Wafangdian Bearing Company Limited
Estimated performance for 2020

The company and all members of the board of directors besides Tang Yurong and Fang Bo ensured the truth, accuracy, completeness, no false record, misleading statement and fatal omit of the announcement.

Tang Yurong and Fang Bo think the financial data related to the performance forecast of this reporting period have not been audited and is uncertain.so they can not ensure the truth, accuracy, completeness, no false record, misleading statement and fatal omit of the announcement.

I. The estimated performance for the current period

1.Performance period： January 1, 2020 to December 31, 2020.

2. Estimated performance: ☑Losses □turn losses into gains

☐ increase compared with last period □ Decline compared with last period

Items	Current period	Last period
Net profit attributable to shareholders of the listed company	Loss:262 million yuan-380 million yuan	Loss:123.2 million yuan
Net profit after deducting non-recurring gains and losses	Loss:260 million yuan-370 million yuan	Loss:135.34 million yuan
Operating income	1.5 billion yuan-2.2 billion yuan	1855.49million yuan
Operating income after deduction	1.3billion yuan-1.9billion yuan	1631.03million yuan
Basic Earnings Per Share	Loss:0.65yuan per share-0.94yuan per share	Loss:0.31yuan per share

II. The audited situation

The financial data related to the performance forecast of this reporting period have not been audited by certified public accountants.However, the company has conducted pre-communication with the annual report audit and accounting firm on the matters related to the performance forecast.There is no disagreement between the Company and the accounting firm regarding the performance forecast during the reporting period.

III. Statement for performance change

Affected by the epidemic in 2020, the market price of products has declined, which has a large negative impact on the net realizable value of inventories.According to the principle of prudence, fully carry out impairment tests on inventories,the total amount of impairment is about 215 million yuan,This was an increase of about 163 million yuan over the same period last year.

Due to the increase in sales of wind power products this year, by judging the development of the wind power market,referring to industry practices and the occurrence of losses in previous years, combined with market feedback,the product quality deposit of wind power spindle is about 32 million yuan.

In 2020, the company increased the investment in research and development. This year, the company incurred about 220 million yuan, an increase of about 86 million yuan compared with the same period last year.

IV. Other relative statement

1.The estimated performance is the preliminary data, The specific financial data of the company from January to December 2020 will be disclosed in detail in the 2020 annual report.

2. The specified media for it is Securities Times, Hong Kong Commercial Newspaper and the website is http://www.cninfo.com.cn.The company's information will be disclosed in line with relative laws and regulation, please pay attention to the investment risk.

Specially Announcement

Board of director of Wafangdian Bearing Co., Ltd

January 29, 2021