CNBM

**China National Building Material Company Limited***

**中國建材股份有限公司**

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

(Stock Code: 3323)

# FIRST QUARTERLY REPORT OF 2022

Reference is made to the announcements of the Company dated 3 November 2021, 5 November 2021, 9 November 2021, 10 November 2021, 14 January 2022, 18 January 2022, 20 January 2022, 18 April 2022, 20 April 2022, 22 April 2022, and the circular of the Company dated 14 April 2022.

On 17 April 2020, the Company became the first batch of first-tier mature enterprises of the National Association of Financial Market Institutional Investors, and carried out unified registration of debt financing instruments (TDFI) (including but not limited to super short-term commercial paper, short-term commercial paper, medium-term debentures, perpetual debentures, asset-backed notes, green debt financing instruments) in the China inter-bank bond market, which were issuable in different types and separate tranches, with a registration term of two years. As the registration notice would expire on 18 March 2022, on 14 March 2022, the Company carried out another unified registration of debt financing instruments (TDFI) (including but not limited to super short-term commercial paper, short-term commercial paper, medium-term debentures, perpetual debentures, asset-backed notes, green debt financing instruments) in the China inter-bank bond market, which were issuable in different types and separate tranches, with a registration term of two years.

Since the announcement of the third quarterly report of 2021 of the Company dated 29 October 2021 and up to the date of this announcement, one tranche of super short-term commercial paper has been issued by the Company. The issue of the first tranche of the super short-term commercial paper in 2022 was completed on 28 April 2022, with an aggregate principal amount of RMB2 billion, par value of RMB100, a maturity period of 210 days and an annual coupon rate of 2.00%.

Since the announcement of the third quarterly report of 2021 of the Company dated 29 October 2021 and up to the date of this announcement, two tranches of medium-term debentures have been issued by the Company. The issue of the first tranche of the medium-term debentures in 2022 was completed on 13 January 2022, with an aggregate principal amount of RMB2 billion, par value of RMB100, a maturity period of 3 years and an annual coupon rate of 2.85%. The issue of the second tranche of the medium-term debentures in 2022 was completed on 28 February 2022, with an aggregate principal amount of RMB2 billion, par value of RMB100, a maturity period of 3 years and an annual coupon rate of 2.75%.

On 29 October 2020, the Company was approved to publicly issue corporate bonds with a par value of not exceeding RMB20 billion in aggregate within 24 months from that date. Since the announcement of the third quarterly report of 2021 of the Company dated 29 October 2021 and up to the date of this announcement, one tranche of corporate bonds has been issued by the Company.

The issue of the fourth tranche of the corporate bonds (type 1) in 2021 was completed on 8 November 2021, with an actual size of issuance of RMB1.3 billion, par value of RMB100, a maturity period of 3 years and an annual coupon rate of 3.09%. The issue of the fourth tranche of the corporate bonds (type 2) in 2021 was completed on 8 November 2021, with an actual size of issuance of RMB0.7 billion, par value of RMB100, a maturity period of 5 years and an annual coupon rate of 3.40%.

On 6 September 2021, the Company was approved to publicly issue renewable corporate bonds with a par value of not exceeding RMB20 billion in aggregate within 24 months from that date. Since the announcement of the third quarterly report of 2021 of the Company dated 29 October 2021 and up to the date of this announcement, the Company has issued two tranches of renewable corporate bonds. The issue of the first tranche of the renewable corporate bonds in 2022 was completed on 19 January 2022, with an actual size of issuance of RMB2 billion, par value of RMB100, a basic maturity period of 3 years, with every 3 interest-accruing years constituting one term, with an option on the part of the Company (the issuer), at the end of each term, to extend the bonds of such tranche for an additional term (3 years), or to redeem the bonds of such tranche in full as they fall due at the end of that term, and with an annual coupon rate of 2.99%. The issue of the second tranche of the renewable corporate bonds in 2022 was completed on 21 April 2022, with an actual size of issuance of RMB1 billion, par value of RMB100, a basic maturity period of 3 years, with every 3 interest-accruing years constituting one term, with an option on the part of the Company (the issuer), at the end of each term, to extend the bonds of such tranche for an additional term (3 years), or to redeem the bonds of such tranche in full as they fall due at the end of that term, and with an annual coupon rate of 3.13%.

