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中國中車股份有限公司
CRRC CORPORATION LIMITED

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

(Stock code: 1766)

2023 FIRST QUARTERLY REPORT

This announcement is made pursuant to Rules 13.09(2) and 13.10B of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the “**Hong Kong Stock Exchange**”) and the inside information provisions under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong).

The 2023 first quarterly report of CRRC Corporation Limited (the “**Company**” or “**CRRC**”, together with its subsidiaries, the “**Group**”) is set out below. The financial report is prepared in accordance with the Accounting Standards for Business Enterprises of the PRC and is unaudited.

By order of the Board
CRRC Corporation Limited
Sun Yongcai
Chairman

Beijing, the PRC
28 April 2023

As at the date of this announcement, the executive directors of the Company are Mr. Sun Yongcai, Mr. Lou Qiliang and Mr. Wang An; the non-executive director is Mr. Jiang Renfeng; and the independent non-executive directors are Mr. Shi Jianzhong, Mr. Weng Yiran and Mr. Ngai Ming Tak.

IMPORTANT NOTICE

The Board and the Supervisory Committee of the Company and its Directors, Supervisors and Senior Management warrant that there are no false representations, misleading statements contained in or material omissions from this quarterly report and they will assume joint and several legal liabilities for the truthfulness, accuracy and completeness of the contents disclosed herein.

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

WHETHER THE FIRST QUARTERLY FINANCIAL STATEMENTS OF THE COMPANY HAVE BEEN AUDITED

Yes No

I. MAJOR FINANCIAL INFORMATION

(I) Principal accounting data and financial indicators

Unit: RMB'000 Currency: RMB

Items	The reporting period	Increase/decrease in the reporting period compared with the same period of last year (%)
Revenue	32,378,659	5.65
Net profit attributable to shareholders of the Company	615,327	180.01
Net profit excluding extraordinary gain and loss attributable to shareholders of the Company	203,580	—
Net cash flow from operating activities	-7,232,528	—
Basic earnings per share (RMB/share)	0.02	100.00
Diluted earnings per share (RMB/share)	0.02	100.00
Return on weighted average net assets (%)	0.40	Increased by 0.25 percentage point
	As at the end of the reporting period	As at the end of last year
	As at the end of the reporting period	Change as at the end of the reporting period as compared to the end of last year (%)
Total assets	448,389,293	442,140,146
Owners' equity attributable to shareholders of the listed company	155,670,516	155,041,322
		1.41
		0.41

Note: “The reporting period” refers to the three-month period from the beginning of this quarter to the end of this quarter, hereinafter.

(II) Non-recurring gain and loss items and amounts

Unit: RMB'000 Currency: RMB

	Amount for the reporting period
Non-recurring gain and loss items	
Profit or loss on disposal of non-current assets	13,765
Government grants recognised in profit or loss (excluding grants which are closely related to the Company's business and are either in fixed amounts or determined under quantitative methods in accordance with the national standard)	334,287
Changes in fair value of financial assets and liabilities held for trading and derivative financial assets and liabilities, and disposal of financial assets and liabilities held for trading, derivative financial assets and liabilities and other debt investments, other than those held for effective hedging related to normal operations	147,077
Write back of the provision for impairment of receivables and contractual assets that are individually tested for impairment	18,574
Other non-operating income and expenses besides items above	56,891
Other profit and loss items that meet the definition of non-recurring profit and loss	56,179
Less: effect on income tax	112,684
Effect on minority shareholders' interests (after tax)	<u>102,342</u>
Total	<u><u>411,747</u></u>

Reason for defining items as non-recurring gain or loss items according to Information Disclosure and Presentation Rules for Companies Making Public Offering of Securities No.1 – Non-recurring Gain or Loss, and reasons for defining non-recurring gain or loss items illustrated in information Disclosure and Presentation Rules for Companies Making Public Offering of Securities No. 1 – Non-recurring Gain or Loss as recurring gain or loss items should be specified.

Applicable √ Not applicable

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

√ Applicable Not applicable

Note: The current period in the analysis below refers to the period from January to March 2023.

