

**CORRIGENDUM FOR FULL YEAR FINANCIAL STATEMENTS ANNOUNCEMENT FOR THE YEAR ENDED 31 DECEMBER 2020**

**Consolidated Statement of Profit or Loss**

	<b>Audited FY2020 RMB'000</b>	<b>Unaudited FY2020 RMB'000</b>	<b>Variance FY2020 RMB'000</b>	<b>Change %</b>	<b>Note</b>
Revenue	1,091,715	1,102,990	(11,275)	(1.0)	PL 1
Cost of sales	(998,490)	(1,008,983)	10,493	(1.0)	PL 2
<b>Gross profit</b>	<b>93,225</b>	<b>94,007</b>	(782)	(0.8)	
Other income	7,300	66,154	(58,854)	(89.0)	PL 4
Selling and distribution costs	(6,939)	(6,939)	–	–	
Administrative expenses	(47,431)	(47,177)	(254)	0.5	PL 5
Impairment losses on trade and other receivables and contract assets	(37,119)	(22,173)	(14,946)	67.4	PL 6
Other expenses	(9,790)	(8,694)	(1,096)	12.6	PL 7
<b>Profit from operating activities</b>	<b>(754)</b>	<b>75,178</b>	(75,932)	(101.0)	
Finance costs	(17,959)	(16,638)	(1,321)	7.9	PL 8
Share of profit of equity-accounted investees (net of tax)	16,848	7,434	9,414	126.6	PL 9
<b>Profit before tax</b>	<b>(1,865)</b>	<b>65,974</b>	(67,839)	(102.8)	
Tax expenses	(3,986)	(24,788)	20,802	(83.9)	PL 10
<b>Profit for the year before gain on disposal</b>	<b>(5,851)</b>	<b>41,186</b>	(47,037)	(114.2)	
Gain on disposal of a subsidiary	53,103	–	53,103	NM	PL 3
Tax expense	(16,933)	–	(16,933)	NM	PL 3A
<b>Post-tax gain on disposal of a subsidiary</b>	<b>36,170</b>	<b>–</b>	<b>36,170</b>	<b>NM</b>	
<b>Profit for the year</b>	<b>30,319</b>	<b>41,186</b>	(10,867)	(26.4)	
<b>Profit attributable to:</b>					
Owners of the Company	28,015	38,614	(10,599)	(27.4)	
Non-controlling interests	2,304	2,572	(268)	(10.4)	PL 11
<b>Profit for the year</b>	<b>30,319</b>	<b>41,186</b>	(10,867)	(26.4)	

**NB:** Please note that the audited results of the Group have been segregated into continuing operations and discontinued operations following the disposal of a controlling interest to Shangdong Hi-Speed Road and Bridge Investment Management Co., Ltd in October 2020. Please refer to the consolidated statement of comprehensive income as set out in Page 67 of our Annual Report for more details.

**CORRIGENDUM FOR FULL YEAR FINANCIAL STATEMENTS ANNOUNCEMENT FOR THE YEAR ENDED 31 DECEMBER 2020**

**Consolidated Statement of Comprehensive Income**

	<b>Audited FY2020 RMB'000</b>	<b>Unaudited FY2020 RMB'000</b>	<b>Variance FY2020 RMB'000</b>	<b>Change %</b>	<b>Note</b>
<b>Profit for the year</b>	<b>30,319</b>	<b>41,186</b>	<b>(10,867)</b>	<b>(26.4)</b>	See above
<b>Other comprehensive income Items that are or may be reclassified subsequently to profit or loss:</b>					
Foreign currency translation differences	661	661	—	—	
Share of other comprehensive income of associated Company	(691)	(691)	—	—	
Realisation of reserve upon disposal of a subsidiary	(3,276)	(3,276)	—	—	
<b>Other comprehensive (loss)/income for the year, net of tax</b>	<b>(3,306)</b>	<b>(3,306)</b>	—	—	
<b>Total comprehensive income for the year</b>	<b>27,013</b>	<b>37,880</b>	<b>(10,867)</b>	<b>(28.7)</b>	See above

