

Stock Code: 688007

Stock Short Name: Appotronics

Appotronics Corporation Limited

The First Quarter Report in 2023

The Board of Directors of the Company and all directors warrant that this Announcement is free from any misrepresentation, misleading statement, or material omission, and shall be jointly and severally liable for the truthfulness, accuracy, and completeness of the content hereof.

Important Notes

(I)The Board of Directors, the Board of Supervisors, directors, supervisors, and senior officers of the Company hereby warrant that the information contained in this Quarterly Report is true, accurate and complete and this Quarterly Report is free from any misrepresentation, misleading statement or material omission, and agree to assume joint and several liability for this Quarterly Report.

(II)The Principal, Person in Charge of the Accounting Body, and Chief Accountant of the Company hereby represent that the information of the financial statements contained in this Quarterly Report are true, accurate and complete.

(III)Whether the financial statements of the 1st quarter have been audited

Yes No

本报告为深圳光峰科技股份有限公司自愿披露的《2023年第一季度报告（英文版）》，对本报告的中英文版本理解上发生歧义时，以中文版本为准。

This is the First Quarterly Report in 2023 (English version) voluntarily disclosed by Appotronics Corporation Limited. In the event of any discrepancy between the English and Chinese versions of this report, the Chinese version shall prevail.

I. Major financial data

(IV) Main accounting data and financial indicators

In RMB

Item	During the reporting period		Change on a year-on-year basis (%)
	At the end of the reporting period	At the end of the prior year	Changes at the end of the reporting period from the end of the prior year (%)
Operating income	459,012,885.14		-12.59
Net profit attributable to shareholders of the listed company	13,654,664.95		-23.54
Net profit attributable to shareholders of the listed company after deduction of non-recurring profit or loss	-11,377,457.90		-2,165.97
Net cash flow from operating activities	-36,331,090.68		N/A
Basic earnings per share (RMB/share)	0.03		-25.00
Diluted earnings per share (RMB/share)	0.03		-25.00
Weighted average return on net assets (%)	0.51		-0.22 Percentage points
Total R&D investments	63,434,898.20		15.49
Proportion of R&D investments to operating income (%)	13.82		+3.36 Percentage points
	At the end of the reporting period	At the end of the prior year	Changes at the end of the reporting period from the end of the prior year (%)
Total assets	4,357,740,302.44	4,333,350,260.15	0.56
Owners' equity attributable to shareholders of the listed company	2,674,401,681.67	2,647,663,487.59	1.01

(V) Items and amounts of non-recurring profit or loss

In RMB

Item	Amount for the current period	Description

Gain or loss on disposal of non-current assets	-108,462.62	
Government grants recognized in profit or loss for the current period (excluding government grants that are closely related to the business of the Company and are provided in fixed amount or quantity continuously according to the applicable policies and standards of the country)	17,997,782.24	
Profit or loss on entrusted investments or assets management	2,338,845.55	
Net profit or loss of subsidiaries from the beginning of the period up to the business combination date recognized as a result of business combination of enterprises involving enterprises under common control	7,383,154.62	
Profit or loss on changes in the fair value of held-for-trading financial assets, derivative financial assets, held-for-trading financial liabilities and derivative financial liabilities and investment income on disposal of held-for-trading financial assets, derivative financial assets, held-for-trading financial liabilities, derivative financial liabilities and other debt investments, other than those used in the effective hedging activities relating to normal operating business	13,000.00	
Receivables that are separately tested for impairment and impairment of contract assets preparing to be reversed	69,851.05	
Other non-operating income and expenses	298,864.40	
Other profits or losses meeting the definition of non-recurring profit or loss	426,752.17	
Less: Effect of income taxes	3,096,907.64	
Effects attributable to minority interests (net of tax)	290,756.91	
Total	25,032,122.85	

Description of defining non-recurring profit or loss items illustrated in *Information Disclosure and Presentation Rules for Companies Making Public Offering of Securities No. 1 – Non-recurring Profit or Loss* as recurring profit or loss items

Applicable N/A

(VI) Description of and reasons for changes in the main accounting data and financial

indicators

√ Applicable □ N/A

Item	% Change	Main reason
Net profit attributable to shareholders of the listed company after deduction of non-recurring profit or loss	-2,165.97	This was mainly due to a combination of reasons such as lower revenue, increased investment in marketing and R&D.

