



**Bingshan Refrigeration & Heat Transfer
Technologies Co., Ltd.**

**QUARTERLY REPORT
FOR THIRD QUARTER, 2020**

October, 2020

§1 Important Notes

1.1 The directors and the Board of Directors, the supervisors and the Supervisory Board, and Senior staff members of Bingshan Refrigeration & Heat Transfer Technologies Co., Ltd. (hereinafter referred to as the Company) hereby confirm that there are no any important omissions, fictitious statements or serious misleading carried in this report, and shall take all responsibilities, individual and/or joint, for the reality, accuracy and completeness of the whole contents.

1.2 The Company's quarterly financial report has not been audited.

1.3 Chairman of the Board of Directors of the Company Mr. Ji Zhijian, Financial Majordomo Mr. Ma Yun and the head of Accounting Department Ms. Wang Jinxiu hereby confirm that the financial report of the quarterly report is true and complete.

1.4 This report is written respectively in Chinese and in English. In the event of any discrepancy between the two above-mentioned versions, the Chinese version shall prevail.

§2 Major accounting data and changes of shareholders

2.1 Major accounting data and financial indexes

Is there any traceable adjustment to the financial statements for the previous report period?

Yes No

	2020.9.30	2019.12.31		Increase/decrease over 2019.12.31
Total assets	5,675,344,576.31	5,525,503,256.26		2.71%
Shareholder's equity attributable to parent company	3,358,611,568.59	3,379,565,029.89		-0.62%
	2020.7-9	Increase/decrease over 2019.7-9	2020.1-9	Increase/decrease over 2019.1-9
Total operating income	462,998,187.84	22.71%	1,336,401,602.30	-8.03%
Net profit attributable to parent company	27,947,259.43	793.93%	4,342,913.91	-95.84%
Net profit attributable to parent company after deducting non-recurring gains/losses	10,312,723.62	125.81%	2,055,728.63	-94.84%
Net cash generated from operating activities	-18,397,809.85	-518.58%	-96,748,498.60	-19.81%
Basic earnings per share	0.033	925.00%	0.005	-95.93%
Diluted earnings per share	0.033	925.00%	0.005	-95.93%
Weighted average return on net asset yield	0.83%	Increase 0.93 percentage points	0.13%	Decrease 2.93 percentage points

Net profit attributable to parent company of 2020.1-9 decreased significantly y-o-y, mainly due to 1.in the same period of last year, there was a large amount of non-recurring gains, following:(1) The Gain from change in fair value of Guotai Junan has been recorded into the current profit and loss since Jan. 1, 2019, which is about 30.05 million yuan;(2) During the same period of last year, the Company's exchangeable corporate bondholders exchanged a total of 8.3889 million shares, increasing the current investment income about 40.57 million yuan. 2.During the period of 2020.1-9, the profit of the associated companies has decreased.

Non-recurring profits and losses and their amounts

Item of non-recurring gains and losses	Amount from beginning of year to the end of report period
Profit and loss from disposal of non-current assets	191,798.01
Government subsidies which were included in the current profits and losses	6,149,407.71
Income from changes in fair value during the period of holding financial assets available for sale and income from disposal of financial assets available for sale	-5,887,502.00
Other non-operating incomes and expenses except the above mentioned	2,456,905.41
Income tax effects	497,305.70
Minority equity interests effects (after tax)	126,118.15
Total	2,287,185.28

