



HARBIN BOSHI AUTOMATION CO.,LTD.

2022 SUMMARY OF
THE THIRD QUARTER REPORT

October 2022

HARBIN BOSHI AUTOMATION CO., LTD. Interim Report for The Third Quarter 2022

The Company and whole members of the Board of Directors guarantee that the information disclosed is factual, accurate and complete, and there is no false record, misleading statement or material omission.

Important content reminder:

1.The Board of Directors, the Board of Supervisors as well as all the directors, supervisors and senior managers of HARBIN BOSHI AUTOMATION CO., LTD. (hereinafter referred to as “the Company”) warrant the factuality, accuracy and completeness of this Report and there is no false record, misleading statement or material omission. And they will be severally and jointly liable for this Report.

2.The person in charge of the Company, the person in charge of accounting work of the Company, and the person in charge of accounting department of the Company warrant that the financial information in this Report is factual, accurate and complete.

3. Whether this Third Interim Report has been audited by auditing firm or not?

Yes No

I. Main financial data**1. Main accounting data and financial indicators**

Indicate by check mark if there is any retrospectively restated accounting data of previous years.

Yes No

	Current period	Increase/decrease in the period compared with the same period of the previous year	Year-begin to period-end	Increase/decrease from year-begin to period-end compared with the same period of the previous year
Operating Revenue (RMB)	698,826,750.82	28.00%	1,726,933,928.75	3.94%
Net profit attributable to parent company's shareholders (RMB)	163,254,718.26	20.80%	427,635,504.26	1.38%
Net profit after deducting non-recurring profit or loss attributable to shareholders of the parent company (RMB)	157,612,508.17	17.73%	404,817,525.21	0.30%
Net cash flow from operating activities (RMB)	—	—	237,352,418.49	-22.34%
Basic earnings per share (RMB /share)	0.1597	20.80%	0.4182	1.38%
Diluted earnings per share (RMB /share)	0.1597	20.80%	0.4182	1.38%
Weighted average return on equity	5.42%	0.45%	14.06%	-1.48%
	End of the current reporting period	End of previous year	Increase/decrease at the period-end compared with the end of the previous year	
Total assets (RMB)	5,979,700,039.65	4,901,945,419.82	21.99%	
Total equity attributable to shareholders of the parent company (RMB)	3,140,195,710.44	2,879,793,106.39	9.04%	

In the first three quarters of 2022, the Company achieved the operating revenue of RMB 1.727 billion, and net profit attributable to parent company's shareholders of RMB 428 million. The negative impacts caused by staged silent period and strict epidemic control measures in the first half of the year are completely eliminated, and the Company achieved a recovery growth year-on-year.

From the third quarter of 2022 reporting period single quarterly indicators, the Company achieved best

performance in history with the operating revenue of RMB 699 million, net profit attributable to parent company's shareholders of RMB 163 million, year-on-year growth of 28% and 20.8% respectively, rapid growth of 33.41% and 46.79% compared with 2022 Q2 respectively.

Facing the current complicated international geopolitical and economic situation, as well as the opportunities and challenges brought by the dual-circulating domestic economic, the Company has made concerted efforts to achieve the sustainable and healthy development of intelligent manufacturing equipment, industrial services, energy conservation, emission reduction and environmental protection business.

