

Stock Code: 001872/201872

Stock Name: CM Port Group/CM Port Group B

Announcement No. 2022-086



CHINA MERCHANTS PORT GROUP CO., LTD.

THE REPORT FOR THE THIRD QUARTER OF 2022

China Merchants Port Group Co., Ltd. (hereinafter referred to as the “Company”) and all the members of the Company’s Board of Directors hereby guarantee that the contents of this Report are factual, accurate and complete and free of any misrepresentations, misleading statements or material omissions.

Important Notes:

1. The Board of Directors (or the “Board”), the Supervisory Committee as well as the directors, supervisors and senior management of the Company hereby guarantee the factuality, accuracy and completeness of the contents of this Report, and shall be jointly and severally liable for any misrepresentations, misleading statements or material omissions therein.

2. Wang Xiufeng, the Company’s legal representative, Tu Xiaoping, the Company’s Chief Financial Officer, and Huang Shengchao, the person-in-charge of the accounting organ hereby guarantee that the financial statements carried in this Report are factual, accurate and complete.

3. Indicate by tick mark whether the financial statements herein have been audited by an independent auditor.

Yes No

4. *Securities Times, China Securities Journal, Shanghai Securities News, Ta Kung Pao (HK)* and www.cninfo.com.cn have been designated by the Company for information disclosure. And all information about the Company shall be subject to what’s disclosed on the aforesaid media.

This Report has been prepared in both Chinese and English. Should there be any discrepancies or misunderstandings between the two versions, the Chinese version shall prevail.

I Key Financial Information

(I) Key Accounting Data and Financial Indicators

Indicate by tick mark whether there is any retrospectively restated datum in the table below.

Yes No

	Q3 2022	YoY change (%)	Q1-Q3 2022	YoY change (%)
Operating revenue (RMB)	3,971,339,655.24	-1.88%	12,121,802,022.43	6.45%
Net profit attributable to the listed company’s shareholders	771,042,670.19	1.89%	2,752,903,994.81	13.11%

(RMB)				
Net profit attributable to the listed company's shareholders before exceptional gains and losses (RMB)	738,503,229.51	25.56%	2,659,052,475.11	19.09%
Net cash generated from/used in operating activities (RMB)	—	—	5,003,761,178.49	5.12%
Basic earnings per share (RMB/share)	0.31	-20.51%	1.10	-13.39%
Diluted earnings per share (RMB/share)	0.31	-20.51%	1.10	-13.39%
Weighted average return on equity (%)	1.85%	-0.11%	6.72%	0.34%
	30 September 2022	31 December 2021	Change (%)	
Total assets (RMB)	205,158,868,331.23	175,984,101,168.66	16.58%	
Equity attributable to the listed company's shareholders (RMB)	52,718,998,235.91	39,801,188,662.13	32.46%	

The total share capital at the end of the last trading session before the disclosure of this Report:

Total share capital at the end of the last trading session before the disclosure of this Report (share)	2,499,074,661
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Fully diluted earnings per share based on the latest total share capital above:

Dividend of preference shares paid	No preference shares
Fully diluted earnings per share based on the latest total share capital above (RMB/share)	1.1016

(II) Exceptional Gains and Losses

Unit: RMB

Item	Q3 2022	Q1-Q3 2022	Note
Gain or loss on disposal of non-current assets (inclusive of impairment allowance write-offs)	-1,530,213.32	-3,325,158.38	-
Government subsidies charged to current profit or loss (exclusive of government subsidies continually given in the Company's ordinary	36,442,045.86	109,617,038.38	-

course of business at fixed quotas or amounts as per the government's policies and standards)			
Capital occupation charges on non-financial enterprises that are charged to current profit or loss	59,162,142.71	171,864,101.66	-
Gain or loss on fair-value changes in held-for-trading financial assets and liabilities & income from disposal of held-for-trading financial assets and liabilities and available-for-sale financial assets (exclusive of the effective portion of hedges that arise in the Company's ordinary course of business)	-19,540,937.35	-57,567,049.93	-
Reversed portions of impairment allowances for receivables which are tested individually for impairment		3,794,522.98	-
Non-operating income and expense other than the above	7,418,406.57	7,626,013.38	-
Less: Income tax effects	12,555,869.74	34,492,693.60	-
Non-controlling interests effects (net of tax)	36,856,134.05	103,665,254.79	-
Total	32,539,440.68	93,851,519.70	--

Other items that meet the definition of exceptional gain/loss:

Applicable Not applicable

No such cases.

Explanation of why the Company reclassifies as recurrent an exceptional gain/loss item listed in the Explanatory Announcement No. 1 on Information Disclosure for Companies Offering Their Securities to the Public—Exceptional Gain/Loss Items:

Applicable Not applicable

No such cases.

The Company had no exceptional gains or losses during Q1-Q3 2022.

(III) Changes in Key Financial Statement Line Items and Their Explanation

Unit: RMB

Balance sheet items	30 September 2022	31 December 2021	Change (%)	Explanation of changes
Cash and bank balances	23,991,867,879.47	12,772,349,406.77	87.84%	Receipt of funds raised in a private placement of shares
Held-for-trading financial assets	2,245,554,640.72	6,921,831,502.55	-67.56%	Decrease in structured deposits
Accounts receivable	1,770,433,437.98	1,320,577,577.81	34.07%	Increase in revenue
Other current assets	116,081,853.80	339,684,297.41	-65.83%	Receipt of rebates of overpaid tax
Other non-current financial assets	1,192,716,309.20	809,515,244.87	47.34%	Additional investment in Antong Holdings (Stock Code: 600179)
Taxes payable	1,062,749,684.48	2,162,719,251.68	-50.86%	Payment of taxes in the current period
Other current liabilities	5,160,302,775.35	2,158,497,775.85	139.07%	New short-term financing
Long-term borrowings	10,659,339,964.05	7,144,839,870.89	49.19%	New long-term borrowings for supplementing the working capital
Share capital	2,499,074,661.00	1,922,365,124.00	30.00%	Private placement of shares
Capital reserve	34,027,942,352.09	23,592,702,758.70	44.23%	Private placement of shares
Income statement items	Q1-Q3 2022	Q1-Q3 2021	Change (%)	Explanation of changes
Finance expenses	1,912,572,143.42	1,132,591,022.14	68.87%	Exchange losses and adjustments associated with concession royalties liabilities
Other income	139,351,673.37	328,343,162.91	-57.56%	Receipt of government subsidies for business development in the same period of last year
Gains from changes in fair value	-57,567,049.93	221,721,597.68	-125.96%	Change to the calculation of concession royalties liabilities by TCP Participações S.A in the same period of last year, and the relevant inclusion in finance expenses in the current period

