

CSG HOLDING CO., LTD.

**THE THIRD QUARTER REPORT 2023**



Chairman of the Board:  
CHEN LIN

October 2023

Stock code: 000012; 200012

Short form of the stock: CSG A; CSG B

Notice No.: 2023-035

# CSG HOLDING CO., LTD.

## THE THIRD QUARTER REPORT 2023

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

### Important Content Notice:

1. 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 all responsibilities, individual and/or joint, for the facticity, accuracy and completeness of the whole contents.
2. Principal of the Company, responsible person in charge of accounting and principal of the financial department (accounting officer) confirm that the Financial Report enclosed in the Third Quarter Report of 2023 of the Company is true, accurate and complete.
3. Whether the third 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) Main accounting data and financial indices

Whether retrospective adjustment has been carried out on financial reports of previous periods or not

Yes No

	The report period	Increase/decrease in comparison with the same period of the previous year	From 1 January to 30 September 2023	Increase/decrease in comparison with the same period of 2022
Operating income (RMB)	5,090,592,927	18.81%	13,479,933,172	24.77%
Net profit attributable to shareholders of the listed company (RMB)	577,193,230	-11.11%	1,466,672,010	-11.14%
Net profit attributable to shareholders of the listed company after deducting non-recurring gains and losses (RMB)	538,045,199	-9.36%	1,376,283,967	-7.08%
Net cash flow arising from operating activities (RMB)	—	—	1,624,246,272	0.35%

Basic earnings per share (RMB/Share)	0.19	-9.52%	0.48	-11.11%
Diluted earnings per share (RMB/Share)	0.19	-9.52%	0.48	-11.11%
Weighted average ROE	4.18%	-1.17%	10.98%	-2.83%
	The end of the report period	The end of the previous year	Increase/decrease in comparison with the end of the previous year	
Total assets (RMB)	28,880,915,246	25,904,013,306	11.49%	
Net assets attributable to shareholders of the Company (RMB)	13,864,253,102	12,854,883,706	7.85%	

## (II) Items and amounts of non-recurring gains and losses

Applicable  Not applicable

Unit: RMB

Item	The report period	Amount from the beginning of 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)	23,069	76,520	
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)	41,825,659	90,402,558	
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 the holding of trading financial assets, trading financial liabilities, and the investment income from the disposal of trading financial assets, trading financial liabilities and available for sale financial assets	786,344	2,320,525	
Reversal of provision for impairment of receivables that have been individually tested for impairment	1,671,889	4,370,802	
Other non-operating income and expenditure except for the aforementioned items	3,404,727	11,908,100	
Less: Impact on income tax	7,871,335	16,829,412	
Impact on minority shareholders' equity (post-tax)	692,322	1,861,050	
Total	39,148,031	90,388,043	--

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) Particulars and explanations about significant changes in main accounting data and financial indices**

√Applicable □Not applicable

The Group's major accounting statement items, financial indicators changes and reasons

Unit: RMB

Item of balance sheet	Note	30 September 2023	1 January 2023	Rate of increase/decrease
Monetary fund	(1)	2,614,449,508	4,604,607,779	-43%
Notes receivable	(2)	969,647,201	156,943,437	518%
Accounts receivable	(3)	2,267,217,956	1,179,992,784	92%
Receivables financing	(4)	695,694,911	1,095,412,643	-36%
Non-current assets due within one year	(5)	80,000,000	20,000,000	300%
Other current assets	(6)	182,005,690	108,248,545	68%
Intangible assets	(7)	2,364,243,320	1,438,102,666	64%
Long-term prepaid expenses	(8)	12,555,193	2,647,939	374%
Other non-current assets	(9)	1,337,857,166	856,620,485	56%
Notes payable	(10)	1,761,121,245	994,557,496	77%
Accounts payable	(11)	2,904,850,666	2,033,542,627	43%
Non-current liabilities due within one year	(12)	1,449,933,843	2,481,433,006	-42%
Other current liabilities	(13)	131,757,363	50,407,240	161%
Long-term payables	(14)	87,123,485	129,236,878	-33%
Provisions	(15)	7,649,259	-	-
Special reserves	(16)	1,150,949	731,580	57%
Item of income statement	Note	From January to September 2023	From January to September 2022	Rate of increase/decrease
Operating costs	(17)	10,411,924,063	7,693,520,877	35%
Other income	(18)	89,046,515	153,609,840	-42%
Investment income	(19)	-6,890,163	26,097,782	-126%
Credit impairment losses	(20)	-18,898,917	-5,479,274	245%
Asset impairment losses	(21)	-84,232	1,456	-5885%
Asset disposal income	(22)	76,520	14,717,376	-99%
Non-operating expenses	(23)	1,048,888	5,065,778	-79%
Income tax expense	(24)	112,486,716	282,993,241	-60%
Minority shareholder gains and losses	(25)	-10,485,144	8,294,552	-226%
Net amount of other comprehensive income after tax	(26)	9,139,505	13,866,992	-34%

