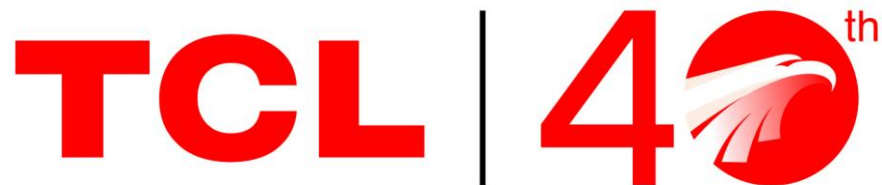


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TCL 科技集团股份有限公司 TCL Technology Group Corporation



Third Quarter 2021 Report

October 27, 2021

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Section I Important Notice

The Board of Directors (or the “Board”), the Supervisory Committee, directors, supervisors and senior management of TCL Technology Group Corporation (hereinafter referred to as the “Company”) hereby guarantee that this quarterly report is true, accurate and complete, and shall be jointly and severally liable for any misrepresentations, misleading statements or material omissions therein.

The Company’s legal representative, person in charge of accounting (Chief Financial Officer) and head of the accounting department hereby certify that the financial information set out in the quarterly report is true, accurate and complete.

All directors have attended the Board meeting for the review of this report.

This report has not been audited. This report has been prepared in both Chinese and English. Should there be any discrepancies or misunderstandings between the two versions, the Chinese version shall prevail.

Section II Key Financial Information

I. Main accounting data and financial indicators

Does the Company need to retroactively adjust or restate the accounting data of previous years?

Yes No

	July to September 2021	Change (%)	January to September 2021	Change (%)
Revenue (RMB)	46,629,888,432	140.65%	120,928,535,190	148.26%
Net profits attributable to the company's shareholders (RMB)	2,318,085,363	183.69%	9,101,970,170	349.44%
Net profits attributable to the company's shareholders before non-recurring gains and losses (RMB)	3,060,177,204	351.23%	8,557,995,151	895.06%
Net cash generated from operating activities (RMB)	—	—	23,959,709,061	101.83%
Basic earnings per share (RMB / share)	0.1730	173.73%	0.6756	332.25%
Diluted earnings per share (RMB / share)	0.1652	173.51%	0.6487	333.33%
Weighted average return on equity (%)	6.20%	3.54%	25.16%	An increase of 18.42 percentage points
	30 September 2021	31 December 2020	Change (%)	
Total assets (RMB)	305,386,375,811	257,908,278,887	18.41%	
Owner's equity attributable to the company's shareholders (RMB)	39,483,249,414	34,107,795,454	15.76%	

The total share capital at the end of the last trading session before the disclosure of this Report:

Total share capital at the end of the last trading session before the disclosure date (share)	14,030,642,421
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Fully diluted earnings per share based on the latest total share capital above:

Fully diluted earnings per share calculated based on the latest total share capital above (RMB / share)	0.6487
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II. Non-recurring profit and loss items and amount

Applicable Not applicable

Unit: RMB

Item	Amount for the current reporting period	Amount from the beginning of the year to the end of the reporting period
Gains and losses on disposal of non-current assets (inclusive of impairment allowance write-offs)	-785,538,181.00	-46,198,134.00
Government subsidies charged to current profits and loss (except for government subsidies closely related to the Company's normal business which comply with national policies and regulations and are enjoyed on an ongoing basis according to certain standard quotas or quantities)	250,706,085.00	609,898,567.00
Gain equal to the amount by which investment costs for the Company to obtain subsidiaries, associates and joint ventures are lower than the Company's enjoyable fair value of identifiable net assets of investees when making investments	-	40,299,579.00
The profits and losses generated from changes in fair value arising from holding marketable financial assets and marketable financial liabilities, as well as the investment-related income from the disposal of marketable financial assets, marketable financial liabilities and available-for-sale financial assets, except for the effective hedging business related to the Company's normal business operation.	7,578,933.00	217,852,030.00
Other gains and losses that meet the definition of non-recurring gain/loss	20,182,634.00	264,752,193.00
Less: Corporate income tax	52,430,322.00	135,316,019.00
Non-controlling interests (net of tax)	182,590,990.00	407,313,197.00
Total	-742,091,841.00	543,975,019.00

Details of other profit and loss items that meet the definition of non-recurring profits and losses:

Applicable Not applicable

The Company has no other profit and loss items that meet the definition of non-recurring profits and losses.

Note on non-recurring profit and loss items - that which is listed in the Explanatory Announcement No. 1 on Information Disclosure for Companies Offering Their Securities to the Public - Non-Recurring Gain/Loss shall be used to define Recurring Gain/Loss items

Applicable Not applicable

The Company does not have any non-recurring profit and loss items listed in the Explanatory Announcement on Information Disclosure of Companies Offering Securities to the Public No. 1 - Non-recurring Profits and Losses that are defined as recurring profit and loss items.

III. Changes of main accounting data and financial indicators and reasons therefor

Applicable Not applicable

Unit: RMB

Balance Sheet items	Ending balance	Beginning balance	Increase / decrease ratio (%)	Reason for change
Notes receivable	3,379,119,189	595,685,338	467.3	Mainly due to the expansion of operating revenue scale
Prepayments	2,951,934,848	1,355,653,454	117.7	Mainly due to the increase of prepayment
Accounts receivable	21,099,262,446	12,557,614,486	68.0	Mainly due to the expansion of operating revenue scale
Other receivables	3,885,453,661	2,793,640,153	39.1	Mainly due to the increase of equity transfer funds
Inventories	14,458,361,006	8,834,957,692	63.6	Mainly due to the expansion of operating revenue scale
Investment property	701,618,665	1,664,201,130	-57.8	Mainly due to the merger of Moka
Development costs	2,909,088,335	2,103,994,558	38.3	Mainly due to the increase of R&D investment
Goodwill	9,125,488,681	6,943,264,794	31.4	Mainly due to the merger of Moka and CSOT Suzhou
Long-term deferred expenses	1,627,220,359	2,536,670,015	-35.9	Mainly due to the impact of the new Leasing Standards
Deferred income tax assets	2,117,664,125	1,578,087,991	34.2	Mainly due to the merger of CSOT Suzhou
Other non-current assets	6,566,151,346	12,532,852,630	-47.6	Mainly due to the decrease of prepayments for equipment
Short-term borrowings	7,615,688,682	12,263,713,979	-37.9	Mainly due to repayment for borrowings
Borrowings from the Central Bank	1,289,155,102	469,834,291	174.4	Mainly due to the increase of borrowings from the Central Bank by the Finance Company
Held-for-trading financial liabilities	1,029,572,413	527,901,041	95.0	Mainly due to the increase of financial products
Taxes and levies payable	1,695,966,861	670,058,792	153.1	Mainly due to the increase of taxes and surcharges caused by the increase of performance
Long-term payables	497,341,480	1,280,299,665	-61.2	Mainly due to the impact of the new Leasing Standards
Income Statement	January to	January to	Increase /	Reason for change

