

Stock Code: 600988

Stock Name:Chifeng Gold

Chifeng Jilong Gold Mining Co., Ltd

Q1 Report 2023

The Board of Directors and all directors of the Company warrant that the content of this announcement does not contain any false record, misleading statement or material omission, and assume legal responsibility for the authenticity, accuracy and completeness of its content.

Highlight of important content:

(1) The Company's Board of Directors, Board of Supervisors, Directors, Supervisors and senior management guarantee that the content of the quarterly report is true, accurate and complete, and there are no false records, misleading statements or material omissions, and bear individual and joint and several legal liabilities.

(2) The person in charge of the Company, the person in charge of accounting work and the person in charge of the accounting organization (head of accounting) guarantee that the financial information in the quarterly report is true, accurate and complete.

(3) Whether the first quarter financial statements are audited

Yes No

I.Key financial data

(1) Key accounting data and financial indicators

Unit: Yuan Currency: Renminbi

Items	This reporting period	Percentage increase or
-------	-----------------------	------------------------

			decrease in the reporting period compared to the same period of the previous year (%)
Operating income		1,586,753,225.40	6.66
Net profit attributable to shareholders of the listed Company		75,261,571.38	-56.77
Net profit attributable to shareholders of the listed Company, net of non-recurring gains and losses		131,349,255.33	-22.59
Net cash flow from operating activities		463,472,617.38	186.68
Basic earnings per share (Yuan/share)		0.05	-50.00
Diluted earnings per share (Yuan/share)		0.05	-50.00
Weighted average return on equity (%)		1.44	A decrease of 2.28 percentage points
	End of the reporting period	At the end of the previous year	Change in the end of the reporting period compared to the end of the previous year (%)
Total assets	17,757,401,809.22	17,544,294,456.09	1.21
Owner's equity attributable to shareholders of the listed Company	5,201,993,623.42	5,187,569,558.63	0.28

(2) Non-recurring profit and loss items and amounts

Unit: Yuan Currency: Renminbi

Items	Amount for the current period	illustrate
Gain or loss on disposal of non-current assets	-2,412,166.40	Gains and losses related to asset disposal
Government subsidies included in the profit or loss of the current period, except for government subsidies that are closely related to the Company's normal business and comply with national policies and	435,547.22	Government subsidies such as personal income tax fee refunds received

continue to enjoy in accordance with certain standard quotas or quantities		
In addition to effective hedging related to the Company's normal business operations, gains and losses on changes in fair value arising from the holding of trading financial assets, derivative financial assets, trading financial liabilities, derivative financial liabilities, and investment income derived from the disposal of trading financial assets, derivative financial assets, trading financial liabilities, derivative financial liabilities and other debt investments	-62,598,425.39	Changes in fair value of gold leases and investment income
Non-operating income and expenses other than the above	-381,797.90	
Less: Income tax impact amount	-8,774,876.74	
Impact amount of minority shareholders' equity (after tax)	-94,281.78	
total	-56,087,683.95	

A statement of the circumstances that defines the non-recurring profit and loss items listed in the "Explanatory Announcement on Information Disclosure of Companies Offering Securities to the Public No. 1 - Non-Recurring Profit and Loss" as recurring profit and loss items.

Application Non-applicable

(3) Changes in major accounting data and financial indicators and the reasons for them

applicable Non-applicable

Name of items	Change rate (%)	The main reason
Operating income	6.66	Higher sales and prices of gold products
Net profit attributable to shareholders of the listed Company	-56.77	The sharp rise in the price of gold has caused a fair value floating loss on gold leasing financing
Net cash flow from operating activities	186.68	increased sales proceeds and tax refunds; Reduced procurement payments and other expenses

Basic earnings per share (Yuan/Share)	-50.00	Big surge of the gold price led to the floating loss in fair value of the gold lease financing
Diluted earnings per share (Yuan/Share)	-50.00	Big surge of the gold price led to the floating loss in fair value of the gold lease financing

Note: The Company signs a gold lease contract with the bank for financing purposes, leases gold within the bank's credit line, sells it through the Shanghai Gold Exchange trading system, buys the same amount and specifications of gold through the system before the lease expiration date and repays the bank on the maturity date, and pays the agreed lease fee on time (generally the same as the bank's quarterly interest payment date), and the lease period is generally within 1 year (inclusive). The Company's existing gold lease financing scale does not exceed the approved financing plan for the current year, and the term of the gold lease does not exceed one year. In the first quarter of 2023, due to the increase in the price of gold, the existing gold leasing business incurred a fair value floating loss. The Company has set up a special team to strengthen market research and market analysis, and strengthen risk control.

