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中國中車股份有限公司
CRRC CORPORATION LIMITED

(a joint stock limited company incorporated in the People's Republic of China with limited liability)
(Stock code: 1766)

2022 THIRD QUARTERLY REPORT

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

The 2022 third quarterly report of CRRC Corporation Limited (the “**Company**” or “**CRRC**”, together with its subsidiaries, the “**Group**”) is set out below. The financial report is prepared in accordance with the Accounting Standards for Business Enterprises of the PRC and is unaudited.

By order of the Board
CRRC Corporation Limited
Sun Yongcai
Chairman

Beijing, the PRC
28 October 2022

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

IMPORTANT NOTICE:

The board of directors, the supervisory committee, the directors, supervisors and senior management of the Company shall warrant that the information stated in this quarterly report is true, accurate, complete and without any false representation, misleading statement or material omission, and assume several and joint liabilities.

This report has been considered and approved at the eighth meeting of the third session of the Board of the Company and all directors of the Company were present at the Board meeting to consider and approve the quarterly report.

Sun Yongcai, the Chairman of the Company, Li Zheng, the person in charge of accounting affairs, and Wang Jian, the person responsible for the accounting department (head of the accounting department), hereby warrant the truthfulness, accuracy and completeness of the financial information contained in this quarterly report.

Whether the third quarterly financial statements of the Company have been audited.

Yes No

I. MAJOR FINANCIAL INFORMATION

(I) Principal accounting data and financial indicators

Unit: RMB'000 Currency: RMB

Item	The reporting period	Increase/decrease in the reporting period compared with the same period of last year (%)	From beginning of the year to the end of the reporting period	Increase/decrease from beginning of the year to end of the reporting period compared with the same period of last year (%)
Operating income	54,266,244	10.76	135,563,342	-6.16
Net profit attributable to shareholders of the listed Company	2,896,531	17.18	6,027,302	-6.71
Net profit after non-recurring profit or loss attributable to shareholders of the listed Company	2,346,189	28.39	4,221,343	-8.77
Net cash flow from operating activities	N/A	N/A	9,859,793	-
Basic earnings per share (RMB/share)	0.10	11.11	0.21	-8.70
Diluted earnings per share (RMB/share)	0.10	11.11	0.21	-8.70
Return on weighted average net assets (%)	1.96	Increased by 0.24 percentage point	4.02	Decreased by 0.45 percentage point
				Change as at the end of the reporting period as compared to the end of last year (%)
		As at the end of the reporting period	As at the end of last year	
Total assets		458,586,639	426,826,499	7.44
Owners' equity attributable to shareholders of the listed Company		149,326,777	148,574,346	0.51

Note: "The reporting period" refers to the three-month period from the beginning of the quarter to the end of the quarter, the same below.

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

Unit: RMB'000 Currency: RMB

Item	Amount for the reporting period	Amount from the beginning of the year to the end of the reporting period
Profit or loss on disposal of non-current assets	219,887	769,246
Government grant as included in profit and loss of the current period, other than those closely relating to the normal business of enterprises and subject to a fixed amount or quantity under certain standard and in compliance with national policies	456,002	1,151,719
Gain or loss on debt restructuring	-	43,440
Corporate restructuring fees such as staff settlement expenses and consolidation charges	-3,926	-13,713
Gain or loss on changes in fair value of financial assets held-for-trading, derivative financial assets , financial liabilities held-for-trading and derivative financial liabilities, and investment income from disposal of financial assets held-for-trading, derivative financial assets , financial liabilities held-for-trading and derivative financial liabilities and other debt investments, except for effective hedging transactions that are closely related to the Company's normal operation	176,852	481,323
Reversal of impairment provisions for receivables and contract assets under independent impairment test	6,164	372,508
Other non-operating income and expenses other than above items	44,881	108,067
Profit and loss items falling within the meaning of non-recurring profit and loss	-	-154,869
Less: Effect of income tax	176,010	539,405
Effect of minority shareholders' interest (after tax)	173,508	412,357
Total	<u>550,342</u>	<u>1,805,959</u>

Explanation on defining any non-recurring items listed under the Explanatory Announcement No. 1 on Information Disclosure by Companies Offering Securities to the Public – Non-recurring Gains/Losses as recurring items

Applicable √ Not applicable

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

√ Applicable Not applicable

Note: the current period in the analysis below refers to the period from January to September 2022.

