

Zhejiang Dahua Technology Co., Ltd.

2020 Q3 Report



This document is a translated version of the Chinese version 2020 Q3 Report (“2020 年第三季度报告”), and the published 2020 Q3 Report in the Chinese version shall prevail.
The complete published Chinese 2020 Q3 Report may be obtained at <http://www.cninfo.com.cn>.

October 2020

Section I Important Notice

The Board of Directors, the Board of Supervisors, directors, supervisors and senior management members of the Company hereby guarantee that the information presented in this quarterly report is authentic, accurate, complete and free of any false records, misleading statements or material omissions, and they will bear joint and several liabilities for such information.

All the directors attended the meeting of the Board of Directors for the deliberation of this quarterly report.

Fu Liquan, the Company's legal representative, Xu Qiaofen, chief accountant, and Zhu Zhuling, person in charge of accounting institution (Accounting Officer) hereby declare and warrant that the financial statements in the quarterly report are authentic, accurate, and complete.

Section II Basic Information about the Company

I. Key Accounting Data and Financial Indicators

Whether the Company needs performed retroactive adjustment or restatement of accounting data in prior years or not

Yes No

	At the End of the Current Reporting Period	At the End of the Previous Year	Increase/Decrease at the End of the Current Reporting Period Compared with the End of the Previous Year	
Total assets (RMB)	32,555,003,527.46	29,564,650,212.93	10.11%	
Net assets attributable to shareholders of the listed company (RMB)	18,526,723,166.81	15,643,007,027.91	18.43%	
	The Current Reporting Period	Increase/Decrease of the Current Reporting Period Compared with the Same Period of the Previous Year	From the Beginning of the Year to the End of the Current Reporting Period	Increase/Decrease of the Period from the Beginning of the Year to the End of the Current Reporting Period Compared with the Same Period of the Previous Year
Operating income (RMB)	6,327,875,819.49	12.56%	16,166,204,673.11	-1.60%
Net profit attributable to shareholders of the listed Company (RMB)	1,456,149,999.41	128.07%	2,825,124,363.85	50.48%
Net profit attributable to shareholders of the listed company after deducting non-recurring gains and losses (RMB)	446,072,294.69	-24.51%	1,736,331,079.79	0.39%
Net cash flow generated by operational activities (RMB)	1,374,884,709.97	313.84%	1,267,956,746.02	335.58%
Basic Earnings per Share (RMB/Share)	0.50	127.27%	0.97	51.56%
Diluted Earnings per Share (RMB/Share)	0.50	127.27%	0.97	51.56%

Weighted Average ROE	8.20%	3.60%	16.51%	2.52%
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Non-recurring Gains and Losses Items and Their Amounts

√ Applicable □ Not applicable

Unit: RMB

Item	The Amount from the Beginning of the Year to the End of the Current Reporting Period	Note
Profits or losses from disposal of non-current assets (including the write-off for the accrued impairment of assets)	1,136,324,218.74	
The government subsidies included in the current profits and losses (excluding the government subsidies closely related to regular businesses of the Company and issued in the quota or quantity based on the national standards)	143,331,649.08	
Profits and losses resulting from the changes in fair value for holding trading financial assets, derivative financial assets and trading financial liabilities, derivative financial liabilities and investment income from disposal of trading financial assets, derivative financial assets, trading financial liabilities, derivative financial liabilities, and other obligatory right investment, excluding the effective hedging businesses related to the regular business operation of the Company	25,138,011.97	
Reversal of the receivables and contract assets depreciation reserves for separate impairment test	2,285,878.00	
Non-Operating Revenue and expenses other than the above	-5,812,537.18	
Other gains and losses items that fit the definition of non-recurring gains and losses	211,079.45	
Less: Impact of income tax	196,734,693.39	
Impact of minority equity (after tax)	15,950,322.61	
Total	1,088,793,284.06	--

For items defined as non-recurring gains and losses according to the No. 1 Explanatory Announcement on Information Disclosure for Companies Offering Their Securities to Public - Non-recurring Gains and Losses, or non-recurring gains and losses items listed in the said document defined as recurring ones, please specify the reasons.

□ Applicable √ Not applicable

In the reporting period, the Company did not define any non-recurring gains and losses items defined and listed in the No. 1 Explanatory Announcement on Information Disclosure for Companies Offering Their Securities to Public - Non-recurring Gains and Losses, as recurring gains and losses items.

II. The Total Number of Shareholder and the Holdings of the Top 10 Shareholders at the End of the Current Reporting Period

1. The number of common shareholders and preferred shareholders with resumed voting rights and the shareholdings of the top 10 shareholders

Unit: share

Total Number Of Common Shareholders At The End Of The Reporting Period		129,894	Total Number of Preferred Shareholders (If Any) Whose Voting Rights have been Recovered at the End of the Reporting Period	0		
The shareholdings of the top 10 shareholders						
Name of Shareholder	Nature Of Shareholder	Shareholding Percentage	Number of shares held	Number of shares held with limited sales conditions	Pledges or freezings	
					State Of Shares	Number
Fu Liqun	Domestic Natural Person	34.09%	1,023,868,980	811,561,410	Pledge	244,852,000
Zhu Jiangming	Domestic Natural Person	5.35%	160,577,490	139,846,117	Pledge	50,754,000
Shanghai Perseverance Asset Management (Limited Partnership) - Gaoyi Linshan No.1 Yuanwang Fund	Others	4.59%	138,000,000	0		
Hong Kong Securities Clearing Co. Ltd.	Overseas Legal Person	3.58%	107,503,548	0		
Chen Ailing	Domestic Natural Person	2.37%	71,262,813	53,447,110	Pledge	21,100,000
Wu Jun	Domestic Natural Person	2.31%	69,250,886	51,938,164		
China Galaxy Securities Co., Ltd.	State-owned Legal Person	2.09%	62,641,400	0		

China Securities Finance Co., Ltd.	Domestic Non-state-owned Legal Person	1.32%	39,611,241	0		
Central Huijin Asset Management Co., Ltd.	State-owned Legal Person	1.05%	31,448,750	0		
Shanghai Greenwoods Asset Management Co., Ltd. - Greenwoods Global Fund	Others	1.02%	30,617,393	0		
Shareholding list of top ten shareholders without limited sales condition						
Name of Shareholder	Number of shares held without limited sales condition	Type of shares				
		Type of shares	Number			
Fu Liquan	212,307,570	RMB common stock	212,307,570			
Shanghai Perseverance Asset Management (Limited Partnership) - Gaoyi Linshan No.1 Yuanwang Fund	138,000,000	RMB common stock	138,000,000			
Hong Kong Securities Clearing Co. Ltd.	107,503,548	RMB common stock	107,503,548			
China Galaxy Securities Co., Ltd.	62,641,400	RMB common stock	62,641,400			
China Securities Finance Co., Ltd.	39,611,241	RMB common stock	39,611,241			
Central Huijin Asset Management Co., Ltd.	31,448,750	RMB common stock	31,448,750			
Shanghai Greenwoods Asset Management Co., Ltd. - Greenwoods Global Fund	30,617,393	RMB common stock	30,617,393			
Zhu Jiangming	20,731,373	RMB common stock	20,731,373			
Chen Ailing	17,815,703	RMB common stock	17,815,703			
Wu Jun	17,312,722	RMB common stock	17,312,722			

Description of the association relationship or concerted action of above-mentioned shareholders	Mr. Fu Liqun And Ms. Chen Ailing Are Husband And Wife. The Company Is Unaware Of Whether Other Shareholders Have Associated Relationship Or Are Persons Acting In Concert.
Explanation On Top Ten Shareholders' Participation In Securities Margin Trading (If Any)	N/A

Whether the Company's top ten common shareholders or top ten common shareholders without limited shares agree on any repurchase transaction in the reporting period

Yes No

None of the Company's top ten common shareholders or top ten common shareholders without limited shares agreed on repurchase in the reporting period.

2. The total number of the preferred shareholders and the shareholdings of the top 10 preferred shareholders

Applicable Not applicable

Section III Significant Events

I. The Changes in Major Financial Data and Financial Indicators in the Current Reporting Period and the Reasons

√ Applicable □ Not applicable

i. The changes of assets and liabilities and the reasons

1. Monetary funds increased by 61.24% compared with the end of last year, mainly due to the increase in the return of funds in the period and the increase in bank loans;

2. Trading financial assets increased by 100% compared with the end of last year, mainly due to the new structured deposits in the period;

3. Other receivables increased by 120.09% compared with the end of last year, mainly due to the increase of 588 million equity transfer receivables in the period;

4. Inventory increased by 32.86% compared with the end of last year, mainly due to the Company's increased stock;

5. Contract assets increased by 100% compared with the end of last year, mainly due to the implementation of the new income standards and the adjustments to the filling of statements;

6. Non-current assets due within one year increased by 44.06% compared with the end of last year, mainly due to the increase of long-term receivables due within one year;

7. Other current assets increased by 35.50% compared with the end of last year, mainly due to the reverse repurchase of 220 million new treasury bonds at the end of the current period compared with the end of last year;

8. Other non-current financial assets increased by 182.59% compared with the end of last year, mainly due to the new foreign equity investment in the period;

9. The construction in progress increased by 118.44% compared with the end of last year, mainly due to the increase of investment in the Phase II construction of the smart manufacturing base in Hangzhou and the R&D and industrialization of the smart IoT solutions in the period;

10. Other non-current assets increased by 122.36% compared with the end of last year, mainly due to the increase in the advance payments for long-term assets in the period;

11. Short-term loans increased by 49.97% compared with the end of last year, mainly due to the increase of short-term bank borrowings in the period;

12. Bills payable decreased by 44.39% compared with the end of last year, mainly due to the settlement of bills due;

13. Contract liabilities increased by 100% compared with the end of last year, mainly due to the implementation of the new income standards and the adjustments to the filling of statements;

14. Dividend payable increased by 39.75% compared with the end of last year, mainly due to the increased dividend of restricted shares;

15. Non-current liabilities due within one year increased by 1482.07% compared with the end of last year, mainly due to the increase of long-term bank borrowings due within one year;

16. Other current liabilities increased by 37.52% compared with the end of last year, mainly due to the increase in pending output tax on items;

17. Long-term loans increased by 472.31% compared with the end of last year, mainly due to the increase of long-term bank borrowings in the period;

18. Treasury shares decreased by 44.16% compared with the end of last year, mainly due to the reduction of the repurchase obligation due to the unlocking of restricted stocks and repurchase after resignation in the period;

19. Other comprehensive incomes increased by 215.48% compared with the end of last year, mainly due to the increase of foreign currency statement translation;

ii. The changes of items in the income statement and the reasons

1. Financial expenses increased by 320.95% year on year, mainly due to the increase of exchange losses in the period compared with the same period of last year;

2. Investment income increased by 8233.52% year on year, mainly due to the increase of equity transfer income in the period compared with the same period of last year;;

3. Income from changes in fair value decreased by 58.63% year on year, mainly due to the decrease of fair value changes of financial derivatives in the period;

4. Non-operating income decreased by 30.57% year on year, mainly due to the decrease of government subsidies received in the period compared with the same period of last year;

5. Non-operating expenses increased by 668.94% year on year, mainly due to the increase of the Company's public welfare donation during COVID-19 epidemic;

6. Income tax increased by 55.24% year on year, mainly due to the increase of taxable income in the period.

iii. The changes of items in the cash flow statement and the reasons

1. The net amount of cash flow generated by business activities increased by 335.58% year on year, mainly due to the Company's enhanced management of receivables and the increase of payments recovered;

2. The net amount of cash flow generated by financing activities increased by 601.89% year on year, mainly due to the increase of bank borrowings compared with the same period of last year and the share repurchase business in the same period of last year.

