

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)

2019 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 2019 (the "Reporting Period") will be published on the Shanghai Stock Exchange on 30 April 2019. 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 All members of the board of directors of the Company attended the meeting of the board of directors for the review and approval of this Quarterly Report.
- 1.3 Sun Yueying, 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

Unit: Yuan Currency: RMB

	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	138,635,681,214.03	137,837,424,339.45	0.58
Net assets attributable to equity holders of the listed company	20,564,859,822.74	18,040,136,634.21	14.00
	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	1,860,238,114.02	-1,210,957,252.50	253.62
	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	3,200,968,180.02	3,640,639,909.59	-12.08
Net profit attributable to equity holders of the listed company	596,375,913.68	280,678,557.31	112.48
Net profit attributable to equity holders of the listed company, excluding extraordinary gains or losses	585,596,142.53	229,709,011.86	154.93
Weighted average return on net assets (%)	3.21	1.70	Increased by 1.51 percentage points
Basic earnings per share (RMB per share)	0.0511	0.0240	112.92
Diluted earnings per share (RMB per share)	0.0511	0.0240	112.92

Items and amounts of extraordinary gains or losses

✓ Applicable □ Not Applicable

Unit: Yuan Currency: RMB

Item	Amount for the Reporting Period
Gain/loss from disposal of non-current assets	13,619,619.18
Government grants recognized in the income statement 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)	3,097,030.93
Other gains or losses item within the definition of extraordinary gains or losses	-3,908,738.70
Income tax effect	-2,028,140.26
	<hr/>
Total	<u><u>10,779,771.15</u></u>

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) 344,812

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	Number of shares pledged or frozen		Nature of shareholders
				Status of shares	Number	
China Shipping Group Company Limited	4,410,624,386	37.75%	0	Nil	0	State-owned corporation
HKSCC NOMINEES LIMITED	3,731,639,275	31.94%	0	Unknown	-	Foreign corporation
Guoxin Investment Co., Ltd.	467,325,006	4.00%	0	Nil	0	State-owned corporation
State Development & Investment Corporation	388,674,125	3.33%	0	Nil	0	State-owned corporation
China Securities Finance Corporation Limited	210,853,717	1.80%	0	Nil	0	State-owned corporation
Central Huijin Asset Management Ltd.	65,454,300	0.56%	0	Nil	0	State-owned corporation
Hong Kong Securities Clearing Company Ltd.	48,664,676	0.42%	0	Nil	0	Other
A securities account of COSCO Shipping Development Co., Ltd. designated for repurchase	45,699,937	0.39%	0	Nil	0	State-owned corporation
Agricultural Bank of China Limited – CSI 500 Exchange Traded Fund	39,665,422	0.34%	0	Nil	0	Other
Aegon Industrial Fund – Bank of Shanghai – China Shipping (Group) Company	33,399,288	0.29%	0	Nil	0	Other

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

Name of shareholders	Number of 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	3,731,639,275	Overseas listed foreign shares	3,731,639,275
Guoxin Investment Co., Ltd.	467,325,006	RMB ordinary shares	467,325,006
State Development & Investment Corporation	388,674,125	RMB ordinary shares	388,674,125
China Securities Finance Corporation Limited	210,853,717	RMB ordinary shares	210,853,717
Central Huijin Asset Management Ltd.	65,454,300	RMB ordinary shares	65,454,300
Hong Kong Securities Clearing Company Ltd.	48,664,676	RMB ordinary shares	48,664,676
A securities account of COSCO Shipping Development Co., Ltd. designated for repurchase	45,699,937	RMB ordinary shares	45,699,937
Agricultural Bank of China Limited – CSI 500 Exchange Traded Fund	39,665,422	RMB ordinary shares	39,665,422
Aegon Industrial Fund – Bank of Shanghai – China Shipping (Group) Company	33,399,288	RMB ordinary shares	33,399,288

- 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 held 4,410,624,386 A shares in COSCO SHIPPING Development directly, representing 37.75% of its entire share capital; 47,570,789 A shares in COSCO SHIPPING Development through collective scheme, representing 0.41% of its entire share capital; thus held an aggregate of 4,458,195,175 A shares in COSCO SHIPPING Development, representing 38.16% 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 0.86% of the entire share capital.
 - (5) The Company was not notified of any connected relationship or acting-in-concert relationship among the above shareholders.

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 increase in reinsurance premium by 413.84% at the end of the Reporting Period as compared with the beginning of the Reporting Period was mainly due to the increase in accounts receivable of the insurance agency business during the Reporting Period;
2. The decrease in other current assets by 30.64% at the end of the Reporting Period as compared with the beginning of the Reporting Period was mainly due to the decrease in deductible input tax during the Reporting Period;
3. The increase in construction in progress by 31.13% at the end of the Reporting Period as compared with the beginning of the Reporting Period was mainly due to the increase in construction projects of container manufacturing business during the Reporting Period;
4. The increase in right-of-use asset by 100% at the end of the Reporting Period as compared with the beginning of the Reporting Period was mainly due to the adoption of new leasing standards during the Reporting Period;
5. The decrease in other non-current assets by 33.55% at the end of the Reporting Period as compared with the beginning of the Reporting Period was mainly due to the changes of variable gains or losses in interest rate swap contracts during the Reporting Period;
6. The decrease in contract liabilities by 32.93% at the end of the Reporting Period as compared with the beginning of the Reporting Period was mainly due to the decrease in the contract prepayments from customers during the Reporting Period;
7. The increase in bonds payable by 101.96% at the end of the Reporting Period as compared with the beginning of the Reporting Period was mainly due to the increase in issue of bonds during the Reporting Period;
8. The increase in lease liability by 100% at the end of the Reporting Period as compared with the beginning of the Reporting Period was mainly due to the adoption of new leasing standards during the Reporting Period;
9. The increase in other non-current liabilities by 96.39% at the end of the Reporting Period as compared with the beginning of the Reporting Period was mainly due to the changes of variable gains or losses in interest rate swap contracts during the Reporting Period;

