

Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited take no responsibility for the contents of this announcement, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.



中鋁國際工程股份有限公司

China Aluminum International Engineering Corporation Limited

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

(Stock Code: 2068)

ANNOUNCEMENT

THE QUARTERLY REPORT OF THE COMPANY FOR THE FIRST QUARTER ENDED 31 MARCH 2020

This announcement is made pursuant to Rule 13.09(2) of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the “**Listing Rules**”) and the Inside Information Provisions under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong).

The operating results attached hereto are the unaudited quarterly report of China Aluminum International Engineering Corporation Limited (the “**Company**”) as of 31 March 2020 prepared in accordance with the Accounting Standards for Business Enterprises of the PRC, as disclosed in Shanghai Stock Exchange (website: <http://english.sse.com.cn/>).

This announcement and the attached quarterly report were originally prepared in Chinese and published in both Chinese and English. In the case of any discrepancy, the Chinese text shall prevail over the English text.

1. IMPORTANT NOTE

- 1.1** The Board of Directors, Board of Supervisors, Directors, Supervisors and senior management of the Company guarantee that the contents of the quarterly report are truthful, accurate and complete, free from any false statement, misleading representation or major omission, and are legally liable therefor on a several and joint basis.
- 1.2** All Directors of the Company attended the Board meeting to review the quarterly report.
- 1.3** WU Jianqiang, the Company's principal, ZHANG Jian, the accounting principal, and ZHANG Xiuyin, the accounting function's principal (the person in charge of the accounting function) undertake that the financial report in this quarterly report is truthful, accurate and complete.
- 1.4** The Company's first quarterly report is unaudited.

2. BASIC INFORMATION OF THE COMPANY

2.1 Key Financial Data

Unit: Yuan Currency: RMB

| | As at the end of the reporting period | As at the end of the previous year | Increase/decrease as at the end of the reporting period as compared with the end of the previous year (%) |
|--|---|---|--|
| Total assets | 54,859,073,410.68 | 55,999,463,120.62 | -2.04 |
| Net assets attributable to shareholders of the listed company | 10,839,536,320.22 | 11,322,059,940.65 | -4.26 |
| | From the beginning of the year to the end of the reporting period | From the beginning of the previous year to the end of the reporting period of the previous year | Increase/decrease as compared with the corresponding period of the previous year (%) |
| Net cash flow from operating activities | -1,597,419,267.77 | -1,188,843,987.86 | -34.37 |

2. BASIC INFORMATION OF THE COMPANY – CONTINUED

2.1 Key Financial Data – Continued

Unit: Yuan Currency: RMB

| | From the beginning of the year to the end of the reporting period | From the beginning of previous year to the end of the reporting period in previous year | Increase/ decrease as compared with the corresponding period of previous year (%) |
|---|---|---|---|
| Operating revenue | 4,063,634,471.40 | 6,150,325,840.55 | -33.93 |
| Net profit attributable to shareholders of the listed company | -71,337,391.86 | 52,527,151.54 | N/A |
| Net profit attributable to shareholders of the listed company net of non-recurring gain or loss | -101,585,427.57 | 41,445,715.43 | N/A |
| Weighted average return on net assets (%) | -1.22 | 0.34 | Decreased by 1.56 percentage points |
| Basic earnings per share (RMB/share) | -0.04 | 0.01 | N/A |

Items and amounts of non-recurring gain or loss

✓ Applicable □ Not applicable

Unit: Yuan Currency: RMB

| Item | Amount for the period |
|--|--------------------------|
| Gain or loss on disposal of non-current assets | 541,043.93 |
| Tax return, reduction or exemption arising from ultra vires approval, without official approval document, or on an occasional basis | |
| Government subsidies recorded in current P&L (except government subsidies closely related to business operations granted continuously in a fixed amount or quota according to the unified national standards) | 1,929,593.15 |
| Financing fee income from non-financial enterprises recorded in P&L | 5,213,284.26 |
| Gain arising from the acquisition of interests in a subsidiary, associate or joint venture at an investment cost below the share in the fair value of net identifiable assets of the investee at the time of acquisition | |
| Gain or loss on non-monetary asset exchange | |
| Gain or loss on assets under entrusted investment or management | |
| Asset impairment provisions arising from force majeure factors such as natural disasters | |
| Gains or losses on debt restructuring | 444,505.43 |
| Restructuring costs, such as employee settlement cost and integration cost | |

2. BASIC INFORMATION OF THE COMPANY – CONTINUED

2.1 Key Financial Data – Continued

Items and amounts of non-recurring gain or loss – Continued

✓ Applicable Not applicable

Unit: Yuan Currency: RMB

| Item | Amount for the period |
|---|----------------------------------|
| Gain or loss in excess of fair value arising from transactions at obviously unfair prices | |
| Net gain or loss of a subsidiary arising from business combination under common control for the period from the beginning of the reporting period to the combination date | |
| Gain or loss on contingencies not related to usual operations of the Company | |
| Gain or loss on changes in fair value arising from holding held-for-trading financial assets, derivative financial assets, held-for-trading financial liabilities, derivative financial liabilities, and gain on investment from disposal of held-for-trading financial assets, derivative financial assets, held-for-trading financial liabilities, derivative financial liabilities and other debt investments, except for the effective portion of hedging related to usual operations of the Company | |
| Reversal of impairment provisions on receivables and contract assets tested for impairment individually | 200,000.00 |
| Gain or loss on entrusted loans | |
| Gain or loss on changes in the fair value of investment property subsequently measured at fair value | |
| Impact of one-off adjustments to current P&L as required by taxation and accounting laws and regulations | |
| Trustee fees income from entrusted operations | |
| Other non-operating revenue and expenses other than the above items | 27,659,823.02 |
| Other items falling within the definition of non-recurring gain or loss | 596,104.9 |
| | <hr/> |
| Impact of non-controlling interests (after tax) | -445,872.56 |
| Impact of income tax | -5,654,470.08 |
| Total | <u>30,484,012.05</u> |

2. BASIC INFORMATION OF THE COMPANY – CONTINUED

2.2 Table of total number of shareholders, shareholding by top 10 shareholders and top 10 holders of marketable shares (or unrestricted shareholders) as at the end of the reporting period

