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# 秦 皇 島 港 股 份 有 限 公 司 QINHUANGDAO PORT CO., LTD.\*

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

**(Stock Code: 3369)**

## 2021 THIRD QUARTERLY REPORT

The board of directors (the “**Board**”) of Qinhuangdao Port Co., Ltd.\* (秦皇島港股份有限公司) (the “**Company**” or the “**Parent Company**” or “**QHD Port**”) is pleased to announce the unaudited results of the Company and its subsidiaries (collectively referred to as the “**Group**”) for the third quarter ended 30 September 2021. This announcement is made pursuant to Rule 13.09(2) and Rule 13.10B of the Rules Governing the Listing of Securities (the “**Listing Rules**”) on The Stock Exchange of Hong Kong Limited (the “**Stock Exchange**”) and the Inside Information Provisions under Part XIVA of the Securities and Futures Ordinance (Cap. 571 of the Laws of Hong Kong).

The Board, the supervisory committee, the directors, supervisors and senior management of the Company hereby warrant that the contents of this quarterly report are true, accurate and complete, and there are no false representations, misleading statements or material omissions, and are jointly and severally responsible for the legal liabilities of the Company.

The head of the Company, the chief financial officer, and the head of accounting department (Accounting Officer), warrant the truthfulness, accuracy and completeness of the information of financial statements in this quarterly report.

Whether the financial statements of the third quarter have been audited

☐ Yes   ☒ No

# I. MAJOR FINANCIAL DATA

## (I) Major accounting data and financial indicators

Unit: Yuan    Currency: RMB

Item	For the Reporting Period	Increase/decrease for the Reporting Period as compared to the corresponding period of last year (%)	From the beginning of the year to the end of the Reporting Period	Increase/decrease from the beginning of the year to the end of the Reporting Period as compared to the corresponding period of last year (%)
Revenue	1,548,431,856.52	-8.92	4,796,158,713.86	2.14
Net profit attributable to Shareholders of the listed Company	274,928,804.30	-29.61	973,779,224.81	0.77
Net profit attributable to Shareholders of the listed Company after deducting non-recurring profits and losses	265,591,975.82	-29.81	938,054,099.76	0.58
Net cash flow generated from operating activities	N/A	N/A	2,012,444,383.44	-8.29
Basic earnings per share (RMB/Share)	0.05	-28.57	0.17	0.00
Diluted earnings per share (RMB/Share)	0.05	-28.57	0.17	0.00
Weighted average return on net assets (%)	1.74	Decreased by 0.87 percentage point	6.23	Decreased by 0.21 percentage point
	As at the end of the Reporting Period		As at the end of last year	Increase/decrease as at the end of the Reporting Period as compared to the end of last year (%)
Total assets	27,492,672,531.13		26,243,366,760.77	4.76
Net assets attributable to Shareholders of the listed Company	15,928,988,417.03		15,216,180,502.61	4.68

Note: "The Reporting Period" refers to the three-month period from the beginning of the quarter to the end of the quarter. Same meaning applies below.

**(II) Items and amounts of non-recurring profit or loss**

Unit: Yuan    Currency: RMB

<b>Item</b>	<b>Amount for the Reporting Period</b>	<b>Amount from the beginning of the year to the end of the Reporting Period</b>	<b>Explanations</b>
Gains or losses on disposal of non-current assets (including the write-off of the asset impairment provision)	775,669.50	511,647.19	
Government grants recognized in profit or loss (except for the government grants that are closely related to the business of the Company and received in accordance with the uniform state's regulations)	11,971,276.59	42,937,347.96	
Other profit or loss items that fall within the meaning of non-recurring	-454,466.27	4,359,151.13	
Less: Effect of income tax	2,997,191.28	11,952,036.57	
Effect of minority interests (after tax)	-41,539.94	130,984.66	
Total	9,336,828.48	35,725,125.05	

