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中遠海運控股股份有限公司
COSCO SHIPPING Holdings Co., Ltd.*

(a joint stock limited company incorporated in the People's Republic of China with limited liability)
(Stock Code: 1919)

FIRST QUARTERLY REPORT FOR 2018

Pursuant to the regulations of the China Securities Regulatory Commission (“CSRC”) of the People’s Republic of China (“PRC”), COSCO SHIPPING Holdings Co. Ltd. (the “Company” or “COSCO SHIPPING Holdings”, together with its subsidiaries, the “Group”) is required to publish a quarterly report for each of the first and third quarters of a financial year.

All financial information set out in this quarterly report for the three months ended 31 March 2018 (the “Reporting Period”) is unaudited and prepared in accordance with the PRC Accounting Standards.

This announcement is made pursuant to Rule 13.09(2) and Rule 13.10B of the Rules (the “Listing Rules”) Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the “Hong Kong Stock Exchange”) 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).

I. IMPORTANT NOTICE

- 1.1 The board of directors, supervisory committee, each of the directors, supervisors and senior management members of the Company confirm that there are no misrepresentation or misleading statements contained in or material omissions from this report, and accept joint and several responsibilities for the truthfulness, accuracy and completeness of the contents of this quarterly report.
- 1.2 All directors of the Company attended the meeting of the board of directors to consider and approve this quarterly report.
- 1.3 Huang Xiaowen (Vice Chairman of the Company), Wang Haimin (executive director and general manager), Deng Huangjun (chief financial officer) and Xu Hongwei (general manager of the financial management department) hereby warrant the truthfulness, accuracy and completeness of the financial statements contained in the quarterly report.
- 1.4 The first quarterly report of the Company has not been audited.

II. BASIC INFORMATION OF THE COMPANY

2.1 Major Financial Data

Unit: Yuan Currency: Renminbi (“RMB”)

	As at the end of the Reporting Period	As at the end of last year	Increase/decrease at the end of the Reporting Period as compared to year the end of last year (%)
Total assets	129,358,890,138.96	133,190,004,778.33	-2.88
Net assets attributable to equity holders of the listed Company	20,174,551,005.63	20,669,286,170.30	-2.39
	Beginning of the year to the end of the Reporting Period	Beginning of last year to the end of the reporting period of last year	Increase/decrease over the corresponding period of last year (%)
Net cash flow from operating activities	-529,194,191.27	-643,866,567.07	N/A
	Beginning of the year to the end of the Reporting Period	Beginning of last year to the end of the Reporting Period of last year	Increase/decrease over the corresponding period of last year (%)
Operating revenue	21,923,366,326.52	20,101,447,987.02	9.06
Net profit attributable to equity holders of the listed Company	180,872,936.58	270,140,451.23	-33.04
Net profit attributable to equity holders of the listed Company, net of non-recurring profit and loss	150,070,050.43	90,920,120.98	65.06
Weighted average return on net assets (%)	0.90	1.46	Decrease of 0.56 percentage points
Basic earnings per share (RMB/share)	0.02	0.03	-33.33
Diluted earnings per share (RMB/share)	0.02	0.03	-33.33

Non-recurring profit and loss items and amounts

Applicable Not applicable

Unit: Yuan Currency: RMB

Item	Amount for the Reporting Period	Description
Gains and losses on disposal of non-current assets	1,667,374.26	
Government subsidies recorded in the profit and loss account for the current period (exclusive of government subsidies which are closely related to normal operating business of the Company and are entitled continuously pursuant to unified standard quota or amount under the State government policy)	59,401,806.10	
Reversal of provision for impairment of accounts receivable that is individually tested for impairment	168,255.35	
Other non-operating income and expenses excluding the items above	2,182,008.02	
Effect of minority shareholders' interests (after tax)	-19,276,484.27	
Effect of income tax	-13,340,073.31	
Total	30,802,886.15	

2.2 Total number of shareholders and shareholdings of the ten largest shareholders and the ten largest holders of tradable shares (or shareholders not subject to selling restrictions) as at the end of the Reporting Period

Unit: Share(s)

Total number of shareholders 312,762

Shareholdings of the Ten Largest Shareholders

Name of shareholder (full name)	Number of shares held as at the end of the period	Percentage (%)	Number of shares held subject to selling restrictions	Pledged or frozen		Nature of shareholder
				Status of shares	Number	
China Ocean Shipping Company Limited	4,557,594,644	44.61	0	Nil		State-owned legal person
HKSCC NOMINEES LIMITED	2,580,600,000	25.26	0	Unknown		Others
Beijing Chengtong Financial Investment Co., Ltd.	306,488,200	3.00	0	Nil		Others
Wuhan Iron and Steel (Group) Corp.	250,000,000	2.45	0	Nil		Others
China Securities Finance Corporation Limited	210,369,890	2.06	0	Nil		Others
China State Shipbuilding Corporation	204,000,000	2.00	0	Nil		Others
China National Nuclear Corporation	72,000,000	0.70	0	Nil		Others
Central Huijin Asset Management Ltd.	54,466,500	0.53	0	Nil		Others
NSSF Combination 414	41,230,987	0.40	0	Nil		Others
Maoming Carlyle Investment Management Co., Ltd.	19,351,129	0.19	0	Nil		Others

Shareholdings of the Ten Largest Shareholders not subject to Selling Restrictions

Name of shareholder	Number of outstanding tradable shares held not subject to selling restrictions	Type and number of shares	
		Type	Number
China Ocean Shipping Company Limited	4,557,594,644	RMB ordinary shares	4,557,594,644
HKSCC NOMINEES LIMITED	2,580,600,000	Overseas listed foreign shares	2,580,600,000
Beijing Chengtong Financial Investment Co., Ltd.	306,488,200	RMB ordinary shares	306,488,200
Wuhan Iron and Steel (Group) Corp.	250,000,000	RMB ordinary shares	250,000,000
China Securities Finance Corporation Limited	210,369,890	RMB ordinary shares	210,369,890
China State Shipbuilding Corporation	204,000,000	RMB ordinary shares	204,000,000
China National Nuclear Corporation	72,000,000	RMB ordinary shares	72,000,000
Central Huijin Asset Management Limited	54,466,500	RMB ordinary shares	54,466,500
NSSF Combination 414	41,230,987	RMB ordinary shares	41,230,987
Maoming Carlyle Investment Management Co., Ltd.	19,351,129	RMB ordinary shares	19,351,129
Details of the related party relationship amongst, or concerted actions between, the above shareholders	Unknown		
Details of preference shareholders with voting rights restored and number of shares held thereby	N/A		

Note: As at the end of the Reporting Period, China Ocean Shipping Company Limited held 87,635,000 H shares of the Company through its subsidiaries, representing 3.40% of the issued H shares of the Company, which was included in the total number of shares held by HKSCC NOMINEES LIMITED. China Ocean Shipping Company Limited and its subsidiaries in aggregate held 45.47% of all issued shares of the Company.

