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ZMJ

Zhengzhou Coal Mining Machinery Group Company Limited
鄭州煤礦機械集團股份有限公司

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

(Stock code: 00564)

THIRD QUARTERLY REPORT OF 2023

This announcement is made by Zhengzhou Coal Mining Machinery Group Company Limited (the “**Company**” or “**ZMJ**”) pursuant to Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong) and Rules 13.09 and 13.10B of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited.

Set out below is the Company’s third quarterly report of 2023 for the nine months ended 30 September 2023. The financial report in this report is prepared under the PRC Accounting Standards for Business Enterprises and is not audited. This report is prepared in Chinese and translated into English. In the event of any inconsistency between these two versions, the Chinese version shall prevail. The currency unit in this report is RMB unless otherwise specified.

For the purpose of this quarterly report, the Company and its subsidiaries together shall be collectively referred to as the “**Group**”. This quarterly report was approved on 30 October 2023 at the 31st meeting of the 5th session of the board of directors of the Company.

By order of the Board
Zhengzhou Coal Mining Machinery Group Company Limited
JIAO Chengyao
Chairman

Zhengzhou, PRC, 30 October 2023

As at the date of this announcement, the executive Directors of the Company are Mr. JIAO Chengyao, Mr. JIA Hao, Mr. FU Zugang and Mr. WANG Xinying, the non-executive Directors are Mr. CUI Kai and Mr. YUE Taiyu, and the independent non-executive Directors are Mr. CHENG Jinglei, Mr. JI Feng, Ms. GUO Wenqing and Mr. FANG Yuan.

Stock Code: 601717

Company's Abbreviation: ZMJ

Zhengzhou Coal Mining Machinery Group Company Limited

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The Board of Directors of the Company and all of its Directors warrant that there are no false information or misleading statements contained in, or material omissions from this announcement, and shall assume several and joint legal liability for the truthfulness, accuracy and completeness of the contents thereof.

Important Notice:

The board of Directors, the board of Supervisors, and the Directors, Supervisors and Senior Management of the Company warrant that information included in this quarterly report is true, accurate and complete without any false statement, misleading representation or material omission, and shall assume several and joint liability thereof.

The person-in-charge of the Company, the person-in-charge of the accounting matters and the head of accounting department (the person-in-charge of accounting) warrant the truthfulness, accuracy and completeness of the financial statements contained in this quarterly report.

Whether the third quarterly financial statements are audited

Yes No

I. Major financial data

(I) Major accounting data and financial indicators

Unit: Yuan Currency: RMB

Item	For the reporting period	Increase or decrease during the reporting period compared with the same period of the previous year (%)	From the beginning of this year to the end of the reporting period	Increase or decrease for the period from the beginning of the year to the end of the reporting period compared with the same period of the previous year (%)
Operating revenue	9,029,856,768.57	9.53	27,240,841,196.65	14.59
Net profit attributable to the shareholders of the listed company	786,019,338.02	58.02	2,467,302,560.09	25.76
Net profit attributable to the shareholders of the listed company after deducting non-recurring profit or loss	691,051,016.17	39.87	2,189,751,246.56	32.18

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Net cash flows from operating activities	N/A	N/A	1,218,290,983.36	12.59
Basic earnings per share (yuan per share)	0.444	57.45	1.400	24.44
Diluted earnings per share (yuan per share)	0.443	58.21	1.397	24.51
Weighted average return on net assets (%)	4.13	Increased by 1.00 percentage point	13.10	Increased by 0.64 percentage point
Item	As at the end of the reporting period	As at the end of the previous year		Increase or decrease as at the end of the reporting period from the end of the previous year (%)
Total assets	48,486,114,012.54	44,301,175,578.57		9.45
Owners' equity attributable to the shareholders of the listed company	19,514,260,943.66	17,807,266,977.66		9.59

Note: "The reporting period" represents the three months period from the beginning of this quarter to the end of this quarter, the same below.

(II) Non-recurring profit and loss items and amounts

Unit: Yuan Currency: RMB

Item	Amount for the reporting period	Amount from the beginning of the year to the end of the reporting period	Note
Profit or loss from disposal of non-current assets	2,762,998.24	3,322,940.41	
Tax refund, exemption and reduction which were approved on an ultra-vires basis or without official approval documents or on a one-off basis			
Government grants included in profit or loss for the current period other than those closely related to the normal operation of the Company, in compliance with national policies and regulations, as well as the government grants entitled continuously based on certain standard quota or quantity	59,369,001.72	123,533,877.86	
Fund appropriation fee charged on non-financial enterprises and included in profit or loss			
Gain arising from the excess of fair value of identifiable net assets of investees at the time of acquisition of investments over the cost of investment in subsidiaries, associates and joint ventures			

Profit or loss arising from exchange of non-monetary assets			
Profit or loss from entrusted investment or asset management	79,944,835.84	198,058,212.58	
Provision for impairment of assets in case of force majeure such as natural disasters			
Profit or loss from debt restructuring	-2,542,518.77	-4,879,129.26	
Expenses for corporate restructuring, such as expenses for staff arrangements and expenses for business combination			
Profit or loss arising from the excess of consideration of transaction over fair value in case of apparently unfair consideration			
Net profit or loss incurred by subsidiaries formed by the consolidation of entities under common control for the period from the beginning of the period to the date of consolidation			
Profit or loss arising from contingencies unrelated to the normal business operation of the Company			
Profit or loss on the changes in fair value generated from financial assets held for trading, derivative financial assets, financial liabilities held for trading and derivative financial liabilities and the investment income received 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 the effective hedging business relating to the ordinary operating business of the Company	-29,965,716.79	-33,382,334.73	
Write back of the provision for impairment of receivables and contract assets that are individually tested for impairment	21,305,256.34	71,863,799.62	
Profit or loss from external entrusted loans			
Profit or loss arising from the change in fair value of investment properties which are subsequently measured by means of the fair value model			
Effect on profit or loss for the period of one-off adjustment to profit or loss for the period according to requirements under laws and regulations relating to taxation and accounting			
Income of entrustment fees for entrusted operation			
Other non-operating income and expenses other than the above items	-16,519,125.01	-12,788,578.17	
Other profit or loss items that meet the definitions of extraordinary profit or loss	-282,614.15	2,238,541.16	
Less: Amount of effect on income tax	-18,047,782.50	-66,444,432.44	
Amount of effect on minority interests (after tax)	-1,056,013.08	-3,971,583.51	
Total	94,968,321.85	277,551,313.53	

