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METALLURGICAL CORPORATION OF CHINA LTD. *

中國冶金科工股份有限公司

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

(Stock Code: 1618)

2016 FIRST QUARTERLY REPORT

This announcement is made pursuant to Rules 13.09 and 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, Laws of Hong Kong).

The following is the 2016 first quarterly report of Metallurgical Corporation of China Ltd.* and its subsidiaries. The financial reports therein are prepared in accordance with the PRC GAAP and have not been audited.

By order of the board of directors
Metallurgical Corporation of China Ltd.*
Lin Xiaohui
Company Secretary

Beijing, the PRC
26 April 2016

As at the date of the announcement, the Board of the Company comprises two executive directors: Mr. Guo Wenqing and Mr. Zhang Zhaoxiang; two non-executive directors: Mr. Jing Tianliang and Mr. Lin Jinzhen; and three independent non-executive directors: Mr. Yu Hailong, Mr. Ren Xudong and Mr. Chan Ka Keung Peter.

* For identification purpose only

DEFINITIONS

“the Company, MCC”	Metallurgical Corporation of China Ltd.*
“Controlling Shareholder, MCC Group”	China Metallurgical Group Corporation*
“Board”	the board of directors of Metallurgical Corporation of China Ltd.*
“Supervisory Committee”	the supervisory committee of Metallurgical Corporation of China Ltd.*
“Reporting Period”	1 January 2016 to 31 March 2016

1. IMPORTANT NOTICE

- 1.1 The Board and the Supervisory Committee of the Company and its directors, supervisors and senior management members warrant that this quarterly report is true, accurate and complete; and there are no false representations, misleading statements or material omissions contained herein, and they severally and jointly accept responsibility for this quarterly report.
- 1.2 All the directors of the Company attended the 20th meeting of the second session of the Board held on 26 April 2016.
- 1.3 Guo Wenqing, the Chairman and legal representative of the Company, Zou Hongying, a Vice President and Chief Accountant of the Company, and Fan Wanzhu, the Head of the Financial Planning Department warrant the truthfulness, accuracy and completeness of the financial statements contained in this quarterly report.
- 1.4 The first quarterly report of the Company has not been audited.

2. KEY FINANCIAL INFORMATION OF THE COMPANY AND CHANGE IN SHAREHOLDERS

2.1 Total number of shareholders, the shareholding of the top ten shareholders and top ten shareholders with tradable shares (or shareholders not subject to selling restrictions) as at the end of the Reporting Period

Unit: Share

Total number of shareholders (*households*) 592,710

Particulars about shareholding of top ten shareholders

Name of shareholders (full name)	Shares held at the end of the period	Percentage (%)	Number of shares held with selling restrictions	Pledge or moratorium		Nature of shareholders
				Status of shares	Amount	
China Metallurgical Group Corporation	12,265,108,500	64.18	0	None	0	State-owned legal person
HKSCC Nominees Limited ^{Note}	2,841,586,000	14.87	0	None	0	Other
China Securities Finance Corporation Limited (中國證券金融股份有限公司)	306,093,746	1.60	0	None	0	Other
Central Huijin Asset Management Ltd. (中央匯金資產管理有限責任公司)	90,087,800	0.47	0	None	0	State-owned legal person
Xu Fanglin(許芳琳)	14,972,600	0.08	0	None	0	Other
China Construction Bank – SSE 180 Trading Open-ended Index Securities Investment Fund (中國建設銀行-上證180交易型開放式指數證券投資基金)	13,819,225	0.07	0	None	0	Other
Industrial and Commercial Bank of China Limited – Huatai Bairui CSI 300 Trading Open-end Index Securities Investment Fund (中國工商銀行股份有限公司-華泰柏瑞滬深300交易型開放式指數證券投資基金)	13,707,235	0.07	0	None	0	Other
Huang Canliang (黃燦良)	12,530,160	0.07	0	None	0	Other
Mao Hongxia(毛紅霞)	12,209,500	0.06	0	None	0	Other
Industrial and Commercial Bank of China Limited – Harvest Event-driven Securities Investment Fund (中國工商銀行股份有限公司-嘉實事件驅動股票型證券投資基金)	10,562,700	0.06	0	None	0	Other

