

Shenzhen Tellus Holding Co., Ltd.

First Quarterly Report 2021

Section I. Important Notes

Board of Directors and the Supervisory Committee of Shenzhen Tellus Holding Co., Ltd. (hereinafter referred to as the Company) and its directors, supervisors and senior executives should guarantee the reality, accuracy and completion of the quarterly report, there are no any fictitious statements, misleading statements or important omissions carried in this report, and shall take legal responsibilities, individual and/or joint.

All Directors are attended the Board Meeting for Quarterly Report deliberation.

Fu Chunlong, Person in charge of the Company, Lou Hong, person in charge of accounting works, and Liao Zebin, person in charge of accounting organ (accounting officer) hereby confirm that the Financial Report of this Quarterly Report is authentic, accurate and complete.

Section II. Company Profile

I. Main accounting data and financial indexes

Whether it has retroactive adjustment or re-statement on previous accounting data

☐ Yes ☒ No

	Current Period	Same period of last year	Changes of this period over same period of last year
Operating income (RMB)	144,033,886.08	85,520,408.64	68.42%
Net profit attributable to shareholders of the listed company (RMB)	21,691,438.24	5,209,071.29	316.42%
Net profit attributable to shareholders of the listed company after deducting non-recurring gains and losses (RMB)	20,476,430.15	2,618,160.47	682.09%
Net cash flow arising from operating activities (RMB)	-4,764,233.42	6,507,973.24	-173.21%
Basic earnings per share (RMB/Share)	0.0503	0.0121	315.70%
Diluted earnings per share (RMB/Share)	0.0503	0.0121	315.70%
Weighted average ROE	1.64%	0.41%	1.23%
	At the end of the reporting period	At the end of last year	Changes of this period-end over same period-end of last year
Total assets (RMB)	1,736,552,808.59	1,708,442,301.15	1.65%
Net assets attributable to shareholder of listed company (RMB)	1,332,216,113.71	1,310,524,675.47	1.66%

Items of non-recurring gains and losses

☒ Applicable ☐ Not applicable

In RMB

Item	Amount from year-begin to period-end	Note
Governmental subsidy reckoned into current gains/losses (not including the subsidy enjoyed in quota or ration according to national standards, which are closely relevant to enterprise's business)	8,568.06	
Losses/gains from changes of fair values occurred in holding trading financial assets, derivative financial assets, trading financial liabilities and derivative financial liabilities, and investment income obtaining from the	1,792,553.85	Financial income

disposal of trading financial assets, derivative financial assets, trading financial liability, derivative financial liability and other debt investment, excluded effective hedging business relevant with normal operations of the Company		
Other non-operating income and expenditure except for the aforementioned items	32,805.85	
Less: Impact on income tax	446,605.49	
Impact on minority shareholders' equity (post-tax)	172,314.18	
Total	1,215,008.09	--

Concerning the extraordinary profit (gain)/loss defined by *Q&A Announcement No.1 on Information Disclosure for Companies Offering Their Securities to the Public --- Extraordinary Profit/loss*, and the items defined as recurring profit (gain)/loss according to the lists of extraordinary profit (gain)/loss in *Q&A Announcement No.1 on Information Disclosure for Companies Offering Their Securities to the Public --- Extraordinary Profit/loss*, explain reasons

☐ Applicable ☒ Not applicable

In reporting period, the Company has no particular about items defined as recurring profit (gain)/loss according to the lists of extraordinary profit (gain)/loss in *Q&A Announcement No.1 on Information Disclosure for Companies Offering Their Securities to the Public --- Extraordinary Profit/loss*

II. Total number of shareholders at the end of this report period and top ten shareholders

1. Number of common shareholders and preference shareholders with voting rights recovered and top ten common shareholders

In shares

Total number of common shareholders at the end of report period	47,794	Total preference shareholders with voting rights recovered at end of reporting period (if applicable)	0			
Top ten shareholders						
Shareholder’s name	Nature of shareholder	Proportion of shares held	Amount of shares held	Amount of restricted shares held	Number of share pledged/frozen	
					State of share	Amount
SHENZHEN SDG CO., LTD.	State-owned legal person	49.09%	211,591,621	0		0
Shenzhen Zhiyuan Fuhai Jewelry Industry Investment Enterprises (limited partnership)	Domestic non-state legal person	14.77%	63,655,372	0		0
GUOTAI JUNAN SECURITIES(HONGK	Foreign legal person	0.40%	1,736,091	0		0

ONG) LIMITED						
Hong Kong Securities Clearing Company Limited	Foreign legal person	0.27%	1,158,077	0		0
Shanghai Yingshui Investment Management Co., Ltd. - Yingshui Dongfeng No.3-Private Equity Investment Fund	Other	0.13%	566,487	0		0
Lin Rongtao	Domestic nature person	0.12%	538,780	0		0
Xiao Qiaoyue	Domestic nature person	0.12%	522,960	0		0
Cinda Securities Co., Ltd.	State-owned legal person	0.12%	510,000	0		0
CCB-GF CSI All Index Auto index-based Originated Securities Investment Fund	Other	0.12%	508,928	0		0
Xu Chunhong	Domestic nature person	0.11%	493,660	0		0
Top ten shareholders with unrestricted shares held						
Shareholder's name	Amount of unrestricted shares held			Type of shares		
				Type	Amount	
SHENZHEN SDG CO., LTD.	211,591,621			RMB ordinary shares	211,591,621	
Shenzhen Zhiyuan Fuhai Jewelry Industry Investment Enterprises (limited partnership)	63,655,372			RMB ordinary shares	63,655,372	
GUOTAI JUNAN SECURITIES(HONGKONG) LIMITED	1,736,091			Domestically listed foreign shares	1,736,091	
Hong Kong Securities Clearing Company Limited	1,158,077			RMB ordinary shares	1,158,077	
Shanghai Yingshui Investment Management Co., Ltd. - Yingshui Dongfeng No.3-Private Equity Investment Fund	566,487			RMB ordinary shares	566,487	
Lin Rongtao	538,780			RMB ordinary	538,780	

