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**SD-GOLD**

**SHANDONG GOLD MINING CO., LTD.**

**山東黃金礦業股份有限公司**

*(a joint stock company incorporated in the People's Republic of China with limited liability)*

**(Stock Code: 1787)**

## **2023 FIRST QUARTERLY REPORT**

This announcement is made pursuant to Rules 13.09 and 13.10B of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited and Part XIVA of the Securities and Futures Ordinance (Cap. 571 of the Laws of Hong Kong).

Set out below is the 2023 first quarterly report of Shandong Gold Mining Co., Ltd. (the “**Company**”) for the three months ended 31 March 2023. The financial report contained herein is prepared pursuant to China Accounting Standards for Business Enterprises and has not been audited.

This announcement is prepared in both Chinese and English languages. In the event of any inconsistency between these two versions, the Chinese version shall prevail.

By order of the Board  
**Shandong Gold Mining Co., Ltd.**  
**Li Hang**  
*Chairman*

Jinan, the People's Republic of China  
27 April 2023

*As at the date of this announcement, the executive directors of the Company are Mr. Liu Qin, Mr. Wang Shuhai and Mr. Tang Qi; the non-executive directors of the Company are Mr. Li Hang, Mr. Wang Lijun and Ms. Wang Xiaoling; and the independent non-executive directors of the Company are Mr. Wang Yunmin, Mr. Liew Fui Kiang and Ms. Zhao Feng.*



# SHANDONG GOLD MINING CO., LTD. 2023 First Quarterly Report

The board of directors of the Company and all directors guarantee that there are no false representation and misleading statements contained in, or material omissions from, this announcement, and accept the legal responsibility for the truthfulness, accuracy and completeness of the contents of this announcement.

## IMPORTANT NOTICE

The board of directors of the Company (the “Board”), the supervisory committee and the directors, supervisors and senior management of the Company warrant the truthfulness, accuracy and completeness of the contents of this quarterly report, and that it contains no false representation, misleading statements or material omission, and severally and jointly accept the legal responsibility.

Li Hang, officer in charge of the Company, Teng Hongmeng, officer in charge of the Company’s accounting affairs and Teng Hongmeng, officer in charge of the accounting office of the Company and head of the Company’s accounting department have warranted the truthfulness, accuracy and completeness of the financial information in this quarterly report.

Whether the first quarterly financial statements have been audited

Yes  No

**I. Major Financial Data**

## (1) Major accounting data and financial indicators

Unit: Yuan Currency: RMB

Item	For the reporting period	Increase/decrease from the corresponding period of the previous year (%)
Operating income	13,098,137,478.11	-2.84
Net profit attributable to shareholders of the listed company	438,865,344.74	39.34
Net profit attributable to shareholders of the listed company, net of non-recurring profit or loss	439,332,340.01	30.03
Net cash flows from operating activities	606,589,376.42	279.43
Basic earnings per share (RMB/share)	0.07	48.80
Diluted earnings per share (RMB/share)	0.07	48.80
Weighted average return on equity (%)	1.44	Increase of 0.40 percentage point

  

	At the end of the reporting period	At the end of last year	Increase/decrease from the end of last year (%)
Total assets	93,996,167,089.42	90,721,640,825.32	3.61
Owners' equity attributable to shareholders of the listed company	33,208,678,440.34	32,877,039,085.18	1.01

In the above table, net profit attributable to shareholders of the listed company during the reporting period includes the interests attributable to the holders of perpetual bonds of RMB106,038,493.12 during the reporting period. After deducting the interests on the perpetual bonds, net profit attributable to ordinary shareholders of the listed company during the reporting period is RMB332,826,851.62. The impact of perpetual bonds and interests thereon has been deducted in the calculation of the major financial indicators mentioned above such as basic earnings per share, diluted earnings per share, and weighted average return on equity, etc..



## (2) Non-recurring profit or loss items and amount

	Unit: Yuan	Currency: RMB
Items	Amount for the period	Description
Gains or losses on disposal of non-current assets	-410,716.67	
Tax refunds, exemptions or reductions from unauthorized approval or non-official approval documents or on a contingent basis		
Government grants recognized through current profit or loss (other than grants which are closely related to the Company's normal business operation and that are in accordance with the national policies and conferred on the standard quota or fixed amounts basis)	2,637,773.61	
Payment for use of state funds received from non-financial institutions recorded in current profit or loss		
Gains from the difference between the investment costs of acquisition of subsidiaries, associates and joint ventures and share of the net fair value of the identifiable assets of the investee through investment	9,755,523.12	
Gains or losses from exchange of non-monetary asset		
Gains or losses from entrusting the investments or management of assets		
Impairment provision of assets for force majeure such as natural calamities		
Gains or losses from debt restructuring		
Corporate restructuring expenses, such as the compensation for employee relocation and integration cost		



