Stock code: 300870 Stock abbreviation: Honor Electron Announcement No.: 2023-031

# Shenzhen Honor Electronic Co., Ltd.

# 2023 First Quarter Report

The company and all members of the board of directors guarantee that the information disclosed is true, accurate and complete, and there are no false records, misleading statements or major omissions.

### Important content reminder:

1. The board of directors, the board of supervisors and the directors, supervisors and senior management ensure that the quarterly report is true, accurate and complete, and that there are no false records, misleading statements or major omissions, and bear individual and joint 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 (accounting officer) declare that the financial information in the quarterly report is true, accurate and complete.

3. Has the first quarter report been audited?

whether

# I. Main financial data

## (1) Major accounting data and financial indicators

Whether the company needs to retrospectively adjust or restate the accounting data of previous years

#### whether

	This reporting period	Same period last year	Increase or decrease in the reporting period over the same period of the previous year (%)
Operating income (yuan)	519,050,617.70	620,559,908.78	-16.36%
Net profit attributable to shareholders of listed companies (yuan)	1,728,427.51	-29,411,535.28	105.88%
Net profit attributable to shareholders of the listed company after deducting non-recurring gains and losses (yuan)	-1,108,412.69	-32,977,017.01	96.64%
Net cash flow from operating activities (yuan)	143,956,380.13	-123,882,792.91	216.20%
Basic earnings per share (yuan/share)	0.02	-0.29	106.90%
Diluted earnings per share (yuan/share)	0.02	-0.29	106.90%
Weighted average return on equity	0.11%	-1.86%	1.97%
	At the end of the reporting period	End of last year	Increase or decrease at the end of the reporting period compared to the end of the previous year (%)
Total assets (yuan)	3,356,973,777.77	3,338,609,904.93	0.55%
Owner's equity attributable to shareholders of listed companies (yuan)	1,632,993,105.31	1,627,266,445.12	0.35%

## (2) Items and amounts of non-recurring gains and losses

Applicable 
Not applicable

Projects	Amount for the reporting period	Description
Non-current asset disposal gains and losses		
(including the write-off portion of the	-117,623.84	
provision for asset impairment)		
Government subsidies included in the		
current profit and loss (except for		
government subsidies that are closely		
related to the company's normal business	2 211 167 28	Mainly accomment subsidy in come
operations, comply with national policies	2,311,167.28	Mainly government subsidy income.
and regulations, and are continuously		
enjoyed according to a certain standard		
fixed or quantitative basis)		

The investment cost of the enterprise to obtain subsidiaries, associates and joint ventures is less than the income from the fair value of the investee's identifiable net assets when the investment is obtained Profit and loss of entrusting others to invest or manage assets	148,712.33	It is the income from wealth management products actually received in the current period.
In addition to the effective hedging business related to the company's normal business operations, the fair value gains and losses arising from holding transactional financial assets and transactional financial liabilities, as well as the investment income obtained from the disposal of transactional financial assets, transactional financial liabilities and available-for-sale financial assets	411,460.00	It is mainly to accrue the income of wealth management products in the current period.
Other non-operating revenue and expenditure other than the above-mentioned items	151,262.56	
Less: Income tax impact amount	63,066.99	
Total	2,836,840.20	

Details of other profit and loss items that meet the definition of non-recurring profit and loss

Applicable Not Applicable

The company does not have other specific circumstances of profit and loss items that meet the definition of non-recurring profit and loss.

Explanation of the situation of defining the non-recurring profit and loss items listed in the "Explanatory Announcement No. 1 on Information Disclosure of Companies Offering Securities to the Public - Non-recurring Profit and Loss" as recurring profit and loss items

■ Applicable Not Applicable

There is no situation in which the company defines the non-recurring gains and losses listed in the "Explanatory Announcement No. 1 on Information Disclosure of Companies Offering Securities to the Public-Non-recurring Gains and Losses" as recurring gains and losses.

### (3) Changes in major accounting data and financial indicators and reasons

Applicable ■ Not applicable

Balance Sheet Items	At the end of the reporting period	End of last year	Range of change	Reason for change
Trading financial assets	123,528,660.00	70,117,200.00	76.17%	Mainly due to the purchase of wealth management products in the current period.
Receivables Financing	45,150,253.44	23,656,994.70	90.85%	Mainly due to the increase in bills receivable with high credit rating at the end of the period.
Advance payment	4,993,847.01	2,626,013.78	90.17%	Mainly due to the increase in prepayments during the current period.
Other receivables	8,949,773.79	19,154,389.88	-53.28%	Mainly due to the decrease in the balance of export tax rebates receivable in the current period compared with the end of the previous year.
Other Current Assets	29,305,717.48	20,358,269.25	43.95%	Mainly due to the increase in tax credits and prepaid corporate income tax in the current period.
Advance receipt	611,672.15	383,332.14	59.57%	Mainly due to the increase in advance receipts received in the current period.
Employee compensation payable	40,884,052.89	61,023,260.09	-33.00%	Mainly due to the payment of employee salaries at the end of the previous year in the current period.
Taxes payable	9,057,421.98	18,965,233.49	-52.24%	Mainly due to the payment of corporate income tax at the end of the previous year in the current period.
Other current liabilities	22,693,657.26	33,942,793.74	-33.14%	Mainly due to the decrease in the number of bills that have been endorsed and transferred but not derecognized at the end of the period.
Income statement items	Amount in the current period	Amount in the previous period	Range of change	Reason for change
Administration expense	29,270,527.21	52,400,871.60	-44.14%	Mainly due to the decrease in the amortization expenses of equity incentives in the current period.
Finance expense	11,733,537.76	3,712,138.33	216.09%	Mainly due to the decline in the exchange rate of the US dollar during the current period and the increase in exchange losses.

Gain from change in fair value	411,460.00	1,496,210.40	-72.50%	Mainly due to the decrease in the balance of unexpired wealth management products compared with the same period last year.
Credit impairment loss	8,944,747.76	1,807,617.75	-394.84%	Mainly due to the decrease in the balance of accounts receivable and the decrease in the provision for impairment losses.
Assets impairment loss	-3,215,330.51	-1,872,185.56	71.74%	It was due to the increase in the balance of inventory depreciation reserves at the end of the period.
Income tax expense	1,834,035.09	1,341,648.08	36.70%	This is due to the increase in the total profit for the current period.
Cash Flow Statement Items	Amount in the current period	Amount in the previous period	Range of change	Reason for change
Net cash flow from operating activities	143,956,380.13	-123,882,792.91	216.20%	Mainly due to the decrease in the amount paid for the purchase of goods in the current period.
Net cash flow from financing activities	6,026,070.77	-62,086,486.27	109.71%	Mainly due to the increase in bank borrowings during the current period.