		shares	
Xiao Qiaoyue	522,960	RMB ordinary shares	522,960
Cinda Securities Co., Ltd.	510,000	RMB ordinary shares	510,000
CCB-GF CSI All Index Auto index-based Originated Securities Investment Fund	508,928	RMB ordinary shares	508,928
Xu Chunhong	493,660	RMB ordinary shares	493,660
Explanation on associated relationship among the aforesaid shareholders	Among the top ten shareholders, there exists no associated relationship between the state-owned legal person's shareholders Shenzhen SDG Co., Ltd and other shareholders, and they do not belong to the person acting in concert regulated by the Management Measure of Information Disclosure on Change of Shareholding for Listed Companies. For the other shareholders of circulation share, the Company is unknown whether they belong to the person acting in concert.		
Explanation on top ten common shareholders involving margin business (if applicable)	Shareholder Shanghai Yingshui Investment Management Co., Ltd. - Yingshui Dongfeng No.3-Private Equity Investment Fund holds 566,487 shares of the company's stock through a credit transaction guarantee securities account, and 0 shares of the stock through an ordinary securities account, for a total of 566,487. shares. Shareholder Lin Rongtao holds 470,360 shares of the Company through a credit transaction guaranteed securities account, and 68,420 shares through an ordinary securities account, 538,780 shares held in total. Shareholder Xiao Qiaoyue holds 393,560 shares of the Company through a credit transaction guaranteed securities account, and 129,400 shares through an ordinary securities account, 522,960 shares held in total. Shareholder Xu Chunhong holds 393,660 shares of the Company through a credit transaction guaranteed securities account, and 100,000 shares through an ordinary securities account, 493,660 shares held in total.		

Whether top ten common shareholders or top ten common shareholders with un-restrict shares held have a buy-back agreement dealing in reporting period

☐ Yes ☒ No

The top ten common shareholders or top ten common shareholders with un-restrict shares held of the Company have no buy-back agreement dealing in reporting period.

2. Total shareholders with preferred stock held and shares held by top ten shareholders with preferred stock held

☐ Applicable ☒ Not applicable

Section III. Significant Events

I. Particulars about material changes in items of main accounting statement and financial index and explanations of reasons

☒ Applicable ☐ Not applicable

In RMB

Balance sheet					
Asset	Closing balance	Opening balance	Changes amount	Changes ratio	Reasons of changes
Monetary funds	178,870,559.72	237,625,698.93	-58,755,139.21	-24.73%	Mainly because the purchase amount of wealth management products in the current period is greater than the redemption amount, which reduces the monetary funds
Accounts receivable	50,857,817.77	19,828,510.36	31,029,307.41	156.49%	Mainly due to the new receivables from the purchase and sales of gold products during the reporting period
Inventory	13,595,277.42	22,079,679.93	-8,484,402.51	-38.43%	Mainly due to the decrease in inventory of gold products and vehicles
Long-term equity investment	127,043,061.09	123,640,955.57	3,402,105.52	2.75%	
Investment real estate	563,290,390.89	568,246,616.13	-4,956,225.24	-0.87%	
Fixed assets	117,982,735.87	119,136,917.91	-1,154,182.04	-0.97%	
Construction in progress	118,857,146.27	101,740,485.48	17,116,660.79	16.82%	Mainly due to the increase in investment in the Tellus Golden Diamond Trading Building project
Long term loan	25,496,104.15	11,171,759.33	14,324,344.82	128.22%	Mainly due to the increase in fixed assets loans for the Tellus Jinzuan Trading Building
Contract liabilities	7,367,945.26	18,988,628.13	-11,620,682.87	-61.20%	Mainly the carryover income from car sales received in advance
Profit statement					
Item	Amount at this year	At same period of last year	Change amount	Changes ratio	Reasons of changes

Operating income	144,033,886.08	85,520,408.64	58,513,477.44	68.42%	Mainly due to the reduction in income of tenants in response to the call of the SASAC to reduce rents for two months
Operating cost	107,366,225.41	73,945,723.56	33,420,501.85	45.20%	Mainly due to the increase in the purchase and sale cost of new gold products and the cost of automobile sales this year
Taxes and surcharges	1,299,863.16	681,715.08	618,148.08	90.68%	Mainly due to the increase in business volume year-on-year and taxes increased
Sales expense	6,023,184.84	3,158,037.63	2,865,147.21	90.73%	Mainly due to the operating costs of the newly Shenzhen Jewelry Company and Baoku Company in this period
Financial expenses	-235,107.98	-715,490.30	480,382.32	-67.14%	Mainly because the interest expenses on performance bonds of Hancheng Energy Company increased.
Other income	171,399.92	16,224.48	155,175.44	956.43%	Mainly received special subsidies from car dealers
Income tax	5,368,783.82	421,125.67	4,947,658.15	1174.87%	Increase in operating profit of affiliated company

