



Jiangsu Expressway Company Limited

(Hong Kong Stock Exchange Stock Code: 00177)

# 2024 Interim Report



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Documents Available for Inspection	<p>A copy of the interim report signed by the Chairman</p> <p>Financial statements signed and sealed by the legal representative, person in charge of the accounting work, and chief accountant</p> <p>Original copies of all documents and announcements of the Company published in the press designated by the CSRC during the Reporting Period</p> <p>Articles of Association</p> <p>Copies of interim reports released on other stock exchanges</p>
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<b>Important Notice</b>	
I.	The Board of Directors (the "Board"), the Supervisory Committee, and the Directors, Supervisors and senior management of the Company warrant that the contents of this interim report are true, accurate and complete and that there are no false representations, misleading statements contained in, or material omissions from, this report, and they jointly and severally accept responsibility in respect thereof.
II.	All Directors attended the Board meeting.
III.	This interim report is unaudited. The Audit Committee consists of three independent non-executive Directors and one non-executive Director. The Audit Committee held a meeting on 26 August 2024 to consider and review the interim report and interim financial statements of the Group and resolved to submit its observations and recommendations to the Board. The Audit Committee considers that the Company's interim report and interim financial statements for 2024 are in compliance with the applicable accounting standards (i.e. PRC accounting standards) and the Company has made proper disclosure of the same.
IV.	Chen Yunjiang, the person in charge of the Company, Yu Changliang, the person in charge of the accounting work, and Zhang Lu, the chief accountant (head of the accounting department), hereby warrant the truthfulness, accuracy and completeness of the financial statements contained in this interim report.
V.	Proposal of profit distribution or proposal of capitalisation of capital reserve for the Reporting Period as approved by the Board of Directors Not Applicable
VI.	Risk warning for forward-looking statements Forward-looking statements in this interim report which involve development strategies and future plans do not constitute actual commitments of the Company to investors. There may be differences between the future actual results of the Company and these forward-looking statements. Investors and related parties are advised to keep sufficient risk awareness in this regard, and understand the difference among plans, predictions and commitments.
VII.	Whether there is any misappropriation of the Company's funds by the Controlling Shareholder and its related parties for non-operational purpose No
VIII.	Whether the Company has provided any guarantee to external parties in violation of the required decision making process No
IX.	Whether the majority of the Directors are unable to warrant the truthfulness, accuracy and completeness of the interim report as disclosed herein by the Company No
X.	Major risk alert Not Applicable
XI.	Others <input checked="" type="checkbox"/> Applicable <input type="checkbox"/> Not Applicable
<p>Unless otherwise specified, the financial figures contained in this interim report are expressed in RMB. In this report, figures shown as totals may not be an arithmetic aggregation of the figures preceding them, which are due to rounding adjustments.</p>	

## SECTION I DEFINITIONS

In this report, unless the context otherwise requires, the following terms shall have the meanings as follows:

### DEFINITIONS OF COMMONLY USED TERMS

Company	Jiangsu Expressway Company Limited (江蘇寧滬高速公路股份有限公司)
Group	the Company and its subsidiaries
Controlling Shareholder, or Jiangsu Communications Holding	Jiangsu Communications Holding Company Limited (江蘇交通控股有限公司)
China Merchants Expressway	China Merchants Expressway Network & Technology Holdings Co., Ltd. (招商局公路網絡科技控股股份有限公司)
Ninghu International Company	Jiangsu Expressway International (Hong Kong) Company Limited (江蘇寧滬國際(香港)有限公司)
Yangtze River Management Company	Jiangsu Yangtze River Expressway Management Co., Ltd. (江蘇揚子江高速通道管理有限公司)
Ninghu Investment Company	Jiangsu Ninghu Investment Development Co., Ltd. (江蘇寧滬投資發展有限責任公司)
Factoring Company	Jiangsu Communications Holding Commercial Factoring (Guangzhou) Co., Ltd. (蘇交控商業保理(廣州)有限公司) (formerly known as Ninghu Commercial Factoring (Guangzhou) Co., Ltd. (寧滬商業保理(廣州)有限公司))
Ninghu Properties Company	Jiangsu Ninghu Properties Co., Ltd. (江蘇寧滬置業有限責任公司)
Hanwei Company	Nanjing Hanwei Property Development Company Limited (南京瀚威房地產開發有限公司)
Yangtze Commerce and Energy Company	Jiangsu Yangtze Commerce and Energy Co., Ltd. (江蘇長江商業能源有限公司)
Guangjing Xicheng Company	Jiangsu Guangjing Xicheng Expressway Company Limited (江蘇廣靖錫澄高速公路有限責任公司)
YS Energy Company	Jiangsu Yunshan Green Energy Investment Holding Company Limited (江蘇雲杉清潔能源投資控股有限公司)
YS Energy Group	YS Energy Company, together with its 11 subsidiaries and 6 investee companies
YS Capital	Jiangsu Yunshan Capital Management Co., Ltd. (江蘇雲杉資本管理有限公司)



## SECTION I DEFINITIONS

Nantong Tiandian Company	Nantong Tiandian Xinxing Energy Co., Ltd. (南通天電新興能源有限公司)
Jiangsu Communications Holding Renewable Energy Jiangsu Company	Jiangsu Communications Holding Renewable Energy Jiangsu Co., Ltd. (江蘇交控清潔能源江蘇有限公司)
Rudong Company	Jiangsu Traffic Control Rudong Offshore Wind Power Co., Ltd. (蘇交控如東海上風力發電有限公司)
Zhendan Company	Jiangsu Zhendan Expressway Company Limited (江蘇鎮丹高速公路有限公司)
Wufengshan Toll Bridge Company	Jiangsu Wufengshan Toll Bridge Company Limited (江蘇五峰山大橋有限公司)
Longtan Bridge Company	Jiangsu Longtan Bridge Co., Ltd. (江蘇龍潭大橋有限公司)
Yuexin Company	Jiangsu Yuexin Ninghu Gas Co., Ltd. (江蘇悅鑫寧滬天然氣有限公司) (formerly known as Jiangsu Xiexin Ninghu Gas Co., Ltd. (江蘇協鑫寧滬天然氣有限公司))
Kuailu Company	Jiangsu Kuailu Motor Transport Co., Ltd. (江蘇快鹿汽車運輸股份有限公司)
Suzhou Expressway Company	Suzhou Expressway Management Company Limited (蘇州市高速公路管理有限公司)
Yangtze Bridge Company	Jiangsu Yangtze Bridge Co., Ltd. (江蘇揚子大橋股份有限公司)
Hutong Bridge Company	Jiangsu Hutong Bridge Co., Ltd. (江蘇滬通大橋有限責任公司)
Finance Company	Jiangsu Communications Holding Group Finance Co., Ltd. (江蘇交通控股集團財務有限公司)
Communication and Media Company	Jiangsu Communications & Culture Media Company Limited (江蘇交通文化傳媒有限公司)
Digital Research Institute	Jiangsu Communications Holding Digital Transportation Research Institute Co., Ltd. (江蘇交控數字交通研究院有限公司)
Xiandai R&B Company	Jiangsu Sundian Road & Bridge Co., Ltd. (江蘇現代路橋有限責任公司)
Network Operation Company	Jiangsu Expressway Network Operation and Management Co., Ltd. (江蘇高速公路聯網營運管理有限公司)
Bank of Jiangsu	Bank of Jiangsu Co., Ltd. (江蘇銀行股份有限公司)
Zijin Trust Company	Zijin Trust Co., Ltd. (紫金信託有限責任公司)

## SECTION I DEFINITIONS

Yichang Company	Jiangsu Yichang Expressway Co., Ltd. (江蘇宜長高速公路有限公司)
Changyi Company	Jiangsu Changyi Expressway Co., Ltd. (江蘇常宜高速公路有限公司)
Suxichang South Expressway Company	Jiangsu Suxichang South Expressway Co., Ltd. (江蘇蘇錫常南部高速公路有限公司)
Nanlin Hotel Company	Suzhou Jinling Nanlin Hotel Co., Ltd. (蘇州金陵南林飯店有限責任公司)
Yanjiang Company	Jiangsu Yanjiang Expressway Co., Ltd. (江蘇沿江高速公路有限公司)
Jiangsu Leasing Company or Jiangsu Financial Leasing	Jiangsu Financial Leasing Co., Ltd. (江蘇金融租賃股份有限公司)
Railway Group Company	Jiangsu Railway Group Co., Ltd. (江蘇省鐵路集團有限公司)
Tongxingbao Company	Jiangsu Tongxingbao Smart Transport Technology Co., Ltd. (江蘇通行寶智慧交通科技股份有限公司)
Jinghu Company	Jiangsu Jinghu Expressway Company Limited (江蘇京滬高速公路有限公司)
Expressway Petroleum Company or Expressway Energy Company	Jiangsu Expressway Energy Development Co., Ltd. (江蘇高速公路能源發展有限公司) (formerly known as Jiangsu Expressway Petroleum Development Co., Ltd. (江蘇高速公路石油發展有限公司))
Taixing Oil Products Company	Taixing Hechang Oil Products Trading Co., Ltd. (泰興市和暢油品銷售有限公司)
Information Company	Jiangsu Expressway Information Engineering Co., Ltd. (江蘇高速公路信息工程有限公司)
Maintenance Technology Company	Jiangsu Expressway Engineering Maintenance Technology Co., Ltd. (江蘇高速公路工程養護技術有限公司)
Engineering Maintenance Company	Jiangsu Expressway Engineering Maintenance Company Limited (江蘇高速公路工程養護有限公司)
Talent Group or Human Resources Company	Jiangsu Communications Holding Talent Development Group Co., Ltd. (江蘇交控人才發展集團有限公司) (formerly known as Jiangsu Communications Holding Training Co., Ltd. (前稱江蘇交控培訓有限公司) and Jiangsu Communications Holding Human Resources Development Co., Ltd. (江蘇交控人力資源發展有限公司))
East Road & Bridge Company	Jiangsu East Road & Bridge Construction Maintenance Co., Ltd. (江蘇東方路橋建設養護有限公司)

## SECTION I DEFINITIONS

Communications Holding Commercial Operation Company	Jiangsu Communications Holding Commercial Operation Management Co., Ltd. (江蘇交控商業運營管理有限公司)
Asset Management Company	Jiangsu Communications Holding Asset Management Co., Ltd.(江蘇交控資產管理有限公司)
Xitai Tunnel Company	Jiangsu Xitai Tunnel Company Limited (江蘇錫泰隧道有限責任公司)
Cuipingshan Hotel	Jiangsu Cuipingshan Hotel Management Co., Ltd. (江蘇翠屏山賓館管理有限公司)
Luode Fund Company	Jiangsu Luode Equity Investment Fund Management Company Limited (江蘇洛德股權投資基金管理有限公司)
Zhongbei Zhiyuan Fund	Nanjing Luode Zhongbei Zhiyuan Equity Investment Partnership (Limited Partnership) (南京洛德中北致遠股權投資合夥企業(有限合夥))
Luode Huizhi Fund	Nanjing Luode Huizhi Equity Investment Partnership (Limited Partnership) (南京洛德匯智股權投資合夥企業(有限合夥))
Ninghang Company	Jiangsu Ninghang Expressway Co., Ltd. (江蘇寧杭高速公路有限公司)
Ninghang Cultural Tourism Company	Jiangsu Ninghang Cultural Tourism Development Co., Ltd. (江蘇寧杭文化旅遊發展有限公司)
Husuzhe Company	Jiangsu Husuzhe Expressway Co., Ltd. (江蘇滬蘇浙高速公路有限公司)
Huatong Engineering Company	Jiangsu Huatong Engineering Testing Co., Ltd. (江蘇華通工程檢測有限公司)
Sutong Bridge Company	Jiangsu Sutong Bridge Co., Ltd. (江蘇蘇通大橋有限責任公司)
Sundian Testing Company	Jiangsu Sundian Engineering Testing Co., Ltd. (江蘇現代工程檢測有限責任公司)
Micro Video Company	Nanjing Micro Video Technology Company Limited (南京感動科技有限公司)
JSE New Material	Jiangsu Expressway New Material Technology Co.,Ltd. (江蘇高速新材料科技有限公司)
CDB Kai Yuan Phase II Fund	Suzhou Industrial Park CDB Kai Yuan Investment Center Phase II (Limited Partnership) (蘇州工業園區國創開元二期投資中心(有限合夥))
PPP	Public-Private-Partnership, which is a mode of cooperation between the government and social capital
Shanghai-Nanjing Expressway	Jiangsu Section of Shanghai-Nanjing Expressway

## SECTION I DEFINITIONS

Guangjing Expressway	Northern connection of Guangling-Jingjiang Section, Jiangyin Yangtze Bridge
Xicheng Expressway	Southern connection of Jiangyin-Wuxi Section, Jiangyin Yangtze Bridge
Jiangyin Bridge	Jiangyin Yangtze Bridge
Sujiahang Expressway	Jiangsu Section of Suzhou-Jiaxing-Hangzhou Expressway
Yanjiang Expressway	Changzhou-Taicang Expressway
Changjia Expressway	Kunshan-Wujiang Section of Changshu-Jiaxing Expressway
Zhendan Expressway	Zhenjiang-Danyang Expressway
Ningchang Expressway	Lishui Guizhuang Hub-Changzhou South Interchange Expressway
Zhenli Expressway	Dantu Hub-Liyang Qianma Hub Expressway
Xiyi Expressway	Wuxi North Hub-Yixing Xiwu Hub Expressway
Wuxi Huantaihu Expressway	Wuxi Shuofang Hub-Wuxi Nanquan Interchange Expressway
Wufengshan Toll Bridge	Wufengshan Toll Bridge and North-South Connection Project
Changyi Expressway	Changzhou-Yixing Expressway
Yichang Expressway	Jiangsu Section of Yixing-Changxing Expressway
Suxichang Expressway	Changzhou Qianhuang Hub – Wuxi Nanquan Hub
Longtan Bridge	Starting from the Yangtze River Embankment on the northern bank of the Yangtze River in Yizheng, crossing the Yangtze River to the east of the entrance of the Tuhe River and eventually ending at S338 Provincial Highway
Longtan Bridge North Connection Project	the project of Shanghai-Shaanxi Expressway of Yizheng-Lukou Airport Expressway to the North Embankment Section of Yangtze River
Xiyi Expressway South Section Widening Project	the widening project of Xueyan Hub-Xiwu Hub section of Wuxi-Yixing Expressway
Xitai Project	Wuxi-Suzhou Section of the Wuxi-Taicang Expressway
Xitai Company	Jiangsu Xitai Expressway Co., Ltd. (江蘇錫太高速公路有限公司)
Ningjingyan Company	Jiangsu Ningjingyan Expressway Co., Ltd. (江蘇寧靖鹽高速公路有限公司)

## SECTION I DEFINITIONS

China Chengxin Green Finance	China Chengxin Green Finance Technology (Beijing) Limited (中誠信綠金融科技(北京)有限公司)
Reporting Period	the period from 1 January 2024 to 30 June 2024
Year-on-year	as compared with the same period of 2023
CSRC	China Securities Regulatory Commission
SFC	the Securities and Futures Commission of Hong Kong
SSE	Shanghai Stock Exchange
Stock Exchange	The Stock Exchange of Hong Kong Limited
A Shares	RMB-denominated ordinary shares issued by the Company and listed on the SSE
H Shares	overseas-listed foreign shares issued by the Company and listed on the Stock Exchange
ADR	Level 1 depositary receipts of the Company listed and traded in the over-the-counter market in the United States
Listing Rules	Listing Rules of the SSE and/or Hong Kong Listing Rules
Listing Rules of SSE	Rules Governing the Listing of Stocks on Shanghai Stock Exchange
Hong Kong Listing Rules	Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited
PRC Accounting Standards	Accounting Standards for Business Enterprises and Relevant Provisions promulgated by the Ministry of Finance of the People's Republic of China
KPMG or Auditors	KPMG Huazhen LLP
Corporate Governance Code	the Corporate Governance Code set out in Appendix C1 to the Hong Kong Listing Rules



## SECTION II COMPANY INFORMATION AND PRINCIPAL FINANCIAL INDICATORS

### 1. CORPORATE INFORMATION

Name of the Company in Chinese	江蘇寧滬高速公路股份有限公司
Abbreviated Chinese Name	寧滬高速
Name of the Company in English	Jiangsu Expressway Company Limited
Abbreviated English Name	Jiangsu Expressway
Legal Representative of the Company	Chen Yunjiang

### 2. CONTACT PERSONS AND CONTACT DETAILS

	<b>Secretary to the Board and Joint Company Secretary</b>	<b>Representatives of securities affairs</b>
Name	Chen Jinjia	Tu Jun
Contact address	6 Xianlin Avenue, Nanjing, Jiangsu Province, the PRC	6 Xianlin Avenue, Nanjing, Jiangsu Province, the PRC
Telephone	8625-84362700-301838	8625-84362700-301835
Fax	8625-84207788	8625-84466643
Email	jsnh@jsexpwy.com	tujun@jsexpwy.com

### 3. CHANGE OF BASIC INFORMATION

Registered address of the Company	6 Xianlin Avenue, Nanjing, Jiangsu Province, the PRC
Changes of the registered address of the Company in the past	–
Business address of the Company	6 Xianlin Avenue, Nanjing, Jiangsu Province, the PRC
Postal code of the Company's business address	210049
Website of the Company	<a href="http://www.jsexpressway.com">http://www.jsexpressway.com</a>
Email	jsnh@jsexpwy.com
Enquiry indexes for changes during the Reporting Period	–

## SECTION II COMPANY INFORMATION AND PRINCIPAL FINANCIAL INDICATORS

### 4. CHANGE OF PLACES FOR DISCLOSURE AND INSPECTION OF INFORMATION

Designated Media for Information Disclosure	China Securities Journal(《中國證券報》), Securities Times (《證券時報》) and Shanghai Securities News (《上海證券報》)
Websites Designated for Publication of Interim Reports	www.sse.com.cn; www.hkexnews.hk; www.jsexpressway.com
Interim Report Available at	Shanghai Stock Exchange, 528 Pudong Road South, Shanghai; Hong Kong Registrars Limited, Shops 1712-1716, 17/F, Hopewell Centre, 183 Queen's Road East, Wanchai, Hong Kong; Hong Kong registered address of the Company, 17/F, One Island East, Taikoo Place, No. 18 Westlands Road, Quarry Bay, Hong Kong; Headquarters of the Company, 6 Xianlin Avenue, Nanjing, Jiangsu Province, the PRC
Enquiry indexes for changes during the Reporting Period	-

### 5. INFORMATION ON THE COMPANY'S SHARES

Class of shares	Stock exchange of listing	Stock abbreviation	Stock code	Previous stock abbreviation
A Shares	Shanghai Stock Exchange	寧滬高速	600377	-
H Shares	The Stock Exchange of Hong Kong Limited	Jiangsu Express	00177	-
ADR	Over-the-counter market in the United States	JEXYY	477373104	-

### 6. OTHER RELEVANT INFORMATION

Applicable  Not Applicable

## SECTION II COMPANY INFORMATION AND PRINCIPAL FINANCIAL INDICATORS

## 7. KEY ACCOUNTING DATA AND PRINCIPAL FINANCIAL INDICATORS

## (I) Key accounting data

Unit: Yuan Currency: RMB

Key accounting data	The Reporting Period (January–June)	Corresponding period of the previous year	Increase/decrease in the Reporting Period as compared to the corresponding period of the previous year (%)
Operating revenue	9,959,934,057.30	7,136,011,953.47	39.57
Net profit attributable to the shareholders of the Company	2,748,469,162.00	2,481,895,375.62	10.74
Net profit attributable to the shareholders of the Company net of non-recurring profit or loss	2,601,312,832.55	2,348,162,479.70	10.78
Net cash flow from operating activities	3,078,071,689.81	3,630,954,437.28	-15.23
	As at the end of the Reporting Period	As at the end of the previous year	Increase/decrease at the end of the Reporting Period as compared to the end of the previous year (%)
Net assets attributable to the shareholders of the Company	34,857,708,783.15	33,987,287,307.06	2.56
Total assets	84,527,077,631.32	78,661,443,944.36	7.46

## SECTION II COMPANY INFORMATION AND PRINCIPAL FINANCIAL INDICATORS

## 7. KEY ACCOUNTING DATA AND PRINCIPAL FINANCIAL INDICATORS (CONTINUED)

## (II) Principal financial indicators

Principal financial indicators	The Reporting Period (January–June)	Corresponding period of the previous year	Increase/decrease in the Reporting Period as compared to the corresponding period of the previous year (%)
Basic earnings per share ( <i>yuan/share</i> )	<b>0.5456</b>	0.4927	10.74
Diluted earnings per share ( <i>yuan/share</i> )	<b>0.5456</b>	0.4927	10.74
Basic earnings per share net of non-recurring profit or loss ( <i>yuan/share</i> )	<b>0.5164</b>	0.4661	10.79
Weighted average return on net assets (%)	<b>7.72</b>	7.47	Increased by 0.25 percentage point
Weighted average return on net assets net of non-recurring profit or loss (%)	<b>7.32</b>	7.08	Increased by 0.24 percentage point

*Note:* The Company had no dilutive potential ordinary shares during the Reporting Period, thus the diluted earnings per share were the same as basic earnings per share.

Explanations on the key accounting data and financial indicators of the Company

Applicable     Not Applicable

During the Reporting Period, due to the increase in construction investment in road and bridge projects, the Company's operating revenue recorded a year-on-year increase of approximately 39.57%; if excluding construction revenue, the Company's operating revenue would record a year-on-year decrease of approximately 3.11%.

Due to effects of the recognition of gain from disposal of assets upon the cessation of toll collection from Luma First Class Highway and the timing difference in the distribution of dividends by Bank of Jiangsu (the distribution of dividends this year is earlier than last year), the Company recorded year-on-year increases in net profit attributable to the shareholders of the Company, net profit attributable to the shareholders of the Company net of non-recurring profit or loss, basic earnings per share, diluted earnings per share and basic earnings per share net of non-recurring profit or loss.

During the Reporting Period, the Company's net cash flow from operating activities recorded a year-on-year decrease resulting from the year-on-year increase in tax expenses and the corresponding decrease in factoring business following the transfer of the equity interest in Factoring Company last year.

## SECTION II COMPANY INFORMATION AND PRINCIPAL FINANCIAL INDICATORS

### 8. DIFFERENCES IN ACCOUNTING DATA UNDER DOMESTIC AND FOREIGN ACCOUNTING STANDARDS

Applicable  Not Applicable

### 9. ITEMS AND AMOUNTS OF NON-RECURRING PROFIT/LOSS

Applicable  Not Applicable

Unit: Yuan Currency: RMB

Items of non-recurring profit or loss	Amount	Note (if applicable)
Gain or loss from disposal of non-current assets, including the write-off of asset impairment provisions that have been made	54,946,241.84	Mainly the recognition of gain from disposal of assets upon the cessation of toll collection from Luma First Class Highway.
Government grants included in profit or loss of the period, except for those which are closely related to the company's normal operations, which the company is entitled to under established standards in accordance with national policies and which have a continuing impact on the profits and losses of the company	2,356,413.40	Mainly due to the fact that the Company no longer entitled to tax preferences relating to the value-added tax additional deduction policy during the Reporting Period as such policy originally enjoyed by the Group expired on 31 December 2023; meanwhile, in accordance with the Explanatory Notice of Information Disclosure by Companies Offering Securities to the Public No. 1 – Non-recurring Profit and Loss (Revised in 2023) (《公開發行證券的公司信息披露解釋性公告第1號—非經常性損益》(2023修訂)), the Group defined certain government grants which were originally reported as non-recurring profits and losses as recurring profits and losses during the Reporting Period (note 1).



## SECTION II COMPANY INFORMATION AND PRINCIPAL FINANCIAL INDICATORS

### 9. ITEMS AND AMOUNTS OF NON-RECURRING PROFIT/LOSS (CONTINUED)

Items of non-recurring profit or loss	Amount	Note (if applicable)
For a company which is not a financial institution, gains and losses arising from changes in the fair value of financial assets and financial liabilities held by the company, and those arising from the disposal of financial assets and financial liabilities, other than those held for effective hedging related to normal operations	130,356,880.68	Mainly the recognition of gain from changes in fair value of other non-current financial assets held by subsidiaries of approximately RMB38,913,000 (note 2), gain from dividends of CDB Kai Yuan Phase II Fund of approximately RMB44,189,000, and gain from short-term bank wealth management products of approximately RMB47,254,000 during the Reporting Period.
Reversal of provision for impairment of receivables subject to separate impairment tests	15,000,000.00	Mainly the recovery of investment liquidation receivables, which provision on the full amount was made for impairment from Yixing City Highway Management Office in Jiangsu Province during the Reporting Period.
Trustee fee income from entrusted operations	28,847,104.73	
Other non-operating income and expenses other than the aforesaid items	-10,440,834.40	Mainly the repairing costs of damaged road assets during the Reporting Period.
Less: Effects of income tax	55,266,451.56	
Effects attributable to minority interests (after tax)	18,643,025.24	
	147,156,329.45	
Total	147,156,329.45	

*Note 1:* In accordance with the Explanatory Notice of Information Disclosure by Companies Offering Securities to the Public No. 1 – Non-recurring Profit or Loss (Revised in 2023) (《公開發行證券的公司信息披露解釋性公告第1號—非經常性損益》(2023修訂)), the Group's government grants of RMB5,046,765.49 reported as non-recurring profit or loss in the corresponding period of the previous year was defined as recurring profit or loss, which, after deducting the effect of income tax and the effect of minority interests, decreased by RMB3,676,433.47 as compared with the total amount of non-recurring profit or loss in the corresponding period of the previous year.

*Note 2:* During the Reporting Period, the recognition of gain from changes in fair value of other non-current financial assets held by subsidiaries was approximately RMB38,913,000, of which CDB Kai Yuan Phase II Fund was approximately RMB-54,810,000, Zhongbei Zhiyuan Fund was approximately RMB-110,000, Luode Huizhi Fund was approximately RMB-34,000, convertible bonds of Jiangsu Leasing Company was approximately RMB94,610,000, and Fuanda Advantageous Growth Fund was approximately RMB-743,000.

## SECTION II COMPANY INFORMATION AND PRINCIPAL FINANCIAL INDICATORS

### 9. ITEMS AND AMOUNTS OF NON-RECURRING PROFIT/LOSS (CONTINUED)

Explanations should be stated where the Company identifies items not listed in the Explanatory Notice of Information Disclosure by Companies Offering Securities to the Public No. 1 – Non-recurring Profit or Loss Items (《公開發行證券的公司信息披露解釋性公告第1號–非經常性損益》) as non-recurring profit and loss items and such items are of significant amounts, or defines non-recurring profit and loss items listed in the Explanatory Notice of Information Disclosure by Companies Offering Securities to the Public No. 1 – Non-recurring Profit or Loss Items as recurring profit and loss items.

Applicable  Not Applicable

### 10. OTHERS

Applicable  Not Applicable

## SECTION III MANAGEMENT DISCUSSION AND ANALYSIS

### 1. INDUSTRY OVERVIEW AND PRINCIPAL OPERATIONS OF THE COMPANY DURING THE REPORTING PERIOD

Established on 1 August 1992 in the Jiangsu Province of the People's Republic of China, the Group is the only listed company in the road and bridge industry of Jiangsu Province. On 27 June 1997, the Group issued 1,222,000,000 H Shares which were listed on the Stock Exchange. On 16 January 2001, the Group issued 150,000,000 A Shares which were listed on the SSE. The Group established Level I American Depositary Receipt (ADR) Program in respect of the H Shares on 23 December 2002, for trading in the over-the-counter market in the United States. As at the end of the Reporting Period, the total share capital of the Group comprised 5,037,747,500 shares with a par value of RMB1 each.

The Group is principally engaged in the investment, construction, operation and management of toll roads and bridges in Jiangsu Province and the development and operation of ancillary service areas along such expressways. Apart from the Jiangsu section of Shanghai-Nanjing Expressway, the Group also owns the entire or partial interests of other toll roads and bridges located in Jiangsu Province, including Ningchang Expressway, Zhenli Expressway, Guangjing Expressway, Xicheng Expressway, Xiyi Expressway, Zhendan Expressway, Yanjiang Expressway, Jiangyin Bridge, Sujiahang Expressway, Changyi Expressway, Yichang Expressway and Wufengshan Toll Bridge, etc. As at the end of the Reporting Period, 18 road and bridge projects were directly operated and invested by the Group, and over 910 kilometers of the roads and bridges open to traffic were controlled or invested by the Group.

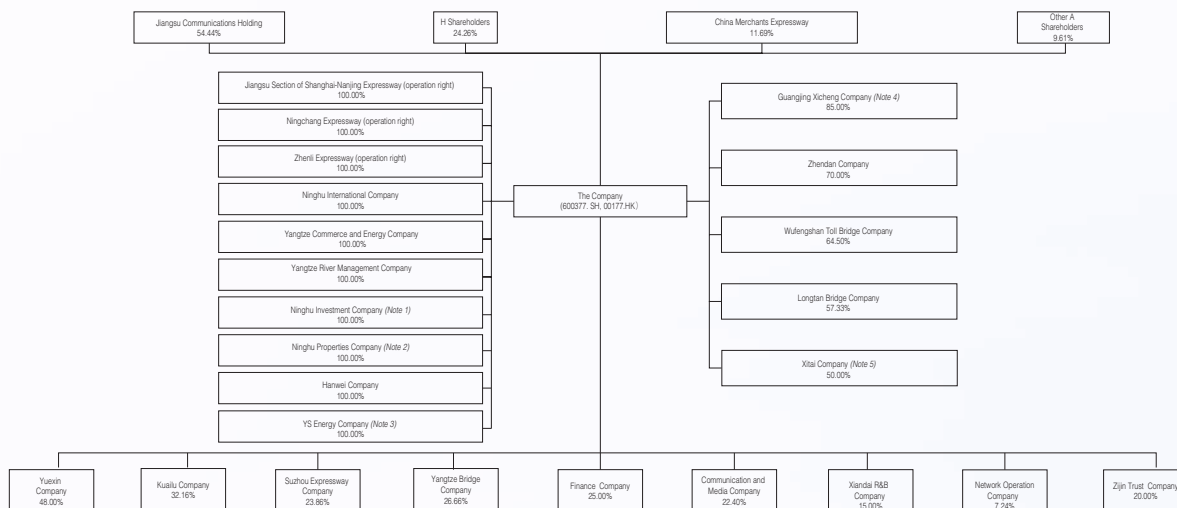
The Group operates in the Yangtze River Delta region, which is the most economically vibrant region in the PRC. The road and bridge projects owned or invested by the Group involve the roads and bridges serving as the major transport corridors linking roads stretching east-to-west and south-to-north across Jiangsu Province. The vibrant economy in the region leads to hectic traffic. The Jiangsu Section of Shanghai-Nanjing Expressway, being the Group's core assets, links six large and medium cities namely Shanghai, Suzhou, Wuxi, Changzhou, Zhenjiang and Nanjing, and is one of the busiest expressways in the PRC.

In addition, the Group is also actively exploring and venturing into transportation+, new energy business and financial industry that promotes production with finance, aiming to further enhance profitability and achieve sustainable development of the Group. As at the end of the Reporting Period, the Group directly owned seven wholly-owned subsidiaries, five subsidiaries and nine associates and joint ventures indirectly owned ten wholly-owned subsidiaries, eight subsidiaries and eight associates and joint ventures, with total assets of the Company of approximately RMB84,527 million and net assets attributable to the shareholders of the Company of approximately RMB34,858 million.

## SECTION III MANAGEMENT DISCUSSION AND ANALYSIS

### 1. INDUSTRY OVERVIEW AND PRINCIPAL OPERATIONS OF THE COMPANY DURING THE REPORTING PERIOD (CONTINUED)

Subsidiaries directly controlled or invested by the Group are as follows:



**Note 1:** Ninghu Investment Company, a subsidiary of the Company, holds 100% equity interest in Kunshan Feng Yuan Real Estate Development Co., Ltd. (崑山豐源房地產開發有限公司), 39.00% equity interest in Luode Fund Company, 33.33% equity interest in Luode Huizhi Fund and 30% equity interest in Zhongbei Zhiyuan Fund.

**Note 2:** Ninghu Properties Company, a subsidiary of the Company, holds 100% equity interest in Ninghu Properties (Kunshan) Co., Ltd. (寧滬置業(崑山)有限公司), 100% equity interest in Ninghu Properties (Suzhou) Co., Ltd. (寧滬置業(蘇州)有限公司) and 100% equity interest in Jiangsu Tongcheng Times Property Management Co., Ltd. (江蘇同城時代物業管理有限公司).

**Note 3:** YS Energy Company, a wholly-owned subsidiary of the Company, owns 100% equity interest in of Sujiakong Clean Energy Xuzhou Co., Ltd. (蘇交控清潔能源徐州有限公司), 100% equity interest in Sujiakong Clean Energy Tongshan Co., Ltd. (蘇交控清潔能源銅山有限公司), and 100% equity interest in Sujiakong New Energy Technology Fengxian Co., Ltd. (蘇交控新能源科技豐縣有限公司), 100% equity interest in Sujiakong Fengxian Agricultural Science and Technology Co., Ltd. (蘇交控豐縣農業科技有限公司), 100% equity interest in Jiangsu Communications Holding Renewable Energy Jiangsu Company (蘇交控清能江蘇公司), 90% equity interest in Liyang Youke Energy Co., Ltd. (溧陽市優科能源有限公司), 80% equity interest in Yancheng Yunshan Photovoltaic Power Generation Co., Ltd. (鹽城雲杉光伏發電有限公司), 72% equity interest in the Rudong company, 70% equity interest in Changzhou Jintan Heyi New Energy Technology Co., Ltd. (常州金壇禾一新能源科技有限公司), 70% equity interest in Sujiakong Fengxian Renewable Energy Co., Ltd. (蘇交控豐縣再生能源有限公司), 65% equity interest in Sujiakong Clean Energy Suqian Co., Ltd. (蘇交控清潔能源宿遷有限公司), 49% equity interest in Jiangsu Energy Investment New City Photovoltaic Power Generation Co., Ltd. (江蘇能投新城光伏發電有限公司), 40% equity interest in Three Gorges New Energy Taizhou Power Generation Co., Ltd. (三峽新能泰州發電有限公司), 30% equity interest in Longyuan Donghai Wind Power Generation Co., Ltd. (龍源東海風力發電有限公司), 20% equity interest in Three Gorges New Energy Nantong Co., Ltd. (三峽新能南通有限公司), 20% equity interest in Three Gorges Changzhou Xinbei New Energy Co., Ltd. (三峽常州新北新能源有限公司) and 30% equity interest in Three Gorges Yunshan Taizhou Hailing Power Generation Co., Ltd. (三峽雲杉泰州海陵發電有限公司).

**Note 4:** Guangjing Xicheng Company, a subsidiary of the Company, holds 100% equity interest in Wuxi Jingcheng Advertising Co., Ltd. (無錫市靖澄廣告有限公司), 60% equity interest in Yichang Company, 60% equity interest in Changyi Company, 25.15% equity interest in Yanjiang Company, 34.91% equity interest in Nanlin Hotel Company, 7.24% equity interest in Network Operation Company, 7.50% equity interest in Xiandai R&B Company and 7.52% equity interest in Jiangsu Leasing Company.

**Note 5:** On 26 December 2023, the Company convened the 23rd meeting of the 10th session of the Board, at which Xitai Project was considered and approved. On 12 April 2024, the Company entered into a capital contribution agreement with Wuxi Transport Infrastructure Investment and Development Co., Ltd. (無錫交通基礎設施投資發展有限公司) and Suzhou Xitai Expressway Investment Co., Ltd. (蘇州市錫太高速公路投資有限公司), agreeing to jointly contribute capital to establish Xitai Company, which will be responsible for the investment, construction and operation management of the Xitai Project, and the Company contributed RMB3,250,000,000, with a shareholding percentage of 50%.

## SECTION III MANAGEMENT DISCUSSION AND ANALYSIS

### 2. ANALYSIS OF CORE COMPETITIVENESS DURING THE REPORTING PERIOD

Applicable     Not Applicable

Since its establishment, the Group has been focusing on the transportation infrastructure industry for years. The roads operated by the Company play a dominant role in the expressway networks in southern Jiangsu. It has accumulated rich experiences in large infrastructure investment, construction, operation and management and built a progressive and innovative management and staff team. Through the complete investment decision-making, operation management system and risk management system and leveraging on excellent financing platforms, the Group built its distinct competitive edges in operation and development in the future.

**Unique geographical advantages.** The Group operates in the Yangtze River Delta area, the most economically vibrant region in the PRC. The road and bridge projects controlled or invested by the Company are core components of the road transport corridors linking the two important industrial belts along the Yangtze River, Shanghai and Nanjing in the southern part of Jiangsu. With the integrated development of the Yangtze River Delta region, the prosperous economy in the region created a favorable environment for the long-term development of the Group and promoted the sustainable and steady improvement on the Group's economic efficiency.

**High-quality road and bridge assets.** 18 road and bridge projects are controlled or invested by the Group. Core road and bridge assets are the main lines in the expressway network in Jiangsu Province and an integral part in the national expressway network. With outstanding quality, road assets achieved coordinated benefits. The quality road network resources lay a solid foundation for the stable growth in the operating results of the Group and provide guarantees to the sustainable and healthy development of the Company.

**Leading operation concepts.** The Group is engaged in road operation and has accumulated rich operation experience. The growth in the operating results from the Jiangsu Section of Shanghai-Nanjing Expressway is mainly attributable to the growth in traffic volume driven by the development of the regional economy and the improved utilization of expressways, which demonstrated the competitive edge of the Group in roads operation and management. Meanwhile, the Group has strengthened the development results with systems and built a modern corporate operation management and control method. Focusing on building digitalized expressways and intelligent traffic, the Group has taken a leading position in road clearance and rescue in China.



## SECTION III MANAGEMENT DISCUSSION AND ANALYSIS

### 2. ANALYSIS OF CORE COMPETITIVENESS DURING THE REPORTING PERIOD (CONTINUED)

**Professional management team.** After years of accumulation and development, the Group has built a professional and experienced operation and management team. On the premise of ensuring the quality and efficiency of the Group's expressway operation services, the Group actively utilises capital operation means to optimise its asset portfolio, carry out quality project acquisitions, effectively reduce operating costs and operational risks, continuously enhance the Group's strategic research and investment development capabilities, ensuring that the Group's overall profitability is at the leading level in the industry.

**Comprehensive risk management.** The Group proactively adapted to new situation, and implemented risk control arrangement by improving the top-level design. The Group formulated its risk strategy, built a risk control system in coordinated operation with a risk management oriented approach for covering legal and regulation compliance, internal control and risk management which optimized its management measures, strengthened in-process control and highlighted duty performance management, and effectively consolidated the resources of all relevant parties. It continuously put forward the establishment of risk control system which is compatible with the new development trends, and improved its risk management ability, so as to achieve its long-term goal of steady progress.

**Outstanding financing platforms.** The Group maintains the listing status on two exchanges (in Hong Kong and Shanghai) and is traded in three cities (Hong Kong, Shanghai and New York) and achieves sound operation and sustainable performance growth with high credit rating, reasonable gearing ratio and strong capability in debt repayments. The Group achieved outstanding results in investor relations management and owns a stable investors base and an excellent market image in domestic and overseas capital markets thanks to its long-term policies with high proportion of cash dividend. The Group will continue to enhance its financing structure and reduce financing costs in the future development through leveraging on the capital market's efficient financing channels.

## SECTION III MANAGEMENT DISCUSSION AND ANALYSIS

### 3. DISCUSSION AND ANALYSIS OF THE OPERATION

The year of 2024 is a crucial year for the implementation of China's 14th Five-Year Plan. In the first half of the year, the national economy was generally stable and progressing steadily, with new driving forces accelerating and high-quality development achieving new progress. The Group consolidated its internal growth foundation by means of the focus on its core business; strengthened innovative leadership, accelerated the cultivation of new productive forces; deeply explored potential and increased efficiency, and stimulated high-quality development momentum, thereby continuing to consolidate and enhance its core competitiveness, and maintaining a steady momentum of development.

As of the end of June 2024, the total assets of the Company amounted to approximately RMB84,527 million and the net assets attributable to shareholders of the Company amounted to approximately RMB34,858 million. During the Reporting Period, the Company's operating revenue increased by approximately 39.57% year-on-year to approximately RMB9,960 million, total profits increased by approximately 8.65% year-on-year to approximately RMB3,494 million, net profit attributable to shareholders of the Company amounted to approximately RMB2,748 million and earnings per share amounted to approximately RMB0.5456. The operating net cash flow amounted to approximately RMB3,078 million and the weighted average return on net assets was 7.72%.

#### 1. Road and bridge operations

##### (i) Investment in main business.

**The construction of the Longtan Bridge and the North Connection Project was in order.** During the Reporting Period, approximately RMB422 million was invested in the construction of the Longtan Bridge project, with an accumulated investment of approximately RMB4,304 million, accounting for 68.82% of the total project investment. The construction of the Longtan Bridge project is expected to be completed by the end of 2024 and open to traffic in early 2025. As a key project to connect the under-construction Longtan Bridge to the motorway network, the construction of the Longtan Bridge North Connection Project commenced in August 2022. During the Reporting Period, approximately RMB506 million was invested in the construction, with an accumulated investment of approximately RMB3,125 million, accounting for 44.75% of the total project investment. The construction of the Longtan Bridge North Connection Project is expected to be completed and open to traffic in 2025. **The Xiyi Expressway South Section Widening Project was in steady progress.** The construction of the project commenced on 6 January 2023, and is expected to be completed and open to traffic by the end of June 2026. During the Reporting Period, the investment in the construction of the Xiyi Expressway South Section Widening Project amounted to approximately RMB275 million, with an accumulated investment of approximately RMB1,667 million, accounting for 21.50% of the total project investment. **The preparatory work for the commencement of the construction of Xitai Project was in progress.** The estimated total investment of Xitai Project amounted to approximately RMB24,198 million, and the Company invested RMB3,250 million in capital, with a share ratio of 50%. During the Reporting Period, approximately RMB2,816 million was invested in the construction, accounting for 11.64% of the total project investment. The construction of the Xitai Project is expected to be commenced in the second half of 2024, and expected to be completed and open to traffic in 2028. **The Expansion Project of Jiangsu Section of Shanghai-Nanjing Expressway was under preparation.** During the Reporting Period, the Company advanced the study on the further optimization relating to the planning scheme for the expansion of the Shanghai-Nanjing Expressway, including the detailed investigation into the constraints of the expansion.

## SECTION III MANAGEMENT DISCUSSION AND ANALYSIS

### 3. DISCUSSION AND ANALYSIS OF THE OPERATION (CONTINUED)

#### 1. Road and bridge operations (Continued)

##### (ii) Operation and maintenance of roads and bridges.

**Promoting the construction of intelligent toll collection with steady progress.** Following the continuous transformation regarding toll booths into free-flowing cloud-based lanes, as of the end of the Reporting Period, the Company has equipped 134 toll lanes with toll robots, accounting for 43.93% of the mixed lanes<sup>1</sup> on the road sections under its management, and the utilization rates of the self-service lanes at the entrance and exit of the toll stations reached 75.2% and 61.3%, respectively, which were at a leading level in the country in terms of both the scale of equipment and the utilization rate, reducing nearly 300 on-site toll collection positions. **Driven by innovation, intelligent expansion leads the industry.** As the pioneer of intelligent expansion of domestic highways, the Company continued to improve and enhance relevant models and construction plans, and continuously promoted the extended application of intelligent expansion. At present, approximately 100 kilometers of intelligent expansion in one direction has been completed, and the intelligent expansion construction plans for Zhendan Expressway and the expressways in Nanjing City have been preliminarily formed. This year, the senior officials from the Ministry of Finance and the Ministry of Transport made multiple research visits to the Shanghai-Nanjing Expressway and issued the Notice on Supporting and Guiding the Digital Transformation and Upgrading of Highway and Waterway Transportation Infrastructure 《關於支持引導公路水路交通基礎設施數字化轉型升級的通知》, regarding the intelligent expansion as one of the four core implementation contents to promote the digital transformation of transportation infrastructure. Jiangsu Province, based on its successful experience in intelligent expansion, was selected as one of the first pilot provinces in China with the highest score. **Air-land integration creates a new model for ensuring smooth operation of drones.** As the first scale-based drone unmanned airport application unit of Jiangsu Highway and benefiting from its extensive expertise in the comprehensive application of drone technology in maintaining road smoothness, the Company achieved the four-in-one “emergency micro-command” intelligent operation system including “ground, air, cloud, end”, covering eight major application scenarios such as high-altitude patrols, pre-warning calls, emergency response, road supervision, filming or capturing of illegal activities, operation and maintenance patrols, bridge and culvert inspections, and red line control, which substantially enhanced the ability in relation to rapid detection of special traffic situations and quick resolution and clearance of minor accidents. **Empowering with “digital governance” and piloting “AI Square” incident detection application.** The “AI Squared” incident detection application was introduced and piloted on a number of high-traffic road sections, covering an area of about 160 kilometers with a total of 665 video channels. “AI Square”, the first domestic video AI detection product, bridges the “last kilometer” from event discovery to emergency response, and strengthens its road network event warning capabilities through self-developed triple governance algorithms. **Exploring modern maintenance models and overcoming difficulties.** During the Reporting Period, the Company carried out a 23.3km centralized maintenance project, all 5 categories and 16 maintenance constructions of which were completed in just 14 effective working days by adopting a centralized maintenance operation model for multiple projects and a precise traffic organization control model of “announcement on the whole network information platform + peripheral area diversion + near-end forced diversion (全路網信息平台發佈預告+外圍區域誘導分流+近端強制分流)”. Compared to traditional maintenance models, this has reduced the number of days required for construction by more than 100 days and reduced carbon emissions of more than 5,500 tons. **Ensuring 100% quality for roads and bridges with refined management and maintenance.** Based on the full life cycle management of road maintenance, the Company enhanced road performance and lifespan through scientific maintenance. At the end of the Reporting Period, the Company’s MQI and PQI attained 96.40 and 96.65, respectively, and the ratio of Category 1 and 2 bridges under the Company’s management consistently remained at 100%.

## SECTION III MANAGEMENT DISCUSSION AND ANALYSIS

### 3. DISCUSSION AND ANALYSIS OF THE OPERATION (CONTINUED)

#### 1. Road and bridge operations (Continued)

- 1 Mixed lanes: The mixed lanes of manual toll collection (MTC) and electronic toll collection (ETC).
- 2 MQI: The Maintenance Quality Indicator is used to describe the technical condition of a specific section of a highway and the level of maintenance required. MQI values ranging from 90 to 100 are considered excellent, indicating that the road condition is good and does not require extensive repairs or refurbishments.
- 3 PQI: The Pavement Quality Index is an index used to assess the quality of road surface, typically applied in evaluating the pavement surface situation. The PQI value is calculated based on factors such as smoothness of the road surface, longitudinal and transverse slope, cracks, and damages. PQI values ranging from 90 to 100 are considered excellent.
- 4 According to the Standards for Technical Condition Evaluation of Highway Bridges (《公路橋樑技術狀況評定標準》) (JTGT H21-2011), the overall technical condition evaluation ratings include Category 1, Category 2, Category 3, Category 4, and Category 5, among which Category 1 refers to bridges with brand new condition and perfect function, while Category 2 refers to bridges with mild impairment but maintain normal functionality.

#### (iii) Road and bridge operations.

During the Reporting Period, the Company recorded a toll revenue of approximately RMB4,529,652,000, representing a year-on-year increase of approximately 0.16%, and accounting for approximately 45.48% of the total operating revenue of the Group. During the Reporting Period, the traffic volume of Jiangsu section of Shanghai-Nanjing Expressway increased by approximately 2.17% year on year, among which, the traffic volume of trucks decreased by approximately 0.79% year on year, and the average daily toll revenue amounted to approximately RMB13,599,000, representing a year-on-year decrease of approximately 4.87%; benefitting from its year-on-year increase in traffic volume of 15.44%, the Ningchang Expressway realized an average daily toll revenue of approximately RMB2,886,000, representing a year-on-year increase of approximately 7.30%; due to the expansion construction on the southern section of the Xiyi Expressway since 12 March 2024, which led to a one-way closure towards Wuxi, Xiyi Expressway's traffic volume decreased by approximately 13.97% year on year, the average daily toll revenue amounted to approximately RMB951,000, representing a year-on-year decrease of approximately 27.13%; considering the completion of the expansion of Xinyi-Huai'an-Huai'an-Jiangdu Section of Beijing-Shanghai Expressway and the diversion of traffic caused by the congestion of Jiangyin Bridge, Wufengshan Toll Bridge's traffic volume increased by approximately 22.47% year on year, of which the traffic volume of trucks increased by approximately 50.12% year on year, and the average daily toll revenue amounted to approximately RMB2,775,000, representing a year-on-year increase of approximately 32.86%.

## SECTION III MANAGEMENT DISCUSSION AND ANALYSIS

### 3. DISCUSSION AND ANALYSIS OF THE OPERATION (CONTINUED)

#### 1. Road and bridge operations (Continued)

##### (iii) Road and bridge operations. (Continued)

During the Reporting Period, the operational data of the 11 toll road and bridge projects, which are completed and open to traffic and controlled by the Group, is set out below:

Project	Indicator	The Reporting Period	The corresponding period of the previous year	Year-on-year (%)
Weighted average traffic volume of road network controlled by the Company	Traffic volume of passenger vehicles ( <i>vehicle/day</i> )	60,241	57,455	4.85%
	Traffic volume of trucks vehicles ( <i>vehicle/day</i> )	13,082	12,594	3.87%
	Total traffic volume ( <i>vehicle/day</i> )	73,323	70,050	4.67%
Shanghai-Nanjing Expressway	Traffic volume of passenger vehicles ( <i>vehicle/day</i> )	97,961	95,336	2.75%
	Traffic volume of trucks vehicles ( <i>vehicle/day</i> )	18,741	18,891	-0.79%
	Total traffic volume ( <i>vehicle/day</i> )	116,703	114,228	2.17%
	Average daily toll revenue ( <i>RMB'000/day</i> )	13,599	14,296	-4.87%
Ningchang Expressway	Traffic volume of passenger vehicles ( <i>vehicle/day</i> )	48,375	41,717	15.96%
	Traffic volume of trucks vehicles ( <i>vehicle/day</i> )	13,859	12,194	13.66%
	Total traffic volume ( <i>vehicle/day</i> )	62,235	53,910	15.44%
	Average daily toll revenue ( <i>RMB'000/day</i> )	2,886	2,690	7.30%
Zhenli Expressway	Traffic volume of passenger vehicles ( <i>vehicle/day</i> )	20,780	16,955	22.56%
	Traffic volume of trucks vehicles ( <i>vehicle/day</i> )	6,733	6,297	6.92%
	Total traffic volume ( <i>vehicle/day</i> )	27,513	23,253	18.32%
	Average daily toll revenue ( <i>RMB'000/day</i> )	1,018	973	4.69%



## SECTION III MANAGEMENT DISCUSSION AND ANALYSIS

## 3. DISCUSSION AND ANALYSIS OF THE OPERATION (CONTINUED)

## 1. Road and bridge operations (Continued)

## (iii) Road and bridge operations. (Continued)

Project	Indicator	The Reporting Period	The corresponding period of the previous year	Year-on-year (%)
Xicheng Expressway	Traffic volume of passenger vehicles (vehicle/day)	74,226	71,157	4.31%
	Traffic volume of trucks vehicles (vehicle/day)	16,857	15,344	9.86%
	Total traffic volume (vehicle/day)	91,083	86,501	5.30%
	Average daily toll revenue (RMB'000/day)	1,619	1,611	0.53%
Guangjing Expressway	Traffic volume of passenger vehicles (vehicle/day)	63,836	60,828	4.95%
	Traffic volume of trucks vehicles (vehicle/day)	17,073	14,947	14.23%
	Total traffic volume (vehicle/day)	80,909	75,775	6.78%
	Average daily toll revenue (RMB'000/day)	799	756	5.71%
Xiyi Expressway	Traffic volume of passenger vehicles (vehicle/day)	24,301	28,428	-14.52%
	Traffic volume of trucks vehicles (vehicle/day)	5,472	6,179	-11.46%
	Total traffic volume (vehicle/day)	29,772	34,608	-13.97%
	Average daily toll revenue (RMB'000/day)	951	1,305	-27.13%
Wuxi Huantaihu Expressway	Traffic volume of passenger vehicles (vehicle/day)	36,018	32,790	9.84%
	Traffic volume of trucks vehicles (vehicle/day)	3,697	3,691	0.18%
	Total traffic volume (vehicle/day)	39,715	36,480	8.87%
	Average daily toll revenue (RMB'000/day)	314	316	-0.65%
Zhendan Expressway	Traffic volume of passenger vehicles (vehicle/day)	22,067	18,942	16.49%
	Traffic volume of trucks vehicles (vehicle/day)	3,152	2,914	8.16%
	Total traffic volume (vehicle/day)	25,219	21,857	15.38%
	Average daily toll revenue (RMB'000/day)	253	247	2.43%

## SECTION III MANAGEMENT DISCUSSION AND ANALYSIS

### 3. DISCUSSION AND ANALYSIS OF THE OPERATION (CONTINUED)

#### 1. Road and bridge operations (Continued)

##### (iii) Road and bridge operations. (Continued)

Project	Indicator	The Reporting Period	The corresponding period of the previous year	Year-on-year (%)
Changyi Expressway	Traffic volume of passenger vehicles (vehicle/day)	25,534	25,562	-0.11%
	Traffic volume of trucks vehicles (vehicle/day)	8,499	8,174	3.97%
	Total traffic volume (vehicle/day)	34,032	33,736	0.88%
	Average daily toll revenue (RMB'000/day)	342	345	-0.94%
Yichang Expressway	Traffic volume of passenger vehicles (vehicle/day)	21,646	16,359	32.31%
	Traffic volume of trucks vehicles (vehicle/day)	5,023	5,718	-12.14%
	Total traffic volume (vehicle/day)	26,669	22,077	20.80%
	Average daily toll revenue (RMB'000/day)	331	358	-7.67%
Wufengshan Toll Bridge	Traffic volume of passenger vehicles (vehicle/day)	35,458	30,750	15.31%
	Traffic volume of trucks vehicles (vehicle/day)	11,961	7,968	50.12%
	Total traffic volume (vehicle/day)	47,419	38,718	22.47%
	Average daily toll revenue (RMB'000/day)	2,775	2,089	32.86%

Note 1: On 19 January 2024, the transfer of assets of Luma First Grade Highway, which was previously operated by the Xiyi Expressway, was completed (the relevant assets were transferred from Guangjing Xicheng Company to the Wuxi Municipal Bureau of Transportation). Since 20 January 2024, the Company has terminated the operation right of Luma First Grade Highway and ceased the toll collection, and the operation data of Luma First Grade Highway will no longer be included in the operation data of Xiyi Expressway.

Note 2: During the Reporting Period, the days for exempting minibus tolls on major holidays was 17 days, compared with 13 days in the same period last year.

## SECTION III MANAGEMENT DISCUSSION AND ANALYSIS

### 3. DISCUSSION AND ANALYSIS OF THE OPERATION (CONTINUED)

#### 2. Ancillary business

During the Reporting Period, firstly, the theme transformation of Huanglishu Service Area was completed, and a number of distinctive, innovative and detailed new forms of business were introduced. After the renovation, the daily average number of vehicles entering the area increased by 10.8% year-on-year. Secondly, the “large platform” business attraction strategies of service areas have been operated on an ongoing basis, and the business attraction work of multiple service areas has been simultaneously implemented, which advanced the new model of “service area + commerce” integration development. Thirdly, the project plan of the “Integration of Source, Grid, Load, and Storage” zero-carbon demonstration service area of “wind, light, storage, charging and exchange” in Xianrenshan Service Area has been compiled, which is a first step to promote the “carbon neutrality” of expressway industry. Fourthly, the first batch of independent investment and construction proposal for charging piles has been completed, continuously enhancing layout of new energy infrastructure.

During the Reporting Period, the Group’s ancillary service business achieved revenue of approximately RMB846,125,000, representing a year-on-year decrease of 6.03%. Of which, as a result of the decrease in the sales volume of oil, the revenue from sales of oil amounted to approximately RMB755,698,000, representing a year-on-year decrease of 9.08%, oil’s gross profit from its sales volume decreased by 6.09% year on year; revenue from service area leasing business amounted to approximately RMB73,605,000, representing a year-on-year increase of 27.89%, which was due to the successful completion of promotional campaign of service areas such as Xianrenshan Service Area and Huanglishu Service Area following the termination of the original leasing contracts.

## SECTION III MANAGEMENT DISCUSSION AND ANALYSIS

### 3. DISCUSSION AND ANALYSIS OF THE OPERATION (CONTINUED)

#### 3. New energy business

The Group's new energy business is operated by a subsidiary, YS Energy Company. As of the end of the Reporting Period, the total installed capacity of the grid-connected projects of YS Energy Company reached 561 MW (including the installed capacity of equity participation), and all the power stations held by YS Energy Company had been put into operation, producing a total of 510 million kWh of clean energy power during the Reporting Period. Taking into account the actual situation of photovoltaic project resource endowment in Jiangsu Province, YS Energy Company has actively promoted the investment and construction of several interoperable photovoltaic projects, with a total installed capacity of the project under construction reaching approximately 6.31 MW. In addition, YS Energy Company proactively participated in the planning and design of new expansion projects, and researched and prepared local standards such as "Highway Photovoltaic Power Generation Project Design Specifications (《高速公路光伏發電工程設計規範》)" and "Highway Photovoltaic Power Generation Project Construction and Acceptance Specifications (《高速公路光伏發電工程施工及驗收規範》)", of which the design specifications was set up by Jiangsu Provincial Market Supervision and Administration Bureau, solidifying the foundation of the whole highway photovoltaic project construction.

During the Reporting Period, benefiting from weather and other factors, the on-grid electricity consumption of offshore wind power project and photovoltaic project of YS Energy Company recorded a year-on-year increases of 5.63%, and according to the relevant regulations, the Group achieved revenue of approximately RMB348,097,000 from electricity sales after deducting the relevant operational assessment and auxiliary service fees, representing a year-on-year decrease of 0.95%.

#### 4. Property business

The Group's real estate development and sales were operated by its subsidiaries Ninghu Properties Company and Hanwei Company. During the Reporting Period, the Group actively promoted destock of existing projects and entered into a cooperation contract with China Academy of Science and Technology Development Co., Ltd. (中國科技開發院有限公司) for the construction of an intelligent transportation industry co-innovation center using the offices of Hanrui Center as a vehicle, aiming to further boosting exchanges, cooperation and synergistic development among industrial enterprises in the field of intelligent transportation and enhancing the ability of technological transformation and application.

During the Reporting Period, the Group achieved carry-forward sales revenue of approximately RMB126,260,000, representing a year-on-year decrease of 48.57%, mainly due to the smaller scale of property projects delivered as compared to the same period of the previous year. For the cost of property development and the products ready-for-sale, please refer to "Inventories" of "Section X Financial Report".

## SECTION III MANAGEMENT DISCUSSION AND ANALYSIS

### 3. DISCUSSION AND ANALYSIS OF THE OPERATION (CONTINUED)

#### 5. Other businesses

**First, the investment income of investee companies.** During the Reporting Period, benefiting from the increase in traffic volume of the road network, the Group's investment income from roads and bridges companies, including Suzhou Expressway Company, Yangtze Bridge Company and Yanjiang Company, in which the Group held equity reached approximately RMB373,762,000, representing a year-on-year increase of approximately 5.67%. **Second, gain from other equity instruments and other non-current financial assets.** During the Reporting Period, the Group received accumulated dividends of approximately RMB516,971,000 from Bank of Jiangsu, Jiangsu Leasing Company and CDB Kai Yuan Phase II Fund, representing a year-on-year increase of approximately 354.00%, which was mainly due to the year-on-year increase in distribution of dividends from Jiangsu Leasing Company and CDB Kai Yuan Phase II Fund and the earlier distribution of dividends from Bank of Jiangsu as compared to last year. **Third, income from its subsidiaries engaged in such businesses as advertising operation and management services.** During the Reporting Period, these businesses achieved revenue of approximately RMB91,438,000, representing a year-on-year decrease of approximately 18.70%, which was mainly due to the fact that although the hotel business of its subsidiaries during the Reporting Period was better than the same period of the previous year, with service revenue of approximately RMB24,437,000, representing a year-on-year increase of approximately 26.39%, the revenue from the factoring business reduced as a result of the transfer of the shareholding interest in the Factoring Company in 2023.

**Major changes in the business operations of the Company during the Reporting Period, and events occurring in the Reporting Period that have or expected to have a significant impact on the business operations of the Company**

Applicable  Not Applicable

## SECTION III MANAGEMENT DISCUSSION AND ANALYSIS

### 4. PRINCIPAL OPERATIONS DURING THE REPORTING PERIOD

#### (I) Analysis of principal businesses

##### 1 Table of analysis of changes in relevant items in the financial statements

Unit: Yuan Currency: RMB

Item	The Reporting Period	The corresponding period of the previous year	Change (%)
Operating revenue	<b>9,959,934,057.30</b>	7,136,011,953.47	39.57
Operating costs	<b>6,969,424,373.38</b>	3,926,662,277.70	77.49
Selling expenses	<b>3,089,120.38</b>	5,803,128.77	-46.77
Administrative expenses	<b>106,929,283.20</b>	109,627,395.99	-2.46
Financial expenses	<b>474,594,731.87</b>	533,463,186.75	-11.04
Research and development (R&D) expenses	—	—	—
Net cash flow from operating activities	<b>3,078,071,689.81</b>	3,630,954,437.28	-15.23
Net cash flow from investing activities	<b>-5,522,119,761.32</b>	-2,279,632,859.00	142.24
Net cash flow from financing activities	<b>2,290,936,316.02</b>	-1,744,002,369.58	—
Gain on change in fair value	<b>38,913,161.37</b>	75,602,122.87	-48.53
Investment income	<b>1,049,155,694.96</b>	613,519,419.63	71.01
Gains from disposal of assets	<b>54,946,241.84</b>	4,789,530.84	1,047.22
Other comprehensive income, net of tax	<b>496,879,246.91</b>	110,717,755.28	348.78
Credit losses	<b>-108,514.99</b>	-8,941,646.00	-98.79
Other earnings	<b>7,518,410.45</b>	11,806,394.00	-36.32
Non-operating income	<b>1,920,719.21</b>	8,158,797.75	-76.46



## SECTION III MANAGEMENT DISCUSSION AND ANALYSIS

### 4. PRINCIPAL OPERATIONS DURING THE REPORTING PERIOD (CONTINUED)

#### (I) Analysis of principal businesses (Continued)

##### 1 Table of analysis of changes in relevant items in the financial statements (Continued)

**Reasons for the change in operating revenue:** It was mainly due to the corresponding increase in the construction period revenue as a result of the year-on-year increase in investment in the construction of road and bridge projects.

**Reasons for the change in operating costs:** It was mainly due to the corresponding increase in amortization of road operation rights during the Reporting Period as a result of the increase in traffic flow; and the year-on-year increase in the construction period costs.

**Reasons for the change in selling expenses:** It was mainly due to the year-on-year decrease in sales commission of the property projects of relevant subsidiaries during the Reporting Period.

**Reasons for the change in administrative expenses:** It was mainly due to the corresponding decrease in staff remuneration following the transfer of the equity interest in Factoring Company by a subsidiary last year.

**Reasons for change in financial expenses:** It was mainly due to the Company's proactive and effective financing measures adopted during the Reporting Period, the comprehensive loan interest rate of the Company's interest-bearing debts (the interest accrued on which was recognized as expenses) had shown a year-on-year decrease and the financial expenses also shown a decrease accordingly.

**Reasons for the changes in R&D expenses:** None.

**Reasons for the change in net cash flow from operating activities:** It was mainly due to the year-on-year increase in tax expenses during the Reporting Period and the corresponding decrease in revenue from factoring business following the transfer of the equity interest in Factoring Company in 2023.

**Reasons for the change in net cash flow from investing activities:** It was mainly due to the year-on-year increase in construction investment in road and bridge projects under construction during the Reporting Period.

**Reasons for the change in net cash flow from financing activities:** It was mainly due to the year-on-year increase in net cash inflow from the Company's borrowings and capital received by subsidiaries during the Reporting Period.

## SECTION III MANAGEMENT DISCUSSION AND ANALYSIS

### 4. PRINCIPAL OPERATIONS DURING THE REPORTING PERIOD (CONTINUED)

#### (I) Analysis of principal businesses (Continued)

##### 1 Table of analysis of changes in relevant items in the financial statements (Continued)

**Reasons for the change in gain on change in fair value:** It was mainly due to the year-on-year decrease in the growth of fair value of other non-current financial assets held by subsidiaries of the Company during the Reporting Period.

**Reasons for change in investment income:** It was mainly due to the dividend payout of Bank of Jiangsu during the Reporting Period was earlier than that in 2023 (Bank of Jiangsu distributed dividends in July 2023, while the distribution in 2024 was completed in June 2024), as well as the year-on-year increase in investment income contributed by associates.

**Reasons for the change in gain from disposal of assets:** It was mainly due to the recognition of gain from disposal of assets upon the termination of toll collection from Luma First Class Highway during the Reporting Period.

**Reasons for the change in other comprehensive income, net of tax:** It was mainly due to the increase in the fair value of investments in other equity instruments held by the Group during the Reporting Period.

**Reasons for the change in credit losses:** It was mainly due to the recovery of receivables with full provision for impairment during the Reporting Period.

**Reasons for the change in other earnings:** It was mainly due to the expiration of the tax incentives for taxpayers in the production and lifestyle service industries originally enjoyed by the Company to deduct the additional input tax deduction at the end of last year.

**Reasons for the change in non-operating income:** It was mainly due to the year-on-year decrease in road property compensation income in the Reporting Period.

## SECTION III MANAGEMENT DISCUSSION AND ANALYSIS

### 4. PRINCIPAL OPERATIONS DURING THE REPORTING PERIOD (CONTINUED)

#### (I) Analysis of principal businesses (Continued)

##### 1 Table of analysis of changes in relevant items in the financial statements (Continued)

##### (1) Principal operating activities by industry and region

During the Reporting Period, the cumulative operating revenue amounted to approximately RMB9,959,934,000, representing a year-on-year increase of approximately 39.57%. The cumulative operating costs amounted to approximately RMB6,969,424,000, representing a year-on-year increase of approximately 77.49%. The gross profit margin was 30.03%, representing a decrease of 14.95 percentage points as compared with the previous year. The specific details of each business category are set out below:

Unit: Yuan Currency: RMB

By industry	Principal operating activities by industry					
	Operating revenue	Operating costs	Gross profit Margin (%)	Year-on-year change in operating revenue (%)	Year-on-year change in operating cost (%)	Year-on-year change in gross profit margin (%)
<b>Toll roads</b>	4,529,652,386.96	1,780,185,521.17	60.70	0.16	10.90	Decreased by 3.81 percentage points
Shanghai-Nanjing Expressway	2,475,075,755.57	878,481,947.14	64.51	-4.35	7.26	Decreased by 3.84 percentage points
Guangjing Expressway and Xicheng Expressway	440,070,567.77	111,608,568.95	74.64	2.75	11.48	Decreased by 1.98 percentage points
Ningchang Expressway and Zhenli Expressway	710,627,289.66	258,178,915.60	63.67	7.20	13.61	Decreased by 2.05 percentage points
Xiyi Expressway and Wuxi Huantaihu Expressway	230,323,543.67	191,585,977.91	16.82	-21.53	2.02	Decreased by 19.2 percentage points
Zhendan Expressway	46,105,690.40	35,835,666.88	22.27	2.99	1.03	Increased by 1.5 percentage points
Changyi Expressway	62,175,050.71	55,842,124.78	10.19	-0.40	8.09	Decreased by 7.04 percentage points
Yichang Expressway	60,183,008.49	48,806,842.18	18.90	-7.16	3.73	Decreased by 8.52 percentage points
Wufengshan Toll Bridge	505,091,480.69	199,845,477.73	60.43	33.60	46.10	Decreased by 3.39 percentage points

## SECTION III MANAGEMENT DISCUSSION AND ANALYSIS

### 4. PRINCIPAL OPERATIONS DURING THE REPORTING PERIOD (CONTINUED)

#### (I) Analysis of principal businesses (Continued)

#### 1 Table of analysis of changes in relevant items in the financial statements (Continued)

#### (1) Principal operating activities by industry and region (Continued)

By industry	Principal operating activities by industry					
	Operating revenue	Operating costs	Gross profit Margin (%)	Year-on-year change in operating revenue (%)	Year-on-year change in operating cost (%)	Year-on-year change in gross profit margin (%)
Ancillary services	846,124,515.25	832,938,376.62	1.56	-6.03	-6.65	Increased by 0.65 percentage point
Property sales	126,260,221.58	84,471,749.65	33.10	-48.57	-49.96	Increased by 1.86 percentage points
Electricity sales	348,097,193.29	174,833,657.17	49.77	-0.95	2.09	Decreased by 1.49 percentage points
Construction period revenue/cost	4,018,362,207.04	4,018,362,207.04	-	300.30	300.30	-
Other businesses	91,437,533.18	78,632,861.73	14.00	-18.70	-7.88	Decreased by 10.10 percentage points
<b>Total</b>	<b>9,959,934,057.30</b>	<b>6,969,424,373.38</b>	<b>30.03</b>	<b>39.57</b>	<b>77.49</b>	<b>Decreased by 14.95 percentage points</b>

## SECTION III MANAGEMENT DISCUSSION AND ANALYSIS

### 4. PRINCIPAL OPERATIONS DURING THE REPORTING PERIOD (CONTINUED)

#### (I) Analysis of principal businesses (Continued)

##### 1 Table of analysis of changes in relevant items in the financial statements (Continued)

##### (1) Principal operating activities by industry and region (Continued)

*Note 1:* Data in the above table does not include the amount of revenues and costs incurred for the provision of road management services between the Group's segments as the intra-group activities are offset on consolidation.

*Note 2:* During the Reporting Period, due to the impact of the increase in volume of traffic on the operating road network, the amortization of road operation rights recorded a corresponding increase; the road maintenance costs recorded a corresponding increase as a result of the commencement of centralized maintenance relating to road sections such as the Shanghai-Nanjing Expressway, which resulted in the increase in the costs of the toll business exceeding the increase in toll revenues, and the decrease in overall level of gross profit margins regarding the toll road business as compared with that for the corresponding period of the previous year.

*Note 3:* As a result of the corresponding decrease in revenue from factoring business following the transfer of the equity interest in Factoring Company by a subsidiary last year, the operating margin from other businesses decreased year on year during the Reporting Period.

Explanation on principal business by industry, product, region and sales model

During the Reporting Period, the Group's principal business was distributed in Jiangsu Province.

## SECTION III MANAGEMENT DISCUSSION AND ANALYSIS

### 4. PRINCIPAL OPERATIONS DURING THE REPORTING PERIOD (CONTINUED)

#### (I) Analysis of principal businesses (Continued)

##### 1 Table of analysis of changes in relevant items in the financial statements (Continued)

##### (2) Analysis of costs

During the Reporting Period, accumulated operating costs amounted to approximately RMB6,969,424,000, representing a year-on-year increase of approximately 77.49%. The cost structure of each business category is set out below:

Unit: Yuan Currency: RMB

By industry	Components of costs	Amount for the Reporting Period	Percentage in total costs for the Reporting Period (%)	By industry		Change in Percentage of the amount for the Reporting Period compared with the corresponding period last year (%)	Explanation
				Amount for corresponding period last year	Percentage in total costs for the corresponding period last year (%)		
Toll roads	-	1,780,185,521.17	25.54	1,605,164,730.55	40.88	10.90	
-	Depreciation and amortization	1,041,303,576.87	14.94	954,304,730.65	24.31	9.12	Mainly due to the year-on-year increase in traffic flow which leads to a corresponding increase in amortization of road operation rights during the Reporting Period.
-	Costs on maintenance	215,341,580.66	3.09	174,640,422.72	4.45	23.31	Mainly due to the commencement of centralized maintenance relating to road sections such as the Shanghai-Nanjing Expressway.
-	Costs on system maintenance	14,198,891.30	0.20	14,177,269.43	0.36	0.15	
-	Costs on toll collection	109,173,052.70	1.57	81,445,797.62	2.07	34.04	Mainly due to the year-on-year increase in investment in production safety during the Reporting Period.
-	Labour costs	400,168,419.64	5.74	380,596,490.13	9.69	5.14	
Ancillary services	-	832,938,376.62	11.95	892,236,576.39	22.72	-6.65	
-	Raw materials	632,046,431.10	9.07	698,075,314.79	17.78	-9.46	Mainly due to the corresponding decrease in oil procurement costs due to the decrease in oil sales volume.
-	Depreciation and amortization	34,879,400.63	0.50	33,815,677.22	0.86	3.15	
-	Labour costs	110,766,869.81	1.59	106,450,533.91	2.71	4.05	
-	Other costs	55,245,675.08	0.79	53,895,050.47	1.37	2.51	



## SECTION III MANAGEMENT DISCUSSION AND ANALYSIS

### 4. PRINCIPAL OPERATIONS DURING THE REPORTING PERIOD (CONTINUED)

#### (I) Analysis of principal businesses (Continued)

##### 1 Table of analysis of changes in relevant items in the financial statements (Continued)

##### (2) Analysis of costs

By industry	Components of costs	Amount for the Reporting Period	Percentage in total costs for the Reporting Period (%)	By industry		Change in Percentage of the amount for the Reporting Period compared with the corresponding period last year (%)	Explanation
				Amount for corresponding period last year	Percentage in total costs for the corresponding period last year (%)		
Property sales	-	84,471,749.65	1.21	168,806,371.56	4.30	-49.96	Mainly due to the smaller scale of delivery of property projects by the subsidiaries during the Reporting Period as compared with the corresponding period of the previous year.
Electricity sales	-	174,833,657.17	2.51	171,257,113.09	4.36	2.09	Mainly due to the year-on-year increase in assets depreciation of newly connected photovoltaic projects at the end of last year.
Construction period costs	-	4,018,362,207.04	57.66	1,003,842,165.73	25.57	300.30	Mainly due to the year-on-year increase in investment in the construction of road and bridge projects during the Reporting Period.
Other business	-	78,632,861.73	1.13	85,355,320.38	2.17	-7.88	Mainly due to the decrease in interest expenses for factoring business following the transfer of equity interest in Factoring Company by a subsidiary in 2023.

## SECTION III MANAGEMENT DISCUSSION AND ANALYSIS

### 4. PRINCIPAL OPERATIONS DURING THE REPORTING PERIOD (CONTINUED)

#### (I) Analysis of principal businesses (Continued)

##### 2. Description of material change in business type, profit composition or profit source of the Company during the Reporting Period

Applicable  Not Applicable

#### (II) Explanation on major changes in profits caused by non-principal business

Applicable  Not Applicable

#### (III) Analysis of assets and liabilities

Applicable  Not Applicable

##### 1. Assets and Liabilities

Unit: Yuan Currency: RMB

Item	Amount as at the end of the Reporting Period	Percentage in the total assets as at the end of the Reporting Period (%)	Amount as at the end of the previous period	Percentage in the total assets as at the end of the previous period (%)	Percentage change of the amount as at the end of the Reporting Period as compared to that as at the end of the previous year (%)	Explanations on changes
Cash at bank and on hand	690,499,274.40	0.82	862,161,074.06	1.10	-19.91	Mainly due to the repayment of part of the Group's borrowings with its own funds during the Reporting Period.
Accounts receivable	1,910,804,668.51	2.26	1,650,030,300.22	2.10	15.80	Mainly due to the increase in the amount of state subsidies receivable for on-grid power stations and real estate sales as at the end of the Reporting Period as compared to the beginning of the period.
Inventories	2,144,951,408.32	2.54	2,238,246,666.22	2.85	-4.17	Mainly due to the delivery and transfer of real estate projects by the subsidiaries during the Reporting Period.

## SECTION III MANAGEMENT DISCUSSION AND ANALYSIS

## 4. PRINCIPAL OPERATIONS DURING THE REPORTING PERIOD (CONTINUED)

## (III) Analysis of assets and liabilities (Continued)

## 1. Assets and Liabilities (Continued)

Item	Amount as at the end of the Reporting Period	Percentage in the total assets as at the end of the Reporting Period (%)	Amount as at the end of the previous period	Percentage in the total assets as at the end of the previous period (%)	Percentage change of the amount as at the end of the Reporting Period as compared to that as at the end of the previous year (%)	Explanations on changes
Long-term equity investments	12,342,772,689.69	14.60	11,882,583,176.73	15.11	3.87	Mainly due to the investment income contributed by associates during the Reporting Period.
Fixed assets	7,348,342,986.13	8.69	7,595,044,911.05	9.66	-3.25	Mainly due to the provision for depreciation during the Reporting Period.
Short-term borrowings	910,852,653.00	1.08	1,003,987,152.92	1.28	-9.28	Mainly due to the decrease in short-term loans from financial institutions during the Reporting Period as compared to the beginning of the period.
Contract liabilities	34,885,647.12	0.04	39,662,422.59	0.05	-12.04	Mainly due to the delivery of real estate projects by the subsidiaries during the Reporting Period.
Long-term borrowings	19,461,415,287.40	23.02	19,449,100,982.09	24.73	0.06	Mainly due to the increase in borrowings for road and bridge projects under construction during the Reporting Period as compared to the beginning of the period.
Financial assets held for trading	5,373,843,449.30	6.36	3,663,586,404.72	4.66	46.68	Mainly due to the increase in wealth management products held by the Group at the end of the Reporting Period as compared to the beginning of the period.

