

Stock code: 000058, 200058

Stock abbreviation: SHEN SEG, SHEN SEG B

Notice No.: 2023-009

# Abstract of 2022 Annual Report of Shenzhen SEG Co., Ltd.

## I. Important Notice

The abstract of 2022 Annual Report is excerpted from the full text of 2022 Annual Report. For more details about the operating result, financial condition, and future development planning, investors shall read carefully the said full text published on the designated media by China Securities Regulatory Commission (CSRC).

All directors have present at the Board Meeting for report deliberation.

Notice of non-standard audit opinions

Applicable  Not applicable

Proposal for profit distribution of common shares or proposal for transfer of capital reserves into share capital during the reporting period deliberated by the Board of Directors

Applicable  Not applicable

Transfer of capital reserves to share capital

Yes  No

According to the profit distribution plan deliberated and adopted by the Board Meeting, the Company intends to distribute cash dividend of 0.10 yuan (tax included) for every 10 shares to all shareholders on the basis of 1,231,200,672.00 shares, and 0 bonus share (tax included) to all shareholders, and the reserves shall not be converted into share capital.

Proposal for profit distribution of preferred shares during the reporting period adopted in the resolution of the Board of Directors

Applicable  Not applicable

## II. Company Profile

### 1. Basic Information

Stock abbreviation	SHEN SEG, SHEN SEG B	Stock code	000058, 200058
Listed on	Shenzhen Stock Exchange		
Stock abbreviation before change (if any)	None		

Contact Information	Board Secretary	Securities Affairs Representative
Name	Xiao Jun	Xiang Qianqian
Office address	31/F, Tower A, Stars Plaza, Huaqiang Road (N), Futian District, Shenzhen	31/F, Tower A, Stars Plaza, Huaqiang Road (N), Futian District, Shenzhen
Fax	0755-83975237	0755-83975237
Tel	0755-83747939	0755-83741808
Email	segcl@segcl.com.cn	xiangqq@segcl.com.cn

## 2. Main Business or Products Profile During the Reporting Period

In 2022, main business of the Company included electronic market distribution business centered on communication market and electronic specialized market, the city services business with property operation and property management services as the core, and the strategic emerging business represented by new energy and inspection & testing certification.

Business model of the Company is: Guided by the Company's "14th Five-Year Plan" strategic development plan, the Company further consolidates and develops two major stock businesses, namely, electronic market circulation and property management and urban services, and focuses on one core incremental business of new energy application to build an industrial operation headquarters with strong resource integration and control capability, so as to lay the foundation for the development of strategic emerging industries, and gradually release the brand and service advantages of SEG. Through brand value enhancement and business model optimization, the Company improves the service quality of electronic professional market and maintain leading within the industry; supported by the electronic professional market, property operation and management service, the Company extends vertically to the upstream & downstream of the industrial chain and horizontally focuses on strategic emerging industries, strengthens capital operation, focuses on niche areas, and makes efforts in building a new energy industry investment platform to promote the Company's high-quality transformation and development.

By upholding the concept of stable, high-quality and sustainable development, the Company has accumulated good reputation, brand, credit, and external industry resources, which provide a solid guarantee for the long-term layout and development of the Company.

### 1. Electronic market circulation

On the basis of long-term steady operation, the Company is deeply engaged in the electronic information industry. It has established a chain electronic professional market system center by Huaqiang North, covering the Pearl River Delta and Yangtze River Delta and radiating nationwide, which is a leading comprehensive electronic professional market in China and even in Asia with high brand influence at home and abroad. The Company pays attention to the building and management of the core team. It has cultivated a professional, market-oriented and specialized operation and management team, and established a mature market operation and management system. There are also a group of customer resources with high loyalty supporting the Company to continuously maintain its brand advantage and industry leading position.

### 2. Property management and urban services

With the national first-class property management qualification, the Company has become a domestic first-class comprehensive property service provider integrating the public property service capability and technological strength of super high-rise buildings, schools, hospitals and governments after years of meticulous cultivation.

