

Stock code: 200706

stock short form: Wazhou B

Report code: 2021-12

## Wafangdian Bearing Company Limited

### The Q1 Report for 2021

#### §1 Important Notes

The Board of Directors, Board of Supervisors, directors, supervisors, and top management of the Company hereby guaranteed that there are no false records, misleading statements, and major omissions in this report, and assumed the individual and associated responsibilities for the truth, accuracy and completeness of the contents.

All directors attended the Board meeting and discussed the report.

Chairman of the Board Mr. Liu Jun, Financial manager Ms. Sun Najuan, Accounting charger Ms. Zhang Yajing hereby confirms that the Financial Report of the quarterly report is true and complete.

#### §2 Company's basic situation

##### I. Major accounting data and financial indexes

Whether the company needs to retroactively adjust or restate previous accounting data

Applicable  Inapplicable

Unit: RMB yuan

	Jan-Mar 2021	Jan-Mar 2020	+/- to previous
Operating income(Yuan)	413,507,921.87	393,595,783.19	5.06%
Net profits attributed Shareholders(Yuan)	2,486,349.89	3,564,162.27	-30.24%
Net profit (yuan) deducting non-recurring gains and losses attributable to shareholders of the listed company	2,242,469.73	3,086,300.14	-27.34%
Net cash flows from operation activities	-27,699,435.57	18,583,796.31	-249.05%
Basic gains on per share	0.01	0.01	0.00%
Diluted gains on per share	0.01	0.01	0.00%
Weighted average return on equity(yuan)	0.30%	0.29%	0.01%
	2021.3.31	2020.3.31	+/- to previous
Total assets(yuan)	3,125,828,611.91	3,133,942,842.94	-0.26%
Owners' equity (shareholders' equity)(yuan)	816,491,476.42	814,004,967.89	0.31%

Items of non-recurring gains and losses

Applicable  Inapplicable

Unit: RMB yuan

Items	Amount from the beginning of the year to the end of the reporting period	Note
Non-current assets disposal of profits and losses(Including the offset part of the provision for assets impairment provision)	-1,007,067.07	
Gains and losses included in the current period of government subsidies, excluding those government grants which are closely related to normal business and in line with national policy, or in accordance with fixed standards or quantities	1,212,169.22	
Profit of loss from debts restructuring	594,244.41	

In addition to the normal business of the company effective hedging related business, tradable financial assets, derivative financial assets, tradable financial liabilities, changes in the fair value of the derivative financial liabilities to generate profits and losses, as well as the disposal of tradable financial assets, derivative financial assets, tradable financial liabilities, derivative financial liabilities and other creditor's rights investment returns	13,867.66	
Other non-business income and expenditures other than the above	-526,296.38	
Influenced amount of income tax	43,037.68	
Total	243,880.16	--

For the company according to the "Company Information Disclosure of Securities for Public Issuance Explanatory Announcement No. 1 - Non-Recurring Profit and Loss" define non-recurring gains and losses as defined in the project, and put the "company information disclosure of securities for public issuance explanatory announcement No. 1 - non-recurring profit and loss of non-recurring profit and loss items" defined as listed in the current profits and losses of the project, should be explained the reasons.

Applicable  Inapplicable

During the reporting period of the company, there is no circumstance that the non-recurring profit and loss items listed in the explanatory notice no. 1 - non-recurring profit and loss of the company information disclosure of publicly issued securities are defined as recurring profit and loss items.

## II .Total number of shareholders at the end of the report period and shares held by the top ten shareholders

### 1、 Table of the total number of common shareholders and the number of preferred shareholders and the shareholding status of the top 10 shareholders

Unit:: Share

Total number of shareholder at the end of report period	5,896	Total number of shareholder at the end of report period with preferred stock (if any)	0			
The holdings of the top 10 shareholders						
Name	Nature	Ratio	Total shares held	Non-current shares held	Impawnd or Frozen Shares	
					Status	Amount
Wafangdian Bearing Group Corporation	State-owned shareholder	60.61%	244,000,000	244,000,000		
AKTIEBOLAGET SKF	Foreign shareholder	19.70%	79,300,000			
China Merchants Securities Hong Kong Limited	State-owned shareholder	1.86%	7,480,691			
Huang Junyue	Domestic shareholder	1.72%	6,913,668			
Hu Xiaofeng	Domestic shareholder	0.47%	1,879,277			
GUOTAI JUNAN SECURITIES(HONGKONG) LIMITED	Foreign shareholder	0.34%	1,366,800			
BOCI SECURITIES LIMITED	Foreign shareholder	0.33%	1,310,000			
Jin Yunhua	Domestic shareholder	0.19%	750,000			
Meng Qingliang	Domestic shareholder	0.18%	734,548			
MAN,KWAI WING 文贵荣	Domestic shareholder	0.18%	713,101			
Top Ten Tradable Shareholders						
Name	Current shares held at end of year			Category of Shares		

		Categories	Amount
AKTIEBOLAGET SKF	79,300,000	B	79,300,000
China Merchants Securities Hong Kong Limited	7,480,691	B	7,480,691
Huang Junyue	6,913,668	B	6,913,668
Hu Xiaofeng	1,879,277	B	1,879,277
GUOTAI JUNAN SECURITIES(HONGKONG) LIMITED	1,366,800	B	1,366,800
BOCI SECURITIES LIMITED	1,310,000	B	1,310,000
Jin Yunhua	750,000	B	750,000
Meng Qingliang	734,548	B	734,548
MAN,KWAI WING	713,101	B	713,101
Zhou Lin	575,100	B	575,100
Explanation for the Affiliated Relations or United Action of the Top Ten Shareholders and the Top Ten Tradable Shareholders	There was no relationship and consistent activities between the first big shareholder and other shareholders or the top ten common stock holders; The relationship among other shareholders, top ten circulation shareholders, top ten circulation shareholders and other shareholders was not clear.		