## SECTION III MANAGEMENT DISCUSSION AND ANALYSIS

### 4. PRINCIPAL OPERATIONS DURING THE REPORTING PERIOD (CONTINUED)

#### (III) Analysis of assets and liabilities (Continued)

##### 1. Assets and Liabilities (Continued)

Item	Amount as at the end of the Reporting Period	Percentage in the total assets as at the end of the Reporting Period (%)	Amount as at the end of the previous period	Percentage in the total assets as at the end of the previous period (%)	Percentage change of the amount as at the end of the Reporting Period as compared to that as at the end of the previous year (%)	Explanations on changes
Bills receivable	14,196,578.12	0.02	8,663,103.00	0.01	63.87	Mainly due to the increase in subsidiaries' bank acceptance bills receivable as at the end of the Reporting Period as compared to the beginning of the period.
Prepayments	9,075,949.17	0.01	6,112,638.02	0.01	48.48	Mainly due to the increase in prepayments for various services as at the end of the Reporting Period as compared to the beginning of the period.
Other receivables	294,893,703.75	0.35	61,589,717.54	0.08	378.80	Mainly due to the cash dividends declared but not yet paid by associates and the compensation regarding the termination of toll collection recognized by the Luma First Class Highway during the Reporting Period.
Non-current assets due within one year	59,861,820.93	0.07	119,723,641.87	0.15	-50.00	Mainly due to the receipt of the installment payment in relation to the sale of the Hanrui Center project by Hanwei Company during the Reporting Period.
Other current assets	183,068,751.08	0.22	126,659,049.37	0.16	44.54	Mainly due to the increase in the deductible input tax during the Reporting Period as compared to the beginning of the period.
Investments in other equity instruments	7,471,110,044.00	8.84	6,822,989,652.00	8.67	9.50	Mainly due to the increase in the book value of the Group's investments in other equity instruments recognized at fair value during the Reporting Period.

## SECTION III MANAGEMENT DISCUSSION AND ANALYSIS

## 4. PRINCIPAL OPERATIONS DURING THE REPORTING PERIOD (CONTINUED)

## (III) Analysis of assets and liabilities (Continued)

## 1. Assets and Liabilities (Continued)

Item	Amount as at the end of the Reporting Period	Percentage in the total assets as at the end of the Reporting Period (%)	Amount as at the end of the previous period	Percentage in the total assets as at the end of the previous period (%)	Percentage change of the amount as at the end of the Reporting Period as compared to that as at the end of the previous year (%)	Explanations on changes
Other non-current financial assets	2,855,589,449.77	3.38	2,912,377,965.03	3.70	-1.95	Mainly due to the recovery of part of the principal amount of other non-current financial assets and the decrease in the fair value of other non-current financial assets held during the Reporting Period as compared to the beginning of the period.
Construction in progress	57,719,812.55	0.07	87,693,849.80	0.11	-34.18	Mainly due to the certain projects under construction was completed and transferred during the Reporting Period.
Intangible assets	42,761,754,177.89	50.59	39,861,699,681.34	50.68	7.28	Mainly due to the increase in investments in the construction of road and bridge projects during the Reporting Period.
Other non-current assets	425,406,297.13	0.50	184,014,945.73	0.23	131.18	Mainly due to the increase in the deductible input tax more than one year during the Reporting Period as compared to the beginning of the period.
Bills payable	200,150,000.00	0.24	252,900,000.00	0.32	-20.86	Mainly due to the decrease in bank acceptance bills issued by subsidiaries at the end of the Reporting Period as compared to the beginning of the period.
Other payables	2,740,195,746.71	3.24	341,841,510.15	0.43	701.60	Mainly due to the cash dividends declared but not yet paid during the Reporting Period.
Other current liabilities	2,603,281,895.65	3.08	1,927,281,542.83	2.45	35.08	Mainly due to the increase in the balance of ultra-short-term notes at the end of the Reporting Period as compared to the beginning of the period.

## SECTION III MANAGEMENT DISCUSSION AND ANALYSIS

### 4. PRINCIPAL OPERATIONS DURING THE REPORTING PERIOD (CONTINUED)

#### (III) Analysis of assets and liabilities (Continued)

##### 1. Assets and Liabilities (Continued)

Item	Amount as at the end of the Reporting Period	Percentage in the total assets as at the end of the Reporting Period (%)	Amount as at the end of the previous period	Percentage in the total assets as at the end of the previous period (%)	Percentage change of the amount as at the end of the Reporting Period as compared to that as at the end of the previous year (%)	Explanations on changes
Bonds payable	6,989,521,632.70	8.27	7,984,206,539.05	10.15	-12.46	Mainly due to the adjustment of RMB1 billion of corporate bonds due within one year to non-current liabilities due within one year during the Reporting Period.
Deferred tax liabilities	817,568,404.94	0.97	640,181,902.82	0.81	27.71	Mainly due to the adjustment to other comprehensive income based on the fair value of investments in other equity instruments held by the Group and the corresponding adjustment to deferred income tax liabilities during the Reporting Period.
Total assets	84,527,077,631.32	100.00	78,661,443,944.36	100.00	7.46	
Total gearing ratio	47.20	-	48.02	-	Decreased by 0.82 percentage point	
Net gearing ratio	89.40	-	92.38	-	Decreased by 2.98 percentage points	

#### Other explanations

During the Reporting Period, the aggregated amount of wealth management products purchased by the Group from any bank did not reach or exceed 5% of the total assets (adjusted by deducting dividends payable according to the Listing Rules) or market value of the Group.

Total gearing ratio is calculated by dividing liabilities by total assets; and net gearing ratio is calculated by dividing liabilities by shareholders' equity.



## SECTION III MANAGEMENT DISCUSSION AND ANALYSIS

### 4. PRINCIPAL OPERATIONS DURING THE REPORTING PERIOD (CONTINUED)

#### (III) Analysis of assets and liabilities (Continued)

##### 2. Overseas Assets

Applicable  Not Applicable

##### (1) Amount of assets

Including: Overseas assets in the amount of USD53,884.50, representing 0.0004522% of the Group's total assets.

The overseas assets mainly represented the balance of monetary funds of Ninghu International Company at the end of the Reporting Period.

##### (2) Relevant explanation on high proportion of overseas assets

Applicable  Not Applicable

Other explanations

Nil.

##### 3. Major restricted assets as at the end of the Reporting Period

Applicable  Not Applicable

Unit: Yuan Currency: RMB

Item	Book value as at the end of the Reporting Period	Reasons for restriction
Bank deposits	10,007,500.00	Security deposits for notes
Intangible assets	25,467,789,715.27	Pledge of toll road operation rights of expressways
Accounts receivable	1,036,862,883.30	Pledge of right to charge electricity tariffs
Total	<u>26,514,660,098.57</u>	

## SECTION III MANAGEMENT DISCUSSION AND ANALYSIS

### 4. PRINCIPAL OPERATIONS DURING THE REPORTING PERIOD (CONTINUED)

#### (III) Analysis of assets and liabilities (Continued)

#### 3. Major restricted assets as at the end of the Reporting Period (Continued)

##### (1) Explanation for restricted bank deposits

As at the end of the Reporting Period, the Group's restricted bank deposits mainly represented security deposits for notes, which were the deposits collected by financial institutions on a pro-rata basis for commercial bills drawn by Longtan Bridge Company, YS Energy Company and Guangjing Xicheng Company in accordance with regulatory requirements.

##### (2) Explanation for restricted intangible assets

Guangjing Xicheng Company, a subsidiary of the Group, entered into a loan contract with Wuxi Branch of Industrial and Commercial Bank of China in respect of a loan of RMB1,200,000,000 in aggregate, which was secured by the toll road operation right of Guangjing Expressway. As at the end of the Reporting Period, the loan balance amounted to RMB180,000,000.

Wufengshan Toll Bridge Company, a subsidiary of the Group, entered into loan contracts with the Jiangsu Sub-branch (directly administered) of China Construction Bank, the Jiangsu Branch of China Development Bank, the Jiangsu Branch of Bank of Communications, the Nanjing Branch of Postal Savings Bank of China, the Nanjing Chengnan Sub-branch of Industrial and Commercial Bank of China and the Nanjing Branch of China Merchants Bank with a total amount of RMB2,000,000,000, RMB2,500,000,000, RMB1,500,000,000, RMB1,200,000,000, RMB1,500,000,000 and RMB2,500,000,000, respectively, which were secured by the toll road operation rights of certain part of Wufengshan Toll Bridge and the North-South Connection. As at the end of the Reporting Period, the loan balance amounted to RMB1,559,000,000, RMB162,000,000, RMB834,407,000, RMB962,212,000, RMB357,500,000 and RMB1,152,000,000, respectively.

Longtan Bridge Company, a subsidiary of the Group, entered into loan contracts with the Jiangsu Branch of China Development Bank, the Jiangsu Branch of China Merchants Bank and the Jiangsu Branch of Bank of China with a total amount of RMB2,000,000,000, RMB1,000,000,000 and RMB1,200,000,000, respectively, which were secured by the toll road operation rights of Longtan Cross-river Channel. As at the end of the Reporting Period, the loan balance amounted to RMB301,000,000, RMB200,000,000 and RMB200,000,000, respectively.

Longtan Bridge Company, a subsidiary of the Group, entered into a loan contract with the Jiangsu Branch of China Development Bank with a total amount of RMB1,000,000,000, which was secured by the toll road operation rights of Longtan Bridge North Connection Project. As at the end of the Reporting Period, the loan balance amounted to RMB1,000,000.

## SECTION III MANAGEMENT DISCUSSION AND ANALYSIS

### 4. PRINCIPAL OPERATIONS DURING THE REPORTING PERIOD (CONTINUED)

#### (III) Analysis of assets and liabilities (Continued)

##### 3. Major restricted assets as at the end of the Reporting Period (Continued)

###### (2) Explanation for restricted intangible assets (Continued)

Guangjing Xicheng Company, a subsidiary of the Group, entered into a loan contract with the Jiangsu Branch of China Development Bank with a total amount of RMB1,500,000,000, which was secured by the toll road operation rights of Xiyi Expressway. As at the end of the Reporting Period, the loan balance amounted to RMB100,000,000.

Changyi Company, a subsidiary of the Group, entered into loan contracts with the Nanjing Branch of Postal Savings Bank of China, the Wuxi Chengzhong Sub-branch of Agricultural Bank of China, the Wuxi Branch of Industrial and Commercial Bank of China, the Nanjing Chengzhong Sub-branch of China Bank of Communications and the Nanjing Zhongshan South Road Sub-branch of China Construction Bank with a total amount of RMB500,000,000, RMB382,900,000, RMB2,000,000,000, RMB8,000,000,000 and RMB250,000,000, respectively, which were secured by the toll road operation rights of Changyi Expressway. As at the end of the Reporting Period, the loan balance amounted to RMB46,210,000, RMB348,000,000, RMB550,500,000, RMB580,887,500 and RMB249,900,000, respectively.

Yichang Company, a subsidiary of the Group, entered into loan contracts with the Nanjing Branch of Postal Savings Bank of China, the Wuxi Branch of Industrial and Commercial Bank of China, the Jiangsu Branch of China Development Bank, Bank of Communications and the Nanjing Zhongshan South Road Sub-branch of China Construction Bank with a total amount of RMB500,000,000, RMB2,400,000,000, RMB2,000,000,000, RMB300,000,000 and RMB200,000,000, respectively, which were secured by the toll road operation rights of Yichang Expressway. As at the end of the Reporting Period, the loan balance amounted to RMB371,900,000, RMB475,000,000, RMB374,000,000, RMB43,340,000 and RMB199,900,000, respectively.

###### (3) Explanation for restricted accounts receivable

Rudong Company, a subsidiary of the Group, entered into a loan contract with the Jiangsu Branch of China Development Bank with a total loan amount of RMB4,000,000,000, and entered into a supplemental agreement in March 2023 to revise the total loan amount to be RMB2,663,000,000. The loan contract is secured by electricity charge collection rights of the project in addition to the guarantee provided by the Company. As at the end of the Reporting Period, the loan balance amounted to RMB2,370,000,000.

## SECTION III MANAGEMENT DISCUSSION AND ANALYSIS

### 4. PRINCIPAL OPERATIONS DURING THE REPORTING PERIOD (CONTINUED)

#### (III) Analysis of assets and liabilities (Continued)

##### 4. Other explanations

Applicable  Not Applicable

##### (1) Capital expenditure

During the Reporting Period, the Group incurred investment expenditure (as planned) in a sum of approximately RMB4,113,307,000, representing an increase of approximately RMB2,991,039,000 (representing an increase of approximately 266.52%) from RMB1,122,268,000 in the corresponding period of the prior year, mainly due to the year-on-year increase in investments in the construction of road and bridge projects of the Group. The investment projects conducted by the Group and amount incurred during the Reporting Period are as follows:

Names of Investment Projects	Amount (RMB)
Longtan Bridge and North Connection Project	927,429,240.36
Xiyi Expressway South Section Widening Project	275,119,664.68
Wuxi to Taicang Expressway Construction Project	2,815,813,302.00
Investment in Three Gorges New Energy Taizhou Power Generation Co., Ltd. (三峡新能泰州发电有限公司)	10,800,000.00
Investment in Three Gorges YS Taizhou Hailing Power Generation Co., Ltd. (三峡云杉泰州海陵发电有限公司)	360,000.00
Investment in Jiangsu Communications Holding Renewable Energy Jiangsu Company (Note)	600,000.00
Alteration and expansion of the service areas and toll collection points	3,202,657.85
Three major systems and informatization construction project	12,005,324.67
Photovoltaic power generation project	13,161,256.17
Other capital expenditure of the Group	54,815,432.20
Total	<u>4,113,306,877.93</u>

Note: This item represents the capital investment in a subsidiary of the Company.

## SECTION III MANAGEMENT DISCUSSION AND ANALYSIS

### 4. PRINCIPAL OPERATIONS DURING THE REPORTING PERIOD (CONTINUED)

#### (III) Analysis of assets and liabilities (Continued)

##### 4. Other explanations (Continued)

##### (2) Capital structure and solvency

The Group attached great importance to maintaining a reasonable capital structure and continuously improved its profitability in order to maintain the Group's good credit rating and sound financial position. As at the end of the Reporting Period, the total liabilities of the Group amounted to approximately RMB39,899,081,000. The overall gearing ratio of the Group was approximately 47.20%, a decrease of approximately 0.82 percentage point from the end of the previous period. In view of the Group's stable and abundant operating cash flow and sound capacity of financing and capital management, the management believes that the gearing ratio remained at a safe level at the end of the Reporting Period.

##### (3) Financial strategy and financing arrangement

During the Reporting Period, the Group actively expanded its financing channels, adjusted its debt structure and reduced financing costs. Through adopting a proactive financing strategy, the Company was able to meet the funding needs of its operation and management and project investment and controlled the financing costs effectively. The Group's borrowing requirements are not subject to seasonality. During the Reporting Period, an additional fund of RMB5,065,000,000 was obtained through direct financing, with a net decrease of direct financing of RMB325,000,000. As at 30 June 2024, the Group's borrowings amounted to RMB21,597,068,420, of which RMB4,030,711,490 were fixed-rate loans. As at the end of the Reporting Period, the balance of the principal of the interest-bearing liabilities amounted to approximately RMB33,103,882,050, representing a decrease of approximately RMB88,000,410 as compared with the beginning of the period, of which short-term interest-bearing liabilities accounted for approximately 10.48% and long-term interest-bearing liabilities accounted for approximately 89.52%. The rate of the consolidated borrowing costs on new interest-bearing liabilities of the Group was approximately 2.19%, representing a year-on-year decrease of approximately 0.16 percentage point, approximately 1.33 percentage points lower than the loan prime rate (LPR) for the same period (the amounts stated above are exclusive of interest). Details of the main financing activities during the Reporting Period are set out in Section IX Information on Bonds.

## SECTION III MANAGEMENT DISCUSSION AND ANALYSIS

### 4. PRINCIPAL OPERATIONS DURING THE REPORTING PERIOD (CONTINUED)

#### (III) Analysis of assets and liabilities (Continued)

##### 4. Other explanations (Continued)

###### (4) Credit policy

In order to minimize credit risk, the Group controls credit limits, performs credit approvals and implements other control procedures to ensure that necessary follow-up actions are taken to recover matured debts. In addition, the Group reviews the recovery of its receivables on each balance sheet date to ensure that adequate provisions are made for credit impairment. In view of the above, the management considers that the Group's credit risk is relatively low.

###### (5) Contingencies

As a common practice in the real estate industry, Ninghu Properties Company and Hanwei Company, subsidiaries of the Group, provide joint and several guarantees in connection with mortgage loans granted to buyers of commodity housing properties. The guarantee obligation shall begin from the effective date of a guarantee contract and cease when the registration of mortgage in respect of a purchased property is completed and the Building Right Encumbrances Certificate is submitted to the bank. As at 30 June 2024, the outstanding guarantees amounted to approximately RMB85,054,000.

###### (6) Borrowings in foreign currencies

The Group obtained a loan of USD9,800,000 from the Spanish Government in 1998 at the interest rate of 2% per annum. The Group shall make annual payment in relation to the repayment of the principal and interest until the loan matures on 18 July 2027. As at 30 June 2024, the balance of the loan was equivalent to approximately RMB7,946,000. On 14 July 2023, the Group borrowed a EUR66 million overseas loan from the London Branch of China Merchants Bank under domestic guarantees. The annual interest rate is set at the 3-month EURIBOR plus 75 BP, adjusted every three months, with principal repayment at maturity on 5 July 2024, and interest was payable every three months.



## SECTION III MANAGEMENT DISCUSSION AND ANALYSIS

### 4. PRINCIPAL OPERATIONS DURING THE REPORTING PERIOD (CONTINUED)

#### (IV) Analysis of investment

##### 1. Overall analysis of external equity investment

Applicable  Not Applicable

During the Reporting Period, details of the Group's material equity investments, material non-equity investments and financial assets measured at fair value are as follows:

##### (1) Material equity investments

Applicable  Not Applicable

## SECTION III MANAGEMENT DISCUSSION AND ANALYSIS

## 4. PRINCIPAL OPERATIONS DURING THE REPORTING PERIOD (CONTINUED)

## (IV) Analysis of investment (Continued)

## 1. Overall analysis of external equity investment (Continued)

## (1) Material equity investments (Continued)

Unit: '0,000 Yuan Currency: RMB

Name of Investee Corporation	Principal Business	Whether the Target is Principally Engaged in the Investment Business	Investment Method	Invested Amount	Shareholding Percentage	Whether it is consolidated in the accounts of the Group	Financial Statement Items (if applicable)	Sources of Funds	Partner (if applicable)	Investment Term (if any)	Status as at the Balance Sheet Date	Estimate Earnings (if any)	Impact on profit and loss for the current period	Whether involved in litigation	Disclosure date (if any)	Disclosure index (if any)
Xitai Company	The investment, construction and operation management of the Xitai Project	No	Newly established	325,000.00	50%	Yes	Long-term equity investment Private capital	Self-owned fund	Wuxi Transport Infrastructure Investment and Development Co., Ltd. (無錫交通基礎設施投資發展有限公司) and Suzhou Xitai Expressway Investment Co., Ltd. (蘇州市錫太高速公路投資有限公司)	-	The change of registration has been completed and the Company contributed RMB250,000,000	-	-70.48	No	27 December 2023 and 13 April 2024	For details, please refer to the Company's announcements published on the Shanghai Stock Exchange website <a href="http://www.sse.com.cn">www.sse.com.cn</a> on 27 December 2023 and 13 April 2024, as well as on the Stock Exchange website <a href="http://www.hkexnews.hk">www.hkexnews.hk</a> on 26 December 2023 and 12 April 2024.
Total	/	/	/	325,000.00	/	/	/	/	/	/	/	-	-70.48	/	/	/

## SECTION III MANAGEMENT DISCUSSION AND ANALYSIS

### 4. PRINCIPAL OPERATIONS DURING THE REPORTING PERIOD (CONTINUED)

#### (IV) Analysis of investment (Continued)

##### (2) Material non-equity investments

Applicable  Not Applicable

Investment in the construction of road and bridge project. During the Reporting Period, the Group continued to efficiently advance the construction of road and bridge projects in an orderly fashion. In the first half of 2024, the investment in the construction of the Longtan Bridge project amounted to approximately RMB422 million, and the accumulated investment in the construction of the project amounted to approximately RMB4,304 million, accounting for 68.82% of the total investment for the project. The investment in the construction of the Longtan Bridge North Connection Project amounted to approximately RMB506 million, and the accumulated investment in the construction of the project amounted to approximately RMB3,125 million, accounting for 44.75% of the total investment for the project. During the Reporting Period, the investment in the construction of the Xiyi Expressway South Section Widening Project amounted to approximately RMB275 million, and the accumulated investment in the construction of the project amounted to approximately RMB1,667 million, accounting for 21.50% of the total investment for the project. During the Reporting Period, the investment in the Xitai Project amounted to approximately RMB2,816 million, accounting for 11.64% of the total investment for the project.

## SECTION III MANAGEMENT DISCUSSION AND ANALYSIS

### 4. PRINCIPAL OPERATIONS DURING THE REPORTING PERIOD (CONTINUED)

#### (IV) Analysis of investment (Continued)

##### 1. Overall analysis of external equity investment (Continued)

##### (3) Financial assets measured at fair value

Applicable  Not Applicable

Unit: '0,000 Yuan Currency: RMB

Assets class	Opening balance	Gains or losses arising from changes in fair value for the period	Changes in accumulated fair value included in equity	Impairment provision made for the period	Purchases during the period	Disposals/redemptions during the period	Other changes	Closing balance
Private equity funds	234,262.31	-5,495.50	0.00	0.00	0.00	9,644.46	0.00	219,122.35
Stocks	682,298.96	-	64,812.04	0.00	0.00	0.00	0.00	747,111.00
Others	423,334.12	9,386.82	0.00	0.00	1,374,400.00	1,203,300.00	0.00	603,820.94
<b>Total</b>	<b>1,339,895.39</b>	<b>3,891.32</b>	<b>64,812.04</b>	<b>0.00</b>	<b>1,374,400.00</b>	<b>1,212,944.46</b>	<b>0.00</b>	<b>1,570,054.29</b>

*Note:* Private equity funds include CDB Kai Yuan Phase II Fund, Zhongbei Zhiyuan Fund and Luode Huizhi Fund held by the Company during the Reporting Period. For details, please refer to "Investments in private equity funds" below.

Stocks include shares of Bank of Jiangsu and Jiangsu Leasing Company held by the Company during the Reporting Period. For details, please refer to the table below entitled "Investment in securities".

Others include Fuanda Advantageous Growth Fund, wealth management products and convertible bonds issued by Jiangsu Leasing Company held by the Company during the Reporting Period. During the Reporting Period, Ninghu Investment Company, a subsidiary of the Company, held Fuanda Advantageous Growth Fund which was purchased in 2011, being approximately 10,000,000 units in total with a net value of approximately RMB26,586,000 at the beginning of the Reporting Period. Investment cost amounted to approximately RMB9,999,000. There was a decrease in fair value of approximately RMB743,000 during the Reporting Period with an increase in accumulated fair value of approximately RMB15,844,000.

## SECTION III MANAGEMENT DISCUSSION AND ANALYSIS

### 4. PRINCIPAL OPERATIONS DURING THE REPORTING PERIOD (CONTINUED)

#### (IV) Analysis of investment (Continued)

##### 1. Overall analysis of external equity investment (Continued)

##### (3) Financial assets measured at fair value (Continued)

Investment in securities

Applicable  Not Applicable

Unit: '0,000 Yuan Currency: RMB

Type of securities	Stock code	Abbreviation of securities	Initial investment cost	Source of funds	Opening carrying amount	Gains or losses arising from changes in fair value for the period	Accumulative fair value changes included in equity	Purchases during the period	Disposals during the period	Investment gains or losses for the period	Closing carrying amount	Accounting Accounts
Stocks	600919	Bank of Jiangsu Jiangsu Financial	462,953.09	Own funds	523,740.56	-	57,932.44	-	-	36,794.93	581,673.00	Investments in other equity instruments
Stocks	600901	Leasing	27,089.85	Own funds	158,558.40	-	6,879.60	-	-	10,483.20	165,438.00	Investments in other equity instruments
Total	/	/	490,042.94	/	682,298.96	-	64,812.04	-	-	47,278.13	747,111.00	/

*Note:* As at 30 June 2024, the Group held 782,870,800 shares in Bank of Jiangsu (stock code: 600919) (representing 4.27% of the equity in Bank of Jiangsu) with a market value of approximately RMB5,816,730,000, representing approximately 6.88% of the total assets of the Group. Bank of Jiangsu was opened for business on 24 January 2007 and is one of the 19 systemically important banks in China and the largest corporate bank in Jiangsu Province. By the end of March 2024, the total assets of Bank of Jiangsu reached RMB3.67 trillion, ranked 66th among the top 1,000 global banks in 2024 and maintained its position as one of the top 100 global banks. From 2018 onwards, Bank of Jiangsu's ranking has gradually improved from No. 91 to No. 66, maintaining a favorable development trend and continuously enhancing its comprehensive strength and market competitiveness. The Company has continuously invested in the equity of Bank of Jiangsu from 2013 to 2022, received significant annual cash dividend income (the dividend income received from Bank of Jiangsu during the Reporting Period amounted to RMB367,949,300), effectively enhancing the Company's profit level. Bank of Jiangsu demonstrated a solid performance in recent years. The Group's investment in Bank of Jiangsu is based on the Company's confidence in its future development and recognition of its value growth, which is conducive to the Company's sound operation, expanding profit channels and creating greater value for the shareholders.

## SECTION III MANAGEMENT DISCUSSION AND ANALYSIS

### 4. PRINCIPAL OPERATIONS DURING THE REPORTING PERIOD (CONTINUED)

#### (IV) Analysis of investment (Continued)

##### 1. Overall analysis of external equity investment (Continued)

##### (3) Financial assets measured at fair value (Continued)

Explanation on investment in securities

Applicable  Not Applicable

Investment in private equity funds

Applicable  Not Applicable

Private equity funds include CDB Kai Yuan Phase II Fund, Zhongbei Zhiyuan Fund and Luode Huizhi Fund held by the Company during the Reporting Period.

During the Reporting Period, Ninghu Investment Company held the CDB Kai Yuan Phase II Fund subscribed in 2016, with a net value of approximately RMB1,679,195,000 at the beginning of the Reporting Period and an investment cost of RMB1,073,059,000. The investment recovered during the Reporting Period was approximately RMB61,695,000, with an investment income of approximately RMB44,189,000. As at the end of the Reporting Period, its net value was approximately RMB1,562,690,000. There was a decrease in fair value of approximately RMB54,810,000 during the Reporting Period, and the accumulated increase in fair value was approximately RMB551,326,000.

During the Reporting Period, Ninghu Investment Company held Zhongbei Zhiyuan Fund subscribed in 2019, where the net value at the beginning of the Reporting Period was approximately RMB245,140,000, the investment cost was RMB275,019,000. The net value at the end of the Reporting Period was approximately RMB245,030,000. The decrease in fair value during the Reporting Period was approximately RMB110,000, and the accumulated decrease in fair value was approximately RMB29,989,000.

During the Reporting Period, Ninghu Investment Company held Luode Huizhi Fund subscribed in 2020, where the net value at the beginning of the Reporting Period was approximately RMB418,288,000, the investment cost was RMB480,000,000, the investment recovery during the Reporting Period was RMB34,750,000, and the net value at the end of the Reporting Period was approximately RMB383,504,000. The decrease in fair value during the Reporting Period was approximately RMB34,000 and the accumulated decrease in fair value was approximately RMB61,746,000.

Investment in derivatives

Applicable  Not Applicable

## SECTION III MANAGEMENT DISCUSSION AND ANALYSIS

### 4. PRINCIPAL OPERATIONS DURING THE REPORTING PERIOD (CONTINUED)

#### (V) Material disposal of assets and equity interests

Applicable  Not Applicable

#### (VI) Analysis of major subsidiaries and investee companies

Applicable  Not Applicable

##### 1. Operations of major subsidiaries

Unit: Yuan Currency: RMB

Name of company	Principal business	Investment cost	Equity interest attributable to the Company %	Total assets	Net assets	Net profit	Percentage of the Company's net profit %	Year-on-year increase/decrease in net profit %
Guangjing Xicheng Company (Note 1)	Expressway construction, management, maintenance and toll collection	2,125,000,000	85	16,577,772,365.79	9,457,103,772.20	521,708,101.63	18.12	14.18
Zhendan Company	Expressway construction, management, maintenance and toll collection	423,910,000	70	1,573,419,626.77	328,300,358.47	-19,568,854.6	-	3.25
Wufengshan Toll Bridge Company (Note 2)	Expressway construction, management, maintenance and toll collection	3,112,980,000	64.5	12,308,072,741.84	5,007,767,890.51	162,780,612.68	5.65	73.41
Ninghu Investment Company (Note 3)	Investments in various types of infrastructure, industries and assets	2,154,434,377.98	100	3,532,354,995.17	3,394,066,991.07	36,849,181.82	1.28	-53.57
Ninghu Properties Company (Note 4)	Real estate development, operation and consultancy	500,000,000	100	2,325,486,326.50	1,240,601,322.88	-14,952,648.89	-	-
Hanwei Company (Note 4)	Real estate development and operation	374,499,800	100	1,498,688,052.95	254,274,085.46	15,514,654.49	0.54	49.90
Yangtze River Management Company	Expressway construction, management and maintenance	50,000,000	100	64,075,214.72	58,945,018.90	1,962,950.03	0.07	188.66
Longtan Bridge Company	Expressway construction, management, maintenance and toll collection	2,596,010,000	57.33	7,910,553,258.09	5,057,938,336.08	-27,705.06	-	-
Ninghu International Company	Overseas infrastructure investment	732,310.87	100	382,225.55	91,210.93	-5,536.34	-	808.65
Yangtze Commerce and Energy Company	Operation and management of expressway service areas and other ancillary facilities	100,000,000	100	105,244,082.39	102,296,878.10	237,787.64	0.01	-68.34
YS Energy Company (Note 5)	Investment, development and operation management of photovoltaic power generation and wind power generation	2,073,782,181.20	100	6,720,492,590.81	2,971,683,541.97	127,591,973.30	4.43	-7.69
Xitai Company	Expressway construction, management, maintenance and toll collection	250,000,000	50	2,817,358,248.73	2,817,108,248.73	-704,823.27	-	-



## SECTION III MANAGEMENT DISCUSSION AND ANALYSIS

### 4. PRINCIPAL OPERATIONS DURING THE REPORTING PERIOD (CONTINUED)

#### (VI) Analysis of major subsidiaries and investee companies (Continued)

##### 1. Operations of major subsidiaries (Continued)

*Note 1:* During the Reporting Period, benefiting from the increase in the fair value of the convertible bonds of Jiangsu Leasing Company held by Guangjing Xicheng Company, the rise in the operating results of the associates, the increase in dividends paid by Jiangsu Leasing Company, as well as the termination of toll collection and recognition of gain on disposal of assets for Luma First Grade Highway, Guangjing Xicheng Company recorded a year-on-year increase in net profit.

*Note 2:* During the Reporting Period, benefiting from the increase in traffic volume of the road network, the operating revenue of the road and bridge operations of Wufengshan Toll Bridge Company saw a corresponding increase, leading to a significant year-on-year improvement in its operating results.

*Note 3:* During the Reporting Period, Ninghu Investment Company recorded a year-on-year decrease in its net profit as a result of a decrease in the fair value of the other non-current financial assets held by it and the corresponding decrease in the factoring income after the transfer of the equity interest in the Factoring Company last year.

*Note 4:* During the Reporting Period, for the operational performance and changes in the operating results of Ninghu Properties Company and Hanwei Company, please refer to the section headed "Property business" in this announcement.

*Note 5:* During the Reporting Period, benefiting from factors such as weather, the on-grid electricity generated by both the offshore wind power projects and the photovoltaic projects operated by YS Energy Company saw a year-on-year increase. However, due to the increase in depreciation of assets of newly connected photovoltaic project at the end of last year, as well as the deduction of relevant operation assessment and auxiliary service fees from the revenue generated from the sales of electricity in accordance with relevant regulations, YS Energy Company recorded a year-on-year decrease in its operating results.

## SECTION III MANAGEMENT DISCUSSION AND ANALYSIS

### 4. PRINCIPAL OPERATIONS DURING THE REPORTING PERIOD (CONTINUED)

#### (VI) Analysis of major subsidiaries and investee companies (Continued)

##### 2. Operations of key associates

During the Reporting Period, the associates of the Group contributed an investment income of approximately RMB484,931,000 to the Group, representing a year-on-year increase of approximately 5.02%, mainly due to the year-on-year increase in the operating results of associates in both the road and bridge segment and the financial segment. Operating results of certain key associates are set out below:

Unit: Yuan Currency: RMB

Name of Company	Principal business	Investment cost	Equity interest attributable to the Company %	Net profit attributable to the shareholders of the associates	Contribution to investment income	Percentage of the Company's net profit %	Year-on-year increase/decrease %
Suzhou Expressway Company	Mainly responsible for the management and operation of Sujiahang Expressway and Changjia Expressway	957,700,163.00	23.86	278,033,822.17	66,338,869.97	2.41	2.12
Yangtze Bridge Company	Mainly responsible for the management and operation of Jiangyin Bridge	631,159,243.00	26.66	719,628,193.47	191,852,876.38	6.98	4.29
Yanjiang Company	Mainly responsible for the management and operation of Yanjiang Expressway	1,466,200,000.00	25.15	418,733,665.51	115,570,491.68	4.20	10.30
Zijin Trust Company	Mainly engaged in trust investment business, etc. approved by laws and regulations or the China Banking Regulatory Commission	1,989,582,000.00	20.00	163,650,150.00	32,730,030.00	1.19	27.07

#### (VII) Structured entities controlled by the Company

Applicable  Not Applicable

## SECTION III MANAGEMENT DISCUSSION AND ANALYSIS

### 5. OTHER DISCLOSURES

#### (I) Possible risks

Applicable  Not Applicable

Taking into consideration the macro environment and current business status, the Group is mainly exposed to the following risks:

#### 1. Risks associated with industry policy

**Risk analysis:** The Group is primarily engaged in the investment, construction, operation and management of toll roads and bridges, and toll revenue is the major source of revenue for the Group. Any adjustment or change in industry policy, national macro-control policy or tax policy will have direct or indirect impact on the Group's operating revenue, and thus the Group is exposed to operational risks arising from industry policy.

**Counter-measures:** The Group will pay close attention to the developments of relevant policies, and get a clear understanding of such policies. It will establish a dynamic tracking and assessment mechanism and enhance the contact and communication with the relevant government authorities, especially transportation, financial, taxation and pricing departments so that it can adjust its business decisions accordingly in a timely manner and develop new profit growth points to reduce downward pressure on toll revenue. Meanwhile, the Group will diversify its business operations by commencing various activities relating to its principal business so as to reduce the risks arising from relatively simple business portfolio.

#### 2. Risks associated with competition pattern

**Risk analysis:** As the expressway network is improving gradually, companies operating in the industry face increasingly fierce competition. The opening of roads and bridges that may serve as alternatives to those of the Group may reduce the market share and revenue growth of the Group; and the on-going expansion of railway network in Jiangsu Province will squeeze the existing market share of the Group and affect the future development of the principal business of the Group.

**Counter-measures:** The Group will establish high quality traffic condition and road appearance to create comfortable travelling environment and establish sound brand image; construct a coordinated platform for road network operation to improve road information sharing and control capacity and the service quality; promote the construction of "smart expressway" to explore the 5G scenario application and increase the dependence of the drivers and passengers on the roads of the Group. Meanwhile, the Group will pay close attention to regional planning of road networks and formulate strategies accordingly in a timely manner and enhance its resilience.

## SECTION III MANAGEMENT DISCUSSION AND ANALYSIS

### 5. OTHER DISCLOSURES (CONTINUED)

#### (I) Possible risks (Continued)

##### 3. Risks associated with project investment

Risk analysis: The Group's road and bridge projects under construction and new road and bridge projects are affected by local economic, political and other related factors, and hence there is a risk that future returns may fall short of expectations. In addition, investments in financial and quasi-financial products may involve risks of loss and gain due to market fluctuations or systematic risks.

Counter-measures: The Group will improve the mechanism for recruitment and cultivation of professional talents and boost its project research capacity to enhance the forward-looking judgment and increase the chances of successful investment. Besides, the Group will strengthen its internal control measures on external investment and establish scientific investment decision-making procedures to reduce investment risks.

##### 4. Risks associated with lower-than-expected rate of destocking of properties

Risk analysis: Due to its long industry chain and cycle, the real estate sector is more susceptible to the changes in market environment and policies. Economic operation environment, changes in fiscal and monetary policies and the policies for taming the property market may affect the sales cycle and sales performance of the Group's real estate business, leading to an extension of the real estate sales cycle and affecting the progress of destocking and the exit of real estate funds.

Counter-measures: It will establish a risk management system and normalized risk appraisal mechanism, stay up-to-date with policies concerning the industry and the developments of the macro-economy and the industry and integrate risk management into real estate projects. Besides, it will reinforce specialized management of projects, build up its capability to gain insights into government policy and market development trends, convert business ideas to partially serve the development relating to the transformation and upgrade of main business, adopt effective prevention measures, step up efforts to accelerate destocking, and strengthen the management and control of real estate funds, so as to minimize risks.

## SECTION III MANAGEMENT DISCUSSION AND ANALYSIS

### 5. OTHER DISCLOSURES (CONTINUED)

#### (II) Other disclosures

Applicable  Not Applicable

#### 1 Capital expenditures plan

For the second half of 2024, the main capital expenditures of the Group are expected to be as follows:

Name of Investment Projects	Amount (RMB)
Longtan Bridge and North Connection Project	1,572,570,759.64
Xiyi Expressway South Section Widening Project	874,880,335.32
Wuxi to Taicang Expressway Construction Project	4,984,186,698.00
Investment in Three Gorges New Energy Taizhou Power Generation Co., Ltd.	14,800,000.00
Investment in Three Gorges YS Taizhou Hailing Power Generation Co., Ltd.	10,000,000.00
Investment in Jiangsu Communications Holding Renewable Energy Jiangsu Company (Note)	80,000,000.00
Alteration and expansion of the service areas and toll collection points	895,854.13
Three major systems and informatization construction project	86,720,198.38
Photovoltaic power generation project	100,000,000.00
Other capital expenditure of the Group	133,153,532.80
Total	<u>7,857,207,378.27</u>

Note: This item represents the capital investment in the subsidiary of the Company.

Furthermore, the Company will actively seek quality investment opportunities in its main business of roads and bridges, to further consolidate and enhance the Company's core competitiveness in the field of transportation infrastructure.

## SECTION III MANAGEMENT DISCUSSION AND ANALYSIS

### 5. OTHER DISCLOSURES (CONTINUED)

#### (II) Other disclosures (Continued)

##### 2. Financing plan

On the basis of fully leveraging its own capital, the Group timely adjusted its financing strategy based on the condition of the capital market, while further optimizing its debt structure and reducing capital risks so as to satisfy the funding needs for its operation and development. Meanwhile, the Group is actively exploring various types of financing channels, which will not only provide the Group with efficient funds support for its development, but also plan ahead for its future layout. As of the end of the Reporting Period, the Group's available unutilized bank loan facilities with a time limit over one year were not less than RMB10.0 billion; and it plans to apply for registration of corporate bonds of RMB8.0 billion and registration of notes in 2024 and 2025: (1) two batches of ultra-short term notes with an issuance scale of not more than RMB4 billion (i.e. not more than RMB8 billion in total) and (2) medium-term notes with an issuance scale of not more than RMB4 billion, respectively. The credit line will be sufficient for supporting capital expenditure, debt roll-over and business development of the Group. If other capital expenditure is required under special cases, the Group will adjust its financing plan based on the size of expenditure and the actual cash flow condition. Moreover, the resolution on the general mandate to issue additional A or H shares was considered and approved at the 2023 annual general meeting, which will further strengthen its financing flexibility.

## SECTION IV CORPORATE GOVERNANCE

### I. OVERVIEW OF GENERAL MEETINGS

Session of the meeting	Date of the meeting	Inquiry index of designated website for publishing the resolutions	Disclosure date of publishing the resolutions	Resolutions of the meeting
2024 first extraordinary general meeting	18 April 2024	www.sse.com.cn; www.hkexnews.hk; www.jsexpressway.com	19 April 2024	For details, please refer to the announcement of the Company published on the website of the Shanghai Stock Exchange at www.sse.com.cn on 19 April 2024 and on the website of the Stock Exchange at www.hkexnews.hk on 18 April 2024.
2023 annual general meeting	26 June 2024	www.sse.com.cn; www.hkexnews.hk; www.jsexpressway.com	27 June 2024	For details, please refer to the announcement of the Company published on the website of the Shanghai Stock Exchange at www.sse.com.cn on 27 June 2024 and on the website of the Stock Exchange at www.hkexnews.hk on 26 June 2024.

#### Holders of preference shares with restored voting rights requesting to convene an extraordinary general meeting

Applicable  Not Applicable

#### Overview of the general meeting

Applicable  Not Applicable



## SECTION IV CORPORATE GOVERNANCE

### II. CHANGES OF DIRECTORS, SUPERVISORS AND SENIOR MANAGEMENT OF THE COMPANY

Applicable     Not Applicable

Name	Position held	Reasons for the change
Xu Haibei	Director	Resigned
Yao Yongjia	Director	Resigned
Li Xiaoyan	Director	Resigned
Zhou Shudong	Director	Resigned
Liu Xiaoxing	Director	Resigned
Yu Mingyuan	Director	Resigned
Wan Liye	Supervisor	Resigned
Yan Yun	Deputy General Manager	Resigned
Li Peidong	Assistant to General Manager	Resigned
Chen Jinjia	Person-in-charge of Accounting Affairs	Resigned
Zhou Hong	Director	Elected
Zhang Xinyu	Director	Elected
Zhou Wei	Director	Elected
Gu Zhaoyang	Director	Elected
Sun Lijun	Director	Elected
Tan Shijun	Director	Elected
Zhou Lili	Supervisor	Elected
Yu Man	Deputy General Manager	Appointed
Yu Changliang	Financial Controller	Appointed

Explanations on changes of Directors, Supervisors and senior management of the Company

Applicable     Not Applicable

On 24 May 2024, Mr. Yao Yongjia resigned as an executive Director of the Company as he had reached the statutory retirement age. On 26 June 2024, Mr. Xu Haibei and Ms. Li Xiaoyan resigned as Directors, as well as Mr. Zhou Shudong, Mr. Liu Xiaoxing and Mr. Yu Mingyuan resigned as independent Directors as their terms of office had expired. The eleventh session of Directors of the Company were elected by the Company at the 2023 annual general meeting, of which Mr. Zhou Hong, Mr. Zhang Xinyu and Ms. Zhou Wei were elected as Directors of the Company for the first time, and Mr. Gu Zhaoyang, Mr. Sun Lijun and Mr. Tan Shijun were elected as independent Directors of the Company for the first time.

## SECTION IV CORPORATE GOVERNANCE

### II. CHANGES OF DIRECTORS, SUPERVISORS AND SENIOR MANAGEMENT OF THE COMPANY (CONTINUED)

On 26 June 2024, Mr. Wan Liye resigned as a supervisor as his term of office had expired. The eleventh session of supervisors of the Company were elected by the Company at the 2023 annual general meeting, of which Ms. Zhou Lili was elected as a supervisor for the first time.

On 26 June 2024, due to their work adjustments, Ms. Yan Yun and Mr. Li Peidong resigned as a deputy general manager and an assistant to the general manager of the Company, respectively, and Ms. Chen Jinjia ceased to concurrently hold the position of the person-in-charge of accounting affairs. On 26 June 2024, Mr. Yu Changliang was appointed as the financial controller and Mr. Yu Man as the deputy general manager of the Company at the first meeting of the 11th session of the Board.

### III. PROFIT DISTRIBUTION PLAN OR PLAN FOR CONVERSION OF CAPITAL RESERVES INTO SHARE CAPITAL

#### Proposed half-yearly profit distribution plan or plan for conversion of capital reserves into share capital

Whether to distribute or convert	No
Number of bonus shares per share ( <i>shares</i> )	0
Amount of cash dividends per share ( <i>Yuan</i> ) (tax inclusive)	0
Number of shares converted per share ( <i>shares</i> )	0

Information on the profit distribution plan or plan for conversion of capital reserves into share capital

Not Applicable

During the Reporting Period, the Board of the Company has recommended not to distribute interim dividends for the six months ended 30 June 2024 (for the corresponding period in 2023: Nil).

## SECTION IV CORPORATE GOVERNANCE

### IV. EQUITY INCENTIVE SCHEME, EMPLOYEE SHARE OWNERSHIP SCHEME OR OTHER EMPLOYEE INCENTIVE MEASURES OF THE COMPANY AND THE IMPACT THEREOF

#### (I) Equity incentives disclosed in announcements with no further progress or changes after implementation

Applicable  Not Applicable

#### (II) Incentives which have not been disclosed in announcements or have seen further progress

Equity Incentive Scheme

Applicable  Not Applicable

Other information

Applicable  Not Applicable

Employee Share Ownership Scheme

Applicable  Not Applicable

Other Incentive Measures

Applicable  Not Applicable

## SECTION V ENVIRONMENTAL AND SOCIAL RESPONSIBILITY

### I. ENVIRONMENTAL INFORMATION

**(I) Statements on environmental protection work of companies and their main subsidiaries that are identified as key pollutant discharging entities as per the announcements published by the environmental protection departments**

Applicable  Not Applicable

**(II) Statements on environmental protection work of companies that are not identified as key pollutant discharging entities**

Applicable  Not Applicable

**1. Administrative penalties due to environmental issues**

Applicable  Not Applicable

**2. Disclosure of other environmental information in accordance with the requirements for key pollutant discharging entities**

Applicable  Not Applicable

**(1) Pollution discharge**

According to the List of Key Entities for Environmental Supervision in Jiangsu Province 2024, the Group is not classified as key entity for environmental supervision. During the Reporting Period, the Group strictly complied with the relevant national and local regulations on the treatment of exhaust gas, waste water, waste and noise generated in the course of business operation, such as the Environmental Protection Law of the People's Republic of China, the Air Pollution Prevention and Control Law of the People's Republic of China and the Water Pollution Prevention and Control Law of the People's Republic of China, to ensure that all standards were met.

## SECTION V ENVIRONMENTAL AND SOCIAL RESPONSIBILITY

### I. ENVIRONMENTAL INFORMATION (CONTINUED)

#### (II) Statements on environmental protection work of companies that are not identified as key pollutant discharging entities (Continued)

##### 2. Disclosure of other environmental information in accordance with the requirements for key pollutant discharging entities (Continued)

###### (2) Construction and operation of facilities for pollution prevention and control

**For reducing exhaust emissions:** The Company continued to promote vehicle exhaust emission control and apply toll station exhaust gas degradation technology in accordance with relevant national regulations, resulting in an effective decrease in content of nitrogen oxides in automobile exhaust gas. In the entrance and exit areas of the Taihu Tunnel, the Company added a “colored resin exhaust gas degradation seal layer (彩色樹脂尾氣降解封層)” to the surface of the asphalt pavement layer, efficiently reducing exhaust gas at the tunnel entrance to ensure compliance with the national exhaust emission standards. Exhaust gas emissions were dropped from the source by means of actively promoting the use of clean energy vehicles and encouraging merchants at service areas to utilize environmental friendly cooking utensils and equipment. The catering area in the service area is equipped with oil fume purification and emission devices that meet the requirements of the national Emission Standard of Cooking Fume, so as to ensure that the oil fume is discharged up to the standard after treatment.

**For sewage treatment:** The Company improved the sewage treatment systems in highway service areas, toll stations, and other areas, and increased investment in sewage facility maintenance and testing. The Group's 48 sewage discharge points and 11 direct sewage discharge points have been entrusted with regular discharge monitoring by third-party units to ensure that sewage treatment meets the requirements of national laws and regulations, and other sewage meets the discharge requirements for access to the municipal sewage pipe network. The Company had promoted rainwater collection and utilization systems, which resulted in a decline relating to the impact on rainwater runoff on the surrounding environment. For example, the Wufengshan Management Office prepared the “Mangdao River Bridge Rainwater Pollution Collection System Management Regulations (《芒稻河大橋雨汙收集系統管理細則》)”, which standardizes the inspection and maintenance of rainwater pollution collection devices to ensure that rainwater and sewage collection meets the standards.

## SECTION V ENVIRONMENTAL AND SOCIAL RESPONSIBILITY

### I. ENVIRONMENTAL INFORMATION (CONTINUED)

#### (II) Statements on environmental protection work of companies that are not identified as key pollutant discharging entities (Continued)

##### 2. Disclosure of other environmental information in accordance with the requirements for key pollutant discharging entities (Continued)

###### (2) Construction and operation of facilities for pollution prevention and control (Continued)

**For disposing waste:** Waste was disposed of efficiently, and non-recyclable waste and domestic garbage were transported together by the environmental sanitation department to garbage disposal sites for disposal. Recyclable general waste was sorted by personnel arranged by each unit and then transferred to the material recycling department. The Company stored hazardous solid waste in separate zones, set up liquid waste storage areas such as waste asphalt, coatings, and paints, and hazardous waste storage bins, and established corresponding daily supervision mechanism. Other hazardous wastes were recycled and processed by professional institutions, and a “Disposal Records of Hazardous Solid Waste Treatment” was formed, to ensure strict implementation in accordance with the Law of the People’s Republic of China on the Prevention and Control of Environmental Pollution by Solid Waste (《中華人民共和國固體廢物污染環境防治法》).

**For reducing noise pollution:** As for the key projects related to people’s livelihood, the Company searched for noise-sensitive points along the whole route. The Company compiled a list of noise-sensitive areas to strengthen the control and prevention and control of noise. The Company strengthened the laying of green belts, vegetation maintenance and management, forming a green ecological corridor to reduce noise pollution during the propagation process. The Company utilized low-noise road material, and formulated noise protection measures such as sound barriers and sound-proof windows to lessen noise from the source and transmission paths.

## SECTION V ENVIRONMENTAL AND SOCIAL RESPONSIBILITY

### I. ENVIRONMENTAL INFORMATION (CONTINUED)

#### (II) Statements on environmental protection work of companies that are not identified as key pollutant discharging entities (Continued)

##### 2. Disclosure of other environmental information in accordance with the requirements for key pollutant discharging entities (Continued)

###### (3) Environmental emergency plans

The Group strictly implemented the relevant regulations and requirements of the national and industrial regulatory authorities on emergency response to safety and environmental protection, focused on key road sections, key equipment and emergency preparedness, and further strengthened the construction of the emergency management system of “unified command, graded responsibility, and multi-party coordination (統一指揮、分級負責、多方聯動)”. Jointly with the “three parties along the way (一路三方)”, the Group established severe weather response plan, improved the emergency response mechanism, and effectively improved the ability of rapid response and scientific handling of emergencies from the two levels of “prevention” and “treatment”.

###### (4) Environmental self-monitoring plan

Following its continuous efforts in environmental management and monitoring, and implementation of a three-level environmental management system covering the company-level, subsidiary-level and frontline-level, the Group progressively established the “Environmental Protection Evaluation Measures (《環保考核辦法》)” for the frontline-level units, which clearly stipulates assessment content and scoring details including organizational structure and responsibility system, three-waste management, energy and resource control management, identification, evaluation, and control of environmental factors, thereby ensuring the sound implementation of relevant environmental regulations. At the same time, the Group continued to promote the construction of comprehensive noise reduction facilities along the expressway, regularly organized environmental protection units to monitor the sewage discharge quality of each unit, and monitored and warned the abnormal environmental conditions of the expressway site through the linkage of positioning base stations and environmental monitoring equipment.

##### 3. Reasons for non-disclosure of other environmental information

Applicable  Not Applicable



## SECTION V ENVIRONMENTAL AND SOCIAL RESPONSIBILITY

### I. ENVIRONMENTAL INFORMATION (CONTINUED)

#### (III) Follow-up progress or changes of disclosure of environmental information during the Reporting Period

Applicable  Not Applicable

#### (IV) Information on efforts made to facilitate ecological protection, pollution prevention and control, and fulfilment of environmental responsibility

Applicable  Not Applicable

During the Reporting Period, the Group actively responded to the national “dual-carbon” target strategy and gradually established a sound ESG governance system, providing important support and guarantee for its fulfillment regarding ecological protection, pollution prevention, and environmental responsibility. Based on the above, the Group strived to improve quality and efficiency, save energy and reduce emissions, and protect the environment with thorough practice of the “Su-style maintenance (蘇式養護)” concept, vigorously developed new productive forces and put sustainable development concepts into practice through practical actions.

##### 1. Improve ESG governance system with solid guarantee

ESG governance structure enhancement. The Strategic Committee of the Board of Directors is responsible for the organization, leadership, decision-making and deployment of ESG work, formulating the working rules of the ESG management working group, and clarifying the organizational structure and related responsibilities of ESG management.

ESG management system improvement. The Company formulated the ESG Management Measures by means of complete review and analysis of its focus and improvement directions in ESG aspects, in order to ensure the effectiveness of ESG work from a systematic perspective.

ESG issue management consolidation. Based on the its latest development strategies and relevant ESG guidelines, the Company identified crucial ESG issues in view of comprehensive consideration of the “impact on the economy, society, and environment” and “the impact on stakeholder evaluation and decision-making”.

Rating and diagnosis conduction and promotion. With its focus on external ESG ratings, the Company kept breast of its rating results under the international rating system, and clarified the improvement direction, key measures and timeframe for promotion.

## SECTION V ENVIRONMENTAL AND SOCIAL RESPONSIBILITY

### I. ENVIRONMENTAL INFORMATION (CONTINUED)

#### (IV) Information on efforts made to facilitate ecological protection, pollution prevention and control, and fulfilment of environmental responsibility (Continued)

##### 2. Execute green development idea with emphasis on practice

Active ecology protection. The Company actively practiced the concept of green office, vigorously advocated green, low-carbon and environmentally friendly way of working, enhanced staff's awareness of and participation in energy saving and consumption reduction through eliminating food waste, implementing paperless office practices, streamlining conference training and other measures, and promoted the sustainable development of the Company itself and society with green and efficient operation mode. The Company carried out the action of greening and replanting in road sections to maximize the green area and green coverage ratio.

Green maintenance implementation. The Company fully optimized the maintenance construction plan, vigorously enhanced the use of green and environmental and friendly maintenance machinery and equipment such as snow blowers and snow shovels, lowering construction occupancy rate and safety risks, efficiently reducing the erosion of road surfaces, bridges and surrounding greenery caused by chemical materials such as snowmelt and gradually creating a green ecological maintenance system with low consumption, low pollution and high efficiency.

Fulfillment of environmental responsibility. The Company reinforced the primary responsibility for the environment, continued to improve the data collection mechanism, set annual quantitative environmental targets and delegated them to responsible departments; promoted the joint efforts of employees to protect the environment, organized employees to participate in various environmental protection-themed activities such as energy saving and carbon reduction and voluntary service.

## SECTION V ENVIRONMENTAL AND SOCIAL RESPONSIBILITY

### I. ENVIRONMENTAL INFORMATION (CONTINUED)

#### (V) Measures adopted to reduce carbon emission during the Reporting Period and the effects thereof

Applicable  Not Applicable

“Zero carbon” service area planning. The Company planned to make use of the Xianrenshan service area’s open space and other resources to invest in the construction of an integrated demonstration project of “wind and solar energy storage and replacement”, and to build the province’s first pilot zero-carbon service area integrating wind power, photovoltaic, energy storage, charging and power exchange, which is expected to save 3,692 tons of standard coal per year, reduce carbon dioxide emissions by 7,358 tons, reduce sulfur dioxide emissions by 3.99 tons, and reduce nitrogen oxide emissions by 3.99 tons (compared with coal-fired power plants of the same scale); implemented the independent investment and construction of the first batch of charging piles, and it is expected that 136 new charging spaces will be built in Yangcheng Lake, Meicun, Fangmaoshan and other service areas by the end of the year, which can greatly reduce carbon dioxide emissions and pollution to the surrounding environment while alleviating the pressure of power supply in service areas.

Explore the application of new technologies. New technologies such as “CPS Ventilation and Energy Saving Technology” and “Infinitely Dimmable Lighting Technology” were solidly applied in tunnel management to monitor the overall status of the tunnel’s civil engineering and electrical and mechanical systems in real time, thereby minimizing the energy consumption of the operation. In terms of the Shanghai-Nanjing Expressway, the Company established a new model of low-consumption, low-pollution, and high-efficiency maintenance through green preventive maintenance technology, resulting in a reduction of approximately 110 tons of carbon emissions per year, and reducing VOC emissions by 20%. The in-situ thermal regeneration technology succeed in 100% utilization of waste materials.

Focus on the use of new energy. The Company equipped work zones with new energy operation equipment, increased the proportion of “oil to electricity” for maintenance equipment, lessened carbon emissions from maintenance operations and reliance on traditional fossil energy; on the basis of which, the Company developed a “3+X” preventive maintenance system combined with its introduction relating to “four new” technologies such as ultra-thin anti-skid abrasion sealer, fine surface treatment, fog sealer, etc., validly refining the performance of the road surface and materially lowering carbon emission and energy consumption. Furthermore, the Company innovated the use of solar-powered LED dot-matrix light-emitting curve-inducing beacons at the Wufengshan Dagang Hub ramp and some other road sections; photovoltaic cogeneration system was used in a number of stations and centers to achieve energy saving and emission reduction.

Digitalized energy consumption monitoring. Following its creation with regard to an intelligent energy consumption monitoring platform, the Company realized elaborate management and intelligent operation and maintenance of various equipment modules such as photovoltaic, energy storage, charging piles, lighting, air-conditioning, sewage treatment, etc., and implemented visualized dynamic monitoring and control of its unit energy consumption and carbon emissions.

## SECTION V ENVIRONMENTAL AND SOCIAL RESPONSIBILITY

### II. EFFORTS MADE TO CONSOLIDATE AND EXPAND THE ACHIEVEMENTS IN POVERTY ALLEVIATION AND TO PROMOTE RURAL REVITALIZATION

Applicable  Not Applicable

The Company proactively fulfilled its social responsibility as a state-owned enterprise, coordinated the promotion of external donations such as “enhancement and assistance of rural revitalization” based on reality, and completed the donation of RMB1 million to the Jiangsu Province Heroic Foundation according to the Company’s annual external donation plan. In order to further implement the decision-making arrangements of “Ten thousand enterprises work together with ten thousand villages to jointly walk the road of revitalization” made by the Provincial Party Committee and the Provincial Government, the Company boosted the implementation of the 2024 enhancement and assistance of rural revitalization project through the Board’s consideration, and planned to execute it in the second half of the year.

During the Reporting Period, the Company encouraged frontline units to independently carry out consumption assistance activities in poverty-stricken villages. For example, the Company’s Tianwang Toll Station and the organic agriculture base in Daizhuang Village assisted by Mr. Zhao Yafu, a national moral model, launched joint assistance and construction with the introduction of “Cloud Consumption” mini-program, at which employees can order organic peaches, rice, eggs, and other agricultural products on their own to help the Yafu Base sell their products; the Company’s Tianwang and Nanjing Toll Stations put related activities in practice at the agricultural assistance base, and the Company expanded the sales channels for fruit farmers through the form of “cloud” picking, “cloud” tasting and live streaming; the Sunflower Female Volunteers of the Company’s Danyang North Toll Station cooperated with Xinghu Village to execute a “childhood heart helping agriculture with ‘grape’ writing love (童心助農‘葡’寫愛心)” parent-child volunteer activity, contributing a total of 11 agricultural assistance efforts, resulting in the positive contribution to the high-quality development of local economic construction.

In addition, the Company earnestly implemented the corporate mission of “smooth and beautiful life”, strengthened communication and exchanges with stakeholders, and jointly explored the construction of “people’s satisfaction with transportation (人類滿意交通)”. The Company developed eight major scenes for the application of drones for high-speed management, built a digital inspection system and a smart construction site management platform for drones, finished the transformation of cloud-based toll collection at 47 toll stations under its jurisdiction, and implemented “near zero perception” maintenance. The Company used intelligent methods to innovate and improve the public travel experience, continuously promoted “168 (One Road Assistance) (一路幫)” volunteer service to bridge the “last mile” of safe and smooth travel, and made every effort to enhance the public’s experience of good travel.

## SECTION VI SIGNIFICANT MATTERS

### I. PERFORMANCE OF UNDERTAKINGS

(I) **Undertakings made by the Company's de facto controller, shareholders, related parties, acquirers and the Company during the Reporting Period or subsisting to the Reporting Period**

Applicable  Not Applicable

### II. APPROPRIATION OF FUNDS BY CONTROLLING SHAREHOLDERS AND OTHER RELATED PARTIES FOR NON-OPERATIONAL PURPOSE DURING THE REPORTING PERIOD

Applicable  Not Applicable

### III. GUARANTEES IN VIOLATION OF REGULATIONS

Applicable  Not Applicable

### IV. AUDIT OF THE INTERIM REPORT

Applicable  Not Applicable

### V. CHANGES IN MATTERS INVOLVED IN NON-STANDARD AUDIT OPINIONS IN THE ANNUAL REPORT OF THE PREVIOUS YEAR AND CORRESPONDING TREATMENT

Applicable  Not Applicable

### VI. MATTERS CONCERNING BANKRUPTCY AND RESTRUCTURING

Applicable  Not Applicable

### VII. MATERIAL LITIGATION AND ARBITRATION

Applicable  Not Applicable

### VIII. PUNISHMENTS AND RECTIFICATIONS INVOLVED BY THE LISTED COMPANY AND ITS DIRECTORS, SUPERVISORS, SENIOR MANAGEMENT MEMBERS, CONTROLLING SHAREHOLDER AND DE FACTO CONTROLLER DUE TO NON COMPLIANCE OF LAWS OR REGULATIONS

Applicable  Not Applicable

### IX. EXPLANATION ON INTEGRITY OF THE COMPANY AND ITS CONTROLLING SHAREHOLDER AND DE FACTO CONTROLLER DURING THE REPORTING PERIOD

Applicable  Not Applicable

## SECTION VI SIGNIFICANT MATTERS

### X. MAJOR RELATED PARTY/CONNECTED TRANSACTIONS

#### (I) Related party/connected transaction relating to day-to-day operations

##### 1. Matters disclosed in temporary announcements and with no progress or change in subsequent implementation

Applicable  Not Applicable

Description of Event	Enquiry Index
<p>On 27 November 2020, the Company and Wufengshan Toll Bridge Company (a connected subsidiary of the Company) entered into the Agreement Regarding the Lease and Operation of the Gas Station in Wufengshan Toll Bridge Service Area, pursuant to which Wufengshan Toll Bridge Company would lease its gas stations in the Wufengshan Toll Bridge Service Area to the Company for operation and management for a term of 3 years commencing from the official business commencement date of the gas stations in Wufengshan Toll Bridge Service Area. The total amount of the lease for 3 years will be no more than RMB16 million, among which, the lease amount will be no more than RMB3.25 million in 2024.</p>	<p>For details, please refer to the announcements of the resolutions of the Board published by the Company on the website of the SSE at <a href="http://www.sse.com.cn">www.sse.com.cn</a> on 28 November 2020 and on the website of the Stock Exchange at <a href="http://www.hkexnews.hk">www.hkexnews.hk</a> on 27 November 2020, respectively.</p>
<p>On 26 March 2021, Guangjing Xicheng Company (a subsidiary of the Company) and its subsidiaries, Changyi Company and Yichang Company intended to enter into relevant purchase agreements with Hetai Expressway Operation Company (和泰高速經營公司) (an associate of the controlling shareholder of the Company) with respect to purchase of engineering materials for a term commencing on 1 April 2021 and ending on 31 March 2024, with the agreement amount not more than RMB5.85 million. The amounts of Guangjing Xicheng Company, Changyi Company and Yichang Company shall not exceed RMB0.20 million, RMB0.10 million and RMB0.15 million from 1 January 2024 to 31 March 2024, respectively.</p>	<p>For details, please refer to the announcements on the ordinary related/continuing connected transactions published by the Company on the website of the SSE at <a href="http://www.sse.com.cn">www.sse.com.cn</a> and on the website of the Stock Exchange at <a href="http://www.hkexnews.hk">www.hkexnews.hk</a> on 29 March 2021.</p>

## SECTION VI SIGNIFICANT MATTERS

### X. MAJOR RELATED PARTY/CONNECTED TRANSACTIONS (CONTINUED)

#### (I) Related party/connected transaction relating to day-to-day operations (Continued)

##### 1. Matters disclosed in temporary announcements and with no progress or change in subsequent implementation (Continued)

Description of Event	Enquiry Index
<p>On 26 March 2021, the Company's wholly-owned subsidiary Yangtze Commerce and Energy Company signed with its subsidiaries Wufengshan Toll Bridge Company (an associated subsidiary of the Company) and Suxichang Expressway Company (an associate of the Company's controlling shareholder) regarding the entrusted management of the service area. The operating lease term shall be three years from the date when the Wufengshan Toll Bridge Service Area (now renamed as Yangzhou Guangling Service Area) and Xueyan Service Area are officially opened for external operation. The agreement amount shall not exceed RMB46.8 million. The amount with Wufengshan Toll Bridge Company shall not exceed RMB28.8 million (not exceeding RMB8.5 million in the first year from the date of opening, not exceeding RMB9.8 million in the second year, and not exceeding RMB10.5 million in the third year), and the amount with Suxichang Expressway Company shall not exceed RMB18 million (not exceeding RMB5.5 million in the first year, RMB6 million in the second year, and RMB6.5 million in the third year from the date of opening). On 24 March 2023, the Company terminated the service area entrustment management agreement signed between the wholly-owned subsidiary Yangtze Commerce and Energy Company and Wufengshan Toll Bridge Company (a connected subsidiary of the Company), which was reviewed and approved by the 28th meeting of the ninth session of Board of Directors meeting of the Company. Besides, the Company and Wufengshan Toll Bridge Company have re-entered into an annual framework agreement for the entrusted management of the Yangzhou Guangling Service Area (formerly known as Wufengshan Toll Bridge Service Area). The validity period of the service area entrusted management agreement is from 1 May 2023 to 30 April 2024 and the agreement amount of Wufengshan Toll Bridge Company is RMB13.6 million (not exceeding RMB3.8 million in 2024).</p>	<p>For details, please refer to the Company's daily connected/continuing connected transaction announcements published on the SSE website <a href="http://www.sse.com.cn">www.sse.com.cn</a> and on the Stock Exchange website <a href="http://www.hkexnews.hk">www.hkexnews.hk</a> on 29 March 2021. For details, please refer to the Company's daily connected/continuing connected transaction announcements published on the SSE website <a href="http://www.sse.com.cn">www.sse.com.cn</a> and on the Stock Exchange website <a href="http://www.hkexnews.hk">www.hkexnews.hk</a> on 27 March 2023.</p>
<p>On 22 December 2021, Wufengshan Toll Bridge Company (a connected subsidiary of the Company) cooperated with Communications Holding Human Resources Company (an associate of the controlling shareholder of the Company) to conduct the toll service outsourcing project, and signed a toll service outsourcing agreement, for a term from 22 December 2021 to 30 November 2024. The total outsourcing service fee was not to exceed RMB11 million, among which, the outsourcing service fee would not exceed RMB3.60 million in 2024.</p>	<p>For details, please refer to the announcements on the resolutions of the Board of Directors published by the Company on the website of the SSE at <a href="http://www.sse.com.cn">www.sse.com.cn</a> on 23 December 2021 and on the website of the Stock Exchange at <a href="http://www.hkexnews.hk">www.hkexnews.hk</a> on 22 December 2021.</p>



## SECTION VI SIGNIFICANT MATTERS

### X. MAJOR RELATED PARTY/CONNECTED TRANSACTIONS (CONTINUED)

#### (I) Related party/connected transaction relating to day-to-day operations (Continued)

##### 1. Matters disclosed in temporary announcements and with no progress or change in subsequent implementation (Continued)

Description of Event	Enquiry Index
<p>On 25 March 2022, the Company and its wholly-owned subsidiary, namely Ninghu Investment Company, entered into an annual framework agreement with Communication and Media Company (an associate of the controlling shareholder of the Company) in respect of the promotion and production service commission and advertisement operation and publication cooperation, among which, the term for the advertisement operation and publication cooperation between Ninghu Investment Company and Communication and Media Company is from 1 May 2022 to 30 April 2025, and the amount shall not exceed RMB121 million (with an amount of not exceeding RMB40 million in 2024 and RMB14 million in 2025); the term for the entrusted management fee between Ninghu Investment Company and Communication and Media Company is from 1 May 2022 to 30 April 2025, and the amount shall not exceed RMB17.50 million (with an amount of not exceeding RMB5.80 million in 2024 and RMB2 million in 2025).</p>	<p>For details, please refer to the announcements on the ordinary related party/continuing connected transactions published by the Company on the website of the SSE at <a href="http://www.sse.com.cn">www.sse.com.cn</a> and the website of the Stock Exchange at <a href="http://www.hkexnews.hk">www.hkexnews.hk</a> on 28 March 2022.</p>
<p>On 16 December 2021, YS Energy Company entered into a lease agreement with Communications Holding Commercial Operation Company (an associate of controlling shareholder of the Company), under which Communications Holding Commercial Operation Company leases to YS Energy Company a total of 2,304.66 sq.m. of office premises on the 18th and 20th floors of office building A2, and 24 parking spaces on the lower 5 floors, (2) 1 parking space on the lower 3 floors of Zijin Finance Center from 1 January 2022 to 30 September 2025. The transaction amount shall not exceed RMB4,128,500 and RMB10,200 in 2024, RMB2,122,700 and RMB5,300 from 1 January to 30 September 2025.</p>	<p>For details, please refer to the announcements on the resolutions of the Board of Directors published by the Company on the website of the SSE at <a href="http://www.sse.com.cn">www.sse.com.cn</a> on 30 April 2022 and on the website of the Stock Exchange at <a href="http://www.hkexnews.hk">www.hkexnews.hk</a> on 29 April 2022.</p>
<p>Certain associates of Jiangsu Communications Holding have agreed to lease certain land and roofs to YS Energy Company (as lessee) to build and operate photovoltaic power generation business. According to industry practice, the term of agreements signed by YS Energy Company exceeds 3 years, usually 20 years from the effective date (the maximum period allowed by Chinese law). In some agreements, YS Energy Company may choose to renew for 5 years, to cover the 25-year design operation period of the entire photovoltaic power generation business.</p>	<p>For details, please refer to the announcements on the resolutions of the Board of Directors published by the Company on the website of the SSE at <a href="http://www.sse.com.cn">www.sse.com.cn</a> on 30 April 2022 and on the website of the Stock Exchange at <a href="http://www.hkexnews.hk">www.hkexnews.hk</a> on 29 April 2022.</p>

## SECTION VI SIGNIFICANT MATTERS

### X. MAJOR RELATED PARTY/CONNECTED TRANSACTIONS (CONTINUED)

#### (I) Related party/connected transaction relating to day-to-day operations (Continued)

##### 1. Matters disclosed in temporary announcements and with no progress or change in subsequent implementation (Continued)

Description of Event	Enquiry Index
On 26 October 2022, the Company entered into an agreement for the collection of vehicle ETC tolls with Kuailu Company (an associate of the controlling shareholder of the Company). The term of the agreement commenced from 1 January 2022 to 31 December 2024, with an amount not exceeding RMB3.30 million (not more than RMB1.20 million in 2024). The settlement fee is subject to the actual toll.	For details, please refer to the announcements on the resolutions of the Board of Directors published by the Company on the website of the SSE at <a href="http://www.sse.com.cn">www.sse.com.cn</a> on 27 October 2022 and on the website of the Stock Exchange at <a href="http://www.hkexnews.hk">www.hkexnews.hk</a> on 26 October 2022.
On 15 December 2022, the Company and Sundian Testing Company (an associate of the Company's controlling shareholder) signed a lease agreement for the Maqun Engineering Management Center. The signing period is from 1 January 2023 to 30 April 2025, and the annual rent is RMB2.1834 million, and the total rent is approximately RMB5.0946 million.	For details, please refer to the announcements on the resolutions of the Board of Directors published by the Company on the website of the SSE at <a href="http://www.sse.com.cn">www.sse.com.cn</a> on 16 December 2022 and on the website of the Stock Exchange at <a href="http://www.hkexnews.hk">www.hkexnews.hk</a> on 15 December 2022.
On 15 December 2022, Jiangsu Communications Holding Renewable Energy Jiangsu Company (a wholly-owned subsidiary of the Company) and Jiangsu East Expressway Management Co., Ltd. (江蘇東部高速公路管理有限公司) (an associate of controlling shareholder of the Company) entered into the Land Use Right Lease Contract for the Jiangsu Eastern Expressway Interchange Distributed PV Power Generation Project in relation to the lease of the land in the expressway interchange area, at a contract amount of RMB1.62 million and with a contract term from 1 January 2023 to 31 December 2042.	For details, please refer to the announcements on the resolutions of the Board of Directors published by the Company on the website of the SSE at <a href="http://www.sse.com.cn">www.sse.com.cn</a> on 16 December 2022 and on the website of the Stock Exchange at <a href="http://www.hkexnews.hk">www.hkexnews.hk</a> on 15 December 2022.
On 15 December 2022, Jiangsu Communications Holding Renewable Energy Jiangsu Company (a wholly-owned subsidiary of the Company) and Ningjingyan Company (an associate of controlling shareholder of the Company) entered into the Land Use Right Lease Contract for the Jiangsu Ningjingyan Expressway Interchange Distributed PV Power Generation Project in relation to the lease of the land in the expressway interchange area, at a contract amount of RMB9,423,000 and with a contract term from 1 January 2023 to 31 December 2042.	For details, please refer to the announcements on the resolutions of the Board of Directors published by the Company on the website of the SSE at <a href="http://www.sse.com.cn">www.sse.com.cn</a> on 16 December 2022 and on the website of the Stock Exchange at <a href="http://www.hkexnews.hk">www.hkexnews.hk</a> on 15 December 2022.