2. Non-recurring gains and losses

Applicable Not applicable

Unit: RMB

Item	Amount for the period	Amount from year-begin to period-end	Note
Profit or loss from disposal of non-current assets (including the write-off of accrued for impairment of assets)	-102,796.76	-192,123.85	
Governmental subsidy reckoned into current gains or losses (excluding the subsidy enjoyed in quota or ration according to the national policy regulations and certain standards, which are closely relevant to enterprise's business)	4,983,794.00	14,115,435.76	
Except for effectively hedging business related to normal business operations of the Company, profit or loss arising from the changes in the fair value of financial assets held for trading, financial liabilities held for trading, as well as investment income from the disposal of financial assets held for trading, financial liabilities held for trading, and investments in other debt obligations	4,055,275.83	14,904,638.25	Income from cash management
Reversal of provision for impairment of receivables that have been individually tested for impairment		4,500.01	
Other non-operating income and expenses other than the above	-1,894,486.41	-1,929,488.54	
Other gain/loss items that qualified the definition of non-recurring profit (gains)/losses	23,690.41	57,270.30	
Less: Impact on income tax	1,025,984.28	3,597,301.51	
Impact on minority shareholders' equity (after tax)	397,282.70	544,951.37	
Total	5,642,210.09	22,817,979.05	--

Other gain/loss items that qualified the definition of non-recurring profit (gains)/losses:

Applicable Not applicable

Other gain/loss items that qualified the definition of non-recurring profit (gains)/losses: Income from treasury reverse repos (cash management).

Explanation on those non-recurring gain/loss listed in the “Q&A Announcement No.1 on Information Disclosure for Companies Offering Their Securities to the Public --- Extraordinary Profit/loss” defined as recurring gain/loss.

Applicable Not applicable

The Company does not have the non-recurring gain/loss listed in the “Q&A Announcement No.1 on Information Disclosure for Companies Offering Their Securities to the Public --- Extraordinary Profit/loss” defined as recurring gain/loss.

3. Particulars about changes in items of main accounting data and financial index and explanations of reasons.

Applicable Not applicable

Consolidated Balance Sheet items	Sep 30,2022	Dec 31,2021	Change	Reasons for the changes
	(RMB)	(RMB)		
Cash and cash equivalent	917,149,811.15	293,516,532.24	212.47%	Due to the joint effect of funds raised by convertible corporate bonds and increase in ending balance of bank deposits.
Financial assets held for trading	590,442,973.83	845,595,470.49	-30.17%	Mainly due to the impact on cash management activities.
Notes receivable	323,328,659.71	229,646,179.07	40.79%	The amount of the Company's sales receipts settled by means of bills increased.
Accounts receivable	911,932,679.45	686,517,240.24	32.83%	Affected by the joint effect of operating revenue growth and the settlement progress of individual projects.
Advance payment	192,439,803.31	122,894,199.23	56.59%	Due to growth in orders and operational prepayment.
Other receivables	25,836,557.08	15,263,337.81	69.27%	Increase in bid bond and performance bond of the Company, as well as dividends receivable from invested enterprises.
Contract assets	126,938,252.65	65,959,231.77	92.45%	Due to the increase in product warranty compared with which of the beginning balance.
Other current assets	181,522,145.48	102,006,478.67	77.95%	Mainly due to the impact on cash management activities.
Construction in progress	12,022,916.05		100.00%	Capital construction investment.
Right-of-use assets	2,857,615.35	1,536,107.89	86.03%	Due to the increase in factory lease of subsidiary