Unit: Share

Total number of shareholders 45,189

| Shareholder name (full name) | Shareholding of top 10 shareholders | | Number of shares held subject to selling restricted | Pledged or locked up Status of shares | Number | Nature of shareholder |
|---|---|--------------|--|--|--------|---|
| | Number of shares held at the end of the period | Ratio (%) | | | | |
| Aluminum Corporation of China | 2,176,758,534 | 73.56 | 2,176,758,534 | Nil | 0 | State-owned legal person |
| Hong Kong Securities Clearing Company Nominees Limited | 399,476,000 | 13.50 | 0 | Unknown | – | Others |
| Luoyang Engineering & Research Institute for Nonferrous Metals Processing | 86,925,466 | 2.94 | 86,925,466 | Nil | 0 | State-owned legal person Domestic |
| RUAN Meixia (阮美霞) | 7,760,713 | 0.26 | 0 | Nil | 0 | natural person |
| Hong Kong Securities Clearing Company Limited | 5,234,209 | 0.18 | 0 | Nil | 0 | Others |
| Agricultural Bank of China Limited – CSI 500 Exchange-traded and Open-ended Index Securities Investment Fund | 2,877,269 | 0.10 | 0 | Nil | 0 | Others Domestic |
| GU Jing (顧璟) | 2,556,400 | 0.09 | 0 | Nil | 0 | natural person Domestic |
| ZHANG Huaiyun (張懷運) | 2,179,300 | 0.07 | 0 | Nil | 0 | natural person Domestic |
| ZHANG He (張鶴) | 2,051,400 | 0.07 | 0 | Nil | 0 | natural person Domestic |
| YAO Yuanxi (姚元熙) | 2,000,000 | 0.07 | 0 | Nil | 0 | natural person |

2. BASIC INFORMATION OF THE COMPANY – CONTINUED

2.2 Table of total number of shareholders, shareholding by top 10 shareholders and top 10 holders of marketable shares (or unrestricted shareholders) as at the end of the reporting period – Continued

| Shareholder name | Shareholding of top 10 shareholders not subject to selling restrictions | | |
|--|--|--------------------------------|----------------------------|
| | Number of shares held in circulation not subject to selling restrictions | Class | Class and number of shares |
| | | | Number |
| Hong Kong Securities Clearing Company Nominees Limited | 399,476,000 | Overseas listed foreign shares | 399,476,000 |
| RUAN Meixia (阮美霞) | 7,760,713 | Renminbi ordinary shares | 7,760,713 |
| Hong Kong Securities Clearing Company Limited | 5,234,209 | Renminbi ordinary shares | 5,234,209 |
| Agricultural Bank of China Limited – CSI 500 Exchange-traded and Open-ended Index Securities Investment Fund | 2,877,269 | Renminbi ordinary shares | 2,877,269 |
| GU Jing (顧璟) | 2,556,400 | Renminbi ordinary shares | 2,556,400 |
| ZHANG Huaiyun (張懷運) | 2,179,300 | Renminbi ordinary shares | 2,179,300 |
| ZHANG He (張鶴) | 2,051,400 | Renminbi ordinary shares | 2,051,400 |
| YAO Yuanxi (姚元熙) | 2,000,000 | Renminbi ordinary shares | 2,000,000 |
| LIAO Weijun (廖偉軍) | 1,872,000 | Renminbi ordinary shares | 1,872,000 |
| Vanguard Investment Australia Ltd. – Vanguard Emerging Markets Stock Index Fund (Exchange) | 1,830,300 | Renminbi ordinary shares | 1,830,300 |

Explanation of related relationship or acting in concert in respect of the above shareholders

Note 1: The number of shares held by Chinalco did not include A shares of the Company indirectly held through its subsidiary Luoyang Institute and H shares of the Company indirectly held through its subsidiary Yunnan Aluminum International Company Limited (雲鋁國際有限公司). Chinalco and its subsidiaries held a total of 2,283,179,000 shares of the Company, including 2,263,684,000 A shares and 19,495,000 H shares, accounting for 77.16% of the total share capital of the Company.

Note 2: The 19,495,000 H shares of the Company held by Chinalco's subsidiary Yunnan Aluminum International Company Limited (雲鋁國際有限公司) were held by Hong Kong Securities Clearing Company Nominees Limited on its behalf.

2. BASIC INFORMATION OF THE COMPANY – CONTINUED

2.2 Table of total number of shareholders, shareholding by top 10 shareholders and top 10 holders of marketable shares (or unrestricted shareholders) as at the end of the reporting period – Continued

Note 3: The 399,476,000 H shares of the Company held by Hong Kong Securities Clearing Company Nominees Limited included the 19,495,000 H shares held by Chinalco's subsidiary Yunnan Aluminum International Company Limited (雲鋁國際有限公司).

Note 4: Except for the above, the Company is not aware that the above shareholders have any related relationship or are acting in concert among each other.

Explanation of shareholders of preferred shares with reinstated voting rights and the number of shares held Not applicable.

Note: H shares held by Hong Kong Securities Clearing Company Nominees Limited were held on behalf of multiple clients, and A shares held by Hong Kong Securities Clearing Company Limited were held on behalf of multiple clients. At the end of the reporting period, Hong Kong Securities Clearing Company Nominees Limited held 399,476,000 shares of the Company, and details on pledge or freeze of shares were unknown.

2.3 Table of total number of shareholders of preferred shares, shareholding of top 10 shareholders of preferred shares and top 10 unrestricted shareholders of preferred shares as at the end of the reporting period

Applicable Not applicable

3. MAJOR EVENTS

3.1 Details of and reasons for significant changes of key accounting statement items and financial indicators of the Company

✓ Applicable □ Not applicable

(1) Details of changes in key items of balance sheet

Unit: Yuan Currency: RMB

| Item | Balance as at the end of the reporting period | Opening balance | Percentage of change(%) |
|---|---|------------------|-------------------------|
| Notes receivable | 334,631,408.35 | 569,959,008.85 | -41.29 |
| Prepayments | 500,340,541.06 | 376,065,504.37 | 33.05 |
| Development costs | 5,213,681.84 | 2,297,253.07 | 126.95 |
| Other non-current assets | 4,584,738,806.96 | 3,445,379,547.40 | 33.07 |
| Other payables | 2,380,186,754.28 | 4,979,140,933.59 | -52.2 |
| Non-current liabilities due within one year | 1,352,187,415.25 | 872,946,075.66 | 54.90 |
| Other current liabilities | 3,460,294,556.43 | 2,596,554,126.95 | 33.26 |

During the reporting period, the significant changes of the balance sheet are explained as follows:

- 1) Notes receivable decreased by 41.29% from the beginning of the period mainly due to the transfer of endorsed notes receivable for the project payment.
- 2) Prepayment increased by 33.05% from the beginning of the period mainly due to the prepayment for facility procurement.
- 3) Development costs increased by 126.95% from the beginning of the period mainly due to the increase in technology research and development investment expenditures.
- 4) Other non-current assets increased by 33.07% from the beginning of the period mainly due to the continuous increase in project construction investment of the Yunnan Miyu Expressway PPP project during this period.

3. MAJOR EVENTS – CONTINUED

3.1 Details of and reasons for significant changes of key accounting statement items and financial indicators of the Company – Continued

(1) Details of changes in key items of balance sheet – Continued

- 5) Other payables decreased by 52.2% from the beginning of the period mainly due to the redemption of US\$350 million of senior perpetual bonds during this period which was announced at the end of 2019.
- 6) Non-current liabilities due within one year increased by 54.9% from the beginning of the period mainly due to the reclassification of some of the long-term borrowings due within one year.
- 7) Other current liabilities increased by 33.26% from the beginning of the year mainly due to the issuance of 2020 SCP (Tranche 1) of RMB1 billion by the Company during this reporting period.

