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Chengdu Expressway Co., Ltd.
成都高速公路股份有限公司

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

(Stock Code: 01785)

**THIRD QUARTERLY RESULTS ANNOUNCEMENT
FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2023**

This announcement is made pursuant to Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong) and Rule 13.09 of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited.

Reference is made to the announcement dated 25 July 2023 of Chengdu Expressway Co., Ltd. (the “**Company**”), in relation to the successful issuance of the first tranche of medium-term notes in 2023 by the Company. Accordingly, the Company is required, under relevant regulations, to publish the unaudited financial information of the Company and its subsidiaries (the “**Group**”) for the nine months ended 30 September 2023, which comprises the consolidated balance sheet, the consolidated income statement and the consolidated statement of cash flows of the Group, as well as the unaudited financial information of the Company for the nine months ended 30 September 2023, which comprises the balance sheet, the income statement and the statement of cash flows of the Company, on the website(s) designated by the National Association of Financial Market Institutional Investors.

As such, the board of directors of the Company hereby announces the unaudited results announcement of the Group and the Company for the nine months ended 30 September 2023 prepared in accordance with the China Accounting Standards for Business Enterprises.

CONSOLIDATED FINANCIAL INFORMATION OF THE GROUP FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2023

CONSOLIDATED BALANCE SHEET OF THE GROUP AS AT 30 SEPTEMBER 2023

(Amounts expressed in RMB unless otherwise specified)

	As at 30 September 2023	As at 31 December 2022
ASSETS		
Current assets		
Currency funds	1,579,821,023	1,889,340,360
Accounts receivable	204,308,599	207,447,293
Prepayments	80,750,531	56,774,860
Other receivables	29,594,148	52,766,054
Inventories	26,455,892	17,322,330
Financial assets held for trading	553,322,917	–
Contract assets	10,500,000	–
Other current assets	20,253,583	13,799,306
Total current assets	<u>2,505,006,693</u>	<u>2,237,450,203</u>
Non-current assets		
Long-term equity investments	502,875,238	453,144,917
Other non-current financial assets	85,699,000	81,290,000
Fixed assets	356,501,588	321,861,951
Construction in progress	86,217,077	102,137,560
Right-of-use assets	30,604,240	35,125,844
Intangible assets	5,565,105,575	5,816,283,174
Goodwill	75,650,620	75,650,620
Long-term prepaid expenses	1,566,456	2,329,560
Deferred tax assets	29,431,761	28,476,978
Other non-current assets	26,225,803	15,000,398
Total non-current assets	<u>6,759,877,358</u>	<u>6,931,301,002</u>
Total assets	<u><u>9,264,884,051</u></u>	<u><u>9,168,751,205</u></u>

CONSOLIDATED BALANCE SHEET OF THE GROUP AS AT 30 SEPTEMBER 2023 (Continued)
(Amounts expressed in RMB unless otherwise specified)

	As at 30 September 2023	As at 31 December 2022
LIABILITIES AND EQUITY		
Current liabilities		
Accounts payable	680,957,183	710,797,756
Receipts in advance	7,548,010	2,955,800
Contract liabilities	11,273,052	22,627,372
Employee benefits payable	18,280,583	31,803,009
Taxes and surcharges payable	59,275,902	38,431,939
Other payables	221,721,252	140,703,423
Non-current liabilities due within one year	227,343,716	216,940,982
Other current liabilities	960,373	304,647,960
	<u>1,227,360,071</u>	<u>1,468,908,241</u>
Total current liabilities		
Non-current liabilities		
Estimated liabilities	7,756,746	–
Long-term borrowings	2,253,281,765	2,329,000,000
Debentures payable	300,000,000	–
Lease liabilities	22,849,059	26,869,475
Deferred tax liabilities	187,681,747	191,289,142
Other non-current liabilities	102,121,868	193,066,151
	<u>2,873,691,185</u>	<u>2,740,224,768</u>
Total non-current liabilities		
Total liabilities	<u>4,101,051,256</u>	<u>4,209,133,009</u>
Equity		
Share capital	1,656,102,000	1,656,102,000
Capital reserves	571,650,501	571,650,501
Specialised reserves	15,500,981	15,903,593
Surplus reserves	268,218,423	268,218,423
Unappropriated profit	1,734,863,663	1,512,865,283
	<u>4,246,335,568</u>	<u>4,024,739,800</u>
Total equity attributable to owners of the Company		
Non-controlling interests	917,497,227	934,878,396
Total equity	<u>5,163,832,795</u>	<u>4,959,618,196</u>
Total liabilities and equity	<u>9,264,884,051</u>	<u>9,168,751,205</u>

