



京粮控股  
JL Holdings

**HAINAN JINGLIANG HOLDINGS CO., LTD.**

**FIRST QUARTERLY REPORT 2021**

**April 2021**

## **Part I Important Notes**

**The Board of Directors (or the “Board”), the Supervisory Committee as well as the directors, supervisors and senior management of Hainan Jingliang Holdings Co., Ltd. (hereinafter referred to as the “Company”) hereby guarantee the factuality, accuracy and completeness of the contents of this Report and its summary, and shall be jointly and severally liable for any misrepresentations, misleading statements or material omissions therein.**

**All the Company’s directors have attended the Board meeting for the review of this Report and its summary.**

**Li Shaoling, the Company’s legal representative, Guan Ying, the Company’s head for financial affairs, and Liu Quanli, head of the Company’s financial department (equivalent to financial manager) hereby guarantee that the Financial Statements carried in this Report are factual, accurate and complete.**

**This Report and its summary have been prepared in both Chinese and English. Should there be any discrepancies or misunderstandings between the two versions, the Chinese versions shall prevail.**

## Part II Key Corporate Information

### I Key Financial Information

Indicate by tick mark whether there is any retrospectively restated datum in the table below.

Yes  No

	Q1 2021	Q1 2020	Change (%)
Operating revenue (RMB)	2,338,783,061.35	1,719,261,111.71	36.03%
Net profit attributable to the listed company's shareholders (RMB)	36,585,077.36	27,655,045.32	32.29%
Net profit attributable to the listed company's shareholders before exceptional items (RMB)	32,694,567.66	23,730,342.72	37.78%
Net cash generated from/used in operating activities (RMB)	274,757,224.16	328,948,834.32	-16.47%
Basic earnings per share (RMB/share)	0.05	0.04	25.00%
Diluted earnings per share (RMB/share)	0.05	0.04	25.00%
Weighted average return on equity (%)	1.34%	1.14%	0.20%
	31 March 2021	31 December 2020	Change (%)
Total assets (RMB)	5,684,487,935.29	5,695,504,493.73	-0.19%
Equity attributable to the listed company's shareholders (RMB)	2,747,216,903.27	2,710,571,543.53	1.35%

Exceptional gains and losses:

Applicable  Not applicable

Unit: RMB

Item	Q1 2021	Note
Gain or loss on disposal of non-current assets (inclusive of impairment allowance write-offs)	123,210.12	
Government grants through profit or loss (exclusive of government grants given in the Company's ordinary course of business at fixed quotas or amounts as per the government's uniform standards)	406,977.39	
Gain or loss on fair-value changes on held-for-trading and derivative financial assets and liabilities & income from disposal of held-for-trading and derivative financial assets and liabilities and other debt investments (exclusive of the effective portion of hedges)	4,619,547.66	

that arise in the Company's ordinary course of business)		
Non-operating income and expense other than the above	97,845.34	
Project confirmed with the definition of non-recurring gains and losses	28,548.78	
Less: Income tax effects	1,319,032.32	
Non-controlling interests effects (net of tax)	66,587.27	
Total	3,890,509.70	--

Explanation of why the Company reclassifies as recurrent an exceptional gain/loss item defined or listed in the Explanatory Announcement No. 1 on Information Disclosure for Companies Offering Their Securities to the Public—Exceptional Gain/Loss Items:

Applicable  Not applicable

No such cases for the Reporting Period.

## II Total Number of Shareholders and Holdings of Top 10 Shareholders at 31 March 2021

### 1. Numbers of Ordinary Shareholders and Preferred Shareholders with Resumed Voting Rights as well as Holdings of Top 10 Shareholders

Unit: share

Number of ordinary shareholders at the period-end	68,418	Number of preferred shareholders with resumed voting rights at the period-end (if any)	0			
Top 10 shareholders						
Name of shareholder	Nature of shareholder	Shareholding percentage	Total shares held	Restricted shares held	Shares in pledge or frozen	
					Status	Shares
BEIJING GRAIN GROUP CO., LTD.	State-owned legal person	39.68%	288,439,561	164,877,598		
BEIJING STATE-OWNED CAPITAL OPERATION AND MANAGEMENT CENTER	State-owned legal person	6.67%	48,510,460	0		
WANG YUECHENG	Domestic natural person	5.66%	41,159,887	41,159,887		
LI SHERYN ZHAN MING	Foreign natural person	1.23%	8,930,000	0		
GOLD BUFFALO RUNYING (TIANJIN) EQUITY INVESTMENT FUND MANAGEMENT CO., LTD.—GOLD BUFFALO	Other	0.40%	2,889,803	0		

