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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 THIRD QUARTER ENDED 30 SEPTEMBER 2023**

The Board of Directors of China Railway Group Limited (the “**Company**”) announces the unaudited results (the “**Third Quarterly Results**”) of the Company and its subsidiaries for the third quarter ended 30 September 2023, 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** CHEN Yun, person in charge of the Company, SUN Cui, person in charge of accounting affairs and MA Yonghong, 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 third quarterly financial statements of the Company have not been audited.

## 2 MAIN FINANCIAL DATA

### 2.1 Main Accounting Data and Financial Indicators

Unit: '000 Currency: RMB

Item	Reporting Period	Same period of the previous year		Change compared with the same period of previous year (%) After adjustment	From the beginning of the year to the end of the Reporting Period	Same period of the previous year		Change compared with the same period of previous year (%) After adjustment
		Before adjustment	After adjustment			Before adjustment	After adjustment	
		Revenue	293,445,128			288,780,366	288,780,366	
Net profit attributable to shareholders of the Company	7,772,321	7,890,441	7,890,441	-1.50	24,011,700	23,016,392	23,005,541	4.37
Net profit attributable to shareholders of the Company excluding non-recurring gains and losses	7,366,495	7,333,609	7,333,609	0.45	22,597,997	21,161,299	21,150,448	6.84
Net cash generated from operating activities	N/A	N/A	N/A	N/A	-33,723,494	-28,790,139	-28,790,139	N/A
Basic earnings per share (RMB/share)	0.308	0.320	0.320	-3.75	0.913	0.871	0.871	4.82
Diluted earnings per share (RMB/share)	0.308	0.320	0.320	-3.75	0.913	0.871	0.871	4.82
Weighted average net assets yield (%)	2.72	3.04	3.04	Decrease of 0.32 percentage point	8.42	8.82	8.82	Decrease of 0.40 percentage point

	At the end of the Reporting Period	At the end of previous year		Change compared with the end of previous year (%)
		<i>Before adjustment</i>	<i>After adjustment</i>	<i>After adjustment</i>
		Total assets	1,739,147,898	1,613,165,843
Owners' equity attributable to shareholders of the Company	322,385,605	301,230,469	301,205,054	7.03

*Note: “Reporting Period” refers to the three months as from the beginning of the third quarter to the end of the third quarter.*

*Explanation of reasons for retrospective adjustments or restatements*

The Ministry of Finance promulgated the “Notice on Issuing the Interpretation No. 16 of Accounting Standards for Business Enterprises” in 2022. When preparing the financial statements for the nine months ended September 30, 2023, the Group and the Company have chosen to adopt Interpretation No. 16 regarding deferred income taxes related to assets and liabilities arising from individual transactions from January 1, 2023. The accounting treatment regulations for initial recognition exemption are not applicable, and the retrospective adjustment method is adopted, and the retained earnings and other related financial statement items at the beginning of 2022 are adjusted accordingly.

## 2.2 Non-recurring Profit and Loss Items and Amount

Unit: '000 Currency: RMB

Item	Reporting Period	From the beginning of the year to the end of the Reporting Period
Gains or losses from the disposal of non-current assets	9,588	232,188
Government grant as included in profit and loss of current period (excluding those closely relating to business of company and subject to a fixed amount or norm under the national policy)	289,967	840,514
Interest income received from non-financial enterprises as included in profit and loss of current period	131,658	638,385
Debt restructuring gains and losses	4,918	185,716
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 normal 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	-107,548	-319,640
Reversal of impairment of trade receivables and contract assets under individual impairment testing	2,702	163,286
Other net non-operating income and expenses	158,503	92,214
Less: Impact of income tax	-26,113	2,154
Impact of minority interests (after tax)	110,076	416,807
Total	<u>405,826</u>	<u>1,413,703</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 Reason for the Change in Main Accounting Data and Financial Indicators

Item	Change (%)	Main Reason
Accounts receivables	31.86	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.
Short-term borrowings	38.35	The main reason was to replenish the working capital.

