



HARBIN BOSHI AUTOMATION CO.,LTD.

2024 SUMMARY OF
THE THIRD QUARTER REPORT

October 2024

HARBIN BOSHI AUTOMATION CO., LTD. Interim Report for The Third Quarter 2024

The Company and whole members of the Board of Directors guarantee that the information disclosed is factual, accurate and complete, and there is no false record, misleading statement or material omission.

Important content reminder:

1.The Board of Directors, the Board of Supervisors as well as all the directors, supervisors and senior managers of HARBIN BOSHI AUTOMATION CO., LTD. (hereinafter referred to as “the Company”) warrant the factuality, accuracy and completeness of this Report and there is no false record, misleading statement or material omission. And they will be severally and jointly liable for this Report.

2.The person in charge of the Company, the person in charge of accounting work of the Company, and the person in charge of accounting department of the Company warrant that the financial information in this Report is factual, accurate and complete.

3. Whether this Third Interim Report has been audited by auditing firm or not?

Yes No

I. Main financial data**1. Main accounting data and financial indicators**

Indicate by check mark if there is any retrospectively restated accounting data of previous years.

Yes No

	Current period	Increase/decrease in the period compared with the same period of the previous year	Year-begin to period-end	Increase/decrease from year-begin to period-end compared with the same period of the previous year
Operating Revenue (RMB)	712,735,460.01	20.21%	2,164,678,881.70	9.20%
Net profit attributable to parent company's shareholders (RMB)	183,508,513.17	85.12%	456,225,297.69	4.98%
Net profit after deducting non-recurring profit or loss attributable to shareholders of the parent company (RMB)	174,848,694.35	90.13%	431,574,091.35	7.40%
Net cash flow from operating activities (RMB)	—	—	447,884,786.41	8,352.29%
Basic earnings per share (RMB /share)	0.1807	86.48%	0.4491	5.67%
Diluted earnings per share (RMB /share)	0.1786	84.31%	0.4451	5.47%
Weighted average return on equity	5.11%	2.11%	12.69%	-0.57%
	End of the current reporting period	End of previous year	Increase/decrease at the period-end compared with the end of the previous year	
Total assets (RMB)	6,640,391,547.82	6,648,692,787.99	-0.12%	
Total equity attributable to shareholders of the parent company (RMB)	3,684,584,455.30	3,450,338,131.69	6.79%	

2. Non-recurring gains and losses√ Applicable Not applicable

Unit: RMB

Item	Amount for the period	Amount from year-begin to period-end	Note
Profit or loss from disposal of non-current assets (including the write-off of accrued for impairment of assets)	-13,088.68	-529,474.76	
Governmental subsidy reckoned into current gains or losses (excluding the subsidy enjoyed in quota or ration according to the national policy regulations and certain standards, which are closely relevant to enterprise's business)	5,151,150.54	11,968,245.48	
Except for effectively hedging business related to normal business operations of financial Company, profit or loss arising from the changes in the fair value of financial assets, financial liabilities by non-financial enterprises, as well as investment income from the disposal of financial assets and financial liabilities.	7,581,359.62	19,755,992.30	Income from cash management
Other non-operating income and expenses other than the above	-2,275,173.27	-2,215,179.74	
Other gain/loss items that qualified the definition of non-recurring profit (gains)/losses		103,049.27	
Less: Impact on income tax	1,630,761.06	3,775,152.59	
Impact on minority shareholders' equity (after tax)	153,668.33	656,273.62	
Total	8,659,818.82	24,651,206.34	--

Other gain/loss items that qualified the definition of non-recurring profit (gains)/losses:

√ Applicable Not applicable

Other gain/loss items that qualified the definition of non-recurring profit (gains)/losses: Income from treasury reverse repos (cash management).

Explanation on those non-recurring gain/loss listed in the “Q&A Announcement No.1 on Information Disclosure for Companies Offering Their Securities to the Public --- Extraordinary Profit/loss” defined as recurring gain/loss.

 Applicable √ Not applicable

The Company does not have the non-recurring gain/loss listed in the “Q&A Announcement No.1 on Information Disclosure for Companies Offering Their Securities to the Public --- Extraordinary Profit/loss”

defined as recurring gain/loss.