Particulars about the shareholding of top ten shareholders of tradable shares not subject to selling restrictions

Name of shareholders	Number of tradable shares not subject to selling restrictions	Types and number of shares	
		Types of shares	Number of shares
China Metallurgical Group Corporation	12,265,108,500	A shares	12,265,108,500
HKSCC Nominees Limited ^{Note}	2,841,586,000	H shares	2,841,586,000
China Securities Finance Corporation Limited(中國證券金融股份有限公司)	306,093,746	A shares	306,093,746
Central Huijin Asset Management Ltd. (中央匯金資產管理有限責任公司)	90,087,800	A shares	90,087,800
Xu Fanglin(許芳琳)	14,972,600	A shares	14,972,600
China Construction Bank – SSE 180 Trading Open-ended Index Securities Investment Fund (中國建設銀行–上證180交易型開放式指數證券投資基金)	13,819,225	A shares	13,819,225
Industrial and Commercial Bank of China Limited – Huatai Bairui CSI 300 Trading Open-end Index Securities Investment Fund (中國工商銀行股份有限公司–華泰柏瑞滬深300交易型開放式指數證券投資基金)	13,707,235	A shares	13,707,235
Huang Canliang (黃燦良)	12,530,160	A shares	12,530,160
Mao Hongxia(毛紅霞)	12,209,500	A shares	12,209,500
Industrial and Commercial Bank of China Limited – Harvest Event-driven Securities Investment Fund (中國工商銀行股份有限公司–嘉實事件驅動股票型證券投資基金)	10,562,700	A shares	10,562,700
Explanations on the connected relationship or parties acting in concert among the above shareholders	The Company is not aware of the existence of any connected relationship or concerted action between the above shareholders.		

Note: The H Shares held by HKSCC Nominees Limited are those held on behalf of their beneficial owners.

2.2 Major financial information

Unit: RMB'000

	At the end of the Reporting Period	At the end of last year	Change from the end of last year (%)
Total assets	343,330,093	343,762,819	-0.13
Net assets attributable to shareholders of the Company	61,833,782	60,557,630	2.11
	From the beginning of this year to the end of the Reporting Period	From the beginning of last year to the end of the last reporting period	Change from the same period last year (%)
Net cash flows from operating activities	-7,611,531	-5,278,064	N/A
	From the beginning of this year to the end of the Reporting Period	From the beginning of last year to the end of the last reporting period	Change from the same period last year (%)
Operating income	42,574,606	45,381,374	-6.18
Net profit attributable to shareholders of the Company	1,365,107	1,273,480	7.19
Net profit attributable to shareholders of the Company after deduction of non-recurring profit and loss	1,269,799	1,165,744	8.93
Return on net assets (weighted average)(%)	2.48	2.66	Decreased by 0.18 percentage point
Basic earnings per share (RMB/share)	0.07	0.07	0
Diluted earnings per share (RMB/share)	N/A	N/A	N/A

Non-recurring profit and loss items and their amounts:

Applicable Not applicable

Unit: RMB'000

Items	Amount for the period
Profit and loss from disposal of non-current assets	30,818
Tax refund or exemption in relation to documents of unauthorized approval or without formal approval or being incidental in nature	0
Government subsidies recorded under current profit and loss (excluding those closely related to the normal business operation of the Company, in compliance with requirements of the national policies and entitled continuously to a fixed amount or fixed quantity under the standard of the State)	90,010
Fund possession cost paid by non-financial enterprises and recorded under current profit and loss	0
Profit arising from investment cost for acquisition of subsidiaries, associates and joint ventures less than the revenue generated from their identifiable net assets of the invested entity at fair value at the time of acquisition	0
Profit/loss of non-monetary asset swap	0
Profit/loss from entrusted investment or assets management	0
Provision for impairment of assets due to force majeure i.e. natural disasters	0
Profit/loss from debt restructuring	4,418
Corporate restructuring expenses, i.e. expenses on employee placement, integration costs, etc.	0
Profit/loss from the excess of the fair value of a transaction of unfair consideration	0
Current net profit/loss of subsidiaries resulting from merger of enterprises under common control from the beginning of the period to the date of merger	0
Profit/loss from contingencies irrelevant to the normal operations of the Company	0