2.2 Total number and particulars of the shareholders by the end of the report period

Total shareholders at the end of report period		42,562				
Shareholding of top ten shareholders						
Name	Nature	Proportion	Total number	Number of shares with sale restriction	Number of pledged shares or shares frozen	
Dalian Bingshan Group Co., Ltd.	Domestic non-state-owned legal person	20.27%	170,916,934	0		
SANYO ELECTRIC CO LTD	Overseas legal person	8.72%	73,503,150	0		
Zhang Sufen	Domestic natural person	1.85%	15,620,000	0		
Lin Zhenming	Foreign natural person	0.80%	6,740,000	0		
Wu An	Domestic natural person	0.53%	4,500,000	0		
Sun Huiming	Domestic natural person	0.52%	4,384,079	0		
Xue Hong	Domestic natural person	0.42%	3,520,000	0		
Dalian industrial development investment Co., Ltd.	Domestic non-state-owned legal person	0.40%	3,406,725	0		
Li Xiaohua	Domestic natural person	0.38%	3,162,908	0		
Chen Naisheng	Domestic natural person	0.27%	2,311,330	0		
Particulars about shares held by the top ten negotiable shareholders not subject to conditional sales						
Name of shareholder	EORP (shares)			Type		
Dalian Bingshan Group Co., Ltd.	170,916,934			A		
SANYO ELECTRIC CO LTD	73,503,150			B		
Zhang Sufen	15,620,000			A		
Lin Zhenming	6,740,000			B		
Wu An	4,500,000			B		
Sun Huiming	4,384,079			B		
Xue Hong	3,520,000			B		
Dalian industrial development investment Co., Ltd.	3,406,725			A		
Li Xiaohua	3,162,908			A		
Chen Naisheng	2,311,330			A		
Notes to the associated relationship and uniform actions of the above shareholders	Dalian Bingshan Group Co., Ltd. had the association relationship with Sanyo Electric Co., Ltd. among the above shareholders. Sanyo Electric Co., Ltd. holds 26.6% of Dalian Bingshan Group Co., Ltd.'s equity.					

Did the Company's shareholders conduct the agreed repurchase transactions in the reporting period?

Yes No

Information on the total number of preferred shareholders and the shares held by top ten preferred shareholders as of the end of the reporting period

Yes No

§3 Important Matters

3.1 Major changes in main financial items and indexes, and description of the cause

Applicable Inapplicable

<p>1. Notes receivable decreased significantly compared with the beginning of the year, mainly due to payment by bills in current period is reduced.</p> <p>2. Dividend receivable increased significantly compared with the beginning of the year, mainly due to the unmaturing dividends receivable of Panasonic Compressor.</p> <p>3. Inventory increased significantly compared with the beginning of the year, mainly due to a large number of completed projects in this period.</p> <p>4. Contract liabilities increased significantly compared with the beginning of the year, mainly due to the increase of orders in the current period and the corresponding increase in advance payment.</p> <p>5. Salary payable decreased significantly compared with the beginning of the year, mainly due to the payment of provision employee compensation of last period-end during the reporting period.</p> <p>6. Tax payable increased significantly compared with the beginning of the year, mainly due to the increase of VAT payable and income tax payable.</p> <p>7. Interest payable decreased significantly compared with the beginning of the year, mainly due to the decrease of interest payable of Exchangeable Bonds for which the Company has made provision.</p> <p>8. Financial expenses increased significantly on a year-on-year basis, mainly due to the increase of short-term loans and interest expenses in the current period.</p> <p>9. Income on investment decreased significantly on a year-on-year basis, mainly due to that the holders of "18 daleng EB" has exchanged their shares and the decrease of profit from joint enterprise.</p>

10. Gain from change in fair value decreased significantly on a year-on-year basis, mainly due to the negative change in fair value of Guotai Junan in the current period, and the positive change in fair value of Guotai Junan in last year.
 11. Net cash flows arising from investment activities increased significantly on a year-on-year basis, mainly due to the sale of some Guotai Junan shares, and investment in new plant area decreased in the current period.
 12. Net cash flows arising from financing activities decreased significantly on a year-on-year basis, mainly due to the decrease of cash received from loans in the current period.

3.2 Analytic description of major matters, their influence and solutions

Applicable Not applicable

3.3 Commitments of the Company or its shareholders holding 5% or higher of the shares in the reporting period or carried to the reporting period

Applicable Not applicable

3.4 Financial assets investment

3.4.1 Securities investment

Applicable Not applicable

Stock code	Stock abbreviation	Initial investment cost	Accounting measurement model	Book value at the beginning	Changes in the profit and loss of the fair value in this period	Accumulative change of fair value credited to equity	Current sale amount	Report period profit and loss	Book value in the ending	Accounting subjects	Source of funds
601211	Guotai Jun'an	13,710,008.00	fair value measurement	253,498,047.92	-5,887,502.00	0.00	40,851,340.31	-540,598.88	250,070,545.92	Other Non-current financial asset	Own funds
Other Securities Investment		0.00	--	0.00	0.00	0.00	0.00	0.00	0.00	--	--
total		13,710,008.00	--	253,498,047.92	-5,887,502.00	0.00	40,851,340.31	-540,598.88	250,070,545.92	--	--

Until 30 September, 2020, the Company held 13,710,008 numbers of shares of Guotai Jun'an Securities Co., Ltd. The Company sold 2,000,000 numbers of shares of Guotai Jun'an, and received cash dividend RMB 5,346,903.12 Yuan during the reporting period.