Explanation on defining the non-recurring profit and loss project listed in “Explanatory announcement No. 1 on information disclosure by companies offering securities to the public — non-recurring profit or loss” as recurring profit and loss items

☐ Applicable ☒ Not applicable

### (III) Details and reasons for changes of major accounting data and financial indicators

✓ Applicable    □ Not Applicable

Item	Change in proportion (%)	Main reason
Construction in progress as at the end of the Reporting Period	71.95	Mainly due to the increase in the construction of Phase 1 (expansion) of metal ores terminal project of Cangzhou Huanghuagang Mineral Port Co., Ltd.* (滄州黃驊港礦石港務有限公司)(hereinafter referred to as “ <b>Cangzhou Mineral Port</b> ”), a subsidiary of the Group during the Reporting Period .
Long-term prepaid expenses as at the end of the Reporting Period	-30.63	Mainly due to the regular amortization of the long-term prepaid expenses of the Group during the Reporting Period.
Other non-current assets as at the end of the Reporting Period	61.94	Mainly due to the increase in outstanding VAT credit of Cangzhou Mineral Port, a subsidiary of the Group.
Bills payable as at the end of the Reporting Period	-100.00	Mainly due to the payment of the acceptance of bank drafts by the Group during the Reporting Period.
Accounts payable as at the end of the Reporting Period	88.37	Mainly due to the increase in trading accounts payable of the Group during the Reporting Period.
Taxes payable as at the end of the Reporting Period	-44.28	Mainly due to the decrease in environmental protection tax of the Group as compared with the corresponding period during the Reporting Period.
Long-term payables as at the end of the Reporting Period	-37.68	Mainly due to the reclassification of the equity payables of Tangshan Jingtang Railway Co., Ltd. by the Group based on liquidity during the Reporting Period.
Deferred income tax liabilities as at the end of the Reporting Period	115.17	Mainly due to the difference between tax base and accounting base in fair value of other equity instruments of the Group during the Reporting Period.
Tax and surcharges from the beginning of the year to the end of the Reporting Period	-34.70	Mainly due to the decrease in environmental protection tax of the Group as compared with the corresponding period during the Reporting Period.
Research and development expenses from the beginning of the year to the end of the Reporting Period	41.25	Mainly due to the increase in research and development investment of the Group during the Reporting Period.
Impairment loss of credit from the beginning of the year to the end of the Reporting Period	-38.75	Mainly due to the decrease in provision made for bad debts of the Group during the Reporting Period.

<b>Item</b>	<b>Change in proportion (%)</b>	<b>Main reason</b>
Gain on disposal of assets from the beginning of the year to the end of the Reporting Period	-100.00	Mainly due to non-disposal of assets of the Group during the Reporting Period.
Net Non-operating Revenue and Expenses from the beginning of the year to the end of the Reporting Period	244.08	Mainly due to the increase of the receipt of insurance claims and the decrease of external donations of the Group during the Reporting Period.
Net cash flows from investing activities from the beginning of the year to the end of the Reporting Period	-83.97	Mainly due to the increase of fixed assets purchased by the Group during the Reporting Period and the increase in time deposits with maturity of more than three months.
Net cash flows from financing activities from the beginning of the year to the end of the Reporting Period	76.57	Mainly due to the increase in the net inflow of the current borrowings of the Group and the decrease in the distribution of dividends during the Reporting Period.