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				during this period.
Other non-current assets	7,521,234.48	16,767,197.42	-55.14%	Due to the decrease in long-term product warranty receivable under this reporting item.
Short-term loans	33,830,000.00	25,130,000.00	34.62%	Transfer from discounted bank acceptance is not terminated for confirmation.
Employee benefits payable	24,385,334.55	55,640,882.93	-56.17%	The year-end bonus of 2021 accrued at the end of the previous period, which was paid in Jan, 2022, and the balance decreased.
Taxes payable	71,974,990.62	50,017,507.87	43.90%	Due to the increase in income tax and turnover tax accrued at the end of this period.
Other payables	6,639,777.52	1,310,296.34	406.74%	Mainly due to the construction bid bond paid by the construction side and the outstanding payables.
Non-current liabilities due within one year	1,907,949.58	15,584,251.66	-87.76%	Due to the subsidiary Boao Environment pay back the bank loan.
Bonds payable	411,716,965.47		100.00%	Due to the issuance of convertible corporate bonds during this period.
Long-term payables		6,000,000.00	-100.00%	Due to special payables of projects transferred to other income.
Deferred income	5,736,334.30	8,369,857.05	-31.46%	Due to government subsidies transferred to other income.
Other equity instruments	32,103,507.97		100.00%	The confirmation of equity part of convertible corporate bonds during this period.
Capital reserve	224,174,669.75	168,298,491.29	33.20%	The joint venture increases the capital reserve due to the premium contribution of other shareholders, and the Company recognizes the capital reserve according to the shareholding ratio.
Consolidated Income Statement items from the beginning of the year to the end of the reporting period	Jan 1 to Sep 30, 2022 (RMB)	Jan 1 to Sep 30, 2021 (RMB)	Change	Reasons for the changes
Research and development expenses	71,501,574.87	51,507,679.80	38.82%	Increases in R&D investment
Financial expenses	-7,885,743.35	-1,521,198.90	-418.39%	Due to the increase in interest income of bank deposits during this period.
Investment income (loss is stated with “-”)	17,164,499.25	24,903,387.39	-31.08%	Due to the impact on cash management activities.
Asset impairment losses (loss is stated with “-”)	-7,020,613.46	-2,680,549.74	161.91%	Due to the impact on the provision for inventories accrued.
Credit impairment losses (loss is stated with “-”)	-4,691,571.35	2,324,765.40	301.81%	Due to the impact on the provision for bad debts accrued.
Gains from changes in fair value (loss is	1,727,503.34	-2,435,123.04	170.94%	Due to the impact on cash management activities.

stated with “-”)				
Gains from disposal of assets (loss is stated with “-”)	-124,736.92	-1,759,248.12	92.91%	More losses in the disposal of fixed assets during base period.
Minority interests	11,620,450.35	21,774,070.89	-46.63%	The net profit of the holding subsidiary decreased year-on-year, and the proportion of interests shared by the minority shareholders of the subsidiary decreased.
Consolidated Cash Flow Statement items from the beginning of the year to the end of the reporting period	Jan 1 to Sep 30,2022	Jan 1 to Sep 30, 2021	Change	Reasons for the changes
	(RMB)	(RMB)		
Net cash flows from operating activities	237,352,418.49	305,622,917.96	-22.34%	The cash outflows from cash paid to employees and tax payments increased year-on-year.
Net cash flows from investing activities	205,055,247.99	361,772,969.79	-43.32%	Mainly due to the impact on cash management activities.
Net cash flows from financing activities	179,170,076.14	-223,281,375.29	180.24%	Due to funds raised by convertible corporate bonds.

II. Shareholders Information

1. Total number of common shareholders and preference shareholders with voting rights recovered and top ten common shareholders

Unit: Share

Total number of shareholders of common stocks at the end of the reporting period	18,182	Total preference shareholders with voting rights recovered at end of reporting period	0			
Top 10 shareholders						
Name	Nature	Ownership	Amount of shares held	Amount of restricted shares held	Pledged or frozen stocks	
					Status	Amount
Unicom Kaixing Equity Investment Management (Zhuhai Hengqin) Limited - Lianchuang Weilai (Wuhan) Intelligent Manufacturing Industrial Investment Partnership (Limited Partnership)	Others	17.11%	175,007,500			
Deng Xijun	Domestic natural person	9.41%	96,181,562	72,136,172		
Zhang Yuchun	Domestic natural person	8.09%	82,696,357	62,022,268		
Wang Chungang	Domestic natural person	5.61%	57,394,047	43,045,535		
Harbin Institute of Technology Asset Investment Management Co. Ltd	Domestic state-owned corporate	5.00%	51,127,500			

