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

**(H Shares Stock Code: 00317)**

## **THIRD QUARTERLY REPORT 2022**

### **IMPORTANT NOTICE:**

The board of directors, the supervisory committee, the directors, supervisors and senior management warrant that there are no false statements, misleading information or material omissions in this quarterly report and responsible for the truthfulness, accuracy and completeness of the contents of this quarterly report.

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

The third quarterly report is unaudited.

## I. KEY FINANCIAL DATA

### (I) Key accounting data and financial indicators

*Unit: RMB*

Item	As at the Reporting Period	Increase/ Decrease comparing the Reporting Period with the same period of last year (%)	From January 1, 2022 to September 30, 2022	Change compared with that of the end of last year (%)
Operating income	3,028,204,232.73	42.43	7,299,406,733.72	6.66
Net profit attributable to shareholders of the Company	4,840,673.68	-95.21	23,747,410.57	289.33
Net profit attributable to shareholders of the Company after deduction of non-recurring gains and losses	25,046,397.09	-72.52	27,124,906.01	Not applicable
Net cash flows from operating activities	Not applicable	Not applicable	-686,823,270.60	Not applicable
Basic earnings per share (RMB/share)	0.0034	-95.24	0.0168	290.70
Diluted earnings per share (RMB/share)	0.0034	-95.24	0.0168	290.70
Weighted average return on equity (%)	0.03	Decreased by 0.62 percentage points	0.16	Increased by 0.12 percentage points
	<b>As at the end of the Reporting Period</b>		<b>As at the end of last year</b>	<b>Change compared with that of the end of last year (%)</b>
Total assets	48,282,913,668.68		44,265,408,872.54	9.08
Owners' equity attributable to shareholders of listed company	14,982,048,771.22		15,524,746,801.15	-3.50

*Note:* the "Reporting Period" refers to the three-month period from the beginning of the quarter to the end of the quarter, hereinafter the same.

**(II) Extraordinary items and their amounts***Unit: RMB*

<b>Item</b>	<b>Amount of the Reporting Period</b>	<b>From January 1, 2022 to September 30, 2022</b>	<b>Notes</b>
Gain or loss on disposal of non-current assets	-2,775,384.53	-3,256,075.13	
Tax relief and reduction with approval exceeding authority or without formal approval or of non-recurring nature		10,287.86	
Government grants included in current profit or loss, other than on-going government grants which are closely related to the Company's normal operation, meet the requirements of government policies and are subject to certain limits and conditions	30,358,676.24	57,869,091.61	
Capital occupation fee received from non-financial entities included in current profit or loss			
Gain from the excess of the fair value of the identifiable net assets of investee companies on acquisition of the investment over the cost of investment in the Company's subsidiaries, associates and joint ventures			
Gain or loss on exchange of non-monetary assets			
Gain or loss on entrusted investments or assets under management			
Provision for impairment on assets due to force majeure events, such as natural disasters			
Gain or loss on debt restructuring			
Corporate restructuring costs, such as employee redundancy pay and integration costs			
Gain or loss on transactions with obviously unfair transaction price for amount which exceeds fair value			
Net gains or losses of subsidiaries for the current period from the beginning of the period to the date of combination arising from business combination under common control			

Item	Amount of the Reporting Period	From January 1, 2022 to September 30, 2022	Notes
Gain or loss on other contingencies which are not related to the Company's normal operations			
Gain or loss on 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, except for effective hedging transactions that are related to the Company's normal operation	-72,607,950.64	-68,926,451.70	
Reversal of the provision for impairment of receivables and contract assets which are tested individually for impairment			
Gains or losses on external entrusted loans			
Gain or loss arising from changes in fair value of investment properties under fair value model on subsequent measurement			
Effect of one-time adjustment to current profit or loss according to the requirements of tax and accounting laws and regulations on current profit or loss			
Entrusted fee income from entrusted operations			
Other non-operating income and expenses apart from the aforesaid items	287,397.00	1,161,677.51	
Other gain or loss items meeting the definition of non-recurring gains or losses	5,237.42	269,040.41	withhold and pay handling fee for individual income tax and input tax deductions
Less: effect of income tax	-4,496,687.83	2,637,384.33	
Effect of minority interests (after tax)	-20,029,613.27	-12,132,318.33	
Total	<u>-20,205,723.41</u>	<u>-3,377,495.44</u>	-

