



C&S PAPER CO.,LTD.

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Third Quarter Report

C&S Paper Co., Ltd.
Third 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 Third 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	Changes over same period of previous year	Beginning of the year to end of current period	Changes over same period of previous year
Operating income (RMB)	1,746,327,067.87	-13.86%	6,113,945,181.48	-2.56%
Net profit attributable to shareholders of the listed company (RMB)	46,869,615.07	-39.34%	274,509,320.42	-43.33%
Net profit attributable to shareholders of the listed company after deducting non-recurring profit and loss (RMB)	30,063,247.43	-61.06%	250,628,279.09	-47.37%
Net cash flow from operating activities (RMB)	—	—	469,682,731.45	-46.57%
Basic earnings per share (RMB/share)	0.04	-33.33%	0.21	-43.24%
Diluted earnings per share (RMB/share)	0.04	-33.33%	0.21	-43.24%
Weighted average return on net assets	0.95%	-0.57%	5.43%	-4.32%
	End of current period	End of previous year	Changes over end of previous year	
Total assets (RMB)	7,785,687,303.15	7,523,281,973.84	3.49%	
Owner's equity attributable to shareholders of the listed company (RMB)	5,092,706,229.74	4,903,552,661.58	3.86%	

(II) Non-recurring items and amounts

Applicable Not applicable

Unit: RMB

Item	Amount of current period	Amount from beginning of the year to end of current period	Description
Profits/losses from the disposal of non-current asset (including the write-off that accrued for impairment of assets)	476,241.68	-1,847,059.87	
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)	7,664,138.13	20,015,312.60	
Profits/losses from assets entrusted to others for investment or management		183,493.42	
Except for effectively hedging business related to normal business operations of the Company, gain or loss arising from the change in the fair value of financial assets held for trading, derivative financial assets, financial liabilities held for trading, derivative	-67,399.64	-67,399.64	

financial liabilities, and other non-current financial assets, as well as investment income or loss produced from the disposal of the aforesaid financial assets and liabilities			
Other non-operating income and expenses except for the aforementioned items	12,101,026.91	10,733,317.35	
Less: Influence of income tax	3,367,639.44	5,136,622.53	
Total	16,806,367.64	23,881,041.33	--

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

(I) Balance sheet items

Notes receivable: This item recorded an increase of RMB6,389,631.97 or 274.58% 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.

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 of assets held for sale during the reporting period.

Other current assets: This item recorded an increase of RMB205,207,584.41 or 166.12% in the reporting period compared with the end of 2021, mainly owing to the increase in the principals of wealth management products during the reporting period.

Long-term deferred expenses: This item recorded a decrease of RMB5,654,858.01 or 33.73% in the reporting period compared with the end of 2021, mainly owing to the decrease in long-term deferred items during the reporting period.

Other non-current assets: This item recorded a decrease of RMB33,252,330.60 or 36.28% in the reporting period compared with the end of 2021, mainly owing to the decrease in prepayments for engineering equipment during the reporting period.

Short-term borrowing: This item recorded an increase of RMB201,500,000.00 or 100.00% in the reporting period compared with the end of 2021, mainly owing to the increase in advance discount of bank acceptance bills during the reporting period.

Tradable financial liabilities: This item recorded an increase of RMB65,000.00 or 100.00% in the reporting period compared with the end of 2021, mainly owing to changes in financial instruments during the reporting period.

Contract liabilities: This item recorded a decrease of RMB77,778,697.79 or 47.32% in the reporting period compared with the end of 2021, mainly owing to the decrease in advance received from customers during the

reporting period.

Tax and fees payable: This item recorded a decrease of RMB53,846,632.28 or 50.24% in the reporting period compared with the end of 2021, mainly owing to the decrease in value added tax during the reporting period.

Non-current liabilities due within one year: This item recorded an increase of RMB3,627,373.27 or 42.10% in the reporting period compared with the end of 2021, mainly owing to the increase in lease liabilities due within one year during the reporting period.

Non-current liabilities: This item recorded a decrease of RMB10,070,497.75 or 47.39% in the reporting period compared with the end of 2021, mainly owing to the decrease of taxes to be charged off during the reporting period.