RUNYING (TIANJIN) EQUITY INVESTMENT FUND (L.P.)					
MEI JIANYING	Domestic natural person	0.36%	2,604,203	0	
ZHANG XIAOXIA	Domestic natural person	0.27%	1,949,250	0	
WANG XIAOXING	Domestic natural person	0.23%	1,691,200	0	
TAN WENQIONG	Domestic natural person	0.20%	1,474,700	0	
ORIENT SECURITIES (HONG KONG) LIMITED	Foreign corporation	0.18%	1,330,400	0	
Top 10 unrestricted shareholders					
Name of shareholder	Unrestricted shares held	Shares by type			
		Type	Shares		
BEIJING GRAIN GROUP CO., LTD.	123,561,963	RMB-denominated ordinary stock	123,561,963		
BEIJING STATE-OWNED CAPITAL OPERATION AND MANAGEMENT CENTER	48,510,460	RMB-denominated ordinary stock	48,510,460		
LI SHERYN ZHAN MING	8,930,000	Domestically listed foreign stock	8,930,000		
GOLD BUFFALO RUNYING (TIANJIN) EQUITY INVESTMENT FUND MANAGEMENT CO., LTD.—GOLD BUFFALO RUNYING (TIANJIN) EQUITY INVESTMENT FUND (L.P.)	2,889,803	RMB-denominated ordinary stock	2,889,803		
MEI JIANYING	2,604,203	RMB-denominated ordinary stock	2,604,203		
ZHANG XIAOXIA	1,949,250	Domestically listed foreign stock	1,949,250		
WANG XIAOXING	1,691,200	RMB-denominated ordinary stock	1,691,200		
TAN WENQIONG	1,474,700	RMB-denominated ordinary stock	1,474,700		
ORIENT SECURITIES (HONG KONG) LIMITED	1,330,400	Domestically listed foreign stock	1,330,400		
YANG SHULING	1,122,900	RMB-denominated ordinary stock	1,122,900		
Related or acting-in-concert parties among the	① Beijing State-Owned Capital Operation and Management Center owns				

shareholders above	100% of Beijing Grain Group Co., Ltd., and Beijing Grain Group Co., Ltd. is the controlling shareholder of the Company (a 39.68% holding). ② Wang Yuecheng is a Deputy General Manager of the Company. Apart from the aforesaid, the Company does not know whether there are any other related parties or acting-in-concert parties among the top 10 shareholders.
Top 10 shareholders engaged in securities margin trading (if any)	Shareholder Wang Xiaoxing held 1,691,200 shares in the Company through his account of collateral securities for margin trading in Soochow Securities Co., Ltd.

Indicate by tick mark whether any of the top 10 ordinary shareholders or the top 10 unrestricted ordinary shareholders of the Company conducted any promissory repo during the Reporting Period.

Yes  No

No such cases in the Reporting Period.

## 2. Number of Preferred Shareholders and Shareholdings of Top 10 of Them

Applicable  Not applicable

## Part III Significant Events

### I Changes in Key Financial Statement Line Items and Explanation of why

Applicable  Not applicable

1. Monetary assets increased primarily driven by an increase in sales revenue received in the oils business in the current period.
2. Held-for-trading financial assets increased primarily driven by the purchase of wealth management products with part of the amount arising from the redemption of investments in cash management products upon maturity in the current period.
3. Derivative financial liabilities decreased primarily driven by changes in the fair value of hedge instruments in the Current Period.
4. Total revenues increased primarily driven by rising product prices and unit sales in the Current Period.
5. R&D expense increased primarily driven the cost rising by more new product development projects in the Current Period.
6. Finance costs decreased primarily driven by decreases in exchange losses and interest expense in the Current Period.
7. Other income increased primarily driven by an increase in VAT rebates in the Current Period.
8. Gain on fair value changes increased primarily driven by changes in the value of futures contracts in the current period.
9. Net cash generated from investing activities decreased primarily driven by an increase in investments in wealth management products.
10. Net cash generated from financing activities decreased primarily driven by a decrease in new borrowings in the current period.

### II Progress, Influence and Solutions with regard to Significant Events

Applicable  Not applicable

Summary of the significant event	Disclosure date	Index to the related announcement
The Company signed the <i>Joint Venture and Cooperation Agreement on Yueyang Oil Processing Project</i> and the <i>Articles of</i>	5 January 2021	Announcement No. 2021-004 of Hainan Jingliang Holdings Co., Ltd. on Progress

<p>Association of Jingliang (Yueyang) Grains &amp; Oils Industries Co., Ltd. with Sinograin Oils Co., Ltd. on 31 December 2020. This external investment has been approved by Beijing Capital Agribusiness &amp; Foods Group Co., Ltd. During the Reporting Period, Sinograin Oils Co., Ltd., upon internal decisions, obtained the approval of China Grain Reserves Group Ltd. Company. Subsequently, both parties will actively go through the paper work for the establishment of the joint venture.</p>		<p>of Yueyang Oil Base Project disclosed on <a href="http://www.cninfo.com.cn">www.cninfo.com.cn</a>.</p>
<p>On 6 April 2021, the Company signed the <i>Cooperation Framework Agreement</i> with SDIC Traffic Holding Co., Ltd. and China Grain Reserves Group Ltd. Guangzhou Branch in Beijing, reaching an agreement on cooperation in grain storage, logistics and processing at SDIC Yangpu Port, Yangpu Economic Development Zone, Hainan Province.</p>	<p>8 April 2021</p>	<p>Announcement No. 2021-020 of Hainan Jingliang Holdings Co., Ltd. on Signing the Cooperation Framework Agreement disclosed on <a href="http://www.cninfo.com.cn">www.cninfo.com.cn</a>.</p>

Progress of any share repurchases:

Applicable  Not applicable

Progress of any reduction of the repurchased shares through centralized bidding:

Applicable  Not applicable

### III Commitments that the Company's Actual Controller, Shareholders, Related Parties, Acquirers, the Company Itself or Other Parties, Failed to Fulfill on Time during the Reporting Period

Applicable  Not applicable

No such cases in the Reporting Period.