Note:

- (1) The decrease in monetary funds was mainly due to the redemption of maturing corporate bonds.
- (2) The increase in notes receivable was mainly due to an increase in the collection of payments in the form of acceptance bills and an increase in notes used for pledge.
- (3) The increase in accounts receivable was mainly due to the increase in sales revenue of photovoltaic glass.
- (4) The decrease in receivables financing was mainly due to factors such as bill maturity and collection.
- (5) The increase in non-current assets due within one year was mainly due to the fact that large certificates of deposit purchased in

the previous period would expire within one year.

- (6) The increase in other current assets was mainly due to the increase in input taxes to be deducted.
- (7) The increase of intangible assets was mainly due to the fact that the mining right payment prepaid in advance had obtained the mining right certificate, and the transfer of other non-current assets to intangible assets.
- (8) The increase in long-term prepaid expenses was mainly due to an increase in amortization items.
- (9) The increase in other non-current assets was mainly due to the increase in prepayment for construction equipment.
- (10) The increase in notes payable was mainly due to the increase in notes issued.
- (11) The increase in accounts payable was mainly due to the increase in accounts payable for construction equipment and materials.
- (12) The decrease in non-current liabilities due within one year was mainly due to the redemption of maturing corporate bonds.
- (13) The increase in other current liabilities was mainly due to the issuance of electronic debt vouchers, etc.
- (14) The decrease in long-term payables was mainly due to the payment of finance leases.
- (15) The increase in provisions was mainly due to the increase in mine rehabilitation costs.
- (16) The increase in special reserves was mainly due to the provision of special reserves.
- (17) The increase in operating costs was mainly due to the increase in revenue from the production of photovoltaic glass production lines, which drove the increase in costs.
- (18) The decrease in other income was mainly due to the decrease in the amortization of deferred income of certain subsidiaries.
- (19) The decrease in investment income was mainly due to the decrease in structural deposit income in the current period.
- (20) The increase in credit impairment losses was mainly due to the increase in accounts receivable for photovoltaic glass.
- (21) The increase in asset impairment losses was mainly due to the provision for inventory depreciation in the current period and the relatively small amount in the same period last year.
- (22) The decrease in asset disposal income was mainly due to the relatively small amount of asset disposal in the current period.
- (23) The decrease in non-operating expenses was mainly due to the decrease in donation expenses.
- (24) The decrease in income tax expense was mainly due to factors such as the decrease in total profit.
- (25) The decrease in minority shareholder gains and losses was mainly due to the decrease in net profit of non-wholly-owned subsidiaries.
- (26) The decrease in net amount of other comprehensive income after tax was mainly due to changes in the translation difference on foreign currency statements.

## II. Shareholder information

### (I) Particulars about the total number of common shareholders and preference shareholders with voting rights recovered as well as the shareholdings of the top ten shareholders