2.3 Total number of holders of preference shares and shareholdings of the ten largest holders of preference shares and the ten largest holders of preference shares not subject to selling restrictions as at the end of the Reporting Period

Applicable Not applicable

III. SIGNIFICANT EVENTS

3.1 Details of and reasons for material changes in the major financial statement items and financial indicators of the Company

Applicable Not applicable

Balance sheet items:

1. Dividends receivable

As at the end of March 2018, the balance of dividends receivable of the Group amounted to RMB281 million, representing an increase of RMB176 million, or 165.70%, as compared to that at the beginning of the year. During the Reporting Period, the relevant associates and joint ventures declared distribution of dividends or profits, resulting in an increase in the balance of dividends receivable at the end of the Reporting Period.

2. Notes payables

As at the end of March 2018, the balance of notes payables of the Group was RMB9 million, representing a decrease of RMB114 million or 92.67%, as compared to that at the beginning of the year. As at the end of March 2018, the balance of the undue bank's acceptance bills and commercial bills issued by the Group was lower than the balance of that at the beginning of the year.

3. Salaries payable to employees

As at the end of March 2018, the balance of salaries payable to employees of the Group amounted to RMB1.178 billion, representing a decrease of RMB890 million, or 43.04%, as compared to that at the beginning of the year, which was due to a relatively substantial decrease in the balance of salaries payable to employees as at the end of the Reporting Period as a result of the payment of annual bonuses accrued but unpaid as at the end of 2017 during the Reporting Period.

4. Interest payable

As at the end of March 2018, the balance of interest payable of the Group amounted to RMB478 million, representing an increase of RMB195 million, or 68.99%, as compared to that at the beginning of the year. As at the end of March 2018, the balance of accrued interest of relevant medium-term notes and long-term borrowings which had been accrued as scheduled but with the agreed payment date unexpired increased as compared to that at the beginning of the year.

5. Other comprehensive income

As at the end of March 2018, the balance of other comprehensive income amounted to RMB2.287 billion, representing a decrease of RMB676 million as compared to that at the beginning of the year. This was mainly due to a fall in the US dollar to RMB exchange rate during the Reporting Period. Compared to the beginning of the year, the US dollar to RMB exchange rate as at the end of March 2018 decreased by 3.77%. Therefore, overseas entities whose functional currency is US dollar within the consolidation scope of the Group generated a net decrease in translation differences from statements denominated in foreign currencies.

6. Opening balance adjustment

Since 1 January 2018, the Group has implemented relevant standards for financial instruments revised by the Ministry of Finance. The equity instruments previously presented as financial assets available for sale in the balance sheet have all been designated as financial assets measured at fair value through other comprehensive income and adjusted to be presented as financial assets at fair value through other comprehensive income in the balance sheet. Therefore, the opening balance of the relevant items in the balance sheet were adjusted by: an increase of RMB2,368 million in opening balance of financial assets measured at fair value through other comprehensive income; a decrease of RMB2,368 million in opening balance of financial assets available for sale; an increase of RMB61 million in opening balance of undistributed profits; and a decrease of RMB61 million in other comprehensive income.

Income statement items:

1. Total revenue from operations

For the first quarter of 2018, the Group realized operating revenue of RMB21.923 billion, representing an increase of RMB1.822 billion or 9.06% as compared to the same period of last year, among which revenue from container shipping and related business amounted to RMB20.603 billion, representing an increase of RMB1.263 billion or 6.53% as compared to the same period of last year. Revenue from terminal and related business amounted to RMB1.532 billion, representing an increase of RMB642 million or 72.10% as compared to the same period of last year. Excluding the impact of the acquisitions of NOATUM Terminal and Zeebrugge Terminal, revenue from terminal and related business for the first quarter of 2018 increased by 19.81% as compared to the same period of last year.

2. Operating costs

The operating costs of the Group for the first quarter of 2018 amounted to RMB20.193 billion, representing an increase of RMB1.637 billion or 8.82% as compared to the same period of last year. Container shipping and related business costs amounted to RMB19.360 billion, representing an increase of RMB1.263 billion or 6.98% as compared to the same period of last year. Terminal and related business costs amounted to RMB1.044 billion, representing an increase of RMB457 million or 77.90% as compared to the same period of last year. Excluding the impact of the acquisitions of NOATUM Terminal and Zeebrugge Terminal, terminal and related business costs increased by 11.89% as compared to the same period of last year.

3. Finance costs

The finance costs of the Group for the first quarter of 2018 amounted to RMB484 million, representing an increase of RMB112 million or 30.28% as compared to same period of last year, among which:

Interest expenses amounted to RMB537 million, representing an increase of RMB56 million as compared to the same period of last year. This was mainly due to an increase in the US dollar lending rate and an increase in the average interest-bearing liability balance during the Reporting Period as compared to the same period of last year.

Interest income amounted to RMB90 million, representing a decrease of RMB11 million as compared to the same period of last year. This was mainly due to the fact that the Group repaid part of its borrowings and a decrease in monetary capital reserves during the Reporting Period as compared to the same period of last year.

Net exchange losses amounted to RMB13 million as compared to net exchange gains amounting to RMB32 million for the same period last year. During the Reporting Period, the US dollar to RMB exchange rate depreciated. As a result, the Group incurred a certain amount of net exchange losses.

4. Investment income

Investment income of the Group for the first quarter of 2018 amounted to RMB429 million, representing an increase of RMB155 million as compared to the same period of last year. The investment income from associates and joint ventures of COSCO SHIPPING Ports Limited, a subsidiary of the Company, amounted to RMB404 million, representing an increase of RMB151 million as compared to the same period of last year.

5. Other income

Other income of the Group for the first quarter of 2018 amounted to RMB25 million, representing a decrease of RMB41 million as compared to the same period of last year. Government subsidies related to daily activities decreased as compared to the same period of last year.

6. Non-operating income

Non-operating income of the Group for the first quarter of 2018 amounted to RMB37 million, representing a decrease of RMB117 million as compared to the same period of last year, of which government subsidies unrelated to daily activities amounted to RMB34 million, representing a decrease of RMB118 million as compared to the same period of last year.

