

Stock Code: 000505, 200505

Stock Name: JLKG, JL-B

Announcement No. 2022-068

# HAINAN JINGLIANG HOLDINGS CO., LTD.

## THIRD QUARTERLY REPORT 2022

**Hainan Jingliang Holdings Co., Ltd. (hereinafter referred to as the “Company”) and all the members of the Company’s Board of Directors hereby guarantee that the contents of this Report are true, accurate and complete and free of any misrepresentations, misleading statements or material omissions.**

### Important Notes:

1. The Board of Directors, the Supervisory Committee as well as the directors, supervisors and senior management of the Company hereby guarantee that the contents of this Report are true, accurate and complete and free of any misrepresentations, misleading statements or material omissions, and collectively and individually accept legal responsibility for such contents.
2. The Company’s legal representative, head for financial affairs, and head of the financial department (equivalent to financial manager) hereby guarantee that the financial statements carried in this Report are true, accurate and complete.
3. Indicate whether the financial statements in this Report have been audited by an independent auditor.

Yes  No

### I Key Financial Information

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

Indicate whether there is any retrospectively restated datum in the table below.

Yes  No

	Q3 2022	YoY change (%)	Q1-Q3 2022	YoY change (%)
Operating revenue (RMB)	3,931,892,303.79	31.61%	9,444,673,574.11	13.58%
Net profit attributable to the listed company’s shareholders (RMB)	18,632,830.26	-53.16%	91,541,160.41	-28.54%
Net profit attributable to the listed company’s shareholders before exceptional gains and losses (RMB)	15,748,627.17	-59.95%	87,014,366.64	-29.02%

Net cash generated from/used in operating activities (RMB)	—	—	-164,930,595.45	-120.31%
Basic earnings per share (RMB/share)	0.03	-40.00%	0.13	-27.78%
Diluted earnings per share (RMB/share)	0.03	-40.00%	0.13	-27.78%
Weighted average return on equity (%)	0.62%	-0.79%	3.09%	-1.53%
	30 September 2022	31 December 2021	Change (%)	
Total assets (RMB)	6,594,401,630.56	6,046,600,058.90	9.06%	
Equity attributable to the listed company's shareholders (RMB)	3,008,680,445.41	2,915,802,291.05	3.19%	

## (II) Exceptional Gains and Losses

Applicable  Not applicable

Unit: RMB

Item	Q3 2022	Q1-Q3 2022	Note
Gain or loss on disposal of non-current assets (inclusive of impairment allowance write-offs)	70,498.16	512,239.55	
Government grants through profit or loss (exclusive of government grants continuously given in the Company's ordinary course of business at fixed quotas or amounts as per the government's policies and standards)	3,618,076.25	5,097,417.38	
Gain or loss on fair-value changes on held-for-trading financial assets and liabilities & income from disposal of held-for-trading financial assets and liabilities and available-for-sale financial assets (exclusive of the effective portion of hedges that arise in the Company's ordinary course of business)	98,727.39	516,810.72	
Non-operating income and expense other than the above	1,016,837.17	1,133,725.08	
Less: Income tax effects	1,200,034.24	1,815,048.18	
Non-controlling interests effects (net of tax)	719,901.64	918,350.78	
Total	2,884,203.09	4,526,793.77	--

Other items that meet the definition of exceptional gain/loss:

Applicable  Not applicable

No such cases in the Reporting Period.

Explanation of why the Company reclassifies as recurrent an exceptional gain/loss item listed in the Explanatory Announcement No. 1 on Information Disclosure for Companies Offering Their Securities to the Public—Exceptional Gain/Loss Items:

Applicable  Not applicable

No such cases in the Reporting Period.

## (III) Changes in Key Financial Statement Line Items and Explanation of why

Applicable  Not applicable

1. Prepayments increased primarily because during Q1-Q3 2022, the prices of certain bulk materials went up due to international market changes, and the Company had to procure imported soybean and other oils and

oilseeds for production and operation needs, leading to the increased prepayments to suppliers.

2. Derivative financial liabilities decreased primarily driven by changes in the fair value of hedge instruments as at 30 September 2022 as compared to 1 January 2022.

3. Other current liabilities increased primarily driven by changes in the fair value of hedged items as at 30 September 2022 as compared to 1 January 2022.

4. Long-term borrowings increased primarily driven by the additional three-year bank loan taken out at a proper loan rate during Q1-Q3 2022 according to financial plans.

