

Stock Code: 000012/200012

Short Form of Stock: Southern Glass A/B

Notice No.:2022-019

Bond Code: 149079

Short Form of Bond: 20 CSG 01

CSG Holding Co., Ltd.

The First Quarter Report 2022

The Company and all the members of the Board of Directors confirm that the information disclosed is authentic, accurate and complete, and there are no any fictitious statements, misleading statements or significant omissions carried in this report.

Important Notice:

1. Board of Directors and the Supervisory Committee and its directors, supervisors and senior executives hereby confirm that the Quarter Report is authentic, accurate and complete and there are no any fictitious statements, misleading statements, or significant omissions carried in this report, and shall take individual and joint legal responsibilities.

2. Head of the Company, responsible person in charge of accounting and principal of the financial department (accounting officer) confirm that the financial information in this Quarter Report is authentic, accurate and complete.

3. Whether the First Quarter Report has been audited or not

Yes No

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.

I. Main financial data

(I) Major accounting data and financial indicators

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

Yes No

	The report period	The same period of the previous year	Year-on-year increase/decrease
Operating income (RMB)	2,785,709,687	3,006,832,539	-7.35%
Net profit attributable to shareholders of the listed company (RMB)	383,682,831	573,268,793	-33.07%
Net profit attributable to shareholders of the listed company after deducting non-recurring	336,240,261	572,808,470	-41.30%

gains and losses (RMB)			
Net cash flow arising from operating activities (RMB)	102,057,062	341,291,798	-70.10%
Basic earnings per share (RMB/Share)	0.12	0.19	-36.84%
Diluted earnings per share (RMB/Share)	0.12	0.19	-36.84%
Weighted average ROE (%)	3.30%	5.46%	-2.16%
	End of the report period	End of the previous year	Increase/decrease at the end of the report period over the end of the previous year
Total assets (RMB)	20,699,582,452	19,939,364,510	3.81%
Net assets attributable to shareholders of the listed company (RMB)	11,805,984,216	11,429,661,046	3.29%

(II) Item and amount of non-recurring gains and losses

Applicable Not applicable

Unit: RMB

Item	Amount in the report period	Note
Gains/losses from the disposal of non-current asset (including the write-off that accrued for impairment of assets)	3,068,799	
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)	46,614,460	
In addition to the effective hedging business related to the normal business of the company, the profit and loss from changes in fair value arising from holding trading financial assets and trading financial liabilities, as well as the investment income obtained from the disposal of trading financial assets, trading financial liabilities and available for sale financial assets	8,493,186	
Reversal of provision for impairment of receivables that have been individually tested for impairment	601,289	
Other non-operating income and expenditure except for the aforementioned items	-961,899	
Less: Impact on income tax	9,039,153	
Impact on minority shareholders' equity (post-tax)	1,334,112	
Total	47,442,570	--

Particulars about other gains and losses that meet the definition of non-recurring gains and losses:

Applicable Not applicable

It did not exist that other profit and loss items met the definition of non-recurring gains and losses.

Explanation of the non-recurring gains and losses listed in the Explanatory Announcement No.1 on Information Disclosure for

Companies Offering their Securities to the Public - Non-recurring Gains and Losses as recurring gains and losses

Applicable Not applicable

It did not exist that non-recurring profit and loss items listed in the "Explanatory Announcement No. 1 on Information Disclosure of Companies Offering Securities to the Public - Non-recurring Profit and Loss" were defined as recurring profit and loss items in the report period.

