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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)**

**2021 FIRST QUARTERLY REPORT**

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

The 2021 first quarterly report of CRRC Corporation Limited (the “**Company**” or “**CRRC**”, together with its subsidiaries, the “**Group**”) is set out below. The financial report is prepared in accordance with the Accounting Standards for Business Enterprises of the PRC and is unaudited.

By order of the Board  
**CRRC Corporation Limited**  
**Sun Yongcai**  
*Chairman*

Beijing, the PRC  
29 April 2021

*As at the date of this announcement, the executive directors of the Company are Mr. Sun Yongcai and Mr. Lou Qiliang; and the independent non-executive directors are Mr. Li Guo'an, Mr. Sun Patrick, Mr. Shi Jianzhong and Mr. Zhu Yuanchao.*

## **I. IMPORTANT NOTICE**

- 1.1 The board of directors (the “Board”), 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.
- 1.2 This report has been considered and approved by the twenty-eighth meeting of the second session of the Board of the Company, and all the Directors attended the meeting of the Board to consider the quarterly report.
- 1.3 The Chairman of the Company, Sun Yongcai, the person in charge of accounting affairs, Li Zheng and the person responsible for the accounting department (head of the accounting department), Wang Jian, hereby warrant the truthfulness, accuracy and completeness of the financial statements contained in this quarterly report.
- 1.4 The first quarterly report of the Company is unaudited.

## II. BASIC INFORMATION OF THE COMPANY

### 2.1 Major Financial Information

	<i>Unit: RMB'000</i>		<i>Currency: RMB</i>
	<b>As at the end of the reporting period</b>	<b>As at the end of last year</b>	<b>Change as at the end of the reporting period as compared to the end of last year (%)</b>
Total assets	425,285,527	392,380,368	8.39
Net assets attributable to shareholders of the listed Company	144,533,467	143,021,347	1.06
	<b>From the beginning of the year to the end of the reporting period</b>	<b>From the beginning of last year to the end of the reporting period of last year</b>	<b>Change as compared to the same period of last year (%)</b>
Net cash flow from operating activities	-12,927,072	-9,040,061	–
	<b>From the beginning of the year to the end of the reporting period</b>	<b>From the beginning of last year to the end of the reporting period of last year</b>	<b>Change as compared to the same period of last year (%)</b>
Operating income	41,553,935	33,395,135	24.43

	From the beginning of the year to the end of the reporting period	From the beginning of last year to the end of the reporting period of last year	Change as compared to the same period of last year (%)
Net profit attributable to shareholders of the listed Company	1,341,023	747,683	79.36
Net profit after non-recurring profit or loss attributable to shareholders of the listed Company	983,771	472,890	108.03
Return on weighted average net assets (%)	0.93	0.55	Increased by 0.38 percentage point
Basic earnings per share (RMB/share)	0.05	0.03	66.67
Diluted earnings per share (RMB/share)	0.05	0.02	150.00

Non-recurring profit and loss items and amounts

Applicable       Not applicable

*Unit: RMB'000      Currency: RMB*

Item	Amount for the current period
Profit or loss on disposal of non-current assets	10,575
Government subsidies recognized in current profit or loss excluding those closely related to the Company's normal business operations and granted on an ongoing basis under the national policies with standard amount or quantity	313,152
Apart from hedging instruments relating to the normal operating business of the Company, gain and loss from change in fair value of held-for-trading financial assets, derivative financial assets, held-for-trading financial liabilities and derivative financial liabilities, and investment income from disposal of held-for-trading financial assets, derivative financial assets, held-for-trading financial liabilities, derivative financial liabilities and other debt investments	51,187
Other non-operating income and expenses other than the above items	90,078
Effect of minority shareholders' interests (after tax)	-56,591
Effect of income tax	-51,149
Total	<u><u>357,252</u></u>

**2.2 Total number of shareholders, particulars of shareholdings of the top ten shareholders and of the top ten shareholders of tradable shares (or shareholders not subject to trading moratorium) as at the end of the reporting period**

