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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 THIRD QUARTER ENDED 30 SEPTEMBER 2020 (REVISION)**

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 30 September 2020 prepared in accordance with the Accounting Standards for Business Enterprises of the PRC, as disclosed in Shanghai Clearing House (website: <http://english.shclearing.com/>) and 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 third quarterly report is unaudited.

## 2. BASIC INFORMATION OF THE COMPANY

### 2.1 Key Financial Data

*Unit: Yuan Currency: RMB*

|                                                                  | As at the end<br>of the reporting<br>period                                                                     | As at the end<br>of the previous<br>year                                                                                                            | Increase/decrease<br>as at the end of<br>the reporting<br>period as<br>compared with<br>the end of<br>the previous year<br>(%) |
|------------------------------------------------------------------|-----------------------------------------------------------------------------------------------------------------|-----------------------------------------------------------------------------------------------------------------------------------------------------|--------------------------------------------------------------------------------------------------------------------------------|
| Total assets                                                     | 55,185,175,858.01                                                                                               | 55,999,463,120.62                                                                                                                                   | -1.45                                                                                                                          |
| Net assets attributable to shareholders of<br>the listed company | 10,384,364,384.07                                                                                               | 11,322,059,940.65                                                                                                                                   | -8.28                                                                                                                          |
|                                                                  | From the<br>beginning of<br>the year to the end<br>of the reporting<br>period<br>(From January to<br>September) | From the<br>beginning of<br>the previous year<br>to the end of<br>the reporting<br>period of the<br>previous year<br>(From January to<br>September) | Increase/decrease<br>as compared with<br>the corresponding<br>period of<br>the previous year<br>(%)                            |
| Net cash flow from operating activities                          | -1,303,058,120.69                                                                                               | -806,050,054.23                                                                                                                                     | -61.66                                                                                                                         |

## 2. BASIC INFORMATION OF THE COMPANY – CONTINUED

### 2.1 Key Financial Data – Continued

*Unit: Yuan Currency: RMB*

|                                                                                                       | From the<br>beginning of<br>the year to<br>the end of the<br>reporting period<br>(From January to<br>September) | From the<br>beginning of<br>previous year<br>to the end of<br>the reporting<br>period in<br>previous year<br>(From January to<br>September) | Increase/<br>decrease as<br>compared with<br>the corresponding<br>period of<br>previous year<br>(%) |
|-------------------------------------------------------------------------------------------------------|-----------------------------------------------------------------------------------------------------------------|---------------------------------------------------------------------------------------------------------------------------------------------|-----------------------------------------------------------------------------------------------------|
| Operating revenue                                                                                     | 16,375,848,864.71                                                                                               | 20,970,677,719.67                                                                                                                           | -21.91                                                                                              |
| Net profit attributable to shareholders of<br>the listed company                                      | -179,038,206.51                                                                                                 | 22,050,225.58                                                                                                                               | N/A                                                                                                 |
| Net profit attributable to shareholders of<br>the listed company net of non-recurring<br>gain or loss | -264,332,834.45                                                                                                 | 41,445,715.43                                                                                                                               | N/A                                                                                                 |
| Weighted average return on net assets (%)                                                             |                                                                                                                 |                                                                                                                                             | Decreased by<br>3.17 percentage<br>points                                                           |
|                                                                                                       | -3.26                                                                                                           | -0.09                                                                                                                                       |                                                                                                     |
| Basic earnings per share (RMB/share)                                                                  | -0.09                                                                                                           | -0.003                                                                                                                                      | -2,900.00                                                                                           |
| Diluted earnings per share (RMB/share)                                                                | N/A                                                                                                             | N/A                                                                                                                                         |                                                                                                     |

#### ***Items and amounts of non-recurring gain or loss***

✓ Applicable    ☐ Not applicable

*Unit: Yuan Currency: RMB*

| Item                                                                                                                                                                                                                      | Amount for<br>the period<br>(From July to<br>September) | Amount from<br>the beginning of<br>the year to<br>the end of<br>the reporting<br>period<br>(From January to<br>September) | Description |
|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|---------------------------------------------------------|---------------------------------------------------------------------------------------------------------------------------|-------------|
| Gain or loss on disposal of non-current assets                                                                                                                                                                            | -3,249,198.07                                           | 6,873,635.56                                                                                                              |             |
| Tax return, reduction or exemption arising from<br>ultra vires approval, without official approval<br>document, or on an occasional basis                                                                                 | 112,829.30                                              | 112,829.30                                                                                                                |             |
| Government subsidies recorded in current P&L<br>(except government subsidies closely<br>related to business operations granted<br>continuously in a fixed amount or quota<br>according to the unified national standards) | 3,774,568.02                                            | 14,069,897.89                                                                                                             |             |
| Financing fee income from non-financial enterprises<br>recorded in P&L                                                                                                                                                    | 8,442,331.02                                            | 28,502,336.69                                                                                                             |             |

## 2. BASIC INFORMATION OF THE COMPANY – CONTINUED

### 2.1 Key Financial Data – Continued

*Unit: Yuan Currency: RMB*

| Item                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                     | Amount for<br>the period<br>(From July to<br>September) | Amount from<br>the beginning of<br>the year to<br>the end of<br>the reporting<br>period<br>(From January to<br>September) | Description |
|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|---------------------------------------------------------|---------------------------------------------------------------------------------------------------------------------------|-------------|
| 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                                                                                                                                                                                                                                                                                                                                                                                                                                                              | -30,550.52                                              | -30,550.52                                                                                                                |             |
| 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                                                                                                                                                                                                                                                                                                                                                                                                                                                                    | 3,408,214.85                                            | 3,566,835.78                                                                                                              |             |
| Restructuring costs, such as employee settlement cost and integration cost                                                                                                                                                                                                                                                                                                                                                                                                                               |                                                         |                                                                                                                           |             |
| 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 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                                                                                                                                                                                                                                                                                                                                                                                                  | -1,593,031.16                                           | 1,634,284.93                                                                                                              |             |

## 2. BASIC INFORMATION OF THE COMPANY – CONTINUED

### 2.1 Key Financial Data – Continued

*Unit: Yuan Currency: RMB*

| Item                                                                                                           | Amount for<br>the period<br>(From July to<br>September) | Amount from<br>the beginning of<br>the year to<br>the end of<br>the reporting<br>period<br>(From January to<br>September) | Description |
|----------------------------------------------------------------------------------------------------------------|---------------------------------------------------------|---------------------------------------------------------------------------------------------------------------------------|-------------|
| Gain or loss on entrusted loans                                                                                |                                                         |                                                                                                                           |             |
| Gain or loss on changes in the fair value of<br>investment property subsequently measured<br>at fair value     |                                                         |                                                                                                                           |             |
| Impact of one-off adjustments to current P&L as<br>required by taxation and accounting laws and<br>regulations |                                                         |                                                                                                                           |             |
| Trustee fees income from entrusted operations                                                                  |                                                         |                                                                                                                           |             |
| Other non-operating revenue and expenses other<br>than the above items                                         | 10,205,775.82                                           | 47,555,998.42                                                                                                             |             |
| Other items falling within the definition of non-<br>recurring gain or loss                                    | 1,510,750.57                                            | 1,510,750.57                                                                                                              |             |
| Impact of minority interests (after tax)                                                                       | 7,734,386.07                                            | -32,798.85                                                                                                                |             |
| Impact of income tax                                                                                           | -2,434,610.29                                           | -18,468,591.83                                                                                                            |             |
| <b>Total</b>                                                                                                   | <u>27,881,465.61</u>                                    | <u>85,294,627.94</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 38,154

| Shareholder name<br>(full name)                                                                                                | Shareholding of top 10 shareholders                     |              | Number of<br>shares held<br>subject to<br>selling<br>restrictions | Pledged or<br>locked up<br><br>Status of<br>shares | Number | Nature of<br>shareholder    |
|--------------------------------------------------------------------------------------------------------------------------------|---------------------------------------------------------|--------------|-------------------------------------------------------------------|----------------------------------------------------|--------|-----------------------------|
|                                                                                                                                | Number of<br>shares held<br>at the end of<br>the period | Ratio<br>(%) |                                                                   |                                                    |        |                             |
| Aluminum Corporation of<br>China                                                                                               | 2,176,758,534.00                                        | 73.56        | 2,176,758,534.00                                                  | Nil                                                | 0      | State-owned<br>legal person |
| Hong Kong Securities Clearing<br>Company Nominees Limited                                                                      | 399,476,000.00                                          | 13.50        | 0                                                                 | Unknown                                            | –      | Others                      |
| Luoyang Engineering & Research<br>Institute for Nonferrous Metals<br>Processing                                                | 86,925,466.00                                           | 2.94         | 86,925,466.00                                                     | Nil                                                | 0      | State-owned<br>legal person |
| Hong Kong Securities Clearing<br>Company Limited                                                                               | 12,441,415.00                                           | 0.42         | 0                                                                 | Nil                                                | 0      | Others                      |
| RUAN Meixia (阮美霞)                                                                                                              | 8,550,000.00                                            | 0.29         | 0                                                                 | Nil                                                | 0      | Domestic<br>natural person  |
| GU Jing (顧璟)                                                                                                                   | 2,563,300.00                                            | 0.09         | 0                                                                 | Nil                                                | 0      | Domestic<br>natural person  |
| LIAO Weijun (廖偉軍)                                                                                                              | 2,083,002.00                                            | 0.07         | 0                                                                 | Nil                                                | 0      | Domestic<br>natural person  |
| Bank of Communications Co.,<br>Ltd. – GF China Securities<br>Infrastructure Project Index-<br>based Securities Investment Fund | 2,048,860.00                                            | 0.07         | 0                                                                 | Nil                                                | 0      | Others                      |
| Agricultural Bank of China Limited<br>– CSI 500 Exchange-traded and<br>Open-ended Index Securities<br>Investment Fund          | 1,952,269.00                                            | 0.07         | 0                                                                 | Nil                                                | 0      | Others                      |
| HUANG Zhigang (黃志剛)                                                                                                            | 1,900,000.00                                            | 0.06         | 0                                                                 | Nil                                                | 0      | Domestic<br>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

