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COSCO SHIPPING ENERGY TRANSPORTATION CO., LTD.* **中遠海運能源運輸股份有限公司**

(A joint stock limited company incorporated in the People's Republic of China with limited liability)
(Stock Code: 1138)

First Quarterly Report of 2022

SUMMARY

This Report for the three months ended 31 March 2022 of the Group has been prepared in accordance with the regulations on Formatting Guide in Quarterly Reports for Listed Companies issued by the Shanghai Stock Exchange. This Report is published simultaneously in Shanghai and Hong Kong. All financial information set out in this Report is unaudited and prepared in accordance with the CAS.

This announcement is made pursuant to Rule 13.09(2)(a) and Rule 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 (Chapter 571 of the Laws of Hong Kong).

§1 IMPORTANT

- 1.1 This first quarterly report (the “**Report**”) for the three months ended 31 March 2022 (the “**Reporting Period**” or “**First Quarter of 2022**”) of COSCO SHIPPING Energy Transportation Co., Ltd. (the “**Company**”, together with its subsidiaries, the “**Group**”) has been prepared in accordance with the regulations on Formatting Guide in Quarterly Reports for Listed Companies issued by the Shanghai Stock Exchange. The Report is published simultaneously in Shanghai of the People's Republic of China (the “**PRC**”) and the Hong Kong Special Administrative Region (“**Hong Kong**”). All financial information set out in the Report is unaudited and prepared in accordance with the Accounting Standards for Business Enterprises in the PRC (the “**CAS**”).

- 1.2 The Company's board of directors (the "**Board**"), supervisory committee, directors ("**Directors**"), supervisors, and senior executives guarantee that the contents of the quarterly report are true, accurate, and complete, and that there are no false records, misleading statements or major omissions, and bear individual and joint legal responsibilities.
- 1.3 Ren Yongqiang, the person in charge of the company, and Tian Chao, the person in charge of accounting affairs, and Xu Yinsheng, the person in charge of the accounting department (accounting officer), guarantee the truthfulness, accuracy and completeness of the financial statements in the quarterly report.
- 1.4 The Company's first quarterly report has not been audited.

§2 PARTICULARS OF THE COMPANY

2.1 Principal financial data and statistics highlights

Items	<i>Unit: RMB</i>		
	For the three months ended 31 March 2022	Increase/Decrease (%) as compared with the three months ended 31 March 2021	
Revenue from operation (RMB)	3,477,722,215.51	13.02	
Net profit attributable to shareholders of the Company (RMB)	25,027,949.60	-92.70	
Net profit attributable to shareholders of the Company excluding non-recurring profit and loss (RMB)	26,398,691.65	-92.28	
Net cash flow from operating activities (RMB)	-327,897,846.48	-163.63	
Basic earnings per share (RMB)	0.0053	-92.63	
Diluted earnings per share (RMB)	0.0053	-92.63	
Rate of returns on net assets (weighted average) (%)	0.07	Decrease by 0.91 percent points	
Items	As at 31 March 2022	As at 31 December 2021	Increase/ Decrease (%)
Total assets (RMB)	59,737,257,754.29	59,388,937,772.69	0.59
Net assets attributable to shareholders of the Company (RMB)	28,602,929,357.31	28,591,045,391.65	0.04

2.2 Non-recurring profit and loss

Items	For the three months ended 31 March 2022
	Amount (RMB)
Profit or loss on disposal of non-current assets	-1,620,125.76
Other non-operating revenue and expenses	7,160.78
Minus: Income tax effect	-241,228.67
Minus: Minority interests effect (after tax)	-994.26
Total	-1,370,742.05

2.3 Changes in major accounting data and financial indicators and main reasons

For the three months ended 31 March 2022

Items	Change (%)	Main Reason
Net profit attributable to shareholders of the Company	-92.70	Due to the decrease in government subsidies related to income received during the Reporting Period
Net profit attributable to shareholders of the Company excluding non-recurring profit and loss	-92.28	Same as above
Basic earnings per share	-92.63	Same as above
Diluted earnings per share	-92.63	Same as above
Net cash flow from operating activities	-163.63	Although the cash inflow from operating activities increase by 70 million RMB year-on-year, the net cash flow from operating activities is -330 million RMB, which is mainly due to the decrease of 320 million RMB year-on-year in received subsidies and export tax rebate; generated payment of intertemporal fuel costs, epidemic prevention costs and other costs; the increase in fuel prices resulted in an increase in cash payments from operating activities.

