

Gotion High-Tech Co., Ltd.

2022 Third Quarter Report

The Company and all members of the Board of Directors warrant that the information disclosed is true, accurate and complete and that there are no false presentations, misleading statements or material omissions.

Important Notices:

1. The Board of Directors, the Supervisory Committee and the directors, supervisors and senior management guarantee that the quarterly report is true, accurate and complete, and that there are no false presentations, misleading statements or material omissions herein, and jointly and severally accept legal responsibility in this respect.

2. The person in charge of the company, the person in charge of accounting work and the person in charge of accounting institution (accounting officer in charge) declare the truthfulness, accuracy and completeness of the financial information in the quarterly report.

3、Whether the third quarterly report has been audited

☐ YES ☒ NO

I. Key financial data

(I) Main accounting data and financial indicators

Does the Company retroactively adjust or restate the accounting data of previous years

☐ YES ☒ NO

	The reporting period	Increase/decrease in the reporting period compared with the same period of the previous year	From the beginning of the year to the end of the reporting period	Increase/decrease from the beginning of the year to the end of the reporting period compared with the same period of the previous year
Operating income (RMB)	5,788,332,058.19	166.33%	14,426,198,559.51	152.00%
Net profit attributable to the shareholders of the listed company (RMB)	85,556,425.39	335.20%	150,179,430.09	121.40%
Net profit attributable to shareholders of listed companies excluding non-recurring gains and	-186,437,067.09	-213.21%	-359,522,501.11	-108.16%

losses (RMB)				
Net cash flow generated from operating activities (RMB)	—	—	84,751,827.56	31.48%
Basic earnings per share (RMB / share)	0.0489	388.99%	0.09	80.00%
Diluted earnings per share (RMB / share)	0.0489	388.99%	0.09	80.00%
Weighted average return on net assets	0.41%	0.31%	0.72%	0.26%
	At the end of the reporting period	At the end of last year	Increase/decrease at the end of the reporting period compared with the end of the previous year	
Total assets (RMB)	64,412,837,010.84	43,613,409,310.66	47.69%	
Owner's equity attributable to the shareholders of the listed company (RMB)	23,224,188,455.65	18,777,723,053.75	23.68%	

(II) Non-recurring profit and loss items and the amount

☐ Applicable ☒ not applicable

Unit: RMB

Project	Amount of the reporting period	Beginning of the year to the end of the reporting period amount	Explanation
Profit and loss of non-current assets (including offset part of asset impairment provision)	-203,148.52	9,133,350.43	
Government subsidies included in the current profit and loss (except those closely related to the normal business of the company, conforming to the national policies and regulations, according to a certain standard quota or quantitative continuous enjoyment)	158,883,337.74	467,575,795.95	
In addition to the effective hedging business related to the normal operation of the company, the gains and losses of fair value changes arising from holding trading financial assets and trading financial liabilities, as well as the investment income obtained from the disposal of trading financial assets, trading financial liabilities and financial assets available for sale	163,466,838.31	153,307,419.66	

Other non-operating income and expenses other than the above	2,868,092.95	4,571,503.39	
Other profit and loss items that meet the definition of non-recurring profit and loss	59,049.54	72,821.61	
Less: income tax impact amount	52,971,644.57	124,856,245.30	
Impact amount of minority shareholder equity (after tax)	109,032.97	102,714.54	
Amount to	271,993,492.48	509,701,931.20	--

The details of other profit and loss items meeting the definition of non-recurring profit and loss:

☐ Applicable ☒ not applicable

The Company does not have any other profit and loss items that meet the definition of non-recurring profit and loss.

Description of the non-recurring profit and loss items listed in —— *Non-recurring Profit and Loss No.1 of Explanatory Announcement of Information Disclosure of Companies Publicly Issuing Securities* are defined as recurring profit and loss items

☐ Applicable ☒ not applicable

The Company does not have the situation of defining the non-recurring profit and loss items listed in —— *Non-recurring Profit and Loss No.1 of Explanatory Announcement of Information Disclosure of Companies Publicly Issuing Securities* as recurring profit and loss.