## SECTION VI SIGNIFICANT MATTERS

### X. MAJOR RELATED PARTY/CONNECTED TRANSACTIONS (CONTINUED)

#### (I) Related party/connected transaction relating to day-to-day operations (Continued)

##### 1. Matters disclosed in temporary announcements and with no progress or change in subsequent implementation (Continued)

Description of Event	Enquiry Index
<p>On 15 December 2022, Hanwei Company (a wholly-owned subsidiary of the Company) entered into a property management agreement with Communications Holding Commercial Operation Company (an associate of controlling shareholder of the Company). The term of the agreement shall commence on 1 January 2023 and end on 30 April 2024, with the agreement amount of not exceeding RMB7.87 million (the amount shall not exceed RMB1.97 million from 1 January 2024 to 30 April 2024).</p>	<p>For details, please refer to the announcements on the resolutions of the Board of Directors published by the Company on the website of the SSE at <a href="http://www.sse.com.cn">www.sse.com.cn</a> on 16 December 2022 and on the website of the Stock Exchange at <a href="http://www.hkexnews.hk">www.hkexnews.hk</a> on 15 December 2022.</p>
<p>On 15 December 2022, the Company entered into the power purchase agreement with Nantong Tiandian Company (an associate of controlling shareholder of the Company) for a term commencing from 1 January 2023 to 31 December 2025. The transaction amount shall be no more than RMB38.50 million per year, with the total agreement amount not exceeding RMB115.50 million.</p>	<p>For details, please refer to the announcements on the resolutions of the Board of Directors published by the Company on the website of the SSE at <a href="http://www.sse.com.cn">www.sse.com.cn</a> on 16 December 2022 and on the website of the Stock Exchange at <a href="http://www.hkexnews.hk">www.hkexnews.hk</a> on 15 December 2022.</p>
<p>On 17 February 2023, Jiangsu Communications Holding Renewable Energy Jiangsu Company, being a wholly-owned subsidiary of YS Energy Company, which is in turn a wholly-owned subsidiary of the Company, leased the site for the project of 1.06MW distributed photovoltaic power station in the Fanshui Service Area from Jinghu Company (an associate of the controlling shareholder of the Company) and entered into Energy Management Agreement on Distributed Photovoltaic Power Station in the Fanshui Service Area of the BeijingShanghai Expressway (《京滬高速公路汜水服務區分佈式光伏電站合同能源管理協議》) with Jinghu Company for a term of 20 years. In lieu of paying site rent to Jinghu Company, Jiangsu Communications Holding Renewable Energy Jiangsu Company have given priority to supply energy generated by the photovoltaic power station project to Jinghu Company during the operating period of the agreement, and have offered a 15% discount on the local grid tariff for the same period. The electricity consumption in the service area from 2023 to 2025 is no more than 800,000 kWh per year, the agreed annual tariff is no more than RMB476,000, and the annual tariff reduction is no more than RMB84,000.</p>	<p>For details, please refer to the announcements on the resolutions of the Board of Directors published by the Company on the website of the SSE at <a href="http://www.sse.com.cn">www.sse.com.cn</a> on 18 February 2023 and on the website of the Stock Exchange at <a href="http://www.hkexnews.hk">www.hkexnews.hk</a> on 17 February 2023.</p>

## SECTION VI SIGNIFICANT MATTERS

### X. MAJOR RELATED PARTY/CONNECTED TRANSACTIONS (CONTINUED)

#### (I) Related party/connected transaction relating to day-to-day operations (Continued)

##### 1. Matters disclosed in temporary announcements and with no progress or change in subsequent implementation (Continued)

Description of Event	Enquiry Index
<p>On 24 March 2023, the Company entered into the annual framework agreement with Micro Video Company (being an associate of the controlling shareholder of the Company) in respect of the cloud checkin services, expressway management and monitoring system cloud services, obstacle clearance and rescue fee payment services, status list services (services to distribute the list of vehicles that owe or evade fees nationwide to prohibit them from entering the expressways for the purpose of recovering fees), retail management system upgrade services and archival system construction services for the Company and its subsidiaries, of which, the agreement term of cloud check-in services shall commence from 1 May 2023 to 30 April 2024, with the agreement amount of the Company not exceeding RMB2.70 million (not exceeding RMB0.98 million in 2024), and the agreement amount of Wufengshan Toll Bridge Company not exceeding RMB0.30 million (not exceeding RMB0.10 million in 2024); the agreement term of expressway management and monitoring system cloud services shall commence from 1 May 2023 to 30 April 2024, with the agreement amount of the Company not exceeding RMB0.50 million (not exceeding RMB0.20 million in 2024), the agreement amount of Wufengshan Toll Bridge Company not exceeding RMB0.15 million (not exceeding RMB0.05 million in 2024), the agreement amount of Guangjing Xicheng Company not exceeding RMB0.33 million (not exceeding RMB0.11 million in 2024), the agreement amount of Yichang Company not exceeding RMB0.15 million (not exceeding RMB50,000 in 2024), the agreement amount of Changyi Company not exceeding RMB60,000 (not exceeding RMB20,000 in 2024); the agreement term of obstacle clearance and rescue fee payment services shall commence from 1 May 2023 to 30 April 2024, with the agreement amount of the Company not exceeding RMB0.455 million (not exceeding RMB0.155 million in 2024), the agreement amount of Wufengshan Toll Bridge Company not exceeding RMB25,000 (not exceeding RMB10,000 in 2024), the agreement amount of Zhendan Company not exceeding RMB20,000 (not exceeding RMB5,000 in 2024), the agreement amount of Guangjing Xicheng Company not exceeding RMB60,000 (not exceeding RMB30,000 in 2024), and the agreement amount of Yichang Company not exceeding RMB60,000 (not exceeding RMB30,000 in 2024); the agreement term of status list services shall commence from 1 May 2023 to 30 April 2024, with the agreement amount of Guangjing Xicheng Company not exceeding RMB0.105 million (not exceeding RMB35,000 in 2024), the agreement amount of Yichang Company not exceeding RMB15,000 (not exceeding RMB5,000 in 2024), and the agreement amount of Changyi Company not exceeding RMB15,000 (not exceeding RMB5,000 in 2024).</p>	<p>For details, please refer to the announcements on the ordinary related party/continuing connected transactions published by the Company on the website of the SSE at <a href="http://www.sse.com.cn">www.sse.com.cn</a> and on the website of the Stock Exchange at <a href="http://www.hkexnews.hk">www.hkexnews.hk</a> on 27 March 2023.</p>

## SECTION VI SIGNIFICANT MATTERS

### X. MAJOR RELATED PARTY/CONNECTED TRANSACTIONS (CONTINUED)

#### (I) Related party/connected transaction relating to day-to-day operations (Continued)

##### 1. Matters disclosed in temporary announcements and with no progress or change in subsequent implementation (Continued)

Description of Event	Enquiry Index
<p>On 24 March 2023, the Company entered into the annual framework agreement with Information Company (being an associate of the controlling shareholder of the Company) in respect of the monitoring communication system maintenance services, construction and maintenance services of the electromechanical system, service area intelligent management platform maintenance project for the Company and its subsidiaries, of which, the agreement term of monitoring communication system maintenance services shall commence from 1 July 2023 to 30 April 2024, with the agreement amount of the Company not exceeding RMB1,294,400 (not exceeding RMB200,000 in 2024); the agreement term of construction and maintenance services of the electromechanical system shall commence from 1 January 2024 to 30 April 2024, with the agreement amount of Guangjing Xicheng Company not exceeding RMB0.40 million, the agreement amount of Changyi Company not exceeding RMB50,000, and the agreement amount of Yichang Company not exceeding RMB60,000.</p>	<p>For details, please refer to the announcements on the ordinary related party/continuing connected transactions published by the Company on the website of the SSE at <a href="http://www.sse.com.cn">www.sse.com.cn</a> and on the website of the Stock Exchange at <a href="http://www.hkexnews.hk">www.hkexnews.hk</a> on 27 March 2023.</p>

## SECTION VI SIGNIFICANT MATTERS

### X. MAJOR RELATED PARTY/CONNECTED TRANSACTIONS (CONTINUED)

#### (I) Related party/connected transaction relating to day-to-day operations (Continued)

##### 1. Matters disclosed in temporary announcements and with no progress or change in subsequent implementation (Continued)

Description of Event	Enquiry Index
<p>On 24 March 2023, the Company entered into an annual framework agreement with Tongxingbao Company (being an associate of the controlling shareholder of the Company) in respect of the network system services such as cloud dispatch technology services and SDWAN technology services, the road network technology services, ETC customer service outlets leasing and ETC refueling and payment integrated technology services of the Company and its subsidiaries, of which, the agreement term of road network technology services shall commence from 1 May 2023 to 30 April 2024, with the agreement amount of the Company not exceeding RMB30 million (not exceeding RMB10 million in 2024), the agreement amount of Wufengshan Toll Bridge Company not exceeding RMB4.30 million (not exceeding RMB1.45 million in 2024), the agreement amount of Zhendan Company not exceeding RMB1.30 million (not exceeding RMB0.45 million in 2024), the agreement amount of Guangjing Xicheng Company not exceeding RMB10.10 million (not exceeding RMB3.50 million in 2024), the agreement amount of Yichang Company not exceeding RMB1.15 million (not exceeding RMB0.40 million in 2024), the agreement amount of Changyi Company not exceeding RMB0.85 million (not exceeding RMB0.30 million in 2024); the agreement term of cloud dispatch technology services shall commence from 1 May 2023 to 30 April 2024, with the agreement amount of the Company not exceeding RMB2.00 million (not exceeding RMB0.66 million in 2024), the agreement amount of Wufengshan Toll Bridge Company not exceeding RMB0.282 million (not exceeding RMB94,000 in 2024), the agreement amount of Zhendan Company not exceeding RMB57,000 (not exceeding RMB19,000 in 2024), the agreement amount of Guangjing Xicheng Company not exceeding RMB0.60 million (not exceeding RMB0.20 million in 2024), the agreement amount of Yichang Company not exceeding RMB0.30 million (not exceeding RMB0.10 million in 2024), the agreement amount of Changyi Company not exceeding RMB60,000 (not exceeding RMB20,000 in 2024); the agreement term of SDWAN technology services shall commence from 1 May 2023 to 30 April 2024, with the agreement amount of the Company not exceeding RMB5.75 million (not exceeding RMB1.20 million in 2024), the agreement amount of Wufengshan Toll Bridge Company not exceeding RMB0.41 million (not exceeding RMB0.14 million in 2024), the agreement amount of Zhendan Company not exceeding RMB0.30 million (not exceeding RMB0.10 million in 2024), the agreement amount of Guangjing Xicheng Company not exceeding RMB1.57 million (not exceeding RMB0.52 million in 2024), the agreement amount of Yichang Company not exceeding RMB0.18 million (not exceeding RMB60,000 in 2024), the agreement amount of Changyi Company not exceeding RMB0.18 million (not exceeding RMB60,000 in 2024); the agreement term of ETC customer service outlets leasing shall commence from 1 May 2023 to 30 April 2024, with the agreement amount of the Company not exceeding RMB0.80 million (not exceeding RMB0.20 million in 2024), the agreement amount of Guangjing Xicheng Company not exceeding RMB63,000 (not exceeding RMB16,000 in 2024); the agreement amount of ETC refueling and payment integrated technology services shall not exceed RMB3 million (not exceeding RMB1 million in 2024).</p>	<p>For details, please refer to the announcements on the ordinary related party/continuing connected transactions published by the Company on the website of the SSE at <a href="http://www.sse.com.cn">www.sse.com.cn</a> and on the website of the Stock Exchange at <a href="http://www.hkexnews.hk">www.hkexnews.hk</a> on 27 March 2023.</p>



## SECTION VI SIGNIFICANT MATTERS

### X. MAJOR RELATED PARTY/CONNECTED TRANSACTIONS (CONTINUED)

#### (I) Related party/connected transaction relating to day-to-day operations (Continued)

##### 1. Matters disclosed in temporary announcements and with no progress or change in subsequent implementation (Continued)

Description of Event	Enquiry Index
<p>On 24 March 2023, the Company entered into an annual framework agreement with Xiandai R&amp;B Company (being an associate of the controlling shareholder of the Company) in respect of sound barrier addition works, sewage pipe renovation and maintenance, service area fire service pipe maintenance, intelligent maintenance area construction, maintenance and discharge business publicity classroom construction works and deicing and snow removal services under severe weather for the Company and the maintenance engineering design project of its subsidiaries, of which, the agreement term of sewage pipe renovation and maintenance shall commence from 1 May 2023 to 30 April 2024, with the agreement amount of the Company not exceeding RMB9 million (not exceeding RMB3 million in 2024).</p>	<p>For details, please refer to the announcements on the ordinary related party/continuing connected transactions published by the Company on the website of the SSE at <a href="http://www.sse.com.cn">www.sse.com.cn</a> and on the website of the Stock Exchange at <a href="http://www.hkexnews.hk">www.hkexnews.hk</a> on 27 March 2023.</p>
<p>On 24 March 2023, the Company entered into an annual framework agreement with Maintenance Technology Company (being an associate of the controlling shareholder of the Company) in respect of the comprehensive maintenance technology services, service area zero-carbon renovation services, general bridge inspection data docking services, mechanical behaviour research services on existing asphalt pavements for and basic council membership fees of the Company and its subsidiaries, of which, the agreement term of research services on mechanical behavior and performance attenuation law of existing asphalt pavements shall commence from 1 May 2023 to 31 December 2025, with the agreement amount of the Company not exceeding RMB2.70 million (not exceeding RMB0.81 million in 2024, and RMB1.08 million in 2025).</p>	<p>For details, please refer to the announcements on the ordinary related party/continuing connected transactions published by the Company on the website of the SSE at <a href="http://www.sse.com.cn">www.sse.com.cn</a> and on the website of the Stock Exchange at <a href="http://www.hkexnews.hk">www.hkexnews.hk</a> on 27 March 2023.</p>



## SECTION VI SIGNIFICANT MATTERS

### X. MAJOR RELATED PARTY/CONNECTED TRANSACTIONS (CONTINUED)

#### (I) Related party/connected transaction relating to day-to-day operations (Continued)

##### 1. Matters disclosed in temporary announcements and with no progress or change in subsequent implementation (Continued)

Description of Event	Enquiry Index
<p>On 24 March 2023, the Company entered into an annual framework agreement with Communications Holding Commercial Operation Company (being an associate of the controlling shareholder of the Company) in respect of office leasing, property service and material procurement of the Company and its subsidiaries, of which, the agreement term of property service shall commence from 1 May 2023 to 30 April 2024, with the agreement amount of the Company not exceeding RMB2,492,000 (not exceeding RMB830,700 in 2024); the agreement term of Wufengshan Toll Bridge Company shall commence from 1 September 2023 to 30 April 2024, with the agreement amount not exceeding RMB4,159,200 (not exceeding RMB2,216,700 in 2024); the agreement term of Zhendan Company shall commence from 1 December 2023 to 30 April 2024, with the agreement amount not exceeding RMB1,036,900 (not exceeding RMB829,500 in 2024). The agreement term of material procurement shall commence from 1 May 2023 to 30 April 2024, with the agreement amount of the Company not exceeding RMB2.70 million (not exceeding RMB1.12 million in 2024); the agreement amount of Ninghu Investment Company shall not exceed RMB160,000 (not exceeding RMB50,000 in 2024); the agreement amount of Yangtze River Management Company shall not exceed RMB120,000 (not exceeding RMB40,000 in 2024); the agreement amount of Guangjing Xicheng Company shall not exceed RMB1.20 million (not exceeding RMB400,000 in 2024); the agreement amount of Changyi Company shall not exceed RMB60,000 (not exceeding RMB20,000 in 2024); the agreement amount of Yichang Company shall not exceed RMB0.12 million (not exceeding RMB40,000 in 2024). The agreement term of office leasing shall commence from 1 May 2023 to 30 April 2024, with the agreement amount of Ninghu Investment Company not exceeding RMB2.47 million (not exceeding RMB820,000 in 2024).</p>	<p>For details, please refer to the announcements on the ordinary related party/continuing connected transactions published by the Company on the website of the SSE at <a href="http://www.sse.com.cn">www.sse.com.cn</a> and on the website of the Stock Exchange at <a href="http://www.hkexnews.hk">www.hkexnews.hk</a> on 27 March 2023.</p>

## SECTION VI SIGNIFICANT MATTERS

### X. MAJOR RELATED PARTY/CONNECTED TRANSACTIONS (CONTINUED)

#### (I) Related party/connected transaction relating to day-to-day operations (Continued)

##### 1. Matters disclosed in temporary announcements and with no progress or change in subsequent implementation (Continued)

Description of Event	Enquiry Index
<p>On 24 March 2023, the Company entered into an annual framework agreement with Human Resources Company (being an associate of the controlling shareholder of the Company) in respect of the corporate management consulting services and labour outsourcing services for the Company and its subsidiaries, of which, the agreement term of corporate management consulting services shall commence from 1 May 2023 to 30 April 2024, with the agreement amount of the Company being RMB22.07 million (not exceeding RMB3.82 million in 2024); the agreement amount of Yangtze River Management Company being RMB1.70 million (not exceeding RMB0.60 million in 2024); the agreement amount of Guangjing Xicheng Company being RMB2.70 million (not exceeding RMB0.90 million in 2024); the agreement amount of Changyi Company being RMB0.75 million (not exceeding RMB0.30 million in 2024); the agreement amount of Yichang Company being RMB1 million (not exceeding RMB0.35 million in 2024); the agreement amount of YS Energy Company being RMB0.50 million (not exceeding RMB0.20 million in 2024); the agreement amount of Ninghu Investment Company being RMB0.15 million (not exceeding RMB50,000 in 2024); the agreement amount of Ninghu Properties Company being RMB0.10 million (not exceeding RMB50,000 in 2024). The agreement term of labour outsourcing services shall commence from 1 May 2023 to 30 April 2024, with the agreement amount of the Company being RMB4.70 million (not exceeding RMB1.40 million in 2024); the agreement amount of Ninghu Investment Company being RMB0.30 million (not exceeding RMB0.10 million in 2024).</p>	<p>For details, please refer to the announcements on the ordinary related party/continuing connected transactions published by the Company on the website of the SSE at <a href="http://www.sse.com.cn">www.sse.com.cn</a> and on the website of the Stock Exchange at <a href="http://www.hkexnews.hk">www.hkexnews.hk</a> on 27 March 2023.</p>
<p>On 24 March 2023, the Company entered into an annual framework agreement with Expressway Energy Company (being an associate of the controlling shareholder of the Company) in respect of the leasing operation of gas stations in Maoshan, Changdanghu, Gehu and Rongbing service areas of the Company and Yixing and Yanqiao service areas of Guangjing Xicheng Company, of which, the agreement term of leasing operation of gas station shall commence from 1 May 2023 to 30 April 2024, with the agreement amount of the Company being RMB19 million (not exceeding RMB6.60 million in 2024); the agreement term of Guangjing Xicheng Company shall commence from 1 January 2024 to 30 April 2024, with the agreement amount of RMB2.45 million (not exceeding RMB2.45 million in 2024).</p>	<p>For details, please refer to the announcements on the ordinary related party/continuing connected transactions published by the Company on the website of the SSE at <a href="http://www.sse.com.cn">www.sse.com.cn</a> and on the website of the Stock Exchange at <a href="http://www.hkexnews.hk">www.hkexnews.hk</a> on 27 March 2023.</p>

## SECTION VI SIGNIFICANT MATTERS

### X. MAJOR RELATED PARTY/CONNECTED TRANSACTIONS (CONTINUED)

#### (I) Related party/connected transaction relating to day-to-day operations (Continued)

##### 1. Matters disclosed in temporary announcements and with no progress or change in subsequent implementation (Continued)

Description of Event	Enquiry Index
<p>On 24 March 2023, the Company entered into annual framework agreements with Wufengshan Toll Bridge Company (a connected subsidiary of the Company) and Suxichang South Expressway Company (being an associate of the controlling shareholder of the Company) respectively in respect of the leasing of gas stations in the service areas of the Company, of which, the agreement term of service areas gas station leasing of Wufengshan Toll Bridge Company shall commence from 1 May 2023 to 30 April 2024, with the agreement amount of the Company being RMB4.50 million (not exceeding RMB1.40 million in 2024); the agreement term of service areas gas station leasing of Suxichang South Expressway Company shall commence from 1 May 2023 to 30 April 2024, with the agreement amount of the Company being RMB3 million (not exceeding RMB0.70 million in 2024).</p>	<p>For details, please refer to the announcements on the ordinary related party/continuing connected transactions published by the Company on the website of the SSE at <a href="http://www.sse.com.cn">www.sse.com.cn</a> and on the website of the Stock Exchange at <a href="http://www.hkexnews.hk">www.hkexnews.hk</a> on 27 March 2023.</p>
<p>On 24 March 2023, the Company entered into an annual framework agreement with Communications Media Company (being an associate of the controlling shareholder of the Company) in respect of the promotion and production service commission and advertising operation and publication of the Company and its subsidiaries, of which, the agreement term of promotion and production service commission of the Company shall commence from 1 May 2023 to 30 April 2024, with the agreement amount of the Company being RMB8.68 million (not exceeding RMB0.10 million in 2024); the agreement term of advertising operation and publication shall commence from 1 May 2023 to 30 April 2026, with the agreement amount of Zhendan Company being RMB0.60 million (not exceeding RMB200,000 in 2024, RMB200,000 in 2025, and RMB66,000 in 2026); the agreement amount of Wufengshan Toll Bridge Company being RMB0.90 million (not exceeding RMB0.30 million in 2024, RMB0.30 million in 2025, and RMB0.10 million in 2026); the agreement amount of Ninghu Investment Company being RMB3.64 million (not exceeding RMB1.82 million in 2024, and RMB606,700 in 2025, and no amount to be incurred in 2026).</p>	<p>For details, please refer to the announcements on the ordinary related party/continuing connected transactions published by the Company on the website of the SSE at <a href="http://www.sse.com.cn">www.sse.com.cn</a> and on the website of the Stock Exchange at <a href="http://www.hkexnews.hk">www.hkexnews.hk</a> on 27 March 2023.</p>

## SECTION VI SIGNIFICANT MATTERS

### X. MAJOR RELATED PARTY/CONNECTED TRANSACTIONS (CONTINUED)

#### (I) Related party/connected transaction relating to day-to-day operations (Continued)

##### 1. Matters disclosed in temporary announcements and with no progress or change in subsequent implementation (Continued)

Description of Event	Enquiry Index
<p>On 24 March 2023, the Company entered into an annual framework agreement with Cuipingshan Hotel (being an associate of the controlling shareholder of the Company) in respect of the procurement of goods and services by the Company and its subsidiaries, of which, the agreement term of procurement of goods and services shall commence from 1 May 2023 to 30 April 2024, with the agreement amount of the Company being RMB2.66 million (not exceeding RMB605,000 in 2024); the agreement amount of Yangtze River Management Company being RMB621,000 (not exceeding RMB300,000 in 2024); the agreement amount of Guangjing Xicheng Company being RMB1.12 million (not exceeding RMB500,000 in 2024); the agreement amount of Changyi Company being RMB300,000 (not exceeding RMB150,000 in 2024); the agreement amount of Yichang Company being RMB318,000 (not exceeding RMB150,000 in 2024).</p>	<p>For details, please refer to the announcements on the ordinary related party/continuing connected transactions published by the Company on the website of the SSE at <a href="http://www.sse.com.cn">www.sse.com.cn</a> and on the website of the Stock Exchange at <a href="http://www.hkexnews.hk">www.hkexnews.hk</a> on 27 March 2023.</p>
<p>On 24 March 2023, the Company entered into an annual framework agreement with Kuailu Company (being an associate of the controlling shareholder of the Company) in respect of the provision of official vehicle leasing services by Kuailu Company to the Company and its subsidiaries and the property leasing of No. 1 Shanggao Road, Suzhou of the Company, of which, the agreement term of vehicle leasing shall commence from 1 May 2023 to 30 April 2024, with the agreement amount of the Company not exceeding RMB22,396,200 (not exceeding RMB7,773,100 in 2024); the agreement amount of YS Energy Company not exceeding RMB100,000 (not exceeding RMB40,000 in 2024); the agreement amount of Wufengshan Toll Bridge Company not exceeding RMB4,032,200 (not exceeding RMB1,344,700 in 2024); the agreement amount of Zhendan Company not exceeding RMB1,390,000 (not exceeding RMB464,000 in 2024); the agreement amount of Guangjing Xicheng Company not exceeding RMB1,080,000 (not exceeding RMB320,000 in 2024). The agreement term of property leasing shall commence from 1 April 2023 to 31 March 2026, with the agreement amount of the Company not exceeding RMB4,733,100 (not exceeding RMB1,577,700 in 2024, RMB1,577,700 in 2025, and RMB394,425 in 2026).</p>	<p>For details, please refer to the announcements on the ordinary related party/continuing connected transactions published by the Company on the website of the SSE at <a href="http://www.sse.com.cn">www.sse.com.cn</a> and on the website of the Stock Exchange at <a href="http://www.hkexnews.hk">www.hkexnews.hk</a> on 27 March 2023.</p>

## SECTION VI SIGNIFICANT MATTERS

### X. MAJOR RELATED PARTY/CONNECTED TRANSACTIONS (CONTINUED)

#### (I) Related party/connected transaction relating to day-to-day operations (Continued)

##### 1. Matters disclosed in temporary announcements and with no progress or change in subsequent implementation (Continued)

Description of Event	Enquiry Index
<p>On 24 March 2023, the Company entered into an annual framework agreement with Expressway Network Company (being an associate of the controlling shareholder of the Company) in respect of the road network management fees for the Company and its subsidiaries, of which, the agreement term of road network management services shall commence from 1 May 2023 to 30 April 2024, with the agreement amount of the Company being RMB40 million (not exceeding RMB13.50 million in 2024); the agreement amount of Wufengshan Toll Bridge Company being RMB6.10 million (not exceeding RMB2.05 million in 2024); the agreement amount of Zhendan Company being RMB1.30 million (not exceeding RMB0.45 million in 2024); the agreement amount of Guangjing Xicheng Company being RMB12.30 million (not exceeding RMB4 million in 2024); the agreement amount of Changyi Company being RMB0.85 million (not exceeding RMB0.30 million in 2024); the agreement amount of Yichang Company being RMB1.15 million (not exceeding RMB0.40 million in 2024).</p>	<p>For details, please refer to the announcements on the ordinary related party/continuing connected transactions published by the Company on the website of the SSE at <a href="http://www.sse.com.cn">www.sse.com.cn</a> and on the website of the Stock Exchange at <a href="http://www.hkexnews.hk">www.hkexnews.hk</a> on 27 March 2023.</p>
<p>On 24 March 2023, the Company entered into the annual framework agreement with Digital Research Institute (being an associate of the controlling shareholder of the Company) in respect of the platform and cloud-based resource technology services of the Company and its subsidiaries, of which, the agreement term of platform and cloud-based resource technology services shall commence from 1 May 2023 to 30 April 2024, with the agreement amount of the Company being RMB4.60 million (not exceeding RMB1.60 million in 2024); the agreement amount of Wufengshan Toll Bridge Company being RMB0.17 million (not exceeding RMB60,000 in 2024); the agreement amount of Zhendan Company being RMB90,000 (not exceeding RMB30,000 in 2024); the agreement amount of Guangjing Xicheng Company being RMB1.04 million (not exceeding RMB0.26 million in 2024); the agreement amount of Changyi Company being RMB55,000 (not exceeding RMB15,000 in 2024); the agreement amount of Yichang Company being RMB0.11 million (not exceeding RMB30,000 in 2024); the agreement amount of YS Energy Company being RMB0.10 million (not exceeding RMB40,000 in 2024).</p>	<p>For details, please refer to the announcements on the ordinary related party/continuing connected transactions published by the Company on the website of the SSE at <a href="http://www.sse.com.cn">www.sse.com.cn</a> and on the website of the Stock Exchange at <a href="http://www.hkexnews.hk">www.hkexnews.hk</a> on 27 March 2023.</p>

## SECTION VI SIGNIFICANT MATTERS

### X. MAJOR RELATED PARTY/CONNECTED TRANSACTIONS (CONTINUED)

#### (I) Related party/connected transaction relating to day-to-day operations (Continued)

##### 1. Matters disclosed in temporary announcements and with no progress or change in subsequent implementation (Continued)

Description of Event	Enquiry Index
<p>On 24 March 2023, the Company entered into annual framework agreements with Taixing Oil Products Company (being an associate of the controlling shareholder of the Company) in respect of the leasing of gas stations operation in Guangling service area of its subsidiaries, of which, the agreement term of leasing of gas stations operation shall commence from 1 January 2024 to 30 April 2024, with the agreement amount not exceeding RMB1.30 million.</p>	<p>For details, please refer to the announcements on the ordinary related party/continuing connected transactions published by the Company on the website of the SSE at <a href="http://www.sse.com.cn">www.sse.com.cn</a> and on the website of the Stock Exchange at <a href="http://www.hkexnews.hk">www.hkexnews.hk</a> on 27 March 2023.</p>
<p>On 24 March 2023, the Company entered into an annual framework agreement with Changyi Company (a connected subsidiary of the Company) in respect of the Company's acceptance of entrusted operation and management of the north section of Changyi Expressway Phase I Project, of which, the performance period of Changyi Operation Management shall commence from 1 May 2023 to 30 April 2024, with the agreement amount of Changyi Company being RMB8.50 million (not exceeding RMB2.90 million in 2024).</p>	<p>For details, please refer to the announcements on the ordinary related party/continuing connected transactions published by the Company on the website of the SSE at <a href="http://www.sse.com.cn">www.sse.com.cn</a> and on the website of the Stock Exchange at <a href="http://www.hkexnews.hk">www.hkexnews.hk</a> on 27 March 2023.</p>

## SECTION VI SIGNIFICANT MATTERS

### X. MAJOR RELATED PARTY/CONNECTED TRANSACTIONS (CONTINUED)

#### (I) Related party/connected transaction relating to day-to-day operations (Continued)

##### 1. Matters disclosed in temporary announcements and with no progress or change in subsequent implementation (Continued)

Description of Event	Enquiry Index
<p>On 24 March 2023, the Company entered into an entrusted operation and management agreement with Yangtze Bridge Company (being an associate of the controlling shareholder of the Company), Guangjing Xicheng Company (a connected subsidiary of the Company), Hutong Bridge Company (being an associate of the controlling shareholder of the Company), Changyi Company (a connected subsidiary of the Company), Yichang Company (a connected subsidiary of the Company), Xitai Tunnel Company (being an associate of the controlling shareholder of the Company) and Zhangjinggao Company (being an associate of the controlling shareholder of the Company) in respect of the acceptance of the entrusted management and operation of expressways by Yangtze River Management Company (a subsidiary of the Company), of which, the agreement term of Yangtze Bridge Company shall commence from 1 January 2024 to 31 December 2026, with the agreement amount not exceeding RMB61,232,000 (not exceeding RMB19,613,100 in 2024, RMB21,492,600 in 2025, and RMB20,126,300 in 2026). The agreement term of Guangjing Xicheng Company shall commence from 1 January 2024 to 31 December 2026, with the agreement amount not exceeding RMB68,644,100 (not exceeding RMB21,986,800 in 2024, RMB23,525,800 in 2025, and RMB23,131,500 in 2026). The agreement term of Hutong Bridge Company shall commence from 1 January 2024 to 31 December 2026, with the agreement amount not exceeding RMB34,936,600 (not exceeding RMB10,918,700 in 2024, RMB11,636,000 in 2025, and RMB12,381,900 in 2026). The agreement term of Changyi Company shall commence from 1 January 2024 to 31 December 2026, with the agreement amount not exceeding RMB6,423,900 (not exceeding RMB2,022,100 in 2024, RMB2,164,700 in 2025, and RMB2,237,100 in 2026). The agreement term of Yichang Company shall commence from 1 January 2024 to 31 December 2026, with the agreement amount not exceeding RMB8,830,400 (not exceeding RMB2,781,200 in 2024, RMB2,978,400 in 2025, and RMB3,070,800 in 2026). The agreement term of Xitai Tunnel Company shall commence from 1 January 2024 to 31 December 2026, with the agreement amount not exceeding RMB7,063,200 (not exceeding RMB0.44 million in 2024, RMB0.45 million in 2025, and RMB6,173,200 in 2026). The agreement term of Zhangjinggao Company shall commence from 1 April 2023 to 31 December 2025, with the agreement amount not exceeding RMB1.35 million (not exceeding RMB0.44 million in 2023, RMB0.45 million in 2024, and RMB0.46 million in 2025).</p>	<p>For details, please refer to the announcements on the ordinary related party/continuing connected transactions published by the Company on the website of the SSE at <a href="http://www.sse.com.cn">www.sse.com.cn</a> and on the website of the Stock Exchange at <a href="http://www.hkexnews.hk">www.hkexnews.hk</a> on 27 March 2023.</p>



## SECTION VI SIGNIFICANT MATTERS

### X. MAJOR RELATED PARTY/CONNECTED TRANSACTIONS (CONTINUED)

#### (I) Related party/connected transaction relating to day-to-day operations (Continued)

##### 1. Matters disclosed in temporary announcements and with no progress or change in subsequent implementation (Continued)

Description of Event	Enquiry Index
<p>On 25 August 2023, the Company signed a daily related/continuing connected transaction agreement with China Merchants Chongqing Transportation Research and Design Institute Co., Ltd. (招商局重慶交通科研設計院有限公司) (a wholly-owned subsidiary of China Merchants Expressway, the Company's second largest shareholder), under which China Merchants Chongqing Transportation Research Design Institute Co., Ltd. provides the Company with expressway electromechanical operation and maintenance manual compilation services. The agreement period is from 1 September 2023 to 30 June 2024, and the total agreement amount does not exceed RMB875,000, of which: from 1 January 2024 to 30 June 2024, the agreement amount shall not exceed RMB175,000.</p>	<p>For details, please refer to the announcements on the resolutions of the Board of Directors published by the Company on the website of the SSE at <a href="http://www.sse.com.cn">www.sse.com.cn</a> on 28 August 2023 and on the website of the Stock Exchange at <a href="http://www.hkexnews.hk">www.hkexnews.hk</a> on 25 August 2023.</p>
<p>On 25 August 2023, the Company and its subsidiaries Wufengshan Toll Bridge Company, Zhendan Company, and Yichang Company respectively signed ordinary related/continuing connected transaction agreements with the Digital Research Institute (the associate of the Company's controlling shareholder), and the Digital Research Institute provides network modification services for gas stations in the service areas of the Company and its subsidiaries. The agreement period is from 1 October 2023 to 30 April 2024. The cumulative amount of the agreement does not exceed RMB181,500, of which: the cumulative amount of the Company no more than RMB140,700 (no more than RMB59,200 in 2024); the cumulative amount of Wufengshan Toll Bridge Company does not exceed RMB13,600 (from 1 January to 30 April 2024); the cumulative amount of Zhendan Company does not exceed RMB13,600 (from 1 January to 30 April 2024); the cumulative amount of Yichang Company does not exceed RMB13,600 (from 1 January to 30 April 2024). The Company has signed an ordinary related/continuing connected transaction agreement with the Digital Research Institute, whereby the Digital Research Institute will provide the Company with video conference room network upgrade services. The term of the agreement is from 1 October 2023 to 30 April 2024, and the cumulative amount of the agreement shall not exceed RMB24,000, of which: no more than RMB6,400 in 2024.</p>	<p>For details, please refer to the announcements on the resolutions of the Board of Directors published by the Company on the website of the SSE at <a href="http://www.sse.com.cn">www.sse.com.cn</a> and on the website of the Stock Exchange at <a href="http://www.hkexnews.hk">www.hkexnews.hk</a> on 28 August 2023.</p>

## SECTION VI SIGNIFICANT MATTERS

### X. MAJOR RELATED PARTY/CONNECTED TRANSACTIONS (CONTINUED)

#### (I) Related party/connected transaction relating to day-to-day operations (Continued)

##### 1. Matters disclosed in temporary announcements and with no progress or change in subsequent implementation (Continued)

Description of Event	Enquiry Index
<p>On 25 August 2023, the Company and its subsidiaries entered into a factoring agreement with a Factoring Company (which is an associate of the controlling shareholder of the Company) for the provision of factoring services to the Company and its subsidiaries for a term commencing from 1 September 2023 to 30 April 2024, with the amount of the factoring business not exceeding RMB50.0 million. Among it, the term of the agreement for the Company is 1 September 2023 to 30 April 2024, with the amount not exceeding RMB21 million (of which not exceeding RMB13.5 million in 2024); the term of the agreement of Guangjing Xicheng Company is from 1 September 2023 to 30 April 2024, with the amount not exceeding RMB2 million (of which not exceeding RMB1 million in 2024); the term of the agreement of Longtan Bridge Company is from 1 September 2023 to 30 April 2024, with the amount not exceeding RMB3 million (of which not exceeding RMB2 million in 2024). The term of the agreement of Zhendan Company is from 1 September 2023 to 30 April 2024, with an amount not exceeding RMB2 million (of which not exceeding RMB1 million in 2024). The term of the agreement for Wufengshan Toll Bridge Company is from 1 September 2023 to 30 April 2024, with an amount not exceeding RMB2 million (of which not exceeding RMB1 million in 2024). The term of the agreement for Ninghu Investment Company is from 1 September 2023 to 30 April 2024, with the amount not exceeding RMB2 million (of which not exceeding RMB1 million in 2024). The term of the agreement for YS Energy Company is from 1 September 2023 to 30 April 2024, with the amount not exceeding RMB8 million (of which not exceeding RMB5 million in 2024). The term of the agreement for Ninghu Properties Company is from 1 September 2023 to 30 April 2024, with an amount not exceeding RMB4 million (of which not exceeding RMB2 million in 2024). The term of the agreement for Hanwei Company is from 1 September 2023 to 30 April 2024 in an amount not exceeding RMB5 million (of which not exceeding RMB3 million in 2024). The term of the agreement for Jiangsu Yangtze River Expressway Corridor Management Company is from 1 September 2023 to 30 April 2024 in an amount not exceeding RMB1 million (of which not exceeding RMB500,000 in 2024).</p>	<p>For details, please refer to the Company's daily connected/continuing connected transaction announcements published on the SSE website <a href="http://www.sse.com.cn">www.sse.com.cn</a> on 28 August 2023 and on the Stock Exchange website <a href="http://www.hkexnews.hk">www.hkexnews.hk</a> on 27 August 2023.</p>

## SECTION VI SIGNIFICANT MATTERS

### X. MAJOR RELATED PARTY/CONNECTED TRANSACTIONS (CONTINUED)

#### (I) Related party/connected transaction relating to day-to-day operations (Continued)

##### 1. Matters disclosed in temporary announcements and with no progress or change in subsequent implementation (Continued)

Description of Event	Enquiry Index
<p>On 25 August 2023, the Company signed a related-party transaction agreement with Communications Holding Commercial Operation Company (the associate person of the Company's controlling shareholder) regarding the material procurement transactions and property services of the Company and its subsidiaries. The Company and Ninghu Properties Company will purchase additional office supplies, office equipment and other materials from Communications Holding Commercial Operation Company. The agreement period is from 1 September 2023 to 30 April 2024, and the cumulative transaction amount shall not exceed RMB5.68 million. Among them: the transaction amount of material procurement of the Company shall not exceed RMB5.08 million (not exceeding RMB670,000 from 1 January 2024 to 30 April 2024); the transaction amount of material procurement of Ninghu Properties Company shall not exceed RMB600,000 (not exceeding RMB100,000 in 2024).</p>	<p>For details, please refer to the Company's daily connected/continuing connected transaction announcements published on the SSE website <a href="http://www.sse.com.cn">www.sse.com.cn</a> on 28 August 2023 and on the Stock Exchange website <a href="http://www.hkexnews.hk">www.hkexnews.hk</a> on 27 August 2023.</p>
<p>On 25 August 2023, the Company signed an agreement with Communications Holding Commercial Operation Company (the associate of the Company's controlling shareholder) for the provision of professional property management services such as security, cleaning, customer service, and chefs. The agreement period is from 1 September 2023 to 30 April 2024, and the transaction amount shall not exceed RMB7.13 million, of which: from 1 January 2024 to 30 April 2024, the amount shall not exceed RMB4.34 million.</p>	<p>For details, please refer to the announcements on the resolutions of the Board of Directors published by the Company on the website of the SSE at <a href="http://www.sse.com.cn">www.sse.com.cn</a> on 28 August 2023 and on the website of the Stock Exchange at <a href="http://www.hkexnews.hk">www.hkexnews.hk</a> on 25 August 2023.</p>
<p>On 25 August 2023, the Company signed a framework agreement with Communications Holding Commercial Operation Company to lease part of the operating rights of the Douzhuang Service Area of Nanjing-Shanghai Expressway to Jiangsu Communications Holding Commercial Transportation Company (associate of the Company's controlling shareholder) for a three-year contract period (1 September 2023 to 31 August 2026). The transaction amount shall not exceed RMB13 million per year, of which: in both 2024 and 2025, it shall not exceed RMB13 million. From January 2026 to August 2026, it shall not exceed RMB8.7 million, and shall not exceed RMB39 million in total in the three years.</p>	<p>For details, please refer to the Company's daily connected/continuing connected transaction announcements published on the SSE website <a href="http://www.sse.com.cn">www.sse.com.cn</a> on 28 August 2023 and on the Stock Exchange website <a href="http://www.hkexnews.hk">www.hkexnews.hk</a> on 27 August 2023.</p>

## SECTION VI SIGNIFICANT MATTERS

### X. MAJOR RELATED PARTY/CONNECTED TRANSACTIONS (CONTINUED)

#### (I) Related party/connected transaction relating to day-to-day operations (Continued)

##### 1. Matters disclosed in temporary announcements and with no progress or change in subsequent implementation (Continued)

Description of Event	Enquiry Index
<p>On 25 August 2023, the Company signed an annual framework agreement with Cuiplingshan Hotel (the associate of the Company's controlling shareholder) for services such as committee affairs, welfare payment, education on the history of revolution for party members, and employee education and training. The term of the agreement is from 1 September 2023 to 30 April 2024, and the agreement amount shall not exceed RMB3.26 million, of which the amount in 2024 shall not exceed RMB780,000.</p>	<p>For details, please refer to the announcements on the resolutions of the Board of Directors published by the Company on the website of the SSE at <a href="http://www.sse.com.cn">www.sse.com.cn</a> on 28 August 2023 and on the website of the Stock Exchange at <a href="http://www.hkexnews.hk">www.hkexnews.hk</a> on 25 August 2023.</p>
<p>On 27 October 2023, the Company and Expressway Energy Company (the associate of the Company's controlling shareholder) increased the agreement amount by RMB8 million for the original agreement period (1 May 2023 to 30 April 2024) regarding the leasing and operation of the Company's gas stations in Maoshan, Changdanghu, Gehu and Rongbing service areas by Expressway Energy Company. The amount shall not exceed RMB4.4 million from 1 January 2024 to 30 April 2024.</p>	<p>For details, please refer to the announcements on the resolutions of the Board of Directors published by the Company on the website of the SSE at <a href="http://www.sse.com.cn">www.sse.com.cn</a> on 30 October 2023 and on the website of the Stock Exchange at <a href="http://www.hkexnews.hk">www.hkexnews.hk</a> on 27 October 2023.</p>
<p>On 27 October 2023, the Company and its subsidiary Wufengshan Toll Bridge Company (a connected subsidiary of the Company) increased the agreement amount by RMB10.5 million for the original agreement period (1 May 2023 to 30 April 2024) regarding the Company's operation and lease of Wufengshan Toll Bridge Company's gas station in Guangling Service Area. The amount shall not exceed RMB4.1 million from 1 January 2024 to 30 April 2024.</p>	<p>For details, please refer to the announcements on the resolutions of the Board of Directors published by the Company on the website of the SSE at <a href="http://www.sse.com.cn">www.sse.com.cn</a> on 30 October 2023 and on the website of the Stock Exchange at <a href="http://www.hkexnews.hk">www.hkexnews.hk</a> on 27 October 2023.</p>
<p>On 27 October 2023, the Company and its subsidiary, Yichang Company (the Company's connected subsidiary) increased the agreement amount by RMB1.18 million for the original agreement period (20 January 2021 to 19 January 2024) in relation to the Company's lease for the operation of gas stations in Zhangzhu service area belonging to Yichang Expressway. After the additional adjustments, the agreement amount will not exceed RMB6.5 million.</p>	<p>For details, please refer to the Company's daily connected/continuing connected transaction announcements published on the website of the SSE at <a href="http://www.sse.com.cn">www.sse.com.cn</a> on 30 October 2023 and on the website of the Stock Exchange at <a href="http://www.hkexnews.hk">www.hkexnews.hk</a> on 27 October 2023.</p>

## SECTION VI SIGNIFICANT MATTERS

### X. MAJOR RELATED PARTY/CONNECTED TRANSACTIONS (CONTINUED)

#### (I) Related party/connected transaction relating to day-to-day operations (Continued)

##### 1. Matters disclosed in temporary announcements and with no progress or change in subsequent implementation (Continued)

Description of Event	Enquiry Index
<p>On 27 October 2023, the Company entered into a lease renewal agreement with Yichang Company, a subsidiary of the Company (a connected subsidiary of the Company), whereby Yichang Company leased the gas station in Zhangzhu service area owned by Yichang Company to the Company for operation and management, for a term commencing from 20 January 2024 to 30 April 2025, with an amount of the agreement not exceeding RMB6.5 million (of which the agreement amount not exceeding RMB4.5 million from 20 January to 31 December 2024 and not exceeding RMB2.0 million from 1 January to 30 April 2025).</p>	<p>For details, please refer to the Company's daily connected/continuing connected transaction announcements published on the website of the SSE at <a href="http://www.sse.com.cn">www.sse.com.cn</a> on 30 October 2023 and on the website of the Stock Exchange at <a href="http://www.hkexnews.hk">www.hkexnews.hk</a> on 27 October 2023.</p>
<p>On 27 October 2023, the Company made an additional agreement amount of RMB1,000,000 for the original agreement period (from 1 May 2023 to 30 April 2024) with Tongxingbao Company (an associate of the controlling shareholder of the Company) in relation to the provision of ETC refueling and integrated payment technology services by Tongxingbao Company to the Company, of which the agreement amount shall not exceed RMB500,000 for the year 2024. After the additional adjustment, the amount of the connected transaction in respect of the provision of ETC refueling and integrated payment technology services by Tongxingbao Company to the Company shall not exceed RMB4 million, of which not exceeding RMB1.5 million in 2024.</p>	<p>For details, please refer to the Company's daily connected/continuing connected transaction announcements published on the website of the SSE at <a href="http://www.sse.com.cn">www.sse.com.cn</a> on 30 October 2023 and on the website of the Stock Exchange at <a href="http://www.hkexnews.hk">www.hkexnews.hk</a> on 27 October 2023.</p>
<p>On 26 December 2023, the Company signed an entrusted operation and management agreement with Wufengshan Toll Bridge Company (a connected subsidiary of the Company) for the entrustment of its ordinary operation and management matters. The agreement period is from 1 January 2024 to 30 April 2026. The agreement amount shall not exceed RMB125.17 million (of which not exceeding RMB50 million in 2024, not exceeding RMB55 million in 2025 and not exceeding RMB20.17 million in 2026).</p>	<p>For details, please refer to the Company's daily connected/continuing connected transaction announcements published on the SSE website <a href="http://www.sse.com.cn">www.sse.com.cn</a> on 27 December 2023 and on the Stock Exchange website <a href="http://www.hkexnews.hk">www.hkexnews.hk</a> on 26 December 2023.</p>

## SECTION VI SIGNIFICANT MATTERS

### X. MAJOR RELATED PARTY/CONNECTED TRANSACTIONS (CONTINUED)

#### (I) Related party/connected transaction relating to day-to-day operations (Continued)

##### 1. Matters disclosed in temporary announcements and with no progress or change in subsequent implementation (Continued)

Description of Event	Enquiry Index
<p>On 26 December 2023, the Company signed an entrusted operation and management agreement with Suxichang South Expressway Company (the associate of the Company's controlling shareholder) for the entrustment of its ordinary operation and management matters. The term of the agreement is from 1 January 2024 to 30 April 2026. The agreement amount shall not exceed RMB132.68 million (of which not exceeding RMB53 million in 2024, not exceeding RMB58.3 million in 2025 and not exceeding RMB21.38 million in 2026).</p>	<p>For details, please refer to the Company's daily connected/continuing connected transaction announcements published on the SSE website <a href="http://www.sse.com.cn">www.sse.com.cn</a> on 27 December 2023 and on the Stock Exchange website <a href="http://www.hkexnews.hk">www.hkexnews.hk</a> on 26 December 2023.</p>
<p>On 26 December 2023, the Company signed a related/continuing connected transaction agreement with Tongxingbao Company (the associate of the Company's controlling shareholder) regarding the cloud charging robot services of the Company and its subsidiaries. The term of the Company's agreement is from 1 January 2024 to 30 April 2025 and the agreement amount shall not exceed RMB4.06 million (of which the amount shall not exceed RMB3.04 million in 2024 and the amount shall not exceed RMB1.02 million in 2025). The agreement amount of Zhendan Company shall not exceed RMB110,000 (of which not exceeding RMB80,000 in 2024 and not exceeding RMB30,000 in 2025). The agreement amount of Wufengshan Toll Bridge Company shall not exceed RMB110,000 (of which not exceeding RMB80,000 in 2024 and not exceeding RMB30,000 in 2025).</p>	<p>For details, please refer to the announcements on the resolutions of the Board of Directors published by the Company on the website of the SSE at <a href="http://www.sse.com.cn">www.sse.com.cn</a> on 27 December 2023 and on the website of the Stock Exchange at <a href="http://www.hkexnews.hk">www.hkexnews.hk</a> on 26 December 2023.</p>
<p>On 26 December 2023, the Company signed a transaction agreement with Micro Video Company (the associate of the Company's controlling shareholder) regarding the cloud charging FFT2.0 empowerment platform services of the Company and its subsidiaries. The term of the agreement is from 1 January 2024 to 30 April 2025. The agreement amount shall not exceed RMB540,000. The Company's agreement amount shall not exceed RMB480,000 (of which not exceeding RMB355,000 in 2024 and not exceeding RMB125,000 in 2025). The agreement amount of Zhendan Company shall not exceed RMB24,000 (not exceeding RMB18,000 in 2024 and not exceeding RMB6,000 in 2025). The agreement amount of Wufengshan Toll Bridge Company shall not exceed RMB36,000 (of which not exceeding RMB27,000 in 2024 and not exceeding RMB9,000 in 2025).</p>	<p>For details, please refer to the announcements on the resolutions of the Board of Directors published by the Company on the website of the SSE at <a href="http://www.sse.com.cn">www.sse.com.cn</a> on 27 December 2023 and on the website of the Stock Exchange at <a href="http://www.hkexnews.hk">www.hkexnews.hk</a> on 26 December 2023.</p>



## SECTION VI SIGNIFICANT MATTERS

### X. MAJOR RELATED PARTY/CONNECTED TRANSACTIONS (CONTINUED)

#### (I) Related party/connected transaction relating to day-to-day operations (Continued)

##### 1. Matters disclosed in temporary announcements and with no progress or change in subsequent implementation (Continued)

Description of Event	Enquiry Index
On 26 December 2023, the Company signed a property lease agreement with Railway Group Company (the associate of the Company's controlling shareholder). The lease period is from 1 January to 31 December 2024, and the rent is RMB3.97364 million.	For details, please refer to the announcements on the resolutions of the Board of Directors published by the Company on the website of the SSE at <a href="http://www.sse.com.cn">www.sse.com.cn</a> on 27 December 2023 and on the website of the Stock Exchange at <a href="http://www.hkexnews.hk">www.hkexnews.hk</a> on 26 December 2023.
On 26 December 2023, the Company signed an agreement with Information Company (associate of the Company's controlling shareholder) regarding the smart service area improvement project. Information Company will provide the Company with the update and transformation of the service area bayonet, operation data upload and passenger flow identifying leasing services. The agreement period is from 1 January 2024 to 31 December 2026, and the agreement amount shall not exceed RMB4.8 million (of which not exceeding RMB1.6 million in 2024, not exceeding RMB1.6 million in 2025, and not exceeding RMB1.6 million in 2026).	For details, please refer to the announcements on the resolutions of the Board of Directors published by the Company on the website of the SSE at <a href="http://www.sse.com.cn">www.sse.com.cn</a> on 27 December 2023 and on the website of the Stock Exchange at <a href="http://www.hkexnews.hk">www.hkexnews.hk</a> on 26 December 2023.
On 26 December 2023, the Company signed a contract with Communications Holding Commercial Operation Company (an associate person of the Company's controlling shareholder), which will serve as a supplier to supply goods to the supermarkets in the Maoshan service area operated by the Company. The contract period is from 1 January 2024 to 30 April 2025, and the contract amount shall not exceed RMB7.11 million (of which not exceeding RMB5.33 million in 2024; not exceeding RMB1.78 million in 2025).	For details, please refer to the announcements on the resolutions of the Board of Directors published by the Company on the website of the SSE at <a href="http://www.sse.com.cn">www.sse.com.cn</a> on 27 December 2023 and on the website of the Stock Exchange at <a href="http://www.hkexnews.hk">www.hkexnews.hk</a> on 26 December 2023.
On 26 December 2023, the Company signed a supplementary property lease agreement with Sundian Testing Company (an associate of the Company's controlling shareholder). Sundian Testing Company will construct on behalf of the Company the power distribution room project of the Company's house located at No. 2 Xianlin Avenue, Nanjing, which is leased by it. The cost of the construction on behalf of the Company was determined to be RMB1,283,800 by the budget and pre-bid audit, and the rent was adjusted to RMB1,690,000 per annum for the original lease period after negotiation between the two parties and the lease term remained unchanged from 1 January 2023 to 30 April 2025.	For details, please refer to the announcements on the resolutions of the Board of Directors published by the Company on the website of the SSE at <a href="http://www.sse.com.cn">www.sse.com.cn</a> on 27 December 2023 and on the website of the Stock Exchange at <a href="http://www.hkexnews.hk">www.hkexnews.hk</a> on 26 December 2023.



## SECTION VI SIGNIFICANT MATTERS

### X. MAJOR RELATED PARTY/CONNECTED TRANSACTIONS (CONTINUED)

#### (I) Related party/connected transaction relating to day-to-day operations (Continued)

##### 1. Matters disclosed in temporary announcements and with no progress or change in subsequent implementation (Continued)

Description of Event	Enquiry Index
<p>On 29 January 2024, the Company entered into the following three related/connected transaction agreements: (1) Sujiaokong Clean Energy Jiangsu Company, a wholly-owned subsidiary of YS Energy Company, a wholly-owned subsidiary of the Company, as the implementation entity, to invest in the construction of the 1.74MW distributed photovoltaic project in Pingwang Service Area of Yanjiang Expressway and enter into the Energy Management Agreement for 1.74MW Distributed Photovoltaic Project Contract in Jiangsu Communications Holding Yanjiang Expressway Pingwang Service Area with Yanjiang Company (being an associate of the controlling shareholder of the Company) with a term of 20 years. The total investment amount of the project is approximately RMB8,700,000, with a project capital ratio of 25% and a corresponding capital requirement of RMB2,175,000, all of which shall be provided by the paid-in capital of the Company to YS Energy Company, which in turn shall be provided by the paid-in capital of YS Energy Company to Sujiaokong Clean Energy Jiangsu Company; the remaining 75% of the investment amount of the project, amounting to RMB6,525,000, shall be provided by the Company to YS Energy Company and Sujiaokong Clean Energy Jiangsu Company with funds allocated for direct financing which complied with the legal requirements or be funded by way of project loans. Sujiaokong Clean Energy Jiangsu Company will supply the electricity generated from the photovoltaic power station project to Yanjiang Company on a priority basis within the operation period of the agreement and provide a 15% discount on the electricity price of the local power grid for the same period, in lieu of payment of site rental to Yanjiang Company, and it is expected that the annual discount on electricity fees for the service area will not be higher than RMB155,040. (2) Sujiaokong Clean Energy Jiangsu Company, a wholly-owned subsidiary of YS Energy Company, a wholly-owned subsidiary of the Company, as the implementation entity, to invest in the construction of the 0.76MW distributed photovoltaic project in Guocun Service Area and enter into the Energy Management Agreement for 0.76MW Distributed Photovoltaic Project Contract in Jiangsu Communications Holding Ningjingyan Expressway Guocun Service Area with Ningjingyan Company (being an associate of the controlling shareholder of the Company) with a term of 20 years. The total investment amount of the project is approximately RMB3,800,000, with a project capital ratio of 25% and a corresponding capital requirement of RMB950,000, all of which shall be provided by the paid-in capital of the Company to YS Energy Company, which in turn shall be provided by the paid-in capital of YS Energy Company to Sujiaokong Clean Energy Jiangsu Company; the remaining 75% of the investment amount of the project, amounting to RMB2,850,000, shall be provided by the Company to YS Energy Company and Sujiaokong Clean Energy Jiangsu Company with funds allocated for direct financing which complied with the legal requirements or be funded by way of project loans, and it is expected that annual discount on electricity fees for the service area will not be higher than</p>	<p>For details, please refer to the announcements on the resolutions of the Board of Directors published by the Company on the website of the SSE at <a href="http://www.sse.com.cn">www.sse.com.cn</a> on 29 January 2024 and on the website of the Stock Exchange at <a href="http://www.hkexnews.hk">www.hkexnews.hk</a> on 28 January 2024.</p>

## SECTION VI SIGNIFICANT MATTERS

### X. MAJOR RELATED PARTY/CONNECTED TRANSACTIONS (CONTINUED)

#### (I) Related party/connected transaction relating to day-to-day operations (Continued)

##### 1. Matters disclosed in temporary announcements and with no progress or change in subsequent implementation (Continued)

###### Description of Event

###### Enquiry Index

RMB68,544. (3) Sujiaokong Clean Energy Jiangsu Company, a wholly-owned subsidiary of YS Energy Company, a wholly-owned subsidiary of the Company, as the implementation entity, to invest in the construction of the 4.44MW distributed photovoltaic project in Jinfeng Service Area and Shanghai-Hutong Bridge Management Office and enter into the Energy Management Agreement for 4.44MW Distributed Photovoltaic Project Contract in Jiangsu Communications Holding Yangtze River Expressway Jinfeng Service Area and Shanghai-Hutong Bridge Management Office with Hutong Bridge Company (being an associate of the controlling shareholder of the Company) with a term of 20 years. The total investment amount of the project is approximately RMB21,980,000, with a project capital ratio of 25% and a corresponding capital requirement of RMB5,495,000, all of which shall be provided by the paid-in capital of the Company to YS Energy Company, which in turn shall be provided by the paid-in capital of YS Energy Company to Sujiaokong Clean Energy Jiangsu Company; the remaining 75% of the investment amount of the project, amounting to RMB16,485,000, shall be provided by the Company to YS Energy Company and Sujiaokong Clean Energy Jiangsu Company with funds allocated for direct financing which complied with the legal requirements or be funded by way of project loans. Sujiaokong Clean Energy Jiangsu Company will supply the electricity generated from the photovoltaic power station project to Hutong Bridge Company on a priority basis within the operation period of the agreement and provide a 15% discount on the electricity price of the local power grid for the same period, in lieu of payment of site rental to Hutong Bridge Company, and it is expected that annual discount on electricity fees for the service area will not be higher than RMB187,932.

## SECTION VI SIGNIFICANT MATTERS

### X. MAJOR RELATED PARTY/CONNECTED TRANSACTIONS (CONTINUED)

#### (I) Related party/connected transaction relating to day-to-day operations (Continued)

##### 1. Matters disclosed in temporary announcements and with no progress or change in subsequent implementation (Continued)

Description of Event	Enquiry Index
<p>On 28 March 2024, the Company entered into the annual framework agreement with Micro Video Company (being an associate of the controlling shareholder of the Company) in respect of the cloud check-in services, expressway management and monitoring system cloud services, status list services (services to distribute the list of vehicles that owe or evade fees nationwide to prohibit them from entering the expressways for the purpose of recovering fees), insurance claims collection service for the clearance and rescue fee payment system, toll lane FFT2.0 cloud-enabled services, archive system construction services, preparation of toll station rate schedule, maintenance fees for obstacles clearance mobile payment service and tax control system, Longtan Bridge opening-related information system access services, special project for optimisation of provincial network toll collection, construction of smart expressway and encrypted video forwarding platform and research on cloud application of highway high-definition videos for the Company and its subsidiaries, of which, the service term of cloud check-in services shall commence from 1 May 2024 to 30 April 2025, with the agreement amount of the Company not exceeding RMB3.3 million (not exceeding RMB2.2 million in 2024 and RMB1.1 million in 2025), the agreement amount of Wufengshan Toll Bridge Company not exceeding RMB300,000 (not exceeding RMB200,000 in 2024 and RMB100,000 in 2025); the service term of expressway management and monitoring system cloud service shall commence from 1 May 2024 to 30 April 2025, with the agreement amount of the Company not exceeding RMB740,000 (not exceeding RMB544,000 in 2024 and RMB196,000 in 2025), the agreement amount of Wufengshan Toll Bridge Company not exceeding RMB190,000 (not exceeding RMB140,000 in 2024 and RMB50,000 in 2025), the agreement amount of Guangjing Xicheng Company not exceeding RMB400,000 (not exceeding RMB250,000 in 2024 and RMB150,000 in 2025), the agreement amount of Yichang Company not exceeding RMB150,000 (not exceeding RMB100,000 in 2024 and RMB50,000 in 2025), the agreement amount of Changyi Company not exceeding RMB90,000 (not exceeding RMB60,000 in 2024 and RMB30,000 in 2025); the service term of status list services shall commence from 1 May 2024 to 30 April 2025, with the agreement amount of the Guangjing Xicheng Company not exceeding RMB105,000 (not exceeding RMB70,000 in 2024 and RMB35,000 in 2025), each of the agreement amounts of the Yichang Company and Changyi Company both not exceeding RMB15,000 (each not exceeding RMB10,000 in 2024 and RMB5,000 in 2025); the service term of insurance claim collection service on obstacles clearance and rescue fee payment system shall commence from 1 May 2024 to 30 April 2025, with the agreement amount of the Company not exceeding RMB150,000 (not exceeding</p>	<p>For details, please refer to the Company's daily connected/continuing connected transaction announcements published on the website of the SSE at <a href="http://www.sse.com.cn">www.sse.com.cn</a> on 27 March 2024 and on the website of the Stock Exchange at <a href="http://www.hkexnews.hk">www.hkexnews.hk</a> on 1 April 2024.</p>

## SECTION VI SIGNIFICANT MATTERS

### X. MAJOR RELATED PARTY/CONNECTED TRANSACTIONS (CONTINUED)

#### (I) Related party/connected transaction relating to day-to-day operations (Continued)

##### 1. Matters disclosed in temporary announcements and with no progress or change in subsequent implementation (Continued)

###### Description of Event

###### Enquiry Index

RMB100,000 in 2024 and RMB50,000 in 2025), the agreement amount of the Zhendan Company not exceeding RMB20,000 (not exceeding RMB10,000 in 2024 and RMB10,000 in 2025), the agreement amount of the Wufengshan Toll Bridge Company not exceeding RMB30,000 (not exceeding RMB20,000 in 2024 and RMB10,000 in 2025), the agreement amount of the Longtan Bridge Company not exceeding RMB15,000 for the period from 1 December 2024 to 30 April 2025 (not exceeding RMB5,000 in 2024 and RMB10,000 in 2025); the service term of toll lane FFT2.0 cloud-enabled services shall commence from 1 May 2024 to 30 April 2025, with the agreement amount of the Company not exceeding RMB600,000 (not exceeding RMB450,000 in 2024 and RMB150,000 in 2025), the agreement amount of the Guangjing Xicheng Company not exceeding RMB450,000 (not exceeding RMB300,000 in 2024 and RMB150,000 in 2025), the agreement amount of the Yichang Company not exceeding RMB30,000 (not exceeding RMB20,000 in 2024 and RMB10,000 in 2025), the agreement amount of the Changyi Company not exceeding RMB60,000 (not exceeding RMB40,000 in 2024 and RMB20,000 in 2025); the service term of archive system construction services shall commence from 1 May 2024 to 30 April 2025, with the agreement amount of the Company not exceeding RMB600,000 (not exceeding RMB500,000 in 2024 and RMB100,000 in 2025); the service term of preparation of toll station rate schedule services shall commence from 1 May 2024 to 31 December 2024, with the agreement amount of the Longtan Bridge Company not exceeding RMB148,000; the service term of maintenance fees for obstacles clearance mobile payment service and tax control system shall commence from 1 January 2025 to 30 April 2025, with each of the agreement amounts of the Guangjing Xicheng Company and Yichang Company not exceeding RMB29,000; the service term of Longtan Bridge opening-related information system access services shall commence from 1 May 2024 to 30 April 2025, with the agreement amount of the Longtan Bridge Company not exceeding RMB3.45 million (not exceeding RMB2.09 million in 2024 and RMB1.36 million in 2025); the service term of special project for optimisation of provincial network toll collection shall commence from 1 May 2024 to 31 December 2024, with the agreement amount of the Company not exceeding RMB2.4 million; the service term of construction of smart expressway and encrypted video forwarding platform shall commence from 1 May 2024 to 30 April 2025, with the agreement amount of the Company not exceeding RMB10.04 million (not exceeding RMB7.616 million in 2024 and RMB2.424 million in 2025); the service term of research on cloud application of highway high-definition videos shall commence from 1 May 2024 to 30 April 2025, with the agreement amount of the Company not exceeding RMB7.70 million (not exceeding RMB1.54 million in 2024 and RMB6.16 million in 2025).

## SECTION VI SIGNIFICANT MATTERS

### X. MAJOR RELATED PARTY/CONNECTED TRANSACTIONS (CONTINUED)

#### (I) Related party/connected transaction relating to day-to-day operations (Continued)

##### 1. Matters disclosed in temporary announcements and with no progress or change in subsequent implementation (Continued)

Description of Event	Enquiry Index
<p>On 28 March 2024, the Company entered into the annual framework agreement with Information Company (being an associate of the controlling shareholder of the Company) in respect of the maintenance services of the electromechanical system, service area intelligent management platform maintenance project, service area information platform promotion and improvement projects, service area cash register inspection construction services and optimisation of provincial network toll collection services for the Company and its subsidiaries, of which, the service term of maintenance of electromechanical system shall commence from 1 May 2024 to 30 April 2025, with the agreement amount of the Company not exceeding RMB1.68 million (not exceeding RMB1.12 million in 2024 and RMB0.56 million in 2025), the agreement amount of the Guangjing Xicheng Company not exceeding RMB1.2 million (not exceeding RMB0.8 million in 2024 and RMB0.4 million in 2025), the agreement amount of the Yichang Company not exceeding RMB180,000 (not exceeding RMB120,000 in 2024 and RMB60,000 in 2025), the service amount of the Changyi Company not exceeding RMB150,000 (not exceeding RMB100,000 in 2024 and RMB50,000 in 2025); the service term of promotion and improvement of information platforms in service area shall commence from 1 May 2024 to 30 April 2025, with the service amount of the Company not exceeding RMB950,000 (not exceeding RMB750,000 in 2024 and RMB200,000 in 2025); the service term of construction of cash collection inspection service in service area shall commence from 1 May 2024 to 31 December 2024, with the agreement amount of the Company not exceeding RMB900,000; the service term of service area intelligent management platform maintenance service shall commence from 1 May 2024 to 30 April 2025, with the agreement amount of the Company not exceeding RMB300,000 (not exceeding RMB280,000 in 2024 and RMB20,000 in 2025), each of the agreement amounts of Zhendan Company and Wufengshan Toll Bridge Company not exceeding RMB30,000 (each not exceeding RMB25,000 in 2024 and RMB5,000 in 2025); the service term of special project for optimization of provincial network toll collection shall commence from 1 May 2024 to 31 December 2024, with the agreement amount of the Guangjing Xicheng Company not exceeding RMB45,000.</p>	<p>For details, please refer to the Company's daily connected/continuing connected transaction announcements published on the website of the SSE at <a href="http://www.sse.com.cn">www.sse.com.cn</a> on 27 March 2024 and on the website of the Stock Exchange at <a href="http://www.hkexnews.hk">www.hkexnews.hk</a> on 1 April 2024.</p>

## SECTION VI SIGNIFICANT MATTERS

### X. MAJOR RELATED PARTY/CONNECTED TRANSACTIONS (CONTINUED)

#### (I) Related party/connected transaction relating to day-to-day operations (Continued)

##### 1. Matters disclosed in temporary announcements and with no progress or change in subsequent implementation (Continued)

Description of Event	Enquiry Index
<p>On 28 March 2024, the Company entered into an annual framework agreement with Tongxingbao Company (being an associate of the controlling shareholder of the Company) in respect of the network system services such as cloud dispatch technology services and SD-WAN technology services, the road network technology services, ETC customer service outlets leasing, ETC refueling and payment integrated technology services, construction of charging stations in service areas, procurement of cloud toll collection equipment and subsequent network service projects, and procurement of toll collection equipment and network service projects in relation to the opening of Longtan Bridge for the Company and its subsidiaries, of which, the service term of cloud dispatch services shall commence from 1 May 2024 to 30 April 2025, with the agreement amount of the Company not exceeding RMB2.01 million (not exceeding RMB1.34 million in 2024 and RMB0.67 million in 2025), the agreement amount of the Wufengshan Toll Bridge Company not exceeding RMB300,000 (not exceeding RMB200,000 in 2024 and RMB100,000 in 2025), the agreement amount of the Guangjing Xicheng Company not exceeding RMB600,000 (not exceeding RMB400,000 in 2024 and RMB200,000 in 2025), the agreement amount of the Yichang Company not exceeding RMB300,000 (not exceeding RMB200,000 in 2024 and RMB100,000 in 2025), each of the agreement amounts of Changyi Company and Zhendan Company not exceeding RMB60,000 (each not exceeding RMB40,000 in 2024 and RMB20,000 in 2025). The service term of SD-WAN technology services shall commence from 1 May 2024 to 30 April 2025, with the agreement amount of the Company not exceeding RMB5.34 million (not exceeding RMB3.56 million in 2024 and RMB1.78 million in 2025), the agreement amount of Zhendan Company not exceeding RMB300,000 (each not exceeding RMB200,000 in 2024 and RMB100,000 in 2025), the agreement amount of the Wufengshan Toll Bridge Company not exceeding RMB420,000 (not exceeding RMB280,000 in 2024 and RMB140,000 in 2025), the agreement amount of the Guangjing Xicheng Company not exceeding RMB1.57 million (not exceeding RMB1.05 million in 2024 and RMB520,000 in 2025), each of the agreement amounts of Yichang Company and Changyi Company not exceeding RMB180,000 (each not exceeding RMB120,000 in 2024 and RMB60,000 in 2025). The service term of fees for road network technology services shall commence from 1 May 2024 to 30 April 2025, with the agreement amount of the Company not exceeding</p>	<p>For details, please refer to the Company's daily connected/continuing connected transaction announcements published on the website of the SSE at <a href="http://www.sse.com.cn">www.sse.com.cn</a> on 27 March 2024 and on the website of the Stock Exchange at <a href="http://www.hkexnews.hk">www.hkexnews.hk</a> on 1 April 2024.</p>



## SECTION VI SIGNIFICANT MATTERS

### X. MAJOR RELATED PARTY/CONNECTED TRANSACTIONS (CONTINUED)

#### (I) Related party/connected transaction relating to day-to-day operations (Continued)

##### 1. Matters disclosed in temporary announcements and with no progress or change in subsequent implementation (Continued)

###### Description of Event

###### Enquiry Index

RMB24 million (not exceeding RMB16 million in 2024 and RMB8 million in 2025), the agreement amount of Zhendan Company not exceeding RMB600,000 (not exceeding RMB400,000 in 2024 and RMB200,000 in 2025), the agreement amount of the Wufengshan Toll Bridge Company not exceeding RMB6 million (not exceeding RMB4 million in 2024 and RMB2 million in 2025), the agreement amount of the Guangjing Xicheng Company not exceeding RMB8 million (not exceeding RMB5 million in 2024 and RMB3 million in 2025), the agreement amount of the Yichang Company not exceeding RMB900,000 (not exceeding RMB600,000 in 2024 and RMB300,000 in 2025), the agreement amount of the Changyi Company not exceeding RMB850,000 (not exceeding RMB500,000 in 2024 and RMB350,000 in 2025), the agreement amount of the Longtan Bridge Company not exceeding RMB500,000 (not exceeding RMB100,000 in 2024 and RMB400,000 in 2025). The service term of ETC customer service outlets leasing shall commence from 1 May 2024 to 30 April 2025, with the agreement amount of the Company not exceeding RMB800,000 (not exceeding RMB533,000 in 2024 and RMB267,000 in 2025), the agreement amount of the Guangjing Xicheng Company not exceeding RMB50,000 (not exceeding RMB31,000 in 2024 and RMB19,000 in 2025). The service term of ETC refueling and payment integrated technology services shall commence from 1 May 2024 to 30 April 2025, with the agreement amount of the Company not exceeding RMB6 million (not exceeding RMB4 million in 2024 and RMB2 million in 2025). The service term of construction of charging stations in service areas shall commence from 1 May 2024 to 31 December 2024, with the agreement amount of the Company not exceeding RMB1.5 million. The service term of cloud toll equipment procurement and subsequent network service project shall commence from 1 May 2024 to 30 April 2025, with the agreement amount of the Company not exceeding RMB2.1 million (not exceeding RMB1.4 million in 2024 and RMB0.7 million in 2025). The service term of toll equipment procurement and network service project in relation to the opening of Longtan Bridge shall commence from 1 May 2024 to 30 April 2025, with the agreement amount of the Longtan Bridge Company not exceeding RMB8.43 million (not exceeding RMB3.20 million in 2024 and RMB5.23 million in 2025).



## SECTION VI SIGNIFICANT MATTERS

### X. MAJOR RELATED PARTY/CONNECTED TRANSACTIONS (CONTINUED)

#### (I) Related party/connected transaction relating to day-to-day operations (Continued)

##### 1. Matters disclosed in temporary announcements and with no progress or change in subsequent implementation (Continued)

Description of Event	Enquiry Index
<p>On 28 March 2024, the Company entered into an annual framework agreement with Xiandai R&amp;B Company (being an associate of the controlling shareholder of the Company) in respect of asphalt pavement major maintenance project, daily maintenance project, construction project for refined improvement of traffic safety facilities, expansion joint replacement project, sound barrier addition works, special engineering project for marking and demarcating, ice and snow clearance project under severe weather, construction and renovation project of the Company headquarters compound buildings, service area fire services pipe maintenance, standardized working zone development project for East Danyang Highway Maintenance and Obstacle Clearance Center, new dormitory project at Tangshan Base and improvement projects on certain roads and environment of the Company and the service areas (decoration and reconstruction) for the Company and daily maintenance project for its subsidiaries, of which, the service term of asphalt pavement major maintenance project shall commence from 1 May 2024 to 30 April 2025, with the agreement amount of the Company not exceeding RMB135 million (not exceeding RMB125 million in 2024 and RMB10 million in 2025). The service term of daily maintenance project shall commence from 1 May 2024 to 30 April 2025, with the agreement amount of the Company not exceeding RMB47.63 million (not exceeding RMB22.77 million in 2024 and RMB24.86 million in 2025), the agreement amount of Zhendan Company not exceeding RMB4.35 million (not exceeding RMB1.81 million in 2024 and RMB2.54 million in 2025), the agreement amount of the Wufengshan Toll Bridge Company not exceeding RMB8.15 million (not exceeding RMB3.40 million in 2024 and RMB4.75 million in 2025), the agreement amount of the Guangjing Xicheng Company not exceeding RMB120.64 million (not exceeding RMB112.07 million in 2024 and RMB8.57 million in 2025), the agreement amount of the Changyi Company not exceeding RMB2.86 million (not exceeding RMB2.15 million in 2024 and RMB710,000 in 2025), the agreement amount of the Yichang Company not exceeding RMB4.73 million (not exceeding RMB3.86 million in 2024 and RMB870,000 in 2025). The service term of construction project for refined improvement of traffic safety facilities shall commence from 1 May 2024 to 30 April 2025, with the agreement amount of the Company not exceeding RMB130 million (not exceeding RMB100 million in 2024 and RMB30 million in 2025). The service term of expansion joint replacement project shall commence from 1 May 2024 to 31 December 2024, with the agreement amount of the Company not exceeding RMB5.50 million.</p>	<p>For details, please refer to the Company's daily connected/continuing connected transaction announcements published on the website of the SSE at <a href="http://www.sse.com.cn">www.sse.com.cn</a> on 27 March 2024 and on the website of the Stock Exchange at <a href="http://www.hkexnews.hk">www.hkexnews.hk</a> on 1 April 2024.</p>

## SECTION VI SIGNIFICANT MATTERS

### X. MAJOR RELATED PARTY/CONNECTED TRANSACTIONS (CONTINUED)

#### (I) Related party/connected transaction relating to day-to-day operations (Continued)

##### 1. Matters disclosed in temporary announcements and with no progress or change in subsequent implementation (Continued)

###### Description of Event

###### Enquiry Index

The service term of sound barrier addition project shall commence from 1 May 2024 to 31 December 2024, with the agreement amount of the Company not exceeding RMB3.30 million. The service term of special engineering project for marking and demarcating shall commence from 1 May 2024 to 31 December 2024, with the agreement amount of the Company not exceeding RMB13.56 million. The service term of ice and snow clearance project under severe weather shall commence from 1 May 2024 to 31 December 2024, with the agreement amount of the Company not exceeding RMB20 million. The service term of construction and renovation project of the Company headquarters compound buildings shall commence from 1 May 2024 to 30 April 2025, with the agreement amount of the Company not exceeding RMB22.68 million (not exceeding RMB12 million in 2024 and RMB10.68 million in 2025). The service term of service area fire services pipe maintenance project Phase II shall commence from 1 May 2024 to 30 April 2025, with the agreement amount of the Company not exceeding RMB6 million (not exceeding RMB3 million in 2024 and RMB3 million in 2025). The service term of standardized working zone development project for East Danyang Highway Maintenance and Obstacle Clearance Center shall commence from 1 May 2024 to 31 December 2024, with the agreement amount of the Company not exceeding RMB9.54 million. The service term of new dormitory project at Tangshan Base shall commence from 1 May 2024 to 31 December 2024, with the agreement amount of the Company not exceeding RMB9 million. The service term of improvement projects of certain roads and environment of the Company and the service areas (decoration and reconstruction) shall commence from 1 May 2024 to 31 December 2024, with the agreement amount of the Company not exceeding RMB18.50 million.

