

Stock code: 200054      Stock Abbreviation: Jianshe Vehicle B      Announcement No.: 2024-031

## Chongqing Jianshe Vehicle System Co., Ltd.

### The First Quarterly Report 2024

*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)  | 136,794,165.72     | 95,871,501.13            | 42.68%  |
| Net profit attributable to the shareholders of the listed company (Yuan)  | -14,505,736.12     | -26,718,192.49           | 45.71%  |
| Net profit after deducting of non-recurring gain/loss attributable to the shareholders of listed company (Yuan) | -14,815,002.37     | -27,582,654.93           | 46.29%  |
| Net cash generated from /used in operating activities (Yuan)  | 22,362,904.52      | -16,520,111.28           | 235.37%   |
| Basic earning per share(Yuan/Share)   | -0.1215            | -0.2238                  | 45.71%  |
| Diluted gains per share(Yuan/Share)   | -0.1215            | -0.2238                  | 45.71%  |
| Weighted average return on equity (%)   | -39.55%            | -27.27%                  | -12.28%   |
|   | End of this period | End of last period       | Changes of this period-end over same period-end of last year(%) |
| Total assets (Yuan)   | 855,807,127.68     | 872,186,552.37           | -1.88%  |
| Net assets attributable to the shareholders of the listed company (Yuan)  | 29,679,339.50      | 43,673,039.41            | -32.04%   |

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

Applicable  Not applicable

In RMB

| Items  | Current amount | Note |
|--|----------------|------|
| Government subsidies recognized in current gain and loss(excluding those closely related to the Company's business and granted under the state's policies) | 35,326.56      |      |
| Other non-business income and expenditures other than the above  | 273,939.69     |      |
| Total  | 309,266.25     | --   |

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

During the reporting period, the Company's operating income increased by 42.68% YOY, the net profit increased by 45.71% YOY, and the net cash flow from operating activities increased by 235.37% YOY, which was mainly due to the YOY increase of 41.54% in the sales of the company's automotive air-conditioning compressor products in the first quarter. The owner's equity attributable to shareholders of the listed company decreased by 32.04% compared with the beginning of the period, which was mainly due to the negative net profit of the Company in the first quarter.

**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                              | 6,760                                 | Total preference shareholders with the voting power recovered at the end of the reporting period(if any) | 0             |   |                      |          |
|--|---------------------------------------|--|---------------|---|----------------------|----------|
| Shares held by the top 10 shareholders (Excluding shares lent through refinancing) |                                       |  |               |   |                      |          |
| Shareholder name   | Properties of shareholder             | Share proportion %   | Quantity      | Amount of tradable shares with Conditional held | Pledging or freezing |          |
|  |                                       |  |               |   | Status of the shares | Quantity |
| China Military Equipment Group Co., Ltd.   | State-owned legal person              | 71.13%   | 84,906,250.00 | 84,906,250.00                                   | Not applicable       | 0.00     |
| Gu Zuocheng  | Domestic natural person               | 1.89%  | 2,261,000.00  | 2,218,750.00                                    | Not applicable       | 0.00     |
| Anhui Hengsheng Investment Development Co., Ltd.                                   | Domestic non-state-owned legal person | 1.47%  | 1,750,000.00  | 1,750,000.00                                    | Not applicable       | 0.00     |
| Xu Yuanhui   | Domestic natural person               | 0.84%  | 999,899.00    | 0.00  | Not applicable       | 0.00     |
| Liu Dan  | Domestic natural person               | 0.74%  | 879,376.00    | 0.00  | Not applicable       | 0.00     |
| Chen Xinqiang  | Domestic natural person               | 0.51%  | 612,400.00    | 0.00  | Not applicable       | 0.00     |
| CORE PACIFIC-YAMAICHI INTERNATIONAL (H.K.) LIMITED                                 | Overseas Legal person                 | 0.51%  | 605,650.00    | 0.00  | Not applicable       | 0.00     |
| Feng Yonghui   | Domestic natural person               | 0.42%  | 500,000.00    | 500,000.00                                      | Not applicable       | 0.00     |
| Li Jianping  | Domestic natural person               | 0.37%  | 439,850.00    | 0.00  | Not applicable       | 0.00     |
| Zhang Long   | Domestic natural person               | 0.37%  | 439,452.00    | 0.00  | Not applicable       | 0.00     |
| Shares held by the Top 10 Shareholders of Non-restricted shares                    |                                       |  |               |   |                      |          |
| Shareholders' Names  | Number of the non-restricted          | Share type   |               |   |                      |          |