Items	Amount for the period
Apart from hedging instruments relating to the normal operations of the Company, profit/loss from change in fair value of held-for-trading financial assets and held-for-trading financial liabilities, and investment income from disposal of held-for-trading financial assets, held-for-trading financial liabilities and available-for-sale financial assets	4,251
Write back of the provision for impairment of accounts receivable that is individually tested for impairment	0
Profit/loss from the external entrusted loans	0
Profit/loss from changes in fair value of investment properties using the fair value model for subsequent measurement	0
Effect of one-off adjustment to current profit/loss in accordance with laws and regulations on taxation and accounting, etc.	0
Income of entrustment fees from entrusted operations	0
Non-operating income/expenses other than the above items	5,652
Other profit and loss items falling within the meaning of non-recurring profit and loss	0
Impact on minority shareholders' interests (after taxation)	-22,404
Impact on income tax	-17,437
	<hr/>
Total	95,308
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2.3 Total number of holders of preference shares, top ten of holders of preference shares and the shareholding of top ten shareholders of tradable shares not subject to selling restrictions as at the end of the Reporting Period

Applicable Not applicable

3. SIGNIFICANT EVENTS

3.1 Particulars and reasons of material changes in major accounting items and financial indicators of the Company

Applicable Not applicable

3.2 Explanations and analysis of the progress of significant events and their impact and solution

Applicable Not applicable

3.2.1 *New contracts entered into during the Reporting Period*

In the first quarter of 2016, the Company entered into new contracts with an aggregate amount of RMB112,690 million, representing an increase of 74.9% as compared with same period last year.

3.2.2 *Progress of the non-public offering of A shares*

As considered by the tenth meeting of the second session of the Board of the Company held from 24 to 25 August 2015, and as approved by the 2015 second extraordinary general meeting, 2015 first A Shareholders' class meeting and 2015 first H Shareholders' class meeting held on 15 October 2015, the Company intended to conduct equity refinancing through non-public issuance of A Shares to not more than 10 specific investors. In light of changes in capital markets, as considered by the eighteenth meeting of the second session of the Board on 19 February 2016, the issue price, pricing principle and issue amount were proposed to be adjusted and submitted to the general meeting of the Company for consideration on 19 February 2016. The above adjustment plan was considered and approved at the 2016 first extraordinary general meeting, 2016 first A Shareholders' class meeting and 2016 first H Shareholders' class meeting held on 20 April 2016, and needs to be approved by CSRC. Currently, the relevant work is being carried out steadily.

3.3 Performance of undertakings of the Company, shareholders with more than 5% of shareholding of the Company

Applicable Not applicable

Undertaking background	Type of undertaking	Undertaking party	Details of the undertaking	Date and duration of undertaking	Whether there is a time limit for performance	Whether it is strictly performed in a timely manner	If not performed timely, specify the reasons in details	If not performed timely, specify further plans
Undertakings in relation to the initial public offering	Solution to defects in property rights of lands	MCC Group and MCC	As considered and approved at the 2013 annual general meeting of the Company, the undertakings of Company and the Controlling Shareholder in relation to the application for the title certificates for defective properties were changed as follows: 1. With respect to a building with a gross floor area of 156.01 sq.m. and two land parcels with a total site area of 15,959.20 sq.m. in respect of which relevant certificates are expected to be applied successfully in future, the application period for such certificates shall be extended to 36 months upon approval of such matter by the general meeting of the Company; 2. The Company shall cease to apply any title certificates for 181 buildings and 11 land parcels, in respect of which relevant certificates cannot be successfully applied or the application for such certificates cannot be completed within a given period.	27 June 2014 to 26 June 2017	Yes	Yes. As at the end of the Reporting Period, the formalities in relation to the title certificate for 1 property were duly completed.	-	-
Undertakings in relation to the initial public offering	Solution of horizontal competition	MCC Group	MCC Group, the controlling shareholder of MCC, undertook to avoid being engaged in or taking part in any business which may compete horizontally with the principal business of MCC.	5 December 2008	No	Yes	-	-
Undertakings in relation to the non-public offering	Others	MCC Group; Directors, Supervisors and Senior Management of MCC	Special Self-Inspection Report On the Real Estate Business for the Purpose of the Non-public Issuance of A Shares of Metallurgical Corporation of China Ltd. in 2015 disclosed MCC's development of domestic commodity houses during the Reporting Period, in a true, accurate and complete manner. If there is any undisclosed violation of laws and regulations in respect of the delay in developing acquired land, land speculation, hoarding of properties and driving up of property prices by price-rigging within the scope of the self-inspection of MCC, which cause losses to MCC and its investors, the undertaking parties will bear the corresponding liability for compensation.	29 September 2015	No	Yes	-	-