items	September 2021	September 2020	decrease ratio (%)	
Revenue	120,928,535,190	48,709,987,251	148.3	Mainly due to the expansion of sales scale and the merger of Zhonghuan Electronic and Moka
Cost of sales	95,426,765,891	43,507,752,953	119.3	Mainly due to the expansion of operating revenue scale and the merger of Zhonghuan Electronic and Moka
Sales expense	1,552,806,398	548,204,916	183.3	Mainly due to the expansion of operating revenue scale and the merger of Zhonghuan Electronic
Administrative expense	3,008,738,778	1,215,567,756	147.5	Mainly due to the expansion of operating revenue scale and the merger of Zhonghuan Electronic
R&D expense	5,274,324,791	2,800,775,204	88.3	Mainly due to the increase of R&D investment and the merger of Zhonghuan Electronic
Finance expenses	2,827,514,469	1,453,054,866	94.6	Mainly due to the increase of financing scale and the merger of Zhonghuan Electronic
Return on investment	2,884,044,180	1,951,687,393	47.8	Mainly due to the merger of Zhonghuan Electronic
Income tax expense	2,102,388,345	338,749,095	520.6	Mainly due to the increase of operating profits and the merger of Zhonghuan Electronic
Net profit attributable to non-controlling interests	4,061,307,528	36,529,164	11,018.0	Mainly due to the increase of net profits and the merger of Zhonghuan Electronic
Cash Flow Statement items	January to September 2021	January to September 2020	Increase / decrease ratio (%)	Reason for change
Net cash generated from in operating activities	23,959,709,061	11,871,070,129	101.8	Mainly due to the expansion of operating revenue scale, the improvement of operating profits and the merger of Zhonghuan Electronic
Net cash generated from financing activities	8,683,436,043	23,485,740,179	-63.0	Mainly due to the increase of repayment for borrowings during the current reporting period

Section III Management Discussion and Analysis

I. Overview

The COVID-19 epidemic and reverse globalization is reshaping the global political and economic landscape, and global industrial chains are becoming increasingly unstable, posing severe challenges for China's manufacturing enterprises. China has proposed the building of a new development pattern centered around domestic circulation while also encouraging the mutual promotion of dual domestic-international circulation, which, with the strategic support from scientific and technological self-reliance and self-improvement, will promote China's science and technology industries to break through the development bottleneck and establish a commanding height of scientific and technological innovation. Facing the challenges and opportunities head on, the Company has focused on the development of two major, core technology industries, i.e., semiconductor displays, and semiconductor photovoltaics and semiconductor materials, adhering to the business strategy of “Improving Business Quality and Efficiency, Strengthening Advantages and Making up for Disadvantages, Accelerating Global Layout, and Innovation-driven Development”, establishing a relative corporate competitive advantage, and continuing to press on towards global leadership.

In the first three quarters, the Company achieved operating revenue of RMB 120.93 billion, a year-on-year increase of 148.3%; achieved net profit of RMB 13.16 billion, a year-on-year increase of 538.5%; achieved net profit attributable to the shareholders of listed companies of RMB 9.1 billion, a year-on-year increase of 349.4%; exceeded the budget in an overall manner with respect to semiconductor displays business, and semiconductor photovoltaics and semiconductor materials business, achieving a record-high in performance. The prosperity of the semiconductor display industry was higher than that of the same period in the previous year. The Company's main production lines maintained full sales and produced at full production capacity, factory t7 ramped up as scheduled, factory t10 was integrated smoothly after consolidation in Q2, and the Company continued to promote the strategy of business diversification and high-end product structure, and led the industry in efficiency and benefits. The semiconductor display industry achieved operating revenue of RMB 66.56 billion, a year-on-year increase of 106% and net profit of RMB 9.74 billion, a year-on-year increase of 1620%. The Company's advantageous production capacity of

semiconductor photovoltaics' 210 mm silicon wafers has accelerated, and a quality supply chain system has ensured the substantial growth of production and sales scale and profit; the semiconductor materials business's 8-12 inch large silicon wafer project is progressing smoothly, and the product and customer structures are constantly improving; the Industry 4.0 production mode has further improved per-capita labor productivity, product quality and consistency, and has reduced material consumption and operating costs, and significantly enhanced industry competitiveness. Zhonghuan Semiconductor achieved operating revenue of RMB 29.09 billion, a year-on-year increase of 117%, and net profit of RMB 3.28 billion, a year-on-year increase of 190%. Due to the one-time financial impact from the disposal of Fantasia Properties equity, the performance of the Company's investment business segment in Q3 decreased significantly year-on-year, while other businesses in the industrial finance and investment business segment operated well.

The Company has adopted scientific and technological innovation as the core driving force for corporate development. In the first three quarters, the Company invested RMB 6.5 billion in research and development, a year-on-year increase of 51.1%, accounting for 5.4% of the operating revenue, whereby the Company focused on the development of new display technologies such as Mini LED, Micro LED, printed OLED and QLED, the improvement of the leading photovoltaics technology platform combining G12 large silicon wafers and shingled PV 3.0, the process improvement of 8-inch and 12-inch semiconductor materials, as well the advanced research and collaboration of the upstream core nodes in industrial chains and the establishment of an industrial ecological alliance. As of the end of September 2021, the number of Company's PCT patent applications reached 13,517, and the number of patent applications in the field of quantum dot electroluminescence technology and materials has reached 1,778, ranking #2 globally.

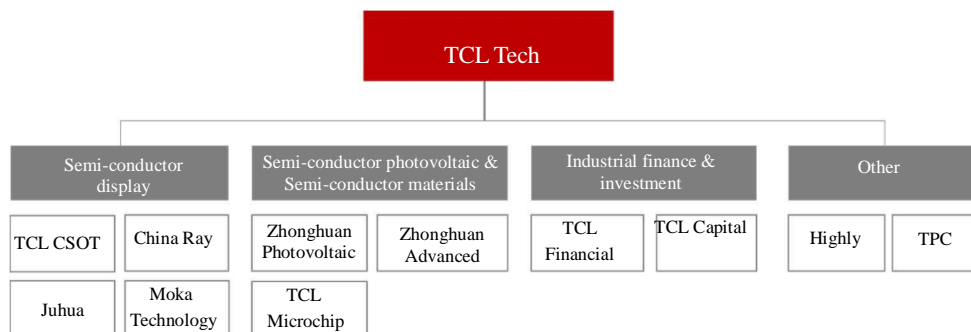
The global economy is complex and ever-changing under the normalization of the COVID-19 epidemic and international economic and trade frictions. We believe that accelerating the development of the high-end manufacturing industry is the only way for China to sustain economic development and overcome the middle-income trap; actively participating in global competition is also an inevitable option for Chinese manufacturing enterprises to become bigger and stronger. Rooted in the science and technology industries, the Company has a global layout and is moving towards leadership, relying on lean management, technological innovation and industrial ecology as the foundation for competitiveness. In the field of semiconductor displays, the Company has