Whether the top 10 common shareholders of the company and the top 10 common shareholders of the company with unlimited conditions of sale shall carry out the agreed repurchase transaction during the reporting period

Yes  No

The top 10 common shareholders of the company and the top 10 common shareholders with unlimited conditions of sale did not carry out the agreed repurchase transaction during the reporting period.

## 2. Table of the total number of preferred shareholders and the shareholding status of the top 10 preferred shareholders

Applicable  Inapplicable

### §3 Significant items

#### 1 The changes of main financial data and financial indicators in the reporting period and the reasons

Applicable  Inapplicable

Unit: 10000 yuan

Item	Closing Amount	Opening Amount	(+/-) Ratio	Reasons for Change
prepayments	11,054	5,377	105.6%	Semi-finished products supplier an increase of 55.12 million yuan in advance
Other receivables	203	1,420	-85.7%	Travel, business activities deposit loan in this period have to submit an expense account
inventory	83,844	61,566	36.2%	Mainly finished goods are beginning an increase of 186.43 million yuan, the raw material is beginning an increase of 45.05 million yuan, semi-finished products fell 8.7 million yuan at the beginning
Right to use assets	113	-		On the basis of new lease criterion, network on rental housing confirmation to use assets
Contract liability	10,175	3,946	157.9%	According to the provisions of the new guidelines will advance payments without tax part weight classification as contract liability, this period deferred revenue increased dramatically
Deal with the employee compensation	2,598	5,268	-50.7%	Paid in current period of provision of merit pay 23.55 million yuan
Payable taxes	927	369	151.2%	VAT is beginning an increase of 658 yuan, the property tax to reduce 900000 yuan
Other payables	7,444	12,948	-42.5%	Payment to the supplier 46 million yuan

Other current liabilities	1,207	513	135.3%	According to the provisions of the new guidelines will be deferred revenue tax part classification for other current liabilities, debt contract is the initial increase in other current liabilities will increase
Lease liability	127	-		On the basis of new lease criterion, network on rental housing lease a liability
Tax and additional	445	310	43.5%	Mainly attached VAT tax increases
Cost of sales	3,484	2,378	46.5%	Mainly freight, poor travelling expenses from the previous increase
Management fees	2,093	1,068	96.0%	Mainly organization adjustment to current wage growth and insurance
Research and development costs	3,144	4,623	-32.0%	Current research and development projects and different lead to the project schedule of the previous period
Non-operating income	6	225	-97.3%	This fine of revenue from a year earlier
Non-business expenses	86	12	616.7%	Main is fine
Profit total	249	356	-30.1%	Tax and additional year-on-year increase of 1.35 million yuan. Four cost year-on-year increase of 6.38 million yuan, operating margin year-on-year increase of 8.96 million yuan
Other related to business activities of cash received	1,327	144	821.5%	Receive customer deposit more for this issue.
Paid to the worker and the cash to pay for the worker	11,039	7,281	51.6%	Paid in current period of wages and insurance gold to increase from a year earlier.
Pay various taxes	1,456	947	53.7%	This period of pay value added tax and business tax was increased over the same period last year.
Other related to business activities of cash payment	8,455	3,229	161.8%	Paid in current period customer margin in this presentation, balance of payments in the same item presentation over the same period last year
Disposal of fixed assets, intangible assets and other long-term assets recovery net cash	69	-		This issue received sale of fixed assets.
Borrow money received in cash	9,900	6,000	65.0%	This short-term borrowing to increase from a year earlier.
Other related to the financing activities of cash received	-	4,157	-100.0%	In the same period last year to receive loans.
Repayment of the debt to pay in cash	7,100	-		This period to repay the loan to pay cash to increase from a year earlier.
The impact of exchange rate movements of cash and cash equivalents	49	85	-42.4%	Affected by currency movements.

## 2. Progress of significant events, their influence, and analysis and explanation of their solutions

Applicable Inapplicable

Implementation progress of share repurchase

Applicable Inapplicable

Implementation progress of share buyback reduction through centralized bidding

Applicable Inapplicable

## 3. The company, shareholders, actual controller, the acquirer, directors, supervisors and senior management personnel or other related parties to fulfill commitments and the final report has not been fulfilled in the reporting period

Applicable Inapplicable

During the reporting period of the company, there are no commitments made by the actual controller, shareholders, related parties, acquirers and

other relevant parties of the company that have not been fulfilled within the reporting period.