## II. INFORMATION ON SHAREHOLDERS

### (I) Total number of ordinary shareholders, shareholders of preferred shares with restored voting rights and shareholding of the top ten shareholders

						Unit : share
Total number of ordinary shareholders at the Reporting Period	66,333	Preference shareholders with voting rights restored at the end of the Reporting Period, if any				N/A
Shareholding of top ten shareholders						
Name of shareholders	Nature of shareholders	Number of shares held	Shareholding percentage (%)	Number of shares subject to trading restriction	Pledged, marked or frozen Share status	Number
Hebei Port Group Co., Ltd.* (河北港口集團有限公司)	State-owned legal person	3,032,528,078	54.27		Nil	
HKSCC Nominees Limited <sup>Note</sup>	Overseas legal person	827,377,382	14.81		Unknown	
State-owned Assets Supervision & Administration Commission of the People’s Government of Qinhuangdao City	State	621,455,485	11.12		Nil	
Hebei Construction Investment Transportation Investment Co., Ltd.* (河北建投交通投資有限責任公司)	State-owned legal person	208,060,757	3.72		Nil	
Daqin Railway Co., Ltd.	State-owned legal person	42,750,000	3.76		Nil	
COSCO SHIPPING (Tianjin) Co., Ltd.* (中遠海運(天津)有限公司)	State-owned legal person	41,437,588	0.74		Nil	
Jinneng Holding Coal Industry Group Co., Ltd.* (晉能控股煤業集團有限公司)	State-owned legal person	41,437,588	0.74		Nil	
Li Guo	Domestic natural person	40,000,000	0.72		Nil	
Qinhuangdao Port Management Office of the People’s Government of Shanxi Province* (山西省人民政府駐秦皇島港務管理辦公室)	Others	30,538,764	0.55		Nil	
Shougang Enterprises Group Co., Ltd.	State-owned legal person	20,229,833	0.36		Nil	

### Shareholding of top ten shareholders not subject to trading restriction

Name of shareholders	Number of shares not subject to trading restriction	Class and number of shares	
		Class	Number
Hebei Port Group Co., Ltd.* (河北港口集團有限公司)	3,032,528,078	RMB ordinary shares	3,032,528,078
HKSCC Nominees Limited <sup>Note</sup>	827,377,382	Foreign shares listed overseas	827,377,382
State-owned Assets Supervision & Administration Commission of the People's Government of Qinhuangdao City	621,455,485	RMB ordinary shares	621,455,485
Hebei Construction Investment Transportation Investment Co., Ltd.* (河北建投交通投資有限責任公司)	208,060,757	RMB ordinary shares	208,060,757
Daqin Railway Co., Ltd.	42,750,000	RMB ordinary shares	42,750,000
COSCO SHIPPING (Tianjin) Co., Ltd.* (中遠海運(天津)有限公司)	41,437,588	RMB ordinary shares	41,437,588
Jinneng Holding Coal Industry Group Co., Ltd.* (晉能控股煤業 集團有限公司)	41,437,588	RMB ordinary shares	41,437,588
Li Guo	40,000,000	RMB ordinary shares	40,000,000
Qinhuangdao Port Management Office of the People's Government of Shanxi Province* (山西省人民政府駐秦皇島港務管理辦公室)	30,538,764	RMB ordinary shares	30,538,764
Shougang Enterprises Group Co., Ltd.	20,229,833	RMB ordinary shares	20,229,833

Explanations on the connected relationship or connected-party relationship among the aforementioned shareholders

The Company is not aware that there are any shareholders above with related party relationship or acting in concert under The Measures for the Administration of the Takeover of Listed Companies.

Explanations on the top ten shareholders and the top ten shareholders not subject to trading restrictions who are engaging in margin trading and securities financing, if any

Among the top ten shareholders and the top ten shareholders not subject to trading restrictions, Li Guo holds 0 share through ordinary securities account and 40,000,000 through margin account, thus holding a total of 40,000,000 shares.

