

Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited take no responsibility for the contents of this announcement, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.



深圳高速公路集團股份有限公司

SHENZHEN EXPRESSWAY CORPORATION LIMITED

(a joint stock limited company incorporated in the People's Republic of China with limited liability)
(Stock Code: 00548)

FIRST QUARTERLY REPORT OF 2023

This announcement is made pursuant to the disclosure obligations under Rules 13.09(2) and 13.10B of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited and related requirements.

This Report is prepared in accordance with relevant regulations of the China Securities Regulatory Commission and the Shanghai Stock Exchange on disclosure of information in quarterly reports for listed companies. The financial information set out in this Report has not been audited. Shareholders of the Company and public investors should exercise caution when trading in the shares of the Company.

1. IMPORTANT NOTICE

- 1.1 The board of directors, the supervisory committee and the directors, the supervisors, the senior management of Shenzhen Expressway Corporation Limited (the “Company”, together with its subsidiaries, the “Group”) confirm the truthfulness, accuracy and completeness of the content of this quarterly report and that there are no false representations or misleading statements contained in or material omissions from this report, and assume several and joint legal responsibility.
- 1.2 Mr. Liao Xiang Wen, Executive Director and President, Ms. Zhao Gui Ping, Chief Financial Officer and Mr. Jiang Wei Qi, Deputy General Manager of Accounting Department, confirm the truthfulness, accuracy and completeness of the financial statements contained in this First Quarterly Report of 2023 (this “Report”) of the Company for the three months ended 31 March 2023 (the “Reporting Period” or “Period”).
- 1.3 The financial statements for the Reporting Period contained in this Report have not been audited.
- 1.4 Unless otherwise stated, the currency of the amounts stated in this Report is in RMB.
- 1.5 Unless otherwise stated, the abbreviation of the highways/projects operated, invested and managed by the Company and the investee companies of the Company in this Report shall have the same meaning as defined in 2022 Annual Report of the Company.

2. PRINCIPAL FINANCIAL DATA AND CHANGE IN SHAREHOLDERS

2.1 Principal financial data

Unit: RMB

| | As at 31 Mar 2023 | As at 31 Dec 2022 | | Change (%) |
|--|-------------------|-------------------|-------------------|------------|
| | | Before adjustment | After adjustment | |
| Total assets | 68,934,852,011.45 | 69,201,468,263.76 | 69,201,468,263.76 | -0.39 |
| Owners' equity attributable to shareholders of the Company | 21,980,798,157.07 | 21,346,287,718.08 | 21,346,287,718.08 | 2.97 |

| | Jan ~ Mar 2023 | Jan ~ Mar 2022 | | Change (%) |
|--|------------------|-------------------|------------------|------------|
| | | Before adjustment | After adjustment | |
| Net cash flows from operating activities | 1,013,802,070.16 | 611,009,879.13 | 611,009,879.13 | 65.92 |

| | Jan ~ Mar 2023 | Jan ~ Mar 2022 | | Change (%) |
|--|------------------|-------------------|------------------|----------------------|
| | | Before adjustment | After adjustment | |
| Revenue | 1,903,638,574.41 | 1,772,728,100.22 | 1,772,728,100.22 | 7.38 |
| Net profit attributable to owners of the Company | 442,550,909.53 | 412,718,223.34 | 413,096,466.73 | 7.13 |
| Net profit attributable to owners of the Company - excluding non-recurring items | 437,099,779.89 | 414,159,300.04 | 414,537,543.43 | 5.44 |
| Return on equity - weighted average (%) | 2.25 | 1.80 | 1.80 | Increase 0.45 pct.pt |
| Earnings per share - basic (RMB/share) | 0.182 | 0.168 | 0.168 | 8.02 |
| Earnings per share - diluted (RMB/share) | 0.182 | 0.168 | 0.168 | 8.02 |

Descriptions of reasons for retrospective adjustment or restatement:

The Ministry of Finance issued "Interpretation of Accounting Standards for Business Enterprises (No.16)" on 30 November 2022, in which the provision that "the accounting treatment of exemption from initial recognition does not apply to the deferred revenue tax related to the assets and liabilities arising from a single transaction" became effective from 1 January 2023. If the lease liabilities and right-of-use assets recognised by any single transaction to which this provision applies at the beginning of the earliest period of presentation of financial statements when this provision applies for the first time, and the expected liabilities related to the recognised disposal obligation and the corresponding related assets give rise to a taxable temporary difference and a deductible temporary difference, the Group will use the cumulative impact amount to adjust the beginning retained earnings and other related items in the financial statements in the earliest period of presentation of financial statements pursuant to this provision and the provisions of "Accounting Standard for Business Enterprises No.18—Income Tax".

Descriptions of changes in net profit attributable to owners of the Company ("net profit"):

During the Reporting Period, the traffic volume of the expressways operated and invested by the Group experienced restorative growth month by month, and toll revenue increased about 22.65% on the same basis. However, since the operating period of Wuhuang Expressway expired in last December, the toll revenue during the Reporting Period recorded a YOY decrease of approximately RMB100 million. The GS Expressway and GZ West Expressway invested by the Group, Qinglian Expressway and Outer Ring Expressway have been accounted for using the adjusted amortisation amounts per unit of traffic volume of concession intangible assets since 1 July 2022, 1 October 2022 and 1 January 2023, respectively, resulting in a YOY decrease in net profit of approximately RMB30 million during the Reporting Period. In addition, due to the YOY decrease in the quantity of the entrusted management business of the Group during the Reporting Period, revenue and profit declined, and for foreign currency liabilities, financial expenses increased due to increased market interest rates.

