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中國中鐵股份有限公司
CHINA RAILWAY GROUP LIMITED

(A joint stock limited company incorporated in the People's Republic of China with limited liability)
(Stock Code: 390)

RESULTS ANNOUNCEMENT
FOR THE FIRST QUARTER ENDED 31 MARCH 2022

The Board of Directors of China Railway Group Limited (the “**Company**”) announces the unaudited results (the “**First Quarterly Results**”) of the Company and its subsidiaries for the first quarter ended 31 March 2022 (the “**Reporting Period**”), which have been prepared in accordance with the Accounting Standards for Business Enterprises of the PRC. This announcement is made in accordance with Rule 13.09 of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited and the Inside Information Provisions under Part XIVA of the Securities and Futures Ordinance (Cap. 571 of the Laws of Hong Kong).

1 IMPORTANT NOTICE

- 1.1** The Board of Directors and the Supervisory Committee of the Company and its directors, supervisors and senior management warrant that there are no false presentations or misleading statements contained in, or material omissions from, this report, and severally and jointly accept legal responsibility for the authenticity, accuracy and completeness of the information contained in this quarterly report.
- 1.2** The person in charge of the Company, the person in charge of accounting affairs and the person in charge of the accounting department (head of accounting), hereby warrant the authenticity, accuracy and completeness of the financial statements contained in this quarterly report.
- 1.3** The first quarterly financial statements of the Company has not been audited.

2 MAIN FINANCIAL DATA

2.1 Main Accounting Data and Financial Indicators

Unit: '000 Currency: RMB

Item	Reporting Period	Change compared with the same period of previous year (%)
Revenue	266,537,038	12.82
Profit attributable to the shareholders of the Company	7,587,168	16.99
Profit attributable to shareholders of the Company excluding non-recurring gains and losses	7,344,146	16.24
Net cash generated from operating activities	-49,399,086	N/A
Basic earnings per share (RMB/share)	0.294	23.53
Diluted earnings per share (RMB/share)	0.294	23.53
Weighted average net assets yield (%)	3.12	increased by 0.34 percentage point
	At the end of the Reporting Period	At the end of the previous year
		Change compared with the end of previous year (%)
Total assets	1,410,512,780	1,361,726,183 3.58
Owners' equity attributable to shareholders of the Company	282,667,159	275,270,856 2.69

2.2 Non-recurring Profit and Loss Items and Amount:

Unit: '000 Currency: RMB

Item	Reporting Period
Gains or losses from the disposal of non-current assets	25,333
Government grant as included in profit and loss of current period, other than those closely relating to business of company and subject to a fixed amount or norm under the national policy	194,909
Interest income received from non-financial enterprises as included in profit and loss of current period	164,744
Debt restructuring gains or losses	23,321
Gains or losses on changes in fair value arising from the holding of trading financial assets, derivative financial assets, trading financial liabilities and derivative financial liabilities (excluding the valid hedging business relating to the Company's business), as well as investment gains from disposal of trading financial assets, derivative financial assets, trading financial liabilities, derivative financial liabilities and other debt investments	5,630
Reversal of impairment provision for accounts receivables and contract assets subject to individual impairment tests	47,136
Other net non-operating income and expenses	-137,145
Less: Impact of income tax	81,007
Impact of minority interests (after tax)	-101
Total	<u>243,022</u>

Explanations on Defining Non-recurring items as Recurring items in Explanatory Announcement No. 1 on Information Disclosure of Companies Publicly Issuing Securities – Non-recurring Profit and Loss

Not applicable

2.3 Major Changes to Main Accounting Data, Financial Indicators and the Reasons Thereof

Item	Change (%)	Main Reasons
Cash and cash equivalents	-24.49	The first reason was due to the payments of project, labor and material costs in a short period of time before the Spring Festival; the second reason was that the collection of payment from some project owners was delayed due to their shortage of funds.
Accounts receivables	15.32	The first reason was the normal push by the expansion in operating scale; the second reason was that some project owners were late in making payments.
Inventories	12.77	The first reason was the increase in development cost of real estate projects resulting from the land purchased last year entered the development and construction period; the second reason was the increase in the reserves of raw materials in order to ensure the production progress in relation to the construction projects and to respond to the rising price of raw materials.
Contract assets	13.63	The main reason was the normal push by an increase in revenues.
Short-term borrowings	37.32	The main reason was to replenish the working capital.
Long-term borrowings	14.76	The main reason was that due to the progress of the construction of the Company's infrastructure investment projects and the increase in capital requirements, the Company has moderately increased its long-term borrowings.