3. Particulars about changes in items of main accounting data and financial index and explanations of reasons.

Consolidated Balance Sheet items	Sep 30,2024	Dec 31,2023	Change	Reasons for the changes
	(RMB)	(RMB)		
Cash and cash equivalent	630,358,005.21	332,216,413.35	89.74%	Mainly due to the impact on cash management activities.
Financial assets held for trading	1,133,752,754.06	802,248,744.33	41.32%	Mainly due to the impact on cash management activities.
Other current assets	12,998,656.95	615,166,444.19	-97.89%	Mainly due to the impact on cash management activities.
Fixed assets	300,837,247.25	229,647,272.08	31.00%	Part of the construction of robot and intelligent factory industrialization production project were transferred to fixed assets in the current period.
Construction in progress	47,565,640.43	74,985,542.78	-36.57%	Part of the construction of robot and intelligent factory industrialization production project were transferred to fixed assets in the current period.
Other non-current assets	76,336,536.96	23,114,349.36	230.26%	Increases in long-term product quality guarantee and the prepayment of real estate purchases for industrial service business.
Short-term loans	32,559,703.86	23,872,075.01	36.39%	Increases in bank short-term borrowing by subsidiary.
Employee benefits payable	21,232,277.48	76,649,155.81	-72.30%	The year-end bonus of 2023 accrued at the end of the previous period, which was paid at the beginning of 2024, and the balance decreased.
Taxes payable	43,228,658.16	20,117,689.42	114.88%	Value-added tax payable and corporate income tax payable increased at the end of the period.
Other payables	16,470,259.32	30,001,942.32	-45.10%	Dividends payable by subsidiaries were actually paid during the period.
Thereof: Dividend payable	4,900,000.00	24,500,000.00	-80.00%	Dividends payable by subsidiaries were actually paid during the period.
Other current liabilities	112,863,753.01	163,555,006.18	-30.99%	Due to the decrease in undue endorsed acceptance bills, which were not terminated.
Estimated liabilities	9,988,153.07	7,137,432.08	39.94%	Increase in provision for product quality guarantee accrued.
Deferred income	1,507,500.00	4,023,518.90	-62.53%	This period was transferred to other income.
Capital reserve	352,387,897.84	236,467,353.62	49.02%	Mainly affected by the capital reserve formed by the IPO capital stock premium of the associated

HARBIN BOSHI AUTOMATION CO., LTD. Interim Report for the Third Quarter 2024

				company Bloom Technology.
Treasury shares	100,134,294.12	8,865,506.80	1,029.48%	Due to Company shares buy-back.
Other comprehensive income	29,584,845.31	22,252,223.39	32.95%	Mainly affected by changes in the fair value of investments in other equity instruments.
Consolidated Income Statement items from the beginning of the year to the end of the reporting period	Jan 1 to Sep 30,2024	Jan 1 to Sep 30, 2023	Change	Reasons for the changes
	(RMB)	(RMB)		
Financial expenses	6,380,621.41	-490,595.60	1,400.59%	Joint influenced by interest expenses increased and interest expenses decreased.
Thereof : Interest expenses	10,917,471.91	8,342,075.54	30.87%	Interest expenses increased year-on-year.
Interest income	6,141,233.15	9,006,178.08	-31.81%	Interest income decreased year-on-year.
Other income	99,218,255.00	64,004,359.76	55.02%	The value-added tax refund received from sales of product with software and value-added input tax additional deduction increased year-on-year.
Investment income (loss is stated with “-”)	1,995,856.69	4,289,834.84	-53.47	The investment income accrued in associates decreased this period.
Thereof: Investment income from associates and joint ventures	-12,230,126.29	-9,363,612.21	-30.61%	The investment income accrued in associates decreased this period.
Gains from changes in fair value (loss is stated with “-”)	5,633,058.59	8,915,503.57	-36.82%	Mainly due to the impact on cash management activities.
Credit impairment losses (loss is stated with “-”)	-19,172,394.44	-28,508,702.98	-32.75%	Due to the impact on the provision for bad debts accrued increased.
Consolidated Cash Flow Statement items from the beginning of the year to the end of the reporting period	Jan 1 to Sep 30,2024	Jan 1 to Sep 30, 2023	Change	Reasons for the changes
	(RMB)	(RMB)		
Net cash flows from operating activities	447,884,786.41	-5,427,399.95	8,352.29%	Jointly affected by the increase in cash received from customer and the decrease in operating payments.
Net cash flows from investing activities	201,484,742.31	-184,260,513.13	209.35%	Mainly due to the impact on cash management activities.
Net cash flows from financing activities	-353,912,447.77	-279,519,211.45	-26.61%	Mainly due to the joint influence of the share buy-back and the increase in cash dividends actually paid by subsidiaries this period.