|   | shares held  | Share type                                 | Quantity   |
|---|--|--|------------|
| Xu Yuanhui  | 999,899.00   | Foreign shares placed in domestic exchange | 999,899.00 |
| Liu Dan   | 879,376.00   | Foreign shares placed in domestic exchange | 879,376.00 |
| Chen Xinqiang   | 612,400.00   | Foreign shares placed in domestic exchange | 612,400.00 |
| CORE PACIFIC-YAMAICHI INTERNATIONAL (H.K.) LIMITED  | 605,650.00   | Foreign shares placed in domestic exchange | 605,650.00 |
| Li Jianping   | 439,850.00   | Foreign shares placed in domestic exchange | 439,850.00 |
| Zhang Long  | 439,452.00   | Foreign shares placed in domestic exchange | 439,452.00 |
| Chen Houping  | 424,000.00   | Foreign shares placed in domestic exchange | 424,000.00 |
| Lv Gang   | 418,099.00   | Foreign shares placed in domestic exchange | 418,099.00 |
| Lou Guosheng  | 345,575.00   | Foreign shares placed in domestic exchange | 345,575.00 |
| Jiang Guangsen  | 314,799.00   | Foreign shares placed in domestic exchange | 314,799.00 |
| Explanation on associated relationship among the aforesaid shareholders                               | There isn't any associated relationship between the sponsoring shareholder and the other shareholders among the top-10 list. None of them are regarded as 'Acting in concert' in accordance with 'The rules of information disclosure on change of shareholding.' Foreign shareholders are unknown for their condition of 'Associated relationship' and 'Acting in concert'. |  |            |
| Participation of top 10 unconditional common share shareholders in securities margin trading (if any) | Not applicable   |  |            |

Information of shareholders holding more than 5% of the shares, the top 10 shareholders and the top 10 shareholders of unrestricted tradable shares participating in the lending of shares in securities lending and borrowing business

Applicable Not applicable

The top 10 shareholders and the top 10 shareholders of unrestricted tradable shares have changed compared with the previous period due to the securities lending/returning,

Applicable Not applicable

**(ii) Total number of preferred shareholders and shareholding of top 10 preferred shareholders by the end of the report period**

Applicable Not applicable

### III. Other important matters

Applicable Not applicable

### IV. Quarterly financial statements

**(i) Financial statement**

**1. Consolidated balance sheet**

Prepared by: Chongqing Jianshe Vehicle System Co., Ltd.

