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辽宁港口股份有限公司
LIAONING PORT CO., LTD.*

(a sino-foreign joint stock limited company incorporated in the People's Republic of China)
(Stock Code: 2880)

2023 FIRST QUARTERLY REPORT

The Board of the Company hereby announces the 2023 First Quarterly Report of the Company. The financial statements for the three months ended 31 March 2023 contained in this report have been prepared in accordance with the PRC GAAP and are unaudited.

This report is made pursuant to Rule 13.09 and Rule 13.10B of the Listing Rules and the Inside Information Provisions (as defined in the Listing Rules) under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong).

The board of directors (the “**Board**”) of Liaoning Port Co., Ltd.* (the “**Company**”) hereby announces the unaudited quarterly results of the Company for the three months ended 31 March 2023 (the “**2023 First Quarterly Report**”). The quarterly results have been prepared in accordance with the PRC GAAP. This announcement is made pursuant to Rule 13.09 and Rule 13.10B of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the “**Listing Rules**”) and the Inside Information Provisions (as defined in the Listing Rules) under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong).

The 2023 First Quarterly Report is written in both Chinese and English. In the case of any discrepancies, the Chinese version of the report shall prevail over its English version.

IMPORTANT NOTICE

The Board, the supervisory committee, the directors, supervisors and senior management of the Company warrant that there is no false information, misleading statements or material omissions in this quarterly report, and collectively and individually assume liabilities for the truthfulness, accuracy and completeness of the information contained herein.

The person in charge of the Company, the chief accountant of the Company and the person in charge of the Accounting Department of the Company (accountant in charge) warrant the truthfulness, accuracy and completeness of the financial information contained in this quarterly report.

Whether the first quarterly financial statements are audited

☐ Yes ☒ No

I. KEY FINANCIAL DATA

(I) Key Accounting Data and Financial Indicators

Unit: Yuan; Currency: RMB

Item	For the reporting period	Increase/decrease as compared to the same period of the preceeding year (%)
Operating income	2,861,049,291.25	-0.82
Net profit attributable to equity holders of the Company	391,740,122.19	-18.69
Net profit attributable to equity holders of the Company, net of non-recurring profit or loss	385,766,126.39	-14.58
Net cash flows from operating activities	342,032,737.06	121.07
Basic earnings per share (RMB/share)	0.016331	-18.69
Diluted earnings per share (RMB/share)	0.016331	-18.69
Weighted average return on net assets (%)	1.01	Decreased by 0.25 percentage point

	As at the end of the reporting period	As at the end of the preceding year	Increase/ decrease at the end of the reporting period as compared to the end of the previous year (%)
Total assets	57,583,327,793.86	57,609,391,070.26	-0.05
Equity attributable to equity holders of the Company	39,055,980,378.40	38,646,458,765.43	1.06

(II) Non-recurring Profit or Loss Items and Amounts

Unit: Yuan; Currency: RMB

Item	Amount for the reporting period	Note
Profit or loss on disposal of non-current assets		
Tax refund or exemption from unauthorised approval or non-official approval document or contingency		
Government grants included in profit or loss for the period other than those closely related with the normal business operation of the Company and continuously conferred on in compliance with national policies and regulations and the standard quota or quantity basis	6,367,333.67	
Capital utilisation fee received from non-financial enterprises and included in profit or loss for the period	589,404.48	
Gain on investments of subsidiaries, associates and joint ventures in which the investment cost was less than the interest in fair value of identifiable net assets of the investees at the time of acquisition		
Gain or loss on exchange of non-monetary assets		
Gain or loss on entrusted investment or asset management		
Asset impairment provisions for force majeure such as natural disasters		
Gain or loss on debt restructuring		
Corporate restructuring fees such as staff settlement expenses and consolidation charges		
Gain or loss arising from unfair trading transactions prices over their fair value		