(III) Statement of change in the major accounting data and financial indicators and the causes

Applicable Not applicable

Unit: RMB

Item of the Balance Sheet	Note	March 31, 2022	December 31, 2021	Percentage of change
Notes receivable	(1)	3,118,469	19,220,984	-84%
Accounts receivable	(2)	973,020,406	730,525,687	33%
prepayments	(3)	129,634,944	76,097,276	70%
Inventories	(4)	1,516,472,480	1,093,805,525	39%
Other current assets	(5)	182,463,523	140,705,298	30%
Short-term borrowings	(6)	90,770,000	180,770,000	-50%
Employee benefits payable	(7)	237,455,537	426,212,979	-44%
Other payables	(8)	186,600,761	289,440,477	-36%
Non-current liabilities due within one year	(9)	2,529,405,242	503,820,548	402%
Long-term borrowings	(10)	1,920,374,171	1,469,059,824	31%
Bonds payable	(11)	-	1,996,587,330	-100%
Lease liabilities	(12)	-	220,138	-100%
Special reserve	(13)	476,574	7,296,397	-93%

Item of Income Statement	Note	Jan.-Mar.2022	Jan.-Mar.2021	Percentage of change
Financial expenses	(14)	30,893,854	46,480,853	-34%
Investment income	(15)	8,493,186	1,373,392	518%
Asset impairment loss	(16)	-1,456	-	-
Income on disposal assets	(17)	3,067,343	-298,458	-
Other income	(18)	48,350,708	14,347,461	237%
Non-operating income	(19)	1,658,098	2,976,619	-44%
Non-operating expenses	(20)	2,619,997	15,315,650	-83%
Income tax expenses	(21)	66,600,517	119,176,328	-44%
Net after-tax amount of other comprehensive income	(22)	-539,838	885,753	-161%

Notes:

- (1) The decrease in notes receivable was mainly due to the change of collection method of some subsidiaries and some were converted to accounts receivable due to non-performance by the drawer.
- (2) The increase in accounts receivable was mainly due to the increase in accounts receivable from architectural glass Companies.
- (3) The increase in prepayments was mainly due to the increase in prepayments for materials by some subsidiaries.
- (4) The increase in inventories was mainly due to the increase in the inventory for the resumption of polysilicon production of the subsidiary and changes in the pace of production and sales of the companies in the Glass Division.
- (5) The increase in other current assets was mainly due to the increase in input tax to be deducted for some subsidiaries.
- (6) The decrease in short-term borrowings was mainly due to the repayment of part of the borrowings.
- (7) 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.
- (8) The decrease in other payables was mainly due to the payment of corporate bond interest during the report period.
- (9) The increase in non-current liabilities due within one year was mainly due to the reclassification of bonds payable to non-current liabilities due within one year.
- (10) The increase in long-term borrowings was mainly due to the increase in borrowings for the projects.
- (11) The decrease in bonds payable was mainly due to the reclassification of bonds payable to non-current liabilities due within one year.
- (12) The decrease in lease liabilities was mainly due to the reclassification of lease liabilities to non-current liabilities due within one year
- (13) The decrease in special reserve was mainly due to the write-off of special reserves by subsidiaries.
- (14) The decrease in financial expenses was mainly due to the decrease in interest expenses.
- (15) The increase in investment income was mainly due to the increase in income from structured deposits.
- (16) The decrease in asset impairment loss was mainly due to the subsidiary's write-off of inventory depreciation reserves.
- (17) The increase in income on disposal assets was mainly due to the increase in gains and losses from disposal of assets by some subsidiaries.
- (18) The increase in other income was mainly due to the increase in the amortization of deferred income of some subsidiaries.
- (19) The decrease in non-operating income was mainly due to the decrease in claim income and the payments unable to pay, etc.
- (20) The decrease in non-operating expenses was mainly due to the return of government subsidies in the previous period.
- (21) The decrease in income tax expenses was mainly due to the decrease in total profits.
- (22) The decrease in net after-tax amount of other comprehensive income was mainly due to changes in the translation differences in foreign currency statements.