II. Shareholders Information**1. Total number of common shareholders and preference shareholders with voting rights recovered and top ten common shareholders**

Unit: Share

Total number of shareholders of common stocks at the end of the reporting period	32,422	Total preference shareholders with voting rights recovered at end of reporting period	0			
Top 10 shareholders(Excluding shares lent in refinancing)						
Name	Nature	Ownership	Amount of shares held	Amount of restricted shares held	Pledged, marked, or frozen stocks	
					Status	Amount
Unicom-Xinwo Venture Capital Management (Shanghai) Co., Ltd. - Lianchuang Weilai (Wuhan) Intelligent Manufacturing Industrial Investment Partnership (Limited Partnership)	Others	14.20%	145,176,676		Not applicable	
Deng Xijun	Domestic natural person	9.41%	96,181,562	72,136,172	Not applicable	
Zhang Yuchun	Domestic natural person	8.09%	82,696,357	62,022,268	Not applicable	
Wang Chungang	Domestic natural person	5.61%	57,394,047	43,045,535	Not applicable	
Cai Zhihong	Domestic natural person	4.96%	50,677,029		Not applicable	
Cai Hegao	Domestic natural person	4.89%	50,000,000		Not applicable	
Harbin Institute of Technology Asset Management Co. Ltd	Domestic state-owned corporate	3.00%	30,678,500		Not applicable	
Cheng Fang	Domestic natural person	1.52%	15,538,896		Not applicable	
Tan Jianxun	Domestic natural person	1.31%	13,443,938		Not applicable	
Liu Meixia	Domestic natural person	1.04%	10,639,500		Not applicable	
Top 10 shareholders with unrestricted shares held(Excluding shares lent in refinancing and executive lock-in shares)						
Name	Amount of unrestricted shares held	Type and amount of shares				
		Type	Amount			
Unicom-Xinwo Venture Capital Management (Shanghai) Co., Ltd - Lianchuang Weilai (Wuhan) Intelligent Manufacturing Industrial Investment Partnership (Limited Partnership)	145,176,676	RMB ordinary shares	145,176,676			
Cai Zhihong	50,677,029	RMB ordinary shares	50,677,029			
Cai Hegao	50,000,000	RMB ordinary shares	50,000,000			
Harbin Institute of Technology Asset Management Co. Ltd	30,678,500	RMB ordinary shares	30,678,500			

Deng Xijun	24,045,390	RMB ordinary shares	24,045,390
Zhang Yuchun	20,674,089	RMB ordinary shares	20,674,089
Cheng Fang	15,538,896	RMB ordinary shares	15,538,896
Wang Chungang	14,348,512	RMB ordinary shares	14,348,512
Tan Jianxun	13,443,938	RMB ordinary shares	13,443,938
Liu Meixia	10,639,500	RMB ordinary shares	10,639,500

Shareholders holding more than 5% of the shares, the top 10 shareholders, and the top 10 shareholders of unrestricted tradable shares participate in the lending of shares in the refinancing 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 refinancing, lending/repayment.

Applicable Not applicable

2.The total number of preferred shareholders and the top 10 preferred shareholders' shareholdings of the Company

Applicable Not applicable

III. Other Significant Events

The Company held the 11th meeting of the fifth Board of Directors and the eighth meeting of the fifth Board of Supervisors on September 11th, 2024, to consider and pass *the Motion on the Company's 2024 Employee Stock Ownership Plan (Draft) and Its Summary*, which has been considered and passed by the first Extraordinary General Meeting of 2024 held on September 23rd, 2024. On October 15th, 2024, the non-trading transfer of the employee stock ownership plan was completed. For details, please refer to the relevant announcements disclosed by the Company in the *Securities Times* and cninfo.com.cn.