§3 TOTAL NUMBER OF SHAREHOLDERS, THE SHAREHOLDING OF THE TOP 10 SHAREHOLDERS AND SHAREHOLDING OF THE TOP 10 SHAREHOLDERS WITHOUT ANY SELLING RESTRICTIONS AS AT THE END OF THE REPORTING PERIOD

Unit: share

Total number of shareholders 83,040

Name of shareholder (Full Name)	Number of shares (%)	Top 10 shareholders		Number of shares subject to pledge or lock up	Type of shareholders
		Shareholding (%)	Number of shares with selling restrictions		
China Shipping Group Company Limited ^{*(1)} (中國海運集團有限公司)	1,536,924,595	32.27	0	Nil	State-owned entity
HKSCC NOMINEES LIMITED ⁽²⁾	1,286,042,928	27.00	0	Unknown	Offshore entity
China COSCO SHIPPING Corporation Limited ^{*(1)} (中國遠洋海運集團有限公司)	619,426,195	13.01	601,719,197	Nil	State-owned entity
Central Huijin Assets Management Company Ltd.* (中央匯金資產管理有限責任 公司)	90,742,300	1.91	0	Nil	State-owned entity

Name of shareholder (Full Name)	Number of shares (%)	Top 10 shareholders		Number of shares with selling restrictions	Number of shares subject to pledge or lock up	Type of shareholders
		Shareholding (%)				
Dalian Shipbuilding Industry Group Co., Ltd.* ⁽³⁾ (大連船舶重工集團有限公司)	85,959,885	1.80		0	Nil	State-owned entity
Hong Kong Securities Clearing Company Limited	65,942,773	1.38		0	Nil	Offshore entity
China Construction Bank Co., Ltd. – Zhongou New Blue Chip Flexible Allocation of Hybrid Securities Investment Fund* (中國建設銀行股份有限公司- 中歐新藍籌靈活配置混合型)	44,903,872	0.94		0	Nil	Others
Hudong Zhonghua Shipbuilding (Group) Co., Ltd.* ⁽³⁾ (滬東中華 造船(集團)有限公司)	42,979,942	0.90		0	Nil	State-owned entity
Industrial Bank Co., Ltd. – Zhongou New Trend Equity Securities Investment Fund* (興業銀行股份有限公司-中歐 新趨勢股票型證券投資基金)	30,446,981	0.64		0	Nil	Others
Industrial Commercial Bank of China Ltd. – Zhongou Selected Flexible Allocation and Regular Open Hybrid Sponsored Securities Investment Fund* (中國工商銀行股份有限公司- 中歐精選靈活配置定期開放混 合型發起式證券投資基金)	25,630,090	0.54		0	Nil	Others

Top ten holders of shares in circulation without any selling restrictions⁽⁴⁾

Name of shareholder (full name)	Number of shares in circulation without any selling restrictions as at the end of the Reporting Period	Type of shares
China Shipping Group Company Limited* (中國海運集團有限公司)	1,536,924,595	RMB ordinary shares
HKSCC NOMINEES LIMITED	1,286,042,928	Overseas listed foreign shares
Central Huijin Assets Management Company Ltd.* (中央匯金資產管理有限責任公司)	90,742,300	RMB ordinary shares
Dalian Shipbuilding Industry Group Co., Ltd.* (大連船舶重工集團有限公司)	85,959,885	RMB ordinary shares
Hong Kong Securities Clearing Company Limited	65,942,773	RMB ordinary shares
China Construction Bank Co., Ltd. – Zhongou New Blue Chip Flexible Allocation of Hybrid Securities Investment Fund* (中國建設銀行股份有限公司-中歐新藍籌靈活配置混合型證券投資基金)	44,903,872	RMB ordinary shares
Hudong Zhonghua Shipbuilding (Group) Co., Ltd.* (滬東中華造船(集團)有限公司)	42,979,942	RMB ordinary shares
Industrial Bank Co., Ltd. – Zhongou New Trend Equity Securities Investment Fund (LOF) (興業銀行股份有限公司-中歐新趨勢股票型證券投資基金 (LOF))	30,446,981	RMB ordinary shares
Industrial Commercial Bank of China Ltd. – Zhongou Selected Flexible Allocation and Regular Open Hybrid Sponsored Securities Investment Fund* (中國工商銀行股份有限公司-中歐精選靈活配置定期開放混合型發起式證 券投資基金)	25,630,090	RMB ordinary shares
GF Fund – Agricultural Bank of China – GF CSI Financial Asset Management Plan* (廣發基金-農業銀行-廣發中證金融資產管理計劃)	24,879,500	RMB ordinary shares
Zhongou Fund – Agricultural Bank of China – Zhongou CSI Financial Asset Management Plan* (中歐基金-農業銀行-中歐中證金融資產管理計劃)	24,879,500	RMB ordinary shares

