

## **Gotion High-Tech Co., Ltd.**

### **2023 Third Quarterly 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 Notice:**

1. The Board of Directors, the Supervisory Committee and the directors, supervisors and senior management of the company guarantee that the contents of this quarterly report are true, accurate and complete, and that there are no false presentations, misleading statements or material omissions herein, and individually and jointly accept legal responsibility thereof.
2. The chairman of the company, the person in charge of accounting work and head of accounting department (accounting supervisor) declare that they guarantee the truthfulness, accuracy and completeness of the financial information contained in the quarterly report.
3. Whether the third quarterly report has been audited or not  
☐ YES ☒ NO

## I. Key Financial Data

### (I) Major Accounting Data and Financial Indicators

Retrospective adjustments to or restatement of the accounting data for the prior year by the company

☐ YES ☒ NO

	The reporting period	Increase/decrease in the reporting period compared with the corresponding period of the previous year	For the period from the beginning of the year to the end of the reporting period	Increase/decrease for the period from the beginning of the year to the end of the reporting period compared with the corresponding period of the previous year
Operating income (RMB)	6,539,677,170.64	12.98%	21,778,492,192.22	50.96%
Net profit attributable to shareholders of the listed company (RMB)	83,144,954.29	-2.82%	292,220,176.36	94.65%
Net profit attributable to shareholders of listed companies after deduction of non-recurring gains and losses (RMB)	15,394,595.16	108.26%	50,764,648.39	114.12%
Net cash flow generated from operating activities (RMB)	—	—	208,523,678.23	146.17%
Basic earnings per share (RMB / share)	0.0466	-4.70%	0.16	77.78%
Diluted earnings per share (RMB / share)	0.0466	-4.70%	0.16	77.78%
Weighted average rate of return on net assets	0.34%	-16.36%	1.22%	69.85%
	At the end of the reporting period	At the end of the previous year	Increase/decrease at the end of the reporting period compared with the end of the previous year	
Total assets (RMB)	87,415,324,181.19	72,627,365,266.66	20.36%	
Total owner's equity attributable to the shareholders of the listed company (RMB)	24,278,838,492.38	23,512,253,186.21	3.26%	

### (II) Non-recurring Gain or Loss Items and Amounts

☒ Applicable ☐ Not Applicable

Unit: RMB

Items	Amount for the reporting period	Amount for the period from the beginning of the year to the end of the reporting	Explanation
-------	---------------------------------	----------------------------------------------------------------------------------	-------------

		period	
Gains and losses on disposal of non-current assets (including offset part of provisions for asset impairment )	982,007.40	7,013,061.05	
Government subsidies charged to gains and losses for the period (except for government grants closely related to the normal business operations of the company, in compliance with the national policies and regulations, and according to a certain standard quota or quantitative continuous enjoyment)	145,668,495.68	232,388,863.37	
Gains and losses arising from changes in fair value of 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, except for the effective hedging business related to the normal operation business of the company	-44,180,743.90	90,690,394.20	
Other non-operating income and expenses other than the above	-9,517,599.93	-22,330,777.87	
Other gain and loss items that meet the definition of non-recurring gains and losses	7,558.78	515,926.93	
Less: Impact amount of income tax	22,646,991.45	61,585,538.05	
Impact amount of minority shareholder equity (after tax)	2,562,367.45	5,236,401.66	
Total	67,750,359.13	241,455,527.97	--

Details of other gain and loss items conforming with the definition of non-recurring gains and losses:

☐ Applicable ☒ Not Applicable

The Company does not have any other gain and loss items that conform with the definition of non-recurring gains and losses.

Illustration of situation of the non-recurring gains and losses items listed in “*Explanatory Announcement of Information Disclosure of Companies Publicly Issuing Securities No. 1 - Non-recurring Gains and Losses*” are defined as items of recurring gains and losses

☐ Applicable ☒ Not Applicable

The Company does not have the situation of the non-recurring gains and losses items listed in “*Explanatory Announcement of Information Disclosure of Companies Publicly Issuing Securities No. 1 - Non-recurring Gains and Losses*” are defined as items of recurring gains and losses.