(2) Details of significant changes in items of income statement

Unit: Yuan Currency: RMB

| Item | Reporting period | Corresponding period of previous year | Year-on-year change (%) |
|---|------------------|---------------------------------------|-------------------------|
| Operating revenue | 4,063,634,471.40 | 6,150,325,840.55 | -33.93 |
| Operating cost | 3,760,053,829.04 | 5,652,770,406.60 | -33.48 |
| Taxes and surcharges | 19,439,430.97 | 27,574,178.22 | -29.50 |
| Other gains | 7,098,154.90 | 3,623,271.53 | 95.90 |
| Gain on investment | -16,153,908.62 | 8,021,181.82 | N/A |
| Gain on disposal of assets | 1,239,636.92 | 3,159,067.73 | -60.76 |
| Non-operating income | 23,146,804.96 | 6,700,192.71 | 245.46 |
| Non-operating expense | 1,084,834.74 | 5,006,713.37 | -78.33 |
| Net profit attributable to shareholders of the parent | -71,337,391.86 | 52,527,151.54 | N/A |

3. MAJOR EVENTS – CONTINUED

3.1 Details of and reasons for significant changes of key accounting statement items and financial indicators of the Company – Continued

(2) *Details of significant changes in items of income statement – Continued*

During the reporting period, the significant changes of the income statement are explained as follows:

- 1) Operating revenue decreased by 33.93% year-on-year due to the influence of the novel coronavirus pneumonia pandemic. Most of the Company's construction projects halted from mid-January to February and resumed gradually in March, the influence of pandemic on work progress was significant with massive drop in revenue year-on-year.
- 2) Operating cost decreased by 33.48% year-on-year mainly due to the decrease in income followed by the decrease in cost.
- 3) Taxes and surcharges decreased by 29.5% year-on-year mainly due to the decrease in taxes and surcharges related to income.
- 4) Other gains increased by 95.5% year-on-year mainly due to the recognition of the government's land grant premium for current benefited period.
- 5) Gain on investment for the reporting period was RMB-16.1539 million mainly due to the recognition of loss from discounted price of ABS accounts receivable in cyclical purchase of assets during this period.
- 6) Gain on disposal of assets decreased by 60.76% year-on-year mainly due to the year-on-year decrease in gain on disposal of fixed assets during this period.
- 7) Non-operating income increased by 245.46% year-on-year mainly due to the receipt of land grant premium.
- 8) Non-operating expense decreased by 78.33% year-on-year mainly due to the recognition of modification expense of "Three Supplies and One Property" in the corresponding period of last year. No such expense incurred during this period.
- 9) Net profit attributable to shareholders of the parent amounted to RMB-71.3374 million as compared with RMB52.5272 million for the corresponding period of last year, the loss for this reporting period was mainly due to the influence of the novel coronavirus pneumonia which resulted in significantly slower construction progress than expected.

3. MAJOR EVENTS – CONTINUED

3.1 Details of and reasons for significant changes of key accounting statement items and financial indicators of the Company – Continued

(3) Details of major changes of cash flow statement

Unit: Yuan Currency: RMB

| Item | Reporting period | Corresponding period of previous year | Year-on-year change (%) |
|---|-------------------|---------------------------------------|-------------------------|
| Net cash flow from operating activities | -1,597,419,267.77 | -1,188,843,987.86 | -34.37 |
| Net cash flow from investing activities | -891,096,598.63 | -694,919,270.26 | -28.23 |
| Net cash flow from financing activities | 991,987,576.50 | 991,862,841.15 | 0.01 |

- 1) Net cash flow from operating activities decreased by 34.37% from the corresponding period of last year mainly due to the year-on-year increase in project payment to private enterprise and in facility procurement for this period.
- 2) Net cash flow from investing activities decreased by 28.23% from the corresponding period of last year mainly due to the construction of Yunnan Miyu Expressway PPP project started in the second half of 2019 and related funds invested during construction period were included in cash outflows from investing activities, resulting in a greater year-on-year change in cash flow from investing activities.
- 3) Net cash flow from financing activities remained unchanged at RMB991 million as compared to the corresponding period of last year.

3. MAJOR EVENTS – CONTINUED

3.2 Analysis on the progress of major events and their related effects and solutions

Applicable Not applicable

3.3 Undertakings due but not completely performed during the reporting period

Applicable Not applicable

3.4 Warning of turning accumulated net profit into loss from the beginning of the year to the end of the next reporting period or incurring material changes as compared to the corresponding period of last year and its reasons

Applicable Not applicable

| | |
|----------------------|---|
| Company name | China Aluminum International Engineering Corporation Limited |
| Legal representative | WU Jianqiang |
| Date | 21 April 2020 |

4. APPENDIX

4.1 Financial Statement

CONSOLIDATED BALANCE SHEET

31 March 2020

Prepared by: China Aluminum International Engineering Corporation Limited

Unit: Yuan Currency: RMB Audit status: Unaudited

| Item | 31 March 2020 | 31 December 2019 |
|---|--------------------------|--------------------------|
| Current assets: | | |
| Monetary fund | 8,093,588,214.77 | 10,025,925,365.07 |
| Provision of settlement fund | | |
| Funds lent | | |
| Held-for-trading financial assets | | |
| Derivative financial assets | | |
| Notes receivable | 334,631,408.35 | 569,959,008.85 |
| Accounts receivable | 13,560,747,339.33 | 14,284,215,819.57 |
| Financing of receivables | | |
| Prepayments | 500,340,541.06 | 376,065,504.37 |
| Insurance premium receivables | | |
| Cession premium receivables | | |
| Provision of cession receivables | | |
| Other receivables | 2,479,223,329.07 | 2,353,289,986.09 |
| Including: Interest receivable | | |
| Dividends receivable | 1,815,949.86 | 1,815,949.86 |
| Financial assets held under resale agreements | | |
| Inventories | 3,432,543,240.26 | 3,110,392,382.89 |
| Contract assets | 12,805,603,485.80 | 13,008,312,180.99 |
| Held-for-sale assets | | |
| Non-current assets due within one year | 405,403,386.22 | 405,403,386.22 |
| Other current assets | 822,550,820.08 | 656,337,615.69 |
| Total current assets | 42,434,631,764.94 | 44,789,901,249.74 |

