

CSG HOLDING CO., LTD.

**THE FIRST QUARTER REPORT 2021**



Chairman of the Board:

CHEN LIN

April 2021

## **Section I Important Notice**

Board of Directors and the Supervisory Committee of CSG Holding Co., Ltd. (hereinafter referred to as the Company) and its directors, supervisors and senior executives hereby confirm that there are no any fictitious statements, misleading statements, or important omissions carried in this report, and shall take individual and joint legal responsibilities for the facticity, accuracy and completeness of the whole contents.

All directors were present at the meeting of the Board for deliberating the First Quarter Report of the Company in person.

Ms. Chen Lin, Chairman of the Board, Mr. Wang Jian, responsible person in charge of the accounting and Ms. Wang Wenxin, principal of the financial department (accounting officer) declare that the Financial Report enclosed in the First Quarter Report 2021 is true, accurate and complete.

This report is prepared both in Chinese and English. Should there be any inconsistency between the Chinese and English versions, the Chinese version shall prevail.

## Section II The basic situation of the Company

### I. Main accounting data and financial indicators

Whether the company need to retroactively adjust or restate the previous year's accounting data or not

Yes  No

	The 1st quarter of 2021	The 1st quarter of 2020	Percentage of change (%)
Operating income (RMB)	3,006,832,539	1,733,965,637	73.41%
Net profit attributable to shareholders of the listed company(RMB)	573,268,793	111,278,288	415.17%
Net profit attributable to shareholders of the listed company after deducting non-recurring gains and losses(RMB)	572,808,470	101,805,077	462.65%
Net cash flow arising from operating activities(RMB)	341,291,798	-11,126,768	-
Basic earnings per share (RMB/Share)	0.19	0.04	375.00%
Diluted earnings per share (RMB/Share)	0.19	0.04	375.00%
Weighted average ROE (%)	5.46%	1.16%	4.30%
	31 March 2021	31 December 2020	Percentage of change (%)
Total assets (RMB)	18,291,918,167	17,882,914,898	2.29%
Net assets attributable to shareholder of listed company(RMB)	10,786,937,835	10,212,989,847	5.62%

The total share capital of the company as of the previous trading day of disclosure ( share )	3,070,692,107
Fully diluted earnings per share calculated with latest equity ( RMB/share )	0.19

Items and amounts of extraordinary profit (gains)/losses

Applicable  Not applicable

Unit: RMB

Item	Amount from beginning of the year to the end of the report period	Note
Gains/losses from the disposal of non-current asset (including the write-off that accrued for impairment of assets)	-298,458	
Governmental subsidy reckoned into current gains/losses (not including the subsidy enjoyed in quota or ration according to national standards, which are closely relevant to enterprise's business)	14,347,461	

In addition to the normal business of the company effective hedging related business, tradable financial assets, derivative financial assets, tradable financial liabilities, changes in the fair value of the derivative financial liabilities to generate profits and losses, as well as the disposal of tradable financial assets, derivative financial assets, tradable financial liabilities, derivative financial liabilities and other creditor's rights investment returns.	1,373,392	
Other non-operating income and expenditure except for the aforementioned items	-12,339,031	
Less: Impact on income tax	2,103,005	
Impact on minority shareholders' equity (post-tax)	520,036	
Total	460,323	--

For the non-recurring profit and loss items defined by the company in accordance with Q&A Announcement No.1 on Information Disclosure for Companies Offering Their Securities to the Public --- Extraordinary Profit/loss, and the non-recurring profit and loss items listed in Q&A Announcement No.1 on Information Disclosure for Companies Offering Their Securities to the Public --- Extraordinary Profit/loss. are defined as recurring profit and loss items, the reasons shall be explained.

Applicable  Not applicable

During the report period, the Company didn't have the case of extraordinary profit (gains)/loss defined as a regular profit and loss project, which was defined and enumerated according to the lists of extraordinary profit (gain)/loss in Q&A Announcement No.1 on Information Disclosure for Companies Offering Their Securities to the Public --- Extraordinary Profit/loss.

