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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)

ANNUAL RESULTS ANNOUNCEMENT FOR THE YEAR ENDED 31 DECEMBER 2024

FINANCIAL HIGHLIGHTS

For the year ended 31 December 2024:

- Net profit attributable to shareholders of the Company was RMB5,235 million, representing an increase of 6.3% as compared to the same period in the prior year;
- Earnings per share of the Company was RMB0.81, representing an increase of 6.6% as compared to the same period in the prior year;
- Weighted average return on net assets of the Company was 12.65%, basically as same as the prior year; and
- Asset-liability ratio of the Company was 25.43%, representing a decrease of 0.7 percentage point as compared to the end of the prior year (i.e. 31 December 2023).

The Board is pleased to announce the consolidated annual results of the Company and its subsidiaries for the year ended 31 December 2024. Such annual results have been reviewed by the Audit Committee.

CONSOLIDATED BALANCE SHEET

AS AT 31 DECEMBER 2024

(All amounts in RMB Yuan unless otherwise stated)

ASSETS	Note	31 December 2024	31 December 2023
Current assets			
Cash at bank and on hand		12,673,129,712	10,934,026,950
Financial assets held for trading		8,050,643	284,562,083
Notes receivable		40,439,871	83,814,533
Accounts receivable	4	2,084,840,524	1,952,312,395
Financing receivables		212,131,274	314,538,178
Prepayments		139,293,759	126,611,960
Other receivables		835,529,050	668,058,871
Including: Dividend receivable		28,841,483	33,615,186
Inventories		40,688,042	51,604,817
Contract assets		209,406,760	89,441,090
Available-for-sale assets		67,566,466	84,925,902
Current portion of non-current assets		1,835,461	4,184,479
Other current assets		320,558,682	197,410,270
Total current assets		16,633,470,244	14,791,491,528
Non-current assets			
Long-term receivables		30,651,120	31,217,303
Long-term equity investments		14,510,953,242	14,045,730,100
Other non-current financial assets		357,184,402	393,840,402
Investment properties		281,359,781	208,311,370
Fixed assets		24,584,191,817	23,728,480,297
Construction in progress		1,247,843,145	1,757,339,288
Right-of-use assets		569,786,431	555,717,415
Intangible assets		2,954,809,873	3,070,313,078
Development expenses		56,311,304	42,279,529
Including: Data resource		186,707	-
Goodwill		28,014,688	28,014,688
Long-term prepaid expenses		51,439,310	61,493,616
Deferred tax assets		891,512,245	910,182,364
Other non-current assets		552,225,858	621,449,665
Total non-current assets		46,116,283,216	45,454,369,115
TOTAL ASSETS		62,749,753,460	60,245,860,643

CONSOLIDATED BALANCE SHEET (CONT'D)**AS AT 31 DECEMBER 2024**

(All amounts in RMB Yuan unless otherwise stated)

LIABILITIES AND SHAREHOLDERS' EQUITY	Note	31 December 2024	31 December 2023
Current liabilities			
Short-term borrowings		95,332,649	126,411,604
Notes payable		485,891,250	917,624,305
Accounts payable	5	1,612,906,291	1,870,122,136
Advances from customers		9,583,505	5,482,745
Contract liabilities		278,861,998	315,410,460
Employee benefits payable		743,671,659	669,288,869
Taxes payable		362,277,426	353,882,889
Other payables		4,224,759,266	3,815,970,467
Including: Dividend payable		8,298,733	42,676,147
Current portion of non-current liabilities		564,440,298	452,224,323
Other current liabilities		24,993,499	27,621,665
Total current liabilities		8,402,717,841	8,554,039,463
Non-current liabilities			
Long-term borrowings		1,997,892,490	1,791,983,620
Lease liabilities		318,917,796	289,111,936
Long-term payables		284,423,410	205,376,025
Deferred income		336,396,009	336,794,453
Long-term employee benefits payable		2,681,310,000	2,394,130,000
Deferred tax liabilities		56,769,693	55,371,959
Other non-current liabilities		1,879,239,822	2,080,390,497
Total non-current liabilities		7,554,949,220	7,153,158,490
Total liabilities		15,957,667,061	15,707,197,953
Shareholders' equity			
Share capital		6,491,100,000	6,491,100,000
Capital reserve		11,725,620,802	11,734,763,579
Other comprehensive income		(572,243,667)	(185,948,952)
Specific reserve		15,925,932	8,474,502
Surplus reserve		3,234,169,702	2,802,635,193
Undistributed profits		21,593,359,687	19,426,032,436
Total equity attributable to shareholders of the Company		42,487,932,456	40,277,056,758
Non-controlling interests		4,304,153,943	4,261,605,932
Total shareholders' equity		46,792,086,399	44,538,662,690
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		62,749,753,460	60,245,860,643

Note: In this annual results announcement, "-" represents zero.

CONSOLIDATED INCOME STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2024
(All amounts in RMB Yuan unless otherwise stated)

Item	Note	2024	2023
1. Revenue	7	18,940,998,482	18,173,127,837
Less: Cost of sales	7	(12,227,050,017)	(11,701,547,804)
Taxes and surcharges	8	(171,773,990)	(149,301,585)
Selling and distribution expenses		(65,034,687)	(76,144,877)
General and administrative expenses		(1,067,117,408)	(1,036,929,838)
Research and development expenses		(104,984,525)	(104,938,473)
Financial expenses		(60,191,416)	(108,776,748)
Including: Interest expenses		(123,906,331)	(161,761,849)
Interest income		138,734,024	129,239,158
Add: Other income		119,790,583	146,429,488
Investment income		1,693,245,194	1,570,333,550
Including: Investment income from associates and joint ventures		1,656,628,568	1,531,223,264
Gains on changes in fair value		4,630,742	(560,505)
Credit impairment losses		(15,166,947)	49,476,401
Asset impairment losses		(3,910,103)	(23,318,314)
Gains on disposal of assets		30,023,524	15,340,513
2. Operating profit		7,073,459,432	6,753,189,645
Add: Non-operating income		11,696,626	41,475,327
Less: Non-operating expenses		(17,370,209)	(4,921,317)
3. Total profit		7,067,785,849	6,789,743,655
Less: Income tax expenses	9	(1,335,521,464)	(1,272,079,584)
4. Net profit		5,732,264,385	5,517,664,071
Including: Net profit of the acquiree in a business combination under common control before the combination date		-	-
Classified by continuity of operations			
Net profit from continuing operations		5,732,264,385	5,517,664,071
Net profit from discontinued operations		-	-
Classified by ownership of the equity			
Minority interests		497,366,915	594,342,382
Attributable to shareholders of the Company		5,234,897,470	4,923,321,689

CONSOLIDATED INCOME STATEMENT (CONT'D)
FOR THE YEAR ENDED 31 DECEMBER 2024
(All amounts in RMB Yuan unless otherwise stated)

Item	Note	2024	2023
5. Other comprehensive income, net of tax		(400,395,990)	(162,424,770)
Attributable to shareholders of the Company, net of tax		(386,294,715)	(150,147,724)
Other comprehensive income items which will not be subsequently reclassified to profit or loss			
Changes in remeasurement of defined benefit plan obligations		(365,358,725)	(148,332,954)
Shares of other comprehensive income of the investee accounted for using equity method that will not be subsequently reclassified to profit or loss		(15,691,466)	(6,585,734)
Other comprehensive income items which will be subsequently reclassified to profit or loss			
Changes in fair value of other debt investments		-	-
Shares of other comprehensive income of the investee accounted for using equity method that will be subsequently reclassified to profit or loss		(5,244,524)	4,770,964
Other comprehensive income, net of tax, attributable to non-controlling interests		(14,101,275)	(12,277,046)
6. Total comprehensive income		5,331,868,395	5,355,239,301
Attributable to shareholders of the Company		4,848,602,755	4,773,173,965
Attributable to non-controlling interests		483,265,640	582,065,336
7. Earnings per share	10		
Basic earnings per share (RMB)		0.81	0.76
Diluted earnings per share (RMB)		0.81	0.76

Notes

1 General Information of the Company

The Company is a joint stock limited company incorporated in Qingdao of Shandong Province of PRC on 15 November 2013 (the “**Company’s Date of Incorporation**”) by Qingdao Port Group, as the leading promoter, together with Malai Storage (Shenzhen) Co., Ltd. (now renamed as China Merchants Port Modern Logistics Technology (Shenzhen) Co., Ltd.* (招商局港口現代物流科技(深圳)有限公司)), Qingdao Ocean Shipping Co., Ltd. (now renamed as COSCO Shipping (Qingdao) Co., Ltd.*(中遠海運(青島)有限公司)), China Shipping Terminal Development Co., Ltd., Everbright (Qingdao) Financial Leasing Co., Ltd. and Qingdao International Investment Co., Ltd., with its current registered address at No. 12 Jingba Road, Huangdao District, Qingdao, Shandong Province, PRC.

The H shares of the Company were listed on the main board of the Hong Kong Stock Exchange on 6 June 2014.

The completion of the placing of 243,000,000 new H shares of the Company took place on 18 May 2017 at the placing price of HKD4.32 per H share (equivalent to approximately RMB3.81). The number of total issued share capital of the Company increased to 5,021,204,000 shares as a result of the completion of the placing.

The Company made private placement of 1,015,520,000 domestic shares to Shanghai China Shipping Terminal on 22 May 2017 at a subscription price of RMB5.71 per share. After the completion of the private placement of the domestic shares, the number of total share capital of the Company increased to 6,036,724,000 shares.

The Company completed the initial public offering of 454,376,000 ordinary shares (A shares) and was listed on the main board of Shanghai Stock Exchange on 21 January 2019, with a par value of RMB1.00 per share at the issuing price of RMB4.61 per share. After the completion of the A Share Offering, the number of total share capital of the Company increased to 6,491,100,000 shares.

As at 31 December 2024, the total share capital of the Company was 6,491,100,000 shares with a par value of RMB1.00 per share, including 5,392,075,000 A shares and 1,099,025,000 H shares, accounting for 83.07% and 16.93% of the total share capital of the Company, respectively, among which, Qingdao Port Group held 55.77% equity interests of the Company in total, directly and indirectly

The Company’s controlling shareholder is Qingdao Port Group, the Company’s ultimate parent company is Shandong Port Group, and the Company’s de facto controller is Shandong SASAC.

1 General Information of the Company (Cont'd)

The scope of business of the Group includes port and port-related business such as stevedoring, stacking, logistics of all kinds of import and export goods, including containers, metal ores, coal, crude oil, grains and break bulk cargo, and port ancillary business such as supplying electricity power, fuel, etc. in port areas.

2 Preparation basis of financial statements

The financial statements are prepared in accordance with *the Accounting Standard for Business Enterprises - Basic Standard*, and the specific accounting standards and other relevant regulations issued by the Ministry of Finance on 15 February 2006 and in subsequent periods (hereinafter collectively referred to as the “**Accounting Standards for Business Enterprises**”); and are also prepared in accordance with *the Public Information Disclosure and Compilation Rules for Public Offering of Securities No. 15 - General Provisions for Financial Reporting* issued by CSRC.

The financial statements are prepared on a going concern basis.

The new *Hong Kong Companies Ordinance* came into effect from 3 March 2014. Certain disclosures in the financial statements have been disclosed in accordance with the requirements therein.

(a) Preparation basis of consolidated financial statements

Prior to the establishment of the Company, Qingdao Port Group was reorganized under the plan approved by Qingdao SASAC and transferred certain business into the Company; therefore, the matter was deemed as business combination involving enterprises under common control. Pursuant to the Accounting Standards for Business Enterprises, at preparation of the consolidated financial statements of the Group, the assets and liabilities contributed by Qingdao Port Group at the Company's Date of Incorporation remain presented at their original carrying amounts rather than at the appraisal values approved by the competent state-owned assets management authorities in the reorganization. The difference between the appraisal values and the carrying amounts is charged against the shareholders' equity in the consolidated financial statements.

2 Preparation basis of financial statements (Cont'd)

However, certain subsidiaries of the Company appraised their assets and liabilities in the process of transformation from non-company enterprises into limited liability companies. In the light of *Interpretation No. 1 to the Accounting Standards for Business Enterprises*, the assets and liabilities of such reorganized companies shall, on the incorporation dates, be consolidated into the consolidated financial statements of the Group based on the appraisal values approved by the state-owned assets management authorities.

(b) Preparation basis of the Company's financial statements

At preparation of the Company's financial statements, the assets and liabilities of Qingdao Port Group that were contributed into the Company are recognized based on the appraisal values approved by the state-owned assets management authorities, stated on the Company's balance sheet.