4. APPENDIX – CONTINUED

4.1 Financial Statement – Continued

CONSOLIDATED BALANCE SHEET – CONTINUED

31 March 2020

Prepared by: China Aluminum International Engineering Corporation Limited

Unit: Yuan Currency: RMB Audit status: Unaudited

| Item | 31 March 2020 | 31 December 2019 |
|-------------------------------------|--------------------------|--------------------------|
| Non-current assets: | | |
| Loans and advances | | |
| Debt investments | | |
| Other debt investments | | |
| Long-term receivables | 1,957,009,159.87 | 1,910,972,285.42 |
| Long-term equity investments | 770,306,732.72 | 770,306,732.72 |
| Other equity instrument investments | 37,338,727.74 | 45,422,963.86 |
| Other non-current financial assets | 18,900,000.00 | 18,900,000.00 |
| Investment properties | 474,288,023.75 | 478,102,673.52 |
| Fixed assets | 2,276,129,485.56 | 2,313,832,928.14 |
| Construction in progress | 326,980,807.23 | 300,722,025.12 |
| Bearer biological assets | | |
| Oil & gas assets | | |
| Rights-of-use assets | 26,522,254.16 | 26,986,403.95 |
| Intangible assets | 1,147,279,263.97 | 1,086,857,150.91 |
| Development costs | 5,213,681.84 | 2,297,253.07 |
| Goodwill | | |
| Long-term prepaid expenses | 28,339,102.40 | 27,138,251.28 |
| Deferred tax assets | 771,395,599.54 | 782,643,655.49 |
| Other non-current assets | 4,584,738,806.96 | 3,445,379,547.40 |
| Total non-current assets | 12,424,441,645.74 | 11,209,561,870.88 |
| Total assets | 54,859,073,410.68 | 55,999,463,120.62 |

4. APPENDIX – CONTINUED

4.1 Financial Statement – Continued

CONSOLIDATED BALANCE SHEET – CONTINUED

31 March 2020

Prepared by: China Aluminum International Engineering Corporation Limited

Unit: Yuan Currency: RMB Audit status: Unaudited

| Item | 31 March 2020 | 31 December 2019 |
|--|--------------------------|--------------------------|
| Current liabilities: | | |
| Short-term borrowings | 8,124,910,379.32 | 7,198,295,269.03 |
| Borrowings from central banks | | |
| Unloading funds | | |
| Held-for-trading financial liabilities | | |
| Derivative financial liabilities | | |
| Notes payable | 819,725,560.85 | 957,266,218.53 |
| Accounts payable | 13,550,754,067.37 | 15,737,937,151.26 |
| Advance receipts | | |
| Contract liabilities | 2,452,022,685.68 | 2,381,391,809.44 |
| Financial assets sold for repurchase | | |
| Absorption of deposits and interbank deposit | | |
| Proceeds from trading securities by agent | | |
| Proceeds from underwriting securities by agent | | |
| Employee benefits payable | 148,073,077.37 | 200,663,502.30 |
| Taxes payable | 201,425,187.49 | 267,058,741.21 |
| Other payables | 2,380,186,754.28 | 4,979,140,933.59 |
| Including: Interest payable | | |
| Dividends payable | 55,832,000.00 | 30,000,000.00 |
| Handling fees and commissions payable | | |
| Cession premium payable | | |
| Held-for-sale liabilities | | |
| Non-current liabilities due within one year | 1,352,187,415.25 | 872,946,075.66 |
| Other current liabilities | 3,460,294,556.43 | 2,596,562,617.52 |
| Total current liabilities | 32,489,579,684.04 | 35,191,262,318.54 |

4. APPENDIX – CONTINUED

4.1 Financial Statement – Continued

CONSOLIDATED BALANCE SHEET – CONTINUED

31 March 2020

Prepared by: China Aluminum International Engineering Corporation Limited

Unit: Yuan Currency: RMB Audit status: Unaudited

| Item | 31 March 2020 | 31 December 2019 |
|--------------------------------------|--------------------------|--------------------------|
| Non-current liabilities: | | |
| Reserve fund for insurance contracts | | |
| Long-term borrowings | 4,534,520,198.18 | 4,666,498,225.22 |
| Debtures payable | | |
| Including: Preferred shares | | |
| Perpetual bonds | | |
| Lease liabilities | 13,090,300.05 | 13,909,401.66 |
| Long-term payables | 4,598,530.23 | 4,598,530.23 |
| Long-term employee benefits payable | 601,571,856.75 | 599,488,000.00 |
| Estimated liabilities | | |
| Deferred income | 51,312,416.42 | 53,036,425.27 |
| Deferred tax liabilities | 75,290,268.87 | 75,290,268.87 |
| Other non-current liabilities | | |
| | <hr/> | <hr/> |
| Total non-current liabilities | 5,280,383,570.50 | 5,412,820,851.25 |
| | <hr/> | <hr/> |
| Total liabilities | 37,769,963,254.54 | 40,604,083,169.79 |

4. APPENDIX – CONTINUED

4.1 Financial Statement – Continued

CONSOLIDATED BALANCE SHEET – CONTINUED

31 March 2020

Prepared by: China Aluminum International Engineering Corporation Limited

Unit: Yuan Currency: RMB Audit status: Unaudited

| Item | 31 March 2020 | 31 December 2019 |
|--|---------------------------------|---------------------------------|
| Owners' equity (or shareholders' equity): | | |
| Paid-in capital (or share capital) | 2,959,066,667.00 | 2,959,066,667.00 |
| Other equity instruments | 2,496,084,905.65 | 2,996,084,905.65 |
| Including: Preferred shares | | |
| Perpetual bonds | 2,496,084,905.65 | 2,996,084,905.65 |
| Capital reserve | 840,294,342.29 | 795,341,809.69 |
| Less: treasury stock | | |
| Other comprehensive income | 267,687,968.82 | 223,826,729.99 |
| Special reserve | 124,905,233.17 | 124,905,233.17 |
| Surplus reserve | 201,586,598.10 | 201,586,598.10 |
| General risk reserve | | |
| Undistributed profits | 3,949,910,605.19 | 4,021,247,997.05 |
| Total equity attributable to the parent's owner (or shareholders' equity) | 10,839,536,320.22 | 11,322,059,940.65 |
| Minority interests | 6,249,573,835.92 | 4,073,320,010.18 |
| Total owners' equity (or shareholders' equity) | <u>17,089,110,156.14</u> | <u>15,395,379,950.83</u> |
| Total liabilities and owners' equity (or shareholders' equity) | <u>54,859,073,410.68</u> | <u>55,999,463,120.62</u> |

Legal representative:
WU Jianqiang

Accounting principal:
ZHANG Jian

Accounting function's principal:
ZHANG Xiuyin

4. APPENDIX – CONTINUED

4.1 Financial Statement – Continued

BALANCE SHEET OF THE PARENT

31 March 2020

Prepared by: China Aluminum International Engineering Corporation Limited

Unit: Yuan Currency: RMB Audit status: Unaudited

| Item | 31 March 2020 | 31 December 2019 |
|--|--------------------------|--------------------------|
| Current assets: | | |
| Monetary fund | 1,773,574,876.51 | 2,373,696,059.99 |
| Held-for-trading financial assets | | |
| Derivative financial assets | | |
| Notes receivable | 63,382,389.00 | 139,433,342.34 |
| Accounts receivable | 1,724,014,561.27 | 1,516,735,150.81 |
| Financing of receivables | | |
| Prepayments | 112,403,971.81 | 83,025,087.51 |
| Other receivables | 6,069,558,284.04 | 5,320,321,539.47 |
| Including: Interest receivable | 326,248,886.57 | |
| Dividends receivable | 274,993,077.12 | 130,825,077.12 |
| Inventories | 157,124,547.36 | 156,652,612.17 |
| Contract assets | 618,107,470.80 | 559,798,235.37 |
| Held-for-sale assets | | |
| Non-current assets due within one year | 450,000,000.00 | 1,150,000,000.00 |
| Other current assets | 1,633,029,158.94 | 96,188,791.51 |
| Total current assets | 12,601,195,259.73 | 11,395,850,819.17 |

