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四川成渝高速公路股份有限公司 Sichuan Expressway Company Limited*

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

(Stock Code: 00107)

2020 THIRD QUARTERLY REPORT

This announcement is made by Sichuan Expressway Company Limited* (the “**Company**”) pursuant to Rule 13.09 of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the “**Stock Exchange**”) and Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong).

The financial data of the Company for the third quarter of 2020 is unaudited and has been prepared in accordance with the China Accounting Standards for Business Enterprises.

I. IMPORTANT NOTICE

- 1.1 The board (“**Board**”) of directors (“**Directors**”), the supervisory committee and the Directors, supervisors and senior management of the Company shall ensure the truthfulness, accuracy and completeness of the information contained in the quarterly report (the “**Quarterly Report**” or the “**Report**”) and there are no false representations, misleading statements contained in or material omissions from the Report for which they shall assume joint and several liability.
- 1.2 All Directors of the Company attended the Board meeting to review the Quarterly Report.

- 1.3 Mr. Gan Yongyi, person in charge of the Company, Mr. Guo Renrong, person in charge of accounting and Madam Wei Xu, head of the accounting department (accounting officer), have declared and confirmed the truthfulness, accuracy and completeness of the financial statements in this Quarterly Report.
- 1.4 The Company's Third Quarterly Report is unaudited. The reporting period (the “**Reporting Period**” or “**Period**”) in this report refers to the three months ended 30 September 2020.

II. BASIC INFORMATION OF THE COMPANY

2.1 Principal financial data

Unit: yuan Currency: RMB

	As at the end of the Reporting Period	As at the end of last year	Increase/decrease as at the end of the Reporting Period compared to that as at the end of last year (%)
Total assets	39,472,408,476.12	37,720,112,901.70	4.65
Net assets attributable to shareholders of the listed Company	15,140,142,091.61	15,274,761,768.33	-0.88
	From the beginning of the year to the end of the Reporting Period (January to September)	From the beginning of last year to the end of the corresponding period of last year (January to September)	Increase/ decrease over the same period last year (%)
Net cash flows from operating activities	1,274,578,937.31	1,454,173,031.34	-12.35

	From the beginning of the year to the end of the Reporting Period (January to September)	From the beginning of last year to the end of the corresponding period of last year (January to September)	Increase/ decrease over the same period last year (%)
Operating revenue	3,298,781,739.52	4,679,105,040.42	-29.50
Net profit attributable to Shareholders of the listed Company	264,211,462.50	1,117,248,734.57	-76.35
Net profit net of non-recurring profit and loss attributable to Shareholders of the listed Company	231,890,349.15	1,102,341,329.14	-78.96
Weighted average return on net assets (%)	1.73	7.47	Decreased by 5.74 percentage points
Basic earnings per share (<i>Yuan/ share</i>)	0.0864	0.3653	-76.35
Diluted earnings per share (<i>Yuan/share</i>)	0.0864	0.3653	-76.35

Non-recurring items and amounts
☒ Applicable ☐ Not applicable

Unit: yuan Currency: RMB

Item	Amount in the Period (July to September)	Amount for the period from the beginning of the year to the end of the Reporting Period (January to September)
Profit or loss from disposal of non-current assets	2,401,524.05	805,458.64
Government subsidies included in profit or loss in the current period, but excluding those closely related to the Company's normal business operations, in line with national policies and regulations and in accordance with certain fixed amounts on a continuous basis	8,281,597.66	16,159,100.25
Gain or loss on change in fair value from held-for-trading financial assets, derivative financial assets, held-for-trading financial liabilities and derivative financial liabilities, as well as investment income from disposal of held-for-trading financial assets, derivative financial assets, trading financial liabilities, derivative financial liabilities and other debt investments except for effective hedging activities related with normal business operations of the Company	-142,259.09	6,088,241.24
Write back of the provision for impairment of receivables and contract assets that are individually tested for impairment		326,392.87
Other non-operating income and expenses except for the above items	6,880,659.60	15,577,869.95
Amount of effect on the interest of minority shareholders (after tax)	-220,728.89	-828,801.34
Amount of effect of income tax	-2,662,757.16	-5,807,148.26
Total	14,538,036.17	32,321,113.35

2.2 The total number of Shareholders, shareholding status of the top ten Shareholders and the top ten Shareholders of circulating shares (or Shareholders not subject to trading restriction) as at the end of the Reporting Period

Unit: Share

Total number of Shareholders 52,240

Shareholding of the top ten Shareholders

Name of Shareholder (Full name)	Number of shares at the end of the Period	Shareholding percentage (%)	Number of shares subject to trading restriction	Pledged or frozen Share status	Type of Shareholder
Sichuan Transportation Investment Group Corporation Limited	1,096,769,662	35.86	0	Nil	0 State
HKSCC NOMINEES LIMITED	887,412,000	29.02	0	Unknown	Foreign legal person
China Merchants Expressway Network & Technology Holdings Co., Ltd	664,487,376	21.73	0	Nil	0 State-owned legal person
Ding Tao	10,800,025	0.35	0	Unknown	Domestic natural person
Hong Kong Securities Clearing Company Limited	9,881,868	0.32	0	Unknown	Foreign legal person
Liu Hui	8,298,931	0.27	0	Unknown	Domestic natural person
Zhang Zhijun	6,191,042	0.20	0	Unknown	Domestic natural person
Yang Yi	5,845,037	0.19	0	Unknown	Domestic natural person
Ji Hongli	4,337,700	0.14	0	Unknown	Domestic natural person
Gong Fangxin	3,685,110	0.12	0	Unknown	Domestic natural person

Shareholding of the top ten Shareholders not subject to trading restriction

Name of Shareholder	Number of shares not subject to trading restriction	Class and number of shares	
		Class	Number
Sichuan Transportation Investment Group Corporation Limited	1,096,769,662	RMB ordinary shares	1,035,915,462
		Foreign shares listed overseas	60,854,200
HKSCC NOMINEES LIMITED	887,412,000	Foreign shares listed overseas	887,412,000
China Merchants Expressway Network & Technology Holdings Co., Ltd.	664,487,376	RMB ordinary shares	664,487,376
Ding Tao	10,800,025	RMB ordinary shares	10,800,025
Hong Kong Securities Clearing Company Limited	9,881,868	RMB ordinary shares	9,881,868
Liu Hui	8,298,931	RMB ordinary shares	8,298,931
Zhang Zhijun	6,191,042	RMB ordinary shares	6,191,042
Yang Yi	5,845,037	RMB ordinary shares	5,845,037
Ji Hongli	4,337,700	RMB ordinary shares	4,337,700
Gong Fangxin	3,685,110	RMB ordinary shares	3,685,110

Explanations on the connected relationship or concerted-party relationship among the aforementioned Shareholders

As at the date of approval of the Quarterly Report for publication, Sichuan Transportation Investment Group Corporation Limited indirectly holds 6.37% shares of China Merchants Expressway Network & Technology Holdings Co., Ltd. Besides, the Company is not aware whether there is any connected relationship or concerted-party relationship among the aforementioned Shareholders, or between the aforementioned Shareholders holding state-owned shares and state-owned legal person Shareholders and the aforementioned other Shareholders.

