

Stock code: 200054      Stock Abbreviation: Jianshe Vehicle B      Announcement No.: 2022-073

## **Chongqing Jianshe Vehicle System Co., Ltd.**

### **The Third Quarterly Report 2022**

*The Company and its directors hereby guarantee that the content of information disclosure is real, accurate, complete and free from any false record, misleading representation or material omissions.*

#### **Important notes**

1.The Board of Directors and the Supervisory Committee of the Company and its directors, supervisors and senior executives should guarantee the reality, accuracy and completion of the quarterly report, there are no any fictitious statements, misleading statements or important omissions carried in this report, and shall take legal responsibilities, individual and or joint.

2. Person in charge of the Company, Person in charge of accounting and person in charge of accounting organ (accounting officer) hereby confirm that the financial information of this Quarterly Report is authentic, accurate and complete.

3. The Third quarterly report audited or not

Yes No

## I. Main financial data

### (I) Main accounting data and financial indexes

Whether it has retroactive adjustment or re-statement on previous accounting data

Yes  No

	This 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 income (Yuan)	113,413,771.40	-31.55%	352,545,234.24	-43.38%
Net profit attributable to the shareholders of the listed company (Yuan)	-20,684,911.34	-845.99%	-7,278,973.12	27.82%
Net profit after deducting of non-recurring gain/loss attributable to the shareholders of listed company (Yuan)	-21,587,216.80	-678.40%	-49,766,886.53	-285.87%
Cash flow generated by business operation, net (Yuan)	—	—	46,461,606.87	-37.73%
Basic earning per share(Yuan/Share)	-0.1733	-846.99%	-0.0610	27.81%
Diluted gains per share(Yuan/Share)	-0.1733	-846.99%	-0.0610	27.81%
Weighted average return on equity (%)	-14.14%	-12.85%	-4.98%	0.98%
	End of this period	End of last period	Increase/decrease at the period-end compared with the end of the previous year	
Gross assets (Yuan)	865,849,101.88	1,041,336,478.97	-16.85%	
Net assets attributable to the shareholders of the listed company (Yuan)	143,211,432.66	149,303,592.84	-4.08%	

### (II) Items and amount of non-current gains and losses

Applicable  Not applicable

In RMB

Items	This period	Amount from year-begin to period -end	Notes
Non-current asset disposal gain/loss(including the write-off part for which assets impairment provision is made)	559,479.63	40,420,431.93	
Governmental Subsidy accounted as current gain/loss, except for those subsidies at with amount or quantity fixed by the national government and closely related to the Company's business operation.	329,807.00	1,531,676.22	
Reverse of the provision for impairment of accounts receivable undergoing impairment test individually		389,692.60	
Other non-operating income and expenditure except for the aforementioned items	13,018.83	146,112.66	
Total	902,305.46	42,487,913.41	--

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

Applicable  Not applicable

The Company does not have other gain/loss items that qualified the definition of non-recurring profit (gains)/losses

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

### **(III) Particulars about changes in items of main accounting data and financial index and explanations of reasons**

Applicable  Not applicable

1. Reasons for the YOY decrease in the operating income: From January to September, due to multiple factors such as the epidemic at home and abroad, power curtailment impacted by high temperature and supply chain shortage by automobile OEMs, the Company's main product sales of automotive air conditioning compressor declined, resulting in a decrease in operating income.

2. The reason for the YOY loss reduction in net profit attributable to shareholders of the listed company: it's caused by the increase in asset disposal income of 39.02 million yuan (which's a non-recurring profit and loss item). (See details in the company's announcement published on securities times, Hongkong Commercial daily and <http://www.cninfo.com.cn> on May 11,2022 (Announcement No.:2022-050))

3. The reason for the YOY decrease in net profit attributable to shareholders of the listed company after deducting non-recurring profits and losses: it's due to the decrease in the scale of product sales in the first three quarters.

4. The YOY decrease in net cash flow from operating activities is due to the decrease in the scale of product sales in the first three quarters.

## **II. Shareholders Information**

### **(I) Total number of common shareholders and preference shareholders with voting rights recovered and top ten common shareholders**

In Shares

Total number of common shareholders at the period-end		7,064	Total preference shareholders with the voting power recovered at the end of the reporting period(if any)		0	
Shares held by the top 10 shareholders						
Shareholder name	Properties of shareholder	Share proportion %	Quantity	Amount of tradable shares with Conditional held	Pledging or freezing	
					Status of the shares	Quantity

