

2025 Semi-annual Report

of

Gotion High-Tech Co., Ltd.



August 2025

Section I Important Notes, Table of Contents and Definitions

The Board of Directors, Board of Supervisors, directors, supervisors and senior officers of the Company guarantee that the information of this report is true, accurate and complete, and free from false records, misrepresentations or major omissions, and will bear individual and joint and several liabilities with respect thereto.

Li Zhen (the person in charge of the Company), Zhang Yifei (the accounting principal) and Zhao Hua (the head of the Accounting Department (person in charge of accounting)) declare that the financial statements herein are true, accurate and complete.

All directors have attended the meeting of the Board of Directors at which this report is deliberated.

The statements of future development plans and matters involved herein are planned ones, which do not constitute substantial commitments of the Company to investors. Investors and relevant persons should be fully aware of risks and understand the differences between plans, forecasts and commitments, and are advised to make investment rationally and pay attention to investment risks.

The Company has elaborated in detail in this report on the main risks that may occur in the future and the corresponding response measures. Please refer to “X. Risks faced by the Company and response measures” in “Section III Management Discussion and Analysis” of this report. Investors are kindly reminded to pay attention to these risks.

The Company does not plan to distribute cash dividends, bonus shares, or increase share capital with reserved funds.

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Directory of Reference Documents

I. The financial statements signed and sealed by the legal representative of the Company, accounting principal of the Company, head of the accounting department;

II. The original 2025 semi-annual report and its summary signed by the legal representative of the Company and sealed by the Company;

III. The originals of all corporate documents and announcements publicly disclosed on media and websites designated by the Company during the reporting period;

IV. Other reference documents.

The said reference documents are available at the Securities Affairs Center of the Company.

Definitions

Term	mean(s)	Definition
Company, the Company or Gotion High-Tech	mean(s)	Gotion High-Tech Co., Ltd.
Company Law	mean(s)	Company Law of the People's Republic of China
Securities Law	mean(s)	Securities Law of the People's Republic of China
Articles of Association or AoA	mean(s)	Articles of Associations of Gotion High-Tech Co., Ltd.
CSRC	mean(s)	China Securities Regulatory Commission
SZSE	mean(s)	Shenzhen Stock Exchange
SIX	mean(s)	SIX Swiss Exchange
GDR	mean(s)	Global Depositary Receipt
Gotion Holding	mean(s)	Nanjing Gotion Holding Group Co., Ltd. (formerly known as Zhuhai Gotion Trading Co., Ltd., which was relocated and renamed as "Nanjing Gotion Holding Group Co., Ltd." on September 29, 2020)
The largest shareholder, Volkswagen China	mean(s)	Volkswagen (China) Investment Co., Ltd.
VW Group, VW AG	mean(s)	Volkswagen Aktiengesellschaft
Shareholders Agreement	mean(s)	the Shareholders Agreement between Volkswagen (China) Investment Co., Ltd. and Zhuhai Gotion Trading Co., Ltd., Li Zhen, Li Chen regarding Gotion High-Tech Co., Ltd.
Supplementary Agreement to Shareholders Agreement	mean(s)	the Supplementary Agreement to the Shareholders Agreement regarding Gotion High-Tech Co., Ltd.
Hefei Gotion	mean(s)	Hefei Gotion High-Tech Power Energy Co., Ltd.
Dongyuan Electrical	mean(s)	Jiangsu Dongyuan Electrical Group Co., Ltd.
Power Battery System	mean(s)	Cell, module, battery pack, and other components used in electric vehicles and hybrid electric vehicles.
Energy Storage Battery System	mean(s)	Cell, module, battery cabinet, and battery pack for lithium-ion energy storage systems.
GWh, MWh	mean(s)	Kilowatt-hour (kWh) is the unit of electrical energy. 1 GWh = 1,000,000 kWh, and 1 MWh = 1,000 kWh.
Ah	mean(s)	Ampere-hour (Ah) is used to express the capacity of a battery, which is the product of discharge current (amperes, A) and discharge time (hours, H).
Yuan, Ten thousand yuan, One hundred million yuan	mean(s)	RMB Yuan, RMB 10,000 yuan, RMB 100,000,000 yuan.
cninfo	mean(s)	http://www.cninfo.com.cn
Reporting period, current reporting period, current period	mean(s)	From January 1, 2025, to June 30, 2025.

Section II Company Profile and Key Financial Indicators

I. Company profile

Stock name	Gotion High-Tech	Stock code	002074
Stock name before change (if any)	Dongyuan Electrical		
Stock exchange	SZSE		
Chinese enterprise name	国轩高科股份有限公司		
Chinese name abbreviation (if any)	国轩高科		
Foreign enterprise name (if any)	Gotion High-Tech Co., Ltd.		
Foreign name abbreviation (if any)	GOTION		
Legal representative	Li Zhen		

II. Contact person and contact information

	Secretary of the Board of Directors	Representative of Securities Affairs
Name	Wang Quan	Xu Guohong
Contact address	No. 566, Huayuan Avenue, Baohe District, Hefei City, Anhui Province	No. 566, Huayuan Avenue, Baohe District, Hefei City, Anhui Province
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E-mail address	wangquan_yj@gotion.com.cn	xuguohong@gotion.com.cn

III. Other information

1. Contact information

Whether the Company's registered address, office address and postal code, website and e-mail address have changed during the reporting period

Applicable Not applicable

There is no change in the Company's registered address, office address and postal code, website and e-mail address during the reporting period. For details, please refer to the 2024 annual report.

2. Information disclosure and storage location

Whether the information disclosure and storage location have changed during the reporting period

Applicable Not applicable

There is no change in the stock exchange website, media outlets and their websites where the Company discloses the semi-annual report during the reporting period. There is no change in the storage location of the Company's semi-annual report during the reporting period. For details, please refer to the 2024 annual report.

3. Other relevant information

Whether other relevant information has changed during the reporting period

Applicable Not applicable

IV. Major accounting data and financial indicators

Whether the Company needs to retrospectively adjust or restate previous year's accounting data

Yes No

	Current reporting period	Same period of last year	Increase or decrease in the reporting period compared with the same period of last year
Revenue (RMB)	19,393,535,498.22	16,793,872,660.65	15.48%
Net profit attributable to shareholders of the listed company (RMB)	366,628,567.61	271,142,494.62	35.22%
Net profit attributable to shareholders of the listed company excluding non-recurring profit and loss (RMB)	72,870,667.61	49,061,238.87	48.53%
Net cash flow from operating activities (RMB)	324,849,286.89	180,121,856.31	80.35%
Basic earnings per share (RMB/Share)	0.20	0.15	33.33%
Diluted earnings per share (RMB/Share)	0.20	0.15	33.33%
Weighted average return on net assets	1.40%	1.10%	0.30%
	End of the reporting period	End of last year	Increase or decrease at the end of the reporting period compared with the end of last year
Total assets (RMB)	113,242,490,236.30	107,839,685,095.13	5.01%
Net assets attributable to shareholders of the listed company (RMB)	26,289,343,138.62	25,960,092,558.63	1.27%

V. Differences in accounting data under domestic and overseas accounting standards

1. Differences in the net profit and net assets disclosed in the financial reports under both the international and Chinese accounting standards

Applicable Not applicable

There was no difference of the net profit and net assets of the Company disclosed in the financial reports under both the international and Chinese accounting standards during the reporting period.

2. Differences in the net profit and net assets disclosed in the financial reports under both overseas and Chinese accounting standards

Applicable Not applicable

There was no difference in the net profit and net assets of the Company disclosed in the financial reports under both overseas and Chinese accounting standards during the reporting period.

VI. Items and amounts of non-recurring profit and loss

Applicable Not applicable

Monetary Unit: RMB

Item	Amount	Note
Gains or losses from disposal of non-current assets, including the portion offset by assets impairment provision	-18,264,114.13	
Government grants included into the current profit or loss (except for the government grants that are closely related to the Company's business, conform to national policies and regulations, are enjoyed according to determined standards, and have a continuous impact on the Company's profits and losses.)	399,729,273.35	
In addition to the effective hedging business related to the normal business of the Company, gains or losses from changes in fair value of financial assets and financial liabilities held by non-financial enterprises, as well as gains or losses from the disposal of financial assets and financial liabilities	-2,146,938.45	
Payment for the occupation of funds charged to non-financial enterprises and included into the current profit or loss	2,136,558.48	
Non-operating income and expenses other than the said items	9,861,818.33	
Other profit or loss items complying with the definition of non-recurring profit and loss	4,906,779.52	
Less: impact amount of income tax	61,354,026.36	
Impact amount of minority equity (after tax)	41,111,450.74	
Total	293,757,900.00	

Details of other profit or loss items complying with the definition of non-recurring profit and loss:

Applicable Not applicable

The Company does not have any other profit or loss item complying with the definition of non-recurring profit and loss.

Description of the situation where any non-recurring profit or loss item listed in *Explanatory Announcement of Information Disclosure of Companies Publicly Issuing Securities No.1 - Non-recurring Profit and Loss* is defined as a recurring profit or loss item

Applicable Not applicable

The Company does not define any non-recurring profit or loss item listed in *Explanatory Announcement of Information Disclosure of Companies Publicly Issuing Securities No.1 - Non-recurring Profit and Loss* as a recurring profit or loss item

Section III Management Discussion and Analysis

I. Primary business of the Company during the reporting period

The Company primarily focuses on the R&D, manufacturing and marketing of power battery systems, energy storage battery systems, and transmission and distribution equipment within the new energy sector. According to the *Industrial Classification and Codes for National Economic Activities (GB/T4754-2017)* released by the National Bureau of Statistics, the Company is engaged in an industry under the “C38 electrical machinery and equipment manufacturing”, a subcategory of “C manufacturing”.

(I) Outline of primary business

Adhering to the mission of “Make Green Energy Accessible and Sustainable”, the Company is committed to becoming an internationally leading provider of green energy system solutions. The Company has always placed technological innovation at its core strategic position. Relying on its years of industry accumulation, it has established a complete R&D and industrial system. With a full range of battery cell R&D and manufacturing platforms, it deeply focuses on the diversified new energy application scenario demands of downstream customers. The Company has actively promoted the technological iteration and application scenario expansion of lithium-ion batteries, focusing on the full industrial chain layout of new energy, including mineral mining, material production, battery manufacturing, product application and battery recycling. Its products are widely used in passenger cars, commercial vehicles, special vehicles, power-side energy storage, grid-side energy storage, user-side energy storage and other new energy fields, and have been used to explore emerging scenarios such as low-altitude flight, construction machinery, ships, and portable energy storage. By achieving a comprehensive breakthrough from core technology breakthrough to the commercialization of products, the Company has effectively expanded the business boundaries, significantly improved the quality of development, and driven the steady growth of its operating performance.

(II) Main products and applications

The Company’s main products consist of power battery system, energy storage battery system and power transmission and distribution equipment. Specifically:

1. Power Battery System

The Company is a domestic pioneer in the independent R&D, production and sales of power lithium batteries for new energy vehicles. Its products are mainly lithium iron phosphate materials and battery cores,

ternary materials and battery cores, battery modules and battery packs. The Company has maintained long-term strategic cooperation relations with many well-known enterprises in the new energy vehicle in the world, and its products are widely used in fields such as pure electric passenger cars, commercial vehicles, special vehicles, and hybrid vehicles.

2. Energy Storage Battery System

The Company has a mature application technology system and a complete product matrix in energy storage battery system to provide customers with green energy system solutions. Its products mainly include energy storage cells, standardized battery boxes, energy storage battery cabinets, etc., which meet the needs of multiple scenarios such as power-side energy storage, grid-side energy storage, commercial and industrial energy storage, household energy storage, and portable energy storage, and have obtained certifications such as compulsive standards GB in China, the UL in US, the international IEC, CSA, TÜV and other standard certifications. Green energy projects adopting the Company's energy storage system solutions have gradually covered the global market.

3. Power Transmission and Distribution Equipment

Power transmission and distribution equipment is a traditional business segment of the Company. Its main products include high and low voltage switch gear, digital electrical equipment, smart distribution network equipment, transformers, circuit breakers, integrated charging piles, and energy storage cabinets. These products are widely used in fields such as thermal power, hydro power, nuclear power, wind power, rail transportation, metallurgy, and chemical engineering. In recent years, the Company has actively promoted industrial transformation through technological innovation, expanding its power transmission and distribution O&P services as well as EPC project contracting.

(III) Business model

Through long-term development, the Company has established a mature R&D, supply, manufacturing, sales and service systems.

1. Business model for power lithium battery and energy storage battery

In terms of R&D, the Company develops an energy science system based on materials science and digital science. Through measures such as introducing high-end talents, collaborating with universities and enterprises for joint R&D, and continuously optimizing the R&D system, it promotes breakthroughs in core technologies of lithium-ion batteries and develops high-safety, low-cost, long-life, and long-range battery cell products. In terms of supply guarantee, the Company is committed to building a global integrated supply system, actively constructing regional localized supply chains, and ensuring the security and stability of the supply chain through strict assessment, joint ventures and cooperation, etc., to guarantee the quality of raw materials and the

technological advancement and reliability of manufacturing equipment. On the production and manufacturing end, the Company takes customer demands as the guide, relies on artificial intelligence and digital technology to achieve lean manufacturing, and ensures on-time and high-quality delivery. In terms of sales and service, the Company provides in-depth services to strategic customers, actively explores new customers, accelerates the construction of the network integrating “market, after-sales and recycling” overseas, and comprehensively enhances customer satisfaction.

2. Business model for power transmission and distribution

The Company adopts a bidding first and procurement later purchase model for its power transmission and distribution business, settling in accordance with the contracted terms. Dongyuan Electrical, the Company’s subsidiary, implements the marketing strategies of unified management and control, rational optimization and comprehensively utilization of market resources and mainly adopts a direct sales model.

During the reporting period, the Company’s business models did not undergo significant changes.

(IV) Industry development and position of the Company

Against the backdrop of the accelerated transformation to clean energy, the power and transportation industries have become key areas for carbon reduction. Driven by technological innovation and scale effects, the power battery industry is accelerating its consolidation. The lithium iron phosphate technology route dominates the new energy vehicle market with its high cost performance. Meanwhile, the rapid iteration of high-nickel ternary and semi-solid battery technologies is promoting the penetration of the high-end market. The global new energy vehicle industry continues to develop at a high speed. In the global market, according to the information released by Rho Motion, the global sales of new energy vehicles reached 9.1 million in the first half of 2025, with a year-on-year growth of 28%; according to the information released by SNE Research, the global installed capacity of power batteries in the first half of 2025 was 504.4GWh, with a year-on-year growth of 37.3%. In the domestic market, according to the information released by China Association of Automobile Manufacturers, the sales of new energy vehicles in China reached 5.878 million in the first half of 2025, increasing by 35.5% year-on-year, with a penetration rate exceeding 50%.; according to the information released by China Automotive Power Battery Industry Innovation Alliance, the national installed capacity of power batteries in the first half of 2025 was 299.6GWh, increasing by 47.3% year-on-year.

The energy storage industry benefits from the global energy transition and the demand for grid stability. The large capacity and long cycle life of battery cells have become the core trends. The industrial and commercial as well as household energy storage scenarios are accelerating their penetration, and the industry has entered a stage of large-scale expansion. In the global market, according to the information released by ICC, the global shipment of energy storage batteries reached 258GWh in the first half of 2025, with a year-on-year growth of 106%. In the domestic market, according to the statistics of the CESA Energy Storage Application

Branch, the newly installed capacity of new energy storage in China reached 21.9GW/55.2GWh in the first half of 2025, increasing by 69.4%/76.6% year-on-year. While the industry is developing well, it also faces challenges such as fluctuations in raw material prices, overcapacity and intensified market competition.

During the reporting period, the Company's power lithium battery business maintained a steady and progressive development trend. According to the statistics of SNE Research, the Company's global market share of power battery installed capacity in the first half of 2025 was 3.6%, an increase of 1% compared with the same period last year. According to the statistics of China Automotive Power Battery Industry Alliance, the Company's domestic market share of installed capacity of power batteries rose to 5.18% in the first half of 2025, ranking fourth. In the field of energy storage, the Company has maintained a steady growth trend. According to the data released by ICC, the Company's shipment volume of energy storage batteries ranked seventh globally in the first half of 2025.

Looking ahead, the Company shoulder the mission of "Make Green Energy Accessible and Sustainable", and continue to increase investment in R&D, enhance the performance of battery technology and the competitiveness of products, and provide efficient, safe and environmentally friendly green energy solutions.

(V) Performance driver analysis

1. Industrial policy incentives

During the reporting period, the sales of new energy vehicles grew steadily, and the policy dividends of energy storage injected strong impetus into the new energy industry. China resolutely promoted the implementation of the "carbon peaking and carbon neutrality" goal. Overseas energy storage supporting policies were continuously strengthened, creating a positive political ecosystem for the development of the new energy industry. In the field of new energy vehicles, after the grants were reduced, the national and local governments promptly shifted to policy tools such as tax reduction and exemption, and preferential purchase quotas, continuously releasing consumption vitality. Meanwhile, the state focused multiple policies on the research and application of energy storage technologies, facilitating the energy storage market to enter a strategic opportunity period of accelerated development.

2. Surge in market demand

In terms of power batteries, with the enhancement of consumers' environmental awareness, the advancement of new energy vehicle technology and the reduction of usage costs, the global new energy vehicle market showed an explosive growth trend. The growth in new energy vehicle sales drove the continuous increase in the demand for power batteries. According to SNE Research, the global sales of new energy vehicles in the first half of 2025 reached 9.469 million, increasing by 31.8% year-on-year; the global installed capacity of power batteries in the first half of 2025 was 504.4GWh, increasing by 37.3% year-on-year. In terms of

energy storage batteries, against the backdrop of the global energy structure transformation, energy storage, as a key technology to address the intermittency and volatility issues of new energy power generation, has seen a rapid release of market demand. According to the information released by ICC, the global shipment of energy storage batteries reached 258GWh in the first half of 2025, with a year-on-year growth of 106%. The demand for power batteries and energy storage batteries showed a “dual-wheel drive” feature, promoting the continuous growth of the lithium battery market.

3. Improvement of core competitiveness

Relying on the solid support of the full industrial chain supply system, the Company enhanced its ability to resist fluctuations in raw material prices significantly. At the market end, it accelerated the expansion of strategic customers both at home and abroad, and the sales of power batteries and energy storage batteries reached a new level. The construction of overseas and supporting bases advanced in an orderly manner, and the pace of localized production accelerated. The Company constantly enhanced its green manufacturing capabilities and promoted the transformation of resource efficiency advantages into sustainable profit drivers. In terms of operation, the Company continuously promoted the construction of process-oriented informatization and organizational optimization to facilitate management improvement. Technological innovation was driven by the dual wheels of “materials science + digital science”, and solid-state battery technology remained among the leading ranks in China. The Company has taken the lead in and participated in the formulation of multiple standards. Its global layout of intellectual property rights has exceeded 10,000, and its technological discourse power has continued to increase. With the expansion of its international layout, the growth of its R&D team and the improvement of its management system, the Company’s performance will maintain a growth trend.

II. Analysis of core competitiveness

(I) Rich technical reserves

Technological innovation is the core driving force for the Company’s continuous development. The Company has always adhered to the concept of “technology-based enterprise”. After many years of extensive experience in the industry, the Company has established significant technical barriers that cover the entire life cycle of batteries, consistently fostering technological innovation and key breakthroughs.

The Company focuses on technological innovation and product application in the fields of material research and digital research. In terms of materials, the Company has established an independent R&D system and capability covering the whole chain of mineral processing, positive electrodes, negative electrodes, diaphragm, electrolytes, and other auxiliary materials. The Company has developed an LMFP material that has shown significant improvements in compaction density and low-temperature performance. Concurrently, the Company is expediting the research and development of pivotal materials for solid-state batteries, persistently surmounting industry technical barriers, and further consolidating its technological advantages. In terms of the

digital field, the Company focuses on big data and artificial intelligence. By launching the Axtrem digital and intelligent industrial AI platform, the Company achieves a precise balance and optimization of product yield, production efficiency and cost control. Meanwhile, the Company continues to upgrade the big data intelligent early warning system, enabling real-time monitoring and safe operation of vehicle-mounted and energy storage systems, and fully promoting digital management of the entire product life cycle and process.

The Company strategically integrates high-quality R&D resources and has established eight major R&D centers worldwide, including those in Shanghai and Hefei, Tsukuba, Singapore, Silicon Valley, and Cleveland. These centers specialize in such key fields as material systems, product design, testing and verification, and next-generation battery system R&D. Meanwhile, the Company continues to promote the construction of a global technology cooperation network, and deepens the collaboration with universities and enterprises. It has established research and innovation and talent training collaborations with several renowned universities both domestically and internationally, including Stanford University, Columbia University, Tongji University and Nanyang Technological University. Through exchanges and collaboration with well-known enterprises and research institutions, the Company has accelerated the pace of technological innovation and continuously enhanced the core technological competitiveness and R&D system capabilities of batteries.

The Company places a strong emphasis on the protection and management of its intellectual property. It is an active applicant for patents and participates in the formulation of industry standards. As of the end of the reporting period, the Company had cumulatively filed 11,863 patent applications, including 5,176 invention patents (of which 339 are overseas patents), and has led or participated in the formulation of a total of 133 standards.

(II) Wide product coverage

The transition from technology R&D to product implementation is an extremely multifaceted and protracted process. Through meticulous planning and effective management, the Company has established a comprehensive and diverse product portfolio, precisely focusing on various market segments to provide customers with a wide range of energy system solutions.

In the power sector, with a focus on the passenger car market, the Company's products cover pure electric, plug-in hybrid, and range-extended technology pathways, catering to the requirements of high-end, mid-range, and economy segments. During the reporting period, the Company released its independently developed new LMFP system L600 Qichen battery cells and battery packs, effectively increasing the driving range and alleviating users' range anxiety. In the sector of solid-state batteries, the Company launched the G-Yuanzhun solid-state battery for the first time. With its unique adaptive solid-solid interface technology, it builds a high-speed ion transport channel to ensure stable and efficient operation throughout the entire life cycle. The first experimental line of the "Jinshi" all-solid-state battery was successfully connected, achieving a technological

breakthrough. Facing the commercial vehicle market, the Company launched the Gotion-brand battery super heavy truck standard package, comprehensively covering application scenarios such as tractors, mixers, and mining trucks. At the same time, it accelerated the R&D and mass production of new market segment products such as low-altitude aircraft and electric ships.

In the energy storage sector, the Company's product matrix has achieved multi-scenario coverage, including core application areas such as power-side energy storage, grid-side energy storage and user-side energy storage, forming a complete product system of "energy storage batteries + system solutions". During the reporting period, the newly launched "Qianyuan Zhichu" energy storage battery system significantly enhanced its operational safety and reliability in extreme environments through technological upgrades. In the ToC market, the Gendome series Go 300, Home 3000 and other portable mobile energy storage devices developed have gained high attention in overseas markets with their innovative design and performance advantages, opening up new fields for the Company's business growth.

(III) Stable industry chain

As an early battery enterprise to lay out the upstream chain, the Company has focused on core industrial links through independent investment, joint venture factory construction or strategic cooperation, covering upstream raw materials such as minerals, precursors, cathode and anode materials, copper foil, separators and electrolytes, as well as the field of battery recycling. At the upstream resource end, the Company has laid out core minerals such as lithium mines in Yichun, nickel resources in Indonesia, and salt lakes in Argentina, independently built material bases and deepened upstream and downstream cooperation through strategic investment to ensure a stable supply of key raw materials and strengthen supply chain security and cost advantages. In the battery manufacturing sector, the Company continued advancing intelligent and green manufacturing, and established production bases in multiple locations including Hefei, Tongcheng, Nanjing, and Tangshan. with the Jinzhai factory becoming the first zero-carbon factory in the industry for manufacturing lithium iron phosphate energy storage batteries. Overseas, it is accelerating the construction and commissioning of factories in Asia-Pacific, Europe and Africa, and the Americas. At the downstream application end, the Company actively collaborated closely with vehicle manufacturers and energy storage integrators, and built a battery recycling system. The full industrial chain layout significantly enhances its ability to resist risks, and improves its operational efficiency and profitability.

(IV) Internationalization as a priority

Internationalization constitutes a pivotal element of the Company's strategic framework, with prompt and extensive international expansion propelling its rapid advancement within the global new energy sector.

In terms of the market, the Company is actively exploring the four major regions of China, the Americas, Europe and Africa, and the Asia-Pacific, and has established in-depth cooperation with customers such as VinFast, Rivian, PowerCo, NextEra, Chery Automobile and Geely Automobile. During the reporting period, many products were showcased at mainstream exhibitions both at home and abroad, and the brand's influence and market competitiveness continued to increase. In terms of R&D, by setting up R&D centers both at home and abroad, and cooperating with international renowned enterprises, research institutions and universities, the Company integrated resources to accelerate innovation and consolidated the technological foundation to maintain a competitive edge. In terms of industry, the Company has established production bases in many overseas countries. Factories in Gottingen, Germany and Ha Tinh, Vietnam have been put into operation one after another, gradually increasing the proportion of local production and delivery support. In terms of capital, the Company expanded the channels of funds through overseas GDR issuance, introduction of international strategic investors, etc., enhancing the international influence of its brand.

III. Analysis of primary business

Overview

During the reporting period, the Company realized revenue of RMB 19,393.5355 million, a year-on-year increase of 15.48%; net profit attributable to the owner of the parent company of RMB 366.6286 million, a year-on-year increase of 35.22%; net profit attributable to shareholders of the listed company excluding non-recurring profit and loss of RMB 72.8707 million, a year-on-year increase of 48.53%. The main operating conditions are as below:

(I) High-tech leadership and product matrix iteration

During the reporting period, the Company launched multiple battery products, providing new support for its continued development.

In the passenger vehicle sector, the Company launched the world's first LMFP ultra-fast charging cell – “Qichen II Battery Cell”, with an energy density of 240Wh/kg. It adopts 5C fast charging technology to effectively alleviate users' range anxiety. In terms of solid-state batteries, the first experimental line of the “Jinshi All-solid-state Battery” launched by the Company has been successfully connected, and the “G-Yuanzhun Solid-state Battery” has an energy density of 300Wh/kg and a range of up to 1,000 kilometers.

In the commercial vehicle sector, the “Gotion-brand battery super heavy truck standard package” launched by the Company offers a battery capacity of 116kWh. It integrates four-gun parallel charging technology with a 1000V high-voltage platform, increasing charging efficiency by 30%. It simultaneously achieves “zero decline” in capacity for 3,000 cycles and “zero loss” in battery power supply for 1.2 million kilometers of driving, providing stable and reliable energy support for urban transportation and logistics distribution.

In the energy storage sector, the “Qianyuan Zhichu 20MWh Energy Storage Battery System” launched by the Company adopts a modular splicing integration solution and wind-hydraulic integrated energy-saving technology. The seven-level safety protection system significantly enhances the safe and reliable operation capability of the equipment in extreme environments.

(II) Dual drive of power and energy storage and upgrade of marketing structure

The Company has been deeply engaged in the high-end automotive market, taking personalized solutions as its core competitiveness, and has achieved mass production and delivery of multiple high-end models such as Chery’s Sterra, Fulwin Series, Geely’s Galaxy and Leapmotor. It has reached a deep strategic cooperation with EHang and is actively laying out in the low-altitude economy field. In the field of energy storage, the Company focuses on the R&D and innovation of energy storage systems and the commercialization of projects. It has joined hands with BASF and other partners to build a four-party strategic cooperation system, empowering the achievement of the “carbon peaking and carbon neutrality” goal through the synergy of technology and resources. In the ToC market field, the portable mobile energy storage devices developed and launched by the Company have won extensive attention and recognition in overseas markets with their innovative design and reliable performance, opening up new paths for the Company’s business expansion and continuously injecting new growth momentum.

(III) Domestic and international progress and enhancement of manufacturing capacity

The Company continuously promotes the refined upgrade of production management. New processes, technologies and products have been successfully introduced into production, and the monthly delivery volume has repeatedly reached new highs, providing stable and reliable battery supply guarantees for numerous customers. Meanwhile, the Company is accelerating the process of localization overseas. During the reporting period, the Company’s 5MWh liquid-cooled energy storage system was locally produced at its Gottingen base in Germany. The Company continuously enhances production efficiency and product quality stability through intelligent production line upgrades, capacity layout optimization, and technological innovation in processes. It achieves coordinated development in domestic and international markets and a two-way improvement in manufacturing capabilities, laying a solid foundation for the sustained growth of its business.

(IV) Global strategy implementation and acceleration of overseas expansion

The overseas market expansion and business performance have achieved remarkable breakthroughs, successfully securing key project designations from a number of internationally renowned customers. The business layout has been continuously deepened. The marketing, operation and management teams in the three major regions have gradually taken shape. The construction of a localized operation system is accelerating, and the coverage of regional markets is constantly expanding. Meanwhile, the international after-sales system is

becoming increasingly complete, and the service network integrating “market, after-sales and recycling” has been expanded in an orderly manner.

Year-on-year changes to the major financial data

Monetary Unit: RMB

	Current reporting period	Same period of last year	Year-on-year increase or decrease	Reasons for changes
Revenue	19,393,535,498.22	16,793,872,660.65	15.48%	No obvious change
Operating cost	16,209,480,496.05	14,034,069,327.77	15.50%	No obvious change
Selling expenses	206,029,672.78	161,928,882.43	27.23%	No obvious change
General and administrative expenses	874,073,832.41	742,534,630.66	17.71%	No obvious change
Financial expenses	627,005,968.78	373,431,217.48	67.90%	Mainly as a result of the increase in the interest expenses in the current period
Income tax expenses	-15,533,826.31	-60,712,100.96	74.41%	Mainly as a result of the increase in deferred income tax in the current period
R&D investment	1,381,617,214.65	1,218,966,502.14	13.34%	No obvious change
Net cash flow from operating activities	324,849,286.89	180,121,856.31	80.35%	Mainly as a result of the increase in the payment collected in the current period
Net cash flow from investing activities	-3,568,438,729.53	-3,057,310,111.79	-16.72%	No obvious change
Net cash flow from financing activities	3,080,706,796.33	2,888,731,051.21	6.65%	No obvious change
Net increase in cash and cash equivalents	-46,600,627.30	79,211,995.02	-158.83%	Mainly as a result of the decrease in net cash flow from investing activities in the current period

Major changes in the profit composition or profit source of the Company during the reporting period

Applicable Not applicable

There are no major changes in the profit composition or profit source of the Company during the reporting period.

Revenue structure

Monetary Unit: RMB

	Current reporting period		Same period of last year		Year-on-year increase or decrease
	Amount	Proportion in revenue	Amount	Proportion in revenue	
Total revenue	19,393,535,498.22	100%	16,793,872,660.65	100%	15.48%
By industry					
Power Battery System	14,034,317,523.06	72.37%	11,700,749,600.03	69.67%	19.94%
Energy Storage Battery System	4,562,114,345.22	23.52%	4,338,991,146.41	25.84%	5.14%

Transmission and distribution products	246,646,277.09	1.27%	294,342,178.07	1.75%	-16.20%
Other businesses	550,457,352.85	2.84%	459,789,736.14	2.74%	19.72%
By products					
Power Battery System	14,034,317,523.06	72.37%	11,700,749,600.03	69.67%	19.94%
Energy Storage Battery System	4,562,114,345.22	23.52%	4,338,991,146.41	25.84%	5.14%
Transmission and distribution products	246,646,277.09	1.27%	294,342,178.07	1.75%	-16.20%
Other businesses	550,457,352.85	2.84%	459,789,736.14	2.74%	19.72%
By regions					
The mainland of China	12,993,875,307.08	67.00%	11,267,146,106.88	67.09%	15.33%
Overseas (including Hong Kong, Macao, and Taiwan)	6,399,660,191.14	33.00%	5,526,726,553.77	32.91%	15.79%

Industry, product, or region accounting for more than 10% of the Company's revenue or profit

Applicable Not applicable

Monetary Unit: RMB

	Revenue	Operating cost	Gross margin	Increase or decrease of revenue compared with the same period of last year	Increase or decrease of operating cost compared with the same period of last year	Increase or decrease of gross margin compared with the same period of last year
By industry						
Power Battery System	14,034,317,523.06	12,035,287,851.49	14.24%	19.94%	17.00%	2.16%
Energy Storage Battery System	4,562,114,345.22	3,679,345,219.42	19.35%	5.14%	9.50%	-3.21%
Transmission and distribution products	246,646,277.09	202,077,294.82	18.07%	-16.20%	-11.93%	-3.98%
Other businesses	550,457,352.85	292,770,130.32	46.81%	19.72%	85.61%	-18.88%
By products						
Power Battery System	14,034,317,523.06	12,035,287,851.49	14.24%	19.94%	17.00%	2.16%
Energy Storage Battery System	4,562,114,345.22	3,679,345,219.42	19.35%	5.14%	9.50%	-3.21%
Transmission and distribution products	246,646,277.09	202,077,294.82	18.07%	-16.20%	-11.93%	-3.98%
Other businesses	550,457,352.85	292,770,130.32	46.81%	19.72%	85.61%	-18.88%
By regions						
The mainland of China	12,993,875,307.08	11,027,035,673.26	15.14%	15.33%	14.84%	0.36%
Overseas (including Hong Kong, Macao, and	6,399,660,191.14	5,182,444,822.79	19.02%	15.79%	16.93%	-0.78%

Taiwan)						
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Where the standard for the statistics of the Company's primary business data is adjusted during the reporting period, the Company's primary business data after the adjustment as at the end of the reporting period in the most recent period

Applicable Not applicable

IV Analysis on non-primary business

Applicable Not applicable

V. Analysis of assets and liabilities

1. Significant changes in assets composition

Monetary Unit: RMB

	End of the reporting period		End of last year		Proportion increase and decrease	Notes on significant changes
	Amount	Proportion in total assets	Amount	Proportion in total assets		
Cash and cash equivalents	15,457,901,135.60	13.65%	16,548,290,096.70	15.35%	-1.70%	No significant changes
Accounts receivable	17,322,687,895.63	15.30%	16,454,343,330.81	15.26%	0.04%	No significant changes
Inventory	9,756,089,902.29	8.62%	7,121,300,998.48	6.60%	2.02%	Mainly as a result of the increase in the inventory reserves due to the expansion of the sales scale
Long-term equity investment	1,813,541,525.16	1.60%	1,476,417,299.07	1.37%	0.23%	No significant changes
Fixed assets	28,718,505,417.84	25.36%	30,017,592,523.27	27.84%	-2.48%	Mainly as a result of the increase in the depreciation of fixed assets in the current period
Construction in progress	17,860,093,455.51	15.77%	14,799,663,030.94	13.72%	2.05%	Mainly as a result of the increase in investment in production line construction
Right-of-use assets	144,728,063.46	0.13%	322,182,319.57	0.30%	-0.17%	No significant changes
Short-term borrowings	19,303,763,195.71	17.05%	17,508,814,480.34	16.24%	0.81%	No significant changes
Contract liabilities	473,954,766.40	0.42%	529,043,969.44	0.49%	-0.07%	No significant changes
Long-term borrowings	20,885,284,046.34	18.44%	18,510,118,171.97	17.16%	1.28%	No significant changes
Lease liabilities	120,503,238.49	0.11%	349,664,148.53	0.32%	-0.21%	No significant changes
Other non-current financial assets	1,569,818,000.00	1.39%	1,570,712,000.00	1.46%	-0.07%	No significant changes

Other non-current assets	2,196,562,982.07	1.94%	1,573,076,931.04	1.46%	0.48%	No significant changes
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2. Status of main overseas assets

Applicable Not applicable

3. Assets and liabilities measured at fair value

Applicable Not applicable

Monetary Unit: RMB

Item	Amount at the beginning of the reporting period	Gains or losses from changes in fair value in the reporting period	Accumulated changes in fair value recognized in equity	Impairment provision in the reporting period	Repurchasing amount in the reporting period	Selling amount in the reporting period	Other changes	Amount at the end of the reporting period
Financial assets								
1. Held-for-trading financial assets (excluding the derivative financial assets)	2,832,052,529.23	4,322,751.65			910,500,000.00	1,941,330,231.50	-3,216,695.21	1,802,328,354.17
2. Derivative financial assets	85,801,650.51	-84,319,887.05						1,481,763.46
3. Other debt investments	282,543,103.44		-180,000,000.00	165,000,000.00				120,000,000.00
4. Other equity instrument investments	1,175,332,421.61		-865,942,362.77		200,333,081.01	7,525,686.75		1,239,957,416.38
5. Other non-current financial assets	1,570,712,000.00						-894,000.00	1,569,818,000.00
Subtotal of the financial assets	5,946,441,704.79	-79,997,135.40	1,045,942,362.77	165,000,000.00	1,110,833,081.01	1,948,855,918.25	-4,110,695.21	4,733,585,534.01
Total	5,946,441,704.79	-79,997,135.40	1,045,942,362.77	165,000,000.00	1,110,833,081.01	1,948,855,918.25	-4,110,695.21	4,733,585,534.01
Financial liabilities	0.00	10,786,962.01						10,786,962.01

Details of other changes:

Other changes are changes in income from investment and exchange rates.

Whether there were major changes in the measurement attributes of the Company's major assets during the reporting period

Applicable Not applicable

4. Restrictions on asset rights as of the end of the reporting period

Item	End of the period			
	Book balance (RMB)	Book value (RMB)	Type of restriction	Reasons for restriction
Cash and cash equivalents	2,948,164,507.25	2,948,164,507.25	Pledge and freeze	Among them, RMB 2,097,132,854.53 is deposit, RMB 668,447,500.00 is pledged for financing, and RMB 182,584,152.72 is frozen due to judicial proceedings
Notes receivable	1,000,255,238.27	950,242,476.36	Transferred but not fully cancelled	Endorsed or discounted undue and non-canceled notes
Fixed assets	3,090,063,030.59	2,775,041,098.12	Mortgage	Mortgaged for financing
Intangible assets	416,252,542.34	355,735,478.72	Mortgage	Mortgaged for financing
Fixed assets	4,198,814,663.99	2,246,535,613.44	Mortgage	Property rights used for financing
Construction in progress	578,592,301.54	578,592,301.54	Mortgage	Mortgaged for financing
Construction in progress	513,187,379.31	513,187,379.31	Mortgage	Property rights used for financing
Total	12,745,329,663.29	10,367,498,854.74		

VI. Analysis of investments

1. Overview

Applicable Not applicable

Investment in the reporting period (RMB)	Investment in the same period of last year	Rate of change
5,548,317,396.21	8,924,534,613.48	-37.83%

2. Significant equity investments acquired during the reporting period

Applicable Not applicable

3. Major non-equity investment in progress during the reporting period

Applicable Not applicable

Monetary Unit: RMB

Project name	Investment method	Fixed assets investment or not	Industry of the investment project	Investment amount during the reporting period	Accumulated investment amount as of the end of the reporting period	Source of funds	Project progress	Expected income	Accumulated realized income as of the end of the reporting period	Reasons for not achieving planned progress and expected income	Disclosure date (if any)	Disclosure index (if any)
Gotion Xinzhan's power battery project with an annual output of 20GWh	Self-built	Yes	New Energy Industry	411,812,604.68	2,926,991,794.61	Self-owned and self-raised funds				Not applicable	October 27, 2022	Cninfo website, Announcement No. 2022-104
Liuzhou Gotion newly added power battery production base project with an annual output of 10GWh (Phase II)	Self-built	Yes	New Energy Industry	75,281,386.32	1,193,242,732.09	Self-owned and self-raised funds				Not applicable	October 27, 2022	Cninfo website, Announcement No. 2022-105
Slovakia New Energy Battery Super Factory	Self-built	Yes	New Energy Industry	9,323,129.96	59,922,862.36	Self-owned and self-raised funds				Not applicable	December 13, 2024	Cninfo website, Announcement No. 2024-094

Morocco New Energy Battery Production Base	Self-built	Yes	New Energy Industry	48,157,867.55	292,113,385.42	Self-owned and self-raised funds				Not applicable	December 13, 2024	Cninfo website, Announcement No. 2024-093
Total	--	--	--	544,574,988.51	4,472,270,774.48	--	--	0.00	0.00	--	--	--

4. Investment in financial assets

(1) Investment in securities

Applicable Not applicable

Monetary Unit: RMB

Securities type	Securities code	Securities abbreviation	Initial investment cost	Accounting measurement model	Beginning book value	Profit/loss from changes in fair value in the current period	Accumulated changes in fair value recognized in equity	Purchase amount in the current period	Sales amount in the Current Period	Profit/loss during the reporting period	Ending book value	Accounting subject	Source of funds
Domestic/foreign stock	000980.SZ	Zotye Auto	26,344,379.91	Fair value	12,522,562.74	-1,519,474.14				-1,519,474.14	11,003,088.60	Held-for-trading financial assets	Self-owned
Domestic/foreign stock	301217.SZ	Tongguan Copper Foil	262,880,828.64	Fair value	241,119,170.64	31,119,170.94				31,119,170.94	272,238,341.58	Held-for-trading financial assets	Self-owned
Domestic/foreign stock	688223.SH	Jingke Energy	2,500.00	Fair value	3,555.00	-960.00				-960.00	2,595.00	Held-for-trading financial assets	Self-owned
Domestic/foreign stock	601127.SH	Seres	116,847,089.52	Fair value	299,850,582.36	2,090,569.32				2,090,569.32	301,941,151.68	Held-for-trading financial assets	Self-owned
Domestic/foreign stock	301325.SZ	Manst	30,000,000.00	Fair value	25,401,562.50	3,801,562.50				3,801,562.50	29,203,125.00	Held-for-trading financial assets	Self-owned
Domestic/foreign stock	301511.SZ	Defu Technology	49,999,992.00	Fair value	31,400,000.00	20,350,000.00				20,350,000.00	51,750,000.00	Held-for-trading financial assets	Self-owned

Domestic/foreign stock	688646.SH	ST Yifi	48,913,628.40	Fair value	35,232,444.73	-5,278,073.15				-5,278,073.15	29,954,371.58	Held-for-trading financial assets	Self-owned
Domestic/foreign stock	09690.HK	Tuhu-W	218,371,834.12	Fair value	140,123,927.81						148,417,951.10	Other equity instrument investments	Self-owned
Domestic/foreign stock	VFS.US	Vinfast Auto PTE. Ltd.	1,213,753,195.93	Fair value	570,253,716.33						501,312,170.70	Other equity instrument investments	Self-owned
Domestic/foreign stock	09680.HK	ONTIME	158,000,000.00	Fair value	67,293,041.33						47,240,441.07	Other equity instrument investments	Self-owned
Domestic/foreign stock	02560.HK	Conch Material Technology	49,229,450.29	Fair value							24,797,425.22	Other equity instrument investments	Self-owned
Domestic/foreign stock	02643.HK	Cacao Mobility	151,103,630.72	Fair value	0.00						128,053,378.90	Other equity instrument investments	Self-owned
Total			2,325,446,529.53	--	1,423,200,563.44	50,562,795.47	-940,636,744.07	200,333,081.01	0.00	50,562,795.47	1,545,914,040.43	--	--

(2) Investment in derivatives
Applicable Not applicable

1) Derivative investments for hedging purposes during the reporting period

☑Applicable ☐Not applicable

Monetary Unit: RMB '0,000

Type of derivative investment	Initial investment amount	Amount as at the beginning of the period	Profit or loss from changes in fair value in the current period	Accumulated changes in fair value recognized in equity	Purchase amount during the reporting period	Sales amount during the reporting period	Amount as at the end of the period	Proportion of investment amount as at the end of the period to the net assets of the Company at the end of the reporting period
Foreign exchange swap	1,006,132.33	396,639.19	-4,246.26	0	609,493.14	304,364.6	701,767.73	22.30%
Total	1,006,132.33	396,639.19	-4,246.26	0	609,493.14	304,364.6	701,767.73	22.30%
Is there any significant change in accounting policies and specific accounting principles for hedging business during the reporting period	No major change							
Actual profit or loss during the reporting period	In order to avoid and prevent operational risks caused by fluctuations in foreign exchange rates, the Company carried out forward foreign exchange settlement, foreign exchange swaps and related business for foreign exchange related to its production and operation in a certain proportion. During the reporting period, the actual income realized by the Company's foreign exchange hedging derivative contracts amounted to RMB -42.4626 million.							
Effectiveness of the hedging	The financial derivatives invested by the Company for hedging can offset the risk of exchange rate fluctuations and achieved the goal of risk management.							
Source of funding for derivative investment	Self-owned and self-raised funds							
Risks of the derivatives held during the reporting period (including but not limited to market risk, liquidity risk, credit risk, operational risk, legal risk, etc.) and risk control measures	<p>I. Analysis of the risk of hedging business conducted by the Company.</p> <p>The hedging business can help avoid the impact of exchange rate fluctuations on the Company, and is beneficial to the normal operation of the Company. However, there may also be certain risks: 1. Market risk: Futures, forward contracts and other derivative products have significant market fluctuations, which may generate the risks of price fluctuation and hedging losses; 2. Systemic risk: Global economic impact may lead to financial system risk; 3. Default risk: In case the counter-party defaults by failing to pay the Company's hedging profits as agreed, the Company's actual losses cannot be hedged.</p> <p>II. Preparation work and risk control measures for hedging</p> <p>The Company has formulated the <i>Securities Investment and Derivatives Trading Management Rules</i>, which has clear provisions on the operating principles, approval authority, business processes, information isolation, risk management and other aspects of the hedging businesses. All transactions throughout the entire hedging process will be conducted in strict accordance with the above rules. For more information on the risk control measures, please refer to the <i>Securities Investment and Derivatives Trading Management Rules</i> disclosed by the Company,</p>							

	on www.cninfo.com.cn.
Changes in the market prices or fair value of derivatives invested during the reporting period, and the specific methods and the assumptions and parameter used for analyzing the fair value of derivatives	Changes in fair value will be determined at the end of each month based on market price quoted by external financial institutions.
Is it involved in any litigation (if applicable)	Not applicable
Date on which the announcement on the approval of the derivative investment by the Board of Directors is disclosed (if any)	April 25, 2025
Date on which the announcement on the approval of derivative investments by the shareholders' meeting is disclosed (if applicable).	May 29, 2025

2) Derivative investments for speculative purposes during the reporting period

Applicable Not applicable

There was no derivative investment for speculative purposes during the reporting period.

