



广深铁路股份有限公司
GUANGSHEN RAILWAY COMPANY LIMITED

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

(Stock Code: 00525)

OVERSEAS REGULATORY ANNOUNCEMENT THIRD QUARTERLY REPORT FOR 2020

In accordance with the requirements of the China Securities Regulatory Commission (“CSRC”), Guangshen Railway Company Limited (the “Company”) is required to issue a third quarterly report.

The financial information set out in this quarterly report has not been audited, and has been prepared in accordance with the PRC Enterprise Accounting Standards.

This announcement is made in accordance with Rule 13.09(2)(a) and 13.10B of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited.

I. IMPORTANT NOTICE

- 1.1 The board of directors, supervisory committee, directors, supervisors and senior management of the Company warrant that the contents of this quarterly report are authentic, accurate and complete, and there are no misrepresentations or misleading statements contained in or material omissions from this quarterly report, and severally and jointly accept the related legal responsibility.
- 1.2 All directors of the Company attended the meeting of the board of directors to consider this quarterly report.
- 1.3 Mr. Wu Yong, Chairman of the Company, Mr. Hu Lingling, General Manager, Mr. Luo Xinpeng, Chief Accountant and Mr. Liu Qiyi, Chief of Finance Department hereby declare that the authenticity, accuracy and completeness of the financial statements contained in this quarterly report are warranted.
- 1.4 The financial statements contained in the Company’s third quarterly financial report for 2020 have not been audited.

II. THE OVERALL INFORMATION OF THE COMPANY

2.1 Principal financial information

Unit: ¥ Currency: RMB

	At the end of this reporting period	At the end of last year	Increase/decrease at the end of the reporting period as compared with the end of last year (%)
Total assets	35,990,788,727	36,893,133,065	(2.45)
Net assets attributable to shareholders of listed company	27,633,931,302	29,175,727,345	(5.28)
	From the beginning of the year to the end of the reporting period (Jan-Sep)	From the beginning of last year to the end of the reporting period of last year (Jan-Sep)	Increase/decrease as compared with the same period of last year (%)
Net cash flow from operating activities	1,063,060,722	2,204,810,193	(51.78)
	From the beginning of the year to the end of the reporting period (Jan-Sep)	From the beginning of last year to the end of the reporting period of last year (Jan-Sep)	Increase/decrease as compared with the same period of last year (%)
Revenues from operation	11,548,681,016	15,613,384,504	(26.03)
Net profit attributable to shareholders of listed company	(1,116,783,823)	874,807,573	(227.66)
Net profit attributable to shareholders of listed company after extraordinary gain or loss	(1,098,362,314)	877,491,883	(255.17)
Weighted average return on net assets (%)	(3.92)	3.00	Decrease by 6.92 percentage point
Basic earnings per share (¥/share)	(0.158)	0.123	(228.46)
Diluted earnings per share (¥/share)	(0.158)	0.123	(228.46)

Note: Return on net assets represents the difference between the amounts of “Increase/decrease as compared with the same period of last year (%)”.

Extraordinary gain or loss items and amounts

Applicable Not applicable

Unit: ¥ Currency: RMB

Items	Amount for the period (Jul-Sep)	Amount from the beginning of the year to the end of the reporting period (Jan-Sep)
Gain or loss on disposal of non-current assets	(13,473,420)	(33,729,006)
Government grants included in profit or loss for the period, other than government grants closely related to the normal operation of the Company and granted on an on-going basis in accordance with specific standard amount or quantity in compliance with national policies	1,406,853	12,263,065
Reversal of provisions for impairment of receivables and contract assets individually subjected to impairment test	—	77,950
Other non-operating income and expenses other than aforesaid items	1,034,681	2,356,430
Effect of minority interests (after tax)	30,139	(4,550)
Effect of income tax	204,867	614,602
Total	(10,796,880)	(18,421,509)

Note: Extraordinary losses are expressed in negative figures.