Item	Amount for the reporting period	Note
Net gain or loss of subsidiaries from the beginning of the period to the consolidation date arising from the consolidation of enterprises under common control		
Gain or loss on contingency items unrelated to the normal business operation of the Company		
Profit or loss from changes in fair value of financial assets held for trading, derivative financial assets, financial liabilities held for trading and derivative financial liabilities, investment income from disposal of financial assets held for trading, derivative financial assets, financial liabilities held for trading, derivative financial liabilities and other debt investment, other than effective hedging business conducted in the course of normal business operation of the Company		
Reversal of impairment provisions for receivables and contract assets subject to individual impairment test		
Gain or loss on commissioned loans		
Gain or loss on changes in fair value of investment properties adopting fair value method for subsequent measurements		
Effect on profit or loss for the period from one-off adjustment to profit or loss for the period according to the requirements of the tax and accounting laws and regulations		
Custody fee income received from custody operation		
Other non-operating income and expenses other than all above-mentioned items	1,297,839.79	
Other profit or loss items conforming with the definition of non-recurring profit or loss		
Less: Effect of income tax	1,956,736.30	
Effect of minority interests (after tax)	323,845.84	
Total	5,973,995.80	

Explanation on defining the non-recurring profit or loss items as recurring profit or loss items as listed in the Explanatory Announcement No. 1 on Information Disclosure by Companies Offering Securities to the Public – Non-recurring Profit or Loss

☐ Applicable ☒ N/A

(III) Changes in Key Accounting Data and Financial Indicators and Reasons therefor

√ Applicable □ N/A

Item	Percentage of change (%)	Major reasons
Notes receivable_during the reporting period	-30.08	Mainly due to the settlement of notes receivable.
Advances to suppliers_during the reporting period	82.80	Mainly due to the increase in prepaid shipping expenses.
Contract liabilities_during the reporting period	-39.64	Mainly due to the decrease in prepaid port charges.
Employee benefits payable_during the reporting period	-39.90	Mainly due to the payment of employee bonuses provided at the end of the previous year in the first quarter.
Taxes and surcharges_during the reporting period	53.65	Mainly due to more value-added tax credits resulting in a year-on-year increase in city construction tax, education surcharge and fluctuation of urban and town land use tax in the first quarter of last year.
R&D expenses_during the reporting period	-93.74	Mainly due to the R&D projects were completed basically at the end of last year.
Other income_during the reporting period	73.62	Mainly due to the increase in revenue of subsidy of China-Europe cross-border train lines.
Investment income_during the reporting period	-88.11	Mainly due to the decrease in the results of associates and joint ventures operating LNG and cold chain businesses.
Credit impairment losses_during the reporting period	889.43	Mainly due to longer aging of some of receivables.
Gain on disposal of assets_during the reporting period	-100.00	Mainly due to the impact of the income from the disposal of right-of-use assets resulting from change in some of the lease contracts in the first quarter of last year.

Item	Percentage of change (%)	Major reasons
Non-operating income_during the reporting period	-95.80	Mainly due to the impact of the subsidiary's write-back of estimated liabilities according to the progress of the case in the first quarter of last year.
Non-operating expenses_during the reporting period	-86.84	Mainly due to the impact of scrapped assets in the first quarter of last year.
Net cash flows from operating activities_during the reporting period	121.07	Mainly due to a year-on-year increase in customer collection and the settlement of mature bills.
Net cash flows from investing activities_during the reporting period	-107.17	Mainly due to the final payment of renovation of berths during the period.
Net cash flows from financing activities_during the reporting period	-236.95	Mainly due to a year-on-year increase in lease payment during the period.
Effect of foreign exchange rate changes on cash_during the reporting period	-411.48	Mainly due to fluctuations in international exchange rates.

II. INFORMATION ON SHAREHOLDERS

(I) Total Number of Ordinary Shareholders and Number of Preference Shareholders with Voting Rights Restored and Shareholdings of the Top Ten Shareholders