Description of related party relationships or concerted actions of the above shareholders:

- (1) As at 31 March 2022, China COSCO SHIPPING Corporation Limited* (“**COSCO SHIPPING**”) directly holds 619,426,195 A Shares of the Company. COSCO SHIPPING is the sole shareholder of China Shipping Group Company Limited (“**China Shipping**”) and therefore, COSCO SHIPPING, by itself and through its subsidiaries, is interested in 2,156,350,790 A shares of the Company in aggregate, representing approximately 45.28% of the total issued share capital of the Company as at 31 March 2022.
- (2) HKSCC NOMINEES LIMITED (香港中央結算(代理人)有限公司) holds H shares of the Company on behalf of customers of various securities firms in Hong Kong and other CCASS participants.
- (3) Dalian Shipbuilding Industry Group Co., Ltd.* (大連船舶重工集團有限公司) and Hudong Zhonghua Shipbuilding (Group) Co., Ltd.* (滬東中華造船(集團)有限公司) are both parties acting in concert.
- (4) Save as disclosed above, it is unknown whether concerted action relationship exist among the other shareholders.

§4 SIGNIFICANT EVENTS

Summary of analysis on the Group’s operating activities in the First Quarter of 2022

In the First Quarter of 2022, the global economy and oil demand remain in a sustained recovery phase after the outbreak of the COVID-19 epidemic. Global oil consumption in the First Quarter of 2022 was approximately 99 million barrels per day with a decrease by approximately 1.4% from the preceding quarter or an increase of 5% compared to the same period of 2021.

In respect of transportation demand, oil supply has not increased significantly against the backdrop of high oil prices. The Organization of the Petroleum Exporting Countries (“**OPEC**”) is still increasing production by 400,000 barrels per day monthly, while large U.S. shale oil companies are generally on a moderate recovery track. The tight oil supply condition has been complicated by market concerns about energy shortage, which has driven crude oil prices to fluctuate in the high range, with deep backwardation. Inventory replenishment did not commence yet.

In terms of transportation supply in the First Quarter of 2022, 70 oil tankers of 10,000 Deadweight Tonnage (“**DWT**”) and above, representing 8,103,000 DWT were delivered in total, 10 of which were Very Large Crude Carriers (“**VLCCs**”); 33 oil tankers of 10,000 DWT and above, representing 2,235,000 DWT or above were demolished, only one of which was VLCC. As of the end of the First Quarter of 2022, the proportion of VLCCs aged over 15 years was 24%, which is still at a historical high. With the approach of the new International Maritime Organization (“**IMO**”) Energy Efficiency Existing ship Index (“**EEXI**”) and the new Carbon Intensity Index (“**CII**”) regulations, old tankers with poor energy efficiency are expected to exit market more quickly. At the same time, the restraint of shipowners from contracting VLCC newbuilding orders will slow down the growth of VLCC supply in the future. The optimistic prospect on supply-side is still supportive for the recovery of the international oil transportation market.

In terms of freight rates, small and medium oil tankers saw their rates jump due to regional market conditions as VLCC freight rates rose slightly. In the First Quarter of 2022, the average time-charter equivalent (“TCE”) of the VLCC TD3C (Middle East-China) route was -7,348 USD/day, and the average TCE for Suezmax TD6 route (Black Sea-Mediterranean) was 40,709 USD/day.

