

## Zhejiang NHU Company Ltd.

### Q1 2023 Report

The Company and whole members of the BOD guarantee that the information disclosed is authentic, accurate, complete and free from any false records, misleading statements or significant omissions.

#### **Important Content Reminder:**

1. The Board of Directors, Board of Supervisors, directors, supervisors and senior executives of Zhejiang NHU Company Ltd. (hereinafter referred to as the “Company”) hereby guarantee that the information presented in this report is authentic, accurate, complete and free of any false records, misleading statements or material omissions, and they will bear joint and several liabilities for such information.
2. The Company’s legal representative, the officer in charge of accounting, and the head of accounting department hereby declare and warrant that the financial information in this report is authentic, accurate and complete.
3. Whether the First Quarterly Report has been audited or not  
 Yes  No

#### Note:

This Report has been prepared in both Chinese and English version, and the English version is for reference only. Should there be any discrepancies or misunderstandings between the two versions, the Chinese versions shall prevail. The complete published Chinese First Quarterly Report may be obtained at [www.cninfo.com.cn](http://www.cninfo.com.cn).

## Section I Key Accounting Data

### I Key Accounting Data and Financial Indicators

Whether the company needs performed retroactive adjustment or restatement of accounting data in prior years or not  
 Yes  No

Retroactive adjustment or restatement of reasons

Changes in accounting policies  Correction of accounting errors

Business combination under the same control  Other reasons

Items	Q1 2023	Q1 2022		Increase/decrease of the current reporting period compared with the same period of the previous year
		Before adjustment	After adjustment	After adjustment
Operating revenue (yuan)	3,612,227,625.99	4,307,991,748.95	4,307,991,748.95	-16.15%
Net profit attributable to shareholders of listed company (yuan)	643,158,260.22	1,203,327,294.72	1,203,327,294.72	-46.55%
Net profit attributable to shareholders of listed company after deducting non-recurring profit or loss (yuan)	586,422,083.91	1,142,767,059.69	1,142,767,059.69	-48.68%
Net cash flows from operating activities (yuan)	390,927,539.55	422,441,679.66	422,441,679.66	-7.46%
Basic EPS (yuan/share)	0.21	0.47	0.39[Note]	-46.15%
Diluted EPS (yuan/share)	0.21	0.47	0.39[Note]	-46.15%
Weighted average ROE	2.69%	5.36%	5.36%	Decreased by 2.67 percentage points
Items	Mar. 31, 2023	Dec. 31, 2022		Increase/decrease of the current reporting period compared with the end of the previous year
		Before adjustment	After adjustment	After adjustment
Total assets (yuan)	39,517,620,455.25	38,267,625,155.83	38,267,625,155.83	3.27%
Net assets attributable to shareholders of listed company (yuan)	24,218,478,672.98	23,574,859,468.61	23,574,859,468.61	2.73%

[Note] After the implementation of the Company's 2021 profit distribution plan, its share capital was increased from 2,578,394,760 shares to 3,090,907,356 shares. The above EPS of the comparative period was recalculated based on the adjusted share capital.

**II Non-recurring Profit or Loss for this Period**√ Applicable  Not applicable

Unit: RMB yuan

Items	Q1 2023	Remarks
Gains or losses on disposal of non-current assets, including write-off of provision for impairment	1,692,680.14	
Government grants included in profit or loss (excluding those closely related to operating activities of the Company, satisfying government policies and regulations, and continuously enjoyed with certain quantity or quota based on certain standards)	48,562,730.49	
Gains or losses on assets consigned to the third party for investment or management	3,060,323.07	
Gains or losses on changes in fair value of held-for-trading financial assets and held-for-trading financial liabilities, and investment income from disposal of held-for-trading financial assets and held-for-trading financial liabilities, excluding those arising from hedging business related to operating activities	5,499,350.85	
Other non-operating revenue or expenditures	775,324.46	
Less: Enterprise income tax affected	2,709,296.68	
Non-controlling interest affected (after tax)	144,936.02	
Total	56,736,176.31	--

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

 Applicable  Not applicable

The Company does not have any other profit and loss items that meet the definition of non-recurring profit and loss.

Explanation on defining the non-recurring profit and loss items listed in *the No. 1 Explanatory Announcement on Information Disclosure for Companies Offering Their Securities to Public-Non-recurring Profit and loss* as non-recurring profit and loss items.

