

Stock Code: 200771

Stock ID: Hangqilun B

Announcement No.:2023-40

Hangzhou Steam Turbine Power Group Co., Ltd.

The First Quarterly Report 2023

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 first 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	Same period of last year	Changes of this period over same period of last year (%)
Operating revenue (Yuan)	1,089,224,031.37	1,788,987,236.29	-39.12%
Net profit attributable to the shareholders of the listed company (Yuan)	-48,089,348.88	184,043,460.08	-126.13%
Net profit after deducting of non-recurring gain/loss attributable to the shareholders of listed company (Yuan)	-59,744,696.75	138,956,828.84	-143.00%
Net cash generated from /used in operating activities (Yuan)	-160,624,833.67	-124,850,206.32	-28.65%

Basic earning per share(Yuan/Share)	-0.05	0.19	-126.32%
Diluted gains per share(Yuan/Share)	-0.05	0.19	-126.32%
Weighted average return on equity (%)	-0.59%	2.25%	-2.84%
	End of this period	End of last period	Changes of this period-end over same period-end of last year(%)
Total assets (Yuan)	15,376,635,878.78	15,374,999,610.32	0.01%
Net assets attributable to the shareholders of the listed company (Yuan)	7,952,554,107.78	8,328,481,114.19	-4.51%

(ii) Items and amount of non-current gains and losses

√ Applicable □ Not applicable

In RMB

Items	Current amount	Note
Non-current asset disposal gain/loss(including the write-off part for which assets impairment provision is made)	-116,963.65	
Tax refund, deduction and exemption that is examined and approved by authority exceeding or has no official approval document.	0.00	
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.	12,138,811.58	Mainly due to the government subsidy confirmed as compensation for the relocation of the Shiqiao Road factory Area and Hangfa old Factory.
Capital occupation charges on non-financial enterprises that are recorded into current gains and losses	0.00	
Gains due to that the investment costs for the Company to obtain subsidiaries, associates and joint ventures are lower than the enjoyable fair value of the identifiable net assets of the investees when making the investments	0.00	
Gain/loss on non-monetary asset swap	0.00	
Gain/loss on entrusting others with investments or asset management	0.00	
Asset impairment provisions due acts of God such as natural disasters	0.00	
Gains/losses of debt restructure	0.00	
Reorganization expenses, such as expenditure for allocation of employees and integration fee	0.00	
Gains/losses exceeding the fair value arising from transactions with obviously unfair prices	0.00	
Net gain and loss of the subsidiary under the common control and produced from enterprise consolidation from the beginning of the period to the consolidation date	0.00	
Gain and loss arising from contingent matters irrelevant with the Company's normal operation business	0.00	

Gain and loss from change of the fair value arising from transactional monetary assets, transactional financial liabilities as held as well as the investment income arising from disposal of the transactional monetary assets, transactional financial liabilities and financial assets available for sale excluding the effective hedging transaction in connection with the Company's normal business	3,949,106.72	Mainly due to the investment income of bank wealth management products
Reverse of the provision for impairment of accounts receivable undergoing impairment test individually	0.00	
Gain/loss from external entrusted loan	0.00	
Gain and loss arising from change in the fair value of the investment based real estate measure afterwards by means of fair value model	0.00	
Influence upon the current gains and losses from the once-and-for-all adjustment over the current gains and losses according to the taxation and accounting laws and regulations	0.00	
Income from custodian charge obtained from entrusted operation	0.00	
Operating income and expenses other than the aforesaid items	-1,839,370.21	Mainly due to the expenditure of quality compensation.
Less: Influenced amount of income tax	1,167,105.76	
Amount of influence of minority interests (After tax)	1,309,130.81	
Total	11,655,347.87	

Details of other gains/losses items that meets the definition of non-recurring gains/losses:

Applicable Not applicable

There are no other gains/losses items that meet the definition of non-recurring gains/losses in the Company.

Explain the items defined as recurring profit (gain)/loss according to the lists of extraordinary profit (gain)/loss in Q&A Announcement No.1 on Information Disclosure for Companies Offering Their Securities to the Public - -- Extraordinary Profit/loss

Applicable Not applicable

There are no items defined as recurring profit (gain)/loss according to the lists of extraordinary profit (gain)/loss in Q&A Announcement No.1 on Information Disclosure for Companies Offering Their Securities to the Public - -- Extraordinary Profit/loss.