1. Financing receivable decreased by approximately 31.10%, mainly due to the decrease in bills receivable measured at fair value received during the current period.
2. Prepayments increased by approximately 32.48%, mainly due to the increase in prepayments made by the Company in accordance with the terms of the contracts during the current period.
3. Inventories increased by approximately 36.86%, mainly due to the increase in production spare parts during the current period.
4. Non-current assets due within one year decreased by approximately 60.38%, mainly due to the decrease in loans and advances due within one year by CRRC Finance Co., Ltd. (“**Finance Company**”).
5. Debt investments decreased by approximately 69.92%, mainly due to the decrease in interbank depository receipts invested by Finance Company.
6. Development expenditures increased by approximately 43.06%, mainly due to the increase in the estimated capital expenditure on research and development during the current period.
7. Borrowings from central bank decreased by approximately 69.58%, mainly due to the decrease in borrowings obtained from central bank by Finance Company.
8. Deposits from customers and interbanks decreased by approximately 34.66%, mainly due to the decrease in loans placed with Finance Company.
9. Non-current liabilities due within one year increased by approximately 40.10%, mainly due to the reclassification of long-term loans to this account during the current period.
10. Other current liabilities increased by approximately 421.66%, mainly due to the issuance of ultra-short-term financing bonds during the current period.
11. Long-term borrowings decreased by approximately 50.08%, mainly due to the reclassification of long-term borrowings during the current period to non-current liabilities due within one year.

Operating income decreased by 6.16% as compared to the corresponding period of the previous year, mainly due to the decrease in the delivery of railway equipment business. The railway equipment business, urban rail transit vehicle and urban infrastructure business, new industry business and modern services business accounted for 34.45%, 25.51%, 35.94% and 4.10% of the operating income, respectively.

Unit: RMB'000 Currency: RMB

Segment business	Operating income			
	January – September 2022	For the same period of last year	Increase/ decrease	Increase/ decrease percentage
Railway equipment	46,704,557	52,588,298	-5,883,741	-11.19%
Urban rail transit vehicle and urban infrastructure	34,585,866	37,401,033	-2,815,167	-7.53%
New industry	48,727,529	48,635,781	91,748	0.19%
Modern service	5,545,390	5,834,509	-289,119	-4.96%
Total	135,563,342	144,459,621	-8,896,279	-6.16%

Operating income from railway equipment business decreased by 11.19% as compared with the same period of last year, mainly due to the decrease in revenue from MUs business. Among these, revenue from locomotive business was RMB15.304 billion, revenue from passenger carriage business was RMB1.972 billion, revenue from MUs business was RMB15.106 billion, and revenue from freight wagon business was RMB14.323 billion.

Operating income from urban rail transit and urban infrastructure business decreased by 7.53% as compared with the same period of last year, mainly due to the decrease in revenue from the urban rail subway business during the current period.

Operating income from new industry business increased by 0.19% as compared with the same period of last year, which remained relatively stable.

Operating income from modern service business decreased by 6.16% as compared with the same period of last year, mainly due to a reduction in leasing business during the current period.

From January to September 2022, the Company's newly signed orders amounted to approximately RMB178.1 billion (of which, contracted sales generated by the international business amounted to approximately RMB23.1 billion).

II. SHAREHOLDER INFORMATION

(I) The total number of common shareholders and preferred shareholders with voting rights resumed and shareholding of the top ten shareholders

Unit: Shares

Total number of shareholders of ordinary shares as at the end of the reporting period ^{Note1}	677,231	Total number of shareholders of preference shares with voting rights resumed as at the end of the reporting period (if any)	-
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Particulars of shareholdings of the top ten shareholders

