

Stock code:301035

Stock abbreviation: Rainbow Chemical

Announcement No.: 2022-014

## SHANDONG WEIFANG RAINBOW CHEMICAL CO.,LTD

### The First Quarter Report of 2022

The Company and all members of the Board of Directors warrant that the contents of the Semi-annual Report are true, accurate and complete, without false records, misleading statements or major omissions.

#### Important notes:

1. The Board of Directors, Board of Supervisors, directors, supervisors and senior management warrant that the contents of the Quarterly Report are true, accurate and complete, without false records, misleading statements or major omissions, and shall bear individual and collective legal liabilities.
2. The legal representative of the Company, the chief accountant in charge, and the chief of the accounting institution (accounting supervisor), stated that the financial report in the Quarterly Report is true, accurate and complete.
3. Whether the First Quarter Report is audited  
 Yes  No

#### I. Key Financial Data

##### (I) Key Accounting Data and Financial Indicators

Whether the Company needs to retroactively adjust or restate the accounting data of previous years

Yes  No

	Q1 2022	Q1 2021	Year-on-year increase or decrease
Operating income (RMB)	3,119,046,203.43	1,811,987,233.25	72.13%
Net profit attributable to shareholders of the Company (RMB)	387,571,013.34	96,143,598.31	303.12%
Net profit attributable to shareholders of the Company excluding non-recurring gains and losses (RMB)	389,050,777.23	83,683,638.61	364.91%

Net cash flow from operating activities (RMB)	-224,220,205.58	-385,771,636.97	41.88%
Basic earnings per share (RMB/Share)	1.40	0.46	204.35%
Diluted earnings per share (RMB/Share)	1.39	0.46	202.17%
Weighted average return on net assets	7.62%	3.37%	4.25%
	End of Q1 2022	End of 2021	Year-on-year increase or decrease
Total assets (RMB)	10,478,339,575.02	10,311,655,543.89	1.62%
Equity attributable to shareholders of the Company (RMB)	5,282,959,850.40	4,908,724,302.71	7.62%

## (II) Items and Amounts of Non-recurring Gains and Losses

√ Applicable □ Not applicable

Unit: RMB

Item	Amount of Q1 2022	Notes
Gain and loss on disposal of non-current assets (including the write-off portion of asset impairment provision)	-8,890,722.01	
Government subsidies included in current gains and losses (closely related to normal operational business of the Company, excluding the continuous government subsidies of certain amount or quota complying with national policies)	3,083,662.79	
Other non-operating revenue and expenditure other than those mentioned above	3,746,190.86	
Less: affected amount of income tax	-626,920.87	
Affected amount of minority shareholders' equity (after tax)	45,816.40	
Total	-1,479,763.89	--

Other gains and losses items that meet the definition of non-recurring gains and loss:

□ Applicable √ Not applicable

There are no other gains and losses items of the Company that meet the definition of non-recurring gains and loss.

Reasons for the non-recurring profit and loss items listed in *Explanatory Announcement on Information Disclosure for Companies Offering Their Securities to the Public No.1 - Non-recurring Gains and Losses* recognized as recurring gains and losses items

□ Applicable √ Not applicable

There is no circumstance where the non-recurring profit and loss items listed in *Explanatory Announcement on Information Disclosure for Companies Offering Their Securities to the Public No.1 - Non-recurring Gains and Losses* are recognized as recurring gains and losses items.

## (III) Changes to Key Accounting Data and Financial Indicators and Reasons

√ Applicable □ Not applicable

### 1、Balance Sheet

Unit: RMB

Item	March 31, 2022	December 31, 2021	Change	Reason for change
Receivables financing	930,000.00	100,000.00	830.00%	Mainly caused by increase in bank acceptance notes received during the reporting period
Other receivables	15,993,073.04	11,576,269.72	38.15%	Mainly caused by increase in travel allowance for overseas business personnel during the reporting period
Right-of-use assets	25,374,525.12	18,876,699.07	34.42%	Mainly caused by the assets recognized by the lease warehouse during the reporting period
Goodwill	51,285,150.10	26,949,350.10	90.30%	Mainly caused by the increase of the number of companies not under the same control acquired through merger of controlling interests during the reporting period
Deferred income tax assets	70,489,777.12	46,893,086.34	50.32%	Mainly caused by increase in offset of unrealized internal trading gains and losses during the reporting period

