



**Bingshan Refrigeration & Heat Transfer
Technologies Co., Ltd.
QUARTERLY REPORT FOR FIRST QUARTER,
2024**

April, 2024

Bingshan Refrigeration & Heat Transfer Technologies Co., Ltd. QUARTERLY REPORT FOR FIRST QUARTER, 2024

Important Notes

1.1 The directors and the Board of Directors, the supervisors and the Supervisory Board, and Senior staff members of Bingshan Refrigeration & Heat Transfer Technologies Co., Ltd. (hereinafter referred to as the Company) hereby confirm that there are no any important omissions, fictitious statements or serious misleading carried in this report, and shall take all responsibilities, individual and/or joint, for the reality, accuracy and completeness of the whole contents.

1.2 Chairman of the Board of Directors of the Company, Financial Majordomo, and the head of Accounting Department hereby confirm that the financial report of the quarterly report is true and complete.

1.3 This report is written respectively in Chinese and in English. In the event of any discrepancy between the two above-mentioned versions, the Chinese version shall prevail.

§1 Major accounting data

1.1 Major accounting data and financial indexes

	January-March, 2024	January-March, 2023	Increase/decrease compared with previous year
Operating revenue	1,160,307,673.73	1,072,560,425.76	8.18%
Net profit attributable to shareholders of listed companies	29,260,174.46	25,392,393.54	15.23%
Net profit belonging to the shareholders of listed companies after the deduction of non-recurring profit and loss	24,431,907.94	13,312,360.06	83.53%
Net cash flow from operating activities	-158,187,622.10	-158,425,157.75	0.15%
Basic earnings per share	0.03	0.03	0.00%
Diluted earnings per share	0.03	0.03	0.00%
Weighted average return on net asset yield	0.96%	0.84%	Increase 0.12 percentage points
	March 31, 2024	December 31, 2023	Increase/decrease compared with year beginning
Total assets	7,956,895,566.54	8,162,848,294.25	-2.52%
Owner's equity attributable to shareholders of listed companies	3,078,081,210.25	3,047,513,577.75	1.00%

1.2 non-recurring gains and losses

√ Applicable Inapplicable

Item of non-recurring gains and losses	Amount from beginning of year to the end of report period
Disposal gains and losses of non-current asset	9,842,785.72
Government subsidies included in current profit or loss	5,572,744.65
In addition to the effective hedging business related to the normal operation of the company, the profit or loss of fair value changes arising from the holding of financial assets and financial liabilities by non-financial enterprises and the loss or gain arising from the disposal of financial assets and financial liabilities	-11,019,108.08
Gains and losses on debt restructuring	697,490.42
Other operating revenue or expense	443,185.44
Income tax effect	701,024.38
Minority shareholders' gains and losses	7,807.25
Total	4,828,266.52

1.3 Major changes in main financial items and indexes, and description of the cause

√ Applicable □ Inapplicable

- (1). Salary payable decreased 66.85% compared with the beginning of the year, mainly due to the payment of provision employee compensation of last period-end during the reporting period.
- (2). Long-term payables decreased 37.82% compared with the beginning of the year, mainly due to sale-leaseback payments.
- (3). Other income increased by 6.08 million yuan year-on-year, mainly due to the deduction of manufacturing value-added tax input tax and the refund of previous premium.
- (4). Gain from change in fair value decreased by 19.42 million year-on-year, mainly due to the Guotai Junan stock price decline.
- (5). Asset disposal income increased by 10.33 million year-on-year, mainly due to the sale of machinery and equipment and gage molds by the Company's subsidiary Sanyo Compressor.
- (6). Net cash flow arising from investment activities increased by 30.33 million yuan year-on-year, mainly due to the sale of machinery and equipment and gage molds by the Company's subsidiary Sanyo Compressor.

