

Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited take no responsibility for the contents of this announcement, make no representation as to its accuracy or completeness, and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.



中遠海運發展股份有限公司
COSCO SHIPPING Development Co., Ltd.*

(A joint stock limited company incorporated in the People's Republic of China with limited liability)
(Stock Code: 02866)

2021 FIRST QUARTERLY REPORT

In accordance with the applicable rules of the Shanghai Stock Exchange of the People's Republic of China (the "PRC") (the "Shanghai Stock Exchange") (being the stock exchange on which the A shares of COSCO SHIPPING Development Co., Ltd. (the "Company" or "COSCO SHIPPING Development", together with its subsidiaries, the "Group") are listed), the quarterly report (the "Quarterly Report") of the Company for the first quarter of 2021 (the "Reporting Period") will be published on the Shanghai Stock Exchange on 29 April 2021. The financial information set out in the Quarterly Report was prepared in accordance with the Generally Accepted Accounting Principles of the PRC.

This announcement is made pursuant to Rule 13.09 of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the "Listing Rules") and the Inside Information Provisions (as defined in the Listing Rules) under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong).

1. IMPORTANT NOTICES

1.1 The board of directors, the supervisory committee, the directors, the supervisors and the senior management of the Company confirm the truthfulness, accuracy and completeness of this Quarterly Report and that there are no false information, misleading statements, or material omissions contained therein; and severally and jointly accept legal responsibility thereof.

1.2 Absent directors

Name of the absent director	Position of the absent director	Reason for the absence of the director	Name of the proxy
Liang Yanfeng	Director	Other business engagement	Xu Hui

1.3 Wang Daxiong, the person-in-charge of the Company, Lin Feng, the person-in-charge of accounting affairs, and Zhang Mingming, the head of the accounting department (officer in charge of accounting) have confirmed the truthfulness, accuracy and completeness of the financial statements contained in this Quarterly Report.

1.4 The First Quarterly Report of the Company has not been audited.

2. COMPANY PROFILE

2.1 Principal financial data

	<i>Unit: Yuan Currency: RMB</i>		
	As at the end of the Reporting Period	As at the end of the previous year	Increase/decrease at the end of the Reporting Period as compared with the end of the previous year (%)
Total assets	149,800,438,180.82	146,038,794,875.34	2.58
Net assets attributable to shareholders and other equity holders of the listed company	25,010,356,578.83	24,370,007,060.10	2.63
	From the beginning of the year to the end of the Reporting Period	From the beginning of the previous year to the end of the reporting period of previous year	Increase/decrease as compared with the corresponding period of last year (%)
Net cash flow from operating activities	1,281,474,448.07	1,060,951,788.02	20.79
	From the beginning of the year to the end of the Reporting Period	From the beginning of the previous year to the end of the reporting period of previous year	Increase/decrease as compared with the corresponding period of last year (%)
Revenue	5,267,071,876.84	3,443,612,007.07	52.95
Net profit attributable to shareholders and other equity holders of the listed company	827,503,592.29	341,957,733.55	141.99
Net profit attributable to shareholders and other equity holders of the listed company, excluding extraordinary gains or losses	846,519,549.23	332,576,408.84	154.53
Weighted average return on net assets (%)	4.15	1.67	Increased by 2.48 percentage points
Basic earnings per share (<i>RMB per share</i>)	0.0668	0.0249	168.27
Diluted earnings per share (<i>RMB per share</i>)	0.0668	0.0249	168.27

Items and amounts of extraordinary gains or losses

Applicable Not Applicable

Unit: Yuan Currency: RMB

Item	Amount for the current period
Gain/loss from disposal of non-current assets	2,469,652.25
Government grants recognized in the gains or losses for the period (exclusive of those that are closely related to the normal operation of the Company and continuously received in a certain amount or fixed quantity according to the requirements of state policy and state standards)	1,986,226.52
Other non-operating income/expenses excluding the items above	-29,823,032.12
Income tax effect	6,351,196.41
Total	-19,015,956.94

2.2 Total number of shareholders, shareholding of the top 10 shareholders and the top 10 tradable shareholders (or shareholders who are not subject to selling restrictions) as at the end of the Reporting Period

Unit: Shares

Total number of shareholders (household) 327,715

Shareholding of the top 10 shareholders

Name of shareholders (Full name)	Number of shares held at the end of the period	Percentage (%)	Number of shares subject to selling restrictions	Status of shares	Number of shares pledged or frozen	Nature of shareholders
China Shipping Group Company Limited	4,410,624,386	38.00%	4,410,624,386	Nil	0	State-owned corporation
HKSCC NOMINEES LIMITED	3,656,809,075	31.5%	3,656,809,075	Unknown	Unknown	Foreign corporation
State Development & Investment Co., Ltd	183,331,807	1.58%	183,331,807	Nil	0	State-owned corporation
A securities account of COSCO SHIPPING Development Co., Ltd. designated for repurchase	79,627,003	0.69%	79,627,003	Nil	0	State-owned corporation
Hong Kong Securities Clearing Company Ltd.	50,109,971	0.43%	50,109,971	Nil	0	Other
Henan Yiluo Investment Management Co., Ltd. – Letian No. 1 Yiluo private equity investment fund	49,301,464	0.42%	49,301,464	Nil	0	Other
China COSCO SHIPPING Corporation Limited	47,570,789	0.41%	47,570,789	Nil	0	State-owned corporation
Henan Yiluo Investment Management Co., Ltd. – Yiluo No. 9 private equity investment fund	32,399,365	0.28%	32,399,365	Nil	0	Other
Central Huijin Asset Management Ltd.	25,373,300	0.22%	25,373,300	Nil	0	State-owned corporation
Chen Xiaomao	25,200,000	0.22%	25,200,000	Nil	0	Domestic natural person

