
CSG HOLDING CO., LTD.

THE THIRD QUARTER REPORT 2021



Chairman of the Board:
CHEN LIN

October 2021

Stock code: 000012; 200012

Short form of the stock: CSG A; CSG B

Notice No.: 2021-047

Bond code: 149079

Short form of the bond: 20 CSG 01

THE THIRD QUARTER REPORT 2021

The Company and all members of the Board of Directors guarantee that the information disclosed is true, accurate and complete, and there are no any fictitious statements, misleading statements, or important omissions carried in this report.

Important Content Notice

1. Board of Directors and the Supervisory Committee of CSG Holding Co., Ltd. (hereinafter referred to as the Company) and its directors, supervisors and senior executives hereby confirm that there are no any fictitious statements, misleading statements, or important omissions carried in this report, and shall take all responsibilities, individual and/or joint, for the facticity, accuracy and completeness of the whole contents.
2. Principal of the Company, responsible person in charge of accounting and principal of the financial department (accounting officer) confirm that the Financial Report enclosed in the Third Quarter Report of 2021 of the Company is true, accurate and complete.
3. Whether the third quarter report has been audited or not
 Yes No

This report is prepared both in Chinese and English. Should there be any inconsistency between the Chinese and English versions, the Chinese version shall prevail.

I. Main financial data

(I) Main accounting data and financial indices

Whether retrospective adjustment has been carried out on financial reports of previous periods or not

Yes No

	The report period	Increase/decrease in comparison with the same period of the previous year	From 1 January to 30 September 2021	Increase/decrease in comparison with the same period of 2020
Operating income (RMB)	3,632,036,581	19.32%	10,246,839,119	37.20%
Net profit attributable to shareholders of the listed company (RMB)	157,313,336	-53.09%	1,509,830,801	107.73%
Net profit attributable to shareholders of the listed company after deducting non-recurring gains and losses (RMB)	135,934,112	-56.68%	1,465,748,640	117.99%

Net cash flow arising from operating activities (RMB)	---	---	2,635,490,553	57.52%
Basic earnings per share (RMB/Share)	0.05	-54.55%	0.49	104.17%
Diluted earnings per share (RMB/Share)	0.05	-54.55%	0.49	104.17%
Weighted average ROE	1.39%	-1.99%	13.96%	6.57%
	The end of the report period	The end of the previous year	Increase/decrease in comparison with the end of the previous year	
Total assets (RMB)	19,427,394,585	17,882,914,898	8.64%	
Net assets attributable to shareholders of the Company (RMB)	11,414,758,913	10,212,989,847	11.77%	

(II) Items and amounts of non-recurring profit and loss

Applicable Not applicable

Unit: RMB

Item	The report period	Amount from the beginning of year to the end of the report period	Note
Gains/losses from the disposal of non-current asset (including the write-off that accrued for impairment of assets)	-1,909,809	-1,772,171	
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)	22,378,464	57,162,536	
In addition to the effective hedging business related to the normal business of the company, the profit and loss from changes in fair value arising from the holding of trading financial assets, trading financial liabilities, and the investment income from the disposal of trading financial assets, trading financial liabilities and available for sale financial assets	5,155,457	8,827,787	
Other non-operating income and expenditure except for the aforementioned items	-803,413	-9,713,600	
Less: Impact on income tax	2,975,335	8,360,220	
Impact on minority shareholders' equity (post-tax)	466,140	2,062,171	
Total	21,379,224	44,082,161	--

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

Applicable Not applicable

The Company had no other specific circumstances of profit and loss items that meet the definition of non-recurring profit and loss.

Explanation on those non-recurring profit (gains)/loss listed in the "Q&A Announcement No.1 on Information Disclosure for Companies Offering Their Securities to the Public --- Non-recurring Profit and Loss" defined as recurring profit and loss

Applicable Not applicable

It did not exist that items defined as recurring profit and loss according to the lists of non-recurring profit and loss in the “Q&A Announcement No.1 on Information Disclosure for Companies Offering Their Securities to the Public --- Non-recurring Profit and Loss” in the report period.