Cash flow statement items:

1. Cash and cash equivalents

As at the end of March 2018, the balance of cash and cash equivalents of the Group amounted to RMB20.911 billion, representing a decrease of RMB4.828 billion or 18.76%, as compared to that at the beginning of the year.

2. *Net cash flows from operations*

Net cash outflow from operations of the Group for the first quarter of 2018 amounted to RMB529 million, representing a decrease of RMB115 million in net cash flows as compared to the same period of last year.

3. *Net cash flows from investing activities*

Net cash outflow from investing activities of the Group for the first quarter of 2018 amounted to RMB2.583 billion, representing an increase of RMB956 million in net cash outflow as compared to the same period of last year, among which: expenses for purchase and construction of container vessels amounted to RMB2.310 billion and expenses for purchase of containers amounted to RMB117 million.

4. *Net cash flows from financing activities*

Net cash outflow from financing activities of the Group for the first quarter of 2018 amounted to RMB1.158 billion, as compared to the net inflow of RMB1.292 billion for the same period of last year.

3.2 **Progress of significant events and their impacts as well as analysis and explanations for the solutions**

Applicable Not applicable

1. After consideration and approval by the third meeting of the fifth session of the board of directors of the Company and the second meeting of the fifth session of the supervisory committee of the Company held on 7 July 2017, Faulkner Global Holdings Limited, an overseas wholly-owned subsidiary of the Company, and Shanghai Port Group (BVI) Development Co., Limited made a pre-conditional voluntary general cash offer (the “**Offer**”) to all shareholders of Orient Overseas (International) Limited (stock code: 00316) (the “**Target Company**”), a company listed on the Hong Kong Stock Exchange, to acquire the issued shares of the Target Company held by them. The consideration for the Offer will be settled in cash and the offer price is HK\$78.67 per share.

On 7 July 2017, the controlling shareholders of the Target Company, Fortune Crest Inc. and Gala Way Company Inc., entered into an irrevocable undertaking with Faulkner Global Holdings Limited, the Company and China COSCO Shipping Corporation Limited (“**China COSCO SHIPPING**”), under which Fortune Crest Inc. and Gala Way Company Inc. have irrevocably undertaken to accept, or procure the acceptance of, the Offer within seven days after the date of the Offer once the offer is made and the following conditions are satisfied: (1) the offer price being not less than HK\$78.67 per share; and (2) the Offer being made within seven days of the fulfilment or waiver (as applicable) of the pre-conditions of the Offer, which shall occur by no later than 30 June 2018 (unless otherwise agreed between the parties).

By making the Offer, the Company aims to grasp the historical opportunities arising from the Belt and Road Initiative of the PRC, become bigger and stronger through merger and acquisition and reorganization, and change from “product-oriented” to “user-oriented”, which can therefore promote the overall optimization and innovation of the Company’s business model, enhance its international competitiveness, achieve synergies between container shipping and terminal businesses in the aspects of investment and operation, and ultimately improve the profitability of the Company and create returns for shareholders. The Offer is expected to achieve obvious synergies to the businesses of the Company such as container and terminal businesses in the aspects of optimizing the network of shipping routes and layout of shipping capacity, optimizing the costs relating to suppliers, consolidating the container fleets, enhancing the revenue management capability, standardizing operations and lowering costs. The Offer is expected to enable the Company to obtain more globalized resources, contribute to the globalization strategy of the Company and accelerate its global deployment. For the container shipping business, global operation and integrated services under the container shipping service network are expected to be strengthened; and for the terminal business, global layout and optimized terminal combination are expected to be further implemented and risk resistance capability will be significantly enhanced.

As at the end of the Reporting Period, the Offer had been considered and approved by the second extraordinary general meeting of the Company of 2017 and had completed the relevant procedures of, inter alia, filing with the State-owned Assets Supervision and Administration Commission of the State Council (“SASAC”), anti-trust review in the United States and anti-trust review in the European Union. The Offer remains subject to the anti-monopoly review by the Ministry of Commerce of the PRC and filing approval from the National Development and Reform Commission of the PRC, in order to fulfill the pre-conditions of the Offer. Going forward, the Company will continue to complete the relevant procedures for obtaining approvals.

The Offer will only be made subject to the satisfaction or waiver (if applicable) of the pre-conditions. The Company has notified the risk factors relating to the Offer through the disclosure under the section “Material Risk Notice” of the “Material Asset Acquisition Report (Draft) of COSCO SHIPPING Holdings Co., Ltd. (Amendment)” and its summary (amendment) on the website of the Shanghai Stock Exchange (www.sse.com.cn). All investors are reminded to pay attention and should exercise caution against investment risks.

For details of the Offer, please refer to the relevant announcements of the Company dated 9 July 2017, 26 July 2017 and 29 July 2017 and the announcements on monthly progress subsequently disclosed on the website of the Shanghai Stock Exchange (www.sse.com.cn); and the joint announcements dated 7 July 2017, 7 August 2017, 7 September 2017, 9 October 2017, 16 October 2017, 23 October 2017, 7 November 2017, 6 December 2017, 8 January 2018, 7 February 2018 and 7 March 2018 made by the Company, Faulkner Global Holdings Limited, Shanghai Port Group (BVI) Development Co., Limited and the Target Company and the announcements of the Company dated 31 August 2017 and 16 October 2017 and the circular of the Company dated 15 September 2017 published on the website of the Hong Kong Stock Exchange.

2. After consideration and approval by the fifth meeting of the fifth session of the board of directors, and after approval by the third extraordinary general meeting of 2017, the first A share class meeting for 2017 and the first H share class meeting of 2017 of the Company, the Company proposed the non-public issuance of a maximum of 2,043,254,870 A shares (the “**Proposed Non-public Issuance**”) to not more than 10 specific investors (including China COSCO SHIPPING) at an issue price not lower than 90% of the average trading price of the Company’s A shares during the 20 trading days immediately preceding the price determination date and not less than the latest audited net asset value per share of the Company at the time of issuance, which would raise gross proceeds of up to RMB12,900,000,000, the net proceeds after deducting the costs of issuance, will be used for the payment of the consideration for container vessels under construction.