Notes:

- As at the end of the Reporting Period, the total number of holders of ordinary shares was 52,240, including 51,980 holders of A shares and 260 holders of H shares.
- The H shares held by HKSCC NOMINEES LIMITED were held on behalf of various customers, including 60,854,200 H shares of the Company held by Sichuan Transportation Investment Group Corporation Limited.

3. As at 30 September 2020, China Merchants Expressway Network & Technology Holdings Co., Ltd., apart from a direct holding of A shares in the Company, indirectly held 96,458,000 H shares of the Company through Cornerstone Holdings Limited, its wholly-owned subsidiary.
4. Hong Kong Securities Clearing Company Limited is the nominal holder of shares under the Shanghai-Hong Kong Stock Connect.

2.3 Total number of holders of preference shares, top 10 holders of preference shares and top 10 holders of preference shares not subject to trading restriction as at the end of the Reporting Period

☐ Applicable ☒ Not applicable

III. SIGNIFICANT EVENTS

3.1 Significant changes in items in the principal accounting statement and financial indicators of the Company and the reasons therefor

☒ Applicable ☐ Not applicable

(1) *Material changes in items of balance sheet as at the end of the Reporting Period and explanations thereon (Unit: RMB)*

Items	Closing balance at the end of the Period	Closing balance at the end of last year	Increase/decrease in amount	Increase/ decrease in percentage (%)	Explanations
Held-for-trading financial assets	507,635.64	73,933,482.87	-73,425,847.23	-99.31%	Mainly due to the disposal of the investment in the shares of China Railway Signal & Communication Corporation Limited held by the Company in the Period
Bills receivables	51,508,329.66	25,822,570.73	25,685,758.93	99.47%	Mainly due to the increase in bills receivable arising from commercial factoring business and commercial trade business in the Period
Prepayments	604,221,326.82	300,607,596.71	303,613,730.11	101.00%	Mainly due to the increase in prepayments following the settlement of accounts receivable in the Period as a result of the consolidated presentation of prepayments and accounts payable under a same unit at the end of the previous period
Other receivables	366,170,987.07	193,183,919.09	172,987,067.98	89.55%	Mainly due to the toll fare receivable from the Expressway Monitoring and Settlement Center of Department of Transportation of Sichuan Province (四川省交通運輸廳高速公路監控結算中心) in the Period

Items	Closing balance at the end of the Period	Closing balance at the end of last year	Increase/decrease in amount	Increase/ decrease in percentage (%)	Explanations
Contract assets	46,377,043.87	30,238,163.36	16,138,880.51	53.37%	Mainly due to the increase in costs to secure contracts and the reclassification of the costs to secure contracts expected to be due within one year from other non-current assets to contract assets in the Period
Other current assets	173,065,706.97	126,375,558.46	46,690,148.51	36.95%	Mainly due to the increases in VAT credit balance and prepaid credit balance in the Period
Deferred income tax assets	21,874,925.14	14,434,399.02	7,440,526.12	51.55%	Mainly due to the increase in the deferred income tax arising from incremental tax adjustment to accrued cost in the Period
Other non-current assets	19,190,366.22	27,480,274.00	-8,289,907.78	-30.17%	Mainly due to the reclassification of the costs to secure contracts expected to be due within one year from other non-current assets to contract assets in the Period
Short-term borrowings	1,974,812,241.79	500,000,000.00	1,474,812,241.79	294.96%	Mainly due to the increase in the credit loans in the Period
Contract liabilities	1,438,175,733.40	560,401,421.82	877,774,311.58	156.63%	Mainly due to the increase in advances received from customers to deliver properties due within one year and the reclassification of advances received to deliver properties due within one year as the contract liabilities in the Period
Taxes payable	111,797,747.54	85,157,430.75	26,640,316.79	31.28%	Mainly due to the increase in income tax payable in the third quarter
Debentures payable	290,000,000.00	1,290,000,000.00	-1,000,000,000.00	-77.52%	Mainly due to the reclassification of debentures payable due within one year as non-current liabilities due within one year in the Period
Deferred income	200,232,559.98	64,991,110.05	135,241,449.93	208.09%	Mainly due to the receipt of subsidy for project of cancellation of expressway toll stations at provincial borders in the Period
Deferred income tax liabilities	11,335,175.42	25,059,565.09	-13,724,389.67	-54.77%	Mainly due to the reversal of the taxable temporary differences corresponding to the changes in fair value of investment in other equity instruments in the Period
Other comprehensive income	24,912,399.02	90,625,846.91	-65,713,447.89	-72.51%	Mainly due to the changes in fair value of Sichuan Trust Investment Co., Ltd and China Everbright Bank in the Period

(2) Material changes in items of the income statement during the Reporting Period and explanations thereon (Unit: RMB)

Items	Amount for the Period	Amount for the corresponding period of last year	Increase/ decrease in amount	Increase/ decrease in percentage (%)	Explanations
Investment income	33,891,806.89	25,816,980.88	8,074,826.01	31.28%	Mainly due to the increase in Investment income from Chengyu Development Fund Company recognized and the dividend from the investment in the shares in China Railway Signal & Communication Corporation Limited in the Period
Gains from disposal of assets	2,425,008.53	-14,162.01	2,439,170.54	17223.34%	Mainly due to the increase in gains from disposal of assets due to the compensation on part of the land in Chengyu road as a result of the construction of the east-west urban thoroughfare in Chengdu in the Period
Income tax expenses	148,030,639.69	281,034,949.30	-133,004,309.61	-47.33%	Mainly due to the year-on-year decrease in the profits before tax in the Period
Non-operating expenses	4,421,304.31	11,878,300.18	-7,456,995.87	-62.78%	Mainly due to the compensation expenses in the previous period
Net profit	316,075,879.91	1,168,438,619.35	-852,362,739.4	-72.95%	Mainly due to the year-on-year decrease of 29.50% in income of the Company for the impact of the COVID-19 pandemic in the Period. In order to cope with the adverse impact of the pandemic on the performance of the Company, the Company actively carried out cost control. The controllable operating cost and finance costs have declined with varying degrees compared with the same period of last year, but the control of fixed cost and expenses such as amortization of road operation rights and labor costs was limited; the net profit in the Period has dropped significantly compared with the same period of last year for the combined effect of the above factors

(3) Material changes in items of the cash flow statement during the Reporting Period and explanations thereon (Unit: RMB)

