

# GUANGDONG DONGFANG PRECISION SCIENCE & TECHNOLOGY CO., LTD.

# THE REPORT FOR THE FIRST QUARTER OF 2023

The Company as well as all members of the Board of Directors hereby guarantee the factuality, accuracy, and completeness of the information disclosed, and its free of any misrepresentations, misleading statements, or material omissions.

### **Important Notes:**

1. The Board of Directors (or the "Board"), the Supervisory Committee as well as the directors, supervisors and senior management of Guangdong Dongfang Precision Science & Technology Co., Ltd. (hereinafter referred to as the "Company") hereby guarantee the factuality, accuracy, and completeness of the contents of this Report, and shall be jointly and severally liable for any misrepresentations, misleading statements, or material omissions therein.

2. The Company's legal representative, the Company's Chief Financial Officer, and the person-in-charge of the accounting organ hereby guarantee that the financial statements carried in this Report are factual, accurate and complete.

3. Whether the 1<sup>st</sup> quarter report has been audited

□ Yes ✓ No

The report for the 1<sup>st</sup> quarter of 2023 of the Company has been prepared and released in Chinese, and now has been translated into English. Should there be any discrepancies or misunderstandings between the two versions, the Chinese version shall prevail.

# I Key Financial Information

### 1. Key Financial Data and Indicators

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

 $\square \ Yes \ \sqrt{\ No}$ 

	Q1 2023	Q1 2022	Rate of Change
Operating revenue (RMB)	907,101,141.80	636,006,580.11	42.62%
Net profit attributable to the listed company's shareholders (RMB yuan)	84,973,342.92	37,109,411.15	128.98%
Net profit attributable to the listed company's shareholders before exceptional gains and losses (RMB yuan)	51,961,918.89	45,662,017.31	13.80%
Net cash generated from/used in operating activities (RMB yuan)	104,429,591.30	85,523,348.92	22.11%
Basic earnings per share (RMB / share)	0.07	0.03	133.33%
Diluted earnings per share (RMB /share)	0.07	0.03	133.33%
Weighted average return on equity (ROE)	2.08%	1.02%	1.06%
	Ending balance Of the Reporting Period	Beginning balance Of the Reporting Period	Rate of Change
Total assets (RMB)	7,127,787,958.35	6,928,577,115.10	2.88%
Equity attributable to the listed company's shareholders (RMB)	4,096,865,613.57	4,063,966,310.23	0.81%

### 2. Non-recurring profit and loss items and amount

 $\sqrt{\text{Applicable}} \square \text{Not applicable}$ 

V Applicable 🗆 Not applicable		Unit: RMB
Item	Q1 2023	Notes
Gain or loss on disposal of non-current assets (inclusive of impairment allowance write-offs)	-382,067.42	
Government subsidies included in current profit or loss (exclusive of government grants given in the Company's ordinary course of business at fixed quotas or amounts as per the government's uniform standards)	2,550,704.06	
Gain or loss on fair-value changes on held-for-trading and derivative financial assets and liabilities & income from disposal of held-for-trading and derivative financial assets and liabilities and other debt investments (exclusive of the effective portion of hedges that arise in the Company's ordinary course of business)	32,150,522.32	
Non-Operating Revenue and expenses other than the above	-6,857.27	
Less: Income tax effects	229,557.37	
Non-controlling interests effects (net of tax)	1,071,320.29	
Total	33,011,424.03	

Other items that meet the definition of non-recurring profit and loss:  $\Box$  Applicable  $\sqrt{Not}$  applicable No such cases for the Reporting Period.

Note of the reclassification of non-recurring items of profit or loss listed in "Explanatory Announcement No. 1 on Disclosure of Information by Companies Issuing Public Securities - Non-recurring Profit or Loss" as recurring items of profit or loss:  $\Box$  Applicable  $\sqrt{Not}$  applicable

No such cases for the Reporting Period.

