

Stockcode: 000037, 200037

StockAbbreviations:ShennandianA,ShennandianB

Announcement No.: 2023-043

Shenzhen Nanshan Power Co., Ltd.

2023 Third Quarter Report

The Company and all members of the Board of Directors guarantee that the Quarterly Report contains no misrepresentations, misleading statements or material omissions

Important notes:

1. The Board of Directors, the Board of Supervisors, all directors, supervisors and senior officers of the Company guarantee that the Quarterly Report contains no misrepresentations, misleading statements or material omissions, and take all responsibilities, individual and/or joint, for the reality, accuracy and completion of the whole contents.
2. The legal representative, the chief finance officer and the chief accountant declared that they guaranteed the authenticity, accuracy and completeness of the financial information in the quarterly report.
3. Whether the Q3 report has been audited
 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 or not

Yes No

	Current period	Increase/decrease in the reporting period compared with the same period last year	From the beginning of the year to the end of the reporting period	Increase/decrease from the beginning of the year to the end of the reporting period compared with the same period last year
Operating income (yuan)	182,838,205.80	-38.40%	454,106,390.85	-13.68%
Net profit attributable to the shareholders of the listed company (yuan)	8,482,149.79	117.50%	-28,758,589.77	79.83%
Net profit attributable to the shareholders of the listed company after deducting non-recurring profit and loss (yuan)	2,109,131.54	103.21%	-52,768,199.09	72.69%
Net cash flows from operating activities (yuan)	—	—	-119,379,688.05	-154.52%
Basic earnings per share (yuan/share)	0.0141	117.54%	-0.0477	79.83%
Diluted earnings per share (yuan/share)	0.0141	117.54%	-0.0477	79.83%
Weighted average ROE	0.60%	An increase of 3.84 percentage points	-2.00%	An increase of 7.23 percentage points
	End of the reporting period	End of previous year	Increase/decrease at the end of this reporting period compared with the end of last year	
Total assets (yuan)	1,974,359,583.85	2,606,216,345.99	-24.24%	
Owner's equity attributable to the shareholders of the listed company (yuan)	1,426,871,612.95	1,455,129,894.84	-1.94%	

(II) Non-recurring profit and loss items and amounts

Applicable Not applicable

Unit: Yuan

Item	Amount in the current reporting period	Amount from the beginning of the year to the end of the reporting period	Notes
Gains/losses from the disposal of non-current asset (including the write-off that accrued for impairment of assets)	-1,428.41	104,593.20	
Governmental subsidy calculated into current gains and losses (while closely related with the normal business of the Company, the government subsidy that accord with the provision of national policies and are continuously enjoyed in line with a certain standard quota or quantity are excluded)	5,517,460.89	9,582,732.15	Mainly due to government subsidies related to income and apportionment of government subsidies related to assets
Gains/losses of fair value changes arising from holding of the trading financial asset, trading financial liability and investment earnings obtained from disposing the trading financial asset, trading financial liability, and financial assets available for sale, except for the effective hedging business related to normal operation of the Company	634,294.54	9,976,802.45	Mainly due to investment income obtained from trading financial assets
Other non-operating income and expenses other than those mentioned above	235,283.04	5,229,161.50	Mainly due to power outage compensation
Less: Effect of minority interests (after tax)	12,591.81	883,679.98	
Total	6,373,018.25	24,009,609.32	--

Specific circumstances of other profit or loss items that meet the definition of non-recurring profit or loss:

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) Situation and reasons for changes in key accounting data and financial indexes