## 3 SHAREHOLDER INFORMATION

*A table showing the total number of shareholders with ordinary shares and the total number of shareholders with pre-emptive shares with voting rights and shareholdings of top ten shareholders*

*Unit: Share*

**Total number of shareholders with ordinary shares at the end of the Reporting Period** 492,314

**Total number of shareholders with preemptive shares with voting rights resumed at the end of the Reporting Period (if any)** 0

### Particulars of shareholdings of top ten shareholders

Name of shareholder	Nature of the shareholder	Number of shares	Shareholding percentage (%)	Number of shares with selling restrictions	Status of pledged/ labeled/frozen shares of shares	Number of shares
China Railway Engineering Group Company Limited	State-owned legal entity	11,623,119,890	46.96	0	None	0
HKSCC Nominees Limited	Other	4,010,246,517	16.20	0	None	0
Hong Kong Securities Clearing Company Limited	Other	641,474,023	2.59	0	None	0
China Securities Finance Corporation Limited	State-owned legal entity	619,264,325	2.50	0	None	0

Name of shareholder	Nature of the shareholder	Number of shares	Shareholding percentage (%)	Number of shares with selling restrictions	Status of pledged/ labeled/frozen shares	Status of shares	Number of shares
Guoxin Development Investment Management Company Limited	State-owned legal entity	387,050,131	1.56	0	None		0
Central Huijin Asset Management Ltd.	State-owned legal entity	230,435,700	0.93	0	None		0
China Great Wall Asset Management Co., Ltd.	State-owned legal entity	138,562,835	0.56	0	None		0
Boshi Fund – Agricultural Bank of China – Boshi China Securities Financial Asset Management Plan	Other	131,135,600	0.53	0	None		0
Yifangda Fund – Agricultural Bank of China – Yifangda China Securities Financial Asset Management Plan	Other	131,135,600	0.53	0	None		0
Dacheng Fund – Agricultural Bank of China – Dacheng CSF Financial Asset Management Plan	Other	131,135,600	0.53	0	None		0
Jiashi Fund – Agricultural Bank of China – Jiashi China Securities Financial Asset Management Plan	Other	131,135,600	0.53	0	None		0
Guangfa Fund – Agricultural Bank of China – Guangfa China Securities Financial Asset Management Plan	Other	131,135,600	0.53	0	None		0
Central European Fund – Agricultural Bank of China – Central European China Securities Financial Asset Management Plan	Other	131,135,600	0.53	0	None		0
Huaxia Fund – Agricultural Bank of China – Huaxia CSF Financial Asset Management Plan	Other	131,135,600	0.53	0	None		0
Yinhua Fund – Agricultural Bank of China – Yinhua CSF Financial Asset Management Plan	Other	131,135,600	0.53	0	None		0
Southern Fund – Agricultural Bank of China – Southern China Securities Financial Asset Management Plan	Other	131,135,600	0.53	0	None		0

## Particulars of shareholding of the top ten shareholders without selling restrictions

Name of shareholder	Number of tradable shares held without selling restrictions	Type and quantity of share	
		Type of shares	Quantity
China Railway Engineering Group Company Limited	11,458,725,890	RMB-dominated ordinary shares	11,458,725,890
China Railway Engineering Group Company Limited	164,394,000	Overseas listed foreign shares	164,394,000
HKSCC Nominees Limited	4,010,246,517	Overseas listed foreign shares	4,010,246,517
Hong Kong Securities Clearing Company Limited	641,474,023	RMB-dominated ordinary shares	641,474,023
China Securities Finance Corporation Limited	619,264,325	RMB-dominated ordinary shares	619,264,325
Guoxin Development Investment Management Company Limited	387,050,131	RMB-dominated ordinary shares	387,050,131
Central Huijin Asset Management Ltd	230,435,700	RMB-dominated ordinary shares	230,435,700
China Great Wall Asset Management Co., Ltd	138,562,835	RMB-dominated ordinary shares	138,562,835
Boshi Fund – Agricultural Bank of China – Boshi China Securities Financial Asset Management Plan	131,135,600	RMB-dominated ordinary shares	131,135,600
Yifangda Fund – Agricultural Bank of China – Yifangda China Securities Financial Asset Management Plan	131,135,600	RMB-dominated ordinary shares	131,135,600
Dacheng Fund – Agricultural Bank of China – Dacheng CSF Financial Asset Management Plan	131,135,600	RMB-dominated ordinary shares	131,135,600
Jiashi Fund – Agricultural Bank of China – Jiashi China Securities Financial Asset Management Plan	131,135,600	RMB-dominated ordinary shares	131,135,600
Guangfa Fund – Agricultural Bank of China – Guangfa China Securities Financial Asset Management Plan	131,135,600	RMB-dominated ordinary shares	131,135,600

Name of shareholder	Number of tradable shares held without selling restrictions	Type and quantity of share	
		Type of shares	Quantity
Central European Fund – Agricultural Bank of China – Central European China Securities Financial Asset Management Plan	131,135,600	RMB-dominated ordinary shares	131,135,600
Huaxia Fund – Agricultural Bank of China – Huaxia China Securities Financial Asset Management Plan	131,135,600	RMB-dominated ordinary shares	131,135,600
Yinhua Fund – Agricultural Bank of China – Yinhua China Securities Financial Asset Management Plan	131,135,600	RMB-dominated ordinary shares	131,135,600
Southern Fund – Agricultural Bank of China – Southern China Securities Financial Asset Management Plan	131,135,600	RMB-dominated ordinary shares	131,135,600

Statement on the related relations and acting-in-concert relationships among the shareholders above China Railway Engineering Group Company Limited, the largest shareholder of the Company, does not have connected relations or have acting-in-concert relationships with the above other shareholders. The Company is not aware of any related relationships or acting-in-concert relationships among the other above shareholders.