## SECTION VI SIGNIFICANT MATTERS

### X. MAJOR RELATED PARTY/CONNECTED TRANSACTIONS (CONTINUED)

#### (I) Related party/connected transaction relating to day-to-day operations (Continued)

##### 1. Matters disclosed in temporary announcements and with no progress or change in subsequent implementation (Continued)

Description of Event	Enquiry Index
<p>On 28 March 2024, the Company entered into an annual framework agreement with Xiandai Testing Company (being an associate of the controlling shareholder of the Company) in respect of road and bridge inspection and testing services for the Company and its subsidiaries. The service term of road and bridge inspection and testing services shall commence from 1 May 2024 to 30 April 2025, with the agreement amount of the Company not exceeding RMB2.25 million (not exceeding RMB2.25 million in 2024); the agreement amount of the Guangjing Xicheng Company not exceeding RMB1.20 million (not exceeding RMB1.00 million in 2024 and RMB0.20 million in 2025), the agreement amount of the Changyi Company not exceeding RMB1.40 million (not exceeding RMB0.25 million in 2024 and RMB1.15 million in 2025), the agreement amount of the Yichang Company not exceeding RMB0.55 million (not exceeding RMB0.55 million in 2025).</p>	<p>For details, please refer to the Company's daily connected/continuing connected transaction announcements published on the website of the SSE at <a href="http://www.sse.com.cn">www.sse.com.cn</a> on 27 March 2024 and on the website of the Stock Exchange at <a href="http://www.hkexnews.hk">www.hkexnews.hk</a> on 1 April 2024.</p>

## SECTION VI SIGNIFICANT MATTERS

### X. MAJOR RELATED PARTY/CONNECTED TRANSACTIONS (CONTINUED)

#### (I) Related party/connected transaction relating to day-to-day operations (Continued)

##### 1. Matters disclosed in temporary announcements and with no progress or change in subsequent implementation (Continued)

Description of Event	Enquiry Index
<p>On 28 March 2024, the Company entered into an annual framework agreement with Maintenance Technology Company (being an associate of the controlling shareholder of the Company) in respect of the comprehensive maintenance technology services, basic council membership fees, study on optimization of the compilation of technical document for the tender of Shanghai-Nanjing expressway expansion planning scheme, for the Company and its subsidiaries, of which, the service term of comprehensive maintenance technology services shall commence from 1 May 2024 to 31 December 2024, with the agreement amount of the Company not exceeding RMB19.60 million; the agreement amount of Zhendan Company not exceeding RMB0.92 million; the agreement amount of the Wufengshan Toll Bridge Company not exceeding RMB0.95 million; the agreement amount of the Guangjing Xicheng Company not exceeding RMB5.00 million; the agreement amount of the Changyi Company not exceeding RMB0.30 million; the agreement amount of the Yichang Company not exceeding RMB0.35 million. The service term of basic council membership fees shall commence from 1 May 2024 to 31 December 2024, with the agreement amount of the Company not exceeding RMB3.90 million; the agreement amount of Zhendan Company not exceeding RMB0.15 million; the agreement amount of the Wufengshan Toll Bridge Company not exceeding RMB0.40 million; the agreement amount of the Guangjing Xicheng Company not exceeding RMB1.00 million; the agreement amount of the Changyi Company not exceeding RMB0.11 million; the agreement amount of the Yichang Company not exceeding RMB0.15 million. The service term of study on optimization of the compilation of technical document for the tender of Shanghai-Nanjing expressway expansion planning scheme shall commence from 1 May 2024 to 31 December 2024, with the agreement amount of the Company not exceeding RMB2.00 million.</p>	<p>For details, please refer to the Company's daily connected/continuing connected transaction announcements published on the website of the SSE at <a href="http://www.sse.com.cn">www.sse.com.cn</a> on 27 March 2024 and on the website of the Stock Exchange at <a href="http://www.hkexnews.hk">www.hkexnews.hk</a> on 1 April 2024.</p>
<p>On 28 March 2024, the Company entered into a related party transaction agreement with Huatong Engineering Company (being an associate of the controlling shareholder of the Company) in respect of emergency repair project of Wangjiazha middle bridge in Yangzhou-Liyang section for the Company. The service term of emergency repair project of Wangjiazha middle bridge in Yangzhou-Liyang section shall commence from 1 May 2024 to 31 December 2024, with the agreement amount not exceeding RMB2.00 million.</p>	<p>For details, please refer to the Company's daily connected/continuing connected transaction announcements published on the website of the SSE at <a href="http://www.sse.com.cn">www.sse.com.cn</a> on 27 March 2024 and on the website of the Stock Exchange at <a href="http://www.hkexnews.hk">www.hkexnews.hk</a> on 1 April 2024.</p>

## SECTION VI SIGNIFICANT MATTERS

### X. MAJOR RELATED PARTY/CONNECTED TRANSACTIONS (CONTINUED)

#### (I) Related party/connected transaction relating to day-to-day operations (Continued)

##### 1. Matters disclosed in temporary announcements and with no progress or change in subsequent implementation (Continued)

Description of Event	Enquiry Index
<p>On 28 March 2024, the Company entered into an annual framework agreement with Communications Holding Commercial Operation Company (being an associate of the controlling shareholder of the Company) in respect of property service outsourcing, material procurement and office premise leasing for the Company and its subsidiaries. The service term of property service outsourcing shall commence from 1 May 2024 to 30 April 2025, with the agreement amount of the Company not exceeding RMB26.534 million (not exceeding RMB15.216 million in 2024 and RMB11.318 million in 2025), the agreement amount of the Wufengshan Toll Bridge Company not exceeding RMB6.87 million (not exceeding RMB4.58 million in 2024 and RMB2.29 million in 2025), the agreement amount of Zhendan Company not exceeding RMB3.09 million (not exceeding RMB1.82 million in 2024 and RMB1.27 million in 2025), the agreement amount of the Longtan Bridge Company not exceeding RMB1.60 million (not exceeding RMB1.07 million in 2024 and RMB0.53 million in 2025), the agreement amount of the Hanwei Company not exceeding RMB7.00 million (not exceeding RMB4.8462 million in 2024 and RMB2.1538 million in 2025). The service term of material procurement shall commence from 1 May 2024 to 30 April 2025, with the agreement amount of the Company not exceeding RMB10.7108 million (not exceeding RMB8.4408 million in 2024 and RMB2.27 million in 2025), the agreement amount of the Guangjing Xicheng Company not exceeding RMB0.30 million (not exceeding RMB0.20 million in 2024 and RMB0.10 million in 2025), the agreement amount of the Ninghu Investment Company not exceeding RMB10,000 (not exceeding RMB7,000 in 2024 and RMB3,000 in 2025), the agreement amount of the Longtan Bridge Company not exceeding RMB0.60 million (the service term of Longtan Bridge Company is from 1 May to 31 December 2024), the agreement amount of the Ninghu Properties Company not exceeding RMB0.25 million (the service term of Ninghu Properties Company is from 1 May to 31 December 2024), the agreement amount of the Yangtze River Management Company not exceeding RMB0.12 million (not exceeding RMB80,000 in 2024 and RMB40,000 in 2025). The service term of office premise leasing shall commence from 1 May 2024 to 30 April 2025, with the agreement amount of the Hanwei Company not exceeding RMB0.55 million (the service term of Ninghu Properties Company is from 1 May to 31 December 2024), the agreement amount of the Ninghu Investment Company not exceeding RMB3.00 million (not exceeding RMB2.00 million in 2024 and RMB1.00 million in 2025).</p>	<p>For details, please refer to the Company's daily connected/continuing connected transaction announcements published on the website of the SSE at <a href="http://www.sse.com.cn">www.sse.com.cn</a> on 27 March 2024 and on the website of the Stock Exchange at <a href="http://www.hkexnews.hk">www.hkexnews.hk</a> on 1 April 2024.</p>

## SECTION VI SIGNIFICANT MATTERS

### X. MAJOR RELATED PARTY/CONNECTED TRANSACTIONS (CONTINUED)

#### (I) Related party/connected transaction relating to day-to-day operations (Continued)

##### 1. Matters disclosed in temporary announcements and with no progress or change in subsequent implementation (Continued)

Description of Event	Enquiry Index
<p>On 28 March 2024, the Company entered into an annual framework agreement with Talent Group (being an associate of the controlling shareholder of the Company) in respect of the training consulting services and labour outsourcing services for the Company and its subsidiaries. The service term of training consulting services, etc. shall commence from 1 May 2024 to 30 April 2025, with the agreement amount of the Company not exceeding RMB22.68 million (not exceeding RMB19.68 million in 2024 and RMB3.00 million in 2025), the agreement amount of the Yangtze River Management Company not exceeding RMB1.20 million (not exceeding RMB800,000 in 2024 and RMB400,000 in 2025), the agreement amount of the Guangjing Xicheng Company not exceeding RMB2.10 million (not exceeding RMB1.30 million in 2024 and RMB0.80 million in 2025), the agreement amount of the Changyi Company not exceeding RMB0.30 million (not exceeding RMB0.20 million in 2024 and RMB0.10 million in 2025), the agreement amount of the Yichang Company not exceeding RMB0.40 million (not exceeding RMB0.30 million in 2024 and RMB0.10 million in 2025), the agreement amount of the YS Energy Company not exceeding RMB0.30 million (the agreement term of YS Energy Company is from 1 May to 31 December 2024), the agreement amount of the Ninghu Investment Company not exceeding RMB100,000 (not exceeding RMB40,000 in 2024 and RMB60,000 in 2025), the agreement amount of the Ninghu Properties Company not exceeding RMB50,000 (the agreement term of Ninghu Properties Company is from 1 May to 31 December 2024). The service term of labour outsourcing services, etc. shall commence from 1 May 2024 to 30 April 2025, with the agreement amount of the Company not exceeding RMB5.00 million (not exceeding RMB3.60 million in 2024 and RMB1.40 million in 2025), the agreement amount of the Ninghu Investment Company not exceeding RMB320,000 (not exceeding RMB220,000 in 2024 and RMB100,000 in 2025), the agreement amount of the YS Energy Company not exceeding RMB0.25 million (the agreement term of YS Energy Company is from 1 May to 31 December 2024), the agreement amount of the Longtan Bridge Company not exceeding RMB2.30 million (not exceeding RMB800,000 in 2024 and RMB1.50 million in 2025).</p>	<p>For details, please refer to the Company's daily connected/continuing connected transaction announcements published on the website of the SSE at <a href="http://www.sse.com.cn">www.sse.com.cn</a> on 27 March 2024 and on the website of the Stock Exchange at <a href="http://www.hkexnews.hk">www.hkexnews.hk</a> on 1 April 2024.</p>

## SECTION VI SIGNIFICANT MATTERS

### X. MAJOR RELATED PARTY/CONNECTED TRANSACTIONS (CONTINUED)

#### (I) Related party/connected transaction relating to day-to-day operations (Continued)

##### 1. Matters disclosed in temporary announcements and with no progress or change in subsequent implementation (Continued)

Description of Event	Enquiry Index
<p>On 28 March 2024, the entered into an annual framework agreement with Expressway Energy Company (being an associate of the controlling shareholder of the Company) in respect of the leasing of gas stations operation in service areas at Maoshan, Changdanghu, Gehu and Rongbing of the Company and service areas at Yixing and Yanqiao of its subsidiary Guangjing Xicheng Company. The service term of leasing operation of gas stations shall commence from 1 May 2024 to 30 April 2025, with the agreement amount of the Company not exceeding RMB25 million (not exceeding RMB16 million in 2024 and RMB9 million in 2025), the agreement amount of the Guangjing Xicheng Company not exceeding RMB10 million (not exceeding RMB6.50 million in 2024 and RMB3.50 million in 2025).</p>	<p>For details, please refer to the Company's daily connected/continuing connected transaction announcements published on the website of the SSE at <a href="http://www.sse.com.cn">www.sse.com.cn</a> on 27 March 2024 and on the website of the Stock Exchange at <a href="http://www.hkexnews.hk">www.hkexnews.hk</a> on 1 April 2024.</p>
<p>On 28 March 2024, the Company entered into a related party transaction agreement with Wufengshan Toll Bridge Company (a connected subsidiary of the Company) in respect of the Company's leasing of gas stations in the service areas. The service term of service areas gas station leasing of Wufengshan Toll Bridge Company (Yangzhou Guangling Service Area) shall commence from 1 May 2024 to 30 April 2025, with the agreement amount of the Company not exceeding RMB9.00 million (not exceeding RMB5.40 million in 2024 and RMB3.60 million in 2025).</p>	<p>For details, please refer to the Company's daily connected/continuing connected transaction announcements published on the website of the SSE at <a href="http://www.sse.com.cn">www.sse.com.cn</a> on 27 March 2024 and on the website of the Stock Exchange at <a href="http://www.hkexnews.hk">www.hkexnews.hk</a> on 1 April 2024.</p>
<p>On 28 March 2024, the Company entered into a related party transaction agreement with Suxichang South Expressway Company (being an associate of the controlling shareholder of the Company) in respect of the Company's leasing of gas stations in the service areas. The service term of service areas gas station leasing of Suxichang South Expressway Company (Wujin Taihu Bay Service Area) shall commence from 1 May 2024 to 30 April 2025, with the agreement amount of the Company not exceeding RMB5.00 million (not exceeding RMB3.30 million in 2024 and RMB1.70 million in 2025).</p>	<p>For details, please refer to the Company's daily connected/continuing connected transaction announcements published on the website of the SSE at <a href="http://www.sse.com.cn">www.sse.com.cn</a> on 27 March 2024 and on the website of the Stock Exchange at <a href="http://www.hkexnews.hk">www.hkexnews.hk</a> on 1 April 2024.</p>



## SECTION VI SIGNIFICANT MATTERS

### X. MAJOR RELATED PARTY/CONNECTED TRANSACTIONS (CONTINUED)

#### (I) Related party/connected transaction relating to day-to-day operations (Continued)

##### 1. Matters disclosed in temporary announcements and with no progress or change in subsequent implementation (Continued)

Description of Event	Enquiry Index
<p>On 28 March 2024, the Company entered into an annual framework agreement with Communications Media Company (being an associate of the controlling shareholder of the Company) in respect of the promotion and production service commission, advertising operation and publication, food festivals, cultural book compilation and other promotional activities and corporate housing construction and renovation project of the Company and its subsidiaries. The service term of promotion and production other services service commission, advertising operation shall commence from 1 May 2024 to 30 April 2025, with the agreement amount of the Company not exceeding RMB5.2475 million (not exceeding RMB5.1475 million in 2024 and RMB100,000 in 2025), the agreement amount of the Yangtze River Management Company not exceeding RMB200,000 (not exceeding RMB150,000 in 2024 and RMB50,000 in 2025). The service term of construction and renovation project of company buildings shall commence from 1 May 2024 to 31 December 2024, with the agreement amount of the Company not exceeding RMB8.50 million.</p>	<p>For details, please refer to the Company's daily connected/continuing connected transaction announcements published on the website of the SSE at <a href="http://www.sse.com.cn">www.sse.com.cn</a> on 27 March 2024 and on the website of the Stock Exchange at <a href="http://www.hkexnews.hk">www.hkexnews.hk</a> on 1 April 2024.</p>
<p>On 28 March 2024, the Company entered into an annual framework agreement with Cuiplingshan Hotel (being an associate of the controlling shareholder of the Company) in respect of the procurement of goods and services by the Company and its subsidiaries. The service term of procurement of goods and services shall commence from 1 May 2024 to 30 April 2025 (the term of the agreement for the Company shall commence from 1 May 2024 to 30 April 2025 while the agreement term of other receiving service companies shall commence from 1 May 2024 to 31 December 2024), with the agreement amount of the Company not exceeding RMB2.11 million (not exceeding RMB1.54 million in 2024 and RMB570,000 in 2025), the agreement amount of the Yangtze River Company not exceeding RMB417,000, the agreement amount of the Guangjing Xicheng Company not exceeding RMB1.20 million, the agreement amount of the Changyi Company not exceeding RMB147,000, the agreement amount of the Yichang Company not exceeding RMB240,000.</p>	<p>For details, please refer to the Company's daily connected/continuing connected transaction announcements published on the website of the SSE at <a href="http://www.sse.com.cn">www.sse.com.cn</a> on 27 March 2024 and on the website of the Stock Exchange at <a href="http://www.hkexnews.hk">www.hkexnews.hk</a> on 1 April 2024.</p>

## SECTION VI SIGNIFICANT MATTERS

### X. MAJOR RELATED PARTY/CONNECTED TRANSACTIONS (CONTINUED)

#### (I) Related party/connected transaction relating to day-to-day operations (Continued)

##### 1. Matters disclosed in temporary announcements and with no progress or change in subsequent implementation (Continued)

Description of Event	Enquiry Index
<p>On 28 March 2024, the Company entered into an annual framework agreement with Kuailu Company (being an associate of the controlling shareholder of the Company) in respect of the provision of vehicle leasing services by Kuailu Company to the Company and its subsidiaries. The service term of vehicle leasing shall commence from 1 May 2024 to 30 April 2025, with the agreement amount of the Company not exceeding RMB19.50 million (not exceeding RMB13 million in 2024 and RMB6.50 million in 2025), the agreement amount of Wufengshan Toll Bridge Company not exceeding RMB4.06 million (not exceeding RMB2.71 million in 2024 and RMB1.35 million in 2025), the agreement amount of the Zhendan Company not exceeding RMB1.41 million (not exceeding RMB940,000 in 2024 and RMB470,000 in 2025), the agreement amount of the Longtan Bridge Company not exceeding RMB800,000 (not exceeding RMB270,000 in 2024 and RMB530,000 in 2025), the agreement amount of the Guangjing Xicheng Company not exceeding RMB1.12 million (not exceeding RMB784,000 in 2024 and RMB336,000 in 2025).</p>	<p>For details, please refer to the Company's daily connected/continuing connected transaction announcements published on the website of the SSE at <a href="http://www.sse.com.cn">www.sse.com.cn</a> on 27 March 2024 and on the website of the Stock Exchange at <a href="http://www.hkexnews.hk">www.hkexnews.hk</a> on 1 April 2024.</p>
<p>On 28 March 2024, the Company entered into an annual framework agreement with Engineering Maintenance Company (being an associate of the controlling shareholder of the Company) in respect of the daily maintenance services for Guangjing Xicheng Company (a subsidiary of the Company). The service term of daily maintenance service of highways shall commence from 1 May 2024 to 30 April 2025, with the agreement amount of the Guangjing Xicheng Company not exceeding RMB6.10 million (not exceeding RMB2.85 million in 2024 and RMB3.25 million in 2025),</p>	<p>For details, please refer to the Company's daily connected/continuing connected transaction announcements published on the website of the SSE at <a href="http://www.sse.com.cn">www.sse.com.cn</a> on 27 March 2024 and on the website of the Stock Exchange at <a href="http://www.hkexnews.hk">www.hkexnews.hk</a> on 1 April 2024.</p>

## SECTION VI SIGNIFICANT MATTERS

### X. MAJOR RELATED PARTY/CONNECTED TRANSACTIONS (CONTINUED)

#### (I) Related party/connected transaction relating to day-to-day operations (Continued)

##### 1. Matters disclosed in temporary announcements and with no progress or change in subsequent implementation (Continued)

Description of Event	Enquiry Index
<p>On 28 March 2024, the Company entered into an annual framework agreement with Expressway Network Company (being an associate of the controlling shareholder of the Company) in respect of the road network management fees for the Company and its subsidiaries. The service term of road network management fees shall commence from 1 May 2024 to 30 April 2025, with the agreement amount of the Company not exceeding RMB27 million (not exceeding RMB18 million in 2024 and RMB9 million in 2025), the agreement amount of the Zhendan Company not exceeding RMB600,000 (not exceeding RMB400,000 in 2024 and RMB200,000 in 2025), the agreement amount of Wufengshan Toll Bridge Company not exceeding RMB6.30 million (not exceeding RMB4.20 million in 2024 and RMB2.10 million in 2025), the agreement amount of the Guangjing Xicheng Company not exceeding RMB9.20 million (not exceeding RMB5.70 million in 2024 and RMB3.50 million in 2025), the agreement amount of the Changyi Company not exceeding RMB1.00 million (not exceeding RMB650,000 in 2024 and RMB350,000 in 2025), the agreement amount of the Yichang Company not exceeding RMB900,000 (not exceeding RMB550,000 in 2024 and RMB350,000 in 2025), the agreement amount of the Longtan Bridge Company not exceeding RMB500,000 (not exceeding RMB100,000 in 2024 and RMB400,000 in 2025).</p>	<p>For details, please refer to the Company's daily connected/continuing connected transaction announcements published on the website of the SSE at <a href="http://www.sse.com.cn">www.sse.com.cn</a> on 27 March 2024 and on the website of the Stock Exchange at <a href="http://www.hkexnews.hk">www.hkexnews.hk</a> on 1 April 2024.</p>

## SECTION VI SIGNIFICANT MATTERS

## X. MAJOR RELATED PARTY/CONNECTED TRANSACTIONS (CONTINUED)

## (I) Related party/connected transaction relating to day-to-day operations (Continued)

## 1. Matters disclosed in temporary announcements and with no progress or change in subsequent implementation (Continued)

Description of Event	Enquiry Index
<p>On 28 March 2024, the Company entered into the annual framework agreement with Digital Research Institute (being an associate of the controlling shareholder of the Company) in respect of the platform and cloud-based resource technology services and application of large model technology in expressway industry of the Company and its subsidiaries. The service term of "JCHC Cloud" Platform and cloud-based resource technology services shall commence from 1 May 2024 to 30 April 2025, with the agreement amount of the Company not exceeding RMB5.3192 million (not exceeding RMB3.5628 million in 2024 and RMB1.7564 million in 2025), the agreement amount of Wufengshan Toll Bridge Company not exceeding RMB200,000 (not exceeding RMB133,000 in 2024 and RMB67,000 in 2025), the agreement amount of the Zhendan Company not exceeding RMB110,000 (not exceeding RMB75,000 in 2024 and RMB35,000 in 2025), the agreement amount of the Guangjing Xicheng Company not exceeding RMB1.22 million (not exceeding RMB960,000 in 2024 and RMB260,000 in 2025), the agreement amount of the Changyi Company not exceeding RMB80,000 (not exceeding RMB60,000 in 2024 and RMB20,000 in 2025), the agreement amount of the Yichang Company not exceeding RMB140,000 (not exceeding RMB100,000 in 2024 and RMB40,000 in 2025), the agreement amount of the Longtan Bridge Company not exceeding RMB100,000 (not exceeding RMB67,000 in 2024 and RMB33,000 in 2025). The service term of application of large model technology in expressway industry shall commence from 1 May 2024 to 30 April 2025, with the agreement amount of the Company not exceeding RMB500,000 (not exceeding RMB300,000 in 2024 and RMB200,000 in 2025),</p>	<p>For details, please refer to the Company's daily connected/continuing connected transaction announcements published on the website of the SSE at <a href="http://www.sse.com.cn">www.sse.com.cn</a> on 27 March 2024 and on the website of the Stock Exchange at <a href="http://www.hkexnews.hk">www.hkexnews.hk</a> on 1 April 2024.</p>

## SECTION VI SIGNIFICANT MATTERS

### X. MAJOR RELATED PARTY/CONNECTED TRANSACTIONS (CONTINUED)

#### (I) Related party/connected transaction relating to day-to-day operations (Continued)

##### 1. Matters disclosed in temporary announcements and with no progress or change in subsequent implementation (Continued)

Description of Event	Enquiry Index
<p>On 28 March 2024, the Company entered into an annual framework agreement with Factoring Company (an associate of the controlling shareholder of the Company) in respect of the factoring business of the Company and its subsidiaries. The term of the service under the factoring business shall be from 1 May 2024 to 30 April 2025, and the term of the agreements for the other service receiving companies shall be from 1 May 2024 to 31 December 2024. The amount of the agreement for the Company shall not exceed RMB6.6 million (not exceeding RMB5.6 million in 2024 and not exceeding RMB1 million in 2025); the amount of the agreement for Longtan Bridge Company shall not exceed RMB1.2 million; the amount of the agreement for Wufengshan Toll Bridge Company shall not exceed RMB1.2 million; the amount of the agreement for Guangjing Xicheng Company shall not exceed RMB3.0 million; the amount of the agreement for Zhendan Company shall not exceed RMB1.2 million; the amount of the agreement for Ninghu Investment Company shall not exceed RMB200,000; the amount of the agreement for Yunshan Energy Company shall not exceed RMB2.6 million; the amount of the agreement for Ninghu Properties Company shall not exceed RMB600,000; and the amount of the agreement for Hanwei Company shall not exceed RMB600,000.</p>	<p>For details, please refer to the Company's daily connected/continuing connected transaction announcements published on the website of the SSE at <a href="http://www.sse.com.cn">www.sse.com.cn</a> on 27 March 2024 and on the website of the Stock Exchange at <a href="http://www.hkexnews.hk">www.hkexnews.hk</a> on 1 April 2024.</p>
<p>On 28 March 2024, the Company entered into a related party transaction agreement with Asset Management Company (an associate of the controlling shareholder of the Company) in respect of the disposal project of old guardrail for the Company, the term for the services under the disposal project of old guardrail for 2024 shall be from 1 May 2024 to 31 December 2024, and the amount of the agreement of the Company shall be not more than RMB300,000.</p>	<p>For details, please refer to the Company's daily connected/continuing connected transaction announcements published on the website of the SSE at <a href="http://www.sse.com.cn">www.sse.com.cn</a> on 27 March 2024 and on the website of the Stock Exchange at <a href="http://www.hkexnews.hk">www.hkexnews.hk</a> on 1 April 2024.</p>

## SECTION VI SIGNIFICANT MATTERS

### X. MAJOR RELATED PARTY/CONNECTED TRANSACTIONS (CONTINUED)

#### (I) Related party/connected transaction relating to day-to-day operations (Continued)

##### 1. Matters disclosed in temporary announcements and with no progress or change in subsequent implementation (Continued)

Description of Event	Enquiry Index
<p>On 28 March 2024, the Company entered into an annual framework agreement with Changyi Company (a connected subsidiary of the Company) in respect of entrusted operation and management of the northern section of Changzhou-Yixing Expressway Phase I project for the Company, and the term for the services under the entrusted operation and management of the northern section of Changzhou-Yixing Expressway Phase I project shall be from 1 May 2024 to 30 April 2027. The amount of the agreement for the Company shall not exceed RMB34 million (not exceeding RMB7 million in 2024, not exceeding RMB10 million in 2025, not exceeding RMB12 million in 2026 and not exceeding RMB5 million in 2027).</p>	<p>For details, please refer to the Company's daily connected/continuing connected transaction announcements published on the website of the SSE at <a href="http://www.sse.com.cn">www.sse.com.cn</a> on 27 March 2024 and on the website of the Stock Exchange at <a href="http://www.hkexnews.hk">www.hkexnews.hk</a> on 1 April 2024.</p>
<p>On 26 June 2024, the Company entered into a related party transaction agreement with Communications Media Company (an associate of the controlling shareholder of the Company), pursuant to which, Communications Media Company shall carry out layout adjustments and decorations for the Company's command center, conference room, archive room and other areas. The term of the agreement shall be from the date of approval by the Board to 31 December 2024, and the amount of the agreement for the Company shall not exceed RMB2.1324 million.</p>	<p>For details, please refer to the Company's daily connected/continuing connected transaction announcements published on the website of the SSE at <a href="http://www.sse.com.cn">www.sse.com.cn</a> on 27 June 2024 and on the website of the Stock Exchange at <a href="http://www.hkexnews.hk">www.hkexnews.hk</a> on 26 June 2024.</p>
<p>On 26 June 2024, the Company entered into a related party transaction agreement with Communications Media Company (an associate of the controlling shareholder of the Company), pursuant to which, Communications Media Company shall carry out the renovation and upgrading for the indoor and outdoor facilities in a service area of the Company. The term of the agreement shall be from the date of approval by the Board to 31 December 2024, and the amount of the agreement for the Company shall not exceed RMB6.44 million.</p>	<p>For details, please refer to the Company's daily connected/continuing connected transaction announcements published on the website of the SSE at <a href="http://www.sse.com.cn">www.sse.com.cn</a> on 27 June 2024 and on the website of the Stock Exchange at <a href="http://www.hkexnews.hk">www.hkexnews.hk</a> on 26 June 2024.</p>

## SECTION VI SIGNIFICANT MATTERS

### X. MAJOR RELATED PARTY/CONNECTED TRANSACTIONS (CONTINUED)

#### (I) Related party/connected transaction relating to day-to-day operations (Continued)

##### 1. Matters disclosed in temporary announcements and with no progress or change in subsequent implementation (Continued)

Description of Event	Enquiry Index
<p>On 26 June 2024, the Company entered into an agreement with Information Company (an associate of the controlling shareholder of the Company) in respect of the toll system maintenance project for the provision of toll system maintenance services by Information Company to the Company for a term from 1 July 2024 to 30 June 2025, with the amount of the agreement for the Company not exceeding RMB3.4 million (not exceeding RMB1.7 million in 2024 and not exceeding RMB1.7 million in 2025).</p>	<p>For details, please refer to the announcements on the resolutions of the Board of Directors published by the Company on the website of the SSE at <a href="http://www.sse.com.cn">www.sse.com.cn</a> on 27 June 2024 and on the website of the Stock Exchange at <a href="http://www.hkexnews.hk">www.hkexnews.hk</a> on 26 June 2024.</p>
<p>On 26 June 2024, Sujiaokong Clean Energy Jiangsu Company, a wholly-owned subsidiary of YS Energy Company, a wholly-owned subsidiary of the Company, rented the site of Jinghu Company (an associate of the controlling shareholder of the Company) for the 2,763kWp distributed photovoltaic power station project in Liulaozhuang Service Area and entered into the Energy Management Agreement for Distributed Photovoltaic Project Contract of Sujiaokong – Liulaozhuang Service Area of Jinghu Expressway with Jinghu Company for a term of 20 years. Sujiaokong Clean Energy Jiangsu Company shall supply the electricity generated from the photovoltaic power station project to Jinghu Company on a priority basis within the operation period of the agreement and provide a 15% discount on the electricity price of the local power grid for the same period, in lieu of payment of site rental to Jinghu Company, and it is estimated that an electricity costs of not more than RMB134,662.50 would be exempted per year.</p>	<p>For details, please refer to the announcements on the resolutions of the Board of Directors published by the Company on the website of the SSE at <a href="http://www.sse.com.cn">www.sse.com.cn</a> on 27 June 2024 and on the website of the Stock Exchange at <a href="http://www.hkexnews.hk">www.hkexnews.hk</a> on 26 June 2024.</p>



## SECTION VI SIGNIFICANT MATTERS

## X. MAJOR RELATED PARTY/CONNECTED TRANSACTIONS (CONTINUED)

## (I) Related party/connected transaction relating to day-to-day operations (Continued)

## 1. Matters disclosed in temporary announcements and with no progress or change in subsequent implementation (Continued)

Description of Event	Enquiry Index
<p>On 26 June 2024, Sujiaokong Clean Energy Jiangsu Company, a wholly-owned subsidiary of YS Energy Company, a wholly-owned subsidiary of the Company, rented the site of JSE New Material (an associate of the controlling shareholder of the Company) for the 564kWp rooftop distributed photovoltaic project of JSE New Material and enter into the Energy Management Agreement for Distributed Photovoltaic Project Contract of Sujiaokong – JSE New Material with JSE New Material for a term of 20 years. Sujiaokong Clean Energy Jiangsu Company will supply the electricity generated from the photovoltaic power station project to JSE New Material on a priority basis within the operation period of the agreement and provide a 15% discount on the electricity price of the local power grid for the same period, in lieu of payment of site rental to JSE New Material, and it is estimated that an electricity costs of not more than RMB21,822.15 would be exempted per year.</p>	<p>For details, please refer to the announcements on the resolutions of the Board of Directors published by the Company on the website of the SSE at <a href="http://www.sse.com.cn">www.sse.com.cn</a> on 27 June 2024 and on the website of the Stock Exchange at <a href="http://www.hkexnews.hk">www.hkexnews.hk</a> on 26 June 2024.</p>

## 2. Events disclosed in the temporary announcements but with progress or change in subsequent implementation

Applicable  Not Applicable

## 3. Events not disclosed in temporary announcements

Applicable  Not Applicable

## SECTION VI SIGNIFICANT MATTERS

### X. MAJOR RELATED PARTY/CONNECTED TRANSACTIONS (CONTINUED)

#### (II) Related party transactions from acquisition and disposal of assets or equity interests

**1. Events disclosed in the temporary announcements and with no progress or change in subsequent implementation**

Applicable  Not Applicable

**2. Events disclosed in the temporary announcements but with progress or change in subsequent implementation**

Applicable  Not Applicable

On 18 April, 2024, the Company held the 2024 first extraordinary general meeting to consider and approve the Resolution on the Related Party Transaction Concerning the Acquisition of 65% Equity Interests in Jiangsu Suxichang South Expressway Co., Ltd. Due to the definite delay of the reconstruction and expansion project of the Yanjiang Expressway and the implementation of corresponding traffic organization plans, and the uncertainty regarding the final implementation date, the impact brought by the above factors on the flow of the Suxichang Expressway as well as the valuation cannot be accurately assessed. As a result, the equity transaction price under the Equity Transfer Agreement in respect of the related party transaction concerning the acquisition of 65% equity interests in Suxichang South Expressway Company failed to be approved by/filed with the state-owned assets supervision and administration department, and the conditions precedent to the effectiveness of the Equity Transfer Agreement have yet to be fulfilled. On 12 July, 2024, the purchaser and the vendor have reached an agreement to terminate the transaction. For further details, please refer to the announcements or circulars of the Company dated 29 January, 2 March, 19 April, 1 June, and 13 July, 2024, respectively, published on the website of the SSE at [www.sse.com.cn](http://www.sse.com.cn), the announcements or circulars dated 28 January, 3 March, 18 April, 31 May, and 12 July, 2024, respectively, published on the website of the Stock Exchange at [www.hkexnews.hk](http://www.hkexnews.hk), as well as the relevant information published on the Company's website at [www.jsexpressway.com](http://www.jsexpressway.com).

**3. Events not disclosed in temporary announcements**

Applicable  Not Applicable

**4. If agreement upon performance is involved, the performance achievements during the Reporting Period shall be disclosed**

Applicable  Not Applicable

## SECTION VI SIGNIFICANT MATTERS

### X. MAJOR RELATED PARTY/CONNECTED TRANSACTIONS (CONTINUED)

#### (III) Significant related party transactions on the joint external investment

1. **Events disclosed in the temporary announcements and with no progress or change in subsequent implementation**

Applicable  Not Applicable

2. **Events disclosed in the temporary announcements but with progress or change in subsequent implementation**

Applicable  Not Applicable

3. **Events not disclosed in temporary announcements**

Applicable  Not Applicable

## SECTION VI SIGNIFICANT MATTERS

### X. MAJOR RELATED PARTY/CONNECTED TRANSACTIONS (CONTINUED)

#### (IV) Claims and liabilities between related parties

##### 1. Events disclosed in the temporary announcements and with no progress or change in subsequent implementation

Applicable  Not Applicable

##### Summary of the Event

##### Document for Inspection

On 26 March 2021, the Company and Longtan Bridge Company, Guangjing Xicheng Company (both being subsidiaries of the Company), signed an agreement for use of direct financing funds by way of unified borrowing and repayment with Jiangsu Communications Holding (the controlling shareholder of the Company), pursuant to which Jiangsu Communications Holding will, as the principal, raise proceeds by way of issuance of ultra short- term notes, medium-term notes, corporate bonds and insurance debt scheme, local government special bonds and other types of direct financing instruments. The proceeds raised shall be used for repayment of due debts, project construction, equity capital contribution, replenishment of working capital and other purposes permitted by laws and regulations. The funding balance for each of the Company, its subsidiaries Longtan Bridge Company and Guangjing Xicheng Company will not exceed RMB1 billion. The funding cost shall be calculated based on the amount, interest rate, term of the financing products and commission charges actually incurred and shall not exceed the lending rate of the People's Bank of China of the same term. The repayment of the principal and related interest and expenses shall be born and paid by each of the subsidiaries. No pledge or guarantee is required to be provided by the Company, Longtan Bridge Company, Guangjing Xicheng Company. Such borrowing shall be valid for a term of three years with effect from the signing date of the agreement.

For details, please refer to the announcement on resolution of the Board of Directors published by the Company on the website of the SSE at [www.sse.com.cn](http://www.sse.com.cn) on 29 March 2021 and on the website of the Stock Exchange at [www.hkexnews.hk](http://www.hkexnews.hk) on 28 March 2021.

## SECTION VI SIGNIFICANT MATTERS

### X. MAJOR RELATED PARTY/CONNECTED TRANSACTIONS (CONTINUED)

#### (IV) Claims and liabilities between related parties (Continued)

##### 1. Events disclosed in the temporary announcements and with no progress or change in subsequent implementation (Continued)

###### Summary of the Event

###### Document for Inspection

On 26 March 2021, the Company signed a loan agreement with Guangjing Xicheng Company (a connected subsidiary of the Company), pursuant to which, the Company intended to use proceeds to be raised from direct financing to provide loans to Guangjing Xicheng Company, with an amount of not more than RMB800 million and, with a term of three years. Interest of loans is calculated at the prevailing interest rate of the financing products issued by the Company. The expenses in relation to the issuance of financing products and the repayment of the principals and related interest shall be borne and paid by Guangjing Xicheng Company. Such loans shall be valid for a term of two years with effect from the date of approval at the general meeting.

For details, please refer to the announcements on the related party/connected transactions published by the Company on the website of the SSE at [www.sse.com.cn](http://www.sse.com.cn) on 29 March 2021 and on the website of the Stock Exchange at [www.hkexnews.hk](http://www.hkexnews.hk) on 29 March 2021.

On 26 March 2021, the Company signed a loan agreement with Wufengshan Toll Bridge Company (a connected subsidiary of the Company), pursuant to which, the Company intended to use proceeds to be raised from direct financing to provide loans to Wufengshan Toll Bridge Company, with an amount of not more than RMB1 billion and, with a term of three years. The interest of the loans is calculated at the prevailing interest rate of the financing products issued by the Company. The expenses in relation to the issuance of financing products and the repayment of the principal amounts and related interest shall be borne and paid by Wufengshan Toll Bridge Company. Such borrowing shall be valid for a term of two years with effect from the date of approval at the general meeting.

For details, please refer to the announcements on the related party/connected transactions published by the Company on the website of the SSE at [www.sse.com.cn](http://www.sse.com.cn) on 29 March 2021 and on the website of the Stock Exchange at [www.hkexnews.hk](http://www.hkexnews.hk) on 29 March 2021 and relevant circular published on the website of the Stock Exchange at [www.hkexnews.hk](http://www.hkexnews.hk) on 29 April 2021.

## SECTION VI SIGNIFICANT MATTERS

### X. MAJOR RELATED PARTY/CONNECTED TRANSACTIONS (CONTINUED)

#### (IV) Claims and liabilities between related parties (Continued)

##### 1. Events disclosed in the temporary announcements and with no progress or change in subsequent implementation (Continued)

###### Summary of the Event

On 25 March 2022, the Company entered into the Financial Services Agreement with Finance Company (being an associate of the controlling shareholder of the Company) for a term of three years commencing on 1 April 2022. The maximum daily deposit balance (including interest accrued) should not exceed RMB600 million and should be lower than 5% of the audited operating revenue, total assets or market value of the Company; meanwhile, Finance Company should grant the Company a comprehensive credit facility of no less than RMB5 billion, and guarantee that the loan interest rate granted to the Company should not be higher than the benchmark lending rates set by the People's Bank of China for the same period, and no higher than the interest rates granted to the Company by large state-owned commercial banks and national joint-stock commercial banks under the same conditions, and no collateral or guarantee should be provided by the Company. On 24 March 2023, the Company entered into the Supplemental Agreement to the Financial Services Agreement (the "Supplemental Agreement") with Finance Company, pursuant to which the Company agreed to adjust the maximum daily deposit balance (including interest) of the Company with the Finance Company not exceeding RMB600 million and not less than 5% of the Company's audited operating revenue, total assets or market value to a maximum daily deposit balance (including interest) not exceeding RMB400 million and not less than 5% of the Company's audited operating revenue, total assets or market value. It was agreed that the maximum daily deposit balance (including interest) of the Company with the Group Finance Company shall not exceed RMB600 million and shall be less than 5% of the Company's audited operating revenue, total assets or market value, and other terms shall remain unchanged. The Supplemental Agreement shall be valid from 1 April 2023 to 31 March 2024.

###### Document for Inspection

For details, please refer to the Company's daily connected/continuing connected transaction announcements published on the SSE website [www.sse.com.cn](http://www.sse.com.cn) and on the Stock Exchange website [www.hkexnews.hk](http://www.hkexnews.hk) on 28 March 2022. For details about the Supplemental Agreement, please refer to the Company's Announcement on reducing the deposit balance limit for financial services related transactions with Jiangsu Communications Holding Group Finance Co., Ltd. on the SSE website [www.sse.com.cn](http://www.sse.com.cn) on 27 March 2023 and the Stock Exchange website [www.hkexnews.hk](http://www.hkexnews.hk) on 26 March 2023. For details about the Supplemental Agreement II, please refer to the Company's Announcement on reducing the limit for financial services related transactions with Jiangsu Communications Holding Group Finance Co., Ltd. on the SSE website [www.sse.com.cn](http://www.sse.com.cn) on 29 March 2024 and the Stock Exchange website [www.hkexnews.hk](http://www.hkexnews.hk) on 1 April 2024.

## SECTION VI SIGNIFICANT MATTERS

### X. MAJOR RELATED PARTY/CONNECTED TRANSACTIONS (CONTINUED)

#### (IV) Claims and liabilities between related parties (Continued)

##### 1. Events disclosed in the temporary announcements and with no progress or change in subsequent implementation (Continued)

###### Summary of the Event

###### Document for Inspection

On 28 March 2024, the 26th meeting of the tenth session of the Board of Directors of the Company considered and approved the entering into of the new Supplementary Agreement to the Financial Services Agreement (the "Supplementary Agreement II") between the Company and Finance Company to revise the contents of Clause 3 under "Contents of services (I) Deposit services" in the original agreement, namely, "The maximum daily deposit balance (interest inclusive) of the Company with Finance Company shall not exceed RMB600 million, and (1) shall be less than 5% of the audited operating revenue, total assets or market capitalisation of the Company; (2) shall not, in principle, exceed the balances of all types of subsisting financing drawn down by the Company under the general credit line granted by Finance Company. Any excess amount as described above shall be transferred by Party B back to the account designated by Party A within 3 working days." as: "The maximum daily deposit balance (interest inclusive) of the Company with Finance Company shall not exceed RMB500 million, and (1) shall be less than 5% of the audited operating revenue, total assets or market capitalisation of the Company; (2) shall not, in principle, exceed the balances of all types of subsisting financing drawn down by the Company under the general credit line granted by Finance Company. Any excess amount as described above shall be transferred by Finance Company back to the account designated by the Company within 3 working days.". Save for the above changes, the other terms set out in the original agreement shall remain unchanged and that the Supplemental Agreement II shall be valid from 1 April 2024 until 31 March 2025.



## SECTION VI SIGNIFICANT MATTERS

### X. MAJOR RELATED PARTY/CONNECTED TRANSACTIONS (CONTINUED)

#### (IV) Claims and liabilities between related parties (Continued)

##### 1. Events disclosed in the temporary announcements and with no progress or change in subsequent implementation (Continued)

###### Summary of the Event

On 17 January 2020, Jiangsu Communications Holding (the controlling shareholder of the Company) entered into a loan agreement with Rudong Company, a 72%-owned subsidiary of YS Energy Company, to provide a loan of RMB300 million to Rudong Company and a guarantee agreement dated 19 March 2020 to guarantee the loan of Rudong Company in the Jiangsu Branch of China Development Bank (total credit limit of RMB4 billion). The maturity date of the RMB300 million loan is 20 January 2025, and Rudong Company is responsible for the payment of interest and repayment of principal amount in accordance with the terms of the 3.74% per annum green bonds issued by Jiangsu Communications Holding for the purpose of providing the loan. The interest rate shall not be higher than the quoted market interest rate of the loan. The annual guarantee fee was determined according to the shareholding ratio of state-owned assets. Since the relevant project company was 72% owned by YS Energy Company, the annual guarantee fee for 72% of the total guarantee amount was 0.1%, and the annual guarantee fee for the remaining portion of the total guarantee amount was 1%. The transfer of equity interest in YS Energy Company has been completed and the business change was registered in July 2022, therefore the above transactions constitute continuing connected transactions of the Company.

###### Document for Inspection

For details, please refer to the announcements on the resolutions of the Board of Directors published by the Company on the website of the SSE at [www.sse.com.cn](http://www.sse.com.cn) on 30 April 2022 and the website of the Stock Exchange at [www.hkexnews.hk](http://www.hkexnews.hk) on 29 April 2022.

## SECTION VI SIGNIFICANT MATTERS

### X. MAJOR RELATED PARTY/CONNECTED TRANSACTIONS (CONTINUED)

#### (IV) Claims and liabilities between related parties (Continued)

##### 1. Events disclosed in the temporary announcements and with no progress or change in subsequent implementation (Continued)

###### Summary of the Event

###### Document for Inspection

On 24 March 2023, the Company and its subsidiaries Wufengshan Toll Bridge Company, Guangjing Xicheng Company, Changyi Company, and Yichang Company signed direct financing, unified borrowing and repayment fund use agreements with Jiangsu Communications Holding respectively. The agreement period is three years from the date of signing the agreement. With Jiangsu Communications Holding as the main body, funds are raised through the issuance of direct financing products such as ultra-short-term notes, medium-term notes, enterprise bonds, corporate bonds, and insurance debt plans. Funds are used for equity investment, project construction, repayment of interest-bearing debt, replenishment of working capital and other related purposes permitted by laws and regulations. The Company's financing balance shall not exceed RMB1.5 billion, and the financing balance of Wufengshan Toll Bridge Company, Guangjing Xicheng Company, Changyi Company, and Yichang Company shall not exceed RMB1 billion. The cost of using the funds is based on the actual amount, interest rate, term and handling fees of the financing product, and the interest rate is not higher than the People's Bank of China's lending rate for the same period of time, and the costs related to the repayment of the principal and interest are to be paid by the relevant borrowers. No pledge or guarantee is required to be provided by the Company and its subsidiaries Wufengshan Toll Bridge Company, Guangjing Xicheng Company, Changyi Company and Yichang Company.

For details, please refer to the announcements on the resolutions of the Board of Directors published by the Company on the website of the SSE at [www.sse.com.cn](http://www.sse.com.cn) on 27 March 2023 and on the website of the Stock Exchange at [www.hkexnews.hk](http://www.hkexnews.hk) on 26 March 2023.

## SECTION VI SIGNIFICANT MATTERS

### X. MAJOR RELATED PARTY/CONNECTED TRANSACTIONS (CONTINUED)

#### (IV) Claims and liabilities between related parties (Continued)

##### 1. Events disclosed in the temporary announcements and with no progress or change in subsequent implementation (Continued)

###### Summary of the Event

###### Document for Inspection

On 24 March 2023, the Company signed specific conditional loan agreements with Wufengshan Toll Bridge Company, Guangjing Xicheng Company, Yichang Company and Changyi Company. The Company uses direct financing funds to provide loans of no more than RMB1.8 billion to Wufengshan Toll Bridge Company for the construction of the Wufengshan Project, replacement of project loans, replenish working capital, repayment of matured loans and other purposes permitted by laws and regulations. The loan term is three years from 15 December 2023. The borrowing interest is calculated based on the current interest rate of the direct financing products issued by the Company. The relevant expenses related to the issuance of the Company's financing products and repayment of principal and interest shall be borne and paid by Wufengshan Toll Bridge Company itself.

For details, please see the Company's Announcement on Related/Continuing Connected Transactions and Discloseable Transaction on the Shanghai Stock Exchange website [www.sse.com.cn](http://www.sse.com.cn) on 27 March 2023 and the Stock Exchange website [www.hkexnews.hk](http://www.hkexnews.hk) on 24 March 2023, and the Circulars for the 2022 Annual General Meeting, the 2023 First A Shareholders Class Meeting and the 2023 First H Shareholders Class Meeting published on the website of the Shanghai Stock Exchange at [www.sse.com.cn](http://www.sse.com.cn) on 20 May 2023 and on the website of the Stock Exchange at [www.hkexnews.hk](http://www.hkexnews.hk) on 19 May 2023.

The Company uses direct financing funds to provide Guangjing Xicheng Company with a loan of no more than RMB1.5 billion, which will be used by Guangjing Xicheng Company to replenish working capital, repayment of matured loans and for other purposes permitted by laws and regulations. The loan term is three years from 1 July 2023. The borrowing interest is calculated based on the current interest rate of the direct financing products issued by the Company. Related expenses such as the issuance of the Company's financing products and repayment of principal and interest shall be borne and paid by Guangjing Xicheng Company itself.

## SECTION VI SIGNIFICANT MATTERS

### X. MAJOR RELATED PARTY/CONNECTED TRANSACTIONS (CONTINUED)

#### (IV) Claims and liabilities between related parties (Continued)

##### 1. Events disclosed in the temporary announcements and with no progress or change in subsequent implementation (Continued)

###### Summary of the Event

###### Document for Inspection

The Company uses direct financing funds to provide Yichang Company with a loan of no more than RMB500 million, which is used by Yichang Company to replace project loans, replenish working capital, repayment of matured loans and other purposes permitted by laws and regulations. The loan term is three years from 1 October 2023. The borrowing interest is calculated based on the current interest rate of the direct financing products issued by the Company. The relevant expenses related to the issuance of the Company's financing products and repayment of principal and interest shall be borne and paid by Yichang Company itself.

The Company uses direct financing funds to provide Changyi Company with a loan of no more than RMB700 million, which is used by Changyi Company to replace project loans, replenish working capital, repayment of matured loans and other purposes permitted by laws and regulations. The loan term is three years from 1 October 2023. The borrowing interest is calculated based on the current interest rate of the direct financing products issued by the Company. Related expenses such as the issuance of the Company's financing products and repayment of principal and interest shall be borne and paid by Changyi Company itself.

## SECTION VI SIGNIFICANT MATTERS

### X. MAJOR RELATED PARTY/CONNECTED TRANSACTIONS (CONTINUED)

#### (IV) Claims and liabilities between related parties (Continued)

##### 1. Events disclosed in the temporary announcements and with no progress or change in subsequent implementation (Continued)

###### Summary of the Event

###### Document for Inspection

On 29 March 2024, the Company and its subsidiaries, YS Energy Company and Longtan Bridge Company, entered into agreement on use of direct financing funds by way of unified borrowing and repayment with Jiangsu Communications Holding, respectively. The agreements shall be valid for a term of three years commencing from the date of due execution after approval by the Board of the Company. Jiangsu Communications Holding will, as the principal, raise funds by way of issuance of direct financing instruments (ultra-short-term notes, medium-term notes, enterprise bonds, corporate bonds, insurance debt schemes) on behalf of the borrower. The proceeds raised will be used for equity contribution, project construction, repayment of interest-bearing liabilities, replenishment of working capital and other purposes permitted by laws and regulations. The funding balance for the Company will not exceed RMB5,500 million, and the funding balance for each of YS Energy Company and Longtan Bridge Company will not exceed RMB1,000 million. The funding cost shall be calculated based on the principal, interest rate, term of the financing products and charges actually incurred and shall not exceed the lending rate of the People's Bank of China of the same term and shall be consistent with the financing rate of Jiangsu Communications Holding. No pledge or guarantee is required to be provided by the Company and its subsidiaries, YS Energy Company and Longtan Bridge Company.

For details, please refer to the announcements on the resolutions of the Board of Directors published by the Company on the website of the SSE at [www.sse.com.cn](http://www.sse.com.cn) on 29 March 2024 and on the website of the Stock Exchange at [www.hkexnews.hk](http://www.hkexnews.hk) on 1 April 2024.

##### 2. Events disclosed in the temporary announcements but with progress or change in subsequent implementation

Applicable  Not Applicable

## SECTION VI SIGNIFICANT MATTERS

## X. MAJOR RELATED PARTY/CONNECTED TRANSACTIONS (CONTINUED)

## (IV) Claims and liabilities between related parties (Continued)

## 3. Events not disclosed in temporary announcements

Applicable  Not Applicable

Unit: Yuan Currency: RMB

Related parties	Connected relationship	Funding provided to related parties			Funding provided by related parties to the listed company		
		Opening balance	Amount Incurred	Closing balance	Opening balance	Amount Incurred	Closing balance
Finance Company Jiangsu Communications Holding	Associate Parent company	-	-	-	792,522,504.39	-91,945,259.50	<b>700,577,244.89</b>
		-	-	-	3,221,841,767.13	12,388,104.30	<b>3,234,229,871.43</b>
Total		-	-	-	4,014,364,271.52	-79,557,155.20	<b>3,934,807,116.32</b>

Reasons for related creditor's rights and debts

The related creditor's rights and debts were formed due to the borrowing and lending of funds among the related parties, which were mainly used in project construction, project capital investment, replenishment of working capital, etc. The above funds shall be provided at a rate not exceeding the prevailing bank loan interest rate in the corresponding period. The Company and its subsidiaries were not required to provide any guarantee or pledge.

Effects of related creditor's rights and debts on the Company

The related creditor's rights and debts did not have a material impact on the Company's operation result and financial condition.

## SECTION VI SIGNIFICANT MATTERS

## X. MAJOR RELATED PARTY/CONNECTED TRANSACTIONS (CONTINUED)

## (V) Financial transactions between the Company and the related finance companies and between finance companies controlled by the Company and related parties

Applicable  Not Applicable

## 1. Deposit

Applicable  Not Applicable

Unit: Yuan Currency: RMB

Related parties	Connected relationship	Daily maximum deposit limit	Deposit interest rate range	Opening balance	Amount incurred in the period		Closing balance
					Total deposits for the period	Total amount withdrawn for the period	
Finance Company	Associate and the same ultimate controlling shareholder	The maximum daily deposit balance (including interest accrued) should not exceed RMB500 million and should be lower than 5% of the audited operating revenue, total assets or market capitalisation of the Company (The original maximum daily deposit balance of RMB600 million was adjusted to RMB400 million by the Supplemental Agreement signed on 24 March 2023, and was then adjusted to RMB500 million by the Supplemental Agreement II in March 2024)	The demand deposit interest rate is calculated at 0.385% up to RMB100,000 and 1.265% over RMB100,000; margin deposits bear interest at the interest rate quoted by the corresponding finance company for lump-sum deposit and withdrawal deposit.	297,803,298.83	3,586,668,076.29	3,489,722,644.55	394,748,730.57
Total	/	/	/	297,803,298.83	3,586,668,076.29	3,489,722,644.55	394,748,730.57



## SECTION VI SIGNIFICANT MATTERS

### X. MAJOR RELATED PARTY/CONNECTED TRANSACTIONS (CONTINUED)

#### (V) Financial transactions between the Company and the related finance companies and between finance companies controlled by the Company and related parties (Continued)

##### 2. Loan business

Applicable  Not Applicable

Unit: Yuan Currency: RMB

Related parties	Connected relationship	Loan limit	Loan interest rate range	Opening balance	Amount incurred in the period		Closing balance
					Total loans for the period	Total repayment amount for the period	
Finance Company	Associate and the same ultimate controlling shareholder	Comprehensive unsecured credit facility for the Reporting Period: a consolidated credit facility of not less than RMB5 billion	2.3%-3.4%	791,845,000.00	194,000,000.00	102,195,000.00	700,040,000.00
Total	/	/	/	791,845,000.00	194,000,000.00	102,195,000.00	700,040,000.00

##### 3. Credit extension or other financial business

Applicable  Not Applicable

Unit: Yuan Currency: RMB

Related parties	Connected relationship	Business type	Total	Total Amount incurred
Finance Company	Associate and the same ultimate controlling shareholder	Electronic commercial bill acceptance	200,150,000.00	55,350,000.00

##### 4. Other explanations

Applicable  Not Applicable

## SECTION VI SIGNIFICANT MATTERS

### X. MAJOR RELATED PARTY/CONNECTED TRANSACTIONS (CONTINUED)

#### (VI) Other material related party transactions

Applicable  Not Applicable

#### (VII) Others

Applicable  Not Applicable

### XI. MAJOR CONTRACTS AND THE PERFORMANCE THEREOF

#### 1 Trusteeship, contracting and leasing matters

Applicable  Not Applicable

##### (1) Information on trusteeship

Applicable  Not Applicable

##### (2) Information on contracting

Applicable  Not Applicable

## SECTION VI SIGNIFICANT MATTERS

## XI. MAJOR CONTRACTS AND THE PERFORMANCE THEREOF (CONTINUED)

## 1 Trusteeship, contracting and leasing matters (Continued)

## (3) Information on leasing

Applicable  Not Applicable

Unit: Yuan Currency: RMB

Name of lessor	Name of lessee	Status of leased assets	Amount of lease of asset	Date of commencement of lease	Date of expiry of lease	Lease income	Basis of determination of lease income	Effect of lease income on the Company	Related-party Transaction or Not	Connected relationship
Company	Jiaxing Kaitong Investment Co., Ltd. (嘉興市凱通投資有限公司)	Meicun Service Area	12,955,904	2022/1/1	The entry date of the new lessee	7,619,047.62	Determine income based on contractual agreements and accounting standards.	During the Reporting Period, the profit derived from the service area increased by RMB7,619,000 year on year.	No	Others
Company	Jiaxing Litian Expressway Service Zone Operation and Management Co., Ltd. (嘉興力天高速公路服務區經營管理有限公司)	Catering Projects in Xianrenshan Service Area	17,805,392	2022/11/15	2025/11/14	4,286,666.66	Determine income based on contractual agreements and accounting standards.	During the Reporting Period, the profit derived from the service area increased by RMB899,000 year on year.	No	Others
Company	Jiangsu Hetang Yuese Trading Co., Ltd. (江蘇荷塘月色商貿有限公司)	Retail Projects in Xianrenshan Service Area	17,805,392	2023/3/23	2026/3/22	1,068,920	Determine income based on contractual agreements and accounting standards.	During the Reporting Period, the profit derived from the service area increased by RMB1,053,000 year on year.	No	Others
Company	Tongxiang Yintong Expressway Service Zone Operation and Management Co., Ltd. (桐鄉市銀通高速公路服務區經營管理有限公司)	Retail Projects in Huanglishu Service Area	47,256,513	2022/1/1	The entry date of the new lessee	0	Determine income based on contractual agreements and accounting standards.	During the Reporting Period, the profit derived from the service area showed no change year on year.	No	Others

## SECTION VI SIGNIFICANT MATTERS

## XI. MAJOR CONTRACTS AND THE PERFORMANCE THEREOF (CONTINUED)

## 1 Trusteeship, contracting and leasing matters (Continued)

## (3) Information on leasing (Continued)

Name of lessor	Name of lessee	Status of leased assets	Amount of lease of asset	Date of commencement of lease	Date of expiry of lease	Lease income	Basis of determination of lease income	Effect of lease income on the Company	Related-party Transaction or Not	Connected relationship
Company	Tongxiang Yintong Expressway Service Zone Operation and Management Co., Ltd. (桐鄉市銀通高速公路服務區經營管理有限公司)	Catering Projects in Huanglishu Service Area	47,256,513	2023/12/20	2026/12/19	3,593,552.77	Determine income based on contractual agreements and accounting standards.	During the Reporting Period, the profit derived from the service area increased by RMB3,594,000 year on year.	No	Others
Company	Jiaxing Kaitong Investment Co., Ltd. (嘉興市凱通投資有限公司)	Yangcheng Lake Service Area	60,930,582	2018/5/15	2027/5/14	6,857,618.64	Determine income based on contractual agreements and accounting standards.	During the Reporting Period, the profit derived from the service area showed no change year on year.	No	Others
Company	Dragon City Tourism Holding Group Co., Ltd. (龍城旅遊控股集團有限公司)	Fangmaoshan Service Area	20,919,070	2018/5/11	2026/5/10	8,029,148.70	Determine income based on contractual agreements and accounting standards.	During the Reporting Period, the profit derived from the service area showed no change year on year.	No	Others
Company	Jiangsu Communications Holding Commercial Operation Management Co., Ltd. (江蘇交控商業運營管理有限公司)	Douzhuang Service Area	17,806,972	2023/9/1	2026/8/31	4,833,333.36	Determine income based on contractual agreements and accounting standards.	During the Reporting Period, the profit derived from the service area increased by RMB4,833,000 year on year.	Yes	Wholly-owned subsidiary of parent company

## SECTION VI SIGNIFICANT MATTERS

### XI. MAJOR CONTRACTS AND THE PERFORMANCE THEREOF (CONTINUED)

#### 1 Trusteeship, contracting and leasing matters (Continued)

##### (3) Information on leasing (Continued)

###### Explanation of leasing

Huanglishu, Xianrenshan and Meicun Service Area of Shanghai-Nanjing Expressway terminated the original lease contract, and the two parties signed the termination agreement, clarifying that the lease termination date for the above service areas is 31 December 2021. The period between 1 January 2022 and the entry date of the new lessee is a transitional period, during which the operation of those service areas would continue to be maintained by the original lessee.

The “big platform” model was adopted for the new round of investment attraction in Xianrenshan Service Area. The lessee of the catering project has entered the site on 15 November 2022. The lessee of the retail project has entered the site on 23 March 2023. The Company collects the transitional rent from the original lessees based on the new round of tender price.

The “big platform” model was adopted for the new round of investment attraction in Huanglishu Service Area. The lessee of the catering project has entered the site on 20 December 2023. The Company collects the transitional rent from the original lessees based on the new round of tender price. As of the end of the Reporting Period, Huanglishu Service Area has not completed the investment attraction for catering projects and collected no transitional rent.

As of the end of the Reporting Period, Meicun Service Area has not completed the investment attraction project and was still in the transitional period. In June 2024, it received a transitional rent of RMB8 million from Jiaxing Kaitong Investment Co., Ltd. After deducting RMB381,000 of value-added tax, it recognized a rental income of RMB7.6190 million.

## SECTION VI SIGNIFICANT MATTERS

### XI. MAJOR CONTRACTS AND THE PERFORMANCE THEREOF (CONTINUED)

#### 2 Significant guarantees performed and outstanding during the reporting period

Applicable  Not Applicable

Unit: Yuan Currency: RMB

External guarantees of the Company (excluding guarantees to subsidiaries)	
Total amount of the guarantees incurred during the Reporting Period (excluding guarantees to subsidiaries)	-
Total balance of the guarantees at the end of the Reporting Period (A) (excluding guarantees to subsidiaries)	-
Guarantee of the Company in favor of its subsidiaries	
Total guarantee in favor of its subsidiaries incurred during of the Reporting Period	0
Total guarantee balance in favor of its subsidiaries as at the end of the Reporting Period (B)	2,370,000,000.00
Total guarantee of the Company (including the guarantee in favor of its subsidiaries)	
Total guarantee (A+B)	2,370,000,000.00
Total guarantee as a percentage of the Company's net assets (%)	6.80
Including:	
The amount of guarantees offered to the shareholders, de facto controller and related parties (C)	0
The amount of debt guarantees directly or indirectly offered to the guaranteed with a gearing ratio of over 70% (D)	0
The amount of guarantees in excess of 50% of net assets (E)	0
The sum of the three items above (C+D+E)	0
Explanations on the joint settlement responsibilities in relation to premature guarantees	Nil
Explanations of guarantee	

Pursuant to the Announcement on the Related Transaction of the Acquisition of 100% Equity Interest in Jiangsu Yunshan Clean Energy Investment Holding Co., Ltd. by the Company, which was considered and approved at the 9th meeting of the tenth session of the Board and the 2021 annual general meeting of the Company, the Company is committed to making all commercially reasonable effort to replace Jiangsu Communications Holding as the guarantor for the loan of Rudong Company, a 72%-controlled subsidiary of YS Energy Company, granted by the Jiangsu Branch of China Development Bank within one year from the date of completion. The guarantee agreement was signed on 29 May 2023, with a guarantee amount of RMB2.663 billion and a term of 20 years (from 19 March 2020 to 18 March 2040).

## SECTION VI SIGNIFICANT MATTERS

### XI. MAJOR CONTRACTS AND THE PERFORMANCE THEREOF (CONTINUED)

#### 3 Other major contracts

Applicable  Not Applicable

### XII. PROGRESS IN USE OF FUND RAISED

Applicable  Not Applicable

### XIII. OTHER MAJOR EVENTS

Applicable  Not Applicable

#### 1. Changes of accounting policies

In 2024, the Group has adopted the revised requirement and guideline under China Accounting Standards for Business Enterprise (企業會計準則) (“CAS”) issued by the Ministry of Finance (“MOF”) in recent years, which mainly include:

the provisions of the CAS Bulletin No. 17 (Cai Kuai [2023] No. 21) (hereinafter referred to as “Bulletin No. 17”) on the “Classification of current liabilities and non-current liabilities”.

##### (a) The main impact of the Group’s adoption of the above requirement and guideline

In accordance with the provisions of Bulletin No. 17, when classifying the liquidity of its liabilities, the Group should only consider whether it has a substantive right at the balance sheet date to defer settlement of its liabilities for more than one year after the balance sheet date (hereinafter referred to as the “**Right to Defer Settlement of Liabilities**”), regardless of the subjective possibility of the Group exercising the said right.

For liabilities arising from the Group’s loan arrangements, where the Group’s Right to Defer Settlement of Liabilities depends on the Group’s compliance with the conditions set out in the loan arrangements (hereinafter referred to as the “**Covenant Conditions**”), the Group only considers the Covenant Conditions that are required to be met on or before the balance sheet date when classifying the liquidity of the relevant liabilities and does not consider the effect of Covenant Conditions that are required to be met after the balance sheet date.

For liabilities that are settled by the Group through the transfer of its own equity instruments at the option of the counterparties, if the Group classifies the above option as an equity instrument and recognizes it separately as an equity component of a compound financial instrument in accordance with the requirements of ASBE 37 – Presentation of Financial Instruments, it will not affect the liquidity classification of the liability; conversely, if the above option cannot be classified as an equity instrument, it will affect the liquidity classification of the liability.

The adoption of this requirement did not have a material impact on the Group’s financial position and operating results.



## SECTION VI SIGNIFICANT MATTERS

### XIII. OTHER MAJOR EVENTS (CONTINUED)

#### 2. Change in the scope of consolidation

To focus on its principal business, ease the traffic pressure on the Wuxi-Suzhou Section of Shanghai-Nanjing Expressway, eliminate the impact of regional parallel road traffic diversion, and further consolidate its dominant position in the road network of Southern Jiangsu Province, the Board of the Company has approved the investment in the construction of the Xitai Project. The total estimated investment for the Xitai Project is approximately RMB24,198 million. The initial registered capital of Xitai Company is RMB6,500 million, of which the Company is the largest shareholder with an investment of RMB3,250 million (equivalent to 50% of its shareholding). During the Reporting Period, Xitai Company received a total capital contributions of RMB2,818 million.

### XIV. CORPORATE GOVERNANCE

During the period of six months ended 30 June 2024, the Company has complied with all the code provisions set out in Part II of the Corporate Governance Code and no material deviation or non-compliance has been identified.

### XV. MATERIAL CHANGE

Save as disclosed in this report, there has been no material change in respect of (a) the development of business of the Group and its financial position; (b) important events affecting the Group; and (c) the likely future development in the business of the Group and prospects for the year, since the publication of the 2023 annual report of the Company.

## SECTION VII CHANGES IN SHARES AND INFORMATION ON SHAREHOLDERS

### I. CHANGES IN SHARE CAPITAL

#### (I) Table of changes in shares

##### 1. Table of changes in shares

During the Reporting Period, there were no changes in the total amount of ordinary share and the capital structure of the Company.

##### 2. Explanation of changes in shares

Applicable  Not Applicable

##### 3. Effect of changes in shares on financial indicators such as earnings per share and net assets per share within the period from the end of the Reporting Period to disclosure date of the interim report (if any)

Applicable  Not Applicable

##### 4. Other matters considered necessary by the Company or required to be disclosed by security regulatory institution

Applicable  Not Applicable

#### (II) Changes in shares subject to selling restrictions

Applicable  Not Applicable

### II. SHAREHOLDERS

#### (I) Total amount of shareholders:

Total amount of ordinary shareholders as at the end of the Reporting Period	25,778
Total amount of preference shareholders with voting right restored as at the end of the Reporting Period	N/A

*Note:* As of the end of the Reporting Period, the amount of A shareholders was 25,398 and of H shareholders was 380, with the total of 25,778.

## SECTION VII CHANGES IN SHARES AND INFORMATION ON SHAREHOLDERS

## II. SHAREHOLDERS (CONTINUED)

## (II) Shares of the top ten shareholders and the top ten outstanding shareholders (or holders of shares not subject to any sales restrictions) as at the end of the Reporting Period

Unit: share

Name of shareholder (Full Name)	Shares of the top ten shareholders (excluding shares lent under refinancing arrangements)						
	Increase/ decrease during the Reporting Period	Number of shares held at the end of the Reporting Period	Equity interest (%)	Number of the shares subject to lock-up	Collateralized, tagged, or frozen	Status of shares	Nature of shareholders
Jiangsu Communications Holding Company Limited	0	2,742,578,825	54.44	-	Nil	-	State-owned legal person
China Merchants Expressway Network & Technology Holding Co., Ltd.	0	589,059,077	11.69	-	Nil	-	State-owned legal person
BlackRock, Inc.	-1,626,729	109,282,888	2.17	-	Nil	-	Overseas legal person
China Merchants Securities Co., Ltd. – SSE Bonus Exchange-traded Stock Investment Funds (招商銀行股份有限公司—上證紅利交易型開放式指數證券投資基金)	-414,766	27,970,689	0.56	-	Nil	-	Others
Guotai Junan Securities Co., Ltd.* (國泰君安證券股份有限公司)	15,000,669	15,529,984	0.31	-	Nil	-	State-owned legal person
China Galaxy Asset Management Co., Ltd. (中國銀河資產管理有限責任公司)	-2,681,900	14,022,400	0.28	-	Nil	-	State-owned legal person
Industrial and Commercial Bank of China Co., Ltd. – Fullgoal China Securities Dividend Index Enhanced Securities Investment Fund (中國工商銀行股份有限公司—富國中證紅利指數增強型證券投資基金)	12,500	12,212,598	0.24	-	Nil	-	Others
China Pacific Life Insurance Co., Ltd. – CPLI Stock Dividend Product (Shou Zi Ying) Entrusted Investment (Yangtze River Pension) (中國太平洋人壽保險股份有限公司—中國太平洋人壽股票紅利型產品(壽自營)委託投資(長江養老))	246,800	11,243,509	0.22	-	Nil	-	Others
China Merchants Bank Co., Ltd. –ABC-CA Strategic Income One-year Hybrid Securities Investment Fund (招商銀行股份有限公司—農銀匯理策略收益一年持有期混合型證券投資基金)	7,698,600	9,451,400	0.19	-	Nil	-	Others
Ping An Life Insurance Company of China, Ltd.-Dividends-Personal Insurance Dividends (中國平安人壽保險股份有限公司—分紅—個險分紅)	7,712,381	8,905,981	0.18	-	Nil	-	Others

## SECTION VII CHANGES IN SHARES AND INFORMATION ON SHAREHOLDERS

## II. SHAREHOLDERS (CONTINUED)

## (II) Shares of the top ten shareholders and the top ten outstanding shareholders (or holders of shares not subject to any sales restrictions) as at the end of the Reporting Period (Continued)

The top ten holders of shares not subject to any sales restrictions (excluding shares lent under refinancing arrangements and lock-up shares held by senior management)

Name of shareholder	Number of the shares not subject to lock-up	Categories and amount of shares	
		Category	Number
Jiangsu Communications Holding Company Limited	2,742,578,825	RMB-denominated ordinary shares	2,742,578,825
China Merchants Expressway Network & Technology Holding Co., Ltd.	589,059,077	RMB-denominated ordinary shares	589,059,077
BlackRock, Inc.	109,282,888	Overseas-listed foreign shares	109,282,888
China Merchants Securities Co., Ltd. – SSE Bonus Exchange-traded Stock Investment Funds (招商銀行股份有限公司—上證紅利交易型開放式指數證券投資基金)	27,970,689	RMB-denominated ordinary shares	27,970,689
Guotai Junan Securities Co., Ltd.* (國泰君安證券股份有限公司)	15,529,984	RMB-denominated ordinary shares	15,529,984
China Galaxy Asset Management Co., Ltd. (中國銀河資產管理有限責任公司)	14,022,400	RMB-denominated ordinary shares	14,022,400
Industrial and Commercial Bank of China Co., Ltd. – Fullgoal China Securities Dividend Index Enhanced Securities Investment Fund (中國工商銀行股份有限公司—富國中證紅利指數增強型證券投資基金)	12,212,598	RMB-denominated ordinary shares	12,212,598
China Pacific Life Insurance Co., Ltd. – CPLI Stock Dividend Product (Shou Zi Ying) Entrusted Investment (Yangtze River Pension) (中國太平洋人壽保險股份有限公司—中國太平洋人壽股票紅利型產品(壽自營)委託投資(長江養老))	11,243,509	RMB-denominated ordinary shares	11,243,509
China Merchants Bank Co., Ltd. –ABC-CA Strategic Income One-year Hybrid Securities Investment Fund (招商銀行股份有限公司—農銀匯理策略收益一年持有期混合型證券投資基金)	9,451,400	RMB-denominated ordinary shares	9,451,400
Ping An Life Insurance Company of China, Ltd.- Dividends-Personal Insurance Dividends (中國平安人壽保險股份有限公司-分紅-個險分紅)	8,905,981	RMB-denominated ordinary shares	8,905,981

## SECTION VII CHANGES IN SHARES AND INFORMATION ON SHAREHOLDERS

## II. SHAREHOLDERS (CONTINUED)

## (II) Shares of the top ten shareholders and the top ten outstanding shareholders (or holders of shares not subject to any sales restrictions) as at the end of the Reporting Period (Continued)

The top ten holders of shares not subject to any sales restrictions (excluding shares lent under refinancing arrangements and lock-up shares held by senior management)

Name of shareholder	Number of the shares not subject to lock-up	Categories and amount of shares	
		Category	Number
Explanation of buyback in the top ten shareholders	Nil		
Explanation of entrusting, entrusted, and giving up voting rights of the above shareholders	(1) The Company has no knowledge of whether the above shareholders belong to related party or have associated relationship; (2) During the Reporting Period, there were no related party, strategic investors, and general legal persons becoming the top ten shareholders due to the placing of new shares; and (3) The number of shares of H Shareholders is based on the record of the register kept according to the Securities and Futures Ordinance of Hong Kong. According to Part XV of the Securities and Futures Ordinance of Hong Kong, individuals and corporations who are interested in 5% or more of any class of voting shares in the Company must disclose to the Stock Exchange their interests, and short positions, in voting shares of the Company.		
Explanation of the above shareholders belonging to related party or having associated relationship	Nil		
Explanation of preference shareholders with voting rights restored and number of shares held	Nil		

Holders of more than 5% of the shares, top 10 shareholders and top 10 holders of shares not subject to any sales restrictions in share lending through refinancing

Applicable  Not Applicable

Changes to top 10 shareholders and top 10 holders of shares not subject to any sales restrictions from the previous period due to share lending/return through refinancing

Applicable  Not Applicable

Number of shares held by the top ten shareholders subject to sales restrictions and conditions of sales restrictions

Applicable  Not Applicable

## SECTION VII CHANGES IN SHARES AND INFORMATION ON SHAREHOLDERS

## II. SHAREHOLDERS (CONTINUED)

## (III) Strategic investors or general legal persons becoming the top ten shareholders due to the placing of new shares

Applicable  Not Applicable

## (IV) Interests and short positions

As at 30 June 2024, the following shareholders (excluding the Directors and chief executives of the Company) had interests or short positions in any shares or underlying shares of the Company that was required to be disclosed by the Company under Divisions 2 and 3 of Part XV of the SFO and recorded in the register required to be kept by the Company under Section 336 of the SFO:

Name of shareholder	Capacity	Number of A Shares		Percentage of A Shares (total shares)
		Directly interested	Number of A Shares	
Jiangsu Communications Holding Company Limited	Other	Yes	2,742,578,825 (L)	71.88% (54.44%) (L)
China Merchants Expressway Network & Technology Holdings Co., Ltd. <sup>(1)</sup>	Other	Yes	589,059,077 (L)	15.44% (11.69%) (L)

Name of shareholder	Capacity	Number of H Shares		Percentage of H Shares (total shares)
		Directly interested	Number of H Shares	
BlackRock, Inc.	Interest of controlled corporation <sup>(2)</sup>	No	109,282,888 (L) 2,398,000 (S)	8.94% (2.17%) (L) 0.20% (0.05%) (S)

Notes: (L) Long position; (S) Short position; (P) Lending pool

(1) China Merchants Group Limited was deemed to be interested in the Company by virtue of its controlling interest in its subsidiary, China Merchants Expressway Network.

## SECTION VII CHANGES IN SHARES AND INFORMATION ON SHAREHOLDERS

### II. SHAREHOLDERS (CONTINUED)

#### (IV) Interests and short positions (Continued)

Notes: (Continued)

- (2) BlackRock, Inc. was deemed to be interested in the long position of a total of 109,282,888 H Shares of the Company and in the short position of 2,398,000 H Shares (of which 1,612,000 H Shares were held through cash settled (off exchange) derivatives) by virtue of its control over a number of corporations, which were indirectly wholly-owned by BlackRock, Inc., except the following:
- (a) BlackRock Holdco 6, LLC was indirectly owned as to 90% by BlackRock, Inc.. BlackRock Holdco 6, LLC held interests in the Company through its indirectly wholly-owned subsidiaries as follows:
- (i) BlackRock Institutional Trust Company, National Association held 15,007,876 (long position) and 2,244,000 H Shares (short position) of the Company.
  - (ii) BlackRock Fund Advisors held 58,114,000 H Shares (long position) of the Company.
- (b) BR Jersey International Holdings L.P. was indirectly owned as to 86% by BlackRock, Inc.. BR Jersey International Holdings L.P. held interests in the Company through its indirectly wholly-owned subsidiaries as follows:
- (i) BlackRock Japan Co., Ltd. held 1,776,883 H Shares (long position) of the Company.
  - (ii) BlackRock Investment Management (Australia) Limited held 564,000 H Shares (long position) of the Company.
  - (iii) BlackRock Asset Management North Asia Limited held 1,109,312 H Shares (long position) of the Company.
  - (iv) BlackRock (Singapore) Limited held 561,505 H Shares (long position) of the Company.
- (c) BlackRock Group Limited was indirectly owned as to 90% by BR Jersey International Holdings L.P. (see note 3(b) above). BlackRock Group Limited held interests in the Company through its directly or indirectly wholly-owned subsidiaries as follows:
- (i) BlackRock (Netherlands) B.V. held 5,506,146 H Shares (long position) of the Company.
  - (ii) BlackRock Advisor (UK) Limited held 5,058,000 H Shares (long position) of the Company.
  - (iii) BlackRock Asset Management Ireland Limited held 11,553,865 H Shares (long position) of the Company.
  - (iv) BLACKROCK (Luxembourg) S.A. held 194,000 H Shares (long position) of the Company.
  - (v) BlackRock Investment Management (UK) Limited held 1,353,299 H Shares (long position) of the Company.
  - (vi) BlackRock Fund Managers Limited held 1,632,000 H Shares (long position) of the Company.
  - (vii) BlackRock Asset Management Schweiz AG held 16,000 H Shares (long position) of the Company.
- (d) BlackRock Canada Holdings LP was indirectly owned as to 99.90% by BR Jersey International Holdings L.P. (see note 3(b) above). BlackRock Canada Holdings LP held interests in the Company through its wholly-owned subsidiary, BlackRock Asset Management Canada Limited, which held 2,378,000 H Shares (long position) of the Company.

Save as disclosed above, to the best of the Company's knowledge, there was no other person required to be disclosed under the Securities and Futures Ordinance of Hong Kong as at 30 June 2024.



## SECTION VII CHANGES IN SHARES AND INFORMATION ON SHAREHOLDERS

### III. PROFILES OF DIRECTORS, SUPERVISORS AND SENIOR MANAGEMENT

#### (I) Changes in shareholdings held by current or resigned Directors, Supervisors and members of senior management officers during the Reporting Period

Applicable  Not Applicable

Other information

Applicable  Not Applicable

#### (II) Equity incentives granted to Directors, Supervisors and senior management officers during the Reporting Period

Applicable  Not Applicable

#### (III) Other explanations

Applicable  Not Applicable

As of 30 June 2024, the Group (including its subsidiaries) had 4,634 staff members in total, comprising 797 managerial and technical staff members and 3,837 manufacturing staff members. During the Reporting Period, total staff remuneration amounted to RMB591,176,000. In the first half of 2024, the Group followed the principles of post-based and performance-based remuneration payment, offered basic pay to provide reasonable protection for the employees, and further linked performance evaluation, quantity and efficiency with salary. Through performance-based compensation, employees' internal motivation was stimulated and salary distribution was optimized. At the same time, the Group contributed to the "Five Insurances and Housing Fund" in accordance with the law and regulations, and provided supplementary medical care, corporate annuity and other welfare protection schemes for its employees, reflecting the Group's respect and care for the rights and interests of employees. This helps to improve employee satisfaction and loyalty, and also promotes the stable development and sustained growth of the Group.

In terms of training, we have always adhered to the principles of systematic thinking and collaborative linkage, striving to grasp the right direction and optimize the positioning of training content. We have deeply promoted innovation in training methods, teaching models, and approaches to enhance the adaptability and timeliness of education and training. To accelerate the construction of a modern employee education and training system, we have continuously strived to cultivate more high-quality management, technical, and skilled talents, as well as skilled craftsmen. We provide scientific and targeted educational and training content to ensure the quality and effectiveness of the training. Especially in the first half of the year, we organized employees to participate in training on drone operations. At the same time, we continued to strengthen our internal trainer team and organized the second internal trainer training in the first half of this year. These training activities aim to enhance employees' professional skills and knowledge level, injecting new vitality into the development of the Group. In the future, we will continue to strive to improve the level of education and training, continuously improve the training system, and provide employees with more development opportunities and growth space.

## SECTION VII CHANGES IN SHARES AND INFORMATION ON SHAREHOLDERS

### IV. CHANGE OF CONTROLLING SHAREHOLDER AND DE FACTO CONTROLLER

Applicable  Not Applicable

### V. DIRECTORS' INTERESTS AND SHORT POSITIONS IN SHARES, UNDERLYING SHARES AND DEBENTURES

As at 30 June 2024, none of the Directors, supervisors and chief executives of the Company had any interests, long positions in the shares, underlying shares or debentures of the Company or any of its associated corporations (within the meaning of Part XV of the Securities and Futures Ordinance) that was required to be recorded in the register maintained by the Company pursuant to section 352 of the Securities and Futures Ordinance.

### VI. REPURCHASE, SALE OR REDEMPTION OF SECURITIES

During the Reporting Period, there was no repurchase, sale or redemption of any of its listed securities by the Company and/or any of its subsidiaries; and the Company and its subsidiaries have not issued or granted any convertible securities, options, warrants or other similar rights at any time. The Company has obtained approval from the CSRC on public offer of bonds to professional investors.

### VII. PUBLIC FLOAT

According to public information and as far as the Directors know, the Board of Directors is of the view that the public float of the shares of the Company as at 27 August 2024 (being the latest practicable date prior to the publication of this report) complied with the requirements of the Hong Kong Listing Rules.

### VIII. DIVIDEND ARRANGEMENT WAIVED OR AGREED BY THE SHAREHOLDERS

During the Reporting Period, no dividend arrangement was waived by any of the shareholders.