(III) Situation and reasons for the changes in the main accounting data and financial indicators

☐ Applicable ☒ not applicable

Balance sheet items	Amount at the end of the reporting period (RMB)	Amount at the beginning of the reporting period (RMB)	Change ratio	Cause of change
Trading financial assets	1,506,196,132.65	53,385,792.58	2721.34%	It is mainly caused by the increase of investment trading financial assets in the current period.
Bill receivable	23,001,400.00	164,024,116.21	-85.98%	Mainly due to the increase in the settlement of the current bills.
Advance payment	1,002,594,239.64	229,538,072.36	336.79%	It is mainly caused by the increase in advance payment in the current period.
Construction in process	9,347,292,738.27	2,632,201,747.37	255.11%	It is mainly caused by the increase of construction projects under construction in this period.
Right to use assets	183,154,240.12	9,290,822.60	1871.35%	Mainly due to the increase of fixed assets of financial lease in the current period.
Development expenditure	962,189,050.87	390,906,347.20	146.14%	Mainly due to the increase in R&D expenditure in the current period.
Goodwill	551,900,120.04	147,923,753.27	273.10%	It is mainly caused by the business merger that is not under the same control in the current period
Long-term amortized expenses	95,552,074.24	18,706,261.34	410.80%	Mainly due to the current period is not under the same control of the enterprise merger.
Notes payable	7,692,293,821.53	4,829,299,206.05	59.28%	Mainly due to the increase in the settlement of the current bills.
Accounts payable	8,246,330,206.26	5,405,708,511.50	52.55%	Mainly due to the increase in material procurement in this period.

Other payables	889,752,063.55	284,341,882.46	212.92%	Mainly due to the increase in margin received in this period
Non-current liabilities due within one year	2,133,865,875.84	1,238,829,643.16	72.25%	It is mainly due to the increase in long-term financing funds due in the current period.
Other current liabilities	7,072,013.25	74,057,094.63	-90.45%	This is mainly due to the expected reduction of the resale tax.
Long-term borrowings	10,055,240,881.93	4,377,862,351.03	129.68%	Mainly due to the increase in long-term financing in the current period.
Lease liabilities	172,290,878.46	6,199,901.96	2678.93%	Mainly due to the increase of fixed assets of financial lease in the current period.
Long-term payable	1,072,298,760.58	589,800,000.00	81.81%	Mainly due to the increase in long-term financing in the current period.
Deferred income tax liabilities	91,608,656.05	46,161,808.33	98.45%	Mainly due to the changes in the fair value of trading financial assets.
Treasury stock	416,683,275.61	139,123,513.00	199.51%	It is mainly due to the increase in inventory stock repurchase used for employee stock incentive during the reporting period
Minority interests	1,046,823,685.23	596,677,727.66	75.44%	This is mainly due to the increase in capital invested by minority shareholders during the reporting period
Profit statement items	Current period amount (RMB)	Previous period amount (RMB)	Change ratio	
Operating income	14,426,198,559.51	5,724,616,704.86	152.00%	It is mainly caused by the increase in sales scale caused by the gradual production of the new power battery base in this period.
Operating costs	12,389,562,687.89	4,677,022,814.56	164.90%	Mainly due to the increase of the current operating income, resulting in the increase of the corresponding operating costs.
Taxes and surcharges	81,661,375.74	46,738,863.32	74.72%	It is mainly caused by the increase in the operating income in the current period, resulting in the increase in the corresponding additional tax amount.
Administrative expenses	982,410,772.76	338,212,855.11	190.47%	Mainly due to the significant increase of employee equity incentive expenses and the increase in operating expenses caused by the expansion of sales scale.
Research and development expenditure	1,039,176,620.26	356,011,136.14	191.89%	Mainly due to the company's product research and development and technology improvement investment increased in this period.
Cost of financing	35,686,817.38	245,364,329.71	-85.46%	Mainly due to capital management earnings.
Miscellaneous incomes	467,648,617.56	247,198,769.13	89.18%	Mainly due to the increase in the Company received government subsidies in the current period.
Investment income	178,523,649.52	36,704,105.76	386.39%	It is mainly caused by the increase of the investment income of financial instruments and joint venture in the current period.
Credit impairment loss	-61,578,375.19	15,423,206.21	499.26%	Mainly due to the increase in sales planning caused by the corresponding increase in accounts receivable impairment provision.
Income from asset disposal	9,393,427.38	23,907,734.30	-60.71%	Mainly due to the reduction of asset disposal in the current period.
Income tax expenses	-56,089,064.09	3,724,211.46	-1606.07%	Mainly due to the increase in R&D expenses resulting in increased deductions.
Cash Flow statement items	The amount of this period (RMB)	The last amount (RMB)	Change ratio	
Net cash flow generated from investment	-9,884,019,246.69	-2,214,685,802.04	-346.29%	Mainly due to the increase of investment in purchasing fixed assets and other equipment in the current period

activities				
Net cash flow generated from financing activities	14,260,513,258.57	1,498,018,500.37	851.96%	It is mainly due to the increase of the company's current borrowing and GDR financing.