II.Shareholder Information

(1) A table of the total number of common shareholders and the number of preferred shareholders whose voting rights have been restored and the shareholdings of the top ten shareholders.

Unit: Share

Total number of common shareholders at the end of the reporting period	99,054	Total number of preferred shareholders whose voting rights were restored at the end of the reporting period, if any;	not applicable		
Shareholdings of the top 10 shareholders					
Name of the shareholder	Nature of Shareholders	Number of shares	Share holdin	Number of shares held with	pledge, earmarked or freeze circumstance

			g ratio (%)	restrictive sale conditions	Share status	quantity
Li Jinyang	Natural person in China	190,410,595	11.44	0	pledged	147,000,000
Wang Jianhua	Natural person in China	73,628,171	4.43	0	none	
National Social Security Fund 118 Portfolio	other	70,461,884	4.23	0	none	
Beijing Hanfeng ZHONGXING Management Consulting Center (Limited Partnership)	other	51,515,151	3.10	0	none	
Agricultural Bank of China Co., Ltd. - Dacheng New Industry Hybrid Securities Investment Fund	other	44,016,067	2.65	0	none	
China Construction Bank Co., Ltd. - Huaxia Energy Innovation Equity Securities Investment Fund	other	42,290,592	2.54	0	none	
National Social Security Fund One-One-Two Portfolio	other	35,187,552	2.11	0	none	
GF Securities Co., Ltd. - Dacheng Ruijing Flexible Allocation Hybrid Securities Investment Fund	other	27,140,687	1.63	0	none	
Big Assets-ICBC-Big Assets-Blue Chip Select No. 5 collective asset management product	other	21,448,927	1.29	0	none	
Industrial and Commercial Bank of China Co., Ltd. - Huaxia Core Manufacturing Hybrid Securities Investment Fund	other	19,748,131	1.19	0	none	

Shareholdings of the top 10 shareholders with unrestrictive sale conditions			
Name of the shareholder	The number of outstanding shares held under non-restrictive conditions	Type and number of shares	
		Types of shares	quantity
Li Jinyang	190,410,595	RMB common shares	190,410,595
Wang Jianhua	73,628,171	RMB common shares	73,628,171
National Social Security Fund 118 Portfolio	70,461,884	RMB common shares	70,461,884
Beijing Hanfeng ZHONGXING Management Consulting Center (Limited Partnership)	51,515,151	RMB common shares	51,515,151
Agricultural Bank of China Co., Ltd. - Dacheng New Industry Hybrid Securities Investment Fund	44,016,067	RMB common shares	44,016,067
China Construction Bank Co., Ltd. - Huaxia Energy Innovation Equity Securities Investment Fund	42,290,592	RMB common shares	42,290,592
National Social Security Fund One-One-Two Portfolio	35,187,552	RMB common shares	35,187,552
GF Securities Co., Ltd. - Dacheng Ruijing Flexible Allocation Hybrid Securities Investment Fund	27,140,687	RMB common shares	27,140,687
Dajia Assets-ICBC-Dajia Assets-Blue Chip Select No. 5 collective asset management product	21,448,927	RMB common shares	21,448,927
Industrial and Commercial Bank of China Co., Ltd. - Huaxia Core Manufacturing Hybrid Securities Investment Fund	19,748,131	RMB common shares	19,748,131
A description of the above shareholder affiliation or concerted action	Li Jinyang and Beijing Hanfeng Zhongxing Management Consulting Center (Limited Partnership) are acting in concert; The Company does not know whether the other shareholders are related or act in concert.		
Explanation of the participation of the top 10 shareholders and the top 10 shareholders with unrestrictive conditions in margin trading and facility transfer (if any)	not applicable		

III. Other reminders

√ applicable Non-applicable

(1) Production and sales volume

Main products	unit	Qty produced	Sales	Increase or decrease in production compared to the same period of the previous year (%)	Year-on-year increase or decrease in sales volume (%)
Mineral gold	gram	3,289,175.81	3,541,682.61	0.81	11.25
Electrolytic copper	ton	1,108.55	1,089.32	-48.58	-52.98
Copper concentrate powder	ton	No production in the current period	No sales in the current period		
Lead concentrate powder	ton	No production in the current period	No sales in the current period		
Zinc concentrate powder	ton	No production in the current period	No sales in the current period		

Note: 1 Gold production and sales increased year-on-year, mainly due to the consolidation of Gold Star Wassa.