### IX. MODEL CODE FOR SECURITIES TRANSACTIONS BY DIRECTORS OF LISTED ISSUERS

The Company has adopted a Code of Conduct for Securities Transactions by its Directors on standards no lower than the provisions under the Model Code for Securities Transactions by Directors of Listed Issuers (the "Model Code") under Appendix C3 of the Hong Kong Listing Rules. Having made specific enquiries to all the Directors of the Company, the Directors of the Company have fully complied with the provisions stipulated under the Model Code and the Company's Code of Conduct for Securities Transactions by Directors.

## SECTION VIII INFORMATION ON PREFERRED SHARES

Applicable  Not Applicable

# SECTION IX INFORMATION ON BONDS

## I. CORPORATE BONDS (INCLUDING ENTERPRISE BONDS) AND DEBT FINANCING INSTRUMENTS OF NON-FINANCIAL ENTERPRISES

Applicable  Not Applicable

### (I) Corporate bonds (including enterprise bonds)

Applicable  Not Applicable

#### 1. Basic information on corporate bonds

Unit: 100 million Currency: RMB

Name of bond	Abbreviation	Bond code	Date of issuance	Date of value	Latest repurchase date after 31 August 2024	Maturity date	Outstanding amount	Interest rate (%)	Method of repayment of principal and interest	Trading place	Lead underwriters	Managing trustee	Investor eligibility arrangement (if any)	Trading mechanism	Whether or not subject to delisting risks
Corporate bonds publicly issued to professional investors by Jiangsu Expressway Company Limited in 2021 (first tranche)	21 Ninghu G1	175766.SH	2021/2/1	2021/2/2	-	2026/2/2	10.00	2.99 (fixed)	One-off principal repayment with annual interest payment	Shanghai Stock Exchange	Huatai United Securities Company Limited, Xiangcai Securities Co., Ltd.	Huatai United Securities Company Limited	The bonds were issued to professional investors	Listed on the Bid Trading System and Comprehensive Electronic Platform for Fixed-income Securities	No
Corporate bonds publicly issued to professional investors by Jiangsu Expressway Company Limited in 2021 (second tranche)	21 Ninghu G2	185646.SH	2021/11/23	2021/11/24	2024/1/24	2026/1/24	8.00	3.08	One-off principal repayment with annual interest payment	Shanghai Stock Exchange	Huatai United Securities Company Limited, Xiangcai Securities Co., Ltd.	Huatai United Securities Company Limited	The bonds were issued to professional investors	Listed on the Bid Trading System and Comprehensive Electronic Platform for Fixed-income Securities	No
Corporate bonds publicly issued to professional investors by Jiangsu Expressway Company Limited in 2022 (first tranche)	22 Ninghu G1	185680.SH	2022/4/19	2022/4/20	-	2025/4/20	10.00	2.90	One-off principal repayment with annual interest payment	Shanghai Stock Exchange	Huatai United Securities Company Limited, Xiangcai Securities Co., Ltd.	Huatai United Securities Company Limited	The bonds were issued to professional investors	Listed on the Bid Trading System and Comprehensive Electronic Platform for Fixed-income Securities	No
Corporate bonds publicly issued to professional investors by Jiangsu Expressway Company Limited in 2022 (second tranche)	22 Ninghu G2	137686.SH	2022/8/22	2022/8/23	-	2025/8/23	5.00	2.55	One-off principal repayment with annual interest payment	Shanghai Stock Exchange	Huatai United Securities Company Limited, Xiangcai Securities Co., Ltd.	Huatai United Securities Company Limited	The bonds were issued to professional investors	Listed on the Bid Trading System and Comprehensive Electronic Platform for Fixed-income Securities	No

## SECTION IX INFORMATION ON BONDS

### I. CORPORATE BONDS (INCLUDING ENTERPRISE BONDS) AND DEBT FINANCING INSTRUMENTS OF NON-FINANCIAL ENTERPRISES (CONTINUED)

#### (I) Corporate bonds (including enterprise bonds) (Continued)

##### 1. Basic information on corporate bonds (Continued)

Name of bond	Abbreviation	Bond code	Date of issuance	Date of value	Latest repurchase date after 31 August 2024	Maturity date	Outstanding amount	Interest rate (%)	Method of repayment of principal and interest	Trading place	Lead underwriters	Managing trustee (if any)	Investor eligibility arrangement (if any)	Trading mechanism	Whether or not subject to delisting risks
Green corporate bonds publicly issued to professional investors by Jiangsu Expressway Company Limited in 2022 (first tranche)	G22 NingHu 1	137962.SH	2022/10/21	2022/10/24	-	2025/10/24	7.00	2.58	One-off principal repayment with annual interest payment	Shanghai Stock Exchange	Huatai United Securities Company Limited, CITIC Securities Company Limited	Huatai United Securities Company	The bonds were issued to professional investors	Listed on the Bid Trading System and Comprehensive Electronic Platform for Fixed-income Securities	No
Corporate bonds publicly issued to professional investors by Jiangsu Expressway Company Limited in 2022 (third tranche)	22 NingHu G3	138630.SH	2022/11/28	2022/11/29	-	2025/11/29	5.00	2.95	One-off principal repayment with annual interest payment	Shanghai Stock Exchange	Huatai United Securities Company Limited, Xiangcai Securities Co., Ltd.	Huatai United Securities Company Limited	The bonds were issued to professional investors	Listed on the Bid Trading System and Comprehensive Electronic Platform for Fixed-income Securities	No

Note 1: The bonds have an option to adjust the coupon rate. The issuer has the right to adjust the coupon rate for the following years after the end of the third year during the term of the bonds. The coupon rate of the bonds was adjusted to 2.93% in February 2024.

Registered by the document, Zheng Jian Xu Ke [2022] No. 2341, of CSRC, the Company publicly issued the green corporate bonds with a total value of less than RMB1.7 billion (RMB1.7 billion included) to professional investors. On 21 October 2022, the Company issued the green corporate bonds of RMB700 million to professional investors by one tranche. All the proceeds from the bonds were used for the acquisition of equity interest in YS Energy Company, and the proceeds have been used up according to the agreed purpose. The acquired company, YS Energy Company, is a green entity with its main business scope in the field of renewable energy power generation. The above funds have been invested in the green industry fields required by the Guiding List of Green Industries (2019) and Directories of Projects Supported by Green Bonds (2021), which belong to the field of clean energy, etc.

Countermeasures adopted by the Company in response to delisting risk of the bonds

Applicable  Not Applicable

## SECTION IX INFORMATION ON BONDS

### I. CORPORATE BONDS (INCLUDING ENTERPRISE BONDS) AND DEBT FINANCING INSTRUMENTS OF NON-FINANCIAL ENTERPRISES (CONTINUED)

#### (I) Corporate bonds (including enterprise bonds) (Continued)

##### 2. Terms of issuer or investor option, trigger and execution of investor protection terms

Applicable  Not Applicable

Options for the issuer to adjust the coupon rate: An issuer is entitled to adjust the coupon rate for the remaining coupon period of the bonds at the end of the third year of the term of the bonds. If the issuer decides to exercise the options to adjust the coupon rate, the coupon rate of the bonds shall be determined in the following manner from the effective date of the adjustment: The adjusted coupon rate shall be subject to the announcement of the implementation of the adjustment of the coupon rate published by the issuer, and there shall be no restriction on the direction and range of the adjustment of the coupon rate. If the issuer decides not to exercise the options to adjust the coupon rate, the coupon rate of the bonds shall remain unchanged until the issuer exercises the option to adjust the coupon rate next time.

Investor's put option: An investor is entitled to require the issuer to repurchase all or part of the bonds held by him/her/it at the end of the third year of the term of the bonds.

Execution: During the Reporting Period, the issuer exercised the option to adjust the coupon rate for 21 Ninghu G1, and the coupon rate was adjusted from 3.70% to 2.93%. During the Reporting Period, investors exercised the put option, and the repurchased amount of "21 Ninghu G1" was RMB121 million.

##### 3. Credit rating result and its modification

Applicable  Not Applicable

Other explanation

Nil.

##### 4. Performance of and change to the guarantee, debt repayment plan and other measures to ensure debt repayment during the Reporting Period and their effects

Applicable  Not Applicable

Other explanation

Nil.

## SECTION IX INFORMATION ON BONDS

### I. CORPORATE BONDS (INCLUDING ENTERPRISE BONDS) AND DEBT FINANCING INSTRUMENTS OF NON-FINANCIAL ENTERPRISES (CONTINUED)

#### (II) Non-financial enterprise debts financing instruments of the inter-bank bond market

Applicable  Not Applicable

##### 1. Basic information on the debts financing instruments of non-financial enterprises

Unit: 100 million Currency: RMB

Name of bond	Abbreviation	Bond code	Date of issuance	Date of value	Maturity date	Outstanding amount	Interest rate (%)	Method for repayment of principal and interest	Trading place	Investor eligibility arrangement (if any)	Trading mechanism	Whether or not subject to delisting risks
2020 medium-term notes (first tranche)	20 NingHu Gao MTN001	102001586.IB	2020/8/19	2020/8/21	2025/8/21	20.00	3.98	One-off principal repayment with annual interest payment	Inter-bank bonds market	Qualified domestic institutional investors	Eligible for trading or transfer on the day immediately after the registration date	No
2021 medium-term notes (second tranche)	21 NingHuGao MTN002	102102145.IB	2021/1/25	2021/10/27	2024/10/27	5.00	3.30	One-off principal repayment with annual interest payment	Inter-bank bonds market	Qualified domestic institutional investors	Eligible for trading or transfer on the day immediately after the registration date	No
2021 medium-term notes (third tranche)	21 NingHuGao MTN003	102103072.IB	2021/2/4	2021/11/24	2024/11/24	5.00	3.13	One-off principal repayment with annual interest payment	Inter-bank bonds market	Qualified domestic institutional investors	Eligible for trading or transfer on the day immediately after the registration date	No
2022 green medium-term notes (first tranche) (Tech note)	22 Ninghu Gao MTN001 (Tech note)	102281915.IB	2022/9/13	2022/9/15	2025/9/15	7.00	2.49	One-off principal repayment with annual interest payment	Inter-bank bonds market	Qualified domestic institutional investors	Eligible for trading or transfer on the day immediately after the registration date	No
2022 medium-term notes (second tranche)	22 NingHuGao MTN002	102282216.IB	2022/10/10	2022/10/11	2025/10/11	3.00	2.49	One-off principal repayment with annual interest payment	Inter-bank bonds market	Qualified domestic institutional investors	Eligible for trading or transfer on the day immediately after the registration date	No



## SECTION IX INFORMATION ON BONDS

### I. CORPORATE BONDS (INCLUDING ENTERPRISE BONDS) AND DEBT FINANCING INSTRUMENTS OF NON-FINANCIAL ENTERPRISES (CONTINUED)

#### (II) Non-financial enterprise debts financing instruments of the inter-bank bond market (Continued)

##### 1. Basic information on the debts financing instruments of non-financial enterprises (Continued)

Name of bond	Abbreviation	Bond code	Date of issuance	Date of value	Maturity date	Outstanding amount	Interest rate (%)	Method for repayment of principal and interest	Trading place	Investor eligibility arrangement (if any)	Trading mechanism	Whether or not subject to delisting risks
2022 medium-term notes (third tranche)	22 NingHuGao MTN003	102282433.IB	2022/10/31	2022/11/2	2025/11/2	5.00	2.55	One-off principal repayment with annual interest payment	Inter-bank bonds market	Qualified domestic institutional investors	Eligible for trading or transfer on the day immediately after the registration date	No
2024 ultra-short-term notes (first tranche)	24 NingHuGao SCP001	012480211.IB	2024/1/16	2024/1/17	2024/4/19	-	2.26	Repayment of principal and payment of interest upon maturity	Inter-bank bonds market	Qualified domestic institutional investors	Eligible for trading or transfer on the day immediately after the registration date	No
2024 ultra-short-term notes (second tranche)	24 NingHuGao SCP002	012480213.IB	2024/1/16	2024/1/17	2024/4/19	-	2.26	Repayment of principal and payment of interest upon maturity	Inter-bank bonds market	Qualified domestic institutional investors	Eligible for trading or transfer on the day immediately after the registration date	No
2024 ultra-short-term notes (third tranche)	24 NingHuGao SCP003	012480187.IB	2024/1/16	2024/1/17	2024/4/19	-	2.26	Repayment of principal and payment of interest upon maturity	Inter-bank bonds market	Qualified domestic institutional investors	Eligible for trading or transfer on the day immediately after the registration date	No
2024 ultra-short-term notes (fourth tranche)	24 NingHuGao SCP004	012480466.IB	2024/2/1	2024/2/2	2024/5/11	-	2.27	Repayment of principal and payment of interest upon maturity	Inter-bank bonds market	Qualified domestic institutional investors	Eligible for trading or transfer on the day immediately after the registration date	No
2024 ultra-short-term notes (fifth tranche)	24 NingHuGao SCP005	012481319.IB	2024/4/16	2024/4/17	2024/7/19	5.00	1.83	Repayment of principal and payment of interest upon maturity	Inter-bank bonds market	Qualified domestic institutional investors	Eligible for trading or transfer on the day immediately after the registration date	No

## SECTION IX INFORMATION ON BONDS

### I. CORPORATE BONDS (INCLUDING ENTERPRISE BONDS) AND DEBT FINANCING INSTRUMENTS OF NON-FINANCIAL ENTERPRISES (CONTINUED)

#### (II) Non-financial enterprise debts financing instruments of the inter-bank bond market (Continued)

##### 1. Basic information on the debts financing instruments of non-financial enterprises (Continued)

Name of bond	Abbreviation	Bond code	Date of issuance	Date of value	Maturity date	Outstanding amount	Interest rate (%)	Method for repayment of principal and interest	Trading place	Investor eligibility arrangement (if any)	Trading mechanism	Whether or not subject to delisting risks
2024 ultra-short-term notes (sixth tranche)	24 NingHuGao SCP006	012481321.IB	2024/4/16	2024/4/17	2024/7/19	5.00	1.83	Repayment of principal and payment of interest upon maturity	Inter-bank bonds market	Qualified domestic institutional investors	Eligible for trading or transfer on the day immediately after the registration date	No
2024 ultra-short-term notes (seventh tranche)	24 NingHuGao SCP007	012481320.IB	2024/4/16	2024/4/17	2024/7/19	5.00	1.83	Repayment of principal and payment of interest upon maturity	Inter-bank bonds market	Qualified domestic institutional investors	Eligible for trading or transfer on the day immediately after the registration date	No
2024 ultra-short-term notes (eighth tranche)	24 NingHuGao SCP008	012481322.IB	2024/4/16	2024/4/17	2024/7/19	5.00	1.83	Repayment of principal and payment of interest upon maturity	Inter-bank bonds market	Qualified domestic institutional investors	Eligible for trading or transfer on the day immediately after the registration date	No
2024 ultra-short-term notes (ninth tranche)	24 NingHuGao SCP009	012481555.IB	2024/5/8	2024/5/9	2024/8/9	5.65	1.87	Repayment of principal and payment of interest upon maturity	Inter-bank bonds market	Qualified domestic institutional investors	Eligible for trading or transfer on the day immediately after the registration date	No

Countermeasures adopted by the Company in response to delisting risk of the bonds

Applicable  Not Applicable

Outstanding bonds which are overdue

Applicable  Not Applicable

Explanations on overdue debts

Applicable  Not Applicable

## SECTION IX INFORMATION ON BONDS

### I. CORPORATE BONDS (INCLUDING ENTERPRISE BONDS) AND DEBT FINANCING INSTRUMENTS OF NON-FINANCIAL ENTERPRISES (CONTINUED)

#### (II) Non-financial enterprise debts financing instruments of the inter-bank bond market (Continued)

2. **Terms of issuer or investor option, trigger and execution of investor protection terms**

Applicable  Not Applicable

3. **Credit rating result and its modification**

Applicable  Not Applicable

Other explanation

Nil.

4. **Performance of and change to the guarantee, debt repayment plan and other measures to ensure debt repayment during the Reporting Period and their effects**

Applicable  Not Applicable

Other explanation

Nil.

5. **Other explanation on debt financing instrument of non-financial enterprises**

Applicable  Not Applicable

#### (III) Fundraising of corporate bonds

Applicable  Not Applicable

## SECTION IX INFORMATION ON BONDS

### I. CORPORATE BONDS (INCLUDING ENTERPRISE BONDS) AND DEBT FINANCING INSTRUMENTS OF NON-FINANCIAL ENTERPRISES (CONTINUED)

#### (IV) Other matters that should be disclosed for special bond varieties

Applicable     Not Applicable

**1. The Company as an issuer of exchangeable corporate bonds**

Applicable     Not Applicable

**2. The Company as an issuer of green corporate bonds**

Applicable     Not Applicable

*Unit: Hundred million Yuan Currency: RMB*

Bond code	137962.SH
Bond abbreviation	G22 NingHu 1
Special bond types	Green corporate bonds
Total proceeds	7.00
Used amount	7.00
Temporary replenishment amount of working capital	-
Unused amount	-
Number of green projects	1
Name of green projects	Equity acquisition of Jiangsu Yunshan Green Energy Investment Holding Company Limited
Consistency between the use of proceeds and the promised purpose or the latest disclosed purpose	

## SECTION IX INFORMATION ON BONDS

### I. CORPORATE BONDS (INCLUDING ENTERPRISE BONDS) AND DEBT FINANCING INSTRUMENTS OF NON-FINANCIAL ENTERPRISES (CONTINUED)

#### (IV) Other matters that should be disclosed for special bond varieties (Continued)

##### 2. The Company as an issuer of green corporate bonds (Continued)

Any change to the use of proceeds

Is the revised use entirely allocated to green projects /

Procedures performed for the change /

Has the change been disclosed /

Disclosure time for announcement on the change /

Amount of idle funds during the reporting period

Deposit, management, and utilization plan of idle funds None

The progress of green projects invested by the proceeds, including but not limited to the summary of each project, its category in the directory, the region where the project is located, investment, construction, current status, and operational details

All the proceeds from the bonds were used for the acquisition of equity interest in YS Energy Company, and the proceeds have been used up according to the agreed purpose. The acquired company, YS Energy Company, is a green entity with its main business scope in the field of renewable energy power generation. The above fund has been invested in the green industry fields, which belong to clean energy and other fields, as required by the Guiding Catalogue of Green Industries (2019) (《綠色產業指導目錄(2019年版)》) and the Green Bond Endorsed Projects Catalogue (2021 Edition) (《綠色債券支持項目目錄(2021版)》).

Information on major pollution liability accidents, administrative penalties for environmental issues, and other environmental violations that occurred in the green projects invested by the proceeds during the reporting period, and any significant impact on debt repayment (if any)

None

## SECTION IX INFORMATION ON BONDS

### I. CORPORATE BONDS (INCLUDING ENTERPRISE BONDS) AND DEBT FINANCING INSTRUMENTS OF NON-FINANCIAL ENTERPRISES (CONTINUED)

#### (IV) Other matters that should be disclosed for special bond varieties (Continued)

##### 2. The Company as an issuer of green corporate bonds (Continued)

The environmental benefits of the green projects to which the proceeds are invested, as well as the standards, methods, basis, and important prerequisites for calculating the environmental benefits of the selected green projects	Not applicable
The expected and/or actual environmental benefits of the green projects to which the proceeds are invested (specific environmental benefits shall be disclosed in accordance with the relevant requirements of the "Guidelines for Disclosure of Information on the Duration of Green Bonds" (《綠色債券存續期信息披露指南》), and explanations shall be given for environmental benefit indicators that cannot be disclosed)	Not applicable
For quantitative environmental benefits, if there is a significant change in the environmental benefits during the valid term compared to the benefits disclosed at the time of registration and issuance (with a change of more than 15%), the reasons shall be disclosed	Not applicable
Management methods and specific arrangements for the proceeds	The issuer shall sign a supervision agreement for the proceeds of this bond with the bond trustee and the fund supervision bank, stipulating that the bond trustee and the fund supervision bank shall jointly supervise the use and transfer of the proceeds.
Deposit and execution of proceeds	The proceeds from this bond are deposited with China Merchants Bank and have been fully utilized.

## SECTION IX INFORMATION ON BONDS

### I. CORPORATE BONDS (INCLUDING ENTERPRISE BONDS) AND DEBT FINANCING INSTRUMENTS OF NON-FINANCIAL ENTERPRISES (CONTINUED)

#### (IV) Other matters that should be disclosed for special bond varieties (Continued)

##### 2. The Company as an issuer of green corporate bonds (Continued)

Relevant information about the evaluation and certification agencies appointed by the Company (if any), including but not limited to basic information about the evaluation and certification agencies, evaluation and certification content, and evaluation conclusions

The Company entrusted China Chengxin Green Finance to evaluate the green corporate bonds. China Chengxin Green Finance is a subsidiary of China Chengxin Group specializing in green financial services. As one of the earliest third-party service institutions to participate in the construction of the domestic green finance system, China Chengxin Green Finance is deeply rooted in the field of green finance and committed to providing professional and independent green finance evaluation and consulting services. China Chengxin Green Finance is at the forefront of regional green finance system construction in China, and has established extensive and in-depth cooperation with some green finance reform and innovation pilot zones in areas such as green project identification and certification, green enterprise evaluation, etc. Currently, it has accumulated rich practical experience in green bond certification, green banking, and local green finance development consulting services, and has independently developed multiple copyrighted green project evaluation methods. After the examination and approval of the China Chengxin Green Finance Green Bond Evaluation Committee, China Chengxin Green Finance identified the G-1 grade of green corporate bonds publicly issued by Jiangsu Expressway Company Limited to professional investors in 2022 in its initial evaluation in 2022 and the follow-up evaluation in 2023, and confirmed that the use of proceeds from the bonds was in line with the Guiding Catalogue of Green Industries (2019) issued by the National Development and Reform Commission and other seven ministries and commissions, and Green Bond Endorsed Projects Catalogue (2021 Edition) issued by the People's Bank of China and other three ministries and commissions.

Corporate governance information related to green development and transformation and upgrading (if any) None

Other matters None



## SECTION IX INFORMATION ON BONDS

### I. CORPORATE BONDS (INCLUDING ENTERPRISE BONDS) AND DEBT FINANCING INSTRUMENTS OF NON-FINANCIAL ENTERPRISES (CONTINUED)

#### (IV) Other matters that should be disclosed for special bond varieties (Continued)

3. **The Company as the issuer of renewable corporate bonds**

Applicable  Not Applicable

4. **The Company as the issuer of corporate bonds for poverty alleviation**

Applicable  Not Applicable

5. **The Company as the issuer of corporate bonds for rural revitalization**

Applicable  Not Applicable

6. **The Company as the issuer of corporate bonds for the Belt and Road Initiative**

Applicable  Not Applicable

7. **The Company as the issuer of technology innovation corporate bonds or innovation and entrepreneurship corporate bonds**

Applicable  Not Applicable

8. **The Company as the issuer of corporate bonds for low-carbon transformation (linked)**

Applicable  Not Applicable

9. **The Company as the issuer of corporate bonds for financial relief**

Applicable  Not Applicable

## SECTION IX INFORMATION ON BONDS

### I. CORPORATE BONDS (INCLUDING ENTERPRISE BONDS) AND DEBT FINANCING INSTRUMENTS OF NON-FINANCIAL ENTERPRISES (CONTINUED)

#### (IV) Other matters that should be disclosed for special bond varieties (Continued)

**10. The Company as the issuer of bonds for supporting small and medium-sized enterprises**

Applicable  Not Applicable

**11. Other special types of corporate bonds**

Applicable  Not Applicable

#### (V) Important matters related to corporate bonds during the Reporting Period

Applicable  Not Applicable

**1. Non-operating intercourse funds and money lending**

**(1) Balance of non-operating intercourse funds and money lending**

At the beginning of the Reporting Period, the balance of the Company's receivables on a consolidated basis for intercourse funds and money lending from other parties that are not directly attributable to production and operations (hereinafter referred to as non-operating intercourse funds and money lending): RMB13 million;

Whether there was any non-compliance with the relevant covenants or undertakings in the prospectus in respect of non-operating intercourse funds or money lending during the Reporting Period

Yes  No

At the end of the Reporting Period, the total amount of unrecovered non-operating intercourse funds and money lending: RMB18 million

**(2) Particulars of non-operating intercourse funds and money lending**

At the end of the Reporting Period, the ratio of the Company's unrecovered non-operating intercourse funds and money lending on a consolidated basis to the net assets on a consolidated basis: 0.05%

Whether it exceeds 10% of the net assets on a consolidated basis:

Yes  No

## SECTION IX INFORMATION ON BONDS

## I. CORPORATE BONDS (INCLUDING ENTERPRISE BONDS) AND DEBT FINANCING INSTRUMENTS OF NON-FINANCIAL ENTERPRISES (CONTINUED)

## (V) Important matters related to corporate bonds during the Reporting Period (Continued)

## 1. Non-operating intercourse funds and money lending (Continued)

## (3) Implementation of payback arrangements disclosed in previous reporting periods

Fully implemented  Not fully implemented

## 2. Liabilities

## (1) Interest-bearing debts and their changes

## 1.1 Debt structure of the Company

At the beginning of the Reporting Period and at the end of the Reporting Period, the balance of the Company's (not the Company's scope of consolidation) interest-bearing debt amounted to RMB17.146 billion and RMB16.753 billion, respectively, and the year-on-year change in the balance of the Company's interest-bearing debt was -2.29% during the Reporting Period.

Unit: Hundred million Yuan Currency: RMB

Types of interest-bearing debt	Overdue	Time to maturity		Total	The proportion of the amount to the interest-bearing debt (%)
		Within 6 months (inclusive)	More than 6 months		
Corporate credit bonds	-	35.65	80.00	115.65	69.03
Bank loans	-	5.61	27.31	32.92	19.65
Loans from non-bank financial institutions	-	3.00	1.00	4.00	2.39
Other interest-bearing debts	-	-	14.96	14.96	8.93
<b>Total</b>	<b>-</b>	<b>44.26</b>	<b>123.27</b>	<b>167.53</b>	<b>-</b>

At the end of the Reporting Period, among the Company's corporate credit bonds, the balance of corporate bonds was RMB4.5 billion, the balance of enterprise bonds was RMB0, the balance of non-financial corporate debt financing instruments was RMB7.065 billion, and a total of RMB1.8 billion of corporate credit bonds will mature or can be repurchased in September to December 2024.

## SECTION IX INFORMATION ON BONDS

### I. CORPORATE BONDS (INCLUDING ENTERPRISE BONDS) AND DEBT FINANCING INSTRUMENTS OF NON-FINANCIAL ENTERPRISES (CONTINUED)

#### (V) Important matters related to corporate bonds during the Reporting Period (Continued)

##### 2. Liabilities (Continued)

##### (1) Interest-bearing debts and their changes (Continued)

##### 1.2 Interest-bearing debt structure of the Company on a consolidated basis

At the beginning of the Reporting Period and at the end of the Reporting Period, the balance of the Company's interest-bearing debt within the scope of consolidation amounted to RMB33.192 billion and RMB33.104 billion, respectively, and the year-on-year change in the balance of the interest-bearing debt was -0.27% during the Reporting Period.

Unit: Hundred million Yuan Currency: RMB

Types of interest-bearing debt	Time to maturity			Total	The proportion of the amount to the interest-bearing debt (%)
	Overdue	Within 6 months (inclusive)	More than 6 months		
Corporate credit bonds	-	35.65	80.00	115.65	34.94
Bank loans	-	8.66	167.77	176.43	53.30
Loans from non-bank financial institutions	-	3.14	3.86	7.00	2.11
Other interest-bearing debts	-	1.00	30.96	31.96	9.65
<b>Total</b>	<b>-</b>	<b>48.45</b>	<b>282.59</b>	<b>331.04</b>	<b>-</b>

At the end of the Reporting Period, among the Company's corporate credit bonds, the balance of corporate bonds was RMB4.5 billion, the balance of enterprise bonds was RMB0, the balance of non-financial corporate debt financing instruments was RMB7.065 billion, and a total of RMB1.8 billion of corporate credit bonds will mature or can be sold back in September to December 2024.

## SECTION IX INFORMATION ON BONDS

### I. CORPORATE BONDS (INCLUDING ENTERPRISE BONDS) AND DEBT FINANCING INSTRUMENTS OF NON-FINANCIAL ENTERPRISES (CONTINUED)

#### (V) Important matters related to corporate bonds during the Reporting Period (Continued)

##### 2. Liabilities (Continued)

##### (1) Interest-bearing debts and their changes (Continued)

###### 1.3 Overseas bonds

As of the end of the Reporting Period, the balance of overseas bonds issued by the Company within the scope of consolidation amounted to RMB0, and the balance of overseas bonds maturing in September to December 2024 amounted to RMB0.

##### (2) The Company and its subsidiaries had interest-bearing debts or corporate credit bonds with overdue amounts exceeding RMB10 million at the end of the Reporting Period

Applicable  Not Applicable

## SECTION IX INFORMATION ON BONDS

### I. CORPORATE BONDS (INCLUDING ENTERPRISE BONDS) AND DEBT FINANCING INSTRUMENTS OF NON-FINANCIAL ENTERPRISES (CONTINUED)

#### (V) Important matters related to corporate bonds during the Reporting Period (Continued)

##### 2. Liabilities (Continued)

##### (3) Major liabilities and their changes

Unit: Hundred million Yuan Currency: RMB

Liabilities items	Closing balance	Balance of 2023	Change (%)	Explanation on changes more than 30%
Short-term borrowings	<b>910,852,653.00</b>	1,003,987,152.92	-9.28	Mainly due to the decrease in short-term borrowings from financial institutions during the Reporting Period compared with the beginning of the period.
Contract liabilities	<b>34,885,647.12</b>	39,662,422.59	-12.04	Mainly due to the delivery and carry-forward of real estate projects of subsidiaries during the Reporting Period.
Long-term borrowings	<b>19,461,415,287.40</b>	19,449,100,982.09	0.06	Mainly due to the increase in borrowings for road and bridge projects under construction during the Reporting Period as compared to the beginning of the period.
Bills payable	<b>200,150,000.00</b>	252,900,000.00	-20.86	Mainly due to the decrease in bank acceptance bills issued by subsidiaries at the end of the Reporting Period as compared to the beginning of the period.
Other payables	<b>2,740,195,746.71</b>	341,841,510.15	701.60	Mainly due to the cash dividends declared but not yet paid during the Reporting Period. (Please see "Other payables" of "Section 10 Financial Report")

## SECTION IX INFORMATION ON BONDS

## I. CORPORATE BONDS (INCLUDING ENTERPRISE BONDS) AND DEBT FINANCING INSTRUMENTS OF NON-FINANCIAL ENTERPRISES (CONTINUED)

## (V) Important matters related to corporate bonds during the Reporting Period (Continued)

## 2. Liabilities (Continued)

## (3) Major liabilities and their changes (Continued)

Liabilities items	Closing balance	Balance of 2023	Change (%)	Explanation on changes more than 30%
Other current liabilities	2,603,281,895.65	1,927,281,542.83	35.08	Mainly due to the increase in the balance of ultra-short-term notes at the end of the Reporting Period as compared to the beginning of the period. (Please see "Other current liabilities" of "Section 10 Financial Report")
Debentures payable	6,989,521,632.70	7,984,206,539.05	-12.46	Mainly due to the adjustment of corporate bonds due within one year to non-current liabilities due within one year during the Reporting Period.
Deferred tax liabilities	817,568,404.94	640,181,902.82	27.71	Mainly due to the adjustment to other comprehensive income based on the fair value of investments in other equity instruments held by the Group and the corresponding adjustment to deferred income tax liabilities during the Reporting Period.

## (4) Liabilities that enjoy priority in settlement against others

As at the end of the Reporting Period, there are liabilities that enjoy priority in settlement against others:

Applicable  Not Applicable



## SECTION IX INFORMATION ON BONDS

## I. CORPORATE BONDS (INCLUDING ENTERPRISE BONDS) AND DEBT FINANCING INSTRUMENTS OF NON-FINANCIAL ENTERPRISES (CONTINUED)

## (VI) Loss in excess of 10% of the year-end net assets of the previous year in the consolidated financial statements of the Company during the Reporting Period

Applicable  Not Applicable

## (VII) Key accounting data and financial indicators

Applicable  Not Applicable

Unit: Yuan Currency: RMB

Principal indicators	As at the end of the Reporting Period	As at the end of the previous year	Increase/decrease at the end of the Reporting Period as compared to the end of the previous year (%)	Reasons for changes
Current ratio	<b>0.8556</b>	0.9149	-6.48	The decrease in the current ratio was mainly due to the increase in cash dividends declared but not yet paid by the Group during the Reporting Period, the increase in current liabilities exceeded the increase in current assets, resulting in a decrease in the current ratio.
Quick ratio	<b>0.6636</b>	0.6541	1.46	The increase in quick ratio was mainly due to the decrease in the proportion of inventory at the end of the Reporting Period as compared to that at the beginning of the Reporting Period, resulting in an increase in the quick ratio.
Gearing ratio (%)	<b>47.20</b>	48.02	Decreased by 0.82 percentage point	

## SECTION IX INFORMATION ON BONDS

## I. CORPORATE BONDS (INCLUDING ENTERPRISE BONDS) AND DEBT FINANCING INSTRUMENTS OF NON-FINANCIAL ENTERPRISES (CONTINUED)

## (VII) Key accounting data and financial indicators (Continued)

	The Reporting Period (January–June)	Corresponding period of the previous year	Increase/decrease in the Reporting Period as compared to the corresponding period of the previous year (%)	Reasons for changes
Net profit after non-recurring profit and loss	<b>2,601,312,832.55</b>	2,348,162,479.70	10.78	Benefited from the impact of factors such as the time difference (earlier than last year) of the dividend payment of Bank of Jiangsu, and the year-on-year increase in the total profit of the Group during the Reporting Period.
Total debt to EBITDA ratio	<b>0.1324</b>	0.1201	10.23	Benefited from the year-on-year increase in the total profit of the Group during the Reporting Period.
Interest coverage ratio	<b>7.3051</b>	6.5915	10.83	Benefited from the year-on-year increase in the total profit of the Group during the Reporting Period.
Cash interest coverage ratio	<b>5.6615</b>	6.3949	-11.47	Benefited from the year-on-year increase in tax expenses during the Reporting Period and the corresponding decrease in revenue from factoring business following the transfer of the equity interest in Factoring Company in 2023, resulting in the year-on-year decrease in the net cash flows generated from operation of the Group.
EBITDA interest coverage ratio	<b>9.7219</b>	8.7122	11.59	Benefited from the year-on-year increase in the total profit of the Group during the Reporting Period.
Loan repayment rate (%)	<b>100.00</b>	100.00	-	-
Interest coverage rate (%)	<b>100.00</b>	100.00	-	-

## II. CONVERTIBLE CORPORATE BONDS

Applicable  Not Applicable

# CONSOLIDATED BALANCE SHEET

As at 30 June 2024

(Expressed in Renminbi Yuan)

	Note	30 June 2024	31 December 2023
<b>Assets</b>			
<b>Current assets:</b>			
Cash at bank and on hand	V.1	690,499,274.40	862,161,074.06
Financial assets held for trading	V.2	5,373,843,449.30	3,663,586,404.72
Bills receivable	V.3	14,196,578.12	8,663,103.00
Accounts receivable	V.4	1,910,804,668.51	1,650,030,300.22
Prepayments	V.5	9,075,949.17	6,112,638.02
Other receivables	V.6	294,893,703.75	61,589,717.54
Inventories	V.7	2,144,951,408.32	2,238,246,666.22
Non-current assets due within one year	V.8	59,861,820.93	119,723,641.87
Other current assets	V.9	183,068,751.08	126,659,049.37
<b>Total current assets</b>		<b>10,681,195,603.58</b>	<b>8,736,772,595.02</b>
<b>Non-current assets:</b>			
Long-term receivables	V.10	59,436,854.80	59,436,854.80
Long-term equity investments	V.11	12,342,772,689.69	11,882,583,176.73
Investments in other equity instruments	V.12	7,471,110,044.00	6,822,989,652.00
Other non-current financial assets	V.13	2,855,589,449.77	2,912,377,965.03
Investment properties	V.14	285,713,699.70	288,986,713.80
Fixed assets	V.15	7,348,342,986.13	7,595,044,911.05
Construction in progress	V.16	57,719,812.55	87,693,849.80
Right-of-use assets	V.59	25,771,024.88	26,887,608.43
Intangible assets	V.17	42,761,754,177.89	39,861,699,681.34
Long-term deferred expenses	V.18	11,974,053.28	16,204,355.14
Deferred tax assets	V.19	200,290,937.92	186,751,635.49
Other non-current assets	V.20	425,406,297.13	184,014,945.73
<b>Total non-current assets</b>		<b>73,845,882,027.74</b>	<b>69,924,671,349.34</b>
<b>Total assets</b>		<b>84,527,077,631.32</b>	<b>78,661,443,944.36</b>

The notes on pages 183 to 324 form part of these financial statements.

## CONSOLIDATED BALANCE SHEET

As at 30 June 2024

	Note	30 June 2024	31 December 2023
<b>Liabilities and shareholders' equity</b>			
<b>Current liabilities:</b>			
Short-term loans	V.21	910,852,653.00	1,003,987,152.92
Bills payable	V.22	200,150,000.00	252,900,000.00
Accounts payable	V.23	2,341,186,765.69	2,694,620,290.31
Advance payments received	V.24	18,414,487.05	21,398,050.68
Contract liabilities	V.25	34,885,647.12	39,662,422.59
Employee benefits payable	V.26	8,337,548.34	7,906,215.55
Taxes payable	V.27	210,341,938.89	228,631,043.01
Other payables	V.28	2,740,195,746.71	341,841,510.15
Non-current liabilities due within one year	V.29	3,415,837,472.47	3,031,210,204.68
Other current liabilities	V.30	2,603,281,895.65	1,927,281,542.83
<b>Total current liabilities</b>		<b>12,483,484,154.92</b>	9,549,438,432.72
<b>Non-current liabilities:</b>			
Long-term loans	V.31	19,461,415,287.40	19,449,100,982.09
Debentures payable	V.32	6,989,521,632.70	7,984,206,539.05
Lease liabilities	V.59	20,753,540.36	18,507,760.81
Long-term payables	V.33	69,733,023.45	69,733,023.45
Deferred income	V.34	56,605,430.69	61,767,427.74
Deferred tax liabilities	V.19	817,568,404.94	640,181,902.82
<b>Total non-current liabilities</b>		<b>27,415,597,319.54</b>	28,223,497,635.96
<b>Total liabilities</b>		<b>39,899,081,474.46</b>	37,772,936,068.68

The notes on pages 183 to 324 form part of these financial statements.

## CONSOLIDATED BALANCE SHEET

As at 30 June 2024

	Note	30 June 2024	31 December 2023
<b>Liabilities and shareholders' equity (continued)</b>			
<b>Shareholders' equity:</b>			
Share capital	V.35	5,037,747,500.00	5,037,747,500.00
Capital reserve	V.36	9,801,241,684.91	9,801,241,684.91
Other comprehensive income	V.37	2,166,248,617.15	1,677,108,920.24
Specific reserve	V.38	2,644,150.10	2,090,207.92
Surplus reserve	V.39	4,183,280,243.52	4,183,280,243.52
Retained earnings	V.40	13,666,546,587.47	13,285,818,750.47
Total equity attributable to shareholders of the Company		34,857,708,783.15	33,987,287,307.06
Non-controlling interests		9,770,287,373.71	6,901,220,568.62
<b>Total shareholders' equity</b>		<b>44,627,996,156.86</b>	40,888,507,875.68
<b>Total liabilities and shareholders' equity</b>		<b>84,527,077,631.32</b>	78,661,443,944.36

Legal Representative  
**Chen Yunjiang**

The person in-charge of  
accounting affairs  
**Yu Changliang**

The head of the  
accounting department  
**Zhang Lu**

(Company stamp)

# COMPANY BALANCE SHEET

As at 30 June 2024

(Expressed in Renminbi Yuan)

	Note	30 June 2024	31 December 2023	Note	30 June 2024	31 December 2023
<b>Assets</b>				<b>Liabilities and shareholders' equity</b>		
<b>Current assets:</b>				<b>Current liabilities:</b>		
Cash at bank and on hand		215,132,720.15	192,627,809.69	Short-term loans	910,852,653.00	923,916,264.00
Financial assets held for trading		3,460,000,000.00	2,130,000,000.00	Accounts payable	577,085,142.89	817,528,290.64
Accounts receivable	XIII.1	454,503,193.69	434,330,569.71	Advance payments received	6,083,539.93	7,191,441.70
Prepayments		806,246.87	974,225.73	Employee benefits payable	1,417,188.99	1,928,094.04
Other receivables	XIII.2	262,061,704.28	15,166,908.36	Taxes payable	42,255,010.12	56,972,631.71
Inventories		19,428,938.38	18,087,503.75	Other payables	2,622,683,940.32	253,782,583.49
Other current assets		3,607,761,990.51	3,539,645,610.19	Non-current liabilities due within one year	2,298,963,404.79	2,239,987,704.33
				Other current liabilities	2,574,180,476.00	1,898,631,291.00
<b>Total current assets</b>		<b>8,019,694,793.88</b>	<b>6,330,832,627.43</b>	<b>Total current liabilities</b>	<b>9,033,521,356.04</b>	<b>6,199,938,300.91</b>
<b>Non-current assets:</b>				<b>Non-current liabilities:</b>		
Long-term equity investments	XIII.3	22,179,438,922.56	21,545,732,199.46	Long-term loans	4,171,850,102.04	4,226,689,268.61
Investments in other equity instruments		5,357,660,064.00	4,824,057,312.00	Debentures payable	6,989,521,632.70	7,985,534,841.45
Fixed assets		1,078,910,803.45	1,110,844,419.15	Deferred income	48,593,380.69	53,755,377.74
Construction in progress		43,682,163.01	60,623,989.64	Deferred tax liabilities	271,486,275.26	138,085,587.26
Intangible assets		10,038,251,507.30	10,601,379,805.34			
Long-term deferred expenses		361,853.80	1,317,531.66	<b>Total non-current liabilities</b>	<b>11,481,451,390.69</b>	<b>12,404,065,075.06</b>
Other non-current assets		1,440,488,468.36	1,452,755,638.22	<b>Total liabilities</b>	<b>20,514,972,746.73</b>	<b>18,604,003,375.97</b>
<b>Total non-current assets</b>		<b>40,138,793,782.48</b>	<b>39,596,710,895.47</b>	<b>Shareholders' equity:</b>		
				Share capital	5,037,747,500.00	5,037,747,500.00
<b>Total assets</b>		<b>48,158,488,576.36</b>	<b>45,927,543,522.90</b>	Capital reserve	9,969,275,937.78	9,969,275,937.78
				Other comprehensive income	1,226,281,336.06	815,290,319.15
				Surplus reserve	2,518,873,750.00	2,518,873,750.00
				Retained earnings	8,891,337,305.79	8,982,352,640.00
				<b>Total shareholders' equity</b>	<b>27,643,515,829.63</b>	<b>27,323,540,146.93</b>
				<b>Total liabilities and shareholders' equity</b>	<b>48,158,488,576.36</b>	<b>45,927,543,522.90</b>

Legal Representative  
**Chen Yunjiang**

The person in-charge of  
accounting affairs  
**Yu Changliang**

The head of the  
accounting department  
**Zhang Lu**

(Company stamp)

The notes on pages 183 to 324 form part of these financial statements.

# CONSOLIDATED INCOME STATEMENT

For the Six-month period ended 30 June 2024

(Expressed in Renminbi Yuan)

	Note	Amount for the current period	Amount for the prior period
<b>I. Operating income</b>	V.41	<b>9,959,934,057.30</b>	7,136,011,953.47
Less: Operating costs	V.41	<b>6,969,424,373.38</b>	3,926,662,277.70
Taxes and surcharges	V.42	<b>51,590,383.80</b>	38,461,347.25
Selling and distribution expenses	V.43	<b>3,089,120.38</b>	5,803,128.77
General and administrative expenses	V.44	<b>106,929,283.20</b>	109,627,395.99
Financial expenses	V.45	<b>474,594,731.87</b>	533,463,186.75
Including: Interest expenses		<b>495,586,212.44</b>	539,002,867.78
Interest income		<b>9,010,311.89</b>	10,631,711.74
Add: Other income	V.46	<b>7,518,410.45</b>	11,806,394.00
Investment income	V.47	<b>1,049,155,694.96</b>	613,519,419.63
Including: Income from investment in associates and joint ventures		<b>484,930,699.65</b>	461,731,804.50
Gains from changes in fair value	V.48	<b>38,913,161.37</b>	75,602,122.87
Credit losses	V.49	<b>(108,514.99)</b>	(8,941,646.00)
Gains from asset disposals	V.50	<b>54,946,241.84</b>	4,789,530.84
<b>II. Operating profit</b>		<b>3,504,731,158.30</b>	3,218,770,438.35
Add: Non-operating income	V.51	<b>1,920,719.21</b>	8,158,797.75
Less: Non-operating expenses	V.51	<b>12,361,553.61</b>	10,813,382.08
<b>III. Profit before income tax</b>		<b>3,494,290,323.90</b>	3,216,115,854.02
Less: Income tax expenses	V.52	<b>614,441,864.57</b>	628,491,894.66
<b>IV. Net profit for the period</b>		<b>2,879,848,459.33</b>	2,587,623,959.36
(1) Net profit classified by continuity of operations:			
1. Net profit from continuing operations		<b>2,879,848,459.33</b>	2,587,623,959.36
2. Net profit from discontinued operations		—	—
(2) Net profit classified by ownership:			
1. Shareholders of the Company		<b>2,748,469,162.00</b>	2,481,895,375.62
2. Non-controlling interests		<b>131,379,297.33</b>	105,728,583.74

The notes on pages 183 to 324 form part of these financial statements.



## CONSOLIDATED INCOME STATEMENT

For the Six-month period ended 30 June 2024

	<i>Note</i>	<b>Amount for the current period</b>	Amount for the prior period
<b>V. Other comprehensive income, net of tax</b>	V.37	<b>496,879,246.91</b>	110,717,755.28
(1) Other comprehensive income (net of tax) attributable to shareholders of the Company		<b>489,139,696.91</b>	102,767,605.28
1. Items that will not be reclassified to profit or loss		<b>489,139,696.91</b>	102,767,605.28
a. Other comprehensive income recognised under equity method		<b>10,788,952.91</b>	22,487,569.28
b. Changes in fair value of investments in other equity instruments		<b>478,350,744.00</b>	80,280,036.00
2. Items that may be reclassified to profit or loss		-	-
(2) Other comprehensive income (net of tax) attributable to non-controlling interests		<b>7,739,550.00</b>	7,950,150.00
<b>VI. Total comprehensive income for the period</b>		<b>3,376,727,706.24</b>	2,698,341,714.64
(1) Attributable to shareholders of the Company		<b>3,237,608,858.91</b>	2,584,662,980.90
(2) Attributable to non-controlling interests		<b>139,118,847.33</b>	113,678,733.74
<b>VII. Earnings per share:</b>			
(1) Basic earnings per share	V.53	<b>0.5456</b>	0.4927
(2) Diluted earnings per share	V.53	<b>0.5456</b>	0.4927

Legal Representative  
**Chen Yunjiang**

The person in-charge of  
accounting affairs  
**Yu Changliang**

The head of the  
accounting department  
**Zhang Lu**

(Company stamp)

# COMPANY INCOME STATEMENT

For the Six-month period ended 30 June 2024

(Expressed in Renminbi Yuan)

	Note	Amount for the current period	Amount for the prior period
<b>I. Operation income</b>	XIII.4	<b>4,061,826,980.45</b>	4,179,637,438.68
Less: Operating costs	XIII.4	<b>1,938,843,486.05</b>	1,909,560,682.44
Taxes and surcharges		<b>27,691,494.77</b>	14,229,836.44
General and administrative expenses		<b>67,927,176.73</b>	66,561,018.11
Financial expenses		<b>212,231,563.94</b>	229,331,531.47
Including: Interest expenses		<b>229,319,572.46</b>	236,410,325.87
Interest income		<b>4,595,602.59</b>	7,884,750.13
Add: Other income		<b>6,255,578.85</b>	10,612,768.12
Investment income	XIII.5	<b>927,241,978.25</b>	377,209,787.27
Including: Income from investments in associates		<b>318,707,909.79</b>	317,834,574.60
Provision for credit losses		<b>15,000,000.00</b>	–
<b>II. Operating profit</b>		<b>2,763,630,816.06</b>	2,347,776,925.61
Add: Non-operating income		<b>216,896.82</b>	2,995,088.08
Less: Non-operating expenses		<b>11,786,323.70</b>	9,765,142.32
<b>III. Profit before income tax</b>		<b>2,752,061,389.18</b>	2,341,006,871.37
Less: Income tax expenses		<b>475,335,398.39</b>	514,986,881.49
<b>IV. Net profit for the period</b>		<b>2,276,725,990.79</b>	1,826,019,989.88
(1) Net profit from continuing operations		<b>2,276,725,990.79</b>	1,826,019,989.88
(2) Net profit from discontinued operations		–	–
<b>V. Other comprehensive income, net of tax</b>		<b>410,991,016.91</b>	54,936,385.28
(1) Items that will not be reclassified to profit or loss		<b>410,991,016.91</b>	54,936,385.28
1. Other comprehensive income recognised under equity method		<b>10,788,952.91</b>	22,487,569.28
2. Changes in fair value of investments in other equity instruments		<b>400,202,064.00</b>	32,448,816.00
(2) Items that may be reclassified to profit or loss		–	–
<b>VI. Total comprehensive income for the period</b>		<b>2,687,717,007.70</b>	1,880,956,375.16

Legal Representative  
**Chen Yunjiang**

The person in-charge of  
accounting affairs  
**Yu Changliang**

The head of the  
accounting department  
**Zhang Lu**

(Company stamp)

The notes on pages 183 to 324 form part of these financial statements.

# CONSOLIDATED CASH FLOW STATEMENT

For the Six-month period ended 30 June 2024

(Expressed in Renminbi Yuan)

	<i>Note</i>	<b>Amount for the current period</b>	Amount for the prior period
<b>I. Cash flows from operating activities:</b>			
Proceeds from sale of goods and rendering of services		<b>6,178,058,120.29</b>	6,202,644,873.59
Refund of taxes		<b>8,809,020.46</b>	79,094,805.03
Proceeds from other operating activities	V.55(1)	<b>107,553,021.56</b>	500,864,061.29
Sub-total of cash inflows		<b>6,294,420,162.31</b>	6,782,603,739.91
Payment for goods and services		<b>1,484,238,480.91</b>	1,474,881,277.65
Payment to and for employees		<b>584,249,607.24</b>	569,841,385.73
Payment of various taxes		<b>954,541,383.48</b>	782,098,620.81
Payment for other operating activities	V.55(2)	<b>193,319,000.87</b>	324,828,018.44
Sub-total of cash outflows		<b>3,216,348,472.50</b>	3,151,649,302.63
Net cash inflow from operating activities	V.56(1)	<b>3,078,071,689.81</b>	3,630,954,437.28
<b>II. Cash flows from investing activities:</b>			
Proceeds from disposal of investments		<b>12,065,562,470.55</b>	7,440,350,579.06
Investment returns received		<b>579,585,470.02</b>	166,906,221.15
Net proceeds from disposal of fixed assets		<b>177,796.80</b>	6,775,931.73
Sub-total of cash inflows		<b>12,645,325,737.37</b>	7,614,032,731.94
Payment for acquisition of fixed assets, intangible assets and other long-term assets		<b>4,411,924,185.53</b>	1,191,590,033.76
Payment for acquisition of investments		<b>13,755,521,313.16</b>	8,702,075,557.18
Sub-total of cash outflows		<b>18,167,445,498.69</b>	9,893,665,590.94
Net cash outflow from investing activities		<b>(5,522,119,761.32)</b>	(2,279,632,859.00)

The notes on pages 183 to 324 form part of these financial statements.

## CONSOLIDATED CASH FLOW STATEMENT

For the Six-month period ended 30 June 2024

	<i>Note</i>	<b>Amount for the current period</b>	Amount for the prior period
<b>III. Cash flows from financing activities:</b>			
Proceeds from investors		<b>2,767,813,072.00</b>	200,816,000.00
Including: Proceeds from non-controlling shareholders of subsidiaries		<b>2,767,813,072.00</b>	200,816,000.00
Proceeds from borrowings		<b>4,649,195,000.00</b>	4,624,000,000.00
Proceeds from issue of bonds		<b>5,065,000,000.00</b>	8,270,000,000.00
Sub-total of cash inflows		<b>12,482,008,072.00</b>	13,094,816,000.00
Repayments of borrowings		<b>9,724,223,003.14</b>	14,327,761,339.68
Payment for dividends, profit distributions or interest Including: Profits paid to non-controlling shareholders of subsidiaries		<b>461,308,572.83</b>	494,785,535.97
Payment for other financing activities	V.55(3)	<b>5,540,180.01</b>	11,597,152.11
Sub-total of cash outflows		<b>10,191,071,755.98</b>	16,271,493.93
Net cash inflow/(outflow) from financing activities		<b>2,290,936,316.02</b>	14,838,818,369.58
<b>IV. Effect of foreign exchange rate changes on cash and cash equivalents</b>		<b>—</b>	—
<b>V. Net decrease in cash and cash equivalents</b>	V.56(1)b	<b>(153,111,755.49)</b>	(392,680,791.30)
Add: Cash and cash equivalents at the beginning of the period		<b>833,603,529.89</b>	925,012,854.49
<b>VI. Cash and cash equivalents at the end of the period</b>	V.56(2)	<b>680,491,774.40</b>	532,332,063.19

*Legal Representative*  
**Chen Yunjiang**

*The person in-charge of  
accounting affairs*  
**Yu Changliang**

*The head of the  
accounting department*  
**Zhang Lu**

(Company stamp)

# COMPANY CASH FLOW STATEMENT

For the Six-month period ended 30 June 2024

(Expressed in Renminbi Yuan)

	Note	Amount for the current period	Amount for the prior period
<b>I. Cash flows from operating activities:</b>			
Proceeds from sale of goods and rendering of services		4,296,871,997.54	4,371,388,379.49
Proceeds from other operating activities		67,416,875.75	59,049,583.64
Sub-total of cash inflows		4,364,288,873.29	4,430,437,963.13
Payment for goods and services		1,214,944,467.47	1,224,457,301.86
Payment to and for employees		436,166,021.58	395,884,637.41
Payment of various taxes		691,237,634.74	535,644,542.18
Payment for other operating activities		136,671,963.49	69,901,545.43
Sub-total of cash outflows		2,479,020,087.28	2,225,888,026.88
Net cash inflow from operating activities		1,885,268,786.01	2,204,549,936.25
<b>II. Cash flows from investing activities:</b>			
Proceeds from disposal of investments		8,871,000,000.00	5,150,014,877.89
Investment returns received		407,732,566.51	75,233,509.11
Net proceeds from disposal of fixed assets		3,900.00	4,230.00
Proceeds from other investing activities		4,487,000,000.00	4,178,463,721.88
Sub-total of cash inflows		13,765,736,466.51	9,403,716,338.88
Payment for acquisition of fixed assets, intangible assets and other long-term assets		39,884,129.07	64,198,000.08
Payment for acquisition of investments		10,551,900,000.00	6,097,707,892.73
Payment for other investing activities		4,505,006,050.00	4,197,000,000.00
Sub-total of cash outflows		15,096,790,179.07	10,358,905,892.81
Net cash outflow from investing activities		(1,331,053,712.56)	(955,189,553.93)

The notes on pages 183 to 324 form part of these financial statements.

## COMPANY CASH FLOW STATEMENT

For the Six-month period ended 30 June 2024

	<i>Note</i>	Amount for the current period	Amount for the prior period
<b>III. Cash flows from financing activities:</b>			
Proceeds from borrowings		100,000,000.00	300,000,000.00
Proceeds from issuance of debentures		5,065,000,000.00	8,270,000,000.00
Sub-total of cash inflows		5,165,000,000.00	8,570,000,000.00
Repayments of borrowings		5,544,890,837.14	9,934,841,755.68
Payment for dividends, profit distributions or interest		151,241,353.99	162,958,832.60
Payment for other financing activities		577,971.86	731,369.30
Sub-total of cash outflows		5,696,710,162.99	10,098,531,957.58
Net cash outflow from financing activities		(531,710,162.99)	(1,528,531,957.58)
<b>IV. Effect of foreign exchange rate changes on cash and cash equivalents</b>			
<b>V. Net increase/(decrease) in cash and cash equivalents</b>		<b>22,504,910.46</b>	<b>(279,171,575.26)</b>
Add: Cash and cash equivalents at the beginning of the period		192,627,809.69	457,256,666.75
<b>VI. Cash and cash equivalents at the end of the period</b>		<b>215,132,720.15</b>	<b>178,085,091.49</b>

Legal Representative  
**Chen Yunjiang**

The person in-charge of  
accounting affairs  
**Yu Changliang**

The head of the  
accounting department  
**Zhang Lu**

(Company stamp)

# CONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY

For the Six-month period ended 30 June 2024

(Expressed in Renminbi Yuan)

	Amount for the current period							Total		
	Attributable to shareholders of the Company				Non-controlling interests		Total			
	Share capital	Capital reserve	Other comprehensive income	Surplus reserve	General risk reserve	Special reserve			Retained earnings	Sub-total
<b>I. Balance as at 31 December 2023</b>	5,037,747,500.00	9,801,241,684.91	1,677,108,920.24	4,183,280,243.52	-	2,090,207.92	13,285,818,750.47	33,987,287,307.06	6,901,220,568.62	40,888,507,875.68
<b>II. Changes in equity during the period ("-" for decreases)</b>	-	-	489,139,696.91	-	-	553,942.18	390,727,937.00	870,421,476.09	2,869,066,805.09	3,739,488,281.18
1. Total comprehensive income	-	-	489,139,696.91	-	-	-	2,748,469,162.00	3,237,608,858.91	199,118,847.33	3,376,727,706.24
2. Shareholders' contributions of capital	-	-	-	-	-	-	-	-	2,767,813,072.00	2,767,813,072.00
(1) Contribution by ordinary shareholders	-	-	-	-	-	-	-	-	2,767,813,072.00	2,767,813,072.00
3. Appropriation of profits	-	-	-	-	-	-	(2,367,741,325.00)	(2,367,741,325.00)	(88,150,883.58)	(2,405,892,208.58)
(1) Appropriation for surplus reserve	-	-	-	-	-	-	-	-	-	-
(2) Distributions to shareholders	-	-	-	-	-	-	(2,367,741,325.00)	(2,367,741,325.00)	(88,150,883.58)	(2,405,892,208.58)
4. Others	-	-	-	-	-	-	-	-	-	-
5. Special reserve	-	-	-	-	-	553,942.18	-	553,942.18	285,769.34	839,711.52
(1) Appropriation during the period	-	-	-	-	-	3,245,965.84	-	3,245,965.84	997,705.93	4,243,671.77
(2) Utilisation during the period	-	-	-	-	-	(2,692,023.66)	-	(2,692,023.66)	(711,936.59)	(3,403,960.25)
<b>III. Balance as at 30 June 2024</b>	5,037,747,500.00	9,801,241,684.91	2,166,248,617.15	4,183,280,243.52	-	2,644,150.10	13,666,546,587.47	34,857,708,783.15	9,770,287,373.71	44,627,996,156.86

The person in-charge of accounting affairs  
**Yu Changliang**

The head of the accounting department  
**Zhang Lu**

(Company stamp)

The notes on pages 183 to 324 form part of these financial statements.



# CONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY

For the Six-month period ended 30 June 2024

	Amount for the prior period							Total		
	Attributable to shareholders of the Company									
	Share capital	Capital reserve	Other comprehensive income	Surplus reserve	General risk reserve	Special reserve	Retained earnings		Sub-total	Non-controlling interests
<b>I. Balance as at</b>										
<b>31 December 2022</b>	5,037,747,500.00	9,776,409,372.86	1,752,882,112.53	4,019,593,072.94	9,737,731.83	577,468.02	11,343,860,451.93	31,940,807,710.11	6,009,524,187.84	37,950,331,897.95
<b>II. Changes in equity during the period ("-" for decreases)</b>										
1. Total comprehensive income	-	-	102,767,605.28	-	(819,394.53)	1,464,015.02	165,353,626.19	268,765,851.96	305,079,871.20	573,845,723.16
2. Shareholders' contributions of capital	-	-	102,767,605.28	-	-	-	2,481,895,375.62	2,584,662,980.90	113,678,733.74	2,698,341,714.64
(1) Contribution by ordinary shareholders	-	-	-	-	-	-	-	-	200,816,000.00	200,816,000.00
3. Appropriation of profits	-	-	-	-	(819,394.53)	-	(2,316,544,455.47)	(2,317,363,850.00)	200,816,000.00	(9,803,888.62)
(1) Appropriation for surplus reserve	-	-	-	-	-	-	-	-	-	-
(2) Distributions to shareholders	-	-	-	-	-	-	-	-	200,816,000.00	200,816,000.00
(3) Appropriation for general risk reserve	-	-	-	-	(819,394.53)	-	(2,316,544,455.47)	(2,317,363,850.00)	(9,803,888.62)	(2,327,167,738.62)
4. Others	-	-	-	-	(819,394.53)	-	819,394.53	-	-	-
(1) Transfer of other comprehensive income to retained earnings	-	-	-	-	-	-	2,706.04	2,706.04	-	2,706.04
5. Special reserve	-	-	-	-	-	1,464,015.02	-	1,464,015.02	389,026.08	1,853,041.10
(1) Appropriation during the period	-	-	-	-	-	3,468,156.25	-	3,468,156.25	1,095,438.48	4,563,594.73
(2) Utilisation during the period	-	-	-	-	-	(2,004,141.23)	-	(2,004,141.23)	(706,412.40)	(2,710,553.63)
<b>III. Closing balance as at</b>										
<b>30 June 2023</b>	5,037,747,500.00	9,776,409,372.86	1,855,649,717.81	4,019,593,072.94	8,918,337.30	2,041,483.04	11,509,214,078.12	32,209,573,562.07	6,314,604,059.04	38,524,177,621.11
<b>Legal Representative</b>										
<b>Chen Yunjiang</b>										
<i>The person in-charge of accounting affairs</i>										
<b>Yu Changliang</b>										
<i>The head of the accounting department</i>										
<b>Zhang Lu</b>										
<i>(Company stamp)</i>										

The notes on pages 183 to 324 form part of these financial statements.

# COMPANY STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY

For the Six-month period ended 30 June 2024 and 2023

(Expressed in Renminbi Yuan)

	Amount for the current period					Total
	Share capital	Capital reserve	Other comprehensive income	Surplus reserve	Retained earnings	
<b>I. Balance at the beginning of the period</b>	5,037,747,500.00	9,969,275,937.78	815,290,319.15	2,518,873,750.00	8,982,352,640.00	27,323,540,146.93
<b>II. Changes in equity during the period ("-" for decreases)</b>	-	-	410,991,016.91	-	(91,015,334.21)	319,975,682.70
1. Total comprehensive income	-	-	410,991,016.91	-	2,276,725,990.79	2,687,717,007.70
2. Shareholders' contributions and decrease of capital	-	-	-	-	-	-
(1) Adjustments on business combinations involving enterprises under common control	-	-	-	-	-	-
(2) Others	-	-	-	-	-	-
3. Appropriation of profits	-	-	-	-	(2,367,741,325.00)	(2,367,741,325.00)
(1) Distributions to shareholders	-	-	-	-	(2,367,741,325.00)	(2,367,741,325.00)
4. Others	-	-	-	-	-	-
(1) Transfer of other comprehensive income to retained earnings	-	-	-	-	-	-
<b>III. Closing balance at the end of the period</b>	<u>5,037,747,500.00</u>	<u>9,969,275,937.78</u>	<u>1,226,281,336.06</u>	<u>2,518,873,750.00</u>	<u>8,891,337,305.79</u>	<u>27,643,515,829.63</u>

The notes on pages 183 to 324 form part of these financial statements.

## COMPANY STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY

For the Six-month period ended 30 June 2024 and 2023

	Amount for the prior period					Total
	Share capital	Capital reserve	Other comprehensive income	Surplus reserve	Retained earnings	
<b>I. Balance at the beginning of the period</b>	5,037,747,500.00	9,945,032,992.78	1,056,590,611.44	2,518,873,750.00	7,736,613,600.31	26,294,858,454.53
<b>II. Changes in equity during the period ("-" for decreases)</b>	-	-	54,936,385.28	-	(491,341,154.08)	(436,404,768.80)
1. Total comprehensive income	-	-	54,936,385.28	-	1,826,019,989.88	1,880,956,375.16
2. Shareholders' contributions and decrease of capital	-	-	-	-	-	-
(1) Adjustments on business combinations involving enterprises under common control	-	-	-	-	-	-
(2) Others	-	-	-	-	-	-
3. Appropriation of profits	-	-	-	-	(2,317,363,850.00)	(2,317,363,850.00)
(1) Distributions to shareholders	-	-	-	-	(2,317,363,850.00)	(2,317,363,850.00)
4. Others	-	-	-	-	2,706.04	2,706.04
(1) Transfer of other comprehensive income to retained earnings	-	-	-	-	2,706.04	2,706.04
<b>III. Closing balance at the end of the period</b>	<u>5,037,747,500.00</u>	<u>9,945,032,992.78</u>	<u>1,111,526,996.72</u>	<u>2,518,873,750.00</u>	<u>7,245,272,446.23</u>	<u>25,858,453,685.73</u>

Legal Representative  
**Chen Yunjiang**

The person in-charge of  
accounting affairs  
**Yu Changliang**

The head of the  
accounting department  
**Zhang Lu**

(Company stamp)

The notes on pages 183 to 324 form part of these financial statements.

# NOTES TO THE FINANCIAL STATEMENTS

*For the Six-month period ended 30 June 2024*

## I. COMPANY STATUS

Jiangsu Expressway Company Limited (the “Company”) is a company limited by shares established in Nanjing, Jiangsu province on 1 August 1992, with its head office located at Nanjing. The parent of the Company and its ultimate holding company is Jiangsu Communications Holding Company Limited (“Communications Holding”).

The principal activities of the Company and its subsidiaries (collectively referred to as the “Group”) mainly include construction, operation and management of the Jiangsu section of Shanghai-Nanjing Expressway (the “Shanghai-Nanjing Expressway”) and other toll roads in Jiangsu Province, and the provision of passenger transport services and other supporting services along the toll road. Please refer to Note VII for details of the subsidiaries of the Company.

During the reporting period, the information about increase in the Group’s subsidiaries is disclosed in Note VI.

## II. BASIS OF PREPARATION

As at 30 June 2024, the Group had total current liabilities in excess of total current assets of RMB1,802,288,551.34. As at 30 June 2024, the Group has available unutilized bank loan facilities with a time limit over one year of not less than RMB10,000,000,000.00. The Company’s management believes the facilities above are to provide all necessary financial support to the Group in the foreseeable future so as to maintain the Group’s ability to continue as a going concern, therefore, the financial statements have been prepared on the going concern basis.

## NOTES TO THE FINANCIAL STATEMENTS

For the Six-month period ended 30 June 2024

### III. SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES

The Group is principally engaged in toll road operation. The Group determines the specific accounting policies on the amortization of toll road operation rights according to the toll road industry characteristics. Refer to Note III 17 for details.

#### 1. Statement of compliance

The financial statements have been prepared in accordance with the requirements of Accounting Standards for Business Enterprises or referred to as China Accounting Standards (“CAS”) issued by the MOF. These financial statements present truly and completely the consolidated financial position and financial position of the Company as at 30 June 2024, and the consolidated financial performance and financial performance and the consolidated cash flows and cash flows of the Company for the six-month period ended 30 June 2024.

These financial statements also comply with the disclosure requirements of “Regulation on the Preparation of Information Disclosures by Companies Issuing Securities, No. 15: General Requirements for Financial Reports” as revised by the China Securities Regulatory Commission (“CSRC”) in 2023. In addition, the financial statements were also subject to relevant disclosures required by the Hong Kong Companies Ordinance and the Listing Rules of the Stock Exchange.

#### 2. Accounting period

The accounting period is from 1 January to 31 December.

#### 3. Operating cycle

The Company takes the period from the acquisition of assets for processing to until the ultimate realisation of cash or cash equivalents as a normal operating cycle. Except for the real estate industry, the Group’s business cycle is short, and the determining criterion of asset-liability liquidity is 12 months. The real estate industry business cycle is from real estate development to sales realization, generally in more than 12 months, the specific period is determined according to the development conditions of the project, and its criterion of asset-liability liquidity is based on the business cycle.

#### 4. Functional currency

The Company’s functional currency is Renminbi, and these financial statements are presented in Renminbi. The functional currency is determined by the Company and its subsidiaries on the basis of the currency in which major income and costs are denominated and settled.

## NOTES TO THE FINANCIAL STATEMENTS

For the Six-month period ended 30 June 2024

### III. SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (CONTINUED)

#### 5. Method used to determine the materiality threshold and the basis for selection

Item	Materiality threshold
Significant construction projects in progress	Budget of the project is greater than 5% of profit before income tax
Significant joint ventures or associates	The carrying amount of the long-term equity investment is greater than 2% of the total assets of the Group or the investment profit or loss under the equity method is greater than 5% of profit before income tax
Significant non-wholly-owned subsidiaries	Amount of net assets of the non-wholly-owned subsidiary is greater than 5% of profit before income tax

#### 6. Accounting treatments for business combinations involving entities under common control and not under common control

A transaction or event constitutes a business combination when the Group obtains control of one or more entities (or a group of assets or net assets) which meet the definition of a business. Business combinations are classified as either business combinations involving enterprises under common control or business combinations not involving enterprises under common control.

For a transaction not involving enterprises under common control, the acquirer determines whether acquired set of assets constitute a business. The Group may elect to apply the simplified assessment method, the concentration test, to determine whether an acquired set of assets is not a business. If the concentration test is met and the set of assets is determined not to be a business, no further assessment is needed. If the concentration test is not met, the Group shall perform the assessment according to the guidance on the determination of a business.

When the set of assets the Group acquired does not constitute a business, acquisition costs should be allocated to each identifiable assets and liabilities at their acquisition-date fair values. It is not required to apply the accounting of business combination described as below.

##### (1) Business combinations involving entities under common control

A business combination involving entities under common control is a business combination in which all of the combining entities are ultimately controlled by the same party or parties both before and after the business combination, and that control is not transitory. The assets acquired and liabilities assumed are measured based on their carrying amounts in the consolidated financial statements of the ultimate controlling party at the combination date. The difference between the carrying amount of the net assets acquired and the consideration paid for the combination (or the total par value of shares issued) is adjusted against share premium in the capital reserve, with any excess adjusted against retained earnings. Any costs directly attributable to the combination are recognised in profit or loss when incurred. The combination date is the date on which one combining entity obtains control of other combining entities.

## NOTES TO THE FINANCIAL STATEMENTS

For the Six-month period ended 30 June 2024

### III. SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (CONTINUED)

#### 6. Accounting treatments for business combinations involving entities under common control and not under common control (Continued)

##### (2) Business combinations involving entities not under common control

A business combination involving entities not under common control is a business combination in which all of the combining entities are not ultimately controlled by the same party or parties both before and after the business combination. Where (1) the aggregate of the acquisition-date fair value of assets transferred (including the acquirer's previously held equity interest in the acquiree), liabilities incurred or assumed, and equity securities issued by the acquirer, in exchange for control of the acquiree, exceeds (2) the acquirer's interest in the acquisition-date fair value of the acquiree's identifiable net assets, the difference is recognised as goodwill. If (1) is less than (2), the difference is recognised in profit or loss for the current period. The costs of issuing equity or debt securities as a part of the consideration for the acquisition are included in the carrying amounts of these equity or debt securities upon initial recognition. Other acquisition-related costs are expensed when incurred. Any difference between the fair value and the carrying amount of the assets transferred as consideration is recognised in profit or loss. The acquiree's identifiable asset, liabilities and contingent liabilities, if the recognition criteria are met, are recognised by the Group at their acquisition-date fair value. The acquisition date is the date on which the acquirer obtains control of the acquiree.

For a business combination involving entities not under common control and achieved in stages, the Group remeasures its previously-held equity interest in the acquiree to its acquisition-date fair value and recognises any resulting difference between the fair value and the carrying amount as investment income or other comprehensive income for the current period. In addition, any amount recognised in other comprehensive income and other changes in the owners' equity under equity accounting in prior reporting periods relating to the previously-held equity interest that may be reclassified to profit or loss are transferred to investment income at the date of acquisition (see Note III.12(2) (b)); Any previously-held equity interest that is designated as equity investment at fair value through other comprehensive income, the other comprehensive income recognised in prior reporting periods is transferred to retained earnings at the date of acquisition.

## NOTES TO THE FINANCIAL STATEMENTS

*For the Six-month period ended 30 June 2024*

### III. SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (CONTINUED)

#### 7. Criteria of control and preparation of consolidated financial statements

##### (1) General principles

The scope of consolidated financial statements is based on control and the consolidated financial statements comprise the Company and its subsidiaries. Control exists when the investor has all of following: power over the investee; exposure, or rights, to variable returns from its involvement with the investee and has the ability to affect those returns through its power over the investee. When assessing whether the Group has power, only substantive rights (held by the Group and other parties) are considered. The financial position, financial performance and cash flows of subsidiaries are included in the consolidated financial statements from the date that control commences until the date that control ceases.

Non-controlling interests are presented separately in the consolidated balance sheet within shareholders' equity. Net profit or loss attributable to non-controlling shareholders is presented separately in the consolidated income statement below the net profit line item. Total comprehensive income attributable to non-controlling shareholders is presented separately in the consolidated income statement below the total comprehensive income line item.

When the amount of loss for the current period attributable to the non-controlling shareholders of a subsidiary exceeds the non-controlling shareholders' share of the opening owners' equity of the subsidiary, the excess is still allocated against the non-controlling interests.

When the accounting period or accounting policies of a subsidiary are different from those of the Company, the Company makes necessary adjustments to the financial statements of the subsidiary based on the Company's own accounting period or accounting policies. Intra-group balances and transactions, and any unrealised profit or loss arising from intra-group transactions, are eliminated when preparing the consolidated financial statements. Unrealised losses resulting from intra-group transactions are eliminated in the same way as unrealised gains, unless they represent impairment losses that are recognised in full in the financial statements.



## NOTES TO THE FINANCIAL STATEMENTS

For the Six-month period ended 30 June 2024

### III. SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (CONTINUED)

#### 7. Criteria of control and preparation of consolidated financial statements (Continued)

##### (2) Subsidiaries acquired through a business combination

Where a subsidiary was acquired during the reporting period, through a business combination involving entities under common control, the financial statements of the subsidiary are included in the consolidated financial statements based on the carrying amounts of the assets and liabilities of the subsidiary in the financial statements of the ultimate controlling party as if the combination had occurred at the date that the ultimate controlling party first obtained control. The opening balances and the comparative figures of the consolidated financial statements are also restated.

Where a subsidiary was acquired during the reporting period, through a business combination involving entities not under common control, the identifiable assets and liabilities of the acquired subsidiaries are included in the scope of consolidation from the date that control commences, based on the fair value of those identifiable assets and liabilities at the acquisition date.

##### (3) Disposal of subsidiaries

When the Group loses control over a subsidiary, any resulting disposal gains or losses are recognised as investment income for the current period.

When the Group loses control of a subsidiary in multiple transactions in which it disposes of its long-term equity investment in the subsidiary in stages, the following are considered to determine whether the Group should account for the multiple transactions as a bundled transaction:

- arrangements are entered into at the same time or in contemplation of each other;
- arrangements work together to achieve an overall commercial effect;
- the occurrence of one arrangement is dependent on the occurrence of at least one other arrangement;
- one arrangement considered on its own is not economically justified, but it is economically justified when considered together with other arrangements.

## NOTES TO THE FINANCIAL STATEMENTS

*For the Six-month period ended 30 June 2024*

### III. SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (CONTINUED)

#### 7. Criteria of control and preparation of consolidated financial statements (Continued)

##### (3) Disposal of subsidiaries (Continued)

If each of the multiple transactions does not form part of a bundled transaction, the transactions conducted before the loss of control of the subsidiary are accounted for in accordance with the accounting policy for partial disposal of equity investment in subsidiaries where control is retained (see Note III.7(4)).

If each of the multiple transactions forms part of a bundled transaction which eventually results in the loss of control in the subsidiary, these multiple transactions are accounted for as a single transaction. In the consolidated financial statements, the difference between the consideration received and the corresponding proportion of the subsidiary's net assets (calculated continuously from the acquisition date) in each transaction prior to the loss of control shall be recognised in other comprehensive income and transferred to profit or loss when the parent eventually loses control of the subsidiary.

##### (4) Changes in non-controlling interests

Where the Company acquires a non-controlling interest from a subsidiary's non-controlling shareholders or disposes of a portion of an interest in a subsidiary without a change in control, the difference between the proportion interests of the subsidiary's net assets being acquired or disposed and the amount of the consideration paid or received is adjusted to the capital reserve (share premium) in the consolidated balance sheet, with any excess adjusted to retained earnings.

#### 8. Cash and cash equivalents

Cash and cash equivalents comprise cash on hand, deposits that can be readily withdrawn on demand, and short-term, highly liquid investments that are readily convertible into known amounts of cash and are subject to an insignificant risk of change in value.

## NOTES TO THE FINANCIAL STATEMENTS

For the Six-month period ended 30 June 2024

### III. SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (CONTINUED)

#### 9. Foreign currency transactions and translation of foreign currency financial statements

When the Group receives capital in foreign currencies from investors, the capital is translated to Renminbi at the spot exchange rate at the date of the receipt. Other foreign currency transactions are, on initial recognition, translated to Renminbi at the spot exchange rates on the dates of the transactions.

Monetary items denominated in foreign currencies are translated to Renminbi at the spot exchange rate at the balance sheet date. The resulting exchange differences are generally recognised in profit or loss, except that differences related to a specific-purpose borrowing denominated in foreign currency that qualify for capitalization are capitalized as part of the cost of the qualifying asset during the capitalization period (see Note III.16). Non-monetary items that are measured at historical cost in foreign currencies are translated to Renminbi using the exchange rate at the transaction date. Non-monetary items that are measured at fair value in foreign currencies are translated using the exchange rate at the date the fair value is determined. The resulting exchange differences are recognised in profit or loss, except for the differences arising from the re-translation of equity investments at fair value through other comprehensive income, which are recognised in other comprehensive income.

