



中國遠洋控股股份有限公司
China COSCO Holdings Company Limited*

(a joint stock limited company incorporated in the People's Republic of China with limited liability)
(Stock code : 1919)

FIRST QUARTERLY REPORT FOR 2008

1. IMPORTANT NOTICE

- 1.1 The board of directors (the “Board”), the supervisory committee, directors and supervisors and the senior management of China COSCO Holdings Company Limited (the “Company”) confirm that there are no misleading statements or misrepresentation contained in or material omissions from this report, and accept joint and several responsibility for the truthfulness, accuracy and completeness of the contents of this report.
- 1.2 The Company’s First Quarterly Report for 2008 has been approved by way of written resolutions as the 36th meeting of the First Session of the Board.
- 1.3 The financial report for this reporting period has been prepared in accordance with the Chinese Enterprise Accounting Standards and is unaudited.
- 1.4 Mr. Wei Jiafu, Chairman of the Company, Mr. Chen Hongsheng, the President, Mr. He Jiale, the Chief Financial Officer, and Ms. Li Jin, the person in charge of the Accounting Department, hereby make representations in respect of the truthfulness and completeness of the financial statements contained in this quarterly report.

2. COMPANY INFORMATION

2.1 Major accounting data and financial indicators

	Unit: RMB		
	At the end of the reporting period	At the end of the previous year	Increase/ (decrease) at the end of the reporting period as compared with the end of the previous year (%)
Total assets	117,811,139,811.37	113,663,440,000.45	3.6
Owners' interests (or shareholders' equity interests)	50,619,212,733.33	44,933,898,054.97	10.8
Net assets per share	4.95	4.40	12.5
	Beginning of the year to the end of the reporting period		Increase/decrease over the corresponding period of last year (%)
Net cash inflow from operating activities	8,139,349,882.45		n/a
Net cash inflow from operating activities per share	0.80		n/a
	Reporting period	Beginning of the year to the end of the reporting period	Increase/ decrease over the corresponding period of last year (%)
Net profit	6,132,217,735.44	6,132,217,735.44	n/a
Basic earnings per share	0.60	0.60	n/a
Diluted earnings per share	0.60	0.60	n/a
Return on net assets	12.11%	12.11%	n/a
Return on net assets, net of non-recurring gains or losses	11.98%	11.98%	n/a

Non-recurring gains or losses	Amount from beginning of the year to the end of the reporting period
Profit and loss on disposal of non-current assets	73,092,730.80
Government subsidies recorded in profit and loss account for the current period (exclusive of government subsidies which are closely related to the operations of the Company and entitled pursuant to the State standard quota or amount)	9,539,479.33
Other net non-operating gains excluding the items above	5,324,387.97
Other extraordinary gain and loss items determined by the China Securities Regulatory Commission	967,649.33
Total extraordinary gains and losses	88,924,247.43
Profit tax impact	18,601,929.11
Minority's share	2,484,009.64
Net effect of non-recurring gains or losses	67,838,308.68
Proportion of the above effect in net profit of the current period	1.11%
Net profit attributable to owners of the parent	6,132,217,735.44
Net profit after non-recurring profit and loss	6,064,379,426.76

*Note**: China COSCO conducted the initial offering of A Shares on 26 June 2007, and completed the project of non-public issue of A Shares and acquisition of the equity right of the global largest bulk cargo fleet of the COSCO Group on 29 December 2007, and therefore the current reporting period is not applicable for comparison with the corresponding period of the previous year. However, the Company made a proforma combination to the net profit for January-March 2007 attributable to the owners of the parent company, the amount of which was approximately RMB 2,599 million (unaudited). Net profit attributable to the owners of the parent company for January-March 2008 increased by 135.9% over the previous year.