Gains or losses from transactions with obvious unfair transaction price in excess of fair values		
Current net gains or losses of the subsidiaries from enterprise merger under the common control from the beginning of the period to the merger date		
Profit or loss arising from contingencies not related to the Company's normal business operation		
Except for effective hedging business related to the normal business operation of the Company, profits or losses from fair value changes in held-for-trading financial assets, derivative financial assets, held-for-trading financial liabilities, derivative financial liabilities and investment income from disposal of held-for-trading financial assets, derivative financial assets, held-for-trading financial liabilities, derivative financial liabilities and other debt investments		
Reversal of the impairment provision for receivables and contract assets subject to individual impairment test		
Profit or loss from entrusted loans		
Profit or loss from fair value changes in investment property subsequently calculated with the fair value mode		
Impacts of one-off adjustment of the current profit or loss in accordance with requirements of tax and accounting laws and regulations on the current profit or loss		
Custodian income from entrusted management		
Other non-operating income and expenses other than the aforesaid items	-12,059,349.85	
Other items of gains or losses subject to the definition of non-recurring gains or losses	-97,309.46	



Less: Amount of effect on income tax	91,254.12	
Amount of effect on non-controlling shareholders interests (after tax)	201,661.90	
Total	-466,995.27	

Description of the non-recurring profit or loss items as illustrated in the Explanatory Announcement No. 1 on Information Disclosure for Companies Offering Their Securities to the Public -- Non-recurring Profit or Loss being defined as its recurring profit or loss items

Applicable Non-applicable



## (3) Changes in items of major accounting data and financial indicators and the reasons thereof

√Applicable □Non-applicable

Items	Percentage of changes (%)	Main reasons
Monetary funds	-30.09	Mainly due to the payment of the price for acquisition of equity interest by the headquarters of the Company
Notes receivables	-48.88	Mainly due to the maturity of notes receivables of subsidiaries during the period
Accounts receivables	327.33	Mainly due to the increase in proceeds of sales of gold receivable of subsidiaries
Other non-current assets	194.81	Mainly due to the partial payment of the price for equity interest by the Company
Short-term borrowings	68.87	Mainly due to the increase in short-term borrowings by the headquarters
Contract liabilities	77.38	Mainly due to the increase in prepayment from customers by subsidiaries
Other current liabilities	-30.33	Mainly due to the partial return of short-term financing bonds by the headquarters of the Company
Other comprehensive income	-95.65	Mainly due to the changes in the difference of translation of the statements of subsidiaries



Selling expenses	-58.03	Mainly due to the decrease in sales commission of subsidiaries
Financial expenses	55.96	Mainly due to the increase in interest expenses of the headquarters and subsidiaries
Investment gains	392.12	Mainly due to the increase in investment income of subsidiaries compared with the same period of the previous year
Gains from changes in fair value	-222.26	Mainly due to the decrease in fair value changes of financial products of subsidiaries compared with the same period of the previous year
Net cash flows from operating activities	279.43	Mainly due to the year-on-year increase in net cash inflow and tax refund generated by the purchase and sale business during the period
Net cash flows from investing activities	541.49	Mainly due to the year-on-year increase in payments for the price of equity transfer by the Company during the period
Net cash flows from financing activities	540.83	Mainly due to the year-on-year decrease in repayment of bank borrowings and gold leasing by the Company during the period

## II. Information of Shareholders

(1) Total number of holders of ordinary shares, number of holders of preference shares with voting rights restored and shareholding of top ten shareholders

Unit: Share

Total number of holders of ordinary shares as at the end of the reporting period	169,696	Total number of holders of preference shares with voting rights restored as at the end of the reporting period (if any)	Nil			
Shareholding of top ten shareholders						
Name of shareholders	Nature of shareholder	Shareholding	Ratio (%)	Number of shares held subject to trading moratorium	Pledged, marked or locked up	
					Shares status	Number
Shandong Gold Group Co., Ltd. (山東黃金集團有限公司)	State-owned legal person	1,694,069,251	37.87	0	Nil	0
Shandong Gold Resources Development Co., Ltd. (山東黃金資源開發有限公司)	State-owned legal person	194,872,049	4.36	0	Nil	0





Shandong Gold Non-ferrous Metal Mine Group Co., Ltd. (山東黃金有色礦業集團有限公司)	State-owned legal person	115,477,482	2.58	0	Nil	0
China Securities Finance Corporation Limited (中國證券金融股份有限公司)	Unknown	108,834,732	2.43	0	Nil	0
Hong Kong Securities Clearing Company Limited (H shares)	Overseas legal person	858,782,567	19.20	0	Nil	0
Hong Kong Securities Clearing Company Limited (A shares)	Overseas legal person	84,504,629	1.89	0	Nil	0
National Social Security Fund -Portfolio 112 (全國社保基金一一二組合)	Unknown	36,696,090	0.82	0	Nil	0
Guo Hongwei (郭宏偉)	Domestic natural person	33,000,000	0.74	0	Nil	0