## **II. Shareholder Information**

# (1) The total number of ordinary shareholders and the number of preferred shareholders whose voting rights have been restored and the shareholding status of the top ten shareholders

						share	
Total number shareholders at reporting period	of common the end of the	8,711		er of preferred share e restored at the end period (if any)			0
		Shareholdi	ng of the top 10 sha				
Name of shareholder	Nature of Shareholders	Shareholding ratio (%)	Number of shares held	Number of shares subject to sales restrictions	Pledge, mar Share status	k or freeze Quantity	
Shenzhen Wangyuewang Investment Partnership (Limited Partnership)	Domestic non-state-owned legal person	28.73%	29,234,023	29,234,023			
Shenzhen Genoli Information Consulting Co., Ltd	Domestic non-state-owned legal person	28.73%	29,234,023	29,234,023			
Shenzhen Tongju Information Technology Consulting Partnership (Limited Partnership)	Domestic non-state-owned legal person	3.57%	3,635,231	3,635,231			
Tibet Tongchuang Weiye Venture Capital Co., Ltd	Domestic non-state-owned legal person	2.55%	2,594,100				
China Life Insurance Co., Ltdown funds	other	1.83%	1,857,155				
Industrial and Commercial Bank Of China Ltd China-Europe Value Smart Return Hybrid Securities Investment Fund	other	1.77%	1,802,236				

Unit:

Wells Fargo Fund-China Life Insurance Company Limite d-Traditional Insurance-Wells Fargo Fund China Life Shares Growth Stock Traditional Available-for-sal e Single Asset Management Plan	other	1.19%	1,210,578			
Wells Fargo Fund-China Life Insurance Co., Ltd. -Participating Insurance-Wells Fargo Fund China Life Shares Growth Equity Portfolio Single Asset Management Plan (available for Sell)	other	1.06%	1,074,955			
	Domestic natural	1.06%	1,074,452			
Yang Ji Hong Kong Securities Clearing Company Limited	persons Foreign legal person	0.89%	906,152			
Linited	Sharehol	ding of the top 10 s	hareholders with u	nrestricted sales con	ditions	
	Sharehon			inestricted sales con	Type of	sharas
Name of sl	nareholder	Number	of unrestricted shar	res held	Type of shares	Quantity
Tibet Tongchuan Capital				2,594,100	RMB ordinary shares	2,594,100
China Life Insuran fun	ds			1,857,155	RMB ordinary shares	1,857,155
Industrial and Con China Ltd Chin Smart Return H Investme	na-Europe Value ybrid Securities ent Fund			1,802,236	RMB ordinary shares	1,802,236
Wells Fargo Fu Insurance Limited-Traditiona Fargo Fund Chi Growth Stocl Available-for-sa Managen	Company Il Insurance-Wells ina Life Shares & Traditional Ile Single Asset			1,210,578	RMB ordinary shares	1,210,578
Wells Fargo Fu Insurance Co., Lt Insurance-Wells F Life Shares Growt Single Asset Ma (Available	nd-China Life d Participating Fargo Fund China h Equity Portfolio anagement Plan			1,074,955	RMB ordinary shares	1,074,955

Yang Ji	1,074,452	RMB ordinary shares	1,074,452
Hong Kong Securities Clearing Company Limited	906,152	RMB ordinary shares	906,152
Bank of China Ltd E Fund Technology Innovation Hybrid Securities Investment Fund	758,300	RMB ordinary shares	758,300
Dajia Assets-CMBC - Dajia Assets-Shengshi Selected No. 2 Collective Asset Management Product (Phase 2)	549,533	RMB ordinary shares	549,533
Li Wei	503,250	RMB ordinary shares	503,250
Description of the above-mention connected relationship or concerted ac	The actual controllers of the compar Wang Yuetian, Shang Yunsi and Wa Among them, Wang Heqiu and Wa company's shares through Shenzhen O Ltd., Wang Heqiu, Wang Yulin, Wan Yuefei control 28.73% of the com Wangyuewang Investment Partnershi Heqiu is the executive partner and act Information Technology Consulting P addition, the company does not kno relationship among the above-mention they are persons acting in concert at Measures for the Disclosure of Infor Shareholding of Li	ng Yuefei, and they ang Yulin control 2 Genoli Information g Yuetian, Shang Y pany's shares throug p (Limited Partners tual controller of Sh artnership (Limited ow whether there is ned other sharehold s stipulated in the A rmation Disclosure	v act in concert. 8.73% of the Consulting Co., Vunsi and Wang gh Shenzhen hip), and Wang henzhen Tongju Partnership). In an associated ers, nor whether dministrative

# (2) The total number of preferred shareholders of the company and the shareholding status of the top 10 preferred shareholders

Applicable Not Applicable

## (3) Changes in restricted shares

Applicable  $\blacksquare$  Not applicable

Unit: share

Name of shareholder	Number of restricted shares at the beginning of the period	The number of shares lifted in the current period	Increase the number of restricted shares in the current period	Number of restricted shares at the end of the period	Reason for restriction	Proposed date of lifting of sales restriction
Shenzhen Wangyuewang Investment Partnership (Limited Partnership)	29,234,023	0	0	29,234,023	Shares issued prior to IPO	August 24, 2023
Shenzhen Genoli Information Consulting Co., Ltd	29,234,023	0	0	29,234,023	Shares issued prior to IPO	August 24, 2023

Shenzhen Tongju Information Technology Consulting Partnership (Limited Partnership)	3,635,231	0	0	3,635,231	Shares issued prior to IPO	August 24, 2023
Other shareholders with restricted shares	570,000	18,000	0	552,000	Equity incentive restricted shares	Equity incentive restricted shares are unlocked at a certain percentage every year
Total	62,673,277	18,000	0	62,655,277		

### **III.** Other important matters

#### Applicable ■ Not applicable

1. The company held the second meeting of the second board of directors in 2022 on March 22, 2022, and reviewed and approved the "Proposal on the Plan for Repurchasing the Company's Shares", agreeing to use its own funds to repurchase some of the Company's issued RMB ordinary shares (A shares) through centralized bidding transactions. As of March 21, 2023, the company has repurchased 1,655,300 shares through a centralized auction transaction through a special securities repurchase account, accounting for 1.63% of the company's current total share capital. The highest transaction price was 50.33 yuan/share, the lowest transaction price was 31.15 yuan/share, and the total transaction amount was 62,600,700 yuan (excluding transaction costs). For details, please refer to the "Announcement on the Expiry of the Share Repurchase Period and Completion of the Repurchase" (Announcement No.: 2023-015) and related announcements disclosed by the company on www.cninfo.com.cn on March 21, 2023.

