

Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited take no responsibility for the contents of this announcement, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.



兗州煤業股份有限公司

YANZHOU COAL MINING COMPANY LIMITED

(A joint stock limited company incorporated in the People's Republic of China ("PRC") with limited liability)
(Stock Code: 01171)

RESULTS REPORT FOR THE FIRST QUARTER OF 2018

IMPORTANT NOTICE

This announcement is made pursuant to Part XIVA of the Securities and Futures Ordinance and the disclosure requirement under Rule 13.09(2)(a) and 13.10B of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the "**Hong Kong Stock Exchange**"). The board of directors (the "**Board**"), the supervisory committee, the directors, the supervisors, and the senior management of Yanzhou Coal Mining Company Limited ("**Yanzhou Coal**" or "**the Company**" or "**Company**") confirm that this report does not contain any misrepresentations, misleading statements or material omissions and jointly and severally accept all responsibilities for the authenticity, accuracy and completeness of the information contained in this report.

The report for the results of the first quarter of 2018 of the Company (the "**Report**") was considered and approved by the thirteenth meeting of the seventh session of the Board and all the 11 directors of the Board who were supposed to attend the meeting were present.

The financial statements in this Report have not been audited.

"Reporting Period" means the period from 1 January 2018 to 31 March 2018.

"The Group" means the Company and its subsidiaries.

The Chairman of the Board, Mr. Li Xiyong, the Chief Financial Officer, Mr. Zhao Qingchun and the head of the Accounting Management Department, Mr. Xu Jian, hereby declare the authenticity, accuracy and completeness of the financial statements in this Report.

Summary of the unaudited results of the Group for the first quarter ended 31 March 2018 is set out as follows:
--

This Report is prepared in accordance with the relevant regulations on Disclosure of Information in Quarterly Reports for Listed Companies promulgated by the China Securities Regulatory Commission (the “CSRC”).

All financial information contained in this Report is prepared in accordance with the relevant requirements and interpretations under the Accounting Standards for Business Enterprises promulgated by the Ministry of Finance of the PRC. Shareholders of the Company (the “Shareholders”) and public investors are reminded of the different reporting standards adopted in this Report, the interim report and the annual report of the Company when trading in the shares of the Company.

Unless otherwise specified, the recording currency used in this Report is Renminbi (“RMB”).

For the first quarter of 2018, the operating income of the Group was RMB32.3337 billion, representing a decrease of RMB7.4793 billion or 18.8% as compared with the corresponding period of last year. Net profit attributable to the shareholders of listed company was RMB2.2275 billion, representing an increase of RMB452.4 million or 25.5% as compared with the corresponding period of last year.

The content of the Report is consistent with the announcement published on the Shanghai Stock Exchange. This announcement is published simultaneously in the PRC and overseas.

§1 General Information of the Group

1.1 Major Accounting Data and Financial Indicators

Unit: RMB'000

	As at the end of the Reporting Period	As at the end of previous year		Increase/decrease at the end of the Reporting Period as compared with the end of previous year
		After adjustment	Before adjustment	
Total assets	199,353,174	194,887,291	194,887,291	2.29%
Net assets attributable to the shareholders of listed company	61,115,795	54,939,172	54,939,172	11.24%
	From the beginning of the year to the end of the Reporting Period (January-March)	From the beginning of the year till the end of the reporting period of the year 2017 (January-March)		Increase/decrease for the Reporting Period as compared with the corresponding period of previous year
		After adjustment	Before adjustment	
Net cash flows from operating activities	3,270,162	-373,786	1,060,454	-
	From the beginning of the year to the end of the Reporting Period (January-March)	From the beginning of the year till the end of the reporting period of the year 2017 (January-March)		Increase/decrease for the Reporting Period as compared with the corresponding period of previous year
		After adjustment	Before adjustment	
Operating income	32,333,709	39,812,986	39,746,029	-18.79%
Net profit attributable to the shareholders of listed company	2,227,536	1,775,105	1,748,567	25.49%
Net profit attributable to the shareholders of listed company after deducting extraordinary profits and losses	2,166,053	1,617,029	1,625,874	33.95%
Weighted average return on net assets (%)	4.01	3.95	3.99	Increase 0.06 percentage points
Basic earnings per	0.4535	0.3614	0.3560	25.48%

share (RMB)				
Diluted earnings per share (RMB)	0.4535	0.3614	0.3560	25.48%

Note: In 2017, the Company completed the acquisition of 65% equity interest of Yankuang Group Finance Co., Ltd. (“**Yankuang Finance Company**”). According to China Accounting Standards, this acquisition constitutes a business combination under common control. The Group made retrospective adjustments to the subjects related to the comparison of financial statements in the first quarter of 2018.

Extraordinary profit and loss items and amounts

Unit: RMB’000

Items of extraordinary profits and losses	Account for the Reporting Period (January-March)
Gains and losses on disposals of non-current assets	-9,084
Government grants recognized as gains or loss of current period, excluding the government grants, which are closely related to the Company’s normal business operations, in line with national policies and can be continuously enjoyed according to certain standard quota or quantities.	11,221
Except effective hedging businesses that relate to the Company's ordinary operating operations, gain or loss from fair value changes on transactional financial assets and liabilities, and investment income from disposal of transactional financial assets, liabilities and available-for-sale financial assets	12,448
External gains and losses from entrusted loans	2,751
Other non-operating income and expenses excluding the abovementioned items	70,085
Effect of the equity of minority shareholders (after tax)	-1,965
Effect of income tax	-23,973
Total	61,483

1.2 Total number of Shareholders at the end of the Reporting Period, the top ten Shareholders and the top ten Shareholders holding tradable shares of the Company which are not subject to trading moratorium

Unit: share

Total number of Shareholders					73,170	
Shareholdings of the top ten Shareholders						
Name of Shareholder	Number of shares held	Percentage holding of the total share capital (%)	Number of shares held subject to trading moratorium	Pledged or locked share		Nature of Shareholders
				Status of Shares	Number of Shares	

Yankuang Group Co. Ltd. (“Yankuang Group”)	2,295,662,151	46.74	0	No	0	State-owned legal person
HKSCC (Nominees) Limited	1,948,630,099	39.67	0	Unknown	-	Overseas legal person
Central Huijin Assets Management Co., Ltd.	19,355,100	0.39	0	No	0	State-owned legal person
National Social Security Fund 102 Combination	17,999,961	0.37	0	No	0	Others
New China Life Insurance Co., Ltd.-Dividend - Group dividends -018L-FH001Shanghai	14,696,538	0.30	0	No	0	Others
National Social Security Fund 412 Combination	11,696,501	0.24	0	No	0	Others
ICBC Credit Suisse Fund-ICBC-Asset management for specific customers	10,654,490	0.22	0	No	0	Others
Pacific Life Insurance Co., Ltd.-Dividend-Group insurance dividends	10,505,042	0.21	0	No	0	Others
Hong Kong Securities Clearing Company Limited	9,792,935	0.20	0	No	0	Overseas legal person
China Life Insurance Co., Ltd. -Dividend-Individual dividend -005L-FH002Shanghai	9,152,080	0.19	0	No	0	Others

Top ten Shareholders holding tradable shares not subject to trading moratorium

Name of Shareholder	Number of tradable shares held not subject to trading moratorium at the end of the Reporting Period	Class and number of shares held	
		Class	Number
Yankuang Group	2,295,662,151	A Shares	2,295,662,151
HKSCC (Nominees) Limited	1,948,630,099	H Shares	1,948,630,099
Central Huijin Assets Management Co., Ltd.	19,355,100	A Shares	19,355,100
National Social Security Fund 102 Combination	17,999,961	A Shares	17,999,961
New China Life Insurance Co., Ltd.-Dividend-Group dividends -018L-FH001Shanghai	14,696,538	A Shares	14,696,538

National Social Security Fund 412 Combination	11,696,501	A Shares	11,696,501
ICBC Credit Suisse Fund-ICBC-Asset management for specific customers	10,654,490	A Shares	10,654,490
Pacific Life Insurance Co., Ltd.-Dividend-Group insurance dividends	10,505,042	A Shares	10,505,042
Hong Kong Securities Clearing Company Limited	9,792,935	A Shares	9,792,935
China Life Insurance Co., Ltd.-Dividend-Individual dividend-005L-FH002Shanghai	9,152,080	A Shares	9,152,080
Connected relationship or concerted-party relationship among the above Shareholders	One of Yankuang Group's wholly-owned subsidiaries incorporated in Hong Kong holds 180 million H shares of the Company through HKSCC (Nominees) Limited. In addition to this, connected relationship or concerted-parity relationship among other shareholders is unknown.		
Illustration of preferred shareholders with recovered voting rights and number of shares held by them	Not applicable.		