Explanation on the participation in margin trading and refinancing business of the top ten shareholders and the top ten shareholders not subject to selling restrictions (if any) N/A

*Notes:*

- China Railway Engineering Group Company Limited held 11,623,119,890 shares of the Company, including 11,458,725,890 A shares and 164,394,000 H shares.*
- 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 shares held by Guoxin Development Investment Management Co., Ltd. were transferred to it free of charge by its controlling shareholder, China Guoxin Holdings Co., Ltd., in July 2023.*
- The numbers shown in the table are based on the register of member of the Company as at 30 September 2023.*

## **4 OTHER MAJOR INFORMATION**

### **4.1 Macro-economic Situation**

Since the beginning of this year, in the face of a severe and complicated international environment and arduous and heavy domestic reform, development and stability tasks, all regions and departments earnestly implemented the decisions and arrangements of the CPC Central Committee and the State Council, adhered to the general tone of seeking progress while maintaining stability, expanded domestic demand, promoted high-quality development, and did their best to stabilize growth, stabilize employment, and prevent risks. Our country's economic performance continues to recover and improve. It was pointed out at the Political Bureau meeting held in late July that our country's economic operation was currently facing new difficulties and challenges, and it was necessary to implement macro-control accurately and effectively and strengthen counter-cyclical adjustment and policy reserves. Judging from recent policy changes, the issuance of local special bonds has accelerated, special refinancing bonds have been issued, the loan market prime rate (LPR) has been reduced twice in a row, some core cities across the country have successively adjusted and optimized real estate policies and the central government have issued an additional one trillion treasury bonds in the fourth quarter that resulting to the corresponding increase in fiscal deficit. As the effects of these policy adjustments gradually emerge, our country's economy is expected to continue to show a moderate upward trend, laying a solid foundation for achieving the full-year development goals. Data from the National Bureau of Statistics show that the gross domestic product (GDP) in the first three quarters was RMB91,302.7 billion, a year-on-year increase of 5.2% at constant prices; the national fixed asset investment (excluding rural households) was RMB37,503.5 billion, a year-on-year increase of 3.1%; infrastructure investment (excluding electricity, heat, gas and water production and supply industries) increased by 6.2% year-on-year, of which investment in the railway transportation industry increased by 22.1%, and investment in the water conservancy management industry increased by 4.9%. Infrastructure investment continues to play a positive role in expanding effective investment and helping stabilize the economy.

### **4.2 Overall Operation of the Company**

As of the end of September, the Company's newly signed contracts amounted to RMB1,802.25 billion, a year-on-year decrease of 9.1%. Among them, the value of newly signed contracts for domestic business was RMB1,674.98 billion, a year-on-year decrease of 10.5%; the value of newly signed contracts for overseas business was RMB127.27 billion, a year-on-year increase of 14.4%. As of the end of the Reporting Period, the Company's contract backlog was RMB5,667.55 billion, an increase of 14.9% from the end of 2022.

## 4.2.1 Value of New Contracts

### Value of New Contracts

Unit: '00 million Currency: RMB

Business segments		January- September 2023	January- September 2022	Increase/ decrease year-on-year
Design and consulting services		219.0	241.9	-9.5%
Engineering construction		13,440.8	12,609.8	6.6%
Equipment manufacturing		485.2	443.3	9.5%
Property development		470.3	411.4	14.3%
Asset operation		925.5	2,577.4	-64.1%
Resource utilization		170.8	181.7	-6.0%
Financial and merchandise trading		601.3	493.7	21.8%
Emerging businesses		1,709.6	2,871.6	-40.5%
Total		<u>18,022.5</u>	<u>19,830.8</u>	<u>-9.1%</u>
Among which	Domestic	16,749.8	18,718.7	-10.5%
	Overseas	<u>1,272.7</u>	<u>1,112.1</u>	<u>14.4%</u>

Engineering construction: During the Reporting Period, the Company's newly signed contracts for the engineering construction business amounted to RMB1,344.08 billion, a year-on-year increase of 6.6%. As divided by business segments: (1) In terms of railway business, the value of newly signed contracts was RMB178.91 billion, a year-on-year increase of 14.7%. (2) In terms of highway business, the value of newly signed contracts was RMB139.92 billion, a year-on-year increase of 12.6%. (3) In terms of municipal business, the value of newly signed contracts was RMB152.15 billion, a year-on-year decrease of 26.5%. (4) In terms of urban rail business, the value of newly signed contracts was RMB91.67 billion, a year-on-year increase of 13.8%. (5) In terms of housing construction business, the value of newly signed contracts was RMB735.09 billion, a year-on-year increase of 11.5%. (6) In terms of other businesses, the value of newly signed contracts was RMB46.34 billion, a year-on-year increase of 35.8%.