2. The Company held the ninth meeting of the second board of directors in 2022 and the seventh meeting of the second board of supervisors in 2022 on December 26, 2022. The Proposal on Repurchase and Cancellation of Certain Restricted Shares was reviewed and approved respectively, and the first extraordinary general meeting of shareholders in 2023 was held on January 17, 2023 to review and approve the above proposals. It is agreed that the company will repurchase and cancel a total of 18,000 Class I restricted shares that have been granted under the 2021 Restricted Stock Incentive Plan but have not yet been lifted, at a repurchase price of RMB 32.74 per share. As of March 30, 2023, the above-mentioned restricted stock repurchase and cancellation matters have been completed at the Shenzhen Branch of China Securities Depository and Clearing Corporation Limited. For details, please refer to the "Announcement on Completion of Repurchase and Cancellation of Certain Restricted Shares" (Announcement No.: 2023-016) disclosed by the company on www.cninfo.com.cn on March 31, 2023.

### **IV. Quarterly Financial Statements**

### (1) Financial statements

### **1.** Consolidated Balance Sheets

Prepared by: Shenzhen Honor Electronic Co., Ltd.

Projects	Ending balance	Balance at the beginning of the year
Current assets:		
Monetary fund	540,664,293.80	517,773,386.98
Settlement reserve		
borrowed funds		
Trading financial assets	123,528,660.00	70,117,200.00
Derivative financial assets		
Notes receivable	42,588,497.64	58,257,166.47
Accounts Receivable	642,560,810.07	816,049,257.96
Receivables Financing	45,150,253.44	23,656,994.70
Advance payment	4,993,847.01	2,626,013.78
Premiums receivable		
Reinsurance accounts receivable		
Reserve for reinsurance contracts receivable		
Other receivables	8,949,773.79	19,154,389.88
Including: interest receivable	102,009.47	17,297.60
Dividends receivable		
Redemptory monetary capital for sale		
Inventory	489,184,362.01	402,689,789.83
Contract assets		
Assets held for sale		
Non-current assets due within one year		