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China Military Equipment Group Co., Ltd.	State-owned legal person	71.13%	84,906,250	84,906,250		
Gu Zuocheng	Domestic natural person	1.89%	2,261,000	2,218,750		
Anhui Hengsheng Investment Development Co., Ltd.	Domestic non-state-owned legal person	1.47%	1,750,000	1,750,000		
Xu Yuanhui	Domestic natural person	0.81%	966,999.01	0		
Liu Dan	Domestic natural person	0.74%	880,376.00	0		
Chen Xinqiang	Domestic natural person	0.51%	612,400.00	0		
CORE PACIFIC-YAMAI CHI INTERNATIONAL (H.K.) LIMITED	Foreign legal person	0.51%	605,650.00	0		
Zhang Meilan	Domestic natural person	0.43%	513,560.00	0		
Feng Yonghui	Domestic natural person	0.42%	500,000.00	500,000.00		
Li Jianping	Domestic natural person	0.36%	424,500.00	0		
Shares held by the Top 10 Shareholders of Non-restricted shares						
Shareholders' Names	Number of the non-restricted shares held	Share type				
		Share type	Quantity			
Xu Yuanhui	966,999	Foreign shares placed in domestic exchange	966,999			
Liu Dan	880,376	Foreign shares placed in domestic exchange	880,376			
Chen Xinqiang	612,400	Foreign shares placed in domestic exchange	612,400			
CORE PACIFIC-YAMAI CHI INTERNATIONAL (H.K.) LIMITED	605,650	Foreign shares placed in domestic exchange	605,650			
Zhang Meilan	513,560	Foreign shares placed in domestic exchange	513,560			
Li Jianping	424,500	Foreign shares placed in domestic exchange	424,500			
Chen Houping	423,800	Foreign shares placed in domestic exchange	423,800			
Lv Gang	418,099	Foreign shares placed in domestic exchange	418,099			
Zhang Long	351,577	Foreign shares placed in domestic exchange	351,577			
Liu Guosheng	345,575	Foreign shares placed in domestic exchange	345,575			

Explanation on associated relationship or concerted action of the above shareholders	There is no affiliated relationship between the top ten non-restricted tradable shareholders and the controlling shareholder China Military Equipment Group Co., Ltd. nor do they belong to the consistent actors stipulated in the Administrative Measures for the Acquisition of Listed Companies; it is unknown to the company whether there is an affiliated relationship between the top ten non-restricted tradable shareholders as well as between the top ten non-restricted tradable shareholders and the other top ten shareholders, or whether they are included in the consistent actors stipulated in the Administrative Measures for the Acquisition of Listed Companies
Note to the top 10 common stockholders involved in margin financing & securities lending (If any)	Not applicable

**(II) Total shareholders with preferred stock held and shares held by top ten shareholders with preferred stock held**

Applicable  Not applicable

**III. Other significant events**

Applicable  Not applicable

**IV. Quarterly financial statements**

**(I) Financial statement**

1. Consolidated balance sheet

Prepared by: Chongqing Jianshe Vehicle System Co., Ltd.

September 30,2022

In RMB

Items	September 30,2022	January 1,2022
<b>Current asset:</b>		
Monetary fund	91,961,472.05	91,678,523.19
Settlement provision		
Outgoing call loan		
Transactional financial assets		
Derivative financial assets		
Notes receivable		2,220,000.00
Account receivable	103,787,794.84	149,333,285.64
Financing receivable	49,073,996.87	29,250,840.86
Prepayments	4,890,474.38	7,228,480.93
Insurance receivable		
Reinsurance receivable		
Provisions of Reinsurance contracts receivable		
Other account receivable	1,709,714.69	1,431,664.33
Including: Interest receivable		
Dividend receivable		
Repurchasing of financial assets		
Inventories	162,637,909.97	206,719,605.79

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Contract assets		
Assets held for sales		104,982,996.11
Non-current asset due within 1 year		
Other current asset	2,446,999.66	4,585,170.16
Total of current assets	416,508,362.46	597,430,567.01
Non-current assets:		
Loans and payment on other's behalf disbursed		
Creditor's Investment		
Other Creditor's Investment		
Long-term receivable		
Long term share equity investment	208,442,482.81	201,984,268.72
Other equity instruments investment		
Other non-current financial assets		
Property investment		
Fixed assets	207,073,464.55	216,541,481.98
Construction in progress	2,026,125.47	1,811,125.46
Production physical assets		
Oil & gas assets		
Use right assets		
Intangible assets	12,266,273.42	13,580,639.04
Development expenses		
Goodwill		
Long-germ expenses to be amortized	81,955.18	116,978.77
Deferred income tax asset	6,060,617.99	6,060,617.99
Other non-current asset	13,389,820.00	3,810,800.00
Total of non-current assets	449,340,739.42	443,905,911.96
Total of assets	865,849,101.88	1,041,336,478.97
Current liabilities		
Short-term loans	475,603,500.00	493,460,000.00
Loan from Central Bank		
Borrowing funds		
Transactional financial liabilities		
Derivative financial liabilities		
Notes payable	39,699,988.94	160,670,000.00
Account payable	166,825,273.22	190,292,444.13
Advance receipts		
Contract liabilities	8,988,084.56	2,868,604.98
Selling of repurchased financial assets		
Deposit taking and interbank deposit		
Entrusted trading of securities		
Entrusted selling of securities		
Employees' wage payable	6,238,326.48	20,944,522.89
Tax payable	17,109,848.87	15,134,121.83
Other account payable	5,743,569.31	6,766,954.83
Including: Interest payable		
Dividend payable		
Fees and commissions payable		
Reinsurance fee payable		
Liabilities held for sales		
Non-current liability due within 1 year		
Other current liability	1,168,450.99	372,918.65
Total of current liability	721,377,042.37	890,509,567.31
Non-current liabilities:		
Reserve fund for insurance contracts		
Long-term loan		