(III) Particulars and explanations about significant changes in main accounting data and financial indices

Applicable Not applicable

Unit: RMB'0,000

Item of balance sheet	Note	30 September 2021	31 December 2020	Increased/Decreased amount	Rate
Notes receivable	(1)	11,736	20,797	-9,061	-44%
Accounts receivable	(2)	107,800	68,147	39,653	58%
Trading financial assets	(3)	100,000	-	100,000	-
Advance payments	(4)	16,029	8,593	7,436	87%
Inventory	(5)	116,511	81,516	34,995	43%
Right-of-use assets	(6)	906	-	906	-
Development expenditure	(7)	8,504	4,915	3,589	73%
Long-term deferred expenses	(8)	292	1,038	-746	-72%
Deferred income tax assets	(9)	26,810	19,498	7,312	38%
Other non-current assets	(10)	62,781	19,336	43,445	225%
Short-term borrowings	(11)	23,029	35,290	-12,261	-35%
Notes payable	(12)	23,594	14,485	9,109	63%
Long-term payables	(13)	20,246	-	20,246	-
Item of income statement	Note	From January to September 2021	From January to September 2020	Increased/Decreased amount	Rate
Operating income	(14)	1,024,684	746,828	277,856	37%
R&D expenses	(15)	37,069	26,542	10,527	40%
Financial expenses	(16)	11,927	18,432	-6,505	-35%
Credit impairment losses	(17)	772	551	221	40%
Asset impairment losses	(18)	69,845	10,201	59,644	585%
Investment income	(19)	883	-	883	-
Asset disposal income	(20)	-177	-119	-58	49%
Non-operating income	(21)	1,079	635	444	70%
Income tax expenses	(22)	33,703	19,438	14,265	73%
Net amount of other comprehensive income after tax	(23)	142	-200	342	-

Note:

- (1) The decrease in notes receivable was mainly due to the decrease in notes of some companies.
- (2) The increase in accounts receivable was mainly due to the increase in revenue of architectural glass companies.
- (3) The increase in trading financial assets was mainly due to the purchase of structured deposits.

- (4) The increase in advance payments was mainly due to the increase in advance payment for materials of some companies.
- (5) The increase in inventory was mainly due to the increase in raw material stocking and finished product inventory.
- (6) The increase in right-of-use assets was mainly due to adjustments in accordance with the new lease standards.
- (7) The increase in development expenditure was mainly due to the increase in R&D investment.
- (8) The decrease in long-term deferred expenses was mainly due to the adjustment in accordance with the new lease standard.
- (9) The increase in deferred income tax assets was mainly due to the provision of asset impairment losses.
- (10) The increase in other non-current assets was mainly due to prepayments for construction equipment of some companies' construction projects.
- (11) The decrease in short-term borrowings was mainly due to the repayment of part of the borrowings.
- (12) The increase in notes payable was mainly due to the increase in newly issued notes in the current period.
- (13) The increase in long-term payables was mainly due to the financial leasing business carried out by some companies.
- (14) The increase in operating income was mainly due to the increase in glass prices and the increase in electronic glass production capacity.
- (15) The increase in R&D expenses was mainly due to the increase in R&D investment.
- (16) The decrease in financial expenses was mainly due to the decrease in interest expenses.
- (17) The increase in credit impairment losses was mainly due to the increase in accounts receivable of some companies.
- (18) The increase in asset impairment losses was mainly due to the provision of asset impairment losses.
- (19) The increase in investment income was mainly due to the increase in income from the purchase of structured deposits.
- (20) Changes in asset disposal income were mainly due to the disposal of non-current assets.
- (21) The increase in non-operating income was mainly due to claim income and unpaid payments.
- (22) The increase in income tax expenses was mainly due to the increase in total profits.
- (23) The increase in net amount of other comprehensive income after tax was mainly due to changes in the translation differences in foreign currency statements.

