

Stock code: 000045, 200045 Stock Abbreviation: Shen Textile A, Shen Textile B Announcement No.: 2022-30

Shenzhen Textile (Holdings) Co., Ltd.

Summary of the Semi-Annual Report 2022

I. Important notes

The summary is abstract from full-text of summary of the semi-annual report, for more details information, investors should found in the full-text of annual report that published on website of Shenzhen Stock Exchange and other website appointed by CSRC.

Non-standard auditor' s opinion

Applicable Not applicable

Preliminary plan for profit distribution to the common shareholders or turning the capital reserve into the share capital for the reporting period, which has been reviewed and approved at the board meeting

Applicable Not applicable

The Company has no plan of cash dividends carried out, bonus issued and capitalizing of common reserves either.

Preliminary plan for profit distribution to the preference shareholders for the reporting period which has been reviewed and approved at the board meeting

Applicable Not applicable

II. Basic information about the company

1. Company profile

Stock abbreviation	Shen Textile A, Shen Textile B	Stock code	000045,200045
Stock exchange for listing	Shenzhen Stock Exchange		
Contact person and contact manner	Board secretary	Securities affairs Representative	
Name	Jiang Peng	Li Zhenyu	
Office Address	6/F, Shenfang Building, No.3 Huaqiang North Road, Futian District, Shenzhen	6/F, Shenfang Building, No.3 Huaqiang North Road, Futian District, Shenzhen	
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2. Major accounting data and financial indicators

May the Company make retroactive adjustment or restatement of the accounting data of the previous years

Yes No

	Reporting period	Same period of last year	YoY+/- (%)
Operating income (RMB)	1,445,137,309.09	1,101,536,407.38	31.19%
Net profit attributable to the shareholders of the listed company (RMB)	42,433,525.10	76,603,074.39	-44.61%

Net profit after deducting of non-recurring gain/loss attributable to the shareholders of listed company (RMB)	34,970,975.47	61,814,528.89	-43.43%
Cash flow generated by business operation, net (RMB)	79,438,234.59	-52,643,536.25	250.90%
Basic earning per share(RMB/Share)	0.0838	0.1509	-44.47%
Diluted gains per share(RMB/Share)(RMB/Share)	0.0838	0.1509	-44.47%
Weighted average ROE(%)	1.50%	2.74%	-1.24%
	As at the end of the reporting period	As at the end of last year	YoY+/- (%)
Total assets (RMB)	5,690,609,337.03	5,496,647,107.83	3.53%
Net assets attributable to shareholder of listed company (RMB)	2,833,979,078.56	2,816,795,889.89	0.61%

3.Shareholders and shareholding

In Shares

Total number of common shareholders at the end of the reporting period	26,670	Total number of preferred shareholders that had restored the voting right at the end of the reporting period (if any) (note 8)	0			
Particulars about shares held above 5% by shareholders or top ten shareholders						
Shareholders	Nature of shareholder	Proportion of shares held (%)	Number of shares held at period -end	Amount of restricted shares held	Number of share pledged/frozen	
					State of share	Amount
Shenzhen Investment Holdings Co., Ltd.	State-owned legal person	46.21%	234,069,436			
Shenzhen Shenchao Technology Investment Co., Ltd.	State-owned Legal person	3.18%	16,129,032			
Sun Huiming	Domestic Nature person	1.19%	6,008,653			
Deng Yan	Domestic Nature person	1.17%	5,928,200			
Su Weipeng	Domestic Nature person	0.68%	3,423,010		Pledge	2,800,000
Zhang Muxiu	Domestic Nature person	0.45%	2,298,800			
Qi Jianhong	Domestic Nature person	0.44%	2,218,800			
Hou Xiulan	Domestic Nature person	0.38%	1,946,191			
Wang Zhongjing	Domestic Nature person	0.37%	1,872,900			
Li Zengmao	Domestic Nature person	0.35%	1,760,097			
Explanation on shareholders participating in the margin trading business	Among the top 10 common shareholders, Shenzhen Investment Holdings Co., Ltd. and Shenzhen Shenchao Technology Investment Co., Ltd. do not constitute a concerted party relationship. In addition, the company does not know whether there is an associated relationship among the top 10 ordinary shareholders, and between the top 10 ordinary shareholders and the top 10 shareholders, or whether they are persons taking concerted action defined in Administrative Measures for the Acquisition of Listed Companies.					