(iii) Particulars about material changes in items of main accounting statement and financial index and explanations of reasons

Applicable Not applicable

Balance sheet items	March 31,2023	December 31,2022	Year-on-year increase or decrease	Reason
Transactional financial assets	401,998,737.18	607,001,143.44	-33.77%	Mainly due to the decrease in the purchase of wealth management products.
Prepayments	761,339,817.36	401,523,615.49	89.61%	Mainly due to the increase in advance payments for the purchase of gas turbine engines.

Other account receivable	68,625,925.66	25,366,963.26	170.53%	Mainly due to Zhongneng Company's payment of the land deposit for the new production base.
Long-term receivable	60,441,093.20	77,541,093.03	-22.05%	Mainly due to the payment collection of the new energy company's tiantie project.
Development expenses	969,931.44	—	—	Mainly due to the capitalized R&D expenses of Western Power Company in non-common control by holding and merger by Ranchuang company in the current period.
Goodwill	8,417,413.42	—	—	Mainly due to the holding and merger of Western Power Company under non-common control in the current period by Ranchuang company.
Long-term expenses to be amortized	336,422.02	—	—	Mainly due to the renovation cost that the casting company needs to amortize over a long period of time.
Employees' wage payable	73,695,189.98	139,014,673.58	-46.99%	Mainly due to the year-end bonus accrued at the end of the previous year paid in the current period.
Tax payable	30,342,534.14	73,385,124.09	-58.65%	Mainly due to the various taxes and fees accrued at the end of the previous year paid in the current period.
Long-term payable	15,573,963.11	11,104,088.21	40.25%	Mainly due to the increase in relocation compensation for which deferred gains are not recognized.
Other non-current liabilities	369,005,695.76	267,585,963.69	37.90%	Mainly due to that Zhongneng Company received the relocation compensation.
Income statement items	Current period	Last period	Year-on-year increase or decrease	Reason
Business income	1,089,224,031.37	1,788,987,236.29	-39.12%	Mainly due to the number of units sold decreased YOY.
Business costs	845,186,181.43	1,268,556,153.69	-33.37%	Mainly due to the decrease in operating income and the YOY decrease in operating costs.
Business tax and surcharge	1,286,048.33	3,348,834.01	-61.60%	Mainly due to obtained land use tax exemptions in the current period.
Investment gain	3,949,106.72	12,491,713.99	-68.39%	Mainly due to the decrease in the income from entrusted wealth management in the current period.
Other income	12,442,934.82	3,751,924.89	231.64%	Mainly due to the recognition of depreciation of relocation assets in the current period.
Operational profit	-45,606,116.24	201,265,282.37	-122.66%	Mainly due to the decrease in sales revenue and the decrease in sales gross margin due to the impact of product structure in the current period.
Non-operating income	364,827.31	39,983,542.00	-99.09%	Mainly due to the recognition of liquidated damages revenue from

				long-term suspension units in the previous period
Total profit	-47,866,573.34	238,762,221.52	-120.05%	The reason for the change was the same as the operating profit
Income tax expenses	-6,218,890.23	40,840,560.27	-115.23%	Mainly due to a YOY decrease in total profit
Net profit	-41,647,683.11	197,921,661.25	-121.04%	The reason for the change was the same as the operating profit
Net profit attributable to the owners of parent company	-48,089,348.88	184,043,460.08	-126.13%	The reason for the change was the same as the operating profit
Minority shareholders' equity	6,441,665.77	13,878,201.17	-53.58%	The reason for the change was the same as the operating profit
Cash flow generated by business operation, net	-160,624,833.67	-124,850,206.32	-28.65%	Mainly due to the increase in cash payments for the purchase of gas turbines and other stocks.
Net cash flow generated by investment	223,557,436.19	126,672,172.27	76.48%	Mainly due to the YOY decrease in net purchases of wealth management products.
Net cash flow generated by Financing	14,898,142.27	-3,028,838.60	591.88%	Mainly due to the YOY increase in net bank loans.
Influence of exchange rate alternation on cash and cash equivalents	-3,660,647.00	-581,538.97	-529.51%	Mainly due to exchange rate changes led to the increase in the exchange loss of foreign currency funds held.

