



HARBIN BOSHI AUTOMATION CO.,LTD.

**2021** SUMMARY OF INTERIM REPORT  
FOR THE FIRST QUARTER

April 2021

# HARBIN BOSHI AUTOMATION CO., LTD. Interim Report for The First Quarter 2021

## Section I. Important Notes

The Board of Directors, the Board of Supervisors as well as all the directors, supervisors and senior managers of HARBIN BOSHI AUTOMATION CO., LTD. (hereinafter referred to as “the Company”) warrant the factuality, accuracy and completeness of this Report and there is no false record, misleading statement or material omission. And they will be severally and jointly liable for this Report.

All directors attended the Board Meeting in person for reviewing this Report.

Mr. Deng Xijun, person in charge of the Company, Mr. Sun Zhiqiang, person in charge of accounting work of the Company, and Ms. Wang Peihua, person in charge of Accounting Department of the Company warrant that the financial statements in this Report are factual, accurate and complete.

The Company’s Interim Report for the First Quarter 2021 is prepared and published in Chinese version, and the English version is for reference only. Should there be any inconsistency between the Chinese version and English version, the Chinese version shall prevail.

## Section II. Basic Situation of the Company

### 1. Key accounting data and financial indicators

Indicate by check mark if there is any retrospectively restated accounting data of previous years.

Yes  No

	Jan 1 to Mar 31, 2021	Jan 1 to Mar 31, 2020	Year to year change (%)
Operating Revenue (RMB Yuan)	546,281,751.47	486,509,069.88	12.29%
Net profit attributable to parent company’s shareholders (RMB Yuan)	149,917,543.44	114,809,150.06	30.58%
Net profit attributable to parent company’s shareholders excluding non-recurring gains and losses (RMB Yuan)	140,396,126.34	108,408,672.06	29.51%
Net cash flows from operating activities (RMB Yuan)	106,876,043.79	-71,169,052.04	250.17%
Basic EPS (RMB Yuan /share)	0.1466	0.1123	30.54%
Diluted EPS (RMB Yuan /share)	0.1466	0.1123	30.54%
Weighted average ROE	5.67%	4.89%	0.78%
	Mar 31, 2021	Dec 31, 2020	Increase/decrease of Mar 31, 2021 over Dec 31, 2020
Total assets (RMB Yuan)	4,620,335,655.91	4,576,810,168.61	0.95%
Net assets attributable to parent company’s shareholder (RMB Yuan)	2,717,257,881.89	2,568,750,413.53	5.78%

Non-recurring gains and losses

Applicable  Not applicable

Item	Jan 1 to Mar 31, 2021	Note
Profit or loss from disposal of non-current assets (including the write-off of accrued for impairment of assets)	-17,219.91	
Governmental subsidy reckoned into current gains or losses (excluding the subsidy enjoyed in quota or ration according to the unified national standards, which are closely relevant to enterprise's business)	4,387,584.07	
Except for effectively hedging business related to normal business operations of the Company, profit or loss arising from the changes in the fair value of financial assets held for trading, derivative financial assets, financial liabilities held for trading and derivative financial liabilities, as well as investment income from the disposal of financial assets held for trading, derivative financial assets, financial liabilities held for trading, derivative financial liabilities and investments in other debt obligations	6,790,115.75	Income from cash management
Less: Impact on income tax	1,263,623.84	
Impact on minority shareholders' equity (after tax)	375,438.97	
Total	9,521,417.10	--

Explain the reasons if the Company classifies the non-recurring profit/loss item according to the definition in *Explanatory Announcement No.1 on Information Disclosure for Companies Offering Their Securities to the Public --- non-recurring Profit and loss*, or classifies any non-recurring profit/loss item listed in the *Explanatory Announcement No.1 on Information Disclosure for Companies Offering Their Securities to the Public --- non-recurring Profit and loss* as the recurring profit/loss item.

Applicable Not applicable

There is no non-recurring profit/loss items according to the definition or the lists in *Explanatory Announcement No.1 on Information Disclosure for Companies Offering Their Securities to the Public --- non-recurring Profit and loss* are classified as recurring profit/loss items in the Company in reporting period.

## 2. Number of stockholders and the shareholding conditions of the top 10 shareholders at the end of the reporting period

### (1) Number of common stockholders and preferred stockholders with voting rights restored and the shareholding conditions of the top 10 shareholders

Unit: Share

Total number of shareholders of common stocks at the end of the reporting period	26,887	Total number of shareholders of preferred stock with resumed voting right at the end of the reporting period	0			
Top 10 shareholders						
Name	Nature	Ownership	Quantity of stocks	Quantity of restricted stocks	Pledged or frozen stocks	
					Status	Quantity
Harbin Institute of Technology Asset Investment Management Co. Ltd	Domestic state-owned legal person	22.11%	226,135,000			
Deng Xijun	Domestic natural person	9.31%	95,206,362	71,404,772		
Zhang Yuchun	Domestic natural person	8.09%	82,696,357	62,022,268	Pledged	16,053,400
Wang Chungang	Domestic natural person	5.61%	57,394,047	43,045,535		
Cai Zhihong	Domestic natural person	4.96%	50,677,029			
Cai Hegao	Domestic natural person	4.89%	50,000,000	37,500,000		
Sealand Securities - SPDB - Guohai Securities Lvyuan No. 1058 Collective Asset Management Plan	Others	2.00%	20,450,000			
Tan Jianxun	Domestic natural person	1.51%	15,432,533			
Cheng Fang	Domestic natural person	1.51%	15,405,738			
Hong Kong Securities Clearing Company Ltd. (HKSCC)	Foreign legal person	1.30%	13,336,112			
Top 10 non-restricted shareholders						
Name	Quantity of non-restricted stocks	Type of shares				
		Type	Quantity			
Harbin Institute of Technology Asset Investment Management Co. Ltd	226,135,000	RMB common stock	226,135,000			

