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**辽宁港口股份有限公司**  
**LIAONING PORT CO., LTD.\***

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

## **2021 FIRST QUARTERLY REPORT**

The Board of the Company hereby announces the 2021 First Quarterly Report of the Company. The financial statements for the three months ended 31 March 2021 contained in this report have been prepared in accordance with the PRC GAAP and are unaudited.

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

The board of directors (the “**Board**”) of Liaoning Port Co., Ltd.\* (the “**Company**”) hereby announces the unaudited quarterly results (the “**2021 First Quarterly Report**”) of the Company for the three months ended 31 March 2021. The quarterly results have been prepared in accordance with the PRC GAAP. This announcement is made pursuant to Rule 13.09 and Rule 13.10B of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the “**Listing Rules**”) and the Inside Information Provisions (as defined in the Listing Rules) under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong).

The 2021 First Quarterly Report is written in both Chinese and English. In the case of any discrepancies, the Chinese version of the report shall prevail over its English version.

## **I. IMPORTANT NOTICE**

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

### **1.2 Conditions of directors absent from the meeting of the Board**

<b>Name of absent director</b>	<b>Position of absent director</b>	<b>Reason(s) for absence</b>	<b>Name of proxy</b>
CAO Dong	Director	Due to business engagement	WEI Minghui
YUAN Yi	Director	Due to business engagement	WEI Minghui
LIU Chunyan	Independent Director	Due to business engagement	LI Zhiwei
LAW Man Tat	Independent Director	Due to the pandemic restrictions	LI Zhiwei

**1.3** Wei Minghui, the person in charge of the Company, Wang Ping, the chief accountant of the Company, and Wang Jinsong, the person in charge of the Accounting Department of the Company (chief accountant), warrant the truthfulness, accuracy and completeness of the financial statements contained in this quarterly report.

**1.4** The first quarterly report of the Company is unaudited.

## II. CORPORATE INFORMATION

### 2.1 Key financial data

Unit: Yuan; Currency: RMB

	As at the end of the reporting period	As at the end of the preceding year		Changes from the end of the preceding year to the end of the reporting period (%)
		After adjustment	Prior to adjustment	
Total assets	56,329,649,210.81	55,443,448,306.10	34,525,841,797.91	1.60
Net assets attributable to equity holders of the Company	35,551,670,211.55	34,996,055,699.53	19,353,012,886.44	1.59
	From the beginning of the year to the end of reporting period	The same period of the preceding year		Changes over the same period of the preceding year (%)
		After adjustment	Prior to adjustment	
Net cash flows from operating activities	119,715,926.83	328,200,699.89	138,652,761.21	-63.52
	From the beginning of the year to the end of reporting period	The same period of the preceding year		Changes over the same period of the preceding year (%)
		After adjustment	Prior to adjustment	
Operating income	2,775,954,734.82	2,652,085,327.56	1,502,744,049.76	4.67
Net profit attributable to equity holders of the Company	545,134,717.07	473,282,283.14	181,694,360.09	15.18
Net profit attributable to equity holders of the Company, net of non-recurring profit or loss	341,159,257.25	167,370,670.38	167,370,670.38	103.83
Weighted average return on net assets (%)	1.55	1.28	0.96	Increase by 0.27 percentage point
Basic earnings per share (RMB/share)	0.024096	0.020920	0.014091	15.18
Diluted earnings per share (RMB/share)	0.024096	0.020920	0.014091	15.18

Non-recurring profit or loss items and amount

Unit: Yuan; Currency: RMB

Items	For the period	Note
Profit and loss on disposal of non-current assets	1,188,490.37	
Tax refund or exemption from unauthorized approval or non-official approval document or contingency		
Government grants included in profit or loss for the period other than those closely related with the normal operation of the Company and continuously conferred on in compliance with national policies and regulations and the standard quota or quantity basis	4,080,198.07	
Capital utilization fee received from non-financial enterprises and included in profit or loss for the period	1,017,838.05	
Gain on investments of subsidiaries, associates and joint ventures in which the investment cost was less than the interest in fair value of identifiable net assets of the investees at the time of acquisition		
Gain or loss on exchange of non-monetary assets		
Gain or loss on entrusted investment or asset management		
Asset impairment provisions for force majeure such as natural disasters		
Gain or loss on debt restructuring		
Corporate restructuring fees such as staff settlement expenses and consolidation charges		
Gain or loss arising from unfair trading transactions prices over their fair value		
Net gain or loss of subsidiaries from the beginning of the period to the consolidation date arising from the consolidation of enterprises under common control	181,566,605.37	Due to the impact of the merger by absorption of Yingkou Port Liability Co., Ltd.
Gain or loss on contingency items unrelated to the normal business operations of the Company		

<b>Items</b>	<b>For the period</b>	<b>Note</b>
Profit or loss from changes in fair value of financial assets held for trading, derivative financial assets, financial liabilities held for trading and derivative financial liabilities, and investment income from disposal of financial assets held for trading, derivative financial assets, financial liabilities held for trading, derivative financial liabilities and other debt investments, other than effective hedging business conducted in the course of normal business of the Company	17,243,835.61	
Reversal of impairment provisions for receivables and contract assets subject to individual impairment test		
Gain or loss on commissioned loans		
Gain or loss on changes in fair value of investment properties adopting fair value method for subsequent measurements		
Effect on profit or loss for the period from one-off adjustment to profit or loss for the period according to the requirements of the tax and accounting laws and regulations		
Custody fee income received from custody operation		
Other non-operating income and expenses other than all above-mentioned items	386,311.18	
Other profit or loss items conforming with the definition of non-recurring profit or loss	13,698,614.71	
Effect of minority interests (after tax)	-6,009,306.27	
Effect of income tax	-9,197,127.27	
<b>Total</b>	<b>203,975,459.82</b>	

