

Stock code: 002384

Stock short name: DSBJ

Announcement No.: 2024-041

Suzhou Dongshan Precision Manufacturing Co., Ltd. First Quarter Report 2024

The Company and all members of the Board of Directors hereby warrant that the information contained in this Report is true, accurate and complete and this Report is free from any misrepresentation, misleading statement or material omission.

Important note:

1. The Board of Directors, the Board of Supervisors, directors, supervisors and senior executives of the Company hereby warrant that the information contained in this Quarterly Report is true, accurate and complete and this Quarterly Report is free from any misrepresentation, misleading statement or material omission, and agree to assume joint and several liability for this Quarterly Report.
2. YUAN Yonggang, Principal of the Company, CFO WANG Xu and Accounting Supervisor ZHU Deguang hereby represent that the financial information contained in this Quarterly Report is true, accurate and complete.
3. Whether this First Quarter Report has been audited?
 Yes No

Note:

This document is a translated version of the Chinese First Quarter Report 2024 ("2024 年第一季度报告"). In case of any discrepancies, the First Quarter Report 2024 published in the Chinese version shall prevail. The full Chinese First Quarter Report 2024 is available at www.cninfo.com.cn.

I. Key Financial Data**(I) Key accounting data and financial indicators**

Did the Company need to retrospectively adjust or restate any accounting data of prior years?

Yes No

	2024 Jan-Mar	2023 Jan-Mar	Change
Operating revenue (RMB)	7,744,804,604.28	6,511,602,610.15	18.94%
Net profit attributable to shareholders of the Listed Company (RMB)	289,348,487.81	471,650,134.12	-38.65%
Net profit attributable to shareholders of the Listed Company after deduction of non-recurring gain or loss (RMB)	261,306,973.35	280,096,313.63	-6.71%
Net cash flow from operating activities (RMB)	1,557,837,879.15	1,799,383,005.75	-13.42%
Basic earnings per share (RMB/share)	0.17	0.28	-39.29%
Diluted earnings per share (RMB/share)	0.17	0.28	-39.29%
Weighted average return on net assets	1.57%	2.85%	-1.28%
	March 31, 2024	December 31, 2023	Change
Total assets (RMB)	45,562,508,510.25	44,371,719,028.28	2.68%
Owners' equity attributable to shareholders of the Listed Company (RMB)	18,373,771,308.37	18,143,026,745.54	1.27%

(II) Items and amounts of non-recurring gains or losses

Applicable N/A

In RMB

Item	2024 Jan-Mar	Remark
Gain or loss on disposal of non-current assets (including allowance for impairment of assets that has been written off)	-6,118,647.30	
Government grants recognized in profit or loss (excluding the government grants that are closely related to the business of the Company, conform to the applicable policies of the country, are provided in accordance with the established standards, and continuously affect the Company's profit or loss)	39,393,780.81	
Gain or loss on changes in fair value of financial assets and financial liabilities held by non-financial entities, and gain or loss on disposal of financial assets and financial liabilities, except for effective hedges held in the ordinary course of business	-425,001.44	
Other non-operating revenue and expenses	-700,966.72	
Less: Effect on income tax	4,037,935.17	
Effect on minority interests (exclusive of tax)	69,715.72	
Total	28,041,514.46	

Other items of gain or loss within the meaning of non-recurring gains or losses:

Applicable N/A

We do not have any other item of gain or loss within the meaning of non-recurring gains or losses.

Classification of any item of non-recurring gain or loss defined by the *Explanatory Announcement No. 1 on Information Disclosure by Companies Publicly Offering Securities - Non-recurring Gain or Loss* as recurring gain or loss:

Applicable N/A

We have not classified any item of non-recurring gain or loss defined by the *Explanatory Announcement No. 1 on Information Disclosure by Companies Publicly Offering Securities - Non-recurring Gain or Loss* as recurring gain or loss.