II. Progress of Significant Events and the Analysis of Its Influence and Solutions

√ Applicable □ Not applicable

1. On February 3, 2020, the Company's 30th session of the 6th Board of Directors' meeting reviewed and approved the "Proposal on Joint Investment and Related Party Transactions with Related Persons". It is agreed that the Company and its related party Ningbo Huagu Enterprise Management Partnership (Limited Partnership) and Ningbo Hualing Investment Management Partnership (Limited Partnership) jointly invested RMB 50 million to establish Zhejiang Dahua Storage Technology Co., Ltd. Among them, Dahua invested RMB 25.5 million with its own funds, accounting for 51% of the registered capital. In February 2020, the company was established.

2. On February 24, 2020, the Company's 31st session of the 6th Board of Directors' meeting reviewed and approved the "Proposal on Joint Investment with Related Parties to Establish a Holding Subsidiary and Related Party Transactions". It is agreed that the Company and its related party Zhejiang Leapmotor Technology Co., Ltd, Ningbo Hualing Investment Management Partnership (Limited Partnership), and Ningbo Huaqi Enterprise Management Partnership (Limited Partnership) jointly invested RMB 150 million to establish Zhejiang Dahua Automotive Technology Co., Ltd. Among them, Dahua invested RMB 76.5 million with its own funds, accounting for 51% of the registered capital. In March 2020, the company was established.

3. On February 24, 2020, the Company's 31st session of the 6th Board of Directors' meeting reviewed and approved the "Proposal on Investment in Establishing a Joint Venture Company". The Company and Tianjin Rongyu Enterprise Management Partnership (Limited Partnership), Tianjin Qushi Management Consulting Partnership (Limited Partnership),

and Huzhou Xubo Smart City Technology Partnership (Limited Partnership) signed a "Joint Venture Agreement" to jointly invest in the establishment of Ruicity Digital Technology Co., Ltd. (tentative name), with a registered capital of RMB 800 million and the Company's shareholding accounted for 20%. In March 2020, this company was established and the approved company name by the Bureau of Industry and Commerce was Ruicity Digital Technology Co., Ltd.

4. On June 5, 2019, the Company's 1st Extraordinary General Meeting of Shareholders of 2019 reviewed and approved the "Proposal on Public Offering of Convertible Corporate Bonds" and other relevant contents.

On June 4, 2020, the Company's 35th meeting of the 6th Board of Directors and the 21st meeting of the 6th Board of Supervisors reviewed and approved the "Proposal on Terminating the Public Offering of Convertible Corporate Bonds" and agreed to terminate the public offering of convertible corporate bonds.

5. On July 8, 2020, the Company's 36th meeting of the 6th board of directors reviewed and approved the "Proposal on Equity Transfer and Related Transactions of Subsidiary". The Company will transfer 49% equity of Zhejiang Dahua Robot Technology Co., Ltd., held by related party Zhejiang Huashi Investment Management Co., Ltd., the related transactions of which totals RMB 7,004,918. The change of industrial and commercial registrations for the above matter was completed in August 2020.

6. On July 24, 2020, the Company's 2nd Extraordinary General Meeting of Shareholders of 2020 reviewed and approved the "Proposal on Equity Transfer Agreement and Related Transactions of Wholly-owned Subsidiaries". It is agreed that the Company would transfer 100% of the equity of its subsidiary Zhejiang Huatu Microchip Technology Co., Ltd. to Hangzhou Gancheng Equity Investment Partnership (Limited Partnership), Shaoxing Gansheng Equity Investment Partnership (Limited Partnership), Zhejiang FTZ Fenghang Investment Partnership (Limited Partnership), Yuyao Yangming Zhixing Investment Center (Limited Partnership), Ganzhou Dayu Capital Management Partnership (Limited Partnership), Chen Heyu, Ningbo Hualing Investment Management Partnership (Limited Partnership), Zhoushan Zhixin Equity Investment Partnership (Limited Partnership), and Zhoushan Weixin Equity Investment Partnership (Limited Partnership). The transfer price of 100% equity of Zhejiang Huatu Microchip Technology Co., Ltd. is RMB 120 million, and the Company has received a total of RMB 612 million (51% of the equity transfer payment) from the counterparty for the first phase of equity transfer. The change of industrial and commercial registrations for the above matter was completed in August 2020.

7. On August 12, 2020, the Company's 3rd Extraordinary General Meeting of Shareholders in 2020 reviewed and approved the "Proposal on Buy-back and Cancellation of Some Granted but Unlocked Restricted Stocks" and agreed to buy back and cancel 4,822,680 authorized but not unlocked restricted stocks held by 183 persons who were no longer qualified as incentive targets. (of which, 4,337,880 shares were first granted, with the repurchase price of RMB 8.17 per share; reserved grant of 484,800 shares at a repurchase price of RMB 8.75 per share). After the repurchase and cancellation, the total number of shares of the Company will be adjusted from 3,001,465,530 to 2,996,642,850.

8. On September 23, 2020, the Company's 3rd meeting of the 7th board of directors reviewed and approved the "Proposal on Transfer of Equity of Holding Subsidiary and Waiver of Right of Preemption and Related Transaction". The Company transferred 51% equity of its holding subsidiary, Hangzhou Tanmu Technology Co., Ltd., to an unrelated natural person Wu Yuwei at a price of RMB 4,823,223. At the same time, the related legal person Zhejiang Huashi Investment Management Co., Ltd. transferred its 27.50% equity of Tanmu Technology to Wu Yuwei at a price of RMB 2,600,757; Tanmu Technology shareholder Yang Feng transferred 12% of his equity to Wu Yuwei at a price of RMB 1,134,876, the shareholder Wei Meizhong transferred 7% of his equity to Wu Yuwei at a price of RMB 662,011, and the shareholder Zhang Guoquan transferred 2.50% of his equity to Wu Yuwei at a price of RMB 23,6433. The Company waived its right of preemption to 49% of the shares of Tanmu Technology. The change of industrial and commercial registrations for the above matter was completed in September 2020.

Overview of the significant events	Date of Disclosure	Indexes for the inquiry of websites
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		disclosing the provisional reports
Announcement on Joint Investment and Related Transactions with Related Parties	February 4, 2020	http://www.cninfo.com.cn
Announcement on the Establishment of Holding Subsidiary Through Joint Investment with Related Parties and Related Transactions	February 25, 2020	http://www.cninfo.com.cn
Announcement on Investment of Establishment of Joint Venture Company	February 25, 2020	http://www.cninfo.com.cn
Announcement on the Public Issuance Plan of Convertible Corporate Bonds and the Termination of Public Issuance of Convertible Corporate Bonds	May 18, 2019	http://www.cninfo.com.cn
	June 05, 2020	http://www.cninfo.com.cn
Announcement on the Signing of Framework Agreement for Equity Transfer of Wholly-owned Subsidiaries and Related Transactions. Announcement on Equity Transfer of Subsidiaries and Related Transactions	April 28, 2020	http://www.cninfo.com.cn
	July 09, 2020	http://www.cninfo.com.cn
Announcement of Resolutions at 2nd Extraordinary General Meeting of Shareholders in 2020	July 25, 2020	http://www.cninfo.com.cn
Announcement of Resolutions at 3rd Extraordinary General Meeting of Shareholders in 2020	August 13, 2020	http://www.cninfo.com.cn
Announcement on Progress of Equity Transfer of Wholly-owned Subsidiaries and Related Transactions	August 13, 2020	http://www.cninfo.com.cn
Announcement on Equity Transfer of Holding Subsidiaries and Waiver of Right of Preemption, and Related Transactions	September 24, 2020	http://www.cninfo.com.cn

The progress on share repurchase

Applicable Not applicable

On April 25, 2019, the Company's 21st meeting of the 6th board of directors reviewed and approved the "Proposal on the Scheme for the Repurchase of Shares". The Company plans to buy back some shares with the funds raised by itself through centralized competitive bidding. The total amount of funds for the repurchase shall not be less than RMB 200 million (inclusive) and not be more than RMB 400 million (inclusive). The price of the repurchase shall not exceed 25.37 yuan per share (inclusive). Calculated according to the purchase price and the upper limit for the repurchase, it's estimated to buy back 15,766,653 shares. The repurchased shares will make up 0.53% of the current total share capital of the Company. The specific amount of repurchased shares and the proportion in the total share capital of the Company shall be subject to the actually repurchased number of shares and the actual proportion when the period of repurchase

expires. The period for the implementation of repurchase shall be 12 months from the day the board of directors reviews and approves the repurchase scheme.

As of April 24, 2020, the Company bought back 13,391,480 shares with its special securities account through centralized competitive bidding, accounting for 0.45% of the Company's total share capital. The highest transaction price was RMB 17.88 per share and the lowest transaction price was RMB 12.9 per share. The total amount of transactions was RMB 203,499,400.44 (excluding transaction expenses). The Company's share repurchase plan has been completed.

The progress on reduction of re-purchase shares by means of centralized competitive bidding

Applicable Not applicable

III. Commitments made by the Company's actual controllers, shareholders, related parties, purchasers and purchasing companies having not been fulfilled during the reporting period

Applicable Not applicable

During this reporting period, there is no commitment made by the Company's actual controllers, shareholders, related parties, purchasers and purchasing companies having not been fulfilled during the reporting period.

IV. Financial assets investment

1. Securities investment

Applicable Not applicable

No such case as securities investment during the reporting period.

