



C&S PAPER CO.,LTD.

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First Quarter Report

Stock Code: 002511

Stock Abbreviation: ZSJR

Announcement No.: 2022-15

C&S Paper Co., Ltd.

First Quarter Report 2022

The Company and all members of the Board of Directors hereby guarantee the truthfulness, accuracy and completeness of the information disclosed, and there are no false and misleading statements or material omissions.

Important Notice:

1. The Board of Directors and the Board of Supervisors of the Company and its directors, supervisors and senior management warrant that the information contained in this quarterly report is true, accurate and complete without any false and misleading statements or material omissions, and severally and jointly accept legal liability thereof.
2. The person in charge of the Company, the person in charge of accounting of the Company, and the person in charge of the accounting department of the Company have declared that they warrant the truthfulness, accuracy and completeness of the financial statements set out in this quarterly report.

Whether the First Quarter Report has been audited

Yes No

I. Main Financial Data

(I) Main accounting data and financial indicators

Whether the Company needs to perform retrospective adjustment or restatement of accounting data for previous years

Yes No

	Current period	Same period of previous year	Changes over same period of previous year
Operating income (RMB)	1,884,339,300.88	2,102,126,213.63	-10.36%
Net profit attributable to shareholders of the listed company (RMB)	133,346,264.70	271,122,802.99	-50.82%
Net profit attributable to shareholders of the listed company after deducting non-recurring profit and loss (RMB)	126,963,097.30	267,298,568.37	-52.50%
Net cash flow from operating activities (RMB)	247,480,435.23	334,905,166.23	-26.10%

Basic earnings per share (RMB/share)	0.10	0.21	-52.38%
Diluted earnings per share (RMB/share)	0.10	0.21	-52.38%
Weighted average return on net assets	2.68%	5.34%	-2.66%
	End of current period	End of previous year	Changes over end of previous year
Total assets (RMB)	7,319,188,356.35	7,523,281,973.84	-2.71%
Owner's equity attributable to shareholders of the listed company (RMB)	5,041,774,734.59	4,903,552,661.58	2.82%

(II) Non-recurring items and amounts

Applicable Not applicable

Unit: RMB

Item	Amount of current period	Description
Profits/losses from the disposal of non-current asset (including the write-off that accrued for impairment of assets)	-74,478.70	
Governmental grants reckoned into current profits/losses (not including grants enjoyed in quota or ration according to national standards, which are closely relevant to the company's normal business)	6,624,450.75	
Profits/losses from assets entrusted to others for investment or management	180,495.09	
Other non-operating income and expenses except for the aforementioned items	1,307,495.58	
Less: Influence of income tax	1,654,795.32	
Total	6,383,167.40	--

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

Applicable Not applicable

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

Descriptions where the Company defines any non-recurring profit and loss items listed in the *No. 1 Explanatory Announcement on Information Disclosure of Companies Offering Securities to the Public—Non-recurring Profit and Loss* as recurring profit and loss items during the reporting period

Applicable Not applicable

The Company did not define any non-recurring profit and loss items listed in the *No. 1 Explanatory Announcement on Information Disclosure of Companies Offering Securities to the Public—Non-recurring Profit and Loss* as recurring profit and loss items during the reporting period.

(III) Changes of main accounting data and financial indicators and reasons

Applicable Not applicable

1. Balance sheet items

Notes receivable: This item recorded an increase of RMB40,596,142.46 or 1744.52% in the reporting period compared with the end of 2021, mainly owing to the increase in bank acceptance bills received from customers during the reporting period.

Prepayment: This item recorded a decrease of RMB13,428,114.90 or 36.60% in the reporting period compared with the end of 2021, mainly owing to the decrease in prepayments for materials during the reporting period.

Assets held for sale: This item recorded a decrease of RMB57,073,059.69 or 100.00% in the reporting period compared with the end of 2021, mainly owing to the decrease in the assets held for sale during the reporting period.

Other current assets: This item recorded an increase of RMB136,445,815.47 or 110.45% in the reporting period compared with the end of 2021, mainly owing to the increase in the principal of wealth management products during the reporting period.

Construction work in progress: This item recorded a decrease of RMB54,916,177.38 or 40.72% in the reporting period compared with the end of 2021, mainly owing to the fact that certain construction work in progress reached the usable state and was thereby transferred to fixed assets during the reporting period.