10. The increase in other equity instruments by 75% at the end of the Reporting Period as compared with the beginning of the Reporting Period was mainly due to the issue of new perpetual bonds during the Reporting Period;
11. The increase in capital reserve by 1754.07% at the end of the Reporting Period as compared with the beginning of the Reporting Period was mainly due to the increase in other interests in associates during the Reporting Period as compared with the corresponding period;
12. The increase in treasury shares by 100% at the end of the Reporting Period as compared with the beginning of the Reporting Period was mainly due to the repurchase of shares during the Reporting Period;
13. The increase in special reserve by 100% at the end of the Reporting Period as compared with the beginning of the Reporting Period was mainly due to the special reserve provided as required but not used during the Reporting Period;
14. The decrease in interest income by 100% during the Reporting Period as compared with the corresponding period of last year was mainly due to the withdrawal of the finance company from merger;
15. The decrease in handling charges and commission income by 34.04% during the Reporting Period as compared with the corresponding period of last year was mainly due to the deconsolidation of the finance company;
16. The decrease in interest expenses by 100% during the Reporting Period as compared with the corresponding period of last year was mainly due to the deconsolidation of the finance company;
17. The decrease in handling charges and commission expenses by 100% during the Reporting Period as compared with the corresponding period of last year was mainly due to the deconsolidation of the finance company;
18. The decrease in selling expenses by 64.39% during the Reporting Period as compared with the corresponding period of last year was mainly due to the decrease in warehousing expenses during the Reporting Period as compared with the corresponding period;
19. The decrease in other gains by 95.43% during the Reporting Period as compared with the corresponding period of last year was mainly due to the decrease in government grants that are related to the normal operation during the Reporting Period;
20. The increase in gains from changes in fair value by 412.26% during the Reporting Period as compared with the corresponding period of last year was mainly due to the increase in gains from changes in fair value of financial assets held during the Reporting Period as compared with the corresponding period of last year;
21. The increase in gains from disposal of assets by 177.89% during the Reporting Period as compared with the corresponding period of last year was mainly due to the increase in gains from disposal of containers during the Reporting Period as compared with the corresponding period;
22. The decrease in non-operating income by 75.72% during the Reporting Period as compared with the corresponding period of last year was mainly due to the decrease in government grants that are not related to the normal operation during the Reporting Period as compared with the corresponding period;

23. The increase in non-operating expenses by 100% during the Reporting Period as compared with the corresponding period of last year was mainly due to the increase in donation expenses during the Reporting Period;
24. The decrease in income tax expenses by 42.33% during the Reporting Period as compared with the corresponding period of last year was mainly due to the decrease in income tax payable during the Reporting Period as compared with the corresponding period;
25. The decrease in minority interests by 100% during the Reporting Period as compared with the corresponding period of last year was mainly due to the deconsolidation of the finance company;
26. The increase in net profit attributable to equity holders of the listed company by 112.48% during the Reporting Period as compared with the corresponding period of last year was mainly due to the year-on-year increase in gains from changes in fair value during the Reporting Period;
27. The increase in net profit attributable to equity holders of the listed company, excluding extraordinary gains or losses was 154.93% during the Reporting Period, mainly due to a year-on-year increase in gains from changes in fair value during the Reporting Period;
28. The increase in other comprehensive income that may be reclassified to profit or loss under the equity method by 357.49% during the Reporting Period as compared with the corresponding period of last year was mainly due to the increase in other comprehensive income of associates during the Reporting Period;
29. The decrease in reserve for cash flow hedging by 137.91% during the Reporting Period as compared with the corresponding period of last year was mainly due to the decrease in hedging instruments during the Reporting Period as compared with the corresponding period;
30. The decrease in exchange differences from translation of statements by 49.84% during the Reporting Period as compared with the corresponding period of last year was mainly due to changes in exchange rates during the Reporting Period which led to the decrease in differences in foreign currency translation;
31. The decrease in net increase of deposits from clients and placements from industry peers of financial institutions by 100% during the Reporting Period as compared with the corresponding period of last year was mainly due to the deconsolidation of the finance company;
32. The decrease in cash received for interest, handling charges and commissions by 100% during the Reporting Period as compared with the corresponding period of last year was mainly due to the deconsolidation of the finance company;
33. The decrease in net increase in capital due to banks and other financial institutions by 100% during the Reporting Period as compared with the corresponding period of last year was mainly due to the deconsolidation of the finance company;
34. The decrease in receipt of tax rebates by 65.07% during the Reporting Period as compared with the corresponding period of last year was mainly due to the decrease in receipt of tax rebates for finance lease during the Reporting Period as compared with the corresponding period;

35. The decrease in net increase in loans and advances to clients by 100% during the Reporting Period as compared with the corresponding period of last year was mainly due to the deconsolidation of the finance company;
36. The decrease in net increase in placements with central bank and other financial institutions by 100% during the Reporting Period as compared with the corresponding period of last year was mainly due to the deconsolidation of the finance company;
37. The decrease in cash payment for interest, handling charges and commissions by 100% during the Reporting Period as compared with the corresponding period of last year was mainly due to the deconsolidation of the finance company;
38. The decrease in taxes paid by 43.89% during the Reporting Period as compared with the corresponding period of last year was mainly due to the decrease in payment of relevant taxes during the Reporting Period as compared with the corresponding period;
39. The decrease in cash received from disposal of investments by 56.07% during the Reporting Period as compared with the corresponding period of last year was mainly due to the decrease in recovery of financial lease principal and financial assets during the Reporting Period as compared with the corresponding period;
40. The decrease in cash received from gains in investments by 99.85% during the Reporting Period as compared with the corresponding period of last year was mainly due to the decrease in receipt of gains from disposal of investments in financial assets during the Reporting Period as compared with the corresponding period;
41. The decrease in net cash received from disposal of fixed assets, intangible assets and other long-term assets by 78.80% during the Reporting Period as compared with the corresponding period of last year was mainly due to the decrease in cash received from disposal of assets during the Reporting Period as compared with the corresponding period;
42. The decrease in cash paid for investment by 99.19% during the Reporting Period as compared with the corresponding period of last year was mainly due to the decrease in investment in financial assets during the Reporting Period as compared with the corresponding period;
43. The decrease in other cash paid related to investment activities by 100% during the Reporting Period as compared with the corresponding period of last year was mainly due to the fact that no other cash paid related to investment activities has been paid during the Reporting Period;
44. The increase in cash received from borrowings by 104.05% during the Reporting Period as compared with the corresponding period of last year was mainly due to the increase in new bank borrowings and issue of bonds during the Reporting Period as compared with the corresponding period;
45. The increase in cash paid for repayment of debts by 79.91% during the Reporting Period as compared with the corresponding period of last year was mainly due to the increase in repayment of bank borrowings during the Reporting Period as compared with the corresponding period;