## II. Total of shareholders at the end of the report period and particulars about the shares held by the top ten shareholders

### 1. The total number of common shareholders and the number of preference shareholders with voting rights recovered as well as the top ten shareholders

Unit: Share

The total number of common shareholders at the end of the report period	139,532	The total number of preference shareholders with voting rights recovered at end of report period (if applicable)	0			
Particulars about the shares held by the top ten shareholders						
Name of shareholder	Nature of shareholder	Proportion of shares held (%)	Amount of shares held	Amount of restricted shares held	Number of share pledged/frozen	
					Share status	Amount
Foresea Life Insurance Co., Ltd. – HailiNiannian	Domestic non state-owned legal person	15.19%	466,386,874			
Foresea Life Insurance Co., Ltd. – Universal Insurance Products	Domestic non state-owned legal person	3.86%	118,425,007			
Zhongshan Runtian Investment Co., Ltd.	Domestic non state-owned	2.82%	86,633,447		pledged	86,630,000

	legal person				
Hong Kong Securities Clearing Co., Ltd.	Foreign legal person	2.45%	75,307,652		
Foresea Life Insurance Co., Ltd. – Own Fund	Domestic non state-owned legal person	2.11%	64,765,161		
Central Huijin Asset Management Ltd.	State-owned legal person	1.89%	57,915,488		
China Galaxy International Securities (Hong Kong) Co., Limited	Foreign legal person	1.35%	41,349,778		
China Merchants Securities (HK) Co., Limited	State-owned legal person	1.08%	33,238,643		
Shenzhen International Holdings (SZ) Limited	State-owned legal person	0.95%	29,095,000		
VANGUARD EMERGING MARKETS STOCK INDEX FUND	Foreign legal person	0.68%	20,972,497		
Particulars about the top ten shareholders with un-restrict shares held					
Shareholders' name	Amount of unrestricted shares held at the end of the period	Type of shares			
		Type	Amount		
Foresea Life Insurance Co., Ltd. – HailiNiannian	466,386,874	RMB ordinary shares	466,386,874		
Foresea Life Insurance Co., Ltd. – Universal Insurance Products	118,425,007	RMB ordinary shares	118,425,007		
Zhongshan Runtian Investment Co., Ltd.	86,633,447	RMB ordinary shares	86,633,447		
Hong Kong Securities Clearing Co., Ltd.	75,307,652	RMB ordinary shares	75,307,652		
Foresea Life Insurance Co., Ltd. – Own Fund	64,765,161	RMB ordinary shares	64,765,161		
Central Huijin Asset Management Ltd.	57,915,488	RMB ordinary shares	57,915,488		
China Galaxy International Securities (Hong Kong) Co., Limited	41,349,778	Domestically listed foreign shares	41,349,778		
China Merchants Securities (HK) Co., Limited	33,238,643	Domestically listed foreign shares	33,238,643		
Shenzhen International Holdings (SZ) Limited	29,095,000	RMB ordinary shares	29,095,000		
VANGUARD EMERGING MARKETS STOCK INDEX FUND	20,972,497	Domestically listed foreign shares	20,972,497		
Statement on associated relationship or consistent action among the above shareholders:	<p>Among shareholders as listed above, Foresea Life Insurance Co., Ltd.-HailiNiannian, Foresea Life Insurance Co., Ltd.-Universal Insurance Products, Foresea Life Insurance Co., Ltd.-Own Fund are all held by Foresea Life Insurance Co., Ltd. Zhongshan Runtian Investment Co., Ltd. is a related legal person of Foresea Life Insurance Co., Ltd. and Chengtai Group Co., Ltd., another related legal person of Foresea Life Insurance Co., Ltd, which held 40,187,904 shares via China Galaxy International Securities (Hong Kong) Co., Limited.</p> <p>Except for the above-mentioned shareholders, it is unknown whether other shareholders belong to related party or have associated relationship regulated by the Management</p>				

Regulation of Information Disclosure on Change of Shareholding for Listed Companies.	
Explanation on the top ten shareholders with un-restrict shares held which involving margin business (if applicable)	N/A

Whether the top ten common shareholders or the top ten common shareholders holding unrestricted shares had a buy-back agreement dealing in the report period or not.

Yes  No

The top ten common shareholders or the top ten common shareholders holding unrestricted shares of the Company had no buy-back agreement dealing in the report period.

**2. The total number of preferred shareholders of the company and particulars about the top ten preferred shareholders**