Cai Zhihong	50,677,029	RMB common stock	50,677,029
Deng Xijun	23,801,590	RMB common stock	23,801,590
Zhang Yuchun	20,674,089	RMB common stock	20,674,089
Sealand Securities - SPDB - Guohai Securities Lvyuan No. 1058 Collective Asset Management Plan	20,450,000	RMB common stock	20,450,000
Tan Jianxun	15,432,533	RMB common stock	15,432,533
Cheng Fang	15,405,738	RMB common stock	15,405,738
Wang Chungang	14,348,512	RMB common stock	14,348,512
Hong Kong Securities Clearing Company Ltd. (HKSCC)	13,336,112	RMB common stock	13,336,112
Cai Hegao	12,500,000	RMB common stock	12,500,000
Explanation on the above-mentioned shareholders' affiliated relationship or concerted action	Among the above-mentioned shareholders, Deng Xijun, Zhang Yuchun, Wang Chungang, and Cai Hegao keep concerted action through the <i>Concert Action Agreement</i> and jointly control the company at the end of the reporting period; Cai Zhihong is the son of Cai Hegao, he independently exercised shareholder rights based on his personal wishes, he has not signed concerted action agreement or reached a similar agreement or arrangement with Cai Hegao, nor has other concerted action plan, they are not persons acting in concert; Cheng Fang is the sister of Wang Chungang's wife; Cheng Fang and Tan Jianxun are the sponsors of shareholders. In addition, the company is not made aware whether there is any affiliated relationship between the above-mentioned shareholders or whether they are persons acting in concert as defined in <i>Administrative Measures for the Acquisition of Listed Companies</i> .		
Explanation on the top 10 shareholders that are engaged in margin trading business	None		

Whether the top 10 shareholders or the top 10 non-restricted shareholders of the Company conduct any promissory repurchase during the reporting period or not.

Yes  No

The top 10 shareholders and the top 10 non-restricted shareholders of the Company did not conduct any promissory repurchase during the reporting period

Note: On Dec 22, 2020, Harbin Institute of Technology Asset Investment Management Co. Ltd (hereinafter referred to as "HIT Investment") and Lianchuang Weilai (Wuhan) Intelligent Manufacturing Industry Investment Partnership (limited partnership)(hereinafter referred to as "Lianchuang Weilai") signed the "*Share Transfer Agreement*" with effective conditions. Lianchuang Weilai has acquired 175,007,500 non-restricted tradable shares of Boshi held by HIT Investment, accounting for 17.11% of the total share capital of Boshi. After the completion of this share transfer, Lianchuang Weilai will become the largest shareholder of the Company, but is non-controlling shareholder. The "*Share Transfer Agreement*" has been approved and effected by Harbin Institute of Technology. At present, the share transfer has not yet been registered temporarily.

## (2) The total number of preferred shareholders and the top 10 preferred shareholders' shareholdings of the Company

Applicable  Not applicable

### Section III. Significant Events

#### 1. Major changes and explanation about variations in key financial statement items and financial indicators during the reporting period.

Applicable  Not applicable

Consolidated Balance Sheet items	Mar 31,2021 (RMB Yuan)	Change (%)	Reasons for the changes
Advance payment	69,920,091.00	41.65%	Mainly due to the increase of operating prepayments of goods
Long-term deferred expenses		-100.00%	The decoration expenses of building has been fully amortized in the current reporting period
Advance from customers	323,500.00	397.69%	The rent received in advance for the lease activity from the subsidiary

Employee benefits payable	20,477,661.37	-60.89%	The year-end bonus of 2020 accrued at the end of the previous period were paid in Feb, 2021, and the balance decreased
Other payables	2,645,148.74	63.42%	The payables to employees at the end of the reporting period increased
Non-current liabilities due within one year	29,251,450.24	103.64%	It is mainly including the long term bank loan due within one year of the subsidiary- BOAO Environment
Long-term loans		-100.00%	
Other comprehensive income	4,792,678.09	-32.63%	Foreign currency translation differences arising from foreign secondary subsidiary
Consolidated Income Statement items from the beginning of the year to the end of the reporting period	Jan 1 to Mar 31, 2021 (RMB Yuan)	Change (%)	Reasons for the changes
Financial expenses	811,977.16	810.19%	The impact of exchange gains and losses due to exchange rate fluctuations in the current period
Other income	24,924,414.47	522.54%	The software tax refund received in current period increased over the same period of last year
Investment income (loss is stated with "-")	-3,630,366.42	-2694.34%	Mainly due to the impact of fluctuations in the profitability of associates and joint ventures
Thereof: Investment income from associates and joint ventures	-7,616,168.62	-57.54%	
Gains from changes in fair value (loss is stated with "-")	2,804,313.55	62.69%	Due to the impact of cash management
Credit impairment losses (loss is stated with "-")	3,731,390.95	-322.44%	The provision for bad debts for the current period decreased over the same period of last year
Asset impairment losses (loss is stated with "-")	-960,513.98	436.34%	The asset impairment provision increased over the same period of last year
Gains from disposal of assets (loss is stated with "-")	-16,983.16	-42.30%	The loss caused by the disposal of fixed assets in the current period increased year-on-year
Non-operating income		-100.00%	There is no non-operating income in the current period
Non-operating expenses	236.75	-95.14%	Non-operating expenses of the current period decreased
Translation differences arising from translation of foreign currency financial statements	-2,321,150.75	-2235.39%	Foreign currency translation differences arising from foreign secondary subsidiary
Consolidated Cash Flow Statement items from the beginning of the year to the end of the reporting period	Jan 1 to Mar 31, 2021 (RMB Yuan)	Change (%)	Reasons for the changes
Net cash flows from operating activities	106,876,043.79	250.17%	The cash flows of same period of last year were affected by the COVID-19 , and that of the current period has returned to normal levels
Net cash flows from investing activities	-129,866,710.84	-275.90%	Mainly due to the impact of cash management
Net cash flows from financing activities	-7,838,611.91	-1456.52%	Mainly due to the cash dividends distributed by subsidiaries to minority shareholders in the current period increased over the same period of last year