Lease liabilities: This item recorded a decrease of RMB2,027,338.65 or 36.42% in the reporting period compared with the end of 2021, mainly owing to the increase in the reclassification of lease liabilities to non-current liabilities due within one year during the reporting period.

(II) Income statement items

Financial expenses: This item recorded an increase of RMB7,175,743.09 or 252.37% from the beginning of the year to the end of 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 RMB5,506,989.69 or 34.47% from the beginning of the year to the end of the reporting period compared with the same period in 2021, mainly owing to the increase in government subsidies during the reporting period.

Return on investment: This item recorded a decrease of RMB175,022.21 or 48.82% from the beginning of the year to the end of the reporting period compared with the same period in 2021, mainly owing to the decrease in returns on wealth management products during the reporting period.

Income from changes in fair value: This item recorded a decrease of RMB67,357.16 or 100.00% from the beginning of the year to the end of the reporting period compared with the same period in 2021, mainly owing to the changes of financial instruments during the reporting period.

Credit impairment loss: This item recorded a decrease of RMB7,745,525.49 or 2111.64% from the beginning of the year to the end of the reporting period compared with the same period in 2021, mainly owing to the decrease in accrued credit impairment losses of accounts receivable during the reporting period.

Return on disposal of assets: This item recorded a decrease of RMB273,669.12 or 88.38% from the beginning of the year to the end of the reporting period compared with the same period in 2021, mainly owing to the increase in the loss from fixed asset disposal during the reporting period.

Non-operating income: This item recorded an increase of RMB11,293,830.02 or 371.38% from the beginning of the year to the end of the reporting period compared with the same period in 2021, mainly owing to the increase of carbon emission quota revenue during the reporting period.

Non-operating expense: This item recorded a decrease of RMB3,168,084.17 or 33.34% from the beginning of the year to the end of the reporting period compared with the same period in 2021, mainly owing to the decrease in

donations during the reporting period.

Income tax expenses: This item recorded a decrease of RMB29,208,042.22 or 42.59% from the beginning of the year to the end of the reporting period compared with the same period in 2021, mainly owing to the decrease in total profit during the reporting period.

(III) Cash flow statement items

Net cash flows from operating activities: This item recorded a decrease of RMB409,440,357.47 or 46.57% from the beginning of the year to the end of the reporting period compared with the same period in 2021, mainly owing to the increase in payment for materials during the reporting period.

Net cash flows from financing activities: This item recorded an increase of RMB752,809,827.38 or 102.81% from the beginning of the year to the end of 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		135,254		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 of shares	
Guangdong Zhongshun Paper Group Co., Ltd.	Domestic non-state-owned legal person	28.58%	375,655,958				
Chung Shun Co.	Foreign legal person	20.28%	266,504,789				
Hong Kong Securities Clearing Co., Ltd.	Foreign legal person	3.65%	47,989,448				
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		Pledged		4,200,000

	person					
ABC — CSI Smallcap 500 ETF	Others	0.29%	3,829,289			
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 of shares			
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.	47,989,448	RMB-denominated ordinary shares	47,989,448			
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			
ABC — CSI Smallcap 500 ETF	3,829,289	RMB-denominated ordinary shares	3,829,289			
# Chen Ruiqiang	3,667,600	RMB-denominated ordinary shares	3,667,600			
ICBC — CSI Main Consumer Staples ETF	3,619,684	RMB-denominated ordinary shares	3,619,684			
Yuan Xuemei	3,592,000	RMB-denominated ordinary shares	3,592,000			
Description on the related relationship or parties acting-in-concert arrangements among the above shareholders	<p>1. Among the top 10 shareholders mentioned above, Guangdong Zhongshun Paper Group Co., Ltd. and Chung Shun Co. are the enterprises controlled by actual controllers of the Company, i.e. 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. 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 (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 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