1. Analysis of operating conditions

In the face of complex and changeable internal and external environment, the Company always adheres to the strategic focus of "core technologies+ core devices + application scenarios", and actively adapts to changes in uncertainty. With profound technology accumulation in the field of optics, the Company grasps the market opportunities brought by the steady advancement of the "core devices" strategy, continues to increase R&D investment in growth businesses such as automotive optics, strives to build a new growth pole of the Company's performance, and pursues the Company's high-quality growth. In the first quarter of 2023, the Company's main operating conditions are as follows:

Since entering the automotive optical track, the Company has continued to make breakthroughs in the automotive optical business, quickly obtained the IATF 16949:2016 quality management system certification, obtained the access pass to enter the domestic and foreign automotive industry supply chain, and obtained the *Development Nomination Letter* issued by BYD, an internationally renowned brand car company, Seres and other well-known car companies, to achieve rapid growth of automotive optical business.

At the International Consumer Electronics Show (CES 2023) held in January 2023, automotive brand BMW unveiled the world's first concept car equipped with four-window fusion display technology—Dee, for which the Company provided four-window fusion display technology module. At the recently held 20th Shanghai International Automotive Industry Exhibition, the Company released the world's first automotive-grade RGB laser headlights, showing immersive in-car digital interaction solutions such as exterior window display, in-car transparent display, in-car entertainment screen, and smart surface display, demonstrating the Company's new ideas for various scenarios of future automotive optics, bringing a smarter and more interesting driving experience to drivers and passengers. In addition, the Company attaches great importance to the patent layout of automotive optical technology, and in the first quarter of 2023, the Company added 42 new authorizations and applications

for patents related to automotive optical technology; as of March 31, 2023, the cumulative number of patents authorized and applied for automotive optical technology reached 170.

With the rapid development of electric vehicle intelligence, the Company will continue to expand the automotive optical business around the three application directions of automotive display, laser headlights, and HUD, and work with industry chain ecological partners to jointly create a new intelligent car experience for consumers.

In terms of cinema projection service business, in 2023, the supply of film sources and the pace of release are recovering, and the cinema market is gradually recovering. In the first quarter of 2023, the Company's cinema projection service business achieved an operating income of RMB 90.9638 million, a year-on-year increase of 11.03%.

In terms of professional display business, the Company continued to strengthen strategic cooperation with core customers and industry chain partners, and held a core partner summit with the theme of "Working Together to Shine the World" in March 2023. During the reporting period, the Company's professional display business recovered well as a whole, with an increase of 22.11% in operating income over the same period last year, of which the overseas special display business expanded rapidly, and the operating income increased by 74.71% over the same period last year.

In terms of C-end own brands, Formovie further focused on its own brand construction, and its own brand business revenue was basically the same as the same period last year, and its revenue accounted for more than 70% of Formovie's total revenue, and its comprehensive gross profit margin increased significantly.

2. Analysis of profit influencing factors

(1) Operating income

During the reporting period, the Xiaomi ODM business revenue of its subsidiary decreased by 53.12% compared with the same period last year, which was the main force to burden the pressure on the Company's revenue performance.

(2) Fees

During the reporting period, the Company increased R&D investment in growth businesses such as automotive optics, and R&D expenses increased by RMB 8.5099 million, a year-on-year increase of

15.49% over 2022; the Company's various business lines increased marketing efforts, and sales expenses increased by RMB 5.0294 million, a year-on-year increase of 9.16% compared with 2022.