Applicable  Not applicable

## Section III Important events

### I. Particulars and explanations about significant changes in main accounting statements and financial indices

√Applicable    □Not applicable

Unit: RMB 0,000

	Note	31 March 2021	31 December 2020	Amount of change	Percentage of change
Tradable financial assets	(1)	9,000	-	9,000	-
Notes receivable	(2)	12,410	20,797	-8,387	-40%
Accounts receivable	(3)	101,999	68,147	33,852	50%
Right-of-use asset	(4)	953	-	953	-
Long-term prepaid expenses	(5)	67	1,038	-971	-94%
Prepayments	(6)	11,995	8,593	3,402	40%
Notes payable	(7)	20,652	14,485	6,167	43%
Employee benefits payable	(8)	21,490	34,235	-12,745	-37%
	Note	Jan.-Mar.2021	Jan.-Mar.2020	Amount of change	Percentage of change
Operating income	(9)	300,683	173,397	127,286	73%
Operating costs	(10)	188,497	122,313	66,184	54%
Taxes and surcharges	(11)	3,397	2,181	1,216	56%
Credit impairment loss	(12)	614	376	238	63%
Investment income	(13)	137	-	137	-
Asset disposal income	(14)	-30	-49	19	-
Other income	(15)	1,435	2,079	-644	-31%
Non-operating income	(16)	298	59	239	405%
Income tax expense	(17)	11,918	2,348	9,570	408%
Net profit attributable to shareholders of the parent company	(18)	57,327	11,128	46,199	415%
Minority shareholders' profit and loss	(19)	509	71	438	617%
Net amount of other comprehensive income after tax	(20)	89	149	-60	-40%

Notes:

- (1) The increase in tradable financial assets was due to the purchase of structured deposits.
- (2) The decrease in notes receivable was mainly due to the decrease in notes of some subsidiaries.
- (3) The increase in accounts receivable was mainly due to the increase in accounts receivable of architectural glass subsidiaries.
- (4) The increase in right-of-use asset was mainly due to adjustment in accordance with the new lease standard.
- (5) The decrease in long-term prepaid expenses was mainly due to the adjustment in accordance with the new lease standard.
- (6) The increase in prepayments was mainly due to the increase in prepayments for materials.
- (7) The increase in notes payable was mainly due to the increase in new notes issued in the current period and the small base of the previous year.
- (8) The decrease in employee benefits payable was mainly due to the year-end bonuses accrued in the previous year that were paid during the report period.
- (9) The increase in operating income was mainly due to the increase in the price of float glass and photovoltaic glass and the transition of Line II of Qingyuan into commercial operation.
- (10) The increase in operating costs was mainly due to the increase in operating income and the transportation costs included in the cost as contract performance costs.
- (11) The increase in taxes and surcharges was mainly due to the increase in operating income.
- (12) The increase in credit impairment loss was mainly due to the increase in the provision for bad debts of accounts receivable.
- (13) The increase in investment income was due to the increase in income from structured deposits.
- (14) The change in asset disposal income was mainly due to the decrease in the disposal of non-current assets in the current period.
- (15) The decrease in other income was mainly due to the decrease in government subsidies received in the current period.
- (16) The increase in non-operating income was mainly due to the increase in unpaid payments and insurance claims.
- (17) The increase in income tax expense was mainly due to the increase in total profits.
- (18) The increase in net profit attributable to shareholders of the parent company was mainly due to the increase in the net profit of some subsidiaries.
- (19) The increase in minority shareholders' profit and loss was mainly due to the increase in the net profit of some subsidiaries with minority shareholders.
- (20) The decrease in net amount of other comprehensive income after tax was mainly due to changes in the translation differences in foreign currency statements.

## II. The progress and the impact of material events and analysis on the solutions

Applicable   Not applicable

### 1. Ultra-short-term financing bills

On June 15, 2020, the Company's Third Extraordinary General Shareholders' Meeting of 2020 deliberated and approved "The Proposal on Application for Registration And Issuance of Ultra-short-term Financing Bills And Medium-term Notes", which agreed that the Company should register and issue ultra-short-term financing bills with a registered amount not exceeding RMB 1.5 billion and the bills could be issued by stages within period of validity of the registration according to the Company's actual demands for funds and the status of inter-bank funds. On September 4, 2020, National Association of Financial Market Institutional Investors (NAFMII) held its 102nd registration meeting in 2020 and decided to accept the registration of ultra-short-term financing bills with a total of RMB 1.5 billion and a validity period of two years.

### 2. Medium-term notes



On April 15, 2016, CSG's Annual General Shareholders' Meeting of 2015 deliberated and approved the proposal of application for registration and issuance of medium-term notes with total amount of RMB 0.8 billion, which could be issued by stages within period of validity of the registration according to the Company's actual demands for funds and the status of inter-bank funds. On March 2, 2018, National Association of Financial Market Institutional Investors (NAFMII) held the 14th registration meeting of 2018, in which NAFMII decided to accept the registration of the Company's medium-term notes, amounting to RMB 0.8 billion and valid for two years. Shanghai Pudong Development Bank Co., Ltd. and China CITIC Bank Corporation Limited were joint lead underwriters of these medium-term notes which could be issued by stages within period of validity of the registration. On May 4, 2018, the Company issued the first batch of medium-term notes with a total amount of RMB 0.8 billion and a term of three years. The issue rate was 7%, and the redemption date was May 4, 2021.