***Explanation on the definition of non-recurring gains or losses as recurring gains or losses as set out in the Explanatory Announcement No. 1 on Information Disclosure for Companies Offering Their Securities to the Public – Non-recurring Gains or Losses issued by China Securities Regulatory Commission.***

Government grants defined as recurring gains or losses are as follows:

*Unit: RMB*

<b>Item</b>	<b>Amount</b>	<b>Reason</b>
Grant for insurance maintained for first piece (set)	21,670,000.00	Closely relating to operation, granted at fixed amount and on a continuous basis
Finance interest discount	5,300,000.00	Closely relating to operation, granted at fixed amount and on a continuous basis
Value added tax of self produced software refund upon collection	53,982.30	Closely relating to operation, granted at fixed amount and on a continuous basis
<b>Total</b>	<b>27,023,982.30</b>	

*Note:* All the aforesaid government grants are closely relating to the normal operation of the Company, subject to national policies and granted at fixed amount and on a continuous basis, and fall under non-recurring gains or losses in accordance with the Explanatory Announcement No. 1 on Information Disclosure for Companies Offering Their Securities to the Public – Non-recurring Gains or Losses.

**(III) Changes in major accounting data and financial indicators and the reasons**

<b>Item</b>	<b>Ending balance/ current amount</b>	<b>At the end of last year/ Same period of last year</b>	<b>Changes (%)</b>	<b>Main reason</b>
<b>1. Items on balance sheet</b>				
Financial assets held-for-trading	973,194,063.60	3,281,028,607.57	-70.34	Decrease in balance of entrusted wealth management products at the end of the Reporting Period
Notes receivable	153,458,217.69	82,331,260.05	86.39	Increase in balance of bank acceptance bills at the end of the Reporting Period

<b>Item</b>	<b>Ending balance/ current amount</b>	<b>At the end of last year/ Same period of last year</b>	<b>Changes (%)</b>	<b>Main reason</b>
Accounts receivable financing	64,029,517.61	192,855,840.34	-66.80	Due for settlement of reclassified notes receivable and electronic debt certificates of accounts receivable during the Reporting Period
Prepayment	3,474,319,404.91	2,149,658,651.91	61.62	Increase in balance of prepayments for materials and equipment at the end of the Reporting Period
Inventories	7,441,977,947.78	4,922,901,059.95	51.17	Increase in products in process with performance obligations at a point in time that have not met the conditions for revenue recognition
Other current assets	106,695,480.07	177,819,458.91	-40.00	Decrease in input value-added tax at the end of the Reporting Period
Construction in progress	298,871,754.38	229,186,214.27	30.41	Increase in construction in progress not carried forward at the end of the Reporting Period
Short-term borrowings	3,596,010,152.10	1,914,936,125.56	87.79	New borrowings during the Reporting Period
Financial liabilities held-for-trading	29,482,929.64	–	Not applicable	Negative fair value changes on partially held financial derivatives at the end of the Reporting Period
Contract liabilities	13,065,605,791.45	9,348,839,525.55	39.76	Increase in prepayments for products received during the Reporting Period
Employee benefits payable	150,082,327.16	361,255.50	41,444.65	Increase in wages, subsidies and benefits accrued but not paid in the Reporting Period
Taxes payable	22,570,835.87	35,046,259.47	-35.60	Decrease in stamp duty and individual income tax payable at the end of the Reporting Period
Other non-current liabilities	2,630,621.64	196,955,482.65	-98.66	Decrease in items hedged for more than one year at the end of the Reporting Period