II. Shareholder information

(I) Particulars about the total number of common shareholders and preference shareholders with voting rights recovered as well as the shareholdings of the top ten shareholders

Unit: Share

Total number of common shareholders at the end of the report period	171,273	Total number of preference shareholders with voting rights recovered at end of report period (if applicable)	0			
Particulars about the shareholdings of the top ten shareholders						
Name of shareholder	Nature of shareholder	Proportion of shares held (%)	Amount of shares held	Amount of restricted shares held	Number of share pledged, marked or frozen	
					Share status	Amount
Foresea Life Insurance Co., Ltd. - HailiNiannian	Domestic non state-owned legal person	15.19%	466,386,874			

Foresea Life Insurance Co., Ltd. - Universal Insurance Products	Domestic non state-owned legal person	3.86%	118,425,007			
Zhongshan Runtian Investment Co., Ltd.	Domestic non state-owned legal person	2.82%	86,633,447		Frozen and marked	86,633,447 ^{Note}
Hong Kong Securities Clearing Company Limited	Foreign legal person	2.20%	67,481,241			
Foresea Life Insurance Co., Ltd. - Own Fund	Domestic non state-owned legal person	2.11%	64,765,161			
China Merchants Securities (HK) Co., Limited	State-owned legal person	1.35%	41,604,598			
China Galaxy International Securities (Hong Kong) Co., Limited	Foreign legal person	1.34%	41,219,778			
Bank of China Limited - China Merchants Ruiwen Hybrid Securities Investment fund	Other	0.96%	29,561,168			
MORGAN STANLEY & CO. INTERNATIONAL PLC	Foreign legal person	0.85%	26,002,636			
VANGUARD EMERGING MARKETS STOCK INDEX FUND	Foreign legal person	0.69%	21,266,997			

Particulars about top ten shareholders with unrestricted shares held

Name of shareholder	Amount of unrestricted shares held	Type of shares	
		Type	Amount
Foresea Life Insurance Co., Ltd. - HailiNiannian	466,386,874	RMB ordinary shares	466,386,874
Foresea Life Insurance Co., Ltd. - Universal Insurance Products	118,425,007	RMB ordinary shares	118,425,007
Zhongshan Runtian Investment Co., Ltd.	86,633,447	RMB ordinary shares	86,633,447
Hong Kong Securities Clearing Company Limited	67,481,241	RMB ordinary shares	67,481,241
Foresea Life Insurance Co., Ltd. - Own Fund	64,765,161	RMB ordinary shares	64,765,161
China Merchants Securities (HK) Co., Limited	41,604,598	Domestically listed foreign shares	41,604,598
China Galaxy International Securities (Hong Kong) Co., Limited	41,219,778	Domestically listed foreign shares	41,219,778
Bank of China Limited - China Merchants Ruiwen Hybrid	29,561,168	RMB ordinary shares	29,561,168

Securities Investment fund			
MORGAN STANLEY & CO. INTERNATIONAL PLC	26,002,636	Domestically listed foreign shares	26,002,636
VANGUARD EMERGING MARKETS STOCK INDEX FUND	21,266,997	Domestically listed foreign shares	21,266,997
Statement on associated relationship or consistent action among the above shareholders:	<p>Among shareholders as listed above, Foresea Life Insurance Co., Ltd.-HailiNiannian, Foresea Life Insurance Co., Ltd.-Universal Insurance Products, Foresea Life Insurance Co., Ltd.-Own Fund are all held by Foresea Life Insurance Co., Ltd.. Zhongshan Runtian Investment Co., Ltd. is a related legal person of Foresea Life Insurance Co., Ltd. and Chengtai Group Co., Ltd., another related legal person of Foresea Life Insurance Co., Ltd, which held 40,187,904 shares via China Galaxy International Securities (Hong Kong) Co., Limited.</p> <p>Except for the above-mentioned shareholders, it is unknown whether other shareholders belong to related party or have associated relationship regulated by the Management Regulation of Information Disclosure on Change of Shareholding for Listed Companies.</p>		
Description of the top 10 shareholders participating in margin trading (if applicable)	N/A		

Note: On September 22, 2021, 3,447 shares of the Company held by Zhongshan Runtian Investment Co., Ltd. were judicially frozen, and 86,630,000 shares of the Company held by it were judicially marked.