Items	Closing balance at the end of the Period	Closing balance at the end of last year	Increase/ decrease in amount	Increase/ decrease in percentage (%)	Explanations
Net cash flows from investing activities	-1,128,278,189.17	177,435,996.80	-1,305,714,185.97	-735.88%	Mainly due to (1) the year-on-year decrease of RMB1,004.45 million in recovery of investment, gains from investment and the receipt of other cash inflow in relation to investment activities in the Period (as of consolidation date, the carrying amount of cash and bank balances of Multimodal United Transportation Company of RMB943.5337 million was presented as receipt of other cash investment activities in relation to investment activities due to the change in the scope of consolidation for the same period of the previous year. Recovery of investment cost and investment gains amounting to approximately RMB186.0401 million due to the termination of the water project initiated by Chengyu Development Fund); (2) the increase in the expenses in Tianqiong Expressway Construction Project, Chengle Expressway Expansion Construction Project and Suiguang-Suixi Construction Project in the Period as compared with the same period of the previous year
Net cash flows from financing activities	449,003,335.05	-1,388,003,205.09	1,837,006,540.14	132.35%	Mainly due to the year-on-year increase in net cash inflow from borrowings in the Period for the replenishment of the working capital and the withdrawal of the loan on Chengle Expansion Construction Project

3.2 Progress of significant events, their impacts and the analysis and explanation of solutions

☒ Applicable ☐ Not applicable

1. *Chengle Expressway Expansion Construction Project*

The resolution in relation to the investment in the expansion construction of Chengle Expressway and relevant matters was considered and approved at the extraordinary general meeting of the Company held on 30 October 2017. According to the reply on approval of the project from the Sichuan Provincial Development and Reform Commission, the total mileage of the project was 138.41km, and the estimated total investment was approximately RMB23.133 billion. According to the opinion on approval of the project from the Ministry of Transport, the total mileage of the project was 130 km , and the estimated total investment was approximately RMB22.16 billion. Upon completion of the project, it will help ease the traffic pressure on Chengle Expressway, and improve the overall traffic capacity and service level of the Chengle Expressway. On 27 November 2019, the trial section of the Chengle Expressway expansion construction project (Meishan–Qinglong) completed its established tasks and achieved two-way traffic; on 18 December 2019, Xinqinglong toll collection station of Chengle Expressway was officially opened to traffic. From the commencement date of construction to 30 September 2020, an accumulated investment of approximately RMB3.536 billion had been invested in the Chengle Expressway Expansion Construction Project.

2. *Real Estate Projects in Chengbei New Town of Renshou County*

On 30 January 2013, the proposal in relation to participation in the bidding for the land use rights of three state-owned construction land parcels in Chengbei New Town, Renshou County, Meishan City, Sichuan Province for the investment and development of real estate projects was considered and approved by the Office of the General Manager of the Company. On 22 February 2013, the Company won the bid for the land use rights of such land parcels involving a total site area of 235,558.10 sq.m. at an aggregate consideration of RMB920.16 million. In May 2013, Renshou Landmark Company was established to take full charge of the development and construction of the real estate project in Chengbei New Town, Renshou County. On 15 May 2014, Renshou Landmark Company won the bid for the land use rights of five state-owned construction land parcels (with a total site area of 194,810.52 sq.m.) in Chengbei New Town at an aggregate consideration of RMB787.1 million.

At present, the sale and delivery of the Project Beichengshidai (phase one) generally comes to an end; as at 30 September 2020, the accumulated sales revenue from phase one amounted to RMB532.5442 million; and the construction of Parcel A of Beichengshidai (phase two) is progressing steadily and good results were achieved in sales, Parcel C began to be sold to the public, and the bidding work for Parcel B has been completed and its development and construction will be started soon. During the Reporting Period, and the sales proceeds received from the Parcel A and C of phase two amounted to RMB0.516 billion, ***which has not been recognized as revenue.***

Name of project	Location	Commencement date	Progress of completion	Completion time	Purpose	Land and floor area	Percentage held by the Group
Beichengshidai (phase one)	Central Business Avenue, Wenlin Town, Renshou County	31 October 2014	Completed	December 2017	Residential, commercial and parking spaces	Land area: 34,167.31 sq.m.; Construction area: 195,883.43 sq.m.	91%
Beichengshidai (phase two) Parcel A	Central Business Avenue, Wenlin Town, Renshou County	18 May 2018	97%	December 2020 (Forecast)	Residential, commercial and parking spaces	Land area: 64,882.22 sq.m.; Construction area: 289,276.7 sq.m.	91%
Beichengshidai (phase two) Parcel C	Central Business Avenue, Wenlin Town, Renshou County	24 June 2019	38.73%	December 2021 (Forecast)	Residential, commercial and parking spaces	Land area: 34,381.58 sq.m.; Construction area: 180,780.32 sq.m.	91%

3. Tianqiong Expressway BOT Project

On 30 October 2019, the resolution in relation to the investment in the project of Chengdu Tianfu New Area to Qionglai Expressway was considered and approved by the Board of the Company. The consortium established by the Company and Road & Bridge International Co., Ltd. (“**Road & Bridge International**”) participated in bidding for the project of Tianfu New Area to Qionglai Expressway and won the tender. The total length of the project is approximately 42 kilometers with an estimated total investment amount of approximately RMB8.685 billion.

On 4 March 2020, Sichuan Chengqiongya Expressway Company Limited was established in Qionglai of Sichuan Province as a project company to take charge of the investment, construction and operation of Tianqiong Expressway, with the registered capital of approximately RMB1.737 billion, of which the Company contributed RMB1.42434 billion. From the commencement date of construction to 30 September 2020, an accumulated investment of approximately RMB210 million had been invested in the Tianqiong Expressway Project.

4. *Chengren Expressway Has Obtained Formal Approval for Receipt and Collection of Toll fare*

Chengren Section of ChengZiLuChi Expressway under Chengren Branch, starting from Chengdu Ring Expressway Jiangjia and ending at Zhichanggou at the boundary of Renshou County and Weiyuan County, Neijiang City, has a total length of approximately 106.613km. The project, with a total investment amounting to RMB7.696 billion, commenced construction in October 2009, was completed and opened to traffic in September 2012, and was successfully completed and submitted for acceptance inspection in August 2018.

In September 2012, upon approval by Sichuan Provincial Government, and pursuant to the Approval Regarding Trial Receipt and Collection of Toll Fare of Chengdu-Meishan (Renshou) Section of ChengZiLuChi Expressway (Chuanjiaofa [2012] No. 62) (關於成自瀘赤高速公路成都至眉山(仁壽)段試行收取車輛通行費的批復(川交發[2012]62號)) issued by Department of Transportation of Sichuan Province (四川省交通廳) and Sichuan Provincial Development and Reform Commission, Chengren Section was granted the provisional rights to receive and collect toll fare as an operational expressway from 18 September 2012. In October 2020, upon approval by Sichuan Provincial Government, and pursuant to the Approval Regarding Formal Receipt and Collection of Toll Fare of Chengdu-Meishan (Renshou) Section of ChengZiLuChi Expressway (Chuanjiaofa [2020] No. 19)(關於成自瀘赤高速公路成都至眉山(仁壽)段正式收取車輛通行費的批復(川交發[2020] 19號)) issued by Department of Transportation of Sichuan Province and Sichuan Provincial Development and Reform Commission, Chengren Section was granted the formal rights to receive and collect toll fare as an operational expressway for a period from 18 September 2012 to 15 July 2042, totalling 29 years and 300 days. The toll standard is based on the “Approval Regarding Trial Receipt and Collection of Toll Fare of Chengdu-Meishan (Renshou) Section of ChengZiLuChi Expressway”

(Chuanjiaofa [2012] No. 62)(關於成自瀘赤高速公路成都至眉山(仁壽)段試行收取車輛通行費的批復(川交發[2012]62號)) and the “Notice on Adjustment to Operational Expressways’ Charging Method and Standard of Toll Fare in Sichuan Province” (Chuanjiaofa [2019] No. 53) (關於調整我省經營性高速公路車輛通行費計費方式及收費標準的通知(川交發[2019]53號)) issued by Department of Transportation of Sichuan Province and Sichuan Provincial Development and Reform Commission.