Item	Ending balance/ current amount	At the end of last year/ Same period of last year	Changes (%)	Main reason
<b>2. Items on consolidated income statement</b>				
Taxes and surcharges	15,348,412.70	7,962,184.77	92.77	Year-on-year increase in stamp duty during the Reporting Period
Finance cost	-407,212,651.75	-46,882,238.95	Not applicable	Year-on-year increase in net exchange gains as a result of net interest income and expenses and changes in exchange rate during the Reporting Period
Other revenue	78,497,016.91	59,525,716.12	31.87	Year-on-year increase in the government grant during the Reporting Period
Investment income	-34,476,567.26	21,443,356.48	-260.78	Year-on-year decrease in the investment income from disposal of financial assets held-for-trading during the Reporting Period
Gain on change in fair value	-45,946,394.98	57,297,531.75	-180.19	Year-on-year decrease in gain on change in fair value of financial assets held for trading during the Reporting Period
Loss on impairment of credit (loss expressed with “-”)	22,711,490.84	-9,256,403.56	Not applicable	Year-on-year decrease in provision for bad debts made according to aging analysis during the Reporting Period
Loss on impairment of assets (loss expressed with “-”)	-28,937,942.67	-13,027,166.40	Not applicable	Year-on-year increase in the provision for decline in value of inventories and contract performance costs during the Reporting Period
Gains from disposal of asset	-1,923,771.46	5,539,009.88	-134.73	Losses from the disposal of non-current assets during the Reporting Period
Non-operating income	3,022,464.71	9,491,876.31	-68.16	Effect of the contractual liquidated damages received in the corresponding period last year

<b>Item</b>	<b>Ending balance/ current amount</b>	<b>At the end of last year/ Same period of last year</b>	<b>Changes (%)</b>	<b>Main reason</b>
Non-operating expenses	1,827,993.46	5,813,541.66	-68.56	Effect of net insurance claims expenses recognized in the corresponding period last year
Income tax expense	13,412,784.71	-11,256,430.55	Not applicable	Year-on-year increase in reversed deferred income tax assets and deferred income tax expenses during the Reporting Period
<b>3. Items on cash flow statement</b>				
Net cash flows from operating activities	-686,823,270.60	-1,179,912,551.66	Not applicable	Year-on-year increase in progress payment for ship products during the Reporting Period
Net cash flows from investing activities	-574,145,371.74	-203,635,740.85	Not applicable	Consolidated effect of the year-on-year increase of time deposits of more than 3 months during the Reporting Period and the year-on-year increase of recovery of the entrusted assets under management upon maturity
Net cash flows from financing activities	882,599,669.69	-1,136,931,576.36	Not applicable	Year-on-year increase of the net short-term borrowings during the Reporting Period

## II. INFORMATION OF SHAREHOLDERS

### (I) Total number of shareholders of ordinary shares and preference shares whose voting rights have been restored, and the shareholding status of top ten shareholders

*Unit: Share*

Total number of ordinary shareholders as at the end of the Reporting Period	70,630	Total number of preferred shareholders of which voting rights had resumed as at the end of the Reporting Period (if any)	–
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#### Shareholding of top ten shareholders

Name of shareholder	Nature of shareholder	Shareholding	Proportion (%)	Number of shares subject to selling restriction	Pledged, marked or frozen Status	Number of shares
HKSCC NOMINEES LIMITED	Overseas legal person	589,228,018	41.69	0	None	0
China State Shipbuilding Corporation Limited	State-owned legal person	481,337,700	34.05	0	None	0
E Fund – New Development Pattern of National Central Enterprises Private Securities Investment Fund – E Fund – Stable Income of Central Enterprises* (國新央企新發展格局私募證券投資基金－易方達基金－央企穩健收益－1單一資產管理計劃)	Others	16,910,111	1.20	0	None	0
China Merchants Bank Co., Ltd. – E Fund Ruiheng Flexible Allocation of Hybrid Securities Investment Fund* (易方達瑞恒靈活配置混合型證券投資基金)	Others	8,178,270	0.58	0	None	0
China Merchants Bank Co., Ltd. – E Fund High Quality and Strict Selection Three-Year Hybrid Securities Investment Fund* (易方達高質量嚴選三年持有期混合型證券投資基金)	Others	7,716,374	0.55	0	None	0