On June 15, 2020, CSG's Third Extraordinary Shareholders' General Meeting of 2020 deliberated and approved "The Proposal on Application for Registration And Issuance of Ultra-short-term Financing Bills And Medium-term Notes", which agreed that the Company should register and issue medium-term notes with a registered amount not exceeding RMB 1.5 billion and the notes could be issued by stages within period of validity of the registration according to the Company's actual demands for funds and the status of inter-bank funds. On September 4, 2020, the NAFMII held the 102nd registration meeting in 2020 and decided to accept the Company's registration of medium-term notes with a total of RMB 1.5 billion and a validity period of two years.

For details, please refer to [www.chinabond.com.cn](http://www.chinabond.com.cn) and [www.chinamoney.com.cn](http://www.chinamoney.com.cn).

### 3. Public issuance of corporate bonds

On March 2, 2017, the Second Extraordinary Shareholders' General Meeting of 2017 deliberated and approved "The Proposal on the Public Issuance of Corporate Bonds for Qualified Investors". On February 27, 2019, the First Extraordinary Shareholders' General Meeting of 2019 deliberated and approved "The Proposal on Extending the Validity Period of the Shareholders' Meeting for the Public Offering of Corporate Bonds to Qualified Investors", which agreed that the Company should issue corporate bonds with a total issue of no more than RMB 2 billion and a term of no more than 10 years. On June 26, 2019, the Company received the "Approval of Approving CSG Holding Co., Ltd. to Issue Corporate Bonds to Qualified Investors" issued by China Securities Regulatory Commission (ZJXK [2019] No. 1140). On March 24, 2020 and March 25, 2020, the Company issued the first batch of corporate bonds with total amount of RMB 2 billion and valid term of 3 years at the issuance rate of 6%, which will be redeemed on March 25, 2023.

On March 12, 2020, the First Extraordinary Shareholders' General Meeting of 2020 deliberated and approved "The Proposal on the Public Issuance of Corporate Bonds for Qualified Investors", which agreed that the Company should issue corporate bonds with a total issue of no more than RMB 1.8 billion and a term of no more than 10 years. On April 22, 2020, the Company received the "Approval of Approving CSG Holding Co., Ltd. to Issue Corporate Bonds to Qualified Investors" issued by China Securities Regulatory Commission (ZJXK[2020] No. 784).

### 4. Non-public issuance of A shares

The interim meeting of the 8th board of directors of the Company held on March 5, 2020 deliberated and approved the related proposals of non-public issuance of A shares, and agreed the Company to issue A shares privately. The proposals were deliberated and approved by the Second Extraordinary Shareholders' General Meeting of 2020 which held on April 16, 2020. In May 2020, the Company received "The First Feedback Notice on the Examination of Administrative Licensing Projects of China Securities Regulatory Commission" (No. 200819) issued by the China Securities Regulatory Commission, and published "Announcement on Reply to the Feedback of Application Documents For Non-public Issuance of A Shares" and "Announcement on the Revised Reply to the Feedback of Application Documents For Non-public Issuance of A Shares" on June 8, 2020 and June 29, 2020 respectively. On June 5, 2020, the Company held an interim meeting of the 9th board of directors, deliberated and approved the relevant proposals on adjusting the Company's non-public issuance of A shares. On July 6, 2020, the Issuance Audit Committee of China Securities Regulatory Commission reviewed the Company's application for non-public issuance of A shares. According to the audit results, the Company's application for non-public issuance of A shares was approved. On July 22, 2020, the Company received the "Reply on the

Approval of Non-public Issuance of Shares of CSG” (ZJXX [2020] No. 1491) issued by China Securities Regulatory Commission. In view of the validity period of the resolution of the non-public issuance of A shares and the validity period of the relevant authorization were about to expire, the Company held an interim meeting of the 9th board of directors and an interim meeting of the 9th board of supervisors on March 26, 2021, which deliberated and approved " The Proposal on Extending the Validity Period of Resolutions of the General Meeting of Shareholders of Non-public Issuance of A Shares" and "The Proposal on Requesting the General Meeting of Shareholders to Extend the Authorization of the Board of Directors to Fully Manage Matters Related to the Non-public Issuance of A Shares". It was agreed that the Company should extend the validity period of the resolutions of the shareholders' meeting of this non-public issuance of A shares and the validity period of authorizing the board of directors to handle matters related to the non-public issuance of A shares by 12 months from the date of expiration of the previous period of validity (that is, to April 15, 2022). The above proposals were deliberated and approved by the Company's Second Extraordinary Shareholders' General Meeting of 2021 held on April 13, 2021.

For details, please refer to the relevant contents published on Juchao information network (www.cninfo.com.cn) .