(II) Total number of preference shareholders and particulars about the shareholdings of the top ten preference shareholders

Applicable Not applicable

III. Other important matters

Applicable Not applicable

1. Ultra-short-term financing bills

On June 15, 2020, the Company the third extraordinary general meeting of shareholders 2020 deliberated and approved the proposal on application for registration and issuance of ultra-short-term financing bills and medium-term notes, which agreed that the Company should register and issue ultra-short-term financing bills with a registered amount not exceeding 1.5 billion yuan (the limit is not subject to the limit of 40% of net assets). With the period of validity of the quota not longer than two years, such ultra-short-term financing bills will be issued by installments in accordance with the actual capital needs of the Company and the situation of inter-bank market funds. On September 4, 2020, the NAFMII held its 102nd registration meeting in 2020 and decided to accept the registration of ultra-short-term financing bills with a total of 1.5 billion yuan and a validity period of two years.

2. Medium-term notes

On April 15, 2016, the Shareholders' General Meeting of 2015 of CSG deliberated and approved the proposal of application for

registration and issuance of medium-term notes with total amount of RMB 0.8 billion, which could be issued by stages within period of validity of the registration according to the Company's actual demands for funds and the status of inter-bank funds. On 2 March 2018, National Association of Financial Market Institutional Investors (NAFMII) held the 14th registration meeting of 2018, in which NAFMII decided to accept the registration of the Company's medium-term notes, amounting to RMB 0.8 billion and valid for two years. Shanghai Pudong Development Bank Co., Ltd. and China CITIC Bank Corporation Limited were joint lead underwriters of these medium-term notes which could be issued by stages within period of validity of the registration. On May 4, 2018, the company issued the first medium-term notes with a total amount of 800 million yuan and a term of three years. The issue rate was 7%, and the redemption date was May 4, 2021.

On June 15, 2020, the Third Extraordinary Shareholders' General Meeting 2020 of CSG deliberated and approved the proposal on application for registration and issuance of ultra-short-term financing bills and medium-term notes, which agreed that the Company should register and issue medium-term notes with a registered amount not exceeding 1.5 billion yuan. With the period of validity of the quota not longer than two years, such ultra-short-term financing bills will be issued by installments in accordance with the actual capital needs of the Company and the situation of inter-bank market funds. On September 4, 2020, the NAFMII held the 102nd registration meeting in 2020 and decided to accept the company's registration of medium-term notes with a total of 1.5 billion yuan and a validity period of two years.

3. Public issuance of corporate bonds

On March 2, 2017, the 2nd Extraordinary General Meeting of Shareholders in 2017 reviewed and approved "the Proposal on the Public Issuance of Corporate Bonds for Qualified Investors". On February 27, 2019, the First Extraordinary General Meeting of Shareholders in 2019 The "Proposal on Extending the Validity Period of the Shareholders' Meeting for the Public Offering of Corporate Bonds to Qualified Investors" agreed to issue corporate bonds with a total issue of no more than RMB 2 billion and a term of no more than 10 years. On June 26, 2019, the Company received the "Approval of Approving CSG Holding Co., Ltd. to Issue Corporate Bonds to Qualified Investors" issued by China Securities Regulatory Commission (ZJXK [2019] No. 1140). On March 24, 2020 and March 25, 2020, the Company issued the first batch of corporate bonds with total amount of RMB 2 billion and valid term of 3 years at the issuance rate of 6%, which will be redeemed on March 25, 2023.

On March 12, 2020, the First Extraordinary General Meeting of Shareholders in 2020 reviewed and approved "the Proposal on the Public Issuance of Corporate Bonds for Qualified Investors", agreed to issue corporate bonds with a total issue of no more than RMB 1.8 billion and a term of no more than 10 years. On April 22, 2020, the Company received the "Approval of Approving CSG Holding Co., Ltd. to Issue Corporate Bonds to Qualified Investors" issued by China Securities Regulatory Commission (ZJXK[2020] No. 784).