Other non-current assets	45,340,010.54	130,713,116.29	-65.31%	Mainly caused by written-off prepayments during the reporting period
Contract liabilities	125,369,343.29	45,096,633.96	178.00%	Mainly caused by advance payments of subsidiaries
Lease liability	19,205,317.92	13,312,230.04	44.27%	Mainly caused by the debt recognized by the lease warehouse during the reporting period
Other comprehensive income	-36,853,204.89	-6,390,755.46	-476.66%	Mainly caused by changes in difference from translation of statements during the reporting period

## 2. Income Statement

Unit: RMB

Item	January-March 2022	January-March 2021	Change	Reason for change
Operating income	3,119,046,203.43	1,811,987,233.25	72.13%	Mainly caused by business growth during the reporting period
Operating cost	2,407,497,426.79	1,572,034,075.13	53.15%	Mainly caused by cost growth due to revenue growth during the reporting period
Sales expenses	46,948,661.90	29,879,244.83	57.13%	Mainly caused by increase in staff remuneration and registration fees during the reporting period
Management expenses	95,729,283.94	55,848,194.81	71.41%	Mainly caused by increase in equity incentive expenses during the reporting period
R&D expenditures	89,023,043.97	39,604,702.74	124.78%	Mainly caused by increase in investment of R&D during the reporting period
Financial expenses	39,787,968.31	3,263,065.59	1119.34%	Mainly caused by increase in exchange losses during the reporting period
Other income	830,854.19	10,175,944.89	-91.84%	Mainly caused by the reduction in government subsidies received related to daily business activities during the reporting period
Investment returns	28,854,869.96	69,851,489.39	-58.69%	Mainly caused by decrease in proceeds from forward exchange settlement business during the reporting period
Income from changes in fair value	7,793,443.00	-65,032,162.30	111.98%	Mainly caused by proceeds from changes in fair value of forward exchange settlement business during the reporting period
Credit impairment losses	-27,370,228.25	-5,368,653.39	-409.82%	Mainly caused by increase in provision for bad debt reserves during the reporting period
Asset impairment losses	-82,433.27	436,876.42	-118.87%	Mainly caused by increase in accrued provision for inventory depreciation during the reporting period
Non-operating expenses	10,541,457.40	1,018,048.89	935.46%	Mainly caused by increase in scrapped fixed assets during the reporting period
Income tax expenses	50,034,413.97	16,473,904.54	203.72%	Mainly caused by increase in profits during the reporting period

## II. Shareholder Information

### (I) The number of common shareholders, the number of preferred shareholders whose voting rights have been restored and the shareholdings of the top ten shareholders

Unit: Share

Number of common shareholders as of the end of Q1 2022	8,573	Number of preferred shareholders whose voting rights have been restored as of the end of Q1 2022 (if any)	0			
Shareholding of the top ten shareholders						
Name of shareholder	Shareholder nature	Shareholding ratio	Shareholding quantity	Quantity of restricted shares held	Pledge, mark or freeze	
					Share status	Quantity
Shandong Rainbow Investment Co., Ltd	Domestic non-state-owned legal person	41.61%	114,911,237	114,911,237	Pledge	23,301,837

KONKIA INC.	Overseas legal person	22.16%	61,191,800	61,191,800		
Shandong Rainbow Agrosiences Investment Co., Ltd.	Domestic non-state-owned legal person	4.75%	13,105,690	13,105,690		
XingDaFa technology (ShenZhen) Co., Ltd.	Domestic non-state-owned legal person	2.99%	8,264,487	8,264,487		
Jinan Xinbo Investment Co., Ltd.	Domestic non-state-owned legal person	2.84%	7,856,786	7,856,786	Pledge	7,856,786
Industrial and Commercial Bank of China Co., Ltd. - BOCOM Schroder Trend Priority Hybrid Securities Investment Fund	Other	1.41%	3,906,664	0		
Guotai Fund - Bank of Communications - Guotai Fund Boyuan No. 20 Collective Assets Management Plan	Other	1.26%	3,479,997	0		
China Construction Bank Corporation - Guotai Great Health Equity Securities Investment Fund	Other	1.03%	2,831,892	0		
Bank of Communications Co., Ltd. - Guotai Jinying Growth and Flexibly Allocated Hybrid Securities Investment Fund	Other	0.73%	2,002,728	0		
Shandong Agricultural University Education Development Foundation	Domestic non-state-owned legal person	0.65%	1,800,000	1,800,000		
Shareholding of top ten shareholders of unrestricted shares						
Name of shareholder	Quantity of unrestricted shares held	Type of shares				
		Type of shares	Quantity			
Industrial and Commercial Bank of China Co., Ltd. - BOCOM Schroder Trend Priority Hybrid Securities Investment Fund	3,906,664	RMB-denominated common shares	3,906,664			
Guotai Fund - Bank of Communications - Guotai Fund Boyuan No. 20 Collective Assets Management Plan	3,479,997	RMB-denominated common shares	3,479,997			
China Construction Bank Corporation - Guotai Great Health Equity Securities Investment Fund	2,831,892	RMB-denominated common shares	2,831,892			
Bank of Communications Co., Ltd. - Guotai Jinying Growth and Flexibly Allocated Hybrid Securities Investment Fund	2,002,728	RMB-denominated common shares	2,002,728			
Guotai Fund - Bank of Shanghai - Guotai Fund Gewu No. 2 Collective Assets Management Plan	1,557,538	RMB-denominated common shares	1,557,538			
Yuanxin (Zhuhai) Private Equity Fund Management Co., Ltd. - Citic Capital China Value Growth No. 1 Private Securities Investment Fund	1,538,914	RMB-denominated common shares	1,538,914			
Yuanxin (Zhuhai) Private Equity Fund	1,368,857	RMB-denomin	1,368,857			