*Unit: Share*

**Total number of shareholders** 38,154

| Shareholding of top 10 shareholders not subject to selling restrictions                                              |                                                                          |                                |                |
|----------------------------------------------------------------------------------------------------------------------|--------------------------------------------------------------------------|--------------------------------|----------------|
| Shareholder name                                                                                                     | Number of shares held in circulation not subject to selling restrictions | Class and number of shares     |                |
|                                                                                                                      |                                                                          | Class                          | Number         |
| Hong Kong Securities Clearing Company Nominees Limited                                                               | 399,476,000.00                                                           | Overseas listed foreign shares | 399,476,000.00 |
| Hong Kong Securities Clearing Company Limited                                                                        | 12,441,415.00                                                            | Renminbi ordinary shares       | 12,441,415.00  |
| RUAN Meixia (阮美霞)                                                                                                    | 8,550,000.00                                                             | Renminbi ordinary shares       | 8,550,000.00   |
| GU Jing (顧璟)                                                                                                         | 2,563,300.00                                                             | Renminbi ordinary shares       | 2,563,300.00   |
| LIAO Weijun (廖偉軍)                                                                                                    | 2,083,002.00                                                             | Renminbi ordinary shares       | 2,083,002.00   |
| Bank of Communications Co., Ltd. – GF China Securities Infrastructure Project Index-based Securities Investment Fund | 2,048,860.00                                                             | Renminbi ordinary shares       | 2,048,860.00   |
| Agricultural Bank of China Limited – CSI 500 Exchange-traded and Open-ended Index Securities Investment Fund         | 1,952,269.00                                                             | Renminbi ordinary shares       | 1,952,269.00   |
| HUANG Zhigang (黃志剛)                                                                                                  | 1,900,000.00                                                             | Renminbi ordinary shares       | 1,900,000.00   |
| Vanguard Investment Australia Ltd. – Vanguard Emerging Markets Stock Index Fund (Exchange)                           | 1,830,300.00                                                             | Renminbi ordinary shares       | 1,830,300.00   |
| LIU Shao (劉紹)                                                                                                        | 1,779,000.00                                                             | Renminbi ordinary shares       | 1,779,000.00   |

## 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

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.

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.

### 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                                   | 30 September 2020 | 31 December 2019  | Percentage of change |
|----------------------------------------|-------------------|-------------------|----------------------|
| Monetary fund                          | 5,329,530,425.20  | 10,025,925,365.07 | -46.84%              |
| Notes receivable                       | 358,952,572.33    | 569,959,008.85    | -37.02%              |
| Dividends receivable                   | 3,431,957.85      | 1,815,949.86      | 88.99%               |
| Non-current assets due within one year | 615,571,061.86    | 405,403,386.22    | 51.84%               |
| Other non-current assets               | 6,658,467,272.76  | 3,445,379,547.40  | 93.26%               |
| Employee compensation payable          | 138,448,603.80    | 200,663,502.30    | -31.00%              |
| Taxes payable                          | 160,427,205.69    | 267,058,741.21    | -39.93%              |
| Other payables                         | 2,462,978,097.80  | 4,979,140,933.59  | -50.53%              |
| Dividends payable                      | 94,184,922.00     | 30,000,000.00     | 213.95%              |
| Long-term borrowings                   | 6,334,811,011.12  | 4,666,498,225.22  | 35.75%               |
| Deferred income                        | 94,164,011.00     | 53,036,425.27     | 77.55%               |

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

- 1) Monetary fund decreased by 46.84% as compared to that of the beginning of the period, mainly due to the redemption of the USD350 million USD senior perpetual bonds by the Company during the reporting period and the payment for project progress and equipment procurement.
- 2) Notes receivable decreased by 37.02% as compared to that of the beginning of the period, mainly due to the transfer of endorsed notes receivable for the project payment.
- 3) Dividends receivable increased by 88.99% as compared to that of the beginning of the period, mainly due to the recognition of dividends declared by Zhuzhou Tianqiao Crane Co., Ltd.
- 4) Non-current assets due within one year increased by 51.84% as compared to that of the beginning of the period, mainly due to the reclassification of some of the long-term receivables due within one year.

### **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 non-current assets increased by 93.26% as compared to that of the beginning of the period, mainly due to the increase in construction investment of the Yunnan Miyu Highway PPP project during the reporting period.
- 6) Employee compensation payable decreased by 31.00% as compared to that of the beginning of the period, mainly due to the fact that part of the employee compensation accrued on an accrual basis for 2019 was paid during the reporting period.
- 7) Taxes payable decreased by 39.93% as compared to that of the beginning of the period, mainly due to the fact that the income tax expenses recognized for settlement were paid during the period.
- 8) Other payables decreased by 50.53% as compared to that of the beginning of the period, mainly due to the redemption of the USD350 million USD senior perpetual bonds issued at the end of 2016.
- 9) Dividends payable increased by 213.95% as compared to that of the beginning of the period, mainly due to the recognition of dividends of the issued equity instruments.
- 10) Long-term borrowings increased by 35.75% as compared to that of the beginning of the period, mainly due to the fact that the Company adopted relatively loose financial policies to adjust the long – and short-term financing structure, and increase long-term borrowings with relatively low interest rates during the reporting period.
- 11) Deferred income increased by 77.55% as compared to that of the beginning of the period, mainly due to the construction subsidies received by the engineering project that had yet to reach the beneficial 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

##### (2) Details of major changes in income statement

Unit: Yuan Currency: RMB

| Item                                                     | Amount for<br>the period | Amount for<br>the corresponding<br>period | Percentage of<br>change |
|----------------------------------------------------------|--------------------------|-------------------------------------------|-------------------------|
| Operating revenue                                        | 16,375,848,864.71        | 20,970,677,719.67                         | -21.91%                 |
| Operating cost                                           | 14,925,915,221.99        | 19,079,057,805.17                         | -21.77%                 |
| Financial expense                                        | 329,085,856.16           | 428,337,019.85                            | -23.17%                 |
| Other gains                                              | 44,399,212.71            | 16,937,397.02                             | 162.14%                 |
| Gain on investment                                       | -14,844,709.19           | 10,274,597.36                             | N/A                     |
| Credit impairment loss                                   | 4,399,765.84             | -38,517,998.10                            | N/A                     |
| Gain on disposal of assets                               | 10,385,524.85            | 3,691,442.91                              | 181.34%                 |
| Non-operating income                                     | 53,767,313.98            | 27,161,363.28                             | 97.96%                  |
| Non-operating expense                                    | 3,513,625.73             | 45,664,131.59                             | -92.31%                 |
| Net profit attributable to shareholders of<br>the parent | -179,038,206.51          | 22,050,225.58                             | N/A                     |

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

- 1) Operating revenue decreased by 21.91% year-on-year, mainly due to the impact of the COVID-19 epidemic at the beginning of the year, and the suspension of engineering projects resulting in a significant decline in operating revenue on one hand; and the Company's trading business has shifted to the centralized procurement of internal engineering equipment and materials, and the original business scale dropped significantly year-on-year on the other hand.
- 2) Operating cost decreased by 21.77% year-on-year mainly due to the decrease in income and the decrease in cost.
- 3) Financial expense decreased by 23.17% year-on-year, mainly due to the fact that the Company made full use of the relatively loose financial policies to adjust its financing structure, lowered loan interest rates, and controlled the scale of financing during the reporting period, resulting in the decrease in financing costs.
- 4) Other gains increased by 162.14% year-on-year mainly due to the recognition of the government's land subsidy and employment stabilization subsidy for current benefited 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

##### (2) Details of major changes in income statement – Continued

- 5) Gain on investment for the reporting period was RMB-14.8447 million mainly due to the recognition of loss from discounted price of ABS accounts receivable in cyclical purchase during this period.
- 6) Credit impairment loss for the reporting period was RMB4.3998 million, mainly due to the impact of the shortage of funds of property owners and the increase in long-aged receivables. The credit impairment loss accrued for the period increased significantly year-on-year.
- 7) Gain on disposal of assets increased by 181.34% year-on-year, mainly due to the recognition of income from the disposal of land use rights.
- 8) Non-operating income increased by 97.96% year-on-year, mainly due to the non-operating income transferred from certain payables that cannot be paid.
- 9) Non-operating expense decreased by 92.31% 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.
- 10) Net profit attributable to shareholders of the parent company amounted to RMB-179.0382 million as compared with RMB22.0502 million for the corresponding period of last year, which was due to the fierce competition in the construction industry, resulting in the decrease in the total number of contracts undertaken by the Company and the gross profit margin during the reporting period on one hand; and due to the impact of the COVID-19 epidemic at the beginning of the year, and the suspension of engineering projects resulting in a significant decline in the scale of revenue year-on-year on the other hand; in addition, the credit impairment loss recognized by the Company for the period increased year-on-year. In view of the above, the Company’s operating results for the reporting period was a loss.