Cash flow statement

Item	Amount at this year	At same period of last year	Change amount	Changes ratio	Reasons of changes
Net cash flow from operating activities	-4,764,233.42	6,507,973.24	-11,272,206.66	-173.21%	Mainly due to the payment for purchasing gold products for new business of gold product increased in the Period
Net cash flows from investing activities	-68,363,614.63	43,426,021.90	-111,789,636.53	-257.43%	Mainly because the purchase amount of wealth management products in the current period is greater than the redemption amount, resulting in a decrease in cash inflows
Net cash flow from financing activities	14,132,238.48		14,132,238.48	100.00%	Mainly due to the increase in fixed assets loans for the Tellus Jinzuan Trading Building
Net increase in cash and cash equivalents	-58,995,609.57	49,933,995.14	-108,929,604.71	-218.15%	

II. Analysis and explanation of significant events and their influence and solutions

☐Applicable ☒Not applicable

Progress of shares buy-back

☐Applicable ☒Not applicable

Implementation progress of the reduction of repurchases shares by centralized bidding

☐Applicable ☒Not applicable

III. Commitments completed in Period and those without completed till end of the Period from actual controller, shareholders, related parties, purchaser and companies

☐ Applicable ☒ Not applicable

The Company has no commitments completed in Period and those without completed till end of the Period from actual controller, shareholders, related parties, purchaser and companies.

IV. Financial asset investment

1. Securities investment

☐ Applicable ☒ Not applicable

2. Derivative investment

☐ Applicable ☒ Not applicable

V. Progress of investment projects with raised funds

☐ Applicable ☒ Not applicable

VI. Prediction of business performance from January – June 2021

☐ Applicable ☒ Not applicable

VII. Major contracts for daily operations

☐ Applicable ☒ Not applicable

Significant difference between the progress of a major contract and the contract agreement and affects more than 30% of the contract amount

☐ Applicable ☒ Not applicable

VIII. Trust financing

☒ Applicable ☐ Not applicable

In 10 thousand yuan

Type	Capital resources	Amount for entrust	Undue balance	Overdue amount
Bank financing products	Own fund	37,738.00	36,490.00	0.00
Total		37,738.00	36,490.00	0.00

Details of the single major amount, or high-risk trust investment with low security, poor fluidity and non-guaranteed

☐ Applicable ☒ Not applicable

Entrust financial expected to be unable to recover the principal or impairment might be occurred

☐ Applicable ☒ Not applicable

IX. Guarantee outside against the regulation

☐ Applicable ☒ Not applicable

The Company had no guarantee outside against the regulation in the period.

X. Non-operational fund occupation from controlling shareholders and its related party

☐ Applicable ☒ Not applicable

The Company had no non-operational fund occupation from controlling shareholders and its related party in the period.

XI. Registration form for receiving research, communication and interview in the report period

☐ Applicable ☒ Not applicable

The Company had no receiving research, communication or interview in the report period.

Section IV. Financial Statement

I. Financial statement

1. Consolidate balance sheet

Prepared by Shenzhen Tellus Holding Co., Ltd.

In RMB

Item	March 31, 2021	March 31, 2020
Current assets:		
Monetary fund	178,870,559.72	237,625,698.93
Settlement provisions		
Capital lent		
Trading financial assets	365,950,748.43	314,013,869.86
Derivative financial assets		
Note receivable		
Account receivable	50,857,817.77	19,828,510.36
Receivable financing		
Accounts paid in advance	7,634,395.03	9,847,749.74
Insurance receivable		
Reinsurance receivables		
Contract reserve of reinsurance receivable		
Other account receivable	31,254,423.66	29,269,790.83
Including: Interest receivable		
Dividend receivable	24,647,732.42	24,647,732.42
Buying back the sale of financial assets		
Inventories	13,595,277.42	22,079,679.93
Contractual assets		
Assets held for sale		
Non-current asset due within one year		
Other current assets	4,057,552.39	6,000,566.69
Total current assets	652,220,774.42	638,665,866.34

Non-current assets:		
Loans and payments on behalf		
Debt investment		
Other debt investment		
Long-term account receivable		
Long-term equity investment	127,043,061.09	123,640,955.57
Investment in other equity instrument	10,176,617.20	10,176,617.20
Other non-current financial assets		
Investment real estate	563,290,390.89	568,246,616.13
Fixed assets	117,982,735.87	119,136,917.91
Construction in progress	118,857,146.27	101,740,485.48
Productive biological asset		
Oil and gas asset		
Right-of-use assets		
Intangible assets	51,269,315.47	51,627,673.21
Expense on Research and Development		
Goodwill		
Long-term expenses to be apportioned	30,388,844.46	30,714,879.22
Deferred income tax asset	8,489,086.55	8,498,822.10
Other non-current asset	56,834,836.37	55,993,467.99
Total non-current asset	1,084,332,034.17	1,069,776,434.81
Total assets	1,736,552,808.59	1,708,442,301.15
Current liabilities:		
Short-term loans		
Loan from central bank		
Capital borrowed		
Trading financial liability		
Derivative financial liability		
Note payable		
Account payable	78,451,076.31	76,583,166.53
Accounts received in advance	2,466,788.17	2,403,580.47