With solid service quality, stable operation capability and good customer reputation, the Company has won many honorary titles and is ranked 45th among the "Top 500 Chinese Property Service Enterprises in Terms of Comprehensive Strength" and "13th among the Top 100 Shenzhen Property Service Enterprises in Terms of Comprehensive Strength". The Company has accumulated a wealth of experience in business development and market-oriented competitiveness and is able to independently face the market and bring into play its professional advantages to achieve steady growth in business scale and operating results.

### 3. New energy

The Company has formed a new energy industry chain integrating new energy photovoltaic investment, construction, operation and photovoltaic module research and development and production to provide clean electricity for the society and facilitate to build a clean, safe, reliable, intelligent and efficient human living environment. The Company has set up a professional team to provide strong support for the development of the Company's new energy business in terms of organizational structure and talent echelon building.

In terms of photovoltaic products, the power-generation glass manufactured by the Company have the advantages of good low-light performance, low temperature coefficient, low long-term attenuation, beautiful & elegant, flexible & customizable and adjustable light transmittance, and can be widely applied in photovoltaic building integration and other fields as green building environmental protection materials,

As for distributed photovoltaic power plants, the Company has accumulated rich experience in investment, construction, operation and management of photovoltaic power plants after years of development. With the qualification of general contracting of electric power engineering, it has successfully invested in distributed photovoltaic power plants in many regions in China with good results in grid-connected power generation. The Company's customers are mostly large central state-owned enterprises, listed companies and other high-quality enterprises. Better strategic cooperation can effectively ensure the robustness of photovoltaic business operations, and form a strong customer adhesion.

### 4. Inspection & testing certification

In field of inspection & testing certification, the Company has laid out two major segments as testing equipment and test service, covering the high-quality downstream segments such as aerospace and rail transportation at the same time. The Company pays attention to innovation and development, and constantly improves its R&D capability and technology level, with a number of invention patents and a certain market base and customer resources.

## 3. Main Accounting Data and Financial Indexes

### (1) Main Accounting Data and Financial Indexes in Recent Three Years

Are retrospective adjustments made to previous financial statements?

Yes  No

Unit: RMB/yuan

	Year-end of 2022	Year-end of 2021	Increase/decrease at the end of the current year compared with the end of the previous	Year-end of 2020

			year	
Total assets	5,318,741,351.95	5,632,373,265.14	-5.57%	5,830,977,104.07
Net assets attributable to shareholders of the listed company	1,928,217,155.45	1,984,760,159.28	-2.85%	1,905,722,149.42
	2022	2021	Year-on-year increase/decrease	2020
Operating income	1,828,803,853.48	1,994,653,376.81	-8.31%	1,403,665,817.37
Net profit attributable to shareholders of the listed company	15,776,322.05	46,382,677.88	-65.99%	25,924,861.87
Net profit attributable to shareholders of the listed company after deduction of non-recurring profit and loss	31,661,979.02	14,502,483.78	-318.32%	-23,361,507.86
Net cash flow from operating activities	222,483,347.29	754,029,738.42	-70.49%	243,544,355.42
Basic EPS (yuan/share)	0.0128	0.0375	-65.87%	0.0210
Diluted EPS (yuan/share)	0.0128	0.0375	-65.87%	0.0210
Weighted average ROE	0.81%	2.41%	-1.60%	1.37%

## (2) Quarterly Main Accounting Data

Unit: RMB/yuan

	Q1	Q2	Q3	Q4
Operating income	472,271,888.67	369,343,219.60	470,972,297.93	516,216,447.28
Net profit attributable to shareholders of the listed company	33,718,455.44	-57,542,444.20	43,046,386.07	-3,446,075.26
Net profit attributable to shareholders of the listed company after deduction of non-recurring profit and loss	31,935,930.86	-59,469,676.19	9,385,657.46	-13,513,891.15
Net amount of cash flow from operating activities	-60,846,435.24	25,520,596.99	68,175,890.33	189,633,295.21