*Unit: Share*

Total number of shareholders<sup>Note 1</sup> 791,366

**Particulars of shareholdings of the top ten shareholders**

Name of shareholders (full name)	Number of shares held as at the end of the period	Percentage (%)	Number of shares held subject to trading moratorium	Pledged or frozen Status of shares	Number	Nature of shareholder
CRRC GROUP Co., Ltd. <sup>Note 2</sup>	14,558,389,450	50.73	–	Nil	–	State-owned legal person
HKSCC NOMINEES LIMITED <sup>Note 3</sup>	4,359,147,104	15.19	–	Unknown	–	Overseas legal person
China Securities Finance Corporation Limited (中國證券金融股份有限公司)	605,663,637	2.11	–	Unknown	–	State-owned legal person
Central Huijin Asset Management Ltd. (中央匯金資產管理有限責任公司)	304,502,100	1.06	–	Unknown	–	State-owned legal person
Shanghai Xinghan Asset – Industrial Bank – China Industrial International Trust Limited (上海興瀚資產 – 興業 銀行 – 興業國際信託有限公司)	235,017,626	0.82	–	Unknown	–	State-owned legal person
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	0.82	–	Unknown	–	Unknown

Name of shareholders (full name)	Number of shares held as at the end of the period	Percentage (%)	Number of shares held subject to trading moratorium	Pledged or frozen Status of shares	Number	Nature of shareholder
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E Fund – Agricultural Bank of China –

Name of shareholders (full name)	Number of shares held as at the end of the period	Percentage (%)	Number of shares held subject to trading moratorium	Pledged or frozen		Nature of shareholder
				Status of shares	Number	
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	0.82	–	Unknown	–	Unknown
China Southern Asset Management – Agricultural Bank of China – China Southern Asset Management China Securities and Financial Assets Management Plan (南方基金－農業銀 行－南方中證金融資產管理計劃)	234,982,900	0.82	–	Unknown	–	Unknown
ICBCCS Fund – Agricultural Bank of China – ICBCCS China Securities and Financial Assets Management Plan (工 銀瑞信基金－農業銀行－工銀瑞信中 證金融資產管理計劃)	234,982,900	0.82	–	Unknown	–	Unknown

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

Name of shareholder	Number of tradable shares held not subject to trading moratorium	Class and number of shares	
		Class	Number
CRRC GROUP Co., Ltd. <sup>Note 2</sup>	14,558,389,450	Ordinary shares denominated in RMB	14,558,389,450
HKSCC NOMINEES LIMITED <sup>Note 3</sup>	4,359,147,104	Overseas listed foreign invested shares	4,359,147,104

Name of shareholder	Number of tradable shares held not subject to trading moratorium	Class and number of shares	
		Class	Number
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
Central Huijin Asset Management Ltd. (中央匯金資產管理有限責任公司)	304,502,100	Ordinary shares denominated in RMB	304,502,100
Shanghai Xinghan Asset – Industrial Bank – China Industrial International Trust Limited (上海興瀚資產 – 興業銀行 – 興業國際信託有限公司)	235,017,626	Ordinary shares denominated in RMB	235,017,626
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



Name of shareholder	Number of tradable shares held not subject to trading moratorium	Class and number of shares	
		Class	Number
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
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

*Note 1:* As at the end of the reporting period, the Company has 788,688 holders of A shares and 2,678 registered holders of H shares.

*Note 2:* Within 12 months since 10 November 2020, CRRC GROUP Co., Ltd. (hereinafter referred as to “CRRCG”) will increase its shareholding of H shares in the Company via the Shanghai-Hong Kong Stock Connect trading system when appropriate. For details, please refer to the “Voluntary Announcement in relation to Increase of Shareholding by the Controlling Shareholder” of the Company dated 10 November 2020. As of the end of the reporting period, the increased shareholding of 177,863,000 H shares by CRRCG were registered under the name of HKSCC NOMINEES LIMITED. In addition, CRRC Financial and Securities, a wholly-owned subsidiary of CRRCG, transferred all of its 128,871,427 A shares in the Company to CRRCG at no consideration. The abovementioned registration of transfer of shares for no consideration has been completed. For details, please refer to the “Announcement in relation to the Completion of Transfer and Registration of the Company’s Shares Held by the Persons Acting in Concert of Controlling Shareholder at No Consideration by CRRC Corporation Limited” of the Company dated 19 November 2020. As of the end of the reporting period, CRRCG 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 a various clients.

### **2.3 Total number of holders of preference shares, shareholdings of the top ten holders of preference shares and the top ten holders of preference shares not subject to trading moratorium as at the end of the reporting period**

Applicable       Not applicable

## **III. SIGNIFICANT EVENTS**

### **3.1 Particulars of and reasons for material changes in the major financial statement items and financial indicators of the Company**

Applicable       Not applicable

*Note:* the current period in the analysis below refers to the period from January to March 2021.