Name of shareholders	Nature of shareholders	Number of shares held	Percentage of shareholding (%)	Number of shares held subject to trading moratorium	Pledged, marked or frozen	
					Status of shares	Number
CRRC GROUP Co., Ltd. ^{Note2}	State-owned legal person	14,558,389,450	50.73	-	Nil	-
HKSCC NOMINEES LIMITED ^{Note3}	Overseas legal person	4,357,368,853	15.18	-	Unknown	-
China Securities Finance Corporation Limited (中國證券金融股份有限公司)	State-owned legal person	605,663,637	2.11	-	Unknown	-
Hong Kong Securities Clearing Company Limited	Overseas legal person	328,714,381	1.15	-	Unknown	-
Central Huijin Asset Management Ltd. (中央匯金資產管理有限責任公司)	State-owned legal person	298,064,400	1.04	-	Unknown	-
Bosera Funds – Agricultural Bank of China – Bosera China Securities and Financial Assets Management Plan (博時基金 - 農業銀行 - 博時中證金融資產管理計劃)	Unknown	234,982,900	0.82	-	Unknown	-
E Fund – Agricultural Bank of China – E Fund China Securities and Financial Assets Management Plan (易方達基金 - 農業銀行 - 易方達中證金融資產管理計劃)	Unknown	234,982,900	0.82	-	Unknown	-
Dacheng Fund – Agricultural Bank of China – Dacheng China Securities and Financial Assets Management Plan (大成基金 - 農業銀行 - 大成中證金融資產管理計劃)	Unknown	234,982,900	0.82	-	Unknown	-

Name of shareholders	Nature of shareholders	Number of shares held	Percentage of shareholding (%)	Number of shares held subject to trading moratorium	Pledged, marked or frozen	
					Status of shares	Number
Harvest Fund – Agricultural Bank of China – Harvest China Securities and Financial Assets Management Plan (嘉實基金 - 農業銀行 - 嘉實中證金融資產管理計劃)	Unknown	234,982,900	0.82	–	Unknown	–
GF Fund – Agricultural Bank of China – GF China Securities and Financial Assets Management Plan						

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

Name of shareholders	Number of tradable shares held not subject to trading moratorium	Class and number of shares	
		Class	Number
CRRC GROUP Co., Ltd. ^{Note2}	14,558,389,450	Ordinary shares denominated in RMB	14,558,389,450
HKSCC NOMINEES LIMITED ^{Note3}	4,357,368,853	Overseas listed foreign invested shares	4,357,368,853
China Securities Finance Corporation Limited (中國證券金融股份有限公司)	605,663,637	Ordinary shares denominated in RMB	605,663,637
Hong Kong Securities Clearing Company Limited	328,714,381	Ordinary shares denominated in RMB	328,714,381
Central Huijin Asset Management Ltd. (中央匯金資產管理有限責任公司)	298,064,400	Ordinary shares denominated in RMB	298,064,400
Bosera Funds – Agricultural Bank of China – Bosera China Securities and Financial Assets Management Plan (博時基金 - 農業銀行 - 博時中證金融資產管理計劃)	234,982,900	Ordinary shares denominated in RMB	234,982,900
E Fund – Agricultural Bank of China – E Fund China Securities and Financial Assets Management Plan (易方達基金 - 農業銀行 - 易方達中證金融資產管理 計劃)	234,982,900	Ordinary shares denominated in RMB	234,982,900
Dacheng Fund – Agricultural Bank of China – Dacheng China Securities and Financial Assets Management Plan (大成基金 - 農業銀行 - 大成中證金融資產管理計劃)	234,982,900	Ordinary shares denominated in RMB	234,982,900
Harvest Fund – Agricultural Bank of China – Harvest China Securities and Financial Assets Management Plan (嘉實基金 - 農業銀行 - 嘉實中證金融資產管理計劃)	234,982,900	Ordinary shares denominated in RMB	234,982,900
GF Fund – Agricultural Bank of China – GF China Securities and Financial Assets Management Plan (廣發基金 - 農業銀行 - 廣發中證金融資產管理計劃)	234,982,900	Ordinary shares denominated in RMB	234,982,900
Zhong'ou Asset – Agricultural Bank of China – Zhong'ou China Securities and Financial Assets Management Plan (中歐基金 - 農業銀行 - 中歐中證金融資產管理計劃)	234,982,900	Ordinary shares denominated in RMB	234,982,900
China AMC – Agricultural Bank of China – China AMC China Securities and Financial Assets Management Plan (華夏基金 - 農業銀行 - 華夏中證金融資產管理計劃)	234,982,900	Ordinary shares denominated in RMB	234,982,900
Yinhua Fund – Agricultural Bank of China – Yinhua China Securities and Financial Assets Management Plan (銀華基金 - 農業銀行 - 銀華中證金融資產管理計劃)	234,982,900	Ordinary shares denominated in RMB	234,982,900