Relevant documents containing the details of the issue of the super short-term commercial paper and medium-term debentures are available on the websites of China Money (http://www. chinamoney.com.cn) and Shanghai Clearing House (http://www.shclearing.com).

Relevant documents containing the details of the issue of the above corporate bonds and renewable corporate bonds are available on the website of the Shanghai Stock Exchange (http://www.sse.com.cn/disclosure/bond/announcement/company/).

According to the relevant PRC regulations, the Company is required to publish the quarterly results on the websites of China Money and Shanghai Clearing House during the term of the above super short-term commercial paper and medium-term debentures, and to publish the interim results and annual results on the website of the Shanghai Stock Exchange during the term of the above corporate bonds.

The following is the financial information of the Group and the Company for the first quarter ended 31 March 2022 prepared under PRC GAAP, which is published simultaneously on the websites of China Money and Shanghai Clearing House.

## 1. THE CONSOLIDATED FINANCIAL INFORMATION OF THE GROUP

### CONSOLIDATED BALANCE SHEET

*As at 31 March 2022*

**Prepared by: China National Building Material Company Limited***

*Currency: RMB*

| Item | 31 March 2022 | 31 December 2021 |
|---|---|---|
| **Current assets:** | | |
| Cash and bank balance | **39,548,398,466.96** | 30,963,040,337.17 |
| Financial assets held for trading | **9,459,760,073.67** | 10,059,779,848.77 |
| Financial assets at fair value through profit or loss | | |
| Derivative financial assets | | |
| Notes receivable | **638,249,178.63** | 907,843,391.59 |
| Accounts receivable | **53,171,056,530.41** | 46,952,713,462.04 |
| Financing receivable | **17,365,629,256.02** | 17,953,121,927.40 |
| Prepayments | **11,638,467,783.26** | 8,691,140,529.91 |
| Other receivables | **5,097,083,512.98** | 4,701,315,723.81 |
| Inventories | **24,831,141,764.04** | 21,246,651,313.06 |
| Contract assets | **4,013,181,756.59** | 3,848,755,799.89 |
| Assets held-for-sale | **7,862,571.66** | 7,862,571.66 |
| Non-current assets due within one year | **1,111,264,191.23** | 1,144,218,931.26 |
| Other current assets | **3,066,040,821.08** | 3,369,355,624.48 |
| **Total current assets** | **169,948,135,906.53** | 149,845,799,461.04 |

| Item | 31 March 2022 | 31 December 2021 |
|---|---|---|
| **Non-current assets:** | | |
| Debt investments | | |
| Available-for-sale financial assets | | |
| Other debt investments | | |
| Held-to-maturity investments | | |
| Long-term receivables | **3,554,191,741.63** | 3,612,591,796.79 |
| Long-term equity investments | **27,828,203,518.69** | 27,244,636,054.83 |
| Investments in other equity instruments | | |
| Other non-current financial assets | **817,897,167.68** | 527,666,875.68 |
| Investment properties | **997,816,220.17** | 965,215,460.39 |
| Fixed assets | **166,781,916,232.19** | 167,751,785,765.12 |
| Construction in progress | **16,837,398,304.34** | 14,718,717,571.47 |
| Productive biological assets | | |
| Oil and gas assets | | |
| Right-to-use assets | **1,978,027,106.24** | 2,102,984,293.81 |
| Intangible assets | **45,955,986,584.68** | 45,824,972,508.67 |
| Development expenses | **190,120,780.28** | 211,928,991.46 |
| Goodwill | **32,273,635,796.72** | 32,252,595,393.39 |
| Long-term deferred expenditures | **5,170,263,761.10** | 5,225,127,274.08 |
| Deferred income tax assets | **6,061,114,532.41** | 6,051,474,137.17 |
| Other non-current assets | **4,898,259,583.45** | 4,964,543,347.66 |
| **Total non-current assets** | **313,344,831,329.58** | 311,454,239,470.52 |
| **Total assets** | **483,292,967,236.11** | 461,300,038,931.56 |

