Zhengzhou Coal Mining Machinery Group Company Limited
鄭州煤礦機械集團股份有限公司
(A joint stock limited company incorporated in the People's Republic of China with limited liability)
(Stock code: 00564)

FIRST QUARTERLY REPORT OF 2022

This announcement is made by Zhengzhou Coal Mining Machinery Group Company Limited (the "**Company**" or "**ZMJ**") pursuant to Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong) and Rule 13.09 of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited.

Set out below is the Company's first quarterly report of 2022 for the three months ended 31 March 2022. The financial report in this report is prepared under the PRC GAAP and is not audited. The currency unit in this report is RMB unless otherwise specified.

For the purpose of this quarterly report, the Company and its subsidiaries together shall be collectively referred to as the "**Group**". This quarterly report was approved on 26 April 2022 at the 11th meeting of the 5th session of the board of directors of the Company.

By order of the Board
Zhengzhou Coal Mining Machinery Group Company Limited
JIAO Chengyao
Chairman

Zhengzhou, PRC, 26 April 2022

As at the date of this announcement, the executive Directors of the Company are Mr. JIAO Chengyao, Mr. XIANG Jiayu, Mr. JIA Hao, Mr. FU Zugang and Mr. WANG Xinying, the non-executive Directors are Mr. CUI Kai and Mr. FEI Guangsheng and the independent non-executive Directors are Mr. CHENG Jinglei, Mr. JI Feng, Ms. GUO Wenqing and Mr. FANG Yuan.

Stock Code: 601717 Company's Abbreviation: ZMJ

Zhengzhou Coal Mining Machinery Group Company Limited

First Quarterly Report of 2022

The board of directors of the Company and all of its directors warrant that there are no false information or misleading statements contained in, or material omissions from, this announcement, and shall assume several and joint liability for the truthfulness, accuracy and completeness of the contents thereof.

Important Notice:

The board of directors, the board of supervisors, and the directors, supervisors and senior management of the Company warrant that information included in this quarterly report is true, accurate and complete without any false statement, misleading representation or material omission, and shall assume several and joint liability thereof.

The person-in-charge of the Company, the person-in-charge of the accounting matters and the head of accounting department (the person-in-charge of accounting) warrant the truthfulness, accuracy and completeness of the financial statements contained in this quarterly report.

Whether the first quarterly financial statements are audited
□ Yes √ No

I. Key Financial Data

1. Key accounting data and financial indicators

Unit: Yuan Currency: RMB

Item	For the reporting period	The same period of the previous year	Increase or decrease during the reporting period compared with the same period of the previous year (%)
Operating revenue	8,091,657,739.95	7,676,725,085.99	5.41
Net profit attributable to the shareholders of the listed company	681,747,340.35	556,310,975.22	22.55
Net profit after extraordinary profit and loss attributable to the shareholders of the listed company	568,195,700.96	472,567,628.47	20.24

Net cash flows from operating activities	312,070,297.46	212,287,831.42	47.00
Basic earnings per share (yuan per share)	0.390	0.321	21.50
Diluted earnings per share (yuan per share)	0.388	0.320	21.25
Weighted average return on net assets (%)	4.50	4.19	Increased by 0.31 percentage points
Item	As at the end of the reporting period	As at the end of the previous year	Increase or decrease as at the end of the reporting period from the end of the previous year (%)
Total assets	37,076,721,529.83	36,648,006,158.09	1.17
Owners' equity attributable to the shareholders of the listed company	15,736,780,156.33	14,795,491,306.14	6.36

2. Extraordinary profit and loss items and amounts

Unit: Yuan Currency: RMB

Item	Amount for the period	Description
Profit or loss from disposal of non-current assets	6,356,694.09	
Tax refund, exemption and reduction which were approved on an ultra-vires basis or without official approval documents or on a one-off basis		
Government grants included in profit or loss for the current period other than those closely related to the normal operation of the Company, in compliance with national policies and regulations, as well as the government grants entitled continuously based on certain standard quota or quantity	66,033,902.41	
Fund appropriation fee charged on non-financial enterprises and included in profit or loss		
Gain arising from the excess of fair value of identifiable net assets of investees at the time of acquisition of investments over the cost of investment in subsidiaries, associates and joint ventures		
Profit or loss arising from exchange of non-monetary assets		
Profit or loss from entrusted investment or asset management	28,323,308.04	
Provision for impairment of assets in case of force majeure such as natural disasters		
Profit or loss from debt restructuring	167,810.15	
Expenses for corporate restructuring, such as expenses for staff arrangements and expenses for business combination		

Profit or loss arising from the excess of consideration of transaction over fair value in case of apparently unfair consideration		
Net profit or loss incurred by subsidiaries formed by the consolidation of entities under common control for the period from the beginning of the period to the date of consolidation		
Profit or loss arising from contingencies unrelated to the normal business operation of the Company		
Profit or loss on the changes in fair value generated from financial assets held for trading, derivative financial assets, financial liabilities held for trading and derivative financial liabilities and the investment income received from disposal of financial assets held for trading, derivative financial assets, financial liabilities held for trading, derivative financial liabilities and other debt investment, other than the effective hedging business relating to the ordinary operating business of the Company	18,282,937.65	
Write back of the provision for impairment of receivables and contract assets that are individually tested for impairment	6,974,759.59	
Profit or loss from external entrusted loans		
Profit or loss arising from the change in fair value of investment properties which are subsequently measured by means of the fair value model		
Effect on profit or loss for the period of one-off adjustment to profit or loss for the period according to requirements under laws and regulations relating to taxation and accounting		
Income of entrustment fees for entrusted operation		
Other non-operating income and expenses other than the above items	5,229,800.41	
Other profit or loss items that meet the definitions of extraordinary profit or loss		
Less: Amount of effect on income tax	15,714,480.00	
Amount of effect on minority interests (after tax)	2,103,092.95	
Total	113,551,639.39	