Note: The Consolidated Balance Sheet items in the table above refer to items at the end of current period that increased or decreased more than 30% over the balance of the end of previous year, the Consolidated Income Statement items from the beginning of the year to the end of the reporting period and Consolidated Cash Flow Statement items from the beginning of the year to the end of the reporting period refer to items during current period that increased or decreased more than 30% over the same period of last year. The current period is from Jan 1, 2021 to Mar 31, 2021.

## 2. Progress, influence and solutions of significant events

Applicable Not applicable

Progress of share repurchase

Applicable Not applicable

Progress of any repurchased share reduction through centralized price bidding

Applicable Not applicable

### 3. Overdue commitments from the Company's actual controller, shareholders, related parties and acquirers, as well as the Company and other commitment makers in the reporting period

Applicable Not applicable

There is no overdue commitment of the Company's actual controller, shareholders, related parties and acquirers, as well as the Company and other commitment makers in the reporting period.

### 4. Financial assets investment

#### (1) Securities investment

Applicable Not applicable

There is no investment in securities in the reporting period.

#### (2) Derivatives investments

Applicable Not applicable

There is no investment in derivatives in the reporting period.

### 5. Progress of investment projects with raised funds

Applicable Not applicable

### 6. Operating result forecast from January to June of 2021

Warning and explanations for the reasons of possible loss or considerable year to year change of the accumulated net profit during the beginning of 2021 until the end of the next reporting period according to predictions.

Applicable Not applicable

### 7. Entrusted financial management

Applicable Not applicable

Unit: RMB Ten Thousands Yuan

Type	Funding source	Amount of entrusted financial management	Closing carrying amount	Overdue amount not recovered
Bank cash management instrument	The Company's own funds	50,000	50,000	0
Total		50,000	50,000	0

Note: All the entrusted financial management products in the above are structured deposits. The amount of entrusted financial management is the highest balance of this type of entrusted financial management held by the company during the reporting period. The closing carrying amount refers to the outstanding balance of this type of entrusted financial management held at the end of the reporting period.

The specific situation of high-risk entrusted financial management with a large single amount or low security, poor liquidity, and no principal protection

Applicable Not applicable

The entrusted financial management is expected to be unable to recover the principal or other situations that may cause impairment

Applicable Not applicable

### 8. External guarantees against regulation

Applicable Not applicable

There is no external guarantee against regulation in the reporting period.

**9. Occupation of the Company's funds by the controlling shareholders or its related parties for non-operating purposes**

Applicable Not applicable

There is no occupation of the Company's funds by the controlling shareholders or its related parties for non-operating purposes in the reporting period.

**Section IV. Financial Statements****1. Financial statements****(1) Consolidated Balance Sheet**

Prepared by HARBIN BOSHI AUTOMATION CO., LTD.

Unit: RMB Yuan

Item	Mar 31, 2021	Dec 31, 2020
<b>Current assets:</b>		
Cash and cash equivalent	81,410,970.22	114,882,208.58
Financial assets held for trading	1,054,970,985.54	925,736,671.99
Derivative financial assets		
Notes receivable	414,414,383.92	451,042,158.41
Accounts receivable	723,186,569.71	697,718,969.34
Financing receivable		
Advance payment	69,920,091.00	49,361,424.98
Other receivables	15,101,436.66	12,814,291.13
Thereof: Interest receivable		
Dividend receivable		
Inventories	1,466,837,073.83	1,510,919,027.41
Contract assets		
Assets held for sale		
Non-current assets due within one year		
Other current assets	29,211,483.53	32,990,507.69
<b>Total current assets</b>	<b>3,855,052,994.41</b>	<b>3,795,465,259.53</b>
<b>Non-current assets:</b>		
Debt investments		
Other debt investments		
Long-term receivable		
Long-term equity investment	336,478,482.21	344,094,650.83
Investment in other equity instruments	35,000,000.00	35,000,000.00
Other non-current financial assets		
Investment real estate	7,060,892.20	7,159,198.06
Fixed assets	230,835,826.68	235,572,771.55
Construction in progress	4,099,390.68	4,099,390.68
Productive biological assets		
Oil and gas assets		
Right-of-use assets	1,148,282.77	
Intangible assets	61,255,709.78	62,601,735.18
Development expenditure		
Goodwill	60,703,607.93	63,225,965.69
Long-term deferred expenses		6,416.02
Deferred income tax assets	28,700,469.25	29,584,781.07
Other non-current assets		
<b>Total non-current assets</b>	<b>765,282,661.50</b>	<b>781,344,909.08</b>