Unit: share

Total number of ordinary shareholders as at the end of the reporting period	258,477	Total number of preference shareholders with voting rights restored, if any, as at the end of the reporting period			0	
Shareholdings of the top ten shareholders						
Name of shareholder	Nature of shareholder	Number of shares held	Shareholding percentage (%)	Number of shares held subject to selling restrictions	Pledged, marked or frozen	
					Status of shares	Number
Yingkou Port Group Co., Ltd.	Stated-owned legal person	6,916,185,012	28.83%	0	Nil	0
Dalian Port Corporation Limited	Stated-owned legal person	5,310,255,162	22.14%	0	Nil	0
HKSCC Nominees Limited (H shares)	Foreign legal person	5,121,928,687	21.35%	0	Unknown	0
Pangang Group Company Limited (攀鋼集團有限公司)	Stated-owned legal person	700,140,302	2.92%	0	Nil	0
Anshan Iron & Steel Co. Ltd. (鞍山鋼鐵集團有限公司)	Stated-owned legal person	448,701,298	1.87%	0	Nil	0
No.1 Engineering Company Ltd. of CCCC First Harbor Engineering Company Ltd. (中交一航局第一工程有限公司)	Stated-owned legal person	267,659,170	1.12%	0	Nil	0
Hong Kong Securities Clearing Company Limited (A shares)	Foreign legal person	243,943,916	1.02%	0	Unknown	0
Liaoning Gangwan Financial Holding Group Co., Ltd. (遼寧港灣金融控股集團有限公司)	Stated-owned legal person	67,309,590	0.28%	0	Nil	0
Agricultural Bank of China Limited－中證 500 交易型開放式指數證券投資基金 (CSI 500 Constituent Trading Open-ended Fund)	Domestic non stated-owned legal person	42,813,573	0.18%	0	Unknown	0
Dalian Rongyuan Investment and Management Company Limited (大連融源投資項目管理有限公司)	Stated-owned legal person	39,408,200	0.16%	0	Nil	0

Shareholdings of the top ten shareholders not subject to the selling restrictions			
Name of shareholder	Number of shares held not subject to selling restrictions	Class and number of shares	
		Class	Number
Yingkou Port Group Co., Ltd	6,916,185,012	RMB ordinary shares	6,916,185,012
Dalian Port Corporation Limited	5,310,255,162	RMB ordinary shares	5,310,255,162
HKSCC Nominees Limited (H shares)	5,121,928,687	Overseas listed foreign shares	5,121,928,687
Pangang Group Company Limited (攀鋼集團有限公司)	700,140,302	RMB ordinary shares	700,140,302
Anshan Iron & Steel Co. Ltd. (鞍山鋼鐵集團有限公司)	448,701,298	RMB ordinary shares	448,701,298
No.1 Engineering Company Ltd. of CCCC First Harbor Engineering Company Ltd. (中交一航局第一工程有限公司)	267,659,170	RMB ordinary shares	267,659,170
Hong Kong Securities Clearing Company Limited (A shares)	243,943,916	RMB ordinary shares	243,943,916
Liaoning Gangwan Financial Holding Group Co., Ltd. (遼寧港灣金融控股集團有限公司)	67,309,590	RMB ordinary shares	67,309,590
Agricultural Bank of China Limited – 中證 500 交易型開放式指數證券投資基金 (CSI 500 Constituent Trading Open-ended Fund)	42,813,573	RMB ordinary shares	42,813,573
Dalian Rongyuan Investment and Management Company Limited (大連融源投資項目管理有限公司)	39,408,200	RMB ordinary shares	39,408,200
Description of the shareholders' association or concerted action	Among the above shareholders, Yingkou Port Group Co., Ltd. is the controlling shareholder of the Company; Dalian Port Corporation Limited and Liaoning Gangwan Financial Holding Group Co., Ltd. are indirect controlling subsidiaries of China Merchants Group, the de facto controller of the Company. The Company is not aware of any connection among other shareholders or whether they are parties acting in concert as defined under the rules.		
Description of participation in margin financing and securities lending and refinancing businesses by the top ten shareholders and the top ten shareholders not subject to the selling restrictions, if any	Nil		

III. OTHER REMINDERS

Other important information on the operation of the Company during the reporting period and requiring attention from the investors

√ Applicable □ N/A

Terminal Category		Unit	The first quarter		
			Reporting period	Same period of prior year	Increase/ (decrease)
Container		'0,000 TEU	230.3	194.5	18.4%
Oil/Liquefied Chemicals		'0,000 tonnes	1,262.8	1,214.1	4.0%
Bulk and General Cargo		'0,000 tonnes	4,442.3	4,960.8	(10.5%)
Commercial Vehicles		'0,000 Units	18.1	20.6	(12.1%)
Passenger and Ro-Ro	Ro-Ro Vehicles	'0,000 Units	23.9	17.9	33.5%
	Passengers	'0,000 persons	69.0	29.8	131.5%

Containers: Firstly, addition/resumption of shipping routes, ad-hoc shipping call, empty container allocation business and other expansion businesses were conducted to drive the increase in foreign trade container; secondly, “bulk-to-container” and “land-transfer waterway” were promoted continuously to boost the increase in domestic container.