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Bond payable		
Including: preferred stock		
Sustainable debt		
Lease liability		
Long-term payable		
Long-term remuneration payable to staff		
Expected liabilities		
Deferred income		
Deferred income tax liability	1,260,626.85	1,523,318.82
Other non-current liabilities		
Total non-current liabilities	1,260,626.85	1,523,318.82
Total of liability	722,637,669.22	892,032,886.13
Owners' equity		
Share capital	119,375,000.00	119,375,000.00
Other equity instruments		
Including: preferred stock		
Sustainable debt		
Capital reserves	958,565,294.29	958,565,294.29
Less: Shares in stock		
Other comprehensive income	9,800.00	9,800.00
Special reserve	2,900,695.44	1,713,882.50
Surplus reserves	125,686,000.00	125,686,000.00
Common risk provision		
Retained profit	-1,063,325,357.07	-1,056,046,383.95
Total of owner's equity belong to the parent company	143,211,432.66	149,303,592.84
Minority shareholders' equity		
Total of owners' equity	143,211,432.66	149,303,592.84
Total of liabilities and owners' equity	865,849,101.88	1,041,336,478.97

Legal Representative: Yan Xuechuan

Person-in-charge of the accounting work: Tan Mingxian

Person-in -charge of the accounting organ: Niu Yanli

**2. Consolidated Income statement between the beginning of the year and end of the report period**

Items	In RMB	
	Amount in this period	Amount in last period
I. Turnover	352,545,234.24	622,651,481.98
Including: Operating income	352,545,234.24	622,651,481.98
Interest income		
Insurance fee earned		
Commission charge and commission income		
II. Total operating costs	409,580,025.91	646,729,231.21
Including : Operating costs	334,055,825.02	544,119,570.31
Interest expense		
Fee and commission paid		
Insurance discharge payment		
Net claim amount paid		
Appropriation of deposit for duty, net		
Insurance policy dividend paid		
Reinsurance expenses		
Business tax and surcharge	3,315,083.54	6,486,083.62

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Sales expense	10,537,470.73	14,488,710.89
Administrative expense	27,127,408.25	42,475,062.73
R & D expense	22,204,867.13	21,811,124.93
Financial expenses	12,339,371.24	17,348,678.73
Including: Interest expense	15,023,604.12	18,499,909.43
Interest income	1,584,346.85	1,453,476.66
Add: Other income	1,531,676.22	843,693.97
Investment gain (“-”for loss)	6,458,214.09	8,573,116.34
Including: investment gains from affiliates	6,458,214.09	8,573,116.34
Financial assets measured at amortized cost cease to be recognized as income		
Gains from currency exchange		
Net exposure hedging income		
Changing income of fair value		
Credit impairment loss	715,809.13	91,846.88
Impairment loss of assets		
Assets disposal income	40,420,431.93	1,566,473.14
III. Operating profit (“-”for loss)	-7,908,660.30	-13,002,618.90
Add : Non-operating income	149,225.09	203,158.55
Less: Non-operating expense	3,112.43	198.18
IV. Total profit(“-”for loss)	-7,762,547.64	-12,799,658.53
Less: Income tax expenses	-483,574.52	-2,715,471.44
V. Net profit	-7,278,973.12	-10,084,187.09
(I) Classification by business continuity		
1.Net continuing operating profit		
2.Termination of operating net profit		
(II) Classification by ownership		
1.Net profit attributable to the owners of parent company	-7,278,973.12	-10,084,187.09
2.Minority shareholders’ equity		
VI. Net after-tax of other comprehensive income		
Net of profit of other comprehensive income attributable to owners of the parent company.		
(I) Other comprehensive income items that will not be reclassified into gains/losses in the subsequent accounting period		
1.Re-measurement of defined benefit plans of changes in net debt or net assets		
2.Other comprehensive income under the equity method investee can not be reclassified into profit or loss.		
3. Changes in the fair value of investments in other equity instruments		
4. Changes in the fair value of the company’s credit risks		
5.Other		
(II)Other comprehensive income that will be reclassified into profit or loss		
1.Other comprehensive income under the equity method investee can be reclassified into profit or loss.		
2. Changes in the fair value of investments in other debt obligations		
3. Other comprehensive income arising from the reclassification of financial assets		
4.Allowance for credit impairments in investments in other debt obligations		
5. Reserve for cash flow hedges		
6.Translation differences in currency financial statements		
7.Other		
Net of profit of other comprehensive income attributable to Minori		