II. Shareholder information

(I) Total number of ordinary shareholders, number of preferred shareholders whose voting right has been restituted, and shares held by top 10 shareholders

Unit: Share

Total number of ordinary shareholders as of the end of the reporting period		13,902	Total number of preferred shareholders whose voting right has been restituted as of the end of the reporting period (if any)		N/A		
Shares held by top 10 shareholders							
Shareholder	Nature of shareholder	Number of shares held	Proportion of shareholding (%)	Number of non-tradable shares held	Number of non-tradable shares held, including the shares lent out under the refinancing arrangement	Shares pledged, marked, or frozen	
						Status of shares	Quantity
Shenzhen Appotronics Holdings Limited	Domestic non-stated owned corporation	79,762,679	17.45	0	0	None	-
Shenzhen Yuanshi Laser Industrial Investment Consulting Partnership (LP)	Domestic non-stated owned corporation	24,139,500	5.28	0	0	None	-
Nantong Strait Appotronics Investment Partnership (LP)	Domestic non-stated owned corporation	22,780,329	4.98	0	0	None	-
Shenzhen Appotronics Daye Investment Partnership (LP)	Domestic non-stated owned corporation	20,430,250	4.47	0	0	None	-

Shenzhen Appotronics Hongye Investment Partnership (LP)	Domestic non-stated owned corporation	15,662,374	3.43	0	0	None	-
Shenzhen Jinleijing Investment Limited Partnership(LP)	Domestic non-stated owned corporation	12,353,106	2.70	0	0	None	-
Shenzhen Appotronics Chengye Consulting Partnership(LP)	Domestic non-stated Owned corporation	10,394,846	2.27	0	0	None	-
Bank of China-E Fund Stable Income Bond Securities Investment Fund	other	8,629,271	1.89	0	0	None	-
Shenzhen Guochuang Chenggu Capital Management Co., Ltd. -Shenzhen Chengguhui Equity Investment Partnership (LP)	Domestic non-stated owned corporation	8,114,369	1.78	0	0	None	-
Industrial Bank Company Limited-Tianhong Yongli Bond Securities Investment Fund	other	7,788,075	1.70	0	0	None	-
Shares held by top 10 holders of tradable shares							
Shareholder	Number of tradable shares held	Type and number of shares					
		Type of shares	Quantity				
Shenzhen Appotronics Holdings Limited	79,762,679	RMB-denominated ordinary share	79,762,679				
Shenzhen Yuanshi Laser Industrial Investment Consulting Partnership (LP)	24,139,500	RMB-denominated ordinary share	24,139,500				

Nantong Strait Appotronics Investment Partnership (LP)	22,780,329	RMB-denominated ordinary share	22,780,329
Shenzhen Appotronics Daye Investment Partnership (LP)	20,430,250	RMB-denominated ordinary share	20,430,250
Shenzhen Appotronics Hongye Investment Partnership (LP)	15,662,374	RMB-denominated ordinary share	15,662,374
Shenzhen Jinleijing Investment Limited Partnership(LP)	12,353,106	RMB-denominated ordinary share	12,353,106
Shenzhen Appotronics Chengye Consulting Partnership(LP)	10,394,846	RMB-denominated ordinary share	10,394,846
Bank of China-E Fund Stable Income Bond Securities Investment Fund	8,629,271	RMB-denominated ordinary share	8,629,271
Shenzhen Guochuang Chenggu Capital Management Co., Ltd. -Shenzhen Chengguhui Equity Investment Partnership (LP)	8,114,369	RMB-denominated ordinary share	8,114,369
Industrial Bank Company Limited-Tianhong Yongli Bond Securities Investment Fund	7,788,075	RMB-denominated ordinary share	7,788,075
Affiliates or concert parties among the shareholders stated above	<p>1. As of March 31, 2023, there is a related-party relationship or concerted action, except the concerted action among Shenzhen Appotronics Holdings Limited., Shenzhen Yuanshi Laser Industrial Investment Consulting Partnership (LP), Shenzhen Appotronics Daye Investment Partnership (LP), Shenzhen Appotronics Hongye Investment Partnership (LP), Shenzhen Jinleijing Investment Limited Partnership (LP), and Shenzhen Appotronics Chengye Consulting Partnership (LP) in top 10 shareholders of the Company.</p> <p>2. We are not aware whether there are affiliates or concert parties as defined in the <i>Administrative Measures for the Acquisition of the Listed Companies</i> among other shareholders.</p>		
Description of margin trading, short selling, and refinancing involving top 10 shareholders and top 10 holders of non-restricted shares (if any)	N/A		