Explain the reasons for determination of the extraordinary profit or loss items that are in conformity with the definition of extraordinary profit or loss items as set out in the Explanatory Announcement No. 1 on Information Disclosure by Public Issuers–Extraordinary Profit or Loss Items (《公開發行證券的公司信息披露解釋性公告第 1 號—非經常性損益》)

□Applicable √ Not applicable

3. Changes in key accounting data and the financial indicators and the reasons thereof

√ Applicable □ Not applicable

Changes in key accounts in the consolidated balance sheet and cash flow statement

Item	Percentage of change (%)	Reason of change
Financial assets held for trading	18.53	The addition of new short-term

		wealth management products
Other current assets	-20.09	The decrease in large-amount deposit certificates
Staff remuneration payable	-43.13	Payment of medium and long-term over-profit incentive bonus
Non-current liabilities due within one year	329.27	Reclassification of long-term borrowings due within one year
Long-term borrowings	-29.88	Reclassification of long-term borrowings due within one year
Net cash flows from operating activities	47.00	Mainly as a result of the increase in cash received from sales of goods and services
Net cash flows from investing activities	Not applicable	Mainly as a result of the recovery of wealth management products upon maturity
Net cash flows from financing activities	-169.87	Mainly as a result of the decrease in bank loans obtained

Changes in key accounts (by business segment) in the Consolidated Statement of Income

Unit: 0' 000 Yuan Currency: RMB

Reporting Items	**Business Segment**	**First quarter 2022**	**First quarter 2021**	**Percentage of change (%)**
Total operating revenue	Coal mining machinery segment	396,896.55	300,529.29	32.07
	Automotive parts segment	412,783.03	467,511.60	-11.71
	Total	809,679.58	768,040.89	5.42
Research and development expenses	Coal mining machinery segment	20,634.30	13,370.25	54.33
	Automotive parts segment	20,240.50	19,162.74	5.62
	Total	40,874.80	32,532.99	25.64
Gain from changes in fair value	Coal mining machinery segment	-1,215.72	-97.68	/
	Automotive parts segment	3,282.07	-2,282.47	/
	Total	2,066.35	-2,380.14	/
Gain from investments	Coal mining machinery segment	3,275.37	4,934.01	-33.62
	Automotive parts segment	-405.12	742.24	-154.58
	Total	2,870.25	5,676.25	-49.43
Net profit	Coal mining machinery segment	61,771.75	51,750.15	19.37
	Automotive parts segment	9,311.55	11,060.26	-15.81
	Costs in relation to acquisition of relevant headquarters	-	-2,345.47	/
	Total	71,083.30	60,464.94	17.56
Net profit attributable to owners of the parent	Coal mining machinery segment	61,346.49	50,295.00	21.97
	Automotive parts segment	6,828.24	7,681.57	-11.11
	Costs in relation to acquisition of relevant headquarters	-	-2,345.47	/
	Total	68,174.73	55,631.10	22.55

Explanations of changes:

(1) Total operating revenue: Total operating revenue from the beginning of the year to the end of the reporting period (collectively referred to as the "first quarter of 2022" hereinafter) represented an increase of RMB416,386,800, or 5.42%, as compared with the same period of last year. This was primarily because (1) the total revenue of coal mining machinery segment increased by RMB963,672,600, or 32.07%, during the reporting period compared with the same period last year,

mainly because the coal industry continued to maintain a good development situation and the Company's coal mining machinery business orders continued to grow; (2) the total revenue of automotive parts segment decreased by RMB547,285,700, or 11.71%, during the reporting period compared with the same period last year, of which ASIMCO realized an overall operating revenue of RMB1,189,983,400, representing a decrease of 5.18% compared with the same period last year, while SEG achieved operating revenue of RMB2,937,847,000, representing a decrease of 14.10% compared with the same period last year, mainly due to the decline in the commercial vehicle market, the pandemic and other factors leading to the suspension of production by some customers and the fluctuation of the exchange rate between Euro and RMB.

(2) Research and development expenses: Research and development expenses for the first quarter of 2022 increased by RMB83,418,100, or 25.64%, compared with the same period last year. It is mainly due to the increased investment in research and development by the coal mining machinery segment, which increased by RMB72,640,500, or 54.33%, compared with the same period last year.

(3) Gain from changes in fair value: Gain from changes in fair value for the first quarter of 2022 increased by RMB 44,464,900 compared with the same period last year. It was mainly due to the increase in gains from changes in fair value of derivative financial products such as forward foreign exchange contracts held by SEG in the current period.

(4) Investment income: Investment income in the first quarter of 2022 decreased by RMB 28,060,100, or 49.43%, compared with the same period last year, which is mainly due to: (1) Investment income from coal mining machinery segment decreased by RMB16,586,400 compared with the same period last year, mainly due to the decrease in income from the purchase of financial products; (2) Investment income from automotive parts segment decreased by RMB11,473,600 compared with the same period last year, mainly due to the decrease in realized income of SEG from the business related to derivative financial products such forward foreign exchange contracts in the current period compared with the same period last year.

(5) Net profit: Consolidated net profit for the first quarter of 2022 increased by RMB106,183,600, or 17.56%, compared with the same period last year, which is mainly due to: (1) Net profit of coal mining machinery segment increased by RMB100,216,000, or 19.37%, compared with the same period last year, mainly due to the growth of revenue scale; (2) Net profit of automotive parts segment decreased by RMB17,487,100 compared with the same period last year, of which ASIMCO achieved a net profit of RMB85,950,700 due to the decline of domestic commercial vehicle market and the impact of increase of raw material price, representing a decrease of RMB64,071,200 or 42.71% compared with the same period of last year; with the completion of business restructuring, SEG realized a net profit of RMB26,575,600, representing an increase of RMB46,998,300 compared with the same period of last year.