Explanation on classifying the non-recurring profit or loss items listed in the Explanatory Announcement No. 1 on Information Disclosure for Companies Making Public Offering of Securities - Non-recurring Profit or Loss as recurring profit or loss items

Applicable Not applicable

(III) Changes in key accounting data and the financial indicators and the reasons thereof

√ Applicable □ Not applicable

Items with changes of more than 30% in “major accounting data and financial indicators”:

Name of Item	Percentage of change (%)	Main Reasons
Net profit attributable to shareholders of the listed company_ Current reporting period	58.02	Mainly as a result of the continuous growth of the number of the Company's orders, and the earnings increased with the increase in the scale of revenue; at the same time, the base of net profit in July to September last year was relevantly low
Net profit after extraordinary gain or loss attributable to shareholders of the listed company_ Current reporting period	39.87	
Basic earnings per share_ Current reporting period	57.45	
Diluted earnings per share_ Current reporting period	58.21	
Net profit after extraordinary gain or loss attributable to shareholders of the listed company_ From the beginning of this year to the end of the reporting period	32.18	Mainly due to the continuous growth of the Company's orders, along with the growth in the scale of revenue

Explanation in changes in key accounts in the consolidated balance sheet:

Unit: 0'000 Yuan Currency: RMB

Name of Item	As at the end of the reporting period	As at the end of the previous year	Percentage of change (%)	Description
Financial assets held for trading	781,556.70	617,587.49	26.55	The addition of new short-term wealth management products
Accounts Receivable	843,089.28	670,082.61	25.82	As a result of the increase in receivables affected by the increase in revenue from coal mining machinery business
Non-current assets due within one year	29,484.46	13,899.55	112.13	As a result of the increase in sales of goods for installment payment
Long-term receivables	30,984.31	20,340.80	52.33	As a result of the increase in sales of goods for installment payment
Long-term equity investment	75,386.46	27,886.83	170.33	As the Company has significant influence over the equity rights of Nanjing Bestway Intelligent Control Technology Co., Ltd. and this investment is reclassified from investment in other equity instruments to long-term equity investment in associates
Investments in other equity instruments	41,663.22	79,817.18	-47.80	
Other non-current financial assets	102,911.92	34,682.87	196.72	As a result of increase in large-denomination certificates of deposit/time deposits
Construction in progress	102,088.37	67,060.45	52.23	As a result of construction of new factory buildings
Instruments payable	399,755.49	329,090.94	21.47	As a result of the increase in purchase volume and increase in issuance of instruments
Non-current liabilities due within one year	64,072.98	268,108.70	-76.10	As a result of repayment of bank borrowings
Long-term borrowings	726,291.46	431,342.03	68.38	As a result of new long-term borrowings

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Explanation in changes in key accounts in the consolidated balance sheet:

Unit: 0'000 Yuan Currency: RMB

Name of Item	January to September 2023	January to September 2022	Percentage of change (%)	Main Reasons
Net cash flows from operating activities	121,829.10	108,210.69	12.59	Mainly as a result of the increase in cash received from sales of goods and services
Net cash flows from investing activities	-199,699.25	-189,071.38	Not applicable	Mainly as a result of the increase in cash paid for investment and wealth management
Net cash flows from financing activities	5,101.28	36,723.46	-86.11	Mainly due to the absorption of less investment from minority shareholders as a result of capital increase of subsidiaries as compared with the same period of the previous year, as well as the increase in cash used to repay debt, distribute dividends and repay interest

Explanation of changes in key indicators of the consolidated statement of income by business segment:

Unit: 0'000 Yuan Currency: RMB

Name of Item	Business Segment	January to September 2023	January to September 2022	Percentage of change (%)
Total operating revenue	Coal mining machinery segment	1,417,199.60	1,233,139.83	14.93
	Automotive parts segment	1,308,868.24	1,145,732.90	14.24
	Total	2,726,067.84	2,378,872.73	14.59
Gain from investments	Coal mining machinery segment	21,179.88	9,333.26	126.93
	Automotive parts segment	-10,082.06	14,492.97	-169.57
	Total	11,097.82	23,826.23	-53.42
Gain from changes in fair value	Coal mining machinery segment	6,083.08	-282.89	Not applicable
	Automotive parts segment	2,050.28	-3,290.97	Not applicable
	Total	8,133.36	-3,573.86	Not applicable
Credit impairment losses	Coal mining machinery segment	4,402.66	-16,267.58	Not applicable
	Automotive parts segment	1,178.96	-2,622.28	Not applicable
	Total	5,581.62	-18,889.86	Not applicable
Net profit	Coal mining machinery segment	249,116.69	188,441.27	32.20
	Automotive parts segment	14,887.20	14,110.40	5.51
	Total	264,003.89	202,551.67	30.34
Net profit attributable to owners of the parent	Coal mining machinery segment	237,413.14	186,631.66	27.21
	Automotive parts segment	9,317.12	9,564.50	-2.59
	Total	246,730.26	196,196.16	25.76

Explanations of changes:

(1) Total operating revenue: Total operating revenue from the beginning of the year to the end of the reporting period (collectively referred to as the “first three quarters of 2023” hereinafter) represented an increase of RMB3,471,951,100, or 14.59%, as compared with the same period of last year. This was primarily because: 1) the total revenue of coal mining machinery segment increased by RMB1,840,597,700, or 14.93%, during the reporting period compared with the same period last year, mainly because the coal industry continued to maintain a good development situation and the Company's coal mining machinery business orders continued to grow; 2) the total revenue of automotive parts segment increased by RMB1,631,353,400, or 14.24%, during the reporting period compared with the same period last year, of which ASIMCO realized an overall operating revenue of RMB3,182,458,700, representing an increase of 17.02% compared with the same period last year, mainly due to the rebound in the domestic automobile market, as well as the increase in sales revenue brought by the expansion of ASIMCO's new energy business, the increase in overseas business and the rebound in demand in the domestic commercial vehicle market; SEG achieved operating revenue of RMB9,927,249,500, representing an increase of 13.33% compared with the same period last year, mainly affected by fluctuations in the exchange rate of the Euro against Renminbi.