II Shareholder Information**(I) Numbers of Ordinary Shareholders and Preferred Shareholders with Resumed Voting Rights as well as Holdings of Top 10 Shareholders**

Unit: share

Number of ordinary shareholders	31,427 (20,357 A-shareholders, 11,070 B-shareholders)	Number of preferred shareholders with resumed voting rights (if any)	0		
Top 10 shareholders					
Name of shareholder	Nature of shareholder	Shareholding percentage	Total shares held	Restricted shares held	Shares in pledge or frozen
CHINA MERCHANTS PORT INVESTMENT DEVELOPMENT COMPANY LIMITED	Foreign legal person	59.75%	1,148,648,648	0	0
CHINA MERCHANTS GANGTONG DEVELOPMENT (SHENZHEN) CO., LTD.	State-owned legal person	19.29%	370,878,000	0	0
SHENZHEN INFRASTRUCTURE INVESTMENT FUND-SHENZHEN INFRASTRUCTURE INVESTMENT FUND PARTNERSHIP (LIMITED PARTNERSHIP)	Funds, wealth management products, etc.	3.37%	64,850,182	0	0
CHINA-AFRICA DEVELOPMENT FUND	State-owned legal person	3.33%	64,102,564	0	0
BROADFORD GLOBAL LIMITED	State-owned legal person	2.88%	55,314,208	0	0
HONG KONG SECURITIES CLEARING COMPANY LTD.	Foreign legal person	0.29%	5,670,277	0	Unknown
ZHU HUI	Domestic natural person	0.15%	2,963,303	0	Unknown
CHINA MERCHANTS SECURITIES (HK) CO., LTD.	Foreign legal person	0.13%	2,531,955	0	Unknown
MONETARY AUTHORITY OF MACAO-SELF-OWNED	Foreign legal person	0.11%	2,172,637	0	Unknown

FUNDS					
MAI SHUQING	Domestic natural person	0.11%	2,129,247	0	Unknown
Top 10 unrestricted shareholders					
Name of shareholder	Unrestricted ordinary shares held	Shares by type			
		Type	Shares		
CHINA MERCHANTS PORT INVESTMENT DEVELOPMENT COMPANY LIMITED	1,148,648,648	RMB ordinary share	1,148,648,648		
CHINA MERCHANTS GANGTONG DEVELOPMENT (SHENZHEN) CO., LTD.	370,878,000	RMB ordinary share	370,878,000		
SHENZHEN INFRASTRUCTURE INVESTMENT FUND-SHENZHEN INFRASTRUCTURE INVESTMENT FUND PARTNERSHIP (LIMITED PARTNERSHIP)	64,850,182	RMB ordinary share	64,850,182		
CHINA-AFRICA DEVELOPMENT FUND	64,102,564	RMB ordinary share	64,102,564		
BROADFORD GLOBAL LIMITED	55,314,208	Domestically listed foreign share	55,314,208		
HONG KONG SECURITIES CLEARING COMPANY LTD.	5,670,277	RMB ordinary share	5,670,277		
ZHU HUI	2,963,303	RMB ordinary share	2,963,303		
CHINA MERCHANTS SECURITIES (HK) CO., LTD.	2,531,955	Domestically listed foreign share	2,531,955		
MONETARY AUTHORITY OF MACAO-SELF-OWNED FUNDS	2,172,637	RMB ordinary share	2,172,637		
MAI SHUQING	2,129,247	RMB ordinary share	2,129,247		
Related or acting-in-concert	China Merchants Gangtong Development (Shenzhen) Co., Ltd. is a controlled				

parties among the shareholders above	subsidiary of Broadford Global Limited, and Broadford Global Limited is the controlling shareholder of China Merchants Port Investment Development Company Limited. The Company does not know whether the other unrestricted shareholders are related parties or not.
Top 10 shareholders engaged in securities margin trading (if any)	N/A

Note: China Merchants Investment Development Company Limited (CMID) (Chinese name: 招商局投资发展有限公司) was renamed China Merchants Port Investment Development Company Limited (CMPID) (Chinese name: 招商局港口投资发展有限公司) on 8 July 2020.

Indicate by tick mark whether any of the top 10 ordinary shareholders or the top 10 unrestricted ordinary shareholders of the Company conducted any promissory repo during the Reporting Period.

Yes No

No such cases in the Reporting Period.

(II) Number of Preferred Shareholders and Shareholdings of Top 10 of Them

Applicable Not applicable

III Other Significant Events

(I) Private Placement of A-shares and Subscription of Shares in Ningbo Port

On 13 July 2021, the Proposal on the Plan for Private Placement of A-shares, the Proposal on Subscription by the Company as a Strategic Investor of Shares in a Private Placement of Ningbo Zhoushan Port Company Limited & Related-party Transaction, and other relevant proposals were approved unanimously at the 6th Extraordinary Meeting of the Company's 10th Board of Directors in 2021, and the 3rd Extraordinary Meeting of the Company's 10th Supervisory Committee in 2021, respectively. As such, the Company was agreed to introduce Zhejiang Provincial Seaport Investment & Operation Group Co. Ltd. (Seaport Group) as a strategic investor by carrying out a private placement of 577,000,000 A-shares (or 30% of the Company's total share capital before the issue) to Seaport Group to raise RMB10.917 billion. Meanwhile, the Company was agreed to subscribe for in cash, as a strategic investor, 3,646,971,029 A-shares in the 2021 private placement of Ningbo Zhoushan Port Company Limited (Ningbo Port). For further information, see Announcement No. 2021-053 on the Resolutions of the 6th Extraordinary Meeting of the 10th Board of Directors in 2021, Announcement No. 2021-054 on the Resolutions of the 3rd Extraordinary Meeting of the 10th Supervisory Committee in 2021, Announcement No. 2021-057 on

Subscription by the Company as a Strategic Investor of Shares in a Private Placement of Ningbo Zhoushan Port Company Limited & Related-party Transaction, and other relevant announcements disclosed by the Company dated 14 July 2021.