Management Co., Ltd. - Citic Capital China Value Growth No. 3 Private Securities Investment Fund		ated common shares	
China Merchants Bank Co., Ltd. - BOCOM Schroder Qicheng Hybrid Securities Investment Fund	1,289,935	RMB-denominated common shares	1,289,935
China CITIC Bank Corporation Limited - Hua'an Jujia Selected Mixed Securities Investment Fund	1,225,625	RMB-denominated common shares	1,225,625
Yuanxin (Zhuhai) Private Equity Fund Management Co., Ltd. - Citic Capital China Value Growth Private Securities Investment Fund	1,168,866	RMB-denominated common shares	1,168,866
Explanation of the above-mentioned shareholder relationship or concerted action	Shandong Rainbow Investment Co., Ltd., KONKIA INC and Shandong Runnong Investment Co., Ltd. are enterprises controlled by Wencai Wang, Guoqing Sun and Hongbing Qiu, the actual controllers of the Company The Company does not know whether the above-mentioned other shareholders are associated or are persons acting in concert.		
Engagement of the top 10 shareholders in securities margin trading business (if any)	Not applicable		

## (II) The number of preferred shareholders of the Company and the shareholdings of the top ten preferred shareholders

Applicable  Not applicable

## (III) Changes in restricted shares

Applicable  Not applicable

Unit: Share

Name of shareholder	Starting number of restricted shares in reporting period	Decreased number of restricted shares in reporting period	Increased number of restricted shares in reporting period	Closing number of restricted shares in reporting period	Type for restricted shares	Proposed date of the removal of restrictions
Shandong Rainbow Investment Co., Ltd	114,911,237	0	0	114,911,237	Pre-IPO restricted shares	2024-7-28
KONKIA INC	61,191,800	0	0	61,191,800	Pre-IPO restricted shares	2024-7-28
Shandong Rainbow Agrosiences Investment Co., Ltd.	13,105,690	0	0	13,105,690	Pre-IPO restricted shares	2024-7-28
XingDaFa technology (ShenZhen) Co., Ltd.	8,264,487	0	0	8,264,487	Pre-IPO restricted shares	2022-7-28
Jinan Xinbo Investment Co., Ltd.	7,856,786	0	0	7,856,786	Pre-IPO restricted shares	2022-7-28
Shandong Agricultural University Education Development Foundation	1,800,000	0	0	1,800,000	Pre-IPO restricted shares	2022-7-28
Post-IPO offline placement restricted shares	3,559,355	3,559,355		0	Post-IPO offline placement restricted shares	2022-1-28
Total	210,689,355	3,559,355	0	207,130,000	--	--

Note: 1. If a shareholder owns restricted shares as of the end of the reporting period, it is imperative to state the type for restricted shares in the "Type for restricted shares" column, and the proposed date of the removal of restrictions in the "Proposed date of the removal of restrictions" column.

2. In the case of a large number of shareholders with restricted shares, it is suggested that the changes in holdings of restricted shares by the top ten shareholders are disclosed in detail, and that the changes in holdings of restricted shares by other shareholders are presented in consolidated list.

### III. Other important matters

Applicable  Not applicable

## IV. Quarterly Financial Statements

### (I) Financial Statements

#### 1. Consolidated balance sheet

Prepared by: Shandong Weifang Rainbow Co., Ltd.