1. Held-for-trading financial assets increased by 61.44%, mainly due to the increase in money market fund products purchased during the current period.
2. Short-term borrowings increased by 65.85%, mainly due to the increase in bank borrowings by the Company to meet its daily operation and production needs during the current period.
3. Tax payable decreased by 44.40%, mainly due to the payment of various taxes and fees by the Company during the current period.

4. Non-current liabilities due within one year decreased by 30.44%, mainly due to the repayment of convertible corporate bonds due within one year.
5. Other current liabilities increased by 347.62%, mainly due to the increase in super short-term financing bills issued by the Company during the current period.
6. Long-term borrowings increased by 63.35%, mainly due to the increase in long-term bank borrowings by the Company during the current period.
7. Selling expenses increased by 33.73% as compared to the same period of last year, mainly due to the increase in the Company's expected production quality assurance provision during the current period.
8. Research and development expenses increased by 40.90% as compared to the same period of last year, mainly due to the increase in the research and development expenditure incurred by the Company during the current period.
9. Financial expenses decreased by 75.45% as compared to the same period of last year, mainly due to the impact of exchange rate fluctuations resulting in a decrease in foreign exchange losses.
10. Other income increased by 51.42% as compared to the same period of last year, mainly due to the increase in government subsidies recognised in the current profit or loss.
11. Net profit attributable to the owners of parent company increased by 79.36% as compared to the same period of last year, mainly due to the increase in the gross profit from the growth in operating income of the Company during the current period.
12. The net cash flow from operating activities was a net outflow of RMB12.927 billion, representing an increase in net outflow of RMB3.887 billion as compared to the same period of last year, mainly due to the decrease in cash receipts from the sales of goods and the rendering of services of the Company during the reporting period as compared to the same period of last year.

13. The net cash flow from investing activities was a net outflow of RMB9.751 billion, representing an increase in net outflow of RMB731 million as compared to the same period of last year, mainly due to the decrease in cash received from investments during the reporting period as compared to the same period of last year.
14. The net cash flow from financing activities was a net inflow of RMB18.763 billion, representing an increase in net inflow of RMB12.513 billion as compared to the same period of last year, mainly due to the increase in cash received from borrowings and debt issuance during the reporting period as compared to the same period last year.

Operating income increased by 24.43% as compared with the same period of last year, mainly due to the increase in the railway equipment and new industry businesses. Railway equipment business, urban rail transit vehicle and urban infrastructure business, new industry business and modern service business accounted for 36.61%, 22.33%, 37.61% and 3.45% of the operating income, respectively. Details are as follows:

*Unit: RMB'000      Currency: RMB*

Segment business	<b>Operating income</b>			
	January – March 2021	For the same period of last year	Increase/ decrease	Increase/ decrease percentage
Railway equipment	15,211,185	13,602,736	1,608,449	11.82%
Urban rail transit vehicle and urban infrastructure	9,277,817	9,408,657	-130,840	-1.39%
New industry	15,630,102	9,053,857	6,576,245	72.63%
Modern service	1,434,831	1,329,885	104,946	7.89%
<b>Total</b>	<b>41,553,935</b>	<b>33,395,135</b>	<b>8,158,800</b>	<b>24.43%</b>

Operating income from railway equipment business increased by 11.82% as compared with the same period of last year, mainly due to the increase in revenue from MUs. Among these, revenue from locomotive business was RMB1.289 billion, revenue from passenger carriage business was RMB894 million, revenue from MUs business was RMB11.927 billion, and revenue from freight wagon business was RMB1.101 billion.

Operating income from urban rail transit vehicle and urban infrastructure business decreased by 1.39% as compared with the same period of last year, mainly due to the decrease in urban rail transit vehicle and subway products delivered in the current period.

Operating income from new industry business increased by 72.63% as compared with the same period of last year, mainly due to the increase in income from wind power products during the current period.

Operating income from modern service business increased by 7.89% as compared with the same period of last year, mainly due to the increase in income from leasing business during the current period.

From January to March 2021, the Company's newly signed orders amounted to approximately RMB38.1 billion (of which, contracted sales generated by the international businesses amounted to approximately RMB5.3 billion).