3.3 Undertaking matters not completed during the Reporting Period

☐ Applicable ☒ Not applicable

3.4 Warning and explanation on reasons for accumulated net profits from the beginning of the year to the end of the next reporting period may be recorded as loss or material change as compared to those of the corresponding period last year

☒ Applicable ☐ Not applicable

According to the Notice on the Extension of the Toll Period for Small Passenger Cars during the Spring Festival Holiday of 2020 (《關於延長2020年春節假期小型客車免費通行時段的通知》) and the Notice on the Extension of the Toll-free Period for Small Passenger Cars on Toll Roads during the Spring Festival Holiday (《關於延長春節假期收費公路免收小型客車通行費時段的通知》) issued by the Ministry of Transport, the toll-free policy for first-class passenger cars and buses during the Spring Festival holiday was extended to 24:00 on 8 February 2020. According to the Notice on Toll Free for Vehicles on Toll Roads during the Prevention and Control Period of Novel Coronavirus Pneumonia Epidemic (《關於新冠肺炎疫情防控期間免收收費公路車輛通行費的通知》) issued by the Ministry of Transport, all vehicles passing toll roads according to law are exempt from tolls from 00:00 on 17 February 2020 to the end of the epidemic prevention and control work. On 28 April, the Ministry of Transport issued the Announcement on Resumption of Toll Collection for Toll Roads (《關於恢復收費公路收費的公告》), according to which, the toll collection for toll roads (including toll bridges and tunnels) will be resumed from 00:00 on 6 May 2020. As the toll-free policy has had a significant impact on the Company’s operation, the accumulated net profits from the beginning of the year to the end of the next reporting period are expected to significantly decline as compared with those of the corresponding period of the previous year.

Company name **Sichuan Expressway Company Limited***
Legal Representative **Gan Yongyi**
Date **29 October 2020**

IV APPENDIX

4.1 Financial statements

Consolidated Balance Sheet

30 September 2020

Prepared by: Sichuan Expressway Company Limited*

Unit: yuan Currency: RMB Type of audit: unaudited

Item	Closing balance as at the end of the Reporting Period	Opening balance as at the beginning of this year
Current assets:		
Cash and bank balances	3,639,105,596.44	2,995,806,012.16
Balances with clearing companies		
Placements with banks and other financial institutions		
Held-for-trading financial assets	507,635.64	73,933,482.87
Derivative financial assets		
Bills receivable	51,508,329.66	25,822,570.73
Accounts receivable	389,041,949.43	469,433,509.55
Accounts receivable financing		
Prepayments	604,221,326.82	300,607,596.71
Premiums receivable		
Reinsurance accounts receivable		
Deposits receivable from reinsurance contracts		
Other receivables	366,170,987.07	193,183,919.09
Including: Interest receivable		103,316.59
Dividends receivable		
Purchases of resold financial assets		
Inventories	2,620,266,881.24	2,236,310,299.52
Contract assets	46,377,043.87	30,238,163.36
Assets classified as held for sale		
Non-current assets due within 1 year	1,285,355,344.82	1,394,423,359.45
Other current assets	173,065,706.97	126,375,558.46
Total current assets	9,175,620,801.96	7,846,134,471.90

Item	Closing balance as at the end of the Reporting Period	Opening balance as at the beginning of this year
Non-current assets:		
Loans and advances granted		
Debt investment		
Other debt investment		
Long-term receivables	2,802,399,259.72	2,663,686,148.57
Long-term equity investment	449,214,871.58	451,184,907.30
Investment in other equity instruments	293,735,126.20	372,789,125.08
Other non-current financial assets		
Investment properties	33,188,891.44	34,980,802.69
Fixed assets	589,509,596.07	651,484,154.37
Construction in progress	90,109,689.97	80,174,263.63
Productive biological assets		
Oil and gas assets		
Right-of-use assets	149,445,970.70	161,262,933.51
Intangible assets	25,815,726,887.46	25,380,778,612.31
Development expenses		
Goodwill		
Long-term deferred expenses	32,392,089.66	35,722,809.32
Deferred income tax assets	21,874,925.14	14,434,399.02
Other non-current assets	19,190,366.22	27,480,274.00
Total non-current assets	30,296,787,674.16	29,873,978,429.80
Total assets	39,472,408,476.12	37,720,112,901.70

Item	Closing balance as at the end of the Reporting Period	Opening balance as at the beginning of this year
Current liabilities:		
Short-term borrowings	1,974,812,241.79	500,000,000.00
Loans from central bank		
Placements from banks and other financial institutions		
Held-for-trading financial liabilities		
Derivative financial liabilities		
Bills payable		
Accounts payable	1,518,696,613.27	1,807,337,946.50
Advance receipts		
Contract liabilities	1,438,175,733.40	560,401,421.82
Disposal of repurchased financial assets		
Deposit taking and deposit in inter-bank market		
Customer deposits for trading in securities		
Customer deposits for underwriting securities		
Salaries payable	177,641,098.74	233,843,852.63
Taxes payable	111,797,747.54	85,157,430.75
Other payable	955,915,243.22	852,433,826.71
Including: Interest payable		59,141,278.03
Dividends payable	10,484,774.72	10,484,774.72
Fee and commission payable		
Reinsurance accounts payable		
Contract liabilities		
Liabilities classified as held for sale		
Non-current liabilities due within 1 year	3,652,270,357.37	3,041,803,538.84
Other current liabilities	69,513,384.49	70,696,789.84
Total current liabilities	9,898,822,419.82	7,151,674,807.09

Item	Closing balance as at the end of the Reporting Period	Opening balance as at the beginning of this year
Non-current liabilities:		
Reserve for insurance policies		
Long-term loans	11,912,529,147.87	11,721,504,898.01
Debentures payable	290,000,000.00	1,290,000,000.00
Including: Preference shares		
Perpetual bonds		
Lease liabilities	138,978,472.39	144,087,058.59
Long-term payables	179,337,451.07	156,353,173.89
Long-term salaries payable		
Estimated liabilities		
Deferred income	200,232,559.98	64,991,110.05
Deferred income tax liabilities	11,335,175.42	25,059,565.09
Other non-current liabilities	742,344,577.80	1,015,611,110.99
Total non-current liabilities	13,474,757,384.53	14,417,606,916.62
Total liabilities	23,373,579,804.35	21,569,281,723.71

