

Shenzhen China Bicycle Company (Holdings) Limited

The First Quarterly Report of 2023

The Company and whole members of the BOD guarantee that the information disclosed is true, accurate and complete, and there are no any fictitious records, misleading statements or important omissions.

Important content reminder:

1. Board of Directors, Board of Supervisory, all directors, supervisors and senior executives of Shenzhen China Bicycle Company (Holdings) Limited (hereinafter referred to as the Company) hereby confirm that there are no any fictitious statements, misleading statements, or important omissions carried in this report, and shall take all responsibilities, individual and/or joint, for the reality, accuracy and completion of the whole contents.
2. Principal of the Company, Person in Charge of Accounting Works and Person in Charge of Accounting Organ (Accounting Principal) hereby confirm that the Financial Report of the First Quarterly Report is authentic, accurate and complete.
3. Whether the First Quarterly Report is audited

Yes No

I. Main financial data

(1) Main accounting data and financial indexes

Whether it has retroactive adjustment or re-statement on previous accounting data or not

Yes No

	Current Period	Same period of previous year	Increase or decrease in the current Period compared with the same period of previous year (%)
Operation revenue(RMB)	151,527,917.92	50,246,951.40	201.57%
Net profit attributable to shareholders of the listed company (RMB)	2,848,657.72	-903,991.16	415.12%
Net profit attributable to shareholders of the listed company after deducting non-recurring gains and losses(RMB)	3,066,157.71	-1,190,923.81	357.46%
Net cash flow arising from operating activities(RMB)	-7,545,878.64	-8,930,326.51	15.50%
Basic EPS(RMB/Share)	0.0041	-0.0016	356.25%
Diluted EPS(RMB/Share)	0.0041	-0.0016	356.25%
Weighted average ROE	0.98%	-10.68%	11.66%
	End of current Period	End f previous year	Increase or decrease at end of the current Period compared with the end of previous year (%)
Total assets(RMB)	395,857,898.71	397,253,487.93	-0.35%
Owners' equity attributable to	292,977,976.23	290,129,318.51	0.98%

shareholders of listed company(RMB)			
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(2) Items and amounts of non-recurring profit (gains)/losses

Applicable Not applicable

Unit: RMB/CNY

Item	Current amount	Note
Other non-operating income and expenses other than the above	-289,999.99	
Less: impact on income tax	-72,500.00	
Total	-217,499.99	

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

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

Applicable Not applicable

Unit: RMB/CNY

Item	Period-end/current period	Period-begin/previous period	Y-o-y changes (+,-)	Cause of change
Account receivable	138,170,643.10	250,069,301.93	-44.75%	Recoveries during the Period Recoveries during the Period
Inventory	158,022,696.51	48,206,866.81	227.80%	Increase the inventory during the Period
Account payable	13,211,053.01	2,877,423.23	359.13%	Increase in purchases during the Period
Operation revenue	151,527,917.92	50,246,951.40	201.57%	The operation enlarged due to the completion of fund raising from non-public offering in Q4 of 2022
Operation cost	143,175,923.57	47,249,406.26	203.02%	Increase in operation revenue in the current period and corresponding increase in the costs
Administrative expenses	2,378,689.86	1,603,942.40	48.30%	Increase in operation revenue in the current period and corresponding increase in the administrative expenses
Net profit attributable to shareholders of the listed company	2,848,657.72	-903,991.16	415.12%	The profit growth for the operation enlarged due to the completion of fund raising from non-public offering in Q4 of 2022
Cash received from selling commodities and providing labor services	282,900,383.10	55,844,910.44	406.58%	The cash in-flow increased due to the growth of operation revenue in the current Period
Cash paid for purchasing commodities and receiving labor service	293,494,756.99	60,349,320.00	386.33%	The procurement increased due to the growth of operation revenue in the current Period