4. Non-public issuance of A shares

The interim meeting of the 8th board of directors of the Company held on March 5, 2020 deliberated and approved the related proposals of non-public issuance of A shares, and agreed the Company to issue A shares privately. The proposals were deliberated and approved by the 2nd Extraordinary General Meeting of Shareholders of 2020 which held on April 16, 2020. In May 2020, the Company received the first feedback notice on the examination of administrative licensing projects of China Securities Regulatory Commission (No. 200819) issued by the China Securities Regulatory Commission, and published "Announcement on Reply to the Feedback of Application Documents For Non-public Offering of A shares" and "Announcement on the Revised Reply to the Feedback of Application Documents For Non-public Offering of A shares" on June 8, 2020 and June 29, 2020 respectively. On June 5, 2020, the Company held an interim meeting of the 9th board of directors, deliberated and approved the relevant proposals on adjusting the Company's non-public issuance of A shares. On July 6, 2020, the Issuance Audit Committee of China Securities Regulatory Commission reviewed the Company's application for non-public issuance of A shares. According to the audit results, the Company's application for non-public issuance of A shares was approved. On July 22, 2020, the Company received the "Reply on the Approval of Non-public Issuance of Shares of CSG" (ZJXK [2020] No. 1491) issued by China Securities Regulatory Commission. After obtaining the approval, the Company actively worked with intermediaries to promote various work concerning the non-public

issuance of A shares. However, in view of changes in many factors such as the capital market environment, industrial development, the Company's market value performance and the timing of equity financing, the Company did not implement this non-public issuance of A shares within the validity period of the approval document. The approval for the non-public issuance of A shares expired automatically. For details, please refer to the "Announcement on the Expiration of the Approval for the Non-public Issuance of A Shares" (Announcement No.: 2021-034) disclosed by the Company on July 15, 2021.

For details, please refer to Juchao website (www.cninfo.com.cn).

IV. Quarterly financial statement

(I) Financial Statements

1. Consolidated Balance Sheet

Prepared by CSG Holding Co., Ltd.

Unit: RMB

Item	30 September 2021	31 December 2020
Current asset:		
Monetary capital	1,871,402,444	2,125,788,903
Notes receivable	117,363,021	207,966,892
Accounts receivable	1,078,003,576	681,467,133
Receivables financing	344,259,699	382,527,782
Trading financial assets	1,000,000,000	
Prepayments	160,293,540	85,928,641
Other receivables	232,093,751	200,969,854
Including: interest receivable	548,689	
Accounts receivable	1,165,109,257	815,156,318
Other current assets	120,908,913	140,031,544
Total current assets	6,089,434,201	4,639,837,067
Non-current assets:		
Investment real estate	383,084,500	383,084,500
Fixed assets	8,439,734,838	9,145,644,569
Construction in progress	2,123,573,540	1,893,380,611
Right-of-use assets	9,062,969	
Intangible assets	1,165,254,268	1,139,718,255
Development expenditure	85,037,981	49,153,407
Goodwill	233,375,693	233,375,693
Long-term prepaid expenses	2,923,547	10,381,937