##### (3) Details of major changes of cash flow statement

*Unit: Yuan Currency: RMB*

| Item                                       | Amount for<br>the period | Amount for<br>the corresponding<br>period | Amount of<br>change | Percentage of<br>change |
|--------------------------------------------|--------------------------|-------------------------------------------|---------------------|-------------------------|
| Net cash flow from<br>operating activities | -1,303,058,120.69        | -806,050,054.23                           | -497,008,066.46     | -61.66%                 |
| Net cash flow from<br>investing activities | -2,969,235,092.60        | -1,884,555,814.92                         | -1,084,679,277.68   | -57.56%                 |
| Net cash flow from<br>financing activities | 95,521,737.14            | 1,275,774,323.89                          | -1,180,252,586.75   | -92.51%                 |

### **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 – Continued**

- 1) Net cash flow from operating activities decreased by 61.66% as compared to that of the corresponding period of last year, mainly due to the shortage of funds of property owners under the adverse situation of the epidemic and the delay of the original collection plan; meanwhile, the state required to speed up the payment for construction of private enterprises, etc. During the reporting period, the net cash outflow from operating activities increased year-on-year, whereas the Company's net cash flow from operating activities in the third quarter was positive with promising momentum.
- 2) Net cash flow from investing activities decreased by 57.56% as compared to that of the corresponding period of last year, mainly due to the fact that all funds during the project construction period were included in the cash outflow from investing activities attributable to the commencement of construction of the Company's Yunnan Miyu Highway PPP project, resulting in bigger year-on-year changes in cash flow from investing activities.
- 3) Net cash flow from financing activities decreased by 92.51% as compared to that of the corresponding period of last year, mainly due to the receipt of principal in relation to Yunnan Miyu Highway PPP project in the amount of RMB2.6 billion but, at the same time, the redemption of the USD350 million senior USD perpetual bonds issued at the end of 2016 during the reporting period.

#### **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. MAJOR EVENTS – CONTINUED

#### 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

After careful evaluation by the management of the Company, it is expected that the accumulated net profit attributable to shareholders of the listed company from the beginning of the year to the end of the next reporting period might be a loss, mainly due to:

- (1) with the impact of the COVID-19 epidemic at the beginning of the year, domestic engineering projects were basically suspended in the first quarter on one hand. The Company has resumed work and production since the end of March and strove to improve production and operation conditions. However, certain key projects were still experiencing slow progress in the resumption of work, which significantly impacted the realization of the overall output value plan; on the other hand, the construction of the Company's overseas projects was basically unable to commence due to the impact of the epidemic among countries in which the projects located. The aforementioned factors led to the significant year-on-year decline in the Company's operating income, which significantly affected the Company's results.
- (2) the year-on-year decrease in the total number of contracts undertaken by the Company for the year and its gross profit margin due to the impact of fierce competition in the construction industry.
- (3) the year-on-year increase in the Company's credit impairment loss accrued for the year due to the shortage of funds of property owners and the difficulty in settling accounts receivable as a result of the impact of the overall macroeconomic environment.

|                      |                                                                 |
|----------------------|-----------------------------------------------------------------|
| Company name         | China Aluminum International<br>Engineering Corporation Limited |
| Legal representative | WU Jianqiang                                                    |
| Date                 | 29 October 2020                                                 |

## 4. APPENDIX

### 4.1 Financial Statement

#### CONSOLIDATED BALANCE SHEET

30 September 2020

Prepared by: China Aluminum International Engineering Corporation Limited

*Unit: Yuan Currency: RMB Audit status: Unaudited*

| Item                                          | 30 September 2020        | 31 December 2019         |
|-----------------------------------------------|--------------------------|--------------------------|
| <b>Current assets:</b>                        |                          |                          |
| Monetary fund                                 | 5,329,530,425.20         | 10,025,925,365.07        |
| Provision of settlement fund                  |                          |                          |
| Funds lent                                    |                          |                          |
| Held-for-trading financial assets             |                          |                          |
| Derivative financial assets                   |                          |                          |
| Notes receivable                              | 358,952,572.33           | 569,959,008.85           |
| Accounts receivable                           | 15,387,713,779.28        | 14,284,215,819.57        |
| Financing of receivables                      |                          |                          |
| Prepayments                                   | 475,558,361.38           | 376,065,504.37           |
| Insurance premium receivables                 |                          |                          |
| Cession premium receivables                   |                          |                          |
| Provision of cession receivables              |                          |                          |
| Other receivables                             | 2,787,512,787.69         | 2,353,289,986.09         |
| Including: Interest receivable                |                          |                          |
| Dividends receivable                          | 3,431,957.85             | 1,815,949.86             |
| Financial assets held under resale agreements |                          |                          |
| Inventories                                   | 3,469,352,097.33         | 3,110,392,382.89         |
| Contract assets                               | 11,514,999,935.07        | 13,008,312,180.99        |
| Held-for-sale assets                          |                          |                          |
| Non-current assets due within one year        | 615,571,061.86           | 405,403,386.22           |
| Other current assets                          | 1,064,416,046.69         | 656,337,615.69           |
| <b>Total current assets</b>                   | <b>41,003,607,066.83</b> | <b>44,789,901,249.74</b> |

#### 4. APPENDIX – CONTINUED

##### 4.1 Financial Statement – Continued

#### CONSOLIDATED BALANCE SHEET – CONTINUED

30 September 2020

Prepared by: China Aluminum International Engineering Corporation Limited

*Unit: Yuan Currency: RMB Audit status: Unaudited*

| Item                                | 30 September 2020        | 31 December 2019         |
|-------------------------------------|--------------------------|--------------------------|
| <b>Non-current assets:</b>          |                          |                          |
| Loans and advances                  |                          |                          |
| Debt investments                    |                          |                          |
| Other debt investments              |                          |                          |
| Long-term receivables               | 1,685,452,409.95         | 1,910,972,285.42         |
| Long-term equity investments        | 764,896,211.67           | 770,306,732.72           |
| Other equity instrument investments | 40,705,240.25            | 45,422,963.86            |
| Other non-current financial assets  | 18,900,000.00            | 18,900,000.00            |
| Investment properties               | 545,714,240.70           | 478,102,673.52           |
| Fixed assets                        | 2,192,705,121.76         | 2,313,832,928.14         |
| Construction in progress            | 351,941,876.25           | 300,722,025.12           |
| Bearer biological assets            |                          |                          |
| Oil & gas assets                    |                          |                          |
| Rights-of-use assets                | 24,677,987.12            | 26,986,403.95            |
| Intangible assets                   | 1,104,237,065.92         | 1,086,857,150.91         |
| Development costs                   | 2,316,576.02             | 2,297,253.07             |
| Goodwill                            |                          |                          |
| Long-term prepaid expenses          | 33,996,238.81            | 27,138,251.28            |
| Deferred income tax assets          | 757,558,549.97           | 782,643,655.49           |
| Other non-current assets            | 6,658,467,272.76         | 3,445,379,547.40         |
| <b>Total non-current assets</b>     | <b>14,181,568,791.18</b> | <b>11,209,561,870.88</b> |
| <b>Total assets</b>                 | <b>55,185,175,858.01</b> | <b>55,999,463,120.62</b> |

## 4. APPENDIX – CONTINUED

### 4.1 Financial Statement – Continued

#### CONSOLIDATED BALANCE SHEET – CONTINUED

30 September 2020

Prepared by: China Aluminum International Engineering Corporation Limited

*Unit: Yuan Currency: RMB Audit status: Unaudited*

| Item                                           | 30 September 2020        | 31 December 2019         |
|------------------------------------------------|--------------------------|--------------------------|
| <b>Current liabilities:</b>                    |                          |                          |
| Short-term borrowings                          | 7,031,974,983.25         | 7,198,295,269.03         |
| Borrowings from central banks                  |                          |                          |
| Unloading funds                                |                          |                          |
| Held-for-trading financial liabilities         |                          |                          |
| Derivative financial liabilities               |                          |                          |
| Notes payable                                  | 1,023,473,441.17         | 957,266,218.53           |
| Accounts payable                               | 14,301,557,633.72        | 15,737,937,151.26        |
| Advance receipts                               |                          |                          |
| Contract liabilities                           | 2,630,070,940.57         | 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 compensation payable                  | 138,448,603.80           | 200,663,502.30           |
| Taxes payable                                  | 160,427,205.69           | 267,058,741.21           |
| Other payables                                 | 2,462,978,097.80         | 4,979,140,933.59         |
| Including: Interest payable                    |                          |                          |
| Dividends payable                              | 94,184,922.00            | 30,000,000.00            |
| Handling fees and commissions payable          |                          |                          |
| Cession premium payable                        |                          |                          |
| Held-for-sale liabilities                      |                          |                          |
| Non-current liabilities due within one year    | 661,702,562.81           | 872,946,075.66           |
| Other current liabilities                      | 2,490,197,382.64         | 2,596,562,617.52         |
| <b>Total current liabilities</b>               | <b>30,900,830,851.45</b> | <b>35,191,262,318.54</b> |