IV. Quarterly Financial Statements**1. Financial statements****(1) Consolidated Balance Sheet**

Prepared by HARBIN BOSHI AUTOMATION CO., LTD.

Sep 30, 2024

Unit: RMB

Item	Sep 30,2024	Jan 1, 2024
Current assets:		
Cash and cash equivalent	630,358,005.21	332,216,413.35
Financial assets held for trading	1,133,752,754.06	802,248,744.33
Derivative financial assets		
Notes receivable	224,388,498.07	273,519,045.87
Accounts receivable	1,093,247,789.62	1,004,337,478.08
Financing receivable	70,147,840.84	72,533,260.37
Advance payment	89,838,724.31	77,455,740.98
Other receivables	27,418,977.01	30,774,548.13
Thereof: Interest receivable		
Dividend receivable	2,600,701.32	2,601,281.28
Inventories	2,115,260,350.45	2,405,309,228.52
Contract assets	138,426,111.81	119,436,138.29
Assets held for sale		
Non-current assets due within one year	4,435,252.44	4,434,380.89
Other current assets	12,998,656.95	615,166,444.19
Total current assets	5,540,272,960.77	5,737,431,423.00
Non-current assets:		
Debt investments		
Other debt investments		
Long-term receivable	16,713,771.56	16,425,314.82
Long-term equity investment	491,258,220.35	404,005,942.77
Investment in other equity instruments	61,574,626.74	55,443,728.57
Other non-current financial assets		
Investment real estate	11,247,016.00	11,771,642.38
Fixed assets	300,837,247.25	229,647,272.08

Construction in progress	47,565,640.43	74,985,542.78
Productive biological assets		
Oil and gas assets		
Right-of-use assets	4,375,745.50	4,912,571.51
Intangible assets	50,464,802.16	53,974,953.86
Development expenditure		
Goodwill	401,878.10	401,878.10
Long-term deferred expenses	291,685.75	106,486.62
Deferred income tax assets	39,051,416.25	36,471,682.14
Other non-current assets	76,336,536.96	23,114,349.36
Total non-current assets	1,100,118,587.05	911,261,364.99
Total assets	6,640,391,547.82	6,648,692,787.99
Current liabilities:		
Short-term loans	32,559,703.86	23,872,075.01
Financial liabilities held for trading		
Derivative financial liabilities		
Notes payable		
Accounts payable	259,663,320.50	337,812,103.72
Advance from customers	193,500.00	96,750.00
Contract liabilities	1,644,416,795.35	1,763,411,436.97
Employee benefits payable	21,232,277.48	76,649,155.81
Taxes payable	43,228,658.16	20,117,689.42
Other payables	16,470,259.32	30,001,942.32
Thereof: Interest payable		
Dividend payable	4,900,000.00	24,500,000.00
Liabilities held for sale		
Non-current liabilities due within one year	1,989,200.90	2,470,313.79
Other current liabilities	112,863,753.01	163,555,006.18
Total current liabilities	2,132,617,468.58	2,417,986,473.22
Non-current liabilities:		
Long-term loans		
Bonds payable	443,931,059.04	431,953,084.05
Thereof: Preferred stock		
Perpetual debt		
Lease liabilities	810,440.86	1,374,283.98

Long-term payables		
Long-term employee benefits payable		
Estimated liabilities	9,988,153.07	7,137,432.08
Deferred income	1,507,500.00	4,023,518.90
Deferred income tax liability	16,639,692.46	16,429,627.86
Other non-current liabilities	190,068,117.16	172,145,404.60
Total non-current liabilities	662,944,962.59	633,063,351.47
Total Liabilities	2,795,562,431.17	3,051,049,824.69
Shareholders' equity:		
Share capital	1,022,558,657.00	1,022,556,602.00
Other equity instruments	32,093,784.17	32,096,067.08
Thereof: Preferred stock		
Perpetual debt		
Capital reserve	352,387,897.84	236,467,353.62
Minus: treasury shares	100,134,294.12	8,865,506.80
Other comprehensive income	29,584,845.31	22,252,223.39
Special reserve	28,758,771.01	28,883,002.75
Surplus reserve	355,000,124.41	355,000,124.41
General risk reserve		
Retained earnings	1,964,334,669.68	1,761,948,265.24
Total equity attributable to shareholders of parent company	3,684,584,455.30	3,450,338,131.69
Minority shareholder equity	160,244,661.35	147,304,831.61
Total shareholders' equity	3,844,829,116.65	3,597,642,963.30
Total liabilities and shareholders' equity	6,640,391,547.82	6,648,692,787.99