| Item | **31 March 2022** | 31 December 2021 |
|---|---|---|
| **Current liabilities:** | | |
| Short-term borrowings | **56,324,012,554.02** | 37,804,874,386.00 |
| Held-for-trading financial liabilities | **1,429,213.53** | 247,290.03 |
| Financial liabilities at fair value through profit or loss | | |
| Derivative financial liabilities | **4,331,710.00** | 7,186,795.52 |
| Notes payable | **21,310,607,202.69** | 18,684,320,534.02 |
| Accounts payable | **41,930,768,483.20** | 41,077,005,644.98 |
| Payment received in advance | **179,051.18** | 539,951.27 |
| Contract liabilities | **11,158,882,813.69** | 12,317,943,788.29 |
| Payroll payable | **1,588,346,146.83** | 3,695,646,725.21 |
| Taxes payable | **4,589,245,227.15** | 6,761,938,067.42 |
| Other payables | **17,080,398,288.31** | 16,729,820,973.36 |
| Liabilities held-for-sale | | |
| Non-current liabilities due within one year | **23,834,735,562.60** | 30,479,190,764.20 |
| Other current liabilities | **6,643,206,575.38** | 7,757,437,305.25 |
| **Total current liabilities** | **184,466,142,828.58** | 175,316,152,225.55 |
| **Non-current liabilities:** | | |
| Long-term borrowings | **56,717,847,235.75** | 56,558,352,807.85 |
| Debentures payables | **41,083,706,474.30** | 35,676,123,807.92 |
| Lease liabilities | **1,545,986,984.53** | 1,629,808,068.93 |
| Long-term payables | **5,683,534,103.59** | 5,200,193,818.07 |
| Long-term employees' remuneration payable | **353,299,485.92** | 359,580,921.74 |
| Accrued liabilities | **2,927,637,050.68** | 3,100,234,287.54 |
| Deferred income | **1,894,565,252.84** | 1,893,028,325.26 |
| Deferred income tax liabilities | **2,812,891,116.25** | 2,740,379,508.56 |
| Other non-current liabilities | **180,929,488.19** | 162,415,466.64 |
| **Total non-current liabilities** | **113,200,397,192.05** | 107,320,117,012.51 |
| **Total liabilities** | **297,666,540,020.63** | 282,636,269,238.06 |

| Item | **31 March 2022** | 31 December 2021 |
|---|---|---|
| **Owners' equity:** | | |
| Paid-up capital (or share capital) | **8,434,770,662.00** | 8,434,770,662.00 |
| Other equity instruments | **17,038,576,000.00** | 16,545,696,000.00 |
| Including: Preferential shares | | |
| Perpetual debentures | **17,038,576,000.00** | 16,545,696,000.00 |
| Capital reserve | **13,920,143,303.37** | 12,765,186,452.38 |
| Less: Treasury stock | | |
| Other comprehensive income | **-237,811,987.08** | -258,720,408.70 |
| Including: Currency translation differences | **-234,850,518.05** | -214,259,421.71 |
| Special reserve | **818,984,778.35** | 812,877,902.96 |
| Surplus reserve | **5,938,917,559.45** | 5,938,917,559.45 |
| Undistributed profit | **76,249,406,241.24** | 74,588,200,436.03 |
| **Total owners' equity attributable to the Company** | **122,162,986,557.33** | 118,826,928,604.12 |
| Minority interests | **63,463,440,658.15** | 59,836,841,089.38 |
| **Total owners' equity** | **185,626,427,215.48** | 178,663,769,693.50 |
| **Total liabilities and owners' equity** | **483,292,967,236.11** | 461,300,038,931.56 |

| *Legal Representative:* | *Chief Accountant:* | *Head of the Accounting Department:* |
|---|---|---|
| **Zhou Yuxian** | **Chen Xuean** | **Pei Hongyan** |