Property development: During the Reporting Period, the Company's property segment achieved sales of RMB47.03 billion, a year-on-year increase of 14.3%; sales area was 3.281 million square meters, a year-on-year increase of 9.8%. The area of construction started was 1.812 million square meters, a year-on-year decrease of 29.7%; the completed area was 2.794 million square meters, a year-on-year decrease of 34.7%; the newly added land reserve was 303,000 square meters, a year-on-year decrease of 64.1%. At the end of the reporting period, the Company's land reserve area to be developed was 18.069 million square meters.

## 4.2.2 Operation Performance

In the first three quarters of 2023, the Company achieved total operating revenue of RMB884.520 billion, representing a year-on-year increase of 4.05%, and the overall gross profit margin was 9.22%, representing a year-on-year increase of 0.20 percentage point. Details are as follows:

*Unit: '00 million    Currency: RMB*

<b>Business segments</b>	<b>Total operating revenue</b>	<b>Increase/decrease year-on-year</b>	<b>Gross profit margin</b>	<b>Increase/decrease year-on-year</b>
Infrastructure construction	7,723.81	5.23%	7.97%	Increase of 0.12 percentage point
Design and consulting	133.96	4.57%	27.20%	Decrease of 0.14 percentage point
Equipment manufacturing	200.55	10.57%	21.55%	Increase of 1.47 percentage point
Property development	252.45	-26.2%	13.02%	Increase of 0.16 percentage point
Other businesses	534.44	5.05%	16.32%	Increase of 1.54 percentage point
Including: Resource utilization	64.76	1.19%	58.30%	Increase of 5.03 percentage point
<b>Total</b>	<b>8,845.20</b>	<b>4.05%</b>	<b>9.22%</b>	<b>Increase of 0.20 percentage point</b>

**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 THIRD QUARTERLY RESULTS ANNOUNCEMENT**

This announcement is simultaneously available on the website of The Stock Exchange of Hong Kong Limited at [www.hkexnews.hk](http://www.hkexnews.hk) and the website of the Company at [www.crec.cn](http://www.crec.cn). The third quarterly report of 2023 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](http://www.sse.com.cn) and the website of the Company at [www.crec.cn](http://www.crec.cn).

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

30 October 2023

*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

30 September 2023

Prepared by China Railway Group Limited

*(All amounts expressed in RMB thousand, unaudited)*

Item	30 September 2023	31 December 2022
<b>Current assets:</b>		
Cash and cash equivalents	194,139,541	238,584,104
Trading financial assets	9,376,834	10,176,825
Derivative financial assets	135,428	135,428
Bills receivables	3,748,834	2,331,332
Accounts receivables	161,177,201	122,237,789
Accounts receivables financing	759,365	765,606
Advances to suppliers	45,823,717	48,327,413
Other receivables	38,460,768	35,022,533
Among which: Interests receivables	1,555,991	1,365,424
Dividends receivables	61,610	64,753
Inventories	234,870,417	207,871,018
Contract assets	189,952,981	169,734,586
Non-current assets due within one year	8,899,835	11,721,287
Other current assets	59,058,862	51,657,922
Total current assets	946,403,783	898,565,843