**Shareholding of top ten shareholders**

Name of shareholder	Nature of shareholder	Shareholding	Proportion (%)	Number of shares subject to selling restriction	Pledged, marked or frozen Status	Number of shares
Yangzhou Kejin Shipyard Co., Ltd.	Overseas Non-state-owned legal person	4,599,086	0.33	0	Pledged	4,300,000
China Construction Bank Corporation-Guotai China Securities Military Trading Index Securities Investment Open-ended Fund	Others	3,993,289	0.28	0	None	0
Guan Haiguo	Domestic natural person	3,937,004	0.28	0	None	0
Bank of China – Southern High Growth Stock Type Open-end Securities Investment Fund	Others	3,777,429	0.27	0	None	0
Industrial Bank Co., Ltd. – Xingquan Hexing Two-year Closed Operation Hybrid Securities Investment Fund (興全合興兩年封閉運作混合型證券投資基金) (LOF)	Others	3,514,462	0.25	0	None	0

## Top ten shareholders of shares not subject to selling restrictions

Name of shareholder	Number of tradable shares held not subject to selling restrictions	Class and number of shares	
		Class	Number
HKSCC NOMINEES LIMITED	589,228,018	Overseas listed foreign shares	589,228,018
China State Shipbuilding Corporation Limited	481,337,700	Ordinary shares denominated in RMB	481,337,700
E Fund – New Development Pattern of National Central Enterprises Private Securities Investment Fund – E Fund – Stable Income of Central Enterprises* (國新央企新發展格局私募證券投資基金－易方達基金－央企穩健收益－1單一資產管理計劃)	16,910,111	Ordinary shares denominated in RMB	16,910,111
China Merchants Bank Co., Ltd. – E Fund Ruiheng Flexible Allocation of Hybrid Securities Investment Fund* (易方達瑞恒靈活配置混合型證券投資基金)	8,178,270	Ordinary shares denominated in RMB	8,178,270
China Merchants Bank Co., Ltd. – E Fund High Quality and Strict Selection Three-Year Hybrid Securities Investment Fund* (易方達高質量嚴選三年持有期混合型證券投資基金)	7,716,374	Ordinary shares denominated in RMB	7,716,374
Yangzhou Kejin Shipyard Co., Ltd.	4,599,086	Ordinary shares denominated in RMB	4,599,086
China Construction Bank Corporation-Guotai China Securities Military Trading Index Securities Investment Open-ended Fund	3,993,289	Ordinary shares denominated in RMB	3,993,289
Guan Haiguo	3,937,004	Ordinary shares denominated in RMB	3,937,004
Bank of China – Southern High Growth Stock Type Open-end Securities Investment Fund	3,777,429	Ordinary shares denominated in RMB	3,777,429
Industrial Bank Co., Ltd. – Xingquan Hexing Two-year Closed Operation Hybrid Securities Investment Fund (興全合興兩年封閉運作混合型證券投資基金) (LOF)	3,514,462	Ordinary shares denominated in RMB	3,514,462
Explanation on the relationship or acting in concert among the aforesaid shareholders			–
Explanation of the participation of the top ten shareholders and the top ten unsold shareholders in the securities financing and transfer business (if any)		Shareholder Guan Haiguo held 1,601,200 A shares of the Company through Ordinary Account; 2,335,804 A shares of the Company through Credit Securities Account.	

### III. QUARTERLY FINANCIAL STATEMENTS

#### (I) Financial statements

#### Consolidated Balance Sheet

30 September 2022

Prepared by: CSSC Offshore & Marine Engineering (Group) Company Limited

*Unit: RMB Audit Type: Unaudited*

<b>Item</b>	<b>30 September 2022</b>	<b>31 December 2021</b>
<b>Current assets:</b>		
Cash at bank and on hand	<b>12,005,186,293.63</b>	9,560,403,363.57
Settlement reserve		
Placements with banks and non-bank financial institutions		
Financial assets held-for-trading	<b>973,194,063.60</b>	3,281,028,607.57
Derivative financial assets		
Notes receivable	<b>153,458,217.69</b>	82,331,260.05
Accounts receivable	<b>1,297,359,803.93</b>	1,077,732,663.76
Receivable financing	<b>64,029,517.61</b>	192,855,840.34
Prepayments	<b>3,474,319,404.91</b>	2,149,658,651.91
Insurance premium receivable		
Reinsurance premium receivable		
Reserves for reinsurance contract receivable		
Other receivables	<b>82,430,694.88</b>	94,550,370.96