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

Applicable Not Applicable

1. The proposed non-public issuance of A shares by COSCO SHIPPING Development has been proceeding in an orderly manner. On 12 July 2017, the Company submitted to the China Securities Regulatory Commission (the “CSRC”) the application materials regarding the Company’s proposed non-public issuance of A shares. On 19 July 2017, the Company received the acceptance notice. On 12 September 2017, the Company received the “Notice regarding China Securities Regulatory Commission’s First Feedback on the Review of Administrative Permission Items” issued by CSRC. On 31 October 2017, the Company submitted the reply materials on the first feedback to the China Securities Regulatory Commission. On 28 September 2018, the Company received the “Notice regarding China Securities Regulatory Commission’s Second Feedback on the Review of Administrative Permission Items” from the CSRC, and submitted the response document to the China Securities Regulatory Commission on 14 November 2018. Currently, the project is still under the approval process of the CSRC.
2. The Company convened the first extraordinary general meeting, the first A Shares Class Meeting and the first H Shares Class Meeting on 25 February 2019, which considered and approved the Resolution in Relation to the Proposal for Repurchase of Shares of the Company (for A Shares Repurchase Proposal, please refer to the announcement: Lin 2019-017). As of 31 March 2019, the Company had accumulated the repurchase of 45,699,937 A Shares through centralised price bidding, representing 0.391% of total share capital of the Company. The highest bid price was RMB3.08/per Share, the lowest bid price was RMB2.86/per Share, and the aggregate paid amount was RMB136,818,964.48 (excluding transaction fees). (Number of announcement: Lin 2019-028).

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 2019

Prepared by: COSCO SHIPPING Development Co., Ltd.

Unit: Yuan Currency: RMB Audit type: Unaudited

Item	31 March 2019	31 December 2018
Current assets:		
Cash and bank balances	13,474,514,603.51	16,200,858,634.68
Deposit reservation for balance		
Placements with banks and other financial institutions		
Trading financial assets		
Financial assets at fair value through profit or loss		
Derivative financial assets		
Bills and accounts receivable	901,711,066.50	1,026,549,861.93
Including: Bills receivable	770,000.00	7,680,000.00
Accounts receivable	900,941,066.50	1,018,869,861.93
Funds paid in advance	360,533,827.27	392,937,778.58
Premiums receivable		
Reinsurance accounts receivable	42,764,432.50	8,322,598.74
Deposits receivable from reinsurance contracts		
Other receivables	150,378,511.00	141,849,095.54
Including: Interests receivable	133.21	133.21
Dividends receivable	1,584,380.90	
Purchases of resold financial assets		
Inventories	1,161,070,765.74	1,017,748,208.36
Contract assets		
Assets held for sale		
Non-current assets due within one year	11,896,857,616.00	11,385,356,634.61
Other current assets	41,415,168.74	59,714,485.94
Total current assets	28,029,245,991.26	30,233,337,298.38

Item	31 March 2019	31 December 2018
Non-current assets:		
Loans and advances granted		
Debt investments		
Available-for-sale financial assets		
Other debt investments		
Held-to-maturity investments		
Long-term receivables	25,987,867,037.34	23,371,028,701.32
Long-term equity investment	24,720,730,139.81	23,822,602,553.54
Other equity instrument investments		
Other non-current financial assets	4,047,486,043.06	3,446,701,263.04
Investment property	102,335,388.99	104,442,708.81
Fixed assets	55,166,205,810.01	56,427,093,557.26
Construction in progress	35,819,603.24	27,316,400.81
Biological assets for production		
Fuel assets		
Right-of-use asset	136,522,549.97	
Intangible assets	131,125,136.55	132,769,503.44
Development expenditure		
Goodwill		
Long-term deferred expenses	55,360,381.77	54,773,747.88
Deferred income tax assets	209,946,231.38	197,740,223.33
Other non-current assets	13,036,900.65	19,618,381.64
Total non-current assets	110,606,435,222.77	107,604,087,041.07
Total assets	138,635,681,214.03	137,837,424,339.45
Current liabilities:		
Short-term borrowings	13,839,755,000.00	17,882,448,000.00
Borrowings from central bank		
Placements funds		
Trading financial liabilities		
Financial liabilities at fair value through profit or loss		
Derivative financial liabilities		
Bills and accounts payable	2,896,794,388.05	2,931,633,572.62
Funds received in advance	156,375,625.41	156,798,248.20
Funds from disposal of repurchased financial assets		
Deposit taking and deposit in inter-bank market		
Customer deposits for trading in securities		

Item	31 March 2019	31 December 2018
Customer deposits for securities underwriting		
Staff remuneration payable	166,839,253.48	181,534,073.05
Taxes payable	306,703,012.99	272,907,412.99
Other payables	728,388,312.94	678,820,431.29
Including: Interests payable	365,906,782.59	367,226,001.61
Dividends payable	18,725,509.89	
Handling charges and commissions payable		
Reinsurance accounts payable	63,320,341.61	51,759,234.66
Contract liabilities	4,933,847.45	7,356,162.98
Liabilities classified as held-for-sale		
Non-current liabilities due within one year	29,560,147,690.36	32,728,425,344.38
Other current liabilities		
Total current liabilities	47,723,257,472.29	54,891,682,480.17
Non-current liabilities:		
Deposits for insurance contracts		
Long term borrowings	58,473,824,435.07	57,346,798,273.09
Bonds payable	6,829,865,009.59	3,381,784,328.88
Including: Preferred shares		
Perpetual bonds		
Lease liability	864,573,522.86	
Long term payables	3,776,277,707.89	3,788,221,776.96
Projected liabilities		
Deferred income	12,686,728.24	13,034,790.57
Deferred income tax liabilities	382,571,425.58	371,812,112.04
Other non-current liabilities	7,765,089.77	3,953,943.53
Total non-current liabilities	70,347,563,919.00	64,905,605,225.07
Total liabilities	118,070,821,391.29	119,797,287,705.24