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

Applicable Not applicable

Company name: **Metallurgical Corporation of China Ltd.***
 Legal representative: **Guo Wenqing**
 Date: **26 April 2016**

4 APPENDICES

4.1 Financial Statement

Consolidated Balance Sheet

31 March 2016

Prepared by: Metallurgical Corporation of China Ltd.*

Unit: RMB'000, unaudited

Item	Closing balance	Opening balance
Current Assets:		
Cash and bank balances	32,810,884	33,730,706
Financial assets at fair value through profit/loss during the period	808,552	1,410,011
Derivative financial assets	0	0
Bills receivable	11,145,316	11,360,670
Accounts receivable	63,494,054	63,663,109
Prepayments	14,931,034	13,698,473
Interests receivable	36,778	11,644
Dividends receivable	37,299	38,045
Other receivables	26,374,214	29,056,798
Inventories	118,626,859	115,305,237
Assets classified as held-for-sale	8,114	0
Non-current assets due within one year	6,495,715	7,054,781
Other current assets	651,639	229,319
Total current assets	275,420,458	275,558,793

Item	Closing balance	Opening balance
Non-current assets:		
Available-for-sale financial assets	1,805,171	1,680,152
Held-to-maturity investments	20	20
Long-term receivables	7,746,349	7,882,521
Long-term equity investment	3,917,788	3,915,025
Investment properties	2,153,506	2,170,276
Fixed assets	29,743,596	30,154,218
Construction in progress	3,860,418	3,578,915
Construction materials	64,216	73,695
Disposal of fixed assets	0	0
Intangible assets	14,457,945	14,527,346
Development expenses	0	0
Goodwill	173,734	173,733
Long-term deferred expenses	196,662	204,705
Deferred income tax assets	3,682,054	3,733,420
Other non-current assets	108,176	110,000
	<hr/>	<hr/>
Total non-current assets	67,909,635	68,204,026
	<hr/>	<hr/>
Total assets	343,330,093	343,762,819
	<hr/>	<hr/>

Item	Closing balance	Opening balance
Current liabilities:		
Short-term borrowings	41,016,761	36,798,152
Financial liabilities at fair value through profit/loss during the period	0	0
Derivative financial liabilities	10,910	14,339
Bills payable	16,606,379	15,641,626
Accounts payable	85,527,820	93,413,988
Payment received in advance	31,321,860	30,139,959
Salaries payable	1,970,557	2,061,162
Taxes payable	5,215,762	6,057,841
Interests payable	1,692,830	752,120
Dividends payable	760,500	791,058
Other payables	12,452,276	16,294,450
Classified as held-for-sale liabilities	0	0
Non-current liabilities due within one year	12,712,336	13,396,832
Other current liabilities	17,135,291	20,113,097
	<hr/>	<hr/>
Total current liabilities	226,423,282	235,474,624
Non-current liabilities:		
Long-term loans	22,787,679	19,259,931
Debentures payable	14,530,183	10,972,486
Long-term payable	875,370	892,237
Long-term staff remuneration payable	3,982,608	3,982,614
Special payables	16,064	14,981
Estimated liabilities	227,134	232,644
Deferred income	1,488,291	1,452,973
Deferred income tax liabilities	354,587	325,305
Other non-current liabilities	0	0
	<hr/>	<hr/>
Total non-current liabilities	44,261,916	37,133,171
	<hr/>	<hr/>
Total liabilities	270,685,198	272,607,795