(6) Net profit attributable to owners of the parent: Net profit attributable to owners of the parent company for the first quarter of 2022 increased by RMB 125,436,300, or 22.55%, compared with the same period last year, mainly due to the increase in net profit of the coal mining machinery segment.

II．Shareholders' Information

1. The table below sets out the total number of holders of ordinary shares and the number of holders of preference shares with voting rights restored and the shareholdings of the top 10 shareholders

Unit: Share

<table>
<tr><td>Total number of holders of ordinary shares as at the end of the reporting period</td><td>35,226</td><td colspan="3">Total number of holders of preference shares with voting rights restored as at the end of the reporting period (if any)</td><td colspan="2">0</td></tr>
<tr><td colspan="7">Shareholding of the top 10 shareholders</td></tr>
<tr><td rowspan="2">Name of shareholder</td><td rowspan="2">Nature of shareholder</td><td rowspan="2">Number of shares held</td><td rowspan="2">Proportion of share holdings (%)</td><td rowspan="2">Number of shares held subject to trading moratorium</td><td colspan="2">Pledged, marked or frozen</td></tr>
<tr><td>Status of shares</td><td>Number of shares</td></tr>
<tr><td>Hong Yi Investment Management (Henan) Partnership (Limited Partnership) (泓羿投資管理(河南)合夥企業(有限合夥))</td><td>Others</td><td>277,195,419</td><td>15.58</td><td></td><td>Pledged</td><td>28,429,985</td></tr>
<tr><td>Henan Machinery Investment Group Co., Ltd. (河南機械裝備投資集團有限責任公司)</td><td>State-owned legal person</td><td>243,214,181</td><td>13.67</td><td></td><td>Nil</td><td></td></tr>
<tr><td>HKSCC NOMINEES LIMITED</td><td>Foreign legal person</td><td>220,755,790</td><td>12.41</td><td></td><td>Unknown</td><td></td></tr>
<tr><td>Henan Asset Management Co., Ltd. (河南資產管理有限公司)</td><td>State-owned legal person</td><td>69,209,157</td><td>3.89</td><td></td><td>Nil</td><td></td></tr>
<tr><td>Industrial and Commercial Bank of China Limited-Fuguo Tianhui Selected Growth Hybrid Securities Investment Fund (LOF) (中國工商銀行股份有限公司－富國天惠精選成長混合型證券投資基金(LOF))</td><td>Others</td><td>41,307,639</td><td>2.32</td><td></td><td>Nil</td><td></td></tr>
<tr><td>Hong Kong Securities Clearing Company Limited</td><td>Foreign legal person</td><td>33,516,860</td><td>1.88</td><td></td><td>Nil</td><td></td></tr>
<tr><td>YITAI GROUP (HONG KONG) CO LIMITED</td><td>Foreign legal person</td><td>22,399,200</td><td>1.26</td><td></td><td>Unknown</td><td></td></tr>
<tr><td>Industrial and Commercial Bank of China Limited-Bank of Communications Schroder Trend Priority Hybrid Securities Investment Fund (中國工商銀行股份有限公司－交銀施羅德趨勢優先混合型證券投資基金)</td><td>Others</td><td>19,439,080</td><td>1.09</td><td></td><td>Nil</td><td></td></tr>
<tr><td>Jiang Shibo (蔣仕波)</td><td>Domestic natural person</td><td>19,376,080</td><td>1.09</td><td></td><td>Nil</td><td></td></tr>
<tr><td>Li Jun (李俊)</td><td>Domestic natural person</td><td>19,000,000</td><td>1.07</td><td></td><td>Nil</td><td></td></tr>
</table>

<table>
<tr><th colspan="4">Shareholdings of the top 10 holders of shares not subject to trading moratorium</th></tr>
<tr><th rowspan="2">Name of shareholder</th><th rowspan="2">Number of tradable shares held not subject to trading moratorium</th><th colspan="2">Type and number of shares</th></tr>
<tr><th>Type of shares</th><th>Number of shares</th></tr>
<tr><td>Hong Yi Investment Management (Henan) Partnership (Limited Partnership)
(泓羿投資管理(河南)合夥企業(有限合夥))</td><td>277,195,419</td><td>Ordinary shares in RMB</td><td>277,195,419</td></tr>
<tr><td>Henan Machinery Investment Group Co., Ltd.
(河南機械裝備投資集團有限責任公司)</td><td>243,214,181</td><td>Ordinary shares in RMB</td><td>243,214,181</td></tr>
<tr><td>HKSCC NOMINEES LIMITED</td><td>220,755,790</td><td>Overseas listed foreign shares</td><td>220,755,790</td></tr>
<tr><td>Henan Asset Management Co., Ltd.
(河南資產管理有限公司)</td><td>69,209,157</td><td>Ordinary shares in RMB</td><td>69,209,157</td></tr>
<tr><td>Industrial and Commercial Bank of China Limited- Fuguo Tianhui Selected Growth Hybrid Securities Investment Fund (LOF)
(中國工商銀行股份有限公司－富國天惠精選成長混合型證券投資基金(LOF))</td><td>41,307,639</td><td>Ordinary shares in RMB</td><td>41,307,639</td></tr>
<tr><td>Hong Kong Securities Clearing Company Limited</td><td>33,516,860</td><td>Ordinary shares in RMB</td><td>33,516,860</td></tr>
<tr><td>YITAI GROUP (HONG KONG) CO LIMITED</td><td>22,399,200</td><td>Overseas listed foreign shares</td><td>22,399,200</td></tr>
<tr><td>Industrial and Commercial Bank of China Limited- Bank of Communications Schroder Trend Priority Hybrid Securities Investment Fund
(中國工商銀行股份有限公司－交銀施羅德趨勢優先混合型證券投資基金)</td><td>19,439,080</td><td>Ordinary shares in RMB</td><td>19,439,080</td></tr>
<tr><td>Jiang Shibo (蔣仕波)</td><td>19,376,080</td><td>Ordinary shares in RMB</td><td>19,376,080</td></tr>
<tr><td>Li Jun (李俊)</td><td>19,000,000</td><td>Ordinary shares in RMB</td><td>19,000,000</td></tr>
<tr><td>Description of the connected relationship or acting in concert of the above shareholders</td><td colspan="3">1. Hong Yi Investment Management (Henan) Partnership (Limited Partnership) and Henan Asset Management Co., Ltd. have signed the Acting-in-Concert Agreement and they are acting in concert. They hold 19.47% of shares of the Company in aggregate and have become the controlling shareholders of the Company.
2. The Company is not aware of whether there is any connected relationship or acting-in-concert relationship among the other shareholders mentioned above.</td></tr>
<tr><td>Description of the top 10 shareholders and the top 10 holders of shares not subject to trading moratorium participating in the securities margin trading and refinancing business (if any)</td><td colspan="3">1. Henan Machinery Investment Group Co., Ltd. participated in the refinancing business. As at the end of the reporting period, 678,200 A shares held by it were outstanding, if fully repaid, the number of A shares actually held by it will be 243,892,381, representing 13.71% of the total share capital of the Company. The Company is not aware of whether other shareholders have participated in the refinancing business.
2. According to the register of shareholders, Li Jun holds all of his shares in the Company through credit securities accounts.</td></tr>
</table>