II. Shareholders

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

Unit: Share

Total common shareholders at end of the Period		46,761	Total preferred shareholders with voting rights recovered at end of reporting period (if applicable)		0	
Top ten shareholders						
Full name of Shareholders	Nature of shareholder	Proportion of shares held(%)	Amount of shares held	Amount of restricted shares held	Information of shares pledged, tagged or frozen	
					State of share	Amount
Wansheng Industrial Holdings (Shenzhen) Co., Ltd.	Domestic non-state-owned legal person	20.00%	137,836,986.00	137,836,986.00	-	-
Shenzhen Guosheng Energy Investment Development Co., Ltd.	Domestic non-state-owned legal person	9.22%	63,508,747.00	0.00	-	-
UOB Kay Hian (Hong Kong) Limited	Foreign legal person	2.31%	15,907,850.00	0.00	-	-
Guosen Securities (HK) Brokerage Co., Ltd.	Foreign legal person	2.02%	13,909,425.00	0.00	-	-
Shenwan Hongyuan Securities (Hong Kong) Co., Ltd.	Foreign legal person	1.20%	8,281,156.00	0.00	-	-
Lhasa Xingqing Network Technology Co., Ltd.	Domestic non-state-owned legal person	0.67%	4,600,255.00	0.00	-	-
Li Huili	Domestic nature person	0.56%	3,891,124.00	0.00	-	-
Ge Zhiqiong	Domestic nature person	0.44%	3,050,452.00	0.00	-	-
Xu Hongbo	Domestic nature person	0.42%	2,927,319.00	0.00	-	-
China Merchants Securities (HK) Co., Ltd	Foreign legal person	0.42%	2,894,135.00	0.00	-	-
Particular about top ten shareholders with un-restrict shares held						
Full name of Shareholders	Amount of un-restrict shares held at Period-end	Type of shares				
		Type	Amount			
Shenzhen Guosheng Energy Investment Development Co., Ltd.	63,508,747.00	RMB common shares	63,508,747.00			
UOB Kay Hian (Hong Kong) Limited	15,907,850.00	Domestically listed foreign shares	15,907,850.00			
Guosen Securities (HK) Brokerage Co., Ltd.	13,909,425.00	Domestically listed foreign shares	13,909,425.00			
Shenwan Hongyuan Securities (Hong Kong) Co., Ltd.	8,281,156.00	Domestically listed foreign shares	8,281,156.00			

Lhasa Xingqing Network Technology Co., Ltd.	4,600,255.00	RMB common shares	4,600,255.00
Li Huili	3,891,124.00	Domestically listed foreign shares	3,891,124.00
Ge Zhiqiong	3,050,452.00	Domestically listed foreign shares	3,050,452.00
Xu Hongbo	2,927,319.00	Domestically listed foreign shares	2,927,319.00
China Merchants Securities (HK) Co., Ltd	2,894,135.00	Domestically listed foreign shares	2,894,135.00
Liu Ligang	2,813,582.00	RMB common shares	2,813,582.00
Explanation on associated relationship among the aforesaid shareholders	Li Huili, spouse of Ji Hanfei, the actual controller of Shenzhen Guosheng Energy Investment Development Co., Ltd., holding B-share of the Company on behalf of Shenzhen Guosheng Energy Investment Development Co., Ltd., other than that, the Company does not know whether the other outstanding shareholders are related and whether the shareholders belong to persons acting in concert regulated in the <i>Administration of Disclosure of Information on the Change of Shareholders in Listed Companies</i> .		
Explanation on top 10 shareholders involving margin business (if applicable)	N/A		

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

Applicable Not applicable

III. Important matters

Applicable Not applicable

1. Litigation matters

Early 2023, as the plaintiff, the company and its controlling subsidiary Shenzhen Emmelle Industrial Co., Ltd. (hereinafter collectively referred to as the Company) filed a lawsuit against Guangshui Jiaxu Energy Technology Co., Ltd respectively for a total amount of 24.9672 million yuan with the “sales and purchase contract dispute” involved. As of the announcement date, the above cases have been heard by the court and ruled in favor of the Company, and some of the judgments are already in effect. Pursuit to the assessment of the risk of recoverable for the above account receivable, based on principle of prudence, the Company has accrual 80% credit impairment in previous years. Found more in the *Announcement on Lawsuits and Progress of the Lawsuits* released on Juchao Website dated 10 Feb. 2023 and 21 Apr. respectively.