#### **4. The financial asset investment**

##### **(1) Particular about security investment**

Applicable Inapplicable

Unit: RMB Yuan

Types of securities	Code	abbreviations	The initial cost of investment	Accounting measurement model	value at the beginning	Changes in the fair value of the current period profit and loss	Included in the cumulative changes in the fair value of the rights and interests	Current purchase amount	Current sold amount	Profit and loss in the reporting period	Book value at the end of the period	Accounting subjects	Source s of fundin g
Domestic and overseas stock	601005	Chongqing iron and steel	567,033.30	The fair value measurement	228,046.00	13,867.66	-325,119.64	0.00	0.00	13,867.66	241,913.66	Transactional financial assets	debt-for-equity
Total			567,033.30	--	228,046.00	13,867.66	-325,119.64	0.00	0.00	13,867.66	241,913.66	--	--
The securities investment for examination and approval of the board of directors announcement date													
For examination and approval of the securities investment shareholders announcement date (if any)													

**(2) Particular about derivatives**Applicable Inapplicable

There is no derivative investment during the reporting period.

**5.Progress of investment projects with raised funds**Applicable Inapplicable**6.On June 1-2021 business performance**

Forecast to the next reporting period at the beginning of the final cumulative net profit may be a loss or substantial change of year-on-year warning and reasons.

Applicable Inapplicable**7.Daily business major contracts**Applicable Inapplicable

**8. Entrust financial management**

Applicable Inapplicable

The report period of the company does not exist entrusted financial management.

**9. Illegal external guarantee**

Applicable Inapplicable

There is no violation of external guarantee during the reporting period.

**10. Controlling shareholder and its related parties to the listing Corporation's non operating funds**

Applicable Inapplicable

During the reporting period of the company, there is no non-operating capital occupied by the controlling shareholder or its related parties to the listed company.

**11. Activities on receiving research, communication and interview in the report period**

Applicable Inapplicable

The company during the reporting period, there was no reception activities such as research, communication and interview.

**§4 The financial statements****I The financial statements****1. Consolidated Balance Sheet.**

Preparation unit: Wafangdian Bearing Co., LTD

Unit: RMB Yuan

Items	March31, 2021	December31, 2020
<b>Current assets :</b>		
Monetary fund	178,423,922.63	194,152,280.08
Clearing reserves		
Lending money		
Trading financial assets	241,913.66	228,046.00
Derivative financial assets		
Notes receivable	309,039,607.62	416,044,578.48
Accounts receivable	898,645,897.13	975,628,091.12
Receivables financing	118,399,972.13	130,600,545.59
Prepayments	110,541,917.86	53,772,465.49
Premiums receivable		
Reinsurance accounts receivable		
Reserve for reinsurance contracts receivable		
Other receivable	2,030,088.10	14,204,144.25
Including: Interest receivable		
Dividend receivable		
Buy and sell back financial assets		
Inventory	838,435,783.16	615,656,946.30
Contract assets		
Holding assets for sale		
Non-current assets that mature within one year		
Other current assets	37,604,948.28	24,610,448.93

<b>Total current assets</b>	2,493,364,050.57	2,424,897,546.24
<b>Non- current assets :</b>		
Make loans and advances		
Creditor's rights investment		
Other debt investments		
Long-term receivables		
Long-term equity investment		
Investment in other equity instruments	11,926,856.64	11,926,856.64
Other non-current financial assets		
Investment real estate	115,960,592.39	117,516,482.39
Fixed assets	400,481,405.17	474,109,923.22
Projects under construction	22,615,532.31	24,254,985.16
Productive biological assets		
Oil and gas assets		
Usage asset	1,133,261.19	
Intangible assets	79,922,893.95	80,725,861.18
The development of spending		
goodwill		
Long-term deferred expenses	424,019.69	511,188.11
Deferred tax assets		
Other non-current assets		
Total non-current assets	632,464,561.34	709,045,296.70
Total assets	3,125,828,611.91	3,133,942,842.94
<b>Current liabilities:</b>		
Short-term borrowing	698,000,000.00	670,000,000.00
Borrowing from the central bank		
Funds borrowed from		
Transactional financial liabilities		
Derivative financial liability		
Notes payable	327,753,404.76	274,654,535.65
Accounts payable	959,613,669.43	1,044,801,896.85
Advance payment		
Contract liability	101,753,858.42	39,456,304.55
Sell repurchase of financial assets		
Deposit taking and trade keeping		
Acting to buy and sell securities		
Acting to underwrite securities		
Salary payable	25,984,377.76	52,677,141.09
Payable taxes	9,266,333.15	3,688,168.68
Other payables	74,442,217.02	129,476,061.47
Wherein: interest payable		
Dividends payable		
Handling charges and commissions payable		
Reinsurance accounts payable		
Holding liabilities for sale		