2.2 Total number of shareholders, shareholding of top ten shareholders and top ten shareholders holding shares without selling restrictions at the end of the reporting period

Unit: Shares

Total number of shareholders (Number)	210,341					
Shareholding of top ten shareholders						
Name of shareholders (Full name)	Number of shares held at the end of the period	Percentage (%)	Number of shares with selling restrictions held	Subject to pledge or frozen		Nature of shareholder
				Status of shares	Number	
China Railway Guangzhou Group Co., Ltd.	2,629,451,300	37.12	—	None	—	State-owned legal person
HKSCC NOMINEES LIMITED (Note)	1,521,689,208	21.48	—	Unknown	—	Foreign legal person
Lin Naigang	124,000,000	1.75	—	Unknown	—	Domestic natural person
Central Huijin Asset Management Co., Ltd.	85,985,800	1.21	—	Unknown	—	State-owned legal person
China Securities Finance Corporation Limited	53,883,592	0.76	—	Unknown	—	State-owned legal person
Li Haihong	29,013,200	0.41	—	Unknown	—	Domestic natural person
Harvest Fund — Agricultural Bank of China — Harvest CSI Financial Asset Management Plan	28,101,600	0.40	—	Unknown	—	Other
Yinhua Fund — Agricultural Bank of China — Yinhua CSI Financial Asset Management Plan	26,814,300	0.38	—	Unknown	—	Other
Zhongou Fund — Agricultural Bank of China — Zhongou CSI Financial Asset Management Plan	26,436,800	0.37	—	Unknown	—	Other
China Southern Fund — Agricultural Bank of China — China Southern CSI Financial Asset Management Plan	24,907,300	0.35	—	Unknown	—	Other

Shareholding of top ten shareholders holding shares without selling restrictions			
Name of shareholders	Number of shares held without selling restrictions	Class and number of shares	
		Class	Number
China Railway Guangzhou Group Co., Ltd.	2,629,451,300	Renminbi-denominated ordinary shares	2,629,451,300
HKSCC NOMINEES LIMITED <i>(Note)</i>	1,521,689,208	Renminbi-denominated ordinary shares	104,466,909
		Overseas listed foreign shares	1,417,222,299
Lin Naigang	124,000,000	Renminbi-denominated ordinary shares	124,000,000
Central Huijin Asset Management Co., Ltd	85,985,800	Renminbi-denominated ordinary shares	85,985,800
China Securities Finance Corporation Limited	53,883,592	Renminbi-denominated ordinary shares	53,883,592
Li Haihong	29,013,200	Renminbi-denominated ordinary shares	29,013,200
Harvest Fund — Agricultural Bank of China — Harvest CSI Financial Asset Management Plan	28,101,600	Renminbi-denominated ordinary shares	28,101,600
Yinhua Fund — Agricultural Bank of China — Yinhua CSI Financial Asset Management Plan	26,814,300	Renminbi-denominated ordinary shares	26,814,300
Zhongou Fund — Agricultural Bank of China — Zhongou CSI Financial Asset Management Plan	26,436,800	Renminbi-denominated ordinary shares	26,436,800
China Southern Fund — Agricultural Bank of China — China Southern CSI Financial Asset Management Plan	24,907,300	Renminbi-denominated ordinary shares	24,907,300
Statement regarding connected relationship or concerted action of the above shareholders	The Company is unaware whether the above shareholders are connected or concerted parties as defined in Measures on Administration of Acquisitions of Listed Companies		

Note: 104,466,909 A shares and 1,417,222,299 H shares of the Company were held by HKSCC NOMINEES LIMITED in the capacity of various clients.