3.4.2 Derivative investment

Applicable Not applicable

3.5 Progress of projects invested by raised funds

Applicable Not applicable

3.6 Precautions on forecasting of 2020

The accumulated net profit may be turned into loss or change greatly compared with that in the same period of the last year, and description of the cause

Applicable Not applicable

3.7 Major contract of daily operation

Applicable Not applicable

During the reporting period, the Company does not exist derivative investment.

3.8 Trust management

Applicable Not applicable

There is no entrusted financial management during the reporting period of the Company.

3.9 Violation of guaranty

Applicable Not applicable

There was no illegal external guarantee during the reporting period of the Company.

3.10 Non-operation capital occupation by holding shareholders and their related parties in the listed company

Applicable Not applicable

During the reporting period, there is no non-operation capital occupied by the controlling shareholders and their related parties.

3.11 Registration form of reception research, communication, interview and other activities during the reporting period

Applicable Not applicable

During the reporting period, there was no reception, investigation, communication, interview and other activities held by the Company.

§4 Financial Statements (attached)

Not audited.

Note: The adjustment of financial statements

New Income Standards for the First Implementation Relevant to Financial Statements at the Beginning of the Year

√ Applicable □ Not applicable

Consolidated balance sheet

Item	31-Dec-2019	1-Jan-2020	The amount of adjustment
Accounts receivable	1,030,342,541.88	1,008,380,111.23	-21,962,430.65
Contract assets		21,962,430.65	+21,962,430.65
Accounts received in advance	160,571,622.53		-160,571,622.53
Contract liabilities		160,571,622.53	+160,571,622.53

Balance sheet of parent company

Item	31-Dec-2019	1-Jan-2020	The amount of adjustment
Accounts receivable	526,554,114.61	525,838,172.89	-715,941.72
Contract assets		715,941.72	+715,941.72
Accounts received in advance	47,114,426.48		-47,114,426.48
Contract liabilities		47,114,426.48	+47,114,426.48

Board of Directors of Bingshan Refrigeration & Heat Transfer Technologies Co., Ltd.
October 28, 2020

BALANCE SHEET

Prepared by Bingshan Refrigeration & Heat Transfer Technologies Co., Ltd. September 30, 2020 Unit: RMB Yuan

Items	30-Sep-2020		31-Dec-2019	
	Consolidation	Parent Company	Consolidation	Parent Company
Current assets:				
Monetary funds	272,326,203.08	130,923,595.73	332,119,146.22	175,586,251.46
Transaction financial assets				
Financial assets which are measured by fair value and which changes are recorded in current profit and loss				
Derivative financial assets				
Transaction financial assets				
Notes receivable	75,649,588.30	66,039.85	119,947,326.41	12,692,689.97
Accounts receivable	1,099,165,474.62	484,358,919.59	1,030,342,541.88	526,554,114.61
Accounts in advance	172,439,658.40	58,276,594.24	142,786,528.57	44,560,934.56
Other receivables	76,793,478.06	40,387,228.77	38,731,228.57	5,981,993.82
Including: Interest receivables	12,833.33	12,833.33	583,833.33	583,833.33
Dividend receivable	28,618,200.00	31,643,200.00	33,450.00	
Inventories	668,070,180.42	247,702,839.68	539,497,213.39	212,558,464.52
Contract assets	94,256,176.99	90,260,176.99		
Assets held for sale				
Non-current asset due within one year				
Other current assets	16,970,638.15	146,686.51	14,172,130.45	32,843.40
Total current assets	2,475,671,398.02	1,052,122,081.36	2,217,596,115.49	977,967,292.34
Non-current assets:				
Finance asset held available for sales				
Held-to-maturity investment				
Long-term account receivable				
Long-term equity investment	1,652,290,665.70	2,334,846,988.27	1,662,181,009.14	2,244,411,383.88
Other non-current financial assets	263,062,204.51	261,647,062.01	303,469,706.51	302,054,564.01
Investment property	92,428,155.56	102,867,057.92	96,200,507.24	106,536,035.96
Fixed assets	942,127,857.43	735,348,712.25	992,435,172.94	776,349,872.24
Construction in progress	39,549,211.31	27,499,732.22	36,285,056.80	27,212,183.40
Productive biological asset				
Oil and gas asset				
Intangible assets	138,256,649.97	66,464,943.62	141,540,378.10	68,221,989.91
Expense on Research and Development				
Goodwill	1,750,799.49		1,750,799.49	
Long-term expenses to be apportioned	10,056,646.32	8,632,415.22	11,646,845.47	9,751,998.84
Deferred income tax asset	60,150,988.00	13,457,700.88	62,397,665.08	13,858,811.66
Other non-current asset				
Total non-current asset	3,199,673,178.29	3,550,764,612.39	3,307,907,140.77	3,548,396,839.90
Total assets	5,675,344,576.31	4,602,886,693.75	5,525,503,256.26	4,526,364,132.24
Current liabilities:				
Short-term loans	362,941,600.00	356,011,600.00	355,252,000.00	308,082,000.00