Progress of implementation of share repurchase

Applicable Not applicable

Progress of implementation of the reduction of the purchased shares by means of centralized price bidding

Applicable Not applicable

### **III. Failure in due fulfillment of commitments of the actual controllers, shareholders, affiliates, and acquirers of listed company as well as the listed company during the report period**

Applicable Not applicable

It did not exist that commitments of the actual controllers, shareholders, affiliates, and acquirers of listed company as well as the listed company failed to be fulfilled on time during the report period.

### **IV. Financial assets investment**

#### **(1) Securities investment**

Applicable Not applicable

There was no securities investment during the report period.

#### **(2) Derivative investment**

Applicable Not applicable

There was no derivative investment during the report period.

### **V. Progress of investment projects with raised funds**

Applicable Not applicable

### **VI. Predict of the business performance from January to June 2021**

Warnings and reasons of the predict that the cumulative net profit from the begin of the year to the end of next report period may be loss or have great changes comparing with the same period of last year

Applicable Not applicable

## VII. Major contracts for daily operation

Applicable     Not applicable

Name of company signing the contract	Name of the other party signing the contract	Subject matter	Total contract amount	Progress of contract performance	Amount of sales revenue recognized in the current period and accumulated	Collection of accounts receivable
Wujiang CSG Glass Co., Ltd., Dongguan CSG Solar Glass Co., Ltd.	LONGi Solar Technology Ltd., Zhejiang LONGi Solar Technology Ltd., Taizhou LONGi Solar Technology Ltd., Yinchuan LONGi Solar Technology Ltd., Chuzhou LONGi Solar Technology Ltd., Datong LONGi Solar Technology Ltd., LONGi (H.K.) Trading Limited, LONGi (KUCHING) SDN. BHD., Xianyang LONGi Solar Technology Ltd., Jiangsu LONGi Solar Technology Ltd., Jiaxing LONGi Solar Technology Ltd., Xi'an LONGi Green Building Technology Ltd.	Photovoltaic glass	RMB 6,500 million (tax included)	In progress	The recognized income was RMB 87.57 million in this period, and the accumulated recognized income was RMB 221.93 million.	RMB 165.51 million

There is a significant difference between the progress of the major contract and the contract agreement, which affects more than 30% of the contract amount

Applicable     Not applicable

## VIII. Entrusted financing

Applicable     Not applicable

There was no entrusted financing during the report period

## IX. Particulars about illegal external guarantee

Applicable     Not applicable

The Company had no illegal external guarantee during the report period.

## X. Particulars about non-operating fund of listed company which is occupied by controlling shareholder and its affiliated enterprises

Applicable     Not applicable

There was no non-operating fund of listed company occupied by controlling shareholder and its affiliated enterprises during the report period.

## **XI. Registration form for receiving research, communication and interview during the report period**

Applicable     Not applicable

The Company did not receive any research, communication or interviews during the report period.

## Section IV Financial Report

### I. Financial Statements

#### 1. Consolidated balance sheet

Prepared by CSG Holding Co., Ltd.

Unit: RMB

Item	March 31, 2021	December 31, 2020
Current asset:		
Monetary Fund	2,016,865,586	2,125,788,903
Tradable financial assets	90,000,000	
Notes receivable	124,098,739	207,966,892
Accounts receivable	1,019,990,173	681,467,133
Receivables financing	347,157,199	382,527,782
Prepayments	119,952,561	85,928,641
Other receivables	199,342,999	200,969,854
Inventories	1,048,226,068	815,156,318
Other current assets	136,152,305	140,031,544
Total current assets	5,101,785,630	4,639,837,067
Non-current assets:		
Investment real estate	383,084,500	383,084,500
Fixed assets	8,961,971,150	9,145,644,569
Construction in progress	1,973,479,214	1,893,380,611
Right-of-use asset	9,534,162	
Intangible assets	1,180,633,322	1,139,718,255
Development expenditure	54,079,023	49,153,407
Goodwill	233,375,693	233,375,693
Long-term prepaid expenses	666,968	10,381,937
Deferred tax assets	194,230,481	194,979,414
Other non-current assets	199,078,024	193,359,445
Total non-current assets	13,190,132,537	13,243,077,831
Total assets	18,291,918,167	17,882,914,898
Current liabilities:		