Item	Closing balance	Opening balance
Owners' equity		
Share capital	19,110,000	19,110,000
Other equity instruments	9,884,950	9,884,950
Including: Preference shares	0	0
Perpetual bonds	9,884,950	9,884,950
Capital reserve	17,828,847	17,876,690
Less: Treasury stock	0	0
Other comprehensive income	151,209	192,320
Special reserve	12,550	12,550
Surplus reserve	698,872	698,872
Undistributed profit	14,147,354	12,782,248
Total equity attributable to owners of the Company	61,833,782	60,557,630
Minority interest	10,811,113	10,597,394
	<hr/>	<hr/>
Total owners' equity	72,644,895	71,155,024
	<hr/>	<hr/>
Total liabilities and owners' equity	343,330,093	343,762,819
	<hr/> <hr/>	<hr/> <hr/>

<i>Legal representative:</i>	<i>Person in charge of Accounting:</i>	<i>Head of Accounting Department:</i>
Guo Wenqing	Zou Hongying	Fan Wanzhu

Balance sheet of the Company

31 March 2016

Prepared by: Metallurgical Corporation of China Ltd.*

Unit: RMB'000, unaudited

Item	Closing balance	Opening balance
Current assets:		
Cash and bank balances	3,463,119	2,727,674
Financial assets at fair value through profit/loss during the period	0	0
Derivative financial assets	0	0
Bills receivable	0	0
Accounts receivable	341,192	492,885
Prepayments	167,712	78,773
Interest receivable	1,865,422	1,554,415
Dividends receivable	1,599,413	2,166,640
Other receivables	24,522,062	28,629,967
Inventories	1,125,428	694,789
Classified as held-for-sale assets	0	0
Non-current assets due within one year	2,806,017	2,806,017
Other current assets	0	0
Total current assets	<u>35,890,365</u>	<u>39,151,160</u>

Item	Closing balance	Opening balance
Non-current assets:		
Available-for-sale financial assets	231	231
Held-to-maturity investments	0	0
Long-term receivables	1,223,683	2,592,461
Long-term equity investment	75,422,829	75,189,175
Investment properties	0	0
Fixed assets	14,642	15,501
Construction in progress	0	0
Construction materials	0	0
Disposal of fixed assets	0	0
Intangible assets	10,300	10,961
Development expenses	0	0
Goodwill	0	0
Long-term deferred expenses	0	0
Deferred income tax assets	0	0
Other non-current assets	0	0
	<hr/>	<hr/>
Total non-current assets	76,671,685	77,808,329
	<hr/>	<hr/>
Total assets	112,562,050	116,959,489
	<hr/>	<hr/>

Item	Closing balance	Opening balance
Current liabilities:		
Short-term borrowings	11,857,587	11,120,689
Financial liabilities at fair value through profit/loss during the period	0	0
Derivative financial liabilities	0	0
Bills payable	0	0
Accounts payable	1,000,546	864,274
Payment received in advance	743,539	492,914
Salaries payable	8,200	8,108
Taxes payable	52,653	61,734
Interests payable	775,437	617,614
Dividends payable	170,010	170,010
Other payables	6,507,177	8,062,853
Liabilities classified as held-for-sale	0	0
Non-current liabilities due within one year	5,099,935	5,178,915
Other current liabilities	17,000,000	20,000,000
	<hr/>	<hr/>
Total current liabilities	43,215,084	46,577,111
Non-current liabilities:		
Long-term loans	1,653,996	2,771,441
Debentures payable	2,704,000	2,704,000
Long-term payable	378,980	300,000
Long-term staff remuneration payable	22,798	22,861
Special payable	0	0
Estimated liabilities	0	0
Deferred income	4,301	4,265
Deferred income tax liabilities	0	0
Other non-current liabilities	0	0
	<hr/>	<hr/>
Total non-current liabilities	4,764,075	5,802,567
	<hr/>	<hr/>
Total liabilities	47,979,159	52,379,678