Short-term borrowings: This item recorded an increase of RMB38,500,000.00 or 100.00% in the reporting period compared with the end of 2021, mainly owing to the increase in the advance discount of trade acceptance bills during the reporting period.

Contract liabilities: This item recorded a decrease of RMB105,861,672.80 or 64.41% in the reporting period compared with the end of 2021, mainly owing to the decrease in prepayments from customers during the reporting period.

Employee remuneration payable: This item recorded a decrease of RMB72,938,549.57 or 52.27% in the reporting period compared with the end of 2021, mainly owing to the release of the year-end bonus payable for the previous year during the reporting period.

Other current liabilities: This item recorded a decrease of RMB13,776,291.85 or 64.83% in the reporting period compared with the end of 2021, mainly owing to the decrease in the tax pending changeover during the reporting period.

2. Income statement items

Financial expenses: This item recorded an increase of RMB1,940,083.31 or 56.85% in the reporting period compared with the same period in 2021, mainly owing to the increase in exchange losses and gains during the reporting period.

Other income: This item recorded an increase of RMB2,916,840.06 or 57.04% in the reporting period compared with the same period in 2021, mainly owing to the increase in government grants received during the reporting period.

Return on investment: This item recorded a decrease of RMB133,198.95 or 43.38% in the reporting period compared with the same period in 2021, mainly owing to the decrease in returns on wealth management products received during the reporting period.

Credit impairment losses: This item recorded a decrease of RMB2,205,357.17 or 46.80% in the reporting period compared with the same period in 2021, mainly owing to the decrease in credit impairment losses accrued for accounts receivable during the reporting period.

Asset impairment losses: This item recorded a decrease of RMB1,754,309.41 or 82.73% in the reporting period compared with the same period in 2021, mainly owing to the decrease in impairment losses accrued for fixed assets during the reporting period.

Non-operating income: This item recorded an increase of RMB223,979.27 or 30.42% in the reporting period compared with the same period in 2021, mainly owing to the increase in income from fines and compensations during the reporting period.

Income tax expenses: This item recorded a decrease of RMB31,092,273.35 or 53.66% in the reporting period compared with the same period in 2021, mainly owing to the decrease in total profit during the reporting period.

3. Cash flow statement items

Net cash flow from investing activities: This item recorded a decrease of RMB79,427,956.29 or 62.09% in the reporting period compared with the same period in 2021, mainly owing to the increase in payment for principal of wealth management products during the reporting period.

Net cash flow from financing activities: This item recorded an increase of RMB302,789,234.86 or 113.05% in the reporting period compared with the same period in 2021, mainly owing to the decrease in payment of repurchased shares during the reporting period.

II. Shareholder Information

(I) Total number of ordinary shareholders, number of preferred shareholders whose voting rights were resumed and shareholdings of top 10 shareholders

Unit: share

Total number of ordinary shareholders as at the end of the reporting period		141,508		Total number of preferred shareholders whose voting rights were resumed at the end of the reporting period (if any)	0	
Shareholdings of top 10 shareholders						
Name of shareholder	Nature of shareholder	Shareholding percentage (%)	Number of shares	Number of shares subject to selling restrictions	Pledged, marked or frozen	
					Share status	Number
Guangdong Zhongshun Paper Group Co., Ltd.	Domestic non-state-owned legal person	28.61%	375,655,958			
Chung Shun Co.	Foreign legal person	20.30%	266,504,789			
Hong Kong Securities Clearing Co., Ltd.	Foreign legal person	4.87%	63,986,041			
Ernest Partners LLC — Client funds	Foreign legal person	0.79%	10,402,100			
Yue Yong	Domestic natural person	0.74%	9,665,241	7,248,930		
Deng Yingzhong	Domestic natural person	0.51%	6,752,811	5,064,608		
# Zhongshan Xinda Investment Management Co., Ltd.	Domestic non-state-owned legal person	0.47%	6,123,636			
Deng Guanbiao	Domestic natural person	0.38%	4,957,473	3,718,105		
Li Hong	Domestic natural person	0.33%	4,297,300		Pledge	4,200,000
#Zeng Haichun	Domestic natural person	0.32%	4,200,000			
Shareholdings of top 10 shareholders not subject to selling restrictions						
Name of shareholder		Number of shares not subject to selling restrictions			Type of shares	