For the First Quarter of 2022, the Group realized a tanker utilization of 2,080.5354 million tonne-days, representing an increase of 7.66% compared to the same period of 2021. Transportation volume (excluding time charters) was 457.358 million tonnes with a year-on-year increase of 14.78% and transportation turnover (excluding time charters) was 147.437 billion tonne-nautical miles with an increase of 24.55% compared to the same period of 2021. Performance of the oil tanker segment: Revenue amounted to RMB3.167 billion, representing an increase of 14.73% compared to the same period of 2021 and an increase 1.4% from the preceding quarter; operating costs amounted to RMB3.129 billion, representing an increase of 22.22% compared to the same period of 2021 and a decrease of 9.02% from the preceding quarter; gross profit margin for the first quarter was 1.19%, representing a decrease of 6.05 percentage points compared to the same period of 2021.

For the First Quarter of 2022, the Group realized a net profit of RMB106 million with an increase of RMB478 million from the preceding quarter (without taking impairment into account, same below), representing a decline of 73.65% compared to the same period of 2021. The net profit attributable to shareholders of the Company for the same period was RMB25 million with an increase of RMB483 million from the preceding quarter, representing a decline of 92.70% compared to the same period of 2021.

§5 APPENDIX

Consolidated Balance Sheet

Items	31 March 2022	31 December 2021
	<i>RMB</i>	<i>RMB</i>
Current assets		
Cash and cash equivalents	2,722,894,030.16	3,524,655,843.40
Notes receivable	151,766,204.64	1,200,000.00
Accounts receivable	712,392,475.83	368,282,409.39
Prepayments	342,690,817.56	364,409,146.03
Other receivables	393,657,049.57	265,457,209.99
Including: Dividends receivable		
Inventory	1,087,517,718.86	1,013,203,371.43
Contract assets	796,734,478.15	749,161,266.46
Non-current assets maturing within one year		27,912,204.28
Other current assets	136,321,174.90	171,850,126.19
Total current assets	6,343,973,949.67	6,486,131,577.17

Items	31 March 2022	31 December 2021
	<i>RMB</i>	<i>RMB</i>
Non-current assets		
Long-term receivables	1,218,887,964.47	1,197,618,170.22
Long-term equity investment	7,125,622,563.82	6,872,403,449.34
Investment in other equity instruments	484,527,683.58	506,239,622.43
Investment properties	10,386,872.00	10,386,872.00
Fixed assets	42,093,578,695.22	42,186,943,461.12
Construction in progress	1,434,356,430.97	1,082,949,450.64
Right-of-use assets	813,597,043.67	883,487,896.91
Intangible assets	42,248,902.31	42,769,164.84
Goodwill	73,324,705.01	73,324,705.01
Long-term deferred expenses	56,934,430.91	6,296,478.16
Deferred income tax asset	39,818,512.66	40,386,924.85
Total non-current assets	53,393,283,804.62	52,902,806,195.52
Total assets	59,737,257,754.29	59,388,937,772.69
Current liabilities		
Short-term borrowings	4,940,956,408.65	5,299,832,641.02
Notes payable		46,414,717.84
Accounts payable	2,274,131,142.13	1,734,129,515.72
Contract liabilities	3,905,930.05	23,736,629.61
Staff remuneration payable	330,417,476.40	496,156,959.44
Taxes payable	68,311,227.00	68,103,520.83
Other payables	372,988,121.86	414,153,777.09
Including: Interests payable		
Non-current liabilities maturing within one year	4,882,704,247.32	5,255,299,499.57
Total current liabilities	12,873,414,553.41	13,337,827,261.12
Non-current liabilities		
Long-term borrowings	13,507,749,353.55	12,667,077,064.68
Bonds payable		
Lease liabilities	1,205,344,190.63	1,329,583,531.76
Long-term payables	939,909,506.43	911,337,333.48
Long-term staff remuneration payable	187,515,562.68	181,586,609.05
Deferred income tax liabilities	553,261,044.21	483,138,577.62
Other non-current liabilities	451,249,152.78	556,104,898.74
Total non-current liabilities	16,845,028,810.28	16,128,828,015.33
Total liabilities	29,718,443,363.69	29,466,655,276.45