established comprehensive competitive advantages with respect to scale, efficiency and technology, and will further expand its layout in the global display industry and strengthen the overseas localized supply chain system in the future; In the semiconductor photovoltaics field, Zhonghuan Semiconductor, relying on the application of the Industry 4.0 production mode in various operation processes and scenarios as well as the improvement of overseas industrial layout and supply chain systems, has gradually completed the transformation from product output to industrial competence output; With regard to the semiconductor materials business, the Company will firmly adhere to the established strategies, actively enhance its core competitiveness, build a great brand reputation, and undertake the mission and responsibility for localized independent research and development of the semiconductor industry.

As a pioneer in the globalization of China's manufacturing industry, TCL has been moving forward for the last 40 years, actively facing the challenges, insisting on originality, making unremitting efforts, and catching up and surpassing time and time again. Looking forward to the future, TCL Technology will seize the golden period of global economic restructuring and the development of China's manufacturing industry, change from being a follower to a leader, and become a global leader with stronger development momentum.

II. Main business conditions

The Company's main business structure consists of semiconductor displays, semiconductor photovoltaics and semiconductor materials, industrial finance and investment platforms and other businesses. The Company will continue to optimize its business structure, and further focus on its main businesses, to achieve the strategic goal of global leadership in its two core industries.



(I)Semico

nductor display business

In the first three quarters, the prosperity of the semiconductor display industry was higher compared

to the same period in the last year; in the first half of the year, the supply-demand relationship and the shortage of upstream materials drove a continual increase in the prices of main products; in Q3, the price of the panel fell due to the impact of maritime logistics and the weakening of demand in some regions. TCL CSOT's production capacity continued to grow, which accelerated the optimization of product structures, and improved its profitability; it achieved a sales area of 28.477 million square meters in the first three quarters, a year-on-year increase of 31.3%; with regard to the semiconductor display business, it achieved an operating revenue of RMB 66.56 billion, a year-on-year increase of 106%, and achieved a net profit of RMB 9.74 billion, a year-on-year increase of 1620%, including net profit of RMB 3.13 billion achieved in Q3, a year-on-year increase of 347%.

Operating composition of the semiconductor display business in the first three quarters:

Item	Shipment area		Shipment volume		Revenue		Net profit	
	10,000 square meters	Year-on-year %	10,000 pieces / 10,000 sets	Year-on-year %	RMB 100 million	Year-on-year %	RMB 100 million	Year-on-year %
Large-sized products	2,721.8	31.4%	4,436.0	28.6%	441.4	Increased by 117%	109.7	Increased by 810%
Medium-to-small sized products	125.8	29.2%	7,370.1	5.8%	169.7	Increased by 41%	-7.8	Decreased by RMB 520 million
Moka Technology (note)	-	-	520.1	N/A	85.5	N/A	2.4	N/A
Other and offsets	-	-	-	-	-31.1	N/A	-6.8	N/A
Total	-	-	-	-	665.6	Increased by 106%	97.4	Increased by 1619%

Note: Moka Technology has been consolidated since Q2 2021, and the year-on-year data does not include Moka Technology operational data for the first three quarters of 2020.

In the large-sized product field, TCL CSOT continued to expand its scale advantage, promote high-end strategy, and continuously optimize production lines and product structure,

maintaining industry-leading efficiency and benefits advantages.

Factories t1, t2 and t6 maintained full sales and produced at full capacity, factory t7 ramped up as scheduled; t10 (formerly Samsung Suzhou LCD factory) has been consolidated since the Q2 and the acquisition of the remaining 30% minority equity was completed at the end of September, thus becoming a wholly-owned subsidiary of TCL CSOT. The Company's leading position in large-size panels has been further reinforced, ranking #2 globally in terms of market share of TV panels, ranking #1 globally in terms of market shares of 55-inch products, and #2 globally in terms of market shares of 65-inch and 75-inch products; the high-end strategy has achieved remarkable results, with the shipment area of products of 65 inches and above accounting for nearly 50% of the total shipment area, and the Company ranks #1 globally in terms of market shares of 8K and 120 HZ high-end TV panels; the Company has accelerated the adjustment of its product structure, and become the core supplier for the leading customers in the industry in terms of commercial display markets such as interactive whiteboards, digital signage and splicing screens, among which the market share of interactive whiteboards has increased to #1 globally.

Affected by the weakening global economy and market demand, the prices of large-sized products showed an inflection point in August, the prices of TV display screens declined rapidly, and the prices of other products also showed a declining trend; the Company will hedge such risks by improving its product quality and operating efficiency.

In the field of small-sized product businesses, TCL CSOT has accelerated the release of production capacity and the increase of yield rate, so as to leverage continuous technological innovation to improve the product experience, and optimize its customer portfolio.

The shipment volume of LTPS mobile phone panels of the t3 production line remained fourth place in the world, the proportion of non-mobile phone products has increased to 30%, the product and customer structures continue to be optimized, and the profitability has been improved. The t4 flexible OLED production line, which has completed the construction of Phase II and Phase III, is committed to forming differentiated competitiveness such as flexible folding and under-screen camera placement; however, due to the impact of preliminary R&D investment and fixed costs incurred during the ramp-up of the production line, t4's losses have increased month-on-month. The Company will focus on improving its technical capacity, meeting the needs of strategic customers, and gradually improving its operating efficiency.

TCL CSOT has accelerated the promotion of its medium-sized product business strategy, focusing on the fast-growing high-end market, actively introducing leading customers of the industry, and establishing a new driving force for businesses growth.

The Company has seized the opportunities for rapid growth in the high-end market of medium-sized products and given full play to its technical and customer advantages through the capacity adjustment of existing production lines, leading to a rapidly increasing market share. The Company ranks the #2 globally in terms of market shares of e-sports displays, #2 globally in terms of shipment volume of LTPS notebook panels, and #1 globally in terms of shipment volume of LTPS tablet PC panels; the shipment volume of vehicle-mounted LTPS panels has increased rapidly by introducing a number of Chinese and foreign leading customers; the Company has achieved cooperation with brand customers with respect to display and laptop products equipped with Mini LED backlighting, and expanded VR / AR new display products. The Company has accelerated the investment and construction of the G8.6 oxide semiconductor-based t9 project, which is expected to be put into operation in 2023.