Shareholding of the top 10 shareholders who are not subject to selling restrictions

Name of shareholders	Number of tradable shares not subject to selling restrictions held	Type and number of shares	
		Type	Number
China Shipping Group Company Limited	4,410,624,386	RMB ordinary shares	4,410,624,386
HKSCC NOMINEES LIMITED	3,656,809,075	Overseas listed foreign shares	3,656,809,075
State Development & Investment Co., Ltd	183,331,807	RMB ordinary shares	183,331,807
A securities account of COSCO SHIPPING Development Co., Ltd. designated for repurchase	79,627,003	RMB ordinary shares	79,627,003
Hong Kong Securities Clearing Company Ltd.	50,109,971	RMB ordinary shares	50,109,971
Henan Yiluo Investment Management Co., Ltd. – Letian No. 1 Yiluo private equity investment fund	49,301,464	RMB ordinary shares	49,301,464
China COSCO SHIPPING Corporation Limited	47,570,789	RMB ordinary shares	47,570,789
Henan Yiluo Investment Management Co., Ltd. – Yiluo No. 9 private equity investment fund	32,399,365	RMB ordinary shares	32,399,365
Central Huijin Asset Management Ltd.	25,373,300	RMB ordinary shares	25,373,300
Chen Xiaomao	25,200,000	RMB ordinary shares	25,200,000

Explanation of the connected relationship or acting-in-concert relationship among the above shareholders	(1)	The shares held by China Shipping Group Company Limited were not, among other things, pledged, frozen or under custody during the Reporting Period.
	(2)	HKSCC NOMINEES LIMITED is a private company, the principal business of which is holding shares for other companies or individuals.
	(3)	At the end of the Reporting Period, China Shipping Group Company Limited directly held 4,410,624,386 A shares in COSCO SHIPPING Development, representing 38.00% of its entire share capital; China COSCO SHIPPING Corporation Limited held 47,570,789 A shares in COSCO SHIPPING Development, representing 0.41% of its entire share capital; thus held an aggregate of 4,458,195,175 A shares in COSCO SHIPPING Development, representing 38.41% of its entire share capital.
	(4)	At the end of the Reporting Period, China Shipping Group Company Limited held 100,944,000 H shares in COSCO SHIPPING Development, representing approximately 0.87% of its entire share capital.
	(5)	The Company was not notified of any connected relationship or acting-in concert relationship among the above shareholders.

Explanation on shareholders of preference shares with restored voting rights and the number of shares held	Not Applicable
--	----------------

2.3 Total number of holders of preference shares, shareholding of the top 10 holders of preference shares and top 10 holders of preference shares who are not subject to selling restrictions as at the end of the Reporting Period

Applicable Not Applicable

3. SIGNIFICANT EVENTS

3.1 Particulars of material changes in major accounting items and financial indicators of the Company and reasons

Applicable Not Applicable

1. The decrease in the trading financial assets by 96.14% at the end of the Reporting Period as compared with the beginning of the Reporting Period was mainly due to the redemption of products under asset management plan upon maturity during the Reporting Period;
2. The increase in accounts receivable by 30.52% at the end of the Reporting Period as compared with the beginning of the Reporting Period was mainly due to the increase in the undue sales receivables of containers;
3. The increase in reinsurance accounts receivable by 372.63% at the end of the Reporting Period as compared with the beginning of the Reporting Period was mainly due to the expansion of the insurance agency business during the Reporting Period;
4. The increase in other receivables by 387.91% at the end of the Reporting Period as compared with the beginning of the Reporting Period was mainly due to certain new receivables from disposal of equity during the Reporting Period;
5. The increase in other current assets by 47.67% at the end of the Reporting Period as compared with the beginning of the Reporting Period was mainly due to the increase in deductible input tax during the Reporting Period;
6. The increase in long-term receivables by 90.49% at the end of the Reporting Period as compared with the beginning of the Reporting Period was mainly due to the reclassification of self-owned vessels from operating lease to finance lease;
7. The decrease in fixed assets by 41.04% at the end of the Reporting Period as compared with the beginning of the Reporting Period was mainly due to the conversion and adjustment of self-owned vessels lease into finance lease during the Reporting Period;
8. The decrease in receipt in advance by 55.90% at the end of the Reporting Period as compared with the beginning of the Reporting Period was mainly due to the recognition of receipt in advance at the beginning of the Reporting Period as revenue during the Reporting Period;