2. The production and sales of electrolytic copper decreased compared with the same period of the previous year, mainly due to the decrease in the grade and recovery rate of copper ore.

3. Due to the overhaul of production facilities in the first quarter of 2023, the subsidiary Hanfeng Mining did not produce and sell zinc concentrate, lead concentrate powder and copper concentrate powder in the current period, and but has resumed normal production now.

(2) Costs

1. Unit cost

Main products	Unit	Cost of sales	Cash Cost (C1 Cash Cost).	All in sustaining Cost (AISC).
Mineral gold	Yuan/g	288.20	216.45	267.55
Electrolytic copper	Yuan/ton	48,870.30	-	-

Note: Cost of sales refers to the cost of main business in the income statement; Cash cost refers to the cash cost of main business and expense; all in sustaining cost refers to the cash cost of main business and the expenses plus sustaining capital expenditure.

2. Changes in unit costs

Main products	Year-on-year increase or decrease in cost of sales (%)	Year-on-year increase or decrease in cash costs (%)	All-in sustaining cost increased or decreased from the same period last year (%)	Cost of sales increased or decreased over the previous year (%)	Increase or decrease in cash costs over the previous year (%)	All in sustaining cost increased or decreased from the previous year (%)
Mineral gold	9.86	8.77	-7.85	3.96	-0.04	-15.26
Electrolytic copper	76.23	-	-	24.45	-	-

Note: 1 The unit cost of gold sales in the current period increased compared with the same period of the previous year, mainly due to the increase in depreciation and amortization of Golden Star Wassa and the increase in electricity and some material costs of LXML; cash costs increased year-on-year, mainly due to higher prices of electricity and some materials in LXML; the decline in the unit all-in sustaining cost of gold in the current period compared with the same period of the previous year and the full year was mainly due to the effectiveness of the strict control of sustaining capital expenditure in the current period.

2. The increase in the unit cost of electrolytic copper is mainly due to the decrease in the grade and recovery rate of copper ore processed by LXML.

3. When converting the cost data of overseas subsidiaries, the USD-RMB exchange rate was based on the average of 1 USD to RMB 6.7261 for the full year of 2022.

(3) The main results of production and operation in the first quarter

1. Focusing on the development theme of "Breaking limits, Rebuild and

Entrepreneurship" in 2023, the Company completed the restructuring and adjustment of senior executives' appointments, the adjustment of headquarters functional departments, promoted the construction of informatization, and continued to strengthen the establishment of more efficient communication and management systems.

2. In view of the key links affecting gold production and cost indicators, all mines have strengthened mining and beneficiation management. The fluctuation of ore volume and grade in stopes caused by the adjustment of the infill drilling spacing and grade control model in the second half of 2022 in Golden Star Wassa, a Ghanaian subsidiary, has been gradually controlled and improved since March this year, and a special team has been established to optimize the underground mining management and grade control model. Relying on abundant gold resources and the implementation of the expansion project plan, Golden Star Wassa production and cost indicators will continue to improve in the coming quarters; the ore grade extracted by Jilong Mining, a domestic mining subsidiary, experienced a significant decline in the third quarter of 2022, and the feed grade in this period has increased by more than 40% compared with the average grade of 2022, and the gold production of Wulong Mining increased by about 15% compared with the same period of the previous year; after the adjustment of the management of LXML, a subsidiary in Laos, a series of organizational changes and measures have been implemented to improve operational efficiency, and the beneficiation recovery rate continued to improve, and the gold beneficiation recovery rate in the first quarter was about 66.5%, and there is room for further improvement.

3. Focusing on the annual budget target, all mines have place cost reduction and efficiency increase as a priority task, reducing labor costs through organizational structure and salary system adjustment and reducing procurement cost through optimizing the procurement and supplier selection process, strengthening the procurement competition mechanism and making full use of its own procurement platforms.

