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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 2019**

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 2019 prepared in accordance with the Accounting Standards for Business Enterprises of the PRC, as disclosed in Shanghai Clearing House (website: <http://english.shclearing.com>), Shanghai Stock Exchange (website: <http://english.sse.com.cn/>) and other websites.

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.

## I. BASIC INFORMATION OF THE COMPANY

### 1.1 Key financial data

*Unit: Yuan Currency: RMB*

	As at the end of the reporting period	As at the end of last year		Increase or decrease as at the end of the reporting period as compared with the end of last year (%)
		After adjustment	Before adjustment	
Total assets	52,288,978,143.86	49,069,001,366.16	49,030,983,416.00	6.56
Net assets attributable to shareholders of the listed company	9,394,121,787.21	10,158,694,356.36	10,152,648,726.48	-7.53
	<b>From the beginning of the year to the end of the reporting period (January to September)</b>	<b>From the beginning of last year to the end of the reporting period of last year (January to September)</b>		<b>Increase or decrease as compared to the same period of last year (%)</b>
		<b>After adjustment</b>	<b>Before adjustment</b>	
Net cash flow from operating activities	-806,050,054.23	-1,157,545,535.84	-1,146,592,740.99	30.37
	<b>From the beginning of the year to the end of the reporting period (January to September)</b>	<b>From the beginning of last year to the end of the reporting period of last year (January to September)</b>		<b>Increase or decrease as compared to the same period of last year (%)</b>
		<b>After adjustment</b>	<b>Before adjustment</b>	
Operating income	20,970,677,719.67	21,065,259,300.80	21,039,273,047.21	-0.45
Net profit attributable to shareholders of the listed company	22,050,225.58	252,830,722.67	251,059,698.24	-91.28
Net profit attributable to shareholders of the listed company after deduction of non-recurring gains or losses	12,261,547.24	246,497,437.05	244,726,412.62	-95.03
Weighted average returns on net assets (%)	-0.09	0.84	0.84	Decrease of 0.93 percentage point
Basic earnings per share (RMB/share)	-0.003	0.07	0.07	-104.29
Diluted earnings per share (RMB/share)	N/A	N/A	N/A	N/A

## I. BASIC INFORMATION OF THE COMPANY – Continued

### 1.1 Key financial data – Continued

#### *Items of non-recurring gains or losses and their amounts*

✓ Applicable    □ Not applicable

*Unit: Yuan Currency: RMB*

<b>Item</b>	<b>Amount for the period (July to September)</b>	<b>Amount from the beginning of the year to the end of the reporting period (January to September)</b>	<b>Explanation</b>
Gains or losses on disposal of non-current assets	148,290.11	-11,535,858.2	
Tax relief and reduction with approval exceeding authority or without formal approval documents or of non-recurring nature			
Government subsidies included in current profit or loss, other than ongoing government subsidies which are closely related to the Company's normal operation, under the requirements of national policies and subject to certain limits or conditions	208,762.16	10,609,046.47	
Capital occupation fee received from non-financial entities included in profit or loss for the current period	1,512,826.68	15,401,887.64	
Gain from the excess of the fair value of the identifiable net assets of investee companies on acquisition of the investment over the investment cost in the Company's subsidiaries, associates and joint ventures			
Profit or loss from exchange of non-monetary assets			
Profit or loss from entrusted investments or asset management		8,819,652.57	
Provision for impairment on various assets due to force majeure events, such as natural disasters			
Profit or loss from debt restructuring	384,144.00	-765,856	
Corporate restructuring costs, such as employee relocation expenses and integration costs			
Profit or loss from transactions with obviously unfair transaction price for the amount which exceeds fair value			
Net gains or losses of subsidiaries for the current period from the beginning of the period to the date of combination arising from business combination under common control		1,141,184.70	
Profit or loss from contingencies which are not related to the Company's normal operations			

## I. BASIC INFORMATION OF THE COMPANY – Continued

### 1.1 Key financial data – Continued

*Unit: Yuan Currency: RMB*

Item	Amount for the period (July to September)	Amount from the beginning of the year to the end of the reporting period (January to September)	Explanation
Gains or losses on changes in fair value arising from financial assets held for trading, derivative financial assets, financial liabilities held for trading and derivative financial liabilities, and investment gains on disposal of financial assets held for trading, derivative financial assets, financial liabilities held for trading, derivative financial liabilities and other debt investment, except for effective hedging transactions that are related to the Company's normal operation	5,617,253.88	7,978,240.61	
Reversal of the provision for impairment of receivables and contract assets which were tested individually for impairment			
Profit or loss from external entrusted loans			
Profit or loss arising from changes in fair value of investment property under fair value model on subsequent measurement			
Effect of one-time adjustment to profit or loss for the current period according to the requirements of tax and accounting laws and regulations on profit or loss for the current period			
Entrusted fee income from entrusted operations			
Other non-operating income and expenses apart from the above items	-1,257,041.31	5,204,265.80	
Other profit and loss items falling within the definition of non-recurring profit and loss		-23,004,207.19	
Effect of minority interests (after tax)	-3,991,158.50	-1,982,424.60	
Effect of income tax	1,046,659.38	-2,077,253.46	
<b>Total</b>	<b>3,669,736.40</b>	<b>9,788,678.34</b>	

## I. BASIC INFORMATION OF THE COMPANY – Continued

### 1.2 Total number of shareholders, the shareholding of the top ten shareholders, and the top ten shareholders in circulation (or shareholders whose shares are not subject to selling restrictions) as of the end of the reporting period

Unit: Share

**Total number of shareholders** 54,990

Name of shareholder (full name)	Shareholding of top ten shareholders			Pledged or locked up		Nature of shareholder
	Number of shares held as at the end of the period	Ratio (%)	Number of shares held subject to selling restrictions	Shares status	Number	
Aluminum Corporation of China	2,176,758,534	73.56	2,176,758,534	Nil	0	State-owned legal person
HKSCC Nominees Limited	399,476,000	13.50	0	Unknown	–	Others
Luoyang Engineering & Research Institute for Nonferrous Metals Processing	86,925,466	2.94	86,925,466	Nil	0	State-owned legal person
RAN Meixia (阮美霞)	6,362,400	0.22	0	Nil	0	Domestic natural person
Agricultural Bank of China Limited – CSI 500 Exchange-traded and Open-ended Index Securities Investment Fund	3,315,169	0.11	0	Nil	0	Others
Hong Kong Securities Clearing Company Limited	2,811,768	0.10	0	Nil	0	Others
ZHANG Song (張松)	2,482,100	0.08	0	Nil	0	Domestic natural person
ZHANG He (張鶴)	2,051,400	0.07	0	Nil	0	Domestic natural person
YAO Yuanxi (姚元熙)	2,000,000	0.07	0	Nil	0	Domestic natural person
Vanguard Investment Australia Ltd. – Vanguard Emerging Markets Stock Index Fund (Exchanges)	1,830,300	0.06	0	Nil	0	Others

## I. BASIC INFORMATION OF THE COMPANY – Continued

### 1.2 Total number of shareholders, the shareholding of the top ten shareholders, and the top ten shareholders in circulation (or shareholders whose shares are not subject to selling restrictions) as of the end of the reporting period – Continued