Item	30 September 2022	31 December 2021
Including: Interest receivable		
Dividends receivable		
Financial assets purchased under agreements to resell		
Inventories	<b>7,441,977,947.78</b>	4,922,901,059.95
Contract assets	<b>3,142,203,530.96</b>	2,542,443,559.33
Assets held for sale		
Non-current assets due within one year		
Other current assets	<b>106,695,480.07</b>	177,819,458.91
Total current assets	<b>28,740,854,955.06</b>	24,081,724,836.35
<b>Non-current assets:</b>		
Loans and advances to customers		
Debt investments		
Other debt investments		
Long-term receivables	<b>2,264,021,850.06</b>	2,371,139,998.94
Long-term equity investments	<b>4,921,234,948.33</b>	4,952,678,909.18
Investments in other equity instruments	<b>4,995,137,404.02</b>	5,480,001,529.79
Other non-current financial assets		
Investment properties	<b>137,820,987.84</b>	142,724,056.62
Fixed assets	<b>4,864,962,018.21</b>	4,740,631,472.84
Construction in progress	<b>298,871,754.38</b>	229,186,214.27
Productive biological assets		
Oil and gas assets		
Right-of-use assets	<b>195,351,429.71</b>	189,367,500.07
Intangible assets	<b>916,308,988.81</b>	933,616,499.15
Development expenses		
Goodwill		
Long-term prepaid expenses	<b>45,956,464.48</b>	51,236,644.02
Deferred income tax assets	<b>330,491,749.21</b>	365,036,681.11
Other non-current assets	<b>571,901,118.57</b>	728,064,530.20
Total non-current assets	<b>19,542,058,713.62</b>	20,183,684,036.19
Total assets	<b>48,282,913,668.68</b>	44,265,408,872.54

Item	30 September 2022	31 December 2021
<b>Current liabilities:</b>		
Short-term borrowings	<b>3,596,010,152.10</b>	1,914,936,125.56
Loans from central bank		
Placements from banks and other financial institutions		
Financial liabilities held-for-trading	<b>29,482,929.64</b>	
Derivative financial liabilities		
Notes payable	<b>2,550,075,343.87</b>	2,524,645,592.26
Accounts payable	<b>5,516,677,040.19</b>	5,851,878,752.31
Advances from customers	–	–
Contract liabilities	<b>13,065,605,791.45</b>	9,348,839,525.55
Securities sold under agreements to repurchase		
Deposits from customers and other banks		
Brokerage for securities trading		
Brokerage for underwriting securities		
Employee benefits payable	<b>150,082,327.16</b>	361,255.50
Taxes payable	<b>22,570,835.87</b>	35,046,259.47
Other payables	<b>236,643,495.59</b>	185,245,553.74
Including: Interest payable		
Dividends payable	<b>761,400.08</b>	312,941.09
Fee and commission payable		
Reinsured accounts payable		
Liabilities held for sale		
Non-current liabilities due within one year	<b>1,173,107,034.70</b>	951,219,195.92
Other current liabilities	<b>236,545,994.79</b>	202,747,908.16
Total current liabilities	<b>26,576,800,945.36</b>	21,014,920,168.47
<b>Non-current liabilities:</b>		
Reserves for insurance contracts		
Long-term borrowings	<b>2,517,461,615.55</b>	3,189,417,299.77
Bonds payable		
Including: Preference shares		
Perpetual bonds		