Note: As at the end of the Reporting Period, Hebei Port Group has a shareholding in the H Shares of QHD Port of 71,303,000 Shares through Hebei Port Group International (Hong Kong) Co., Ltd., its offshore wholly-owned subsidiary, representing 1.28% of the total share capital of QHD Port. These shares were included in the total number of shares held by HKSCC Nominees Limited

### III. OTHER REMINDERS

Investors are reminded of other important information on the Company's operating conditions during the reporting period

☐ Applicable    ☒ Not Applicable

#### IV. QUARTERLY FINANCIAL STATEMENTS

##### (I) Type of audit opinion

☐ Applicable    ☒ Not Applicable

##### (II) Financial statements

#### CONSOLIDATED BALANCE SHEET

30 September 2021

Prepared by: Qinhuangdao Port Co., Ltd.\*

Unit: Yuan    Currency: RMB    Audit status: unaudited

Item	30 September 2021	31 December 2020
<b>Current assets:</b>		
Cash and bank balances	4,472,150,055.16	3,554,825,387.07
Settlement provisions		
Placements with banks and other financial institutions		
Financial assets held for trading		
Derivative financial assets		
Bills receivable	196,449,815.59	158,493,277.00
Accounts receivable	63,724,546.32	58,344,006.76
Financing from amounts receivable		
Prepayments	10,603,720.67	10,788,998.64
Premiums receivable		
Reinsurance accounts receivable		
Deposits receivable from reinsurance contracts		
Other receivables	54,904,760.98	53,522,988.81
Including: Interest receivable		
Dividends receivable		
Financial assets purchased under resale agreements		
Inventories	191,201,718.51	162,844,612.15
Contract assets		
Assets held for sale		
Non-current assets due within one year		
Other current assets	121,320,619.14	126,204,484.27
Total current assets	5,110,355,236.37	4,125,023,754.70



Item	30 September 2021	31 December 2020
<b>Non-current assets:</b>		
Loans and advances granted		
Debt investment		
Other debt investment		
Long-term receivables		
Long-term equity investments	3,201,685,279.48	3,052,665,906.74
Investments in other equity instruments	848,589,691.03	787,081,978.59
Other non-current financial assets		
Investment properties		
Fixed assets	12,665,100,150.67	13,398,156,815.24
Construction in progress	2,034,238,864.79	1,183,040,730.64
Productive biological assets		
Oil and gas assets		
Right-of-use assets	115,258,581.75	124,582,460.65
Intangible assets	2,995,285,996.38	3,040,805,653.86
Development costs		
Goodwill		
Long-term prepaid expenses	43,183,302.21	62,249,709.20
Deferred tax assets	360,857,603.35	396,819,306.19
Other non-current assets	118,117,825.10	72,940,444.96
Total non-current assets	22,382,317,294.76	22,118,343,006.07
Total assets	27,492,672,531.13	26,243,366,760.77

Item	30 September 2021	31 December 2020
<b>Current liabilities:</b>		
Short-term borrowings	280,266,944.43	322,940,547.75
Loans from central bank		
Placements from banks and other financial institutions		
Financial liabilities held for trading		
Derivative financial liabilities		
Bills payable		3,169,300.00
Accounts payable	349,119,665.20	185,335,672.51
Advances from customers		
Contract liabilities	659,329,659.49	630,272,097.10
Financial assets sold under repurchase agreements		
Deposits taking and deposits in inter-bank market		
Customer deposits for trading in securities		
Customer deposits for underwriting securities		
Employee benefits payable	738,773,711.29	705,159,894.73
Taxes payable	83,147,859.26	149,212,114.42
Other payables	754,009,924.55	674,477,406.66
Including: Interest payable		
Dividends payable	11,687.38	1,455.91
Fee and commission payable		
Reinsurance accounts payable		
Liabilities held for sale		
Non-current liabilities due within one year	861,154,019.15	726,958,673.79
Other current liabilities		
Total current liabilities	3,725,801,783.37	3,397,525,706.96