3 Significant changes in accounting policies

(a) Provisions of *Interpretation No. 17 to the Accounting Standards for Business Enterprises* (Cai Kuai [2023] No. 21) ("**Interpretation No. 17**") on "Classification of Current and Non-Current Liabilities": Interpretation No. 17 standardized the "Classification of Current and Non-Current Liabilities", "Disclosure of Supplier Financing Arrangements" and "Accounting Treatment for Sale and Leaseback Transactions", which were effective from 1 January 2024.

The Group adopted these provisions from 1 January 2024 and adjusted comparative period information accordingly. After assessment, the Group concluded that the adoption of this interpretation has no material impact on the Group's financial statements.

(b) Provisions of *Interpretation No. 18 to the Accounting Standards for Business Enterprises* (Cai Kuai [2024] No. 24) ("**Interpretation No. 18**") on "Accounting Treatment for Assurance-type Warranty Obligations Not Constituting Separate Performance Obligations": Interpretation No. 18 required that provisions for assurance-type warranties be recognized under "Cost of sales from main operations" and "Cost of sales from other operations" instead of "Selling and distribution expenses", which were effective upon issuance.

The Group adopted this provision from the issuance date and adjusted comparative period information accordingly. After assessment, the Group concluded that the adoption of this interpretation has no material impact on the Group's financial statements.

4 Accounts receivable

	31 December 2024	31 December 2023
Accounts receivable	2,228,642,440	2,103,632,270
Less: Bad debt provision	<u>(143,801,916)</u>	<u>(151,319,875)</u>
Total	<u>2,084,840,524</u>	<u>1,952,312,395</u>

The Group's certain businesses are settled partially in form of cash, advances from customers, bank acceptance notes or trade acceptance notes. Remaining businesses are settled primarily with credit terms between 30 and 90 days.

The aging of accounts receivables based on their recording dates is analyzed as follows:

	31 December 2024	31 December 2023
Within 1 year	2,050,071,465	1,909,996,335
1 to 2 years	83,581,918	127,824,667
2 to 3 years	66,766,435	36,175,845
Over 3 years	<u>28,222,622</u>	<u>29,635,423</u>
Total	<u>2,228,642,440</u>	<u>2,103,632,270</u>

Accounts receivable is mainly recorded based on the date of transaction. The aging of accounts receivable represented based on their recording dates is basically the same as the aging represented based on the dates of invoice.

5 Accounts payable

	31 December 2024	31 December 2023
Subcontract handling expenses payable	576,592,030	731,135,637
Repair expenses payable	201,184,179	218,940,240
Transportation expenses payable	177,485,359	254,000,724
Subcontract agency fee payable	160,632,964	223,852,316

Material expenditure payable	158,076,217	136,915,940
Subcontract costs payable	143,504,088	94,346,218
Warehousing expenses payable	59,295,512	111,725,076
Rental expenses payable	30,548,477	36,712,204
Others	105,587,465	62,493,781
Total	1,612,906,291	1,870,122,136

The aging of accounts payable based on their recording dates is analyzed as follows:

	31 December 2024	31 December 2023
Within 1 year	1,213,498,690	1,638,349,762
Over 1 year	399,407,601	231,772,374
Total	1,612,906,291	1,870,122,136

Accounts payable are mainly recorded based on the date of transaction. The aging of accounts payable represented based on their recording dates is basically the same as that represented based on the dates of invoice.

6 Dividends

Pursuant to the resolution of the Board on 28 March 2025, the Board proposed to distribute 45% of Distributable Profits for the year of 2024 as dividends, with the total dividend amounting to RMB2,038.8545 million (tax inclusive). This represents approximately 39% of the net profit attributable to the Company's shareholders in the consolidated financial statements. Based on the total share capital of 6,491,100,000 shares of the Company to calculate, the Company proposes to distribute a dividend of RMB3.141 per 10 shares (tax inclusive) to all shareholders of the Company.

Pursuant to the resolution of the second extraordinary general meeting of 2024 of the Company dated 8 November 2024, the Company has distributed interim dividend of RMB736.0907 million (distribution of dividend at RMB1.134 per 10 shares, tax inclusive) to all shareholders of the Company on 30 December 2024, the remaining dividend of RMB1,302.7638 million (distribution of dividend at RMB2.007 per 10 shares, tax inclusive) will be paid on 25 August 2025. The above proposal is subject to the approval at the 2024 AGM.

7 Revenue and cost of sales

	Year ended 31 December 2024	Year ended 31 December 2023
Revenue from main operations	17,596,120,045	16,820,882,823
Revenue from other operations	1,344,878,437	1,352,245,014
Total	<u>18,940,998,482</u>	<u>18,173,127,837</u>

	Year ended 31 December 2024	Year ended 31 December 2023
Cost of sales from main operations	(11,329,844,146)	(10,796,002,114)
Cost of sales from other operations	(897,205,871)	(905,545,690)
Total	<u>(12,227,050,017)</u>	<u>(11,701,547,804)</u>

8 Taxes and surcharges

	Year ended 31 December 2024	Year ended 31 December 2023
Land use tax	71,413,027	68,439,022
City maintenance and construction tax	31,160,086	22,057,574
Educational surcharge	22,257,197	15,784,982
Property tax	20,664,609	17,701,724
Stamp duty	12,506,127	11,165,940
Others	13,772,944	14,152,343
Total	<u>171,773,990</u>	<u>149,301,585</u>

9 Income tax expenses

	Year ended 31 December 2024	Year ended 31 December 2023
Current income tax calculated based on tax law and related regulations	1,315,453,611	1,216,448,738
Deferred income tax	20,067,853	55,630,846
Total	<u>1,335,521,464</u>	<u>1,272,079,584</u>

The reconciliation from income tax calculated based on the applicable tax rates and total profit presented in the consolidated income statements to the income tax expenses is listed below:

	Year ended 31 December 2024	Year ended 31 December 2023
Total profit	<u>7,067,785,849</u>	<u>6,789,743,655</u>
Income tax expenses calculated at applicable tax rates	1,766,946,462	1,697,435,914
The effect of preferential tax rates	(28,760,125)	(80,660,414)
Investment income not subject to tax	(416,488,447)	(382,805,816)
Additional deduction of employee benefits of the disabled	(1,033,994)	(853,514)
Costs, expenses and losses not deductible for tax purposes	20,657,521	52,902,640
Deductible temporary differences not recognized as deferred tax assets in the current period	-	2,150,259
Deductible losses not recognized as deferred tax assets in the current period	21,634,635	-
Utilization of previously unrecognized deductible losses	<u>(27,434,588)</u>	<u>(16,089,485)</u>
Income tax expenses	<u>1,335,521,464</u>	<u>1,272,079,584</u>

10 Earnings per share

(a) *Basic earnings per share*

Basic earnings per share is calculated by dividing consolidated net profit attributable to ordinary shareholders of the Company by the weighted average number of ordinary shares outstanding:

	Year ended 31 December 2024	Year ended 31 December 2023
Consolidated net profit attributable to ordinary shareholders of the Company	5,234,897,470	4,923,321,689
Weighted average number of ordinary shares outstanding	<u>6,491,100,000</u>	<u>6,491,100,000</u>
Basic earnings per share	<u>0.81</u>	<u>0.76</u>

Including:

- Basic earnings per share from continuing operations	0.81	0.76
- Basic earnings per share from discontinued operations	-	-

(b) *Diluted earnings per share*

Diluted earnings per share is calculated by dividing net profit attributable to ordinary shareholders of the Company adjusted based on the dilutive potential ordinary shares by the adjusted weighted average number of ordinary shares outstanding. As there were no dilutive potential ordinary shares for the year ended 31 December 2024 (for the year ended 31 December 2023: nil), the diluted earnings per share was equal to basic earnings per share.

11 Segment information

The Group's management assesses the Group's performance and determines reportable segments by service category. Different services require different technologies and marketing strategies, the Group, therefore, separately manages the production and operation of each reportable segment and evaluates their operating results respectively, in order to make decisions on resources allocation to these segments and to assess their performance.

The Group identified five reportable segments as follows:

- Container handling and ancillary services: engaged in stevedoring and storage of containers, port management and other business;
- Metal ore, coal and other cargo handling and ancillary services: engaged in stevedoring and storage of metal ore, coal, grains, break bulk cargo and other cargoes, port management and other business;
- Liquid bulk handling and ancillary services: engaged in stevedoring, storage, transportation of crude oil and other liquid bulk, port management and other business;
- Logistics and port value-added services: engaged in CFS business, logistics and transportation, freight forwarding, towing, tallying and other business; and
- Port ancillary services: engaged in supplying electricity power, fuel and other businesses in port areas.

The Group's major operational activities are carried out in mainland China. The Group's management does not separately manage the production and operation by region. Therefore, the Group's segment performance is not separately presented by region.

Inter-segment transfer prices are mutually agreed with reference to the market price. The assets are allocated based on the operations of the segment and the physical location of the asset. The liabilities are allocated based on the operations of the segment.

11 Segment information (Cont'd)

(a) Segment information for the year ended 31 December 2024 and as at 31 December 2024 is listed as follows:

	Container handling and ancillary services	Metal ore, coal and other cargo handling and ancillary services	Liquid bulk handling and ancillary port services	Logistics and port value-added services	Port ancillary services	Unallocated	Elimination among segments	Total
Revenue from external customers	1,677,903,813	4,481,813,817	3,669,731,804	7,571,462,312	1,540,086,736	-	-	18,940,998,482
Inter-segment revenue	239,823,633	162,182,157	837,130	75,226,589	1,039,091,568	-	(1,517,161,077)	-
External cost of sales	(384,709,945)	(3,509,078,009)	(1,511,588,212)	(5,750,687,738)	(1,070,986,113)	-	-	(12,227,050,017)
Inter-segment cost	(248,207,044)	(185,496,952)	(21,030,054)	(85,261,622)	(902,860,606)	-	1,442,856,278	-
Interest income	12,831,843	5,872,128	21,215,674	28,725,718	5,710,370	150,926,154	(86,547,863)	138,734,024
Interest expenses	(21,119,405)	(46,625,404)	(120,367,106)	(14,346,764)	(1,541,177)	(6,454,338)	86,547,863	(123,906,331)
Investment income from associates and joint ventures	1,185,664,373	7,645,395	163,166,202	130,184,698	157,281,281	(4,956,400)	17,643,019	1,656,628,568
Asset impairment losses	-	-	-	(316,340)	(3,593,763)	-	-	(3,910,103)
Credit impairment losses	(1,462,481)	(1,607,311)	5,185,177	(10,393,918)	(6,888,414)	-	-	(15,166,947)
Depreciation and amortization	(51,357,450)	(322,852,044)	(514,605,707)	(274,305,339)	(229,862,786)	(55,781,591)	-	(1,448,764,917)
Total Profit	2,389,907,019	687,712,010	2,122,596,204	1,694,448,573	575,332,573	(331,762,211)	(70,448,319)	7,067,785,849
Income tax expenses	(280,034,603)	(16,053,740)	(369,922,191)	(379,333,095)	(46,421,657)	(243,756,178)	-	(1,335,521,464)
Net Profit	2,109,872,416	671,658,270	1,752,674,013	1,315,115,478	528,910,916	(575,518,389)	(70,448,319)	5,732,264,385
Total assets	11,669,960,005	11,197,191,244	17,653,057,883	7,396,277,281	8,077,955,959	8,813,426,960	(2,058,115,872)	62,749,753,460
Total liabilities	940,910,986	2,856,338,772	5,224,135,510	2,238,349,610	4,888,318,021	2,140,341,726	(2,330,727,564)	15,957,667,061
Non-cash expenses other than depreciation and amortization	(572,358)	(25,380,000)	6,684,135	(355,567)	39,033,218	11,274,338	-	30,683,766
Long-term equity investments in associates and joint ventures	8,053,376,660	1,207,882,214	2,142,554,766	683,519,317	2,159,469,049	264,151,236	-	14,510,953,242
Additions of non-current assets (i)	19,419,540	629,061,378	573,868,961	169,233,632	417,435,703	8,064,942	(14,000,173)	1,803,083,983

(i) Non-current assets do not include financial assets, long-term equity investments and deferred tax assets.