## (III) Situation and Reasons for the Changes in Major 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	Attributable reasons
Accounts receivable	12,844,054,075.71	8,642,345,823.74	48.62%	It is mainly caused by the increase of operating revenue in the current period.
Long-term equity investment	1,566,578,736.94	1,085,613,368.72	44.30%	It is mainly caused by the increase of equity investment in the current period.
Fixed assets	16,557,322,568.77	11,785,279,959.06	40.49%	It is mainly caused by the transfer of equipment and construction work completed to fixed assets in the current period.
Development expenditure	1,003,976,138.85	620,378,001.34	61.83%	It is mainly caused by the increase of investment in the research and development of products of the Company and in the technology improvement in the current period.
Other non-current assets	1,377,827,090.59	4,090,808,960.74	-66.32%	It is mainly caused by the offset of prepayments for engineering equipment of the prior period in the current period.
Notes payable	9,395,289,707.27	5,515,753,934.77	70.34%	It is mainly caused by the increase of notes settlement in the current period.
Long-term borrowings	17,059,309,826.71	10,688,953,878.75	59.60%	It is mainly caused by the increase of long-term financing in the current period.
Profit statement items	Amount of the current reporting period (RMB)	Amount of the previous corresponding period (RMB)	Change ratio	Attributable reasons
Operating income	21,778,492,192.22	14,426,198,559.51	50.96%	It is mainly caused by the increase in sales in the current period.
Operating costs	18,078,147,839.51	12,389,562,687.89	45.91%	It is mainly due to the increase of the corresponding operating costs caused by the increase of the current operating income.
Taxes and surcharges	149,491,223.79	81,661,375.74	83.06%	It is mainly caused by the increase in property tax, as a result of the transfer of plant to fixed assets in the current period.
Selling expenses	463,929,794.52	295,452,595.82	57.02%	It is mainly due to the increase in selling expenses caused by the expansion of sales scale.
Research and development expenditure	1,375,156,522.37	1,039,176,620.26	32.33%	It is mainly caused by the increase of investment in the research and development of products of the Company and in the technology improvement in the current period.
Finance expenses	191,519,565.00	35,693,728.87	436.56%	It is mainly caused by the increase of borrowing interests in the current period.
Other gains	232,773,665.23	467,648,617.56	-50.22%	It is mainly caused by the decrease of government subsidies in the current period.
Investment income	68,998,470.49	178,523,649.52	-61.35%	It is mainly caused by the decrease of gains on the investment disposal in the current period.
Gains from changes in fair value	76,043,776.76	10,130,944.80	650.61%	It is mainly caused by the increase of changes of fair values of financial assets held in the current period.
Impairment loss of credit	-301,357,548.71	-61,578,375.19	389.39%	It is mainly caused by the provisions of the corresponding bad debt as a result of the increase of receivables in the current period.
Cash flow statement items	Amount of the current reporting period (RMB)	Amount of the previous corresponding period (RMB)	Change ratio	Attributable reasons

Net cash flow generated from operating activities	208,523,678.22	84,708,531.36	146.17%	It is mainly caused by the increase of the sales and payback in the current period.
Net cash flow generated from financing activities	9,156,844,185.22	14,260,513,258.56	-35.79%	It is mainly caused by the GDR issuance in the prior period.

## 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		145,749	Total number of preferred shareholders with restored voting rights at the end of reporting period (if any)		0	
Shareholding of the top ten shareholders						
Name of shareholders	Nature of shareholders	Percentage of Shareholding	Number of shareholding	Number of shares held with limited sale conditions	Pledged, marked or frozen	
					Share status	Number
Volkswagen (CHINA) Investment Company Limited	Non-state-owned legal persons within China	24.74%	440,630,983	384,163,346		
Nanjing Gotion Holding Group Co., Ltd.	Non-state-owned legal persons within China	9.59%	170,751,887	0	pledged	103,820,000
Li Zhen	Domestic natural person	5.80%	103,276,150	77,457,112	frozen	286,147
The Hong Kong Central Clearing Company Limited	Overseas legal person	2.35%	41,785,927	0		
Li Chen	Domestic natural person	1.60%	28,472,398	0		
Industrial and Commercial Bank of China Limited - Qianhai Open Source New Economy Flexible Allocation Hybrid Securities Investment Fund	other	1.38%	24,576,569	0		
Citibank, National Association	Overseas legal person	1.19%	21,280,100	0		