Non-recurring Items and Amounts:

Unit: RMB

| Non-recurring Items | Jan ~ Mar 2023 | Descriptions |
|--|---------------------|--------------|
| Gains or losses from disposal of non-current assets | -12,438.43 | |
| Government grants recognised in the profit or loss for the period, except for those which are closely related to the Company's normal business operation, qualified with the requirements under national policies and continuously entitled to government subsidies on a fixed amount or fixed quantity basis | 7,899,243.70 | |
| Capital occupation fee received from non-financial corporation recognised in the profit or loss for the period | 2,971,698.12 | |
| Gains and losses from changes in fair value arising from holding transactional financial assets, derivative financial assets, transactional financial liabilities, and derivative financial liabilities, as well as investment income from the disposal of transactional financial assets and derivative financial assets, financial liabilities, derivative financial liabilities and other debt investments, in addition to the effective hedging business related to the Company's normal business operations | 548,870.61 | |
| Other non-operating income and expenditure excluding above items | -1,505,025.05 | |
| Less: Income tax effects | 2,324,373.95 | |
| Minority shareholder's interest effects (after tax) | 2,126,845.36 | |
| Total | 5,451,129.64 | |

Changes in main accounting data and financial indicators, and reasons

| Item | Change (%) | Main reasons |
|---|------------|---|
| Net cash flow from operating activities | 65.92 | Mainly attributed to toll revenue growth and the receipt of electricity sale subsidies of previous years. |

2.2 Shareholders information

As at the end of the Reporting Period, based on the shareholders' registers provided by the share registrar and the transfer offices of the Company in the PRC and Hong Kong, the total number of shareholders of the Company is 18,545, of which 18,298 were holders of A shares and 247 were holders of H shares. The top ten shareholders and the top ten holders of non-restricted circulating shares of the Company were as follows:

Unit: share

| The top ten shareholders | | | | | |
|---|---|------------|--|--|---|
| Name of shareholder | Nature of shareholders | Percentage | Number of shares held | Number of restricted circulating shares held | Information on shares pledged or frozen |
| HKSCC NOMINEES LIMITED ^{Note} | Overseas legal person | 33.46% | 729,777,375 | — | Unknown |
| Xin Tong Chan Development (Shenzhen) Company Limited | State-owned legal person | 30.03% | 654,780,000 | 0 | None |
| Shenzhen Shen Guang Hui Highway Development Company Limited | State-owned legal person | 18.87% | 411,459,887 | 0 | None |
| China Merchants Expressway Network & Technology Holdings Co., Ltd. | State-owned legal person | 4.18% | 91,092,743 | 0 | None |
| Guangdong Roads and Bridges Construction Development Company Limited | State-owned legal person | 2.84% | 61,948,790 | 0 | None |
| China Merchants Bank-SSE Dividend Trading Open Index Securities Investment Fund (招商銀行股份有限公司—上證紅利交易型開放式指數證券投資基金) | Domestic non-state-owned legal person | 1.45% | 31,679,575 | — | Unknown |
| AU SIU KWOK | Overseas natural person | 0.50% | 11,000,000 | — | Unknown |
| Hong Kong Central Clearing Company Limited | Other | 0.44% | 9,639,335 | — | Unknown |
| ZHANG PING YING | Domestic natural person | 0.35% | 7,709,665 | — | Unknown |
| Industrial and Commercial Bank of China Co., Ltd. - Fullgoal China Securities Dividend Index Enhanced Securities Investment Fund (中國工商銀行股份有限公司—富國中證紅利指數增強型證券投資基金) | Domestic non-state-owned legal person | 0.29% | 6,270,799 | — | Unknown |
| Top ten holders of non-restricted circulating shares | | | | | |
| Name of shareholder | | | Number of non-restricted circulating shares held | Type of shares | |
| HKSCC NOMINEES LIMITED ^{Note} | | | 729,777,375 | H share | |
| Xin Tong Chan Development (Shenzhen) Company Limited | | | 654,780,000 | A share | |
| Shenzhen Shen Guang Hui Highway Development Company Limited | | | 411,459,887 | A share | |
| China Merchants Expressway Network & Technology Holdings Co., Ltd. | | | 91,092,743 | A share | |
| Guangdong Roads and Bridges Construction Development Company Limited | | | 61,948,790 | A share | |
| China Merchants Bank-SSE Dividend Trading Open Index Securities Investment Fund (招商銀行股份有限公司—上證紅利交易型開放式指數證券投資基金) | | | 31,679,575 | A share | |
| AU SIU KWOK | | | 11,000,000 | H share | |
| Hong Kong Central Clearing Company Limited | | | 9,639,335 | A share | |
| ZHANG PING YING | | | 7,709,665 | A share | |
| Industrial and Commercial Bank of China Co., Ltd. - Fullgoal China Securities Dividend Index Enhanced Securities Investment Fund (中國工商銀行股份有限公司—富國中證紅利指數增強型證券投資基金) | | | 6,270,799 | A share | |
| Connected relationship or concerted action relationship among the abovementioned shareholders: | Xin Tong Chan Development (Shenzhen) Company Limited and Shenzhen Shen Guang Hui Highway Development Company Limited are connected persons under the same control of Shenzhen International Holdings Limited ("Shenzhen International"). In addition to the above associations, there is no connected relationship among the state-owned shareholders in the above table. The Company did not notice any connected relationship among the other abovementioned shareholders or any connected relationship among the abovementioned state-owned shareholders and other shareholders. | | | | |