Total current assets         1,926,926,215.24         1,930,682,468.85           Non-current assets             Deb investment             Other dust investment             Long-term receivables             Construction in progress         1.110,284,402,39         1.097,803,224,25           Construction in progress         1.188,909,427,72         Productive biological assets            Ordiardis biological assets           1.89,969,427,72           Ordiardis biological assets           1.89,969,427,72           Ordiardis biological assets           1.89,969,427,72           Ordiardis biological assets           1.89,969,427,72           Ordiardis biological assets          1.20,86,90         2.6,460,050,19           Dereder Tax, Assets         1.07,154,823,77         7.53,942,722 tot         1.6,060,90         1.08,76,724,92         1.20,66,50,849           Ordiar biological assets         2.4,685,378,00         2.6,460,050,19         0.20,752,73,142,92         1.20,65,058,49         1.07,154,29         1.20,65,058,49         1.041,92,92,41,642,9         1.20,65,058,49         1.20,65,058,49         1.20,74,65,053 <th>Other Current Assets</th> <th>29,305,717.48</th> <th>20,358,269.25</th>	Other Current Assets	29,305,717.48	20,358,269.25
Non-current assets:	Total current assets		
Issue loss and advances	Non-current assets:		·····
Dob investment			
Long term receivables         853,298.17         858,469.31           Long Westment in Orler equity investment         853,298.17         858,469.31           Westment in Orler equity instruments         1007         858,469.31           Westment in Orler equity instruments         1007         1007,803,234.25           Construction in progress         158,504,008.90         133,969,427.22           Productive biological assets         0         33,969,427.22           Dil and gas assets         74,038,235.76         76,100,859.15           Development expenditure         0         12,046,508,49           Condwill         0         12,046,508,49           Other non-current assets         1,911,249,35         1,726,164,92           Otal non-current assets         1,912,493,55         1,206,508,49           Otal non-current assets         1,338,609,904,93         12,046,508,49           Otal ano-current assets         1,338,609,904,93         12,046,508,49           Otal ano-current assets         1,249,35         1,726,164,92           Otal ano-current assets         1,249,35,777.77         3,338,609,904,93           Otal ano-current assets         1,249,35,737,777         3,338,609,904,93           Otal ano-current basets         1,249,353         26,046,053,89	Debt investment		
Long term receivables         853,298.17         858,469.31           Long Westment in Orler equity investment         853,298.17         858,469.31           Westment in Orler equity instruments         1007         858,469.31           Westment in Orler equity instruments         1007         1007,803,234.25           Construction in progress         158,504,008.90         133,969,427.22           Productive biological assets         0         33,969,427.22           Dil and gas assets         74,038,235.76         76,100,859.15           Development expenditure         0         12,046,508,49           Condwill         0         12,046,508,49           Other non-current assets         1,911,249,35         1,726,164,92           Otal non-current assets         1,912,493,55         1,206,508,49           Otal non-current assets         1,338,609,904,93         12,046,508,49           Otal ano-current assets         1,338,609,904,93         12,046,508,49           Otal ano-current assets         1,249,35         1,726,164,92           Otal ano-current assets         1,249,35,777.77         3,338,609,904,93           Otal ano-current assets         1,249,35,737,777         3,338,609,904,93           Otal ano-current basets         1,249,353         26,046,053,89			
Long Birm equity investment         853,398.17         858,469.31           Investment in other equity instruments			
Investment in other equity instruments         Import on current financial assets           Other non-current financial assets         Import on current financial assets           Fixed assets         1.110.284.402.39           Construction in progress         158,564.068.90           Oll and gas assets         Oll and gas assets           Right-for-use asset         48,135,184.77           Doct we asset         74,938,235.76           Dorelopment expenditure		853 398 17	858 469 31
Other non-current financial assets		000,00017	000,407.51
Investment real estate         1,110,284,402.39         1,097,803,234,25           Fixed assets         1,88,964,068.90         138,069,427.72           Othand gas assets         200         138,069,427.72           Othand gas assets         200         200,427.72           Othand gas assets         200,427.72           Diand gas assets         200,427.72           Bight of-use asset         48,135,184,77         53,942,722,05           Dockopment expenditure         74,938,235.76         7,6,100,859,15           Dockopment expenditure         200,553,642,29         12,206,538,49           Other non-current expenditure         1,911,249,35         1,726,164,92           Other non-current assets         1,430,047,562,53         1,407,297,436,08           Total ano-current assets         3,256,737,77,77         3,338,609,904,93           Current Liabilities:         200,546,763,89         200,546,763,89           Borrowing from the Central Bank         200         200,546,763,89           Borrowing from the Central Bank         200         200,246,773,90,244,772           Other payable         283,289,015,77         291,492,359,24           Account payable         283,289,015,77         291,492,359,24           Account payable         283,289,015,77 <td< td=""><td></td><td></td><td></td></td<>			
Fixed assets         1,110,284,402.39         1,097,803,224,25           Construction in progress         158,504,068,90         138,969,427,72           Productive biological assets         0         318,069,427,72           Ord and gas assets         0         318,069,427,72           Reputer function in progress         76,100,859,15         53,942,722,05           Development expenditure         76,100,859,15         76,100,859,15           Development expenditure         0         76,100,859,15           Docodwill         26,660,050,19         12,066,568,49           Development expension         1,01,1249,35         1,470,77,743,608           Total assets         1,01,1249,35         1,407,97,743,608           Total assets         3,356,973,777,77         3,338,609,904,93           Current Labilities:         9         9           Derivative financial liabilities         9         9           Derivative financial liabilities         9         9           Derivative financial liabilities         9         1,186,317,12           Ordister payable         283,289,015,77         291,492,369,24           Accourt payables         703,117,953,39         660,104,159,02           Ordiste payable         1,186,317,12         333,321,44			
Construction in progress         158,504,068.90         138,969,427.72           Productive biological assets		1 110 284 402 39	1 097 803 234 25
Productive biological assets Oil and gas Oil And			
Oil and gas assets         9           Right-of-use asset         48,135,184,77         \$3,942,722.05           Right-of-use asset         74,038,235,76         76,100,859,15           Development expenditure         0         0           Condwill         0         0           Development expenditure         0         0           Condwill         0         0           Defered Tax Assets         10,735,644,29         12,066,508,49           Other non-current assets         1,430,047,562,53         1,407,927,436,60           Current Liabilities:         0         0         0           Short-term Ioan         196,141,833,35         200,546,763,89         0           Borrowing from the Central Bank         0         0         0         0           Borrowed funds         0 <t< td=""><td></td><td>130,304,000.70</td><td>150,505,421.12</td></t<>		130,304,000.70	150,505,421.12
Right-of-see asset         48,135,184.77         53,942,722,05           Inangible assets         74,938,235,76         76,100,859,15           Development expenditure         0         0           Goodwill         0         0           Long-term deferred expenses         24,685,378,90         26,640,050,19           Deferred Tax Assets         1,0735,644,29         1,206,508,49           Total non-current assets         1,430,047,562,53         1,407,972,436,08           Total assets         3,356,973,777,77         3,338,609,904,93           Current Liabilities:         0         0         0           Borrowing from the Central Bank         0         0         0           Borrowing from the Central Bank         0         0         0           Derivative financial liabilities         0         0         0           Derivative financial liabilities         0			
Intangible assets         74,938,235.76         76,100,859.15           Development expenditure		48 135 184 77	53 942 722 05
Development expenditure			
Goodwill         24,685,378,90         26,460,050.19           Long-term deferred expenses         24,685,378,90         26,460,050.19           Deferred Tax Assets         10,735,644.29         12,066,508.49           Other non-current assets         1,911,249.35         1,726,164.92           Total non-current assets         1,430,047,562.53         1,407,927,436.08           Short-term loan         196,141,833.35         200,546,763.89           Borrowing from the Central Bank         95,057,77,77         291,492,369,24           Morewing from the Central Bank         96,141,833.35         200,546,763.89           Borrowing from the Central Bank         96,141,833.35         200,546,763.89           Borrowing from the Central Bank         96,141,833.35         200,546,763.89           Borrowing from the Central Bank         90         90,142,369,24           Account payables         703,117,953.39         660,104,159,92           Advance receipt         611,672.15         383,332,14           Contract liabilities         1,436,876.82         1,186,317.12           Financial assets sold for repurchase         90         90           Deposits and interbank deposits         90         90           Securities brokerage         Acting a an agent for underwriting sceurities brokerage		14,756,255.10	70,100,859.15
Long-term deferred expenses         24,685,378.90         26,460,050.19           Deferred Tax Assets         10,735,644.29         12,066,508.49           Other non-current assets         1,11,249.35         1,726,164.92           Total assets         3,336,0973,777.7         3,338,009,004.93           Current Liabilities:			