Items	31 March 2022 <i>RMB</i>	31 December 2021 <i>RMB</i>
Owners' equity (or shareholders' equity)		
Paid in capital (or share capital)	4,762,691,885.00	4,762,691,885.00
Capital reserve	11,925,447,518.11	11,924,618,640.46
Other comprehensive income	-614,127,626.36	-602,820,093.62
Specific reserve	6,546,845.94	9,212,174.79
Surplus reserve	2,877,436,346.44	2,877,436,346.44
Undistributed profit	9,644,934,388.18	9,619,906,438.58
Total equity attributable to owners of the parent company (or shareholders' equity)	28,602,929,357.31	28,591,045,391.65
Minority interests	1,415,885,033.29	1,331,237,104.59
Total owners' equity (or shareholders' equity)	30,018,814,390.60	29,922,282,496.24
Total liabilities and owners' equity (or shareholders' equity)	59,737,257,754.29	59,388,937,772.69

Company's Legal Representative: Mr. Ren Yongqiang

Person in charge of accounting: Mr. Tian Chao

Head of Accounting Office: Mr. Xu Yinsheng

Balance Sheet of the Company

Items	31 March 2022 <i>RMB</i>	31 December 2021 <i>RMB</i>
Current assets		
Cash and cash equivalents	826,608,522.78	837,264,377.81
Notes receivable	16,000,000.00	1,200,000.00
Accounts receivable	711,170,565.99	254,312,610.75
Prepayments	347,539,021.92	133,435,398.25
Other receivables	1,795,886,081.42	1,789,290,772.86
Including: Dividends receivable	718,997,467.57	724,662,399.02
Inventory	346,163,632.19	282,217,649.01
Contractual assets	108,644,982.34	93,856,089.20
Non-current assets maturing within one year	667,792,727.09	670,860,936.25
Other current assets		13,419,998.57
Total current assets	4,819,805,533.73	4,075,857,832.70
Non-current assets		
Long-term equity investment	22,071,483,394.22	21,752,419,184.93
Investment properties	170,421,096.00	170,421,096.00
Fixed assets	11,052,885,029.97	11,240,681,234.71
Construction in progress	284,892,970.34	92,431,031.88
Right-of-use assets	9,570,274,044.97	9,878,319,053.38
Intangible assets	9,421,534.97	10,033,030.32
Long-term deferred expenses	3,892,848.00	
Other non-current assets	1,745,755,000.00	2,040,223,958.34
Total non-current assets	44,909,025,918.47	45,184,528,589.56
Total assets	49,728,831,452.20	49,260,386,422.26
Current liabilities		
Short-term borrowings	452,345,850.88	453,114,007.15
Notes payable		46,414,717.84
Accounts payables	1,221,383,449.95	498,827,000.77
Receipts in advance	0	0
Contract liability	1,619,570.69	1,384,206.99
Staff remuneration payable	225,284,479.47	360,978,399.24
Taxes payable	23,041,975.67	3,791,324.38
Other payables	3,850,612,863.17	3,745,069,876.82
Including: Interests payable		
Non-current liabilities maturing within one year	3,925,183,916.48	3,900,514,029.24
Total current liabilities	9,699,472,106.31	9,010,093,562.43

Items	31 March 2022	31 December 2021
	<i>RMB</i>	<i>RMB</i>
Non-current liabilities		
Long-term borrowings	422,638,300.00	241,409,150.00
Lease liabilities	9,646,964,716.82	10,017,851,070.66
Long-term payables		0.00
Long-term staff remuneration payable	50,907,543.90	50,470,248.36
Deferred income tax liabilities	184,313,299.40	184,313,299.40
Total non-current liabilities	10,304,823,860.12	10,494,043,768.42
Total liabilities	20,004,295,966.43	19,504,137,330.85
Owners' equity (or shareholders' equity)		
Paid in capital (or share capital)	4,762,691,885.00	4,762,691,885.00
Capital reserve	12,169,818,154.33	12,168,989,276.83
Other comprehensive income	198,161,574.27	198,161,574.27
Special reserves	1,021,648.96	34,680.45
Surplus reserve	2,877,436,346.44	2,877,436,346.44
Undistributed profit	9,715,405,876.77	9,748,935,328.42
Total owners' equity (or shareholders' equity)	29,724,535,485.77	29,756,249,091.41
Total liabilities and owners' equity (or shareholders' equity)	49,728,831,452.20	49,260,386,422.26