Unit: Share

Total number of common shareholders at the end of the report period	159,984	Total number of preference shareholders with voting rights recovered at end of report period (if applicable)	0			
Particulars about the shareholdings of 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	0		
Foresea Life Insurance Co., Ltd. – Universal Insurance Products	Domestic non state-owned legal person	3.86%	118,425,007	0		
Foresea Life Insurance Co., Ltd. – Own Fund	Domestic non state-owned legal person	2.11%	64,765,161	0		
China Galaxy International Securities (Hong Kong) Co., Limited	Foreign legal person	1.34%	41,034,578	0		
China Merchants Securities (Hong Kong) Limited	Foreign legal person	1.11%	34,129,837	0		
China Life Insurance Co., Ltd. - Traditional - General Insurance Products - 0051-ct001 Hu	Other	0.80%	24,437,534	0		
Hong Kong Securities Clearing Company Limited	Foreign legal person	0.76%	23,212,868	0		
VANGUARD EMERGING MARKETS STOCK INDEX FUND	Foreign legal person	0.64%	19,595,573	0		
Zhongshan Runtian Investment Co., Ltd.	Domestic non state-owned legal person	0.62%	18,983,447	0	Pledged	18,980,000
					Marked	18,980,000
					Frozen	3,447
VANGUARD TOTAL INTERNATIONAL STOCK INDEX FUND	Foreign legal person	0.57%	17,537,213	0		
Particular about top ten shareholders with un-restricted 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			
Foresea Life Insurance Co., Ltd. – Own Fund	64,765,161	RMB ordinary shares	64,765,161			
China Galaxy International Securities (Hong Kong) Co., Limited	41,034,578	Domestically listed foreign shares	41,034,578			
China Merchants Securities (Hong Kong) Limited	34,129,837	Domestically listed foreign shares	34,129,837			
China Life Insurance Co., Ltd. - Traditional - General Insurance Products - 0051-ct001 Hu	24,437,534	RMB ordinary shares	24,437,534			
Hong Kong Securities Clearing Company Limited	23,212,868	RMB ordinary shares	23,212,868			

VANGUARD EMERGING MARKETS STOCK INDEX FUND	19,595,573	Domestically listed foreign shares	19,595,573
Zhongshan Runtian Investment Co., Ltd.	18,983,447	RMB ordinary shares	18,983,447
VANGUARD TOTAL INTERNATIONAL STOCK INDEX FUND	17,537,213	Domestically listed foreign shares	17,537,213
Statement on associated relationship or consistent action among the above shareholders:	As of the end of the report period, 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. Shenzhen Jushenghua Co., Ltd., which holds 51% equity of Foresea Life Insurance Co., Ltd., holds 100% equity of Zhongshan Runtian Investment Co., Ltd. and Chengtai Group Co. Ltd., through Shenzhen Hualitong Investment Co., Ltd. Chengtai Group Co., Ltd. holds 40,187,904 shares through China Galaxy International Securities (Hong Kong) Co., Limited.		
Description of the top 10 shareholders participating in margin trading (if applicable)	N/A		

Special note: On July 11, 2022, at the Company's Second Extraordinary General Meeting in 2022, Foresea Life Insurance Co., Ltd. voted in favor of all proposals, and Zhongshan Runtian Investment Co., Ltd. voted against all proposals, Chengtai Group Co., Ltd. voted against all the proposals through the shares held by China Galaxy International Securities (Hong Kong) Co., Limited; on August 3, 2022, at the Company's Third Extraordinary General Meeting in 2022, Foresea Life Insurance Co., Ltd. voted in favor of all proposals, and Zhongshan Runtian Investment Co., Ltd. voted against all proposals.

## (II) Total number of preference shareholders and particulars about the shareholdings of the top ten preference shareholders

Applicable  Not applicable

## III. Other important matters

Applicable  Not applicable

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

On May 16, 2022, the Company's 2021 annual general meeting reviewed and approved the "Proposal on Application for Registration and Issuance of Medium-Term Notes and Ultra-short-term Financing Bills", which agreed that the Company would register and issue ultra-short-term financing bills with a registered amount of not more than 1 billion yuan, The Company can issue one or more times within the validity period of the registration according to the actual capital needs and the capital situation of the inter-bank market.

### 2. Medium-term notes

On May 16, 2022, the Company's 2021 annual general meeting reviewed and approved the "Proposal on Application for Registration and Issuance of Medium-term Notes and Ultra-short-term Financing Bills", which agreed that the Company would register and issue medium-term notes with a registered amount of not more than 2 billion yuan. Actual capital needs and inter-bank market capital status, can be issued one or more times within the validity period of registration.

### 3. Public issuance of corporate bonds

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

Shareholders in 2019 The “Proposal on Extending the Validity Period of the Shareholders' Meeting for the Public Offering of Corporate Bonds to Qualified Investors” agreed to 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 (ZJXX [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%, and completed the redemption and delisting on March 27, 2023 (the original redemption date for this bond was March 25, 2023, but due to a statutory rest day, it was postponed to the first trading day thereafter).