		Type of shares	Number
Guangdong Zhongshun Paper Group Co., Ltd.	375,655,958	RMB-denominated ordinary shares	375,655,958
Chung Shun Co.	266,504,789	RMB-denominated ordinary shares	266,504,789
Hong Kong Securities Clearing Co., Ltd.	63,986,041	RMB-denominated ordinary shares	63,986,041
Ernest Partners LLC — Client funds	10,402,100	RMB-denominated ordinary shares	10,402,100
# Zhongshan Xinda Investment Management Co., Ltd.	6,123,636	RMB-denominated ordinary shares	6,123,636
Li Hong	4,297,300	RMB-denominated ordinary shares	4,297,300
#Zeng Haichun	4,200,000	RMB-denominated ordinary shares	4,200,000
Cheng'an Asset Management Co., Ltd. — Cheng'an 99 Chuancheng No. 1 Private Equity Securities Investment Fund	3,999,913	RMB-denominated ordinary shares	3,999,913
#Chen Ruiqiang	3,667,600	RMB-denominated ordinary shares	3,667,600
ABC — CSI Smallcap 500 ETF	3,658,989	RMB-denominated ordinary shares	3,658,989
Description on the related relationship or parties acting-in-concert arrangements among the above shareholders	<p>1. Among the top ten shareholders mentioned above, Mr. Deng Yingzhong and Mr. Deng Guanbiao are among the actual controllers of the Company; Guangdong Zhongshun Paper Group Co., Ltd. and Chung Shun Co. are the enterprises controlled by actual controllers of the Company, i.e. Mr. Deng Yingzhong, Deng Guanbiao and Deng Guanjie. That is, Guangdong Zhongshun Paper Group Co., Ltd. and Chung Shun Co. are related parties. Mr. Yue Yong is an incumbent senior manager of the Company.</p> <p>2. Except for the above situation, it is unknown to the Company whether there is related party relationship among other shareholders, or whether there is acting-in-concert among other shareholders as stipulated in the <i>Administrative Measures for the Disclosure of Information on Changes in Shareholders' Shareholding of Listed Companies</i>.</p>		
Description on the top 10 shareholders' participation in margin trading and securities lending business (if any)	<p>1. The Company's shareholder Zhongshan Xinda Investment Management Co., Ltd. holds 6,120,602 shares through a client credit transaction guarantee securities account.</p> <p>2. The Company's shareholder Zeng Haichun holds 4,000,000 shares through a client credit transaction guarantee securities account.</p> <p>3. The Company's shareholder Chen Ruiqiang holds 843,500 shares through a client credit transaction guarantee securities account.</p> <p>Note: There is a special repurchase account "C&S Paper Special Repurchase Securities Account" among the top 10 shareholders. As of the end of the reporting period, this repurchase account held 26,758,987 shares, with a shareholding ratio of 2.04%. Pursuant to relevant regulations, it is not included in the list of top 10 shareholders.</p>		

(II) Total number of preferred shareholders and shareholdings of top 10 preferred shareholders

Applicable Not applicable

III. Other Significant Matters

Applicable Not applicable

No.	Announcement time	Announcement name	Announcement number	Disclosure media
1	January 6, 2022	<i>Announcement on Expiration of Share Repurchase Period and Results of Share Repurchase</i>	2022-01	<i>Securities Times,</i>

2	March 1, 2022	<i>Annual Performance Bulletin 2021</i>	2022-02	<i>Securities Daily, China Securities Journal, Shanghai Securities News and http://www.cninfo.com.cn</i>
3	March 16, 2022	<i>Announcement on the Repurchase and Deregistration Completion of Partial Reserved Restricted Stocks under the 2018 Stock Option and Restricted Stock Incentive Plan</i>	2022-03	
4	March 23, 2022	<i>Announcement on Reduction of Company Shares by Directors and Senior Management Through Block Transactions</i>	2022-04	
5	March 25, 2022	<i>Announcement on the Resignation of the Director, the Vice President and the Representative of Securities Affairs of the Company</i>	2022-05	
6	March 31, 2022	<i>Announcement on Holding Subsidiary Obtaining the High-tech Enterprise Certificate (Renewal)</i>	2022-06	
7	April 1, 2022	<i>Announcement on the Company's Completion of the Industrial and Commercial Change Registration</i>	2022-07	

IV. Quarterly Financial Statements

(I) Financial statements

1. Consolidated balance sheet

Prepared by: C&S Paper Co., Ltd.