Deferred Tax Assets         10,735,644.29         12,066,508.49           Other non-current assets         1,911,249.35         1,726,164.92           Total non-current assets         3,356,973,777.77         3,338,609,904.93           Current Liabilities:         -         -           Short-tern loan         196,141,833.35         200,546,763.89           Borrowing from the Central Bank         -         -           Borrowing from the Central Bank         -         -           Derivative financial liabilities         -         -           Derivative financial liabilities         -         -           Account payables         703,117,953.39         660,104,159.92           Advance receipt         611,672.15         338,332,14           Contract liabilities         1,436,876.82         1,186,317.12           Financial assets sold for repurchase         -         -           Deposits and interbank deposits         -         -           Securities         -         -         -           Deriver age         -         -         -           Acting as an agent for underwriting securities brokerage         -         -         -           Dirividends payable         -         -         -         -		24 695 279 00	76 160 050 10
Other non-current assets         1,911,249.35         1,726,164.92           Total non-current assets         1,430,047,562.53         1,407,927,456.08           Current Liabilities:         3,336,973,777.77         3,338,609,904.93           Current Liabilities:         200,546,763.89           Borrowing from the Central Bank         200,546,763.89           Borrowed funds         201,546,763.89           Derivative financial liabilities         202,546,763.89           Derivative financial liabilities         204,246,763.89           Derivative financial liabilities         204,249,269,24           Account payables         703,117,953.39           Acdvance receipt         611,672.15         333,32,14           Contract liabilities         1,436,876.82         1,186,317.12           Pinapoist and interbank deposits         200,546,763.99         61,023,260.09           Securities brokerage         201,492,369.24         20,523.49           Acting as an agent for underwriting securities         20,555         42,520,730.15           Including: interest payable         38,665,580.55         42,520,730.15           Including: interest payable         22,693,657.26         33,942,793,74           Other current liabilities         1,390,302,231.63         1,407,747,549.76			
Total non-current assets         1,430,047,562.53         1,407,927,436.08           Total assets         3,356,973,777.77         3,338,609,904.93           Current Liabilities:         9         9           Short-term loan         196,141,833.35         200,546,763.89           Borrowing from the Central Bank         9         9           Borrowing from the Central Bank         9         9           Derivative financial liabilities         9         9           Count payables         283,289,015.77         291,492,369,24           Account payables         703,117,953.39         660,104,159,92           Advance receipt         611,672.15         383,332,14           Contract liabilities         1,436,876.82         1,186,317.12           Financial assets sold for repurchase         9         9           Deposits and interbank deposits         9         8           Securities brokerage         40,884,052.89         61.023,260.09           Acting as an agent for underwriting securities         9         9           Employee compensation payable         40,884,052.89         61.023,260.09           Dividends payable         9,057,421.98         18,965,233.49           Other payables         38,665,580.55         42,520,730.15 <td></td> <td></td> <td></td>			
Total assets         3,356,973,777.7         3,338,609,904,93           Current Liabilities:             Borrowing from the Central Bank             Derivative financial liabilities             Derivative financial liabilities             Account payables         703,117,953,39         660,104,159,92           Advance receipt         611,672,15         383,332,14           Contract liabilities         1,436,876,82         1,186,317,12           Financial assets sold for repurchase             Deposits and interbank deposits             Securities borkerage             Acting as an agent for underwriting securities             Securities brokarga              Dividends payable			
Current Liabilities:         Image: Contrast liabilities           Short-term Ioan         196,141,833.35         200,546,763.89           Borrowing from the Central Bank         Image: Central Bank         Image: Central Bank           Borrowing from the Central Bank         Image: Central Bank         Image: Central Bank           Borrowing from the Central Bank         Image: Central Bank         Image: Central Bank           Derivative financial liabilities         Image: Central Bank         Image: Central Bank           Notes payable         283,289,015.77         291,492,369.24           Account payables         703,117,953.39         660,014,159.92           Advance receipt         Contract liabilities         1,436,876.82         1,186,317.12           Financial assets sold for repurchase         Image: Central Bank deposits         Image: Central Bank			
Short-term loan         196,141,833.35         200,546,763.89           Borrowed funds         200,546,763.89           Borrowed funds         200,546,763.89           Transactional financial liabilities         200,546,763.89           Derivative financial liabilities         200,546,763.89           Notes payable         283,289,015,77         291,492,369,24           Account payables         703,117,953,39         660,104,159,92           Advance receipt         611,672,15         383,332,14           Contract liabilities         1,436,876,82         1,186,317,12           Financial assets sold for repurchase         Deposits and interbank deposits         200,546,763,89           Securities brokerage         200,546,763,89         61,023,260,09           Acting as an agent for underwriting securities         200,057,421,98         18,965,233,49           Other payables         38,665,580,55         42,520,730,15           Including: interest payable         20,057,421,98         20,892,893,802           Dividends payable         20,057,62         33,942,793,74           Reinsurance accounts payable         20,093,657,26         33,942,793,74           Non-current Liabilities         1,390,302,231,63         1,407,747,549,76           Non-current Liabilities         1,390,302,23		3,356,973,777.77	3,338,609,904.93
Borrowing from the Central Bank          Borrowed funds          Transactional finabilities          Derivative financial liabilities          Derivative financial liabilities       283,289,015.77         Notes payable       283,289,015.77         Account payables       703,117,953.39         Account payables       661,672.15         Advance receipt       611,672.15         Borrowing from the deposits          Deposits and interbank deposits          Securities brokerage          Acting as an agent for underwriting securities       61,023,260.09         Employee compensation payable       9,057,421.98         Other payables       38,665,580.55         Machages       38,665,580.55         Machages       38,665,580.55         Moncurrent liabilities       1,390,302,231.63         Including: interest payable          Dividends payable          Reinsurance accounts payable          Reinsurance accounts payable          Reinsurance accounts payable          Courtent Liabilities       1,390,302,231.63       1,407,747,549.76         Non-Current Liabilities       1,390,302,231.			
Borrowed funds		196,141,833.35	200,546,763.89
Transactional financial liabilities			
Derivative financial liabilities       283,289,015.77       291,492,369.24         Notes payable       283,289,015.77       291,492,369.24         Account payables       703,117,953.39       660,104,159.92         Advance receipt       611,1672.15       383,332.14         Contract liabilities       1,436,876.82       1,186,317.12         Financial assets sold for repurchase       200       200         Deposits and interbank deposits       200       200         Securities brokerage       200       200         Employee compensation payable       40,884,052.89       61,023,260.09         Taxes payable       9,057,421.98       18,965,233.49         Other payables       38,665,580.55       42,520,730.15         Including: interest payable       200       200         Peres and commissions payable       200       200         Non-current liabilities due within one year       94,404,167.47       97,582,589.98         Other current liabilities       1,390,302,231.63       1,407,747,549.76         Non-Current Liabilities       1,390,302,231.63       1,407,747,549.76         Non-current Liabilities       1,390,302,231.63       1,407,747,549.76         Non-current Liabilities       1,390,302,231.63       1,407,747,549.76 <t< td=""><td></td><td></td><td></td></t<>			
Notes payable         283,289,015.77         291,492,369.24           Account payables         703,117,953.39         660,104,159.92           Advance receipt         611,672.15         383,332.14           Contract liabilities         1,436,876.82         1,186,317.12           Financial assets sold for repurchase             Deposits and interbank deposits             Securities brokerage             Acting as an agent for underwriting securities             Securities brokerage              Other payable         9,057,421.98         18,965,233.49            Other payables         38,665,580.55         42,520,730.15            Including: interest payable               Dividends payable                Including: interest payable			
Account payables703,117,953.39660,104,159.92Advance receipt611,672.15383,332.14Contract liabilities1,436,876.821,186,317.12Financial assets sold for repurchaseDeposits and interbank depositsSecurities brokerageActing as an agent for underwriting securitiesEmployee compensation payable40,884,052.8961,023,260.09Taxes payable9,057,421.9818,965,233.49Other payables38,665,580.5542,520,730.15Including: interest payableDividends payableFees and commissions payableReinsurance accounts payableNon-current Liabilities1,390,302,231.631,407,747,549.76Non-Current Liabilities1,390,302,231.631,407,747,549.76Non-Current Liabilities22,693,657.2633,942,793.74Total Current Liabilities1,390,302,231.631,407,747,549.76Non-Current Liabilities30,301,163.4933,035,866.33Long-term loan295,755,000.07261,990,000.06Bonds payableLong-term payablesLong-term payablesLong-term payablesLong-term end payableLong-term end payableDividends payableLong-term end payableLon			
Advance receipt       611,672.15       383,332.14         Contract liabilities       1,436,876.82       1,186,317.12         Financial assets sold for repurchase			291,492,369.24