Short-term loan	322,688,500	352,895,571
Notes payable	206,524,926	144,851,192
Accounts payable	1,226,598,284	1,237,833,051
Contract liability	266,895,878	296,776,624
Payroll pay	214,904,810	342,352,166
Taxes payable	204,308,326	194,921,071
Other payables	236,233,747	287,332,992
Incl.: Interest payable	56,172,197	132,133,902
Non-current liabilities due within one year	931,301,946	927,531,709
Other current liabilities	29,378,554	34,586,292
<b>Total current liabilities</b>	<b>3,638,834,971</b>	<b>3,819,080,668</b>
Non-current liabilities:		
Long-term loan	873,417,968	853,253,983
Bonds payable	1,994,647,424	1,994,020,348
Deferred income	490,003,419	498,056,081
Deferred income tax liabilities	100,093,369	102,619,932
<b>Total non-current liabilities</b>	<b>3,458,162,180</b>	<b>3,447,950,344</b>
<b>Total Liabilities</b>	<b>7,096,997,151</b>	<b>7,267,031,012</b>
Owners' equity:		
Share capital	3,070,692,107	3,070,692,107
Capital reserve	596,997,085	596,997,085
Other comprehensive income	162,702,572	161,816,819
Special reserves	10,062,444	10,269,002
Surplus reserve	1,036,948,422	1,036,948,422
Undistributed profits	5,909,535,205	5,336,266,412
<b>Total owner's equity attributable to the parent company</b>	<b>10,786,937,835</b>	<b>10,212,989,847</b>
Minority shareholders' equity	407,983,181	402,894,039
<b>Total owner's equity</b>	<b>11,194,921,016</b>	<b>10,615,883,886</b>
<b>Total Liabilities and Owner's Equity</b>	<b>18,291,918,167</b>	<b>17,882,914,898</b>

Legal Representative: Chen Lin, Responsible person in charge of the accounting: Wang Jian, Principal of the financial department:  
Wang Wenxin

## 2. Balance Sheet of the Parent Company

Unit: RMB

Item	March 31, 2021	December 31, 2020
<b>Current asset:</b>		
Monetary Fund	1,507,758,454	1,072,875,571
Tradable financial assets	90,000,000	
Prepayments	1,656,513	1,650,184
Other receivables	2,821,116,552	3,803,908,369
Other current assets		66,321
<b>Total current assets</b>	<b>4,420,531,519</b>	<b>4,878,500,445</b>
<b>Non-current assets:</b>		
Long-term equity investment	5,922,907,870	5,844,507,870
Fixed assets	18,331,606	19,769,193
Intangible assets	493,001	140,836
Other non-current assets	4,607,615	4,546,275
<b>Total non-current assets</b>	<b>5,946,340,092</b>	<b>5,868,964,174</b>
<b>Total assets</b>	<b>10,366,871,611</b>	<b>10,747,464,619</b>
<b>Current liabilities:</b>		
Short-term loan	100,000,000	49,800,000
Accounts payable	1,379,721	249,721
Payroll payable	29,581,141	46,504,458
Taxes payable	869,926	9,457,159
Other payables	683,416,985	1,002,135,702
Incl.: Interest payable	55,545,295	131,513,019
Non-current liabilities due within one year	800,000,000	800,000,000
<b>Total current liabilities</b>	<b>1,615,247,773</b>	<b>1,908,147,040</b>
<b>Non-current liabilities:</b>		
Long term loan	692,500,000	700,000,000
Bonds payable	1,994,647,424	1,994,020,348
Deferred income	180,113,167	180,496,249
<b>Total non-current liabilities</b>	<b>2,867,260,591</b>	<b>2,874,516,597</b>
<b>Total Liabilities</b>	<b>4,482,508,364</b>	<b>4,782,663,637</b>
<b>Owners' equity:</b>		
Share capital	3,070,692,107	3,070,692,107
Capital reserve	741,824,399	741,824,399
Surplus reserve	1,051,493,782	1,051,493,782

Undistributed profits	1,020,352,959	1,100,790,694
Total owner's equity	5,884,363,247	5,964,800,982
Total Liabilities and Owner's Equity	10,366,871,611	10,747,464,619