5. Use of raised funds

Applicable Not applicable

(1) Overall situation of use of raised funds

Applicable Not applicable

Monetary Unit: RMB '0,000

Fundraising year	Fundraising method	Securities listing date	Total amount of funds raised	Net amount of funds raised (1)	Total amount of raised funds used in the current period	Total amount of raised funds used cumulatively (2)	Proportion of raised funds used at the end of the reporting period (3)=(2)/(1)	Total amount of raised funds with change of use during the reporting period	Cumulative total amount of raised funds with change of use	Proportion of cumulative total amount of raised funds with change of use	Total amount of raised funds not used yet	Use and destination of raised funds not used yet	Amount of funds raised after idling for over two years
2021	Issuing stocks to specific entities	December 15, 2021	730,294.52	723,085.51	30,330.21	541,222.8	74.85%	532,278.38	532,278.38	73.61%	172,895.09	Funds are deposited in a dedicated account for raised funds and temporarily supplementing working capital	
Total	--	--	730,294.52	723,085.51	30,330.21	541,222.8	74.85%	532,278.38	532,278.38	73.61%	172,895.09	--	0
Overall situation of use of raised funds													
In the first half of 2025, the Company used raised funds of RMB 303.3021 million. As of June 30, 2025, the cumulative amount of raised funds used by the Company reached RMB 5,412.228 million, with RMB 1,728.9509 million remaining unused, including RMB 13.5996 million of issuance fees already paid to third parties.													

(2) Projects committed to be invested with raised funds
 Applicable Not applicable

Monetary Unit: RMB '0,000

Financing project name	Securities listing date	Committed investment projects and use of over-raised funds	Project nature	Project after changes (including partial change) or not	Total committed investment amount	Total investment amount after adjustment (1)	Amount invested during the reporting period	Cumulative amount invested as of the end of the period (2)	Investment progress as of the end of the period (3) = (2)/(1)	Date when the project reaches the intended usable status	Benefits realized during the reporting period	Cumulative income achieved as of the end of the reporting period	Expected benefits achieved or not	Feasibility of the project changed tremendously or not
Committed investment projects														
Issuing stocks to specific entities in 2021	December 15, 2021	Gotion Battery's high specific energy power lithium battery industrialization project of with annual production capacity of 16GWh	Production and Construction	Yes	532,464.78	3,462.56		3,462.56					Not applicable	No
Issuing stocks to specific entities in 2021	December 15, 2021	Gotion Material's high nickel ternary cathode material project with an annual	Production and Construction	No	100,000	100,000	5,565.08	89,672.43	89.67%	December 1, 2024			Not applicable	No

		al output of 30,000 tons												
Issuing stocks to specific entities in 2021	December 15, 2021	Reple- nishment of work- ing cap- ital	Addi- tional work- ing cap- ital	No	90,62 0.73	90,62 0.73		90,65 0	100.0 3%				Not appli- cable	No
Issuing stocks to specific entities in 2021	December 15, 2021	Volk- swagen stand- ard cell projec- t with an annu- al outpu- t of 20G Wh (befo- re the change)/V olkswa- gen stand- ard cell produ- ction line projec- t (after the change)	Prod- uction and Const- ruction	Yes		532,2 78.38	24,76 5.13	357,4 37.81	67.15 %	Dece- mber 31, 2026			Not appli- cable	No
Subtotal of committed investment projects				--	723,0 85.51	726,3 61.67	30,33 0.21	541,2 22.8	--	--			--	--
Use of over-raised funds														
Not appli- cable	Not appli- cable	Not appli- cable	Not appli- cable	No									Not appli- cable	No
Total				--	723,0 85.51	726,3 61.67	30,33 0.21	541,2 22.8	--	--	0	0	--	--

Failure to achieve the scheduled progress or expected earnings (by specific project) and the reason therefor (including reasons for selecting “Not applicable” for “Expected benefits achieved or not”)	Not applicable
Major changes in the feasibility of the project	Not applicable
Amount, purpose and use progress of over-raised funds	Not applicable
Situations where the use of raised funds is changed without authorization and the raised funds are occupied in violation of regulations	Not applicable
Changes in the implementation place of projects invested with raised funds	Applicable
	Happened in previous years
	The Company changed “Gotion Battery’s high specific energy lithium battery industrialization project with an annual output of 16GWh” into “Volkswagen standard cell project with an annual output of 20GWh”, with the implementation entity changed from Hefei Gotion Battery Co., Ltd., a wholly-owned subsidiary of the Company, to Hefei Gotion Battery Technology Co., Ltd., a wholly-owned subsidiary of the Company, and the implementation location changed from Hefei Economic and Technological Development Zone to Hefei Xinzhan High-tech Industrial Development Zone.
Adjustment to the implementation mode of projects invested with raised funds	Not applicable
Preliminary investment and replacement of projects invested with raised funds	Not applicable
Temporary	Applicable

supplement of working capital with idle raised funds	<p>On December 11, 2024, the Company held the 11th meeting of the ninth Board of Directors and the 11th meeting of the ninth Board of Supervisors, at which it deliberated and approved the <i>Proposal on Temporarily Supplementing Working Capital with Idle Raising Funds</i>, agreeing that the Company could temporarily supplement working capital with no more than RMB 1 billion of idle raised funds from non-public issuance of stocks, with a duration not exceeding 4 months. As of April 10, 2025, the Company has returned all the idle raised funds used for temporarily supplementing working capital to the dedicated account for raised funds, and the usage period has not exceeded 4 months.</p> <p>On April 24, 2025, the Company held the 12th meeting of the ninth Board of Directors and the 12th meeting of the ninth Board of Supervisors, at which it deliberated and approved the <i>Proposal on Temporarily Supplementing Working Capital with Idle Raising Funds</i>, agreeing that the Company could temporarily supplement working capital with no more than RMB 1 billion of idle raised funds from non-public issuance of stocks, with a duration not exceeding 12 months.. As of June 30, 2025, the amount of idle raised funds temporarily used to supplement working capital was RMB 1 billion.</p>
Amount of the balance of raised funds in project implementation and its reasons	Applicable
	<p>The Company held the 12th meeting of the ninth Board of Directors and the 12th meeting of the ninth Board of Supervisors on April 24, 2025, and the 2024 annual general meeting of shareholders on May 28, 2025, respectively, at which it deliberated and approved the <i>Proposal on the Completion of Some Fundraising Projects and the Use of the Remaining Raised Funds to Permanently Supplement Working Capital</i>, agreeing to conclude the fundraising project "Gotion Material's high nickel ternary cathode material project with an annual output of 30,000 tons", and use the remaining raised funds to permanently supplement working capital for the Company's daily production and operational activities. The Company has transferred the surplus raised funds totaling RMB 134.1727 million (including interest generated from bank deposits of the raised funds net of bank service charges) from the "Gotion Material's high nickel ternary cathode material project with an annual output of 30,000 tons" and the remaining balance of RMB 3.0508 million (including interest generated from bank deposits of the raised funds net of bank service charges) from the "Working capital replenishment" account of the 2021 private placement fund-raising projects to the Company's general account for daily operational activities.</p>
Use and destination of raised funds not yet used	Raised funds not yet used are deposited in the special account or temporarily used to replenish working capital.
Problems or other situations in the use and disclosure of raised funds	Not applicable

(3) Change in the projects invested with raised funds

Applicable Not applicable

Monetary Unit: RMB '0,000

Financing project name	Fund-raising method	Project after change	Originally committed projects	Total amount of raised funds to be invested in the project after change (1)	Actual amount invested during the reporting period	Actual cumulative amount invested as of the end of the period (2)	Investment progress as of the end of the period (3) = (2) / (1)	Date when the project reaches the intended usable status	Benefits realized during the reporting period	Expected benefits achieved or not	Feasibility of the project after change has changed tremendously or not
Issuing stocks	Issuing stocks	Volkswagen	Gotion Battery	532,278.38	24,765.13	357,437.81	67.15%	December 31,		Not applicable	No

to specific entities in 2021	to specific entities	standard cell production line project	's high specific energy lithium battery industrialization project with annual output of 16GWh /Volkswagen standard cell project with an annual output of 20GWh					2026		ble	
Total	--	--	--	532,278.38	24,765.13	357,437.81	--	--	0	--	--
Reasons for changes, decision-making procedures and information disclosure (by specific project)			<p>1. Changes and reasons</p> <p>(1) The Company changed the investment project “Gotion’s high specific energy lithium battery industrialization project with an annual output of 16GWh” into “Volkswagen standard cell project with an annual output of 20GWh”, with the implementation entity changed from Hefei Gotion Battery Co., Ltd., a wholly-owned subsidiary of the Company, to Hefei Gotion Battery Technology Co., Ltd., a wholly-owned subsidiary of the Company, and the implementation location changed from Hefei Economic and Technological Development Zone to Hefei Xinzhan High-tech Industrial Development Zone.</p> <p>In order to meet the rapidly increasing market demand for new energy vehicles, in line with the Company’s future strategic development planning, and in view of the fact that the scale of land to be used for the original project invested with the raised funds could meet the need of the project construction, it is likely to increase the costs of construction, energy consumption, labor and site maintenance and it will be difficult to implement the project if the project continues to be implemented according to the original plan. Therefore, the Company changed the use of the raised funds, from the original project to the “Volkswagen standard cell project with an annual output of 20Gwh”, which was implemented in Hefei Xinzhan High-tech Industrial Development Zone by Hefei Gotion Battery Technology Co., Ltd., a wholly-owned subsidiary of the Company. Upon the completion of the above change, the investment and construction of the project will be accelerated, the utilization efficiency of the raised funds will be improved and the market share of the Company’s products will be further enlarged.</p> <p>(2) The Company adjusted the time when the “Volkswagen standard cell project with an annual output of 20Gwh” reaches the intended usable status from September 2023 to December 2024, with the implementation entity, investment content and investment unchanged.</p> <p>In order to adapt to the changing demands of the market economy environment, Hefei Gotion Battery Technology Co., Ltd., the implementation entity of the fundraising project, has continuously upgraded the processes of some production lines based on customer feedback. Moreover, as the related upgraded equipment is imported or customized equipment from both domestic and foreign sources, the equipment procurement cycle is relatively long, which has affected the construction progress of some parts of the project and the commissioning progress of some equipment. To control the investment risks of the project and avoid potential hazards in production and operation after the project goes into production, the Company adopted a gradual investment approach, which led to the failure of the fundraising project to reach the intended usable status within the planned time. In order to better enhance the construction quality of the fundraising project and rationally and effectively allocate resources, and to match the current production and operation status of the Company, after careful research, the Company has decided to gradually advance the construction process of the fundraising project in accordance with the principle of production and use balance, and adjust the date when the fundraising</p>								

	<p>project reaches the intended usable status.</p> <p>(3) The Company changed the “Volkswagen standard cell project with an annual output of 20Gwh” to the “Volkswagen standard cell production line project”, and the implementation content from “Annual output of 20GWh power lithium-ion batteries, including 10GWh ternary power batteries and 10GWh lithium iron phosphate power batteries” to “Annual output of 28GWh power lithium-ion batteries, including 12GWh ternary power batteries, 16GWh lithium iron phosphate power batteries and supporting PACK production”, and adjusted the time when the project reaches the intended usable status from December 2024 to December 2026, with the implementation location, implementation entity and total investment amount of the above investment project unchanged.</p> <p>Driven by the rapid growth of new energy vehicles, in order to meet the demands of strategic customers for high-performance power lithium batteries, improve the efficiency of the use of raised funds, and realize the Company’s overall business development plan and other objective requirements, the Company intends to change the purpose of the raised funds and adjust the date when the fundraising project reaches the intended usable status. In response to the demands of strategic customers for high-performance power lithium-ion batteries, the Company plans to upgrade and optimize the production line process based on the achievements of the existing fundraising projects, and further expand the production capacity of power batteries. At the same time, given that the performance indicators of the original battery cell design are no longer able to match the latest technical requirements of strategic customers, the Company will simultaneously carry out a comprehensive iteration of the battery cell design during the capacity improvement to ensure that the product performance reaches the industry-leading level and effectively meet customers’ demands for power batteries with high performance and high reliability. In the capacity improvement, the Company will deeply apply its independently developed cathode materials with highly compacted density and high-rate cell technology. By optimizing the formula of cathode and anode materials, improving the structural design and manufacturing process of cells, the Company will produce a new generation of high-performance power lithium-ion cells with high energy density, high charge and discharge efficiency, and long cycle life.</p> <p>2. Decision-making procedures</p> <p>(1) On April 27, 2022, the <i>Proposal on Changing the Use of Raised Funds</i> was deliberated and approved at the 16th meeting of the eighth Board of Directors. At the same time, the Board of Supervisors clearly expressed its consent, independent directors issued independent opinions on their consents, and the sponsor issued a non-objection verification opinion on it. On May 23, 2022, the above proposal was deliberated and adopted at the Company’s 2021 annual general meeting of shareholders.</p> <p>(2) On December 4, 2023, the <i>Proposal on Adjusting the Implementation Progress of Some Fundraising Projects</i> was deliberated and approved at the 5th meeting of the ninth Board of Directors. At the same time, the Board of Supervisors clearly expressed its consent, independent directors issued independent opinions on their consents, and the sponsor issued a non-objection verification opinion on it.</p> <p>(3) On April 24, 2025, the <i>Proposal on Changing the Use of Raised Funds</i> was deliberated and approved at the 12th meeting of the ninth Board of Directors. At the same time, the Board of Supervisors clearly expressed its consent, and the sponsor issued a non-objection verification opinion on it. On May 28, 2025, the above proposal was deliberated and adopted at the Company’s 2024 annual general meeting of shareholders.</p>
Failure to achieve the scheduled progress or expected earnings and the reason therefor (by specific project)	Not applicable
Major changes in the feasibility of the project after change	Not applicable

VII. Sales of major assets and equity

1. Sales of major assets

Applicable Not applicable

The Company did not sell major assets during the reporting period.

2. Sales of major equity

Applicable Not applicable

VIII. Analysis of the major holding companies and joint stock companies

Applicable Not applicable

Major subsidiaries and joint stock companies with an impact of over 10% on the Company's net profit

Monetary Unit: RMB

Company name	Company type	Primary business	Registered capital	Total assets	Net assets	Revenue	Operating profit	Net profit
Hefei Gotion High-Tech Power Energy Co., Ltd.	Subsidiary	Industrial production	10,000,000,000.00	62,051,364,973.85	16,440,861,186.89	16,675,558,920.92	44,070,560.89	115,281,277.39

Acquisition or disposal of subsidiaries during the reporting period

Applicable Not applicable

Company name	Method of acquisition or disposal of subsidiaries during the reporting period	Impact on overall production operations and performance
Liuzhou Gotion New Energy Battery Co., Ltd.	New establishment	Further strengthen the competitive advantage and market development and service capacity of the Company and enhance the profitability and sustainable development of the Company.
Bozhou Gotion New Energy Co., Ltd.	New establishment	Further strengthen the competitive advantage and market development and service capacity of the Company and enhance the profitability and sustainable development of the Company.
Baotou Chuangqi New Energy Co., Ltd.	New establishment	Further strengthen the competitive advantage and market development and service capacity of the Company and enhance the profitability and sustainable development of the Company.
Ordos Xuanhui New Energy Co., Ltd.	New establishment	Further strengthen the competitive advantage and market development and service capacity of the Company and enhance the profitability and sustainable development of the Company.
Anhui Gotion Electric Power Co., Ltd.	New establishment	Further strengthen the competitive advantage and market development and service capacity of the Company and enhance the profitability and sustainable development of the Company.
Tongcheng Xuanneng Wind Power Generation Co., Ltd.	New establishment	Further strengthen the competitive advantage and market development and service capacity of the Company and enhance the profitability and sustainable development of the Company.
Lujiang Gotion Photovoltaic Power Generation Co., Ltd.	New establishment	Further strengthen the competitive advantage and market development and service capacity of the Company and enhance the profitability and sustainable development of the Company.

Lujiang Luxuan Photovoltaic Power Generation Co., Ltd.	New establishment	Further strengthen the competitive advantage and market development and service capacity of the Company and enhance the profitability and sustainable development of the Company.
Tongcheng Lvting Gotion Wind Power Generation Co., Ltd.	New establishment	Further strengthen the competitive advantage and market development and service capacity of the Company and enhance the profitability and sustainable development of the Company.
Gotion Spain Green Energy S.A.	New establishment	Further strengthen the competitive advantage and market development and service capacity of the Company and enhance the profitability and sustainable development of the Company.
G-Volt Africa Ltd.	New establishment	Further strengthen the competitive advantage and market development and service capacity of the Company and enhance the profitability and sustainable development of the Company.
Saudi Arabia Gotion New Energy Ltd.	New establishment	Further strengthen the competitive advantage and market development and service capacity of the Company and enhance the profitability and sustainable development of the Company.
Hefei Gotion Zhonghong New Energy Technology Development Co., Ltd.	Cancel	Optimize the Company's industrial layout and improve its operation efficiency.
Suixi Gotion Power Source Grid Load and Storage New Energy Co., Ltd.	Cancel	Optimize the Company's industrial layout and improve its operation efficiency.
Hefei Gotion Zhonghong New Energy Co., Ltd.	Cancel	Optimize the Company's industrial layout and improve its operation efficiency.
Huaibei Gotion Xiangfeng New Energy Co., Ltd.	Cancel	Optimize the Company's industrial layout and improve its operation efficiency.
Bozhou Gotion Power Source Grid Load and Storage New Energy Co., Ltd.	Cancel	Optimize the Company's industrial layout and improve its operation efficiency.
Tongcheng Kongcheng Gotion Wind Power Generation Co., Ltd.	Cancel	Optimize the Company's industrial layout and improve its operation efficiency.
Guzhen Gotion Power Source Grid Load and Storage New Energy Co., Ltd.	Cancel	Optimize the Company's industrial layout and improve its operation efficiency.
Weihai Gotion New Energy Technology Co., Ltd.	Cancel	Optimize the Company's industrial layout and improve its operation efficiency.

Description of major joint stock companies

IX. Structured entities controlled by the Company

Applicable Not applicable

X. Risks faced by the Company and response measures

(I) Market fluctuations

Risk analysis: There are still uncertainties in the global political and economic environment, and the pace of overseas market development has slowed down. With the gradual release of domestic and foreign enterprises' production capacity, international market competition will intensify.

Response measures: First, strengthen follow-up research and analysis, strengthen risk management in overseas markets, and adopt different development strategies for different regions; second, actively explore new application scenarios, focus on customer needs, accelerate the application of emerging technologies, strengthen

publicity and promotion, and constantly enhance the Company's brand influence; third, accurately plan the pace of development, innovate the mode of business cooperation, improve the after-sales system, steadily expand overseas markets, and effectively prevent and control risks.

(II) Fluctuations in raw material prices

Risk analysis: Lithium and cobalt are the main raw materials for power batteries, and affected by a variety of factors, their prices fluctuate frequently and it is difficult to predict them. Rising raw material prices may squeeze the Company's profit margins and affect its profitability. The decline in raw material prices may cause the risk of inventory impairment, which will have a negative impact on the Company's asset quality and performance.

Response measures: First, improve the supply chain layout, establish long-term and stable supply chain relationship, and ensure relatively stable raw material supply and cost; second, optimize the raw material inventory management strategies to hedge against the fluctuations in prices; third, pay attention to the development of material recycling technology to realize the recycling and utilization of resources; fourth, actively explore the development and application of new battery materials to reduce the dependence on traditional raw materials.

(III) Technology change

Risk analysis: The pace of breakthroughs in new battery technology research and testing and trial use has accelerated. After the technological system is replaced, the existing production lines face risk factors such as high difficulty in implementing technological transformation and high investment costs. If enterprises fail to effectively understand the direction of technological evolution and take countermeasures, their market competitiveness is likely to gradually weaken over time.

Response measures: First, consider the compatibility of the new technology system in advance when the new production line is constructed or the technology is changed; second, go deep into customers, and upgrade or dispose of the backward production lines in advance; third, rely on large-scale R&D investment and high-quality R&D team, and rapidly promote the application of new products and technologies to ensure long-term high-quality development of enterprises.

(IV) Financial control

Risk analysis: With a continuous increase in the Company's revenue, the balance of its accounts receivable will increase, which may have an adverse impact on the Company's production and operation.

Response measures: First, continuously optimize customer structure and concentrate resources, and focus on exploring strategic customers with timely payment and strong financial strength; second, innovate financial and cooperation models to reduce receivable risks.

XI. Formulation and implementation of the market value management system and valuation enhancement plan

Has the Company formulated a market value management system

Yes No

Has the Company disclosed the valuation enhancement plan

Yes No

In order to further regulate the Company's market value management, strengthen the Company's market value management work, and safeguard the legitimate rights and interests of the Company and the investors, the Company actively responds to the *Several Opinions of the State Council on Further Promoting the Sound Development of the Capital Market* on encouraging listed companies to establish market value management system, In accordance with the *Regulatory Guidelines for Listed Companies No. 10 - Market Value Management* and other relevant laws and regulations, the *Market Value Management System* was formulated and approved at the 11th meeting of the ninth Board of Directors of the Company held on December 11, 2024.

XII. Implementation of the action plan for “Improvement of Both Quality and Return”

Has the Company disclosed its announcement on the action plan for “Improvement of Both Quality and Return”?

Yes No

To actively implement the guiding philosophy of “revitalizing the capital market and boosting investors' confidence” and “vigorously improving the quality and investment value of listed companies, taking more powerful and effective measures to stabilize the market and investors' confidence”, continuously strengthen the Company's corporate governance, effectively safeguard the interests of investors, enhance its quality and investment value as a listed company, and achieve sustainable development, the Company has formulated an action plan for “Improvement of Both Quality and Return”, and is focusing on implementing the plan from five key aspects: concentrating on the main business, technological innovation, compliance governance, strengthening information disclosure and shareholder returns. For more details, please refer to the *Announcement on the Action Plan for Promoting the “Improvement of Both Quality and Return”* (Announcement No. 2024-009) and the *Announcement on the Progress of the Action Plan for “Improvement of Both Quality and Return”* (Announcement No. 2025-030) disclosed by the Company on February 6, 2024 and April 25, 2025 respectively on cninfo website.

During the reporting period, the Company actively promoted the action plan for “Improvement of Both Quality and Return”. In terms of concentrating on the main business, the Company closely controlled product quality, extended business scenarios, and proactively ventured into new tracks. In the first half of 2025, it achieved revenue of RMB 19,393.5355 million, with a year-on-year increase of 15.48%. In terms of technological innovation, the Company released a variety of products related to power, energy storage, and digital intelligence solutions, including Jinshi all-solid-state batteries, G Yuanzhun solid-state batteries, Qichen II battery cells, Gotion-brand battery super heavy truck standard package, Qianyuan Zhichu 20MWh energy storage battery systems, and Axtrem digital intelligence solutions, achieving technological innovation in solid-state batteries, and promoting the drive by power and energy storage innovation. In terms of investor returns, the Company formulated and issued the 2024 profit distribution proposal, planning to distribute a cash dividend of RMB 1 (tax included) per 10 shares to all shareholders, with a total cash dividend estimated to be RMB 179

million.

Section IV Corporate Governance, Environment and Society

I. Changes in directors, supervisors and senior officers

Applicable Not applicable

There were no changes in directors, supervisors and senior officers of the Company during the reporting period. For details, please refer to the 2024 annual report.

II. Profit distribution and increase of share capital with reserved fund during the reporting period

Applicable Not applicable

The Company does not plan to distribute cash dividends, bonus shares, or increase share capital with reserved funds in the six months.

III. Implementation of equity incentive plans, employee stock ownership plans or other employee incentive measures of the Company

Applicable Not applicable

1. Equity incentive plans

(1) 2021 stock option incentive plan (the “2021 Incentive Plan”)

a) The Company held the 13th meeting of the eighth Board of Directors on August 26, 2021, deliberating and passing the *Proposal on the “2021 Stock Option Incentive Plan (Draft) of the Company” and Its Summary*, the *Proposal on the “Administrative Measures for the Implementation and Assessment of the 2021 Stock Option Incentive Plan of the Company”* and the *Proposal on Requesting the Shareholders’ Meeting to Authorize the Board of Directors to Handle Matters Related to the 2021 Stock Option Incentive Plan*. It was agreed that 29.98 million stock options would be granted to 1,087 eligible incentive recipients, including directors, senior officers and core technical (business) personnel, at the exercise price of RMB 39.30/share.

b) The Company held the 13th meeting of the eighth Board of Directors on August 26, 2021, deliberating and passing the *Proposal on the “2021 Stock Option Incentive Plan (Draft) of the Company” and Its Summary*, the *Proposal on the “Administrative Measures for the Implementation and Assessment of the 2021 Stock Option Incentive Plan of the Company”* and the *Proposal on Examining the List of Incentive Recipients under the 2021 Stock Option Incentive Plan of the Company*. The Board of Supervisors verified the list of incentive recipients under the 2021 Incentive Plan and gave verification opinions.

c) The Company publicized the names and positions of the incentive recipients under the 2021 Incentive Plan during the period from September 1, 2021 to September 10, 2021. During the publicity period, the Board of Supervisors of the Company did not receive any objection related to the intended incentive recipients under the 2021 Incentive Plan. On September 11, 2021, the Company disclosed the *Publicity Description and Verification Opinions on the List of Incentive Recipients under the 2021 Stock Option Incentive Plan of the Company* (Announcement No.: 2021-079).

d) The Company held the 3rd extraordinary shareholders' meeting of 2021 on September 15, 2021, deliberating and passing the *Proposal on the "2021 Stock Option Incentive Plan (Draft) of the Company" and Its Summary*, the *Proposal on the "Administrative Measures for the Implementation and Assessment of the 2021 Stock Option Incentive Plan of the Company"* and the *Proposal on Requesting the Shareholders' Meeting to Authorize the Board of Directors to Handle Matters Related to the 2021 Stock Option Incentive Plan*. At the same time, the Company conducted an examination on the buying and selling of the Company's stocks by the persons in the know of insider information and the incentive recipients within 6 months before the announcement of the 2021 Incentive Plan, and did not find any buying and selling of stocks by the persons in the know of insider information using insider information. On September 16, 2021, the Company disclosed the *Report on Examination of the Buying and Selling of the Company's Stocks by the Persons in the Know of Insider Information and the Incentive Recipients under the 2021 Stock Option Incentive Plan* (Announcement No.: 2021-082).

e) The Company held the 14th meeting of the eighth Board of Directors and the 14th meeting of the eighth Board of Supervisors on October 28, 2021, deliberating and passing the *Proposal on the Adjustment of Matters Related to the 2021 Stock Option Incentive Plan* and the *Proposal on the Grant of Stock Options to the Incentive Recipients*. The number of incentive recipients under the 2021 Incentive Plan was adjusted from 1,087 to 1,063, while the total number of stock options granted under the 2021 Incentive Plan was not adjusted. Meanwhile, the grant date under the 2021 Incentive Plan was confirmed to be October 28, 2021. The Board of Supervisors verified the list of incentive recipients to be granted with stock options.

f) The Company disclosed the *Announcement on the Completion of Registration of Grant under the 2021 Stock Option Incentive Plan* (Announcement No.: 2021-096) on November 16, 2021. The registration of grant under the 2021 Incentive Plan was completed in Shenzhen Branch of China Securities Depository and Clearing Corporation Limited. Actually 29.98 million stock options were granted to 1,063 eligible incentive recipients.

g) The Company held the 18th meeting of the eighth Board of Directors and the 19th meeting of the eighth Board of Supervisors on July 7, 2022, deliberating and passing the *Proposal on Adjusting the Exercise Price of Stock Options under the 2021 Stock Option Incentive Plan* to adjust the exercise price of the 2021 Incentive Plan from RMB 39.30/share to RMB 39.20/share.

h) The Company held the 3rd meeting of the ninth Board of Directors and the 3rd meeting of the ninth Board of Supervisors on August 28, 2023, deliberating and passing the *Proposal on the Achievement of the Exercise Conditions for the First Exercise Period for the Stock Options Granted under the 2021 Stock Option Incentive Plan* and the *Proposal on the Canceling Some of the Stock Options Granted under the 2021 Stock Option Incentive Plan*. There were a total of 936 incentive recipients who met the exercise conditions for the first exercise period for the stock options granted under the 2021 Incentive Plan, and thus a total of 10.6392 million stock options were exercisable. Meanwhile, a total of 3.3688 million stock options that have been granted to 133 incentive recipients but not yet exercised were canceled since they did not meet or not fully meet the standards in in personal performance appraisal or resigned.

i) The Company held the 5th meeting of the ninth Board of Directors and the 5th meeting of the ninth Board of Supervisors on December 4, 2023, deliberating and passing the *Proposal on Canceling Some of the Stock Options Granted under the 2021 Stock Option Incentive Plan*. A total of 520,000 stock options that have been granted to 19 incentive recipients but not yet exercised were canceled since they resigned and were no longer qualified as incentive recipients. Meanwhile, the first exercise period for the stock options granted under

the 2021 Incentive Plan has expired on November 14, 2023, and as of the expiration date, none of the incentive recipients have exercised the stock options. Therefore, the Company canceled a total of 10.4312 million stock options that have not been exercised upon expiration in accordance with relevant rules and regulations. After the completion of the cancellation, the number of stock options under the 2021 Incentive Plan was changed to 15.66 million, and the number of incentive recipients was changed to 917.

j) The Company held the 8th meeting of the ninth Board of Directors and the 8th meeting of the ninth Board of Supervisors on June 21, 2024, deliberating and passing the *Proposal on Adjusting the Exercise Price of Stock Options under the 2021 Stock Option Incentive Plan* to adjust the exercise price of the stock options under the 2021 Incentive Plan from RMB 39.20/share to RMB 39.10/share.

k) The Company held the 9th meeting of the ninth Board of Directors and the 9th meeting of the ninth Board of Supervisors on August 27, 2024, deliberating and passing the *Proposal on the Achievement of the Exercise Conditions for the Second Exercise Period under the 2021 Stock Option Incentive Plan* and the *Proposal on Canceling Some of the Stock Options Granted under the 2021 Stock Option Incentive Plan*. There were a total of 887 incentive recipients who met the exercise conditions for the second exercise period of the stock options granted under the 2021 Incentive Plan, and thus a total of 7.5822 million stock options were exercisable. Meanwhile, a total of 456,300 stock options that have been granted to the above incentive recipients but not yet exercised were canceled since they did not meet or not fully meet the standards in personal performance appraisal or resigned.

l) The Company held the 11th meeting of the ninth Board of Directors and the 11th meeting of the ninth Board of Supervisors on December 11, 2024, deliberating and passing the *Proposal on Canceling Some of the Stock Options Granted under the 2021 Stock Option Incentive Plan*. The second exercise period for the stock options granted under the 2021 Incentive Plan has expired on November 14, 2024, and as of the expiration date, none of the incentive recipients have exercised the stock options. Therefore, the Company canceled a total of 7.5822 million stock options that have not been exercised upon expiration in accordance with relevant rules and regulations. Meanwhile, since 10 incentive recipients resigned and therefore were disqualified as incentive recipients, the remaining 72,000 stock options granted to the corresponding 10 incentive recipients were cancelled. After the completion of the cancellation, the number of stock options under the 2021 Incentive Plan was changed to 7.5495 million, and the number of incentive recipients was changed to 877.

m) The third waiting period under the 2021 Incentive Plan has expired on November 14, 2024. As of the end of the reporting period, the options thereunder have not been unlocked.

(2) 2022 stock option incentive plan (the “2022 Incentive Plan”)

a) The Company held the 16th meeting of the eighth Board of Directors on April 27, 2022, deliberating and passing the *Proposal on the “2022 Stock Option Incentive Plan (Draft) of the Company” and Its Summary*, the *Proposal on the “Administrative Measures for the Implementation and Assessment of the 2022 Stock Option Incentive Plan of the Company”* and the *Proposal on Requesting the Shareholders’ Meeting to Authorize the Board of Directors to Handle Matters Related to the 2022 Stock Option Incentive Plan*. It was agreed that 60

million stock options would be granted to incentive recipients, and 48 million of them would be granted to 1,757 eligible incentive recipients in the first grant; 12 million stock options would be reserved for grant. The incentive recipients can be directors, senior officers and core technical (business) personnel of the Company. The exercise price is RMB 18.77/share.

b) The Company held the 16th meeting of the eighth Board of Directors on April 27, 2022, deliberating and passing the *Proposal on the “2022 Stock Option Incentive Plan (Draft) of the Company” and Its Summary*, the *Proposal on the “Administrative Measures for the Implementation and Assessment of the 2022 Stock Option Incentive Plan of the Company”* and the *Proposal on Examining the List of Incentive Recipients in the First Grant under the 2022 Stock Option Incentive Plan of the Company*. The Board of Supervisors verified the list of incentive recipients in the first grant under the 2022 Incentive Plan and gave verification opinions.

c) The Company publicized the names and positions of the incentive recipients in the first grant under the 2022 Incentive Plan during the period from April 30, 2022 to May 9, 2022. During the publicity period, the Board of Supervisors of the Company did not receive any objection related to the intended incentive recipients in the first grant under the 2022 Incentive Plan. On May 11, 2022, the Company disclosed the *Publicity Description and Verification Opinions on the List of Incentive Recipients in the First Grant under the 2022 Stock Option Incentive Plan of the Company* (Announcement No.: 2022-047).

d) The Company held the annual shareholders’ meeting of 2021 on May 23, 2022, deliberating and passing the *Proposal on the “2022 Stock Option Incentive Plan (Draft) of the Company” and Its Summary*, the *Proposal on the “Administrative Measures for the Implementation and Assessment of the 2022 Stock Option Incentive Plan of the Company”* and the *Proposal on Requesting the Shareholders’ Meeting to Authorize the Board of Directors to Handle Matters Related to the 2022 Stock Option Incentive Plan*. At the same time, the Company conducted an examination on the buying and selling of the Company’s stocks by the persons in the know of insider information and the incentive recipients within 6 months before the disclosure of the draft 2022 Incentive Plan for the first time. On May 24, 2022, the Company disclosed the *Report on Examination of the Buying and Selling of the Company’s Stocks by the Persons in the Know of Insider Information and the Incentive Recipients under the 2021 Stock Option Incentive Plan* (Announcement No.: 2022-050).

e) The Company held the 18th meeting of the eighth Board of Directors and the 19th meeting of the eighth Board of Supervisors on July 7, 2022, deliberating and passing the *Proposal on the Adjustment of Matters Related to the 2022 Stock Option Incentive Plan* and the *Proposal on the First Grant of Stock Options to Incentive Recipients*. The number of incentive recipients in the first grant under the 2022 Incentive Plan was adjusted from 1,757 to 1,723, the total number of stock options in the first grant under the 2022 Incentive Plan was adjusted from 48 million to 47.75 million, the total number of stock options reserved for grant was adjusted from 12 million to 11.9375 million, the total number of stock options to be granted was adjusted from 60 million to 59.6875 million, and the exercise price of stock options first granted and reserved for grant was adjusted from RMB 18.77/share to RMB18.67/share. Meanwhile, the date of first grant under the 2022 Incentive Plan was confirmed to be July 8, 2022. The Board of Supervisors verified the list of incentive recipients to be granted with stock options.

f) The Company disclosed the *Announcement on the Completion of Registration of the First Grant under the 2021 Stock Option Incentive Plan* (Announcement No.: 2022-067) on July 22, 2022. The registration of the first grant under the 2022 Incentive Plan was completed in Shenzhen Branch of China Securities Depository and Clearing Corporation Limited. Actually 47.75 million stock options were granted to 1,723 eligible incentive recipients.

g) The Company held the 3rd meeting of the ninth Board of Directors and the 3rd meeting of the ninth Board of Supervisors on August 28, 2023, deliberating and passing the *Proposal on the Achievement of the Exercise Conditions for the First Exercise Period for the Stock Options First Granted under the 2022 Stock Option Incentive Plan* and the *Proposal on Canceling Some of the Stock Options First Granted under the 2022 Stock Option Incentive Plan*. There were a total of 1,571 incentive recipients who met the exercise conditions for the first exercise period of the stock options granted under the 2022 Incentive Plan, and a total of 17.396 million stock options became exercisable, with an exercise price of RMB 18.67/share. Meanwhile, a total of 4.14 million stock options that have been granted to 193 incentive recipients but not yet exercised were canceled since they did not meet or not fully meet the standards in individual performance appraisal or resigned.

h) The Company disclosed the *Reminder Announcement on the Adoption of Autonomous Exercise Mode for the First Exercise Period for the Stock Options First Granted under the 2022 Stock Option Incentive Plan* (Announcement No.: 2023-068) on September 19, 2023. The first exercise period for the stock options first granted under the 2022 Incentive Plan is from September 20, 2023 to July 19, 2024. During the period from the deliberation and approval by the Board of Directors of the Company of the *Proposal on the Achievement of the Exercise Conditions for the First Exercise Period for the Stock Options First Granted under the 2022 Stock Option Incentive Plan* to the completion of the procedures for the application for registration for the autonomous exercise mode, a total of 10 incentive recipients did not meet the exercise conditions due to resignation, and thus the corresponding stock options were canceled after completing the approval process. In 2022, there were a total of 1,561 incentive recipients who actually meet the exercise conditions during the first exercise period for the stock options first granted under the 2022 Incentive Plan, and thus a total of 17.316 million stock options were exercisable.

i) The Company held the 8th meeting of the ninth Board of Directors and the 8th meeting of the ninth Board of Supervisors on June 21, 2024, deliberating and passing the *Proposal on Adjusting the Exercise Price of Stock Options under the 2022 Stock Option Incentive Plan* to adjust the exercise price of the stock options under the 2022 Incentive Plan from RMB 18.67/share to RMB 18.57/share.

j) The Company held the 9th meeting of the ninth Board of Directors and the 9th meeting of the ninth Board of Supervisors on August 27, 2024, deliberating and passing the *Proposal on the Achievement of the Exercise Conditions for the Second Exercise Period for the Stock Options First Granted under the 2022 Stock Option Incentive Plan* and the *Proposal on Canceling Some of the Stock Options First Granted under the 2022 Stock Option Incentive Plan*. There were a total of 1,477 incentive recipients who met the exercise conditions for the second exercise period of the stock options granted under the 2022 Incentive Plan, and a total of 12.4368 million stock options became exercisable, with an exercise price of RMB 18.57/share. Meanwhile, the Board of Directors agreed to cancel a total of 4,167,840 stock options that have been granted to the incentive recipients but not yet exercised since they did not meet or not fully meet the standards in individual performance appraisal, resigned, or failed to exercise the stock options upon expiration of the first exercise period.

k) The Company disclosed the *Reminder Announcement on the Adoption of Autonomous Exercise Mode for the Second Exercise Period for the Stock Options First Granted under the 2022 Stock Option Incentive Plan* (Announcement No.: 2024-075) on October 10, 2024. The second exercise period for the stock options first granted under the 2022 Incentive Plan is from October 11, 2024 to July 18, 2025. During the period from the deliberation and approval by the Board of Directors of the Company of the *Proposal on the Achievement of the*

Exercise Conditions for the Second Exercise Period for the Stock Options First Granted under the 2022 Stock Option Incentive Plan to the completion of the procedures for the application for registration for the autonomous exercise mode, a total of 14 incentive recipients did not meet the exercise conditions due to resignation, or voluntarily waived their rights to exercise during the second exercise period, and thus the corresponding stock options were canceled after completing the approval process. In 2022, there were a total of 1,463 incentive recipients who actually meet the exercise conditions during the second exercise period for the stock options first granted under the 2022 Incentive Plan, and thus a total of 12.3264 million stock options were exercisable.

1) The first exercise period for the stock options first granted under the 2022 Incentive Plan has expired on July 19, 2024. A total of 14,531,360 stock options were exercised by the incentive recipients during the first exercise period. As of the end of the reporting period, the second exercise period has not yet expired. A total of 11,706,190 stock options were exercised by the incentive recipients during the second exercise period, including 3,116,068 stock options exercised during the reporting period. During the reporting period, the total share capital of the Company increased from 1,801,996,317 shares to 1,805,112,385 shares.

Note: A total of 11,937,500 stock options reserved for grant under the 2022 Incentive Plan were not granted within 12 months upon deliberation and approval at the Company's general meeting of shareholders (i.e., prior to May 23, 2023). Therefore, the reserved options have lapsed.

2. Implementation of the employee stock ownership plan (ESOP)

Applicable Not applicable

All ESOPs in force during the reporting period

Scope of employees	Number of employees	Total amount of stocks held	Change	Ratio to total share capital of the listed Company	Source of funds for plan implementation
Incentive objects under the ESOP (Phase III)	96	944,584	1 incentive recipient resigned and sold 1,339,100 shares of the Company	0.05%	Own and self-raised funds of incentive recipients
Incentive objects under the ESOP (Phase IV)	468	8,025,000	Not applicable	0.44%	Own and self-raised funds of incentive recipients

Stocks held by directors, supervisors and senior officers under the ESOP during the reporting period

Name	Position	Number of shares held at the beginning of the reporting period	Number of shares held at the end of the reporting period	Ratio to the total share capital of the Company
Steven Cai	Director	65,707	45,000	0.00%
Zhang Hongli	Director	135,707	115,000	0.01%
Yang Dafa	Chairman of the Board of Supervisors	34,283	26,000	0.00%
Wu Yibing	Supervisor	34,283	26,000	0.00%
Wang Qisui	Vice General Manager	164,273	127,000	0.01%
Wang Qiang	Vice General Manager	100,000	100,000	0.01%
Zhang Wei	Vice General Manager	55,707	35,000	0.00%
Sun Aiming	Vice General Manager	55,707	35,000	0.00%
Wang Quan	Secretary of the Board of Directors	20,000	20,000	0.00%

Changes of asset management institutions during the reporting period

Applicable Not applicable

Changes in equity caused by holders' disposal of shares during the reporting period

Applicable Not applicable

During the reporting period, under the ESOP (Phase III) of the Company, 1,339,100 shares of the Company were sold in accordance with relevant regulations.

Exercise of shareholders' rights during the reporting period

During the reporting period, representatives of both the ESOP (Phase III) and the ESOP (Phase IV) attended one shareholders' meeting and exercised voting rights at the meeting.

Other relevant information and explanation of the ESOP during the reporting period

Applicable Not applicable

Changes in the members of the ESOP Management Committee

Applicable Not applicable

Financial influence of the ESOP on the listed company during the reporting period and related accounting treatment

Applicable Not applicable

Termination of the ESOP during the reporting period

Applicable Not applicable

Other notes:

(1) ESOP (Phase III)

a) The Company held the 21st meeting of the eighth Board of Directors on December 22, 2022, deliberating and passing the *Proposal on the Achievement of the Conditions for Unlocking the First Batch of Shares under the ESOP (Phase III)*. The conditions for unlocking the first batch of shares under the ESOP (Phase III) have been met, the lockup period expired on January 17, 2023, and the unlocking ratio is 40% of the total number of shares held under the ESOP (Phase III) (i.e., 1,253,473 shares). The ESOP (Phase III) Management Committee has sold the underlying stocks, and has distributed profits to the holders of the ESOP in accordance with relevant regulations.

b) The Company held the 6th meeting of the ninth Board of Directors on April 18, 2024, deliberating and passing the *Proposal on the Achievement of the Conditions for Unlocking the Second Batch of Shares under the ESOP (Phase III)*. The conditions for unlocking the second batch of shares under the ESOP (Phase III) have been met, the lockup period expired on January 17, 2024, and the unlocking ratio is 30% of the total number of shares held under the ESOP (Phase III) (i.e., 871,705 shares). The ESOP (Phase III) Management Committee has sold the underlying stocks, and has distributed profits to the holders of the ESOP in accordance with relevant regulations.

c) The Company held the 12th meeting of the ninth Board of Directors on April 14, 2025, deliberating and passing the *Proposal on the Achievement of the Conditions for Unlocking the Third Batch of Shares under the ESOP (Phase III)*. The conditions for unlocking the third batch of shares under the ESOP (Phase III) have been met, the lockup period expired on January 17, 2025, and the unlocking ratio is 30% of the total number of shares held under the ESOP (Phase III) (i.e., 860,905 shares). The ESOP (Phase III) Management Committee will selectively sell the underlying stocks during the duration, and distribute profits to the holders of the ESOP in accordance with relevant regulations.

d) As of the end of the reporting period, 944,584 shares of the Company are held under the ESOP (Phase III).

(2) ESOP (Phase IV)

a) On April 30, 2024, the Company held the 7th meeting of the ninth Board of Directors and the 7th meeting of the ninth Board of Supervisors, deliberating and passing the *Proposal on the “ESOP (Phase IV) (Draft) of the Company” and Its Summary* and other relevant proposals, and agreeing to implement the Company’s ESOP (Phase IV). The above matters have been reviewed and approved at the 2023 annual general meeting of shareholders held by the Company on May 21, 2024, and the general meeting of shareholders agreed to authorize the Board of Directors to handle the relevant matters.

b) On June 21, 2024, the Company held the 8th meeting of the ninth Board of Directors, deliberating and passing the *Proposal on Adjusting the Transfer Price of Stocks under the ESOP (Phase IV)*. In view of the fact that the Company implemented the 2023 annual equity distribution during the period from the date of publication of the draft of the ESOP (Phase IV) to the completion of the transfer of the first batch of shares, in accordance with the relevant provisions of the *Employee Stock Ownership Plan (Phase IV) of the Company*, the Company adjusted the subscription price under the ESOP (Phase IV) from RMB 11.70/share to RMB 11.60/share.

c) On December 26, 2024, the Company disclosed the *Announcement on the Completion of the Non-trading Transfer of the First Batch under the ESOP (Phase IV)* (Announcement No.: 2024-102). Actually, 468 subscribers subscribed for 93.09 million shares in the first batch under the ESOP (Phase IV), with the total subscription capital of RMB 93.09 million, and the number of corresponding non-traded shares was 8.025 million.

d) As of the end of the reporting period, the first lockup period under the ESOP (Phase IV) has not yet expired.