4. Change of the controlling shareholder or the actual controller

Change of the controlling shareholder in the reporting period

 Applicable Not Applicable

There was no any change of the controlling shareholder of the Company in the reporting period.

Change of the actual controller in the reporting period

 Applicable Not applicable

There was no any change of the actual controller of the Company in the reporting period.

5. Number of preference shareholders and shareholdings of top 10 of them Applicable Not applicable

No preference shareholders in the reporting period

6 The status of bonds remaining on the date of approval of the semiannual report Applicable Not applicable**III. significant events****1. Progress of polarizer industrialization project for ultra-large TV (Line 7)**

During the reporting period, the technical indicators such as yield and loss rate of Line 7 improved month by month, the production capacity increased, and the Company's operating performance improved month by month. The main products of Line 7 have been verified by customers, the order volume has gradually increased, and the unit manufacturing cost of products has gradually decreased. With the smooth progress of Line 7 ramp-up, it will have a positive follow-up impact on the Company's operating performance.

2. Regarding the investment in the construction of the RTS rear cutting production line

In 2021, upon careful demonstration, the Company increased investment in the construction of a cutting production line at the back-end of RTS, with a total investment of no more than RMB 30 million; As of June 30, 2022, the signed contract amount was RMB 25,402,400, and the actual payment was RMB 19,789,800; As of June 30, 2022, the Company has overcome the adverse effects caused by the pandemic. At present, the main equipment of the project has been manufactured and mobilized, and the follow-up installation and commissioning are being carried out in an orderly manner according to the construction and production schedule of the customer's production line.

3. The disposal of assets of the joint venture company Xieli Automobilemobile Co., Ltd.

Shenzhen Xieli Automobilemobile Enterprise Co., Ltd. (hereinafter referred to as "Shenzhen Xieli") is a Sino-foreign joint venture invested and established by the company and Hong Kong Xieli Maintenance Company in 1981, with a registered capital of 3.12 million yuan, and the company holds 50% of the equity. The company's operating period ended in 2008, and its business license was revoked in 2014. The company's main asset is real estate. The industrial and commercial license of Shenzhen Xieli was cancelled in March 2020, but there are still three properties under its name, the disposal of which is required to be resolved after further consultation between the shareholders of both parties.

On July 26, 2021, the Company filed a lawsuit with Yantian District People's Court in Shenzhen City, Guangdong Province to revoke the cancellation of Shenzhen Xieli Automobilemobile Enterprise Co., Ltd. approved by Shenzhen Administration for Market Regulation on March 9, 2020, on which the court gave a judgment on November 21, 2021 to revoke the cancellation of Shenzhen Xieli Automobilemobile Enterprise Co., Ltd. approved by Shenzhen Administration for Market Regulation. On December 3 and December 6, 2021, Hong Kong Xili and Shenzhen Market Supervision Administration submitted appeals to the Shenzhen Intermediate People's Court,

respectively. On April 18, 2022, the Company received the notice of the second trial from Shenzhen Intermediate People's Court. The case was heard in the second instance on April 27, 2022. The Shenzhen Intermediate People's Court made the judgment on June 28, 2022: I. Revoke the administrative judgment Y0308 XC No.1883 of the People's Court of Yantian District, Shenzhen City, Guangdong Province (2021); II. Remand to Yantian District People's Court, Shenzhen City, Guangdong Province for retrial. On July 22, 2022, the Company received the summons from Yantian District People's Court, Shenzhen City, Guangdong Province, and the trial of this case is scheduled on August 25, 2022.

