Stock Code: 000581, 200581 Public Notice No: 2018-025

Short Form of the Stock: Weifu High- Tech, Su Weifu-B

# Weifu High-Technology Group Co., Ltd. **Summary of Semi-Annual Report 2018**

### I. Important Notice

The summary is abstract from full-text of semi-annual report, for more details of operating results, financial condition and future development plan of the Company; investors should found in the full-text that published on media appointed by CSRC.

Whole directors of the Company attend the Board Meeting for report deliberation.

Prompt of non-standard audit opinion

□ Applicable √ Not applicable

Profit distribution pre-plan of common stock or capitalizing of common reserves pre-plan deliberated by the Board in the reporting period

□ Applicable √ Not applicable

There is no plan of cash bonus, dividend distribution and capitalizing of common reserves carried out by the Company

Profit distribution pre-plan of preferred stock deliberated and approved by the Board in the reporting period

□ Applicable √ Not applicable

#### II. Company profile

#### 1. Company Profile

Short form of the stock	Weifu High- Tech, Su Weifu-B	Stock	code	000581, 200581	
Stock exchange for listing	Shenzhen Stock Exchange				
Person/Way to contact	Secretary of the Board		Rep. of security affairs		
Name	Zhou Weixing		Yan Guohong		
Office add.	No.5, Huashan Road, New District, Wuxi City No.5, Huashan Road, New District, W		District, Wuxi City		
Tel.	0510-80505999 051		0510-80505999		
E-mail	web@weifu.com.cn		web@weifu.com.cn		

#### 2. Main financial data and indexes

Whether it has retroactive adjustment or re-statement on previous accounting data

□Yes √ No

	Current period	Same period of last year	Changes over last year
Operating income (RMB)	4,960,801,890.99	4,728,125,599.02	4.92%
Net profit attributable to shareholders of the listed company (RMB)	1,545,242,704.92	1,325,922,029.56	16.54%

Net profit attributable to shareholders of the listed company after deducting non-recurring gains and losses (RMB)	1,378,865,501.57	1,208,264,288.81	14.12%
Net cash flow arising from operating activities (RMB)	378,923,690.48	352,401,241.52	7.53%
Basic earnings per share (RMB/Share)	1.53	1.31	16.79%
Diluted earnings per share (RMB/Share)	1.53	1.31	16.79%
Weighted average ROE	9.92%	9.84%	0.08%
	Current period-end	period-end of last year	Changes over end of last year
Total assets (RMB)	21,920,788,842.86	20,231,006,224.36	8.35%
Net assets attributable to shareholder of listed company (RMB)	15,111,165,491.74	14,835,673,669.75	1.86%

## 3. Number of shares and share-holding

In Share

Total common stock shareholders in reporting period-end	64,429	Total preference shareholders with voting rights recovered at end of reporting period (if applicable)			0		
	Top ten shareholders						
Full name of Shareholders		Nature of shareholder	Proportion of shares held	Amount of shares held	Amount of restricted shares held	Number of pledged/f State of share	
Wuxi Industry Development Group Co., Ltd		State-owned corporate	20.22%	204,059,398			
ROBERT BOSCH GMBH		Foreign corporate	14.16%	142,841,400			
BBH BOS S/A FIDELITY FD - CHINA FOCUS FD		Foreign corporate	1.71%	17,286,585			
Bank of Communication – HSBC Jixin Double Core Strategy Mixed Securities Investment Fund		Other	1.67%	16,805,835			
Hong Kong Securities Clearing Com	pany Ltd. (HKSCC)	Foreign corporate	1.61%	16,284,346			
Central Huijin Assets Management C	Co., Ltd.	State-owned corporate	1.27%	12,811,200			
RBC EMERGING MARKETS EQU	IITY FUND	Foreign corporate	0.66%	6,667,035			
FIDELITY INVMT TRT FIDELITY INTL SMALL CAP FUND		Foreign corporate	0.54%	5,459,404			
National Social Security Fund-412		Other	0.45%	4,499,184			
Ping An Life Insurance Company of China – Bonus –individual insurance		Other	0.40%	4,009,378			

Explanation on associated relationship among the aforesaid shareholders	Among the top ten shareholders, there has no associated relationship between Wuxi Industry Development Croup Co., Ltd. and other shareholders, the first largest shareholder of the Company; and they do not belong to the consistent actionist regulated by the Management Measure of Information Disclosure on Change of Shareholding for Listed Company.
Explanation on shareholders involving margin business (if applicable)	Not applicable

#### 4. Changes of controlling shareholders or actual controller

Controlling shareholder changed in the Period

□ Applicable √ Not applicable

Controlling shareholders had no change in reporting period.

Actual controller changed in the Period

 $\Box$  Applicable  $\sqrt{\text{Not applicable}}$ 

Actual controller had no change in reporting period.

#### 5. Total preferred shareholders and top 10 shares held by preferred shareholders

☐ Applicable √ Not applicable

The Company has no preferred shareholders

#### 6. Corporate bond

Whether the Company has a corporation bonds that issuance publicly and listed on stock exchange and without due on the date when semi-annual report approved for released or fail to cash in full on due:

No

#### III. Discussion and analysis of operation

#### 1. Operation status in the period

Since the beginning of this year, the company has continued to seize market opportunities and follow the trend, continuously promoted the improvement of internal management, strengthened the internal risk control, improved the early warning mechanism, and achieved the steady growth of the company's comprehensive economic benefits. During the period, the Company achieved an operation revenue of 4.961 billion Yuan with a y-o-y growth of 4.92%; profit amounted to 1.681 billion Yuan, an increase of 14.94% from a year earlier; the net profit attributable to owners of parent company amounted as 1.545 billion Yuan, an increase of 16.54% over same period of last year.

Main work in the first half of the year

1. Ensure the sustainable development of the traditional business market. Grasp the product market development,

ensure related product projects to be approved by the main engine plants; focus on production delivery, the output of common rail products in the first half of the year reached a new high, and the supercharger products also had a good growth;

- 2. Accelerate the layout of new business and the implementation of projects. Plan and lay out new business, launch the cooperation project of hub motor business with Protean, the first delivery is 24 million US dollars, the joint venture project is progressing in an orderly manner.
- 3. Continue to promote the optimization and improvement of internal management. Sort out the management duty and function, optimize the organization; build a financial sharing center, plan and design the financial transformation; establish a group procurement sharing platform project to standardize, optimize and upgrade the existing system processes. Strengthen the security construction of the group's information system and further improve the human resources management system.

#### 2. Matters relevant to financial report

(1) Particulars about the changes in aspect of accounting policy, estimates and calculation method compared with the accounting period of last year

□ Applicable √ Not applicable

The Company had no particulars about the changes in aspect of accounting policy, estimates or calculation method in the reporting period.

(2) Particulars about retroactive restatement on major correction for accounting errors in reporting period

□ Applicable √ Not applicable

The company had no particulars about retroactive restatement on major correction for accounting errors in the reporting period.

(3) Particulars about the change of consolidation range compared with the accounting period of last year

√Applicable □Not applicable

In the Year, the wholly-owned subsidiary – Nanchang Weifu Leader Auto Parts Co., Ltd. was established by investment from Weifu Leader, the industrial and commerce record was completed on 8 March 2018, and there was no business exercise in the reporting period actually

Board of Directors of Weifu High-Technology Group Co., Ltd. 28 August 2018