Legal representative: Deng Xijun

Director of Finance: Sun Zhiqiang

Prepared by: Wang Peihua

(2) Consolidated Income Statement (from the year-begin to the period-end)

Unit: RMB

Item	Current period	Last period
1. Total revenue	2,164,678,881.70	1,982,264,381.09
Thereof : Operating revenue	2,164,678,881.70	1,982,264,381.09
2. Total cost	1,696,584,007.99	1,502,853,525.07

Thereof: Cost of sales	1,412,446,988.30	1,233,296,151.56
Taxes and surcharges	15,073,215.88	12,204,221.24
Selling expenses	109,186,176.85	85,229,051.95
General and administrative expenses	70,405,753.18	64,034,974.28
Research and development expenses	83,091,252.37	108,579,721.64
Financial expenses	6,380,621.41	-490,595.60
Thereof : Interest expenses	10,917,471.91	8,342,075.54
Interest income	6,141,233.15	9,006,178.08
Add: Other income	99,218,255.00	64,004,359.76
Investment income (loss is stated with “-”)	1,995,856.69	4,289,834.84
Thereof: Investment income from associates and joint ventures	-12,230,126.29	-9,363,612.21
Gain from the derecognition of the financial assets measured at amortized cost		
Exchange income (Loss is listed with “-”)		
Net exposure hedging gains (“-” for losses)		
Gains from changes in fair value (loss is stated with “-”)	5,633,058.59	8,915,503.57
Credit impairment losses (loss is stated with “-”)	-19,172,394.44	-28,508,702.98
Asset impairment losses (loss is stated with “-”)	-8,035,852.42	-7,918,363.38
Gains from disposal of assets (loss is stated with “-”)	-529,474.76	-8,374.20
3. Operating profit (loss is stated with “-”)	547,204,322.37	520,185,113.63
Add: Non-operating income	119,033.81	6,878,543.11
Less: Non-operating expenses	2,334,213.55	2,438,608.30
4. Total profit (loss is stated with “-”)	544,989,142.63	524,625,048.44
Less: Income tax expenses	70,062,405.24	65,535,949.00
5. Net profit (loss is stated with “-”)	474,926,737.39	459,089,099.44
(1) Classified by continuity of operations		
Net profit from continuing operations(loss is stated with “-”)	474,926,737.39	459,089,099.44
Net profit from discontinued operations(loss is stated with “-”)		
(2) Classified by ownership of the equity		
Attributable to shareholders of the Parent Company	456,225,297.69	434,596,978.99
Minority interests	18,701,439.70	24,492,120.45
6. Other comprehensive income, net of tax	7,332,621.92	3,223,150.31
Other comprehensive income attributable to shareholders of the Parent Company, net of tax	7,332,621.92	3,223,150.31
(1) Other comprehensive income items which will not be	7,378,686.01	3,064,823.12

reclassified subsequently to profit or loss		
1) Changes arising from re-measurement of defined benefit plan		
2) Other comprehensive income that will not be transferred subsequently to profit or loss under the equity method		
3) Changes in the fair value of the investment in other equity instruments	7,378,686.01	3,064,823.12
4) Changes in the fair value of the Company's own credit risk		
5) Others		
(2) Other comprehensive income items which will be reclassified subsequently to profit or loss	-46,064.09	158,327.19
1) Other comprehensive income that will be transferred subsequently to profit or loss under the equity method	-46,064.09	158,327.19
2) Changes in the fair value of other debt investments		
3) Amount of financial assets reclassified and included in other comprehensive income		
4) Credit impairment reserves for other debt investment		
5) Cash flow hedging reserve		
6) Translation differences arising from translation of foreign currency financial statements		
7) Others		
Other comprehensive income attributable to minority shareholders, net of tax		
7. Total comprehensive income	482,259,359.31	462,312,249.75
Attributable to shareholders of the Parent Company	463,557,919.61	437,820,129.30
Minority interests	18,701,439.70	24,492,120.45
8. Earnings per share		
(1) Basic earnings per share	0.4491	0.4250
(2) Diluted earnings per share	0.4451	0.4220