Non-current liabilities that mature within one year		
Other current liabilities	12,069,097.21	5,129,319.58
Total current liabilities	2,208,882,957.75	2,219,883,427.87
Non-current liabilities:		
Insurance contract reserve		
Long-term borrowing		
Bonds payable		
Wherein: preferred stock		
Sustainable debt		
Lease liability	1,269,918.83	
Long-term payables	344,974.84	344,974.84
Pay staff on a long-term basis		
Estimated debts	39,338,443.83	39,032,270.91
Deferred revenue	58,766,391.89	59,942,753.08
Deferred tax liabilities	734,448.35	734,448.35
Other non-current liabilities		
Total non-current liabilities	100,454,177.74	100,054,447.18
Total liabilities	2,309,337,135.49	2,319,937,875.05
Owner's equity:		
equity	402,600,000.00	402,600,000.00
Other equity instruments		
Wherein: preferred stock		
Sustainable debt		
Capital reserves	485,691,050.47	485,691,050.47
Less: inventory stocks		
Other comprehensive income		
The special reserve	158.64	
Surplus reserves	136,770,391.01	136,770,391.01
General risk provision		
Undistributed profit	-208,570,123.70	-211,056,473.59
Aggregate equity attributable to parent company	816,491,476.42	814,004,967.89
Minority equity		
Total owners' equity	816,491,476.42	814,004,967.89
Total liabilities and equity	3,125,828,611.91	3,133,942,842.94

Chairman: Liu Jun

General Accountant : Sun Najuan

Accounting charger: Zhang Yajing

## 2. Balance Sheet Of Parent Company

Unit: RMB Yuan

Items	2021.3.31	2020.12.31
Current assets:		
Monetary fund	163,618,637.22	173,606,464.84
Trading financial assets	241,913.66	228,046.00
Derivative financial assets		
Notes receivable	309,039,607.62	325,928,761.07

Accounts receivable	879,067,114.62	1,051,197,353.63
Receivables financing	115,420,972.13	125,606,963.37
prepayments	108,391,710.44	52,961,548.88
Other receivables	310,118,625.24	13,357,080.42
Wherein: interest receivable		
Dividends receivable		
inventory	511,449,549.42	472,723,348.67
Contract assets		
Holding assets for sale		
Non-current assets that mature within one year		
Other current assets	13,555,024.53	17,971,682.31
Total current assets	2,410,903,154.88	2,233,581,249.19
Non-current assets:		
Creditor's rights investment		
Other debt investments		
Long-term receivables		
Long-term equity investment	211,583,897.67	211,583,897.67
Investment in other equity instruments	11,926,856.64	11,926,856.64
Other non-current financial assets		
Investment real estate	102,196,892.51	103,505,103.77
Fixed assets	238,667,046.29	309,847,783.81
Projects under construction	20,294,257.87	21,933,710.72
Productive biological assets		
Oil and gas assets		
Usage asset	1,133,261.19	
Intangible assets	63,556,908.03	64,192,377.21
The development of spending		
goodwill		
Long-term deferred expenses	358,855.31	432,059.78
Deferred tax assets		
Other non-current assets		
Total non-current assets	649,717,975.51	723,421,789.60
Total assets	3,060,621,130.39	2,957,003,038.79
Current liabilities:		
Short-term borrowing	698,000,000.00	670,000,000.00
Transactional financial liabilities		
Derivative financial liability		
Notes payable	327,753,404.76	274,654,535.65
Accounts payable	860,212,558.04	845,753,616.99
Advance payment		
Contract liability	92,839,209.32	40,196,130.87
Salary payable	19,983,950.78	43,148,413.71
Payable taxes	8,991,332.16	3,395,991.46
Other payables	71,460,839.20	109,599,140.08
Wherein: interest payable		
Dividends payable		

Holding liabilities for sale		
Non-current liabilities that mature within one year		
Other current liabilities	12,069,097.21	5,225,497.00
Total current liabilities	2,091,310,391.47	1,991,973,325.76
Non-current liabilities:		
Long-term borrowing		
Bonds payable		
Wherein: preferred stock		
Sustainable debt		
Lease liability	1,269,918.83	
Long-term payables	244,974.84	244,974.84
Pay staff on a long-term basis		
Estimated debts	39,338,443.83	39,032,270.91
Deferred revenue	28,204,472.51	29,380,833.70
Deferred tax liabilities		
Other non-current liabilities		
Total non-current liabilities	69,057,810.01	68,658,079.45
Total liabilities	2,160,368,201.48	2,060,631,405.21
Owner's equity:		
equity	402,600,000.00	402,600,000.00
Other equity instruments		
Wherein: preferred stock		
Sustainable debt		
Capital reserves	485,678,443.26	485,678,443.26
Less: inventory stocks		
Other comprehensive income		
The special reserve		
Surplus reserves	136,770,391.01	136,770,391.01
Undistributed profit	-124,795,905.36	-128,677,200.69
Total owners' equity	900,252,928.91	896,371,633.58
Total liabilities and equity	3,060,621,130.39	2,957,003,038.79

### 3. Consolidated Income Sheet.

Unit: RMB Yuan

Items	Account for the current period	Account for the prior period
<b>I. total operating revenue</b>	413,507,921.87	393,595,783.19
Among them: operating revenue	413,507,921.87	393,595,783.19
Interest income		
The premium has been made		
Fees and commission income		
<b>II. Total operating cost</b>	411,850,901.15	393,178,043.74
Among them: operating cost	313,462,209.92	302,518,880.86
The interest payments		
Charges and commissions		
Surrender gold		
Net compensation expenditure		
Net provision for insurance liability		