2.3 Total number of preference shareholders, shareholding of top ten preference shareholders and top ten preference shareholders holding shares without selling restrictions at the end of the reporting period

Applicable Not applicable

III. SIGNIFICANT EVENTS

3.1 Significant changes of key accounting items and financial indicators and reasons for changes

Applicable Not applicable

Unit: ¥ Currency: RMB

Balance Sheet	Items	30 Sep 2020	31 Dec 2019	Movement (%)	Major reason analysis
(1)	Bills receivables	946,500	99,949,919	(99.05)	The transfer of bank acceptance bills by endorsement.
(2)	Other receivables	151,323,528	244,904,290	(38.21)	The decrease in advances receivables.
(3)	Other current assets	26,147,300	101,317,107	(74.19)	The decrease in deductible VAT input tax.
(4)	Deferred income tax assets	611,349,068	291,249,981	109.91	The increase in deductible losses.
(5)	Contract liabilities	252,878,134	458,819,933	(44.89)	The decrease in advance payments from transportation services.
(6)	Staff remuneration payable	758,541,589	249,029,750	204.60	The delayed payment of social insurance premiums and housing provident fund.
(7)	Tax payable	71,534,249	360,328,262	(80.15)	The decrease in the enterprise income tax and VAT.
(8)	Other payables	1,600,326,258	1,158,619,562	38.12	The outstanding payment of a portion of the declared final cash dividend of 2019, and the delayed payment of social insurance premiums and housing provident fund.

Profit Statement	Items	Jan-Sep 2020	Jan-Sep 2019	Movement (%)	Major reason analysis
(1)	Revenues from operation	11,548,681,016	15,613,384,504	(26.03)	The significant decrease in passenger traffic volume of the Company under the impact of the COVID-19 outbreak during the reporting period.
(2)	Income tax expenses	(320,702,731)	300,927,962	(206.57)	The significant decrease in operating revenue of the Company, and consequently the total profit under the impact of the COVID-19 outbreak during the reporting period.
(3)	Net profit attributable to shareholders of the parent	(1,116,783,823)	874,807,573	(227.66)	The significant decrease in operating revenue of the Company under the impact of the COVID-19 outbreak during the reporting period, where such decrease was greater than the decrease in operating cost.

Cash Flow Statement	Items	Jan-Sep 2020	Jan-Sep 2019	Movement (%)	Major reason analysis
(1)	Net cash flows from operating activities	1,063,060,722	2,204,810,193	(51.78)	The decrease in operating revenue which resulted in decrease in sales of goods and decrease in cash received from provision of services.
(2)	Net cash flows from investing activities	(808,838,610)	(1,672,399,697)	(51.64)	The decrease in purchasing and construction costs of fixed assets.
(3)	Net cash flows from financing activities	(311,627,703)	(425,012,220)	(26.68)	The outstanding payment of a portion of the declared cash dividend of 2019.

3.2 Progress and impact of significant events and analysis and explanations for solutions

Applicable Not applicable

3.3 Commitments which have not been fulfilled during the reporting period

Applicable Not applicable

3.4 Warning and description of forecast of cumulative net profit (for the period from the beginning of the year to the end of the next reporting period) to be at loss or with significant change as compared with the same period last year

Applicable Not applicable

As the novel coronavirus (“COVID-19”) pandemic had material adverse impact on the production and operation of the Company, losses were recorded in the operating results of the Company for the period from January to September 2020.

Up to date, the pandemic in the PRC is under effective control, the economic order in the PRC is under recovery, and the transportation and production of the Company gradually returned to normal, but considering the global spread of COVID-19, and the implementation of the pandemic prevention and control measure of “guarding against imported cases and preventing a resurgence of local outbreak” in the PRC, the Company expected that the COVID-19 pandemic will continue to have adverse impact on its production and operation, and may lead to a material change in the recurring gain or loss of the Company for the year 2020 as compared with the same period last year.