II. Information of shareholders

(I) 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	157,188	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, marked or 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			
Bank of China Limited - China Merchants Ruiwen Hybrid Securities Investment Fund	Domestic non state-owned legal person	2.85%	87,416,306			
Zhongshan Runtian Investment Co., Ltd.	Domestic non state-owned legal person	2.82%	86,633,447		Pledged	86,630,000
					Marked	86,630,000
					Frozen	3,447
Foresea Life Insurance Co., Ltd. – Own Fund	Domestic non state-owned legal person	2.11%	64,765,161			
China Merchants Securities (HK) Co., Limited	State-owned legal person	1.42%	43,621,323			
China Galaxy International Securities (Hong Kong) Co., Limited	Foreign legal person	1.34%	41,219,778			
National Social Security Fund 110 Portfolio	Domestic non state-owned legal person	1.13%	34,667,149			
Ping An Bank Co., Ltd. - China Merchants Credit Suisse Steady Allocation Hybrid Securities Investment Fund	Domestic non state-owned legal person	0.97%	29,718,363			
China Life Insurance Company Limited - Traditional - General Insurance Products - 005L-CT001 Shen	Domestic non state-owned legal person	0.83%	25,361,164			

Particulars about the top ten shareholders with un-restrict shares held

Name of shareholder	Amount of unrestricted shares held	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
Bank of China Limited - China Merchants Ruiwen Hybrid Securities Investment Fund	87,416,306	RMB ordinary shares	87,416,306
Zhongshan Runtian Investment Co., Ltd.	86,633,447	RMB ordinary shares	86,633,447

Foresea Life Insurance Co., Ltd. – Own Fund	64,765,161	RMB ordinary shares	64,765,161
China Merchants Securities (HK) Co., Limited	43,621,323	Domestically listed foreign shares	43,621,323
China Galaxy International Securities (Hong Kong) Co., Limited	41,219,778	Domestically listed foreign shares	41,219,778
National Social Security Fund 110 Portfolio	34,667,149	RMB ordinary shares	34,667,149
Ping An Bank Co., Ltd. - China Merchants Credit Suisse Steady Allocation Hybrid Securities Investment Fund	29,718,363	RMB ordinary shares	29,718,363
China Life Insurance Company Limited - Traditional - General Insurance Products - 005L-CT001 Shen	25,361,164	RMB ordinary shares	25,361,164
Statement on associated relationship or consistent action among the above shareholders:	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. Except for the above-mentioned shareholders, it is unknown whether other shareholders belong to related party or have associated relationship regulated by the Management Regulation of Information Disclosure on Change of Shareholding for Listed Companies.		
Explanation on the top ten shareholders which involving margin business (if applicable)	N/A		

(II) The total number of preferred shareholders of the company and particulars about the top ten preferred shareholders

Applicable Not applicable

III. Statement on other important matters

Applicable Not applicable

(I) Ultra-short-term financing bills

On June 15, 2020, the Third Extraordinary Shareholders' General Meeting 2020 of CSG reviewed 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 1.5 billion yuan (the limit is not subject to the limit of 40% of net assets). With the period of validity of the quota not longer than two years, such ultra-short-term financing bills will be issued by installments in accordance with the actual capital needs of the Company and the situation of inter-bank market funds. On September 4, 2020, the NAFMII held its 102nd registration meeting in 2020 and decided to accept the Company's registration of ultra-short-term financing bills with a total of 1.5 billion yuan and a validity period of two years.

(II) Medium-term notes

On June 15, 2020, the Third Extraordinary Shareholders' General Meeting 2020 of CSG reviewed 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 1.5 billion yuan. With the period of validity of the quota not longer than two years, such medium-term notes will be issued by installments in accordance with the actual capital needs of the Company and the situation of inter-bank market funds. On September 4, 2020, the NAFMII held its 102nd registration meeting in 2020 and decided to accept the Company's registration of medium-term notes with a total of 1.5 billion yuan and a validity period of two years.

(III) Public issuance of corporate bonds

On March 2, 2017, the Second Extraordinary Shareholders' General Meeting 2017 reviewed and approved the "Proposal on the Public Issuance of Corporate Bonds for Qualified Investors". On February 27, 2019, the First Extraordinary Shareholders' General Meeting 2019 reviewed and approved the "Proposal on Extending the Validity Period of the Shareholders' General 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.

IV. Quarterly financial statements

(I) Financial statements

1. Consolidated Balance Sheet

Prepared by CSG Holding Co., Ltd.