11 Segment information (Cont'd)

(b) Segment information for the year ended 31 December 2023 and as at 31 December 2023 is listed as follows:

	Container handling and ancillary services	Metal ore, coal and other cargo handling and ancillary services	Liquid bulk handling and ancillary port services	Logistics and port value-added services	Port ancillary services	Unallocated	Elimination among segments	Total
Revenue from external customers	1,199,465,697	4,307,175,113	4,242,029,529	6,949,379,422	1,475,078,076	-	-	18,173,127,837
Inter-segment revenue	214,613,801	217,802,812	5,582,302	41,555,032	1,063,869,738	-	(1,543,423,685)	-
External cost of sales	(238,268,346)	(3,374,765,103)	(1,779,361,563)	(5,308,106,753)	(1,001,046,039)	-	-	(11,701,547,804)
Inter-segment cost	(175,864,876)	(239,387,383)	(33,798,838)	(50,219,111)	(971,826,958)	-	1,471,097,166	-
Interest income	8,520,723	5,778,993	26,183,573	29,684,109	7,955,306	147,145,975	(96,029,521)	129,239,158
Interest expenses	(26,173,677)	(62,097,142)	(143,559,796)	(19,327,505)	(1,343,287)	(5,289,963)	96,029,521	(161,761,849)
Investment income from associates and joint ventures	964,606,306	26,810,941	295,347,407	98,885,136	154,428,950	(21,863,858)	13,008,382	1,531,223,264
Asset impairment losses	-	-	(20,668,521)	(2,519,001)	(140,856)	-	-	(23,328,378)
Credit impairment losses	1,009,112	58,603	1,348,437	(9,769,229)	56,839,542	-	-	49,486,465
Depreciation and amortization	(48,411,234)	(314,219,916)	(538,420,711)	(283,184,061)	(240,062,033)	(52,917,323)	-	(1,477,215,278)
Total Profit	1,888,786,513	670,917,851	2,538,959,505	1,522,301,870	548,329,394	(321,531,629)	(58,019,849)	6,789,743,655
Income tax expenses	(172,599,052)	(68,038,576)	(409,090,340)	(353,276,897)	(43,595,690)	(225,479,029)	-	(1,272,079,584)
Net Profit	1,716,187,461	602,879,275	2,129,869,165	1,169,024,973	504,733,704	(547,010,658)	(58,019,849)	5,517,664,071
Total assets	10,880,889,095	10,797,874,117	18,427,906,683	6,773,634,249	8,510,665,494	7,565,589,323	(2,710,698,318)	60,245,860,643
Total liabilities	773,717,021	2,517,017,537	5,721,313,002	2,031,147,339	4,736,310,838	2,691,813,178	(2,764,120,962)	15,707,197,953
Non-cash expenses other than depreciation and amortization	470,000	2,794,078	17,174,774	23,422,499	50,229,087	14,724,588	-	108,815,026
Long-term equity investments in associates and joint ventures	7,610,613,926	1,221,830,848	1,984,429,487	650,146,530	2,309,601,673	269,107,636	-	14,045,730,100
Additions of non-current assets (i)	1,262,758	460,233,507	1,465,590,485	164,266,288	291,779,646	17,775,074	(19,376,493)	2,381,531,265

(i) Non-current assets do not include financial assets, long-term equity investments and deferred tax assets.

AUDITOR’S WORKS ON THE PRELIMINARY ANNUAL RESULTS ANNOUNCEMENT

The figures in respect of the Group’s consolidated balance sheet, consolidated income statement and the relevant notes thereto for the year ended 31 December 2024 as set out in the preliminary annual results announcement have been reviewed and agreed by the Company’s auditor, ShineWing Certified Public Accountants (Special general partnership), which is consistent with the figures set out in the audited consolidated financial statements of the Group for the year ended 31 December 2024 as approved by the Board on 28 March 2025. The work performed by ShineWing Certified Public Accountants (Special general partnership) in this respect did not constitute an assurance engagement in accordance with Hong Kong Standards on Auditing, Hong Kong Standards on Review Engagements or Hong Kong Standards on Assurance Engagements issued by the Hong Kong Institute of Certified Public Accountants and consequently no assurance has been expressed by ShineWing Certified Public Accountants (Special general partnership) on the preliminary annual results announcement.

ShineWing Certified Public Accountants (Special general partnership) was appointed as the Company’s auditor at the annual general meeting of the Company held on 6 June 2024 to audit the financial statements of the Company for the year ended 31 December 2024.

MANAGEMENT DISCUSSION AND ANALYSIS

In 2024, China's economy has maintained overall stability with steady progress, continuing to serve as the "stabilizing anchor" and "driving force" for the global economy (source: Xinhua News Agency). In 2024, the gross domestic product (GDP) of China increased by 5% as compared to the same period in the prior year; the total value of imports and exports of cargo trade increased by 5% as compared to the same period in the prior year, of which exports increased by 7.1% as compared to the same period in the prior year, and imports decreased by 2.3% as compared to the same period in the prior year (source: National Bureau of Statistics, General Administration of Customs).

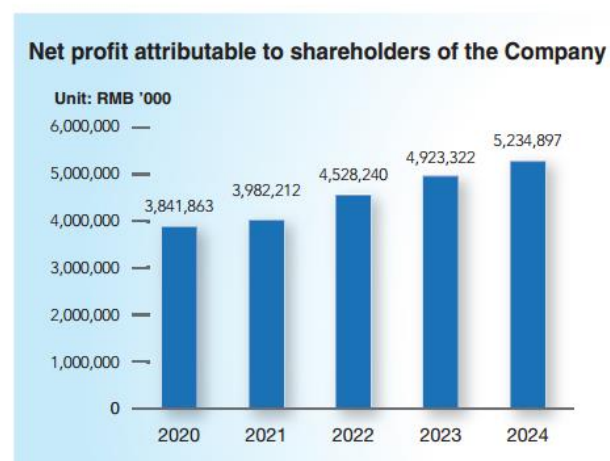
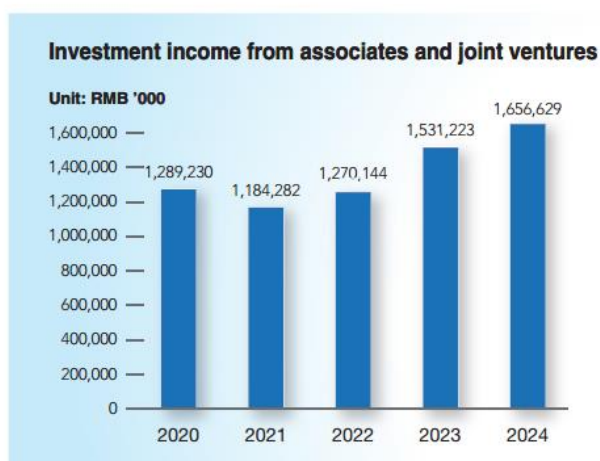
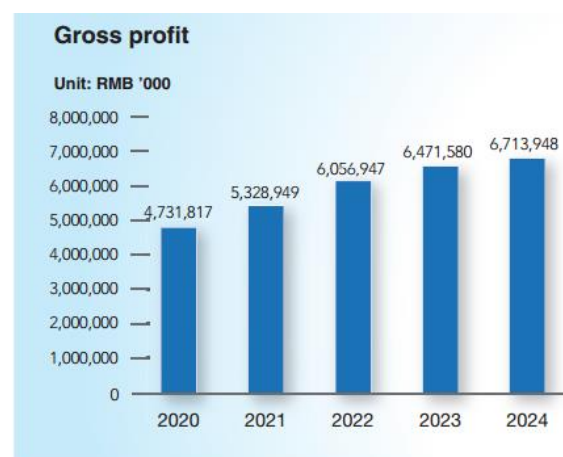
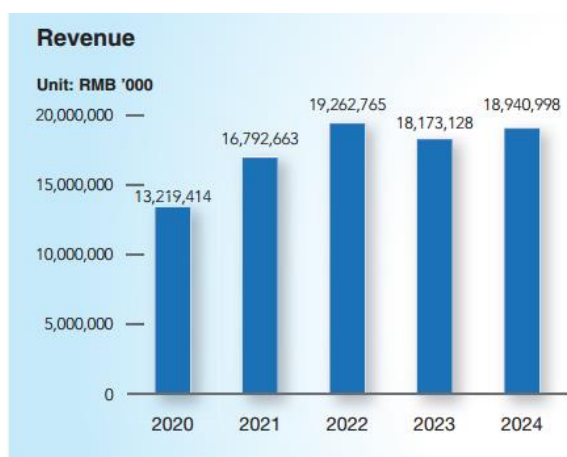
In 2024, relying on the advantages of integration reform of Shandong port, the Company has seized strategic opportunities such as OBOR, RCEP, Shandong Free Trade Zone and Shanghai Cooperation Demonstration Zone, vigorously expanded overseas shipping lines, continuously increased inland trains, continuously cemented its position as an international hub port, further improved the network of trade shipping lines, and further magnified the roles of strategic hub and core node.

In 2024, the cargo throughput of the Group (without taking into account the respective shareholding percentages of the Company in its joint ventures and associates) completed 694 million tons, increased by 4.5% as compared to the same period in the prior year, among which, the container throughput of the Group completed 32.17 million TEUs, increased by 7.2% as compared to the same period in the prior year; the dry and break bulk throughput of the Group completed 252 million tons, increased by 3.5% as compared to the same period in the prior year; the liquid bulk throughput of the Group completed 102 million tons, decreased by 8.0% as compared to the same period in the prior year.

1. Review of Overall Business and Results

The Group is the primary operator of the port of Qingdao, and mainly engaged in container handling and ancillary services, metal ore, coal and other cargo handling and ancillary services, liquid bulk handling and ancillary services, logistics and port value-added services, port ancillary services and other services.

Comparison of Major Operating Indicators



For the year ended 31 December 2024, the Group recorded a revenue of RMB18,941 million, representing an increase of RMB768 million, or 4.2%, as compared to the same period in the prior year, mainly because the container handling and ancillary services segment achieved revenue growth due to the increased volume of export loaded-containers, the logistics and port value-added services segment achieved revenue growth benefiting from the expansion in CFS business driven by the increased container volumes, and the liquid bulk segment experienced the decreased revenue resulting from reduced business volumes influenced by the international situations and market competition as well as the low operating rates of capacity of refineries.

For the year ended 31 December 2024, the Group recorded a gross profit of RMB6,714 million, representing an increase of RMB242 million, or 3.7%, as compared to the same period in the prior year, mainly due to the increase in the gross profit from the container handling and ancillary services segment.

For the year ended 31 December 2024, the financial expenses of the Group amounted to RMB60 million, representing a decrease of RMB49 million, or 44.7%, as compared to the same period in the prior year, mainly due to the decrease in interest expense arising from lowering borrowing interest rates and cutting the scale of interest-bearing debt.

For the year ended 31 December 2024, the Group's investment income from associates and joint ventures amounted to RMB1,657 million, representing an increase of RMB125 million, or 8.2%, as compared to the same period in the prior year, mainly due to the increase of investment income in QQCT.

For the year ended 31 December 2024, the Group's total profit amounted to RMB7,068 million, representing an increase of RMB278 million, or 4.1%, as compared to the same period in the prior year, mainly due to the increase in profit from the container handling and ancillary services segment.

For the year ended 31 December 2024, the Group's net profits attributable to shareholders of the Company amounted to RMB5,235 million, representing an increase of RMB312 million, or 6.3%, as compared to the same period in the prior year, mainly due to the increase in profit from the container handling and ancillary services segment.