2. Derivatives investment

Applicable Not applicable

Unit: ten thousand RMB

Name of derivatives investment operator	Relation with related party	Whether it is a related transaction	Types of derivatives investment	Initial amount of derivatives investment	Starting date	Termination date	Initial investment amount	Amount purchased during the reporting period	Amount sold during the reporting period	Amount of provision for impairment accrued (if any)	Investment amount at the end of the period	Proportion of investment amount in the company's net assets at end of the reporting period	Actual profit and loss during the reporting period

Agricultural Bank of China	No relations	No	Structured deposits	10,000	May 20, 2020	December 29, 2020	0	10,000			10,000	0.54%	
China Construction Bank	No relations	No	Structured deposits	80,000	June 05, 2020	September 03, 2020	0	80,000	80,000				712.83
Bank	No relations	No	Foreign exchange contract		February 28, 2020	September 30, 2020	0	305,674.82	305,674.82				63.57
Total				90,000	--	--	0	395,674.82	385,674.82		10,000	0.54%	776.4
Sources of funds for derivatives investment				Equity Fund									
Litigation involved (if applicable)				N/A									
Disclosure date of board of directors' announcement on the approval of derivatives investment (if any)				April 3, 2020									
Disclosure date of shareholder meeting's announcement on the approval of derivatives investment (if any)				May 13, 2020									
Risk analysis and description of control measures for derivatives positions during the reporting period (including but not limited to market risk, liquidity risk, credit risk, operational risk, legal risk, etc.)				For detailed information on structured deposit risk analysis and control measures, please refer to the "Announcement on the Purchase of Bank Wealth Management Products with Own Fund" (Announcement No.: 2020-025) disclosed on April 3, 2020, and the "Announcement on Foreign Exchange Hedging Transactions" (Announcement No.: 2020-022) disclosed on April 3, 2020.									
Changes in market prices or product fair value of invested derivatives during the reporting period, and the analysis of the fair value of derivatives should disclose the specific methods used and the setting of related assumptions and parameters.				For the unexpired structured deposits signed between the Company and the bank during the reporting period, the fair value gains and losses shall be determined according to the interest rate linked to the foreign exchange options; the difference between the quotation of forward foreign exchange settlement contract quotation and the forward foreign exchange price determines the transactional financial assets or transactional financial liabilities.									
Explanation of whether the				N/A									

Company's derivatives accounting policies and specific accounting principles have changed significantly during the reporting period compared with the previous reporting period	
Independent directors' special opinions on the Company's derivatives investment and risk control	N/A

V. Progress of investment projects with raised funds

Applicable Not applicable

VI. Estimation of Business Performance in 2020

Warning and explanation of the prediction that the cumulative net profit from the beginning of the year to the end of the next reporting period may be a loss or a significant change compared the same period of last year

Applicable Not applicable

VII. Major contracts in daily operations

Applicable Not applicable

VIII. Entrusted Financing

Applicable Not applicable

Unit: ten thousand RMB

Specific type	Funding source	Entrusted amount	Unexpired balance	Overdue outstanding amount
Structured deposits	Equity Fund	90,000	10,000	
Total		90,000	10,000	

Specific matters on high-risk entrusted capital management with a large amount for a single item, or with low security, poor liquidity and no capital preservation guarantee.

Applicable Not applicable

Unit: ten thousand RMB

Name of trustee organization	Trustee organization (or product type)	Amount	Capital Source	Starting date	Termination date	Investment direction	Payment determination	Reference for annualized	Expected earnings (if any)	Actual profit and loss	Actual recovery of	Amount of provision for impairment	Whether it is passed	Whether there	Item overview and related query
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zation (or name of trustee)	trustee type						method	rate of return		during the reporting period	profits and losses during the reporting period	ment accrued (if any)	the legal procedures	will be entrusted financial plan in the future	index (if any)
Agricultural Bank of China	Bank	Structured deposits	10,000	Equity Fund	May 20, 2020	December 29, 2020	By contract	3.60 %			Unexpired		Yes	Yes	The "Announcement on Purchase of Bank Wealth Management Products with Own Funds" (Announcement No.:
China Construction Bank	Bank	Structured deposits	80,000	Equity Fund	June 05, 2020	September 03, 2020	By contract	3.70 %		712.83	Recovered at expiration		Yes	Yes	2020-025) is published on www.cninfo.com.cn on April 3, 2020.
Total			90,000	--	--	--	--	--		712.83	--		--	--	--

Cases of entrusted financing expected to be unable to recover the principal or cases that may result in impairment

Applicable Not applicable

IX. Illegal external guarantees

Applicable Not applicable

No illegal external guarantees during the reporting period.

X. Non-operational capital occupation over listed companies by controlling shareholders and their related parties

Applicable Not applicable

During the reporting period, there is no non-operational capital occupation over listed companies by controlling shareholders and their related parties.

XI. Registration form for reception of research, communication, interviews, and other activities during the reporting period

Applicable Not applicable

Reception Time	Reception location	Reception Method	Reception target type	Reception objects	Main content of the discussion and the information provided	Index of the basic information of research
January 07, 2020	Company meeting room	Field Investigation	Institution	Everbright PGIM Fund Management; Haitong self-operated fund; First-trust Fund Management; Nuode Fund Management; Century Asset Management; Citicprufunds; Fullgoal Fund; Guoyuan Securities; Bank of China Investment Management; Trend Investment; Renbu Investment; Shengqi Assets; Gortune Investment; Haitong Securities	Communicated on the Company's products, solutions, and key technology investment directions. No information was provided.	For more information, please see the investor relations activity list in http://www.cninfo.com.cn
January 16, 2020	Company meeting room	Field Investigation	Institution, individual	UBS Securities; Employees Provident Fund; UBS Asset; Point72 Asset; UBS Wealth; Fullerton Fund; Allianz Global Investors; IvyRock Asset; Franklin Templeton; Kasikorn Asset; Mirae Asset Management; Nomura Asset; Nippon Life Insurance; Permodalan Nasional; Berhad; SCB Asset Management; Sumitomo Mitsui DS Asset; Veritas Investment; PAG; Willing Capital; Pinpoint Asset; Q Fund; Neo Criterion Capital; UG Investment; Bell Asset; Artisan Partners; Cathay Securities Investment Trust; Franklin Templeton; GF Fund; Pala Investments; Pine Summit; Luxence Capital; Qilin Asset; Maitri Asset;	Communicated on the business condition of the Company and the strategic orientation of development. No information was provided.	For more information, please see the investor relations activity list in http://www.cninfo.com.cn

				Horeal Investment; Jin Round Asset; GF Securities; Xu Shuli; Sang Hong		
January 17, 2020	Company meeting room	Field Investigation	Institution	E Fund	Communicated on the business condition of the Company and the strategic orientation of development. No information was provided.	For more information, please see the investor relations activity list in http://www.cninfo.com.cn
February 28, 2020	Company meeting room	Telephone communication	Institution, individual	Bridge River Capital; Essence Fund; CCBI Securities; Essence Securities; CLSA; Hangzhou White Rhino Asset Management; Chongyang Investment; AEON Insurance Asset Management; Elephas Investment; Baoying Fund; Franklin Templeton; Chengsheng Investment; HSBC; Purest Invest; IDG Capital; Stonelake Assets; JQ Asset; Yaode Investment; Manulife; Beixin Ruifeng Fund; Orchid Asia; Green Court Capital; Power Corporation of Canada; Dacheng Fund; Samsung AM; Dajia Insurance Group; Schroders; Shanghai Dajia Asset Management; Trinvest; Dayu Investment; TT Fund; Changde Dekun Asset Management; UBS; Dingxin Great Wall Fund; Willing Capital; Dingtian Investment; Fidelity International; Goldman Sachs; Gaoguan Investment; Everbright PGIM Fund; Yiheng Capital; Oriental Alpha Fund; Binyuan Capital; Oriental Harbor Investment Fund; Hangzhou Bingcheng Asset Management; Orient Fund; Shanghai Caitong Asset Management; Orient Securities; Ivy Assets; COAMC; Chensheng Assets; Soochow Fund; Chen Xiang Investment; Soochow Life Insurance; Shanghai Chengshi Asset Management; Dongxing Fund; Guangzhou Bingshen Investment; East Asia Qianhai Securities; Founder Securities; Dunyi Assets; Fujian Zheyuan Assets; Fangyuan Fund; Pramerica FOSUN Life Insurance;	Communicated on the planning and goals for the future development, the management reform, and the influence of the "Entity List" on the Company. No information was provided.	For more information, please see the investor relations activity list in http://www.cninfo.com.cn

			<p>Founder Securities; Fuanda Fund; Everbright Securities; ICBC International; GF Securities; Guhuai Capital Investment; GFI; Granford Capital; Guangzhou Shenrong Guajingxin Fund Management; CDB Securities; Guangzhou Jinyu Investment; Guolian Life Insurance; Haier Capital; Guosheng Securities; Haining Tenbagger Capital Investment; Guotai Junan Securities; Haitong Fund; Guotai Junan Securities (Hong Kong); Haitong Research Institute; Guotai Junan Asset Management; Haitong Securities; UBS SDIC; Eastspring Investments; CRHC; Zeal Asset Management; Guoyuan Securities; Hangzhou Jiulong Assets; Han Feng International Asset Management; Hanlun Investments; Haocheng Asset Management; Huajin Securities; Hengming Assets; Huaqin Technology; Hengyuan Capital; Huarong Securities; Hongshang Asset Management; Huashang Fund; Manulife Asset Management; China Future Capital Group; HSAM; Beijing Huatai New Industry Investment Fund; Hongjia Fund; China Wealth Management; Citibank; China AMC; Hua Chuang Securities; Hua Yuan Investment; HuaAn Funds; HSBC Bank; Harfor Funds; HSBC Jintrust Fund Management; Huajin Securities; Value Partners; HSBC Bank; Harvest Fund; China Universal Asset Management; CCB Life AMC; Chaos Investment; CCB Principal Asset Management; KYMCO Capital; Jiangsu High Hope International Group Asset Management Co., Ltd.; Jinta Investment; Jiangsu Winfast Investment; Jinxin Fund; UBS Group; Golden Eagle Fund; Cephei Capital Management (Hong Kong) Limited; Goldstate Capital FMC.; Qingding Assets; Greenwoods Assets; Rongtong Capital; Invesco Great Wall Fund Management; Brilland Capital; JT Asset Management; Credit Suisse Securities;</p>	
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				<p>Juxin Holdings; Qingding Assets; Jueyuan Investment; Capital Securities; Jundao Assets; Xiamen International Trade Group; Junhe Capital; PinPOINT Investment; Wideview Asset; Botong Investment; Lexiang Wealth; Shanghai Amyfund Management; Lijing Capital; Seastar Asset; Luopan Capital; Shanghai Hantan Capital; Macquarie Securities; Haoqing Asset Management; Minsheng Securities; Shanghai JiYuan Asset Management; JP Morgan; Shanghai Lizhen Investment; Morgan Stanley; Brilliant Fortune; Lion Fund; Shanghai Maiqike Co., Ltd.; Nuode Fund; Shanghai Senjin Investment; CSOP Asset Management; Shanghai Snowball Capital Management; Nanhua Fund; Shanghai Yingshui Investment; ABC-CA Fund Management; IDEO; Panjing Investment; Topfund Investment; Penghua Fund Management; Shanghai Securities; Ping An Securities; China International Fund Management; Ping An Securities Asset Management Department; Shenwan Hongyuan Securities; Ping An Fund; Shenzhen Hillview Capital Management; Ping An Bank; Xishan Capital; Shenzhen Valuebed Investment Ltd.; Alphalex Capital Management Limited; Shenzhen Jinyang Investment Fund; Mega Trust; Shenzhen Intewise Capital; Shun Shi International Investment; Shenzhen Longteng Asset Management; CPIC; Tianfeng Securities; Flying Tiger; Taikang Asset; Yide Investment; First-trust Fund; Yinhao Capital; Wanlian Securities; Yinhua Fund; Wanggong Assets; Ginkgo Global Partners; Atlantis Investment; Yingda Securities; Li Lailun; Lv Weizhi; Wu Da; Zhou Hang; Zhang Zuoxing; Deng Huanyu; Cheng Wei; Hu Fei; Liu Rongzeng; Wang Pingran</p>		
April 3, 2020	Company meeting room	Telephone comm	Institution, individual	<p>BROAD PEAK; Willing Capital; Citi; Aberdeen Standard Investments; CLSA; Essence Securities; Compass Capital;</p>	Communicated on the businesses at	For more information, please see the