## IV Financial Investments

### 1. Securities Investments

Applicable  Not applicable

Unit: RMB

Type of securities	Code of securities	Name of securities	Initial investment cost	Accounting measurement model	Beginning carrying value	Gain/losses on fair-value changes in the current period	Cumulative fair-value changes through equity	Purchased in the current period	Sold in the current period	Gain/losses in the current period	Ending carrying value	Accounting title	Funding source



Other	204001	GC001		Cost method				1,980,700.00	1,980,700.00	275,836.11	0.00	Other	Self-raised
Total			0.00	--	0.00	0.00	0.00	1,980,700.00	1,980,700.00	275,836.11	0.00	--	--
Disclosure date of announcement on Board's consent for securities investment			27 March 2021										
Disclosure date of announcement on shareholders' meeting's consent for securities investment (if any)			N/A										

## 2. Investments in Derivative Financial Instruments

√ Applicable □ Not applicable

Unit: RMB'0,000

Type of derivative financial instrument	Start date	End date	Beginning investment	Ending investment	Ending investment as % of the Company's ending net assets	Actual gain/loss in Reporting Period
Agricultural product future contract	1 January 2021	31 March 2021	25,014.36	23,798.9	8.66%	-20,727.38
Foreign exchange forwards	1 January 2021	31 March 2021	13,336.81	40,543.15	14.76%	-18.51
Total	--	--	38,351.17	64,342.05	23.42%	-20,745.89
Funding source	The Company's own funds are used in commodity derivatives transactions; in foreign exchange derivatives transactions, the Company's comprehensive bank credit line or margin for trading is mainly used. Principal delivery or differential delivery is adopted at maturity.					
Legal matters involved (if applicable)	N/A					
Disclosure date of the announcement about the board's consent for the securities investment (if any)	27 March 2021					
Disclosure date of the announcement about the general meeting's consent for the securities	17 April 2021					

investment (if any)	
Risk analysis and control measures in respect of derivative investments held in the Reporting Period (including but not limited to market risk, liquidity risk, credit risk, operational risk, legal risk, etc.)	<p>The Company's main purpose of conducting commodity derivatives transactions and foreign exchange derivatives transactions is to hedge and lock in exchange rates, other than for speculation purposes. Existing risks include but are not limited to market risk, liquidity risk, price fluctuation risk and internal control risk. In this regard, the Company has adopted the following risk control measures: 1) The development of derivatives trading business is based on normal production and operation; 2) the Company has formulated the <i>Management Policy of Hainan Jingliang Holdings Co., Ltd. on Commodity Derivatives Transactions and the Management Policy of Hainan Jingliang Holdings Co., Ltd. on Financial Derivatives Transactions</i> to control transaction risks; 3) own funds are reasonably allocated for hedging business. In principle, the Company purchases options contracts only. The asset scale of futures and options is strictly controlled. The margin is planned and used reasonably; 4) the Company is only allowed to conduct foreign exchange derivatives trading business with banks and financial institutions that are approved by regulatory authorities and eligible for foreign exchange derivatives trading business, other than with other organizations or individuals, so as to prevent customer default risks. During the Reporting Period, gains and losses of commodity derivatives transactions offset the gains and losses of hedged items (spot agricultural products).</p>
Changes in market prices or fair value of derivative investments in the Reporting Period (fair value analysis should include measurement method and related assumptions and parameters)	<p>The value of the Company's future contracts changed according to the contract prices declared by the future exchange, which were broadly representative. And the fair value of the Company's future contracts was executed in strict compliance with the future exchange's settlement methods.</p>
Significant changes in accounting policies and specific accounting principles adopted for derivative investments in the Reporting Period compared to the last reporting period	N/A
Opinion of independent directors on derivative investments and risk control	<p>Opinion of independent directors on commodity derivatives transactions: the Company has formulated the <i>Management Policy of Hainan Jingliang Holdings Co., Ltd. on Commodity Derivatives Transactions</i>, which can effectively normalize commodity derivatives transaction behaviors and control transaction risks.</p> <p>Based on normal production and operation, the Company properly uses derivative financial instruments to effectively offset operation risks. It is agreed that the Company will conduct commodity derivatives transactions in 2021.</p> <p>Opinion of independent directors on foreign exchange derivatives trading business: after check, the relevant decision-making procedures for the Company and its majority-owned subsidiaries to conduct foreign exchange derivatives trading business are in compliance with relevant national laws, regulations and the governing provisions of the <i>Articles of Association</i> after verification. Based on normal production</p>

	and operation, the Company uses foreign exchange derivatives instruments to reduce exchange rate risks and help to enhance financial soundness. There is no harm to the interests of the Company and all other shareholders, especially minority shareholders. The Company has established the <i>Management Policy of Hainan Jingliang Holdings Co., Ltd. on Financial Derivatives Transactions</i> , which helps to enhance the trading risks control. It is agreed that the Company and its majority-owned subsidiaries will conduct foreign exchange derivative trading business within the consideration amount.
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## V Progress of Projects Financed with Raised Funds

Applicable  Not applicable

## VI Operating Performance Forecast for January-June 2021

Warning of a forecast loss on or a forecast significant year-on-year change in the accumulative net profit from the beginning of the year to the end of the next reporting period, as well as explanation of why:

Applicable  Not applicable

## VII Significant Contracts Arising from the Company's Ordinary Course of Business

Applicable  Not applicable

## VIII Cash Entrusted for Wealth Management

Applicable  Not applicable

Unit: RMB'0,000

Type	Funding source	Amount	Undue amount	Unrecovered overdue amount
Bank's wealth management product	Self-funded	2,300	1,000	0
Broker's wealth management product	Idle raised funds	28,000	0	0
Total		30,300	1,000	0

High-risk wealth management transactions with a significant single amount, or with low security, low liquidity or no principal protection:

Applicable  Not applicable

Wealth management transactions with possible impairments including an expectedly unrecoverable principal:

Applicable  Not applicable

**IX Irregularities in the Provision of Guarantees**

Applicable  Not applicable

No such cases in the Reporting Period.