### 3. Changes in Key Financial Data and Indicators and the Reasons

 $\sqrt{Applicable} \square Not applicable$ 

Unit: RMB

# (1) Balance sheet items

Items	Ending balance Of the Reporting Period	Beginning balance Of the Reporting Period	Amount of Change	Rate of Change	Notes
Cash and bank balances	1,429,733,808.80	1,274,447,199.74	155,286,609.06	12.18%	Mainly due to the increase of amount received for sales and the redemption of some entrusted wealth management products during the reporting period.
Financial assets held for trading	826,564,639.52	860,832,278.88	-34,267,639.36	-3.98%	Mainly due to the redemption of some entrusted wealth management products during the reporting period.
Accounts receivable	765,635,440.37	837,305,757.46	-71,670,317.09	-8.56%	Mainly due to the increase of amount received for sales in the reporting period.
Other receivables	38,754,459.26	83,996,902.82	-45,242,443.56		Mainly due to the early recovery of the remaining balance of the transfer of equity interest of the Ferretto Group during the reporting period.
Inventories	1,241,618,636.81	1,092,981,884.51	148,636,752.30	13.60%	Mainly due to the increase in orders and the increase in inventories during the reporting period.
Construction in progress	71,640,546.10	38,904,537.85	32,736,008.25	84.14%	Mainly due to the investment in the construction of plants during the reporting period.
Short-term borrowings	96,301,680.12	41,815,129.24	54,486,550.88	130.30%	Mainly due to the increase in borrowings during the reporting period.
Accounts payable	703,414,660.38	748,319,561.21	-44,904,900.83	-6.00%	Mainly due to the payment for goods during the reporting period.
Contract liabilities	825,114,775.47	692,567,968.60	132,546,806.87	19.14%	Mainly due to the increase in orders during the reporting period.
Treasury stock	309,451,578.83	240,255,502.45	69,196,076.38	28.80%	Mainly due to share repurchase during the reporting period.

# (2) Income statement items

Items	Q1 2023	Q1 2022	Amount of Change	Rate of Change	Notes
Operating revenue	907,101,141.80	636,006,580.11	271,094,561.69	42.02%	Mainly due to the increase in sales during the reporting period.

### Guangdong Dongfang Precision Science & Technology Co., Ltd.

Cost of sales	653,454,327.84	472,346,527.10	181,107,800.74	38.34%	Mainly due to the increase in sales for the reporting period.
Selling expenses	49,395,917.66	24,373,541.29	25,022,376.37	102.00%	Mainly due to the increase in sales during the reporting period.
R&D expenses	27,637,218.09	18,824,950.19	8,812,267.90	46.81%	Mainly due to increased investment in research and development during the reporting period.
Finance costs	4,922,184.62	-5,516,912.35	10,439,096.97	109.7.7.70	Mainly due to changes in exchange rates during the reporting period.
Investment income	11,843,626.19	-4,249,447.63	16,093,073.82	378.71%	Mainly due to the increase in investment income recognized from the implementation of investments in securities during the reporting period.
Gain/loss on changes in fair value	18,689,791.21	-8,257,489.80	26,947,281.01	326.34%	Mainly due to the increase in fair value changes recognized on the implementation of investments in securities during the reporting period.

# (3) Cash flow statement items

Items	Q1 2023	Q1 2022	Amount of Change	Rate of Change	Notes
Net cash generated from/used in operating activities	104,429,591.30	85,523,348.92	18,906,242.38	22.11%	Mainly due to the increase in sales returns for the period.
Net cash generated from/used in investing activities	72,757,007.84	-2,853,044.36	75,610,052.20	2650.15%	Mainly due to investment in subsidiaries in the same period last year, which did not occur in the current period.
Net cash generated from/used in financing activities	-42,170,254.94	19,572,369.24	-61,742,624.18	-315.46%	Mainly due to the recovery of loan deposits in the previous year, which did not occur in the current period.