#### 4. Guarantee situation

The 2022 Annual General Meeting of the Company reviewed and passed the Proposal on the 2023 Guarantee Plan, and approved the Company and its subsidiaries to provide guarantees in a total amount of not exceeding RMB 21,832 million (including effective but unexpired limit) for the 2023 credit lines from financial institutions to guaranteed entities within the scope of consolidated statements. Among them, the total amount of guarantees for all guaranteed entities with asset liability ratio of 70% or above shall not exceed the equivalent amount of RMB 920 million (including effective but unexpired limit). The Company's external guarantees are all provided for subsidiaries within the scope of consolidated statement. As of 30 September 2023, the actual guarantee balance was RMB 5,855.02 million (of which the actual guarantee balance with asset liability ratio of 70% or above was RMB 351.82 million), accounting for 45.55% of the parent company's net assets of RMB 12,854.88 million at the end of 2022, and 22.60% of the total assets of RMB 25,904.01 million. The Company has no overdue guarantee.

The Company's 2022 Annual General Meeting reviewed and passed the Proposal on the Development of Asset Pool Business in 2023. In order to achieve the overall management of the Company's assets such as bills and letters of credit, the General Meeting of Shareholders approved the Company and its subsidiaries to conduct asset pool business of no more than RMB 1,600 million. Under the premise of controllable risks, various guarantee methods such as maximum pledge, general pledge, deposit certificate pledge, bill pledge, and margin pledge can be adopted for business development. As of 30 September 2023, the actual pledge amount of the asset pool business was RMB 1,048.9947 million, and the financing balance was RMB 931.4523 million.

#### 5. Public offering of A-share convertible corporate bonds

On 11 July 2022, the Company's 2nd Extraordinary General Meeting of Shareholders in 2022 reviewed and approved relevant proposals on the Company's public offering of A-share convertible corporate bonds, and agreed to issue A-share convertible corporate bonds to raise a total amount not exceed RMB 2,800 million (inclusive), with a term of six years from the date of issuance. Due to factors such as changes in the capital market and the timing of financing, which resulted in immature application and issuance conditions, the Company did not make any substantial progress on the public offering of A-share convertible corporate bonds during the valid period as resolved. As of 11 July 2023, the Company's plan for the public offering of A-share convertible corporate bonds expired and automatically lapsed. For further information, see the *Announcement on the Expiry of the Plan for the Public Offering of A-share Convertible Corporate Bonds* (Announcement number: 2023-025) disclosed by the Company on <http://www.cninfo.com.cn> dated 12 July 2023.

#### 6. The matter of the special fund of RMB 171 million for talent introduction

Regarding the special fund of RMB 171 million for talent introduction, the Company filed an infringement compensation lawsuit against Zeng Nan and others and Yichang Hongtai Real Estate Co., Ltd. on December 15, 2021, and Shenzhen Intermediate People's Court officially accepted it on January 28, 2022. The first trial of the case was completed in Shenzhen Intermediate People's Court on June 21, 2022, and is currently awaiting judgment.

#### 7. Postponed re-election of the Board of Directors and the Supervisory Committee

The term of office of the ninth Board of Directors and Supervisory Committee of the Company expired on 21 May 2023, and re-election is progressing steadily as of now. According to Articles 96 and 138 of the *Articles of Association of CSG Holding Co., Ltd.*, if a new director/supervisor is not re-elected in time upon the expiry of the term of office of a director/supervisor, before the re-elected director/supervisor assumes his/her office, the former director/supervisor shall still perform the duties of a director/supervisor in accordance with the provisions of laws, administrative regulations, departmental rules and the Articles of



Association. Therefore, the members of the ninth Board of Directors and Supervisory Committee are still performing their duties in a normal manner, and the re-election of the Board of Directors and the Supervisory Committee would not have any adverse impact on the Company's operation and governance.

## IV. Quarterly financial statement

### (I) Financial Statements

#### 1. Consolidated Balance Sheet

Prepared by CSG Holding Co., Ltd.