On 26 August 2021, the Company disclosed that it had received the Reply on the Private Placement of A-shares of China Merchants Port Group Co., Ltd. (Guo Zi Chan Quan [2021] No. 457) issued by the State-owned Assets Supervision and Administration Commission of the State Council, which in principle consented to the plan of the Company for a private placement of no more than 576,709,537 A-shares to Zhejiang Provincial Seaport Investment & Operation Group Co. Ltd. (SS). For further information, see Announcement No. 2021-070 on Approval of Private Placement of A-shares by SASAC of the State Council disclosed by the Company dated 27 August 2021.

On 27 September 2021, the proposals in relation to the private placement of A-shares were approved at the 1st Extraordinary General Meeting of the Company in 2021. For further information, see Announcement No. 2021-087 on Announcement on Resolutions of the 1st Extraordinary General Meeting of 2021 disclosed by the Company dated 28 September 2021.

On 15 October 2021, the Company received the Acceptance Form for Administrative License Application from the China Securities Regulatory Commission (Acceptance Number: 212745), which tells that the China Securities Regulatory Commission has examined the application materials submitted by the Company for Approval of Non-public Offering of Shares by Listed Company (A-Share Main Board of Shanghai Stock Exchange and Shenzhen Stock Exchange and B Shares) and decided to accept the application for an administrative license.

On 26 October 2021, the Company received the Announcement on Receiving the Notice of Feedback on the Examination of Administrative License Project (No. 212745) issued by the China Securities Regulatory Commission (hereinafter referred to as the "Feedback"), which tells that the China Securities Regulatory Commission has examined the application materials for an administrative license of Approval on Non-Public Offering of Shares (A-Share Main Board of Shanghai Stock Exchange and Shenzhen Stock Exchange and B Shares) by Listed Company of China Merchants Port Group Co., Ltd. submitted by the Company, and required the Company to make written descriptions and explanations on relevant issues, and submit a written reply to the

administrative license acceptance department of the China Securities Regulatory Commission within 30 days.

On 20 November 2021, the Company and relevant intermediaries carefully checked and implemented the issues listed in the Feedback in accordance with the requirements of China Securities Regulatory Commission, and formed the Reply to the Feedback on the Application Document for the 2021 Non-Public Offering of A-Shares of China Merchants Port Group Co., Ltd. (hereinafter referred to as the "Reply to the Feedback") and disclosed it. For details, please refer to the Reply to the Feedback on the Application Document for the 2021 Non-Public Offering of A-Shares of China Merchants Port Group Co., Ltd. published on the same day. The Company has submitted the Reply to the Feedback and other relevant materials to CSRC within two working days after its disclosure.

On 5 July 2022, the Company received the Letter on Properly Preparing the Meeting of the Public Offering Review Committee of the China Securities Regulatory Commission on the Private Placement of China Merchants Port Group Co., Ltd. (hereinafter referred to as the "Letter") from the China Securities Regulatory Commission (CSRC). The Company, together with relevant intermediaries, conscientiously verified and addressed the issues mentioned in the Letter, as required by the CSRC. Upon research, demonstration, and analysis, it replied to the issues listed. For details, see the Reply to the Letter on Properly Preparing the Meeting of the Public Offering Review Committee of the China Securities Regulatory Commission on the Private Placement of China Merchants Port Group Co., Ltd. and the Announcement on the Reply to the Letter on Properly Preparing the Meeting of the Public Offering Review Committee of the China Securities Regulatory Commission on the Private Placement (Announcement No.: 2022-059) released by the Company on 14 July 2022.

The Public Offering Review Committee of the CSRC, on 25 July 2022, reviewed the application for the private placement of A Shares submitted in 2021 by the Company. The application has been approved, according to the result of the review meeting. For details, see the Announcement on the Approval of the Public Offering Review Committee of the China Securities Regulatory Commission for the Application for the Private Placement of A Shares in 2021 (Announcement No.: 2022-061) disclosed by the Company on 26 July 2022.

On 1 August 2022, the Company received the Reply of China Securities Regulatory Commission on the Approval of the Private Placement of China Merchants Port Group Co., Ltd. (ZJXK [2022] No. 1657) (hereinafter referred

to as the “Reply”). For details, see the Announcement on the Approval of the China Securities Regulatory Commission for the Application for the Private Placement of A Shares in 2021 (Announcement No.: 2022-062) disclosed by the Company on 2 August 2022.

Pursuant to the Reply, the Company issued, in a private placement, a total of 576,709,537 shares of RMB-denominated ordinary shares (A-shares) at RMB18.50/share, raising a total of RMB10,669,126,434.50, with the net amount after deducting issuance costs being RMB10,632,533,330.40. Following the arrival of the aforesaid funds, Deloitte Touche Tohmatsu Certified Public Accountants LLP verified the funds and issued a Capital Verification Report for China Merchants Port Group Co., Ltd. (DSB (Y) Z (22) No. 00471) on 16 September 2022. To regulate the management of raised funds and protect the interests of minority investors, the Company opened up a specialized account for raised funds at the Shenzhen branch of China Merchants Bank Co., Ltd. (hereinafter referred to as “CMB Shenzhen”). As Part A, the Company, together with CMB Shenzhen (Party B) and sponsors China International Capital Corporation Limited (Party C) and China Merchants Securities Co., Ltd. (Party D), signed the Quadripartite Supervision Agreement on the Funds Raised in the Private Placement of A Shares of China Merchants Port Group Co., Ltd. For details, see the Report on the Offering Results of the Private Placement of A Shares and the Announcement on Signing the Quadripartite Supervision Agreement on the Funds Raised (Announcement No.: 2022-077) disclosed by the Company on 23 September 2022.

On 12 October 2022, the A shares issued in the 2021 private placement were officially listed. For details, see the Announcement on the Listing of the Privately Placed A Shares and the Summary of the Announcement on the Listing of the Privately Placed A Shares (Announcement No.: 2022-084) disclosed by the Company on 10 October 2022.