II. Shareholder information

(1) Table of the total number of common shareholders and the number of preferred shareholders with restored voting rights, and the shareholding situation of the top ten shareholders

Unit: stock

Total number of common shareholders at the end of the reporting period		138,729	Total number of preferred shareholders with voting rights at the end of reporting period (if any)		0	
Holdings of the top 10 shareholders						
Name of shareholder	Nature of shareholder	Shareholding ratio	Number of holdings	Number of shares held on the limited conditions of sale	Pledge, marking, or freeze situation	
					Share status	Quantity
Volkswagen (CHINA) limited investment company	Non-state-owned legal persons within China	24.77%	440,630,983	440,630,983		
Nanjing Gotion Holding Group Co., Ltd.	Non-state-owned legal persons within China	9.60%	170,751,887	0	pledge	88,410,000
Citibank, National Association	Overseas legal person	6.42%	114,167,000	0		
Li Zhen	Domestic natural person	5.81%	103,276,150	77,457,112		
The Hong Kong Central Clearing Company Limited	Overseas legal person	3.94%	70,060,938	0		
Li Chen	Domestic natural person	1.60%	28,472,398	21,354,298		
Industrial and Commercial Bank of China Limited-Qianhai Open Source New Economy Flexible Allocation Hybrid Securities Investment Fund	other	1.57%	27,976,202	0		

Foshan Electric Lighting Co., Ltd.	State-owned legal person	0.85%	15,133,791	0		
Postal Savings Bank of China Limited-Oriental New Energy Vehicle Theme Hybrid Securities Investment Fund	other	0.39%	6,922,587	0		
Jin Guoxin	Domestic natural person	0.31%	5,554,248	0		
Holdings of the top 10 shareholders with unlimited sale conditions						
Name of shareholder	Number of unlimited conditional shares held	Stock class				
		Stock class	Quantity			
Nanjing Gotion Holding Group Co., Ltd	170,751,887	RMB common stock	170,751,887			
Citibank, National Association	114,167,000	RMB common stock	114,167,000			
The Hong Kong Central Clearing Company Limited	70,060,938	RMB common stock	70,060,938			
Industrial and Commercial Bank of China Limited-Qianhai Open Source New Economy Flexible Allocation Hybrid Securities Investment Fund	27,976,202	RMB common stock	27,976,202			
Li Zhen	25,819,038	RMB common stock	25,819,038			
Foshan Electric Appliance Lighting Co., Ltd	15,133,791	RMB common stock	15,133,791			
Li Chen	7,118,100	RMB common stock	7,118,100			
Postal Savings Bank of China Limited-Oriental New Energy Vehicle Theme Hybrid Securities Investment Fund	6,922,587	RMB common stock	6,922,587			
Jin Guoxin	5,554,248	RMB common stock	5,554,248			
Industrial and Commercial Bank of China Limited-Huitianfu China Securities New Energy Vehicle Industry Index Initiated Securities Investment Fund (LOF)	5,445,243	RMB common stock	5,445,243			
Description of the above shareholder connected relationship or concerted action	<p>1. The company shareholders, Li Zhen, Li Chen and Nanjing Gotion Holding Group Co., LTD. ("Gotion Holdings") are acting in concert (Li Zhen is the controlling shareholder, legal representative and executive director of Gotion Holdings; Li Chen is the son of Li Zhen);</p> <p>2. In addition to the aforementioned connected relationship, it is unknown whether there are other connected relationship between the above-mentioned shareholders, and whether there are concerted acting persons stipulated in the <i>Administrative Measures for the Takeover of Listed Companies</i>.</p>					
Description of the Top 10 Shareholders Participating in Margin Selling Business (if any)	1. As of the end of this report, Gotion High-tech Co., Ltd. holds 6,766,310 shares of the company in the repurchase special securities					