We believe that the total demand area of all regions in the world will maintain steady annualized growth, the pattern of industrial competition will be optimized, and the weakening trend of the industrial cycle volatility will remain unchanged. **The Company will maintain industry-leading efficiency and profitability advantages and accelerate its upgrade from being a global leader of the large-sized display industry to being a global leader of the full-sized display field, centered on "optimizing production line structure and product structure, improving customer portfolio and perfecting industrial ecology".**

(II) Semiconductor photovoltaics and semiconductor materials business

In the first three quarters, although the pressure on the production costs of multiple semiconductor photovoltaics manufacturing links increased due to the dual impact of rising raw materials costs and energy consumption, global energy consumption increased rapidly, thus energy structure transformation will surely become a general trend, and the photovoltaics industry will enter a long-term, high-speed development stage. In the field of semiconductor materials, the global chip shortage continues, the shortage of semiconductor materials supply has yet to ease, and the prosperity of the industry is rising. In the first three quarters, both the photovoltaics and semiconductor materials businesses of Zhonghuan Semiconductor achieved rapid development,

with operating revenue of RMB 29.09 billion, a year-on-year increase of 117%, and net profit of RMB 3.28 billion, a year-on-year increase of 190%.

1. Semiconductor photovoltaics field

In the first three quarters, there was a shortage in the supply of upstream materials coupled with rising prices, which accelerated the trend of silicon wafer products becoming larger and thinner. Zhonghuan Semiconductor's G12 products effectively match the benefit needs of industrial chains. The Company sped up its planned capacity construction. The diamond wire cutting ultra-thin silicon wafer smart factory project implemented in Tianjin and Inner Mongolia was put into operation smoothly, and there has been substantial improvement in labor productivity and throughput for the G12 production line. The Ningxia Zhonghuan Phase VI project is expected to be put into operation by the end of the year. At the end of the reporting period, the Company's total production capacity of single crystal silicon increased to 73.5 GW, of which G12 production capacity accounted for about 59%, and the Company's G12 silicon wafer market penetration increased from 6% at the beginning of the year to 20% at the end of the reporting period. With the accumulation of advanced processes and technologies, the monthly production of single crystal furnaces and the A-class rating of silicon wafers continued to increase, the silicon consumption per unit product decreased significantly, and profitability improved against the quarterly trend.

At the photovoltaic cell and module end, the market share of products has increased steadily based on the deep integration of dual "G12 + Shingled PV" technology platforms with Industry 4.0 (smart manufacturing). The production capacity of the G12 high-efficiency shingled PV module project in Jiangsu Province has reached 6 GW; the G12 high-efficiency shingled PV modules project in Tianjin has officially entered the production stage, adding momentum to the rapid growth of the business.

2. Semiconductor materials field

In the first three quarters, the domestic substitution process of semiconductor materials accelerated, the demand for semiconductor terminals increased significantly; Zhonghuan Semiconductor accelerated the release of production capacity and the optimization of product structure; the shipment volume of 8-12 inch polished wafers and epitaxial wafers increased, with the production and sales scale increasing by more than 90% year-on-year. By cooperating with downstream customers to establish a flexible cooperation mode, Zhonghuan Semiconductor continues to develop

and introduce customers at home and abroad, build competitive barriers based on the characteristic process, and develop advanced process products. At the end of the reporting period, a monthly production capacity of 650,000 pieces for 8-inch products and 100,000 pieces for 12-inch products has been formed, with a new small-diameter layout for production expansion and new 8-inch product projects. It is expected that by the end of 2021, the Company may achieve the established goal of a monthly production capacity of 750,000 pieces for 8-inch products and 170,000 pieces for 12-inch products, so as to accelerate the development of the semiconductor business.

(III) Industrial finance business

In the first three quarters, the Company's financial and treasury businesses focused on ensuring the Company's demand for project funds, improved its active management capacity with regard to industrial funds and risks, reduced costs and increased efficiency to the greatest extent possible, controlled corporate receivables and foreign exchange risks, and supported the Company's core main businesses move towards global leadership. The Company's financial and treasury businesses will continue to adopt a strategy of steady development, focusing on the Company's long-term strategic objectives, solidly establishing long-term capacity that empowers industrial development, and supporting the Company's business operations and territory expansion.

TCL Capital explored investment and deployment opportunities in key areas that drive the development of the science and technology industry, such as new display types, semiconductors and core materials and process equipment related to the industrial chain, and promoted technology-business synergy, concurrently creating investment income. At the end of the reporting period, the funds managed by TCL Capital reached a scale of about CNY 9.2 billion, with a total investment of 118 projects. At present, TCL Capital holds shares of listed companies such as CATL, DKEM, Cambricon, Newtouch Software, ZJBC Information and HyUnion Holding; Admiralty Harbour Capital Limited achieved steady growth in its investment banking and asset management business, completing 14 capital market and financial advisory projects in the first three quarters, and Admiralty Harbour Capital Limited was approved to become a member of the Euroclear Bank, further diversifying its business scope; China Innovative Capital continued to focus on the industrial chain layout opportunities of the two core main businesses of the Company, invested in more than 137 listed companies, with steadily growing performance.

Over the past 40 years, TCL has loyally dedicated itself to the manufacturing industry, constantly

changing and innovating, traveling upstream along the electronics industrial chain all the way. The Company will continue to focus on resources to develop core technology industries, build strategic control points in the fields of semiconductor displays, semiconductor photovoltaics and semiconductor materials, adhere to the core requirements of "Improving Business Quality and Efficiency, Strengthening Advantages and Making up for Disadvantages, Accelerating Global Layout, and Innovation-driven Development", and enter a new development stage with stronger development momentum, so as to become a global leader among industry competitors!