# **II** Shareholder Information

# 1. Total Number of Ordinary Shareholders and Number of Preference Shareholders with Resumed Voting Rights, as well as Information of Top 10 Shareholders

						Unit: shares
Number of ordinary the period-end	Number of ordinary shareholders at he period-end		59,477 Number of preference shareholders with resume voting rights at the period (if any)			Not applicable
			Top 10 shareholder	S	•	
Name of	Nature of	Shareholding	Total shares held	Restricted shares	Shares in ple	dge or frozen
shareholder	shareholder	percentage	at the period-end	held	Status	Shares
Tang Zhuolin	Domestic individual	21.82%	270,737,568	203,053,176	In pledge	105,360,000
Tang Zhuomian	Domestic individua1	7.81%	96,885,134	0	In pledge	40,000,000
Pulead Technology Industry Co., Ltd.	State-owned corporation	3.88%	48,149,787	0		
Luzhou Industrial Development Investment Group Co., Ltd.	State-owned corporation	2.56%	31,770,010	0		
Qinghai Puren Intelligent Technology R & D Center (Limited Partnership)	Domestic non- state-owned corporation	2.15%	26,628,340	0		
Qiu Yezhi	Domestic individua1	1.88%	23,382,388	23,382,388		
Hong Kong Securities Clearing Company Limited	Overseas corporation	1.27%	15,712,884	0		
JIC Investment Co., Ltd.	State-owned corporation	0.72%	8,884,216	0		
Shengji Equity Investment Fund (Shanghai) Co., Ltd.	State-owned corporation	0.58%	7,198,000	0	In pledge	6,700,000
Liu Wucai	Domestic individual	0.53%	6,597,688	0		
		Top 10 unr	estricted ordinary s	shareholders		
Name of sha	reholder	Unrestricte	d shares held at the	e period-end		by type
		0		^	Туре	Shares
Tang Zhuomian	Tang Zhuomian		96,885,134		RMB ordinary shares	96,885,134
Tang Zhuolin		67,684,392			RMB ordinary shares	67,684,392
Pulead Technology I: Ltd.	Pulead Technology Industry Co., Ltd.		48,149,787			48,149,787
	Luzhou Industrial Development Investment Group Co., Ltd.		31,770,010			31,770,010
	Qinghai Puren Intelligent Technology R & D Center (Limited			26,628,340	RMB ordinary shares	26,628,340

Hong Kong Securities Clearing Company Limited	15,712,884	RMB ordinary shares	15,712,884
JIC Investment Co., Ltd.	8,884,216	RMB ordinary shares	8,884,216
Shengji Equity Investment Fund (Shanghai) Co., Ltd.	7,198,000	RMB ordinary shares	7,198,000
Liu Wucai	6,597,688	RMB ordinary shares	6,597,688
Beixin Ruifeng Fund - ICBC - Beijing Hengyutianze Investment Management Co.	6,171,777	RMB ordinary shares	6,171,777
Related or acting-in-concert parties among the shareholders above	Tang Zhuolin and Tang Zhuomian are full brothers. On 18 August 2010, they signed the Agreement on Acting in Concert. Pulead Technology Industry Co., Ltd., and Qinghai Puren Intelligent Technology R & D Center (Limited Partnership) are acting-in-concert parties. Except for these, the Company does not know whether the other shareholders are related parties or whether they are acting-in-concert parties in accordance with the Measures for the Administration of acquisitions of listed companies.		
Note on the top 10 shareholders' participation in securities margin trading (if any)	As of 31 March 2023, Pulead Technology Industry Co., Ltd., held 48,149,665 shares through the credit securities account. And Luzhou Industrial Development Investment Group Co., Ltd., held 31,770,010 shares through the credit securities account, as well as Qinghai Puren Intelligent Technology R & D Center (Limited Partnership) held 26,628,300 shares through the credit securities account.		