III. Other events

Other important information about the business operation of the Company during the reporting period requesting the attention of investors

Applicable N/A

(I) Litigation and arbitration

During the reporting period, the details of the Company's litigation and arbitration matters are as follows:

1. The Company received the closing ruling of the Guangzhou Intellectual Property Court on case numbers (2020) Yue 73 Zhi Min Chu No.1335-1341, 1353 and 1355-1361.

2. (2023) Hu 73 Zhi Min Chu No.15 case (original case number: (2021) Hu 73 Zhi Min Chu No.1070), Delta Electronics, Inc. is the right holder of the invention patent No.ZL201110041436.1, and it claims that the Company and Shanghai Haichi Digital Technology Co., Ltd. have infringed its invention patent right, and the case is being tried at first instance.

(II) Request for invalidation declaration

1. As of the end of the reporting period, the Company filed an invalidation request against the patents held by Delta Electronics, Inc., and 3 cases were under trial by the State Intellectual Property Office.

2. As of the end of the reporting period, the Company's patent with the Company itself as the patentee has been filed with an invalidation request, and 3 cases are under trial by the State Intellectual Property Office, the patents involved are the “light source structure based on phosphor to improve the light conversion efficiency” (patent number: 200810065225.X), “phosphor layer, device and corresponding light source and projection system, and corresponding production method” (patent number: ZL201510420950.4), “optical system and projection device” (patent number: ZL202220267901.7).

IV. Quarterly financial statements

(I) Type of audit opinions

Applicable N/A

(II) Financial statements

Consolidated Balance Sheet

March 31, 2023

Prepared by: Appotronics Corporation Limited

In RMB Audit type: Unaudited

Item	March 31, 2023	December 31, 2022
Current Assets:		
Cash and bank balances	1,469,396,456.06	1,355,882,208.63
Balances with clearing agencies		
Placements with banks and other financial institutions		
Held-for-trading financial assets	357,880,000.00	352,880,000.00
Derivative financial assets		
Notes receivable	2,699,977.52	2,234,687.77
Accounts receivable	144,756,256.94	208,260,235.79
Receivables financing	4,448,898.00	4,279,041.00
Prepayments	40,571,724.91	48,445,976.86
Premiums receivable		
Amounts receivable under reinsurance contracts		
Reinsurer's share of insurance contract reserves		
Other receivables	27,100,787.08	26,331,721.55
Including: Interest receivable		
Dividend receivable	13,605,966.00	13,789,908.00
Financial assets purchased under resale agreements		
Inventories	851,103,674.04	865,639,961.79
Contract assets	866,469.79	1,061,581.35
Assets held for sale		
Non-current assets due within one year	19,900,783.09	13,431,554.82
Other current assets	103,314,002.06	106,502,611.79
Total current assets	3,022,039,029.49	2,984,949,581.35
Non-current Assets:		

Loans and advances		
Debt investments		
Other debt investments		
Long-term accounts receivable	13,939,785.50	11,524,193.80
Long-term equity investment	160,185,985.74	162,394,917.57
Investment in other equity instruments	7,075,419.38	7,075,419.38
Other non-current financial assets		
Investment property		
Fixed assets	402,916,872.24	427,539,718.53
Construction in progress	291,969,144.16	278,978,057.73
Productive biological assets		
Oil and gas assets		
Use right assets	63,613,309.14	62,255,670.29
Intangible assets	289,270,280.89	290,341,693.08
Development expenditure		
Goodwill		
Long-term prepaid expenses	7,283,451.21	5,990,984.03
Deferred tax assets	85,124,160.74	89,730,936.02
Other non-current assets	14,322,863.95	12,569,088.37
Total non-current assets	1,335,701,272.95	1,348,400,678.80
Total assets	4,357,740,302.44	4,333,350,260.15
Current Liabilities:		
Short-term borrowings	159,659,634.03	129,589,634.03
Loans from the central bank		
Taking from banks and other financial institutions		
Held-for-trading financial liabilities		
Derivative financial liabilities	54,000.00	
Notes payable	116,054,205.55	201,299,388.57
Accounts payable	206,616,328.35	276,845,321.28
Advance from customers	101,754,238.14	113,834,728.10
Contract liabilities	54,030,723.44	37,285,920.43
Financial assets sold under repurchase agreements		

