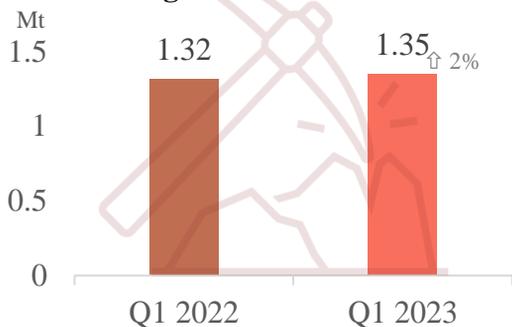


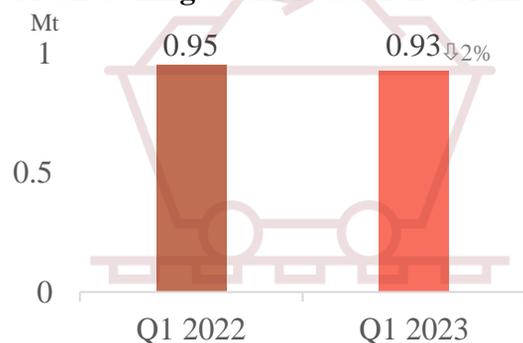


## Operation Results

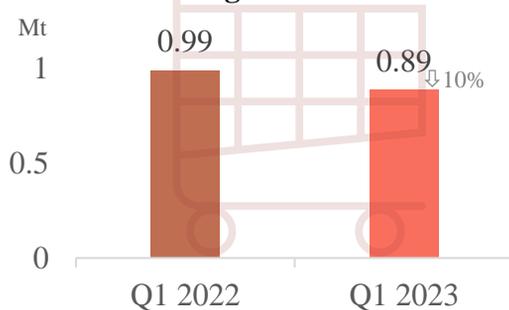
### Raw Coking Coal Production Volume



### Clean Coking Coal Production Volume

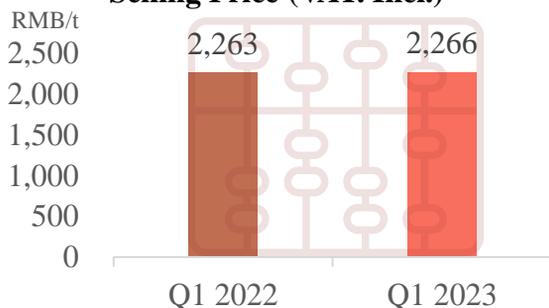


### Clean Coking Coal Sales Volume



- It carries little inventory in the beginning of 2023

### Clean Coking Coal Average Realized Selling Price (VAT. Incl.)



#### Macroeconomic Data

- GDP of China increased by 4.5% YOY
- PPI of China decreased by 1.6% YOY
- Investment in Fixed Assets (peasants excluded) of China increased by 5.1% YOY
- Investment in Infrastructure Construction of China increased by 8.8% YOY
- Investment in Real Estate Development of China decreased by 5.8% YOY

#### Steel Sector

- National crude steel production volume was approximately 262 million tonnes, increased by 6.1% YOY
- National pig iron production volume was approximately 182 million tonnes, increased by 9.14% YOY
- National automobile production was approximately 6.21 million, decreased by 4.3% YOY
- National excavator sales volume was 57.5 thousands, decreased by 25.5% YOY

#### Coal Sector

- National coal production volume was approximately 1.15 billion tonnes, increased by 5.5% YOY
- National imports of coking coal was approximately 102 million tonnes, increased by 96.1% YOY

#### Outlook

- After China adjusted its anti-pandemic policies in Q1 2023, several data indicators showed a steady recovery trend. The GDP increased by 2.2% from the Q4 of last year, the highest level in the past four quarters. Future uncertainties have been reduced, and the government continues to promote infrastructure and manufacturing demand. Investment growth was 8.8% and 7.0% respectively, but the real estate industry has yet to improve significantly. This year, steel mills continued their on-demand inventory replenishment strategy, which brought inventory pressure to some coal companies. China increased coal imports significantly in Q1, mainly driven by Mongolia and Russia, and restarted coal imports from Australia. The overall clean coking coal supply increased year-on-year respectively.

## Sector Overview

(Source: National Bureau of Statistics of China, General Administration of Customs, China Iron and Steel Association, China Association of Automobile Manufacturers, China Construction Machinery Association)

#### Disclaimer

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