3 SHAREHOLDERS' INFORMATION

Total Number of Holders of Ordinary Shares at the end of the Reporting Period	503,815
Total Number of Holders of Preference Shares with Voting Rights Resumed at the end of the Reporting Period (if any)	0

Particulars of Shareholding of Top Ten Shareholders

Unit: Share

Name of shareholder	Nature of the shareholder	Number of share	Shareholding percentage (%)	Number of shares with selling restrictions	Status of pledged, marked or frozen shares	
					Status of shares	Number of shares
China Railway Engineering Group Company Limited <i>(Note 1)</i>	State-owned legal entity	11,598,764,390	46.88	0	None	0
HKSCC Nominees Limited <i>(Note 2)</i>	Other	4,009,420,630	16.21	0	None	0
Hong Kong Securities Clearing Company Limited <i>(Note 3)</i>	Other	684,111,473	2.77	0	None	0
China Securities Finance Corporation Limited	State-owned legal entity	619,264,325	2.50	0	None	0
China Reform Holdings Corporation Ltd.	State-owned legal entity	387,050,131	1.56	0	None	0
China Great Wall Asset Management Co., Ltd.	State-owned legal entity	372,142,507	1.50	0	None	0
Central Huijin Asset Management Ltd.	State-owned legal entity	230,435,700	0.93	0	None	0
China Orient Asset Management Co., Ltd.	State-owned legal entity	222,317,744	0.90	0	None	0
China Structural Reform Fund Corporation Limited	State-owned legal entity	172,893,799	0.70	0	None	0
Bank of Communications Co., Ltd. – Guangdong CSI Infrastructure Project Exchange Traded Open-ended Index Securities Investment Fund.	Other	158,547,600	0.64	0	None	0

Particulars of shareholding of the top ten shareholders without selling restrictions

Unit: Share

Name of shareholder	Number of tradable shares held without selling restrictions	Type and quantity of shares	
		Type of shares	Quantity
China Railway Engineering Group Company Limited <i>(Note 1)</i>	11,434,370,390	RMB-dominated ordinary shares	11,434,370,390
China Railway Engineering Group Company Limited <i>(Note 1)</i>	164,394,000	Overseas listed foreign shares	164,394,000
HKSCC Nominees Limited <i>(Note 2)</i>	4,009,420,630	Overseas listed foreign shares	4,009,420,630
Hong Kong Securities Clearing Company Limited <i>(Note 3)</i>	684,111,473	RMB-dominated ordinary shares	684,111,473
China Securities Finance Corporation Limited	619,264,325	RMB-dominated ordinary shares	619,264,325
China Reform Holdings Corporation Ltd.	387,050,131	RMB-dominated ordinary shares	387,050,131
China Great Wall Asset Management Co., Ltd.	372,142,507	RMB-dominated ordinary shares	372,142,507
Central Huijin Asset Management Ltd.	230,435,700	RMB-dominated ordinary shares	230,435,700
China Orient Asset Management Co., Ltd.	222,317,744	RMB-dominated ordinary shares	222,317,744

Name of shareholder	Number of tradable shares held without selling restrictions	Type and quantity of shares	
		Type of shares	Quantity
China Structural Reform Fund Corporation Limited	172,893,799	RMB-dominated ordinary shares	172,893,799
Bank of Communications Co., Ltd. – Guangdong CSI Infrastructure Project Exchange Traded Open-ended Index Securities Investment Fund	158,547,600	RMB-dominated ordinary shares	158,547,600

Statement on the related relations and concerted actions between the shareholders above

China Railway Engineering Group Company Limited, the controlling shareholder of the Company, does not have connected relations or perform concerted actions with the above other shareholders. The Company is not aware of any related relationships or concerted action relationships between the above shareholders.

Statement on the participation of the top ten shareholders and the top ten shareholders without selling restrictions in margin trading and refinancing business (if any)

None

Notes:

- 11,598,764,390 shares of the Company held by China Railway Engineering Group Company Limited include 11,434,370,390 A shares and 164,394,000 H shares of the Company.*
- H shares held by HKSCC Nominees Limited are held on behalf of its various clients, and the number has deducted the number of H shares held by China Railway Engineering Group Company Limited.*
- A shares held by Hong Kong Securities Clearing Company Limited are held on behalf of its various clients.*
- The numbers shown in the table are based on the register of member of the Company as at 31 March 2022.*