(2) Gain from investments: Gain from investments in the first three quarters of 2023 decreased by RMB127,284,100, or 53.42%, compared with the same period last year. This was primarily because: 1) Gain from investments from coal mining machinery segment increased by RMB118,466,200 compared with the same period last year, mainly due to the increase in income from wealth management products; 2) investment income from auto parts segment decreased by RMB245,750,300 compared with the same period last year, mainly due to the gain on disposal of assets obtained in the same period last year.

(3) Gain from changes in fair value: Gain from changes in fair value in the first three quarters of 2023 increased by RMB117,072,200 compared with the same period last year. This was primarily because: 1) the increase of RMB63,659,700 in the gain on change in fair value of the coal mining machinery segment compared with the same period of last year, mainly due to the change in fair value of wealth management products; and 2) the change in fair value of financial products held by the auto parts segment amounted to RMB20,502,800, increased by RMB53,412,500 compared with the same period last year.

(4) Credit impairment losses: Reversal of bad debt provision amounted to RMB55,816,200 in the first three quarters of 2023, representing a decrease of RMB244,714,800 compared with the provision for bad debts in the same period last year. This was primarily because: 1) The profit of coal mining machinery segment increased by RMB 44,026,600 due to reversal of bad debt provision; 2) The profit of automotive parts segment increased by RMB 11,789,600 due to reversal of bad debt provision.

(5) Net profit: The consolidated net profit for the first three quarters of 2023 increased by RMB614,522,200, or 30.34%, compared with the same period last year. This was mainly due to the increase which is in line with the growth of scale of revenue;

(6) Net profit attributable to owners of the parent: Net profit attributable to owners of the parent company for the first three quarter of 2023 increased by RMB505,341,000, or 25.76%, compared with the same period last year.

II. Shareholders' Information

(I) The table below sets out the total number of holders of ordinary shares and the number of holders of preference shares with voting rights restored and the shareholdings of the top 10 shareholders

Unit: Share

Total number of holders of ordinary shares as at the end of the reporting period	30,968	Total number of holders of preference shares with voting rights restored as at the end of the reporting period (if any)	0			
Shareholding of the top 10 shareholders						
Name of shareholder	Nature of shareholder	Number of shares held	Proportion of share holdings (%)	Number of shares held subject to trading moratorium	Pledged, marked or frozen	
					Status of shares	Number of shares
Hong Yi Investment Management (Henan) Partnership (Limited Partnership) (泓羿投資管理(河南)合夥企業(有限合夥))	Others	277,195,419	15.57		Nil	
HKSCC NOMINEES LIMITED	Foreign legal person	220,738,965	12.40		Unknown	
Henan State-owned Capital Operation Group Co., Ltd. (河南國有資本運營集團有限公司)	State-owned legal person	178,224,597	10.01		Nil	
Henan Asset Management Co., Ltd. (河南資產管理有限公司)	State-owned legal person	77,854,357	4.37		Nil	
Henan State-owned Capital Operation Group Investment Co., Ltd. (河南國有資本運營集團投資有限公司)	State-owned legal person	65,667,784	3.69		Nil	
Hong Kong Securities Clearing Company Limited	Foreign legal person	52,238,958	2.93		Nil	
Industrial and Commercial Bank of China Limited-Fuguo Tianhui Selected Growth Hybrid Securities Investment Fund (LOF) (中國工商銀行股份有限公司—富國天惠精選成長混合型證券投資基金(LOF))	Others	34,500,000	1.94		Nil	
YITAI GROUP (HONG KONG) CO LIMITED	Foreign legal person	22,399,200	1.26		Unknown	
Jiang Shibo (蔣仕波)	Domestic natural person	19,295,180	1.08		Nil	
National Social Security Fund 107 portfolio (全國社保基金一零七組合)	Others	17,894,803	1.01		Nil	

Shareholdings of the top 10 holders of shares not subject to lock up			
Name of shareholder	Number of tradable shares held not subject to lock up	Type and number of shares	
		Type of shares	Number of shares
Hong Yi Investment Management (Henan) Partnership (Limited Partnership) (泓羿投資管理(河南)合夥企業(有限合夥))	277,195,419	Ordinary shares in RMB	277,195,419
HKSCC NOMINEES LIMITED	220,738,965	Overseas listed foreign shares	220,738,965
Henan State-owned Capital Operation Group Co., Ltd. (河南國有資本運營集團有限公司)	178,224,597	Ordinary shares in RMB	178,224,597
Henan Asset Management Co., Ltd. (河南資產管理有限公司)	77,854,357	Ordinary shares in RMB	69,209,157
		Overseas listed foreign shares	8,645,200
Henan State-owned Capital Operation Group Investment Co., Ltd. (河南國有資本運營集團投資有限公司)	65,667,784	Ordinary shares in RMB	65,667,784
Hong Kong Securities Clearing Company Limited	52,238,958	Ordinary shares in RMB	52,238,958
Industrial and Commercial Bank of China Limited-Fuguo Tianhui Selected Growth Hybrid Securities Investment Fund (LOF) (中國工商銀行股份有限公司—富國天惠精選成長混合型證券投資基金(LOF))	34,500,000	Ordinary shares in RMB	34,500,000
YITAI GROUP (HONG KONG) CO LIMITED	22,399,200	Overseas listed foreign shares	22,399,200
Jiang Shibo (蔣仕波)	19,295,180	Ordinary shares in RMB	19,295,180
National Social Security Fund 107 portfolio (全國社保基金一零七組合)	17,894,803	Ordinary shares in RMB	17,894,803
Description of the connected relationship or acting in concert of the above shareholders	<p>1. Hong Yi Investment Management (Henan) Partnership (Limited Partnership) (泓羿投資管理(河南)合夥企業(有限合夥)) and Henan Asset Management Co., Ltd. (河南資產管理有限公司) have signed the Acting-in-Concert Agreement and they are acting in concert. They hold 19.94% of shares of the Company in aggregate and have become the controlling shareholders of the Company.</p> <p>2. Henan State-owned Capital Operation Group Investment Co., Ltd. (河南國有資本運營集團投資有限公司) is a wholly owned subsidiary of Henan State-owned Capital Operation Group Co., Ltd. (河南國有資本運營集團有限公司).</p> <p>3. The Company is not aware of whether there is any connected relationship or acting-in-concert relationship among the other shareholders mentioned above.</p>		