Customer deposits and deposits from banks and other financial institutions		
Funds from securities trading agency		
Funds from underwriting securities agency		
Employee benefits payable	29,226,329.49	58,470,960.55
Taxes payable	2,462,789.92	8,272,768.90
Other payables	49,223,795.89	56,662,357.08
Including: Interest payable		
Dividend payable		
Fees and commissions payable		
Amounts payable under reinsurance contracts		
Liabilities held for sale		
Non-current liabilities due within one year	131,081,219.93	178,031,817.37
Other current liabilities	31,215,539.56	28,383,608.37
Total current liabilities	881,378,804.30	1,088,676,504.68
Non-current Liabilities:		
Insurance contract reserves		
Long-term borrowings	621,520,837.98	403,720,542.45
Bonds payable		
Including: Preferred shares		
Perpetual bonds		
Leasing liabilities	39,043,877.90	34,319,284.23
Long-term payables		
Long-term employee benefits payable		
Estimated liabilities	54,433,268.17	56,463,882.87
Deferred income	5,675,578.54	8,651,422.26
Deferred tax liabilities		
Other non-current liabilities		
Total non-current liabilities	720,673,562.59	503,155,131.81
Total liabilities	1,602,052,366.89	1,591,831,636.49

Owners' Equity (Shareholders' Equity):		
Paid-in capital (or share capital)	457,107,538.00	457,107,538.00
Other equity instruments		
Including: Preferred shares		
Perpetual bonds		
Capital reserve	1,543,948,489.41	1,530,752,116.04
Less: Treasury shares	19,377,297.59	19,377,297.59
Other comprehensive income	5,624,053.17	5,736,897.41
Special reserve		
Surplus reserve	75,519,782.06	75,519,782.06
General risk reserve		
Undistributed profit	611,579,116.62	597,924,451.67
Total owners' (or shareholders') equity attributable to owners of the Parent Company	2,674,401,681.67	2,647,663,487.59
Minority interests	81,286,253.88	93,855,136.07
Total owners' (or shareholders') equity	2,755,687,935.55	2,741,518,623.66
Total liabilities and owners' (or shareholders') equity	4,357,740,302.44	4,333,350,260.15

Legal Representative: LI Yi Chief Accountant: WANG Yingxia
Accounting Body: WANG Yingxi

Person in Charge of the

Consolidated Income Statement

For the period from January to March 2023

Prepared by: Appotronics Corporation Limited

In RMB Audit type: unaudited

Item	The First Quarter in 2023	The First Quarter in 2022
I. Total operating income	459,012,885.14	525,139,870.53
Including: Operating income	459,012,885.14	525,139,870.53
Interest income		
Premiums earned		
Fee and commission income		
II. Total operating costs	467,714,458.54	523,692,375.90
Including: Operating costs	296,672,965.87	354,352,194.03
Interest expenses		
Fee and commission expenses		
Surrenders		
Claims and policyholder benefits (net of amounts recoverable from reinsurers)		
Net withdrawal of insurance contract reserves		
Insurance policyholder dividends		
Expenses for reinsurance accepted		
Taxes and additions	2,246,009.39	2,776,916.38
Selling expenses	59,929,586.42	54,900,208.42
Administrative expenses	42,342,747.37	54,622,705.64
R&D expenses	63,434,898.20	54,924,987.12
Financial expenses	3,088,251.29	2,115,364.31
Including: Interest expense	5,966,634.80	5,325,013.75
Interest income	6,877,403.47	3,267,436.22
Add: Other income	21,723,549.50	12,499,685.94
Investment income (loss is indicated by “-”)	-2,765,299.53	1,790,753.08