<b>Total assets</b>	4,620,335,655.91	4,576,810,168.61
<b>Current liabilities:</b>		
Short-term loans	20,000,000.00	20,000,000.00
Financial liabilities held for trading		
Derivative financial liabilities		
Notes payable		
Accounts payable	136,188,091.63	176,663,766.15
Advance from customers	323,500.00	64,999.97
Contract liabilities	1,378,788,351.31	1,414,586,745.15
Employee benefits payable	20,477,661.37	52,359,540.74
Taxes payable	40,852,091.56	31,686,005.73
Other payables	2,645,148.74	1,618,618.55
Thereof: Interest payable		
Dividend payable		
Liabilities held for sale		
Non-current liabilities due within one year	29,251,450.24	14,364,107.49
Other current liabilities	106,641,670.24	108,007,436.68
<b>Total current liabilities</b>	<b>1,735,167,965.09</b>	<b>1,819,351,220.46</b>
<b>Non-current liabilities:</b>		
Long-term loans		15,000,000.00
Bonds payable		
Thereof: Preferred stock		
Perpetual debt		
Lease liabilities	119,119.10	
Long-term payables	6,000,000.00	6,168,966.21
Long-term employee benefits payable		
Estimated liabilities		
Deferred income	11,440,879.78	12,464,554.00
Deferred income tax liability	9,174,528.09	8,298,154.76
Other non-current liabilities		
<b>Total non-current liabilities</b>	<b>26,734,526.97</b>	<b>41,931,674.97</b>
<b>Total Liabilities</b>	<b>1,761,902,492.06</b>	<b>1,861,282,895.43</b>
<b>Shareholders' equity:</b>		
Share capital	1,022,550,000.00	1,022,550,000.00
Other equity instruments		
Thereof: Preferred stock		
Perpetual debt		
Capital reserve	154,755,282.47	154,755,282.47
Minus: treasury shares		
Other comprehensive income	4,792,678.09	7,113,828.84
Special reserve	23,708,597.81	22,797,522.14
Surplus reserve	209,534,453.40	209,534,453.40
General risk reserve		
Retained earnings	1,301,916,870.12	1,151,999,326.68
Total equity attributable to shareholders of parent company	2,717,257,881.89	2,568,750,413.53
Minority shareholder equity	141,175,281.96	146,776,859.65
<b>Total shareholders' equity</b>	<b>2,858,433,163.85</b>	<b>2,715,527,273.18</b>
<b>Total liabilities and shareholders' equity</b>	<b>4,620,335,655.91</b>	<b>4,576,810,168.61</b>

Legal representative: Deng Xijun

Person in charge of accounting work: Sun Zhiqiang



Person in charge of Accounting Department: Wang Peihua

**(2) Balance Sheet of Parent Company**

Unit: RMB Yuan

Item	Mar 31 ,2021	Dec 31, 2020
<b>Current assets:</b>		
Cash and cash equivalent	5,696,589.45	20,668,974.65
Financial assets held for trading	1,001,104,814.36	864,752,467.80
Derivative financial assets		
Notes receivable	365,182,788.13	400,328,817.95
Accounts receivable	654,872,962.23	618,994,281.14
Financing receivable		
Advance payment	54,984,599.09	36,079,366.62
Other receivables	10,263,238.08	8,618,285.70
Thereof: Interest receivable		
Dividend receivable		
Inventories	1,225,037,966.70	1,259,018,020.07
Contract assets		
Assets held for sale		
Non-current assets due within one year		
Other current assets	9,553,265.98	3,871,403.23
<b>Total current assets</b>	<b>3,326,696,224.02</b>	<b>3,212,331,617.16</b>
<b>Non-current assets:</b>		
Debt investments		
Other debt investments		
Long-term receivable		
Long-term equity investment	450,358,482.21	457,974,650.83
Investment in other equity instruments	17,000,000.00	17,000,000.00
Other non-current financial assets		
Investment real estate		
Fixed assets	166,797,383.59	168,164,460.66
Construction in progress	4,099,390.68	4,099,390.68
Productive biological assets		
Oil and gas assets		
Right-of-use assets		
Intangible assets	36,401,196.40	36,808,912.03
Development expenditure		
Goodwill		
Long-term deferred expenses		6,416.02
Deferred income tax assets	23,011,069.00	24,074,930.72
Other non-current assets		
<b>Total non-current assets</b>	<b>697,667,521.88</b>	<b>708,128,760.94</b>
<b>Total assets</b>	<b>4,024,363,745.90</b>	<b>3,920,460,378.10</b>
<b>Current liabilities:</b>		
Short-term loans		
Financial liabilities held for trading		
Derivative financial liabilities		
Notes payable		
Accounts payable	148,150,260.97	173,103,981.93
Advance from customers		