Policy dividend payment		
Reinsurance expenses		
Taxes and surcharges	4,447,119.85	3,104,603.99
Cost of sales	34,842,427.82	23,780,153.66
Management fees	20,929,079.57	10,675,770.39
Research and development costs	31,439,606.72	46,226,400.00
Finance charges	6,730,457.27	6,872,234.84
Including: interest expense	6,378,239.70	6,897,360.45
Interest income	60,851.11	170,761.77
Plus: other benefits	1,212,169.22	1,070,896.92
Investment gains (loss marked with "-")	870,901.15	
Among them: investment income to joint venture and joint venture		
Termination recognition of financial assets at amortized cost		
Exchange gains (loss marked with "-")		
Net exposure hedging income (loss marked with "-")		
Earnings from changes in fair value (loss marked with "-")	13,867.66	-44,684.69
Credit impairment loss (loss marked with "-")	3,756.14	-2,347.18
Impairment loss of assets (loss marked with "-")	538,655.19	-2,347.18
Gains from asset disposal (loss marked with "-")	-1,007,067.07	0.00
<b>III. Operating profit (loss marked with "-")</b>	<b>3,289,303.01</b>	<b>1,439,257.32</b>
Plus: non-operating income	58,264.72	2,248,928.19
Less: non-operating expenses	861,217.84	124,023.24
<b>IV. Total profit (total loss marked with "-")</b>	<b>2,486,349.89</b>	<b>3,564,162.27</b>
Less: income tax expense		
<b>V. net profit (net loss marked with "-")</b>	<b>2,486,349.89</b>	<b>3,564,162.27</b>
(1) classification according to business continuity		
1. Net profit from continuing operations (net loss marked with "-")	2,486,349.89	3,564,162.27
2. Net profit from terminated operations (net loss marked with "-")		
(2) according to the ownership classification		
1. Net profit attributable to the parent owner	2,486,349.89	3,564,162.27
2. Minority shareholder gains and losses		
<b>VI. The net after-tax value of other comprehensive income</b>		
The net after-tax value of other consolidated income attributable to the parent owner		
(1) other comprehensive income that cannot be reclassified into profit or loss		

1. Reset the change amount of the benefit plan		
2. Other comprehensive income that cannot be transferred under the equity method		
3. Changes in the fair value of other equity instruments		
4. Changes in the fair value of the enterprise's own credit risk		
5. Other		
(2) other comprehensive income reclassified into profit and loss		
1. Other comprehensive income that can be transferred under the equity method		
2. Changes in the fair value of other debt investments		
3. The amount of financial assets reclassified into other comprehensive income		
4. Provisions for impairment of other creditor's rights investment credit		
5. Cash flow hedging reserve		
6. Translation of foreign currency financial statements		
7. Other		
The net after-tax value of other consolidated income attributable to minority		
<b>VII. Total comprehensive income</b>	2,486,349.89	3,564,162.27
Total consolidated income attributable to the parent owner	2,486,349.89	3,564,162.27
Total aggregate income attributable to minority shareholders		
<b>VIII. Earnings per share:</b>		
(1) basic earnings per share	0.01	0.01
(2) diluted earnings per share	0.01	0.01

Chairman: Liu Jun

General Accountant : Sun Najuan

Accounting charger: Zhang Yajing

#### 4. Income Sheet of Parent Company

Unit: RMB Yuan

Items	Account for the current period	Account for the prior period
I. operating revenue	569,683,324.45	397,323,637.09
Less: operating costs	475,575,675.92	308,683,197.27
Taxes and surcharges	4,005,143.68	2,572,792.48
Cost of sales	33,533,312.48	23,230,686.69
Management fees	15,643,019.42	6,181,514.37
Research and development costs	30,353,865.45	46,203,000.00
Finance charges	6,744,131.93	6,953,901.58
Including: interest expense	6,378,239.70	6,897,360.45
Interest income	43,505.46	85,756.26
Plus: other benefits	1,204,799.64	940,427.69
Investment gains (loss marked with "-")	614,472.65	0.00

Among them: investment income to joint venture and joint venture		
Termination of income recognition of financial assets measured at amortized cost (loss marked with "-")		
Net exposure hedging income (loss marked with "-")		
Earnings from changes in fair value (loss marked with "-")	13,867.66	-44,684.69
Credit impairment loss (loss marked with "-")		-2,347.18
Impairment loss of assets (loss marked with "-")	30,000.00	0.00
Gains from asset disposal (loss marked with "-")	-1,007,067.07	
II. Operating profit (loss marked with "-")	4,684,248.45	4,391,940.52
Plus: non-operating income	58,264.72	1,744,952.89
Less: non-operating expenses	861,217.84	124,023.24
III. Total profit (total loss marked with "-")	3,881,295.33	6,012,870.17
Less: income tax expense		
IV. Net profit (net loss marked with "-")	3,881,295.33	6,012,870.17
(1) net profit from continuing operations (net loss marked with "-")	3,881,295.33	6,012,870.17
(2) net profit from terminated operations (net loss marked with "-")		
V. Net after tax of other comprehensive income		
(1) other comprehensive income that cannot be reclassified into profit or loss		
1. Reset the change amount of the benefit plan		
2. Other comprehensive income that cannot be transferred under the equity method		
3. Changes in the fair value of other equity instruments		
4. Changes in the fair value of the enterprise's own credit risk		
5. Other		
(2) other comprehensive income reclassified into profit and loss		
1. Other comprehensive income that can be transferred under the equity method		
2. Changes in the fair value of other debt investments		
3. The amount of financial assets reclassified into other comprehensive income		
4. Provisions for impairment of other creditor's rights investment credit		
5. Cash flow hedging reserve		