Oil/Liquefied Chemicals: The onshore demand of crude oil from refineries inland increased due to domestic economic recovery. Export quota of refined oil products and export business of refined oil products also increased.

Bulk and General Cargo: Price of steel remained low and downstream demand was weak, as well as steel production declined, resulting in reduction in steel, ore transfer volume; due to slow recovery of the construction industry, the demand for mining and construction materials was insufficient, and sand and stone production limit in some southern water systems was cancelled, reducing significantly the “north sand and south transport”.

Commercial Vehicles: Affected by factors such as the withdrawal of preferential policies for the purchase of fuel vehicles, the decreased automobile production and sales and insufficient ro-ro transportation capacity of domestic trade resulted in the decrease of commercial vehicles throughput.

Passenger and Ro-Ro: Compared with the same period of last year, large passenger and cargo ro-ro transportation capacity increased, such as the addition of “Xianglong Island (祥龍島)”, “Changlong Sea (暢龍海)”, and “Bohai Gold Beads (渤海金珠)”. Moreover, residents were more willing to travel, driving increase of passenger and ro-ro throughput.

IV. QUARTERLY FINANCIAL STATEMENTS

(I) Type of Audit Opinion

☐ Applicable ☒ N/A

(II) Financial Statements

Consolidated Balance Sheets 31 March 2023

Prepared by: Liaoning Port Co., Ltd.

Unit: Yuan; Currency: RMB; Type of audit: Unaudited

Item	31 March 2023	31 December 2022
Current assets:		
Cash and bank balances	5,169,120,798.54	5,085,194,083.26
Settlement reserves for balance		
Loans to banks and other financial institutions		
Financial assets held for trading		
Derivative financial assets		
Notes receivable	258,309,055.93	369,445,570.06
Accounts receivable	3,334,979,949.40	2,892,038,334.72
Receivables financing	141,034,278.38	154,213,980.23
Advances to suppliers	91,769,538.44	50,203,341.38
Premium receivables		
Reinsurance receivables		
Reinsurance contract reserves receivable		
Other receivables	485,849,451.60	430,925,163.74
Including: Interest receivable	3,064,560.87	2,689,917.11
Dividends receivable	138,084,174.58	112,343,783.60
Financial assets purchased with agreement to re-sale		

Item	31 March 2023	31 December 2022
Inventories	124,883,302.69	123,914,279.82
Contract assets		
Assets held for sale		
Non-current assets due within one year	13,250,000.00	13,250,000.00
Other current assets	363,191,539.38	363,604,225.68
Total current assets	9,982,387,914.36	9,482,788,978.89
Non-current assets:		
Loans and advances to customers		
Debt investments		
Other debt investments		
Long-term receivables		
Long-term equity investments	3,755,534,855.95	3,773,439,477.49
Other investments in equity instruments	156,869,646.60	156,869,646.60
Other non-current financial assets		
Investment property	165,724,354.07	168,475,898.11
Fixed assets	30,297,125,564.20	30,694,317,643.78
Construction in progress	2,248,757,352.48	2,247,716,774.84
Bearer biological assets		
Oil and gas assets		
Right-of-use assets	4,914,057,360.32	4,975,490,327.00
Intangible assets	5,445,986,603.50	5,491,066,458.21
R&D expenses	12,684,691.00	12,684,691.00
Goodwill	225,929,504.67	225,929,504.67
Long-term prepaid expenses	54,541,149.56	56,672,475.72
Deferred income tax assets	311,407,055.12	311,387,413.57
Other non-current assets	12,321,742.03	12,551,780.38
Total non-current assets	47,600,939,879.50	48,126,602,091.37
TOTAL ASSETS	57,583,327,793.86	57,609,391,070.26