In translating the financial statements of a foreign operation, assets and liabilities of foreign operation are translated to Renminbi at the spot exchange rate at the balance sheet date. Equity items, excluding retained earnings and the translation differences in other comprehensive income, are translated to Renminbi at the spot exchange rates at the transaction dates. Income and expenses of foreign operation are translated to Renminbi at the spot exchange rates at the transaction dates. The resulting translation differences are recognised in other comprehensive income. The translation differences accumulated in other comprehensive income with respect to a foreign operation are transferred to profit or loss in the period when the foreign operation is disposed.

## NOTES TO THE FINANCIAL STATEMENTS

*For the Six-month period ended 30 June 2024*

### III. SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (CONTINUED)

#### 10. Financial instruments

Financial instruments include cash at bank and on hand, investments in equity securities other than those classified as long-term equity investments (see Note III.12), receivables, payables, loans and borrowings, debentures payable and share capital.

##### (1) Recognition and initial measurement of financial assets and financial liabilities

A financial asset or financial liability is recognised in the balance sheet when the Group becomes a party to the contractual provisions of a financial instrument.

A financial asset or financial liability is measured initially at fair value. For financial assets and financial liabilities at fair value through profit or loss, any related directly attributable transaction costs are charged to profit or loss; for other categories of financial assets and financial liabilities, any related directly attributable transaction costs are included in their initial costs. A trade receivable, without significant financing component or practical expedient applied for one year or less contracts, is initially measured at the transaction price in accordance with Note III.21.

##### (2) Classification and subsequent measurement of financial assets

###### (a) Classification of financial assets

The classification of financial assets is generally based on the business model in which a financial asset is managed and its contractual cash flow characteristics. On initial recognition, a financial asset is classified as measured at amortised cost, at fair value through other comprehensive income ("FVOCI"), or at fair value through profit or loss ("FVTPL").

Financial assets are not reclassified subsequent to their initial recognition unless the Group changes its business model for managing financial assets in which case all affected financial assets are reclassified on the first day of the first reporting period following the change in the business model.

## NOTES TO THE FINANCIAL STATEMENTS

For the Six-month period ended 30 June 2024

### III. SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (CONTINUED)

#### 10. Financial instruments (Continued)

##### (2) Classification and subsequent measurement of financial assets (Continued)

##### (a) Classification of financial assets (Continued)

A financial asset is measured at amortised cost if it meets both of the following conditions and is not designated as at FVTPL:

- it is held within a business model whose objective is to hold assets to collect contractual cash flows; and
- its contractual terms give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

A debt investment is measured at FVOCI if it meets both of the following conditions and is not designated as at FVTPL:

- it is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets; and
- its contractual terms give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

On initial recognition of an equity investment that is not held for trading, the Group may irrevocably elect to present subsequent changes in the investment's fair value in other comprehensive income. This election is made on an investment-by-investment basis. The instrument meets the definition of equity from the perspective of the issuer.

All financial assets not classified as measured at amortised cost or FVOCI as described above are measured at FVTPL. On initial recognition, the Group may irrevocably designate a financial asset that otherwise meets the requirements to be measured at amortised cost or at FVOCI as at FVTPL if doing so eliminates or significantly reduces an accounting mismatch that would otherwise arise.

The business model refers to how the Group manages its financial assets in order to generate cash flows. That is, the Group's business model determines whether cash flows will result from collecting contractual cash flows, selling financial assets or both. The Group determines the business model for managing the financial assets according to the facts and based on the specific business objective for managing the financial assets determined by the Group's key management personnel.

## NOTES TO THE FINANCIAL STATEMENTS

For the Six-month period ended 30 June 2024

### III. SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (CONTINUED)

#### 10. Financial instruments (Continued)

##### (2) Classification and subsequent measurement of financial assets (Continued)

###### (a) Classification of financial assets (Continued)

In assessing whether the contractual cash flows are solely payments of principal and interest, the Group considers the contractual terms of the instrument. For the purposes of this assessment, 'principal' is defined as the fair value of the financial asset on initial recognition. 'Interest' is defined as consideration for the time value of money and for the credit risk associated with the principal amount outstanding during a particular period of time and for other basic lending risks and costs, as well as a profit margin. The Group also assesses whether the financial asset contains a contractual term that could change the timing or amount of contractual cash flows such that it would not meet this condition.

###### (b) Subsequent measurement of financial assets

- Financial assets at FVTPL

These financial assets are subsequently measured at fair value. Net gains and losses, including any interest or dividend income, are recognised in profit or loss unless the financial assets are part of a hedging relationship.

- Financial assets at amortised cost

These assets are subsequently measured at amortised cost using the effective interest method. A gain or loss on a financial asset that is measured at amortised cost and is not part of a hedging relationship shall be recognised in profit or loss when the financial asset is derecognised, reclassified, through the amortisation process or in order to recognise impairment gains or losses.

- Equity investments at FVOCI

These assets are subsequently measured at fair value. Dividends are recognised as income in profit or loss. Other net gains and losses are recognised in other comprehensive income. On derecognition, gains and losses accumulated in other comprehensive income are reclassified to retained earnings.

## NOTES TO THE FINANCIAL STATEMENTS

For the Six-month period ended 30 June 2024

### III. SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (CONTINUED)

#### 10. Financial instruments (Continued)

##### (3) Classification and subsequent measurement of financial liabilities

Financial liabilities are classified as measured at FVTPL, financial guarantee liabilities or amortised cost.

– Financial liabilities at FVTPL

A financial liability is classified as at FVTPL if it is classified as held-for-trading (including derivative financial liability) or it is designated as such on initial recognition.

Financial liabilities at FVTPL are subsequently measured at fair value and net gains and losses, including any interest expense, are recognised in profit or loss, unless the financial liabilities are part of a hedging relationship.

– Financial guarantee liabilities

Financial guarantees are contracts that requires the Group to make specified payments to reimburse the holder for a loss it incurs because a specified debtor fails to make payment when due in accordance with the original or modified terms of a debt instrument. A financial guarantee liability is measured at the higher of the amount of the loss allowance determined in accordance with impairment policies of financial instruments and the amount initially recognised less the cumulative amount of income.

– Financial liabilities at amortised cost

These financial liabilities are subsequently measured at amortised cost using the effective interest method.

## NOTES TO THE FINANCIAL STATEMENTS

*For the Six-month period ended 30 June 2024*

### III. SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (CONTINUED)

#### 10. Financial instruments (Continued)

##### (4) Offsetting

Financial assets and financial liabilities are generally presented separately in the balance sheet, and are not offset. However, a financial asset and a financial liability are offset and the net amount is presented in the balance sheet when both of the following conditions are satisfied:

- The Group currently has a legally enforceable right to set off the recognised amounts;
- The Group intends either to settle on a net basis, or to realise the financial asset and settle the financial liability simultaneously.

##### (5) Derecognition of financial assets and financial liabilities

Financial asset is derecognised when one of the following conditions is met:

- the Group's contractual rights to the cash flows from the financial asset expire;
- the financial asset has been transferred and the Group transfers substantially all of the risks and rewards of ownership of the financial asset; or
- the financial asset has been transferred, although the Group neither transfers nor retains substantially all of the risks and rewards of ownership of the financial asset, it does not retain control over the transferred asset.

Where a transfer of a financial asset in its entirety meets the criteria for derecognition, the difference between the two amounts below is recognised in profit or loss:

- the carrying amount of the financial asset transferred measured at the date of derecognition;
- the sum of the consideration received from the transfer and, when the transferred financial asset is a debt investment at FVOCI, any cumulative gain or loss that has been recognised directly in other comprehensive income for the part derecognised.

The Group derecognises a financial liability (or part of it) only when its contractual obligation (or part of it) is extinguished.



## NOTES TO THE FINANCIAL STATEMENTS

For the Six-month period ended 30 June 2024

### III. SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (CONTINUED)

#### 10. Financial instruments (Continued)

##### (6) Impairment

The Group recognises loss allowances for expected credit loss (ECL) on:

- financial assets measured at amortised cost;
- contract assets
- lease receivables.

Financial assets measured at fair value, including debt investments or equity securities at FVTPL, equity securities designated at FVOCI and derivative financial assets, are not subject to the ECL assessment.

##### *Measurement of ECLs*

ECLs are a probability-weighted estimate of credit losses. Credit losses are measured as the present value of all cash shortfalls (i.e. the difference between the cash flows due to the entity in accordance with the contract and the cash flows that the Group expects to receive).

The maximum period considered when estimating ECLs is the maximum contractual period (including extension options) over which the Group is exposed to credit risk.

Lifetime ECLs are the ECLs that result from all possible default events over the expected life of a financial instrument.

12-month ECLs are the portion of ECLs that result from default events that are possible within the 12 months after the balance sheet date (or a shorter period if the expected life of the instrument is less than 12 months).

Loss allowances for bills receivable, accounts receivable and contract assets arising from ordinary business activities such as sale of goods and provision of services, as well as lease receivables arising from lease transactions are always measured at an amount equal to lifetime ECLs. ECLs on these financial assets are estimated using a provision matrix based on the Group's historical credit loss experience, adjusted for factors that are specific to the debtors and an assessment of both the current and forecast general economic conditions at the balance sheet date.

## NOTES TO THE FINANCIAL STATEMENTS

For the Six-month period ended 30 June 2024

### III. SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (CONTINUED)

#### 10. Financial instruments (Continued)

##### (6) Impairment (Continued)

###### *Measurement of ECLs (Continued)*

Except for bills receivables, trade receivables, contract assets and lease receivables, the Group measures loss allowance at an amount equal to 12-month ECL for the following financial instruments, and at an amount equal to lifetime ECL for all other financial instruments.

- If the financial instrument is determined to have low credit risk at the balance sheet date;
- If the credit risk on a financial instrument has not increased significantly since initial recognition.

###### *Provisions for bad and doubtful debts arising from receivables*

- (a) Categories of groups for collective assessment based on credit risk characteristics and basis for determination

Bills receivable	Based on the different credit risk characteristics of acceptors, the Group classifies bills receivable into two groups: bank acceptance bills and commercial acceptance bills.
Accounts receivable	Historically, there are significant differences in terms of occurrence of losses among different customer types for the Group. Therefore, when calculating impairment provisions based on aging information, the Group distinguishes different customer groups by product type to evaluate the expected credit losses of accounts receivable.
Other receivables	The Group's other receivables mainly include cash pledges and deposits receivable, petty cash receivables due from employees, receivables due from related parties, dividends receivable, etc. Based on the nature of receivables and the credit risk characteristics of different counterparties, the Group classifies other receivables into 2 groups, specifically: the group of dividends receivable and the group of other receivables.
Long-term receivables	Historically, there is no significant difference in terms of occurrence of losses among different customer types for the Group. Therefore, the Group makes provisions for bad and doubtful debts arising from long-term receivables on the basis of all customers being one group without further segmentation by different customer types.

## NOTES TO THE FINANCIAL STATEMENTS

For the Six-month period ended 30 June 2024

### III. SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (CONTINUED)

#### 10. Financial instruments (Continued)

##### (6) Impairment (Continued)

*Provisions for bad and doubtful debts arising from receivables (Continued)*

(b) Criteria for individual assessment

Bills receivable, accounts receivable, other receivable and contract assets are usually assessed collectively as a group based on credit risk characteristics to make provisions. When a counterparty is significantly different from other counterparties in the group in terms of credit risk characteristics, or if there has been a significant change in its credit risk characteristics, the individual approach is adopted for receivables due from this counterparty. For example, when a counterparty is in serious financial difficulties and the expected credit loss ratio of receivables due from this counterparty is significantly higher than the average expected credit loss ratio of the relevant ageing range, it should be individually assessed for provisioning purposes.

*Financial instruments that have low credit risk*

The credit risk on a financial instrument is considered low if the financial instrument has a low risk of default, the borrower has a strong capacity to meet its contractual cash flow obligations in the near term and adverse changes in economic and business conditions in the longer term may, but will not necessarily, reduce the ability of the borrower to fulfil its contractual cash flow obligations.

## NOTES TO THE FINANCIAL STATEMENTS

For the Six-month period ended 30 June 2024

### III. SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (CONTINUED)

#### 10. Financial instruments (Continued)

##### (6) Impairment (Continued)

###### *Significant increases in credit risk*

In assessing whether the credit risk of a financial instrument has increased significantly since initial recognition, the Group compares the risk of default occurring on the financial instrument assessed at the balance sheet date with that assessed at the date of initial recognition.

When determining whether the credit risk of a financial asset has increased significantly since initial recognition and when estimating ECL, the Group considers reasonable and supportable information that is relevant and available without undue cost or effort, including forward-looking information. In particular, the following information is taken into account:

- failure to make payments of principal or interest on their contractually due dates;
- an actual or expected significant deterioration in a financial instrument's external or internal credit rating (if available);
- an actual or expected significant deterioration in the operating results of the debtor; and
- existing or forecast changes in the technological, market, economic or legal environment that have a significant adverse effect on the debtor's ability to meet its obligation to the Group.

Depending on the nature of the financial instruments, the assessment of a significant increase in credit risk is performed on either an individual basis or a collective basis. When the assessment is performed on a collective basis, the financial instruments are grouped based on shared credit risk characteristics, such as past due status and credit risk ratings.

## NOTES TO THE FINANCIAL STATEMENTS

For the Six-month period ended 30 June 2024

### III. SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (CONTINUED)

#### 10. Financial instruments (Continued)

##### (6) Impairment (Continued)

###### *Credit-impaired financial assets*

At each balance sheet date, the Group assesses whether financial assets carried at amortised cost and debt investments at FVOCI are credit-impaired. A financial asset is 'credit-impaired' when one or more events that have a detrimental impact on the estimated future cash flows of the financial asset have occurred. Evidence that a financial asset is credit-impaired includes the following observable data:

- significant financial difficulty of the borrower or issuer;
- a breach of contract, such as a default in interest or principal payments;
- for economic or contractual reasons relating to the borrower's financial difficulty, the Group having granted to the borrower a concession that would not otherwise consider;
- it is probable that the borrower will enter bankruptcy or other financial reorganisation; or
- the disappearance of an active market for that financial asset because of financial difficulties of the borrower or issuer.

###### *Presentation of allowance for ECL*

ECLs are remeasured at each balance sheet date to reflect changes in the financial instrument's credit risk since initial recognition. Any change in the ECL amount is recognised as an impairment gain or loss in profit or loss. Loss allowances for financial assets measured at amortised cost are deducted from the gross carrying amount of the assets. For debt investments that are measured at FVOCI, the loss allowance is recognised in other comprehensive income and not deducted from the carrying amount of the assets.

## NOTES TO THE FINANCIAL STATEMENTS

For the Six-month period ended 30 June 2024

### III. SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (CONTINUED)

#### 10. Financial instruments (Continued)

##### (6) Impairment (Continued)

###### *Write-off*

The gross carrying amount of a financial asset is written off (either partially or in full) to the extent that there is no realistic prospect of recovery. A write-off constitutes a derecognition event. This is generally the case when the Group determines that the debtor does not have assets or sources of income that could generate sufficient cash flows to repay the amounts subject to the write-off. However, financial assets that are written off could still be subject to enforcement activities in order to comply with the Group's procedures for recovery of amounts due.

Subsequent recoveries of an asset that was previously written off are recognised as a reversal of impairment in profit or loss in the period in which the recovery occurs.

##### (7) Equity instrument

The consideration received from the issuance of equity instruments net of transaction costs is recognised in shareholders' equity. Consideration and transaction costs paid by the Company for repurchasing self-issued equity instruments are deducted from shareholders' equity.

#### 11. Inventories

##### (1) Categories

Inventories include spare parts for repairs and maintenance of toll roads infrastructure, petrol for sales and real estate under development etc.

Inventories are initially measured at cost. Cost of real estate under development include payments for land acquisition, costs for infrastructure, construction and installation costs, borrowing costs capitalized before project is ready for intended use, and other relevant costs during development. Cost of other inventories comprises all costs of purchase, costs of conversion and other expenditures incurred in bringing the inventories to their present location and condition.

## NOTES TO THE FINANCIAL STATEMENTS

For the Six-month period ended 30 June 2024

### III. SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (CONTINUED)

#### 11. Inventories (Continued)

##### (2) Measurement method of cost of inventories

The actual cost of real estate under development is calculated using the specific identification method. The actual cost of oil products is calculated using the weighted average method at the end of the month. Other inventories are calculated using the first-in-first out method.

##### (3) Inventory count system

The Group maintains a perpetual inventory system.

##### (4) Criteria and method for provision for obsolete inventories

At the balance sheet date, inventories are carried at the lower of cost and net realisable value.

Net realisable value is the estimated selling price in the ordinary course of business less the estimated costs of completion and the estimated costs necessary to make the sale and relevant taxes. The net realisable value of materials held for use in production is measured based on the net realisable value of the finished goods in which they will be incorporated. The net realisable value of inventory held to satisfy sales or service contracts is measured based on the contract price. If the quantities of inventories held by the Group exceed the quantities specified in sales contracts, the net realisable value of the excess portion of inventories is based on general selling prices.

Any excess of the cost over the net realisable value of each item of inventories is recognised as a provision for obsolete inventories, and is recognised in profit or loss.

## NOTES TO THE FINANCIAL STATEMENTS

For the Six-month period ended 30 June 2024

### III. SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (CONTINUED)

#### 12. Long-term equity investments

##### (1) Investment cost of long-term equity investments

###### (a) Long-term equity investments acquired through a business combination

- The initial cost of a long-term equity investment acquired through a business combination involving entities under common control is the Company's share of the carrying amount of the subsidiary's equity in the consolidated financial statements of the ultimate controlling party at the combination date. The difference between the initial investment cost and the carrying amount of the consideration given is adjusted to the share premium in the capital reserve, with any excess adjusted to retained earnings. For a long-term equity investment in a subsidiary acquired through a business combination achieved in stages which do not form a bundled transaction and involving entities under common control, the Company determines the initial cost of the investment in accordance with the above policies. The difference between this initial cost and the sum of the carrying amount of previously-held investment and the consideration paid for the shares newly acquired is adjusted to capital premium in the capital reserve, with any excess adjusted to retained earnings.
- For a long-term equity investment obtained through a business combination not involving entities under common control, the initial cost comprises the aggregate of the fair value of assets transferred, liabilities incurred or assumed, and equity securities issued by the Company, in exchange for control of the acquiree. For a long-term equity investment obtained through a business combination not involving entities under common control and achieved through multiple transactions in stages which do not form a bundled transaction, the initial cost comprises the carrying amount of the previously-held equity investment in the acquiree immediately before the acquisition date, and the additional investment cost at the acquisition date.

###### (b) Long-term equity investments acquired other than through a business combination

- A long-term equity investment acquired other than through a business combination is initially recognised at the amount of cash paid if the Group acquires the investment by cash, or at the fair value of the equity securities issued if an investment is acquired by issuing equity securities.



## NOTES TO THE FINANCIAL STATEMENTS

For the Six-month period ended 30 June 2024

### III. SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (CONTINUED)

#### 12. Long-term equity investments (Continued)

##### (2) Subsequent measurement of long-term equity investment

###### (a) Investments in subsidiaries

In the Company's separate financial statements, long-term equity investments in subsidiaries are accounted for using the cost method for subsequent measurement unless the investment is classified as held for sale. Except for cash dividends or profit distributions declared but not yet distributed that have been included in the price or consideration paid in obtaining the investments, the Company recognises its share of the cash dividends or profit distributions declared by the investee as investment income for the current period.

The investments in subsidiaries are stated in the balance sheet at cost less accumulated impairment losses.

For the impairment of the investments in subsidiaries, refer to Note III.19.

In the Group's consolidated financial statements, subsidiaries are accounted for in accordance with the policies described in Note III.7.

###### (b) Investment in joint ventures and associates

A joint venture is an arrangement whereby the Group and other parties have joint control (see Note III.12(3)) and rights to the net assets of the arrangement.

An associate is an entity over which the Group has significant influence (see Note III.12(3)).

An investment in a joint venture and an associate is accounted for using the equity method for subsequent measurement, unless the investment is classified as held for sale.

## NOTES TO THE FINANCIAL STATEMENTS

For the Six-month period ended 30 June 2024

### III. SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (CONTINUED)

#### 12. Long-term equity investments (Continued)

##### (2) Subsequent measurement of long-term equity investment (Continued)

##### (b) Investment in joint ventures and associates (Continued)

The accounting treatments under the equity method adopted by the Group are as follows:

- Where the initial cost of a long-term equity investment exceeds the Group's interest in the fair value of the investee's identifiable net assets at the date of acquisition, the investment is initially recognised at cost. Where the initial investment cost is less than the Group's interest in the fair value of the investee's identifiable net assets at the date of acquisition, the investment is initially recognised at the investor's share of the fair value of the investee's identifiable net assets, and the difference is recognised in profit or loss.
- After the acquisition of the investment, the Group recognises its share of the investee's profit or loss and other comprehensive income as investment income or losses and other comprehensive income respectively, and adjusts the carrying amount of the investment accordingly. Once the investee declares any cash dividends or profit distributions, the carrying amount of the investment is reduced by the amount attributable to the Group. Changes in the Group's share of the investee's owners' equity, other than those arising from the investee's net profit or loss, other comprehensive income or profit distribution (referred to as "other changes in owners' equity"), is recognised directly in the Group's equity, and the carrying amount of the investment is adjusted accordingly.
- In calculating its share of the investee's net profits or losses, other comprehensive income and other changes in owners' equity, the Group recognises investment income and other comprehensive income after making appropriate adjustments to align the accounting policies or accounting periods with those of the Group based on the fair value of the investee's identifiable net assets at the date of acquisition. Unrealised profits and losses resulting from transactions between the Group and its associates or joint ventures are eliminated to the extent of the Group's interest in the associates or joint ventures. Unrealised losses resulting from transactions between the Group and its associates or joint ventures are eliminated in the same way as unrealised gains but only to the extent that there is no impairment.

## NOTES TO THE FINANCIAL STATEMENTS

For the Six-month period ended 30 June 2024

### III. SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (CONTINUED)

#### 12. Long-term equity investments (Continued)

##### (2) Subsequent measurement of long-term equity investment (Continued)

##### (b) Investment in joint ventures and associates (Continued)

- The Group discontinues recognising its share of further losses of the investee after the carrying amount of the long-term equity investment and any long-term interest that in substance forms part of the Group's net investment in the joint venture or associate is reduced to zero, except to the extent that the Group has an obligation to assume additional losses. If the joint venture or associate subsequently reports net profits, the Group resumes recognising its share of those profits only after its share of the profits has fully covered the share of losses not recognised.

For the impairment of the investments in joint ventures and associates, refer to Note III.19.

##### (3) Criteria for determining the existence of joint control or significant influence over an investee

Joint control is the contractually agreed sharing of control of an arrangement, which exists only when decisions about the relevant activities (activities with significant impact on the returns of the arrangement) require the unanimous consent of the parties sharing control.

The following factors are usually considered when assessing whether the Group can exercise joint control over an investee:

- Whether no single participant party is in a position to control the investee's related activities unilaterally;
- Whether decisions relating to the investee's relevant activities require the unanimous consent of all participant parties that share control.

Significant influence is the power to participate in the financial and operating policy decisions of an investee but does not have control or joint control over those policies.

## NOTES TO THE FINANCIAL STATEMENTS

For the Six-month period ended 30 June 2024

### III. SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (CONTINUED)

#### 13. Investment properties

Investment properties are properties held either to earn rental income or for capital appreciation or for both. Investment properties are accounted for using the cost model and stated in the balance sheet at cost less accumulated depreciation, amortisation and impairment losses. The cost of investment property, less its estimated residual value and accumulated impairment losses, is depreciated or amortised using the straight-line method over its estimated useful life, unless the investment property is classified as held for sale. For the impairment of the investment properties, refer to Note III.19.

Class	Estimated useful life (years)	Residual value rate (%)	Depreciation rate (%)
Plant & buildings	<u>30</u>	<u>3</u>	<u>3.2</u>

#### 14. Fixed assets

##### (1) Recognition of fixed assets

Fixed assets represent the tangible assets held by the Group for use in supply of services, for rental, or for administrative purposes with useful lives over one accounting year.

The cost of a purchased fixed asset comprises the purchase price, related taxes, and any directly attributable expenditure for bringing the asset to working condition for its intended use. The cost of self-constructed assets is measured in accordance with the policy set out in Note III.15.

Where the parts of an item of fixed assets have different useful lives or provide benefits to the Group in a different pattern, thus necessitating use of different depreciation rates or methods, each part is recognised as a separate fixed asset.

Any subsequent costs including the cost of replacing part of an item of fixed assets are recognised as assets when it is probable that the economic benefits associated with the costs will flow to the Group, and the carrying amount of the replaced part is derecognised. The costs of the day-to-day maintenance of fixed assets are recognised in profit or loss as incurred.

Fixed assets are stated in the balance sheet at cost less accumulated depreciation and impairment losses.

## NOTES TO THE FINANCIAL STATEMENTS

For the Six-month period ended 30 June 2024

### III. SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (CONTINUED)

#### 14. Fixed assets (Continued)

##### (2) Depreciation of fixed assets

The cost of a fixed asset, less its estimated residual value and accumulated impairment losses, is depreciated using the straight-line method over its estimated useful life, unless the fixed asset is classified as held for sale.

The estimated useful lives, residual value rates and depreciation rates of each class of fixed assets are as follows:

Class	Estimated useful life <i>(years)</i>	Residual value rate <i>(%)</i>	Depreciation rate <i>(%)</i>
Plant and buildings	10–30	0	3.3–10.0
Safety equipment	10	3	9.7
Communication and surveillance equipment	8	3	12.1
Toll and ancillary equipment	8	3	12.1
Machinery and equipment	9–33	3	2.9–10.8
Electronic equipment	5	3	19.4
Motor vehicles	8	3	12.1
Furniture and others	5	3	19.4

Useful lives, estimated residual values and depreciation methods are reviewed at least at each year-end.

##### (3) For the impairment of the fixed assets, refer to Note III.19.

##### (4) Disposal of fixed assets

The carrying amount of a fixed asset is derecognised:

- when the fixed asset is holding for disposal; or
- when no future economic benefit is expected to be generated from its use or disposal.

Gains or losses arising from the retirement or disposal of an item of fixed asset are determined as the difference between the net disposal proceeds and the carrying amount of the item, and are recognised in profit or loss on the date of retirement or disposal.

## NOTES TO THE FINANCIAL STATEMENTS

*For the Six-month period ended 30 June 2024*

### III. SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (CONTINUED)

#### 15. Construction in progress

The cost of self-constructed assets includes the cost of materials, direct labour, capitalised borrowing costs (see Note III.16), and any other costs directly attributable to bringing the asset to working condition for its intended use.

A self-constructed asset is classified as construction in progress and transferred to fixed asset when it is ready for its intended use. No depreciation is provided against construction in progress.

When the construction in progress of the Company is ready for its intended use, it shall be transferred to fixed assets. The criteria for determining the intended usable state should meet one of the following conditions:

- The physical construction (including installation) of fixed assets has been fully completed or substantially completed;
- Trial production or operation has been conducted, and the results indicate that the asset can operate normally or stably produce qualified products, or the trial operation results indicate that it can function normally or conduct business;
- The expenditure amount on the fixed assets constructed for this project is very low or almost does not occur again;
- The purchased fixed assets have met the designed or contracted requirements, or are basically in line with the design or contract requirements.

Construction in progress is stated in the balance sheet at cost less accumulated impairment losses (see Note III.19).

When an enterprise sells products or by-products produced before a fixed asset is available for its intended use, the proceeds and related cost are accounted for in accordance with CAS 14 – Revenue and CAS 1 – Inventories respectively, and recognised in profit or loss for the current period.

## NOTES TO THE FINANCIAL STATEMENTS

For the Six-month period ended 30 June 2024

### III. SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (CONTINUED)

#### 16. Borrowing costs

Borrowing costs incurred directly attributable to the acquisition, construction or production of a qualifying asset are capitalised as part of the cost of the asset. Other borrowing costs are recognised as financial expenses when incurred.

During the capitalisation period, the amount of interest (including amortisation of any discount or premium on borrowing) to be capitalised in each accounting period is determined as follows:

- Where funds are borrowed specifically for the acquisition, construction or production of a qualifying asset, the amount of interest to be capitalised is the interest expense calculated using effective interest rates during the period less any interest income earned from depositing the borrowed funds or any investment income on the temporary investment of those funds before being used on the asset.
- To the extent that the Group borrows funds generally and uses them for the acquisition, construction or production of a qualifying asset, the amount of borrowing costs eligible for capitalisation is determined by applying a capitalisation rate to the weighted average of the excess amounts of cumulative expenditure on the asset over the above amounts of specific borrowings. The capitalisation rate is the weighted average of the interest rates applicable to the general-purpose borrowings.

The effective interest rate is determined as the rate that exactly discounts estimated future cash flow through the expected life of the borrowing or, when appropriate, a shorter period to the initially recognised amount of the borrowings.

During the capitalisation period, exchange differences related to the principal and interest on a specific-purpose borrowing denominated in foreign currency are capitalised as part of the cost of the qualifying asset. The exchange differences related to the principal and interest on foreign currency borrowings other than a specific-purpose borrowing are recognised as a financial expense when incurred.

The capitalisation period is the period from the date of commencement of capitalisation of borrowing costs to the date of cessation of capitalisation, excluding any period over which capitalisation is suspended. Capitalisation of borrowing costs commences when expenditure for the asset is being incurred, borrowing costs are being incurred and activities of acquisition, construction or production that are necessary to prepare the asset for its intended use or sale are in progress, and ceases when the assets become ready for their intended use or sale. Capitalisation of borrowing costs is suspended when the acquisition, construction or production activities are interrupted abnormally for a period of more than three months.

## NOTES TO THE FINANCIAL STATEMENTS

For the Six-month period ended 30 June 2024

### III. SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (CONTINUED)

#### 17. Intangible assets

##### Useful life and amortisation methods

Intangible assets are stated in the balance sheet at cost less accumulated amortisation (where the estimated useful life is finite) and impairment losses (see Note III.19). For an intangible asset with finite useful life, other than toll road operation right, its cost less estimated residual value and accumulated impairment losses is amortised using the straight-line method over its estimated useful life, unless the intangible asset is classified as held for sale. When the Group has the right to charge fees to road users (as consideration for providing construction services within a service concession), that right is recognized as an intangible asset and is initially measured at fair value. The toll road operation right is stated in the balance sheet at historical cost less accumulated amortisation and any impairment losses. It is amortised in accordance with traffic volume methods, and the monthly amortisation amount is calculated by the ratio of the actual traffic volume of the month to the sum of the actual traffic volume of the month and the estimated future traffic volume. When there is significant difference between actual and estimate traffic volume, the Group will re-evaluate the total traffic volume and calculate the amortisation amount.

The estimated useful lives, basis for determination and amortisation methods of intangible assets are as follows:

Item	Estimated useful life (years)	Basis for determination	Method of amortisation
Toll road operation rights	25-35	Franchise period	Traffic flow method
Land use rights	22-30	Legal service life	Straight-line method
Rights to use sea areas	28	Legal service life	Straight-line method
Software	5	Expected period to bring economic benefits to the company	Straight-line method

Useful lives and amortisation methods of intangible asset with finite useful life are reviewed at least at each year-end.

An intangible asset is regarded as having an indefinite useful life and is not amortised when there is no foreseeable limit to the period over which the asset is expected to generate economic benefits for the Group. The Group reassesses the useful lives of intangible assets with indefinite useful lives in each accounting period. If there is evidence indicating that the useful life of that intangible asset is finite, the Group estimates its useful life and accounts for it in accordance with the same policy as intangible assets with finite useful lives described above.



## NOTES TO THE FINANCIAL STATEMENTS

For the Six-month period ended 30 June 2024

### III. SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (CONTINUED)

#### 18. Long-term deferred expenses

Long-term deferred expenses represent expenses incurred that should be borne and amortised more than one year. Long-term deferred expenses are amortised using a straight-line method within the benefit period.

#### 19. Impairment of assets other than inventories and financial assets

The carrying amounts of the following assets are reviewed at each balance sheet date based on internal and external sources of information to determine whether there is any indication of impairment:

- fixed assets
- construction in progress
- right-of-use assets
- intangible assets
- investment properties measured using a cost model
- long-term equity investments
- long-term deferred expenses, etc.

If any indication exists, the recoverable amount of the asset is estimated. In addition, the Group estimates the recoverable amounts of intangible assets not ready for use at least annually and the recoverable amounts of goodwill at each year-end, irrespective of whether there is any indication of impairment. Goodwill is allocated to each asset group or set of asset groups, which is expected to benefit from the synergies of the combination for the purpose of impairment testing.

The recoverable amount of an asset (or asset group, set of asset groups) is the higher of its fair value (see Note III.20) less costs to sell and its present value of expected future cash flows.

An asset group is composed of assets directly related to cash generation and is the smallest identifiable group of assets that generates cash inflows that are largely independent of the cash inflows from other assets or asset groups.

The present value of expected future cash flows of an asset is determined by discounting the future cash flows, estimated to be derived from continuing use of the asset and from its ultimate disposal, to their present value using an appropriate pre-tax discount rate.

## NOTES TO THE FINANCIAL STATEMENTS

*For the Six-month period ended 30 June 2024*

### III. SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (CONTINUED)

#### 19. Impairment of assets other than inventories and financial assets (Continued)

An impairment loss is recognised in profit or loss when the recoverable amount of an asset is less than its carrying amount. A provision for impairment of the asset is recognised accordingly. Impairment losses related to an asset group or a set of asset groups are allocated first to reduce the carrying amount of any goodwill allocated to the asset group or set of asset groups, and then to reduce the carrying amount of the other assets in the asset group or set of asset groups on a pro rata basis. However, such allocation would not reduce the carrying amount of an asset below the highest of its fair value less costs to sell (if measurable), its present value of expected future cash flows (if determinable) and zero.

Once an impairment loss is recognised, it is not reversed in a subsequent period.

#### 20. Fair value measurement

Unless otherwise specified, the Group measures fair value as follows:

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

When measuring fair value, the Group takes into account the characteristics of the particular asset or liability (including the condition and location of the asset and restrictions, if any, on the sale or use of the asset) that market participants would consider when pricing the asset or liability at the measurement date, and uses valuation techniques that are appropriate in the circumstances and for which sufficient data and other information are available to measure fair value. Valuation techniques mainly include the market approach, the income approach and the cost approach.

## NOTES TO THE FINANCIAL STATEMENTS

For the Six-month period ended 30 June 2024

### III. SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (CONTINUED)

#### 21. Revenue recognition

Revenue is the gross inflow of economic benefits arising in the course of the Group's ordinary activities when the inflows result in increase in shareholders' equity, other than increase relating to contributions from shareholders.

Revenue is recognised when the Group satisfies the performance obligation in the contract by transferring the control over relevant goods or services to the customers.

Where a contract has two or more performance obligations, the Group determines the stand-alone selling price at contract inception of the distinct good or service underlying each performance obligation in the contract and allocates the transaction price in proportion to those stand-alone selling prices. The Group recognises as revenue the amount of the transaction price that is allocated to each performance obligation.

The transaction price is the amount of consideration to which the Group expects to be entitled in exchange for transferring promised goods or services to a customer, excluding amounts collected on behalf of third parties. The Group recognises the transaction price only to the extent that it is highly probable that a significant reversal in the amount of cumulative revenue recognised will not occur when the uncertainty associated with the variable consideration is subsequently resolved.

The Group satisfies a performance obligation over time if one of the following criteria is met; or otherwise, a performance obligation is satisfied at a point in time:

- the customer simultaneously receives and consumes the benefits provided by the Group's performance as the Group performs;
- the customer can control the asset created or enhanced during the Group's performance; or
- the Group's performance does not create an asset with an alternative use to it and the Group has an enforceable right to payment for performance completed to date.

## NOTES TO THE FINANCIAL STATEMENTS

*For the Six-month period ended 30 June 2024*

### III. SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (CONTINUED)

#### 21. Revenue recognition (Continued)

For performance obligation satisfied over time, the Group recognises revenue over time by measuring the progress towards complete satisfaction of that performance obligation. When the outcome of that performance obligation cannot be measured reasonably, but the Group expects to recover the costs incurred in satisfying the performance obligation, the Group recognises revenue only to the extent of the costs incurred until such time that it can reasonably measure the outcome of the performance obligation.

The Group determines whether it is a principal or an agent, depending on whether it obtains control of the specified good or service before that good or service is transferred to a customer. The Group is a principal if it controls the specified good or service before that good or service is transferred to a customer, and recognises revenue in the gross amount of consideration to which it has received (or receivable). Otherwise, the Group is an agent, and recognises revenue in the amount of any fee or commission to which it expects to be entitled. The fee or commission is the net amount of consideration that the Group retains after paying the other party the consideration, or is the established amount or proportion.

A contract asset is the Group's right to consideration in exchange for goods or services that it has transferred to a customer when that right is conditional on something other than the passage of time. The Group recognises loss allowances for expected credit loss on contract assets (see Note III.10(6)). Accounts receivable is the Group's right to consideration that is unconditional (only the passage of time is required). A contract liability is the Group's obligation to transfer goods or services to a customer for which the Group has received consideration (or an amount of consideration is due) from the customer.

The following is the description of accounting policies regarding revenue from the Group's principal activities:

##### (1) Toll road income

Toll road income is the income from operating toll road, and is recognized in accordance with amount collected and receivable when a vehicle is passing through.

## NOTES TO THE FINANCIAL STATEMENTS

For the Six-month period ended 30 June 2024

### III. SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (CONTINUED)

#### 21. Revenue recognition (Continued)

##### (2) Construction income

For participation in public infrastructure construction business in the form of PPP, the Group accounts for the construction phase of the project in accordance with the revenue guidelines to determine the Group's status as the primary responsible party. For construction service revenue provided in PPP projects, it is a performance obligation to be performed over time and a contract asset is recognized. The Group recognizes the amount of consideration or the amount of construction revenue recognized for the relevant PPP project assets as intangible assets, and the contract assets recognized during the relevant construction period are presented in the balance sheet under "intangible assets". For construction services that are not completed at the balance sheet date, the Group determines the progress of performance based on the proportion of the cumulative actual costs incurred to the estimated total costs and recognizes revenue over the contract period in accordance with the progress of performance.

##### (3) Income from ancillary service

Ancillary service income is mainly from sales of petroleum products. Income from sales of petroleum products is recognized when control of the petroleum products is transferred.

##### (4) Income from real estate development

Income from real estate development is recognized after the related property procedures are completed and transferred to the customer. The Group shall recognize revenue based on transaction price allocated to the performance obligation when the Group satisfies a performance obligation in the contract, namely, when the customer obtains control over relevant property.

##### (5) Income from sales of electricity

Income from sales of electricity is recognised when electricity is supplied to the grid companies or customers. The Group recognises income from sales of electricity based on the contracted on-grid electricity price (including national tariff subsidies) and the monthly actual on-grid electricity consumption confirmed by the grid companies or customers.

##### (6) Income from advertisement and other services

Income from advertisement and other services are mainly from advertising operation, the revenue shall be recognized within the service period based on the service time and price after providing services.

## NOTES TO THE FINANCIAL STATEMENTS

*For the Six-month period ended 30 June 2024*

### III. SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (CONTINUED)

#### 22. Contract costs

Contract costs are either the incremental costs of obtaining a contract with a customer or the costs to fulfil a contract with a customer.

Incremental costs of obtaining a contract are those costs that the Group incurs to obtain a contract with a customer that it would not have incurred if the contract had not been obtained. The Group recognises as an asset the incremental costs of obtaining a contract with a customer if it expects to recover those costs. Other costs of obtaining a contract are expensed when incurred.

If the costs to fulfil a contract with a customer are not within the scope of inventories or other accounting standards, the Group recognises an asset from the costs incurred to fulfil a contract only if those costs meet all of the following criteria:

- the costs relate directly to an existing contract or to a specifically identifiable anticipated contract, including direct labour, direct materials, allocations of overheads (or similar costs), costs that are explicitly chargeable to the customer and other costs that are incurred only because the Group entered into the contract;
- the costs generate or enhance resources of the Group that will be used in satisfying (or in continuing to satisfy) performance obligations in the future; and
- the costs are expected to be recovered.

Assets recognised for the incremental costs of obtaining a contract and assets recognised for the costs to fulfil a contract (the “assets related to contract costs”) are amortised on a systematic basis that is consistent with the transfer to the customer of the goods or services to which the assets relate and recognised in profit or loss for the current period. The Group recognises the incremental costs of obtaining a contract as an expense when incurred if the amortisation period of the asset that the entity otherwise would have recognised is one year or less.

The Group recognises an impairment loss in profit or loss to the extent that the carrying amount of an asset related to contract costs exceeds:

- remaining amount of consideration that the Group expects to receive in exchange for the goods or services to which the asset relates; less
- the costs that relate directly to providing those goods or services that have not yet been recognised as expenses.

## NOTES TO THE FINANCIAL STATEMENTS

For the Six-month period ended 30 June 2024

### III. SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (CONTINUED)

#### 23. Employee benefits

##### (1) Short-term employee benefits

Employee wages or salaries, bonuses, social security contributions such as medical insurance, work injury insurance, maternity insurance and housing fund, measured at the amount incurred or accrued at the applicable benchmarks and rates, are recognised as a liability as the employee provides services, with a corresponding charge to profit or loss or included in the cost of assets where appropriate.

##### (2) Post-employment benefits – defined contribution plans

Pursuant to the relevant laws and regulations of the People's Republic of China, the Group participated in a defined contribution basic pension insurance plan in the social insurance system established and managed by government organisations. The Group makes contributions to basic pension insurance plans based on the applicable benchmarks and rates stipulated by the government. Basic pension insurance contributions payable are recognised as a liability as the employee provides services, with a corresponding charge to profit or loss or included in the cost of assets where appropriate.

##### (3) Termination benefits

When the Group terminates the employment with employees before the employment contracts expire, or provides compensation under an offer to encourage employees to accept voluntary redundancy, a provision is recognised with a corresponding expense in profit or loss at the earlier of the following dates:

- When the Group cannot unilaterally withdraw the offer of termination benefits because of an employee termination plan or a curtailment proposal;
- When the Group has a formal detailed restructuring plan involving the payment of termination benefits and has raised a valid expectation in those affected that it will carry out the restructuring by starting to implement that plan or announcing its main features to those affected by it.

## NOTES TO THE FINANCIAL STATEMENTS

*For the Six-month period ended 30 June 2024*

### III. SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (CONTINUED)

#### 24. Government grants

Government grants are non-reciprocal transfers of monetary or non-monetary assets from the government to the Group except for capital contributions from the government in the capacity as an investor in the Group.

A government grant is recognised when there is reasonable assurance that the grant will be received and that the Group will comply with the conditions attaching to the grant.

If a government grant is in the form of a transfer of a monetary asset, it is measured at the amount received or receivable. If a government grant is in the form of a transfer of a non-monetary asset, it is measured at fair value.

Government grants related to assets are grants whose primary condition is that the Group qualifying for them should purchase, construct or otherwise acquire long-term assets. Government grants related to income are grants other than those related to assets. A government grant related to an asset is recognised as deferred income and amortised over the useful life of the related asset on a reasonable and systematic manner as other income or non-operating income. A grant that compensates the Group for expenses or losses to be incurred in the future is recognised as deferred income, and included in other income or non-operating income in the periods in which the expenses or losses are recognised. Or included in other income or non-operating income directly.

#### 25. Specific reserve

The Group recognises a safety fund in the specific reserve pursuant to relevant government regulations, with a corresponding increase in the costs of the related products or expenses.

When the safety fund is subsequently used for revenue expenditure, the specific reserve is reduced accordingly. When the safety fund is subsequently used for the construction or acquisition of fixed assets, the Group recognises the capitalised expenditure incurred as the cost of the fixed assets when the related assets are ready for their intended use. In such cases, the specific reserve is reduced by the amount that corresponds to the cost of the fixed assets and the credit side is recognised in the accumulated depreciation with respect to the related fixed assets. Consequently, such fixed assets are not depreciated in subsequent periods.



## NOTES TO THE FINANCIAL STATEMENTS

For the Six-month period ended 30 June 2024

### III. SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (CONTINUED)

#### 26. Income tax

Current tax and deferred tax are recognised in profit or loss except to the extent that they relate to a business combination or items recognised directly in equity (including other comprehensive income).

Current tax is the expected tax payable calculated at the applicable tax rate on taxable income for the year, plus any adjustment to tax payable in respect of previous years.

At the balance sheet date, current tax assets and liabilities are offset only if the Group has a legally enforceable right to set them off and also intends either to settle on a net basis or to realise the asset and settle the liability simultaneously.

Deferred tax assets and deferred tax liabilities arise from deductible and taxable temporary differences respectively, being the differences between the carrying amounts of assets and liabilities for financial reporting purposes and their tax bases, which include the deductible losses and tax credits carried forward to subsequent periods. Deferred tax assets are recognised to the extent that it is probable that future taxable profits will be available against which deductible temporary differences can be utilised.

Deferred tax is not recognised for temporary differences arising from the initial recognition of assets or liabilities in a single transaction that is not a business combination, affects neither accounting profit nor taxable profit (or deductible loss) and does not give rise to equal taxable and deductible temporary differences. Deferred tax is also not recognised for taxable temporary differences arising from the initial recognition of goodwill.

At the balance sheet date, deferred tax is measured based on the tax consequences that would follow from the expected manner of recovery or settlement of the carrying amounts of the assets and liabilities, using tax rates enacted at the balance sheet date that are expected to be applied in the period when the asset is recovered or the liability is settled.

The carrying amount of a deferred tax asset is reviewed at each balance sheet date, and is reduced to the extent that it is no longer probable that the related tax benefits will be utilised. Such reduction is reversed to the extent that it becomes probable that sufficient taxable profits will be available.

## NOTES TO THE FINANCIAL STATEMENTS

*For the Six-month period ended 30 June 2024*

### III. SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (CONTINUED)

#### 26. Income tax (Continued)

At the balance sheet date, deferred tax assets and deferred tax liabilities are offset if all of the following conditions are met:

- the taxable entity has a legally enforceable right to offset current tax liabilities and current tax assets;
- deferred tax assets and deferred tax liabilities relate to income taxes levied by the same tax authority on either the same taxable entity or different taxable entities which intend either to settle the current tax liabilities and current tax assets on a net basis, or to realise the assets and settle the liabilities simultaneously, in each future period in which significant amounts of deferred tax liabilities or deferred tax assets are expected to be settled or recovered.

#### 27. Leases

A contract is a lease if the lessor conveys the right to control the use of an identified asset to lessee for a period of time in exchange for consideration.

At inception of a contract, the Group assesses whether a contract is, or contains, a lease. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration.

To assess whether a contract conveys the right to control the use of an identified asset, the Group assesses whether:

- the contract involves the use of an identified asset. An identified asset may be specified explicitly or implicitly specified in a contract and should be physically distinct, or capacity portion or other portion of an asset that is not physically distinct but it represents substantially all of the capacity of the asset and thereby provides the customer with the right to obtain substantially all of the economic benefits from the use of the asset. If the supplier has a substantive substitution right throughout the period of use, then the asset is not identified;
- the lessee has the right to obtain substantially all of the economic benefits from use of the asset throughout the period of use;
- the lessee has the right to direct the use of the asset.

## NOTES TO THE FINANCIAL STATEMENTS

For the Six-month period ended 30 June 2024

### III. SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (CONTINUED)

#### 27. Leases (Continued)

For a contract that contains more separate lease components, the lessee and the lessor separate lease components and account for each lease component as a lease separately. For a contract that contains lease and non-lease components, the lessee and the lessor separate lease components from non-lease components. For a contract that contains lease and non-lease components, the lessee allocates the consideration in the contract to each lease component on the basis of the relative stand-alone price of the lease component and the aggregate stand-alone price of the non-lease components. The lessor allocates the consideration in the contract in accordance with the accounting policy in Note III.21.

##### (1) As a lessee

The Group recognises a right-of-use asset and a lease liability at the lease commencement date. The right-of-use asset is initially measured at cost, which comprises the initial amount of the lease liability, any lease payments made at or before the commencement date (less any lease incentives received), any initial direct costs incurred and an estimate of costs to dismantle and remove the underlying asset or to restore the site on which it is located or restore the underlying asset to the condition required by the terms and conditions of the lease.

The right-of-use asset is depreciated using the straight-line method. If the lessee is reasonably certain to exercise a purchase option by the end of the lease term, the right-of-use asset is depreciated over the remaining useful lives of the underlying asset. Otherwise, the right-of-use asset is depreciated from the commencement date to the earlier of the end of the useful life of the right-of-use asset or the end of the lease term. Impairment losses of right-of-use assets are accounted for in accordance with the accounting policy described in Note III.19.

The lease liability is initially measured at the present value of the lease payments that are not paid at the commencement date, discounted using the interest rate implicit in the lease or, if that rate cannot be readily determined, the Group's incremental borrowing rate.

A constant periodic rate is used to calculate the interest on the lease liability in each period during the lease term with a corresponding charge to profit or loss or included in the cost of assets where appropriate. Variable lease payments not included in the measurement of the lease liability are charged to profit or loss or included in the cost of assets where appropriate as incurred.

## NOTES TO THE FINANCIAL STATEMENTS

For the Six-month period ended 30 June 2024

### III. SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (CONTINUED)

#### 27. Leases (Continued)

##### (1) As a lessee (Continued)

Under the following circumstances after the commencement date, the Group remeasures lease liabilities based on the present value of revised lease payments:

- there is a change in the amounts expected to be payable under a residual value guarantee;
- there is a change in future lease payments resulting from a change in an index or a rate used to determine those payments;
- there is a change in the assessment of whether the Group will exercise a purchase, extension or termination option, or there is a change in the exercise of the extension or termination option.

When the lease liability is remeasured, a corresponding adjustment is made to the carrying amount of the right-of-use asset, or is recorded in profit or loss if the carrying amount of the right-of-use asset has been reduced to zero.

The Group has elected not to recognise right-of-use assets and lease liabilities for short-term leases that have a lease term of 12 months or less and leases of low-value assets. (A leased asset is of low value individually when it is new). The Group recognises the lease payments associated with these leases in profit or loss or as the cost of the assets where appropriate using the straight-line method over the lease term.

##### (2) As a lessor

The Group determines at lease inception whether each lease is a finance lease or an operating lease. A lease is classified as a finance lease if it transfers substantially all the risks and rewards incidental to ownership of an underlying asset irrespective of whether the legal title to the asset is eventually transferred. An operating lease is a lease other than a finance lease.

When the Group is a sub-lessor, it assesses the lease classification of a sub-lease with reference to the right-of-use asset arising from the head lease, not with reference to the underlying asset. If a head lease is a short-term lease to which the Group applies practical expedient described above, then it classifies the sub-lease as an operating lease.

## NOTES TO THE FINANCIAL STATEMENTS

For the Six-month period ended 30 June 2024

### III. SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (CONTINUED)

#### 27. Leases (Continued)

##### (2) As a lessor (Continued)

Under a finance lease, at the commencement date, the Group recognises the finance lease receivable and derecognises the finance lease asset. The finance lease receivable is initially measured at an amount equal to the net investment in the lease. The net investment in the lease is measured at the aggregate of the unguaranteed residual value and the present value of the lease receivable that are not received at the commencement date, discounted using the interest rate implicit in the lease.

The Group recognises finance income over the lease term, based on a pattern reflecting a constant periodic rate of return. The derecognition and impairment of the finance lease receivable are recognised in accordance with the accounting policy in Note III.10. Variable lease payments not included in the measurement of net investment in the lease are recognised as income as they are earned.

Lease receipts from operating leases is recognised as income using the straight-line method over the lease term. The initial direct costs incurred in respect of the operating lease are initially capitalised and subsequently amortised in profit or loss over the lease term on the same basis as the lease income. Variable lease payments not included in lease receipts are recognised as income as they are earned.

#### 28. Profit distributions

Dividends or profit distributions proposed in the profit appropriation plan, which will be approved after the balance sheet date, are not recognised as a liability at the balance sheet date but are disclosed in the notes separately.

#### 29. Related parties

If a party has the power to control, jointly control or exercise significant influence over another party, or where two or more parties are subject to common control or joint control from another party, they are considered to be related parties. Related parties may be individuals or enterprises. Enterprises with which the Company is under common control only from the State and that have no other related party relationships are not regarded as related parties.

In addition to the related parties stated above, the Company determines related parties based on the disclosure requirements of Administrative Procedures on the Information Disclosures of Listed Companies issued by the CSRC.

## NOTES TO THE FINANCIAL STATEMENTS

For the Six-month period ended 30 June 2024

### III. SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (CONTINUED)

#### 30. Segment reporting

Reportable segments are identified based on operating segments which are determined based on the structure of the Group's internal organisation, management requirements and internal reporting system after taking the materiality principle into account. Two or more operating segments may be aggregated into a single operating segment if the segments have the similar economic characteristics and are same or similar in respect of the nature of each segment's products and services, the nature of production processes, the types or classes of customers for the products and services, the methods used to distribute the products or provide the services, and the nature of the regulatory environment.

Inter-segment revenues are measured on the basis of the actual transaction prices for such transactions for segment reporting. Segment accounting policies are consistent with those for the consolidated financial statements.

#### 31. Significant accounting estimates and judgements

The preparation of the financial statements requires management to make estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates. Estimates as well as underlying assumptions and uncertainties involved are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised and in any future periods affected.

##### (1) Significant accounting estimates

Except for accounting estimates relating to depreciation and amortisation of assets such as fixed assets and intangible assets (see Notes III.14 and 17) and provision for impairment of various types of assets (see Notes V.4, 6, 7, 11, 14, 15, 16, 17, 18, 19 and Notes XVI.1, 2). Other significant accounting estimates are as follows:

- (a) Note V.20: Recognition of deferred tax assets;
- (b) Note X: Fair value measurements of financial instruments.

##### (2) Significant accounting judgements

Significant judgements made by the Group in the application of accounting policies are as follows:

Notes VII.1(1) and 2(1): Significant judgements and assumptions in determining control, joint control or significant influence over other entity.

## NOTES TO THE FINANCIAL STATEMENTS

For the Six-month period ended 30 June 2024

### III. SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (CONTINUED)

#### 32. Changes in significant accounting policies and accounting estimates

##### (1) Description of and reasons for changes in accounting policies

In 2024, the Group has adopted the revised accounting requirements and guidance under CASs newly issued by the Ministry of Finance (“MOF”), including:

Provisions on “the division of current liabilities and non current liabilities” in the Accounting Standards for Business Enterprises Interpretation No. 17 (CK [2013] No. 21) (hereinafter referred to as “Interpretation No. 17”).

##### (a) Main impacts of the Group’s adoption of the above regulations and guidelines

According to Interpretation No. 17, when the Group classifies the liquidity of liabilities, it only considers whether the Group has the substantive right to postpone the settlement of liabilities to more than one year after the balance sheet date (hereinafter referred to as “the right to postpone the settlement of liabilities”), without considering whether the Group has the subjective possibility of exercising the above rights.

For the liabilities arising from the Group’s loan arrangements, if the right of the Group to postpone the repayment of the liabilities depends on whether the Group has complied with the conditions specified in the loan arrangements (hereinafter referred to as “contractual conditions”), the Group only considers the contractual conditions that should be complied with on or before the balance sheet date when dividing the liquidity of related liabilities, Without considering the impact of contractual conditions that the Group should follow after the balance sheet date.

If the Group classifies the above options as equity instruments and recognizes them separately as equity components of composite financial instruments in accordance with the Accounting Standards for Business Enterprises No. 37- Presentation of financial instruments, the liquidity division of the liabilities that the Group pays off by delivering its own equity instruments at the option of the counterparty will not be affected; On the contrary, if the above options cannot be classified into equity instruments, it will affect the liquidity division of the liability.

The adoption of this provision has no significant impact on the Group’s financial position and operating results.

## NOTES TO THE FINANCIAL STATEMENTS

For the Six-month period ended 30 June 2024

### IV. TAXATION

#### 1. Main types of taxes and corresponding tax rates

Tax type	Tax basis	Tax rate
Value-added tax (VAT)	Output VAT is calculated on product sales and taxable services revenue. The basis for VAT payable is to deduct input VAT from the output VAT for the period	3%-13%
City maintenance and construction tax	Based on VAT paid	5%-7%
Land appreciation tax	Based on appreciation amount on property sold and applicable tax rate	Progressive rates ranging from 30%-60%
Corporate income tax	Based on taxable profits	25%, except Note 2

Except the subsidiaries mentioned in Note 2 below are entitled to the preferential tax rates and Jiangsu Expressway International (Hong Kong) Company Limited ("Ninghu International") is entitled to a statutory tax rate of 16.5%, the income tax rate applicable to the Company and other subsidiaries for the year is 25% (2023: 25%).



## NOTES TO THE FINANCIAL STATEMENTS

For the Six-month period ended 30 June 2024

### IV. TAXATION (CONTINUED)

#### 2. Subsidiaries with preferential tax rates

Company name	Preferential tax rate	Reason
Jiangsu Wufengshan Bridge Co., Ltd. ("Wufengshan Bridge")	12.5%	3-year exemption and 3-year half payment
Jiangsu Communications Holding Rudong Offshore Wind Power Co., Ltd. ("Rudong Company")	12.5%	3-year exemption and 3-year half payment
Wuxi Jingcheng Advertising Co., Ltd. ("Jingcheng Advertising")	5%	Small and micro enterprise
Kunshan Fengyuan Real Estate Development Co., Ltd. ("Kunshan Fengyuan")	5%	Small and micro enterprise
Jiangsu Communications Holding Clean Energy Xuzhou Co., Ltd. ("Xuzhou Clean Energy")	5%	Small and micro enterprise
Jiangsu Communications Holding Clean Energy Tongshan Co., Ltd. ("Tongshan Clean Energy")	5%	Small and micro enterprise
Jiangsu Communications Holding Fengxian Agricultural Technology Co., Ltd. ("Agricultural Technology")	5%	Small and micro enterprise
Liyang Youke Energy Co., Ltd. ("Liyang Youke")	5%	Small and micro enterprise
Changzhou Jintan Heyi New Energy Technology Co., Ltd. ("Jintan Heyi")	5%	Small and micro enterprise
Jiangsu Communications Holding Clean Energy Suqian Co., Ltd. ("Suqian Clean Energy")	5%	Small and micro enterprise

## NOTES TO THE FINANCIAL STATEMENTS

For the Six-month period ended 30 June 2024

### V. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

#### 1. Cash at bank and on hand

Item	30 June 2024	31 December 2023
Cash on hand	59,374.34	65,617.50
Deposits with banks	291,766,290.03	541,811,607.73
Other monetary funds	3,924,879.46	22,480,550.00
Cash deposited in the finance company	394,748,730.57	297,803,298.83
Total	690,499,274.40	862,161,074.06

As at 30 June 2024, cash deposited in the finance company include security deposits for notes of RMB10,007,500.00 (31 December 2023: other monetary funds of RMB20,987,333.33, Cash deposited in the finance company include security deposits for notes of RMB7,240,000.00). The rest of other monetary funds are mainly funds in transit, etc.

#### 2. Financial assets held for trading

Item	Notes	30 June 2024	31 December 2023
Financial assets at fair value through profit or loss		5,373,843,449.30	3,663,586,404.72
Including: Financial products	(1)	5,348,000,000.00	3,637,000,000.00
Others	(2)	25,843,449.30	26,586,404.72
Total		5,373,843,449.30	3,663,586,404.72

##### (1) Financial products

The Group invests its spare funds in financial products issued by banks and other financial institutions. These financial products usually have preset maturity and expected rate of return, and have a wide range of investments, including government and corporate bonds, central bank bills, money market funds and other listed and unlisted equity securities in China. The Group classifies them as financial assets measured at fair value through profit and loss, and listed them as financial assets held for trading.

##### (2) Others

Other held-for trading financial asset mainly includes fund investment and stock investment. The Group classifies them as financial assets measured at fair value through profit and loss, and listed them as financial assets held for trading.

## NOTES TO THE FINANCIAL STATEMENTS

For the Six-month period ended 30 June 2024

### V. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

#### 3. Bills receivable

##### (1) Classification of bills receivable

Item	30 June 2024	31 December 2023
Bank acceptance bills	14,196,578.12	8,663,103.00
Less: Provision for bad and doubtful debts	—	—
Total	14,196,578.12	8,663,103.00

All of the above bills are due within one year.

##### (2) The pledged bills receivable of the Group at the end of the period

As at 30 June 2024, the Group had no pledged bills receivable (31 December 2023: none).

##### (3) Outstanding endorsed or discounted bills that have not matured at the end of the period

As at 30 June 2024, there is no outstanding endorsed or discounted bills receivable that have not matured (31 December 2023: none).

## NOTES TO THE FINANCIAL STATEMENTS

For the Six-month period ended 30 June 2024

### V. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

#### 4. Accounts receivable

(1) Accounts receivable by customer type are as follows

Type	30 June 2024	31 December 2023
Amounts due from related parties	<b>274,349,296.88</b>	299,928,142.43
Amounts due from third parties	<b>1,686,517,657.05</b>	1,385,055,928.22
Sub-total	<b>1,960,866,953.93</b>	1,684,984,070.65
Less: Provision for bad and doubtful debts	<b>50,062,285.42</b>	34,953,770.43
Total	<b>1,910,804,668.51</b>	1,650,030,300.22

(2) The ageing analysis of accounts receivable is as follows

Ageing	30 June 2024	31 December 2023
Within 1 year (inclusive)	<b>1,067,269,354.65</b>	1,000,359,573.16
Over 1 year but within 2 years (inclusive)	<b>408,081,674.59</b>	381,557,486.70
Over 2 years but within 3 years (inclusive)	<b>329,459,377.51</b>	245,676,090.60
Over 3 years but within 4 years (inclusive)	<b>116,754,104.81</b>	33,412,895.56
Over 4 years	<b>39,302,442.37</b>	23,978,024.63
Sub-total	<b>1,960,866,953.93</b>	1,684,984,070.65
Less: Provision for bad and doubtful debts	<b>50,062,285.42</b>	34,953,770.43
Total	<b>1,910,804,668.51</b>	1,650,030,300.22

The ageing is counted starting from the date when accounts receivable are recognised.

## NOTES TO THE FINANCIAL STATEMENTS

For the Six-month period ended 30 June 2024

### V. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

#### 4. Accounts receivable (Continued)

##### (3) Accounts receivable by provisioning method

Category	30 June 2024					31 December 2023				
	Book value		Provision for bad and doubtful debts		Carrying amount	Book value		Provision for bad and doubtful debts		Carrying amount
	Amount	Percentage (%)	Amount	Percentage (%)		Amount	Percentage (%)	Amount	Percentage (%)	
Individual assessment	1,710,232.43	0.09	1,710,232.43	100	-	1,710,232.43	0.10	1,710,232.43	100.00	-
Collective assessment	1,959,156,721.50	99.91	48,352,052.99	2.47	1,910,804,668.51	1,683,273,838.22	99.90	33,243,538.00	1.97	1,650,030,300.22
- Toll road fees receivable and others	655,439,905.71	33.42	771,796.97	0.12	654,668,108.74	579,400,796.56	34.39	769,672.07	0.13	578,631,124.49
- Electricity fees receivable	1,303,716,815.79	66.49	47,580,256.02	3.65	1,256,136,559.77	1,103,873,041.66	65.51	32,473,865.93	2.94	1,071,399,175.73
<b>Total</b>	<b>1,960,866,953.93</b>	<b>100.00</b>	<b>50,062,285.42</b>	<b>2.55</b>	<b>1,910,804,668.51</b>	<b>1,684,984,070.65</b>	<b>100.00</b>	<b>34,953,770.43</b>	<b>2.07</b>	<b>1,650,030,300.22</b>

As at 30 June 2024, the Group had no significant individually bad debt provisioned accounts receivable (31 December 2023: None).

##### (4) Movements of provisions for bad and doubtful debts

	30 June 2024	31 December 2023
Balance at the beginning of the period	34,953,770.43	14,522,231.20
Additions during the period	15,129,760.64	21,458,122.01
Recoveries or reversals during the period	(21,245.65)	(1,026,582.78)
Balance at the end of the period	<b>50,062,285.42</b>	<b>34,953,770.43</b>

##### (5) Five largest accounts receivable by debtor at the end of the period

The total of five largest accounts receivable of the Group at the end of the period is RMB1,728,223,886.93, according for 88.14% of the total accounts receivable, and the corresponding balance of provision for bad and doubtful debts is RMB47,474,007.59.

##### (6) Derecognition of accounts receivable due to transfer of financial assets

The Group has no accounts receivable derecognition due to transfer to financial assets this period (2023: none).

##### (7) Assets and liabilities recognised due to the transfer with continuing involvement of accounts receivable

The Group does not transfer receivables this period and continues to involve in the formation of assets and liabilities (2023: none).

## NOTES TO THE FINANCIAL STATEMENTS

For the Six-month period ended 30 June 2024

### V. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

#### 5. Prepayments

##### (1) Prepayments by category

Item	30 June 2024	31 December 2023
Prepayments	9,075,949.17	6,112,638.02
Total	9,075,949.17	6,112,638.02

##### (2) The ageing analysis of prepayments is as follows

Ageing	30 June 2024		31 December 2023	
	Amount	Percentage (%)	Amount	Percentage (%)
Within 1 year (inclusive)	9,045,642.17	99.67	5,853,638.07	95.77
Over 1 year but within 2 years (inclusive)	–	–	212,310.95	3.47
Over 2 years but within 3 years (inclusive)	25,000.00	0.27	2,000.00	0.03
Over 3 years	5,307.00	0.06	44,689.00	0.73
Total	9,075,949.17	100.00	6,112,638.02	100.00

The ageing is counted starting from the date when prepayments are recognised.

##### (3) Five largest prepayments by debtor at the end of the period

Name of entity	Amount	Proportion of the amount to the total prepayment (%)
Nanjing Huahong Engineering Cost Consulting Co., Ltd (南京華弘工程造價諮詢房地產估價有限公司)	1,300,000.00	14.32
Jiangsu Electric Power Company Nantong Power Supply Branch Company (國網江蘇省電力有限公司南通供電分公司)	898,873.11	9.90
Jiangsu Electric Power Company Wuxi Power Supply Branch Company (國網江蘇省電力有限公司無錫供電分公司)	807,254.91	8.89
Nanjing Tianzhong Automobile Sales Service Co., Ltd (南京天眾汽車銷售服務有限公司)	512,700.00	5.65
The Jiangyin Branch of China Petroleum and Chemical Corporation (中國石化銷售股份有限公司江蘇江陰石油分公司)	494,445.15	5.45
Total	4,013,273.17	44.21

## NOTES TO THE FINANCIAL STATEMENTS

For the Six-month period ended 30 June 2024

### V. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

#### 6. Other receivables

	Notes	30 June 2024	31 December 2023
Dividends receivable	(1)	<b>53,453,041.43</b>	19,262,901.83
Others	(2)	<b>241,440,662.32</b>	42,326,815.71
Total		<b>294,893,703.75</b>	61,589,717.54

#### (1) Dividends receivable

Investee	30 June 2024	31 December 2023
Jiangsu Kuailu Motor Transport Co., Ltd. ("Kuailu Company")	<b>4,989,960.00</b>	4,989,960.00
Longyuan Donghai Wind Power Co., Ltd. ("Longyuan Donghai")	<b>14,272,941.83</b>	14,272,941.83
Jiangsu Yangtze Bridge Company ("Yangtze Bridge Company")	<b>34,190,139.60</b>	–
Total	<b>53,453,041.43</b>	19,262,901.83

#### (2) Others

##### (a) Others by customer type

Customer type	30 June 2024	31 December 2023
Amounts due from related parties	<b>5,669,992.67</b>	5,912,674.20
Amounts due from third parties	<b>235,897,642.63</b>	52,353,254.51
Sub-total	<b>241,567,635.30</b>	58,265,928.71
Less: Provision for bad and doubtful debts	<b>126,972.98</b>	15,939,113.00
Total	<b>241,440,662.32</b>	42,326,815.71

## NOTES TO THE FINANCIAL STATEMENTS

For the Six-month period ended 30 June 2024

### V. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

#### 6. Other receivables (Continued)

##### (2) Others (Continued)

##### (b) The ageing analysis is as follows

Ageing	30 June 2024	31 December 2023
Within 1 year (inclusive)	<b>204,510,424.43</b>	4,412,677.96
Over 1 year but within 2 years (inclusive)	<b>2,480,200.00</b>	2,700,773.76
Over 2 years but within 3 years (inclusive)	<b>312,503.19</b>	16,857,772.16
Over 3 years	<b>34,264,507.68</b>	34,294,704.83
Sub-total	<b>241,567,635.30</b>	58,265,928.71
Less: Provision for bad and doubtful debts	<b>126,972.98</b>	15,939,113.00
Total	<b>241,440,662.32</b>	42,326,815.71

The ageing is counted starting from the date when other receivables are recognised.

##### (c) Others by provisioning method

Category	30 June 2024					31 December 2023				
	Book value		Provision for bad and doubtful debts		Carrying amount	Book value		Provision for bad and doubtful debts		Carrying amount
	Amount	Percentage (%)	Amount	Percentage (%)		Amount	Percentage (%)	Amount	Percentage (%)	
Individual assessment	-	-	-	-	-	15,812,140.02	27.14	15,812,140.02	100	-
Collective assessment	<b>241,567,635.30</b>	<b>100</b>	<b>126,972.98</b>	<b>0.05</b>	<b>241,440,662.32</b>	42,453,788.69	72.86	126,972.98	0.3	42,326,815.71
Total	<b>241,567,635.30</b>	<b>100</b>	<b>126,972.98</b>	<b>0.05</b>	<b>241,440,662.32</b>	58,265,928.71	100	15,939,113.00	21.63	42,326,815.71



## NOTES TO THE FINANCIAL STATEMENTS

For the Six-month period ended 30 June 2024

### V. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

#### 6. Other receivables (Continued)

##### (2) Others (Continued)

##### (d) Movements of provisions for bad and doubtful debts

	30 June 2024				31 December 2023			
	Stage 1	Stage 2	Stage 3	Total	Stage 1	Stage 2	Stage 3	Total
		Lifetime ECL	Lifetime ECL			Lifetime ECL	Lifetime ECL	
	12-month ECL	- Not credit impaired	- Credit impaired		12-month ECL	- Not credit impaired	-Credit impaired	
1. Provision								
Balance at the beginning of the period	126,972.98	-	15,812,140.02	15,939,113.00	126,972.98	-	15,812,140.02	15,939,113.00
Transfer to stage 2	-	-	-	-	-	-	-	-
Transfer to stage 3	-	-	-	-	-	-	-	-
Reverse to stage 2	-	-	-	-	-	-	-	-
Reverse to stage 1	-	-	-	-	-	-	-	-
Additions during the period	-	-	-	-	-	-	-	-
Reversals during the period	-	-	15,000,000.00	15,000,000.00	-	-	-	-
Written-off during the period	-	-	812,140.02	812,140.02	-	-	-	-
Balance at the end of the period	126,972.98	-	-	126,972.98	126,972.98	-	15,812,140.02	15,939,113.00
2. Balance of other accounts receivable at the end of the period	241,567,635.30	-	-	241,567,635.30	42,453,788.69	-	15,812,140.02	58,265,928.71
3. Percentage for the provision	0.05%	-	-	0.05%	0.30%	-	100.00%	27.36%

## NOTES TO THE FINANCIAL STATEMENTS

For the Six-month period ended 30 June 2024

### V. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

#### 6. Other receivables (Continued)

##### (2) Others (Continued)

##### (e) Others categorised by nature

Nature of other receivables	30 June 2024	31 December 2023
Compensation received from the resumption of Luma Highway	196,189,700.00	–
Landlord maintenance funds	18,215,822.50	18,059,467.25
Amounts of investment clearance	–	15,812,140.02
Project funds borrowed in advance	6,088,716.00	6,651,121.50
Petty cash	3,109,812.00	3,884,765.66
Mortgage deposits for housing fund loan	–	417,000.00
Others	17,963,584.80	13,441,434.28
Sub-total	241,567,635.30	58,265,928.71
Less: Provision for bad and doubtful debts	126,972.98	15,939,113.00
Total	<u>241,440,662.32</u>	<u>42,326,815.71</u>

##### (f) Five largest others-by debtor at the end of the period

Debtor	Nature of the receivable	Balance at the end of the period	Ageing	Percentage of ending balance of others (%)	Ending balance of provision for bad and doubtful debts
Wuxi Municipal Transportation Bureau (Wuxi Local Railway Construction Office) (無錫市交通運輸局(無錫市地方鐵路建設辦公室))	Compensation received from the resumption of Luma Highway	196,189,700.00	Within 1 year	81.22	–
Department China Construction Eighth Engineering Division Corp. Ltd. (中國建築第八工程局有限公司)	Project funds borrowed in advance	6,088,716.00	More than 3 years	2.52	–
Jiangsu Lord Equity Investment Fund Management Co., Ltd. (江蘇洛德股權投資基金管理有限公司)	Advance project funds	5,598,493.35	More than 3 years	2.32	–
Jiangsu Provincial Transportation Engineering Construction Bureau (江蘇省交通工程建設局)	Advance project funds	439,791.51	1-3 years	0.18	–
Nanjing Guohao Decoration and Installation Engineering Co., Ltd (南京國豪裝飾安裝工程股份有限公司)	Advance project funds	336,104.91	More than 3 years	0.14	–
Total		<u>208,652,805.77</u>		<u>86.38</u>	<u>–</u>

## NOTES TO THE FINANCIAL STATEMENTS

For the Six-month period ended 30 June 2024

### V. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

#### 7. Inventories

##### Inventories by category

Item	30 June 2024			31 December 2023		
	Book value	Provision for impairment of inventories	Carrying amount	Book value	Provision for impairment of inventories	Carrying amount
Properties under development	423,817,681.84	-	423,817,681.84	417,504,929.42	-	417,504,929.42
Properties for sales	1,698,804,277.70	-	1,698,804,277.70	1,798,726,207.47	-	1,798,726,207.47
Spare parts for repair and maintenance	3,488,699.23	-	3,488,699.23	5,116,970.50	-	5,116,970.50
Petrol	18,840,749.55	-	18,840,749.55	16,898,558.83	-	16,898,558.83
Total	<u>2,144,951,408.32</u>	<u>-</u>	<u>2,144,951,408.32</u>	<u>2,238,246,666.22</u>	<u>-</u>	<u>2,238,246,666.22</u>

As at 30 June 2024, there are no inventories pledged as security by the Group (31 December 2023: none).