March 31, 2022

Unit: RMB

Item	Closing balance	Opening balance
Current assets:		
Monetary funds	3,463,454,228.77	3,724,744,059.71
Deposit reservation for balance		
Lending to banks and other financial institutions		
Financial assets held for trading	200,000,000.00	200,000,000.00
Derivative financial assets	56,715,726.50	48,922,283.50
Notes receivable	33,727,790.11	35,385,609.76
Accounts receivable	2,830,006,971.92	2,328,358,879.35
Receivables financing	930,000.00	100,000.00
Pre-payments	91,522,985.08	77,313,374.04
Premium receivable		
Re-insurance accounts receivable		
Reserves for re-insurance contract receivable		
Other receivables	15,993,073.04	11,576,269.72
Including: Interest receivable		
Dividends receivable		
Financial assets purchased under resale agreement		
Inventory	1,579,075,681.41	1,775,113,092.67
Contracted assets		
Assets held for sale		
Non-current assets that mature within one year		
Other current assets	232,186,373.52	264,431,341.13
Total current assets	8,503,612,830.35	8,465,944,909.88
Non-current assets:		

Disbursed loans and advances		
Debt investments		
Other debt investment		
Long-term receivables		
Long-term equity investment	1,655,956.49	1,810,538.69
Other equity instrument investment		
Other non-current financial assets		
Investment properties		
Fixed assets	1,331,519,747.06	1,218,635,770.03
Construction in progress	322,202,255.49	281,855,456.95
Productive biological assets		
Oil and gas assets		
Right-of-use assets	25,374,525.12	18,876,699.07
Intangible assets	124,550,584.21	118,003,684.46
Development expenditure		
Goodwill	51,285,150.10	26,949,350.10
Long-term deferred expenses	2,308,738.54	1,972,932.08
Deferred income tax assets	70,489,777.12	46,893,086.34
Other non-current assets	45,340,010.54	130,713,116.29
Total non-current assets	1,974,726,744.67	1,845,710,634.01
Total assets	10,478,339,575.02	10,311,655,543.89
Current liabilities:		
Short-term borrowings	557,628,021.04	550,348,417.31
Borrowings from the central bank		
Borrowings from banks and financial institutions		
Financial liabilities held for trading		
Derivative financial liabilities		
Notes payable	2,908,931,832.36	3,369,427,627.30
Accounts payable	1,062,192,873.43	879,276,036.26
Advance payments		2,624,536.52
Contract liabilities	125,369,343.29	45,096,633.96
Financial assets sold for repurchase		
Deposits and interbank deposits received		
Amount received from agency trading of securities		
Amount received from agency underwriting of securities		
Payroll payable	113,218,860.66	154,700,982.42
Taxes payable	98,980,144.24	83,154,482.55
Other payables	38,535,978.12	29,657,941.65

Including: Interests payable		
Dividends payable		
Handling charges and commissions payable		
Re-insurance accounts payable		
Liabilities held for sale		
Non-current liabilities due within one year	17,958,747.62	19,679,032.26
Other current liabilities	31,611,529.03	37,357,003.10
Total current liabilities	4,954,427,329.79	5,171,322,693.33
Non-current liabilities:		
Provision for insurance contracts		
Long-term borrowings	22,307,482.32	25,555,537.87
Bonds payable		
Including: Preferred shares		
Perpetual bonds		
Lease liability	19,205,317.92	13,312,230.04
Long-term payables		
Long-term payroll payable		
Accrued liabilities	840,000.00	840,000.00
Deferred income	13,756,949.92	13,950,734.80
Deferred income tax liabilities	45,808,186.55	43,570,565.25
Other non-current liabilities		
Total non-current liabilities	101,917,936.71	97,229,067.96
Total liabilities	5,056,345,266.50	5,268,551,761.29
Owner's equity:		
Share capital	276,180,000.00	276,180,000.00
Other equity instruments		
Including: Preferred shares		
Perpetual bonds		
Capital reserve	2,239,904,753.76	2,226,848,878.76
Less: Treasury shares		
Other comprehensive income	-36,853,204.89	-6,390,755.46
Special reserve	18,854,594.41	14,783,485.63
Surplus reserve	158,674,657.07	158,674,657.07
General risk reserve		
Undistributed profit	2,626,199,050.05	2,238,628,036.71
Total owners' equity attributed to the parent company	5,282,959,850.40	4,908,724,302.71
Minority interest	139,034,458.12	134,379,479.89
Total owner's equity	5,421,994,308.52	5,043,103,782.60
Total liabilities and owners' equity	10,478,339,575.02	10,311,655,543.89