**X Occupation of the Company's Capital by the Controlling Shareholder or any of Its Related Parties for Non-Operating Purposes**

Applicable  Not applicable

No such cases in the Reporting Period.

**XI Communications with the Investment Community such as Researches, Inquiries and Interviews Received during the Reporting Period**

Applicable  Not applicable

No such cases in the Reporting Period.

## Part IV Financial Statements

### I Financial Statements

#### 1. Consolidated Balance Sheet

Prepared by Hainan Jingliang Holdings Co., Ltd.

31 March 2021

Unit: RMB

Item	31 March 2021	31 December 2020
Current assets:		
Monetary assets	638,272,610.63	335,466,169.61
Settlement reserve		
Interbank loans granted		
Held-for-trading financial assets	180,350,671.73	63,478,071.73
Derivative financial assets		
Notes receivable	348,845.25	456,565.85
Accounts receivable	79,755,021.15	92,245,667.60
Accounts receivable financing		
Prepayments	352,445,575.71	282,343,218.05
Premiums receivable		
Reinsurance receivables		
Receivable reinsurance contract reserve		
Other receivables	363,447,586.33	541,905,656.97
Including: Interest receivable		
Dividends receivable		
Financial assets purchased under resale agreements		
Inventories	1,149,368,193.12	1,225,083,742.26
Contract assets		
Assets held for sale		
Current portion of non-current assets		
Other current assets	623,586,751.17	845,450,678.36

Total current assets	3,387,575,255.09	3,386,429,770.43
Non-current assets:		
Loans and advances to customers		
Investments in debt obligations		
Investments in other debt obligations		
Long-term receivables		
Long-term equity investments	217,762,487.79	217,762,487.79
Investments in other equity instruments	20,000,000.00	20,000,000.00
Other non-current financial assets		
Investment property	22,148,688.37	22,560,212.50
Fixed assets	1,109,204,988.73	1,131,143,854.07
Construction in progress	22,405,581.50	28,458,413.67
Productive living assets		
Oil and gas assets		
Right-of-use assets	2,484,266.44	
Intangible assets	350,415,434.47	354,139,335.32
Development costs		
Goodwill	191,394,422.51	191,394,422.51
Long-term prepaid expense	20,543,516.72	20,529,601.50
Deferred income tax assets	3,330,952.00	3,346,814.27
Other non-current assets	337,222,341.67	319,739,581.67
Total non-current assets	2,296,912,680.20	2,309,074,723.30
Total assets	5,684,487,935.29	5,695,504,493.73
Current liabilities:		
Short-term borrowings	1,509,813,010.95	1,497,414,079.05
Borrowings from the central bank		
Interbank loans obtained		
Held-for-trading financial liabilities		
Derivative financial liabilities	204,172,909.98	371,219,136.84
Notes payable		
Accounts payable	64,823,024.76	75,384,075.39
Advances from customers	1,402,363.91	1,087,874.02
Contract liabilities	439,986,754.33	346,874,260.90

Financial assets sold under repurchase agreements		
Customer deposits and interbank deposits		
Payables for acting trading of securities		
Payables for underwriting of securities		
Employee benefits payable	13,838,869.45	33,345,136.94
Taxes payable	27,631,015.04	50,884,214.64
Other payables	111,293,858.63	72,292,881.24
Including: Interest payable	21,082,795.47	21,082,795.47
Dividends payable	11,013,302.88	11,013,302.88
Handling charges and commissions payable		
Reinsurance payables		
Liabilities directly associated with assets held for sale		
Current portion of non-current liabilities		
Other current liabilities	4,956,685.90	8,319,696.79
Total current liabilities	2,377,918,492.95	2,456,821,355.81
Non-current liabilities:		
Insurance contract reserve		
Long-term borrowings		
Bonds payable		
Including: Preferred shares		
Perpetual bonds		
Lease liabilities	2,479,427.07	
Long-term payables		
Long-term employee benefits payable	5,677,134.00	5,677,134.00
Provisions		
Deferred income	68,243,587.67	68,716,699.34
Deferred income tax liabilities	88,830,153.02	65,115,801.22
Other non-current liabilities		

Total non-current liabilities	165,230,301.76	139,509,634.56
Total liabilities	2,543,148,794.71	2,596,330,990.37
Owners' equity:		
Share capital	726,950,251.00	726,950,251.00
Other equity instruments		
Including: Preferred shares		
Perpetual bonds		
Capital reserves	1,674,828,350.95	1,674,828,350.95
Less: Treasury stock		
Other comprehensive income	-302,976.28	-363,258.66
Specific reserve		
Surplus reserves	122,122,436.98	122,122,436.98
General reserve		
Retained earnings	223,618,840.62	187,033,763.26
Total equity attributable to owners of the Company as the parent	2,747,216,903.27	2,710,571,543.53
Non-controlling interests	394,122,237.31	388,601,959.83
Total owners' equity	3,141,339,140.58	3,099,173,503.36
Total liabilities and owners' equity	5,684,487,935.29	5,695,504,493.73