Name of Company	Guangshen Railway Company Limited
Legal Representative	Wu Yong
Date	28 October 2020

IV. APPENDIX

4.1 FINANCIAL STATEMENTS

Combined Balance Sheet

30 September 2020

Prepared by: Guangshen Railway Company Limited Unit: ¥ Currency: RMB Audit type: Unaudited

Items	30 September 2020	31 December 2019
Current assets:		
Bank balances and cash	1,724,928,013	1,562,333,604
Bills receivables	946,500	99,949,919
Trade receivables	4,119,949,625	4,402,133,906
Prepayments	13,474,624	19,855,707
Other receivables	151,323,528	244,904,290
Inventories	239,038,349	271,258,897
Assets held for sale	2,183,207	2,183,207
Other current assets	26,147,300	101,317,107
Total current assets	6,277,991,146	6,703,936,637
Non-current assets:		
Long-term receivables	24,378,848	26,103,094
Long-term equity investments	191,632,055	174,686,598
Investment in other equity instruments	377,631,199	351,044,729
Fixed assets	22,320,048,042	23,565,450,683
Constructions-in-progress	2,837,175,498	2,378,973,743
Right-of-use assets	1,153,834,324	1,163,867,666
Intangible assets	1,835,195,837	1,874,380,483
Goodwill	281,254,606	281,254,606
Long-term prepaid expenses	36,905,447	40,807,461
Deferred income tax assets	611,349,068	291,249,981
Other non-current assets	43,392,657	41,377,384
Total non-current assets	29,712,797,581	30,189,196,428
Total assets	35,990,788,727	36,893,133,065

Combined Balance Sheet (Continued)

30 September 2020

Prepared by: *Guangshen Railway Company Limited* Unit: ¥ Currency: RMB Audit type: Unaudited

Items	30 September 2020	31 December 2019
Current liabilities:		
Trade payables	3,387,088,840	3,340,689,092
Receipts in advance	980,152,250	851,066,286
Contract liabilities	252,878,134	458,819,933
Staff remuneration payable	758,541,589	249,029,750
Tax payable	71,534,249	360,328,262
Other payables	1,600,326,258	1,158,619,562
Non-current liabilities due within one year	58,490,000	58,490,000
Total current liabilities	7,109,011,320	6,477,042,885
Non-current liabilities:		
Lease liabilities	1,117,301,709	1,117,935,570
Deferred income	106,549,193	97,466,546
Deferred income tax liabilities	59,535,740	61,405,283
Total non-current liabilities	1,283,386,642	1,276,807,399
Total liabilities	8,392,397,962	7,753,850,284
Owners' equity (or shareholders' equity):		
Paid-in capital (or share capital)	7,083,537,000	7,083,537,000
Capital reserves	11,562,657,448	11,562,657,448
Other comprehensive income	181,940,940	181,940,940
Surplus reserves	3,084,484,726	3,084,484,726
Retained earnings	5,721,311,188	7,263,107,231
Total equity attributable to owners of the parent (or shareholders' equity)	27,633,931,302	29,175,727,345
Minority interests	(35,540,537)	(36,444,564)
Total owners' equity (or shareholders' equity)	27,598,390,765	29,139,282,781
Total liabilities and owners' equity (or shareholders' equity)	35,990,788,727	36,893,133,065

Chairman: *Wu Yong* General Manager: *Hu Lingling* Chief Accountant: *Luo Xinpeng* Chief of Finance Department: *Liu Qiyi*

Company Balance Sheet

30 September 2020

Prepared by: Guangshen Railway Company Limited Unit: ¥ Currency: RMB Audit type: Unaudited

Items	30 September 2020	31 December 2019
Current assets:		
Bank balances and cash	1,724,924,398	1,562,323,909
Bills receivables	946,500	99,949,919
Trade receivables	4,107,390,501	4,393,433,930
Prepayments	13,452,178	19,830,662
Other receivables	280,016,465	350,263,922
Inventories	235,171,049	266,664,321
Assets held for sale	2,183,207	2,183,207
Other current assets	24,452,240	100,341,547
Total current assets	6,388,536,538	6,794,991,417
Non-current assets:		
Long-term receivables	24,378,848	26,103,094
Long-term equity investments	274,163,514	257,218,057
Investment in other equity instruments	375,913,320	349,326,850
Fixed assets	22,248,659,844	23,490,556,576
Constructions-in-progress	2,837,175,498	2,378,973,743
Right-of-use assets	1,153,834,324	1,163,867,666
Intangible assets	1,563,781,729	1,594,467,744
Goodwill	281,254,606	281,254,606
Long-term prepaid expenses	35,529,819	39,723,016
Deferred income tax assets	622,989,214	302,888,316
Other non-current assets	13,916,672	11,901,400
Total non-current assets	29,431,597,388	29,896,281,068
Total assets	35,820,133,926	36,691,272,485