Contract liabilities       1,436,876.82       1,186,317.12         Financial assets sold for repurchase           Deposits and interbank deposits           Securities brokerage           Acting as an agent for underwriting securities           Employee compensation payable       40,884,052.89       61,023,260.09         Taxes payable       9,057,421.98       18,965,233.49         Other payables       38,665,580.55       42,520,730.15         Including: interest payable           Dividends payable           Fees and commissions payable           Liabilities due within one year       94,404,167.47       97,582,589.98         Other current liabilities       22,693,657.26       33,942,793.74         Total Current Liabilities       1,390,302,231.63       1,407,747,549.76         Non-Current Liabilities:            Insurace contract reserves            Long-term loan       295,755,000.07       261,990,000.06          Bonds payable             Of which: prefered stock			660,104,159.92
Financial assets sold for repurchase       Instruction         Deposits and interbank deposits       Securities brokerage         Acting as an agent for underwriting securities       Securities         Employee compensation payable       40,884,052.89       61,023,260.09         Taxes payable       9,057,421.98       18,965,233.49         Other payables       38,665,580.55       42,520,730.15         Including: interest payable       Instruction       Securities         Dividends payable       Perse and commissions payable       Instruction         Liabilities due within one year       94,404,167.47       97,582,589.98         Other current liabilities       22,693,657.26       33,942,793.74         Total Current Liabilities       1,390,302,231.63       1,407,747,549.76         Non-Current Liabilities:       Insurance contract reserves       Insurance contract reserves       Insurance contract reserves         Long-term loan       295,755,000.07       261,990,000.06       Bonds payable       Of which: preferred stock       Insurance         Perpetual bond       Insurance       <		,	383,332.14
Deposits and interbank deposits		1,436,876.82	1,186,317.12
Securities brokerage       Acting as an agent for underwriting securities         Employee compensation payable       40,884,052.89       61,023,260.09         Taxes payable       9,057,421.98       18,965,233.49         Other payables       38,665,580.55       42,520,730.15         Including: interest payable       0       18,965,233.49         Dividends payable       0       18,965,233.49         Dividends payable       0       18,965,233.49         Eres and commissions payable       0       14,2520,730.15         Reinsurance accounts payable       0       14,2520,730.15         Non-current liabilities due within one year       94,404,167.47       97,582,589.98         Other current liabilities       1,390,302,231.63       1,407,747,549.74         Total Current Liabilities       1,390,302,231.63       1,407,747,549.76         Non-Current Liabilities:       0       1       1         Insurance contract reserves       0	· · · ·		
Acting as an agent for underwriting securities	Deposits and interbank deposits		
securities Employee compensation payable Employee compensation payable A0,884,052.89 61,023,260.09 Taxes payable 9,057,421.98 18,965,233.49 Other payables Dividends payable Fees and commissions payable Fees and commissions payable Liabilities held for sale Non-current Liabilities 22,693,657.26 33,942,793.74 Total Current Liabilities 1,390,302,231.63 1,407,747,549.76 Non-Current Liabilities: Insurance contract reserves Long-term loan 295,755,000.07 261,990,000.06 Bonds payable Of which; preferred stock Perpetual bond Lease liabilities 30,301,163.49 33,035,866.33 Long-term payables Long-term employee compensation payable	Securities brokerage		
Employee compensation payable40,884,052.8961,023,260.09Taxes payable9,057,421.9818,965,233.49Other payables38,665,580.5542,520,730.15Including: interest payableDividends payableFees and commissions payableReinsurance accounts payableLiabilities due within one year94,404,167.4797,582,589.98Other current liabilities22,693,657.2633,942,793.74Total Current Liabilities1,390,302,231.631,407,747,549.76Non-Current Liabilities:Insurance contract reservesLong-term loan295,755,000.07261,990,000.06Bonds payableLease liabilities30,301,163.4933,035,866.33Long-term employee30,301,163.4933,035,866.33Long-term employeecompensationpayable			
Taxes payable9,057,421.9818,965,233.49Other payables38,665,580.5542,520,730.15Including: interest payableDividends payableFees and commissions payableReinsurance accounts payableLiabilities held for saleNon-current liabilities22,693,657.2633,942,793.74Total Current Liabilities1,390,302,231.631,407,747,549.76Non-Current Liabilities:Insurance contract reservesLong-term loan295,755,000.07261,990,000.06Bonds payableLease liabilities30,301,163.4933,035,866.33Long-term payablesLong-term employee compensationpayableDirector matching30,301,163.4933,035,866.33Long-term employee compensationpayableDirector methodLease liabilitiesLong-term employee compensationpayableLong-term employee compensationPayableLong-term employee compensationpayableLong-term employee compensationPayableLong-term employee compensationLong-term empl	securities		
Other payables38,665,580.5542,520,730.15Including: interest payableDividends payableFees and commissions payableReinsurance accounts payableLiabilities held for saleNon-current liabilities due within one yearOther current liabilitiesOther current liabilities1 Current Liabilities1 Current Liabilities1 Current Liabilities:1 Current Liabilities:2 Current Liabilities: <td>Employee compensation payable</td> <td>40,884,052.89</td> <td>61,023,260.09</td>	Employee compensation payable	40,884,052.89	61,023,260.09
Including: interest payableIncluding: interest payableDividends payableIncluding: interest payableFees and commissions payableIncluding: interest payableReinsurance accounts payableIncluding: interest payableLiabilities held for saleIncluding: interest payableNon-current liabilities due within one year94,404,167.47Other current liabilities22,693,657.26Other current liabilities1,390,302,231.63Insurance contract reservesInsurance contract reservesLong-term loan295,755,000.07Bonds payableIncluding: interest payableOf which: preferred stockInsurancePerpetual bondIncluding: interest payableLong-term payablesIncluding: interest payablesLong-term employee compensation205,755,000.07PayableIncluding: interest payable	Taxes payable	9,057,421.98	18,965,233.49
Dividends payableFees and commissions payableReinsurance accounts payableLiabilities held for saleNon-current liabilities due within one year94,404,167.4797,582,589,98Other current liabilities22,693,657.2633,942,793.74Total Current Liabilities1,390,302,231.631,407,747,549.76Non-Current Liabilities:Insurance contract reservesLong-term loan295,755,000.07261,990,000.06Bonds payableOf which: preferred stockPerpetual bondLease liabilitiesLong-term payablesLong-term employee compensationpayable	Other payables	38,665,580.55	42,520,730.15
Fees and commissions payableReinsurance accounts payableReinsurance accounts payableItabilities held for saleNon-current liabilities due within one year94,404,167.47Non-current liabilities22,693,657.26Other current liabilities33,942,793.74Total Current Liabilities1,390,302,231.63Non-Current Liabilities:Itabilities:Insurance contract reservesItabilities:Long-term loan295,755,000.07Bonds payableItabilitiesOf which: preferred stockItabilitiesPerpetual bondItabilitiesLong-term payables30,301,163.49Long-term employee compensationpayable	Including: interest payable		
Reinsurance accounts payableImage: Constraint of the second s	Dividends payable		
Reinsurance accounts payableImage: Constraint of the second s	Fees and commissions payable		
Liabilities held for sale94,404,167.4797,582,589.98Non-current liabilities due within one year94,404,167.4797,582,589.98Other current liabilities22,693,657.2633,942,793.74Total Current Liabilities1,390,302,231.631,407,747,549.76Non-Current Liabilities:11Insurance contract reserves1Long-term loan295,755,000.07261,990,000.06Bonds payable01Of which: preferred stock11Perpetual bond11Lease liabilities30,301,163.4933,035,866.33Long-term employee compensation payable11			
Other current liabilities22,693,657.2633,942,793.74Total Current Liabilities1,390,302,231.631,407,747,549.76Non-Current Liabilities:Insurance contract reservesLong-term loan295,755,000.07261,990,000.06Bonds payableOf which: preferred stockPerpetual bond30,301,163.49Long-term payablesLong-term employee compensationpayable	Liabilities held for sale		
Other current liabilities22,693,657.2633,942,793.74Total Current Liabilities1,390,302,231.631,407,747,549.76Non-Current Liabilities:Insurance contract reservesLong-term loan295,755,000.07261,990,000.06Bonds payableOf which: preferred stockPerpetual bond30,301,163.49Long-term payablesLong-term employee compensationpayable	Non-current liabilities due within one year	94,404,167.47	97,582,589.98
Total Current Liabilities1,390,302,231.631,407,747,549.76Non-Current Liabilities:Insurance contract reservesLong-term loan295,755,000.07Bonds payableOf which: preferred stockPerpetual bondLease liabilities30,301,163.49Long-term payablesLong-term employee compensationpayable			
Non-Current Liabilities:Insurance contract reservesInsurance contract reserves295,755,000.07Long-term loan295,755,000.07Bonds payable0Of which: preferred stock0Perpetual bond0Lease liabilities30,301,163.49Long-term payables0Long-term employee compensation0payable0			
Insurance contract reserves       295,755,000.07         Long-term loan       295,755,000.07         Bonds payable       295,755,000.07         Of which: preferred stock       2000         Perpetual bond       2000         Lease liabilities       30,301,163.49         Long-term payables       2000         Long-term employee compensation       2000         payable       2000			, , ,
Long-term loan295,755,000.07261,990,000.06Bonds payableOf which: preferred stockPerpetual bondLease liabilities30,301,163.49Long-term payablesLong-term employee compensation payable			
Bonds payable     Image: Constraint of the system       Of which: preferred stock     Image: Constraint of the system       Perpetual bond     Image: Constraint of the system       Lease liabilities     30,301,163.49       Long-term payables     Image: Constraint of the system       Long-term employee compensation payable     Image: Constraint of the system		295.755.000.07	261,990,000,06
Of which: preferred stock     Perpetual bond       Lease liabilities     30,301,163.49       Long-term payables     Image: State			_01,990,000.00
Perpetual bond     30,301,163.49       Lease liabilities     30,301,163.49       Long-term payables     33,035,866.33       Long-term employee compensation payable     6			
Lease liabilities     30,301,163.49     33,035,866.33       Long-term payables     Image: Compensation payable     Image: Compensation payable			
Long-term payables		30 301 163 40	33 035 866 22
Long-term employee compensation payable		50,501,105.47	55,055,000.55
payable			
Hatimotod Jiabilitiaa	Estimated liabilities		