9. The increase in reinsurance accounts payable by 215.11% at the end of the Reporting Period as compared with the beginning of the Reporting Period was mainly due to the expansion of the insurance agency business during the Reporting Period;
10. The decrease in other current liabilities by 33.33% at the end of the Reporting Period as compared with the beginning of the Reporting Period was mainly due to the repayment of super short-term commercial papers during the Reporting Period;
11. The year-on-year increase in revenue by 52.95% for the Reporting Period was mainly due to the year-on-year increase in revenue from the container manufacturing segment during the Reporting Period;
12. The year-on-year increase in operating cost by 67.04% for the Reporting Period was mainly due to the year-on-year increase in sales of the container manufacturing segment during the Reporting Period;
13. The year-on-year decrease in other gains by 79.63% for the Reporting Period was mainly due to the year-on-year decrease in receipt of tax rebates during the Reporting Period;
14. The year-on-year increase in gains from changes in fair value by 91.59% for the Reporting Period was mainly due to the year-on-year increase in gains from changes in fair value of financial assets held during the Reporting Period;
15. The year-on-year increase in credit impairment loss by 57.15% for the Reporting Period was mainly due to the increase in receivables as compared with the beginning of the Reporting Period during the Reporting Period;
16. The year-on-year decrease in gains from disposal of assets by 63.28% for the Reporting Period was mainly due to the decrease in disposal of containers during the Reporting Period;
17. The year-on-year increase in non-operating expenses by 499.59% for the Reporting Period was mainly due to the year-on-year increase in donations during the Reporting Period;
18. The year-on-year increase in income tax expenses by 241.81% for the Reporting Period was mainly due to the year-on-year increase in the income tax payable for the Reporting Period;
19. The year-on-year decrease in net cash inflow from financing activities by 124.70% for the Reporting Period was mainly due to the increase in cash paid for repayment of debts during the Reporting Period.

3.2 Analysis of the development of material events and their impacts and solutions

Applicable Not Applicable

On 27 January 2021, COSCO SHIPPING Development Co., Ltd. convened the Board meeting to review and approve a proposal regarding the issuance of shares by COSCO SHIPPING Development Co., Ltd. to purchase assets and raise ancillary funds as well as connected transaction and other relevant resolutions. On 29 April, the Company convened the Board meeting to review and approve a report on the issuance of shares by COSCO SHIPPING Development Co., Ltd. to purchase assets and raise ancillary funds as well as connected transaction (draft) and other relevant resolutions. Pursuant to the disclosures on the draft of such transaction, the Company proposed to acquire the 100% of the equity interest in DFIC Qidong, 100% of the equity interest in DFIC Qingdao, 100% of the equity interest in DFIC Ningbo and 100% of the equity interest in Universal Technology held by COSCO SHIPPING Investment through the issuance of shares, and proposed a non-public issuance of shares to not more than 35 (inclusive) qualified specific target subscribers, including an immediate controlling shareholder of the Company, China Shipping Group (“China Shipping”), to raise ancillary funds. The total amount of ancillary funds raised is not more than RMB1.464 billion, of which RMB600,000,000 will be subscribed by China Shipping. Such transaction shall be subsequently submitted to the shareholder meeting of the Company for review and consideration and subject to the approval from the regulatory authority.

3.3 Undertakings that have not yet been duly fulfilled during the Reporting Period

Applicable Not Applicable

3.4 Profit warning and explanation of expected accumulated net loss from the beginning of the year to the end of the next reporting period or material changes over the corresponding period of the previous year

Applicable Not Applicable

4. APPENDIX

4.1 Financial statements

Consolidated Balance Sheet 31 March 2021

Prepared by: COSCO SHIPPING Development Co., Ltd.

Unit: Yuan Currency: RMB Audit type: Unaudited

Item	31 March 2021	31 December 2020
Current assets:		
Cash	10,798,671,788.21	12,636,947,404.87
Deposit reservation for balance		
Placements with banks and other financial institutions		
Trading financial assets	25,240,617.07	654,224,047.94
Derivative financial assets		
Bills receivable	414,726,944.39	387,926,400.00
Accounts receivable	2,676,902,409.48	2,050,899,602.67
Receivables financing		
Funds paid in advance	690,122,333.16	732,415,544.19
Premiums receivable		
Reinsurance accounts receivable	32,792,153.75	6,938,190.88
Deposits receivable from reinsurance contracts		
Other receivables	881,173,016.16	180,599,865.49
Including: Interests receivable		
Dividends receivable		
Purchases of resold financial assets		
Inventories	1,212,718,006.87	962,410,481.56
Contract assets		
Assets held for sale		
Non-current assets due within one year	21,287,591,233.24	19,380,569,317.13
Other current assets	208,990,036.26	141,525,718.05
Total current assets	38,228,928,538.59	37,134,456,572.78