## 2.2 Total number of shareholders, shareholdings of the top ten shareholders and the top ten shareholders not subject to selling restrictions as at the end of the reporting period

Unit: share

Total number of shareholders (account)				291,765		
Shareholdings of the top ten shareholders						
Name of shareholders (full name)	Number of shares held as at the end of the reporting period	Percentage (%)	Number of shares held subject to selling restrictions	Status of shares (pledged or frozen)		Nature of shareholders
				Status	Number	
Yingkou Port Group Co., Ltd.	6,916,185,012	30.57%	0	Unknown	0	State-owned legal person
Dalian Port Corporation Limited	5,310,255,162	23.47%	0	None	0	State-owned legal person
Hong Kong Securities Clearing Company Limited	5,201,647,433	22.99%	0	Unknown	0	Foreign legal person
Pangang Group Company Limited (攀鋼集團有限公司)	700,140,302	3.09%	0	Unknown	0	State-owned legal person
Liaoning Gangwan Financial Holding Group Co. Ltd. (遼寧港灣金融控股集團有限公司)	67,309,590	0.30%	0	Unknown	0	State-owned legal person
Dalian Rongyuan Investment and Management Company Limited	39,408,200	0.17%	0	Unknown	0	State-owned legal person
Agricultural Bank of China Limited - 中證500交易型開放式指數證券投資基金 (CSI 500 Constituent Trading Open-ended Fund)	27,526,168	0.12%	0	Unknown	0	Domestic non-state-owned legal person
Dalian Hi Tech Holding Co. Ltd.	19,704,100	0.09%	0	Unknown	0	State-owned legal person
Dalian Zhengtong Bonded Co. Ltd.	19,704,100	0.09%	0	Unknown	0	State-owned legal person
Dalian DETA Holding Co. Ltd.	19,704,100	0.09%	0	Unknown	0	State-owned legal person

Shareholdings of the top ten shareholders not subject to the selling restrictions			
Name of shareholders	Number of shares held not subject to selling restrictions	Class and number of shares	
		Class	Number
Yingkou Port Group Co., Ltd.	6,916,185,012	RMB ordinary shares (A shares)	6,916,185,012
Dalian Port Corporation Limited	5,310,255,162	RMB ordinary shares (A shares)	5,310,255,162
Hong Kong Securities Clearing Company Limited	5,201,647,433	Overseas listed foreign shares (H shares)	5,201,647,433
Pangang Group Company Limited (攀鋼集團有限公司)	700,140,302	RMB ordinary shares (A shares)	700,140,302
Liaoning Gangwan Financial Holding Group Co. Ltd. (遼寧港灣金融控股集團有限公司)	67,309,590	RMB ordinary shares (A shares)	67,309,590
Dalian Rongyuan Investment and Management Company Limited	39,408,200	RMB ordinary shares (A shares)	39,408,200
Agricultural Bank of China Limited – 中證500交易型開放式指數證券投資基金 (CSI 500 Constituent Trading Open-ended Fund)	27,526,168	RMB ordinary shares (A shares)	27,526,168
Dalian Hi Tech Holding Co. Ltd.	19,704,100	RMB ordinary shares (A shares)	19,704,100
Dalian Zhengtong Bonded Co. Ltd.	19,704,100	RMB ordinary shares (A shares)	19,704,100
Dalian DETA Holding Co. Ltd.	19,704,100	RMB ordinary shares (A shares)	19,704,100
Description of the shareholders' association or concerted action	Among the above shareholders, Yingkou Port Group Co., Ltd. is a controlling shareholder of the Company; Yingkou Port Group Co., Ltd., Dalian Port Corporation Limited and Liaoning Gangwan Financial Holding Group Co. Ltd. are indirect holding subsidiaries of China Merchants Group, the de facto controller of the Company. The Company is not aware of any connection among other shareholders or whether they are parties acting in concert as defined under the rules.		
Description of preference shareholders with voting rights restored and their shareholdings	None		

### III. SIGNIFICANT EVENTS

#### 3.1 Details of and reasons for material changes in the major accounting statement items and financial indicators of the Company

##### **1. *Financial assets held for trading***

As at 31 March 2021, financial assets held for trading of the Group amounted to RMB2,613,776,191.78, representing an increase of 189% compared with the beginning of the year, which was mainly due to the net increase in acquisition of bank structured deposits.

##### **2. *Notes receivable***

As at 31 March 2021, notes receivable of the Group amounted to RMB614,089,812.89, representing an increase of 50% compared with the beginning of the year, mainly because the Group was affected by the increase in bank acceptance notes in the first quarter.

##### **3. *Accounts receivable***

As at 31 March 2021, accounts receivable of the Group amounted to RMB2,511,359,232.39, representing an increase of 32% compared with the beginning of the year, which was mainly due to the concentrated payment recovery at the end of last year and crude oil storage business revenue that have not yet been settled with customers.

##### **4. *Advances to suppliers***

As at 31 March 2021, advances to suppliers of the Group amounted to RMB68,819,240.11, representing an increase of 88% compared with the beginning of the year, which was mainly due to the impact from the prepaid railway freight and corporate annuity.

##### **5. *Interest receivable***

As at 31 March 2021, interest receivable of the Group amounted to RMB659,139.80, representing an increase of 132% compared with the beginning of the year, which was mainly due to the increase in the interest of long-term borrowings.