Item	30 September 2021	31 December 2020
<b>Non-current liabilities:</b>		
Reserve for insurance policies		
Long-term borrowings	6,306,418,644.98	5,886,790,644.98
Debentures payable		
Including: Preferred shares		
Perpetual bonds		
Lease liabilities	317,862.46	452,512.09
Long-term payables	86,000,000.00	138,000,000.00
Long-term employee benefits payable	386,319,022.88	500,298,437.92
Provisions		
Deferred income	181,884,212.06	207,520,518.95
Deferred income tax liabilities	28,728,855.78	13,351,927.66
Other non-current liabilities		
Total non-current liabilities	6,989,668,598.16	6,746,414,041.60
Total liabilities	10,715,470,381.53	10,143,939,748.56
<b>Owners' equity (Shareholders' equity):</b>		
Paid-in capital	5,587,412,000.00	5,587,412,000.00
Other equity instruments		
Including: Preferred shares		
Perpetual bonds		
Capital reserve	5,207,670,068.40	5,207,670,068.40
Less: Treasury shares		
Other comprehensive income	330,100,946.67	263,264,477.30
Special reserve	169,233,303.81	139,446,715.57
Surplus reserve	1,433,372,455.99	1,433,372,455.99
General risk reserve		
Retained profit	3,201,199,642.16	2,585,014,785.35
Total equity attributable to owners of the parent (shareholders' equity)	15,928,988,417.03	15,216,180,502.61
Minority interests	848,213,732.57	883,246,509.60
Total owners' equity (shareholders' equity)	16,777,202,149.60	16,099,427,012.21
Total liabilities and owners' equity (shareholders' equity)	27,492,672,531.13	26,243,366,760.77
Head of the Company: CAO Ziyu	Chief financial officer: CAO Dong	Head of accounting department: ZHAO Liangjun

## CONSOLIDATED INCOME STATEMENT

From January to September 2021

Prepared by: Qinhuangdao Port Co., Ltd.\*

Unit: Yuan    Currency: RMB    Audit status: unaudited

Item	First three quarters of 2021 (January to September)	First three quarters of 2020 (January to September)
I. Total revenue	4,796,158,713.86	4,695,500,088.38
Including: Revenue	4,796,158,713.86	4,695,500,088.38
Interest income		
Premium earned		
Fee and commission income		
II. Total operating costs	3,807,610,749.04	3,693,883,777.03
Including: Operating costs	2,997,010,075.34	2,764,052,832.38
Interest expenses		
Fees and commission expenses		
Cash surrender value		
Claim settlement expenses, net		
Net insurance contract reserves		
Policy dividend expenses		
Reinsurance expenses		
Tax and surcharges	173,701,722.39	266,018,761.80
Selling expenses		
Administrative expenses	462,793,553.61	456,749,191.81
Research and development expenses	8,292,899.75	5,871,190.40
Financial costs	165,812,497.95	201,191,800.64
Including: Interest expenses	210,042,312.38	234,391,648.03
Interest income	44,332,340.96	32,447,005.50

Item	First three quarters of 2021 (January to September)	First three quarters of 2020 (January to September)
Add: Other income	43,248,168.71	41,584,621.41
Investment income (loss expressed with “-”)	160,436,180.96	155,241,193.30
Including: Investment income from associates and joint ventures	151,076,180.96	144,759,115.30
Income from derecognition of financial assets at amortization cost		
Foreign exchange gain (loss expressed with “-”)		
Gains on net exposure hedges (loss expressed with “-”)		
Gains from changes in fair value (loss expressed with “-”)		
Impairment loss of credit (loss expressed with “-”)	-1,421,330.34	-2,320,375.95
Asset impairment loss (loss expressed with “-”)		
Gain on disposal of assets (loss expressed with “-”)		1,102,463.13
III. Operating profit (loss expressed with “-”)	1,190,810,984.15	1,197,224,213.24
Add: Non-operating income	5,937,667.54	1,114,190.45
Less: Non-operating expenses	1,066,869.22	4,494,762.87
IV. Total profit (total loss expressed with “-”)	1,195,681,782.47	1,193,843,640.82
Less: Income tax expenses	260,511,455.21	304,136,367.58
V. Net profit (net loss expressed with “-”)	935,170,327.26	889,707,273.24
(I) Classified by continuity of operation		
1. Net profit from continuing operations (net loss expressed with “-”)	935,170,327.26	889,707,273.24
2. Net profit from discontinued operations (net loss expressed with “-”)		
(II) Classified by ownership of equity		
1. Net profit attributable to shareholders of the parent (net loss expressed with “-”)	973,779,224.81	966,338,485.07
2. Minority interests (net loss expressed with “-”)	-38,608,897.55	-76,631,211.83