 Applicable  Not applicable

The Company does not define the non-recurring profit and loss items listed in *the No. 1 Explanatory Announcement on Information Disclosure for Companies Offering Their Securities to Public-Non-recurring Profit and loss* as recurring profit and loss items.

**III Major Changes of Main Items in Financial Statements and Financial Indicators within the Reporting Period, as well as the Reasons for the Changes**√ Applicable  Not applicable**1. Balance Sheet Position**

(1) Held-for-trading financial assets decreased by 52.80% compared to the closing balance at the beginning of the year. It was mainly due to the maturity of wealth management products by idle raised funds in the current reporting period.

(2) Other current assets decreased by 62.87% compared to the closing balance at the beginning of the year. It was mainly

due to the decrease of VAT to be deducted in the current reporting period.

(3) Long-term equity investments increased by 31.53% compared to the closing balance at the beginning of the year. It was mainly due to the investment in the joint venture in the current reporting period.

(4) Deferred tax assets increased by 38.03% compared to the closing balance at the beginning of the year. It was mainly due to the accrual of deferred income tax assets in the current reporting period.

(5) Held-for-trading financial liabilities increased by 100% compared to the closing balance at the beginning of the year. It was mainly due to the exchange rate change of foreign exchange forward products.

(6) Employee benefits payable decreased by 51.94% compared to the closing balance at the beginning of the year. It was mainly due to the payment of annual bonus in the current reporting period.

## **2. Income Statement Position**

(1) Other income in the current Q1 period increased by 41.45% compared to the same period of last year. It was mainly due to the increase of government subsidies.

(2) Gains on changes in fair value in the current Q1 period decreased by 94.48% compared to the same period of last year. It was mainly due to the decrease of Gains on changes in fair value based on exchange rate fluctuations.

(3) Credit impairment loss in the current Q1 period decreased by 63.13% compared to the same period of last year. It was mainly due to a decrease in credit impairment losses based on changes in accounts receivable.

(4) Assets impairment loss in the current Q1 period increased by 362.42% compared to the same period of last year. It was mainly due to the accrued asset impairment provision increased based on fluctuations in product market prices.

(5) Gains on asset disposal in the current Q1 period decreased by 63.83% compared to the same period of last year. It was mainly due to the decrease in disposed assets.

(6) Non-operating revenue in the current Q1 period increased by 69.67% compared to the same period of last year. It was mainly due to the increase of compensation payments receive.

(7) Non-operating expenditures in the current Q1 period decreased by 32.48% compared to the same period of last year. It was mainly due to the decrease of external donations.

(8) Income tax in the current Q1 period decreased by 37.44% compared to the same period of last year. It was mainly due to the decrease of total profit.

## **3. Cash Flow Statement Position**

(1) Net increase in cash and cash equivalents in the current Q1 period increased by 146.96% compared to the same period of last year. It was mainly due to the decrease of financial products purchased during this reporting period.

## Section II Shareholders Information

### I Total Number of Common Shareholders and Number of Preferred Shareholders with Voting Rights Recovered and Information about Top 10 Shareholders

Unit: share

Total number of common shareholders at the end of the reporting period	119,034	Total number of preferred shareholders whose voting rights have been recovered at the end of the reporting period(if any).	0			
Information about top 10 shareholders						
Name of shareholder	Nature of shareholder	Shareholding percentage (%)	Quantity of shares	Quantity of restricted shares	Shares pledged, marked or frozen	
					Status	Quantity
NHU Holding Group Co., Ltd.	Domestic non-state-owned legal person	49.22%	1,521,362,525	0		
Hong Kong Securities Clearing Company Limited	Overseas legal person	2.13%	65,762,645	0		
Shanghai Chongyang Strategic Investment Co., Ltd. – Chongyang Strategic Huizhi Fund	Others	1.75%	54,072,200	0		
National Social Security Fund No.503 Portfolio	Others	1.20%	37,000,000	0		
China Construction Bank Corporation - E Fund Shanghai and Shenzhen 300 Medical and Health Trading Open-end Index Fund	Others	0.60%	18,458,933	0		
Kuwait Investment Authority	Overseas legal person	0.58%	17,838,365	0		
Shanghai Chongyang Strategic Investment Co., Ltd. – Chongyang Strategic Yingzhi Fund	Others	0.53%	16,248,559	0		
Hu Baishan	Domestic natural person	0.47%	14,595,929	10,946,947		
Chongyang Group Co., Ltd.	Others	0.45%	13,962,191	0		
Hu Baifan	Domestic natural person	0.45%	13,922,998	10,442,248		
Information about top 10 shareholders without trading restrictions						
Name of shareholder	Quantity of non-restricted shares	Type of shares				
		Type	Quantity			
NHU Holding Group Co., Ltd.	1,521,362,525	RMB ordinary shares	1,521,362,525			
Hong Kong Securities Clearing	65,762,645	RMB ordinary	65,762,645			