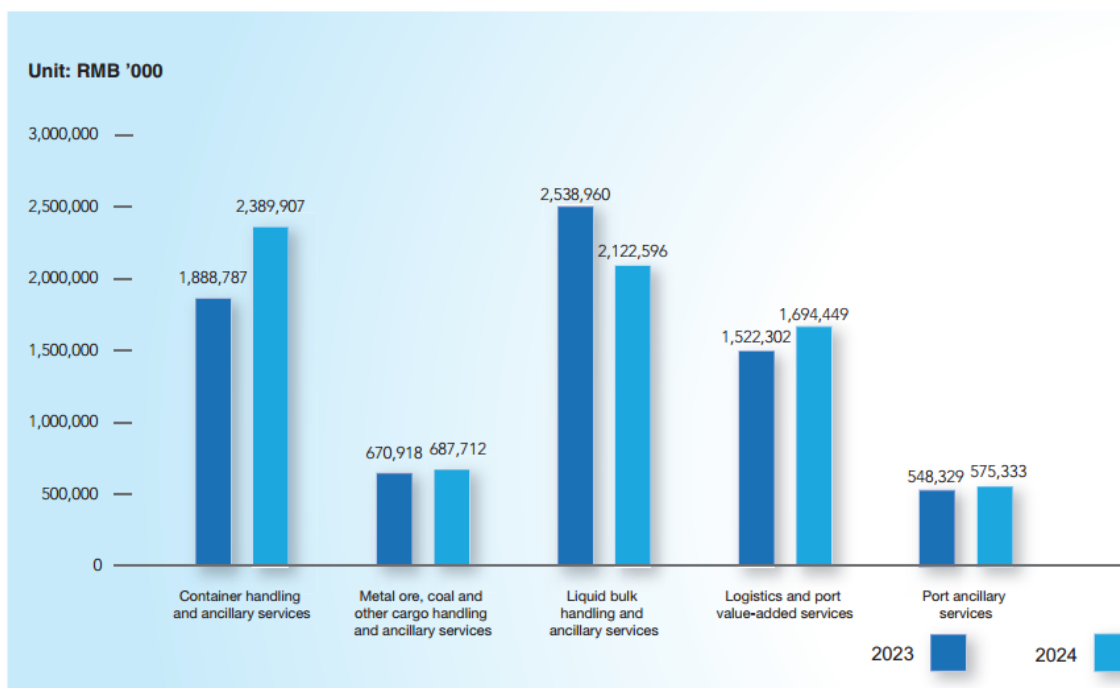
2. Segment Review and Business Review

Segment Results

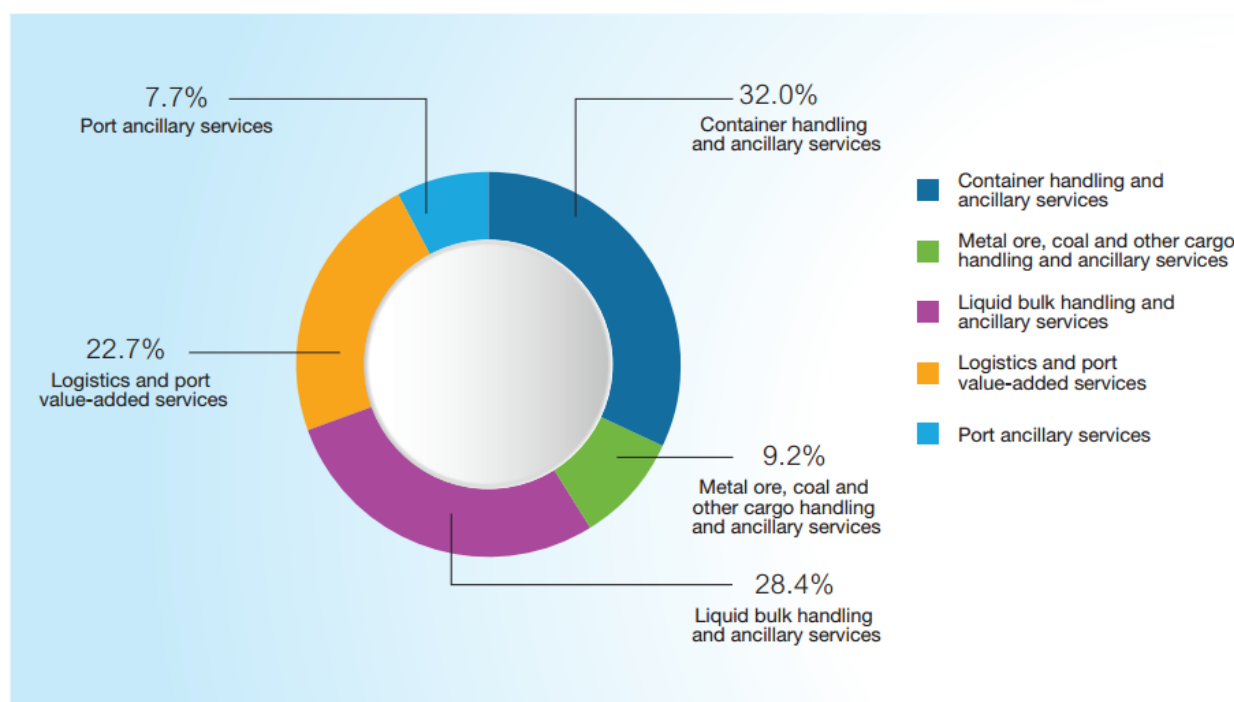
Unit: RMB' 000

Business Segments	2024		2023		Percentage of Change
	Results	Percentage of the total	Results	Percentage of the total	
Container handling and ancillary services	2,389,907	32.0%	1,888,787	26.4%	26.5%
Metal ore, coal and other cargo handling and ancillary services	687,712	9.2%	670,918	9.4%	2.5%
Liquid bulk handling and ancillary services	2,122,596	28.4%	2,538,960	35.4%	-16.4%
Logistics and port value-added services	1,694,449	22.7%	1,522,302	21.2%	11.3%
Port ancillary services	575,333	7.7%	548,329	7.6%	4.9%
Total results before inter-segment elimination	7,469,997	100.0%	7,169,296	100.0%	4.2%

Comparison of Each Segment Results



Breakdown of Each Segment Results for the Year Ended 31 December 2024



The details of each segment results are set out as below:

(1) Container handling and ancillary services

Unit: RMB' 000

Item	2024	2023	Amount of Change	Percentage of Change
Consolidated Group Companies				
Revenue	1,677,904	1,199,466	478,438	39.9%
Cost of sales	384,710	238,268	146,442	61.5%
Gross profit	1,293,194	961,198	331,996	34.5%
Profit of Consolidated Group Companies	1,204,243	924,181	280,062	30.3%
A joint venture and an associate				
Revenue	6,191,199	5,294,677	896,522	16.9%
Cost of sales	2,256,837	2,077,039	179,798	8.7%
Investment income from a joint venture and an associate	1,185,664	964,606	221,058	22.9%
Segment results	2,389,907	1,888,787	501,120	26.5%

Note: Amounts of revenue and cost of sales of a joint venture and an associate represent the total amount of revenue and cost of sales in the financial statements of QQCT and Weihai Hailian Container Co., Ltd.* (威海海聯集裝箱有限公司), without taking into account the shareholding percentages held by the Company in the joint venture and the associate.

In 2024, the Group strengthened cooperation with shipping companies, dug deep into the hinterland market, expanded business increment, and made full efforts to speed up the construction of “International Shipping Hub in Northeast Asia”. The main breakthroughs achieved were as follows:

- a. the Group cooperated with shipping companies to expand the network of shipping lines and improve the layout of the main and feeder shipping networks, newly added 18 container lines, and continued to rank first among the ports in northern China in terms of total number and density of the shipping lines, significantly enhancing the status of “International Shipping Hub in Northeast Asia”; and
- b. the Group leveraged on the advantages of land-sea linkage, vigorously developed hinterland cargo sources, added up 10 inland ports, opened 6 sea-rail intermodal trains, and accomplished sea-rail intermodal containers of 2.55 million TEUs, with an increase of 15.3% year-on-year in 2024, ranking first among the coastal ports of China for ten consecutive years, which enhanced the capability to continually serve the inland market.

For the year ended 31 December 2024, the revenue of the container handling and ancillary services amounted to RMB1,678 million, representing an increase of RMB478 million, or 39.9%, as compared to the same period in the prior year; the profit of Consolidated Group Companies amounted to RMB1,204 million, representing an increase of RMB280 million, or 30.3%, as compared to the same period in the prior year; the investment income from the joint venture and the associate amounted to RMB1,186 million, representing an increase of RMB221 million, or 22.9%, as compared to the same period in the prior year; the segment results amounted to RMB2,390 million, representing an increase of RMB501 million, or 26.5%, as compared to the same period in the prior year, mainly due to the increase in revenue and profit resulting from the increased volume of export loaded-containers.

The financial information of the major joint venture QQCT in this business segment was summarized as follows:

Unit: RMB' 000

Item	QQCT			
	2024	2023	Amount of Change	Percentage of Change
Revenue	6,116,278	5,238,416	877,862	16.8%
Cost of sales	2,192,304	2,030,501	161,803	8.0%
Investment income	146,478	131,118	15,360	11.7%
Total profit	3,054,279	2,503,792	550,487	22.0%
Income tax expenses	677,212	558,023	119,189	21.4%
Net profit attributable to shareholders of the joint venture	2,337,855	1,915,296	422,559	22.1%
Shareholding percentage held by the Company	51%	51%	-	-
Investment income of the Group	1,191,443	967,390	224,053	23.2%

(2) Metal ore, coal and other cargo handling and ancillary services

Unit: RMB' 000

Item	2024	2023	Amount of Change	Percentage of Change
Consolidated Group Companies				
Revenue	4,481,814	4,307,175	174,639	4.1%
Cost of sales	3,509,078	3,374,765	134,313	4.0%
Gross profit	972,736	932,410	40,326	4.3%
Profit of Consolidated Group Companies	680,067	644,107	35,960	5.6%
Joint ventures				
Revenue	2,248,360	2,115,419	132,941	6.3%
Cost of sales	1,958,764	1,789,391	169,373	9.5%
Investment income from joint ventures	7,645	26,811	-19,166	-71.5%
Segment results	687,712	670,918	16,794	2.5%

Note: Amounts of revenue and cost of sales of joint ventures represent the total amount of revenue and cost of sales in the financial information of joint ventures of the Company such as QDOT and West United, without taking into account the respective shareholding percentages held by the Company in those joint ventures.

In 2024, the Group adhered to high-level marketing by senior management, deepened strategic cooperation with key customers, extended whole-process logistic and value-added services, and vigorously expanded hinterland markets. The main breakthroughs achieved were as follows:

- a. the Group leveraged on joint marketing with the railway department to fully develop dry and break bulk cargo market, and developed 21 new customers, achieving an increase of approximately over 3 million tons of cargo sources;
- b. the Group deeply cultivated the hinterland market and focused on developing four incremental channels, including expanding market of the Yangtze River area southward, transshipment business northward, river-sea multi-modal transportation and international transshipment. Iron ore transshipment volume increased by 9% year-on-year; the import volume of pulp retained first place among coastal ports in China; and

- c. the Group vigorously developed value-added services such as ore blending and screening operations in virtue of large-scale terminals and large-area storage yards, enhancing customer stickiness and broadening revenue streams.

For the year ended 31 December 2024, the revenue of metal ore, coal and other cargo handling and ancillary services amounted to RMB4,482 million, representing an increase of RMB175 million, or 4.1%, as compared to the same period in the prior year; the profit of Consolidated Group Companies amounted to RMB680 million, representing an increase of RMB36 million, or 5.6%, as compared to the same period in the prior year; the segment results amounted to RMB688 million, representing an increase of RMB17 million, or 2.5%, as compared to the same period in the prior year, mainly due to the increase in the business volumes of grain and other cargoes resulting from newly-added capacity of stevedoring berths and ancillary yards in Dongjiakou port area. The investment income from joint ventures amounted to RMB7.645 million, representing a decrease of RMB19.166 million, or 71.5%, as compared to the same period in the prior year, mainly due to the decreased profit resulting from the reduced volumes of alumina of the joint ventures affected by the international situations.

(3) Liquid bulk handling and ancillary services

Unit: RMB' 000

Item	2024	2023	Amount of Change	Percentage of Change
Consolidated Group Companies				
Revenue	3,669,732	4,242,030	-572,298	-13.5%
Cost of sales	1,511,588	1,779,362	-267,774	-15.0%
Gross profit	2,158,144	2,462,668	-304,524	-12.4%
Profit of Consolidated Group Companies	1,959,430	2,243,613	-284,183	-12.7%
A joint venture and an associate				
Revenue	1,090,177	1,565,336	-475,159	-30.4%
Cost of sales	590,957	651,739	-60,782	-9.3%
Investment income from a joint venture and an associate	163,166	295,347	-132,181	-44.8%
Segment results	2,122,596	2,538,960	-416,364	-16.4%

Note: Amounts of revenue and cost of sales of a joint venture and an associate represent the total amount of revenue and cost of sales in the financial statements of a joint venture and an associate of the Company such as Qingdao Shihua and Haiwan Liquid Chemical, without taking into account the shareholding percentages held by the Company in a joint venture and an associate.

In 2024, the Group relied on newly-constructed facilities to increase production capacity, leveraged on the cluster advantage of trade and improved customer service capabilities, continuously enhancing customer stickiness and expanding scope of business in hinterlands. The new breakthroughs achieved were as follows:

- a. the Group developed 7 new clients and added more than 1 million tons of cargo source in virtue of three logistics channels, including the mode of transshipment, pipeline and railway; launched bulk commodity storage business and operated 1.40 million cubic meters of warehousing business; and developed new businesses such as bonded crude oil blending, international transshipment, etc., achieving a cumulative volume increase of 940,000 tons; and

- b. the Group vigorously expanded futures business, pioneering the implementation of the “spot registration transitioning to futures contracts” mechanism, and successfully obtained qualification of futures delivery warehouse with 800,000 cubic meters, bringing its cumulative total certified storage capacity to 2.20 million cubic meters.

For the year ended 31 December 2024, the revenue of liquid bulk handling and ancillary services amounted to RMB3,670 million, representing a decrease of RMB572 million, or 13.5%, as compared to the same period in the prior year; the cost of sales amounted to RMB1,512 million, representing a decrease of RMB268 million, or 15.0%, as compared to the same period in the prior year; the profit of Consolidated Group Companies amounted to RMB1,959 million, representing a decrease of RMB284 million, or 12.7%, as compared to the same period in the prior year; the segment results amounted to RMB2,123 million, representing a decrease of RMB416 million, or 16.4%, as compared to the same period in the prior year, mainly due to the reduced business volumes influenced by the international situations and market competition as well as the low operating rates of capacity of refineries.