Whether there are significant differences between the above-mentioned financial index or its total number and the relevant financial index disclosed in the company's quarterly report and semi-annual report

Yes  No

#### 4. Share Capital and Shareholders

##### (1) Number of common shareholders and number of preferred shareholders restored with the voting rights, and information on top 10 shareholders

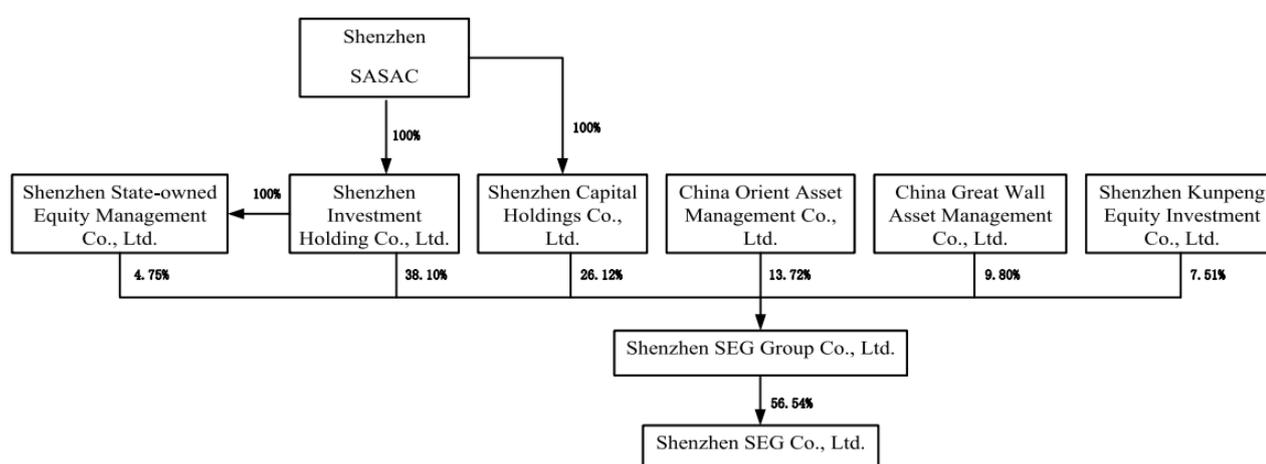
Unit: share

Total number of common shareholders at the end of the reporting period	75689	Total number of common shareholders at end of the previous month before the disclosure date of annual report	68915	Total number of preferred shareholders restored with the voting rights at the end of the reporting period	0	Total number of preferred shareholders restored with the voting rights at end of the previous month before the disclosure date of annual report	0
Shareholding on top 10 shareholders							
Name of shareholder	Nature of shareholder	Shareholding proportion	Number of shares held	Number of restricted shares held	Shares pledged, tagged or frozen		
					Share status	Quantity	
Shenzhen SEG Group Co., Ltd.	State-owned legal person	56.54%	696,163,182	0			
Liu Guocheng	Domestic natural person	0.60%	7,396,302	0			
LISHERYNZHANMING	Overseas natural person	0.46%	5,680,000	0			
Liu Guohong	Domestic natural person	0.30%	3,656,161	0			
Ye Jianzhong	Domestic natural person	0.26%	3,149,488	0			
Gong Qianhua	Overseas natural person	0.24%	2,940,000	0			
Zhao Yufeng	Domestic natural person	0.23%	2,864,700	0			
China International Capital Corporation Limited	State-owned legal person	0.19%	2,398,119	0			
Xu Yueying	Domestic natural person	0.16%	1,996,800	0			
Wang Jinjun	Domestic natural person	0.14%	1,670,000	0			
Explanations on the association relationship or concerted action among the above-mentioned shareholders		Shenzhen SEG Group Co., Ltd has no association with other shareholders, nor is it a concerted action unit as set forth in the <i>Management Methods for Merger of Listed Companies</i> . It is unknown whether other shareholders have an association or are concerted action units or not.					
Explanations on shareholders participating in the securities margin trading (if any)		Ye Jianzhong, the domestic natural person, has 3,149,488 shares of the Company through the credit account for investor with securities margin trading.					