Shandong Gold Group Qingdao Gold Co., Ltd. (山東黃金集團青島黃金有限公司)	State-owned legal person	31,467,157	0.70	0	Nil	0
Shandong State-owned Assets Investment Holdings Co., Ltd. (山東省國有資產投資控股有限公司)	State-owned legal person	25,028,941	0.56	0	Nil	0
China Construction Bank Corporation-Huatai-PineBridge Wealthy Flexible Allocation Hybrid Securities Investment Fund (中國建設銀行股份有限公司－華泰柏瑞富利靈活配置混合型證券投資基金)	Unknown	22,482,653	0.50	0	Nil	0
Shareholding of top ten shareholders not subject to trading moratorium						
Name of shareholders	Number of tradable shares held not subject to trading moratorium	Class and number of shares				
		Class of shares	number			
Shandong Gold Group Co., Ltd. (山東黃金集團有限公司)	1,694,069,251	RMB ordinary shares	1,694,069,251			
Shandong Gold Resources Development Co., Ltd. (山東黃金資源開發有限公司)	194,872,049	RMB ordinary shares	194,872,049			
Shandong Gold Non-ferrous Metal Mine Group Co., Ltd. (山東黃金有色礦業集團有限公司)	115,477,482	RMB ordinary shares	115,477,482			
China Securities Finance Corporation Limited (中國證券金融股份有限公司)	108,834,732	RMB ordinary shares	108,834,732			
Hong Kong Securities Clearing Company Limited (H shares)	858,782,567	Overseas-listed foreign shares	858,782,567			
Hong Kong Securities Clearing Company Limited (A shares)	84,504,629	RMB ordinary shares	84,504,629			
National Social Security Fund - Portfolio 112 (全國社保基金一一二組合)	36,696,090	RMB ordinary shares	36,696,090			
Guo Hongwei (郭宏偉)	33,000,000	RMB ordinary shares	33,000,000			



Name of shareholders	Number of tradable shares held not subject to trading moratorium	Class and number of shares	
		Class of shares	number
Shandong Gold Group Qingdao Gold Co., Ltd. (山東黃金集團青島黃金有限公司)	31,467,157	RMB ordinary shares	31,467,157
Shandong State-owned Assets Investment Holdings Co., Ltd. (山東省國有資產投資控股有限公司)	25,028,941	RMB ordinary shares	25,028,941
China Construction Bank Corporation- Huatai-PineBridge Wealthy Flexible Allocation Hybrid Securities Investment Fund (中國建設銀行股份有限公司－華泰柏瑞富利靈活配置混合型證券投資基金)	22,482,653	RMB ordinary shares	22,482,653
Explanation on the connected relationship or acting in concert among the aforesaid shareholders	There are connected relationships among Shandong Gold Group Co., Ltd., the largest shareholder of the Company and Shandong Gold Non-ferrous Metal Mine Group Co., Ltd., Shandong Gold Resources Development Co., Ltd., Shandong Gold Group Qingdao Gold Co., Ltd. Shandong Gold Group Co., Ltd. has no connected relationships with other shareholders, which are also not persons acting in concert as defined by Regulations for Disclosure of Changes in Shareholding of Listed Companies (《上市公司股東持股變動信息披露管理辦法》); and the Company is not aware of any connected relationship among other shareholders, or that any of them is person acting in concert defined by Regulations for Disclosure of Changes in Shareholding of Listed Companies.		
Description of the top ten shareholders and the top ten shareholders not subject to trading moratorium participating in financing bonds and refinancing business (if any)	Guo Hongwei, a natural person shareholder, holds 33,000,000 shares through the investor credit securities account.		

Shandong Gold Group Co., Ltd., the Company's controlling shareholder, intends to issue exchangeable corporate bonds in a non-public manner. On 6 April 2023, Shandong Gold Group Co., Ltd. pledged its 130,000,000 tradable shares held not subject to trading moratorium to the trustee manager of exchangeable corporate bonds in the non-public issuance, and transferred such part of the shares to the "Pledge Special Account of Shandong Gold Group Co., Ltd.- Non-public Issuance of Exchangeable Corporate Bond to Professional Investors in 2023" opened by Shandong Gold Group Co., Ltd. and the trustee manager of exchangeable corporate bonds at China Securities Depository and Clearing Co., Ltd. Shanghai Branch, which are reserved for the exchange of shares with holders of exchangeable corporate bonds and the provision of guarantees for the settlement of bonds.

### III. Other Reminders

Other important information about the operating conditions of the Company during the reporting period that investors need to be reminded of

Applicable Non-applicable



Item	Production		
	Unit	From the beginning of the year to the end of the reporting period	Increase/decrease from the corresponding period of the previous year (%)
Self-produced gold	kg	9,384.40	-0.51
Purchased gold	kg	14,165.86	5.21
Small gold bars	kg	8,022.83	105.12

#### IV. Quarterly Financial Statements

- (1) Type of audit opinion  
Applicable Non-applicable
- (2) Financial statements

#### Consolidated Balance Sheet 31 March 2023

Prepared by: Shandong Gold Mining Co., Ltd.