<b>Item</b>	<b>30 September 2022</b>	<b>31 December 2021</b>
Lease liabilities	<b>139,012,175.74</b>	169,778,977.55
Long-term payables		
Long-term employee benefits payable	<b>140,077,921.07</b>	152,165,220.45
Estimated liabilities	<b>149,573,700.33</b>	117,524,817.28
Deferred income	<b>97,524,035.12</b>	89,607,608.17
Deferred income tax liabilities	<b>523,947,432.09</b>	664,220,819.92
Other non-current liabilities	<b>2,630,621.64</b>	196,955,482.65
Total non-current liabilities	<b>3,570,227,501.54</b>	4,579,670,225.79
Total liabilities	<b>30,147,028,446.90</b>	25,594,590,394.26
<b>Owners' equity (or shareholders' interests):</b>		
Paid-in capital (or share capital)	<b>1,413,506,378.00</b>	1,413,506,378.00
Other equity instruments		
Including: Preference shares		
Perpetual bonds		
Capital reserve	<b>9,375,974,480.37</b>	9,393,552,318.37
Less: Treasury shares		
Other comprehensive income	<b>1,509,223,905.11</b>	1,863,752,512.56
Special reserve		
Surplus reserve	<b>1,042,398,235.53</b>	1,042,398,235.53
Provision for general risks		
Undistributed profit	<b>1,640,945,772.21</b>	1,811,537,356.69
Total equity (or shareholders' interests) attributable to owners of the Parent Company	<b>14,982,048,771.22</b>	15,524,746,801.15
Minority interests	<b>3,153,836,450.56</b>	3,146,071,677.13
Total owners' equity (or shareholders' interests)	<b>18,135,885,221.78</b>	18,670,818,478.28
Total liabilities and owners' equity (or shareholders' interests)	<b>48,282,913,668.68</b>	44,265,408,872.54

Legal representative:

**Chen Liping**

Person in charge of accounting: Head of accounting department:

**Hou Zengquan**

**Xie Weihong**

**Consolidated Income Statement**  
From January to September 2022

Prepared by: CSSC Offshore & Marine Engineering (Group) Company Limited

*Unit: RMB Audit Type: Unaudited*

<b>Item</b>	<b>January to September 2022</b>	January to September 2021
<b>I. Total operating income</b>	<b>7,299,406,733.72</b>	6,843,628,268.16
Including: Operating income	<b>7,299,406,733.72</b>	6,843,628,268.16
Interest income		
Premium earned		
Fee and commission income		
 <b>II. Total operating costs</b>	 <b>7,242,131,708.39</b>	 6,999,949,607.17
Including: Operating costs	<b>6,812,641,009.02</b>	6,204,124,765.93
Interest expense		
Fee and commission expenses		
Refunded premiums		
Net amount of compensation payout		
Net increase in insurance contracts reserve		
Policy dividend payment		
Reinsured expenses		
Taxes and surcharges	<b>15,348,412.70</b>	7,962,184.77
Selling expenses	<b>83,320,659.90</b>	109,421,642.62
Administrative expenses	<b>381,443,245.41</b>	308,070,684.10
Research and development expense	<b>356,591,033.11</b>	417,252,568.70
Finance cost	<b>-407,212,651.75</b>	-46,882,238.95
Including: Interest expenses	<b>112,658,911.70</b>	98,725,276.91
Interest income	<b>347,802,494.93</b>	177,553,293.98

<b>Item</b>	<b>January to September 2022</b>	January to September 2021
Add: Other income	<b>78,497,016.91</b>	59,525,716.12
Investment income (loss expressed with “–”)	<b>-34,476,567.26</b>	21,443,356.48
Including: Investment income in associates and joint ventures	<b>6,175,261.10</b>	5,064,489.95
Derecognition income of financial assets measured at amortised cost		
Exchange gain (loss expressed with “–”)		
Net gain on exposure hedging (loss expressed with “–”)		
Gain on change in fair value (loss expressed with “–”)	<b>-45,946,394.98</b>	57,297,531.75
Loss on impairment of credit (loss expressed with “–”)	<b>22,711,490.84</b>	-9,256,403.56
Loss on impairment of assets (loss expressed with “–”)	<b>-28,937,942.67</b>	-13,027,166.40
Gains from disposal of asset (loss expressed with “–”)	<b>-1,923,771.46</b>	5,539,009.88
<b>III. Operating profit (loss expressed with “–”)</b>	<b>47,198,856.71</b>	-34,799,294.74
Add: Non-operating income	<b>3,022,464.71</b>	9,491,876.31
Less: Non-operating expenses	<b>1,827,993.46</b>	5,813,541.66
<b>IV. Total profit (total loss expressed with “–”)</b>	<b>48,393,327.96</b>	-31,120,960.09
Less: Income tax expense	<b>13,412,784.71</b>	-11,256,430.55