Galaxy Derivatives Capital Management Co., Ltd.	Non-state-owned legal persons within China	1.19%	21,242,818	0		
China Construction Bank Corporation - Qianhai Open Source Public Utilities Industry Stock Securities Investment Fund	other	1.01%	18,056,616	0		
Foshan Electrical and Lighting Co., Ltd.	State-owned legal person	0.96%	17,133,791	0		
Shareholding of the top ten shareholders with unlimited sale conditions						
Name of shareholders	Number of shares held without limited sale conditions	Type and number of shares				
		Shares type	Shares number			
Nanjing Gotion Holding Group Co., Ltd.	170,751,887	RMB common shares	170,751,887			
Volkswagen (CHINA) Investment Company Limited	56,467,637	RMB common shares	56,467,637			
The Hong Kong Central Clearing Company Limited	41,785,927	RMB common shares	41,785,927			
Li Chen	28,472,398	RMB common shares	28,472,398			
Li Zhen	25,819,038	RMB common shares	25,819,038			
Industrial and Commercial Bank of China Limited - Qianhai Open Source New Economy Flexible Allocation Hybrid Securities Investment Fund	24,576,569	RMB common shares	24,576,569			
Citibank, National Association	21,280,100	RMB common shares	21,280,100			
Galaxy Derivatives Capital Management Co., Ltd.	21,242,818	RMB common shares	21,242,818			
China Construction Bank Corporation -Qianhai Open Source Public Utilities Industry Stock Securities Investment Fund	18,056,616	RMB common shares	18,056,616			
Foshan Electrical and Lighting Co., Ltd.	17,133,791	RMB common shares	17,133,791			
Description of the above shareholders connected relationship or concerted action		<p>1. The company shareholders, Li Zhen, Li Chen and Nanjing Gotion Holding Group Co., Ltd. ("Gotion Holding") are acting in concert (Li Zhen is the controlling shareholder, legal representative and executive director of Gotion Holding; Li Chen is the son of Li Zhen);</p> <p>2. The Gotion Holding has implemented increased shareholding plan, and carried out derivatives transactions over the counter with the Galaxy Derivatives Capital Management Co., Ltd. ("Galaxy Derivatives"), and the Galaxy Derivatives accumulatively increased its holding of company shares by a total of 21,239,518 shares from the secondary market</p>				

	through the Shenzhen Stock Exchange's securities trading system. However, there does not exist the connected relationship between the Gotion Holding and the Galaxy Derivatives. 3. In addition to the aforementioned connected relationship, it is unknown whether there are other connected relationship between the aforementioned shareholders, and whether there are concerted acting persons stipulated in the " <i>Administrative Measures for the Takeover of Listed Companies</i> ".
Description of the top 10 shareholders participating in margin lending and short selling business (if any)	The shareholder, Gotion Holding, holds 10,750,000 shares of the Company through the credit securities account.

## (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 ☐ Not Applicable

1. The Company held the Second Meeting of the Ninth Board of Directors and the 2022 Annual General Meeting on April 26, 2023 and May 25, 2023 respectively, and considered and passed the "*Proposal on Changing Part of the Company's Business Scope and Amending Relevant Items of the Articles of Association of the Company*". The Company has completed the relevant industrial and commercial change registration procedures. For details, please refer to the "*Announcement on Completion of Registration of Industrial and Commercial Changes*" (Announcement No.: 2023-055) disclosed by the Company on the designated information disclosure media on August 23, 2023.

2. Gotion Holding, one of the controlling shareholders of the Company, carried out over-the-counter derivatives transactions with Galaxy Derivatives Capital Management Co., Ltd., and the Galaxy Derivatives increased its holdings of the Company's shares by a total of 10,457,828 shares from the secondary market through the Shenzhen Stock Exchange's securities trading system from March 13 to April 21, 2023, with a cumulative amount of RMB 299,568,000 (excluding handling fees). The Gotion Holding plans to continue to increase its shareholding within six months from April 25, 2023, with an increase amount of no less than RMB 300 million and no more than RMB 1 billion. As of September 22, 2023, the Galaxy Derivatives has increased its shareholding of the Company's shares through the trading system of the Shenzhen Stock Exchange by a cumulative total of 10,781,690 shares, with a total increased amount of RMB 297,418,800 (excluding handling fees). For details, please refer to the "*Progress Announcement on Increased Shareholding plan of the Company shares for Controlling Shareholders*" (Announcement No.: 2023-071) disclosed by the Company on the designated information disclosure media on September 22, 2023.