Item	31 March 2019	31 December 2018
Owners' equity (or shareholders' equity)		
Paid-up capital (or share capital)	11,683,125,000.00	11,683,125,000.00
Other equity instruments	3,500,000,000.00	2,000,000,000.00
Including: Preferred shares		
Perpetual bonds	3,500,000,000.00	2,000,000,000.00
Capital reserve	302,001,556.71	16,288,610.85
Less: Treasury shares	136,855,908.30	
Other comprehensive income	-2,473,726,693.92	-2,774,310,688.26
Surplus reserve	1,417,951,476.10	1,417,951,476.10
Special reserve	15,370,788.67	
General risk provision		
Retained earnings	6,256,993,603.48	5,697,082,235.52
Total equity attributable to the owner of the parent company (or shareholders' equity)	20,564,859,822.74	18,040,136,634.21
Minority interests		
Total owners' equity (or shareholders' equity)	20,564,859,822.74	18,040,136,634.21
Total liabilities and owners' equity (or shareholders' equity)	138,635,681,214.03	137,837,424,339.45

Legal representative:
Sun Yueying

Person-in-charge of
accounting affairs:
Lin Feng

Head of the accounting
department:
Zhang Mingming

Balance Sheet of the Parent Company

31 March 2019

Prepared by: COSCO SHIPPING Development Co., Ltd.

Unit: Yuan Currency: RMB Audit type: Unaudited

Item	31 March 2019	31 December 2018
Current assets:		
Cash and bank balances	3,456,172,659.64	4,939,171,959.93
Trading Financial Assets		
Financial assets at fair value through profit or loss		
Derivative financial assets		
Bills and accounts receivable	328,190,187.85	286,052,318.09
Including: Bills receivable		
Accounts receivable	328,190,187.85	286,052,318.09
Funds paid in advance	4,822,128.17	834,664.82
Other receivables	1,936,312,388.00	3,865,502,084.69
Including: Interests receivable	22,674,578.64	23,993,338.50
Dividends receivable	1,680,000,262.61	3,670,328,267.66
Inventories	335,319,229.31	310,930,268.97
Contract assets		
Assets held for sale		
Non-current assets due within one year		
Other current assets	5,120,000,000.00	5,690,000,000.00
Total current assets	11,180,816,592.97	15,092,491,296.50

Item	31 March 2019	31 December 2018
Non-current assets:		
Debt investments		
Available-for-sale financial assets		
Other debt investments		
Held-to-maturity investments		
Long-term receivables		
Long-term equity investment	37,760,051,400.80	37,714,383,192.36
Other equity instrument investments		
Other non-current financial assets	2,544,256,801.67	1,881,637,270.44
Investment property		
Fixed assets	12,391,293,627.94	12,586,851,196.52
Construction in progress	1,754,722.64	1,754,722.64
Biological assets for production		
Fuel assets		
Right-of-use asset	42,722,878.47	
Intangible assets	613,904.21	547,234.95
Development expenditure		
Goodwill		
Long-term deferred expenses	4,258,106.21	6,813,712.58
Deferred income tax assets		
Other non-current assets	2,320,050,000.00	2,358,960,000.00
Total non-current assets	55,065,001,441.94	54,550,947,329.49
Total assets	66,245,818,034.91	69,643,438,625.99
Current liabilities:		
Short-term borrowings	8,650,000,000.00	11,000,000,000.00
Trading financial liabilities		
Financial liabilities at fair value through profit or loss		
Derivative financial liabilities		
Bills and accounts payable	208,892,250.16	142,184,655.33
Funds received in advance	1,884,709.05	1,813,056.60
Contract liabilities		
Staff remuneration payable	40,062,739.30	78,005,273.45
Taxes payable	49,076,863.22	17,190,639.08
Other payables	6,252,230,353.70	6,896,073,228.40
Including: Interests payable	64,580,691.92	42,068,651.18
Dividends payable	18,725,509.89	

Item	31 March 2019	31 December 2018
Liabilities classified as held-for-sale		
Non-current liabilities due within one year	4,185,000,000.00	6,547,000,000.00
Other current liabilities		
Total current liabilities	19,387,146,915.43	24,682,266,852.86
Non-current liabilities:		
Long term borrowings	9,573,100,000.00	11,571,500,000.00
Bonds payable	3,500,000,000.00	1,500,000,000.00
Including: Preferred shares		
Perpetual bonds		
Lease liability	43,463,894.48	
Long term payables		
Projected liabilities		
Deferred income		
Deferred income tax liabilities		
Other non-current liabilities		
Total non-current liabilities	13,116,563,894.48	13,071,500,000.00
Total liabilities	32,503,710,809.91	37,753,766,852.86
Owners' equity (or shareholders' equity)		
Paid-up capital (or share capital)	11,683,125,000.00	11,683,125,000.00
Other equity instruments	3,500,000,000.00	2,000,000,000.00
Including: Preferred shares		
Perpetual bonds	3,500,000,000.00	2,000,000,000.00
Capital reserve	16,352,507,737.94	16,352,507,737.94
Less: Treasury shares	136,855,908.30	
Other comprehensive income	245,608.01	-1,702,741.57
Special reserve	14,025,914.72	
Surplus reserve	1,411,641,333.51	1,411,641,333.51
Retained earnings	917,417,539.12	444,100,443.25
Total owners' equity (or shareholders' equity)	33,742,107,225.00	31,889,671,773.13
Total liabilities and owners' equity (or shareholders' equity)	66,245,818,034.91	69,643,438,625.99

Legal representative:
Sun Yueying

Person-in-charge of
accounting affairs:
Lin Feng

Head of the accounting
department:
Zhang Mingming

Consolidated Income Statement

January to March 2019

Prepared by: COSCO SHIPPING Development Co., Ltd.