4. APPENDIX – CONTINUED

4.1 Financial Statement – Continued

BALANCE SHEET OF THE PARENT – CONTINUED

31 March 2020

Prepared by: China Aluminum International Engineering Corporation Limited

Unit: Yuan Currency: RMB Audit status: Unaudited

| Item | 31 March 2020 | 31 December 2019 |
|-------------------------------------|--------------------------|--------------------------|
| Non-current assets: | | |
| Debt investments | | |
| Other debt investments | | |
| Long-term receivables | 1,361,602,327.95 | 1,038,065,453.50 |
| Long-term equity investments | 6,191,338,872.38 | 6,160,668,872.38 |
| Other equity instrument investments | 31,387,638.91 | 18,180,000.00 |
| Other non-current financial assets | 18,900,000.00 | 18,900,000.00 |
| Investment properties | | |
| Fixed assets | 78,984,025.83 | 80,233,096.11 |
| Construction in progress | | |
| Bearer biological assets | | |
| Oil & gas assets | | |
| Rights-of-use assets | | |
| Intangible assets | 145,981,875.61 | 147,688,005.51 |
| Development costs | | |
| Goodwill | | |
| Long-term prepaid expenses | | |
| Deferred tax assets | 80,129,639.61 | 81,208,124.13 |
| Other non-current assets | | |
| Total non-current assets | 7,908,324,380.29 | 7,544,943,551.63 |
| Total assets | 20,509,519,640.02 | 18,940,794,370.80 |

4. APPENDIX – CONTINUED

4.1 Financial Statement – Continued

BALANCE SHEET OF THE PARENT – CONTINUED

31 March 2020

Prepared by: China Aluminum International Engineering Corporation Limited

Unit: Yuan Currency: RMB Audit status: Unaudited

| Item | 31 March 2020 | 31 December 2019 |
|---|--------------------------|-------------------------|
| Current liabilities: | | |
| Short-term borrowings | 3,449,800,200.00 | 2,849,800,200.00 |
| Held-for-trading financial liabilities | | |
| Derivative financial liabilities | | |
| Notes payable | 50,492,100.00 | 129,848,202.57 |
| Accounts payable | 1,722,008,610.40 | 1,899,655,199.50 |
| Advance receipts | | |
| Contract liabilities | 894,629,466.84 | 706,997,265.31 |
| Employee benefits payable | 5,886,332.72 | 5,152,326.82 |
| Taxes payable | 6,515,243.88 | 7,021,293.26 |
| Other payables | 1,236,630,084.29 | 1,180,427,289.85 |
| Including: Interest payable | | |
| Dividends payable | | |
| Held-for-sale liabilities | | |
| Non-current liabilities due within one year | 740,000,000.00 | 740,000,000.00 |
| Other current liabilities | 2,044,209,726.99 | 1,045,727,361.76 |
| Total current liabilities | 10,150,171,765.12 | 8,564,629,139.07 |

4. APPENDIX – CONTINUED

4.1 Financial Statement – Continued

BALANCE SHEET OF THE PARENT – CONTINUED

31 March 2020

Prepared by: China Aluminum International Engineering Corporation Limited

Unit: Yuan Currency: RMB Audit status: Unaudited

| Item | 31 March 2020 | 31 December 2019 |
|--------------------------------------|--------------------------|--------------------------|
| Non-current liabilities: | | |
| Long-term borrowings | 3,390,000,000.00 | 2,990,000,000.00 |
| Debtures payable | | |
| Including: Preferred shares | | |
| Perpetual bonds | | |
| Lease liabilities | | |
| Long-term payables | | |
| Long-term employee benefits payable | 3,754,000.00 | 3,754,000.00 |
| Estimated liabilities | | |
| Deferred income | | |
| Deferred tax liabilities | | |
| Other non-current liabilities | | |
| | <hr/> | <hr/> |
| Total non-current liabilities | 3,393,754,000.00 | 2,993,754,000.00 |
| | <hr/> | <hr/> |
| Total liabilities | 13,543,925,765.12 | 11,558,383,139.07 |
| | <hr/> | <hr/> |

4. APPENDIX – CONTINUED

4.1 Financial Statement – Continued

BALANCE SHEET OF THE PARENT – CONTINUED

31 March 2020

Prepared by: China Aluminum International Engineering Corporation Limited

Unit: Yuan Currency: RMB Audit status: Unaudited

| Item | 31 March 2020 | 31 December 2019 |
|---|--------------------------|--------------------------|
| Owners' equity (or shareholders' equity): | | |
| Paid-in capital (or share capital) | 2,959,066,667.00 | 2,959,066,667.00 |
| Other equity instrument | 2,496,084,905.65 | 2,996,084,905.65 |
| Including: Preferred shares | | |
| Perpetual bonds | 2,496,084,905.65 | 2,996,084,905.65 |
| Capital reserve | 1,193,196,521.57 | 1,193,196,521.57 |
| Less: treasury stock | | |
| Other comprehensive income | 24,943,608.91 | 11,735,970.00 |
| Special reserve | 834,695.59 | 810,240.05 |
| Surplus reserve | 201,586,598.10 | 201,586,598.10 |
| Undistributed profits | 89,880,878.08 | 19,930,329.36 |
| | <hr/> | <hr/> |
| Total owners' equity (or shareholders' equity) | 6,965,593,874.90 | 7,382,411,231.73 |
| | <hr/> | <hr/> |
| Total liabilities and owners' equity (or shareholders' equity) | 20,509,519,640.02 | 18,940,794,370.80 |

Legal representative:
WU Jianqiang

Accounting principal:
ZHANG Jian

Accounting function's principal:
ZHANG Xiuyin

4. APPENDIX – CONTINUED

4.1 Financial Statement – Continued

CONSOLIDATED INCOME STATEMENT

For January to March 2020

Prepared by: China Aluminum International Engineering Corporation Limited

Unit: Yuan Currency: RMB Audit status: Unaudited

| Item | First quarter of 2020 | First quarter of 2019 |
|--|--------------------------|--------------------------|
| I. Total operating revenue | <u>4,063,634,471.40</u> | <u>6,150,325,840.55</u> |
| of which: Operating revenue | 4,063,634,471.40 | 6,150,325,840.55 |
| Interest income | | |
| Earned premium | | |
| Handling fees and commission income | | |
| II. Total operating cost | <u>4,184,551,822.17</u> | <u>6,128,570,568.04</u> |
| of which: Operating cost | 3,760,053,829.04 | 5,652,770,406.60 |
| Interest expense | | |
| Handling fees and commission expense | | |
| Surrender value | | |
| Compensation expenses, net | | |
| Drawing reserves for insurance contracts, net | | |
| Policy bonus dividend expense | | |
| Cession cost | | |
| Taxes and surcharges | 19,439,430.97 | 27,574,178.23 |
| Sales expense | 20,043,560.89 | 25,971,264.30 |
| Administrative expense | 216,170,732.70 | 283,138,467.38 |
| R&D expense | 49,551,513.34 | 43,953,751.65 |
| Finance expense | 119,292,755.23 | 95,162,499.88 |
| Including: Interest expense | 159,103,972.48 | 144,602,892.38 |
| Interest income | 52,548,685.43 | 52,639,561.55 |