Legal representative: Deng Xijun

Director of Finance: Sun Zhiqiang

Prepared by: Wang Peihua

(3) Consolidated Cash Flow Statement (from the year-begin to the period-end)

Unit: RMB

Item	Current period	Last period
1. Cash flows from operating activities		
Cash received from sales of goods or rendering of services	1,858,228,904.96	1,703,590,738.01
Refund of taxes and surcharges	68,307,102.17	63,464,496.91
Other cash receipts relating to operating activities	20,304,134.78	21,903,956.89
Sub-total of cash inflows from operating activities	1,946,840,141.91	1,788,959,191.81
Cash paid for goods and services	806,474,756.19	1,073,881,310.04
Cash paid to employees and paid on behalf of employees	428,384,700.63	387,631,625.11
Payments of taxes and surcharges	159,292,087.67	208,747,338.47
Other cash payments relating to operating activities	104,803,811.01	124,126,318.14
Sub-total of cash outflows from operating activities	1,498,955,355.50	1,794,386,591.76
Net cash flows from operating activities	447,884,786.41	-5,427,399.95
2. Cash flows from investing activities		
Cash received from withdrawing investments	5,235,825,280.00	3,968,708,440.38
Cash received from investment income	40,667,719.80	23,357,432.93
Net cash received from disposal of fixed assets, intangible assets and other long term assets	385,291.70	92,495.56
Net cash received from disposal of subsidiaries and other operating units		
Other cash receipts relating to investing activities	163,265.00	653,071.00
Sub-total of cash inflows from investing activities	5,277,041,556.50	3,992,811,439.87
Cash paid to acquire fixed assets, intangible assets and other long-term assets	81,279,655.69	84,038,953.00
Cash paid to acquire investments	4,993,663,330.00	4,093,013,000.00
Net increase of mortgaged loans		
Net cash paid to acquire subsidiaries and other operating units		
Other cash payments relating to investing activities	613,828.50	20,000.00
Sub-total of cash outflows from investing activities	5,075,556,814.19	4,177,071,953.00
Net cash flows from investing activities	201,484,742.31	-184,260,513.13
3. Cash flows from financing activities		
Cash received from capital contributions	885,000.00	1,590,000.00
Thereof: Cash received by subsidiaries from minority shareholders' capital contributions	885,000.00	1,590,000.00

Cash received from borrowings	34,858,278.57	17,930,000.00
Other cash receipts from financing activities	1,215,000.00	
Sub-total of cash inflows from financing activities	36,958,278.57	19,520,000.00
Cash repayments of borrowings	19,000,000.00	24,260,000.00
Distribution of dividends or profits and payments for interest expenses	277,919,266.56	257,440,719.33
Thereof: Cash payments for dividends or profit to minority shareholders by subsidiaries	21,192,500.00	
Other cash payments relating to financing activities	93,951,459.78	17,338,492.12
Sub-total of cash outflows from financing activities	390,870,726.34	299,039,211.45
Net cash flows from financing activities	-353,912,447.77	-279,519,211.45
4. Effect of foreign exchange rate changes on cash and cash equivalents	-24,881.08	921,209.91
5. Net increase in cash and cash equivalents	295,432,199.87	-468,285,914.62
Add: Cash and cash equivalents at the beginning of period	330,325,705.08	656,593,226.15
6. Cash and cash equivalents at the end of period	625,757,904.95	188,307,311.53

2. Adjustments to financial report at the beginning of the year relating to the initial adoption of the new accounting standards since 2024.

Applicable Not applicable

3. Auditor's report

Whether this Third Interim Report has been audited by auditing firm or not?

Yes No

The Third Interim Report has not been audited by auditing firm.

Board of Directors

HARBIN BOSHI AUTOMATION CO., LTD.

October 30th, 2024