#### 4. APPENDIX – CONTINUED

##### 4.1 Financial Statement – Continued

#### CONSOLIDATED BALANCE SHEET – CONTINUED

30 September 2020

Prepared by: China Aluminum International Engineering Corporation Limited

*Unit: Yuan Currency: RMB Audit status: Unaudited*

| Item                                    | 30 September 2020        | 31 December 2019         |
|-----------------------------------------|--------------------------|--------------------------|
| <b>Non-current liabilities:</b>         |                          |                          |
| Reserve fund for insurance contracts    |                          |                          |
| Long-term borrowings                    | 6,334,811,011.12         | 4,666,498,225.22         |
| Debt securities payable                 |                          |                          |
| Including: Preferred shares             |                          |                          |
| Perpetual bonds                         |                          |                          |
| Lease liabilities                       | 11,235,572.45            | 13,909,401.66            |
| Long-term payables                      | 4,786,772.47             | 4,598,530.23             |
| Long-term employee compensation payable | 612,629,833.99           | 599,488,000.00           |
| Estimated liabilities                   |                          |                          |
| Deferred income                         | 94,164,011.00            | 53,036,425.27            |
| Deferred income tax liabilities         | 76,297,390.44            | 75,290,268.87            |
| Other non-current liabilities           |                          |                          |
|                                         | <hr/>                    | <hr/>                    |
| <b>Total non-current liabilities</b>    | <b>7,133,924,591.47</b>  | <b>5,412,820,851.25</b>  |
|                                         | <hr/>                    | <hr/>                    |
| <b>Total liabilities</b>                | <b>38,034,755,442.92</b> | <b>40,604,083,169.79</b> |

#### 4. APPENDIX – CONTINUED

##### 4.1 Financial Statement – Continued

##### CONSOLIDATED BALANCE SHEET – CONTINUED

30 September 2020

Prepared by: China Aluminum International Engineering Corporation Limited

*Unit: Yuan Currency: RMB Audit status: Unaudited*

| Item                                                                         | 30 September 2020        | 31 December 2019         |
|------------------------------------------------------------------------------|--------------------------|--------------------------|
| <b>Owners' equity (or shareholders' equity):</b>                             |                          |                          |
| Paid-in capital (or share capital)                                           | 2,959,066,667.00         | 2,959,066,667.00         |
| Other equity instruments                                                     | 2,498,584,905.65         | 2,996,084,905.65         |
| Including: Preferred shares                                                  |                          |                          |
| Perpetual bonds                                                              | 2,498,584,905.65         | 2,996,084,905.65         |
| Capital reserve                                                              | 866,668,019.15           | 795,341,809.69           |
| Less: treasury stock                                                         |                          |                          |
| Other comprehensive income                                                   | 186,375,374.35           | 223,826,729.99           |
| Special reserve                                                              | 110,572,225.92           | 124,905,233.17           |
| Surplus reserve                                                              | 201,586,598.10           | 201,586,598.10           |
| General risk reserve                                                         |                          |                          |
| Undistributed profits                                                        | 3,561,510,593.90         | 4,021,247,997.05         |
| Total equity attributable to the parent's owner<br>(or shareholders' equity) | <u>10,384,364,384.07</u> | <u>11,322,059,940.65</u> |
| Minority interests                                                           | 6,766,056,031.02         | 4,073,320,010.18         |
| <b>Total owners' equity (or shareholders' equity)</b>                        | <u>17,150,420,415.09</u> | <u>15,395,379,950.83</u> |
| <b>Total liabilities and owners' equity<br/>(or shareholders' equity)</b>    | <u>55,185,175,858.01</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

30 September 2020

Prepared by: China Aluminum International Engineering Corporation Limited

*Unit: Yuan Currency: RMB Audit status: Unaudited*

| Item                                   | 30 September 2020        | 31 December 2019         |
|----------------------------------------|--------------------------|--------------------------|
| <b>Current assets:</b>                 |                          |                          |
| Monetary fund                          | 1,481,776,430.09         | 2,373,696,059.99         |
| Held-for-trading financial assets      |                          |                          |
| Derivative financial assets            |                          |                          |
| Notes receivable                       | 49,312,075.25            | 139,433,342.34           |
| Accounts receivable                    | 2,057,506,748.13         | 1,516,735,150.81         |
| Financing of receivables               |                          |                          |
| Prepayments                            | 165,530,771.47           | 83,025,087.51            |
| Other receivables                      | 6,509,269,509.03         | 5,320,321,539.47         |
| Including: Interest receivable         |                          |                          |
| Dividends receivable                   | 409,211,914.08           | 130,825,077.12           |
| Inventories                            | 170,179,972.31           | 156,652,612.17           |
| Contract assets                        | 423,596,417.94           | 559,798,235.37           |
| Held-for-sale assets                   |                          |                          |
| Non-current assets due within one year | 1,126,665,290.70         | 1,150,000,000.00         |
| Other current assets                   | 122,829,376.00           | 96,188,791.51            |
| <b>Total current assets</b>            | <b>12,106,666,590.92</b> | <b>11,395,850,819.17</b> |

#### 4. APPENDIX – CONTINUED

##### 4.1 Financial Statement – Continued

##### BALANCE SHEET OF THE PARENT – CONTINUED

30 September 2020

Prepared by: China Aluminum International Engineering Corporation Limited

*Unit: Yuan Currency: RMB Audit status: Unaudited*

| Item                                | 30 September 2020        | 31 December 2019         |
|-------------------------------------|--------------------------|--------------------------|
| <b>Non-current assets:</b>          |                          |                          |
| Debt investments                    |                          |                          |
| Other debt investments              |                          |                          |
| Long-term receivables               | 860,757,487.39           | 1,038,065,453.50         |
| Long-term equity investments        | 6,206,278,336.33         | 6,160,668,872.38         |
| Other equity instrument investments | 20,180,000.00            | 18,180,000.00            |
| Other non-current financial assets  | 18,900,000.00            | 18,900,000.00            |
| Investment properties               |                          |                          |
| Fixed assets                        | 77,277,692.05            | 80,233,096.11            |
| Construction in progress            |                          |                          |
| Bearer biological assets            |                          |                          |
| Oil & gas assets                    |                          |                          |
| Rights-of-use assets                |                          |                          |
| Intangible assets                   | 142,570,069.37           | 147,688,005.51           |
| Development costs                   |                          |                          |
| Goodwill                            |                          |                          |
| Long-term prepaid expenses          |                          |                          |
| Deferred income tax assets          | 90,869,853.98            | 81,208,124.13            |
| Other non-current assets            |                          |                          |
| <b>Total non-current assets</b>     | <b>7,416,833,439.12</b>  | <b>7,544,943,551.63</b>  |
| <b>Total assets</b>                 | <b>19,523,500,030.04</b> | <b>18,940,794,370.80</b> |

#### 4. APPENDIX – CONTINUED

##### 4.1 Financial Statement – Continued

##### BALANCE SHEET OF THE PARENT – CONTINUED

30 September 2020

Prepared by: China Aluminum International Engineering Corporation Limited

*Unit: Yuan Currency: RMB Audit status: Unaudited*

| Item                                        | 30 September 2020       | 31 December 2019        |
|---------------------------------------------|-------------------------|-------------------------|
| <b>Current liabilities:</b>                 |                         |                         |
| Short-term borrowings                       | 2,645,743,552.61        | 2,849,800,200.00        |
| Held-for-trading financial liabilities      |                         |                         |
| Derivative financial liabilities            |                         |                         |
| Notes payable                               | 101,768,000.00          | 129,848,202.57          |
| Accounts payable                            | 1,966,597,634.10        | 1,899,655,199.50        |
| Advance receipts                            |                         |                         |
| Contract liabilities                        | 817,037,990.51          | 706,997,265.31          |
| Employee compensation payable               | 5,177,016.35            | 5,152,326.82            |
| Taxes payable                               | 6,443,686.34            | 7,021,293.26            |
| Other payables                              | 1,315,276,391.15        | 1,180,427,289.85        |
| Including: Interest payable                 |                         |                         |
| Dividends payable                           | 79,350,000.00           | 30,000,000.00           |
| Held-for-sale liabilities                   |                         |                         |
| Non-current liabilities due within one year | 600,000,000.00          | 740,000,000.00          |
| Other current liabilities                   | 1,042,304,496.95        | 1,045,727,361.76        |
| <b>Total current liabilities</b>            | <b>8,500,348,768.01</b> | <b>8,564,629,139.07</b> |

#### 4. APPENDIX – CONTINUED

##### 4.1 Financial Statement – Continued

##### BALANCE SHEET OF THE PARENT – CONTINUED

30 September 2020

Prepared by: China Aluminum International Engineering Corporation Limited

*Unit: Yuan Currency: RMB Audit status: Unaudited*

| Item                                    | 30 September 2020        | 31 December 2019         |
|-----------------------------------------|--------------------------|--------------------------|
| <b>Non-current liabilities:</b>         |                          |                          |
| Long-term borrowings                    | 4,099,000,000.00         | 2,990,000,000.00         |
| Debtures payable                        |                          |                          |
| Including: Preferred shares             |                          |                          |
| Perpetual bonds                         |                          |                          |
| Lease liabilities                       |                          |                          |
| Long-term payables                      |                          |                          |
| Long-term employee compensation payable | 3,814,000.00             | 3,754,000.00             |
| Estimated liabilities                   |                          |                          |
| Deferred income                         |                          |                          |
| Deferred income tax liabilities         | 1,029,285.00             |                          |
| Other non-current liabilities           |                          |                          |
|                                         | <hr/>                    | <hr/>                    |
| <b>Total non-current liabilities</b>    | <b>4,103,843,285.00</b>  | <b>2,993,754,000.00</b>  |
|                                         | <hr/>                    | <hr/>                    |
| <b>Total liabilities</b>                | <b>12,604,192,053.01</b> | <b>11,558,383,139.07</b> |