Contract liabilities	1,057,491,731.06	1,063,847,810.82
Employee benefits payable	14,196,236.47	41,357,068.35
Taxes payable	36,977,599.11	24,889,780.41
Other payables	3,860,723.71	3,381,907.20
Thereof: Interest payable		
Dividend payable		
Liabilities held for sale		
Non-current liabilities due within one year		
Other current liabilities	92,928,060.30	96,654,652.84
<b>Total current liabilities</b>	<b>1,353,604,611.62</b>	<b>1,403,235,201.55</b>
<b>Non-current liabilities:</b>		
Long-term loans		
Bonds payable		
Thereof: Preferred stock		
Perpetual debt		
Lease liabilities		
Long-term payables	6,000,000.00	6,000,000.00
Long-term employee benefits payable		
Estimated liabilities		
Deferred income	11,440,879.78	12,464,554.00
Deferred income tax liabilities	6,263,819.18	5,387,156.24
Other non-current liabilities		
<b>Total non-current liabilities</b>	<b>23,704,698.96</b>	<b>23,851,710.24</b>
<b>Total Liabilities</b>	<b>1,377,309,310.58</b>	<b>1,427,086,911.79</b>
<b>Shareholders' equity:</b>		
Share capital	1,022,550,000.00	1,022,550,000.00
Other equity instruments		
Thereof: Preferred stock		
Perpetual debt		
Capital reserve	154,745,576.65	154,745,576.65
Minus: treasury shares		
Other comprehensive income		
Special reserve	20,492,573.26	19,874,721.13
Surplus reserve	209,534,453.40	209,534,453.40
Retained earnings	1,239,731,832.01	1,086,668,715.13
<b>Total shareholders' equity</b>	<b>2,647,054,435.32</b>	<b>2,493,373,466.31</b>
<b>Total liabilities and shareholders' equity</b>	<b>4,024,363,745.90</b>	<b>3,920,460,378.10</b>

**(3) Consolidated Income Statement**

Unit: RMB Yuan

Item	Jan 1 to Mar 31, 2021	Jan 1 to Mar 31, 2020
1. Total revenue	546,281,751.47	486,509,069.88
Thereof : Operating revenue	546,281,751.47	486,509,069.88
2. Total cost	390,910,713.21	324,172,971.04
Thereof: Operating cost	329,073,920.47	266,471,456.88
Taxes and surcharges	3,215,878.17	3,214,906.99
Selling expenses	16,890,482.47	19,066,807.73
General and administrative expenses	24,597,082.34	21,563,331.27
Research and development expenses	16,321,372.60	13,970,801.24

Financial expenses	811,977.16	-114,333.07
Thereof : Interest expenses	344,479.07	413,937.31
Interest income	35,314.93	57,628.25
Add: Other income	24,924,414.47	4,003,633.49
Investment income (loss is stated with “-”)	-3,630,366.42	-129,918.60
Thereof: Investment income from associates and joint ventures	-7,616,168.62	-4,834,520.84
Gain from the derecognition of the financial assets measured at amortised cost		
Gains from changes in fair value (loss is stated with “-”)	2,804,313.55	1,723,692.53
Credit impairment losses (loss is stated with “-”)	3,731,390.95	-1,677,495.39
Asset impairment losses (loss is stated with “-”)	-960,513.98	-179,085.30
Gains from disposal of assets (loss is stated with “-”)	-16,983.16	-11,934.67
3. Operating profit (loss is stated with “-”)	182,223,293.67	166,064,990.90
Add: Non-operating income		6,598.59
Less: Non-operating expenses	236.75	4,874.49
4. Total profit (loss is stated with “-”)	182,223,056.92	166,066,715.00
Less: Income tax expenses	28,554,160.54	28,160,389.28
5. Net profit (loss is stated with “-”)	153,668,896.38	137,906,325.72
(1) Classified by continuity of operations		
Net profit from continuing operations(loss is stated with “-”)	153,668,896.38	137,906,325.72
Net profit from discontinued operations(loss is stated with “-”)		
(2) Classified by ownership of the equity		
Attributable to shareholders of the Parent Company	149,917,543.44	114,809,150.06
Minority interests	3,751,352.94	23,097,175.66
6. Other comprehensive income, net of tax	-4,551,275.98	213,135.24
Other comprehensive income attributable to shareholders of the Parent Company, net of tax	-2,321,150.75	108,698.98
(1) Other comprehensive income items which will not be reclassified subsequently to profit or loss		
1) Changes arising from re-measurement of defined benefit plan		
2) Other comprehensive income that will not be transferred subsequently to profit or loss under the equity method		
3) Changes in the fair value of the investment in other equity instruments		
4) Changes in the fair value of the Company’s own credit risk		
5) Others		
(2) Other comprehensive income items which will be reclassified subsequently to profit or loss	-2,321,150.75	108,698.98
1) Other comprehensive income that will be transferred subsequently to profit or loss under the equity method		
2) Changes in the fair value of other debt investments		
3) Amount of financial assets reclassified and included in other comprehensive income		
4) Credit impairment reserves for other debt investment		
5) Cash flow hedging reserve		
6) Translation differences arising from translation of foreign currency financial statements	-2,321,150.75	108,698.98
7) Others		
Other comprehensive income attributable to minority shareholders, net of tax	-2,230,125.23	104,436.26
7. Total comprehensive income	149,117,620.40	138,119,460.96

Attributable to shareholders of the Parent Company	147,596,392.69	114,917,849.04
Minority interests	1,521,227.71	23,201,611.92
8. Earnings per share		
(1) Basic earnings per share	0.1466	0.1123
(2) Diluted earnings per share	0.1466	0.1123