Notes:

1. All the information above including "Total number of Shareholders" and "The top ten Shareholders and the top ten Shareholders holding tradable shares of the Company which are not subject to trading moratorium at the end of the Reporting Period" is prepared in accordance with the registers of the Shareholders provided by China Securities Depository and Clearing Co., Ltd. Shanghai Branch and Hong Kong Securities Registration Co., Ltd.
2. As the clearing and settlement agent for the Company's H shares, HKSCC (Nominees) Limited holds the Company's H shares in the capacity of a nominee. HKSCC Limited is the nominal shareholder of the Company's Shanghai Stock Connect Program and the Company's Shenzhen Stock Connect Program.
3. As at 31 March 2018, Yankuang Group held a total of 2,295,662,151 A shares of the Company, including 1,775,000,000 A shares held by its own account, and 520,662,151 A shares held by the guarantees and trust account opened by CITIC Securities Co., Ltd. and itself. The aforementioned guarantees and trust account provides guarantees for the exchangeable corporate bonds issued by Yankuang Group.

The following table sets out the substantial shareholders' interests and/or short positions in the shares and underlying shares of Company as at 31 March 2018:

Name of substantial shareholders	Class of shares	Capacity	Number of shares held (shares)	Nature of interests	Percentage in H Share capital of	Percentage in total share
----------------------------------	-----------------	----------	--------------------------------	---------------------	----------------------------------	---------------------------

					the Company	capital of the Company
Yankuang Group	A Shares (state-owned legal person shares)	Beneficial owner	2,295,662,151	Long position	—	46.74%
		Beneficial owner	520,662,151	Short position	—	10.60%
Yankuang Group ^①	H Shares	Interest of controlled corporations	180,000,000	Long position	9.22%	3.66%
BNP Paribas Investment Partners SA	H Shares	Investment manager	117,641,207	Long position	6.03%	2.39%
BlackRock, Inc.	H Shares	Interest of controlled corporations	104,686,861	Long position	5.36%	2.13%
			2,860,000	Short position	0.15%	0.06%

Notes:

1. Such H shares are held by Yankuang Group's subsidiary incorporated in Hong Kong in the capacity of beneficial owner.
2. The percentage figures above have been rounded off to the nearest second decimal place.
3. Information disclosed hereby is based on the information available on the website of Hong Kong Stock Exchange at www.hkexnews.hk.

§2 Significant Matters

2.1 General Operating Performance of the Group

2.1.1 Major operating data of main products and services

	First quarter		Increase/ Decrease
	2018	2017	
1. Coal business (kilotonne)			
Raw coal production	26,133	18,710	39.67%
Saleable coal production	24,293	18,030	34.74%
Sales volume of saleable coal	27,405	20,519	33.56%
2. Railway transportation business (kilotonne)			
Transportation volume	5,149	3,339	54.21%
3. Coal chemical business (kilotonne)			
Methanol production	452	421	7.36%
Methanol sales volume	445	397	12.09%
4. Electrical power business (10,000kWh)			
Power generation	64,833	64,397	0.68%
Electricity sold	37,092	37,332	-0.64%

Note: There are significant differences in the amounts of power generation and electricity sales volume of electrical power business in the above table, which were mainly due to the fact that

the electrical power produced by the Group was to be sold externally after satisfying self-use demand.

2.1.2 Operating performance of the principal businesses of the Group by segment

1. Coal business

(1) Coal production

For the first quarter of 2018, the raw coal production of the Group was 26.13 million tonnes, representing an increase of 7.42 million tonnes or 39.7% as compared with the corresponding period of the previous year. The saleable coal production was 24.29 million tonnes, representing an increase of 6.26 million tonnes or 34.7% as compared with the corresponding period of the previous year.

The following table sets out the coal production of the Group for the first quarter of 2018:

Unit: kilotonne

Items	First quarter		Increase/ Decrease
	2018	2017	
I. Raw coal production	26,133	18,710	39.67%
1. The Company	7,742	8,075	-4.12%
2. Shanxi Neng Hua ^①	397	415	-4.34%
3. Heze Neng Hua ^②	856	641	33.54%
4. Ordos Neng Hua ^③	3,898	2,746	41.95%
5. Haosheng Coal ^④	1,640	1,246	31.62%
6. Yancoal Australia ^⑤	10,167	3,859	163.46%
7. Yancoal International ^⑥	1,433	1,728	-17.07%
II. Saleable coal production	24,293	18,030	34.74%
1. The Company	7,738	8,059	-3.98%
2. Shanxi Neng Hua	386	399	-3.26%
3. Heze Neng Hua	854	632	35.13%
4. Ordos Neng Hua	3,898	2,746	41.95%
5. Haosheng Coal	1,640	1,246	31.62%
6. Yancoal Australia	8,329	3,257	155.73%
7. Yancoal International	1,448	1,691	-14.37%

Notes:

① “Shanxi Neng Hua” refers to Yanzhou Coal Shanxi Neng Hua Company Limited.

② “Heze Neng Hua” refers to Yanmei Heze Neng Hua Company Limited. During the Reporting Period, the production volume of saleable coal of Heze Neng Hua increased as compared with the corresponding period of the previous year, mainly due to the fact that: because of the geological conditions, coal production was limited in the first quarter of 2017.

③ “Ordos Neng Hua” refers to Yanzhou Coal Ordos Neng Hua Company Limited. During the

Reporting Period, the production volume of saleable coal of Ordos Neng Hua increased as compared with the corresponding period of last year. It was mainly due to the fact that Yingpanhao coal mine was put into commercial operation in the second half of 2017.

④ “Haosheng Coal” refers to Inner Mongolia Haosheng Coal Mining Company Limited, of which Shilawusu coal mine was put into commercial operation in January 2018. During the Reporting Period, the production volume of saleable coal of Haosheng Coal increased as compared with the corresponding period of last year. It was mainly due to the increase of the production capacity of coal mines newly being put into operation.

⑤ “Yancoal Australia” refers to Yancoal Australia Limited. During the Reporting Period, the production volume of saleable coal of Yancoal Australia increased as compared with the corresponding period of last year. It was mainly due to the fact that both the production volume of the underground project of Moolarben Coal Mine which was put into operation in the second half of 2017 and that of Coal & Allied Industries Limited was consolidated into Yancoal Australia’s statements in September 2017.

⑥ “Yancoal International” refers to Yancoal International (Holding) Co., Ltd.

(2) Coal prices and sales

The sales volume of saleable coal for the first quarter of 2018 was 27.41 million tonnes, representing an increase of 6.89 million tonnes or 33.6% as compared with the corresponding period of last year.