4 BUSINESS OPERATIONS OF THE COMPANY

4.1 Macro-economic Situation

Since 2022, the international situation has become more complicated and severe, and the domestic pandemic has the characteristics of many points, wide coverage and frequent occurrence, increasing the impact on the economic operation. In the face of a complex situation, all regions and departments thoroughly implemented the decisions and arrangements of the CPC Central Committee and the State Council, adhered to making economic stability a top priority and pursuing progress while ensuring stability, focused on stabilizing the macro economy, and effectively responded to risks and challenges. The national economy continued to recover, with an overall stable start. From the perspective of industry, the infrastructure construction industry has benefited from the forward pace of special bonds issuance, most of special bonds newly increased in the fourth quarter of last year are carried over to the first quarter of this year to form the quantities of physical work, and the construction of transport infrastructure, water conservancy project, water affairs and environmental protection, clean energy, urban renewal and other national key planning and major projects are vigorously promoted. In the major fields of fixed asset investment, the green transformation is promoted steadily, the structural adjustment is optimized continuously, and the investment is made in an orderly, rational and all-round way. According to the data published by the National Bureau of Statistics of China, in the first quarter of 2022, China's GDP was RMB27,017.8 billion, representing an increase of 4.8% over the same period of last year at constant prices, the growth rate was 0.8 percentage points higher than in the fourth quarter of last year, and the economy continued to recover steadily. China's fixed asset investment operated generally stable, the fixed asset investment (excluding rural households) increased by 9.3% year-on-year. With the effective support of the special bonds, infrastructure investment increased by 8.5% year-on-year, among which, investment in the water transportation industry increased by 13.5%, investment in the water conservancy management industry increased by 10.0%, investment in the public facilities management industry increased by 8.1%, and investment in the ecological protection and environmental management industry increased by 3.9%. Nationwide, the investment in the real estate development sector increased by 0.7%, the floor space of commercial housing sold decreased by 13.8%, and the sales amount of commercial housing decreased by 22.7%.

On March 30, Premier Li Keqiang presided over an executive meeting of the State Council, specifying that RMB3.65 trillion of newly-added local government special bonds should be issued by the end of September, of which RMB1.46 trillion already approved in advance last year should be issued by the end of May; the application scope of special bond funds should be reasonably expanded to support the public service projects with certain yields with focus on transportation, energy, ecological environmental protection, affordable housing and other fields; a batch of water conservancy projects, such as major water diversion project, key works for flood control and disaster mitigation, reinforcement of reservoirs in danger, and reconstruction of irrigation areas, will be constructed as the follow-up projects of the South-to-North Water Diversion Project, with an investment of RMB800 billion to be completed in this year. Combined with the recently released “14th Five-Year Plan for the Development of Modern Comprehensive Industry Development Planning”, and “Notice on Active Expansion of Effective Investment in Transportation”, these top-level designs and plans will promote the continuous expansion and upgrading of the market segments of infrastructure construction industry.

4.2 Overall Operation of the Company

4.2.1 Value of New Contracts

Unit: 100 million Currency: RMB

Business segments	First quarter of 2022	First quarter of 2021	Increase/ decrease over same period last year
Infrastructure construction	5,434.5	2,799.9	94.1%
Including Railway	568.6	526.9	7.9%
Highway	849.3	343.1	147.5%
Municipal works and others	4,016.6	1,929.9	108.1%
Survey, design and consulting services	119.2	46.3	157.5%
Engineering equipment and component manufacturing	149.2	141.6	5.4%
Property development (<i>Note 1</i>)	71.7	100.2	-28.4%
Other businesses	282.8	204.3	38.4%
Total	6,057.4	3,292.3	84.0%
Including Domestic	5,661.6	3,115.3	81.7%
Overseas	395.8	177.0	123.6%

Note 1: The value of new contracts for property development represents the value of the property sales contracts signed by the Company.

4.2.2 Value of Contract Backlog

As at the end of March, the Company's contract backlog amounted to RMB4,896.26 billion, representing an increase of 7.7% as compared with that as at the end of last year, among which RMB4,534.37 billion was from infrastructure construction segment, which represents an increase of 7.7% as compared with that as at the end of last year; RMB56.72 billion was from survey, design and consulting services segment, which represents an increase of 13.9% as compared with that as at the end of last year; RMB108.54 billion was from engineering equipment and component manufacturing segment, which represents an increase of 11.2% as compared with that as at the end of last year.