Description of the top 10 shareholders and the top 10 holders of shares not subject to trading moratorium participating in the securities margin trading and refinancing business (if any)	Nil
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Note:

1. As at the end of the reporting period, the total number of registered shareholders of A shares of the Company was 30,910, the total number of registered shareholders of H shares of the Company was 58, and the total number of shareholders of the Company was 30,968;
2. HKSCC NOMINEES LIMITED holds H shares (Overseas listed foreign shares) of the Company on behalf of numerous clients;
3. The A shares (Ordinary shares in RMB) of the Company held by Hong Kong Securities Clearing Company Limited, are held by investors in the Hong Kong market through Shanghai-Hong Kong Stock Connect.

III. Other Reminders

Other important information on the operation of the Company during the reporting period that needs to be brought to the attention of shareholders

Applicable Not applicable

(I) Proposed Spin-off and Listing of a Holding Subsidiary:

Zhengzhou Coal Mining Machinery Group Company Limited (the “**Company**”) hereby intended to spin off a holding subsidiary, Zhengzhou Hengda Intelligent Control Technology Co., Ltd. (鄭州恒達智控科技股份有限公司) (“**Hengda Intelligent Control**”) to list on the Sci-Tech Innovation Board of Shanghai Stock Exchange (the “**SEE**”) (the “**Spin-off**”). After the completion of the Spin-off, the shareholding structure of the Company will not change, and the Company still has control over Hengda Intelligent Control.

The Company has held the first extraordinary general meeting of 2023 on 22 August 2023 to consider and approve the Resolution Regarding the Initial Public Offering and Listing of Shares on the Sci-Tech Innovation Board of Shanghai Stock Exchange by Zhengzhou Hengda Intelligent Control Technology Co., Ltd., a Subsidiary of the Company and the other proposals related to the Spin-off.

The Company has submitted an application for the Practice Note 15 of the Listing Rule 15 (“**PN15**”) to the Hong Kong Stock Exchange for the Spin-off. The Hong Kong Stock Exchange has confirmed that the Company may proceed with the Spin-off.

Hengda Intelligent Control has submitted the application materials for the initial public offering and listing of its shares on the Sci-Tech Innovation Board (the “**Offering and Listing**”) to the SSE, and on 25 September 2023, it received the “Notice of Acceptance of the Application for Initial Public Offering and Listing of Shares of Zhengzhou Hengda Intelligent Control Technology Co., Ltd. on the Sci-Tech Innovation Board” (《關於受理鄭州恒達智控科技股份有限公司首次公開發行股票並在科創板上市申請的通知》) (Shang Zheng Ke Shen [2023] No.623) issued by the SSE. The SSE checked the application report and related application documents submitted by Hengda Intelligent Control for the Offering and Listing in accordance with relevant requirements, and considered that such application documents were complete and in compliance with the statutory form, and decided to accept and review the documents according to laws.

The Spin-off is subject to various conditions before it can be implemented, including but not limited to fulfilling the corresponding procedures of the stock exchanges and the China Securities Regulatory Commission. Whether the Spin-off can obtain the above review approval and registration, and the final time for receiving relevant review approval and registration are uncertain. Investors are advised to pay attention to investment risks.

(II) Corporate guarantees as at the end of the reporting period

As at the end of the reporting period, the total amount of guarantees provided by the Company and its subsidiaries was approximately RMB 4,763,406,800, representing 22.69% of the net assets of the Company as at the end of the reporting period. Of which, the total amount of guarantees provided to subsidiaries and mutual guarantees provided between subsidiaries was approximately RMB4,582,116,900, representing 21.83% of the net assets of the Company at the end of the reporting period; the balance of repurchase guarantees provided to customers for carrying out financial leasing business amounted to approximately RMB181,289,900, representing 0.86% of the net assets of the Company at the end of the reporting period. The Company does not provide guarantees to controlling shareholders and de facto controllers and their related persons.

IV. Quarterly Financial Statements

(I) Types of audit opinions

Applicable Not applicable

(II) Financial Statements

Consolidated Balance Sheet

30 September 2023

Prepared by: Zhengzhou Coal Mining Machinery Group Company Limited

Unit: Yuan Currency: RMB Audit Type: Unaudited

Item	30 September 2023	31 December 2022
Current assets:		
Monetary capital	3,900,441,385.91	4,380,495,302.38
Balances with clearing companies		
Funds lent		
Financial assets held for trading	7,815,567,047.47	6,175,874,942.37
Derivative financial assets	2,323,270.04	
Bills receivable	1,415,382,680.80	1,663,722,850.39
Accounts receivable	8,430,892,808.33	6,700,826,080.96
Receivables financing	2,493,689,147.91	2,830,601,795.99
Prepayments	916,948,468.42	944,547,969.75
Premiums receivable		
Accounts receivable from reinsurance		
Contract reserves receivable from reinsurance		
Other receivables	327,388,053.55	344,406,688.42
Including: Interest receivable	4,116,917.26	3,330,881.37
Dividend receivable		
Buying back financial assets resold		
Inventories	9,021,597,069.92	7,835,124,107.35
Contract assets		
Assets held for sale		
Non-current assets due within one year	294,844,575.98	138,995,493.40
Other current assets	1,860,589,268.50	2,386,517,356.08
Total current assets	36,479,663,776.83	33,401,112,587.09
Non-current assets:		
Loans and advances granted		
Debt investment		
Other debt investment		
Long-term receivables	309,843,118.30	203,408,026.31
Long-term equity investment	753,864,560.45	278,868,262.97
Other investments in equity instruments	416,632,194.04	798,171,832.28
Other non-current financial assets	1,029,119,248.09	346,828,695.20
Investment properties	330,550,992.32	336,003,643.27
Fixed assets	4,384,352,025.28	4,426,412,767.92
Construction in progress	1,020,883,718.07	670,604,527.66
Biological assets for production		
Fuel assets		
Right-of-use assets	1,334,994,142.83	1,322,590,613.94
Intangible assets	1,221,570,138.71	1,011,817,418.13
Development expenses	118,932,173.82	429,877,891.31