March 31, 2022

Unit: RMB

Item	Ending balance	Opening balance
Current asset:		
Monetary Fund	2,307,789,914	2,765,925,906
Tradable financial assets	998,160,000	999,600,000
Notes receivable	3,118,469	19,220,984
Accounts receivable	973,020,406	730,525,687
Receivables financing	231,764,980	297,046,123
Prepayments	129,634,944	76,097,276
Other receivables	185,837,560	183,696,711
Inventories	1,516,472,480	1,093,805,525
Other current assets	182,463,523	140,705,298
Total current assets	6,528,262,276	6,306,623,510
Non-current assets:		

Investment real estate	383,084,500	383,084,500
Fixed assets	9,109,757,144	8,566,515,026
Construction in progress	2,327,437,036	2,461,088,650
Right-of-use asset	9,472,983	9,911,935
Intangible assets	1,177,909,939	1,167,611,402
Development expenditure	89,148,220	72,019,362
Goodwill	130,147,859	130,147,859
Long-term prepaid expenses	3,271,426	3,013,721
Deferred tax assets	252,213,065	255,185,923
Other non-current assets	688,878,004	584,162,622
Total non-current assets	14,171,320,176	13,632,741,000
Total assets	20,699,582,452	19,939,364,510
Current liabilities:		
Short-term borrowings	90,770,000	180,770,000
Notes payable	442,671,687	400,662,713
Accounts payable	1,720,920,759	1,428,851,312
Contract liability	386,426,568	335,188,642
Employee benefits payable	237,455,537	426,212,979
Taxes payable	131,565,273	185,009,681
Other payables	186,600,761	289,440,477
Incl.: Interest payable	5,616,409	95,001,362
Non-current liabilities due within one year	2,529,405,242	503,820,548
Other current liabilities	45,293,406	40,099,309
Total current liabilities	5,771,109,233	3,790,055,661
Non-current liabilities:		
Long-term borrowings	1,920,374,171	1,469,059,824
Bonds payable		1,996,587,330
Lease liabilities		220,138
Long-term accounts payable	147,148,057	168,258,062
Deferred income	529,711,379	564,129,128
Deferred income tax liabilities	84,465,617	84,580,132
Total non-current liabilities	2,681,699,224	4,282,834,614
Total Liabilities	8,452,808,457	8,072,890,275
Owners' equity:		

Share capital	3,070,692,107	3,070,692,107
Capital reserve	596,997,085	596,997,085
Other comprehensive income	158,660,692	159,200,530
Special reserves	476,574	7,296,397
Surplus reserve	1,144,887,510	1,144,887,510
Undistributed profits	6,834,270,248	6,450,587,417
Total owner's equity attributable to the parent company	11,805,984,216	11,429,661,046
Minority shareholders' equity	440,789,779	436,813,189
Total owner's equity	12,246,773,995	11,866,474,235
Total Liabilities and Owner's Equity	20,699,582,452	19,939,364,510

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

2. Consolidated Income Statement

Unit: RMB

Item	Amount incurred in the report period	Amount incurred in the previous period
I. Total operating revenue	2,785,709,687	3,006,832,539
Incl. :Business income	2,785,709,687	3,006,832,539
II. Total business cost	2,385,993,949	2,306,236,702
Incl.: Business cost	1,996,135,271	1,884,970,395
Taxes and surcharges	29,430,897	33,969,707
Sales expense	62,182,177	59,878,963
Management costs	155,690,153	176,841,412
Research and development expenses	111,661,597	104,095,372
Financial expenses	30,893,854	46,480,853
Incl. : Interest expense	43,766,699	56,228,887
Interest income	14,681,526	11,013,336
Plus: Other income	48,350,708	14,347,461
Investment income (“-” for loss)	8,493,186	1,373,392
Credit impairment loss (“-” for loss)	-4,406,594	-6,144,938
Asset impairment loss (“-” for loss)	1,456	
Income on disposal assets (“-” for loss)	3,067,343	-298,458
III. Operational profit (“-” for loss)	455,221,837	709,873,294