Legal representative: Li Shaoling

Head for financial affairs: Guan Ying

Head of the financial department: Liu Quanli

## 2. Balance Sheet of the Company as the Parent

Unit: RMB

Item	31 March 2021	31 December 2020
Current assets:		
Monetary assets	971,206.16	1,523,322.79
Held-for-trading financial assets		
Derivative financial assets		
Notes receivable		
Accounts receivable	11,784.00	11,784.00
Accounts receivable financing		
Prepayments	423,679.12	423,679.12



Other receivables	100,008.26	103,341.26
Including: Interest receivable		
Dividends receivable		
Inventories	3,775,954.85	3,775,954.85
Contract assets		
Assets held for sale		
Current portion of non-current assets		
Other current assets	2,472,089.46	2,445,772.47
Total current assets	7,754,721.85	8,283,854.49
Non-current assets:		
Investments in debt obligations		
Investments in other debt obligations		
Long-term receivables		
Long-term equity investments	2,626,437,846.24	2,626,437,846.24
Investments in other equity instruments	20,000,000.00	20,000,000.00
Other non-current financial assets		
Investment property	6,136,711.10	6,222,001.73
Fixed assets	2,643,065.57	2,809,083.51
Construction in progress		
Productive living assets		
Oil and gas assets		
Right-of-use assets		
Intangible assets	182,183.72	209,185.10
Development costs		
Goodwill		
Long-term prepaid expense		
Deferred income tax assets		
Other non-current assets		
Total non-current assets	2,655,399,806.63	2,655,678,116.58
Total assets	2,663,154,528.48	2,663,961,971.07
Current liabilities:		
Short-term borrowings		
Held-for-trading financial liabilities		

Derivative financial liabilities		
Notes payable		
Accounts payable		
Advances from customers	38,896.41	38,896.41
Contract liabilities		
Employee benefits payable	188,025.74	341,902.14
Taxes payable	960,020.24	1,037,881.62
Other payables	310,401,556.88	309,067,618.99
Including: Interest payable	21,082,795.47	21,082,795.47
Dividends payable	3,213,302.88	3,213,302.88
Liabilities directly associated with assets held for sale		
Current portion of non-current liabilities		
Other current liabilities		
Total current liabilities	311,588,499.27	310,486,299.16
Non-current liabilities:		
Long-term borrowings		
Bonds payable		
Including: Preferred shares		
Perpetual bonds		
Lease liabilities		
Long-term payables		
Long-term employee benefits payable		
Provisions		
Deferred income		
Deferred income tax liabilities		
Other non-current liabilities		
Total non-current liabilities		
Total liabilities	311,588,499.27	310,486,299.16
Owners' equity:		
Share capital	726,950,251.00	726,950,251.00
Other equity instruments		
Including: Preferred shares		

Perpetual bonds		
Capital reserves	2,379,144,900.84	2,379,144,900.84
Less: Treasury stock		
Other comprehensive income		
Specific reserve		
Surplus reserves	109,487,064.39	109,487,064.39
Retained earnings	-864,016,187.02	-862,106,544.32
Total owners' equity	2,351,566,029.21	2,353,475,671.91
Total liabilities and owners' equity	2,663,154,528.48	2,663,961,971.07

### 3. Consolidated Income Statement

Unit: RMB

Item	Q1 2021	Q1 2020
1. Revenue	2,338,783,061.35	1,719,261,111.71
Including: Operating revenue	2,338,783,061.35	1,719,261,111.71
Interest income		
Insurance premium income		
Handling charge and commission income		
2. Costs and expenses	2,333,218,041.73	1,658,412,402.25
Including: Cost of sales	2,226,013,163.78	1,544,129,698.32
Interest expense		
Handling charge and commission expense		
Surrenders		
Net insurance claims paid		
Net amount provided as insurance contract reserve		
Expenditure on policy dividends		
Reinsurance premium expense		
Taxes and surcharges	5,955,781.15	4,029,610.82
Selling expense	48,411,864.19	52,228,754.23
Administrative expense	44,040,201.27	41,898,096.16

R&D expense	2,417,187.46	526,336.27
Finance costs	6,379,843.88	15,599,906.45
Including: Interest expense	8,671,148.55	9,935,743.28
Interest income	2,685,086.53	2,406,568.62
Add: Other income	3,012,534.83	1,879,509.69
Return on investment (“-” for loss)	4,619,547.66	4,768,109.67
Including: Share of profit or loss of joint ventures and associates		
Income from the derecognition of financial assets at amortized cost (“-” for loss)		
Exchange gain (“-” for loss)		
Net gain on exposure hedges (“-” for loss)		
Gain on changes in fair value (“-” for loss)	47,688,252.08	-14,186,448.05
Credit impairment loss (“-” for loss)		
Asset impairment loss (“-” for loss)		
Asset disposal income (“-” for loss)	-24,042.07	
3. Operating profit (“-” for loss)	60,861,312.12	53,309,880.77
Add: Non-operating income	489,618.17	512,126.89
Less: Non-operating expense	151,256.17	1,181,483.76
4. Profit before tax (“-” for loss)	61,199,674.12	52,640,523.90
Less: Income tax expense	19,094,319.28	12,926,062.26
5. Net profit (“-” for net loss)	42,105,354.84	39,714,461.64
5.1 By operating continuity		
5.1.1 Net profit from continuing operations (“-” for net loss)	42,105,354.84	39,714,461.64
5.1.2 Net profit from discontinued operations (“-” for net loss)		
5.2 By ownership		
5.2.1 Net profit attributable to shareholders of the Company as the	36,585,077.36	27,655,045.32