	<p>account, accounting for 0.38% of the total share capital of the Company, which is not included in the top ten shareholders;</p> <p>2. The shareholder Gotion Holding holds 10,750,000 shares of the Company through the credit securities account, while Jin Guoxin holds 4,334,441 shares through the credit securities account. During the reporting period, Gotion Holding lent 11,250,000 shares for refinancing lending shares.</p>
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(II) The table of the total number of preferred shareholders and the shareholding situation of the top 10 preferred shareholders

☐ Applicable ☒ not applicable

III. Other important matters

☒ Applicable ☐ is not applicable

1. The Company held the 17th meeting of the eighth Board of Directors and the 2021 Annual General Meeting of Shareholders on May 5, 2022 and May 23, 2022 respectively, deliberated and passed the *Proposal on the Company's GDR Issuance and Listing on the Swiss Stock Exchange* and other relevant proposals, Company's issued global Depositary Certificate (Global Depositary Receipts, "GDR") in total of 22, 833, 400 Copies and the corresponding new underlying securities are 114, 167, 000 A Shares of the Company, the total amount of funds raised was \$ 685,002,000. The issuance has no over-allotment rights. The GDR issued by the Company has been listed on the Swiss Stock Exchange on July 28, 2022, Zurich time. Meanwhile, the corresponding A-shares of the new basic securities were listed on the Shenzhen Stock Exchange on July 28, 2022, Beijing time. As of July 29, 2022, the Company's bank account has received \$685,002,000 from the GDR offering (including transfer fees). For details, please refer to the relevant announcements disclosed by the Company on the website of CNINFO(www.cninfo.com.cn) on May 6, 2022, May 24, 2022, July 26, 2022, July 28, 2022, July 29, 2022, and August 2, 2022.

2. After the completion of the GDR issue, the total number of shares of the Company is changed from 1,664,707,835 shares to 1,778,874,835 shares. By the end of this report, the Company has completed the relevant industrial and commercial change registration. For details, please refer to the relevant announcements disclosed by the Company on the website of CNINFO(www.cninfo.com.cn) on August 2, 2022 and September 1, 2022.

3. The 17th meeting of the 8th Board of Directors and the 17th meeting of the 8th Board of Supervisors held by the Company on May 5, 2022 reviewed and approved the *Proposal on the Share Repurchase Scheme of the Company*, which uses its own funds to repurchase part of the Company's shares in a centralized bidding transaction for the later implementation of employee stock ownership plans or equity incentive plans. The total capital of this repurchase is not less than RMB 200 million (inclusive) and not more than RMB 400 million (inclusive). The price of the repurchased shares is not more than 45.00 RMB/share. The implementation period of the repurchased shares is 6 months from the date when the board of directors deliberates and approves the share repurchase plan. The Company's 2021 annual equity distribution plan has been implemented on June 17, 2022. According to the provisions of relevant laws and regulations, the price of the shares repurchased by the Company is adjusted from not more than 45.00 RMB/share to not more than 44.90 RMB/share. The Company held the 18th meeting of the 8th Board of Directors on July 7, 2022, reviewed and approved the *Proposal on Adjusting the Upper Limit of Share Price of the Repurchase Company*, and agreed to adjust the upper limit of share price of the repurchase from not more than 44.90 RMB/share

to not more than 60.00 RMB/share. For details, please refer to the relevant announcements disclosed on the website of CNINFO(www.cninfo.com.cn) on May 6, 2022, June 18, 2022 and July 9, 2022.

By the end of this reporting period, the Company has repurchased 6,766,310 shares of the Company through the repurchase of special securities account, accounting for 0.3804% of the total share capital of the Company. The highest transaction price is 42.620 RMB / share, the lowest transaction price is 26.947 RMB / share, and the total transaction amount is RMB 257,660,869.61 (excluding transaction expenses).