Unit: Yuan Currency: RMB Type of audit: Unaudited

Items	31 March 2023	31 December 2022
<b>Current Assets:</b>		
Monetary funds	6,735,561,337.16	9,634,307,499.13
Balances with clearing companies		
Placements with banks and other financial institutions		
Held-for-trading financial assets	3,273,203,199.59	2,959,904,058.66
Derivative financial assets		
Notes receivable	27,665,602.66	54,117,832.88
Accounts receivable	603,313,858.03	141,180,551.58
Receivables financing	3,911,620.00	8,567,000.00
Prepayments	687,649,669.35	824,451,833.06
Premiums receivable		
Accounts receivable from reinsurers		
Deposits receivable from reinsurers		
Other receivables	2,943,983,483.61	2,698,831,931.39
Among which: Interests receivable		
Dividends receivable		80,043.50
Financial assets held under resale agreements		
Inventories	5,080,583,613.33	4,092,280,432.33
Contract assets		
Held-for-sale assets		
Non-current assets due within one year		
Other current assets	762,021,183.37	1,061,611,604.88
Total current assets	20,117,893,567.10	21,475,252,743.91
<b>Non-current Assets:</b>		
Loans and advances granted		
Debt investments		
Other debt investments		
Long-term receivables		
Long-term equity investments	2,388,804,373.21	1,988,901,304.56
Other investments in equity instruments	7,900,000.00	7,900,000.00
Other non-current financial assets	4,906,218,425.09	5,160,073,983.47



Items	31 March 2023	31 December 2022
Investment properties	176,988,444.62	176,189,822.14
Fixed assets	30,625,095,113.56	30,711,711,654.82
Construction in progress	7,027,507,894.51	6,121,274,377.32
Biological assets for production		
Oil and gas assets		
Right-of-use assets	225,278,977.79	247,233,168.34
Intangible assets	19,218,517,244.15	19,373,069,272.43
Development expenditures	7,860,622.50	6,360,204.11
Goodwill	3,142,234,454.02	3,156,536,966.42
Long-term deferred expenditures	31,771,504.40	35,776,009.47
Deferred income tax assets	306,826,288.03	289,467,774.49
Other non-current assets	5,813,270,180.44	1,971,893,543.84
Total non-current assets	73,878,273,522.32	69,246,388,081.41
Total assets	93,996,167,089.42	90,721,640,825.32
<b>Current liabilities:</b>		
Short-term borrowings	11,169,218,506.26	6,614,230,992.78
Borrowings from central bank		
Placements from banks and other financial institutions		
Held-for-trading financial liabilities	8,025,459,150.53	11,265,744,835.92
Derivative financial liabilities		
Notes payable	3,101,875,352.56	3,351,666,665.87
Accounts payable	4,025,597,542.93	3,841,352,568.25
Advances received	2,528,145.95	269,712.70
Contract liabilities	437,886,137.67	246,865,372.77
Financial assets sold under repurchase agreements		
Deposits from customers and due to placements from banks and other financial institutions		
Accounts payable to brokerage clients		
Accounts payable to underwriting clients		
Employee salaries payable	391,699,654.49	382,008,462.16
Taxes payable	418,696,188.71	470,793,641.26
Other payables	5,280,124,552.39	4,926,529,229.39
Among which: Interests payable		
Dividends payable	231,667,486.43	231,667,486.43
Handling fees and commissions payable		
Payable to reinsurers		
Held-for-sale liabilities		
Non-current liabilities due within one year	548,434,783.54	647,615,869.82
Other current liabilities	2,029,800,974.80	2,913,534,897.92
Total current liabilities	35,431,320,989.83	34,660,612,248.84
<b>Non-current liabilities:</b>		
Provisions for insurance contracts		
Long-term borrowings	15,623,075,077.84	13,548,305,000.00
Bonds payable		
Among which: Preferred shares		
Perpetual bonds		
Lease liabilities	159,512,262.69	143,669,707.53
Long-term payables	1,092,469,912.72	1,164,645,152.85
Long-term employee salaries payables		
Accrued liabilities	845,881,352.50	762,442,155.37
Deferred income	16,045,079.88	16,084,022.58



Items	31 March 2023	31 December 2022
Deferred income tax liabilities	3,683,093,998.49	3,687,492,783.36
Other non-current liabilities	36,295,569.00	41,921,236.74
Total non-current liabilities	21,456,373,253.12	19,364,560,058.43
Total liabilities	56,887,694,242.95	54,025,172,307.27
<b>Owners' equity (or shareholders' equity):</b>		
Paid-in capital (or share capital)	4,473,429,525.00	4,473,429,525.00
Other equity instruments	10,009,561,207.35	9,937,527,714.23
Among which: Preferred shares		
Perpetual bonds	10,009,561,207.35	9,937,527,714.23
Capital reserve	4,374,902,267.20	4,369,656,846.22
Less: Treasury stock		
Other comprehensive income	3,936,955.65	90,594,736.81
Special reserve	47,289,006.55	39,097,635.95
Surplus reserve	1,055,026,802.03	1,055,026,802.03
General risk provision		
Undistributed profit	13,244,532,676.56	12,911,705,824.94
Total equity attributable to owners of the parent company (or shareholders' equity)	33,208,678,440.34	32,877,039,085.18
Non-controlling interests	3,899,794,406.13	3,819,429,432.87
Total owners' equity (or shareholders' equity)	37,108,472,846.47	36,696,468,518.05
Total liabilities and owners' equity (or shareholders' equity)	93,996,167,089.42	90,721,640,825.32

Officer in charge of the Company: Li Hang    Officer in charge of the accounting affairs: Teng Hongmeng  
Head of the Accounting Department: Teng Hongmeng

**Consolidated Income Statement**

January to March 2023

Prepared by: Shandong Gold Mining Co., Ltd.