## Consolidated Balance Sheet (Continued)

Item	30 September 2023	31 December 2022
<b>Non-current assets:</b>		
Debt investments	24,238,331	19,138,756
Long-term receivables	17,357,726	20,155,977
Long-term equity investments	118,124,745	109,881,210
Investments in other equity instruments	17,612,960	14,945,314
Other non-current financial assets	15,983,241	13,543,136
Investment properties	16,417,855	15,223,976
Fixed assets	66,433,690	66,805,629
Construction in progress	57,619,207	50,705,206
Right-of-use assets	1,175,372	1,754,228
Intangible assets	193,621,213	170,075,123
Development expenditures	288,357	232,232
Goodwill	1,803,112	1,771,244
Long-term deferred expenses	1,126,351	1,157,388
Deferred income tax assets	12,834,245	12,225,542
Other non-current assets	248,107,710	217,101,518
Total non-current assets	792,744,115	714,716,479
Total assets	1,739,147,898	1,613,282,322
<b>Current liabilities:</b>		
Short-term borrowings	98,518,718	71,210,450
Trading financial liabilities	29,555	27,691
Derivative financial liabilities	119,905	68,102
Bills payables	66,283,380	94,398,475
Accounts payables	432,511,581	386,031,478
Advances from customers	1,095,819	1,030,532
Contract liabilities	151,810,766	136,937,120
Deposits taking and deposits from peers	4,253,327	6,003,447
Accrued payrolls	4,166,142	4,536,976
Taxes payables	13,575,989	14,746,454
Other payables	99,170,047	89,062,814
Among which: Interests payables	2,088,477	435,587
Dividends payables	1,949,751	262,685
Non-current liabilities due within one year	36,084,666	38,261,770
Other current liabilities	36,399,542	31,057,479
Total current liabilities	944,019,437	873,372,788

## Consolidated Balance Sheet (Continued)

Item	30 September 2023	31 December 2022
<b>Non-current liabilities:</b>		
Long-term borrowings	277,406,690	240,377,887
Bonds payables	29,211,890	39,372,742
Lease liabilities	998,051	1,139,400
Long-term payables	31,673,119	29,072,285
Long-term accrued payrolls	2,015,197	2,049,700
Accrued liabilities	842,588	578,077
Deferred income	988,471	1,065,660
Deferred income tax liabilities	3,277,772	3,176,466
Other non-current liabilities	55,211	59,400
Total non-current liabilities	346,468,989	316,891,617
Total liabilities	1,290,488,426	1,190,264,405
<b>Owners' Equity (or Shareholders' Equity):</b>		
Paid-up capital (or Share capital)	24,752,196	24,752,196
Other equity instruments	49,335,336	45,621,026
Including: Perpetual notes	49,335,336	45,621,026
Capital reserve	56,514,511	56,479,602
Less: Treasury stock	575,822	611,855
Other comprehensive income	-510,963	-390,911
Surplus reserve	15,862,377	15,862,377
General risk reserve	4,005,111	3,965,051
Accumulated profits	173,002,859	155,527,568
Owners' equity (or Shareholders' equity) attributable to the parent company	322,385,605	301,205,054
Minority interests	126,273,867	121,812,863
Total owners' equity (or shareholders' equity)	448,659,472	423,017,917
Total liabilities and owners' equity (or shareholders' equity)	1,739,147,898	1,613,282,322

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 – September 2023

Prepared by China Railway Group Limited

(All amounts expressed in RMB thousand, unaudited)

Item	First Three Quarters of 2023 (January – September)	First Three Quarters of 2022 (January – September)
<b>1. Total operating revenue</b>	884,520,479	850,052,180
Including: Revenue	882,917,582	848,184,880
Interest income	494,319	355,435
Handling fees and commission revenue	1,108,578	1,511,865
<b>2. Total operating costs</b>	851,457,520	817,615,066
Including: Cost of sales	802,672,834	773,188,250
Interest expenses	299,826	180,600
Tax and surcharges	4,128,446	4,188,570
Selling expenses	4,419,274	4,158,682
Administrative expenses	18,860,338	17,978,726
Research and development expenses	17,810,862	15,831,244
Finance expenses	3,265,940	2,088,994
Among which: Interest expenses	9,094,873	6,441,425
Interest income	6,497,925	4,578,001
Add: Other gains	811,341	968,265
Investment gains (loss is marked with “-”)	560,058	1,161,294
Among which: Investment gains from associates and joint ventures	2,032,936	2,410,487
Gain on derecognition of financial assets carried at amortised cost	-2,896,603	-2,818,328
Gain on changes in fair value (loss is marked with “-”)	-331,534	-319,738
Impairment on credit losses (loss is marked with “-”)	-1,500,411	-1,066,874
Impairment losses on assets (loss is marked with “-”)	-838,402	-2,648,082
Gain on disposal of assets (loss is marked with “-”)	232,188	-18,466
<b>3. Profit from operation (loss is marked with “-”)</b>	31,996,199	30,513,513
Add: Non-operating income	554,234	565,066
Less: Non-operating expenses	537,015	490,574