Deferred income	5,115,653.78	6,122,057.05
Deferred Tax Liabilities	2,259,909.90	1,767,561.57
Other non-current liabilities		
Total Non-Current Liabilities	333,431,727.24	302,915,485.01
Total liabilities	1,723,733,958.87	1,710,663,034.77
Owners' equity:		
Capital stock	101,752,000.00	101,770,000.00
Other equity instruments		
Of which: preferred stock		
Perpetual bond		
Capital reserve	1,070,124,111.32	1,063,935,917.21
Less: treasury shares	80,697,962.67	81,287,282.67
Other comprehensive income	1,883,423.67	4,644,705.10
Special reserve		
Surplus reserve	50,885,000.00	50,885,000.00
General risk preparation		
Undistributed profit	489,046,532.99	487,318,105.48
Total owner's equity attributable to parent	1 (22 002 105 21	1 (27 2(( 445 12
Company	1,632,993,105.31	1,627,266,445.12
Minority interests	246,713.59	680,425.04
Total owner's equity	1,633,239,818.90	1,627,946,870.16
Total liabilities and owners' equity	3,356,973,777.77	3,338,609,904.93

Legal representative: Wang Heqiu Person in charge of accounting work: Zhang Shuyuan Person in charge of accounting department: Tan Qun

## 2. Consolidated income statement

Projects	Amount in the current period	Amount in the previous period
I. Total operating income	519,050,617.70	620,559,908.78
Including: operating income	519,050,617.70	620,559,908.78
Interest income		, ,
Premiums earned		
Fee and commission income		
II. Total operating cost	524,551,190.99	652,132,049.16
Including: operating cost	417,946,854.44	536,226,349.38
Interest expense		
Fees and commissions		
Surrender money		
Net compensation expense		
Withdrawal of net insurance liability		
reserves		
Policy dividend payout		
Reinsurance fees		
Taxes & surcharges	1,762,872.42	2,268,813.86
Selling expense	14,155,861.44	14,483,288.75
Administration expense	29,270,527.21	52,400,871.60
R&D expenses	49,681,537.72	43,040,587.24
Finance expense	11,733,537.76	3,712,138.33
Including: interest expense	4,623,736.64	3,640,915.19
Interest income	1,374,907.89	890,649.48
Plus: other income	2,311,167.28	2,011,792.06
Investment income (losses are listed with "- ")	143,641.19	103,578.21
Including: investment income in associates and joint ventures		