Item	Closing balance as at the end of the Reporting Period	Opening balance as at the beginning of this year
Owners' equity (or shareholders' equity)		
Paid-up capital (or share capital)	3,058,060,000.00	3,058,060,000.00
Other equity instruments		
Including: Preference shares		
Perpetual bonds		
Capital reserve	1,853,919,904.05	1,853,919,904.05
Less: Treasury stock		
Other comprehensive income	24,912,399.02	90,625,846.91
Special reserve	11,738,793.62	8,469,884.95
Surplus reserve	5,819,764,733.58	5,819,764,733.58
General risk reserve	1,283,691.51	991,647.10
Undistributed profit	4,370,462,569.83	4,442,929,751.74
Total equity (or shareholders' equity) attributable to owners of the Company	<u>15,140,142,091.61</u>	<u>15,274,761,768.33</u>
Minority interests	958,686,580.16	876,069,409.66
Total owners' equity (or shareholders' equity)	<u>16,098,828,671.77</u>	<u>16,150,831,177.99</u>
Total liabilities and owners' equity (or shareholders' equity)	<u><u>39,472,408,476.12</u></u>	<u><u>37,720,112,901.70</u></u>

Legal representative:
Gan Yongyi

*Person in charge of
accounting:*
Guo Renrong

*Head of accounting
department:*
Wei Xu

Balance Sheet of the Company
30 September 2020

Prepared by: Sichuan Expressway Company Limited*

Unit: yuan Currency: RMB Type of audit: unaudited

Item	Closing balance as at the end of the Reporting Period	Opening balance as at the beginning of this year
Current assets:		
Cash and bank balances	2,743,481,202.84	2,290,680,964.74
Held-for-trading financial assets		73,346,000.00
Derivative financial assets		
Bills receivable		
Accounts receivable		
Accounts receivable financing		
Prepayments	2,088,548.75	4,809,957.75
Other receivables	1,501,319,834.53	1,541,149,177.00
Including: Interest receivable		
Dividends receivable	15,709,687.44	32,029,687.44
Inventories	196,561.46	196,561.46
Contract assets		
Assets classified as held for sale		
Non-current assets due within 1 year		
Other current assets	2,879,986.96	2,360,154.16
Total current assets	<u>4,249,966,134.54</u>	<u>3,912,542,815.11</u>

Item	Closing balance as at the end of the Reporting Period	Opening balance as at the beginning of this year
Non-current assets:		
Debt investment		
Other debt investment		
Long-term receivables	3,570,864,880.00	3,016,364,880.00
Long-term equity investment	7,676,013,514.13	7,284,119,020.21
Investment in other equity instruments	225,693,879.70	291,723,366.98
Other non-current financial assets		
Investment properties	25,903,437.67	27,245,711.71
Fixed assets	382,849,672.49	426,084,891.13
Construction in progress	20,705,542.60	19,307,328.87
Productive biological assets		
Oil and gas assets		
Right-of-use assets	71,530,095.79	73,226,546.09
Intangible assets	9,529,271,172.20	9,933,315,578.96
Development expenses		
Goodwill		
Long-term deferred expenses		
Deferred income tax assets	21,717,524.10	14,276,997.98
Other non-current assets	10,000,000.00	10,000,000.00
Total non-current assets	21,534,549,718.68	21,095,664,321.93
Total assets	25,784,515,853.22	25,008,207,137.04

Item	Closing balance as at the end of the Reporting Period	Opening balance as at the beginning of this year
Current liabilities:		
Short-term borrowings	1,952,312,241.79	500,000,000.00
Held-for-trading financial liabilities		
Bills payable		
Accounts payable	254,056,408.39	481,855,932.83
Advance receipts		
Contract liabilities	27,568,458.57	27,377,153.37
Salaries payable	96,739,279.16	128,835,375.73
Taxes payable	81,081,258.81	28,161,499.19
Other payables	2,370,259,017.05	2,018,524,261.96
Including: Interest payable		35,868,664.36
Dividends payable		
Liabilities classified as held for sale		
Non-current liabilities due within 1 year	2,677,549,678.75	2,446,706,385.34
Other current liabilities	1,588,915.95	9,242,708.74
Total current liabilities	7,461,155,258.47	5,640,703,317.16
Non-current liabilities:		
Long-term loans	2,429,696,664.63	2,701,701,271.79
Debentures payable	290,000,000.00	1,290,000,000.00
Including: Preference shares		
Perpetual bonds		
Lease liabilities	64,127,415.56	68,204,134.50
Long-term payables	150,000.00	
Long-term salaries payable		
Estimated liabilities		
Deferred income	200,028,167.50	64,871,110.05
Deferred income tax liabilities	4,547,125.91	15,064,726.50
Other non-current liabilities	16,314,588.92	18,353,912.52
Total non-current liabilities	3,004,863,962.52	4,158,195,155.36
Total liabilities	10,466,019,220.99	9,798,898,472.52

Item	Closing balance as at the end of the Reporting Period	Opening balance as at the beginning of this year
Owners' equity (or shareholders' equity):		
Paid-up capital (or share capital)	3,058,060,000.00	3,058,060,000.00
Other equity instruments		
Including: Preference shares		
Perpetual bonds		
Capital reserve	1,840,328,300.42	1,840,328,300.42
Less: Treasury stock		
Other comprehensive income	14,024,296.85	70,149,361.04
Special reserve		
Surplus reserve	5,409,009,209.42	5,409,009,209.42
Undistributed profit	4,997,074,825.54	4,831,761,793.64
Total owners' equity (or shareholders' equity)	<u>15,318,496,632.23</u>	<u>15,209,308,664.52</u>
Total liabilities and owners' equity (or shareholders' equity)	<u><u>25,784,515,853.22</u></u>	<u><u>25,008,207,137.04</u></u>