Unit: Yuan Currency: RMB Type of audit: Unaudited

Items	First quarter of 2023	First quarter of 2022
I. Operating income	13,098,137,478.11	13,480,608,653.55
Among which: Operating income	13,098,137,478.11	13,480,608,653.55
Interest income		
Income earned from premiums		
Income from handling fee and commissions		
II. Total operating costs	12,424,706,522.63	12,955,542,455.27
Among which: Operating costs	11,199,630,044.12	11,703,694,149.18
Interest expense		
Handling fee and commissions expense		
Surrender fee		
Net expenditure for compensation payments		
Net withdrawal on provision for insurance liabilities		
Insurance policy dividend expenses		
Reinsurance expenses		
Taxes and surcharges	218,543,391.47	197,807,312.60
Selling expenses	24,211,440.08	57,688,889.00
General and administrative expenses	594,696,115.91	733,206,159.12
Research and development expenses	67,283,777.37	57,745,753.34
Finance costs	320,341,753.68	205,400,192.03
Among which: Interest expenses	333,158,220.14	205,894,270.18
Interest income	31,874,685.37	17,041,795.15
Add: Other income	4,734,234.00	2,509,186.20
Investment gains (loss is represented by "-")	78,091,017.15	-26,732,796.87
Among which: Investment gains from associates and joint ventures	9,903,068.65	5,099,637.84
Gains on derecognition of financial assets measured at amortised cost		
Foreign currency exchange gains (loss is represented by "-")		
Gains from net exposure hedges (loss is represented by "-")		
Gains from changes in fair value (loss is represented by "-")	-78,657,563.01	64,338,847.71
Credit impairment loss (loss is represented by "-")	-845,440.43	812,785.70
Asset impairment loss (loss is represented by "-")	-11,465,004.82	124.63



Items	First quarter of 2023	First quarter of 2022
Gains from disposal of assets (loss is represented by “-”)	1,103,498.37	
III. Operating profit (loss is represented by “-”)	666,391,696.74	565,994,345.65
Add: Non-operating income	12,099,399.61	519,732.14
Less: Non-operating expenses	14,896,879.46	35,124,766.23
IV. Total profits (total loss is represented by “-”)	663,594,216.89	531,389,311.56
Less: Income tax expense	159,505,466.62	176,186,609.80
V. Net profit (net loss is represented by “-”)	504,088,750.27	355,202,701.76
(1) Categorized by nature of continuous operation		
1. Net profit from continuous operation (net loss is represented by “-”)	504,088,750.27	355,202,701.76
2. Net profit from discontinued operation (net loss is represented by “-”)		
(2) Categorized by owners' equity		
1. Net profit attributable to shareholders of the parent company (net loss is represented by “-”)	438,865,344.74	314,968,558.27
2. Profit or loss of non-controlling shareholders (net loss is represented by “-”)	65,223,405.53	40,234,143.49
VI. Other comprehensive income, net of tax	-86,657,781.16	-22,916,072.46
(1) Other comprehensive income attributable to owners of the parent company, net of tax	-86,657,781.16	-22,916,072.46
1. Other comprehensive income that may not be reclassified to profit or loss		
(1) Changes arising 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 other investments in equity instruments		
(4) Changes in fair value of the enterprise's own credit risks		
2. Other comprehensive income that may be reclassified to profit or loss	-86,657,781.16	-22,916,072.46
(1) Other comprehensive income that may be reclassified to profit or loss under the equity method		
(2) Changes in fair value of other debt investments		
(3) Amount of financial assets reclassified into other comprehensive income		
(4) Credit impairment provision for other debt investments		
(5) Cash flow hedge reserve		
(6) Differences of exchange for foreign currency financial statements	-86,657,781.16	-22,916,072.46
(7) Others		
(2) Other comprehensive income attributable to non-controlling shareholders, net of tax		





VII. Total comprehensive income	417,430,969.11	332,286,629.30
(1) Total comprehensive income attributable to owners of the parent company	352,207,563.58	292,052,485.81
(2) Total comprehensive income attributable to non-controlling shareholders	65,223,405.53	40,234,143.49
VIII. Earnings per share:		
(1) Basic earnings per share (RMB/share)	0.07	0.05
(2) Diluted earnings per share (RMB/share)	0.07	0.05

For business combination involving enterprises under common control in the current period, net profit of the acquiree realized before business combination: Nil; net profit of the acquiree realized in the previous period: Nil.

Officer in charge of the Company: Li Hang    Officer in charge of the accounting affairs: Teng Hongmeng  
Head of the Accounting Department: Teng Hongmeng



**Consolidated Cash Flow Statement**  
January to March 2023

Prepared by: Shandong Gold Mining Co., Ltd.