(III) Changes in key accounting data and financial indicators, and reasons

☑ Applicable ☐ N/A

In RMB

Balance sheet item	March 31, 2024	December 31, 2023	Change	Reason
Cash and bank balances	9,576,910,104.49	7,190,036,231.06	33.20%	Primarily due to stable cash flows provided by the operating activities during the reporting period and lower capital expenditures compared to the same period of the previous year, as well as a temporary increase in bank loans.
Notes receivable	25,210,385.02	3,407,623.49	639.82%	Primarily due to an increase in the commercial acceptance bills received by certain subsidiaries in the current period.
Financial liabilities held for trading	159,387,320.86	104,174,076.23	53.00%	Primarily due to an increase in the financial liabilities recognized under hedging contracts due to changes in foreign exchange rates during the first quarter.
Accounts receivable financing	152,757,569.67	290,477,095.22	-47.41%	Primarily due to an increase in the banker's acceptance bills received in the current period.
Income statement item	2024 Jan-Mar	2023 Jan-Mar	Change	Reason
R&D expenses	253,417,603.85	193,113,365.49	31.23%	Primarily due to an increase in the R&D projects as the Company enhances R&D efforts focusing on the core business.
Financial expenses	-5,009,091.39	134,082,532.89	-103.74%	Primarily due to an increase in the interest income compared to the same period of the previous year, and increase in exchange gains.
Interest income	68,761,600.49	51,062,981.56	34.66%	Primarily due to an increase in interest income from increased bank deposits.
Investment income (loss expressed with "-")	-2,133,536.06	377,108.36	-665.76%	Primarily due to an increase in the discounting costs of notes receivable in the current period.
Credit loss (loss expressed with "-")	-29,221,136.72	-21,312,317.05	-37.11%	Primarily due to an increase in the allowance for doubtful accounts receivable recognized in the current period according to the age of accounts receivable.
Impairment of assets (loss expressed with "-")	-93,518,082.87	18,489,783.36	-605.78%	Primarily due to an increase in the inventory provision recognized in the current period based on costs and net realizable value of inventories.
Gain on disposal of assets (loss expressed with "-")	-6,118,647.30	-1,886,457.79	-224.35%	Primarily due to losses on the disposal of idle equipment of certain subsidiaries in the current period.
Non-operating revenue	1,937,787.73	158,881,877.68	-98.78%	Primarily due to the investment income arising from the acquisition of JDI Electronics last year.
Non-operating expenses	2,638,754.45	1,353,291.43	94.99%	Primarily due to an increase in the donations made in the current period.
Total profit	346,267,196.58	502,141,586.52	-31.04%	Primarily due to the investment income arising from the acquisition of JDI Electronics last year.
Income tax expenses	56,999,473.72	30,644,133.19	86.00%	Primarily due to an increase in the taxable income for the current period.
Cash flow statement item	2024 Jan-Mar	2023 Jan-Mar	Change	Reason
Net cash flows from investing activities	-1,076,101,136.92	-2,655,184,572.50	59.47%	Primarily due to the acquisition of JDI Electronics and Aranda in the same period last year.
Net cash flows from financing activities	1,476,912,312.82	2,675,548,733.23	-44.80%	Primarily due to an increase in the M&A loans and mid-to-long term loans last year in connection with certain acquisitions.
Effect of exchange rate changes on cash and cash equivalents	-203,661,385.74	217,480,352.46	-193.65%	Primarily due to changes in the net assets denominated in USD.

II. Particulars of Shareholders

(I) Total number of ordinary shareholders, number of preferred shareholders whose voting rights have been restituted, and top 10 shareholders