**CORRIGENDUM FOR FULL YEAR FINANCIAL STATEMENTS ANNOUNCEMENT FOR THE YEAR ENDED 31 DECEMBER 2020**

Note	Amount	Items affecting Net assets of disposed subsidiary as of disposal date	Explanation
	RMB'000	RMB'000	
PL 1	(11,275)		To eliminate inter-company transactions between Jialong, Yilong and Ranken Railway before 28 October 2022. (PL 2.1)
PL 2.1	11,275		To eliminate inter-company transactions between Jialong, Yilong and Ranken Railway before 28 October 2022. (PL 1)
PL 2.2	(782)	(782)	To write down the carrying value of inventories to NRV for Guiyang Project.
PL 2 – Total	10,493		
PL 3.1	51,862		To separately disclose gain on disposal of a subsidiary on the face of the profit and loss account in accordance with SFRS(I) 5 (PL 4.6)
PL 3.2	1,241		Reclass transaction costs for disposal of subsidiary to other operating expenses (PL 7.4)
PL 3	53,103		To reclassify the actual gain on disposal of a subsidiary in accordance with SFRS(I) 5 as Pre-tax gain on disposal of a subsidiary after continuing and discontinued operations
PL 3A	(16,933)		Separate line disclosure for tax expense for disposal of a subsidiary (PL 10.4) in accordance with SFRS(I) 5 as the tax expense related to the disposal of a subsidiary after continuing and discontinued operations.
PL 4 – details are presented below			
PL 5.1	(103)	(103)	Due to under-recording of water and electricity expenses arising from early cut-off
PL 5.2	86	86	Over amortisation of guarantee fee
PL 5.3	(237)		Under accrual of corporate expenses
PL 5 – Total	(254)		
PL 6.1	(15,038)	(15,038)	Additional provision for Expected Credit Loss on Ranken Railway Group
PL 6.2	92		Reclassification (PL 4.5, PL 6.2, PL 7.2)
PL 6 – Total	(14,946)		
PL 7.1	(142)	(142)	Fixed assets written off
PL 7.2	72		Reclassification (PL 4.5, PL 6.2, PL 7.2)
PL 7.3	215		Over accrual of audit fees
PL 7.4	(1,241)		Reclass of transaction costs for disposal of subsidiary to other operating expenses (PL 3.2)
PL 7 – Total	(1,096)		

Note	Amount	Items affecting Net assets of disposed subsidiary as of disposal date	Explanation
	RMB'000	RMB'000	
PL 8.1	(407)	(407)	Under accrual of interest on lease liabilities
PL 8.2	(914)	(914)	Under accrual of loan interest
PL 8 – Total	(1,321)		
PL 9.1	(49)	(49)	Adjustment for share of profit of PPP project
PL 9.2	9,463		Adjustment for Group's share of Ranken Railway's profit for Nov and Dec 2020
PL 9 – Total	9,414		
PL 10.1	(3,406)	(3,406)	Under provision of income tax
PL 10.2	2,256	2,256	Recognition of deferred tax assets for additional Expected Credit Loss
PL 10.3	5,019		Over provision of income tax for the Transaction
PL 10.4	16,933		Separate line disclosure for tax expense for disposal of a subsidiary (PL 3A)
PL 10 – Total	20,802		
PL 11	(268)		Adjustments affecting non-controlling interests
PL 4.1	18,499	(18,499)	Total of above Items affecting Net assets of disposed subsidiary as at 28 Oct 2020
PL 4.2	(1,689)		Recording of contingent liabilities for guarantee given by KQR to Ranken Railway as of disposal date
PL 4.3	(23,716)		Reduction in the carrying value of associated company recognised at transaction date following the finalisation of the fair valuation of the retained interest in Ranken Railway.
PL 4.4	78		Movement in contingent liabilities for guarantee given by KQR to Ranken Railway for Nov and Dec 2020
PL 4.5	(164)		Reclassification (PL 6.2, PL 7.2)
PL 4.6	(51,862)		To separately disclose gain on disposal of a subsidiary on the face of the profit and loss account (PL 3.1) in accordance with SFRS(I) 5.
PL 4 – Total	(58,854)		