Including: Income from investments in associates and joint ventures	-5,117,145.08	-1,202,551.48
Gains from derecognition of financial assets measured at amortized cost		
Foreign exchange gains (loss is indicated by "-")		
Gains from net exposure hedges (loss is indicated by "-")		
Gains from changes in fair values (loss is indicated by "-")		-130,000.00
Losses of credit impairment (loss is indicated by "-")	1,498,368.33	7,933,147.01
Impairment losses of assets (loss is indicated by "-")	-3,843,694.60	1,018,024.96
Gains from disposal of assets (loss is indicated by "-")	-2,903.65	3,849.89
III. Operating profit (loss is indicated by "-")	7,908,446.65	24,562,955.51
Add: Non-operating income	311,999.47	79,121.80
Less: Non-operating expense	118,694.04	166,556.20
IV. Total profits (total losses are indicated by "-")	8,101,752.08	24,475,521.11
Less: Income tax expenses	9,404,199.18	17,084,893.94
V. Net profits (net losses are indicated by "-")	-1,302,447.10	7,390,627.17
(I) Categorized by the continuity of operation		
1. Net profits from continuing operations (net losses are indicated by "-")	-1,302,447.10	7,390,627.17
2. Net profits from discontinued operations (net losses are indicated by "-")		
(II) Categorized by the ownership		
1. Net profits attributable to shareholders of the Parent Company (net losses are indicated by "-")	13,654,664.95	17,858,914.53

2. Profits or losses attributable to minority shareholders (net losses are indicated by “-”)	-14,957,112.05	-10,468,287.36
VI. Other comprehensive income, net of tax	421,940.06	-2,098,194.75
(I) Other comprehensive income that can be attributable to owners of the Parent Company, net of tax	-112,844.24	-2,114,795.48
1. Other comprehensive income that cannot be reclassified subsequently to profit or loss		
(1) Changes from remeasurement of defined benefit plans		
(2) Other comprehensive income that cannot be reclassified to profit or loss under the equity method		
(3) Changes in fair value of investments in other equity instruments		
(4) Changes in fair value of enterprises' own credit risks		
2. Other comprehensive income that will be reclassified to profit or loss	-112,844.24	-2,114,795.48
(1) Other comprehensive income that will be reclassified to profit or loss under the equity method	4,433,259.00	-531,438.79
(2) Changes in fair value of other debt investments		
(3) Amount of financial assets reclassified to other comprehensive income		
(4) Provision for credit impairment of other debt investments		
(5) Reserve for cash flow hedges		
(6) Exchange differences on translation of financial statements denominated in foreign currencies	-4,546,103.24	-1,583,356.69

(7) Others		
(II) Other comprehensive income that can be attributable to minority shareholders, net of tax	534,784.30	16,600.73
VII. Total comprehensive income	-880,507.04	5,292,432.42
(I) Total comprehensive income that can be attributable to owners of the Parent Company	13,541,820.71	15,744,119.05
(II) Total comprehensive income that can be attributable to minority shareholders	-14,422,327.75	-10,451,686.63
VIII. Earnings per share:		
(I) Basic earnings per share (RMB/share)	0.03	0.04
(II) Diluted earnings per share (RMB/share)	0.03	0.04

In the event of business combinations involving enterprises under common control, the net profits realized prior to the combination by the party being absorbed is: RMB 0, and the net profits realized in the last period by the party being absorbed is: RMB 0.