§2 shareholders information

2.1 Total number and particulars of the shareholders by the end of the report period

Total number of shareholders in the reporting period	53,903	Total number of shareholders as of the last month before disclosure of the annual report	0		
Shareholding of top ten shareholders					
Name	Nature	Proportion	Total number	Number of shares with sale restriction	Number of pledged shares or shares frozen
Dalian Bingshan Group Co., Ltd.	Domestic non-state-owned legal person	20.27%	170,916,934	0	0
Sanyo Electric Co., Ltd.	Overseas legal person	8.72%	73,503,150	0	0
Chen Xianlai	Domestic natural person	0.87%	7,326,500	0	0
Lin Zhenming	Foreign natural person	0.80%	6,730,000	0	0
Zhang Sufen	Domestic natural person	0.60%	5,050,000	0	0
Cao Yifan	Domestic natural person	0.54%	4,529,700	0	0
Li Xiaohua	Domestic natural person	0.48%	4,056,608	0	0
Xue Hong	Domestic natural person	0.43%	3,640,000	0	0
China Merchants Bank Co., Ltd.-Dongfang Red Jingdong Big Data flexible allocation of hybrid securities investment funds	Others	0.40%	3,349,317	0	0
Wu An	Domestic natural person	0.36%	3,050,000	0	0
Shareholding of top ten shareholders without sale restriction					
Name	Number of shares without sale restriction		Type of shares		
Dalian Bingshan Group Co., Ltd.	170,916,934		RMB denominated ordinary shares		
Sanyo Electric Co., Ltd.	73,503,150		Domestically listed foreign shares		
Chen Xianlai	7,326,500		RMB denominated ordinary shares		
Lin Zhenming	6,730,000		Domestically listed foreign shares		
Zhang Sufen	5,050,000		RMB denominated ordinary shares		
Cao Yifan	4,529,700		Domestically listed foreign shares		
Li Xiaohua	4,056,608		RMB denominated ordinary shares		
Xue Hong	3,640,000		Domestically listed foreign shares		
China Merchants Bank Co., Ltd.-Dongfang Red Jingdong Big Data flexible allocation of hybrid securities investment funds	3,349,317		RMB denominated ordinary shares		
Wu An	3,050,000		Domestically listed foreign shares		

Notes to the associated relationship and uniform actions of the above shareholders	Dalian Bingshan Group Co., Ltd. had the association relationship with Sanyo Electric Co., Ltd. among the above shareholders. Sanyo Electric Co., Ltd. holds 26.6% of Dalian Bingshan Group Co., Ltd.'s equity.
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Note: At the end of the reporting period, the total number of shareholders of the Company was 53,903, including 46,802 A-share shareholders and 7,101 B-share shareholders.

2.2 Total number of preferred shareholders and shareholding of top 10 preferred shareholders of the company

Applicable Inapplicable

§3 Other important matters

Applicable Inapplicable

§4 Financial Report (attached)

Not audited.

Bingshan Refrigeration & Heat Transfer Technologies Co., Ltd.
April 26, 2024

CONSOLIDATED BALANCE SHEET

Prepared by Bingshan Refrigeration & Heat Transfer Technologies Co., Ltd. March 31, 2024

Unit: RMB Yuan

Items	31-Mar-2024	1-Jan-2024
Current assets:		
Monetary funds	837,956,406.73	951,039,570.11
Transaction financial assets		
Financial assets which are measured by fair value and which changes are recorded in current profit and loss		
Derivative financial assets		
Notes receivable	302,890,764.19	353,428,922.42
Accounts receivable	1,704,523,490.19	1,576,433,924.16
Receivables financing	250,452,441.77	303,585,218.53
Accounts in advance	176,623,207.68	153,388,660.48
Other receivables	39,447,261.05	41,396,223.27
Interest receivables		
Dividend receivable		14,495.00
Inventories	1,538,561,983.15	1,638,139,479.14
Contract assets	248,492,461.46	237,076,878.71
Assets held for sale		
Non-current asset due within one year		
Other current assets	25,172,178.95	26,074,342.33
Total current assets	5,124,120,195.17	5,280,563,219.15
Non-current assets:		
Finance asset held available for sales		
Held-to-maturity investment		
Long-term account receivable		
Long-term equity investment	526,626,906.28	521,274,947.50
Other non-current financial assets	153,005,663.55	164,024,771.63
Investment property	121,840,298.33	123,589,681.50
Fixed assets	1,243,520,286.74	1,291,851,402.46
Construction in progress	119,597,268.44	114,801,351.21
Right-of-use asset	28,177,062.69	30,548,057.08
Productive biological asset		
Oil and gas asset		
Intangible assets	209,328,777.69	210,554,161.22
Expense on Research and Development		
Goodwill	286,402,171.93	286,402,171.93
Long-term expenses to be apportioned	6,963,128.76	5,346,321.60
Deferred income tax asset	117,070,457.52	113,648,859.53
Other non-current asset	20,243,349.44	20,243,349.44
Total non-current asset	2,832,775,371.37	2,882,285,075.10
Total assets	7,956,895,566.54	8,162,848,294.25
Current liabilities:		
Short-term loans	292,491,975.90	262,287,784.38
Financial liabilities which are measured by fair value and which changes are recorded in current profit and loss		
Derivative financial liabilities		
Transaction financial liabilities		

Bingshan Refrigeration & Heat Transfer Technologies Co., Ltd. Quarterly Report For First Quarter, 2024