**CONSOLIDATED INCOME STATEMENT OF THE GROUP FOR THE NINE MONTHS ENDED
30 SEPTEMBER 2023**

(Amounts expressed in RMB unless otherwise specified)

	For the nine months ended 30 September	
	2023	2022
Revenue	2,207,380,780	1,967,240,530
Less: Cost of sales	1,389,853,725	1,257,806,499
Taxes and surcharges	7,600,642	9,177,147
Selling expenses	42,046,536	44,455,701
Administrative expenses	90,969,312	75,318,035
Finance expenses	63,146,078	71,419,266
Including: Interest expenses	86,046,227	95,717,713
Interest income	27,396,461	25,024,066
Add: Other income	194,289	226,919
Investment income	19,173,493	23,955,801
Including: Income from investments in associates and joint ventures	19,173,493	23,955,801
Credit impairment loss	12,342,757	2,795,421
Gains from disposal of assets	-96,478	689,861
Fair value gains	7,731,917	6,039,300
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Operating profit	653,110,465	542,771,184
Add: Non-operating income	9,644,973	15,037,971
Less: Non-operating expenses	8,249,159	432,920
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Total profit	654,506,279	557,376,235
Less: Income tax expenses	109,572,758	65,946,358
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Net profit	544,933,521	491,429,877
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**CONSOLIDATED INCOME STATEMENT OF THE GROUP FOR THE NINE MONTHS ENDED
30 SEPTEMBER 2023 (Continued)**

(Amounts expressed in RMB unless otherwise specified)

	For the nine months ended	
	30 September	
	2023	2022
Classified by continuity of operations		
Net profit from continuing operations	544,933,521	491,429,877
Classified by ownership		
Net profit attributable to owners of the Company	516,784,536	450,539,487
Net profit attributable to non-controlling interests	28,148,985	40,890,390
	<u>544,933,521</u>	<u>491,429,877</u>
Total comprehensive income		
	<u>544,933,521</u>	<u>491,429,877</u>
Including:		
Total comprehensive income attributable to owners of the Company	516,784,536	450,539,487
Total comprehensive income attributable to non-controlling interests	28,148,985	40,890,390

CONSOLIDATED STATEMENT OF CASH FLOWS OF THE GROUP FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2023

(Amounts expressed in RMB unless otherwise specified)

	For the nine months ended	
	30 September	
	2023	2022
I. Cash flows from operating activities:		
Cash received from sale of goods or rendering of services	2,182,687,131	1,861,241,931
Refund of taxes and surcharges	630,775	1,161,671
Other cash received relating to operating activities	165,463,541	164,456,215
	<u>2,348,781,447</u>	<u>2,026,859,817</u>
Subtotal of cash inflows from operating activities		
Cash paid for purchase of goods and receipt of services	882,536,962	739,821,716
Cash paid to and on behalf of employees	263,392,859	271,805,829
Payments of taxes and surcharges	155,041,832	179,105,767
Other cash paid relating to operating activities	139,939,556	155,754,702
	<u>1,440,911,209</u>	<u>1,346,488,014</u>
Subtotal of cash outflows from operating activities		
Net cash flows from operating activities	<u>907,870,238</u>	<u>680,371,803</u>
II. Cash flows from investing activities:		
Cash received from disposal of investments	760,000,000	514,112,773
Cash received from investment gains	41,306,946	21,315,328
Net cash received from disposal of fixed assets, intangible assets and other long-term assets	21,202	28,323
	<u>801,328,148</u>	<u>535,456,424</u>
Subtotal of cash inflows from investing activities		
Cash paid for the purchase and construction of fixed assets, intangible assets and other long-term assets	127,513,623	158,835,643
Cash paid to acquire investments	1,318,292,875	1,180,945,150
Other cash paid relating to investing activities	—	—
	<u>1,445,806,498</u>	<u>1,339,780,793</u>
Subtotal of cash outflows from investing activities		
Net cash flows from investing activities	<u>-644,478,350</u>	<u>-804,324,369</u>

CONSOLIDATED STATEMENT OF CASH FLOWS OF THE GROUP FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2023 (Continued)

(Amounts expressed in RMB unless otherwise specified)