##### **6. *Long-term receivable***

As at 31 March 2021, long-term receivable of the Group amounted to RMB54,445,075.76, representing a decrease of 32% compared to the beginning of the year, which was mainly due to the recovery of partial inter-company borrowings.



**7. Short-term borrowings**

As at 31 March 2021, short-term borrowings of the Group amounted to RMB0.00, representing a decrease of 100% compared with the beginning of the year, which was mainly due to the repayment of short-term bank borrowings.

**8. Employee benefits payable**

As at 31 March 2021, employee benefits payable of the Group amounted to RMB100,788,265.26, representing a decrease of 69% compared with the beginning of the year, which was mainly due to the payment of employee bonus accrued at the end of last year by the Group during the first quarter.

**9. Tax payable**

As at 31 March 2021, tax payable of the Group amounted to RMB186,798,321.49, representing an increase of 58% compared with the beginning of the year, which was mainly due to the increases in income and profit of the Group during the first quarter.

**10. Paid up capital**

As at 31 March 2021, paid up capital of the Group amounted to RMB22,623,429,453.00, representing an increase of 75% compared with the beginning of the year, which was mainly due to the merger by absorption of Yingkou Port Liability Co., Ltd. by issuing shares by the Group in the first quarter.

**11. Capital reserve**

As at 31 March 2021, capital reserve of the Group amounted to RMB7,971,206,825.51, representing a decrease of 55% compared with the beginning of the year, which was mainly due to the merger by absorption of Yingkou Port Liability Co., Ltd. by issuing shares by the Group in the first quarter, which offset capital reserve.

**12. R&D expenses**

In the first quarter of 2021, R&D expenses of the Group amounted to RMB1,237,407.98, representing a decrease of 62% compared with the same period of last year, which was mainly due to the impact of the Group's IT companies no longer being included in the consolidation scope in the first quarter.

**13. Profit or loss from changes in fair value**

In the first quarter of 2021, profit or loss from changes in fair value of the Group amounted to RMB0.00, representing a decrease of 100% compared with the same period of last year, which was mainly due to the disposal of all shares the Group held at the end of the last year.

#### **14. Credit impairment losses**

In the first quarter of 2021, credit impairment gains of the Group amounted to RMB10,930,556.10, compared to credit impairment losses of RMB15,489,644.15 in the same period of last year, which was mainly due to the collection of significant long-term receivables by the Group during the first quarter.

#### **15. Gain on disposal of assets**

In the first quarter of 2021, gain on disposal of assets of the Group amounted to RMB34,291,106.00, representing an increase of 36% compared with the same period of last year, which was mainly due to the gain on disposal of right-of-use assets arising from the change in leased contract of the Group.

#### **16. Non-operating income**

In the first quarter of 2021, non-operating income of the Group amounted to RMB625,828.48, representing a decrease of 76% compared with the same period of last year, which was mainly due to the receipt of penalties from customers during the first quarter of 2020.

#### **17. Non-operating expenses**

In the first quarter of 2021, non-operating expenses of the Group amounted to RMB335,538.23, representing an increase of 142% compared with the same period of last year, which was mainly due to the payment of litigation compensation.

#### **18. Net cash flows from operating activities**

In the first quarter of 2021, net cash inflows from operating activities of the Group amounted to RMB119,715,926.83, representing a decrease of 64% compared with the same period of last year, which was mainly due to the combined effect of the receipts of payment from previous trading business outstanding in the first quarter of 2020 and the prepaid annual bonus in the current year.

#### **19. Net cash flows from investing activities**

In the first quarter of 2021, net cash outflows from investing activities of the Group amounted to RMB1,812,575,620.62, representing an increase of 43% compared with the same period of last year, which was mainly due to the combined effect of the increase in net expenses for purchase of structured deposits and receipt of dividends from associates in the same period of last year.

#### **20. Net cash flows from financing activities**

In the first quarter of 2021, net cash outflows from financing activities of the Group amounted to RMB306,600,540.51, representing a decrease of 52% compared with the same period of last year, which was mainly due to the combined impact of the repayment of banks borrowings and payment of dividends in the same period of last year.

## 21. Effect of foreign exchange rate changes on cash and cash equivalents

In the first quarter of 2021, effect of foreign exchange rate changes on cash and cash equivalents of the Group amounted to RMB2,122,316.91, representing an increase of 210% compared with the same period of last year, which was mainly due to the fluctuation in international foreign exchange rate.

### 3.2 Throughput of terminal businesses

The following table sets out the throughput handled at the terminals and logistics business of the Group for the first quarter of 2021. These throughput data is an aggregate of all operating entities in which the Group had equity interests, irrespective of the percentage of equity interests held by the members of the Group.

Terminal Category	Unit	The first quarter			
		For current period	For same period of 2020	Change (%)	
Container	'0,000 TEU	240.6	300.5	-19.9%	
Oil/Liquefied Chemicals	'0,000 tonnes	1,712.2	1,702.7	0.6%	
Bulk and General Cargo	'0,000 tonnes	4,414.9	4,614.7	-4.3%	
Commercial Vehicles	'0,000 Units	21.1	11.5	83.5%	
Passenger and Ro-Ro Terminals	Vehicles:	'0,000 Units	19.3	11.9	62.2%
	Passengers	'0,000 persons	37.8	33.5	12.8%

Containers: in the first quarter, the sustained impact of the outbreak of the “12.15” epidemic in Dalian at the end of 2020 led to an insufficient supply of cargo at the port, and increased suspension and reduction of port routes and internal branch lines in the Bohai Rim, which seriously affected the volume of container business in Dalian.