(II) Progress, Influence and Solutions in respect of Significant Events

1. Index to Information Disclosure

In the Reporting Period, the Company disclosed the following significant events:

Announcement No.	Date	Title
2022-058	1 July 2022	Announcement on 2022 Interest Payment for 2020 Public Offering of Corporate Bonds (Tranche 1) to Qualified Investors

2022-059	14 July 2022	Announcement on the Reply to the Letter on Properly Preparing the Meeting of the Public Offering Review Committee of the China Securities Regulatory Commission on the Private Placement
2022-060	15 July 2022	Announcement on Voluntary Information Disclosure of Business Volume Data of June 2022
2022-061	26 July 2022	Announcement on the Approval of the Public Offering Review Committee of the China Securities Regulatory Commission for the Application for the Private Placement of A Shares in 2021
2022-062	2 August 2022	Announcement on the Approval of the China Securities Regulatory Commission for the Application for the Private Placement of A Shares in 2021
2022-063	13 August 2022	Announcement on Voluntary Information Disclosure of Business Volume Data of July 2022
2022-064	16 August 2022	Reminder on Restricted Shares Issued in the Offering of Shares for Asset Acquisition and Raising the Matching Funds & the Related-party Transaction Being Allowed for Public Trading
2022-065	31 August 2022	Announcement on Resolutions of the 6 th Meeting of the 10 th Board of Directors
2022-066	31 August 2022	Announcement on Resolutions of the 6 th Meeting of the 10 th Supervisory Committee
2022-067	31 August 2022	Interim Report 2022 (Summary) (Chinese and English Versions)
2022-068	31 August 2022	Special Report of the Deposit and Use of Raised Funds for H1 2022
2022-069	31 August 2022	Announcement on the Confirmation of Land Use Rights at the Chiwan Port & the Related-party Transaction
2022-070	31 August 2022	Announcement on Voluntary Information Disclosure of the Release of 2022 Interim Results by Majority-owned Subsidiary
2022-071	31 August 2022	Announcement on Online Investor Meeting on 2022 Interim Results
2022-072	1 September 2022	Announcement on Redemption of the 2nd Issue of SCP in 2022 upon Maturity
2022-073	1 September 2022	Reminder on the 5th Issue of SCP in 2022
2022-074	7 September 2022	Announcement on Results of the 5th Issue of SCP in 2022
2022-075	8 September 2022	Notice of the 2 nd Extraordinary General Meeting of 2022
2022-076	15 September 2022	Announcement on Voluntary Information Disclosure of Business Volume Data of August 2022

2022-077	23 September 2022	Announcement on Signing the Quadripartite Supervision Agreement on the Funds Raised
2022-078	27 September 2022	Announcement on Resolutions of the 2 nd Extraordinary General Meeting of 2022
2022-079	27 September 2022	Announcement on Redemption of the 3 rd Issue of SCP in 2022 upon Maturity
2022-080	30 September 2022	Announcement on the Resolutions of the 7 th Extraordinary Meeting of the 10 th Board of Directors in 2022
2022-081	30 September 2022	Announcement on the Resolutions of the 4 th Extraordinary Meeting of the 10 th Supervisory Committee in 2022
2022-082	30 September 2022	Announcement on the Appointment of Mr. Liu Bin as Deputy General Manager
2022-083	30 September 2022	Announcement on Cash Management on Idle Raised Funds

2. Progress of any Share Repurchase

Applicable Not applicable

3. Progress of any Reduction of the Repurchased Shares through Centralized Bidding

Applicable Not applicable

(III) Financial Investments

1. Securities Investments

Unit: RMB

Variety of security	Code of security	Name of security	Initial investment cost	Accounting measurement method	Beginning carrying amount	Gain/loss on fair value changes in the Reporting Period	Accumulated fair value changes recorded in equity	Purchased in the Reporting Period	Sold in the Reporting Period	Gain/loss in the Reporting Period	Ending carrying amount	Accounting title	Funding source
Stock	06198	Qingdao Port	124,405,138.80	Fair value method	145,443,863.52	-35,769,093.04	-	-	-	10,432,424.09	122,215,967.85	Other non-current financial assets	Self-funded
Stock	601298	Qingdao Port	331,404,250.30	Fair value method	637,280,000.00	-24,640,000.00	-	-	-	28,716,800.00	612,640,000.00	Other non-current financial assets	Self-funded

Stock	600377	Jiangsu Expressway	1,120,000.00	Fair value method	8,620,000.00	-	12,041.97	-	8,632,041.97	-	-	Other equity instrument investment	Self-funded
Stock	400032	Petrochemical A1	3,500,000.00	Fair value method	382,200.00	-	-	-	-	-	382,200.00	Other equity instrument investment	Self-funded
Stock	400009	Guang Jiang 1	27,500.00	Fair value method	17,000.00	-	-	-	-	-	17,000.00	Other equity instrument investment	Self-funded
Stock	600179	Antong Holdings	391,956.73	Fair value method	157,196.79	-11,013,742.95	-	442,080,640.00	-	-	431,224,093.84	Held-for-trading financial assets and other non-current financial assets	Self-funded
Total			460,848,845.83	--	791,900,260.31	-71,422,835.99	12,041.97	442,080,640.00	8,632,041.97	39,149,224.09	1,166,479,261.69	--	--

2. Investments in Derivative Financial Instruments

Applicable Not applicable

No such cases in the Reporting Period.

(IV) Progress of Projects Financed with Raised Funds

1. Funds Raised through Private Placement of Shares

(1) Funds Raised through the Private Placement of Shares in 2019

Pursuant to the Reply of China Securities Regulatory Commission on the Approval of Shenzhen Chiwan Wharf Holdings Limited Offering Shares to China Merchants Investment Development Company Limited for Asset

Acquisition and Raising the Matching Funds (ZJXX [2018] No. 1750) dated 31 October 2018, the Company issued, in a private placement, a total of 128,952,746 shares of RMB-denominated ordinary shares (A-shares) to two entities including China-Africa Development Fund at RMB17.16/share, raising a total of RMB2,212,829,121.36 (with the net amount after deducting issuance costs being RMB2,185,997,340.15). Following the arrival of the aforesaid funds, BDO China Shu Lun Pan Certified Public Accountants LLP verified the funds raised in the private placement on 23 October 2019 and issued a Capital Verification Report (XKSBZ [2019] No. ZI10673).