### **3.2 Analysis and explanations of the progress of significant events and their impacts and solutions**

Applicable       Not applicable

On 27 January 2021, the Company issued 2021 first Tranche of 29-day Super Short-term Financing Bills in a total amount of RMB2 billion, which were due and settled on 26 February 2021. On 27 January 2021, the Company issued 2021 second Tranche of 33-day Super Short-term Financing Bills in a total amount of RMB2 billion, which were due and settled on 2 March 2021. On 24 February 2021, the Company issued 2021 third Tranche of 33-day Super Short-term Financing Bills in a total amount of RMB2 billion, which were due and settled on 30 March 2021. On 4 March 2021, the Company issued 2021 fourth Tranche of 35-day Super Short-term Financing Bills in a total amount of RMB3 billion, which were due and settled on 9 April 2021. On 16 March 2021, the Company issued 2021 fifth Tranche of 35-day Super Short-term Financing Bills in a total amount of RMB2 billion, which were due and settled on 21 April 2021. On 25 March 2021, the Company issued 2021 sixth Tranche of 102-day Super Short-term Financing Bills in a total amount of RMB3 billion, which will be due on 6 July 2021. On 26 March 2021, the Company issued 2021 seventh Tranche of 30-day Super Short-term Financing Bills in a total amount of RMB2 billion, which were due and settled on 28 April 2021.

### **3.3 Particulars of overdue and outstanding undertakings during the reporting period**

Applicable       Not applicable

### **3.4 Warning and explanations as to a loss (if any) expected to be recorded against the accumulated net profits from the beginning of the year to the end of the next reporting period or material changes as compared with the same period of last year**

Applicable       Not applicable

Company name  
Legal Representative  
Date

**CRRC Corporation Limited**  
**Sun Yongcai**  
29 April 2021

## IV. APPENDIX

### 4.1 Financial Statements

#### Consolidated Balance Sheet

31 March 2021

Prepared by: CRRC Corporation Limited

	<i>Unit: RMB'000</i>	<i>Currency: RMB</i>	<i>Type of Audit: Unaudited</i>
<b>Item</b>		<b>31 March 2021</b>	<b>31 December 2020</b>
<b>Current assets:</b>			
Cash and bank balances		<b>34,302,556</b>	33,492,359
Held-for-trading financial assets		<b>9,362,715</b>	5,799,390
Bills receivable		<b>12,162,936</b>	12,779,393
Accounts receivable		<b>82,193,985</b>	71,969,626
Accounts receivable financing		<b>7,270,951</b>	8,164,214
Prepayments		<b>9,137,049</b>	8,481,942
Other receivables		<b>5,270,084</b>	4,711,395
Inventories		<b>76,525,428</b>	62,966,123
Contract assets		<b>19,843,989</b>	18,885,381
Assets classified as held for sale		<b>9,877</b>	9,877
Non-current assets due within one year		<b>19,437,083</b>	17,124,785
Other current assets		<b>5,387,592</b>	5,342,740
<b>Total current assets</b>		<b>280,904,245</b>	249,727,225

<b>Item</b>	<b>31 March 2021</b>	31 December 2020
<b>Non-current assets:</b>		
Debt investments	<b>975,524</b>	1,169,010
Long-term receivables	<b>14,406,777</b>	13,248,792
Long-term equity investments	<b>16,823,377</b>	16,119,503
Investment in other equity instruments	<b>2,709,720</b>	2,662,850
Other non-current financial assets	<b>582,318</b>	578,293
Investment properties	<b>1,024,681</b>	1,065,399
Fixed assets	<b>58,271,915</b>	57,970,551
Construction in progress	<b>7,841,546</b>	8,675,163
Right-of-use assets	<b>1,489,491</b>	1,449,416
Intangible assets	<b>15,852,407</b>	16,024,380
Development expenditures	<b>483,933</b>	444,024
Goodwill	<b>340,350</b>	328,749
Long-term prepaid expenses	<b>239,995</b>	225,532
Deferred tax assets	<b>3,727,144</b>	3,631,981
Other non-current assets	<b>19,612,104</b>	19,059,500
 Total non-current assets	 <b>144,381,282</b>	 142,653,143
 Total assets	 <b>425,285,527</b>	 392,380,368