**CONSOLIDATED INCOME STATEMENT**
*For the three months ended 31 March 2022*

**Prepared by: China National Building Material Company Limited***

*Currency: RMB*

| Item | January to March 2022 | January to March 2021 (Restated) |
|---|---|---|
| **I. Total operating revenue** | **48,154,389,694.32** | 47,855,860,026.52 |
| Including: Operating revenue | **48,154,389,694.32** | 47,855,860,026.52 |
| **II. Total operating costs** | **45,621,231,794.37** | 44,328,494,312.52 |
| Including: Operating cost | **38,384,164,841.97** | 36,208,514,630.66 |
| Tax and auxiliary charges | **690,438,141.35** | 566,905,331.30 |
| Selling expenses | **852,115,913.23** | 1,167,897,122.26 |
| Administrative expenses | **3,271,586,737.27** | 3,581,730,148.52 |
| R&D expenses | **823,712,140.28** | 918,197,469.63 |
| Finance costs | **1,599,214,020.27** | 1,885,249,610.15 |
| Others | | |
| Add: Other income | **303,314,675.75** | 279,270,181.47 |
| Investment income (loss stated with "-") | **1,431,609,616.31** | 539,919,541.88 |
| Net gain from exposure hedging (loss stated with "-") | | |
| Gains on fair value changes (loss stated with "-") | **-628,702,473.58** | -130,556,275.35 |
| Impairments loss on assets (loss stated with "-") | **1,118,037.97** | -66,535,387.56 |
| Impairments loss on credits (loss stated with "-") | **-32,288,294.20** | -136,710,347.29 |
| Gains on disposal of assets (loss stated with "-") | **80,530,342.87** | 106,471,673.92 |

| Item | | January to March 2022 | January to March 2021 (Restated) |
|---|---|---|---|
| III. | **Operating profit (loss stated with "-")** | **3,688,739,805.07** | 4,119,225,101.07 |
| | Add: Non-operating income | **114,927,707.62** | 142,701,784.97 |
| | Less: Non-operating expense | **62,638,144.19** | 70,123,453.56 |
| IV. | **Total profit (total loss stated with "-")** | **3,741,029,368.50** | 4,191,803,432.48 |
| | Less: Income tax expense | **968,221,134.31** | 1,138,454,184.98 |
| V. | **Net profit (net loss stated with "-")** | **2,772,808,234.19** | 3,053,349,247.50 |
| | Net profit attributable to the owners of the Company | **1,760,785,780.21** | 1,979,544,824.81 |
| | Minority interests | **1,012,022,453.98** | 1,073,804,422.69 |

*Legal Representative:*
**Zhou Yuxian**

*Chief Accountant:*
**Chen Xuean**

*Head of the Accounting Department:*
**Pei Hongyan**

**CONSOLIDATED CASH FLOW STATEMENT**
*For the three months ended 31 March 2022*

**Prepared by: China National Building Material Company Limited***

*Currency: RMB*

| Item | | January to March 2022 | January to March 2021 (Restated) |
|---|---|---|---|
| I. | **Cash flows from operating activities:** | | |
| | Cash received from product sales and rendering services | **43,446,260,567.37** | 48,308,574,751.76 |
| | Refund of taxes and levies received | **320,437,020.81** | 355,003,004.71 |
| | Cash received relating to other operating activities | **2,842,731,310.75** | 2,686,205,014.11 |
| | **Sub-total of cash inflows from operating activities** | **46,609,428,898.93** | 51,349,782,770.58 |
| | Cash paid for purchase of goods and receipt of services | **36,238,892,661.82** | 37,548,437,625.90 |
| | Cash paid to and paid for employees | **7,225,773,887.55** | 6,109,094,509.04 |
| | Taxes and auxiliary charges paid | **5,886,779,714.11** | 5,931,852,162.39 |
| | Cash paid relating to other operating activities | **3,960,096,510.32** | 3,927,431,903.83 |
| | **Sub-total of cash outflows from operating activities** | **53,311,542,773.80** | 53,516,816,201.16 |
| | **Net cash flows from operating activities** | **-6,702,113,874.87** | -2,167,033,430.58 |