As at the end of the Reporting Period, the Proposed Non-public Issuance had been approved by the SASAC and accepted by the CSRC. The Company has replied to CSRC with regard to the “Notice Regarding China Securities Regulatory Commission’s First Feedback on the Review of Administrative Permission Items” (No. 172638). The Proposed Non-public Issuance is still subject to the approval by the CSRC and it is still uncertain whether it will be approved. The Company will disclose relevant information based on the approval progress of the CSRC in a timely manner strictly in accordance with the requirements under relevant laws and regulations. Investors are advised to be cautious of the investment risks.

For details of the Proposed Non-public Issuance, please refer to the relevant announcements of the Company dated 30 October 2017, 15 December 2017, 18 December 2017, 29 December 2017, 12 February 2018 and 5 March 2018 disclosed on the website of the Shanghai Stock Exchange (www.sse.com.cn) and the announcements of the Company dated 30 October 2017, 15 December 2017 and 5 March 2018 and the circular of the Company dated 1 December 2017 published on the website of the Hong Kong Stock Exchange.

3. After consideration and approval by the seventh meeting of the fifth session of the board of directors of the Company, in order to better safeguard the demand for crew, enhance the core competitiveness of the shipping business of the Group, from 1 January 2018 onwards, the subsidiaries of the Group intended to transfer existing crew and the corresponding crew management department and management staff of the Group to a crew company (which is a subsidiary of China COSCO SHIPPING), transforming from the existing model of self-management for crew to the model of receiving vessel manning services provided by the crew company, and the annual caps for expenses for seamen

leasing under the master seamen leasing agreement for the years of 2018 and 2019 have been revised and increased accordingly. Pursuant to Chapter 14A of the Listing Rules, China COSCO SHIPPING is an indirect controlling shareholder of the Company and therefore a connected person of the Company. Therefore, the transactions contemplated under the master seamen leasing agreement constitute continuing connected transactions of the Company. On 29 March 2018, the revision on annual caps was considered and approved at the first extraordinary general meeting of 2018 of the Company. For details, please refer to the announcements disclosed on the website of the Shanghai Stock Exchange with reference numbers: Lin 2017-086, Lin 2018-005 and Lin 208-021; and the announcements of the Company dated 14 September 2016 and 27 December 2017 published on the website of the Hong Kong Stock Exchange.

4. To further improve the corporate governance structure and reinforce the protection for minority shareholders' interests, pursuant to the relevant requirements of laws, regulations and rules including the Company Law of the PRC, and the Governance Standards of Listed Companies, the Rules for the Shareholders' Meetings of Listed Companies and the Guidelines for the Articles of Association of Listed Companies (Revision 2016) issued by CSRC, the ninth meeting of the fifth board of directors of the Company approved the resolution in relation to the proposed amendment to the existing Articles of Association and the Rules of Procedure for General Meetings of the Company. The proposals will be submitted to the annual general meeting of 2017 for further review and consideration. For details, please refer to the announcement of the Company disclosed at the website of the Shanghai Stock Exchange with reference number: Lin 2018-016; and the announcement of the Company dated 2 April 2018 published on the website of the Hong Kong Stock Exchange.
5. After approval by the ninth meeting of the fifth session of the board of directors of the Company, on 29 March 2018, the Company and Pacific International Lines Pte Ltd entered into the master vessel time charter services agreement in order to reduce operating costs and achieve complementary advantages. The Group and Pacific International Lines Pte Ltd and its subsidiaries will provide vessel leasing services (including purchase and sale of berths) to each other. The term of the master vessel time charter services agreement shall be for a term commencing on 1 January 2018 and expiring on 31 December 2019, and the estimated amounts for 2018 and 2019 (i.e. the annual caps for the transaction amounts) have been determined. Pursuant to Chapter 14A of the Listing Rules, Pacific International Lines Pte Ltd is a connected person of the Company and the transactions under the Master Vessel Time Charter Services Agreement constitute continuing connected transactions of the Company. The agreement will be submitted to the annual general meeting of 2017 for further review and

consideration. For details, please refer to the announcement of the Company disclosed on the website of the Shanghai Stock Exchange with reference number: Lin 2018-019; and the announcement of the Company dated 29 March 2018 published on the website of the Hong Kong Stock Exchange.

6. Changes in Directors and Senior Management

- (1) On 8 January 2018, Mr. Wan Min resigned as the Chairman, a non-executive director of the Company and the chairman and a member of the executive committee of the board of directors of the Company due to change of job positions.
- (2) On 28 February 2018, Mr. Koo, Chee Kong Kenneth resigned as an independent non-executive Director of the Company and a member of the risk management committee of directors of the Company due to his workload and other personal commitments.
- (3) On 2 March 2018, Mr. Xu Zunwu resigned as an executive director and the general manager of the Company, the chairman and a member of the risk management committee, a member of the strategic development committee and a member of the nomination committee of the directors of the Company due to his reaching of statutory retirement age of the PRC.
- (4) On 2 March 2018, the Company convened the eighth meeting of the fifth session of the board of directors, at which a resolution was passed unanimously to appoint Mr. Wang Haimin, an executive director of the Company, to serve concurrently as the general manager of the Company.

For details, please refer to the relevant announcements of the Company dated 8 January 2018, 28 February 2018 and 2 March 2018 disclosed on the website of the Shanghai Stock Exchange (www.sse.com.cn); and the announcements of the Company dated 8 January 2018, 28 February 2018 and 2 March 2018 published on the website of the Hong Kong Stock Exchange.

3.3 Undertakings yet to be fulfilled within the Reporting Period

Applicable Not applicable

3.4 Warning and explanation in respect of forecast of probable loss in respect of the accumulated net profit from the beginning of the year to the end of the next reporting period or any significant changes as compared to the corresponding period of last year

Applicable Not applicable

3.5 Operating data of business segments

Container shipping business

During the Reporting Period, the shipping volume of the Group's container shipping business reached 5,205,116 TEUs, representing an increase of 11.82% as compared to the same period of last year.

As at 31 March 2018, the fleet operated by the Group included 373 container vessels, with a total capacity of 1,903,294 TEUs. Meanwhile, the Group had 25 orders for container vessels, representing a total of 443,795 TEUs.

