

Consolidated Statement of Profit or Loss

	Audited FY2022 RMB'000	Unaudited FY2022 RMB'000	Variance FY2022 RMB'000	Change %	Note
Revenue	97,593	114,114	(16,521)	(14.5)	PL 1
Cost of sales	(84,181)	(100,610)	(16,429)	(16.3)	PL 2
Gross profit	13,412	13,504	(92)	(0.7)	
Other income	7,430	6,735	695	10.3	PL 3
Selling and distribution costs	—	—	—	—	
Administrative expenses	(10,719)	(11,066)	347	(3.1)	PL 4
Provision for contingent liabilities	3,132	—	3,132	N.M	PL 5
Other expenses	(2,410)	(1,801)	(609)	33.8	PL 6
Profit from operating activities	10,845	7,372	3,473	47.1	
Finance costs	(1,801)	(984)	(817)	83.0	PL 7
Share of profit of equity-accounted investees (net of tax)	25,026	20,738	4,288	20.7	PL 8
Profit before tax	34,070	27,126			
Tax expenses	(2,643)	(1,261)	1,382	109.6	PL 9
Profit for the year	31,427	25,865	5,562	21.5	
Profit attributable to:					
Owners of the Company	30,686	25,241	5,445	21.6	
Non-controlling interests	741	624	117	18.8	PL 10
Profit for the year	31,427	25,865	5,562	21.5	

Consolidated Statement of Comprehensive Income

	Audited FY2020 RMB'000	Unaudited FY2020 RMB'000	Variance FY2022 RMB'000	Change %	Note
Profit for the year	31,427	25,865	5,562	21.5	See above
Other comprehensive income					
Items that will not be reclassified to profit or loss					
	—	—			
Items that are or may be reclassified subsequently to profit or loss:					
	—	—			
Foreign currency translation differences	(214)	(223)	9	(4.0)	PL 11
Share of other comprehensive income of associated Company	4,062	4,026	36	0.9	PL 12
Other comprehensive income for the year, net of tax	3,848	3,803	—	—	
Total comprehensive income for the year	35,275	29,668	5,607	18.9	

CORRIGENDUM FOR FULL YEAR FINANCIAL STATEMENTS ANNOUNCEMENT FOR THE YEAR ENDED 31 DECEMBER 2022

Note	Amount	Explanation
	RMB'000	
PL 1.1	(5,250)	Due to offset sales and costs of sales from the same party amounting to RMB 5,250,000;
PL 1.2	(11,271)	Due to cut-off error of revenue and costs of sales amounting to RMB11,271,000
PL 1 - Total	(16,521)	
PL 2.1	5,250	(i) Due to offset sales and costs of sales from the same party amounting to RMB 5,250,000 (same as PL1.1)
PL 2.2	11,186	(ii) Due to cut-off error of revenue and costs of sales amounting to RMB 11,186,000;
PL 2.3	1,360	(iii) Due to reversal of amortised costs amounting to RMB1,360,000 Offset by:
PL 2.4	(1,139)	(iv) Additional depreciation of Rights-Of-Use ("ROU") assets amounting to RMB1,139,000 due to increase in new leases; and
PL 2.5	(228)	(v) Additional provision of FY2022 bonuses and reclassification from administrative expenses amounting to RMB228,000
PL 2 - Total	16,429	
PL 3	695	Reclassification of foreign exchange gain from other expenses to other income.
PL 4.1	278	(i) Due to reclassification from administrative expenses to costs of sales from FY2022 bonuses amounting to RMB278,000;
PL 4.2	700	(ii) Due to reversal of audit fees amounting to RMB700,000; and
PL 4.3	3	(iii) Due to additional depreciation of ROU assets under administrative expenses amounting to RMB3,000
PL 4.4	(634)	(iv) Due to additional provision of indirect taxes by a subsidiary of the Company.
PL 4- Total	347	
PL 5	3,132	Due to reversal of provision for contingent liabilities that was assessed to be adequate initially but subsequently required to be reversed.
PL 6.1	152	Due to reversal of accruals of audit fees at the Company level
PL 6.2	(66)	Due to additional provision of audit fees at the subsidiary level
PL 6.3	(695)	PL 3
PL 6 – Total	(609)	
PL 7	(817)	Due to under recording of finance costs relating to new lease liabilities that are not taken up previously
PL 8.1	(674)	Over recording of share of associated profits of Chengdu Derun, the associated company of Ranken Railway
PL 8.2	1,422	Under recording of share of associated profits of Chengdu Lugao, the associated company of Ranken Railway
PL 8.3	3,265	Over recording of expected credit loss for Ranken Railway in accordance with SFRS(I) 9.
PL 8.4	275	Under recording of net profits of Ranken Railway due to adjusted audited figures of Ranken Railway under PRC GAAP
PL 8 – Total	4,288	
PL 9	(1,382)	Adjustment to income tax expenses on a subsidiary of the Company.
PL 10	117	Adjustments affecting non-controlling interest.
PL 11	9	Adjustments made to reversal of accruals of audit fees at the Company level resulted in an adjustment to the foreign currency translation
PL 12	36	Adjustments made due to effects of adjustments in PL7 share of associated profits