Name of shareholders	Number of tradable shares held not subject to trading moratorium	Class and number of shares	
		Class	Number
China Southern Asset Management – Agricultural Bank of China – China Southern Asset Management China Securities and Financial Assets Management Plan (南方基金 - 農業銀行 - 南方中證金融資產管理計劃)	234,982,900	Ordinary shares denominated in RMB	234,982,900
ICBCCS Fund – Agricultural Bank of China – ICBCCS China Securities and Financial Assets Management Plan (工銀瑞信基金 - 農業銀行 - 工銀瑞信中證金融資產管理計劃)	234,982,900	Ordinary shares denominated in RMB	234,982,900
Related party relationship or acting in concert among the above shareholders	-		
Top ten shareholders and top ten shareholders not subject to trading moratorium participating in margin trading and short selling and refinancing business, if any	-		

Note 1: As at the end of the reporting period, the Company has 674,524 holders of A shares and 2,707 registered holders of H shares.

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

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

III. OTHER REMINDERS

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

√ Applicable Not applicable

Debt financing instruments

From January to September 2022, the Company issued 8 tranches Super Short-term Commercial Papers with a size of RMB20 billion, 4 of which were redeemed with a size of RMB9 billion and a balance of RMB11 billion; issued 3 tranches of asset-backed commercial paper (ABCP) with a size of approximately RMB8.827 billion, 2 of which were redeemed with a size of approximately RMB7.534 billion and a balance of approximately RMB1.558 billion.

IV. QUARTERLY FINANCIAL STATEMENTS

(1) Type of Audit Opinion

Applicable Not applicable

(2) Financial Statements

Consolidated Balance Sheet

30 September 2022

Prepared by: CRRC Corporation Limited

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

Item	30 September 2022	31 December 2021
Current assets:		
Cash and bank balances	53,033,999	48,585,115
Held-for-trading financial assets	13,328,984	10,694,693
Bills receivable	19,614,265	23,022,568
Accounts receivable	86,044,874	72,985,213
Financing receivable	7,280,003	10,552,051
Prepayments	9,077,310	6,851,842
Other receivables	4,892,308	4,360,569
Inventories	84,060,059	61,420,021
Contract assets	23,141,744	19,696,717
Held-for-sale assets	71,160	126,275
Non-current assets due within one year	6,267,840	15,821,211
Other current assets	4,967,977	5,766,355
Total current assets	<u>311,780,523</u>	<u>279,882,630</u>

Item	30 September 2022	31 December 2021
Non-current assets:		
Debt investments	602,260	2,002,484
Long-term receivables	8,657,835	10,774,956
Long-term equity investments	17,816,230	17,203,832
Investment in other equity instruments	2,494,158	2,997,338
Other non-current financial assets	423,184	370,460
Investment properties	818,157	835,306
Fixed assets	57,446,643	58,919,951
Construction in progress	6,594,397	6,310,367
Right-of-use assets	1,381,771	1,493,734
Intangible assets	16,164,121	16,691,006
Development expenditures	746,049	521,506
Goodwill	285,782	272,806
Long-term prepaid expenses	218,605	201,034
Deferred tax assets	3,901,296	3,731,804
Other non-current assets	29,255,628	24,617,285
	<u>146,806,116</u>	<u>146,943,869</u>
Total non-current assets	<u>146,806,116</u>	<u>146,943,869</u>
	<u>458,586,639</u>	<u>426,826,499</u>
Total assets	<u>458,586,639</u>	<u>426,826,499</u>
Current liabilities:		
Short-term borrowings	16,470,532	15,815,647
Borrowings from central bank	303,311	997,186
Placements from banks and other financial institutions	700,041	–
Held-for-trading financial liabilities	16,895	–
Bills payable	26,391,108	22,830,192
Accounts payable	142,233,456	122,106,841
Receipts in advance	28,033	22,911
Contract liabilities	25,869,394	25,397,986
Deposits from customers and interbank	3,006,723	4,601,620
Employee benefits payable	2,460,102	2,036,436
Tax payable	2,809,424	2,358,706
Other payables	11,405,372	12,139,894
Non-current liabilities due within one year	6,462,600	4,612,838
Other current liabilities	13,751,198	2,636,060
	<u>251,908,189</u>	<u>215,556,317</u>
Total current liabilities	<u>251,908,189</u>	<u>215,556,317</u>