Unit: Yuan Currency: RMB Type of audit: Unaudited

Items	First quarter of 2023	First quarter of 2022
<b>I. Cash flows generated from operating activities:</b>		
Cash received from sales of goods and provision of labor service	13,260,368,267.07	14,235,921,496.44
Net increase in deposits from customers and due to 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 receivable for original insurance policies		
Cash received from reinsurance business, net		
Net increase in policyholder deposits and investments		
Cash received from interests, handling fee and commissions		
Net increase in placements from banks and other financial institutions		
Net increase in repurchased business capital		
Net cash received from accounts payables to brokerage clients		
Tax refunds received	192,743,454.53	3,868,729.98
Cash received from other operating activities	5,543,459,785.01	5,617,051,360.11
Sub-total of cash inflows from operating activities	18,996,571,506.61	19,856,841,586.53
Cash paid for purchase of goods and engagement of labor service	11,208,668,827.68	12,402,775,685.13
Net increase of customer loans and advances		
Net increase of deposits in central bank and other financial institutions		
Cash paid for compensation payments for original insurance policies		
Net increase in placements with banks and other financial institutions		
Cash paid for interests, handling fee and commissions		
Cash paid for policyholders' dividend		
Cash paid to and for employees	946,040,099.06	976,441,825.18
Payments of all types of taxes	514,339,240.79	539,252,290.83
Cash paid for other operating activities	5,720,933,962.66	5,778,501,510.31
Sub-total of cash outflows used in operating activities	18,389,982,130.19	19,696,971,311.45
Net cash generated from operating activities	606,589,376.42	159,870,275.08
<b>II. Cash flows generated from investing activities:</b>		
Cash received from return on investment		127,000,000.00
Cash received from investment gains		
Net cash received from disposal of fixed assets, intangible assets and other long-term assets	459,164.28	31,000.00



Items	First quarter of 2023	First quarter of 2022
Net cash received from disposal of subsidiaries and other operating units	5,000,000.00	
Cash received from other investing activities	48,386,459.17	85,758,020.81
Sub-total of cash inflows from investing activities	53,845,623.45	212,789,020.81
Cash paid for acquisition of fixed assets, intangible assets and other long-term assets	1,360,169,347.74	729,107,151.99
Cash paid for investments	390,000,000.00	127,900,000.00
Net increase in pledged loans		
Net cash paid for acquisition of subsidiaries and other operating units	3,000,141,234.65	
Cash paid for other investing activities	123,107,482.21	107,091,420.94
Sub-total of cash outflows used in investing activities	4,873,418,064.60	964,098,572.93
Net cash generated from investing activities	-4,819,572,441.15	-751,309,552.12
<b>III. Cash flows generated from financing activities:</b>		
Cash received from investments		
Among which: cash received from non-controlling shareholders' investment by subsidiaries		
Cash received from obtaining borrowings	6,449,567,262.77	9,174,354,034.47
Cash received from other financing activities	2,761,473,110.84	2,719,757,824.53
Sub-total of cash inflows from financing activities	9,211,040,373.61	11,894,111,859.00
Cash paid for repayment of debt	2,931,003,398.40	3,798,995,511.11
Cash paid for distribution of dividends, profits or payment of interests	398,149,170.74	240,867,658.69
Among which: dividend and profits paid to minority shareholders by subsidiaries		5,000,000.00
Cash paid for other financing activities	3,658,201,694.56	7,507,247,109.66
Sub-total of cash outflows used in financing activities	6,987,354,263.70	11,547,110,279.46
Net cash generated from financing activities	2,223,686,109.91	347,001,579.54
<b>IV. Effect on cash and cash equivalents from changes of exchange rate</b>	3,830,612.05	-7,334,982.85
<b>V. Net increase in cash and cash equivalents</b>	-1,985,466,342.77	-251,772,680.35
Add: balance of cash and cash equivalents at the beginning of the period	7,753,482,026.42	4,525,364,635.03
<b>VI. Balance of cash and cash equivalents at the end of the period</b>	5,768,015,683.65	4,273,591,954.68

Officer in charge of the Company: Li Hang    Officer in charge of the accounting affairs: Teng Hongmeng  
Head of the Accounting Department: Teng Hongmeng



**Balance Sheet of the Parent Company**  
31 March 2023

Prepared by: Shandong Gold Mining Co., Ltd.