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Goodwill	131,905,143.20	131,905,143.20
Long-term deferred expenditures	169,251,376.74	171,707,446.97
Deferred income tax assets	462,328,102.82	460,703,030.80
Other non-current assets	322,223,301.04	311,163,691.52
Total non-current assets	12,006,450,235.71	10,900,062,991.48
Total assets	48,486,114,012.54	44,301,175,578.57
Current liabilities:		
Short-term borrowings	758,660,297.95	726,439,629.70
Borrowings from central bank		
Funds borrowed		
Financial liabilities held for trading	18,246,136.84	17,394,983.60
Derivative financial liabilities		
Bills payable	3,997,554,923.73	3,290,909,411.43
Accounts payable	6,011,910,358.68	6,030,565,394.41
Receipts in advance	1,359,159.83	2,619,261.98
Contract liabilities	3,941,928,781.45	3,776,715,625.67
Disposal of repurchased financial assets		
Deposit taking and deposits from peer companies		
Proceeds from trading securities by agent		
Proceeds from underwriting securities by agent		
Staff remuneration payable	730,865,768.55	710,541,814.92
Tax payable	570,591,572.88	392,887,674.53
Other payables	761,154,639.69	835,956,076.48
Including: Interest payable		
Dividend payable		36,686,114.80
Handling charges and commission payable		
Reinsurance accounts payable		
Liabilities held for sale		
Non-current liabilities due within one year	640,729,750.94	2,681,087,004.68
Other current liabilities	506,747,117.98	519,598,592.42
Total current liabilities	17,939,748,508.52	18,984,715,469.82
Non-current liabilities:		
Insurance contract reserves		
Long-term borrowings	7,262,914,613.54	4,313,420,297.26
Debentures payable		
Including: Preference shares		
Perpetual bonds		
Lease liabilities	1,186,604,366.30	1,250,777,155.57
Long-term payables	16,730,302.89	16,832,298.59
Long-term staff remuneration payable	238,494,343.54	215,170,414.62
Estimated liabilities	309,237,622.68	329,197,222.14
Deferred income	232,098,695.83	210,443,087.88
Deferred income tax liabilities	293,069,150.63	325,967,769.64
Other non-current liabilities	14,258,602.02	16,370,654.34
Total non-current liabilities	9,553,407,697.43	6,678,178,900.04
Total liabilities	27,493,156,205.95	25,662,894,369.86

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Owners' equity (or shareholders' equity)		
Paid-up capital (or share capital)	1,782,245,970.00	1,782,245,970.00
Other equity instruments		
Including: Preference shares		
Perpetual bonds		
Capital reserve	5,406,622,656.27	5,349,603,760.53
Less: Treasury stock	60,505,144.20	118,197,845.20
Other comprehensive income	-21,551,158.04	217,847,455.05
Special reserves	26,442,757.06	
Surplus reserve	1,023,519,511.31	1,023,519,511.31
Provision for general risks		
Undistributed profit	11,357,486,351.26	9,552,248,125.97
Total owners' equity (or shareholders' equity) attributable to the parent company	19,514,260,943.66	17,807,266,977.66
Minority interests	1,478,696,862.93	831,014,231.05
Total owners' equity (or shareholders' equity)	20,992,957,806.59	18,638,281,208.71
Total liabilities and owners' equity (or shareholders' equity)	48,486,114,012.54	44,301,175,578.57

Person-in-charge of
the Company:
Jiao Chengyao

Person-in-charge of
accounting matters:
Huang Hua

Head of accounting
department:
Zhou Dehai

Consolidated Statement of Income

January to September 2023

Prepared by: Zhengzhou Coal Mining Machinery Group Company Limited

Unit: Yuan Currency: RMB Audit Type: Unaudited

Item	First three quarters of 2023 (January to September)	First three quarters of 2022 (January to September)
I. Total operating revenue	27,260,678,362.79	23,788,727,333.95
Including: Operating revenue	27,240,841,196.65	23,773,242,674.50
Interest income	19,837,166.14	15,484,659.45
Premium earned		
Handling charges and commission income		
II. Total operating costs	24,530,668,386.79	21,568,593,657.20
Including: Operating costs	21,283,136,726.96	18,790,236,284.00
Interest expenses	10,960,436.84	1,910,239.17
Handling charges and commission expenses		
Surrenders		
Net expenditure for compensation payments		
Net withdrawal of insurance liabilities reserve		
Expenditures for policy dividend		
Reinsurance expenditures		
Tax and surcharges	121,017,904.34	96,713,172.05
Selling expenses	874,092,714.01	642,953,621.18
Administration expenses	847,088,494.61	763,670,994.35