#### 4. APPENDIX – CONTINUED

##### 4.1 Financial Statement – Continued

##### BALANCE SHEET OF THE PARENT – CONTINUED

30 September 2020

Prepared by: China Aluminum International Engineering Corporation Limited

*Unit: Yuan Currency: RMB Audit status: Unaudited*

| Item                                                              | 30 September 2020 | 31 December 2019  |
|-------------------------------------------------------------------|-------------------|-------------------|
| <b>Owners' equity (or shareholders' equity):</b>                  |                   |                   |
| Paid-in capital (or share capital)                                | 2,959,066,667.00  | 2,959,066,667.00  |
| Other equity instrument                                           | 2,498,584,905.65  | 2,996,084,905.65  |
| Including: Preferred shares                                       |                   |                   |
| Perpetual bonds                                                   | 2,498,584,905.65  | 2,996,084,905.65  |
| Capital reserve                                                   | 1,190,696,521.57  | 1,193,196,521.57  |
| Less: treasury stock                                              |                   |                   |
| Other comprehensive income                                        | 17,566,885.00     | 11,735,970.00     |
| Special reserve                                                   | 850,363.19        | 810,240.05        |
| Surplus reserve                                                   | 201,586,598.10    | 201,586,598.10    |
| Undistributed profits                                             | 50,956,036.52     | 19,930,329.36     |
|                                                                   | <hr/>             | <hr/>             |
| Total owners' equity (or shareholders' equity)                    | 6,919,307,977.03  | 7,382,411,231.73  |
|                                                                   | <hr/>             | <hr/>             |
| Total liabilities and owners' equity<br>(or shareholders' equity) | 19,523,500,030.04 | 18,940,794,370.80 |
|                                                                   | <hr/>             | <hr/>             |

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 September 2020

Prepared by: China Aluminum International Engineering Corporation Limited

*Unit: Yuan Currency: RMB Audit status: Unaudited*

| Item                                             | Third quarter of<br>2020 (From July<br>to September) | Third quarter of<br>2019 (From July<br>to September) | For the first<br>three quarters of<br>2020 (From<br>January to<br>September) | For the first<br>three quarters of<br>2019 (From<br>January to<br>September) |
|--------------------------------------------------|------------------------------------------------------|------------------------------------------------------|------------------------------------------------------------------------------|------------------------------------------------------------------------------|
| <b>I. Total operating revenue</b>                | <b>6,429,238,402.21</b>                              | <b>7,454,178,847.81</b>                              | <b>16,375,848,864.71</b>                                                     | <b>20,970,677,719.67</b>                                                     |
| of which: Operating revenue                      | 6,429,238,402.21                                     | 7,454,178,847.81                                     | 16,375,848,864.71                                                            | 20,970,677,719.67                                                            |
| Interest income                                  |                                                      |                                                      |                                                                              |                                                                              |
| Earned premium                                   |                                                      |                                                      |                                                                              |                                                                              |
| Handling fees and commission income              |                                                      |                                                      |                                                                              |                                                                              |
| <b>II. Total operating cost</b>                  | <b>6,492,542,015.74</b>                              | <b>7,351,032,837.11</b>                              | <b>16,470,206,001.72</b>                                                     | <b>20,708,924,498.91</b>                                                     |
| of which: Operating cost                         | 5,908,908,559.39                                     | 6,784,502,438.62                                     | 14,925,915,221.99                                                            | 19,079,057,805.17                                                            |
| Interest expense                                 |                                                      |                                                      |                                                                              |                                                                              |
| Handling fees and commission expense             |                                                      |                                                      |                                                                              |                                                                              |
| Surrender value                                  |                                                      |                                                      |                                                                              |                                                                              |
| Compensation expenses, net                       |                                                      |                                                      |                                                                              |                                                                              |
| Drawing reserves for insurance<br>contracts, net |                                                      |                                                      |                                                                              |                                                                              |
| Policy bonus dividend expense                    |                                                      |                                                      |                                                                              |                                                                              |
| Cession cost                                     |                                                      |                                                      |                                                                              |                                                                              |
| Taxes and surcharges                             | 27,038,753.51                                        | 21,886,140.30                                        | 73,262,470.70                                                                | 72,867,399.52                                                                |
| Sales expense                                    | 21,752,020.08                                        | 28,915,285.46                                        | 65,749,257.95                                                                | 80,048,941.66                                                                |
| Administrative expense                           | 275,462,689.73                                       | 223,835,101.85                                       | 740,579,811.69                                                               | 749,717,498.28                                                               |
| R&D expense                                      | 173,000,432.47                                       | 125,713,960.83                                       | 335,613,383.23                                                               | 298,895,834.43                                                               |
| Finance expense                                  | 86,379,560.56                                        | 166,179,910.05                                       | 329,085,856.16                                                               | 428,337,019.85                                                               |

## 4. APPENDIX – CONTINUED

### 4.1 Financial Statement – Continued

#### CONSOLIDATED INCOME STATEMENT – CONTINUED

For January to September 2020

Prepared by: China Aluminum International Engineering Corporation Limited

*Unit: Yuan Currency: RMB Audit status: Unaudited*

| Item                                                                           | Third quarter of<br>2020 (From July<br>to September) | Third quarter of<br>2019 (From July<br>to September) | For the first<br>three quarters of<br>2020 (From<br>January to<br>September) | For the first<br>three quarters of<br>2019 (From<br>January to<br>September) |
|--------------------------------------------------------------------------------|------------------------------------------------------|------------------------------------------------------|------------------------------------------------------------------------------|------------------------------------------------------------------------------|
| Including: Interest expense                                                    | 126,331,245.87                                       | 178,665,105.83                                       | 436,987,053.48                                                               | 532,571,852.44                                                               |
| Interest income                                                                | 25,107,440.71                                        | 40,961,428.56                                        | 123,950,251.26                                                               | 160,461,659.02                                                               |
| Add: Other gains                                                               | 5,844,761.70                                         | 10,833,863.78                                        | 44,399,212.71                                                                | 16,937,397.02                                                                |
| Gain on investment (“–” for loss)                                              | 8,328,308.14                                         | 16,618,095.61                                        | -14,844,709.19                                                               | 10,274,597.36                                                                |
| Including: Share of investment<br>gain of associates<br>and joint ventures     | 1,050,358.95                                         | 3,335,465.46                                         | -1,922,560.20                                                                | 810,220.79                                                                   |
| Gain on de-recognition of financial<br>assets measured at amortization<br>cost | 23,315,787.02                                        |                                                      | 2,304,534.60                                                                 |                                                                              |
| Exchange gains (“–” for loss)                                                  |                                                      |                                                      |                                                                              |                                                                              |
| Gain on exposure netting<br>(“–” for loss)                                     |                                                      |                                                      |                                                                              |                                                                              |
| Gain on fair value change<br>(“–” for loss)                                    |                                                      |                                                      |                                                                              | 164,450.00                                                                   |
| Credit impairment loss<br>(“–” for loss)                                       | 93,470,153.95                                        | -2,989,829.52                                        | 4,399,765.84                                                                 | -38,517,998.10                                                               |
| Asset impairment loss (“–” for loss)                                           | 0.00                                                 |                                                      |                                                                              |                                                                              |
| Gains on disposal of assets<br>(“–” for loss)                                  | 366,951.30                                           | 195,305.75                                           | 10,385,524.85                                                                | 3,691,442.91                                                                 |

## 4. APPENDIX – CONTINUED

### 4.1 Financial Statement – Continued

#### CONSOLIDATED INCOME STATEMENT – CONTINUED

For January to September 2020

Prepared by: China Aluminum International Engineering Corporation Limited

*Unit: Yuan Currency: RMB Audit status: Unaudited*

| Item                                                                           | Third quarter of<br>2020 (From July<br>to September) | Third quarter of<br>2019 (From July<br>to September) | For the first<br>three quarters of<br>2020 (From<br>January to<br>September) | For the first<br>three quarters of<br>2019 (From<br>January to<br>September) |
|--------------------------------------------------------------------------------|------------------------------------------------------|------------------------------------------------------|------------------------------------------------------------------------------|------------------------------------------------------------------------------|
| <b>III. Operating profit (“–” for loss)</b>                                    | <b>44,706,561.56</b>                                 | <b>127,803,446.32</b>                                | <b>-50,017,342.80</b>                                                        | <b>254,303,109.95</b>                                                        |
| Add: non-operating income                                                      | 14,894,633.34                                        | 9,998,138.97                                         | 53,767,313.98                                                                | 27,161,363.28                                                                |
| Less: non-operating expense                                                    | 916,750.62                                           | 15,557,267.91                                        | 3,513,625.73                                                                 | 45,664,131.59                                                                |
| <b>IV. Total profit (“–” for total loss)</b>                                   | <b>58,684,444.28</b>                                 | <b>122,244,317.38</b>                                | <b>236,345.45</b>                                                            | <b>235,800,341.64</b>                                                        |
| Less: income tax expense                                                       | 60,713,139.99                                        | 58,469,325.12                                        | 85,324,007.03                                                                | 76,979,241.49                                                                |
| <b>V. Net profit (“–” for net loss)</b>                                        | <b>-2,028,695.71</b>                                 | <b>63,774,992.26</b>                                 | <b>-85,087,661.58</b>                                                        | <b>158,821,100.15</b>                                                        |
| 1. Net profit from continuing operations<br>(“–” for net loss)                 | -2,028,695.71                                        | 63,774,992.26                                        | -85,087,661.58                                                               | 158,821,100.15                                                               |
| 2. Net profit from discontinued operations (“–”<br>for net loss)               |                                                      |                                                      |                                                                              |                                                                              |
| 1. Net profit attributable to shareholders of the<br>parent (“–” for net loss) | -35,884,514.57                                       | 11,988,982.22                                        | -179,038,206.51                                                              | 22,050,225.58                                                                |
| 2. Minority shareholders gain and loss<br>(“–” for net loss)                   | 33,855,818.86                                        | 51,786,010.04                                        | 93,950,544.93                                                                | 136,770,874.57                                                               |