<b>Item</b>	<b>31 March 2021</b>	31 December 2020
<b>Current liabilities:</b>		
Short-term borrowings	<b>19,540,345</b>	11,782,170
Borrowings from the central bank	<b>907,954</b>	–
Deposits from banks and other financial institutions	<b>2,200,822</b>	–
Bills payable	<b>20,270,828</b>	22,291,992
Accounts payable	<b>121,248,643</b>	106,572,210
Receipts in advance	<b>119,143</b>	212,951
Contract liabilities	<b>27,544,014</b>	27,841,813
Deposits from customers and interbank	<b>3,046,080</b>	4,122,366
Employee benefits payable	<b>1,964,592</b>	1,972,045
Tax payable	<b>1,288,888</b>	2,318,069
Other payables	<b>9,424,280</b>	9,950,181
Non-current liabilities due within one year	<b>5,264,727</b>	7,569,139
Other current liabilities	<b>12,801,898</b>	2,859,975
 Total current liabilities	 <b>225,622,214</b>	 197,492,911
<b>Non-current liabilities:</b>		
Long-term borrowings	<b>6,864,847</b>	4,202,602
Bonds payable	<b>2,500,000</b>	2,500,000
Lease liabilities	<b>1,345,470</b>	1,292,313
Long-term payables	<b>24,708</b>	64,758
Long-term employee benefits payable	<b>3,418,491</b>	3,480,229
Provisions	<b>7,501,428</b>	7,205,296
Deferred income	<b>6,665,378</b>	6,751,075
Deferred tax liabilities	<b>159,960</b>	163,231
Other non-current liabilities	<b>87,267</b>	86,389
 Total non-current liabilities	 <b>28,567,549</b>	 25,745,893
 Total liabilities	 <b>254,189,763</b>	 223,238,804

<b>Item</b>	<b>31 March 2021</b>	31 December 2020
<b>Owners' equity (or shareholders' equity):</b>		
Paid-in capital (or share capital)	<b>28,698,864</b>	28,698,864
Share capital	<b>41,096,250</b>	40,957,401
Other comprehensive income	<b>-1,260,662</b>	-1,292,910
Special reserve	<b>49,957</b>	49,957
Surplus reserve	<b>4,308,789</b>	4,308,789
General risk reserve	<b>562,411</b>	562,411
Retained earnings	<b>71,077,858</b>	69,736,835
Total equity attributable to shareholders of the Company	<b>144,533,467</b>	143,021,347
Non-controlling interest	<b>26,562,297</b>	26,120,217
 Total owners' equity (or shareholders' equity):	 <b>171,095,764</b>	 169,141,564
 Total liabilities and owners' equity (or shareholders' equity)	 <b>425,285,527</b>	 392,380,368

*Legal Representative:*  
**Sun Yongcai**

*Chief Accounting Officer:*  
**Li Zheng**

*Head of Accounting  
Department:*  
**Wang Jian**

## Balance Sheet of the Parent Company

31 March 2021

Prepared by: CRRC Corporation Limited

	<i>Unit: RMB'000</i>	<i>Currency: RMB</i>	<i>Type of Audit: Unaudited</i>
<b>Item</b>		<b>31 March 2021</b>	31 December 2020
<b>Current assets:</b>			
Cash and bank balances		<b>7,221,945</b>	965,176
Accounts receivable		<b>19,529</b>	51,844
Other receivables		<b>13,239,009</b>	18,878,404
Non-current assets due within one year		<b>779,002</b>	614,200
Other current assets		<b>1,014</b>	91
<b>Total current assets</b>		<b>21,260,499</b>	20,509,715
<b>Non-current assets:</b>			
Long-term receivables		<b>8,868,818</b>	5,733,313
Long-term equity investments		<b>105,684,328</b>	105,409,452
Other equity instrument investments		<b>125,000</b>	75,000
Fixed assets		<b>12,882</b>	14,110
Construction in progress		<b>96,783</b>	96,824
Right-of-use assets		<b>30,273</b>	33,406
Intangible assets		<b>88,095</b>	93,021
<b>Other non-current assets</b>		<b>180,000</b>	132,280
<b>Total non-current assets</b>		<b>115,086,179</b>	111,587,406
<b>Total assets</b>		<b>136,346,678</b>	132,097,121