1. Debt investments increased by 624.50%, mainly due to the increase in the interbank negotiable certificates of deposit reserved by CRRC Finance Co., Ltd. (“**Finance Company**”) under the Company during the current period.
2. Tax payable decreased by 60.65%, mainly due to the payment of various taxes and fees by the Company during the current period.
3. Other current liabilities increased by 274.82%, mainly due to the issuance of super short-term financing bills during the current period.
4. Investment income increased as compared to the corresponding period of the previous year, mainly due to the increase in income from long-term equity investments accounted for using the equity method during the current period.
5. Net profit attributable to shareholders of the Company increased by 180.01% as compared to the corresponding period of the previous year, mainly due to the increase in product sales in the current period as compared to the corresponding period of the previous year and certain changes in the product mix.
6. Net cash flow from operating activities was a net outflow of RMB7.233 billion, representing a decrease of RMB1.785 billion in net outflow as compared with the corresponding period of the previous year, mainly due to the increase in cash receipts from sale of goods and rendering of services during the current period as compared with the corresponding period of the previous year.
7. Net cash flow from investment activities was a net outflow of RMB5.124 billion, representing a decrease of RMB515 million in net outflow as compared with the corresponding period of the previous year, mainly due to the increase in cash received from investment recovery during the current period as compared to the corresponding period of the previous year.
8. Net cash flow from financing activities was a net inflow of RMB5.388 billion, representing an increase of RMB1.563 billion in net inflow as compared with the corresponding period of the previous year, mainly due to the increase in cash received from issuance of bonds during the current period compared to the corresponding period of the previous year.

Revenue increased by 5.65% as compared to the corresponding period of the previous year, mainly due to the increase in the delivery of railway equipment business. The railway equipment business, urban rail transit vehicle and urban infrastructure business, new industry business and modern service business accounted for 26.69%, 22.58%, 46.63% and 4.10% of the revenue, respectively.

Details are as follows:

Unit: RMB'000 Currency: RMB

Segment business	January – March 2023	Revenue For the same period of last year	Increase/ decrease	Increase/ decrease percentage
Railway equipment	8,640,972	5,349,343	3,291,629	61.53%
Urban rail transit vehicle and urban infrastructure	7,310,158	11,107,957	-3,797,799	-34.19%
New industry	15,100,401	12,613,468	2,486,933	19.72%
Modern service	1,327,127	1,576,733	-249,606	-15.83%
Total	32,378,659	30,647,501	1,731,158	5.65%

Revenue from railway equipment business increased by 61.53% as compared with the same period of last year, mainly due to the increase in revenue from MUs and freight wagon businesses. Among these, revenue from locomotive business was RMB2.559 billion, revenue from passenger carriage business was RMB171 million, revenue from MUs business was RMB3.732 billion, and revenue from freight wagon business was RMB2.179 billion.

Revenue from urban rail transit and urban infrastructure business decreased by 34.19% as compared with the same period of last year, mainly due to the decrease in revenue in the urban rail transit vehicle business during the current period.

Operating income from new industry business increased by 19.72% as compared with the same period of last year, mainly due to the increase in revenue from energy storage systems, new materials and other products during the current period.

Operating income from modern service business decreased by 15.83% as compared with the same period of last year, mainly due to the decrease in revenue from the logistics business and the leasing business during the current period.

From January to March 2023, the Company entered into new contracts in the value of approximately RMB61.1 billion (of which, contracted sales generated by the international business contracts amounted to approximately RMB18.4 billion).

II. SHAREHOLDER INFORMATION

(I) Number of shareholders of ordinary shares and shareholders of preference shares with voting rights resumed and shareholdings of the top ten shareholders

Unit: Shares

Total number of shareholders of ordinary shares as at the end of the reporting period ^{Note 1}	625,965	Total number of shareholders of preference shares with voting rights resumed as at the end of the reporting period (if any)	–
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Particulars of shareholdings of the top ten shareholders