	<i>Shipping volume (TEUs)</i>		
	January - March 2018	January - March 2017	Change as compared to corresponding period %
Trans-Pacific	762,455	709,387	7.48
Asia-Europe (including Mediterranean)	933,378	1,036,845	-9.98
Intra-Asia (including Australia)			
Other international market	1,517,995	1,244,698	21.96
(including Atlantic Ocean)	556,341	364,385	52.68
China	<u>1,434,947</u>	<u>1,299,428</u>	<u>10.43</u>
Total	<u>5,205,116</u>	<u>4,654,743</u>	<u>11.82</u>

Revenue of Shipping Routes (RMB'000)

	January - March 2018	January - March 2017	Change as compared to corresponding period %
Trans-Pacific	5,273,657	4,965,110	6.21
Asia-Europe (including Mediterranean)	4,159,721	4,783,383	-13.04
Intra-Asia (including Australia)	4,205,819	3,268,874	28.66
Other international market (including Atlantic Ocean)	2,515,295	1,650,126	52.43
China	2,798,008	2,879,715	-2.84
Offset of internal transactions among routes	<u>-438,605</u>	<u>-440,442</u>	<u>—</u>
Total	<u>18,513,895</u>	<u>17,106,766</u>	<u>8.23</u>

Terminal business

As at the end of the Reporting Period, the total throughput of the Group's container terminal business reached 27,206,500 TEUs, representing an increase of 37.68% as compared to the same quarter of last year.

Throughput (TEUs)

	January - March 2018	January - March 2017	Change as compared to corresponding period %
Bohai Rim Region	8,866,311	3,551,082	149.68
Yangtze River Delta Region	4,636,858	4,692,381	-1.18
Southeast coast and other regions	1,354,840	1,066,565	27.03
Pearl River Delta	6,211,464	5,866,606	5.88
Southwest coast	275,648	275,234	0.15
Overseas	<u>5,861,379</u>	<u>4,308,767</u>	<u>36.03</u>
Total	<u>27,206,500</u>	<u>19,760,635</u>	<u>37.68</u>
Of which: Controlled terminals	5,234,257	3,778,898	38.51
Participating terminals	<u>21,972,243</u>	<u>15,981,737</u>	<u>37.48</u>

Note:

In 2017, the Group acquired additional 16.82% equity interests in Qingdao Port International Co., Ltd. (青島港國際股份有限公司), at a consideration of 20% equity interests in Qingdao Qianwan Container Terminal Co., Ltd. (青島前灣集裝箱碼頭有限責任公司) plus cash. As a result, the investment income of Qingdao Qianwan Terminal Co., Ltd. had not been consolidated into the investment income of the Group since 1 January 2017. In order to make the container volume consistent with the financial data, Bohai Rim Region's throughput, the total throughput and participating terminals' throughput for January to March 2017 set out in the above table for terminal business did not contain the total throughput of this company.

Company name	COSCO SHIPPING Holdings Co., Ltd.
Legal representative	Huang Xiaowen
Date	27 April 2018

IV. APPENDIX

4.1 Financial Statements

Consolidated Balance Sheet 31 March 2018

Prepared by COSCO SHIPPING Holdings Co., Ltd.

Unit: Yuan Currency: RMB Audit type: Unaudited

Item	Balance at the end of the period	Balance at the beginning of the year
Current assets:		
Monetary assets	21,247,764,821.07	26,089,745,614.14
Balance with clearing companies		
Placement with banks		
Financial assets at fair value through profit or loss		
Notes receivable	341,206,119.67	297,931,800.99
Accounts receivable	6,435,251,903.58	6,195,845,520.23
Prepayments	1,887,559,972.54	1,684,102,227.12
Premium receivables		
Receivables from reinsurers		
Reinsurance deposits receivables		
Interest receivable	54,899,107.98	47,444,273.50
Dividends receivable	281,433,841.80	105,921,683.41
Other receivables	1,589,602,585.34	1,285,754,942.38
Financial assets purchased under resale agreements		
Inventories	2,193,327,363.80	2,330,220,764.04
Assets held for sale		
Non-current assets due within one year	127,817,982.91	506,323,363.88
Other current assets	633,435,671.03	898,904,637.03
Total current assets	34,792,299,369.72	39,442,194,826.72
Non-current assets:		
Loans and advances to customers		
Available-for-sale financial assets		
Financial assets at fair value through other comprehensive income		
Long-term receivables	1,278,567,543.24	1,046,846,701.06
Long-term equity investments	25,890,545,293.57	25,862,040,316.10
Investment properties	184,453,479.47	192,042,436.77
Fixed assets	50,357,140,258.52	49,114,408,122.88
Construction-in-progress	7,830,838,969.34	8,279,573,675.05

Item	Balance at the end of the period	Balance at the beginning of the year
Construction materials		
Disposal of fixed assets	11,685.25	37,099.07
Biological assets for production use		
Oil and gas assets		
Intangible assets	4,501,523,159.73	4,541,440,860.84
Development expenditure	1,771,067.43	1,173,608.95
Goodwill	880,105,489.01	905,018,094.30
Long-term deferred expenses	6,408,779.57	5,695,591.38
Deferred income tax assets	1,139,357,110.70	1,158,769,569.23
Other non-current assets	313,229,889.42	273,932,072.42
Total non-current assets	94,566,590,769.24	93,747,809,951.61
Total assets	129,358,890,138.96	133,190,004,778.33
Current liabilities:		
Short-term borrowings	8,563,071,425.88	10,939,801,787.26
Loans from central bank		
Deposits and amounts due to banks		
Placement from banks		
Financial liabilities at fair value through profit or loss		
Notes payable	9,000,000.00	122,725,000.00
Accounts payable	15,851,535,396.68	16,310,881,141.31
Advance from customers	302,197,636.51	281,503,389.99
Financial assets sold under agreements to repurchase		
Handling charges and commission payables		
Salaries payable	1,177,533,235.11	2,067,178,129.52
Tax payables	845,302,158.39	883,986,595.67
Interest payable	478,400,118.85	283,094,563.36
Dividends payable	61,760,746.21	62,683,713.44
Other payables	3,862,380,067.50	3,913,479,986.65
Due to reinsurers		
Insurance deposits payable		
Securities trading fees		
Securities underwriting fees		
Liabilities held for sale		
Non-current liabilities due within one year	9,577,083,896.39	8,626,659,533.63
Other current liabilities		
Total current liabilities	40,728,264,681.52	43,491,993,840.83