parent		
5.2.2 Net profit attributable to non-controlling interests	5,520,277.48	12,059,416.32
6. Other comprehensive income, net of tax	60,282.38	112,438.44
Attributable to owners of the Company as the parent	60,282.38	112,438.44
6.1 Items that will not be reclassified to profit or loss		
6.1.1 Changes caused by remeasurements on defined benefit schemes		
6.1.2 Other comprehensive income that will not be reclassified to profit or loss under the equity method		
6.1.3 Changes in the fair value of investments in other equity instruments		
6.1.4 Changes in the fair value arising from changes in own credit risk		
6.1.5 Other		
6.2 Items that will be reclassified to profit or loss	60,282.38	112,438.44
6.2.1 Other comprehensive income that will be reclassified to profit or loss under the equity method		
6.2.2 Changes in the fair value of investments in other debt obligations		
6.2.3 Other comprehensive income arising from the reclassification of financial assets		
6.2.4 Credit impairment allowance for investments in other debt obligations		
6.2.5 Reserve for cash flow hedges		
6.2.6 Differences arising from the translation of foreign currency-denominated financial statements	60,282.38	112,438.44
6.2.7 Other		
Attributable to non-controlling		

interests		
7. Total comprehensive income	42,165,637.22	39,826,900.08
Attributable to owners of the Company as the parent	36,645,359.74	27,767,483.76
Attributable to non-controlling interests	5,520,277.48	12,059,416.32
8. Earnings per share		
8.1 Basic earnings per share	0.05	0.04
8.2 Diluted earnings per share	0.05	0.04

Where business combinations under common control occurred in the current period, the net profit achieved by the acquirees before the combinations was RMBXXX, with the amount for the same period of last year being RMBXXX.

Legal representative: Li Shaoling

Head for financial affairs: Guan Ying

Head of the financial department: Liu Quanli

#### 4. Income Statement of the Company as the Parent

Unit: RMB

Item	Q1 2021	Q1 2020
1. Operating revenue	147,765.14	0.00
Less: Cost of sales	85,290.63	0.00
Taxes and surcharges	50,806.93	2,700.00
Selling expense		
Administrative expense	1,926,595.42	6,328,612.55
R&D expense		
Finance costs	1,022.57	-3,113.45
Including: Interest expense		
Interest income	771.43	3,963.45
Add: Other income		
Return on investment (“-” for loss)		
Including: Share of profit or loss of joint ventures and associates		
Income from the derecognition of financial assets at amortized cost (“-” for loss)		
Net gain on exposure hedges (“-”		

for loss)		
Gain on changes in fair value (“-” for loss)		
Credit impairment loss (“-” for loss)		
Asset impairment loss (“-” for loss)		
Asset disposal income (“-” for loss)	-24,042.07	
2. Operating profit (“-” for loss)	-1,939,992.48	-6,328,199.10
Add: Non-operating income	30,349.78	
Less: Non-operating expense		1,000,000.00
3. Profit before tax (“-” for loss)	-1,909,642.70	-7,328,199.10
Less: Income tax expense		
4. Net profit (“-” for net loss)	-1,909,642.70	-7,328,199.10
4.1 Net profit from continuing operations (“-” for net loss)	-1,909,642.70	-7,328,199.10
4.2 Net profit from discontinued operations (“-” for net loss)		
5. Other comprehensive income, net of tax		
5.1 Items that will not be reclassified to profit or loss		
5.1.1 Changes caused by remeasurements on defined benefit pension schemes		
5.1.2 Other comprehensive income that will not be reclassified to profit or loss under the equity method		
5.1.3 Changes in the fair value of investments in other equity instruments		
5.1.4 Changes in the fair value of the company’s credit risks		
5.1.5 Other		
5.2 Items that will be reclassified to profit or loss		
5.2.1 Other comprehensive income that will be reclassified to profit or loss under the equity method		
5.2.2 Changes in the fair value of investments in other debt obligations		

5.2.3 Other comprehensive income arising from the reclassification of financial assets		
5.2.4 Allowance for credit impairments in investments in other debt obligations		
5.2.5 Reserve for cash flow hedges		
5.2.6 Differences arising from the translation of foreign currency-denominated financial statements		
5.2.7 Other		
6. Total comprehensive income	-1,909,642.70	-7,328,199.10
7. Earnings per share		
7.1 Basic earnings per share		
7.2 Diluted earnings per share		

## 5. Consolidated Cash Flow Statement

Unit: RMB

Item	Q1 2021	Q1 2020
1. Cash flows from operating activities:		
Proceeds from sale of commodities and rendering of services	2,723,222,764.35	1,881,294,907.03
Net increase in customer deposits and interbank deposits		
Net increase in borrowings from the central bank		
Net increase in loans from other financial institutions		
Premiums received on original insurance contracts		
Net proceeds from reinsurance		
Net increase in deposits and investments of policy holders		
Interest, handling charges and commissions received		
Net increase in interbank loans obtained		
Net increase in proceeds from repurchase transactions		