*Unit: Share*

#### Total number of shareholders

54,990

#### Shareholding of top ten shareholders not subject to selling restrictions

Name of shareholder	Number of shares held in circulation not subject to selling restrictions	Class and number of shares	
		Class	Number
HKSCC Nominees Limited	399,476,000	Foreign shares listed overseas	399,476,000
RAN Meixia (阮美霞)	6,362,400	RMB ordinary shares	6,362,400
Agricultural Bank of China Limited – CSI 500 Exchange-traded and Open-ended Index Securities Investment Fund	3,315,169	RMB ordinary shares	3,315,169
Hong Kong Securities Clearing Company Limited	2,811,768	RMB ordinary shares	2,811,768
ZHANG Song (張松)	2,482,100	RMB ordinary shares	2,482,100
ZHANG He (張鶴)	2,051,400	RMB ordinary shares	2,051,400
YAO Yuanxi (姚元熙)	2,000,000	RMB ordinary shares	2,000,000
Vanguard Investment Australia Ltd. – Vanguard Emerging Markets Stock Index Fund (Exchanges)	1,830,300	RMB ordinary shares	1,830,300
ZHANG Huaiyun (張懷運)	1,760,300	RMB ordinary shares	1,760,300
Beijing Yinghezhi Investment Management Center (Limited Partnership) – Yinghezhi Jiuying Private Equity Investment Fund	1,500,000	RMB ordinary shares	1,500,000

## I. BASIC INFORMATION OF THE COMPANY – Continued

### 1.2 Total number of shareholders, the shareholding of the top ten shareholders, and the top ten shareholders in circulation (or shareholders whose shares are not subject to selling restrictions) as of the end of the reporting period – Continued

Description of the connected relationship or acting in concert among the aforesaid shareholders

Note 1: The number of shares held by China Aluminum Group does not include the A shares of the Company indirectly held by it through its subsidiary Luoyang Institute and the H shares of the Company indirectly held by it through its subsidiary Yunnan Aluminum International Company Limited. China Aluminum Group, together with its subsidiary, held 2,283,179,000 shares of the Company in aggregate, which are comprised of 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 Yunnan Aluminum International Company Limited, a subsidiary of China Aluminum Group, are held by HKSCC Nominees Limited on its behalf.

Note 3: The 399,476,000 H shares of the Company held by HKSCC Nominees Limited include the 19,495,000 H shares held on behalf of Yunnan Aluminum International Company Limited, a subsidiary of China Aluminum Group.

Note 4: Save as aforesaid, the Company is not aware of any connected relationship or person acting in concert among the aforesaid shareholders.

Description of holders of preference shares with restoration of voting rights and their shareholdings

N/A

Note: The H Shares held by HKSCC Nominees Limited were held on behalf of various clients, and the A Shares held by Hong Kong Securities Clearing Company Limited were held on behalf of various clients. As at the end of the reporting period, HKSCC Nominees Limited held 399,476,000 shares of the Company while the pledged or locked up status of such shares were unknown.

### 1.3 Total number of holders of preference shares, the shareholding of the top ten holders of preference shares and the top ten holders of preference shares not subject to selling restrictions as of the end of the reporting period

Applicable     Not applicable

## II. SIGNIFICANT EVENTS

### 2.1 The Company's significant changes in major financial statement items and financial indicators and the reasons thereof

✓ Applicable    □ Not applicable

#### 2.1.1 Changes in balance sheet items and the reasons thereof

Unit: ten thousand yuan Currency: RMB

Item	30 September 2019	31 December 2018	Change in amount	Change in ratio
Derivative financial assets	35.32	18.88	16.45	87.12%
Notes receivables	33,915.43	52,425.67	-18,510.25	-35.31%
Non-current assets due within one year	37,321.91	104,973.67	-67,651.76	-64.45%
Other current assets	152,223.95	79,868.42	72,355.53	90.59%
Investment properties	40,220.98	21,244.86	18,976.12	89.32%
Right-of-use assets	1,583.02	–	1,583.02	100.00%
Development costs	388.33	108.32	280.00	258.49%
Other non-current assets	288,544.77	103,943.60	184,601.17	177.60%
Derivative financial liabilities	–	2.25	-2.25	-100.00%
Tax charge payables	19,328.05	32,410.01	-13,081.96	-40.36%
Other current liabilities	237,365.92	134,439.97	102,925.96	76.56%
Long-term borrowings	542,829.16	222,300.00	320,529.16	144.19%
Lease liabilities	885.43	–	885.43	100.00%
Other equity instruments	49,750.00	169,980.19	-120,230.19	-70.73%
Capital public reserve	126,909.72	85,418.04	41,491.68	48.57%
Other comprehensive income	26,179.04	19,728.61	6,450.43	32.70%
Special reserve	9,403.51	6,476.76	2,926.75	45.19%

Description of material changes:

1. Derivative financial assets increased by 87.12% as compared with the end of the previous year, which was mainly attributable to the rise in the fair value of investment products;
2. Notes receivables decreased by 35.31% as compared with the end of the previous year, which was mainly attributable to using notes for project progress payment;
3. Non-current assets due within one year saw a decline of 64.45% as compared with the end of the previous year, mainly owing to the recovery of the advances of RMB750 million from the Company's Guangxi Wuxiang Commercial Street Project (廣西五象商業街項目) during the period;
4. Other current assets grew by 90.59% as compared with the end of the previous year, mainly because of the acquisition of short-term wealth management products during the period;



## II. SIGNIFICANT EVENTS – Continued

### 2.1 The Company's significant changes in major financial statement items and financial indicators and the reasons thereof – Continued

#### 2.1.1 Changes in balance sheet items and the reasons thereof – Continued

5. Investment properties increased by 89.32% as compared with the end of the previous year, which was mainly attributable to the additional RMB190 million from the acquisition of investment properties from Kaiying Company;
6. Pursuant to the Notice regarding the Amendment to the Accounting Standards for Business Enterprises No. 21 – Leases (Cai Kuai [2018] No.35) (《關於修訂印發企業會計準則第21號－租賃的通知》(財會[2018]35號)) published by the Ministry of Finance, enterprises listed in both domestic and overseas stock exchanges or enterprises which are listed overseas and have adopted the International Financial Reporting Standards or the Accounting Standards for Business Enterprises to prepare financial statements shall apply the above-mentioned standard from 1 January 2019. The Company has reassessed the lease contracts and applied the simplified transition method. The financial data on 1 January 2019 was retrospectively adjusted in this report, and the comparative data for the year prior to the first implementation of the new lease standard was not restated. The right-of-use assets as at the end of the period are the right of use of the assets such as houses and equipment leased by the Company as at 30 September 2019;
7. Development costs increased by 258.49% as compared with the end of the previous year, which was mainly due to the extra R&D costs as a result of more R&D projects during the year;
8. Other non-current assets increased by 177.60% as compared with the end of the previous year, mainly because of the Company's investment during the construction period of Yunan Miyu Highway;
9. Derivative financial liabilities decreased by 100% as compared with the end of the previous year, mainly due to the repayment of the futures deposits due;
10. Tax charge payables saw a decline of 40.36% as compared with the end of the previous year, which was mainly owing to the payment of income tax and value-added tax;
11. Other current liabilities increased by 76.56% as compared with the end of the previous year, mainly because the Company issued the first tranche of ultra short-term financing notes for the year 2019 in an issuance amount of RMB1 billion in July 2019;
12. Long-term borrowings increased by 144.19% as compared with the end of the previous year, mainly due to more long-term borrowings arranged under the financing plan of the Company during the period;
13. Lease liabilities grew by 100% as compared with the end of the previous year due to the same reason as that for “right-of-use assets”, which represented the present value of outstanding lease payment of the Company;

## II. SIGNIFICANT EVENTS – Continued

### 2.1 The Company’s significant changes in major financial statement items and financial indicators and the reasons thereof – Continued

#### 2.1.1 Changes in balance sheet items and the reasons thereof – Continued

14. Other equity instruments shrank by 70.73% as compared with the end of the previous year, mainly because the Company announced on 17 August 2019 its decision to not exercise its renewal option for the “16 Zhong Gong Y1” Renewable Corporate Bonds of RMB1,208 million issued in October 2016 and delivered full payment for such bonds on 12 October 2019, with the bonds reclassified to non-current liabilities due within one year as at the end of this reporting period;
15. Capital public reserve rose by 48.57% as compared with the end of the previous year, mainly because the Company acquired Yunan Miyu Company during the period and gained entitlement to its share in the capital public reserve of the acquired company;
16. Other comprehensive income grew by 32.70% as compared with the end of the previous year, which was mainly attributable to the increase in foreign currency translation difference under the impact of RMB depreciation;
17. Special reserve increased by 45.19% as compared with the end of the previous year, mainly due to the provision of production safety expenses for engineering projects.

