

Ticker: 002242

Stock Abbreviation: Joyoung

Joyoung Co., Ltd.

Interim Report of the First Quarter 2023

The Company and all members of the Board of Directors have guaranteed that the information disclosed is true, accurate and complete, and contains no false record, misleading statements or material omissions.

Important Notice:

Board of Directors, the Supervisory Committee as well as all the directors, supervisors and senior management staff of Joyoung Co., Ltd. (hereinafter referred to as the "Company") have guaranteed that this Report contains no false record, misleading statement or material omission and shall be jointly and severally liable for the factuality, accuracy and completeness of the information given in this Report.

CEO of the Company, CFO of the Company, and Chief Accountant of Accounting Institution, declared that the quarterly financial statements should be true, accurate and complete.

In case of any discrepancy, the Chinese version of the report shall prevail.

Whether the first quarterly report was audited

Yes No

I. Key Financial Data

1. Key Accounting Data and Financial Indicators

Whether the Company performed a retroactive adjustment to or restatement of accounting data

Yes No

	From 1 January 2023 to 31 March 2023	From 1 January 2022 to 31 March 2022	YoY Change
Operating revenue (RMB)	1,892,190,788.93	2,328,527,536.97	-18.74%
Net Profit attributable to shareholders of the Company (RMB)	121,389,403.14	166,241,068.10	-26.98%
Net profit attributable to shareholders of the Company before non-recurring gains and losses (RMB)	116,958,852.23	157,259,318.46	-25.63%
Net cash flows from operating activities (RMB)	306,900,520.10	495,669,740.10	-38.08%
Basic earnings per share (RMB / share)	0.16	0.22	-27.27%
Diluted earnings per share (RMB / share)	0.16	0.22	-27.27%
Weighted average return on net assets	3.64%	3.83%	Decrease by 0.19pct.
	31 March 2023	31 December 2022	Flux
Total assets (RMB)	7,299,838,075.42	7,074,762,950.69	3.18%
Net assets attributable to shareholders of the Company (RMB)	3,439,064,123.03	3,313,074,235.88	3.80%

2. Non-recurring gain and loss items and amounts thereof

Unit: RMB

Item	From 1 January 2023 to 31 March	Note

	2023	
Profit or loss from disposal of non-current assets (including the write-off of the provision for impairment of assets)	-81,010.28	
Government grants included in the current profit or loss (that is closely related to the operations of the Company, except for those of fixed quotas or amounts according to the nationally unified standards)	3,043,441.97	
Gains or losses from changes in fair value arising from the holding of trading financial assets, derivative financial assets, trading financial liabilities and derivative financial liabilities and investment income from the disposal of trading financial assets, derivative financial assets, trading financial liabilities, derivative financial liabilities and other debt investments, excluding the effective hedging business related to the Company's normal business operations	2,218,988.14	
Other non-operating income or expenses except the above items	172,908.62	
Less: Impact of income taxes	922,667.23	
Impact of minority interests (after tax)	1,110.31	
Total	4,430,550.91	--

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

Applicable Not applicable

Not Applicable to the Company.

For non-recurring profit or loss items defined by the Company according to the definitions under the Interpretative Announcement on Information Disclosure of Companies Offering Securities to the Public No. 1 — Non-recurring Profit or Loss and the non-recurring profit or loss items listed in the Interpretative Announcement on Information Disclosure of Companies Offering Securities to the Public No. 1 — Non-recurring Profit or Loss that have been defined as recurring profit or loss items by the Company, please provide the reasons

Applicable Not applicable

Not Applicable to the Company.

3. Major Changes of Main Items in Financial Statements and Financial Indicators within the Report Period, as well as the Reasons for the Changes

Unit: RMB

Item	31 March 2023	31 December 2022	Flux	Notes
Cash at bank and on hand	2,170,363,147.36	1,569,780,561.99	38.26%	Mainly due to the decrease in the cash to invest.
Prepaid expense	36,629,555.84	15,317,578.78	139.13%	Mainly due to the increase in the amount of locking in raw material prices during the period
Other receivables	42,348,822.21	23,864,332.45	77.46%	Mainly due to the increase in provisional payments
Receivables financing	150,581,055.93	427,367,850.03	-64.77%	Mainly due to the increase in realization of notes receivable
Long-term prepaid expenses	937,532.12	2,035,089.24	-53.93%	Mainly due to amortization of expenses during the period
Notes payable	1,793,914,414.22	1,034,463,227.41	73.42%	Mainly due to the increase in the use of notes for payment during the period
Payroll payable	20,550,500.93	176,390,700.65	-88.35%	Mainly due to year-end bonus payment
Tax payable	67,045,860.41	128,468,391.57	-47.81%	Mainly due to tax payment during the period
Item	From 1 January 2023 to 31 March 2023	From 1 January 2022 to 31 March 2022	YoY Change	Note
Financial income	-9,254,867.05	-4,704,695.55	-96.72%	Mainly due to the increase in interest income for the period
Gains/(Losses) on changes in fair value	2,218,988.14	-2,493,895.04	188.98%	Mainly due to changes in fair value of funds
Credit impairment losses	-7,439,938.44	-12,330,806.81	39.66%	Mainly due to the decrease in bad debts of accounts receivable and other receivables during the period