Section IV Shareholder Information

I. Table of the total number of shareholders holding common stocks, number of shareholders holding preferred stocks with resumed voting rights, and shareholding of the top ten shareholders

Unit: Shares

Total number of ordinary shareholders at the period-end		820,878		Total number of preference shareholders with resumed voting rights at the period-end (if any)		0	
Shareholding of the top 10 shareholders							
Name of shareholder	Nature of shareholder	Shareholding ratio (%)	Number of shares held (shares)	Restricted shares held (shares)	Shares in pledge, marked or frozen		
					Share status	Quantity (shares)	
Li Dongsheng and his acting-in-concert party	Domestic natural person	8.26	1,158,599,393	610,181,602	Pledge by Li Dongsheng	138,178,800	
					Pledge by the persons acting in concert	344,899,521	
Huizhou Investment Holding Co., Ltd.	State-owned legal person	5.30	743,139,840				
Wuhan Optics Valley Industrial Investment Co., Ltd.	State-owned legal person	3.65	511,508,951	511,508,951	Pledge	255,754,475	
Hong Kong Securities Clearing Company Ltd.	Overseas legal person	2.82	395,663,351				
China Securities Finance Corporation Limited.	Domestic general legal person	2.66	373,231,553				
Tibet Tianfeng Enterprise Management Co., Ltd.	Domestic general legal person	1.76	246,568,838				
TCL Technology Group	Funds, wealth management	0.81	113,143,154				

Corporation - 2021 to 2023 Employee Stock Ownership Plan (Phase I)	products, etc.					
Sinatay Life Insurance Co., Ltd. - Conventional Product	Funds, wealth management products, etc.	0.77	107,528,172			
ICBC Credit Suisse Asset Management - Agricultural Bank of China-ICBC Credit Suisse China Securities Financial Asset Management Plan	Funds, wealth management products, etc.	0.53	74,761,500			
Southern Asset Management - Agricultural Bank of China - Southern China Securities Financial Asset Management Plan	Funds, wealth management products, etc.	0.53	74,761,500			
Top 10 unrestricted ordinary shareholders						
Name of shareholder	Unrestricted ordinary shares held at the period-end	Type of share				
		Type of share	Quantity (shares)			
Huizhou Investment Holding Co., Ltd.	743,139,840	RMB-denominated ordinary stock	743,139,840			
Li Dongsheng and his acting-in-concert party	548,417,791	RMB-denominated ordinary stock	548,417,791			

Hong Kong Securities Clearing Company Ltd.	395,663,351	RMB-denominated ordinary stock	395,663,351
China Securities Finance Corporation Limited.	373,231,553	RMB-denominated ordinary stock	373,231,553
Tibet Tianfeng Enterprise Management Co., Ltd.	246,568,838	RMB-denominated ordinary stock	246,568,838
TCL Technology Group Corporation - 2021 to 2023 Employee Stock Ownership Plan (Phase I)	113,143,154	RMB-denominated ordinary stock	113,143,154
Sinatay Life Insurance Co., Ltd. - Conventional Product	107,528,172	RMB-denominated ordinary stock	107,528,172
ICBC Credit Suisse Fund - Agricultural Bank of China - ICBC Credit Suisse China Securities Financial Asset Management Plan	74,761,500	RMB-denominated ordinary stock	74,761,500
Southern Asset Management - Agricultural Bank of China - Southern China Securities Financial Asset Management Plan	74,761,500	RMB-denominated ordinary stock	74,761,500
Zhong Ou Asset Management - Agricultural Bank of China - Zhong Ou China Securities Financial Asset Management Plan	74,761,500	RMB-denominated ordinary stock	74,761,500
Note on the above shareholders' associations or concerted actions	Mr. Li Dongsheng and Xinjiang Jiutian Liancheng Equity Investment Partnership (Limited Partnership) became persons acting in concert by signing the Agreement on Concerted Action, holding 1,158,599,400 shares in total and becoming the largest shareholder of the Company.		
Note on the top 10 shareholders' participation in securities margin trading (if any)	Tibet Tianfeng Enterprise Management Co., Ltd., a shareholder of the Company, holds 154,173,746 shares through the general securities account, and holds 92,395,092 shares through the credit securities account, with a total of 246,568,838 shares actually held.		

Note: The top ten shareholders of the Company do not include the "The Securities Account of TCL Technology Group Corporation for Repurchases". As of the end of the reporting period, there were 451,727,197 shares held in the repurchase account.

II. Total number of shareholders holding preferred stocks and shareholding of the top 10 thereof

Applicable Not applicable

Section V Other Important Matters

Applicable Not applicable

Section VI Quarterly Financial Statements

I. Financial statements

1. Consolidated Balance Sheet

Prepared by: TCL Technology Group Corporation

Unit: RMB

Item	September 30, 2021	December 31, 2020
Current assets:		
Monetary assets	23,184,408,917.00	21,708,904,743.00
Settlement reserves		
Funds on loan		
Held-for-trading financial assets	11,831,331,630.00	5,300,045,879.00
Derivative financial assets	179,909,523.00	453,578,245.00
Notes receivable	3,379,119,189.00	595,685,338.00
Accounts receivable	21,099,262,446.00	12,557,614,486.00
Receivables financing	1,921,109,524.00	2,176,743,646.00
Prepayments	2,951,934,848.00	1,355,653,454.00
Premiums receivable		
Reinsurance accounts receivable		
Reinsurance contract provisions receivable		
Other receivables	3,885,453,661.00	2,793,640,153.00
Of which: Interests receivable		
Dividends receivable	4,930,128.00	
Financial assets purchased under sale-back agreement		
Inventories	14,458,361,006.00	8,834,957,692.00
Contract assets	217,788,723.00	183,650,278.00
Held-for-sale assets		360,935,948.00
Non-current assets maturing within one year		
Other current assets	9,771,156,475.00	9,367,055,433.00
Total current assets	92,879,835,942.00	65,688,465,295.00
Non-current assets:		
Loans and advances to customers		981,876,228.00
Debt investments		119,349,896.00

Other debt investments	91,975,931.00	152,062,601.00
Long-term receivables	655,239,169.00	778,889,309.00
Long-term equity investments	24,635,045,163.00	24,047,036,004.00
Investments in other equity instruments	1,030,905,223.00	1,333,675,630.00
Other non-current financial assets	2,813,697,571.00	3,055,595,097.00
Investment property	701,618,665.00	1,664,201,130.00
Fixed assets	110,704,663,779.00	92,829,901,894.00
Construction-in-progress	34,942,314,395.00	31,508,310,783.00
Productive biological assets		
Oil and gas assets		
Right-of-use assets	1,980,527,730.00	
Intangible assets	12,604,939,397.00	10,054,045,032.00
Development expenditures	2,909,088,335.00	2,103,994,558.00
Goodwill	9,125,488,681.00	6,943,264,794.00
Long-term deferred expenses	1,627,220,359.00	2,536,670,015.00
Deferred tax assets	2,117,664,125.00	1,578,087,991.00
Other non-current assets	6,566,151,346.00	12,532,852,630.00
Total non-current assets	212,506,539,869.00	192,219,813,592.00
Total assets	305,386,375,811.00	257,908,278,887.00
Current liabilities:		
Short-term borrowings	7,615,688,682.00	12,263,713,979.00
Borrowings from the Central Bank	1,289,155,102.00	469,834,291.00
Borrowed funds	500,100,000.00	
Held-for-trading financial liabilities	1,029,572,413.00	527,901,041.00
Derivative financial liabilities	131,544,781.00	384,903,731.00
Notes payable	5,936,898,099.00	4,725,611,752.00
Accounts payable	28,111,529,829.00	16,468,931,544.00
Advances from customers	10,271,352.00	78,597,459.00
Contract liabilities	3,133,347,724.00	2,004,004,181.00
Financial assets sold under repurchase agreements		50,080,208.00
Deposits from customers and banks and other financial institutions	1,767,151,542.00	2,850,138,744.00
Funds for brokering securities transaction		
Funds for brokering securities underwriting		