Company Balance Sheet (Continued)

30 September 2020

Prepared by: *Guangshen Railway Company Limited* Unit: ¥ Currency: RMB Audit type: Unaudited

Items	30 September 2020	31 December 2019
Current liabilities:		
Trade payables	3,358,742,378	3,314,854,293
Receipts in advance	980,152,250	851,066,286
Contract liabilities	252,722,434	458,740,411
Staff remuneration payable	754,479,341	245,819,207
Tax payable	70,762,488	358,316,201
Other payables	1,242,507,378	845,493,251
Non-current liabilities due within one year	58,490,000	58,490,000
Total current liabilities	6,717,856,269	6,132,779,649
Non-current liabilities:		
Lease liabilities	1,117,301,709	1,117,935,570
Deferred income	106,549,193	97,466,546
Total non-current liabilities	1,223,850,902	1,215,402,116
Total liabilities	7,941,707,171	7,348,181,765
Owners' equity (or shareholders' equity):		
Paid-in capital (or share capital)	7,083,537,000	7,083,537,000
Capital reserves	11,564,461,609	11,564,461,609
Other comprehensive income	181,940,940	181,940,940
Surplus reserves	3,084,484,726	3,084,484,726
Retained earnings	5,964,002,480	7,428,666,445
Total owner's equity (or shareholders' equity)	27,878,426,755	29,343,090,720
Total liabilities and owners' equity (or shareholders' equity)	35,820,133,926	36,691,272,485

Chairman: Wu Yong General Manager: Hu Lingling Chief Accountant: Luo Xinpeng Chief of Finance Department: Liu Qiyi

Combined Statement of Profit

January to September 2020

Prepared by: Guangshen Railway Company Limited Unit: ¥ Currency: RMB Audit type: Unaudited

Items	The third quarter of 2020 (Jul-Sep)	The third quarter of 2019 (Jul-Sep)	The first three quarters of 2020 (Jan-Sep)	The first three quarters of 2019 (Jan-Sep)
I. Total revenues from operation	4,091,780,610	5,426,455,233	11,548,681,016	15,613,384,504
<i>Include:</i> Revenues from operation	4,091,780,610	5,426,455,233	11,548,681,016	15,613,384,504
II. Total operating costs	4,749,754,880	5,258,677,102	12,985,021,964	14,429,952,527
<i>Include:</i> Operating costs	4,653,414,676	5,161,913,769	12,727,034,730	14,139,491,485
Business tax and surcharges	11,992,834	16,278,770	20,532,021	47,632,763
Management expenses	74,598,424	72,777,617	215,249,930	217,767,608
Finance costs	9,748,946	7,706,946	22,205,283	25,060,671
<i>Include:</i> Interest expense	14,406,005	14,416,297	43,225,843	43,256,345
Interest income	7,143,855	5,177,604	22,330,939	16,234,987
<i>Add:</i> Other gains	3,029,325	1,139,710	14,004,435	7,800,030
Gains from investments (loss denoted by “—”)	13,521,446	(242,855)	24,680,727	(5,740,291)
<i>Include:</i> Gains from investments in associates and joint ventures	13,521,446	(242,855)	16,945,457	(12,786,843)
Loss from credit impairment (loss denoted by “—”)	—	—	(10,554,166)	—
Loss from assets impairment (loss denoted by “—”)	—	—	—	—
III. Profit from operation (loss denoted by “—”)	(641,423,499)	168,674,986	(1,408,209,952)	1,185,491,716
<i>Add:</i> Non-operating income	4,426,253	2,605,315	6,359,748	6,994,532
<i>Less:</i> Non-operating expenses	13,864,991	12,475,534	34,732,323	16,844,227