Financial liabilities which are measured by fair value and which changes are recorded in current profit and loss				
Derivative financial liabilities				
Transaction financial liabilities				
Notes payable	270,942,760.07	169,127,416.69	305,468,505.38	189,540,652.01
Accounts payable	928,549,024.45	310,271,722.25	814,331,684.02	293,479,043.69
Accounts received in advance			160,571,622.53	47,114,426.48
Contract liabilities	259,554,637.56	73,109,506.37		
Wage payable	13,130,003.94	94,129.14	31,701,317.58	8,702,907.01
Taxes payable	10,955,980.30	6,239,806.50	8,184,018.69	5,156,115.24
Other accounts payable	34,418,957.15	9,668,889.82	55,921,060.69	18,817,980.14
Including: Interest payable	3,421,791.73	3,421,791.73	6,396,385.83	6,386,700.29
Dividend payable	3,008,156.00	533,156.00	533,156.00	533,156.00
Liabilities held for sale				
Non-current liabilities due within one year	29,971,520.09		14,174,643.42	
Other current liabilities				
Total current liabilities	1,910,464,483.56	924,523,070.77	1,745,604,852.31	870,893,124.57
Non-current liabilities:				
Long-term loans	160,000,000.00	160,000,000.00	160,000,000.00	160,000,000.00
Bonds payable	25,000,034.00	25,000,034.00	25,000,034.00	25,000,034.00
Including: Preferred stock				
Perpetual bond				
Long-term account payable	397,771.84		397,771.84	
Long-term wage payable				
Special payable				
Anticipation liabilities				
Deferred income	113,985,350.71	67,527,350.71	99,157,538.52	55,744,166.29
Deferred income tax liabilities	35,454,080.68	35,454,080.68	41,215,205.99	41,215,205.99
Other non-current liabilities				
Total non-current liabilities	334,837,237.23	287,981,465.39	325,770,550.35	281,959,406.28
Total liabilities	2,245,301,720.79	1,212,504,536.16	2,071,375,402.66	1,152,852,530.85
Shareholders' equity				
Share capital	843,212,507.00	843,212,507.00	843,212,507.00	843,212,507.00
Other equity instruments				
Preferred stock				
Perpetual bond				
Capital public reserve	726,768,468.00	771,270,562.83	726,768,468.00	771,270,562.83
Less: Treasury stock				
Other comprehensive income	2,501,459.77	1,539,359.10	2,501,459.77	1,539,359.10
Special preparation				
Surplus public reserve	799,133,083.37	799,133,083.37	768,723,812.53	768,723,812.53
Generic risk reserve				
Retained profit	986,996,050.45	975,226,645.29	1,038,358,782.59	988,765,359.93
Total owner's equity attributable to parent company	3,358,611,568.59	3,390,382,157.59	3,379,565,029.89	3,373,511,601.39

Minority interests	71,431,286.93		74,562,823.71	
Total owner's equity	3,430,042,855.52	3,390,382,157.59	3,454,127,853.60	3,373,511,601.39
Total liabilities and shareholder's equity	5,675,344,576.31	4,602,886,693.75	5,525,503,256.26	4,526,364,132.24

Legal Representative: Ji Zhijian Chief Financial Official: Ma Yun Person in Charge of Accounting Organization: Wang Jinxiu

INCOME STATEMENT

Prepared by Bingshan Refrigeration & Heat Transfer Technologies Co., Ltd. July-September, 2020 Unit: RMB Yuan