March 31, 2024

In RMB

| Items  | Ending balance | Opening balance |
|--|----------------|-----------------|
| Current asset:                                 |                |                 |
| Monetary fund                                  | 96,745,205.08  | 137,195,899.72  |
| Settlement provision                           |                |                 |
| Outgoing call loan                             |                |                 |
| Transactional financial assets                 |                |                 |
| Derivative financial assets                    |                |                 |
| Notes receivable                               | 5,438,763.04   | 6,041,598.66    |
| Account receivable                             | 133,797,394.92 | 125,956,261.01  |
| Financing receivable                           | 30,259,776.96  | 24,290,736.39   |
| Prepayments                                    | 4,814,191.03   | 2,651,180.08    |
| Insurance receivable                           |                |                 |
| Reinsurance receivable                         |                |                 |
| Provisions of Reinsurance contracts receivable |                |                 |
| Other account receivable                       | 2,284,886.05   | 1,825,860.96    |
| Including: Interest receivable                 |                |                 |
| Dividend receivable                            |                |                 |
| Repurchasing of financial assets               |                |                 |
| Inventory                                      | 142,335,372.31 | 130,309,955.62  |
| Including: Data resources                      |                |                 |
| Contract assets                                |                |                 |
| Assets held for sales                          |                |                 |
| Non-current asset due within 1 year            |                |                 |
| Other current asset                            | 2,403,178.75   | 1,981,210.62    |
| Total of current assets                        | 418,078,768.14 | 430,252,703.06  |
| Non-current assets:                            |                |                 |
| Loans and payment on other's behalf disbursed  |                |                 |
| Creditor's Investment                          |                |                 |
| Other Creditor's Investment                    |                |                 |
| Long-term receivable                           |                |                 |
| Long term share equity investment              | 222,880,048.48 | 221,207,680.99  |
| Other equity instruments investment            |                |                 |
| Other non-current financial assets             |                |                 |
| Property investment                            |                |                 |
| Fixed assets                                   | 183,952,751.66 | 188,907,962.58  |
| Construction in progress                       | 14,636,116.80  | 15,244,362.53   |
| Production physical assets                     |                |                 |
| Oil & gas assets                               |                |                 |
| Use right assets                               |                |                 |
| Intangible assets                              | 10,384,622.51  | 10,724,848.59   |
| Including: Data resources                      |                |                 |
| Development expenses                           |                |                 |
| Including: Data resources                      |                |                 |
| Goodwill                                       |                |                 |
| Long-germ expenses to be amortized             | 11,908.00      | 23,582.53       |

|   |                   |                   |
|---|-------------------|-------------------|
| Deferred income tax asset               | 5,755,412.09      | 5,755,412.09      |
| Other non-current asset                 | 107,500.00        | 70,000.00         |
| Total of non-current assets             | 437,728,359.54    | 441,933,849.31    |
| Total of assets                         | 855,807,127.68    | 872,186,552.37    |
| Current liabilities                     |                   |                   |
| Short-term loans                        | 502,493,500.00    | 540,993,500.00    |
| Loan from Central Bank                  |                   |                   |
| Borrowing funds                         |                   |                   |
| Transactional financial liabilities     |                   |                   |
| Derivative financial liabilities        |                   |                   |
| Notes payable                           | 30,000,000.00     | 28,080,000.00     |
| Account payable                         | 261,219,276.85    | 229,626,385.55    |
| Advance receipts                        |                   |                   |
| Contract liabilities                    | 2,183,276.69      | 2,058,111.01      |
| Selling of repurchased financial assets |                   |                   |
| Deposit taking and interbank deposit    |                   |                   |
| Entrusted trading of securities         |                   |                   |
| Entrusted selling of securities         |                   |                   |
| Employees' wage payable                 | 6,536,123.11      | 6,722,120.46      |
| Tax payable                             | 7,280,310.65      | 6,702,419.03      |
| Other account payable                   | 10,175,168.31     | 8,535,416.39      |
| Including: Interest payable             |                   |                   |
| Dividend payable                        |                   |                   |
| Fees and commissions payable            |                   |                   |
| Reinsurance fee payable                 |                   |                   |
| Liabilities held for sales              |                   |                   |
| Non-current liability due within 1 year |                   |                   |
| Other current liability                 | 5,684,645.54      | 5,152,509.50      |
| Total of current liability              | 825,572,301.15    | 827,870,461.94    |
| Non-current liabilities:                |                   |                   |
| Reserve fund for insurance contracts    |                   |                   |
| Long-term loan                          |                   |                   |
| Bond payable                            |                   |                   |
| Including: preferred stock              |                   |                   |
| Sustainable debt                        |                   |                   |
| Lease liability                         |                   |                   |
| Long-term payable                       |                   |                   |
| Long-term remuneration payable to staff |                   |                   |
| Expected liabilities                    |                   |                   |
| Deferred income                         |                   |                   |
| Deferred income tax liability           | 555,487.03        | 643,051.02        |
| Other non-current liabilities           |                   |                   |
| Total non-current liabilities           | 555,487.03        | 643,051.02        |
| Total of liability                      | 826,127,788.18    | 828,513,512.96    |
| Owners' equity                          |                   |                   |
| Share capital                           | 119,375,000.00    | 119,375,000.00    |
| Other equity instruments                |                   |                   |
| Including: preferred stock              |                   |                   |
| Sustainable debt                        |                   |                   |
| Capital reserves                        | 958,565,294.29    | 958,565,294.29    |
| Less: Shares in stock                   |                   |                   |
| Other comprehensive income              | 9,800.00          | 9,800.00          |
| Special reserve                         | 5,659,747.61      | 5,147,711.40      |
| Surplus reserves                        | 125,686,000.00    | 125,686,000.00    |
| Common risk provision                   |                   |                   |
| Retained profit                         | -1,179,616,502.40 | -1,165,110,766.28 |