5. Gain on fair value changes increased primarily driven by the decreased floating fair value loss of the hedging business during Q1-Q3 2022 as compared to Q1-Q3 2021.

6. Net profit attributable to the listed company's shareholders decreased primarily because during Q1-Q3 2022, raw material costs increased year on year due to the recurrent COVID-19 outbreaks, regional international conflicts, substantial fluctuations of bulk material prices, rise of energy prices, etc.; and to fully ensure the cooking oil supply for the Beijing-Tianjin-Hebei region and take on its social responsibility, the room for profit of the Company's products for the end markets was squeezed due to price adjustments, logistics disruptions, etc.

7. Net cash generated from operating activities decreased primarily driven by the increased purchase amount of oils and oilseeds such as soybean during Q1-Q3 2022 as compared to Q1-Q3 2021.

## II Shareholder Information

### (I) Numbers of Ordinary Shareholders and Preference Shareholders with Resumed Voting Rights as well as Holdings of Top 10 Shareholders

Unit: share

Number of ordinary shareholders at the period-end		68,842	Number of preferred shareholders with resumed voting rights at the period-end (if any)		0	
Top 10 shareholders						
Name of shareholder	Nature of shareholder	Shareholding percentage	Total shares held	Restricted shares held	Shares in pledge, marked or frozen	
					Status	Shares
BEIJING GRAIN GROUP CO., LTD.	State-owned legal person	39.68%	288,439,561	0		
BEIJING STATE-OWNED CAPITAL OPERATION AND MANAGEMENT COMPANY LIMITED	State-owned legal person	6.67%	48,510,460	0		
WANG YUECHENG	Domestic natural person	5.66%	41,159,887	41,159,887		
LISHER YNZHAN MING	Foreign natural person	0.41%	3,006,300	0		

WANG ZHIQIANG	Domestic natural person	0.36%	2,607,123	0		
MEI JIANYING	Domestic natural person	0.36%	2,604,203	0		
ZHANG XIAOXIA	Domestic natural person	0.27%	1,949,250	0		
CHEN TING	Domestic natural person	0.25%	1,785,169	0		
JIN YIDONG	Domestic natural person	0.24%	1,754,900	0		
WANG XIAOXING	Domestic natural person	0.23%	1,654,200	0		
Top 10 unrestricted shareholders						
Name of shareholder	Unrestricted shares held	Shares by type				
		Type	Shares			
BEIJING GRAIN GROUP CO., LTD.	288,439,561	RMB-denominated ordinary stock	288,439,561			
BEIJING STATE-OWNED CAPITAL OPERATION AND MANAGEMENT COMPANY LIMITED	48,510,460	RMB-denominated ordinary stock	48,510,460			
LISHER YNZHAN MING	3,006,300	Domestically listed foreign stock	3,006,300			
WANG ZHIQIANG	2,607,123	RMB-denominated ordinary stock	2,607,123			
MEI JIANYING	2,604,203	RMB-denominated ordinary stock	2,604,203			
ZHANG XIAOXIA	1,949,250	Domestically listed foreign stock	1,949,250			
CHEN TING	1,785,169	RMB-denominated ordinary stock	1,785,169			
JIN YIDONG	1,754,900	RMB-denominated ordinary stock	1,754,900			
WANG XIAOXING	1,654,200	RMB-denominated ordinary stock	1,654,200			
RUI MING	1,392,630	RMB-denominated ordinary stock	1,392,630			
Related or acting-in-concert parties among the shareholders above	<p>① Beijing State-Owned Capital Operation and Management Company Limited indirectly owns 100% of Beijing Grain Group Co., Ltd., and Beijing Grain Group Co., Ltd. is the controlling shareholder of the Company (a 39.68% holding).</p> <p>② Wang Yuecheng is a Deputy General Manager of the Company. Apart from the aforesaid, the Company does not know whether there are any other related parties or acting-in-concert parties among the top 10 shareholders.</p>					
Top 10 shareholders engaged in securities margin trading (if any)	① Shareholder Jin Yidong held 1,754,900 shares in the Company through his account of collateral securities for margin trading in Ping An Securities Co., Ltd.					

	<p>② Shareholder Wang Xiaoxing held 1,654,200 shares in the Company through his account of collateral securities for margin trading in Soochow Securities Co., Ltd.</p> <p>③ Shareholder Rui Ming held 1,387,530 shares in the Company through his account of collateral securities for margin trading in Eastmoney Securities Co., Ltd.</p>
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## (II) Number of Preference Shareholders and Shareholdings of Top 10 of Them

Applicable  Not applicable

## III Other Significant Events

Applicable  Not applicable

## IV Quarterly Financial Statements

### (I) Financial Statements

#### 1. Consolidated Balance Sheet

Prepared by Hainan Jingliang Holdings Co., Ltd.