2.2 Total number of shareholders and shareholding of the ten largest holders of shares in circulation (or shares not subject to selling restrictions) as at the end of the reporting period

Total number of shareholders of A shares and H shares

A shares: 324,087 ; H shares: 1071

Top ten holders of shares not subject to selling restriction

No.	Name of shareholders	Number of shares held	Class of shares
1	HKSCC NOMINEES LIMITED	2,467,303,935	Overseas-listed foreign shares (H shares)
2	Agricultural Bank of China — 中郵核心成長股票型證券投資基金	86,800,864	RMB-denominated ordinary shares (A shares)
3	RHINE OFFICE INVESTMENTS LIMITED	69,294,050	Overseas-listed foreign shares (H shares)
4	Agricultural Bank of China — 中郵核心成長股票型證券投資基金	43,364,410	RMB-denominated ordinary shares (A shares)
5	SANDA INVESTMENTS LIMITED	23,000,000	Overseas-listed foreign shares (H shares)
6	China Construction Bank — 華安宏利股票型證券投資基金	19,800,000	RMB-denominated ordinary shares (A shares)
7	Communication Bank of China — 華安策略優選股票型證券投資基金	18,946,182	RMB-denominated ordinary shares (A shares)
8	Industrial and Commercial Bank of China — 華安中小盤成長股票型投資基金	17,338,033	RMB-denominated ordinary shares (A shares)
9	Industrial and Commercial Bank of China — 博時精選股票證券投資基金	16,637,418	RMB-denominated ordinary shares (A shares)
10	Agricultural Bank of China — 益民創新優勢混合型證券投資基金	15,993,140	RMB-denominated ordinary shares (A shares)

Note: In this table, the shareholders are presented in individual accounts, and different accounts under the control of same manager have not been aggregated.

3. SIGNIFICANT EVENTS

3.1 Details of and reasons for material changes in the major accounting statement items and financial indicators of the Company (in RMB)

- I. Explanations for the reasons of the significant changes in the major accounting statement items and financial indications are set out below:
- (1) Interest receivable: balance at the beginning of the year was RMB22,389,534.07, and balance at the end of the period was RMB7,820,683.48, representing a decrease of RMB14,568,850.59, or 65.1%. Such decrease was mainly due to the decrease in the time deposits during the period, collection of interest on time deposits, and collection of interest on shareholders' borrowings, resulting in the balance at the end of the period to decrease.
 - (2) Other current assets: balance at the beginning of the year was RMB278,027,526.89, and balance at the end of the period was RMB404,378,464.45, representing an increase of RMB126,350,937.56, or 45.4%. Such increase was mainly due to the increase in outstanding Forward Freight Agreements (FFA) with transaction period of within one year and calculated basing on hedge accounting, and changes in its fair values.
 - (3) Long-term unamortized expenses: increased from RMB9,493,540.03 at the beginning of the year to RMB25,097,306.50 at the end of the period, representing an increase of RMB15,603,766.47, or 164.4%. Such increase was mainly due to the newly merger with Qingdao Daya Logistics Company by COSCO Logistics, its subsidiary, and the company has a long-term amortizable expenses of RMB15,425,927.14 relating with the site consolidation of leased piling yard.
 - (4) Other non-current assets: increased from RMB51,829,193.89 at the beginning of the year to RMB77,366,230.21 at the end of the period, representing an increase of RMB25,537,036.32, or 49.3%. Such increase was mainly due to the increase in outstanding Forward Freight Agreements (FFA) with transaction period of over one year and calculated basing on hedge accounting, and changes in its fair values.
 - (5) Taxes payable: increased by RMB751,806,794.64, or 98.3%, from RMB764,555,669.57 at the beginning of the year to RMB1,516,362,464.21 at the end of the period, which was mainly due to the increase in the income tax payable which were settled by quarterly payments.