Deferred tax assets	268,099,276	194,979,414
Other non-current assets	627,813,772	193,359,445
Total non-current assets	13,337,960,384	13,243,077,831
Total assets	19,427,394,585	17,882,914,898
Current liabilities:		
Short-term loan	230,285,400	352,895,571
Notes payable	235,943,376	144,851,192
Accounts payable	1,359,921,873	1,237,833,051
Contractual liabilities	316,240,169	296,776,624
Payroll payable	319,285,365	342,352,166
Taxes payable	233,426,746	194,921,071
Other payables	268,422,045	287,332,992
Including: interest payable	65,413,335	132,133,902
Non-current liabilities due within one year	815,934,639	927,531,709
Other current liabilities	36,668,284	34,586,292
Total current liabilities	3,816,127,897	3,819,080,668
Non-current liabilities:		
Long term borrowing	884,662,776	853,253,983
Bonds payable	1,995,930,764	1,994,020,348
Long-term payables	202,460,278	
Deferred income	576,362,198	498,056,081
Deferred income tax liabilities	104,696,207	102,619,932
Total non-current liabilities	3,764,112,223	3,447,950,344
Total Liabilities	7,580,240,120	7,267,031,012
Owners' equity:		
Share capital	3,070,692,107	3,070,692,107
Capital reserve	596,997,085	596,997,085
Other comprehensive income	163,231,872	161,816,819
Special reserves	7,861,425	10,269,002
Surplus reserve	1,036,948,422	1,036,948,422
Undistributed profit	6,539,028,002	5,336,266,412
Total owner's equity attributable to the parent company	11,414,758,913	10,212,989,847
Minority shareholders' equity	432,395,552	402,894,039
Total owner's equity	11,847,154,465	10,615,883,886

Total Liabilities and Owner's Equity	19,427,394,585	17,882,914,898
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Legal Representative:Chen Lin Principal in charge of accounting:Wang Jian Principal of the financial department:Wang Wenxin

2. Consolidated income statement from the beginning of the year to the end of the report period

Unit: RMB

Item	Balance of this period	Balance of last period
I. Total operating income	10,246,839,119	7,468,278,057
Including: operating income	10,246,839,119	7,468,278,057
II. Total operating costs	7,722,584,968	6,476,096,799
Including: Operating costs	6,400,847,816	5,201,703,098
Taxes and surcharges	111,599,883	86,665,765
sales expense	190,489,551	264,434,345
Management costs	529,685,405	473,556,859
R&D expenses	370,688,508	265,421,722
Financial expenses	119,273,805	184,315,010
Including: interest expense	143,830,594	217,928,435
Interest income	29,711,739	36,919,131
Plus: other income	58,931,951	72,359,096
Investment income ("-" for loss)	8,827,787	
Credit impairment loss ("-" for loss)	-7,717,483	-5,508,104
Asset impairment loss ("-" for loss)	-698,445,226	-102,013,755
Asset disposal income ("-" for loss)	-1,772,171	-1,188,304
III. Operating profit ("-" for loss)	1,884,079,009	955,830,191
Plus: non-operating income	10,787,406	6,346,088
Less: non-operating expenses	20,501,006	18,755,012
IV. Gross profit ("-" for loss)	1,874,365,409	943,421,267
Less: Income tax expenses	337,033,095	194,384,275
V. Net profit ("-" for net loss)	1,537,332,314	749,036,992
(I) Classification by business continuity		
1. Net profit from continuing operations ("-" for net loss)	1,537,332,314	749,036,992
2. Net profit from discontinued operations ("-" for net loss)		
(II) Classification by ownership		
1. Net profit attributable to the owners of parent company	1,509,830,801	726,820,239

2. Minor shareholders' equity	27,501,513	22,216,753
VI. Net amount of other gains after tax	1,415,053	-2,003,696
Net amount of other gains after tax attributable to owners of parent company	1,415,053	-2,003,696
(I) Other comprehensive income that will be reclassified into profit or loss	1,415,053	-2,003,696
1. Foreign currency financial statement translation difference	1,415,053	-2,003,696
VII. Total of misc. incomes	1,538,747,367	747,033,296
Total of misc. incomes attributable to the owners of the parent company	1,511,245,854	724,816,543
Total misc gains attributable to the minor shareholders	27,501,513	22,216,753
VIII. Earnings per share:		
(I) Basic earnings per share	0.49	0.24
(II) Diluted earnings per share	0.49	0.24

Legal Representative: Chen Lin Principal in charge of accounting: Wang Jian Principal of the financial department: Wang Wenxin