Note:

1. As at the end of the reporting period, the total number of registered shareholders of A shares of the

Company was 35,167, the total number of registered shareholders of H shares of the Company was 59 and the total number of shareholders of the Company was 35,226;
2. HKSCC NOMINEES LIMITED holds H shares of the Company on behalf of numerous clients;
3. The A shares of the Company held by Hong Kong Securities Clearing Company Limited, are held by investors in the Hong Kong market through Shanghai-Hong Kong Stock Connect.

III. Other Reminders

Other important information on the operation of the Company during the reporting period that needs to be brought to the attention of shareholders
□ Applicable √ Not applicable

IV. Quarterly Financial Statements

1. Types of audit opinions
□ Applicable √ Not applicable

2. Financial Statements

Consolidated Balance Sheet
31 March 2022
Prepared by: Zhengzhou Coal Mining Machinery Group Company Limited
Unit: Yuan Currency: RMB Audit Type: Unaudited

Item	31-March-2022	31-December-2021
Current assets:		
Monetary capital	3,498,326,964.70	3,700,680,935.15
Balances with clearing companies		
Placements with banks and other financial institutions		
Financial assets held for trading	4,239,031,208.32	3,576,245,388.47
Derivative financial assets		
Bills receivable	590,517,028.68	591,011,597.08
Accounts receivable	7,059,313,580.16	5,735,935,912.63
Receivables financing	2,706,944,002.69	3,520,038,086.05
Prepayments	874,944,116.61	725,668,413.58
Premiums receivable		
Accounts receivable from reinsurance		
Contract reserves receivable from reinsurance		
Other receivables	348,239,187.77	336,444,511.48
Including: Interest receivable	2,405,904.83	260,470.72
Dividend receivable		
Buying back financial assets resold		
Inventories	6,154,222,245.12	6,240,867,792.23
Contract assets		
Assets held for sale	1,653,233.09	1,684,735.69
Non-current assets due within one year	42,897,376.82	72,446,102.43
Other current assets	639,282,773.93	800,008,092.65
Total current assets	26,155,371,717.89	25,301,031,567.44

Non-current assets:		
Loans and advances granted		
Debt investment		
Other debt investment		
Long-term receivables	157,822,992.55	126,372,140.24
Long-term equity investment	266,463,223.15	258,938,787.27
Other investments in equity instruments	159,806,155.29	145,047,312.35
Other non-current financial assets	848,431,706.24	1,020,588,900.68
Investment properties	344,821,414.21	370,842,509.51
Fixed assets	3,541,640,040.86	3,733,178,127.54
Construction in progress	1,026,681,157.56	840,318,336.38
Biological assets for production		
Fuel assets		
Right-of-use assets	1,189,624,245.44	1,197,810,723.42
Intangible assets	1,092,764,340.08	1,265,734,875.63
Development expenses	380,861,939.10	383,989,701.26
Goodwill	402,233,015.10	412,850,339.77
Long-term deferred expenditures	77,226,069.70	67,673,746.50
Deferred income tax assets	403,095,386.59	406,981,413.02
Other non-current assets	1,029,878,126.07	1,116,647,677.08
Total non-current assets	10,921,349,811.94	11,346,974,590.65
Total assets	37,076,721,529.83	36,648,006,158.09
Current liabilities:		
Short-term borrowings	1,186,020,882.24	890,147,905.29
Borrowings from central bank		
Placements from other banks		
Financial liabilities held for trading	37,186,800.07	32,998,452.58
Derivative financial liabilities	12,030,996.24	16,323,830.07
Bills payable	3,152,647,650.60	2,470,232,909.47
Accounts payable	4,759,338,062.56	5,006,287,290.61
Receipts in advance	4,387,475.76	4,097,095.75
Contract liabilities	1,995,587,294.71	2,301,950,381.46
Disposal of repurchased financial assets		
Deposit taking and deposits from peer companies		
Customer deposits for trading securities		
Customer deposits for undertaking securities		
Staff remuneration payable	750,779,549.70	1,320,100,536.70
Tax payable	402,405,025.56	323,922,516.52
Other payables	989,632,021.60	949,407,795.32
Including: Interest payable	12,325,298.04	18,953,618.07
Dividend payable		
Handling charges and commission payable		
Reinsurance accounts payable		
Liabilities held for sale		
Non-current liabilities due within one year	1,661,743,297.21	387,110,431.05
Other current liabilities	284,227,582.36	336,534,304.23
Total current liabilities	15,235,986,638.61	14,039,113,449.05
Non-current liabilities:		
Insurance contract reserves		
Long-term borrowings	3,248,220,144.13	4,632,653,881.08
Debentures payable		
Including: Preference shares		
Perpetual bonds		
Lease liabilities	1,119,699,878.20	1,144,198,537.51
Long-term payables	24,405,164.49	24,595,507.29