Item	30 September 2022	31 December 2021
Non-current liabilities:		
Long-term borrowings	3,720,845	7,454,276
Bonds payable	–	2,500,000
Lease liabilities	1,145,012	1,225,507
Long-term payables	32,584	24,725
Long-term employee benefits payable	3,153,123	3,228,528
Provisions	7,627,406	7,551,653
Deferred income	6,273,236	6,658,989
Deferred tax liabilities	346,645	263,506
Other non-current liabilities	83,974	71,492
	<u>22,382,825</u>	<u>28,978,676</u>
Total non-current liabilities	<u>22,382,825</u>	<u>28,978,676</u>
	<u>274,291,014</u>	<u>244,534,993</u>
Total liabilities	<u>274,291,014</u>	<u>244,534,993</u>
Owners' equity (or shareholders' equity):		
Share capital	28,698,864	28,698,864
Capital reserve	41,465,920	41,887,193
Other comprehensive income	-896,404	-1,277,255
Special reserve	49,957	49,957
Surplus reserve	4,844,204	4,844,204
General risk reserve	667,898	654,226
Retained earnings	74,496,338	73,717,157
Total equity attributable to shareholders of the Company	149,326,777	148,574,346
Non-controlling interest	34,968,848	33,717,160
	<u>184,295,625</u>	<u>182,291,506</u>
Total shareholders' equity	<u>184,295,625</u>	<u>182,291,506</u>
	<u>458,586,639</u>	<u>426,826,499</u>
Total liabilities and shareholders' equity	<u>458,586,639</u>	<u>426,826,499</u>
Chairman of the Company: Sun Yongcai	Chief Accounting Officer: Li Zheng	Head of Accounting Department: Wang Jian

Consolidated Income Statement

January to September 2022

Prepared by: CRRC Corporation Limited

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

Item	For the first three quarters of 2022 (January to September)	For the first three quarters of 2021 (January to September)
I. Total operating income	135,563,342	144,459,621
II. Total operating costs	128,568,201	137,250,385
Including: Operating costs	107,667,349	113,868,986
Tax and levies	1,019,932	1,035,460
Selling expenses	4,278,086	5,227,583
Administrative expenses	8,430,280	9,050,346
Research and development expenses	7,492,683	7,556,889
Financial expenses	-320,129	511,121
Add: Other income	1,056,605	909,469
Gains from investments	51,579	300,302
Including: Gains from derecognition of financial assets		
measured at amortised cost	-47,137	-78,675
Gains from changes in fair value	435,479	111,406
Credit impairment losses	-486,295	-374,681
Assets impairment losses	-62,621	-123,538
Gains on disposal of assets	769,246	618,946
III. Operating profit	8,759,134	8,651,140
Add: Non-operating income	443,365	914,249
Less: Non-operating expenses	123,581	459,290
IV. Total profit	9,078,918	9,106,099
Less: Income tax expenses	1,332,490	1,324,080
V. Net profit	7,746,428	7,782,019
(I) Net profit classified by operating continuity		
1. Net profit from continuing operations	7,746,428	7,782,019
(II) Net profit classified by ownership ascription		
1. Net profit attributable to shareholders of the Company	6,027,302	6,460,595
2. Net profit attributable to non-controlling interests	1,719,126	1,321,424