The following table sets out the Group’s production and sales of saleable coal by coal types for the first quarter of 2018:

	First quarter of 2018			First quarter of 2017		
	Coal production	Sales volume	Sales price	Coal production	Sales volume	Sales price
	(Kilotonne)	(Kilotonne)	(RMB/tonne)	(Kilotonne)	(Kilotonne)	(RMB/tonne)
1.The Company	7,738	7,507	595.04	8,059	7,065	610.47
No. 1 clean coal	148	142	882.85	54	24	923.48
No. 2 clean coal	1,898	2,176	826.99	2,556	1,864	830.93
No. 3 clean coal	513	447	696.43	440	495	668.39
Lump coal	521	538	727.14	354	323	727.08
Sub-total of clean coal	3,080	3,303	795.46	3,404	2,706	789.62
Screened raw coal	4,658	4,204	437.47	4,655	4,359	499.25
2.Shanxi Neng Hua	386	407	395.47	399	410	370.01
Screened raw coal	386	407	395.47	399	410	370.01
3. Heze Neng Hua	854	810	980.68	632	425	1,044.79
No. 2 clean coal	141	761	1,017.02	554	425	1,044.79
Screened raw coal	713	49	419.08	78	—	—
4. Ordos Neng Hua	3,898	3,584	274.28	2,746	2,371	225.22
Screened raw coal	3,898	3,584	274.28	2,746	2,371	225.22

5. Haosheng Coal	1,640	1,562	330.56	1,246	1,190	285.58
Screened raw coal	1,640	1,562	330.56	1,246	1,190	285.58
6. Yancoal Australia	8,329	7,813	600.64	3,257	3,208	533.36
Semi-hard coking coal	41	38	701.02	75	74	658.48
Semi-soft coking coal	786	738	820.28	—	—	—
PCI coal	521	489	824.05	607	598	821.25
Thermal coal	6,981	6,548	558.63	2,575	2,536	461.86
7. Yancoal International	1,448	1,556	389.42	1,691	1,641	349.28
Thermal coal	1,448	1,556	389.42	1,691	1,641	349.28
8. Traded coal	—	4,166	682.93	—	4,209	571.95
9. Total for the Group	24,293	27,405	549.73	18,030	20,519	510.46

(3) Sales Cost of coal

For the first quarter of 2018, the sales cost of coal business of the Group was RMB8.0460 billion, representing an increase of RMB2.3049 billion or 40.1% as compared with the corresponding period of last year.

Unit: RMB'000, RMB/tonne

Items		First quarter		
		2018	2017	Increase/ Decrease
The Company	Total cost of sales	1,927,744	1,727,599	11.59%
	Cost of sales per tonne	256.09	243.70	5.08%
Shanxi Neng Hua	Total cost of sales	84,428	67,049	25.92%
	Cost of sales per tonne	207.26	163.36	26.87%
Heze Neng Hua	Total cost of sales	337,948	168,360	100.73%
	Cost of sales per tonne	373.89	321.97	16.13%
Ordos Neng Hua	Total cost of sales	429,484	238,174	80.32%
	Cost of sales per tonne	119.84	100.47	19.28%
Haosheng Coal	Total cost of sales	211,966	128,583	64.85%
	Cost of sales per tonne	135.66	108.05	25.55%
Yancoal Australia	Total cost of sales	2,234,380	832,170	168.50%
	Cost of sales per tonne	285.97	259.38	10.25%
Yancoal International	Total cost of sales	404,467	419,830	-3.66%
	Cost of sales per tonne	259.88	255.89	1.56%
Traded coal	Total cost of sales	2,670,375	2,367,079	12.81%
	Cost of sales per tonne	640.95	562.65	13.92%

Analysis of sales costs per tonne changes of the coal business of Shanxi Neng Hua: ① To ensure a long period of safe production, Shanxi Neng Hua increased the input of materials, affecting the cost of coal per tonne to increase by RMB18.83 as compared with the corresponding period of last year; ② With the recovery of the coal industry's economy and the appropriate increase in employee remuneration, the cost of coal per tonne increased by RMB 17.09 as compared with the corresponding period of last year.

Analysis of sales costs per tonne changes of the coal business of Haosheng Coal: Due to the increase of the investment in safety and environmental protection, the cost of coal per tonne increased by RMB31.30 as compared with the corresponding period of last year.

2. Railway transportation

For the first quarter of 2018, the transportation volume of the Company's railway assets for coal transportation was 5.15 million tonnes, representing an increase of 1.81 million tonnes or 54.2% as compared with the corresponding period of last year. Income from railway transportation services was RMB103.055 million, representing an increase of RMB41.833 million or 68.3% as compared with the corresponding period of last year. The cost of railway transportation business was RMB31.073 million, representing an increase of RMB3.163 million or 11.3% as compared with the corresponding period of last year.

3. Coal chemicals business

The following table sets out the operation of methanol business of the Group for the first quarter of 2018:

	Production volume (kilotonne)			Sales volume (kilotonne)		
	First quarter of 2018	First quarter of 2017	Increase/ decrease	First quarter of 2018	First quarter of 2017	Increase/ Decrease
1. Yulin Neng Hua	187	180	3.89%	193	165	16.97%
2. Ordos Neng Hua	265	241	9.96%	252	232	8.62%

Note: "Yulin Neng Hua" refers to Yanzhou Coal Yulin Neng Hua Co., Ltd.

	Sales income (RMB'000)			Sales cost (RMB'000)		
	First quarter of 2018	First quarter of 2017	Increase/ decrease	First quarter of 2018	First quarter of 2017	Increase/ Decrease
1. Yulin Neng Hua	403,143	324,076	24.40%	268,421	243,529	10.22%
2. Ordos Neng Hua	522,136	445,818	17.12%	281,465	261,888	7.48%

4. Electricity business

The following table sets out the operation of power business of the Group for the first quarter of 2018:

	Power generation (10,000 kWh)			Electricity sold (10,000 kWh)		
	First quarter of 2018	First quarter of 2017	Increase/Decrease	First quarter of 2018	First quarter of 2017	Increase/Decrease
1. Hua Ju Energy	19,335	20,939	-7.66%	3,642	4,934	-26.19%
2. Yulin Neng Hua	8,206	7,670	6.99%	509	579	-12.09%
3. Heze Neng Hua	37,292	35,788	4.20%	32,941	31,819	3.53%

Note: "Hua Ju Energy" refers to Shandong Hua Ju Energy Company Limited.

	Sales income (RMB'000)			Sales cost (RMB'000)		
	First quarter of 2018	First quarter of 2017	Increase/Decrease	First quarter of 2018	First quarter of 2017	Increase/Decrease
1. Hua Ju Energy	17,745	21,934	-19.10%	7,614	10,612	-28.25%
2. Yulin Neng Hua	950	1,081	-12.12%	1,933	2,265	-14.66%
3. Heze Neng Hua	111,799	99,002	12.93%	94,738	117,195	-19.16%

5. Heat business

In the first quarter of 2018, Hua Ju Energy generated heat energy of 840 thousand steam tonnes, of which 70 thousand steam tonnes were sold, realizing sales income of RMB15.657 million and with sales cost of RMB6.353 million.

6. Electrical and mechanical equipment manufacturing

The following table sets out the operation of the electrical and mechanical equipment manufacturing of the Group for the first quarter of 2018:

	Sales income (RMB'000)			Sales cost (RMB'000)		
	First quarter of 2018	First quarter of 2017	Increase/Decrease	First quarter of 2018	First quarter of 2017	Increase/Decrease
1. Hydraulic support	0	10,185	-100.00%	0	7,873	-100.00%
2. Scraper/belt	41,493	8,665	378.86%	33,251	7,950	318.25%

conveyor						
3. Frequency converter / switch cabinet	16,038	12,882	24.50%	11,029	9,728	13.37%

2.1.3 Operating performance of Yankuang Finance Company during the Reporting Period

Unit: RMB'000

	First quarter of 2018	First quarter of 2017	Increase/ Decrease
Operating income	73,275	51,642	41.89%
Net profit	48,774	35,383	37.85%
	31 March 2018	31 December 2017	Increase/ Decrease
Net assets	1,776,394	1,727,620	2.82%
Total assets	11,942,337	12,672,014	-5.76%

2.2 Significant movements of the accounting items and financial indicators of the Company and the reasons thereof

2.2.1 Significant movements of items in balance sheet and the reasons thereof

	31 March 2018		31 December 2017		Increase/ Decrease
	(RMB'000)	Percentage of total assets	(RMB'000)	Percentage of total assets	
Prepayments	4,072,670	2.04%	2,928,213	1.50%	39.08%
Available-for-sale financial assets	4,025,743	2.02%	2,278,296	1.17%	76.70%
Other equity instruments	14,314,737	7.18%	9,249,649	4.75%	54.76%

Analysis of changes of prepayments: ① the Company's prepaid equipment balance increased by RMB 185.1 million as compared with the beginning of the year; ② the prepaid trade balance of Zhongyan Trade Co., Ltd. in Qingdao Free Trade Zone increased by RMB643 million as compared with the beginning of the year;

Analysis of changes in saleable financial assets: during the Reporting Period, the Company subscribed for additional shares of China Zheshang Bank Co., Ltd. ("CZBank"), which affected the saleable financial assets by HKD1.6171 billion as compared with the beginning of the year;

Analysis of changes in other equity instruments: during the Reporting Period, the Company issued 2018 renewable corporate bonds (the first tranche), affecting other equity instruments increased by RMB4.9625 billion as compared with the beginning of the year.