30 September 2022

Unit: RMB

Item	30 September 2022	1 January 2022
Current assets:		
Monetary assets	955,219,032.97	507,144,668.45
Settlement reserve		
Loans to other banks and financial institutions		
Held-for-trading financial assets	34,000,000.00	40,377,048.08
Derivative financial assets	4,220,320.00	0.00
Notes receivable		
Accounts receivable	85,274,972.63	82,694,094.62
Receivables financing		
Prepayments	480,518,968.05	87,803,762.15
Premiums receivable		
Reinsurance receivables		
Receivable reinsurance contract reserve		
Other receivables	322,902,335.03	284,756,636.27
Including: Interest receivable		
Dividends receivable		
Financial assets purchased under resale agreements		
Inventories	1,913,380,447.11	1,903,372,572.18
Contract assets		
Assets held for sale		
Current portion of non-current assets	135,318,533.34	156,139,100.00
Other current assets	600,617,847.07	820,500,621.47
Total current assets	4,531,452,456.20	3,882,788,503.22
Non-current assets:		
Loans and advances to customers		
Debt investments		

Other debt investments		
Long-term receivables		
Long-term equity investments	245,207,594.14	230,799,437.53
Investments in other equity instruments	20,000,000.00	20,000,000.00
Other non-current financial assets		
Investment property	20,282,617.48	20,925,683.56
Fixed assets	1,052,370,807.16	1,120,758,409.49
Construction in progress	21,240,470.55	11,220,840.10
Productive living assets		
Oil and gas assets		
Right-of-use assets	6,864,283.76	8,045,406.28
Intangible assets	328,941,633.10	339,970,477.87
Development costs		
Goodwill	191,394,422.51	191,394,422.51
Long-term prepaid expense	17,255,309.73	17,383,818.41
Deferred income tax assets	11,166,467.11	13,571,063.19
Other non-current assets	148,225,568.82	189,741,996.74
Total non-current assets	2,062,949,174.36	2,163,811,555.68
Total assets	6,594,401,630.56	6,046,600,058.90
Current liabilities:		
Short-term borrowings	1,729,477,363.06	1,521,669,601.35
Borrowings from the central bank		
Loans from other banks and financial institutions		
Held-for-trading financial liabilities		
Derivative financial liabilities	23,240,050.00	70,305,871.37
Notes payable	3,331,333.80	0.00
Accounts payable	219,788,378.36	186,748,746.42
Advances from customers	1,500,978.34	996,173.41
Contract liabilities	608,819,559.01	520,816,995.93
Financial assets sold under repurchase agreements		
Customer deposits and deposits from other banks and financial institutions		
Payables for acting trading of securities		
Payables for underwriting of securities		
Employee benefits payable	13,219,383.88	42,130,650.49
Taxes and levies payable	59,227,903.11	104,347,852.69
Other payables	75,593,087.55	73,985,586.39
Including: Interest payable	21,082,795.47	21,082,795.47
Dividends payable	3,213,302.88	3,213,302.88
Fees and commissions payable		
Reinsurance payables		
Liabilities directly associated with assets held for sale		
Current portion of non-current liabilities	972,572.07	1,582,978.69
Other current liabilities	129,529,379.34	22,994,553.60
Total current liabilities	2,864,699,988.52	2,545,579,010.34
Non-current liabilities:		
Insurance contract reserve		
Long-term borrowings	200,000,000.00	71,000,000.00
Bonds payable		
Including: Preference shares		
Perpetual bonds		
Lease liabilities	1,455,443.24	1,694,702.62
Long-term payables		

Long-term employee benefits payable	5,677,134.00	5,677,134.00
Provisions		
Deferred income	63,739,343.05	65,244,499.48
Deferred income tax liabilities	36,842,181.87	45,250,919.91
Other non-current liabilities		
Total non-current liabilities	307,714,102.16	188,867,256.01
Total liabilities	3,172,414,090.68	2,734,446,266.35
Owners' equity:		
Share capital	726,950,251.00	726,950,251.00
Other equity instruments		
Including: Preference shares		
Perpetual bonds		
Capital reserves	1,675,918,350.95	1,675,918,350.95
Less: Treasury stock		
Other comprehensive income	654,711.73	-682,282.22
Specific reserve		
Surplus reserves	122,122,436.98	122,122,436.98
General reserve		
Retained earnings	483,034,694.75	391,493,534.34
Total equity attributable to owners of the Company as the parent	3,008,680,445.41	2,915,802,291.05
Non-controlling interests	413,307,094.47	396,351,501.50
Total owners' equity	3,421,987,539.88	3,312,153,792.55
Total liabilities and owners' equity	6,594,401,630.56	6,046,600,058.90