4. APPENDIX – CONTINUED

4.1 Financial Statement – Continued

CONSOLIDATED INCOME STATEMENT – CONTINUED

For January to March 2020

Prepared by: China Aluminum International Engineering Corporation Limited

Unit: Yuan Currency: RMB Audit status: Unaudited

| Item | First quarter of 2020 | First quarter of 2019 |
|--|----------------------------------|----------------------------------|
| Add: Other gains | 7,098,154.90 | 3,623,271.53 |
| Gain on investment (“–” for loss) | –16,153,908.62 | 8,021,181.82 |
| Including: Share of investment gain of associates and joint ventures | | 5,742,881.4 |
| Gain on de-recognition of financial assets measured at amortization cost | | |
| Exchange gains (“–” for loss) | | |
| Gain on exposure netting (“–” for loss) | | |
| Gain on fair value change (“–” for loss) | | |
| Credit impairment loss (“–” for loss) | 78,652,548.01 | 89,873,783.32 |
| Asset impairment loss (“–” for loss) | | |
| Gains on disposal of assets (“–” for loss) | 1,239,636.92 | 3,159,067.73 |
| III. Operating profit (“–” for loss) | –50,080,919.56 | 126,432,576.91 |
| Add: non-operating income | 26,657,328.92 | 6,700,192.71 |
| Less: non-operating expense | –2,425,689.22 | 5,006,713.37 |
| IV. Total profit (“–” for total loss) | –20,997,901.42 | 128,126,056.25 |
| Less: income tax expense | 22,137,225.45 | 31,665,225.10 |

4. APPENDIX – CONTINUED

4.1 Financial Statement – Continued

CONSOLIDATED INCOME STATEMENT – CONTINUED

For January to March 2020

Prepared by: China Aluminum International Engineering Corporation Limited

Unit: Yuan Currency: RMB Audit status: Unaudited

| Item | First quarter of 2020 | First quarter of 2019 |
|--|------------------------------|-----------------------------|
| V. Net profit (“–” for net loss) | <u>-43,135,126.87</u> | <u>96,460,831.15</u> |
| (I) Classification according to the continuity of operation | | |
| 1. Net profit from continuing operations (“–” for net loss) | -43,135,126.87 | 96,460,831.15 |
| 2. Net profit from discontinued operations (“–” for net loss) | | |
| (II) Classification by ownership | | |
| 1. Net profit attributable to shareholders of the parent (“–” for net loss) | -71,337,391.86 | 52,527,151.54 |
| 2. Minority shareholders gain and loss (“–” for net loss) | <u>28,202,264.99</u> | <u>43,933,679.61</u> |
| VI. Other comprehensive income, net of tax | <u>43,861,238.83</u> | <u>26,264,832.48</u> |
| (I) Other comprehensive income attributable to owners of the parent, net of tax | 43,861,238.83 | 26,264,832.48 |
| 1. Items that may not be reclassified into profit or loss | | 60,896,567.76 |
| (1) Change on remeasurement of defined benefit plan | | |
| (2) Other comprehensive income under equity method that may not be transferred to profit or loss | | |
| (3) Change in fair value of other equity instrument investments | | 60,896,567.76 |
| (4) Fair value change arising from credit risk of the Company | | |

4. APPENDIX – CONTINUED

4.1 Financial Statement – Continued

CONSOLIDATED INCOME STATEMENT – CONTINUED

For January to March 2020

Prepared by: China Aluminum International Engineering Corporation Limited

Unit: Yuan Currency: RMB Audit status: Unaudited

| Item | First quarter of 2020 | First quarter of 2019 |
|--|--------------------------|--------------------------|
| 2. Items that will be reclassified subsequently to profit or loss | 43,861,238.83 | -34,631,735.28 |
| (1) Other comprehensive income under equity method that may be transferred to profit or loss | | |
| (2) Change in fair value of other debt investments | | |
| (3) Amount recorded in other comprehensive income upon financial assets reclassification | | |
| (4) Credit impairment provision for other debt investment | | |
| (5) Cash flow hedge reserve | | |
| (6) Foreign currency translation difference in financial statements | 43,861,238.83 | -34,631,735.28 |
| (7) Other | | |
| (II) Other comprehensive income attributable to minority shareholders, net of tax | | |
| VII. Total comprehensive income | 726,111.96 | 122,725,663.63 |
| (1) Total comprehensive income attributable to owners of the parent | -27,476,153.03 | 78,791,984.02 |
| (2) Total comprehensive income attributable to minority shareholders | 28,202,264.99 | 43,933,679.61 |
| VIII. Earnings per share: | | |
| (1) Basic earnings per share (Yuan/share) | -0.04 | 0.01 |
| (2) Diluted earnings per share (Yuan/share) | | |

For business combination involving enterprises under common control during this period, the net profit realized by the acquire before the business combination is RMB0 as compared to RMB0 for the last period.

Legal representative:
WU Jianqiang

Accounting principal:
ZHANG Jian

Accounting function's principal:
ZHANG Xiuyin

4. APPENDIX – CONTINUED

4.1 Financial Statement – Continued

INCOME STATEMENT OF THE PARENT

January to March 2020

Prepared by: China Aluminum International Engineering Corporation Limited

Unit: Yuan Currency: RMB Audit status: Unaudited

| Item | First quarter of 2020 | First quarter of 2019 |
|--|--------------------------|--------------------------|
| I. Operating revenue | 111,390,102.35 | 139,400,223.07 |
| Less: Operating cost | 109,154,697.29 | 116,437,011.96 |
| Taxes and surcharges | 82,108.54 | 210,309.64 |
| Sales expense | 6,731,381.37 | 9,766,027.14 |
| Administrative expense | 29,377,548.28 | 39,654,084.54 |
| R&D expense | 48,007.50 | 9,244,527.64 |
| Finance expense | 21,183,443.68 | 30,105,095.99 |
| Including: Interest expense | 88,315,775.75 | 122,096,461.50 |
| Interest income | 72,659,837.04 | 83,515,778.05 |
| Add: other gains | 21,849.46 | |
| Gain on investment (“-” for loss) | 127,801,822.44 | 76,028,194.44 |
| Including: Share of investment gain of associates and joint ventures | | 6,000,000.00 |
| Gain on de-recognition of financial assets measured at amortisation cost | | |
| Gain on exposure netting (“-” for loss) | | |
| Gain on fair value change (“-” for loss) | | |
| Credit impairment loss (“-” for loss) | -1,810,497.84 | 6,628,004.38 |
| Asset impairment loss (“-” for loss) | | |
| Gains on disposal of assets (“-” for loss) | | |