Plus: non-operating income	1,658,098	2,976,619
Less: non-operating expenses	2,619,997	15,315,650
IV. Gross profit (“-” for loss)	454,259,938	697,534,263
Less: Income tax expenses	66,600,517	119,176,328
V. Net profit (“-” for net loss)	387,659,421	578,357,935
(I) Classification by business continuity		
1. Net profit from continuous operation (“-” for net loss)	387,659,421	578,357,935
2. Discontinued operating net profit (“-” for net loss)		
(II) Classification by ownership		
1. Net profit attributable to the owner of the parent company	383,682,831	573,268,793
2. Minor shareholders’ equity	3,976,590	5,089,142
VI. Net after-tax amount of other comprehensive income	-539,838	885,753
Net after-tax amount of other comprehensive income attributable to the owner of the parent company	-539,838	885,753
(I) Other comprehensive income that will be reclassified into profit or loss	-539,838	885,753
1. Foreign-currency financial statement translation difference	-539,838	885,753
VII. Total comprehensive income	387,119,583	579,243,688
Total comprehensive income attributable to owners of the Company	383,142,993	574,154,546
Total comprehensive income attributable to minority shareholders	3,976,590	5,089,142
VIII. Earnings per share		
(I) Basic earnings per share	0.12	0.19
(II) Diluted earnings per share	0.12	0.19

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

3. Consolidated Cash Flow Statement

Unit: RMB

Item	Amount incurred in the report period	Amount incurred in the previous period
I. Net cash flow from business operation:		
Cash received from sales of products and providing of services	2,975,194,851	2,989,003,056
Refunds of taxes	6,174,213	1,578,830
Received other cash related to business activities	45,200,715	33,650,668
Subtotal of cash inflow from operating activities	3,026,569,779	3,024,232,554
Cash paid for the purchase of goods and services	1,997,455,533	1,743,026,747
Cash paid to and for employees	592,412,995	527,402,580
Payments of all types of taxes	232,790,434	274,884,499
Payment of other cash related to business activities	101,853,755	137,626,930
Subtotal of cash outflow from operating activities	2,924,512,717	2,682,940,756
Net cash flow from operating activities	102,057,062	341,291,798
II. Cash flows from investing activities:		
Cash received from returns on investment	1,149,600,000	550,000,000
Cash received from returns on investment income	8,095,668	1,373,392
Net cash received from the disposal of fixed assets, intangible assets and other long-term assets	978,036	356,696
Cash received relating to other investing activities		16,753,461
Subtotal of cash inflows from investment activities	1,158,673,704	568,483,549
Cash paid for the purchase and construction of fixed assets, intangible assets and other long-term assets	784,088,536	234,168,691
Cash paid for investment	1,148,160,000	640,000,000
Cash paid relating to other investing activities	5,319,802	5,206,030
Subtotal of cash outflows from investing activities	1,937,568,338	879,374,721
Net cash flows from investing activities	-778,894,634	-310,891,172
III. Cash flow from financing activities:		
Cash received from the loan	489,156,004	143,434,231
Other financing-related cash received		20,000
Subtotal of cash inflows from financing activities	489,156,004	143,454,231

Cash paid for debt repayment	100,000,000	149,972,571
Cash paid for dividends, profits or interest payments	144,617,231	132,691,808
Payment of other cash related to financing activities	23,817,019	316,663
Subtotal of cash outflows from financing activities	268,434,250	282,981,042
Net cash flow from financing activities	220,721,754	-139,526,811
IV. Influence of exchange rate alternation on cash and cash equivalents	68,620	202,866
V. Net increase in cash and cash equivalents	-456,047,198	-108,923,319
Plus: Balance of cash and cash equivalents at the beginning of term	2,756,477,572	2,124,028,196
VI. Balance of cash and cash equivalents at the end of term	2,300,430,374	2,015,104,877

(II) 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.
29 April 2022