Unit: Yuan Currency: RMB Type of audit: Unaudited

Items	31 March 2023	31 December 2022
<b>Current Assets:</b>		
Monetary funds	1,250,640,900.53	4,037,459,128.61
Held-for-trading financial assets		
Derivative financial assets		
Notes receivable		
Accounts receivable	500,710,413.88	541,809,492.66
Receivables financing		
Prepayments	30,364,266.33	21,048,639.63
Other receivables	17,700,443,179.20	17,384,016,163.98
Among which: Interests receivable		
Dividends receivable	2,229,657,819.69	2,229,657,819.69
Inventories	42,255,341.55	28,916,183.55
Contract assets		
Held-for-sale assets		
Non-current assets due within one year		
Other current assets	48,095,080.81	42,609,843.90
Total current assets	19,572,509,182.30	22,055,859,452.33
<b>Non-current Assets:</b>		
Debt investments		
Other debt investments		
Long-term receivables		
Long-term equity investments	24,017,052,008.71	23,979,148,940.06
Other investments in equity instruments	500,000.00	500,000.00
Other non-current financial assets		
Investment properties	114,266,292.29	115,826,165.36
Fixed assets	3,707,439,589.38	3,409,476,789.32
Construction in progress	1,086,021,025.89	788,380,324.86
Biological assets for production		
Oil and gas assets		
Right-of-use assets	46,799,749.09	51,287,246.40
Intangible assets	1,419,923,936.84	1,431,677,112.53
Development expenditures		
Goodwill		
Long-term deferred expenditures	5,407,790.41	6,175,581.31
Deferred income tax assets		
Other non-current assets	3,993,371,009.77	167,243,860.27
Total non-current assets	34,390,781,402.38	29,949,716,020.11
Total assets	53,963,290,584.68	52,005,575,472.44
<b>Current liabilities:</b>		
Short-term borrowings	6,845,426,216.96	4,483,612,888.89
Held-for-trading financial liabilities	4,281,265,846.25	6,019,927,164.73
Derivative financial liabilities		
Notes payable	453,249,096.89	563,275,950.54
Accounts payable	774,684,951.58	715,490,749.20
Advances received		
Contract liabilities	1,077,555.45	928,315.33



Items	31 March 2023	31 December 2022
Employee salaries payable	41,173,701.29	41,507,805.07
Taxes payable	36,788,113.64	49,401,782.63
Other payables	249,152,896.39	234,253,364.20
Among which: Interests payable		
Dividends payable	168,300.00	168,300.00
Held-for-sale liabilities		
Non-current liabilities due within one year	303,518,907.04	251,022,242.35
Other current liabilities	2,014,659,265.44	2,714,970,299.12
Total current liabilities	15,000,996,550.93	15,074,390,562.06
<b>Non-current liabilities:</b>		
Long-term borrowings	9,430,000,000.00	7,375,970,000.00
Bonds payable		
Among which: Preferred shares		
Perpetual bonds		
Lease liabilities	39,964,031.40	35,076,798.92
Long-term payables	521,598,703.61	532,932,877.01
Long-term employee salaries payables		
Accrued liabilities	31,048,765.29	30,475,787.37
Deferred income	500,000.00	500,000.00
Deferred income tax liabilities		
Other non-current liabilities		
Total non-current liabilities	10,023,111,500.30	7,974,955,463.30
Total liabilities	25,024,108,051.23	23,049,346,025.36
<b>Owners' equity (or shareholders' equity):</b>		
Paid-in capital (or share capital)	4,473,429,525.00	4,473,429,525.00
Other equity instruments	10,009,561,207.35	9,937,527,714.23
Among which: Preferred shares		
Perpetual bonds	10,009,561,207.35	9,937,527,714.23
Capital reserve	6,383,676,189.90	6,383,676,189.90
Less: Treasury stock		
Other comprehensive income		
Special reserve	8,057,211.59	8,510,426.92
Surplus reserve	1,225,502,480.31	1,225,502,480.31
Undistributed profit	6,838,955,919.30	6,927,583,110.72
Total owners' equity (or shareholders' equity)	28,939,182,533.45	28,956,229,447.08
Total liabilities and owners' equity (or shareholders' equity)	53,963,290,584.68	52,005,575,472.44

Officer in charge of the Company: Li Hang      Officer in charge of the accounting affairs: Teng Hongmeng  
Head of the Accounting Department: Teng Hongmeng

**Income Statement of the Parent Company**

January to March 2023

Prepared by: Shandong Gold Mining Co., Ltd.

Unit: Yuan Currency: RMB Type of audit: Unaudited

Items	First quarter of 2023	First quarter of 2022
I. Operating income	545,400,557.91	461,691,722.76
Less: Operating costs	212,236,142.01	203,729,632.10
Taxes and surcharges	35,258,548.52	17,974,028.07
Selling expenses	176,292.32	264,045.47
General and administrative expenses	200,101,303.09	175,655,820.26
Research and development expenses	18,828,478.15	10,303,103.90
Finance costs	59,569,988.45	41,854,270.71
Among which: Interest expenses	159,078,698.95	113,402,390.40
Interest income	100,112,272.46	78,206,054.93
Add: Other income	2,082,867.04	748,069.81
Investment gains (loss is represented by "-")	9,903,068.65	5,099,637.84
Among which: Investment gains from associates and joint ventures	9,903,068.65	5,099,637.84
Gains on derecognition of financial assets measured at amortised cost		
Gains from net exposure hedges (loss is represented by "-")		
Gains from changes in fair value (loss is represented by "-")		
Credit impairment loss (loss is represented by "-")	426,486.43	-47,541.39
Asset impairment loss (loss is represented by "-")		
Gains from disposal of assets (loss is represented by "-")		
II. Operating profit (loss is represented by "-")	31,642,227.49	17,710,988.51
Add: Non-operating income	242,172.83	60,102.89
Less: Non-operating expenses	14,473,098.62	550,000.00
III. Total profits (total loss is represented by "-")	17,411,301.70	17,221,091.40
Less: Income tax expense		
IV. Net profit (net loss is represented by "-")	17,411,301.70	17,221,091.40
(1) Net profit from continuous operation (net loss is represented by "-")	17,411,301.70	17,221,091.40
(2) Net profit from discontinued operation (net loss is represented by "-")		
V. Other comprehensive income, net of tax		
(1) Other comprehensive income that may not be reclassified to profit or loss		
1. Changes arising 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 other investments in equity instruments		
4. Changes in fair value of the enterprise's own credit risks		
(2) Other comprehensive income that may be reclassified to profit or loss		