Combined Statement of Profit (Continued)

January to September 2020

Prepared by: *Guangshen Railway Company Limited* Unit: ¥ Currency: RMB Audit type: Unaudited

Items	The third quarter of 2020 (Jul-Sep)	The third quarter of 2019 (Jul-Sep)	The first three quarters of 2020 (Jan-Sep)	The first three quarters of 2019 (Jan-Sep)
IV. Gross profit (gross loss denoted by “—”)	(650,862,237)	158,804,767	(1,436,582,527)	1,175,642,021
Less: Income tax expenses	(147,895,924)	44,179,439	(320,702,731)	300,927,962
V. Net profit (net loss denoted by “—”)	(502,966,313)	114,625,328	(1,115,879,796)	874,714,059
(I) Classification by continuous operations				
1. Net profit from continuous operations (net loss denoted by “—”)	(502,966,313)	114,625,328	(1,115,879,796)	874,714,059
2. Net profit from discontinued operations (net loss denoted by “—”)	—	—	—	—
(II) Classification by ownership				
1. Net profit attributable to shareholders of the parent (net loss denoted by “—”)	(502,801,024)	112,646,549	(1,116,783,823)	874,807,573
2. Profit or loss of minority shareholders (net loss denoted by “—”)	(165,289)	1,978,779	904,027	(93,514)
VI. Net other comprehensive income after tax	—	—	—	—
VII. Total comprehensive income	(502,966,313)	114,625,328	(1,115,879,796)	874,714,059
(I) Total comprehensive income attributable to owners of the parent	(502,801,024)	112,646,549	(1,116,783,823)	874,807,573
(II) Total comprehensive income attributable to minority shareholders	(165,289)	1,978,779	904,027	(93,514)
VIII. Earnings per share:				
(I) Basic earnings per share (¥/share)	(0.071)	0.016	(0.158)	0.123
(II) Diluted earnings per share (¥/share)	(0.071)	0.016	(0.158)	0.123

Chairman: *Wu Yong* General Manager: *Hu Lingling* Chief Accountant: *Luo Xinpeng* Chief of Finance Department: *Liu Qiyi*

Company Statement of Profit

January to September 2020

Prepared by: Guangshen Railway Company Limited Unit: ¥ Currency: RMB Audit type: Unaudited

Items	The third quarter of 2020 (Jul-Sep)	The third quarter of 2019 (Jul-Sep)	The first three quarters of 2020 (Jan-Sep)	The first three quarters of 2019 (Jan-Sep)
I. Revenues from operation	4,069,139,069	5,373,981,045	11,482,194,588	15,456,588,524
<i>Less:</i> Operating costs	4,605,657,226	5,102,625,974	12,593,848,442	13,981,086,062
Tax and surcharges	11,809,526	15,826,271	20,195,068	45,471,564
Management expenses	69,593,599	68,141,714	200,880,148	204,984,046
Finance costs	9,868,119	7,771,069	22,557,914	25,270,304
<i>Include:</i> Interest expense	14,406,005	14,416,297	43,225,843	43,256,345
Interest income	6,983,324	5,036,015	21,847,422	15,827,809
<i>Add:</i> Other gains	1,329,737	1,011,466	11,187,663	7,602,799
Gains from investments (loss denoted by “—”)	13,521,446	(242,855)	24,680,727	(5,740,291)
<i>Include:</i> Gains from investments in associates and joint ventures	13,521,446	(242,855)	16,945,457	(12,786,843)
Loss from credit impairment (loss denoted by “—”)	—	—	(10,561,411)	—
Loss from assets impairment (loss denoted by “—”)	—	—	—	—
II. Profit from operation (loss denoted by “—”)	(612,938,218)	180,384,628	(1,329,980,005)	1,201,639,056
<i>Add:</i> Non-operating income	4,192,222	2,247,687	6,120,040	4,972,663
<i>Less:</i> Non-operating expenses	13,843,008	12,472,813	34,698,462	16,654,637
III. Gross profit (gross loss denoted by “—”)	(622,589,004)	170,159,502	(1,358,558,427)	1,189,957,082
<i>Less:</i> Income tax expenses	(147,272,743)	44,754,097	(318,906,682)	302,748,720

