
Cash received from sales of goods or rendering of services	2,940,054,340	2,839,002,492
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	107,967,567	110,836,219
Sub-total of cash inflows	3,048,021,907	2,949,838,711
Cash paid for goods and services	1,438,986,986	1,188,275,931
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	630,218,347	619,704,113
Payments of taxes and surcharges	375,606,497	314,604,887
Cash paid relating to other operating activities	812,920,902	269,307,327
Sub-total of cash outflows	3,257,732,732	2,391,892,258
Net cash flows from operating activities	-209,710,825	557,946,453
2. Cash flows from investing activities:		
Cash received from disposal of investments	7,169,993,796	9,710,493,580
Cash received from returns on investments	125,561,789	226,019,126
Net cash received from disposal of fixed assets, intangible assets and other long-term assets	52,919,124	5,762,217
Net cash received from the disposal of subsidiaries and other business units		
Cash received relating to other investing activities	164,087,508	1,274,586,754
Sub-total of cash inflows	7,512,562,217	11,216,861,677
Cash paid to acquire fixed assets, intangible assets and other long-term assets	91,070,151	238,188,595
Cash paid to acquire investments	6,767,907,606	5,912,649,000
Net increase in pledged loans		
Cash paid to acquire subsidiaries and other business units		
Cash paid relating to other investing activities	660,276,232	2,253,725,598
Sub-total of cash outflows	7,519,253,989	8,404,563,193
Net cash flows from investing activities	-6,691,772	2,812,298,484
3. Cash flows from financing activities:		
Cash received from capital contributions		
Including: Cash received from capital contributions by minority shareholders of subsidiaries		
Cash received from borrowings	1,132,501,923	65,111,301
Cash received relating to other financing activities		
Sub-total of cash inflows	1,132,501,923	65,111,301
Cash repayments of borrowings	1,589,647,664	
Cash payments for distribution of dividends, profits or interest expenses	138,793,607	97,169,650

Including: Cash payments for distribution of dividend or profit to minority shareholders of subsidiaries	55,267,686	
Cash paid relating to other financing activities	1,312,792,110	154,601,903
Sub-total of cash outflows	3,041,233,381	251,771,553
Net cash flows from financing activities	-1,908,731,458	-186,660,252
4. Effect of foreign exchange rate changes on cash and cash equivalent	-311,161	19,961,942
5. Net increase in cash and cash equivalent	-2,125,445,216	3,203,546,627
Add: Cash and cash equivalent at the beginning of the period	6,076,037,331	4,041,959,515
6. Cash and cash equivalent at the end of the period	3,950,592,115	7,245,506,142

Legal representative: JIA Funing   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 2021

Prepared by: QINGDAO PORT INTERNATIONAL CO., LTD.

Unit: Yuan   Currency: RMB   Audit status: Unaudited

Items	First quarter of 2021	First quarter of 2020
1. Cash flows from operating activities:		
Cash received from sales of goods or rendering of services	1,199,340,145	1,377,263,911
Refund of taxes and surcharges		
Cash received relating to other operating activities	85,078,254	441,090,752
Sub-total of cash inflows	1,284,418,399	1,818,354,663
Cash paid for goods and services	581,124,253	557,872,129
Cash paid to and on behalf of employees	350,083,441	397,617,692
Payments of taxes and surcharges	138,703,191	106,841,875
Cash paid relating to other operating activities	76,271,264	46,565,126
Sub-total of cash outflows	1,146,182,149	1,108,896,822
Net cash flows from operating activities	138,236,250	709,457,841
2. Cash flows from investing activities:		

Cash received from disposal of investments	120,000,000	2,391,230,320
Cash received from returns on investments	151,287,480	425,374,487
Net cash received from disposal of fixed assets, intangible assets and other long-term assets	310,126	1,142,963
Net cash received from the disposal of subsidiaries and other business units		
Cash received relating to other investing activities	210,000,000	392,000,000
Sub-total of cash inflows	481,597,606	3,209,747,770
Cash paid to acquire fixed assets, intangible assets and other long-term assets	88,072,154	144,691,889
Cash paid to acquire investments	1,166,490,400	3,215,650,000
Cash paid to acquire subsidiaries and other business units		
Cash paid relating to other investing activities	30,000,000	443,498,557
Sub-total of cash outflows	1,284,562,554	3,803,840,446
Net cash flows from investing activities	-802,964,948	-594,092,676
3. Cash flows from financing activities:		
Cash received from capital contributions		
Cash received from borrowings		77,000,000
Cash received relating to other financing activities		
Sub-total of cash inflows		77,000,000
Cash repayments of borrowings		175,800,000
Cash payments for interest expenses and distribution of dividends or profits	45,354,092	57,407,475
Cash paid relating to other financing activities	1,439,570,807	5,155,063
Sub-total of cash outflows	1,484,924,899	238,362,538
Net cash flows from financing activities	-1,484,924,899	-161,362,538
4. Effect of foreign exchange rate changes on cash and cash equivalent	4,444,822	3,664,321
5. Net increase in cash and cash equivalent	-2,145,208,775	-42,333,052

Add: Cash and cash equivalent at the beginning of the period	8,311,409,540	6,787,167,401
6. Cash and cash equivalent at the end of the period	6,166,200,765	6,744,834,349

Legal representative: JIA Funing   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 2021 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 2021

☐ Applicable √ Not Applicable

4.4 Audit report

☐ Applicable √ Not applicable

By order of the Board
Qingdao Port International Co., Ltd.
JIA Funing
Chairman

Qingdao, the PRC, 29 April 2021

As at the date of this announcement, the executive Directors of the Company are Mr. JIA Funing and Mr. WANG Xinze, the non-executive Directors are Mr. SU Jianguang, Mr. FENG Boming, Mr. WANG Jun and Ms. WANG Fuling; and the independent non-executive Directors are Ms. LI Yan, Mr. JIANG Min and Mr. LAI Kwok Ho.