Explanation on the shareholding of the repurchase account

As of the end of the Reporting Period, there were 36,424,192 shares in the Company's special account for repurchase, accounting for 2.94% of its total share capital. As per the Shenzhen Stock Exchange Guideline No. 1 for the Self-regulation of Listed Companies—Business Handling, the existence of a special account of repurchased shares among the top 10 shareholders should be specifically stated but not included in the presentation of the top 10 shareholders.

### 2. Total Number of Preference Shareholders and Information of Top 10 Preference Shareholders

 $\Box$  Applicable  $\sqrt{Not}$  applicable

### **III** Other Significant Events

 $\Box$ Applicable  $\sqrt{Not}$  applicable

### **IV Quarterly Financial Statements**

### **1. Financial Statements**

### (1) Consolidated Balance Sheet

Prepared by: Guangdong Dongfang Precision Science & Technology Co., Ltd.

### 31 March 2023

Unit: RMB

Item	31 March 2023	1 January 2023
Current assets:		
Cash and bank balances	1,429,733,808.80	1,274,447,199.74
Settlement provisions		

Item	31 March 2023	1 January 2023
Dismantling funds		
Financial assets held for trading	826,564,639.52	860,832,278.88
Derivative financial assets	020,007,037.32	600,052,270.00
Notes receivable	25,771,245.44	24,566,100.12
Accounts receivable	765,635,440.37	837,305,757.46
Receivable financing	22,932,959.13	15,305,668.26
Prepayments	68,792,086.54	64,946,901.26
Premium receivable	00,772,000.04	07,970,901.20
Receivable reinsurance account		
Provision for reinsurance contract		
receivable		
Other receivables	38,754,459.26	83,996,902.82
Including: Interest receivable	36,734,437.20	63,990,902.82
Dividend receivable		
Buy back resale financial assets		
Inventories	1 241 (19 (2) 91	1 002 001 004 51
Contract assets	1,241,618,636.81	1,092,981,884.51
Assets held for sale	49,349,058.58	65,089,851.21
Current portion of non-current		
assets	314,157,500.00	311,763,750.00
Other current assets	(0.920.7(9.40	(1 270 451 21
Total current assets	69,839,768.49	61,370,451.31
Non-current assets:	4,853,149,602.94	4,692,606,745.57
Loans and advances		
Debt investment		
Other debt investments		
Long-term receivables		
Long-term equity investment	964,299.00	1,294,299.00
Investment in other equity	93,752,046.01	95,352,681.52
instruments		
Other non-current financial assets		22///2/22/22
Real estate investment	334,959,677.33	334,449,603.33
Fixed assets		
Construction in progress	565,867,646.04	570,200,113.79
Productive biological assets	71,640,546.10	38,904,537.85
Oil and gas asset		
Right-of-use assets		
Intangible assets	84,141,310.80	86,448,978.02
Development expenditure	363,731,709.22	368,103,395.11
	3,702,229.76	3,702,229.76
Goodwill	432,511,475.32	430,916,848.74
Long-term prepaid expenses	18,420,319.96	16,735,552.98