March 31, 2022

Unit: RMB

Item	Balance at the end of the period	Balance at the beginning of the period
Current assets:		
Monetary funds	956,047,784.07	875,052,493.12
Settlement reserve		
Lending to banks and other financial institutions		
Tradable financial assets	8,884.68	
Derivative financial assets		
Notes receivable	42,923,202.66	2,327,060.20
Accounts receivable	901,200,027.82	1,177,831,399.28
Accounts receivable financing		
Prepayments	23,257,654.83	36,685,769.73
Premium receivable		
Reinsurance payables		
Reinsurance contract reserves receivable		
Other receivables	14,512,618.72	12,353,794.41
Including: Interest receivable		
Dividends receivable		
Financial assets held under resale agreements		
Inventory	1,381,955,124.49	1,467,631,516.95
Contract assets		
Assets held for sale		57,073,059.69
Non-current assets due within one year		
Other current assets	259,976,695.43	123,530,879.96

Total current assets	3,579,881,992.70	3,752,485,973.34
Non-current assets:		
Loans and advances to customers		
Investments in creditor's rights		
Investments in other creditor's rights		
Long-term receivable		
Long-term equity investment		
Investment in other equity instruments		
Other non-current financial assets		
Investment property	32,779,260.69	33,138,481.74
Fixed assets	3,164,970,508.90	3,129,371,506.40
Construction work in progress	79,959,519.56	134,875,696.94
Productive biological assets		
Oil & gas assets		
Right-of-use assets	14,538,125.12	14,300,520.77
Intangible assets	166,827,310.58	168,453,928.11
Development expenses		
Goodwill	64,654.15	64,654.15
Long-term deferred expenses	17,216,999.94	16,762,904.09
Deferred income tax assets	186,623,857.31	182,185,944.85
Other non-current assets	76,326,127.40	91,642,363.45
Total non-current assets	3,739,306,363.65	3,770,796,000.50
Total assets	7,319,188,356.35	7,523,281,973.84
Current liabilities:		
Short-term borrowings	38,500,000.00	
Borrowings from PBC		
Placements from banks and other financial institutions		
Tradable financial liabilities		
Derivative financial liabilities		
Notes payable	400,228,927.06	334,969,632.58
Accounts payable	741,278,632.32	829,113,780.31
Payments received in advance		
Contract liabilities	58,498,770.54	164,360,443.34
Proceeds from financial assets sold under repo		
Customer bank deposits and due to banks and other financial institutions		
Funds from securities trading agency		
Funds from securities underwriting agency		
Employee remuneration payable	66,612,856.89	139,551,406.46
Tax and fees payable	96,841,478.76	107,184,810.97
Other payables	699,283,272.06	854,872,178.78
Including: Interests payable		
Dividends payable	1,352,746.20	1,352,746.20

Transaction fee and commission receivable		
Reinsurance payable		
Liabilities held for sale		
Non-current liabilities due within one year	9,544,758.08	8,616,487.38
Other current liabilities	7,474,321.44	21,250,613.29
Total current liabilities	2,118,263,017.15	2,459,919,353.11
Non-current liabilities:		
Insurance contract reserves		
Long-term borrowings		
Bonds payable		
Including: Preference shares		
Perpetual bonds		
Lease liabilities	6,052,690.50	5,565,928.14
Long-term payable		
Long-term employee remuneration payable		
Provision		
Deferred income	100,698,328.79	104,483,429.54
Deferred income tax liabilities	49,233,321.29	46,514,550.50
Other non-current liabilities		
Total non-current liabilities	155,984,340.58	156,563,908.18
Total liabilities	2,274,247,357.73	2,616,483,261.29
Owner's equity:		
Share capital	1,312,856,093.00	1,312,457,555.00
Other equity instruments		
Including: Preference shares		
Perpetual bonds		
Capital reserve	945,219,956.50	940,742,686.19
Less: Treasury shares	722,243,283.39	722,243,283.39
Other comprehensive income		
Special reserves		
Surplus reserves	106,984,275.42	106,984,275.42
General reserves		
Retained earnings	3,398,957,693.06	3,265,611,428.36
Total equity attributable to owners of the parent company	5,041,774,734.59	4,903,552,661.58
Equities of minority shareholders	3,166,264.03	3,246,050.97
Total owner's equity	5,044,940,998.62	4,906,798,712.55
Total liabilities and owners' equities	7,319,188,356.35	7,523,281,973.84