IV. Quarterly financial statement

(1) Financial statements

1. Consolidated balance sheet

Prepared by: Gotion High-tech Co., Ltd

Unit: RMB

Project	On September 30th, 2022	On January 1st, 2022
Current assets:		
Cash and cash equivalents	16,054,640,172.48	11,385,051,081.47
Balances with clearing companies		
Loans to banks and other financial institutions		
Financial assets held for trading	1,506,196,132.65	53,385,792.58
Derivative financial assets		
Notes receivable	23,001,400.00	164,024,116.21
Accounts receivable	8,837,400,563.91	6,719,375,503.82
Financing funds receivables	954,126,820.05	1,148,162,359.10
Advances to suppliers	1,002,594,239.64	229,538,072.36
Premium receivable		
Reinsurance accounts receivable		
Reinsurance contract reserves receivable		
Other receivables	373,301,578.89	265,294,413.85
Including: interest receivable		
Dividends receivable		
Financial assets purchased under resale agreements		
Inventories	6,470,327,637.32	4,488,468,539.81
Contract assets		
Assets held for sale		
Non-current assets due within one year	136,506,341.96	126,672,370.16
Other current assets	1,003,426,976.31	700,468,221.26
Total current assets	36,361,521,863.21	25,280,440,470.62
non-current assets:		
Disbursement of loans and advances		
Creditor's right investment		
Other creditor's right investment	4,969,860.00	4,462,990.00
Long-term receivables	26,661,821.35	24,674,913.95
Long-term equity investment	1,012,463,784.14	1,033,479,231.47
Other equity instrument investment	696,868,895.89	1,021,466,991.08
Other non-current financial assets		
Investment real estate		
Fixed assets	9,684,084,097.58	8,761,582,173.91

Construction in process	9,347,292,738.27	2,632,201,747.37
Production of biological assets		
Oil and gas assets		
Use right assets	183,154,240.12	9,290,822.60
Intangible assets	2,319,236,364.64	1,895,304,240.67
Development expenditure	962,189,050.87	390,906,347.20
Goodwill	551,900,120.04	147,923,753.27
Long-term deferred expenses	95,552,074.24	18,706,261.34
Deferred income tax assets	742,644,057.92	544,306,120.67
Other non-current assets	2,424,298,042.57	1,848,663,246.51
Total Non-current assets	28,051,315,147.63	18,332,968,840.04
Total assets	64,412,837,010.84	43,613,409,310.66
Cash liabilities:		
Short-term borrowings	8,193,988,974.31	5,480,447,055.22
Borrowing from the central bank		
Loans from banks and other financial institutions		
Financial liabilities held for trading		
Derivative financial liabilities		
Notes payable	7,692,293,821.53	4,829,299,206.05
Accounts payable	8,246,330,206.26	5,405,708,511.50
Advances from customers		
Contract liabilities	347,678,714.92	561,210,694.49
Financial assets sold under repurchase agreements		
Absorption of deposits and interbank deposits		
Receiving from vicariously traded securities		
Receiving from vicariously sold securities		
Employee compensation payable	166,366,896.51	188,875,199.41
Taxes and surcharges payable	123,063,767.45	219,497,413.74
Other payables	889,752,063.55	284,341,882.46
Including: interest payable		
Dividends payable		
Handling charge and commission payable		
Reinsurance accounts payable		
Liabilities held for sale		
Non-current liabilities maturing within one year	2,133,865,875.84	1,238,829,643.16
Other current liabilities	7,072,013.25	74,057,094.63
Total current liabilities	27,800,412,333.62	18,282,266,700.66
Non-current liability:		
Reserves for insurance contracts		
Long-term borrowings	10,055,240,881.93	4,377,862,351.03
Bond payable	503,420,782.13	498,699,420.14
Including: preferred shares		
Perpetual bond		
Lease liabilities	172,290,878.46	6,199,901.96
Long-term payable	1,072,298,760.58	589,800,000.00
Long-term employee compensation payable		
Estimated liabilities	280,149,207.45	275,879,048.79

Deferred income	166,403,369.77	162,139,298.34
Deferred income tax liabilities	91,608,656.06	46,161,808.33
Other non-current liabilities		
Total non-current liabilities	12,341,412,536.37	5,956,741,828.59
Total liabilities	40,141,824,869.99	24,239,008,529.25
Owner's equity:		
Share capital	1,778,874,835.00	1,664,707,835.00
Other equity instruments		
Among them: preferred shares		
Perpetual bonds		
Capital reserves	17,932,725,637.39	13,194,367,010.80
Less: treasury shares	416,683,275.61	139,123,513.00
Other comprehensive income	347,022,690.26	495,912,480.89
Special reserves	4,216,710.91	
Surplus reserves	178,338,303.05	178,338,303.05
General risk reserve		
Undistributed profit	3,399,693,554.65	3,383,520,937.01
Total equity attributable to owners of the parent company	23,224,188,455.65	18,777,723,053.75
Minority equity	1,046,823,685.20	596,677,727.66
Total owners' equity	24,271,012,140.85	19,374,400,781.41
Total liabilities and owner's equity	64,412,837,010.84	43,613,409,310.66

