

Stock Code: 000726, 200726

Stock Name: LTTC, LTTC-B

Announcement No. 2022-022

Bond Code: 127016

Bond Name: LTTC Convertible Bonds

LU THAI TEXTILE CO., LTD.

ANNUAL REPORT 2021 (SUMMARY)

Part I Important Notes

This Summary is based on the full Annual Report of Lu Thai Textile Co., Ltd. (together with its consolidated subsidiaries, the “Company”, except where the context otherwise requires). In order for a full understanding of the Company’s operating results, financial position and future development plans, investors should carefully read the aforesaid full text, which has been disclosed together with this Summary on the media designated by the China Securities Regulatory Commission (the “CSRC”).

Independent auditor’s modified opinion:

Applicable Not applicable

Board-approved final cash and/or stock dividend plan for ordinary shareholders for the Reporting Period:

Applicable Not applicable

Bonus issue from capital reserves:

Yes No

The Board has approved a final dividend plan for ordinary shareholders as follows: based on 882,341,295 shares, a cash dividend of RMB0.70 (tax inclusive) per 10 shares is to be distributed to the shareholders, with no bonus issue from either profit or capital reserves.

Board-approved final cash and/or stock dividend plan for preferred shareholders for the Reporting Period:

Applicable Not applicable

This Report and its summary have been prepared in both Chinese and English. Should there be any discrepancies or misunderstandings between the two versions, the Chinese versions shall prevail.

Part II Key Corporate Information

1. Stock Profile

Stock name	LTTC, LTTC-B	Stock code	000726, 200726
Stock exchange for stock listing	Shenzhen Stock Exchange		
Contact information	Board Secretary	Securities Representative	
Name	Zhang Keming	Zheng Weiyin and Li Kun	
Address	81 Songling East Road, Zichuan District,	81 Songling East Road, Zichuan District,	

	Zibo City, Shandong Province, P.R.China	Zibo City, Shandong Province, P.R.China
Fax	0533-5418805	0533-5418805
Tel.	0533-5277008	0533-5285166
Email address	zhangkeming@lffc.com.cn	wyzheng@lffc.com.cn, likun@lffc.com.cn

2. Principal Activities or Products in the Reporting Period

Lu Thai has always adhered to its mission of “creating wealth, contributing to the society, clothing the world and weaving our way to every corner of the globe”, as well as to its values of “people foremost policy, rigorous scientific attitude, client oriented principle and integrity for win-win outcome”. It has gradually become a textile and garment enterprise group with comprehensive and vertical production capacities integrating spinning, bleaching and dyeing, weaving, afterfinish and clothing manufacture. Lu Thai produces and sells middle and high-grade yarn-dyed fabric, dyeing fabric, functional fabric and knitted fabric for shirts, as well as garment. It claimed its fame for its comprehensive management, R&D ability, advanced technology, stable quality and international operations. Moreover, it also attaches great importance to improving the added value of its products, explore the emerging market and renew its service philosophy. Lu Thai has become the world’s largest high-grade yarn dyed fabric producer and a world-class premium shirt provider. It had paved its development pattern featured in going green, low-carbon growth, science and technology and humanism. Over 50% of Lu Thai’s products are exported to over 60 countries and regions including America, the EU and Japan. At present, the Company's capacity of yarn dyed fabric has made up 18% of the market of global yarn dyed fabric for medium and high-end shirts. Moreover, the Company has established strategic partnership with renowned brand owners at home and abroad.

3. Key Financial Information

(1) Key Financial Information of the Past Three Years

Indicate by tick mark whether there is any retrospectively restated datum in the table below.

Yes No

Unit: RMB

	31 December 2021	31 December 2020	Change of 31 December 2021 over 31 December 2020 (%)	31 December 2019
Total assets	12,987,221,271.63	12,129,903,960.65	7.07%	11,885,431,553.08
Equity attributable to the listed company’s shareholders	7,983,307,400.03	7,687,577,590.72	3.85%	7,697,135,324.92
	2021	2020	2021-over-2020 change (%)	2019
Operating revenue	5,238,262,348.85	4,751,222,464.14	10.25%	6,801,381,448.94
Net profit attributable to the listed company’s shareholders	347,609,693.30	97,308,593.36	257.22%	952,386,011.49
Net profit attributable to the listed company’s shareholders before exceptional gains and losses	190,492,580.40	20,039,094.03	850.60%	662,416,013.00
Net cash generated from/used in operating activities	348,137,005.48	593,535,922.89	-41.35%	1,086,110,575.51
Basic earnings per share	0.39	0.11	254.55%	1.11

(RMB/share)				
Diluted earnings per share (RMB/share)	0.36	0.11	227.27%	1.11
Weighted average return on equity (%)	4.44%	1.26%	3.18%	12.96%

(2) Key Financial Information by Quarter

Unit: RMB

	Q1	Q2	Q3	Q4
Operating revenue	993,485,161.79	1,226,828,489.15	1,346,367,447.24	1,671,581,250.67
Net profit attributable to the listed company's shareholders	74,530,850.40	78,966,494.26	93,666,571.98	100,445,776.66
Net profit attributable to the listed company's shareholders before exceptional gains and losses	15,513,465.07	38,768,067.01	80,690,683.49	55,520,364.83
Net cash generated from/used in operating activities	-36,745,428.28	219,506,453.42	61,907,667.37	103,468,312.97

Indicate by tick mark whether any of the quarterly financial data in the table above or their summations differs materially from what have been disclosed in the Company's quarterly or interim reports.