Item	Closing balance	Opening balance
Owners' equity:		
Share capital	19,110,000	19,110,000
Other equity instruments	9,884,950	9,884,950
Including: Preference shares	0	0
Perpetual bonds	9,884,950	9,884,950
Capital reserve	33,481,220	33,481,220
Less: Treasury stock	0	0
Other comprehensive income	-2,105	-2,105
Special reserve	12,550	12,550
Surplus reserve	698,872	698,872
Undistributed profit	1,397,404	1,394,324
	<hr/>	<hr/>
Total owners' equity	64,582,891	64,579,811
	<hr/>	<hr/>
Total liabilities and owners' equity	112,562,050	116,959,489
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<i>Legal representative:</i> Guo Wenqing	<i>Person in charge of Accounting:</i> Zou Hongying	<i>Head of Accounting Department:</i> Fan Wanzhu
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Consolidated Income Statement

January to March 2016

Prepared by: Metallurgical Corporation of China Ltd.*

Unit: RMB'000, unaudited

Item	Amount for the period	Amount for the previous period
I. Total revenue from operations	42,574,606	45,381,374
Including: Operating revenue	42,574,606	45,381,374
II. Total cost from operations	41,191,603	43,793,048
Including: Operating cost	37,583,016	39,864,962
Business tax and surcharges	958,680	1,022,192
Selling expenses	286,334	298,744
Administrative expenses	2,034,006	1,986,472
Finance costs	542,948	664,401
Asset impairment losses	-213,381	-43,723
Add: Gain from changes in fair value (losses are represented by “-”)	4,250	-5,388
Investment income (losses are represented by “-”)	358,015	73,949
Including: Gain from investment in associates and joint ventures	339,957	0
III. Operating profit (losses are represented by “-”)	1,745,268	1,656,887
Add: Non-operating income	142,717	185,109
Including: Profit from disposal of non-current assets	33,772	6,232
Less: Non-operating expenses	11,819	16,029
Including: Loss from disposal of non-current assets	2,954	2,959
IV. Total profit (total loss is represented by “-”)	1,876,166	1,825,967
Less: Income tax expenses	301,426	453,082
V. Net profit (net loss is represented by “-”)	1,574,740	1,372,885
Net profit attributable to owners of the Company	1,365,107	1,273,480
Minority interests	209,633	99,405

Item	Amount for the period	Amount for the previous period
VI. Other net comprehensive income after tax	-34,431	-50,824
Other net comprehensive income after tax attributable to owners of the parent company	-41,112	-55,121
(1) Items of other comprehensive income which cannot be reclassified into profit and loss	42,876	-7,559
1. Recalculation of the change in net liabilities and net assets of the benefit plan	42,876	-7,559
2. The amount cannot be reclassified into other comprehensive income of profit and loss by the unit to be invested under the equity method	0	0
(2) Other comprehensive income to be reclassified into profit and loss	-83,988	-47,562
1. The amount to be reclassified into other comprehensive income of profit and loss by the unit to be invested under the equity method	0	0
2. Change in profit and loss in fair value of financial assets available-for-sale	-70,289	15,039
3. Held to maturity investments classified as profit and loss of financial asset available-for-sale	-5,365	0
4. The effective portion of cash flow hedging profit and loss	0	0
5. Translation difference of foreign currency financial statement	-8,334	-62,601
6. Others	0	0
Other net comprehensive incomes after tax attributable to minority shareholders	6,681	4,297

Item	Amount for the period	Amount for the previous period
VII. Other comprehensive income	1,540,309	1,322,061
Total comprehensive income attributable to owners of the parent company	1,323,996	1,218,359
Total comprehensive income attributable to minority interests	216,313	103,702
VIII. Earnings per share		
(1) Basic earnings per share (<i>RMB/Share</i>)	0.07	0.07
(2) diluted earnings per share (<i>RMB/Share</i>)	N/A	N/A

Merger under the same controlled enterprise during the period: not applicable, the net profit of the party being merged during the previous period: not applicable.