Oil/Liquefied Chemicals: Domestic demand increased with the effective control of the development of the epidemic in China. Due to the reduction of the pipeline Russian oil processing volume by certain refineries, it has switched to processing imported crude oil, which promoted throughput growth.

Bulk and General Cargo: The throughput of bulk cargo declined year on year due to the impact of coal, grain and other cargo types. First, the rising coal prices in international market and ocean freight, and the weakened customers' willingness to purchase coal from outsiders, as well as the severe weather in the first quarter, the waiting and berthing time of partial coal ships was prolonged, and ship plans were delayed, resulting in a decline in coal transshipment. Second, as the price of corn in the north and the south continued to hang upside down, the southern ports have sufficient supply, and a large number of imported corn and substitutes arrived at the port. The demand for domestic corn by feed companies declined, which led to a significant decline in the volume of grain transshipment.

Commercial Vehicles: First, the state has successively introduced supportive policies to encourage large-scale consumption such as automobiles. Second, the domestic commercial vehicle production and sales market continued to pick up. From January to February, domestic automobile production and sales amounted to 3.890 million units and 3.958 million units, respectively, representing year-on-year increase of 88.9% and 76.2%, respectively. Third, due to the impact of the epidemic in the same period last year, automobile production and sales and logistics companies stopped work and production, which resulted in a low base.

Passenger and Ro-Ro Terminals: First, as the epidemic in Dalian is effectively controlled, some of the previously suspended ro-ro passenger and cargo ships resumed operations. Second, the on-line operation of 2 large-scale ro-ro vehicles with a capacity of 30,000 tonnes drove the increase of ro-ro vehicles. Third, the throughput of ro-ro vehicles and the number of passengers was greatly affected by the epidemic in the same period last year, and were low during the same period.

Company name	Liaoning Port Co., Ltd.
Legal representative	Wei Minghui
Date	28 April 2021

#### IV. APPENDIX

##### 4.1 Financial statements

### Consolidated Balance Sheets

31 March 2021

Prepared by: Liaoning Port Co., Ltd.

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

Items	31 March 2021	31 December 2020
<b>Current assets:</b>		
Cash and bank balances	5,407,825,418.30	7,390,716,460.41
Settlement reserves for balance		
Loans to banks and other financial institutions		
Financial assets held for trading	2,613,776,191.78	903,950,958.91
Derivative financial assets		
Notes receivable	614,089,812.89	409,666,882.28
Accounts receivable	2,511,359,232.39	1,895,779,349.88
Receivable financing		
Advances to suppliers	68,819,240.11	36,614,916.07
Premium receivables		
Reinsurance receivables		
Reinsurance contract reserves receivable		
Other receivables	393,368,006.63	365,501,550.32
Including: Interest receivable	659,139.80	284,496.05
Dividends receivable	154,523,655.44	134,533,521.74
Financial assets purchased with agreement to re-sale		
Inventories	98,674,635.33	106,349,341.46
Contract assets		
Assets held for sale		
Non-current assets due within one year		
Other current assets	53,450,076.10	72,650,448.97
Total current assets	11,761,362,613.53	11,181,229,908.30

Items	31 March 2021	31 December 2020
<b>Non-current assets:</b>		
Loans and advances to customers		
Debt investments		
Other debt investments		
Long-term receivables	54,445,075.76	80,486,851.34
Long-term equity investments	3,815,602,927.73	3,701,209,332.27
Other investments in equity instruments	204,067,639.27	204,067,639.27
Other non-current financial assets		
Investment property	190,944,673.72	202,727,314.03
Fixed assets	26,782,389,780.95	27,145,048,124.26
Construction in progress	2,650,275,269.83	2,648,649,114.25
Bearer biological assets		
Oil and gas assets		
Right-of-use assets	7,157,115,616.10	6,526,116,478.72
Intangible assets	3,041,449,149.49	3,068,398,048.16
Research and development expenses		
Goodwill	232,147,964.96	239,567,203.59
Long-term prepayments	58,366,348.72	62,263,734.24
Deferred tax assets	347,699,961.74	349,902,368.66
Other non-current assets	33,782,189.01	33,782,189.01
Total non-current assets	44,568,286,597.28	44,262,218,397.80
TOTAL ASSETS	56,329,649,210.81	55,443,448,306.10

Items	31 March 2021	31 December 2020
<b>Current liabilities:</b>		
Short-term borrowings	–	150,142,083.34
Borrowings from central bank		
Loans from other banks		
Financial liabilities held for trading		
Derivative financial liabilities		
Notes payable		
Accounts payable	299,899,032.04	330,614,406.05
Advances from customers	2,526,849.46	3,154,967.98
Contract liabilities	193,262,081.99	170,396,207.33
Funds from selling out and repurchasing financial assets		
Receipts of deposits and deposits from other banks		
Brokerage for trading securities		
Brokerage for consigning securities		
Employee benefits payable	100,788,265.26	323,645,341.49
Tax payable	186,798,321.49	118,243,546.35
Other payables	666,393,844.81	696,203,173.26
Including: Interest payable		
Dividends payable	153,269,260.93	153,269,260.93
Fees and commission payable		
Reinsurance accounts payables		
Liabilities held for sale		
Non-current liabilities due within one year	2,923,443,290.46	2,739,874,519.62
Other current liabilities		
Total current liabilities	4,373,111,685.51	4,532,274,245.42