Unit: Yuan Currency: RMB Audit type: Unaudited

Item	First quarter of 2019	First quarter of 2018
I. Total operating revenue	3,206,834,798.69	3,798,960,408.98
Including: Revenue from operations	3,200,968,180.02	3,640,639,909.59
Interest income		149,425,665.44
Premiums earned		
Handling charges and commission income	5,866,618.67	8,894,833.95
II. Total cost of sales	3,657,840,151.78	3,900,179,909.83
Including: Operating cost	2,481,521,357.95	2,705,230,602.60
Interest expenses		49,849,874.02
Handling charges and commission expenses		220,904.17
Surrender payment		
Net expenditure for compensation payments		
Net provision for insurance deposits		
Policyholder dividend expenses		
Reinsurance costs		
Taxes and surcharges	14,801,077.34	11,455,810.29
Selling expenses	2,916,637.61	8,190,967.51
Administrative expenses	201,777,255.23	240,349,979.40
Research expenses	17,685.00	
Finance costs	916,975,330.32	829,567,684.55
Including: Interest expenses	888,916,003.89	717,945,925.52
Interest income	54,106,790.37	34,004,829.80
Asset impairments loss		
Credit impairment loss	39,830,808.33	55,314,087.29
Add: Other gains	3,097,030.93	67,780,326.92
Investment income (loss is represented by “-”)	523,264,544.15	612,600,339.24
Including: Gains from investment in associates and joint ventures	523,179,452.93	574,617,147.93
Gains from foreign currency exchange (loss is represented by “-”)		
Gain from net exposure to hedging (loss is represented by “-”)		
Gains from changes in fair value (loss is represented by “-”)	572,284,780.02	-183,270,036.27
Gains from disposal of assets (loss is represented by “-”)	13,619,619.18	4,901,031.32

Item	First quarter of 2019	First quarter of 2018
III. Profit from operations (loss is represented by “-”)	661,260,621.19	400,792,160.36
Add: Non-operating income	2,097,794.70	8,640,282.80
Less: Non-operating expenses	6,006,533.40	
IV. Total profit (total loss is represented by “-”)	657,351,882.49	409,432,443.16
Less: Income tax expenses	60,975,968.81	105,735,517.82
V. Net profit (net loss is represented by “-”)	596,375,913.68	303,696,925.34
(I) Classified by continuity of operation		
1. Net profit from continuing operations (net loss expressed with “-”)	596,375,913.68	237,930,159.54
2. Net profit from discontinued operations (net loss expressed with “-”)		65,766,765.80
(II) Classified by ownership of equity		
1. Net profit attributable to owners of the parent company (net loss expressed with “-”)	596,375,913.68	280,678,557.31
2. Minority interests (net loss expressed with “-”)		23,018,368.03
VI. Net other comprehensive income after taxes	300,583,994.34	388,789,788.44
Net other comprehensive income attributable to owners of the parent company after taxes	300,583,994.34	388,789,788.44
(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	300,583,994.34	388,789,788.44
1. Other comprehensive income that may be reclassified to profit or loss under the equity method	96,127,410.73	-37,331,851.32
2. Changes in fair value of other debt investments		
3. Gains or losses from changes in fair value of available-for-sale financial assets		
4. Financial assets reclassified into other comprehensive income		
5. Held-to-maturity investments reclassified into gains or losses of available-for-sale financial assets		
6. Credit impairment provision for other debt investments		
7. Reserve for cash flow hedging (effective portion of gains or losses of cash flow hedging)	-3,993,561.58	10,533,834.15
8. Exchange differences from translation of financial statements	208,450,145.19	415,587,805.61
9. Others		
Net other comprehensive income attributable to minority interests after taxes		

Item	First quarter of 2019	First quarter of 2018
VII. Total comprehensive income	896,959,908.02	692,486,713.78
Total comprehensive income attributable to owners of the parent company	896,959,908.02	669,468,345.75
Total comprehensive income attributable to minority shareholders		23,018,368.03
VIII. Earnings per share:		
(1) Basic earnings per share (RMB per share)	0.0511	0.0240
(2) Diluted earnings per share (RMB per share)	0.0511	0.0240

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.

Legal representative: Sun Yueying	Person-in-charge of accounting affairs: Lin Feng	Head of the accounting department: Zhang Mingming
--------------------------------------	--	---

Income Statement of the Parent Company

January to March 2019

Prepared by: COSCO SHIPPING Development Co., Ltd.

Unit: Yuan Currency: RMB Audit type: Unaudited

Item	First quarter of 2019	First quarter of 2018
I. Revenue from operations	535,704,364.70	509,294,019.30
Less: Operating cost	426,540,094.95	413,524,743.29
Taxes and surcharges	6,202,152.65	2,398,900.18
Selling expenses		
Administrative expenses	31,801,509.08	48,441,790.46
Research and development expenses		
Finance costs	250,409,484.23	308,941,969.06
Including: Interest expenses	291,825,236.67	293,244,902.35
Interest income	48,235,591.09	22,421,241.39
Asset impairments loss		
Credit impairment loss		
Add: Other gains		259,160.00
Investment income		
(loss is represented by “-”)	43,719,858.86	20,865,382.75
Including: Gains from investment in associates and joint ventures	43,719,858.86	-863,923.81
Gain from net exposure to hedging (loss is represented by “-”)		
Gains from changes in fair value (loss is represented by “-”)	642,619,531.23	-178,952,181.16
Gains from disposal of assets (loss is represented by “-”)		
II. Profit from operations (loss is represented by “-”)	507,090,513.88	-421,841,022.10
Add: Non-operating income		5,369,651.62
Less: Non-operating expenses		
III. Total profit (total loss is represented by “-”)	507,090,513.88	-416,471,370.48
Less: Income tax expenses		
IV. Net profit (net loss is represented by “-”)	507,090,513.88	-416,471,370.48
1. Net profit from continuing operations (net loss expressed with “-”)	507,090,513.88	-416,471,370.48
2. Net profit from discontinued operations (net loss expressed with “-”)		

Item	First quarter of 2019	First quarter of 2018
V. Net other comprehensive income after taxes	1,948,349.58	
(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	1,948,349.58	
1. Other comprehensive income that may be reclassified to profit or loss under the equity method	1,948,349.58	
2. Changes in fair value of other debt investments		
3. Gains or losses from changes in fair value of available-for-sale financial assets		
4. Financial assets reclassified into other comprehensive income		
5. Held-to-maturity investments reclassified into gains or losses of available-for-sale financial assets		
6. Credit impairment provision for other debt investments		
7. Reserve for cash flow hedging (effective portion of gains or losses of cash flow hedging)		
8. Exchange differences from translation of financial statements		
9. Others		
VI. Total comprehensive income	509,038,863.46	-416,471,370.48
VII. Earnings per share:		
(1) Basic earnings per share (RMB per share)		
(2) Diluted earnings per share (RMB per share)		

Legal representative:
Sun Yueying

Person-in-charge of
accounting affairs:
Lin Feng

Head of the accounting
department:
Zhang Mingming

Consolidated Cash Flow Statement

January to March 2019

Prepared by: COSCO SHIPPING Development Co., Ltd.