		unicat ion	al	Chengsheng Investment; cyberatlas capital; Fengpei Capital LLC; IDC; APS Investment; Manulife; Green Court Capital; NSR; Binyuan Capital; Omdia; North Industries Group Finance Company Ltd.; Uob; Botong Investment; Boyuan Fund Management; Dajia Asset Management; Cailian Press; Dazheng Asset Management; Ivy Assets; Springs Capital; Chensheng Asset; Franklin Templeton Investments; Chen Xiang Investment; DJ Capital; Chengtong Fund Management; Dingtian Investment; Chuancai Securities; Oriental Alpha Fund; TruValue Asset Management; Orient Fund; Purekind Fund; Eastern Marathon; Dacheng Fund; Orient Securities; Orient Securities Assets Management; Donghai Funds; Dongrong Private Equity Fund Management Co., Ltd.; Gaosheng Asset Management; Soochow Life Insurance; Geyi Investment Management; East Asia Qianhai Securities; ICBC International; Oceanwide Investment; GF Fund Management; Founder Securities; Guangfa Securities; Shenzhen Hillview Capital Management; Guangzheng Hang Seng Securities; Fuanda Fund; Shinecapital Partnership; Fubon Securities; Guodu Securities; Fidelity International; Gfund; Goldman Sachs; CPIC Fund Management; Guolian Life Insurance; Hanlun Investment; Gowin AMC; Hawking Capital Management; Guosheng Securities; Hangzhou Binghuai Asset Management; China Life AMP Asset Management; Hangzhou Long Assets; Guotai Asset Management; Hangzhou Weili; Guotai Junan Securities; Hekun Asset; CRHC; Hony Horizon Fund; Guoyuan Securities; Hongta Securities; Haicheng Investment; Hotland Innovation Asset Management; Haitong Securities; Hongsheng Asset Management; Hongjia Fund; HSBC Jintrust Fund Management; Huaan Securities; HSBC Bank; Huachen	home and abroad and the influence of the pandemic on the Company. No information was provided.	investor relations activity list in http://www.cninfo.com.cn
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			<p>Mirae Asset Management; Huili Asset Management; Huachuang Securities; China Universal Asset Management; Harfor Funds; Huihong Asset; Huajin Securities; Value Partners; Huatai Securities; Huichuang Fuxiang Investment; China Future Capital Group; Chaos Investment; Power Corporation of Canada; Jiangsu Winfast Investment; Harvest Fund; KYMCO Capital; CCB Pension Management; Golden Eagle Fund; Greenwoods Assets; Meiyuan Group; Junhe Capital; Minsheng Securities; Kendall Square Capital; River Fund; Wideview Asset; JP Morgan; Kunlun Fund; Morgan Stanley; Lexiang Wealth; Ninestar Fund; Luzhou Shengdu Investment; Southern Asset Management; Marco Polo Pure Asset Management; Double Safeguard Asset Management; Macquarie Securities; Nan Shan Life Insurance; Meishuo Electric Technology; ABC-CA Fund Management; Nuode Fund; Credit Suisse; Penghua Fund Management; Credit Suisse Founder Securities; First Seafont Fund; Credit Suisse Securities; Foresea Life Insurance; Ruixing Investment; Qianhai Yuehong Financial Investment; UBS Securities; Bridge River Capital; Foresight Fund; PhoenixTree Capital; Sumitomo Mitsui Asset Management; Capital Securities; Samsung Asset Management; Brilland Capital; Shanghai Senjin Investment Management; Beixin Ruifeng Fund Management; Shanyuan Investment Management; Shanghai Geyi Investment; Shenzhen Huaqiang Asset Management; Shanghai Life Insurance; Shennong Investment; Mega Trust; Sino-Life Insurance Asset Management; Shanghai Zhongyu Asset Management; BOCOM Schroders; Chasecloud Asset; Tenbagger Capital; China International Fund Management; CPIC Asset Management; Shangke</p>	
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			<p>Investment; CPIC Asset Management; Shenwan Hongyuan Group; First-trust Fund; SWS MU Fund Management; Sunshine Capital; Shenzhen Dingcheng Investment Management; Investec Asset Management; Tianfeng Securities; FutureX Capital; Tongben Investment; New Times Securities; Wanjia Asset Management; Xinyuan Asset Management; Upright Asset; Cinda Securities; Western Leadbank FMC; Aegon-Industrial Fund; Western Securities; Industrial Securities ; Atlantis Investment; Industrial Securities Asset Management; Xiangcai Securities; Xiulong Wealth; New China Asset; Symbol Investment; Xihuoli Capital Investment; Xunyuan Asset Management; Newbridge Capital; Asia-Pacific Property & Casualty Insurance Co., Ltd.; Asia-Pacific P&C; Topfund Investment Management; E Fund; Winsure Capital; Yixin'an Asset Management; Yuhui Capital; Easyfunds; Golden Trust Sinopac Fund Management; Yide Investment; Yuancheng Investment; Yiheng Capital; Zeming Investment; Ginkgo Global Partners; Zequan Investment; Silver Leaf; Great Wall Life Insurance; Infore Capital; Great Wall Securities; Yongrui Fortune Investment Management; Changjian Investment Management; Changjiang Pension; Zhong'an Xinlian; Changjiang Asset Management; Zhong'an Xinlian Technology; Long-term Investment; China Life Insurance; Changxin Asset Management; Bob-Cardif Life; China Merchants Fund; China Insurance; China Merchants Bank; Bank of Beijing Scotiabank Asset Management; China Merchants Securities; CICC Wealth Management; Zhejiang Shanyuan Investment Management; China International Capital Corporation; Zheshang Fund; CS Richland Asset; Dongguan Zhensi Electronics; Zhongrong Fund;</p>	
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				Zhongtai Securities; CITIC Private Equity Funds Management; CITIC Prudential Life; China Securities; CITIC Capital; China Bond; BOC International; Chongyang Investment; CRAMC; Rosefinch Fund; CITIC Securities; Ning Shuang; Song Jun; Chen Ji; Deng Changqing; Gu Youping; Huang Zihan; Lin Hongbo; Lu Wei; Wang Pingran; Xie Xincang; Xu Zhao; Lin Kai		
April 28, 2020	Company meeting room	Telephone communication	Institution, individual	Esr Invenstment; JP Morgan; Franklin Templeton; Morgan Stanley Real Estate Fund; SCHRODERS; Norway Sovereign Wealth Fund; Torq Capital Management; Penghua Fund Management; Aberdeen Standard Investments; Capital Securities; Essence Securities; Ren Bridge Asset Management; APS Investment; Brilland Capital; Green Court Capital; Ruifeng; Binyuan Capital; UBP Asset Management Asia Limited; Bingshen Investment; Credit Suisse; Purekind Fund; Credit Suisse Securities; Datong Investment; UBS; Dacheng Fund; Foresight Fund; DJ Capital; Cephei Capital Management (Hong Kong) Limited; Dingtian Investment; Sumitomo Mitsui Asset Management; Orient Fund; Shanyuan Investment Management; Orient Securities; Botong Investment; Dongxing Securities; CS Capital; Dongxing Securities; Wideview Asset; Fangyuan Tiancheng Asset Management; Linfu Investment Management; Founder Securities; Purest Assets; Shenzhen Hillview Capital Management; Shanghai Senjin Investment; Fuanda Fund; Shanghai Tanyi; Fordham Funds Management Company; Shanghai Yijinghui Asset Management; Goldman Sachs; Shanghai Zhongyu Investment; Gosuncn Technology; Chasecloud Asset; Everbright Securities; China International Fund Management; Guangdong Baoxin Assets; Shangke Investment; Guangfa Securities; Shenwan Hongyuan Securities Research; Guangzheng Hang Seng	Communicated on the enhancement of the Company's competitiveness, and the transformation and layout of the Company for the future. No information was provided.	For more information, please see the investor relations activity list in http://www.cninfo.com.cn

			<p>Securities; Tsing-Yuan Capital; Long-term Investment; Shenmao Fund Management; Guodu Securities; Tenbagger Capital; Sealand Securities; Taikang Asset Management; Gfund; Western Securities; CPIC Fund Management; New China Asset; Guosheng Securities; Xinhuali Capital Investment; Guotai Junan Securities; New Bridge Capital; UBS SDIC; New Times Securities; Guoyuan Securities; New Times Securities; Haitong International Fund; Xinyuan Asset Management; Haitong International Securities; Cinda Securities; Haitong Securities; Aegon-Industrial Fund; Zeal Asset Management; Industrial Securities; Haocheng Asset Management; Aegon-Industrial Fund; Hekun Capital; Xiulong Wealth; Hongta Securities; Symbol Investment; Hotland Innovation Asset Management; Easyfunds; Hua An Fund Management; Yiheng Capital; Huajin Securities; Infore Capital; Huatai Securities; Alltrust Insurance; China Future Capital Group; Cloudview Capital; HSBC Bank; Zequan Investment; China Universal Asset Management; Great Wall Securities; CCB International; Changjiang Securities; Jiangsu Winfast Investment; Changjiang Capital; Ninety One Assets; Changsheng Fund Management; Greenwoods Assets; Changxin Asset Management; Jiucheng Capital Management; China Merchants Securities; JT Asset Management; CMB Wealth Management; Juxin Holdings; Zhejiang Shanyuan Investment Management; Jupai Holdings Limited; Trustbridge Partners; Kingseed Capital; China Galaxy Securities; Junhe Capital; CICC Wealth Management; Ningbo Kwung's Investment Holding; China International Capital Corporation; Kunlun Fund; CICC Capital; Luopan Capital; Zhongtai Securities; Macquarie Securities; CITIC Securities; River Fund; CITIC AMC;</p>	
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				CITIC Capital; Chen Dazhang; Chen Ji; Ji Xinyue		
May 12, 2020	Company meeting room	Field Investigation	Institution, individual	Jintai Futures; Zhonglian Asset Management; Chuancai Securities; Yujun Venture Capital Management; Shanghai Kaifan Investment Management; Ruoxi Investment Management; Caitong Securities; Hangzhou Zhongyu Investment Management; Shanghai Jianlong Asset Management; Hangzhou Long Assets; Chasecloud Asset; Mingyue Asset Management; Guanglong Investment; Wang Huanming; Luo Yichen	Communicated on the influence of infrared temperature detection products on the business and the internal reform of the Company. No information was provided.	For more information, please see the investor relations activity list in http://www.cninfo.com.cn
September 4, 2020	Company meeting room	Field Investigation	Institution	Haitong International Securities Group; Orchid Asia; Malaysian Government Investment; Q Fund; Heqi Investment	Communicated on the business and financial condition of the Company. No information was provided.	For more information, please see the investor relations activity list in http://www.cninfo.com.cn
September 7, 2020	Company meeting room	Field Investigation	Institution	Zheshang Fund; Wukong Investment; Kaifeng Investment; Chuancai Securities; China International Fund Management; Tong'an Investment; Guosen Securities; Jingling Fund; BOC International; Shenzhen Hillview Capital Management; Sino Life AMC; Rongtong Fund; Guotai Junan Securities	Communicated on the business and financial condition of the Company. No information was provided.	For more information, please see the investor relations activity list in http://www.cninfo.com.cn

Section IV Financial Statements

I. Financial Statements

1. Consolidated Balance Sheet

Prepared by: Zhejiang Dahua Technology Co., Ltd.