Note: The H shares held by HKSCC NOMINEES LIMITED were held on behalf of various clients.

3. OTHER REMINDERS

3.1 Operating information

3.1.1 Main operating data of toll road business

| Toll highway | | | Average daily mixed traffic volume (number of vehicles in thousands) ⁽¹⁾ | Average daily toll revenue (RMB'000) |
|--|---------------------------------|------------------------------------|--|---|
| Project | Shareholding ratio of the Group | Proportion of revenue consolidated | Jan ~ Mar 2023 | Jan ~ Mar 2023 |
| Guangdong Province – Shenzhen Region: | | | | |
| Meiguan Expressway | 100% | 100% | 155 | 398 |
| Jihe East | 100% | 100% | 304 | 1,769 |
| Jihe West | 100% | 100% | 206 | 1,403 |
| Coastal Project ⁽²⁾ | 100% | 100% | 175 | 1,545 |
| Outer Ring Project | 100% | 100% | 284 | 3,001 |
| Longda Expressway | 89.93% | 100% | 156 | 390 |
| Shuiguan Expressway | 50% | 100% | 255 | 1,649 |
| Shuiguan Extension | 40% | — | 61 | 206 |
| Guangdong Province – Other Regions: | | | | |
| Qinglian Expressway | 76.37% | 100% | 57 | 2,113 |
| GS Expressway | 45% | — | 609 | 7,527 |
| GZ West Expressway | 50% | — | 256 | 3,374 |
| Yangmao Expressway | 25% | — | 58 | 2,225 |
| GZ W2 Expressway | 25% | — | 85 | 1,217 |
| Other Provinces in the PRC: | | | | |
| Yichang Project | 100% | 100% | 70 | 1,302 |
| Changsha Ring Road | 51% | 100% | 89 | 676 |
| Nanjing Third Bridge | 35% | — | 42 | 1,449 |

Notes:

- (1) Traffic volume during holidays which are toll free is not included in the figures of average daily mixed traffic volume.
- (2) According to the freight compensation agreement entered into between Shenzhen Transport Bureau, the Company and Coastal Company, it is agreed that during the period from 1 January 2021 to 31 December 2024, the lorries passing the Coastal Expressway should be charged at 50% of the standard rate of the toll, and such toll waived by the Company and Coastal Company shall be compensated by the government in an one-off manner in March of the following year.

3.1.2 Main operating data of organic waste treatment projects

As at the end of the Reporting Period, the Group had 14 organic waste treatment projects at the commercial operation stage, including 13 owned by Bioland and one owned by Lisai Environmental, and the key operating data is as follows:

| Organic waste | | | Organic waste disposal volume (thousand tons) ⁽¹⁾ | Operating income (RMB'000) ⁽¹⁾ |
|--------------------------------|---------------------------------|------------------------------------|--|---|
| Project | Shareholding ratio of the Group | Proportion of revenue consolidated | Jan ~ Mar 2023 | Jan ~ Mar 2023 |
| I. Bioland | | | | |
| Guiyang Project | 100% | 100% | 34.63 | 18,548.41 |
| Nanning Project | 100% | 100% | 44.45 | 19,541.14 |
| Dezhou Project | 100% | 100% | 28.97 | 7,586.95 |
| Taizhou Project | 100% | 100% | 22.02 | 7,868.21 |
| Zigong Project | 84.57% | 100% | 23.89 | 10,644.19 |
| Zhuji Project | 90% | 100% | 15.35 | 4,399.16 |
| Longyou Project | 100% | 100% | 13.02 | 746.90 |
| Handan Project | 90% | 100% | 9.63 | 3,520.66 |
| Other projects | 70~100% | 100% | 36.97 | 17,119.43 |
| Subtotal | | | 228.93 | 89,975.05 |
| II. Lisai Environmental | 70% | 100% | 38.04 | 30,287.39 |
| Total | | | 266.97 | 120,262.43 |

Note:

- (1) The operating income of some projects in the above table includes the income from sales of waste power supply and sales of bulk oil. The data was compiled based on the internal information of the Group and has not been audited. There may be differences with the actual data and is for reference only. Investors are advised to use such data with caution.