Company Limited		shares	
Shanghai Chongyang Strategic Investment Co., Ltd. — Chongyang Strategic Huizhi Fund	54,072,200	RMB ordinary shares	54,072,200
National Social Security Fund No.503 Portfolio	37,000,000	RMB ordinary shares	37,000,000
China Construction Bank Corporation - E Fund Shanghai and Shenzhen 300 Medical and Health Trading Open-end Index Fund	18,458,933	RMB ordinary shares	18,458,933
Kuwait Investment Authority	17,838,365	RMB ordinary shares	17,838,365
Shanghai Chongyang Strategic Investment Co., Ltd. — Chongyang Strategic Yingzhi Fund	16,248,559	RMB ordinary shares	16,248,559
Chongyang Group Co., Ltd.	13,962,191	RMB ordinary shares	13,962,191
Sanhua Holding Group Co.,Ltd.	13,772,970	RMB ordinary shares	13,772,970
The Company — Employee stock ownership plan phase III	12,157,826	RMB ordinary shares	12,157,826
Explanation on associated relationship or concerted actions among above shareholders	The above shareholder Hu Baishan is the director of NHU Holding Group Co., Ltd. The Company does not know whether other shareholders have relationships and whether they are persons acting in concert as defined in <i>Administration of the Takeover of Listed Companies Procedures</i> .		
Explanation on top 10 shareholders' participating in securities margin trading (if any)	Shanghai Chongyang Strategic Investment Co., Ltd. — Chongyang Strategic Huizhi Fund holds 54,072,127 shares through client account of collateral securities for margin trading of Guotai Junan Securities Co., Ltd. Shanghai Chongyang Strategic Investment Co., Ltd. — Chongyang Strategic Yingzhi Fund holds 16,248,461 shares through client account of collateral securities for margin trading of CITIC Securities Co., Ltd. Chongyang Group Co., Ltd. holds 13,961,946 shares through client account of collateral securities for margin trading of China Merchants Securities Co., Ltd.		

Notes: Zhejiang NHU Co., Ltd. Repurchase Securities Account is among top 10 shareholders at the end of the reporting period, but do not participate in the listing of the top 10 shareholders of the company.

## II Total Number of Preferred Shareholders and Information about Top 10 Preferred Shareholders

Applicable  Not applicable

## Section III Other Significant Events

√ Applicable □ Not applicable

### Progress of Investment Project with Raised Funds

With the approval of [2017] No. 1684 document of China Securities Regulatory Commission, the company's lead underwriter, CSC Securities Co., Ltd., privately issued 175 million common shares (A shares) to specific objects at an issue price of RMB 28.00/share, raising a total of RMB 4,900 million. After deducting the underwriting and recommendation fees of RMB 30 million yuan (including tax), the raised funds amounted to RMB 4,870 million, which was remitted to the raised funds supervision account of the company by the lead underwriter, CSC Securities Co., Ltd. on December 7, 2017. In addition, after deducting lawyer fees, audit fees, capital verification fees and other issuance expenses of RMB 4.62 million (excluding tax), and considering the deductible VAT input tax of RMB 1.70 million of underwriting fees and recommendation fees deducted by the lead underwriter, the net amount of funds raised was RMB 4,867.08 million. The availability of the above raised funds has been verified by Tianjian Certified Public Accountants (special general partnership), who issued the capital verification report ([2017] No. 503).

For the first quarter of 2023, the actual use of the raised funds was RMB 501.30mn, and the accumulated investment of the raised funds project was RMB 4,279.50mn. By March 31, 2023, the balance of raised funds was RMB 1,318.44mn (including financial products and structured deposits, the net amount of interest on cash in bank less handling charges, gains on financial products and structured deposits received on an accumulated basis).

## Section IV Quarterly Financial Statements

### I Financial Statements

#### 1. Consolidated Balance Sheet

Prepared by Zhejiang NHU Co., Ltd.