## 4. APPENDIX – CONTINUED

### 4.1 Financial Statement – Continued

#### CONSOLIDATED INCOME STATEMENT – CONTINUED

For January to September 2020

Prepared by: China Aluminum International Engineering Corporation Limited

*Unit: Yuan Currency: RMB Audit status: Unaudited*

| Item                                                                                             | Third quarter of<br>2020 (From July<br>to September) | Third quarter of<br>2019 (From July<br>to September) | For the first<br>three quarters of<br>2020 (From<br>January to<br>September) | For the first<br>three quarters of<br>2019 (From<br>January to<br>September) |
|--------------------------------------------------------------------------------------------------|------------------------------------------------------|------------------------------------------------------|------------------------------------------------------------------------------|------------------------------------------------------------------------------|
| <b>VI. Other comprehensive income, net of tax</b>                                                | <b>-61,242,912.61</b>                                | <b>-33,532,291.91</b>                                | <b>-37,451,355.64</b>                                                        | <b>726,496.35</b>                                                            |
| (I) Other comprehensive income attributable to owners of the parent, net of tax                  | -61,229,861.21                                       | -33,468,914.32                                       | -37,451,355.64                                                               | 726,496.35                                                                   |
| 1. Items that may not be reclassified to profit or loss                                          | 90,424.59                                            | -9,130,278.78                                        | -3,114,791.88                                                                | 14,235,126.82                                                                |
| (1) Change on remeasurement of defined benefit plan                                              | 8,859.18                                             | 5,706.50                                             | -19,850.00                                                                   | -7,650.00                                                                    |
| (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                                  | 81,565.41                                            | -9,135,985.28                                        | -3,094,941.88                                                                | 14,242,776.82                                                                |
| (4) Fair value change arising from credit risk of the Company                                    |                                                      |                                                      |                                                                              |                                                                              |
| 2. Items that will be reclassified to profit or loss                                             | -61,320,285.80                                       | -24,338,635.54                                       | -34,336,563.76                                                               | -13,508,630.47                                                               |
| (1) Other comprehensive income under equity method that may be transferred to profit or loss     |                                                      |                                                      |                                                                              |                                                                              |
| (2) Change in fair value of other debt investments                                               |                                                      | 180,458.31                                           |                                                                              | 180,458.31                                                                   |
| (3) Amount recorded in other comprehensive income upon financial assets reclassification         |                                                      |                                                      |                                                                              |                                                                              |
| (4) Credit impairment provision for other debt investment                                        |                                                      |                                                      |                                                                              |                                                                              |
| (5) Cash flow hedge reserve                                                                      | -4,560,345.00                                        |                                                      | 5,832,615.00                                                                 |                                                                              |

## 4. APPENDIX – CONTINUED

### 4.1 Financial Statement – Continued

#### CONSOLIDATED INCOME STATEMENT – CONTINUED

For January to September 2020

Prepared by: China Aluminum International Engineering Corporation Limited

*Unit: Yuan Currency: RMB Audit status: Unaudited*

| Item                                                                                 | Third quarter of<br>2020 (From July<br>to September) | Third quarter of<br>2019 (From July<br>to September) | For the first<br>three quarters of<br>2020 (From<br>January to<br>September) | For the first<br>three quarters of<br>2019 (From<br>January to<br>September) |
|--------------------------------------------------------------------------------------|------------------------------------------------------|------------------------------------------------------|------------------------------------------------------------------------------|------------------------------------------------------------------------------|
| (6) Foreign currency translation<br>difference in financial<br>statements            | -56,759,940.80                                       | -24,519,093.85                                       | -40,169,178.76                                                               | -13,689,088.78                                                               |
| (7) Other                                                                            |                                                      |                                                      |                                                                              |                                                                              |
| (II) Other comprehensive income attributable to<br>minority shareholders, net of tax | -13,051.40                                           | -63,377.59                                           |                                                                              |                                                                              |
| <b>VII. Total comprehensive income</b>                                               | <b>-63,271,608.32</b>                                | <b>30,242,700.35</b>                                 | <b>-122,539,017.22</b>                                                       | <b>159,547,596.50</b>                                                        |
| (1) Total comprehensive income attributable to<br>owners of the parent               | -97,114,375.78                                       | -21,479,932.10                                       | -216,489,562.15                                                              | 22,776,721.93                                                                |
| (2) Total comprehensive income attributable to<br>minority shareholders              | 33,842,767.46                                        | 51,722,632.45                                        | 93,950,544.93                                                                | 136,770,874.57                                                               |
| <b>VIII. Earnings per share:</b>                                                     |                                                      |                                                      |                                                                              |                                                                              |
| (1) Basic earnings per share (Yuan/share)                                            |                                                      |                                                      | -0.09                                                                        | -0.003                                                                       |
| (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 September 2020

Prepared by: China Aluminum International Engineering Corporation Limited

*Unit: Yuan Currency: RMB Audit status: Unaudited*

| Item                                                                           | Third quarter of<br>2020 (From July<br>to September) | Third quarter of<br>2019 (From July<br>to September) | For the first<br>three quarters of<br>2020 (From<br>January to<br>September) | For the first<br>three quarters of<br>2019 (From<br>January to<br>September) |
|--------------------------------------------------------------------------------|------------------------------------------------------|------------------------------------------------------|------------------------------------------------------------------------------|------------------------------------------------------------------------------|
| <b>I. Operating revenue</b>                                                    | <b>778,458,141.99</b>                                | <b>348,213,788.49</b>                                | <b>1,304,136,808.48</b>                                                      | <b>668,003,130.39</b>                                                        |
| Less: Operating cost                                                           | 758,434,428.18                                       | 307,796,512.49                                       | 1,258,774,500.81                                                             | 585,571,889.70                                                               |
| Taxes and surcharges                                                           | 1,184,577.85                                         | 258,972.27                                           | 3,262,727.30                                                                 | 2,093,557.50                                                                 |
| Sales expense                                                                  | 5,185,290.34                                         | 8,067,290.70                                         | 19,938,335.67                                                                | 25,025,089.20                                                                |
| Administrative expense                                                         | 33,396,338.29                                        | 40,928,152.15                                        | 110,824,513.92                                                               | 104,765,907.47                                                               |
| R&D expense                                                                    | 7,631,768.81                                         | 9,370,924.79                                         | 23,623,638.86                                                                | 29,208,692.82                                                                |
| Finance expense                                                                | -15,083,223.42                                       | 60,679,090.72                                        | 16,589,362.79                                                                | 168,220,791.49                                                               |
| Including: Interest expense                                                    | 75,207,100.24                                        | 142,139,479.70                                       | 261,475,709.76                                                               | 427,804,222.91                                                               |
| Interest income                                                                | 71,592,528.13                                        | 93,765,797.01                                        | 228,720,686.76                                                               | 279,030,068.69                                                               |
| Add: other gains                                                               | 320,139.75                                           | 11,902.88                                            | 1,186,214.74                                                                 | 289,887.96                                                                   |
| Gain on investment (“-” for loss)                                              | 233,505,877.98                                       | 65,000,000.00                                        | 355,844,409.75                                                               | 270,195,718.16                                                               |
| Including: Share of investment gain of<br>associates and joint<br>ventures     | -851,727.21                                          |                                                      | 2,907,346.20                                                                 | -949,718.57                                                                  |
| Gain on de-recognition of<br>financial assets measured at<br>amortisation cost |                                                      |                                                      |                                                                              |                                                                              |
| Gain on exposure netting (“-” for loss)                                        |                                                      |                                                      |                                                                              |                                                                              |
| Gain on fair value change (“-” for loss)                                       |                                                      |                                                      |                                                                              |                                                                              |
| Credit impairment loss (“-” for loss)                                          | -714,823.09                                          | 10,546,757.94                                        | -65,149,745.85                                                               | -14,469,606.11                                                               |
| Asset impairment loss (“-” for loss)                                           |                                                      | -6,976,685.44                                        |                                                                              | -6,976,685.44                                                                |
| Gains on disposal of assets (“-” for loss)                                     |                                                      |                                                      |                                                                              |                                                                              |