Applicable Not applicable

Items of the balance sheet	September 30, 2023	January 1, 2023	Percentage of change	Changes
Cash and cash equivalents	283,935,426.94	675,496,266.40	-57.97%	Mainly due to the increase in debt repayment and purchase of negotiable certificates of deposit
Financial assets held for trading	100,000,000.00	440,013,571.10	-77.27%	Mainly due to the redemption of existing financial products upon maturity
Advances to suppliers	30,206,523.48	45,448,287.86	-33.54%	Mainly due to the decrease in prepaid natural gas payments
Other current assets	298,718,693.86	188,248,840.44	58.68%	Mainly due to the increase in purchase of negotiable certificates of deposit
Construction in progress	6,927,455.04	4,861,062.16	42.51%	Mainly due to increased investment in information construction projects and smart photovoltaic projects
Right-of-use assets	3,627,114.29	7,707,617.90	-52.94%	Mainly due to the depreciation of right-of-use assets over their useful lives
Long-term deferred expenses	846,130.84	1,219,129.18	-30.60%	Mainly due to amortization of the long-term deferred expenses according to the use period
Other non-current assets	1,574,174.31	5,371,398.18	-70.69%	Mainly due to the recovery of retention deposits receivable for engineering projects
Short-term borrowings	312,042,732.52	879,957,857.44	-64.54%	Mainly due to optimization of the financing structure and reduction of the scale of short-term borrowings
Notes payable	37,374,309.54	137,298,902.17	-72.78%	Mainly due to the maturity of notes payable and the reduction of debt
Accounts payable	9,567,795.60	5,227,836.22	83.02%	Mainly due to the increase in natural gas payments payable
Taxes payable	10,750,845.42	5,107,666.73	110.48%	Mainly due to the increase in value-added tax payable
Long-term borrowings	104,756,562.43	28,019,758.68	273.87%	Mainly due to optimization of the financing structure and increase in long-term borrowing scale
Lease liabilities	0.00	2,262,160.03	-100.00%	Mainly due to non-current liabilities that have been reported due within one year under the current lease

				contract
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Item of the income statement	From January to September 2023	From January to September 2022	YoY change	Changes
Operating income	454,106,390.85	526,047,208.84	-13.68%	Mainly due to the dynamic adjustment of existing inventory and decrease of power generation based on the node electricity price, with the goal of maximizing the comprehensive income of power business
Operating costs	443,453,657.23	630,962,703.50	-29.72%	Mainly due to the decrease in natural gas consumption caused by the reduction in power generation and the reduction of the fuel procurement cost as a result of strengthened matching management of gas and electricity and expanded fuel procurement channels.
G&A expenses	54,940,136.38	62,895,143.67	-12.65%	Mainly due to the loss reduction and consolidated expense control of the company
Financial expenses	4,398,778.19	24,034,299.50	-81.70%	Mainly due to optimization of the financing structure, compression of the financing scale, and reduction of the financial expenses
Other income	9,582,732.15	7,158,020.64	33.87%	Mainly due to the increase in government subsidies related to income received in the current period
Investment income	21,844,319.50	50,062,793.74	-56.37%	Mainly due to the decrease in the investment scale of trading financial assets

Statement of cash flows items	From January to September 2023	From January to September 2022	YoY change	Changes
Net cash flows from operating activities	-119,379,688.05	218,956,576.20	-154.52%	Mainly due to the receipt of value-added tax refund (nil in this year) in the same period last year
Net cash flows from investing activities	246,981,722.03	-316,382,476.95	178.06%	Mainly due to the increase in cash inflows from investing activities in wealth management products recovered in the current period, and the decrease in investment in wealth management products paid during the same period
Net cash flows from financing	-504,756,492.07	112,444,619.76	-548.89%	Mainly due to optimization of financing structure and reduction of

activities				financing scale
Net increase in cash and cash equivalents	-377,016,355.14	15,657,331.44	-2507.92%	Mainly due to optimization of the financing structure, compression of financing scale and the significant YoY decrease in net cash flows from financing activities.