Long-term staff remuneration payable	289,854,189.23	303,328,986.97
Estimated liabilities	406,166,075.89	420,837,595.33
Deferred income	151,867,913.24	139,269,619.73
Deferred income tax liabilities	245,891,304.74	270,003,747.44
Other non-current liabilities	27,710,845.28	23,027,194.16
Total non-current liabilities	5,513,815,515.20	6,957,915,069.51
Total liabilities	20,749,802,153.81	20,997,028,518.56
Owners' equity (or shareholders' equity)		
Paid-up capital (or share capital)	1,779,493,670.00	1,779,493,670.00
Other equity instruments		
Including: Preference shares		
Perpetual bonds		
Capital reserve	4,822,494,786.57	4,587,486,141.30
Less: Treasury stock	248,724,000.00	248,724,000.00
Other comprehensive income	-73,630,788.32	-98,163,652.89
Special reserves		
Surplus reserve	1,023,519,511.31	1,023,519,511.31
Provision for general risks		
Undistributed profit	8,433,626,976.77	7,751,879,636.42
Total equity attributable to owners of the parent company (or shareholders' equity)	15,736,780,156.33	14,795,491,306.14
Minority interests	590,139,219.69	855,486,333.39
Total owners' equity (or shareholders' equity)	16,326,919,376.02	15,650,977,639.53
Total liabilities and owners' equity (or shareholders' equity)	37,076,721,529.83	36,648,006,158.09

Person-in-charge of the Company: Jiao Chengyao   Person-in-charge of accounting matters: Huang Hua

Head of accounting department: Wang Jingbo

Consolidated Statement of Income

January to March 2022

Prepared by: Zhengzhou Coal Mining Machinery Group Company Limited

Unit: Yuan   Currency: RMB   Audit Type: Unaudited

Item	Q1 2022	Q1 2021
I. Total operating revenue	8,096,795,783.14	7,680,408,923.24
Including: Operating revenue	8,091,657,739.95	7,676,725,085.99
Interest income	5,138,043.19	3,683,837.25
Premium earned		
Handling charges and commission income		
II. Total operating costs	7,334,523,424.45	6,896,761,566.84
Including: Operating costs	6,362,194,543.25	5,937,986,437.66
Interest expenses	1,030,776.01	251,729.34
Handling charges and commission expenses		
Surrenders		
Net expenditure for compensation payments		
Net withdrawal of insurance liabilities reserve		
Expenditures for policy dividend		
Reinsurance expenditures		
Tax and surcharges	24,929,861.09	37,110,873.72
Selling expenses	221,199,611.44	213,853,495.49
Administration expenses	280,267,018.37	317,614,177.65
Research and development expenses	408,748,005.74	325,329,944.16

Finance costs	36,153,608.55	64,614,908.82
Including: Interest expenses	63,587,429.87	83,401,915.47
Interest income	24,494,974.94	16,764,034.17
Add: Other gains	93,544,547.39	67,280,579.73
Gain from investments (loss is represented by “ – ”)	28,702,455.64	56,762,522.50
Including: Gain from investments in associates and joint ventures	7,524,435.88	23,085,491.65
Derecognition gains on financial assets measured at amortized cost		
Gain from foreign exchange (loss is represented by “ – ”)		
Net gains from hedging exposure (loss is represented by “ – ”)		
Gain from changes in fair value (loss is represented by “ – ”)	20,663,516.11	-23,801,436.16
Credit impairment losses (loss is represented by “ – ”)	-42,411,768.74	-42,302,999.48
Asset impairment losses (loss is represented by “ – ”)	-1,712,560.88	-13,002,058.48
Gains from disposal of assets (loss is represented by “ – ”)	5,729,282.54	2,728,267.77
III. Profit from operations (loss is represented by “ – ”)	866,787,830.75	831,312,232.28
Add: Non-operating income	5,793,890.21	3,435,931.88
Less: Non-operating expenses	319,081.29	733,647.96
IV. Total profit (loss is represented by “ – ”)	872,262,639.67	834,014,516.20
Less: Income tax expense	161,429,599.22	229,365,163.36
V. Net profit (net loss is represented by “ – ”)	710,833,040.45	604,649,352.84
(I) Breakdown by continuity of operation		
1. Net profit from continuing operation (net loss is represented by “ – ”)	710,833,040.45	604,649,352.84
2. Net profit from discontinued operation (net loss is represented by “ – ”)		
(II) Breakdown by ownership		
1. Net profit attributable to shareholders of the parent company (net loss is represented by “ – ”)	681,747,340.35	556,310,975.22
2. Gain or loss attributable to minority interests (net loss is represented by “ – ”)	29,085,700.10	48,338,377.62
VI. Net other comprehensive income after tax	24,532,864.57	15,968,397.50
(I) Net other comprehensive income attributable to owners of the parent company after tax	24,532,864.57	15,968,397.50
1. Other comprehensive income not to be reclassified into profit or loss	14,798,384.64	-3,156,321.11
(1) Changes arising from re-measuring defined benefit scheme	39,541.70	-61,437.09
(2) Other comprehensive income not to be classified into profit or loss using the equity method		
(3) Changes in fair value of other investments in equity instruments	14,758,842.94	-3,094,884.02
(4) Changes in fair value of the company’s own credit risk		
2. Other comprehensive income to be reclassified	9,734,479.93	19,124,718.61