#### 4.1 Financial Statement – Continued

## January to September 2020

Unit: Yuan Currency: RMB Audit status: Unaudited

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## 4. APPENDIX – CONTINUED

### 4.1 Financial Statement – Continued

#### INCOME STATEMENT OF THE PARENT – CONTINUED

January to September 2020

Prepared by: China Aluminum International Engineering Corporation Limited

*Unit: Yuan Currency: RMB Audit status: Unaudited*

| Item                                                                                            | Third quarter of<br>2020 (From July<br>to September) | Third quarter of<br>2019 (From July<br>to September) | For the first<br>three quarters of<br>2020 (From<br>January to<br>September) | For the first<br>three quarters of<br>2019 (From<br>January to<br>September) |
|-------------------------------------------------------------------------------------------------|------------------------------------------------------|------------------------------------------------------|------------------------------------------------------------------------------|------------------------------------------------------------------------------|
| V. Other comprehensive income, net of tax                                                       | 2,000.00                                             | -9,589,245.48                                        | 5,832,915.00                                                                 | 13,760,369.98                                                                |
| (I) Other comprehensive income that may not be reclassified to profit or loss                   | 2,000.00                                             | -9,589,245.48                                        | 300.00                                                                       | 13,760,369.98                                                                |
| 1. Change on remeasurement of defined benefit plan                                              | 2,000.00                                             | -300.00                                              | 300.00                                                                       | -2,000.00                                                                    |
| 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 investment                                   |                                                      | -9,588,945.48                                        |                                                                              | 13,762,369.98                                                                |
| 4. Fair value change arising from credit risk of the Company                                    |                                                      |                                                      |                                                                              |                                                                              |
| (II) Other comprehensive income that will be reclassified to profit or loss                     |                                                      |                                                      | 5,832,615.00                                                                 |                                                                              |
| 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                                                                      |                                                      |                                                      | 5,832,615.00                                                                 |                                                                              |

#### 4. APPENDIX – CONTINUED

##### 4.1 Financial Statement – Continued

##### INCOME STATEMENT OF THE PARENT – CONTINUED

January to September 2020

Prepared by: China Aluminum International Engineering Corporation Limited

*Unit: Yuan Currency: RMB Audit status: Unaudited*

| Item                                                                  | Third quarter of<br>2020 (From July<br>to September) | Third quarter of<br>2019 (From July<br>to September) | For the first<br>three quarters of<br>2020 (From<br>January to<br>September) | For the first<br>three quarters of<br>2019 (From<br>January to<br>September) |
|-----------------------------------------------------------------------|------------------------------------------------------|------------------------------------------------------|------------------------------------------------------------------------------|------------------------------------------------------------------------------|
| 6. Foreign currency translation<br>difference in financial statements |                                                      |                                                      |                                                                              |                                                                              |
| 7. Other                                                              |                                                      |                                                      |                                                                              |                                                                              |
| <b>VI. Total comprehensive income</b>                                 | <u>220,591,352.96</u>                                | <u>-20,576,177.00</u>                                | <u>178,828,350.82</u>                                                        | <u>21,469,662.17</u>                                                         |
| <b>VII. Earnings per share:</b>                                       |                                                      |                                                      |                                                                              |                                                                              |
| (1) Basic earnings per share (Yuan/share)                             |                                                      |                                                      |                                                                              |                                                                              |
| (2) Diluted earnings per share (Yuan/share)                           |                                                      |                                                      |                                                                              |                                                                              |
| Legal representative:<br>WU Jianqiang                                 | Accounting principal:<br>ZHANG Jian                  | Accounting function's principal:<br>ZHANG Xiuyin     |                                                                              |                                                                              |

#### 4. APPENDIX – CONTINUED

##### 4.1 Financial Statement – Continued

#### CONSOLIDATED STATEMENT OF CASH FLOWS

January to September 2020

Prepared by: China Aluminum International Engineering Corporation Limited

*Unit: Yuan Currency: RMB Audit status: Unaudited*

| Item                                                               | For the first<br>three quarters<br>of 2020<br>(From January<br>to September) | For the first<br>three quarters<br>of 2019<br>(From January<br>to September) |
|--------------------------------------------------------------------|------------------------------------------------------------------------------|------------------------------------------------------------------------------|
| <b>I. Cash flows from operating activities:</b>                    |                                                                              |                                                                              |
| Cash received from sales of goods or rendering of services         | 16,527,171,746.21                                                            | 18,649,558,510.32                                                            |
| 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                                                | 15,768,021.17                                                                | 57,238,462.33                                                                |
| Cash received relating to other operating activities               | 81,089,851.97                                                                | 758,945,127.93                                                               |
| Sub-total of cash inflows from operating activities                | <u>16,624,029,619.35</u>                                                     | <u>19,465,742,100.58</u>                                                     |

## 4. APPENDIX – CONTINUED

### 4.1 Financial Statement – Continued

#### CONSOLIDATED STATEMENT OF CASH FLOWS – CONTINUED

January to September 2020

Prepared by: China Aluminum International Engineering Corporation Limited

*Unit: Yuan Currency: RMB Audit status: Unaudited*

| Item                                                                                          | For the first<br>three quarters<br>of 2020<br>(From January<br>to September) | For the first<br>three quarters<br>of 2019<br>(From January<br>to September) |
|-----------------------------------------------------------------------------------------------|------------------------------------------------------------------------------|------------------------------------------------------------------------------|
| Cash paid for goods and services                                                              | 15,651,356,891.27                                                            | 17,798,397,302.02                                                            |
| 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                                                                | 1,529,894,024.95                                                             | 1,681,448,561.73                                                             |
| Taxes paid                                                                                    | 546,606,567.03                                                               | 524,640,922.32                                                               |
| Other cash paid relating to operating activities                                              | 199,230,256.79                                                               | 267,305,368.74                                                               |
| Subtotal of cash outflows from operating activities                                           | 17,927,087,740.04                                                            | 20,271,792,154.81                                                            |
| Net cash flows from operating activities                                                      | -1,303,058,120.69                                                            | -806,050,054.23                                                              |
| <b>II. Cash flows from investing activities:</b>                                              |                                                                              |                                                                              |
| Cash received from refund of investments                                                      | 3,561,827,791.33                                                             | 4,760,757,627.54                                                             |
| Cash received from gain on investment                                                         | 46,271,995.17                                                                | 6,359,692.94                                                                 |
| Net cash received from disposal of fixed assets, intangible assets and other long-term assets | 1,273,144.13                                                                 | 1,189,201.09                                                                 |
| Net cash received from disposal of subsidiaries and other business units                      | 1,888,907.40                                                                 | 89,855,835.11                                                                |
| Other cash received relating to investing activities                                          | 7,712,920.18                                                                 | 7,040,794.26                                                                 |
| Subtotal of cash inflows from investing activities                                            | 3,618,974,758.21                                                             | 4,865,203,150.94                                                             |

#### 4. APPENDIX – CONTINUED

##### 4.1 Financial Statement – Continued

#### CONSOLIDATED STATEMENT OF CASH FLOWS – CONTINUED

January to September 2020

Prepared by: China Aluminum International Engineering Corporation Limited

*Unit: Yuan Currency: RMB Audit status: Unaudited*

| Item                                                                                                        | For the first<br>three quarters<br>of 2020<br>(From January<br>to September) | For the first<br>three quarters<br>of 2019<br>(From January<br>to September) |
|-------------------------------------------------------------------------------------------------------------|------------------------------------------------------------------------------|------------------------------------------------------------------------------|
| Cash paid for purchase and construction<br>of fixed assets, intangible assets and<br>other long-term assets | 2,850,065,942.37                                                             | 777,311,649.85                                                               |
| Cash paid for investment                                                                                    | 3,549,756,276.53                                                             | 5,085,040,693.06                                                             |
| Net increase in pledged loans                                                                               |                                                                              |                                                                              |
| Net cash paid for acquisition of subsidiaries<br>and other business units                                   | 7,557,418.56                                                                 | 628,068,539.60                                                               |
| Other cash paid relating to investing activities                                                            | 180,830,213.35                                                               | 259,338,083.35                                                               |
| Subtotal of cash outflows from investing<br>activities                                                      | 6,588,209,850.81                                                             | 6,749,758,965.86                                                             |
| Net cash flows from investing activities                                                                    | -2,969,235,092.60                                                            | -1,884,555,814.92                                                            |
| <b>III. Cash flows from financing activities:</b>                                                           |                                                                              |                                                                              |
| Cash received from absorption of investment                                                                 | 2,600,000,000.00                                                             | 454,300,000.00                                                               |
| Including : Cash received by subsidiaries from<br>absorption of investment of minority<br>shareholders      |                                                                              |                                                                              |
| Cash received from borrowings                                                                               | 18,596,513,751.33                                                            | 12,301,310,801.86                                                            |
| Other cash received relating to financing<br>activities                                                     | 1,000,000,000.00                                                             | 1,769,242,175.36                                                             |
| Subtotal of cash inflows from financing<br>activities                                                       | 22,196,513,751.33                                                            | 14,524,852,977.22                                                            |
| Cash paid for debt repayment                                                                                | 20,851,846,323.29                                                            | 11,464,617,970.55                                                            |
| Cash paid for distribution of dividends or<br>profit or payment of interests                                | 665,310,461.23                                                               | 794,027,502.80                                                               |
| Including: Dividends and profits paid by<br>subsidiaries to minority shareholders                           |                                                                              |                                                                              |
| Other cash paid relating to financing<br>activities                                                         | 583,835,229.67                                                               | 990,433,179.98                                                               |
| Subtotal of cash outflows from financing<br>activities                                                      | 22,100,992,014.19                                                            | 13,249,078,653.33                                                            |
| Net cash flows from financing activities                                                                    | 95,521,737.14                                                                | 1,275,774,323.89                                                             |