II. Shareholder information

(I) Table of the total number of ordinary shares stockholders and the number of preferred shares stockholders with restored voting rights, as well as the shareholding status of the top ten stockholders

Unit: shares

Total number of ordinary shares shareholders at the end of the reporting period	55,028	Total number of preferred shareholders whose voting rights were restored as at the end of the reporting period (if any)	0			
Shareholding by the top 10 shareholders						
Name of shareholders	Nature of shareholders	Shareholding ratio	Number of shares held	Number of shares held with restrictive conditions for sales	Pledge, marking or freezing	
					Status of shares	Quantity
HONG KONG NAM HOI (INTERNATIONAL) LTD.	Overseas legal person	15.28%	92,123,248			
Shenzhen Guangju Industrial Co., Ltd.	State-owned legal person	12.22%	73,666,824			
Shenzhen Energy Group Co., Ltd.	State-owned legal person	10.80%	65,106,130			
BOCI SECURITIES LIMITED	Overseas legal person	2.02%	12,187,448			
Zeng Ying	Domestic natural persons	1.19%	7,159,600			
China Merchants Securities (HK) Co., Ltd.	Overseas legal person	0.88%	5,315,354			
Meiyi Investment Real Estate Co., Ltd.	Domestic non-state-owned legal person	0.87%	5,223,200			
Haitong International Securities Company Limited-Account Client	Overseas legal person	0.65%	3,908,357			
Huang Yilong	Domestic natural persons	0.64%	3,866,500			
LISHERYNZHANMING	Domestic natural persons	0.56%	3,387,970			

Shareholdings of the top 10 shareholders without sales restriction			
Name of shareholders	Number of shares held without restrictive conditions for sales	Types and numbers	
		Type of shares	Quantity
HONG KONG NAM HOI (INTERNATIONAL) LTD.	92,123,248	Foreign shares listed domestically	92,123,248
Shenzhen Guangju Industrial Co., Ltd.	73,666,824	RMB ordinary shares	73,666,824
Shenzhen Energy Group Co., Ltd.	65,106,130	RMB ordinary shares	65,106,130
BOCI SECURITIES LIMITED	12,187,448	Foreign shares listed domestically	12,187,448
Zeng Ying	7,159,600	Foreign shares listed domestically	7,159,600
China Merchants Securities (HK) Co., Ltd.	5,315,354	Foreign shares listed domestically	5,315,354
Meiyi Investment Real Estate Co., Ltd.	5,223,200	RMB ordinary shares	5,223,200
Haitong International Securities Company Limited-Account Client	3,908,357	Foreign shares listed domestically	3,908,357
Huang Yilong	3,866,500	RMB ordinary shares	3,866,500
LISHERYNZHANMING	3,387,970	Foreign shares listed domestically	3,387,970
Explanation of the association of the above shareholders or concerted actions	1. Shenzhen Energy Group Co., Ltd. holds 100% equity interest in HONG KONG NAM HOI (INTERNATIONAL) LTD. 2. The company does not know whether the above-mentioned other public shareholders have any association or are persons acting in concert.		
Notes on the participation of the top 10 shareholders in margin trading (if any)	N/A		

(II) Total preferred shareholders of the Company and shareholding statement of the top 10 preferred shareholders

Applicable Not applicable

III. Other important matters

Applicable Not applicable

IV. Quarterly financial statements

(I) Financial statements

1. Consolidated balance sheet

Prepared by: Shenzhen Nanshan Power Co., Ltd.

Unit: Yuan

Item	September 30, 2023	January 1, 2023
Current assets:		
Cash and cash equivalents	283,935,426.94	675,496,266.40
Deposit reservation for balance		
Lending funds		
Financial assets held for trading	100,000,000.00	440,013,571.10
Derivative financial assets		
Notes receivable		
Accounts receivable	158,861,523.91	135,833,492.64
Receivables financing		
Advances to suppliers	30,206,523.48	45,448,287.86
Premiums receivable		
Reinsurance accounts receivable		
Reinsurance contract reserves receivable		
Other receivables	22,714,261.08	18,314,003.84
Including: interest receivable		
Dividends receivable		
Financial assets purchased under resale agreements		
Inventories	86,337,214.75	85,279,298.35
Contract assets	277,656.29	217,009.58
Assets held for sale		
Non-current assets due within one year		
Other current assets	298,718,693.86	188,248,840.44
Total current assets	981,051,300.31	1,588,850,770.21
Non-current assets:		
Loans and advances to customers		
Creditors' investments		
Other creditors' investments		
Long-term receivables		
Long-term equity investments	85,408,859.16	83,496,098.24