Items	July-September, 2020		July-September, 2019	
	Consolidation	Parent Company	Consolidation	Parent Company
I. Total sales	462,998,187.84	166,018,357.46	377,309,476.31	185,430,301.21
II. Total operating cost	480,103,737.16	177,914,920.20	398,064,976.69	199,512,285.47
Including: Operating cost	387,835,633.22	136,136,109.22	307,976,069.92	158,112,463.00
Taxes and associate charges	3,982,133.52	2,325,026.11	4,161,194.34	2,183,711.28
Selling and distribution expenses	27,804,798.16	13,469,041.54	26,015,721.28	12,934,688.91
Administrative expenses	39,724,294.01	15,715,279.94	43,834,281.38	18,804,420.18
R&D expenses	14,025,316.13	5,855,628.22	12,281,212.29	4,690,216.53
Financial expense	6,731,562.12	4,413,835.17	3,796,497.48	2,786,785.57
Including: interest expense	4,781,443.88	3,997,370.74	3,656,619.40	2,509,540.76
interest income	468,361.00	355,797.99	491,570.02	342,781.73
Add: Other income	97,869.11		368,909.48	
Gain/(loss) from investment	33,464,671.95	34,929,399.25	29,142,360.02	29,363,993.43
Including: income from investment on affiliated enterprise and jointly enterprise	27,598,350.89	27,444,502.05	29,142,360.02	29,363,993.43
Gain/(loss) from change in fair value	13,435,807.84	13,435,807.84	-10,415,735.31	-10,415,735.31
Credit impairment loss (loss as “-“)	-3,182,569.87	-1,528,499.44		
Assets impairment loss (loss as “-“)			-5,573,363.68	-1,370,524.06
Gain/(loss) from asset disposal	181,009.48			
III. Operating profit	26,891,239.19	34,940,144.91	-7,233,329.87	3,495,749.80
Add: non-business income	1,322,690.94	850.00	478,879.39	30.07
Less: non-business expense	51,952.87	344.87	95,922.49	
IV. Total profit	28,161,977.26	34,940,650.04	-6,850,372.97	3,495,779.87
Less: Income tax	-434,899.70	-441,975.07	-3,292,739.52	-2,490,924.05
V. Net profit	28,596,876.96	35,382,625.11	-3,557,633.45	5,986,703.92
(I) Net profit from continuous operation	28,596,876.96	35,382,625.11	-3,557,633.45	5,986,703.92
(II) Net profit from discontinuing operation				
Net profit attributable to parent company	27,947,259.43	35,382,625.11	-4,027,361.74	5,986,703.92
Minority shareholders' gains and losses	649,617.53		469,728.29	
VI. After-tax net amount of other comprehensive incomes				
After-tax net amount of other comprehensive incomes attributable to owners of the Company				
(I) Other comprehensive incomes that will not be reclassified into gains and losses				
1. Changes in net liabilities or assets with a defined benefit plan upon re-measurement				
2. Enjoyable shares in other comprehensive incomes in invests that cannot be reclassified into gains and losses under the equity method				
(II) Other comprehensive incomes that will be reclassified into gains and losses				
1. Enjoyable shares in other comprehensive incomes in invests that will be reclassified into gains				

and losses under the equity method				
2. Changes in the fair value of other debt investments				
3. Gains and losses on fair value changes of available-for-sale financial assets				
4. The amount of financial assets reclassified into other comprehensive income				
5. Held-to-maturity investments are reclassified as saleable financial asset gains and losses				
6. Others				
After-tax net amount of other comprehensive incomes attributable to minority shareholders				
VII Total comprehensive income	28,596,876.96	35,382,625.11	-3,557,633.45	5,986,703.92
Total comprehensive income attributable to parent company	27,947,259.43	35,382,625.11	-4,027,361.74	5,986,703.92
Total comprehensive income attributable to minority shareholders	649,617.53		469,728.29	
VIII. Earnings per share				
(I) basic earnings per share	0.033		-0.004	
(II) diluted earnings per share	0.033		-0.004	

Legal Representative: Ji Zhijian Chief Financial Official: Ma Yun Person in Charge of Accounting Organization: Wang Jinxiu

INCOME STATEMENT

Prepared by Bingshan Refrigeration & Heat Transfer Technologies Co., Ltd. January-September, 2020 Unit: RMB Yuan