### 3. Consolidated Income Statement

Unit: RMB

Item	Balance of this period	Balance of last period
I. Total operating revenue	3,006,832,539	1,733,965,637
Incl. :Business income	3,006,832,539	1,733,965,637
II. Total business cost	2,306,236,702	1,598,409,180
Incl. :Business cost	1,884,970,395	1,223,133,015
Taxes and surcharges	33,969,707	21,811,789
Sales expense	59,878,963	68,190,292
Management costs	176,841,412	154,294,998
Research and development expenses	104,095,372	72,997,585
Financial expenses	46,480,853	57,981,501
Incl. : Interest expense	56,228,887	67,258,381
Interest income	11,013,336	11,556,400
Plus: Other income	14,347,461	20,792,152
Investment income (“-” for loss)	1,373,392	
Credit impairment loss (“-” for loss)	-6,144,938	-3,756,132
Asset disposal income (“-” for loss)	-298,458	-494,285
III. Operational profit (“-” for loss)	709,873,294	152,098,192
Plus: non-operational income	2,976,619	585,906
Less: non-operational expenses	15,315,650	17,217,192
IV. Gross profit (“-” for loss)	697,534,263	135,466,906
Less: Income tax expenses	119,176,328	23,478,147
V. Net profit (“-” for net loss)	578,357,935	111,988,759
(I) Classification by business continuity		
1. Net profit from continuous operation (“-” for net loss)	578,357,935	111,988,759
2. Discontinued operating net profit (“-” for net loss)		
(II) Classification by ownership		
1. Net profit attributable to shareholders of the parent company	573,268,793	111,278,288
2. Minor shareholders' equity	5,089,142	710,471



VI. Net after-tax amount of other comprehensive income	885,753	1,492,543
Net after-tax amount of other comprehensive income attributable to the owner of the parent company	885,753	1,492,543
(I) Other comprehensive income that will be reclassified into profit or loss	885,753	1,492,543
1. Foreign-currency financial statement translation difference	885,753	1,492,543
VII. Total comprehensive income	579,243,688	113,481,302
Total comprehensive income attributable to owners of the Company	574,154,546	112,770,831
Total comprehensive income attributable to minority shareholders	5,089,142	710,471
VIII. Earnings per share		
(I) Basic earnings per share	0.19	0.04
(II) Diluted earnings per share	0.19	0.04

Legal Representative: Chen Lin, Responsible person in charge of the accounting: Wang Jian, Principal of the financial department: Wang Wenxin

#### 4. Income Statement of the Parent Company

Unit: RMB

Item	Balance of this period	Balance of last period
I. Operating revenue	18,975,450	19,233,446
Less: Business cost		
Taxes and surcharges	102,225	20,006
Sales expense		
Management costs	44,838,772	19,879,935
Research and development expenses	204,933	4,617
Financial expenses	42,269,579	29,286,644
Incl. : Interest expense	52,077,819	39,873,739
Interest income	9,744,220	10,724,357
Plus: Other income	1,702,243	735,596
Investment income ( “-” for loss)	1,373,392	
Credit impairment loss (“-” for loss)	-5,646	-123,501
Asset disposal income (“-” for loss)	-70,796	
II. Operational profit (“-” for loss)	-65,440,866	-29,345,661
Plus: non-operational income	29,967	76,152

Less: non-operational expenses	15,026,836	1,617,750
III. Gross profit (“-” for loss)	-80,437,735	-30,887,259
Less: Income tax expenses		
IV. Net profit (“-” for net loss)	-80,437,735	-30,887,259
(I) Net profit from continuous operation (“-” for net loss)	-80,437,735	-30,887,259
V. Net amount of other comprehensive income after tax		
VI. Total comprehensive income	-80,437,735	-30,887,259
VII. Earnings per share		
(I) Basic earnings per share		
(II) Diluted earnings per share		

## 5. Consolidated Cash Flow Statement

Unit: RMB

Item	Balance of this period	Balance of last period
I. Net cash flow from business operation:		
Cash received from sales of products and providing of services	2,989,003,056	1,783,332,428
Refunds of taxes	1,578,830	1,032,626
Received other cash related to business activities	33,650,668	34,722,910
Subtotal of cash inflow from operating activities	3,024,232,554	1,819,087,964
Cash paid for the purchase of goods and services	1,743,026,747	1,145,407,582
Cash paid to and for employees	527,402,580	424,877,941
Payments of all types of taxes	274,884,499	133,051,857
Payment of other cash related to business activities	137,626,930	126,877,352
Subtotal of cash outflow from operating activities	2,682,940,756	1,830,214,732
Net cash flow from operating activities	341,291,798	-11,126,768
II. Cash flows from investing activities:		
Other cash received relating to investing activities	550,000,000	
Cash received from investment income	1,373,392	
Net cash received from the disposal of fixed assets, intangible assets and other long-term assets	356,696	520,508
Other cash received relating to investing activities	16,753,461	321,068,423
Subtotal of cash inflows from investment activities	568,483,549	321,588,931
Cash paid for the purchase and construction of fixed assets,	234,168,691	246,551,903