4.2.3 Operation Efficiency

In the first quarter of 2022, the Company achieved a total operating revenue of RMB267.097 billion, representing a year-on-year increase of 12.68%; the Company's overall gross profit margin was 9.20%, representing a year-on-year decrease of 0.5 percentage point, the details are as follows:

Unit: 100 million Currency: RMB

Business segments	Total operating revenue	Year-on-year increase or decrease	Gross profit margin	Year-on-year increase or decrease
Infrastructure construction	2,308.69	11.28%	7.81%	Decrease of 0.27 percentage point
Survey, design and consulting services	48.68	12.08%	25.22%	Increase of 1.47 percentage points
Engineering equipment and component manufacturing	64.56	1.94%	18.92%	Decrease of 0.86 percentage point
Property development	88.59	71.69%	17.15%	Decrease of 10.37 percentage points
Other businesses	160.46	16.73%	15.97%	Decrease of 2.40 percentage points
	<hr/>			
Total	2,670.97	12.68%	9.20%	Decrease of 0.50 percentage point

4.3 Other Important Information About the Operation of the Company During the Reporting Period that Needs to be Reminded of Investors

Not applicable

5 APPENDIX – FINANCIAL STATEMENTS PREPARED IN ACCORDANCE WITH THE ACCOUNTING STANDARDS FOR BUSINESS ENTERPRISES OF THE PRC

Financial statements prepared in accordance with the Accounting Standards for Business Enterprises of the PRC are set out in the appendix to this announcement.

6 PUBLICATION OF THE FIRST QUARTERLY RESULTS ANNOUNCEMENT

This announcement is simultaneously available on the website of The Stock Exchange of Hong Kong Limited at www.hkexnews.hk and the website of the Company at www.crec.cn. The first quarterly report of 2022 prepared in accordance with the Accounting Standards for Business Enterprises of the PRC will also be available on the website of the Shanghai Stock Exchange at www.sse.com.cn and the website of the Company at www.crec.cn.

By Order of the Board
China Railway Group Limited
Chen Yun
Chairman

29 April 2022

As at the date of this announcement, the executive directors of the Company are Mr. CHEN Yun (Chairman), Mr. CHEN Wenjian and Mr. WANG Shiqi; the non-executive director of the Company is Mr. WEN Limin; the independent non-executive directors of the Company are Mr. CHUNG Shui Ming Timpson, Mr. ZHANG Cheng and Mr. XIU Long.

APPENDIX

I TYPE OF AUDIT OPINION

Not applicable

II FINANCIAL STATEMENTS

Consolidated Balance Sheet

31 March 2022

Prepared by China Railway Group Limited

(All amounts expressed in RMB thousand, unaudited)

Item	31 March 2022	31 December 2021
Current assets:		
Cash and cash equivalents	135,100,365	178,912,750
Trading financial assets	3,939,919	7,154,251
Derivative financial assets	149,399	149,399
Bills receivables	4,107,307	4,949,677
Accounts receivables	140,832,745	122,120,354
Accounts receivables financing	262,911	526,055
Advances to suppliers	44,151,880	47,765,130
Other receivables	38,496,664	32,549,329
Among which: Interests receivables	950,058	1,021,505
Dividends receivables	34,430	15,748
Inventories	229,417,254	203,445,797
Contract assets	169,466,639	149,141,915
Non-current assets due within one year	9,892,486	9,831,049
Other current assets	50,449,205	44,242,190
Total current assets	826,266,774	800,787,896

Consolidated Balance Sheet (Continued)

Item	31 March 2022	31 December 2021
Non-current assets:		
Debt investments	22,652,575	22,959,756
Long-term receivables	13,761,982	14,617,964
Long-term equity investments	99,467,557	96,160,248
Investments in other equity instruments	13,137,276	12,163,573
Other non-current financial assets	13,703,509	12,294,385
Investment properties	14,028,818	14,016,218
Fixed assets	66,983,425	67,550,916
Construction in progress	7,509,258	6,847,368
Right-of-use assets	1,530,347	1,658,836
Intangible assets	133,340,426	125,624,762
Development expenditures	234,337	203,013
Goodwill	1,567,879	1,567,879
Long-term deferred expenses	1,152,204	1,160,284
Deferred income tax assets	10,506,300	10,372,049
Other non-current assets	184,670,113	173,741,036
Total non-current assets	584,246,006	560,938,287
Total assets	1,410,512,780	1,361,726,183
Current liabilities:		
Short-term borrowings	72,565,458	52,843,114
Deposits received	1,931,310	3,243,428
Trading financial liabilities	42,256	53,857
Derivative financial liabilities	68,102	68,102
Bills payables	89,022,010	84,917,323
Accounts payables	313,390,881	320,602,726
Advances from customers	521,329	446,104
Contract liabilities	138,992,028	144,095,346
Accrued payrolls	3,378,106	4,100,021
Taxes payables	11,103,424	11,721,481
Other payables	96,563,610	92,997,355
Among which: Interests payables	110,364	246,709
Dividends payables	194,730	206,723
Non-current liabilities due within one year	36,539,869	46,624,311
Other current liabilities	31,127,641	26,147,134
Total current liabilities	795,246,024	787,860,302

Consolidated Balance Sheet (Continued)