2.2.2 Significant movements of items in income statement and the reasons thereof

	First quarter of 2018 (RMB'000)	First quarter of 2017 (RMB'000)	Increase/ Decrease (%)	Main reasons for change
--	---------------------------------------	---------------------------------------	------------------------------	-------------------------

Sales expense	1,486,423	712,580	108.60	The royalty in proportion to sales income paid by Yancoal Australia increased by RMB693.1 million as compared with that of last year.
Finance expense	865,574	577,455	49.89	1. The interests from bank loans increased by RMB153.5 million as compared with that of last year; 2. Exchange loss increased by RMB94.905 million as compared with that of last year.
Investment income	215,104	164,185	31.01	During the reporting period, the profit of Shaanxi Future Energy Chemical Co., Ltd increased, resulting in the increase of RMB57.489 million in investment income as compared with that of last year.
Income tax expense	867,235	517,596	67.55	Income tax payable increased as compared with that of last year.

2.2.3 Significant movements of items in cash flow statement and the reasons thereof

	First quarter of 2018 (RMB'000)	First quarter of 2017 (RMB'000)	Increase/Decrease (%)	Main reasons for change
Net cash flows from operating activities	3,270,162	-373,786	-	1. Cash received from sales of goods and provision of services decreased by RMB5.9353 billion as compared with that of last year; 2. Cash paid for goods and services decreased by RMB9.3412 billion as compared with that of last year; 3. Cash received from other operating activities increased by RMB884

				million as compared with that of last year; 4. Cash paid to employees and on behalf of employees increased by RMB556.6 million as compared with that of last year.
Net cash flows from investing activities	-4,468,658	-2,641,145	-	1. Cash received from other investing activities increased by RMB569.8 million as compared with that of last year; 2. Cash paid for purchasing and constructing fixed assets, intangible assets and other long-term assets increased by RMB1.1365 billion as compared with that of last year; 3. Cash paid for investments increased by RMB1.6271 billion as compared with that of last year; 4. Net cash paid for acquisition of subsidiaries and other business units increased by RMB1.5343 billion as compared with that of last year; 5. Cash paid for other investing activities decreased by RMB1.7687 billion as compared with that of last year.
Net cash flows from financing activities	7,081,562	1,051,617	573.40	1. Cash received from absorbing investments increased by RMB3.706 billion as compared with that of last year; 2. Cash received from borrowings increased by RMB4.2306 billion as compared with that of last year;

				3. Cash paid for debt repayment increased by RMB1.4273 billion as compared with that of last year.
Net increase in cash and cash equivalents	5,683,915	-1,841,448	-	-

2.3 Progress and impact of significant events and analysis of resolutions

2.3.1 Litigation or Arbitration Events

1. Litigation or arbitration events with subsequent progress during the Reporting Period

(1) Sales contract dispute between Yanzhou Coal and Jinan Railway Coal Trade Group Co., Ltd. (“**Jinan Railway Trade**”)

On 16 April 2016, the Company, as the plaintiff, brought a civil litigation against Jinan Railway Trade, as the defendant, in Jining Municipal Intermediate People’s Court for the breach of Coal Sales Contract signed with the Company and requested Jinan Railway Trade to return the payment for goods of RMB80 million and related fund occupancy fees to the Company.

On 1 January 2014, the Company entered into Coal Sales Contract with Jinan Railway Trade, according to which, Jinan Railway Trade shall provide coal to the Company. Once execution of the contract, both parties shall immediately perform their obligations. As at 31 October 2014, coals of a value amounting to RMB80 million has not yet been delivered by Jinan Railway Trade, even after several expediting notices from the Company, Jinan Railway Trade had neither delivered the coals nor returned the payment for goods.

On 13 July 2017, Jining Municipal Intermediate People’s Court made the first instance judgment that Jinan Railway Trade shall pay the payment for goods of RMB80 million and corresponding interests to the Company. As Jinan Railway Trade refused to accept the judgment result, it appealed to Shandong Provincial Higher People’s Court. On 8 December 2017, Shandong Provincial Higher People’s Court opened the session on this case. The second instance judgment by Shandong Provincial Higher People’s Court was remanded for retrial at the first instance on 2 February 2018.

The case has currently entered into the progress of retrial procedure, and the Company is still unable to accurately estimate the impact of the litigation on its current profit and future profit.

For details, please refer to the 2017 Annual Report of Yanzhou Coal, which was published on the websites of the Shanghai Stock Exchange, the Hong Kong Stock Exchange and the Company.

(2) Contract dispute between China Construction Sixth Engineering Division Civil Engineering Co., Ltd. (“**China Construction Sixth Engineering**”) and Shandong Coal Trade Center Co., Ltd. (“**Coal Trade Center**”)

On 14 January 2016, China Construction Sixth Engineering, as the plaintiff, brought a civil litigation against Coal Trade Center, a controlled subsidiary of the Company, as the defendant, at Jining Municipal Intermediate People's Court for a failure to completely perform its obligation in Contract Transfer Agreement and Engineering Construction Contract and requested Coal Trade Center to pay arrears of project fund of RMB57.457 million and related interest.

On 28 July 2016, Jining Municipal Intermediate People's Court made the judgment at the first instance for this case and ruled that Coal Trade Center shall pay RMB52.8769 million of project construction fund and the relevant interest to China Construction Sixth Engineering and litigation fee, fees for conservatory measures amounting to RMB344,300 and RMB5,000, respectively, shall be borne by Coal Trade Center. On 25 August 2016, the Company brought the case to a civil litigation at Shandong Provincial Higher People's Court.

On 25 January 2018, Shandong Provincial Higher People's Court made the second-instance judgment that the appeal was rejected and the first instance judgment was upheld.

The case has currently entered into execution progress and both parties decided to make settlement by agreement. Therefore, the Company is still unable to accurately estimate the impact of the litigation on its current profit and future profit.

For details, please refer to the 2017 Annual Report of Yanzhou Coal, which was published on the websites of the Shanghai Stock Exchange, the Hong Kong Stock Exchange and the Company.

2. Litigation or arbitration events newly occurred during the Reporting Period

Arbitration between Inner Mongolia NewChangJiang Mining & Investment Co., Ltd. ("**NewChangJiang**") and Yanzhou Coal

In March 2018, NewChangJiang submitted arbitration application to the China International Economic and Trade Arbitration Commission ("**CIETAC**") for the violation of the relevant equity transfer agreements by Yanzhou Coal and requested Yanzhou Coal to pay a total of approximately RMB1.435 billion, comprising the consideration for the equity transfer of RMB748.5 million, the corresponding compensation for breach of agreement of RMB656 million, and the legal fees, arbitration fees and preservation fees involved in this case.

In December 2014 and March 2016, Yanzhou Coal signed relevant agreements with NewChangJiang, pursuant to which, NewChangJiang agreed to make an increased capital contribution to Inner Mongolia Haosheng Coal Mining Company Limited ("**Haosheng Coal**"), a subsidiary of Yanzhou Coal, in cash. Upon completion of the capital increase, NewChangJiang would transfer 11.59% equity interest in Haosheng Coal and the corresponding 150 million tonnes of target coal resources (as agreed) to Yanzhou Coal, and Yanzhou Coal would pay the total consideration of RMB885.9 million to NewChangJiang (consideration for the equity transfer = NewChangJiang's capital contribution to Haosheng Coal of RMB137.4 million + compensation for coal resources corresponding to the transfer of equity interest of 150 million tonnes * RMB4.99 per ton). On 10 December 2015, the parties completed the registration of the capital increase, share capital enlargement and the equity transfer, and Yanzhou Coal paid

RMB137.4 million for the increased capital of 11.59% equity interest in Haosheng Coal as contributed by NewChangJiang pursuant to the relevant agreements.

According to its arbitration application, NewChangJiang claims that 11.59% equity interest in Haosheng Coal and the agreed corresponding target coal resources have been transferred to Yanzhou Coal, and all conditions as agreed in the relevant agreements have been fulfilled, Yanzhou Coal shall pay the consideration for the equity transfer in full.