Item	January to September 2022	January to September 2021
<b>V. Net profit (net loss expressed with “-”)</b>	<b>34,980,543.25</b>	-19,864,529.54
(i) By continuity of operations		
1. Net profit from continuing operations (net loss expressed with “-”)	<b>34,980,543.25</b>	-19,864,529.54
2. Net profit from discontinued operations (net loss expressed with “-”)		
(ii) By ownership		
1. Net profit attributable to shareholders of the Parent Company (net loss expressed with “-”)	<b>23,747,410.57</b>	6,099,589.87
2. Gain or loss attributable to minority interests (net loss expressed with “-”)	<b>11,233,132.68</b>	-25,964,119.41
<b>VI. Net after tax for other comprehensive income</b>	<b>-357,558,605.28</b>	1,214,087,901.17
(i) Net after tax for other comprehensive income attributable to owners of the Parent Company	<b>-353,803,722.34</b>	1,212,275,475.87
1. Other comprehensive income that may not be reclassified to profit or loss	<b>-356,974,293.93</b>	1,212,668,668.32
(1) Change in remeasurement of defined benefit plans		
(2) Other comprehensive income that may not be reclassified to profit or loss under equity method	<b>-150,727.84</b>	1,364,566.58
(3) Change in fair value of investments in other equity instruments	<b>-356,823,566.09</b>	1,211,304,101.74
(4) Change in fair value of own credit risk		

Item	January to September 2022	January to September 2021
2. Other comprehensive income that may be reclassified to profit or loss	<b>3,170,571.59</b>	-393,192.45
(1) Other comprehensive income that may be reclassified to profit or loss under equity method		
(2) Change in fair value of other debt investments		
(3) Amount included in other comprehensive income on reclassification of financial assets		
(4) Provision for credit impairment of other debt investments		
(5) Cash flow hedges reserve		
(6) Exchange differences arising from translation of foreign currency financial statements	<b>3,170,571.59</b>	-393,192.45
(7) Others		
(ii) Net other comprehensive income after tax attributable to minority interests	<b>-3,754,882.94</b>	1,812,425.30
<b>VII. Total comprehensive income</b>	<b>-322,578,062.03</b>	1,194,223,371.63
(i) Total comprehensive income attributable to owners of the Parent Company	<b>-330,056,311.77</b>	1,218,375,065.74
(ii) Total comprehensive income attributable to minority interests	<b>7,478,249.74</b>	-24,151,694.11
<b>VIII. Earnings per share:</b>		
(i) Basic earnings per share (RMB/share)	<b>0.0168</b>	0.0043
(ii) Diluted earnings per share (RMB/share)	<b>0.0168</b>	0.0043

For business combination under common control for the current period, net profit realized by the acquire before the combination was RMB0, net profit realized by the acquire was RMB0 for the last period.

Legal representative:  
**Chen Liping**

Person in charge of accounting:  
**Hou Zengquan**

Head of accounting department:  
**Xie Weihong**

## Consolidated Cash Flow Statement

From January to September 2022

Prepared by: CSSC Offshore & Marine Engineering (Group) Company Limited

*Unit: RMB Audit Type: Unaudited*

<b>Item</b>	<b>January to September 2022</b>	January to September 2021
<b>I. Cash flows from operating activities:</b>		
Cash received from sale of goods or rendering of services	<b>9,863,439,874.01</b>	8,971,729,350.43
Net increase in deposits from customers and deposits from other banks		
Net increase in loans from central bank		
Net increase in placements from other financial institutions		
Cash receipts of premium for direct insurance contracts		
Net cash received from reinsurance business		
Net increase in deposits from insurance policy holders and investment		
Cash receipts of interest, fees and commissions		
Net increase in placements		
Net increase in sales and repurchase operations		
Cash receipts of brokerage for securities trading		
Cash received from tax refund	<b>377,346,958.51</b>	521,225,182.20
Other cash receipts relating to operating activities	<b>635,968,115.44</b>	496,030,009.99
Sub-total of cash inflows from operating activities	<b>10,876,754,947.96</b>	9,988,984,542.62
Cash paid for goods and services	<b>10,346,606,389.04</b>	10,180,826,894.66
Net increase in loans and advances to customers		
Net increase in central bank and interbank deposits		
Cash paid for claims of direct insurance contracts		
Net increase in placements with banks and non-bank financial institutions		
Cash paid for interest, fees and commissions		
Cash paid for dividends of insurance policies		
Cash paid to and on behalf of employees	<b>630,392,333.08</b>	539,047,879.20
Payments of taxes	<b>55,849,297.39</b>	11,337,086.43
Other cash payments relating to operating activities	<b>530,730,199.05</b>	437,685,233.99
Sub-total of cash outflows from operating activities	<b>11,563,578,218.56</b>	11,168,897,094.28
Net cash flows from operating activities	<b>-686,823,270.60</b>	-1,179,912,551.66