IV. Quarterly financial statements

(1) Type of audit opinion

Applicable Non-applicable

(2) Financial statement

Consolidated balance sheet

March 31, 2023

Prepared by: Chifeng Jilong Gold Mining Co., Ltd.

Unit: Yuan Currency: Renminbi Unaudited

Items	March 31, 2023	December 31, 2022
Current asset:		
Monetary funds	1,415,901,279.59	1,285,105,129.36
Tradable financial assets	39,638,465.87	48,714,831.32
Derivative financial assets		
Notes receivable		
Accounts receivable	410,349,009.57	368,874,179.78
Receivables financing		
Advance payment	118,610,394.78	99,560,307.68
Other receivables	80,531,250.80	53,448,273.07
Among them: interest receivable		
Dividends receivable		
inventory	2,111,343,054.89	2,164,627,536.11
Contract assets		
Holding assets for sale		
Non-current assets maturing within one year	42,118,328.77	42,118,328.77
Other current assets	1,187,299.24	47,016,923.96
Total current assets	4,219,679,083.51	4,109,465,510.05
Non-current assets:		

Debt investment		
Other debt investments		
Long-term receivables	3,556,697.09	3,971,633.63
Long-term equity investment	349,420,072.22	357,818,699.45
Investment in other equity instruments		
Other non-current financial assets		
Investment real estate		
fixed asset	4,984,983,137.46	5,184,905,189.13
Construction in progress	991,303,421.70	676,834,260.62
Productive biological assets		
Oil and gas assets		
Right-of-use assets	231,819,983.46	240,729,539.46
intangible asset	6,716,870,337.69	6,733,087,454.99
Development spending		
goodwill	41,968,889.08	41,968,889.08
Long-term unamortized expenses	1,113,012.31	483,812.50
Deferred income tax assets	70,050,643.30	53,977,774.63
Other non-current assets	146,636,531.40	141,051,692.55
Total non-current assets	13,537,722,725.71	13,434,828,946.04
Total assets	17,757,401,809.22	17,544,294,456.09
Current liabilities:		
Short-term borrowing	529,393,761.37	488,409,143.79
Transactional financial liabilities	952,879,880.00	620,250,390.00
Derivative financial liabilities		
Notes payable	90,000,000.00	158,000,000.00
Accounts payable	650,344,675.59	693,390,035.31

Advance receipts		
Contractual liabilities	70,186,237.05	62,051,609.97
Remuneration payable to employees	83,070,927.96	114,453,909.28
Taxes payable	266,835,805.39	270,639,916.69
Other payables	558,493,243.18	487,025,962.51
Among them: interest payable		
Dividends payable		
liabilities held for sale		
Non-current liabilities due within one year	362,324,512.66	385,363,490.21
Other current liabilities	396,342.57	298,435.77
Total current liabilities	3,563,925,385.77	3,279,882,893.53
Non-current liabilities:		
Long-term borrowing	1,421,373,123.74	1,513,780,782.52
Bonds payable		
Among them: preferred shares		
Perpetual bonds		
Lease liabilities	222,523,439.17	230,805,049.49
Long-term payables	79,271,711.94	62,336,784.87
Long-term payroll payables to employees		
Projected liabilities	1,959,856,316.79	1,984,833,523.94
Deferred earnings	1,985,750.69	2,072,500.67
Deferred income tax liabilities	2,429,259,108.85	2,455,982,089.55
Other non-current liabilities	592,395,823.44	606,297,934.13
Total non-current liabilities	6,706,665,274.62	6,856,108,665.17
Total liabilities	10,270,590,660.39	10,135,991,558.70
Owner's equity (or shareholders' equity):		

Paid-up capital (or share capital)	1,663,911,378.00	1,663,911,378.00
Other Equity Instruments		
Among them: preferred shares		
Perpetual bonds		
Capital reserve	626,613,563.85	626,613,563.85
Minus: treasury shares	300,787,044.21	300,787,044.21
Other comprehensive income	-75,663,747.46	-14,346,240.25
Special reserves	1,373,849.57	893,848.95
Surplus reserve	132,124,232.09	132,124,232.09
Undistributed profit	3,154,421,391.58	3,079,159,820.20
The total of owner's equity (or shareholders' equity) attributable to the parent Company	5,201,993,623.42	5,187,569,558.63
Minority shareholders' equity	2,284,817,525.41	2,220,733,338.76
Total owner's equity (or shareholders' equity).	7,486,811,148.83	7,408,302,897.39
Total liabilities and owner's equity (or shareholders' equity).	17,757,401,809.22	17,544,294,456.09

Person in charge of the Company: Wang Jianhua; Person in charge of accounting work: Du Hui; Person in charge of accounting organization: Du Hui

Consolidated income statement

January-March 2023

Prepared By: Chifeng Jilong Gold Mining Co., Ltd.