#### 2.1.2 Changes in income statement items and the reasons thereof

*Unit: ten thousand yuan Currency: RMB*

Item	Amount for the period	Amount for the same period (Restated)	Change in amount	Change in ratio
Research and development expenses	29,889.58	13,022.59	16,866.99	129.52%
Finance costs	42,833.70	31,841.31	10,992.39	34.52%
Investment gains	1,027.46	1,584.48	-557.02	-35.15%
Gains on fair value changes	16.45	–	16.45	100.00%
Credit impairment loss	-3,851.80	3,892.21	-7,744.01	N/A
Asset impairment loss	–	1,892.90	-1,892.90	N/A
Gains on disposal of assets	369.14	65.33	303.81	465.03%
Non-operating expenses	4,566.41	1,099.52	3,466.89	315.31%
Income tax expenses	7,697.92	15,399.69	-7,701.77	-50.01%
Net profit attributable to shareholders of the parent company	2,205.02	25,283.07	-23,078.05	-91.28%

During the reporting period, except for the items above, the change in ratio of the items of the income statement did not exceed 30% as compared with that at the end of the previous year.

## II. SIGNIFICANT EVENTS – Continued

### 2.1 The Company's significant changes in major financial statement items and financial indicators and the reasons thereof – Continued

#### 2.1.2 Changes in income statement items and the reasons thereof – Continued

Description of material changes:

1. Research and development expenses grew by 129.52% as compared with the same period of last year, mainly because the Company boosted its research and development input as a leading engineering technology enterprise in the non-ferrous metals industry during the period;
2. Finance costs increased by 34.52% as compared with the same period of last year, mainly as a result of the extra interest expenses under a larger scale of interest-bearing liabilities during the period;
3. Investment gains declined by 35.15% as compared with the same period of last year, mainly due to fewer wealth management products invested during the period;
4. Gains on fair value changes advanced by 100% from the same period of last year, which was mainly generated by the derivative financial products due within the period;
5. Credit impairment loss decreased from the same period of last year, mainly because the Company recorded an increase in both long-aged trade receivables and provision of impairment loss over the period;
6. Asset impairment loss saw an increase as compared with the same period of last year, which was mainly attributable to no reversal of asset impairment during the period;
7. Gains on disposal of assets surged by 465.03% as compared with the same period last year, which was chiefly owing to the disposal of some land-use-right assets;
8. Non-operating expenses jumped by 315.31% as compared with the same period of last year, principally due to the recognition of the expenses for the Three Supplies and One Property (三供一業) transformation during the period;
9. Income tax expenses reduced by 50.01% as compared with the same period of last year, which was mainly the result of lower income tax expenses for the period due to lower pre-tax profit;
10. Net profit attributable to shareholders of the parent company saw a 91.28% decline as compared with the same period of last year, mainly due to the combined effect of a significant increase in research and development input during the period, the additional financial expenses under an expanded scale of interest-bearing liabilities and less interest income from advances for projects, as well as more credit impairment loss for the period.

## II. SIGNIFICANT EVENTS – Continued

### 2.1 The Company's significant changes in major financial statement items and financial indicators and the reasons thereof – Continued

#### 2.1.3 Changes in cash flow statement items and the reasons thereof

Unit: ten thousand yuan Currency: RMB

Item	Amount for the period	Amount for the same period (Restated)	Change in amount	Change in ratio
Net cash flow generated from operating activities	-80,605.01	-115,754.55	35,149.55	30.37%
Net cash flow generated from investment activities	-188,455.58	-79,509.33	-108,946.25	-137.02%
Net cash flow generated from financing activities	127,577.43	82,483.59	45,093.84	54.67%

Description of material changes in items:

1. The decline in net cash outflow generated from operating activities was principally attributable to the Company's efforts to recover receivables in the period. Nevertheless, cash flow generated from operating activities continued to record a net outflow for the period, which was affected by the settlement of considerable payments to private enterprises as well as project progress payment;
2. The increase in net cash outflow generated from investment activities mainly came from more investment cash outflow for the construction of Miyu PPP Highway Project during the period;
3. The increase in net cash inflow generated from financing activities was chiefly due to the larger scale of interest-bearing liabilities in the period.

### 2.2 Description and analysis of the progress of material matters, the impact thereof and solutions

Applicable  Not applicable

### 2.3 Commitments not fulfilled during the reporting period

Applicable  Not applicable

### 2.4 Alerts and explanations of the forecasted loss or significant changes compared to the same period of the previous year in accumulated net profit from the beginning of the year to the end of the next reporting period and the reason thereof

Applicable  Not applicable

Company Name China Aluminum International  
Engineering Corporation Limited  
Legal Representative WU Jianqiang  
Date 30 October 2019

### III. APPENDICES

#### 3.1 Financial Statement

##### **CONSOLIDATED BALANCE SHEET**

30 September 2019

Prepared by: China Aluminum International Engineering Corporation Limited

*Unit: Yuan Currency: RMB Type of audit: Unaudited*

<b>Item</b>	<b>30 September 2019</b>	<b>31 December 2018</b>
<b>Current assets:</b>		
Monetary funds	4,815,973,160.46	6,811,036,444.23
Clearing settlement funds		
Placements with banks		
Financial assets held for trading		
Financial assets at fair value through profit or loss		
Derivative financial assets	353,210.00	188,760.00
Notes receivables	339,154,279.78	524,256,735.77
Trade receivables	15,487,904,641.26	14,308,244,901.08
Accounts receivable financing		
Prepayments	1,079,828,867.88	1,154,443,987.85
Premium receivable		
Reinsurance receivable		
Reinsurance contracts reserves receivable		
Other receivables	2,159,007,443.74	2,197,882,112.10
Including: Interest receivable		
Dividends receivable		
Financial assets purchased under agreements to resell		
Inventories	3,940,480,790.21	3,432,854,847.08
Contract assets	12,713,490,228.51	11,066,548,440.99
Assets held for sale	0	
Non-current assets due within one year	373,219,068.00	1,049,736,706.16
Other current assets	1,522,239,471.11	798,684,175.34
<b>Total current assets</b>	<b>42,431,651,160.95</b>	<b>41,343,877,110.60</b>

### III. APPENDICES – Continued

#### 3.1 Financial Statement – Continued

##### *CONSOLIDATED BALANCE SHEET – Continued*

30 September 2019

Prepared by: China Aluminum International Engineering Corporation Limited

*Unit: Yuan Currency: RMB Type of audit: Unaudited*

<b>Item</b>	<b>30 September 2019</b>	<b>31 December 2018</b>
<b>Non-current assets:</b>		
Loans and advances issued		
Debt investments		
Available-for-sale financial assets		
Other debt investments		
Held-to-maturity investments		
Long-term receivables	1,574,460,336.23	1,647,678,997.89
Long-term equity investments	564,630,108.47	480,523,006.21
Other equity instruments investments	223,468,016.32	207,654,873.93
Other non-current financial assets		
Investment properties	402,209,793.42	212,448,557.35
Fixed assets	2,092,339,971.70	2,081,360,272.61
Construction in progress	348,676,888.32	381,053,227.65
Productive biological assets		
Oil and gas assets		
Right-of-use assets	15,830,210.29	
Intangible assets	1,031,783,496.01	971,458,016.58
Development costs	3,883,265.78	1,083,239.87
Goodwill		
Long-term deferred expenses	22,263,145.10	25,445,372.07
Deferred income tax assets	692,334,051.18	676,982,699.10
Other non-current assets	2,885,447,700.09	1,039,435,992.30
<b>Total non-current assets</b>	<b>9,857,326,982.91</b>	<b>7,725,124,255.56</b>
<b>Total assets</b>	<b>52,288,978,143.86</b>	<b>49,069,001,366.16</b>