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	11,117	Total preference shareholders with the voting power recovered at the end of the reporting period(if any)					
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	
Hangzhou Steam Turbine Holdings Co., Ltd.	State-owned legal person	63.67%	623,772,240	623,772,240			
China Merchants Securities(HK)Co., Ltd.	Domestic Non State-owned legal person	0.71%	6,970,988				

GUOTAI JUNAN SECURITIES (HONG KONG) LIMITED	Foreign legal person	0.66%	6,499,345		
Zhou Jie	Domestic Natural person	0.66%	6,438,700		
ISHARES CORE MSCI EMERGING MARKETS ETF	Foreign legal person	0.57%	5,604,862		
VANGUARD TOTAL INTERNATIONAL STOCK INDEX FUND	Foreign legal person	0.56%	5,482,009		
VANGUARD EMERGING MARKETS STOCK INDEX FUND	Foreign legal person	0.52%	5,120,287		
NORGES BANK	Foreign legal person	0.33%	3,268,888		
Xia Zulin	Domestic Natural person	0.32%	3,170,000		
Gu Yang	Domestic Natural person	0.21%	2,038,821		
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		
China Merchants Securities(HK)Co., Ltd.	6,970,988	Foreign shares placed in domestic exchange	6,970,988		
GUOTAI JUNAN SECURITIES (HONG KONG) LIMITED	6,499,345	Foreign shares placed in domestic exchange	6,499,345		
Zhou Jie	6,438,700	Foreign shares placed in domestic exchange	6,438,700		
ISHARES CORE MSCI EMERGING MARKETS ETF	5,604,862	Foreign shares placed in domestic exchange	5,604,862		
VANGUARD TOTAL INTERNATIONAL STOCK INDEX FUND	5,482,009	Foreign shares placed in domestic exchange	5,482,009		
VANGUARD EMERGING MARKETS STOCK INDEX FUND	5,120,287	Foreign shares placed in domestic exchange	5,120,287		
NORGES BANK	3,268,888	Foreign shares placed in domestic exchange	3,268,888		

Xia Zulin	3,170,000	Foreign shares placed in domestic exchange	3,170,000
Gu Yang	2,038,821	Foreign shares placed in domestic exchange	2,038,821
Wang Yihu	2,001,956	Foreign shares placed in domestic exchange	2,001,956
Explanation on associated relationship or concerted action of the above shareholders	(1)It is unknown to the Company if there is any relationship among the top 10 common share holders without restriction. (2) Other Shareholders. is not an action-in-concert” party with any of other shareholders as described by the “Administration Rules of Informational Disclosure about Change of Shareholding Statutes of PLCs”.		
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

1. On January 13, 2023, the Company held the 31st meeting of the eighth Meeting of the board of directors, in which the "Proposal on Increasing Capital in Zhejiang Ranchuang Namely Investing in Western Power" was deliberated and passed. Ranchuang Company, a wholly-owned subsidiary of the Company, acquired 20% of the equity of Western Power Company transferred by Chengdu Meijiang Investment Group Co., Ltd at a price not higher than the appraisal value of the corresponding equity asset in the appraisal filing, respectively acquired 15% and 3% of the equity of Western Power Company held by Liaoning Paison Energy Technology Service Co., Ltd and the natural person Liu Yuhuan at a price of 1.27 yuan per unit of registered capital, and subscribed for the registered capital of 43 million yuan of the capital increase of Western Power Company at a price of 1.27 yuan per unit of registered capital. For details, please refer to the "Announcement on Increasing Capital in Zhejiang Ranchuang Namely Investing in Western Power" disclosed by the Company on January 17, 2023(Announcement No.:2023-02). The afore-said matters have completed the registration procedures for industrial and commercial changes on March 31, 2023, and obtained the "Business License" renewed by the Pengzhou Administrative Examination and Approval Bureau, Zhejiang Ranchuang holds 56.64% of the equity

of Western Power, and Western Power is included in the scope of consolidation of the Company's financial statement in the current period.