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Cai Zhihong	Domestic natural person	4.96%	50,677,029			
Cai Hegao	Domestic natural person	4.89%	50,000,000	37,500,000		
Bank of China Co., Ltd.-China Merchant Ruiwen Hybrid Securities Investment Fund	Others	2.52%	25,803,585			
Tan Jianxun	Domestic natural person	1.45%	14,847,133			
Cheng Fang	Domestic natural person	1.43%	14,609,308			
Top 10 shareholders with unrestricted shares held						
Name	Amount of unrestricted shares held	Type of shares				
		Type	Amount			
Unicom Kaixing Equity Investment Management (Zhuhai Hengqin) Limited - Lianchuang Weilai (Wuhan) Intelligent Manufacturing Industrial Investment Partnership (Limited Partnership)	175,007,500	RMB ordinary shares	175,007,500			
Harbin Institute of Technology Asset Investment Management Co. Ltd	51,127,500	RMB ordinary shares	51,127,500			
Cai Zhihong	50,677,029	RMB ordinary shares	50,677,029			
Bank of China Co., Ltd.-China Merchant Ruiwen Hybrid Securities Investment Fund	25,803,585	RMB ordinary shares	25,803,585			
Deng Xijun	24,045,390	RMB ordinary shares	24,045,390			
Zhang Yuchun	20,674,089	RMB ordinary shares	20,674,089			
Tan Jianxun	14,847,133	RMB ordinary shares	14,847,133			
Cheng Fang	14,609,308	RMB ordinary shares	14,609,308			
Wang Chungang	14,348,512	RMB ordinary shares	14,348,512			
Cai Hegao	12,500,000	RMB ordinary shares	12,500,000			
Explanation on the above-mentioned shareholders' affiliated relationship or concerted action	Deng Xijun, Zhang Yuchun, Wang Chungang, and Cai Hegao keep concerted action through the <i>Concerted Action Agreement</i> and jointly control the Company at the end of the reporting period; Cai Zhihong is the son of Cai Hegao, he independently exercised shareholder rights based on his personal wishes, he has not signed concerted action agreement or reached a similar agreement or arrangement with Cai Hegao, nor has other concerted action plan, they are not persons acting in concert; Cheng Fang and Tan Jianxun are the sponsors of shareholders. Cheng Fang is the sister of Wang Chungang's wife. In addition, the Company is not made aware whether there is any affiliated relationship between the above-mentioned shareholders or whether they are persons acting in concert as defined in <i>Administrative Measures for the Acquisition of Listed Companies</i> .					
Explanation on top 10 shareholders that are engaged in margin trading business	Not applicable					

2.The total number of preferred shareholders and the top 10 preferred shareholders' shareholdings of the Company

Applicable Not applicable

III. Other Significant Events

Applicable Not applicable

Regarding the Company proposes to issue public convertible corporate bonds:

The Company held the fourteenth meeting of the fourth Board of Directors and the eleventh meeting of the fourth Board of Supervisors on April 13th, 2022, as well as the 2021 Annual General Meeting on May 6th, 2022. The meeting above reviewed and approved *Proposal on the Company's Public Offering of Convertible Corporate Bonds*. The total amount of funds raised by the proposed public issuance of convertible corporate bonds shall not exceed RMB 450 million.

On September 8th, 2022, the Company obtained *the Approval on Harbin Boshi Automation Co., Ltd. Public Offering of Convertible Corporate Bonds* (CSRC Permission [2022] No.2035) issued by China Securities Regulatory Commission. The public issuance of convertible corporate bonds completed in September 2022. The funds raised by convertible corporate bonds received on September 28th, 2022. The Company will complete the listing of convertible corporate bonds issued in Shenzhen Stock Exchange as soon as possible. The specific listing time will be announced until further notice.

IV. Quarterly Financial Statements**1. Financial statements****(1) Consolidated Balance Sheet**

Prepared by HARBIN BOSHI AUTOMATION CO., LTD.