The Company believes that NewChangJiang has not yet obtained the review opinion from authorized functional departments, and therefore the condition of “confirmed that the target coal resources of 150 million tonnes would not be reduced or retrieved for any reason” for the compensation payment for the first phase coal resources of RMB224.55 million as stated in the Equity Transfer Agreement and the Supplemental Agreement has not been fulfilled. As a result, the payment has not been made and there was no breach of agreement of the Company.

As the arbitration is currently in the process of arbitration proceedings, the Company is currently unable to assess the impact of the arbitration on the Company’s current profit or future profit.

For details, please refer to the announcement in relation to the arbitration involving Yanzhou Coal dated 9 April 2018, which was published on the websites of the Shanghai Stock Exchange, the Hong Kong Stock Exchange and the Company and/or China Securities Journal, Shanghai Securities News and Securities Times in the PRC.

2.3.2 Major connected transactions

1. Approval of continuing connected transactions from the year 2018 to 2020

At the 2018 first extraordinary general meeting of the Company held on 26 January 2018, the continuing connected transaction agreements, namely, the Provision of Material Supply Agreement, the Mutual Provision of Labor and Services Agreement, the Provision of Insurance Fund Administrative Services Agreement, the Provision of Products, Materials and Equipment Leasing Agreement, the Provision of Bulk Commodity Purchase and Sales Agreement, the Entrusted Management Agreement of Chemical Project between the Company and the Controlling Shareholder and the Bulk Commodity Mutual Supply Agreement between the Company and other connected parties, together with the annual caps for such transactions for the years 2018 to 2020 had been approved. The main methods to determine transaction price include: market price; state price and cost plus is applied when market price is not available. The charge for transaction can be settled in one lump sum or by installments. The continuing connected transactions made in a calendar month shall be settled in the following month, except for incomplete transactions or where the transaction amounts are in dispute.

For details, please refer to the announcement in relation to the resolutions passed at the seventh meeting of the seventh session of the Board and the announcement in relation to continuing connected transaction dated 27 November 2017 and the announcement in relation to the resolutions passed at the 2018 first extraordinary general meeting of the Company dated 26 January 2018. The above announcements were also published on the websites of the Shanghai Stock Exchange, the Hong Kong Stock Exchange and the Company and/or China Securities

Journal, Shanghai Securities News and Securities Times in the PRC.

2. Completion of acquisition of equity interest in Workworth Joint Venture

As considered and approved at the fourth meeting of the seventh session of the Board held on 26 September 2017, Yancoal Australia was authorized to exercise the call option in Workworth, i.e., acquire 28.898% interest in Warkworth Joint Venture at a consideration of USD230 million. On 7 March 2018, Yancoal Australia exercised this call option.

For details, please refer to the announcement in relation to the resolutions passed at the fourth meeting of the seventh session of the Board and the announcement in relation to continuing connected transaction dated 26 September 2017 and the announcement in relation to the transaction update dated 7 March 2018. The above announcements were also published on the websites of the Shanghai Stock Exchange, the Hong Kong Stock Exchange and the Company and/or China Securities Journal, Shanghai Securities News and Securities Times in the PRC.

2.3.3 Performance of Undertakings Made by the Controlling Shareholder, the Company and the Directors, Supervisors and Senior Management of the Company

Background	Type	Undertaker	Undertakings	Undertaking Date and Deadline for Performance	Have Performance Deadline or Not	Perform Timely and Strictly or Not
Undertakings Related to IPO	Resolve horizontal competition	Yankuang Group	Avoidance of horizontal competition: Yankuang Group and the Company entered into the Restructuring Agreement when the Company was restructured in 1997, pursuant to which, Yankuang Group undertook that it would take various effective measures to avoid horizontal competition with the Company.	Year 1997 Long-term effective	No	Yes
Undertakings Related to Refinancing	Other	Yankuang Group	The filling measures to the diluted prompt returns due to the Company's non-public issuance of A Shares: 1) Undertakes neither excessive intervention to the Company's operation and management activities nor encroach on the Company's interests; 2) From the date of the undertaking made to the date of completion of non-public issuance, if CSRC publishes new regulations about filling in return measures and other undertakings, and the above undertakings cannot meet the	From 31 March 2017 to the end of refinancing project	Yes	Yes

			such regulations of CSRC, then supplementary undertakings shall be made as per the new regulations of CSRC.			
	Other	Directors and Senior Management of the Company	<p>The filling measures to the diluted prompt returns due to the Company's non-public issuance of A Shares:</p> <p>1) Undertakes not to convey interests to other unit or individuals free of charge or under unfair conditions, or to damage the Company's interests in other ways;</p> <p>2) Undertakes to constraint the position-related consumptions;</p> <p>3) Undertakes not to use the Company's assets for investment, consumption activities which have nothing to do with their duty performance in the Company;</p> <p>4) Undertakes that the salary system set by the Board of Directors or Remuneration Committee is linked up with the Company's executions of filling in returns;</p> <p>5) Undertakes to link up the power exercising conditions of equity incentive set by the Company with the implementation of the Company's filling in returns, if the Company implements the equity incentive in future;</p> <p>6) Undertakes to effectively perform the relative filling in returns set by the Company and any undertakings made by individuals for filling in returns. Undertakes to be liable to the compensations to the Company or investors, if in violation of such undertakings or damage made to the Company or investors;</p> <p>7) From the date of the undertaking made to the date of the completion of non-public issuance, if CSRC publishes new regulations about filling in return measures and other undertakings, and the above undertakings cannot meet the such regulations of CSRC, then supplementary undertakings shall be made as per the new regulations of CSRC.</p>	From 31 March 2017 to the end of refinancing project	Yes	Yes
	Other	Controlling shareholder, directors, supervisors and senior management of the	<p>Self-inspection report on the performance of real estate business due to the Company's non-public issuance of A Shares:</p> <p>According to the relevant regulations of the State</p>	From 24 April 2018 to the end of refinancing project	Yes	Yes

		Company	Council and the CSRC, the Company conducted a self-inspection on the performance of real estate business during the period from the year 2015 to 2017 (“self-inspection period”) and formed the Special Self-Inspection Report on the Real Estate Business of Yanzhou Coal Mining Company Limited. The controlling shareholder, directors, supervisors and senior management of the Company undertake that they will bear the responsibility for compensation in accordance with the relevant laws and regulations and the requirements of securities regulatory authorities if there are undisclosed administrative penalty or investigation under case due to keeping land unused, speculating in land, property hoarding, price rigging and other serious illegal action which caused losses to the Company and investors during the self-inspection period.			
--	--	---------	---	--	--	--

2.3.4 Other Significant Events

1. Non-public Issuance of A Shares

As considered and approved at the 2017 second extraordinary general meeting, the 2017 third class meeting of the holders of A shares and the 2017 third class meeting of the holders of H shares held on 25 August 2017, the Company would issue not more than 647 million A shares (inclusive) in aggregate to specific investors by way of non-public issuance, with issue price no less than 90% of the average trading price during the period of 20 trading days prior to the benchmark price determination date which is the first day of the issue period of such non-public issuance. The amount of gross proceeds is expected to be not more than RMB7 billion. The net proceeds after deducting the expenses for the issuance will be used for acquiring 100% equity interests of Coal & Allied Industries Limited.

Pursuant to the regulatory requirements of regulatory authorities combined with the recent tendency of USD exchange rate and market forecasting situation, as considered and approved at the twelfth meeting of the seventh session of the Board held on 24 April 2018, the amount of total proceeds was adjusted to be not more than RMB6.35 billion. The issuance is to be implemented upon approval by the CSRC.

For details, please refer to the announcements in relation to the non-public issuance of A Shares dated 31 March 2017, 28 April 2017, 29 June 2017, 25 August 2017 and 15 December 2017, respectively, the announcement in relation to “Notice of Acceptance of the Application for Administrative Permission” issued by the CSRC dated 27 December 2017, the announcement in relation to “Receipt of CSRC Notice of the First Feedback on the Review of Administrative

Permission Item” dated 9 February 2018 and the related announcement dated 24 April 2018, which were published on the websites of the Shanghai Stock Exchange, the Hong Kong Stock Exchange and the Company and/or China Securities Journal, Shanghai Securities News and Securities Times in the PRC.