Item	31 March 2023	31 December 2022
Current liabilities:		
Short-term borrowings		
Borrowings from central bank		
Loans from other banks		
Financial liabilities held for trading		
Derivative financial liabilities		
Notes payable		
Accounts payable	256,952,442.32	303,332,013.22
Advances from customers	3,717,343.06	4,508,721.75
Contract liabilities	177,524,798.86	294,099,864.46
Funds from selling out and repurchasing financial assets		
Receipts of deposits and deposits from other banks		
Brokerage for trading securities		
Brokerage for consigning securities		
Employee benefits payable	196,725,691.82	327,349,498.36
Tax payable	167,997,509.25	133,966,866.56
Other payables	747,248,073.91	922,571,445.46
Including: Interest payable		
Dividends payable	129,642,029.96	129,642,029.96
Fees and commission payable		
Reinsurance accounts payables		
Liabilities held for sale		
Non-current liabilities due within one year	4,498,781,465.77	4,477,639,949.68
Other current liabilities	11,209,159.97	14,329,926.71
Total current liabilities	6,060,156,484.96	6,477,798,286.20

Item	31 March 2023	31 December 2022
Non-current liabilities:		
Reserves for insurance contracts		
Long-term borrowings	716,000,000.00	716,000,000.00
Bond payable	2,496,531,096.61	2,495,906,235.36
Including: Preference shares		
Perpetual bonds		
Lease liabilities	5,078,592,410.44	5,117,114,432.76
Long-term payables	17,500,000.00	17,500,000.00
Long-term employee benefits payable		
Estimated liabilities	166,568,538.56	170,708,538.56
Deferred income	558,946,130.78	571,197,128.39
Deferred income tax liabilities	252,392,151.21	259,568,410.54
Other non-current liabilities	41,606,945.81	41,606,945.81
Total non-current liabilities	9,328,137,273.41	9,389,601,691.42
TOTAL LIABILITIES	15,388,293,758.37	15,867,399,977.62

Item	31 March 2023	31 December 2022
Equity attributable to equity holders (or shareholders):		
Paid up capital (or share capital)	23,987,065,816.00	23,987,065,816.00
Other equity instruments		
Including: Preference shares		
Perpetual bonds		
Capital reserve	9,028,653,533.25	9,026,991,793.19
Less: Treasury shares		
Other comprehensive income	68,872,066.50	72,364,171.03
Special reserve	166,846,903.50	147,235,048.25
Surplus reserve	1,462,397,659.49	1,462,397,659.49
General risk reserves		
Unallocated profit	4,342,144,399.66	3,950,404,277.47
Total equity attributable to equity holders (or shareholders) of the Company	39,055,980,378.40	38,646,458,765.43
Minority interests	3,139,053,657.09	3,095,532,327.21
TOTAL EQUITY ATTRIBUTABLE TO EQUITY HOLDERS (OR SHAREHOLDERS)	42,195,034,035.49	41,741,991,092.64
TOTAL LIABILITIES AND EQUITY ATTRIBUTABLE TO EQUITY HOLDERS (OR SHAREHOLDERS)	57,583,327,793.86	57,609,391,070.26

Legal representative of
the Company:
Wang Zhixian

Chief accountant of
the Company:
Wang Ping

Person in charge of
the accounting department
of the Company:
Wang Ping

Consolidated Income Statements

January to March 2023

Prepared by: Liaoning Port Co., Ltd.

Unit: Yuan; Currency: RMB; Type of audit: Unaudited

Item	The first quarter of 2023	The first quarter of 2022
I. Total operating income	2,861,049,291.25	2,884,711,772.40
Including: Operating income	2,861,049,291.25	2,884,711,772.40
Interest income		
Premium earned		
Fees and commission income		
II. Total operating costs	2,319,115,540.84	2,327,690,880.81
Including: Operating costs	1,999,933,849.79	2,035,150,057.76
Interest expenses		
Fees and commission expense		
Surrender payment		
Net expenditure for compensation payments		
Net provision for insurance deposits		
Policyholder dividend expenses		
Reinsurance costs		
Taxes and surcharges	44,352,489.06	28,865,099.59
Sales expenses		
Administrative expenses	159,778,963.01	152,308,440.69
R&D expenses	63,595.42	1,016,414.18
Financial expenses	114,986,643.56	110,350,868.59
Including: Interest expenses	137,309,018.90	127,767,786.63
Interest income	19,139,591.78	16,822,445.88