Item	For the first three quarters of 2022 (January to September)	For the first three quarters of 2021 (January to September)
VI. Other comprehensive income, net of tax	407,111	-49,990
(I) Other comprehensive income attributable to owners of the Company, net of tax	383,445	-7,071
1. Other comprehensive income that will not be reclassified to profit or loss	-258,322	18,434
(1) Changes in defined contribution plan due to re-measurement	7,948	-5,050
(2) Changes in fair value of investment in other equity instruments	-266,270	23,484
2. Other comprehensive income that may be reclassified to profit or loss	641,767	-25,505
(1) Other comprehensive income that may be reclassified to profit or loss under equity method	3,857	13,0t5
(2) Changes in fair value of other debt investments	90,483	3,819
(3) Credit impairment provision for other debt investments	-267	-2,342
(4) Translation differences of financial statements denominated in foreign currencies	547,694	-40,937
(II) Other comprehensive income attributable to non-controlling interests, net of tax	23,666	-42,919
VII. Total comprehensive income	8,153,539	7,732,029
(I) Total comprehensive income attributable to shareholders of the Company	6,410,747	6,453,524
(II) Total comprehensive income attributable to non-controlling interests	1,742,792	1,278,505
VIII. Earnings per share		
(I) Basic earnings per share (RMB/share)	0.21	0.23
(II) Diluted earnings per share (RMB/share)	0.21	0.23

Chairman of the Company:
Sun Yongcai

Chief Accounting Officer:
Li Zheng

Head of Accounting Department:
Wang Jian

Consolidated Statement of Cash Flows

January to September 2022

Prepared by: CRRC Corporation Limited

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

Item	For the first three quarters of 2022 (January to September)	For the first three quarters of 2021 (January to September)
I. Cash flows from operating activities:		
Cash receipts from sale of goods and the rendering of services	121,937,997	130,069,380
Net increase in deposits from banks and other financial institutions	–	861,756
Net increase in borrowings from central bank	–	966,549
Net increase in placements from other financial institutions	700,041	–
Net decrease in loans and advances to customers	9,091,994	–
Receipts of tax refunds	3,271,224	1,035,634
Other cash receipts relating to operating activities	1,633,517	2,632,946
Cash inflows from operating activities – subtotal	136,634,773	135,566,265
Cash payments for goods purchased and services received	90,061,900	99,351,869
Net increase in loans and advances to customers	–	–
Net decrease in deposits in central bank and interbank deposits	1,594,897	1,307,029
Net decrease in borrowings from central bank	693,875	–
Cash payments to and on behalf of employees	19,791,676	20,492,333
Payments of various types of taxes	6,528,491	7,286,798
Other cash payments relating to operating activities	8,104,141	8,546,824
Cash outflows from operating activities – subtotal	126,774,980	136,984,853
Net cash flow from operating activities	9,859,793	-1,418,588

Item	For the first three quarters of 2022 (January to September)	For the first three quarters of 2021 (January to September)
II. Cash flows from investment activities:		
Cash receipts from disposals and recovery of investments	26,187,678	35,684,511
Cash receipts from investment income	616,415	598,747
Net cash receipts from disposal of fixed assets, intangible assets and other long-term assets	737,642	748,117
Net cash receipts from disposal of subsidiaries and other business units	<u>–</u>	<u>146,651</u>
Cash inflows from investment activities – subtotal	<u>27,541,735</u>	<u>37,178,026</u>
Cash payments to acquire or construct fixed assets, intangible assets and other long-term assets	3,120,446	4,123,272
Cash paid for investments	30,435,069	49,672,880
Cash payments to acquire investments	<u>247</u>	<u>–</u>
Cash outflows from investment activities – subtotal	<u>33,555,762</u>	<u>53,796,152</u>
Net cash flow from investment activities	-6,014,027	-16,618,126
III. Cash flows from financing activities:		
Cash receipts from capital contributions	298,862	8,148,818
Including: Cash receipts from capital contributions by non-controlling interests of subsidiaries	298,862	8,148,818
Cash receipts from borrowings	15,148,162	33,562,103
Cash receipts from bonds issuing	20,200,000	46,200,000
Other cash receipts relating to financing activities	<u>–</u>	<u>1,140,500</u>
Cash inflows from financing activities – subtotal	<u>35,647,024</u>	<u>89,051,421</u>