Cash received relating to other operating activities	180,223,418.77	109,601,494.16	64.44%	Mainly due to the increase in recovery of deposits on notes during the period
Cash paid relating to other operating activities	531,102,598.57	396,926,676.37	33.80%	Mainly due to the increase in the deposit paid for the note during the period
Cash received from disposal of investments	787,500.00	3,988,500.00	-80.26%	Mainly due to the decrease in the disposal of associates during the period
Cash paid to acquire fixed assets, intangible assets and other long-term assets	682,784.29	16,428,905.48	-95.84%	Mainly due to the decrease in the purchase of long-term assets during the period
Cash paid relating to other investing activities	151,800,000.00	328,000,000.00	-53.72%	Mainly due to the decrease in the purchase of large-denomination certificates of deposit during the period
Cash payments relating to other financing activities	10,077,203.92	4,199,845.36	139.94%	Mainly due to the increase in lease expenses during the period

II. Shareholders and Shares

1) Total number of common shareholders and number of preferred shareholders whose voting rights were restored, shareholdings of the top ten common shareholders at the period-end

Unit: share

Total number of common shareholders at the end of the Reporting Period	34,678	Total number of preferred shareholders with resumed voting rights at the end of the Reporting Period (if any)	0			
Top 10 common shareholders						
Name of shareholder	Nature of shareholder	Shareholding percentage	Total shares held at the period-end	Number of restricted shares held	Pledged or frozen shares	
					Status	Number
Shanghai Lihong Enterprise Management Limited	Domestic non-state-owned corporation	50.13%	384,523,746		pledged	307,618,897
BILTING DEVELOPMENTS LIMITED	Foreign corporation	16.94%	129,924,090		pledged	103,939,172
Hong Kong Securities Clearing Co., Ltd.	Foreign corporation	5.57%	42,740,471			
Joyoung ESOP Plan (Phase 1)	Others	2.09%	16,000,000			
Central Huijin Investment Ltd.	State-owned corporation	1.46%	11,201,233			
China Universal Fund - Social Security Fund Portfolio No.423	Others	1.09%	8,363,110			
Basic Pension Insurance Fund Portfolio No. 1001	Others	0.65%	5,001,435			
Hongde Fund -Ruixing Three-Year Holding Hybrid Portfolio-CMB	Others	0.44%	3,353,862			
PICC P&C -Traditional - General Insurance Products	Others	0.40%	3,040,240			
PICC Life -Dividend - Individual Insurance Dividend	Others	0.34%	2,640,400			

Top 10 non-restricted common shareholders			
Name of shareholder	Number of non-restricted shares held	Type of shares	
		Type of shares	Number
Shanghai Lihong Enterprise Management Limited	384,523,746	RMB common stock	384,523,746
BILTING DEVELOPMENTS LIMITED	129,924,090	RMB common stock	129,924,090

Hong Kong Securities Clearing Co., Ltd.	42,740,471	RMB common stock	42,740,471
Joyoung ESOP Plan (Phase 1)	16,000,000	RMB common stock	16,000,000
Central Huijin Investment Ltd.	11,201,233	RMB common stock	11,201,233
China Universal Fund - Social Security Fund Portfolio No.423	8,363,110	RMB common stock	8,363,110
Basic Pension Insurance Fund Portfolio No. 1001	5,001,435	RMB common stock	5,001,435
Hongde Fund -Ruixing Three-Year Holding Hybrid Portfolio-CMB	3,353,862	RMB common stock	3,353,862
PICC P&C -Traditional - General Insurance Products	3,040,240	RMB common stock	3,040,240
PICC Life - Dividend - Individual Insurance Dividend	2,640,400	RMB common stock	2,640,400
Related or acting-in-concert parties among shareholders above	<p>In April 2019, the shareholding structure of Bilting Developments Limited changed. MR. Xuning WANG, the controlling shareholder of the Company, became the controlling shareholder of Bilting Developments Limited (See Announcement No. 2019-027 of the Company on www.chinainfo.com.cn). As a result, Shanghai Lihong Enterprise Management Co., Ltd. and Bilting Developments Limited, both controlled by Mr. Xuning WANG, are defined as acting-in-concert parties by the Administrative Measures for the Takeover of Listed Companies.</p> <p>Other than the aforementioned related and acting-in-concert parties, the Company is uncertain about whether there are related or acting-in-concert parties among shareholders above.</p>		
Explanation on common shareholders participating in securities margin trading (if any)	N/A		
Notes on the existence of repurchase specialized accounts among the top 10 shareholders (if any)	The number of ordinary shares held in the repurchase specialized account of Joyoung Co., Ltd. at the end of the reporting period was 4,000,000 shares, accounting for 0.52% of the total share capital of the Company.		