### III. APPENDICES – Continued

#### 3.1 Financial Statement – Continued

##### *CONSOLIDATED BALANCE SHEET – Continued*

30 September 2019

Prepared by: China Aluminum International Engineering Corporation Limited

*Unit: Yuan Currency: RMB Type of audit: Unaudited*

<b>Item</b>	<b>30 September 2019</b>	<b>31 December 2018</b>
<b>Current liabilities:</b>		
Short-term borrowings	7,660,007,686.40	9,052,044,116.44
Loans from central bank		
Placements from banks		
Financial liabilities held for trading		
Financial liabilities at fair value through profit or loss		
Derivative financial liabilities		22,500.00
Notes payables	798,243,520.54	752,425,989.46
Trade payables	14,979,036,441.19	15,316,246,085.16
Prepayments		
Contract liabilities	3,061,298,750.30	2,716,817,684.88
Financial assets sold under agreements to repurchase		
Absorbing deposit and interbank deposit		
Brokerage for securities trading		
Brokerage for securities underwriting		
Salary payables	206,973,775.72	255,124,757.26
Tax charge payables	193,280,516.85	324,100,136.79
Other payables	2,105,655,562.70	1,694,587,531.61
Including: Interest payable		
Dividends payables		
Handling charge and commission payables		
Reinsurance payable		
Liabilities held for sale		
Non-current liabilities due within one year	1,691,801,886.79	1,353,597,500.02
Other current liabilities	2,373,659,215.08	1,344,399,651.43
<b>Total current liabilities</b>	<b>33,069,957,355.57</b>	<b>32,809,365,953.05</b>

### III. APPENDICES – Continued

#### 3.1 Financial Statement – Continued

##### *CONSOLIDATED BALANCE SHEET – Continued*

30 September 2019

Prepared by: China Aluminum International Engineering Corporation Limited

*Unit: Yuan Currency: RMB Type of audit: Unaudited*

<b>Item</b>	<b>30 September 2019</b>	<b>31 December 2018</b>
<b>Non-current liabilities:</b>		
Reserves for insurance contracts		
Long-term borrowings	5,428,291,600.00	2,223,000,000.00
Debentures payables		
Including: Preference shares		
Perpetual bonds		
Lease liabilities	8,854,283.25	
Long-term payables	4,263,552.47	5,606,227.87
Long-term salary payables	688,931,009.22	713,871,000.00
Estimated liabilities		
Deferred income	42,789,136.16	40,813,744.29
Deferred income tax liabilities	71,157,114.87	74,821,813.00
Other non-current liabilities		
	<hr/>	<hr/>
<b>Total non-current liabilities</b>	<b>6,244,286,695.97</b>	<b>3,058,112,785.16</b>
	<hr/>	<hr/>
<b>Total liabilities</b>	<b>39,314,244,051.54</b>	<b>35,867,478,738.21</b>



### III. APPENDICES – Continued

#### 3.1 Financial Statement – Continued

##### *CONSOLIDATED BALANCE SHEET – Continued*

30 September 2019

Prepared by: China Aluminum International Engineering Corporation Limited

*Unit: Yuan Currency: RMB Type of audit: Unaudited*

<b>Item</b>	<b>30 September 2019</b>	<b>31 December 2018</b>
<b>Owners' equity (or shareholders' equity)</b>		
Paid-up capital (or share capital)	2,959,066,667.00	2,959,066,667.00
Other equity instruments	497,500,000.00	1,699,801,886.79
Including: Preferred shares		
Perpetual bonds	497,500,000.00	1,699,801,886.79
Capital public reserve	1,269,097,169.32	854,180,385.99
Less: Treasury shares		
Other comprehensive income	261,790,436.72	197,286,107.26
Special reserve	94,035,084.71	64,767,607.84
Surplus public reserve	188,914,615.81	188,914,615.74
Provision for general risk		
Undistributed profit	4,123,717,813.65	4,194,677,085.74
Total equity attributable to owners' equity (or shareholders' equity) of the parent company	<u>9,394,121,787.21</u>	<u>10,158,694,356.36</u>
Minority interests	3,580,612,305.11	3,042,828,271.59
<b>Total owners' equity (or shareholders' equity)</b>	<u>12,974,734,092.32</u>	<u>13,201,522,627.95</u>
<b>Total liabilities and owners' equity (or shareholders' equity)</b>	<u>52,288,978,143.86</u>	<u>49,069,001,366.16</u>

Legal representative: WU Jianqiang      Person-in-charge of accounting operations: ZHANG Jian      Person-in-charge of accounting department: ZHANG Xiuyin

### III. APPENDICES – Continued

#### 3.1 Financial Statement – Continued

##### *PARENT COMPANY BALANCE SHEET*

30 September 2019

Prepared by: China Aluminum International Engineering Corporation Limited

*Unit: Yuan    Currency: RMB    Type of audit: Unaudited*

<b>Item</b>	<b>30 September 2019</b>	<b>31 December 2018</b>
<b>Current assets:</b>		
Monetary assets	1,096,673,810.03	2,216,957,755.29
Financial assets held for trading		
Financial assets at fair value through profit or loss		
Derivative financial assets		
Notes receivables	78,925,767.79	71,096,760.58
Trade receivables	2,141,963,862.27	2,097,585,328.60
Accounts receivable financing		
Prepayments	240,393,809.73	92,222,696.28
Other receivables	6,069,515,665.28	6,270,987,924.15
Including: Interest receivable		
Dividends receivable		
Inventories	203,936,900.05	206,541,898.88
Contract assets	376,888,326.75	756,735,998.28
Assets held for sale		
Non-current assets due within one year	1,130,000,000.00	644,260,000.00
Other current assets	613,269,602.56	141,353,068.90
<b>Total current assets</b>	<b>11,951,567,744.46</b>	<b>12,497,741,430.96</b>

### III. APPENDICES – Continued

#### 3.1 Financial Statement – Continued

##### *PARENT COMPANY BALANCE SHEET – Continued*

30 September 2019

Prepared by: China Aluminum International Engineering Corporation Limited

*Unit: Yuan Currency: RMB Type of audit: Unaudited*

<b>Item</b>	<b>30 September 2019</b>	<b>31 December 2018</b>
<b>Non-current assets:</b>		
Debt investments		
Available-for-sale financial assets		
Other debt investments		
Held-to-maturity investments		
Long-term receivables	1,055,066,320.97	1,616,633,887.40
Long-term equity investments	4,469,496,846.43	4,240,246,565.00
Other equity instruments investments	592,950,632.71	177,087,452.35
Other non-current financial assets		
Investment properties		
Fixed assets	81,434,125.38	83,427,735.68
Construction in progress		
Productive biological assets		
Oil and gas assets		
Right-of-use assets		
Intangible assets	149,521,058.53	154,260,025.64
Development costs		
Goodwill		
Long-term deferred expenses		10,642.90
Deferred income tax assets	45,122,067.23	40,929,775.91
Other non-current assets	13,000.00	
	<hr/>	<hr/>
<b>Total non-current assets</b>	<b>6,393,604,051.25</b>	<b>6,312,596,084.88</b>
	<hr/>	<hr/>
<b>Total assets</b>	<b>18,345,171,795.71</b>	<b>18,810,337,515.84</b>
	<hr/>	<hr/>