Unit: Yuan Currency: RMB Audit type: Unaudited

Item	First quarter of 2019	First quarter of 2018
I. Cash flow from operating activities:		
Cash received from sales of goods and provision of services	4,451,735,040.83	3,712,621,926.96
Net increase in deposits from customers and placements from banks and other financial institutions		-973,122,730.99
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		143,946,093.72
Net increase in capital due to banks and other financial institutions		-300,000,000.00
Net increase in repurchases business fund		
Net cash received from trading in securities		
Receipt of tax rebates	101,012,947.74	289,164,621.26
Other cash received from activities related to operation	111,859,100.23	103,212,737.56
Sub-total of cash inflow from operating activities	4,664,607,088.80	2,975,822,648.51
Cash paid for goods purchased and service rendered	2,070,993,598.14	2,719,881,708.75
Net increase in loans and advances to customers		774,809,792.66
Net increase in placements with central bank and other financial institutions		-62,425,469.45
Cash paid for claims on original insurance contracts		
Net increase in financial assets held for trading		
Net increase in placements with banks and other financial institutions		
Cash payment for interest, handling charges and commissions		28,178,236.19
Cash payment for policyholder dividend		
Cash paid to and on behalf of employees	518,104,491.25	428,769,244.34
Taxes paid	109,677,822.25	195,457,607.89
Other cash paid for activities relating to operation activities	105,593,063.14	102,108,780.63
Sub-total of cash outflow from operating activities	2,804,368,974.78	4,186,779,901.01
Net cash flows from operating activities	1,860,238,114.02	-1,210,957,252.50

Item	First quarter of 2019	First quarter of 2018
II. Cash flow from investment activities:		
Cash received from disposal of investments	2,626,491,315.18	5,979,010,650.16
Cash received from gains in investments	82,630.96	56,052,195.11
Net cash received from disposal of fixed assets, intangible assets and other long-term assets	7,190,201.82	33,923,200.74
Net cash received from disposal of subsidiaries and other operating entities		
Other cash received relating to investment activities		
Sub-total of cash inflow from investment activities	2,633,764,147.96	6,068,986,046.01
Cash paid for purchase of fixed assets, intangible assets and other long-term assets	5,702,435,214.95	4,692,831,199.76
Cash paid for investment	28,500,000.00	3,524,895,156.43
Net increase in pledged loans		
Net cash paid for acquiring subsidiaries and other operating entities		
Other cash paid related to investment activities		93,594,084.54
Sub-total of cash outflow from investment activities	5,730,935,214.95	8,311,320,440.73
Net cash flow from investment activities	-3,097,171,066.99	-2,242,334,394.72
III. Cash flow from financing activities:		
Proceeds received from investments	1,500,000,000.00	
Including: Proceeds received by subsidiaries from minority shareholder's investment		
Cash received from borrowings	19,602,449,444.32	9,606,510,000.00
Cash received from issue of bonds		
Other cash received relating to financing activities		
Sub-total of cash inflow from financing activities	21,102,449,444.32	9,606,510,000.00
Cash paid for repayment of debts	21,126,699,055.31	11,743,184,406.53
Cash payments for dividend and profit distribution or interest repayment	1,160,641,867.96	915,701,756.67
Including: Dividend and profit paid by subsidiary to minority shareholders		
Other cash paid relating to financing activities	274,318,858.84	243,445,421.94
Sub-total of cash outflow from financing activities	22,561,659,782.11	12,902,331,585.14
Net cash flow from financing activities	-1,459,210,337.79	-3,295,821,585.14
IV. Effect on cash and cash equivalents due to changes in foreign exchange rates	-224,272,358.93	-209,148,306.71
V. Net increase in cash and cash equivalents	-2,920,415,649.69	-6,958,261,539.07
Add: Balance of cash and cash equivalents at the beginning of the period	15,249,193,722.11	23,193,300,179.15
VI. Balance of cash and cash equivalents at the end of the period	12,328,778,072.42	16,235,038,640.08

Legal representative:
Sun Yueying

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 2019

Prepared by: COSCO SHIPPING Development Co., Ltd.

Unit: Yuan Currency: RMB Audit type: Unaudited

Item	First quarter of 2019	First quarter of 2018
I. Cash flow from operating activities:		
Cash received from sales of goods and provision of services	539,368,970.09	413,026,039.42
Receipt of tax rebates		5,152,851.62
Other cash received from activities related to operation	92,818,677.88	69,109,252.58
Sub-total of cash inflow from operating activities	632,187,647.97	487,288,143.62
Cash paid for goods purchased and services rendered	76,788,047.57	22,396,606.68
Cash paid to and on behalf of employees	326,688,785.93	165,971,300.13
Taxes paid	34,094,631.79	54,760,012.01
Other cash paid for activities relating to operation	37,297,910.44	70,085,668.75
Sub-total of cash outflow from operating activities	474,869,375.73	313,213,587.57
Net cash flows from operating activities	157,318,272.24	174,074,556.05
II. Cash flow from investment activities:		
Cash received from disposal of investments	1,070,000,000.00	670,000,000.00
Cash received from gains in investments	2,037,186,340.05	6,353,036.72
Net cash received from disposal of fixed assets, intangible assets and other long-term assets		
Net cash received from disposal of subsidiaries and other operating entities		
Other cash received relating to investment activities		810,000,000.00
Sub-total of cash inflow from investment activities	3,107,186,340.05	1,486,353,036.72
Cash paid for purchase of fixed assets, intangible assets and other long-term assets		138,679.25
Cash paid for investment	1,920,000,000.00	670,000,000.00
Net cash paid for acquiring subsidiaries and other operating entities		
Other cash paid related to investment activities		1,178,000,000.00
Sub-total of cash outflow from investment activities	1,920,138,679.25	1,848,000,000.00
Net cash flow from investment activities	1,187,047,660.80	-361,646,963.28