Financial position for the Group

	Audited FY2022 RMB'000	Unaudited FY2022 RMB'000	Variance FY2022 RMB'000	Change %	Note
Assets					
Property, plant and equipment	57,324	33,302	24,022	72.1	BS 1
Associated company	417,827	413,503	4,324	1.0	BS 2
Total non-current assets	475,151	446,805	28,346	6.3	
Other investment	1,635	1,635	–	–	
Inventories	–	–	–	–	
Trade receivables	57,190	55,674	1,516	2.7	BS 3
Other receivables	36,870	38,590	(1,720)	(4.5)	BS 4
Restricted cash in Escrow Account	91,698	91,698			
Cash and cash equivalents	107,530	107,530	–	–	
Total current assets	294,923	295,127	(204)	(0.1)	
Total assets	770,074	741,932	28,142	3.8	
Equity					
Share capital	466,700	466,700	–	–	
Reserves	203,766	198,276	5,490	2.8	BS 5
Equity attributable to owners of the Company	670,466	664,976	5,490	2.8	
Non-controlling interests	11,335	11,218	117	1.0	BS 6
Total equity	681,801	676,194	5,607	0.8	
Liabilities					
Provisions	7,789	10,921	(3,132)	(28.7)	BS 7
Lease liabilities	26,390	–	26,390	N.M	BS 8
Total non-current liabilities	34,179	10,921	23,258	213.0	
Lease liabilities	1,705	1,060	645	60.8	BS 9
Trade payables	27,855	31,167	(3,312)	(10.6)	BS 10
Other payables	24,534	22,590	1,944	8.6	BS 11
Current tax liabilities	–	–	–		
Total current liabilities	55,094	54,814	(279)	(0.5)	
Total liabilities	89,273	65,735	23,538	34.3	
Total equity and liabilities	759,605	741,932	28,142	3.8	

CORRIGENDUM FOR FULL YEAR FINANCIAL STATEMENTS ANNOUNCEMENT FOR THE YEAR ENDED 31 DECEMBER 2022

Note	Amount	Explanation
	RMB'000	
BS 1.1	25,726	Under recording of new additional ROU assets
BS 1.2	(1,704)	Offset against depreciation pertaining to additional ROU assets
BS 1 – Total	24,022	
BS 2.1	4,288	As per PL 7
BS 2.2	35	As per PL 11
BS 2 – Total	4,323	
BS 3.1	776	Reclassification to trade receivables from other receivables of one subsidiary of the Company
BS 3.2	740	Due to adjustment of cutoff error resulting in the increase of trade receivables of one subsidiary of the Company
BS 3 – Total	1,516	
BS 4.1	(776)	As per BS 3.1
BS 4.2	(2,304)	Offsetting of other receivables with trade payables
BS 4.3	1,360	Due to reversal of amortised costs amounting to RMB1,360,000 (as per PL 2.3)
BS 4 - Total	(1,720)	
BS 5	5,490	Due to adjustments resulting in the increase in the total comprehensive income for the year amounting to RMB5,607,000 offset by adjustments made to non-controlling interests amounting to RMB117,000
BS 6	117	As per BS 5 and PL 10.
BS 7	(3,132)	As per PL 4, which is due to reversal of provision for contingent liabilities that was assessed to be adequate initially but subsequently required to be reversed.
BS 8	26,390	Under recording of lease liabilities (non-current) which corresponds to new additional ROU assets
BS 9	645	Under recording of lease liabilities (current) which corresponds to new additional ROU assets
BS 10.1	662	Due to cut-off error of costs of sales
BS 10.2	(2,306)	As per BS 4.2
BS 10.3	(1,060)	Reclassification to lease liabilities (current) from trade payables
BS 10.4	(608)	Reclassification to other payables
BS 10 - Total	(3,312)	

CORRIGENDUM FOR FULL YEAR FINANCIAL STATEMENTS ANNOUNCEMENT FOR THE YEAR ENDED 31 DECEMBER 2022

Note	Amount	Explanation
	RMB'000	
BS 11.1	(1,000)	BS 4.3
BS 11.2	608	BS 10.4
BS 11.3	578	Under recording of salary payables of a subsidiary of the Company
BS 11.4	66	As per PL 5.2
BS 11.5	58	Under recording of accruals of a subsidiary of the Company
BS 11 – Total	310	