Legal Representative: LI Yi Chief Accountant: WANG Yingxia Person in Charge of the Accounting Body: WANG Yingxia

Consolidated Cash Flow Statement

For the period from January to March 2023

Prepared by: Appotronics Corporation Limited

In RMB Audit type: Unaudited

Item	The First Quarter in 2023	The First Quarter in 2022
I. Cash Flows from Operating Activities:		
Cash receipts from the sale of goods and the rendering of services	554,311,050.64	759,788,663.43
Net increase in customer deposits and deposits from banks and other financial institutions		
Net increase in loans from the central bank		
Net increase in taking from banks and other financial institutions		
Cash receipts from premiums under direct insurance contracts		
Net cash receipts from reinsurance business		
Net cash receipts from policyholders' deposits and investment contract liabilities		
Cash receipts from interest, fees and commissions		
Net increase in taking from banks		
Net increase in financial assets sold under repurchase arrangements		
Net cash received from securities trading agencies		
Receipts of tax refunds	1,723,533.49	1,653,792.53
Other cash receipts relating to operating activities	33,315,025.44	19,019,366.32
Sub-total of cash inflows from operating activities	589,349,609.57	780,461,822.29

Cash payments for goods purchased and services received	404,270,221.28	601,723,858.74
Net increase in loans and advances to customers		
Net increase in balance with the central bank and due from banks and other financial institutions		
Cash payments for claims and policyholders' benefits under direct insurance contracts		
Net increase in placements with banks and other financial institutions		
Cash payments for interest, fees and commissions		
Cash payments for insurance policyholder dividends		
Cash payments to and on behalf of employees	136,748,077.35	131,556,204.70
Payments of various types of taxes	15,116,610.77	21,170,130.47
Other cash payments relating to operating activities	69,545,790.85	94,235,050.84
Sub-total of cash outflows from operating activities	625,680,700.25	848,685,244.75
Net cash flow from operating activities	-36,331,090.68	-68,223,422.47
II. Cash Flows from Investing Activities:		
Cash receipts from disposals and recovery of investments	390,000,000.00	431,000,000.00
Cash receipts from investment income	2,405,845.55	2,993,304.56
Net cash receipts from disposals of fixed assets, intangible assets and other long-term assets	5,500.00	50.00
Net cash receipts from disposals of subsidiaries and other business units		
Other cash receipts relating to investing activities		
Sub-total of cash inflows from	392,411,345.55	433,993,354.56

investing activities		
Cash payments to acquire or construct fixed assets, intangible assets and other long-term assets	18,023,943.37	24,223,261.42
Cash payments to acquire investments	395,000,000.00	419,000,000.00
Net increase in pledged loans receivables		
Net cash payments for acquisitions of subsidiaries and other business units		
Other cash payments relating to investing activities		
Sub-total of cash outflows from investing activities	413,023,943.37	443,223,261.42
Net cash flows from investment activities	-20,612,597.82	-9,229,906.86
III. Cash Flows from Financing Activities:		
Cash receipts from capital contributions		
Including: Cash receipts from capital contributions from minority		
Other cash receipts relating to financing activities	265,000,000.00	62,977,252.77
Sub-total of cash inflows from financing activities		
Cash repayments of borrowings	265,000,000.00	62,977,252.77
Cash payments for distribution of dividends or profits or settlement of interest expenses	60,700,002.00	39,250,545.00
Including: Payments for distribution of dividends or profits to minority shareholders of subsidiaries	6,782,419.71	5,435,603.29
Other cash payments relating to financing activities		
Sub-total of cash outflows from financing activities	7,697,165.45	6,680,619.57
Net cash flows from financing activities	75,179,587.16	51,366,767.86
Other cash receipts relating to financing activities	189,820,412.84	11,610,484.91
IV. Effect of Foreign Exchange Rate Changes on Cash and Cash Equivalents	-5,331,963.01	-285,263.26

V. Net Increase in Cash and Cash Equivalents	127,544,761.33	-66,128,107.68
Add: Opening balance of cash and cash equivalents	1,254,582,403.12	891,195,169.00
VI. Closing Balance of Cash and Cash Equivalents	1,382,127,164.45	825,067,061.32

Legal Representative: LI Yi Chief Accountant: WANG Yingxia Person in Charge of the
Accounting Body: WANG Yingxia

(I) Description of adjustments in opening balances of line items in financial statements of the year
due to implementation of new accounting standard since 2023

Applicable N/A

Be it hereby announced

Board of Directors of Appotronics Corporation Limited

April 28, 2023