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Research and development expenses	1,302,572,823.73	1,189,355,372.93
Financial expenses	91,799,286.30	83,753,973.52
Including: Interest expenses	254,434,839.83	198,339,411.30
Interest income	90,518,424.64	66,066,219.39
Add: Other gains	164,285,571.32	232,129,160.02
Gain from investments (loss is represented by " - ")	110,978,194.09	238,262,259.12
Including: Gain from investments in associates and joint ventures	35,438,037.57	20,557,067.44
Derecognition gains on financial assets measured at amortized cost		
Gain from foreign exchange (loss is represented by " - ")		
Net gains from hedging exposure (loss is represented by " - ")		
Gain from changes in fair value (loss is represented by " - ")	81,333,569.08	-35,738,624.64
Credit impairment losses (loss is represented by " - ")	55,816,229.16	-188,898,558.22
Asset impairment losses (loss is represented by " - ")	18,567,930.48	-90,534,739.25
Gains from disposal of assets (loss is represented by " - ")	3,369,044.40	9,828,486.97
III. Profit from operations (loss is represented by " - ")	3,164,360,514.53	2,385,181,660.75
Add: Non-operating income	9,392,079.72	15,850,150.06
Less: Non-operating expenses	21,185,832.09	1,975,545.69
IV. Total profit (loss is represented by " - ")	3,152,566,762.16	2,399,056,265.12
Less: Income tax expense	512,527,876.28	373,539,605.99
V. Net profit (net loss is represented by " - ")	2,640,038,885.88	2,025,516,659.13
(I) Breakdown by continuity of operation		
1. Net profit from continuing operation (net loss is represented by " - ")	2,640,038,885.88	2,025,516,659.13
2. Net profit from discontinued operation (net loss is represented by " - ")		
(II) Breakdown by ownership		
1. Net profit attributable to shareholders of the parent company (net loss is represented by " - ")	2,467,302,560.09	1,961,961,599.35
2. Gain or loss attributable to minority interests (net loss is represented by " - ")	172,736,325.79	63,555,059.78
VI. Net other comprehensive income after tax	-239,398,613.09	293,082,305.72
(I) Net other comprehensive income attributable to owners of the parent company after tax	-239,398,613.09	293,082,305.72
1. Other comprehensive income not to be reclassified into profit or loss	-233,241,529.28	278,471,480.57
(1) Changes arising from re-measuring defined benefit scheme	-2,988,101.70	-8,402,470.22
(2) Other comprehensive income not to be classified into profit or loss using the equity method		
(3) Changes in fair value of other investments in equity instruments	-230,253,427.58	286,873,950.79

(4) Changes in fair value of the company's own credit risk		
2. Other comprehensive income to be reclassified into profit or loss	-6,157,083.81	14,610,825.15
(1) Other comprehensive income to be reclassified into profit or loss using the equity method		
(2) Changes in fair value of other debt investment		
(3) Amount of financial assets reclassified into other comprehensive income		
(4) Other debt investment credit impairment provision		
(5) Cash flow hedge reserve (effective portion of gains and losses from cash flow hedging)	-6,406,934.00	-1,102,167.85
(6) Exchange differences on foreign currency financial statements	249,850.19	15,712,993.00
(7) Others		
(II) Net other comprehensive income attributable to minority interests after tax		
VII. Total comprehensive income	2,400,640,272.79	2,318,598,964.85
(I) Total comprehensive income attributable to owners of the parent company	2,227,903,947.00	2,255,043,905.07
(II) Total comprehensive income attributable to minority interests	172,736,325.79	63,555,059.78
VIII. Earnings per share:		
(I) Basic earnings per share (RMB per share)	1.400	1.125
(II) Diluted earnings per share (RMB per share)	1.397	1.122

Person-in-charge of
the Company:
Jiao Chengyao

Person-in-charge of
accounting matters:
Huang Hua

Head of accounting
department:
Zhou Dehai

Consolidated Statement of Cash Flows

January to September 2023

Prepared by: Zhengzhou Coal Mining Machinery Group Company Limited

Unit: Yuan Currency: RMB Audit Type: Unaudited

Item	First three quarters of 2023 (January to September)	First three quarters of 2022 (January to September)
I. Cash flows from operating activities:		
Cash received from sales of goods and provision of labour	24,967,952,284.14	21,814,862,963.02
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		

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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 trading securities		
Tax refunds received	1,062,164,674.29	870,988,510.44
Cash received in relation to other operating activities	467,765,889.19	583,623,173.38
Sub-total of cash inflows from operating activities	26,497,882,847.62	23,269,474,646.84
Cash paid for goods purchased and labour received	19,810,350,245.16	16,897,222,484.90
Net increase in loans and advances to customers	71,239,518.75	22,279,122.79
Net increase in deposits with central bank and peer companies		
Cash paid for compensation payments under original insurance contracts		
Net increase in placements with banks and other financial institutions		
Cash paid for interest, handling charges and commission		
Cash paid for policyholder dividend		
Cash paid to and paid on behalf of the employees	2,436,835,861.48	2,735,874,140.00
Various taxes paid	2,320,546,860.08	1,912,990,531.05
Cash paid in relation to other operating activities	640,619,378.79	619,001,467.48
Sub-total of cash outflow from operating activities	25,279,591,864.26	22,187,367,746.22
Net cash flows from operating activities	1,218,290,983.36	1,082,106,900.62
II. Cash flows from investing activities:		
Cash received from recovery of investments	8,261,417,680.07	5,457,744,173.04
Cash received from gain of investment acquired	213,804,986.85	92,751,452.34
Net cash received from disposal of fixed assets, intangible assets and other long-term assets	2,079,732.13	405,545.76
Net cash received from disposal of subsidiaries and other business units		274,612,162.41
Other cash received in relation to investing activities	6,868,840.00	453,000.00
Sub-total of cash inflow from investing activities	8,484,171,239.05	5,825,966,333.55
Cash paid for purchase and construction of fixed assets, intangible assets and other long-term assets	784,908,320.74	733,847,069.50
Cash paid for investments	9,694,026,244.69	6,954,570,292.00
Net increase in pledged loans		
Net cash paid for acquiring subsidiaries and other business units		
Other cash paid in relation to investing activities	2,229,200.00	28,262,774.92
Sub-total of cash outflow from investing activities	10,481,163,765.43	7,716,680,136.42
Net cash flows from investing activities	-1,996,992,526.38	-1,890,713,802.87
III. Cash flows from financing activities:		
Cash received from investment	544,920,000.00	871,650,000.00
Including: Cash received by subsidiaries from minority shareholder's investment	544,920,000.00	871,650,000.00
Cash received from borrowings acquired	3,757,967,517.48	3,393,623,553.45
Other cash received in relation to financing activities	136,337,762.28	73,880,430.13
Sub-total of cash inflow from financing activities	4,439,225,279.76	4,339,153,983.58

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Cash paid for repayment of indebtedness	2,581,346,583.58	2,308,018,399.83
Cash paid for distribution of dividend and profit or for interest	1,295,564,984.77	1,131,701,881.56
Including: Dividend and profit paid to minority shareholders by subsidiaries	72,371,865.16	541,535.12
Other cash paid in relation to financing activities	511,300,940.35	532,199,130.03
Sub-total of cash outflow from financing activities	4,388,212,508.70	3,971,919,411.42
Net cash flows from financing activities	51,012,771.06	367,234,572.16
IV. Effects of change of exchange rate on cash and cash equivalents	57,587,334.18	13,482,123.83
V. Net increase in cash and cash equivalents	-670,101,437.78	-427,890,206.26
Add: Balance of cash and cash equivalents at the beginning of the period	3,637,211,995.63	3,229,454,753.48
VI. Balance of cash and cash equivalents at the end of the period	2,967,110,557.85	2,801,564,547.22