3.1.3 Main operating data of wind power projects

| Wind Power Generation | | | On-grid power supply (MWh) ⁽¹⁾ | Revenue from wind power business (RMB '000) ⁽¹⁾ |
|-----------------------|---------------------------------|------------------------------------|---|--|
| Project | Shareholding ratio of the Group | Proportion of revenue consolidated | Jan ~ Mar 2023 | Jan ~ Mar 2023 |
| Baotou Nanfeng | 100% | 100% | 199,388.77 | 62,087.64 |
| Xinjiang Mulei | 100% | 100% | 113,428.20 | 53,048.10 |
| Yongcheng Zhuneng | 100% | 100% | 23,900.64 | 12,491.57 |
| Zhongwei Gantang | 100% | 100% | 31,700.52 | 16,207.80 |
| Huaian Zhongheng | 20% | — | 60,745.70 | 30,482.38 |

Note:

- (1) On-grid power supply is accounted for in accordance with the settlement cycle of the power grid, and the revenue from wind power business included the estimated electricity compensation income based on the on-grid power supply. The above data was based on the Group's internal records which are unaudited. Differences may arise between such data and the actual data. Therefore, the above data is for information purposes only and investors are advised to use such data cautiously.

3.2 Progress of important matters

The Board of the Company approved the preliminary work of the Group's initial design of the Jihe Expressway R&E project in January 2018. In 2020, the Board further approved the work in relation to the first-stage section of the Jihe Expressway R&E Project and the relocation of high voltage power lines,

among others. The Jihe Expressway R&E Project was granted the approval by the Guangdong Provincial Development and Reform Commission at the end of 2020. On 30 September 2022, upon the approval of the Board, the Company entered into a PPP project contract for the Jihe Expressway R&E Project with the Shenzhen Transportation Bureau (the “PPP Contract”), and two investment cooperation and joint construction agreements for the project with the proposed investment partner Shenzhen SEZ Construction and Development Transport Investment Co., Ltd. (“SZCDTI”). According to the PPP Contract, the PPP Contract shall come into effect after being signed and sealed by both parties on 30 September 2022. In the event the Company fails to complete the procedures and obtain approval from its shareholders at its general meeting (except for circumstances where the Company was slack in performing the relevant procedures) within 6 months from the effective date of the PPP Contract, the PPP Contract shall be terminated. Since Shenzhen city intended to optimise the construction implementation proposal of the Jihe Expressway R&E Project and adjust the investment and financing proposal accordingly, the adjusted plans had not been finalised as of 31 March 2023, the general meeting of the Company was not held within the period specified above, the above PPP Contract was terminated on 31 March 2023, and the cooperative agreements between the Company and SZCDTI cannot be performed at the moment. After the termination of the PPP Contract, as the implementation unit of the Jihe Expressway R&E Project approved by the Development and Reform Commission of Guangdong Province, the Company will continue to assist in adjusting the construction implementation plan, investment and financing plan, and relevant agreements of the Jihe Expressway R&E Project, and perform the approval procedure after the relevant plans are finalised. For details, please refer to the announcements of the Company dated 30 September, 13 October, 20 October, 24 October and 2 December 2022, and 31 March 2023, respectively.

Pursuant to the “Notice of Acceptance of Registration” of Zhongshi Xie Note [2023] No. SCP12 issued by the National Association of Financial Market Institutional Investors, the Company may, within 2 years of the signing date of the “Notice of Acceptance of Registration”, issue super-short-term commercial paper in a principal amount of not more than RMB3 billion. The Company issued the first and second tranches of 2023 super-short-term commercial paper on 21 February 2023 and 13 March 2023, respectively, with an issuance size of RMB1 billion and a maturity of 180 days each, and a coupon rate of 2.16% and 2.20%, respectively. For details, please refer to the announcements of the Company dated 19 January, 22 February and 14 March 2023, respectively.

As approved by the Board of the Company, subject to the condition that both safety and liquidity of capital reserve can be assured, the Group may invest part of the funds in monetary funds, wealth management products issued by banks, financial products for financing purposes issued by holding enterprises within the Shenzhen SASAC system and other types of wealth management products. During the Reporting Period, the Group entered into 3 new transactions of structured deposit wealth management products, with the amount entrusted to the Group amounting to RMB870 million. As at the end of the Reporting Period, the balance of the wealth management products (all issued by banks) of the Group was RMB870 million and the expected income from entrusted wealth management for the Reporting Period was RMB6,132,190 (including tax) with no overdue principal and income.

By order of the Board
Liao Xiang Wen
Executive Director

Shenzhen, the PRC, 27 April 2023

As at the date of this announcement, the Directors of the Company are Mr. LIAO Xiang Wen (Executive Director and President), Mr. WANG Zeng Jin (Executive Director), Mr. WEN Liang (Executive Director), Mr. DAI Jing Ming (Non-executive Director), Ms. LI Xiao Yan (Non-executive Director), Mr. LÜ Da Wei (Non-executive Director), Mr. BAI Hua (Independent non-executive Director), Mr. LI Fei Long (Independent non-executive Director), Mr. MIAO Jun (Independent non-executive Director) and Mr. XU Hua Xiang (Independent non-executive Director).

This announcement is originally prepared in Chinese. In case of any inconsistency between the Chinese version and the English version, the Chinese version shall prevail.