(2) Funds Raised through the Private Placement of Shares in 2022

Pursuant to the Reply of China Securities Regulatory Commission on the Approval of the Private Placement of China Merchants Port Group Co., Ltd. (ZJXX [2022] No. 1657) dated 1 August 2022, the Company issued, in a private placement, a total of 576,709,537 shares of RMB-denominated ordinary shares (A-shares) to specified investors at a fixed price of RMB18.50/share, raising a total of RMB10,669,126,434.50, with the net amount after deducting issuance costs of RMB36,593,104.10 (exclusive of value-added tax) being RMB10,632,533,330.40. Following the arrival of the aforesaid funds at the Company's specialized account for raised funds (account No. 755901118610707) at the Shenzhen Xinshidai sub-branch of China Merchants Bank Co., Ltd., Deloitte Touche Tohmatsu Certified Public Accountants LLP verified the funds raised in the private placement on 16 September 2022 and issued a Capital Verification Report (DSB (Y) Z (22) No. 00471).

2. Use and Balances of Raised Funds

(1) Funds Raised through the Private Placement of Shares in 2019

As of 30 September 2022, a total of RMB9,998,803,433.75 of raised funds had been used, including: (1) RMB582,722,414.48 as the replacement for the self-financings that had been in advance input into project to be financed by raised funds; (2) RMB1,189,249,238.06 used after the arrival of the raised funds, including an investment of RMB1,189,249,238.06 in the Haixing Harbor Renovation Project (Phase II) (2019: RMB324,533,139.29; 2020: RMB424,734,590.46; 2021: RMB262,949,228.42; Q1-Q3 2022: RMB177,032,279.89); (3) RMB26,831,781.21 for paying issuance costs; (4) RMB7,130,000,000.00 for

purchasing structured deposits (2019: RMB1,200,000,000.00; 2020: RMB2,650,000,000.00; 2021: RMB3,280,000,000.00); (5) RMB1,070,000,000.00 for purchasing seven days call deposits (2021: RMB900,000,000.00; Q1-Q3 2022: RMB170,000,000.00).

As of 30 September 2022, the interest income in the account of raised funds minus service charges stood at RMB7,286,237.86 (2019: RMB795,775.14; 2020: RMB1,142,652.22; 2021: RMB513,577.57; Q1-Q3 2022: RMB4,834,232.93). The amount of structured deposits redeemed was RMB7,130,000,000.00 (2019: RMB100,000,000.00; 2020: RMB2,950,000,000.00; 2021: RMB4,080,000,000.00). The amount of income from structured deposits was RMB41,738,931.50 (2019: RMB302,465.75; 2020: RMB28,538,767.13; 2021: RMB12,897,698.62). The amount of seven days call deposits redeemed was RMB920,000,000.00 (2021: RMB900,000,000.00; Q1-Q3 2022: RMB20,000,000.00). And the amount of income from seven days call deposits was RMB4,785,085.42 (2021: RMB4,756,502.08; Q1-Q3 2022: RMB28,583.34).

As of 30 September 2022, the balance in the account of raised funds was RMB467,835,942.39. The use and balance of the raised funds are as follows:

Unit: RMB

Item	Amount
Opening balance of raised funds (31 December 2021)	640,005,406.01
Less: raised funds that were directly used for project to be financed by raised funds in Q1-Q3 2022	177,032,279.89
Add: Income from seven days call deposits in Q1-Q3 2022	28,583.34
Net interest income from raised funds in Q1-Q3 2022	4,834,232.93
Closing balance of raised funds (30 September 2022)	467,835,942.39

(2) Funds Raised through the Private Placement of Shares in 2022

As of 30 September 2022, the balance in the account of raised funds was RMB10,645,496,413.71. The use and balance of the raised funds in Q1-Q3 2022 are as follows:

Unit: RMB

Item	Amount
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Initial amount of raised funds	10,669,126,434.50
Less: Sponsor charges paid	27,000,000.00
Add: Net interest income from raised funds in Q3 2022	3,369,979.21
Closing balance of raised funds (30 September 2022)	10,645,496,413.71

3. Funds Raised through Corporate Bonds

(1) 20 CMPort 01

On 7 July 2020, the Company issued RMB2 billion of corporate bonds at the Shenzhen Stock Exchange, with a coupon rate of 3.36% and a term of three years. The funds raised would be used to acquire 1,606,855,919 ordinary shares in Zhanjiang Port (Group) Co., Ltd. (accounting for 27.3544% of Zhanjiang Port's total issued shares) from the Company's wholly-owned subsidiary Chiwan Wharf Holdings (Hong Kong) Limited. As of 30 September 2022, the handover of the said equity interests has been completed. The first and second interest payments for the corporate bonds were made on 8 July 2021 and 8 July 2022, respectively.

(2) 22 CMPort 01

On 29 August 2022, the Company issued RMB3 billion of corporate bonds at the Shenzhen Stock Exchange, with a coupon rate of 2.69% and a term of three years. The funds raised would be used to acquire A shares issued in the private placement of Ningbo Zhoushan Port Company Limited in 2021 as a strategic investor. As of 30 September 2022, the subscription of the said equity interests has been completed. These corporate bonds are not due for interest payment.

(3) 22 CMPort 02

On 5 September 2022, the Company issued RMB3 billion of corporate bonds at the Shenzhen Stock Exchange, with a coupon rate of 2.45% and a term of two years. The funds raised would be used to acquire A shares issued in the private placement of Ningbo Zhoushan Port Company Limited in 2021 as a strategic investor. As of 30 September 2022, the subscription of the said equity interests has been completed. These corporate bonds are not due for interest payment.

(4) 22 CMPort 03

On 8 September 2022, the Company issued RMB2 billion of corporate bonds at the Shenzhen Stock Exchange, with a coupon rate of 1.93% and a term of one year (with the issuer's option to adjust the coupon rate at the 180th day, the investors' callable option, and the issuer's option to redeem). The funds raised would be used to acquire A shares issued in the private placement of Ningbo Zhoushan Port Company Limited in 2021 as a strategic investor. As of 30 September 2022, the subscription of the said equity interests has been completed. These corporate bonds are not due for interest payment.