September 30, 2020

Unit: RMB

Item	September 30, 2020	December 31, 2019
Current Assets:		
Cash and Bank Balances	4,973,315,668.21	3,084,428,970.43
Deposit Reservation for Balance		
Loans to Banks and Other Financial Institutions		
Trading Financial Assets	101,311,780.81	
Derivative Financial Assets		
Notes receivable		
Accounts receivable	11,891,637,657.33	13,241,196,380.65
Receivables Financing	933,642,435.52	1,086,017,357.90
Prepayments	133,288,396.34	128,182,099.47
Premium Receivable		
Reinsurance Accounts Receivable		
Reinsurance Contract Reserves Receivable		
Other Receivables	899,674,638.18	408,776,610.17
Including: interest receivable		
Dividends Receivable		
Buying Back the Sale of Financial Assets		
Inventory	5,101,544,457.02	3,839,810,704.33
Contract Assets	67,504,163.31	
Holding for-sale assets		

Non-current Assets Due within 1 Year	908,638,473.18	630,717,329.58
Other Current Assets	753,797,857.40	556,311,770.08
Subtotal of Current Assets	25,764,355,527.30	22,975,441,222.61
Non-current Assets:		
Granting of loans and advances		
Investment in Creditor's Rights		
Investment in Other Creditor's Rights		
Long-term Receivables	2,133,221,838.79	2,568,442,030.19
Long-term Equity Investment	466,862,591.06	490,731,236.85
Investment in Other Equity Instruments		
Other Non-current Financial Assets	189,937,851.78	67,213,489.43
Investment Property	330,562,474.78	336,181,589.99
Fixed Assets	1,485,775,957.02	1,522,463,368.83
Projects under Construction	951,858,531.00	435,757,406.90
Productive Biological Assets		
Oil and gas assets		
Right-of-use Assets		
Intangible Assets	407,259,993.53	411,758,785.31
Development Expenditure		
Goodwill	42,685,490.30	42,685,490.30
Long-term Prepaid Expenses	33,334,263.25	37,311,198.19
Deferred Income Tax Assets	730,012,719.53	668,058,558.83
Other Non-current Assets	19,136,289.12	8,605,835.50
Subtotal of Non-current Assets	6,790,648,000.16	6,589,208,990.32
Total Assets	32,555,003,527.46	29,564,650,212.93
Current Liabilities:		
Short-term loan	600,354,375.01	400,323,888.90
Borrowings from the Central Bank		
Borrowings from Banks and Other Financial Institutions		
Transactional financial liabilities		

Derivative Financial Liabilities		
Notes Payable	2,117,359,016.13	3,807,292,795.07
Accounts Payable	5,248,462,079.91	4,290,253,501.81
Received Prepayments		375,521,795.82
Contract liabilities	708,604,476.22	
Financial Assets Sold for Repurchase		
Deposit Taking and Interbank Deposit		
Receiving from Vicariously Traded Securities		
Receiving from Vicariously Sold Securities		
Payroll payable	1,192,433,288.65	1,582,368,359.30
Tax Payable	615,226,447.64	813,357,471.37
Other Payables	923,027,707.66	1,163,915,713.24
Including: interest payable		
Dividends Payable	13,213,039.80	9,454,479.13
Service Charge and Commission Payable		
Reinsurance Accounts Payable		
Holding for-sale liabilities		
Non-current Liabilities Due within 1 Year	427,059,297.25	26,993,755.57
Other Current Liabilities	97,960,782.01	71,233,107.93
Subtotal of Current Liabilities	11,930,487,470.48	12,531,260,389.01
Non-current Liabilities:		
Insurance Contract Reserves		
Long-term loan	878,500,000.00	153,500,000.00
Bonds Payable		
Including: Preferred Stocks		
Perpetual Bonds		
Lease Liabilities		
Long-term Payables		
Long-term payroll payable		
Expected Liabilities	303,569,688.96	303,670,887.50

Deferred Income	112,179,198.19	117,210,761.34
Deferred Income Tax Liabilities	50,591,063.64	50,565,095.68
Other Non-current Liabilities	367,093,261.92	432,275,367.74
Subtotal of Non-current Liabilities	1,711,933,212.71	1,057,222,112.26
Total Liabilities	13,642,420,683.19	13,588,482,501.27
Shareholders' Equity:		
Share Capital	2,996,642,850.00	3,003,713,230.00
Other Equity Instruments		
Including: Preferred Stocks		
Perpetual Bonds		
Capital Reserves	1,851,052,525.03	1,882,855,119.53
Less: Treasury Share	590,524,304.56	1,057,584,258.31
Other Comprehensive Incomes	38,830,238.26	12,308,276.23
Special Reserves		
Surplus Reserves	1,553,691,005.92	1,553,691,005.92
General Risk Reserves		
Undistributed Profits	12,677,030,852.16	10,248,023,654.54
Total Shareholders' Equity Attributable to the Parent Company	18,526,723,166.81	15,643,007,027.91
Minority Shareholders' Equity	385,859,677.46	333,160,683.75
Total Shareholders' Equity	18,912,582,844.27	15,976,167,711.66
Total Liabilities and Shareholders' Equity	32,555,003,527.46	29,564,650,212.93

Legal representative: Fu Liquan Person in charge of accounting: Xu Qiaofen Person in charge of the accounting institution: Zhu Zhuling

2. Balance Sheet of the Parent Company

Unit: RMB

Item	September 30, 2020	December 31, 2019
Current Assets:		
Cash and Bank Balances	1,407,537,170.46	890,598,735.62
Trading Financial Assets		
Derivative Financial Assets		
Notes receivable		
Accounts receivable	3,866,379,489.85	8,450,364,515.05

Receivables Financing	231,916,420.39	841,427,888.19
Prepayments	37,043,037.09	30,501,431.44
Other Receivables	12,807,125,462.65	5,138,830,912.64
Including: interest receivable		
Dividends Receivable		
Inventory	202,217,960.77	124,904,729.01
Contract Assets		
Holding for-sale assets		
Non-current Assets Due within 1 Year	57,697,158.10	53,952,526.19
Other Current Assets	220,190,947.89	21,919,487.88
Subtotal of Current Assets	18,830,107,647.20	15,552,500,226.02
Non-current Assets:		
Investment in Creditor's Rights		
Investment in Other Creditor's Rights		
Long-term Receivables	133,499,230.11	137,284,594.67
Long-term Equity Investment	3,605,230,129.72	3,523,259,061.78
Investment in Other Equity Instruments		
Other Non-current Financial Assets	185,703,750.03	62,979,387.68
Investment Property	174,624,532.77	187,756,594.11
Fixed Assets	565,375,861.59	536,909,246.66
Projects under Construction	401,101,520.49	203,836,998.96
Productive Biological Assets		
Oil and gas assets		
Right-of-use Assets		
Intangible Assets	158,007,956.58	168,215,377.39
Development Expenditure		
Goodwill		
Long-term Prepaid Expenses	21,676,594.42	26,687,122.32
Deferred Income Tax Assets	122,102,330.97	131,503,372.44
Other Non-current Assets	2,092,042.58	1,964,757.00
Subtotal of Non-current Assets	5,369,413,949.26	4,980,396,513.01

Total Assets	24,199,521,596.46	20,532,896,739.03
Current Liabilities:		
Short-term loan	600,354,375.01	400,323,888.90
Transactional financial liabilities		
Derivative Financial Liabilities		
Notes Payable	284,269,924.97	302,168,249.70
Accounts Payable	742,527,492.97	948,348,622.52
Received Prepayments		181,462,746.37
Contract liabilities	80,826,755.99	
Payroll payable	819,159,015.21	1,078,396,381.39
Tax Payable	421,295,694.53	460,577,509.52
Other Payables	982,020,349.62	1,363,740,346.75
Including: interest payable		
Dividends Payable	13,213,039.80	9,454,479.13
Holding for-sale liabilities		
Non-current Liabilities Due within 1 Year	400,605,000.00	
Other Current Liabilities	5,219,843.83	5,892,364.82
Subtotal of Current Liabilities	4,336,278,452.13	4,740,910,109.97
Non-current Liabilities:		
Long-term loan	750,000,000.00	
Bonds Payable		
Including: Preferred Stocks		
Perpetual Bonds		
Lease Liabilities		
Long-term Payables		
Long-term payroll payable		
Expected Liabilities	8,532,408.04	9,735,157.34
Deferred Income		
Deferred Income Tax Liabilities	3,520,357.01	1,297,719.64
Other Non-current Liabilities	13,049,716.55	16,155,036.85
Subtotal of Non-current Liabilities	775,102,481.60	27,187,913.83
Total Liabilities	5,111,380,933.73	4,768,098,023.80
Shareholders' Equity:		

Share Capital	2,996,642,850.00	3,003,713,230.00
Other Equity Instruments		
Including: Preferred Stocks		
Perpetual Bonds		
Capital Reserves	1,839,927,321.61	1,867,489,901.04
Less: Treasury Share	590,524,304.56	1,057,584,258.31
Other Comprehensive Incomes		
Special Reserves		
Surplus Reserves	1,553,691,005.92	1,553,691,005.92
Undistributed Profits	13,288,403,789.76	10,397,488,836.58
Total Shareholders' Equity	19,088,140,662.73	15,764,798,715.23
Total Liabilities and Shareholders' Equity	24,199,521,596.46	20,532,896,739.03

3. Consolidated Income Statement of This Reporting Period

Unit: RMB

Item	This Period's Amount of Occurrence	Previous Period's Amount of Occurrence
I. Total Operating Revenue	6,327,875,819.49	5,621,668,726.34
Including: Operating Revenue	6,327,875,819.49	5,621,668,726.34
Interest Income		
Earned Premiums		
Service Charge and Commission Income		
II. Total Operating Cost	6,010,421,371.39	5,191,296,726.66
Including: Operating Cost	3,793,778,948.43	3,253,454,590.62
Interest Expenditures		
Service Charge and Commission Expenses		
Surrender Value		
Net Claims Paid		
The Net Amount Withdrawn for Insurance Liability Reserves		
Policyholder Dividend Expense		