Notes payable	591,565,938.17	670,720,999.48
Accounts payable	1,707,656,617.57	1,655,835,363.01
Accounts received in advance		
Contract liability	711,801,205.02	787,685,294.53
Wage payable	49,552,878.27	149,497,113.46
Taxes payable	26,074,319.14	22,216,492.26
Other accounts payable	229,925,248.19	278,804,152.17
Interest payable		
Dividend payable	533,156.00	533,156.00
Liabilities held for sale		
Non-current liabilities due within one year	144,731,040.20	150,645,347.64
Other current liabilities	192,172,143.01	203,315,864.43
Total current liabilities	3,945,971,365.47	4,181,008,411.36
Non-current liabilities:		
Long-term loans	679,700,000.00	679,700,000.00
Bonds payable		
Preferred stock		
Perpetual bond		
Lease liability	26,023,383.33	24,134,986.97
Long-term account payable	6,423,973.21	10,331,937.30
Long-term wage payable		
Special payable		
Anticipation liabilities	4,846,306.82	4,544,802.88
Deferred income	99,870,197.88	98,274,267.80
Deferred income tax liabilities	60,053,341.07	60,811,462.07
Other non-current liabilities		
Total non-current liabilities	876,917,202.31	877,797,457.02
Total liabilities	4,822,888,567.78	5,058,805,868.38
Shareholders' equity		
Share capital	843,212,507.00	843,212,507.00
Other equity instruments		
Preferred stock		
Perpetual bond		
Capital public reserve	717,097,098.38	717,097,098.38
Less: Treasury stock		
Other comprehensive income	2,208,669.73	2,208,669.73
Special preparation	1,117,339.48	449,374.96
Surplus public reserve	867,216,998.79	867,159,439.34
Generic risk reserve		
Retained profit	647,228,596.87	617,386,488.34
Total owner's equity attributable to parent company	3,078,081,210.25	3,047,513,577.75
Minority interests	55,925,788.51	56,528,848.12
Total owner's equity	3,134,006,998.76	3,104,042,425.87
Total liabilities and shareholder's equity	7,956,895,566.54	8,162,848,294.25

Legal Representative: Ji Zhijian Chief Financial Official: Wang Jinxiu Person in Charge of Accounting Organization: Li Sheng

CONSOLIDATED INCOME STATEMENT

Prepared by Bingshan Refrigeration & Heat Transfer Technologies Co., Ltd.

January-March, 2024

Unit: RMB Yuan

Items	January-March, 2024	January-March, 2023
I. Total sales	1,160,307,673.73	1,072,560,425.76
II. Total operating cost	1,160,307,673.73	1,072,560,425.76
Including: Operating cost	968,297,921.32	893,235,841.55
Taxes and associate charges	7,555,059.28	7,355,461.08
Selling and distribution expenses	48,786,253.07	44,194,998.88
Administrative expenses	57,612,917.61	55,492,524.43
R&D expenses	36,893,623.10	30,168,249.27
Financial expense	7,033,864.59	9,150,034.85
Including: interest expense	8,852,515.46	9,229,081.55
interest income	2,581,270.98	2,817,923.65
Add: Other income	7,327,524.19	1,247,311.30
Gain/(loss) from investment	5,589,837.86	4,117,367.95
Including: income from investment on affiliated enterprise and jointly enterprise	5,003,981.26	4,117,367.95
Gain/(loss) from change in fair value	-11,019,108.08	8,400,706.16
Credit impairment loss (loss as “-“)	-7,305,886.60	-16,010,380.50
Assets impairment loss (loss as “-“)	-2,268,116.37	-3,411,761.41
Gain/(loss) from asset disposal	10,335,085.68	6,743.57
III. Operating profit	36,787,371.44	27,313,302.77
Add: non-business income	953,924.20	2,004,115.73
Less: non-business expense	4,053,521.02	40,595.28
IV. Total profit	33,687,774.62	29,276,823.22
Less: Income tax	5,075,197.58	3,661,167.12
V. Net profit	28,612,577.04	25,615,656.10
(I) Net profit from continuous operation		
(II) Net profit from discontinuing operation		
Net profit attributable to parent company	29,260,174.46	25,392,393.54
Minority shareholders' gains and losses	-647,597.42	223,262.56
VI. After-tax net amount of other comprehensive incomes		
After-tax net amount of other comprehensive incomes attributable to owners of the Company		
(I) Other comprehensive incomes that will not be reclassified into gains and losses		
1. Changes in net liabilities or assets with a defined benefit plan upon re-measurement		
2. Enjoyable shares in other comprehensive incomes in invests that cannot be reclassified into gains and losses under the equity method		
(II) Other comprehensive incomes that will be reclassified into gains and losses		
1. Enjoyable shares in other comprehensive incomes in invests that will be reclassified into gains and losses under the equity method		
2. Changes in the fair value of other debt investments		
3. Gains and losses on fair value changes of available-for-sale financial assets		
4. The amount of financial assets reclassified into other comprehensive income		
5. Held-to-maturity investments are reclassified as saleable financial asset gains and losses		
6. Others		