2) Total Number of Preferred Shareholders and TOP 10 Preferred Shareholders and Their Shareholdings

Applicable Not applicable

III. Other Important Matters

IV. Quarterly Financial Statements

1. Financial Statements

1.1 Consolidated Balance Sheet

Prepared by: Joyoung Co., Ltd.

Unit: RMB

Item	31 March 2023	31 December 2022
Current assets:		
Cash at bank and on hand	2,170,363,147.36	1,569,780,561.99
Deposit reservation for balance		
Lending funds		
Trading financial assets		
Derivative financial assets		
Notes receivable	1,108,172,271.77	1,397,044,352.08
Accounts receivable	754,128,238.08	687,360,521.01
Receivables financing	150,581,055.93	427,367,850.03

Item	31 March 2023	31 December 2022
Prepaid expense	36,629,555.84	15,317,578.78
Premium receivable		
Reinsurance accounts receivable		
Provision of cession receivable		
Other receivables	42,348,822.21	23,864,332.45
Including: interest receivable		
Dividend receivable		
Redemptory monetary capital for sale		
Inventories	741,461,726.59	680,206,435.03
Contract assets		
Holding assets for sale		
Current portion of non-current assets		
Other current assets	171,241,600.85	135,347,853.88
Total current assets	5,174,926,418.63	4,936,289,485.25
Non-current assets:		
Issuance of loans and advances		
Equity expense		
Other equity investments		
Long-term receivables	11,076,800.00	11,628,050.00
Long-term equity investments	227,835,810.84	218,019,395.58
Investments in other equity instruments	304,162,016.62	293,766,947.76
Other non-current financial assets	519,424,591.37	518,498,260.84
Investment properties	102,270,778.30	104,729,093.62
Fixed assets	623,433,714.80	637,041,742.43
Construction in progress	20,465,869.86	24,650,115.63
Productive biological asset		
Oil and gas assets		
Right-of-use assets	53,136,827.12	63,214,031.04
Intangible assets	119,918,781.69	120,749,523.33
Development expenditures		
Goodwill		
Long-term prepaid expenses	937,532.12	2,035,089.24
Deferred tax assets	77,248,934.07	79,141,215.97
Other non-current assets	65,000,000.00	65,000,000.00
Total non-current assets	2,124,911,656.79	2,138,473,465.44
TOTAL ASSETS	7,299,838,075.42	7,074,762,950.69
Current liabilities:		
Short-term borrowings		
Loans from the central bank		
Loans from other banks		
Trading financial liabilities		
Derivative financial liability		
Notes payable	1,793,914,414.22	1,034,463,227.41
Accounts payable	1,435,664,971.99	1,890,029,094.22
Unearned revenue		
Contract liabilities	275,303,980.55	235,079,333.95

Item	31 March 2023	31 December 2022
Financial assets sold for repurchase		
Deposits from customers and interbank		
Receiving from vicariously traded securities		
Receiving from vicariously sold securities		
Payroll payable	20,550,500.93	176,390,700.65
Tax payable	67,045,860.41	128,468,391.57
Other payables	120,537,669.87	147,446,172.97
Including: Interest payable		
Dividend payable		
Handling fees and commissions payable		
Dividend payable for reinsurance		
Holding liabilities for sale		
Current portion of non-current liabilities	20,618,794.47	30,821,675.68
Other current liabilities	35,789,517.47	30,049,004.28
Total current liabilities	3,769,425,709.91	3,672,747,600.73
Non-current liabilities		
Reserve fund for insurance contracts		
Long-term borrowings		
Bonds payable		
Including: Preferred stock		
Perpetual bonds		
Lease liabilities	36,699,849.29	34,865,866.13
Long-term payables		
Long-term payroll payable		
Accrued liabilities		
Deferred income	8,069,236.28	8,392,777.94
Deferred tax liabilities	32,458,801.51	32,292,528.50
Other non-current liabilities		
Total non-current liabilities	77,227,887.08	75,551,172.57
Total liabilities	3,846,653,596.99	3,748,298,773.30
Shareholders' equity		
Share capital	767,017,000.00	767,017,000.00
Other equity instruments		
Including: Preferred stock		
Perpetual bond		
Capital surplus	652,750,093.75	652,750,093.75
Less: Treasury stock	68,026,879.84	68,026,879.84
Other comprehensive income	44,572,450.69	39,971,966.68
Special reserve		
Surplus reserve	397,820,873.71	397,820,873.71
General risk reserve		
Undistributed profits	1,644,930,584.72	1,523,541,181.58
Total equity attributable to shareholders of the Company	3,439,064,123.03	3,313,074,235.88
Minority interests	14,120,355.40	13,389,941.51
Total shareholders' equity	3,453,184,478.43	3,326,464,177.39
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	7,299,838,075.42	7,074,762,950.69