Appendix:

Consolidated Balance Sheet

31 Mar 2023

Unit: RMB; Unaudited

| Item | As at 31 Mar 2023 | As at 31 Dec 2022 |
|--|--------------------------|--------------------------|
| Current assets: | | |
| Cash at banks and on hand | 3,931,938,433.07 | 3,635,862,158.72 |
| Transactional financial assets | 1,083,074,584.82 | 1,112,243,771.54 |
| Notes receivable | 1,400,000.00 | 3,500,000.00 |
| Accounts receivable | 868,150,434.57 | 1,052,263,013.07 |
| Prepayments | 349,031,152.23 | 225,509,293.25 |
| Other receivables | 874,489,581.25 | 1,121,628,992.41 |
| Inventories | 1,396,601,424.39 | 1,314,262,956.81 |
| Contract assets | 301,962,103.59 | 377,341,353.82 |
| Non-current assets due within one year | 144,128,197.53 | 196,704,222.31 |
| Other current assets | 259,165,734.53 | 257,805,744.15 |
| Total current assets | 9,209,941,645.98 | 9,297,121,506.08 |
| Non-current assets: | | |
| Long-term prepayments | 965,770,182.43 | 996,880,056.74 |
| Long-term receivables | 2,230,275,947.70 | 2,152,166,502.48 |
| Long-term equity investments | 17,940,238,050.44 | 17,749,069,948.37 |
| Other non-current financial assets | 763,264,630.44 | 763,264,630.44 |
| Investment properties | 25,807,389.51 | 26,068,821.95 |
| Fixed assets | 7,092,977,909.84 | 7,209,500,786.33 |
| Construction in progress | 233,413,187.89 | 225,703,626.92 |
| Right-of-use assets | 70,185,667.80 | 75,412,073.15 |
| Intangible assets | 26,745,511,542.10 | 26,847,604,300.36 |
| Development expenditure | 5,544,310.45 | 5,500,636.18 |
| Goodwill | 202,893,131.20 | 202,893,131.20 |
| Long-term prepaid expenses | 49,423,267.90 | 53,624,450.56 |
| Deferred income tax assets | 384,030,409.54 | 423,407,651.00 |
| Other non-current assets | 3,015,574,738.23 | 3,173,250,142.00 |
| Total non-current assets | 59,724,910,365.47 | 59,904,346,757.68 |
| Total assets | 68,934,852,011.45 | 69,201,468,263.76 |

Consolidated Balance Sheet (continued)

31 Mar 2023

Unit: RMB; Unaudited

| Item | As at 31 Mar 2023 | As at 31 Dec 2022 |
|---|--------------------------|--------------------------|
| Current liabilities: | | |
| Short-term borrowings | 9,753,620,209.60 | 9,396,229,275.32 |
| Transactional financial liabilities | 130,458,237.87 | 133,009,243.01 |
| Notes payable | 228,669,880.66 | 228,669,880.66 |
| Accounts payable | 2,452,420,532.72 | 2,812,967,920.77 |
| Advance receipt | 1,295,909.85 | 794,329.08 |
| Contract liabilities | 81,846,867.20 | 30,333,016.72 |
| Employee benefits payable | 278,767,977.53 | 363,794,024.54 |
| Taxes payable | 551,779,270.03 | 507,605,023.01 |
| Other Payables | 1,108,760,061.75 | 1,371,768,690.38 |
| Non-current liabilities due within one year | 4,878,954,063.64 | 6,380,323,337.26 |
| Other current liabilities | 3,017,249,836.19 | 2,017,855,853.48 |
| Total current liabilities | 22,483,822,847.04 | 23,243,350,594.23 |
| Non-current liabilities: | | |
| Long-term borrowings | 9,606,762,754.14 | 9,573,248,109.29 |
| Bonds payable | 5,742,999,435.00 | 5,769,517,430.62 |
| Including: preferred stock | - | - |
| Perpetual bond | - | - |
| Lease liabilities | 38,956,721.32 | 47,738,699.35 |
| Long-term payables | 1,049,522,092.88 | 1,148,281,363.36 |
| Long-term employee benefits payable | 115,415,411.45 | 115,716,411.45 |
| Provisions | 193,131,180.86 | 187,330,812.16 |
| Deferred revenue | 452,685,819.23 | 474,342,722.05 |
| Deferred income tax liabilities | 1,239,048,827.69 | 1,281,034,171.47 |
| Total non-current liabilities | 18,438,522,242.57 | 18,597,209,719.75 |
| Total liabilities | 40,922,345,089.61 | 41,840,560,313.98 |
| Owners' equity (or shareholders' equity): | | |
| Share capital (or Equity) | 2,180,770,326.00 | 2,180,770,326.00 |
| Other equity instruments | 4,000,000,000.00 | 4,000,000,000.00 |
| Including: preferred stock | - | - |
| Perpetual bond | 4,000,000,000.00 | 4,000,000,000.00 |
| Capital reserves | 4,390,599,135.60 | 4,390,599,135.60 |
| Other comprehensive income | (184,235,455.27) | (408,012,206.05) |
| Surplus reserves | 3,103,651,659.99 | 3,103,651,659.99 |
| Undistributed profit | 8,490,012,490.75 | 8,079,278,802.54 |
| Total shareholders' equity attributable to the parent company (or shareholders' equity) | 21,980,798,157.07 | 21,346,287,718.08 |
| Minority interests | 6,031,708,764.77 | 6,014,620,231.70 |
| Total owners' equity (or shareholders' equity) | 28,012,506,921.84 | 27,360,907,949.78 |
| Total liabilities and owners' equity (or shareholders' equity) | 68,934,852,011.45 | 69,201,468,263.76 |