The financial information of the major operating entities in this business segment was summarized as follows:

Unit: RMB' 000

Item	Qingdao Shihua			Dongjiakou Oil			Shandong Port Lianhua		
	2024	2023	Percentage of Change	2024	2023	Percentage of Change	2024	2023	Percentage of Change
Revenue	971,358	1,403,976	-30.8%	549,941	792,052	-30.6%	1,149,471	1,415,948	-18.8%
Cost of sales	494,872	550,769	-10.1%	228,247	259,622	-12.1%	455,321	553,256	-17.7%
Net profit	324,980	561,939	-42.2%	220,508	402,157	-45.2%	491,157	604,436	-18.7%
Shareholding percentage held by the Company	50%	50%	-	70%	70%	-	51%	51%	-
Investment income of the Group	166,174	280,969	-40.9%	-	-	-	-	-	-

(4) Logistics and port value-added services

Unit: RMB' 000

Item	2024	2023	Amount of Change	Percentage of Change
Consolidated Group Companies				
Revenue	7,571,462	6,949,379	622,083	9.0%
Cost of sales	5,750,688	5,308,107	442,581	8.3%
Gross profit	1,820,774	1,641,272	179,502	10.9%
Profit of Consolidated Group Companies	1,564,264	1,423,417	140,847	9.9%
Joint ventures and associates				
Revenue	3,964,203	1,293,305	2,670,898	206.5%
Cost of sales	3,312,795	816,411	2,496,384	305.8%
Investment income from joint ventures and associates	130,185	98,885	31,300	31.7%
Segment results	1,694,449	1,522,302	172,147	11.3%

Note: Amounts of revenue and cost of sales of joint ventures and associates represent the total amount of revenue and cost of sales in the financial statements of joint ventures and associates the Company providing logistics and port value-added services, without taking into account of the shareholding percentages held by the Company in these joint ventures and associates.

In 2024, the Group focused on building first-class port-relying supply chain comprehensive service system, forming a comprehensive whole-process logistics service system, further building a logistics network featuring “based on Shandong province, covering the Yellow River Basin, radiating across the nation, and connecting to the world”. The main breakthroughs achieved were as follows:

- a. the Group continued to promote the integrated and collaborative development of CFS business and completed 4.39 million TEUs in the operation volume of the CFS business, with an increase of 7.7% year-on-year; and
- b. the Group vigorously expanded agency services, achieving freight forwarding volume of 47.86 million tons, with an increase of 6.6% year-on-year; achieving vehicle agency volume of 2.24 million cubic meters, with an increase of 20.0% year-on-year; achieving shipping agency volume of 5,475 voyages, with an increase of 6.6% year-on-year.

For the year ended 31 December 2024, the revenue of logistics and port value-added services amounted to RMB7,571 million, representing an increase of RMB622 million, or 9.0%, as compared to the same period in the prior year; the cost of sales amounted to RMB5,751 million, representing an increase of RMB443 million, or 8.3%, as compared to the same period in the prior year. The segment results amounted to RMB1,694 million, representing an increase of RMB172 million, or 11.3%, as compared to the same period in the prior year, mainly due to the increase in revenue and profit resulting from the expansion of CFS business, tally business and other businesses driven by the increased volume in container business. The investment income from joint ventures and associates amounted to RMB130 million, representing an increase of RMB31 million, or 31.7%, as compared to the same period in the prior year, mainly due to the increased profit resulting from the increased volumes of agency business and equity disposals by an associate.

(5) Port ancillary services

Unit: RMB' 000

Item	2024	2023	Amount of Change	Percentage of Change
Consolidated Group Companies				
Revenue	1,540,087	1,475,078	65,009	4.4%
Cost of sales	1,070,986	1,001,046	69,940	7.0%
Gross profit	469,101	474,032	-4,931	-1.0%
Profit of Consolidated Group Companies	418,052	393,900	24,152	6.1%
Joint ventures and associates				
Revenue	4,703,633	4,970,361	-266,728	-5.4%
Cost of sales	3,203,234	3,456,326	-253,092	-7.3%
Investment income from joint ventures and associates	157,281	154,429	2,852	1.8%
Segment results	575,333	548,329	27,004	4.9%

Note: Amounts of revenue and cost of sales of the joint ventures and associates represent the amount of revenue and cost of sales in the financial statement of Qingdao Port Equipment, Qingdao Port Engineering, Shandong Port Finance Company, Ocean Bridge International Ports Management Co., Ltd.* (海路國際港口運營管理有限公司) and other joint ventures and associates of the Company, without taking into account of the respective shareholding percentages held by the Company in these joint ventures and associates.

For the year ended 31 December 2024, the revenue of port ancillary services amounted to RMB1,540 million, representing an increase of RMB65 million, or 4.4%, as compared with the same period in the prior year. The cost of sales amounted to RMB1,071 million, representing an increase of RMB70 million, or 7.0%, as compared with the same period in the prior year, the segment results amounted to RMB575 million, representing an increase of RMB27 million, or 4.9%, as compared to the same period in the prior year, mainly due to the increased revenue and profit resulting from the increased power supply engineering construction and business volumes of oil supply.

3. Financial Position Analysis

Unit: RMB'000

Item	As at 31 December 2024	As at 31 December 2023	Amount Changed	Percentage Changed
Financial assets held for trading	8,051	284,562	-276,511	-97.17%
Financing receivables	212,131	314,538	-102,407	-32.56%
Contract assets	209,407	89,441	119,966	134.13%
Other current assets	320,559	197,410	123,149	62.38%
Notes payable	485,891	917,624	-431,733	-47.05%
Long-term payables	284,423	205,376	79,047	38.49%

As at 31 December 2024, the Group's financial assets held for trading decreased by RMB277 million, or 97.17%, as compared to the beginning of the year, mainly due to the redemption of structured deposit upon maturity.

As at 31 December 2024, the Group's financing receivables decreased by RMB102 million, or 32.56%, as compared to the beginning of the year, mainly due to the settlements of bankers' acceptances upon maturity.

As at 31 December 2024, the Group's contract assets increased by RMB120 million, or 134.13%, as compared to the beginning of the year, mainly due to the increase in accounts receivable from the construction of power-supply engineering that have not yet met the collection conditions.

As at 31 December 2024, the Group's other current assets increased by RMB123 million, or 62.38%, as compared to the beginning of the year, mainly due to the increase in input tax to be deducted from value-added tax in this period.

As at 31 December 2024, the Group's notes payable decreased by RMB432 million, or 47.05%, as compared to the beginning of the year, mainly due to the payments of notes upon maturity.

As at 31 December 2024, the Group's long-term payables increased by RMB79 million, or 38.49%, as compared to the beginning of the year, mainly due to the newly-added sale-and-leaseback payables upon maturity.

4. Cash Flow Analysis

For the year ended 31 December 2024, the net cash inflow of the Group amounted to RMB2,076 million, among which:

- (1) the net cash inflow from operation activities amounted to RMB5,153 million, mainly deriving from the net cash inflow from operation activities of Consolidated Group Companies;
- (2) the net cash outflow from investment activities amounted to RMB39 million, mainly due to the dividend income of RMB1,295 million from the investment and wealth management, the net inflow of RMB279 million from the purchase of the structured deposit, the net inflow of RMB308 million from the recovery of the fixed deposit with more than three months, the payment of RMB2,086 million for purchase and construction of fixed assets and construction in progress, the net inflow of RMB128 million from the disposal of fixed assets and other long-term assets, and the recovery of RMB37 million for equity interests investment; and
- (3) the net cash outflow from financing activities amounted to RMB3,033 million, mainly due to the received borrowings and sale-and-leaseback proceeds of RMB1,084 million, absorbing investment from minority shareholders of RMB97 million, the payment of RMB3,207 million from subsidiaries' distribution of dividends, the repayment of borrowings of RMB720 million, the repayment of leases liabilities of RMB183 million, and the repayment of debt interests of RMB100 million.

5. Liquidity and Financial Resources

As at 31 December 2024, the cash at bank and on hand of the Group amounted to RMB12,673 million with the main currency of RMB. The Group's total interest-bearing liabilities amounted to RMB2,775 million, among which, the liabilities bearing interests at the floating interests rate amounted to RMB1,962 million.

As at 31 December 2024, the cash at bank on hand of the Group exceeded its interest-bearing liabilities.

6. Capital Structure

As at 31 December 2024, the shareholders' equity interests of the Group amounted to RMB46,792 million, representing an increase of RMB2,253 million as compared to the beginning of the year, among which, the increase of equity interest attributable to the shareholders of the Company was RMB2,211 million, mainly due to the increase of RMB5,235 million from the operating profit, the decrease of RMB2,636 million from distributed dividends, the decrease of RMB386 million from other comprehensive incomes and the decrease of RMB9 million from capital reserves; the equity interests of minority shareholders increased by RMB43 million, mainly due to the increase of RMB483 million from operating profits, the increase of RMB95 million from the investments by minority shareholders and the decrease of RMB537 million from distributed dividends.

As at 31 December 2024, the Company had 6,491,100,000 issued shares, comprising of 5,392,075,000 A shares and 1,099,025,000 H shares. The total market capitalization and H share market capitalization of the Company was approximately RMB55,636 million and RMB6,514 million, respectively, which were calculated based on the closing price of RMB9.11 per share on the Shanghai Stock Exchange and the closing price of HKD6.40 per share on the Hong Kong Stock Exchange as at 31 December 2024.

7. Interest Rate and Exchange Rate Risks

As at 31 December 2024, the Group didn't have cash at bank and on hand and receivables at floating interests rate, and payables at floating interests rate amounted to RMB1,962 million. The Group assessed the interest rate risk and anticipated that changes in interest rate would have no material impact on the Group.

The Group's main business activities are conducted in the PRC and settled mainly in RMB. As a result, changes in exchange rates do not have material impact on the Group.

The Group will continue to closely monitor risks in interest and exchange rate. The Group did not enter into any hedging arrangements with respect to interest rate and exchange rate risks in 2024.

8. Financial Indicators

Indicators	2024	2023	Change
Weighted average return on net assets	12.65%	12.70%	Decreased by 0.05 percentage point
Return on total assets	9.32%	9.37%	Decreased by 0.05 percentage point
Interest coverage ratio	54.28 times	42.34 times	Increased by 11.94 times
Current ratio	1.98 times	1.73 times	Increased by 0.25 time

For the year ended 31 December 2024, the weighted average return on net assets was 12.65%, representing a decrease of 0.05 percentage point as compared to the same period in the prior year. The return on total assets was 9.32%, representing a decrease of 0.05 percentage point as compared to the same period in the prior year. The interest coverage ratio was 54.28 times, representing an increase of 11.94 times as compared to the same period in the prior year, mainly due to an increase of earnings before interest and taxes and a decrease in interest expenses. The current ratio was 1.98 times, representing an increase of 0.25 time as compared to the same period in the prior year, mainly due to the significant increase in current assets including cash at bank and on hand.

9. Significant Capital Investment

For the year ended 31 December 2024, the Group's significant capital investment was RMB1,545 million, mainly investing in Dongjiakou port area grain silo phase III project, liquid chemical terminal tank area project, crude oil tank project and other projects.

10. Significant Entrusted Wealth Management

For the year ended 31 December 2024, the Group had no significant entrusted wealth management.

11. Significant Acquisition and Disposal of Subsidiaries, Joint Ventures and Associates

On 26 June 2024, the Company entered into the equity transfer agreement with Qingdao Port Group, pursuant to which, Qingdao Port Group agreed to acquire 2.58% equity interests in Shipping Group held by the Company by cash. The transaction was completed on 9 July 2024. For further details, please refer to the announcement of the Company dated 26 June 2024.

On 12 July 2024, the Company entered into the Asset Purchase Agreement I and the Asset Purchase Agreement II, the Compensation Agreement I and the Compensation Agreement II with Rizhao Port Group and Yantai Port Group, respectively. The Company conditionally agreed to purchase 100% equity interests in Rizhao Port Oil Terminal Co., Ltd.* (日照港油品碼頭有限公司) and 50.00% equity interests in Rizhao Shihua Crude Oil Terminal Co., Ltd.* (日照實華原油碼頭有限公司) held by Rizhao Port Group, and 53.88% equity interests in Shandong United Energy Pipeline Transportation Co., Ltd.* (山東聯合能源管道輸送有限公司) and 51.00% equity interests in Shandong Gangyuan Pipeline Logistics Co., Ltd. (山東港源管道物流有限公司) held by Yantai Port Group. As at 31 December 2024, the transaction had not yet completed. For further details, please refer to the announcements dated 27 June 2023, 30 June 2023, 27 December 2023, 9 July 2024, 12 July 2024, 13 September 2024 and 31 December 2024, and the circular dated 15 August 2024.