Item	31 March 2021	31 December 2020
Non-current assets:		
Loans and advances granted		
Debt investments		
Other debt investments	59,820,000.00	59,820,000.00
Long-term receivables	52,762,566,712.18	27,698,200,826.12
Long-term equity investments	21,497,108,385.34	21,022,573,976.71
Other equity instrument investments		
Other non-current financial assets	3,717,351,609.57	3,932,753,960.40
Investment property	88,161,865.72	98,143,910.97
Fixed assets	32,531,841,626.19	55,180,427,306.59
Construction in progress	144,577,256.95	131,679,264.71
Biological assets for production		
Fuel assets		
Right-of-use assets	99,972,194.00	115,199,245.22
Intangible assets	143,803,346.87	146,464,033.78
Development expenditure		
Goodwill		
Long-term deferred expenses	46,493,652.41	56,902,687.17
Deferred income tax assets	303,992,993.00	284,669,504.39
Other non-current assets	175,820,000.00	177,503,586.50
Total non-current assets	111,571,509,642.23	108,904,338,302.56
Total assets	149,800,438,180.82	146,038,794,875.34

Item	31 March 2021	31 December 2020
Current liabilities:		
Short-term borrowings	23,093,107,880.50	17,253,169,100.00
Borrowings from central bank		
Placements funds		
Trading financial liabilities		
Derivative financial liabilities		
Bills payable	1,517,607,460.40	1,399,717,718.49
Accounts payable	3,874,896,381.08	3,075,170,599.64
Funds received in advance	153,802,933.42	348,730,076.27
Contract liabilities	132,108,100.84	162,353,982.75
Funds from disposal of repurchased financial assets		
Deposit taking and deposit in inter-bank market		
Customer deposits for trading in securities		
Customer deposits for securities underwriting		
Staff remuneration payable	275,168,163.31	330,594,835.66
Taxes payable	289,101,142.99	233,791,831.21
Other payables	1,864,983,345.22	1,894,079,770.14
Including: Interests payable	435,091,990.21	415,174,055.66
Dividends payable	159,310,000.00	226,360,000.00
Handling charges and commissions payable		
Reinsurance accounts payable	81,060,339.70	25,724,639.84
Liabilities classified as held-for-sale		
Non-current liabilities due within one year	31,989,263,063.48	37,135,491,553.85
Other current liabilities	2,000,000,000.00	3,000,000,000.00
Total current liabilities	65,271,098,810.94	64,858,824,107.85

Item	31 March 2021	31 December 2020
Non-current liabilities:		
Deposits for insurance contracts		
Long-term borrowings	47,489,410,525.56	45,527,948,093.17
Bonds payable	6,855,969,262.35	8,287,545,838.06
Including: Preferred shares		
Perpetual bonds		
Lease liabilities	46,726,922.80	53,857,626.25
Long-term payables	2,858,609,942.46	2,607,811,275.88
Long-term staff remuneration payable	17,416,708.46	21,220,473.82
Projected liabilities		
Deferred income	9,545,982.60	9,933,627.93
Deferred income tax liabilities	110,454,038.37	104,888,101.64
Other non-current liabilities	192,436,977.73	196,758,670.64
Total non-current liabilities	57,580,570,360.33	56,809,963,707.39
Total liabilities	122,851,669,171.27	121,668,787,815.24
Owners' equity (or shareholders' equity):		
Paid-up capital (or share capital)	11,608,125,000.00	11,608,125,000.00
Other equity instruments	6,000,000,000.00	6,000,000,000.00
Including: Preferred shares		
Perpetual bonds	6,000,000,000.00	6,000,000,000.00
Capital reserve	-165,629,531.15	-113,856,976.63
Less: Treasury shares	233,428,071.84	233,428,071.84
Other comprehensive income	-2,368,889,910.76	-2,320,757,973.36
Special reserve	1,459,088.63	1,360,053.39
Surplus reserve	1,526,247,276.22	1,613,592,540.60
General risk provision		
Retained earnings	8,642,472,727.73	7,814,972,487.94
Total equity attributable to the owner of the parent company (or shareholders' equity)	25,010,356,578.83	24,370,007,060.10
Minority interests	1,938,412,430.72	
Total owners' equity (or shareholders' equity)	26,948,769,009.55	24,370,007,060.10
Total liabilities and owners' equity (or shareholders' equity)	149,800,438,180.82	146,038,794,875.34
Person-in-charge of the Company: Wang Daxiong	Person-in-charge of accounting affairs: Lin Feng	Head of the accounting department: Zhang Mingming

Balance Sheet of the Parent Company

31 March 2021

Prepared by: COSCO SHIPPING Development Co., Ltd.

Unit: Yuan Currency: RMB Audit type: Unaudited

Item	31 March 2021	31 December 2020
Current assets:		
Cash	3,176,409,049.54	2,775,615,526.66
Trading financial assets		
Derivative financial assets		
Bills receivable		
Accounts receivable	730,693,584.14	427,621,708.43
Receivables financing		
Funds paid in advance	28,133.95	66,184.00
Other receivables	13,499,077,663.23	3,552,081,595.59
Including: Interests receivable	14,069,297.76	21,324,935.25
Dividends receivable	4,477,000,256.28	2,877,000,254.47
Inventories	41,445.67	380,282,461.82
Contract assets		
Assets held for sale		
Non-current assets due within one year	2,471,390,000.00	500,000,000.00
Other current assets		
Total current assets	19,877,639,876.53	7,635,667,476.50