Item	31 March 2023	1 January 2023
Deferred tax assets	247,119,485.63	244,542,124.61
Other non-current assets	57,827,610.24	45,320,004.82
Total non-current assets	2,274,638,355.41	2,235,970,369.53
Total assets	7,127,787,958.35	6,928,577,115.10
Current liabilities:	1,121,101,20.33	0,720,577,115.10
Short-term borrowings	96,301,680.12	41,815,129.24
Borrowing from the Central Bank	50,501,000.12	11,010,127.21
Borrowed funds		
Financial liabilities held for trading	57,027,528.33	57,022,555.58
Derivative financial liabilities	57,027,526.55	57,022,555.56
Notes payable	130,127,953.80	149,918,253.31
Accounts payable	703,414,660.38	748,319,561.21
Advance receivables	705,414,000.56	/+0,517,501.21
Contract liabilities	825,114,775.47	692,567,968.60
Selling back financial assets	020,117,770.77	072,507,708.00
Deposits and Interbank deposit		
Agent trading securities		
Agent underwriting securities		
Employee benefits payable	126,518,352.61	123,695,328.31
Tax payable	34,356,429.92	24,111,703.70
Other payables	114,071,613.11	90,080,142.50
Including: Interest payable	117,071,015.11	70,000,142.30
Dividend payable		
Fees and commissions		
Reinsurance accounts payable		
Liabilities held for sale		
Current portion of non-current		
liabilities	320,259,921.59	315,767,431.26
Other current liabilities	7,843,151.62	5,988,879.29
Total current liabilities	2,415,036,066.95	2,249,286,953.00
Non-current liabilities:	2,113,030,000.75	2,217,200,755.00
Insurance contract reserve		
Long-term borrowings	56,452,115.15	57,884,494.89
Bonds payable	50, +52, 115.15	57,007,777.07
Including: Preference Shares		
Perpetual bonds		
Lease liabilities	61,528,268.38	68,989,111.33
Long-term payables	01,520,200.50	00,707,111.33
Long-term employee benefits		
payable	12,896,110.14	13,179,944.17
Provisions	118,690,395.19	118,945,953.78

Item	31 March 2023	1 January 2023
Deferred income	10,794,486.66	11,073,651.66
Deferred tax liabilities	5,463,483.83	6,825,450.77
Other non-current liabilities	136,603,881.90	136,396,292.55
Total non-current liabilities	402,428,741.25	413,294,899.15
Total Liabilities	2,817,464,808.20	2,662,581,852.15
Equity:		
Share capital	1,240,978,400.00	1,241,106,400.00
Other equity instruments		
Including: Preference Shares		
Perpetual bonds		
Capital surplus	2,954,305,867.27	2,947,263,843.53
Less: Treasury stock	309,451,578.83	240,255,502.45
Other comprehensive income	35,430,564.25	26,512,917.07
Special reserve	15,779,321.40	14,488,955.52
Surplus reserves	51,830,974.45	51,830,974.45
General risk preparation		
Retained earnings	107,992,065.03	23,018,722.11
Total equity attributable to owners of the parent	4,096,865,613.57	4,063,966,310.23
Non-controlling interests	213,457,536.58	202,028,952.72
Total equity	4,310,323,150.15	4,265,995,262.95
Total liabilities and equity	7,127,787,958.35	6,928,577,115.10

 Legal representative: Tang Zhuolin,
 Chief Financial Officer: Shao Yongfeng,
 Person-in-charge of the accounting organ: Yao Bin

# (2) Consolidated Income Statement for Q1 2023

Unit: RMB

Item	Q1 2023	Q1 2022
1 Total operating revenue	907,101,141.80	636,006,580.11
Including: Operating revenue	907,101,141.80	636,006,580.11
Interest income		
Premiums earned		
Fee and commission income		
2 Total operating cost	816,570,578.44	576,816,779.91
Including: Cost of sales	653,454,327.84	472,346,527.10
Interest expense		
Payment of fees and commission		
Surrender fund		
Net indemnity expenditure		
Draw the net reserve of insurance		