3. On August 28, 2023, the Company convened the Third Meeting of the Ninth Board of Directors and the Third Meeting of the Ninth Supervisory Committee, and considered and passed the "*Proposal on the Achievement of the Exercise Conditions for the*

*First Exercise Period of the 2021 Stock Option Incentive Plan*” and the *“Proposal on the Cancellation of Part of Granted Stock Options of the 2021 Stock Option Incentive Plan”* in the meeting. The total number of incentive recipients meeting the exercise conditions at this time is 936, involving a total feasible number of 10,639,200 stock options, and the exercise price is RMB 39.20 per share. For details, please refer to the *“Announcement on the Achievement of the Exercise Conditions for the First Exercise Period of the 2021 Stock Option Incentive Plan”* (Announcement No.: 2023-063) disclosed by the Company on the designated information disclosure media on August 30, 2023. The Company has completed the cancellation of all or part of the stock options granted but not yet exercised by 133 incentive recipients totaling 3,368,800 stock options, for details, please refer to the *“Announcement on the Cancellation of Part of Granted Stock Options of the 2021 Stock Option Incentive Plan”* (Announcement No.: 2023-073) disclosed by the Company on the designated information disclosure media on September 27, 2023.

4. On August 28, 2023, the Company convened the Third Meeting of the Ninth Board of Directors and the Third Meeting of the Ninth Supervisory Committee, and considered and passed the *“Proposal on the Achievement of the Exercise Conditions of the First Exercise Period of the First Grant of the 2022 Stock Option Incentive Plan”* and the *“Proposal on the Cancellation of Part of the Granted Stock Options in the First Grant of the 2022 Stock Option Incentive Plan”* in the meeting. The Company has completed the independent exercise application for a total of 17,316,000 options for 1,561 incentive recipients who meet the exercise conditions at this time, with an exercise price of RMB18.67 per share and a period of feasible rights from September 20, 2023 to July 19, 2024, for details, please refer to the *“Prompt Announcement on the Adoption of Independent Exercise Mode for the First Exercise Period of the First Grant Portion of the 2022 Stock Option Incentive Plan”* (Announcement No.: 2023-068), disclosed by the Company on the designated information disclosure media on September 19, 2023. As at the end of the reporting period, the incentive recipients of the first grant of the 2022 Stock Option Incentive Plan of the Company have exercised a total number of 2,010,357 shares, and the total share capital of the Company increased by 2,010,357 shares, and the total share capital of the Company increased from 1,778,874,835 shares to 1,780,885,192 shares. The Company has completed the matters of cancellation of all or part of the stock options granted but not yet exercised by 193 incentive recipients, totaling 4,140,000 shares, for details, please refer to *“Announcement on the Completion of the Cancellation of Part of the Stock Options of the 2022 Stock Option Incentive Plan”* (Announcement No.: 2023-072) disclosed by the Company on the designated media for information disclosure on September 22, 2023.