Contractual liability	7,367,945.26	18,988,628.13
Selling financial asset of repurchase		
Absorbing deposit and interbank deposit		
Security trading of agency		
Security sales of agency		
Wage payable	26,363,169.77	28,365,685.21
Taxes payable	23,315,233.63	21,062,154.32
Other account payable	162,061,261.13	158,663,974.62
Including: Interest payable	29,640.20	
Dividend payable	46,295.65	46,295.65
Commission charge and commission payable		
Reinsurance payable		
Liability held for sale		
Non-current liabilities due within one year		
Other current liabilities	515,220.25	2,237,573.19
Total current liabilities	300,540,694.52	308,304,762.47
Non-current liabilities:		
Insurance contract reserve		
Long-term loans	25,496,104.15	11,171,759.33
Bonds payable		
Including: Preferred stock		
Perpetual capital securities		
Lease liability		
Long-term account payable	3,920,160.36	3,920,160.36
Long-term wages payable		
Accrual liability	268,414.80	268,414.80
Deferred income	131,102.38	131,102.38
Deferred income tax liabilities		
Other non-current liabilities		
Total non-current liabilities	29,815,781.69	15,491,436.87

Total liabilities	330,356,476.21	323,796,199.34
Owner's equity:		
Share capital	431,058,320.00	431,058,320.00
Other equity instrument		
Including: Preferred stock		
Perpetual capital securities		
Capital public reserve	431,449,554.51	431,449,554.51
Less: Inventory shares		
Other comprehensive income	26,422.00	26,422.00
Reasonable reserve		
Surplus public reserve	23,848,485.62	23,848,485.62
Provision of general risk		
Retained profit	445,833,331.58	424,141,893.34
Total owner's equity attributable to parent company	1,332,216,113.71	1,310,524,675.47
Minority interests	73,980,218.67	74,121,426.34
Total owner's equity	1,406,196,332.38	1,384,646,101.81
Total liabilities and owner's equity	1,736,552,808.59	1,708,442,301.15

Legal representative: Fu Chunlong

Person in charge of accounting works: Lou Hong

Person in charge of accounting organ: Liao Zebin

2. Balance Sheet of Parent Company

In RMB

Item	March 31, 2021	March 31, 2020
Current assets:		
Monetary funds	73,816,647.87	71,772,303.28
Trading financial assets	152,548,442.68	118,484,941.09
Derivative financial assets		
Note receivable		
Account receivable	1,055,951.59	249,428.20
Receivable financing		

Accounts paid in advance		
Other account receivable	94,020,365.85	126,970,097.13
Including: Interest receivable		
Dividend receivable	547,184.35	547,184.35
Inventories		
Contractual assets		
Assets held for sale		
Non-current assets maturing within one year		
Other current assets		
Total current assets	321,441,407.99	317,476,769.70
Non-current assets:		
Debt investment		
Other debt investment		
Long-term receivables		
Long-term equity investments	881,068,336.39	876,760,784.88
Investment in other equity instrument	10,176,617.20	10,176,617.20
Other non-current financial assets		
Investment real estate	31,331,203.54	31,971,205.42
Fixed assets	18,736,749.76	19,082,604.22
Construction in progress	117,368,970.51	100,252,309.72
Productive biological assets		
Oil and natural gas assets		
Right-of-use assets		
Intangible assets	49,806,653.71	50,135,951.98
Research and development costs		
Goodwill		
Long-term deferred expenses	9,281,529.98	8,786,280.69
Deferred income tax assets	3,387,973.20	3,397,708.75
Other non-current assets	29,449,636.37	27,427,939.18
Total non-current assets	1,150,607,670.66	1,127,991,402.04
Total assets	1,472,049,078.65	1,445,468,171.74

Current liabilities		
Short-term borrowings		
Trading financial liability		
Derivative financial liability		
Notes payable		
Account payable	239,126.06	267,841.07
Accounts received in advance	42,470.21	682,934.41
Contractual liability		
Wage payable	14,372,941.50	15,784,381.93
Taxes payable	2,282,253.28	1,123,476.72
Other accounts payable	352,093,822.99	345,894,297.23
Including: Interest payable	29,640.20	
Dividend payable		
Liability held for sale		
Non-current liabilities due within one year		
Other current liabilities		
Total current liabilities	369,030,614.04	363,752,931.36
Non-current liabilities:		
Long-term loans	25,496,104.15	11,171,759.33
Bonds payable		
Including: preferred stock		
Perpetual capital securities		
Lease liability		
Long-term account payable		
Long term employee compensation payable		
Accrued liabilities		
Deferred income		
Deferred income tax liabilities		
Other non-current liabilities		
Total non-current liabilities	25,496,104.15	11,171,759.33
Total liabilities	394,526,718.19	374,924,690.69
Owners' equity:		

Share capital	431,058,320.00	431,058,320.00
Other equity instrument		
Including: preferred stock		
Perpetual capital securities		
Capital public reserve	428,256,131.23	428,256,131.23
Less: Inventory shares		
Other comprehensive income		
Special reserve		
Surplus reserve	23,848,485.62	23,848,485.62
Retained profit	194,359,423.61	187,380,544.20
Total owner's equity	1,077,522,360.46	1,070,543,481.05
Total liabilities and owner's equity	1,472,049,078.65	1,445,468,171.74

3. Consolidated Profit Statement

In RMB

Item	Current period	Last period
I. Total operating income	144,033,886.08	85,520,408.64
Including: Operating income	144,033,886.08	85,520,408.64
Interest income		
Insurance gained		
Commission charge and commission income		
II. Total operating cost	122,542,080.40	84,581,694.95
Including: Operating cost	107,366,225.41	73,945,723.56
Interest expense		
Commission charge and commission expense		
Cash surrender value		
Net amount of expense of compensation		
Net amount of withdrawal of insurance contract reserve		
Bonus expense of guarantee slip		
Reinsurance expense		

