

Stock Code: 000026; 200026

Abbreviation of the Stock: FIYTA; FIYTA B

Announcement No.: 2022-009

FIYTA Precision Technology Co., Ltd.

2021 Annual Report, Summary

I. Important Notice, Table of Contents and Definition

This summary of the Annual Report is quoted out of the full text of the Annual Report. Investors desirous to understand entirely the Company's operation results, financial position and future development planning are advised to carefully read the full text of the Annual Report which is published in the medium designated by CSRC.

All the directors attended the Board meeting for reviewing the Annual Report.

Indication of qualified audit opinion
Inapplicable

The profit distribution preplan or the preplan for conversion of reserve into capital for the reporting period reviewed by the Board of Directors

Is there any public reserve capitalized
No

The preplan for profit distribution of common stock reviewed and approved by the Board of Directors is summarized as follows: based on the number of shares after deducting the shares in the special securities account for repurchase from the total number of shares on the equity registration date when the profit distribution plan is implemented in the future, the Company is going to distribute cash dividend to all shareholders at the rate of CNY 3.00 (with tax inclusive) for every 10 shares, and 0 bonus shares (with tax inclusive) shall be distributed and no public reserve shall be capitalized.

Profit Distribution Preplan for Preferred Shares during the Reporting Period Approved by the Resolution of the Board of Directors
Inapplicable

II. Company Profile

1. Company Information

Short form of the stock:	FIYTA and FIYTA B	Stock Code	000026 and 200026
Stock Exchange Listed with	Shenzhen Stock Exchange		
Liaison Persons and Communication Information	Secretary of the Board	Securities Affairs Representative	
Names	Song Yaoming (acting)	Xiong Yaojia	
Office Address	20th Floor, FIYTA Technology Building, Gaixin S. Road One, Nanshan District, Shenzhen	18th Floor, FIYTA Technology Building, Gaixin S. Road One, Nanshan District, Shenzhen	
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Email	investor@fiyta.com.cn	investor@fiyta.com.cn	

2. Summary of the Principal Business or Leading Products during the Reporting Period

With the establishment and development originated from aviation precision manufacturing and material technology, the

Company is mainly carrying out the activities of watch brand management and luxurious watch retails. From the perspective of technical characteristics, the Company is engaged in precision technology industry.

Since its establishment, relying on the advantages in precision manufacturing technology, material technology and talents of the aviation industry, the Company has been continuously devoting itself to the building of professional watch-making capability and brand operation, has successfully built the "FIYTA" brand and established the brand a leading position in the domestic industry by virtue of the advantages in technology and quality.

In order to grasp the opportunities in the domestic famous brand watch market and accelerate the breakthrough of its own brand, the Company began to expand the retail chain business of famous brand watches in 1997, and is committed to becoming the most outstanding comprehensive service provider of famous brand watches. The Company has always focused on strengthening the construction of brand resources and channel resources, deepening the cooperative relationship between international excellent watch brands and domestic high-end retail channels, refined operations, and digital development. While expanding the Company's revenue sources, it has also established stable base are for the development of its own brand.

Under the general background of industrial upgrading and intelligent manufacturing, the Company relies on high-end precision manufacturing technology and industrial accumulation, based on the development principle of "technology being homologous, the industry being same-rooted and value being co-directional", and extends the development of precision technology business and smart wears business. At present, these two businesses have begun to take shape.

The Company adheres to the original intention of "Big Country Brand", and relies on precision manufacturing technology, brand influence and channel deep cultivation to promote continuous brand breakthroughs. The Company's sales scale is at the forefront of the industry. Over the years, the Company has achieved a favorable industry recognition and reputation. In 2021, the Company was honorably awarded the titles of "International Reputation Brand", "Top 200 Enterprises in China's Light Industry", "Top 20 Listed Companies in Governance in the Greater Bay Area in 2021", and was granted "Shenzhen R&D and Standardization Synchronization Demonstration Enterprise Grade A", and its wholly-owned subsidiary was elected in the List of Key Technologically Advanced Enterprises in Guangdong Province. Accompanied by the launch of the "Shenzhou 12" manned spacecraft, the Company has once again helped China's manned spaceflight industry.