Consolidated Income Statement

Jan ~ Mar 2023

Unit: RMB; Unaudited

| Item | Jan ~ Mar 2023 | Jan ~ Mar 2022 |
|--|------------------|------------------|
| 1.Total revenue | 1,903,638,574.41 | 1,772,728,100.22 |
| Including: Revenue | 1,903,638,574.41 | 1,772,728,100.22 |
| 2.Total costs | 1,525,339,731.31 | 1,463,259,004.65 |
| Including: Costs | 1,149,972,141.54 | 1,115,273,065.22 |
| Taxes and surcharges | 7,888,871.19 | 8,115,220.82 |
| Selling expenses | 7,212,501.34 | 13,367,405.69 |
| General and administrative expenses | 94,253,800.71 | 88,002,120.29 |
| Research and development expenses | 6,078,052.35 | 9,216,910.23 |
| Financial expenses | 259,934,364.18 | 229,284,282.40 |
| Including: Interest expense | 294,499,887.82 | 278,755,898.67 |
| Interest income | 22,242,381.93 | 26,445,420.23 |
| Add: Other income | 8,484,018.51 | 3,895,014.04 |
| Investment income (loss shown with “-”) | 205,830,603.52 | 213,937,747.92 |
| Including: Share of profits of associates and joint ventures | 197,171,541.41 | 214,020,247.93 |
| Gain or loss from changes in fair value (loss shown with “-”) | 548,870.61 | (715,193.65) |
| Credit impairment losses (loss shown with “-”) | (883,101.14) | 544,543.97 |
| Asset impairment losses (loss shown with “-”) | - | - |
| Gains or loss on disposal of assets (loss shown with “-”) | (12,438.43) | (6,101.89) |
| 3.Operating profits (loss shown with “-”) | 592,266,796.17 | 527,125,105.96 |
| Add: Non-operating income | 1,337,001.85 | 2,932,125.25 |
| Less: Non-operating expenses | 2,842,026.90 | 429,468.30 |
| 4.Total profit (loss shown with “-”) | 590,761,771.12 | 529,627,762.91 |
| Less: Income tax expenses | 122,256,164.51 | 90,779,547.16 |
| 5.Net profit (net loss shown with “-”) | 468,505,606.61 | 438,848,215.75 |
| I. Classified by business continuity | | |
| 1. Net profit from continuing operations (net loss shown with “-”) | 468,505,606.61 | 438,848,215.75 |
| 2. Net profit from discontinued operations (net loss shown with “-”) | - | - |
| II. Classified by business ownership | | |
| 1. Net profit attributable to owners of the Company(net loss shown with “-”) | 442,550,909.53 | 413,096,466.73 |
| 2. Minority interests (net loss shown with “-”) | 25,954,697.08 | 25,751,749.02 |
| 6.Other comprehensive income after tax (loss shown with “-”) | 240,327,122.45 | 53,170,968.38 |
| I. Other comprehensive income after tax attributable to owners of the Company | 223,776,750.78 | 52,277,295.93 |
| 1. Other comprehensive income that cannot be reclassified to profit or loss | - | - |
| 2. Other comprehensive income to be reclassified to profit or loss | 223,776,750.78 | 52,277,295.93 |
| (1) Other comprehensive income that can be transferred to profit or loss under the equity method | - | 38,643,843.54 |
| (2) Translation differences of foreign currency financial statements | 223,776,750.78 | 13,633,452.39 |
| II. Other comprehensive income attributable to minority shareholders after taxes | 16,550,371.67 | 893,672.45 |
| 7.Total comprehensive income | 708,832,729.06 | 492,019,184.13 |
| I. Total comprehensive income attributable to owners of the Company | 666,327,660.31 | 465,373,762.66 |
| II. Total comprehensive income attributable to minority shareholders’ interests | 42,505,068.75 | 26,645,421.47 |
| 8.Earnings per share | | |
| I. Basic earnings per share (RMB/share) | 0.182 | 0.168 |
| II. Diluted earnings per share (RMB/share) | 0.182 | 0.168 |