Item	31 March 2022	31 December 2021
Non-current liabilities:		
Long-term borrowings	185,421,483	161,579,287
Bonds payables	37,033,144	33,562,826
Lease liabilities	814,939	971,804
Long-term payables	14,592,400	13,705,513
Long-term accrued payrolls	2,258,503	2,292,672
Accrued liabilities	762,194	760,626
Deferred income	976,863	988,805
Deferred income tax liabilities	1,816,797	1,646,855
Other non-current liabilities	16,088	14,910
Total non-current liabilities	243,692,411	215,523,298
Total liabilities	1,038,938,435	1,003,383,600
Owners' Equity (or Shareholders' Equity):		
Paid-up capital (or Share capital)	24,741,654	24,570,929
Other equity instruments	45,959,808	45,624,435
Including: Preference shares	0	0
Perpetual notes	45,959,808	45,624,435
Capital reserve	56,013,612	55,578,265
Less: Treasury stock	606,072	-
Other comprehensive income	-1,426,824	-1,235,607
Surplus reserve	13,423,029	13,423,029
General risk reserve	3,273,158	3,241,146
Accumulated profits	141,288,794	134,068,659
Owners' equity (or Shareholders' equity) attributable to the parent company	282,667,159	275,270,856
Minority interests	88,907,186	83,071,727
Total owners' equity (or shareholders' equity)	371,574,345	358,342,583
Total liabilities and owners' equity (or shareholders' equity)	1,410,512,780	1,361,726,183

Person in charge of the Company: CHEN Yun

Person in charge of the accounting affairs: SUN Cui

Person in charge of the accounting department: MA Yonghong

Consolidated Income Statement

January – March 2022

Prepared by China Railway Group Limited

(All amounts expressed in RMB thousand, unaudited)

Item	First Quarter of 2022	First Quarter of 2021
1. Total operating revenue	267,097,479	237,040,835
Including: Revenue	266,537,038	236,241,102
Interest income	86,362	286,757
Handling fees and commission revenue	474,079	512,976
2. Total operating costs	256,869,083	227,957,074
Including: Cost of sales	242,516,239	213,879,781
Interest expenses	15,952	160,666
Tax and surcharges	1,378,549	1,262,578
Selling expenses	1,338,514	1,165,313
Administrative expenses	6,171,021	6,064,418
Research and development expenses	4,476,582	3,846,137
Finance expenses	972,226	1,578,181
Among which: Interest expenses	1,969,902	1,751,321
Interest income	1,399,085	550,941
Add: Other gains	179,372	249,372
Investment gains (loss is marked with “-”)	733,632	334,177
Among which: Investment gains from		
associates and joint ventures	803,301	550,994
Gain on derecognition of		
financial assets carried at		
amortised cost	-494,850	-448,346
Exchange gain (loss is marked with “-”)	0	0
Hedging income on net exposure		
(loss is marked with “-”)	0	0
Gain on changes in fair value (loss is marked with “-”)	-116,278	-61,428
Impairment on credit losses (loss is marked with “-”)	-504,302	-650,644
Impairment losses on assets (loss is marked with “-”)	-343,317	-200,880
Gain on disposal of assets (loss is marked with “-”)	25,333	73,901
3. Profit from operation (loss is marked with “-”)	10,202,836	8,828,259
Add: Non-operating income	296,282	138,793
Less: Non-operating expenses	137,144	229,608

Consolidated Income Statement (Continued)

Item	First Quarter of 2022	First Quarter of 2021
4. Profit before tax (loss is marked with “-”)	10,361,974	8,737,444
Less: Income tax expense	2,055,392	1,716,235
5. Net profit (net loss is marked with “-”)	8,306,582	7,021,209
(1) By operation continuity		
1. Net profit from continuing operation (net loss is marked with “-”)	8,306,582	7,021,209
2. Net profit from discontinued operation (net loss is marked with “-”)	0	0
(2) By ownership		
1. Net profit attributable to owners of the Company (net loss is marked with “-”)	7,587,168	6,485,448
2. Minority interests (net loss is marked with “-”)	719,414	535,761
6. Other comprehensive income, net of tax	-34,670	-28,535
(1) Other comprehensive income attributable to owners of the Company, net of tax	-225,689	-65,516
1. Other comprehensive income which will not be reclassified to profit or loss	-38,676	53,073
(i) Changes in remeasurement of defined benefit obligations	-17	0
(ii) Other comprehensive income which will not be reclassified to profit or loss under the equity method	0	15,864
(iii) Changes in fair value of investments in other equity instruments	-46,573	46,205
(iv) Changes in fair value of enterprise credit risk	7,914	-8,996
2. Other comprehensive income which will be reclassified to profit or loss	-187,013	-118,589
(i) Other comprehensive income which will be reclassified to profit or loss under the equity method	-90	0
(ii) Changes in fair value of other debt investments	0	0
(iii) Reclassification of financial assets recognized in other comprehensive income	0	0
(iv) Impairment on credit losses of other debt investments	0	0
(v) Cash flow hedge reserve	0	0
(vi) Differences on translation of financial statements prepared in foreign currencies	-186,968	-118,589
(vii) Others	45	0
(2) Other comprehensive income attributable to minority interests, net of tax	191,019	36,981