Items	First quarter of 2023	First quarter of 2021
1. Other comprehensive income that may be reclassified to profit or loss under		
2. Changes in fair value of other debt investments		
3. Amount of financial assets reclassified into other comprehensive income		
4. Credit impairment provision for other debt investments		
5. Cash flow hedge reserve		
6. Differences of exchange for foreign currency financial statements		
7. Others		
VI. Total comprehensive income	17,411,301.70	17,221,091.40
VII. Earnings per share:		
(1) Basic earnings per share (RMB/share)		
(2) Diluted earnings per share (RMB/share)		

Officer in charge of the Company: Li Hang Officer in charge of the accounting affairs: Teng Hongmeng Head of the Accounting Department: Teng Hongmeng

**Cash Flow Statement of the Parent Company**

January to March 2023

Prepared by: Shandong Gold Mining Co., Ltd.

Unit: Yuan Currency: RMB Type of audit: Unaudited

Items	First quarter of 2023	First quarter of 2022
<b>I. Cash flows generated from operating activities:</b>		
Cash received from sales of goods and provision of labor service	581,977,493.20	243,790,173.49
Tax refunds received	210,107.44	2,331,760.10
Cash received from other operating activities	6,605,719,497.45	4,021,886,762.41
Sub-total of cash inflows from operating activities	7,187,907,098.09	4,268,008,696.00
Cash paid for purchase of goods and engagement of labor service	252,352,519.68	37,323,899.47
Cash paid to and for employees	223,748,720.53	154,445,108.61
Payments of all types of taxes	37,028,465.13	17,631,020.86
Cash paid for other operating activities	6,778,785,347.37	5,153,267,355.85
Sub-total of cash outflows used in operating activities	7,291,915,052.71	5,362,667,384.79
Net cash generated from operating activities	-104,007,954.62	-1,094,658,688.79
<b>II. Cash flows generated from investing activities:</b>		
Cash received from return on investment		
Cash received from investment gains		53,423,044.97
Net cash flow from disposal of fixed assets, intangible assets and other long-term assets		
Net cash received from disposal of subsidiaries and other operating units		
Cash received from other investing activities	485,945,745.77	58,114.53
Sub-total of cash inflows from investing activities	485,945,745.77	53,481,159.50
Cash paid for acquisition of fixed assets, intangible assets and other long-term assets	585,790,732.58	134,736,644.49
Cash paid for investments		
Net cash paid for acquisition of subsidiaries and other operating units	2,856,000,000.00	
Cash paid for other investing activities	918,528,646.74	8,814,404.53
Sub-total of cash outflows used in investing activities	4,360,319,379.32	143,551,049.02
Net cash flows generated from investing activities	-3,874,373,633.55	-90,069,889.52
<b>III. Cash flows generated from financing activities:</b>		
Cash received from investments		
Cash received from obtaining borrowings	4,450,000,000.00	4,099,261,111.11
Cash received from other financing activities	1,083,279,663.16	1,291,723,000.00
Sub-total of cash inflows from financing activities	5,533,279,663.16	5,390,984,111.11
Cash paid for repayment of debt	1,421,000,000.00	3,040,000,000.00
Cash paid for distribution of dividends, profits or payment of interests	156,463,256.17	149,203,904.75
Cash paid for other financing activities	1,785,756,671.14	1,185,519,327.30
Sub-total of cash outflows used in financing activities	3,363,219,927.31	4,374,723,232.05
Net cash generated from financing activities	2,170,059,735.85	1,016,260,879.06
<b>IV. Effect on cash and cash equivalents from changes of exchange rate</b>		
<b>V. Net increase in cash and cash equivalents</b>	-1,808,321,852.32	-168,467,699.25
Add: balance of cash and cash equivalents at the beginning of the period	2,913,311,762.12	827,142,372.14
<b>VI. Balance of cash and cash equivalents at the end of the period</b>	1,104,989,909.80	658,674,672.89





Officer in charge of the Company: Li Hang    Officer in charge of the accounting affairs: Teng Hongmeng  
Head of the Accounting Department: Teng Hongmeng

(3) Adjustments made to the financial statements as at the beginning of the year for the initial implementation of New Accounting Standards or interpretation of standards since 2023

Applicable  Non-applicable

It is hereby announced.

The Board of Shandong Gold Mining Co., Ltd.  
27 April 2023