<b>Items</b>	<b>31 March 2021</b>	<b>31 December 2020</b>
<b>Non-current liabilities:</b>		
Reserves for insurance contracts		
Long-term borrowings	1,036,693,298.00	1,132,693,298.00
Bond payable	3,549,530,095.93	3,547,236,158.87
Including: Preference shares		
Perpetual bond		
Lease liabilities	7,168,016,214.12	6,557,286,700.42
Long-term payables	41,070,000.00	44,070,000.00
Long-term employee benefits payable		
Provisions	32,760,218.42	32,760,218.42
Deferred income	538,450,763.57	549,147,318.64
Deferred income tax liabilities	702,680,635.01	715,465,604.75
Other non-current liabilities	69,086,737.54	69,655,256.65
Total non-current liabilities	13,138,287,962.59	12,648,314,555.75
<b>TOTAL LIABILITIES</b>	<b>17,511,399,648.10</b>	<b>17,180,588,801.17</b>



Items	31 March 2021	31 December 2020
<b>Equity attributable to equity holders (or shareholders):</b>		
Paid up capital (or share capital)	22,623,429,453.00	12,894,535,999.00
Other equity instruments		
Including: Preference shares		
Perpetual bond		
Capital reserve	7,971,206,825.51	17,703,030,172.23
Less: Treasury shares		
Other comprehensive income	85,006,856.59	84,557,142.33
Special reserve	90,198,940.42	77,238,967.01
Surplus reserve	1,170,622,731.39	1,170,622,731.39
General risk reserves		
Unallocated profit	3,611,205,404.64	3,066,070,687.57
Total equity attributable to equity holders (or shareholders) of the Company	35,551,670,211.55	34,996,055,699.53
Minority interests	3,266,579,351.16	3,266,803,805.40
<b>TOTAL EQUITY ATTRIBUTABLE TO EQUITY HOLDERS (OR SHAREHOLDERS)</b>	<b>38,818,249,562.71</b>	<b>38,262,859,504.93</b>
<b>TOTAL LIABILITIES AND EQUITY ATTRIBUTABLE TO EQUITY HOLDERS (OR SHAREHOLDERS)</b>	<b>56,329,649,210.81</b>	<b>55,443,448,306.10</b>

Legal representative of  
the Company:

Wei Minghui

Chief accountant of  
the Company:

Wang Ping

Person in charge of  
the accounting department of  
the Company:

Wang Jinsong

**Balance Sheets of the Parent Company**  
31 March 2021

Prepared by: Liaoning Port Co., Ltd.

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

Items	31 March 2021	31 December 2020
<b>Current assets:</b>		
Cash and bank balances	1,027,679,117.41	2,890,703,086.36
Financial assets held for trading	2,613,776,191.78	903,950,958.91
Derivative financial assets		
Notes receivable	278,157,026.56	279,291,639.83
Accounts receivable	1,911,752,705.55	1,478,660,782.21
Receivable financing		
Advances to suppliers	24,075,006.90	5,910,586.68
Other receivables	1,393,200,217.53	1,389,553,234.41
Including: Interest receivable		
Dividends receivable	1,323,867,616.43	1,320,010,477.43
Inventories	42,533,734.77	40,870,821.57
Contract assets		
Assets held for sale		
Non-current assets due within one year		
Other current assets	3,982,281.96	12,739,784.37
Total current assets	7,295,156,282.46	7,001,680,894.34

Items	31 March 2021	31 December 2020
<b>Non-current assets:</b>		
Debt investments		
Other debt investments		
MLong-term receivables	630,862,768.59	630,862,768.60
Long-term equity investments	22,929,144,671.13	7,287,274,646.47
Other investments in equity instruments	21,508,765.89	21,508,765.89
Other non-current financial assets		
Investment properties		
Fixed assets	9,693,956,309.97	9,826,865,835.67
Construction in progress	1,381,190,198.99	1,381,009,570.89
Bearer biological assets		
Oil and gas assets		
Right-of-use assets	2,733,584,280.65	2,755,085,606.12
Intangible assets	528,653,849.40	533,857,484.08
Research and development expenses		
Goodwill		
Long-term prepayments	28,810,118.55	30,160,693.44
Deferred tax assets	89,302,850.29	89,363,920.45
Other non-current assets	1,860,000.00	1,860,000.00
Total non-current assets	38,038,873,813.46	22,557,849,291.61
<b>TOTAL ASSETS</b>	<b>45,334,030,095.92</b>	<b>29,559,530,185.95</b>

Items	31 March 2021	31 December 2020
<b>Current liabilities:</b>		
Short-term borrowings		
Financial liabilities held for trading		
Derivative financial liabilities		
Notes payable		
Accounts payable	36,742,610.46	44,073,761.37
Advances from customers	649,831.00	899,609.94
Contract liabilities	98,341,209.05	42,138,449.94
Employee benefits payable	38,972,866.55	137,791,993.27
Tax payable	56,302,864.22	32,758,690.51
Other payables	287,449,986.04	317,735,672.14
Including: Interest payable		
Dividends payable		
Liabilities held for sale		
Non-current liabilities due within one year	2,629,933,764.03	2,555,794,955.36
Other current liabilities		
Total current liabilities	3,148,393,131.35	3,131,193,132.53