Item	The first quarter of 2023	The first quarter of 2022
Add: Other income	37,022,202.80	21,323,633.68
Investment income (loss denoted in “-”)	8,191,433.86	68,897,433.27
Including: Investment income from associates and joint ventures	7,602,029.38	68,250,110.16
Income from derecognition of financial assets at amortised cost		
Exchange gain (loss denoted in “-”)		
Net gains from hedging exposure (loss denoted in “-”)		
Gains from changes in fair value (loss denoted in “-”)		
Credit impairment losses (loss denoted in “-”)	-5,368,503.47	680,045.67
Asset impairment losses (loss denoted in “-”)		
Gain on disposal of assets (loss denoted in “-”)	—	1,524,713.94
III. Operating profit (loss denoted in “-”)	581,778,883.60	649,446,718.15
Add: Non-operating income	1,431,447.22	34,055,959.50
Less: Non-operating expenses	79,401.04	603,225.00
IV. Total profit (gross loss denoted in “-”)	583,130,929.78	682,899,452.65
Less: Income tax expenses	149,757,256.26	172,239,801.01
V. Net profit (net loss denoted in “-”)	433,373,673.52	510,659,651.64
(I) According to operating continuity		
1.Net profit from continuing operations (net loss denoted in “-”)	433,373,673.52	510,659,651.64
2. Net profit from discontinued operations (net loss denoted in “-”)		

Item	The first quarter of 2023	The first quarter of 2022
(II) According to ownership		
1. Net profit attributable to shareholders of the parent company (net loss denoted in “-”)	391,740,122.19	481,807,363.95
2. Minority interests (net loss denoted in “-”)	41,633,551.33	28,852,287.69
VI. Other comprehensive income, net of tax	-3,492,104.53	-586,390.65
(I) Other comprehensive income attributable to owners of the parent company, net of tax	-3,492,104.53	-586,390.65
1. Other comprehensive income that cannot be reclassified to profit or loss		
(1) Changes arising from the remeasurement of defined benefit plans		
(2) Other comprehensive income that may not be reclassified to profit or loss under equity method		
(3) Changes in fair value of other equity instrument investments		
(4) Changes in fair value of enterprise’s credit risks		
2. Other comprehensive income to be reclassified to profit or loss	-3,492,104.53	-586,390.65
(1) Other comprehensive income that may be reclassified to profit or loss under equity method		
(2) Changes in fair value of other debt investments		
(3) Other comprehensive income arising from reclassification of financial assets		
(4) Provision of credit impairment arising from other debt investments		
(5) Hedging reserve arising from cash flows		
(6) Exchange differences on foreign currency translations	-3,492,104.53	-586,390.65
(7) Others		
(II) Net other comprehensive income after tax attributable to minority interests		

Item	The first quarter of 2023	The first quarter of 2022
VII. Total comprehensive income	429,881,568.99	510,073,260.99
(I) Total comprehensive income attributable to owners of the parent company	388,248,017.66	481,220,973.30
(II) Total comprehensive income attributable to minority interests	41,633,551.33	28,852,287.69
VIII. Earnings per share:		
(I) Basic earnings per share (RMB/share)	0.02	0.02
(II) Diluted earnings per share (RMB/share)	0.02	0.02

For merger of entities under the same control in current period, the newly merged entity realised a net profit of RMB0 prior to the merger and a net profit of RMB0 during last period.

Legal representative of
the Company:
Wang Zhixian

Chief accountant of
the Company:
Wang Ping

Person in charge of the
accounting department of
the Company:
Wang Ping

Consolidated Cash Flow Statement

January to March 2023

Prepared by: Liaoning Port Co., Ltd.

Unit: Yuan; Currency: RMB; Type of audit: Unaudited

Item	The first quarter of 2023	The first quarter of 2022
I. Cash flows from operating activities:		
Cash received from sales of goods or rendering of services	2,346,525,462.24	2,172,724,296.07
Net increase in deposits from customers and peer companies		
Net increase in borrowings from central bank		
Net increase in placements from other financial institutions		
Cash received from premiums under original insurance contracts		
Net cash received from reinsurance business		
Net increase in deposits from policyholders and investment funds		
Cash received from interest, handling charges and commission		
Net increase in placements		
Net increase in capital from repurchase business		
Net cash received from brokerage for trading securities		
Refund of taxes and surcharges	9,504,855.20	368,165.36
Cash received relating to other operating activities	121,665,360.56	37,278,535.62
Sub-total of cash inflows from operating activities	2,477,695,678.00	2,210,370,997.05
Cash paid for goods and services	995,360,361.10	934,893,451.11
Net increase in loans and advances to customers		
Net increase in deposits with central bank and peer companies		
Cash paid for compensation payments under original insurance contracts		
Net increase in loans to banks and other financial institutions		
Cash paid for interest, handling charges and Commissions		
Cash paid for policyholder dividends		
Cash paid to and on behalf of employees	793,416,529.84	809,395,430.16