On 21 February 2025, the Company adjusted Proposed Restructuring. After the adjustment, the Company will not acquire 53.88% equity interests in Shandong United Energy Pipeline Transportation Co., Ltd.* (山東聯合能源管道輸送有限公司) and 51.00% equity interests in Shandong Gangyuan Pipeline Logistics Co., Ltd.* (山東港源管道物流有限公司), but will continue to acquire 100% equity interests in Rizhao Port Oil Terminal Co., Ltd.* (日照港油品碼頭有限公司) and 50.00% equity interests in Rizhao Shihua Crude Oil Terminal Co., Ltd.* (日照實華原油碼頭有限公司) by way of cash payments. The Company considered and approved above adjustment in the first extraordinary general meeting of 2025 held on 28 March 2025. For further details, please refer to the announcements dated 21 February 2025 and 28 March 2025, and the circular dated 7 March 2025.

Save as disclosed above, for the year ended 31 December 2024, there was no other significant acquisition and disposal regarding the Group, joint ventures and associates.

12. Mortgages or Pledges of Assets

As at 31 December 2024, the Group had no asset mortgages or pledges.

13. Contingent Liabilities

As at 31 December 2024, the Group had no significant contingent liabilities.

14. Employees

As at 31 December 2024, the Company engaged 3,071 employees, and the Company and its subsidiaries engaged 9,552 employees in total, and the female employees accounted for approximately 14.7% in the employees of the Company and its subsidiaries. Due to the nature of the port industry to which the Group belongs, there is a greater demand for male employees. The Group has been committed to gender diversity of employees, implemented a fair employment policy and continued to increase the proportion of female employees to achieve an appropriate balance of gender diversity.

The details of employees are set out as below:

Unit: per person

Number of in-service employees of the Company	3,071
Number of in-service employees of the subsidiaries	6,481
In-service employees in total	9,552
Number of retirees for whom the Company and its subsidiaries bear expenses	7,663

Expertise composition category	Number	Education level category	Number
Production staff	6,144	Master's degree and above	464
Sales staff	184	Undergraduate degree	3,041
Technicians	1,593	Junior college and academy	3,935
Financial staff	310	Below junior college	2,112
Administration staff	1,194	Total	9,552
Other	127		
Total	9,552		

The employees' remunerations of the Group include basic salaries and performance incentives. The growth of employees' remunerations is determined by their working performance, economic environment, and supply and demand conditions of human resource market, under the "two matches" principle matching the employees' income growth with the growth of the Company's operating results and the increase of production rate. Meanwhile, the Group's remuneration policy is reviewed on a regular basis as well. The Group adhered to focusing on people, safeguarded the legitimate rights and interests of employees, paid the social insurances, enterprise annuity and supplementary medical insurance as required by the relevant regulations of the PRC and provided extra welfare schemes for employees.

15. Description of Other Business Operations

As the Dagang port area is planned to be transformed and upgraded into an international home port for cruise liners, the business of the Dagang port area will be gradually relocated to the Dongjiakou port area and the Qianwan port area. In March 2020, Qingdao international home port for cruise liners started construction and the construction was gradually carried on as planned. As of 31 December 2024, the construction of international home port for cruise liners had no effect on the main business of the Dagang port area.

The government of Qingdao Economic and Technological Development Zone proposes to adopt a new urban planning scheme that may relocate the port operations in the Huangdao oil port area and operations of certain clients around the Huangdao oil port area to the Dongjiakou port area. As at 31 December 2024, the Group did not receive any relocation plan or relevant notice, and did not obtain any information in relation to such relocation of clients and businesses to the Dongjiakou port area, and the operation of the Huangdao oil port area was not affected.

16. Outlook for the Year 2025

Looking ahead to 2025, the complexity, severity and uncertainty of the external environment are on the rise, meanwhile, a new round of technological revolution and industrial changes are reshaping the world economy, and global economy remains fraught with both challenges and opportunities.

In 2025, the Company will speed up the construction of a world-class marine port as its overall objective, deepen reforms to overcome critical challenges and accelerate port transformation and upgrading, adhere to the performance-first. In virtue of the new opportunities of integration reform of Shandong port and the construction of Qingdao International Shipping Center, the Company will make efforts to build a world-class maritime port cluster and establish international logistics corridors, so as to contribute to the development of the regional economy and society, and create greater value for the shareholders of the Company.

(1) Focus on performance-first to elevate port hub competitiveness to a new level

In terms of container segment, the Company will cement the position of Northeast Asia international container hub port, add no fewer than 10 new shipping routes, and continue to rank first among the ports in northern China in terms of total number and density of the shipping lines and continue to rank first among the ports in China in sea-rail intermodal containers volumes. In terms of dry and break bulk cargo segment, the Company will take advantage of the mega-vessel homeport to strengthen market development and client retention, stabilize the position of iron ore reserve base, establish most comprehensive “ore supermarket” in coastal ports of China, expand global pulp transshipment business, and build a Northeast Asia pulp distribution hub. In terms of liquid bulk cargo segment, the Company will enhance operational synergies, expand domestic markets beyond Shandong Province, scale transshipment operations, and make full efforts to cement the status of foreign trade port in north China.

(2) Focus on intelligent and green to forge the port’s transformation development to a new level

The Company will aim “Fifth-Generation Port Development” as the target, accelerate the cultivation of new productive forces of the port, speed up the transportation of intelligent and green port, build an “AI+Port” benchmark with globally leading digital scenarios for core cargo categories. The Company will build a port model of “Zero-Carbon”, vigorously promote the application of clean energy, establish China’s first comprehensive hydrogen-powered port with shore power usage ranking first among northern ports of China, striving to become one of the nation’s first batch of “Five-Star Green Port Zone”.

(3) Focus on investment construction to boost sustainable growth momentum of the port to a new level

The Company will focus on the main business, enhance production capacity, build the second 400,000-ton ore terminal and other key projects, accelerate the port-related industrial projects, and make full efforts to build a demonstration zone for the Dagang Window Demonstration Zone, Qianwan Pilot Demonstration Zone, Dongjiakou Vitality Demonstration Zone, and Weihai Port Linkage Demonstration Zone.

(4) Focus on corporate governance to enhance operational excellence of the port to a new level

The Company will emphasize strategic planning, formulating the framework for the “15th Five-Year Plan”, conducting in-depth studies on major strategic initiatives, transformative reforms, and major projects by sub-topics. The Company will emphasize “value creation”, fully leveraging market financing policies, innovating investment performance analytics, and refine post-investment tracking processes to improve asset investment return. The Company will emphasize risk control, focusing on key areas and critical links, promoting the construction and optimization of legal information systems, deepening the improvement of internal control audit performance, and promoting the standardization and normalization of internal audit work in the Company, driving sustainable high-quality growth of the Company.

CHANGES AND TERMINATION OF USE OF PROCEEDS

1. Changes and termination of use of proceeds for investment projects of A Share Offering

The Company completed its initial public offering of RMB denominated ordinary shares (A shares) of 454,376,000 shares with a nominal value RMB1.00 per share and was listed on the Shanghai Stock Exchange on 21 January 2019, with the net amount of proceeds of approximately RMB1,978.93 million.

Details of the use of proceeds were as follows:

Unit: RMB' 000

Investment Projects of Proceeds	Amount of Net Proceeds
Dongjiakou Port Area Crude Oil Commercial Reserve Tanks Project	—
Multi-purpose berths and North Jetty II rear ancillary stacking yards in Dongjiakou Port Area Project	1,000,000
Dongjiakou Integrated Logistics Stacking Yard Phase I Project	180,000
Qingdao Port Intelligent Port Area Upgrading Project	200,000
Qingdao Port Area Equipment Procurement Project	302,100
Supplementing working capital	296,830
Total	1,978,930

According to the needs of business development of the Group, upon the consideration and approval by the Board on 26 March 2020 and by the 2019 annual general meeting of the Company held on 10 June 2020, the Company resolved to terminate Dongjiakou Integrated Logistics Stacking Yard Phase I Project and put the proceeds of RMB180 million, which was originally proposed to be used for this project, into Qingdao Port Area Equipment Procurement Project and to remove Dongjiakou Port Area Crude Oil Commercial Reserve Tanks Project from one of the investment projects for use of proceeds, continuing to build this project by self-raised funds or by means of joint ventures. Upon the approval by the Board on 24 May 2021 and by the 2020 annual general meeting of the Company held on 28 June 2021, the Company resolved to invest the estimated remaining proceeds of RMB687.17 million, which were originally proposed to be used for the Multi-purpose berths and North Jetty II rear ancillary stacking yards in Dongjiakou Port Area Project, into the Dongjiakou Port Area Datang Terminal Phase II Project.

After the aforesaid change and termination of investment projects for use of proceeds from A Share Offering have been completed, the details of the use of proceeds of A Share Offering were as follows:

Unit: RMB' 000

Investment Projects of Proceeds	Amount of Net Proceeds
The Dongjiakou Port Area Datang Terminal Phase II Project	687,170
Multi-purpose berths and North Jetty II rear ancillary stacking yards in Dongjiakou Port Area Project	312,830
Qingdao Port Intelligent Port Area Upgrading Project	200,000
Qingdao Port Area Equipment Procurement Project	482,100
Supplementing working capital	296,830
Total	1,978,930

For further details, please refer to the Company's announcements dated 26 March 2020, 10 June 2020, 24 May 2021, 28 June 2021, and the Company's circulars dated 26 May 2020 and 27 May 2021.

2. Changes of use of proceeds for investment projects of H Share Placing

As at 18 May 2017, the Company issued 243 million H shares by way of H Share Placing, and received net proceeds of approximately HKD1,035 million, equivalent to approximately RMB912 million (based on the exchange rate on 18 May 2017), which were mainly used for the reserved funds for the Company's overseas terminal acquisition and investment and the operation fund for the terminal projects management company established by the Company and COSCO SHIPPING Ports to operate and manage overseas terminal projects.

Based on the actual situation of the investment projects for the use of proceeds from H Share Placing, after the voting by the Board meeting on 24 May 2021 and the consideration and approval by 2020 annual general meeting of the Company held on 28 June 2021, the Company decided to change the

investment use of the remaining proceeds from the H Share Placing of approximately HKD634.91 million (including accumulated interests income), into the acquisition of 51% equity interests in Qingdao Haiye Oil Terminal Co., Ltd.* (青島海業油碼頭有限公司). To improve the efficiency for the use of proceeds, after the consideration and approval by the Board meeting on 28 October 2022 and the 2022 second extraordinary general meeting of the Company held on 23 December 2022, the Company decided to change the investment use of the remaining proceeds from the H Share Placing of approximately RMB558.68 million (including accumulated interests income), into the investment of engineering construction, including terminals, oil storage and other construction projects at the Dongjiakou port area.

For further details, please refer to the Company's announcements dated 24 May 2021, 28 June 2021, 28 October 2022 and 23 December 2022, and the Company's circulars dated 27 May 2021 and 18 November 2022.

USE OF PROCEEDS

The net proceeds from the H Shares Placing of the Company in 2017 were approximately HKD1,035 million, equivalent to approximately RMB912 million. As at 31 December 2023, approximately HKD508 million (which was calculated based on the exchange rate of 29 December 2023, including accumulated interest income) was carried over to this year. For the year ended 31 December 2024, the Company had invested the fundraising of approximately HKD460.45 million in the investment projects in the way as disclosed in the announcement of the Company dated 20 January 2017, which was mainly used to pay for the equity acquisition of COSCO SHIPPING Ports (Abu Dhabi) Limited, and had invested the fundraising of approximately HKD612.7728 million (among which, the used amount for the year of 2023 was calculated based on the exchange rate of 29 December 2023, the used amount for the year of 2024 was calculated based on the exchange rate of 31 December 2024) in the investment projects in the way as disclosed in the announcements of the Company dated 28 October 2022 and 23 December 2022 and the circular of the Company dated 18 November 2022, which was mainly used to pay for Dongjiakou port area oil storage construction project and Dongjiakou port area terminal construction project. As of 31 December 2024, the net proceeds from the H Shares Placing had been used up.

As at 31 December 2024, the use of proceeds from the Company's H Shares Placing is set out below:

Unit: HKD0'000

	Payment for equity acquisition of COSCO SHIPPING Ports (Abu Dhabi) Limited	Engineering construction investment	Among which, (a) Dongjiakou port area terminal construction project	(b) Dongjiakou port area oil storage construction project	(c) other construction projects
Intended investment amount	46,045.00	61,649.50	18,649.50	38,000.00	5,000.00
Used amount during the years of 2017-2019	—	—	—	—	—
Used amount during the year of 2020	46,045.00	—	—	—	—
Used amount during the years of 2021-2022	—	—	—	—	—
Used amount during the year of 2023	—	10,875.57	4,556.18	2,843.29	3,476.10
Used amount during the year of 2024	—	50,401.71	14,720.10	34,541.39	1,140.22
Unused amount as at 31 December 2024	—	—	—	—	—

Note 1: the used amount for the year of 2023 was calculated based on the exchange rate of 29 December 2023, and the used amount for the year of 2024 was calculated based on the exchange rate of 31 December 2024.