Bingshan Refrigeration & Heat Transfer Technologies Co., Ltd. Quarterly Report For First Quarter, 2024

After-tax net amount of other comprehensive incomes attributable to minority shareholders		
VII Total comprehensive income	28,612,577.04	25,615,656.10
Total comprehensive income attributable to parent company	29,260,174.46	25,392,393.54
Total comprehensive income attributable to minority shareholders	-647,597.42	223,262.56
VIII. Earnings per share		
(I) basic earnings per share	0.03	0.03
(II) diluted earnings per share	0.03	0.03

Legal Representative: Ji Zhijian Chief Financial Official: Wang Jinxiu Person in Charge of Accounting Organization: Li Sheng

CONSOLIDATED CASH FLOW STATEMENT

Prepared by Bingshan Refrigeration & Heat Transfer Technologies Co., Ltd. January-March, 2024 Unit: RMB Yuan

Items	January-March, 2024	January-March, 2023
I. Cash flows arising from operating activities:		
Cash received from selling commodities and providing labor services	1,047,185,399.83	848,311,616.94
Write-back of tax received	14,163,964.37	6,265,704.09
Other cash received concerning operating activities	22,322,467.98	28,555,774.47
Subtotal of cash inflow arising from operating activities	1,083,671,832.18	883,133,095.50
Cash paid for purchasing commodities and receiving labor service	881,068,805.80	711,343,062.20
Cash paid to/for staff and workers	262,539,400.73	224,231,527.95
Taxes paid	46,204,710.30	42,840,851.22
Other cash paid concerning operating activities	52,046,537.45	63,142,811.88
Subtotal of cash outflow arising from operating activities	1,241,859,454.28	1,041,558,253.25
Net cash flows arising from operating activities	-158,187,622.10	-158,425,157.75
II. Cash flows arising from investing activities:		
Cash received from recovering investment		
Cash received from investment income	14,495.00	14,495.00
Net cash received from disposal of fixed, intangible and other long-term assets	30,109,304.89	180,542.32
Net cash received from disposal of subsidiaries and other units		
Other cash received concerning investing activities		
Subtotal of cash inflow from investing activities	30,123,799.89	195,037.32
Cash paid for purchasing fixed, intangible and other long-term assets	13,737,848.32	14,142,179.85
Cash paid for investment		
Net cash paid for achievement of subsidiaries and other business units		
Other cash paid concerning investing activities		
Subtotal of cash outflow from investing activities	13,737,848.32	14,142,179.85
Net cash flows arising from investing activities	16,385,951.57	-13,947,142.53
III. Cash flows arising from financing activities		
Cash received from absorbing investment		
Including: Cash received from absorbing minority shareholders' equity investment by subsidiaries		
Cash received from loans	170,848,339.00	178,525,821.90
Cash received from issuing bonds		
Other cash received concerning financing activities	2,000,000.00	58,691,779.74
Subtotal of cash inflow from financing activities	172,848,339.00	237,217,601.64
Cash paid for settling debts	135,000,000.00	147,000,000.00
Cash paid for dividend and profit distributing or interest paying	7,509,871.89	7,471,261.97

Bingshan Refrigeration & Heat Transfer Technologies Co., Ltd. Quarterly Report For First Quarter, 2024

Including: dividends or profit paid by subsidiaries to minority shareholders		
Other cash paid concerning financing activities	16,581,288.91	62,728,621.32
Subtotal of cash outflow from financing activities	159,091,160.80	217,199,883.29
Net cash flows arising from financing activities	13,757,178.20	20,017,718.35
IV. Influence on cash due to fluctuation in exchange rate	835,808.20	-406,667.62
V. Net increase of cash and cash equivalents	-127,208,684.13	-152,761,249.55
Add: Balance of cash and cash equivalents at the period -begin	670,440,335.98	921,663,803.17
VI. Balance of cash and cash equivalents at the period-end	543,231,651.85	768,902,553.62

Legal Representative: Ji Zhijian Chief Financial Official: Wang Jinxiu Person in Charge of Accounting Organization: Li Sheng