Unit: Yuan; Currency: Renminbi; Unaudited

Items	Q1 2023	Q1 2022
I. Total operating income	1,586,753,225.40	1,487,670,713.10
Among them: operating income	1,586,753,225.40	1,487,670,713.10

II. Total operating costs	1,388,363,112.45	1,198,791,779.49
Among them: operating costs	1,129,525,031.20	978,902,740.50
Taxes and surcharges	72,337,525.07	65,371,027.09
Sales expenses	1,944,801.96	1,538,405.00
Management fees	114,706,780.57	137,268,845.64
R&D expenses	4,056,392.35	4,218,124.01
Finance costs	65,792,581.30	11,492,637.25
Among them: interest expense	48,790,466.40	30,088,207.83
Interest income	8,738,894.74	9,385,697.01
Plus: Other earnings	435,547.22	631,466.25
Investment income (losses are indicated with a "-" sign)	-12,514,295.84	2,314,349.67
Among them: income from investments in associates and joint ventures		
Derecognition of gains on financial assets measured at amortized cost		
Net exposure hedge gain (loss is indicated by "-" sign)		
Gain on changes in fair value (losses are indicated with a "-" sign)	-53,755,209.03	-11,909,465.14
Credit impairment loss (loss is indicated by "-" sign)	-776,522.46	-2,980,874.75
Impairment loss on assets (losses are indicated by a "-" sign).	29,943,228.34	1,352,607.38
Gain on disposal of assets (losses are indicated with a "-" sign)	-2,412,166.40	87,593.93
III. Operating profit (losses are indicated with "-" signs)	159,310,694.78	278,374,610.95
Plus: Non-operating income	590,604.36	3,917,407.92
Less: Non-operating expenses	972,402.26	238,360.60
IV. Total profit (total loss is indicated with "-" sign)	158,928,896.88	282,053,658.27

Less: Income tax expense	68,645,122.63	61,017,882.61
V. Net profit (net loss is indicated with "-" sign)	90,283,774.25	221,035,775.66
(1) Classification according to business continuity		
1. Net profit from continuing operations (net loss is indicated with "-" sign)	90,283,774.25	221,035,775.66
2. Net profit from termination of operation (net loss is indicated with "-" sign)		
(2) Classification according to ownership attribution		
1. Net profit attributable to shareholders of the parent Company (net loss is indicated with "-" sign).	75,261,571.38	174,112,427.38
2. Profit and loss of minority shareholders (net loss is indicated with "-" sign).	15,022,202.87	46,923,348.28
VI. Net after-tax amount of other comprehensive income	-84,228,357.73	-73,824,070.92
(1) Net after-tax income of other comprehensive income attributable to the owners of the parent Company	-61,317,507.22	-72,704,546.77
1. Other comprehensive income that cannot be reclassified into profit or loss		
(i) Remeasure changes in defined benefit plans		
(ii) Other comprehensive income that cannot be converted into profit or loss under the equity method		
(iii) changes in the fair value of investments in other equity instruments		
(iv) Changes in the fair value of the enterprise's own credit risk		
2. Other comprehensive income that will be reclassified into profit or loss	-61,317,507.22	-72,704,546.77
(i) Other comprehensive income transferable into profit or loss under the equity method		