Item	31 March 2021	31 December 2020
Non-current assets:		
Debt investments		
Other debt investments		
Long-term receivables		
Long-term equity investments	40,519,461,645.84	41,779,056,731.09
Other equity instrument investments		
Other non-current financial assets	1,599,031,344.81	1,842,626,670.86
Investment property		
Fixed assets	6,286,398.73	10,561,993,940.57
Construction in progress	33,018.87	33,018.87
Biological assets for production		
Fuel assets		
Right-of-use assets	35,326,467.47	39,402,598.31
Intangible assets	5,161,219.67	5,492,038.34
Development expenditure		
Goodwill		
Long-term deferred expenses	201,361.59	226,042.86
Deferred income tax assets		
Other non-current assets	3,341,421,500.00	5,296,339,500.00
Total non-current assets	45,506,922,956.98	59,525,170,540.90
Total assets	65,384,562,833.51	67,160,838,017.40

Item	31 March 2021	31 December 2020
Current liabilities:		
Short-term borrowings	8,700,000,000.00	6,700,000,000.00
Trading financial liabilities		
Derivative financial liabilities		
Bills payable		
Accounts payable	398,085,460.08	443,236,011.76
Funds received in advance	27,257,049.95	150,316,183.96
Contract liabilities		
Staff remuneration payable	65,753,727.37	110,303,574.59
Taxes payable	2,892,060.78	7,134,578.10
Other payables	5,834,933,739.20	9,092,119,802.08
Including: Interests payable	125,479,493.78	136,960,287.21
Dividends payable	159,310,000.00	226,360,000.00
Liabilities classified as held-for-sale		
Non-current liabilities due within one year	4,918,642,871.36	3,993,592,178.39
Other current liabilities	2,000,000,000.00	3,000,000,000.00
Total current liabilities	21,947,564,908.74	23,496,702,328.88
Non-current liabilities:		
Long-term borrowings	2,651,500,000.00	3,132,000,000.00
Bonds payable	3,800,000,000.00	4,500,000,000.00
Including: Preferred shares		
Perpetual bonds		
Lease liabilities	14,262,750.16	17,730,503.84
Long-term payables		
Long-term staff remuneration payable	17,416,708.46	18,104,978.46
Projected liabilities		
Deferred income		
Deferred income tax liabilities		
Other non-current liabilities		
Total non-current liabilities	6,483,179,458.62	7,667,835,482.30
Total liabilities	28,430,744,367.36	31,164,537,811.18

Item	31 March 2021	31 December 2020
Owners' equity (or shareholders' equity):		
Paid-up capital (or share capital)	11,608,125,000.00	11,608,125,000.00
Other equity instruments	6,000,000,000.00	6,000,000,000.00
Including: Preferred shares		
Perpetual bonds	6,000,000,000.00	6,000,000,000.00
Capital reserve	16,368,242,753.02	16,366,399,969.28
Less: Treasury shares	233,428,071.84	233,428,071.84
Other comprehensive income	845,943.90	471,766.62
Special reserve		
Surplus reserve	1,607,282,398.01	1,607,282,398.01
Retained earnings	1,602,750,443.06	647,449,144.15
Total owners' equity (or shareholders' equity)	36,953,818,466.15	35,996,300,206.22
Total liabilities and owners' equity (or shareholders' equity)	65,384,562,833.51	67,160,838,017.40

Person-in-charge
of the Company:
Wang Daxiong

Person-in-charge
of accounting affairs:
Lin Feng

Head of the
accounting department:
Zhang Mingming

Consolidated Income Statement

January to March 2021

Prepared by: COSCO SHIPPING Development Co., Ltd.

Unit: Yuan Currency: RMB Audit type: Unaudited

Item	First quarter of 2021	First quarter of 2020
I. Total operating revenue	5,278,855,022.04	3,455,372,160.49
Including: Revenue from operations	5,267,071,876.84	3,443,612,007.07
Interest income		
Premiums earned		
Handling charges and commission income	11,783,145.20	11,760,153.42
II. Total cost of sales	4,732,966,323.42	3,329,331,430.51
Including: Operating cost	4,048,740,165.65	2,423,874,894.68
Interest expenses		
Handling charges and commission expenses		
Surrender payment		
Net expenditure for compensation payments		
Net provision for insurance liability		
Policyholder dividend expenses		
Reinsurance costs		
Taxes and surcharges	32,317,100.71	12,095,231.67
Selling expenses	1,391,738.70	3,021,386.28
Administrative expenses	309,229,825.05	246,990,580.50
Research and development expenses	2,359.07	
Finance costs	341,285,134.24	643,349,337.38
Including: Interest expenses	368,085,721.36	680,881,076.46
Interest income	17,451,489.52	34,417,404.67
Add: Other gains	1,986,226.52	9,749,405.14
Investment income (loss is represented by “-”)	552,125,297.97	529,765,831.20
Including: Gains from investment in associates and joint ventures	493,232,927.18	519,009,505.82
Derecognition gains on financial assets measured at amortized cost		
Gains from foreign currency exchange (loss is represented by “-”)		
Gains from net exposure to hedging (loss is represented by “-”)		
Gains from changes in fair value (loss is represented by “-”)	-18,245,655.12	-217,042,559.99
Credit impairment loss (loss is represented by “-”)	-122,634,927.05	-78,037,364.77
Asset impairments loss (loss is represented by “-”)		
Gains from disposal of assets (loss is represented by “-”)	2,469,652.25	6,725,467.06