Company Statement of Profit (Continued)

January to September 2020

Prepared by: Guangshen Railway Company Limited Unit: ¥ Currency: RMB Audit type: Unaudited

Items	The third quarter of 2020 (Jul-Sep)	The third quarter of 2019 (Jul-Sep)	The first three quarters of 2020 (Jan-Sep)	The first three quarters of 2019 (Jan-Sep)
IV. Net profit (net loss denoted by “—”)	(475,316,261)	125,405,405	(1,039,651,745)	887,208,362
(I) Net profit from continuous operations (net loss denoted by “—”)	(475,316,261)	125,405,405	(1,039,651,745)	887,208,362
(II) Net profit from discontinued operations (net loss denoted by “—”)	—	—	—	—
V. Net other comprehensive income after tax	—	—	—	—
VI. Total comprehensive income	(475,316,261)	125,405,405	(1,039,651,745)	887,208,362
VII. Earnings per share:				
(I) Basic earnings per share (¥/share)	N/A	N/A	N/A	N/A
(II) Diluted earnings per share (¥/share)	N/A	N/A	N/A	N/A

Chairman: Wu Yong General Manager: Hu Lingling Chief Accountant: Luo Xinpeng Chief of Finance Department: Liu Qiyi

Combined Cash Flow Statement

January to September 2020

Prepared by: Guangshen Railway Company Limited Unit: ¥ Currency: RMB Audit type: Unaudited

Items	The first three quarters of 2020 (Jan-Sep)	The first three quarters of 2019 (Jan-Sep)
I. Cash flows from operating activities:		
Cash received from sales of goods or rendering of services	8,893,639,316	12,193,102,194
Cash received relating to other operating activities	198,938,081	99,882,626
Sub-total of cash inflows from operating activities	9,092,577,397	12,292,984,820
Cash paid for goods purchased and services accepted	2,591,999,085	3,628,197,686
Cash paid to and on behalf of employees	4,909,426,045	5,619,900,287
Tax paid	438,955,284	721,008,934
Cash paid relating to other operating activities	89,136,261	119,067,720
Sub-total of cash outflows from operating activities	8,029,516,675	10,088,174,627
Net cash flows from operating activities	1,063,060,722	2,204,810,193
II. Cash flows from investing activities:		
Net cash received from disposal of fixed assets, intangible assets and other long-term assets	132,134,054	264,378,332
Cash received from gains from investments	7,735,270	7,046,552
Cash received relating to other investing activities	—	109,894,750
Sub-total of cash inflows from investing activities	139,869,324	381,319,634
Cash paid to construct fixed assets, intangible assets and other long-term assets	702,121,464	2,023,920,642
Cash paid relating to investments	26,586,470	29,798,689
Cash paid relating to other investing activities	220,000,000	—
Sub-total of cash outflows from investing activities	948,707,934	2,053,719,331
Net cash flows from investing activities	(808,838,610)	(1,672,399,697)

Combined Cash Flow Statement (Continued)

January to September 2020

Prepared by: Guangshen Railway Company Limited Unit: ¥ Currency: RMB Audit type: Unaudited