3. Other employee incentive measures

Applicable Not applicable

IV. Disclosure of environmental information

Whether the listed company and its major subsidiaries are included in the list of enterprises that should disclose environmental information in accordance with the law

Yes No

Number of enterprises included in the list of enterprises that should disclose environmental information in accordance with the law		10
No.	Company name	Query index for report on environmental information disclosed in accordance with the law
1	Hefei Gotion High-Tech Power Energy Co., Ltd.	System on Corporate Environmental Information Disclosed in accordance with the Law (Anhui) https://39.145.37.16:8081/zhhb/yfplpub_html/#/home
2	Hefei Gotion Battery Co., Ltd.	System on Corporate Environmental Information Disclosed in accordance with the Law (Anhui) https://39.145.37.16:8081/zhhb/yfplpub_html/#/home
3	Hefei Gotion New Material Technology Co., Ltd.	System on Corporate Environmental Information Disclosed in accordance with the Law (Anhui) https://39.145.37.16:8081/zhhb/yfplpub_html/#/home
4	Gotion New Energy (Lujiang) Co., Ltd.	System on Corporate Environmental Information Disclosed in accordance with the Law (Anhui) https://39.145.37.16:8081/zhhb/yfplpub_html/#/home
5	Qingdao Gotion Battery Co., Ltd.	System on Corporate Environmental Information Disclosed in accordance with the Law (Shandong) http://221.214.62.226:8090/EnvironmentDisclosure/
6	Inner Mongolia Gotion Zero Carbon Technology Co., Ltd.	System on Corporate Environmental Information Disclosed in accordance with the Law (Inner Mongolia) http://111.56.142.62:40010/support-yfpl-web/web/viewRunner.html?viewId=http://111.56.142.62:40010/support-yfpl-web/web/sps/views/yfpl/views/yfplYearReport/index.js
7	Tangshan Gotion Battery Co., Ltd.	System on Corporate Environmental Information Disclosed in accordance with the Law (Hebei) http://121.29.48.71:8080/#/fill/detail?enpId=28B7382A-D5F8-4866-B951-B61B0DB30445&year=2024
8	Nanjing Gotion Battery Co., Ltd.	System on Corporate Environmental Information Disclosed in accordance with the Law (Jiangsu) http://ywxt.sthjt.jiangsu.gov.cn:18181/spsarchive-webapp/web/viewRunner.html?viewId=http://ywxt.sthjt.jiangsu.gov.cn:18181/spsarchive-webapp/web/sps/views/yfpl/views/yfplHomeNew/index.js
9	Yichun Kefeng New Material Co., Ltd	System on Corporate Environmental Information Disclosed in accordance with the Law (Jiangxi) http://qyhjxxyfpl.sthjt.jiangxi.gov.cn:15004/information
10	Yifeng Gotion Lithium Industry Co., Ltd.	System on Corporate Environmental Information Disclosed in accordance with the Law (Jiangxi) http://qyhjxxyfpl.sthjt.jiangxi.gov.cn:15004/information

V. Social responsibilities

The Company adheres to a high sense of social responsibility. While pursuing stable development, it proactively benchmarks against advanced standards of sustainable development and continuously enhances its responsibility fulfillment efficiency. During the reporting period, the Company expanded the coverage of assistance for those in difficulty, innovated the forms of public welfare donations, fulfilled the obligations of a corporate citizen through practical actions, and strived to give back to society and create value. Details are as follows.

(I) Fulfillment of social responsibilities in the first half of 2025

1. Help projects: In the first half of 2025, the Company launched a special consolation campaign for 200 employees with financial difficulties, with a total expenditure of RMB 600,000, and provided assistance to over ten employees suffering from serious illnesses or sudden difficulties, with a total of RMB 156,500 allocated for support.

2. Public welfare: In the first half of 2025, Dongyuan Electrical, a subsidiary of the Company, distributed consolation money to the elderly over 70 years old in the surrounding communities and provided electricity grants to the local residents, with a total expenditure of RMB 65,000.

3. Rural revitalization: In the first half of 2025, the Company completed its first photovoltaic and energy storage integrated demonstration public welfare project in Sidaohe Village, Tangjiahui Town, Jinzhai County, Anhui Province. It operates under the “self-generated, self-consumed, and surplus power fed to the grid” model, creating a smart energy application scenario in rural areas. The Company donated a project value of RMB 900,000. This project generates nearly 52,000 kilowatt-hours of electricity annually and is expected to reduce 30.21 tons of carbon emissions each year. The Company and its subsidiaries have actively responded to the national policy of stabilizing employment. By implementing employment assistance in rural areas, they have cumulatively provided more than 5,000 job positions. Liuzhou Gotion, a subsidiary of the Company, purchased zongzi, a characteristic agricultural product from poverty-stricken areas, with a total expenditure of RMB 106,000.

(II) Work plan for the second half of 2025

1. Public welfare: The Company and some of its subsidiaries will promote co-construction work in the communities where they are located, with a focus on launching a consolation campaign for outdoor workers in high temperatures. Subsequently, the “Caring for the Elderly and Children” warm winter campaign will be launched to assist families in need.

2. Rural revitalization: The Company plans to launch a public welfare promotion project for energy storage products in the second half of 2025, donating a total value of approximately RMB 2 million. While contributing to rural revitalization, it aims to create a benchmark demonstration project for the Company’s energy storage business. The Company and some of its subsidiaries will target the recruitment of rural laborers to help enhance the local employment level, target the purchase of seasonal agricultural products from local farmers or

surrounding poverty-stricken areas, and through this model, drive the sales of agricultural products to achieve the goal of industrial assistance. They will carry out the “one-to-one” pairing assistance program for disadvantaged groups, and consolidate the achievements of poverty alleviation through measures such as skills training and industrial introduction.

3. Caring for students: Chuzhou Gotion, a subsidiary of the Company, plans to provide learning materials to impoverished students in the surrounding areas and offer targeted financial support for the development of education.

Section V Major Matters

I. Commitments that have been completed during the reporting period or not completed by the end of the reporting period by the Company's actual controller, shareholders, related parties, acquirers and other commitment parties

Applicable Not Applicable

During the reporting period, the Company has no commitments that have been completed during the reporting period or not completed by the end of the reporting period by the Company's actual controller, shareholders, related parties, acquirers and other commitment parties.

II. Controlling shareholder and its related parties' occupation of non-operating capital of the Company

Applicable Not Applicable

During the reporting period, the controlling shareholder and its related parties did not occupy any non-operating capital of the Company.

III. Illegal guarantee

Applicable Not Applicable

During the reporting period, the Company did not provide any illegal guarantees.

IV. Appointment and dismissal of accounting firm

Whether the semi-annual financial report is audited or not

Yes No

The semi-annual report of the Company is not audited.

V. Explanations made by the Board of Directors and the Board of Supervisors on the "Non-standard Auditor's Report" from the accounting firm during the reporting period

Applicable Not applicable

VI. Statement by the Board of Directors on the "Non-Standard Auditor's Report" of the last year

Applicable Not applicable

VII. Matters related to bankruptcy reorganization

Applicable Not applicable

The Company did not have any bankruptcy reorganization related matters during the reporting period.

VIII. Litigation

Major litigation and arbitration

Applicable Not applicable

The Company did not have any major litigation or arbitration during the reporting period.

Other litigation

Applicable Not applicable

General information of litigation (arbitration)	Amount involved (RMB '0,000)	Whether estimated liabilities are formed	Progress in litigation (arbitration)	Result of litigation (arbitration) and impact thereof	Enforcement of litigation (arbitration) judgments	Disclosure date	Disclosure website
Case of construction contract dispute between Tongzhou Construction Group Co., Ltd. and Hi-tech (Anhui) Architecture Design & Research Institute Co., Ltd. v. Tianjin CHTC New Energy Automobile Research Institute Co., Ltd. in 2019	4,002.39	No	Under enforcement	No material impact	Under enforcement		
Case of sales contract disputes between Hefei Gotion High-Tech Power Energy Co., Ltd. v. Jiangsu Zhongkun Automobile Industry Co., Ltd.	4,765.86	No	Under enforcement	No material impact	Under enforcement		
Case of sales contract disputes between Hefei Gotion High-Tech Power Energy Co., Ltd. v. Shanghai Sunlong Bus Co., Ltd.	9,717.68	No	Under enforcement	No material impact	Under enforcement		
Case of equity	4,289.41	No	Under	No material	Under		

transfer disputes between Hunan Lixing Mining Technology Co., Ltd. v. Yichun Kefeng New Materials Co., Ltd.			enforcement	impact	enforcement		
Case of sales contract disputes between Hefei Gotion High-Tech Power Energy Co., Ltd. v. WM New Energy Auto Parts (Wenzhou) Co., Ltd. in 2022	8,371.84	No	Under enforcement	No material impact	Under enforcement		
Case of loan contract disputes between China High-Tech Group Corporation v. eight defendants, including Tianjin CHTC New Energy Automobile Research Institute Co., Ltd., Hefei Gotion High-Tech Power Energy Co., Ltd., and Beijing CHTC Xinneng New Energy Automobile Technology Co., Ltd.	7,000	No	Under retrial	No material impact	Under retrial		
Case of loan contract disputes between Yichun Branch of Industrial Bank Co., Ltd. v. Jiangxi Hzone-li Technology Co., Ltd. in 2019	2,632.31	No	Under bankruptcy liquidation	No material impact	Under bankruptcy liquidation		

Case of disputes over the right of recovery between Yichun Jinyuan Investment Co., Ltd. v. Jiangxi Hzone-li Technology Co., Ltd. in 2020	2,850.58	No	Under bankruptcy liquidation	No material impact	Under bankruptcy liquidation		
Case of sales contract disputes between Hefei Gotion High-Tech Power Energy Co., Ltd. v. Anhui Dongjiang New Energy Technology Co., Ltd., Anhui Dajiang New Energy Technology Co., Ltd., Dongjin Power Co., Ltd., Hefei Baijiaxin Science and Technology Consulting Co., Ltd., Shen Jun, Chen Zhenji, Wang Haixia and Zheng Jiayang	6,454.82	No	Under enforcement	No material impact	Under enforcement		
Case of construction contract disputes between China Construction Dongfang Decoration Co., Ltd. and Anhui Gotion New Energy Automobile Technology Co., Ltd.	2,508.06	No	Closed	No material impact	Closed		
Case of sales contract disputes between Hefei Gotion New Energy	8,256.24	No	Under trial	No material impact	Under trial		

Technology Co., Ltd. v. Sanfa (Guangzhou) Materials Technology Co., Ltd.							
Case of disputes over liability for damage to the company's interests between Yichun Kefeng New Materials Co., Ltd. v. Li Xinhai	5,500	No	Under investigation for enforcement	No material impact	Under investigation for enforcement		
Case of sales contract disputes between Hefei Gotion High-Tech Power Energy Co., Ltd. v. Henan Yujie Era Automobile Co., Ltd	5,601.77	No	Under enforcement	No material impact	Under enforcement		
Case of loan contract disputes between China High-Tech Group Corporation v. Beijing CHTC Xinneng New Energy Automobile Technology Co., Ltd., Hefei Gotion High-Tech Power Energy Co., Ltd. and Tianjin CHTC New Energy Automobile Research Institute Co., Ltd.	7,400	No	Under trial	No material impact	Under trial		
Case of sales contract disputes between Hefei Gotion Battery Materials Co., Ltd. v. Tibet Heli Lithium	9,290.87	No	Under enforcement	No material impact	Under enforcement		

Industry Co., Ltd.							
Case of sales contract disputes between Yifeng Gotion Lithium Industry Co., Ltd. v. Guangdong Zhongyao Technology Co., Ltd.	9,908.63	No	Under trial	No material impact	Under trial		
Other cases under enforcement	115,066.9	No	Under enforcement	No material impact	Under enforcement		

IX. Punishment and rectification

Applicable Not applicable

The Company received no punishment and made no rectification during the reporting period.

X. Credit status of the Company, its controlling shareholder and actual controller

Applicable Not applicable

XI. Major related party transactions

1. Related party transactions related to daily operations

Applicable Not applicable

Related party	Related relationship	Type of related party transaction	Contents of related party transaction	Pricing principles for related party transactions	Price of related party transaction	Amount of related party transaction (RMB '0,000)	Proportion in amount of similar transactions	Approved transaction quota (RMB '0,000)	Is the approved limit exceeded	Settlement method of related party transactions	Available market price for similar transactions	Disclosure date	Disclosure website
Nanjing Shengshi Precision Industry Co., Ltd.	A company controlled by the actual controller	Purchase of goods	Cell shells and accessories	Fair pricing with reference to the market price	Market price	81,236.12	15.17%	100,000	No	Currency	Not applicable	April 25, 2025	Cninfo website, Announcement No. 2025-018
Hefei Qianrui Technology Co., Ltd.	A company controlled by the actual controller	Purchase of goods	Electrolyte	Fair pricing with reference to the market price	Market price	20,522.71	2.64%	50,000	No	Currency	Not applicable	April 25, 2025	Cninfo website, Announcement No. 2025-018
Anhui Gotion Feidong New Energy Technology Co., Ltd.	A company controlled by the actual controller	Purchase of goods	Battery materials and accessories	Fair pricing with reference to the market price	Market price			50,000	No	Currency	Not applicable	April 25, 2025	Cninfo website, Announcement No. 2025-018
Hefei Yuanyuan Technology Co., Ltd.	A company controlled by the actual controller	Purchase of goods	Aluminum foil and conductive paste	Fair pricing with reference to the market price	Market price	30,277.74	3.90%	50,000	No	Currency	Not applicable	April 25, 2025	Cninfo website, Announcement No. 2025-018
Anhui Gotion Xianglv Technology Co., Ltd.	A company controlled by the actual controller	Purchase of goods	Battery box and accessories	Fair pricing with reference to the market	Market price	6,515.2	0.41%	20,000	No	Currency	Not applicable	April 25, 2025	Cninfo website, Announcement No. 2025-018

				price									
MCC Ramu New Energy Technology Co., Ltd.	A company in which Hefei Gotion holds 30% of its shares and Wang Qiang, vice general manager of the Company, once served as a director	Purchase of goods	Ternary precursor	Fair pricing with reference to the market price	Market price	6,654.17	0.86%	20,000	No	Currency	Not applicable	April 25, 2025	Cninfo website, Announcement No. 2025-018
V-G High-Tech Energy Solutions	An associate of the Company, in which Li Chen, one of the controlling shareholders, once served as a director	Purchase of goods	Battery cells and assemblies	Fair pricing with reference to the market price	Market price	11,479.24	4.26%	20,000	No	Currency	Not applicable	April 25, 2025	Cninfo website, Announcement No. 2025-018
Tata Auto Comp Gotion Green Energy Solutions Private Limited	An associate of the Company, in which Li Chen, one of the controlling shareholders, once	Sales of goods	Battery cell	Fair pricing with reference to the market price	Market price	63,244.51	4.51%	200,000	No	Currency	Not applicable	April 25, 2025	Cninfo website, Announcement No. 2025-018

	served as a director												
Volkswagen (China) Investment Co., Ltd. and its related parties	The largest shareholder of the Company	Sales of goods	Energy storage systems and battery cells	Fair pricing with reference to the market price	Market price	13,465.05	0.96%	200,000	No	Currency	Not applicable	April 25, 2025	Cninfo website, Announcement No. 2025-018
V-G High-Tech Energy Solutions	An associate of the Company, in which Li Chen, one of the controlling shareholders, once served as a director	Sales of goods	Battery cells and materials	Fair pricing with reference to the market price	Market price	25,985.11	1.85%	100,000	No	Currency	Not applicable	April 25, 2025	Cninfo website, Announcement No. 2025-018
Shanghai Gotion Digital Energy Technology Co., Ltd.	A company controlled by the actual controller	Sales of goods	Energy storage systems and battery cells	Fair pricing with reference to the market price	Market price	8,609.37	1.89%	30,000	No	Currency	Not applicable	April 25, 2025	Cninfo website, Announcement No. 2025-018
Anhui Gotion Feidong New Energy Technology Co., Ltd.	A company controlled by the actual controller	Sales of goods	Waste materials	Fair pricing with reference to the market price	Market price	28,321.9	90.68%	50,000	No	Currency	Not applicable	April 25, 2025	Cninfo website, Announcement No. 2025-018
Jiangsu Dianlala New Energy	A company controlled by the actual	Sales of goods	Energy storage systems and battery	Fair pricing with reference	Market price	22,285.71	4.88%	20,000	Yes	Currency	Not applicable	April 25, 2025	Cninfo website, Announcement No. 2025-

Technology Co., Ltd.	controller		cells	to the market price									018
Volkswagen (China) Investment Co., Ltd. and its related parties	The largest shareholder of the Company	Acceptance of labor services/Rental of assets	Labor fee	Fair pricing with reference to the market price	Market price	53.31	0.56%	10,000	No	Currency	Not applicable	April 25, 2025	Cninfo website, Announcement No. 2025-018
Anhui Minsheng Property Management Co., Ltd.	A company controlled by the actual controller in the past 12 months	Acceptance of labor services/Rental of assets	Energy and property management fees	Fair pricing with reference to the market price	Market price	3,566.12	42.55%	50,000	No	Currency	Not applicable	April 25, 2025	Cninfo website, Announcement No. 2025-018
Gotion Holding Group Co., Ltd. and its subsidiaries	A company controlled by the actual controller	Acceptance of labor services/Rental of assets	Factory building leasing	Fair pricing with reference to the market price	Market price	7,859.16	23.36%	30,000	No	Currency	Not applicable	April 25, 2025	Cninfo website, Announcement No. 2025-018
Volkswagen (China) Investment Co., Ltd. and its related parties	The largest shareholder of the Company	Rendering of labor services/Leasing of assets	Development and labor fees, production line leasing	Fair pricing with reference to the market price	Market price	4,924.37	22.69%	80,000	No	Currency	Not applicable	April 25, 2025	Cninfo website, Announcement No. 2025-018
V-G High-Tech Energy Solutions	An associate of the Company, in which Li Chen, one of the controlling	Rendering of labor services/Leasing of assets	Development and labor fees	Fair pricing with reference to the market price	Market price	3,160.91	14.39%	20,000	No	Currency	Not applicable	April 25, 2025	Cninfo website, Announcement No. 2025-018

	shareholders, once served as a director												
Total		--	--	338,160.7	--	1,100,000	--	--	--	--	--	--	--
Details of large sales return		No											
If the total amount of daily related party transactions to occur in the current period is estimated by category, the actual performance (if any) during the reporting period		The actual trading amounts of each related party transaction conducted by the Company in the first half of 2025 fall within the limit deliberated and approved by the Board of Directors and the general meeting of shareholders. The difference between the actual and expected related party transaction amounts is primarily attributable to market fluctuations, the Company's business development, and changes in customer demand. The actual related party transactions between the Company and its related parties in the first half of 2025 are in line with the actual production and operation needs of the Company, with fair pricing and no harm to the interests of the Company and its shareholders. Other than the routine related party transactions disclosed above, the Company was not involved in any additional routine related party transactions subject to disclosure during the reporting period.											
Reasons for large difference between the transaction price and the market reference price (if applicable)		Not applicable											

2. Related party transactions related to the acquisition or sale of assets or equity

Applicable Not Applicable

The Company did not have any related party transactions related to the acquisition or sale of assets or equity during the reporting period.

3. Related party transactions related to joint investment

Applicable Not Applicable

The Company had no related party transaction related to joint investment during the reporting period.

4. Related creditor's rights and debts

Applicable Not applicable

Whether there are non-operating related creditor's rights and debts

Yes No

Creditor's rights receivable from related parties

Related party	Related relationship	Reasons for formation	Is there any non-operating occupation of funds	Beginning balance (RMB '0,000)	Amount increased in the current period (RMB '0,000)	Amount recovered in the current period (RMB '0,000)	Interest rate	Current interest (RMB '0,000)	Ending balance (RMB '0,000)
V-G High-Tech Energy Solutions	An associate of the Company, in which Li Chen, one of the controlling shareholders, once served as a director	Project construction and daily operation	No		50,312.51		5.00%	213.66	50,526.16
Impact of related creditor's rights on the Company's operating results and financial position		Project construction and daily operation							

Debts payable to related parties

Related	Related	Reasons for	Beginning	Amount	Amount	Interest rate	Current	Ending
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party	relationship	formation	balance (RMB '0,000)	increased in the current period (RMB '0,000)	repaid in the current period (RMB '0,000)		interest (RMB '0,000)	balance (RMB '0,000)
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5. Transactions with related finance company

Applicable Not Applicable

The Company had no deposits, loans, credit facilities or other financial business with the related finance company and related parties.

6. Transactions between the finance company controlled by the Company and related parties

Applicable Not Applicable

There were no deposits, loans, credit facilities or other financial business between the finance company controlled by the Company and related parties.

7. Other major related party transactions

Applicable Not Applicable

The Company had no other major related party transactions during the reporting period.

XII. Major contracts and the performance thereof

1. Trusteeship, contracting and lease matters

(1) Trusteeship

Applicable Not applicable

The Company had no trusteeship matters during the reporting period.

(2) Contracting

Applicable Not applicable

The Company had no contracting matters during the reporting period.

(3) Lease

Applicable Not applicable

Description of lease

1. Financial leasing: As of the end of the reporting period, the total lease principal involved in the sale-leaseback and direct lease financial leasing of the Company and its subsidiaries totaled RMB 4,479,880,100, and the total principal balance for the business not yet completed amounted to RMB 2,524,619,700. During the reporting period, the Company and its subsidiaries paid the rent on time.

2. Please refer to the relevant contents of Section VIII Financial Report - XIV.5.(2) Related party leasing” for related party leasing. In addition, during the reporting period, some of the Company’s own properties were rented out, and there were no other major leases except for office and warehouse use.

Projects that bring the Company a profit or loss of more than 10% of the Company’s total profit of the reporting period

Applicable Not Applicable

The Company had no leasing projects that bring it a profit or loss of more than 10% of the Company’s total profit thereof during the reporting period.

2. Major guarantee

Applicable Not applicable

Monetary Unit: RMB ‘0,000

Guarantee provided by the Company and its subsidiaries for other (excluding the guarantees provided for its subsidiaries)										
Name of guaranteed entity	Disclosure date of relevant announcement on guarantee amount	Guarantee amount	Actual date of occurrence	Actual guarantee amount	Guarantee type	Collateral (if any)	Counter guarantee (if any)	Guarantee period	Performance completed or not	Related party guarantee or not
Shanghai Electric Gotion New Energy Technology Co., Ltd.	April 25, 2025	38,514.00	November 22, 2018 - May 9, 2020	30,667.00	Joint and several liability guarantee	None	Counter guarantee provided	8-10 years	No	No
Hefei Senior New Energy Materials Co., Ltd.	April 25, 2025	19,374.00	January 14, 2022 - July 5, 2022	13,160.00	Joint and several liability guarantee	Corresponding collateral	Counter guarantee provided	6-9 years	No	No
Total amount of guarantee approved to be provided for others (excluding subsidiaries) during the reporting period (A1)		0		Total amount of guarantee actually provided for others (excluding subsidiaries) during the reporting period (A2)		0				
Total amount of guarantee approved to be provided for others (excluding subsidiaries) as at the end of the reporting period (A3)		57,888		Balance of the amount of guarantee actually provided for others (excluding subsidiaries) as at the end of the reporting period (A4)		43,827				
Guarantees provide by the Company for its subsidiaries										
Name of guaranteed entity	Disclosure date of relevant announcement on guarantee amount	Guarantee amount	Actual date of occurrence	Actual guarantee amount	Guarantee type	Collateral (if any)	Counter guarantee (if any)	Guarantee period	Performance completed or not	Related party guarantee or not
Chuzhou Gotion New Energy Power Co., Ltd.	April 25, 2025	330,000.00	November 17, 2023 - June 20, 2025	143,475.37	Joint and several liability guarantee	None	None	4-10 years	No	No
Gotion New Energy (Lujiang) Co., Ltd.	April 25, 2025	95,500.00	July 28, 2022 - June 26, 2025	48,417.64	Joint and several liability guarantee	Corresponding collateral	None	3.5-6 years	No	No
Gotion New Energy (Lujiang) Co., Ltd.	April 25, 2025	95,500.00	June 29, 2021 - December 30, 2024	44,065.00	Joint and several liability guarantee	None	None	0.5-4 years	Yes	No
Hefei Gotion Battery	April 25, 2025	141,200.00	March 25, 2022 - June	101,455.31	Joint and several	Corresponding collateral	None	3.5-11 years	No	No

Materials Co., Ltd.			26, 2025		liability guarantee					
Hefei Gotion Battery Material Co., Ltd.	April 25, 2025	141,200.00	March 25, 2022 - December 30, 2024	60,500.00	Joint and several liability guarantee	None	None	0.5-3 years	Yes	No
Hefei Gotion Battery Technology Co., Ltd.	April 25, 2025	10,000.00	July 1, 2024	1,600.00	Joint and several liability guarantee	None	None	0.5 years	Yes	No
Hefei Gotion Battery Technology Co., Ltd.	April 25, 2025	330,000.00	March 17, 2023 - April 22, 2025	164,806.40	Joint and several liability guarantee	None	None	4-10 years	No	No
Hefei Gotion Battery Co., Ltd.	April 25, 2025	73,950.00	December 19, 2020 - August 13, 2024	35,300.00	Joint and several liability guarantee	Corresponding collateral	None	5-9 years	No	No
Hefei Gotion High-Tech Power Energy Co., Ltd.	April 25, 2025	3,055,589.10	November 29, 2021 - June 30, 2025	2,075,750.49	Joint and several liability guarantee	Corresponding collateral	None	1-10 years	No	No
Hefei Gotion High-Tech Power Energy Co., Ltd.	April 25, 2025	3,055,589.10	January 21, 2022 - December 30, 2024	821,695.72	Joint and several liability guarantee	Corresponding collateral	None	0.5-3 years	Yes	No
Hefei Gotion Precision Coating Material Co., Ltd.	April 25, 2025	1,000.00	September 18, 2024	1,000.00	Joint and several liability guarantee	None	None	4 years	No	No
Hefei Gotion Kehong New Energy Technology Co., Ltd.	April 25, 2025	317,900.00	April 29, 2022 - June 6, 2025	176,990.97	Joint and several liability guarantee	Corresponding collateral	None	4-11 years	No	No
Hefei Gotion Kehong New Energy Technology Co., Ltd.	April 25, 2025	317,900.00	January 5, 2024 - November 25, 2024	16,400.00	Joint and several liability guarantee	None	None	0.5-1 year	Yes	No
Hefei Gotion New Material Technology Co., Ltd.	April 25, 2025	76,500.00	June 27, 2022 - May 30, 2025	53,428.00	Joint and several liability guarantee	Corresponding collateral	None	4-12 years	No	No
Hefei Gotion New Material Technology Co., Ltd.	April 25, 2025	5,000.00	March 10, 2023	5,000.00	Joint and several liability guarantee	None	None	2 years	Yes	No
Jiangsu Dongyuan Electrical Group Co., Ltd.	April 25, 2025	47,550.00	July 16, 2024 - June 27, 2025	37,300.00	Joint and several liability guarantee	None	None	3-4 years	No	No
Jiangsu Dongyuan Electrical Group Co., Ltd.	April 25, 2025	47,550.00	January 15, 2024 - December 26, 2024	14,500.00	Joint and several liability guarantee	None	None	0.5-1 year	Yes	No
Jiangsu Gotion New Energy Technology Co., Ltd.	April 25, 2025	319,000.00	September 28, 2022 - June 23, 2025	293,335.96	Joint and several liability guarantee	Corresponding collateral	None	3.5-11 years	No	No
Jiangsu Gotion New Energy Technology Co., Ltd.	April 25, 2025	319,000.00	February 28, 2024 - May 22, 2024	33,000.00	Joint and several liability guarantee	None	None	1 year	Yes	No
Jiangxi Gotion New Energy Technology Co., Ltd.	April 25, 2025	30,000.00	October 12, 2022 - December 18, 2024	12,850.00	Joint and several liability guarantee	Corresponding collateral	None	5-6 years	No	No
Jiangxi Gotion New Energy Technology Co., Ltd.	April 25, 2025	10,000.00	February 5, 2024 - April 26, 2024	6,950.00	Joint and several liability guarantee	None	None	1-1.1 years	Yes	No
Jinzhai Gotion New Energy Co., Ltd.	April 25, 2025	214,500.00	February 8, 2024 - June 3, 2025	87,361.07	Joint and several liability guarantee	None	None	3.5-10 years	No	No
Jinzhai Gotion New Energy Co., Ltd.	April 25, 2025	15,000.00	February 2, 2024 - March 12, 2024	15,000.00	Joint and several liability guarantee	None	None	1 year	Yes	No
Liuzhou Gotion Battery Co., Ltd.	April 25, 2025	212,917.45	September 14, 2021 - March 13, 2025	163,090.73	Joint and several liability guarantee	Corresponding collateral	None	4-11 years	No	No
Liuzhou Gotion Battery Co., Ltd.	April 25, 2025	212,917.45	March 30, 2022 - March 21, 2024	11,188.64	Joint and several liability guarantee	None	None	1-3 years	Yes	No
Liuzhou Gotion New Energy Co., Ltd.	April 25, 2025	65,000.00	April 29, 2025	19,476.69	Joint and several liability guarantee	None	None	10 years	No	No
Nanjing Gotion Battery Co., Ltd.	April 25, 2025	188,400.00	October 31, 2022 - June 25, 2025	109,833.54	Joint and several liability guarantee	None	None	3-9.5 years	No	No

Nanjing Gotion Battery Co., Ltd.	April 25, 2025	188,400.00	September 8, 2023 - November 26, 2024	65,418.00	Joint and several liability guarantee	None	None	0.5-1.5 years	Yes	No
Nanjing Gotion New Energy Co., Ltd.	April 25, 2025	171,000.00	April 22, 2024 - May 28, 2025	116,452.15	Joint and several liability guarantee	Corresponding collateral	None	3-7 years	No	No
Nanjing Gotion New Energy Co., Ltd.	April 25, 2025	171,000.00	September 22, 2023 - November 20, 2024	78,699.50	Joint and several liability guarantee	None	None	0.5-1.5 years	Yes	No
Nantong Asitong Electrical Apparatus Co., Ltd.	April 25, 2025	2,000.00	December 30, 2024 - January 7, 2025	2,000.00	Joint and several liability guarantee	None	None	3.5-4 years	No	No
Nantong Gotion New Energy Technology Co., Ltd.	April 25, 2025	45,500.00	July 23, 2024 - June 30, 2025	42,499.90	Joint and several liability guarantee	None	None	3.5-4 years	No	No
Nantong Gotion New Energy Technology Co., Ltd.	April 25, 2025	45,500.00	February 5, 2024 - July 17, 2024	21,500.00	Joint and several liability guarantee	None	None	1 year	Yes	No
Inner Mongolia Gotion Zero Carbon Technology Co., Ltd.	April 25, 2025	138,248.02	April 2, 2022 - December 25, 2023	53,048.09	Joint and several liability guarantee	Corresponding collateral	None	6-8.5 years	No	No
Qingdao Gotion Battery Co., Ltd.	April 25, 2025	164,000.00	September 27, 2023 - June 13, 2025	116,350.00	Joint and several liability guarantee	None	None	4-6 years	No	No
Qingdao Gotion Battery Co., Ltd.	April 25, 2025	164,000.00	February 27, 2024 - September 14, 2024	78,000.00	Joint and several liability guarantee	None	None	1 year	Yes	No
Shanghai Xuanyi New Energy Development Co., Ltd.	April 25, 2025	138,590.00	December 31, 2019 - December 25, 2020	74,124.47	Joint and several liability guarantee	Corresponding collateral	None	12-13 years	No	No
Tangshan Gotion Battery Co., Ltd.	April 25, 2025	467,500.00	May 19, 2023 - June 20, 2025	315,652.61	Joint and several liability guarantee	Corresponding collateral	None	4-10 years	No	No
Tangshan Gotion Battery Co., Ltd.	April 25, 2025	457,500.00	February 14, 2023 - June 5, 2024	33,490.00	Joint and several liability guarantee	None	None	1-2 years	Yes	No
Tongcheng Gotion Battery Technology Co., Ltd.	April 25, 2025	120,000.00	December 23, 2024	71,000.00	Joint and several liability guarantee	None	None	10 years	No	No
Tongcheng Gotion New Energy Co., Ltd.	April 25, 2025	573,500.00	March 24, 2022 - June 13, 2025	363,500.19	Joint and several liability guarantee	None	None	3-8.5 years	No	No
Tongcheng Gotion New Energy Co., Ltd.	April 25, 2025	573,500.00	February 29, 2024 - June 13, 2024	50,000.00	Joint and several liability guarantee	None	None	1 year	Yes	No
Yichun Gotion Battery Co., Ltd.	April 25, 2025	513,000.00	January 21, 2022 - May 27, 2025	217,749.59	Joint and several liability guarantee	Corresponding collateral	None	3.5-11 years	No	No
Yichun Gotion Battery Co., Ltd.	April 25, 2025	513,000.00	June 20, 2024	20,000.00	Joint and several liability guarantee	None	None	0.5-1 year	Yes	No
Yichun Gotion Lithium Industry Co., Ltd.	April 25, 2025	4,500.00	March 29, 2023 - August 14, 2023	4,175.00	Joint and several liability guarantee	None	None	6 years	No	No
Yichun Gotion Lithium Industry Co., Ltd.	April 25, 2025	12,700.00	June 14, 2022 - November 24, 2023	9,540.00	Joint and several liability guarantee	None	None	1.5-3 years	Yes	No
Yifeng Gotion Lithium Industry Co., Ltd.	April 25, 2025	154,500.00	May 17, 2023 - December 20, 2024	80,245.16	Joint and several liability guarantee	Corresponding collateral	None	4-11 years	No	No
Yifeng Gotion Lithium Industry Co., Ltd.	April 25, 2025	154,500.00	November 5, 2024	4,970.01	Joint and several liability guarantee	None	None	0.5 years	Yes	No
Total amount of guarantee approved to be provided for subsidiaries during the reporting period (B1)			1,211,188.13		Total amount of guarantee actually provided for subsidiaries during the reporting period (B2)					1,923,655.23
Total amount of guarantee approved to be provided for subsidiaries as at the end of the reporting period (B3)			7,991,344.57		Balance of the amount of guarantee actually provided for subsidiaries as at the end of the reporting period (B4)					4,980,669.32
Guarantee provided by a subsidiary for another subsidiary										

Name of guaranteed entity	Disclosure date of relevant announcement on guarantee amount	Guarantee amount	Actual date of occurrence	Actual guarantee amount	Guarantee type	Collateral (if any)	Counter guarantee (if any)	Guarantee period	Performance completed or not	Related party guarantee or not
Gotion New Energy (Lujiang) Co., Ltd.	April 25, 2025	5,000	March 29, 2024	5,000	Joint and several liability guarantee	None	None	1 year	Yes	No
Gotion New Energy (Lujiang) Co., Ltd.	April 25, 2025	5,000	February 7, 2025	5,000	Joint and several liability guarantee	None	None	4 years	No	No
Total amount of guarantee approved to be provided for subsidiaries during the reporting period (C1)				0	Total amount of guarantee actually provided for subsidiaries during the reporting period (C2)					5,000
Total amount of guarantee approved to be provided for subsidiaries as at the end of the reporting period (C3)				5,000	Balance of the amount of guarantee actually provided for subsidiaries as at the end of the reporting period (C4)					5,000
Total amount of guarantee provided by the Company (i.e., sum of the three items above)										
Total amount of guarantee approved to be provided during the reporting period (A1+B1+C1)				1,211,188.13	Total amount of guarantee actually provided during the reporting period (A2+B2+C2)					1,928,655.23
Total amount of guarantee approved to be provided as at the end of the reporting period (A3+B3+C3)				8,054,232.57	Balance of the amount of guarantee actually provided as at the end of the reporting period (A4+B4+C4)					5,029,496.32
Proportion of the total actual amount of guarantee (i.e., A4+B4+C4) to the Company's net assets										191.31%
Of which:										
Balance of the amount of debt guarantee provided, directly or indirectly, to insured parties with an asset-liability ratio of more than 70% (E)										3,278,429.81

Description of the use of composite guarantees

3. Entrusted wealth management

Applicable Not applicable

Monetary Unit: RMB '0,000

Specific type	Source of funds for entrusted wealth management	Amount of entrusted wealth management	Unexpired balance	Amount overdue yet uncollected	Impairment provision for the amount overdue yet uncollected
Bank financial products	Raised funds	-80,072.89	0	0	0
Others	Self-owned funds	-22,338	93,843.33	0	0
Total		-102,410.89	93,843.33	0	0

Details of high-risk entrusted wealth management with significant individual amounts, low security and poor liquidity

Applicable Not Applicable

Situations where the expected principal of the entrusted financial management may encounter cannot be recovered or otherwise impaired

Applicable Not Applicable

4. Other major contracts

Applicable Not Applicable

There are no major contracts during the reporting period.

XIII. Other major events

Applicable Not applicable

1. Nanjing Gotion Holding Group Co., Ltd., one of the Company's controlling shareholders, acquired a total of 21,373,518 shares of the Company through block trading on May 19, 2025, which were previously acquired by Galaxy Derui Capital Management Co., Ltd via derivative transactions. Following this acquisition, the shareholding proportion of Gotion Holding and Li Zhen and Li Chen, both its concerted actors, increased from 16.7870% to 17.9538%, representing a change of over 1% of the Company's total share capital. Gotion Holding and its concerted actors have committed not to reduce their shareholdings in the Company within six months from the completion of the equity change. For further details, please refer to the Announcement on Change of Equity Ratio of Controlling Shareholders by Over 1% (Announcement No.: 2025-031) disclosed by the Company on designated information disclosure media on May 21, 2025.

2. The Company held the 12th meeting of the ninth Board of Directors and the 12th meeting of the ninth Board of Supervisors on April 24, 2025, deliberating and passing the *Proposal on the 2024 Annual Profit Distribution Plan*. The Company intends to distribute a cash dividend of RMB 1 (tax included) per 10 shares to all shareholders based on the total share capital registered on the equity registration date for the implementation of the equity distribution after deducting the repurchased shares in the Company's special account for securities repurchase, and no bonus shares will be granted and the Company will not increase share capital with reserved funds. For details, please refer to the *Announcement on the 2024 Annual Profit Distribution Plan* (Announcement No.: 2025-012) disclosed by the Company on April 25, 2025 on the designated information disclosure media. This matter has been approved by the Company's 2024 annual general meeting of shareholders held on May 28, 2025. As of the end of the reporting period, the Company's 2024 annual equity distribution has not yet been fully implemented.

3. The Company held the 12th meeting of the ninth Board of Directors and the 12th meeting of the ninth Board of Supervisors on April 24, 2025, deliberating and passing the *Proposal on the Change of Accounting Policies*. For details, please refer to the *Announcement on the Change of Accounting Policies* (Announcement No.: 2025-013) disclosed by the Company on April 25, 2025 on the designated information disclosure media.

4. The Company held the 12th meeting of the ninth Board of Directors and the 12th meeting of the ninth Board of Supervisors on April 24, 2025, deliberating and passing the *Proposal on the Renewal of the Appointment of Accounting Firm for 2025*, in which the Company renewed the appointment of Suya Jincheng CPA LLP to be responsible for financial report audit and internal control audit. For details, please refer to the *Announcement on the Renewal of the Appointment of the Accounting Firm for 2025* (Announcement No.: 2025-019) disclosed by the Company on April 25, 2025 on the designated information disclosure media. This matter has been approved by the Company's 2024 annual general meeting of shareholders held on May 28, 2025.

5. The Company held the 9th meeting of the ninth Board of Directors and the 9th meeting of the ninth Board of Supervisors on August 27, 2024, deliberating and passing the *Proposal Regarding the Registration and Issuance of Medium-term Notes and Super-short-term Financing Bonds*. The Company planned to apply to the National Association of Financial Market Institutional Investors for the registration and issuance of medium-term notes not exceeding RMB 2 billion (inclusive) and super-short-term financing bonds not exceeding RMB 1 billion (inclusive) in the national interbank bond market. This matter has been approved by the Company's first extraordinary general meeting held on November 20, 2024. As of the end of the reporting period, the above matter has been approved by the National Association of Financial Market Institutional Investors with the *Notice of Acceptance of Registration* (Zhong Shi Xie Zhu [2025] No. GN8 and Zhong Shi Xie Zhu [2025] No. GN9). For details, please refer to the *Announcement on the Approval of Registration of Super-short-term Financing Bonds and Medium-term Notes* (Announcement No.: 2025-036) disclosed by the Company on June 5, 2025 on the designated information disclosure media.

XIV. Major events of the subsidiaries

Applicable Not Applicable

Section VI Changes in Shares and Information of Shareholders

I. Changes in shares

1. Changes in shares

Unit: Share

	Before the change		Increase/decrease in the change					After the change	
	Number	Proportion	Shares newly issued	Shares granted	Shares converted from capital reserve	Others	Subtotal	Number	Proportion
I. Shares subject to sales restriction	77,893,424	4.32%	28,006	0	0	0	28,006	77,921,430	4.32%
1. Shares held by the state	0	0.00%	0	0	0	0	0	0	0.00%
2. Shares held by state legal persons	0	0.00%	0	0	0	0	0	0	0.00%
3. Shares held by other domestic subjects	77,893,424	4.32%	28,006	0	0	0	28,006	77,921,430	4.32%
Of which: shares held by domestic legal persons	0	0.00%	0	0	0	0	0	0	0.00%
Shares held by domestic natural persons	77,893,424	4.32%	28,006	0	0	0	28,006	77,921,430	4.32%
4. Shares held by foreign subjects	0	0.00%	0	0	0	0	0	0	0.00%
Of which: shares held by foreign legal persons	0	0.00%	0	0	0	0	0	0	0.00%
Shares held by foreign natural persons	0	0.00%	0	0	0	0	0	0	0.00%
II. Shares not subject to sales restriction	1,724,102,893	95.68%	3,088,062	0	0	0	3,088,062	1,727,190,955	95.68%
1. RMB ordinary shares	1,724,102,893	95.68%	3,088,062	0	0	0	3,088,062	1,727,190,955	95.68%
2. Shares listed at home and held by foreign subjects	0	0.00%	0	0	0	0	0	0	0.00%
3. Shares listed overseas and held by foreign subjects	0	0.00%	0	0	0	0	0	0	0.00%
4. Others	0	0.00%	0	0	0	0	0	0	0.00%
III. Total number of shares	1,801,996,317	100.00%	3,116,068	0	0	0	3,116,068	1,805,112,385	100.00%

Reasons for shares change

Applicable Not applicable

The Company disclosed the *Reminder Announcement on the Adoption of Autonomous Exercise Mode for the Second Exercise Period for the Stock Options First Granted under the 2022 Stock Option Incentive Plan* (Announcement No.: 2024-075) on October 10, 2024. The second exercise period for the stock options under the 2022 Incentive Plan is from October 11, 2024 to July 18, 2025. There were a total of 1,463 incentive recipients who actually meet the exercise conditions, and a total of 12.3264 million stock options were exercisable.

During the reporting period, a total of 3,116,068 shares were first granted to the incentive recipients for autonomous exercise under the 2022 Incentive Plan, and the total share capital of the Company increased from 1,801,996,317 shares to 1,805,112,385 shares.

Approval of shares change

Applicable Not applicable

The Company held the 9th meeting of the ninth Board of Directors and the 9th meeting of the ninth Board of Supervisors on August 27, 2024, deliberating and passing the *Proposal on the Achievement of the Exercise Conditions for the Second Exercise Period for the Stock Options First Granted under the 2022 Stock Option Incentive Plan*.