Items	January-September, 2020		January-September, 2019	
	Consolidation	Parent Company	Consolidation	Parent Company
I. Total sales	1,336,401,602.30	587,556,025.62	1,453,038,716.88	510,786,574.53
II. Total operating cost	1,377,192,596.04	604,268,051.29	1,499,611,605.61	540,891,541.57
Including: Operating cost	1,135,910,729.34	495,967,922.44	1,227,736,049.78	435,005,859.82
Taxes and associate charges	12,002,625.35	6,978,664.00	12,891,478.21	6,957,698.30
Selling and distribution expenses	63,251,592.88	24,823,666.76	79,112,539.90	18,305,927.70
Administrative expenses	110,494,420.86	44,148,808.34	129,776,376.59	56,037,040.67
R&D expenses	38,740,337.42	20,160,747.44	40,831,076.46	17,761,463.87
Financial expense	16,792,890.19	12,188,242.31	9,264,084.67	6,823,551.21
Including: interest expense	14,416,491.69	11,799,161.98	9,199,037.66	6,281,720.77
interest income	1,187,533.42	893,946.03	1,063,793.82	553,952.60
Add: Other income	6,605,737.40	442,124.83	2,404,346.32	
Gain/(loss) from investment	56,407,749.06	66,538,156.31	146,269,781.75	150,160,769.19
Including: income from investment on affiliated enterprise and jointly enterprise	44,414,524.88	44,740,472.71	101,381,838.15	102,272,825.59
Gain/(loss) from change in fair value	-5,887,502.00	-5,887,502.00	30,045,390.28	30,045,390.28
Credit impairment loss (loss as “-“)	-17,224,475.88	-4,879,440.88		
Assets impairment loss (loss as “-“)			-22,436,498.10	-4,483,267.31
Gain/(loss) from asset disposal	191,798.01		1,242,799.31	582,050.16
III. Operating profit	-697,687.15	39,501,312.59	110,952,930.83	146,199,975.28
Add: non-business income	2,602,750.06	850.00	2,951,244.52	230.14
Less: non-business expense	145,844.65	45,317.02	217,566.00	75,126.57
IV. Total profit	1,759,218.26	39,456,845.57	113,686,609.35	146,125,078.85
Less: Income tax	-1,927,158.87	-2,710,085.84	10,473,866.32	8,595,528.60
V. Net profit	3,686,377.13	42,166,931.41	103,212,743.03	137,529,550.25
(I) Net profit from continuous operation	3,686,377.13	42,166,931.41	103,212,743.03	137,529,550.25
(II) Net profit from discontinuing operation				
Net profit attributable to parent company	4,342,913.91	42,166,931.41	104,346,557.56	137,529,550.25
Minority shareholders' gains and losses	-656,536.78		-1,133,814.53	
VI. After-tax net amount of other comprehensive incomes				
After-tax net amount of other comprehensive incomes attributable to owners of the Company				
(I) Other comprehensive incomes that will not be reclassified into gains and losses				
1. Changes in net liabilities or assets with a defined benefit plan upon re-measurement				
2. Enjoyable shares in other comprehensive incomes in invests that cannot be reclassified into gains and losses under the equity method				
(II) Other comprehensive incomes that will be reclassified into gains and losses				
1. Enjoyable shares in other comprehensive incomes in invests that will be reclassified into gains and losses under the equity method				

2. Changes in the fair value of other debt investments				
3. Gains and losses on fair value changes of available-for-sale financial assets				
4. The amount of financial assets reclassified into other comprehensive income				
5. Held-to-maturity investments are reclassified as saleable financial asset gains and losses				
6. Others				
After-tax net amount of other comprehensive incomes attributable to minority shareholders				
VII Total comprehensive income	3,686,377.13	42,166,931.41	103,212,743.03	137,529,550.25
Total comprehensive income attributable to parent company	4,342,913.91	42,166,931.41	104,346,557.56	137,529,550.25
Total comprehensive income attributable to minority shareholders	-656,536.78		-1,133,814.53	
VIII. Earnings per share				
(I) basic earnings per share	0.005		0.123	
(II) diluted earnings per share	0.005		0.123	

Legal Representative: Ji Zhijian Chief Financial Official: Ma Yun Person in Charge of Accounting Organization: Wang Jiuxiu

CASH FLOW STATEMENT

Prepared by Bingshan Refrigeration & Heat Transfer Technologies Co., Ltd.