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ty shareholders' equity		
VII. Total comprehensive income	-7,278,973.12	-10,084,187.09
Total comprehensive income attributable to the owner of the parent company	-7,278,973.12	-10,084,187.09
Total comprehensive income attributable minority shareholders		
VIII. Earnings per share		
(I) Basic earnings per share	-0.0610	-0.0845
(II) Diluted earnings per share	-0.0610	-0.0845

The current business combination under common control, the net profits of the combined party before achieved net profit of RMB 0.00, last period the combined party realized RMB0.00.

Legal Representative: Yan Xuechuan

Person in charge of accounting: Tan Mingxian

Accounting Dept Leader: Niu Yanli

### 3. Consolidated Cash Flow Statement Between the Beginning of the Year and End of the Report Period

In RMB

Items	Amount in this period	Amount in last period
I. Cash flows from operating activities		
Cash received from sales of goods or rendering of services	354,717,361.36	425,019,481.86
Net increase of customer deposits and capital kept for brother company		
Net increase of loans from central bank		
Net increase of inter-bank loans from other financial bodies		
Cash received against original insurance contract		
Net cash received from reinsurance business		
Net increase of client deposit and investment		
Cash received from interest, commission charge and commission		
Net increase of inter-bank fund received		
Net increase of repurchasing business		
Net cash received by agent in securities trading		
Tax returned	5,529,302.73	17,484,341.37
Other cash received from business operation	11,489,136.84	27,905,640.12
Sub-total of cash inflow	371,735,800.93	470,409,463.35
Cash paid for purchasing of merchandise and services	217,662,428.24	280,237,920.68
Net increase of client trade and advance		
Net increase of savings in central bank and brother company		
Cash paid for original contract claim		
Net increase for Outgoing call loan		
Cash paid for interest, processing fee and commission		
Cash paid for policy dividend		
Cash paid to staffs or paid for staffs	77,042,062.53	84,277,139.15
Taxes paid	12,398,158.18	11,148,957.61
Other cash paid for business activities	18,171,545.11	20,132,602.79
Sub-total of cash outflow from business activities	325,274,194.06	395,796,620.23
Net cash generated from /used in operating activities	46,461,606.87	74,612,843.12
II. Cash flow generated by investing		
Cash received from investment retrieving		
Cash received as investment gains		
Net cash retrieved from disposal of fixed assets, intangible assets,	153,535,148.36	1,609,454.58

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and other long-term assets		
Net cash received from disposal of subsidiaries or other operational units		
Other investment-related cash received		
Sub-total of cash inflow due to investment activities	153,535,148.36	1,609,454.58
Cash paid for construction of fixed assets, intangible assets and other long-term assets	22,695,713.86	8,607,727.26
Cash paid as investment		
Net increase of loan against pledge		
Net cash received from subsidiaries and other operational units		
Other cash paid for investment activities		
Sub-total of cash outflow due to investment activities	22,695,713.86	8,607,727.26
Net cash flow generated by investment	130,839,434.50	-6,998,272.68
III.Cash flow generated by financing		
Cash received as investment		
Including: Cash received as investment from minor shareholders		
Cash received as loans	384,613,500.00	425,210,000.00
Other financing –related cash received	17,155,373.08	410,642.80
Sub-total of cash inflow from financing activities	401,768,873.08	425,620,642.80
Cash to repay debts	402,933,093.75	472,110,000.00
Cash paid as dividend, profit, or interests	15,160,510.37	18,478,496.99
Including: Dividend and profit paid by subsidiaries to minor shareholders		
Other cash paid for financing activities	134,153,361.47	32,496,751.40
Sub-total of cash outflow due to financing activities	552,246,965.59	523,085,248.39
Net cash flow generated by financing	-150,478,092.51	-97,464,605.59
IV. Influence of exchange rate alternation on cash and cash equivalents		-9,951.87
V.Net increase of cash and cash equivalents	26,822,948.86	-29,859,987.02
Add: balance of cash and cash equivalents at the beginning of term	23,738,523.19	79,310,253.55
VI ..Balance of cash and cash equivalents at the end of term	50,561,472.05	49,450,266.53

**(II) Auditor' report**

Is the Third Quarterly Report be audited?

Yes  No

The Third Quarterly report is not audited.

The Board of Directors of Chongqing Jianshe Vehicle System Co., Ltd.

October 29,2022