Unit: Shares

Total number of ordinary shareholders at the end of the reporting period	107,091	Total number of preferred shareholders whose voting rights had been restituted at the end of the reporting period (if any)	0			
Top 10 shareholders (excluding the shares lent via refinancing)						
Name of shareholder	Status of shareholder	Shareholding percentage (%)	No. of shares held	No. of non-tradable shares held	Pledge, attachment or freeze	
					Status of shares	Number
YUAN Yongfeng	Domestic natural person	13.01%	222,388,153.00	166,791,115.00	Pledged	120,940,000.00
YUAN Yonggang	Domestic natural person	11.83%	202,226,196.00	151,669,647.00	Pledged	91,790,000.00
Hong Kong Securities Clearing Company Limited	Foreign corporation	3.47%	59,337,049.00	0.00	N/A	0.00
YUAN Fugen	Domestic natural person	3.44%	58,796,052.00	0.00	N/A	0.00
Schroder Investment Management (Hong Kong) Limited- Schroder Global Fund Series Chinese A-shares (Exchange)	Others	1.30%	22,181,428.00	0.00	N/A	0.00
Taikang Life Insurance – Traditional – General Insurance Product -019L-CT001 Shenzhen	Others	1.04%	17,801,015.00	0.00	N/A	0.00
China Life Insurance – Traditional – General Insurance Product -005L-CT001 Shanghai	Others	1.03%	17,562,418.00	0.00	N/A	0.00
Agricultural Bank of China – CSI 500 ETF	Others	0.95%	16,194,400.00	0.00	N/A	0.00
Taikang Life Insurance – Dividends – Personal Dividends – 019L-FH002 Shenzhen	Others	0.88%	15,016,655.00	0.00	N/A	0.00
China Merchants Bank – Ruiyuan Growth Value Hybrid Securities Investment Fund	Others	0.82%	14,092,748.00	0.00	N/A	0.00
Shareholding by the top 10 holders of tradable shares						
Shareholder	Number of tradable shares held at the end of the reporting period	Type and number of shares				
		Type	Number			
Hong Kong Securities Clearing Company Limited	59,337,049.00	RMB-denominated ordinary share	59,337,049.00			
YUAN Fugen	58,796,052.00	RMB-denominated ordinary share	58,796,052.00			
YUAN Yongfeng	55,597,038.00	RMB-denominated ordinary share	55,597,038.00			
YUAN Yonggang	50,556,549.00	RMB-denominated ordinary share	50,556,549.00			
Schroder Investment Management (Hong Kong) Limited- Schroder Global Fund Series Chinese A-shares (Exchange)	22,181,428.00	RMB-denominated ordinary share	22,181,428.00			
Taikang Life Insurance – Traditional – General Insurance Product -019L-CT001 Shenzhen	17,801,015.00	RMB-denominated ordinary share	17,801,015.00			
China Life Insurance – Traditional – General Insurance Product -005L-CT001 Shanghai	17,562,418.00	RMB-denominated ordinary share	17,562,418.00			
Agricultural Bank of China – CSI 500 ETF	16,194,400.00	RMB-denominated ordinary share	16,194,400.00			
Taikang Life Insurance – Dividends – Personal Dividends – 019L-FH002 Shenzhen	15,016,655.00	RMB-denominated ordinary share	15,016,655.00			
China Merchants Bank – Ruiyuan Growth Value Hybrid Securities Investment Fund	14,092,748.00	RMB-denominated ordinary share	14,092,748.00			
Affiliates or concert parties among the shareholders listed above	Among the shareholders listed above, YUAN Yonggang and YUAN Yongfeng are sons of YUAN Fugen, and YUAN Yongfeng is the elder brother of YUAN Yonggang. YUAN Fugen, YUAN Yongfeng and YUAN Yonggang are our actual controllers. We are not aware whether there are affiliates or concert parties within the meaning of the <i>Administrative Measures for Information Disclosure by the Listed Companies Relating to Changes in Shares Held by Shareholders</i> among other shareholders listed above.					
Securities margin trading conducted by top 10 shareholders (if any)	N/A					

Share lending by shareholders holding more than 5% of the shares, top 10 shareholders and top 10 holders of tradable shares via refinancing:

Applicable N/A

Unit: Shares

Share lending by shareholders holding more than 5% of the shares, top 10 shareholders and top 10 holders of tradable shares via refinancing								
Full name of shareholder	Number of shares held in ordinary account and margin trading account at the beginning of the current period		Number of outstanding shares lent via refinancing at the beginning of the current period		Number of shares held in ordinary account and margin trading account at the end of the current period		Number of outstanding shares lent via refinancing at the end of the current period	
	Total number	% of total share capital	Total number	% of total share capital	Total number	% of total share capital	Total number	% of total share capital
Agricultural Bank of China – CSI	7,506,900.00	0.44%	2,217,500	0.13%	16,194,400.00	0.95%	1,177,500	0.07%

500 ETF								
---------	--	--	--	--	--	--	--	--

Changes compared to the previous period due to shares lent or returned via refinancing by the top 10 shareholders and top 10 holders of tradable shares:

Applicable N/A

Unit: Shares

Changes compared to the previous period due to shares lent or returned via refinancing by the top 10 shareholders and top 10 holders of tradable shares					
Full name of shareholder	New or withdrawn in the current period	Number of outstanding shares lent via refinancing at the end of the current period		Number of shares held in ordinary account and margin trading account and outstanding shares lent via refinancing at the end of the current period	
		Total number	% of total share capital	Total number	% of total share capital
China Life Insurance – Traditional – General Insurance Product -005L-CT001 Shanghai	New	0	0.00%	17,562,418	1.03%
Agricultural Bank of China – CSI 500 ETF	New	1,177,500	0.07%	17,371,900	1.02%
Taikang Life Insurance – Dividends – Personal Dividends – 019L-FH002 Shenzhen	New	0	0.00%	15,016,655	0.88%
China Everbright Bank - Aegon-Industrial Business Model Selection Hybrid Securities Investment Fund (LOF)	Withdrawn	0	0.00%	6,231,901	0.36%
Industrial Bank - Aegon-Industrial New Vision Flexible Allocation, Periodic Opening Hybrid Sponsored Securities Investment Fund	Withdrawn	0	0.00%	5,813,638	0.34%
Ping An Anying Stock-oriented Pension Product – Bank of China	Withdrawn	0	0.00%	13,764,351	0.80%

(II) Total number of preferred shareholders and shareholding by top 10 preferred shareholders

Applicable N/A

III. Other Significant Matters

Applicable N/A

- During the reporting period, our sales revenue from the new energy business was about RMB1.829 billion, an increase of about 56.46% compared to the same period of the previous year.
- During the reporting period, we repurchased 1,588,800 shares in total by aggregate auction through the dedicated securities account for repurchase, at the total price of RMB24.997 million (excluding the transaction costs). Such repurchase complied with the applicable laws and regulations, and our share repurchase plan.
- During the reporting period, taking into account the current capital market environment, changes in policies, our capital operation plan and other factors, through sufficient communications with the relevant brokers, we decided to terminate the offering of convertible corporate bonds to unspecified investors. The termination of this bond offering was considered and approved at the 7th meeting of the 6th Board of Directors and the 5th meeting of the 6th Board of Supervisors, and according to the authority granted at the 3rd extraordinary general meeting of shareholders in 2023, was not subject to the approval of the general meeting of shareholders.
- During the reporting period, the proposal for offering A-shares to specified investors in 2024 was considered and adopted at the 7th meeting of the 6th Board of Directors and the 5th meeting of the 6th Board of Supervisors, approving our issuance of shares in a total amount of up to RMB1.5 billion to YUAN Yonggang and YUAN Yongfeng, our actual controllers, the offering proceeds received from which, after deduction of the offering costs, would be wholly used to replenish our working capital. The relevant proposal has been approved at the 2nd extraordinary general meeting of shareholders in 2024.

IV. Quarterly Financial Statements

(I) Financial statements

1. Consolidated balance sheet

Prepared by: Suzhou Dongshan Precision Manufacturing Co., Ltd.