- (6) Interest payables: decreased by RMB30,369,378.24, or 47.6%, from RMB63,828,932.29 at the beginning of the year to RMB33,459,554.05 at the end of the period. The decrease was mainly due to the interest payable of RMB32,185,893.74 provided by COSCO Pacific, its subsidiary, in 2007 was settled during the period.
- (7) Other current liabilities: increased by RMB55,709,556.33, or 732.1% from RMB7,609,866.54 at the beginning of the year to RMB63,319,422.87 at the end of the period, which was mainly due to the increase in outstanding Forward Freight Agreements (FFA) with transaction period of within one year and calculated basing on hedge accounting, and changes in its fair values.
- (8) Deferred income tax liabilities: increased by RMB815,721,542.03, or 45.1% from RMB1,810,070,562.58 at the beginning of the year to RMB2,625,792,104.61 at the end of the period. The increase was mainly due to the deferred income tax liabilities provided on the distributable profit in respect of the tax rate difference existing in overseas subsidiaries realized during the period.
- (9) Undistributed profit: increased by RMB6,133,927,545.85, or 103.8% from RMB5,910,571,502.49 at the beginning of the year to RMB12,044,499,048.34 at the end of the period. Such increase was mainly due to the profit for the period credited.
- (10) Exchange difference in foreign currency statements: decreased by RMB491,775,313.53, or 61.7%, from RMB-796,730,569.42 at the beginning of the year to RMB-1,288,505,882.95 at the end of the period. The decrease was mainly due to the appreciation of RMB, causing the increase in negative difference in the currency conversion in the foreign currency statements of its overseas subsidiaries.

II. Explanations for the reasons of the significant changes in the major accounting statement items and financial indications of the parent company are set out below:

- (1) Investments held to maturity: increased by RMB690,000,000.00, or 62.7%, from RMB1,100,000,000.00 at the beginning of the year to RMB1,790,000,000.00 at the end of the period, which was mainly due to the issue of entrusted loans to COSCON, its subsidiary, during the period;
- (2) Short-term loans: decreased by RMB143,853,000.00, or 57.7%, from RMB249,138,000.00 at the beginning of the year to RMB105,285,000.00 at the end of the period, which was mainly due to the repayment of short-term loans of US\$15,000,000 to China Merchants Bank and RMB30,000,000 to Minsheng Bank during the period.

- (3) Other Payables: decreased by RMB148,869,693.78, or 40.3%, from RMB369,618,288.23 at the beginning of the year to RMB220,748,594.45 at the end of the period, which was mainly due to the payment of audit appraisal fees during the period arising from the acquisition of bulk cargo vessels in 2007.

3.2 The progress of significant events and their impact as well as the analysis and explanations for the solutions

Not Applicable

3.3 Status of performance of undertakings given by the Company, shareholders and de facto controller

During the reporting period, the company had no additional undertakings. The Company has fully complied with its undertakings, please refer to the 2007 annual report for details.

3.4 Disclosure of, and reasons for, the warning in respect of forecast of a probable loss in respect of the accumulated net profit from the beginning of the year to the end of the next reporting period or any significant changes in profit as compared with that of the corresponding period of last year

Not Applicable

3.5 Securities investments

No.	Stock Code	Short Form	Number of shares held at the end of the period	Initial Investment amount	Book value at the end of the period	Book value at the beginning of the period	Accounting item
1	600428	中遠航運	9,582,221	8,500,000.00	315,542,537.53	373,227,507.95	Financial assets available for sale
2	600018	上港集團	15,570,000	3,976,496.76	108,055,800.00	141,531,300.00	Financial assets available for sale
3	2866.HK	中海集運	23,136,650	102,100,520.31	61,541,349.43	99,486,776.47	Financial assets available for sale
4	601008	連雲港	1,150,000	1,760,418.44	11,477,000.00	15,962,000.00	Financial assets available for sale
5	000578	ST鹽湖	3,085,443	7,500,000	73,927,214.28	14,810,126.40	Financial assets available for sale
6	0998.HK	中信銀行	800,000	4,596,063.29	2,958,775.50	3,663,534.18	Financial assets available for sale
7	601328	交通銀行	403,830	403,830.00	4,034,261.70	—	Financial assets available for sale
Total			—	128,837,328.80	577,536,938.44	648,681,245.00	—

3.6 Operating data of business segments

For the first quarter ended 31 March 2008, the shipping volume of container shipping business of the Group reached 1,415,371 TEUs, representing an increase of 9.3% over the same period last year, and the total revenue of container shipping business increased by 20.1% to RMB9,955,137,715.