Item	For the first three quarters of 2022 (January to September)	For the first three quarters of 2021 (January to September)
Cash repayment of borrowings	28,206,171	62,605,308
Cash paid for distribution of dividends, profit or settlement of interest expenses	6,682,852	6,314,142
Including: Dividends and profits paid to non-controlling interests of subsidiaries	914,387	436,543
Other cash payments relating to financing activities	1,003,686	385,681
Cash outflows from financing activities – subtotal	<u>35,892,709</u>	<u>69,305,131</u>
Net cash flow generated from financing activities	-245,685	19,746,290
IV. Effects of foreign exchange rate changes on cash and cash equivalents	415,357	-279,898
V. Net increase in cash and cash equivalents	4,015,438	1,429,678
Add: Opening balance of cash and cash equivalents	<u>43,277,994</u>	<u>29,840,378</u>
VI. Closing balance of cash and cash equivalents	<u>47,293,432</u>	<u>31,270,056</u>

Chairman of the Company:
Sun Yongcai

Chief Accounting Officer:
Li Zheng

Head of Accounting Department:
Wang Jian

Balance Sheet of the Parent Company

30 September 2022

Prepared by: CRRC Corporation Limited

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

Item	30 September 2022	31 December 2021
Current assets:		
Cash and bank balances	18,366,964	11,155,317
Accounts receivable	159,112	3,150
Prepayments	480	–
Other receivables	11,821,470	16,833,924
Non-current assets due within one year	522,516	596,654
Total current assets	<u>30,870,542</u>	<u>28,589,045</u>
Non-current assets:		
Long-term receivables	9,688,046	9,250,115
Long-term equity investments	109,020,967	107,122,625
Investment in other equity instruments	225,000	175,000
Fixed assets	19,725	20,450
Construction in progress	63,160	73,553
Right-of-use assets	37,659	45,437
Intangible assets	114,528	122,282
Other non-current assets	379,270	778,730
Total non-current assets	<u>119,548,355</u>	<u>117,588,192</u>
Total assets	<u>150,418,897</u>	<u>146,177,237</u>

Item	30 September 2022	31 December 2021
Current liabilities:		
Short-term borrowings	10,433,231	494,274
Accounts payable	623	258
Employee benefits payable	52,998	68,244
Tax payable	246	4,541
Other payables	25,824,360	36,789,527
Non-current liabilities due within one year	2,564,598	82,659
Other current liabilities	11,000,000	–
	<u>49,876,056</u>	<u>37,439,503</u>
Total current liabilities	<u>49,876,056</u>	<u>37,439,503</u>
Non-current liabilities:		
Long-term borrowings	–	4,003,056
Bonds payable	–	2,500,000
Lease liabilities	37,508	36,214
	<u>37,508</u>	<u>6,539,270</u>
Total non-current liabilities	<u>37,508</u>	<u>6,539,270</u>
Total liabilities	<u>49,913,564</u>	<u>43,978,773</u>
Owners' equity (or shareholders' equity):		
Paid-in capital (or share capital)	28,698,864	28,698,864
Capital reserve	62,809,560	62,809,651
Other comprehensive income	-17,556	-21,414
Surplus reserve	4,844,204	4,844,204
Retained earnings	4,170,261	5,867,159
	<u>100,505,333</u>	<u>102,198,464</u>
Total owners' equity (or shareholders' equity)	<u>100,505,333</u>	<u>102,198,464</u>
Total liabilities and owners' equity (or shareholders' equity)	<u>150,418,897</u>	<u>146,177,237</u>

Chairman of the Company:
Sun Yongcai

Chief Accounting Officer:
Li Zheng

Head of Accounting Department:
Wang Jian

Income Statement of the Parent Company

January to September 2022

Prepared by: CRRC Corporation Limited

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

Item	For the first three quarters of 2022 (January to September)	For the first three quarters of 2021 (January to September)
I. Operating income	149,917	3,917
Less: Operating costs	3,035	3,035
Tax and levies	1,066	1,997
Selling expenses	–	3,664
Administrative expenses	186,755	140,419
Research and development expenses	83,745	244,330
Financial expenses	7,137	(49,135)
Add: Other income	1,667	858
Gains from investments	3,596,834	2,746,593
Credit impairment losses	2,507	4,460
Gains from disposal of assets	–	4
II. Operating profit	3,469,187	2,411,522
Add: Non-operating income	210	35,972
Less: Non-operating expenses	500	15
III. Total profit	3,468,897	2,447,479
IV. Net profit	3,468,897	2,447,479
(I) Net profit from continuing operations	3,468,897	2,447,479
V. Other comprehensive income, net of tax	3,857	13,955
(I) Other comprehensive income that may be reclassified to profit or loss	3,857	13,955
1. Other comprehensive income that may be reclassified to profit or loss under equity method	3,857	13,955
VI. Total comprehensive income	<u>3,472,754</u>	<u>2,461,434</u>