## IV. Quarterly Financial Statement

### (I) Financial Statements

#### 1. Consolidated Balance Sheet

Prepared by: Gotion High-tech Co., Ltd



Unit: RMB

Item	On September 30th, 2023	On January 1st, 2023
Current assets:		
Cash and cash balances	14,354,500,712.52	14,122,371,543.66
Settlement reserve		
Lending to banks and other financial institutions		
Financial assets held for trading	4,234,296,826.82	3,514,006,212.53
Derivative financial assets	4,837,600.00	
Notes receivable	1,026,000.00	94,321,000.00
Accounts receivable	12,844,054,075.71	8,642,345,823.74
Receivables financing	1,025,131,688.78	731,403,441.49
Prepayments	576,683,758.47	517,497,410.29
Premiums receivable		
Reinsurance accounts receivable		
Reinsurance contract reserves receivable		
Other receivables	356,394,982.21	285,857,879.41
Including: Interest receivable		
Dividends receivable		
Financial assets purchased under resale agreements		
Inventories	7,766,479,113.35	7,584,033,662.25
Contract assets		
Assets held for sale		
Non-current assets due within one year	93,156,237.85	103,648,896.04
Other current assets	2,478,349,160.65	1,891,378,028.14
Total current assets	43,734,910,156.36	37,486,863,897.55
non-current assets:		
Issuance of loans and advances		
Debt investment		
Other debt investment	5,025,860.00	4,875,220.00
Long-term receivables		9,110,443.63
Long-term equity investment	1,566,578,736.94	1,085,613,368.72
Other equity instrument investment	1,591,807,217.34	510,468,495.43
Other non-current financial assets	1,030,886,735.92	1,000,000,000.00
Investment properties		
Fixed assets	16,557,322,568.77	11,785,279,959.06
Construction in progress	15,135,493,457.33	11,669,257,989.53
Productive biological assets		
Oil and gas assets		
Right-of-use assets	57,905,194.44	52,798,126.55
Intangible assets	3,730,116,116.57	2,902,902,087.53
Development expenditure	1,003,976,138.85	620,378,001.34
Goodwill	515,165,814.39	512,038,244.65
Long-term deferred expenses	117,917,652.79	101,405,214.69
Deferred income tax assets	990,391,440.90	795,565,257.24
Other non-current assets	1,377,827,090.59	4,090,808,960.74
Total non-current assets	43,680,414,024.83	35,140,501,369.11
Total assets	87,415,324,181.19	72,627,365,266.66
Current liabilities:		
Short-term borrowings	12,463,156,725.40	10,820,704,180.47
Borrowing from the central bank		
Borrowed capital		
Financial liabilities held for trading		
Derivative financial liabilities		

Notes payable	9,395,289,707.27	5,515,753,934.77
Accounts payable	13,959,716,179.95	11,814,791,449.62
Receipts in advance		
Contract liabilities	393,027,656.37	603,577,134.25
Financial assets sold for repurchase		
Absorption of deposits and inter-bank deposits		
Receiving from vicariously traded securities		
Receiving from vicariously sold securities		
Employee compensation payable	208,127,064.62	326,141,584.15
Taxes payable	279,189,554.16	356,949,077.68
Other payable	932,006,135.03	930,833,382.04
Including: Interest payable		
Dividends payable		
Fees and commissions payable		
Reinsurance Payable		
Liabilities held for sale		
Non-current liabilities due within one year	2,615,610,529.02	3,633,466,234.89
Other current liabilities	48,813,571.62	366,860,818.60
Total current liabilities	40,294,937,123.44	34,369,077,796.47
Non-current liability:		
Reserves for insurance contracts		
Long-term borrowings	17,059,309,826.71	10,688,953,878.75
Bonds payable	346,244,155.67	394,159,870.29
Including: preferred shares		
Perpetual bond		
Lease liabilities	232,624,304.48	163,978,672.33
Long-term payable	3,168,888,285.45	1,822,657,855.39
Long-term employee compensation payable		
Estimated liabilities	435,398,690.34	385,641,072.27
Deferred income	180,954,075.72	186,513,101.09
Deferred income tax liabilities	159,064,317.66	118,608,811.42
Other non-current liabilities		
Total non-current liabilities	21,582,483,656.03	13,760,513,261.54
Total liabilities	61,877,420,779.47	48,129,591,058.01
Owner's equity:		
Share capital	1,780,885,192.00	1,778,874,835.00
Other equity instruments		
Among them: Preferred shares		
Perpetual bonds		
Capital reserves	18,630,744,078.57	18,191,023,725.17
Less: Treasury shares	364,618,290.83	404,574,459.45
Other comprehensive income	205,082,310.85	209,751,958.34
Special reserves	157,027.52	2,809,129.24
Surplus reserves	188,051,476.38	188,051,476.38
General risk reserve		
Undistributed profit	3,838,536,697.89	3,546,316,521.53
Total equity attributable to owners of the parent company	24,278,838,492.38	23,512,253,186.21
Minority equity	1,259,064,909.34	985,521,022.44

Total owners' equity	25,537,903,401.72	24,497,774,208.65
Total liabilities and owner's equity	87,415,324,181.19	72,627,365,266.66