| Item | | January to March 2022 | January to March 2021 (Restated) |
|---|---|---|---|
| II. | **Cash flows from investing activities:** | | |
| | Cash received from disposal of investments | **5,367,635,995.25** | 1,918,105,665.47 |
| | Cash received from returns on investments | **121,486,624.95** | 74,723,077.23 |
| | Net cash received from disposal of fixed assets, intangible assets and other long-term assets | **217,395,122.03** | 223,000,409.85 |
| | Net cash received from disposal of subsidiaries and other operating entities | **33,485,300.00** | |
| | Cash received relating to other investing activities | | |
| | **Sub-total of cash inflows from investing activities** | **5,740,003,042.23** | 2,215,829,152.55 |
| | Cash paid for acquiring fixed assets, intangible assets and other long-term assets | **4,614,644,083.95** | 5,211,134,593.78 |
| | Cash paid for investment | **4,801,494,002.58** | 1,596,532,477.38 |
| | Net cash paid for acquisition of subsidiaries and other operating entities | **9,657,445.55** | 35,409,828.26 |
| | Cash paid relating to other investing activities | | |
| | **Sub-total of cash outflows from investing activities** | **9,425,795,532.08** | 6,843,076,899.42 |
| | **Net cash flows from investing activities** | **-3,685,792,489.85** | -4,627,247,746.87 |

| Item | January to March 2022 | January to March 2021 (Restated) |
|---|---|---|
| **III. Cash flows from financing activities:** | | |
| Cash received from investments | **7,677,432,851.05** | 218,259,500.00 |
| Cash received from borrowings | **46,356,641,081.32** | 40,532,776,902.25 |
| Cash received relating to other financing activities | **770,766,177.22** | 773,048,913.83 |
| **Sub-total of cash inflows from financing activities** | **54,804,840,109.59** | 41,524,085,316.08 |
| Cash paid for repayments of liabilities | **30,206,318,372.45** | 26,114,550,131.02 |
| Cash paid for dividend, profit distribution or interest repayment | **2,024,536,205.01** | 1,625,697,616.63 |
| Cash paid relating to other financing activities | **3,586,032,317.66** | 3,410,705,917.33 |
| **Sub-total of cash outflows from financing activities** | **35,816,886,895.12** | 31,150,953,664.98 |
| **Net cash flows from financing activities** | **18,987,953,214.47** | 10,373,131,651.10 |
| **IV. Effect of foreign exchange rates under changes on cash and cash equivalents** | **-74,898,468.17** | -28,457,571.17 |
| **V. Net increase in cash and cash equivalents** | **8,525,148,381.58** | 3,550,392,902.48 |
| Add: Balance of cash and cash equivalents at the beginning of the period | **27,260,214,775.78** | 29,823,908,972.16 |
| **VI. Balance of cash and cash equivalents at the end of the period** | **35,785,363,157.36** | 33,374,301,874.64 |

*Legal Representative:* **Zhou Yuxian** *Chief Accountant:* **Chen Xuean** *Head of the Accounting Department:* **Pei Hongyan**

## 2. FINANCIAL INFORMATION OF THE COMPANY

### BALANCE SHEET

*As at 31 March 2022*

**Prepared by: China National Building Material Company Limited***

*Currency: RMB*

| Item | 31 March 2022 | 31 December 2021 |
|---|---|---|
| **Current assets:** | | |
| Cash and bank balance | **3,725,284,981.00** | 1,092,196,072.48 |
| Financial assets held for trading | **672,136,803.18** | 672,136,803.18 |
| Financial assets at fair value through profit or loss | | |
| Derivative financial assets | | |
| Notes receivable | | |
| Accounts receivable | | |
| Financing receivable | | |
| Prepayments | **160,000.00** | 160,000.00 |
| Other receivables | **73,661,015,424.04** | 66,237,178,541.36 |
| Inventories | | |
| Contract assets | | |
| Assets held-for-sale | | |
| Non-current assets due within one year | | |
| Other current assets | **11,218,209.07** | 9,376,157.73 |
| **Total current assets** | **78,069,815,417.29** | 68,011,047,574.75 |