Company's Legal Representative: Mr. Ren Yongqiang

Person in charge of accounting: Mr. Tian Chao

Head of Accounting Office: Mr. Xu Yinsheng

Consolidated Income Statement

Items	January-March 2022 RMB	January-March 2021 RMB
1. Total operating revenue	3,477,722,215.51	3,077,030,029.55
Including: Operating revenue	3,477,722,215.51	3,077,030,029.55
2. Total operating expense	3,629,309,036.32	3,118,601,241.99
Including: Operating expense	3,274,383,350.17	2,704,295,031.04
Business taxes and other surcharges	9,421,688.08	12,842,389.40
Sales expenses	6,957,730.60	5,811,818.04
Administrative expenses	149,575,362.86	186,506,765.50
R&D expenses	1,707,214.98	344,557.56
Financial expenses	187,263,689.63	208,800,680.45
Including: Interest expenses	190,192,597.74	215,232,642.80
Interest income	13,305,484.17	16,143,612.77
Add: Other gains	63,972,129.16	275,358,842.33
Investment income		
(“-” for investment loss)	253,219,114.48	241,988,499.43
Including: Investment income		
from associates and joint ventures	253,219,114.48	241,988,499.43
Credit impairment losses (“-” for loss)	16,153.63	4,692.24
Assets impairment loss (“-” for loss)	-7,939.99	8,730.15
Asset disposal proceeds (“-” for loss)	-1,620,125.76	599,986.89
3. Operating profit (“-” for operating loss)	163,992,510.71	476,389,538.60
Add: Non-operating revenue	9,866.25	24,860.43
Less: Non-operating expenses	2,705.47	5,575.34
4. Total profit (“-” for gross loss)	163,999,671.49	476,408,823.69
Less: Income tax	57,786,074.12	73,376,767.01
5. Net profit (“-” for net loss)	106,213,597.37	403,032,056.68
(1) Classified by sustainability		
a. Net profit from continuing operations		
(“-” for net loss)	106,213,597.37	403,032,056.68
(2) Classified by ownership		
a. Net profit attributable to equity holders		
of company (“-” for net loss)	25,027,949.60	342,651,167.11
b. Net profit attributable		
to minority shareholders	81,185,647.77	60,380,889.57

Items	January-March 2022 RMB	January-March 2021 RMB
6. Other comprehensive income after tax, net	-7,845,251.81	220,537,858.23
Other comprehensive income after tax attributable to owners of the parent company, net	-11,307,532.74	95,326,662.52
(1) Other comprehensive income that may not be subsequently reclassified into profit or	-8,304,816.61	26,625,900.96
a. Changes in fair value of other equity	-8,304,816.61	26,625,900.96
(2) Other comprehensive income that will be subsequently reclassified into profit or loss	-3,002,716.13	68,700,761.56
a. Other comprehensive income that will be subsequently reclassified into profit or loss under equity method	-9,882,876.21	-6,614,871.20
b. Reserves for cash flows hedges	51,955,441.64	71,036,317.83
c. Exchange difference on translation of financial statements in foreign currency	-45,075,281.56	4,279,314.93
Other comprehensive income after tax attributable to minority shareholders, net	3,462,280.93	125,211,195.71
7. Total comprehensive income	98,368,345.56	623,569,914.91
(1) Total comprehensive income attributable to owners of parent company	13,720,416.86	437,977,829.63
(2) Total comprehensive income attributable to minority shareholders	84,647,928.70	185,592,085.28
8. Earnings per share		
(1) Basic earnings per share (RMB per share)	0.0053	0.0719
(2) Diluted earnings per share (RMB per share)	0.0053	0.0719