**(2) Number of Preferred Shareholders and Shares Held by Top 10 Preferred Shareholders**

Applicable  Not applicable

The Company has no shares held by preferred shareholders during the reporting period.

**(3) Property Rights and Control Relationship between the Company and Actual Controller in Form of a Block Diagram****5. Bonds in existence as of the approval date of the annual report**

Applicable  Not applicable

**III. Important Events**

Overview	Disclosure date	Website index for interim reports disclosed
1. The 5.18 SEG Plaza Building Vibration Event	July 16, 2021	"Notice of Relevant Information on 5.18 SEG Plaza Building Vibration" released on Juchao Website ( <a href="http://www.cninfo.com.cn/">http://www.cninfo.com.cn/</a> )
	September 8, 2021	"Notice on the Resumption of Use SEG Plaza Building" released on Juchao Website ( <a href="http://www.cninfo.com.cn/">http://www.cninfo.com.cn/</a> )
	January 7, 2022	Notice on the Impact of 5.18 SEG Plaza Building Vibration on Company Operation" released on Juchao Website ( <a href="http://www.cninfo.com.cn/">http://www.cninfo.com.cn/</a> )
2. Selection of <i>Securities Times</i> , <i>Securities Daily</i> , <i>China Securities Journal</i> , Hong Kong Commercial Daily and Juchao Website ( <a href="http://www.cninfo.com.cn/">http://www.cninfo.com.cn/</a> ) the disclosure media of the Company for year of 2022	January 28, 2022	"Notice on the Resolution of the 29th Interim Meeting of the 8th BOD" released on Juchao Website ( <a href="http://www.cninfo.com.cn/">http://www.cninfo.com.cn/</a> )
3. Appointment of Beijing Zhong Lun (Shenzhen) Law Firm for the Securities Legal Consultation Matters of the	January 28, 2022	"Notice on the Resolution of the 29th Interim Meeting of the 8th Board of Directors" released on Juchao Website