Mar 31, 2023

Unit: RMB Yuan

Items	Mar 31, 2023	Jan 1, 2023
Current assets:		
Cash and bank balances	5,864,519,223.74	5,343,851,967.72
Settlement funds		
Loans to other banks		
Held-for-trading financial assets	340,000,000.00	720,314,576.43
Derivative financial assets		
Notes receivable	290,096,752.87	372,641,835.79
Accounts receivable	2,483,287,515.02	2,476,269,041.23
Receivables financing	449,182,003.14	379,217,582.25
Advances paid	167,881,257.66	222,336,776.26

Items	Mar 31, 2023	Jan 1, 2023
Premiums receivable		
Reinsurance accounts receivable		
Reinsurance reserve receivable		
Other receivables	251,474,467.03	269,567,592.73
Including: Interest receivable		
Dividend receivable		20,735,987.73
Financial assets under reverse repo		
Inventories	4,518,455,983.83	4,144,557,702.39
Contract assets		
Assets held for sale		
Non-current assets due within one year		
Other current assets	67,742,921.68	182,442,976.79
Total current assets	14,432,640,124.97	14,111,200,051.59
Non-current assets:		
Loans and advances		
Debt investments		
Other debt investments		
Long-term receivables		
Long-term equity investments	568,890,752.94	432,503,568.48
Other equity instrument investments	22,998,147.55	22,998,147.55
Other non-current financial assets		
Investment property		
Fixed assets	17,609,438,777.56	16,523,867,858.53
Construction in progress	4,625,389,843.97	5,089,233,908.22
Productive biological assets		
Oil & gas assets		
Right-of-use assets	3,051,997.49	2,830,136.37
Intangible assets	1,860,252,554.33	1,738,506,246.32
Development expenditures		
Goodwill	3,622,704.97	3,622,704.97
Long-term prepayments	16,245,788.11	13,179,878.45
Deferred tax assets	68,755,406.88	49,812,172.71
Other non-current assets	306,334,356.48	279,870,482.64
Total non-current assets	25,084,980,330.28	24,156,425,104.24
Total assets	39,517,620,455.25	38,267,625,155.83
Current liabilities:		
Short-term borrowings	1,940,929,029.36	1,846,373,441.01
Central bank loans		



Items	Mar 31, 2023	Jan 1, 2023
Loans from other banks		
Held-for-trading financial liabilities	253,075.23	
Derivative financial liabilities		
Notes payable	570,403,183.55	627,438,689.79
Accounts payable	2,053,767,190.24	2,175,458,436.49
Advances received		
Contract liabilities	78,552,685.94	60,660,929.75
Financial liabilities under repo		
Absorbing deposit and interbank deposit		
Deposit for agency security transaction		
Deposit for agency security underwriting		
Employee benefits payable	185,699,418.46	386,391,911.86
Taxes and rates payable	232,021,331.90	208,198,951.94
Other payables	54,838,458.32	67,351,740.34
Including: Interest payable		
Dividend payable		
Handling fee and commission payable		
Reinsurance accounts payable		
Liabilities held for sale		
Non-current liabilities due within one year	3,308,746,729.17	2,591,687,706.22
Other current liabilities	6,294,462.23	4,978,299.99
Total current liabilities	8,431,505,564.40	7,968,540,107.39
Non-current liabilities:		
Insurance policy reserve		
Long-term borrowings	5,428,721,558.34	5,273,637,508.87
Bonds payable		
Including: Preferred shares		
Perpetual bonds		
Lease liabilities	3,110,991.60	2,822,404.07
Long-term payables		
Long-term employee benefits payable		
Provisions		
Deferred income	1,085,425,687.06	1,083,159,222.41
Deferred tax liabilities	258,072,181.96	277,316,677.63
Other non-current liabilities		
Total non-current liabilities	6,775,330,418.96	6,636,935,812.98
Total liabilities	15,206,835,983.36	14,605,475,920.37
Equity:		

Items	Mar 31, 2023	Jan 1, 2023
Share capital	3,090,907,356.00	3,090,907,356.00
Other equity instruments		
Including: Preferred shares		
Perpetual bonds		
Capital reserve	3,613,097,510.81	3,613,097,510.81
Less: Treasury shares	500,059,711.25	500,059,711.25
Other comprehensive income	71,283,280.44	76,577,564.17
Special reserve	31,952,122.43	26,196,894.55
Surplus reserve	1,444,413,940.89	1,444,413,940.89
General risk reserve		
Undistributed profit	16,466,884,173.66	15,823,725,913.44
Total equity attributable to the parent company	24,218,478,672.98	23,574,859,468.61
Non-controlling interest	92,305,798.91	87,289,766.85
Total equity	24,310,784,471.89	23,662,149,235.46
Total liabilities & equity	39,517,620,455.25	38,267,625,155.83