Legal representative:
Gan Yongyi

*Person in charge of
accounting:*
Guo Renrong

*Head of accounting
department:*
Wei Xu

Consolidated Income Statement

January to September 2020

Prepared by: Sichuan Expressway Company Limited*

Unit: yuan Currency: RMB Type of audit: unaudited

Item	Amount for the Period (July to September)	Amount for the previous period (July to September)	Amount for the period from the beginning of the year to the end of the Reporting Period (January to September)	Amount for the period from the beginning of last year to the end of reporting period of last year (January to September)
I. Total revenue from operations	1,526,200,098.05	1,597,806,525.61	3,298,781,739.52	4,679,105,040.42
Including: Operating revenue	1,526,200,098.05	1,597,806,525.61	3,298,781,739.52	4,679,105,040.42
Interest income			-	-
Premium earned			-	-
Fee and commission income			-	-
II. Total cost of operations	1,004,858,225.05	1,236,888,637.94	2,904,391,728.37	3,274,326,700.63
Including: Operating cost	766,440,960.14	991,064,806.25	2,193,613,806.80	2,526,832,133.47
Interest expenses				
Fee and commission expenses				
Surrender payment				
Net expenditure for compensation payments				
Net provision for insurance deposits				
Policyholder dividend expenses				
Reinsurance costs				
Tax and surcharges	7,126,579.00	5,458,191.44	14,611,327.19	16,636,568.21
Selling expenses	21,592,019.54	20,534,832.74	62,907,086.05	64,590,442.85
Administrative expenses	67,497,589.23	64,087,198.17	187,416,033.40	169,684,898.06
Research and development cost	-	-	-	-
Finance costs	142,201,077.14	155,743,609.34	445,843,474.93	496,582,658.04
Including: Interest cost	155,225,862.66	180,544,824.87	483,427,086.86	549,455,195.23
Interest income	12,714,316.84	24,866,268.20	38,445,799.00	54,354,616.02
Add: Other gains	7,105,726.86	7,010,954.67	11,882,761.14	11,617,020.03
Investment income (loss is represented by “-”)	14,215,390.59	6,664,195.03	33,891,806.89	25,816,980.88

Item	Amount for the Period (July to September)	Amount for the previous period (July to September)	Amount for the period from the beginning of the year to the end of the Reporting Period (January to September)	Amount for the period from the beginning of last year to the end of reporting period of last year (January to September)
Including: Gains from investment in associates and joint ventures	14,357,649.67	6,630,947.09	23,468,352.38	19,162,241.07
Derecognition of income from financial assets at amortised cost				
Gains from foreign currencies exchange (loss is represented by “-”)				
Gains from net exposure to hedging (loss is represented by “-”)				
Gains from fair value change (loss is represented by “-”)			2,955,465.37	–
Credit impairment losses (loss is represented by “-”)	5,180,436.62			
Asset impairment losses (loss is represented by “-”)	–	–	326,807.35	–
Gains from disposal of assets (loss is represented by “-”)	2,424,418.89	-305.10	2,425,008.53	-14,162.01
III. Operating profit (loss is represented by “-”)	550,267,845.96	374,592,732.27	445,871,860.43	1,442,198,178.69
Add: Non-operating income	9,753,505.32	9,715,886.56	22,655,963.48	19,153,690.14
Less: Non-operating expenses	1,719,869.76	2,797,508.65	4,421,304.31	11,878,300.18
IV. Total profit (total loss is represented by “-”)	558,301,481.52	381,511,110.18	464,106,519.60	1,449,473,568.65
Less: Income tax expenses	101,839,750.37	82,871,725.93	148,030,639.69	281,034,949.30

Item	Amount for the Period (July to September)	Amount for the previous period (July to September)	Amount for the period from the beginning of the year to the end of the Reporting Period (January to September)	Amount for the period from the beginning of last year to the end of reporting period of last year (January to September)
V. Net profit (net loss is represented by “-”)	456,461,731.15	298,639,384.25	316,075,879.91	1,168,438,619.35
(I) Items classified by continuing operations				
1. Net profit from continuing operations (net loss is represented by “-”)	456,461,731.15	298,639,384.25	316,075,879.91	1,168,438,619.35
2. Net profit from discontinued operation (net loss is represented by “-”)			-	-
(II) Items classified by attribution of ownership				
1. Net profit attributable to shareholders of the Company (net loss is represented by “-”)	430,687,711.93	286,567,838.01	264,211,462.50	1,117,248,734.57
2. Minority interests (net loss is represented by “-”)	25,774,019.22	12,071,546.24	51,864,417.41	51,189,884.78
VI. Net other comprehensive income after tax	1,491,096.51	2,769,179.16	-65,965,047.89	6,492,978.76
Net other comprehensive income after tax attributable to owners of the Company	1,491,096.51	2,769,179.16	-65,713,447.89	6,078,178.76
(I) Other comprehensive income that can not be reclassified to profit and loss	1,491,096.51	2,769,179.16	-65,713,447.89	6,078,178.76
1. Changes arising from the re-measurement of defined benefit plans				
2. Other comprehensive income under equity method that cannot be reclassified into profit and loss				
3. Changes in fair value of investment in other equity instruments	1,491,096.51	2,769,179.16	-65,713,447.89	6,078,178.76
4. Changes in fair value of the Company’s own credit risk				
(II) Other comprehensive income that will be reclassified to profit and loss				
1. Other comprehensive income that can be reclassified into profit and loss under equity method				
2. Changes in fair value of other debt investments				

Item	Amount for the Period (July to September)	Amount for the previous period (July to September)	Amount for the period from the beginning of the year to the end of the Reporting Period (January to September)	Amount for the period from the beginning of last year to the end of reporting period of last year (January to September)
3. Amount of financial assets reclassified into other comprehensive income				
4. Credit impairment provisions for other debt investment				
5. Reserves for cash flows hedges (effective part of gains and losses from cash flows hedges)				
6. Exchange differences from retranslation of financial statements				
7. Others				
Net other comprehensive income after tax attributable to minority shareholders	-	-	-251,600.00	414,800.00
VII. Total comprehensive income	457,952,827.66	301,408,563.41	250,110,832.02	1,174,931,598.11
Total comprehensive income attributable to owners of the Company	432,178,808.44	289,337,017.17	198,498,014.61	1,123,326,913.33
Total comprehensive income attributable to minority shareholders	25,774,019.22	12,071,546.24	51,612,817.41	51,604,684.78
VIII. Earnings per share:				
(I) Basic earnings per share (<i>RMB/share</i>)	0.1408	0.0937	0.0864	0.3653
(II) Diluted earnings per share (<i>RMB/share</i>)	0.1408	0.0937	0.0864	0.3653

Legal representative:
Gan Yongyi

*Person in charge of
accounting:*
Guo Renrong

*Head of accounting
department:*
Wei Xu

Income Statement of the Company

January to September 2020

Prepared by: Sichuan Expressway Company Limited*

Unit: yuan Currency: RMB Type of audit: unaudited

Item	Amount for the Period (July to September)	Amount for the previous period (July to September)	Amount for the period from the beginning of the year to the end of the Reporting Period (January to September)	Amount for the period from the beginning of last year to the end of reporting period of last year (January to September)
I. Operating revenue	830,710,249.88	819,381,710.55	1,581,587,878.43	2,344,555,884.04
Less: Operating cost	310,230,573.16	374,807,326.75	858,165,189.88	937,307,134.98
Tax and surcharges	3,201,370.61	3,210,745.74	6,676,187.66	9,376,809.67
Selling expenses			-	-
Administrative expenses	19,293,068.52	15,284,117.69	50,223,286.56	40,013,803.11
Research and development cost			-	-
Finance costs	48,972,779.83	64,151,708.54	152,066,541.37	191,915,237.02
Including: Interest cost	53,312,121.83	85,575,404.43	160,945,198.95	262,155,064.35
Interest income	3,497,153.36	22,713,493.73	8,180,767.53	73,468,447.66
Add: Other gains	7,040,068.24	7,010,954.67	11,757,756.24	11,593,903.29
Investment income (loss is represented by “-”)	8,129,215.44	34,890,646.92	39,245,263.66	49,470,079.83
Including: Gains from investment in associates and joint ventures	8,456,450.03	5,303,413.27	17,332,882.02	14,761,225.52
Derecognition of income from financial assets at amortised cost				
Gains from net exposure to hedging (loss is represented by “-”)				
Gains from changes in fair value (loss is represented by “-”)			3,044,510.08	-
Credit impairment losses (loss is represented by “-”)				
Asset impairment losses (loss is represented by “-”)	-	-	136,918.71	-
Gains from disposal of assets (loss is represented by “-”)	2,581,597.99	-	2,588,994.99	-13,302.00