Other investments in equity instruments	300,615,000.00	300,615,000.00
Other non-current financial assets		
Investment properties	1,706,761.00	1,833,344.20
Fixed assets	572,131,487.29	591,290,204.31
Construction in progress	6,927,455.04	4,861,062.16
Productive biological assets		
Oil and gas assets		
Right-of-use assets	3,627,114.29	7,707,617.90
Intangible assets	19,298,935.12	19,799,355.12
Development expenses		
Goodwill		
Long-term deferred expenses	846,130.84	1,219,129.18
Deferred income tax assets	1,172,366.49	1,172,366.49
Other non-current assets	1,574,174.31	5,371,398.18
Total non-current assets	993,308,283.54	1,017,365,575.78
Total assets	1,974,359,583.85	2,606,216,345.99
Current liabilities:		
Short-term borrowings	312,042,732.52	879,957,857.44
Borrowings from central bank		
Borrowing funds		
Transactional financial liabilities		
Derivative financial liabilities		
Notes payable	37,374,309.54	137,298,902.17
Accounts payable	9,567,795.60	5,227,836.22
Advances from customers		
Contract liabilities		
Financial assets sold under repurchase agreements		
Deposits from customers and interbank		
Receivings from vicariously traded securities		
Receivings from vicariously sold securities		
Employee compensation payable	30,029,699.52	29,296,815.07
Taxes payable	10,750,845.42	5,107,666.73
Other payables	16,985,607.27	22,997,466.80
Including: interests payable		
Dividends payable		
Handling charges and		

commissions payable		
Reinsurance accounts payable		
Liabilities held for sale		
Non-current liabilities due within one year	4,020,157.36	6,014,119.95
Other current liabilities		21,600.00
Total current liabilities	420,771,147.23	1,085,922,264.38
Non-current liabilities:		
Reserves for insurance contracts		
Long-term borrowings	104,756,562.43	28,019,758.68
Bonds payable		
Including: preferred shares		
Perpetual bond		
Lease liabilities		2,262,160.03
Long-term payables		
Long-term employee compensation payable		
Estimated liabilities	15,000,000.00	15,000,000.00
Deferred income	77,385,155.28	82,145,596.60
Deferred income tax liabilities		
Other non-current liabilities	45,112.54	47,511.72
Total non-current liabilities	197,186,830.25	127,475,027.03
Total liabilities	617,957,977.48	1,213,397,291.41
Owner's equity:		
Share capital	602,762,596.00	602,762,596.00
Other equity instruments		
Including: preferred shares		
Perpetual bond		
Capital reserves	362,770,922.10	362,770,922.10
Less: treasury stock		
Other comprehensive income	-2,500,000.00	-2,500,000.00
Special reserves	500,307.88	
Surplus reserves	332,908,397.60	332,908,397.60
General risk reserves		
Undistributed profit	130,429,389.37	159,187,979.14
Total equity attributable to the owners of the parent company	1,426,871,612.95	1,455,129,894.84
Minority equity	-70,470,006.58	-62,310,840.26
Total owner's equity	1,356,401,606.37	1,392,819,054.58
Total liabilities and owner's equity	1,974,359,583.85	2,606,216,345.99

Legal representative: Kong Guoliang Chief finance officer: Chen Yuhui Finance director: Zhang