Consolidated Cash Flow Statement

Jan ~ Mar 2023

Unit: RMB; Unaudited

| Item | Jan ~ Mar 2023 | Jan ~ Mar 2022 |
|---|------------------|--------------------|
| 1.Cash flows from operating activities: | | |
| Cash received from rendering services and selling goods | 2,105,009,458.20 | 1,580,057,781.29 |
| Refund of taxes | 7,201,098.44 | 3,686,881.34 |
| Cash received relating to other operating activities | 104,784,170.80 | 251,348,722.39 |
| Sub-total of cash inflows from operating activities | 2,216,994,727.44 | 1,835,093,385.02 |
| Cash paid for goods and services | 511,086,128.20 | 559,407,824.70 |
| Cash paid to and on behalf of employees | 318,188,934.25 | 312,870,907.93 |
| Payments of taxes and surcharges | 142,221,119.00 | 209,207,261.72 |
| Cash paid relating to other operating activities | 231,696,475.83 | 142,597,511.54 |
| Sub-total of cash outflows from operating activities | 1,203,192,657.28 | 1,224,083,505.89 |
| Net cash flows from operating activities | 1,013,802,070.16 | 611,009,879.13 |
| 2.Cash flows from investing activities | | |
| Cash received from recovery of investments | 941,529,964.16 | 371,513,771.73 |
| Cash received from returns on investments | 192,452,844.36 | 42,148,389.70 |
| Net cash received from disposal of fixed assets, intangible assets and other long-term assets | 21,236.32 | 31,706.95 |
| Cash received relating to other investing activities | 5,337,856.63 | 19,429,545.23 |
| Sub-total of cash inflows from investing activities | 1,139,341,901.47 | 433,123,413.61 |
| Cash paid to acquire fixed assets, intangible assets and other long-term assets | 465,186,326.75 | 396,539,372.35 |
| Payments for investing activities | 971,012,789.61 | 248,777,408.97 |
| Cash paid to acquire subsidiaries and other business units | - | 1,428,670,893.95 |
| Cash paid relating to other investing activities | 1,002,908.91 | - |
| Sub-total of cash outflows from investing activities | 1,437,202,025.27 | 2,073,987,675.27 |
| Net cash flows from investing activities | (297,860,123.80) | (1,640,864,261.66) |
| 3.Cash flows from financing activities | | |
| Cash received from returns on investments | - | 3,561,468.00 |
| Including: Cash received from capital injection of minority shareholders in subsidiaries | - | 3,561,468.00 |
| Cash received from borrowings | 4,238,073,681.71 | 8,691,906,153.75 |
| Cash received relating to other financing activities | 28,247.43 | 12,110,750.94 |
| Sub-total of cash inflows from financing activities | 4,238,101,929.14 | 8,707,578,372.69 |
| Cash paid for debt repayment | 4,113,287,590.38 | 6,969,128,751.44 |
| Cash payments for distribution of dividends, profits or interest expenses | 444,258,302.07 | 311,791,329.37 |
| Including: dividends and profits paid by subsidiaries to minority shareholders | - | - |
| Cash payments relating to other financing activities | 49,732,129.32 | 70,288,884.40 |
| Sub-total of cash outflows from financing activities | 4,607,278,021.77 | 7,351,208,965.21 |
| Net cash flows from financing activities | (369,176,092.63) | 1,356,369,407.48 |
| 4.Effect of foreign exchange rate changes on cash and cash equivalents | (5,364,410.78) | (11,980,046.41) |
| 5.Net increase in cash and cash equivalents | 341,401,442.95 | 314,534,978.54 |
| Add: Cash and cash equivalents at beginning of the period | 3,197,002,667.41 | 5,456,959,403.09 |
| 6.Cash and cash equivalents at end of the period | 3,538,404,110.36 | 5,771,494,381.63 |

Adjustment to the financial statements at the beginning of the year in which any new accounting standard or interpretation of accounting standards effective from 2023 applies:

The Ministry of Finance issued "Interpretation of Accounting Standards for Business Enterprises (No.16)" on 30 November 2022, which regulates that the deferred income tax related to assets and liabilities arising from a single transaction does not apply to the accounting treatment of initial recognition. "Interpretation of Accounting Standards for Business Enterprises (No.16)" revised the scope of exemption from initial recognition of deferred income tax in "Accounting Standard for Business Enterprises No.18—Income Tax", specifying that the provision on the exemption from initial recognition of deferred income tax liabilities and assets in "Accounting Standard for Business Enterprises No.18—Income Tax" does not apply to any single transaction that is not a business combination, and affects neither profit nor taxable income (or deductible loss) when occurring, and whose initially recognised assets and liabilities give rise to a taxable temporary difference and a deductible temporary difference of the same amount. This provision will be effective from 1 January 2023, and may become effective earlier. The Group began to implement this provision on 1 January 2023, and conducted accounting treatment on the single transactions occurring from the beginning of the earliest period of presentation of financial statements to 31 December 2022 by retrospective adjustment, and restated the financial statements during the comparison period. The specific impacts are set out as follows:

Consolidated Balance Sheet

Unit: RMB; Unaudited

| Item | As at 31 Dec 2022 | As at 1 Jan 2023 | Adjustment |
|--|--------------------------|--------------------------|---------------------|
| Current assets: | | | |
| Cash at banks and on hand | 3,635,862,158.72 | 3,635,862,158.72 | - |
| Transactional financial assets | 1,112,243,771.54 | 1,112,243,771.54 | - |
| Notes receivable | 3,500,000.00 | 3,500,000.00 | - |
| Accounts receivable | 1,052,263,013.07 | 1,052,263,013.07 | - |
| Prepayments | 225,509,293.25 | 225,509,293.25 | - |
| Other receivables | 1,121,628,992.41 | 1,121,628,992.41 | - |
| Inventories | 1,314,262,956.81 | 1,314,262,956.81 | - |
| Contract assets | 377,341,353.82 | 377,341,353.82 | - |
| Non-current assets due within one year | 196,704,222.31 | 196,704,222.31 | - |
| Other current assets | 257,805,744.15 | 257,805,744.15 | - |
| Total current assets | 9,297,121,506.08 | 9,297,121,506.08 | - |
| Non-current assets: | | | |
| Long-term receivables | 2,152,166,502.48 | 2,152,166,502.48 | - |
| Long-term prepayments | 996,880,056.74 | 996,880,056.74 | - |
| Long-term equity investments | 17,749,069,948.37 | 17,749,069,948.37 | - |
| Other non-current financial assets | 763,264,630.44 | 763,264,630.44 | - |
| Investment properties | 26,068,821.95 | 26,068,821.95 | - |
| Fixed assets | 7,209,500,786.33 | 7,209,500,786.33 | - |
| Construction in progress | 225,703,626.92 | 225,703,626.92 | - |
| Right-of-use assets | 75,412,073.15 | 75,412,073.15 | - |
| Intangible assets | 26,847,604,300.36 | 26,847,604,300.36 | - |
| Development expenditure | 5,500,636.18 | 5,500,636.18 | - |
| Goodwill | 202,893,131.20 | 202,893,131.20 | - |
| Long-term prepaid expenses | 53,624,450.56 | 53,624,450.56 | - |
| Deferred income tax assets | 423,407,651.00 | 426,605,585.63 | 3,197,934.63 |
| Other non-current assets | 3,173,250,142.00 | 3,173,250,142.00 | - |
| Total non-current assets | 59,904,346,757.68 | 59,907,544,692.31 | 3,197,934.63 |
| Total assets | 69,201,468,263.76 | 69,204,666,198.39 | 3,197,934.63 |

Consolidated Balance Sheet (continued)

Unit: RMB; Unaudited

| Item | As at 31 Dec 2022 | As at 1 Jan 2023 | Adjustment |
|---|--------------------------|--------------------------|---------------------|
| Current liabilities: | | | |
| Short-term borrowings | 9,396,229,275.32 | 9,396,229,275.32 | - |
| Transactional financial liabilities | 133,009,243.01 | 133,009,243.01 | - |
| Notes payable | 228,669,880.66 | 228,669,880.66 | - |
| Accounts payable | 2,812,967,920.77 | 2,812,967,920.77 | - |
| Advance receipt | 794,329.08 | 794,329.08 | - |
| Contract liabilities | 30,333,016.72 | 30,333,016.72 | - |
| Employee benefits payable | 363,794,024.54 | 363,794,024.54 | - |
| Taxes payable | 507,605,023.01 | 507,605,023.01 | - |
| Other Payables | 1,371,768,690.38 | 1,371,768,690.38 | - |
| Non-current liabilities due within one year | 6,380,323,337.26 | 6,380,323,337.26 | - |
| Other current liabilities | 2,017,855,853.48 | 2,017,855,853.48 | - |
| Total current liabilities | 23,243,350,594.23 | 23,243,350,594.23 | - |
| Non-current liabilities: | | | |
| Long-term borrowings | 9,573,248,109.29 | 9,573,248,109.29 | - |
| Bonds payable | 5,769,517,430.62 | 5,769,517,430.62 | - |
| Including: preferred stock | - | - | - |
| Perpetual bond | - | - | - |
| Lease liabilities | 47,738,699.35 | 47,738,699.35 | - |
| Long-term payables | 1,148,281,363.36 | 1,148,281,363.36 | - |
| Long-term employee benefits payable | 115,716,411.45 | 115,716,411.45 | - |
| Provisions | 187,330,812.16 | 187,330,812.16 | - |
| Deferred revenue | 474,342,722.05 | 474,342,722.05 | - |
| Deferred income tax liabilities | 1,281,034,171.47 | 1,281,034,171.47 | - |
| Total non-current liabilities | 18,597,209,719.75 | 18,597,209,719.75 | - |
| Total liabilities | 41,840,560,313.98 | 41,840,560,313.98 | - |
| Owners' equity (or shareholders' equity): | | | |
| Share capital (or Equity) | 2,180,770,326.00 | 2,180,770,326.00 | - |
| Other equity instruments | 4,000,000,000.00 | 4,000,000,000.00 | - |
| Including: preferred stock | - | - | - |
| Perpetual bond | 4,000,000,000.00 | 4,000,000,000.00 | - |
| Capital reserves | 4,390,599,135.60 | 4,390,599,135.60 | - |
| Other comprehensive income | (408,012,206.05) | (408,012,206.05) | - |
| Surplus reserves | 3,103,651,659.99 | 3,103,651,659.99 | - |
| Undistributed profit | 8,079,278,802.54 | 8,081,435,344.31 | 2,156,541.77 |
| Total shareholders' equity attributable to the parent company (or shareholders' equity) | 21,346,287,718.08 | 21,348,444,259.85 | 2,156,541.77 |
| Minority interests | 6,014,620,231.70 | 6,015,661,624.56 | 1,041,392.86 |
| Total owners' equity (or shareholders' equity) | 27,360,907,949.78 | 27,364,105,884.41 | 3,197,934.63 |
| Total liabilities and owners' equity (or shareholders' equity) | 69,201,468,263.76 | 69,204,666,198.39 | 3,197,934.63 |