Item	First three quarters of 2021 (January to September)	First three quarters of 2020 (January to September)
VI. Other comprehensive income, net of tax	68,527,210.69	134,515,342.90
(I) Other comprehensive income attributable to owners of the parent, net of tax	66,836,469.37	131,706,045.73
1. Other comprehensive income that cannot be reclassified to profit or loss	67,273,084.61	132,809,775.93
(1) Re-measurement of changes in defined benefit plans		
(2) Other comprehensive income that cannot be reclassified into the profit or loss under the equity method	22,833,041.61	117,129,356.47
(3) Changes in fair value of investment in other equity instruments	44,440,043.00	15,680,419.46
(4) Change in fair value of own credit risk		
2. Other comprehensive income that may be reclassified to profit or loss	-436,615.24	-1,103,730.20
(1) Other comprehensive income that may be reclassified into the profit and loss under the equity method		-232,330.58
(2) Changes in fair value of other debt investment		
(3) Amount included in other comprehensive income on reclassification of financial assets		
(4) Provision for credit impairment of other debt investments		
(5) Cash flows hedging reserve		
(6) Exchange differences arising from translation of foreign currency denominated financial statement	-436,615.24	-871,399.62
(7) Others		
(II) Other comprehensive income attributable to minority shareholders, net of tax	1,690,741.32	2,809,297.17

<b>Item</b>	<b>First three quarters of 2021 (January to September)</b>	<b>First three quarters of 2020 (January to September)</b>
VII. Total comprehensive income	1,003,697,537.95	1,024,222,616.14
(I) Total comprehensive income attributable to owners of the parent	1,040,615,694.18	1,098,044,530.80
(II) Total comprehensive income attributable to minority shareholders	-36,918,156.23	-73,821,914.66
VIII. Earnings per share:		
(I) Basic earnings per share (RMB/share)	0.17	0.17
(II) Diluted earnings per share (RMB/share)	0.17	0.17
Head of the Company: CAO Ziyu	Chief financial officer: CAO Dong	Head of accounting department: ZHAO Liangjun

## CONSOLIDATED STATEMENT OF CASH FLOWS

From January to September 2021

Prepared by: Qinhuangdao Port Co., Ltd.\*

Unit: Yuan    Currency: RMB    Audit status: unaudited

Item	First three quarters of 2021 (January to September)	First three quarters of 2020 (January to September)
<b>I. Cash flows from operating activities:</b>		
Cash received from sale of goods or rendering of services	4,997,702,400.74	5,087,186,834.66
Net increase in customer deposits and due to banks and other financial institutions		
Net increase in loans from central bank		
Net increase in borrowings from other financial institutions		
Cash from premiums on original insurance contracts		
Net cash received from reinsurance business		
Net increase in deposits from policyholders and investments		
Cash received from interest, handling fees and commissions		
Net increase in borrowing funds		
Net increase in repurchase business funds		
Net cash received from customer deposits for trading in securities		
Tax rebate received		
Cash received relating to other operating activities	101,390,154.34	87,586,244.31
Sub-total of cash inflows from operating activities	5,099,092,555.08	5,174,773,078.97
Cash paid for goods and services	943,947,180.70	909,379,619.70
Net increase in loans and advances to customers		
Net increase in deposits in central bank and interbank		
Cash paid for compensation payments under original insurance contract		
Net increase in loans to banks and other financial institutions		
Interests, service charges and commission paid		
Cash paid for insurance policy dividend		
Cash paid to and on behalf of employees	1,344,691,905.57	1,259,463,017.25
Cash paid for all taxes	591,518,270.91	581,487,955.13
Cash paid relating to other operating activities	206,490,814.46	230,072,192.01
Sub-total of cash outflows from operating activities	3,086,648,171.64	2,980,402,784.09
Net cash flows from operating activities	2,012,444,383.44	2,194,370,294.88