Xiaoyin Chief accountant: Lin Xiaojia

2. Consolidated income statement from the beginning of the year to the end of the reporting period

Unit: Yuan

Item	Amount incurred in current period	Amount incurred in current period
I. Total operating income	454,106,390.85	526,047,208.84
Including: operating income	454,106,390.85	526,047,208.84
Interest income		
Premiums earned		
Income from handling charges and commissions		
II. Total operating costs	527,768,982.12	743,588,397.18
Including: operating costs	443,453,657.23	630,962,703.50
Interest expense		
Handling charges and commissions expenses		
Surrender value		
Net amount of compensation payout		
Net amount of reserves for reinsurance contract		
Policy dividends		
Reinsurance costs		
Taxes and surcharges	2,648,996.33	3,476,215.67
Selling and distribution expenses	1,915,968.03	
G&A expenses	54,940,136.38	62,895,143.67
R&D expenses	20,411,445.96	22,220,034.84
Financial expenses	4,398,778.19	24,034,299.50
Including: interest expense	15,278,935.73	30,821,445.12
Interest income	-11,230,162.67	-6,508,173.81
Plus: other incomes	9,582,732.15	7,158,020.64
Investment income (loss indicated by "-")	21,844,319.50	50,062,793.74
Including: investment income to associates and joint ventures	3,127,310.92	-2,066,508.47
Recognized gain of financial assets calculated based on amortized cost at end of period		
Exchange gain (loss indicated by "-")		
Net exposure hedging gain (loss indicated by "-")		

Gains from changes in fair value (loss indicated by "-")		
Loss from credit impairment (loss indicated by "-")		
Asset impairment loss (loss indicated by "-")		
Profit from disposal of assets (loss indicated by "-")	96,847.39	
III. Operating profits (losses are listed with "-")	-42,138,692.23	-160,320,373.96
Plus: non-operating income	5,237,497.33	
Less: non-operating expenses	16,081.64	281,675.07
4. Total profit (total losses are listed with "-")	-36,917,276.54	-160,602,049.03
Less: income tax expenses	479.55	
V. Net profit (net loss indicated by "-")	-36,917,756.09	-160,602,049.03
(I) Classified as per business continuity		
1. Net profit from continuing operation (net loss indicated by "-")	-36,917,756.09	-160,602,049.03
2. Net profit from discontinuing operations (net loss indicated by "-")		
(II) Classified as per attribution of ownership		
1. Net profit attributable to shareholders of the parent company (net losses are listed with "-")	-28,758,589.77	-142,579,668.91
2. Minority interest income (net losses are listed with "-")	-8,159,166.32	-18,022,380.12
VI. After-tax net of other comprehensive incomes		
After-tax net of other comprehensive incomes attributable to owners of the parent company		
(I) Other comprehensive incomes which cannot be reclassified into the profit and loss in future		
1. Change due to re-measurement of defined benefit plans		
2. Other comprehensive incomes which cannot be reclassified into the profit and loss under the		

Equity Method		
3. Changes in fair value caused by other equity instrument investments		
4. Change in fair value of enterprise credit risk		
5. Miscellaneous		
(II) Other comprehensive incomes which will be reclassified into the profit and loss in future		
1. Other comprehensive incomes that can be reclassified into the profit and loss under the Equity Method		
2. Changes in fair value of other debt investments		
3. Amount included in other comprehensive income after reclassification of financial assets		
4. Credit impairment reserve of other debt investments		
5. Cash flow hedge reserve		
6. Translation differences in foreign currency financial statements		
7. Miscellaneous		
After-tax net of other comprehensive incomes attributable to minority shareholders		
VII. Total comprehensive income	-36,917,756.09	-160,602,049.03
(I) Total comprehensive income attributable to owners of the parent company	-28,758,589.77	-142,579,668.91
(II) Total comprehensive income attributable to minority shareholders	-8,159,166.32	-18,022,380.12
VIII. Earnings per share:		
(I) Basic earnings per share	-0.0477	-0.2365
(II) Diluted earnings per share	-0.0477	-0.2365

In case of the business combination under the same control during the current period, the net profit realized by the combined party before the combination was 0.00 yuan, and the net profit realized by the combined party in the previous period was 0.00 yuan.