Derecognition of financial assets measured		
at amortized cost		
Exchange gains (losses are listed with "- ")		
Net exposure hedging gain (losses are		
listed with "- ")		
Gain from change in fair value (losses are	411,460.00	1,496,210.40
listed with "- ")	,	
Credit impairment loss (losses are listed	8,944,747.76	1,807,617.75
with "- ")		
Asset impairment loss (losses are listed	-3,215,330.51	-1,872,185.56
with "- ")		
Asset disposal gains (losses are listed with	17,683.03	0.00
"- ")	,	
III. Operating profit (losses are listed with	3,112,795.46	-28,025,127.52
"- ")		
Plus: non-operating income	377,058.67	7,956.40
Less: non-operating expenses	361,102.98	52,716.08
IV. Total profit (total loss is listed with "-	3,128,751.15	-28,069,887.20
")		
Less: income tax expense	1,834,035.09	1,341,648.08
V. Net profit (net loss is listed with "- ")	1,294,716.06	-29,411,535.28
(1) Classified by business continuity		
1. Net profit from continuing operations	1 204 716 06	20 411 525 29
(net loss is listed with "- ")	1,294,716.06	-29,411,535.28
2. Net profit from discontinued operations		
(net loss is listed with "- ")		
(2) Classification by ownership		
1. Net profit attributable to owners of the		
parent company	1,728,427.51	-29,411,535.28
2. Minority shareholder gains and losses	-433,711.45	
VI. Net after-tax other comprehensive		
income	-2,761,281.43	-354,279.03
After-tax net of other comprehensive		
income attributable to owners of the parent	-2,761,281.43	-354,279.03
company	2,701,201.45	554,279.05
(1) Others that cannot be reclassified into		
profit or loss		
Comprehensive income		
1. Re-measurement of defined benefit plan		
changes		
2. Other comprehensive income that		
cannot be transferred to profit or loss under		
the equity method		
3. Changes in fair value of investments in		
other equity instruments		
4. Changes in the fair value of the		
company's own credit risk		
5. Other		
(2) Other comprehensive income that will	-2,761,281.43	-354,279.03
be reclassified into profit or loss	_,,	
1. Other comprehensive income that can be		
transferred to profit and loss under the		
equity method		
2. Changes in fair value of other debt		
investments		
3. Amount of financial assets reclassified		
into other comprehensive income		
4. Credit impairment provision for other		
debt investments		
5. Cash Flow Hedge Reserve		

6. Translation differences of foreign currency financial statements	-2,761,281.43	-354,279.03
7. Other		
Other comprehensive income attributable		
to minority shareholders, net of tax		
VII. Total comprehensive income	-1,466,565.37	-29,765,814.31
Total comprehensive income attributable	-1,032,853.92	-29,765,814.31
to owners of the parent company		-29,703;814.31
Total comprehensive income attributable	-433,711.45	0.00
to minority shareholders		0.00
VIII. Earnings per share:		
(1) Basic earnings per share	0.02	-0.29
(2) Diluted earnings per share	0.02	-0.29

Legal representative: Wang Heqiu Person in charge of accounting work: Zhang Shuyuan Person in charge of accounting department: Tan Qun

### 3. Consolidated cash flow statement

Projects	Amount in the current period	Amount in the previous period
I. Cash flow from operating activities:		
Cash received from sales of goods and provision of services	587,445,495.39	581,595,618.69
Net increase in customer deposits and		
interbank deposits		
Net increase in borrowing from the central		
bank		
Net increase in borrowings from other financial institutions		
Cash received from original insurance		
contract premiums		
Net cash received from reinsurance		
business		
Net increase in deposits and investment		
funds of policyholders		
Cash for interest, handling fees and		
commissions		
Net increase in borrowed funds		
Net increase in repurchase business funds		
Net cash received from brokerage of		
securities		
Tax refunds received	26,242,566.83	27,623,313.42
Receive other cash related to operating	47,218,357.12	59,819,969.78
activities	47,210,557.12	57,817,707.78
Subtotal of cash inflow from operating	660,906,419.34	669,038,901.89
activities	000,700,417.54	007,030,701.07
Cash paid for purchasing goods and	282,421,494.63	561,091,717.61
accepting labor services		
Net increase in loans and advances to		
customers		
Net increase in deposits with central banks		
and interbanks		
Cash for payment of original insurance		
contract claims		
Net increase in borrowing funds		

Cash for payment of interest, fees and		
commissions		
Cash to pay policy dividends		
Cash paid to and for employees	136,966,421.45	123,528,117.42
Taxes paid	19,270,747.20	19,048,416.61
Other cash payments related to operating activities	78,291,375.93	89,253,443.16
Subtotal of cash outflows from operating activities	516,950,039.21	792,921,694.80
Net cash flow from operating activities	143,956,380.13	-123,882,792.91
II. Cash flow from investing activities:		
Cash received from investment		
Cash received from investment income		
Net cash received from disposal of fixed		
assets, intangible assets and other		
long-term assets		
Net cash received from disposal of		
subsidiaries and other business units		
Receipt of other cash related to investing	20,148,712.33	69,537,610.97
activities	20,170,712.33	07,337,010.77
Subtotal of cash inflows from investing	20,148,712.33	69,537,610.97
activities	20,110,712.00	07,557,010.77
Cash paid for the acquisition and		
construction of fixed assets, intangible	79,689,261.84	160,197,084.96
assets and other long-term assets		
Cash paid for investments		
Net increase in pledged loans		
Net cash paid to acquire subsidiaries and		
other business units		
Other cash payments related to investing activities	73,000,000.00	53,101,112.12
Subtotal of cash outflows from investing activities	152,689,261.84	213,298,197.08
Net cash flows from investing activities	-132,540,549.51	-143,760,586.11
III. Cash flow from financing activities:	-132,340,347.31	-1+3,700,300.11
Cash received from investment		
Including: cash received by subsidiaries		
from absorbing minority shareholders'		
investment		
Cash received from borrowing	55,000,000.00	16,175,469.93
Other cash received in connection with		
financing activities		
Subtotal of cash inflows from financing	55 000 000 00	16 175 160 00
activities	55,000,000.00	16,175,469.93
Cash paid for debt repayment	36,234,999.99	67,220,810.91
Cash paid for distribution of dividends,	3,321,555.98	2,598,618.29
profits or interest payments	3,321,333.76	2,398,018.29
Including: dividends and profits paid by		
subsidiaries to minority shareholders		
Other cash payments related to financing	9,417,373.26	8,442,527.00
activities		3,112,327.00
Subtotal of cash outflows from financing	48,973,929.23	78,261,956.20
activities		
Net cash flow from financing activities	6,026,070.77	-62,086,486.27
IV. The impact of exchange rate changes	-4,739,160.94	-228,600.08
on cash and cash equivalents		,
V. Net increase in cash and cash	12,702,740.45	-329,958,465.37
equivalents Add: balance of cash and cash equivalents		
-	438,009,246.87	673,277,524.32
at the beginning of the period		

VI. Balance of cash and cash equivalents at		343,319,058.95
the end of the period	450,711,987.32	545,519,058.95

# (2) Audit report

Is the first quarter report audited?

whether

The Company's first quarter report is unaudited.

Board of Directors of Shenzhen Honor Electronic Co., Ltd.

April 27, 2023