Remunerations payable	3,067,368,090.00	1,856,664,146.00
Taxes and levies payable	1,695,966,861.00	670,058,792.00
Other payables	18,156,812,794.00	14,869,433,359.00
Of which: Interests payable		
Dividends payable	34,607,024.00	1,293,097.00
Service charges and commissions payable		
Reinsurance accounts payable		
Held-for-sale liabilities		
Non-current liabilities maturing within one year	11,044,514,342.00	13,429,669,611.00
Other current liabilities	879,169,322.00	366,970,706.00
Total current liabilities	84,369,090,933.00	71,016,513,544.00
Non-current liabilities:		
Insurance contract provisions		
Long-term borrowings	90,381,279,079.00	73,589,403,308.00
Bonds payable	16,959,991,644.00	18,040,772,610.00
Of which: Preferred stocks		
Perpetual bonds		
Lease liabilities	940,140,289.00	
Long-term payables	497,341,480.00	1,280,299,665.00
Long-term remunerations payable	86,649,243.00	27,857,583.00
Estimated liabilities		
Deferred income	1,311,591,825.00	1,509,867,357.00
Deferred tax liabilities	2,964,549,710.00	2,386,496,733.00
Other non-current liabilities		
Total non-current liabilities	113,141,543,270.00	96,834,697,256.00
Total liabilities	197,510,634,203.00	167,851,210,800.00
Owner's equity:		
Capital stock	14,030,642,421.00	14,030,788,362.00
Other equity instruments	230,240,606.00	230,240,606.00
Of which: Preferred stocks		
Perpetual bonds		
Capital reserves	3,909,667,193.00	5,442,384,608.00
Less: Treasury stocks	2,423,528,242.00	1,913,028,859.00
Other comprehensive income	-319,841,847.00	-145,573,093.00

Specific reserves	1,003,264.00	211,932.00
Surplus reserves	2,452,892,102.00	2,452,892,102.00
General risk provisions	360,767.00	385,534.00
Retained earnings	21,601,813,150.00	14,009,494,262.00
Total equity attributable to the owners of the parent company	39,483,249,414.00	34,107,795,454.00
Minority interests	68,392,492,194.00	55,949,272,633.00
Total owner's equity	107,875,741,608.00	90,057,068,087.00
Total liabilities and owner's equity	305,386,375,811.00	257,908,278,887.00

Legal representative: Li Dongsheng

Person in charge of accounting: Li Jian

Head of accounting department: Xi Wenbo

2. Consolidated Income Statement from the beginning of the year to the end of the reporting period

Unit: RMB

Item	Amount incurred in the current period	Amount incurred in the previous period
I. Total revenue	121,041,930,585.00	48,833,159,938.00
Of which: Revenue	120,928,535,190.00	48,709,987,251.00
Interest income	113,395,395.00	123,172,687.00
Earned premiums		
Service charge and commission income		
II. Total costs	108,632,792,060.00	49,698,704,134.00
Of which: Costs of sales	95,426,765,891.00	43,507,752,953.00
Interest expenditures	24,985,728.00	25,967,987.00
Service charge and commission expenditures		
Surrender value		
Net claims payment		
Net insurance liability provisions accrued		
Policy dividend expenditures		
Reinsurance expenses		
Taxes and levies	517,656,005.00	147,380,452.00
Selling expenses	1,552,806,398.00	548,204,916.00
Administrative expenses	3,008,738,778.00	1,215,567,756.00
R&D expenses	5,274,324,791.00	2,800,775,204.00
Financial expenses	2,827,514,469.00	1,453,054,866.00
Of which: Interest expenses	3,143,032,709.00	1,663,333,175.00

Interest income	304,396,859.00	297,750,444.00
Plus: Other income	1,236,157,521.00	1,254,526,018.00
Return on investment (losses are indicated by "-")	2,884,044,180.00	1,951,687,393.00
Of which: Share of profit or loss of joint ventures and associates	2,115,987,323.00	1,293,666,489.00
Income from derecognition of financial assets measured at amortised costs		
Exchange gains (losses are indicated by "-")	1,496,097.00	321,274.00
Gain on net exposure hedging (losses are indicated by "-")		
Gain on changes in fair value (losses are indicated by "-")	38,035,283.00	294,474,510.00
Credit impairment losses (losses are indicated by "-")	-14,189,833.00	7,074,256.00
Asset impairment losses (losses are indicated by "-")	-1,556,201,649.00	-708,096,422.00
Income from asset disposal (losses are indicated by "-")	24,654,877.00	931,334.00
III. Operating profit (losses are indicated by "-")	15,023,135,001.00	1,935,374,167.00
Plus: Non-operating income	284,672,695.00	496,388,240.00
Less: Non-operating expenditures	42,141,653.00	31,308,402.00
IV. Gross profits (total losses are indicated by "-")	15,265,666,043.00	2,400,454,005.00
Less: Income tax expenses	2,102,388,345.00	338,749,095.00
V. Net profits (net losses are indicated by "-")	13,163,277,698.00	2,061,704,910.00
(1) Classification by business continuity		
1. Net profits from continuing operations (net losses are indicated by "-")	13,104,980,954.00	2,061,704,910.00
2. Net profits from discontinued operations (net losses are indicated by "-")	58,296,744.00	
(2) Classification by ownership		
1. Net profits attributable to the owners of the parent company	9,101,970,170.00	2,025,175,746.00
2. Net profits attributable to minority interests	4,061,307,528.00	36,529,164.00
VI. Other comprehensive income, net of tax	-160,804,149.00	184,621,267.00
Other comprehensive income attributable to the owners of the parent company, net of tax	-174,268,754.00	220,697,688.00
(1) Other comprehensive income that will not be reclassified to profit or loss	-214,495,965.00	-26,301,283.00
1. Changes arising from remeasurement of defined benefit plans		