Note 2: the data from above form including interest income.

Note 3: according to the actual settlement progress of the projects, the originally planned investments of HKD6 million for (b) the Dongjiakou port area oil storage construction project and HKD4 million for (c) other construction projects will be reallocated to (a) the Dongjiakou port area terminal construction project.

The net proceeds from the initial public offering of A shares of the Company were approximately RMB1,979 million. As at 31 December 2023, approximately RMB353 million (including accumulated interest income) was carried over to this year. For the year ended 31 December 2024, approximately RMB358 million of the proceeds had been used in the investment projects in the way as disclosed in the Company's initial public offering of A shares prospectus and the Company's announcements dated 26 March 2020, 10 June 2020, 24 May 2021 and 28 June 2021 and circulars dated 26 May 2020 and 27 May 2021, which were mainly used for Multi-purpose Berths and North

Jetty II Rear Ancillary Stacking Yards in Dongjiakou Port Area, Qingdao Port Area Equipment Procurement Project, Datang Terminal Phase II Project in Dongjiakou Port Area. On 30 September 2024, the investment projects funded by proceeds from the A Share Offering were all finished, remaining proceeds from the A Share Offering of RMB142.6135 million (net amount including interest income and excluding processing fees as of 30 September 2024, and the actual amount is subject to the balance in the special account for proceeds from the A Share Offering on the date of transfer of the proceeds) had permanently supplemented working capital for daily operations. For further details, please refer to the announcement of the Company dated 1 November 2024. The final actual surplus funds amounted to RMB142,613,480. As of 31 December 2024, the net proceeds from the A Shares Placing had been used up.

As at 31 December 2024, the use of proceeds from the Company's A shares is set out below:

Unit: RMB0'000

	Multi-purpose berths and North Jetty II rear ancillary stacking yards in Dongjiakou Port Area	Qingdao Port Intelligent Port Upgrading Project	Qingdao Port Area Equipment Procurement Project	Dongjiakou Supplementing Port Area Datang Terminal Phase II Project	working capital
Intended investment amount	31,283.00	20,000.00	48,210.00	68,717.00	29,682.98
Used amount during the year of 2019	19,358.43	8,308.62	18,569.02	–	29,682.98
Used amount during the year of 2020	3,429.46	4,193.94	1,661.26	–	–
Used amount during the year of 2021	1,065.30	8,223.67	8,203.30	9,474.34	–
Used amount during the year of 2022	5,832.07	436.07	18,985.80	22,993.50	–
Used amount during the year of 2023	246.29	–	3,575.44	13,757.34	–
Used amount during the year of 2024	6,448.73	–	–	15,072.79	–
Interest income	8,963.37	1,162.30	2,784.82	2,976.22	–
Remaining proceeds from the A Share Offering (permanently supplemented working capital)	3,866.10	–	–	10,395.25	–
Unused amount as at 31 December 2024	–	–	–	–	–

PROPOSED DISTRIBUTION OF FINAL DIVIDEND, WITHHOLDING OF INCOME TAX AND CLOSURE OF REGISTER

The Company proposes to distribute 45% of Distributable Profits for the year of 2024 as dividends, with the total dividend amounting to RMB2,038.8545 million (tax inclusive). This represents approximately 39% of the net profit attributable to the Company's shareholders in the consolidated financial statements. Based on the total share capital of 6,491,100,000 shares of the Company, the Company plans to distribute a dividend of RMB3.141 per 10 shares (tax inclusive) to all shareholders, among which, the Company has distributed interim dividend of RMB736.0907 million (distribution of dividend at RMB1.134 per 10 shares, tax inclusive) to all shareholders on 30 December 2024. Subject to approval at the 2024 AGM, the remaining dividend of RMB1,302.7638 million (distribution of dividend at RMB2.007 per 10 shares, tax inclusive) will be paid on 25 August 2025.

For non-resident enterprise shareholders holding H shares of the Company (i.e. shareholders holding H shares of the Company under the names other than individuals, including, but not limited to, shareholders of H shares registered in the name of HKSCC Nominees Limited, or other nominees, trustees, or other organizations or groups), the Company shall withhold the corporate income tax for the final dividend at the tax rate of 10% on their behalf in accordance with the Corporate Income Tax Law of the PRC and other relevant tax laws, regulations and tax treaties.

For individual shareholders holding H shares of the Company, the Company shall withhold and pay the individual income tax for the final dividends on their behalf in accordance with the Individual Income Tax Law of the PRC, the Notice of the State Administration of Taxation on the Collection and Administration of Individual Income Tax after the Abolition of Document No. 045 [1993] (Guo Shui Han [2011] No. 348) 《(國家稅務總局關於國稅發[1993]045號文件廢止後有關個人所得稅徵管問題的通知》(國稅函[2011]348號)), the Notice of the Ministry of Finance, the State Administration of Taxation, and the China Securities Regulatory Commission on Taxation Policies concerning the Pilot Program of an Interconnection Mechanism for Transactions in the Shanghai and Hong Kong Stock Markets (Cai Shui [2014] No. 81) 《(財政部、國家稅務總局、證監會關於滬港股票市場交易互聯互通機制試點有關稅收政策的通知》(財稅[2014]81號)) and other relevant tax laws, regulations and tax treaties.

In order to determine the eligibility of being entitled to the proposed final dividend for H shares, the H share register of the Company will be closed from Friday, 4 July 2025 to Friday, 11 July 2025 (both days inclusive), during which no H share transfer will be registered. The H shareholders whose names appear on the register of members of the Company on Friday, 11 July 2025 are entitled to the proposed final dividend. Holders of the Company's H shares who wish to receive the proposed final dividend are required to deposit the transfer documents together with the relevant share certificates at the H share registrar of the Company in Hong Kong, Computershare Hong Kong Investor Services Limited, at Shops 1712-1716, 17th Floor, Hopewell Centre, 183 Queen's Road East, Wanchai, Hong Kong, no later than 4:30 p.m. Thursday, 3 July 2025 for registration.

COMPLIANCE WITH CORPORATE GOVERNANCE CODE

The Company is committed to maintaining high standards of corporate governance to safeguard the interests of shareholders of the Company and to enhance corporate value and accountability.

The Company has complied with all code provisions set out in the Corporate Governance Code for the year ended 31 December 2024.

COMPLIANCE WITH MODEL CODE FOR SECURITIES TRANSACTIONS BY DIRECTORS AND SUPERVISORS

The Company has adopted the Model Code as its own code of conduct for securities transactions by Directors and Supervisors. Specific enquiries have been made to all the Directors and Supervisors and each of the Directors and Supervisors has confirmed that he/she has complied with the Model Code for the year ended 31 December 2024.

PURCHASE, SALE OR REDEMPTION OF LISTED SECURITIES

For the year ended 31 December 2024, the Company or any of its subsidiaries did not make any purchase, sale and redemption of any listed securities of the Company (including sale of the treasury shares).

As at 31 December 2024 and the date of this announcement, there were no treasury shares held by the Company (whether held or deposited in the Central Clearing and Settlement System, or otherwise).

ISSUANCE OF NEW A SHARES

According to the Proposed Restructuring, the Company proposed to issue new A shares to no more than 35 (including 35) qualified and specified investors for the purpose of raising ancillary funds for the Proposed Restructuring. On 21 February 2025, the Company adjusted the plan of the Proposed Restructuring and will not issue Consideration Shares and new A shares anymore.

For details and definitions in relation to the above issuance of new A shares, please refer to the Company's announcements dated on 27 June 2023, 30 June 2023, 27 December 2023, 9 July 2024, 12 July 2024, 13 September 2024, 31 December 2024, 21 February 2025 and 28 March 2025, and the circulars dated on 15 August 2024 and 7 March 2025.

AUDIT COMMITTEE

The Audit Committee has reviewed, with management of the Company, the accounting principles and policies adopted by the Group and the financial statements for the year ended 31 December 2024.

AMENDMENTS TO CONSTITUTIONAL DOCUMENT

The current effective Articles of Association has been published on the websites of the Company and the Hong Kong Stock Exchange.

CLOSURE OF REGISTER

In order to determine the eligibility of shareholders who are entitled to attend the 2024 AGM, the H share register of the Company will be closed from Tuesday, 24 June 2025 to Friday, 27 June 2025 (both days inclusive), during which no H share transfer will be registered. The shareholders whose names appear on the register of H share members of the Company on Friday, 27 June 2025 are entitled to attend and vote at the 2024 AGM. Holders of the Company's H shares who wish to attend the 2024 AGM but have not registered the transfer documents are required to deposit the transfer documents together with the relevant share certificates at the H share registrar of the Company in Hong Kong, Computershare Hong Kong Investor Services Limited, at Shops 1712-1716, 17th Floor, Hopewell Centre, 183 Queen's Road East, Wanchai, Hong Kong no later than 4:30 p.m. on Monday, 23 June 2025 for registration.

MATERIAL LITIGATIONS

For the year ended 31 December 2024, the Group was not involved in any material litigations or arbitrations.

SUBSEQUENT EVENTS

On 21 February 2025, the Company adjusted Proposed Restructuring, after the adjustment, the Company will not acquire 53.88% equity interests in Shandong United Energy Pipeline Transportation Co., Ltd.* (山東聯合能源管道輸送有限公司) and 51.00% equity interests in Shandong Gangyuan Pipeline Logistics Co., Ltd.* (山東港源管道物流有限公司), but will continue to acquire 100% equity interests in Rizhao Port Oil Terminal Co., Ltd.* (日照港油品碼頭有限公司) and 50.00% equity interests in Rizhao Shihua Crude Oil Terminal Co., Ltd.* (日照實華原油碼頭有限公司) by way of cash payments. The Company considered and approved above adjustment in the first extraordinary general meeting of 2025 held on 28 March 2025. For further details, please refer to the announcements dated 21 February 2025 and 28 March 2025, and the circular dated 7 March 2025. As at the date of this announcement, the above transaction has not been completed.

Save as disclosed above, after 31 December 2024, the Group did not have any other material subsequent events.

**PUBLICATION OF THE COMPANY'S 2024 ANNUAL RESULTS
ANNOUNCEMENT AND THE 2024 ANNUAL REPORT ON THE WEBSITES OF
THE HONG KONG STOCK EXCHANGE AND THE COMPANY**

The 2024 annual results announcement is published on the websites of the Hong Kong Stock Exchange (www.hkexnews.hk) and the Company (www.qingdao-port.com) and the 2024 annual report (containing all particulars as required by the Hong Kong Listing Rules) will be published on the respective website of the Hong Kong Stock Exchange and the Company in due course.

By order of the Board
Qingdao Port International Co., Ltd.
SU Jianguang
Chairman

Qingdao, the PRC, 28 March 2025

As at the date of this announcement, the executive Directors are Mr. SU Jianguang and Mr. Zhang Baohua; the non-executive Directors are Mr. LI Wucheng, Mr. ZHU Tao, Mr. CUI Liang and Ms. WANG Fuling; and the independent non-executive Directors are Ms. LI Yan, Mr. JIANG Min and Mr. LAI Kwok Ho.