Net proceeds from acting trading of securities		
Tax rebates	2,397,841.07	3,888,658.17
Cash generated from other operating activities	500,143,601.78	322,173,357.74
Subtotal of cash generated from operating activities	3,225,764,207.20	2,207,356,922.94
Payments for commodities and services	2,302,395,084.62	1,512,095,916.20
Net increase in loans and advances to customers		
Net increase in deposits in the central bank and in interbank loans granted		
Payments for claims on original insurance contracts		
Net increase in interbank loans granted		
Interest, handling charges and commissions paid		
Policy dividends paid		
Cash paid to and for employees	92,696,571.12	90,315,621.12
Taxes paid	68,496,499.66	48,656,100.30
Cash used in other operating activities	487,418,827.64	227,340,451.00
Subtotal of cash used in operating activities	2,951,006,983.04	1,878,408,088.62
Net cash generated from/used in operating activities	274,757,224.16	328,948,834.32
2. Cash flows from investing activities:		
Proceeds from disinvestment	553,344,218.29	430,158,276.12
Return on investment	4,786,581.45	4,513,448.35
Net proceeds from the disposal of fixed assets, intangible assets and other long-lived assets	85,994.78	2,500.00
Net proceeds from the disposal of subsidiaries and other business units		5,000,000.00
Cash generated from other investing activities		
Subtotal of cash generated from investing activities	558,216,794.52	439,674,224.47
Payments for the acquisition of fixed	16,999,069.25	4,848,818.22

assets, intangible assets and other long-lived assets		
Payments for investments	510,000,000.00	238,280,000.00
Net increase in pledged loans granted		
Net payments for the acquisition of subsidiaries and other business units		
Cash used in other investing activities		
Subtotal of cash used in investing activities	526,999,069.25	243,128,818.22
Net cash generated from/used in investing activities	31,217,725.27	196,545,406.25
3. Cash flows from financing activities:		
Capital contributions received		
Including: Capital contributions by non-controlling interests to subsidiaries		
Borrowings obtained	921,639,571.50	1,223,077,644.38
Cash generated from other financing activities		
Subtotal of cash generated from financing activities	921,639,571.50	1,223,077,644.38
Repayments of borrowings	908,547,195.60	1,174,444,005.01
Payments for interest and dividends	16,299,326.30	16,033,923.34
Including: Dividends paid by subsidiaries to non-controlling interests		
Cash used in other financing activities		
Subtotal of cash used in financing activities	924,846,521.90	1,190,477,928.35
Net cash generated from/used in financing activities	-3,206,950.40	32,599,716.03
4. Effect of foreign exchange rate changes on cash and cash equivalents	38,441.99	-7,811,914.24
5. Net increase in cash and cash equivalents	302,806,441.02	550,282,042.36
Add: Cash and cash equivalents, beginning of the period	334,389,017.41	555,097,777.21
6. Cash and cash equivalents, end of the period	637,195,458.43	1,105,379,819.57

**6. Cash Flow Statement of the Company as the Parent**

Unit: RMB

Item	Q1 2021	Q1 2020
<b>1. Cash flows from operating activities:</b>		
Proceeds from sale of commodities and rendering of services	1,930.25	
Tax rebates		200.00
Cash generated from other operating activities	1,657,348.13	4,596,500.27
Subtotal of cash generated from operating activities	1,659,278.38	4,596,700.27
Payments for commodities and services	9,688.23	6,089.61
Cash paid to and for employees	1,131,342.20	4,536,346.77
Taxes paid	45,031.71	296,186.19
Cash used in other operating activities	1,069,757.65	4,678,032.18
Subtotal of cash used in operating activities	2,255,819.79	9,516,654.75
Net cash generated from/used in operating activities	-596,541.41	-4,919,954.48
<b>2. Cash flows from investing activities:</b>		
Proceeds from disinvestment		
Return on investment		
Net proceeds from the disposal of fixed assets, intangible assets and other long-lived assets	44,424.78	
Net proceeds from the disposal of subsidiaries and other business units		
Cash generated from other investing activities		
Subtotal of cash generated from investing activities	44,424.78	
Payments for the acquisition of fixed assets, intangible assets and other long-lived assets		
Payments for investments		
Net payments for the acquisition of subsidiaries and other business units		
Cash used in other investing		

activities		
Subtotal of cash used in investing activities		
Net cash generated from/used in investing activities	44,424.78	
3. Cash flows from financing activities:		
Capital contributions received		
Borrowings obtained		4,000,000.00
Cash generated from other financing activities		
Subtotal of cash generated from financing activities		4,000,000.00
Repayments of borrowings		
Payments for interest and dividends		
Cash used in other financing activities		
Subtotal of cash used in financing activities		
Net cash generated from/used in financing activities		4,000,000.00
4. Effect of foreign exchange rate changes on cash and cash equivalents		
5. Net increase in cash and cash equivalents	-552,116.63	-919,954.48
Add: Cash and cash equivalents, beginning of the period	1,523,322.79	3,536,102.19
6. Cash and cash equivalents, end of the period	971,206.16	2,616,147.71

## II Adjustments to the Financial Statements

### 1. Adjustments to the Financial Statements at the Beginning of the First Execution Year of the New Standards Governing Leases from 2021

Applicable  Not applicable

Whether the Company needs to adjust items in balance sheets at the beginning of the year