Items	31 March 2021	31 December 2020
<b>Non-current liabilities:</b>		
Long-term borrowings		
Bond payable	3,549,530,095.93	3,547,236,158.87
Including: Preference shares		
Perpetual bond		
Lease liabilities	2,810,253,371.94	2,818,182,718.18
Long-term payables	7,500,000.00	7,500,000.00
Long-term employee salary payable		
Provisions		
Deferred income	487,758,234.44	496,017,018.33
Deferred tax liabilities	1,710,427.10	1,710,427.10
Other non-current liabilities	69,086,737.54	69,655,256.65
Total non-current liabilities	6,925,838,866.95	6,940,301,579.13
<b>TOTAL LIABILITIES</b>	<b>10,074,231,998.30</b>	<b>10,071,494,711.66</b>
<b>Equity attributable to equity holders (or shareholders):</b>		
Paid up capital (or share capital)	22,623,429,453.00	12,894,535,999.00
Other equity instruments		
Including: Preference shares		
Perpetual bond		
Capital reserve	8,932,542,682.83	3,062,007,748.98
Less: Treasury shares		
Other comprehensive income	5,131,281.29	5,131,281.29
Special reserve	45,144,625.65	39,273,350.66
Surplus reserve	929,804,005.71	929,804,005.71
Unappropriated profit	2,723,746,049.14	2,557,283,088.65
<b>TOTAL EQUITY ATTRIBUTABLE TO EQUITY HOLDERS (OR SHAREHOLDERS)</b>	<b>35,259,798,097.62</b>	<b>19,488,035,474.29</b>
<b>TOTAL LIABILITIES AND EQUITY ATTRIBUTABLE TO EQUITY HOLDERS (OR SHAREHOLDERS)</b>	<b>45,334,030,095.92</b>	<b>29,559,530,185.95</b>

Legal representative of  
the Company:

Wei Minghui

Chief accountant of  
the Company:

Wang Ping

Person in charge of  
the accounting department of  
the Company:

Wang Jinsong

## Consolidated Income Statements

January to March 2021

Prepared by: Liaoning Port Co., Ltd.

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

Items	First quarter of 2021	First quarter of 2020
I. Total operating income	2,775,954,734.82	2,652,085,327.56
Including: Operating income	2,775,954,734.82	2,652,085,327.56
Interest income		
Premium earned		
Fees and commission income		
II. Total operating costs	2,185,819,880.48	2,159,663,994.14
Including: Operating costs	1,807,574,448.00	1,763,266,458.15
Interest expenses		
Fees and commission expense		
Surrender payment		
Net expenditure for compensation payments		
Net provision for insurance deposits		
Policyholder dividend expenses		
Reinsurance costs		
Business taxes and levies	25,733,403.24	24,883,418.76
Sales expenses		
Administrative expenses	192,969,510.72	167,038,960.83
R&D expenses	1,237,407.98	3,215,168.87
Financial expenses	158,305,110.54	201,259,987.53
Including: Interest expenses	186,486,962.69	215,849,486.23
Interest income	26,296,865.39	12,814,831.09

Items	First quarter of 2021	First quarter of 2020
Add: Other income	22,766,730.45	28,197,659.76
Investment income (loss denoted in “-”)	91,446,873.28	105,825,422.75
Including: Investment income from associates and joint ventures	59,486,584.90	93,954,448.73
Income from derecognition of financial assets at amortised cost		
Exchange gain (loss denoted in “-”)		
Net gains from hedging exposure (loss denoted in “-”)		
Gains from changes in fair value (loss denoted in “-”)	-	-313,132.00
Credit impairment losses (loss denoted in “-”)	10,930,556.10	-15,489,644.15
Assets impairment losses (loss denoted in “-”)		
Gain on disposal of assets (loss denoted in “-”)	34,291,106.00	25,148,983.43
III. Operating profit (loss denoted in “-”)	749,570,120.17	635,790,623.21
Add: Non-operating income	625,828.48	2,608,963.43
Less: Non-operating expenses	335,538.23	138,551.05
IV. Total profit (gross loss denoted in “-”)	749,860,410.42	638,261,035.59
Less: Income tax expenses	165,341,127.02	134,315,985.78
V. Net profit (net loss denoted in “-”)	584,519,283.40	503,945,049.81
(I) According to operating continuity		
1. Net profit from continuing operations (net loss denoted in “-”)	584,519,283.40	503,945,049.81
2. Net profit from discontinued operations (net loss denoted in “-”)		
(II) According to ownership		
1. Net profit attributable to shareholders of the parent company (net loss denoted in “-”)	545,134,717.07	473,282,283.14
2. Minority interests (net loss denoted in “-”)	39,384,566.33	30,662,766.67

Items	First quarter of 2021	First quarter of 2020
VI. Other comprehensive income, net of tax	449,714.26	-1,794,424.39
(I) Other comprehensive income attributable to equity holders of the parent company, net of tax	449,714.26	-1,794,424.39
1. Other comprehensive income that cannot be reclassified to profit or loss		
(1) Changes arising from the remeasurement of defined benefit plans		
(2) Other comprehensive income that may not be reclassified to profit and loss under equity method		
(3) Changes in fair value of other equity instrument investments		
(4) Changes in fair value of enterprise's credit risks		
2. Other comprehensive income to be reclassified to profit or loss	449,714.26	-1,794,424.39
(1) Other comprehensive income that may be reclassified to profit or loss under equity method		
(2) Changes in fair value of other debt investments		
(3) Other comprehensive income arising from reclassification of financial assets		
(4) Provision of credit impairment arising from other debt investments		
(5) Hedging reserve arising from cash flows		
(6) Exchange differences on foreign currency translations	449,714.26	-1,794,424.39
(7) Others		
(II) Net other comprehensive income after tax attributable to minority interests		



Items	First quarter of 2021	First quarter of 2020
VII. Total comprehensive income	584,968,997.66	502,150,625.42
(I) Total comprehensive income attributable to equity holders of the parent company	545,584,431.33	471,487,858.75
(II) Total comprehensive income attributable to minority interests	39,384,566.33	30,662,766.67
VIII. Earnings per share:		
(I) Basic earnings per share (RMB/share)	0.02	0.02
(II) Diluted earnings per share (RMB/share)	0.02	0.02

In the current period under the same control enterprise merger, the new merger party achieved a net profit of RMB181,566,605.37 before the merger and the new merger party achieved a net profit of RMB301,320,771.96 during last period.