Ownership transfer with respect to the shares change

Applicable Not applicable

Progress on share repurchases

Applicable Not applicable

Progress of reducing the repurchased shares by means of centralized bidding

Applicable Not applicable

Impact of the shares changes on the financial indicators, including the basic earnings per share, diluted earnings per share and the net assets per share attributed to the shareholders of the Company's ordinary shares in the recent year and period

Applicable Not applicable

As of the end of the reporting period, the total number of the Company's shares has increased from 1,801,996,317 shares at the beginning to 1,805,112,385 shares. The impact of this share change on the financial indicators such as basic earnings per share, diluted earnings per share, and net assets per share for the first half of 2025 is as follows:

Item	Calculated based on the share capital at the beginning of the reporting period (RMB/Share)	Calculated based on the share capital at the end of the reporting period (RMB/Share)
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Basic earnings per share	0.2035	0.2031
Diluted earnings per share	0.2030	0.2026
Net asset per share	14.5890	14.5638

Other contents deemed necessary by the Company or required to be disclosed by the security regulatory institution

Applicable Not applicable

2. Changes in shares subject to sales restriction

Applicable Not applicable

Unit: Share

Name of shareholder	Number of shares subject to sales restriction at the beginning of the period	Number of shares with sales restriction released in the current period	Number of shares with sales restriction newly imposed in the current period	Number of shares subject to sales restriction at the end of period	Reasons for sales restriction	Date of sales restriction being released
Li Zhen	77,457,112	0	0	77,457,112	Locked-up shares of senior officers	Subject to relevant laws and regulations of the CSRC and the SZSE
Zhang Hongli	129,750	0	17,625	147,375	Locked-up shares of senior officers	Subject to relevant laws and regulations of the CSRC and the SZSE
Wang Qiang	219,675	0	0	219,675	Locked-up shares of senior officers	Subject to relevant laws and regulations of the CSRC and the SZSE
Wang Qisui	9,000	0	0	9,000	Locked-up shares of senior officers	Subject to relevant laws and regulations of the CSRC and the SZSE
Wu Yibing	19,500	0	0	19,500	Locked-up shares of senior officers	Subject to relevant laws and regulations of the CSRC and the SZSE
Pan Wang	58,387	0	10,381	68,768	Locked-up shares of departed senior officers	Subject to relevant laws and regulations of the CSRC and the SZSE
Total	77,893,424	0	28,006	77,921,430	--	--

II. Securities issuance and listing

Applicable Not applicable

III. Number of shareholders and shareholding status

Unit: Share

Total number of shareholders holding ordinary shares at the end of the reporting period	219,798			Total number of preferred shareholders whose voting rights have been restored by the end of the reporting period (if any) (refer to Note VIII)	0			
Shareholding status of shareholders holding above 5% shares or top 10 shareholders (excluding shares lent through refinancing business)								
Name of shareholder	Nature of shareholder	Ownership ratio	Number of shares held at the end of the reporting period	Increase and decrease during the reporting period	Number of restricted shares held	Number of shares held without unlimited sales condition	Being pledged, marked or frozen	
							Share status	Number
Volkswagen (China) Investment Co., Ltd.	Domestic non-state-owned legal person	24.41%	440,630,983	0	0.00	440,630,983	Not applicable	0.00
Nanjing Gotion Holding Group Co., Ltd.	Domestic non-state-owned legal person	10.64%	192,125,405	21373518	0.00	192,125,405	Pledged	107,840,000
Li Zhen	Domestic natural person	5.72%	103,276,150	0	77,457,112.00	25,819,038	Pledged	23,000,000
Hong Kong Securities Clearing Co., Ltd.	Overseas legal person	2.94%	53,113,356	-48345201	0.00	53,113,356	Not applicable	0.00
Li Chen	Domestic natural person	1.58%	28,472,398	0	0.00	28,472,398	Not applicable	0.00
Citibank, National Association	Overseas legal person	1.18%	21,280,100	0	0.00	21,280,100	Not applicable	0.00
Industrial and Commercial Bank of China Limited – Huatai-PineBridge HS300 Exchange Traded Securities Investment Fund	Others	1.07%	19,239,094	645600	0.00	19,239,094	Not applicable	0.00
China Construction Bank Corporation – E Fund HS300 Exchange	Others	0.76%	13,742,200	869500	0.00	13,742,200	Not applicable	0.00

Traded Securities Investment Fund								
China Construction Bank Corporation - Qianhai Kaiyuan Public Utility Industry Equity Securities Investment Fund	Others	0.75%	13,467,716	-1481700	0.00	13,467,716	Not applicable	0.00
Industrial and Commercial Bank of China Limited – Huaxia HS300 Exchange Traded Securities Investment Fund	Others	0.56%	10,077,884	1519200	0.00	10,077,884	Not applicable	0.00
Circumstances where strategic investors or general legal persons become the top 10 shareholders due to the placement of new shares (if any) (refer to Note III)	Not applicable							
Explanations on the related relationship or concerted actions of the said shareholders	<p>1. Shareholders Li Zhen, Li Chen and Gotion Holding are persons acting in concert (Li Zhen is the Controlling Shareholder, legal representative, and executive director of Gotion Holding; and Li Chen is the son of Li Zhen).</p> <p>2. Except for the aforesaid related relationship, it is unknown whether there is any other related relationship among the top 10 shareholders, or whether there are any persons acting in concert as stipulated in the <i>Measures for the Administration of the Takeover of Listed Companies</i>.</p>							
Description of the shareholders entrusting/being entrusted with/waiving voting right	According to the provisions of the Supplementary Agreement to Shareholders Agreement, Volkswagen China undertakes that, within 72 months after the transferred shares are registered in the name of Volkswagen China or a longer period determined by Volkswagen China in its sole discretion, Volkswagen China shall irrevocably waive the voting rights with respect to part of shares held by it in the Company so that the voting percentage of Volkswagen China shall be at least 5% lower than the voting percentage of the Founder Shareholders (Gotion Holding, Li Zhen and Li Chen collectively referred to as the Founder Shareholders).							
Special statement of repurchase accounts among the top 10 shareholders (if any) (see Note XI)	As of the end of the reporting period, the total number of shares held in the Company's special account for securities repurchase was 14,177,539 shares, with a holding ratio of 0.79%, excluding restricted shares and not involving pledge or freezing.							
Shareholding status of top 10 shareholders without limited sales condition (excluding shares lent through refinancing business or locked-up shares of senior officers)								
Name of shareholder	Number of shares held without limited sales condition at the end of the						Share class	

	reporting period	Share class	Number
Volkswagen (China) Investment Co., Ltd.	440,630,983	RMB ordinary shares	440,630,983
Nanjing Gotion Holding Group Co., Ltd.	192,125,405	RMB ordinary shares	192,125,405
Hong Kong Securities Clearing Co., Ltd.	53,113,356	RMB ordinary shares	53,113,356
Li Chen	28,472,398	RMB ordinary shares	28,472,398
Li Zhen	25,819,038	RMB ordinary shares	25,819,038
Citibank, National Association	21,280,100	RMB ordinary shares	21,280,100
Industrial and Commercial Bank of China Limited – Huatai-PineBridge HS300 Exchange Traded Securities Investment Fund	19,239,094	RMB ordinary shares	19,239,094
China Construction Bank Corporation – E Fund HS300 Exchange Traded Securities Investment Fund	13,742,200	RMB ordinary shares	13,742,200
China Construction Bank Corporation - Qianhai Kaiyuan Public Utility Industry Equity Securities Investment Fund	13,467,716	RMB ordinary shares	13,467,716
Industrial and Commercial Bank of China Limited – Huaxia HS300 Exchange Traded Securities Investment Fund	10,077,884	RMB ordinary shares	10,077,884
Explanations on the related relationship or concerted actions among the top 10 shareholders not subject to sales restriction, and that between the top 10 shareholders not subject to sales restriction and the top 10 shareholders	<p>1. Shareholders Li Zhen, Li Chen and Gotion Holding are persons acting in concert (Li Zhen is the Controlling Shareholder, legal representative, and executive director of Gotion Holding; and Li Chen is the son of Li Zhen).</p> <p>2. Except for the aforesaid matter, it is unknown whether there is any other related relationship among the top 10 shareholders holding outstanding shares not subject to sales restriction, or between the top 10 shareholders holding outstanding shares not subject to sales restriction and the top 10 shareholders, or whether there are any persons acting in concert as stipulated in the <i>Measures for the Administration of the Takeover of Listed Companies</i>.</p>		
Explanation of the top 10 shareholders holding ordinary shares who participate in securities margin trading (if any)	The shareholder Gotion Holding holds 15,550,000 shares of the Company through the credit securities account.		

(refer to Note IV)

Whether the shareholders holding above 5% shares, the top 10 shareholders and the top 10 shareholders holding outstanding shares without limited sales condition participate in the lending of shares through refinancing business

Applicable Not applicable

Any change in the top 10 shareholders and the top 10 shareholders holding outstanding shares without limited sales condition compared to the previous period due to lending through refinancing business/return

Applicable Not applicable

Whether the top 10 shareholders holding ordinary shares and the top 10 shareholders holding ordinary shares not subject to sales restriction of the Company conduct the agreed repurchase transaction during the reporting period

Yes No

None of the top 10 shareholders holding ordinary shares or the top 10 shareholders holding ordinary shares not subject to sales restriction of the Company conducts any agreed repurchase transaction during the reporting period.

IV. Changes in shareholding of the directors, supervisors and senior officers

Applicable Not applicable

Name	Position	Status	Number of shares held at the beginning of the period (share)	Number of shares increased in the current period (share)	Number of shares decreased in the current period (share)	Number of shares held at the end of the period (share)	Number of restricted shares granted at the beginning of the period (share)	Number of restricted shares granted in the current period (share)	Number of restricted shares granted at the end of the period (share)
Li Zhen	Chairman & General Manager	Incumbent	103,276,150	0	0	103,276,150	0	0	0
Steven Cai	Director & Deputy General Manager	Incumbent	0	0	0	0	0	0	0
Olaf Korzinovski	Director	Incumbent	0	0	0	0	0	0	0
Zhang Hongli	Director	Incumbent	173,000	23,500	0	196,500	0	0	0
Sun Zhe	Independent director	Incumbent	0	0	0	0	0	0	0
Qiao Yun	Independent Director	Incumbent	0	0	0	0	0	0	0
Qiu Xinping	Independent Director	Incumbent	0	0	0	0	0	0	0
Wang Feng	Independent Director	Incumbent	0	0	0	0	0	0	0
Yang Dafa	Chairman of the Board of Supervisors	Incumbent	0	0	0	0	0	0	0

Li Yan	Supervisor	Incumbent	0	0	0	0	0	0	0
Wu Yibing	Employee representative supervisor	Incumbent	26,000	0	0	26,000	0	0	0
Wang Qisui	Vice General Manager	Incumbent	12,000	0	0	12,000	0	0	0
Sun Aiming	Vice General Manager	Incumbent	0	0	0	0	0	0	0
Wang Qiang	Vice General Manager	Incumbent	292,900	0	0	292,900	0	0	0
Zhang Wei	Vice General Manager	Incumbent	0	0	0	0	0	0	0
Wang Quan	Secretary of the Board of Directors	Incumbent	0	0	0	0	0	0	0
Zhang Yifei	Financial Director	Incumbent	0	0	0	0	0	0	0
Total	--	--	103,780,050	23,500	0	103,803,550	0	0	0

V. Change of the controlling shareholder or actual controller

Change of the controlling shareholder during the reporting period

Applicable Not applicable

The controlling shareholder of the Company did not change during the reporting period.

Change of the actual controller during the reporting period

Applicable Not applicable

The actual controller of the Company did not change during the reporting period.

VI. Preferred Shares

Applicable Not applicable

The Company does not have any preferred shares during the reporting period.

Section VII Bonds

Applicable Not applicable

I. Corporation bonds

Applicable Not applicable

The Company has no corporation bonds during the reporting period.

II. Corporate bonds

Applicable Not applicable

The Company has no corporate bonds during the reporting period.

III. Debt financing instruments of non-financial enterprises

Applicable Not applicable

1. Basic information of debt financing instruments of non-financial enterprises

Monetary Unit: RMB '0,000

Name of bond	Name abbreviation	Bond code	Issue date	Date of value	Maturity date	Balance of bonds	Interest rate	Method of repayment of principal and interest	Place of trade
2022 Gotion High-Tech Green Bonds (Technological Innovation) Debt Financing Plan (Phase I)	22 Wan Gotion High-Tech ZRGN001 (Technological Innovation)	22CFGN0838	November 25, 2022	November 25, 2022	November 24, 2025	25,000	4.0%	The interest shall be paid once a season and the principal shall be repaid each half year, the remaining principal and interest are paid in full at maturity.	Beijing Financial Asset Exchange
Whether there is any risk in the termination of listing and if any, the countermeasures to cope with such risks			None.						

Bonds with overdue payment

Applicable Not applicable

2. Trigger and enforcement of option provisions and investor protection provisions with respect to the issuer or investors

Applicable Not applicable

3. Adjustment of credit rating results during the reporting period

Applicable Not applicable

4. Guarantee, debt repayment plan, and other debt security plans during the reporting period and their impacts on the rights and interests of bond investors

Applicable Not applicable

IV. Convertible corporate bonds

Applicable Not applicable

The Company has no convertible corporate bonds during the reporting period.

V. Situation where the loss as indicated in the consolidated financial statements during the reporting period exceeds 10% of the net assets as at the end of the previous year

Applicable Not applicable

VI. Major accounting data and financial indicators of the Company in the past two years up to the end of the reporting period

Monetary Unit: RMB '0,000

Item	End of the current period	End of previous year	Increase or decrease as at the end of the current period compared with the end of the previous year
Current ratio	0.88	0.88	0.00%
Debt-to-asset ratio	72.22%	72.28%	-0.06%
Quick ratio	0.64	0.69	-7.25%
	Current period	Same period of last year	Increase or decrease in the current period compared with the same period of last year
Net profit after deducting non-recurring profit and loss	7,287.07	4,906.12	48.53%
EBITDA-to-total debt ratio	3.57%	2.80%	0.77%
Interest coverage ratio	1.25	1.02	22.55%
Cash interest coverage ratio	1.56	1.41	10.64%
EBITDA interest coverage ratio	3.16	2.44	29.51%
Loan repayment rate	100.00%	100.00%	0.00%
Interest payment coverage ratio	100.00%	100.00%	0.00%

Section VIII Financial Report

I. Audit reports

Is the company's semi-annual report audited?

Yes No

The Company's semi-annual financial report is not audited.

II. Financial statements

The currency of the statements in the financial notes: RMB

1. Consolidated Balance Sheet

Prepared by: Gotion High-Tech Co., Ltd.

June 30, 2025

Monetary Unit: RMB

Item	Ending balance	Beginning balance
Current assets:		
Cash and cash equivalents	15,457,901,135.60	16,548,290,096.70
Balances with clearing companies		
Lendings to banks and other financial institutions		
Held-for-trading financial assets	1,802,328,354.17	2,832,052,529.23
Derivative financial assets	1,481,763.46	85,801,650.51
Notes receivable	1,032,189,734.05	379,902,251.80
Accounts receivable	17,322,687,895.63	16,454,343,330.81
Accounts receivable financing	882,246,785.97	1,491,828,951.59
Advance to suppliers	266,295,537.10	233,438,380.99
Premiums receivable		
Reinsurance accounts receivable		
Reinsurance contract reserves receivable		
Other receivables	327,881,624.97	347,399,337.45
Of which: Interest receivable		
Dividends receivable		
Financial assets purchased under resale agreements		
Inventories	9,756,089,902.29	7,121,300,998.48
Of which: Data resources		
Contract assets		
Assets held for sale		
Non-current assets maturing within one year	77,218,777.01	49,925,965.40
Other current assets	3,749,136,662.01	3,218,492,943.03
Total current assets	50,675,458,172.26	48,762,776,435.99
Non-current assets:		
Disbursement of loans and advances		
Debt investments	477,968,809.54	
Other debt investments	120,000,000.00	282,543,103.44

Long-term receivables		
Long-term equity investments	1,813,541,525.16	1,476,417,299.07
Other equity investments	1,239,957,416.38	1,175,332,421.61
Other non-current financial assets	1,569,818,000.00	1,570,712,000.00
Investment properties		
Fixed assets	28,718,505,417.84	30,017,592,523.27
Construction in progress	17,860,093,455.51	14,799,663,030.94
Productive biological assets		
Oil and gas assets		
Right-of-use assets	144,728,063.46	322,182,319.57
Intangible assets	5,688,782,944.70	5,603,171,485.98
Of which: Data resources		
Development expenditure	613,702,564.81	419,640,807.40
Of which: Data resources		
Goodwill	393,202,281.74	393,202,281.74
Long-term deferred expenses	149,061,442.72	150,627,014.63
Deferred tax assets	1,581,107,160.11	1,292,747,440.45
Other non-current assets	2,196,562,982.07	1,573,076,931.04
Total non-current assets	62,567,032,064.04	59,076,908,659.14
Total assets	113,242,490,236.30	107,839,685,095.13
Current liabilities:		
Short-term borrowings	19,303,763,195.71	17,508,814,480.34
Borrowing from the central bank		
Borrowings from banks and other financial institutions		
Held-for-trading financial liabilities		
Derivative financial liabilities	10,786,962.01	
Notes payable	9,889,894,631.75	9,359,509,603.26
Accounts payable	16,456,874,036.08	16,648,041,113.11
Receipts in advance		
Contract liabilities	473,954,766.40	529,043,969.44
Financial assets sold under repurchase agreements		
Receipts of customer deposits and interbank deposits		
Receipts from securities trading agency		
Receipts from securities underwriting agency		
Employee compensation payable	298,835,293.96	527,452,714.15
Taxes and surcharges payable	401,715,112.39	292,052,422.52
Other payables	1,236,083,925.36	1,789,758,981.20
Of which: Interest payable		
Dividends payable	22,162,146.61	22,162,146.61
Handling charges and commissions payable		
Reinsurance accounts payable		
Liabilities held for sale		
Non-current liabilities maturing within one year	8,276,757,102.29	8,501,932,083.59
Other current liabilities	1,032,533,004.10	415,133,709.20
Total current liabilities	57,381,198,030.05	55,571,739,076.81
Non-current liabilities:		
Provision for insurance contracts		
Long-term borrowings	20,885,284,046.34	18,510,118,171.97
Bonds payable		
Of which: Preferred shares		
Perpetual bonds		
Lease liabilities	120,503,238.49	349,664,148.53
Long-term payables	2,195,337,201.03	2,256,982,372.30
Long-term employee compensation payable		
Provisions	635,835,125.31	628,246,190.96
Deferred income	262,756,474.19	283,780,676.50

Deferred tax liabilities	298,493,667.07	342,895,186.04
Other non-current liabilities		
Total non-current liabilities	24,398,209,752.43	22,371,686,746.30
Total liabilities	81,779,407,782.48	77,943,425,823.11
Owners' equity:		
Share capital	1,805,112,385.00	1,801,996,317.00
Other equity instruments		
Of which: Preferred shares		
Perpetual bonds		
Capital reserves	19,731,587,315.49	19,736,074,798.41
Less: Treasury shares	508,263,829.98	521,046,499.79
Other comprehensive income	-802,432,227.32	-753,570,640.70
Special reserves	4,008,732.48	3,936,388.37
Surplus reserves	222,075,738.50	222,075,738.50
Generic risk reserve		
Undistributed profit	5,837,255,024.45	5,470,626,456.84
Total owners' equity attributable to parent company	26,289,343,138.62	25,960,092,558.63
Minority equity	5,173,739,315.20	3,936,166,713.39
Total owners' equity	31,463,082,453.82	29,896,259,272.02
Total liabilities and owners' equity	113,242,490,236.30	107,839,685,095.13

Legal Representative: Li Zhen

Accounting Principal: Zhang Yifei

Head of the Accounting Dept.: Zhao Hua

2. Parent Company's Balance Sheet

Monetary Unit: RMB

Item	Ending balance	Beginning balance
Current assets:		
Cash and cash equivalents	1,799,604,681.36	1,872,038,355.77
Held-for-trading financial assets	423,599,753.26	402,635,694.59
Derivative financial assets		
Notes receivable		
Accounts receivable	570,000.00	570,000.00
Accounts receivable financing		
Advance to suppliers		8,958.51
Other receivables	823,379,050.54	1,405,868,559.19
Of which: Interest receivable		
Dividends receivable		530,000,000.00
Inventories	7,120,164.00	8,218,472.00
Of which: Data resources		
Contract assets		
Assets held for sale		
Non-current assets maturing within one year		
Other current assets	13,634,744.11	12,349,066.10
Total current assets	3,067,908,393.27	3,701,689,106.16
Non-current assets:		
Debt investments		
Other debt investments		
Long-term receivables		
Long-term equity investments	22,451,110,716.74	22,400,277,278.53
Other equity investments	148,417,951.05	140,123,927.81
Other non-current financial assets		
Investment properties		
Fixed assets	299,543.50	353,042.41
Construction in progress		

Productive biological assets		
Oil and gas assets		
Right-of-use assets		
Intangible assets	2,549,471.63	2,687,730.81
Of which: Data resources		
Development expenditure		
Of which: Data resources		
Goodwill		
Long-term deferred expenses		
Deferred tax assets	16,501,495.47	7,344,481.01
Other non-current assets		
Total non-current assets	22,618,879,178.39	22,550,786,460.57
Total assets	25,686,787,571.66	26,252,475,566.73
Current liabilities:		
Short-term borrowings	300,325,000.00	300,357,500.00
Held-for-trading financial liabilities		
Derivative financial liabilities		
Notes payable		
Accounts payable		
Receipts in advance		
Contract liabilities		
Employee compensation payable	5,586,193.77	21,798,264.54
Taxes and surcharges payable	599,481.75	626,793.13
Other payables	1,645,535,825.39	2,208,804,081.86
Of which: Interest payable		
Dividends payable	2,033,891.80	2,033,891.80
Liabilities held for sale		
Non-current liabilities maturing within one year	250,605,373.20	299,953,037.70
Other current liabilities		
Total current liabilities	2,202,651,874.11	2,831,539,677.23
Non-current liabilities:		
Long-term borrowings		
Bonds payable		
Of which: Preferred shares		
Perpetual bonds		
Lease liabilities		
Long-term payables		
Long-term employee compensation payable		
Provisions		
Deferred income		
Deferred tax liabilities	41,771,984.59	36,530,969.92
Other non-current liabilities		
Total non-current liabilities	41,771,984.59	36,530,969.92
Total liabilities	2,244,423,858.70	2,868,070,647.15
Owners' equity:		
Share capital	1,805,112,385.00	1,801,996,317.00
Other equity instruments		
Of which: Preferred shares		
Perpetual bonds		
Capital reserves	21,870,786,240.49	21,769,226,658.86
Less: Treasury shares	449,263,829.98	462,046,499.79
Other comprehensive income	-69,953,883.07	-78,247,906.31
Special reserves		
Surplus reserves	128,962,561.78	128,962,561.78
Undistributed profit	156,720,238.74	224,513,788.04
Total owners' equity	23,442,363,712.96	23,384,404,919.58

Total liabilities and owners' equity	25,686,787,571.66	26,252,475,566.73
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3. Consolidated Income Statement

Monetary Unit: RMB

Item	Half year of 2025	Half year of 2024
I. Gross revenue	19,393,535,498.22	16,793,872,660.65
Of which: Revenue	19,393,535,498.22	16,793,872,660.65
Interest income		
Premiums earned		
Income from handling charges and commissions		
II. Total operating costs	19,094,272,571.97	16,329,719,634.83
Of which: Operating costs	16,209,480,496.05	14,034,069,327.77
Interest expenses		
Handling charge and commission expenses		
Surrender value		
Net compensation expenses		
Net withdrawals of reserve for insurance liability		
Policy dividend payments		
Reinsurance costs		
Taxes and surcharges	131,623,863.89	114,794,898.56
Selling expenses	206,029,672.78	161,928,882.43
G&A expenses	874,073,832.41	742,534,630.66
R&D expenses	1,046,058,738.06	902,960,677.93
Financial expenses	627,005,968.78	373,431,217.48
Of which: Interest expenses	800,417,804.14	644,120,153.54
Interest income	172,019,009.83	238,691,467.71
Add: Other income	478,014,545.71	334,904,609.03
Investment income ("-" for losses)	99,566,561.74	2,811,089.47
Of which: Income from investment in associates and joint ventures	8,792,844.30	-45,933,577.74
Income from derecognition of financial assets measured at amortized cost		
Foreign exchange gains ("-" for losses)		
Net exposure hedging gains ("-" for losses)		
Gains from changes in fair values ("-" for losses)	-90,784,097.41	-11,772,700.03
Credit impairment losses("-" for losses)	-274,186,034.36	-439,257,336.32
Assets impairment losses("-" for losses)	-186,808,097.33	-100,319,751.83
Assets disposal income("-" for losses)	-18,264,114.13	3,040,583.44
III. Operating profit ("-" for losses)	306,801,690.47	253,559,519.58
Add: Non-operating income	14,473,203.27	9,573,706.17
Less: Non-operating expenses	4,611,384.94	11,345,198.80
IV. Total profit ("-" for total losses)	316,663,508.80	251,788,026.95
Less: Income tax expenses	-15,533,826.31	-60,712,100.96
V. Net profit ("-" for net losses)	332,197,335.11	312,500,127.91
(i) Classified by going concern		
1. Net profit from continuing operation ("-" for net losses)	332,197,335.11	312,500,127.91
2. Net profit from discontinued operations ("-" for net losses)		
(ii) Classified by ownership		
1. Net profit attributable to parent company ("-" for net losses)	366,628,567.61	271,142,494.62
2. Net profit attributable to minority equity ("-" for net losses)	-34,431,232.50	41,357,633.29
VI. Other comprehensive income, net of income tax	-57,237,347.54	-467,157,853.07
Other comprehensive income attributable to the parent company, net of income tax	-48,861,586.62	-464,390,250.10
(i) Other comprehensive income that will not be reclassified to profit or loss	-156,498,283.92	-492,340,007.60
1. Changes from re-measurement of defined benefit plan	-28,315,884.43	-28,342,235.48
2. Other comprehensive income that cannot be transferred to		

profit or losses under equity method		
3. Changes in fair value of other equity investments	-128,182,399.49	-463,997,772.12
4. Changes in fair value of the company's own credit risk		
5. Others		
(ii) Other comprehensive income that will be reclassified to profit or loss	107,636,697.30	27,949,757.50
1. Other comprehensive income that can be transferred to profit or losses under equity method	1,676,197.82	
2. Changes in fair value of other debt investments	-162,543,103.44	
3. Financial assets reclassified into other comprehensive income		
4. Provision for credit impairment of other debt investments	165,000,000.00	
5. The effective portion of gains or losses from cash flow hedging		
6. Translation differences from financial statements in foreign currencies	103,503,602.92	27,949,757.50
7. Others		
Other comprehensive income attributable to minority equity, net of income tax	-8,375,760.92	-2,767,602.97
VII. Total comprehensive income	274,959,987.57	-154,657,725.16
Total comprehensive income attributable to parent company	317,766,980.99	-193,247,755.48
Total comprehensive income attributable to minority equity	-42,806,993.42	38,590,030.32
VIII. Earnings per share:		
(i) Basic earnings per share	0.20	0.15
(ii) Diluted earnings per share	0.20	0.15

For a business combination under common control in the current period, the net profit of the combined party before the business combination is RMB 0.00, and the net profit of the combined party in the previous period is RMB 0.00

Legal Representative: Li Zhen

Accounting Principal: Zhang Yifei

Head of the Accounting Dept.: Zhao Hua

4. Parent Company's Income Statement

Monetary Unit: RMB

Item	Half year of 2025	Half year of 2024
I. Revenue	1,415,094.35	5,777,540.36
Less: Operating costs	1,241,632.02	5,541,331.93
Taxes and surcharges	159,461.67	54,654.75
Selling expenses		
G&A expenses	85,795,616.98	86,387,566.54
R&D expenses		
Financial expenses	5,568,528.35	-69,870,923.28
Of which: Interest expenses	12,568,168.84	14,305,508.31
Interest income	18,138,123.34	66,347,952.35
Add: Other income	521,705.83	101,400.52
Investment income ("-" for losses)	-1,698,151.31	-47,096,300.97
Of which: Income from investment in associates and joint ventures	-1,698,151.31	-47,734,731.53
Income from derecognition of financial assets measured at amortized cost ("-" for losses)		
Net exposure hedging gains ("-" for losses)		
Gains from changes in fair values ("-" for losses)	20,964,058.67	38,251,223.83
Credit impairment losses ("-" for losses)	-82,664.01	-75,520.66
Assets impairment losses ("-" for losses)		
Assets disposal income ("-" for losses)		
II. Operating profit ("-" for losses)	-71,645,195.49	-25,154,286.86
Add: Non-operating income		
Less: Non-operating expenses		
III. Total profit ("-" for total losses)	-71,645,195.49	-25,154,286.86
Less: Income tax expenses	-3,851,646.19	-12,285,415.78
IV. Net profit ("-" for net losses)	-67,793,549.30	-12,868,871.08

(i) Net profit from continuing operation (“-” for net losses)	-67,793,549.30	-12,868,871.08
(ii) Net profit from discontinued operations (“-” for net losses)		
V. Other comprehensive income, net of income tax	8,294,023.24	-35,684,932.62
(i) Other comprehensive income that will not be reclassified to profit or loss	8,294,023.24	-35,684,932.62
1. Changes from re-measurement of defined benefit plan		
2. Other comprehensive income that cannot be transferred to profit or losses under equity method		
3. Changes in fair value of other equity investments	8,294,023.24	-35,684,932.62
4. Changes in fair value of the company’s own credit risk		
5. Others		
(ii) Other comprehensive income that will be reclassified to profit or loss		
1. Other comprehensive income that can be transferred to profit or losses under equity method		
2. Changes in fair value of other debt investments		
3. Financial assets reclassified into other comprehensive income		
4. Provision for credit impairment of other debt investments		
5. The effective portion of gains or losses from cash flow hedging		
6. Translation differences from financial statements in foreign currencies		
7. Others		
VI. Total comprehensive income	-59,499,526.06	-48,553,803.70
VII. Earnings per share:		
(i) Basic earnings per share		
(ii) Diluted earnings per share		

5. Consolidated Cash Flow Statement

Monetary Unit: RMB

Item	Half year of 2025	Half year of 2024
I. Cash flows from operating activities:		
Cash receipts from sale of goods and services	14,516,868,052.45	10,284,751,754.46
Net increase in customer deposits and interbank deposits		
Net increase in borrowing from the central bank		
Net increase in borrowing from other financial institutions		
Cash receipts from premiums of original insurance contracts		
Net cash receipts from reinsurance operations		
Net increase in insurance deposits and investment funds		
Cash receipts for interest, handling charges and commissions		
Net increase in borrowings from banks and other financial institutions		
Net increase in repurchase business capital		
Net receipts from securities trading agency		
Receipts of taxes and surcharges refunds	387,948,083.63	831,539,534.07
Other cash receipts relating to operating activities	1,106,503,603.62	947,277,657.72
Sub-total of cash inflows from operating activities	16,011,319,739.70	12,063,568,946.25
Cash payments for purchase of goods and services	11,672,455,128.64	8,318,135,605.14
Net increase in customer loans and advances		
Net increase in deposits with the central bank and interbank		
Cash payments for claims under original insurance contract		
Net increase in lending to banks and other financial institutions		
Cash payments for interest, handling charges and commissions		
Cash payments for policy dividends		
Cash payments to and for employees	2,318,863,421.51	2,039,253,430.50
Payments for taxes and surcharges	617,864,195.24	422,339,320.91
Other cash payments relating to operating activities	1,077,287,707.42	1,103,718,733.39
Sub-total of cash outflows from operating activities	15,686,470,452.81	11,883,447,089.94

Net cash flows from operating activities	324,849,286.89	180,121,856.31
II. Cash flows from investing activities:		
Cash receipts from withdrawal of investments	1,941,330,231.53	5,550,589,114.27
Cash receipts of investment income	35,992,901.32	57,059,408.42
Net cash receipts from disposals of fixed assets, intangible assets and other long-term assets	2,555,533.83	259,575,979.00
Net cash receipts from disposals of subsidiaries and other business entities		
Other cash receipts relating to investing activities		
Sub-total of cash inflows from investing activities	1,979,878,666.68	5,867,224,501.69
Cash payments for fixed assets, intangible assets and other long-term assets	3,934,340,704.60	3,993,020,762.55
Cash payments for investments	1,613,976,691.61	4,921,910,513.27
Net increase in pledge loans		
Net cash payments for acquisitions of subsidiaries and other business entities		
Other cash payments relating to investing activities		9,603,337.66
Sub-total of cash outflows from investing activities	5,548,317,396.21	8,924,534,613.48
Net cash outflows from investing activities	-3,568,438,729.53	-3,057,310,111.79
III. Cash flows from financing activities:		
Cash receipts for investments by others	1,253,865,364.62	119,291,641.22
Of which: Cash receipts by subsidiaries from minority owners	1,196,000,000.00	4,907,715.00
Cash receipts from borrowings	16,966,811,965.51	12,576,686,451.00
Other cash receipts relating to financing activities	27,683,353.23	1,002,886,137.31
Sub-total of cash inflows from financing activities	18,248,360,683.36	13,698,864,229.53
Cash repayments for debts	12,504,897,386.29	8,925,683,130.05
Cash payments for distribution of dividends and profit or for interest expenses	856,003,329.82	932,043,245.41
Of which: Cash payments by subsidiaries for distribution of dividends and profit to minority owners	23,800,039.12	
Other cash payments relating to financing activities	1,806,753,170.92	952,406,802.86
Sub-total of cash outflows from financing activities	15,167,653,887.03	10,810,133,178.32
Net cash outflows from financing activities	3,080,706,796.33	2,888,731,051.21
IV. Effect of foreign exchange rate changes on cash and cash equivalents	116,282,019.01	67,669,199.29
V. Net increase (decrease) in cash and cash equivalents	-46,600,627.30	79,211,995.02
Add: Beginning balance of cash and cash equivalents	12,556,337,255.65	11,328,205,559.31
VI. Ending balance of cash and cash equivalents	12,509,736,628.35	11,407,417,554.33

6. Parent Company's Cash Flow Statement

Monetary Unit: RMB

Item	Half year of 2025	Half year of 2024
I. Cash flows from operating activities:		
Cash receipts from sale of goods and services	637,606.75	1,021,068.09
Receipts of taxes and surcharges refunds		
Other cash receipts relating to operating activities	18,706,299.10	469,057,534.44
Sub-total of cash inflows from operating activities	19,343,905.85	470,078,602.53
Cash payments for purchase of goods and services	51,860.00	1,276,720.00
Cash payments to and for employees	74,730,676.85	66,561,536.11
Payments for taxes and surcharges	876,847.68	3,773,084.48
Other cash payments relating to operating activities	24,241,762.30	31,520,435.95
Sub-total of cash outflows from operating activities	99,901,146.83	103,131,776.54
Net cash flows from operating activities	-80,557,240.98	366,946,825.99
II. Cash flows from investing activities:		
Cash receipts from withdrawal of investments		
Cash receipts of investment income	530,000,000.00	
Net cash receipts from disposals of fixed assets, intangible assets and other long-term assets		
Net cash receipts from disposals of subsidiaries and other business entities		

Other cash receipts relating to investing activities		
Sub-total of cash inflows from investing activities	530,000,000.00	
Cash payments for fixed assets, intangible assets and other long-term assets	2,630.14	3,009,513.45
Cash payments for investments	10,123,377.64	155,700,315.00
Net cash payments for acquisitions of subsidiaries and other business entities		
Other cash payments relating to investing activities		
Sub-total of cash outflows from investing activities	10,126,007.78	158,709,828.45
Net cash outflows from investing activities	519,873,992.22	-158,709,828.45
III. Cash flows from financing activities:		
Cash receipts for investments by others	58,988,232.42	103,159,643.28
Cash receipts from borrowings		
Other cash receipts relating to financing activities	157,815,019.90	778,503,072.24
Sub-total of cash inflows from financing activities	216,803,252.32	881,662,715.52
Cash repayments for debts	50,000,000.00	50,000,000.00
Cash payments for distribution of dividends and profit or for interest expenses	11,948,333.34	184,993,850.14
Other cash payments relating to financing activities	659,222,246.76	408,957,676.47
Sub-total of cash outflows from financing activities	721,170,580.10	643,951,526.61
Net cash outflows from financing activities	-504,367,327.78	237,711,188.91
IV. Effect of foreign exchange rate changes on cash and cash equivalents	-7,383,097.87	13,543,106.63
V. Net increase (decrease) in cash and cash equivalents	-72,433,674.41	459,491,293.08
Add: Beginning balance of cash and cash equivalents	1,872,038,355.77	1,821,666,374.55
VI. Ending balance of cash and cash equivalents	1,799,604,681.36	2,281,157,667.63

7. Consolidated Statement of Changes in Owners' Equity

Current amount

Monetary Unit: RMB

Item	Half year of 2025														Minority equity	Total owners' equity
	Owners' equity attributable to parent company												Sub-total			
	Share capital	Other equity instruments			Capital reserves	Less: Treasury shares	Other comprehensive income	Special reserves	Surplus reserves	Generic risk reserve	Undistributed profit	Others				
	Preferred shares	Perpetual bonds	Others													
I. Ending balance of the previous year	1,801,996,317.00				19,736,074,798.41	521,046,499.79	-753,570,640.70	3,936,388.37	222,075,738.50		5,470,626,456.84		25,960,092,558.63	3,936,166,713.39	29,896,259,272.02	
Add: Changes in accounting policies																
Correction of errors in the prior period																
Others																
II. Beginning balance of the current year	1,801,996,317.00				19,736,074,798.41	521,046,499.79	-753,570,640.70	3,936,388.37	222,075,738.50		5,470,626,456.84		25,960,092,558.63	3,936,166,713.39	29,896,259,272.02	
III. Increase/ decrease in the current year	3,116,068.00				-4,487,482.92	-12,782,669.81	-48,861,586.62	72,344.11			366,628,567.61		329,250,579.99	1,237,572,601.81	1,566,823,181.80	
("-" for decrease)																
(i) Total comprehensive income							-48,861,586.62				366,628,567.61		317,766,980.99	-42,806,993.42	274,959,987.57	
(ii) Owners' contribution to and reduction in capital	3,116,068.00				-4,487,482.92	-12,782,669.81							11,411,254.89	1,304,179,634.35	1,315,590,889.24	
1. Ordinary shares contributed by owners	3,116,068.00				54,749,296.62								57,865,364.62	1,196,000,000.00	1,253,865,364.62	
2. Capital contributed by other equity instrument holders																
3. Share-based payments included in owners' equity					47,101,475.64								47,101,475.64	1,417,329.90	48,518,805.54	
4. Others					-106,338,255.18	-12,782,669.81							-93,555,585.37	106,762,304.45	13,206,719.08	
(iii) Profit distribution														-23,800,039.12	-23,800,039.12	
1. Appropriation of surplus reserves																
2. Appropriation of generic risk reserve																
3. Distributions to owners (shareholders)														-23,800,039.12	-23,800,039.12	
4. Others																
(iv) Transfers within owners' equity																
1. Capitalization of capital reserves																
2. Capitalization of surplus reserves																
3. Utilization of surplus reserves to cover previous losses																
4. Changes in defined benefit plan transferred to retained earnings																

5. Other comprehensive income transferred to retained earnings															
6. Others															
(v) Special reserves							72,344.11				72,344.11		72,344.11		
1. Appropriated in the current period							1,662,092.03				1,662,092.03		1,662,092.03		
2. Used in the current period							-				-1,589,747.92		-1,589,747.92		
(vi) Others							1,589,747.92								
IV. Ending balance of the current period	1,805,112,385.00				19,731,587,315.49	508,263,829.98	-802,432,227.32	4,008,732.48	222,075,738.50		5,837,255,024.45		26,289,343,138.62	5,173,739,315.20	31,463,082,453.82

Previous year amount

Monetary Unit: RMB

Item	Half year of 2024														Minority equity	Total owners' equity
	Owners' equity attributable to parent company															
	Share capital	Other equity instruments			Capital reserves	Less: Treasury shares	Other comprehensive income	Special reserves	Surplus reserves	Generic risk reserve	Undistributed profit	Others	Sub-total			
	Preferred shares	Perpetual bonds	Others													
I. Ending balance of the previous year	1,785,186,832.00				19,036,728,674.44	341,698,364.73	-87,404,801.14	1,271,151.96	199,754,672.38		4,473,001,832.26		25,066,839,997.17	1,229,041,038.68	26,295,881,035.85	
Add: Changes in accounting policies																
Correction of errors in the prior period																
Others																
II. Beginning balance of the current year	1,785,186,832.00				19,036,728,674.44	341,698,364.73	-87,404,801.14	1,271,151.96	199,754,672.38		4,473,001,832.26		25,066,839,997.17	1,229,041,038.68	26,295,881,035.85	
III. Increase/ decrease in the current year ("+" for increase)	6,130,686.00				222,667,074.60	270,146,567.49	-454,485,852.62	506,546.87			84,298,055.73		-411,030,056.91	22,712,036.75	-388,318,020.16	
(i) Total comprehensive income							-464,390,250.10				271,142,494.62		-193,247,755.48	38,590,030.32	-154,657,725.16	
(ii) Owners' contribution to and reduction in capital	6,130,686.00				222,667,074.60	270,146,567.49							-41,348,806.89	4,250,261.24	-37,098,545.65	
1. Ordinary shares contributed by owners	6,130,686.00				108,248,028.23								114,378,714.23	4,907,715.00	119,286,429.23	
2. Capital contributed by other equity instrument holders																
3. Share-based payments included in owners' equity					112,194,920.27	-11,070,653.50							123,265,573.77	1,468,516.00	124,734,089.77	
4. Others					2,224,126.10	281,217,220.99							-278,993,094.89	-2,125,969.76	-281,119,064.65	
(iii) Profit distribution											-176,940,041.41		-176,940,041.41	-20,128,254.81	-197,068,296.22	
1. Appropriation of surplus reserves																
2. Appropriation of generic risk reserve																
3. Distributions to owners (shareholders)											-176,940,041.41		-176,940,041.41	-20,128,254.81	-197,068,296.22	
4. Others																
(iv) Transfers within owners' equity							9,904,397.48				-9,904,397.48					

1. Capitalization of capital reserves															
2. Capitalization of surplus reserves															
3. Utilization of surplus reserves to cover previous losses															
4. Changes in defined benefit plan transferred to retained earnings															
5. Other comprehensive income transferred to retained earnings						9,904,397.48				-9,904,397.48					
6. Others															
(v) Special reserves							506,546.87				506,546.87		506,546.87		
1. Appropriated in the current period							2,537,748.53				2,537,748.53		2,537,748.53		
2. Used in the current period							-				-2,031,201.66		-2,031,201.66		
(vi) Others							2,031,201.66								
IV. Ending balance of the current period	1,791,317,518.00				19,259,395,749.04	611,844,932.22	-541,890,653.76	1,777,698.83	199,754,672.38		4,557,299,887.99		24,655,809,940.26	1,251,753,075.43	25,907,563,015.69

8. Parent Company's Statement of Changes in Owners' Equity

Current amount

Monetary Unit: RMB

Item	Half year of 2025											
	Share capital	Other equity instruments			Capital reserves	Less: Treasury shares	Other comprehensive income	Special reserves	Surplus reserves	Undistributed profit	Others	Total owners' equity
		Preferred shares	Perpetual bonds	Others								
I. Ending balance of the previous year	1,801,996,317.00				21,769,226,658.86	462,046,499.79	-78,247,906.31		128,962,561.78	224,513,788.04		23,384,404,919.58
Add: Changes in accounting policies												
Correction of errors in the prior period												
Others												
II. Beginning balance of the current year	1,801,996,317.00				21,769,226,658.86	462,046,499.79	-78,247,906.31		128,962,561.78	224,513,788.04		23,384,404,919.58
III. Increase/ decrease in the current year ("-" for decrease)	3,116,068.00				101,559,581.63	-12,782,669.81	8,294,023.24			-67,793,549.30		57,958,793.38
(i) Total comprehensive income							8,294,023.24			-67,793,549.30		-59,499,526.06
(ii) Owners' contribution to and reduction in capital	3,116,068.00				101,559,581.63	-12,782,669.81						117,458,319.44
1. Ordinary shares contributed by owners	3,116,068.00				54,749,296.62							57,865,364.62
2. Capital contributed by other equity instrument holders												
3. Share-based payments included in owners' equity					47,101,475.64							47,101,475.64
4. Others					-291,190.63	-12,782,669.81						12,491,479.18
(iii) Profit distribution												
1. Appropriation of surplus reserves												
2. Distributions to owners (shareholders)												
3. Others												

(iv) Transfers within owners' equity												
1. Capitalization of capital reserves												
2. Capitalization of surplus reserves												
3. Utilization of surplus reserves to cover previous losses												
4. Changes in defined benefit plan transferred to retained earnings												
5. Other comprehensive income transferred to retained earnings												
6. Others												
(v) Special reserves												
1. Appropriated in the current period												
2. Used in the current period												
(vi) Others												
IV. Ending balance of the current period	1,805,112,385.00				21,870,786,240.49	449,263,829.98	-69,953,883.07		128,962,561.78	156,720,238.74		23,442,363,712.96

Previous year amount

Monetary Unit: RMB

Item	Half year of 2024											
	Share capital	Other equity instruments			Capital reserves	Less: Treasury shares	Other comprehensive income	Special reserves	Surplus reserves	Undistributed profit	Others	Total owners' equity
		Preferred shares	Perpetual bonds	Others								
I. Ending balance of the previous year	1,785,186,832.00				21,362,574,111.95	282,698,364.73	-4,304,690.71		106,641,495.66	200,564,234.41		23,167,963,618.58
Add: Changes in accounting policies												
Correction of errors in the prior period												
Others												
II. Beginning balance of the current year	1,785,186,832.00				21,362,574,111.95	282,698,364.73	-4,304,690.71		106,641,495.66	200,564,234.41		23,167,963,618.58
III. Increase/ decrease in the current year ("-" for decrease)	6,130,686.00				117,671,427.13	270,146,567.49	-35,684,932.62			-189,808,912.49		-371,838,299.47
(i) Total comprehensive income							-35,684,932.62			-12,868,871.08		-48,553,803.70
(ii) Owners' contribution to and reduction in capital	6,130,686.00				117,671,427.13	270,146,567.49						-146,344,454.36
1. Ordinary shares contributed by owners	6,130,686.00				108,248,028.23							114,378,714.23
2. Capital contributed by other equity instrument holders												
3. Share-based payments included in owners' equity					9,325,242.55	-11,070,653.50						20,395,896.05
4. Others					98,156.35	281,217,220.99						-281,119,064.64
(iii) Profit distribution										-176,940,041.41		-176,940,041.41
1. Appropriation of surplus reserves												
2. Distributions to owners (shareholders)										-176,940,041.41		-176,940,041.41
3. Others												
(iv) Transfers within owners' equity												
1. Capitalization of capital reserves												

2. Capitalization of surplus reserves											
3. Utilization of surplus reserves to cover previous losses											
4. Changes in defined benefit plan transferred to retained earnings											
5. Other comprehensive income transferred to retained earnings											
6. Others											
(v) Special reserves											
1. Appropriated in the current period											
2. Used in the current period											
(vi) Others											
IV. Ending balance of the current period	1,791,317,518.00				21,480,245,539.08	552,844,932.22	-39,989,623.33		106,641,495.66	10,755,321.92	22,796,125,319.11

III. Company profile

Gotion High-Tech Co., Ltd. (formerly known as Jiangsu Dongyuan Electrical Group Co., Ltd., hereinafter referred to as the “Company”) is a joint stock limited company transformed from Jiangsu Dongyuan Group Co., Ltd. under the *Approval of Jiangsu Provincial People’s Government on the Overall Change for the Establishment of Jiangsu Dongyuan Electrical Group Co., Ltd. (Su Zheng Fu [1998] No. 30)*. After several changes, the registered capital and share capital of the Company as of December 31, 2018 was RMB 1,136,650,819.