6. Translation of foreign currency financial statements		
7. Other		
VI. Total comprehensive income	3,881,295.33	6,012,870.17
VII. Earnings per share:		
(1) basic earnings per share	0.01	0.01
(2) diluted earnings per share	0.01	0.01

## 5. Consolidated Cash Flow Statement.

Unit: RMB Yuan

Items	Account for the current period	Account for the prior period
I. Cash flow generated from operating activities:		
Cash received from the sale of goods and services	268,684,482.92	263,901,627.18
Net increase in customer deposits and inter bank deposits		
Net increase in borrowing from the central bank		
Net increase in borrowing from other financial institutions		
Cash received from the premium of the original contract of insurance		
Receipt of net reinsurance cash		
Net increase in household savings and investment funds		
Cash for the collection of interest, fees and commissions		
Net increase of funds borrowed		
Net increase of funds in repo business		
Net cash received for the sale of securities		
Tax refunds received		
To receive other cash related to operating activities	13,269,838.53	1,440,531.09
Subtotal cash inflow from operating activities	281,954,321.45	265,342,158.27
Cash for the purchase of goods and services	100,159,217.33	132,193,729.55
Net increase in customer loans and advances		
Net increase in deposits of central bank and interbank funds		
Payment of the original insurance contract in cash		
A net increase in divested funds		
Cash for payment of interest, fees and commissions		
Cash to pay policy dividends		
Cash payments to and for employees	110,389,374.00	72,813,451.86
Taxes paid	14,556,590.53	9,466,149.14

Payment of other cash related to operating activities	84,548,575.16	32,285,031.41
Subtotal cash outflows from operating activities	309,653,757.02	246,758,361.96
Net cash flow from operating activities	-27,699,435.57	18,583,796.31
II. Cash flow generated by investment activities:		
Recover the cash received from the investment		
Cash received from the proceeds of an investment	18,821.12	
Net cash recovered from the disposal of fixed assets, intangible assets and other long-term assets	692,187.72	
Dispose of the net cash received by subsidiaries and other business units		
Other cash received in connection with investment activities		
Investment activity cash inflow subtotal	711,008.84	0.00
Cash paid for the purchase and construction of fixed assets, intangible assets and other long-term assets	266,026.51	1,205,036.75
Cash paid for investment		
Net increase in pledged loans		
Net cash paid by subsidiaries and other business units		
Payment of other cash related to investment activities		
Subtotal cash outflows from investment activities	266,026.51	1,205,036.75
Net cash flow from investment activities	444,982.33	-1,205,036.75
III. Cash flow generated by financing activities:		
Absorb the cash received from investment		
Among them: the subsidiary absorbs the cash received from minority shareholders' investment		
Obtain cash received on loan	99,000,000.00	60,000,000.00
Other cash received in connection with fund-raising activities		41,567,823.29
Financing activities cash inflow subtotal	99,000,000.00	101,567,823.29
Payment of debt in cash	71,000,000.00	
Cash used to pay dividends, profits, or interest payments	7,255,081.89	7,562,384.39
Among them: the dividends and profits paid by the subsidiary to minority shareholders		
Payment of other cash related to financing activities		42,000,000.00
Financing activities cash outflow subtotal	78,255,081.89	7,562,384.39
Net cash flow from financing activities	20,744,918.11	94,005,438.90



IV.The impact of exchange rate fluctuations on cash and cash equivalents	487,647.36	847,392.08
V.Net increase in cash and cash equivalents	-6,021,887.77	112,231,590.54
Plus: balance of cash and cash equivalents at the beginning of the period	163,728,799.97	137,324,488.53
VI.Balance of ending cash and cash equivalents	157,706,912.20	249,556,079.07

## 6. Cash flow statement of the parent company

unit: yuan

Items	Current amount	Previous amount
<b>I. cash flow generated from operating activities:</b>		
Cash received from the sale of goods and services	260,929,771.29	255,602,436.28
Tax refunds received		
To receive other cash related to operating activities	13,098,004.54	1,223,162.36
Subtotal cash inflow from operating activities	274,027,775.83	256,825,598.64
Cash for the purchase of goods and services	140,988,085.18	137,824,769.98
Cash payments to and for employees	94,816,600.72	62,253,774.12
Taxes paid	14,102,774.51	8,291,381.30
Payment of other cash related to operating activities	46,758,027.06	30,789,581.44
Subtotal cash outflows from operating activities	296,665,487.47	239,159,506.84
Net cash flow from operating activities	-22,637,711.64	17,666,091.80
<b>II. Cash flow generated by investment activities:</b>		
Recover the cash received from the investment		
Cash received from the proceeds of an investment	18,821.12	
Net cash recovered from the disposal of fixed assets, intangible assets and other long-term assets	692,187.72	
Dispose of the net cash received by subsidiaries and other business units		
Other cash received in connection with investment activities		
Investment activity cash inflow subtotal	711,008.84	0.00
Cash paid for the purchase and construction of fixed assets, intangible assets and other long-term assets	219,126.51	218,101.00
Cash paid for investment		
Net cash paid by subsidiaries and other business units		
Payment of other cash related to investment activities		