Financial position for the Company

	Audited FY2022 RMB'000	Unaudited FY2022 RMB'000	Variance FY2022 RMB'000	Change %	Note
Assets					
Property, plant and equipment	50	50	–	–	
Subsidiaries	356,143	356,143	–	–	
Total non-current assets	356,193	356,193	–	–	
Other investment	1,635	1,635	–	–	
Other receivables	474	474	–	–	
Cash and cash equivalents	97,612	97,612	–	–	
Total current assets	99,721	99,721	–	–	
Total assets	455,914	455,914	–	–	
Equity					
Share capital	466,700	466,700	–	–	
Reserves	(24,593)	(24,753)	(160)	(0.6)	BS 12
Total equity	442,107	441,947	(160)	(0.6)	–
Other payables	13,807	13,967	(160)	(0.6)	BS 13
Total current liabilities	13,807	13,967	(160)	(0.6)	
Total liabilities	13,807	13,967	(160)	(0.6)	
Total equity and liabilities	455,914	455,914	–	–	

Note	Amount	Explanation
	RMB'000	
BS 12.1	(152)	PL 6.1
BS 12.2	(8)	PL 11
BS 12	(160)	
BS 13	(160)	As per BS 12.

Statement of cash flows for the Group

	Audited FY2022 RMB'000	Unaudited FY2022 RMB'000	Variance FY2022 RMB'000	Change %	Note
Operating activities					
Profit before tax	34,070	27,126	6,944	25.6	See PL
Adjustments for:					
Depreciation of property, plant and equipment	4,969	2,318	2,651	114.4	
Gain on disposal of property, plant and equipment, net	–	(267)	267	N.M	
Change in fair value of financial asset designated at fair value through profit or loss	1,368	1,368	–	–	
Interest income	(3,504)	(5,669)	(2,165)	(38.2)	
Interest expense	1,801	984	817	83.0	PL 7
Reversal of provision for contingent liabilities	(3,132)	–	(3,132)	N.M	PL 5
Share of profit of equity-accounted investees, net of tax	(25,026)	(20,738)	(4,288)	20.7	PL 8
Operating profit before working capital changes	10,546	5,122	5,424	105.9	
Changes in working capital:					
Inventories	229	229	–	–	
Trade and other payables	16,869	19,702	(2,833)	(14.4)	
Trade and other receivables	(10,587)	(33,791)	23,204	(68.7)	
Cash flows generated from/ (used in) operations	17,057	(8,738)	25,795	(295.2)	
Tax paid	(5,739)	(4,357)	(1,382)	31.7	
Net cash generated from/ (used in) operating activities	11,318	(13,095)	24,413	(186.4)	CF 1
Investing activities					
Interest received	3,504	5,669	(2,165)	(38.2)	
Payment for purchase of plant and equipment	(825)	(396)	(429)	108.3	
Proceeds from disposal of plant and equipment	–	781	(781)	(100.0)	
Loan to an associated company	(20,000)	–	(20,000)	N.M	
Loan to an unrelated party	(3,000)	–	(3,000)	N.M	
Net cash (used in)/generated from investing activities	(20,321)	6,054	(26,375)	(435.7)	CF 2
Financing activities					
Capital reduction in a subsidiary paid to non- controlling interest	(2,006)	(2,006)	–	–	
Amount owing to shareholders	1,584	–	1,584	N.M	
Interest paid	(1,801)	(984)	(817)	83.0	
Payment of finance lease liabilities	(248)	(1,011)	763	(75.5)	
Net cash (used in)/generated from financing activities	(2,471)	(4,001)	1,530	(38.2)	CF 3
Net decrease in cash and cash equivalents	(11,474)	(11,042)	(9)	0.1	
Cash and cash equivalents at beginning of the year	118,986	118,986	–	–	
Effect of exchange rate changes on the balances held in foreign currencies	18	(414)	9	2.2	
Cash and cash equivalents at end of the year	107,530	107,530	–	–	

Note	Amount	Explanation
	RMB'000	
CF 1.1	3,468	Mainly due to the adjustments in the depreciation of property, plant and equipment and adjustments to interest expense.
CF 1.2	(2,165)	Mainly due to the reclassification in interest income of the Company to foreign exchange gain.
CF 1.3	(1,518)	Reclassifications of receivables to payables.
CF 1.4	26,010	Due mainly to (i) Reclassification of loan to an associated company amounting to RMB20 million from operating activities to investing activities (ii) Reclassification of loan to an unrelated party amounting to RMB3 million from operating activities to investing activities (iii) Reclassification of payables to receivables.
CF 1.5	(1,382)	As per PL 8.
CF 1 - Total	24,413	
CF 2.1	(2,165)	As per CF 1.2
CF 2.2	(429)	Adjustments due to ROU assets and lease liabilities
CF 2.3	(781)	Due to absence of disposal of plant and equipment.
CF 2.4	(20,000)	Reclassification of loan to associated company from operating activities to investing activities
CF 2.5	(3,000)	Reclassification of loan to an unrelated party from operating activities to investing activities
CF 2 - Total	(26,375)	
CF 3.1	1,584	Reclassification of amount owing to shareholders from other payables resulted in cash inflow in financing activities.
CF 3.2	(817)	As per PL 6.
CF 3.3	763	As per CF 2.1.
CF 3 - Total	1,530	