2. Subscription of Placing H Shares in CZBank

As considered and approved by the eleventh meeting of seventh session of the Board held on 23 March 2018, Yancoal International, an overseas wholly-owned subsidiary of the Company, subscribed for 420 million placing H shares in CZBank which are traded on the Hong Kong Stock Exchange for the consideration of HKD4.80 per share (the “**Investment**”). The delivery was completed on 29 March 2018.

CZBank entered into the Placing Letter on 23 March 2018, pursuant to which CZBank issued 759 million H shares under the placing on the Hong Kong Stock Exchange (the “**Placing**”), representing 4.23% of CZBank’s total share capital before the Placing and 4.05% of CZBank’s total share capital after the Placing; also representing 20% of CZBank’s outstanding total share capital of its H Shares before the Placing and 16.67% of CZBank’s outstanding total share capital of its H Shares after the Placing.

The Company subscribed for the placing shares in CZBank traded on the Hong Kong Stock Exchange through Yancoal International as the subscribing subject for the consideration of HKD4.80 per share. The number of the shares subscribed was 420 million.

Prior to the Investment, the Company held 514 million H shares in CZBank, representing 2.86% of CZBank’s total share capital before the Placing. Calculated at the cap of the placing by CZBank and the cap of the subscription by the Company, upon completion of the Investment, the Company’s shareholding in CZBank shares will increase to approximately 934 million shares, representing approximately 4.99% equity interest in CZBank’s total share capital after the Placing.

For details, please refer to the announcement in relation to the resolutions passed at the eleventh meeting of the seventh session of the Board and the announcement in relation to the subscription of placing shares in CZBank and external investment dated 23 March 2018, which were published on the websites of the Shanghai Stock Exchange, the Hong Kong Stock Exchange and the Company and/or China Securities Journal, Shanghai Securities News and Securities Times in the PRC.

2.4 Statements on the warnings and reasons for the expected accumulated net profit may be negative from the beginning of 2018 till the end of the next reporting period or there might be significant changes to accumulated net profit as compared with the corresponding period of last year.

Not applicable.

§3 Directors

As at the date of this announcement, the directors of the Company are Mr. Li Xiyong, Mr. Li Wei, Mr. Wu Xiangqian, Mr. Wu Yuxiang, Mr. Guo Dechun, Mr. Zhao Qingchun and Mr. Guo Jun, and the independent non-executive directors of the Company are Mr. Kong Xiangguo, Mr. Cai Chang, Mr. Poon Chiu Kwok and Mr. Qi Anbang.

Yanzhou Coal Mining Company Limited

Li Xiyong

Chairman of the Board

27 April 2018

Appendices

Consolidated Balance Sheet

31 March 2018

Prepared by: Yanzhou Coal Mining Company Limited

Unit: RMB'000

ITEMS	As at 31 March 2018	As at 1 January 2018
CURRENT ASSETS :		
Cash at bank and on hand	33,333,940	28,568,253
Excess reserves settlement	-	-
Lending to banks and other financial institutions	-	-
Financial assets at FVTPL	34,346	21,888
Derivative financial assets	-	-
Bills receivable	6,951,892	9,146,320
Accounts receivable	4,380,920	3,845,138
Prepayments	4,072,670	2,928,213
Premiums receivable	-	-
Reinsurance accounts receivable	-	-
Reserve for reinsurance contract receivable	-	-
Interest receivable	114,381	100,966
Dividends receivable	36,316	51,316
Other receivables	1,636,545	1,480,692
Purchase of resold financial assets	-	-
Inventories	4,764,332	4,031,895
Held-to-sale assets	3,164,696	3,123,513
Non-current assets due within one year	2,740,893	2,838,908
Other current assets	9,340,668	10,001,769
TOTAL CURRENT ASSETS	70,571,599	66,138,871
NON-CURRENT ASSETS :		
Disbursement of loans and advances	-	-
Available-for-sale financial assets	4,025,743	2,278,296
Held-to-maturity investments	-	-
Long-term accounts receivable	6,525,442	6,300,560
Long-term equity investments	9,202,203	9,002,448
Real estate investment	693	705
Fixed assets	44,412,689	45,364,639
Construction in progress	6,721,465	6,587,255
Construction materials	68,337	58,227
Disposal of fixed assets	-	-
Productive biological assets	-	-
Oil gas assets	-	-
Intangible assets	46,719,530	47,476,920

Development expenditure	-	-
Goodwill	325,815	343,150
Long-term deferred expenses	36,950	29,554
Deferred tax assets	8,272,827	8,935,492
Other non-current assets	2,469,881	2,371,174
TOTAL NON-CURRENT ASSETS	128,781,575	128,748,420
TOTAL ASSETS	199,353,174	194,887,291
CURRENT LIABILITIES:		
Short-term borrowings	10,766,387	10,339,530
Borrowings from central bank	-	-
Deposits absorption and interbank deposits	-	-
Loans from banks or other financial institutions	-	-
Financial liabilities at FVTPL	-	-
Derivative financial liability	-	-
Bills payable	3,062,635	2,535,580
Accounts payable	6,342,129	7,130,872
Advances from customers	2,447,455	2,569,384
Amounts from sale of repurchased financial assets	-	-
Service charge and commissions payable	-	-
Salaries and wages payable	1,282,828	1,330,758
Taxes payable	1,596,381	1,431,594
Interest payable	631,339	728,558
Dividend payable	85,623	41,706
Other payables	14,439,603	15,719,895
Reinsurance accounts payable	-	-
Reserve for insurance contract	-	-
Acting trading securities	-	-
Acting underwriting securities	-	-
Held-to-sale liabilities	233,981	341,293
Non-current liabilities due within one year	5,083,026	6,316,352
Other current liabilities	12,635,220	14,681,980
TOTAL CURRENT LIABILITIES	58,606,607	63,167,502
NON-CURRENT LIABILITIES:		
Long-term borrowings	34,098,519	31,542,621
Bonds payable	11,160,683	10,445,962
Including: preferred shares	-	-
perpetual bonds	-	-
Long-term payable	214,153	831,804
Long-term salaries and wages payable	471,236	521,873
Special accounts payable	105,326	113,595

Estimated liabilities	2,218,115	2,203,841
Deferred revenue	81,295	83,336
Deferred tax liabilities	8,669,429	8,680,517
Other non-current liabilities	13,870	14,874
TOTAL NON-CURRENT LIABILITIES	57,032,626	54,438,423
TOTAL LIABILITIES	115,639,233	117,605,925
SHAREHOLDERS' EQUITY:		
Share capital	4,912,016	4,912,016
Other equity instruments	14,314,737	9,249,649
Including: preferred shares	-	-
perpetual bonds	14,314,737	9,249,649
Capital reserves	1,246,583	1,246,583
Less: treasury stock	-	-
Other comprehensive income	-7,513,049	-6,180,936
Special reserves	2,279,069	2,062,958
Surplus reserves	5,900,135	5,900,135
Provision for general risk	-	-
Undistributed earnings	39,976,304	37,748,767
Equity attributable to shareholders of the parent company	61,115,795	54,939,172
Minority interest	22,598,146	22,342,194
TOTAL SHAREHOLDERS' EQUITY	83,713,941	77,281,366
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	199,353,174	194,887,291

Legal Representative of the Company: Li Xiyong
Head of Accounting Department: Xu Jian

Chief Financial Officer: Zhao Qingchun

Balance Sheet of the Parent Company

31 March 2018

Prepared by: Yanzhou Coal Mining Company Limited

Unit: RMB'000

ITEMS	As at 31 March 2018	As at 1 January 2018
CURRENT ASSETS :		
Cash at bank and on hand	21,654,358	14,967,083
Financial assets at FVTPL	34,346	21,888
Derivative financial asset	-	-
Bills receivable	6,775,139	9,126,544
Accounts receivable	1,183,210	744,170
Prepayments	274,118	88,985
Interests receivable	1,865,850	1,622,732
Dividends receivable	36,316	51,316
Other receivables	29,994,781	28,973,004
Inventories	621,232	529,071
Held-to-sale assets	-	-
Non-current assets due within one year	-	-
Other current assets	2,912,381	2,606,968
TOTAL CURRENT ASSETS	65,351,731	58,731,761
NON-CURRENT ASSETS :		
Available-for-sale financial assets	424	424
Held-to-maturity investment	390,000	890,000
Long-term accounts receivable	-	-
Long-term equity investments	67,770,123	67,576,988
Real estate investment	-	-
Fixed assets	7,662,328	7,893,722
Construction in progress	103,825	124,319
Construction materials	-	-
Disposal of fixed assets	-	-
Productive biological assets	-	-
Oil gas assets	-	-
Intangible assets	1,541,646	1,585,745
Development expenditure	-	-
Goodwill	-	-