Legal representative: Wang Chunli

Head for financial affairs: Guan Ying

Head of the financial department: Liu Quanli

## 2. Consolidated Income Statement for Q1~Q3

Unit: RMB

Item	Q1~Q3 2022	Q1~Q3 2021
1. Revenues	9,444,673,574.11	8,315,742,920.09
Including: Operating revenue	9,444,673,574.11	8,315,742,920.09
Interest income		
Insurance premium income		
Fee and commission income		
2. Costs and expenses	9,292,969,772.17	8,081,991,216.67
Including: Cost of sales	8,969,020,009.34	7,776,768,013.40
Interest expense		
Fee and commission expense		
Surrenders		
Net insurance claims paid		
Net amount provided as insurance contract reserve		
Expenditure on policy dividends		
Reinsurance premium expense		
Taxes and levies	21,932,139.34	18,461,769.53
Selling expense	138,731,146.80	117,943,899.25
Administrative expense	135,209,642.66	132,962,334.98
R&D expense	8,955,399.04	9,256,210.41
Finance costs	19,121,434.99	26,598,989.10

Including: Interest expense	28,748,980.69	31,651,500.07
Interest income	12,558,659.57	7,581,291.29
Add: Other income	12,780,796.35	9,275,885.46
Return on investment (“-” for loss)	14,894,485.42	37,881,484.99
Including: Share of profit or loss of joint ventures and associates	14,408,156.61	31,566,509.34
Income from the derecognition of financial assets at amortized cost (“-” for loss)		
Exchange gain (“-” for loss)		
Net gain on exposure hedges (“-” for loss)		
Gain on changes in fair value (“-” for loss)	-31,575,326.85	-95,948,905.70
Credit impairment loss (“-” for loss)	47,502.10	18,054.91
Asset impairment loss (“-” for loss)	185,390.40	0.00
Asset disposal income (“-” for loss)	512,239.55	-20,756.74
3. Operating profit (“-” for loss)	148,548,888.91	184,957,466.34
Add: Non-operating income	1,796,295.85	1,798,665.21
Less: Non-operating expense	662,570.77	300,560.55
4. Gross profit (“-” for loss)	149,682,613.99	186,455,571.00
Less: Income tax expense	41,185,860.61	44,100,653.47
5. Net profit (“-” for net loss)	108,496,753.38	142,354,917.53
5.1 By operating continuity		
5.1.1 Net profit from continuing operations (“-” for net loss)	108,496,753.38	142,354,917.53
5.1.2 Net profit from discontinued operations (“-” for net loss)		
5.2 By ownership		
5.2.1 Net profit attributable to shareholders of the Company as the parent (“-” for net loss)	91,541,160.41	128,107,050.13
5.2.1 Net profit attributable to non-controlling interests (“-” for net loss)	16,955,592.97	14,247,867.40
6. Other comprehensive income, net of tax	1,336,993.95	-79,021.12
Attributable to owners of the Company as the parent	1,336,993.95	-79,021.12
6.1 Items that will not be reclassified to profit or loss		
6.1.1 Changes caused by remeasurements on defined benefit schemes		
6.1.2 Other comprehensive income that will not be reclassified to profit or loss under the equity method		
6.1.3 Changes in the fair value of investments in other equity instruments		
6.1.4 Changes in the fair value arising from changes in own credit risk		
6.1.5 Other		
6.2 Items that will be reclassified to profit or loss	1,336,993.95	-79,021.12
6.2.1 Other comprehensive income that will be reclassified to profit or loss under the equity method		
6.2.2 Changes in the fair value of other debt investments		
6.2.3 Other comprehensive income arising from the reclassification		



of financial assets		
6.2.4 Credit impairment allowance for other debt investments		
6.2.5 Reserve for cash flow hedges		
6.2.6 Differences arising from the translation of foreign currency-denominated financial statements	1,336,993.95	-79,021.12
6.2.7 Other		
Attributable to non-controlling interests		
7. Total comprehensive income	109,833,747.33	142,275,896.41
7.1 Attributable to owners of the Company as the parent	92,878,154.36	128,028,029.01
7.2 Attributable to non-controlling interests	16,955,592.97	14,247,867.40
8. Earnings per share		
8.1 Basic earnings per share	0.13	0.18
8.2 Diluted earnings per share	0.13	0.18