Sep 30, 2022

Unit: RMB

Item	Sep 30,2022	Jan 1, 2022
Current assets:		
Cash and cash equivalent	917,149,811.15	293,516,532.24
Financial assets held for trading	590,442,973.83	845,595,470.49
Derivative financial assets		
Notes receivable	323,328,659.71	229,646,179.07
Accounts receivable	911,932,679.45	686,517,240.24
Financing receivable	80,108,774.99	79,149,044.16
Advance payment	192,439,803.31	122,894,199.23
Other receivables	25,836,557.08	15,263,337.81
Thereof: Interest receivable		
Dividend receivable	2,601,281.28	
Inventories	1,779,356,705.03	1,634,635,126.78
Contract assets	126,938,252.65	65,959,231.77
Assets held for sale		
Non-current assets due within one year		
Other current assets	181,522,145.48	102,006,478.67
Total current assets	5,129,056,362.68	4,075,182,840.46
Non-current assets:		
Debt investments		
Other debt investments		
Long-term receivable		
Long-term equity investment	396,554,575.92	368,931,927.57
Investment in other equity instruments	54,843,027.56	54,843,027.56
Other non-current financial assets		
Investment real estate	6,471,345.22	6,765,974.62
Fixed assets	212,890,171.40	227,527,890.89

Construction in progress	12,022,916.05	
Productive biological assets		
Oil and gas assets		
Right-of-use assets	2,857,615.35	1,536,107.89
Intangible assets	63,390,603.16	59,203,985.82
Development expenditure		
Goodwill	55,836,188.14	57,640,668.16
Long-term deferred expenses		
Deferred income tax assets	38,255,999.69	33,545,799.43
Other non-current assets	7,521,234.48	16,767,197.42
Total non-current assets	850,643,676.97	826,762,579.36
Total assets	5,979,700,039.65	4,901,945,419.82
Current liabilities:		
Short-term loans	33,830,000.00	25,130,000.00
Financial liabilities held for trading		
Derivative financial liabilities		
Notes payable		
Accounts payable	211,036,008.87	169,654,369.55
Advance from customers	193,500.00	93,199.97
Contract liabilities	1,495,758,953.78	1,183,763,174.21
Employee benefits payable	24,385,334.55	55,640,882.93
Taxes payable	71,974,990.62	50,017,507.87
Other payables	6,639,777.52	1,310,296.34
Thereof: Interest payable	33,287.67	
Dividend payable		
Liabilities held for sale		
Non-current liabilities due within one year	1,907,949.58	15,584,251.66
Other current liabilities	106,810,175.11	87,335,615.64
Total current liabilities	1,952,536,690.03	1,588,529,298.17
Non-current liabilities:		
Long-term loans		
Bonds payable	411,716,965.47	
Thereof: Preferred stock		
Perpetual debt		
Lease liabilities	209,114.67	364,078.19

Long-term payables		6,000,000.00
Long-term employee benefits payable		
Estimated liabilities	4,506,743.15	4,202,180.70
Deferred income	5,736,334.30	8,369,857.05
Deferred income tax liability	13,422,488.16	13,350,055.20
Other non-current liabilities	272,941,371.72	233,253,274.34
Total non-current liabilities	708,533,017.47	265,539,445.48
Total Liabilities	2,661,069,707.50	1,854,068,743.65
Shareholders' equity:		
Share capital	1,022,550,000.00	1,022,550,000.00
Other equity instruments	32,103,507.97	
Thereof: Preferred stock		
Perpetual debt		
Capital reserve	224,174,669.75	168,298,491.29
Minus: treasury shares		
Other comprehensive income	13,067,558.14	15,452,263.61
Special reserve	28,950,890.52	26,141,271.69
Surplus reserve	255,493,157.09	255,493,157.09
General risk reserve		
Retained earnings	1,563,855,926.97	1,391,857,922.71
Total equity attributable to shareholders of parent company	3,140,195,710.44	2,879,793,106.39
Minority shareholder equity	178,434,621.71	168,083,569.78
Total shareholders' equity	3,318,630,332.15	3,047,876,676.17
Total liabilities and shareholders' equity	5,979,700,039.65	4,901,945,419.82