### III. APPENDICES – Continued

#### 3.1 Financial Statement – Continued

##### *PARENT COMPANY BALANCE SHEET – Continued*

30 September 2019

Prepared by: China Aluminum International Engineering Corporation Limited

*Unit: Yuan Currency: RMB Type of audit: Unaudited*

<b>Item</b>	<b>30 September 2019</b>	<b>31 December 2018</b>
<b>Current liabilities:</b>		
Short-term borrowings	3,580,000,000.00	5,052,476,823.09
Financial liabilities held for trading		
Financial liabilities at fair value through profit or loss		
Derivative financial liabilities		22,500.00
Notes payables	38,000,000.00	84,000,000.00
Trade payables	2,132,770,067.87	2,820,742,685.72
Advances received	2,000,000.00	
Contract liabilities	902,806,266.95	821,966,166.29
Salary payables	8,645,469.22	7,771,419.13
Tax charge payables	13,924,108.59	6,022,470.65
Other payables	935,579,262.86	1,406,436,473.51
Including: Interest payable		
Dividend payable		
Liabilities held for sale		
Non-current liabilities due within one year	1,202,301,886.79	717,997,500.02
Other current liabilities	1,008,622,473.91	40,689,318.21
<b>Total current liabilities</b>	<b>9,824,649,536.19</b>	<b>10,958,125,356.62</b>

### III. APPENDICES – Continued

#### 3.1 Financial Statement – Continued

##### *PARENT COMPANY BALANCE SHEET – Continued*

30 September 2019

Prepared by: China Aluminum International Engineering Corporation Limited

*Unit: Yuan Currency: RMB Type of audit: Unaudited*

<b>Item</b>	<b>30 September 2019</b>	<b>31 December 2018</b>
<b>Non-current liabilities:</b>		
Long-term borrowings	4,024,000,000.00	1,737,000,000.00
Debentures payables		
Including: Preferred shares		
Perpetual bonds		
Lease liabilities		
Long-term payables		
Long-term salary payables	3,167,000.00	4,010,000.00
Estimated liabilities		
Deferred income		
Deferred income tax liabilities		
Other non-current liabilities		
	<hr/>	<hr/>
<b>Total non-current liabilities</b>	<b>4,027,167,000.00</b>	<b>1,741,010,000.00</b>
	<hr/>	<hr/>
<b>Total liabilities</b>	<b>13,851,816,536.19</b>	<b>12,699,135,356.62</b>

### III. APPENDICES – Continued

#### 3.1 Financial Statement – Continued

##### *PARENT COMPANY BALANCE SHEET – Continued*

30 September 2019

Prepared by: China Aluminum International Engineering Corporation Limited

*Unit: Yuan Currency: RMB Type of audit: Unaudited*

<b>Item</b>	<b>30 September 2019</b>	<b>31 December 2018</b>
<b>Owners' equity (or shareholders' equity)</b>		
Paid-up capital (or share capital)	2,959,066,667.00	2,959,066,667.00
Other equity instruments	497,500,000.00	1,699,801,886.79
Including: Preferred shares		
Perpetual bonds	497,500,000.00	1,699,801,886.79
Capital public reserve	1,198,894,634.78	1,198,894,634.78
Less: Treasury shares		
Other comprehensive income	-23,207,132.10	-36,967,802.08
Special reserve	545,252.05	
Surplus public reserve	188,914,615.74	188,914,615.74
Undistributed profit	-328,358,777.95	101,492,156.99
<b>Total owners' equity (or shareholders' equity)</b>	<b>4,493,355,259.52</b>	<b>6,111,202,159.22</b>
<b>Total liabilities and owners' equity (or shareholders' equity)</b>	<b>18,345,171,795.71</b>	<b>18,810,337,515.84</b>

Legal representative: WU Jianqiang      Person-in-charge of accounting operations: ZHANG Jian      Person-in-charge of accounting department: ZHANG Xiuyin

### III. APPENDICES – Continued

#### 3.1 Financial Statement – Continued

##### **CONSOLIDATED INCOME STATEMENT**

January to September 2019

Prepared by: China Aluminum International Engineering Corporation Limited

	<i>Unit: Yuan    Currency: RMB    Type of audit: Unaudited</i>			
Item	Third quarter of 2019 (July to September)	Third quarter of 2018 (July to September)	The first three quarters of 2019 (January to September)	The first three quarters of 2018 (January to September)
<b>1. Total Operating revenue</b>	<u>7,454,178,847.81</u>	<u>6,945,244,521.80</u>	<u>20,970,677,719.67</u>	<u>21,065,259,300.80</u>
Including: Operating income	7,454,178,847.81	6,945,244,521.80	20,970,677,719.67	21,065,259,300.80
Interest income				
Insurance premium earned				
Handling charge and commission payable				
<b>2. Total operating costs</b>	<u>7,351,032,837.11</u>	<u>6,870,071,607.99</u>	<u>20,708,924,498.91</u>	<u>20,613,863,117.85</u>
Including: Operating costs	6,784,502,438.62	6,429,464,211.30	19,079,057,805.17	19,260,121,954.68
Interest expenses				
Handling charges and commission expenses				
Surrender payment				
Net expenditure for compensation payments				
Net provision for insurance deposits				
Policyholder dividend expenses				
Reinsurance costs				
Tax and surcharges	21,886,140.30	19,693,472.96	72,867,399.52	60,599,721.99
Selling expenses	28,915,285.46	22,587,033.23	80,048,941.66	65,668,173.99
Administration expenses	223,835,101.85	261,195,163.55	749,717,498.28	778,834,250.81
Research and development expenses	125,713,960.83	49,061,954.73	298,895,834.43	130,225,921.66
Finance costs	166,179,910.05	88,069,772.22	428,337,019.85	318,413,094.72

### III. APPENDICES – Continued

#### 3.1 Financial Statement – Continued

##### *CONSOLIDATED INCOME STATEMENT – Continued*

January to September 2019

Prepared by: China Aluminum International Engineering Corporation Limited

	<i>Unit: Yuan    Currency: RMB    Type of audit: Unaudited</i>			
Item	Third quarter of 2019 (July to September)	Third quarter of 2018 (July to September)	The first three quarters of 2019 (January to September)	The first three quarters of 2018 (January to September)
Including: Interest expenses	178,665,105.83	167,266,860.65	532,571,852.44	503,961,586.06
Interest income	40,961,428.56	87,402,861.23	160,461,659.02	221,028,147.08
Add: Other gains	10,833,863.78	246,072.21	16,937,397.02	5,578,388.11
Investment gains				
(“-” indicating loss)	16,618,095.61	5,876,894.82	10,274,597.36	15,844,827.67
Including: Gains from investment in associates and joint venture	3,335,465.46	4,801,842.29	810,220.79	4,985,407.48
Gains from derecognition of financial assets at amortised cost				
Exchange gain				
(“-” indicating loss)				
Net gains from hedging exposure				
(“-” indicating loss)				
Gains from changes in fair value			164,450.00	
(“-” indicating loss)				
Credit impairment loss				
(“-” indicating loss)	-2,989,829.52	21,609,239.07	-38,517,998.1	38,922,120.51
Asset Impairment loss				
(“-” indicating loss)		2,367,504.28		18,928,960.10
Gains from disposal of assets				
(“-” indicating loss)	195,305.75	1,051,531.16	3,691,442.91	653,320.43