Legal representative: Wang Chunli

Head for financial affairs: Guan Ying

Head of the financial department: Liu Quanli

### 3. Consolidated Cash Flow Statement for Q1~Q3

Unit: RMB

Item	Q1~Q3 2022	Q1~Q3 2021
1. Cash flows from operating activities:		
Proceeds from sale of commodities and rendering of services	10,163,412,534.02	9,485,114,406.99
Net increase in customer deposits and deposits from other banks and financial institutions		
Net increase in borrowings from the central bank		
Net increase in loans from other financial institutions		
Premiums received on original insurance contracts		
Net proceeds from reinsurance		
Net increase in deposits and investments of policy holders		
Interest, fees and commissions received		
Net increase in loans from other banks and financial institutions		
Net increase in proceeds from repurchase transactions		
Net proceeds from acting trading of securities		
Tax and levy rebates	28,300,559.99	18,120,343.10
Cash generated from other operating activities	2,102,513,671.21	1,601,513,939.75
Subtotal of cash generated from operating activities	12,294,226,765.22	11,104,748,689.84
Payments for commodities and services	9,686,335,234.67	8,086,227,547.27
Net increase in loans and advances to customers		
Net increase in deposits in the central bank and other banks and financial institutions		

Payments for claims on original insurance contracts		
Net increase in loans to other banks and financial institutions		
Interest, fees and commissions paid		
Policy dividends paid		
Cash paid to and for employees	249,849,330.91	242,680,670.19
Taxes and levies paid	247,642,529.51	158,094,365.29
Cash used in other operating activities	2,275,330,265.58	1,805,568,550.21
Subtotal of cash used in operating activities	12,459,157,360.67	10,292,571,132.96
Net cash generated from/used in operating activities	-164,930,595.45	812,177,556.88
2. Cash flows from investing activities:		
Proceeds from disinvestment	1,794,712,406.52	756,252,300.48
Return on investment	577,477.39	45,217,765.34
Net proceeds from the disposal of fixed assets, intangible assets and other long-lived assets	907,902.60	91,284.78
Net proceeds from the disposal of subsidiaries and other business units		
Cash generated from other investing activities		
Subtotal of cash generated from investing activities	1,796,197,786.51	801,561,350.60
Payments for the acquisition of fixed assets, intangible assets and other long-lived assets	23,927,419.48	44,052,585.83
Payments for investments	1,464,999,000.00	830,000,000.00
Net increase in pledged loans granted		
Net payments for the acquisition of subsidiaries and other business units		
Cash used in other investing activities		
Subtotal of cash used in investing activities	1,488,926,419.48	874,052,585.83
Net cash generated from/used in investing activities	307,271,367.03	-72,491,235.23
3. Cash flows from financing activities:		
Capital contributions received		
Including: Capital contributions by non-controlling interests to subsidiaries		
Borrowings raised	3,392,095,326.21	2,123,279,083.94
Cash generated from other financing activities		
Subtotal of cash generated from financing activities	3,392,095,326.21	2,123,279,083.94
Repayment of borrowings	3,055,287,564.50	2,083,544,876.68
Interest and dividends paid	34,105,089.49	102,310,728.41
Including: Dividends paid by subsidiaries to non-controlling interests		
Cash used in other financing activities		
Subtotal of cash used in financing activities	3,089,392,653.99	2,185,855,605.09
Net cash generated from/used in financing activities	302,702,672.22	-62,576,521.15
4. Effect of foreign exchange rates changes on cash and cash equivalents	3,246,778.48	-247,532.97
5. Net increase in cash and cash equivalents	448,290,222.28	676,862,267.53
Add: Cash and cash equivalents, beginning of the period	506,928,810.69	334,389,017.41
6. Cash and cash equivalents, end of the period	955,219,032.97	1,011,251,284.94

**(II) Independent Auditor's Report**

Indicate by tick mark whether the financial statements above have been audited by an independent auditor.

Yes  No

These financial statements have not been audited by such an auditor.

Hainan Jingliang Holdings Co., Ltd.

26 October 2022