Legal representative: Liu Peng Person in charge of accounting: Xu Xianjing Person in charge of accounting department: Dong Ye

2. Consolidated income statement

Unit: RMB

Item	Incurred in the current period	Incurred in the prior period
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I. Total Operating Income	1,884,339,300.88	2,102,126,213.63
Including: Operating income	1,884,339,300.88	2,102,126,213.63
Interest income		
Gross earned premiums		
Service charge and commission income		
II. Total Operating Cost	1,738,812,664.25	1,780,296,793.30
Including: Operating costs	1,266,000,074.36	1,251,617,377.48
Interest expenses		
Service charge and commission expenses		
Surrender value		
Net compensation expenses		
Net appropriation of insurance reserve		
Policy dividends expenses		
Reinsurance costs		
Tax and surcharges	12,558,211.99	14,137,632.18
Selling expenses	333,729,274.14	390,859,318.46
Administrative expenses	79,277,066.68	80,160,355.50
R&D expenses	48,720,586.77	46,934,742.68
Finance expenses	-1,472,549.69	-3,412,633.00
Including: Interest fees	178,781.10	560,643.01
Interest income	2,754,875.87	3,557,538.70
Plus: Other income	8,030,856.86	5,114,016.80
Return on investment ("-" indicates loss)	173,828.14	307,027.09
Including: Return on investment in associates and joint ventures		
Income from the derecognition of financial assets measured at amortized cost		
Exchange gains ("-" indicates loss)		
Gains from net exposure hedging ("-" indicates loss)		
Gains from changes in fair value ("-" indicates loss)	-2,901.12	
Credit impairment losses ("-" indicates loss)	6,918,082.21	4,712,725.04
Asset impairment losses ("-" indicates loss)	-366,142.72	-2,120,452.13
Return on disposal of assets ("-" indicates loss)	23,232.86	49,228.12
III. Operating Profit ("-" indicates loss)	160,303,592.86	329,891,965.25
Plus: Non-operating income	960,172.21	736,192.94
Less: Non-operating expenditure	1,150,127.35	1,565,921.89
IV. Total Profit ("-" indicates total loss)	160,113,637.72	329,062,236.30
Less: Income tax expense	26,847,159.96	57,939,433.31
V. Net Profit ("-" indicates net loss)	133,266,477.76	271,122,802.99

i. Classified by operation continuity		
1. Net profit from continued operation ("- " indicates net loss)	133,266,477.76	271,122,802.99
2. Net profit from discontinued operation ("- " indicates net loss)		
ii. Classified by attribution of ownership		
1. Net profit attributable to owners of the parent company	133,346,264.70	271,122,802.99
2. Minority shareholders' profits and losses	-79,786.94	
VI. Net Amount of Other Comprehensive Income after Tax		
Total other comprehensive after-tax net income attributable to owners of the parent company		
i. Other comprehensive income not able to be reclassified into the profit or loss		
1. Changes of re-measurement of the defined benefit plan		
2. Other comprehensive income that cannot be transferred into the profit or loss under equity method		
3. Changes in fair value of investment in other equity instruments		
4. Changes in fair value of credit risk of the enterprise		
5. Others		
ii. Other comprehensive income reclassified into the profit or loss		
1. Other comprehensive income to be transferred into the profit or loss under equity method		
2. Changes in fair value of investment in other creditor's rights		
3. Financial assets reclassified into other comprehensive income		
4. Impairment provision for credit of investment in other creditor's rights		
5. Reserve of cash flow hedge		
6. Converted difference in foreign currency financial statements		
7. Others		
Total other comprehensive after-tax net income attributable to minority shareholders		
VII. Total Comprehensive Income	133,266,477.76	271,122,802.99
Total comprehensive income attributable to owners of the parent company	133,346,264.70	271,122,802.99
Total comprehensive income	-79,786.94	

attributable to minority shareholders		
VIII. Earnings per Share:		
i. Basic earnings per share	0.10	0.21
ii. Diluted earnings per share	0.10	0.21

For business combinations of the current period under common control, the net profit realized by the combined party before the combination is: RMB0.00; the net profit realized by the combined party in last period is: RMB0.00.