into profit or loss		
(1) Other comprehensive income to be reclassified into profit or loss using the equity method		
(2) Changes in fair value of other debt investment		
(3) Amount of financial assets reclassified into other comprehensive income		
(4) Other debt investment credit impairment provision		
(5) Cash flow hedge reserve (effective portion of gains and losses from cash flow hedging)	1,822,009.27	-1,205,752.37
(6) Exchange differences on foreign currency financial statements	7,912,470.66	20,330,470.98
(7) Others		
(II) Net other comprehensive income attributable to minority interests after tax		
VII. Total comprehensive income	735,365,905.02	620,617,750.34
(I) Total comprehensive income attributable to owners of the parent company	706,280,204.92	572,279,372.72
(II) Total comprehensive income attributable to minority interests	29,085,700.10	48,338,377.62
VIII. Earnings per share:		
(I) Basic earnings per share (RMB per share)	0.390	0.321
(II) Diluted earnings per share (RMB per share)	0.388	0.320

Person-in-charge of the Company: Jiao Chengyao   Person-in-charge of accounting matters: Huang Hua

Head of accounting department: Wang Jingbo

Consolidated Statement of Cash Flows

January to March 2022

Prepared by: Zhengzhou Coal Mining Machinery Group Company Limited

Unit: Yuan   Currency: RMB   Audit Type: Unaudited

Item	Q1 2022	Q1 2021
I. Cash flows from operating activities:		
Cash received from sales of goods and provision of labour	6,561,958,970.92	6,148,872,060.09
Net increase in deposits from customers and peer companies		
Net increase in borrowings from central bank		
Net increase in placements from other financial institutions		
Cash received from premiums under original insurance contracts		
Net cash received from reinsurance business		
Net increase in deposits from policyholders and investment funds		
Cash received from interest, handling charges and commission		
Net increase in placements		
Net increase in capital from repurchase business		
Net cash received from trading securities		
Tax refunds received	307,995,177.89	421,342,791.70
Cash received in relation to other operating activities	412,336,546.83	239,243,873.86
Sub-total of cash inflows from operating activities	7,282,290,695.64	6,809,458,725.65

Cash paid for goods purchased and labour received	4,842,219,078.83	4,807,005,657.79
Net increase in loans and advances to customers	-27,783,581.91	-7,046,660.75
Net increase in deposits with central bank and peer companies		
Cash paid for compensation payments under original insurance contracts		
Net increase in placements with banks and other financial institutions		
Cash paid for interest, handling charges and commission		
Cash paid for policyholder dividend		
Cash paid to and paid on behalf of the employees	1,283,174,276.35	852,212,911.12
Various taxes paid	560,871,710.92	808,150,952.13
Cash paid in relation to other operating activities	311,738,913.99	136,848,033.94
Sub-total of cash outflow from operating activities	6,970,220,398.18	6,597,170,894.23
Net cash flows from operating activities	312,070,297.46	212,287,831.42
II. Cash flows from investing activities:		
Cash received from recovery of investments	2,173,313,458.26	1,460,042,470.55
Cash received from gain of investment acquired	28,323,308.04	28,758,542.08
Net cash received from disposal of fixed assets, intangible assets and other long-term assets	78,966.61	579,960.00
Net cash received from disposal of subsidiaries and other business units	274,612,162.41	
Other cash received in relation to investing activities	79,000.00	50,000.00
Sub-total of cash inflow from investing activities	2,476,406,895.32	1,489,430,972.63
Cash paid for purchase and construction of fixed assets, intangible assets and other long-term assets	255,617,302.70	211,149,662.77
Cash paid for investments	2,509,936,738.01	2,386,000,000.00
Net increase in pledged loans		
Net cash paid for acquiring subsidiaries and other business units		
Other cash paid in relation to investing activities	27,815,764.91	30,932,452.36
Sub-total of cash outflow from investing activities	2,793,369,805.62	2,628,082,115.13
Net cash flows from investing activities	-316,962,910.30	-1,138,651,142.50
III. Cash flows from financing activities:		
Cash received from investment		
Including: Cash received by subsidiaries from minority shareholder’s investment		
Cash received from borrowings acquired	160,456,226.48	1,279,982,170.59
Other cash received in relation to financing activities	19,723,158.74	311,976,837.30
Sub-total of cash inflow from financing activities	180,179,385.22	1,591,959,007.89
Cash paid for repayment of indebtedness	121,354,273.40	383,836,769.76
Cash paid for distribution of dividend and profit or for interest	69,439,548.36	54,515,853.24
Including: Dividend and profit paid to minority shareholders by subsidiaries		
Other cash paid in relation to financing activities	601,602,184.83	277,366,725.43
Sub-total of cash outflow from financing activities	792,396,006.59	715,719,348.43
Net cash flows from financing activities	-612,216,621.37	876,239,659.46
IV. Effects of change of exchange rate on cash and cash equivalents	-14,201,418.64	-36,491,090.74
V. Net increase in cash and cash equivalents	-631,310,652.85	-86,614,742.36
Add: Balance of cash and cash equivalents at the beginning of the period	3,229,454,753.48	2,827,359,059.44
VI. Balance of cash and cash equivalents at the end of the period	2,598,144,100.63	2,740,744,317.08