Subtotal cash outflows from investment activities	219,126.51	218,101.00
Net cash flow from investment activities	491,882.33	-218,101.00
III. Cash flow generated by financing activities:		
Absorb the cash received from investment		
Obtain cash received on loan	99,000,000.00	60,000,000.00
Other cash received in connection with fund-raising activities		41,567,823.29
Financing activities cash inflow subtotal	99,000,000.00	101,567,823.29
Payment of debt in cash	71,000,000.00	
Cash used to pay dividends, profits, or interest payments	7,255,081.89	7,562,384.39
Payment of other cash related to financing activities		
Financing activities cash outflow subtotal	78,255,081.89	7,562,384.39
Net cash flow from financing activities	20,744,918.11	94,005,438.90
IV. The impact of exchange rate fluctuations on cash and cash equivalents	487,647.36	847,392.08
V. Net increase in cash and cash equivalents	-913,263.84	112,300,821.78
Plus: balance of cash and cash equivalents at the beginning of the period	111,467,242.63	101,216,633.47
VI. Balance of ending cash and cash equivalents	110,553,978.79	213,517,455.25

## II. Explanation of the adjustment of financial statements

### 1. For the first time since 2021, perform new lease criterion to adjust for the first time at the beginning of the financial statements.

Applicable  Inapplicable

### Whether to need to adjust the balance sheet at the beginning of subjects

YES  NO

### Consolidated balance sheet

Items	December31, 2020	January 1, 2021	Adjust the number
<b>Current assets :</b>			
Monetary fund	194,152,280.08	194,152,280.08	
Trading financial assets	228,046.00	228,046.00	
Notes receivable	416,044,578.48	416,044,578.48	
Accounts receivable	975,628,091.12	975,628,091.12	
Receivables financing	130,600,545.59	130,600,545.59	
Prepayments	53,772,465.49	53,772,465.49	
Other receivable	14,204,144.25	14,204,144.25	
Inventory	615,656,946.30	615,656,946.30	
Other current assets	24,610,448.93	24,610,448.93	

<b>Total current assets</b>	2,424,897,546.24	2,424,897,546.24	
<b>Non-current assets:</b>			
Investment in other equity instruments	11,926,856.64	11,926,856.64	
Investment real estate	117,516,482.39	117,516,482.39	
Fixed assets	474,109,923.22	474,109,923.22	
Projects under construction	24,254,985.16	24,254,985.16	
Usage asset		1,256,680.47	1,256,680.47
Intangible assets	80,725,861.18	80,725,861.18	
Long-term deferred expenses	511,188.11	511,188.11	
<b>Total non-current assets</b>	<b>709,045,296.70</b>	<b>710,301,977.17</b>	
<b>Total assets</b>	<b>3,133,942,842.94</b>	<b>3,135,199,523.41</b>	
<b>Current liabilities:</b>			
Short-term borrowing	670,000,000.00	670,000,000.00	
Notes payable	274,654,535.65	274,654,535.65	
Accounts payable	1,044,801,896.85	1,044,801,896.85	
Contract liability	39,456,304.55	39,456,304.55	
Salary payable	52,677,141.09	52,677,141.09	
Payable taxes	3,688,168.68	3,688,168.68	
Other payables	129,476,061.47	129,476,061.47	
Other current liabilities	5,129,319.58	5,129,319.58	
<b>Total current liabilities</b>	<b>2,219,883,427.87</b>	<b>2,219,883,427.87</b>	
<b>Non-current liabilities:</b>			
Lease liability		1,256,680.47	1,256,680.47
Long-term payables	344,974.84	344,974.84	
Estimated debts	39,032,270.91	39,032,270.91	
Deferred revenue	59,942,753.08	59,942,753.08	
Deferred income tax liabilities	734,448.35	734,448.35	
<b>Total non-current liabilities</b>	<b>100,054,447.18</b>	<b>101,311,127.65</b>	
<b>Total liabilities</b>	<b>2,319,937,875.05</b>	<b>2,321,194,555.52</b>	
<b>Owner's equity:</b>			
equity	402,600,000.00	402,600,000.00	
Capital reserves	485,691,050.47	485,691,050.47	
Surplus reserves	136,770,391.01	136,770,391.01	
Undistributed profit	-211,056,473.59	-211,056,473.59	
<b>Owners' equity attributable to the parent company in total</b>	<b>814,004,967.89</b>	<b>814,004,967.89</b>	
<b>Total owners' equity</b>	<b>814,004,967.89</b>	<b>814,004,967.89</b>	
<b>Total liabilities and equity</b>	<b>3,133,942,842.94</b>	<b>3,135,199,523.41</b>	

### Adjustment description

New lease criterion for the chief executive policy adoption of the transition period, new lease criterion allows using two methods: method 1 is to allow enterprises to adopt retroactive adjustment; Method 2 is the first time according to the execution of the cumulative impact of these standards, adjust this criterion for the first time at the beginning of the retained earnings and the financial statements of other items, do not adjust the comparable period information. At the same time, provides a number of simplified processing arrangement method 2.