Name of shareholders	Nature of shareholders	Number of shares held	Percentage of shareholding (%)	Number of shares held subject to trading moratorium	Pledged, marked or frozen Status of shares	Number
CRRC GROUP Co., Ltd. ^{Note 2}	State-owned legal person	14,558,389,450	50.73	0	Nil	0
HKSCC NOMINEES LIMITED ^{Note 3}	Overseas legal person	4,357,565,803	15.18	0	Unknown	–
Hong Kong Securities Clearing Company Limited	Overseas legal person	749,425,529	2.61	0	Unknown	–
China Securities Finance Corporation Limited (中國證券金融股份有限公司)	State-owned legal person	605,663,637	2.11	0	Unknown	–
Central Huijin Asset Management Ltd. (中央匯金資產管理有限責任公司)	State-owned legal person	298,064,400	1.04	0	Unknown	–
Bosera Funds – Agricultural Bank of China – Bosera China Securities and Financial Assets Management Plan (博時基金 - 農業銀行 - 博時中證金融資產管理計劃)	Unknown	234,982,900	0.82	0	Unknown	–
E Fund – Agricultural Bank of China – E Fund China Securities and Financial Assets Management Plan (易方達基金 - 農業銀行 - 易方達中證金融資產管理計劃)	Unknown	234,982,900	0.82	0	Unknown	–
Dacheng Fund – Agricultural Bank of China – Dacheng China Securities and Financial Assets Management Plan (大成基金 - 農業銀行 - 大成中證金融資產管理計劃)	Unknown	234,982,900	0.82	0	Unknown	–

Name of shareholders	Nature of shareholders	Number of shares held	Percentage of shareholding (%)	Number of shares held subject to trading moratorium	Pledged, marked or frozen Status of shares	Number
Harvest Fund – Agricultural Bank of China – Harvest China Securities and Financial Assets Management Plan (嘉實基金 - 農業銀行 - 嘉實中證金融資產管理計劃)	Unknown	234,982,900	0.82	0	Unknown	–
GF Fund – Agricultural Bank of China – GF China Securities and Financial Assets Management Plan (廣發基金 - 農業銀行 - 廣發中證金融資產管理計劃)	Unknown	234,982,900	0.82	0	Unknown	–
Zhong'ou Asset – Agricultural Bank of China – Zhong'ou China Securities and Financial Assets Management Plan (中歐基金 - 農業銀行 - 中歐中證金融資產管理計劃)	Unknown	234,982,900	0.82	0	Unknown	–
China AMC – Agricultural Bank of China – China AMC China Securities and Financial Assets Management Plan (華夏基金 - 農業銀行 - 華夏中證金融資產管理計劃)	Unknown	234,982,900	0.82	0	Unknown	–
Yinhua Fund – Agricultural Bank of China – Yinhua China Securities and Financial Assets Management Plan (銀華基金 - 農業銀行 - 銀華中證金融資產管理計劃)	Unknown	234,982,900	0.82	0	Unknown	–
China Southern Asset Management – Agricultural Bank of China – China Southern Asset Management China Securities and Financial Assets Management Plan (南方基金 - 農業銀行 - 南方中證金融資產管理計劃)	Unknown	234,982,900	0.82	0	Unknown	–
ICBCCS Fund – Agricultural Bank of China – ICBCCS China Securities and Financial Assets Management Plan (工銀瑞信基金 - 農業銀行 - 工銀瑞信中證金融資產管理計劃)	Unknown	234,982,900	0.82	0	Unknown	–

Particulars of shareholdings of the top ten shareholders not subject to trading moratorium