Items	The first three quarters of 2020 (Jan-Sep)	The first three quarters of 2019 (Jan-Sep)
III. Cash flows from financing activities:		
Cash for distribution of dividends, profits or repayment of interest payments	266,065,203	425,012,220
Cash paid relating to other financing activities	45,562,500	—
Sub-total of cash outflows from financing activities	311,627,703	425,012,220
Net cash flows from financing activities	(311,627,703)	(425,012,220)
IV. Effect of foreign exchange rate changes on cash and cash equivalents	—	—
V. Net increase in cash and cash equivalents	(57,405,591)	107,398,276
<i>Add:</i> Balance of cash and cash equivalents at the beginning of the period	1,562,333,604	1,738,752,922
VI. Balance of cash and cash equivalents at the end of the period	1,504,928,013	1,846,151,198

Chairman: Wu Yong General Manager: Hu Lingling Chief Accountant: Luo Xinpeng Chief of Finance Department: Liu Qiyi

Company Cash Flow Statement

January to September 2020

Prepared by: Guangshen Railway Company Limited Unit: ¥ Currency: RMB Audit type: Unaudited

Items	The first three quarters of 2020 (Jan-Sep)	The first three quarters of 2019 (Jan-Sep)
I. Cash flows from operating activities:		
Cash received from sales of goods or rendering of services	8,825,677,269	12,031,323,416
Cash received relating to other operating activities	127,758,909	103,813,937
Sub-total of cash inflows from operating activities	8,953,436,178	12,135,137,353
Cash paid for goods purchased and services accepted	2,578,368,918	3,612,350,614
Cash paid to and on behalf of employees	4,789,950,312	5,479,631,060
Tax paid	434,828,963	710,191,158
Cash paid relating to other operating activities	88,093,883	115,498,129
Sub-total of cash outflows from operating activities	7,891,242,076	9,917,670,961
Net cash flows from operating activities	1,062,194,102	2,217,466,392
II. Cash flows from investing activities:		
Net cash received from disposal of fixed assets, intangible assets and other long-term assets	132,134,054	264,377,272
Cash received from gains from investments	7,735,270	7,046,552
Cash received relating to other investing activities	—	100,825,000
Sub-total of cash inflows from investing activities	139,869,324	372,248,824
Cash paid to construct fixed assets, intangible assets and other long-term assets	701,248,764	2,023,730,948
Cash paid relating to investments	26,586,470	29,798,689
Cash paid relating to other investing activities	220,000,000	—
Sub-total of cash outflows from investing activities	947,835,234	2,053,529,637
Net cash flows from investing activities	(807,965,910)	(1,681,280,813)

Company Cash Flow Statement (Continued)

January to September 2020

Prepared by: *Guangshen Railway Company Limited* Unit: ¥ Currency: RMB Audit type: Unaudited

Items	The first three quarters of 2020 (Jan-Sep)	The first three quarters of 2019 (Jan-Sep)
III. Cash flows from financing activities:		
Cash for distribution of dividends, profits or repayment of interest payments	266,065,203	425,012,220
Cash paid relating to other financing activities	45,562,500	—
Sub-total of cash outflows from financing activities	311,627,703	425,012,220
Net cash flows from financing activities	(311,627,703)	(425,012,220)
IV. Effect of foreign exchange rate changes on cash and cash equivalents	—	—
V. Net increase in cash and cash equivalents	(57,399,511)	111,173,359
<i>Add:</i> Balance of cash and cash equivalents at the beginning of the period	1,562,323,909	1,734,969,998
VI. Balance of cash and cash equivalents at the end of the period	1,504,924,398	1,846,143,357

Chairman: Wu Yong General Manager: Hu Lingling Chief Accountant: Luo Xinpeng Chief of Finance Department: Liu Qiyi

4.2 Relevant Information on the adjustment to the implementation of the financial statements at the beginning of such year for the first time against initial application of the new revenue standards and new lease standards since 2020

Applicable Not applicable

4.3 Details of the retrospective adjustments on the comparative information in previous period against initial application of the new revenue standards and new lease standards since 2020

Applicable Not applicable

4.4 Audit Report

Applicable Not applicable