Reinsurance Cost		
Taxes and Surcharges	46,083,242.90	37,126,748.19
Sales Expenses	996,040,994.43	1,000,254,942.06
Administration Expenses	204,814,956.72	212,675,785.58
Research and Development Expenses	771,449,755.39	777,438,286.97
Financial Expenses	198,253,473.52	-89,653,626.76
Including: interest expenses	15,403,536.68	34,207,254.30
Interest Income	36,273,435.61	54,494,942.28
Add: Other income	236,103,588.49	194,077,637.71
Investment Income (Mark "-" for Loss)	1,108,809,738.32	18,610,281.21
Including: Investment Income from Affiliates and Joint Ventures	-32,422,921.88	-60,323.75
Profits from recognition Termination of Financial Assets at Amortized Cost		
Exchange Gains (Mark "-" for Losses)		
Profit of Net Exposure Hedging (Mark "-" for Loss)		
Incomes from changes in fair value (losses marked with "-")	-1,120,000.01	-7,039,656.80
Credit Impairment Losses (Mark "-" for Loss)	-129,316,138.20	-51,555,026.88
Asset Impairment Losses (Mark "-" for Loss)	-63,389,628.15	-1,503,079.62
Asset Disposal Income (Mark "-" for Loss)	58,059.67	-30,929.16
III. Operating Profit (Mark "-" for Loss)	1,468,600,068.22	582,931,226.14
Add: Non-operating Revenues	1,975,998.66	3,152,484.26
Less: Non-operating Expenses	1,107,138.92	352,012.78
IV. Total Profit (Mark "-" for Total Loss)	1,469,468,927.96	585,731,697.62
Less: Income Tax Expense	21,515,416.81	-40,088,484.83
V. Net Profit (Mark "-" for Net Loss)	1,447,953,511.15	625,820,182.45

i. Classified by operation continuity		
1. Net Profit as a Going Concern (Mark "-" for Net Loss)	1,447,953,511.15	625,820,182.45
2. Net Profit of Discontinued Operation (Mark "-" for Net Loss)		
ii. Classified by the attribution of ownership		
1. Net Profit Attributable to the Parent Company's Owner	1,456,149,999.41	638,471,475.06
2. Minority Shareholders' Profit and Loss	-8,196,488.26	-12,651,292.61
VI. Net Amount of Other Comprehensive Incomes after Tax	24,683,216.60	-4,707,760.24
Net Amount of Other Comprehensive Incomes after Tax Attributable to the Parent Company's Owner	24,683,216.60	-4,707,760.24
(1) Other comprehensive income that cannot be reclassified as P/L		
1. Re-measure the variation of the defined benefit plan		
2. Other comprehensive income that cannot be transferred to P/L under the equity method		
3. Changes in the fair value of investment in other equity instruments		
4. Changes in the fair value of the credit risk of the enterprise		
5. Others		
(2) Other comprehensive income that will be reclassified as P/L	24,683,216.60	-4,707,760.24
1. Other comprehensive income that can be transferred to P/L under the equity method		
2. Changes in the fair value of investment in other creditor's rights		

3. Financial assets reclassified into other comprehensive income		
4. Provisions for the credit impairment of investment in other creditor's rights		
5. Cash flow hedge reserves		
6. Currency translation difference	24,683,216.60	-4,707,760.24
7. Others		
Net Amount of Other Comprehensive Incomes After Tax Attributable to Minority Shareholders		
VII. Total Comprehensive Income	1,472,636,727.75	621,112,422.21
Total Comprehensive Income Attributable to the Parent Company's Owner	1,480,833,216.01	633,763,714.82
Total Comprehensive Income Attributable to Minority Shareholders	-8,196,488.26	-12,651,292.61
VIII. Earnings per Share:		
(I) Basic Earnings per Share	0.50	0.22
(II) Diluted Earnings per Share	0.50	0.22

Legal representative: Fu Liqun Person in charge of accounting: Xu Qiaofen Person in charge of the accounting institution: Zhu Zhuling

4. Income Statement of the Parent Company in This Reporting Period

Unit: RMB

Item	This Period's Amount of Occurrence	Previous Period's Amount of Occurrence
I. Operating Revenue	2,210,187,678.77	2,083,600,346.73
Less: Operating Cost	320,950,129.11	214,105,635.09
Taxes and Surcharges	32,197,335.40	27,934,138.20
Sales Expenses	409,931,829.81	484,641,161.29
Administration expenses	116,917,539.16	130,526,564.44
Research and development expense	579,568,253.78	649,266,390.42
Financial Expenses	6,284,226.93	1,735,618.92

Including: interest expenses	14,616,043.02	22,964,335.86
Interest Income	10,238,963.41	21,446,503.60
Add: Other income	185,793,214.17	133,795,590.92
Investment Income (Mark "-" for Loss)	1,101,011,921.52	1,217,993.97
Including: Investment Income from Affiliates and Joint Ventures	-32,422,921.88	145,189.01
Profits from recognition Termination of Financial Assets at Amortized Cost		
Profit of Net Exposure Hedging (Mark "-" for Loss)		
Incomes from changes in fair value (losses marked with "-")	-2,027,397.26	
Credit Impairment Losses (Mark "-" for Loss)	-34,072,268.45	-5,976,465.73
Asset Impairment Losses (Mark "-" for Loss)	-1,862,743.39	
Asset Disposal Income (Mark "-" for Loss)	102,554,030.89	
II. Operating Profit (Mark "-" for Loss)	2,095,735,122.06	704,427,957.53
Add: Non-operating Revenues	433,541.85	2,290,786.72
Less: Non-operating Expenses	218,954.57	128,305.79
III. Total Profit (Mark "-" for Total Loss)	2,095,949,709.34	706,590,438.46
Less: Income Tax Expense	149,525,346.64	-42,457,832.18
IV. Net Profit (Mark "-" for Net Loss)	1,946,424,362.70	749,048,270.64
(I) Net Profit as a Going Concern (Mark "-" for Net Loss)	1,946,424,362.70	749,048,270.64
(II) Net Profit of Discontinued Operation (Mark "-" for Net Loss)		
V. Net Amount of Other Comprehensive Incomes After Tax		
(1) Other comprehensive income that cannot be reclassified		

as P/L		
1. Re-measure the variation of the defined benefit plan		
2. Other comprehensive income that cannot be transferred to P/L under the equity method		
3. Changes in the fair value of investment in other equity instruments		
4. Changes in the fair value of the credit risk of the enterprise		
5. Others		
(2) Other comprehensive income that will be reclassified as P/L		
1. Other comprehensive income that can be transferred to P/L under the equity method		
2. Changes in the fair value of investment in other creditor's rights		
3. Financial assets reclassified into other comprehensive income		
4. Provisions for the credit impairment of investment in other creditor's rights		
5. Cash flow hedge reserves		
6. Currency translation difference		
7. Others		
VI. Total Comprehensive Income	1,946,424,362.70	749,048,270.64
VII. Earnings per Share:		
(I) Basic Earnings per Share	0.67	0.26
(II) Diluted Earnings per Share	0.67	0.26

5. Consolidated Income Statement from the Beginning of the Year to the End of the Reporting Period

Unit: RMB

Item	This Period's Amount of Occurrence	Previous Period's Amount of Occurrence
I. Total Operating Revenue	16,166,204,673.11	16,428,235,097.23
Including: Operating Revenue	16,166,204,673.11	16,428,235,097.23
Interest Income		
Earned Premiums		
Service Charge and Commission Income		
II. Total Operating Cost	14,615,868,742.24	14,841,856,899.77
Including: Operating Cost	8,893,029,099.00	9,696,883,741.65
Interest Expenditures		
Service Charge and Commission Expenses		
Surrender Value		
Net Claims Paid		
The Net Amount Withdrawn for Insurance Liability Reserves		
Policyholder Dividend Expense		
Reinsurance Cost		
Taxes and Surcharges	101,226,426.00	101,317,597.41
Sales Expenses	2,801,268,128.70	2,539,969,197.39
Administration expenses	560,596,447.94	559,594,952.94
Research and development expense	2,086,062,696.34	2,022,699,488.74
Financial Expenses	173,685,944.26	-78,608,078.36
Including: interest expenses	52,037,364.71	110,544,575.72
Interest Income	118,510,356.09	135,645,132.09
Add: Other income	694,649,909.73	620,999,154.79
Investment Income (Mark "-" for Loss)	1,076,630,992.13	12,919,278.92
Including: Investment	-76,758,388.98	-608,947.68

Income from Affiliates and Joint Ventures		
Profits from recognition Termination of Financial Assets at Amortized Cost		
Exchange Gains (Mark "-" for Losses)		
Profit of Net Exposure Hedging (Mark "-" for Loss)		
Incomes from changes in fair value (losses marked with "-")	15,889,143.16	38,409,531.36
Credit Impairment Losses (Mark "-" for Loss)	-217,078,819.11	-215,236,533.37
Asset Impairment Losses (Mark "-" for Loss)	-105,692,735.50	-100,277,266.24
Asset Disposal Income (Mark "-" for Loss)	68,366.98	417,686.67
III. Operating Profit (Mark "-" for Loss)	3,014,802,788.26	1,943,610,049.59
Add: Non-operating Revenues	8,100,433.16	11,666,319.32
Less: Non-operating Expenses	13,141,979.08	1,709,111.33
IV. Total Profit (Mark "-" for Total Loss)	3,009,761,242.34	1,953,567,257.58
Less: Income Tax Expense	191,074,833.54	123,084,881.14
V. Net Profit (Mark "-" for Net Loss)	2,818,686,408.80	1,830,482,376.44
i. Classified by operation continuity		
1. Net Profit as a Going Concern (Mark "-" for Net Loss)	2,818,686,408.80	1,830,482,376.44
2. Net Profit of Discontinued Operation (Mark "-" for Net Loss)		
ii. Classified by the attribution of ownership		
1. Net Profit Attributable to the Parent Company's Owner	2,825,124,363.85	1,877,352,423.80
2. Minority Shareholders' Profit and Loss	-6,437,955.05	-46,870,047.36
VI. Net Amount of Other Comprehensive Incomes after Tax	26,522,004.96	-5,425,937.54
Net Amount of Other Comprehensive Incomes after Tax	26,521,962.03	-5,426,015.84

Attributable to the Parent Company's Owner		
(1) Other comprehensive income that cannot be reclassified as P/L		
1. Re-measure the variation of the defined benefit plan		
2. Other comprehensive income that cannot be transferred to P/L under the equity method		
3. Changes in the fair value of investment in other equity instruments		
4. Changes in the fair value of the credit risk of the enterprise		
5. Others		
(2) Other comprehensive income that will be reclassified as P/L	26,521,962.03	-5,426,015.84
1. Other comprehensive income that can be transferred to P/L under the equity method		
2. Changes in the fair value of investment in other creditor's rights		
3. Financial assets reclassified into other comprehensive income		
4. Provisions for the credit impairment of investment in other creditor's rights		
5. Cash flow hedge reserves		
6. Currency translation difference	26,521,962.03	-5,426,015.84
7. Others		
Net Amount of Other Comprehensive Incomes After Tax Attributable to Minority Shareholders	42.93	78.30
VII. Total Comprehensive Income	2,845,208,413.76	1,825,056,438.90