Name of shareholders	Number of tradable shares held not subject to trading moratorium	Class and number of shares	
		Class	Number
CRRC GROUP Co., Ltd. ^{Note 2}	14,558,389,450	Ordinary shares dominated in RMB	14,558,389,450
HKSCC NOMINEES LIMITED ^{Note 3}	4,357,565,803	Overseas listed foreign invested shares	4,357,565,803
Hong Kong Securities Clearing Company Limited	749,425,529	Ordinary shares dominated in RMB	749,425,529
China Securities Finance Corporation Limited (中國證券金融股份有限公司)	605,663,637	Ordinary shares dominated in RMB	605,663,637
Central Huijin Asset Management Ltd. (中央匯金資產管理有限責任公司)	298,064,400	Ordinary shares dominated in RMB	298,064,400
Bosera Funds – Agricultural Bank of China – Bosera China Securities and Financial Assets Management Plan (博時基金 - 農業銀行 - 博時中證金融資產管理計劃)	234,982,900	Ordinary shares dominated in RMB	234,982,900
E Fund – Agricultural Bank of China – E Fund China Securities and Financial Assets Management Plan (易方達基金 - 農業銀行 - 易方達中證金融資產管理計劃)	234,982,900	Ordinary shares dominated in RMB	234,982,900
Dacheng Fund – Agricultural Bank of China – Dacheng China Securities and Financial Assets Management Plan (大成基金 - 農業銀行 - 大成中證金融資產管理計劃)	234,982,900	Ordinary shares dominated in RMB	234,982,900
Harvest Fund – Agricultural Bank of China – Harvest China Securities and Financial Assets Management Plan (嘉實基金 - 農業銀行 - 嘉實中證金融資產管理計劃)	234,982,900	Ordinary shares dominated in RMB	234,982,900
GF Fund – Agricultural Bank of China – GF China Securities and Financial Assets Management Plan (廣發基金 - 農業銀行 - 廣發中證金融資產管理計劃)	234,982,900	Ordinary shares dominated in RMB	234,982,900
Zhong'ou Asset – Agricultural Bank of China – Zhong'ou China Securities and Financial Assets Management Plan (中歐基金 - 農業銀行 - 中歐中證金融資產管理計劃)	234,982,900	Ordinary shares dominated in RMB	234,982,900
China AMC – Agricultural Bank of China – China AMC China Securities and Financial Assets Management Plan (華夏基金 - 農業銀行 - 華夏中證金融資產管理計劃)	234,982,900	Ordinary shares dominated in RMB	234,982,900
Yinhua Fund – Agricultural Bank of China – Yinhua China Securities and Financial Assets Management Plan (銀華基金 - 農業銀行 - 銀華中證金融資產管理計劃)	234,982,900	Ordinary shares dominated in RMB	234,982,900
China Southern Asset Management – Agricultural Bank of China – China Southern Asset Management China Securities and Financial Assets Management Plan (南方基金 - 農業銀行 - 南方中證金融資產管理計劃)	234,982,900	Ordinary shares dominated in RMB	234,982,900
ICBCCS Fund – Agricultural Bank of China – ICBCCS China Securities and Financial Assets Management Plan (工銀瑞信基金 - 農業銀行 - 工銀瑞信中證金融資產管理計劃)	234,982,900	Ordinary shares dominated in RMB	234,982,900
Related party relationship or acting in concert among the above shareholders	N/A		
Top ten shareholders and top ten shareholders not subject to trading moratorium participating in margin trading and short selling and refinancing business, if any	N/A		

Note 1: As at the end of the reporting period, the Company has 623,261 holders of A shares and 2,704 registered holders of H shares.

Note 2: As of the end of the reporting period, CRRC GROUP Co., Ltd. in aggregate held 14,736,252,450 shares (including 14,558,389,450 A shares and 177,863,000 H shares), representing approximately 51.35% of the total number of issued shares of the Company.

Note 3: The H shares held by HKSCC NOMINEES LIMITED are held on behalf of various clients.

III. OTHER REMINDERS

Other important information that needs to be brought to the attention of investors in relation to the Company's operations during the reporting period

√ Applicable Not applicable

From January to March 2023, the Company newly issued super short-term financial bills of RMB7 billion, with RMB0 redeemed and a balance of RMB7 billion.

IV. QUARTERLY FINANCIAL STATEMENTS

(I) Type of Audit Opinion

Applicable √ Not applicable

(II) Financial Statement

Consolidated Balance Sheet

31 March 2023

Prepared by: CRRC Corporation Limited

Unit: RMB'000 Currency: RMB Type of Audit: Unaudited

Item	31 March 2023	31 December 2022
Current assets:		
Cash and bank balances	47,497,449	54,861,839
Held-for-trading financial assets	12,825,440	10,431,092
Bills receivable	20,033,274	19,579,587
Accounts receivable	83,591,990	88,987,037
Receivables at fair value through other comprehensive income	5,583,531	6,735,575
Prepayments	8,862,232	7,585,929
Other receivables	3,626,964	2,874,509
Inventories	74,600,339	63,136,015
Contract assets	24,659,942	25,148,513
Assets classified as held for sale	74,600	74,600
Non-current assets due within one year	6,399,491	6,019,677
Other current assets	5,467,234	5,020,677
Total current assets	<u>293,222,486</u>	<u>290,455,050</u>