<i>Legal representative:</i> Guo Wenqing	<i>Person in charge of Accounting:</i> Zou Hongying	<i>Head of Accounting Department:</i> Fan Wanzhu
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Income Statement of the Company

January to March 2016

Prepared by: Metallurgical Corporation of China Ltd.*

Unit: RMB'000, unaudited

Item	Amount for the period	Amount for the previous period
I. Operating revenue	439,788	568,021
Less: Operating cost	439,788	394,520
Business tax and surcharges	0	0
Selling expenses	0	0
Administrative expenses	26,143	29,054
Finance costs	-29,565	188,606
Asset impairment losses	0	0
Add: Gains from changes in fair value (losses are represented by “-”)	0	0
Investment income (losses are represented by “-”)	-346	0
Including: Gains from investment in associates and joint ventures	0	0
II. Operating profits (losses are represented by “-”)	3,076	-44,159
Add: Non-operating income	5	66
Including: Profit from disposal of non-current assets	0	0
Less: Non-operating expenses	0	12
Including: Loss from disposal of non-current assets	0	12
III. Total profits (total loss is represented by “-”)	3,081	-44,105
Less: Income tax expenses	0	0
IV. Net profit (net loss is represented by “-”)	3,081	-44,105

Item	Amount for the period	Amount for the previous period
V. Other net comprehensive income after tax	0	4
(1) Items of other comprehensive income cannot be reclassified into profit and loss	0	0
1. Recalculation of the change in net liabilities and net assets of the benefit plan	0	0
2. The amount cannot be reclassified as other comprehensive income into profit and loss by the unit to be invested under the equity method	0	0
(2) Other comprehensive income to be reclassified into profit and loss	0	4
1. The amount to be reclassified into other comprehensive income of profit and loss by the unit to be invested under the equity method	0	0
2. Change in profit and loss in fair value of financial assets available-for-sale	0	0
3. Held-to-maturity investments classified as profit and loss of financial asset available-for-sale	0	0
4. The effective portion of cash flow hedging profit and loss	0	0
5. Translation difference of foreign currency financial statement	0	4
6. Others	0	0
VI. Total comprehensive income	3,081	-44,101
VII. Earnings per share		
(1) Basic earnings per share (<i>RMB/Share</i>)	0	0
(2) Diluted earnings per share (<i>RMB/Share</i>)	N/A	N/A

Legal representative:
Guo Wenqing

*Person in charge
of Accounting:*
Zou Hongying

*Head of Accounting
Department:*
Fan Wanzhu

Consolidated Cash Flow Statements

January to March 2016

Prepared by: Metallurgical Corporation of China Ltd.*

Unit: RMB'000, unaudited

Item	Amount for the period	Amount for the previous period
I. Cash flows from operating activities:		
Cash received from selling goods and rendering services	42,120,032	39,966,750
Tax rebate received	104,587	135,941
Other cash received relating to operating activities	675,130	464,697
Sub-total of cash inflow from operating activities	42,899,749	40,567,388
Cash paid for purchasing goods and receiving services	39,712,002	36,731,201
Cash paid to and on behalf of employees	3,887,203	3,873,577
Taxes and surcharges paid	2,847,778	2,827,961
Other cash paid relating to operating activities	4,064,297	2,412,713
Sub-total of cash outflow from operating activities	50,511,280	45,845,452
Net cash flow from operating activities	-7,611,531	-5,278,064
II. Cash flows from investing activities:		
Cash received from disposal of investments	702,554	458,446
Cash received from return on investments	19,345	113,817
Net cash received from disposal of fixed assets, intangible assets and other long-term assets	14,412	17,120
Net cash received from disposal of subsidiaries and other business entities	143,000	434,639
Other cash received relating to investing activities	8,635	88,347
Sub-total of cash inflow from investing activities	887,946	1,112,369
Cash paid for acquisition of fixed assets, intangible assets and other long-term assets	369,084	1,063,271
Cash paid for investment	270,250	607,272
Net cash paid for acquisition of subsidiaries and other business entities	10,625	0
Other cash paid relating to investing activities	116,640	0
Sub-total of cash outflow from investing activities	766,599	1,670,543
Net cash flows from investing activities	121,347	-558,174