Tax and extras	1,299,863.16	681,715.08
Sales expense	6,023,184.84	3,158,037.63
Administrative expense	8,087,914.97	7,511,708.98
R&D expense		
Financial expense	-235,107.98	-715,490.30
Including: Interest expenses	602,590.91	35,299.72
Interest income	901,713.50	797,873.41
Add: other income	171,399.92	16,224.48
Investment income (Loss is listed with “-”)	4,937,780.80	4,215,152.38
Including: Investment income on affiliated company and joint venture	3,402,105.52	1,322,651.43
The termination of income recognition for financial assets measured by amortized cost(Loss is listed with “-”)		
Exchange income (Loss is listed with “-”)		
Net exposure hedging income (Loss is listed with “-”)		
Income from change of fair value (Loss is listed with “-”)	256,878.57	
Loss of credit impairment (Loss is listed with “-”)		
Losses of devaluation of asset (Loss is listed with “-”)		
Income from assets disposal (Loss is listed with “-”)	28,343.57	
III. Operating profit (Loss is listed with “-”)	26,886,208.54	5,170,090.55
Add: Non-operating income	32,955.85	219,502.64
Less: Non-operating expense	150.00	2,000.73
IV. Total profit (Loss is listed with “-”)	26,919,014.39	5,387,592.46
Less: Income tax expense	5,368,783.82	421,125.67
V. Net profit (Net loss is listed with	21,550,230.57	4,966,466.79

“-”)		
(i) Classify by business continuity		
1.continuous operating net profit (net loss listed with ‘-’)	21,550,230.57	4,966,466.79
2.termination of net profit (net loss listed with ‘-’)		
(ii) Classify by ownership		
1.Net profit attributable to owner’s of parent company	21,691,438.24	5,209,071.29
2.Minority shareholders’ gains and losses	-141,207.67	-242,604.50
VI. Net after-tax of other comprehensive income		
Net after-tax of other comprehensive income attributable to owners of parent company		
(i) Other comprehensive income items which will not be reclassified subsequently to profit of loss		
1.Changes of the defined benefit plans that re-measured		
2.Other comprehensive income under equity method that cannot be transfer to gain/loss		
3.Change of fair value of investment in other equity instrument		
4.Fair value change of enterprise's credit risk		
5. Other		
(ii) Other comprehensive income items which will be reclassified subsequently to profit or loss		
1.Other comprehensive income under equity method that can transfer to gain/loss		
2.Change of fair value of other debt investment		
3.Amount of financial assets re-classify to other		

comprehensive income		
4.Credit impairment provision for other debt investment		
5.Cash flow hedging reserve		
6.Translation differences arising on translation of foreign currency financial statements		
7.Other		
Net after-tax of other comprehensive income attributable to minority shareholders		
VII. Total comprehensive income	21,550,230.57	4,966,466.79
Total comprehensive income attributable to owners of parent Company	21,691,438.24	5,209,071.29
Total comprehensive income attributable to minority shareholders	-141,207.67	-242,604.50
VIII. Earnings per share:		
(i) Basic earnings per share	0.0503	0.0121
(ii) Diluted earnings per share	0.0503	0.0121

Enterprise combine under the same control in the Period, the combined party realized net profit of 0 Yuan before combination, and realized 0 Yuan at last period for combined party

Legal representative: Fu Chunlong

Person in charge of accounting works: Lou Hong

Person in charge of accounting organ: Liao Zebin

4. Profit Statement of Parent Company

In RMB

Item	Current period	Last period
I. Operating income	9,680,111.98	3,257,928.46
Less: Operating cost	1,973,914.25	1,535,130.66
Taxes and surcharge	365,100.79	301,556.50
Sales expenses		401,762.69
Administration expenses	5,940,942.34	4,957,051.60

R&D expenses		
Financial expenses	-343,971.60	-348,390.50
Including: interest expenses		
Interest income	348,705.69	351,551.46
Add: other income		
Investment income (Loss is listed with “-”)	5,163,310.88	4,389,774.57
Including: Investment income on affiliated Company and joint venture	4,307,551.51	3,074,426.93
The termination of income recognition for financial assets measured by amortized cost (Loss is listed with “-”)		
Net exposure hedging income (Loss is listed with “-”)		
Changing income of fair value (Loss is listed with “-”)	63,501.59	
Loss of credit impairment (Loss is listed with “-”)		
Losses of devaluation of asset (Loss is listed with “-”)		
Income on disposal of assets (Loss is listed with “-”)		
II. Operating profit (Loss is listed with “-”)	6,970,938.67	800,592.08
Add: Non-operating income	17,676.29	-18,810.00
Less: Non-operating expense		
III. Total Profit (Loss is listed with “-”)	6,988,614.96	781,782.08
Less: Income tax	9,735.55	
IV. Net profit (Net loss is listed with “-”)	6,978,879.41	781,782.08
(i)continuous operating net profit (net loss listed with “-”)	6,978,879.41	781,782.08
(ii) termination of net profit (net loss listed with “-”)		