Details of properties under development are as follows

Project Name	Commencement date	Estimated completion date	Estimated total investment	31 December 2023	30 June 2024
Baohua Hongyan Community Plot A Project	September 2018	Postponed	2,455,800,000.00	378,940,961.95	383,515,599.65
Huaqiao Urban Core Project	December 2012	December 2025	3,089,100,000.00	38,563,967.47	40,302,082.19
Total			<u>5,544,900,000.00</u>	<u>417,504,929.42</u>	<u>423,817,681.84</u>

Details of properties for sales are as follows

Project Name	Completion date	1 January 2024	Increase	Decrease	30 June 2024
Suzhou Qingyuan	December 2013	138,559,298.70	-	34,306,256.10	104,253,042.60
Baohua Hongyan Community Plot B Project	November 2016	138,933,017.00	-	-	138,933,017.00
Huaqiao Urban Core Project	December 2019	410,520,297.80	-	5,329,859.00	405,190,438.80
Suzhou Nanmen Road G25 Project	September 2022	8,824,289.48	-	4,810,835.62	4,013,453.86
Hanrui Center	June 2021	1,101,889,304.49	4,218,922.95	59,693,902.00	1,046,414,325.44
Total		<u>1,798,726,207.47</u>	<u>4,218,922.95</u>	<u>104,140,852.72</u>	<u>1,698,804,277.70</u>

## NOTES TO THE FINANCIAL STATEMENTS

For the Six-month period ended 30 June 2024

### V. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

#### 8. Non-current assets due within one year

Item	30 June 2024	31 December 2023
Long-term receivables due within one year	<b>59,861,820.93</b>	119,723,641.87
Sub-total	<b>59,861,820.93</b>	119,723,641.87
Less: Provision for impairment	—	—
Total	<b><u>59,861,820.93</u></b>	<b><u>119,723,641.87</u></b>

#### 9. Other current assets

Item	Note	30 June 2024	31 December 2023
Input VAT to be deducted		<b>87,385,303.43</b>	24,161,317.41
Prepaid enterprise income tax		<b>56,231,154.35</b>	62,316,185.62
Prepaid taxes and levies related to pre-sale of real estate		<b>39,424,795.65</b>	40,094,326.05
Others		<b>27,497.65</b>	87,220.29
Sub-total		<b>183,068,751.08</b>	126,659,049.37
Less: Provision for impairment		—	—
Total		<b><u>183,068,751.08</u></b>	<b><u>126,659,049.37</u></b>

## NOTES TO THE FINANCIAL STATEMENTS

For the Six-month period ended 30 June 2024

### V. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

#### 10. Long-term receivables

Item	Note	30 June 2024			31 December 2023			Range of discount rate
		Book value	Provision for bad and doubtful debts	Carrying amount	Book value	Provision for bad and doubtful debts	Carrying amount	
Receivables from sales of properties		119,298,675.73	-	119,298,675.73	179,160,496.67	-	179,160,496.67	3.65%
Including: Unearned finance income		4,307,624.27	-	4,307,624.27	6,445,803.33	-	6,445,803.33	
Sub-total		119,298,675.73	-	119,298,675.73	179,160,496.67	-	179,160,496.67	
Less: Due within one year	V.8	59,861,820.93	-	59,861,820.93	119,723,641.87	-	119,723,641.87	
Total		59,436,854.80	-	59,436,854.80	59,436,854.80	-	59,436,854.80	

#### 11. Long-term equity investments

##### (1) Long-term equity investments by category

Item	30 June 2024	31 December 2023
Investments in joint ventures	12,543,243.16	11,740,240.97
Investments in associates	12,330,229,446.53	11,870,842,935.76
Sub-total	12,342,772,689.69	11,882,583,176.73
Less: Provision for impairment	-	-
Total	12,342,772,689.69	11,882,583,176.73

## NOTES TO THE FINANCIAL STATEMENTS

*For the Six-month period ended 30 June 2024*

### V. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

#### 11. Long-term equity investments (Continued)

(2) Movements of long-term equity investments during the period are as follows:

Investee (Note 1)	Balance at the beginning of the period	Movements during the period						Balance at the end of the period	Balance of provision for impairment at the end of the period
		Increase in capital	Decrease in capital	Investment income recognised under equity method	Other comprehensive income	Declared distribution of cash profits	Provision for impairment		
Joint ventures									
Jiangsu Nengtou Xincheng Photovoltaic Power Generation Co., Ltd. ("Nengtou Xincheng")	11,740,240.97	-	-	803,002.19	-	-	-	12,543,243.16	-
Sub-total	11,740,240.97	-	-	803,002.19	-	-	-	12,543,243.16	-
Associates									
Jiangsu Yuexin Ninghu Gas Co., Ltd. ("Yuexin Ninghu Company")	13,223,802.52	-	-	1,247,121.27	-	-	-	14,470,923.79	-
Jiangsu Sundian Road & Bridge Co., Ltd. ("Sundian Road & Bridge Company")	271,391,083.76	-	-	3,819,997.71	-	-	-	275,211,081.47	-
Jiangsu Expressway Network Operation & Management Center ("Network Operation Company")	65,750,096.33	-	-	2,805,868.67	-	-	-	68,555,965.00	-
Jiangsu Yangtze Bridge Co., Ltd. ("Yangtze Bridge Company")	2,582,271,546.26	-	-	191,852,876.38	10,788,952.91	(34,190,139.60)	-	2,750,723,235.95	-
Luode Fund Company	23,252,730.65	-	-	(378,975.82)	-	-	-	22,873,754.83	-
Jiangsu Communication Culture and Media Co., Ltd. ("Culture Media")	81,729,939.39	-	-	2,547,622.16	-	-	-	84,277,561.55	-
Longyuan Donghai	75,874,442.37	-	-	6,376,728.09	-	-	-	82,251,170.46	-
Zijin Trust Co., Ltd. ("Zijin Trust")	2,248,944,091.90	-	-	32,730,030.00	-	-	-	2,281,674,121.90	-
Jiangsu Communications Holding Group Finance Co., Ltd. ("Group Finance Company")	731,879,737.54	-	-	17,835,863.12	-	(12,500,000.00)	-	737,215,600.66	-

## NOTES TO THE FINANCIAL STATEMENTS

For the Six-month period ended 30 June 2024

### V. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

#### 11. Long-term equity investments (Continued)

##### (2) Movements of long-term equity investments during the period are as follows: (Continued)

Investee (Note 1)	Balance at the beginning of the period	Movements during the period					Balance at the end of the period	Balance of provision for impairment at the end of the period	
		Increase in capital	Decrease in capital	Investment income recognised under equity method	Other comprehensive income	Declared distribution of cash profits			Provision for impairment
Suzhou Expressway Management Co., Ltd ("Suzhou Expressway Management")	2,233,005,652.45	-	-	66,338,869.97	-	-	-	2,299,344,522.42	-
Suzhou Nanlin Hotel Co., Ltd. ("Nanlin Hotel")	173,698,514.30	-	-	1,585,003.35	-	-	-	175,283,517.65	-
Three Gorges New Energy Nantong Co., Ltd. ("Three Gorges Nantong")	478,448,428.24	-	-	41,612,651.84	-	-	-	520,061,080.08	-
Jiangsu Yanjiang Company Co., Ltd. ("Yanjiang Company")	2,861,987,752.33	-	-	115,570,491.68	-	-	-	2,977,558,244.01	-
Kuailu Company	29,385,117.72	-	-	183,549.04	-	-	-	29,568,666.76	-
Three Gorges Spruce Taizhou Hailing Power Generation Co., Ltd	-	360,000.00	-	-	-	-	-	360,000.00	-
Three Gorges New Energy Taizhou Power Generation Co., Ltd	-	10,800,000.00	-	-	-	-	-	10,800,000.00	-
Sub-total	11,870,842,935.76	11,160,000.00	-	484,127,697.46	10,788,952.91	(46,690,139.60)	-	12,330,229,446.53	-
Total	11,882,583,176.73	11,160,000.00	-	484,930,699.65	10,788,952.91	(46,690,139.60)	-	12,342,772,689.69	-

Note 1: The foregoing companies are all unlisted company registered in PRC (Note VII.2).

## NOTES TO THE FINANCIAL STATEMENTS

For the Six-month period ended 30 June 2024

### V. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

#### 12. Investments in other equity instruments

Item	Movements during the period						Dividend income recognised for the period	Accumulated gains recognised in other comprehensive income	Accumulated losses recognised in other comprehensive income	Reason for being designated at fair value through other comprehensive income	
	Balance at the beginning of the period	Increase in capital	Decrease in capital	Accumulated gains recognised in other comprehensive income	Accumulated losses recognised in other comprehensive income	Others					Balance at the end of the period
Bank of Jiangsu Co., Ltd. ("Bank of Jiangsu") (Note 1)	5,237,405,652.00	-	-	579,324,392.00	-	-	5,816,730,044.00	367,949,276.00	1,187,199,216.56	-	Non-tradable investment in other equity instruments
Jiangsu Financial Leasing Co., Ltd. ("Jiangsu Financial Leasing") (Note 2)	1,585,584,000.00	-	-	68,796,000.00	-	-	1,654,380,000.00	104,832,000.00	1,383,481,543.11	-	Non-tradable investment in other equity instruments
Total	<u>6,822,989,652.00</u>	<u>-</u>	<u>-</u>	<u>648,120,392.00</u>	<u>-</u>	<u>-</u>	<u>7,471,110,044.00</u>	<u>472,781,276.00</u>	<u>2,570,680,759.67</u>	<u>-</u>	<u>/</u>

Note 1: This represents the ordinary shares of A-share listed company Bank of Jiangsu Co., Ltd. held by the Group. Bank of Jiangsu was listed in 2016. The Group designated it as a financial asset measured at fair value through other comprehensive income ("FVTOCI"), and subsequent changes in fair values are included in other comprehensive income.

Note 2: It is a restricted outstanding shares of A-share listed company Jiangsu Financial Leasing held by the Group. Jiangsu Financial Leasing was listed in 2018, the Group designated it as a financial asset measured at fair value through other comprehensive income ("FVTOCI"), and subsequent changes in fair values are included in other comprehensive income.

#### 13. Other non-current financial assets

Item	30 June 2024	31 December 2023
Financial assets at fair value through profit or loss	<b>2,855,589,449.77</b>	2,912,377,965.03
Including: Equity Interest Investment in partnership		
Suzhou Industrial Park Guochuang Kaiyuan Phase II Investment Center LLP	<b>1,562,690,034.26</b>	1,679,195,170.11
Nanjing Luode Zhongbei Zhiyuan Equity Investment LLP	<b>245,029,750.56</b>	245,139,994.59
Nanjing Luode Huizhi Equity Investment LLP	<b>383,503,660.31</b>	418,287,961.17
Convertible Bonds		
Jiangsu Financial Leasing	<b>664,366,004.64</b>	569,754,839.16
Total	<b><u>2,855,589,449.77</u></b>	<u>2,912,377,965.03</u>



## NOTES TO THE FINANCIAL STATEMENTS

For the Six-month period ended 30 June 2024

### V. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

#### 14. Investment properties

The investment properties are subsequently measured using the cost model:

	<b>Plant and buildings</b>
Cost	
Balance at the beginning of the period	317,194,910.35
Additions during the period	1,336,003.10
– Transfers from inventories	1,336,003.10
Decreases during the period	
– Transfers to inventories	–
Balance at the end of the period	318,530,913.45
Accumulated depreciation	
Balance at the beginning of the period	28,208,196.55
Charge for the period	4,609,017.20
Decrease for the period	–
Balance at the end of the period	32,817,213.75
Carrying amounts	
At the end of the period	285,713,699.70
At the beginning of the period	<u>288,986,713.80</u>

As at 30 June 2024, the Group has no investment properties pending certificates of ownership (31 December 2023: none).

As at 30 June 2024, the Group has no investment properties pledged or mortgaged as security (31 December 2023: none).

#### 15. Fixed assets

<b>Item</b>	<b>30 June 2024</b>	<b>31 December 2023</b>
Fixed assets	<b>7,348,151,037.09</b>	7,593,070,057.20
Fixed asset liquidation	<b>191,949.04</b>	1,974,853.85
Total	<b><u>7,348,342,986.13</u></b>	<u>7,595,044,911.05</u>

## NOTES TO THE FINANCIAL STATEMENTS

For the Six-month period ended 30 June 2024

## V. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

## 15. Fixed assets (Continued)

## (1) Fixed assets

Item	Plant & buildings	Safety equipment	Communication and surveillance equipment	Machinery & equipment	Electronic equipment	Motor vehicles	Office & other equipment	Total
Cost								
Balance at the beginning of the period	3,645,588,818.77	1,111,423,502.19	1,088,940,996.63	5,466,104,222.03	424,322,837.27	60,735,630.65	127,878,211.59	11,924,994,219.13
Additions during the period	3,696,263.95	35,329.04	29,251,305.97	40,338,815.71	2,024,200.12	-	92,087.08	75,438,001.87
- Purchases	1,246,977.18	-	222,310.00	27,834,735.13	2,024,200.12	-	92,087.08	31,420,309.51
- Transfers from construction in progress	2,449,286.77	35,329.04	29,028,995.97	12,504,080.58	-	-	-	44,017,692.36
Decrease during the period	3,275,311.41	24,877,017.39	3,556,348.76	5,866,858.76	806,165.25	2,102,442.00	-	40,484,143.57
- Disposals or written-offs	3,238,816.11	24,877,017.39	3,556,348.76	5,866,858.76	806,165.25	2,102,442.00	-	40,447,648.27
- Other transfer out-settlement adjustment	36,495.30	-	-	-	-	-	-	36,495.30
Balance at the end of the period	3,646,009,771.31	1,086,581,813.84	1,114,635,953.84	5,500,576,178.98	425,540,872.14	58,633,188.65	127,970,298.67	11,959,948,077.43
Accumulated depreciation								
Balance at the beginning of the period	1,351,959,149.67	894,368,807.09	652,616,097.21	1,173,286,072.41	131,212,804.56	41,308,242.51	87,172,988.48	4,331,924,161.93
Charge for the period	75,640,214.93	17,511,519.31	44,713,202.30	153,486,887.73	16,140,152.02	1,696,077.15	9,878,635.88	319,066,689.32
Disposals or written-offs during the period	3,099,052.63	24,130,102.31	3,448,746.32	5,690,853.00	785,687.91	2,039,368.74	-	39,193,810.91
Balance at the end of the period	1,424,500,311.97	887,750,224.09	693,880,553.19	1,321,082,107.14	146,567,268.67	40,964,950.92	97,051,624.36	4,611,797,040.34
Provision for impairment								
Balance at the beginning of the period	-	-	-	-	-	-	-	-
Charge for the period	-	-	-	-	-	-	-	-
Transfers to fixed asset liquidation for the period	-	-	-	-	-	-	-	-
Balance at the end of the period	-	-	-	-	-	-	-	-
Carrying amounts								
At the end of the period	2,221,509,459.34	198,831,589.75	420,755,400.65	4,179,494,071.84	278,973,603.47	17,668,237.73	30,918,674.31	7,348,151,037.09
At the beginning of the period	2,293,629,669.10	217,054,695.10	436,324,899.42	4,292,818,149.62	293,110,032.71	19,427,388.14	40,705,223.11	7,593,070,057.20

As at 30 June 2024, the Group has no fixed assets as collateral for the Group's liabilities (31 December 2023: none).

As at 30 June 2024, the Group has no temporarily idle fixed assets (31 December 2023: none).

## NOTES TO THE FINANCIAL STATEMENTS

For the Six-month period ended 30 June 2024

### V. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

#### 15. Fixed assets (Continued)

##### (2) Fixed assets leased out under operating leases

Item	30 June 2024	31 December 2023
Plant & buildings	<u>195,161,115.48</u>	<u>190,724,889.46</u>

##### (3) Fixed assets pending certificates of ownership

As at 30 June 2024, the book value of the Group's fixed assets without certificates of ownership is RMB888,184,783.39 (31 December 2023: RMB941,541,870.68), the above assets were incorporated into communication facilities, therefore cannot obtain certification at present.

#### 16. Construction in progress

	30 June 2024	31 December 2023
Construction in progress	<u>57,719,812.55</u>	<u>87,693,849.80</u>

##### (1) Construction in progress

	30 June 2024			31 December 2023		
	Book value	Provision for impairment	Carrying amount	Book value	Provision for impairment	Carrying amount
	<u>57,719,812.55</u>	<u>-</u>	<u>57,719,812.55</u>	<u>87,693,849.80</u>	<u>-</u>	<u>87,693,849.80</u>

(2) As at 30 June 2024, the Group did not note any indicators of impairment; therefore, there is no provision for impairment losses for construction in progress (31 December 2023: none).

## NOTES TO THE FINANCIAL STATEMENTS

For the Six-month period ended 30 June 2024

## V. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

## 17. Intangible assets

## (1) Intangible assets

Item	Toll road operation rights-in operation	Toll road operation rights-under construction	Land use rights	Rights to use sea areas	Software	Total
Cost						
Balance at the beginning of the period	50,534,861,361.93	7,894,411,005.92	1,747,328,971.12	75,992,526.65	80,551,847.19	60,333,145,712.81
Additions during the period	-	4,018,362,207.04	-	-	1,981,132.05	4,020,343,339.09
- Purchase	-	-	-	-	1,981,132.05	1,981,132.05
- Internally generated	-	4,018,362,207.04	-	-	-	4,018,362,207.04
- Transfers from construction in progress	-	-	-	-	-	-
Decrease during the period	347,847,808.60	-	-	-	-	347,847,808.60
- Disposal	317,677,159.16	-	-	-	-	317,677,159.16
- Settlement adjustment	30,170,649.44	-	-	-	-	30,170,649.44
Balance at the end of the period	50,187,013,553.33	11,912,773,212.96	1,747,328,971.12	75,992,526.65	82,532,979.24	64,005,641,243.30
Accumulated amortisation						
Balance at the beginning of the period	18,847,634,235.54	-	1,542,062,533.40	8,468,417.53	73,280,845.00	20,471,446,031.47
Additions during the period	925,899,955.76	-	32,360,784.24	1,322,030.69	1,817,260.88	961,400,031.57
- Charge for the period	925,899,955.76	-	32,360,784.24	1,322,030.69	1,817,260.88	961,400,031.57
Decrease during the period	188,958,997.63	-	-	-	-	188,958,997.63
- Disposal	188,958,997.63	-	-	-	-	188,958,997.63
Balance at the end of the period	19,584,575,193.67	-	1,574,423,317.64	9,790,448.22	75,098,105.88	21,243,887,065.41
Carrying amounts						
At the end of the period	30,602,438,359.66	11,912,773,212.96	172,905,653.48	66,202,078.43	7,434,873.36	42,761,754,177.89
At the beginning of the period	31,687,227,126.39	7,894,411,005.92	205,266,437.72	67,524,109.12	7,271,002.19	39,861,699,681.34

As at 30 June 2024, the Group pledged RMB18,038,276,706.75 of road operation rights in operation and RMB7,429,513,008.52 of the right to receive payments during the future operation of road operation rights under construction to obtain bank loans respectively (2023: RMB18,329,415,095.97 and RMB6,502,083,768.16). Please see Note V.57 for further details.

## NOTES TO THE FINANCIAL STATEMENTS

For the Six-month period ended 30 June 2024

### V. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

#### 17. Intangible assets (Continued)

##### (2) Movements of major construction projects in progress during the period

Item	Budget	Balance at the beginning of the period	Additions during the period	Decreases during the period	Balance at the end of the period	Percentage of actual cost to budget	Project progress	Sources of funding
Longtan Bridge	6,253,905,000.00	3,882,290,872.20	421,744,926.66	-	4,304,035,798.86	68.82%	In progress	Self-owned funds and loans from financial institutions
Longtan Bridge North Connection	6,984,587,200.00	2,619,792,895.96	505,684,313.70	-	3,125,477,209.66	44.75%	In progress	Self-owned funds and loans from financial institutions
Xiyi Expressway expansion project	7,754,910,000.00	1,392,327,237.76	275,119,664.68	-	1,667,446,902.44	21.50%	In progress	Self-owned funds and loans from financial institutions
Xitai Expressway	24,198,191,100.00	-	2,815,813,302.00	-	2,815,813,302.00	11.64%	In progress	Self-owned funds and loans from financial institutions
Total		7,894,411,005.92	4,018,362,207.04	-	11,912,773,212.96			

##### (3) Land use rights pending certificates of ownership

As at 30 June 2024, the Group has no land use rights without certificates of ownership (31 December 2023: none).

#### 18. Long-term deferred expenses

Item	Balance at the beginning of the period	Additions during the period	Amortisation for the period	Balance at the end of the period
Building improvements	16,204,355.14	-	4,230,301.86	11,974,053.28
Less: Provision for impairment	-	-	-	-
Total	16,204,355.14	-	4,230,301.86	11,974,053.28

## NOTES TO THE FINANCIAL STATEMENTS

For the Six-month period ended 30 June 2024

### V. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

#### 19. Deferred tax assets and deferred tax liabilities

##### (1) Deferred tax assets and liabilities

Item	30 June 2024		31 December 2023	
	Deductible or taxable temporary differences ("-" for taxable temporary difference)	Deferred tax assets/ deferred tax liabilities ("-" for liabilities)	Deductible or taxable temporary differences ("-" for taxable temporary difference)	Deferred tax assets/ deferred tax liabilities ("-" for liabilities)
Deferred tax assets:				
Provision for impairment of assets	54,795,146.11	11,134,373.69	63,399,243.65	12,885,964.90
Unrealised profits of intra-group transactions	347,393,374.96	86,848,343.74	346,848,109.44	86,712,027.36
Uncovered losses	245,765,888.88	61,441,472.22	223,940,119.01	55,985,029.75
Land appreciation tax of real estate projects	141,655,589.84	35,413,897.46	141,649,164.08	35,412,291.04
Lease liabilities	558,252.90	117,233.11	9,325,904.25	1,965,241.85
Accrued expense	15,907,274.28	3,976,818.57	16,212,131.88	4,053,993.57
Deferred income	37,638,937.60	9,409,734.40	41,871,350.12	10,467,837.53
Sub-total	843,714,464.58	208,341,873.19	843,246,022.43	207,482,386.00
Amount offset	(32,860,960.29)	(8,050,935.27)	(84,350,018.32)	(20,730,750.51)
Balance after offsetting	<u>810,853,504.29</u>	<u>200,290,937.92</u>	<u>758,896,004.11</u>	<u>186,751,635.49</u>
Deferred tax liabilities:				
Changes in fair values of held-for-trading financial assets	(715,509,647.68)	(178,877,411.92)	(16,587,004.72)	(4,146,751.18)
Right-of-use assets	-	-	(9,589,269.55)	(2,040,563.32)
Changes in fair values of investments in other equity instruments	(2,570,680,759.68)	(642,670,189.92)	(1,922,560,367.67)	(480,640,091.92)
Changes in fair values of other non-current financial assets	-	-	(692,583,388.60)	(173,145,847.15)
Difference between tax policies and that under accounting policies for service zone lease income	(16,286,953.48)	(4,071,738.37)	(3,757,598.99)	(939,399.76)
Sub-total	(3,302,477,360.84)	(825,619,340.21)	(2,645,077,629.53)	(660,912,653.33)
Amount offset	32,860,960.29	8,050,935.27	84,350,018.32	20,730,750.51
Balance after offsetting	<u>(3,269,616,400.55)</u>	<u>(817,568,404.94)</u>	<u>(2,560,727,611.21)</u>	<u>(640,181,902.82)</u>

## NOTES TO THE FINANCIAL STATEMENTS

For the Six-month period ended 30 June 2024

### V. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

#### 19. Deferred tax assets and deferred tax liabilities (Continued)

##### (2) Details of unrecognised deferred tax assets

Item	30 June 2024	31 December 2023
Deductible tax losses	<b>552,583,030.09</b>	530,205,003.08
Deductible temporary differences	<b>10,205,114.61</b>	9,712,433.49
Total	<b><u>562,788,144.70</u></b>	<b><u>539,917,436.57</u></b>

##### (3) Expiration of deductible tax losses for unrecognised deferred tax assets

Year	30 June 2024	31 December 2023
2024	–	44,120,844.72
2025	<b>53,341,130.00</b>	53,341,130.00
2026	<b>69,663,242.72</b>	69,663,242.72
2027	<b>200,891,926.62</b>	200,891,926.62
2028	<b>162,187,859.02</b>	162,187,859.02
2029	<b>66,498,871.73</b>	–
Total	<b><u>552,583,030.09</u></b>	<b><u>530,205,003.08</u></b>

## NOTES TO THE FINANCIAL STATEMENTS

For the Six-month period ended 30 June 2024

### V. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

#### 20. Other non-current assets

Item	30 June 2024			31 December 2023		Carrying amount
	Book value	Provision for impairment	Carrying amount	Book value	Provision for impairment	
Prepayments for land and use right certificate fee	9,713,630.00	-	9,713,630.00	9,713,630.00	-	9,713,630.00
Deductible Input tax	415,692,667.13	-	415,692,667.13	174,301,315.73	-	174,301,315.73
Total	425,406,297.13	-	425,406,297.13	184,014,945.73	-	184,014,945.73

#### 21. Short-term loans

##### (1) Short-term loans by category:

Category	30 June 2024	31 December 2023
Credit loans	910,852,653.00	1,003,987,152.92
Total	910,852,653.00	1,003,987,152.92

##### (2) Past due short-term loans:

As at 30 June 2024, there are no short-term loans overdue but not yet repaid (31 December 2023: none).

#### 22. Bills payable

Item	30 June 2024	31 December 2023
Bank acceptance bills	200,150,000.00	252,900,000.00
Total	200,150,000.00	252,900,000.00

As at 30 June 2024, there are no bills payable due but unpaid (31 December 2023: none). The bills above are all due within one year.



## NOTES TO THE FINANCIAL STATEMENTS

For the Six-month period ended 30 June 2024

### V. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

#### 23. Accounts payable

(1) Details of accounts payable are as follows:

Item	30 June 2024	31 December 2023
Amounts due to related parties	129,435,521.96	89,327,164.40
Amounts due to third parties	2,211,751,243.73	2,605,293,125.91
Total	2,341,186,765.69	2,694,620,290.31

(2) Significant accounts payable with ageing of more than one year

Item	Balance at the end of the period	Reasons why not settled
Construction payable	408,351,525.04	Long settlement procedure of the project
Construction payable for real estate project	317,205,669.49	Long settlement procedure of the real estate project
Total	725,557,194.53	

#### 24. Advance payments received

Details of advance payments received are as follows:

Item	30 June 2024	31 December 2023
Related parties	82,335.00	2,885,411.12
Third parties	18,332,152.05	18,512,639.56
Total	18,414,487.05	21,398,050.68

At the end of 30 June 2024, the Group has no significant advance payment with ageing of more than one year (31 December 2023: none).

## NOTES TO THE FINANCIAL STATEMENTS

For the Six-month period ended 30 June 2024

### V. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

#### 25. Contract liabilities

Item	30 June 2024	31 December 2023
Advances from sales of property received	<u>34,885,647.12</u>	<u>39,662,422.59</u>
Total	<u><u>34,885,647.12</u></u>	<u><u>39,662,422.59</u></u>

Contract liabilities primarily relate to the Group's advances from real estate sales contracts of the Group's customers. The advanced payment is collected when the contract is signed. The revenue related to the contracts will be recognised until the Group satisfies its performance obligation.

#### 26. Employee benefits payable

##### (1) Employee benefits payable:

	Balance at the beginning of the period	Accrued during the period	Decreased during the period	Balance at the end of the period
Short-term employee benefits	7,906,215.55	492,037,860.47	491,606,527.68	<b>8,337,548.34</b>
Post-employment benefits – defined contribution plans	–	99,138,390.28	99,138,390.28	–
Total	<u>7,906,215.55</u>	<u>591,176,250.75</u>	<u>590,744,917.96</u>	<u><b>8,337,548.34</b></u>

## NOTES TO THE FINANCIAL STATEMENTS

For the Six-month period ended 30 June 2024

### V. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

#### 26. Employee benefits payable (Continued)

##### (2) Short-term employee benefits

	Balance at the beginning of the period	Accrued during the period	Decreased during the period	Balance at the end of the period
Salaries, bonuses, allowances	1,327,682.00	370,117,682.11	370,837,694.00	<b>607,670.11</b>
Staff welfare	–	3,311,819.98	3,311,819.98	–
Social insurance	3,765.00	38,561,210.40	38,561,210.40	<b>3,765.00</b>
– Medical insurance	3,765.00	33,220,372.08	33,220,372.08	<b>3,765.00</b>
– Work-related injury insurance	–	2,338,132.69	2,338,132.69	–
– Maternity insurance	–	3,002,705.63	3,002,705.63	–
Housing fund	–	47,820,263.00	47,820,263.00	–
Labour union fee, staff and workers' education fee	6,574,768.55	10,090,265.42	8,938,920.74	<b>7,726,113.23</b>
Non-monetary benefits	–	21,806,619.56	21,806,619.56	–
Termination benefits	–	330,000.00	330,000.00	–
Total	<u>7,906,215.55</u>	<u>492,037,860.47</u>	<u>491,606,527.68</u>	<u><b>8,337,548.34</b></u>

For the current period, the Group provided employee with non-monetary benefits of RMB21,806,619.56 (2023: RMB23,211,704.43), which represents purchased non-monetary welfare goods and holiday gifts that distributed to employees etc. The calculation basis is the actual purchasing cost.

##### (3) Post-employment benefits – defined contribution plans

	Balance at the beginning of the period	Accrued during the period	Decreased during the period	Balance at the end of the period
Basic pension insurance	–	63,733,206.05	63,733,206.05	–
Unemployment insurance	–	2,000,731.95	2,000,731.95	–
Annuity	–	33,404,452.28	33,404,452.28	–
Total	<u>–</u>	<u>99,138,390.28</u>	<u>99,138,390.28</u>	<u>–</u>

## NOTES TO THE FINANCIAL STATEMENTS

For the Six-month period ended 30 June 2024

## V. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

## 27. Taxes payable

Item	30 June 2024	31 December 2023
Corporate income tax	8,138,998.62	22,094,300.73
Land appreciation tax	136,942,564.77	141,649,164.08
Value-added tax	48,753,595.55	54,262,681.54
Property tax	9,022,706.95	3,325,258.99
Individual income tax	1,046,515.24	2,296,033.24
Urban maintenance and construction tax	1,886,394.86	2,236,130.40
Others	4,551,162.90	2,767,474.03
Total	<u>210,341,938.89</u>	<u>228,631,043.01</u>

## 28. Other payables

	Note	30 June 2024	31 December 2023
Dividends payable	(1)	2,511,058,275.03	105,617,866.33
Others	(2)	229,137,471.68	236,223,643.82
Total		<u>2,740,195,746.71</u>	<u>341,841,510.15</u>

## (1) Dividends payable

Item	30 June 2024	31 December 2023
Dividends for ordinary shares	<u>2,511,058,275.03</u>	<u>105,617,866.33</u>

## NOTES TO THE FINANCIAL STATEMENTS

For the Six-month period ended 30 June 2024

### V. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

#### 28. Other payables (Continued)

##### (2) Others

Details of others by nature are as follows:

Item	30 June 2024	31 December 2023
Lease deposit of service area	<b>47,359,627.40</b>	61,993,362.64
Performance and other security	<b>45,790,737.15</b>	37,524,524.80
Project quality deposit	<b>23,891,296.11</b>	28,405,739.00
House purchase bonus	<b>1,000,000.00</b>	2,955,830.42
Others	<b>111,095,811.02</b>	105,344,186.96
Total	<b>229,137,471.68</b>	236,223,643.82

As of 30 June 2024, no significant others payable aged more than one year (31 December 2023: none).

#### 29. Non-current liabilities due within one year

Item	30 June 2024	31 December 2023
Long-term loans due within one year ( <i>Note V.33</i> )	<b>1,224,800,482.76</b>	896,003,232.13
Bonds payable due within one year ( <i>Note V.34</i> )	<b>2,182,960,263.02</b>	2,125,889,862.33
Long-term payables due within one year ( <i>Note V.36</i> )	<b>3,314,285.08</b>	1,671,970.29
Other non-current liabilities due within one year	–	–
Lease liabilities due within one year ( <i>Note V.35</i> )	<b>4,762,441.61</b>	7,645,139.93
Total	<b>3,415,837,472.47</b>	3,031,210,204.68

## NOTES TO THE FINANCIAL STATEMENTS

For the Six-month period ended 30 June 2024

### V. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

#### 30. Other current liabilities

Item	30 June 2024	31 December 2023
Super short-term bonds payable	2,574,180,476.00	1,898,631,291.00
Output VAT to be transferred	29,101,419.65	28,650,251.83
<b>Total</b>	<b>2,603,281,895.65</b>	<b>1,927,281,542.83</b>

The movements of super short-term bonds payable:

Name of bond	Face value (RMB)	Coupon rate	Issuance date	Maturity period (Days)	Issuance amount	Balance at the beginning of the period	Issuance during the period	Interest at face value	Repayment during the period	Balance at the end of the period	Whether or not in default
Super short-term bonds payable											N
23 Ninghu Gao SCP021	100	2.30%	2023 October 17	93	540,000,000.00	542,587,500.00	-	568,401.64	543,155,901.64	-	N
23 Ninghu Gao SCP022	100	2.30%	2023 October 17	93	500,000,000.00	502,395,833.00	-	526,298.15	502,922,131.15	-	N
23 Ninghu Gao SCP023	100	2.30%	2023 October 17	93	500,000,000.00	502,395,833.00	-	526,298.15	502,922,131.15	-	N
23 Ninghu Gao SCP024	100	2.43%	2023 November 8	89	350,000,000.00	351,252,125.00	-	816,030.74	352,068,155.74	-	N
24 Ninghu Gao SCP001	100	2.26%	2024 January 16	93	1,000,000,000.00	-	1,000,000,000.00	5,742,622.95	1,005,742,622.95	-	N
24 Ninghu Gao SCP002	100	2.26%	2024 January 16	93	500,000,000.00	-	500,000,000.00	2,871,311.48	502,871,311.48	-	N
24 Ninghu Gao SCP003	100	2.26%	2024 January 16	93	500,000,000.00	-	500,000,000.00	2,871,311.48	502,871,311.48	-	N
24 Ninghu Gao SCP004	100	2.27%	2024 February 1	99	500,000,000.00	-	500,000,000.00	3,070,081.97	503,070,081.97	-	N
24 Ninghu Gao SCP005	100	1.83%	2024 April 16	93	500,000,000.00	-	500,000,000.00	1,906,250.00	-	501,906,250.00	N
24 Ninghu Gao SCP006	100	1.83%	2024 April 16	93	500,000,000.00	-	500,000,000.00	1,906,250.00	-	501,906,250.00	N
24 Ninghu Gao SCP007	100	1.83%	2024 April 16	93	500,000,000.00	-	500,000,000.00	1,906,250.00	-	501,906,250.00	N
24 Ninghu Gao SCP008	100	1.83%	2024 April 16	93	500,000,000.00	-	500,000,000.00	1,906,250.00	-	501,906,250.00	N
24 Ninghu Gao SCP009	100	1.87%	2024 May 8	92	565,000,000.00	-	565,000,000.00	1,555,476.00	-	566,555,476.00	N
<b>Total</b>					6,955,000,000.00	1,898,631,291.00	5,065,000,000.00	26,172,832.56	4,415,623,647.56	2,574,180,476.00	

## NOTES TO THE FINANCIAL STATEMENTS

For the Six-month period ended 30 June 2024

### V. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

#### 31. Long-term loans

##### (1) Long-term loans by category

Item	30 June 2024	31 December 2023
Pledged loans	<b>11,778,128,380.15</b>	11,045,410,226.46
Guaranteed loans	<b>7,945,845.28</b>	8,774,085.59
Unsecured loans	<b>8,900,141,544.73</b>	9,290,919,902.17
Less: Long-term loans due within one year (Note V.31)	<b><u>1,224,800,482.76</u></b>	<u>896,003,232.13</u>
Total	<b><u><u>19,461,415,287.40</u></u></b>	<u><u>19,449,100,982.09</u></u>

As of 30 June 2024, Long-term loans mainly include:

- (a) Pledged loans mainly include loans obtained by the Group's subsidiaries from China Development Bank with a total principal of RMB3,620,200,000.00 and an interest of RMB2,996,594.50; obtained loans from Bank of Communications with a total principal of RMB1,427,467,501.00 and an interest of RMB1,324,821.24; obtained loans from Industrial and Commercial Bank of China with a total principal of RMB1,563,000,000.00 and an interest of RMB1,422,833.27; obtained loans from China Construction Bank with a total principal of RMB2,008,300,000.00 and an interest of RMB1,796,772.23; obtained loans from Agricultural Bank of China with a total principal of RMB430,400,000.00 and an interest of RMB402,780.55; obtained loans from Post Office Saving Bank of China with a total principal of RMB1,398,324,000.00 and an interest of RMB1,280,205.98; obtained loans from China Merchants Bank with a total principal of RMB1,320,000,001.00 and an interest of RMB1,212,870.38. The principal of long-term loans due within one year is RMB574,685,854.00 and the interest payable due within one year is RMB10,436,878.15. The maturity date of the remaining Pledged loans is from 6 July 2025 to 29 June 2051. Please refer to Note V.22 "Assets with restrictive ownership title or right-of-use" for the details of the pledged items of the above pledged loans at the end of 30 June 2024.
- (b) Guaranteed loans mainly include a long-term loan obtained by the Group from Spanish government with a total principal of USD1,114,924.69, which is equivalent to RMB7,945,845.28 at the end of the period. The principal of long-term loans due within one year is USD247,761.02. The maturity date of the last loans is 10 July 2028.

## NOTES TO THE FINANCIAL STATEMENTS

For the Six-month period ended 30 June 2024

### V. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

#### 31. Long-term loans (Continued)

##### (1) Long-term loans by category (Continued)

- (c) Unsecured loans mainly include loans obtained by the Group from Communications Holding with a total principal of RMB3,193,434,877.48 and an interest of RMB40,794,993.95; obtained loans from Bank of Communications with a total principal of RMB1,225,000,000.00 and an interest of RMB922,916.55; obtained loans from Shanghai Pudong Development Bank with a total principal of RMB564,800,000.00 and an interest of RMB484,477.77; obtained loans from China Merchants Bank with a total principal of RMB530,500,000.00 and an interest of RMB389,076.19; obtained loans from China Construction Bank with a total principal of RMB1,201,000,000.00 and an interest of RMB916,472.23; obtained loans from Agricultural Bank of China with a total principal of RMB700,062,500.00 and an interest of RMB601,625.44; obtained loans from Industrial and Commercial Bank of China with a total principal of RMB150,000,000.00 and an interest of RMB170,000.00; obtained loans from Bank of China with a total principal of RMB840,000,000.00 and an interest of RMB612,499.56; obtained loans from Jiangsu Communications Holding Group Finance Co., Ltd. with a total principal of RMB300,040,000.00 and an interest of RMB281,688.89; obtained loans from Post Office Saving Bank of China with a total principal of RMB150,000,000.00 and an interest of RMB130,416.67; The principal of long-term loans due within one year is RMB592,607,840.12 and the interest payable due within one year is RMB45,304,167.25. The maturity date of the remaining unsecured loans is from 22 July 2025 to 25 August 2046.

As of 30 June 2024, the annual interest rate of Pledged loans is 2.40% – 3.71%, the annual interest rate of Guaranteed loans is 2%, and the annual interest rate range of unsecured loans is 2.35% – 3.85%.

#### 32. Debentures payable

##### (1) Debentures payable

Item	30 June 2024	31 December 2023
Medium term notes	4,610,269,301.63	5,551,467,096.84
Corporate bonds	4,562,212,594.09	4,558,629,304.54
Less: Debentures payable due within one year (Note V.31)	<u>2,182,960,263.02</u>	<u>2,125,889,862.33</u>
Total	<u><u>6,989,521,632.70</u></u>	<u><u>7,984,206,539.05</u></u>



## NOTES TO THE FINANCIAL STATEMENTS

For the Six-month period ended 30 June 2024

### V. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

#### 32. Debentures payable (Continued)

##### (2) Movements of debentures:

Debentures Name	Debentures											Whether or not in default	
	Face value (RMB)	Issuance date	Maturity period	Interest rate	Issuance amount	Balance at the beginning of the period	Issuance during the period	Interest at face value	Premium and according to face value	Repayment during the period	Balance at the end of the period		Debentures payable due within one period
20 Ninghu Gao MTN001	100.00	21 August 2020	5 years	3.98%	2,000,000,000.00	2,023,248,908.50	-	39,472,876.71	1,701,778.77	-	2,064,423,563.98	68,477,808.22	N
21 Ninghu Gao MTN001	100.00	15 June 2021	3 years	3.45%	1,000,000,000.00	1,018,241,451.76	-	15,784,931.49	473,616.75	1,034,500,000.00	0.00	-	N
21 Ninghu Gao MTN002	100.00	25 October 2021	3 years	3.30%	500,000,000.00	502,560,176.76	-	8,182,191.76	256,296.54	-	510,998,665.06	510,998,665.06	N
21 Ninghu Gao MTN003	100.00	22 November 2021	3 years	3.13%	500,000,000.00	501,167,028.28	-	7,760,684.93	255,883.50	-	509,183,596.71	509,183,596.71	N
22 Ninghu Gao MTN001 (SCI-TECH innovation note)	100.00	2022	3 years	2.49%	700,000,000.00	703,946,591.45	-	8,643,369.86	347,047.35	-	712,937,008.66	13,800,739.71	N
22 Ninghu Gao MTN002	100.00	10 October 2022	3 years	2.49%	300,000,000.00	301,137,921.56	-	3,704,301.37	148,734.56	-	304,990,957.49	5,382,493.15	N
22 Ninghu Gao MTN003	100.00	31 October 2022	3 years	2.55%	500,000,000.00	501,165,018.53	-	6,322,602.75	247,888.45	-	507,735,509.73	8,418,493.16	N
21 Ninghu G1	100.00	2 February 2021	3+2 years	2.93%	1,000,000,000.00	1,032,282,309.61	-	18,347,945.14	460,742.12	37,000,000.00	1,014,090,996.87	15,104,109.58	N
21 Ninghu G2	100.00	24 November 2021	3+2 years	3.08%	800,000,000.00	801,130,835.12	-	12,218,739.73	237,799.20	-	813,587,374.05	14,784,000.01	N
22 Ninghu G1	100.00	20 April 2022	3 years	2.90%	1,000,000,000.00	1,019,011,423.62	-	14,380,821.92	501,673.50	29,000,000.00	1,004,893,919.04	1,004,893,919.04	N
22 Ninghu G2	100.00	23 August 2022	3 years	2.55%	500,000,000.00	503,713,042.85	-	6,322,602.75	247,888.45	-	510,283,534.05	10,898,630.15	N
22 Ninghu G3	100.00	29 November 2022	3 years	2.95%	500,000,000.00	500,363,779.23	-	8,955,780.81	347,042.04	-	509,666,602.08	12,369,863.00	N
G22 Ninghu 1	100.00	24 October 2022	3 years	2.58%	700,000,000.00	702,127,914.11	-	7,314,383.58	247,870.31	-	709,690,168.00	8,647,945.23	N
Total					10,000,000,000.00	10,110,096,401.38	-	157,411,232.80	5,474,261.54	1,100,500,000.00	9,172,481,895.72	2,182,960,263.02	

#### 33. Long-term payables

Item	30 June 2024	31 December 2023
Long-term payables for right to use sea areas	73,047,308.53	71,404,993.74
Less: Long-term payables due within one year (Note V.31)	3,314,285.08	1,671,970.29
Total	69,733,023.45	69,733,023.45

## NOTES TO THE FINANCIAL STATEMENTS

For the Six-month period ended 30 June 2024

## V. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

## 34. Deferred income

Item	Balance at the beginning of the period	Additions during the period	Reductions during the period	Balance at the end of the period	Reason for deferral
Government grant	61,767,427.74	–	5,161,997.05	<b>56,605,430.69</b>	Construction grants of Ningchang Expressway and subsidy for removal of provincial boundary toll station
Total	<u>61,767,427.74</u>	<u>–</u>	<u>5,161,997.05</u>	<u><b>56,605,430.69</b></u>	

## Items relating to government grant:

Items	Balance at the beginning of the period	Additions during the period	Amounts recognised in other income during the period	Other changes	Balance at the end of the period	Related to assets/income
Subsidy for construction of Ningchang Expressway (Note 1)	19,896,077.62	–	929,584.57	–	<b>18,966,493.05</b>	Related to assets
Subsidy for reconstruction of highway provincial boundary toll station (Note 2)	41,871,350.12	–	4,232,412.48	–	<b>37,638,937.64</b>	Related to assets
Total	<u>61,767,427.74</u>	<u>–</u>	<u>5,161,997.05</u>	<u>–</u>	<u><b>56,605,430.69</b></u>	

Note 1: "Subsidy for construction of Ningchang Expressway" is a project construction fund of RMB40,000,000.00 received by Jiangsu Ningchang Zhenli Expressway, which has been absorbed and merged by the Company in 2020, from the People's Government of Wujin District, Changzhou City for the construction of Ningchang expressway due to the extra cost of construction of Wujin Development Zone viaduct project. The Group recognizes the project construction subsidy as a compensation of the construction cost of Ningchang expressway which is recorded in deferred income.

Note 2: "Subsidy for reconstruction of highway provincial boundary toll station" received by Jiangsu Guangjing Xicheng Expressway Co., Ltd., ("Guangjing Xicheng Company") a subsidiary of the Company, amounting to RMB86,689,640.00. The Group recognizes the project construction subsidy as a compensation of reconstruction of highway provincial boundary toll station which is recorded in deferred income.

## NOTES TO THE FINANCIAL STATEMENTS

For the Six-month period ended 30 June 2024

### V. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

#### 35. Share capital

	Balance at the beginning of the period	Issuance of new shares	Bonus shares	Changes during the period			Sub-total	Balance at the end of the period
				Transfer from reserves	Others			
Total shares	5,037,747,500.00	-	-	-	-	-	-	5,037,747,500.00

#### 36. Capital reserve

Item	Balance at the beginning of the period	Additions during the period	Reductions during the period	Balance at the end of the period
Share premium	4,061,508,338.00	-	-	4,061,508,338.00
Including: Capital contributed by investors	4,887,251,453.53	-	-	4,887,251,453.53
Considerations paid for business combinations involving enterprises under common control	(825,743,115.53)	-	-	(825,743,115.53)
Other capital reserves	5,739,733,346.91	-	-	5,739,733,346.91
Including: Share of capital reserve of the investee under the equity method	5,892,625.44	-	-	5,892,625.44
Contribution by holders of other equity instruments	6,483,769.61	-	-	6,483,769.61
Transfer from capital reserve under the previous accounting system	5,653,832,002.49	-	-	5,653,832,002.49
Difference arising from merging associates	73,524,949.37	-	-	73,524,949.37
Total	9,801,241,684.91	-	-	9,801,241,684.91

## NOTES TO THE FINANCIAL STATEMENTS

For the Six-month period ended 30 June 2024

## V. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

## 37. Other comprehensive income

Item	Balance at the beginning of the period attributable to shareholders of the Company	30 June 2024					Balance at the end of the period attributable to shareholders of the Company
		Before-tax amount	Less: Previously recognized amount transferred to profit or loss	Less: Income tax expense	Net-of-tax amount attributable to shareholders of the Company	Net-of-tax amount attributable to non-controlling interests	
Items that will not be reclassified to profit or loss	1,676,801,542.60	648,589,944.91	-	(159,450,248.00)	489,139,696.91	7,739,550.00	2,165,941,239.51
Including: Other comprehensive income recognised under equity method <i>(Note 1)</i>	364,358,158.82	10,788,952.91	-	-	10,788,952.91	-	375,147,111.73
Changes in fair value of investments in other equity instruments <i>(Note 2)</i>	1,312,443,383.78	637,800,992.00	-	(159,450,248.00)	478,350,744.00	7,739,550.00	1,790,794,127.78
Items that may be reclassified to profit or loss	307,377.64	-	-	-	-	-	307,377.64
Including: Other comprehensive income recognised under equity method <i>(Note 3)</i>	307,377.64	-	-	-	-	-	307,377.64
<b>Total</b>	<b>1,677,108,920.24</b>	<b>648,589,944.91</b>	<b>-</b>	<b>(159,450,248.00)</b>	<b>489,139,696.91</b>	<b>7,739,550.00</b>	<b>2,166,248,617.15</b>

*Note 1:* The changes in the share of other comprehensive income under the equity method of the Group are the fair value adjustments of financial assets designated as at FVTOCI held by the associate Yangtze Bridge Company of the Group. The Group adjusts other comprehensive income according to the shareholding ratio.

*Note 2:* Other investments in equity instruments are the fair value adjustment of the ordinary shares of A-share listed company Bank of Jiangsu ordinary shares of A-share listed company Jiangsu Financial Leasing.

*Note 3:* The changes in the share of other comprehensive income under the equity method of the Group are the fair value adjustments of financial assets designated as at FVTOCI held by the associate Zijin Trust of the Group. The Group adjusts other comprehensive income according to the shareholding ratio.

## NOTES TO THE FINANCIAL STATEMENTS

For the Six-month period ended 30 June 2024

### V. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

#### 38. Specific reserve

Item	Balance at the beginning of the period	Additions during the period	Reductions during the period	Balance at the end of the period
Safety fund	2,090,207.92	3,245,965.84	2,692,023.66	<b>2,644,150.10</b>
Total	<u>2,090,207.92</u>	<u>3,245,965.84</u>	<u>2,692,023.66</u>	<u><b>2,644,150.10</b></u>

The increase in specific reserve during the period was the safety fund made by a subsidiary Jiangsu Yunshan Green Energy Investment Holding Company Limited (“Yunshan Green Energy”) of the Company based on the Administrative Measures for the Accrual and Use of Expenses for Work Safety by Enterprises (Caizi [2022] No.136).

#### 39. Surplus reserve

Items	Balance at the beginning of the period	Additions during the period	Reductions during the period	Balance at the end of the period
Statutory surplus reserve	3,655,260,370.72	–	–	<b>3,655,260,370.72</b>
Discretionary surplus reserve	528,019,872.80	–	–	<b>528,019,872.80</b>
Total	<u>4,183,280,243.52</u>	<u>–</u>	<u>–</u>	<u><b>4,183,280,243.52</b></u>

According to “Company Law of the People’s Republic of China” and the Articles of the Company, the Company and its subsidiaries are required to transfer 10% of its net profit to the statutory surplus reserve. The transfer may be ceased if the balance of the statutory surplus reserve has reached 50% of the Company’s registered capital. Statutory surplus reserve can be used for making up losses, or to increase the capital after approval.

## NOTES TO THE FINANCIAL STATEMENTS

For the Six-month period ended 30 June 2024

### V. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

#### 40. Retained earnings

Items	Note	30 June 2024	31 December 2023
Retained earnings at the beginning of the period		13,285,818,750.47	11,343,860,451.93
Add: Net profits for the period attributable to shareholders of the Company		2,748,469,162.00	4,413,271,587.29
Transfer of other comprehensive income to retained earnings		—	—
Reversal of general risk reserve		—	1,328,785.66
Disposal of subsidiaries		—	11,213,065.17
Less: Appropriation for statutory surplus reserve		—	98,932,433.25
Appropriation for discretionary surplus reserve		—	67,558,856.33
Appropriation for general risk reserve		—	—
Dividends to ordinary shares	(1)	2,367,741,325.00	2,317,363,850.00
Retained earnings at the end of the period		13,666,546,587.47	13,285,818,750.47

#### (1) Dividends to ordinary shares during the period

According to the proposal of the Board of Directors of the Company on 29 March 2024, it is proposed to distribute cash dividends of RMB0.47 per share to all shareholders in 2023, based on 5,037,747,500 issued shares (par value of each share is RMB1). The above dividend distribution plan has been approved by the General Meeting of Shareholders.

## NOTES TO THE FINANCIAL STATEMENTS

For the Six-month period ended 30 June 2024

### V. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

#### 41. Operating income and operating costs

##### (1) Operating income and operating costs

Items	For the six-month period ended 30 June 2024		For the six-month period ended 30 June 2023	
	Income	Cost	Income	Cost
Principal activities	9,394,139,109.25	6,631,486,104.83	6,426,634,292.54	3,501,243,472.67
Other operating activities	565,794,948.05	337,938,268.55	709,377,660.93	425,418,805.03
Total	9,959,934,057.30	6,969,424,373.38	7,136,011,953.47	3,926,662,277.70

##### (2) Disaggregation of revenue from contracts with customers

Type of contract	For the six-month period ended 30 June 2024	For the six-month period ended 30 June 2023
By timing of transferring goods or services		
Revenue recognized at a point in time	5,767,456,761.25	5,987,720,617.79
Revenue recognized over time	4,088,943,798.40	1,098,559,983.68
Total	9,856,400,559.65	7,086,280,601.47

##### (3) Information related to transaction price allocated to the remaining performance obligations

At the end of the reporting period, the amount of income corresponding to the performance obligation which have been signed but have not been performed or have not been completed is RMB34,885,647.12, which refers to the transaction price of the real estate sales contract that has not met the agreed delivery conditions. RMB34,885,647.12 of the total is expected to be recognised in 2024–2025.

## NOTES TO THE FINANCIAL STATEMENTS

For the Six-month period ended 30 June 2024

## V. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

## 42. Taxes and surcharges

Items	For the six-month period ended 30 June 2024	For the six-month period ended 30 June 2023
Land appreciation tax	5,533,541.54	11,215,701.35
City maintenance and construction tax	10,775,973.00	10,679,888.32
Education surcharges	7,786,151.92	7,706,491.54
Property tax	17,344,792.93	6,264,535.67
Land use tax	5,656,239.24	948,628.95
Others	4,493,685.17	1,646,101.42
Total	<u>51,590,383.80</u>	<u>38,461,347.25</u>

## 43. Selling and distribution expenses

Items	For the six-month period ended 30 June 2024	For the six-month period ended 30 June 2023
Commission fee for agent of real estate sales	642,191.06	2,940,331.79
Advertisement and promotion fee	211,736.64	1,059,586.17
Production and planning costs	109,956.71	188,657.87
Depreciation	493.50	1,323.60
Others	2,124,742.47	1,613,229.34
Total	<u>3,089,120.38</u>	<u>5,803,128.77</u>



## NOTES TO THE FINANCIAL STATEMENTS

For the Six-month period ended 30 June 2024

### V. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

#### 44. General and administrative expenses

Items	For the six-month period ended 30 June 2024	For the six-month period ended 30 June 2023
Staff costs	<b>47,003,234.79</b>	51,253,466.93
Depreciation and amortisation	<b>38,236,479.51</b>	38,266,616.64
Consulting and intermediary service fee	<b>9,137,339.14</b>	7,930,488.79
Labor protection fee	<b>83,644.17</b>	926,780.72
Maintenance and repair fee	<b>1,246,287.73</b>	355,526.79
Publicity fee related to the Party building	<b>135,430.31</b>	208,515.56
Vehicle related expenses	<b>652,038.11</b>	781,310.00
Office expenses	<b>791,424.16</b>	551,445.61
Travelling expenses	<b>800,714.85</b>	775,728.79
Others	<b>8,842,690.43</b>	8,577,516.16
Total	<b>106,929,283.20</b>	109,627,395.99

#### 45. Financial expenses

Items	For the six-month period ended 30 June 2024	For the six-month period ended 30 June 2023
Interest expenses from loans and payables	<b>536,113,967.09</b>	568,214,512.98
Interest expenses from lease liabilities	<b>450,547.58</b>	636,434.48
Less: Borrowing costs capitalised	<b>40,978,302.23</b>	29,848,079.68
Interest income from deposits and receivables	<b>9,010,311.89</b>	10,631,711.74
Net exchange (gain)/losses	<b>(12,972,853.21)</b>	310,784.80
Bond issuance fee and commission charges for other loans	<b>713,978.23</b>	1,013,846.50
Other financial expenses	<b>277,706.30</b>	3,767,399.41
Total	<b>474,594,731.87</b>	533,463,186.75

The interest rate per annum, at which the borrowing costs were capitalised by the Group, was 2.40% – 3.71% (2023: 2.40% – 3.81%) for the period.

## NOTES TO THE FINANCIAL STATEMENTS

For the Six-month period ended 30 June 2024

### V. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

#### 46. Other income

Items	For the six-month period ended 30 June 2024	For the six-month period ended 30 June 2023
Government grants	7,518,410.45	11,806,394.00
Total	<u>7,518,410.45</u>	<u>11,806,394.00</u>

#### 47. Investment income

Items	For the six-month period ended 30 June 2024	For the six-month period ended 30 June 2023
Investment income from long-term equity investments accounted for using the equity method	484,930,699.65	461,731,804.50
Investment income from long-term equity investments accounted for using the cost method	-	-
Investment income from financial assets held for trading during the holding period	-	-
Investment income from disposal of financial assets held for trading	47,254,344.15	37,916,950.92
Investment income from other non-current financial assets during the holding period	44,189,375.16	31,970,664.21
Investment income from other equity instruments during the holding period	472,781,276.00	81,900,000.00
Total	<u>1,049,155,694.96</u>	<u>613,519,419.63</u>

#### 48. Gains/(losses) from changes in fair value

Items	For the six-month period ended 30 June 2024	For the six-month period ended 30 June 2023
Financial assets held for trading	(742,955.42)	1,330,920.14
Other non-current financial assets	39,656,116.79	74,271,202.73
Total	<u>38,913,161.37</u>	<u>75,602,122.87</u>

## NOTES TO THE FINANCIAL STATEMENTS

For the Six-month period ended 30 June 2024

### V. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

#### 49. Credit losses

Item	For the six-month period ended 30 June 2024	For the six-month period ended 30 June 2023
Accounts receivable	<b>108,514.99</b>	8,941,646.00

#### 50. Gains from asset disposals

Item	For the six-month period ended 30 June 2024	For the six-month period ended 30 June 2023
Gains from disposal of fixed assets	<b>54,946,241.84</b>	4,789,530.84

#### 51. Non-operating income and non-operating expenses

##### (1) Non-operating income by item is as follows:

Items	For the six-month period ended 30 June 2024	For the six-month period ended 30 June 2023	Amount recognised in extraordinary gain and loss in the current period
Income from highway property compensation	<b>913,500.00</b>	3,333,500.00	913,500.00
Others	<b>1,007,219.21</b>	4,825,297.75	1,007,219.21
Total	<b>1,920,719.21</b>	8,158,797.75	1,920,719.21

## NOTES TO THE FINANCIAL STATEMENTS

For the Six-month period ended 30 June 2024

### V. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

#### 51. Non-operating income and non-operating expenses (Continued)

##### (2) Non-operating expenses

Items	For the six-month period ended 30 June 2024	For the six-month period ended 30 June 2023	Amount recognised in extraordinary gain and loss in the current period
Losses on retirement of fixed assets	14,017.98	275,060.13	14,017.98
Expenditure for repair of damaged highway property	9,373,166.96	2,931,175.37	9,373,166.96
Non-profit donations	1,000,000.00	800,000.00	1,000,000.00
Penalty for delayed delivery of buildings	852,671.75	332,709.63	852,671.75
Others	1,121,696.92	6,474,436.95	1,121,696.92
Total	<b>12,361,553.61</b>	10,813,382.08	12,361,553.61

#### 52. Income tax expenses

Items	Note	For the six-month period ended 30 June 2024	For the six-month period ended 30 June 2023
Current tax expense for the period based on tax law and regulations		607,826,287.57	634,139,891.76
Changes in deferred tax	(1)	4,103,626.02	11,693,428.57
Tax filing differences for prior year		2,511,950.98	(17,341,425.67)
Total		<b>614,441,864.57</b>	628,491,894.66

## NOTES TO THE FINANCIAL STATEMENTS

For the Six-month period ended 30 June 2024

### V. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

#### 52. Income tax expenses (Continued)

(1) The analysis of changes in deferred tax is set out below:

Item	For the six-month period ended 30 June 2024	For the six-month period ended 30 June 2023
Origination and reversal of temporary differences	<b>4,103,626.02</b>	11,693,428.57

(2) Reconciliation between income tax expenses and accounting profit:

Items	For the six-month period ended 30 June 2024	For the six-month period ended 30 June 2023
Profits before taxation	<b>3,494,290,323.90</b>	3,216,115,854.02
Expected income tax expenses at tax rate of 25%	<b>873,572,580.98</b>	804,028,963.51
Tax filing differences for prior year	<b>2,511,950.98</b>	(17,341,425.67)
Effect of non-taxable income	<b>(249,589,934.90)</b>	(143,900,617.18)
Effect of non-deductible costs, expense and losses	<b>16,439,021.31</b>	17,919,643.44
Effect of using the deductible losses for which no deferred tax asset was recognised in previous periods	<b>(25,718,128.32)</b>	(23,467,832.35)
Effect of deductible temporary differences or deductible losses for which no deferred tax asset was recognised this period	<b>16,624,717.93</b>	14,712,745.38
Effect of preferential tax rates applied by subsidiaries	<b>(19,398,343.41)</b>	(23,459,582.47)
Income tax expenses	<b>614,441,864.57</b>	628,491,894.66

## NOTES TO THE FINANCIAL STATEMENTS

For the Six-month period ended 30 June 2024

### V. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

#### 53. Basic earnings per share and diluted earnings per share

##### (1) Basic earnings per share

Basic earnings per share is calculated as dividing consolidated net profit attributable to ordinary shareholders of the Company by the weighted average number of ordinary shares outstanding:

	For the six-month period ended 30 June 2024	For the six-month period ended 30 June 2023
Consolidated net profit attributable to ordinary shareholders of the Company	2,748,469,162.00	2,481,895,375.62
Weighted average number of ordinary shares outstanding	5,037,747,500.00	5,037,747,500.00
Basic earnings per share (RMB/share)	<u>0.5456</u>	<u>0.4927</u>

Weighted average number of ordinary shares is calculated as follows:

	30 June 2024	31 December 2023
Issued ordinary shares at the beginning of the period	5,037,747,500.00	5,037,747,500.00
Weighted average number of ordinary shares at the end of the period	<u>5,037,747,500.00</u>	<u>5,037,747,500.00</u>

##### (2) Diluted earnings per share

There are no dilutive underlying common shares in the Company during the reporting period and diluted earnings per share are the same as basic earnings per share.

## NOTES TO THE FINANCIAL STATEMENTS

For the Six-month period ended 30 June 2024

### V. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

#### 54. Supplementary information on income statement

Items	For the six-month period ended 30 June 2024	For the six-month period ended 30 June 2023
Operating income	<b>9,959,934,057.30</b>	7,136,011,953.47
Less: Employee benefits expenses	<b>591,176,250.75</b>	569,729,893.21
Depreciation and amortisation expenses	<b>1,294,059,251.18</b>	1,200,846,345.43
Toll related expenses	<b>109,173,052.70</b>	81,445,797.62
Road maintenance expenses	<b>215,341,580.66</b>	174,640,422.72
System maintenance expenses	<b>14,198,891.30</b>	14,177,289.43
Construction services expenses	<b>4,018,362,207.04</b>	1,003,842,165.73
Real estate development land and construction cost	<b>84,471,749.65</b>	168,806,371.56
Petroleum in the service zone	<b>661,017,762.23</b>	730,324,404.31
Catering cost in the service zone	<b>5,178,138.18</b>	5,230,645.92
Taxes and surcharges	<b>51,590,383.80</b>	38,461,347.25
Financial expenses	<b>474,594,731.87</b>	533,463,186.75
Credit losses	<b>108,514.99</b>	8,941,646.00
Impairment losses	—	—
Others	<b>86,463,893.27</b>	93,049,466.53
Add: Other income	<b>7,518,410.45</b>	11,806,394.00
Investment income	<b>1,049,155,694.96</b>	613,519,419.63
Gains/(losses) from changes in fair value	<b>38,913,161.37</b>	75,602,122.87
Gains from asset disposals	<b>54,946,241.84</b>	4,789,530.84
Operating profit	<b><u>3,504,731,158.30</u></b>	<b><u>3,218,770,438.35</u></b>

## NOTES TO THE FINANCIAL STATEMENTS

For the Six-month period ended 30 June 2024

### V. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

#### 55. Cash flow statement

##### (1) Proceeds relating to other operating activities:

Item	For the six-month period ended 30 June 2024	For the six-month period ended 30 June 2023
Changes in cash with restricted usage	28,563,585.20	–
Receipts from government grants and non-operating income etc.	4,277,132.61	115,679,522.15
Receipts from interest income of bank deposit	9,010,311.89	10,631,711.74
Recovery from financial factoring business	–	318,326,787.40
Others	65,701,991.86	56,226,040.00
Total	<u>107,553,021.56</u>	<u>500,864,061.29</u>

##### (2) Payments relating to other operating activities:

Item	For the six-month period ended 30 June 2024	For the six-month period ended 30 June 2023
Changes in cash with restricted usage	10,013,541.03	1,273,510.11
Payment of non-salary and other expenditure	183,305,459.84	113,762,047.22
Expenses on financial factoring business	–	209,792,461.11
Total	<u>193,319,000.87</u>	<u>324,828,018.44</u>

##### (3) Payments relating to other financing activities:

Item	For the six-month period ended 30 June 2024	For the six-month period ended 30 June 2023
Bond issue fee and other charges of loans	5,540,180.01	16,271,493.93



## NOTES TO THE FINANCIAL STATEMENTS

For the Six-month period ended 30 June 2024

### V. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

#### 56. Supplementary information for the cash flow statement

##### (1) Supplement to the cash flow statement

##### a. Reconciliation of net profit to cash flows from operating activities:

Item	For the six-month period ended 30 June 2024	For the six-month period ended 30 June 2023
Net profit	<b>2,879,848,459.33</b>	2,587,623,959.36
Add: Provisions for impairment of assets	–	–
Impairment of credit assets	<b>108,514.99</b>	8,941,646.00
Depreciation of fixed assets	<b>319,066,689.32</b>	312,271,032.99
Amortisation of intangible assets	<b>961,400,031.57</b>	878,327,598.35
Amortisation of long-term deferred expenses	<b>4,230,301.86</b>	4,503,562.07
Depreciation of ROU assets	<b>4,753,211.23</b>	4,440,662.20
Amortisation of investment properties	<b>4,609,017.20</b>	2,308,703.20
Amortisation of deferred income	<b>(5,161,997.05)</b>	(5,046,765.49)
Gains from asset disposals	<b>(54,946,241.84)</b>	(4,789,530.84)
Losses from retirement of fixed assets	–	–
Gains from changes in fair value	<b>(38,913,161.37)</b>	(75,602,122.87)
Financial expenses	<b>474,594,731.87</b>	540,327,499.08
Investment income	<b>(1,049,155,694.96)</b>	(613,519,419.63)
Increase in deferred tax assets	<b>13,539,302.43</b>	9,717,556.79
Increase in deferred tax liabilities	<b>(9,435,676.41)</b>	(21,410,985.36)
Decrease in gross inventories	<b>93,295,257.90</b>	181,098,169.89
(Increase)/decrease in operating receivables	<b>(459,942,990.00)</b>	36,867,133.57
Decrease in operating payables	<b>(78,368,110.43)</b>	(216,377,772.14)
Decrease in restricted monetary funds	<b>18,550,044.17</b>	1,273,510.11
Net cash flow from operating activities	<b><u>3,078,071,689.81</u></b>	<u>3,630,954,437.28</u>

## NOTES TO THE FINANCIAL STATEMENTS

For the Six-month period ended 30 June 2024

### V. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

#### 56. Supplementary information for the cash flow statement (Continued)

##### (1) Supplement to the cash flow statement (Continued)

##### b. Net changes in cash and cash equivalents:

Item	For the six-month period ended 30 June 2024	For the six-month period ended 30 June 2023
Cash and cash equivalents at the end of the period	<b>680,491,774.40</b>	532,332,063.19
Less: Cash and cash equivalents at the beginning of the period	<b>833,603,529.89</b>	925,012,854.49
Net decrease in cash and cash equivalents	<b><u>(153,111,755.49)</u></b>	<b><u>(392,680,791.30)</u></b>

##### (2) Details of cash and cash equivalents

Item	30 June 2024	31 December 2023
Cash and cash equivalents	<b>680,491,774.40</b>	833,603,529.89
Including: Cash on hand	<b>59,374.34</b>	65,617.50
Bank deposits available on demand	<b>676,507,520.60</b>	832,044,695.72
Other monetary funds available on demand	<b>3,924,879.46</b>	1,493,216.67
Closing balance of cash and cash equivalents	<b><u>680,491,774.40</u></b>	<b><u>833,603,529.89</u></b>

## NOTES TO THE FINANCIAL STATEMENTS

For the Six-month period ended 30 June 2024

### V. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

#### 57. Assets with restrictive ownership title or right-of-use

Item	30 June 2024				31 December 2023			
	Carrying amount	Book value	Type of restriction	Reason for restriction	Carrying amount	Book value	Type of restriction	Reason for restriction
Cash at bank and on hand	10,007,500.00	10,007,500.00	For guarantees, freezes	Note Margin, Business Freeze	28,557,544.17	28,557,544.17	For guarantees, freezes	Note Margin, Business Freeze
Intangible assets	27,331,232,033.22	25,467,789,715.27	For pledges	Pledge of toll road rights	26,433,973,442.30	24,831,498,864.13	For pledges	Pledge of toll road rights
Accounts receivable	1,072,831,641.28	1,036,862,883.30	For pledges	Pledge of the rights for electricity fee receivable	905,721,059.44	882,192,252.31	For pledges	Pledge of the rights for electricity fee receivable
Total	<u>28,414,071,174.50</u>	<u>26,514,660,098.57</u>			<u>27,368,252,045.91</u>	<u>25,742,248,660.61</u>		

#### 58. Government grants

##### Government grants recognized in profit or loss

Item	Amount	Items to be reported	Amount recognised in extraordinary gain and loss in the current period
Additional deduction of VAT	19,454.44	Other income	19,454.44
Subsidy for reconstruction of highway provincial boundary toll station	4,232,412.48	Deferred income	4,232,412.48
Subsidy for construction of Ningchang Expressway	929,584.57	Deferred income	929,584.57
Special funds for the development of the service industry	200,000.00	Other income	200,000.00
Special award and subsidy fund for industrial and informatization development	960,000.00	Other income	960,000.00
Others	<u>1,176,958.96</u>	Other income	<u>1,176,958.96</u>
Total	<u>7,518,410.45</u>		<u>7,518,410.45</u>

## NOTES TO THE FINANCIAL STATEMENTS

For the Six-month period ended 30 June 2024

## V. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

## 59、Leases

## (1) As a lessee

Right-of-use assets

Item	Plant & buildings	Rights to use roofs	Transportation vehicles	Rights to use parking spaces	Total
Cost					
Balance at the beginning of the period	34,627,774.45	13,132,815.67	–	541,969.45	48,302,559.57
Additions during the period	1,117,974.05	2,518,653.63	–	–	3,636,627.68
Decrease during the period	476,952.15	–	–	–	476,952.15
Balance at the end of the period	<u>35,268,796.35</u>	<u>15,651,469.30</u>	<u>–</u>	<u>541,969.45</u>	<u>51,462,235.10</u>
Accumulated depreciation					
Balance at the beginning of the period	18,346,845.29	3,007,134.12	–	60,971.73	21,414,951.14
Charge for the period	3,864,412.15	878,637.12	10,161.96	4,753,211.23	4,753,211.23
Reductions during the period	476,952.15	476,952.15	–	–	476,952.15
Balance at the end of the period	<u>21,734,305.29</u>	<u>3,885,771.24</u>	<u>–</u>	<u>71,133.69</u>	<u>25,691,210.22</u>
Provision for impairment					
Balance at the beginning of the period	–	–	–	–	–
Balance at the end of the period	<u>–</u>	<u>–</u>	<u>–</u>	<u>–</u>	<u>–</u>
Carrying amounts					
At the end of the period	13,534,491.06	11,765,698.06	–	470,835.76	25,771,024.88
At the beginning of the period	<u>16,280,929.16</u>	<u>10,125,681.55</u>	<u>–</u>	<u>480,997.72</u>	<u>26,887,608.43</u>

Lease liabilities

Item	Note	30 June 2024	31 December 2023
Long-term lease liabilities		<b>25,515,981.97</b>	26,152,900.74
Less: lease liabilities due within one year	V.31	<b>4,762,441.61</b>	7,645,139.93
Total		<b>20,753,540.36</b>	18,507,760.81

## NOTES TO THE FINANCIAL STATEMENTS

For the Six-month period ended 30 June 2024

### VI. CHANGE OF CONSOLIDATION SCOPE

#### (1) Addition of subsidiaries

One new subsidiary of the Group in the current period is included in the consolidation scope:

Name of subsidiary	Judgment basis for forming control
Jiangsu Xitai Expressway Co., Ltd (“Xitai Company”) (Note)	Holding subsidiary

*Note:* The initial registered capital of Xitai Company is RMB6.5 billion, and the company holds 50% of the shares. The registered capital will be paid in batches according to the actual progress of the investment project. Xitai Company will complete the industrial and commercial registration on 23 April 2024. During the reporting period, the company has contributed RMB250 million.

### VII. INTERESTS IN OTHER ENTITIES

#### 1. Interests in subsidiaries

##### (1) Composition of the Group

Name of the subsidiary	Principal place of business	Registration place	Business nature	Registered capital	Shareholding percentage		Acquisition method
					Direct	Indirect	
Jinagsu Ninghu Investment Development Co., Ltd. ("Ninghu Investment Company")	Nanjing	Nanjing	Investment and services	RMB1,940,000,000.00	100	-	Set-up
Jinagsu Ninghu Properties Co., Ltd. ("Ninghu Properties Company")	Nanjing, Zhenjiang	Nanjing	Real estate	RMB500,000,000.00	100	-	Set-up
Nanjing Hanwei Property Development Company Limited ("Hanwei Company")	Nanjing	Nanjing	Real estate	RMB290,000,000.00	100	-	Business combination involving entities not under common control
Jiangsu Yangtze Commerce and Energy Co., Ltd. ("Yangtze Commerce and Energy Company")	Nanjing	Nanjing	Operation of service zone	RMB100,000,000.00	100	-	Set-up
Jiangsu Yangtze River Expressway Management Co., Ltd. ("Yangtze River Management")	Wuxi	Nanjing	Operation of expressway	RMB50,000,000.00	100	-	Set-up
Ninghu International Company	Hong Kong SAR	Hong Kong SAR	Investment	USD113,176.86	100	-	Set-up
Yunshan Green Energy	Nanjing	Nanjing	Clean energy power generation	RMB2,000,000,000.00	100	-	Business combination involving entities under common control
Guangjing Xicheng Company	Wuxi	Nanjing	Operation of expressway	RMB2,500,000,000.00	85	-	Set-up

## NOTES TO THE FINANCIAL STATEMENTS

For the Six-month period ended 30 June 2024

### VII. INTERESTS IN OTHER ENTITIES (CONTINUED)

#### 1. Interests in subsidiaries (Continued)

##### (1) Composition of the Group (Continued)

Name of the subsidiary	Principal place of business	Registration place	Business nature	Registered capital	Shareholding percentage		Acquisition method
					Direct	Indirect	
Zhendan Company	Zhenjiang	Nanjing	Operation of expressway	RMB605,590,000.00	70	-	Set-up
Wufengshan Bridge	Zhenjiang, Yangzhou	Zhenjiang	Operation of expressway	RMB4,826,350,000.00	64.5	-	Set-up
Jiangsu Longtan Bridge Co., Ltd. ("Longtan Bridge")	Nanjing	Nanjing	Operation of expressway	RMB2,501,570,000.00	57.3	-	Set-up
Jiangsu Xitai Expressway Co., Ltd. ("Xitai Company")	Wuxi	Wuxi	Operation of expressway	RMB6,500,000,000.00	50	-	Set-up
Ninghu Properties (Kunshan) Co., Ltd. ("Kunshan Properties")	Kunshan	Kunshan	Real estate	RMB200,000,000.00	-	100	Set-up
Ninghu Properties (Suzhou) Co., Ltd. ("Suzhou Properties")	Suzhou	Suzhou	Real estate	RMB100,000,000.00	-	100	Set-up
Kunshan Fengyuan	Kunshan	Kunshan	Real estate	RMB9,000,000.00	-	100	Set-up
Jiangsu Tongcheng Times Property Management Co., Ltd. ("Tongcheng Property Management")	Kunshan	Kunshan	Property management	RMB3,000,000.00	-	100	Set-up
Jingcheng Advertising	Wuxi	Wuxi	Services	RMB1,000,000.00	-	100	Set-up
Xuzhou Clean Energy	Xuzhou	Xuzhou	Clean energy power generation	RMB6,900,000.00	-	100	Business combination involving entities under common control
Tongshan Clean Energy	Tongshan	Tongshan	Clean energy power generation	RMB15,150,000.00	-	100	Business combination involving entities under common control
Jiangsu Communications Holding New Energy Technology Fengxian Co., Ltd. ("Fengxian New Energy")	Fengxian	Fengxian	Technology promotion and application services	RMB32,600,000.00	-	100	Business combination involving entities under common control
Agricultural Technology	Fengxian	Fengxian	Agriculture	RMB1,000,000.00	-	100	Business combination involving entities under common control
Jiangsu Communications Holding Clean Energy Jiangsu Co., Ltd. ("Jiangsu Clean Energy")	Nanjing	Nanjing	Clean energy power generation	RMB100,000,000.00	-	100	Business combination involving entities under common control

## NOTES TO THE FINANCIAL STATEMENTS

For the Six-month period ended 30 June 2024

### VII. INTERESTS IN OTHER ENTITIES (CONTINUED)

#### 1. Interests in subsidiaries (Continued)

##### (1) Composition of the Group (Continued)

Name of the subsidiary	Principal place of business	Registration place	Business nature	Registered capital	Shareholding percentage		Acquisition method
					Direct	Indirect	
Liyang Youke	Liyang	Liyang	Clean energy power generation, technology promotion and application services	RMB10,000,000.00	–	90	Business combination involving entities under common control
Yancheng Yunshan	Yancheng	Yancheng	Clean energy power generation	RMB54,000,000.00	–	80	Business combination involving entities under common control
Rudong Company	Nantong	Nantong	Clean energy power generation	RMB1,391,000,000.00	–	72	Business combination involving entities under common control
Fengxian Renewable Energy	Nantong	Nantong	Clean energy power generation	RMB49,230,000.00	–	70	Business combination involving entities under common control
Jintan Heyi	Changzhou	Changzhou	Clean energy power generation	RMB20,000,000.00	–	70	Business combination involving entities under common control
Suqian Clean Energy	Suqian	Suqian	Clean energy power generation	RMB20,000,000.00	–	65	Set-up
Jiangsu Yichang Expressway Company Limited ("Yichang Company")	Yixing, Changxing	Yixing	Operation of expressway	RMB1,591,480,880.00	–	60	Set-up
Jiangsu Changyi Expressway Company Limited ("Changyi Company")	Changzhou, Yixing	Wuxi	Operation of expressway	RMB1,519,846,000.00	–	60	Set-up

## NOTES TO THE FINANCIAL STATEMENTS

For the Six-month period ended 30 June 2024

### VII. INTERESTS IN OTHER ENTITIES (CONTINUED)

#### 1. Interests in subsidiaries (Continued)

##### (2) Material non-wholly owned subsidiaries

	Proportion of ownership interest held by non-controlling interests	Profit or loss allocated to non-controlling interests during the period	Dividend declared to non-controlling shareholders during the period	Balance of non-controlling interests at the end of the period
Longtan Bridge	42.7%	(13,481.28)	–	2,461,192,794.34
Changyi Company	40.0%	(12,890,206.98)	–	503,160,815.94
Yichang Company	40.0%	(9,437,191.45)	–	553,309,874.90
Wufengshan Bridge	35.5%	57,787,117.50	–	1,777,757,601.13
Zhendan Company	30.0%	(5,870,656.38)	–	98,490,107.54
Rudong Company	28.0%	17,428,500.20	–	501,243,247.66
Guangjing Xicheng Company	15.0%	81,605,325.01	38,150,883.58	1,418,565,565.83
Xitai Company	50.0%	(352,411.64)	–	1,408,554,124.37

##### (3) Key financial information about material non-wholly owned subsidiaries

Significant financial information	Guangjing Xicheng Company		Zhendan Company		Wufengshan Bridge		Changyi Company	
	30 June 2024/For the six-month period ended 30 June 2024	31 December 2023/For the six-month period ended 30 June 2023	30 June 2024/For the six-month period ended 30 June 2024	31 December 2023/For the six-month period ended 30 June 2023	30 June 2024/For the six-month period ended 30 June 2024	31 December 2023/For the six-month period ended 30 June 2023	30 June 2024/For the six-month period ended 30 June 2024	31 December 2023/For the six-month period ended 30 June 2023
	Current assets	333,478,160.37	167,843,611.99	21,993,192.75	10,495,949.35	828,875,921.67	588,462,358.33	23,069,978.84
Non-current assets	16,244,294,205.42	15,905,443,376.86	1,551,426,434.02	1,584,745,645.87	11,479,196,820.17	11,689,327,920.75	3,498,840,837.71	3,549,003,835.55
Total assets	16,577,772,365.79	16,073,286,988.85	1,573,419,626.77	1,595,241,595.22	12,308,072,741.84	12,277,790,279.08	3,521,910,816.55	3,577,122,036.18
Current liabilities	2,315,874,015.09	2,158,560,401.09	1,245,119,268.30	1,247,372,382.15	570,810,934.43	571,646,091.85	438,047,796.70	436,871,978.88
Non-current liabilities	4,804,794,578.50	4,776,588,693.34	–	–	6,729,493,916.90	6,861,156,909.40	1,825,960,980.00	1,850,122,500.00
Total liabilities	7,120,668,593.59	6,935,149,094.43	1,245,119,268.30	1,247,372,382.15	7,300,304,851.33	7,432,803,001.25	2,264,008,776.70	2,286,994,478.88
Operating income	1,252,024,010.71	1,122,596,552.66	47,501,789.78	46,041,821.22	511,520,300.15	384,760,697.68	62,175,050.71	62,422,260.18
Net profits/(losses) attributable to the Company	544,035,500.06	477,927,519.26	(19,568,854.60)	(18,952,643.77)	162,780,612.68	93,871,329.41	(32,225,517.45)	(32,037,039.16)
Total comprehensive income	595,632,500.06	530,928,519.26	(19,568,854.60)	(18,952,643.77)	162,780,612.68	93,871,329.41	(32,225,517.45)	(32,037,039.16)
Cash flows from operating activities	446,053,853.62	604,159,534.67	41,578,164.13	39,786,235.46	478,680,702.94	354,214,477.39	46,471,926.76	49,089,836.43



## NOTES TO THE FINANCIAL STATEMENTS

For the Six-month period ended 30 June 2024

### VII. INTERESTS IN OTHER ENTITIES (CONTINUED)

#### 1. Interests in subsidiaries (Continued)

##### (3) Key financial information about material non-wholly owned subsidiaries (Continued)

Significant financial information	Yichang Company		Longtan Bridge (Note)		Rudong Company		Xitai Company	
	30 June 2024/For	31 December 2023/For	30 June 2024/For	31 December 2023/For	30 June 2024/For	31 December 2023/For	30 June 2024/For	31 December 2023/For
	the six-month period	the six-month period	the six-month period	the six-month period	the six-month period	the six-month period	the six-month period	the six-month period
	ended 30 June 2024	ended 30 June 2023	ended 30 June 2024	ended 30 June 2023	ended 30 June 2024	ended 30 June 2023	ended 30 June 2024	ended 30 June 2023
Current assets	17,466,456.91	5,758,921.86	165,347,582.44	415,414,599.32	1,162,828,225.21	1,071,861,485.32	1,557,452.37	-
Non-current assets	3,638,425,674.02	3,681,403,110.06	7,745,205,675.65	6,676,385,083.89	3,934,489,452.49	4,059,282,089.00	2,815,800,796.36	-
Total assets	3,655,892,130.93	3,687,162,031.92	7,910,553,258.09	7,091,799,683.21	5,097,317,677.70	5,131,143,574.32	2,817,358,248.73	-
Current liabilities	543,777,443.69	532,654,366.06	177,614,922.01	236,133,642.07	444,612,426.70	542,336,900.63	250,000.00	-
Non-current liabilities	1,728,840,000.00	1,747,640,000.00	2,675,000,000.00	2,073,000,000.00	2,862,550,795.07	2,862,190,863.57	-	-
Total liabilities	2,272,617,443.69	2,280,294,366.06	2,852,614,922.01	2,309,133,642.07	3,307,163,221.77	3,404,527,764.20	250,000.00	-
Operating income	62,661,856.03	66,839,740.96	927,429,240.36	745,854,596.29	283,626,862.18	294,027,844.07	2,815,813,302.00	-
Net profits/(losses) attributable to the Company	(23,592,978.62)	(20,444,877.74)	(27,705.06)	50,704.77	62,244,643.56	87,779,879.76	(704,823.27)	-
Total comprehensive income	(23,592,978.62)	(20,444,877.74)	(27,705.06)	50,704.77	62,244,643.56	87,779,879.76	(704,823.27)	-
Cash flows from operating activities	48,012,859.42	56,999,111.15	(166,706.21)	76,745,894.46	99,345,834.42	105,292,006.92	(454,823.27)	-

Note: At the 8th meeting of the tenth session of the Board of Directors of the Company, directors agreed to increase the capital of RMB2,095,376,200 to Longtan Bridge. The Company signed a capital increase agreement with Longtan Bridge and its other existing shareholders on 8 July 2022, after which the shareholding ratio of the Company became 57.33% and the paid-up ratio was 51.34% as at 30 June 2024 (31 December 2023: 52.72%).