Person-in-charge of the Company: Jiao Chengyao Person-in-charge of accounting matters: Huang Hua
Head of accounting department: Wang Jingbo

Balance Sheet of the Parent Company

31 March 2022

Prepared by: Zhengzhou Coal Mining Machinery Group Company Limited

Unit: Yuan Currency: RMB Audit Type: Unaudited

Item	31-March-2022	31-December-2021
Current assets:		
Monetary capital	2,303,081,761.90	2,330,421,196.01
Financial assets held for trading	3,965,143,430.81	3,341,909,125.25
Derivative financial assets		
Bills receivable	315,463,399.55	339,643,090.41
Accounts receivable	3,101,977,315.98	2,286,784,224.21
Receivables financing	2,000,671,637.34	2,335,634,334.29
Prepayments	397,506,051.23	298,335,766.43
Other receivables	487,917,996.36	428,042,918.27
Including: Interest receivable	2,435,493.62	139,856.62
Dividend receivable		
Inventories	2,801,670,352.69	2,889,094,143.44
Contract assets		
Assets held for sale		
Non-current assets due within one year	34,774,763.37	70,735,710.66
Other current assets	365,372,728.08	524,546,568.12
Total current assets	15,773,579,437.31	14,845,147,077.09
Non-current assets:		
Debt investment		
Other debt investment		
Long-term receivables	178,250,748.72	182,901,276.21
Long-term equity investment	8,239,700,427.88	8,107,810,891.23
Other investments in equity instruments	112,255,000.00	112,255,000.00
Other non-current financial assets	848,431,706.24	1,020,588,900.68
Investment properties	196,869,637.93	223,527,745.64
Fixed assets	597,657,363.09	612,361,462.97
Construction in progress	514,369,139.44	405,056,877.94
Biological assets for production		
Fuel assets		
Right-of-use assets	29,182,988.35	30,242,353.51
Intangible assets	200,873,374.38	202,661,877.34
Development expenses		
Goodwill		
Long-term deferred expenditures		
Deferred income tax assets	209,718,485.51	203,820,406.63
Other non-current assets	939,055,171.63	885,993,974.33
Total non-current assets	12,066,364,043.17	11,987,220,766.48
Total assets	27,839,943,480.48	26,832,367,843.57
Current liabilities:		
Short-term borrowings	200,163,888.89	203,663,888.89
Financial liabilities held for trading		
Derivative financial liabilities		
Bills payable	3,193,554,072.88	2,354,987,513.50
Accounts payable	1,258,683,278.71	1,266,594,667.02

Receipts in advance		
Contract liabilities	1,653,751,070.58	1,905,065,606.35
Staff remuneration payable	61,553,226.50	580,329,678.33
Tax payable	124,130,346.99	99,162,851.39
Other payables	1,451,215,801.86	1,033,840,278.38
Including: Interest payable	184,690.96	
Dividend payable		
Liabilities held for sale		
Non-current liabilities due within one year	24,750,274.62	25,953,191.29
Other current liabilities	214,987,639.17	247,658,528.83
Total current liabilities	8,182,789,600.20	7,717,256,203.98
Non-current liabilities :		
Long-term borrowings	3,248,220,144.13	3,249,764,583.78
Debentures payable		
Including: Preference shares		
Perpetual bonds		
Lease liabilities	28,182,111.98	27,821,328.74
Long-term payables	24,405,164.49	24,595,507.29
Long-term staff remuneration payable		
Estimated liabilities		
Deferred income	104,054,377.68	96,784,406.67
Deferred income tax liabilities	22,379,007.32	19,461,118.92
Other non-current liabilities		
Total non-current liabilities	3,427,240,805.60	3,418,426,945.40
Total liabilities	11,610,030,405.80	11,135,683,149.38
Owners' equity (or shareholders' equity)		
Paid-up capital (or share capital)	1,779,493,670.00	1,779,493,670.00
Other equity instruments		
Including: Preference shares		
Perpetual bonds		
Capital reserve	4,574,943,876.39	4,540,437,651.39
Less: Treasury stock	248,724,000.00	248,724,000.00
Other comprehensive income		
Special reserves		
Surplus reserve	1,023,519,511.31	1,023,519,511.31
Undistributed profit	9,100,680,016.98	8,601,957,861.49
Total owners' equity (or shareholders' equity)	16,229,913,074.68	15,696,684,694.19
Total liabilities and owners' equity (or shareholders' equity)	27,839,943,480.48	26,832,367,843.57

Person-in-charge of the Company: Jiao Chengyao Person-in-charge of accounting matters: Huang Hua
Head of accounting department: Wang Jingbo

Statement of Income of the Parent Company

January to March 2022

Prepared by: Zhengzhou Coal Mining Machinery Group Company Limited

Unit: Yuan Currency: RMB Audit Type: Unaudited

Item	Q1 2022	Q1 2021
I. Operating revenue	2,790,334,889.49	2,103,249,486.30
Less: Operating cost	2,129,408,622.47	1,424,723,223.16
Tax and surcharges	10,581,993.26	19,515,549.73
Selling expenses	55,864,355.55	20,258,911.04
Administration expenses	78,269,718.86	101,346,095.97