Item	Balance at the end of the period	Balance at the beginning of the year
Non-current liabilities:		
Long-term borrowings	29,670,470,697.55	30,037,747,029.82
Debtentures payable	13,074,919,601.42	13,385,249,325.76
Of which: Preferred shares		
Perpetual bonds		
Long-term payables	506,063,597.90	489,774,097.95
Long-term employee benefits payable	301,383,551.09	303,830,726.31
Special payables	1,990,000.00	1,990,000.00
Estimated liabilities	115,205,104.32	115,427,397.97
Deferred income	283,330,554.00	283,053,376.63
Deferred income tax liabilities	1,271,044,990.64	1,314,003,093.15
Other non-current liabilities	50,144,379.54	56,355,981.92
Total non-current liabilities	45,274,552,476.46	45,987,431,029.51
Total liabilities	86,002,817,157.98	89,479,424,870.34
Owners' equity:		
Share capital	10,216,274,357.00	10,216,274,357.00
Other equity instruments		
Of which: Preferred shares		
Perpetual bonds		
Capital reserves	27,718,643,213.37	27,718,636,256.46
Less: Treasury shares		
Other comprehensive income	-2,286,853,776.18	-1,611,238,718.02
Special reserves		
Surplus reserves	851,619,535.66	851,619,535.66
Provision for ordinary risks		
Undistributed profit	-16,325,132,324.22	-16,506,005,260.80
Total equity attributable to owners of the parent company	20,174,551,005.63	20,669,286,170.30
Minority interests	23,181,521,975.35	23,041,293,737.69
Total owners' equity	43,356,072,980.98	43,710,579,907.99
Total liabilities and owners' equity	129,358,890,138.96	133,190,004,778.33

Legal representative: Huang Xiaowen

Person in charge of accounting: Deng Huangjun

Person in charge of the accounting department: Xu Hongwei

Balance Sheet of the Parent Company
31 March 2018

Prepared by COSCO SHIPPING Holdings Co., Ltd.

Unit: Yuan Currency: RMB Audit type: Unaudited

Item	Balance at the end of the period	Balance at the beginning of the year
Current assets:		
Monetary assets	1,077,811,579.96	1,124,628,856.95
Financial assets at fair value through profit or loss		
Notes receivable		
Accounts receivable		
Prepayments		157,447.50
Interest receivable	5,951,486.11	2,793,861.11
Dividends receivable		
Other receivables	121,649,044.92	69,763,528.29
Inventories		
Assets held for sale		
Non-current assets due within one year		
Other current assets	7,812,337.42	3,921,474.75
Total current assets	1,213,224,448.41	1,201,265,168.60
Non-current assets:		
Loans and advances to customers		
Financial assets available for sale		
Financial assets at fair value through other comprehensive income		
Long-term receivables	4,986,979,459.09	4,981,419,537.85
Long-term equity investments	33,965,891,774.87	33,965,891,774.87
Investment properties		
Fixed assets	566,488.74	647,863.45
Construction-in-progress		
Construction materials		
Disposal of fixed assets		
Biological assets for production use		
Oil and gas assets		
Intangible assets	3,751,537.72	4,078,150.93
Development expenditure		
Goodwill		
Long-term deferred expenses		
Deferred income tax assets		
Other non-current assets		
Total non-current assets	38,957,189,260.42	38,952,037,327.10
Total assets	40,170,413,708.83	40,153,302,495.70

Item	Balance at the end of the period	Balance at the beginning of the year
Current liabilities:		
Short-term borrowings	1,751,230,000.00	1,751,230,000.00
Financial liabilities at fair value through profit or loss		
Notes payable		
Accounts payable		
Advance from customers		
Salaries payable	37,799,467.48	45,957,666.12
Tax payables	474,379,226.70	472,073,569.75
Interest payable	229,581,920.81	98,576,305.61
Dividends payable	9,141.73	9,537.17
Other payables	214,107,531.18	230,240,597.23
Liabilities held for sale		
Non-current liabilities due within one year	3,992,000,000.00	3,989,000,000.00
Other current liabilities		
Total current liabilities	6,699,107,287.90	6,587,087,675.88

Item	Balance at the end of the period	Balance at the beginning of the year
Non-current liabilities:		
Long-term borrowings		
Debentures payable	4,963,534,916.98	4,959,762,666.97
Of which: Preferred shares		
Perpetual bonds		
Long-term payables		
Long-term employee benefits payable		
Special payables		
Estimated liabilities		
Deferred income		
Deferred income tax liabilities		
Other non-current liabilities		
Total non-current liabilities	4,963,534,916.98	4,959,762,666.97
Total liabilities	11,662,642,204.88	11,546,850,342.85
Owners' equity:		
Share capital	10,216,274,357.00	10,216,274,357.00
Other equity instruments		
Of which: Preferred shares		
Perpetual bonds		
Capital reserves	39,122,468,566.93	39,122,468,566.93
Less: Treasury shares		
Other comprehensive income		
Special reserves		
Surplus reserves	851,456,104.01	851,456,104.01
Undistributed profit	-21,682,427,523.99	-21,583,746,875.09
Total owners' equity	28,507,771,503.95	28,606,452,152.85
Total liabilities and owners' equity	40,170,413,708.83	40,153,302,495.70

Legal representative: Huang Xiaowen

Person in charge of accounting: Deng Huangjun

Person in charge of the accounting department: Xu Hongwei

Consolidated Income Statement
January to March 2018

Prepared by COSCO SHIPPING Holdings Co., Ltd.

Unit: Yuan Currency: RMB Audit type: Unaudited

Item	Amount for the current period	Amount for the preceding period
1. Total revenue from operations	21,923,366,326.52	20,101,447,987.02
Including: Operating revenue	21,923,366,326.52	20,101,447,987.02
Interest income		
Premium earned		
Handling fee and commission income		
2. Total costs from operations	21,762,148,489.28	19,950,820,742.21
Including: Operating costs	20,193,238,606.30	18,555,856,176.91
Interest expenses		
Handling fee and commission income		
Surrenders		
Net claims expenses		
Net provisions for insurance contracts reserve		
Insurance policy dividend paid		
Reinsurance costs		
Tax and surcharges	37,221,555.29	39,251,440.31
Selling expenses	9,728,764.11	12,524,505.31
Administration expenses	1,031,267,273.57	966,783,081.81
Finance costs	483,785,606.06	371,335,472.96
Impairment loss on assets	6,906,683.95	5,070,064.91
Add: Gains from changes in fair value (Loss denoted with “-”)		
Investment income (Loss denoted with “-”)	428,575,464.56	273,964,265.34
Including: Investment income from associated companies and joint ventures	428,575,464.56	273,964,265.34
Gains on disposal of assets (Loss denoted with “-”)	1,667,374.26	1,106,818.53
Exchange gains (Loss denoted with “-”)		
Other gains	24,982,719.92	65,547,668.28
3. Operating profit (Loss denoted with “-”)	616,443,395.98	491,245,996.96
Add: Non-operating income	36,855,734.77	154,116,435.38
Less: Non-operating expenses	254,640.57	8,295,643.64
4. Total profit (Loss denoted with “-”)	653,044,490.18	637,066,788.70
Less: Income tax expenses	157,360,929.38	157,760,026.46