Item	First quarter of 2021	First quarter of 2020
III. Profit from operations (loss is represented by “-”)	961,589,293.19	377,201,508.62
Add: Non-operating income	217,183.06	269,754.82
Less: Non-operating expenses	30,040,215.18	5,010,160.07
IV. Total profit (total loss is represented by “-”)	931,766,261.07	372,461,103.37
Less: Income tax expenses	104,262,668.78	30,503,369.82
V. Net profit (net loss is represented by “-”)	827,503,592.29	341,957,733.55
(I) Classified by continuity of operation		
1. Net profit from continuing operations (net loss expressed with “-”)	827,503,592.29	341,957,733.55
2. Net profit from discontinued operations (net loss expressed with “-”)		
(II) Classified by ownership of equity		
1. Net profit attributable to owners of the parent company (net loss expressed with “-”)	827,503,592.29	341,957,733.55
2. Gains or losses of minority interests (net loss expressed with “-”)		
VI. Net other comprehensive income after taxes	-48,131,937.40	-108,436,282.78
(I) Net other comprehensive income attributable to owners of the parent company after taxes	-48,131,937.40	-108,436,282.78
1. Items that may not be reclassified to profit or loss	-2,721,279.90	
(1) Changes from the re-measurement of defined benefit plans		
(2) Other comprehensive income that may not be reclassified to profit or loss under the equity method	-2,721,279.90	
(3) Changes in fair value of investments in other equity instruments		
(4) Changes in fair value of enterprise’s own credit risk		
2. Items that may be reclassified to profit or loss	-45,410,657.50	-108,436,282.78
(1) Other comprehensive income that may be reclassified to profit or loss under the equity method	-43,642,741.96	77,329,885.86
(2) Changes in fair value of other debt investments		
(3) Financial assets reclassified into other comprehensive income		
(4) Credit impairment provision for other debt investments		
(5) Reserve for cash flow hedging	16,012,773.34	-17,195,709.29
(6) Exchange differences from translation of financial statements	-17,780,688.88	-168,570,459.35
(7) Others		
(II) Net other comprehensive income attributable to minority interests after taxes		

Item	First quarter of 2021	First quarter of 2020
VII. Total comprehensive income	779,371,654.89	233,521,450.77
(I) Total comprehensive income attributable to owners of the parent company	779,371,654.89	233,521,450.77
(II) Total comprehensive income attributable to minority shareholders		
VIII. Earnings per share:		
(I) Basic earnings per share (RMB per share)	0.06680	0.02490
(II) Diluted earnings per share (RMB per share)	0.06680	0.02490

For the business combination under common control effected in the Reporting Period, the net profit recognized by the consolidated party before the consolidation was nil, and the net profit recognized by the consolidated party in the previous period was nil.

Person-in-charge
of the Company:
Wang Daxiong

Person-in-charge
of accounting affairs:
Lin Feng

Head of the
accounting department:
Zhang Mingming

Income Statement of the Parent Company

January to March 2021

Prepared by: COSCO SHIPPING Development Co., Ltd.

Unit: Yuan Currency: RMB Audit type: Unaudited

Item	First quarter of 2021	First quarter of 2020
I. Revenue from operations	83,695,768.27	505,063,048.62
Less: Operating cost	11,032,885.25	420,722,425.61
Taxes and surcharges	17,735,452.49	4,630,813.38
Selling expenses		
Administrative expenses	30,431,233.93	29,862,326.90
Research and development expenses		
Finance costs	176,022,200.92	194,166,200.59
Including: Interest expenses	173,082,855.72	188,113,594.80
Interest income	5,117,326.04	20,650,531.83
Add: Other gains	506,392.32	
Investment income (loss is represented by “-”)	2,191,851,271.23	79,789,559.59
Including: Gains from investment in associates and joint ventures	9,212,225.18	58,309,743.70
Derecognition gains on financial assets measured at amortized cost		
Gains from net exposure to hedging (loss is represented by “-”)		
Gains from changes in fair value (loss is represented by “-”)	-41,455,712.95	-211,213,331.30
Credit impairment loss (loss is represented by “-”)	-30,212,390.96	
Asset impairments loss (loss is represented by “-”)		
Gains from disposal of assets (loss is represented by “-”)	-1,013,858,903.91	