Legal representative: Li Zhen Person in charge of accounting: Zhang Yifei Person in charge of accounting organization: Zhao Hua

2. Consolidated income statement from the beginning to the end of the report

Unit: RMB

Project	Amount incurred in current period	Amount incurred in last period
I. Total operating income	14,426,198,559.51	5,724,616,704.86
Including: operating income	14,426,198,559.51	5,724,616,704.86
Interest revenue		
Earned premiums		
Fee and commission income		
II. Total operating cost	14,823,950,869.85	5,866,157,987.48
Including: operating costs	12,389,562,687.89	4,677,022,814.56
Interest expenditure		
Handling charge and commission expenses		
Surrender value		
Net payments for insurance claims		
Net withdrawal of insurance liability reserves		
Policy dividend expenditure		
Reinsurance expenses		
Taxes and additional	81,661,375.74	46,738,863.32
Selling expenses	295,452,595.82	202,807,988.65
General expenses	982,410,772.76	338,212,855.11
Research and development	1,039,176,620.26	356,011,136.14

expenditure		
Cost of financing	35,686,817.38	245,364,329.71
Including: Interest fees	445,559,595.63	271,613,955.91
Interest revenue	114,814,889.99	-31,911,166.30
Plus: Other gains	467,648,617.56	247,198,769.13
Investment income (loss included in "-" number)	178,523,649.52	36,704,105.76
Among them: the investment income of joint enterprises and joint ventures	35,347,174.66	14,023,772.23
Termination of the recognized income of the financial assets measured at the amortized cost		
Exchange income (losses included in "-")		
Net exposure hedging gain (losses included in "-")		
Income from change in fair value (loss included in "-")	10,130,944.80	
Credit impairment loss (loss included in "-" number)	-61,578,375.19	15,423,206.21
Impairment loss (loss included in "-")	-77,036,869.50	-101,200,586.32
Income from asset disposal (loss included in "-" number)	9,393,427.38	23,907,734.30
III. Operating profit (loss included in "-")	129,329,084.23	80,491,946.46
Plus: Non-operating income	13,802,923.35	10,621,098.92
Less: Non-operating expenses	9,497,027.39	6,737,218.38
IV. Total profit (total loss included in "-")	133,634,980.19	84,375,827.00
Less: income tax expense	-56,089,064.09	3,724,211.46
V. Net profit (net loss included in "-")	189,724,044.28	80,651,615.54
(1) Classification by business continuity		
1. Net profit from going operations (net loss included in "-")	189,724,044.28	80,651,615.54
2. Net profit from operation termination (net loss included in "-")		
(2) Classification by ownership		
1. Net profit attributable to shareholders of the parent company (net loss included in "-")	150,179,430.09	67,830,451.37
2. Profit and loss of minority shareholders (net loss included in "-")	39,544,614.19	12,821,164.17
VI. Net after-tax amount of other comprehensive income	-148,889,790.63	198,547,921.69
Net after tax of other comprehensive income attributable to the owner of the parent company	-148,889,790.63	198,547,921.69
(1) Other comprehensive income that cannot be reclassified into profits and losses	-154,589,870.05	188,523,086.50
1. Re-measure the change amount of the benefit plan		

2. Other comprehensive income that cannot be transferred to profit and loss under the equity method		
3. Changes in the fair value of investment in other equity instruments	-154,589,870.05	188,523,086.50
4. Changes in the fair value of enterprises' own credit risk		
5. Other		
(2) Other comprehensive income that is reclassified into profits and losses	5,700,079.42	10,024,835.19
1. Other comprehensive income of convertible profit and loss under the equity method		
2. Changes in the fair value of other debt investments		
3. Amount of reclassification of financial assets into other comprehensive income		
4. Credit impairment provisions for other debt investment		
5. Cash flow hedging reserves		
6. Translation difference of foreign currency financial statements	5,700,079.42	10,024,835.19
7. Other		
Net after-tax amount of other comprehensive income attributable to minority shareholders		
VII. Total comprehensive income	40,834,253.65	279,199,537.23
(1) Total comprehensive income attributable to the owner of the parent company	1,289,639.46	266,378,373.06
(2) Total comprehensive income attributable to the minority shareholders	39,544,614.19	12,821,164.17
VIII. Earnings per share:		
(1) Basic earnings per share	0.09	0.05
(2) Dilute earnings per share	0.09	0.05

In case of business combination under the same control in the current period, the net profit realized by the combined party before the combination is: RMB, and the net profit realized by the combined party in the previous period is: RMB.