March 31, 2024

In RMB

Item	Closing balance	Opening balance
Current assets:		
Cash and bank balances	9,576,910,104.49	7,190,036,231.06
Settlement deposit		
Loans to banks and other financial institutions		
Financial assets held for trading	152,245,731.91	146,141,371.77
Derivative financial assets		
Notes receivable	25,210,385.02	3,407,623.49
Accounts receivable	5,788,954,839.70	7,713,164,772.05
Accounts receivable financing	152,757,569.67	290,477,095.22
Advances to suppliers	99,280,067.53	79,782,739.11
Premiums receivable		
Reinsurance accounts receivable		
Reinsurance contract reserves receivable		
Other receivables	76,606,081.41	77,134,897.39
Incl.: Interest receivable		
Dividends receivable		
Financial assets held under resale agreements		
Inventories	6,480,397,115.75	6,293,879,276.54
Incl.: Data resources		
Contract assets		
Assets held for sale		
Non-current assets due within one year		
Other current assets	781,711,069.91	651,719,745.68
Total current assets	23,134,072,965.39	22,445,743,752.31
Non-current assets:		
Loans and advances to clients		
Debt investments		
Other debt investments		
Long-term receivables	30,000,000.00	30,000,000.00
Long-term equity investments	155,406,879.89	155,406,879.89
Investments in other equity instruments	283,657,110.00	278,157,110.00
Other non-current financial assets		
Investment properties	974,412.47	1,038,840.26
Fixed assets	12,626,832,367.03	12,415,251,689.80
Construction in progress	1,775,689,973.51	1,842,525,188.54
Productive biological assets		
Oil and gas assets		
Right-of-use assets	1,253,757,851.97	1,252,668,050.83
Intangible assets	934,346,471.48	863,692,421.74
Incl.: Data resources		
Development expenses		
Incl.: Data resources		
Goodwill	2,209,199,500.95	2,209,199,500.98
Long-term deferred expenses	887,713,854.29	866,872,191.21
Deferred tax assets	1,104,234,822.76	1,078,140,428.38
Other non-current assets	1,166,622,300.51	933,022,974.34
Total non-current assets	22,428,435,544.86	21,925,975,275.97
Total assets	45,562,508,510.25	44,371,719,028.28
Current liabilities:		
Short-term borrowings	6,265,314,841.70	5,156,100,217.01
Borrowings from Central Bank		
Borrowings from banks and other financial institutions		

Financial liabilities held for trading	159,387,320.86	104,174,076.23
Derivative financial liabilities		
Notes payable	1,014,330,554.16	909,171,215.93
Accounts payable	7,286,477,454.76	8,039,107,176.52
Advances from clients		
Contract liabilities	34,091,670.34	28,982,676.07
Financial assets sold under repurchase agreements		
Deposits from clients and other banks		
Funds received as stock broker		
Funds received as underwriter of securities		
Employee benefits payable	407,868,832.94	553,178,980.68
Taxes payable	516,856,518.67	475,576,206.83
Other payables	84,018,191.98	80,188,628.54
Incl.: Interest payable		
Dividends payable		
Fees and commissions payable		
Reinsurance accounts payable		
Liabilities held for sale		
Non-current liabilities due within one year	2,574,231,466.81	2,496,716,906.35
Other current liabilities	4,922,375.29	6,556,017.38
Total current liabilities	18,347,499,227.51	17,849,752,101.54
Non-current liabilities:		
Provision for insurance contracts		
Long-term borrowings	5,185,944,723.58	4,706,280,338.76
Bonds payable		
Incl.: Preferred shares		
Perpetual bonds		
Lease liabilities	1,860,785,062.02	1,842,799,193.80
Long-term payables	276,258,365.53	296,995,789.48
Long-term employee benefits payable		
Provisions	50,692,640.34	60,785,210.44
Deferred income	726,513,898.19	733,456,685.17
Deferred tax liabilities	693,794,197.94	691,293,111.83
Other non-current liabilities		
Total non-current liabilities	8,793,988,887.60	8,331,610,329.48
Total liabilities	27,141,488,115.11	26,181,362,431.02
Owners' equity:		
Share capital	1,709,867,327.00	1,709,867,327.00
Other equity instruments		
Incl.: Preferred shares		
Perpetual bonds		
Capital reserve	8,064,875,550.95	8,063,768,409.73
Less: Treasury shares	150,907,657.63	125,906,811.33
Other comprehensive income	-749,374,798.54	-714,664,578.64
Special reserve		
Surplus reserve	184,866,869.73	184,866,869.73
General risk reserve		
Retained profits	9,314,444,016.86	9,025,095,529.05
Total owners' equity attributable to the parent company	18,373,771,308.37	18,143,026,745.54
Minority interests	47,249,086.77	47,329,851.72
Total owners' equity	18,421,020,395.14	18,190,356,597.26
Total liabilities and owners' equity	45,562,508,510.25	44,371,719,028.28