<b>Item</b>	<b>31 March 2021</b>	31 December 2020
<b>Current liabilities:</b>		
Short-term borrowings	<b>2,148,162</b>	3,137,689
Accounts payable	<b>52,296</b>	52,969
Contract liabilities	<b>11,180</b>	11,180
Employee benefits payable	<b>67,213</b>	66,197
Tax payable	<b>1,330</b>	1,651
Other payables	<b>14,979,702</b>	19,833,100
Non-current liabilities due within one year	<b>678,584</b>	3,021,602
Other current liabilities	<b>10,000,000</b>	–
Total current liabilities	<b>27,938,467</b>	26,124,388
<b>Non-current liabilities:</b>		
Long-term borrowings	<b>4,003,056</b>	1,451,108
Bonds payable	<b>2,500,000</b>	2,500,000
Lease liabilities	<b>24,568</b>	27,181
Long-term payables	<b>240</b>	240
Long-term employee benefits payable	<b>180</b>	180
Total non-current liabilities	<b>6,528,044</b>	3,978,709
Total liabilities	<b>34,466,511</b>	30,103,097
<b>Owners' equity (or shareholders' equity):</b>		
Paid-in capital (or share capital)	<b>28,698,864</b>	28,698,864
Capital reserve	<b>62,809,040</b>	62,808,801
Other comprehensive income	<b>-39,922</b>	-36,654
Surplus reserve	<b>4,308,789</b>	4,308,789
Retained earnings	<b>6,103,396</b>	6,214,224
Total owners' equity (or shareholders' equity)	<b>101,880,167</b>	101,994,024
Total liabilities and owners' equity (or shareholders' equity)	<b>136,346,678</b>	132,097,121

*Legal Representative:* **Sun Yongcai**      *Chief Accounting Officer:* **Li Zheng**

*Head of Accounting*  
*Department:* **Wang Jian**

## Consolidated Income Statement

January to March 2021

Prepared by: CRRC Corporation Limited

	<i>Unit: RMB'000</i>	<i>Currency: RMB</i>	<i>Type of Audit: Unaudited</i>
<b>Item</b>	<b>First quarter of 2021</b>		First quarter of 2020
<b>I. Total operating income</b>	<b>41,553,935</b>		33,395,135
Including: Operating income	<b>41,553,935</b>		33,395,135
<b>II. Total operating costs</b>	<b>39,769,841</b>		32,278,548
Including: Operating costs	<b>32,732,332</b>		26,264,175
Tax and levies	<b>312,687</b>		246,609
Selling expenses	<b>1,486,397</b>		1,111,483
Administrative expenses	<b>2,801,203</b>		2,347,137
Research and development expenses	<b>2,264,944</b>		1,607,507
Financial expenses	<b>172,278</b>		701,637
Add: Other income	<b>298,255</b>		196,966
Investment income (Loss denoted with "-")	<b>-59,627</b>		-35,233
Including: Gains from investments in associates and joint ventures	<b>-87,107</b>		-55,389
Gains from changes in fair value (Loss denoted with "-")	<b>7,981</b>		19,581
Credit impairment losses (Loss denoted with "-")	<b>-97,706</b>		-49,968
Assets impairment losses (Loss denoted with "-")	<b>-36,538</b>		-4,330
Gains on disposal of assets (Loss denoted with "-")	<b>10,575</b>		402
<b>III. Operating profit (Loss denoted with "-")</b>	<b>1,907,034</b>		1,244,005
Add: Non-operating income	<b>176,561</b>		183,919
Less: Non-operating expenses	<b>23,304</b>		39,408
<b>IV. Total profit (Total loss denoted with "-")</b>	<b>2,060,291</b>		1,388,516
Less: Income tax expenses	<b>411,260</b>		416,549

Item	First quarter of 2021	First quarter of 2020
<b>V. Net profit (Net loss denoted with “-”)</b>	<b>1,649,031</b>	971,967
(I) Net profit classified by operating continuity		
1. Net profit from continuing operations (Net loss denoted with “-”)	<b>1,649,031</b>	971,967
(II) Net profit classified by ownership ascription		
1. Net profit attributable to shareholders of the parent company (Net loss denoted with “-”)	<b>1,341,023</b>	747,683
2. Profit and loss attributable to minority interests (Net loss denoted with “-”)	<b>308,008</b>	224,284
<b>VI. Other comprehensive income, net of tax</b>	<b>40,869</b>	-111,184
(I) Other comprehensive income attributable to owners of the parent company, net of tax		
1. Other comprehensive income that will not be reclassified to profit or loss	<b>1,045</b>	-260,838
(1) Changes in defined contribution plan due to re-measurement	-	1,279
(2) Changes in fair value of investment in other equity instruments	<b>1,045</b>	-262,117
2. Other comprehensive income that may be reclassified to profit or loss	<b>31,203</b>	145,877
(1) Other comprehensive income that may be reclassified to profit or loss under equity method	<b>-3,268</b>	18,597
(2) Changes in fair value of other debt investments	<b>24,169</b>	86,023
(3) Credit impairment provision for other debt investments	<b>-2,570</b>	-4,772
(4) Translation differences of financial statements denominated in foreign currencies	<b>12,872</b>	46,029
(II) Other comprehensive income after tax attributable to minority shareholders, net	<b>8,621</b>	3,777