3. Summary of Accounting/Financial Data

(1) Summary of Accounting/Financial Data in the Past Three Years

Does the Company need to make retroactive adjustment or restatement of the accounting data of the previous years

No

In CNY

	End of 2021	End of 2020	Increase/decrease of the end of the reporting year over the end of the previous year	End of 2019
Total assets	4,110,579,952.49	4,018,712,700.18	2.29%	3,760,923,285.37
Net profit attributable to the Company's shareholders	3,013,232,642.53	2,799,948,388.09	7.62%	2,654,533,766.99
	2021	2020	Increase/decrease in the reporting year over the previous year	2019
Operating revenue	5,243,733,540.93	4,243,439,952.59	23.57%	3,704,210,734.90
Net profit attributable to the Company's shareholders	387,840,282.95	294,115,156.04	31.87%	215,909,014.15
Net profit less the non-recurring profit/loss attributable to the Company's shareholders	369,418,754.83	269,095,012.41	37.28%	199,678,661.09
Net cash flows arising from operating activities	547,249,108.45	378,210,505.87	44.69%	444,820,768.61
Basic earning per share (CNY/share)	0.9036	0.6764	33.59%	0.4943
Diluted earning per share (CNY/share)	0.9036	0.6764	33.59%	0.4943
Return on equity, weighted average (%)	13.39%	10.78%	2.61%	8.21%

(2) Major Accounting Data Based on Quarters

In CNY

	The first quarter	The second quarter	The third quarter	The fourth quarter
Turnover	1,378,277,735.81	1,399,241,785.53	1,307,278,222.69	1,158,935,796.90
Net profit attributable to the Company's shareholders	118,222,042.23	115,322,684.32	109,034,679.41	45,260,876.99
Net profit less the non-recurring profit/loss attributable to the Company's shareholders	113,576,505.85	110,219,727.57	104,537,027.94	41,085,493.47
Net cash flows arising from operating activities	28,711,219.83	176,443,344.10	163,056,189.37	179,038,355.15

Are the above financial indicators or their totals significantly different from the financial indicators disclosed by the Company in the quarterly and semi-annual reports?

No

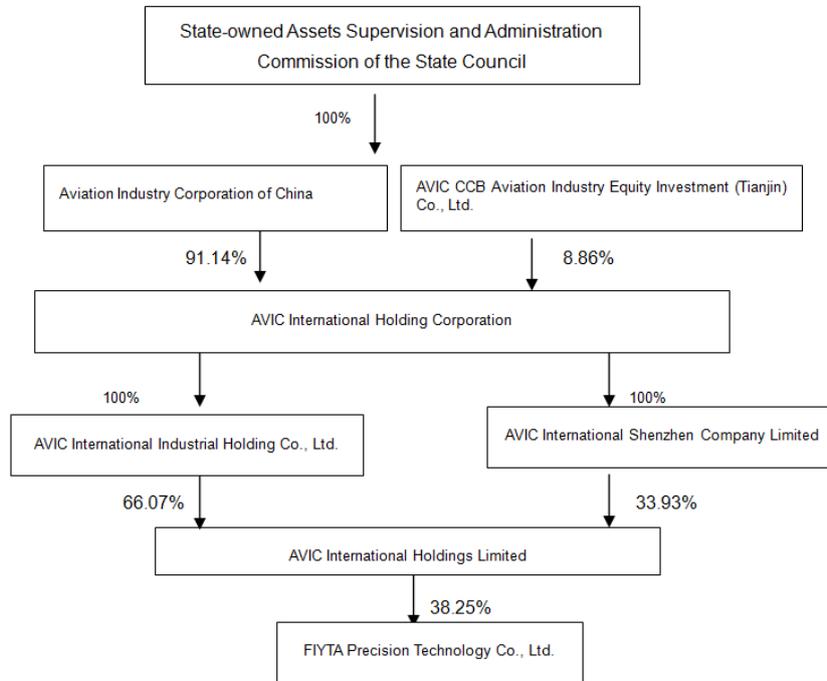
4. Capital Stock and Shareholders**(1) Number of the common shareholders and preferred shareholders whose voting rights are restored and shareholding by the top 10 shareholders**