1. The Company reduced its registered capital and completed the industrial and commercial registration of changes

During the third unlock period for restricted shares in the first grant under the *2018 Stock Option and Restricted Stock Incentive Plan*, 34 incentive recipients were unable to unlock the shares since they left the Company; 37 incentive participants were unable to unlock all the shares since they passed the performance appraisal but failed to get a full mark and therefore could only unlock shares proportioned to their mark; 1 incentive participant was unable to unlock the shares since he failed to pass performance appraisal; 1 incentive participant has been elected as the supervisor of the Company and therefore no longer has incentive qualification. As a result, the Company had to repurchase and cancel 501,088 restricted shares that had been granted but not unlocked. The Company's registered capital decreased by RMB501,088, from RMB1,309,787,822 to RMB1,309,286,734. The Company's total share capital decreased from RMB1,309,787,822 to RMB1,309,286,734. In September 2022, the Company has completed the industrial and commercial registration of changes in the above matters and obtained a new business license. For details, please refer to the Announcement on Capital Reduction (Announcement No. 2022-38) and Announcement on the Completion of Industrial and Commercial Change Registration (2022-49) disclosed by the Company on <http://www.cninfo.com.cn>.

2. Deregistration of partial stock options of the Company

Before the exercise of the third phase of stock options granted for the first time in the Company's *2018 Stock Option and Restricted Stock Incentive Plan*, 273 incentive recipients were unable to exercise the options since they left the Company; 6 incentive participant was unable to exercise the options since they failed to pass performance appraisal; 452 incentive participants were unable to exercise the options since they passed the performance appraisal but failed to get a full mark and therefore could only exercise options proportioned to their mark. As a result, The Board of Directors of the Company agreed to deregister 633,088 stock options granted to the 731 incentive participants but not yet exercised. In July 2022, the deregistration of the above 633,088 stock options was completed upon the verification and confirmation of China Securities Depository and Clearing Corporation Limited Shenzhen Branch. For details, please refer to the Announcement on Completion of Cancellation of Some of the First Granted Stock Options of the Company's 2018 Stock Option and Restricted Stock Incentive Plan (Announcement No. 2022-39) disclosed by the Company on <http://www.cninfo.com.cn>.

3. Changes in accounting policies of the Company

The Company makes corresponding changes according to the interpretation of relevant accounting standards for business enterprises issued by the Ministry of Finance, which will not have a significant impact on the Company's financial situation, operating results and cash flows. For details, please refer to the Announcement on Changes in Accounting Policies (Announcement No. 2022-42) disclosed by the Company on <http://www.cninfo.com.cn>.

4. Election of non-independent directors of the fifth Board of Directors

According to the relevant provisions of the Articles of Association, the Company elected Yu Ep. Rachel Jing as a non-independent director of the fifth Board of Directors. See the Announcement on Election of Non-Independent Directors of the Fifth Board of Directors (Announcement No. 2022-45) disclosed by the Company on <http://www.cninfo.com.cn> for details.

5. Investment in the establishment of holding subsidiaries

In order to further expand new business areas and promote the realization of the Company's long-term

development strategic objectives, the Company, together with Guangzhou Zhihecheng New Material Technology Co., Ltd., Guangdong Huichuang Zhiyuan Enterprise Management Co., Ltd. and Jiangmen Yutongda Trade Co., Ltd., established "Guangdong Huashun Material Technology Co., Ltd." to engage in the research, development, production and sales of new low-carbon packaging paper based materials. For details, please refer to the Announcement on the Establishment of Holding Subsidiaries and Related Transactions by Foreign Investment (Announcement No. 2022-44), the Announcement on the Progress of the Establishment of Holding Subsidiaries and Related Transactions by Foreign Investment (Announcement No. 2022-50), and the Announcement on the Completion of Industrial and Commercial Registration of Holding Subsidiaries (Announcement No. 2022-51) disclosed by the Company on <http://www.cninfo.com.cn>.