|  |                |                |
|--|----------------|----------------|
| Total of owner's equity belong to the parent company | 29,679,339.50  | 43,673,039.41  |
| Minority shareholders' equity                        |                |                |
| Total of owners' equity                              | 29,679,339.50  | 43,673,039.41  |
| Total of liabilities and owners' equity              | 855,807,127.68 | 872,186,552.37 |

Legal Representative: Fan Aijun

Person in charge of accounting: Tan Mingxian

Accounting Dept Leader: Niu Yanli

## 2.Consolidated Income Statement

In RMB

| Items  | Current period | Last period    |
|--|----------------|----------------|
| I. Income from the key business  | 136,794,165.72 | 95,871,501.13  |
| Incl: Business income  | 136,794,165.72 | 95,871,501.13  |
| Interest income  |                |                |
| Insurance fee earned   |                |                |
| Fee and commission received  |                |                |
| II. Total business cost  | 153,369,099.57 | 124,461,521.39 |
| Incl: Business cost  | 128,721,235.03 | 93,419,911.90  |
| 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   | 1,408,080.18   | 1,767,326.80   |
| Sales expense  | 3,112,229.13   | 2,500,068.35   |
| Administrative expense   | 9,078,287.62   | 13,501,291.53  |
| R & D costs  | 6,379,914.46   | 8,361,041.19   |
| Financial expenses   | 4,669,353.15   | 4,911,881.62   |
| Including: Interest expense  |                |                |
| Interest income  |                |                |
| Add: Other income  | 35,326.56      | 785,385.63     |
| Investment gain (“-”for loss)  | 1,672,367.49   | 919,801.34     |
| Incl: investment gains from affiliates                                       | 1,672,367.49   | 919,801.34     |
| 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  |                |                |
| Credit impairment loss   |                |                |
| Impairment loss of assets  |                |                |
| Assets disposal income   |                |                |
| III. Operational profit (“-”for loss)  | -14,867,239.80 | -26,884,833.29 |
| Add : Non-operational income   | 282,322.95     | 79,086.60      |
| Less: Non-operating expense  | 8,383.26       | 9.79           |
| IV. Total profit (“-”for loss)   | -14,593,300.11 | -26,805,756.48 |
| Less: Income tax expenses  | -87,563.99     | -87,563.99     |
| V. Net profit  | -14,505,736.12 | -26,718,192.49 |

|  |                   |                   |
|--|-------------------|-------------------|
| (I) Classification by business continuity  |                   |                   |
| 1.Net continuing operating profit  |                   |                   |
| 2.Termination of operating net profit  |                   |                   |
| (II) Classification by ownership   |                   |                   |
| 1.Net profit attributable to the owners of parent company  | -14, 505, 736. 12 | -26, 718, 192. 49 |
| 2.Minority shareholders' equity  |                   |                   |
| VI. Net after-tax of other comprehensive income  |                   |                   |
| Net of profit of other comprehensive income attributable to owners of the parent company.                                |                   |                   |
| (I) Other comprehensive income items that will not be reclassified into gains/losses in the subsequent accounting period |                   |                   |
| 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 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 investee 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 to Minority shareholders' equity                                |                   |                   |
| VII. Total comprehensive income  | -14, 505, 736. 12 | -26, 718, 192. 49 |
| Total comprehensive income attributable to the owner of the parent company   | -14, 505, 736. 12 | -26, 718, 192. 49 |
| Total comprehensive income attributable minority shareholders  |                   |                   |
| VIII. Earnings per share   |                   |                   |
| (I) Basic earnings per share   | -0. 1215          | -0. 2238          |
| (II)Diluted earnings per share   | -0. 1215          | -0. 2238          |