Legal Representative: YUAN Yonggang

CFO: WANG Xu

Accounting Supervisor: ZHU Deguang

2. Consolidated income statement

In RMB

Item	Current period	Previous period
I. Total operating revenue	7,744,804,604.28	6,511,602,610.15
Incl.: Operating revenue	7,744,804,604.28	6,511,602,610.15
Interest income		
Premiums earned		
Fee and commission income		
II. Total operating costs	7,312,430,568.81	6,206,104,833.14
Incl.: Operating costs	6,691,217,022.58	5,547,703,406.89
Interest expenses		
Fee and commission expenses		
Surrenders		
Net payments for insurance claims		
Net insurance claim reserves		
Policyholder dividends		
Reinsurance expenses		
Taxes and surcharges	35,204,505.88	21,541,805.59
Selling expenses	74,628,448.25	67,177,599.40
Administrative expenses	262,972,079.64	242,486,122.88
Research and development expenses	253,417,603.85	193,113,365.49
Financial expenses	-5,009,091.39	134,082,532.89
Incl.: Interest expenses	106,270,471.95	115,492,119.87
Interest income	68,761,600.49	51,062,981.56
Add: Other income	46,010,532.22	46,689,225.26
Investment income (loss expressed with "-")	-2,133,536.06	377,108.36
Incl.: Investment income from associates and joint ventures	-1,138,774.87	-1,009,134.30
Gain on derecognition of financial assets at amortized cost		
Exchange gain (loss expressed with "-")		
Net exposure hedging income (loss expressed with "-")		
Gain on changes in fair value (loss expressed with "-")	-425,001.44	-3,242,118.89
Credit loss (loss expressed with "-")	-29,221,136.72	-21,312,317.05
Impairment loss on assets (loss expressed with "-")	-93,518,082.87	18,489,783.36
Gain on disposal of assets (loss expressed with "-")	-6,118,647.30	-1,886,457.79
III. Operating profit (loss expressed with "-")	346,968,163.30	344,613,000.26
Add: Non-operating revenue	1,937,787.73	158,881,877.68
Less: Non-operating expenses	2,638,754.45	1,353,291.43
IV. Profit before tax (loss expressed with "-")	346,267,196.58	502,141,586.51
Less: Income tax expenses	56,999,473.72	30,644,133.19
V. Net profit (loss expressed with "-")	289,267,722.86	471,497,453.32
(I) Classified by continuity of operation		
1. Net profit from continuing operation	289,267,722.86	471,497,453.32
2. Net profit from discontinued operation		
(II) Classified by attribution		
1. Net profit attributable to owners of the parent company (loss expressed with "-")	289,348,487.81	471,650,134.12
2. Minority interests (loss expressed with "-")	-80,764.95	-152,680.80
VI. Other comprehensive income, net	-28,364,080.55	-52,692,681.55
Other comprehensive income attributable to owners of the parent company, net after tax	-28,364,080.55	-52,692,681.55
(I) Other comprehensive income that cannot be reclassified to profit or loss		
1. Changes arising from remeasurement of defined benefit plans		
2. Other comprehensive income that cannot be reclassified to profit or loss under equity method		

3. Change in fair value of investments in other equity instruments		
4. Change in fair value of the corporation's credit risk		
5. Others		
(II) Other comprehensive income that will be reclassified to profit or loss	-28,364,080.55	-52,692,681.55
1. Other comprehensive income that can be reclassified to profit or loss under equity method		
2. Change in fair value of other debt investments		
3. Financial assets reclassified to other comprehensive income		
4. Provision for credit impairment of other debt investments		
5. Reserves for cash flow hedge	-46,340,616.69	31,935,634.32
6. Differences in translation of foreign currency financial statements	17,976,536.14	-84,628,315.87
7. Others		
Other comprehensive income attributable to minority interests, net after tax		
VII. Total comprehensive income	260,903,642.31	418,804,771.77
Total comprehensive income attributable to owners of the parent company	260,984,407.26	418,957,452.57
Total comprehensive income attributable to minority interests	-80,764.95	-152,680.80
VIII. Earnings per share:		
(I) Basic earnings per share	0.17	0.28
(II) Diluted earnings per share	0.17	0.28

The net profit realized by the acquirees before acquisition in business combinations involving entities under common control occurred in the current period was nil in the current period and nil in the previous period.