IV. Quarterly Financial Statements

(I) Financial statements

1. Consolidated balance sheet

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

September 30, 2022

Unit: RMB

Item	September 30, 2022	January 1, 2022
Current assets:		
Monetary funds	1,055,076,073.52	875,052,493.12
Settlement reserve		
Lending to banks and other financial institutions		
Tradable financial assets		
Derivative financial assets		
Notes receivable	8,716,692.17	2,327,060.20
Accounts receivable	845,651,292.34	1,177,831,399.28
Accounts receivable financing		
Prepayments	47,468,018.60	36,685,769.73
Premium receivable		
Reinsurance payables		
Reinsurance contract reserves receivable		
Other receivables	14,709,806.97	12,353,794.41
Including: Interest receivable		
Dividends receivable		
Financial assets held under resale agreements		
Inventory	1,735,106,870.56	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	328,738,464.37	123,530,879.96
Total current assets	4,035,467,218.53	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	32,060,818.59	33,138,481.74
Fixed assets	3,089,238,124.79	3,129,371,506.40
Construction work in progress	113,333,841.82	134,875,696.94
Productive biological assets		
Oil & gas assets		
Right-of-use assets	15,093,909.94	14,300,520.77
Intangible assets	216,515,448.68	168,453,928.11
Development expenses		
Goodwill	64,654.15	64,654.15
Long-term deferred expenses	11,108,046.08	16,762,904.09
Deferred income tax assets	214,415,207.72	182,185,944.85
Other non-current assets	58,390,032.85	91,642,363.45
Total non-current assets	3,750,220,084.62	3,770,796,000.50
Total assets	7,785,687,303.15	7,523,281,973.84
Current liabilities:		
Short-term borrowings	201,500,000.00	
Borrowings from PBC		
Placements from banks and other financial institutions		
Tradable financial liabilities	65,000.00	
Derivative financial liabilities		
Notes payable	376,775,684.18	334,969,632.58
Accounts payable	966,345,434.15	829,113,780.31
Payments received in advance		
Contract liabilities	86,581,745.55	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	147,225,959.86	139,551,406.46
Tax and fees payable	53,338,178.69	107,184,810.97
Other payables	681,845,763.57	854,872,178.78
Including: Interests payable		
Dividends payable	264,077.02	1,352,746.20
Transaction fee and commission receivable		
Reinsurance payable		
Liabilities held for sale		
Non-current liabilities due within one year	12,243,860.65	8,616,487.38
Other current liabilities	11,180,115.54	21,250,613.29
Total current liabilities	2,537,101,742.19	2,459,919,353.11
Non-current liabilities:		
Insurance contract reserves		
Long-term borrowings		
Bonds payable		
Including: Preference shares		
Perpetual bonds		
Lease liabilities	3,538,589.49	5,565,928.14
Long-term payable		
Long-term employee remuneration payable		
Provision		
Deferred income	102,202,787.21	104,483,429.54
Deferred income tax liabilities	47,844,117.72	46,514,550.50
Other non-current liabilities		
Total non-current liabilities	153,585,494.42	156,563,908.18
Total liabilities	2,690,687,236.61	2,616,483,261.29
Owner's equity:		
Share capital	1,314,249,269.00	1,312,457,555.00
Other equity instruments		
Including: Preference shares		
Perpetual bonds		
Capital reserve	955,312,310.29	940,742,686.19
Less: Treasury shares	695,407,782.57	722,243,283.39
Other comprehensive income		
Special reserves		
Surplus reserves	106,984,275.42	106,984,275.42
General reserves		
Retained earnings	3,411,568,157.60	3,265,611,428.36
Total equity attributable to owners of the parent company	5,092,706,229.74	4,903,552,661.58
Equities of minority shareholders	2,293,836.80	3,246,050.97

Total owner's equity	5,095,000,066.54	4,906,798,712.55
Total liabilities and owners' equities	7,785,687,303.15	7,523,281,973.84

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

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

Unit: RMB

Item	Incurred in the current period	Incurred in the prior period
I. Total Operating Income	6,113,945,181.48	6,274,852,727.25
Including: Operating income	6,113,945,181.48	6,274,852,727.25
Interest income		
Gross earned premiums		
Service charge and commission income		
II. Total Operating Cost	5,834,173,859.41	5,728,586,896.00
Including: Operating costs	4,126,031,197.39	3,893,455,731.93
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	40,062,830.04	43,629,579.28
Selling expenses	1,230,116,807.88	1,385,553,454.23
Administrative expenses	284,607,914.39	261,274,849.11
R&D expenses	149,022,696.00	147,516,610.83
Finance expenses	4,332,413.71	-2,843,329.38
Including: Interest fees	1,920,599.68	1,272,593.21
Interest income	8,463,204.46	8,553,063.14
Plus: Other income	21,484,059.53	15,977,069.84
Return on investment ("-" indicates loss)	183,450.94	358,473.15
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)	-67,357.16	
Credit impairment losses ("-" indicates loss)	8,112,326.77	366,801.28