3. Consolidated cash flow statement from the beginning of the year to the end of the report period

Unit: RMB

Item	Balance of this period	Balance of last period
I. Net cash flow from business operation		
Cash received from sales of products and providing of services	11,135,251,168	7,925,278,113
Tax returned	44,144,512	39,215,039
Other cash received from business operation	221,571,516	127,134,715
Sub-total of cash inflow from business activities	11,400,967,196	8,091,627,867
Cash paid for purchasing of merchandise and services	6,134,735,322	4,434,760,362
Cash paid to staffs or paid for staffs	1,268,412,819	1,032,873,072
Taxes paid	971,119,640	507,631,010
Other cash paid for business activities	391,208,862	443,241,064
Sub-total of cash outflow from business activities	8,765,476,643	6,418,505,508
Net cash flow generated by business operation	2,635,490,553	1,673,122,359
II. Cash flow generated by investing		
Cash received from investment recovery	2,524,000,000	
Cash received from investment income	8,279,098	

Net cash retrieved from disposal of fixed assets, intangible assets, and other long-term assets	2,854,205	1,079,253
Other investment-related cash received	51,141,888	378,880,449
Sub-total of cash inflow due to investment activities	2,586,275,191	379,959,702
Cash paid for construction of fixed assets, intangible assets and other long-term assets	1,273,366,856	759,625,919
Cash paid for investment	3,624,000,000	
Other cash paid for investment activities	57,353,540	61,491,512
Sub-total of cash outflow due to investment activities	4,954,720,396	821,117,431
Net cash flow generated by investment	-2,368,445,205	-441,157,729
III. Cash flow generated by financing		
Absorb cash received from investment	2,000,000	
Including: cash received by the subsidiary from absorbing minority shareholders' investment	2,000,000	
Cash received as loans	1,002,602,692	2,135,739,841
Cash received from bond issuance		1,991,680,000
Other financing-related cash received	206,137,185	3,819,801
Subtotal of cash inflow from financing activities	1,210,739,877	4,131,239,642
Cash to repay debts	1,204,775,831	4,483,618,135
Cash paid as dividend, profit, or interests	524,060,118	419,266,696
Other cash paid for financing activities	2,262,281	503,297,544
Subtotal of cash outflow due to financing activities	1,731,098,230	5,406,182,375
Net cash flow generated by financing	-520,358,353	-1,274,942,733
IV. Influence of exchange rate alternation on cash and cash equivalents	-1,073,454	-1,289,658
V. Net increase of cash and cash equivalents	-254,386,459	-44,267,761
Plus: Balance of cash and cash equivalents at the beginning of term	2,124,028,196	1,831,835,030
VI. Balance of cash and cash equivalents at the end of term	1,869,641,737	1,787,567,269

(II) Note to the Adjustment of Financial Statements

1. Adjustment of financial statements at the beginning of the year according to the implementation of the new lease standard for the first time from 2021

√ Applicable Not applicable

Whether it is necessary to adjust the balance sheet accounts at the beginning of the year

Yes No

According to the "Accounting Standards for Business Enterprises No. 21-Leases" (hereinafter referred to as the New Lease Standards) issued by the Ministry of Finance of the People's Republic of China in December 2018, companies that are listed at the same time both domestically and overseas as well as those listed overseas and adopt financial reporting standards or companies that implement the Accounting Standards for Business Enterprises shall take effect on January 1, 2019; other companies that implement the Accounting Standards for Business Enterprises shall take effect on January 1, 2021.

The main impacts of the implementation of the new lease standard on the company's financial statements on January 1, 2021 are as follows:

Unit: RMB

Item	December 31, 2020	January 1, 2021	Adjust data
Long-term prepaid expenses	10,381,937	741,179	-9,640,758
Right-of-use asset		9,640,758	9,640,758
Total	10,381,937	10,381,937	

2. Explanation of the retrospective adjustment of the previous comparative data of the new lease standard for the first time from 2021

Applicable Not applicable

(III) Report of the Auditors

Whether the Third Quarter Report has been audited or not

Yes No

The Third Quarter Report hasn't been audited.

**Board of Directors of
CSG Holding Co., Ltd.
30 October 2021**