V. Net after-tax of other comprehensive income		
(i) Other comprehensive income items which will not be reclassified subsequently to profit of loss		
1.Changes of the defined benefit plans that re-measured		
2.Other comprehensive income under equity method that cannot be transfer to gain/loss		
3.Change of fair value of investment in other equity instrument		
4.Fair value change of enterprise's credit risk		
5. Other		
(ii) Other comprehensive income items which will be reclassified subsequently to profit or loss		
1.Other comprehensive income under equity method that can transfer to gain/loss		
2.Change of fair value of other debt investment		
3.Amount of financial assets re-classify to other comprehensive income		
4.Credit impairment provision for other debt investment		
5.Cash flow hedging reserve		
6.Translation differences arising on translation of foreign currency financial statements		
7.Other		
VI. Total comprehensive income	6,978,879.41	781,782.08
VII. Earnings per share:		
(i) Basic earnings per share		
(ii) Diluted earnings per share		

5. Consolidated Cash Flow Statement

In RMB

Item	Current period	Last period
I. Cash flows arising from operating activities:		
Cash received from selling commodities and providing labor services	109,848,020.83	93,983,432.07
Net increase of customer deposit and interbank deposit		
Net increase of loan from central bank		
Net increase of capital borrowed from other financial institution		
Cash received from original insurance contract fee		
Net cash received from reinsurance business		
Net increase of insured savings and investment		
Cash received from interest, commission charge and commission		
Net increase of capital borrowed		
Net increase of returned business capital		
Net cash received by agents in sale and purchase of securities		
Write-back of tax received		
Other cash received concerning operating activities	11,550,283.76	5,414,499.19
Subtotal of cash inflow arising from operating activities	121,398,304.59	99,397,931.26
Cash paid for purchasing commodities and receiving labor service	88,137,934.55	60,805,302.03
Net increase of customer loans and advances		
Net increase of deposits in		

central bank and interbank		
Cash paid for original insurance contract compensation		
Net increase of capital lent		
Cash paid for interest, commission charge and commission		
Cash paid for bonus of guarantee slip		
Cash paid to/for staff and workers	16,710,093.55	11,628,268.09
Taxes paid	6,853,245.36	8,147,976.74
Other cash paid concerning operating activities	14,461,264.55	12,308,411.16
Subtotal of cash outflow arising from operating activities	126,162,538.01	92,889,958.02
Net cash flows arising from operating activities	-4,764,233.42	6,507,973.24
II. Cash flows arising from investing activities:		
Cash received from recovering investment	325,600,000.00	616,750,000.00
Cash received from investment income	1,727,815.78	3,522,897.50
Net cash received from disposal of fixed, intangible and other long-term assets	52,200.00	
Net cash received from disposal of subsidiaries and other units		
Other cash received concerning investing activities		
Subtotal of cash inflow from investing activities	327,380,015.78	620,272,897.50
Cash paid for purchasing fixed, intangible and other long-term assets	18,363,630.41	20,096,875.60
Cash paid for investment	377,380,000.00	556,750,000.00
Net increase of mortgaged loans		
Net cash received from subsidiaries and other units obtained		

Other cash paid concerning investing activities		
Subtotal of cash outflow from investing activities	395,743,630.41	576,846,875.60
Net cash flows arising from investing activities	-68,363,614.63	43,426,021.90
III. Cash flows arising from financing activities		
Cash received from absorbing investment		
Including: Cash received from absorbing minority shareholders' investment by subsidiaries		
Cash received from loans	14,324,344.82	
Other cash received concerning financing activities		
Subtotal of cash inflow from financing activities	14,324,344.82	
Cash paid for settling debts		
Cash paid for dividend and profit distributing or interest paying	192,106.34	
Including: Dividend and profit of minority shareholder paid by subsidiaries		
Other cash paid concerning financing activities		
Subtotal of cash outflow from financing activities	192,106.34	
Net cash flows arising from financing activities	14,132,238.48	
IV. Influence on cash and cash equivalents due to fluctuation in exchange rate		
V. Net increase of cash and cash equivalents	-58,995,609.57	49,933,995.14
Add: Balance of cash and cash equivalents at the period -begin	208,462,656.63	400,668,257.81
VI. Balance of cash and cash equivalents at the period -end	149,467,047.06	450,602,252.95

Legal representative: Fu Chunlong

Person in charge of accounting works: Lou Hong

Person in charge of accounting organ: Liao Zebin

6. Cash Flow Statement of Parent Company

In RMB

Item	Current period	Last period
I. Cash flows arising from operating activities:		
Cash received from selling commodities and providing labor services	690,817.00	575,269.00
Write-back of tax received		
Other cash received concerning operating activities	49,058,706.53	14,348,329.71
Subtotal of cash inflow arising from operating activities	49,749,523.53	14,923,598.71
Cash paid for purchasing commodities and receiving labor service		
Cash paid to/for staff and workers	7,864,712.51	4,574,896.73
Taxes paid	451,025.56	1,168,324.25
Other cash paid concerning operating activities	3,402,801.52	2,064,143.81
Subtotal of cash outflow arising from operating activities	11,718,539.59	7,807,364.79
Net cash flows arising from operating activities	38,030,983.94	7,116,233.92
II. Cash flows arising from investing activities:		
Cash received from recovering investment	117,900,000.00	247,000,000.00
Cash received from investment income	1,007,104.93	1,738,115.07
Net cash received from disposal of fixed, intangible and other		