intangible assets and other long-term assets		
Cash paid for investment	640,000,000	
Other cash paid relating to investing activities	5,206,030	15,432,851
Subtotal of cash outflows from investing activities	879,374,721	261,984,754
Net cash flows from investing activities	-310,891,172	59,604,177
III. Cash flow from financing activities:		
Cash received from the loan	143,434,231	1,114,359,186
Cash received from the issuance of bonds		2,000,000,000
Other financing-related cash received	20,000	904,849
Subtotal of cash inflows from financing activities	143,454,231	3,115,264,035
Cash paid for debt repayment	149,972,571	917,657,084
Cash paid for dividends, profits or interest payments	132,691,808	40,226,280
Payment of other cash related to financing activities	316,663	197,505,852
Subtotal of cash outflows from financing activities	282,981,042	1,155,389,216
Net cash flow from financing activities	-139,526,811	1,959,874,819
IV. Influence of exchange rate alternation on cash and cash equivalents	202,866	759,216
V. Net increase in cash and cash equivalents	-108,923,319	2,009,111,444
Plus: Balance of cash and cash equivalents at the beginning of term	2,124,028,196	1,831,835,030
VI. Balance of cash and cash equivalents at the end of term	2,015,104,877	3,840,946,474

## 6. Cash Flow Statement of the Parent Company

Unit: RMB

Item	Balance of this period	Balance of last period
I. Net cash flow from business operation:		
Cash received from sales of products and providing of services		
Refunds of taxes		18,321
Received other cash related to business activities	14,626,713	17,504,825
Subtotal of cash inflow from operating activities	14,626,713	17,523,146
Cash paid for the purchase of goods and services		
Cash paid to and for employees	47,388,336	65,197,531
Payments of all types of taxes	10,036,290	6,802,435
Payment of other cash related to business activities	24,525,402	5,566,108

Subtotal of cash outflow from operating activities	81,950,028	77,566,074
Net cash flow from operating activities	-67,323,315	-60,042,928
II. Cash flows from investing activities:		
Other cash received relating to investing activities	550,000,000	
Cash received from investment income	250,460,649	
Net cash received from the disposal of fixed assets, intangible assets and other long-term assets	30,560	
Other cash received relating to investing activities		300,000,000
Subtotal of cash inflows from investment activities	800,491,209	300,000,000
Cash paid for the purchase and construction of fixed assets, intangible assets and other long-term assets	556,464	9,586,096
Cash paid for investment	718,400,000	81,400,000
Subtotal of cash outflows from investing activities	718,956,464	90,986,096
Net cash flows from investing activities	81,534,745	209,013,904
III. Cash flow from financing activities:		
Cash received from the loan	100,000,000	827,549,801
Cash received from the issuance of bonds		2,000,000,000
Other financing-related cash received	505,384,966	
Subtotal of cash inflows from financing activities	605,384,966	2,827,549,801
Cash paid for debt repayment	57,300,000	631,999,801
Cash paid for dividends, profits or interest payments	127,418,467	22,458,117
Payment of other cash related to financing activities		290,614,929
Subtotal of cash outflows from financing activities	184,718,467	945,072,847
Net cash flow from financing activities	420,666,499	1,882,476,954
IV. Influence of exchange rate alternation on cash and cash equivalents	4,955	14,917
V. Net increase in cash and cash equivalents	434,882,884	2,031,462,847
Plus: Balance of cash and cash equivalents at the beginning of term	1,071,200,364	1,407,215,863
VI. Balance of cash and cash equivalents at the end of term	1,506,083,248	3,438,678,710

## II. Note to the Adjustment of Financial Statements

### 1. Adjustment of financial statements at the beginning of the year according to the implementation of the new lease standard for the first time from 2021

Applicable   Not applicable

Whether it is necessary to adjust the balance sheet accounts at the beginning of the year

Yes   No

According to the "Accounting Standards for Business Enterprises No. 21-Leases" (hereinafter referred to as the New Lease Standards) issued by the Ministry of Finance of the People's Republic of China in December 2018, companies that are listed at the same time both domestically and overseas as well as those listed overseas and adopt financial reporting standards or companies that implement the Accounting Standards for Business Enterprises shall take effect on January 1, 2019; other companies that implement the Accounting Standards for Business Enterprises shall take effect on January 1, 2021.

The main impacts of the implementation of the new lease standard on the company's financial statements on January 1, 2021 are as follows:

Item	December 31, 2020	January 1, 2021	Adjust data
Long-term prepaid expenses	10,381,937	741,179	-9,640,758
Right-of-use asset		9,640,758	9,640,758
Total	10,381,937	10,381,937	

### 2. Explanation of the retrospective adjustment of the previous comparative data of the new lease standard for the first time from 2021

Applicable   Not applicable

## III. Report of the Auditors

Whether the First Quarter Report has been audited or not

Yes   No

The First Quarter Report hasn't been audited.

Board of Directors of  
CSG Holding Co., Ltd.  
24 April 2021