| Item | **31 March 2022** | 31 December 2021 |
|---|---|---|
| **Non-current assets:** | | |
| Debt investments | | |
| Available-for-sale financial assets | | |
| Other debt investments | | |
| Held-to-maturity investments | | |
| Long-term receivables | | |
| Long-term equity investments | **63,898,877,484.15** | 63,106,406,375.09 |
| Investments in other equity instruments | | |
| Other non-current financial assets | | |
| Investment properties | | |
| Fixed assets | **1,068,322,423.00** | 1,079,151,302.99 |
| Construction in progress | **8,531,563.32** | 5,057,699.12 |
| Productive biological assets | | |
| Oil and gas assets | | |
| Right-of-use assets | | |
| Intangible assets | **170,631.45** | 250,438.53 |
| Development expenses | | |
| Goodwill | | |
| Long-term deferred expenditures | | |
| Deferred income tax assets | | |
| Other non-current assets | **220,000.00** | 220,000.00 |
| **Total non-current assets** | **64,976,122,101.92** | 64,191,085,815.73 |
| **Total assets** | **143,045,937,519.21** | 132,202,133,390.48 |

| Item | **31 March 2022** | 31 December 2021 |
|---|---|---|
| **Current liabilities:** | | |
| Short-term borrowings | **17,130,000,000.00** | 5,030,000,000.00 |
| Held-for-trading financial liabilities | | |
| Financial liabilities at fair value through profit or loss | | |
| Derivative financial liabilities | | |
| Notes payable | | |
| Accounts payable | **7,161,766.09** | 7,161,766.09 |
| Payment received in advance | | |
| Contract liabilities | | |
| Payroll payable | **14,856,950.41** | 12,350,358.56 |
| Taxes payable | **266,774.23** | 645,111.94 |
| Other payables | **3,397,960,320.97** | 3,354,219,513.53 |
| Liabilities held-for-sale | | |
| Non-current liabilities due within one year | **8,900,208,285.44** | 14,604,436,498.24 |
| Other current liabilities | | |
| **Total current liabilities** | **29,450,454,097.14** | 23,008,813,248.36 |
| **Non-current liabilities:** | | |
| Long-term borrowings | **13,564,200,000.00** | 13,424,200,000.00 |
| Debentures payable | **24,227,173,241.53** | 20,806,795,178.05 |
| Lease liabilities | | |
| Long-term payables | | |
| Long-term employees' remuneration payable | **31,453,055.12** | 29,827,000.00 |
| Accrued liabilities | | |
| Deferred income | | |
| Deferred income tax liabilities | | |
| Other non-current liabilities | | |
| **Total non-current liabilities** | **37,822,826,296.65** | 34,260,822,178.05 |
| **Total liabilities** | **67,273,280,393.79** | 57,269,635,426.41 |

| Item | **31 March 2022** | 31 December 2021 |
|---|---|---|
| **Owners' equity:** | | |
| Paid-up capital (or share capital) | **8,434,770,662.00** | 8,434,770,662.00 |
| Other equity instruments | **17,038,576,000.00** | 16,545,696,000.00 |
| Including: Preference shares | | |
| Perpetual debentures | **17,038,576,000.00** | 16,545,696,000.00 |
| Capital reserve | **14,344,798,176.65** | 14,344,798,176.65 |
| Less: Treasury stock | | |
| Other comprehensive income | **-130,491,941.77** | -130,491,941.77 |
| Including: Currency translation differences | | |
| Special reserve | | |
| Surplus reserve | **5,562,706,240.28** | 5,562,706,240.28 |
| Undistributed profit | **30,522,297,988.26** | 30,175,018,826.91 |
| **Total owners' equity attributable to the Company** | **75,772,657,125.42** | 74,932,497,964.07 |
| Minority interests | | |
| **Total owners' equity** | **75,772,657,125.42** | 74,932,497,964.07 |
| **Total liabilities and owners' equity** | **143,045,937,519.21** | 132,202,133,390.48 |

| *Legal Representative:* | *Chief Accountant:* | *Head of the Accounting Department:* |
|---|---|---|
| **Zhou Yuxian** | **Chen Xuean** | **Pei Hongyan** |