Item	First Quarter of 2022	First Quarter of 2021
7. Total comprehensive income	8,271,912	6,992,675
(1) Total comprehensive income attributable to owners of the Company	7,361,479	6,419,932
(2) Total comprehensive income attributable to minority interests	910,433	572,743
8. Earnings per share:		
(1) Basic earnings per share (<i>RMB/share</i>)	0.294	0.238
(2) Diluted earnings per share (<i>RMB/share</i>)	0.294	0.238

For business combination under common control during the Reporting Period, the net profit realized by the acquiree before combination was RMB Nil and the net profit realized by the acquiree for the reporting period of previous period was RMB Nil.

Person in charge of the Company: CHEN Yun

Person in charge of the accounting affairs: SUN Cui

Person in charge of the accounting department: MA Yonghong

Consolidated Cash Flow Statement

January – March 2022

Prepared by China Railway Group Limited

(All amounts expressed in RMB thousand, unaudited)

Item	First Quarter of 2022	First Quarter of 2021
1. Cash flow from operating activities:		
Cash received from sales of goods or services rendered	267,552,032	250,825,166
Cash received from interests, handling fees and commission	560,441	799,733
Receipt of tax refund	524,346	359,585
Cash received relating to other operating activities	4,147,321	4,058,399
Sub-total of cash inflows from operating activities	272,784,140	256,042,883
Cash paid for goods and services received	283,357,893	250,424,504
Decrease in deposits received	1,312,119	1,445,623
Net increase in loans and advances to customers	0	349,368
Cash paid for interests, handling fees and commission	15,952	160,666
Cash paid to and on behalf of employees	22,171,966	20,513,595
Tax payments	8,222,232	8,451,235
Cash paid relating to other operating activities	7,103,064	4,533,111
Sub-total of cash outflows from operating activities	322,183,226	285,878,102
Net cash flow from operating activities	-49,399,086	-29,835,219
2. Cash flow from investing activities:		
Cash received from disposal of investments	3,521,513	1,548,930
Cash received from return on investments	786,397	293,909
Net cash receipts from disposal of fixed assets, intangible assets and other long-term assets	25,333	73,901
Cash received from disposal of subsidiaries and other business units	0	0
Cash received relating to other investing activities	146,512	246,025
Sub-total of cash inflows from investing activities	4,479,755	2,162,765
Cash paid for acquisition of fixed assets, intangible assets and other long-term assets	7,822,663	10,237,477
Cash paid for acquisitions of investments	15,190,136	10,485,900
Net increase in secured loans	0	0
Net cash payments for acquisition of subsidiaries or other business units	516,521	0
Cash paid relating to other investing activities	437,710	0
Sub-total of cash outflows from investing activities	23,967,030	20,723,377
Net cash flow from investing activities	-19,487,275	-18,560,612

Consolidated Cash Flow Statement (Continued)

Item	First Quarter of 2022	First Quarter of 2021
3. Cash flow from financing activities:		
Cash received from investors	5,903,751	9,032,736
Including: Cash received by subsidiaries for investment by minority shareholders	5,903,751	9,032,736
Cash received from borrowings	47,034,858	39,191,547
Cash received relating to other financing activities	0	0
Sub-total of cash inflows from financing activities	52,938,609	48,224,283
Cash paid for repayment of borrowings	11,387,249	13,693,731
Cash paid for dividends, profit distribution or interest payment	1,821,564	1,954,666
Including: Dividends and profits paid to minority shareholders by subsidiaries	53,466	0
Cash paid relating to other financing activities	0	0
Sub-total of cash outflows from financing activities	13,208,813	15,648,397
Net cash flow from financing activities	39,729,796	32,575,886
4. Effect of foreign exchange rate changes on cash and cash equivalents	353,590	162,557
5. Net increase in cash and cash equivalents	-28,802,975	-15,657,388
Add: Balances of cash and cash equivalents at the beginning of the period	148,115,618	145,463,712
6. Balances of cash and cash equivalents at the end of the period	119,312,643	129,806,324

Person in charge of the Company: CHEN Yun

Person in charge of the accounting affairs: SUN Cui

Person in charge of the accounting department: MA Yonghong

Company Balance Sheet
31 March 2022

Prepared by China Railway Group Limited

(All amounts expressed in RMB thousand, unaudited)