Item	The first quarter of 2023	The first quarter of 2022
Payments of taxes and surcharges	246,704,505.58	226,326,434.68
Cash paid relating to other operating activities	100,181,544.42	85,037,537.12
Sub-total of cash outflows from operating activities	2,135,662,940.94	2,055,652,853.07
Net cash flows from operating activities	342,032,737.06	154,718,143.98
II. Cash flows from investing activities:		
Cash received from disposal of investments		
Cash received from returns on investments	1,678,125.00	717,518.75
Net cash received from disposal of fixed assets, intangible assets and other long-term assets	–	1,440,510.00
Net cash received from disposal of subsidiaries and other business units		
Cash received relating to other investing activities	–	2,025,902.04
Sub-total of cash inflows from investing activities	1,678,125.00	4,183,930.79
Cash paid to acquire fixed assets, intangible assets and other long-term assets	112,752,799.00	58,544,643.64
Cash paid to acquire investments		
Net increase in pledged loans		
Net cash paid for acquiring subsidiaries and other business units		
Cash paid relating to other investing activities	1,593,081.50	23,640.00
Sub-total of cash outflows from investing activities	114,345,880.50	58,568,283.64
Net cash flows from investing activities	-112,667,755.50	-54,384,352.85
III. Cash flows from financing activities:		
Cash received from capital contributions		
Including: Cash received from capital contributions by minority shareholders of subsidiaries		
Cash received from borrowings		
Cash received relating to other financing activities		
Sub-total of cash inflows from financing activities		
Cash repayments of borrowings	40,000,000.00	–
Cash payments for distribution of dividends or profits or interest expenses	7,898,095.56	10,309,003.43

Item	The first quarter of 2023	The first quarter of 2022
Including: Dividends and profits paid to minority shareholders by subsidiaries	659,540.00	647,906.02
Cash paid relating to other financing activities	82,593,296.12	28,417,977.00
Sub-total of cash outflows from financing activities	130,491,391.68	38,726,980.43
Net cash flows from financing activities	-130,491,391.68	-38,726,980.43
IV. Effect of foreign exchange rate changes on cash and cash equivalents	-1,480,154.78	-289,384.87
V. Net increase in cash and cash equivalents	97,393,435.10	61,317,425.83
Add: Cash and cash equivalents at the beginning of the period	5,045,473,498.23	4,433,485,423.30
VI. Cash and cash equivalents at the end of the period	5,142,866,933.33	4,494,802,849.13

Legal representative of
the Company:
Wang Zhixian

Chief accountant of
the Company:
Wang Ping

Person in charge of the
accounting department of
the Company:
Wang Ping

(III) Adjustment to the Financial Statements at the Beginning of the Year as a Result of the First Adoption of the New Accounting Standard or Interpretations to Accounting Standard Since 2023

☐ Applicable ☒ N/A

Announcement is hereby given.

By Order of the Board
Liaoning Port Co., Ltd.*
WANG Huiying and LEE, Kin Yu Arthur
Joint Company Secretaries

Dalian City, Liaoning Province, the PRC
27 April 2023

As at the date of this announcement, the Board comprises:

Executive Directors: WANG Zhixian and WEI Minghui

Non-executive Directors: ZHOU Qinghong, XU Song and YANG Bing

Independent non-executive Directors: LIU Chunyan, LAW Man Tat and CHENG Chaoying

* *The Company is registered as Non-Hong Kong Company under Part XI of the previous Companies Ordinance (equivalent to Part 16 of the Companies Ordinance with effect from 3 March 2014) under the English name "Liaoning Port Co., Ltd."*

* *For identification purposes only*