In accordance with the *Proposal on the Company’s Restricted Stock Incentive Plan (Draft) and its Summary* deliberated and approved at the Company’s 5th extraordinary shareholders’ meeting in 2015, the resolutions of the 22nd and the 23rd meetings of the 7th Board of Directors and the amended Articles of Association of the Company, the Company repurchased and canceled the 234,000 restricted shares that have been granted to Shen Qiangsheng, Hang Jun and Zhang Min but not yet unlocked. Due to the failure to meet the performance requirements at the corporate level in 2018, it was also agreed to repurchase and cancel 7,064,086 restricted shares that have been granted to all restricted stock incentive recipients but not yet unlocked. Accordingly, the Company reduced its registered capital by RMB 7,298,086.00 (and reduced the capital reserve by RMB 96,709,413.14) and completed the procedures for change of business registration on April 10, 2020. After the change, the Company’s registered capital and share capital was RMB 1,129,352,733.

According to relevant laws and regulations, as well as the *Prospectus for Public Issuance of Convertible Corporate Bonds of Gotion High-Tech Co., Ltd.*, among the 1,8500,000 convertible corporate bonds (each with a face value of RMB 100 with the bond code “128086”, “Gotion Convertible Bonds”) issued by the Company on December 17, 2019, the total number of convertible corporate bonds that have been converted into shares during the period from June 23, 2020 to August 28, 2020 is 18,430,632, with 69,368,000 bonds not yet converted. According to the 6th meeting of the 8th Board of Directors and the amended Articles of Association of the Company, the “Gotion Convertible Bonds” issued has triggered the conditional redemption clause agreed, so the Company exercised the right to conditionally redeem all those that have not been converted into shares and registered with the Shenzhen Branch of the China Securities Depository and Clearing Co., Ltd. after the closing of the market on the redemption registration date, at the price of the face value plus the accrued interest for the current period. After the redemption, the registered capital and share capital of the Company increased by RMB 151,191,756 (from RMB 1,129,352,733 to RMB 1,280,544,489) (increased by RMB 1,359,844,824.85 in capital reserve), and the formalities for change of business registration were completed on March 11, 2021. The registered capital and share capital after the change were RMB 1,280,544,489.

According to the resolution of the 4th meeting of the 8th Board of Directors of the Company held on May 28, 2020, the resolution of the first extraordinary general meeting of 2020 held on June 16, 2020, and the approval of the *Reply of CSRC on Approving the Private Placement of Stocks by Gotion High-Tech Co., Ltd. (Zheng Jian Xu Ke [2021] No. 1421)*, the Company issued 384,163,346 ordinary shares to Volkswagen (China) Investment Co., Ltd., a specific investor, at a par value of RMB 1 per share and an issue price of RMB 19.01 per share. The net amount of capital raised in this round of financing, after deduction of the issuance expenses relating thereto, totals RMB 7,230,855,085.62, of which RMB 384,163,346 is included in the share capital and RMB 6,846,691,739.62 in the capital reserve (capital premium). After the change, the Company’s total shares and registered capital were changed to 1,664,707,835 shares and RMB1,664,707,835, respectively.

According to the resolutions made by the 17th meeting of the 8th Board of Directors held on May 5, 2022, the resolution of 2021 Annual General Meeting of Shareholders held on May 23, 2022, and the *CSRC Reply on Approving the Initial Public Issuance of GDRs and Listing on the Swiss Exchange by Gotion High-Tech Co., Ltd. (Zheng Jian Xu Ke [2022] No. 1610)*, the Company is approved to issue a certain number of Global Depository Receipts (“GDR(s)”) to overseas investors. On July 28, 2022 (Zurich time), the Company successfully issued 22,833,400 GDRs (with an issue price of USD 30.00/GDR, each GDR representing 5 A-shares of the Company, corresponding to 114,167,000 A-share underlying stocks) and listed them on the SIX Swiss Exchange. A total of USD 685,002,000 (equivalent to RMB 4,619,447,987.4) was raised through this GDR issue, of which RMB 114,167,000 was credited to share capital and the remaining portion, net of issuance expenses, was credited to capital surplus (capital premium). After the change, the Company’s total shares were changed to 1,778,874,835, and the registered capital to RMB1,778,874,835.

On August 28, 2023, the *Proposal on the Achievement of the Exercise Conditions for the First Exercise Period of the First Grant of the 2022 Stock Option Incentive Plan* was deliberated and approved at the 3rd meeting of the ninth Board of Directors and the 3rd meeting of the ninth Board of Supervisors by the Company, respectively. The Board of Directors was of the view that the exercise conditions for the first exercise period of the Company's 2022 stock option incentive plan had been achieved. The number of incentive recipients eligible for exercise is 1,571, and the number of stock options exercisable is 17,396,000, with an exercise price of RMB18.67 per share. On August 27, 2024, the *Proposal on the Achievement of the Exercise Conditions for the Second Exercise Period of the First Grant of the 2022 Stock Option Incentive Plan* was deliberated and approved at the 9th meeting of the ninth Board of Directors and the 9th meeting of the ninth Board of Supervisors by the Company, respectively. The Board of Directors was of the view that the exercise conditions for the second exercise period of the Company's 2022 stock option incentive plan had been achieved. The number of incentive recipients eligible for exercise is 1,477, and the number of stock options exercisable is 12,436,800, with an exercise price of RMB 18.57 per share. As of June 30, 2025, incentive recipients who meet the exercise conditions under the 2022 stock option incentive plan have cumulatively completed the autonomous exercise of 26,237,550 shares and have completed the ownership registration and listing for circulation. The Company's registered capital has been changed to RMB 1,805,112,385.

The Company's registered address is No. 566, Huayuan Avenue, Baohe District, Hefei City, Anhui Province, and its legal representative is Li Zhen.

The primary business scope of the Company and its subsidiaries is the research and development, production and sale of power battery systems, energy storage battery systems and battery raw materials, as well as the production and sale of power transmission and distribution equipment.

IV. Basis for preparing the financial statements

1. Preparation basis

The Company prepares its financial statements on a going concern basis. It recognizes and measures its accounting items following the Accounting Standards for Business Enterprises – Basic Standards, other specific accounting standards and relevant regulations on the basis of transactions and events that have occurred.

2. Going concern

The Company's management believes that the Company has the ability to operate as a going concern for at least 12 months as of the end of the reporting period.

V. Major accounting policies and accounting estimates

Notes to specific accounting policies and accounting estimates:

The Company makes the following major accounting policies and estimates in accordance with the Accounting Standards for Business Enterprises (CAS). Accounting operations not mentioned herein shall be subject to relevant accounting policies in the CAS.

1. Statement on compliance with CAS

The financial statements are prepared in compliance with CAS to truly and fully present the Company's financial position, operating results, changes in owner's equity, cash flows and other related information.

2. Accounting period

The Company's fiscal year begins on January 1 and ends on December 31.

3. Operating cycle

The Company takes 12 months as an operating cycle.

4. Functional currency

The Company's functional currency is RMB.

5. Methodology for determining significance criteria and basis for selection

Applicable Not applicable

Item	Significance criteria
Major non-wholly owned subsidiaries	The non-wholly owned subsidiary whose total assets account for more than 10% of the Company's total assets as of the end of the consolidated period or whose total profit accounts for more than 10% of the Company's consolidated total profit
Major joint ventures and associates	The joint venture or associate whose book value of long-term equity investments accounts for more than 5% of the Company's net assets as at the end of the consolidated period or whose investment income under the equity method of long-term equity investments accounts for more than 10% of the Company's consolidated net profit
Significant construction in progress	A project with its single investment exceeding 1% of the Company's total assets as of the end of the consolidated period
Significant accounts receivable	Accounts receivable for which the write-off of a single receivable, the recovery or reversal of the bad debt provision for a single receivable accounts for more than 5 % of the Company's total accounts receivable as at the end of the consolidated period
Significant advances to suppliers with aging of over 1 year	Advances to suppliers for which the individual amount is greater than 0.5 % of the Company's total assets as of the end of the consolidated period
Significant other receivables with aging of over 1 year	Other receivables for which the individual amount is greater than 0.5 % of the Company's total assets as of the end of the consolidated period
Significant accounts payable with aging of over 1 year	Accounts payable for which the individual amount is greater than 0.5 % of the Company's total liabilities as of the end of the consolidated period
Significant other payables with aging of over 1 year	Other payables for which the individual amount is greater than 0.5 % of the Company's total liabilities as of the end of the consolidated period

6. Method for accounting treatment of business combinations under common control and those not under common control**(i) Method for accounting treatment of business combinations under common control**

For the business combination under common control, the Company shall adopt the pooling of interest method for accounting treatment.

The Company shall measure the assets and liabilities obtained from the business combination under common control at the book value of the combined party's assets and liabilities in the ultimate controller's financial statements on the combination date. For long-term equity investments in an individual financial statement, the initial investment cost shall be recognized based on the combined party's post-combination share of the book value of owner's equity in the ultimate controller's consolidated financial statements. The difference between the initial investment cost and the consideration paid for the combination (including cash paid, non-cash assets transferred, book value of debts incurred or assumed or total face value of shares issued) shall be used to adjust the capital reserve (stock premium or capital premium). If there is no sufficient balance of capital

reserve (stock premium or capital premium) to offset, the surplus reserve and undistributed profit shall be adjusted in turn.

(ii) Method for accounting treatment of business combinations not under common control

For the business combination not under common control, the Company shall adopt the purchase method for accounting treatment.

1. The Company shall measure its various identifiable assets, liabilities and contingent liabilities obtained from the business combination not under common control at their fair values. The measurement shall be made based on the fair value of the assets transferred, liabilities incurred or assumed, and equity securities issued by the Company on the acquisition date as the consideration for the combination. The difference between their fair value and book value shall be included in the current profits and losses.

2. The combination cost shall be determined in the following ways:

(1) For a business combination achieved by a single transaction, the combination cost shall be the sum of the fair value of the assets transferred, the liabilities incurred or assumed and the equity securities issued by the Company in order to obtain control over the acquiree on the acquisition date, and the contingent consideration meeting the conditions for recognition. For long-term equity investment, the combination cost shall be its initial investment cost.

(2) For a business combination achieved step by step through multiple transactions, the combination cost shall be the sum of the amount of the equity investment held before the acquisition date and re-measured at fair value on the acquisition date and the total investment costs of new investments on the acquisition date. The long-term equity investment in individual financial statements shall be the sum of the book value of the equity investment held before the acquisition date and the new investment cost on the acquisition date. This does not apply to package deals.

3. The Company shall allocate the combination cost between the acquired identifiable assets and liabilities on the acquisition date.

(1) For other assets (not limited to the assets originally recognized by the acquiree) other than intangible assets acquired by the Company from the acquiree in a business combination, if their future economic benefits possibly flow into the Company and their fair value can be reliably measured, such assets shall be separately recognized and measured at fair value.

(2) For intangible assets acquired by the Company from the acquiree in a business combination, if their fair value can be reliably measured, such assets shall be separately measured at fair value.

(3) For all liabilities other than contingent liabilities acquired by the Company from the acquiree in a business combination, if fulfilling the relevant obligations is expected to lead to the outflow of economic benefits from the Company and their fair value can be reliably measured, such liabilities shall be separately recognized and measured at fair value.

(4) For contingent liabilities acquired by the Company from the acquiree in a business combination, if their fair value can be reliably measured, such liabilities shall be separately recognized and measured at fair value.

(5) When the Company allocates the combination cost and recognizes the identifiable assets and liabilities acquired in the combination, the goodwill and deferred tax recognized by the acquiree before the business combination shall not be considered.

4. Treatment of the difference between the combination cost and the share of the fair value of the identifiable net assets acquired from the acquiree in the business combination

(1) The Company shall recognize as goodwill the difference of the combination cost in excess of the fair value of the net identifiable assets acquired from the acquiree.

(2) The Company shall treat the difference of the combination cost less than the fair value of the net identifiable assets acquired from the acquiree in the following ways:

① First, to review the measurement of the fair value of the identifiable assets, liabilities and contingent liabilities acquired and the combination cost;

② If upon review, the combination cost is still less than the share of fair value of the identifiable net assets obtained from the acquiree in the combination, the difference shall be included in the current profits and losses.

(iii) Treatment of relevant expenses incurred by the Company for business combination

1. The directly related expenses (including intermediary service charges such as audit fee, legal service fee, appraisal and consultancy fee paid for business combination, and other relevant G&A expenses) incurred by the Company for business combination shall be included in the current profits and losses when incurred.

2. The commissions, handling charges and other transaction expenses paid by the Company to issue debt securities for the business combination shall be included in the initial measurement amount of the debt securities.

(1) If the securities are issued at a discount or face value, the amount of discount shall be increased by such expenses;

(2) If the securities are issued at a premium, the amount of the premium shall be reduced by such expenses.

3. The commission, handling charges and other transaction expenses paid by the Company for equity securities issued as the consideration under the business combination shall be included in the initial measurement amount of the equity securities.

(1) If the equity securities are issued at a premium, such expenses shall be deducted from the capital reserve (stock premium);

(2) If the equity securities are issued at face value or discount, such expenses shall be charged to the retained earnings

7. Criteria for determining control and method for preparing consolidated financial statements

(i) Criteria for determining control

The scope consolidation is determined on the basis of control in the consolidated financial statements. Control means that the power of the investor over the investee is such that the investor enjoys variable returns through participation in the investee's relevant activities and can use the power over the investee to affect the amount of its returns. The Company will perform a reassessment when changes in relevant facts and circumstances give rise to changes in the relevant elements involved in the definition of control.

(ii) Basis for preparing consolidated financial statements

1. Unified accounting policies and accounting period

The accounting policies and accounting period adopted by subsidiaries included in the consolidation scope of the consolidated financial statements shall be the same as those of the Company; otherwise,

necessary adjustments shall be made according to the Company's accounting policies and accounting period when preparing the consolidated financial statements.

2. Methods for preparing the consolidated financial statements

The consolidated financial statements shall be prepared by the parent company based on the financial statements of the Company and its subsidiaries, with adjustments for long-term equity investments in subsidiaries using the equity method in light of other relevant information, netting off the effects of the internal transactions between the Company and its subsidiaries and between subsidiaries

3. Reflection of excess loss of subsidiary in the consolidated financial statements

In the consolidated financial statements, if the current loss shared by the parent company exceeds its share in the owner's equity of the subsidiary at the beginning of the period, the balance shall be used to offset the owner's equity (undistributed profit) attributable to the parent company. Similarly, if the current loss shared by minority owners of a subsidiary exceeds their share in the owners' equity of the subsidiary at the beginning of the period, the balance shall be used to offset the minority equity.

4. Accounting treatment in case of acquisition or disposal of subsidiaries during the reporting period

(1) Accounting treatment in case of acquisition of subsidiaries during the reporting period

① Acquisition of subsidiaries due to business combination under common control

During the reporting period, if the Company acquires a subsidiary due to the business combination under common control, the beginning balance in the consolidated balance sheet shall be adjusted. The incomes, expenses and profits of the newly acquired subsidiary from the beginning of the current period of combination until the end of the reporting period shall be included in the consolidated income statement. The cash flows of the newly acquired subsidiary from the beginning of the current period until the end of the reporting period shall be included in the consolidated cash flow statement.

② Acquisition of subsidiaries due to business combination not under common control

During the reporting period, if the Company acquires a subsidiary due to the business combination not under common control, the beginning balance in the consolidated balance sheet shall not be adjusted. The incomes, expenses and profits of the newly acquired subsidiary from the acquisition date until the end of the reporting period shall be included in the consolidated income statement. The cash flows of the newly acquired subsidiary from the acquisition date until the end of the reporting period shall be included in the consolidated cash flow statement.

(2) Accounting treatment in case of disposal of subsidiaries during the reporting period

If the Company disposes of a subsidiary during the reporting period, the beginning balance in the consolidated balance sheet shall not be adjusted. The incomes, expenses and profits of the subsidiary from the beginning of the period until the disposal date shall be included in the consolidated income statement. The cash flows of the subsidiary from the beginning of the period until the disposal date shall be included in the consolidated cash flow statement.

8. Classification of joint arrangements and methods for the accounting treatment of joint operation

(i) Classification of joint arrangements

Joint arrangements are classified into joint operation and joint venture. Joint operation refers to those joint arrangements under which the parties thereto are entitled to relevant assets and are responsible for relevant

liabilities. Joint venture refers to those joint arrangements under which the parties thereto are only entitled to the net assets.

Joint arrangements that are not reached through independent entities shall be classified as a joint operation. The said “independent entities” refer to the entities with independent and identifiable financial structures, including the independent legal entities and the entities without legal entity qualification but recognized by law.

Joint arrangements that are reached through independent entities are generally classified as joint venture. However, if there is conclusive evidence that a joint arrangement meets any of the following conditions and complies with relevant laws and regulations, such joint arrangement shall be classified as joint operation:

1. the legal form of the joint arrangement indicate that the parties thereto are entitled to relevant assets and be responsible for relevant liabilities under the arrangement.

2. the contract terms of the joint arrangement indicate that the parties thereto are entitled to relevant assets and be responsible for relevant liabilities under the arrangement.

3. there are other relevant facts and circumstances indicating that the parties thereto are entitled to relevant assets and be responsible for relevant liabilities under the arrangement, and the parties thereto enjoy almost all the outputs related to the arrangement, the settlement of the liabilities under the arrangement continues to depend on the support from the parties thereto.

(ii) Accounting treatment of joint operation

The Company recognizes the following items related to the Company in the share of interests in joint operation and accounts for them in accordance with the relevant CAS:

1. its assets, including its share of any assets held jointly;
2. its liabilities, including its share of any liabilities incurred jointly;
3. its revenue from the sale of its share of the output of the joint operation;
4. its share of the revenue from the sale of the output by the joint operation; and
5. its expenses, including its share of any expenses incurred jointly.

9. Cash and cash equivalents

Cash includes the Company’s cash on hand, the bank deposit readily available for payment and other cash and cash equivalents.

Cash equivalents are the short-term (maturing within three months from acquisition date) and highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of change in value.

10. Foreign currency transactions and translation of foreign currency statements

(i) Method for accounting foreign currency transactions

1. Initial recognition of foreign currency transactions

For foreign currency transactions, the Company shall translate the foreign currency amount into the amount in the functional currency according to the spot exchange rate (middle price) published by the People's Bank of

China on the transaction date. Among them, for foreign currency exchange or transactions involving foreign currency exchange, the Company shall translate them according to the exchange rate adopted on the transaction date.

2. Adjustment or settlement on balance sheet date or settlement date

On the balance sheet date or settlement date, the Company shall treat foreign currency monetary items and foreign currency non-monetary items in the following ways:

(1) Principles for the accounting treatment of foreign currency monetary items

For foreign currency monetary items, the Company shall translate them at the spot exchange rate (middle price) on the balance sheet date or the settlement date. The difference arising from exchange rate fluctuation shall be used to adjust the amount of the foreign currency monetary items in functional currency and treated as the exchange difference. Among them, the exchange differences arising from foreign currency borrowings related to the acquisition, construction or production of assets eligible for capitalization shall be included in the cost of assets eligible for capitalization. Other exchange differences shall be included in the current financial expenses.

(2) Principles for the accounting treatment of foreign currency non-monetary items

① For foreign currency non-monetary items measured at historical cost, the Company shall maintain the translation at the spot exchange rate (middle price) on the transaction date, without changing amounts in their functional currency or generating exchange differences.

② For an inventory measured at cost or net realizable value (whichever is lower), if its net realizable value is determined in foreign currency, the Company shall first translate the net realizable value into the amount in the functional currency according to the ending exchange rate and then compares it with the inventory cost reflected in functional currency when determining the ending value of the inventory.

③ For a non-monetary item measured at fair value, if its fair value at the end of the period is reflected in foreign currency, the Company shall translate the foreign currency amount into the amount in the functional currency at the spot exchange rates on the day when the fair value is determined, and then compare foreign currency amount with the amount in functional currency, and include the difference in the current profits and losses as profit or loss from change in fair value (including change in exchange rate).

(ii) Accounting treatment of foreign currency statement translation

1. The Company translates the financial statements of overseas businesses according to the following methods:

(1) Assets and liabilities items in the Balance Sheet are translated at the spot exchange rate on the balance sheet date, and owners' equity items other than "undistributed profit" are translated at the spot exchange rate when they occur.

(2) The income and expenses in the Income Statement are translated at the spot exchange rate (or other similar exchange rates similar to the spot exchange rate on the transaction date determined in accordance with the systematic and reasonable method) on the dates when the transactions occur.

Foreign currency translation differences arising from translations conducted in compliance with the aforesaid principles are presented in "other comprehensive income" under the "owners' equity" in the Balance Sheet.

2. The Company translates the financial statements of overseas businesses in the hyperinflation economy according to the following methods:

(1) The Company restates the items in the Balance Sheet by using the general price index, restates the items in the Income Statement by using the general price index changes, and then translates them according to the spot exchange rate on the balance sheet date.

(2) When an overseas business is no longer in the hyperinflation economy, the Company ceases the re-statement, and translates the financial statements restated at the price on the cessation date.

3. Where the Company disposes of an overseas business, it transfers the exchange difference relating to the business disposed of, which is presented under the items of the "other comprehensive income" in the Consolidated Balance Sheet, to current profit and loss. If the overseas business is partly disposed of, the exchange difference is calculated in proportion to the percentage of disposal and transferred to current profit or loss.

11. Financial instruments

Financial instruments refer to contracts that form the financial assets of one party and the financial liabilities or equity instruments of other parties.

(i) Classification of the financial instruments

1. Classification of the financial assets

The Company classifies financial assets into the following three categories based on the business model for managing financial assets and the contractual cash flow characteristics of the financial assets: (1) financial assets at amortized cost; (2) financial assets at fair value through other comprehensive income (including financial assets designated at fair value through other comprehensive income); and (3) financial assets at fair value through profit or loss.

2. Classification of the financial liabilities

The Company classifies financial liabilities into the following two categories: (1) financial liabilities at fair value through profit or loss (including trading financial liabilities and financial liabilities designated as at fair value through profit or loss); and (2) financial liabilities at amortized cost.

(ii) Basis for recognizing and method for measuring the financial instruments

1. Basis for recognizing financial instruments

When the Company becomes a party to a financial instrument, it shall recognize a financial asset or liability.

2. Method for measuring financial instruments

(1) Financial assets

Financial assets shall be measured at fair value when initial recognition is made. For the financial assets measured at fair value through profit and loss, the related transaction costs shall be included directly in the current profits and losses. For the financial assets of other categories, the related transaction costs shall be included in the initial recognition amount. If the accounts receivable and notes receivable arising from the sale of products or the rendering of services do not contain major financing elements or the financing elements in the contracts of no more than one year are not considered, the expected amount of consideration to be collected shall be taken as the initial recognition amount.

① Financial assets measured at amortized cost

After initial recognition, such financial assets shall be subsequently measured at amortized cost using the effective interest method. Gains or losses arising from the financial assets that are measured at amortized cost and that are not part of any hedging relationship shall be recorded into the current profits and losses when such financial assets are derecognized, reclassified, amortized under the effective interest method or impaired.

② Financial assets measured at fair value through other comprehensive income

After initial recognition, such financial assets will be subsequently measured at fair value. Except that impairment losses or gains, exchange losses or gains, and interest calculated by effective interest method shall be included in current profits and losses, other gains or losses shall be included in other comprehensive income. When de-recognized, the accumulated gains or losses previously included in other comprehensive income shall be transferred from other comprehensive income to the current profits and losses

If the Company designates part of the non-tradable equity instrument investments as financial assets measured at fair value through other comprehensive income, the relevant dividend income shall be included in the current profits and losses, and the changes in fair value shall be in other comprehensive income. When the financial asset is de-recognized, the accumulated gains or losses previously included in other comprehensive income shall be transferred from other comprehensive income to retained earnings, instead of being included in current profits and losses.

③ Financial assets measured at fair value through profit or loss

Except for the financial assets measured at amortized cost and the financial assets measured at fair value through other comprehensive income mentioned above, the Company shall classify all other financial assets as financial assets measured at fair value through profit or loss. In addition, in the initial recognition, in order to eliminate or significantly reduce the accounting mismatch, the Company shall designate some financial assets as financial assets measured at fair value through profit or loss. For such financial assets, the Company adopts fair value for subsequent measurement, with changes in fair value included in the current profits and losses.

(2) Financial liabilities

Financial liabilities shall be classified at initial recognition into financial liabilities measured at fair value through the current profit or loss and the other financial liabilities. For the financial liabilities measured at fair value through profit and loss, the related transaction costs shall be included directly into the current profits and losses. For other financial liabilities, the related transaction costs shall be included in the initial recognition amount.

① Financial liabilities measured at fair value through profit or loss

Held-for-trading financial liabilities (including derivative instruments that are financial liabilities) shall be subsequently measured at fair value. Except for hedge accounting, all changes in fair value shall be included in the current profits and losses. For the financial liabilities designated to be measured at fair value through profit or loss, the changes in fair value caused by the Company's own credit risk changes shall be included in other comprehensive income, and when the liabilities are de-recognized, the accumulated changes in fair value caused by the Company's own credit risk changes which are included in other comprehensive income shall be transferred into retained earnings. Other changes in fair value shall be included in the current profits and losses. If the impact of changes in the credit risk of such financial liabilities treated in the said way will cause or expand the accounting mismatch in the profits and losses, the Company shall include all the profit or loss of the financial liabilities (including the impact amount caused by changes in the Company's own credit risk) into the current profits and losses.

② Financial liabilities measured at amortized cost

Other financial liabilities, except for the financial liabilities and financial guarantee contracts formed by the transfer of financial assets that does not meet the conditions for de-recognition or continued involvement in

the transferred financial assets, shall be classified as financial liabilities measured at the amortized cost. Such financial liabilities shall be subsequently measured at the amortized cost, with the profit or loss arising from the de-recognition or amortization included in the current profits and losses.

(iii) Basis for recognizing and method for measuring the financial assets transferred

Where the Company has transferred nearly all the risks and rewards associated with the ownership of financial assets, the financial assets shall be de-recognized. The rights and obligations arising from or retained in the transfer shall be separately recognized as assets or liabilities; if the Company retains nearly all the risks and rewards associated with the ownership of financial assets, the financial assets transferred shall be continuously recognized. Where the Company does not transfer or retain nearly all of the risks and rewards related to the ownership of a financial asset, it shall be treated as follows: (1) if the Company does not retain control over the financial asset, the financial asset shall be de-recognized, and the rights and obligations arising or retained during the transfer shall be separately recognized as assets or liabilities; (2) if the Company does not retain control over the financial asset, it shall, according to the extent of its continuous involvement in the transferred financial asset, recognize the relevant financial asset and the relevant liability accordingly.

If the overall transfer of a financial asset meets the condition for derecognition, the difference between the following two amounts shall be included in the current profits and losses: (1) the book value of transferred financial asset; and (2) the sum of the consideration received from transfer and the amount corresponding to the derecognized part in the accumulative amount of change in the fair value originally included directly in other comprehensive income (the financial asset involved in the transfer is an investment in debt instrument measured at fair value through other comprehensive income). Where a financial asset is partially transferred and the transferred part meets the de-recognition conditions, the entire book value of the financial asset before the transfer shall be allocated between the derecognized part and the continuously recognized part based on the relative fair value on the transfer date.

(iv) De-recognition of financial liabilities

When the current obligation of a financial liability (or part thereof) has been relieved, the Company shall de-recognize the financial liability (or part thereof), and the difference between its book value and the consideration paid (including the non-cash assets transferred out or the liabilities assumed) shall be included in the current profits and losses.

(v) Offset of financial assets and financial liabilities

Financial assets and financial liabilities shall be separately presented in the balance sheet without mutual offset. However, the net amount after mutual offset shall be presented in the balance sheet if all of the following conditions are satisfied:

1. The Company has legal rights to offset the recognized amounts, and such legal right is currently enforceable;
2. The Company plans to make settlement with net amounts, or to cash the financial assets and settle the financial liability simultaneously.

For a financial asset transferred that does not meet the conditions for de-recognition, the transferor shall not offset the financial asset transferred with relevant liabilities.

(vi) Equity instruments

Equity instruments refer to contracts that can prove the ownership of the remaining equity of the Company's assets after the deduction of all liabilities. The Company shall treat the issue (refinancing), repurchase, sale, or cancellation of equity instruments as changes in equity. The Company shall not recognize the changes in the fair value of equity instruments. Expenses related to equity transactions shall be deducted

from the value of equity. The Company shall treat the distribution to holders of equity instruments as profit distribution, and the stock dividends paid shall not affect the total owner' equity.

Where an entity controlled by the Company issues a special financial instrument that meets the definition of a financial liability but satisfies the conditions set out in CAS for classification as an equity instrument, such special financial instrument shall be classified as financial liabilities in the corresponding part of minority equity in the Company's consolidated financial statements.

(vii) Method for determining fair values of financial instruments

The fair value of a financial asset or financial liability in an active market shall be determined at the quoted price in the active market. The fair value of financial assets or financial liabilities that is not traded in an active market shall be determined by valuation techniques. During valuation, the Company adopts valuation techniques that are applicable under the current circumstances and supported by sufficient available data and other information, selects input values that are consistent with the features of assets or liabilities considered by market participants in the transactions of related assets or liabilities, and uses relevant observable input values as much as possible. The unobservable input value shall be used only under the circumstances when the relevant observable input value cannot be obtained or it is not feasible to obtain it.

At the initial recognition, if the fair value of a financial asset or financial liability is determined by the quoted price of the same asset or liability in the active market or by any other method other than the valuation technique that only uses observable market data, the Company shall defer the difference between the fair value and the transaction price. After initial recognition, the Company shall recognize the deferred difference as the gain or loss in the corresponding accounting period according to the change degree of a certain factor in the corresponding accounting period.

(viii) Impairment of financial assets

For financial assets measured at amortized cost, debt investments measured at fair value through other comprehensive income, etc., the Company shall recognize the loss provisions based on the expected credit loss.

1. Method for determining the provision for impairment

In light of the reasonable and reliable information such as past events, current situation and forecast of future economic situation, the Company shall, weighted by the risk of default, calculate the probability weighted amount of the present value of the difference between the cash flow receivable under the contracts and the cash flow expected to be received, and recognize the expected credit loss.

(1) General treatment method

On each balance sheet date, the Company shall measure the expected credit losses of financial instruments at different stages separately. If the credit risk of a financial instrument does not increase significantly after initial recognition, it is in the first stage, and the Company shall measure the loss provisions according to the expected credit loss in the next 12 months. If the credit risk of a financial instrument has increased significantly but no credit impairment has occurred since the initial recognition, it is in the second stage and the Company shall measure the loss provisions according to the expected credit loss of the instrument in the whole duration. If the credit impairment of the financial instrument has occurred since the initial recognition, it is in the third stage, and the Company shall measure the loss provisions according to the expected credit loss of the instrument in the whole duration. For a financial instrument with lower credit risk on the balance sheet date (such as fixed deposits in commercial banks with high credit rating and financial instruments with an external credit rating above "investment grade"), the Company shall assume that its credit risk has not increased significantly since the initial recognition, and measure the loss provisions according to the expected credit losses in the next 12 months.

(2) Simplified treatment method

For accounts receivable, contract assets, lease receivables and notes receivable related to income, if they do not contain major financing elements or the financing elements in the contracts of no more than one year are not considered, the Company shall measure the loss provisions according to the expected credit loss throughout the entire duration.

For accounts receivable, contract assets and lease receivables under CAS No. 21 - Leases that contain a major financing element, the loss provisions shall always be measured in an amount equal to the expected credit loss throughout the entire duration.

2. Criteria for evaluating whether credit risk has increased significantly since initial recognition

If the default probability of a financial asset in the expected duration determined on the balance sheet date is significantly higher than that in the expected duration determined on the initial recognition, it indicates that the credit risk of the financial asset increases significantly.

No matter how the Company evaluates whether the credit risk of a financial asset significantly increases, if the contract payment is overdue for more than 30 days (inclusive), it can be presumed that the credit risk of the financial asset increases significantly unless the Company can obtain reasonable and based information at a reasonable cost to prove that the credit risk does not increase significantly even if the payment is overdue for more than 30 days.

Except for special circumstances, the Company shall use the change of default risk in the next 12 months as a reasonable estimate of the change of default risk in the whole duration to determine whether the credit risk has increased significantly since the initial recognition.

3. Method and basis for determining portfolios for evaluating credit risk

The Company shall evaluate the credit risk of notes receivable, accounts receivable, contract assets and other receivables with the following characteristics separately, such as those in dispute over the opposite party or are involved in relevant litigation or arbitration, those where there is obvious indication showing that the debtor probably cannot fulfill the repayment obligation.

When it is impossible to evaluate the expected credit loss of a single financial asset at a reasonable cost, the Company shall classify the receivables into several portfolios according to the characteristics of credit risk and calculate the expected credit loss based on the portfolios. The basis for determining the portfolios is as follows:

Name of portfolio	Provision method
Portfolio of bank acceptance bill Portfolio of commercial acceptance bill	For notes receivable, bank acceptance bills and commercial acceptance bills classified into a portfolio, the Company shall calculate expected credit losses by the exposure at default and the expected credit loss rate for the entire duration by reference to the historical credit loss experience and in combination with the current situation and the forecast of future economic conditions.
Accounts receivable portfolio 1 (Credit risk portfolio such as accounts receivable) Accounts receivable portfolio 2 (Receivables from related parties within the consolidation scope)	For the accounts receivable classified into portfolio 1 and portfolio 2, the Company shall calculate expected credit losses by preparing a comparison table of the aging of accounts receivable and the expected credit loss rate for the entire duration by reference to the historical credit loss experience and in combination with the current situation and the forecast of future economic conditions.

Other receivables portfolio 1 (Portfolios of credit risks such as deposits, guarantees, advances for others, current accounts, etc.)	For the other receivables classified into Portfolio 1 and Portfolio 2, the Company calculates expected credit losses by the exposure at default and the expected credit loss rate within the next 12 months or for the entire duration by reference to the historical credit loss experience and in combination with the current situation and the forecast of future economic conditions.
Other receivables portfolio 2 (Receivables from related parties within the consolidation scope and current accounts with government authorities due to export tax refunds, sales, etc.)	

The Company shall include the loss provisions made or reversed into the current profits and losses. For the debt instruments that are measured at fair value through other comprehensive income, the Company shall adjust other comprehensive income while recording the impairment loss or gain into the current profits and losses.

As for accounts receivable Portfolio 1, the expected credit loss rates for the entire duration are as follows:

Item	Expected credit loss rate of accounts receivable (%)
Not overdue	5.00
Less than 1 year overdue	10.00
1-2 years overdue	30.00
2-3 years overdue	50.00
3-4 years overdue	80.00
Over 4 years overdue	100.00

12. Notes receivable

See “11. Financial instruments” for details.

13. Accounts receivable

See “11. Financial instruments” for details.

14. Accounts receivable financing

See “11. Financial instruments” for details.

15. Other receivables

Determination method and accounting treatment for the expected credit loss of other receivables Other receivables

See “11. Financial instruments” for details.

16. Contract assets

Contract assets refer to the right of the Company to receive consideration for the goods it has transferred to its customers, and such right depends on factors other than the passage of time. The contract assets of the Company mainly include the assets that have been completed but not settled and quality warranty bonds. The

contract assets and liabilities under the same contract shall be presented in net amount, and the contract assets and liabilities under different contracts shall not be used to offset against each other.

For the method for determination and accounting treatment of expected credit loss of contract assets, please refer to 11 (viii) "Impairment of financial assets".

17. Inventories

(i) Classification of inventories

Inventories of the Company are classified into raw materials, revolving materials (including packaging materials and low-value consumables), products in process, goods in stock (finished products), goods dispatched, etc.

(ii) Method for measuring inventories dispatched

Inventories dispatched shall be accounted for by the method of weighted average.

(iii) Basis for determining and method for making provision for inventory depreciation

On the balance sheet date, inventories are measured at the lower of their cost or net realizable value. When their net realizable value is lower than cost, a provision for inventory depreciation shall be made.

1. Basis for determining net realizable values of inventories

(1) For any inventory directly used for sale, such as goods in stock (finished goods) and materials for sale, its net realizable value shall be determined by the amount of the estimated selling price of the inventory minus the estimated selling expenses and relevant taxes and fees during the normal production and operation process.

(2) For material inventories required to be processed, their net realizable values are recognized at the estimated selling prices of finished goods minus estimated costs until completion, estimated selling expenses and relevant taxes and surcharges in the normal production and operation process.

(3) For inventories held to perform sales contract or service contract, their net realizable values are calculated on the basis of contract price. If the quantities of inventories specified in sales contracts are less than the quantities held by the Company, the net realizable value of the excess portion of inventories shall be based on general selling prices.

(4) For materials held for the purpose of production, where the net realizable value of finished goods made of these materials is greater than the cost thereof, these materials shall remain measured at the cost; where the net realizable value of finished goods is less than the cost thereof which is indicated by the decrease of material price, these materials shall be measured at the net realizable value.

2. Method for making provision for inventory depreciation

(1) Provision made on a single item basis

The Company generally makes provision for inventory depreciation based on the difference between the cost of a single inventory item and its net realizable value.

(2) Provision made by category

For inventories with large quantities and low unit prices, such as raw materials, revolving materials and products in progress, the provision for inventory depreciation shall be made by category. The Company

determines the depreciation amount for such inventories by taking into account factors such as the storage status and aging of the inventories, their use in production and operation, their availability, and the estimated selling price.

(3) For the inventories related to the series of products manufactured and sold in the same area, and of which the final use or purpose is identical or similar thereto, and if it is difficult to measure them by separating them from other items, the provision for inventory depreciation shall be made on a combination basis.

(iv) Inventory system

The Company shall adopt a perpetual inventory system, and conduct a regular physical inventory.

(v) Method for amortizing revolving materials

1. Methods for amortizing low-value consumables

The Company shall amortize the low-value consumables using one-off write-off method.

2. Method for amortizing packaging materials

The Company shall amortize the packing materials using one-off write-off method.

18. Assets held for sale

(i) Assets held for sale

1. Scope of non-current assets or disposal groups held for sale

When the Company recovers its book value mainly through selling (including non-monetary asset exchange with commercial substance) but not continuously using a non-current asset or disposal group, such non-current asset or disposal group shall be classified into the category of assets held for sale.

A disposal group refers to a group of assets that are disposed of as a whole through sale or other means in a transaction, and liabilities that are transferred and directly related to those assets in the transaction.

2. Conditions for determining non-current assets or disposal groups held for sale

The Company shall classify the non-current assets or disposal groups meeting all the following conditions into the held-for-sale category:

(1) According to the general practice for selling such kind of asset or disposed asset portfolio in a similar transaction, the asset or portfolio can be immediately sold in the current state; and

(2) The sale of the asset or portfolio is very likely to happen, which means that the Company has made a resolution on a sale plan and obtained a confirmed purchase commitment, and it is estimated that the sale will be completed within one year. Where the sale can be done only upon the approval of relevant authorities or regulatory authorities of the Company as required by relevant regulations, the approval has been obtained.

3. Accounting treatment and presentation of non-current assets and disposal groups held for sale

Before the Company initially classifies the non-current assets or disposal groups into the category of assets held for sale, the book value of various assets and liabilities in non-current assets or disposal groups shall be measured in accordance with the relevant accounting standards.

When a non-current asset or disposal group held for sale is re-measured at the initial measurement or balance sheet date, if the book value thereof is higher than the net amount of the fair value less the sale cost, the book value shall be written down to the net amount of the fair value less the sale cost, and the write-down amount shall be recognized as the loss from asset impairment and included in the current profits and losses; meanwhile, the provision for impairment of assets held for sale shall be made. For the amount of losses from asset impairment recognized by the disposal groups held for sale, the book value of goodwill in disposal groups shall be firstly offset, and then according to the proportion of various non-current assets in disposal groups, the book value thereof shall be offset pro rata. Non-current assets held for sale shall not be subject to depreciation or amortization.

The non-current assets held for sale or the assets in the disposal group held for sale and the liabilities in the disposal group held for sale shall not offset each other, and shall be presented as current assets and current liabilities respectively.

Where the Company loses control over a subsidiary due to the sale of its investment in the subsidiary or other reasons, whether the Company retains part of equity investments after the sale, when the investment in the subsidiary to be sold satisfies the conditions for classifying as the assets held for sale, the investment in the subsidiary will be wholly divided into the category of the assets held for sale in individual financial statements of the parent company, and all assets and liabilities of the subsidiary will be classified into the category of assets and liabilities held for sale in the consolidated financial statements.

(ii) Discontinued operation

Discontinued operations refer to the component meeting any of the following conditions that can be separately distinguished and that has been disposed of or classified as held for sale by the Company:

1. the component represents a separate major line of business or geographical area of operations;
2. This constituent part is part of an associated plan to dispose of an independent primary business or a separate principal operating area; or
3. the component is a subsidiary acquired exclusively for re-sale.

19. Debt investment

See “11. Financial instruments” for details.

20. Other debt investments

See “11. Financial instruments” for details.

21. Long-term equity investments

(i) Determination of initial costs of long-term equity investments

1. For the long-term equity investments formed by business combination, their initial investment costs shall be determined following the accounting treatment method of business combination under common control and that not under common control under V (Major accounting policies and accounting estimates) - 6.

2. For long-term equity investments acquired through methods other than business combination, their investment costs shall be determined in accordance with the following ways:

(1) For long-term equity investments acquired by payment in cash, their initial investment cost shall be the purchase cost paid. Initial investment cost shall include expenses, taxes and other necessary expenses that are directly related to the acquisition of long-term equity investments.

(2) For long-term equity investments acquired through the issuance of equity securities (equity instruments), their initial investment cost shall be the fair value of the issued equity securities (equity instruments). If there is conclusive evidence that the fair value of a long-term equity investment obtained is more reliable than that of the equity security (equity instrument) issued, the initial investment cost shall be determined based on the fair value of the long-term equity investment invested by the investor. The expenses directly related to the issuance of equity securities (equity instruments), including handling charges and commissions, shall be offset by the issuance premium. If the premium is insufficient to offset, the surplus reserve and undistributed profit shall be offset in turn. The long-term equity investments obtained through the issuance of debt securities (debt instruments) shall be treated as if through the issuance of equity securities (equity instruments).

(3) For any long-term equity investment acquired by way of debt restructuring, the Company may take the fair value of the debt it waived and taxes and other costs directly attributable to such assets as the initial investment costs.

(4) For a long-term equity investment obtained through exchange of non-monetary assets, if the exchange of non-monetary assets has commercial substance, and the fair values of assets traded out and traded in can be measured reliably, the Company shall determine the initial investment cost of the long-term equity investment based on the fair values of the assets traded out, unless there is any conclusive evidence that the fair values of the assets traded in are more reliable. If the exchange of non-monetary assets does not meet the above criteria, the Company shall recognize the book value of the assets traded out and relevant taxes and surcharges payable as the initial investment cost of the long-term equity investment traded in.

The expenses, taxes and other necessary expenses directly related to the acquisition of a long-term equity investment incurred by the Company shall be included in the initial investment cost of the long-term equity investment.

No matter how the Company obtains a long-term equity investment, the cash dividends or profits declared but not distributed included in the price or consideration paid shall be accounted for separately as dividends receivable and shall not constitute the cost of the long-term equity investment.

(ii) Method for subsequent measurement, and recognition of profit or loss, of long-term equity investments

1. Long-term equity investment accounted for under the cost method

(1) The Company shall measure long-term equity investments that can exercise control over the investee, that is, the investments in the subsidiaries, with the cost method.

(2) For a long-term equity investment calculated under the cost method, except for the cash dividends or profits declared but not yet paid included in the price or consideration actually paid at the time of acquisition of the investment, the Company shall recognize investment income according to the dividends or profits declared by the investee regardless of whether it is the net profit realized by the investee before and after the investment.

2. Long-term equity investments accounted for under the equity method

(1) Equity method shall be adopted for the accounting of the joint ventures and associates that the Company has common control over or significant influence on the investees.

(2) For a long-term equity investment measured under the equity method, if its initial investment cost is higher than the Company's attributable share of the fair value of the investee's identifiable net assets, no

adjustment shall be made to the initial costs of the long-term equity investment; if the initial investment cost is lower than the Company's attributable share of the fair value of the investee's identifiable net assets, the difference shall be recognized in current profits and losses and at the same time the adjustment will be made to the initial investment cost of the long-term equity investment.

(3) After a long-equity investment is acquired, the Company shall, according to the shares of net profit and loss and other comprehensive income realized by the investee which the Company shall enjoy or bear, recognize the profit and loss on the investment and other comprehensive income and adjust the book value of the long-term equity investment. When recognizing the share of net profit or loss of the investee that the Company shall enjoy, based on the fair value of identifiable net assets of the investee while acquiring the investment, the Company should confirm such share after adjusting the investee's net book profit. However, if the Company is unable to reasonably determine the fair value of the investee's identifiable assets at the time of obtaining the investment, or the difference between the fair value of the investee's identifiable assets at the time of investment and its book value is small, or the relevant information of the investee cannot be obtained due to other reasons, the Company shall directly calculate and recognize the investment profit and loss on the basis of the net book profit and loss of the investee. The Company shall, in the light of the cash dividends or profits that the investee declares to distribute, calculate the part it should share and reduce the book value of the long-term equity investment correspondingly. For other changes in owner's equity of the investee excluding net losses or profits, other comprehensive income, or profit distribution, the Company shall adjust the book value of the long-term equity investment and include it in owner's equity.

When the Company recognizes the investment income generated from the investment in joint ventures and associates, the gain and loss of internal transactions that are not realized arising among the Company, the associates, and joint ventures shall be offset at the part attributable to the Company and the investment income shall be recognized on that basis. Where the losses from internal transactions between the Company and the investee fall into the scope of assets impairment loss, the full amount of such losses shall be recognized. The Company shall also offset the unrealized internal transaction profits and losses between the subsidiaries included in the consolidation scope and their associates and joint ventures according to the above principles, and recognize the investment profits and losses on this basis.