Item	31 March 2022	31 December 2021
Current assets:		
Cash and cash equivalents	15,717,200	12,893,451
Trading financial assets	57,935	64,066
Bills receivables	11,312	11,313
Accounts receivables	13,388,988	13,365,019
Advances to suppliers	3,194,273	3,646,735
Other receivables	101,435,735	83,755,442
Among which: Interests receivables	0	0
Dividends receivables	1,093,108	1,093,108
Inventories	100,247	38,998
Contract assets	6,957,800	8,369,047
Non-current assets due within one year	1,376,406	3,133,022
Other current assets	1,670,240	2,079,710
Total current assets	143,910,136	127,356,803
Non-current assets:		
Debt investments	1,764,009	1,833,951
Long-term receivables	484,436	473,156
Long-term equity investments	275,966,074	275,671,494
Investments in other equity instruments	2,189,140	2,189,140
Other non-current financial assets	302,037	302,037
Investment properties	116,752	117,667
Fixed assets	266,912	274,566
Construction in progress	155,029	139,818
Right-of-use assets	35,169	31,656
Intangible assets	638,285	651,748
Long-term deferred expenses	46,784	53,040
Deferred income tax assets	617,353	708,178
Other non-current assets	3,759,128	22,488,187
Total non-current assets	286,341,108	304,934,638
Total assets	430,251,244	432,291,441

Company Balance Sheet (Continued)

Item	31 March 2022	31 December 2021
Current liabilities:		
Short-term borrowings	19,639,000	9,768,785
Accounts payables	30,418,531	34,465,445
Contract liabilities	6,393,124	8,172,002
Accrued payrolls	9,365	31,052
Taxes payables	277,559	174,217
Other payables	81,122,580	84,736,587
Among which: Interests payables	0	0
Dividends payables	435,590	435,590
Non-current liabilities due within one year	17,625,708	23,734,574
Other current liabilities	2,109,590	2,410,634
Total current liabilities	157,595,457	163,493,296
Non-current liabilities:		
Long-term borrowings	634,820	640,100
Bonds payables	30,203,909	27,203,711
Lease liabilities	30,155	26,249
Long-term payables	19,049,717	18,886,786
Long-term accrued payrolls	9,109	10,370
Deferred income	4,330	4,373
Total non-current liabilities	49,932,040	46,771,589
Total liabilities	207,527,497	210,264,885
Owners' Equity (or Shareholders' Equity):		
Paid-up capital (or Share capital)	24,741,654	24,570,929
Other equity instruments	45,960,648	45,624,435
Including: Preference shares	0	0
Perpetual notes	45,960,648	45,624,435
Capital reserve	61,251,072	60,815,726
Less: Treasury stock	606,072	0
Other comprehensive income	-113,929	-144,327
Surplus reserve	12,751,649	12,751,648
Accumulated profits	78,738,725	78,408,145
Total owners' equity (or shareholders' equity)	222,723,747	222,026,556
Total liabilities and owners' equity (or shareholders' equity)	430,251,244	432,291,441

Person in charge of the Company: CHEN Yun

Person in charge of the accounting affairs: SUN Cui

Person in charge of the accounting department: MA Yonghong

Company Income Statement

January – March 2022

Prepared by China Railway Group Limited

(All amounts expressed in RMB thousand, unaudited)

Item	First Quarter of 2022	First Quarter of 2021
1. Revenue	10,209,932	13,325,874
Less: Cost of sales	9,439,311	12,333,366
Tax and surcharges	10,606	22,984
Administrative expenses	143,507	145,056
Research and development expenses	9,637	5,890
Finance expenses	765,681	916,771
Among which: Interest expenses	896,955	965,082
Interest income	69,817	114,816
Add: Other gains	2,343	123
Investment gains (loss is marked with “-”)	682,590	816,487
Among which: Investment gains from associates and joint ventures	0	0
Gain on derecognition of financial assets carried at amortised cost	0	0
Hedging income on net exposure (loss is marked with “-”)	0	0
Gain on changes in fair value (loss is marked with “-”)	-6,131	2,759
Impairment on credit losses (loss is marked with “-”)	365,264	-30,772
Impairment losses on assets (loss is marked with “-”)	4,168	3,843
Gain on disposal of assets (loss is marked with “-”)	0	0
2. Profit from operation (loss is marked with “-”)	889,424	694,247
Add: Non-operating income	65	6,238
Less: Non-operating expenses	387	0
3. Profit before tax (loss is marked with “-”)	889,102	700,485
Less: Income tax expense	222,309	175,145

Company Income Statement (Continued)