Item	First quarter of 2019	First quarter of 2018
III. Cash flow from financing activities:		
Proceeds received from investments	1,500,000,000.00	
Cash received from borrowings	8,000,000,000.00	8,690,000,000.00
Other cash received relating to financing activities		
Sub-total of cash inflow from financing activities	9,500,000,000.00	8,690,000,000.00
Cash paid for repayment of debts	11,510,400,000.00	8,880,600,000.00
Cash payments for dividend and profit distribution or interest repayment	283,321,762.25	306,097,286.53
Other cash paid relating to financing activities	324,382,332.86	1,084,365,730.40
Sub-total of cash outflow from financing activities	12,118,104,095.11	10,271,063,016.93
Net cash flow from financing activities	-2,618,104,095.11	-1,581,063,016.93
IV. Effect on cash and cash equivalents due to changes in foreign exchange rates	-9,304,504.39	-15,349,432.59
V. Net increase in cash and cash equivalents	-1,283,042,666.46	-1,783,984,856.75
Add: Balance of cash and cash equivalents at the beginning of the period	4,739,115,326.10	3,516,405,994.86
VI. Balance of cash and cash equivalents at the end of the period	3,456,072,659.64	1,732,421,138.11

Legal representative:
Sun Yueying

Person-in-charge of
accounting affairs:
Lin Feng

Head of the accounting
department:
Zhang Mingming

4.2 Adjusting to the relevant items of the financial statements at the beginning of the first adoption year due to the first adoption of new financial instrument standards, new income standards and new leasing standards

Applicable Not Applicable

Consolidated Balance Sheet

Unit: Yuan Currency: RMB

Item	31 December 2018	1 January 2019	Adjusted amounts
Current assets:			
Cash and bank balances	16,200,858,634.68	16,200,858,634.68	
Deposit reservation for balance			
Placements with banks and other financial institutions			
Trading financial assets			
Financial assets at fair value through profit or loss			
Derivative financial assets			
Bills and accounts receivable	1,026,549,861.93	1,026,549,861.93	
Including: Bills receivable	7,680,000.00	7,680,000.00	
Accounts receivable	1,018,869,861.93	1,018,869,861.93	
Funds paid in advance	392,937,778.58	392,937,778.58	
Premiums receivable			
Reinsurance accounts receivable	8,322,598.74	8,322,598.74	
Deposits receivable from reinsurance contracts			
Other receivables	141,849,095.54	141,849,095.54	
Including: Interests receivable	133.21	133.21	
Dividends receivable			
Purchases of resold financial assets			
Inventories	1,017,748,208.36	1,017,748,208.36	
Contract assets			
Assets held for sale			
Non-current assets due within one year	11,385,356,634.61	11,385,356,634.61	
Other current assets	59,714,485.94	59,714,485.94	
Total current assets	30,233,337,298.38	30,233,337,298.38	

Item	31 December 2018	1 January 2019	Adjusted amounts
Non-current assets:			
Loans and advances granted			
Debt investments			
Available-for-sale financial assets			
Other debt investments			
Held-to-maturity investments			
Long-term receivables	23,371,028,701.32	24,210,594,526.83	839,565,825.51
Long-term equity investment	23,822,602,553.54	23,822,602,553.54	
Other equity instrument investments			
Other non-current financial assets	3,446,701,263.04	3,446,701,263.04	
Investment property	104,442,708.81	104,442,708.81	
Fixed assets	56,427,093,557.26	56,427,093,557.26	
Construction in progress	27,316,400.81	27,316,400.81	
Biological assets for production			
Fuel assets			
Right-of-use asset		147,746,165.06	147,746,165.06
Intangible assets	132,769,503.44	132,769,503.44	
Development expenditure			
Goodwill			
Long-term deferred expenses	54,773,747.88	54,773,747.88	
Deferred income tax assets	197,740,223.33	197,740,223.33	
Other non-current assets	19,618,381.64	19,618,381.64	
Total non-current assets	107,604,087,041.07	108,591,399,031.64	987,311,990.57
Total assets	137,837,424,339.45	138,824,736,330.02	987,311,990.57
Current liabilities:			
Short-term borrowings	17,882,448,000.00	17,882,448,000.00	
Borrowings from central bank			
Placements funds			
Trading financial liabilities			
Financial liabilities at fair value through profit or loss			
Derivative financial liabilities			
Bills and accounts payable	2,931,633,572.62	2,931,633,572.62	
Funds received in advance	156,798,248.20	156,798,248.20	
Funds from disposal of repurchased financial assets			
Deposit taking and deposit in inter-bank market			
Customer deposits for trading in securities			

Item	31 December 2018	1 January 2019	Adjusted amounts
Customer deposits for securities underwriting			
Staff remuneration payable	181,534,073.05	181,534,073.05	
Taxes payable	272,907,412.99	272,907,412.99	
Other payables	678,820,431.29	678,820,431.29	
Including: Interests payable	367,226,001.61	367,226,001.61	
Dividends payable			
Handling charges and commissions payable			
Reinsurance accounts payable	51,759,234.66	51,759,234.66	
Contract liabilities	7,356,162.98	7,356,162.98	
Liabilities classified as held-for-sale			
Non-current liabilities due within one year	32,728,425,344.38	32,728,425,344.38	
Other current liabilities			
Total current liabilities	54,891,682,480.17	54,891,682,480.17	
Non-current liabilities:			
Deposits for insurance contracts	57,346,798,273.09	57,346,798,273.09	
Long term borrowings	3,381,784,328.88	3,381,784,328.88	
Bonds payable			
Including: Preferred shares			
Perpetual bonds			
Lease liability		990,551,026.40	990,551,026.40
Long term payables	3,788,221,776.96	3,788,221,776.96	
Projected liabilities			
Deferred income	13,034,790.57	13,034,790.57	
Deferred income tax liabilities	371,812,112.04	371,812,112.04	
Other non-current liabilities	3,953,943.53	3,953,943.53	
Total non-current liabilities	64,905,605,225.07	65,896,156,251.47	990,551,026.40
Total liabilities	119,797,287,705.24	120,787,838,731.64	990,551,026.40