(V) Communications with the Investment Community such as Researches, Inquiries and Interviews Received during the Reporting Period

Date	Place	Way of communication	Type of communication party	Communication party	Index to basic information of researches
27 July 2022	China Merchants Port Building	One-on-one meeting	Institution	Qianming Asset Management, Morning Bell Asset Management, Banyan Investment, JM Capital, Zhifu Circle Fund, Junying Investment, Huifu Fund, YJ Investment, Jinhuiyang Investment, Jinglai Investment, Huatai Securities, Xinyuan Century	Main discussions: the basic condition of operations, investments made and the financial condition of the Company; Materials provided: None Index: SZSE EasyIR (http://irm.cninfo.com.cn/ircs/index)
31 August 2022	China Merchants Port Building	Conference call	Institution	Shenwan Hongyuan, Sealand Securities, CICC, Guotai Junan, Galaxy Securities, CITIC Securities, Haitong Securities, TF Securities, Industrial Securities, Capital Securities, Essence Securities, Greatwall Securities, Guosen H&S, Nanjing Securities	
1 July 2022 to 30 September 2022	China Merchants Port Building	By phone, or written inquiry (the	Individual	-	

		EasyIR platfor m of SZSE or email)			
Times of communications					29
Number of institutions communicated with					26
Number of individuals communicated with					27
Number of other communication parties					0
Tip-offs or leakages of substantial supposedly-confidential information during communications					No

(VI) Progress Made on Internal Control

The focuses of internal control for Q3 2022 are as follows:

1. Establishment of internal control system

All the controlled entities and corporate entities within the Company have established an internal control system, and the internal control appraisal was carried out as scheduled. The Company Headquarters and its subordinates improved their business processes in a timely manner. The Company Headquarters, in particular, formulated four new business processes in Q3 2022. According to the internal control supervision and examination plan featuring “full coverage in three years”, the Company completed the internal control supervision and examination on seven entities, and such supervision and examination on one more entity will be completed by the end of 2022.

2. Comprehensive risk management

Through the annual material risk assessment, specialized monitoring of overseas risk, liquidity risk, credit risk and alike, as well as follow-up management of issues involving operating risks and other measures, the Company continued to refine the risk control standards, improved the systems, and normalized closed-loop risk management.

(VII) Deposits in and Loans Provided by a Finance Company

The Proposal on Signing Financial Service Agreement with Sinotrans & CSC Finance Co., Ltd. was reviewed and approved on the 2nd Meeting of the 9th Board of Directors held by the Company on 23 August 2017, in which, the Company was agreed to signed the Financial Service Agreement with Sinotrans & CSC Finance Co., Ltd. (renamed China Merchants Group Finance Co., Ltd. from August 2017) with the period of three years.

The Proposal on Adjusting Limit of Deposits and Loans and Signing Supplementary Agreement to Financial Service Agreement with China Merchants Group Finance Co., Ltd and the Related-party Transactions was reviewed and approved on the 5th Meeting of the 9th Board of Directors held by the Company on 28 March 2019, in which, the Company was agreed to signed Supplementary Agreement to Financial Service Agreement with China Merchants Group Finance Co., Ltd.

The Proposal on Adjusting Limit of Deposits and Loans and Signing Supplementary Agreement II to Financial Service Agreement with China Merchants Group Finance Co., Ltd and the Related-party Transactions was reviewed and approved on the 4th Extraordinary General Meeting of 2019 held by the Company on 11 December 2019, in which, the Company was agreed to signed Supplementary Agreement II to Financial Service Agreement with China Merchants Group Finance Co., Ltd.

The Company held the 5th Meeting of the 10th Board of Directors and the 2021 Annual General Meeting respectively on 29 March and 21 April 2022, respectively, reviewing and approving the Proposal on Renewing the Financial Service Agreement and Related Party Transactions with China Merchants Group Finance Co., Ltd. and agreeing with the renewal of the Financial Service Agreement, with a term of three years, with China Merchants Group Finance Co., Ltd.

At the end of the Reporting Period, deposits in and loans provided by China Merchants Group Finance Co., Ltd. were as follows:

Unit: RMB'0,000

Item	Beginning balance	Q1-Q3 Increase	Q1-Q3 Decrease	Ending balance
I. Deposits in China Merchants Group Finance Co., Ltd.	217,830.37	986,068.71	1,125,670.82	78,228.26

II. Loans provided by China Merchants Group Finance Co., Ltd.	397,422.90	37,722.09	136,169.97	298,975.02
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IV Quarterly Financial Statements**(I) Financial Statements****1. Consolidated Balance Sheet**

Prepared by China Merchants Port Group Co., Ltd.

30 September 2022

Unit: RMB

Item	30 September 2022	31 December 2021
Current assets:		
Cash and bank balances	23,991,867,879.47	12,772,349,406.77
Settlement reserve		
Interbank loans granted		
Held-for-trading financial assets	2,245,554,640.72	6,921,831,502.55
Derivative financial assets		
Notes receivable	6,920,000.00	6,081,611.95
Accounts receivable	1,770,433,437.98	1,320,577,577.81
Receivables financing	192,053,351.46	238,429,402.71
Prepayments	86,127,956.36	51,606,794.20
Premiums receivable		
Reinsurance receivables		
Receivable reinsurance contract reserve		
Other receivables	862,567,552.65	696,276,595.87
Including: Interest receivable		
Dividend receivable	305,075,948.96	264,626,493.85
Financial assets purchased under resale agreements		
Inventories	219,495,555.68	194,920,136.12
Contract assets		
Assets held for sale	337,442,757.28	337,442,757.28
Non-current assets due within one year	110,686,022.99	102,356,461.97
Other current assets	116,081,853.80	339,684,297.41
Total current assets	29,939,231,008.39	22,981,556,544.64
Non-current assets:		
Loans and advances to customers		
Investments in debt obligations		
Investments in other debt obligations		
Long-term receivables	6,453,212,465.48	6,162,713,861.02
Long-term equity investments	90,917,964,963.56	70,353,451,824.52