Item	Amount for the Period (July to September)	Amount for the previous period (July to September)	Amount for the period from the beginning of the year to the end of the Reporting Period (January to September)	Amount for the period from the beginning of last year to the end of reporting period of last year (January to September)
II. Operating profit (loss is represented by “-”)	466,763,339.43	403,829,413.42	571,230,116.64	1,226,993,580.38
Add: Non-operating income	7,060,199.95	8,472,497.91	15,838,483.36	15,543,963.39
Less: Non-operating expenses	689,327.60	2,730,262.15	3,026,030.53	3,192,407.21
III. Total profit (total loss is represented by “-”)	473,134,211.78	409,571,649.18	584,042,569.47	1,239,345,136.56
Less: Income tax expenses	69,701,664.25	56,720,299.55	82,342,937.57	177,096,927.93
IV. Net profit (net loss is represented by “-”)	403,432,547.53	352,851,349.63	501,699,631.90	1,062,248,208.63
(I) Net profit from continuing operations (net loss is represented by “-”)	403,432,547.53	352,851,349.63	501,699,631.90	1,062,248,208.63
(II) Net profit from discontinued operation (net loss is represented by “-”)			-	-
V. Net other comprehensive income after tax	640,837.49	1,190,126.77	-56,125,064.19	3,784,957.11
(I) Other comprehensive income that can not be reclassified to profit and loss	640,837.49	1,190,126.77	-56,125,064.19	3,784,957.11
1. Changes arising from the re-measurement of defined benefit plans				
2. Other comprehensive income under equity method that cannot be reclassified into profit and loss				
3. Changes in fair value of investment in other equity instruments	640,837.49	1,190,126.77	-56,125,064.19	3,784,957.11
4. Changes in fair value of the Company’s own credit risk				

Item	Amount for the Period (July to September)	Amount for the previous period (July to September)	Amount for the period from the beginning of the year to the end of the Reporting Period (January to September)	Amount for the period from the beginning of last year to the end of reporting period of last year (January to September)
(II) Other comprehensive income that will be reclassified to profit and loss				
1. Other comprehensive income that can be reclassified into profit and loss under equity method				
2. Changes in fair value of other debt investments				
3. Amount of financial assets reclassified into other comprehensive income				
4. Credit impairment provisions for other debt investment				
5. Reserves for cash flows hedges				
6. Exchange differences from retranslation of financial statements				
7. Others				
VI. Total comprehensive income	404,073,385.02	354,041,476.40	445,574,567.71	1,066,033,165.74
VII. Earnings per share:				
(I) Basic earnings per share (RMB/share)	0.1319	0.1154	0.1641	0.3474
(II) Diluted earnings per share (RMB/share)	0.1319	0.1154	0.1641	0.3474
Legal representative: Gan Yongyi	Person in charge of accounting: Guo Renrong		Head of accounting department: Wei Xu	

Consolidated Cash Flow Statements

January to September 2020

Prepared by: Sichuan Expressway Company Limited*

Unit: yuan Currency: RMB Type of audit: unaudited

Item	Amount for the period from the beginning of the year to the end of Reporting Period (January to September)	Amount for the period from the beginning of last year to the end of reporting period of last year (January to September)
I. Cash flows from operating activities:		
Cash received from selling goods and rendering services	4,608,903,352.78	5,711,918,732.56
Net increase in deposits from customers and placements from banks and other financial institutions		
Net increase in borrowings from central bank		
Net increase in placements from other financial institutions		
Cash received from premiums of original insurance contracts		
Net cash received from reinsurance business		
Net increase in deposits from policy holders and investments		
Cash received from interest, handling charges and commissions		
Net increase in placements from banks and other financial institutions		
Net increase in repurchased business fund		
Net cash received from securities trading agency services		
Tax rebate received		
Other cash received relating to operating activities	252,765,962.47	144,997,482.79
Sub-total of cash inflow from operating activities	<u>4,861,669,315.25</u>	<u>5,856,916,215.35</u>

Item	Amount for the period from the beginning of the year to the end of Reporting Period (January to September)	Amount for the period from the beginning of last year to the end of reporting period of last year (January to September)
Cash paid for purchasing goods and receiving services	2,657,253,636.68	3,188,727,137.98
Net increase in loans and advances to customers		
Net increase in placements with central bank and other financial institutions		
Cash paid for claims on original insurance contracts		
Net increase in placements with banks and other financial institutions		
Cash payment for interest, fees and commissions		
Cash payment for policy holder dividend		
Cash paid to and on behalf of employees	612,071,547.75	528,849,279.35
Taxes and surcharges paid	249,071,877.04	415,997,457.79
Other cash paid relating to operating activities	68,693,316.47	269,169,308.89
Sub-total of cash outflow from operating activities	<u>3,587,090,377.94</u>	<u>4,402,743,184.01</u>
Net cash flows from operating activities	<u><u>1,274,578,937.31</u></u>	<u><u>1,454,173,031.34</u></u>

Item	Amount for the period from the beginning of the year to the end of Reporting Period (January to September)	Amount for the period from the beginning of last year to the end of reporting period of last year (January to September)
II. Cash flows from investing activities:		
Cash received from disposal of investments	89,408,528.93	150,029,423.66
Cash received from return on investments	31,160,829.40	44,263,841.01
Net cash received from disposal of fixed assets, intangible assets and other long- term assets	3,418,132.08	1,661,929.68
Net cash received from disposal of subsidiaries and other business entities		
Other cash received relating to investing activities	90,182,295.82	1,020,914,980.18
Sub-total of cash inflow from investing activities	214,169,786.23	1,216,870,174.53
Cash paid for acquisition of fixed assets, intangible assets and other long-term assets	1,300,168,017.30	850,032,492.60
Cash paid for investment	241,185.47	110,890,893.45
Net increase in pledged loans		
Net cash paid for acquisition of subsidiaries and other business entities		
Other cash paid relating to investing activities	42,038,772.63	78,510,791.68
Sub-total of cash outflow from investing activities	1,342,447,975.40	1,039,434,177.73
Net cash flows from investing activities	-1,128,278,189.17	177,435,996.80