Person-in-charge of
the Company:
Jiao Chengyao

Person-in-charge of
accounting matters:
Huang Hua

Head of accounting
department:
Zhou Dehai

Balance Sheet of the Parent Company

30 September 2023

Prepared by: Zhengzhou Coal Mining Machinery Group Company Limited

Unit: Yuan Currency: RMB Audit Type: Unaudited

Item	30 September 2023	31 December 2022
Current assets:		
Monetary capital	2,580,430,370.26	2,681,040,144.22
Financial assets held for trading	6,616,164,882.64	4,800,043,184.78
Derivative financial assets		
Bills receivable	841,444,689.97	1,055,247,698.14
Accounts receivable	3,525,924,653.96	2,969,625,818.98
Receivables financing	1,695,907,250.10	2,320,874,930.76
Prepayments	616,552,665.05	658,814,356.23
Other receivables	530,499,550.89	592,300,558.68
Including: Interest receivable	4,158,728.99	3,372,693.10
Dividend receivable		
Inventories	5,738,608,123.30	4,107,529,202.45
Contract assets		
Assets held for sale		
Non-current assets due within one year	289,593,848.95	133,750,193.81
Other current assets	1,478,279,902.91	2,063,807,328.78
Total current assets	23,913,405,938.03	21,383,033,416.83
Non-current assets:		
Debt investment		
Other debt investment		
Long-term receivables	229,033,037.79	200,829,272.85
Long-term equity investment	9,305,564,999.74	8,655,498,967.15
Other investments in equity instruments	255,000.00	393,241,989.00

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Other non-current financial assets	1,029,119,248.09	346,828,695.20
Investment properties	206,960,293.75	214,262,000.68
Fixed assets	1,243,164,775.41	1,214,415,741.08
Construction in progress	231,583,881.81	260,400,352.71
Biological assets for production		
Fuel assets		
Right-of-use assets	22,826,797.39	26,004,892.87
Intangible assets	199,863,882.68	258,702,828.06
Development expenses		
Goodwill		
Long-term deferred expenditures		
Deferred income tax assets	194,547,509.84	216,930,432.56
Other non-current assets	114,368,248.21	168,765,338.98
Total non-current assets	12,777,287,674.71	11,955,880,511.14
Total assets	36,690,693,612.74	33,338,913,927.97
Current liabilities:		
Short-term borrowings	20,250,000.00	1,500,000.00
Financial liabilities held for trading		
Derivative financial liabilities		
Bills payable	2,954,472,701.99	3,294,767,524.90
Accounts payable	2,389,522,165.10	2,129,400,586.03
Receipts in advance		
Contract liabilities	3,070,565,658.66	2,942,164,187.09
Staff remuneration payable	69,450,987.58	74,688,838.14
Tax payable	137,516,704.22	87,312,294.98
Other payables	2,147,284,655.07	1,439,841,793.75
Including: Interest payable		
Dividend payable		
Liabilities held for sale		
Non-current liabilities due within one year	500,185,112.67	2,436,839,624.46
Other current liabilities	399,173,535.63	382,481,344.29
Total current liabilities	11,688,421,520.92	12,788,996,193.64
Non-current liabilities:		
Long-term borrowings	4,754,000,000.00	2,138,176,666.67
Debentures payable		
Including: Preference shares		
Perpetual bonds		
Lease liabilities	19,181,118.62	23,740,156.46
Long-term payables	16,730,302.89	16,832,298.59
Long-term staff remuneration payable	16,811,200.00	16,811,200.00
Estimated liabilities		
Deferred income	149,775,537.11	150,055,800.38
Deferred income tax liabilities	80,760,374.71	108,886,277.18
Other non-current liabilities		
Total non-current liabilities	5,037,258,533.33	2,454,502,399.28
Total liabilities	16,725,680,054.25	15,243,498,592.92

Owners' equity (or shareholders' equity)		
Paid-up capital (or share capital)	1,782,245,970.00	1,782,245,970.00
Other equity instruments		
Including: Preference shares		
Perpetual bonds		
Capital reserve	4,664,527,886.90	4,643,072,037.77
Less: Treasury stock	60,505,144.20	118,197,845.20
Other comprehensive income		238,838,940.65
Special reserves	4,088,028.81	
Surplus reserve	1,023,519,511.31	1,023,519,511.31
Undistributed profit	12,551,137,305.67	10,525,936,720.52
Total owners' equity (or shareholders' equity)	19,965,013,558.49	18,095,415,335.05
Total liabilities and owners' equity (or shareholders' equity)	36,690,693,612.74	33,338,913,927.97

Person-in-charge of
the Company:
Jiao Chengyao

Person-in-charge of
accounting matters:
Huang Hua

Head of accounting
department:
Zhou Dehai

Statement of Income of the Parent Company

January to September 2023

Prepared by: Zhengzhou Coal Mining Machinery Group Company Limited

Unit: Yuan Currency: RMB Audit Type: Unaudited

Item	First three quarters of 2023 (January to September)	First three quarters of 2022 (January to September)
I. Operating revenue	9,811,109,113.06	8,430,992,714.65
Less: Operating cost	7,673,131,619.14	6,437,914,919.76
Tax and surcharges	53,265,376.25	50,034,069.92
Selling expenses	227,839,725.15	144,719,627.61
Administration expenses	182,854,188.76	209,808,575.13
Research and development expenses	303,520,881.64	361,629,476.19
Financial expenses	37,799,882.13	44,989,807.73
Including: Interest expenses	130,958,093.74	93,037,557.37
Interest income	71,345,081.20	53,675,094.48
Add: Other gains	45,407,372.16	127,363,914.09
Gain from investments (loss is represented by " - ")	1,440,378,298.85	1,192,149,067.59
Including: Gain from investments in associates and joint ventures	29,141,260.07	20,175,767.53
Derecognition gains on financial assets measured at amortized cost		
Net gains from hedging exposure (loss is represented by " - ")		
Gain from changes in fair value (loss is represented by " - ")	50,955,388.14	-2,828,930.56
Credit impairment losses (loss is represented by " - ")	58,387,986.91	-130,742,569.05