### III. APPENDICES – Continued

#### 3.1 Financial Statement – Continued

##### **CONSOLIDATED INCOME STATEMENT – Continued**

January to September 2019

Prepared by: China Aluminum International Engineering Corporation Limited

	<i>Unit: Yuan    Currency: RMB    Type of audit: Unaudited</i>			
Item	Third quarter of 2019 (July to September)	Third quarter of 2018 (July to September)	The first three quarters of 2019 (January to September)	The first three quarters of 2018 (January to September)
<b>3. Operating profit (“-” indicating loss)</b>	<u>127,803,446.32</u>	<u>106,324,155.35</u>	<u>254,303,109.95</u>	<u>531,323,799.77</u>
Add: Non-operating income	9,998,138.97	11,238,111.02	27,161,363.28	27,047,271.54
Less: Non-operating expenses	<u>15,557,267.91</u>	<u>6,223,803.94</u>	<u>45,664,131.59</u>	<u>10,995,244.64</u>
<b>4. Total profit (“-” indicating total loss)</b>	<u>122,244,317.38</u>	<u>111,338,462.43</u>	<u>235,800,341.64</u>	<u>547,375,826.67</u>
Less: Income tax expenses	<u>58,469,325.12</u>	<u>49,918,310.56</u>	<u>76,979,241.49</u>	<u>153,996,891.78</u>
<b>5. Net profit (“-” indicating net loss)</b>	<u>63,774,992.26</u>	<u>61,420,151.87</u>	<u>158,821,100.15</u>	<u>393,378,934.89</u>
(1) Classified by continuity of operations				
1. Net profit from continuing operations (“-” indicating net loss)	63,774,992.26	61,420,151.87	158,821,100.15	393,378,934.89
2. Net profit from discontinued operations (“-” indicating net loss)				
(2) Classified by ownership:				
1. Net profit attributable to shareholders of the parent company (“-” indicating net loss)	11,988,982.22	20,747,394.06	22,050,225.58	252,830,722.67
2. Gains and losses of minority interests (“-” indicating net loss)	<u>51,786,010.04</u>	<u>40,672,757.81</u>	<u>136,770,874.57</u>	<u>140,548,212.22</u>

### III. APPENDICES – Continued

#### 3.1 Financial Statement – Continued

##### *CONSOLIDATED INCOME STATEMENT – Continued*

January to September 2019

Prepared by: China Aluminum International Engineering Corporation Limited

Item	<i>Unit: Yuan    Currency: RMB    Type of audit: Unaudited</i>			
	Third quarter of 2019 (July to September)	Third quarter of 2018 (July to September)	The first three quarters of 2019 (January to September)	The first three quarters of 2018 (January to September)
<b>6. Net other comprehensive income after taxes</b>	<b>-33,532,291.91</b>	<b>-22,819,112.14</b>	<b>726,496.35</b>	<b>-57,476,176.27</b>
Net other comprehensive income after taxes attributable to owners of the parent company	-33,468,914.32	-21,866,128.70	726,496.35	-56,080,484.83
(1) Other comprehensive income that cannot be reclassified into profit or loss	-9,130,278.78	26,338,652.04	14,235,126.82	-22,663,033.97
1. Changes arising from re-measurement of defined benefit plans	5,706.50	12,359,956.25	-7,650.00	-14,215,340.59
2. Other comprehensive income that cannot be reclassified to profit or loss under the equity method				
3. Changes in fair value of other equity instruments investments	-9,135,985.28	13,978,695.79	14,242,776.82	-8,447,693.38
4. Changes in fair value of the enterprise's own credit risk				
(2) Other comprehensive income to be reclassified into profit or loss	-24,338,635.54	-48,204,780.74	-13,508,630.47	-33,417,450.86
1. Other comprehensive income that can be reclassified to profit or loss under the equity method				
2. Changes in fair value of other debt investments	180,458.31		180,458.31	
3. Gain or loss on changes in fair value of available-for-sale financial assets				
4. Financial assets reclassified into other comprehensive income				
5. Gains or losses from reclassifying held-to maturity investments to available-for-sale financial asset				

### III. APPENDICES – Continued

#### 3.1 Financial Statement – Continued

##### *CONSOLIDATED INCOME STATEMENT – Continued*

January to September 2019

Prepared by: China Aluminum International Engineering Corporation Limited

	<i>Unit: Yuan    Currency: RMB    Type of audit: Unaudited</i>			
Item	Third quarter of 2019 (July to September)	Third quarter of 2018 (July to September)	The first three quarters of 2019 (January to September)	The first three quarters of 2018 (January to September)
6. Credit impairment provision of other debt investments				
7. Cash flow hedging reserve (Effective portion of gain or loss on cash flow hedges)				
8. Exchange differences from translation of foreign-currency financial statements	-24,519,093.85	-48,204,780.74	-13,689,088.78	-33,417,450.86
9. Others				
Net other comprehensive income after taxes attributable to minority shareholders	-63,377.59	-952,983.44		-1,395,691.44
<b>7. Total comprehensive income</b>	<b>30,242,700.35</b>	<b>38,601,039.73</b>	<b>159,547,596.50</b>	<b>335,902,758.62</b>
Total comprehensive income attributable to owners of the parent company	-21,479,932.10	-1,118,734.64	22,776,721.93	196,750,237.84
Total comprehensive income attributable to minority shareholders	51,722,632.45	39,719,774.37	136,770,874.57	139,152,520.78
<b>8. Earnings per share:</b>				
(1) Basic earnings per share (RMB/share)			-0.003	0.07
(2) Diluted earnings per share (RMB/share)			-0.003	0.07

For business combinations under common control occurred during the period, the net profit of the acquiree realized before the combination is RMB1,036,878.17, while the net profit of the acquiree for the previous period was RMB152,250.79.

Legal representative:  
WU Jianqiang

Person-in-charge of accounting  
operations: ZHANG Jian

Person-in-charge of accounting  
department: ZHANG Xiuyin

### III. APPENDICES – Continued

#### 3.1 Financial Statement – Continued

##### **PARENT COMPANY INCOME STATEMENT**

January to September 2019

Prepared by: China Aluminum International Engineering Corporation Limited

	<i>Unit: Yuan    Currency: RMB    Type of audit: Unaudited</i>			
Item	Third quarter of 2019 (July to September)	Third quarter of 2018 (July to September)	First three quarters of 2019 (January to September)	First three quarters of 2018 (January to September)
<b>1. Operating revenue</b>	348,213,788.49	457,839,059.85	668,003,130.39	2,506,525,301.92
Less: Operating costs	307,796,512.49	400,072,223.88	585,571,889.70	2,335,975,771.44
Tax and surcharges	258,972.27	173,769.61	2,093,557.50	2,131,647.57
Selling expenses	8,067,290.70	7,533,885.46	25,025,089.20	21,784,138.69
Administration expenses	40,928,152.15	36,388,702.70	104,765,907.47	107,314,140.12
Research and development expenses	9,370,924.79	16,525,893.44	29,208,692.82	45,584,847.09
Finance costs	60,679,090.72	-1,981,073.56	168,220,791.49	45,710,137.66
Including: Interest expenses	142,139,479.70	125,730,727.31	427,804,222.91	401,250,095.15
Interest income	93,765,797.01	11,395,176.48	279,030,068.69	325,016,101.12
Add: Other gains	11,902.88		289,887.96	
Investment gains (“-” indicating loss)	65,000,000.00	150,051,308.96	270,195,718.16	181,510,278.13
Including: Gains from investment in associates and joint ventures			-949,718.57	842,818.69
Gains from derecognition of financial assets at amortised cost				
Net gains from hedging exposure (“-” indicating loss)				
Gains from changes in fair value (“-” indicating loss)				
Credit impairment loss (“-” indicating loss)	10,546,757.94	-5,881,572.72	-14,469,606.11	-872,841.23
Assets impairment loss (“-” indicating loss)	-6,976,685.44		-6,976,685.44	
Gains from disposal of assets (“-” indicating loss)				