Research and development expenses	142,185,786.73	84,553,302.44
Finance costs	10,015,610.75	4,894,659.11
Including: Interest expenses	27,112,270.42	20,673,659.75
Interest income	19,333,138.34	12,062,425.15
Add: Other gains	47,600,845.26	33,674,749.18
Gain from investments (loss is represented by " – ")	162,018,732.49	51,706,275.41
Including: Gain from investments in associates and joint ventures	6,362,295.85	23,091,132.05
Derecognition gains on financial assets measured at amortized cost		
Net gains from hedging exposure (loss is represented by " – ")		
Gain from changes in fair value (loss is represented by " – ")	-12,157,194.44	-976,767.12
Credit impairment losses (loss is represented by " – ")	-15,839,223.89	-40,875,989.27
Asset impairment losses(loss is represented by " – ")		
Gain from disposal of assets (loss is represented by " – ")	1,176,040.81	63,869.13
II. Profit from operations (loss is represented by " – ")	546,808,002.10	491,549,882.18
Add: Non-operating income	310,377.92	311,907.09
Less: Non-operating expenses	105,034.82	117,180.54
III. Total profit (loss is represented by " – ")	547,013,345.20	491,744,608.73
Less: Income tax expense	48,291,189.71	77,400,026.99
IV. Net profit (net loss is represented by " – ")	498,722,155.49	414,344,581.74
(I) Net profit from continuing operation (net loss is represented by " – ")	498,722,155.49	414,344,581.74
(II) Net profit from discontinued operation (net loss is represented by " – ")		
V. Net other comprehensive income after tax		
(I) Other comprehensive income that cannot be reclassified into profit or loss		
1. Changes arising from re-measuring defined benefit scheme		
2. Other comprehensive income that cannot be reclassified into profit or loss under the equity method		
3. Changes in fair value of other investments in equity instruments		
4. Changes in fair value of the company's own credit risks		
(II) Other comprehensive income to be reclassified into profit or loss		
1. Other comprehensive income that can be reclassified into profit or loss under the equity method		
2. Changes in fair value of other debt investment		
3. Amount of financial assets reclassified into other comprehensive income		
4. Other debt investment credit impairment provision		
5. Cash flow hedge reserve (effective portion of gains and losses from cashflow hedging)		

6. Exchange differences on foreign currency financial statements		
7. Others		
VI. Total comprehensive income	498,722,155.49	414,344,581.74
VII. Earnings per share:		
(I) Basic earnings per share (RMB per share)		
(II) Diluted earnings per share (RMB per share)		

Person-in-charge of the Company: Jiao Chengyao   Person-in-charge of accounting matters: Huang Hua
Head of accounting department: Wang Jingbo

Statement of Cash flow of the Parent Company

January to March 2022

Prepared by: Zhengzhou Coal Mining Machinery Group Company Limited

Unit: Yuan   Currency: RMB   Audit Type: Unaudited

Item	Q1 2022	Q1 2021
I. Net cash flows from operating activities:		
Cash received from sales of goods and provision of labour	1,982,493,593.68	1,421,356,168.30
Tax refunds received		
Other cash received in relation to operating activities	156,611,248.81	787,722,261.06
Sub-total of cash inflows from operating activities	2,139,104,842.49	2,209,078,429.36
Cash paid for goods purchased and labour received	1,041,686,485.04	1,677,398,789.56
Cash paid to and paid on behalf of the employees	623,793,363.33	125,753,832.69
Various taxes paid	69,378,944.93	242,274,962.50
Other cash paid in relation to operating activities	195,233,208.91	53,796,490.43
Sub-total of cash outflow from operating activities	1,930,092,002.21	2,099,224,075.18
Net cash flows from operating activities	209,012,840.28	109,854,354.18
II. Cash flows from investing activities:		
Cash received from recovery of investments	2,207,781,643.10	1,146,051,330.00
Cash received from gain of investment acquired	176,189,138.68	26,167,918.19
Net cash received from disposal of fixed assets, intangible assets and other long-term assets		
Net cash received from disposal of subsidiaries and other business units		
Other cash received in relation to investing activities		
Sub-total of cash inflow from investing activities	2,383,970,781.78	1,172,219,248.19
Cash paid for purchase and construction of fixed assets, intangible assets and other long-term assets	110,970,081.04	13,262,274.03
Cash paid for investments	2,478,761,546.36	2,070,000,000.00
Net cash paid for acquiring subsidiaries and other business units		
Other cash paid in relation to investing activities	2,442,500.00	
Sub-total of cash outflow from investing activities	2,592,174,127.40	2,083,262,274.03
Net cash flows from investing activities	-208,203,345.62	-911,043,025.84
III. Cash flows from financing activities:		
Cash received from investment		
Cash received from borrowings acquired		1,050,000,000.00
Other cash received in relation to financing activities		260,650,595.76
Sub-total of cash inflow from financing activities		1,310,650,595.76
Cash paid for repayment of indebtedness	1,536,250.00	301,583,333.33
Cash paid for distribution of dividend and profit or for interest	24,232,743.08	16,827,523.24
Other cash paid in relation to financing activities	476,306,429.59	95,000,000.00

Sub-total of cash outflow from financing activities	502,075,422.67	413,410,856.57
Net cash flows from financing activities	-502,075,422.67	897,239,739.19
IV. Effect of change of exchange rate on cash and cash equivalents	-1,026,034.21	2,270,410.81
V. Net increase in cash and cash equivalents	-502,291,962.22	98,321,478.34
Add: Balance of cash and cash equivalents at the beginning of the period	2,008,832,801.82	1,351,518,682.62
VI. Balance of cash and cash equivalents at the end of the period	1,506,540,839.60	1,449,840,160.96

Person-in-charge of the Company: Jiao Chengyao   Person-in-charge of accounting matters: Huang Hua
Head of accounting department: Wang Jingbo

3. Adjustment of related items in the financial statements at the beginning of the year of such initial implementation arising from initial implementation of new accounting standard from the year of 2022
□ Applicable √ Not applicable

Announcement of the captioned matter is hereby given.

The Board of Directors of
Zhengzhou Coal Mining Machinery Group Company Limited
26 April 2022