Company's Legal Representative: Mr. Ren Yongqiang

Person in charge of accounting: Mr. Tian Chao

Head of Accounting Office: Mr. Xu Yinsheng

Income Statement of the Company

Items	January-March	January-March
	2022	2021
	RMB	RMB
1. Operating revenue	1,171,922,186.32	1,044,319,519.73
Less: Operating expenses	1,213,543,054.16	810,382,770.02
Business taxes and other surcharges	6,548,701.45	2,119,641.05
Sales expenses	6,957,730.60	5,811,818.04
Administrative expenses	87,812,843.67	126,465,518.75
R&D expenses	1,707,214.98	344,557.56
Financial expenses	80,126,451.81	34,163,659.98
Including: Interests expenses	118,382,401.58	37,406,965.28
Interests income	1,743,468.48	1,562,037.89
Add: Other gains	1,144,955.29	27,554,044.24
Investment income (“-” for investment loss)	190,089,537.16	176,394,093.50
Including: Investment income from associates and joint ventures	190,089,537.16	159,194,644.91
2. Operating profit (“-” for operating loss)	-33,539,317.90	268,979,692.07
Add: Non-operating revenue	9,866.25	0.00
3. Total profit (“-” for gross loss)	-33,529,451.65	268,979,692.07
4. Net profit (“-” for net loss)	-33,529,451.65	268,979,692.07
(1) Net profit from continuing operations (“-” for net loss)	-33,529,451.65	268,979,692.07
5. Total comprehensive income	-33,529,451.65	268,979,692.07
6. Earnings per share		
(1) Basic earnings per share (RMB per share)		
(2) Diluted earnings per share (RMB per share)		

Company’s Legal Representative: Mr. Ren Yongqiang

Person in charge of accounting: Mr. Tian Chao

Head of Accounting Office: Mr. Xu Yinsheng

Consolidated Cash Flow Statement

Items	January-March 2022 RMB	January-March 2021 RMB
1. Cash flows from operating activities		
Cash received from sales of goods and provision of services	3,020,328,254.82	2,730,635,962.17
Cash received from tax rebates	18,357,109.23	148,636,663.38
Cash received from other related operating activities	309,240,589.26	399,813,794.45
Subtotal of cash inflow from operating activities	3,347,925,953.31	3,279,086,420.00
Cash paid for goods and services	3,175,164,500.41	2,120,968,869.51
Cash paid to or on behalf of employees	317,969,443.59	520,138,984.85
Taxes paid	79,870,014.78	79,143,329.91
Other cash paid relating to operating activities	102,819,841.01	43,542,880.96
Subtotal of cash outflow from operating activities	3,675,823,799.79	2,763,794,065.23
Net cash flows from operating activities	-327,897,846.48	515,292,354.77
2. Cash flows from investing activities		
Cash received from disposal of investments	1,046,962.38	15,842,522.99
Other cash received relating to investing activities	4,516,221.08	
Subtotal of cash inflow from investing activities	5,563,183.46	15,842,522.99
Cash paid for purchase of fixed, intangible and other long-term assets	1,059,374,640.45	1,730,019,002.71
Cash paid for investment	104,898,752.29	
Subtotal of cash outflow from investing activities	1,164,273,392.74	1,730,019,002.71
Net cash flows from investing activities	-1,158,710,209.28	-1,714,176,479.72

Items	January-March 2022 RMB	January-March 2021 RMB
3. Cash flows from financing activities		
Absorb cash received from investment Including: cash received by the subsidiary from absorbing minority shareholders' investment		75,512,280.00
Cash received from borrowings	2,745,775,532.28	2,226,747,700.43
Subtotal of cash inflow from financing activities	2,745,775,532.28	2,302,259,980.43
Cash paid for payment of debts	1,993,456,363.87	2,593,714,106.50
Cash paid for distribution of dividends or profits and for interest expenses	104,153,318.04	181,561,598.08
Cash paid for other related financing activities	4,283,720.00	72,806,591.80
Subtotal of cash outflow from financing activities	2,101,893,401.91	2,848,082,296.38
Net cash flows from financing activities	643,882,130.37	-545,822,315.95
4. Effect on cash and cash equivalents from change of exchange rates	35,139,974.96	9,769,995.92
5. Net increase in cash and cash equivalents	-807,585,950.43	-1,734,936,444.98
Add: Balance of cash and cash equivalents at the beginning of the Reporting Period	3,522,612,511.21	4,869,962,525.66
6. Balance of cash and cash equivalents at the end of the Reporting Period	2,715,026,560.78	3,135,026,080.68