Legal representative: Deng Xijun

Director of Finance: Sun Zhiqiang

Prepared by: Wang Peihua

(2) Consolidated Income Statement (from the year-begin to the period-end)

Unit: RMB

Item	Current period	Last period
1. Total revenue	1,726,933,928.75	1,661,519,194.12
Thereof: Operating revenue	1,726,933,928.75	1,661,519,194.12
2. Total cost	1,270,081,645.10	1,204,982,098.68

Thereof: Cost of sales	1,048,855,432.04	1,005,251,556.44
Taxes and surcharges	16,128,925.81	12,732,695.51
Selling expenses	59,998,665.66	59,626,869.86
General and administrative expenses	81,482,790.07	77,384,495.97
Research and development expenses	71,501,574.87	51,507,679.80
Financial expenses	-7,885,743.35	-1,521,198.90
Thereof: Interest expenses	1,341,481.22	1,143,467.93
Interest income	8,892,090.20	2,818,266.92
Add: Other income	42,101,143.44	43,804,215.60
Investment income (loss is stated with "-")	17,164,499.25	24,903,387.39
Thereof: Investment income from associates and joint ventures	3,930,094.04	4,210,508.93
Gain from the derecognition of the financial assets measured at amortized cost		
Exchange income (Loss is listed with "-")		
Net exposure hedging gains ("- for losses)		
Gains from changes in fair value (loss is stated with "-")	1,727,503.34	-2,435,123.04
Credit impairment losses (loss is stated with "-")	-4,691,571.35	2,324,765.40
Asset impairment losses (loss is stated with "-")	-7,020,613.46	-2,680,549.74
Gains from disposal of assets (loss is stated with "-")	-124,736.92	-1,759,248.12
3. Operating profit (loss is stated with "-")	506,008,507.95	520,694,542.93
Add: Non-operating income	10,002.70	1.66
Less: Non-operating expenses	2,006,878.17	2,494,819.53
4. Total profit (loss is stated with "-")	504,011,632.48	518,199,725.06
Less: Income tax expenses	64,755,677.87	74,592,024.12
5. Net profit (loss is stated with "-")	439,255,954.61	443,607,700.94
(1) Classified by continuity of operations		
Net profit from continuing operations(loss is stated with "-")	439,255,954.61	443,607,700.94
Net profit from discontinued operations(loss is stated with "-")		
(2) Classified by ownership of the equity		
Attributable to shareholders of the Parent Company	427,635,504.26	421,833,630.05
Minority interests	11,620,450.35	21,774,070.89
6. Other comprehensive income, net of tax	-4,264,112.53	-2,463,522.62
Other comprehensive income attributable to shareholders of the Parent Company, net of tax	-2,384,705.47	1,336,683.46
(1) Other comprehensive income items which will not be		5,292,000.00

reclassified subsequently to profit or loss		
1) Changes arising from re-measurement of defined benefit plan		
2) Other comprehensive income that will not be transferred subsequently to profit or loss under the equity method		
3) Changes in the fair value of the investment in other equity instruments		5,292,000.00
4) Changes in the fair value of the Company's own credit risk		
5) Others		
(2) Other comprehensive income items which will be reclassified subsequently to profit or loss	-2,384,705.47	-3,955,316.54
1) Other comprehensive income that will be transferred subsequently to profit or loss under the equity method		
2) Changes in the fair value of other debt investments		
3) Amount of financial assets reclassified and included in other comprehensive income		
4) Credit impairment reserves for other debt investment		
5) Cash flow hedging reserve		
6) Translation differences arising from translation of foreign currency financial statements	-2,384,705.47	-3,955,316.54
7) Others		
Other comprehensive income attributable to minority shareholders, net of tax	-1,879,407.06	-3,800,206.08
7. Total comprehensive income	434,991,842.08	441,144,178.32
Attributable to shareholders of the Parent Company	425,250,798.79	423,170,313.51
Minority interests	9,741,043.29	17,973,864.81
8. Earnings per share		
(1) Basic earnings per share	0.4182	0.4125
(2) Diluted earnings per share	0.4182	0.4125