Total Comprehensive Income Attributable to the Parent Company's Owner	2,851,646,325.88	1,871,926,407.96
Total Comprehensive Income Attributable to Minority Shareholders	-6,437,912.12	-46,869,969.06
VIII. Earnings per Share:		
(I) Basic Earnings per Share	0.97	0.64
(II) Diluted Earnings per Share	0.97	0.64

Legal representative: Fu Liqian Person in charge of accounting: Xu Qiaofen Person in charge of the accounting institution: Zhu Zhuling

6. Income Statement of the Parent Company from the Beginning of the Year to the End of the Reporting Period

Unit: RMB

Item	This Period's Amount of Occurrence	Previous Period's Amount of Occurrence
I. Operating Revenue	5,835,173,008.72	5,364,804,306.59
Less: Operating Cost	785,249,699.32	583,454,039.07
Taxes and Surcharges	69,983,217.94	71,739,441.76
Sales Expenses	1,173,787,416.79	1,259,338,762.54
Administration expenses	326,762,154.36	325,035,065.38
Research and development expense	1,626,838,897.91	1,696,538,553.42
Financial Expenses	11,918,445.89	34,135,408.00
Including: interest expenses	47,127,352.26	74,893,547.70
Interest Income	39,268,539.30	43,417,611.31
Add: Other income	570,450,734.74	522,021,134.08
Investment Income (Mark "-" for Loss)	1,063,377,259.88	10,958,084.29
Including: Investment Income from Affiliates and Joint Ventures	-77,575,289.88	138,092.47
Profits from recognition Termination of Financial Assets at Amortized Cost		
Profit of Net Exposure Hedging (Mark "-" for Loss)		

Incomes from changes in fair value (losses marked with "-")	14,577,362.35	
Credit Impairment Losses (Mark "-" for Loss)	-39,746,220.63	-16,577,286.08
Asset Impairment Losses (Mark "-" for Loss)	-6,559,191.25	
Asset Disposal Income (Mark "-" for Loss)	102,564,030.90	230,024.34
II. Operating Profit (Mark "-" for Loss)	3,545,297,152.50	1,911,194,993.05
Add: Non-operating Revenues	3,406,493.25	4,766,879.62
Less: Non-operating Expenses	6,274,640.59	828,984.67
III. Total Profit (Mark "-" for Total Loss)	3,542,429,005.16	1,915,132,888.00
Less: Income Tax Expense	255,396,885.75	39,489,265.06
IV. Net Profit (Mark "-" for Net Loss)	3,287,032,119.41	1,875,643,622.94
(I) Net Profit as a Going Concern (Mark "-" for Net Loss)	3,287,032,119.41	1,875,643,622.94
(II) Net Profit of Discontinued Operation (Mark "-" for Net Loss)		
V. Net Amount of Other Comprehensive Incomes After Tax		
(1) Other comprehensive income that cannot be reclassified as P/L		
1. Re-measure the variation of the defined benefit plan		
2. Other comprehensive income that cannot be transferred to P/L under the equity method		
3. Changes in the fair value of investment in other equity instruments		
4. Changes in the fair value of the credit risk of the enterprise		
5. Others		
(2) Other comprehensive income that will be reclassified as		

P/L		
1. Other comprehensive income that can be transferred to P/L under the equity method		
2. Changes in the fair value of investment in other creditor's rights		
3. Financial assets reclassified into other comprehensive income		
4. Provisions for the credit impairment of investment in other creditor's rights		
5. Cash flow hedge reserves		
6. Currency translation difference		
7. Others		
VI. Total Comprehensive Income	3,287,032,119.41	1,875,643,622.94
VII. Earnings per Share:		
(I) Basic Earnings per Share	1.13	0.64
(II) Diluted Earnings per Share	1.13	0.64

7. Consolidated Cash Flow Statement from the Beginning of the Year to the End of the Reporting Period

Unit: RMB

Item	This Period's Amount of Occurrence	Previous Period's Amount of Occurrence
I. Cash Flow Generated by Operational Activities:		
Cash from Sales of Merchandise and Provision of Services	19,198,302,426.38	16,730,049,636.83
Net Increase in Customer's Bank Deposits and Interbank Deposits		
Net Increase in Borrowings from the Central Bank		
Net Increase in Borrowings		

from Other Financial Institutions		
Cash Arising from Receiving Premiums for the Original Insurance Contract		
Net Amount Arising from Reinsurance Business		
Net Increase in Deposits and Investments from Policyholders		
Cash Arising from Interests, Service Charges and Commissions		
Net Increase in Borrowings from Banks and Other Financial Institutions		
Net Increase in Repurchase Business Funds		
Net Amount of Cash Received from the Vicariously Traded Securities		
Tax Refund	1,572,217,203.40	1,273,067,692.84
Other Received Cashes Related to Operational Activities	248,856,876.82	511,327,169.88
Subtotal of cash inflow from operational activities	21,019,376,506.60	18,514,444,499.55
Cash Paid for Merchandise and Services	12,357,110,067.90	12,421,483,664.69
Net Increase in Loans and Advances to Customers		
Net Increase in Deposits with Central Bank and Other Financial Institutions		
Cash Paid for Original Insurance Contract Claims		
Net increase of funds lent		
Cash Paid for Interests, Service Charges and Commissions		
Cash Paid for Policy Dividends		
Cash Paid to and for Employees	4,412,528,770.59	3,597,447,707.85
Cash Paid for Taxes and	1,602,848,395.17	1,266,038,737.35

Surcharges		
Other Paid Cashes Related to Operational Activities	1,378,932,526.92	1,767,711,341.90
Subtotal of cash outflow from operational activities	19,751,419,760.58	19,052,681,451.79
Net cash flow generated by operating activities	1,267,956,746.02	-538,236,952.24
II. Cash Flow from Investment Activities:		
Cash Arising from Disposal of Investments	1,013,800,000.00	
Cash Arising from Investment Incomes	15,466,185.40	10,459,991.82
Net Cash Arising from Disposal of Fixed Assets, Intangible Assets and Other Long-term Assets	1,174,856.98	4,594,633.81
Net Cash Arising from Disposal of Subsidiaries and Other Business Units	603,416,723.92	
Other Received Cashes Related to Investment Activities	87,990,213.91	23,496,710.65
Subtotal of cash inflow from investment activities	1,721,847,980.21	38,551,336.28
Cash Paid for Purchase and Construction of Fixed Assets, Intangible Assets and Other Long-term Assets	418,198,952.95	382,519,246.62
Cash Paid for Investments	1,495,244,946.22	13,200,000.00
Net Increase in Pledge Loans		
Net Cash Paid for Acquisition of Subsidiaries and Other Business Units		
Other Paid Cashes Related to Investment Activities	88,139,757.17	26,708,528.22
Subtotal of cash outflow from investment activities	2,001,583,656.34	422,427,774.84
Net amount of cash flow generated by investment activities	-279,735,676.13	-383,876,438.56
III. Cash Flow from Financing		

Activities:		
Cash Arising from Absorbing Investments	59,440,000.00	43,114,250.00
Including: Cash Arising from Subsidiaries Absorbing Investments by Minority Shareholders	59,440,000.00	43,114,250.00
Cash Arising from Borrowings	5,177,593,403.07	4,670,035,208.85
Other Received Cashes Related to Financing Activities	3,210,646,359.16	1,040,932,000.04
Subtotal of cash inflow from financing activities	8,447,679,762.23	5,754,081,458.89
Cash Paid for Debts Repayment	3,852,221,214.55	3,921,105,318.52
Cash Paid for Distribution of Dividends and Profits or Payment of Interests	435,782,912.96	381,086,344.23
Including: Dividends and Profits Paid to Minority Shareholders by Subsidiaries		
Other Paid Cashes Related to Financing Activities	2,931,254,424.60	1,276,872,441.04
Subtotal of cash outflow from financing activities	7,219,258,552.11	5,579,064,103.79
Net cash flow generated by financing activities	1,228,421,210.12	175,017,355.10
IV. Impact of Fluctuation in Exchange Rate on Cash and Cash Equivalents	-85,940,173.22	44,026,137.84
V. Net Increase in Cash and Cash Equivalents	2,130,702,106.79	-703,069,897.86
Add: Cash and Cash Equivalents at the Commencement of the Period	2,734,185,976.41	3,702,283,803.54
VI. Cash and Cash Equivalents at the End of the Period	4,864,888,083.20	2,999,213,905.68

8. Cash Flow Statement of the Parent Company from the Beginning of the Year to the End of the Reporting Period

Unit: RMB

Item	This Period's Amount of Occurrence	Previous Period's Amount of Occurrence
I. Cash Flow Generated by Operational Activities:		
Cash from Sales of Merchandise and Provision of Services	11,344,995,563.78	2,342,498,453.81
Tax Refund	558,921,683.17	456,671,994.80
Other Received Cashes Related to Operational Activities	97,708,194.94	106,391,951.81
Subtotal of cash inflow from operational activities	12,001,625,441.89	2,905,562,400.42
Cash Paid for Merchandise and Services	943,578,468.62	450,973,346.38
Cash Paid to and for Employees	2,611,274,062.96	2,238,092,627.31
Cash Paid for Taxes and Surcharges	940,216,994.36	872,684,753.09
Other Paid Cashes Related to Operational Activities	657,173,548.89	840,812,247.82
Subtotal of cash outflow from operational activities	5,152,243,074.83	4,402,562,974.60
Net cash flow generated by operating activities	6,849,382,367.06	-1,497,000,574.18
II. Cash Flow from Investment Activities:		
Cash Arising from Disposal of Investments	1,613,700,000.00	
Cash Arising from Investment Incomes	15,466,185.40	10,459,991.82
Net Cash Arising from Disposal of Fixed Assets, Intangible Assets and Other Long-term Assets	88,113,940.15	14,376,371.57
Net Cash Arising from Disposal of Subsidiaries and Other Business Units		
Other Received Cashes Related to Investment Activities	5,641,496.46	11,929,552.28
Subtotal of cash inflow from investment activities	1,722,921,622.01	36,765,915.67

Cash Paid for Purchase and Construction of Fixed Assets, Intangible Assets and Other Long-term Assets	194,655,200.01	157,802,380.37
Cash Paid for Investments	1,540,611,918.00	123,185,750.00
Net Cash Paid for Acquisition of Subsidiaries and Other Business Units		
Other Paid Cashes Related to Investment Activities		
Subtotal of cash outflow from investment activities	1,735,267,118.01	280,988,130.37
Net amount of cash flow generated by investment activities	-12,345,496.00	-244,222,214.70
III. Cash Flow from Financing Activities:		
Cash Arising from Absorbing Investments		
Cash Arising from Borrowings	3,478,639,728.69	1,963,462,853.53
Other Received Cashes Related to Financing Activities	1,993,842,082.29	3,926,000,253.84
Subtotal of cash inflow from financing activities	5,472,481,810.98	5,889,463,107.37
Cash Paid for Debts Repayment	2,128,639,728.69	1,423,462,853.53
Cash Paid for Distribution of Dividends and Profits or Payment of Interests	424,810,196.42	348,137,734.88
Other Paid Cashes Related to Financing Activities	9,236,403,137.10	2,678,522,588.68
Subtotal of cash outflow from financing activities	11,789,853,062.21	4,450,123,177.09
Net cash flow generated by financing activities	-6,317,371,251.23	1,439,339,930.28
IV. Impact of Fluctuation in Exchange Rate on Cash and Cash Equivalents	-150,480.91	-243,602.64
V. Net Increase in Cash and Cash Equivalents	519,515,138.92	-302,126,461.24

Add: Cash and Cash Equivalents at the Commencement of the Period	860,741,299.14	603,430,209.42
VI. Cash and Cash Equivalents at the End of the Period	1,380,256,438.06	301,303,748.18

II. Adjustments to the Financial Statements

1. The company implemented new revenue standards and new leasing standards for the first time since 2020, and adjusted the items related to financial statements at the beginning of the year.