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

## 2. Consolidated income statement from the beginning of the year to the end of the reporting period

Unit: RMB

Item	Amount for current period	Amount for the previous period
I. Total operating revenue	21,778,492,192.22	14,426,198,559.51
Including: Operating revenue	21,778,492,192.22	14,426,198,559.51
Interest revenue		
Earned premiums		
Fee and commission income		
II. Total operating cost	21,435,962,377.74	14,824,007,989.04
Including: Operating costs	18,078,147,839.51	12,389,562,687.89
Interest expenses		
Fee and commission expenses		
Surrender value		
Net payments for insurance claims		
Net withdrawal from reserves for insurance liability reserves		
Policy dividend expenditure		
Reinsurance expenses		
Taxes and surcharges	149,491,223.79	81,661,375.74
Selling expenses	463,929,794.52	295,452,595.82
Administrative expenses	1,177,717,432.55	982,460,980.46
Research and development expenses	1,375,156,522.37	1,039,176,620.26
Finance expenses	191,519,565.00	35,693,728.87
Including: Interest fees	772,319,009.19	445,559,595.63
Interest income	252,859,735.27	114,807,978.50
Plus: Other gains	232,773,665.23	467,648,617.56
Investment income (loss included in "-" number)	68,998,470.49	178,523,649.52
Including: Gains from investment in associates and joint ventures	45,432,525.54	35,347,174.66
Gains from derecognition of financial assets at amortized cost		
Foreign exchange gains (losses included in "-")		
Net exposure hedging gains (losses included in "-")		
Gains from changes in fair value (loss included in "-")	76,043,776.76	10,130,944.80
Impairment loss of credit (loss included in "-" number)	-301,357,548.71	-61,578,375.19

Impairment loss of assets (loss included in "-")	-73,137,651.26	-77,036,869.50
Gains from asset disposal (loss included in "-" number)	7,013,061.05	9,393,427.38
III. Operating profit (loss included in "-")	352,863,588.04	129,271,965.04
Plus: Non-operating income	11,096,371.10	13,802,923.35
Less: Non-operating expenses	33,296,023.90	9,497,027.39
IV. Total profit (total loss included in "-")	330,663,935.24	133,577,861.00
Less: Income tax expense	-30,214,678.73	-56,089,064.09
V. Net profit (net loss included in "-")	360,878,613.97	189,666,925.09
(1) Classification by continuous operation		
1. Net profit from continued operation (net loss included in "-")	360,878,613.97	189,666,925.09
2. Net profit from terminated operation (net loss included in "-")		
(2) Classification by ownership		
1. Net profit attributable to shareholders of the parent company (net loss included in "-")	292,220,176.36	150,122,310.90
2. Gain or loss attributable to minority shareholders (net loss included in "-")	68,658,437.61	39,544,614.19
VI. Other comprehensive income, net of income tax	-3,640,305.21	-148,889,790.63
Other comprehensive income attributable to owners of the parent company, net of tax	-4,669,647.49	-148,889,790.63
(1) Other comprehensive income that cannot be reclassified into gains and losses	679,290.46	-154,589,870.05
1. Changes from re-measurement of defined benefit plans	679,290.46	
2. Other comprehensive income that cannot be transferred to profit and loss under the equity method		
3. Changes in fair value of investment in other equity instruments		-154,589,870.05
4. Changes in fair value of enterprises' own credit risk		
5. Other		
(2) Other comprehensive income that is reclassified into gains and losses	-5,348,937.95	5,700,079.42
1. Other comprehensive income that may be transferred to gains and losses under the equity method	87,310.55	
2. Changes in fair value of other debt investments		
3. Amount of financial assets reclassified into other comprehensive income		
4. Provision of credit impairment for other debt investment		
5. Reserves for cash flows hedges		
6. Difference on foreign currency translation	-5,436,248.50	5,700,079.42

7. Other		
Other comprehensive income attributable to minority shareholders, net of tax	1,029,342.28	
VII. Total comprehensive income	357,238,308.76	40,777,134.46
(1) Total comprehensive income attributable to the owner of the parent company	287,550,528.87	1,232,520.27
(2) Total comprehensive income attributable to minority shareholders	69,687,779.89	39,544,614.19
VIII. Earnings per share:		
(1) Basic earnings per share	0.16	0.09
(2) Dilute earnings per share	0.16	0.09