CORRIGENDUM FOR FULL YEAR FINANCIAL STATEMENTS ANNOUNCEMENT FOR THE YEAR ENDED 31 DECEMBER 2020

Financial position for the Group

	Audited FY2020 RMB'000	Unaudited FY2020 RMB'000	Variance FY2020 RMB'000	Change %	Note
<b>Assets</b>					
Property, plant and equipment	32,404	32,404	—	—	
Associated company	344,782	359,035	(14,253)	(4.0)	BS 1
Restricted cash in an Escrow Account	35,698	—	35,698	NM	BS 2
<b>Total non-current assets</b>	<b>412,884</b>	<b>391,439</b>	<b>21,445</b>	<b>5.5</b>	
Other investment	2,316	2,316	—	—	
Inventories	1,517	1,517	—	—	
Contract assets	6,271	6,271	—	—	
Trade receivables	18,565	18,565	—	—	
Other receivables	119,526	119,640	(114)	(0.1)	BS 3
Cash and cash equivalents	170,909	206,607	(35,698)	(17.3)	BS 4
<b>Total current assets</b>	<b>319,104</b>	<b>354,916</b>	<b>(35,812)</b>	<b>(10.1)</b>	
<b>Total assets</b>	<b>731,988</b>	<b>746,355</b>	<b>(14,367)</b>	<b>(1.9)</b>	
<b>Equity</b>					
Share capital	466,700	466,700	—	—	
Reserves	139,044	149,694	(10,650)	(7.1)	BS 5
Equity attributable to owners of the Company	605,744	616,394	(10,650)	(1.7)	
Non-controlling interests	11,895	12,112	(217)	(1.8)	BS 6
<b>Total equity</b>	<b>617,639</b>	<b>628,506</b>	<b>(10,867)</b>	<b>(1.7)</b>	
<b>Liabilities</b>					
Provisions	6,517	4,906	1,611	32.8	BS 7
<b>Total non-current liabilities</b>	<b>6,517</b>	<b>4,906</b>	<b>1,611</b>	<b>32.8</b>	
Trade payables	18,058	18,058	—	—	
Other payables	70,416	70,508	(92)	(0.1)	BS 8
Current tax liabilities	19,358	24,377	(5,019)	(20.6)	BS 9
<b>Total current liabilities</b>	<b>107,832</b>	<b>112,943</b>	<b>(5,111)</b>	<b>(4.5)</b>	
<b>Total liabilities</b>	<b>114,349</b>	<b>117,849</b>	<b>(3,500)</b>	<b>(3.0)</b>	
<b>Total equity and liabilities</b>	<b>731,988</b>	<b>746,355</b>	<b>(14,367)</b>	<b>(1.9)</b>	

**CORRIGENDUM FOR FULL YEAR FINANCIAL STATEMENTS ANNOUNCEMENT FOR THE YEAR ENDED 31 DECEMBER 2020**

Note	Amount	Explanation
	<b>RMB'000</b>	
BS 1.1	(23,716)	Reduction in the carrying value of associated company recognised at transaction date following the finalisation of the valuation of the retained interest in Ranken Railway (PL 4.3)
BS 1.2	9,463	Adjustment for Group's share of Ranken Railway's profit for Nov and Dec 2022 (PL 9.2)
BS 1 – Total	(14,253)	
BS 2	35,698	Reclassified under “non-current portion” in the consolidated statement of financial position as the amount has to be held in escrow in the Escrow Account until certain financial conditions are met and subject to SGX-ST's approval for the Company to cease such escrow arrangement, which is expected to be more than 12 months (BS 4)
BS 3	(114)	Reclassification (BS 8.1)
BS 4	(35,698)	Reclassified under “non-current portion” in the consolidated statement of financial position as the amount has to be held in escrow in the Escrow Account until certain financial conditions are met and subject to SGX-ST's approval for the Company to cease such escrow arrangement, which is expected to be more than 12 months (BS 2)
BS 5.1	(10,599)	Adjustment to profit attributable to owners of the Company (See PL)
BS 5.2	(51)	Adjustment to changes in non-controlling interests arising from restructuring without change in control disclosed in the consolidated statement of changes in equity (BS 6.2)
BS 5 – Total	(10,650)	
BS 6.1	(268)	Adjustments affecting non-controlling interests (PL 11)
BS 6.2	51	Adjustment to changes in non-controlling interests arising from restructuring without change in control disclosed in the consolidated statement of changes in equity (BS 5.2)
BS 6 - Total	(217)	
BS 7.1	1,689	Recording of contingent liabilities for guarantee given by KQR to Ranken Railway as of disposal date (PL 4.2)
	(78)	Movement in contingent liabilities for guarantee given by KQR to Ranken Railway for Nov and Dec 2020 (PL 4.4)
BS 7 – Total	1,611	
BS 8.1	(114)	Reclassification (BS 3)
BS 8.2	237	Under accrual of corporate expenses (PL 5.3)
BS 8.3	(215)	Over accrual of audit fees (PL 7.3)
BS 8 – Total	(92)	
BS 9	(5,019)	Over provision of income tax for the Transaction (PL 10.3)

CORRIGENDUM FOR FULL YEAR FINANCIAL STATEMENTS ANNOUNCEMENT FOR THE YEAR ENDED 31 DECEMBER 2020

Financial position for the Company

	Audited FY2020 RMB'000	Unaudited FY2020 RMB'000	Variance FY2020 RMB'000	Change %	Note
<b>Assets</b>					
Property, plant and equipment	56	56	—	—	
Subsidiaries	430,472	430,472	—	—	
<b>Total non-current assets</b>	<b>430,528</b>	<b>430,528</b>	<b>—</b>	<b>—</b>	
Other investment	2,316	2,316	—	—	
Other receivables	424	418	6	1.4	BS 10
Cash and cash equivalents	214	214	—	—	
<b>Total current assets</b>	<b>2,954</b>	<b>2,948</b>	<b>6</b>	<b>0.2</b>	
<b>Total assets</b>	<b>433,482</b>	<b>433,476</b>	<b>6</b>	<b>—</b>	
<b>Equity</b>					
Share capital	466,700	466,700	—	—	
Reserves	(40,280)	(40,258)	(22)	0.1	BS 11
<b>Total equity</b>	<b>426,420</b>	<b>426,442</b>	<b>(22)</b>	<b>—</b>	
Other payables	7,062	7,034	28	0.4	BS 12
<b>Total current liabilities</b>	<b>7,062</b>	<b>7,034</b>	<b>28</b>	<b>0.4</b>	
<b>Total liabilities</b>	<b>7,062</b>	<b>7,034</b>	<b>28</b>	<b>0.4</b>	
<b>Total equity and liabilities</b>	<b>433,482</b>	<b>433,476</b>	<b>6</b>	<b>—</b>	