Item	First quarter of 2021	First quarter of 2020
II. Profit from operations (loss is represented by “-”)	955,304,651.41	-275,742,489.57
Add: Non-operating income		
Less: Non-operating expenses		
III. Total profit (total loss is represented by “-”)	955,304,651.41	-275,742,489.57
Less: Income tax expenses		
IV. Net profit (net loss is represented by “-”)	955,304,651.41	-275,742,489.57
(I) Net profit from continuing operations (net loss expressed with “-”)	955,304,651.41	-275,742,489.57
(II) Net profit from discontinued operations (net loss expressed with “-”)		
V. Net other comprehensive income after taxes	374,177.28	6,001,068.31
(I) Items that may not be reclassified to profit or loss		
1. Changes from the re-measurement of defined benefit plans		
2. Other comprehensive income that may not be reclassified to profit or loss under the equity method		
3. Changes in fair value of investments in other equity instruments		
4. Changes in fair value of enterprise’s own credit risk		
(II) Items that may be reclassified to profit or loss	374,177.28	6,001,068.31
1. Other comprehensive income that may be reclassified to profit or loss under the equity method	374,177.28	6,001,068.31
2. Changes in fair value of other debt investments		
3. Financial assets reclassified into other comprehensive income		
4. Credit impairment provision for other debt investments		
5. Reserve for cash flow hedging		
6. Exchange differences from translation of financial statements		
7. Others		
VI. Total comprehensive income	955,678,828.69	-269,741,421.26
VII. Earnings per share:		
(I) Basic earnings per share (RMB per share)		
(II) Diluted earnings per share (RMB per share)		

Person-in-charge
of the Company:
Wang Daxiong

Person-in-charge
of accounting affairs:
Lin Feng

Head of the
accounting department:
Zhang Mingming

Consolidated Cash Flow Statement

January to March 2021

Prepared by: COSCO SHIPPING Development Co., Ltd.

Unit: Yuan Currency: RMB Audit type: Unaudited

Item	First quarter of 2021	First quarter of 2020
I. Cash flow from operating activities:		
Cash received from sales of goods and provision of services	5,091,722,555.80	3,860,135,328.73
Net increase in deposits from customers and placements from banks and other financial institutions		
Net increase in borrowings from central bank		
Net increase in placements from other financial institutions		
Cash received from premiums of original insurance contracts		
Net cash received from reinsurance business		
Net increase in deposits from policyholders and investments		
Cash received from interest, handling charges and commissions		
Net increase in capital due to banks and other financial institutions		
Net increase in repurchases business fund		
Net cash received from trading in securities		
Receipt of tax rebates	172,764,098.94	48,137,033.30
Other cash received from activities relating to operation	143,174,247.54	122,075,123.35
Sub-total of cash inflow from operating activities	5,407,660,902.28	4,030,347,485.38
Cash paid for goods purchased and services rendered	3,270,881,728.30	2,261,556,376.59
Net increase in loans and advances to customers		
Net increase in placements with central bank and other financial institutions		
Cash paid for claims on original insurance contracts		
Net increase in placements with banks and other financial institutions		
Cash payment for interest, handling charges and commission		
Cash payment for policyholder dividend		
Cash paid to and on behalf of employees	543,746,391.99	475,905,092.80
Taxes paid	174,907,047.70	116,305,267.07
Other cash paid for activities relating to operating activities	136,651,286.22	115,628,960.90
Sub-total of cash outflow from operating activities	4,126,186,454.21	2,969,395,697.36
Net cash flows from operating activities	1,281,474,448.07	1,060,951,788.02

Item	First quarter of 2021	First quarter of 2020
II. Cash flow from investment activities:		
Cash received from disposal of investments	7,275,262,559.31	4,411,763,561.56
Cash received from gains in investments	15,929,082.64	11,837,351.04
Net cash received from disposal of fixed assets, intangible assets and other long-term assets	20,523,346.09	9,771,991.80
Net cash received from disposal of subsidiaries and other operating entities		
Other cash received relating to investment activities	56,507,367.89	15,895,980.11
Sub-total of cash inflow from investment activities	7,368,222,355.93	4,449,268,884.51
Cash paid for purchase of fixed assets, intangible assets and other long-term assets	9,503,194,798.83	6,271,527,590.65
Cash paid for investment	37,822,750.00	430,000,000.00
Net increase in pledged loans		
Net cash paid for acquiring subsidiaries and other operating entities		
Other cash paid relating to investment activities	39,842,613.00	
Sub-total of cash outflow from investment activities	9,580,860,161.83	6,701,527,590.65
Net cash flow from investment activities	-2,212,637,805.90	-2,252,258,706.14
III. Cash flow from financing activities:		
Proceeds received from investments		
Including: Proceeds received by subsidiaries from minority shareholder's investment		
Cash received from borrowings	19,182,813,770.00	20,909,204,882.79
Other cash received relating to financing activities	240,473.95	11,657,508.68
Sub-total of cash inflow from financing activities	19,183,054,243.95	20,920,862,391.47
Cash paid for repayment of debts	19,176,563,351.37	11,816,529,935.87
Cash payments for dividend and profit distribution or interest repayment	806,974,104.29	1,143,971,245.00
Including: Dividend and profit paid by subsidiary to minority shareholders		
Other cash paid relating to financing activities	874,724,897.95	1,178,003,591.59
Sub-total of cash outflow from financing activities	20,858,262,353.61	14,138,504,772.46
Net cash flow from financing activities	-1,675,208,109.66	6,782,357,619.01
IV. Effect on cash and cash equivalents due to changes in foreign exchange rates	-19,264,237.92	51,322,847.38
V. Net increase in cash and cash equivalents	-2,625,635,705.41	5,642,373,548.27
Add: Balance of cash and cash equivalents at the beginning of the period	12,046,801,047.06	9,635,095,552.61
VI. Balance of cash and cash equivalents at the end of the period	9,421,165,341.65	15,277,469,100.88

Person-in-charge
of the Company:
Wang Daxiong

Person-in-charge
of accounting affairs:
Lin Feng

Head of the
accounting department:
Zhang Mingming

Cash Flow Statement of the Parent Company
January to March 2021

Prepared by: COSCO SHIPPING Development Co., Ltd.