Investments in other equity instruments	171,625,961.43	180,251,798.43
Other non-current financial assets	1,192,716,309.20	809,515,244.87
Investment properties	5,170,447,248.53	5,298,238,414.88
Fixed assets	31,438,104,572.81	31,710,513,230.29
Construction in progress	2,723,049,324.63	2,557,584,953.92
Productive living assets		
Oil and gas assets		
Right-of-use assets	9,599,213,070.68	8,743,077,542.19
Intangible assets	18,420,181,500.73	18,475,412,380.93
Development expenditure	53,618,526.32	82,391,225.85
Goodwill	6,372,919,884.13	6,024,160,942.07
Long-term prepaid expenses	961,083,913.87	975,994,541.52
Deferred tax assets	367,185,190.51	398,145,710.84
Other non-current assets	1,378,314,390.96	1,231,092,952.69
Total non-current assets	175,219,637,322.84	153,002,544,624.02
Total assets	205,158,868,331.23	175,984,101,168.66
Current liabilities:		
Short-term borrowings	15,584,382,919.35	13,651,452,805.36
Borrowings from the central bank		
Interbank loans obtained		
Held-for-trading financial liabilities		
Derivative financial liabilities		
Notes payable	9,089,940.00	1,895,987.17
Accounts payable	703,234,483.11	843,820,438.51
Receipts in advance	16,598,278.72	9,313,166.01
Contract liabilities	158,920,581.64	196,784,525.26
Financial assets sold under repurchase agreements		
Customer deposits and interbank deposits		
Payables for acting trading of securities		
Payables for underwriting of securities		
Employee benefits payable	833,069,708.93	820,416,415.47
Taxes payable	1,062,749,684.48	2,162,719,251.68
Other payables	2,387,363,664.56	2,140,108,341.08
Including: Interest payable		
Dividends payable	646,722,145.14	48,803,019.31
Handling charges and commissions		
Reinsurance payables		

Liabilities directly associated with assets		
Non-current liabilities due within one year	11,631,962,047.97	8,268,209,284.17
Other current liabilities	5,160,302,775.35	2,158,497,775.85
Total current liabilities	37,547,674,084.11	30,253,217,990.56
Non-current liabilities:		
Insurance contract reserve		
Long-term borrowings	10,659,339,964.05	7,144,839,870.89
Bonds payable	19,256,689,372.91	16,670,872,414.14
Including: Preferred shares		
Perpetual bonds		
Lease liabilities	1,028,399,565.92	1,055,194,906.09
Long-term payables	3,743,290,303.19	3,422,179,366.40
Long-term employee benefits payable	553,952,696.84	588,681,492.63
Provisions	32,345,087.33	24,247,302.42
Deferred income	1,042,501,430.47	1,075,957,884.91
Deferred tax liabilities	4,766,884,996.30	4,550,417,470.61
Other non-current liabilities	163,947,528.78	163,065,578.53
Total non-current liabilities	41,247,350,945.79	34,695,456,286.62
Total liabilities	78,795,025,029.90	64,948,674,277.18
Shareholders' equity:		
Share capital	2,499,074,661.00	1,922,365,124.00
Other equity instruments		
Including: Preferred shares		
Perpetual bonds		
Capital reserve	34,027,942,352.09	23,592,702,758.70
Less: Treasury stock		
Other comprehensive income	-947,633,271.84	-890,125,318.18
Special reserve	38,752,164.77	9,184,429.12
Surplus reserves	961,182,562.00	961,182,562.00
General reserve		
Unappropriated profit	16,139,679,767.89	14,205,879,106.49
Total shareholders' equity attributable to	52,718,998,235.91	39,801,188,662.13
Minority interests	73,644,845,065.42	71,234,238,229.35
Total shareholders' equity	126,363,843,301.33	111,035,426,891.48
Total liabilities and shareholders' equity	205,158,868,331.23	175,984,101,168.66

Legal Representative: Wang Xiufeng

Chief Financial Officer: Tu Xiaoping

Head of Accounting Department: Huang Shengchao

2. Consolidated income statement for Q1~Q3

Unit: RMB

Item	Q1~Q3 2022	Q1~Q3 2021
1. Operating income	12,121,802,022.43	11,387,276,388.20
Including: Operating income	12,121,802,022.43	11,387,276,388.20
Interest income		
Premium income		
Handling charge and commission income		
2. Costs and expenses	10,501,686,642.56	9,131,716,482.40
Including: Operating costs	6,972,365,667.76	6,548,603,891.39
Interest expense		
Handling charge and commission expense		
Surrenders		
Net claims paid		
Net amount provided as policy reserve		
Expenditure on policy dividends		
Reinsurance premium expense		
Taxes and surcharges	215,022,537.23	133,990,419.75
Selling expense		
Administrative expenses	1,224,631,704.76	1,172,298,701.24
Research and development expenses	177,094,589.39	144,232,447.88
Finance expenses	1,912,572,143.42	1,132,591,022.14
Including: Interest expense	1,677,735,954.67	1,351,792,050.87
Interest income	375,671,992.19	279,112,021.80
Add: Other income	139,351,673.37	328,343,162.91
Investment income (Loss is marked with "-")	6,075,167,195.89	4,736,067,742.42
Including: Income from investments in associates and joint ventures	5,900,543,166.75	4,663,792,324.91
Income from the derecognition of financial assets at amortized cost (Loss is marked with "-")		
Foreign exchange gain (Loss is marked with "-")		
Net gain on exposure hedges (Loss is marked with "-")		
Gains from changes in fair value (Loss is marked with "-")	-57,567,049.93	221,721,597.68
Gains from impairment of credit (Loss is marked with "-")	3,855,115.26	-2,687,424.43
Gains from impairment of assets (Loss is marked with "-")		0.00
Gains on disposal of assets (Loss is marked with "-")	-196,629.44	9,352,429.28
3. Operating profit (Loss is marked with "-")	7,780,725,685.02	7,548,357,413.66
Add: Non-operating income	29,644,821.47	33,883,439.32