Total Volume (TEUs)	The first quarter		
	2008	2007	Change(%)
Trans-Pacific	322,465	326,544	-1.2
Asia-Europe (including Mediterranean)	363,360	319,955	13.6
Intra-Asia (including Australia)	351,954	359,524	-2.1
Other international (including Trans-Atlantic)	55,478	56,333	-1.5
PRC	322,114	232,858	38.3
Total	1,415,371	1,295,214	9.3

Total Revenue (000, RMB)	The first quarter		
	2008	2007	Change(%)
Trans-Pacific	2,954,491	3,158,591	-6.5
Asia-Europe (including Mediterranean)	3,732,387	2,744,681	36.0
Intra-Asia (including Australia)	1,579,163	1,376,227	14.7
Other international (including Trans-Atlantic)	510,110	480,451	6.2
PRC	1,026,811	472,715	117.2
Sub-total	9,802,962	8,232,665	19.1
Chartered out	152,175	58,965	158.1
Total	9,955,137	8,291,630	20.1

For the quarter ended 31 March 2008, the Group's dry bulk shipping business has completed a shipment of 67,939,082 tons, representing an increase of 7.5% over the corresponding period of the previous year.

		2008	2007	Change (%)
Cargo Volume by Market (tons)	International	57,237,724	53,929,347	6.1
	Domestic	10,701,358	9,265,805	15.5
Cargo Types (tons)	Coal	22,344,845	22,861,014	-2.3
	Ore	31,632,640	27,270,118	16.0
	Grain	6,172,859	5,565,099	10.9
	Others	7,788,738	7,498,921	3.9
	Shipment Turnover ('000 ton-miles)		336,233,985	325,380,547
Days of Operation	Capesize	7,779	6,833	13.8
	Panamax	11,495	10,200	12.7
	Handymax	11,122	8,318	33.7
	Handysize	5,954	4,935	20.6

As at 31 March 2008, shipping capacities of dry bulk vessels operated by the Group are as set out in the table below.

Vessel Type	Owned Vessels		Chartered Vessels		Total	
	Number of vessels	DWT ('000)	Number of vessels	DWT ('000)	Number of vessels	DWT ('000)
Capesize	20	3,336	61	10,509	81	13,845
Panamax	65	4,535	75	5,627	140	10,162
Handymax	79	3,743	48	2,518	127	6,261
Handysize	39	1,342	30	1,309	69	2,651
Total	203	12,956	214	19,962	417	32,918

For the quarter ended 31 March 2008, the volume of different segments of the Group's logistics business is stated in the following table.

	The first quarter		
	2008	2007	Change(%)
Third party logistics			
Product Logistics			
Home appliance ('000 pieces)	11,774	8,779	34.1
Automobile (units)	135,063	168,708	-19.9
Chemicals (tons)	1,008,386	730,089	38.1
Project logistics (million yuan)	256	217	18.0
Shipping agency (voyages)	27,796	27,302	1.8
Freight forwarding			
Marine shipping			
Bulk cargo (tons)	39,352	34,311	14.7
Container cargo (TEUs)	548,471	480,407	14.2
Air freight (tons)	26,396	23,700	11.4

For the quarter ended 31 March 2008, the throughput of the Group's container terminals business totaled 10,396,235 TEUs, representing an increase of 22.2% over the same period last year.

Operating Terminal Companies	The first quarter		Changes
	2008	2007	
	(TEUs)	(TEUs)	(%)
Bohai Rim	4,069,408	3,685,995	10.4
Qingdao Qianwan Container Terminal Co., Ltd.	2,122,909	1,919,370	10.6
Qingdao Cosport International Container Terminals Co., Ltd.	268,584	238,964	12.4
Dalian Port Container Co., Ltd.	617,240	610,242	1.1
Dalian Port Container Terminal Co., Ltd.	364,856	204,291	78.6
Tianjin Five Continents International Container Terminal Co., Ltd.	452,572	457,497	-1.1
Yingkou Container Terminals Company Limited	243,247	255,631	-4.8
Yangtze River Delta	2,129,128	1,858,665	14.6
Shanghai Container Terminals Limited	876,528	808,467	8.4
Shanghai Pudong International Container Terminals Limited	625,773	643,878	-2.8
Zhangjiagang Win Hanverky Container Terminal Co., Ltd.	176,811	138,190	27.9
Yangzhou Yuanyang International Ports Co. Ltd.	53,384	66,175	-19.3