Item	Amount for the current period	Amount for the preceding period
5. Net profit (Loss denoted with “-”)	495,683,560.80	479,306,762.24
(1) Classified by sustainability		
1. Net profit from continuing operations (Loss denoted with “-”)	495,683,560.80	479,306,762.24
2. Net profit from discontinued operations (Loss denoted with “-”)		
(2) Classified by ownership		
1. Minority interests	314,810,624.22	209,166,311.01
2. Net profit attributable to shareholders of the parent company	180,872,936.58	270,140,451.23
6. Other comprehensive income after tax, net	-849,773,847.08	508,337,795.31
Other comprehensive income after tax attributable to owners of the parent company, net	-675,615,058.16	308,750,960.31
(1) Other comprehensive income that may not be subsequently reclassified into profit or loss		
1. Changes in net liabilities or net assets arising from the re-measurement of defined benefit plans		
2. Share of other comprehensive income of investee that may not be subsequently reclassified into profit or loss under equity method		
(2) Other comprehensive income that will be subsequently reclassified into profit or loss	-675,615,058.16	308,750,960.31
1. Share of other comprehensive income of investee that will be subsequently reclassified into profit or loss under equity method	647,070.05	517,484.77
2. Gains or losses from changes in fair value of available-for sale financial assets	-85,291,831.07	295,239,988.91
3. Gains or losses from reclassification of held-to-maturity investment as available-for sale financial assets		
4. Effective hedging portion of gains or losses arising from cash flow hedging instruments	1,041,889.17	
5. Exchange difference on translation of financial statements in foreign currency	-592,012,186.31	12,993,486.63
6. Others		
Other comprehensive income after tax attributable to minority shareholders, net	-174,158,788.92	199,586,835.00
7. Total consolidated income	-354,090,286.28	987,644,557.55
Total consolidated income attributable to equity holders of the parent company	-494,742,121.58	578,891,411.54
Total consolidated income attributable to minority shareholders	140,651,835.30	408,753,146.01

Item	Amount for the current period	Amount for the preceding period
8. Earnings per share		
(1) Basic earnings per share (RMB/share)	0.02	0.03
(2) Diluted earnings per share (RMB/share)	0.02	0.03

For business combination under common control during the Reporting Period, the net profit of the acquiree realized before business combination was: RMB0.00 and the net profit of the acquiree realized for the preceding reporting period was RMB0.00.

Legal representative: Huang Xiaowen

Person in charge of accounting: Deng Huangjun

Person in charge of the accounting department: Xu Hongwei

Income Statement of the Parent Company
January to March 2018

Prepared by COSCO SHIPPING Holdings Co., Ltd.

Unit: Yuan Currency: RMB Audit type: Unaudited

Item	Amount for the current period	Amount for the preceding period
1. Total revenue		
Less: Operating costs		
Tax and surcharges	13,093.60	
Selling expenses		
Administration expenses	7,719,533.14	7,876,983.83
Finance costs	90,948,022.16	86,185,299.26
Impairment loss on assets		
Add: Gains from changes in fair value (Loss denoted with “-”)		
Investment income (Loss denoted with “-”)		8,713,823.34
Including: Investment income from associated companies and joint ventures		
Gains on disposal of assets (Loss denoted with “-”)		
Other gains		
2. Operating profit (Loss denoted with “-”)	-98,680,648.90	-85,348,459.75
Add: Non-operating income		
Less: Non-operating expenses		
3. Total profit (Loss denoted with “-”)	-98,680,648.90	-85,348,459.75
Less: Income tax expenses		
4. Net profit (Loss denoted with “-”)	-98,680,648.90	-85,348,459.75
(1) Net profit from continuing operations (Loss denoted with “-”)	-98,680,648.90	-85,348,459.75
(2) Net profit from discontinued operations (Loss denoted with “-”)		
5. Other comprehensive income after tax, net		
(1) Other comprehensive income that may not be subsequently reclassified into profit or loss		
1.Changes in net liabilities or net assets arising from the re-measurement of defined benefit plans		
2. Share of other comprehensive income of investee that may not be subsequently reclassified into profit or loss under equity method		

Item	Amount for the current period	Amount for the preceding period
(2) Other comprehensive income that will be subsequently reclassified into profit or loss		
1. Share of other comprehensive income of investee that will be subsequently reclassified into profit or loss under equity method		
2. Gains or losses from changes in fair value of available-for sale financial assets		
3. Gains or losses from reclassification of held-to-maturity investment as available-for sale financial assets		
4. Effective hedging portion of gains or losses arising from cash flow hedging instruments		
5. Exchange difference on translation of financial statements in foreign currency		
6. Others		
6. Total consolidated income	-98,680,648.90	-85,348,459.75
7. Earnings per share		
(1) Basic earnings per share (RMB/share)		
(2) Diluted earnings per share (RMB/share)		

Legal representative: Huang Xiaowen

Person in charge of accounting: Deng Huangjun

Person in charge of the accounting department: Xu Hongwei

Consolidated Statement of Cash Flows
January to March 2018

Prepared by COSCO SHIPPING Holdings Co., Ltd.

Unit: Yuan Currency: RMB Audit type: Unaudited

Item	Amount for the current period	Amount for the preceding period
1. Cash flow generated from operating activities:		
Cash from sale of products and provision of services	22,146,487,130.72	20,766,769,785.79
Net increase in deposits from customers and business partners		
Net increase in borrowings from central bank		
Net increase in loans from other financial institutions		
Cash premiums received under original insurance policies		
Net cash received from reinsurance business		
Net increase in deposit from insurance policy holders and investment		
Net increase in disposal of financial assets at fair value through profit or loss		
Cash received for interest, handling fee and commission		
Net increase in borrowings		
Net gain from repurchase of business		
Tax rebate received	367,678,417.77	132,031,318.64
Other cash from operating activities	1,722,312,473.50	1,647,135,329.15
Cash inflow from operating activities - subtotal	24,236,478,021.99	22,545,936,433.58
Cash paid for purchase of products and services	19,057,610,604.57	19,369,458,918.39
Net increase in loans and advances to customers		
Net increase in deposits with central bank and other business partners		
Cash benefits paid for original insurance policies		
Cash paid for interest, handling fee and commission		
Cash dividends paid for insurance policies		
Cash paid to and for employees	2,618,884,912.78	1,874,932,270.29
Cash paid for various taxes	394,230,886.02	314,315,295.96
Cash paid for other operating activities	2,694,945,809.89	1,631,096,516.01
Cash outflow from operating activities - subtotal	24,765,672,213.26	23,189,803,000.65
Net cash flow generated from operating activities	-529,194,191.27	-643,866,567.07