When the Company recognizes the losses of the investee that it should share, treatment shall be done in the following sequence: firstly, the book value of the long-term equity investment shall be reduced; secondly, where the book value is insufficient to cover the losses, the investment losses shall be recognized to the extent of book value of other long-term equity which forms net investment in the investee in substance and the book value of long term receivables shall be reduced; finally, after all the above treatments, if the Company is still responsible for any additional liabilities in accordance with the provisions stipulated in the investment contracts or agreements, estimated liabilities shall be recognized and included into the current investment loss according to the obligations estimated to undertake. If the investee achieves profit in subsequent periods, the Company shall, after deducting any unrecognized investment losses, reduce book value of estimated liabilities recognized, restore book values of other long-term equity which forms net investment in the investee in substance, and of long-term equity investment according to the reversed sequence described above, and recognize investment income at the same time.

(iii) Basis for determining a common control or significant influence over the investee

1. Basis for determining whether there is a common control over the investee

Common control refers to the control shared over an arrangement in accordance with the relevant stipulations, and the decision-making of related activities of the arrangement should not be made before the party sharing the control agrees to the same. The related activities of an arrangement usually include the sale and purchase of goods or services, the management of financial assets, the purchase and disposal of assets, research and development activities and financing activities. Joint venture refers to those joint arrangements under which the Company is just entitled to the net assets. Those joint arrangements under which the parties thereto are entitled to relevant assets and be responsible for relevant liabilities are joint operations rather than joint ventures.

2. Basis for determining the significant influence over the investee

Significant influence refers to the power to participate in making decisions on the financial and operating policies of the investee, but not the power to control, or jointly control with other parties, the formulation of such policies. Where the Company can exercise significant influence over the investee, the investee is an associate of the Company.

22. Fixed assets

(1) Recognition Criterias

Fixed assets refer to the tangible assets that are held for the production of goods, provision of labor services, leasing or management, and have a service life exceeding one fiscal year. Fixed assets are recognized when they simultaneously meet the following conditions:

1. it is probable that the economic benefits associated with the fixed asset are likely to flow into the Company; and
2. the cost of the fixed asset can be measured reliably.

(2) Depreciation method

Category	Depreciation method	Depreciation period (years)	Residual rate (%)	Annual depreciation rate (%)
Houses and buildings	Straight-line method	10-35	5%	2.71%-9.50%
Machinery and equipment	Straight-line method	8-15	5%	6.33%-11.88%
Transportation equipment	Straight-line method	5-8	5%	11.88%-19.00%
Electronic equipment and Other	Straight-line method	3-8	5%	11.88%-31.67%

1. The Company depreciates all fixed assets except for fully depreciated fixed assets and land which continue to be used.

2. The Company's fixed assets are depreciated from the month following the month in which they reach their intended use, using the average annual depreciation method. Depreciation rates and depreciation amounts are determined based on the categories of fixed assets, estimated useful lives and estimated net salvage rates, and are credited to the cost of the relevant assets or to profit or loss of the current period according to the usage, respectively.

3. When computing depreciation for fixed assets for which depreciation provision has been accrued, the Company shall re-compute and determine the depreciation rate and value based on the book value, estimated net residual value and the remaining service life of the fixed assets.

4. As of the balance sheet date, the Company shall review the estimated service life, estimated net residual value rate and depreciation method of fixed assets. In the event of any change, the change shall be dealt with as a change of accounting estimates.

5. Decoraion costs of fixed assets eligible for capitalization are depreciated separately using the average annual depreciation method over the shorter of the period of two decoraions and the remaining useful life of the fixed assets.

23. Construction in progress

(i) Classification of construction in progress

Construction in progress is measured on an individual basis.

(ii) Criteria and timing for conversion of construction in progress into fixed assets

The total expenditures incurred before construction in progress reaching the working condition for their intended use shall be taken as the entry value of the fixed assets. Self-operated projects are measured in accordance with costs of direct materials, direct labor and direct mechanical construction, etc.; the contracted projects are measured in accordance with the project price payable, etc. The borrowing costs that meet the capitalization conditions incurred before the project funded by borrowed money reaches the working conditions for its intended use shall be capitalized and included in the cost of construction in progress.

The fixed assets built by the Company, which have reached the working conditions for its intended use but for which the final accounts of the completed project have not been made, shall be transferred to fixed assets according to the estimated value of the project budget, construction costs or actual costs from the date when the fixed assets reach the working conditions for its intended use, and the depreciation for such fixed assets shall be accrued according to the Company's depreciation policies for fixed assets. Upon completion of the final accounts, adjustment shall be made to the original temporary estimated value according to the actual cost. However, the original depreciation amount accrued will not be adjusted.

24. Borrowing costs

(i) Scope of borrowing costs

The Company's borrowing costs include the interest on borrowings, amortization of discounts or premiums on borrowings, ancillary expenses, and exchange balance on foreign currency borrowings.

(ii) Principle for recognizing borrowing costs

The borrowing costs incurred to the Company and directly attributable to the acquisition and construction or production of assets eligible for capitalization shall be capitalized and included in relevant asset costs; other borrowing costs shall be recognized as costs according to the amount incurred and be included in the current profits and losses.

Assets eligible for capitalization include the fixed assets, investment properties, inventories and other assets which may reach their intended serviceable or marketable state only after long-time acquisition and construction or production activities.

(iii) Determination of the period of capitalization of borrowing costs

1. Determination of the time when borrowing costs begin to be capitalized

The borrowing costs shall begin to be capitalized when the asset expenditures have occurred, borrowing costs have incurred, and the acquisition, construction or production activities necessary for the assets to reach the expected serviceable or marketable state have begun. The asset expenditures include those incurred by cash payment, the transfer of non-cash assets, or the undertaking of interest-bearing debts for acquiring and constructing or producing assets eligible for capitalization.

2. Determination of the time when borrowing costs suspended to be capitalized

If the acquisition, construction, or production of an asset eligible for capitalization is abnormally interrupted and the interruption exceeds 3 consecutive months, the capitalization of borrowing costs shall be

suspended. The Company shall recognize the borrowing costs incurred during the interruption period as current profits and losses, and the borrowing costs resume to be capitalized until the acquisition, construction or production activities of the asset restart. If the interruption is the necessary procedure for the acquired, constructed, or produced assets eligible for capitalization to reach the intended serviceable or marketable state, the borrowing costs shall remain capitalized.

3. Determination of the time when borrowing costs cease to be capitalized

Capitalization of borrowing costs should be ceased when the acquired and constructed or produced assets eligible for capitalization have reached their intended serviceable or marketable state. The borrowing costs thereafter, when incurred, shall be recognized as current profits and losses based on the amount incurred.

If each part of the acquired, constructed, or produced asset eligible for capitalization is completed separately, each completed part may be used or sold externally during the continued construction of other parts, and the acquisition and construction or production activities which are necessary for such part to reach intended serviceable or marketable state have been substantially completed, the capitalization of the borrowing costs related thereto shall be ceased; if each part of the acquired, constructed, or produced asset is completed separately, but each completed part may be used or sold externally only after the entire construction is completed, the capitalization of the borrowing costs shall be ceased upon completion of the entire asset.

(iv) Determination of the capitalized amount of borrowing costs

1. Determination of the capitalized amount of interest on borrowings

Within the capitalization period, the capitalized amount of interest (including the amortization of discounts or premiums) in each accounting period shall be determined in accordance with the following provisions:

(1) As for special borrowings for the acquisition and construction or production of assets eligible for capitalization, the capitalized amount of interests shall be determined based on the interest expenses incurred during the current period minus the interest income earned on the unused special borrowings as a deposit in the bank or as a temporary investment.

(2) Where a general borrowing is used for the acquisition and construction or production of assets eligible for capitalization, the Company shall calculate and determine the capitalized amount of interests on the general borrowing by multiplying the weighted average asset expenditure of the part of the accumulative asset expenditures minus the general borrowing by the capitalization rate of the general borrowing used. The capitalization rate shall be calculated and determined in light of the weighted average interest rate of the general borrowing.

(3) As for borrowings with a discount or premium, the to-be-amortized discount or premium in each accounting period shall be determined by the effective interest rate method, and the interest for each period shall be adjusted.

(4) During the period of capitalization, the capitalized amount in each accounting period shall not exceed the amount of interest actually incurred on the relevant borrowings in the current period.

2. Determination of the capitalized amount of auxiliary borrowing costs

(1) For the ancillary borrowing costs incurred to a special borrowing, those incurred before an asset eligible for capitalization under acquisition reaches to the intended serviceable or marketable state shall be capitalized at the incurred amount upon occurrence, and shall be included in the costs of the asset eligible for capitalization. Those incurred after an asset eligible for capitalization under acquisition reaches to the intended serviceable or marketable state, it shall be included in the current profits and losses.

(2) Auxiliary costs incurred during general borrowings shall be recognized as expenses based on the amount incurred upon occurrence, and shall be included in the current profits and losses.

3. Determination of the capitalized amount of exchange differences

During the capitalization, the difference between the principal and interest of special borrowings in foreign currency shall be capitalized and included in the cost of assets eligible for capitalization.

25. Intangible assets

(1) Service life and the basis for its determination, estimation, method of amortisation or review procedures

(i) Initial measurement of intangible assets

1. Initial measurement of purchased intangible assets

The costs of an externally purchased intangible asset include the purchase price, relevant taxes and expenses paid, and other expenditures directly attributable to putting the asset into condition for its intended use. If the purchase price of an intangible asset is delayed beyond the normal credit conditions and it is of the financing nature, the cost of the intangible asset shall be determined on the basis of the present value of the purchase price. The difference between the actual price and the present value of the purchase price shall be included in the current profits and losses within the credit period, except for those that should be capitalized.

2. Initial measurement of the self-developed intangible assets

The cost of self-developed intangible assets shall be determined according to the total expenditure incurred from the time the capitalization conditions are met to before the intended use is reached, and the expenditures that have been expensed in the previous period shall not be adjusted.

For intangible assets developed by the Company, the expenditures in the research phase shall be included in the current profits and losses when incurred; the expenditures in the development phase that do not meet the capitalization conditions shall be included in the current profits and losses when incurred and those that meet the capitalization conditions shall be recognized as an intangible asset. Where there is no way to distinguish the research expenditures from the development expenses, the R&D expenses incurred shall all be included in the current profits and losses.

(ii) Subsequent measurement of intangible assets

When the Company acquires an intangible asset, it shall analyze and assess its service life. The Company divides the acquired intangible assets into intangible assets with limited service life and intangible assets with uncertain service life.

1. Subsequent measurement of intangible assets with limited service life

The Company adopts the straight-line method to amortize the intangible asset with limited service life within its service life from the time it reaches its intended use, and no residual value will be reserved. The amortization amount of intangible assets is usually included in the current profits and losses; if the economic benefits contained in an intangible asset are realized through the products or other assets produced, the amortization amount shall be included in the cost of the related assets.

The categories, estimated service life, estimated net residual value rate and annual amortization rate of intangible assets are listed as follows:

Categories	Estimated service life (years)	Estimated net residual value ratio (%)	Annual amortization rate (%)
Land use rights	50		2.00
Non-patented technology	10		10.00
Computer software	2-10		10.00-50.00
Right of mining	Estimated mining life		

On the balance sheet date, the service life and amortization method of intangible assets with limited service life shall be reviewed.

2. Subsequent measurement of intangible assets with uncertain service life

The Company does not amortize the intangible assets with uncertain service life during the holding period.

(iii) Estimation of the service life of intangible assets

1. For an intangible asset derived from contractual rights or other statutory rights, its service life shall not exceed the period of the contractual rights or other statutory rights; if the contractual rights or other statutory rights are extended due to contract renewal when they expire and there is evidence to show that the Company does not need to pay a large amount of cost to renew the contract, the renewal period shall be included in the service life.

2. If the contract or law does not stipulate the service life, the Company shall consider all aspects of the Company's situation and determine the period during which the intangible asset can bring economic benefits to the Company through methods such as hiring relevant experts for demonstration or comparison with the situation in the same industry and referring to the Company's historical experience.

3. If it is still unable to reasonably determine the period during which the intangible asset can bring economic benefits to the Company through the above method, the intangible asset shall be regarded as an intangible asset with uncertain service life.

(2) Scope of consolidated R&D expenditure and related accounting treatment

(i) Specific standards for dividing the research phase and development phase of the Company's internal R&D projects

1. Scope of consolidated R&D expenditure

It typically includes salary costs for R&D staff, direct input expenses, depreciation costs and long-term deferred expenses, design costs, equipment commissioning costs, amortisation of intangible assets, costs associated with commissioning external research and development, and other costs, including expensed R&D expenses and capitalised development expenditures.

2. Specific standards for dividing the research phase and development phase

Based on the Company's business model and the features of the R&D projects, the Company divides the R&D projects into the research phase and the development phase.

(1) Research phase

The research phase refers to the phase of original planned investigations and research activities in order to acquire and understand new scientific or technical knowledge. Expenditure at the research phase of internal R&D projects shall be included in the current profits and losses when incurred.

(2) Development phase

The development phase refers to the phase in which research results or other knowledge are applied to a certain plan or design to produce new or substantially improved materials, devices, products and other activities before commercial production or use.

Expenditure in the research phase of internal R&D projects shall be included in the current profits and losses when incurred.

(ii) Specific criteria and timing for capitalization of eligible expenditures at the development phase

Expenditure of an internal R&D project at development phase shall be capitalized only when: it is feasible technically to finish intangible assets for use or sale; it is intended to complete the intangible asset and use or sell the intangible asset; the methods for the intangible asset to generate economic benefits shall be proved, including being able to prove that there is a potential market for the products manufactured by applying the intangible asset or there is a potential market for the intangible assets themselves or the intangible assets will be used internally; it is able to complete the development of the intangible assets and able to use or sell the intangible asset, with the support of sufficient technologies, financial resources and other resources; and the expenditure attributable to the development phase of the intangible asset can be reliably measured. Upon meeting the above conditions and passing the technical feasibility and economic feasibility analyses (generally, the B-sample trial production and validation satisfy the established requirements and sufficient technical and financial support is available), the Company's R&D projects will proceed to the development phase.

Capitalized expenditure at the development phase shall be presented on the balance sheet as development expenditure and transferred to intangible assets as of the date on which the project reaches its intended use.

(iii) Handling of land use rights

1. The land use rights acquired by the Company are usually recognized as intangible assets. However, if the purpose of land use rights is changed for earning rent or capital appreciation, it shall be converted into investment property.

2. If the Company independently develops and constructs factories and other buildings, the relevant land use rights and buildings shall be handled separately.

3. The payment for the purchased land and buildings shall be distributed between the buildings and the land use rights. If it is difficult to distribute reasonably, both shall be treated as fixed assets.

26. Long-term asset impairment

Long-term assets, such as long-term equity investment, investment properties, fixed assets, construction in progress and right-of-use assets that measured at cost, and intangible assets with limited service life, are tested for impairment if there is any indication that an asset may be impaired on the balance sheet date. If the result of the impairment test indicates that the recoverable amount of the asset is less than its book value, a provision for impairment and an impairment loss are recognized for the amount by which the asset's book value exceeds its recoverable amount. The recoverable amount is the higher of an asset's fair value less disposal costs and the present value of the future cash flows expected to be derived from the asset. Provision for asset impairment is determined and recognized on the individual asset basis. If it is not possible to estimate the recoverable amount of an individual asset, the recoverable amount of the asset group to which the asset belongs to is determined. An asset group is the smallest group of assets that is able to generate cash inflows independently.

The Company shall conduct an impairment test at least at the end of each year for goodwill and intangible assets with uncertain service life, regardless of whether there are indications of impairment.

When the Company conducts an asset impairment test, the book value of goodwill arising from the business combinations shall be amortized to relevant asset groups with a reasonable method since the acquisition date; or amortized to the relevant combination of asset groups if it is difficult to be amortized to relevant asset groups. The book value of goodwill shall be amortized to relevant asset groups or combinations of asset groups according to the proportion of the fair value of such asset groups or combinations of asset groups in the total fair value of relevant asset groups or combinations of asset groups. Where the fair value is difficult to be reliably measured, it shall be amortized according to proportion of the book value of each asset group or combination of asset group in the total book value of relevant asset groups or combinations of asset groups. When making an impairment test on the relevant asset groups or combination of asset groups containing goodwill, if any indication shows that the asset groups or combinations of asset groups related to the goodwill may be impaired, the Company shall first conduct an impairment test on the asset groups or combinations of asset groups not containing goodwill, calculate the recoverable amount and compare it with the relevant book value to recognize the corresponding impairment loss. Then, the Company shall conduct an impairment test on the asset groups or combinations of asset groups containing goodwill, and compare the book value of these asset groups or combinations of asset groups (including the book value of the goodwill apportioned thereto) with the recoverable amount. Where the recoverable amount of the relevant asset groups or combinations of asset groups is lower than the book value thereof, the Company shall recognize the impairment loss of the goodwill.

The impairment loss of goodwill shall be included in the current profits and losses when incurred and will not be reversed in the subsequent accounting periods.

27. Long-term deferred expenses

1. Scope of long-term deferred expenses

Long-term deferred expenses are various expenses already incurred, which shall be amortized over current and subsequent accounting periods with the amortization period of more than one year (exclusive), including the expenditures caused by the improvement of fixed assets acquired under operating lease, etc.

2. Initial measurement of long-term deferred expenses

Long-term deferred expenses are initially measured in accordance with the actual expenditures incurred.

3. Amortization of long-term deferred expenses

Long-term deferred expenses are amortized by stages based on the benefit period by using the straight-line method.

28. Contract liabilities

Contract liabilities refer to the Company's obligations to transfer goods to customers in exchange for the consideration received or receivable from customers. If, before the Company transfers the goods to the customer, the customer has already paid the contract consideration or the Company has obtained the unconditional right of collecting the price for the goods, the Company shall present the received or receivable amount as the contract liabilities at the time when the customer makes the payment actually or when the payment is due, whichever is earlier. The contract assets and liabilities under the same contract shall be presented in net amount, and the contract assets and liabilities under different contracts shall not be used to offset against each other.

29. Employee compensation

(1) Accounting treatment of short-term compensation

The term “short-term compensation” refers to employee compensation that is required to be fully paid within 12 months upon the expiry of the annual reporting period during which the services are provided by the employee, excluding the compensation for termination of labor relations with employees.

Short-term compensation specifically includes employee wages, bonuses, allowances and grants, cost of employee benefits, cost of social insurance such as medical insurance, work-related injury insurance and maternity insurance, housing provident fund, labor union operating costs and employee education costs, paid short-term absences, short-term profit-sharing plans, non-monetary benefits and other short-term compensation.

During the accounting period in which the employee provides services, the Company shall recognize the short-term compensation incurred as liabilities and shall include it in the current gains and losses or relevant asset costs.

(2) Accounting treatment of post-employment benefits

The defined contribution plan that the Company participates in is the basic endowment insurance, unemployment insurance, and corporate annuity paid for employees in accordance with relevant regulations. The amount payable by the Company on the balance sheet date in exchange for the service provided by the employees during the accounting period shall be recognized as employee compensation liabilities and shall be included in the current profits and losses or the cost of related assets.

(3) Accounting treatment of dismissal benefits

Dismissal benefits refer to the compensation given by the Company to employees to terminate the labor relationship with the employees before the expiration of the labor contract or to encourage the employees to voluntarily accept the layoffs. The Company shall recognize the employee compensation liability incurred from dismissal benefits at the earlier of the following dates and include such liability in current profits and losses:

1. The date when the Company are unable to unilaterally revoke the dismissal benefits provided for the termination of labor relation or the proposal for layoffs, and
2. The date when the Company recognizes the cost or expense related to the restructuring involving payment of dismissal benefits.

(4) Accounting treatment of other long-term employee benefits

Other long-term employee benefits refer to all employee benefits other than short-term compensation, post-employment benefits and dismissal benefits. During the reporting period, the Company shall recognize the cost of employee compensation arising from other long-term employee benefits as the following components:

1. Service costs;
2. Net interests arising from net liabilities or net assets of other long-term employee benefits
3. Changes arising from re-measuring the net liabilities or net assets of other long-term employee benefits.

30. Provisions

(i) Principle for recognizing provisions

When the obligations related to contingent events, such as external guarantees, pending litigation or arbitration, product quality warranty, loss-making contracts, and restructuring, meet the following three conditions simultaneously, they shall be recognized as provisions:

1. The said obligation is a present obligation of the Company;
2. The fulfillment of said obligation is likely to cause economic benefits to flow out of the Company; and
3. The amount of the obligation can be measured reliably.

(ii) Method for measuring provisions

The amount of provisions is measured in accordance with the best estimate of the expenditure required for the contingent event.

1. Where there is a continuous range of required expenditures and the probability of occurrence of various results in this range is the same, the best estimate shall be determined according to the median value in this range.

2. Under other circumstances, the best estimate shall be dealt with in the following cases:

(1) If a contingent event involves a single item, it shall be determined according to the amount that is most likely incurred.

(2) If a contingent event involves multiple items, it shall be determined according to the various possible results and related probabilities.

31. Share-based payment

Share-based payment may be divided into equity-settled share-based payment and cash-settled share-based payment.

(i) Accounting treatment on the grant date

Except for the share-based payment for which the rights may be immediately exercised, the Company will not perform any accounting treatment on the grant date, regardless of whether the equity-settled share-based payment or the cash-settled share-based payment.

(ii) Accounting treatment on each balance sheet date during the vesting period

On each balance sheet date during the vesting period, the Company will include the services obtained from employees or other parties in the costs and expenses, and recognize owner's equity or liabilities at the same time.

For share-based payments with market conditions, as long as the employee meets all other non-market conditions, the services that have been obtained shall be recognized. If the performance conditions are non-market conditions, and after the vesting period is determined, if the follow-up information indicates that it is necessary to adjust the estimate of the information about the exercisable right, the previous estimate shall be revised.

For equity-settled share-based payment involving employees, it shall be included in costs and capital reserves (other capital reserves) according to the fair value of the equity instruments on the grant date, and the subsequent changes in fair value will not be recognized; for cash-settled share-based payment involving employees, it shall be re-measured according to the fair value of the equity instruments on each balance sheet date to determine the costs and expenses and employee compensation payable.

On each balance sheet date during the vesting period, the Company will make the best estimate based on the latest subsequent information such as the number of employees who may exercise their rights, and revise the number of equity instruments that are expected to be exercisable.

Based on the fair value of the above equity instruments and the number of equity instruments that are expected to be exercisable, calculate the cumulative amount of costs and expenses that should be recognized as of the current period, and subtract the cumulative amount that has been recognized in the previous period, the remaining amount shall be taken as the amount of costs and expenses that should be recognized in the current period.

(iii) Accounting treatment after the vesting date

1. For equity-settled share-based payments, no adjustments will be made to the recognized costs and expenses and the total owners' equity after the vesting date. The Company will recognize the share capital and share premium based on the exercise on the exercise date, and carry forward the capital reserve (other capital reserve) recognized during the vesting period.

2. For cash-settled share-based payments, the Company will no longer recognize the costs and expenses after the vesting date, and the changes in the fair value of liabilities (employee compensation payable) will be included in the current profits and losses (profit and loss from changes in fair value).

(iv) Accounting treatment of share repurchase for employee option incentives

Where the Company rewards its employees in the form of share repurchase, when repurchasing shares, the Company will treat the total expenditure of share repurchase as treasury shares and will perform at the same time the registration formalities for future reference. On each balance sheet date during the vesting period, the employee services obtained will be included in the cost and expenses based on the fair value of the equity instrument on the grant date, and the capital reserve (other capital reserve) will be increased simultaneously. When receiving the corresponding price for shares purchased by an employee upon exercising his right, the Company will write off the cost of the inventory shares delivered to the employee and the accumulated amount of the capital reserve (other capital reserve) during the vesting period. Concurrently, the capital reserve (share premium) shall be increased by the difference thereof.

32. Revenues

Accounting policies for revenue recognition and measurement disclosed by type of business

(i) Revenue recognition principle and measurement method

1. Revenue recognition

The Company shall recognize the revenue after the Company fulfilled its performance obligations in the contract, that is, when the customer obtains control over the relevant goods. On the commencement date of the contract, the Company will evaluate the contract, identify each individual performance obligation thereunder, and determine whether each individual performance obligation is performed over a certain period of time or at a certain point of time, and then recognize income separately after performed each individual performance obligation.

2. Revenue measurement

If the contract contains two or more performance obligations, the Company will allocate the transaction price to each individual performance obligation in accordance with the relative proportion of the stand-alone selling price of the goods or services under each individual performance obligation on the commencement date of the contract, and will measure the revenue in accordance with the transaction price allocated to each individual performance obligation. When determining the transaction price, the Company will consider the

factors including the impact of variable consideration, significant financing components in the contract, non-cash consideration, and consideration payable to customers, and will assume that the goods will be transferred to the customer in accordance with the existing contract, and the contract will not be cancelled, renewed or changed.

(ii) Specific revenue recognition policies

1. Sales of goods

A. Domestic sales: The control over the goods will be transferred to the customer when the Company sends out the goods and they are accepted by the customer, and accordingly, the sales revenue shall be recognized when the goods are sent out by the Company and accepted by the customer.

B. Overseas sales: The Company shall recognize the sales revenue when the goods have been sent out, the export declaration procedures have been completed and the customs declaration documents have been obtained.

2. Technical services

Once the corresponding services have been completed in accordance with the terms of the technical service contract and confirmed by the customer, the Company will recognize the revenue upon receiving the price or the evidence that the price is collectable.

Different revenue recognition and measurement methods for the same type of business with different operating models

33. Contract costs

Contract costs are classified as contract performance costs and contract acquisition costs.

The costs incurred by the Company for the performance of contracts are recorded as contract performance costs and recognized as an asset if the following conditions are met:

1. The cost is directly related to a current or expected contract;
2. This cost increases the resources that the Company will use to fulfill its performance obligations in the future; and
3. The cost is expected to be recoverable.

If the incremental cost incurred by the Company to obtain the contract is expected to be recovered, it shall be recorded as the contract acquisition cost and recognized as an asset.

Assets related to contract costs shall be amortised on the same basis as the recognition of revenue from the goods or services related to the asset; however, for contract acquisition costs that are not amortised over a period of more than one year, the Company recognizes them in the current profits and losses when incurred.

For assets related to contract costs, the Company will make an provision for impairment and recognize assets impairment losses for the excess of the book value over the difference between the following two items:

1. The remaining consideration expected to be received for the transfer of goods or services related to the assets;
2. The estimated costs to be incurred for the transfer of the related goods or services.

In case of a subsequent reversal of the provision for impairment of the above assets, the reversed book value shall not exceed the book value of the asset at the date of reversal under the assumption that no impairment provision had been made.

34. Government grants

(i) Types of government grants

Government grants are monetary assets and non-monetary assets freely obtained by the Company from the government, which are classified into the government grants related to assets and the government grants related to income.

Government grants related to assets are government grants obtained by the Company for forming long-term assets by acquisition, construction or other manners.

Government grants related to income refer to those other than the government grants related to assets.

(ii) Principles and timing for recognizing government grants

Principles for recognizing a government grant

1. The Company can meet conditions attached to the government grant; and
2. The Company can receive the government grant.

A government grant can be recognized only when both of the conditions above are satisfied.

(iii) Measurement of government grants

1. If government grants are monetary assets, they are measured at the amount received or receivable.
2. If government grants are non-monetary assets, they are measured at fair value; if the fair value cannot be reliably measured, they are measured at nominal amount, which is RMB 1.

(iv) Accounting treatment of government grants

1. The government grants related to assets may be used to write down the book value of related assets or recognized as deferred income upon receipt. Those recognized as deferred income shall be included in profit or loss by stages over the service life of the related assets in a reasonable and systematic manner. Government grants measured at a nominal amount shall be recognized directly in the current profits and losses.

2. The government grants related to income shall be handled accordingly as follows:

(1) Those to be used as compensation for the expenses or losses of the Company in subsequent periods shall be recognized as deferred income upon receipt and included in the current profits and losses or used to offset related costs during the period in which the related costs or losses are recognized.

(2) Those to be used as compensation for relevant expenses or losses that the Company has already incurred shall be included directly in the current profits and losses or used to offset the related costs upon receipt.

3. For government grants containing both parts related to asset and income, if they can be distinguished, they are accounted for in different parts separately; if they are difficult to be distinguished, they are classified as government grants related to income as a whole.

4. The government grants related to the Company's daily operations shall be included in other income or be used to offset the related costs in accordance with the nature of the economic business. The government grants irrelevant to the Company's daily operations shall be included in the non-operating income and expenses. If the finance authority allocates interest grants to the Company directly, the Company will use the corresponding interest grants to offset the relevant borrowing costs.

5. Where the recognized government grants need to be returned, they shall be handled as follows:

(1) For those used to offset the book value of the relevant asset at the time of initial recognition, the book value of the asset shall be adjusted.

(2) For those involving relevant deferred income, the book value of the relevant deferred income shall be offset, and the excess shall be included in the current profits and losses.

(3) In other circumstances, it shall be directly included in the current profits and losses.

35. Deferred tax assets/ liabilities

The Company uses the balance sheet liability method to calculate income tax

(i) Recognition of deferred tax assets/liabilities

1. The Company shall determine the tax base of assets and liabilities when acquiring them. On the balance sheet date, the Company shall analyze and compare the book value of assets and liabilities and their tax base. If there is a temporary difference between the book value of assets and liabilities and their tax base, when the relevant temporary difference occurs in the current period and the conditions for recognition are satisfied, the Company shall recognize deferred tax liabilities or deferred tax assets for the taxable temporary differences or deductible temporary differences respectively.

2. Recognition basis for deferred tax assets

(1) Deferred tax assets shall be recognized for deductible temporary differences to the extent that it is probable that taxable profit will be available against which the deductible temporary differences can be utilized. When determining the taxable income that is likely to be obtained in the future period, it includes the taxable income realized by normal production and business activities in the future period, and the taxable income increased due to the reversal of the taxable temporary difference during the reversal of the deductible temporary difference.

(2) For deductible losses and tax credits that can be reversed in the future period, deferred tax assets shall be recognized by the Company to the extent that it is probable that taxable profit will be available in the future to offset the deductible losses and tax credits.

(3) On the balance sheet date, the Company shall review the book value of the deferred tax assets. If it is probable that sufficient taxable income cannot be obtained in the future to offset the benefits of deferred tax assets, the book value of the deferred tax assets shall be written down; when sufficient taxable income is likely to be obtained, the amount that has been written down shall be reversed.

3. Basis for recognizing deferred tax liabilities

The Company shall recognize the taxable temporary difference that is due but not paid of the current period and the previous periods as deferred tax liabilities, but it does not include the temporary differences formed by the goodwill, non-business merger transactions that neither affects accounting profits nor taxable income.

(ii) Measurement of deferred tax assets/liabilities

1. On the balance sheet date, for deferred tax assets and deferred tax liabilities, the Company shall, in accordance with the tax law, measure them at the applicable tax rate during the period when the assets are expected to be recovered or the liabilities are expected to be paid off.

2. When the applicable tax rate changes, the Company shall re-measure the recognized deferred tax assets and deferred tax liabilities, and include their impact in the income tax expense for the current period of the tax rate change, except for the deferred tax assets and deferred tax liabilities arising from transactions or events directly recognized in the owner's equity.

3. When measuring the deferred tax assets and deferred tax liabilities, the Company will adopt the tax rate and tax base consistent with the expected method of recovering assets or paying off liabilities.

4. The Company will not discount the deferred tax assets and deferred tax liabilities.

36. Lease

(1) Accounting treatment of the Company as lessee

On the commencement date of the lease, the Company recognizes right-of-use assets and lease liabilities for leases other than short-term leases and low-value asset leases, and recognizes depreciation expenses and interest expenses, respectively, over the lease term.

1. Accounting treatment of right-of-use assets

The right-of-use assets refer to the right of the Company as lessee to use the leased assets during the lease term.

(1) Initial measurement

On the commencement date of the lease, the Company makes the initial measurement of right-of-use assets at cost. The cost consists of the following four items: ① the initial measurement amount of the lease liabilities; ② the lease payments on or before the commencement date of the lease, net of the amount related to the lease incentives already enjoyed if any; ③ the initial direct costs incurred, i.e., the incremental costs incurred for the purpose of entering into the lease; and ④ costs expected to be incurred for the dismantling and removing of the leased assets, for reinstating the sites where the leased assets are located, or for reinstating the leased assets to the condition agreed upon under the lease, except for those costs incurred for the production of inventories.

(2) Subsequent measurement

Subsequent to the commencement date of the lease, the Company adopts the cost model for subsequent measurement of right-of-use assets, i.e., right-of-use assets are measured at cost less any accumulated depreciation and impairment losses. Where the Company re-measures lease liabilities in accordance with the relevant accounting standards for leases, the book value of right-of-use assets shall be adjusted accordingly.

Depreciation on right-of-use assets shall be accrued from the commencement date of the lease. The depreciation of right-of-use assets shall commence in the month following the commencement date of the lease. The depreciation shall be included in the cost of the right-of-use assets or the current profits and losses, based on the usage of the right-of-use assets. In determining the depreciation method for right-of-use assets, the Company has opted to apply the straight-line method, which accrues depreciation on in line with the expected manner of consumption of the economic benefits associated with the right-of-use assets. In the event of impairment to the right-of-use assets, the Company shall proceed with subsequent depreciation based on the book value of the right-of-use assets after deducting the impairment loss.

2. Accounting treatment of lease liabilities

(1) Initial measurement

The Company makes the initial measurement of the lease liabilities at the present value of the outstanding lease payments as at the commencement date of the lease.

Lease payments refer to payments that the Company makes to the lessor in connection with the right to use the leased asset during the lease term, including: ① fixed payments and substantially fixed payments, net of amounts related to lease incentives if any; ② variable lease payments depending on an index or ratio, which are determined at initial measurement on the basis of the index or ratio on the commencement date of the lease; ③ when the Company reasonably determines that it will exercise the purchase option, the exercise price of the purchase option; ④ where the lease term reflects that the Company will exercise the option to terminate the lease, the amount to be paid for the exercise of the termination option; and ⑤ the amount expected to be paid based on the residual value guaranteed by the Company.

In calculating the present value of lease payments, the Company utilises the implicit interest rate of the lease as the discount rate. In the event that the implicit interest rate cannot be determined, the incremental borrowing rate will be used as the discount rate. The incremental borrowing rate is the interest rate that the Company would have to pay to borrow funds under similar collateral terms for a similar period of time in a similar economic environment in order to obtain an asset with a value close to that of a right-of-use asset. The Company derives this incremental borrowing rate based on bank lending rates, with adjustments made to take into account relevant factors.

(2) Subsequent measurement

Subsequent to the commencement date of the lease, the Company makes subsequent measurements of lease liabilities based on the following principles: ① increase the book amount of lease liabilities when interest on lease liabilities is recognized; ② decrease the book value of lease liabilities when lease payments are made; ③ re-measure the book value of lease liabilities when there is a change in the amount of lease payments as a result of revaluation or change in the lease.

In the event of any of the following occurring after the commencement date of the lease, the Company shall re-measure the book value of the lease liabilities based on the present value of the lease payments after the change and adjust the book value of the right-of-use assets accordingly. In the event that the book value of the right-of-use assets has been written down to zero, but the lease liabilities require further write-downs, the Company shall include the remaining amount in the current profits and losses.

① Changes in the amount of substantial fixed payments;

② Changes in the amount expected to be payable for the guaranteed residual value;

③ Changes in the index or ratio used to determine the amount of lease payments;

④ Changes in the evaluation results or actual exercise of purchase options, lease renewal options, or lease termination options.

⑤ Interest expenses for each period during the lease term are included in the current profits and losses, except for those that should be capitalized.

3. Determination basis and accounting treatment of short-term leases and low-value asset leases

A short-term lease is a lease with a term not exceeding 12 months at the commencement date of the lease. Leases that include an option to purchase are not included in short-term leases.

A low-value asset lease is a lease where the individual leased asset has a lower value when it is a new asset. If the leased asset is subleased or expected to be subleased, the original lease is not considered a low-value asset lease.

The Company streamlines the accounting treatment for short-term leases and low-value asset leases. The lease payments under short-term leases and low-value asset leases are included in the cost of the related assets or in current profits and losses, using the straight-line method or other systematic and reasonable methods, in each period during the lease term. Additionally, the Company does not recognize right-of-use assets and lease liabilities.

(2) Accounting treatment of the Company as lessor

1. Classification criteria

The Company, as lessor, classifies leases into finance leases and operating leases at the commencement date of the lease.

A finance lease is a lease that transfers nearly all the risks and rewards incidental to ownership of the leased asset. Ownership may or may not be transferred ultimately.

An operating lease is a lease other than a finance lease.

2. Accounting treatment

(1) Finance leases

On the commencement date of the lease, the Company shall recognize the finance lease accounts receivable on the basis of the net investment in the lease (The sum of the unguaranteed residual value and the present value of the lease receipts not yet received on the lease commencement date, discounted at the implicit interest rate in the lease), and terminate the recognition of the finance leased assets. The Company shall calculate and recognize interest income in accordance with a fixed periodical interest rate during each period of the lease term. Variable lease payment acquired by the Company which is not included in net investment shall be recorded into current profits and losses when incurred if it is associated with the future performance or use of assets.

In the event of changes in finance lease that satisfy the following conditions, the Company shall treat such change as a separate lease: ① The change results in the expansion of the lease scope through the increase of the right to use one or more leased assets; ② The increased consideration is equivalent to the price corresponding to the expanded part of the lease as adjusted according to the relevant provisions.

(2) Operating leases

The assets held by the Company for operating leases are included in the relevant items on the balance sheet based on the nature of such assets. The Company shall capitalize and include the initial direct expenses relating to the operating leases to the cost of the leased assets, and include the same in the current profits and losses by stages according to the same recognition criteria used for rental income during the lease term. The Company shall recognize the lease income from the operating leases as rental income by using the straight-line basis during each period of the lease term. Among the assets for operating leases, the fixed assets shall be depreciated by the Company based on the depreciation policy for similar assets, while other leased assets shall be amortized by a systematic and reasonable method. Variable lease payment, relating to the operating leases and not included in lease income, acquired by the Company shall be included in the current income statement when incurred.

In the event of any change in the operating leases, the Company shall treat such change as a new lease from the effective date of such change, and advance receipts or receivables relating to the lease before such change shall be deemed as receipts relating to the new lease.

37. Other significant accounting policies and accounting estimates

(i) Repurchase of shares

The Company manages repurchased shares as treasury shares until they are either cancelled or transferred. All costs associated with the repurchase of shares are accounted for as part of the cost of treasury shares. Any consideration and transaction costs paid in relation to share repurchases shall be charged against owners' equity, and no gain or loss shall be recognized on the repurchase, transfer or cancellation of the Company's shares.

In the case of transfers of treasury shares, the difference between the amount actually received and the book value of the treasury shares is included in capital reserves. In the event that the capital reserves are insufficient to offset the difference, the difference is offset against the surplus reserves and undistributed profits. Upon cancellation of treasury shares, the nominal value of the shares and the number of shares cancelled are deducted from share capital. The difference between the book balance and the nominal value of the cancelled treasury shares is included in capital reserve. In the event that capital reserve is insufficient to offset the difference, surplus reserves and undistributed profits shall be offset.

38. Changes in significant accounting policies and accounting estimates

(1) Changes in significant accounting policies

Applicable Not applicable

On December 6, 2024, the Ministry of Finance issued the Interpretation No. 18 of the Accounting Standards for Business Enterprises (Cai Kuai [2024] No. 24), clarifying the accounting treatment for quality guarantee deposits that do not fall under individual performance obligations. That is, the relevant amount is included in the operating cost based on the determined estimated liability amount, and the estimated liability is presented based on liquidity. The Company has implemented the regulation as of the date of issuance of Interpretation No. 18 and has made retroactive adjustments. The impact of the policy change on the Company's consolidated income statement for the period from January to June 2024 is as follows:

Before change	Amount before adjustment (RMB)	Adjusted amount (RMB)	Amount after adjustment (RMB)
Selling expenses	393,016,491.87	-231,087,609.44	161,928,882.43
Operating cost	13,802,981,718.33	231,087,609.44	14,034,069,327.77

(2) Changes in significant accounting estimates

Applicable Not applicable

(3) Adjustments to related items of financial statements at the beginning of the current year upon initial implementation of the new accounting standards since 2025

Applicable Not applicable

39. Others

VI. Taxes

1. Major tax categories and rates

Tax categories	Taxation basis	Tax rate
VAT	Amount of input tax deductible from output tax	13%, 9%, 6%%, etc.
Urban maintenance and construction tax	Amount subject to turnover tax	7%, 5%
Educational surcharges	Amount subject to turnover tax	3%
Local education surcharges	Amount subject to turnover tax	2%
Property taxes	Residual value of the property or rental income	1.2%, 12%
Corporate income tax ¹	Amount of taxable income	15%, 25% or appropriate national or regional tax rate

Note: 1. Except for the overseas subsidiaries listed below and the subsidiaries enjoying preferential tax rates as described in VI 2 of this section, the statutory income tax rate of the Company and each domestic subsidiary is 25%.

Information about taxpayers applying different enterprise income tax rates:

Name of taxpayer	Rate of income tax
GOTION INC.	21.00%
Gotion High-Tech Japan Co., Ltd	23.20%
GOTION SINGAPORE PTE. Ltd.	10.00%
PT. Gotion Indonesia Materials	22.00%
PT Gotion Green Energy Solutions Indonesia	22.00%
Gotion High-Tech (HK) Limited	16.50%
Gotion GmbH	15.00%
Gotion Germany Battery GmbH	15.00%
333 South Spruce LLC (USA)	21.00%
New Energy Real Estate Holdings Co., Ltd. (USA)	21.00%

2. Tax preference

(I) The tax rates of the subsidiaries of the Company that enjoy tax preferences are presented as follows:

Name of taxpayer	Income tax rate
Jiangsu Dongyuan Electrical Group Co., Ltd.	15.00%
Nantong Gotion New Energy Technology Co., Ltd.	15.00%
Hefei Gotion High-Tech Power Energy Co., Ltd.	15.00%
Nanjing Gotion Battery Co., Ltd.	15.00%
Nanjing Gotion New Energy Co., Ltd.	15.00%
Hefei Gotion Battery Material Co., Ltd.	15.00%
Qingdao Gotion Battery Co., Ltd.	15.00%
Tangshan Gotion Battery Co., Ltd.	15.00%
Hefei Gotion Battery Co., Ltd.	15.00%
Shanghai Xuanyi New Energy Development Co., Ltd.	15.00%
Liuzhou Gotion Battery Co., Ltd.	15.00%
Tianjin Hi-Tech New Energy Auto Institute Co., Ltd.	15.00%
Tianjin Gotion New Energy Technology Co., Ltd.	15.00%
Yichun Gotion Battery Co., Ltd.	15.00%
Tongcheng Gotion New Energy Co., Ltd.	15.00%
Jiangsu Gotion New Energy Technology Co., Ltd.	15.00%

Hefei Gotion New Materials Technology Co., Ltd.	15.00%
Hefei Gotion Battery Technology Co., Ltd.	15.00%
Jiangxi Weihong Lithium Industry Co., Ltd.	15.00%
Inner Mongolia Gotion Zero Carbon Technology Co., Ltd.	15.00%
Anhui Gotion New Energy Automobile Technology Co., Ltd.	15.00%

(II) Income tax incentives available during the reporting period

(1) On October 12, 2022, Jiangsu Dongyuan Electrical Group Co., Ltd., a subsidiary of the Company, was recognized as a high-tech enterprise and obtained a *Certificate of High-tech Enterprise* numbered GR202232000699, valid for three years. Since January 1, 2022, Jiangsu Dongyuan Electrical Group Co., Ltd. has been enjoying relevant national tax preference as a high-tech enterprise and paying the enterprise income tax at a preferential rate of 15% for three consecutive years in accordance with the *Enterprise Income Tax Law of the People's Republic of China*. As of the end of June 2025, the *Certificate of High-tech Enterprise* is under review.

(2) On November 19, 2024, Nantong Gotion New Energy Co., Ltd., a subsidiary of the Company, was recognized as a high-tech enterprise and obtained a *Certificate of High-tech Enterprise* numbered GR202432005467, valid for three years. Since January 1, 2024, Nantong Gotion New Energy Co., Ltd. has been enjoying relevant national tax preference as a high-tech enterprise and paying the enterprise income tax at a preferential rate of 15% for three consecutive years in accordance with the *Enterprise Income Tax Law of the People's Republic of China*.

(3) On November 30, 2023, Hefei Gotion High-Tech Power Energy Co., Ltd., a subsidiary of the Company, passed the reexamination of high-tech enterprise and obtained a *Certificate of High-tech Enterprise* numbered GR202334006271, valid for three years. Since January 1, 2023, Hefei Gotion High-Tech Power Energy Co., Ltd. has been enjoying relevant national tax preference as a high-tech enterprise and paying the enterprise income tax at a preferential rate of 15% for three consecutive years in accordance with the *Enterprise Income Tax Law of the People's Republic of China*.

(4) On December 12, 2022, Nanjing Gotion Battery Co., Ltd., a subsidiary of the Company, passed the reexamination of high-tech enterprise and obtained a *Certificate of High-tech Enterprise* numbered GR202232009581, valid for three years. Since January 1, 2022, Nanjing Gotion Battery Co., Ltd. has been enjoying relevant national tax preference as a high-tech enterprise and paying the enterprise income tax at a preferential rate of 15% for three consecutive years in accordance with the *Enterprise Income Tax Law of the People's Republic of China*. As of the end of June 2025, the *Certificate of High-tech Enterprise* is under review.