<b>Item</b>	<b>First quarter of 2021</b>	First quarter of 2020
<b>VII. Total comprehensive income</b>	<b>1,689,900</b>	860,783
(I) Total consolidated income attributable to equity holders of the parent company	<b>1,373,271</b>	632,722
(II) Total consolidated income attributable to minority shareholders	<b>316,629</b>	228,061
<b>VIII. Earnings per share</b>		
(I) Basic earnings per share (RMB/share)	<b>0.05</b>	0.03
(II) Diluted earnings per share (RMB/share)	<b>0.05</b>	0.02

*Legal Representative:*  
**Sun Yongcai**

*Chief Accounting Officer:*  
**Li Zheng**

*Head of Accounting  
Department:*  
**Wang Jian**

## Income Statement of the Parent Company

January to March 2021

Prepared by: CRRC Corporation Limited

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

Item	First quarter of 2021	First quarter of 2020
<b>I. Operating income</b>	<b>1,306</b>	16,742
Less: Operating costs	1,012	7,053
Tax and levies	1,997	1,865
Selling expenses	3,545	–
Administrative expenses	40,117	35,409
Financial expenses	23,589	-24,134
Add: Other income	–	81,758
Investment income (Loss denoted with “-”)	-41,874	–
Including: Income from investments in associates and joint ventures	-41,874	–
Gains from changes in fair value (Loss denoted with “-”)	–	5,436
<b>II. Operating profit (Loss denoted with “-”)</b>	<b>-110,828</b>	83,743
Add: Non-operating income	–	9,632
<b>III. Total profit (Total loss denoted with “-”)</b>	<b>-110,828</b>	93,375
Less: Income tax expense	–	–
<b>IV. Net profit (Net loss denoted with “-”)</b>	<b>-110,828</b>	93,375
(I) Net profit from continuing operations (Net loss denoted with “-”)	-110,828	93,375
<b>V. Other comprehensive income, net of tax</b>	<b>-3,268</b>	18,597
(I) Other comprehensive income that will not be reclassified into profit or loss	–	–
(II) Other comprehensive income that may be reclassified to profit and loss	-3,268	18,597
1. Other comprehensive income that may be reclassified to profit or loss under equity method	-3,268	18,597
<b>VI. Total comprehensive income</b>	<b>-114,096</b>	111,972

*Legal Representative:*  
**Sun Yongcai**

*Chief Accounting Officer:*  
**Li Zheng**

*Head of Accounting  
Department:*  
**Wang Jian**



## **Consolidated Statement of Cash Flows**

January to March 2021

Prepared by: CRRC Corporation Limited

Item	First quarter of 2021	First quarter of 2020
<b>II. Cash flows from investment activities:</b>		
Cash receipts from disposals and recovery of investments	5,847,165	7,112,539
Cash receipts from investment income	122,811	103,221
Net cash receipts from disposal of fixed assets, intangible assets and other long-term assets	16,823	4,210
Cash inflows from investment activities – subtotal	5,986,799	7,219,970
Cash payments to acquire or construct fixed assets, intangible assets and other long-term assets	1,118,111	1,251,660
Cash payments to acquire investments	14,619,630	14,987,885
Cash outflows from investment activities – subtotal	15,737,741	16,239,545
Net cash flow from investment activities	-9,750,942	-9,019,575
<b>III. Cash flows from financing activities:</b>		
Cash receipts from capital contributions	494,050	22,500
Including: Cash receipts from capital contributions by non-controlling interests of subsidiaries	494,050	22,500
Cash receipts from borrowings	16,810,508	6,762,633
Cash received from bond issuance	16,000,000	3,000,000
Other cash receipts relating to financing activities	1,140,500	–
Cash inflows from financing activities – subtotal	34,445,058	9,785,133