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

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

Unit: RMB

Item	Amount for the current period	Amount for the last period
I. Cash flow from operating activities:		
Cash received from the sales of goods and provision of services	14,523,829,369.78	9,087,702,629.95
Net increase in customer deposits and inter-bank deposits		
Net increase in borrowing from the central bank		
Net increase in capital borrowed from other financial institutions		
Cash received from premiums of original insurance contracts		
Net cash receipts from reinsurance business		
Net increase in insurance deposits and investments		
Cash charged for interest, fees and commissions		
Net increase in borrowed capital		
Net increase in repurchase business capital		
Net cash received from agent traded securities		
Receipts of tax refunds	588,547,338.90	726,006,067.48
Other cash receipts relating to operating activities	540,504,555.38	1,005,894,731.09
Subtotal of cash inflows from operating activities	15,652,881,264.06	10,819,603,428.52
Cash paid for goods and services	10,950,482,864.65	7,230,374,679.17
Net increase in customer loans and advances		
Net increase in deposits with central banks and inter-bank		
Cash paid for original insurance		

contract claims		
Net increase in lending funds		
Cash paid for interest, fees and commissions		
Cash paid for policy dividends		
Cash paid to and on behalf of employees	2,408,713,188.58	1,578,137,745.10
Tax payments	552,003,346.68	488,368,134.76
Cash paid for other activities relating to operations	1,533,158,185.92	1,438,014,338.13
Subtotal of cash outflows from operating activities	15,444,357,585.83	10,734,894,897.16
Net cash flow from operating activities	208,523,678.23	84,708,531.36
II. Cash flow from investment activities:		
Cash received from disposals of investments	4,110,280,519.04	153,062,796.61
Cash received from investment income	23,987,514.38	16,706,163.34
Net cash received from disposals of fixed assets, intangible assets and other long-term assets	26,582,090.00	20,262,855.73
Net cash received from disposals of subsidiaries and other operating entities		1,800,000.00
Cash received from other activities relating to investments		
Subtotal of cash inflows from investment activities	4,160,850,123.42	191,831,815.68
Cash paid for purchase and construction of fixed assets, intangible assets and other long-term assets	6,325,545,592.66	8,232,717,987.69
Cash paid for investment	6,480,233,762.78	562,912,099.57
Net increase in pledged loans		
Net cash paid for acquiring subsidiaries and other business entities		488,059,905.50
Cash paid for other activities relating to investment	7,601,803.20	792,211,069.61
Subtotal of cash outflows from investing activities	12,813,381,158.64	10,075,901,062.37
Net cash flows from investing activities	-8,652,531,035.22	-9,884,069,246.69
III. Cash flow from financing activities:		
Cash received from the investment	177,250,480.00	5,246,600,120.64
Including: Cash received by subsidiaries from minority shareholders investment	177,250,480.00	
Cash received from borrowings	17,898,283,674.77	14,185,807,115.05
Cash received from other activities relating to financing activities	1,414,451,647.55	724,518,975.44
Subtotal of cash inflows from financing activities	19,489,985,802.32	20,156,926,211.13
Cash paid for debt repayments of debts	8,443,432,942.22	4,558,748,059.34
Cash paid for distribution of dividends, profits, or payment of interests	967,800,182.70	675,268,348.38
Including: Dividends and profits paid	3,485,000.00	

by subsidiaries to minority shareholders		
Cash paid for other activities relating to financing activities	921,908,492.18	662,396,544.85
Subtotal of cash outflows from financing activities	10,333,141,617.10	5,896,412,952.57
Net cash flow from financing activities	9,156,844,185.22	14,260,513,258.56
IV. Effect of exchange rate changes on cash and cash equivalents	198,223,175.63	402,232,066.07
V. Net increase in cash and cash equivalents	911,060,003.86	4,863,384,609.30
Plus: Opening balance of cash and cash equivalents	11,242,032,512.47	9,439,103,239.24
VI. Closing balance of cash and cash equivalents	12,153,092,516.33	14,302,487,848.54

**(II) Details of adjustments to relevant items of financial statements of the beginning in the year for the first-time implementation of new accounting standards from 2023 onwards**

☐ Applicable ☒ Not Applicable

**(III) Audit report**

Whether the third quarterly report has been audited or not

☐ YES ☒ NO

The third quarterly report of the company was not audited.

Board of Directors of Gotion High-tech Co., Ltd.  
October 28, 2023