Company in 2022		( <a href="http://www.cninfo.com.cn/">http://www.cninfo.com.cn/</a> )
4. Reply to the concern letter of Shenzhen Stock Exchange	February 28, 2022	"About the Concern Letter of Shenzhen SEG Co., Ltd." released on Juchao Website ( <a href="http://www.cninfo.com.cn/">http://www.cninfo.com.cn/</a> )
	March 4, 2022	"Notice on Replying to the Concern Letter of Shenzhen Stock Exchange" released on Juchao Website ( <a href="http://www.cninfo.com.cn/">http://www.cninfo.com.cn/</a> )
	March 7, 2022	"Notice on Replying to the Concern Letter of Shenzhen Stock Exchange" released on Juchao Website ( <a href="http://www.cninfo.com.cn/">http://www.cninfo.com.cn/</a> )
5. Purchasing wealth management products with own idle funds	March 18, 2022	"Notice on Purchasing Wealth Management Products with Own Idle Funds" released on Juchao Website ( <a href="http://www.cninfo.com.cn/">http://www.cninfo.com.cn/</a> )
6. Changes of directors, supervisors, and senior executives of the Company (1) Gao Jianbai resigned as a Director of the Company, a member of the Development Strategy Committee and a member of the Audit Committee, and the Company appointed Zhang Xiaotao as a Director; Li Qi resigned as a Supervisor and the Company appointed Feng Yan as a Supervisor; (2) The Company appointed Wang Lei as the Board Secretary; (3) The Company appointed Rao Zhongxu and Xiao Jun as Deputy General Managers; (4) Yan Dongxia resigned as a Deputy General Manager and the financial officer; (5) The Company appointed Xiao Jun as the financial officer; (6) The Company appointed Zhou Xiqin as a Deputy General Manager; (7) Wang Lei resigned as the Board Secretary, and the Board of Directors appointed Xiao Jun as the Acting Board Secretary, and subsequently officially appointed Xiaojun as the Board Secretary.	April 29, 2022	"Notice on the Resolution of the 33rd Interim Meeting of the 8th Board of Directors", "The 6th Interim Meeting of the 8th Board of Supervisors", "Notice on the Resignation of Director and Supervisor and Candidate Director and Supervisor" released on Juchao Website ( <a href="http://www.cninfo.com.cn/">http://www.cninfo.com.cn/</a> )
	May 18, 2022	"Notice on the Resolution of the 1st Interim General Meeting of Shenzhen SEG Co., Ltd. in 2022" released on Juchao Website ( <a href="http://www.cninfo.com.cn/">http://www.cninfo.com.cn/</a> )
	May 31, 2022	"Notice on the Appointment of Board Secretary of the Company" and "Notice on the Resolution of the 34th Interim Meeting of the 8th Board of Directors" released on Juchao Website ( <a href="http://www.cninfo.com.cn/">http://www.cninfo.com.cn/</a> )
	June 11, 2022	"Notice on the Resolution of the 35th Interim Meeting of the 8th Board of Directors" released on Juchao Website ( <a href="http://www.cninfo.com.cn/">http://www.cninfo.com.cn/</a> )
	July 9, 2022	"Notice on the Resignation of Deputy General Manager and Financial Officer" released on Juchao Website ( <a href="http://www.cninfo.com.cn/">http://www.cninfo.com.cn/</a> )
	July 26, 2022	"Notice on the Resolution of the 37th Interim Meeting of the 8th Board of Directors" released on Juchao Website ( <a href="http://www.cninfo.com.cn/">http://www.cninfo.com.cn/</a> )
	September 23, 2022	"Notice on the Resignation of Board Secretary and the Appointment of Deputy General Manager and Financial Officer to Act as the Board Secretary" and "Notice on the Resolution of the 38th Interim Meeting of the 8th Board of Directors" released on Juchao Website ( <a href="http://www.cninfo.com.cn/">http://www.cninfo.com.cn/</a> )
	November 16, 2022	"Notice on the Appointment of Board Secretary of the Company" and "Notice on the Resolution of the 40th Interim Meeting of the 8th Board of Directors" released on Juchao Website ( <a href="http://www.cninfo.com.cn/">http://www.cninfo.com.cn/</a> )
	7. Equity Distribution for year of 2021: Based on 1,231,200,672 total share capital of the Company, distribute cash dividend of 0.10 yuan (tax included) for every 10 shares and 0 bonus share (tax included) to	March 18, 2022
April 9, 2022		"Notice on the Resolution of the 27th General Meeting in 2021" released on Juchao