### III. APPENDICES – Continued

#### 3.1 Financial Statement – Continued

##### *PARENT COMPANY INCOME STATEMENT – Continued*

January to September 2019

Prepared by: China Aluminum International Engineering Corporation Limited

	<i>Unit: Yuan    Currency: RMB    Type of audit: Unaudited</i>			
Item	Third quarter of 2019 (July to September)	Third quarter of 2018 (July to September)	First three quarters of 2019 (January to September)	First three quarters of 2018 (January to September)
<b>5. Net other comprehensive income after taxes</b>	-9,589,245.48	20,953,204.33	13,760,369.98	-1,865,563.91
(1) Other comprehensive income that cannot be reclassified into profit or loss	-9,589,245.48	20,953,204.33	13,760,369.98	-1,865,563.91
1. Changes arising from re-measurement of defined benefit plans	-300.00	9,964,350.00	-2,000.00	9,842,800.00
2. Other comprehensive income that cannot be reclassified to profit or loss under the equity method				
3. Changes in fair value of other equity instruments investments	-9,588,945.48	10,988,854.33	13,762,369.98	-11,708,363.91
4. Changes in fair value of the enterprise's own credit risk				
(2) Other comprehensive income to be reclassified into profit or loss				
1. Other comprehensive income that can be reclassified to profit or loss under the equity method				
2. Changes in fair value of other debt investments				
3. Changes of profit or loss in fair value of available-for-sale financial assets				
4. Financial assets reclassified into other comprehensive income				
5. Held-to-maturity investment reclassified into profit or loss in available-for-sale financial assets				

### III. APPENDICES – Continued

#### 3.1 Financial Statement – Continued

##### *PARENT COMPANY INCOME STATEMENT – Continued*

January to September 2019

Prepared by: China Aluminum International Engineering Corporation Limited

*Unit: Yuan    Currency: RMB    Type of audit: Unaudited*

<b>Item</b>	<b>Third quarter of 2019 (July to September)</b>	<b>Third quarter of 2018 (July to September)</b>	<b>First three quarters of 2019 (January to September)</b>	<b>First three quarters of 2018 (January to September)</b>
6. Credit impairment provision for other debt investments				
7. Cash flow hedging reserve (effective part of cash flow hedging profit or loss)				
8. Exchange differences from translation of foreign-currency financial statements				
9. Others				
<b>6. Total comprehensive income</b>	<b>-20,576,177.00</b>	<b>165,563,081.00</b>	<b>21,469,662.17</b>	<b>130,157,597.88</b>
<b>7. Earnings per share:</b>				
(1) Basic earnings per share (Yuan/share)				
(2) Diluted earnings per share (Yuan/share)				

Legal representative:  
WU Jianqiang

Person-in-charge of accounting  
operations: ZHANG Jian

Person-in-charge of the accounting  
department: ZHANG Xiuyin

### III. APPENDICES – Continued

#### 3.1 Financial Statement – Continued

##### **CONSOLIDATED STATEMENT OF CASH FLOWS**

January to September 2019

Prepared by: China Aluminum International Engineering Corporation Limited

*Unit: Yuan Currency: RMB Type of audit: Unaudited*

<b>Item</b>	<b>First three quarters of 2019 (January to September)</b>	<b>First three quarters of 2018 (January to September)</b>
<b>1. Cash flow generated from operating activities:</b>		
Cash received from sales of goods and provision of labor services	18,649,558,510.32	18,778,934,188.93
Net increase in customer deposits and interbank deposit		
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 policyholders and investments		
Cash received from interest, handling charges and commissions		
Net increase in placements from banks		
Net increase in repurchase business fund		
Net cash received from securities brokerage deposits		
Tax rebate received	57,238,462.33	21,179,531.81
Other cash received relating to operating activities	758,945,127.93	1,045,885,579.02
<b>Sub-total of cash inflow from operating activities</b>	<b>19,465,742,100.58</b>	<b>19,845,999,299.76</b>



### III. APPENDICES – Continued

#### 3.1 Financial Statement – Continued

##### **CONSOLIDATED STATEMENT OF CASH FLOWS – Continued**

January to September 2019

Prepared by: China Aluminum International Engineering Corporation Limited

*Unit: Yuan Currency: RMB Type of audit: Unaudited*

<b>Item</b>	<b>First three quarters of 2019 (January to September)</b>	<b>First three quarters of 2018 (January to September)</b>
Cash paid for purchase of goods and engagement of labor services	17,798,397,302.02	18,134,801,160.71
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, handling charges and commissions		
Cash payment for policyholder dividend		
Cash paid to and on behalf of employees	1,681,448,561.73	1,556,257,251.03
Payments of all types of taxes	524,640,922.32	515,089,339.20
Cash paid for other operating activities	267,305,368.74	797,397,084.66
<b>Sub-total of cash outflow from operating activities</b>	<b>20,271,792,154.81</b>	<b>21,003,544,835.60</b>
<b>Net cash flow from operating activities</b>	<b>-806,050,054.23</b>	<b>-1,157,545,535.84</b>
<b>2. Cash flow generated from investing activities:</b>		
Cash received from disposal of investment	4,760,757,627.54	4,504,416,367.92
Cash received from investment gains	6,359,692.94	111,077,224.48
Net cash received from disposal of fixed assets, intangible assets and other long-term assets	1,189,201.09	3,412,588.72
Net cash received from disposal of subsidiaries and other operating units	89,855,835.11	
Other cash received relating to investing activities	7,040,794.26	
<b>Sub-total of cash inflow from investing activities</b>	<b>4,865,203,150.94</b>	<b>4,618,906,181.12</b>

### III. APPENDICES – Continued

#### 3.1 Financial Statement – Continued

##### **CONSOLIDATED STATEMENT OF CASH FLOWS – Continued**

January to September 2019

Prepared by: China Aluminum International Engineering Corporation Limited

*Unit: Yuan Currency: RMB Type of audit: Unaudited*

<b>Item</b>	<b>First three quarters of 2019 (January to September)</b>	<b>First three quarters of 2018 (January to September)</b>
Cash paid for acquisition of fixed assets, intangible assets and other long-term assets	777,311,649.85	138,417,806.97
Cash paid for investments	5,085,040,693.06	5,275,581,692.22
Net increase in pledged loans		
Net cash paid for acquisition of subsidiaries and other operating units	628,068,539.60	
Other cash paid relating to investing activities	259,338,083.35	
<b>Sub-total of cash outflow from investing activities</b>	<b>6,749,758,965.86</b>	<b>5,413,999,499.19</b>
<b>Net cash flow from investing activities</b>	<b>-1,884,555,814.92</b>	<b>-795,093,318.07</b>
<b>3. Cash flow generated from financing activities:</b>		
Cash received from equity investments	454,300,000.00	1,056,750,699.49
Including: Cash received by subsidiaries from minority shareholders' investment		
Cash received from obtaining borrowings	12,301,310,801.86	12,170,344,251.11
Other cash received relating to financing activities	1,769,242,175.36	372,000,000.00
<b>Sub-total of cash inflow from financing activities</b>	<b>14,524,852,977.22</b>	<b>13,599,094,950.60</b>
Cash paid for repayment of debt	11,464,617,970.55	11,161,516,323.38
Cash paid for distribution of dividends, profit or payment of interests	794,027,502.80	696,485,461.29
Including: Cash paid for dividends and profit to minority shareholders of subsidiaries		
Other cash paid relating to financing activities	990,433,179.98	916,257,252.99
<b>Sub-total of cash outflow from financing activities</b>	<b>13,249,078,653.33</b>	<b>12,774,259,037.66</b>
<b>Net cash flow from financing activities</b>	<b>1,275,774,323.89</b>	<b>824,835,912.94</b>

### III. APPENDICES – Continued

#### 3.1 Financial Statement – Continued

##### *CONSOLIDATED STATEMENT OF CASH FLOWS – Continued*

January to September 2019

Prepared by: China Aluminum International Engineering Corporation Limited

*Unit: Yuan Currency: RMB Type of audit: Unaudited*

<b>Item</b>	<b>First three quarters of 2019 (January to September)</b>	<b>First three quarters of 2018 (January to September)</b>
<b>4. Effect on cash and cash equivalents from change of exchange rates</b>	17,816,027.39	41,967,904.02
<b>5. Net increase in cash and cash equivalents</b>	-1,397,015,517.87	-1,085,835,036.95
Add: Balance of cash and cash equivalents at the beginning of the period	5,831,581,515.94	6,291,737,018.09
<b>6. Balance of cash and cash equivalents at the end of the period</b>	4,434,565,998.07	5,205,901,981.14