## Consolidated Income Statement (Continued)

Item	First Three Quarters of 2023 (January – September)	First Three Quarters of 2022 (January – September)
<b>4. Profit before tax (loss is marked with “-”)</b>	32,013,418	30,588,005
Less: Income tax expense	5,693,562	5,552,173
<b>5. Net profit (net loss is marked with “-”)</b>	26,319,856	25,035,832
(1) By operation continuity		
1. Net profit from continuing operation (net loss is marked with “-”)	26,319,856	25,035,832
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 “-”)	24,011,700	23,005,541
2. Minority interests (net loss is marked with “-”)	2,308,154	2,030,291
<b>6. Other comprehensive income, net of tax</b>	348,692	1,068,947
(1) Other comprehensive income attributable to owners of the Company, net of tax	317,154	992,461
1. Other comprehensive income which will not be reclassified to profit or loss	20,317	-75,230
(i) Changes in remeasurement of defined benefit obligations	-25,778	83
(ii) Other comprehensive income which will not be reclassified to profit or loss under the equity method	12,670	0
(iii) Changes in fair value of investments in other equity instruments	33,425	-75,313
2. Other comprehensive income which will be reclassified to profit or loss	296,837	1,067,691
(i) Other comprehensive income which will be reclassified to profit or loss under the equity method	-228	765,497
(ii) Changes in fair value of other debt investments	1,226	0
(iii) Differences on translation of financial statements prepared in foreign currencies	295,837	302,194
(iv) Others	2	0
(2) Other comprehensive income attributable to minority interests, net of tax	31,538	76,486

## Consolidated Income Statement (Continued)

Item	First Three Quarters of 2023 (January – September)	First Three Quarters of 2022 (January – September)
<b>7. Total comprehensive income</b>	26,668,548	26,104,779
(1) Total comprehensive income attributable to owners of the Company	24,328,854	23,998,002
(2) Total comprehensive income attributable to minority interests	2,339,692	2,106,777
<b>8. Earnings per share:</b>		
(1) Basic earnings per share ( <i>RMB/share</i> )	0.913	0.871
(2) Diluted earnings per share ( <i>RMB/share</i> )	0.913	0.871

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 – September 2023

Prepared by China Railway Group Limited

(All amounts expressed in RMB thousand, unaudited)

Item	First Three Quarters of 2023 (January – September)	First Three Quarters of 2022 (January – September)
<b>1. Cash flow from operating activities:</b>		
Cash received from sales of goods or services rendered	936,896,896	892,892,269
Net increase in deposits received from customers and peers	0	522,916
Cash received from interests, handling fees and commission	1,602,897	1,867,301
Receipt of tax refund	5,657,816	15,830,542
Cash received relating to other operating activities	16,253,068	15,495,679
Sub-total of cash inflows from operating activities	960,410,678	926,608,707
Cash paid for goods and services received	878,313,451	850,187,003
Net decrease in deposits received	1,750,120	0
Net increase in loans and advances from customers	0	350,000
Net increase in deposits in central banks and peers	1,382,887	64,596
Cash paid for interests, handling fees and Commission	299,826	180,600
Cash paid to and on behalf of employees	66,062,213	62,538,757
Tax payments	27,079,912	24,117,768
Cash paid relating to other operating activities	19,245,762	17,960,122
Sub-total of cash outflows from operating activities	994,134,172	955,398,846
Net cash flow from operating activities	-33,723,494	-28,790,139
<b>2. Cash flow from investing activities:</b>		
Cash received from disposal of investments	11,253,609	7,414,410
Cash received from return on investments	1,845,512	881,779
Net cash receipts from disposal of fixed assets, intangible assets and other long-term assets	1,252,968	479,445
Cash received relating to other investing activities	1,214,622	655,732
Sub-total of cash inflows from investing activities	15,566,711	9,431,366
Cash paid for acquisition of fixed assets, intangible assets and other long-term assets	49,288,223	35,897,176
Cash paid for acquisitions of investments	13,351,286	18,435,794
Net cash payments for acquisition of subsidiaries or other business units	1,340,258	1,026,087
Cash paid relating to other investing activities	2,441,041	552,190
Sub-total of cash outflows from investing activities	66,420,808	55,911,247
Net cash flow from investing activities	-50,854,097	-46,479,881

## Consolidated Cash Flow Statement (Continued)

Item	First Three Quarters of 2023 (January – September)	First Three Quarters of 2022 (January – September)
<b>3. Cash flow from financing activities:</b>		
Cash received from investors	8,565,777	16,316,102
Including: Cash received by subsidiaries for investment by minority shareholders	8,565,777	15,710,030
Cash received from borrowings	190,435,619	178,205,491
Cash received relating to other financing activities	2,878,411	437,280
Sub-total of cash inflows from financing activities	201,879,807	194,958,873
Cash paid for repayment of borrowings	133,887,795	84,268,821
Cash paid for dividends, profit distribution or interest payment	17,709,483	11,380,418
Including: Dividends and profits paid to minority shareholders by subsidiaries	1,051,608	990,653
Cash paid relating to other financing activities	5,870,232	1,140,758
Sub-total of cash outflows from financing activities	157,467,511	96,789,997
Net cash flow from financing activities	44,412,296	98,168,876
<b>4. Effect of foreign exchange rate changes on cash and cash equivalents</b>	293,628	1,832,418
<b>5. Net increase in cash and cash equivalents</b>	-39,871,667	24,731,275
Add: Balances of cash and cash equivalents at the beginning of the period	204,987,258	148,115,618
<b>6. Balances of cash and cash equivalents at the end of the period</b>	165,115,591	172,846,893