(5) On November 19, 2024, Nanjing Gotion New Energy Co., Ltd., a subsidiary of the Company, passed the reexamination of high-tech enterprise and obtained a *Certificate of High-tech Enterprise* numbered GR202432006279, valid for three years. Since January 1, 2024, Nanjing Gotion New Energy Co., Ltd. has been enjoying relevant national tax preference as a high-tech enterprise and paying the enterprise income tax at a preferential rate of 15% for three consecutive years in accordance with the *Enterprise Income Tax Law of the People's Republic of China*.

(6) On December 7, 2023, Hefei Gotion Battery Material Co., Ltd., a subsidiary of the Company, was recognized as a high-tech enterprise and obtained a *Certificate of High-tech Enterprise* numbered GR202334006999, valid for three years. Since January 1, 2023, Hefei Gotion Battery Material Co., Ltd. has been enjoying relevant national tax preference as a high-tech enterprise and paying the enterprise income tax at a preferential rate of 15% for three consecutive years in accordance with the *Enterprise Income Tax Law of the People's Republic of China*.

(7) On November 9, 2023, Qingdao Gotion Battery Co., Ltd., a subsidiary of the Company, was recognized as a high-tech enterprise and obtained a *Certificate of High-tech Enterprise* numbered GR202337101611, valid for three years. Since January 1, 2023, Qingdao Gotion Battery Co., Ltd. has been enjoying relevant national tax preference as a high-tech enterprise and paying the enterprise income tax at a

preferential rate of 15% for three consecutive years in accordance with the *Enterprise Income Tax Law of the People's Republic of China*.

(8) On November 22, 2022, Tangshan Gotion Battery Co., Ltd., a subsidiary of the Company, was recognized as a high-tech enterprise and obtained a *Certificate of High-tech Enterprise* numbered GR202213003074, valid for three years. Since January 1, 2022, Tangshan Gotion Battery Co., Ltd. has been enjoying relevant national tax preference as a high-tech enterprise and paying the enterprise income tax at a preferential rate of 15% for three consecutive years in accordance with the *Enterprise Income Tax Law of the People's Republic of China*. As of the end of June 2025, the *Certificate of High-tech Enterprise* is under review.

(9) On November 22, 2023, Hefei Gotion Battery Co., Ltd., a subsidiary of the Company, was recognized as a high-tech enterprise and obtained a *Certificate of High-tech Enterprise* numbered GR202336001163, valid for three years. Since January 1, 2023, Hefei Gotion Battery Co., Ltd. has been enjoying relevant national tax preference as a high-tech enterprise and paying the enterprise income tax at a preferential rate of 15% for three consecutive years in accordance with the *Enterprise Income Tax Law of the People's Republic of China*.

(10) On December 26, 2024, Shanghai Xuanyi New Energy Development Co., Ltd., a subsidiary of the Company, was recognized as a high-tech enterprise and obtained a *Certificate of High-tech Enterprise* numbered GR202431006438, valid for three years. Since January 1, 2024, Shanghai Xuanyi New Energy Development Co., Ltd. has been enjoying relevant national tax preference as a high-tech enterprise and paying the enterprise income tax at a preferential rate of 15% for three consecutive years in accordance with the *Enterprise Income Tax Law of the People's Republic of China*.

(11) Liuzhou Gotion Battery Co., Ltd., one of its subsidiaries, can enjoy the preferential enterprise income tax policies as it is a market player in the sectors encouraged by Guangxi Zhuang Autonomous Region (“Manufacture of finished automobiles, manufacture of special purpose vehicles (not including ordinary trailers, dump trucks, tank trucks, vans and stake trucks), manufacture of key automotive parts and accessories”) in accordance with the *Announcement on Extending the Deadline of the Preferential Enterprise Income Tax Policies for Companies Supporting Western Development* issued by Ministry of Finance, State Taxation Administration, National Development and Reform Commission (No. 23 Announcement of Ministry of Finance in 2020). Specifically, it shall pay enterprise income tax at the rate of 15% from 2021 to 2030.

(12) On December 8, 2023, Tianjin Hi-Tech New Energy Auto Institute Co., Ltd, a subsidiary of the Company, was recognised as a high-tech enterprise and obtained a *Certificate of High-tech Enterprise* numbered GR202312001762, valid for three years. Since January 1, 2023, Tianjin Hi-Tech New Energy Auto Institute Co., Ltd has been enjoying the relevant national tax preference as a high-tech enterprise and paying the enterprise income tax at a preferential rate of 15% for three consecutive years in accordance with the *Enterprise Income Tax Law of the People's Republic of China*.

(13) On December 8, 2023, Tianjin Gotion New Energy Technology Co., Ltd, a subsidiary of the Company, was recognised as a high-tech enterprise and obtained a *Certificate of High-tech Enterprise* numbered GR202312001999, valid for three years. Since January 1, 2023, Tianjin Gotion New Energy Technology Co., Ltd has been enjoying the relevant national tax preference as a high-tech enterprise and paying the enterprise income tax at a preferential rate of 15% for three consecutive years in accordance with the *Enterprise Income Tax Law of the People's Republic of China*.

(14) On November 22, 2023, Yichun Gotion Battery Co., Ltd, a subsidiary of the Company, was recognised as a high-tech enterprise and obtained a *Certificate of High-tech Enterprise* numbered GR202336001163, valid for three years. Since January 1, 2023, Yichun Gotion Battery Co., Ltd has been enjoying the relevant national tax preference as a high-tech enterprise and paying the enterprise income tax at a preferential rate of 15% for three consecutive years in accordance with the *Enterprise Income Tax Law of the People's Republic of China*.

(15) On December 7, 2023, Tongcheng Gotion New Energy Co., Ltd, a subsidiary of the Company, was recognised as a high-tech enterprise and obtained a *Certificate of High-tech Enterprise* numbered GR202334006876, valid for three years. Since January 1, 2023, Tongcheng Gotion New Energy Co., Ltd has

been enjoying the relevant national tax preference as a high-tech enterprise and paying the enterprise income tax at a preferential rate of 15% for three consecutive years in accordance with the *Enterprise Income Tax Law of the People's Republic of China*.

(16) On December 16, 2024, Jiangsu Gotion New Energy Technology Co., Ltd., a subsidiary of the Company, was recognised as a high-tech enterprise and obtained a *Certificate of High-tech Enterprise* numbered GR202432016039, valid for three years. Since January 1, 2024, Jiangsu Gotion New Energy Technology Co., Ltd. has been enjoying relevant national tax preference as a high-tech enterprise and paying the enterprise income tax at a preferential rate of 15% for three consecutive years in accordance with the *Enterprise Income Tax Law of the People's Republic of China*.

(17) On December 6, 2024, Hefei Gotion New Materials Technology Co., Ltd., a subsidiary of the Company, was recognised as a high-tech enterprise and obtained a *Certificate of High-tech Enterprise* numbered GR202434006739, valid for three years. Since January 1, 2024, Hefei Gotion New Materials Technology Co., Ltd. has been enjoying relevant national tax preference as a high-tech enterprise and paying the enterprise income tax at a preferential rate of 15% for three consecutive years in accordance with the *Enterprise Income Tax Law of the People's Republic of China*.

(18) On November 18, 2024, Hefei Gotion Battery Technology Co., Ltd, a subsidiary of the Company, was recognised as a high-tech enterprise and obtained a *Certificate of High-tech Enterprise* numbered GR202434005715, valid for three years. Since January 1, 2024, Hefei Gotion Battery Technology Co., Ltd has been enjoying the relevant national tax preference as a high-tech enterprise and paying the enterprise income tax at a preferential rate of 15% for three consecutive years in accordance with the *Enterprise Income Tax Law of the People's Republic of China*.

(19) On November 22, 2023, Jiangxi Weihong Lithium Industry Co., Ltd, a subsidiary of the Company, was recognised as a high-tech enterprise and obtained a *Certificate of High-tech Enterprise* numbered GR202336000264, valid for three years. Since January 1, 2023, Jiangxi Weihong Lithium Industry Co., Ltd has been enjoying the relevant national tax preference as a high-tech enterprise and paying the enterprise income tax at a preferential rate of 15% for three consecutive years in accordance with the *Enterprise Income Tax Law of the People's Republic of China*.

(20) In accordance with the *Announcement on Continuing the Enterprise Income Tax Policy for the Western Development Initiative* (Announcement [2020] No. 23 of the Ministry of Finance) issued by the Ministry of Finance, the State Taxation Administration and the National Development and Reform Commission, Inner Mongolia Gotion Zero Carbon Technology Co., Ltd., a subsidiary of the Company, belongs to the encouraged industries of Inner Mongolia Autonomous Region (development and production of new carbon materials such as lithium battery anodes, and new materials industries such as graphite new materials (production, deep processing and application)) and can enjoy preferential enterprise income tax. From 2021 to 2030, it shall pay enterprise income tax at 15%.

(21) On December 6, 2024, Anhui Gotion New Energy Automobile Technology Co., Ltd., a subsidiary of the Company, was recognized as a high-tech enterprise and obtained a *Certificate of High-tech Enterprise* numbered GR202434006791, valid for three years. Since January 1, 2024, Anhui Gotion New Energy Automobile Technology Co., Ltd. has been enjoying relevant national tax preference as a high-tech enterprise and paying the enterprise income tax at a preferential rate of 15% for three consecutive years in accordance with the *Enterprise Income Tax Law of the People's Republic of China*.

3. Other tax relief available during the reporting period

According to the *Announcement of the Ministry of Finance and the State Administration of Taxation regarding the Policy of Additional VAT Credit for Advanced Manufacturing Enterprises* (Announcement No. 43 of 2023), advanced manufacturing enterprises are permitted to offset the VAT payable by adding 5% to the current creditable input tax amount between January 1, 2023 and December 31, 2027. Some of the Company's subsidiaries are among the list of advanced manufacturing enterprises defined by the competent authorities and are therefore entitled to the the said preferential tax policy during the reporting period.

VII. Notes to items in the Consolidated Financial Statements

1. Cash and cash equivalents

Monetary Unit: RMB

Item	Ending balance	Beginning balance
Cash on hand	125,556.99	186,807.62
Bank deposit	13,339,794,197.76	14,075,005,576.88
Other cash and cash equivalents	2,117,981,380.85	2,473,097,712.20
Total	15,457,901,135.60	16,548,290,096.70
Of which: Total amount of deposits in overseas banks	6,096,737,193.56	6,428,844,203.27

Other notes

Restricted cash and cash equivalents in the ending balance:

Monetary Unit: RMB

Item	Amount (RMB)
Bank deposit	851,031,652.72
Pledged for loans or bank acceptance bills	668,447,500.00
Judicial freezing	182,584,152.72
Other cash and cash equivalents	2,097,132,854.53
Deposit for bank acceptance bills	1,456,329,896.82
Deposit for other bills and others	640,802,957.71
Total	2,948,164,507.25

2. Held-for-trading financial assets

Monetary Unit: RMB

Item	Ending balance	Beginning balance
Financial assets measured at fair value through profit or loss through profit or loss	1,802,328,354.17	2,832,052,529.23
Of which:		
Structural deposits	500,000.00	800,728,904.11
Short and medium-term wealth management products	937,933,250.89	1,161,813,344.96
Equity investment in listed companies	696,092,673.44	645,529,877.97
Equity of unlisted enterprises	151,578,095.56	205,570,922.76
Trust products – claims	16,187,299.13	16,187,299.13
Others	37,035.15	2,222,180.30
Of which:		
Total	1,802,328,354.17	2,832,052,529.23

Other notes:

3. Derivative financial assets

Monetary Unit: RMB

Item	Ending balance	Beginning balance
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Foreign exchange swap, settlement and sale	1,481,763.46	85,801,650.51
Total	1,481,763.46	85,801,650.51

Other notes:

4. Notes receivable

(1) Notes receivable presented by category

Monetary Unit: RMB

Item	Ending balance	Beginning balance
Commercial acceptance bill	1,032,189,734.05	379,902,251.80
Total	1,032,189,734.05	379,902,251.80

(2) Disclosed by method for bad debt provisioning

Monetary Unit: RMB

Category	Ending balance					Beginning balance				
	Book balance		Provision for bad debt		Book value	Book balance		Provision for bad debt		Book value
	Amount	%	Amount	Provision %		Amount	%	Amount	Provision %	
Of which:										
Notes receivable with provision for bad debt by portfolio	1,086,515,509.53	100.00%	54,325,775.48	5.00%	1,032,189,734.05	399,897,107.15	100.00%	19,994,855.35	5.00%	379,902,251.80
Of which:										
Commercial acceptance bill portfolio	1,086,515,509.53	100.00%	54,325,775.48	5.00%	1,032,189,734.05	399,897,107.15	100.00%	19,994,855.35	5.00%	379,902,251.80
Total	1,086,515,509.53	100.00%	54,325,775.48	5.00%	1,032,189,734.05	399,897,107.15	100.00%	19,994,855.35	5.00%	379,902,251.80

Provision for bad debt by portfolio: Commercial acceptance bill

Monetary Unit: RMB

Name	Ending balance		
	Book balance	Provision for bad debt	Provision %
Commercial acceptance bill	1,086,515,509.53	54,325,775.48	5.00%
Total	1,086,515,509.53	54,325,775.48	

Basis for determining the portfolio:

Provision for bad debt made under the general model of expected credit losses:

Applicable Not applicable

(3) Provision for bad debt accrued, recovered or reversed in the current period

Provision for bad debt accrued in the current period:

Monetary Unit: RMB

Category	Beginning balance	Increase/decrease amount in the current period				Ending balance
		Accrued	Recovered or reversed	Written-off	Others	
Provision for bad debt on notes receivable	19,994,855.35	34,330,920.13				54,325,775.48
Total	19,994,855.35	34,330,920.13				54,325,775.48

Of which, the significant amounts of bad debt provision recovered or reversed in the current period:

Applicable Not applicable

(4) Notes receivable endorsed or discounted by the Company at the end of the period and not yet due at the balance sheet date

Monetary Unit: RMB

Item	Amount derecognized at the end of the period	Amount not derecognized at the end of the period
Commercial acceptance bill		1,000,255,238.27
Total		1,000,255,238.27

5. Accounts receivable

(1) Disclosed by aging

Monetary Unit: RMB

Aging	Ending book balance	Beginning book balance
Within 1 year (inclusive)	14,685,372,138.67	14,190,242,025.10
1-2 years	3,002,912,792.50	2,726,467,536.64
2-3 years	859,561,245.13	791,407,443.25
Over 3 years	1,344,979,237.06	1,235,660,559.71
3-4 years	525,596,324.73	367,080,482.53
4-5 years	291,738,661.24	367,529,491.44
Over 5 years	527,644,251.09	501,050,585.74
Total	19,892,825,413.36	18,943,777,564.70

(2) Disclosed by method for bad debt provisioning

Monetary Unit: RMB

Category	Ending balance					Beginning balance				
	Book balance		Provision for bad debt		Book value	Book balance		Provision for bad debt		Book value
	Amount	%	Amount	Provision %		Amount	%	Amount	Provision %	
Accounts receivable with provision for bad debt on a single item basis	765,739,380.88	3.85%	713,581,379.25	93.19%	52,158,001.63	768,290,229.32	4.06%	713,582,025.30	92.88%	54,708,204.02
Of which:										
Accounts receivable with provision for bad debt by portfolio	19,127,086,032.48	96.15%	1,856,556,138.48	9.71%	17,270,529,894.00	18,175,487,335.38	95.94%	1,775,852,208.59	9.77%	16,399,635,126.79
Of which:										
Portfolio	19,127,086,032.48	96.15%	1,856,556,138.48	9.71%	17,270,529,894.00	18,175,487,335.38	95.94%	1,775,852,208.59	9.77%	16,399,635,126.79
Total	19,892,825,413.36	100.00%	2,570,137,517.73	12.92%	17,322,687,895.63	18,943,777,564.70	100.00%	2,489,434,233.89	13.14%	16,454,343,330.81

Provision for bad debt on a single item basis: accounts receivable with provision for bad debt made on a single item basis

Monetary Unit: RMB

Category	Beginning balance		Ending balance			
	Book balance	Provision for bad debt	Book balance	Provision for bad debt	Provision %	Reasons for provisioning
Customer No. 1	172,092,593.00	154,883,333.70	172,092,593.00	154,883,333.70	90.00%	Expected to be partially irrecoverable
Customer No. 2	103,814,398.37	93,432,958.53	103,814,398.37	93,432,958.53	90.00%	Expected to be partially irrecoverable
Customer No. 3	82,864,337.80	74,577,904.02	82,864,337.80	74,577,904.02	90.00%	Expected to be partially irrecoverable
Customer No. 4	82,353,316.10	82,353,316.10	82,353,316.10	82,353,316.10	100.00%	Expected to be irrecoverable

Customer No. 5	60,933,007.24	60,933,007.24	60,933,007.24	60,933,007.24	100.00%	Expected to be irrecoverable
Customer No. 6	56,017,737.12	56,017,737.12	56,017,737.12	56,017,737.12	100.00%	Expected to be irrecoverable
Customer No. 7	32,948,057.33	23,063,640.13	32,948,057.33	23,063,640.13	70.00%	Expected to be partially irrecoverable
Customer No. 8	30,263,096.80	30,263,096.80	30,263,096.80	30,263,096.80	100.00%	Expected to be irrecoverable
Others in total	147,003,685.56	138,057,031.66	144,452,837.12	138,056,385.61	95.57%	Expected to be partially irrecoverable
Total	768,290,229.32	713,582,025.30	765,739,380.88	713,581,379.25		

Provision for bad debts by portfolio: Portfolio 1

Monetary Unit: RMB

Name	Ending balance		
	Book balance	Provision for bad debt	Provision %
Portfolio 1	19,127,086,032.48	1,856,556,138.48	9.71%
Total	19,127,086,032.48	1,856,556,138.48	

Basis for determining the portfolio:

Provision for bad debt made under the general model of expected credit losses:

Applicable Not applicable

(3) Provision for bad debt accrued, recovered or reversed in the current period

Provision for bad debt accrued:

Monetary Unit: RMB

Category	Beginning balance	Increase/decrease amount in the current period				Ending balance
		Accrued	Recovered or reversed	Written-off	Others	
Provision for bad debt on accounts receivable	2,489,434,233.89	95,334,992.78		13,686,675.06	-945,033.88	2,570,137,517.73
Total	2,489,434,233.89	95,334,992.78		13,686,675.06	-945,033.88	2,570,137,517.73

(4) Accounts receivable written off in the current period

Monetary Unit: RMB

Item	Amount written off
Accounts receivable written off	13,686,675.06

Notes to write-off of accounts receivable:

(5) Top 5 accounts receivable and contract assets in terms of the ending balance grouped by debtors

Monetary Unit: RMB

Entity	Ending balance of accounts receivable	Ending balance of contract assets	Total ending balance of accounts receivable and contract assets	Proportion in the total ending balance of accounts receivable and contract assets (%)	Ending balance of provision for bad debts on accounts receivable and impairment of contract assets
Customer No. 1	1,173,990,713.18		1,173,990,713.18	5.90%	58,699,535.66
Customer No. 2	809,762,067.35		809,762,067.35	4.07%	40,488,103.37
Customer No. 3	723,463,429.00		723,463,429.00	3.64%	74,015,771.85
Customer No. 4	703,201,788.73		703,201,788.73	3.53%	35,160,089.44

Customer No. 5	670,860,761.79		670,860,761.79	3.37%	35,572,089.59
Total	4,081,278,760.05		4,081,278,760.05	20.51%	243,935,589.91

6. Accounts receivable financing

(1) Accounts receivable financing by category

Monetary Unit: RMB

Item	Ending balance	Beginning balance
Bank acceptance bills	882,246,785.97	1,491,828,951.59
Total	882,246,785.97	1,491,828,951.59

(2) Accounts receivable financing endorsed or discounted by the Company at the end of the period and not yet due at the balance sheet date

Monetary Unit: RMB

Item	Amount derecognized at the end of the period	Amount not derecognized at the end of the period
Bank acceptance bills	8,747,319,431.06	
Total	8,747,319,431.06	

7. Other receivables

Monetary Unit: RMB

Item	Ending balance	Beginning balance
Other receivables	327,881,624.97	347,399,337.45
Total	327,881,624.97	347,399,337.45

(1) Other receivables

1) Other receivables by nature of funds

Monetary Unit: RMB

Nature of funds	Ending book balance	Beginning book balance
Guarantees and deposits	244,017,842.24	219,718,355.69
Imprest and borrowings	14,450,971.59	13,845,963.13
Funds from disposal of long-term assets	67,385,158.74	67,961,399.11
Other funds to be collected	219,679,485.37	283,265,025.28
Less: Provision for bad debt	-217,651,832.97	-237,391,405.76
Total	327,881,624.97	347,399,337.45

2) Disclosed by aging

Monetary Unit: RMB

Aging	Ending book balance	Beginning book balance
Within 1 year (inclusive)	268,575,285.47	193,699,426.08
1-2 years	86,456,770.40	54,084,044.40
2-3 years	79,886,764.20	229,990,895.66
Over 3 years	110,614,637.87	107,016,377.07
3-4 years	43,073,816.20	39,286,670.79
4-5 years	286,343.91	7,907,117.00

Over 5 years	67,254,477.76	59,822,589.28
Total	545,533,457.94	584,790,743.21

3) Disclosed by method for bad debt provisioning

Applicable Not applicable

Monetary Unit: RMB

Category	Ending balance					Beginning balance				
	Book balance		Provision for bad debt		Book value	Book balance		Provision for bad debt		Book value
	Amount	%	Amount	Provision %		Amount	%	Amount	Provision %	
Of which:										
Of which:										

Provision for bad debt made under the general model of expected credit losses:

Monetary Unit: RMB

Provision for bad debt	First stage	Second stage	Third stage	Total
	Expected credit losses over the next 12 months	Expected credit loss for the entire duration (where no credit impairment has occurred)	Expected credit loss for the entire duration (where credit impairment has occurred)	
Balance as of January 1, 2025	68,928,050.18		168,463,355.58	237,391,405.76
Balance as of January 1, 2025 in the current period				
Amount accrued in the current period	8,882,070.35			8,882,070.35
Amount reversed in the current period	29,361,948.90			29,361,948.90
Amount changed in the current period	740,305.76			740,305.76
Balance as of June 30, 2025	49,188,477.39		168,463,355.58	217,651,832.97

Basis for classifying the stages and percentage of provision for bad debts

Changes in book balance with major changes in the amount of provision for losses in the current period

Applicable Not applicable

4) Provision for bad debt accrued, recovered or reversed in the current period

Provision for bad debt accrued in the current period:

Monetary Unit: RMB

Category	Beginning balance	Increase/decrease amount in the current period				Ending balance
		Accrued	Recovered or reversed	Written-off	Others	
Provision for bad debt on other receivables	237,391,405.76	8,882,070.35	29,361,948.90		740,305.76	217,651,832.97
Total	237,391,405.76	8,882,070.35	29,361,948.90		740,305.76	217,651,832.97

5) Top 5 other receivables in terms of ending balance grouped by debtors

Monetary Unit: RMB

Entity	Nature of funds	Ending balance	Aging	Proportion in the total ending balance of other receivables	Ending balance of provision for bad debts

Unit 1	Guarantees and deposits	89,723,200.00	Within 1 year or over 5 years	16.45%	11,633,200.00
Unit 2	Other funds to be collected	57,752,383.96	2-3 years	10.59%	57,752,383.96
Unit 3	Guarantees and deposits	45,990,000.00	Within 1 year	8.43%	2,299,500.00
Unit 4	Other funds to be collected	43,361,320.40	Over 5 years	7.95%	43,361,320.40
Unit 5	Other funds to be collected	38,871,900.69	3-4 years	7.13%	38,871,900.69
Total		275,698,805.05		50.54%	153,918,305.05

8. Advance to suppliers

(1) Advance to suppliers by aging

Monetary Unit: RMB

Aging	Ending balance		Beginning balance	
	Amount	%	Amount	%
Within 1 year	221,159,292.56	83.05%	212,153,358.74	90.88%
1-2 years	31,318,887.11	11.76%	10,582,862.11	4.53%
2-3 years	12,556,935.34	4.72%	9,136,275.93	3.91%
Over 3 years	1,260,422.09	0.47%	1,565,884.21	0.67%
Total	266,295,537.10		233,438,380.99	

Reasons for delays in payment of advances to suppliers overdue for more than 1 year and of a significant amount:

(2) Top 5 advances to suppliers in terms of ending balance grouped by recipients

The total amount of the top 5 advances to suppliers in terms of ending balance grouped by recipients in the current period was RMB 107,937,825.87, accounting for 40.53% of the total ending balance of the advances to suppliers..

Other notes:

9. Inventories

Whether the Company is subject to the disclosure requirements of the real estate industry

No.

(1) Classification of inventories

Monetary Unit: RMB

Item	Ending balance			Beginning balance		
	Book balance	Provision for inventory depreciation or for impairment of contract performance cost	Book value	Book balance	Provision for inventory depreciation or for impairment of contract performance cost	Book value
Raw materials	1,560,344,543.05		1,560,344,543.05	1,608,642,848.45		1,608,642,848.45
Goods in process	1,097,026,289.37	3,039,079.08	1,093,987,210.29	985,055,967.99	2,728,889.01	982,327,078.98
Inventory commodities	4,764,532,936.16	205,821,131.45	4,558,711,804.71	3,311,782,479.73	132,655,821.40	3,179,126,658.33
Revolving materials	405,164.36		405,164.36	462,356.35		462,356.35
Goods dispatched	2,671,437,211.43	128,796,031.55	2,542,641,179.88	1,584,115,832.83	233,373,776.46	1,350,742,056.37
Total	10,093,746,144.37	337,656,242.08	9,756,089,902.29	7,490,059,485.35	368,758,486.87	7,121,300,998.48

(2) Provision for inventory depreciation or provision for impairment of contract performance cost Inventories

Monetary Unit: RMB

Item	Beginning balance	Increase in the current period		Decrease in the current period		Ending balance
		Accrued	Others	Reversed or written off	Others	
Goods in process	2,728,889.01	310,190.07				3,039,079.08
Inventory commodities	132,655,821.40	163,571,963.68		90,406,653.63		205,821,131.45
Goods dispatched	233,373,776.46	22,925,943.58		127,503,688.49		128,796,031.55
Total	368,758,486.87	186,808,097.33		217,910,342.12		337,656,242.08

10. Non-current assets maturing within one year

Monetary Unit: RMB

Item	Ending balance	Beginning balance
Debt investments maturing within 1 year	27,292,811.61	
Long-term receivables maturing within 1 year	49,925,965.40	49,925,965.40
Total	77,218,777.01	49,925,965.40

11. Other current assets

Monetary Unit: RMB

Item	Ending balance	Beginning balance
Deductible input tax	3,725,799,336.93	3,195,473,425.85
Prepaid taxes	20,698,068.27	21,577,351.88
Others	2,639,256.81	1,442,165.30
Total	3,749,136,662.01	3,218,492,943.03

Other notes:

12. Debt investments

(1) Details of debt investments

Monetary Unit: RMB

Item	Ending balance			Beginning balance		
	Book balance	Provision for impairment	Book value	Book balance	Provision for impairment	Book value
Vietnam debt investments	505,261,621.15		505,261,621.15			
Less: Debt investments maturing within 1 year	-27,292,811.61		-27,292,811.61			
Total	477,968,809.54		477,968,809.54			

13. Other debt investments

(1) Details of other debt investments

Monetary Unit: RMB

Item	Beginning balance	Accrued interest	Interest adjustment	Changes in fair value in current period	Ending balance	Cost	Accumulated changes in fair value	Accumulated impairment provision recognized in other comprehensive income	Remarks
Convertible bond of Hozon New Energy Automobile Co., Ltd.	282,543,103.44			-162,543,103.44	120,000,000.00	300,000,000.00	-180,000,000.00	180,000,000.00	
Total	282,543,103.44			-162,543,103.44	120,000,000.00	300,000,000.00	-180,000,000.00	180,000,000.00	

Changes in provision for impairment of other debt investments in the current period

Monetary Unit: RMB

Item	Beginning balance	Increase in the current period	Decrease in the current period	Ending balance
Convertible bond of Hozon New Energy Automobile Co., Ltd.	15,000,000.00	165,000,000.00		180,000,000.00
Total	15,000,000.00	165,000,000.00		180,000,000.00

14. Other equity instrument investments

Monetary Unit: RMB

Project name	Beginning balance	Gains included in other comprehensive income in current period	Losses included in other comprehensive income in current period	Gains accumulated in other comprehensive income as at the end of the period	Losses accumulated in other comprehensive income as at the end of the period	Dividend income recognized in the current period	Ending balance	Reasons for designation as measured at fair value through other comprehensive income
Equity investment in listed enterprises	777,670,685.47	8,294,023.2029	-136,476,422.78		-940,636,744.07		849,821,366.9499	Non-trading strategic investments
Equity investment in unlisted enterprises	397,661,736.14			76,948,013.89	-2,253,632.59		390,136,049.39	Non-trading strategic investments
Total	1,175,332,421.61	8,294,023.29	-136,476,422.78	76,948,013.89	-942,890,376.66		1,239,957,416.38	

Derecognition in the current period

Monetary Unit: RMB

Project name	Accumulated gains transferred to retained earnings	Accumulated losses transferred to retained earnings	Reasons for derecognition
InoBat AS			Transfer to long-term equity investment

Disclosure of investments in non-trading equity instruments by item in the current period

Monetary Unit: RMB

Project name	Dividend income recognized	Accumulated gains	Accumulated losses	Other comprehensive income transferred to retained earnings	Reasons for designation as measured at fair value through other comprehensive income	Reasons for transfer from other comprehensive income to retained earnings
New Energy Vehicle Technology Innovation (Hefei) Equity Investment Partnership (Limited Partnership)		37,980,394.12			Non-trading strategic investments	
Anhui Jintong New Energy Vehicle Phase I Fund Partnership (Limited Partnership)		38,967,619.77			Non-trading strategic investments	
Hefei Guoke Xinneng Equity Investment Management Partnership (Limited Partnership)			-2,253,632.59		Non-trading strategic investments	
EV100plus Automobile Industry Research Institute (Hefei) Co., Ltd.					Non-trading strategic investments	
InoBat AS					Non-trading strategic investments	
Anhui Jintong Zhihui New Energy Vehicle Investment Management Partnership (Limited Partnership)					Non-trading strategic investments	
Mengxi New Energy Development (Baotou) Co., Ltd.					Non-trading strategic investments	
CHENQI TECHNOLOGY LIMITED			-110,759,558.93		Non-trading strategic investments	
Vinfast Auto PTE. Ltd.			-712,441,025.23		Non-trading strategic investments	
Tuhu.cn Corporation			-69,953,883.02		Non-trading strategic investments	
Anhui Conch Materials Technology Co., Ltd.			-24,432,025.07		Non-trading strategic investments	
Caocao Mobility Co., Ltd.			-23,050,251.82		Non-trading strategic investments	

Other notes:

15. Long-term equity investments

Monetary Unit: RMB

Investee	Beginning balance (Book value)	Beginning balance of impairment provision	Increase/decrease in current period								Ending balance (Book value)	Ending balance of impairment provision	
			Additional investment	Reduction of investment	Investment gains/losses recognized under the equity method	Other comprehensive income adjustment	Other changes in equity	Declared payment of cash dividends or profits	Provision for impairment	Others			
I. Joint ventures													
V-G High-Tech Energy Solutions Co., Ltd	327,195,886.85				18,159,577.29						- 1,394,131.82	343,961,332.32	
Subtotal	327,195,886.85				18,159,577.29						- 1,394,131.82	343,961,332.32	
II. Associates													
Hefei Senior New Energy Materials Co., Ltd.	200,674,740.84				7,673,060.83							208,347,801.67	
MCC Ramu New Energy Technology Co., Ltd.	384,823,271.51				2,345,035.79	227,040.54						387,395,347.84	
Beijing Full-Service Oil & Gas Technology Co., Ltd.		34,217,439.93											34,217,439.93
Jiangxi Ewinway New Materials Co., Ltd	121,241,403.57				-5,652,915.56		306,957.81					115,895,445.82	
North China Aluminum New Material Technology Co., Ltd.	105,250,142.00				-3,907,895.41	2,291.25						101,344,537.84	
Leadtang Technology Co., Ltd		2,752,931.70											2,752,931.70

Tongling Anxuanda New Energy Technology Co., Ltd	36,335,570.34				-2,320,320.21		408,282.07				34,423,532.20	
Shanghai Electric Gotion New Energy Technology Co., Ltd.		68,246,928.73										68,246,928.73
Anhui Anwa New Energy Technology Co., Ltd.	67,990,284.22				-1,260,360.57		115,052.80				66,844,976.45	
Zhongan Energy (Anhui) Co., Ltd.	154,140,471.83				-437,790.74		11.78				153,702,692.87	
Tata Auto Comp Gotion Green Energy Solutions Private Limited		6,977,566.60										6,977,566.60
NV Gotion Co., Ltd.	78,764,140.92				-5,805,547.12	2,450,238.81				-301,395.43	75,107,437.18	
Sakura Takasaki Battery Storage Station	1,386.99									100.84	1,487.83	
Alarko Gotion Green Energy Co., Ltd.			18,547.93								18,547.93	
InoBat.AS			325,621,686.75							876,698.46	326,498,385.21	
Subtotal	1,149,221,412.22	112,194,866.96	325,640,234.68		-9,366,732.99	2,679,570.60	830,304.46			575,403.87	1,469,580,192.84	112,194,866.96
Total	1,476,417,299.07	112,194,866.96	325,640,234.68		8,792,844.30	2,679,570.60	830,304.46			-818,727.95	1,813,541,525.16	112,194,866.96

Recoverable amount is determined as the net of fair value less disposal costs

Applicable Not applicable

Recoverable amount is determined as the present value of the expected future cash flows

Applicable Not applicable

Reasons for apparent inconsistency between the above information and information used for impairment tests in previous years or external information

Reasons for apparent inconsistency between the information used in the Company's impairment tests in previous years and the actual situation in the current year

Other notes

16. Other non-current financial assets

Monetary Unit: RMB

Item	Ending balance	Beginning balance
Equity investment in unlisted enterprises	1,569,818,000.00	1,570,712,000.00
Total	1,569,818,000.00	1,570,712,000.00

Other notes:

17. Fixed assets

Monetary Unit: RMB

Item	Ending balance	Beginning balance
Fixed assets	28,718,505,417.84	30,017,592,523.27
Total	28,718,505,417.84	30,017,592,523.27

(1) Details of fixed assets

Monetary Unit: RMB

Item	Houses and buildings	Machinery and equipment	Transportation equipment	Electronic equipment and Other	Total
I. Original book value:					
1.Beginning balance	11,699,114,848.52	23,190,164,829.26	214,094,871.71	1,207,024,020.17	36,310,398,569.66
2.Increase in the current period	44,106,847.22	906,401,664.83	6,922,869.97	75,595,424.12	1,033,026,806.14
(1) Purchase	4,935,555.85	21,915,884.28	5,876,586.74	16,969,301.46	49,697,328.33
(2) Transfer from construction in progress	25,738,692.68	872,871,659.79	1,046,283.23	58,583,743.04	958,240,378.74
(3) Increase from business combinations					
(4) Increase from translation of statements in foreign currencies	13,432,598.69	11,614,120.76		42,379.62	25,089,099.07

3. Decrease in the current period	6,947,733.62	940,202,263.52	16,339,254.72	4,097,804.69	967,587,056.55
(1) Disposal or scrapping	1,431,034.48	293,782,301.31	16,162,480.31	3,780,554.62	315,156,370.72
(2) Transfer to technical reform		645,670,060.54			645,670,060.54
(3) Decrease from business combinations					
(4) Decrease from translation of statements in foreign currencies	5,516,699.14	749,901.67	176,774.41	317,250.07	6,760,625.29
4. Ending balance	11,736,273,962.12	23,156,364,230.57	204,678,486.96	1,278,521,639.60	36,375,838,319.25
II. Accumulated depreciation					
1. Beginning balance	1,176,217,381.54	4,542,870,553.12	77,071,458.34	474,307,218.39	6,270,466,611.39
2. Increase in the current period	160,740,745.42	1,252,407,569.38	14,305,216.37	82,353,267.34	1,509,806,798.51
(1) Provision	160,139,996.12	1,250,704,410.06	14,305,216.37	82,333,878.22	1,507,483,500.77
(2) Increase from business combinations					
(3) Increase from translation of statements in foreign currencies	600,749.30	1,703,159.32		19,389.12	2,323,297.74
3. Decrease in the current period	977,152.12	142,142,257.82	858,407.95	1,302,125.60	145,279,943.49
(1) Disposal or scrapping	861,005.75	6,328,934.54	828,331.47	1,194,161.00	9,212,432.76
(2) Transfer to technical reform		135,549,509.02			135,549,509.02
(3) Decrease from business combinations					
(4) Decrease from translation of statements in foreign currencies	116,146.37	263,814.26	30,076.48	107,964.60	518,001.71
4. Ending balance	1,335,980,974.84	5,653,135,864.68	90,518,266.76	555,358,360.13	7,634,993,466.41
III. Provision for impairment					
1. Beginning balance			22,339,435.00		22,339,435.00
2. Increase in the current period					
(1) Provision					
3. Decrease in the current period					
(1) Disposal or scrapping					
4. Ending balance			22,339,435.00		22,339,435.00
IV. Book value					
1. Ending	10,400,292,987.28	17,503,228,365.89	91,820,785.20	723,163,279.47	28,718,505,417.84

book value					
2.Beginning book value	10,522,897,466.98	18,647,294,276.14	114,683,978.37	732,716,801.78	30,017,592,523.27

(2) Fixed assets leased out through operating leases

Item	Ending book value
Machinery equipment	38,122,230.90

(3) Fixed assets for which certificate of property rights has not been obtained

Monetary Unit: RMB

Item	Book value	Reasons for failure to obtain the certificate of property rights
Nanjing Gotion Phase II plant	63,291,106.98	In progress
Jiangsu New Energy plant	677,515,980.33	In progress
Lujiang Material plant	278,756,598.65	In progress
Yichun Kefeng office area	25,117,111.87	In progress
Lujiang Kehong plant	450,030,015.89	In progress
Yichun Battery Phase I plant	54,831,694.68	In progress
Tianjin Hi-Tech Phase I plant	149,299,648.71	In progress
Liuzhou Gotion plant Phase I and Phase II	739,621,402.35	In progress
Tongcheng Gotion plant Phase I and Phase II	717,835,075.35	In progress
Tangshan Gotion plant Phase I, Phase II and Phase III	423,045,314.64	In progress
Inner Mongolia Gotion plant	251,221,105.81	In progress
Yifeng Gotion Lithium Phase I plant	260,778,221.08	In progress
Hefei Gotion Battery Technology Phase I plant	691,883,307.46	In progress
ETDZ Gotion Phase II plant	181,509,279.96	In progress
Gotion High-Tech Baohai Headquarters building	666,163,361.56	In progress
Hefei Gotion supporting buildings A, B, C, D	53,113,896.20	In progress
Hefei Gotion property in Pudong, Shanghai	67,772,146.88	In progress
Indonesia Gotion office building	39,571,154.01	In progress
Hefei New Materials Phase II plant	131,164,119.90	In progress
Raw material warehouse of Jiangxi Weihong Lithium Industry Co., Ltd	19,362,767.76	In progress
Total	5,941,883,310.07	

Other notes

18. Construction in progress

Monetary Unit: RMB

Item	Ending balance	Beginning balance
Construction in progress	17,860,093,455.51	14,799,663,030.94
Total	17,860,093,455.51	14,799,663,030.94

(1) Details of construction in progress

Monetary Unit: RMB

Item	Ending balance			Beginning balance		
	Book balance	Provision for impairment	Book value	Book balance	Provision for impairment	Book value
Jiangsu Gotion New Energy intelligent manufacturing base and supporting project	150,992,966.44		150,992,966.44	137,950,322.43		137,950,322.43
Gotion EDZ project of 4GWh lithium iron phosphate soft pack battery and new energy battery production base	858,412,402.42		858,412,402.42	847,304,766.40		847,304,766.40
Volkswagen standard cell production line project	3,372,045,050.14		3,372,045,050.14	3,286,508,683.00		3,286,508,683.00
Gotion Xinzhan's power battery project with an annual output of 20GWh	1,262,408,364.58		1,262,408,364.58	842,273,327.20		842,273,327.20
Chuzhou Gotion project of high performance blade battery	1,517,771,374.83		1,517,771,374.83	1,269,268,771.69		1,269,268,771.69
Inner Mongolia Gotion construction project of annual output of 100,000 tonnes lithium battery anode material	812,816,023.64		812,816,023.64	740,191,332.77		740,191,332.77
Shanghai Xuanyi project of production base in Lot 1702, Waigang Town, Jiading District, Shanghai	1,587,050,201.47		1,587,050,201.47	1,572,859,178.09		1,572,859,178.09
Tongcheng New Energy project of annual output of 20GWh power battery (Phase II)	1,380,914,207.94		1,380,914,207.94	1,108,837,134.94		1,108,837,134.94
Yichun Battery construction project of 10GWH lithium battery and pack production base (Phase I)	852,476,351.55		852,476,351.55	306,875,514.80		306,875,514.80
Yichun Battery construction project of 10GWH lithium battery and pack production base (Phase II)	391,351,005.81		391,351,005.81	74,474,079.39		74,474,079.39
Liuzhou Gotion's power battery production base project with an annual output of 10GWh (Phase II)	316,447,930.33		316,447,930.33	270,710,816.49		270,710,816.49
Battery plant construction project of Gotion Illinois New Energy Inc	1,240,349,840.51		1,240,349,840.51	897,767,823.87		897,767,823.87
Tangshan Gotion's new energy high-end manufacturing base project	615,729,987.33		615,729,987.33	605,857,766.35		605,857,766.35
Gotion ASEAN new energy battery export base project (Phase I)	451,662,224.44		451,662,224.44			
Other projects	3,049,665,524.08		3,049,665,524.08	2,838,783,513.52		2,838,783,513.52
Total	17,860,093,455.51		17,860,093,455.51	14,799,663,030.94		14,799,663,030.94

(2) Changes of major construction in progress in the current period

Monetary Unit: RMB

Project	Budget	Beginning balance	Increase in the current period	Amount transferred to fixed assets in current period	Other decreases in the current period	Ending balance	Proportion of accumulated investment in budget	Project progress	Accumulated amount of interest capitalization	Of which: Amount of interest capitalization in the current period	Interest capitalization rate in the current period	Sources of funds
Jiangsu Gotion New Energy intelligent manufacturing base and supporting project		137,950,322.43	14,196,902.24	1,154,258.23		150,992,966.44	86.95%	In construction	137,650,972.09			Other
Gotion EDZ project of 4GWh lithium iron phosphate soft pack battery and new energy battery production base		847,304,766.40	12,716,733.36	1,609,097.34		858,412,402.42	72.05%	In construction	61,709,524.68			Other
Volkswagen standard cell production line project		3,286,508,683.00	100,189,545.60	14,653,178.46		3,372,045,050.14	67.15%	In construction				Proceeds from fundraising and other
Gotion Xinzhan's power battery project with an annual output of 20GWh		842,273,327.20	420,135,037.38			1,262,408,364.58	75.67%	In construction	74,560,486.95	19,376,975.12	3.05%	Other
Chuzhou Gotion project of high performance blade battery		1,269,268,771.69	256,230,231.65	7,727,628.51		1,517,771,374.83	85.74%	In construction	38,984,425.17	16,017,501.45	3.00%	Other
Inner Mongolia Gotion construction project of annual output of 100,000 tonnes lithium battery anode material		740,191,332.77	74,932,938.66	2,308,247.79		812,816,023.64	85.07%	In construction	107,198,006.14	12,244,555.56	4.90%	Other
Shanghai Xuanyi project of production base in Lot 1702, Waigang Town, Jiading District, Shanghai		1,572,859,178.09	14,191,023.38			1,587,050,201.47	99.19%	In construction	145,081,359.28	13,590,221.61	4.00%	Other
Tongcheng New Energy project of annual output		1,108,837,134.94	288,564,394.47	16,487,321.47		1,380,914,207.94	77.13%	In construction	22,150,715.82	16,284,436.88	3.75%	Other

of 20GWh power battery (Phase II)													
Yichun Battery construction project of 10GWH lithium battery and pack production base (Phase I)		306,875,514.80	546,688,889.86	1,088,053.11		852,476,351.55	93.98%	In construction	38,588,995.80				Other
Yichun Battery construction project of 10GWH lithium battery and pack production base (Phase II)		74,474,079.39	316,876,926.42	0.00		391,351,005.81	25.76%	In construction	4,581,210.23	4,581,210.23	3.70%		Other
Liuzhou Gotion's power battery production base project with an annual output of 10GWh (Phase II)		270,710,816.49	72,705,474.74	26,968,360.90		316,447,930.33	89.27%	In construction	23,174,087.52	8,026,000.00	4.00%		Other
Battery plant construction project of Gotion Illinois New Energy Inc		897,767,823.87	342,582,016.64			1,240,349,840.51	33.97%	In construction					Other
Tangshan Gotion's new energy high-end manufacturing base project		605,857,766.35	85,140,925.09	75,268,704.11		615,729,987.33	85.61%	In construction	30,524,521.02				Other
Gotion ASEAN new energy battery export base project (Phase I)			451,662,224.44			451,662,224.44	50.68%	In construction	534,146.55	534,146.55	3.20%		Other
Total		11,960,879,517.42	2,996,813,263.93	147,264,849.92		14,810,427,931.43			684,738,451.25	90,655,047.40			

(3) Impairment tests for construction in progress□Applicable Not applicable**19. Right-of-use assets****(1) Details of right-of-use assets**