Legal representative: Deng Xijun

Person in charge of accounting work: Sun Zhiqiang

Person in charge of Accounting Department: Wang Peihua

#### (4) Income Statement of Parent Company

Unit: RMB Yuan

Item	Jan 1 to Mar 31, 2021	Jan 1 to Mar 31, 2020
1. Operating revenue	468,377,841.37	370,867,783.06
Less: Operating cost	281,649,728.14	214,612,398.65
Taxes and surcharges	2,876,395.70	3,080,046.98
Selling expenses	13,745,207.67	14,605,307.73
General and administrative expenses	13,127,443.34	15,664,341.97
Research and development expenses	11,301,992.31	12,037,742.43
Financial expenses	-334,312.05	-39,465.35
Thereof: Interest expenses		
Interest income	22,125.84	45,010.15
Add: Other income	22,934,829.07	3,965,748.55
Investment income (loss is stated with "-")	3,805,298.49	-665,827.64
Thereof: Investment income from associates and joint ventures	-7,616,168.62	-4,834,520.84
Gain from the derecognition of the financial assets measured at amortised cost (loss is stated with "-")		
Net exposure hedge income (loss is stated with "-")		
Gains from changes in fair value (loss is stated with "-")	2,752,346.56	1,972,272.78
Credit impairment losses (loss is stated with "-")	3,762,644.87	-2,209,515.29
Asset impairment losses (loss is stated with "-")	-968,907.57	-179,085.30
Gains from disposal of assets (loss is stated with "-")	-16,983.16	-11,934.67
2. Operating profit (loss is stated with "-")	178,280,614.52	113,779,069.08
Add: Non-operating income		0.54
Less: Non-operating expenses	236.75	4,874.49
3. Total profit (loss is stated with "-")	178,280,377.77	113,774,195.13
Less: Income tax expenses	25,217,260.89	16,983,865.80
4. Net profit (loss is stated with "-")	153,063,116.88	96,790,329.33
Net profit from continuing operations (loss is stated with "-")	153,063,116.88	96,790,329.33
Net profit from discontinued operations (loss is stated with "-")		
5. Other comprehensive income, net of tax		
(1) Other comprehensive income items which will not be reclassified subsequently to profit or loss		
1) Changes arising from remeasurement of defined benefit plan		
2) Other comprehensive income that will not be transferred subsequently to profit or loss under the equity method		
3) Changes in the fair value of the investment in other equity instruments		
4) Changes in the fair value of the Company's own credit risk		
5) Others		

(2) Other comprehensive income items which will be reclassified subsequently to profit or loss		
1) Other comprehensive income that will be transferred subsequently to profit or loss under the equity method		
2) Changes in the fair value of other debt investments		
3) Amount of financial assets reclassified and included in other comprehensive income		
4) Credit impairment reserves for other debt investment		
5) Cash flow hedging reserve		
6) Translation differences arising from translation of foreign currency financial statements		
7) Others		
6. Total comprehensive income	153,063,116.88	96,790,329.33
7. Earnings per share		
(1) Basic earnings per share		
(2) Diluted earnings per share		

**(5) Consolidated Cash Flow Statement**

Unit: RMB Yuan

Item	Jan 1 to Mar 31, 2021	Jan 1 to Mar 31, 2020
<b>1. Cash flows from operating activities</b>		
Cash received from sales of goods or rendering of services	514,143,479.89	273,225,523.78
Refund of taxes and surcharges	20,795,564.90	154,544.50
Other cash receipts relating to operating activities	5,390,510.85	8,972,435.89
Sub-total of cash inflows from operating activities	540,329,555.64	282,352,504.17
Cash paid for goods and services	258,417,803.82	177,231,519.33
Cash paid to employees and paid on behalf of employees	113,207,814.04	89,058,821.53
Payments of taxes and surcharges	39,657,300.43	56,081,686.35
Other cash payments relating to operating activities	22,170,593.56	31,149,529.00
Sub-total of cash outflows from operating activities	433,453,511.85	353,521,556.21
Net cash flows from operating activities	106,876,043.79	-71,169,052.04
<b>2. Cash flows from investing activities</b>		
Cash received from withdrawing investments	685,770,000.00	571,200,000.00
Cash received from investment income	3,985,802.20	4,704,602.24
Net cash received from disposal of fixed assets, intangible assets and other long term assets	12,368.08	60,980.54
Net cash received from disposal of subsidiaries and other operating units		
Other cash receipts relating to investing activities		
Sub-total of cash inflows from investing activities	689,768,170.28	575,965,582.78
Cash paid to acquire fixed assets, intangible assets and other long-term assets	7,434,881.12	2,734,707.57
Cash paid to acquire investments	812,200,000.00	499,400,000.00
Net cash paid to acquire subsidiaries and other operating units		
Other cash payments relating to investing activities		
Sub-total of cash outflows from investing activities	819,634,881.12	502,134,707.57
Net cash flows from investing activities	-129,866,710.84	73,830,875.21
<b>3. Cash flows from financing activities</b>		
Cash received from capital contributions		
Thereof: Cash received by subsidiaries from minority shareholders' capital contributions		
Cash received from borrowings	9,000,000.00	9,000,000.00

Other cash receipts from financing activities		
Sub-total of cash inflows from financing activities	9,000,000.00	9,000,000.00
Cash repayments of borrowings	9,000,000.00	9,100,520.01
Distribution of dividends or profits and payments for interest expenses	7,834,483.79	399,010.98
Thereof: Cash payments for dividends or profit to minority shareholders by subsidiaries	7,350,000.00	
Other cash payments relating to financing activities	4,128.12	4,066.88
Sub-total of cash outflows from financing activities	16,838,611.91	9,503,597.87
Net cash flows from financing activities	-7,838,611.91	-503,597.87
4. Effect of foreign exchange rate changes on cash and cash equivalents	-1,801,957.60	50,291.09
5. Net increase in cash and cash equivalents	-32,631,236.56	2,208,516.39
Add: Cash and cash equivalents at the beginning of period	113,464,591.58	143,725,028.13
6. Cash and cash equivalents at the end of period	80,833,355.02	145,933,544.52