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**  
*30 September 2023*

Prepared by China Railway Group Limited

*(All amounts expressed in RMB thousand, unaudited)*

<b>Item</b>	<b>30 September 2023</b>	<b>31 December 2022</b>
<b>Current assets:</b>		
Cash and cash equivalents	24,868,593	28,156,784
Trading financial assets	46,900	48,433
Bills receivables	63,397	56,071
Accounts receivables	17,213,571	11,172,860
Advances to suppliers	3,446,058	3,222,556
Other receivables	35,596,980	40,543,700
Among which: Dividends receivables	2,052,517	23,795
Inventories	7,831	3,912
Contract assets	5,046,915	4,909,596
Non-current assets due within one year	3,036,468	17,405,453
Other current assets	1,632,684	2,167,223
Total current assets	90,959,396	107,686,588
<b>Non-current assets:</b>		
Debt investments	1,769,449	1,771,795
Long-term receivables	363,135	1,196,439
Long-term equity investments	356,548,182	351,353,860
Investments in other equity instruments	2,543,024	2,439,271
Other non-current financial assets	302,037	302,037
Investment properties	111,261	114,006
Fixed assets	261,496	275,906
Construction in progress	221,916	219,200
Right-of-use assets	94,261	29,874
Intangible assets	591,637	620,394
Long-term deferred expenses	42,593	45,081
Deferred income tax assets	540,974	531,518
Other non-current assets	37,949,333	20,608,803
Total non-current assets	401,339,298	379,508,184
Total assets	492,298,694	487,194,772

## Company Balance Sheet (Continued)

Item	30 September 2023	31 December 2022
<b>Current liabilities:</b>		
Short-term borrowings	24,089,000	17,128,292
Accounts payables	33,563,479	35,560,786
Contract liabilities	8,935,612	8,266,301
Accrued payrolls	13,909	15,658
Taxes payables	259,764	197,765
Other payables	104,304,255	107,425,249
Among which: Dividends payables	1,133,990	435,590
Non-current liabilities due within one year	18,659,276	17,859,270
Other current liabilities	2,228,508	2,068,892
Total current liabilities	192,053,802	188,522,213
<b>Non-current liabilities:</b>		
Long-term borrowings	15,761,000	13,916,000
Bonds payables	19,611,738	30,406,635
Lease liabilities	91,014	26,172
Long-term payables	14,446,891	14,294,597
Long-term accrued payrolls	6,469	9,010
Deferred income	6,330	4,830
Total non-current liabilities	49,923,443	58,657,244
Total liabilities	241,977,245	247,179,457
<b>Owners' Equity (or Shareholders' Equity):</b>		
Paid-up capital (or Share capital)	24,752,196	24,752,196
Other equity instruments	49,335,336	45,621,026
Including: Perpetual notes	49,335,336	45,621,026
Capital reserve	61,493,648	61,419,713
Less: Treasury stock	575,822	611,855
Other comprehensive income	-56,411	-70,631
Surplus reserve	15,190,997	15,190,996
Accumulated profits	100,181,506	93,713,870
Total owners' equity (or shareholders' equity)	250,321,449	240,015,315
Total liabilities and owners' equity (or shareholders' equity)	492,298,694	487,194,772

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 – September 2023*

Prepared by China Railway Group Limited

*(All amounts expressed in RMB thousand, unaudited)*

<b>Item</b>	<b>First Three Quarters of 2023 (January – September)</b>	<b>First Three Quarters of 2022 (January – September)</b>
<b>1. Revenue</b>	32,964,063	35,076,014
Less: Cost of sales	28,897,049	33,022,447
Tax and surcharges	68,830	84,437
Administrative expenses	626,592	488,824
Research and development expenses	13,977	42,921
Finance expenses	2,952,324	2,605,681
Among which: Interest expenses	2,980,984	2,715,722
Interest income	147,832	185,939
Add: Other gains	1,526	4,288
Investment gains (loss is marked with “-”)	12,791,860	4,044,289
Among which: Investment gains from associates and joint ventures	91,701	-273,289
Gain on derecognition of financial assets carried at amortised cost	47	-19,673
Gain on changes in fair value (loss is marked with “-”)	-1,533	-15,940
Impairment on credit losses (loss is marked with “-”)	-27,389	-140,129
Impairment losses on assets (loss is marked with “-”)	-5,662	1,284
<b>2. Profit from operation (loss is marked with “-”)</b>	13,164,094	2,725,496
Add: Non-operating income	1,416	6,949
Less: Non-operating expenses	84,974	81,432
<b>3. Profit before tax (loss is marked with “-”)</b>	13,080,536	2,651,013
Less: Income tax expense	258,035	-59,969