4. APPENDIX – CONTINUED

4.1 Financial Statement – Continued

INCOME STATEMENT OF THE PARENT – CONTINUED

January to March 2020

Prepared by: China Aluminum International Engineering Corporation Limited

Unit: Yuan Currency: RMB Audit status: Unaudited

| Item | First quarter of 2020 | First quarter of 2019 |
|---|----------------------------------|----------------------------------|
| (II) Other comprehensive income that will be reclassified subsequently to profit or loss | 13,207,638.91 | |
| 1. Other comprehensive income under equity method that may be transferred to profit or loss | | |
| 2. Change in fair value of other debt investments | | |
| 3. Amount recorded in other comprehensive income upon financial assets reclassification | 13,207,638.91 | |
| 4. Credit impairment provision for other debt investment | | |
| 5. Cash flow hedge reserve | | |
| 6. Foreign currency translation difference in financial statements | | |
| 7. Other | | |
| VI. Total comprehensive income | 83,158,187.63 | 76,495,081.80 |
| VII. Earnings per share: | | |
| (1) Basic earnings per share (Yuan/share) | | |
| (2) Diluted earnings per share (Yuan/share) | | |

Legal representative:
WU Jianqiang

Accounting principal:
ZHANG Jian

Accounting function's principal:
ZHANG Xiuyin

4. APPENDIX – CONTINUED

4.1 Financial Statement – Continued

CONSOLIDATED STATEMENT OF CASH FLOWS

January to March 2020

Prepared by: China Aluminum International Engineering Corporation Limited

Unit: Yuan Currency: RMB Audit status: Unaudited

| Item | First quarter of 2020 | First quarter of 2019 |
|--|----------------------------------|----------------------------------|
| I. Cash flows from operating activities: | | |
| Cash received from sales of goods or rendering of services | 5,707,113,988.73 | 6,577,478,317.24 |
| Net increase in customer deposits and interbank deposits | | |
| Net increase in borrowings from central banks | | |
| Net increase in placements with other financial institutions | | |
| Cash received from the premiums of the original insurance contract | | |
| Net cash received from reinsurance | | |
| Net increase in household savings and investment funds | | |
| Cash received from interests, handling fees and commissions | | |
| Net increase in unloading funds | | |
| Net increase in income from repurchase transactions | | |
| Net cash received from the agent of trading securities | | |
| Tax rebate received | 13,184,060.69 | 22,837,922.98 |
| Cash received relating to other operating activities | 414,075,983.69 | 463,069,318.56 |
| | <hr/> | <hr/> |
| Sub-total of cash inflows from operating activities | <u>6,134,374,033.11</u> | <u>7,063,385,558.78</u> |

4. APPENDIX – CONTINUED

4.1 Financial Statement – Continued

CONSOLIDATED STATEMENT OF CASH FLOWS – CONTINUED

January to March 2020

Prepared by: China Aluminum International Engineering Corporation Limited

Unit: Yuan Currency: RMB Audit status: Unaudited

| Item | First quarter of 2020 | First quarter of 2019 |
|---|----------------------------------|----------------------------------|
| Cash paid for goods and services | 6,458,576,663.82 | 7,110,005,563.90 |
| Net increase in loans and advances to customers | | |
| Net increase in deposit with central banks and interbank | | |
| Cash paid for a claim under an original insurance contract | | |
| Net increase in funds lent | | |
| Cash paid for interests, handling fees and commissions | | |
| Cash paid for policy bonus dividend | | |
| Cash paid to and for employees | 496,728,000.89 | 625,234,751.97 |
| Taxes paid | 165,221,259.27 | 235,882,273.21 |
| Other cash paid relating to operating activities | 611,267,376.90 | 281,106,957.56 |
| | <hr/> | <hr/> |
| Subtotal of cash outflows from operating activities | 7,731,793,300.88 | 8,252,229,546.64 |
| | <hr/> | <hr/> |
| Net cash flows from operating activities | -1,597,419,267.77 | -1,188,843,987.86 |
| | <hr/> | <hr/> |
| II. Cash flows from investing activities: | | |
| Cash received from refund of investments | 3,341,837,394.67 | 594,639,079.90 |
| Cash received from gain on investment | 48,301,216.40 | 8,316,335.60 |
| Net cash received from disposal of fixed assets, intangible assets and other long-term assets | 1,108,400.00 | 145,917.53 |
| Net cash received from disposal of subsidiaries and other business units | | 89,770,800.00 |
| Other cash received relating to investing activities | | 7,347,140.00 |
| | <hr/> | <hr/> |
| Subtotal of cash inflows from investing activities | 3,391,247,011.07 | 700,219,273.03 |
| | <hr/> | <hr/> |

4. APPENDIX – CONTINUED

4.1 Financial Statement – Continued

CONSOLIDATED STATEMENT OF CASH FLOWS – CONTINUED

January to March 2020

Prepared by: China Aluminum International Engineering Corporation Limited

Unit: Yuan Currency: RMB Audit status: Unaudited

| Item | First quarter of 2020 | First quarter of 2019 |
|---|----------------------------------|----------------------------------|
| Cash paid for purchase and construction of fixed assets, intangible assets and other long-term assets | 1,061,078,412.10 | 153,105,963.49 |
| Cash paid for investment | 3,096,907,796.88 | 990,439,780.00 |
| Net increase in pledged loans | | |
| Net cash paid for acquisition of subsidiaries and other business units | | 247,869,979.80 |
| Other cash paid relating to investing activities | 124,357,400.72 | 3,722,820.00 |
| | <hr/> | <hr/> |
| Subtotal of cash outflows from investing activities | 4,282,343,609.70 | 1,395,138,543.29 |
| | <hr/> | <hr/> |
| Net cash flows from investing activities | -891,096,598.63 | -694,919,270.26 |
| | <hr/> | <hr/> |
| III. Cash flows from financing activities: | | |
| Cash received from absorption of investment | 2,300,000,000.00 | |
| Including : Cash received by subsidiaries from absorption of investment of minority interests | 2,300,000,000.00 | |
| Cash received from borrowings | 6,340,949,336.85 | 6,091,980,788.80 |
| Other cash received relating to financing activities | | 321,484,000.00 |
| | <hr/> | <hr/> |
| Subtotal of cash inflows from financing activities | 8,640,949,336.85 | 6,413,464,788.80 |
| | <hr/> | <hr/> |