Legal representative:  
WU Jianqiang

Person-in-charge of accounting  
operations: ZHANG Jian

Person-in-charge of the accounting  
department: ZHANG Xiuyin

### III. APPENDICES – Continued

#### 3.1 Financial Statement – Continued

##### **PARENT COMPANY STATEMENT OF CASH FLOWS**

January to September 2019

Prepared by: China Aluminum International Engineering Corporation Limited

*Unit: Yuan Currency: RMB Type of audit: Unaudited*

<b>Item</b>	<b>First three quarters of 2019 (January to September)</b>	<b>First three quarters of 2018 Amounts (January to September)</b>
<b>1. Cash flow generated from operating activities:</b>		
Cash received from sales of goods and provision of labor services	905,382,637.28	1,685,403,442.11
Tax rebate received	6,167,205.52	20,140,583.88
Other cash received relating to operating activities	1,302,103,577.31	107,443,614.15
<b>Sub-total of cash inflow from operating activities</b>	<b>2,213,653,420.11</b>	<b>1,812,987,640.14</b>
Cash paid for purchase of goods and engagement of labor services	1,183,196,704.23	1,755,494,788.58
Cash paid to and on behalf of employees	193,397,380.06	165,317,653.17
Payments of all types of taxes	9,377,938.62	7,056,363.43
Other cash paid relating to operating activities	1,988,850,651.38	135,073,861.30
<b>Sub-total of cash outflow from operating activities</b>	<b>3,374,822,674.29</b>	<b>2,062,942,666.48</b>
<b>Net cash flow from operating activities</b>	<b>-1,161,169,254.18</b>	<b>-249,955,026.34</b>

### III. APPENDICES – Continued

#### 3.1 Financial Statement – Continued

##### *PARENT COMPANY STATEMENT OF CASH FLOWS – Continued*

January to September 2019

Prepared by: China Aluminum International Engineering Corporation Limited

*Unit: Yuan Currency: RMB Type of audit: Unaudited*

<b>Item</b>	<b>First three quarters of 2019 (January to September)</b>	<b>First three quarters of 2018 Amounts (January to September)</b>
<b>2. Cash flow generated from investing activities:</b>		
Cash received from disposal of investment	9,505,744,000.00	6,531,484,525.38
Cash received from investment gains	401,845,861.86	420,572,904.82
Net cash received from disposal of fixed assets, intangible assets and other long-term assets		
Net cash received from disposal of subsidiaries and other operating units	36,572,518.00	
Other cash received relating to investing activities	37,619,133.33	
	<hr/>	<hr/>
<b>Sub-total of cash inflow from investing activities</b>	<b>9,981,781,513.19</b>	<b>6,952,057,430.20</b>
	<hr/>	<hr/>
Cash paid for acquisition of fixed assets, intangible assets and other long-term assets	582,965.00	3,517,884.66
Cash paid for investments	10,025,648,000.00	7,823,280,100.00
Net cash paid for acquisition of subsidiaries and other operating units	447,674,379.80	
Other cash paid relating to investing activities		
	<hr/>	<hr/>
<b>Sub-total of cash outflow from investing activities</b>	<b>10,473,905,344.80</b>	<b>7,826,797,984.66</b>
	<hr/>	<hr/>
<b>Net cash flow from investing activities</b>	<b>-492,123,831.61</b>	<b>-874,740,554.46</b>

### III. APPENDICES – Continued

#### 3.1 Financial Statement – Continued

##### *PARENT COMPANY STATEMENT OF CASH FLOWS – Continued*

January to September 2019

Prepared by: China Aluminum International Engineering Corporation Limited

*Unit: Yuan Currency: RMB Type of audit: Unaudited*

<b>Item</b>	<b>First three quarters of 2019 (January to September)</b>	<b>First three quarters of 2018 Amounts (January to September)</b>
<b>3. Cash flow generated from financing activities:</b>		
Cash received from disposal of investments		1,033,239,401.59
Cash received from obtaining borrowings	7,800,000,000.00	9,042,463,667.70
Other cash received relating to financing activities	1,000,000,000.00	
<b>Sub-total of cash inflow from financing activities</b>	<b>8,800,000,000.00</b>	<b>10,075,703,069.29</b>
Cash paid for repayment of debt	7,782,703,323.09	8,068,036,686.00
Cash paid for distribution of dividends, profit or payment of interests	450,092,493.65	412,848,678.68
Other cash paid relating to financing activities	1,536,978.56	217,802,725.51
<b>Sub-total of cash outflow from financing activities</b>	<b>8,234,332,795.30</b>	<b>8,698,688,090.19</b>
<b>Net cash flow from financing activities</b>	<b>565,667,204.70</b>	<b>1,377,014,979.10</b>

<b>Item</b>	<b>First three quarters of 2019 (January to September)</b>	<b>First three quarters of 2018 Amounts (January to September)</b>
<b>4. Effect on cash and cash equivalents from change of exchange rates</b>	<u>113,572.52</u>	<u>18,227,329.17</u>
<b>5. Net increase in cash and cash equivalents</b>	<u>-1,087,512,308.57</u>	<u>270,546,727.47</u>
Add: Balance of cash and cash equivalents at the beginning of the period	<u>2,184,186,118.60</u>	<u>2,072,774,014.80</u>
<b>6. Balance of cash and cash equivalents at the end of the period</b>	<u>1,096,673,810.03</u>	<u>2,343,320,742.27</u>

Legal representative:  
WU Jianqiang

Person-in-charge of accounting  
operations: ZHANG Jian

Person-in-charge of the accounting  
department: ZHANG Xiuyin

### III. APPENDICES – Continued

#### 3.2 Adjusting to the first implementation of the financial statements items at the beginning of the year with the first implementation of new financial instrument standard, new income standard and new lease standard

Applicable    Not Applicable

##### *Consolidated Balance Sheet*

*Unit: Yuan Currency: RMB*

<b>Item</b>	<b>31 December 2018</b>	<b>1 January 2019</b>	<b>Adjustment</b>
Prepayments	1,154,443,987.85	1,154,136,289.66	-307,698.19
Right-of-use assets		28,531,409.02	28,531,409.02
Non-current liabilities due within one year	1,353,597,500.02	1,365,250,795.66	11,653,295.64
Lease liabilities		16,570,415.19	16,570,415.19

Description of adjustment of each item:

Applicable    Not Applicable

Pursuant to the Notice regarding the Amendment to the Accounting Standard for Business Enterprises No. 21 – Leases (Cai Kuai [2018] No. 35) published by the Ministry of Finance, enterprises listed in both domestic and overseas stock exchanges or enterprises listed overseas and adopted International Financial Reporting Standards or the Accounting Standards for Business Enterprises to prepare financial statements shall apply the above-mentioned standard from 1 January 2019. The Company reassessed the lease contracts and has applied the simplified transition method. The financial data on 1 January 2019 was retrospectively adjusted in this report, and the comparative data for the year prior to the first implementation of the new lease standard was not restated. All right-of-use assets are measured at the amount of the lease liabilities at the time of use (adjusted by prepaid or payable lease expenses).

The parent company's balance sheet does not contain the adjustments against the adoption of the lease standard from 1 January 2019

Description of adjustment of each item:

Applicable    Not Applicable



### III. APPENDICES – Continued

#### 3.3 Description of the first implementation of new financial instrument standards and new lease standards on the retrospective adjustment of the comparative figures for the previous period

Applicable     Not Applicable

#### 3.4 Audit Report

Applicable     Not Applicable

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

Beijing, the PRC, 30 October 2019

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