Item	Amount for the period	Amount for the previous period
III. Cash flows from financing activities:		
Cash received from investments	7,077	6,963
Including: Cash received by subsidiaries from minority shareholder's investment	0	0
Cash received from borrowings	26,442,537	19,204,063
Other cash received relating to financing activities	630,808	108,346
Sub-total of cash inflow from financing activities	27,080,422	19,319,372
Cash paid for repayment of liabilities	18,221,744	15,308,909
Cash paid for dividend, profit distribution or interest repayment	1,686,042	868,956
Including: Dividend and profit paid by subsidiaries to minority shareholders	3,052	16,882
Other cash paid relating to financing activities	0	0
Sub-total of cash outflow from financing activities	19,907,786	16,177,865
Net cash flows from financing activities	7,172,636	3,141,507
IV. Effect on cash and cash equivalents due to change in foreign currency exchange rate	28,534	-10,286
V. Net increase in cash and cash equivalents	-289,014	-2,705,017
Add: Balance of cash and cash equivalents at the beginning of the period	28,736,378	28,571,177
VI. Balance of cash and cash equivalents at the end of the period	28,447,364	25,866,160

<i>Legal representative:</i> Guo Wenqing	<i>Person in charge of Accounting:</i> Zou Hongying	<i>Head of Accounting Department:</i> Fan Wanzhu
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Cash Flow Statements of the Company

January to March 2016

Prepared by: Metallurgical Corporation of China Ltd.*

Unit: RMB'000, unaudited

Item	Amount for the period	Amount for the previous period
I. Cash flows from operating activities:		
Cash received from selling goods and rendering services	419,635	326,013
Tax rebate received	0	4,994
Other cash received relating to operating activities	7,969	3,456
Sub-total of cash inflow from operating activities	427,604	334,463
Cash paid for purchasing goods and receiving services	375,015	267,579
Cash paid to and on behalf of employees	14,635	19,316
Taxes and surcharges paid	13,052	7,751
Other cash paid relating to operating activities	51,145	16,514
Sub-total of cash outflow from operating activities	453,847	311,160
Net cash flow from operating activities	-26,243	23,303
II. Cash flows from investing activities:		
Cash received from disposal of investments	0	0
Cash received from return on investments	567,227	0
Net cash received from disposal of fixed assets, intangible assets and other long-term assets	0	0
Net cash received from disposal of subsidiaries and other business entities	0	0
Other cash received relating to investing activities	6,401,755	1,558,893
Sub-total of cash inflow from investing activities	6,968,982	1,558,893
Cash paid for acquisition of fixed assets, intangible assets and other long-term assets	30	2,576
Cash paid for investment	160,000	510,000
Net cash paid for acquisition of subsidiaries and other business entities	0	0
Other cash paid relating to investing activities	2,466,558	7,191,991
Sub-total of cash outflow from investing activities	2,626,588	7,704,567
Net cash flows from investing activities	4,342,394	-6,145,674

Item	Amount for the period	Amount for the previous period
III. Cash flows from financing activities:		
Cash received from investments	0	0
Cash received from borrowings	8,108,703	5,630,081
Other cash received relating to financing activities	0	0
Sub-total of cash inflow from financing activities	8,108,703	5,630,081
Cash paid for repayment of liabilities	11,417,312	3,292,253
Cash paid for dividend, profit distribution or interest repayment	269,465	97,721
Other cash paid relating to financing activities	0	16,273
Sub-total of cash outflow from financing activities	11,686,777	3,406,247
Net cash flows from financing activities	-3,578,074	2,223,834
IV. Effect on cash and cash equivalents due to change in foreign currency exchange rate	-2,632	-20
V. Net increase in cash and cash equivalents	735,445	-3,898,557
Add: Balance of cash and cash equivalents at the beginning of the period	2,727,674	7,025,950
VI. Balance of cash and cash equivalents at the end of the period	3,463,119	3,127,393

Legal representative:
Guo Wenqing

*Person in charge
of Accounting:*
Zou Hongying

*Head of Accounting
Department:*
Fan Wanzhu

4.2 Audit Report

Applicable Not applicable