Item	31 March 2023	31 December 2022
Non-current assets:		
Debt investments	1,712,445	236,361
Long-term receivables	11,092,448	11,343,189
Long-term equity investments	18,427,663	18,260,754
Investment in other equity instruments	2,723,122	2,692,227
Other non-current financial assets	213,023	215,903
Investment properties	1,019,421	809,758
Fixed assets	59,467,208	60,828,121
Construction in progress	4,480,218	4,111,596
Right-of-use assets	1,574,710	1,442,775
Intangible assets	15,930,264	16,103,044
Development expenditures	833,982	749,396
Goodwill	258,237	261,739
Long-term deferred expenses	264,956	279,395
Deferred tax assets	3,665,729	3,630,804
Other non-current assets	33,503,381	30,720,034
	<u>155,166,807</u>	<u>151,685,096</u>
Total non-current assets		
	<u>448,389,293</u>	<u>442,140,146</u>
Total assets		
Current liabilities:		
Short-term borrowings	13,261,890	13,627,730
Held-for-trading financial liabilities	37,509	40,547
Bills payable	28,337,118	27,691,303
Accounts payable	131,236,783	130,957,703
Receipts in advance	33,917	14,067
Contract liabilities	23,240,791	23,732,490
Deposits from banks and other financial institutions	2,625,175	3,153,979
Employee benefits payable	2,061,936	2,289,570
Tax payable	1,217,269	3,093,070
Other payables	15,451,860	13,864,172
Non-current liabilities due within one year	5,447,030	6,473,081
Other current liabilities	9,243,223	2,466,039
	<u>232,194,501</u>	<u>227,403,751</u>
Total current liabilities		

Item	31 March 2023	31 December 2022
Non-current liabilities:		
Long-term borrowings	6,396,157	6,096,122
Lease liabilities	1,284,209	1,150,855
Long-term payables	38,680	41,412
Long-term employee benefits payable	2,481,154	2,472,685
Provisions	7,273,730	7,369,015
Deferred income	6,218,955	6,233,688
Deferred tax liabilities	368,744	299,859
Other non-current liabilities	108,277	86,843
Total non-current liabilities	<u>24,169,906</u>	<u>23,750,479</u>
Total liabilities	<u><u>256,364,407</u></u>	<u><u>251,154,230</u></u>
Owners' equity (or shareholders' equity):		
Share capital	28,698,864	28,698,864
Capital reserve	41,333,927	41,353,278
Other comprehensive income	-654,509	-687,727
Special reserve	49,957	49,957
Surplus reserve	5,491,912	5,491,912
General risk reserve	693,662	693,662
Retained earnings	80,056,703	79,441,376
Total equity attributable to the owner of the parent company	<u>155,670,516</u>	<u>155,041,322</u>
Non-controlling interests	<u>36,354,370</u>	<u>35,944,594</u>
Total shareholders' equity	<u><u>192,024,886</u></u>	<u><u>190,985,916</u></u>
Total liabilities and owners' equity	<u><u>448,389,293</u></u>	<u><u>442,140,146</u></u>

Legal Representative:
Sun Yongcai

Chief Accountant:
Li Zheng

Head of Accounting Department:
Wang Jian

Consolidated Income Statement

January to March 2023

Prepared by: CRRC Corporation Limited

Unit: RMB'000 Currency: RMB Type of Audit: Unaudited

Item	First quarter of 2023	First Quarter of 2022
I. Total operating income	32,378,659	30,647,501
II. Total operating costs	31,771,235	30,223,133
Including: Operating costs	25,414,400	24,332,134
Taxes and surcharges	269,198	268,529
Selling expenses	1,291,175	1,113,262
Administrative expenses	2,579,288	2,573,503
Research and development expenses	2,077,306	1,881,440
Financial expenses	139,868	54,265
Add: Other income	332,197	291,686
Investment income/(loss)	184,206	-54,907
Including: Gains from investment in associates and joint ventures	131,042	-74,635
Gains from derecognition of financial assets measured at amortised cost	-6,249	-2,932
Gains from changes in fair value	122,816	118,963
Impairment losses under expected credit loss model	-49,570	24,146
Assets impairment losses	14,989	-62,789
Gains on disposal of assets	13,765	1,642
III. Operating profit	1,225,827	743,109
Add: Non-operating income	103,802	110,528
Less: Non-operating expenses	13,020	14,469
IV. Total profit	1,316,609	839,168
Less: Income tax expenses	271,467	289,486
V. Net profit	1,045,142	549,682
(I) Net profit classified by operating continuity		
1. Net profit from continuing operations	1,045,142	549,682
(II) Net profit classified by ownership		
1. Net profit attributable to shareholders of the parent company	615,327	219,751
2. Net profit attributable to non-controlling interests	429,815	329,931