indicates loss)		
Asset impairment losses ("-" indicates loss)	-3,577,954.39	-3,192,363.87
Return on disposal of assets ("-" indicates loss)	-583,315.84	-309,646.72
III. Operating Profit ("-" indicates loss)	305,322,531.92	559,466,164.93
Plus: Non-operating income	14,334,881.42	3,041,051.40
Less: Non-operating expenditure	6,334,055.03	9,502,139.20
IV. Total Profit ("-" indicates total loss)	313,323,358.31	553,005,077.13
Less: Income tax expense	39,367,509.06	68,575,551.28
V. Net Profit ("-" indicates net loss)	273,955,849.25	484,429,525.85
i. Classified by operation continuity		
1. Net profit from continued operation ("-" indicates net loss)	273,955,849.25	484,429,525.85
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	274,509,320.42	484,424,879.80
2. Minority shareholders' profits and losses	-553,471.17	4,646.05
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	273,955,849.25	484,429,525.85
Total comprehensive income attributable to owners of the parent company	274,509,320.42	484,424,879.80
Total comprehensive income attributable to minority shareholders	-553,471.17	4,646.05
VIII. Earnings per Share:		
i. Basic earnings per share	0.21	0.37
ii. Diluted earnings per share	0.21	0.37

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: Dong Ye Person in charge of accounting department: Xu Xianjing

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

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	6,395,491,203.09	6,360,944,202.22
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	10,557,160.49	
Cash received related to other operating activities	110,658,657.33	57,981,575.27
Sub-total of cash inflow from operating	6,516,707,020.91	6,418,925,777.49

activities		
Cash paid for goods purchased and services rendered	4,213,402,596.24	3,837,395,641.87
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	706,102,343.54	631,740,057.84
Tax payments	394,951,958.29	417,475,289.56
Cash payments related to other operating activities	732,567,391.39	653,191,699.30
Sub-total of cash outflow from operating activities	6,047,024,289.46	5,539,802,688.57
Net cash flows from operating activities	469,682,731.45	879,123,088.92
II. Cash Flows from Investing Activities:		
Cash from realization of investment		
Cash received from the return on investments	188,274.88	358,473.15
Net cash received from the disposal of fixed assets, intangible assets, and other long-term assets	10,460,566.39	10,642,476.47
Net amount of cash received from the disposal of subsidiaries and other operating organizations		
Cash received related to other investing activities	72,488,469.52	50,000,000.00
Sub-total of cash inflow from investing activities	83,137,310.79	61,000,949.62
Cash paid for the acquisition and construction of fixed assets, intangible assets, and other long-term assets	274,331,683.32	523,456,060.94
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	210,000,000.00	8,000,000.00
Sub-total of cash outflow from investing activities	484,331,683.32	531,456,060.94
Net cash flows from investing activities	-401,194,372.53	-470,455,111.32

III. Cash Flows from Financing Activities:		
Cash received from capital contribution	21,204,239.86	31,909,987.57
Including: Proceeds received by subsidiaries from minority shareholders' investment		
Cash received from borrowings	280,500,000.00	187,245,860.18
Cash received related to other financing activities		
Sub-total of cash inflow from financing activities	301,704,239.86	219,155,847.75
Cash paid for repayments of borrowings	79,000,000.00	167,703,551.03
Cash payment for interest expenses and distribution of dividends or profits	131,024,843.70	129,522,597.64
Including: Dividend and profit paid by subsidiaries to minority shareholders		
Cash payments related to other financing activities	71,126,989.51	654,187,119.81
Sub-total of cash outflow from financing activities	281,151,833.21	951,413,268.48
Net cash flows from financing activities	20,552,406.65	-732,257,420.73
IV. Effect of Exchange Rate Changes on Cash and Cash Equivalents	31,203,478.81	-3,507,754.36
V. Net Increase in Cash and Cash Equivalents	120,244,244.38	-327,097,197.49
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	918,041,920.08	722,936,938.23

(II) Report auditing

Whether the Third Quarter Report has been audited

Yes No

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

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

October 24, 2022

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