2. Other comprehensive income that cannot be subsequently reclassified into profits and losses under the equity method	14,869,672.00	-5,592,197.00
3. Changes in fair value of other equity instrument investments	-229,365,637.00	-20,709,086.00
4. Changes in fair value of the enterprise's own credit risks		
5. Others		
(2) Other comprehensive income that may subsequently reclassified into profit and loss	40,227,211.00	246,998,971.00
1. Other comprehensive income that can be transferred to profits and losses under the equity method	-141,659,959.00	78,939,921.00
2. Changes in fair value of other debt investments	118,211.00	
3. Amount of financial assets reclassified into other comprehensive income		
4. Provisions for credit impairment of other debt investments		
5. Reserves for cash flow hedging	-10,473,743.00	48,139,564.00
6. Conversion differences in foreign currency financial statements	192,242,702.00	119,919,486.00
7. Others		
Other net comprehensive income attributable to minority interests, net of tax	13,464,605.00	-36,076,421.00
VII. Total comprehensive income	13,002,473,549.00	2,246,326,177.00
Total comprehensive income attributable to the owners of the parent company	8,927,701,416.00	2,245,873,434.00
Total comprehensive income attributable to minority interests	4,074,772,133.00	452,743.00
VIII. Earnings per share:		
(1) Basic earnings per share	0.6756	0.1563
(2) Diluted earnings per share	0.6487	0.1497

Legal representative: Li Dongsheng

Person in charge of accounting: Li

Jian

Head of accounting department: Xi Wenbo

3. Consolidated Cash Flow Statement from the beginning of the year to the end of the reporting period

Unit: RMB

Item	Amount incurred in the current period	Amount incurred in the previous period
I. Cash flow generated from operating activities:		
Proceeds from sale of commodities and rendering of services	102,830,329,814.00	50,348,052,437.00
Net increase of deposits from customers and banks and other financial institutions	-1,082,987,202.00	1,984,254,690.00
Net increase of borrowings from the Central Bank	819,320,811.00	661,882,266.00
Net increase of borrowings from other financial institutions	500,100,000.00	
Cash received from collecting premiums for original insurance contracts		
Net cash received for reinsurance business		
Net increase of deposits and investments of policyholders		
Cash received from interest, service charges and commissions	113,395,395.00	123,172,687.00
Net increase of borrowed funds from banks and other financial institutions		
Net increase of repurchase business funds		
Net cash received from brokering securities transaction		
Tax and levy rebates	3,993,901,692.00	2,691,374,733.00
Cash generated from other operating activities	5,956,428,024.00	1,704,768,084.00
Sub-total of cash generated from operating activities	113,130,488,534.00	57,513,504,897.00
Payments for commodities and services	73,019,566,104.00	36,638,895,339.00
Net increase of loans and advances to customers	324,408,575.00	-991,814,418.00
Net increase of deposits with the Central Bank, banks and other financial institutions	299,437,969.00	-284,795,549.00
Cash paid for claims for original insurance contracts		
Net increase of funds on loan		
Cash paid for interest, service charges and commissions		
Cash paid for policy dividends		
Cash paid to and for employees	5,891,150,448.00	2,985,796,906.00
Taxes and levies paid	3,198,245,274.00	3,682,068,200.00
Cash used in other operating activities	6,437,971,103.00	3,612,284,290.00
Sub-total of cash used in operating activities	89,170,779,473.00	45,642,434,768.00
Net cash generated from operating activities	23,959,709,061.00	11,871,070,129.00
II. Cash flow generated from investment activities:		

Proceeds from disinvestments	18,761,531,372.00	17,115,227,387.00
Proceeds from return on investments	1,486,814,462.00	783,085,375.00
Net proceeds from disposal of fixed assets, intangible assets and other long-term assets	170,993,357.00	148,840.00
Net proceeds from disposal of subsidiaries and other business units	1,167,218,777.00	303,139,290.00
Cash generated from other investing activities	5,589,112.00	
Sub-total of cash generated from investment activities	21,592,147,080.00	18,201,600,892.00
Payments for the acquisition and construction of fixed assets, intangible assets and other long-term assets	20,703,364,427.00	23,959,069,555.00
Payments for investments	26,563,389,197.00	34,796,469,202.00
Net increase of pledged loans		
Net payments for acquiring subsidiaries and other business units	4,139,504,958.00	
Cash used in other investing activities	104,678,378.00	23,279,913.00
Subtotal of cash used in investing activities	51,510,936,960.00	58,778,818,670.00
Net cash used in investing activities	-29,918,789,880.00	-40,577,217,778.00
III. Cash flow generated from financing activities:		
Capital contributions received	10,064,658,519.00	3,262,240,000.00
Of which: Capital contributions by non-controlling interests to subsidiaries	10,064,658,519.00	3,262,240,000.00
Borrowings raised	48,844,261,186.00	53,060,270,869.00
Cash generated from other financing activities	858,099,886.00	473,470,318.00
Sub-total of cash generated from financing activities	59,767,019,591.00	56,795,981,187.00
Cash paid for debt repayment	39,176,083,445.00	28,146,415,143.00
Cash paid for distribution of dividends and profits or payment of interests	5,851,178,360.00	4,080,360,106.00
Of which: Dividends and profits paid by subsidiaries to minority shareholders	412,425,974.00	279,523,652.00
Other cash paid in relation to financing activities	6,056,321,743.00	1,083,465,759.00
Subtotal of cash used in financing activities	51,083,583,548.00	33,310,241,008.00
Net cash generated from financing activities	8,683,436,043.00	23,485,740,179.00
IV. Effect of exchange rate changes on cash and cash equivalents	3,648,815.00	-46,170,424.00
V. Net increase of cash and cash equivalents	2,728,004,039.00	-5,266,577,894.00
Plus: Beginning balance of cash and cash equivalents	18,208,416,780.00	17,637,742,929.00
VI. Closing balance of cash and cash equivalents	20,936,420,819.00	12,371,165,035.00

Legal representative: Li Dongsheng

Person in charge of accounting: Li

Jian

Head of accounting department: Xi Wenbo

II. Notes on adjustments in the financial statements

1. Adjustments to the beginning balances of the relevant items of the financial statements due to the adoption of the new Leasing Standards initially implemented beginning in 2021

 Applicable Not applicable

Whether there is need to adjust the beginning balances of the balance sheet items

 Yes No

Consolidated Balance Sheet

Unit: RMB

Item	December 31, 2020	January 1, 2021	Amount of adjustment
Current assets:			
Monetary assets	21,708,904,743.00	21,708,904,743.00	
Settlement reserves			
Funds on loan			
Held-for trading financial assets	5,300,045,879.00	5,300,045,879.00	
Derivative financial assets	453,578,245.00	453,578,245.00	
Notes receivable	595,685,338.00	595,685,338.00	
Accounts receivable	12,557,614,486.00	12,557,614,486.00	
Receivables financing	2,176,743,646.00	2,176,743,646.00	
Prepayments	1,355,653,454.00	1,355,653,454.00	
Premiums receivable			
Reinsurance accounts receivable			
Reinsurance contract provisions receivable			
Other receivables	2,793,640,153.00	2,793,640,153.00	
Of which: Interests receivable			
Dividends receivable			
Financial assets purchased under sale-back agreement			
Inventories	8,834,957,692.00	8,834,957,692.00	
Contract assets	183,650,278.00	183,650,278.00	