Item	First three quarters of 2021 (January to September)	First three quarters of 2020 (January to September)
<b>II. Cash flows from investing activities:</b>		
Cash received from return of investment	155,500,000.00	1,160,420,435.78
Cash received from investment income	120,560,000.00	114,902,718.40
Net cash received from disposal of fixed assets, intangible assets and other long-term assets	9,870,223.42	4,033,001.30
Net cash received for the disposal of subsidiaries and other business entities		
Cash received relating to other investing activities	6,209,053.07	21,523,116.22
Sub-total of cash inflows from investing activities	292,139,276.49	1,300,879,271.70
Cash paid for acquisition of fixed assets, intangible assets and other long-term assets	975,494,785.03	771,941,966.28
Cash paid for investments	1,380,800,000.00	1,652,769,014.16
Net increase in pledged loans		
Net cash paid for acquiring subsidiaries and other business entities		
Cash paid relating to other investing activities	3,332,919.60	
Sub-total of cash outflows from investing activities	2,359,627,704.63	2,424,710,980.44
Net cash flows from investing activities	-2,067,488,428.14	-1,123,831,708.74

Item	First three quarters of 2021 (January to September)	First three quarters of 2020 (January to September)
<b>III. Cash flows from financing activities:</b>		
Cash received from capital contribution		
Including: Cash received from minority shareholders by subsidiaries		
Cash received from borrowings	1,042,000,000.00	1,203,000,000.00
Cash received relating to other financing activities		
Sub-total of cash inflows from financing activities	1,042,000,000.00	1,203,000,000.00
Cash paid for repayments of borrowings	606,227,390.00	1,153,123,786.20
Cash paid for distribution of dividends or profits and for interest expenses	592,795,041.14	741,757,732.04
Including: Dividends and profits paid to minority shareholders by subsidiaries		
Cash paid relating to other financing activities	6,615,066.50	6,403,890.75
Sub-total of cash outflows from financing activities	1,205,637,497.64	1,901,285,408.99
Net cash flows from financing activities	-163,637,497.64	-698,285,408.99
<b>IV. Effect of foreign exchange rate changes on cash and cash equivalents</b>	-293,789.57	-1,284,419.52
<b>V. Net increase in cash and cash equivalents</b>	-218,975,331.91	370,968,757.63
Add: Balance of cash and cash equivalents at the beginning of the period	2,179,804,887.07	2,115,226,869.17
<b>VI. Balance of cash and cash equivalents at the end of the period</b>	1,960,829,555.16	2,486,195,626.80
Head of the Company: CAO Ziyu	Chief financial officer: CAO Dong	Head of accounting department: ZHAO Liangjun

**(III) Adjustments to financial statements of the current year at its beginning for the initial application of the new lease standards since 2021 are shown as below**

☐ Applicable ☒ Not applicable

By order of the Board  
**Qinhuangdao Port Co., Ltd.\***  
**CAO Ziyu**  
*Chairman*

Qinhuangdao, Hebei Province, the People's Republic of China  
28 October 2021

*As at the date of this announcement, the executive directors of the Company are CAO Ziyu, YANG Wensheng, and MA Xiping; the non-executive directors of the Company are LIU Guanghai, LI Jianping and XIAO Xiang; and the independent non-executive directors of the Company are ZANG Xiuqing, HOU Shujun, CHEN Ruihua and XIAO Zuhe.*