## INCOME STATEMENT

*For the three months ended 31 March 2022*

**Prepared by: China National Building Material Company Limited***

*Currency: RMB*

| Item | | **January to March 2022** | January to March 2021 |
|---|---|---|---|
| **I.** | **Total operating revenue** | | |
| | Including: Operating revenue | | |
| **II.** | **Total operating costs** | **118,073,616.31** | 92,134,327.85 |
| | Including: Operating cost | | |
| | Tax and auxiliary charges | **1,727,759.25** | 73,669.70 |
| | Selling expenses | | |
| | Administrative expenses | **94,364,663.80** | 84,903,982.11 |
| | R&D expenses | | |
| | Finance costs | **21,981,193.26** | 7,156,676.04 |
| | Others | | |
| | Add: Other income | **1,737,941.67** | |
| | Investment income (loss stated with "-") | **564,573,081.51** | 292,767,085.44 |
| | Net gain from exposure hedging (loss stated with "-") | | |
| | Gains on fair value changes (loss stated with "-") | | |
| | Impairments loss on assets (loss stated with "-") | | |
| | Impairments loss on credits (loss stated with "-") | | |
| | Gains on disposal of assets (loss stated with "-") | | |

| Item | | **January to March 2022** | January to March 2021 |
|---|---|---|---|
| **III.** | **Operating profit (loss stated with "-")** | **448,237,406.87** | 200,632,757.59 |
| | Add: Non-operating income | | 340,605.10 |
| | Less: Non-operating expense | **1,378,270.52** | 4,714,087.47 |
| **IV.** | **Total profit (total loss stated with "-")** | **446,859,136.35** | 196,259,275.22 |
| | Less: Income tax expense | | |
| **V.** | **Net profit (net loss stated with "-")** | **446,859,136.35** | 196,259,275.22 |
| | Net profit attributable to the owners of the Company | **446,859,136.35** | 196,259,275.22 |
| | Minority interests | | |

*Legal Representative:*
**Zhou Yuxian**

*Chief Accountant:*
**Chen Xuean**

*Head of the Accounting Department:*
**Pei Hongyan**

## CASH FLOW STATEMENT

*For the three months ended 31 March 2022*

**Prepared by: China National Building Material Company Limited***

*Currency: RMB*

| Item | | January to March 2022 | January to March 2021 |
|---|---|---|---|
| **I.** | **Cash flows from operating activities:** | | |
| | Cash received from product sales and rendering services | | 72,432.36 |
| | Refund of taxes and levies received | **1,737,941.67** | |
| | Cash received relating to other operating activities | **11,841,817.26** | 11,973,241.73 |
| | **Sub-total of cash inflows from operating activities** | **13,579,758.93** | 12,045,674.09 |
| | Cash paid for purchase of goods and receipt of services | | |
| | Cash paid to and paid for employees | **70,832,338.11** | 61,554,456.39 |
| | Taxes and auxiliary charges paid | **2,324,571.08** | 682,611.36 |
| | Cash paid relating to other operating activities | **7,084,043,984.77** | 2,734,336,221.90 |
| | **Sub-total of cash outflows from operating activities** | **7,157,200,893.96** | 2,796,573,289.65 |
| | **Net cash flows from operating activities** | **-7,143,621,135.03** | -2,784,527,615.56 |

| Item | | January to March 2022 | January to March 2021 |
|---|---|---|---|
| **II.** | **Cash flows from investing activities:** | | |
| | Cash received from disposal of investments | | 84,471,634.22 |
| | Cash received from returns on investments | **7,105,046.60** | |
| | Net cash received from disposal of fixed assets, intangible assets and other long-term assets | | |
| | Net cash received from disposal of subsidiaries and other operating entities | | |
| | Cash received relating to other investing activities | | |
| | **Sub-total of cash inflows from investing activities** | **7,105,046.60** | 84,471,634.22 |
| | Cash paid for acquisition and construction of fixed assets, intangible assets and other long-term assets | **6,330,009.17** | 2,297,897.16 |
| | Cash paid for investment | **229,454,821.58** | 158,039,333.61 |
| | Net cash paid for acquisition of subsidiaries and other operating entities | | |
| | Cash paid relating to other investing activities | | |
| | **Sub-total of cash outflows from investing activities** | **235,784,830.75** | 160,337,230.77 |
| | **Net cash flows from investing activities** | **-228,679,784.15** | -75,865,596.55 |