Operating Terminal Companies	The first quarter		Changes
	2008	2007	
	(TEUs)	(TEUs)	(%)
Nanjing Port Longtan Container Co., Ltd.	222,277	196,988	12.8
Ningbo Yuan Dong Terminals Limited	174,355	4,967	3,410.3
Pearl River Delta and Southeast Coast COSCO-HIT Terminals (Hong Kong) Limited	3,109,485	2,571,059	20.9
Yantian International Container Terminals Ltd. (Phases I, II and III)	410,304	421,295	-2.6
Guangzhou South China Oceangate Container Terminal Company Limited	2,013,164	1,970,147	2.2
Quan Zhou Pacific Container Terminal Co., Ltd.	469,195	22,357	1,998.6
	216,822	157,260	37.9

Operating Terminal Companies	The first quarter		Changes
	2008	2007	
	(TEUs)	(TEUs)	(%)
Overseas	1,088,214	391,691	177.8
COSCO-PSA Terminal Private Limited	334,568	211,213	58.4
Antwerp Gateway NV	249,994	180,478	38.5
Suez Canal Container Terminal S.A.E.	503,652	—	N/A
Total container throughput in Mainland			
China	8,897,717	7,694,424	15.6
Total container throughput	10,396,235	8,507,410	22.2
Total break-bulk cargo throughput (tons)	2,641,102	1,565,532	68.7

By Order of the Board
China COSCO Holdings Company Limited
Zhang Yongjian
Joint Company Secretary

Beijing, the PRC, 29 April 2008

As at the date of this announcement, the executive directors of the Company are Mr. WEI Jiafu (Chairman and CEO) and Mr. CHEN Hongsheng (President); the non-executive directors of the Company are Mr. ZHANG Fusheng (Vice Chairman), Mr. LI Jianhong, Mr. XU Lirong, Mr. ZHANG Liang and Ms. SUN Yueying; and the independent non-executive directors of the Company are Ms. LI Boxi; Mr. TSAO Wen King, Frank, Mr. Alexander Reid HAMILTON and Mr. CHENG Mo Chi.

** The Company is registered as an oversea company under Part XI of the Companies Ordinance (Chapter 32 of the Laws of Hong Kong) under its Chinese name and the English name “China COSCO Holdings Company Limited”.*