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Asset impairment losses(loss is represented by “ - ”)		1,943,273.60
Gain from disposal of assets (loss is represented by “ - ”)	-2,791,427.09	2,785,739.99
II. Profit from operations (loss is represented by “ - ”)	2,925,035,058.96	2,372,566,733.97
Add: Non-operating income	1,371,827.15	6,039,209.47
Less: Non-operating expenses	15,505,211.75	893,465.62
III. Total profit (loss is represented by “ - ”)	2,910,901,674.36	2,377,712,477.82
Less: Income tax expense	223,636,754.41	157,771,698.72
IV. Net profit (net loss is represented by “ - ”)	2,687,264,919.95	2,219,940,779.10
(I) Net profit from continuing operation (net loss is represented by “ - ”)	2,687,264,919.95	2,219,940,779.10
(II) Net profit from discontinued operation (net loss is represented by “ - ”)		
V. Net other comprehensive income after tax	-238,838,940.65	251,052,638.70
(I) Other comprehensive income that cannot be reclassified into profit or loss	-238,838,940.65	251,052,638.70
1. Changes arising from re-measuring defined benefit scheme		
2. Other comprehensive income that cannot be reclassified into profit or loss under the equity method		
3. Changes in fair value of other investments in equity instruments	-238,838,940.65	251,052,638.70
4. Changes in fair value of the company’s own credit risks		
(II) Other comprehensive income to be reclassified into profit or loss		
1. Other comprehensive income that can be reclassified into profit or loss under the equity method		
2. Changes in fair value of other debt investment		
3. Amount of financial assets reclassified into other comprehensive income		
4. Other debt investment credit impairment provision		
5. Cash flow hedge reserve (effective portion of gains and losses from cashflow hedging)		
6. Exchange differences on foreign currency financial statements		
7. Others		
VI. Total comprehensive income	2,448,425,979.30	2,470,993,417.80
VII. Earnings per share:		
(I) Basic earnings per share (RMB per share)		
(II) Diluted earnings per share (RMB per share)		

Person-in-charge of
the Company:
Jiao Chengyao

Person-in-charge of
accounting matters:
Huang Hua

Head of accounting
department:
Zhou Dehai

Statement of Cash flow of the Parent Company

January to September 2023

Prepared by: Zhengzhou Coal Mining Machinery Group Company Limited

Unit: Yuan Currency: RMB Audit Type: Unaudited

Item	First three quarters of 2023 (January to September)	First three quarters of 2022 (January to September)
I. Net cash flows from operating activities:		
Cash received from sales of goods and provision of labour	9,314,167,951.42	6,896,654,042.56
Tax refunds received		
Other cash received in relation to operating activities	997,484,881.01	329,380,351.33
Sub-total of cash inflows from operating activities	10,311,652,832.43	7,226,034,393.89
Cash paid for goods purchased and labour received	8,684,999,952.49	5,312,101,702.74
Cash paid to and paid on behalf of the employees	377,548,763.02	848,914,207.26
Various taxes paid	346,014,836.83	348,442,214.76
Other cash paid in relation to operating activities	240,706,552.12	228,748,466.97
Sub-total of cash outflow from operating activities	9,649,270,104.46	6,738,206,591.73
Net cash flows from operating activities	662,382,727.97	487,827,802.16
II. Cash flows from investing activities:		
Cash received from recovery of investments	6,785,217,942.93	4,980,881,251.44
Cash received from gain of investment acquired	1,415,070,131.45	1,189,412,232.37
Net cash received from disposal of fixed assets, intangible assets and other long-term assets	227,454,537.07	
Net cash received from disposal of subsidiaries and other business units		
Other cash received in relation to investing activities		
Sub-total of cash inflow from investing activities	8,427,742,611.45	6,170,293,483.81
Cash paid for purchase and construction of fixed assets, intangible assets and other long-term assets	165,253,411.91	351,392,892.15
Cash paid for investments	8,641,060,153.82	6,262,881,737.33
Net cash paid for acquiring subsidiaries and other business units		
Other cash paid in relation to investing activities	255,000.00	2,442,500.00
Sub-total of cash outflow from investing activities	8,806,568,565.73	6,616,717,129.48
Net cash flows from investing activities	-378,825,954.28	-446,423,645.67
III. Cash flows from financing activities:		
Cash received from investment		
Cash received from borrowings acquired	3,100,000,000.00	900,000,000.00
Other cash received in relation to financing activities		5,948,180,121.28
Sub-total of cash inflow from financing activities	3,100,000,000.00	6,848,180,121.28
Cash paid for repayment of indebtedness	2,409,544,561.40	208,862,320.29
Cash paid for distribution of dividend and profit or for interest	1,084,114,674.03	859,625,329.65
Other cash paid in relation to financing activities	299,579,156.49	6,697,461,983.42
Sub-total of cash outflow from financing activities	3,793,238,391.92	7,765,949,633.36
Net cash flows from financing activities	-693,238,391.92	-917,769,512.08
IV. Effect of change of exchange rate on cash and cash equivalents	17,679,961.88	18,370,649.15

V. Net increase in cash and cash equivalents	-392,001,656.35	-857,994,706.44
Add: Balance of cash and cash equivalents at the beginning of the period	2,234,824,767.84	2,008,832,801.82
VI. Balance of cash and cash equivalents at the end of the period	1,842,823,111.49	1,150,838,095.38

Person-in-charge of
the Company:
Jiao Chengyao

Person-in-charge of
accounting matters:
Huang Hua

Head of accounting
department:
Zhou Dehai

(III) Information about the adjustments to the opening balances of financial statements for the first year of implementation due to new accounting standards firstly implemented in 2023

Applicable Not applicable

Announcement of the captioned matter is hereby given.

The Board of Directors of
Zhengzhou Coal Mining Machinery Group Company Limited
30 October 2023