Yes  No

Consolidated Balance Sheet

Unit: RMB

Item	31 December 2020	1 January 2021	Adjusted
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Current assets:			
Monetary assets	335,466,169.61	335,466,169.61	
Held-for-trading financial assets	63,478,071.73	63,478,071.73	
Notes receivable	456,565.85	456,565.85	
Accounts receivable	92,245,667.60	92,245,667.60	
Prepayments	282,343,218.05	282,234,970.05	-108,248.00
Other receivables	541,905,656.97	541,905,656.97	
Inventories	1,225,083,742.26	1,225,083,742.26	
Other current assets	845,450,678.36	845,450,678.36	
Total current assets	3,386,429,770.43	3,386,321,522.43	-108,248.00
Non-current assets:			
Long-term equity investments	217,762,487.79	217,762,487.79	
Investments in other equity instruments	20,000,000.00	20,000,000.00	
Investment property	22,560,212.50	22,560,212.50	
Fixed assets	1,131,143,854.07	1,131,143,854.07	
Construction in progress	28,458,413.67	28,458,413.67	
Use rights assets		2,722,789.09	2,722,789.09
Intangible assets	354,139,335.32	354,139,335.32	
Goodwill	191,394,422.51	191,394,422.51	
Long-term prepaid expense	20,529,601.50	20,529,601.50	
Deferred income tax assets	3,346,814.27	3,346,814.27	
Other non-current assets	319,739,581.67	319,739,581.67	
Total non-current assets	2,309,074,723.30	2,311,797,512.39	2,722,789.09
Total assets	5,695,504,493.73	5,698,119,034.82	2,614,541.09
Current liabilities:			
Short-term borrowings	1,497,414,079.05	1,497,414,079.05	
Held-for-trading financial liabilities	371,219,136.84	371,219,136.84	
Accounts payable	75,384,075.39	75,384,075.39	
Advances from customers	1,087,874.02	1,087,874.02	
Contractual liabilities	346,874,260.90	346,874,260.90	
Payroll payable	33,345,136.94	33,345,136.94	

Taxes payable	50,884,214.64	50,884,214.64	
Other payables	72,292,881.24	72,292,881.24	
Including: Interest payable	21,082,795.47	21,082,795.47	
Dividends payable	11,013,302.88	11,013,302.88	
Other current liabilities	8,319,696.79	8,319,696.79	
Total current liabilities	2,456,821,355.81	2,456,821,355.81	
Non-current liabilities:			
Lease liabilities		2,614,541.09	2,614,541.09
Long-term payroll payable	5,677,134.00	5,677,134.00	
Deferred income	68,716,699.34	68,716,699.34	
Deferred income tax liabilities	65,115,801.22	65,115,801.22	
Total non-current liabilities	139,509,634.56	142,124,175.65	2,614,541.09
Total liabilities	2,596,330,990.37	2,598,945,531.46	2,614,541.09
Owners' equity:			
Share capital	726,950,251.00	726,950,251.00	
Capital reserves	1,674,828,350.95	1,674,828,350.95	
Other comprehensive income	-363,258.66	-363,258.66	
Surplus reserves	122,122,436.98	122,122,436.98	
Retained earnings	187,033,763.26	187,033,763.26	
Total equity attributable to owners of the Company as the parent	2,710,571,543.53	2,710,571,543.53	
Non-controlling interests	388,601,959.83	388,601,959.83	
Total owners' equity	3,099,173,503.36	3,099,173,503.36	
Total liabilities and owners' equity	5,695,504,493.73	5,698,119,034.82	2,614,541.09

## Balance sheet of the company as the parent

Unit: RMB

Item	31 December 2020	1 January 2021	Adjusted
Current assets:			
Monetary assets	1,523,322.79	1,523,322.79	
Accounts receivable	11,784.00	11,784.00	

Prepayments	423,679.12	423,679.12	
Other receivables	103,341.26	103,341.26	
Inventories	3,775,954.85	3,775,954.85	
Other current assets	2,445,772.47	2,445,772.47	
Total current assets	8,283,854.49	8,283,854.49	
Non-current assets:			
Long-term equity investments	2,626,437,846.24	2,626,437,846.24	
Investments in other equity instruments	20,000,000.00	20,000,000.00	
Investment property	6,222,001.73	6,222,001.73	
Fixed assets	2,809,083.51	2,809,083.51	
Intangible assets	209,185.10	209,185.10	
Total non-current assets	2,655,678,116.58	2,655,678,116.58	
Total assets	2,663,961,971.07	2,663,961,971.07	
Current liabilities:			
Advances from customers	38,896.41	38,896.41	
Payroll payable	341,902.14	341,902.14	
Taxes payable	1,037,881.62	1,037,881.62	
Other payables	309,067,618.99	309,067,618.99	
Including: Interest payable	21,082,795.47	21,082,795.47	
Dividends payable	3,213,302.88	3,213,302.88	
Total current liabilities	310,486,299.16	310,486,299.16	
Non-current liabilities:			
Total liabilities	310,486,299.16	310,486,299.16	
Owners' equity:			
Share capital	726,950,251.00	726,950,251.00	
Capital reserves	2,379,144,900.84	2,379,144,900.84	
Surplus reserves	109,487,064.39	109,487,064.39	
Retained earnings	-862,106,544.32	-862,106,544.32	
Total owners' equity	2,353,475,671.91	2,353,475,671.91	
Total liabilities and owners' equity	2,663,961,971.07	2,663,961,971.07	

**2. Retrospective Restatement of Previous Comparative Data due to the First Execution of the New Standards Governing Leases from 2021**

Applicable  Not applicable

**III Independent Auditor's Report**

Indicate by tick mark whether the financial statements above have been audited by an independent auditor.

Yes  No

These financial statements have not been audited by such an auditor.

Hainan Jingliang Holdings Co., Ltd.

28 April 2021