4. APPENDIX

Balance Sheet

				(Unaudited)	
Preparing unit: China COSCO Holdings Company Limited		31 March 2008		Unit: RMB	
Asset	Balance at the end of the period		Balance at the beginning of the period		
	Consolidated	Parent company	Consolidated	Parent company	
Current assets					
Monetary assets	34,599,722,156.87	11,339,503,154.15	37,433,841,855.56	12,841,334,560.70	
Balance with clearing companies					
Placement with banks					
Financial assets held for trading	2,180,907,862.32	—	2,140,332,839.57	—	
Bills receivable	109,713,814.58		113,032,872.02		
Accounts receivable	10,159,347,100.83		8,935,913,502.61		
Prepayments	2,550,389,325.77		2,030,650,626.30		
Premium receivable					
Receivables from reinsurers					
Reinsurance deposits receivable					
Interest receivable	7,820,683.48		22,389,534.07		
Other receivables	1,874,934,898.85	20,314,396,623.74	1,870,218,874.40	19,802,171,779.50	
Financial assets purchased under agreements to resell					
Inventories	1,767,500,403.20	1,559,678,093.44	—		
Non-current assets due within one year	48,000,000.00		56,765,520.00		
Other current assets	404,378,464.45		278,027,526.89		
Total current assets	53,702,714,710.35	31,653,899,777.89	54,440,851,244.86	32,643,506,304.20	
Non-current assets					
Loans and advances					
Financial assets held for sale	574,578,162.94	—	645,017,710.82	—	
Investments held to maturity	249,821.52	1,790,000,000.00	269,652.25	1,100,000,000.00	
Long-term receivables	822,256,806.20	—	868,005,283.07	—	
Long-term equity investments	11,735,665,412.09	19,006,390,801.99	9,682,244,573.86	19,006,390,801.99	
Investment properties	349,065,833.49		345,913,600.32	—	
Fixed assets	38,335,490,992.73	3,118,223.69	36,731,789,109.76	3,663,751.00	
Construction-in-progress	10,400,552,389.31		9,117,541,700.85	—	
Construction materials					
Disposal of fixed assets	8,343,548.39		9,072,185.02	—	
Biological assets for production use					
Oil and gas assets					
Intangible assets	1,071,209,703.87	333,655.65	1,058,729,331.33	356,385.00	
Development expenses					
Goodwill	719,096.05		719,096.05	—	
Long-term unamortized expenses	25,097,306.50		9,493,540.03	—	
Deferred income tax assets	707,829,797.72	91,119,453.01	701,954,778.34	91,119,453.01	
Other non-current assets	77,366,230.21	—	51,829,193.89	—	
Total non-current assets	64,108,425,101.02	20,890,962,134.34	59,222,588,755.59	20,201,530,391.00	
Total assets	117,811,139,811.37	52,544,861,912.23	113,663,440,000.45	52,845,036,731.20	
Unit chief: CHEN Hongsheng	Finance chief: HE Jiale	Accounting Institution chief: LI Jin			

(Unaudited)

Preparing unit: China COSCO Holdings Company Limited 31 March 2008 Unit: RMB

Liabilities and equity holders' equity (or shareholder's equity)	Balance at the end of the period		Balance at the beginning of the year	
	Consolidated	Parent company	Consolidated	Parent company
Current liabilities				
Short-term loans	2,825,833,765.52	105,285,000.00	3,916,671,419.93	249,138,000.00
Loans from Central bank				
Deposits and amounts due to banks				
Placement from banks				
Financial liabilities held for trading	554,649,037.73		528,540,431.91	—
Bills payable	31,947,230.02		39,029,405.02	
Accounts payable	11,926,447,357.83		9,852,000,686.77	
Advances from customers	2,468,412,569.48		2,698,597,668.26	
Financial assets sold under agreements to repurchase				
Handling charges and commission payable				
Salaries payable	2,288,834,055.99	374,658,175.78	2,757,215,754.53	378,603,336.28
Taxes payable	1,516,362,464.21	88,687,243.79	764,555,669.57	88,820,815.13
Interest payable	33,459,554.05	127,440.96	63,828,932.29	
Other payables	17,107,414,356.91	220,748,594.45	21,079,197,737.19	369,618,288.23
Due to reinsurers				
Insurance deposits payable				
Securities trading fees				
Securities selling fees				
Non-current liabilities due within one year	1,856,767,953.14		1,803,814,640.89	
Other current liabilities	63,319,422.87		7,609,866.54	
Total current liabilities	40,673,447,767.75	789,506,454.98	43,511,062,212.90	1,086,180,439.64
Non-current liabilities:				
Long-term borrowings	12,188,710,202.11	—	11,831,786,142.74	—
Debenture payable	2,172,301,977.18	—	2,193,275,814.85	—
Long-term payables	160,434,972.28		169,298,941.85	
Special payables	40,000,000.00		40,000,000.00	
Provision	52,448,024.09	—	52,311,373.45	—
Deferred income tax liabilities	2,625,792,104.61	326,094,116.46	1,810,070,562.58	326,094,116.46
Other non-current liabilities	32,447,328.34		44,477,657.17	
Total non-current liabilities	17,272,134,608.61	326,094,116.46	16,141,220,492.64	326,094,116.46
Total liabilities	57,945,582,376.36	1,115,600,571.44	59,652,282,705.54	1,412,274,556.10
Equity holders' equity (or shareholders' equity)				
Paid-up capital (or share capital)	10,216,274,357.00	10,216,274,357.00	10,216,274,357.00	10,216,274,357.00
Capital reserves	29,449,977,894.24	39,122,468,566.93	29,406,815,448.21	39,122,468,566.93
Less: Treasury shares		—		
Surplus reserves	196,967,316.69	196,967,316.69	196,967,316.69	196,967,316.69
Provision for ordinary risks				
Undistributed profit	12,044,499,048.34	1,893,551,100.17	5,910,571,502.49	1,897,051,934.48
Exchange difference in foreign currency statements	-1,288,505,882.95		-796,730,569.42	