## NOTES TO THE FINANCIAL STATEMENTS

For the Six-month period ended 30 June 2024

### VII. INTERESTS IN OTHER ENTITIES (CONTINUED)

#### 2. Interests in joint ventures or associates

Item	30 June 2024	31 December 2023
Joint ventures		
– Immaterial joint ventures	12,543,243.16	11,740,240.97
Associates		
– Material associates	10,309,300,124.28	9,926,209,042.94
– Immaterial associates	2,020,929,322.25	1,944,633,892.82
Sub-total	12,330,229,446.53	11,870,842,935.76
Less: Provision for impairment	–	–
Total	<u>12,342,772,689.69</u>	<u>11,882,583,176.73</u>

#### (1) Material associates:

Name of associates	Principal place of business	Registered place	Nature of business	Shareholding percentage		Accounting treatment of investments in associates	Registered capital	Strategic to the Group's activities
				Direct	Indirect			
Yangtze Bridge Company	Nanjing	Nanjing	Operation of expressway	26.66	–	Equity method	2,137,248,000	Yes
Suzhou Expressway Management	Suzhou	Suzhou	Operation of expressway	23.86	–	Equity method	2,543,392,900	Yes
Zijin Trust	Nanjing	Nanjing	Trust	20.00	–	Equity method	3,271,075,500	Yes
Yanjiang Company	Nanjing	Nanjing	Operation of expressway	–	25.15	Equity method	3,976,453,400	Yes



## NOTES TO THE FINANCIAL STATEMENTS

For the Six-month period ended 30 June 2024

### VII. INTERESTS IN OTHER ENTITIES (CONTINUED)

#### 2. Interests in joint ventures or associates (Continued)

##### (3) Summarised financial information of immaterial joint ventures and associates:

	<b>30 June 2024/ For the six-month period ended 30 June 2024</b>	31 December 2023/ For the six-month period ended 30 June 2023
<b>Joint ventures:</b>		
Aggregate carrying amount of investments	<b>12,543,243.16</b>	11,740,240.97
Aggregate amount of share of		
– Net profit	<b>803,002.19</b>	705,492.19
– Other comprehensive income	–	–
– Total comprehensive income	<b>803,002.19</b>	705,492.19
<b>Associates:</b>		
Aggregate carrying amount of investments	<b>2,020,929,322.25</b>	1,944,633,892.82
Aggregate amount of share of		
– Net profit	<b>77,635,429.43</b>	81,575,025.79
– Other comprehensive income	–	–
– Total comprehensive income	<b>77,635,429.43</b>	81,575,025.79

## NOTES TO THE FINANCIAL STATEMENTS

For the Six-month period ended 30 June 2024

### VIII. RISK RELATED TO FINANCIAL INSTRUMENTS

Risks from use of financial instruments

The Group has exposure to the following main risks from its use of financial instruments in the normal course of the Group's operations:

- Credit risk
- Liquidity risk
- Interest rate risk
- Other price risks

The following mainly presents information about the Group's exposure to each of the above risks and their sources, their changes during the year, and the Group's objectives, policies and processes for measuring and managing risks, and their changes during the period.

The Group aims to seek appropriate balance between the risks and benefits from its use of financial instruments and to mitigate the adverse effects that the risks of financial instruments have on the Group's financial performance. Based on such objectives, the Group's risk management policies are established to identify and analyse the risks faced by the Group, to set appropriate risk limits and controls, and to monitor risks and adherence to limits. Risk management policies and systems are reviewed regularly to reflect changes in market conditions and the Group's activities.

#### 1. Credit risk

Credit risk is the risk that one party to a financial instrument will cause a financial loss for the other party by failing to discharge an obligation. The Group's credit risk is primarily attributable to cash and cash at bank, bills receivable, accounts receivable, other receivables, long-term receivables disclosed in Notes V.1, 3, 4, 9 and 10, and the guarantee contract amount related to real estate sales disclosed in Note XI "Contingencies". Exposures to these credit risks are monitored by management on an ongoing basis.

The cash at bank of the Group is mainly held with well-known financial institutions. Management does not foresee any significant credit risks from these deposits and does not expect that these financial institutions may default and cause losses to the Group.

The maximum exposure to credit risk is represented by the carrying amount of each financial asset in the balance sheet. Except for the financial guarantees given by the Group as set out in Note XIII, the Group does not provide any other guarantees which would expose the Group to credit risk. The maximum exposure to credit risk in respect of these financial guarantees at the balance sheet date is disclosed in Note XIII.

The Group's exposure to credit risk is influenced mainly by the individual characteristics of each customer rather than the industry or country/region in which the customers operate. Therefore, significant concentrations of credit risk primarily arise when the Group has significant exposure to individual customers. As at the balance sheet date, 88.14% (2023: 89.88%) of total accounts receivable were due from the Group's five largest customers.

For details of accounts receivable, refer to Note V.4.

## NOTES TO THE FINANCIAL STATEMENTS

*For the Six-month period ended 30 June 2024*

### VIII. RISK RELATED TO FINANCIAL INSTRUMENTS

#### 2. Liquidity risk

Liquidity risk is the risk that an enterprise will encounter difficulty in meeting obligations that are settled by delivering cash or another financial asset. The Company and its individual subsidiaries are responsible for their own cash management, including short-term investment of cash surpluses and the raising of loans to cover expected cash demands, subject to approval by the Company's board when the borrowings exceed certain predetermined levels of authority. The Group's policy is to regularly monitor its liquidity requirements and its compliance with lending covenants, to ensure that it maintains sufficient reserves of cash, readily realisable marketable securities and adequate committed lines of funding from major financial institutions to meet its liquidity requirements in the short and longer term.

#### 3. Interest rate risk

Interest-bearing financial instruments at variable rates and at fixed rates expose the Group to cash flow interest rate risk and fair value interest risk, respectively. The Group determines the appropriate weightings of the fixed and floating rate interest-bearing instruments based on the current market conditions and performs regular reviews and monitoring to achieve an appropriate mix of fixed and floating rate exposure.

#### 4. Other price risks

Other price risks include assets price risk and commodity price risk.

In order to avoid the risk of equity investment, the Group uses the stock capital to invest in some domestic listed companies with certain scale, competitive advantage and development potential through the securities market in accordance with the authorization of the board of directors of the Company. At the same time, the Group reasonably controls its investment scale and collectively studies on specific investment strategies based on the stock market and the management of target enterprises. On the other hand, the Group divides stock investment into other equity instrument investment in strict accordance with national laws and regulations and in combination with the Group's investment arrangement, and carries out targeted tracking management. For the stock investment divided into other equity instruments, the Group pay attention to the operation and development of the target company, and understand the operation and management of the Company through attending its shareholders' meeting.

## NOTES TO THE FINANCIAL STATEMENTS

For the Six-month period ended 30 June 2024

### IX. FAIR VALUE DISCLOSURE

The following table presents the fair value information and the fair value hierarchy, at the end of the current reporting period, of the Group's assets and liabilities which are measured at fair value at each balance sheet date on a recurring or non-recurring basis. The level in which fair value measurement is categorised is determined by the level of the fair value hierarchy of the lowest level input that is significant to the entire fair value measurement. The levels are defined as follows:

Level 1 inputs: unadjusted quoted prices in active markets that are observable at the measurement date for identical assets or liabilities;

Level 2 inputs: inputs other than Level 1 inputs that are either directly or indirectly observable for underlying assets or liabilities;

Level 3 inputs: inputs that are unobservable for underlying assets or liabilities.

#### 1. Fair value of assets and liabilities measured at fair value at the end of the period

Item	Note	30 June 2024			Total
		Level 1 Fair value measurement	Level 2 Fair value measurement	Level 3 Fair value measurement	
Recurring fair value measurements					
Financial assets held for trading	V.2	25,843,449.30	5,348,000,000.00	–	5,373,843,449.30
Including: Fund investments		25,843,449.30	–	–	25,843,449.30
Stock investments		–	–	–	–
Financial products		–	5,348,000,000.00	–	5,348,000,000.00
Investments in other equity instruments	V.12	7,471,110,044.00	–	–	7,471,110,044.00
Other non-current financial assets	V.13	664,366,004.64	–	2,191,223,445.13	2,855,589,449.77
Including: Equity instruments		664,366,004.64	–	2,191,223,445.13	2,855,589,449.77
Total assets measured at fair value on a recurring basis		8,161,319,497.94	5,348,000,000.00	2,191,223,445.13	15,700,542,943.07

## NOTES TO THE FINANCIAL STATEMENTS

For the Six-month period ended 30 June 2024

### IX. FAIR VALUE DISCLOSURE (CONTINUED)

#### 1. Fair value of assets and liabilities measured at fair value at the end of the period (Continued)

Item	Note	31 December 2023			Total
		Level 1 Fair value measurement	Level 2 Fair value measurement	Level 3 Fair value measurement	
Recurring fair value measurements					
Financial assets held for trading	V.2	26,586,404.72	3,637,000,000.00	–	3,663,586,404.72
Including: Fund investments		26,586,404.72	–	–	26,586,404.72
Stock investments		–	–	–	–
Financial products		–	3,637,000,000.00	–	3,637,000,000.00
Investments in other equity instruments	V.12	6,822,989,652.00	–	–	6,822,989,652.00
Other non-current financial assets	V.13	569,754,839.16	–	2,342,623,125.87	2,912,377,965.03
Including: Equity instruments		569,754,839.16	–	2,342,623,125.87	2,912,377,965.03
Total assets measured at fair value on a recurring basis		<u>7,419,330,895.88</u>	<u>3,637,000,000.00</u>	<u>2,342,623,125.87</u>	<u>13,398,954,021.75</u>

#### 2. Basis of determining the market price for recurring fair value measurements categorised within Level 1

Items in Level 1 fair value measurement on a recurring basis include held-for-trading financial assets-fund investment and stock investment and part of other equity instruments, whose fair values are the prices of similar items quoted at active market at the end of the period.

#### 3. Valuation techniques used and the qualitative and quantitative information of key parameters for recurring fair value measurements categorised within Level 2

The fair value of the financial products measured at FVTPL are determined by discounted future cash flows method.

#### 4. Valuation techniques used and the qualitative and quantitative information of key parameters for recurring fair value measurements categorised within Level 3

Non-current financial assets in Level 3 fair value measurements on recurring basis mainly include private equity fund shares held by the Group. The Group adopts valuation technology for fair value measurement, which is mainly calculated and recognized by market method.

#### 5. Reconciliation from the opening balances to the closing balances, and sensitivity analysis on unobservable inputs for items measured at recurring Level 3 fair value measurements

#### 6. Current changes in valuation techniques and the reasons for the changes

During the current period, there were no changes in valuation techniques for the recurring and non-recurring fair value measurements.



## NOTES TO THE FINANCIAL STATEMENTS

For the Six-month period ended 30 June 2024

### X. RELATED PARTIES AND RELATED PARTY TRANSACTIONS

#### 1. Information about the parent of the Company

Company name	Registered place	Business nature	Registered capital	Shareholding percentage (%)	Percentage of voting rights (%)
Communication Holding	Nanjing, Jiangsu Province	Investment, construction, operation and management of traffic infrastructure, transportation and other relevant industry	16,800,000,000.00	54.44	54.44

The ultimate controlling party of the Company is the Company's parent company.

#### 2. Information about the subsidiaries of the Company

For information about the subsidiaries of the Company, refer to Note VII.1

#### 3. Information about associates of the Company

For information about the associates of the Company, refer to Note VII.2. Other joint ventures or associates with which the Group had related party transactions in the current or prior period are described below:

Entity name	Relationship with the Company
Longyuan Donghai	Associates of the Group
Kuailu Company	Associates of the Company

## NOTES TO THE FINANCIAL STATEMENTS

For the Six-month period ended 30 June 2024

### X. RELATED PARTIES AND RELATED PARTY TRANSACTIONS (CONTINUED)

#### 4. Information on other related parties

Name of other related parties	Related party relationship
Jiangsu Tongxingbao Smart Transportation Science & Technology Co., Ltd. ("Tongxingbao Company")	Same ultimate shareholder
Jiangsu Expressway Energy Development Co., Ltd. ("Expressway Energy Development Company")	Same ultimate shareholder
Jiangsu Sutong Bridge Co., Ltd. ("Sutong Bridge Company")	Same ultimate shareholder
Jiangsu Expressway Engineering Maintenance Technology Co., Ltd. ("Maintenance Technology Company")	Same ultimate shareholder
Jiangsu Huatong Engineering Technology Co., Ltd. ("Huatong Company") (formerly known as Jiangsu Huatong Engineering Testing Co., Ltd.)	Same ultimate shareholder
Jiangsu Jinghu Expressway Co., Ltd. ("Jinghu Company")	Same ultimate shareholder
Jiangsu Railway Group Co., Ltd. (Railway Group Company)	Same ultimate shareholder
Jiangsu Xiandai Engineering Testing Co., Ltd. (Engineering Testing Company)	Same ultimate shareholder
Nanjing Micro Video Co., Ltd. ("Micro Video Company")	Same ultimate shareholder
Taixing Hechang Petroleum Sales Co., Ltd. ("Taixing Hechang Petroleum Company")	Same ultimate shareholder
Jiangsu Highway Engineering Maintenance Co., Ltd. ("Engineering Maintenance Company")	Same ultimate shareholder
Jiangsu Hutong Bridge Co., Ltd. ("Hutong Bridge Company")	Same ultimate shareholder
Jiangsu Shanghai Jiangsu Zhejiang Expressway Co., Ltd. ("Husuzhe Expressway")	Same ultimate shareholder
Jiangsu Cuipingshan Hotel ("Cuipingshan Hotel")	Same ultimate shareholder
Jiangsu Communication Holding Talent Development Group Co., Ltd. ("Human Resources Company") (Formerly known as "Jiangsu Traffic Control Human Resources Development Co., Ltd.")	Same ultimate shareholder
Jiangsu Xitai Tunnel Company Limited ("Xitai Tunnel Company")	Same ultimate shareholder
Jiangsu Dongfang Road and Bridge Construction Maintenance Co., Ltd. ("Dongfang R&B Company")	Same ultimate shareholder
Jiangsu Expressway Operation and Management Centre ("Expressway Management Centre")	Same ultimate shareholder

## NOTES TO THE FINANCIAL STATEMENTS

For the Six-month period ended 30 June 2024

### X. RELATED PARTIES AND RELATED PARTY TRANSACTIONS (CONTINUED)

#### 4. Information on other related parties (Continued)

Name of other related parties	Related party relationship
Jiangsu Runyang Bridge Development Co., Ltd. (“Runyang Bridge Company”)	Same ultimate shareholder
Jiangsu East Expressway Management Co., Ltd. (“East Expressway Company”)	Same ultimate shareholder
Jiangsu Yunshan Capital Management Co., Ltd. (“Yunshan Capital”)	Same ultimate shareholder
Jiangsu Suhuaiyan Expressway Management Co., Ltd. (“Suhuaiyan Expressway Company”)	Same ultimate shareholder
Jiangsu Lianxu Expressway Co., Ltd. (“Lianxu Expressway Company”)	Same ultimate shareholder
Jiangsu Ningsuxu Expressway Co., Ltd. (“Ningsuxu Expressway Company”)	Same ultimate shareholder
Jiangsu Suxichang South Expressway Co., Ltd. (“Suxichang South Company”)	Same ultimate shareholder
Jiangsu Hetai Expressway Operating and Management Co., Ltd. (“Hetai Expressway Company”)	Same ultimate shareholder
Tongchang Real Estate Nantong Co., Ltd. (“Tongchang Real Estate”)	Same ultimate shareholder
Nantong Tiandian Xinxing Energy Co., Ltd. (“Nantong Tiandian”)	Same ultimate shareholder
Jiangsu South Yanjiang Intercity Railway Co., Ltd. (“South Yanjiang Railway”)	Same ultimate shareholder
Jiangsu Ningjingyan Expressway Co., Ltd. (“Ningjingyan Expressway Company”)	Same ultimate shareholder
Jiangsu Communication Holding Digital Transportation Research Institute Co., Ltd. (“Digital Transportation Research Institute”)	Same ultimate shareholder
Jiangsu Communication Holding Asset Management Co., Ltd. (“Asset Management Company”)	Same ultimate shareholder
Bank of Jiangsu Co., Ltd. (“Bank of Jiangsu”)	Associate of the parent company
Bank of Nanjing Co., Ltd. (“Bank of Nanjing”)	Associate of the parent company
Fuanda Fund Management Co., Ltd. (“Fuanda Company”)	Associate of the parent company
Jiangsu Expressway Information Engineering Co., Ltd. (“Expressway Information Company”)	Associate of the parent company

## NOTES TO THE FINANCIAL STATEMENTS

For the Six-month period ended 30 June 2024

### X. RELATED PARTIES AND RELATED PARTY TRANSACTIONS (CONTINUED)

#### 5. Transactions with related parties

The transactions below with related parties were conducted under normal commercial terms or agreements.

##### (1) Sales and purchase of goods, provision and receipt of services, interest income and expense of loans with related parties

Purchase of goods/receipt of services/interest expense of loans

Name of related party	Nature of transaction	For the six-month period ended 30 June 2024	For the six-month period ended 30 June 2023
Sundian R&B Company*	Road maintenance fee	1,088,878.34	21,898,903.08
Sundian R&B Company*	Special engineering projects	166,652,983.17	22,078,979.89
Sundian R&B Company	Winter precaution emergency cooperation projects	-	9,729,881.28
Network Operation Company*	Maintenance and operating administration fees for toll collection system	17,417,416.43	16,862,403.07
Tongxingbao Company*	Maintenance and operating administration fees for toll collection system	22,547,377.78	18,566,409.91
Maintenance Technology Company *	Road maintenance fee	3,673,409.45	1,389,297.49
Expressway Information Company*	System maintenance fee	4,294,169.72	-
Expressway Information Company*	Renewal and renovation projects	-	1,920,452.60
Kuailu Company*	Transportation service rental	8,887,102.64	8,342,193.26
Nanlin Hotel	Catering and accommodations	-	4,668.00
Micro Video Company*	Three major system construction and maintenance fees	1,719,090.96	-
Engineering Testing Company	Road maintenance fee	-	885,747.68
Culture Media	Entrusted management fee	5,150,209.90	3,209,394.64

## NOTES TO THE FINANCIAL STATEMENTS

For the Six-month period ended 30 June 2024

### X. RELATED PARTIES AND RELATED PARTY TRANSACTIONS (CONTINUED)

#### 5. Transactions with related parties (Continued)

##### (1) Sales and purchase of goods, provision and receipt of services, interest income and expense of loans with related parties (Continued)

Name of related party	Nature of transaction	For the six-month period ended 30 June 2024	For the six-month period ended 30 June 2023
Cuipingshan Hotel*	Procurement and service fee	518.4	258,400.00
JCH Commercial Operation Company*	Procurement and service fee	14,654,026.98	3,989,862.75
Communications Holding Human Resources Company*	Procurement and service fee Training fee	– 463,858.00	4,110,225.91 2,044,291.51
Digital Transportation Research Institute	Cloud resources technical service fees	101,724.60	–
Expressway Energy Development Company	gasoline fee	711,783.75	–
Communications Holding	Interest expense on borrowings of related parties	54,501,916.55	61,144,308.72
Bank of Jiangsu	Underwriting fee	–	17,435.62
Bank of Nanjing	Underwriting fee	12,912.67	13,056.00
Bank of Jiangsu	Commission charges	104.00	254.00
Bank of Nanjing	Commission charges	761.13	380.00
Bank of Nanjing	Investment income from wealth management products	4,523,334.65	9,700,416.67
Bank of Jiangsu	Investment income from wealth management products	1,416,346.22	–
Group Finance Company	Interest expenses of loans	10,788,041.97	15,968,410.29

## NOTES TO THE FINANCIAL STATEMENTS

For the Six-month period ended 30 June 2024

### X. RELATED PARTIES AND RELATED PARTY TRANSACTIONS (CONTINUED)

#### 5. Transactions with related parties (Continued)

##### (1) Sales and purchase of goods, provision and receipt of services, interest income and expense of loans with related parties (Continued)

Sale of goods/rendering of services/interest income of loans

Name of related party	Nature of transaction	For the six-	For the six-month
		month period ended 30 June 2024	period ended 30 June 2023
Group Finance Company*	Interest income from deposits	<b>1,176,613.12</b>	2,003,466.63
Bank of Jiangsu	Interest income from deposits	<b>27,633.75</b>	14,525.97
Bank of Nanjing	Interest income from deposits	<b>89,193.15</b>	210,356.75
Kuailu Company	Toll road income	<b>24,681.84</b>	145,831.65
Kuailu Company	Income from sales of oil	<b>379,236.67</b>	420,906.21
Suxichang South Company	Income from sales of oil	<b>158,356.80</b>	138,013.50
Sundian R&B Company	Income from sales of oil	<b>1,106,815.51</b>	639,218.09
Luode Fund Company	Income from sales of oil	<b>6821.72</b>	7,195.22
Suxichang South Company*	Entrusted management income	<b>16,896,204.73</b>	15,073,683.28
Yangtze Bridge Company*	Entrusted management income	<b>7,819,400.00</b>	7,489,000.00
Hutong Bridge Company*	Entrusted management income	<b>3,911,500.00</b>	3,826,500.00
Xitai Tunnel Company	Entrusted management income	<b>220,000.00</b>	215,000.00
Lianxu Expressway Company	Income from sales of electricity	<b>690,324.28</b>	600,709.50
East Expressway Company	Income from sales of electricity	<b>844,736.09</b>	373,422.80
Suhuaiyan Expressway Company	Income from sales of electricity	<b>70,632.75</b>	444,813.28
Ningsuxu Expressway Company	Income from sales of electricity	<b>567,738.90</b>	552,420.27
Yanjiang Company	Income from sales of electricity	<b>82,832.45</b>	73,965.15
Runyang Bridge Company	Income from sales of electricity	<b>185,212.37</b>	147,777.68
Jinghu Expressway Company	Income from sales of electricity	<b>605,316.57</b>	239,781.19

## NOTES TO THE FINANCIAL STATEMENTS

For the Six-month period ended 30 June 2024

### X. RELATED PARTIES AND RELATED PARTY TRANSACTIONS (CONTINUED)

#### 5. Transactions with related parties (Continued)

##### (2) Leases

As the lessor

Name of lessee	Type of assets leased	For the six-month period ended 30 June 2024	For the six-month period ended 30 June 2023
Expressway Energy Development Company*	Fixed assets	<b>10,827,334.55</b>	14,454,625.98
Taixing Hechang Oil Company*	Fixed assets	<b>1,877,222.62</b>	1,951,495.70
Railway Group Company	Fixed assets	<b>1,986,820.02</b>	1,986,820.02
Sundian R&B Company*	Fixed assets	–	844,999.98
Engineering Testing Company	Fixed assets	<b>844,999.98</b>	–
Kuailu Company	Fixed assets	<b>788,850.00</b>	–
Culture Media*	Fixed assets	<b>21,130,184.34</b>	21,743,251.11
Tongxingbao Company*	Fixed assets	<b>325,236.62</b>	315,026.76
Three Gorges Nantong	Fixed assets	–	1,031,784.68

## NOTES TO THE FINANCIAL STATEMENTS

For the Six-month period ended 30 June 2024

## X. RELATED PARTIES AND RELATED PARTY TRANSACTIONS (CONTINUED)

## 5. Transactions with related parties (Continued)

## (2) Leases (Continued)

As the lessee

Name of lessor	Type of assets leased	Simplified treatment of short-term leases and Rental expense for leases of low value assets		Rentals paid		Lease liabilities assumed Interest expense		Increased right-of-use assets	
		For the six-month period ended	For the six-month period ended	For the six-month period ended	For the six-month period ended	For the six-month period ended	For the six-month period ended	For the six-month period ended	For the six-month period ended
		30 June 2024	30 June 2023	30 June 2024	30 June 2023	30 June 2024	30 June 2023	30 June 2024	30 June 2023
Suxichang South Company*	Plant & buildings	-	-	1,124,553.60	-	-	-	-	-
JCH Commercial Operation Company	Plant & buildings	-	-	6,262,264.48	7,224,294.97	-	-	-	-
Jinghu Company	Rights to use parking spaces	-	-	39,000.00	39,000.00	-	-	-	-
Lianxu Expressway Company	Plant & buildings	-	-	-	-	-	-	-	-
Lianxu Expressway Company	Rights to use roofs	-	-	76,800.00	50,185.71	-	-	-	-
Ningsuxu Expressway Company	Rights to use roofs	-	-	92,730.00	92,730.00	-	-	-	-
Suhuaiyan Expressway Company	Rights to use roofs	-	-	-	51,378.00	-	-	-	-
Yanjiang Company	Rights to use roofs	-	-	8,505.00	8,505.00	-	-	-	-
Yangtze Bridge Company	Plant & buildings	-	-	-	-	-	-	-	-
East Expressway Company	Plant & buildings	-	-	1,239,175.00	-	-	-	-	-
Communications Holding	Plant & buildings	-	-	315,253.00	-	-	-	-	-
<b>Total</b>		<b>-</b>	<b>-</b>	<b>9,158,281.08</b>	<b>7,466,093.68</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>



## NOTES TO THE FINANCIAL STATEMENTS

For the Six-month period ended 30 June 2024

### X. RELATED PARTIES AND RELATED PARTY TRANSACTIONS (CONTINUED)

#### 5. Transactions with related parties (Continued)

##### (3) Guarantee

The Group as the guarantor

Guarantee holder	Amount of guarantee	Inception date of guarantee	Maturity date of guarantee	Guarantee expired (Y/N)
Communications Holding	USD1,114,924.69	20 January 1999	10 July 2028	N

##### (4) Funding from related party

First half of 2024:

Name of related party	Amount of funding (Note)	Inception date	Maturity date	Note
Funds received				
Group Finance Company	(100,000,000.00)	29 March 2023	28 March 2024	Related party loans at 2.40% per annum
Group Finance Company	100,000,000.00	7 March 2024	6 March 2025	Related party loans at 2.30% per annum
Group Finance Company	(30,000,000.00)	15 May 2023	29 January 2024	Related party loans at 2.90% per annum
Group Finance Company	(50,000,000.00)	15 May 2023	19 April 2024	Related party loans at 2.90% per annum
Group Finance Company	1,695,000.00	1 February 2024	20 June 2032	Related party loans at 3.00% per annum
Group Finance Company	500,000.00	31 May 2024	20 June 2032	Related party loans at 3.00% per annum
Group Finance Company	(3,500,000.00)	24 August 2022	20 June 2024	Related party loans at 3.40% per annum
Group Finance Company	(6,000,000.00)	24 August 2022	20 June 2024	Related party loans at 3.40% per annum
Group Finance Company	(1,500,000.00)	24 August 2022	20 June 2024	Related party loans at 3.40% per annum
Group Finance Company	(3,000,000.00)	23 August 2022	20 May 2024	Related party loans at 3.50% per annum

## NOTES TO THE FINANCIAL STATEMENTS

For the Six-month period ended 30 June 2024

### X. RELATED PARTIES AND RELATED PARTY TRANSACTIONS (CONTINUED)

#### 5. Transactions with related parties (Continued)

##### (4) Funding from related party (Continued)

First half of 2023:

Name of related party	Amount of funding (Note)	Inception date	Maturity date	Note
Group Finance Company	(100,000,000.00)	26 August 2022	21 August 2023	Related party loans at 2.60% per annum
Group Finance Company	(120,000,000.00)	19 July 2022	30 May 2023	Related party loans at 2.65% per annum
Group Finance Company	(30,000,000.00)	19 July 2022	29 June 2023	Related party loans at 2.65% per annum
Group Finance Company	(140,000,000.00)	11 August 2022	29 June 2023	Related party loans at 2.65% per annum
Group Finance Company	(10,000,000.00)	11 August 2022	10 August 2023	Related party loans at 2.65% per annum
Group Finance Company	100,000,000.00	29 March 2023	28 March 2024	Related party loans at 2.40% per annum
Group Finance Company	200,000,000.00	10 August 2023	9 August 2024	Related party loans at 2.40% per annum
Group Finance Company	100,000,000.00	17 August 2023	16 August 2024	Related party loans at 2.40% per annum
Group Finance Company	(100,000,000.00)	16 March 2022	16 March 2023	Related party loans at 2.95% per annum
Group Finance Company	(100,000,000.00)	24 April 2022	23 April 2023	Related party loans at 2.95% per annum
Group Finance Company	(100,000,000.00)	15 June 2022	30 May 2023	Related party loans at 2.80% per annum
Group Finance Company	(150,000,000.00)	15 July 2022	30 May 2023	Related party loans at 2.65% per annum
Group Finance Company	150,000,000.00	12 May 2023	11 May 2024	Related party loans at 2.90% per annum
Group Finance Company	100,000,000.00	15 May 2023	14 May 2024	Related party loans at 2.90% per annum
Group Finance Company	(150,000,000.00)	1 December 2022	30 June 2023	Related party loans at 2.90% per annum
Group Finance Company	(70,000,000.00)	1 December 2022	28 July 2023	Related party loans at 2.90% per annum

## NOTES TO THE FINANCIAL STATEMENTS

For the Six-month period ended 30 June 2024

### X. RELATED PARTIES AND RELATED PARTY TRANSACTIONS (CONTINUED)

#### 5. Transactions with related parties (Continued)

##### (4) Funding from related party (Continued)

2023: (Continued)

Name of related party	Amount of funding (Note)	Inception date	Maturity date	Note
Group Finance Company	(30,000,000.00)	1 December 2022	24 August 2023	Related party loans at 2.90% per annum
Group Finance Company	(150,000,000.00)	12 May 2023	24 August 2023	Related party loans at 2.90% per annum
Group Finance Company	(20,000,000.00)	12 May 2023	28 August 2023	Related party loans at 2.90% per annum
Group Finance Company	(3,000,000.00)	24 August 2022	26 June 2023	Related party loans at 3.40% per annum
Group Finance Company	(3,000,000.00)	24 August 2022	20 December 2023	Related party loans at 3.40% per annum
Group Finance Company	(5,500,000.00)	23 August 2022	26 June 2023	Related party loans at 3.50% per annum
Group Finance Company	(5,500,000.00)	23 August 2022	20 December 2023	Related party loans at 3.50% per annum
Group Finance Company	(1,000,000.00)	23 August 2022	26 June 2023	Related party loans at 3.50% per annum
Group Finance Company	(1,000,000.00)	23 August 2022	20 December 2023	Related party loans at 3.50% per annum
Group Finance Company	(2,000,000.00)	24 August 2022	20 May 2023	Related party loans at 3.50% per annum
Group Finance Company	(2,000,000.00)	24 August 2022	20 November 2023	Related party loans at 3.50% per annum
Group Finance Company	1,660,000.00	23 October 2023	18 October 2032	Related party loans at 3.00% per annum
Group Finance Company	2,225,000.00	6 November 2023	18 October 2032	Related party loans at 3.00% per annum
Group Finance Company	2,265,000.00	29 November 2023	18 October 2032	Related party loans at 3.00% per annum

## NOTES TO THE FINANCIAL STATEMENTS

For the Six-month period ended 30 June 2024

### X. RELATED PARTIES AND RELATED PARTY TRANSACTIONS (CONTINUED)

#### 5. Transactions with related parties (Continued)

##### (4) Funding from related party (Continued)

2023: (Continued)

Name of related party	Amount of funding (Note)	Inception date	Maturity date	Note
Group Finance Company	1,695,000.00	21 December 2023	18 October 2032	Related party loans at 3.00% per annum
Communications Holding	500,000,000.00	11 August 2023	27 June 2038	Related party loans at 2.89% per annum
Communications Holding	(250,000,000.00)	17 May 2013	15 May 2023	Related party loans at 5.30% per annum
Communications Holding	500,000,000.00	27 June 2023	26 June 2038	Related party loans at 2.89% per annum
Communications Holding	(500,000,000.00)	20 November 2018	19 October 2023	Related party loans at 4.43% per annum
Communications Holding	(300,000,000.00)	20 November 2018	20 October 2023	Related party loans at 4.43% per annum

*Note:* When the Group is the borrower, the positive amount represents borrowing from a related party while the negative amount represents repayment to a related party; When the Group is the lender, positive amount represents lending to a related party while the negative amount represents collecting the money from a related party.

##### (5) Remuneration of key management personnel

Item	For the six-month period ended 30 June 2024	For the six-month period ended 30 June 2023
Remuneration of key management personnel	<b>4,345,558.20</b>	4,463,321.00

##### (6) Other explanations

\* Representing the connected transaction as defined in Chapter 14A of the Listing Rules.

## NOTES TO THE FINANCIAL STATEMENTS

For the Six-month period ended 30 June 2024

### X. RELATED PARTIES AND RELATED PARTY TRANSACTIONS (CONTINUED)

#### 6. Receivables from and payables to related parties

##### (1) Receivables from related parties

Item	Name of related party	30 June 2024	31 December 2023
Deposits with banks (Note 1)	Group Finance Company	<b>394,748,730.57</b>	297,803,298.83
	Bank of Jiangsu	<b>253,677.79</b>	321,554.74
	Bank of Nanjing	<b>370,204.71</b>	1,205,565.81
	Sub-total	<b>395,372,613.07</b>	299,330,419.38
Accounts receivable (Note 2)	Expressway Energy Development Company (Note 3)	<b>2,857,170.60</b>	6,818,749.00
	Yangtze Bridge Company	<b>7,819,400.00</b>	13,983,000.00
	Hutong Bridge Company	<b>3,911,500.00</b>	9,256,900.00
	Kuailu Company	<b>1,631,982.47</b>	1,289,067.88
	Luode Fund Company	<b>2,988.50</b>	–
	Sundian R&B Company	<b>481,648.19</b>	297,803.36
	Culture Media	<b>4,786,607.69</b>	16,930,122.02
	Taixing Hechang Oil Company (Note 3)	<b>638,236.04</b>	2,249,725.01
	Engineering Testing Company	<b>844,999.98</b>	1,690,000.00
	Xitai Tunnel Company	<b>220,000.00</b>	430,000.00
	East Expressway Company	<b>0.20</b>	–
	Suhuaiyan Expressway Company	<b>23,762.50</b>	9,545.89
	Lianxu Expressway Company	<b>69,998.87</b>	83,011.60
	Ningsuxu Expressway Company	<b>92,575.74</b>	98,781.50
	Runyang Bridge Company	<b>32,842.04</b>	17,620.10
	Suxichang South Company	<b>59,430,644.10</b>	43,683,599.34
	Tongxingbao Company	<b>1,436,045.35</b>	15,323,085.80
	Fuanda Company	–	–
	Beijing Shanghai Expressway Company	<b>70,396.26</b>	–
	Yanjiang Expressway Company	<b>22,039.04</b>	–
	Traffic Holding	<b>256,740.15</b>	–
	Tieji Company	<b>1,986,820.02</b>	–
	Traffic Control Commercial Operation Company	<b>914,044.90</b>	–
Sub-total	<b>87,530,442.64</b>	112,161,011.50	

## NOTES TO THE FINANCIAL STATEMENTS

For the Six-month period ended 30 June 2024

### X. RELATED PARTIES AND RELATED PARTY TRANSACTIONS (CONTINUED)

#### 6. Receivables from and payables to related parties (Continued)

##### (1) Receivables from related parties (Continued)

Item	Name of related party	30 June 2024	31 December 2023
Long-term receivables (including those due within one year)	JCH Commercial Operation Company	<b>119,298,675.73</b>	179,160,496.67
Prepayments	JCH Commercial Operation Company	–	743,056.55
	Tongxingbao Company	<b>67,044.79</b>	63,755.49
	Sub-total	<b>67,044.79</b>	806,812.04
Other receivables	Luode Fund Company	<b>5,598,493.35</b>	5,598,493.35
	Sundian R&B Company	<b>14,217.32</b>	6,145.47
	Network Operation Company	<b>324.00</b>	324.00
	Tongxingbao Company	<b>56,885.00</b>	10,628.38
	Engineering Testing Company	–	–
	Expressway Information Company	<b>73.00</b>	28.00
	JCH Commercial Operation Company	–	289,705.00
	Nengtou Xincheng	–	7,350.00
	Sub-total	<b>5,669,992.67</b>	5,912,674.20
Dividends receivable	Longyuan Donghai	<b>14,272,941.83</b>	14,272,941.83
	Kuailu Company	<b>4,989,960.00</b>	4,989,960.00
	Yangtze Bridge Company	<b>34,190,139.60</b>	–
	Sub-total	<b>53,453,041.43</b>	19,262,901.83

*Note 1:* A financial service agreement was signed and concluded between the Group and Group Finance Company, in which Group Finance Company would provide financial service to the Group such as deposit, credit and so on. The Company's subsidiaries have also participated in this agreement. As at 30 June 2024, the Group has deposited RMB394,748,730.57 (31 December 2023: RMB297,803,298.83) in Group Finance Company in accordance with the financial service agreement.

## NOTES TO THE FINANCIAL STATEMENTS

For the Six-month period ended 30 June 2024

### X. RELATED PARTIES AND RELATED PARTY TRANSACTIONS (CONTINUED)

#### 6. Receivables from and payables to related parties (Continued)

##### (1) Receivables from related parties (Continued)

*Note 2:* As at 30 June 2024, besides the accounts receivable from related party stated above, there are split toll road fee receivables from Eastern Expressway Company, Jinghu Company and other expressway companies within the toll road network companies ("Toll Road Network Companies") which amounted to RMB186,818,854.24 (31 December 2023: RMB187,767,130.93). The ultimate shareholder of those Toll Road Network Companies is Communications Holding, except for which the Company has no other control, joint control or significant influence relationship with them.

*Note 3:* As at 30 June 2024, the carrying amount with Expressway Energy Development Company and Taixing Hechang Oil Company were lease receivables.

##### (2) Payables to related parties

Item	Name of related party	30 June 2024	31 December 2023	
Accounts payable ( <i>Note</i> )	Sundian R&B Company	74,148,727.54	16,686,896.75	
	Expressway Information Company	7,040,189.07	7,584,572.25	
	Network Operation Company	5,007,900.00	2,359,252.57	
	Tongxingbao Company	8,715,608.44	4,467,445.92	
	Kuailu Company	725,848.72	3,784,280.96	
	Micro Video Company	2,899,023.01	3,471,893.65	
	Maintenance Technology Company	16,424,630.77	17,505,404.72	
	Huatong Company	191,382.16	3,903,977.83	
	Culture Media	3,423,034.05	7,071,824.00	
	Engineering Testing Company	51,110.98	4,841,110.98	
	Communications Holding	–	–	
	Human Resources Company	321,053.00	2,887,003.00	
	Cuipingshan Hotel	–	258,280.00	
	Engineering Maintenance Company	–	968,537.5	
	Bank of Nanjing	500,000.00	1,000,000.00	
	JCH Commercial Operation Company	5,714,048.76	4,221,719.60	
	Luode Fund Company	1,666,802.99	1,666,802.99	
	Digital Transportation Research Institute	110,000.00	3,208,600.00	
	Sub-total		126,939,359.49	85,887,602.72

## NOTES TO THE FINANCIAL STATEMENTS

For the Six-month period ended 30 June 2024

### X. RELATED PARTIES AND RELATED PARTY TRANSACTIONS (CONTINUED)

#### 6. Receivables from and payables to related parties (Continued)

##### (2) Payables to related parties (Continued)

Item	Name of related party	30 June 2024	31 December 2023
Advance payments received	Kuailu Company	–	458,689.67
	Sundian R&B Company	80,000.00	80,000.00
	Yanjiang Company	–	1,742,110.45
	Yangtze Bridge Company	–	601,551.00
	Tongxingbao Company	1545.00	1,235.00
	Micro Video Company	790.00	1,825.00
	Sub-total	<u>82,335.00</u>	<u>2,885,411.12</u>
Other payables	Communications Holding	35,815,158.26	–
	Tongxingbao Company	107,270.00	26,670.00
	Network Operation Company	1,680.00	1,440.00
	Sundian R&B Company	4,154,479.73	8,412,928.39
	Luode Fund Company	10,000,000.00	10,000,000.00
	Huatong Company	591,152.86	175,756.30
	Dongfang R&B Company	–	350,258.10
	Expressway Information Company	334,893.44	419,926.44
	East Expressway Company	–	367,803.57
	Expressway Management Centre	–	2.52
	Human Resources Company	200,000.00	200,000.00
	Micro Video Company	21,978.45	21,978.45
	Culture Media	–	–
	Expressway Energy Development Company	–	3,200.00
	Kuailu Company	100,000.00	100,000.00
JCH Commercial Operation Company	1,884,938.12	1,050,531.67	
	Sub-total	<u>53,211,550.86</u>	<u>21,130,495.44</u>
Short-term loans	Group Finance Company	<u>400,255,556.00</u>	<u>480,355,055.92</u>
Long-term loans (including long-term loans due within one year)	Group Finance Company	300,321,688.89	312,167,448.47
	Communications Holding	<u>3,234,229,871.43</u>	<u>3,221,841,767.13</u>
	Sub-total	<u>3,534,551,560.32</u>	<u>3,534,009,215.60</u>

*Note:* As at 30 June 2024, besides the accounts payable to related party stated above, there are split toll road fee payables to other Toll Road Network Companies which amounted to RMB2,496,162.47 (31 December 2023: RMB3,439,561.68). The ultimate shareholder of those Toll Road Network Companies is Communications Holding, except for which the Company has no other control, joint control or significant influence relationship with them.



## NOTES TO THE FINANCIAL STATEMENTS

For the Six-month period ended 30 June 2024

### X. RELATED PARTIES AND RELATED PARTY TRANSACTIONS (CONTINUED)

#### 6. Receivables from and payables to related parties (Continued)

##### (3) Other unsettled items

Item	Name of related party	30 June 2024	31 December 2023
Financial assets held for trading	Bank of Nanjing	78,000,000.00	300,000,000.00
	Bank of Jiangsu	800,000,000.00	
	Sub-total	878,000,000.00	300,000,000.00

### XI. COMMITMENTS AND CONTINGENCIES

#### 1. Significant commitments

##### (1) Capital commitments

	30 June 2024	31 December 2023
Capital commitments that have been entered into but have not been recognized in the financial statements		
– Commitment for acquisition and construction of long-term assets	33,702,294,112.28	12,864,617,641.14

#### 2. Contingencies

Ninghu Properties Company, a subsidiary of the Company provide joint and several liability guarantees to banks for bank borrowings granted to buyers of properties in accordance with real estate industry practices. The obligation begins from the date on which the guarantee contract comes into effect and will end when the buyers obtain certifications of the purchased properties and complete registration of mortgage and pass the properties warrants certification to the bank. As at 30 June 2024, the outstanding guarantees amounted to approximately RMB85,054,399.33 (31 December 2023: RMB111,530,272.21).

## NOTES TO THE FINANCIAL STATEMENTS

*For the Six-month period ended 30 June 2024*

### XII. OTHER SIGNIFICANT ITEMS

#### 1. Segment reporting

Based on the Group's internal organization structure, management requirements and internal reporting system, the operations of the Group are classified into 14 operating segments, including Shanghai-Nanjing Expressway, Ningchang Expressway and Zhenli Expressway, Guangjing Expressway and Xicheng Expressway, Xiyi Expressway and Wuxi Huantaihu Expressway, Zhendan Expressway, Wufengshan Bridge, Changyi Expressway, Yichang Expressway, Longtan Bridge, Xitai Expressway, ancillary services (including petrol, food and retail in service zones along the expressways), real estate development, sales of electricity and advertising and others. The Group's management periodically evaluates the operating results of these reporting segments to make decisions about resources to be allocated to the segments and assess their performance.

##### (1) Segment results and assets

For the purposes of assessing segment performance and allocating resources between segments, the Group's management regularly reviews the assets, liabilities, revenue, expenses and financial performance, attributable to each reportable segment on the following bases:

Segment assets include all tangible, intangible, other non-current and current assets, such as accounts receivable, with the exception of deferred tax assets and other unallocated corporate assets.

Financial performance is operating income (including operating income from external customers and inter-segment operating income) after deducting expenses, depreciation, amortisation and impairment losses attributable to the individual segments. Inter-segment sales are determined with reference to prices charged to external parties for similar orders. Financial expenses, investment income, gains or losses from changes in fair value, partial general and administrative expenses, partial non-operating income and tax expenses are not allocated to individual segments.

## NOTES TO THE FINANCIAL STATEMENTS

For the Six-month period ended 30 June 2024

### XII. OTHER SIGNIFICANT ITEMS (CONTINUED)

#### 1. Segment reporting (Continued)

##### (1) Segment results and assets (Continued)

Information regarding the Group's reportable segments set out below is the measure of segment profit and segment assets reviewed by the chief operating decision maker or is otherwise regularly provided to the chief operating decision maker, even if not included in the measure of segment profit and segment assets:

	Shanghai-Nanjing Expressway		Guangjing Expressway and Xicheng Expressway		Xiji Expressway and Wuxi Huantaihu Expressway		Changyi Expressway		Yichang Expressway	
	For the six-month period ended	For the six-month period ended	For the six-month period ended	For the six-month period ended	For the six-month period ended	For the six-month period ended	For the six-month period ended	For the six-month period ended	For the six-month period ended	For the six-month period ended
	30 June 2024	30 June 2023	30 June 2024	30 June 2023	30 June 2024	30 June 2023	30 June 2024	30 June 2023	30 June 2024	30 June 2023
Segment operating income	2,475,075,755.57	2,587,561,515.16	440,070,567.77	428,290,778.80	230,323,543.67	293,529,522.24	62,175,050.71	62,422,260.18	60,183,008.49	64,826,188.79
Operating cost	878,481,947.14	819,032,856.47	111,608,568.95	100,115,895.57	191,585,977.91	187,787,993.95	55,842,124.78	51,664,516.37	48,806,842.18	47,053,251.95
Including: Amortisation of toll roads operation rights	354,110,630.21	343,558,570.66	49,466,762.27	45,247,938.46	79,609,909.78	94,106,183.38	47,717,991.11	44,415,889.15	37,316,258.39	35,295,736.87
Costs of petrol and other goods sold in service zones	-	-	-	-	-	-	-	-	-	-
Segment operating profit	1,596,593,808.43	1,768,528,658.69	328,461,998.82	328,174,883.23	38,737,565.76	105,741,528.29	6,332,925.93	10,757,743.81	11,376,166.31	17,772,936.84
Reconciling items:										
Less: Taxes and surcharges	8,910,272.72	9,315,221.45	1,584,254.04	1,541,846.80	829,164.76	1,056,706.28	223,830.18	224,720.14	216,658.83	233,374.28
Selling and distribution expenses	-	-	-	-	-	-	-	-	-	-
General and administrative expenses	31,473,447.42	31,473,447.42	-	-	-	-	-	-	-	-
Financial expenses	-	-	-	-	-	-	-	-	-	-
Add: Other income	4,035,469.28	8,507,890.11	-	-	-	-	-	-	-	-
Investment income	-	-	-	-	-	-	-	-	-	-
Gains/losses from changes in fair value	-	-	-	-	-	-	-	-	-	-
Credit losses	-	-	-	-	-	-	-	-	-	-
Impairment losses	-	-	-	-	-	-	-	-	-	-
Gains from asset disposals	-	-	-	-	-	-	-	-	-	-
Operating profit	1,560,245,557.57	1,736,247,879.93	326,877,744.78	326,633,036.43	37,908,401.00	104,684,822.01	6,109,095.75	10,533,023.67	11,159,507.48	17,539,562.56
Non-operating income	-	-	-	-	-	-	-	-	-	-
Non-operating expenses	-	-	-	-	-	-	-	-	-	-
Profit before taxation	1,560,245,557.57	1,736,247,879.93	326,877,744.78	326,633,036.43	37,908,401.00	104,684,822.01	6,109,095.75	10,533,023.67	11,159,507.48	17,539,562.56
Income tax	-	-	-	-	-	-	-	-	-	-
Net profit for the period	1,560,245,557.57	1,736,247,879.93	326,877,744.78	326,633,036.43	37,908,401.00	104,684,822.01	6,109,095.75	10,533,023.67	11,159,507.48	17,539,562.56
Total segment assets	6,569,500,909.52	7,194,132,368.23	532,286,928.82	623,876,072.35	1,001,736,156.37	1,253,428,087.14	3,498,840,837.71	3,549,003,835.55	3,638,425,674.02	3,681,403,110.06

## NOTES TO THE FINANCIAL STATEMENTS

For the Six-month period ended 30 June 2024

## XII. OTHER SIGNIFICANT ITEMS (CONTINUED)

## 1. Segment reporting (Continued)

## (1) Segment results and assets (Continued)

	Ningchang Expressway and Zhenli Expressway		Zhendan Expressway		Wufengshan Bridge		Longtan Bridge		Xitai Expressway	
	For the six-month period ended	For the six-month period ended	For the six-month period ended	For the six-month period ended	For the six-month period ended	For the six-month period ended	For the six-month period ended	For the six-month period ended	For the six-month period ended	For the six-month period ended
	30 June 2024	30 June 2023	30 June 2024	30 June 2023	30 June 2024	30 June 2023	30 June 2024	30 June 2023	30 June 2024	30 June 2023
Segment operating income	710,627,289.66	662,912,930.57	46,105,690.40	44,766,021.04	505,091,480.69	378,076,286.10	-	-	-	-
Operating cost	258,178,915.60	227,251,943.36	35,835,666.88	35,468,758.43	199,845,477.73	136,789,514.45	-	-	-	-
Including: Amortisation of toll roads operation rights	176,058,388.09	154,278,552.83	23,049,820.38	20,278,482.31	158,565,729.89	46,532,099.19	-	-	-	-
Costs of petrol and other goods sold in service zones	-	-	-	-	-	-	-	-	-	-
Segment operating profit/(loss)	452,448,374.06	435,660,987.21	10,270,023.52	9,297,262.61	305,246,002.96	241,286,771.65	-	-	-	-
Reconciling items:										
Less: Taxes and surcharges	2,558,258.24	2,386,486.55	165,980.49	161,157.68	1,818,329.33	1,361,074.63	99,059.30	-	704,453.27	-
Selling and distribution expenses	-	-	-	-	-	-	-	-	-	-
General and administrative expenses	-	-	-	-	-	-	-	-	-	-
Financial expenses	-	-	-	-	-	-	-	-	-	-
Add: Other income	2,220,109.57	2,104,878.01	-	-	-	-	-	-	-	-
Investment income	-	-	-	-	-	-	-	-	-	-
Gains/losses from changes in fair value	-	-	-	-	-	-	-	-	-	-
Credit losses	-	-	-	-	-	-	-	-	-	-
Impairment losses	-	-	-	-	-	-	-	-	-	-
Gains and losses from asset disposals	-	-	-	-	-	-	-	-	-	-
Operating profit/(loss)	452,110,225.39	435,379,378.67	10,104,043.03	9,136,104.93	303,427,673.63	239,925,697.02	-99,059.30	-	-704,453.27	-
Non-operating income	-	-	-	-	-	-	-	-	-	-
Non-operating expenses	-	-	-	-	-	-	-	-	-	-
Profit/(loss) before taxation	452,110,225.39	435,379,378.67	10,104,043.03	9,136,104.93	303,427,673.63	239,925,697.02	-99,059.30	-	-704,453.27	-
Income tax	-	-	-	-	-	-	-	-	-	-
Net profit/(loss) for the period	452,110,225.39	435,379,378.67	10,104,043.03	9,136,104.93	303,427,673.63	239,925,697.02	-99,059.30	-	-704,453.27	-
Total segment assets	3,725,507,080.69	4,016,208,718.69	1,549,620,286.85	1,583,398,057.16	11,476,150,971.79	11,679,270,441.65	7,429,513,008.52	6,502,083,768.16	2,815,800,796.36	-

## NOTES TO THE FINANCIAL STATEMENTS

For the Six-month period ended 30 June 2024

### XII. OTHER SIGNIFICANT ITEMS (CONTINUED)

#### 1. Segment reporting (Continued)

##### (1) Segment results and assets (Continued)

	Ancillary services		Real estate development		Sales of electricity		Advertising and others		Unallocated items and Consolidation offset		Total	
	For the		For the		For the		For the		For the		For the	
	six-month period	For the six-month	six-month period	For the six-month	six-month period	For the six-month	six-month period	For the six-month	six-month period	For the six-month	six-month period	For the six-month
	ended 30 June	period ended 30	ended 30 June	period ended 30	ended 30 June	period ended 30	ended 30 June	period ended 30	ended 30 June	period ended 30	ended 30 June	period ended 30
	2024	June 2023	2024	June 2023	2024	June 2023	2024	June 2023	2024	June 2023	2024	June 2023
Segment operating income	846,124,515.25	900,406,623.93	126,260,221.58	245,487,117.95	348,097,193.29	351,427,537.00	91,437,533.18	112,463,005.98	4,018,362,207.04	1,003,842,165.73	9,959,934,057.30	7,136,011,953.47
Operating cost	832,938,376.62	892,236,576.39	84,471,749.65	168,806,371.56	174,833,657.17	171,257,113.09	78,632,861.73	85,355,320.38	4,018,362,207.04	1,003,842,165.73	6,969,424,373.38	3,926,662,277.70
Including: Amortisation of toll roads operation rights	-	-	-	-	-	-	-	-	-	-	925,895,490.12	783,713,452.85
Costs of petrol and other goods sold in service zones	662,391,801.31	730,382,066.86	-	-	-	-	-	-	-	-	662,391,801.31	730,382,066.86
Operating profit	13,186,138.63	8,170,047.54	41,788,471.93	76,680,746.39	173,263,536.12	180,170,423.91	12,804,671.45	27,107,685.60	-	-	2,990,509,683.92	3,209,349,675.77
Reconciling items:												
Less: Taxes and surcharges	21,153,424.87	2,528,128.44	11,940,409.05	18,399,544.68	815,271.97	570,881.89	571,016.75	682,204.43	-	-	51,590,383.80	38,461,347.25
Selling and distribution expenses	-	-	3,089,120.38	5,803,128.77	-	-	-	-	-	-	3,089,120.38	5,803,128.77
General and administrative expenses	-	-	-	-	-	-	-	-	75,455,835.78	78,153,948.57	106,929,283.20	109,627,395.99
Financial expenses	-	-	-	-	-	-	-	-	474,594,731.87	533,463,186.75	474,594,731.87	533,463,186.75
Add: Other income	-	-	49,154.42	65,202.49	-	-	960,000.00	-	253,677.18	1,128,423.39	7,518,410.45	11,806,394.00
Investment income	-	-	-	-	-	-	-	-	1,049,155,694.96	613,519,419.63	1,049,155,694.96	613,519,419.63
Gains or losses from changes in fair value	-	-	-	-	-	-	-	-	38,913,161.37	75,602,122.87	38,913,161.37	75,602,122.87
Credit losses	-	-	-	-	-	-	-	-	108,514.99	8,941,646.00	108,514.99	8,941,646.00
Impairment losses	-	-	-	-	-	-	-	-	-	-	-	-
Gains from asset disposals	-	-	-	-	-	-	-	-	54,946,241.84	4,789,530.84	54,946,241.84	4,789,530.84
Operating profit	-7,967,286.24	5,641,919.10	26,808,096.92	52,543,275.43	172,448,264.15	179,599,542.02	13,193,654.70	26,425,481.17	593,109,692.71	74,480,715.41	3,504,731,158.30	3,218,770,438.35
Non-operating income	-	-	-	-	-	-	-	-	1,920,719.21	8,158,797.75	1,920,719.21	8,158,797.75
Non-operating expenses	-	-	-	-	-	-	-	-	12,361,553.61	10,813,382.08	12,361,553.61	10,813,382.08
Profit before taxation	-7,967,286.24	5,641,919.10	26,808,096.92	52,543,275.43	172,448,264.15	179,599,542.02	13,193,654.70	26,425,481.17	582,668,858.31	71,826,131.08	3,494,290,323.90	3,216,115,854.02
Income tax	-	-	-	-	-	-	-	-	614,441,864.57	628,491,894.66	614,441,864.57	628,491,894.66
Profit/(loss) before taxation	-7,967,286.24	5,641,919.10	26,808,096.92	52,543,275.43	172,448,264.15	179,599,542.02	13,193,654.70	26,425,481.17	-31,773,006.26	-556,665,763.58	2,879,848,459.33	2,587,623,959.36
Total segment assets	344,692,791.20	341,331,087.52	2,069,343,810.23	2,216,794,254.73	4,426,960,364.76	4,563,760,692.25	963,242,269.41	832,147,102.62	34,485,455,745.07	30,624,606,348.25	84,527,077,631.32	78,661,443,944.36

##### (2) Geographical information

All income and non-current assets of the Group are located in Jiangsu Province.

##### (3) Major customers

There is no significant reliance on specific customers.

## NOTES TO THE FINANCIAL STATEMENTS

For the Six-month period ended 30 June 2024

### XIII. NOTES TO THE COMPANY'S FINANCIAL STATEMENTS

#### 1. Accounts receivable

(1) Accounts receivable by customer type are as follows:

Type	30 June 2024	31 December 2023
Amounts due from related parties	<b>199,778,386.41</b>	302,167,918.21
Amounts due from third parties	<b>257,201,443.84</b>	134,639,288.06
Sub-total	<b>456,979,830.25</b>	436,807,206.27
Less: Provision for bad and doubtful debts	<b>2,476,636.56</b>	2,476,636.56
Total	<b>454,503,193.69</b>	434,330,569.71

(2) The ageing analysis of accounts receivable is as follows:

Ageing	30 June 2024	31 December 2023
Within 1 year	<b>449,925,836.26</b>	428,902,172.28
Over 1 year but within 2 years	<b>416,626.72</b>	416,626.72
Over 2 years but within 3 years	<b>2,368,678.11</b>	3,219,718.11
Over 3 years	<b>4,268,689.16</b>	4,268,689.16
Sub-total	<b>456,979,830.25</b>	436,807,206.27
Less: Provision for bad and doubtful debts	<b>2,476,636.56</b>	2,476,636.56
Total	<b>454,503,193.69</b>	434,330,569.71

The ageing is counted starting from the date when accounts receivable are recognised.

## NOTES TO THE FINANCIAL STATEMENTS

For the Six-month period ended 30 June 2024

### XIII. NOTES TO THE COMPANY'S FINANCIAL STATEMENTS (CONTINUED)

#### 1. Accounts receivable (Continued)

##### (3) Accounts receivable by provisioning method

Category	30 June 2024					31 December 2023				
	Book value		Provision for bad and doubtful debts		Carrying amount	Book value		Provision for bad and doubtful debts		Carrying amount
	Amount	Percentage (%)	Amount	Percentage (%)		Amount	Percentage (%)	Amount	Percentage (%)	
Individual assessment	1,710,232.43	0.37	1,710,232.43	100	-	1,710,232.43	0.39	1,710,232.43	100	-
Collective assessment	455,269,597.82	99.63	766,404.13	0.16	454,503,193.69	435,096,973.84	99.61	766,404.13	0.18	434,330,569.71
Total	<u>456,979,830.25</u>	<u>100</u>	<u>2,476,636.56</u>	<u>0.54</u>	<u>454,503,193.69</u>	<u>436,807,206.27</u>	<u>100</u>	<u>2,476,636.56</u>	<u>0.57</u>	<u>434,330,569.71</u>

##### (4) Movements of provisions for bad and doubtful debts

	30 June 2024			31 December 2023		
	Individual assessment	Collective assessment	Total	Individual assessment	Collective assessment	Total
Balance at the beginning of the period	1,710,232.43	766,404.13	2,476,636.56	-	596,358.26	596,358.26
Additions during the period	-	-	-	1,710,232.43	170,045.87	1,880,278.30
Recoveries or reversals during the period	-	-	-	-	-	-
Balance at the end of the period	<u>1,710,232.43</u>	<u>766,404.13</u>	<u>2,476,636.56</u>	<u>1,710,232.43</u>	<u>766,404.13</u>	<u>2,476,636.56</u>

## NOTES TO THE FINANCIAL STATEMENTS

For the Six-month period ended 30 June 2024

### XIII. NOTES TO THE COMPANY'S FINANCIAL STATEMENTS (CONTINUED)

#### 1. Accounts receivable (Continued)

##### (5) Five largest accounts receivable by debtor at the end of the period

The five largest accounts receivable of the Company amounted to RMB119,776,782.44, accounting for 27.95% of the total accounts receivable at the end of the period, and the corresponding balance of provision for bad and doubtful debts is RMB0.

##### (6) Derecognition of accounts receivable due to transfer of financial assets

The Company has no accounts receivable derecognition due to transfer to financial assets this period (2023: none).

##### (7) Assets and liabilities recognised due to the continuing involvement of accounts receivable transferred

The Company does not transfer receivables this period and continues to involve in the formation of assets and liabilities (2023: none).

#### 2. Other receivables

	<i>Note</i>	<b>30 June 2024</b>	31 December 2023
Dividends receivable	(1)	<b>255,368,439.87</b>	4,989,960.00
Others	(2)	<b>6,693,264.41</b>	10,176,948.36
Total		<b>262,061,704.28</b>	15,166,908.36

##### (1) Dividends receivable

<b>Investee</b>	<b>30 June 2024</b>	31 December 2023
Yangtze Bridge Company	<b>34,190,139.60</b>	–
Kuailu Company	<b>4,989,960.00</b>	4,989,960.00
Guangjing Xicheng Company	<b>216,188,340.27</b>	–
Total	<b>255,368,439.87</b>	4,989,960.00



## NOTES TO THE FINANCIAL STATEMENTS

For the Six-month period ended 30 June 2024

### XIII. NOTES TO THE COMPANY'S FINANCIAL STATEMENTS (CONTINUED)

#### 2. Other receivables (Continued)

##### (2) Others

##### (a) Others by customer type:

Customer type	30 June 2024	31 December 2023
Amounts due from related parties	<b>72,712.96</b>	5,083,826.30
Amounts due from third parties	<b>6,720,768.33</b>	21,005,478.96
Sub-total	<b>6,793,481.29</b>	26,089,305.26
Less: Provision for bad and doubtful debts	<b>100,216.88</b>	15,912,356.90
Total	<b>6,693,264.41</b>	10,176,948.36

##### (b) The ageing analysis is as follows:

Ageing	30 June 2024	31 December 2023
Within 1 year (inclusive)	<b>5,017,581.09</b>	6,730,355.10
Over 1 year but within 2 years (inclusive)	<b>607,210.00</b>	718,630.17
Over 2 years but within 3 years (inclusive)	<b>16,240.79</b>	1,062,378.19
Over 3 years	<b>1,152,449.41</b>	17,577,941.80
Sub-total	<b>6,793,481.29</b>	26,089,305.26
Less: Provision for bad and doubtful debts	<b>100,216.88</b>	15,912,356.90
Total	<b>6,693,264.41</b>	10,176,948.36

## NOTES TO THE FINANCIAL STATEMENTS

*For the Six-month period ended 30 June 2024*

### XIII. NOTES TO THE COMPANY'S FINANCIAL STATEMENTS (CONTINUED)

#### 2. Other receivables (Continued)

##### (2) Others (Continued)

##### (c) Others by provisioning method

Category	30 June 2024					31 December 2023				
	Book value		Provision for bad and doubtful debts		Carrying amount	Book value		Provision for bad and doubtful debts		Carrying amount
	Amount	Percentage (%)	Amount	Percentage (%)		Amount	Percentage (%)	Amount	Percentage (%)	
Individual assessment	-	-	-	-	-	15,812,140.02	60.61	15,812,140.02	100.00	-
Collective assessment	6,793,481.29	100	100,216.88	1.48	6,693,264.41	10,277,165.24	39.39	100,216.88	0.98	10,176,948.36
<b>Total</b>	<b>6,793,481.29</b>	<b>100</b>	<b>100,216.88</b>	<b>1.48</b>	<b>6,693,264.41</b>	<b>26,089,305.26</b>	<b>100</b>	<b>15,912,356.90</b>	<b>60.99</b>	<b>10,176,948.36</b>

##### (d) Movements of provision for bad and doubtful debts

Provision for bad and doubtful debts	30 June 2024				Total	31 December 2023			
	Stage 1	Stage 2	Stage 3	Total		Stage 1	Stage 2	Stage 3	Total
	12-month ECL	Lifetime ECL – Not credit impaired	Lifetime ECL – Credit impaired			12-month ECL	Lifetime ECL – Not credit impaired	Lifetime ECL – Credit impaired	
Balance at the beginning of the period	100,216.88	-	15,812,140.02	15,912,356.90	100,216.88	-	15,812,140.02	15,912,356.90	
Transfer to stage 2	-	-	-	-	-	-	-	-	
Transfer to stage 3	-	-	-	-	-	-	-	-	
Reverse to stage 2	-	-	-	-	-	-	-	-	
Reverse to stage 1	-	-	-	-	-	-	-	-	
Additions during the period	-	-	-	-	-	-	-	-	
Recoveries or reversals during the period	-	-	15,000,000.00	15,000,000.00	-	-	-	-	
Written-off during the period	-	-	812,140.02	812,140.02	-	-	-	-	
<b>Balance at the end of the period</b>	<b>100,216.88</b>	<b>-</b>	<b>-</b>	<b>100,216.88</b>	<b>100,216.88</b>	<b>-</b>	<b>15,812,140.02</b>	<b>15,912,356.90</b>	

## NOTES TO THE FINANCIAL STATEMENTS

For the Six-month period ended 30 June 2024

### XIII. NOTES TO THE COMPANY'S FINANCIAL STATEMENTS (CONTINUED)

#### 2. Other receivables (Continued)

##### (2) Others (Continued)

##### (e) Others categorised by nature

Nature of other receivables	30 June 2024	31 December 2023
Amounts of investment clearance	–	15,812,140.02
Guarantee fee receivables	<b>2,132,841.09</b>	5,076,437.92
Petty cash	<b>2,216,000.00</b>	2,677,953.66
Other sporadic funds	<b>2,444,640.20</b>	2,522,773.66
Sub-total	<b>6,793,481.29</b>	26,089,305.26
Less: Provision for bad and doubtful debts	<b>100,216.88</b>	15,912,356.90
Total	<b>6,693,264.41</b>	10,176,948.36

##### (f) Five largest others-by debtor at the end of the period

Debtor	Nature of the receivable	Balance at the end of the period	Ageing	Proportion in other receivables Proportion of balance (%)	Ending balance of provision for bad and doubtful debts
Suzhou Power Supply Branch of State Grid Jiangsu Electric Power Co., Ltd.	electricity fees	<b>171,008.35</b>	1 year	2.52	–
Wuxi China Resources Gas Co., Ltd.	Natural gas deposit	<b>135,000.00</b>	More than 3 years	1.99	–
Suzhou Dingdingxin Property Management Co., Ltd.	Property fee	<b>86,336.94</b>	1 year	1.27	–
Shanghai Chizhuo Automobile Service Co., Ltd.	Rental fee	<b>77,518.20</b>	1 year	1.14	–
China Mobile Communications Group Jiangsu Co., Ltd. Changzhou Branch	Telecommunication fee	<b>65,990.97</b>	1 year	0.97	–
Total		<b>535,854.46</b>		7.89	–

## NOTES TO THE FINANCIAL STATEMENTS

For the Six-month period ended 30 June 2024

### XIII. NOTES TO THE COMPANY'S FINANCIAL STATEMENTS (CONTINUED)

#### 3. Long-term equity investments

Item	30 June 2024			31 December 2023		
	Book value	Provision for impairment	Carrying amount	Book value	Provision for impairment	Carrying amount
Investments in subsidiaries	13,761,348,670.05	-	13,761,348,670.05	13,410,448,670.05	-	13,410,448,670.05
Investments in associates	8,418,090,252.51	-	8,418,090,252.51	8,135,283,529.41	-	8,135,283,529.41
Less: Provisions	-	-	-	-	-	-
Total	<u>22,179,438,922.56</u>	<u>-</u>	<u>22,179,438,922.56</u>	<u>21,545,732,199.46</u>	<u>-</u>	<u>21,545,732,199.46</u>

#### (1) Investments in subsidiaries

Subsidiary	Balance at the beginning of the period	Increase during the period	Decrease during the period	Balance at the end of the period	Provision made during the period	Impairment at the end of the period
Wufengshan Bridge	3,112,980,000.00	-	-	3,112,980,000.00	-	-
Longtan Bridge	2,520,710,000.00	75,300,000.00	-	2,596,010,000.00	-	-
Ninghu Investment Company	2,154,434,377.98	-	-	2,154,434,377.98	-	-
Guangjing Xicheng Company	2,125,000,000.00	-	-	2,125,000,000.00	-	-
Yunshan Green Energy	2,048,182,181.20	25,600,000.00	-	2,073,782,181.20	-	-
Ninghu Properties Company	500,000,000.00	-	-	500,000,000.00	-	-
Zhendao Company	423,910,000.00	-	-	423,910,000.00	-	-
Hanwei Company	374,499,800.00	-	-	374,499,800.00	-	-
Yangtze Commerce and Energy Company	100,000,000.00	-	-	100,000,000.00	-	-
Yangtze River Management Company	50,000,000.00	-	-	50,000,000.00	-	-
Ninghu International Company	732,310.87	-	-	732,310.87	-	-
Xitai Company	-	250,000,000.00	-	250,000,000.00	-	-
Total	<u>13,410,448,670.05</u>	<u>350,900,000.00</u>	<u>-</u>	<u>13,761,348,670.05</u>	<u>-</u>	<u>-</u>

## NOTES TO THE FINANCIAL STATEMENTS

For the Six-month period ended 30 June 2024

### XIII. NOTES TO THE COMPANY'S FINANCIAL STATEMENTS (CONTINUED)

#### 3. Long-term equity investments (Continued)

##### (2) Investments in associates

Investee	Balance at the beginning of the period	Movements during the period					Declared distribution of cash dividends or profits	Provision for impairment	Balance at the end of the period	Balance of provision for impairment at the end of the period
		Increase in capital	Decrease in capital	Investment income recognised under equity method	Other comprehensive income					
Associates										
Yangtze Bridge Company	2,582,271,546.26	-	-	191,852,876.38	10,788,952.91	(34,190,139.60)	-	2,750,723,235.95	-	
Suzhou Expressway Management	2,233,005,652.45	-	-	66,338,869.97	-	-	-	2,299,344,522.42	-	
Zijin Trust	2,248,944,091.90	-	-	32,730,030.00	-	-	-	2,281,674,121.90	-	
Group Finance Company	731,879,737.54	-	-	17,835,863.12	-	(12,500,000.00)	-	737,215,600.66	-	
Sundian R&B Company	181,508,149.98	-	-	4,302,250.37	-	-	-	185,810,400.35	-	
Culture Media	81,729,939.39	-	-	2,547,622.16	-	-	-	84,277,561.55	-	
Network Operation Company	33,335,491.65	-	-	1,669,727.48	-	-	-	35,005,219.13	-	
Kuailu Company	29,385,117.72	-	-	183,549.04	-	-	-	29,568,666.76	-	
Yuxin Ninghu Company	13,223,802.52	-	-	1,247,121.27	-	-	-	14,470,923.79	-	
<b>Total</b>	<b>8,135,283,529.41</b>	<b>-</b>	<b>-</b>	<b>318,707,909.79</b>	<b>10,788,952.91</b>	<b>(46,690,139.60)</b>	<b>-</b>	<b>8,418,090,252.51</b>	<b>-</b>	

## NOTES TO THE FINANCIAL STATEMENTS

For the Six-month period ended 30 June 2024

### XIII. NOTES TO THE COMPANY'S FINANCIAL STATEMENTS (CONTINUED)

#### 4. Operating income and operating costs

##### (1) Operating income and operating costs

Item	For the six-month period ended 30 June 2024		For the six-month period ended 30 June 2023	
	Income	Cost	Income	Cost
Principal activities	4,008,162,604.85	1,938,843,486.05	4,133,867,894.27	1,909,560,682.44
Other operating activities	53,664,375.60	—	45,769,544.41	—
Total	<u>4,061,826,980.45</u>	<u>1,938,843,486.05</u>	<u>4,179,637,438.68</u>	<u>1,909,560,682.44</u>

##### (2) Disaggregation of operating income

Type of contract	For the six-month period ended 30 June 2024	For the six-month period ended 30 June 2023
By timing of transferring goods or services		
Revenue recognized at a point in time	3,948,286,711.35	4,087,601,316.13
Revenue recognized over time	53,664,375.60	45,769,544.41
Total	<u>4,001,951,086.95</u>	<u>4,133,370,860.54</u>

## NOTES TO THE FINANCIAL STATEMENTS

For the Six-month period ended 30 June 2024

### XIII. NOTES TO THE COMPANY'S FINANCIAL STATEMENTS (CONTINUED)

#### 5. Investment income

Item	For the six-month period ended 30 June 2024	For the six-month period ended 30 June 2023
Income from long-term equity investments accounted for using equity method	<b>318,707,909.79</b>	317,834,574.60
Income from long-term equity investments accounted for using cost method	<b>216,188,340.27</b>	–
Income from investments in other equity instruments during the holding period	<b>338,909,856.00</b>	–
Investment income from disposal of financial assets held for trading	<b>32,278,629.20</b>	27,908,963.55
Interest income from loans	<b>21,157,242.99</b>	31,466,249.12
Total	<b><u>927,241,978.25</u></b>	<b><u>377,209,787.27</u></b>

## NOTES TO THE FINANCIAL STATEMENTS

For the Six-month period ended 30 June 2024

### XIV. EXTRAORDINARY GAINS AND LOSSES IN THE CURRENT PERIOD

Item	Amount	Note
(1) Disposal gains or losses of non-current assets	54,946,241.84	Note 1
(2) Government grants recognised in profit or loss (except for those which are closely related to the company's normal operations, which the company is entitled to under established standards in accordance with government policies and which have a continuing impact on the profits and losses of the company)	2,356,413.40	Note 1
(3) For a company which is not a financial institution, gains and losses arising from changes in the fair value of financial assets and financial liabilities held by the company, and those arising from the disposal of financial assets and financial liabilities, other than those held for effective hedging related to normal operations	130,356,880.68	Note 1
(4) Reversal of provisions for bad and doubtful debts of receivables assessed on an individual basis	15,000,000.00	
(5) Custody fees received for entrusted operations	28,847,104.73	Note 1
(6) Other non-operating income and expenses besides items above	<u>(10,440,834.40)</u>	Note 1
Sub-total	<u>221,065,806.25</u>	
(7) Tax effect	(55,266,451.56)	
(8) Effect on non-controlling interests after taxation	<u>(18,643,025.24)</u>	
Total	<u>147,156,329.45</u>	

Note 1: Extraordinary gain and loss items listed above are presented in the amount before taxation.



## NOTES TO THE FINANCIAL STATEMENTS

For the Six-month period ended 30 June 2024

### XV. RETURN ON NET ASSETS AND EARNINGS PER SHARE

In accordance with “Regulation on the Preparation of Information Disclosures by Companies Issuing Securities No.9 – Calculation and Disclosure of the Return on Net Assets and Earnings Per Share” (2010 revised) issued by the CSRC and relevant accounting standards, the Group’s return on net assets and earnings per share are calculated as follows:

<b>Profit for the reporting period</b>	<b>Weighted average return on net assets (%)</b>	<b>Basic earnings per share</b>	<b>Diluted earnings per share</b>
Net profit attributable to the Company’s ordinary equity shareholders	7.72	0.5456	0.5456
Net profit excluding extraordinary gain and loss attributable to the Company’s ordinary equity shareholders	<u>7.32</u>	<u>0.5164</u>	<u>0.5164</u>