Note	Amount RMB'000	Explanation
BS 10	6	Reclassification (BS 12.1)
BS 11	(22)	Adjustment to profit attributable to owners of the Company (See PL)
BS 12.1	6	Reclassification (BS 10)
BS 12.2	237	Under accrual of corporate expenses (PL 5.3)
BS 12.3	(215)	Over accrual of audit fees (PL 7.3)
BS 12 –Total	28	

**CORRIGENDUM FOR FULL YEAR FINANCIAL STATEMENTS ANNOUNCEMENT FOR THE YEAR ENDED 31 DECEMBER 2020**

**Statement of cash flows for the Group**

	<b>Audited FY2020 RMB'000</b>	<b>Unaudited FY2020 RMB'000</b>	<b>Variance FY2020 RMB'000</b>	<b>Change %</b>	<b>Note</b>
<b>Operating activities</b>					
Profit before tax	51,238	65,974	(14,736)	(22.3)	See PL
Non-cash items and changes in working capital	(72,785)	(108,912)	36,127	(33.2)	
<b>Net cash used in operating activities</b>	<b>(21,547)</b>	<b>(42,938)</b>	<b>21,391</b>	<b>(49.8)</b>	<b>CF 1</b>
<b>Net cash generated from/ (used in) investing activities</b>	<b>16,779</b>	<b>(23,140)</b>	<b>39,919</b>	<b>NM</b>	<b>CF 1</b>
<b>Net cash generated from/ (used in) financing activities</b>	<b>5,532</b>	<b>(26,472)</b>	<b>32,004</b>	<b>NM</b>	<b>CF 1</b>
<b>Net increase/(decrease) in cash and cash equivalents</b>	<b>764</b>	<b>(92,550)</b>	<b>93,314</b>	<b>NM</b>	
Cash and cash equivalents at beginning of the year	169,341	169,341	–	–	
Effect of exchange rate changes on the balances held in foreign currencies	804	810	(6)	(0.7)	CF 1
<b>Cash and cash equivalents at end of the year</b>	<b>170,909</b>	<b>77,601</b>	<b>93,308</b>	<b>120.6</b>	<b>CF 2</b>

<b>Note</b>	<b>Amount RMB'000</b>	<b>Explanation</b>
CF 1	Total amount 93,308	Re-classification between operating, investing and financing activities mainly due to adjustments arising from the finalisation of Ranken Railway audited accounts for the period ended 31 October 2020, with no cash impact, except for CF 2.
CF 2	93,308	Increase in cash and cash equivalent as the Dividend Allocation Sum forms part of the Group's cash and cash equivalents as at the balance sheet date as there is no restriction placed on the timing of the declaration of such dividends.



**CORRIGENDUM FOR FULL YEAR FINANCIAL STATEMENTS ANNOUNCEMENT FOR THE YEAR ENDED 31 DECEMBER 2020**

<b>For the 12 months ended 31 December 2020</b>					
	<b>Audited</b>	<b>Unaudited</b>	<b>Variance</b>	<b>Change</b>	
Basic earnings per share (RMB cents)	6.87	9.47	(2.6)	(27.5)	A
Diluted earnings per share (RMB cents)	6.87	9.47	(2.6)	(27.5)	A
A Decrease due to lower profit attributable to owners of Company (see PL). No change in Weighted average number of shares.					
<b>Group as at 31 December 2020</b>					
	<b>Audited</b>	<b>Unaudited</b>	<b>Variance</b>	<b>Change</b>	
Net asset value per ordinary share (RMB cents)	148.62	151.23	(2.61)	(1.7)	B
<b>Company as at 31 December 2020</b>					
	<b>Audited</b>	<b>Unaudited</b>	<b>Variance</b>	<b>Change %</b>	<b>Note</b>
Net asset value per ordinary share (RMB cents)	104.62	104.63	(0.01)	(0.01)	C
B Decrease due to lower net assets (equity attributable to owner of the Company) (see Group's balance sheet). No change in Number of shares in issue.					
C Decrease due to lower net assets (Total equity) (see Company's balance sheet). No change in Number of shares in issue.					