	For the nine months ended	
	30 September	
	2023	2022
III. Cash flows from financing activities:		
Cash received from absorption of investments	35,829,347	7,860,229
Including: Cash received by subsidiaries from investment of non-controlling shareholders	29,215,187	7,860,229
Cash received from borrowings	664,781,765	–
Other cash received relating to financing activities	<u>–</u>	<u>300,000,000</u>
Subtotal of cash inflows from financing activities	<u>700,611,112</u>	<u>307,860,229</u>
Cash paid for repayment of debts	731,253,799	439,600,000
Cash paid for distribution of dividends, profits or repayment of interests	458,933,955	369,848,821
Including: Dividends and profits paid to non-controlling shareholders by subsidiaries	47,657,917	14,772,780
Other cash paid relating to financing activities	<u>8,065,183</u>	<u>9,563,093</u>
Subtotal of cash outflows from financing activities	<u>1,198,252,937</u>	<u>819,011,914</u>
Net cash flows from financing activities	<u>-497,641,825</u>	<u>-511,151,685</u>
IV. Net increase in cash and cash equivalents	-234,249,937	-635,104,251
Add: Balance of cash and cash equivalents at the beginning of the period	<u>1,814,070,960</u>	<u>1,800,119,207</u>
V. Balance of cash and cash equivalents at the end of the period	<u><u>1,579,821,023</u></u>	<u><u>1,165,014,956</u></u>

FINANCIAL INFORMATION OF THE COMPANY FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2023

BALANCE SHEET OF THE COMPANY AS AT 30 SEPTEMBER 2023

(Amounts expressed in RMB unless otherwise specified)

	As at 30 September 2023	As at 31 December 2022
ASSETS		
Current assets		
Currency funds	1,141,091,824	1,450,834,319
Accounts receivable	17,847,641	5,045,754
Prepayments	1,411,391	2,116,098
Other receivables	66,186,774	250,136,163
Financial assets held for trading	553,322,917	–
Other current assets	9,736,964	7,609,380
	<u>1,789,597,511</u>	<u>1,715,741,714</u>
Total current assets		
Non-current assets		
Long-term equity investments	3,130,102,039	2,961,470,647
Other non-current financial assets	85,199,000	80,790,000
Fixed assets	23,967,025	27,660,400
Construction in progress	35,206,433	19,799,454
Right-of-use assets	8,370,007	10,876,432
Intangible assets	430,922,032	464,048,741
Deferred tax assets	1,908,906	2,718,782
Other non-current assets	10,000,000	–
	<u>3,725,675,442</u>	<u>3,567,364,456</u>
Total non-current assets		
Total assets	<u>5,515,272,953</u>	<u>5,283,106,170</u>

BALANCE SHEET OF THE COMPANY AS AT 30 SEPTEMBER 2023 (Continued)*(Amounts expressed in RMB unless otherwise specified)*

	As at 30 September 2023	As at 31 December 2022
LIABILITIES AND EQUITY		
Current liabilities		
Accounts payable	22,206,089	29,152,966
Receipts in advance	87,045	718,129
Employee benefits payable	4,804,939	7,369,934
Taxes and surcharges payable	13,390,367	5,823,056
Other payables	934,229,192	765,722,678
Non-current liabilities due within one year	117,980,192	112,296,715
Other current liabilities	–	304,188,082
	<u>1,092,697,824</u>	<u>1,225,271,560</u>
Total current liabilities		
Non-current liabilities		
Long-term borrowings	134,000,000	226,000,000
Debentures payable	300,000,000	–
Long-term payable	–	–
Lease liabilities	6,532,634	7,670,155
Deferred tax liabilities	–	–
Other non-current liabilities	23,207,565	24,328,734
	<u>463,740,199</u>	<u>257,998,889</u>
Total non-current liabilities		
Total liabilities	<u>1,556,438,023</u>	<u>1,483,270,449</u>
Equity		
Share capital	1,656,102,000	1,656,102,000
Capital reserves	729,032,527	729,032,527
Surplus reserves	268,907,627	268,218,423
Unappropriated profit	1,304,792,776	1,146,482,771
	<u>3,958,834,930</u>	<u>3,799,835,721</u>
Total equity		
Total liabilities and equity	<u><u>5,515,272,953</u></u>	<u><u>5,283,106,170</u></u>

INCOME STATEMENT OF THE COMPANY FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2023

(Amounts expressed in RMB unless otherwise specified)