Legal representative: Hu Baifan      Officer in charge of accounting: Shi Guanqun      Head of accounting department: Zhang Lijin

## 2. Consolidated Income Statement

Unit: RMB Yuan

Items	Q1 2023	Q1 2022
I. Total operating revenue	3,612,227,625.99	4,307,991,748.95
Including: Operating revenue	3,612,227,625.99	4,307,991,748.95
Interest income		
Premiums earned		
Revenue from handling charges and commission		
II. Total operating cost	2,890,271,348.78	2,975,781,501.41
Including: Operating cost	2,467,400,928.17	2,518,094,547.27
Interest expenses		
Handling charges and commission expenditures		
Surrender value		
Net payment of insurance claims		
Net provision of insurance policy reserve		
Premium bonus expenditures		
Reinsurance expenses		
Taxes and surcharges	31,219,915.01	29,871,875.59
Selling expenses	29,333,288.35	22,790,060.34

Items	Q1 2023	Q1 2022
Administrative expenses	121,627,278.45	108,673,875.32
R&D expenses	190,075,834.44	227,817,615.86
Financial expenses	50,614,104.36	68,533,527.03
Including: Interest expenses	75,508,647.85	73,602,297.89
Interest income	34,115,367.75	23,573,114.81
Add: Other income	48,562,730.49	34,331,441.69
Investment income (or less: losses)	29,071,421.27	34,767,170.90
Including: Investment income from associates and joint ventures	20,891,123.71	22,194,461.68
Gains from derecognition of financial assets at amortized cost		
Gains on foreign exchange (or less: losses)		
Gains on net exposure to hedging risk (or less: losses)		
Gains on changes in fair value (or less: losses)	703,076.55	12,731,581.91
Credit impairment loss	-11,180,108.69	-30,326,145.11
Assets impairment loss	-36,747,734.14	-7,946,770.68
Gains on asset disposal (or less: losses)	1,692,680.14	4,679,172.59
III. Operating profit (or less: losses)	754,058,342.83	1,380,446,698.84
Add: Non-operating revenue	1,390,722.65	819,683.44
Less: Non-operating expenditures	615,398.19	911,475.48
IV. Profit before tax (or less: total loss)	754,833,667.29	1,380,354,906.80
Less: Income tax	107,913,174.56	172,502,286.13
V. Net profit (or less: net loss)	646,920,492.73	1,207,852,620.67
(I) Categorized by the continuity of operations		
1. Net profit from continuing operations (or less: net loss)	646,920,492.73	1,207,852,620.67
2. Net profit from discontinued operations (or less: net loss)		
(II) Categorized by the portion of equity ownership		
1. Net profit attributable to owners of parent company	643,158,260.22	1,203,327,294.72
2. Net profit attributable to non-controlling shareholders	3,762,232.51	4,525,325.95
VI. Other comprehensive income after tax	-4,040,484.18	-1,080,722.73
Items attributable to the owners of the parent company	-5,294,283.73	-1,915,825.15
(I) Not to be reclassified subsequently to profit or loss		
1. Changes in remeasurement on the net defined benefit plan		

Items	Q1 2023	Q1 2022
2. Items under equity method that will not be reclassified to profit or loss		
3. Changes in fair value of other equity instrument investments		
4. Changes in fair value of own credit risk		
5. Others		
(II) To be reclassified subsequently to profit or loss	-5,294,283.73	-1,915,825.15
1. Items under equity method that may be reclassified to profit or loss		
2. Changes in fair value of other debt investments		
3. Profit or loss from reclassification of financial assets into other comprehensive income		
4. Provision for credit impairment of other debt investments		
5. Cash flow hedging reserve		
6. Translation reserve	-5,294,283.73	-1,915,825.15
7. Others		
Items attributable to non-controlling shareholders	1,253,799.55	835,102.42
VII. Total comprehensive income	642,880,008.55	1,206,771,897.94
Items attributable to the owners of the parent company	637,863,976.49	1,201,411,469.57
Items attributable to non-controlling shareholders	5,016,032.06	5,360,428.37
VIII. Earnings per share (EPS):		
(I) Basic EPS (yuan per share)	0.21	0.39
(II) Diluted EPS (yuan per share)	0.21	0.39

Net profit realized by the combined party in business combination under common control before the business combination in the current period was 0.00 yuan, and net profit realized by the combined party in the previous period was 0.00 yuan.