Item	First quarter of 2023	First Quarter of 2022
VI. Other comprehensive income, net of income tax	27,430	-155,044
(I) Other comprehensive income attributable to shareholders of the parent company, net of income tax	33,218	-184,721
1. Items that will not be reclassified to profit or loss	17,780	-160,279
(1) Remeasurement of the changes in net liabilities or net assets of defined benefit plan	498	-
(2) Changes in fair value of investment in other equity instruments	17,282	-160,279
2. Items that may be reclassified to profit or loss	15,438	-24,442
(1) Other comprehensive income that will be reclassified into profit and loss under equity method	9,579	-4,345
(2) Changes in fair value of other debt investments	4,268	43,583
(3) Provision for credit impairment of other debt investments	-20	86
(4) Translation differences arising from translation of foreign currency financial statements	1,611	-63,766
(II) Other comprehensive income attributable to non-controlling interests, net of income tax	-5,788	29,677
VII. Total comprehensive income	1,072,572	394,638
(I) Total comprehensive income attributable to shareholders of the parent company	648,545	35,030
(II) Total comprehensive income attributable to non-controlling interests	424,027	359,608
VIII. Earnings per share		
(I) Basic earnings per share (RMB/share)	0.02	0.01
(II) Diluted earnings per share (RMB/share)	0.02	0.01

Legal Representative:
Sun Yongcai

Chief Accountant:
Li Zheng

Head of Accounting Department:
Wang Jian

Consolidated Cash Flow Statement

January to March 2023

Prepared by: CRRC Corporation Limited

Unit: RMB'000 Currency: RMB Type of Audit: Unaudited

Item	First quarter of 2023	First quarter of 2022
I. Cash flows from operating activities:		
Cash receipts from sale of goods and the rendering of services	40,435,749	38,271,223
Net increase in loans from other financial institutions	–	500,031
Receipts of tax refunds	680,776	414,908
Other cash receipts relating to operating activities	544,805	247,998
	<hr/>	<hr/>
Sub-total of cash inflows from operating activities	41,661,330	39,434,159
	<hr/> <hr/>	<hr/> <hr/>
Cash payments for goods purchased and services received	35,696,007	34,480,459
Net increase in loans and advances to customers	474,008	1,440,956
Net increase in deposits in the central bank and interbank deposits	–	86,042
Net decrease in deposits from banks and other financial institutions	528,804	1,358,991
Cash payments to and on behalf of employees	6,775,662	6,657,161
Payment of various taxes	3,254,724	2,504,976
Other cash payments relating to operating activities	2,164,653	1,923,188
	<hr/>	<hr/>
Sub-total of cash outflows from operating activities	48,893,858	48,451,773
	<hr/> <hr/>	<hr/> <hr/>
Net cash flow from operating activities	-7,232,528	-9,017,614

Item	First quarter of 2023	First quarter of 2022
II. Cash flows from investment activities:		
Cash receipts from recovery of investments	7,847,045	6,686,756
Cash receipts from investment income	76,324	142,840
Net cash receipts from disposal of fixed assets, intangible assets and other long-term assets	47,193	656,574
	<u>7,970,562</u>	<u>7,486,170</u>
Sub-total of cash inflows from investment activities	7,970,562	7,486,170
	<u>1,096,201</u>	906,831
Cash payments to acquire or construct fixed assets, intangible assets and other long-term assets	1,096,201	906,831
Cash payments to acquire investments	11,998,612	12,218,834
	<u>13,094,813</u>	<u>13,125,665</u>
Sub-total of cash outflows from investing activities	13,094,813	13,125,665
	<u>-5,124,251</u>	<u>-5,639,495</u>
Net cash flow used in investment activities	-5,124,251	-5,639,495