Company's Legal Representative: Mr. Ren Yongqiang

Person in charge of accounting: Mr. Tian Chao

Head of Accounting Office: Mr. Xu Yinsheng

Cash Flow Statement of the Company

Items	January-March 2022 RMB	January-March 2021 RMB
1. Cash flows from operating activities		
Cash received from sales of goods and provision of services	813,632,927.85	933,754,375.16
Cash received from tax rebates	18,357,109.23	13,222,930.89
Cash received from other related operating activities	317,182,212.23	533,120,023.88
Subtotal of cash inflow from operating activities	1,149,172,249.31	1,480,097,329.93
Cash paid for goods and services	815,302,204.20	691,700,528.39
Cash paid to or on behalf of employees	204,264,115.59	292,872,336.51
Taxes paid	21,913,417.68	5,847,074.98
Other cash paid relating to operating activities	270,668,438.95	236,651,258.15
Subtotal of cash outflow from operating activities	1,312,148,176.42	1,227,071,198.03
Net cash flows from operating activities	-162,975,927.11	253,026,131.90
2. Cash flows from investing activities		
Cash received from disposal of investments	285,301,500.00	0.00
Cash received from gains in investments	13,762,139.77	11,604,402.93
Subtotal of cash inflow from investing activities	299,063,639.77	11,604,402.93
Cash paid for purchase of fixed, intangible and other long-term assets	176,826,939.01	188,134,438.60
Cash paid for investment	140,000,000.00	234,000,000.00
Subtotal of cash outflow from investing activities	316,826,939.01	422,134,438.60
Net cash flows from investing activities	-17,763,299.24	-410,530,035.67
3. Cash flows from financing activities		
Cash received from borrowings	181,229,150.00	
Subtotal of cash inflow from financing activities	181,229,150.00	
Cash paid for payment of debts	3,940,000.00	1,013,987,000.00
Cash paid for distribution of dividends or profits and for interest expenses	2,939,114.95	4,200,260.00
Other cash payments relating to financing activities	896,816.09	
Subtotal of cash outflow from financing activities	7,775,931.04	1,018,187,260.00
Net cash flows from financing activities	173,453,218.96	-1,018,187,260.00

Items	January-March 2022 RMB	January-March 2021 RMB
4. Effect on cash and cash equivalents from change of exchange rates	-2,102,316.81	-707,862.29
5. Net increase in cash and cash equivalents	-9,388,324.20	-1,176,399,026.06
Add: Balance of cash and cash equivalents at the beginning of the Reporting Period	835,996,846.98	1,671,381,778.22
6. Balance of cash and cash equivalents at the end of the Reporting Period	826,608,522.78	494,982,752.16

Company's Legal Representative: Mr. Ren Yongqiang

Person in charge of accounting: Mr. Tian Chao

Head of Accounting Office: Mr. Xu Yinsheng

This announcement is made pursuant to Rule 13.09(2)(a) and Rule 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 (Chapter 571 of the Laws of Hong Kong). The A shares of the Company are listed on the Shanghai Stock Exchange, and the Shanghai Stock Exchange has required the Company to make an announcement similar to this announcement in Shanghai.

By order of the Board
COSCO SHIPPING Energy Transportation Co., Ltd.
Ren Yongqiang
Chairman

Shanghai, the PRC
29 April 2022

As at the date of this announcement, the Board of the Company comprises Mr. Ren Yongqiang and Mr. Zhu Maijin as executive Directors, Mr. Zhang Qinghai and Mr. Liu Zhusheng as non-executive Directors, Mr. Teo Siong Seng, Mr. Victor Huang, Mr. Li Runsheng, Mr. Zhao Jinsong and Mr. Wang Zuwen as independent non-executive Directors.

* *For identification purposes only*