	For the nine months ended 30 September	
	2023	2022
Revenue	385,434,138	316,874,282
Less: Cost of sales	138,374,286	132,342,431
Taxes and surcharges	1,276,323	1,369,502
Administrative expenses	32,300,728	26,149,727
Finance expenses	2,512,485	-4,201,882
Including: Interest expenses	28,944,369	25,415,972
Interest income	29,767,559	29,230,523
Add: Other income	53,580	176,224
Investment income	263,978,098	373,193,492
Including: Income from investments in associates	10,408,604	15,748,805
Fair value gains	7,731,917	6,039,300
Operating profit	482,733,911	540,623,520
Add: Non-operating income	4,455,250	8,946,467
Less: Non-operating expenses	24,472	79,326
Total profit	487,164,689	549,490,661
Less: Income tax expenses	34,068,528	26,034,396
Net profit	<u>453,096,161</u>	<u>523,456,265</u>
Including: Net profit from continuing operations	453,096,161	523,456,265
Total comprehensive income	<u>453,096,161</u>	<u>523,456,265</u>

STATEMENT OF CASH FLOWS OF THE COMPANY FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2023

(Amounts expressed in RMB unless otherwise specified)

	For the nine months ended	
	30 September	
	2023	2022
I. Cash flows from operating activities:		
Cash received from sale of goods or rendering of services	393,240,406	321,208,848
Refund of taxes and surcharges	4,218	348,667
Other cash received relating to operating activities	86,400,170	70,349,885
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Subtotal of cash inflows from operating activities	479,644,794	391,907,400
	<hr/>	<hr/>
Cash paid for purchase of goods and receipt of services	25,814,008	61,890,163
Cash paid to and on behalf of employees	54,780,916	56,001,101
Payments of taxes and surcharges	35,923,217	38,306,729
Other cash paid relating to operating activities	33,318,162	67,387,828
	<hr/>	<hr/>
Subtotal of cash outflows from operating activities	149,836,303	223,585,821
	<hr/>	<hr/>
Net cash flows from operating activities	329,808,491	168,321,579
	<hr/>	<hr/>
II. Cash flows from investing activities:		
Cash received from investment gains	282,197,811	355,613,834
Net cash received from disposal of fixed assets, intangible assets and other long-term assets	7,900	5,263
Cash received from disposal of investments	685,269,400	471,962,773
Other cash received relating to investing activities	–	6,607,703
	<hr/>	<hr/>
Subtotal of cash inflows from investing activities	967,475,111	834,189,573
	<hr/>	<hr/>
Cash paid for the purchase and construction of fixed assets, intangible assets and other long-term assets	33,116,219	7,503,367
Cash paid to acquire investments	1,344,359,198	1,082,051,473
Cash paid for acquisition of subsidiaries and other operating entities	–	–
Other cash paid relating to investing activities	–	115,000,000
	<hr/>	<hr/>
Subtotal of cash outflows from investing activities	1,377,475,417	1,204,554,840
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Net cash flows from investing activities	-410,000,306	-370,365,267
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STATEMENT OF CASH FLOWS OF THE COMPANY FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2023 (Continued)

(Amounts expressed in RMB unless otherwise specified)

	For the nine months ended 30 September	
	2023	2022
III. Cash flows from financing activities:		
Cash received from borrowings	600,000,000	300,000,000
Other cash received relating to financing activities	328,380,989	–
	<u>928,380,989</u>	<u>300,000,000</u>
Subtotal of cash inflows from financing activities		
Cash paid for repayment of debts	687,014,222	112,000,000
Cash paid for distribution of dividends, profits or repayment of interests	311,201,406	238,677,024
Other cash paid relating to financing activities	4,445,142	422,222,174
	<u>1,002,660,770</u>	<u>772,899,198</u>
Subtotal of cash outflows from financing activities		
Net cash flows from financing activities	<u>-74,279,781</u>	<u>-472,899,198</u>
IV. Net increase in cash and cash equivalents	-154,471,595	-674,942,886
Add: Balance of cash and cash equivalents at the beginning of the period	<u>1,295,563,419</u>	<u>1,343,124,636</u>
V. Balance of cash and cash equivalents at the end of the period	<u>1,141,091,824</u>	<u>668,181,750</u>

Shareholders and potential investors of the Company are hereby reminded that the above-mentioned financial information has not been reviewed or audited by the auditors of the Company. Differences may arise between such financial information and the figures disclosed in the reviewed report or audited report due to review and audit adjustments. Shareholders and potential investors of the Company are advised to exercise caution and should not rely solely upon such information when dealing in the securities of the Company.

On behalf of the board of directors
Chengdu Expressway Co., Ltd.
Yang Tan
Chairman

Chengdu, the PRC, 31 October 2023

As at the date of this announcement, the board of directors of the Company comprises Mr. Yang Tan, Mr. Xia Wei and Mr. Ding Dapan as executive directors, Ms. Wu Haiyan as non-executive director, and Mr. Leung Chi Hang Benson, Mr. Qian Yongjiu and Mr. Wang Peng as independent non-executive directors.