January-September, 2020

Unit: RMB Yuan

Items	January - September, 2020		January – September, 2019	
	Consolidation	Parent Company	Consolidation	Parent Company
I. Cash flows arising from operating activities:				
Cash received from selling commodities and providing labor services	931,236,976.16	510,459,379.94	990,420,530.70	340,550,201.48
Write-back of tax received	16,087,153.47	8,601,797.19	10,549,600.41	
Other cash received concerning operating activities	62,856,556.06	22,252,347.57	43,316,326.23	7,731,200.99
Subtotal of cash inflow arising from operating activities	1,010,180,685.69	541,313,524.70	1,044,286,457.34	348,281,402.47
Cash paid for purchasing commodities and receiving labor service	720,359,068.70	433,838,834.68	686,780,484.56	250,430,970.32
Cash paid to/for staff and workers	230,849,374.08	73,511,335.35	262,853,897.94	93,345,038.33
Taxes paid	51,361,443.49	25,986,983.77	59,775,362.69	18,190,018.35
Other cash paid concerning operating activities	104,359,298.02	29,697,942.95	115,626,935.44	23,731,542.82
Subtotal of cash outflow arising from operating activities	1,106,929,184.29	563,035,096.75	1,125,036,680.63	385,697,569.82
Net cash flows arising from operating activities	-96,748,498.60	-21,721,572.05	-80,750,223.29	-37,416,167.35
II. Cash flows arising from investing activities:				
Cash received from recovering investment	2,396,000.00	2,000,000.00		
Cash received from investment income	69,918,361.75	72,885,171.79	45,399,936.80	45,366,486.80
Net cash received from disposal of fixed, intangible and other long-term assets	445,649.60	30,000.00	1,691,731.61	810,000.00
Net cash received from disposal of subsidiaries and other units				
Other cash received concerning investing activities				
Subtotal of cash inflow from investing activities	72,760,011.35	74,915,171.79	47,091,668.41	46,176,486.80
Cash paid for purchasing fixed, intangible and other long-term assets	9,124,507.49	5,993,969.58	33,597,375.06	29,587,157.31
Cash paid for investment		100,000,000.00		
Net cash paid for achievement of subsidiaries and other business units				
Other cash paid concerning investing activities				
Subtotal of cash outflow from investing activities	9,124,507.49	105,993,969.58	33,597,375.06	29,587,157.31
Net cash flows arising from investing activities	63,635,503.86	-31,078,797.79	13,494,293.35	16,589,329.49
III. Cash flows arising from financing activities				
Cash received from absorbing investment				
Including: Cash received from absorbing minority shareholders' equity investment by subsidiaries				
Cash received from loans	351,751,600.00	315,011,600.00	409,412,100.00	308,082,000.00
Cash received from issuing bonds				
Other cash received concerning financing activities	32,926,633.20		38,323,050.64	
Subtotal of cash inflow from financing activities	384,678,233.20	315,011,600.00	447,735,150.64	308,082,000.00
Cash paid for settling debts	333,447,223.97	267,082,000.00	316,663,574.16	250,000,000.00
Cash paid for dividend and profit distributing or interest paying	42,052,924.78	39,816,011.60	52,234,480.80	49,757,707.19
Including: dividends or profit paid by subsidiaries to minority shareholders				

Other cash paid concerning financing activities	12,182,713.89		66,386,367.24	47,566,389.36
Subtotal of cash outflow from financing activities	387,682,862.64	306,898,011.60	435,284,422.20	347,324,096.55
Net cash flows arising from financing activities	-3,004,629.44	8,113,588.40	12,450,728.44	-39,242,096.55
IV. Influence on cash due to fluctuation in exchange rate	-660,346.06	24,125.71	368,800.90	-84,571.05
V. Net increase of cash and cash equivalents	-36,777,970.24	-44,662,655.73	-54,436,400.60	-60,153,505.46
Add: Balance of cash and cash equivalents at the period -begin	301,527,354.56	175,586,251.46	304,703,434.47	186,976,185.10
VI. Balance of cash and cash equivalents at the period-end	264,749,384.32	130,923,595.73	250,267,033.87	126,822,679.64

Legal Representative: Ji Zhijian Chief Financial Official: Ma Yun Person in Charge of Accounting Organization: Wang Jinxiu