Item	First Quarter of 2022	First Quarter of 2021
4. Net profit (net loss is marked with “-”)	666,793	525,340
(1) Net profit from continuing operation (net loss is marked with “-”)	666,793	525,340
(2) Net profit from discontinued operation (net loss is marked with “-”)	0	0
5. Other comprehensive income, net of tax	29,848	17,952
(1) Other comprehensive income which will not be reclassified to profit or loss	0	0
(i) Changes in remeasurement of defined benefit obligations	0	0
(ii) Other comprehensive income which will not be reclassified to profit or loss under the equity method	0	0
(iii) Changes in fair value of investments in other equity instruments	0	0
(iv) Changes in fair value of enterprise credit risk	0	0
(2) Other comprehensive income which will be reclassified to profit or loss	29,848	17,952
(i) Other comprehensive income which will be reclassified to profit or loss under the equity method	0	0
(ii) Changes in fair value of other debt investments	0	0
(iii) Reclassification of financial assets recognized in other comprehensive income	0	0
(iv) Impairment on credit losses of other debt investments	0	0
(v) Cash flow hedge reserve	0	0
(vi) Differences on translation of financial statements prepared in foreign currencies	29,848	17,952
(vii) Others	0	0
6. Total comprehensive income	696,641	543,291
7. Earnings per share:		
(1) Basic earnings per share (<i>RMB/share</i>)	N/A	N/A
(2) Diluted earnings per share (<i>RMB/share</i>)	N/A	N/A

Person in charge of the Company: CHEN Yun

Person in charge of the accounting affairs: SUN Cui

Person in charge of the accounting department: MA Yonghong

Company Cash Flow Statement

January – March 2022

Prepared by China Railway Group Limited

(All amounts expressed in RMB thousand, unaudited)

Item	First Quarter of 2022	First Quarter of 2021
1. Cash flow from operating activities:		
Cash received from sales of goods or services rendered	11,508,115	13,194,056
Cash received from tax refund	0	0
Cash received relating to other operating activities	120,413	131,732
Sub-total of cash inflows from operating activities	11,628,528	13,325,788
Cash paid for goods and services received	12,777,213	20,503,965
Cash paid to and on behalf of employees	218,882	201,275
Tax payments	158,137	236,944
Cash paid relating to other operating activities	4,120,419	11,736,315
Sub-total of cash outflows from operating activities	17,274,651	32,678,499
Net cash flow from operating activities	-5,646,123	-19,352,711
2. Cash flow from investing activities:		
Cash received from disposal of investments	8,871,242	2,204,957
Cash received from return on investments	654,022	675,547
Net cash receipts from disposal of fixed assets, intangible assets and other long-term assets	0	0
Cash received from disposal of subsidiaries and other business units	0	0
Cash received relating to other investing activities	0	0
Sub-total of cash inflows from investing activities	9,525,264	2,880,504
Cash paid for acquisitions of fixed assets, intangible assets and other long-term assets	107	62,132
Cash paid for acquisitions of investments	7,960,560	7,698,826
Net cash payments for acquisition of subsidiaries or other business units	0	0
Cash paid relating to other investing activities	0	0
Sub-total of cash outflows from investing activities	7,960,667	7,760,958
Net cash flow from investing activities	1,564,597	-4,880,454

Company Cash Flow Statement (Continued)

Item	First Quarter of 2022	First Quarter of 2021
3. Cash flow from financing activities:		
Cash received from investors	606,072	0
Cash received from borrowings	16,489,000	9,000,000
Cash received relating to other financing activities	0	0
Sub-total of cash inflows from financing activities	17,095,072	9,000,000
Cash paid for repayment of borrowings	9,736,060	10,236,179
Cash paid for dividends, profit distribution or interest payment	562,770	1,081,940
Cash paid relating to other financing activities	0	0
Sub-total of cash outflows from financing activities	10,298,830	11,318,119
Net cash flow from financing activities	6,796,242	-2,318,119
4. Effect of foreign exchange rate changes on cash and cash equivalents	109,033	-97
5. Net increase in cash and cash equivalents	2,823,749	-26,551,381
Add: Balances of cash and cash equivalents at the beginning of the period	12,779,275	43,554,765
6. Balance of cash and cash equivalents at the end of the period	15,603,024	17,003,384

Person in charge of the Company: CHEN Yun

Person in charge of the accounting affairs: SUN Cui

Person in charge of the accounting department: MA Yonghong

III SITUATION RELATING TO FIRST ADOPTION OF NEW ACCOUNTING STANDARDS ON THE OPENING BALANCE OF FINANCIAL STATEMENTS IN THE YEAR OF FIRST ADOPTION SINCE 2022

Not applicable