In combination with the provisions of the new lease criterion, the board of directors agreed on January 1, 2021 began to implement new lease criterion, on policy guidelines transition by using the method 2 above, and USES the simplified treatment, i.e., the lease

liability equals the present value of the remaining rental payment, right to use assets is equal to the lease liability amount and make necessary adjustments. By using this method, will not affect the company's retained earnings at the beginning of 2021.

Perform new lease criterion for the company in accordance with the above provisions, the influence of the company on January 1, 2021 for all rental (choose to simplify the processing of short-term lease and low value assets lease except) confirmed to use asset and lease liability, and confirm the depreciation and interest expense.

According to the transition policy, the company in implementing the new lease criterion when choosing simplified processing, without adjusting retained earnings at the beginning of 2021, do not need to adjust the comparable period information.

### The parent company's balance sheet.

Items	December31, 2020	January 1, 2021	Adjust the number
<b>Current assets :</b>			
Monetary fund	173,606,464.84	173,606,464.84	
Trading financial assets	228,046.00	228,046.00	
Notes receivable	325,928,761.07	325,928,761.07	
Accounts receivable	1,051,197,353.63	1,051,197,353.63	
Receivables financing	125,606,963.37	125,606,963.37	
Prepayments	52,961,548.88	52,961,548.88	
Other receivable	13,357,080.42	13,357,080.42	
Inventory	472,723,348.67	472,723,348.67	
Other current assets	17,971,682.31	17,971,682.31	
<b>Total current assets</b>	<b>2,233,581,249.19</b>	<b>2,233,581,249.19</b>	
<b>Non- current assets:</b>			
Long-term equity investment	211,583,897.67	211,583,897.67	
Investment in other equity instruments	11,926,856.64	11,926,856.64	
Investment real estate	103,505,103.77	103,505,103.77	
Fixed assets	309,847,783.81	309,847,783.81	
Projects under construction	21,933,710.72	21,933,710.72	
Usage asset		1,256,680.47	1,256,680.47
Intangible assets	64,192,377.21	64,192,377.21	
Long-term deferred expenses	432,059.78	432,059.78	
<b>Total non-current assets</b>	<b>723,421,789.60</b>	<b>724,678,470.07</b>	
<b>Total assets</b>	<b>2,957,003,038.79</b>	<b>2,958,259,719.26</b>	
<b>Current liabilities:</b>			
Short-term borrowing	670,000,000.00	670,000,000.00	
Notes payable	274,654,535.65	274,654,535.65	
Accounts payable	845,753,616.99	845,753,616.99	
Contract liability	40,196,130.87	40,196,130.87	
Salary payable	43,148,413.71	43,148,413.71	
Payable taxes	3,395,991.46	3,395,991.46	
Other payables	109,599,140.08	109,599,140.08	
Other current liabilities	5,225,497.00	5,225,497.00	
<b>Total current liabilities</b>	<b>1,991,973,325.76</b>	<b>1,991,973,325.76</b>	
<b>Non-current liabilities:</b>			
Lease liability		1,256,680.47	1,256,680.47
Long-term payables	244,974.84	244,974.84	
Estimated debts	39,032,270.91	39,032,270.91	

Deferred revenue	29,380,833.70	29,380,833.70	
Total non-current liabilities	68,658,079.45	69,914,759.92	
Total liabilities	2,060,631,405.21	2,061,888,085.68	
Owner's equity:			
equity	402,600,000.00	402,600,000.00	
Capital reserves	485,678,443.26	485,678,443.26	
Surplus reserves	136,770,391.01	136,770,391.01	
Undistributed profit	-128,677,200.69	-128,677,200.69	
Total owners' equity	896,371,633.58	896,371,633.58	
Total liabilities and equity	2,957,003,038.79	2,958,259,719.26	

### Adjustment description

New lease criterion for the chief executive policy adoption of the transition period, new lease criterion allows using two methods: method 1 is to allow enterprises to adopt retroactive adjustment; Method 2 is the first time according to the execution of the cumulative impact of these standards, adjust this criterion for the first time at the beginning of the retained earnings and the financial statements of other items, do not adjust the comparable period information. At the same time, provides a number of simplified processing arrangement method 2.

In combination with the provisions of the new lease criterion, the board of directors agreed on January 1, 2021 began to implement new lease criterion, on policy guidelines transition by using the method 2 above, and USES the simplified treatment, i.e., the lease liability equals the present value of the remaining rental payment, right to use assets is equal to the lease liability amount and make necessary adjustments. By using this method, will not affect the company's retained earnings at the beginning of 2021.

Perform new lease criterion for the company in accordance with the above provisions, the influence of the company on January 1, 2021 for all rental (choose to simplify the processing of short-term lease and low value assets lease except) confirmed to use asset and lease liability, and confirm the depreciation and interest expense.

According to the transition policy, the company in implementing the new lease criterion when choosing simplified processing, without adjusting retained earnings at the beginning of 2021, do not need to adjust the comparable period information.

### 2.For the first time since 2021, the new lease criterion back adjust the comparative data of the early instructions

Applicable  Inapplicable

### III.Audited Report

The Q1 Report is not audited.

YES  NO