all shareholders, and will not transfer reserves into share capital for year of 2021.		Website ( <a href="http://www.cninfo.com.cn/">http://www.cninfo.com.cn/</a> )
	May 18, 2022	"Notice on the Implementation of Equity Distribution in 2021" released on Juchao Website ( <a href="http://www.cninfo.com.cn/">http://www.cninfo.com.cn/</a> )
8. Amendment of the "Articles of Association"	April 29, 2022	"Notice on the Resolution of the 33rd Interim Meeting of the 8th Board of Directors" and "Articles of Association" released on Juchao Website ( <a href="http://www.cninfo.com.cn/">http://www.cninfo.com.cn/</a> )
	May 18, 2022	"Articles of Association" released on Juchao Website ( <a href="http://www.cninfo.com.cn/">http://www.cninfo.com.cn/</a> )
9. Rent reduction and exemption in 2022	June 11, 2022	"Notice on the Rent Reduction and Exemption in 2022" and "Notice on the Resolution of the 35th Interim Meeting of the 8th Board of Directors" released on Juchao Website ( <a href="http://www.cninfo.com.cn/">http://www.cninfo.com.cn/</a> )
	June 29, 2022	"Notice on the Resolution of the 2nd Interim General Meeting of Shenzhen SEG Co., Ltd. in 2022" released on Juchao Website ( <a href="http://www.cninfo.com.cn/">http://www.cninfo.com.cn/</a> )
10. Reduction of the Shares of Huakong SEG	June 30, 2022	"Notice on the Reduction of the Shares of Huakong SEG Co., Ltd. Held by the Company" and "Notice on the Resolution of the 36th Interim Meeting of the 8th Board of Directors" released on Juchao Website ( <a href="http://www.cninfo.com.cn/">http://www.cninfo.com.cn/</a> )
	July 19, 2022	"Notice on the Resolution of the 3rd Interim General Meeting of Shenzhen SEG Co., Ltd. in 2022" released on Juchao Website ( <a href="http://www.cninfo.com.cn/">http://www.cninfo.com.cn/</a> )
	October 11, 2022	"Notice on the Implementation Progress of the Reduction of the Shares of Huakong SEG Co., Ltd." released on Juchao Website ( <a href="http://www.cninfo.com.cn/">http://www.cninfo.com.cn/</a> )
	January 4, 2023	"Notice on the Implementation of the Reduction of the Shares of Huakong SEG Co., Ltd." released on Juchao Website ( <a href="http://www.cninfo.com.cn/">http://www.cninfo.com.cn/</a> )
11. Release of restricted shares held by SEG Group	July 14, 2022	"Reminder Notice on the Release of Restricted Shares from Non-public Offering" and "Verification Opinion of China Merchants Securities Co., Ltd. on the Release of Non-public Issue Shares of Shenzhen SEG Co., Ltd." released on Juchao Website ( <a href="http://www.cninfo.com.cn/">http://www.cninfo.com.cn/</a> )
12. Amendment of the company system	August 31, 2022	"Administrative Methods of Information Disclosure Matters" and "Notice on the Resolution of the 7th Meeting of the 8th Board of Directors" released on Juchao Website ( <a href="http://www.cninfo.com.cn/">http://www.cninfo.com.cn/</a> )
	October 28, 2022	"Inside Information Insiders Registration Management System", "Management System for the Shares of the Company Held by Directors, Supervisors and Senior Management and Changes Therein", "Working Rules of the Board Secretary", "Management System for Investor Relations", "Working Rules of the Audit Committee of

		the Board of Directors" and "Notice on the Resolution of the 39th Interim Meeting of the 8th Board of Directors" released on Juchao Website ( <a href="http://www.cninfo.com.cn/">http://www.cninfo.com.cn/</a> )
13. Adjustment of the Company's organization structure	August 31, 2022	"Notice on the Resolution of the 7th Meeting of the 8th Board of Directors" released on Juchao Website ( <a href="http://www.cninfo.com.cn/">http://www.cninfo.com.cn/</a> )
	November 16, 2022	"Notice on the Resolution of the 40th Interim Meeting of the 8th Board of Directors" released on Juchao Website ( <a href="http://www.cninfo.com.cn/">http://www.cninfo.com.cn/</a> )
14. Renewing the appointment of audit institution for 2022	October 28, 2022	"Notice on the Renewal of the Appointment of Audit Institution for 2022" released on Juchao Website ( <a href="http://www.cninfo.com.cn/">http://www.cninfo.com.cn/</a> )
	November 15, 2022	"Notice on the Resolution of the 4th Interim General Meeting of Shenzhen SEG Co., Ltd. in 2022" released on Juchao Website ( <a href="http://www.cninfo.com.cn/">http://www.cninfo.com.cn/</a> )