Applicable Not applicable

Whether the accounts of the balance sheet at the beginning of the year shall be adjusted

Yes No

Consolidated Balance Sheet

Unit: RMB

Item	December 31, 2019	January 1, 2020	Adjusted amount
Current Assets:			
Cash and Bank Balances	3,084,428,970.43	3,084,428,970.43	
Deposit Reservation for Balance			
Loans to Banks and Other Financial Institutions			
Trading Financial Assets			
Derivative Financial Assets			
Notes receivable			
Accounts receivable	13,241,196,380.65	13,240,269,418.22	-926,962.43
Receivables Financing	1,086,017,357.90	1,086,017,357.90	
Prepayments	128,182,099.47	143,212,500.49	15,030,401.02
Premium Receivable			
Reinsurance Accounts Receivable			
Reinsurance Contract Reserves Receivable			

Other Receivables	408,776,610.17	408,776,610.17	
Including: interest receivable			
Dividends Receivable			
Buying Back the Sale of Financial Assets			
Inventory	3,839,810,704.33	3,839,810,704.33	
Contract Assets		926,962.43	926,962.43
Holding for-sale assets			
Non-current Assets Due within 1 Year	630,717,329.58	630,717,329.58	
Other Current Assets	556,311,770.08	569,164,987.09	12,853,217.01
Subtotal of Current Assets	22,975,441,222.61	23,003,324,840.64	27,883,618.03
Non-current Assets:			
Granting of loans and advances			
Investment in Creditor's Rights			
Investment in Other Creditor's Rights			
Long-term Receivables	2,568,442,030.19	2,568,442,030.19	
Long-term Equity Investment	490,731,236.85	490,731,236.85	
Investment in Other Equity Instruments			
Other Non-current Financial Assets	67,213,489.43	67,213,489.43	
Investment Property	336,181,589.99	336,181,589.99	
Fixed Assets	1,522,463,368.83	1,522,463,368.83	
Projects under Construction	435,757,406.90	435,757,406.90	
Productive Biological Assets			
Oil and gas assets			

Right-of-use Assets			
Intangible Assets	411,758,785.31	411,758,785.31	
Development Expenditure			
Goodwill	42,685,490.30	42,685,490.30	
Long-term Prepaid Expenses	37,311,198.19	37,311,198.19	
Deferred Income Tax Assets	668,058,558.83	668,058,558.83	
Other Non-current Assets	8,605,835.50	8,605,835.50	
Subtotal of Non-current Assets	6,589,208,990.32	6,589,208,990.32	
Total Assets	29,564,650,212.93	29,592,533,830.96	27,883,618.03
Current Liabilities:			
Short-term loan	400,323,888.90	400,323,888.90	
Borrowings from the Central Bank			
Borrowings from Banks and Other Financial Institutions			
Transactional financial liabilities			
Derivative Financial Liabilities			
Notes Payable	3,807,292,795.07	3,807,292,795.07	
Accounts Payable	4,290,253,501.81	4,290,253,501.81	
Received Prepayments	375,521,795.82		-375,521,795.82
Contract liabilities		334,045,746.26	334,045,746.26
Financial Assets Sold for Repurchase			
Deposit Taking and Interbank Deposit			
Receiving from Vicariously Traded Securities			
Receiving from			

Vicariously Sold Securities			
Payroll payable	1,582,368,359.30	1,582,368,359.30	
Tax Payable	813,357,471.37	869,863,921.95	56,506,450.58
Other Payables	1,163,915,713.24	1,163,915,713.24	
Including: interest payable			
Dividends Payable	9,454,479.13	9,454,479.13	
Service Charge and Commission Payable			
Reinsurance Accounts Payable			
Holding for-sale liabilities			
Non-current Liabilities Due within 1 Year	26,993,755.57	26,993,755.57	
Other Current Liabilities	71,233,107.93	71,233,107.93	
Subtotal of Current Liabilities	12,531,260,389.01	12,546,290,790.03	15,030,401.02
Non-current Liabilities:			
Insurance Contract Reserves			
Long-term loan	153,500,000.00	153,500,000.00	
Bonds Payable			
Including: Preferred Stocks			
Perpetual Bonds			
Lease Liabilities			
Long-term Payables			
Long-term payroll payable			
Expected Liabilities	303,670,887.50	316,524,104.51	12,853,217.01
Deferred Income	117,210,761.34	117,210,761.34	
Deferred Income Tax Liabilities	50,565,095.68	50,565,095.68	

Other Non-current Liabilities	432,275,367.74	432,275,367.74	
Subtotal of Non-current Liabilities	1,057,222,112.26	1,070,075,329.27	12,853,217.01
Total Liabilities	13,588,482,501.27	13,616,366,119.30	27,883,618.03
Shareholders' Equity:			
Share Capital	3,003,713,230.00	3,003,713,230.00	
Other Equity Instruments			
Including: Preferred Stocks			
Perpetual Bonds			
Capital Reserves	1,882,855,119.53	1,882,855,119.53	
Less: Treasury Share	1,057,584,258.31	1,057,584,258.31	
Other Comprehensive Incomes	12,308,276.23	12,308,276.23	
Special Reserves			
Surplus Reserves	1,553,691,005.92	1,553,691,005.92	
General Risk Reserves			
Undistributed Profits	10,248,023,654.54	10,248,023,654.54	
Total Shareholders' Equity Attributable to the Parent Company	15,643,007,027.91	15,643,007,027.91	
Minority Shareholders' Equity	333,160,683.75	333,160,683.75	
Total Shareholders' Equity	15,976,167,711.66	15,976,167,711.66	
Total Liabilities and Shareholders' Equity	29,564,650,212.93	29,592,533,830.96	27,883,618.03

Balance Sheet of the Parent Company

Unit: RMB

Item	December 31, 2019	January 1, 2020	Adjusted amount
Current Assets:			
Cash and Bank Balances	890,598,735.62	890,598,735.62	

Trading Financial Assets			
Derivative Financial Assets			
Notes receivable			
Accounts receivable	8,450,364,515.05	8,450,364,515.05	
Receivables Financing	841,427,888.19	841,427,888.19	
Prepayments	30,501,431.44	30,501,431.44	
Other Receivables	5,138,830,912.64	5,138,830,912.64	
Including: interest receivable			
Dividends Receivable			
Inventory	124,904,729.01	124,904,729.01	
Contract Assets			
Holding for-sale assets			
Non-current Assets Due within 1 Year	53,952,526.19	53,952,526.19	
Other Current Assets	21,919,487.88	21,919,487.88	
Subtotal of Current Assets	15,552,500,226.02	15,552,500,226.02	
Non-current Assets:			
Investment in Creditor's Rights			
Investment in Other Creditor's Rights			
Long-term Receivables	137,284,594.67	137,284,594.67	
Long-term Equity Investment	3,523,259,061.78	3,523,259,061.78	
Investment in Other Equity Instruments			
Other Non-current Financial Assets	62,979,387.68	62,979,387.68	
Investment Property	187,756,594.11	187,756,594.11	
Fixed Assets	536,909,246.66	536,909,246.66	

Projects under Construction	203,836,998.96	203,836,998.96	
Productive Biological Assets			
Oil and gas assets			
Right-of-use Assets			
Intangible Assets	168,215,377.39	168,215,377.39	
Development Expenditure			
Goodwill			
Long-term Prepaid Expenses	26,687,122.32	26,687,122.32	
Deferred Income Tax Assets	131,503,372.44	131,503,372.44	
Other Non-current Assets	1,964,757.00	1,964,757.00	
Subtotal of Non-current Assets	4,980,396,513.01	4,980,396,513.01	
Total Assets	20,532,896,739.03	20,532,896,739.03	
Current Liabilities:			
Short-term loan	400,323,888.90	400,323,888.90	
Transactional financial liabilities			
Derivative Financial Liabilities			
Notes Payable	302,168,249.70	302,168,249.70	
Accounts Payable	948,348,622.52	948,348,622.52	
Received Prepayments	181,462,746.37		-181,462,746.37
Contract liabilities		160,586,501.21	160,586,501.21
Payroll payable	1,078,396,381.39	1,078,396,381.39	
Tax Payable	460,577,509.52	481,453,754.68	20,876,245.16
Other Payables	1,363,740,346.75	1,363,740,346.75	
Including: interest payable			
Dividends Payable	9,454,479.13	9,454,479.13	

Holding for-sale liabilities			
Non-current Liabilities Due within 1 Year			
Other Current Liabilities	5,892,364.82	5,892,364.82	
Subtotal of Current Liabilities	4,740,910,109.97	4,740,910,109.97	
Non-current Liabilities:			
Long-term loan			
Bonds Payable			
Including: Preferred Stocks			
Perpetual Bonds			
Lease Liabilities			
Long-term Payables			
Long-term payroll payable			
Expected Liabilities	9,735,157.34	9,735,157.34	
Deferred Income			
Deferred Income Tax Liabilities	1,297,719.64	1,297,719.64	
Other Non-current Liabilities	16,155,036.85	16,155,036.85	
Subtotal of Non-current Liabilities	27,187,913.83	27,187,913.83	
Total Liabilities	4,768,098,023.80	4,768,098,023.80	
Shareholders' Equity:			
Share Capital	3,003,713,230.00	3,003,713,230.00	
Other Equity Instruments			
Including: Preferred Stocks			
Perpetual Bonds			
Capital Reserves	1,867,489,901.04	1,867,489,901.04	

Less: Treasury Share	1,057,584,258.31	1,057,584,258.31	
Other Comprehensive Incomes			
Special Reserves			
Surplus Reserves	1,553,691,005.92	1,553,691,005.92	
Undistributed Profits	10,397,488,836.58	10,397,488,836.58	
Total Shareholders' Equity	15,764,798,715.23	15,764,798,715.23	
Total Liabilities and Shareholders' Equity	20,532,896,739.03	20,532,896,739.03	

2. Explanation of compared data before and after the adjustment according to the first implementation of the new revenue recognition standard and the new lease accounting standard in 2020

Applicable Not applicable

III. Audit Report

Whether the Q3 report has been audited.

Yes No

The Q3 report of the Company has not been audited yet.

Board of Directors of Zhejiang Dahua Technology Co., Ltd.

Chairman: Fu Liquan

October 13, 2020