Item	Amount for the period from the beginning of the year to the end of Reporting Period (January to September)	Amount for the period from the beginning of last year to the end of reporting period of last year (January to September)
III. Cash flows from financing activities:		
Cash received from investments	44,000,000.00	
Including: Cash received by subsidiaries from minority shareholders', investment	22,000,000.00	
Cash received from borrowings	3,748,788,092.00	1,292,300,000.00
Other cash received relating to financing activities	29,990.00	320,220.23
Sub-total of cash inflow from financing activities	3,792,818,082.00	1,292,620,220.23
Cash paid for repayment of liabilities	2,702,384,378.35	1,759,940,660.54
Cash paid for dividends, profits distribution or interest repayment	623,528,344.29	905,473,227.44
Including: Dividend and profit paid by subsidiaries to minority shareholders	16,175,681.78	3,254,743.10
Other cash paid relating to financing activities	17,902,024.31	15,209,537.34
Sub-total of cash outflow from financing activities	3,343,814,746.95	2,680,623,425.32
Net cash flows from financing activities	449,003,335.05	-1,388,003,205.09

Item	Amount for the period from the beginning of the year to the end of Reporting Period (January to September)	Amount for the period from the beginning of last year to the end of reporting period of last year (January to September)
IV. Effect on cash and cash equivalents due to change in foreign currency exchange rate		
V. Net increase in cash and cash equivalents	595,304,083.19	243,605,823.05
Add: Balance of cash and cash equivalents at the beginning of the period	2,951,704,446.98	3,657,420,378.10
VI. Balance of cash and cash equivalents at the end of the period	3,547,008,530.17	3,901,026,201.15
<i>Legal representative:</i> Gan Yongyi	<i>Person in charge of accounting:</i> Guo Renrong	<i>Head of accounting department:</i> Wei Xu

Cash Flow Statements of the Company

January to September 2020

Prepared by: Sichuan Expressway Company Limited*

Unit: yuan Currency: RMB Type of audit: unaudited

Item	Amount for the period from the beginning of the year to the end of Reporting Period (January to September)	Amount for the period from the beginning of last year to the end of reporting period last year (January to September)
I. Cash flows from operating activities:		
Cash received from selling goods and rendering services	1,458,682,061.81	2,273,454,562.07
Tax rebate received		
Other cash received relating to operating activities	1,399,569,958.31	4,776,334,869.10
Sub-total of cash inflow from operating activities	<u>2,858,252,020.12</u>	<u>7,049,789,431.17</u>
Cash paid for purchasing goods and receiving services	326,662,354.62	308,810,949.46
Cash paid to and on behalf of employees	369,039,200.29	317,308,509.59
Taxes and surcharges paid	94,746,553.33	215,567,647.48
Other cash paid relating to operating activities	895,042,049.33	3,559,892,567.40
Sub-total of cash outflow from operating activities	<u>1,685,490,157.57</u>	<u>4,401,579,673.93</u>
Net cash flows from operating activities	<u><u>1,172,761,862.55</u></u>	<u><u>2,648,209,757.24</u></u>

Item	Amount for the period from the beginning of the year to the end of Reporting Period (January to September)	Amount for the period from the beginning of last year to the end of reporting period last year (January to September)
II. Cash flows from investing activities:		
Cash received from disposal of investments	80,701,819.31	150,000,000.00
Cash received from return on investments	58,966,823.55	70,758,199.91
Net cash received from disposal of fixed assets, intangible assets and other long-term assets	2,740,372.00	280,367.84
Net cash received from disposal of subsidiaries and other business entities		
Other cash received relating to investing activities	268,740,658.02	945,011,030.74
Sub-total of cash inflow from investing activities	<u>411,149,672.88</u>	<u>1,166,049,598.49</u>
Cash paid for acquisition of fixed assets, intangible assets and other long-term assets	46,767,712.63	50,005,886.60
Cash paid for investment	200,000,000.00	310,000,000.00
Net cash paid for acquisition of subsidiaries and other business entities		
Other cash paid relating to investing activities	701,500,000.00	1,299,136,142.13
Sub-total of cash outflow from investing activities	<u>948,267,712.63</u>	<u>1,659,142,028.73</u>
Net cash flows from investing activities	<u><u>-537,118,039.75</u></u>	<u><u>-493,092,430.24</u></u>

Item	Amount for the period from the beginning of the year to the end of Reporting Period (January to September)	Amount for the period from the beginning of last year to the end of reporting period last year (January to September)
III. Cash flows from financing activities:		
Cash received from investments		
Cash received from borrowings	2,360,000,000.00	500,000,000.00
Other cash received relating to financing activities		
Sub-total of cash inflow from financing activities	<u>2,360,000,000.00</u>	<u>500,000,000.00</u>
Cash paid for repayment of liabilities	2,060,000,000.00	1,262,244,376.28
Cash paid for dividends, profits distribution or interest repayment	482,972,584.70	550,911,952.49
Other cash paid relating to financing activities		
Sub-total of cash outflow from financing activities	<u>2,542,972,584.70</u>	<u>1,813,156,328.77</u>
Net cash flows from financing activities	<u><u>-182,972,584.70</u></u>	<u><u>-1,313,156,328.77</u></u>
IV. Effect on cash and cash equivalents due to change in foreign currency exchange rate		
V. Net increase in cash and cash equivalent	452,671,238.10	841,960,998.23
Add: Balance of cash and cash equivalent at the beginning of the period	2,290,641,964.74	2,053,538,186.03
VI. Balance of cash and cash equivalent at the end of the period	2,743,313,202.84	2,895,499,184.26
<i>Legal representative:</i> Gan Yongyi	<i>Person in charge of accounting:</i> Guo Renrong	<i>Head of accounting department:</i> Wei Xu

4.2 Adjustments to the relevant items of financial statements at the beginning of the year upon the first adoption of new financial instrument standards, new revenue standards and new lease standards

☐ Applicable ☒ Not applicable

4.3 Retroactive adjustments to comparative information of previous period upon first adoption of new financial instrument standards and new lease standards

☐ Applicable ☒ Not applicable

4.4 Auditor's reports

☐ Applicable ☒ Not applicable

This announcement is published in both Chinese and English languages. In case of any discrepancy, the Chinese version shall prevail.

By order of the Board
Sichuan Expressway Company Limited*
Zhang Yongnian
Company Secretary

Chengdu, Sichuan, the PRC
29 October 2020

As at the date of this announcement, the Board comprises Mr. Gan Yongyi (Chairman), Mr. Li Wenhui (Vice Chairman), Madam Ma Yonghan, Mr. You Zhiming and Mr. He Zhuqing as executive Directors, Mr. Yang Guofeng (Vice Chairman) and Mr. Li Chengyong as non-executive Directors, and Madam Liu Lina, Mr. Gao Jinkang, Mr. Yan Qixiang and Madam Bu Danlu as independent non-executive Directors.

* For identification purpose only