Legal representative of the  
Company:

Wei Minghui

Chief accountant of the  
Company:

Wang Ping

Person in charge of  
the accounting department of  
the Company:

Wang Jinsong

## Income Statements of the Parent Company

January to March 2021

Prepared by: Liaoning Port Co., Ltd.

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

Items	First quarter of 2021	First quarter of 2020
I. Operating income	917,967,393.31	877,488,406.14
Less: Operating costs	602,628,207.46	572,711,315.57
Business taxes and levies	7,314,404.10	8,678,748.02
Sales expenses		
Administrative expenses	83,706,845.04	69,367,607.45
Research and development expenses		32,100.00
Financial expenses	109,182,810.39	112,596,632.98
Including: Interest expenses	113,837,390.73	114,976,656.35
Interest income	4,686,029.98	2,341,945.78
Add: Other gains	10,155,619.10	10,107,490.16
Investment income (loss denoted in “-”)	69,711,090.92	74,082,973.82
Including: Investment income from associates and joint ventures	45,845,533.79	60,822,537.19
Income from derecognition of financial assets at amortised cost		
Net gains from hedging exposure (loss denoted in “-”)		
Gains from fair value change (loss denoted in “-”)	-	-313,132.00
Credit impairment losses (loss denoted in “-”)	11,291,168.76	-15,381,583.17
Assets impairment losses (loss denoted in “-”)		
Gains on disposal of assets (loss denoted in “-”)		
II. Operating profit (loss denoted in “-”)	206,293,005.10	182,597,750.93
Add: Non-operating income	199,503.31	106,000.00
Less: Non-operating expenses	86,820.60	33,628.23
III. Total profit (gross loss denoted in “-”)	206,405,687.81	182,670,122.70
Less: Income tax expenses	39,942,727.32	30,509,440.37

Items	First quarter of 2021	First quarter of 2020
IV. Net profit (net loss denoted in “-”)	166,462,960.49	152,160,682.33
(I) Net profit from continuing operations (net loss denoted in “-”)	166,462,960.49	152,160,682.33
(II) Net profit from discontinued operations (net loss denoted in “-”)		
V. Other comprehensive income, net of tax		
(I) Other comprehensive income that cannot be reclassified to profit or loss		
1. Changes arising from the remeasurement of defined benefit plans		
2. Other comprehensive income that may not be reclassified to profit and loss under equity method		
3. Changes in fair value arising from other equity instruments investments		
4. Changes in fair value arising from the enterprise’s credit risk		
(II) Other comprehensive income to be reclassified to profit or loss		
1. Other comprehensive income that will be reclassified to profit or loss under equity method		
2. Changes in fair value of other debt investments		
3. Other comprehensive income arising from reclassification of financial assets		
4. Credit impairment provision arising from other debt investments		
5. Hedging reserve arising from cash flows		
6. Exchange differences on foreign currency translations		
7. Others		
VI. Total comprehensive income	166,462,960.49	152,160,682.33
VII. Earnings per share:		
(I) Basic earnings per share (RMB/share)		
(II) Diluted earnings per share (RMB/share)		

Legal representative of  
the Company:

Wei Minghui

Chief accountant of  
the Company:

Wang Ping

Person in charge of  
the accounting department of  
the Company:

Wang Jinsong

## Consolidated Cash Flow Statement

January to March 2021

Prepared by: Liaoning Port Co., Ltd.

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

Items	First quarter of 2021	First quarter of 2020
<b>I. Cash flows from operating activities:</b>		
Cash received from sales of goods or rendering of services	2,153,238,925.92	2,230,442,513.06
Net increase in deposits from customers and peer companies		
Net increase in borrowings from central bank		
Net increase in placements from other financial institutions		
Cash received from premiums under original insurance contracts		
Net cash received from reinsurance business		
Net increase in deposits from policyholders and investment funds		
Cash received from interest, handling charges and commission		
Net increase in placements		
Net increase in capital from repurchase business		
Net cash received from brokerage for trading securities		
Refund of taxes and surcharges	2,262,721.03	-
Cash received relating to other operating activities	35,943,684.22	34,659,224.75
Sub-total of cash inflows from operating activities	2,191,445,331.17	2,265,101,737.81
Cash paid for goods and services	935,149,466.74	969,314,199.87
Net increase in loans and advances to customers		
Net increase in deposits with central bank and peer companies		
Cash paid for compensation payments under original insurance contracts		
Net increase in loans to banks and other financial institutions		
Cash paid for interest, handling charges and commissions		
Cash paid for policyholder dividends		
Cash paid to and on behalf of employees	866,213,331.94	616,954,365.29
Payments of taxes and surcharges	179,420,589.08	221,926,586.97
Cash paid relating to other operating activities	90,946,016.58	128,705,885.79
Sub-total of cash outflows from operating activities	2,071,729,404.34	1,936,901,037.92
Net cash flows from operating activities	119,715,926.83	328,200,699.89