Long-term deferred expenses	20	22
Deferred tax assets	1,427,830	1,434,542
Other non-current assets	117,926	117,926
TOTAL NON-CURRENT ASSETS	79,014,122	79,623,688
TOTAL ASSETS	144,365,853	138,355,449
CURRENT LIABILITIES:		
Short-term borrowings	6,290,000	6,070,000
Financial liabilities at FVTPL	-	-
Derivative financial liabilities	-	-
Bills payable	610,586	539,668
Accounts payable	1,511,373	1,746,168
Advances from customers	695,200	951,634
Salaries and wages payable	466,526	482,357
Taxes payable	705,284	598,691
Interest payable	893,184	901,810
Dividends payable	-	-
Other payable	9,870,180	10,212,514
Held-to-sale liabilities	-	-
Non-current liabilities due within one year	3,361,688	3,216,682
Other current liabilities	12,195,222	14,337,646
TOTAL CURRENT LIABILITIES	36,599,243	39,057,170
NON-CURRENT LIABILITIES:		
Long-term borrowings	28,429,095	25,592,952
Bonds payable	8,961,379	8,958,642
Including: preferred share	-	-
perpetual bond	-	-
Long-term payables	1,518,942	2,141,312
Long-term salaries and wages payable	-	-
Special accounts payable	105,326	113,595
Estimated liabilities	-	-
Deferred income	50,594	52,124
Deferred tax liabilities	5,556	5,556
Other non-current liabilities	-	-
TOTAL NON-CURRENT LIABILITIES	39,070,892	36,864,181
TOTAL LIABILITIES	75,670,135	75,921,351
SHAREHOLDERS' EQUITY:		

Share capital	4,912,016	4,912,016
Other equity instrument	14,314,737	9,249,649
Including: preferred share	-	-
perpetual bond	14,314,737	9,249,649
Capital reserves	1,427,452	1,427,452
Less: treasury stock	-	-
Other comprehensive income	57,860	-18,359
Special reserves	1,772,966	1,609,552
Surplus reserves	5,855,025	5,855,025
Undistributed profits	40,355,662	39,398,763
TOTAL SHAREHOLDERS' EQUITY	68,695,718	62,434,098
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	144,365,853	138,355,449

Legal Representative of the Company: Li Xiyong
Head of Accounting Department: Xu Jian

Chief Financial Officer: Zhao Qingchun

Consolidated Income Statement

The first quarter of 2018

Prepared by: Yanzhou Coal Mining Company Limited

Unit: RMB'000

Items	The first quarter of 2018	The first quarter of 2017
I. TOTAL OPERATING INCOME	32,333,709	39,812,986
Including: Operating income	32,333,709	39,812,986
Interest income	-	-
Premiums income	-	-
Service charges and commissions income	-	-
II. TOTAL OPERATING COST	29,023,523	37,594,244
Including: Operating cost	24,834,568	34,736,908
Interests expenses	-	-
Service charges and commissions expenditure	-	-
Cash surrender value	-	-
Net amount of compensation payout	-	-
Net amount of provisions for insurance contract guarantee fund	-	-
Insurance policy dividend payment	-	-
Reinsurance expenses	-	-
Taxes and surcharges	667,912	533,063
Selling expenses	1,486,423	712,580
General and administrative expenses	1,156,184	1,033,506
Financial expenses	865,574	577,455
Impairment loss of assets	12,862	732
Add: Gain from change in fair value (The loss is listed beginning with “-”)	12,458	-
Investment income (The loss is listed beginning with “-”)	215,104	164,185
Including: investment income from associates and joint ventures	212,363	157,190
Exchange gains (The loss is listed beginning with “-”)	-	-
Income from disposal of assets (The loss is listed beginning with “-”)	-9,084	471
Other income	4,291	-
III. Operating profit (The loss is listed beginning with “-”)	3,532,955	2,383,398
Add : Non-operating income	132,689	168,008
Less: Non-operating expenditures	51,383	3,012

IV. Total profit (The total loss is listed beginning with “-”)	3,614,261	2,548,394
Less: Income tax	867,235	517,596
V. Net profit (The net loss is listed beginning with “-”)	2,747,026	2,030,798
(I) Classified by continuous operation		
1. Net profit from continuous operation (The net loss is listed beginning with “-”)	2,747,026	2,030,798
2. Net profit from terminated operation (The net loss is listed beginning with “-”)	-	-
(II) Classified by ownership		
Net profit attributable to shareholders of parent company	2,227,536	1,775,105
Net profit attributable to holders of other equity instruments of the parent company	140,088	104,923
Gains and losses of minority interest	379,402	150,770
VI. Net other comprehensive income after tax	-2,111,744	2,112,747
Net other comprehensive income after tax attributable to the shareholders of the parent company	-1,332,112	1,693,279
(I) Other comprehensive income, which will not be reclassified into the gains and losses in future	-	-
(II) Other comprehensive income, which will be reclassified into the gains and losses in future	-1,332,112	1,693,279
1. Other comprehensive income reclassified to gains and losses in the future shared by the investee accounted under equity method	76,219	-10,544
2. Gains and losses of the fair value changes of the AFS financial assets	-135,695	166,309
3. Effective part of the gains and losses of cash flow hedging	-206,560	172,499
4. Translation balance of the foreign currency financial statements	-1,066,076	1,365,015
Net other comprehensive income after tax attributable to the minorities	-779,632	419,468
VII. Total comprehensive income	635,282	4,143,545
Total comprehensive income attributable to shareholders of the parent company	895,424	3,468,384
Total comprehensive income attributable to holders of other equity instruments of the parent company	140,088	104,923
Total comprehensive income attributable to minority interest	-400,230	570,238
VIII. Earnings per share (RMB)		
(I) Earnings per share, basic	0.4535	0.3614
(II) Earnings per share, diluted	0.4535	0.3614

Legal Representative of the Company: Li Xiyong
Head of Accounting Department: Xu Jian

Chief Financial Officer: Zhao Qingchun

Income Statement of the Parent Company

The first quarter of 2018

Prepared by: Yanzhou Coal Mining Company Limited

Unit: RMB'000

Items	The first quarter of 2018	The first quarter of 2017
I. TOTAL OPERATING INCOME	5,739,073	5,134,145
Less: Operating cost	3,009,985	2,545,424
Taxes and surcharges	330,573	360,958
Selling expense	62,254	64,664
General and administrative expense	514,604	529,055
Financial expenses	846,824	645,905
Impairment loss of assets	-	-
Add: Gain from the change in fair value (The loss is listed beginning with “-”)	12,458	
Investment income (The loss is listed beginning with “-”)	471,064	391,708
Including: Investment income from associates and joint ventures	154,416	129,083
Income from disposal of asset (The loss is listed beginning with “-”)	-389	-
Other incomes	1,530	-
2II. Operating profit (The loss is listed beginning with “-”)	1,459,496	1,379,847
Add: Non-operating income	69,762	87,374
Less: Non-operating expense	41,507	1,470
3III. Total profit (The total loss is listed beginning with “-”)	1,487,751	1,465,751
Less: Income tax	390,762	350,462
IV. Net profit (The net loss is listed beginning with “-”)	1,096,989	1,115,289
(I) Classified by continuous operation		
1. Net profit from continuous operation (The loss is listed beginning with “-”)	1,096,989	1,115,289
2. Net profit from terminated operation (The loss is listed beginning with “-”)		-