IV. Financial Statement

(1) Financial statement

1. Consolidate Balance Sheet

Prepared by Shenzhen China Bicycle Company (Holdings) Limited

2023-03-31

Unit: RMB/CNY

Item	Ending balance	Opening balance
Current assets:		
Monetary fund	48,038,369.72	54,699,491.18

Settlement provisions		
Capital lent		
Trading financial assets		
Derivative financial assets		
Note receivable	702,000.00	1,102,000.00
Account receivable	138,170,643.10	250,069,301.93
Receivable financing		
Accounts paid in advance	10,813,758.12	4,286,935.15
Insurance receivable		
Reinsurance receivables		
Contract reserve of reinsurance receivable		
Other account receivable	2,364,035.29	438,477.82
Receivable financing		
Accounts paid in advance		
Insurance receivable		
Inventory	158,022,696.51	48,206,866.81
Contractual assets		
Assets held for sale		
Non-current asset due within one year		
Other current assets	34,924,612.56	35,453,106.62
Total current assets	393,036,115.30	394,256,179.51
Non-current assets:		
Loans and payments on behalf		
Debt investment		
Other debt investment		
Long-term account receivable		
Long-term equity investment		
Investment in other equity instrument		
Other non-current financial assets		
Investment real estate		
Fix assets	2,259,329.90	2,304,402.38
Construction in progress		
Productive biological asset		
Oil and gas asset		
Right-of-use assets	43,484.18	173,936.71
Intangible assets		
Expense on Research and Development		
Goodwill		
Long-term expenses to be apportioned		
Deferred income tax asset	118,969.33	118,969.33
Other non-current assets	400,000.00	400,000.00
Total non-current assets	2,821,783.41	2,997,308.42

Total assets	395,857,898.71	397,253,487.93
Current liabilities:		
Short-term loans		
Loan from central bank		
Capital borrowed		
Trading financial liability		
Derivative financial liability		
Note payable		
Account payable	13,211,053.01	2,877,423.23
Accounts received in advance		
Contractual liability	745,965.38	791,762.84
Selling financial asset of repurchase		
Absorbing deposit and interbank deposit		
Security trading of agency		
Security sales of agency		
Wage payable	879,077.91	769,992.42
Taxes payable	23,360,784.63	38,144,508.36
Other account payable	48,277,642.13	48,621,087.98
Including: Interest payable		
Dividend payable		
Commission charge and commission payable		
Reinsurance payable		
Liability held for sale		
Non-current liabilities due within one year	80,439.85	210,892.38
Other current liabilities	6,944.28	102,929.16
Total current liabilities	86,561,907.19	91,518,596.37
Non-current liabilities:		
Insurance contract reserve		
Long-term loans		
Bonds payable		
Including: Preferred stock		
Perpetual bonds		
Lease liability		
Long-term account payable		
Long-term wages payable		
Accrual liability	887,342.00	887,342.00
Deferred income		
Deferred income tax liabilities		
Other non-current liabilities		
Total non-current liabilities	887,342.00	887,342.00

Total liabilities	87,449,249.19	92,405,938.37
Owner's equity:		
Share capital	689,184,933.00	689,184,933.00
Other equity instrument		
Including: Preferred stock		
Perpetual bonds		
Capital public reserve	778,824,470.95	778,824,470.95
Less: Inventory shares		
Other comprehensive income		
Reasonable reserve		
Surplus public reserve	32,673,227.01	32,673,227.01
Provision of general risk		
Retained profit	-1,207,704,654.73	-1,210,553,312.45
Total owner's equity attributable to parent company	292,977,976.23	290,129,318.51
Minority interests	15,430,673.29	14,718,231.05
Total owner's equity	308,408,649.52	304,847,549.56
Total liabilities and owner's equity	395,857,898.71	397,253,487.93