(ii) Changes in the fair value of other debt investments		
(iii) The amount of financial assets reclassified and included in other comprehensive income		
(iv) Provision for credit impairment of other debt investments		
(v) Cash flow hedge reserve	161,347.00	-29,185,989.67
(vi) Differences in translation of foreign currency financial statements	-61,478,854.22	-43,518,557.10
(vii) Miscellaneous		
(2) net after-tax income of other comprehensive income attributable to minority shareholders	-22,910,850.51	-1,119,524.15
VII. Total comprehensive income	6,055,416.52	147,211,704.74
(1) The total comprehensive income attributable to the owners of the parent Company	13,944,064.16	101,407,880.61
(2) Total comprehensive income attributable to minority shareholders	-7,888,647.64	45,803,824.13
VIII. Earnings per share:		
(1) Basic earnings per share (Yuan/share)	0.05	0.10
(2) Diluted earnings per share (Yuan/share)	0.05	0.10

Person in charge of the Company: Wang Jianhua; Person in charge of accounting work:

Du Hui; Person in charge of the accounting organization: Du Hui

Consolidated cash flow statement

January-March 2023

Prepared By: Chifeng Jilong Gold Mining Co., Ltd.

Unit: Yuan Currency: Renminbi Unaudited

Items	Q1 2023	Q1 2022
I. Cash flow from operating activities:		

Cash received from the sale of goods and the provision of services	1,557,624,974.87	1,471,857,720.53
Tax refunds received	50,934,129.90	7,696.59
Receipt of other cash in connection with operating activities	32,279,235.60	11,920,557.09
Subtotal cash inflows from operating activities	1,640,838,340.37	1,483,785,974.21
Cash payment for purchasing goods and services	709,186,536.78	787,756,135.73
Cash payments to and for employees	234,376,409.41	204,086,171.88
Taxes paid	169,500,767.70	192,860,420.75
Other cash payments in connection with operating activities	64,302,009.10	137,415,992.55
Subtotal cash outflow from operating activities	1,177,365,722.99	1,322,118,720.91
Net cash flow from operating activities	463,472,617.38	161,667,253.30
II. Cash flows from investing activities:		
Cash received from recovering investments		
Cash received for investment income		54,651.55
Net cash recovered from disposal of fixed, intangible and other long-lived assets	7,773,103.89	125,000.00
Net cash received for disposal of subsidiaries and other business units		
Receipt of other cash related to investment activities		406,000,000.00
Subtotal cash inflows from investing activities	7,773,103.89	406,179,651.55
Cash paid for the purchase and construction of fixed, intangible and other long-lived assets	422,399,506.34	521,577,198.78
Cash paid for investments		
net cash payments obtained from subsidiaries and other business units	18,095,428.16	1,770,726,151.36
other cash payments in connection with investment activities		1,041,082,830.66
Subtotal of cash outflows from investing activities	440,494,934.50	3,333,386,180.80

Net cash flows from investing activities	-432,721,830.61	-2,927,206,529.25
III. Cash flows from fund-raising activities:		
cash received from absorbing investments		
Among them: cash received through subsidiaries absorbing investment from minority shareholders		
cash received from obtaining borrowing	158,213,627.56	1,428,032,091.26
Other cash received in connection with fund-raising activities	440,195,193.64	316,082,397.14
Subtotal cash inflows from financing activities	598,408,821.20	1,744,114,488.40
Cash paid to pay off debts	300,358,481.11	
Cash paid to distribute dividends, profits, or interest payments	35,805,994.94	10,547,165.31
Among them: dividends and profits paid by subsidiaries to minority shareholders		
Disbursements of other cash related to fund-raising activities	143,500,000.00	25,769,375.00
Subtotal of cash outflows from financing activities	479,664,476.05	36,316,540.31
Net cash flows from fund-raising activities	118,744,345.15	1,707,797,948.09
IV. The impact of exchange rate changes on cash and cash equivalents	-8,632,804.59	-13,045,845.04
V. Net increase in cash and cash equivalents	140,862,327.33	-1,070,787,172.90
Add: Opening cash and cash equivalents balances	1,052,544,506.50	1,707,868,389.69
VI. Cash and cash equivalents balances at the end of the period	1,193,406,833.83	637,081,216.79

Person in charge of the Company: Wang Jianhua; Person in charge of accounting work: Du Hui; Person in charge of the accounting organization: Du Hui

(3) The first implementation of new accounting standards or standard interpretations from 2023 onwards involves adjustments to the financial statements at the beginning of the year in which the first implementation is conducted.

applicable non-applicable

This is hereby announced.

Board of Directors
Chifeng Jilong Gold Mining Co., Ltd
April 28, 2023