Definitions

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

“2024 AGM”	the 2024 annual general meeting of the Company to be held on 27 June 2025
“A share(s)”	share(s) with a nominal value of RMB1.00 each issued by the Company which are listed on the main board of Shanghai Stock Exchange (stock code: 601298) and traded in RMB
“A Share Offering”	the Company’s public offering 454,376,000 A shares, which are listed on the main board of Shanghai Stock Exchange
“Articles of Association”	the articles of association of the Company, as amended from time to time
“Asset Purchase Agreement I”	Agreement on the Acquisition of Equity Interests in Rizhao Port Oil Terminal Co., Ltd.* (日照港油品碼頭有限公司) by Qingdao Port International Co., Ltd.* (青島港國際股份有限公司) from Shandong Port Rizhao Port Group Co., Ltd.* (山東港口日照港集團有限公司) by way of Issuance of Shares and Cash Payment and Agreement on the Acquisition of Equity Interests in Rizhao Shihua Crude Oil Terminal Co., Ltd.* (日照實華原油碼頭有限公司) by Qingdao Port International Co., Ltd. from Shandong Port Rizhao Port Group Co., Ltd. by way of Issuance of Shares and Cash Payment, entered between the Company and Rizhao Port Group, both dated 12 July 2024, in relation to the proposed acquisition of Target Asset I by cash payments by the Company

“Asset Purchase Agreement II”	Agreement on the Acquisition of Equity Interests in Shandong United Energy Pipeline Transportation Co., Ltd.* (山東聯合能源管道輸送有限公司) by Qingdao Port International Co., Ltd. from Shandong Port Yantai Port Group Co., Ltd.* (山東港口煙台港集團有限公司) by way of Issuance of Shares and Cash Payment and Agreement on the Acquisition of Equity Interests in Shandong Gangyuan Pipeline Logistics Co., Ltd.* (山東港源管道物流有限公司) by Qingdao Port International Co., Ltd. from Shandong Port Yantai Port Group Co., Ltd. by way of Issuance of Shares and Cash Payment, entered between the Company and Yantai Port Group, both dated 12 July 2024, in relation to the proposed acquisition of Target Asset II by issuance of Consideration Shares by the Company
“Audit Committee”	the board audit committee of the Company
“Board”	the board of directors of the Company
“CFS”	container freight station, of which, container freight station at loading ports refers to the location designated by carriers for the receiving of cargo to be loaded into containers by the carrier, while container freight station at discharge or destination ports refer to the location designated by carriers for de-vanning of containerized cargo
“Commonly Held Entities”	having the meaning ascribed to it in the Hong Kong Listing Rules
“Company” or “Qingdao Port”	Qingdao Port International Co., Ltd.* (青島港國際股份有限公司), a joint stock company established in the PRC with limited liability on 15 November 2013
“Compensation Agreement I”	Performance Undertakings Compensation Agreement between Qingdao Port International Co., Ltd. and Shandong Port Rizhao Port Group Co., Ltd., entered between the Company and Rizhao Port Group on 12 July 2024

“Compensation Agreement II”	Performance Undertakings Compensation Agreement between Qingdao Port International Co., Ltd. and Shandong Port Yantai Port Group Co., Ltd., entered between the Company and Yantai Port Group on 12 July 2024
“Consideration Shares”	new A shares to be issued by the Company to Yantai Port Group as a part of the consideration of the Target Assets pursuant to the Asset Purchase Agreement II and the Measures for the Administration of the Material Asset Restructurings of Listed Companies of CSRC and other relevant laws and regulations
“Consolidated Group Companies”	the subsidiaries of the Company (including its branches) which are consolidated into the consolidated financial statements of the Company
“Corporate Governance Code”	the Corporate Governance Code as set out in Appendix C1 to the Hong Kong Listing Rules
“COSCO SHIPPING Ports”	COSCO SHIPPING Ports Limited* (中遠海運港口有限公司), a limited liability company established in Bermuda with its shares listed on the main board of the Hong Kong Stock Exchange (Stock Code: 01199), indirectly holding approximately 20% equity interests in the Company as of 31 December 2024, which is a substantial shareholder and a connected person of the Company
“CSRC”	China Securities Regulatory Commission* (中國證券監督管理委員會)
“Director(s)”	the director(s) of the Company

“Distributable Profit”	calculated by net profit attributable to shareholders of the Company in the scope of the consolidated financial statements prepared in the PRC Accounting Standards for Business Enterprise, deducting recovery of accumulated losses, appropriation to statutory surplus reserve and other necessary reserve by the parent company and subsidiaries as well as the impact of the appraisal value-added amount of the asset invested in the Company by Qingdao Port Group, the promoter at the establishment of the Company, on net profit for the year, etc.
“Dongjiakou Oil”	Qingdao Port Haiye Dongjiakou Oil Co., Ltd.* (青島港海業董家口油品有限公司), a company established in the PRC with limited liability on 23 May 2011 and a subsidiary in which the Company holds 70% equity interests, which is mainly engaged in the business of terminal stevedoring and warehousing services of liquid bulk
“Group”	the Company and its branches and subsidiaries, when references are made to operational data such as throughput, including joint ventures and associates of the Company
“H share(s)”	the overseas listed foreign share(s) with a nominal value of RMB1.00 each in the share capital of the Company which are listed on the main board of the Hong Kong Stock Exchange (stock code: 06198) and are traded in HKD
“H Share(s) Placing”	the Company issued the 243,000,000 H shares by way of placing and has been listed on the main board of the Hong Kong Stock Exchange
“Haiwan Liquid Chemical”	Qingdao Haiwan Liquid Chemical Port Operation Co., Ltd.* (青島海灣液體化工港務有限公司), a company established in the PRC with limited liability on 26 August 2011 and a joint venture in which the Company holds 35% equity interests, which is mainly engaged in the business of liquid bulk handling and ancillary services
“HKD”	Hong Kong dollars, the lawful currency of Hong Kong
“Hong Kong”	the Hong Kong Special Administrative Region of the PRC

“Hong Kong Listing Rules”	the Rules Governing the Listing of Securities on the Stock Exchange of Hong Kong Limited
“Hong Kong Stock Exchange”	The Stock Exchange of Hong Kong Limited
“Model Code”	the Model Code for Securities Transactions by Directors of Listed Issuers as set out in Appendix C3 to the Hong Kong Listing Rules
“OBOR”	“Silk Road Economic Belt” and “21st Century Maritime Silk Road”
“PRC” or “China”	the People’s Republic of China, and for the purpose of this announcement, excluding Hong Kong, Macau and Taiwan
“Proposed Restructuring”	the purchase of the Target Assets by the Company by way of issuance of Consideration Shares and cash payments under the Asset Purchase Agreement I and Asset Purchase Agreement II pursuant to the Measures for the Administration of the Material Asset Restructurings of Listed Companies of CSRC and other relevant laws and regulations
“QDOT”	Qingdao Port Dongjiakou Ore Terminal Co., Ltd.* (青島港董家口礦石碼頭有限公司), a company established in the PRC with limited liability on 9 January 2014 and a joint venture in which the Company holds 30% equity interests, which is mainly engaged in the business of ore, coal and other cargo handling and ancillary services
“Qingdao Port Engineering”	Qingdao Port (Group) Engineering Co., Ltd.* (青島港(集團)港務工程有限公司), a company established in the PRC with limited liability on 13 May 1992 and an associate in which the Company holds 49% equity interests, which is mainly engaged in the business of construction engineering, architectural decoration, and engineering design services, and other business

“Qingdao Port Equipment”	Qingdao Port Equipment Manufacturing Co., Ltd.* (青島港口裝備製造有限公司, now known as Shandong Land and Sea Equipment Group Co., Ltd. *(山東陸海裝備集團青島有限公司)), a company established in PRC with limited liability on 16 November 2020 and an associate in which the Company holds 49% equity interests, which is mainly engaged in the business of port equipment manufacturing, engineering construction, maintenance and repair and other business
“Qingdao Port Group”	Shandong Port Qingdao Port Group Co., Ltd.* (山東港口青島港集團有限公司), a company established in the PRC with limited liability on 12 August 1988 and the controlling shareholder of the Company, holding approximately 55.77% equity interests in the Company as of 31 December 2024. When references are made to connected transactions, also including its subsidiaries, joint ventures with 30% and more equity interests held by Qingdao Port Group and the Commonly Held Entities of Qingdao Port Group (if applicable)
“Qingdao Shihua”	Qingdao Shihua Crude Oil Terminal Co., Ltd.* (青島實華原油碼頭有限公司), a company established in the PRC with limited liability on 23 February 2006 and a joint venture in which the Company holds 50% equity interests, which is mainly engaged in the business of liquid bulk handling and ancillary services
“QQCT”	Qingdao Qianwan Container Terminal Co., Ltd.* (青島前灣集裝箱碼頭有限責任公司), a company established in the PRC with limited liability on 17 May 2000 and a joint venture in which the Company holds 51% equity interests, which is mainly engaged in the business of container handling and ancillary services
“RCEP”	Regional Comprehensive Economic Partnership
“Rizhao Port Group”	Shandong Port Rizhao Port Group Co., Ltd.* (山東港口日照港集團有限公司), a company established in the PRC with limited liability on 24 February 2004 and a wholly-owned subsidiary of Shandong Port Group, which is mainly engaged in the business of port operation, port industry investment, port infrastructure construction, port and shipping ancillary services, logistics services and other businesses

“RMB”	Renminbi, the lawful currency of the PRC
“Shandong Free Trade Zone”	China (Shandong) Pilot Free Trade Zone
“Shandong Port Finance Company”	Shandong Port Group Finance Co., Ltd.* (山東港口集團財務有限責任公司), a company established in the PRC with limited liability on 22 July 2014 and an associate in which the Company holds 34.63% equity interests, which is mainly engaged in the business of the depository services, credit granting services, financial and financing advisory services, credit assurance services and relevant consulting and agency services, trade receivables collection and payment services; internal fund transfer and settlement services formulation of proposals for the corresponding settlement and clearing services and other financial services
“Shandong Port Group”	Shandong Port Group Co., Ltd.* (山東省港口集團有限公司), a company with limited liability established on 2 August 2019 in the PRC, holding 100% equity interests in Qingdao Port Group, and an indirect controlling shareholder of the Company, with Shandong SASAC as the actual controller. When references are made to connected transactions, also including its subsidiaries and associates (if applicable)
“Shandong Port Lianhua”	Shandong Port Lianhua Pipeline Petroleum Transportation Co., Ltd.* (山東港聯化管道石油輸送有限公司), a company established in the PRC with limited liability on 9 December 2015 and a subsidiary in which the Company holds 51% equity interests, which is mainly engaged in the business of liquid bulk handling and ancillary services
“Shandong SASAC”	State-owned Assets Supervision and Administration Commission of the People’s Government of Shandong Province* (山東省人民政府國有資產監督管理委員會), the actual controller of the Company

“Shanghai China Shipping Terminal”	Shanghai China Shipping Terminal Development Co., Ltd.* (上海中海碼頭發展有限公司), a company established in the PRC with limited liability on 18 February 2008 and a wholly-owned subsidiary of China Shipping Terminal Development Co., Ltd.* (中海碼頭發展有限公司), holding approximately 15.64% equity interests in the Company as of 31 December 2024
“Shipping Group”	Shandong Port Shipping Group Co., Ltd. * (山東港口航運集團有限公司, now known as SHANDONG MARINE CORPORATION*(山東遠洋海運集團股份有限公司)), a joint stock company established in PRC with limited liability on 27 March 2020, which is mainly engaged in the transportation business of container, oil, dry bulk cargo and passenger roll-on (container) liner
“Shanghai Cooperation Demonstration Zone”	China-Shanghai Cooperation Organization Local Economic and Trade Cooperation Demonstration Zone
“Supervisor(s)”	the supervisor(s) of the Company
“Target Assets”	Target Asset I and Target Asset II
“Target Asset I”	100% equity interests in Rizhao Port Oil Terminal Co., Ltd.* (日照港油品碼頭有限公司) and 50.00% equity interests in Rizhao Shihua Crude Oil Terminal Co., Ltd.* (日照實華原油碼頭有限公司) held by Rizhao Port Group
“Target Asset II”	53.88% equity interests in Shandong United Energy Pipeline Transportation Co., Ltd.* (山東聯合能源管道輸送有限公司) and 51.00% equity interests in Shandong Gangyuan Pipeline Logistics Co., Ltd.* (山東港源管道物流有限公司) held by Yantai Port Group
“TEU”	an abbreviation of Twenty-Foot Equivalent Unit, an international measuring unit with the standard a container with a length of twenty feet, a width of eight feet and a height of eight feet and six inches, also known as the international unit of standard container

“Weihai Port”

Shandong Port Weihai Port Co., Ltd.* (山東港口威海港有限公司), a company established in the PRC with limited liability on 7 November 1997 and a wholly-owned subsidiary of Qingdao Port Group, which is mainly engaged in the handling of international express, passenger and vehicle, warehousing, transportation, agency services and other businesses

“West United”

Qingdao Qianwan West Port United Terminal Co., Ltd.* (青島前灣西港聯合碼頭有限責任公司), a company established in the PRC with limited liability on 9 June 2010 and a joint venture in which the Company holds 51% equity interests, and which is mainly engaged in the business of dry bulk cargo and break bulk cargo handling and ancillary services

“Yantai Port Group”

Shandong Port Yantai Port Group Co., Ltd.* (山東港口煙台港集團有限公司), a company established in PRC with limited liability on 27 November 1984 and a wholly-owned subsidiary of Shandong Port Group, which is mainly engaged in the business of handling of containers, liquid bulk, dry bulk, logistics services and other businesses

* *The Chinese name(s) of the PRC entities have been translated into English in this interim results announcement for reference only. In the event of any discrepancies between the Chinese names of the PRC entities and their respective English translations, the Chinese version shall prevail.*

** *Certain amounts and percentage figures included in this announcement have been subject to rounding.*