long-term assets		
Net cash received from disposal of subsidiaries and other units		
Other cash received concerning investing activities		
Subtotal of cash inflow from investing activities	118,907,104.93	248,738,115.07
Cash paid for purchasing fixed, intangible and other long-term assets	17,025,982.76	13,494,368.91
Cash paid for investment	152,000,000.00	207,000,000.00
Net cash received from subsidiaries and other units obtained		
Other cash paid concerning investing activities		
Subtotal of cash outflow from investing activities	169,025,982.76	220,494,368.91
Net cash flows arising from investing activities	-50,118,877.83	28,243,746.16
III. Cash flows arising from financing activities		
Cash received from absorbing investment		
Cash received from loans	14,324,344.82	
Other cash received concerning financing activities		
Subtotal of cash inflow from financing activities	14,324,344.82	
Cash paid for settling debts		
Cash paid for dividend and profit distributing or interest paying	192,106.34	
Other cash paid concerning financing activities		
Subtotal of cash outflow from financing activities	192,106.34	
Net cash flows arising from financing activities	14,132,238.48	
IV. Influence on cash and cash equivalents due to fluctuation in		

exchange rate		
V. Net increase of cash and cash equivalents	2,044,344.59	35,359,980.08
Add: Balance of cash and cash equivalents at the period -begin	42,609,260.98	173,702,343.04
VI. Balance of cash and cash equivalents at the period -end	44,653,605.57	209,062,323.12

II. Explanation on financial statement adjustment

1. Financial statement adjustment at the beginning of the first year when implementation of new leasing rules from 2021

☒ Applicable ☐ Not applicable

Whether to adjust the balance sheet account at the beginning of the year

☒ Yes ☐ No

Consolidate balance sheet

In RMB

Item	December 31, 2020	January 1, 2021	Adjustment
Current assets:			
Monetary fund	237,625,698.93	237,625,698.93	
Settlement provisions			
Capital lent			
Trading financial assets	314,013,869.86	314,013,869.86	
Derivative financial assets			
Note receivable			
Account receivable	19,828,510.36	19,828,510.36	
Receivable financing			
Accounts paid in advance	9,847,749.74	9,847,749.74	
Insurance receivable			
Reinsurance receivables			
Contract reserve of reinsurance receivable			
Other account	29,269,790.83	29,269,790.83	

receivable			
Including: Interest receivable			
Dividend receivable	24,647,732.42	24,647,732.42	
Buying back the sale of financial assets			
Inventories	22,079,679.93	22,079,679.93	
Contractual assets			
Assets held for sale			
Non-current asset due within one year			
Other current assets	6,000,566.69	6,000,566.69	
Total current assets	638,665,866.34	638,665,866.34	
Non-current assets:			
Loans and payments on behalf			
Debt investment			
Other debt investment			
Long-term account receivable			
Long-term equity investment	123,640,955.57	123,640,955.57	
Investment in other equity instrument	10,176,617.20	10,176,617.20	
Other non-current financial assets			
Investment real estate	568,246,616.13	568,246,616.13	
Fixed assets	119,136,917.91	119,136,917.91	
Construction in progress	101,740,485.48	101,740,485.48	
Productive biological asset			
Oil and gas asset			
Right-of-use assets			
Intangible assets	51,627,673.21	51,627,673.21	
Expense on Research			

and Development			
Goodwill			
Long-term expenses to be apportioned	30,714,879.22	30,714,879.22	
Deferred income tax asset	8,498,822.10	8,498,822.10	
Other non-current asset	55,993,467.99	55,993,467.99	
Total non-current asset	1,069,776,434.81	1,069,776,434.81	
Total assets	1,708,442,301.15	1,708,442,301.15	
Current liabilities:			
Short-term loans			
Loan from central bank			
Capital borrowed			
Trading financial liability			
Derivative financial liability			
Note payable			
Account payable	76,583,166.53	76,583,166.53	
Accounts received in advance	2,403,580.47	2,403,580.47	
Contractual liability	18,988,628.13	18,988,628.13	
Selling financial asset of repurchase			
Absorbing deposit and interbank deposit			
Security trading of agency			
Security sales of agency			
Wage payable	28,365,685.21	28,365,685.21	
Taxes payable	21,062,154.32	21,062,154.32	
Other account payable	158,663,974.62	158,663,974.62	
Including: Interest payable			
	46,295.65	46,295.65	

Dividend payable			
Commission charge and commission payable			
Reinsurance payable			
Liability held for sale			
Non-current liabilities due within one year			
Other current liabilities	2,237,573.19	2,237,573.19	
Total current liabilities	308,304,762.47	308,304,762.47	
Non-current liabilities:			
Insurance contract reserve			
Long-term loans	11,171,759.33	11,171,759.33	
Bonds payable			
Including: Preferred stock			
Perpetual capital securities			
Lease liability			
Long-term account payable	3,920,160.36	3,920,160.36	
Long-term wages payable			
Accrual liability	268,414.80	268,414.80	
Deferred income	131,102.38	131,102.38	
Deferred income tax liabilities			
Other non-current liabilities			
Total non-current liabilities	15,491,436.87	15,491,436.87	
Total liabilities	323,796,199.34	323,796,199.34	
Owner's equity:			
Share capital	431,058,320.00	431,058,320.00	
Other equity instrument			
Including: Preferred stock			

Perpetual capital securities			
Capital public reserve	431,449,554.51	431,449,554.51	
Less: Inventory shares			
Other comprehensive income	26,422.00	26,422.00	
Reasonable reserve			
Surplus public reserve	23,848,485.62	23,848,485.62	
Provision of general risk			
Retained profit	424,141,893.34	424,141,893.34	
Total owner's equity attributable to parent company	1,310,524,675.47	1,310,524,675.47	
Minority interests	74,121,426.34	74,121,426.34	
Total owner's equity	1,384,646,101.81	1,384,646,101.81	
Total liabilities and owner's equity	1,708,442,301.15	1,708,442,301.15	

Statement of adjustment

On 7 December 2018, the Ministry of Finance printed and issued the Accounting Standards for Business Enterprise No. 21 - Leasing (Cai Kuai [2018] No.35) (hereinafter referred to as New Leasing Standard), the enterprises that listed both domestically and internationally, as well as the enterprises listed abroad and adopting the IFRS or ASBES for the preparation of financial statements, are required to carry out the Standards from 1 January 2019; other enterprises implementing ASBES will be effective from 1 January 2021.