Unit: RMB

Item	30 September 2023	1 January 2023
Current asset:		
Monetary capital	2,614,449,508	4,604,607,779
Notes receivable	969,647,201	156,943,437
Accounts receivable	2,267,217,956	1,179,992,784
Receivables financing	695,694,911	1,095,412,643
Prepayments	166,718,419	183,629,823
Other receivables	183,782,934	193,847,322
Inventory	1,753,481,732	1,783,941,982
Non-current assets due within one year	80,000,000	20,000,000
Other current assets	182,005,690	108,248,545
Total current assets	8,912,998,351	9,326,624,315
Non-current assets:		
Investment real estate	290,368,105	290,368,105
Fixed assets	13,100,158,756	11,243,236,175
Construction in progress	2,615,282,414	2,520,362,291
Right-of-use assets	9,430,367	9,908,413
Intangible assets	2,364,243,320	1,438,102,666
Development expenditure	57,266,554	46,755,816
Goodwill	8,593,352	7,897,352
Long-term prepaid expenses	12,555,193	2,647,939
Deferred tax assets	172,161,668	161,489,749
Other non-current assets	1,337,857,166	856,620,485
Total non-current assets	19,967,916,895	16,577,388,991
Total assets	28,880,915,246	25,904,013,306
Current liabilities:		
Short-term loan	429,513,774	345,000,000
Notes payable	1,761,121,245	994,557,496
Accounts payable	2,904,850,666	2,033,542,627
Contractual liabilities	459,591,197	418,051,975
Payroll payable	374,306,675	473,616,428
Taxes payable	204,332,044	161,134,638

Other payables	458,564,453	537,065,184
Including: interest payable	7,384,409	99,945,325
Non-current liabilities due within one year	1,449,933,843	2,481,433,006
Other current liabilities	131,757,363	50,407,240
Total current liabilities	8,173,971,260	7,494,808,594
Non-current liabilities:		
Long term borrowing	5,633,282,758	4,353,589,980
Lease liability	3,691,309	3,564,330
Long- term payables	87,123,485	129,236,878
Provisions	7,649,259	
Deferred income	432,794,175	449,875,380
Deferred income tax liabilities	93,589,774	97,266,841
Total non-current liabilities	6,258,130,760	5,033,533,409
Total Liabilities	14,432,102,020	12,528,342,003
Owners' equity:		
Share capital	3,070,692,107	3,070,692,107
Capital reserve	590,739,414	596,997,085
Other comprehensive income	179,999,983	170,860,478
Special reserves	1,150,949	731,580
Surplus reserve	1,228,634,001	1,228,634,001
Undistributed profit	8,793,036,648	7,786,968,455
Total owner's equity attributable to the parent company	13,864,253,102	12,854,883,706
Minority shareholders' equity	584,560,124	520,787,597
Total owner's equity	14,448,813,226	13,375,671,303
Total Liabilities and Owner's Equity	28,880,915,246	25,904,013,306

Legal Representative:Chen Lin Principal in charge of accounting: Wang Wenxin Principal of the financial department:Wang Wenxin

## 2. Consolidated income statement from the beginning of the year to the end of the report period

Unit: RMB

Item	Balance of this period	Balance of last period
I. Total operating income	13,479,933,172	10,803,775,346
Including: operating income	13,479,933,172	10,803,775,346
II. Total operating costs	11,986,880,573	9,061,719,117
Including: Operating costs	10,411,924,063	7,693,520,877
Taxes and surcharges	119,629,477	101,698,686
sales expense	227,015,823	218,466,493
Management costs	566,835,376	508,685,496
R&D expenses	547,735,584	433,359,500
Financial expenses	113,740,250	105,988,065
Including: interest expense	168,803,141	149,099,132
Interest income	59,319,450	48,209,444