Unit: Yuan Currency: RMB Audit type: Unaudited

Item	First quarter of 2021	First quarter of 2020
I. Cash flow from operating activities:		
Cash received from sales of goods and provision of services	67,874,843.20	496,294,801.72
Receipt of tax rebates		
Other cash received from activities relating to operation	2,580,340,923.16	96,297,554.12
Sub-total of cash inflow from operating activities	2,648,215,766.36	592,592,355.84
Cash paid for goods purchased and services rendered	77,894,928.30	46,833,618.79
Cash paid to and on behalf of employees	60,129,075.56	218,986,059.03
Taxes paid	42,135,863.63	18,229,117.42
Other cash paid for activities relating to operation	4,218,847,773.56	45,174,347.61
Sub-total of cash outflow from operating activities	4,399,007,641.05	329,223,142.85
Net cash flows from operating activities	-1,750,791,874.69	263,369,212.99
II. Cash flow from investment activities:		
Cash received from disposal of investments	1,578,726,120.48	20,000,000.00
Cash received from gains in investments	449,717.85	1,000,000,000.00
Net cash received from disposal of fixed assets, intangible assets and other long-term assets	2,100,000,000.00	
Net cash received from disposal of subsidiaries and other operating entities		
Other cash received relating to investment activities	19,787.00	
Sub-total of cash inflow from investment activities	3,679,195,625.33	1,020,000,000.00
Cash paid for purchase of fixed assets, intangible assets and other long-term assets	23,628.32	220,000.00
Cash paid for investment	2,000,000,000.00	1,380,000,000.00
Net cash paid for acquiring subsidiaries and other operating entities		
Other cash paid relating to investment activities		
Sub-total of cash outflow from investment activities	2,000,023,628.32	1,380,220,000.00
Net cash flow from investment activities	1,679,171,997.01	-360,220,000.00

Item	First quarter of 2021	First quarter of 2020
III. Cash flow from financing activities:		
Cash received from investments		
Cash received from borrowings	4,800,000,000.00	7,780,000,000.00
Other cash received relating to financing activities	240,473.95	15,696,669.64
Sub-total of cash inflow from financing activities	4,800,240,473.95	7,795,696,669.64
Cash paid for repayment of debts	4,055,600,000.00	3,155,000,000.00
Cash payments for dividend and profit distribution or interest repayment	251,277,970.00	288,667,775.29
Other cash paid relating to financing activities	17,670,727.86	22,613,114.76
Sub-total of cash outflow from financing activities	4,324,548,697.86	3,466,280,890.05
Net cash flow from financing activities	475,691,776.09	4,329,415,779.59
IV. Effect on cash and cash equivalents due to changes in foreign exchange rates	-3,018,114.58	3,251,978.39
V. Net increase in cash and cash equivalents	401,053,783.83	4,235,816,970.97
Add: Balance of cash and cash equivalents at the beginning of the period	2,774,605,426.57	2,835,921,205.78
VI. Balance of cash and cash equivalents at the end of the period	3,175,659,210.40	7,071,738,176.75

Person-in-charge
of the Company:
Wang Daxiong

Person-in-charge
of accounting affairs:
Lin Feng

Head of the
accounting department:
Zhang Mingming

4.2 Adjusting to the relevant items of financial statements at the beginning of the first adoption year due to the first adoption of new leasing standards since 2021

Applicable Not Applicable

4.3 Explanation on retrospective adjustment to the comparative figures of the previous period due to the first adoption of new leasing standards since 2021

Applicable Not Applicable

4.4 Audit Report

Applicable Not Applicable

CAUTION STATEMENT

The board of directors hereby reminds the investors that the above extracts from the Quarterly Report are prepared on the basis of the Group's internal information and management accounts and have not been reviewed or audited by the auditors. **Investors should be aware of market risks and should not rely unduly on the extracts from the Quarterly Report above. In addition, investors should exercise caution when dealing in the shares of the Company.**

By order of the Board
COSCO SHIPPING Development Co., Ltd.
Cai Lei
Joint Company Secretary

Shanghai, the PRC
29 April 2021

As at the date of this announcement, the Board comprises Mr. Wang Daxiong, Mr. Liu Chong and Mr. Xu Hui, being executive directors, Mr. Huang Jian, Mr. Liang Yanfeng and Mr. Ip Sing Chi, being non-executive directors, and Mr. Cai Hongping, Ms. Hai Chi Yuet, Mr. Graeme Jack, Mr. Lu Jianzhong and Ms. Zhang Weihua, being independent non-executive directors.

* *The Company is a registered non-Hong Kong company as defined in the Companies Ordinance (Chapter 622 of the Laws of Hong Kong) and it is registered under its Chinese name and under the English name "COSCO SHIPPING Development Co., Ltd."*