2. On February 3, 2023, the Company received a notice from Hangzhou Steam Turbine Holdings Co., Ltd (hereinafter referred to as "Steam Turbine Holdings")-the Company's controlling shareholder, that Steam Turbine Holdings intends to transfer its 5% non-tradable shares of the Company through a public solicitation transfer. For details, please refer to the "Indicative Announcement on the Controlling Shareholder's Intention to Transfer the Company's Shares by Agreement through Public Solicitation and Transfer" disclosed by the Company on February 6, 2023(Announcement No.:2023-04). On March 10, 2023, the Company received a written notice from SteamTurbine Holdings that the public solicitation and transfer plan has been filed by the state-owned assets management information system. On March 11, 2023, the Company disclosed the "Announcement on the Controlling Shareholder's Intention to Transfer the Company's Shares by Agreement through Public Solicitation and Transfer"(Announcement No.:2023-06), and the Company's controlling shareholder-Steam Turbine Holdings intends to transfer 49,008,999 shares of the Company-accounting for 5% of the total share capital of the Company held by it by agreement through public solicitation and transfer, and the transfer price is not less than 8.95 yuan per share. After the comprehensive review by Steam Turbine Holdings, Hangzhou Qitong Equity Investment Partnership (Limited Partnership) (hereinafter referred to as "Hangzhou Qitong") was finally determined to be the intended transferee of this public solicitation transfer, and Steam Turbine Holdings and Hangzhou Qitong signed the Share Transfer Agreement with conditional effect on April 3, 2023. For details, please refer to the "Announcement on the Progress of the Transfer of the Company's Shares by Controlling Shareholder by Agreement through Public Solicitation and Transfer Namely the Signing of the Share Transfer Agreement" disclosed by the Company on April 4, 2023. As at the disclosure date of this report, the approval and share delivery of the afore-said Share Transfer Agreement have not yet been completed.

IV. Quarterly financial statements

(i) Financial statement

1. Consolidated balance sheet

Prepared by: Hangzhou Steam Turbine Power Group Co., Ltd.

March 31,2023

In RMB

Items	Ending balance	Opening balance
Current asset:		
Monetary fund	2,029,150,885.69	1,954,980,787.90
Settlement provision		
Outgoing call loan		
Transactional financial assets	401,998,737.18	607,001,143.44
Derivative financial assets		

Notes receivable	93,845,625.27	95,612,927.26
Account receivable	1,938,500,433.83	1,924,679,367.08
Financing receivable	812,569,252.10	817,555,768.45
Prepayments	761,339,817.36	401,523,615.49
Insurance receivable		
Reinsurance receivable		
Provisions of Reinsurance contracts receivable		
Other account receivable	68,625,925.66	25,366,963.26
Including: Interest receivable		
Dividend receivable		
Repurchasing of financial assets		
Inventories	2,352,050,607.88	2,322,461,286.52
Contract assets	654,712,040.24	587,719,735.46
Assets held for sales		
Non-current asset due within 1 year		
Other current asset	66,117,629.60	78,949,731.48
Total of current assets	9,178,910,954.81	8,815,851,326.34
Non-current assets:		
Loans and payment on other's behalf disbursed		
Creditor's Investment		
Other Creditor's Investment		
Long-term receivable	60,441,093.20	77,541,093.03
Long term share equity investment		
Other equity instruments investment	3,156,471,141.66	3,556,127,694.48
Other non-current financial assets	5,534,773.22	5,534,773.22
Property investment	6,243,827.58	6,451,478.55
Fixed assets	1,943,886,477.53	1,926,594,610.89
Construction in progress	307,158,094.46	286,290,854.97
Production physical assets		
Oil & gas assets		
Use right assets	25,835,263.04	28,105,943.29
Intangible assets	283,504,898.69	274,844,788.47
Development expenses	969,931.44	
Goodwill	8,417,413.42	
Long-germ expenses to be amortized	336,422.02	
Deferred income tax asset	354,247,983.24	352,734,092.61
Other non-current asset	44,677,604.47	44,922,954.47
Total of non-current assets	6,197,724,923.97	6,559,148,283.98
Total of assets	15,376,635,878.78	15,374,999,610.32
Current liabilities		
Short-term loans	315,500,000.00	287,753,227.89
Loan from Central Bank		
Borrowing funds		
Transactional financial liabilities		
Derivative financial liabilities		
Notes payable	490,546,465.91	411,886,347.73
Account payable	1,352,129,549.11	1,202,915,727.29
Advance receipts	230,204.48	230,204.48
Contract liabilities	2,381,648,029.12	2,306,912,441.68
Selling of repurchased financial assets		
Deposit taking and interbank deposit		
Entrusted trading of securities		
Entrusted selling of securities		
Employees' wage payable	73,695,189.98	139,014,673.58
Tax payable	30,342,534.14	73,385,124.09