4. APPENDIX – CONTINUED

4.1 Financial Statement – Continued

CONSOLIDATED STATEMENT OF CASH FLOWS – CONTINUED

January to March 2020

Prepared by: China Aluminum International Engineering Corporation Limited

Unit: Yuan Currency: RMB Audit status: Unaudited

| Item | First quarter of 2020 | First quarter of 2019 |
|--|----------------------------------|----------------------------------|
| Cash paid for debt repayment | 7,402,219,619.75 | 4,780,644,823.09 |
| Cash paid for distribution of dividends or profit or payment of interests Including: Dividends or profits paid by subsidiaries to minority shareholders | 246,742,140.60 | 241,679,763.46 |
| Other cash paid relating to financing activities | | 399,277,361.10 |
| | <hr/> | <hr/> |
| Subtotal of cash outflows from financing activities | 7,648,961,760.35 | 5,421,601,947.65 |
| | <hr/> | <hr/> |
| Net cash flows from financing activities | 991,987,576.50 | 991,862,841.15 |
| | <hr/> | <hr/> |
| IV. Impact of exchange rate changes on cash and cash equivalents | 14,530,906.68 | -4,560,500.94 |
| | <hr/> | <hr/> |
| V. Net increase in cash and cash equivalents | -1,481,997,383.22 | -896,460,917.91 |
| | <hr/> | <hr/> |
| Add: Balance of cash and cash equivalents at the beginning of the period | 9,120,495,450.16 | 5,830,125,446.39 |
| | <hr/> | <hr/> |
| VI. Balance of cash and cash equivalents at the end of the period | 7,638,498,066.94 | 4,933,664,528.48 |
| | <hr/> | <hr/> |

Legal representative:
WU Jianqiang

Accounting principal:
ZHANG Jian

Accounting function's principal:
ZHANG Xiuyin

4. APPENDIX – CONTINUED

4.1 Financial Statement – Continued

STATEMENT OF CASH FLOWS OF THE PARENT

January to March 2020

Prepared by: China Aluminum International Engineering Corporation Limited

Unit: Yuan Currency: RMB Audit status: Unaudited

| Item | First quarter of 2020 | First quarter of 2019 |
|---|--------------------------|--------------------------|
| I. Cash flows from operating activities: | | |
| Cash received from sales of goods or rendering of services | 460,695,674.99 | 248,384,447.95 |
| Tax rebate received | | |
| Cash received relating to other operating activities | 187,613,072.73 | 78,858,552.21 |
| | <hr/> | <hr/> |
| Subtotal of cash inflows from operating activities | 648,308,747.72 | 327,243,000.16 |
| | <hr/> | <hr/> |
| Cash paid for goods or services | 753,673,470.29 | 546,371,910.52 |
| Cash paid to and for employees | 63,257,970.80 | 66,038,129.80 |
| Taxes paid | 418,832.70 | 2,182,077.91 |
| Other cash paid relating to operating activities | 146,848,239.73 | 701,953,239.29 |
| | <hr/> | <hr/> |
| Subtotal of cash outflows from operating activities | 964,198,513.52 | 1,316,545,357.52 |
| | <hr/> | <hr/> |
| Net cash flows from operating activities | -315,889,765.80 | -989,302,357.36 |
| | <hr/> | <hr/> |
| II. Cash flows from investing activities: | | |
| Cash received from refund of investments | 2,952,921,300.00 | 1,808,641,000.00 |
| Cash received from gain on investment | 49,583,164.83 | 186,695,446.48 |
| Net cash received from disposal of fixed assets, intangible assets and other long-term assets | | |
| Net cash received from disposal of subsidiaries and other business units | | 36,572,518.00 |
| Other cash received relating to investing activities | | 40,000,000.00 |
| | <hr/> | <hr/> |
| Subtotal of cash inflows from investing activities | 3,002,504,464.83 | 2,071,908,964.48 |
| | <hr/> | <hr/> |

4. APPENDIX – CONTINUED

4.1 Financial Statement – Continued

STATEMENT OF CASH FLOWS OF THE PARENT – CONTINUED

January to March 2020

Prepared by: China Aluminum International Engineering Corporation Limited

Unit: Yuan Currency: RMB Audit status: Unaudited

| Item | First quarter of 2020 | First quarter of 2019 |
|---|----------------------------------|----------------------------------|
| Cash paid for purchase and construction of fixed assets, intangible assets and other long-term assets | | 255,385.00 |
| Cash received from refund of investments | 4,609,083,433.33 | 2,242,036,500.00 |
| Net cash paid for acquisition of subsidiaries and other business units | 30,670,000.00 | 67,474,379.80 |
| Other cash paid relating to investing activities | | |
| Subtotal of cash outflows from investing activities | <u>4,639,753,433.33</u> | <u>2,309,766,264.80</u> |
| Net cash flows from investing activities | <u>-1,637,248,968.50</u> | <u>-237,857,300.32</u> |
| III. Cash flows from financing activities: | | |
| Cash received from absorption of investment | | |
| Cash received from borrowings | 3,830,300,000.00 | 4,550,000,000.00 |
| Other cash received relating to financing activities | | |
| Subtotal of cash inflows from financing activities | <u>3,830,300,000.00</u> | <u>4,550,000,000.00</u> |

4. APPENDIX – CONTINUED

4.1 Financial Statement – Continued

STATEMENT OF CASH FLOWS OF THE PARENT – CONTINUED

January to March 2020

Prepared by: China Aluminum International Engineering Corporation Limited

Unit: Yuan Currency: RMB Audit status: Unaudited

| Item | First quarter of 2020 | First quarter of 2019 |
|--|----------------------------------|----------------------------------|
| Cash paid for debt repayment | 2,330,166,666.67 | 3,474,983,323.09 |
| Cash paid for distribution of dividends or profit or payment of interests | 108,319,733.11 | 109,976,900.06 |
| Other cash paid relating to financing activities | | |
| Subtotal of cash outflows from financing activities | <u>2,438,486,399.78</u> | <u>3,584,960,223.15</u> |
| Net cash flows from financing activities | <u>1,391,813,600.22</u> | <u>965,039,776.85</u> |
| IV. Impact of exchange rate changes on cash and cash equivalents | <u>15,016,028.95</u> | <u>-3,973,763.12</u> |
| V. Net increase in cash and cash equivalents | <u>-546,309,105.13</u> | <u>-266,093,643.95</u> |
| Add: Balance of cash and cash equivalents at the beginning of the period | <u>2,319,883,981.64</u> | <u>2,184,186,118.60</u> |
| VI. Balance of cash and cash equivalents at the end of the period | <u>1,773,574,876.51</u> | <u>1,918,092,474.65</u> |

Legal representative:
WU Jianqiang

Accounting principal:
ZHANG Jian

Accounting function's principal:
ZHANG Xiuyin

4. APPENDIX – CONTINUED

4.2 Related conditions on the adjustments of first time application of financial statement for the beginning of then year by first time application of new accounting standards for revenue and lease since 2020

Applicable Not applicable

4.3 Explanation on retrospective adjustments of previous comparative figures by first time application of new accounting standards for revenue and lease since 2020

Applicable Not applicable

4.4 Audit report

Applicable Not applicable

By Order of the Board
China Aluminum International Engineering Corporation Limited
ZHANG Jian
Joint Company Secretary

Beijing, the PRC, 21 April 2020

As at the date of this announcement, the non-executive directors are Mr. WANG Jun and Mr. LI Yihua; the executive directors are Mr. WU Jianqiang, Mr. ZONG Xiaoping, Mr. WU Zhigang and Mr. ZHANG Jian; and the independent non-executive directors are Mr. GUI Weihua, Mr. CHEUNG Hung Kwong and Mr. FU Jun.