Item	January to September 2022	January to September 2021
<b>II. Cash flows from investing activities:</b>		
Cash receipts from recover of investments	<b>3,808,416,093.97</b>	456,003,206.57
Cash receipts from investment income	<b>109,266,291.85</b>	76,058,556.55
Net cash receipts from disposal of fixed assets, intangible assets and other long-term assets	<b>480,501.94</b>	2,535,238.14
Net cash receipts from disposal of subsidiaries and other business units		
Other cash receipts relating to investing activities	<b>4,015,368,353.87</b>	397,492,272.67
Sub-total of cash inflows from investing activities	<b>7,933,531,241.63</b>	932,089,273.93
Cash paid for acquisition of fixed assets, intangible assets and other long-term assets	<b>279,387,665.04</b>	119,323,618.49
Cash paid for investments	<b>1,644,692,000.00</b>	351,025,700.00
Net increase in pledged loans		
Net cash paid for acquisition of subsidiaries and other business units		–
Other cash payments relating to investing activities	<b>6,583,596,948.33</b>	665,375,696.29
Sub-total of cash outflows from investing activities	<b>8,507,676,613.37</b>	1,135,725,014.78
Net cash flows from investing activities	<b>-574,145,371.74</b>	-203,635,740.85
<b>III. Cash flows from financing activities:</b>		
Cash receipts from receiving investments	<b>286,000.00</b>	
Including: Cash received by subsidiaries from receiving investments made by minority interest	<b>286,000.00</b>	
Cash receipts from borrowings obtained	<b>4,395,000,000.00</b>	2,505,000,000.00
Other cash receipts relating to financing activities	–	83,200,000.00
Sub-total of cash inflows from financing activities	<b>4,395,286,000.00</b>	2,588,200,000.00
Cash paid for repayment of debts	<b>3,203,200,000.00</b>	3,393,200,000.00
Cash paid for dividends, profit distribution or interest expenses	<b>308,948,320.94</b>	328,991,903.17
Including: Dividends and profits paid by subsidiaries to minority interests		
Other cash payments relating to financing activities	<b>538,009.37</b>	2,939,673.19
Sub-total of cash outflows from financing activities	<b>3,512,686,330.31</b>	3,725,131,576.36
Net cash flows from financing activities	<b>882,599,669.69</b>	-1,136,931,576.36

Item	January to September 2022	January to September 2021
<b>IV. Effect of change in exchange rate on cash and cash equivalents</b>	<b>83,456,959.41</b>	1,104,480.91
<b>V. Net increase in cash and cash equivalents</b>	<b>-294,912,013.24</b>	-2,519,375,387.96
Add: Beginning balance of cash and cash equivalents	<b>5,417,061,556.97</b>	5,719,367,108.31
<b>VI. Ending balance of cash and cash equivalents</b>	<b>5,122,149,543.73</b>	3,199,991,720.35

Legal representative:

**Chen Liping**

Person in charge of  
accounting:

**Hou Zengquan**

Head of accounting  
department:

**Xie Weihong**

By order of the Board

**CSSC Offshore & Marine Engineering (Group) Company Limited**

**Li Zhidong**

*Company Secretary*

Guangzhou, October 28, 2022

*As at the date of this announcement, the Board comprises ten Directors, namely executive Directors Mr. Chen Liping and Mr. Xiang Huiming, non-executive Directors Mr. Chen Zhongqian, Mr. Chen Ji, Mr. Gu Yuan and Mr. Ren Kaijiang and independent non-executive Directors Mr. Yu Shiyong, Mr. Lin Bin, Mr. Nie Wei and Mr. Li Zhijian.*