Legal representative: Kong Guoliang Chief finance officer: Chen Yuhui Finance director: Zhang Xiaoyin Chief accountant: Lin Xiaoja

3. Consolidated statement of cash flows from the beginning of the year to the end of the reporting period

Unit: Yuan

Item	Amount incurred in current period	Amount incurred in current period
I. Cash flows from operating activities:		
Net increase in deposits from customers and due from banks and other financial institutions	493,260,030.74	511,824,244.17
Net increase in customer bank deposits and placement from banks and other financial institutions		
Net increase in borrowings from the central bank		
Net increase in loans from other financial institutions		
Cash received from premium of original insurance contract		
Net cash received from reinsurance business		
Net increase in deposits and investments from policyholders		
Cash received from interest, handling charges and commissions		
Net increase in loans from banks and other financial institutions		
Net increase in capital from repurchase business		
Net cash received from vicariously traded securities		
Refunds of taxes and surcharges	31,608.88	326,068,386.00
Cash received from other operating activities	44,622,787.85	51,126,014.48
Sub-total of cash inflows from operating activities	537,914,427.47	889,018,644.65
Cash paid for goods purchased and services received	519,478,157.92	531,846,641.95
Net increase in loans and advances to customers		
Net increase in deposits in central bank and other banks and financial institutions		
Cash paid for original insurance contract claims		
Net increase in loans to banks		

and other financial institutions		
Cash paid for interest, handling charges and commissions		
Cash paid for policy dividends		
Cash paid to and for employees	82,601,196.17	95,805,295.46
Cash paid for taxes and surcharges	22,130,212.52	13,363,876.54
Cash paid for other operating activities	33,084,548.91	29,046,254.50
Sub-total of cash outflows from operating activities	657,294,115.52	670,062,068.45
Net cash flows from operating activities	-119,379,688.05	218,956,576.20
II. Cash flows from investing activities:		
Cash received from disposal of investments	330,010,220.37	
Cash received from returns on investments	29,934,911.51	42,360,748.95
Net cash received from disposal of fixed assets, intangible assets and other long-term assets	550,880.00	
Net cash received from disposal of subsidiaries and other business units		
Cash received from other investing activities		
Sub-total of cash inflows from investing activities	360,496,011.88	42,360,748.95
Cash paid for acquiring and constructing fixed assets, intangible assets and other long-term assets	3,514,289.85	2,813,951.29
Cash paid for investments		355,929,274.61
Net increase in pledged loans		
Net cash paid to acquire subsidiaries and other business units		
Cash paid for other investing activities	110,000,000.00	
Sub-total of cash outflows from investing activities	113,514,289.85	358,743,225.90
Net cash flows from investing activities	246,981,722.03	-316,382,476.95
III. Cash flows from financing activities:		
Cash received from investors		

Including: cash received by subsidiaries from investments by minority shareholders		
Cash received from borrowings	351,093,926.90	1,021,949,358.06
Cash received from other financing activities	5,440,434.23	
Sub-total of cash inflows from financing activities	356,534,361.13	1,021,949,358.06
Cash paid for debt repayments	847,756,445.98	897,247,723.08
Cash paid for distribution of dividends and profits or payment of interests	9,643,602.15	12,257,015.22
Including: dividends and profits paid to minority shareholders by subsidiaries		
Cash paid for other financing activities	3,890,805.07	
Sub-total of cash outflows from financing activities	861,290,853.20	909,504,738.30
Net cash flows from financing activities	-504,756,492.07	112,444,619.76
□. Effect of fluctuation in exchange rate on cash and cash equivalents	138,102.95	638,612.43
V. Net increase in cash and cash equivalents	-377,016,355.14	15,657,331.44
Plus: beginning balance of cash and cash equivalents	648,021,672.06	689,604,633.59
VI. Ending balance of cash and cash equivalents	271,005,316.92	705,261,965.03

Legal representative: Kong Guoliang Chief finance officer: Chen Yuhui Finance director: Zhang Xiaoyin Chief accountant: Lin Xiaojia

(II) Adjustments to relevant items in financial statements at the beginning of the year when the new accounting standards are implemented for the first time in 2023.

Applicable Not applicable

(III) Audit report

Whether the Q3 report has been audited

Yes No

The Company's Q3 report hasn't been audited.

Board of Directors of Shenzhen Nanshan Power Co., Ltd.

October 27, 2023