Other account payable	189,241,677.45	203,788,336.85
Including: Interest payable	565.28	
Dividend payable		90,000.00
Fees and commissions payable		
Reinsurance fee payable		
Liabilities held for sales		
Non-current liability due within 1 year	39,201,831.97	42,802,886.86
Other current liability	369,005,695.76	267,585,963.69
Total of current liability	5,241,541,177.92	4,936,274,934.14
Non-current liabilities:		
Reserve fund for insurance contracts		
Long-term loan	164,700,000.00	159,903,673.86
Bond payable		
Including: preferred stock		
Sustainable debt		
Lease liability	16,222,585.72	16,334,023.10
Long-term payable	15,573,963.11	11,104,088.21
Long-term remuneration payable to staff		
Expected liabilities		
Deferred income	940,308,935.71	877,381,129.85
Deferred income tax liability	418,639,074.87	474,809,014.19
Other non-current liabilities		
Total non-current liabilities	1,555,444,559.41	1,539,531,929.21
Total of liability	6,796,985,737.33	6,475,806,863.35
Owners' equity		
Share capital	980,179,980.00	980,179,980.00
Other equity instruments		
Including: preferred stock		
Sustainable debt		
Capital reserves	406,952,515.42	394,935,862.00
Less: Shares in stock	136,466,388.09	136,466,388.09
Other comprehensive income	2,350,689,536.40	2,690,397,606.30
Special reserve	17,695,084.87	17,841,325.92
Surplus reserves	625,178,089.82	625,178,089.82
Common risk provision		
Retained profit	3,708,325,289.36	3,756,414,638.24
Total of owner's equity belong to the parent company	7,952,554,107.78	8,328,481,114.19
Minority shareholders' equity	627,096,033.67	570,711,632.78
Total of owners' equity	8,579,650,141.45	8,899,192,746.97
Total of liabilities and owners' equity	15,376,635,878.78	15,374,999,610.32

Legal Representative: Zheng Bin

Person in charge of accounting: Zhao Jiamao

Accounting Dept Leader: Jin Can

2.Consolidated Income Statement

In RMB

Items	Current period	Last period
I. Income from the key business	1,089,224,031.37	1,788,987,236.29
Incl: Business income	1,089,224,031.37	1,788,987,236.29

Interest income		
Insurance fee earned		
Fee and commission received		
II. Total business cost	1,110,720,953.58	1,544,630,767.37
Incl: Business cost	845,186,181.43	1,268,556,153.69
Interest expense		
Fee and commission paid		
Insurance discharge payment		
Net claim amount paid		
Net amount of withdrawal of insurance contract reserve		
Insurance policy dividend paid		
Reinsurance expenses		
Business tax and surcharge	1,286,048.33	3,348,834.01
Sales expense	50,281,037.38	46,212,368.82
Administrative expense	125,978,935.77	135,702,564.20
R & D costs	81,804,145.74	85,497,139.56
Financial expenses	6,184,604.93	5,313,707.09
Including: Interest expense	4,084,645.61	7,205,885.86
Interest income	12,014,133.70	3,962,049.43
Add: Other income	12,442,934.82	3,751,924.89
Investment gain ("-"for loss)	3,949,106.72	12,491,713.99
Incl: investment gains from affiliates		
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		-67,610.56
Credit impairment loss	-41,107,577.67	-75,474,967.16
Impairment loss of assets	606,342.10	16,210,996.87
Assets disposal income		-3,244.58
III. Operational profit ("-"for loss)	-45,606,116.24	201,265,282.37
Add : Non-operational income	364,827.31	39,983,542.00
Less: Non-operating expense	2,625,284.41	2,486,602.85
IV. Total profit("-"for loss)	-47,866,573.34	238,762,221.52
Less: Income tax expenses	-6,218,890.23	40,840,560.27
V. Net profit	-41,647,683.11	197,921,661.25
(I) Classification by business continuity		
1.Net continuing operating profit	-41,647,683.11	197,921,661.25
2.Termination of operating net profit		
(II) Classification by ownership		
1.Net profit attributable to the owners of parent company	-48,089,348.88	184,043,460.08
2.Minority shareholders' equity	6,441,665.77	13,878,201.17
VI. Net after-tax of other comprehensive income	-339,708,069.90	293,489,284.88
Net of profit of other comprehensive income attributable to owners of the parent company.	-339,708,069.90	293,489,284.88
(I) Other comprehensive income items that will not be reclassified into gains/losses in the subsequent accounting period	-339,708,069.90	293,489,284.88
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	-339,708,069.90	293,489,284.88