**(6) Cash Flow Statement of Parent Company**

Unit: RMB Yuan

Item	Jan 1 to Mar 31, 2021	Jan 1 to Mar 31, 2020
<b>1. Cash flows from operating activities</b>		
Cash received from sales of goods or rendering of services	445,133,303.42	198,997,812.30
Refund of taxes and surcharges	19,733,802.38	154,544.50
Other cash receipts relating to operating activities	3,728,275.01	8,677,762.22
Sub-total of cash inflows from operating activities	468,595,380.81	207,830,119.02
Cash paid for goods and services	203,647,770.85	129,082,072.59
Cash paid to employees and paid on behalf of employees	96,764,377.63	73,339,769.29
Payments of taxes and surcharges	31,423,606.10	48,043,975.51
Other cash payments relating to operating activities	15,015,620.20	20,644,187.83
Sub-total of cash outflows from operating activities	346,851,374.78	271,110,005.22
Net cash flows from operating activities	121,744,006.03	-63,279,886.20
<b>2. Cash flows from investing activities</b>		
Cash received from withdrawing investments	611,600,000.00	512,770,000.00
Cash received from investment income	11,453,247.93	4,432,391.83
Net cash received from disposal of fixed assets, intangible assets and other long term assets	12,368.08	60,980.54
Net cash received from disposal of subsidiaries and other operating units		
Other cash receipts relating to investing activities		1,000,000.00
Sub-total of cash inflows from investing activities	623,065,616.01	518,263,372.37
Cash paid to acquire fixed assets, intangible assets and other long-term assets	6,581,807.47	1,917,942.31
Cash paid to acquire investments	745,200,000.00	441,800,000.00
Net cash paid to acquire subsidiaries and other operating units		
Other cash payments relating to investing activities	8,000,000.00	
Sub-total of cash outflows from investing activities	759,781,807.47	443,717,942.31
Net cash flows from investing activities	-136,716,191.46	74,545,430.06
<b>3. Cash flows from financing activities</b>		
Cash received from capital contributions		
Cash received from borrowings		
Other cash receipts from financing activities		
Sub-total of cash inflows from financing activities		

Cash repayments of borrowings		
Distribution of dividends or profits and payments for interest expenses		
Other cash payments relating to financing activities		
Sub-total of cash outflows from financing activities		
Net cash flows from financing activities		
4. Effect of foreign exchange rate changes on cash and cash equivalents	-199.77	-12,839.62
5. Net increase in cash and cash equivalents	-14,972,385.20	11,252,704.24
Add: Cash and cash equivalents at the beginning of period	20,668,974.65	9,708,839.22
6. Cash and cash equivalents at the end of period	5,696,589.45	20,961,543.46

## 2. Note to adjustments of the Financial Statements

### (1). Adjustment of financial statements at the beginning of the year according to the implementation of the New Lease Standard for the first time from 2021

Applicable Not applicable

Whether it is necessary to adjust the balance sheet accounts for the beginning of the year or not.

Yes No

### Consolidated Balance Sheet

Unit: RMB Yuan

Item	Dec 31, 2020	Jan 1, 2021	Adjustments
<b>Current assets:</b>			
Cash and cash equivalent	114,882,208.58	114,882,208.58	
Financial assets held for trading	925,736,671.99	925,736,671.99	
Notes receivable	451,042,158.41	451,042,158.41	
Accounts receivable	697,718,969.34	697,718,969.34	
Advance payment	49,361,424.98	49,361,424.98	
Other receivables	12,814,291.13	12,814,291.13	
Inventories	1,510,919,027.41	1,510,919,027.41	
Other current assets	32,990,507.69	32,990,507.69	
<b>Total current assets</b>	<b>3,795,465,259.53</b>	<b>3,795,465,259.53</b>	
<b>Non-current assets:</b>			
Long-term equity investment	344,094,650.83	344,094,650.83	
Investment in other equity instruments	35,000,000.00	35,000,000.00	
Investment real estate	7,159,198.06	7,159,198.06	
Fixed assets	235,572,771.55	234,309,738.79	-1,263,032.76
Construction in progress	4,099,390.68	4,099,390.68	
Right-of-use assets		1,263,032.76	1,263,032.76
Intangible assets	62,601,735.18	62,601,735.18	
Goodwill	63,225,965.69	63,225,965.69	
Long-term deferred expenses	6,416.02	6,416.02	
Deferred income tax assets	29,584,781.07	29,584,781.07	
<b>Total non-current assets</b>	<b>781,344,909.08</b>	<b>781,344,909.08</b>	
<b>Total assets</b>	<b>4,576,810,168.61</b>	<b>4,576,810,168.61</b>	
<b>Current liabilities:</b>			
Short-term loans	20,000,000.00	20,000,000.00	
Accounts payable	176,663,766.15	176,663,766.15	
Advance from customers	64,999.97	64,999.97	
Contract liabilities	1,414,586,745.15	1,414,586,745.15	
Employee benefits payable	52,359,540.74	52,359,540.74	