Legal Representative: Wang Shenghong Person in charge of Accounting Works: Sun Longlong Person in charge of Accounting Institution: She Hanxing

2. Consolidated Profit Statement

Unit: RMB/CNY

Item	Current period incurred	Prior period incurred
I. Total operation revenue	151,527,917.92	50,246,951.40
Including: Operation revenue	151,527,917.92	50,246,951.40
Interest income		
Insurance gained		
Commission charge and commission income		
II. Total operation cost	147,176,272.40	51,348,242.22
Including: Operation cost	143,175,923.57	47,249,406.26
Interest expense		
Commission charge and commission expense		
Cash surrender value		
Net amount of expense of compensation		
Net amount of withdrawal of insurance contract reserve		
Bonus expense of guarantee slip		
Reinsurance expense		
Tax and surcharge	106,685.88	35,537.87
Sales expenses	1,013,451.89	1,251,815.38
Administrative expenses	2,378,689.86	1,603,942.40
R&D expenses	529,106.67	1,215,439.84
Financial expenses	-27,585.47	-7,899.53
Including: Interest expenses		
Interest income	34,411.47	20,245.44

Add: Other income	2,092.35	103,369.17
Investment income (Loss is listed with “-”)		
Including: Investment income on affiliated company and joint venture		
The termination of income recognition for financial assets measured by amortized cost		
Exchange income (Loss is listed with “-”)		
Net exposure hedging income (Loss is listed with “-”)		
Income from change of fair value (Loss is listed with “-”)		
Loss of credit impairment (Loss is listed with “-”)	331,910.63	60,000.00
Impairment loss on assets(Loss is listed with “-”)		
Income from assets disposal (Loss is listed with “-”)		
III. Operation profit (Loss is listed with “-”)	4,685,648.50	-937,921.65
Add: Non-operating income	560,000.01	221,131.50
Less: Non-operating expense	850,000.00	
IV. Total profit (Loss is listed with “-”)	4,395,648.51	-716,790.15
Less: Income tax expense	834,548.55	8,270.01
V. Net profit (Net loss is listed with “-”)	3,561,099.96	-725,060.16
(i) Classify by business continuity		
1.Continuous operating net profit (net loss listed with “-”)	3,561,099.96	-725,060.16
2.Termination of net profit (net loss listed with “-”)		
(ii) Classify by ownership		
1.Net profit attributable to shareholders of parent company	2,848,657.72	-903,991.16
2.Minority shareholders’ gains and losses	712,442.24	178,931.00
VI. Net other comprehensive income after taxation		
Net other comprehensive income attributable to owners of parent company after taxation		
(i) Other comprehensive income items which will not be reclassified subsequently to profit of loss		
1.Changes of the defined benefit plans that re-measured		
2.Other comprehensive income under equity method that cannot be transfer to gain/loss		
3.Change of fair value of		

investment in other equity instrument		
4.Fair value change of enterprise's credit risk		
5. Other		
(ii) Other comprehensive income items which will be reclassified subsequently to profit or loss		
1.Other comprehensive income under equity method that can transfer to gain/loss		
2.Change of fair value of other debt investment		
3.Amount of financial assets re-classify to other comprehensive income		
4.Credit impairment provision for other debt investment		
5.Cash flow hedging reserve		
6.Translation differences arising on translation of foreign currency financial statements		
7.Other		
Net other comprehensive income attributable to minority shareholders after taxation		
VII. Total comprehensive income	3,561,099.96	-725,060.16
Total comprehensive income attributable to owners of parent Company	2,848,657.72	-903,991.16
Total comprehensive income attributable to minority shareholders	712,442.24	178,931.00
VIII. Earnings per share:		
(i)Basic EPS	0.0041	-0.0016
(ii)Diluted EPS	0.0041	-0.0016

As for the enterprise combined under the same control, net profit of 0 Yuan achieved by the merged party before combination while 0 Yuan achieved last period.