Legal Representative: YUAN Yonggang

CFO: WANG Xu

Accounting Supervisor: ZHU Deguang

3. Consolidated cash flow statement

In RMB

Item	Current period	Previous period
I. Cash flows from operating activities		
Proceeds from sale of goods and rendering of services	9,566,045,347.79	7,810,895,407.28
Net increase in deposits from clients and other banks		
Net increase in borrowings from Central Bank		
Net increase in borrowings from other financial institutions		
Proceeds from premiums under prior insurance contracts		
Net proceeds from reinsurance business		
Net increase in the insured's deposits and investments		
Proceeds from interest, fees and commissions		
Net increase in borrowings from banks and other financial institutions		
Net increase in receipts under repurchase transactions		
Net cash received as stock broker		
Tax refunds received	284,423,129.15	276,523,290.40
Other proceeds relating to operating activities	349,598,272.28	499,635,693.30
Subtotal of cash inflows from operating activities	10,200,066,749.22	8,587,054,390.98
Payments for purchase of goods and receipt of services	6,655,875,365.23	5,126,240,152.40
Net increase in loans and advances from clients		
Net increase in deposits in Central Bank and other banks		
Payment of claims under prior insurance contracts		
Net increase in loans to banks and other financial institutions		
Payment of interest, fees and commissions		

Payment of policyholder dividends		
Payments to and for employees	1,246,067,419.65	1,076,893,284.86
Taxes paid	165,222,877.75	116,068,450.56
Other payments relating to operating activities	575,063,207.44	468,469,497.41
Subtotal of cash outflows from operating activities	8,642,228,870.07	6,787,671,385.23
Net cash flows from operating activities	1,557,837,879.15	1,799,383,005.75
II. Cash flows from investing activities:		
Proceeds from disposal of investments	411,437,004.71	1,883,885,925.02
Proceeds from return on investments	1,597,223.39	18,866,297.97
Net proceeds from disposal of fixed assets, intangible assets and other long-term assets	14,087,434.64	4,910,538.85
Net proceeds from disposal of subsidiaries and other business entities		
Other proceeds relating to investing activities	1,980,782.41	19,655,920.00
Subtotal of cash inflows from investing activities	429,102,445.15	1,927,318,681.84
Payments for acquisition of fixed assets, intangible assets and other long-term assets	885,104,031.28	1,057,849,522.33
Payments for investments	609,673,837.08	1,997,294,891.61
Net increase in mortgage loans		
Net Payments for acquisition of subsidiaries and other business entities		871,494,465.40
Other cash payments relating to investing activities	10,425,713.71	655,864,375.00
Subtotal of cash outflows from investing activities	1,505,203,582.07	4,582,503,254.34
Net cash flows from investing activities	-1,076,101,136.92	-2,655,184,572.50
III. Cash flows from financing activities:		
Proceeds from investors		
Incl.: Proceeds of subsidiaries from minority shareholders' investments		
Cash receipts from borrowings	4,023,814,434.12	5,683,728,812.48
Other proceeds relating to financing activities	47,248,276.45	326,781,646.99
Subtotal of cash inflows from financing activities	4,071,062,710.57	6,010,510,459.47
Repayment of borrowings	1,948,497,173.59	3,125,069,505.12
Payment of distribution of dividends and profits or for interest	89,439,788.65	131,296,673.72
Incl.: Dividends and profits distributed by subsidiaries to minority shareholders		
Other payments relating to financing activities	556,213,435.51	78,595,547.40
Subtotal of cash outflows from financing activities	2,594,150,397.75	3,334,961,726.24
Net cash flows from financing activities	1,476,912,312.82	2,675,548,733.23
IV. Effects of exchange rate changes on cash and cash equivalents	-203,661,385.74	217,480,352.46
V. Net increase in cash and cash equivalents	1,754,987,669.31	2,037,227,518.94
Add: Opening balance of cash and cash equivalents	5,874,684,447.67	5,457,026,822.70
VI. Closing balance of cash and cash equivalents	7,629,672,116.98	7,494,254,341.64

(II) Adjustment of the opening balance of related financial statement items due to the initial adoption of new accounting standards since 2024

Applicable N/A

(III) Auditor's report

Whether the First Quarter Report has been audited?

Yes No

This First Quarter Report has not been audited.

The Board of Directors of Suzhou Dongshan Precision Manufacturing Co., Ltd.

April 25, 2024