Plus: other income	89,046,515	153,609,840
Investment income (“-” for loss)	-6,890,163	26,097,782
Credit impairment loss (“-” for loss)	-18,898,917	-5,479,274
Asset impairment loss (“-” for loss)	-84,232	1,456
Asset disposal income (“-” for loss)	76,520	14,717,376
III. Operating profit (“-” for loss)	1,556,302,322	1,931,003,409
Plus: non-operating income	13,420,148	15,878,218
Less: non-operating expenses	1,048,888	5,065,778
IV. Gross profit (“-” for loss)	1,568,673,582	1,941,815,849
Less: Income tax expenses	112,486,716	282,993,241
V. Net profit (“-” for net loss)	1,456,186,866	1,658,822,608
(I) Classification by business continuity		
1. Net profit from continuing operations (“-” for net loss)	1,456,186,866	1,658,822,608
2. Net profit from discontinued operations (“-” for net loss)		
(II) Classification by ownership		
1. Net profit attributable to the owners of parent company (“-” for net loss)	1,466,672,010	1,650,528,056
2. Minor shareholders’ equity (“-” for net loss)	-10,485,144	8,294,552
VI. Net amount of other gains after tax	9,139,505	13,866,992
Net amount of other gains after tax attributable to owners of parent company	9,139,505	13,866,992
(I) Other comprehensive income that will be reclassified into profit or loss	9,139,505	13,866,992
1. Foreign currency financial statement translation difference	9,139,505	13,866,992
VII. Total comprehensive incomes	1,465,326,371	1,672,689,600
(I) Total comprehensive incomes attributable to the owners of the parent company	1,475,811,515	1,664,395,048
(II) Total comprehensive incomes attributable to the minor shareholders	-10,485,144	8,294,552
VIII. Earnings per share:		
(I) Basic earnings per share	0.48	0.54
(II) Diluted earnings per share	0.48	0.54

Legal Representative: Chen Lin Principal in charge of accounting: Wang Wenxin Principal of the financial department: Wang Wenxin

### 3. Consolidated cash flow statement from the beginning of the year to the end of the report period

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	12,804,613,983	11,127,539,633
Tax returned	142,833,477	288,749,170
Other cash received from business operation	241,778,916	138,811,038
Sub-total of cash inflow from business activities	13,189,226,376	11,555,099,841
Cash paid for purchasing of merchandise and services	8,894,605,626	7,571,106,945
Cash paid to staffs or paid for staffs	1,639,320,393	1,358,371,110
Taxes paid	723,844,134	675,024,573

Other cash paid for business activities	307,209,951	331,986,406
Sub-total of cash outflow from business activities	11,564,980,104	9,936,489,034
Net cash flow generated by business operation	1,624,246,272	1,618,610,807
II. Cash flow generated by investing		
Cash received from investment recovery	20,000,000	3,097,760,000
Cash received from investment income	1,151,742	24,877,210
Net cash retrieved from disposal of fixed assets, intangible assets, and other long-term assets	330,178	22,396,477
Other investment-related cash received	37,246,122	
Sub-total of cash inflow due to investment activities	58,728,042	3,145,033,687
Cash paid for construction of fixed assets, intangible assets and other long-term assets	3,356,862,925	2,804,447,839
Cash paid for investment	20,000,000	2,698,160,000
Obtain net cash payments from subsidiaries and other operating units	696,000	
Other cash paid for investment activities		10,076,360
Sub-total of cash outflow due to investment activities	3,377,558,925	5,512,684,199
Net cash flow generated by investment	-3,318,830,883	-2,367,650,512
III. Cash flow generated by financing		
Absorb cash received from investment	68,000,000	78,000,000
Including: cash received by the subsidiary from absorbing minority shareholders' investment	68,000,000	78,000,000
Cash received as loans	2,766,410,839	3,524,137,657
Other financing-related cash received	12,000,000	8,927,153
Subtotal of cash inflow from financing activities	2,846,410,839	3,611,064,810
Cash to repay debts	2,430,592,680	718,073,523
Cash paid as dividend, profit, or interests	748,477,707	832,800,949
Other cash paid for financing activities	46,582,943	54,284,085
Subtotal of cash outflow due to financing activities	3,225,653,330	1,605,158,557
Net cash flow generated by financing	-379,242,491	2,005,906,253
IV. Influence of exchange rate alternation on cash and cash equivalents	5,115,862	9,486,463
V. Net increase of cash and cash equivalents	-2,068,711,240	1,266,353,011
Plus: Balance of cash and cash equivalents at the beginning of term	4,594,018,251	2,756,477,572
VI. Balance of cash and cash equivalents at the end of term	2,525,307,011	4,022,830,583

Legal Representative:Chen Lin Principal in charge of accounting: Wang Wenxin Principal of the financial department:Wang Wenxin

**(II) Implementation of new accounting standards for the first time starting from 2023, and adjustment of the relevant items in the financial statements at the beginning of the year for the first implementation**

Applicable  Not applicable

**(III) Report of the Auditors**

Whether the Third Quarter Report has been audited or not

Yes  No

The Third Quarter Report hasn't been audited.

**Board of Directors of  
CSG Holding Co., Ltd.  
31 October 2023**