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 i nvestee 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 t o Minority shareholders' equity		
VII. Total comprehensive income	-381,355,753.01	491,410,946.13
Total comprehensive income attributable to the owner of the parent company	-387,797,418.78	477,532,744.96
Total comprehensive income attributable minority shareholders	6,441,665.77	13,878,201.17
VIII. Earnings per share		
(I) Basic earnings per share	-0.05	0.19
(II) Diluted earnings per share	-0.05	0.19

Legal Representative: Zheng Bin

Person in charge of accounting: Zhao Jiamao

Accounting Dept Leader: Jin Can

3. Consolidated Cash flow statement

In RMB

Items	Current period	Last period
I. Cash flows from operating activities		
Cash received from sales of goods or rendering of services	1,002,887,020.77	1,058,270,245.53
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	4,318,394.48	2,576,435.19
Other cash received from business operation	84,840,930.56	13,305,845.06
Sub-total of cash inflow	1,092,046,345.81	1,074,152,525.78
Cash paid for purchasing of merchandise and services	786,409,367.13	726,828,613.28
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	284,444,179.08	267,198,844.00
Taxes paid	76,659,449.80	88,450,273.16
Other cash paid for business activities	105,158,183.47	116,525,001.66
Sub-total of cash outflow from business activities	1,252,671,179.48	1,199,002,732.10
Net cash generated from /used in operating activities	-160,624,833.67	-124,850,206.32
II. Cash flow generated by investing		
Cash received from investment retrieving		
Cash received as investment gains	3,949,106.72	12,403,494.81
Net cash retrieved from disposal of fixed assets, intangible assets, and other long-term assets	116,085.07	6,500.00
Net cash received from disposal of subsidiaries or other operational units		
Other investment-related cash received	627,878,013.22	648,000,000.00
Sub-total of cash inflow due to investment activities	631,943,205.01	660,409,994.81
Cash paid for construction of fixed assets, intangible assets and other long-term assets	15,775,768.82	31,736,192.54
Cash paid as investment	54,610,000.00	1,630.00
Net increase of loan against pledge		
Net cash received from subsidiaries and other operational units		
Other cash paid for investment activities	338,000,000.00	502,000,000.00
Sub-total of cash outflow due to investment activities	408,385,768.82	533,737,822.54
Net cash flow generated by investment	223,557,436.19	126,672,172.27
III. Cash flow generated by financing		
Cash received as investment		
Including: Cash received as investment from minor shareholders		
Cash received as loans	35,000,000.00	23,800,000.00
Other financing –related cash received		
Sub-total of cash inflow from financing activities	35,000,000.00	23,800,000.00
Cash to repay debts	15,066,786.71	23,800,000.00
Cash paid as dividend, profit, or interests	4,433,686.04	2,427,453.62
Including: Dividend and profit paid by subsidiaries to minor shareholders		
Other cash paid for financing activities	601,384.98	601,384.98
Sub-total of cash outflow due to financing activities	20,101,857.73	26,828,838.60
Net cash flow generated by financing	14,898,142.27	-3,028,838.60
IV. Influence of exchange rate alternation on cash and cash equivalents	-3,660,647.00	-581,538.97
V. Net increase of cash and cash equivalents	74,170,097.79	-1,788,411.62
Add: balance of cash and cash equivalents at the beginning of term	1,805,028,401.76	1,467,538,968.07
VI ..Balance of cash and cash equivalents at the end of term	1,879,198,499.55	1,465,750,556.45

Legal Representative: Zheng Bin

Person in charge of accounting: Zhao Jiamao

Accounting Dept Leader: Jin Can

(ii) Auditors 'Report

Is the First Quarterly Report be audited?

Yes No

The First Quarterly report is not audited.

The Board of Directors of Hangzhou Steam Turbine Power Group Co., Ltd.

April 29, 2023