Taxes payable	31,686,005.73	31,686,005.73	
Other payables	1,618,618.55	1,618,618.55	
Non-current liabilities due within one year	14,364,107.49	14,364,107.49	
Other current liabilities	108,007,436.68	108,007,436.68	
<b>Total current liabilities</b>	<b>1,819,351,220.46</b>	<b>1,819,351,220.46</b>	
<b>Non-current liabilities:</b>			
Long term loans	15,000,000.00	15,000,000.00	
Lease liabilities		168,966.21	168,966.21
Long-term payables	6,168,966.21	6,000,000.00	-168,966.21
Deferred income	12,464,554.00	12,464,554.00	
Deferred income tax liabilities	8,298,154.76	8,298,154.76	
<b>Total non-current liabilities</b>	<b>41,931,674.97</b>	<b>41,931,674.97</b>	
<b>Total Liabilities</b>	<b>1,861,282,895.43</b>	<b>1,861,282,895.43</b>	
<b>Shareholders' equity:</b>			
Share capital	1,022,550,000.00	1,022,550,000.00	
Capital reserve	154,755,282.47	154,755,282.47	
Other comprehensive income	7,113,828.84	7,113,828.84	
Special reserve	22,797,522.14	22,797,522.14	
Surplus reserve	209,534,453.40	209,534,453.40	
Retained earnings	1,151,999,326.68	1,151,999,326.68	
Total equity attributable to shareholders of parent company	2,568,750,413.53	2,568,750,413.53	
Minority shareholder equity	146,776,859.65	146,776,859.65	
<b>Total shareholders' equity</b>	<b>2,715,527,273.18</b>	<b>2,715,527,273.18</b>	
<b>Total liabilities and shareholders' equity</b>	<b>4,576,810,168.61</b>	<b>4,576,810,168.61</b>	

Adjustments description: The Ministry of Finance of the People's Republic of China issued "Accounting Standards for Business Enterprises No. 21-Leases" (Accounting [2018] No. 35) on Dec 7, 2018. The Company implemented the New Lease Standards mentioned above from Jan 1, 2021. According to the connecting regulations, based on the cumulative impact of the first implementation of the standards, the companies that implement the standard for the first time should adjust retained earnings and other relevant items in the financial statements at the beginning of the year when the standard is first implemented, and no adjustments to the comparable period.

## Balance Sheet of Parent Company

Unit: RMB Yuan

Item	Dec 31, 2020	Jan 1, 2021	Adjustments
<b>Current assets:</b>			
Cash and cash equivalent	20,668,974.65	20,668,974.65	
Financial assets held for trading	864,752,467.80	864,752,467.80	
Notes receivable	400,328,817.95	400,328,817.95	
Accounts receivable	618,994,281.14	618,994,281.14	
Advance payment	36,079,366.62	36,079,366.62	
Other receivables	8,618,285.70	8,618,285.70	
Inventories	1,259,018,020.07	1,259,018,020.07	
Other current assets	3,871,403.23	3,871,403.23	
<b>Total current assets</b>	<b>3,212,331,617.16</b>	<b>3,212,331,617.16</b>	
<b>Non-current assets:</b>			
Long-term equity investment	457,974,650.83	457,974,650.83	
Investment in other equity instruments	17,000,000.00	17,000,000.00	
Fixed assets	168,164,460.66	168,164,460.66	



Construction in progress	4,099,390.68	4,099,390.68	
Intangible assets	36,808,912.03	36,808,912.03	
Long-term deferred expenses	6,416.02	6,416.02	
Deferred income tax asset	24,074,930.72	24,074,930.72	
<b>Total non-current assets</b>	<b>708,128,760.94</b>	<b>708,128,760.94</b>	
<b>Total assets</b>	<b>3,920,460,378.10</b>	<b>3,920,460,378.10</b>	
<b>Current liabilities:</b>			
Accounts payable	173,103,981.93	173,103,981.93	
Contract liabilities	1,063,847,810.82	1,063,847,810.82	
Employee benefits payable	41,357,068.35	41,357,068.35	
Taxes payable	24,889,780.41	24,889,780.41	
Other payables	3,381,907.20	3,381,907.20	
Other current liabilities	96,654,652.84	96,654,652.84	
<b>Total current liabilities</b>	<b>1,403,235,201.55</b>	<b>1,403,235,201.55</b>	
<b>Non-current liabilities:</b>			
Long-term payables	6,000,000.00	6,000,000.00	
Deferred income	12,464,554.00	12,464,554.00	
Deferred income tax liabilities	5,387,156.24	5,387,156.24	
<b>Total non-current liabilities</b>	<b>23,851,710.24</b>	<b>23,851,710.24</b>	
<b>Total Liabilities</b>	<b>1,427,086,911.79</b>	<b>1,427,086,911.79</b>	
<b>Shareholders' equity:</b>			
Share capital	1,022,550,000.00	1,022,550,000.00	
Capital reserve	154,745,576.65	154,745,576.65	
Special reserve	19,874,721.13	19,874,721.13	
Surplus reserve	209,534,453.40	209,534,453.40	
Retained earnings	1,086,668,715.13	1,086,668,715.13	
<b>Total shareholders' equity</b>	<b>2,493,373,466.31</b>	<b>2,493,373,466.31</b>	
<b>Total liabilities and shareholders' equity</b>	<b>3,920,460,378.10</b>	<b>3,920,460,378.10</b>	

Adjustments description: The Ministry of Finance of the People's Republic of China issued "Accounting Standards for Business Enterprises No. 21-Leases" (Accounting [2018] No. 35) on Dec 7, 2018. The Company implemented the New Lease Standards mentioned above from Jan 1, 2021. According to the connecting regulations, based on the cumulative impact of the first implementation of the standards, the companies that implement the standard for the first time should adjust retained earnings and other relevant items in the financial statements at the beginning of the year when the standard is first implemented, and no adjustments to the comparable period.

## (2). Explanation of the retrospective adjustment of the previous comparative data of the New Lease Standard for the first time from 2021

Applicable Not applicable

### 3. Auditor's report

Whether this Report has been audited by auditing firm or not.

Yes No

The Interim Report has not been audited by auditing firm.