Legal representative: Hu Baifan      Officer in charge of accounting: Shi Guanqun      Head of accounting department: Zhang Lijin

### 3. Consolidated Cash Flow Statement

Unit: RMB Yuan

Items	Q1 2023	Q1 2022
I. Cash flows from operating activities:		
Cash receipts from sale of goods or rendering of services	3,550,726,303.68	3,613,716,217.09
Net increase of client deposit and interbank deposit		
Net increase of central bank loans		
Net increase of loans from other financial institutions		

Items	Q1 2023	Q1 2022
Cash receipts from original insurance contract premium		
Net cash receipts from reinsurance		
Net increase of policy-holder deposit and investment		
Cash receipts from interest, handling charges and commission		
Net increase of loans from others		
Net increase of repurchase		
Net cash receipts from agency security transaction		
Receipts of tax refund	346,631,062.17	241,904,618.87
Other cash receipts related to operating activities	78,534,268.53	62,483,265.40
Subtotal of cash inflows from operating activities	3,975,891,634.38	3,918,104,101.36
Cash payments for goods purchased and services received	2,614,897,443.35	2,509,609,260.22
Net increase of loans and advances to clients		
Net increase of central bank deposit and interbank deposit		
Cash payments for insurance indemnities of original insurance contracts		
Net increase of loans to others		
Cash payments for interest, handling charges and commission		
Cash payments for policy bonus		
Cash paid to and on behalf of employees	672,992,917.44	633,641,755.96
Cash payments for taxes and rates	178,436,423.80	278,742,445.74
Other cash payments related to operating activities	118,637,310.24	73,668,959.78
Subtotal of cash outflows from operating activities	3,584,964,094.83	3,495,662,421.70
Net cash flows from operating activities	390,927,539.55	422,441,679.66
II. Cash flows from investing activities:		
Cash receipts from withdrawal of investments		
Cash receipts from investment income	23,979,942.47	16,343,604.40
Net cash receipts from the disposal of fixed assets, intangible assets and other long-term assets	48,358.32	1,561,444.66
Net cash receipts from the disposal of subsidiaries & other business units		
Other cash receipts related to investing activities	380,000,000.00	1,064,294,950.48
Subtotal of cash inflows from investing activities	404,028,300.79	1,082,199,999.54
Cash payments for the acquisition of fixed assets, intangible assets and other long-term assets	1,128,107,810.80	865,447,063.96
Cash payments for investments	118,754,000.00	

Items	Q1 2023	Q1 2022
Net increase of pledged borrowings		
Net cash payments for the acquisition of subsidiaries & other business units		5,380,193.64
Other cash payments related to investing activities		1,379,122,507.08
Subtotal of cash outflows from investing activities	1,246,861,810.80	2,249,949,764.68
Net cash flows from investing activities	-842,833,510.01	-1,167,749,765.14
III. Cash flows from financing activities:		
Cash receipts from absorbing investments		
Including: Cash received by subsidiaries from non-controlling shareholders as investments		
Cash receipts from borrowings	1,625,467,898.96	1,637,682,567.39
Other cash receipts related to financing activities		
Subtotal of cash inflows from financing activities	1,625,467,898.96	1,637,682,567.39
Cash payments for the repayment of borrowings	580,139,167.06	582,292,030.99
Cash payments for distribution of dividends or profits and for interest expenses	76,953,425.37	80,697,645.30
Including: Cash paid by subsidiaries to non-controlling shareholders as dividend or profit		
Other cash payments related to financing activities	363,477.97	2,468,007.00
Subtotal of cash outflows from financing activities	657,456,070.40	665,457,683.29
Net cash flows from financing activities	968,011,828.56	972,224,884.10
IV. Effect of foreign exchange rate changes on cash & cash equivalents	16,248,481.54	-11,350,293.57
V. Net increase in cash and cash equivalents	532,354,339.64	215,566,505.05
Add: Opening balance of cash and cash equivalents	5,151,841,931.86	5,714,537,538.23
VI. Closing balance of cash and cash equivalents	5,684,196,271.50	5,930,104,043.28

Legal representative: Hu Baifan      Officer in charge of accounting: Shi Guanqun      Head of accounting department: Zhang Lijin

## II Independent Auditor's Report

Whether the First Quarterly Report above have been audited.

Yes  No

The First Quarterly Report has not been audited.

Board of Directors of Zhejiang NHU Company Ltd.  
April 21, 2023