Held-for-sale assets	360,935,948.00	360,935,948.00	
Non-current assets maturing within one year			
Other current assets	9,367,055,433.00	9,367,055,433.00	
Total current assets	65,688,465,295.00	65,688,465,295.00	
Non-current assets:			
Loans and advances to customers	981,876,228.00	981,876,228.00	
Debt investments	119,349,896.00	119,349,896.00	
Other debt investments	152,062,601.00	152,062,601.00	
Long-term receivables	778,889,309.00	778,889,309.00	
Long-term equity investments	24,047,036,004.00	24,047,036,004.00	
Investments in other equity instruments	1,333,675,630.00	1,333,675,630.00	
Other non-current financial assets	3,055,595,097.00	3,055,595,097.00	
Investment property	1,664,201,130.00	1,664,201,130.00	
Fixed assets	92,829,901,894.00	91,515,595,994.00	-1,314,305,900.00
Construction-in-progress	31,508,310,783.00	31,508,310,783.00	
Productive biological assets			
Oil and gas assets			
Right-of-use assets		1,856,862,180.00	1,856,862,180.00
Intangible assets	10,054,045,032.00	10,054,045,032.00	
Development expenditures	2,103,994,558.00	2,103,994,558.00	
Goodwill	6,943,264,794.00	6,943,264,794.00	
Long-term deferred expenses	2,536,670,015.00	2,099,368,428.00	-437,301,587.00
Deferred tax assets	1,578,087,991.00	1,578,087,991.00	
Other non-current assets	12,532,852,630.00	12,532,852,630.00	
Total non-current assets	192,219,813,592.00	192,325,068,285.00	105,254,693.00
Total assets	257,908,278,887.00	258,013,533,580.00	105,254,693.00
Current liabilities:			
Short-term borrowings	12,263,713,979.00	12,263,713,979.00	
Borrowings from the Central Bank	469,834,291.00	469,834,291.00	
Borrowed funds			
Held-for-trading financial liabilities	527,901,041.00	527,901,041.00	
Derivative financial liabilities	384,903,731.00	384,903,731.00	
Notes payable	4,725,611,752.00	4,725,611,752.00	

Accounts payable	16,468,931,544.00	16,468,931,544.00	
Advances received	78,597,459.00	78,597,459.00	
Contract liabilities	2,004,004,181.00	2,004,004,181.00	
Financial assets sold under repurchase agreement	50,080,208.00	50,080,208.00	
Deposits from customers and banks and other financial institutions	2,850,138,744.00	2,850,138,744.00	
Funds for brokering securities transaction			
Funds for brokering securities underwriting			
Remunerations payable	1,856,664,146.00	1,856,664,146.00	
Taxes and levies payable	670,058,792.00	670,058,792.00	
Other payables	14,869,433,359.00	14,869,433,359.00	
Of which: Interests payable			
Dividends payable	1,293,097.00	1,293,097.00	
Service charges and commissions payable			
Reinsurance accounts payable			
Held-for-sale liabilities			
Non-current liabilities maturing within one year	13,429,669,611.00	13,449,071,421.00	19,401,810.00
Other current liabilities	366,970,706.00	366,970,706.00	
Total current liabilities	71,016,513,544.00	71,035,915,354.00	19,401,810.00
Non-current liabilities:			
Insurance contract provisions			
Long-term borrowings	73,589,403,308.00	73,589,403,308.00	
Bonds payable	18,040,772,610.00	18,040,772,610.00	
Of which: Preferred stocks			
Perpetual bonds			
Lease liabilities		912,550,980.00	912,550,980.00
Long-term payables	1,280,299,665.00	453,601,568.00	-826,698,097.00
Long-term remunerations payable	27,857,583.00	27,857,583.00	
Estimated liabilities			
Deferred income	1,509,867,357.00	1,509,867,357.00	
Deferred tax liabilities	2,386,496,733.00	2,386,496,733.00	

Other non-current liabilities			
Total non-current liabilities	96,834,697,256.00	96,920,550,139.00	85,852,883.00
Total liabilities	167,851,210,800.00	167,956,465,493.00	105,254,693.00
Owner's equity:			
Capital stock	14,030,788,362.00	14,030,788,362.00	
Other equity instruments	230,240,606.00	230,240,606.00	
Of which: Preferred stocks			
Perpetual bonds			
Capital reserves	5,442,384,608.00	5,442,384,608.00	
Less: Treasury stocks	1,913,028,859.00	1,913,028,859.00	
Other comprehensive income	-145,573,093.00	-145,573,093.00	
Specific reserves	211,932.00	211,932.00	
Surplus reserves	2,452,892,102.00	2,452,892,102.00	
General risk provisions	385,534.00	385,534.00	
Retained earnings	14,009,494,262.00	14,009,494,262.00	
Total equity attributable to the owners of the parent company	34,107,795,454.00	34,107,795,454.00	
Minority interests	55,949,272,633.00	55,949,272,633.00	
Total owner's equity	90,057,068,087.00	90,057,068,087.00	
Total liabilities and owner's equity	257,908,278,887.00	258,013,533,580.00	105,254,693.00

Note on the adjustments

As of January 1, 2021, the Company has adopted the Accounting Standards for Business Enterprises No. 21 - Leasing revised by the Ministry of Finance in 2018.

The Company has adopted the simplified retroactive adjustment method to adjust the beginning balances of relevant items of the financial statements for the year of the initial implementation (January 1, 2021) according to the cumulative impact of the initial implementation of the Standards based on the requirements of the new Leasing Standards, and has not adjusted the information for comparable periods.

The impact of the implementation of the new Lease Standards on the beginning balances of the relevant items of the Balance Sheet are shown as follows:

Unit: RMB

Item	December 31, 2020	Amount of adjustment	January 1, 2021
Fixed assets	92,829,901,894	-1,314,305,900	91,515,595,994
Right-of-use assets		1,856,862,180	1,856,862,180
Long-term prepaid expenses	2,536,670,015	-437,301,587	2,099,368,428
Non-current liabilities maturing within one year	13,429,669,611	19,401,810	13,449,071,421
Lease liabilities		912,550,980	912,550,980

Long-term payables	1,280,299,665	-826,698,097	453,601,568
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2. Notes on retrospective adjustments to the previous comparative data due to adoption of the new Leasing Standards initially implemented beginning in 2021

Applicable Not applicable

III. Auditor’s report

Whether the Third Quarter 2021 Report has been audited or not?

Yes No

The Company's Third Quarter 2021 Report has not yet been audited.

TCL Technology Group Corporation

Board of Directors

October 27, 2021