Legal Representative: Wicky Wang Chief Accountant in Charge: Xing Bingpeng Chief of Accounting Institution: Zhang Baolin

## 2. Consolidated income statement

Unit: RMB

Item	Amount incurred in Q1 2022	Amount incurred in Q4 2021
I. Gross Operating Income	3,119,046,203.43	1,811,987,233.25
Including: Operating income	3,119,046,203.43	1,811,987,233.25
Interest income		
Premium earned		
Handling charges and commissions income		
II. Total Operating Costs	2,683,271,106.81	1,703,919,011.52
Including: Operating costs	2,407,497,426.79	1,572,034,075.13
Interest expenses		
Handling charges and commission expenses		
Surrender value		
Net payments for insurance claims		
Net withdrawal of reserve for insurance responsibility contracts		
Expenditures of policy dividend		
Re-insurance expenses		
Taxes and surcharges	4,284,721.90	3,289,728.42
Sales expenses	46,948,661.90	29,879,244.83
Management expenses	95,729,283.94	55,848,194.81
R&D expenditures	89,023,043.97	39,604,702.74
Financial expenses	39,787,968.31	3,263,065.59
Including: Interest expenses	3,963,794.98	6,900,132.63
Interest income	12,370,112.07	7,559,060.48
Add: Other income	830,854.19	10,175,944.89
Income from investment ("-" for loss)	28,854,869.96	69,851,489.39
Including: Income from investments in associated enterprises and joint ventures	-154,582.20	19,635.23
Income recognized at termination of financial assets measured at amortized cost		
Foreign exchange gain ("-" for loss)		
Net exposure hedging income ("-" for loss)		
Income from changes in fair value ("-" for loss)	7,793,443.00	-65,032,162.30
Credit impairment losses ("-" for loss)	-27,370,228.25	-5,368,653.39
Asset impairment losses ("-" for loss)	-82,433.27	436,876.42

Gains from asset disposal ("-" for loss)		48,006.49
III. Operating Profit ("-" for loss)	445,801,602.25	118,179,723.23
Add: Non-operating income	7,403,049.27	5,524,461.42
Less: Non-operating expenses	10,541,457.40	1,018,048.89
IV. Total Profit Before Tax ("-" for total losses)	442,663,194.12	122,686,135.76
Less: Income tax expenses	50,034,413.97	16,473,904.54
V. Net Profit ("-" for net loss)	392,628,780.15	106,212,231.22
(I) Classification by business continuity		
1. Net profit from continuing operations ("-" for net loss)	392,628,780.15	106,212,231.22
2. Net profit from discontinued operations ("-" for net loss)		
(II) Classification by ownership		
1. Net profit attributable to the owners of the parent company	387,571,013.34	96,143,598.31
2. Profit or loss of minority shareholders	5,057,766.81	10,068,632.91
VI. Net Amount after Tax of Other Comprehensive Income	-30,865,238.01	-36,369.05
Net amount of other comprehensive income after tax attributed to the owners of the parent company	-30,462,449.43	168,282.40
(I) Other comprehensive income that cannot be reclassified into profits or losses		
1. Changes due to re-measurement on defined benefit plan		
2. Other comprehensive income that cannot be converted into profit and loss under the equity method		
3. Changes in fair value of other equity instrument investments		
4. Changes in the fair value of the credit risk of the enterprise		
5. Other		
(ii) Other comprehensive income that will be reclassified into profits or losses	-30,462,449.43	168,282.40
1. Other comprehensive income that can be converted to profits or losses under the equity method		
2. Changes in fair value for other investment on bonds		
3. Amount of financial assets reclassified into other comprehensive income		
4. Provision for credit impairment of other debt investments		
5. Cash flow hedge reserve		
6. Difference of foreign	-30,462,449.43	168,282.40

currency financial statement translation		
7. Other		
Net amount of other comprehensive income after tax attributed to minority shareholders	-402,788.58	-204,651.45
VII. Total Comprehensive Income	361,763,542.14	106,175,862.17
Total comprehensive income attributed to the owners of the parent company	357,108,563.91	96,311,880.71
Total comprehensive income attributed to minority shareholders	4,654,978.23	9,863,981.46
VIII. Earnings per Share:		
(i) Basic earnings per share	1.400	0.46
(ii) Diluted earnings per share	1.400	0.46

For business combination under the same control in the current period, the net profit of the merged party before the business combination is RMB , and the net profit of the merged party in Q4 2021 is RMB .