Less: Non-operating expenses	24,039,852.97	18,602,014.05
4. Gross profit (Loss is marked with "-")	7,786,330,653.52	7,563,638,838.93
Less: Income tax expenses	951,924,182.81	1,213,675,997.89
5. Net profit (Loss is marked with "-")	6,834,406,470.71	6,349,962,841.04
5.1 Categorization by continuity of operation		
5.1.1 Net profit from continuing operation (Loss is marked with "-")	6,834,406,470.71	6,349,962,841.04
5.1.2 Net profit from discontinued operation (Loss is marked with "-")		
5.2 Categorization by attribution of ownership		
5.2.1 Net profit attributable to shareholders of the parent (Loss is marked with "-")	2,752,903,994.81	2,433,805,397.11
5.2.2 Profit or loss attributable to minority shareholders (Loss is marked with "-")	4,081,502,475.90	3,916,157,443.93
6. Other comprehensive income, net of tax	992,669,178.02	-814,503,149.36
Other comprehensive income attributable to owners of the parent, net of tax	-49,994,283.75	-248,982,700.94
6.1 Other comprehensive income that will not be reclassified to profit or loss	-119,262,338.99	-574,136.83
6.1.1 Changes from remeasurement of the defined benefit plan		
6.1.2 Other comprehensive income that cannot be reclassified to profit or loss under the equity method		-206,636.83
6.1.3 Fair value changes of investments in other equity instruments	1,888,669.91	-367,500.00
6.1.4 Changes in the fair value of the company's credit risks		
6.1.5 Other		
6.2 Other comprehensive income that will be reclassified subsequently to profit or loss	69,268,055.24	-248,408,564.11
6.2.1 Other comprehensive income that can be reclassified to profit or loss under the equity method	-91,700,081.95	-22,030,401.63
6.2.2 Changes in the fair value of investments in other debt obligations		
6.2.3 Other comprehensive income arising from the reclassification of financial assets		
6.2.4 Allowance for credit impairments in investments in other debt obligations		
6.2.5 Reserve for cash flow hedges		
6.2.6 Translation differences of financial statements denominated in foreign currencies	160,968,137.19	-226,378,162.48
6.2.7 Other		
Other comprehensive income attributable to minority interests, net of tax	1,042,663,461.77	-565,520,448.42
7. Total comprehensive income attributable to	7,827,075,648.73	5,535,459,691.68
7.1 Shareholders of the parent	2,702,909,711.06	2,184,822,696.17

7.2 Minority shareholders	5,124,165,937.67	3,350,636,995.51
8. Earnings per share		
8.1 Basic earnings per share	1.10	1.27
8.2 Diluted earnings per share	1.10	1.27

3. Consolidated Cash Flow Statement for Q1~Q3

Unit: RMB

Item	Q1~Q3 2022	Q1~Q3 2021
1. Cash flows from operating activities:		
Cash receipts from sales of goods and rendering of services	11,918,924,038.43	10,888,133,177.65
Net increase in customer deposits and interbank deposits		
Net increase in borrowings from the central bank		
Net increase in loans from other financial institutions		
Premiums received on original insurance contracts		
Net proceeds from reinsurance		
Net increase in deposits and investments of policy holders		
Interest, handling charges and commissions received		
Net increase in interbank loans obtained		
Net increase in proceeds from repurchase transactions		
Net proceeds from acting trading of securities		
Receipts of tax refunds	237,739,341.38	98,009,957.10
Other cash receipts relating to operating activities	706,599,949.53	806,276,880.40
Sub-total of cash inflows	12,863,263,329.34	11,792,420,015.15
Cash payments for goods purchased and services received	3,333,947,104.49	3,059,419,442.45
Net increase in loans and advances to customers		
Net increase in deposits in the central bank and in interbank loans granted		
Payments for claims on original insurance contracts		
Net increase in interbank loans granted		
Interest, handling charges and commissions paid		
Policy dividends paid		
Cash payments to and on behalf of employees	2,683,236,462.66	2,364,304,903.63
Payments of various types of taxes	1,179,812,552.06	1,019,507,748.75
Other cash payments relating to operating activities	662,506,031.64	589,346,905.48
Sub-total of cash outflows	7,859,502,150.85	7,032,579,000.31
Net Cash Flows from Operating Activities	5,003,761,178.49	4,759,841,014.84
2. Cash flows from investing activities:		
Cash receipts from disposals and recovery of investments	33,052,462,359.27	8,880,000,000.00
Cash receipts from investments income	2,220,592,849.82	2,694,402,313.30

Net cash receipts from disposal of fixed assets, intangible assets and other long-term assets	2,987,135.59	72,796,360.75
Net cash receipts from disposal of subsidiaries and other operating units		
Other cash receipts relating to investing activities	224,624,056.64	437,177,590.74
Sub-total of cash inflows	35,500,666,401.32	12,084,376,264.79
Cash payments to acquire or construct fixed assets, intangible assets and other long-term assets	1,390,346,878.35	1,634,283,903.07
Cash payments to acquire investments	45,313,874,275.47	12,757,321,671.10
Net increase in pledged loans granted		
Net cash payments for acquisitions of subsidiaries and other business units		
Other cash payments relating to investing activities	974,451,295.13	16,434,653.35
Sub-total of cash outflows	47,678,672,448.95	14,408,040,227.52
Net cash flows from investing activities	-12,178,006,047.63	-2,323,663,962.73
3. Cash flows from financing activities:		
Cash receipts from capital contributions	10,642,126,434.50	1,960,000.00
Including: Cash receipts from capital contributions from Minority shareholder of subsidiary		1,960,000.00
Cash receipts from borrowings	44,074,925,890.91	15,543,148,136.92
Other cash receipts relating to financing activities	54,113,606.01	
Sub-total of cash inflows	54,771,165,931.42	15,545,108,136.92
Cash repayments of borrowings	32,348,032,159.80	17,826,164,384.14
Cash payments for distribution of dividends or profits or settlement of interest expenses	3,798,772,522.27	2,584,070,937.80
Including: Payments for distribution of dividends or profits to Minority shareholder of subsidiary	1,455,751,857.63	986,496,128.84
Other cash payments relating to financing activities	694,660,848.06	13,196,969.01
Sub-total of cash outflows	36,841,465,530.13	20,423,432,290.95
Net cash flows from financing activities	17,929,700,401.29	-4,878,324,154.03
4. Effect of foreign exchange rate changes on cash and cash equivalents	465,277,859.93	-74,581,012.67
5. Net increase in cash and cash equivalents	11,220,733,392.08	-2,516,728,114.59
Add: Opening balance of Cash and Cash Equivalents	12,727,388,787.69	11,899,943,358.25
6. Closing balance of cash and cash equivalents	23,948,122,179.77	9,383,215,243.66

(II) Independent Auditor's Report

Indicate by tick mark whether the financial statements above have been audited by an independent auditor.

Yes No

These financial statements have not been audited by such an auditor.

China Merchants Port Group Co., Ltd.

The Board of Directors

29 October 2022