Liabilities and equity holders' equity (or shareholder's equity)	Balance at the end of the period		Balance at the beginning of the year	
	Consolidated	Parent company	Consolidated	Parent company
Total equity attributable to equity holders of parent company	50,619,212,733.33	51,429,261,340.79	44,933,898,054.97	51,432,762,175.10
Minority interests	9,246,344,701.69	—	9,077,259,239.94	—
Total equity holders' equity (or shareholder's equity)	59,865,557,435.01	51,429,261,340.79	54,011,157,294.91	51,432,762,175.10
Total liabilities and equity holders' equity (or shareholder's equity)	117,811,139,811.37	52,544,861,912.23	113,663,440,000.45	52,845,036,731.20
Unit chief: CHEN Hongsheng	Finance chief: HE Jiale		Accounting Institution chief: LI Jin	

Income Statement

(unaudited)

Preparing unit: China COSCO Holdings Company Limited

Unit: RMB

Items	January to March 2008	
	Consolidated	Parent company
1. Total income from operations	28,025,288,955.96	—
Including: operating income	28,025,288,955.96	
Interest income		
Premium earned		
Income from handling charges and commission		
2. Total costs from operations	20,490,008,307.60	3,500,834.31
Including: operating costs	18,692,592,299.94	
Interest expenses		
Expenses from handling charges and commission		
Payments on surrender		
Net claim expenses		
Drawdown on insurance deposits, net		
Policyholder dividend		
Reinsurance premium expenses		
Operating taxes and surcharges	257,475,987.61	
Costs of sale	27,285,520.48	
Administration expenses	1,105,568,545.83	5,652,436.32
Finance costs	399,020,315.07	-2,151,602.01
Impairment loss on assets	8,065,638.67	
Add: Gains from changes in fair value (losses are indicated with “-”)	-45,428,534.35	
Investment gains (losses are indicated with “-”)	589,698,393.79	
Including: Gains from investment in associated companies and joint ventures	415,715,065.02	
Exchange gains (losses are indicated with “-”)		
3. Operating profit (losses are indicated with “-”)	8,079,550,507.80	-3,500,834.31
Add: Non-operating income	95,702,484.30	
Less: non-operating expenses	2,934,103.25	
Including: losses from disposal of non-current assets	423,591.86	
4. Total profit (Total losses are indicated with “-”)	8,172,318,888.85	-3,500,834.31
Less: Income tax expenses	1,771,638,534.22	

Items	January to March 2008	
	Consolidated	Parent company
5. Net profit (Net losses are indicated with “-”)	6,400,680,354.63	-3,500,834.31
Net profit attributable to equity holders of parent company	6,132,217,735.44	-3,500,834.31
Profit and loss of Minority shareholders	266,622,619.19	
bonus and welfare fund	1,840,000.00	
6. Earnings per share		
(1) Basic earnings per share	0.60	
(2) Diluted earnings per share	0.60	
Unit chief: CHEN Hongsheng Finance chief: HE Jiale Accounting Institution chief: LI Jin		

Cash flow statements

(Unaudited)