Legal Representative: Fan Aijun

Person in charge of accounting: Tan Mingxian

Accounting Dept Leader: Niu Yanli

### 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 | 105,956,399.22 | 66,284,849.64 |

|   |                |                |
|---|----------------|----------------|
| services  |                |                |
| 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  | 5,439,404.63   | 5,045,862.06   |
| Other cash received from business operation   | 3,553,420.45   | 4,117,894.49   |
| Sub-total of cash inflow  | 114,949,224.30 | 75,448,606.19  |
| Cash paid for purchasing of merchandise and services  | 64,110,141.55  | 53,951,332.54  |
| 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  | 24,200,203.37  | 31,674,449.20  |
| Taxes paid  | 1,166,926.31   | 1,994,486.47   |
| Other cash paid for business activities   | 3,109,048.55   | 4,348,449.26   |
| Sub-total of cash outflow from business activities  | 92,586,319.78  | 91,968,717.47  |
| Net cash generated from /used in operating activities   | 22,362,904.52  | -16,520,111.28 |
| II. Cash flow generated by investing  |                |                |
| Cash received from investment retrieving  |                |                |
| Cash received as investment gains   |                |                |
| Net cash retrieved from disposal of fixed assets, intangible assets, and other long-term assets |                |                |
| Net cash received from disposal of subsidiaries or other operational units                      |                |                |
| Other investment-related cash received  |                |                |
| Sub-total of cash inflow due to investment activities   |                |                |
| Cash paid for construction of fixed assets, intangible assets and other long-term assets        | 1,148,755.00   | 3,510,553.68   |
| Cash paid as investment   |                |                |
| Net increase of loan against pledge   |                |                |
| Net cash received from subsidiaries and other operational units                                 |                |                |
| Other cash paid for investment activities   |                |                |
| Sub-total of cash outflow due to investment activities  | 1,148,755.00   | 3,510,553.68   |
| Net cash flow generated by investment   | -1,148,755.00  | -3,510,553.68  |
| III. Cash flow generated by financing   |                |                |
| Cash received as investment   |                |                |
| Including: Cash received as investment from minor shareholders                                  |                |                |
| Cash received as loans  | 30,000,000.00  | 156,603,500.00 |
| Other financing –related cash received  | 27,980.39      |                |
| Sub-total of cash inflow from financing activities  | 30,027,980.39  | 156,603,500.00 |
| Cash to repay debts   | 68,500,000.00  | 191,813,500.00 |
| Cash paid as dividend, profit, or interests   | 5,102,824.55   | 5,446,210.62   |
| Including: Dividend and profit paid by subsidiaries to minor shareholders                       |                |                |

|   |                |                 |
|---|----------------|-----------------|
| Other cash paid for financing activities                                | 12,009,970.50  | 43,520,704.36   |
| Sub-total of cash outflow due to financing activities                   | 85,612,795.05  | 240,780,414.98  |
| Net cash flow generated by financing                                    | -55,584,814.66 | -84,176,914.98  |
| IV. Influence of exchange rate alternation on cash and cash equivalents |                |                 |
| V.Net increase of cash and cash equivalents                             | -34,370,665.14 | -104,207,579.94 |
| Add: balance of cash and cash equivalents at the beginning of term      | 128,115,870.22 | 179,954,522.99  |
| VI ..Balance of cash and cash equivalents at the end of term            | 93,745,205.08  | 75,746,943.05   |

**(ii) The Company started implementing the updated accounting standards commencing from 2024 and adjusted the relevant items in the financial statements at the beginning of the very year involved in the initial implementation of the said standards**

Applicable Not applicable

**(iii) Auditors 'Report**

Is the First Quarterly Report be audited?

Yes No

The First Quarterly report is not audited.

The Board of Directors of Chongqing Jianshe Vehicle System Co., Ltd.

April 30, 2024