4.Reduction of the rent of the Company's own property in response to COVID-19 pandemic

In order to jointly respond to the pandemic and actively fulfill social responsibilities, according to Several Measures of Shenzhen on Further Helping Market Subjects to Solve Problems in Response to COVID-19 (SF [2022] No.28) issued by Shenzhen Municipal Government, and in accordance with the relevant work requirements of Shenzhen SASAC, the Company has formulated the implementation plan of rent reduction and exemption for the self-owned property of the Company and its wholly-owned enterprises, to tide over the difficulties with market subjects and help win the war of epidemic prevention and control.

The impact of the property rent reduction of the Company and its wholly-owned enterprises on the Company's operating income in 2022 is expected to be no more than RMB 30.35 million, accounting for about 1.3% of the audited operating income in 2021; The impact on the Company's net profit attributable to its parent company in 2022 is estimated to be about RMB 30.24 million, accounting for about 49.4% of the audited net profit attributable to its parent company in 2021. The impact of this rent reduction on the Company's operating income and net profit attributable to its parent company in 2022 is the unaudited estimated data, which is only used by investors to understand the impact of this rent reduction on the Company, and it's subject to the actual executed amount. For details, please refer to the Company's announcement No. 2022-19 on CNINF (<http://www.cninfo.com.cn>).

5.The progress of the lawsuit of the Company and its holding subsidiaries v. Jinhang Fund v. SAPO Photoelectric for dissolution dispute

In July 2022, the Company and its holding subsidiary SAPO Photoelectric respectively received the legal documents such as Notice of Participation in Litigation, Notice of Response to Action, Summon and Civil Complaint, with a case number of (2022) Y0310 MC No. 3507, served by Pingshan District People's Court, Shenzhen City, Guangdong Province, and were informed that the court had accepted Hangzhou Jinhang Equity Investment Fund Partnership (Limited Partnership) (hereinafter referred to as "Jinhang Fund") v. SAPO Photoelectric for dissolution dispute, and the Company was informed to participate in the lawsuit as a party to the case, and SAPO Photoelectric was informed to respond as the defendant to the case. For details, please refer to the Company's Announcement No. 2022-20 on CNINF (<http://www.cninfo.com.cn>).

The case was heard in Pingshan District People's Court, Shenzhen City, Guangdong Province at 9: 30 on July 15, 2022, and no judgment has yet been made.

6.Progress in subsidiaries participating in the establishment of industrial funds

On November 16, 2017, the company's controlling subsidiary SAPO Photoelectric signed the Changxing Junying Equity Investment Partnership (Limited Partnership) Agreement with the fund manager Huizhi Investment Management Co., Ltd, general partner Jinxin Investment Co., Ltd and other limited partners, and co-sponsored the establishment of an industrial fund, focusing on the optical film industry chain related projects related to the company's main business, with a fund size of 50 million yuan. SAPO Photoelectric, as one of the limited partners of the industrial fund, subscribed for a capital contribution of 28.5 million yuan. For details Juchao Website: (<http://www.cninfo.com.cn>. (Announcement No.2017--55).

On February 10, 2018, Changxing Junying Equity Investment Partnership completed the industrial and commercial registration and completed the private equity investment fund registration on February 8, 2018. For details Juchao Website: (<http://www.cninfo.com.cn>. (Announcement No.2018--05).

In order to optimize the strategic layout and supplement the working capital, SAPO Photoelectric and Hangzhou Yuanzhen Investment Management Co., Ltd. (hereinafter referred to as Yuanzhen Investment) signed the

Transfer Agreement on Property Share of Changxing Junying Equity Investment Partnership (Limited Partnership) on July 11, 2022, and transferred the share of Changxing Fund held by SAPO Photoelectric to Yuanzhen Investment at a transaction consideration of RMB 28.5 million. After this property share transfer, the Company will withdraw from Changxing Fund and no longer hold the partnership share of Changxing Fund. For details, please refer to the Company's Announcement No.2022-21 on Juchao Information Network (<http://www.cninfo.com.cn>).

The Board of Directors of Shenzhen Textile (Holdings) Co., Ltd.
August 25, 2022