#### 4. APPENDIX – CONTINUED

##### 4.1 Financial Statement – Continued

#### CONSOLIDATED STATEMENT OF CASH FLOWS – CONTINUED

January to September 2020

Prepared by: China Aluminum International Engineering Corporation Limited

*Unit: Yuan Currency: RMB Audit status: Unaudited*

| Item                                                                         | For the first<br>three quarters<br>of 2020<br>(From January<br>to September) | For the first<br>three quarters<br>of 2019<br>(From January<br>to September) |
|------------------------------------------------------------------------------|------------------------------------------------------------------------------|------------------------------------------------------------------------------|
| <b>IV. Impact of exchange rate changes on cash<br/>and cash equivalents</b>  | <b><u>-934,399.39</u></b>                                                    | <b><u>17,816,027.39</u></b>                                                  |
| <b>V. Net increase in cash and cash equivalents</b>                          | <b><u>-4,177,705,875.54</u></b>                                              | <b><u>-1,397,015,517.87</u></b>                                              |
| Add: Balance of cash and cash equivalents<br>at the beginning of the period  | <u>9,120,495,450.16</u>                                                      | <u>5,831,581,515.94</u>                                                      |
| <b>VI. Balance of cash and cash equivalents<br/>at the end of the period</b> | <b><u>4,942,789,574.62</u></b>                                               | <b><u>4,434,565,998.07</u></b>                                               |

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 September 2020

Prepared by: China Aluminum International Engineering Corporation Limited

*Unit: Yuan Currency: RMB Audit status: Unaudited*

| Item                                                       | For the first<br>three quarters<br>of 2020<br>(From January<br>to September) | For the first<br>three quarters<br>of 2019<br>(From January<br>to September) |
|------------------------------------------------------------|------------------------------------------------------------------------------|------------------------------------------------------------------------------|
| <b>I. Cash flows from operating activities:</b>            |                                                                              |                                                                              |
| Cash received from sales of goods or rendering of services | 1,703,725,790.67                                                             | 905,382,637.28                                                               |
| Tax rebate received                                        | 274,554.28                                                                   | 6,167,205.52                                                                 |
| Cash received relating to other operating activities       | 1,131,924,792.47                                                             | 1,302,103,577.31                                                             |
| Subtotal of cash inflows from operating activities         | 2,835,925,137.42                                                             | 2,213,653,420.11                                                             |
| Cash paid for goods or services                            | 1,985,472,509.43                                                             | 1,183,196,704.23                                                             |
| Cash paid to and for employees                             | 168,983,131.81                                                               | 193,397,380.06                                                               |
| Taxes paid                                                 | 15,287,651.98                                                                | 9,377,938.62                                                                 |
| Other cash paid relating to operating activities           | 1,032,140,108.29                                                             | 1,988,850,651.38                                                             |
| Subtotal of cash outflows from operating activities        | 3,201,883,401.51                                                             | 3,374,822,674.29                                                             |
| Net cash flows from operating activities                   | -365,958,264.09                                                              | -1,161,169,254.18                                                            |

#### 4. APPENDIX – CONTINUED

##### 4.1 Financial Statement – Continued

##### STATEMENT OF CASH FLOWS OF THE PARENT – CONTINUED

January to September 2020

Prepared by: China Aluminum International Engineering Corporation Limited

*Unit: Yuan Currency: RMB Audit status: Unaudited*

| Item                                                                                                        | For the first<br>three quarters<br>of 2020<br>(From January<br>to September) | For the first<br>three quarters<br>of 2019<br>(From January<br>to September) |
|-------------------------------------------------------------------------------------------------------------|------------------------------------------------------------------------------|------------------------------------------------------------------------------|
| <b>II. Cash flows from investing activities:</b>                                                            |                                                                              |                                                                              |
| Cash received from refund of investments                                                                    | 6,837,488,233.33                                                             | 9,505,744,000.00                                                             |
| Cash received from gain on investment                                                                       | 259,945,525.92                                                               | 401,845,861.86                                                               |
| Net cash received from disposal of fixed assets,<br>intangible assets and other long-term assets            | 12,555.59                                                                    |                                                                              |
| Net cash received from disposal of subsidiaries<br>and other business units                                 | 1,000,000.00                                                                 | 36,572,518.00                                                                |
| Other cash received relating to investing<br>activities                                                     |                                                                              | 37,619,133.33                                                                |
|                                                                                                             |                                                                              |                                                                              |
| Subtotal of cash inflows from investing<br>activities                                                       | <u>7,098,446,314.84</u>                                                      | <u>9,981,781,513.19</u>                                                      |
|                                                                                                             |                                                                              |                                                                              |
| Cash paid for purchase and construction of<br>fixed assets, intangible assets and other<br>long-term assets | 320,503.41                                                                   | 582,965.00                                                                   |
| Cash paid for investment                                                                                    | 7,271,483,433.33                                                             | 10,025,648,000.00                                                            |
| Net cash paid for acquisition of subsidiaries<br>and other business units                                   | 49,520,500.00                                                                | 447,674,379.80                                                               |
| Other cash paid relating to investing<br>activities                                                         | 179,736,713.35                                                               |                                                                              |
|                                                                                                             |                                                                              |                                                                              |
| Subtotal of cash outflows from investing<br>activities                                                      | <u>7,501,061,150.09</u>                                                      | <u>10,473,905,344.80</u>                                                     |
|                                                                                                             |                                                                              |                                                                              |
| Net cash flows from investing activities                                                                    | <u>-402,614,835.25</u>                                                       | <u>-492,123,831.61</u>                                                       |

#### 4. APPENDIX – CONTINUED

##### 4.1 Financial Statement – Continued

##### STATEMENT OF CASH FLOWS OF THE PARENT – CONTINUED

January to September 2020

Prepared by: China Aluminum International Engineering Corporation Limited

*Unit: Yuan Currency: RMB Audit status: Unaudited*

| Item                                                                      | For the first<br>three quarters<br>of 2020<br>(From January<br>to September) | For the first<br>three quarters<br>of 2019<br>(From January<br>to September) |
|---------------------------------------------------------------------------|------------------------------------------------------------------------------|------------------------------------------------------------------------------|
| <b>III. Cash flows from financing activities:</b>                         |                                                                              |                                                                              |
| Cash received from absorption of investment                               |                                                                              |                                                                              |
| Cash received from borrowings                                             | 13,035,422,787.16                                                            | 7,800,000,000.00                                                             |
| Other cash received relating to financing activities                      | <u>1,000,000,000.00</u>                                                      | <u>1,000,000,000.00</u>                                                      |
| Subtotal of cash inflows from financing activities                        | <u>14,035,422,787.16</u>                                                     | <u>8,800,000,000.00</u>                                                      |
| Cash paid for debt repayment                                              | 13,275,167,323.29                                                            | 7,782,703,323.09                                                             |
| Cash paid for distribution of dividends or profit or payment of interests | 335,482,383.04                                                               | 450,092,493.65                                                               |
| Other cash paid relating to financing activities                          | <u>500,372,222.23</u>                                                        | <u>1,536,978.56</u>                                                          |
| Subtotal of cash outflows from financing activities                       | <u>14,111,021,928.56</u>                                                     | <u>8,234,332,795.30</u>                                                      |
| Net cash flows from financing activities                                  | <u>-75,599,141.40</u>                                                        | <u>565,667,204.70</u>                                                        |

#### 4. APPENDIX – CONTINUED

##### 4.1 Financial Statement – Continued

#### STATEMENT OF CASH FLOWS OF THE PARENT – CONTINUED

January to September 2020

Prepared by: China Aluminum International Engineering Corporation Limited

*Unit: Yuan Currency: RMB Audit status: Unaudited*

| Item                                                                         | For the first<br>three quarters<br>of 2020<br>(From January<br>to September) | For the first<br>three quarters<br>of 2019<br>(From January<br>to September) |
|------------------------------------------------------------------------------|------------------------------------------------------------------------------|------------------------------------------------------------------------------|
| <b>IV. Impact of exchange rate changes on cash<br/>and cash equivalents</b>  | <u>2,744,710.84</u>                                                          | <u>113,572.52</u>                                                            |
| <b>V. Net increase in cash and cash equivalents</b>                          | <u>-841,427,529.90</u>                                                       | <u>-1,087,512,308.57</u>                                                     |
| Add: Balance of cash and cash equivalents<br>at the beginning of the period  | <u>2,319,883,981.64</u>                                                      | <u>2,184,186,118.60</u>                                                      |
| <b>VI. Balance of cash and cash equivalents<br/>at the end of the period</b> | <u>1,478,456,451.74</u>                                                      | <u>1,096,673,810.03</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, 29 October 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. WU Zhigang and Mr. ZHANG Jian; and the independent non-executive directors are Mr. GUI Weihua, Mr. CHEUNG Hung Kwong and Mr. FU Jun.*