Item	Amount for the current period	Amount for the preceding period
2. Cash flow generated from investment activities:		
Cash from recovery of investments		
Cash from investment income	59,147,712.06	15,018,256.57
Net cash received from disposal of fixed assets, intangible assets and other long-term assets	28,175,042.96	1,608,280.30
Net cash received from disposal of subsidiaries and other business units		
Cash received from other investment activities	122,082,395.40	
Cash inflow from investment activities — subtotal	209,405,150.42	16,626,536.87
Cash paid for acquisition and installation of fixed assets, intangible assets and other long term assets	2,640,772,671.89	1,401,959,156.66
Cash paid for investments	151,668,171.00	232,738,603.84
Net increase in secured loans		
Net cash paid for acquiring subsidiaries and other operating entities		
Cash paid for other investment activities		8,653,931.39
Cash outflow from investment activities — subtotal	2,792,440,842.89	1,643,351,691.89
Net cash generated from investment activities	-2,583,035,692.47	-1,626,725,155.02
3. Cash flow generated from financing activities:		
Cash received from investments		
Including: Cash received by subsidiaries from investment by minority shareholders		
Cash received from borrowings	6,862,814,960.52	6,107,080,150.98
Cash received from issue of debenture		
Cash received from other financing activities	35,679,840.00	
Cash inflow from financing activities subtotal	6,898,494,800.52	6,107,080,150.98
Cash paid for repayment of indebtedness	7,662,799,769.68	4,438,469,665.27
Cash paid for distribution of dividends, profit or interest	356,134,005.97	344,997,038.29
Including: Dividends and profit distributed to minority shareholders by subsidiaries	922,571.79	2,939,003.95
Cash paid for other financing activities	37,784,841.31	31,995,247.40
Cash outflow from financing activities subtotal	8,056,718,616.96	4,815,461,950.96
Net cash flow generated from financing activities	-1,158,223,816.44	1,291,618,200.02
4. Effects of changes in exchange rates on cash and cash equivalents	-557,091,557.04	-101,688,499.63

Item	Amount for the current period	Amount for the preceding period
5. Net increase in cash and cash equivalents	-4,827,545,257.22	-1,080,662,021.70
Add: Balance of cash and cash equivalents at the beginning of the period	25,738,525,700.19	32,188,572,012.16
6. Balance of cash and cash equivalents at the end of the period	20,910,980,442.97	31,107,909,990.46

Legal representative: Huang Xiaowen

Person in charge of accounting: Deng Huangjun

Person in charge of the accounting department: Xu Hongwei

Statement of Cash Flows of the Parent Company
January to March 2018

Prepared by COSCO SHIPPING Holdings Co., Ltd.

Unit: Yuan Currency: RMB Audit type: Unaudited

Item	Amount for the current period	Amount for the preceding period
1. Cash flow generated from operating activities:		
Cash from sale of products and provision of services		
Tax rebate received		
Cash received from other operating activities	521,245.99	1,771,099.66
Cash inflow from operating activities subtotal	521,245.99	1,771,099.66
Cash paid for purchase of products and services		
Cash paid to and for employees	10,656,276.72	6,410,488.10
Cash paid for various taxes	13,093.60	
Cash paid for other operating activities	18,718,799.05	1,717,005.16
Cash outflow from operating activities subtotal	29,388,169.37	8,127,493.26
Net cash flow generated from operating activities	-28,866,923.38	-6,356,393.60
2. Cash flow generated from investment activities:		
Cash from recovery of investments		
Cash from investment income		
Net cash received from disposal of fixed assets, intangible assets and other long-term assets		
Net cash received from disposal of subsidiaries and other business units		
Cash received from other investment activities		8,146,790.67
Cash inflow from investment activities subtotal		8,146,790.67
Cash paid for acquisition and installation of fixed assets, intangible assets and other long term assets		25,630.00
Cash paid for investments		
Net cash paid for acquiring subsidiaries and other operating entities		
Cash paid for other investment activities		300,000,000.00
Cash outflow from investment activities subtotal		300,025,630.00
Net cash generated from investment activities		-291,878,839.33

Item	Amount for the current period	Amount for the preceding period
3. Cash flow generated from financing activities:		
Cash received from investments		
Cash received from borrowings		
Cash received from other financing activities		
Cash inflow from financing activities — subtotal		
Cash paid for repayment of indebtedness		
Cash paid for distribution of dividends, profit or interest	15,491,766.00	5,067,990.00
Cash paid for other financing activities	21,516.34	7,038.87
Cash outflow from financing activities subtotal	15,513,282.34	5,075,028.87
Net cash flow generated from financing activities	-15,513,282.34	-5,075,028.87
4. Effects of changes in exchange rates on cash and cash equivalents	-2,437,071.27	-470,669.70
5. Net increase in cash and cash equivalents	-46,817,276.99	-303,780,931.50
Add: Balance of cash and cash equivalents at the beginning of the period	1,124,628,856.95	636,743,818.56
6. Balance of cash and cash equivalents at the end of the period	1,077,811,579.96	332,962,887.06

Legal representative: Huang Xiaowen

Person in charge of accounting: Deng Huangjun

Person in charge of the accounting department: Xu Hongwei

4.2 Audit report

Applicable Not applicable

By Order of the Board
COSCO SHIPPING Holdings Co., Ltd.
Guo Huawei
Company Secretary

Shanghai, the People's Republic of China
27 April 2018

As at the date of this announcement, the directors of the Company are Mr. HUANG Xiaowen¹ (Vice Chairman), Mr. WANG Haimin¹, Mr. MA Jianhua², Mr. ZHANG Wei (張為)¹, Mr. FENG Boming², Mr. ZHANG Wei (張煒)², Mr. CHEN Dong², Mr. YANG, Liang Yee Philip³, Mr. WU Dawei³, Mr. ZHOU Zhonghui³ and Mr. TEO Siong Seng³.

¹ *Executive Director*

² *Non-executive Director*

³ *Independent non-executive Director*

** For identification purpose only*