In shares

Total common shareholders at the end of the reporting period	34,412	Total common shareholders at the end of the month before the date of disclosing the Annual Report	34,634	Total preference shareholders with the voting power recovered at the end of the reporting period	0	Total preference shareholders with the voting power recovered at the end of the month before the day of disclosing the Annual Report	0
Shareholding by top 10 shareholders							
Names of the Shareholders	Nature of the shareholder	Shareholding proportion	Number of shares held	Number of the restricted shares held	Pledging, marking or freezing		
					Status of the shares	Quantity	
AVIC International Holding Limited	State corporate	38.25%	162,977,327	0			
Guoxin Investment Co., Ltd.	State corporate	1.82%	7,739,898	0			
Construction Bank of China - Penghua Huizhi Optimized Hybrid Securities Investment Fund	Domestic non-state-owned legal person	1.10%	4,679,494	0			
Construction Bank of China - Penghua Value Superiority Hybrid Securities Investment Fund (LOF)	Domestic non-state-owned legal person	0.60%	2,556,742	0			
Qiu Hong	Domestic natural person	0.54%	2,300,000	0			
China Ifund Asset Management Co., Ltd. - Ifund All-Weather No. 2 Phase G Private Equity Securities Investment Fund	Domestic non-state-owned legal person	0.43%	1,841,716	0			
SOCIETE GENERALE	Foreign corporate	0.30%	1,265,800	0			
Zhang Yinnan	Domestic natural person	0.28%	1,195,128	0			
Chen Hao	Domestic natural person	0.24%	1,041,143	0			
Chen Chu	Domestic natural person	0.24%	1,004,400	0			
Explanation on associated relationship or consistent action of the above shareholders		Inapplicable					
Note the shareholders involved in margin financing & securities lending (if any)		Inapplicable					

(2) Total Preference Shareholders and the Shareholding by the Top 10 Preference Shareholders

Inapplicable

(3) Block Diagram of the Ownership and Control Relations between the Company and the Actual Controller**5. Status of Bonds Existing on the Date of Approval of the Annual Report**

Inapplicable

III. Significant Events**1. Amendment of the Company's Rules and Regulations**

Authorized by 2021 1st Extraordinary General Meeting, the 26th session of the Ninth Board of Directors reviewed and approved the "Proposal on the Amendment of the Articles of Association". For the detail, refer to the Amendment of the Articles of Association disclosed in <http://www.cninfo.com.cn>. on February 5, 2021.

The 3rd session of the Tenth Board of Directors and 2021 5th Extraordinary General Meeting reviewed and approved the Proposal on the Amendment of the "Articles of Association", " the Proposal on the Amendment of the Rules of Procedures for the General Meetings ", and "the Proposal on the Amendment of the Rules of Procedures of Board Meetings ". For the detail, refer to the relevant announcement disclosed in <http://www.cninfo.com.cn>. on November 13, 2021.

2. Election for the New Board of Directors

With review and approval by the 32nd session of the Ninth Board of Directors of the Company and 2021 4th Extraordinary General Meeting, the Company elected Mr. Zhang Xuhua, Mr. Xiao Yi, Mr. Xiao Zhanglin, Mr. Li Peiyin, Mr. Deng Jianghu and Mr. Pan Bo non-independent directors of the Tenth Board of Directors; and elected Mr. Wang Jianxin, Mr. Zhong Hongming, and Mr. Tang Xiaofei independent directors of the Tenth Board of Directors. For the detail, refer to the Announcement on the Election for the New Board of Directors No.2021-075 disclosed in <http://www.cninfo.com.cn>.

With review and approval by the 28th session of the Ninth Supervisory Committee of the Company, 2021 1st Employees' Representatives Conference, and 2021 4th Extraordinary General Meeting, the Company elected Mr. Zheng Qiyuan and Ms. Cao Zhen non-employees' representative supervisors of the Tenth Supervisory Committee and elected Ms. Hu Jing the employees' representative supervisor of the Tenth Supervisory Committee. For the detail, refer to the Announcement on the Election for the New Supervisory Committee No.2021-076 and the Announcement on the Resolution for Election of the Employees' Representative Supervisor at the Employees Representative Conference disclosed in <http://www.cninfo.com.cn>.

3. Repurchase of Partial Domestically Listed Foreign Investment Shares (B-Shares)

The Company's 2nd Session of the Tenth Board of Directors and 2021 5th Extraordinary General Meeting reviewed and approved the "Proposal for the Repurchase of Partial Domestically Listed Foreign Shares (B-Shares). For the detail, refer to the Report on the Repurchase of Partial Domestically Listed Foreign Shares (B-Shares) No. 2021-102 disclosed in <http://www.cninfo.com.cn>.

FIYTA Precision Technology Co., Ltd.

Board of Directors

March 10, 2022