The Company will make an accounting statement disclosures as required by the New Leasing Standard from 1 January 2021 without retrospective adjusting the comparable data at the beginning of 2020 and without adjusting the information in comparable period.

Balance Sheet of Parent Company

In RMB

Item	December 31, 2020	January 1, 2021	Adjustment
Current assets:			
Monetary funds	71,772,303.28	71,772,303.28	
Trading financial assets	118,484,941.09	118,484,941.09	
Derivative financial assets			
Note receivable			
Account receivable	249,428.20	249,428.20	

Receivable financing			
Accounts paid in advance			
Other account receivable	126,970,097.13	126,970,097.13	
Including: Interest receivable			
Dividend receivable	547,184.35	547,184.35	
Inventories			
Contractual assets			
Assets held for sale			
Non-current assets maturing within one year			
Other current assets			
Total current assets	317,476,769.70	317,476,769.70	
Non-current assets:			
Debt investment			
Other debt investment			
Long-term receivables			
Long-term equity investments	876,760,784.88	876,760,784.88	
Investment in other equity instrument	10,176,617.20	10,176,617.20	
Other non-current financial assets			
Investment real estate	31,971,205.42	31,971,205.42	
Fixed assets	19,082,604.22	19,082,604.22	
Construction in progress	100,252,309.72	100,252,309.72	
Productive biological assets			
Oil and natural gas assets			
Right-of-use assets			
Intangible assets	50,135,951.98	50,135,951.98	
Research and			

development costs			
Goodwill			
Long-term deferred expenses	8,786,280.69	8,786,280.69	
Deferred income tax assets	3,397,708.75	3,397,708.75	
Other non-current assets	27,427,939.18	27,427,939.18	
Total non-current assets	1,127,991,402.04	1,127,991,402.04	
Total assets	1,445,468,171.74	1,445,468,171.74	
Current liabilities			
Short-term borrowings			
Trading financial liability			
Derivative financial liability			
Notes payable			
Account payable	267,841.07	267,841.07	
Accounts received in advance	682,934.41	682,934.41	
Contractual liability			
Wage payable	15,784,381.93	15,784,381.93	
Taxes payable	1,123,476.72	1,123,476.72	
Other accounts payable	345,894,297.23	345,894,297.23	
Including: Interest payable			
Dividend payable			
Liability held for sale			
Non-current liabilities due within one year			
Other current liabilities			
Total current liabilities	363,752,931.36	363,752,931.36	
Non-current liabilities:			

Long-term loans	11,171,759.33	11,171,759.33	
Bonds payable			
Including: preferred stock			
Perpetual capital securities			
Lease liability			
Long-term account payable			
Long term employee compensation payable			
Accrued liabilities			
Deferred income			
Deferred income tax liabilities			
Other non-current liabilities			
Total non-current liabilities	11,171,759.33	11,171,759.33	
Total liabilities	374,924,690.69	374,924,690.69	
Owners' equity:			
Share capital	431,058,320.00	431,058,320.00	
Other equity instrument			
Including: preferred stock			
Perpetual capital securities			
Capital public reserve	428,256,131.23	428,256,131.23	
Less: Inventory shares			
Other comprehensive income			
Special reserve			
Surplus reserve	23,848,485.62	23,848,485.62	
Retained profit	187,380,544.20	187,380,544.20	
Total owner's equity	1,070,543,481.05	1,070,543,481.05	
Total liabilities and owner's equity	1,445,468,171.74	1,445,468,171.74	

Statement of adjustment

On 7 December 2018, the Ministry of Finance printed and issued the Accounting Standards for Business Enterprise No. 21 - Leasing (Cai Kuai [2018] No.35) (hereinafter referred to as New Leasing Standard), the enterprises that listed both domestically and internationally, as well as the enterprises listed aboard and adopting the IFRS or ASBEs for the preparation of financial statements, are required to carry out the Standards from 1 January 2019; other enterprises implementing ASBEs will be effective from 1 January 2021.

The Company will make an accounting statement disclosures as required by the New Leasing Standard from 1 January 2021 without retrospective adjusting the comparable data at the beginning of 2020 and without adjusting the information in comparable period.

2. Retrospective adjustment of the comparative data for initial new leasing rules from 2021

☒ Applicable ☐ Not applicable

Statement of adjustment

On 7 December 2018, the Ministry of Finance printed and issued the Accounting Standards for Business Enterprise No. 21 - Leasing (Cai Kuai [2018] No.35) (hereinafter referred to as New Leasing Standard), the enterprises that listed both domestically and internationally, as well as the enterprises listed aboard and adopting the IFRS or ASBEs for the preparation of financial statements, are required to carry out the Standards from 1 January 2019; other enterprises implementing ASBEs will be effective from 1 January 2021.

The Company will make an accounting statement disclosures as required by the New Leasing Standard from 1 January 2021 without retrospective adjusting the comparable data at the beginning of 2020 and without adjusting the information in comparable period.

III. Audit report

Whether the 1st quarterly report has been audited or not

☐ Yes ☒ No

1Q report of the Company is unaudited.