Items	First quarter of 2021	First quarter of 2020
<b>II. Cash flows from investing activities:</b>		
Cash received from disposal of investments	901,289,174.31	600,000,000.00
Cash received from returns on investments	11,341,862.19	161,412,745.49
Net cash received from disposal of fixed assets, intangible assets and other long-term assets	565,078.50	–
Net cash received from disposal of subsidiaries and other business units		
Cash received relating to other investing activities	26,262,000.00	1,662,174.84
Sub-total of cash inflows from investing activities	939,458,115.00	763,074,920.33
Cash paid to acquire fixed assets, intangible assets and other long-term assets	53,349,419.31	25,773,114.53
Cash paid to acquire investments	2,600,000,000.00	1,950,000,000.00
Net increase in pledged loans		
Net cash paid for acquiring subsidiaries and other business units		
Cash paid relating to other investing activities	98,684,316.31	54,753,130.00
Sub-total of cash outflows from investing activities	2,752,033,735.62	2,030,526,244.53
Net cash flows from investing activities	-1,812,575,620.62	-1,267,451,324.20
<b>III. Cash flows from financing activities:</b>		
Cash received from capital contributions		
Including: Cash received from capital contributions by minority shareholders of subsidiaries		
Cash received from borrowings	60,000,000.00	414,000,000.00
Cash received relating to other financing activities		
Sub-total of cash inflows from financing activities	60,000,000.00	414,000,000.00
Cash repayments of borrowings	335,034,372.06	852,931,539.86
Cash payments for distribution of dividends or profits or interest expenses	–	111,252,844.18
Including: Dividends and profits paid to minority shareholders by subsidiaries		
Cash paid relating to other financing activities	31,566,168.45	91,641,284.50
Sub-total of cash outflows from financing activities	366,600,540.51	1,055,825,668.54
Net cash flows from financing activities	-306,600,540.51	-641,825,668.54

Items	First quarter of 2021	First quarter of 2020
<b>IV. Effect of foreign exchange rate changes on cash and cash equivalents</b>	2,122,316.91	684,580.18
<b>V. Net increase in cash and cash equivalents</b>	-1,997,337,917.39	-1,580,391,712.67
Add: Cash and cash equivalents at the beginning of the period	7,136,338,238.87	7,057,045,231.44
<b>VI. Cash and cash equivalents at the end of the period</b>	5,139,000,321.48	5,476,653,518.77

Legal representative of  
the Company:

Wei Minghui

Chief accountant of  
the Company:

Wang Ping

Person in charge of  
the accounting department of  
the Company:

Wang Jinsong

**Cash Flow Statement of the Parent Company**  
January to March 2021

Prepared by: Liaoning Port Co., Ltd.

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

Items	First quarter of 2021	First quarter of 2020
<b>I. Cash flows from operating activities:</b>		
Cash received from sales of goods or rendering of services	589,877,046.85	587,511,493.77
Refund of taxes and surcharges		
Cash received relating to other operating activities	23,045,510.02	13,204,613.40
Sub-total of cash inflows from operating activities	612,922,556.87	600,716,107.17
Cash paid for purchase of goods and services	267,759,312.81	217,529,490.11
Cash paid to and on behalf of employees	299,752,965.13	240,976,230.65
Payments of taxes and surcharges	47,168,506.28	63,527,432.49
Cash paid relating to other operating activities	85,550,617.24	60,991,374.02
Sub-total of cash outflows from operating activities	700,231,401.46	583,024,527.27
Net cash flows from operating activities	-87,308,844.59	17,691,579.90
<b>II. Cash flows from investing activities:</b>		
Cash received from disposal of investments	901,289,174.31	600,000,000.00
Cash received from returns on investments	17,598,587.88	160,990,966.25
Net cash received from disposal of fixed assets, intangible assets and other long-term assets	3,000.00	-
Net cash received from disposal of subsidiaries and other business units		
Cash received relating to other investing activities		
Sub-total of cash inflows from investing activities	918,890,762.19	760,990,966.25
Cash paid to acquire fixed assets, intangible assets and other long-term assets	47,288,231.05	23,699,708.38
Cash paid to acquire investments	2,600,000,000.00	1,950,000,000.00
Net cash paid for acquiring subsidiaries and other business units		
Cash paid relating to other investing activities		
Sub-total of cash outflows from investing activities	2,647,288,231.05	1,973,699,708.38
Net cash flows from investing activities	-1,728,397,468.86	-1,212,708,742.13

Items	First quarter of 2021	First quarter of 2020
<b>III. Cash flows from financing activities:</b>		
Cash received from capital contributions		
Cash received from borrowings		
Cash received relating to other financing activities		
Sub-total of cash inflows from financing activities		
Cash repayments of borrowings	47,393,121.06	–
Cash payments for distribution of dividends or profits or interest expenses		
Cash paid relating to other financing activities	–	47,300,684.05
Sub-total of cash outflows from financing activities	47,393,121.06	47,300,684.05
Net cash flows from financing activities	-47,393,121.06	-47,300,684.05
<b>IV. Effect of foreign exchange rate changes on cash and cash equivalents</b>		-25.31
<b>V. Net increase in cash and cash equivalents</b>	-1,863,099,434.51	-1,242,317,871.59
Add: Cash and cash equivalents at the beginning of the period	2,890,267,651.51	2,666,892,626.45
<b>VI. Cash and cash equivalents at the end of the period</b>	1,027,168,217.00	1,424,574,754.86

Legal representative of  
the Company:

Wei Minghui

Chief accountant of  
the Company:

Wang Ping

Person in charge of  
the accounting department of  
the Company:

Wang Jinsong

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

Dalian City, Liaoning Province, the PRC  
28 April 2021

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

*Executive Directors:* WEI Minghui, SUN Dequan and QI Yue

*Non-executive Directors:* CAO Dong, YUAN Yi and NA Danhong

*Independent non-executive Directors:* LI Zhiwei, LIU Chunyan and LAW Man Tat

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

\* *For identification purposes only*