Legal representative: Ningning Yang

Principal in charge of accounting: Jiangan Kan

Head of accounting department: Wen Guo

1.2 CONSOLIDATED INCOME STATEMENTS FOR THE THREE MONTHS ENDED 31 MARCH 2023

Unit: RMB

Item	For the three months ended 31 March 2023	For the three months ended 31 March 2022
Total revenue	1,892,190,788.93	2,328,527,536.97
Including: Operating revenue	1,892,190,788.93	2,328,527,536.97
Interest income		
Earned Premium		
Handling fees and commission income		
Total operating cost	1,759,501,873.53	2,139,608,721.45
Including: Cost of sales	1,364,823,521.76	1,708,513,720.94
Interest expense		
Handling fees and commission expenses		
Surrender value		
Net payments for insurance claims		
Net provision for insurance liability		
Bond insurance expense		
Amortized Reinsurance Expenditures		
Taxes and surcharges	5,170,590.35	7,637,733.84
Selling and distribution expenses	236,603,248.25	256,877,422.54
General and administrative expenses	77,548,043.15	82,842,695.63
Research and development expenses	84,611,337.07	88,441,844.05
Financial income	-9,254,867.05	-4,704,695.55
Including: Interest expenses	1,047,287.10	
Interest income	10,229,723.97	9,147,598.22
Add: Other income	3,447,033.97	4,389,633.19
Investment income/(loss)	9,816,415.26	14,890,821.06
Including: Investment income from associates and joint ventures	9,816,415.26	6,690,563.34
Including: Profits or losses arising from derecognition of financial assets measured at amortized costs		
Foreign exchange gains/(losses)		
Net exposure to hedging gains/(losses)		
Gains/(Losses) on changes in fair value	2,218,988.14	-2,493,895.04
Credit impairment losses	-7,439,938.44	-12,330,806.81
Asset impairment losses	-3,037,437.60	-5,141,480.04
Losses on disposal of assets		134,213.37
Operating profit	137,693,976.73	188,367,301.25
Add: Non-operating income	89,715.70	802,073.08
Less: Non-operating expenses	401,409.36	789,449.76
Total profit	137,382,283.07	188,379,924.57
Less: Income tax expenses	15,262,466.04	25,702,572.30
Net Profit	122,119,817.03	162,677,352.27
(1) Classified by continuity of operations		
Net profit from continuing operations	122,119,817.03	162,677,352.27
Net profit from discontinued operations		

Item	For the three months ended 31 March 2023	For the three months ended 31 March 2022
(2) Classified by ownership of the equity		
Attributable to shareholders of the Company	121,389,403.14	166,241,068.10
Minority interests	730,413.89	-3,563,715.83
Other comprehensive income, net of tax	4,600,484.01	-3,076,805.98
Other comprehensive income attributable to equity owners of the Company, net of tax	4,600,484.01	-3,076,805.98
(1) Other comprehensive income items which will not be reclassified subsequently to profit or loss	10,395,068.86	-973,909.55
1) Changes arising from remeasurement of defined benefit plan		
2) Other comprehensive income that cannot be transferred to profit or loss under the equity method		
3) Changes in fair value of investments in other equity instruments	10,395,068.86	-973,909.55
4) Changes in fair value of an enterprise's own credit risk		
5) Others		
(2) Other comprehensive income items which will be reclassified subsequently to profit or loss	-5,794,584.85	-2,102,896.43
1) Other comprehensive income available for transfer to profit or loss under the equity method		
2) Changes in fair value of other debt investments		
3) Reclassification of financial assets to other comprehensive income		
4) Provision for credit impairment of other debt investments		
5) Cash flow hedge reserve		
6) Exchange differences on translating foreign operations	-5,794,584.85	-2,102,896.43
7) Others		
Other comprehensive income attributable to minority shareholders, net of tax		
Total comprehensive income	126,720,301.04	159,600,546.29
Attributable to equity owners of the Company	125,989,887.15	163,164,262.12
Attributable to minority interests	730,413.89	-3,563,715.83
Earnings per share:		
(1) Basic earnings per share	0.16	0.22
(2) Diluted earnings per share	0.16	0.22

In the case of a business combination under the same control in the current period, the net income realized by the party being consolidated before the combination was: RMB 0.00, and the net income realized by the party being consolidated in the previous period was: RMB 0.00.