(2) Classified by ownership		
Net profit attributable to shareholders of the parent company	956,901	1,010,366
Net profit attributed to other equity instrument holders of the parent company	140,088	104,923
V. Net other comprehensive income after tax	76,219	-10,544
(I) Other comprehensive income, which will not be reclassified into the gains and losses in future	-	-
(II) Other comprehensive income, which will be reclassified into the gains and losses in future	76,219	-10,544
1. Other comprehensive income reclassified to gains and losses in the future shared by the investee on equity basis	76,219	-10,544
2. Gains and losses of the fair value changes of the AFS financial assets	-	-
3. Effective gains and losses from cash flow hedging	-	-
4. Exchange difference on translating foreign operations	-	-
VI. Total comprehensive income	1,173,208	1,104,745
Net profit attributable to shareholders of the parent company	1,033,120	999,822
Net profit attributed to other equity instrument holders of the parent company	140,088	104,923
VII. Earnings per share (RMB)		
Total comprehensive income attributable to shareholders of the parent company		
(1) Earnings per share, basic	0.1948	0.2057
(2) Earnings per share, diluted	0.1948	0.2057

Legal Representative of the Company: Li Xiyong
Head of Accounting Department: Xu Jian

Chief Financial Officer: Zhao Qingchun

Consolidated Cash Flow Statement

The first quarter of 2018

Prepared by: Yanzhou Coal Mining Company Limited

Unit: RMB'000

Items	The first quarter of 2018	The first quarter of 2017
1.CASH FLOW FROM OPERATING ACTIVITIES :		
Cash received from sales of goods or rendering of services	37,703,830	43,639,169
Net increase in customer's deposits and financial institution deposits	-	-
Net increase in borrowings from central bank	-	-
Net increase in borrowings from other financial institutions	-	-
Cash premiums received on original insurance contracts	-	-
Net cash received from re-insurance business	-	-
Net increase in deposits and investments from insurers	-	-
Net increase from disposal of financial assets at FVTPL	-	-
Cash received from interests, service charge and commissions	-	-
Net increase in funds deposits	-	-
Net increase from repurchasing business funds	-	-
Tax refunds	125,841	184,448
Other cash received relating to operating activities	1,784,625	900,617
Sub-total of cash inflows from operating activities	39,614,296	44,724,234
Cash paid for goods and services purchased	29,316,176	38,657,326
Net increase in loans and advance from customers	-	-
Net increase in deposits in central bank and other financial institutions	-	-

Cash paid for former insurance contracts claims	-	-
Cash paid for interests, service charge and commissions	-	-
Cash paid for insurance policy dividends	-	-
Cash paid to employees and on behalf of employees	2,522,100	1,965,460
Taxes payments	2,151,936	2,237,948
Other cash paid relating to operating activities	2,353,922	2,237,286
Sub-total of cash outflows from operating activities	36,344,134	45,098,020
NET CASH FLOW FROM OPERATING ACTIVITIES	3,270,162	-373,786
2.CASH FLOW FROM INVESTMENT ACTIVITIES:		
Cash received from recovery of investments	277,253	263,630
Cash received from return of investments income	131,675	16,370
Net cash received from disposal of fixed assets, intangible assets and other long-term assets	2,818	-
Net cash received from disposal of subsidiaries and other business units	-	-
Other cash received relating to investing activities	569,832	-
Sub-total of cash inflows from investing activities	981,578	280,000
Cash paid to acquire fixed assets, intangible assets and other long-term assets	2,268,913	1,132,411
Cash paid for investments	1,647,060	20,000
Net increase of pledge loans	-	-
Net cash amounts paid for acquisition of subsidiaries and other business units	1,534,263	-
Other cash paid relating to investment activities	-	1,768,734
Sub-total of cash outflows from investing activities	5,450,236	2,921,145
NET CASH FLOW FROM INVESTMENT ACTIVITIES	-4,468,658	-2,641,145
3.CASH FLOW FROM FINANCING ACTIVITIES:		

Cash received from investors	8,230,500	4,524,500
Including: Cash received from minority shareholders of subsidiaries	-	24,500
Cash received from the issuance of other equity instruments	4,962,500	-
Cash received from borrowings	6,430,558	2,200,000
Cash received from bonds issuance	-	-
Other cash received relating to financing activities	-	-
Sub-total of cash inflows from financing activities	14,661,058	6,724,500
Repayments of borrowings and debts	6,522,156	5,094,900
Cash paid for distribution of dividends or profits, or cash paid for interest expenses	1,057,340	577,983
Including: cash paid for distribution of dividends or profits by subsidiaries to minority shareholders	-	-
Other cash paid relating to financing activities	-	-
Sub-total of cash outflows from financing activities	7,579,496	5,672,883
NET CASH FLOW FROM FINANCING ACTIVITIES	7,081,562	1,051,617
4. EFFECT OF FOREIGN EXCHANGE RATE CHANGES ON CASH AND CASH EQUIVALENTS	-199,151	121,866
5. NET INCREASE ON CASH AND CASH EQUIVALENTS	5,683,915	-1,841,448
Add: Cash and cash equivalents, opening	21,073,256	17,371,525
6. CASH AND CASH EQUIVALENTS, CLOSING	26,757,171	15,530,077

Legal Representative of the Company: Li Xiyong
Head of Accounting Department: Xu Jian

Chief Financial Officer: Zhao Qingchun

Cash Flow Statement of the Parent Company
The first quarter of 2018

Prepared by: Yanzhou Coal Mining Company Limited

Unit: RMB'000

Items	The first quarter of 2018	The first quarter of 2017
1.CASH FLOW FROM OPERATING ACTIVITIES :		
Cash received from sales of goods and rendering of services	6,275,675	5,110,415
Tax refunding	-	-
Other cash received relating to operating activities	272,505	384,712
Sub-total of cash inflows from operating activities	6,548,180	5,495,127
Cash paid for goods and services	2,697,996	2,098,637
Cash paid to and on behalf of employees	1,201,779	1,164,017
Taxes payments	1,316,706	1,699,350
Other cash paid relating to operating activities	262,370	306,351
Sub-total of cash outflows from operating activities	5,478,851	5,268,355
NET CASH FLOW FROM OPERATING ACTIVITIES	1,069,329	226,772
2. CASH FLOW FROM INVESTMENT ACTIVITIES:		
Cash received from recovery of investments	607,000	50,000
Cash received from return of investments	15,000	-
Net cash received from disposal of fixed assets, intangible assets and other long-term assets	-	-
Net cash amount received from the disposal of subsidiaries and other business units	-	-
Other cash received relating to investment activities	569,832	285,000
Sub-total of cash inflows from investment activities	1,191,832	335,000
Cash paid to acquire fixed assets, intangible assets and other long-term assets	216	3,838
Cash paid for investments	-	25,500
Net cash paid for the acquisition of subsidiaries and other business units	-	-
Other cash paid relating to investment activities	1,230,956	2,373,659
Sub-total of cash outflows from investment activities	1,231,172	2,402,997
NET CASH FLOW FROM INVESTMENT ACTIVITIES	-39,340	-2,067,997
3.CASH FLOW FROM FINANCING ACTIVITIES:		
Cash received from investors	7,462,500	4,500,000
Cash received from borrowings	3,400,000	1,900,000

Cash received from bonds issuance	-	-
Cash received relating to other financing activities	-	-
Sub-total of cash inflows from financing activities	10,862,500	6,400,000
Repayments of borrowings	3,503,000	5,094,900
Cash paid for distribution of dividends or profits, or cash paid for interest expenses	598,494	90,232
Other cash payment relating to financing activities	-	379,563
Sub-total of cash outflows from financing activities	4,101,494	5,564,695
NET CASH FLOW FROM FINANCING ACTIVITIES	6,761,006	835,305
4. EFFECT OF FOREIGN EXCHANGE RATE CHANGES ON CASH AND CASH EQUIVALENTS	-65,385	-9,104
5. NET INCREASE ON CASH AND CASH EQUIVALENTS	7,725,610	-1,015,024
Add: Cash and cash equivalents, opening	10,022,233	10,328,324
6. CASH AND CASH EQUIVALENTS, CLOSING	17,747,843	9,313,300

Legal Representative of the Company: Li Xiyong
Head of Accounting Department: Xu Jian

Chief Financial Officer: Zhao Qingchun