Legal Representative: Liu Peng Person in charge of accounting: Xu Xianjing Person in charge of accounting department: Dong Ye

3. Consolidated cash flow statement

Unit: RMB

Item	Incurred in the current period	Incurred in the prior period
I. Cash Flows from Operating Activities:		
Cash received from sale of goods or rendering of services	2,013,189,894.59	2,255,658,189.93
Net increase in deposits from customers, banks and non-bank financial institutions		
Net increase in due to central banks		
Net increase in placements from other financial institutions		
Cash received from the premium of direct insurance contracts		
Net cash from reinsurance business		
Net increase in deposits and investment of the insured		
Cash obtained from interest, net fee and commission		
Net increase in placements from banks and other financial institutions		
Net increase in repo service fund		
Net cash from agent securities trading		
Tax rebates		
Cash received related to other operating activities	20,775,921.90	36,911,315.21
Sub-total of cash inflow from operating activities	2,033,965,816.49	2,292,569,505.14
Cash paid for goods purchased and services rendered	1,135,854,564.52	1,359,556,274.91
Net loans and advances to customers		
Net increase in deposits with the central bank, banks and non-bank financial institutions		
Cash paid for claims of direct insurance contracts		
Net increase in placements with banks and non-bank financial institutions		
Cash paid for interest, fee and		

commission		
Cash paid for dividends of the insured		
Cash paid to and on behalf of employees	272,517,814.87	246,734,126.07
Tax payments	130,061,335.22	142,572,370.03
Cash payments related to other operating activities	248,051,666.65	208,801,567.90
Sub-total of cash outflow from operating activities	1,786,485,381.26	1,957,664,338.91
Net cash flows from operating activities	247,480,435.23	334,905,166.23
II. Cash Flows from Investing Activities:		
Cash from realization of investment		
Cash received from the return on investments	180,495.09	307,027.09
Net cash received from the disposal of fixed assets, intangible assets, and other long-term assets	4,408.13	9,758,000.00
Net amount of cash received from the disposal of subsidiaries and other operating organizations		
Cash received related to other investing activities	41,239,541.68	50,000,000.00
Sub-total of cash inflow from investing activities	41,424,444.90	60,065,027.09
Cash paid for the acquisition and construction of fixed assets, intangible assets, and other long-term assets	78,770,349.25	177,953,975.15
Cash paid for investments		
Net increase in pledged loans		
Net amount of cash paid for acquisition of subsidiaries and other operating organizations		
Cash payments related to other investing activities	170,000,000.00	10,029,000.00
Sub-total of cash outflow from investing activities	248,770,349.25	187,982,975.15
Net cash flows from investing activities	-207,345,904.35	-127,917,948.06
III. Cash Flows from Financing Activities:		
Cash received from capital contribution	5,347,319.15	10,255,276.29
Including: Proceeds received by subsidiaries from minority shareholders' investment		
Cash received from borrowings	38,500,000.00	
Cash received related to other financing activities		
Sub-total of cash inflow from financing activities	43,847,319.15	10,255,276.29
Cash paid for repayments of borrowings		52,896,691.35

Cash payment for interest expenses and distribution of dividends or profits		440,172.97
Including: Dividend and profit paid by subsidiaries to minority shareholders		
Cash payments related to other financing activities	8,894,699.62	224,755,027.30
Sub-total of cash outflow from financing activities	8,894,699.62	278,091,891.62
Net cash flows from financing activities	34,952,619.53	-267,836,615.33
IV. Effect of Exchange Rate Changes on Cash and Cash Equivalents	-994,226.31	1,326,022.34
V. Net Increase in Cash and Cash Equivalents	74,092,924.10	-59,523,374.82
Plus: Opening balance of cash and cash equivalents	797,797,675.70	1,050,034,135.72
VI. Closing Balance of Cash and Cash Equivalents	871,890,599.80	990,510,760.90

(II) Report auditing

Whether the First Quarter Report has been audited

Yes No

The First Quarter Report of the Company has not been audited.

Board of Directors of C&S Paper Co., Ltd.

April 28, 2022

If there are any ambiguities, the Chinese version shall prevail.