Item	First quarter of 2023	First quarter of 2022
III. Cash flows from financing activities:		
Cash receipts from capital contributions	687,027	128,684
Including: Cash receipts from capital contributions by non-controlling interests of subsidiaries	667,700	128,684
Cash receipts from borrowings	3,537,004	9,928,839
Cash receipts from bonds issuing	7,000,000	–
	<u>11,224,031</u>	<u>10,057,523</u>
Sub-total of cash inflows from financing activities	<u>11,224,031</u>	<u>10,057,523</u>
Cash repayment of borrowings	5,322,932	5,616,199
Cash paid for distribution of dividends, profit or settlement of interest expenses	454,128	551,796
Including: Payments for distribution of dividends or profit to non-controlling interests of subsidiaries	260,769	307,785
Other cash payments relating to financing activities	59,395	64,847
	<u>5,836,455</u>	<u>6,232,842</u>
Sub-total of cash outflows from financing activities	<u>5,836,455</u>	<u>6,232,842</u>
Net cash flow generated from financing activities	5,387,576	3,824,681
IV. Effects of foreign exchange rate changes on cash and cash equivalents	-29,876	-5,251
V. Net increase in cash and cash equivalents	-6,999,079	-10,837,679
Add: Opening balance of cash and cash equivalents	47,607,566	43,277,994
	<u>40,608,487</u>	<u>32,440,315</u>
VI. Closing balance of cash and cash equivalents	40,608,487	32,440,315

Legal Representative:
Sun Yongcai

Chief Accountant:
Li Zheng

Head of Accounting Department:
Wang Jian

Balance Sheet of the Parent Company

31 March 2023

Prepared by: CRRC Corporation Limited

Unit: RMB'000 Currency: RMB Type of Audit: Unaudited

Item	31 March 2023	31 December 2022
Current assets:		
Cash and bank balances	20,537,706	17,754,170
Accounts receivable	4,919	3,475
Prepayments	5,195	5,000
Other receivables	13,332,965	12,417,489
Non-current assets due within one year	4,702,151	1,532,475
Other current assets	1,334	365
Total current assets	<u>38,584,270</u>	<u>31,712,974</u>
Non-current assets:		
Long-term receivables	5,330,010	8,580,707
Long-term equity investments	110,705,655	110,620,363
Investment in other equity instruments	275,000	275,000
Fixed assets	16,645	18,234
Construction in progress	58,431	58,431
Right-of-use assets	31,386	34,523
Intangible assets	111,275	116,845
Other non-current assets	419,270	419,270
Total non-current assets	<u>116,947,672</u>	<u>120,123,373</u>
Total assets	<u>155,531,942</u>	<u>151,836,347</u>

Item	31 March 2023	31 December 2022
Current liabilities:		
Short-term borrowings	11,664,041	9,662,024
Accounts payable	9,768	9,768
Employee benefits payable	57,342	56,512
Taxes payable	–	3,383
Other payables	31,722,719	36,011,265
Non-current liabilities due within one year	1,585,434	2,583,764
Other current liabilities	7,000,000	–
	<u>52,039,304</u>	<u>48,326,716</u>
Total current liabilities	<u>52,039,304</u>	<u>48,326,716</u>
Non-current liabilities:		
Lease liabilities	26,898	24,221
	<u>26,898</u>	<u>24,221</u>
Total non-current liabilities	<u>26,898</u>	<u>24,221</u>
	<u>52,066,202</u>	<u>48,350,937</u>
Total liabilities	<u>52,066,202</u>	<u>48,350,937</u>
Owners' equity (or shareholders' equity):		
Share capital	28,698,864	28,698,864
Capital reserve	62,809,591	62,808,927
Other comprehensive income	-35,452	-45,031
Surplus reserve	5,491,912	5,491,912
Retained earnings	6,500,825	6,530,738
	<u>103,465,740</u>	<u>103,485,410</u>
Total shareholders' equity	<u>103,465,740</u>	<u>103,485,410</u>
	<u>155,531,942</u>	<u>151,836,347</u>
Total liabilities and shareholders' equity	<u>155,531,942</u>	<u>151,836,347</u>