Chairman of the Company:
Sun Yongcai

Chief Accounting Officer:
Li Zheng

Head of Accounting Department:
Wang Jian

Statement of Cash Flows of the Parent Company

January to September 2022

Prepared by: CRRC Corporation Limited

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

Item	For the first three quarters of 2022 (January to September)	For the first three quarters of 2021 (January to September)
I. Cash flows from operating activities:		
Cash receipts from sale of goods and the rendering of services	3,279	33,202
Receipts of tax refunds	1,667	1,406
Other cash receipts relating to operating activities	<u>9,775,046</u>	<u>11,085,039</u>
Cash inflows from operating activities – subtotal	<u><u>9,779,992</u></u>	<u><u>11,119,647</u></u>
Cash payments for goods purchased and services received	6,553	34,577
Cash payments to and on behalf of employees	133,223	98,001
Payments of various types of taxes	77,544	75,609
Other cash payments relating to operating activities	<u>9,729,553</u>	<u>9,278,108</u>
Cash outflows from operating activities – subtotal	<u><u>9,946,873</u></u>	<u><u>9,486,295</u></u>
Net cash flow from operating activities	(166,881)	1,633,352
II. Cash flows from investment activities:		
Cash receipts from disposals and recovery of investments	19,137,459	20,812,125
Cash receipts from investment income	<u>4,489,207</u>	<u>5,762,529</u>
Cash inflows from investment activities – subtotal	<u><u>23,626,666</u></u>	<u><u>26,574,654</u></u>
Cash payments to acquire or construct fixed assets, intangible assets and other long-term assets	2,791	16,132
Cash paid for investments	<u>16,490,450</u>	<u>32,743,217</u>
Cash outflows from investment activities – subtotal	<u><u>16,493,241</u></u>	<u><u>32,759,349</u></u>
Net cash flow from investment activities	7,133,425	-6,184,695

Item	For the first three quarters of 2022 (January to September)	For the first three quarters of 2021 (January to September)
III. Cash flows from financing activities:		
Cash receipts from borrowings	2,000,000	36,478,590
Cash receipts from bonds issuing	20,000,000	46,000,000
Other cash receipts relating to financing activities	<u>27,278,976</u>	<u>47,010,345</u>
Cash inflows from financing activities –subtotal	<u><u>49,278,976</u></u>	<u><u>129,488,935</u></u>
Cash repayment of borrowings	17,770,696	72,009,427
Cash paid for distribution of dividends, profit or settlement of interest expenses	5,628,568	5,625,529
Other cash payments relating to financing activities	<u>25,670,883</u>	<u>44,825,121</u>
Cash outflows from financing activities –subtotal	<u><u>49,070,147</u></u>	<u><u>122,460,077</u></u>
Net cash flow generated from financing activities	208,829	7,028,858
IV. Effects of foreign exchange rate changes on cash and cash equivalents	27,427	-62,937
V. Net increase in cash and cash equivalents	7,202,800	2,414,578
Add: Opening balance of cash and cash equivalents	<u>9,653,682</u>	<u>463,875</u>
VI. Closing balance of cash and cash equivalents	<u><u>16,856,482</u></u>	<u><u>2,878,453</u></u>

Chairman of the Company:
Sun Yongcai

Chief Accounting Officer:
Li Zheng

Head of Accounting Department:
Wang Jian

ADJUSTMENTS TO THE FINANCIAL STATEMENTS AT THE BEGINNING OF THE YEAR IN WHICH THE NEW ACCOUNTING STANDARDS OR INTERPRETATION OF STANDARDS ARE IMPLEMENTED FOR THE FIRST TIME SINCE 2022

Applicable Not applicable

Announcement is hereby given.

The Board of Directors of CRRC Corporation Limited
28 October 2022