Legal representative: Li Zhen Person in charge of accounting work: Zhang Yifei Person in charge of accounting organization: Zhao Hua

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

Unit: RMB

Project	Amount incurred in current period	Amount incurred in last period
I. Cash flow generated from operating activities:		
Cash received from selling goods and providing labor services	9,087,702,629.95	2,902,758,281.07
Net increase in customer deposits and interbank deposits		
Net increase in borrowing from the central bank		

Net increase in deposit and investment funds		
Cash received from the premium of the original insurance contract		
Net increase in borrowed funds		
The net increase of household deposits and investment funds is guaranteed		
Cash charged for interest, fees and commissions		
Net increase in demolition funds		
Net increase in repurchase business funds		
Net cash received from an agent in buying and selling securities		
Tax refund received	726,006,067.48	154,232,527.12
Other cash received related to business activities received	1,005,887,819.59	788,747,228.65
Subtotal of cash inflow from operating activities	10,819,596,517.02	3,845,738,036.84
Cash paid for the purchase of goods and receiving labor services	7,230,374,679.17	2,159,249,454.51
Net increase in customer loans and advances		
Net increase in deposits with central banks and interbank funds		
Cash paid under the original insurance contract		
Net increase in lending funds		
Cash paid for interest, fees and commissions		
Cash to pay the policy dividends		
Cash paid to and for employees	1,578,090,037.40	824,878,279.83
All taxes and fees paid	488,368,134.76	201,242,608.88
Payment of other cash related to business activities	1,438,011,838.13	595,908,103.03
Subtotal of cash outflow from operating activities	10,734,844,689.46	3,781,278,446.25
Net cash flow generated from operating activities	84,751,827.56	64,459,590.59
II. Cash flow generated from investment activities:		
Cash received from investment recovery	153,062,796.61	400,000,000.00
Cash received from obtaining the investment income	16,706,163.34	22,676,846.58
Net cash recovered from the disposal of fixed assets, intangible assets and other long-term assets	20,262,855.73	160,170.00
Net cash received from the disposal of subsidiaries and other business units	1,800,000.00	13,000,000.00
Other cash received related to investment activities	0.00	288,840,161.73
Subtotal of cash inflow from investment activities	191,831,815.68	724,677,178.31

Cash paid for the purchase and construction of fixed assets, intangible assets and other long-term assets	8,232,717,987.69	2,354,837,971.31
Cash paid out from the investment	562,862,099.57	578,500,000.00
Net increase in pledged loans		
Net cash paid by subsidiaries and other business units	488,059,905.50	
Pay other cash related to investment activities	792,211,069.61	6,025,009.04
Subtotal of cash outflow from investment activities	10,075,851,062.37	2,939,362,980.35
Net cash flow generated from investment activities	-9,884,019,246.69	-2,214,685,802.04
III. Cash flow generated from financing activities:		
Cash received from the investment	5,246,600,120.64	79,000,000.00
Among them: the cash received by the subsidiary through the investment from minority shareholders		
Cash received from obtaining loans	14,185,807,115.05	6,027,929,860.52
Other cash received related to financing activities	724,518,975.44	308,292,099.42
Subtotal of cash inflow from financing activities	20,156,926,211.13	6,415,221,959.94
Cash paid for debt repayment	4,558,748,059.34	3,693,894,251.43
Cash paid in the distribution of dividends, profits, or payment of interest	675,268,348.38	289,391,658.79
Among them: dividends and profits paid by subsidiaries to minority shareholders		
Payment of other cash items related to financing activities	662,396,544.85	933,917,549.35
Subtotal of cash outflow from financing activities	5,896,412,952.57	4,917,203,459.57
Net cash flow generated from financing activities	14,260,513,258.56	1,498,018,500.37
IV. The effect of exchange rate changes on cash and cash equivalents	402,232,066.07	1,811,579.17
V. Net increase in cash and cash equivalents	4,863,477,905.50	-650,396,131.91
Plus: the initial balance of cash and cash equivalents	9,439,103,239.24	2,437,055,743.03
VI. Final balance of cash and cash equivalents	14,302,581,144.74	1,786,659,611.12

(II) Audit report

Is the third-quarter report being audited

☐ YES ☒ NO

Company's third-quarter report was unaudited.

Board of Directors of Gotion High-tech Co., Ltd.
October 26th, 2022