## Company Income Statement (Continued)

Item	First Three Quarters of 2023 (January – September)	First Three Quarters of 2022 (January – September)
<b>4. Net profit (net loss is marked with “-”)</b>	12,822,501	2,710,982
(1) Net profit from continuing operation (net loss is marked with “-”)	12,822,501	2,710,982
(2) Net profit from discontinued operation (net loss is marked with “-”)	0	0
<b>5. Other comprehensive income, net of tax</b>	14,220	11,389
(1) Other comprehensive income which will not be reclassified to profit or loss	24,321	10
(i) Changes in remeasurement of defined benefit obligations	-75	10
(ii) Changes in fair value of investments in other equity instruments	24,396	0
(2) Other comprehensive income which will not be reclassified to profit or loss under the equity method	-10,101	11,379
(i) Differences on translation of financial statements prepared in foreign currencies	-10,101	11,379
<b>6. Total comprehensive income</b>	12,836,721	2,722,178
<b>7. Earnings per share:</b>		
(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 – September 2023

Prepared by China Railway Group Limited

(All amounts expressed in RMB thousand, unaudited)

Item	First Three Quarters of 2023 (January – September)	First Three Quarters of 2022 (January – September)
<b>1. Cash flow from operating activities:</b>		
Cash received from sales of goods or services rendered	31,583,159	38,776,768
Cash received from tax refund	0	6,717
Cash received relating to other operating activities	820,876	158,712
Sub-total of cash inflows from operating activities	32,404,035	38,942,197
Cash paid for goods and services received	29,115,111	33,604,138
Cash paid to and on behalf of employees	658,110	587,378
Tax payments	477,590	337,126
Cash paid relating to other operating activities	3,793,789	5,109,736
Sub-total of cash outflows from operating activities	34,044,600	39,638,378
Net cash flow from operating activities	-1,640,565	-696,181
<b>2. Cash flow from investing activities:</b>		
Cash received from disposal of investments	65,628	0
Cash received from return on investments	9,747,925	270,287
Cash received from disposal of subsidiaries and other business units	1,000,000	766,727
Cash received relating to other investing activities	33,107,335	23,569,296
Sub-total of cash inflows from investing activities	43,920,888	24,606,310
Cash paid for acquisitions of fixed assets, intangible assets and other long-term assets	19,542	49,482
Cash paid for acquisitions of investments	6,326,399	8,260,082
Net cash payments for acquisition of subsidiaries or other business units	0	11,246,612
Cash paid relating to other investing activities	28,707,810	17,076,110
Sub-total of cash outflows from investing activities	35,053,751	36,632,286
Net cash flow from investing activities	8,867,138	-12,025,976

## Company Cash Flow Statement (Continued)

Item	First Three Quarters of 2023 (January – September)	First Three Quarters of 2022 (January – September)
<b>3. Cash flow from financing activities:</b>		
Cash received from investors	0	3,103,572
Cash received from borrowings	65,589,000	49,013,905
Cash received relating to other financing activities	0	2,997,294
Sub-total of cash inflows from financing activities	65,589,000	55,114,771
Cash paid for repayment of borrowings	62,550,280	24,329,000
Cash paid for dividends, profit distribution or interest payment	7,984,633	6,135,042
Cash paid relating to other financing activities	5,724,946	0
Sub-total of cash outflows from financing activities	76,259,858	30,464,042
Net cash flow from financing activities	-10,670,858	24,650,729
<b>4. Effect of foreign exchange rate changes on cash and cash equivalents</b>	79,177	100,316
<b>5. Net increase in cash and cash equivalents</b>	-3,365,109	12,028,888
Add: Balances of cash and cash equivalents at the beginning of the period	27,980,295	12,779,275
<b>6. Balance of cash and cash equivalents at the end of the period</b>	24,615,187	24,808,163

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 ADJUSTMENTS ON THE OPENING BALANCE OF FINANCIAL STATEMENTS IN THE YEAR OF FIRST ADOPTION SINCE 2023 RESULTING FROM THE FIRST ADOPTION OF NEW ACCOUNTING STANDARDS OR INTERPRETATIONS

Not applicable