Item	Q1 2023	Q1 2022
liability contract		
Policy dividend expense		
Reinsurance cost		
Taxes and surcharges	4,693,860.22	4,022,255.53
Selling expenses	49,395,917.66	24,373,541.29
Administrative expenses	76,467,070.01	62,766,418.15
R&D expenses	27,637,218.09	18,824,950.19
Finance costs	4,922,184.62	-5,516,912.35
Including: Interest expenses	2,869,618.96	4,443,668.86
Interest income	6,504,802.55	5,483,896.31
Add: Other income	2,550,704.06	3,455,142.45
Investment income (loss with "-" sign)	11,843,626.19	-4,249,447.63
Including: Share of profit or loss of joint	11,045,020.17	
ventures and associates	-1,617,104.92	44,614.18
Income from derecognition of		
financial assets measured at amortized cost (loss with		
"-" sign)		
Exchange gain (loss with "-" sign)		
Net exposure hedging gain (loss with "-"		
sign)		
Gain/loss on changes in fair value (loss with		
"-" sign)	18,689,791.21	-8,257,489.80
Credit impairment loss (loss is listed with "-		
" sign)	-410,038.39	4,297,826.65
Asset impairment loss (loss with "-" sign)	-1,438,574.33	-634,508.31
Gain/loss on disposal of assets (loss with "-"		· · · · · ·
sign)	-382,067.42	
3 Operating profit (losses are listed with "-" sign)	121,384,004.68	53,801,323.56
Add: Non-operating income	876,053.60	238,187.76
Less: Non-operating expenses	882,910.87	81,446.72
5 Gross profit (the gross loss shall be filled in with the		
sign "-")	121,377,147.41	53,958,064.60
Less: Income tax expenses	24,873,932.20	12,707,811.73
Net profit (net loss is listed with "-" sign)	96,503,215.21	41,250,252.87
(1) Net profit from continuing operations		
i. Net profit from continuing operations (net loss		
with "-" sign)	96,503,215.21	41,250,252.87
ii. Net profit from termination of operation (net		
loss with "-" sign)		
(2) Net profit classified by attribution of		
ownership		
i. Net profit attributable to owners of the parent	84,973,342.92	37,109,411.15

Item	Q1 2023	Q1 2022
ii. Net profit attributable to non-controlling	11 520 972 20	4 1 40 9 41 72
interests	11,529,872.29	4,140,841.72
6 Other comprehensive income/(loss), net of tax	8,816,358.75	-12,147,447.87
Other comprehensive income/(loss) attributable		
to owners of the parent, net of tax	8,917,647.18	-11,336,050.09
(1) Other comprehensive loss that will not be		
reclassified to profit or loss	-229,036.89	267,186.98
i. Changes caused by remeasurements		
on defined benefit schemes	-229,036.89	267,186.98
ii. Other comprehensive income that		
cannot be transferred to profit or loss under the equity		
method		
iii. Changes in fair value of investments		
in other equity instruments		
iv. Fair value change of enterprise's		
own credit risk		
v. Other		
(2) Other comprehensive income/(loss) that		
will be reclassified to profit or loss	9,146,684.07	-11,603,237.07
i. Other comprehensive income that can		
be transferred to profit or loss under the equity method		
ii. Changes in fair value of other debt		
investments		
iii. The amount of financial assets		
reclassified to other comprehensive income		
iv. Provision for credit impairment of		
other debt investments		
v. Cash flow hedging reserve		
vi. Differences arising from the		
translation of foreign currency-denominated financial		
statements	9,146,684.07	-11,603,237.07
vii. Other		
Other comprehensive income attributable to non-	-101,288.43	-811,397.78
controlling interests, net of tax		011,077.70
Total comprehensive income	105,319,573.96	29,102,805.00
Total comprehensive income attributable to	93,890,990.10	25,773,361.06
owners of the parent	75,070,770.10	23,113,501.00
Total comprehensive income attributable to non-	11 400 500 0 0	2 200 442 04
controlling interests	11,428,583.86	3,329,443.94
Earnings per share:		
(1) Basic earnings per share	0.07	0.03
(2) Diluted earnings per share	0.07	0.03

 Legal representative: Tang Zhuolin,
 Chief Financial Officer: Shao Yongfeng,
 Person-in-charge of the accounting organ: Yao Bin