Legal representative: Deng Xijun

Director of Finance: Sun Zhiqiang

Prepared by: Wang Peihua

(3) Consolidated Cash Flow Statement (from the year-begin to the period-end)

Unit: RMB

Item	Current period	Last period
1. Cash flows from operating activities		
Cash received from sales of goods or rendering of services	1,692,515,714.32	1,577,357,927.97
Refund of taxes and surcharges	36,792,855.10	45,559,498.71
Other cash receipts relating to operating activities	19,721,312.99	10,575,863.14
Sub-total of cash inflows from operating activities	1,749,029,882.41	1,633,493,289.82
Cash paid for goods and services	914,474,850.41	813,436,252.38
Cash paid to employees and paid on behalf of employees	331,300,462.24	288,936,672.13
Payments of taxes and surcharges	181,200,514.91	138,723,542.05
Other cash payments relating to operating activities	84,701,636.36	86,773,905.30
Sub-total of cash outflows from operating activities	1,511,677,463.92	1,327,870,371.86
Net cash flows from operating activities	237,352,418.49	305,622,917.96
2. Cash flows from investing activities		
Cash received from withdrawing investments	1,905,561,417.02	2,568,200,000.00
Cash received from investment income	27,498,794.20	20,692,878.46
Net cash received from disposal of fixed assets, intangible assets and other long term assets	106,240.67	1,135,231.14
Net cash received from disposal of subsidiaries and other operating units		
Other cash receipts relating to investing activities	2,812,977.50	
Sub-total of cash inflows from investing activities	1,935,979,429.39	2,590,028,109.60
Cash paid to acquire fixed assets, intangible assets and other long-term assets	27,164,181.40	13,088,120.24
Cash paid to acquire investments	1,703,760,000.00	2,214,140,000.00
Net increase of mortgaged loans		
Net cash paid to acquire subsidiaries and other operating units		1,027,019.57
Other cash payments relating to investing activities		
Sub-total of cash outflows from investing activities	1,730,924,181.40	2,228,255,139.81
Net cash flows from investing activities	205,055,247.99	361,772,969.79
3. Cash flows from financing activities		
Cash received from capital contributions		
Thereof: Cash received by subsidiaries from minority shareholders' capital contributions		

Cash received from borrowings	481,760,000.00	15,000,000.00
Other cash receipts from financing activities		
Sub-total of cash inflows from financing activities	481,760,000.00	15,000,000.00
Cash repayments of borrowings	38,060,000.00	25,310,647.81
Distribution of dividends or profits and payments for interest expenses	256,475,456.09	212,961,736.65
Thereof: Cash payments for dividends or profit to minority shareholders by subsidiaries		7,350,000.00
Other cash payments relating to financing activities	8,054,467.77	8,990.83
Sub-total of cash outflows from financing activities	302,589,923.86	238,281,375.29
Net cash flows from financing activities	179,170,076.14	-223,281,375.29
4. Effect of foreign exchange rate changes on cash and cash equivalents	2,287,555.38	-3,076,526.80
5. Net increase in cash and cash equivalents	623,865,298.00	441,037,985.66
Add: Cash and cash equivalents at the beginning of period	290,330,558.56	113,464,591.58
6. Cash and cash equivalents at the end of period	914,195,856.56	554,502,577.24

2. Auditor's report

Whether this Third Interim Report has been audited by auditing firm or not?

Yes No

The Third Interim Report has not been audited by auditing firm.

Board of Directors

HARBIN BOSHI AUTOMATION CO., LTD.

October 29th, 2022