| Item | | **January to March 2022** | January to March 2021 |
|---|---|---|---|
| **III.** | **Cash flows from financing activities:** | | |
| | Cash received from investments | **2,000,000,000.00** | |
| | Cash received from borrowings | **18,200,000,000.00** | 9,850,000,000.00 |
| | Cash received relating to other financing activities | | |
| | **Sub-total of cash inflows from financing activities** | **20,200,000,000.00** | 9,850,000,000.00 |
| | Cash paid for repayments of liabilities | **8,253,000,000.00** | 4,476,000,000.00 |
| | Cash paid for dividend, profit distribution or interest repayment | **427,193,609.46** | 547,394,380.70 |
| | Cash paid relating to other financing activities | **1,514,416,562.84** | 22,079,897.73 |
| | **Sub-total of cash outflows from financing activities** | **10,194,610,172.30** | 5,045,474,278.43 |
| | **Net cash flows from financing activities** | **10,005,389,827.70** | 4,804,525,721.57 |
| **IV.** | **Effect of foreign exchange rates under changes on cash and cash equivalents** | | |
| **V.** | **Net increase in cash and cash equivalents** | **2,633,088,908.52** | 1,944,132,509.46 |
| | Add: Balance of cash and cash equivalents at the beginning of the period | **891,670,224.60** | 2,336,242,820.99 |
| **VI.** | **Balance of cash and cash equivalents at the end of the period** | **3,524,759,133.12** | 4,280,375,330.45 |

| *Legal Representative:* | *Chief Accountant:* | *Head of the Accounting Department:* |
|---|---|---|
| **Zhou Yuxian** | **Chen Xuean** | **Pei Hongyan** |

This announcement is made pursuant to Rule 13.09 of the Listing Rules and Part XIVA of the Securities and Futures Ordinance (Cap. 571 of the Laws of Hong Kong). The financial information in this announcement is prepared in accordance with PRC GAAP and has not been audited. The shareholders and potential investors are advised to exercise caution when dealing in the shares of the Company.

## DEFINITIONS

In this announcement, the following terms shall have the following meanings unless the context requires otherwise:

| | |
|---|---|
| "Company" | China National Building Material Company Limited* (中國建材股份有限公司), a joint stock limited company incorporated under the laws of the PRC, the H shares of which are listed on The Stock Exchange of Hong Kong Limited |
| "Group" | the Company and its subsidiaries |
| "Listing Rules" | the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited |
| "PRC" | the People's Republic of China, excluding, for the purpose of this announcement only, the Hong Kong Special Administrative Region, the Macau Special Administrative Region, and Taiwan |
| "PRC GAAP" | the relevant accounting principles and financial regulations as promulgated in the PRC |
| "RMB" | Renminbi yuan, the lawful currency of the PRC |

By order of the Board
**China National Building Material Company Limited***
**Pei Hongyan**
*Secretary of the Board*

Beijing, the PRC
29 April 2022

*As at the date of this announcement, the board of directors of the Company comprises Mr. Zhou Yuxian, Mr. Chang Zhangli, Mr. Fu Jinguang, Mr. Xiao Jiaxiang and Mr. Wang Bing as executive directors, Mr. Li Xinhua, Mr. Wang Yumeng, Mr. Peng Shou, Mr. Shen Yungang and Ms. Fan Xiaoyan as non-executive directors and Mr. Sun Yanjun, Mr. Liu Jianwen, Mr. Zhou Fangsheng, Mr. Li Jun and Ms. Xia Xue as independent non-executive directors.*

* *For identification purposes only*