<b>Item</b>	<b>First quarter of 2021</b>	First quarter of 2020
Cash repayment of borrowings	<b>15,402,401</b>	3,307,550
Cash paid for distribution of dividends, profit or settlement of interest expenses	<b>258,570</b>	124,417
Including: Dividends and profits paid to non-controlling interests of subsidiaries	<b>118,157</b>	32,709
Other cash payments relating to financing activities	<b>21,049</b>	103,372
Cash outflows from financing activities – subtotal	<b>15,682,020</b>	3,535,339
Net cash flow generated from financing activities	<b>18,763,038</b>	6,249,794
<b>IV. Effects of foreign exchange rate changes on cash and cash equivalents</b>	<b>-86,739</b>	-877,141
<b>V. Net increase in cash and cash equivalents</b>	<b>-4,001,715</b>	-12,686,983
Add: Opening balance of cash and cash equivalents	<b>29,840,378</b>	35,819,586
<b>VI. Closing balance of cash and cash equivalents</b>	<b>25,838,663</b>	23,132,603

<i>Legal Representative:</i> <b>Sun Yongcai</b>	<i>Chief Accounting Officer:</i> <b>Li Zheng</b>	<i>Head of Accounting Department:</i> <b>Wang Jian</b>
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## Statement of Cash Flows of the Parent Company

January to March 2021

Prepared by: CRRC Corporation Limited

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

<b>Item</b>	<b>First quarter of 2021</b>	First quarter of 2020
<b>I. Cash flows from operating activities:</b>		
Cash from sale of products and provision of services	11,401	–
Receipts of tax refunds	185	4,824
Other cash receipts relating to operating activities	2,757,596	1,679,486
Cash inflows from operating activities – subtotal	2,769,182	1,684,310
Cash payments to and on behalf of employees	13,883	25,170
Payments of various types of taxes	14,711	8,414
Other cash payments relating to operating activities	532,536	539,462
Cash outflows from operating activities – subtotal	561,130	573,046
Net cash flow from operating activities	2,208,052	1,111,264
<b>II. Cash flows from investment activities:</b>		
Cash receipts from disposal and recovery of investments	3,731,652	1,605,500
Cash receipts from investment income	2,600,549	2,299,526
Cash inflows from investment activities – subtotal	6,332,201	3,905,026
Cash payments to acquire or construct fixed assets, intangible assets and other long-term assets	5	278
Cash payments to acquire investments	11,024,000	15,915,410

<b>Item</b>	<b>First quarter of 2021</b>	First quarter of 2020
Cash outflows from investment activities – subtotal	<b>11,024,005</b>	15,915,688
Net cash flow generated from investment activities	<b>-4,691,804</b>	-12,010,662
<b>III. Cash flows from financing activities:</b>		
Cash receipts from borrowings	<b>22,568,000</b>	14,955,000
Cash receipts from bond issuance	<b>16,000,000</b>	3,000,000
Other cash receipts relating to financing activities	<b>3,400,000</b>	8,100,000
Cash inflows from financing activities – subtotal	<b>41,968,000</b>	26,055,000
Cash repayment of borrowings	<b>29,337,524</b>	16,110,000
Cash payments for distribution of dividends, profit or settlement of interest expenses	<b>155,706</b>	133,346
Other cash payments relating to financing activities	<b>8,110,000</b>	7,980,000
Cash outflows from financing activities – subtotal	<b>37,603,230</b>	24,223,346
Net cash flow from financing activities	<b>4,364,770</b>	1,831,654
<b>IV. Effects of foreign exchange rate changes on cash and cash equivalents</b>	<b>-24,267</b>	21,463
<b>V. Net increase in cash and cash equivalents</b>	<b>1,856,751</b>	-9,046,281
Add: Opening balance of cash and cash equivalents	<b>463,875</b>	11,369,799
<b>VI. Closing balance of cash and cash equivalents</b>	<b>2,320,626</b>	2,323,518

*Legal Representative:*  
**Sun Yongcai**

*Chief Accounting Officer:*  
**Li Zheng**

*Head of Accounting  
Department:*  
**Wang Jian**

**4.2 Adjustments to financial statements for the initial application of new lease standards for the year 2021**

Applicable      ✓ Not applicable

**4.3 Explanation to retroactively adjusted comparative information with respect to initial application of new lease standards for the year 2021**

Applicable      ✓ Not applicable

**4.4 Audit Report**

Applicable      ✓ Not applicable