# (3) Consolidated Statement of Cash Flows for Q1 2023

		Unit: RM	
Item	Q1 2023	Q1 2022	
1 Cash flows from operating activities:			
Proceeds from sale of goods and rendering of services	1,133,116,009.63	928,486,238.07	
Net increase in customer deposits and interbank deposits			
Net increase in borrowing from the central bank			
Net increase in funds transferred to other financial institutions			
Cash received from the premium of the original insurance contract			
Net cash received from reinsurance business			
Net increase in depositors' deposits and investment funds			
Cash that collects interest, commission and commission			
Net increase in borrowed funds			
Net increase in funds for repurchase business			
Net cash received by agents buying and selling securities			
Receipts of taxes and surcharges refunds	12,654,705.82	15,645,068.29	
Cash generated from other operating activities	17,909,137.78	22,607,109.83	
Subtotal of cash generated from operating activities	1,163,679,853.23	966,738,416.19	
Payments for goods and services	801,773,222.77	630,966,598.83	
Net increase in customer loans and advances			
Net increase in central bank and interbank deposits			
Cash to pay the indemnity of the original insurance contract			
Net increase in loan funds			
Cash for the payment of interest, fees and commissions			
Cash for the payment of policy dividends			
Cash payments to and on behalf of employees	147,283,122.05	103,051,894.89	
Payments of all types of taxes and surcharges	24,101,285.42	33,816,513.68	
Cash used in other operating activities	86,092,631.69	113,380,059.87	
Subtotal of cash used in operating activities	1,059,250,261.93	881,215,067.27	
Net cash generated from/used in operating activities	104,429,591.30	85,523,348.92	
2 Cash flows from investing activities:			
Proceeds from disinvestment	1,057,772,710.37	1,357,115,658.04	
Investment income	31,580,739.51	9,151,644.38	
Net proceeds from the disposal of fixed assets, intangible assets and other long-lived assets	1,800.00		
Disposal of net cash received by subsidiaries and other business units			

Item	Q1 2023	Q1 2022
Cash generated from other investing activities		
Subtotal of cash generated from investing activities	1,089,355,249.88	1,366,267,302.42
Payments for the acquisition of fixed assets, intangible assets and other long-lived assets	31,121,172.19	25,429,170.52
Payments for investments	985,477,069.85	1,243,551,176.26
Net increase in pledged loans		
Obtain net cash paid by subsidiaries and other business units		48,000,000.00
Cash used in other investing activities		52,140,000.00
Subtotal of cash used in investing activities	1,016,598,242.04	1,369,120,346.78
Net cash generated from/used in investing activities	72,757,007.84	-2,853,044.36
3 Cash flows from financing activities:		
Absorb the cash received by the investment		
Including: the subsidiary absorbs the cash received from the investment of minority shareholders		
Borrowings raised	76,518,715.93	211,775,514.73
Cash generated from other financing activities	66,555,529.72	360,325,501.52
Subtotal of cash generated from financing activities	143,074,245.65	572,101,016.25
Repayment of borrowings	28,294,072.18	239,525,593.46
Interest and dividends paid	1,631,824.74	1,883,623.89
Including: Interest and dividends paid to minority shareholders		
Cash used in other financing activities	155,318,603.67	311,119,429.66
Subtotal of cash used in financing activities	185,244,500.59	552,528,647.01
Net cash generated from/used in financing activities	-42,170,254.94	19,572,369.24
4 Effect of foreign exchange rates changes on cash and cash equivalents	5,507,470.66	-18,537,842.93
5 Net (decrease)/increase in cash and cash equivalents	140,523,814.86	83,704,830.87
Add: Cash and cash equivalents, beginning of the period	1,233,720,697.27	1,259,303,775.74
6 Cash and cash equivalents, end of the period	1,374,244,512.13	1,343,008,606.61

 Legal representative: Tang Zhuolin,
 Chief Financial Officer: Shao Yongfeng,
 Person-in-charge of the accounting organ: Yao Bin

### 2. Audit Report

Whether the Report has been audited

 $\square \ Yes \ \sqrt{\ No}$ 

The report for the 1st quarter of 2023 of the Company has not been audited.

Board of Directors of Guangdong Dongfang Precision Science & Technology Co., Ltd. 21 April 2023