Item	31 December 2018	1 January 2019	Adjusted amounts
Owners' equity (or Shareholder's equity):			
Paid-up capital (or share capital)	11,683,125,000.00	11,683,125,000.00	
Other equity instruments	2,000,000,000.00	2,000,000,000.00	
Including: Preferred shares			
Perpetual bonds	2,000,000,000.00	2,000,000,000.00	
Capital reserve	16,288,610.85	16,288,610.85	
Less: Treasury shares			
Other comprehensive income	-2,774,310,688.26	-2,774,310,688.26	
Surplus reserve	1,417,951,476.10	1,417,951,476.10	
General risk provision			
Retained earnings	5,697,082,235.52	5,693,843,199.69	-3,239,035.83
Total equity attributable to the owner of the parent company (or shareholders' equity)	18,040,136,634.21	18,036,897,598.38	-3,239,035.83
Minority interests			
Total owners' equity (or shareholders' equity)	18,040,136,634.21	18,036,897,598.38	-3,239,035.83
Total liabilities and owners' equity (or shareholders' equity)	137,837,424,339.45	138,824,736,330.02	987,311,990.57

Explanation on adjustment of every item :

Applicable Not Applicable

All the above adjustment represents adjustment to relevant items of the financial statements at the beginning of the first adoption year due to the first adoption of new leasing standards.

Balance Sheet of the Parent Company

Unit: Yuan Currency: RMB

Item	31 December 2018	1 January 2019	Adjusted amounts
Current assets:			
Cash and bank balances	4,939,171,959.93	4,939,171,959.93	
Trading financial assets			
Financial assets at fair value through profit or loss			
Derivative financial assets			
Bills and accounts receivable	286,052,318.09	286,052,318.09	
Including: Bills receivable			
Accounts receivable	286,052,318.09	286,052,318.09	
Funds paid in advance	834,664.82	834,664.82	
Other receivables	3,865,502,084.69	3,865,502,084.69	
Including: Interests receivable	23,993,338.50	23,993,338.50	
Dividends receivable	3,670,328,267.66	3,670,328,267.66	
Inventories	310,930,268.97	310,930,268.97	
Contract assets			
Assets held for sale			
Non-current assets due within one year			
Other current assets	5,690,000,000.00	5,690,000,000.00	
Total current assets	15,092,491,296.50	15,092,491,296.50	
Non-current assets:			
Debt investments			
Available-for-sale financial assets			
Other debt investments			
Held-to-maturity investments			
Long-term receivables			
Long-term equity investment	37,714,383,192.36	37,714,383,192.36	
Other equity instrument investments			
Other non-current financial assets	1,881,637,270.44	1,881,637,270.44	
Investment property			
Fixed assets	12,586,851,196.52	12,586,851,196.52	
Construction in progress	1,754,722.64	1,754,722.64	
Biological assets for production			

Item	31 December 2018	1 January 2019	Adjusted amounts
Fuel assets			
Right-of-use asset		45,286,251.17	45,286,251.17
Intangible assets	547,234.95	547,234.95	
Development expenditure			
Goodwill			
Long-term deferred expenses	6,813,712.58	6,813,712.58	
Deferred income tax assets			
Other non-current assets	2,358,960,000.00	2,358,960,000.00	
Total non-current assets	54,550,947,329.49	54,596,233,580.66	45,286,251.17
Total assets	69,643,438,625.99	69,688,724,877.16	45,286,251.17
Current liabilities:			
Short-term borrowings	11,000,000,000.00	11,000,000,000.00	
Trading financial liabilities			
Financial liabilities at fair value through profit or loss			
Derivative financial liabilities			
Bills and accounts payable	142,184,655.33	142,184,655.33	
Funds received in advance	1,813,056.60	1,813,056.60	
Contract liabilities			
Staff remuneration payable	78,005,273.45	78,005,273.45	
Taxes payable	17,190,639.08	17,190,639.08	
Other payables	6,896,073,228.40	6,896,073,228.40	
Including: Interests payable	42,068,651.18	42,068,651.18	
Dividends payable			
Liabilities classified as held-for-sale			
Non-current liabilities due within one year	6,547,000,000.00	6,547,000,000.00	
Other current liabilities			
Total current liabilities	24,682,266,852.86	24,682,266,852.86	

Item	31 December 2018	1 January 2019	Adjusted amounts
Non-current liabilities:			
Long term borrowings	11,571,500,000.00	11,571,500,000.00	
Bonds payable	1,500,000,000.00	1,500,000,000.00	
Including: Preferred shares			
Perpetual bonds			
Lease liability		45,834,159.30	45,834,159.30
Long term payables			
Projected liabilities			
Deferred income			
Deferred income tax liabilities			
Other non-current liabilities			
Total non-current liabilities	13,071,500,000.00	13,117,334,159.30	45,834,159.30
Total liabilities	37,753,766,852.86	37,799,601,012.16	45,834,159.30
Owners' equity (or shareholders' equity):			
Paid-up capital (or share capital)	11,683,125,000.00	11,683,125,000.00	
Other equity instruments	2,000,000,000.00	2,000,000,000.00	
Including: Preferred shares			
Perpetual bonds	2,000,000,000.00	2,000,000,000.00	
Capital reserve	16,352,507,737.94	16,352,507,737.94	
Less: Treasury shares			
Other comprehensive income	-1,702,741.57	-1,702,741.57	
Special reserve			
Surplus reserve	1,411,641,333.51	1,411,641,333.51	
Retained earnings	444,100,443.25	443,552,535.12	-547,908.13
Total owners' equity			
(or shareholders' equity)	31,889,671,773.13	31,889,123,865.00	-547,908.13
Total liabilities and owners' equity			
(or shareholders' equity)	69,643,438,625.99	69,688,724,877.16	45,286,251.17

Explanation on adjustment of every item :

Applicable Not Applicable

All the above adjustment represents adjustment to relevant items of the financial statements at the beginning of the first adoption year due to the first adoption of new leasing standards.

4.3 Explanation on retrospective adjustment to the comparative figures of the previous period due to the first adoption of new financial instrument standards and new leasing standards

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.
Yu Zhen
Company Secretary

Shanghai, the People's Republic of China
29 April 2019

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

* *The Company is a registered non-Hong Kong company as defined under 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."*