Legal Representative: Wicky Wang Chief Accountant in Charge: Xing Bingpeng Chief of Accounting Institution: Zhang Baolin

### 3. Consolidated cash flow statement

Unit: RMB

Item	Amount incurred in Q1 2022	Amount incurred in Q4 2021
I. Cash Flows Generated from Operating Activities:		
Cash received from sales of goods and services	2,674,661,553.48	2,043,046,760.58
Net increase in deposits from customers and interbank deposits		
Net increase in borrowings from the central bank		
Net increase in borrowings from other financial institutions		
Cash receipts from premiums under direct insurance contracts		
Net cash receipts from re-insurance business		
Net cash receipts from policyholders' deposits and investments		
Cash receipts from interest, handling fees and commissions		
Net increase in capital borrowed from banks and other financial institutions		
Net increase in repurchase business capital		
Net cash received from securities trading brokerage		
Cash receipts from tax refunds	208,311,086.55	128,721,372.12
Cash received relating to other operating activities	16,271,111.44	18,310,012.04
Subtotal of cash inflow in operating	2,899,243,751.47	2,190,078,144.74

activities		
Cash payments for goods acquired and services received	2,733,487,476.20	2,324,753,675.68
Net increase in customer loans and advances		
Net increase in deposits in the central bank and interbank deposits		
Cash payments for original insurance contract claims		
Net increase in lending funds from banks and other financial institutions		
Cash payments for interest, fee and commission		
Cash payments for insurance policyholder dividends		
Cash payments to employees and on behalf of employees	158,812,743.71	140,835,129.94
Cash payments for taxes	70,510,904.78	25,898,714.25
Other cash payments relating to operating activities	160,652,832.36	84,362,261.84
Subtotal of cash outflow in operating activities	3,123,463,957.05	2,575,849,781.71
Net cash flow from operating activities	-224,220,205.58	-385,771,636.97
<b>II. Cash Flows from Investing Activities:</b>		
Cash receipts from investment withdrawal		
Cash receipts from return on investments		
Net cash receipts from disposals of fixed assets, intangible assets and other long-term assets	7,803,621.71	3,081,269.61
Net cash receipts from disposal of subsidiary or any other company		
Other cash receipts relating to investing activities	29,157,529.54	69,831,854.16
Subtotal of cash inflow in investment activities	36,961,151.25	72,913,123.77
Cash payments to acquire or construct fixed assets, intangible assets and other long-term assets	66,081,447.96	93,381,703.94
Cash payments for investments		
Net increase in pledged loans		
Net cash payments to acquire subsidiaries and other companies	6,684,696.80	
Other cash payments relating to investment activities		
Subtotal of cash outflow in investment activities	72,766,144.76	93,381,703.94
Net cash flow in investment activities	-35,804,993.51	-20,468,580.17
<b>III. Cash Flows from Financing Activities:</b>		

Cash received from capital contributions	2,554,868.00	
Including: Cash received from investments of minority shareholders of subsidiaries		
Cash receipts from borrowings	122,562,192.80	305,774,601.38
Other cash receipts relating to financing activities	123,407,991.75	643,959,980.43
Subtotal of cash inflow in financing activities	248,525,052.55	949,734,581.81
Cash payments for debts	120,047,586.17	482,826,102.98
Cash payments for distribution of dividends, profits, or cash payments for interest expenses	3,643,273.78	11,989,543.66
Including: Dividends and profits paid to minority shareholders by subsidiaries		
Other cash payments related to financing activities		
Subtotal of cash outflow in financing activities	123,690,859.95	494,815,646.64
Net cash flow from financing activities	124,834,192.60	454,918,935.17
IV. Effect of Exchange Rate Changes on Cash and Cash Equivalents	-3,151,518.74	-97,587,492.00
V. Net Increase in Cash and Cash Equivalents	-138,342,525.23	-48,908,773.97
Add: Opening balance of cash and cash equivalents	2,032,302,255.51	719,642,914.12
VI. Closing Balance of Cash and Cash Equivalents	1,893,959,730.28	670,734,140.15

## (II) Audit Report

Whether the First Quarter Report is audited

Yes  No

The Company's First Quarter Report has not been audited.

In the case of any deviation from the explanations presented hereof, the 2022 First Quarter Report in Chinese version shall prevail.

SHANDONG WEIFANG RAINBOW CHEMICAL CO.,LTD

Board of Directors

April 28, 2022