Preparing unit: China COSCO Holdings Company Limited

Unit: RMB

Items	January to March 2008 Consolidated Parent company	
1. Cash flow generated from operating activities		
Cash from sale of products and provision of labour services	34,602,079,338.47	
Net increase in deposits due to customers and banks	—	
Net increase in loans from Central bank	—	
Net increase in placement from other financial institutions	—	
Cash received from original insurance policy premium	—	
Net cash received from reinsurance operations	—	
Net increase in policyholders' deposits and investment	—	
Net increase in disposal of financial assets held for trading	—	
Cash received from interest, handling charges and commission	—	
Net increase in placement from banks	—	
Net increase in capital for repurchase	—	
Tax rebate received	8,336,655.60	
Cash received from other operating activities	7,579,140,480.61	242,533,830.25
Cash inflow from operating activities		
- subtotal	42,189,556,474.68	242,533,830.25
Cash paid for purchasing commodity and labour service	24,428,344,764.60	
Net increase in loans and advances from customers	—	
Net increase in placement with Central bank and other banks	—	
Cash paid from claims on original insurance policies	—	
Cash paid from interest, handling charges and commission	—	
Cash paid for policyholders' dividend	—	
Cash paid to and for staff	1,561,284,447.52	9,788,145.13

Items	January to March 2008	
	Consolidated	Parent company
Cash paid for various taxes	530,853,143.28	
Cash paid for other operating activities	7,529,724,236.83	66,772,493.10
Cash outflow from operating activities		
- subtotal	34,050,206,592.23	76,560,638.23
Net cash flow generated from operating activities	8,139,349,882.45	165,973,192.02
Unit chief: CHEN Hongsheng Finance chief: HE Jiale Accounting Institution chief: LI Jin		

Preparing unit: China COSCO Holdings Company Limited

(Unaudited)

Unit: RMB

Items	January to March 2008	
	Consolidated	Parent company
2. Cash flow generated from investing activities		
Cash from recovery of investments	709,152,265.17	
Cash from gains in investments	71,385,033.92	4,105,413.17
Net cash received from disposal of fixed assets, intangible assets and other long-term assets	262,083,610.53	
Net cash received from disposal of subsidiaries and other business units	—	
Cash received from other investing activities	104,414,945.22	
Cash inflow from investing activities - subtotal	1,147,035,854.84	4,105,413.17
Net cash paid for acquisition and installation of fixed assets, intangible assets and other long term assets	4,357,749,961.49	
Cash paid for investment	2,085,129,935.28	1,514,379,960.00
Net increase in pledged loans	—	
Net cash received from subsidiaries and other business units	—	
Cash paid for other investing activities	6,133,132.69	
Cash outflow from investing activities - subtotal	6,449,013,029.46	1,514,379,960.00
Net cash flow generated from investing activities	-5,301,977,174.62	—1,510,274,546.83
3. Cash flow generated from financing activities		
Cash received from investments	—	—
Including: cash received by subsidiaries from investment by minority shareholders	—	—
Cash received from borrowings	1,485,441,660.77	
Cash received from issuance of debentures	—	
Cash received from other financing activities	1,045,871.88	
Cash inflow from financing activities - subtotal	1,486,487,532.65	—
Cash paid for repayment of indebtedness	1,648,749,256.42	139,223,635.40
Cash paid for distribution of dividends, profit or interest	4,914,742,505.74	3,055,221.97

Items	January to March 2008	
	Consolidated	Parent company
Including: dividends and profit distributed to minority shareholders by subsidiaries		—
Cash paid for other financing activities	2,594,234.44	
Cash outflow from financing activities		
- subtotal	6,566,085,996.60	142,278,857.37
Net cash flow generated from financing activities	-5,079,598,463.95	-142,278,857.37
4. Effects of changes in exchange rates on cash and cash equivalents	-488,294,301.27	-15,251,194.37
5. Net increase in cash and cash equivalents	-2,730,520,057.39	-1,501,831,406.55
Add: Cash and cash equivalents at the beginning of the period	37,330,242,214.26	12,841,334,560.70
6. Cash and cash equivalents at the end of the period	34,599,722,156.87	11,339,503,154.15

Unit chief: CHEN Hongsheng Finance chief: HE Jiale Accounting Institution chief: LI Jin