Legal Representative: Wang Shenghong Person in charge of Accounting Works: Sun Longlong Person in charge of Accounting Institution: She Hanxing

3. Consolidated Cash Flow Statement

Unit: RMB/CNY

Item	Current period incurred	Prior period incurred
I. Cash flows arising from operating activities:		
Cash received from selling commodities and providing labor services	282,900,383.10	55,844,910.44
Net increase of customer deposit and interbank deposit		
Net increase of loan from central bank		
Net increase of capital borrowed from other financial institution		
Cash received from original insurance contract fee		
Net cash received from reinsurance business		

Net increase of insured savings and investment		
Cash received from interest, commission charge and commission		
Net increase of capital borrowed		
Net increase of capital from repurchase business		
Net cash received by agents in sale and purchase of securities		
Write-back of tax received	2,217.90	3,529.86
Other cash received concerning operating activities	8,871,526.59	7,532,827.46
Subtotal of cash in-flow arising from operation activity	291,774,127.59	63,381,267.76
Cash paid for purchasing commodities and receiving labor service	293,494,756.99	60,349,320.00
Net increase of customer loans and advances		
Net increase of deposits in central bank and interbank		
Cash paid for original insurance contract compensation		
Net increase of capital lent		
Cash paid for interest, handling charge and commission		
Cash paid for bonus of guarantee slip		
Cash paid to/for staff	960,468.61	2,086,036.96
Taxes paid	1,600,617.38	431,259.14
Other cash paid concerning operating activities	3,264,163.25	9,444,978.17
Subtotal of cash out-flow arising from operation activity	299,320,006.23	72,311,594.27
Net cash flow arising from operating activities	-7,545,878.64	-8,930,326.51
II. Cash flows arising from investing activities:		
Cash received from recovering investment		
Cash received from investment income		
Net cash received from disposal of fixed, intangible and other long-term assets		
Net cash received from disposal of subsidiaries and other units		
Other cash received concerning investing activities		
Subtotal of cash in-flow arising from investment activity		
Cash paid for purchasing fixed, intangible and other long-term assets		
Cash paid for investment		
Net increase of mortgaged loans		
Net cash received from subsidiaries		

and other units obtained		
Other cash paid concerning investing activities		
Subtotal of cash out-flow arising from investment activity		
Net cash flow arising from investment activities		
III. Cash flows arising from financing activities:		
Cash received from absorbing investment		
Including: Cash received from absorbing minority shareholders' investment by subsidiaries		
Cash received from loans		
Other cash received concerning financing activities		
Subtotal of cash in-flow arising from financing activity		
Cash paid for settling debts		
Cash paid for dividend and profit distributing or interest paying		
Including: Dividend and profit of minority shareholder paid by subsidiaries		
Other cash paid concerning financing activities		142,878.90
Subtotal of cash out-flow arising from financing activity		142,878.90
Net cash flow arising from financing activities		-142,878.90
IV. Influence on cash and cash equivalents due to fluctuation in exchange rate		
V. Net increased amount of cash and cash equivalent	-7,545,878.64	-9,073,205.41
Add: Balance of cash and cash equivalents at the period -begin	50,922,869.35	33,246,957.92
VI. Balance of cash and cash equivalents at the period -end	43,376,990.71	24,173,752.51

(2) Audit report

Whether the 1st quarterly report has been audited or not

Yes No

The 1st quarterly report of the Company has not been audited.

Board of Directors of
Shenzhen China Bicycle Company (Holdings) Limited
April 27, 2023