Yes No

4. Share Capital and Shareholder Information at the Period-End

(1) Numbers of Ordinary Shareholders and Preferred Shareholders with Resumed Voting Rights as well as Holdings of Top 10 Shareholders

Unit: share

Number of ordinary shareholders at the period-end	57,722	Number of ordinary shareholders at the month-end prior to the disclosure of this Report	55,183	Number of preferred shareholders with resumed voting rights at the period-end	0	Number of preferred shareholders with resumed voting rights at the month-end prior to the disclosure of this Report	0
Top 10 shareholders							
Name of shareholder	Nature of shareholder	Shareholding percentage	Total shares held at the period-end	Restricted shares held	Shares in pledge, marked or frozen		
					Status	Shares	
Zibo Lucheng Textile Investment Co., Ltd.	Domestic non-state-owned legal person	15.91%	140,353,583				
Tailun (Thailand) Textile Co., Ltd.	Foreign legal person	13.40%	118,232,400				
Central Huijin Assets Management Co., Ltd.	State-owned legal person	2.25%	19,884,100				
National Social Security Fund Portfolio 413	Domestic non-state-owned legal person	1.11%	9,810,051				
Zhong Ou China Securities Asset Management Plan	Other	0.59%	5,235,900				
Dacheng China Securities Asset Management Plan	Other	0.59%	5,235,900				

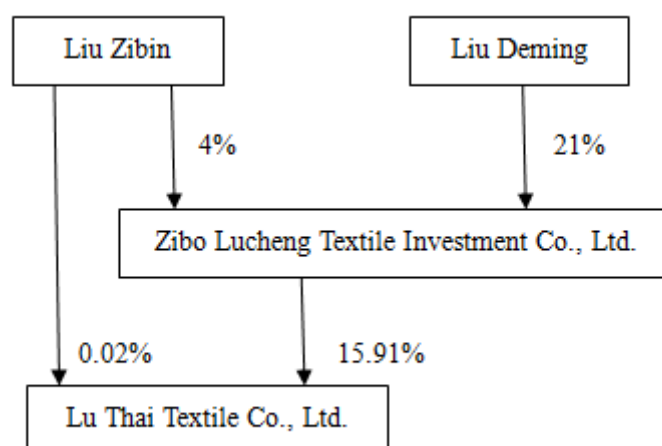
Harvest China Securities Asset Management Plan	Other	0.59%	5,235,900			
GF China Securities Asset Management Plan	Other	0.59%	5,235,900			
Yinhua China Securities Asset Management Plan	Other	0.59%	5,235,900			
Liao Cuimeng	Domestic natural person	0.58%	5,142,200			
Related or acting-in-concert parties among the shareholders above	Zibo Lucheng Textile Investment Co., Ltd. is the largest shareholder of the Company and the actual controller. All of other shareholders are people holding public A share or public B share and the Company is not able to confirm whether there is associated relationship or concerted action among other shareholders.					
Shareholders involved in securities margin trading (if any)	N/A					

(2) Number of Preferred Shareholders and Shareholdings of Top 10 of Them

Applicable Not applicable

No preferred shareholders in the Reporting Period.

(3) Ownership and Control Relations between the Actual Controller and the Company



5. Outstanding Bonds at the Date when this Report Was Authorized for Issue

Applicable Not applicable

(1) Bond Profile

Bond name	Abbr.	Bond code	Date of issue	Maturity	Balance (RMB'0,000)	Coupon rate
Convertible Corporate Bonds of Lu Thai Textile Co., Ltd.	LTTC Convertible Bonds	127016	9 April 2020	8 April 2026	139,986.86	
Redemption and interest payments during the Reporting Period	1. For LTTC Convertible Bonds, the coupon rates are: 0.3% for the first year, 0.6% for the second year, 1.0% for the third year, 1.5% for the fourth year, 1.8% for the fifth year, and 2.0% for the sixth year. 2. On 9 April 2021, the Company paid the interest for the first year according to the par value of the					

	bonds, i.e. interest of RMB3.00 (tax inclusive) for every 10 “LTTC Convertible Bonds” (par value: RMB1,000).
--	--

(2) Latest Follow-up Ratings and Rating Changes of the Bonds

The credit rating of the Company's convertible bonds for the Reporting Period is AA+, which has not changed compared with that of the same period of last year.

(3) Key Financial Information of the Company for the Past Two Years

Unit: RMB'0,000

Item	2021	2020	Change (%)
Debt/asset ratio	35.57%	33.29%	2.28%
Net profit before exceptional gains and losses	19,049.26	2,003.91	850.60%
EBITDA/debt ratio	28.94%	22.44%	6.50%
Interest coverage (times)	4.49	1.84	144.02%

Part III Significant Events

Not applicable.

Chairman of the Board: Liu Zibin

Lu Thai Textile Co., Ltd.

29 April 2022