Legal Representative:
Sun Yongcai

Chief Accountant:
Li Zheng

Head of Accounting Department:
Wang Jian

Income Statement of the Parent Company

January to March 2023

Prepared by: CRRC Corporation Limited

Unit: RMB'000 Currency: RMB Type of Audit: Unaudited

Item	First quarter of 2023	First quarter of 2022
I. Operating income	1,355	1,306
Less: Operating costs	1,012	1,012
Taxes and surcharges	1,851	1,066
Administrative expenses	45,308	40,280
Financial expenses	25,569	5,307
Add: Other income	1,041	1,667
Investment income/(loss)	41,431	-53,809
II. Operating profit	-29,913	-98,501
III. Total profit	-29,913	-98,501
IV. Net profit	-29,913	-98,501
(I) Net profit from continuing operations	-29,913	-98,501
V. Other comprehensive income, net of income tax	9,579	-4,345
(II) Items that may be reclassified to profit or loss	9,579	-4,345
1. Other comprehensive income recognised under equity method	9,579	-4,345
VI. Total comprehensive income	-20,334	-102,846

Legal Representative:
Sun Yongcai

Chief Accountant:
Li Zheng

Head of Accounting Department:
Wang Jian

Statement of Cash Flows of the Parent Company

January to March 2023

Prepared by: CRRC Corporation Limited

Unit: RMB'000 Currency: RMB Type of Audit: Unaudited

Items	First quarter 2023	First quarter 2022
I. Cash flows from operating activities:		
Receipts of tax refunds	1,041	1,667
Other cash receipts relating to operating activities	<u>467,457</u>	<u>1,575,869</u>
Sub-total of cash inflows from operating activities	<u>468,498</u>	<u>1,577,536</u>
Cash payments to and on behalf of employees	15,976	30,466
Payment of various taxes	6,748	9,289
Other cash payments relating to operating activities	<u>28,471</u>	<u>912,544</u>
Sub-total of cash outflows from operating activities	<u>51,195</u>	<u>952,299</u>
Net cash flow from operating activities	417,303	625,237
II. Cash flows from investment activities:		
Cash receipts from recovery of investments	3,560,220	6,532,262
Cash receipts from investment income	<u>1,830,714</u>	<u>2,421,477</u>
Sub-total of cash inflows from investing activities	<u>5,390,934</u>	<u>8,953,739</u>
Cash payments to acquire investments	<u>5,078,730</u>	<u>6,824,120</u>
Sub-total of cash outflows from investing activities	<u>5,078,730</u>	<u>6,824,120</u>
Net cash flow from investment activities	312,204	2,129,619

Items	First quarter 2023	First quarter 2022
III. Cash flows from financing activities:		
Cash receipts from borrowings	2,500,000	7,500,000
Cash receipts from other financing activities	<u>7,000,000</u>	<u>1,300,000</u>
Sub-total of cash inflows from financing activities	<u><u>9,500,000</u></u>	<u><u>8,800,000</u></u>
Cash repayments of borrowings	1,500,000	14,689,005
Cash payment for distribution of dividends or profits or settlement of interest expense	165,203	153,349
Other cash payments relating to financing activities	<u>5,772,644</u>	<u>-</u>
Sub-total of cash outflows from financing activities	<u><u>7,437,847</u></u>	<u><u>14,842,354</u></u>
Net cash flows from financing activities	2,062,153	-6,042,354
IV. Effects of foreign exchange rate changes on cash and cash equivalents	-800	-7,347
V. Net increase in cash and cash equivalents	2,790,860	-3,294,845
Add: Opening balance of cash and cash equivalents	<u>16,251,079</u>	<u>9,653,682</u>
VI. Closing balance of cash and cash equivalents	<u><u>19,041,939</u></u>	<u><u>6,358,837</u></u>

Legal Representative:
Sun Yongcai

Chief Accountant:
Li Zheng

Head of Accounting Department:
Wang Jian

(III) ADJUSTMENTS TO THE FINANCIAL STATEMENTS AT THE BEGINNING OF THE YEAR IN WHICH THE NEW ACCOUNTING STANDARDS ARE IMPLEMENTED FOR THE FIRST TIME SINCE 2023

Applicable Not applicable

Announcement is hereby given.

The Board of Directors of CRRC Corporation Limited
28 April 2023