Legal representative: Ningning Yang

Principal in charge of accounting: Jiangan Kan

Head of accounting department: Wen Guo

1.3 CONSOLIDATED CASH FLOW STATEMENTS

Unit: RMB

Item	For the three months ended 31 March 2023	For the three months ended 31 March 2022
1. Cash flows from operating activities		
Cash received from sales of goods or rendering of services	2,653,000,428.22	3,185,829,510.02
Net increase in customer deposits and deposits from banks and other financial institutions		

Item	For the three months ended 31 March 2023	For the three months ended 31 March 2022
Net decrease in deposits with the Central Bank		
Net decrease in deposits with other financial institutions		
Cash received from premiums of original insurance contracts		
Net cash received from reinsurance operations		
Net increase in policyholders' savings and investment funds		
Cash received from interest, fee and commission		
Net increase in borrowed funds		
Net increase in funds for repurchase operations		
Net cash received from agency purchases and sales of securities		
Refund of taxes and surcharges	41,862,838.07	69,849,205.75
Cash received relating to other operating activities	180,223,418.77	109,601,494.16
Sub-total of cash inflows	2,875,086,685.06	3,365,280,209.93
Cash paid for goods and services	1,511,475,350.80	1,974,413,890.39
Net increase in loans and advances to customers		
Deposits from banks and other financial institutions		
Cash payment of benefits from the original insurance contract		
Net increase in funds removed		
Cash paid for interest, fee and commission		
Cash paid as policy dividends		
Cash paid to and on behalf of employees	301,526,891.51	316,063,045.71
Payments of taxes and surcharges	224,081,324.08	182,206,857.36
Cash paid relating to other operating activities	531,102,598.57	396,926,676.37
Sub-total of cash outflows	2,568,186,164.96	2,869,610,469.83
Net cash flows from operating activities	306,900,520.10	495,669,740.10
2. Cash flows from investing activities		
Cash received from disposal of investments	787,500.00	3,988,500.00
Cash received from returns on investments		10,617,165.92
Net cash received from disposal of fixed assets, intangible assets and other long-term assets		355,848.48
Net cash received from disposal of subsidiaries and other business units		
Cash received relating to other investing activities	215,000,000.00	253,999,999.95
Sub-total of cash inflows	215,787,500.00	268,961,514.35
Cash paid to acquire fixed assets, intangible assets and other long-term assets	682,784.29	16,428,905.48
Cash paid to acquire investments		
Net increase in pledged loans		
Net cash paid to acquire subsidiaries and other business units		
Cash paid relating to other investing activities	151,800,000.00	328,000,000.00
Sub-total of cash outflows	152,482,784.29	344,428,905.48
Net cash flows from investing activities	63,304,715.71	-75,467,391.13
3. Cash flows from financing activities		
Cash received from capital contributions		
Including: Cash received from capital contributions by minority shareholders of subsidiaries		
Cash received from borrowings		
Cash received relating to other financing activities		50,000,000.00

Item	For the three months ended 31 March 2023	For the three months ended 31 March 2022
Sub-total of cash inflows		50,000,000.00
Cash repayments of borrowings		
Cash payments for interest expenses and distribution of dividends or profits		
Including: Cash payments for dividends or profit to minority shareholders of subsidiaries		
Cash payments relating to other financing activities	10,077,203.92	4,199,845.36
Sub-total of cash outflows	10,077,203.92	4,199,845.36
Net cash flows from financing activities	-10,077,203.92	45,800,154.64
4. Effect of foreign exchange rate changes on cash and cash equivalents	-4,979,669.84	-5,454,768.55
5. Net increase in cash and cash equivalents	355,148,362.05	460,547,735.06
Add: Cash and cash equivalents at the beginning of the period	1,185,675,103.58	1,675,928,534.37
6. Cash and cash equivalents at the end of the period	1,540,823,465.63	2,136,476,269.43

2. Auditing Report

Whether the first quarterly report was audited

Yes No

The first quarterly report was not audited.

Joyoung Co., Ltd. Board of Directors

26 April 2023