Monetary Unit: RMB

Item	Houses and buildings	Machinery and equipment	Total
I. Original book value			
1.Beginning balance	375,862,979.62	1,951,646.42	377,814,626.04
2.Increase in the current period	95,982,115.93	59,923.42	96,042,039.35
(1) New leases	95,982,115.93		95,982,115.93
(2) Increase from business combinations			
(3) Increase from translation of statements in foreign currencies		59,923.42	59,923.42
3.Decrease in the current period	274,484,284.52		274,484,284.52
(1) Lease expiration			
(2) Disposal	273,888,457.75		273,888,457.75
(3) Decrease from business combinations			
(4) Decrease from translation of statements in foreign currencies	595,826.77		595,826.77
4.Ending balance	197,360,811.03	2,011,569.84	199,372,380.87
II. Accumulated depreciation			
1.Beginning balance	54,387,728.62	1,244,577.85	55,632,306.47
2.Increase in the current period	31,203,553.06	240,778.66	31,444,331.72
(1) Provision	31,203,553.06	212,995.02	31,416,548.08
(2) Increase from business combinations			
(3) Increase from translation of statements in foreign currencies		27,783.64	27,783.64
3.Decrease in the current period	32,432,320.78		32,432,320.78
(1) Disposal	32,298,270.46		32,298,270.46
(2) Decrease from business combinations			
(3) Decrease from translation of statements in foreign currencies	134,050.32		134,050.32
4.Ending balance	53,158,960.90	1,485,356.51	54,644,317.41
III. Provision for impairment			
1.Beginning balance			
2.Increase in the current period			
(1) Provision			
3.Decrease in the current period			
(1) Disposal			
4.Ending balance			
IV. Book value			
1.Ending book value	144,201,850.13	526,213.33	144,728,063.46
2.Beginning book value	321,475,251.00	707,068.57	322,182,319.57

(2) Impairment tests for right-of-use assets□Applicable Not applicable

Other notes:

20. Intangible assets**(1) Details of intangible assets**

Monetary Unit: RMB

Item	Land use rights	Patents	Non-patented technologies	Mining rights	Software and others	Total
I. Original book value						
1.Beginning balance	2,812,366,725.03		2,810,690,583.76	745,121,984.92	139,761,722.27	6,507,941,015.98
2.Increase in the current period	147,585,321.37		141,775,134.54		3,145,431.90	292,505,887.81
(1) Purchased	110,688,918.71		278,415.36		1,830,442.52	112,797,776.59
(2) In-house developed			141,496,719.18			141,496,719.18
(3) Increase from business combinations						
(4) Translation of statements in foreign currencies	36,896,402.66				1,314,989.38	38,211,392.04
3.Decrease in the current period	1,967,862.24				36,882,590.32	38,850,452.56
(1) Disposal					36,750,844.91	36,750,844.91
(2) Decrease from business combinations						
(3) Translation of statements in foreign currencies	1,967,862.24				131,745.41	2,099,607.65
4.Ending balance	2,957,984,184.16		2,952,465,718.30	745,121,984.92	106,024,563.85	6,761,596,451.23
II. Accumulated amortization	0.00		0.00	0.00	0.00	0.00
1.Beginning balance	206,396,612.74		518,950,928.00	84,773,431.22	94,648,558.04	904,769,530.00
2.Increase in the current period	21,120,960.95		141,827,308.03	28,705,443.10	13,145,333.80	204,799,045.88
(1) Provision	21,120,960.95		141,827,308.03	28,705,443.10	12,775,810.93	204,429,523.01
(2) Increase from business combinations						
(3) Translation of statements in foreign currencies					369,522.87	369,522.87
3.Decrease in the current period					36,755,069.35	36,755,069.35
(1) Disposal					36,750,844.91	36,750,844.91
(2) Decrease from business combinations						
(3) Translation of statements in foreign currencies					4,224.44	4,224.44
4.Ending balance	227,517,573.69		660,778,236.03	113,478,874.32	71,038,822.49	1,072,813,506.53
III. Provision for impairment						
1.Beginning balance						

2.Increase in the current period						
(1) Provision						
3.Decrease in the current period						
(1) Disposal						
4.Ending balance						
IV. Book value						
1.Ending book value	2,730,466,610.47		2,291,687,482.27	631,643,110.60	34,985,741.36	5,688,782,944.70
2.Beginning book value	2,605,970,112.29		2,291,739,655.76	660,348,553.70	45,113,164.23	5,603,171,485.98

As at the end of the period, the proportion of intangible assets formed through in-house R&D to the balance of intangible assets: 43.24%

(2) Land use rights for which certificate of property rights have not been obtained

Monetary Unit: RMB

Item	Book value	Reasons for failure to obtain the certificate of property rights
Land use right of Western Gotion	50,299,531.47	In progress
Land use right of Tangshan Gotion Phase VI	55,187,514.06	In progress
Total	105,487,045.53	

Other notes

(3) Impairment tests for intangible assets

Applicable Not applicable

21. Goodwill

(1) Original book value of goodwill

Monetary Unit: RMB

Investee or matters forming goodwill	Beginning balance	Increase in the current period		Decrease in the current period		Ending balance
		Business combination		Disposal		
Jiangsu Dongyuan Electrical Group Co., Ltd.	80,427,604.58					80,427,604.58
Tianjin Hi-Tech New Energy Auto Institute Co., Ltd.	67,496,148.69					67,496,148.69
Yifeng Huali Mining Development Co., Ltd.	684,568.29					684,568.29
Jiangxi Weihong Lithium Industry Co., Ltd.	809,254.33					809,254.33
Yichun Kefeng New Material Co., Ltd.	396,368,743.11					396,368,743.11
Gotion Argentina S.A.	441,170.30					441,170.30
Total	546,227,489.30					546,227,489.30

(2) Impairment provision for goodwill

Monetary Unit: RMB

Investee or matters forming goodwill	Beginning balance	Increase in the current period	Decrease in the current period	Ending balance
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		Provision		Disposal	
Tianjin Hi-Tech New Energy Auto Institute Co., Ltd.	67,496,148.69				67,496,148.69
Gotion Argentina S.A.	441,170.30				441,170.30
Yichun Kefeng New Material Co., Ltd.	85,087,888.57				85,087,888.57
Total	153,025,207.56				153,025,207.56

(3) Details of the asset group or combination of asset groups to which goodwill belongs

Entity	Composition and basis of the asset group or combination of asset groups to which it belongs	Operating division to which it belongs and basis	Consistency with prior years
Jiangsu Dongyuan Electrical Group Co., Ltd	There have been no significant changes in its operating assets included in the consolidation since the acquisition date. These assets are classified as part of the goodwill asset group. The production operation is a standalone entity with the ability to generate independent cash flows.		Yes
Tianjin Hi-Tech New Energy Auto Institute Co., Ltd	There have been no significant changes in its operating assets since the acquisition date. These assets are classified as part of the goodwill asset group. The production operation is a standalone entity with the ability to generate independent cash flows.		Yes
Yifeng Huali Mining Development Co., Ltd.	There have been no significant changes in its operating assets since the acquisition date. These assets are classified as part of the goodwill asset group. The production operation is a standalone entity with the ability to generate independent cash flows.		Yes
Jiangxi Weihong Lithium Industry Co., Ltd	There have been no significant changes in its operating assets since the acquisition date. These assets are classified as part of the goodwill asset group. The production operation is a standalone entity with the ability to generate independent cash flows.		Yes
Yichun Kefeng New Material Co., Ltd	There have been no significant changes in its operating assets since the acquisition date. These assets are classified as part of the goodwill asset group. The production operation is a standalone entity with the ability to generate independent cash flows.		Yes
Gotion Argentina S.A.	There have been no significant changes in its operating assets since the acquisition date. These assets are classified as part of the goodwill asset group. The production operation is a standalone entity with the ability to generate independent cash flows.		Yes

22. Long-term deferred expenses

Monetary Unit: RMB

Item	Beginning balance	Increase in the current period	Amortization in the current period	Other decreases	Ending balance
Major repairs and renovation of buildings	62,901,493.11	11,859,358.05	12,924,789.60	132,542.76	61,703,518.80
Landscaping projects	15,560,009.37	386,544.39	2,247,098.47		13,699,455.29
Equipment renovation	72,165,512.15	13,310,132.99	11,817,176.51		73,658,468.63
Total	150,627,014.63	25,556,035.43	26,989,064.58	132,542.76	149,061,442.72

Other notes

23. Deferred tax assets/Deferred tax liabilities

(1) Deferred tax assets before offset

Monetary Unit: RMB

Item	Ending balance		Beginning balance	
	Deductible temporary differences	Deferred tax assets	Deductible temporary differences	Deferred tax assets
Provision for assets impairment	340,629,446.53	54,132,904.97	371,731,691.32	58,922,639.53
Unrealized profits from internal transactions	451,377,005.16	88,811,067.47	197,635,405.30	35,667,782.31
Deductible losses	3,075,201,363.83	729,999,398.09	2,459,747,084.93	460,858,073.77
Provision for bad debt	2,928,089,914.95	446,522,735.35	2,833,125,802.60	451,898,965.32

Provisions	635,835,125.31	95,375,268.80	628,246,190.96	94,236,928.65
Deferred income	181,916,843.01	28,842,787.92	208,025,932.44	32,884,804.58
Stock options	76,515,239.47	13,236,793.77	75,874,762.89	13,387,227.03
Losses from changes in fair value of held-for-trading financial assets	264,418,966.15	39,831,664.92	15,357,634.32	2,303,645.15
Differences arising from differences in revenue recognition between tax law and accounting standards & Other	370,165,459.73	84,354,538.82	548,787,517.08	142,587,374.11
Total	8,324,149,364.14	1,581,107,160.11	7,338,532,021.84	1,292,747,440.45

(2) Deferred tax liabilities before offset

Monetary Unit: RMB

Item	Ending balance		Beginning balance	
	Taxable temporary differences	Deferred tax liabilities	Taxable temporary differences	Deferred tax liabilities
Asset valuation appreciation arising from the business combination not under common control	405,910,474.74	93,359,409.19	411,440,463.49	94,636,897.26
Depreciation differences of fixed assets	656,783,210.69	105,067,444.27	701,682,364.44	113,093,350.19
Changes in fair value of financial assets held for trading	229,945,003.93	52,958,047.64	212,827,450.13	46,867,215.60
Investment income from the conversion of long-term equity investments measured by equity method to trading financial assets	142,103,199.17	21,315,479.88	142,103,199.17	21,315,479.88
Differences arising from differences in revenue recognition between tax law and accounting standards & Other	163,050,953.74	25,793,286.09	260,956,491.56	66,982,243.11
Total	1,597,792,842.27	298,493,667.07	1,729,009,968.79	342,895,186.04

(3) Deferred tax assets/liabilities presented by net amount after offset

Monetary Unit: RMB

Item	Offset amount of deferred tax assets and liabilities at the end of the period	Ending balance of deferred tax assets or liabilities after offset	Amount of deferred tax assets and liabilities mutually-offset beginning of the period	Open amount of deferred tax assets or liabilities after offsetting
Deferred tax assets		1,581,107,160.11		1,292,747,440.45
Deferred tax liabilities		298,493,667.07		342,895,186.04

(4) Details of unrecognized deferred tax assets

Monetary Unit: RMB

Item	Ending balance	Beginning balance
Deductible losses	889,216,443.78	732,815,248.26
Provision for bad debts of accounts receivable	50,977,259.44	50,646,740.61
Provision for inventory depreciation	566,545.55	566,545.55
Long-term equity investments provision for impairment	112,194,866.96	112,194,866.96
Fixed assets provision for impairment	22,339,435.00	22,339,435.00
Deferred income	80,839,631.18	75,754,744.06
Stock options	1,363,807.24	1,509,075.51
Losses from changes in fair value of held-for-trading financial assets	87,035,848.99	84,949,182.98
Bad debt provision written off	119,498,355.69	119,498,355.69
Total	1,364,032,193.83	1,200,274,194.62

(5) The deductible losses of unrecognized deferred tax assets will expire in the following years

Monetary Unit: RMB

Year	Ending Amount	Beginning Amount	Remarks
2025	31,978,607.05	60,806,264.23	
2026	72,427,427.17	131,799,786.77	
2027	100,335,250.20	132,690,503.31	
2028	112,019,593.26	182,545,972.68	
Offsettable losses of 2029 and subsequent years	117,645,857.13	224,972,721.27	
Offsettable losses of 2030 and subsequent years	454,809,708.97		
Total	889,216,443.78	732,815,248.26	

Other notes

Pursuant to the *Announcement of the State Administration of Taxation on Issues Relating to Enterprise Income Tax Treatment on the Extension of the Loss Carry-forward Offset Period for High-tech Enterprises and Science and Technology-Based Small and Medium-sized Enterprises* (Announcement No. 45 of 2018), some of high-tech enterprises affiliated with the Company have extended the loss carry-forward offset period to 10 years, and some of its overseas subsidiaries, in accordance with the provisions of the local laws and regulations, are allowed to offset the loss for a period of 20 years or can be permanently carried forward to the subsequent years for deduction under the specified range of conditions.

24. Other non-current assets

Monetary Unit: RMB

Item	Ending balance			Beginning balance		
	Book balance	Provision for impairment	Book value	Book balance	Provision for impairment	Book value
Advance payment for engineering and equipment	1,474,373,756.38		1,474,373,756.38	823,024,377.83		823,024,377.83
Expenditure on exploration rights and mining rights that do not meet the mining conditions	422,905,239.72		422,905,239.72	436,831,584.27		436,831,584.27
Advance payment for equity investment	100,682,840.20		100,682,840.20	100,698,254.20		100,698,254.20
Advance payment for land and houses	145,291,006.42		145,291,006.42	166,173,987.93		166,173,987.93
Net assets of benefit plan	46,464,819.61		46,464,819.61	39,503,407.07		39,503,407.07
The unsecured arising from the financial leasing of self-owned products	6,845,319.74		6,845,319.74	6,845,319.74		6,845,319.74
Total	2,196,562,982.07		2,196,562,982.07	1,573,076,931.04		1,573,076,931.04

Other notes:

25. Assets with restrictions on ownership or right to use

Monetary Unit: RMB

Item	Ending				Beginning			
	Book balance	Book value	Type of restriction	Details of restriction	Book balance	Book value	Type of restriction	Details of restriction
Cash and cash equivalents	2,948,164,507.25	2,948,164,507.25	Pledge, freezing	Of which RMB 2,097,132,854.53 is deposit, RMB 668,447,500.00 is pledged for financing.	3,991,952,841.05	3,991,952,841.05	Pledge, freezing	Of which RMB 2,345,218,660.70 is for security deposit, RMB 1,499,452,211.12 is pledged

				and RMB 182,584,152.72 is subject to judicial freezing				for financing, and RMB 147,281,969.23 is subject to judicial freezing
Notes receivable	1,000,255,238.27	950,242,476.36	Transferred but not derecognized in its entirety	Endorsed or discounted, unmatured, not derecognized	390,572,095.25	371,043,490.49	Transferred but not derecognized in its entirety	Endorsed or discounted, unmatured, not derecognized
Fixed assets	3,090,063,030.59	2,775,041,098.12	Mortgage	Mortgage for financing	2,624,675,152.06	2,430,094,840.63	Mortgage	Mortgage for financing
Intangible assets	416,252,542.34	355,735,478.72	Mortgage	Mortgage for financing	355,279,713.95	312,164,732.61	Mortgage	Mortgage for financing
Accounts receivable financing					1,891.79	1,891.79	Mortgage	Pledge for financing
Fixed assets	4,198,814,663.99	2,246,535,613.44	Mortgage	Property rights for financing	4,142,700,278.81	2,369,285,901.05	Mortgage	Property rights for financing
Construction in progress	578,592,301.54	578,592,301.54	Mortgage	Mortgage for financing	512,372,582.96	512,372,582.96	Mortgage	Mortgage for financing
Construction in progress	513,187,379.31	513,187,379.31	Mortgage	Mortgage for financing	509,827,078.44	509,827,078.44	Mortgage	Property rights for financing
Subsidiaries' equity								Pledge for financing
Total	12,745,329,663.29	10,367,498,854.74			12,527,381,634.31	10,496,743,359.02		

Other notes:

At the end of 2024, Jiangxi Gotion New Energy Technology Co., Ltd., a subsidiary of the Company, used the 184.4262 million equity held by it in its subsidiary Yichun Kefeng New Materials Co., Ltd. as collateral for loans; Yichun Gotion Lithium Industry Co., Ltd. a subsidiary of the Company, used the 45.5 million equity held by it in its subsidiary Jiangxi Weihong Lithium Industry Co., Ltd., as collateral for loans. The loans related to equity pledge in the current period have been repaid. At the end of the period, there was no equity pledge of subsidiaries used for financing.

26. Short-term borrowings

(1) Classification of short-term borrowings

Monetary Unit: RMB

Item	Ending balance	Beginning balance
Pledge borrowings	240,000,000.00	240,000,000.00
Mortgaged borrowing	172,043,312.18	182,073,079.58
Guaranteed borrowing	18,564,600,559.12	16,720,462,266.00
Credit borrowings	300,000,000.00	350,000,000.00
Add: interest outstanding on short-term borrowings	27,119,324.41	16,279,134.76
Total	19,303,763,195.71	17,508,814,480.34

Notes on short-term borrowings:

27. Derivative financial liabilities

Monetary Unit: RMB

Item	Ending balance	Beginning balance
Foreign exchange bank swap	10,786,962.01	
Total	10,786,962.01	

Other notes:

28. Notes payable

Monetary Unit: RMB

Type	Ending balance	Beginning balance
Commercial acceptance bills	3,367,550,228.18	2,679,969,889.04
Bank acceptance bills	6,522,344,403.57	6,679,539,714.22
Total	9,889,894,631.75	9,359,509,603.26

The total amount of notes payable that become due but unpaid yet at the end of the current period: RMB 0.00

Reasons for non-payment when due: None

29. Accounts payable

(1) List of accounts payable

Monetary Unit: RMB

Item	Ending balance	Beginning balance
Payable for goods	12,230,028,231.34	11,383,122,992.07
Payable for construction and equipment	4,226,845,804.74	5,264,918,121.04
Total	16,456,874,036.08	16,648,041,113.11

30. Other payables

Monetary Unit: RMB

Item	Ending balance	Beginning balance
Dividends payable	22,162,146.61	22,162,146.61
Other payables	1,213,921,778.75	1,767,596,834.59
Total	1,236,083,925.36	1,789,758,981.20

(1) Dividends payable

Monetary Unit: RMB

Item	Ending balance	Beginning balance
Cash dividends	22,162,146.61	22,162,146.61
Total	22,162,146.61	22,162,146.61

Other notes, including significant dividends payable that have been outstanding for more than one year and reasons for non-payment:

(2) Other payables

1) Other payables by nature of funds

Monetary Unit: RMB

Item	Ending balance	Beginning balance
Repurchase obligation and outstanding payment under ESOP	93,334,110.47	105,898,026.20
Unpaid expenses	386,885,927.59	324,883,773.87

Receivables and payables	93,463,933.09	42,132,105.15
Amount of repurchase of minority shares of the company	40,394,144.00	40,394,144.00
Margin	70,735,149.98	103,480,921.28
Borrowings from non-financial institutions	313,827,712.50	937,613,029.85
Government grants to be refunded	169,450,315.47	170,155,707.50
Other	45,830,485.65	43,039,126.74
Total	1,213,921,778.75	1,767,596,834.59

31. Contract liabilities

Monetary Unit: RMB

Item	Ending balance	Beginning balance
Advance receipts for goods	473,954,766.40	529,043,969.44
Total	473,954,766.40	529,043,969.44

Significant contract liabilities aged more than 1 year

Amount and reasons for significant changes in book value during the reporting period

32. Employee compensation payable

(1) List of employee compensation payable

Monetary Unit: RMB

Item	Beginning balance	Increase in the current period	Decrease in the current period	Ending balance
I. Short-term employee compensation	516,497,569.80	2,120,214,246.49	2,340,750,478.60	295,961,337.69
II. Post-employment benefits - defined contribution plan	6,170,166.77	145,036,980.14	148,333,190.64	2,873,956.27
III. Dismissal Benefit	4,784,977.58	2,938,200.44	7,723,178.02	
Total	527,452,714.15	2,268,189,427.07	2,496,806,847.26	298,835,293.96

(2) Details of short-term employee compensation

Monetary Unit: RMB

Item	Beginning balance	Increase in the current period	Decrease in the current period	Ending balance
1. Salary, bonus, allowance and grant	508,625,059.29	1,858,631,530.94	2,076,292,111.67	290,964,478.56
2. Employee welfare fee		108,014,771.05	108,014,771.05	
3. Social insurance	2,365,420.37	95,746,877.05	96,833,625.14	1,278,672.28
Incl.: Medical insurance	1,708,019.34	69,733,404.13	70,598,016.46	843,407.01
Industrial injury insurance	161,956.62	6,688,274.71	6,662,186.38	188,044.95
Maternity insurance	347,691.60	820,745.53	926,807.05	241,630.08
Social security paid for overseas companies	147,752.81	18,504,452.68	18,646,615.25	5,590.24
4. Housing provident funds	4,728,405.34	48,402,416.08	49,714,440.50	3,416,380.92
5. Trade union funds and employee education funds	778,684.80	9,418,651.37	9,895,530.24	301,805.93
Total	516,497,569.80	2,120,214,246.49	2,340,750,478.60	295,961,337.69

(3) Details of defined contribution plan

Monetary Unit: RMB

Item	Beginning balance	Increase in the current period	Decrease in the current period	Ending balance
1. Basic endowment insurance	6,038,097.52	140,018,000.36	143,300,498.87	2,755,599.01
2. Unemployment insurance	132,069.25	5,018,979.78	5,032,691.77	118,357.26
Total	6,170,166.77	145,036,980.14	148,333,190.64	2,873,956.27

Other notes

33. Taxes and surcharges payable

Monetary Unit: RMB

Item	Ending balance	Beginning balance
VAT	24,575,050.53	32,121,006.48
Corporate income tax	315,832,382.93	179,279,747.52
Personal income tax	7,798,590.68	10,759,183.31
Urban maintenance and construction tax	564,201.96	1,624,203.36
Educational surcharge and local education surcharge	433,736.40	1,235,265.88
Property taxes	21,117,328.53	24,867,766.83
Urban land use tax	7,946,904.50	8,173,498.81
Other	23,446,916.86	33,991,750.33
Total	401,715,112.39	292,052,422.52

Other notes

34. Non-current liabilities maturing within one year

Monetary Unit: RMB

Item	Ending balance	Beginning balance
Long-term borrowings maturing within 1 year	6,583,956,538.92	6,568,724,404.73
Bonds payable maturing within 1 year	249,575,743.57	298,753,037.70
Long-term payables maturing within 1 year	1,286,273,590.38	1,497,868,064.49
Lease liabilities maturing within 1 year	121,989,410.58	109,288,141.24
Interest on long-term borrowings maturing within 1 year	33,932,189.21	26,098,435.43
Interest on bonds payable maturing within 1 year	1,029,629.63	1,200,000.00
Total	8,276,757,102.29	8,501,932,083.59

Other notes:

35. Other current liabilities

Monetary Unit: RMB

Item	Ending balance	Beginning balance
Unrealised internal sales profit corresponding to commitment to repurchase inventories	4,464,531.65	4,464,531.65
Deductible output tax	27,813,234.18	50,097,082.30
Accounts payable not derecognized (portion paid using commercial notes not yet due)	1,000,255,238.27	360,572,095.25
Total	1,032,533,004.10	415,133,709.20

Increase/decrease in short-term bonds payable:

Not applicable

36. Long-term borrowings**(1) Classification of long-term borrowings**

Monetary Unit: RMB

Item	Ending balance	Beginning balance
Pledge borrowings	100,000,000.00	145,400,000.00
Mortgaged borrowing	6,651,091,233.35	6,821,522,794.32
Guaranteed borrowing	20,560,049,351.91	18,021,019,782.38
Pledge borrowings	158,100,000.00	90,900,000.00
Add: Outstanding interest on longterm borrowings		
Less: Long-term borrowings maturing within 1 year	-6,583,956,538.92	-6,568,724,404.73
Total	20,885,284,046.34	18,510,118,171.97

Notes on classification of long-term borrowings:

Other notes, including interest rate ranges:

37. Bonds payable**(1) Bonds payable**

Monetary Unit: RMB

Item	Ending balance	Beginning balance
22 Green (Technological Innovation) Bond 1		

(2) Increase/decrease of bonds payable (excluding other financial instruments such as preferred shares and perpetual bonds classified as financial liabilities)

Monetary Unit: RMB

Bond name	Face value	Coupon rate	Date of issue	Bond period	Value of bond	Beginning balance	Current issue	Interest accrued at face value	Amortization of premium/discount	Repayment in current period	Interest repaid in the current period	Amount reclassified to non-current liabilities maturing within one year	Ending balance	Whether there is a breach
22 Green (Technological Innovation) Bond 1 ¹	500,000,000.00		November 25, 2022	3 years	500,000,000.00	299,953,037.70		5,862,962.97	822,705.87	50,000,000.00	6,033,333.34	250,605.37		No
Total					500,000,000.00	299,953,037.70		5,862,962.97	822,705.87	50,000,000.00	6,033,333.34	250,605.37		

Note: 1 The ending balance has been fully reclassified to non-current liabilities maturing within one year.

38. Lease liabilities

Monetary Unit: RMB

Item	Ending balance	Beginning balance
Lease liabilities- Lease payments	258,413,709.45	547,256,513.84
Less: Lease liabilities- Unrecognized financing costs	-15,921,060.38	-88,304,224.07
Less: Lease liabilities maturing within 1 year	-121,989,410.58	-109,288,141.24
Total	120,503,238.49	349,664,148.53

Other notes:

39. Long-term payables

Monetary Unit: RMB

Item	Ending balance	Beginning balance
Long-term payables	2,187,376,837.09	2,249,740,560.44
Special payables	7,960,363.94	7,241,811.86
Total	2,195,337,201.03	2,256,982,372.30

(1) Long-term payables by nature of funds

Monetary Unit: RMB

Item	Ending balance	Beginning balance
Payable for acquisition of assets	2,706,251,027.09	2,991,036,679.94
Payable for repurchase of equity	767,399,400.38	756,571,944.99
Less: Long-term payables maturing within 1 year	-1,286,273,590.38	-1,497,868,064.49
Total	2,187,376,837.09	2,249,740,560.44

Other notes:

(2) Special payables

Monetary Unit: RMB

Item	Beginning balance	Increase in the current period	Decrease in the current period	Ending balance	Reasons for formation
(Overseas companies) Provision for employees' work-related injuries or separation compensation, etc.	7,241,811.86	718,552.08		7,960,363.94	
Total	7,241,811.86	718,552.08		7,960,363.94	

Other notes:

40. Provisions

Monetary Unit: RMB

Item	Ending balance	Beginning balance	Reasons for formation
Product quality warranty	635,835,125.31	628,246,190.96	Projected warranty costs
Total	635,835,125.31	628,246,190.96	

Other notes, including key assumptions related to key provisions and estimations:

41. Deferred income

Monetary Unit: RMB

Item	Beginning balance	Increase in the current period	Decrease in the current period	Ending balance	Reasons for formation
Government grants	283,780,676.50	4,769,922.00	25,794,124.31	262,756,474.19	Related to assets
Total	283,780,676.50	4,769,922.00	25,794,124.31	262,756,474.19	

Other notes:

42. Share capital

Monetary Unit: RMB

	Beginning balance	Increase or decrease (+, -)					Ending balance
		New issue	Bonus issue	Converted from capital reserves	Other	Subtotal	
Total shares	1,801,996,317.00	3,116,068.00				3,116,068.00	1,805,112,385.00

Other notes:

On August 27, 2024, the *Proposal on the Achievement of the Exercise Conditions for the Second Exercise Period of the First Grant of the 2022 Stock Option Incentive Plan* was deliberated and approved at the 9th meeting of the ninth Board of Directors and the 9th meeting of the ninth Board of Supervisors, respectively. The Board of Directors believed that the exercise conditions for the second exercise period of the Company's 2022 stock option incentive plan have been achieved. The number of incentive recipients eligible for exercise is 1,477, and the number of stock options exercisable is 12,436,800 with an exercise price of RMB 18.57 per share. In the first half of 2025, the above-mentioned personnel autonomously exercised 3,116,068 shares and completed the ownership registration and listing for circulation, increasing the Company's registered capital by RMB 3,116,068 and capital reserve (capital premium) by RMB 54,749,296.62.

43. Capital reserves

Monetary Unit: RMB

Item	Beginning balance	Increase in the current period	Decrease in the current period	Ending balance
Capital premium (Stock premium)	19,053,137,683.05	82,897,585.93	107,127,731.43	19,028,907,537.55
Other Capital reserves	682,937,115.36	47,890,951.89	28,148,289.31	702,679,777.94
Total	19,736,074,798.41	130,788,537.82	135,276,020.74	19,731,587,315.49

Other notes, including increase/decrease in the current period and reasons for the changes:

(1) Capital premium:

Increase in the current period: ① See Note 42. Share capital; ② Transfer of RMB 28,148,289.31 for the write-off of other capital reserves due to unlocked equity under ESOP Phase III.

Decrease in the current period: ① The Company's net identifiable assets decreased by a total of RMB 106,721,476.22 as calculated by shareholding ratio because of the different proportions of increased capital subscription by the minority shareholders of Tangshan Gotion Battery Co., Ltd. and Jinzhai Gotion New Energy Co., Ltd. ② The capital reserve was reduced by RMB 406,255.21 due to the liquidation of the invalid equity under the ESOP (Phase III).

(2) Other capital reserves:

Increase in the current period: ① The Company's capital reserve increased by RMB 789,476.25 due to an increase in the net identifiable assets of the associate Anhui Anwa New Energy Technology Co., Ltd., etc.; ② Recognition of stock option expenses (attributable to the parent company's owners' equity) totalling RMB 47,101,475.64 corresponding to the 2022 Stock Option Incentive Plan and the ESOP (Phase III and Phase IV).

Decrease in the current period: Transfer of RMB 28,148,289.31 for the write-off of other capital reserves due to unlocked equity under ESOP Phase III.

44. Treasury shares

Monetary Unit: RMB

Item	Beginning balance	Increase in the current period	Decrease in the current period	Ending balance
Resulting from share repurchases	356,148,473.59			356,148,473.59
Restricted stock incentive plan	105,898,026.20		12,782,669.81	93,115,356.39
Subsidiary's shareholding in the parent company	59,000,000.00			59,000,000.00
Total	521,046,499.79		12,782,669.81	508,263,829.98

Other notes, including increase/decrease in the current period and reasons for the changes:

(1) Restricted stock incentive plan

The decrease in the current period is due to the adjustment and offset of the end of repurchase obligations corresponding to the unlocked part under the ESOP (Phase III), with the amount of treasury stock adjusted.

45. Other comprehensive income

Monetary Unit: RMB

Item	Beginning balance	Amount incurred in the current period						Ending balance
		Amount incurred in the current period	Less: Prior-period other comprehensive income transferred to the current profits and losses	Less: Prior-period other comprehensive income transferred to the current retained earnings	Less: Income tax expenses	Attributable to parent company after tax	Attributed to minority equity after tax	
I. Other comprehensive income that will not be reclassified to profit or loss	-717,606,696.79	-156,498,283.92				-156,498,283.92		-874,104,980.71
Of which: Changes from re-measurement of defined benefit plan	20,153,266.49	-28,315,884.43				-28,315,884.43		-8,162,617.94
Changes in fair value of other equity investments	-737,759,963.28	-128,182,399.49				-128,182,399.49		-865,942,362.77
II. Other comprehensive income that will be reclassified into profit or loss	-35,963,943.91	99,260,936.38				107,636,697.30	-8,375,760.92	71,672,753.39
Of which: Other comprehensive income that can be transferred to profit or losses under equity method	-32,989,216.18	2,679,570.60				1,676,197.82	1,003,372.78	-31,313,018.36
Changes in fair value of other debt investments	-17,456,896.56	-162,543,103.44				-162,543,103.44		-180,000,000.00
Provision for credit impairment of other debt investments	15,000,000.00	165,000,000.00				165,000,000.00		180,000,000.00
Translation differences from financial statements in foreign currencies	-517,831.17	94,124,469.22				103,503,602.92	-9,379,133.70	102,985,771.75
Other comprehensive income in total	-753,570,640.70	-57,237,347.54				-48,861,586.62	-8,375,760.92	-802,432,227.32

Other notes, including adjustments to the initial recognition amount of hedged item due to the transfer of the effective portion of the cash flow hedge gain or loss:

46. Special reserves

Monetary Unit: RMB

Item	Beginning balance	Increase in the current period	Decrease in the current period	Ending balance
Safety production fee	3,936,388.37	1,662,092.03	1,589,747.92	4,008,732.48
Total	3,936,388.37	1,662,092.03	1,589,747.92	4,008,732.48

Other notes, including increase/decrease in the current period and reasons for the changes:

47. Surplus reserves

Monetary Unit: RMB

Item	Beginning balance	Increase in the current period	Decrease in the current period	Ending balance
Statutory surplus reserves	222,075,738.50			222,075,738.50
Total	222,075,738.50			222,075,738.50

Notes on surplus reserves, including increase/decrease in the current period and reasons for the changes:

48. Undistributed profit

Monetary Unit: RMB

Item	Current Period	Prior Period
Undistributed profit at the end of last period before adjustment	5,470,626,456.84	4,473,001,832.26
Undistributed profit at the beginning of the period after adjustment	5,470,626,456.84	4,473,001,832.26
Add: Net profit attributable to the parent company in the current period	366,628,567.61	1,206,790,129.59
Less: Appropriation of statutory surplus reserves		22,321,066.12
Dividends payable on ordinary shares		176,940,041.41
Add: Transfer-in from disposal of other equity investments		-9,904,397.48
Ending undistributed profit	5,837,255,024.45	5,470,626,456.84

Details of the adjustment of the undistributed profit at the beginning of the period:

- 1) The undistributed profit affected by the retroactive adjustment in accordance with *Accounting Standards for Business Enterprises* and its related new regulations at the beginning of the period is RMB 0.00.
- 2) The undistributed profit affected by the change of accounting policy at the beginning of the period is RMB 0.00.
- 3) The undistributed profit affected by the correction of major accounting errors at the beginning of the period is RMB 0.00.
- 4) The undistributed profit affected by the change of combination scope caused by the common control at the beginning of the period is RMB 0.00.
- 5) The undistributed profit affected by other adjustments at the beginning of the period is RMB 0.00.

49. Revenue and operating costs

Monetary Unit: RMB

Item	Amount incurred in the current period		Amount incurred in the prior period	
	Income	Cost	Income	Cost
Primary business	18,843,078,145.37	15,916,710,365.73	16,334,082,924.51	13,876,334,592.41
Other business	550,457,352.85	292,770,130.32	459,789,736.14	157,734,735.36
Total	19,393,535,498.22	16,209,480,496.05	16,793,872,660.65	14,034,069,327.77

50. Taxes and surcharges

Monetary Unit: RMB

Item	Amount incurred in the current period	Amount incurred in the prior period
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Urban maintenance and construction tax	4,045,885.72	4,695,734.81
Education surcharge	3,015,718.79	3,645,395.30
Property tax	51,638,541.62	46,085,868.95
Land use tax	19,483,035.57	19,546,726.01
Stamp duty	34,310,131.06	15,789,126.13
Other	19,130,551.13	25,032,047.36
Total	131,623,863.89	114,794,898.56

Other notes:

51. G&A expenses

Monetary Unit: RMB

Item	Amount incurred in the current period	Amount incurred in the prior period
Employee compensation	420,254,196.86	328,548,263.33
Depreciation and amortization	231,266,216.70	171,287,570.54
Stock option expenses	31,320,977.08	64,244,308.09
Office operating expenses	191,232,441.77	178,454,488.70
Total	874,073,832.41	742,534,630.66

Other notes

52. Selling expenses

Monetary Unit: RMB

Item	Amount incurred in the current period	Amount incurred in the prior period
Employee compensation	125,200,077.81	90,531,486.17
Operating expenses of sales department	80,829,594.97	71,397,396.26
Total	206,029,672.78	161,928,882.43

Other notes:

53. R&D expenses

Monetary Unit: RMB

Item	Amount incurred in the current period	Amount incurred in the prior period
R&D materials and power expenses	316,231,987.66	254,670,537.64
Employee compensation	515,067,696.49	404,575,568.01
Stock option expenses	17,197,828.46	49,419,128.18
Testing and trial production & Others	197,561,225.45	194,295,444.10
Total	1,046,058,738.06	902,960,677.93

Other notes

54. Financial expenses

Monetary Unit: RMB

Item	Amount incurred in the current period	Amount incurred in the prior period
Interest expenses	800,417,804.14	644,120,153.54
Less: Interest income	172,019,009.83	238,691,467.71
Net income and expenses on interest	628,398,794.31	405,428,685.83

Foreign exchange losses	33,385,340.41	13,398,263.17
Less: Foreign exchange gains	76,868,401.24	90,494,232.10
Net foreign exchange losses	-43,483,060.83	-77,095,968.93
Handling charges by banks and others	42,090,235.30	45,098,500.58
Total	627,005,968.78	373,431,217.48

Other notes

55. Other income

Monetary Unit: RMB

Source of other income	Amount incurred in the current period	Amount incurred in the prior period
Government grants	399,729,273.35	256,080,814.90
Additional VAT deductions	75,730,791.85	78,823,794.13
Others	2,554,480.51	
Total	478,014,545.71	334,904,609.03

56. Gains from changes in fair values

Monetary Unit: RMB

Source of gains from changes in fair values	Amount incurred in the current period	Amount incurred in the prior period
Held-for-trading financial assets	4,322,751.65	-21,382,422.87
Derivative financial assets	-95,106,849.06	9,609,722.84
Total	-90,784,097.41	-11,772,700.03

Other notes:

57. Investment income

Monetary Unit: RMB

Item	Amount incurred in the current period	Amount incurred in the prior period
Income from long-term equity investments under the equity method	8,792,844.30	-45,933,577.74
Income from disposal of long-term equity investments		417,043.09
Investment income from held-for-trading financial assets during the holding period	5,045,935.40	42,081,996.09
Interest income obtained from debt investment during the holding period	2,136,558.48	
Investment income from the derivative financial assets	52,644,257.64	4,293,000.00
Investment income from other non-current financial assets during the holding period	30,946,965.92	
Other investment income		1,952,628.03
Total	99,566,561.74	2,811,089.47

Other notes

58. Credit impairment losses

Monetary Unit: RMB

Item	Amount incurred in the current period	Amount incurred in the prior period
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Provision for bad debts on notes receivable	-34,330,920.13	-10,020,649.68
Provision for bad debts on accounts receivable	-95,334,992.78	-378,819,430.95
Provision for bad debts on other receivables	20,479,878.55	-50,417,255.69
Provision for impairment of other debt investments	-165,000,000.00	
Total	-274,186,034.36	-439,257,336.32

Other notes

59. Assets impairment losses

Monetary Unit: RMB

Item	Amount incurred in the current period	Amount incurred in the prior period
I. Inventory depreciation and impairment on contract performance costs	-186,808,097.33	-100,319,751.83
Total	-186,808,097.33	-100,319,751.83

Other notes:

60. Assets disposal income

Monetary Unit: RMB

Source of assets disposal income	Amount incurred in the current period	Amount incurred in the prior period
Gains/losses from disposal of fixed assets	-22,422,603.67	3,040,583.44
Gains/losses from disposal of right-of-use assets	4,158,489.54	
Total	-18,264,114.13	3,040,583.44

61. Non-operating income

Monetary Unit: RMB

Item	Amount incurred in the current period	Amount incurred in the prior period	Amounts included in non-recurring gains and losses in the current period
Revenue from fines and confiscations	9,912,462.62	6,971,351.89	9,912,462.62
Other	4,560,740.65	2,602,354.28	4,560,740.65
Total	14,473,203.27	9,573,706.17	14,473,203.27

Other notes:

62. Non-operating expenses

Monetary Unit: RMB

Item	Amount incurred in the current period	Amount incurred in the prior period	Amounts included in non-recurring gains and losses in the current period
External donation	392,424.00	1,508,774.01	392,424.00
Net losses from retirement of other non-current assets	566,702.81	494,878.92	566,702.81
Expenditure on compensation and fines	1,526,456.60	8,735,995.59	1,526,456.60
Other	2,125,801.53	605,550.28	2,125,801.53
Total	4,611,384.94	11,345,198.80	4,611,384.94

Other notes:

63. Income tax expenses

(1) Income tax expenses

Monetary Unit: RMB

Item	Amount incurred in the current period	Amount incurred in the prior period
Current income tax expenses	319,648,408.97	345,529,529.79
Deferred income tax expenses	-335,182,235.28	-406,241,630.75
Total	-15,533,826.31	-60,712,100.96

(2) Adjustments to accounting profit and income tax expenses

Monetary Unit: RMB

Item	Amount incurred in the current period
Total profit	316,663,508.80
Income tax expenses at statutory/applicable tax rates	79,165,877.20
Impact of different tax rates applicable to subsidiaries	-42,070,647.13
Impact of non-deductible costs, expenses and losses	2,132,383.17
Impact of deductible temporary differences or deductible losses on deferred tax assets not recognised in the current period	143,875,387.74
Impact of additional deduction for R&D expenses	-198,636,827.29
Income tax expenses	-15,533,826.31

Other notes

64. Other comprehensive income

See Note 45 for details.

65. Notes to items in the Cash Flow Statement

(1) Cash relating to operating activities

Other cash receipts relating to operating activities

Monetary Unit: RMB

Item	Amount incurred in the current period	Amount incurred in the prior period
Government grants	381,557,551.56	778,111,281.43
Guarantees and deposits	65,423,713.45	20,839,082.09
Current accounts & Others	659,522,338.61	148,327,294.20
Total	1,106,503,603.62	947,277,657.72

Notes on other cash receipts relating to operating activities:

Other cash payments relating to operating activities

Monetary Unit: RMB

Item	Amount incurred in the current period	Amount incurred in the prior period
Selling expenses	97,201,019.90	96,986,879.58
G&A expenses	221,019,843.33	190,131,423.86
R&D expenses	213,710,778.83	171,397,223.79
Current accounts & Others	545,356,065.36	645,203,206.16
Total	1,077,287,707.42	1,103,718,733.39

Notes on other cash payments relating to operating activities:

(2) Cash relating to investing activities

Other cash payments relating to investing activities

Monetary Unit: RMB

Item	Amount incurred in the current period	Amount incurred in the prior period
Other		9,603,337.66
Total		9,603,337.66

Significant cash payments relating to financing activities

Monetary Unit: RMB

Item	Amount incurred in the current period	Amount incurred in the prior period
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Notes on other cash payments relating to investing activities:

(3) Cash relating to financing activities

Other cash receipts relating to financing activities:

Monetary Unit: RMB

Item	Amount incurred in the current period	Amount incurred in the prior period
Borrowings from non-financial institutions		
ESOP funds		
Finance lease		500,000,000.00
Security deposits for bill instruments and guarantee letters		
Share sales under ESOP	27,683,353.23	160,799,737.31
Advance receipts for equity		342,086,400.00
Total	27,683,353.23	1,002,886,137.31

Notes on other cash receipts relating to financing activities:

Other cash payments relating to financing activities

Monetary Unit: RMB

Item	Amount incurred in the current period	Amount incurred in the prior period
Finance lease payments	608,365,039.79	279,888,800.24
Payment for repurchase of equity		281,217,220.99
Current accounts		
Security deposits for bill instruments and guarantee letters	445,073,037.99	281,042,739.28
Repayment to non-financial institutions	732,097,333.33	

Private placement costs		18,815,639.76
Acquisition of minority equity		3,027,947.33
Funds distribution under ESOP	21,217,759.81	88,414,455.26
Total	1,806,753,170.92	952,406,802.86

Notes on other cash payments relating to financing activities:

Changes in liabilities arising from financing activities

Applicable Not applicable

66. Supplementary information to the Cash Flow Statement

(1) Supplementary information

Monetary Unit: RMB

Supplementary information	Current-period amount	Prior-period amount
1. Net profit adjusted to cash flows from operating activities:		
Net profit	332,197,335.11	312,500,127.91
Add: provision for impairment of assets	460,994,131.69	539,577,088.15
Depreciation of fixed assets, depletion of oil and gas assets and depreciation of productive biological assets	1,507,483,500.77	985,500,364.46
Depreciation of use right assets	31,416,548.08	5,308,388.20
Amortization of intangible assets	204,429,523.01	173,078,304.36
Amortization of long-term unamortized expenses	26,989,064.58	19,755,455.65
Losses on disposal of fixed assets, intangible assets and other long-term assets ("-" for gains)	18,264,114.13	-3,040,583.44
Loss on scrapping of fixed assets ("-" for gains)	566,702.81	494,878.92
Losses on changes in fair value ("-" for gains)	90,784,097.41	11,772,700.03
Financial expenses ("-" for gains)	756,934,743.31	567,024,184.61
Investment loss ("-" for gains)	-99,566,561.74	-2,811,089.47
Decrease in deferred tax assets ("-" for increase)	-292,058,204.38	-361,737,520.25
Increase in deferred tax liabilities ("-" for decrease)	-43,124,030.90	-43,636,128.94
Decrease in inventory ("-" for increase)	-2,603,686,659.02	309,592,804.12
Decrease in operational receivables ("-" for increase)	-89,330,972.33	-3,860,160,862.97
Increase in operational payables ("-" for increase)	215,462,989.20	1,715,952,669.29
Other	-192,907,034.84	-189,048,924.32
Net cash flow generated by operating activities	324,849,286.89	180,121,856.31
2. Significant investing and financing activities that do not involve in cash receipts and payments:		
Conversion of debt into capital		
Convertible corporate bonds maturing within one year		
Fixed assets under finance lease		
3. Net changes in cash and cash		

equivalents:		
Ending balance of cash	12,509,736,628.35	11,407,417,554.33
Less: beginning balance of cash	12,556,337,255.65	11,328,205,559.31
Add: Ending balance of cash equivalents		
Less: beginning balance of cash equivalents		
Net increase in cash and cash equivalents	-46,600,627.30	79,211,995.02

(2) Composition of cash and cash equivalents

Monetary Unit: RMB

Item	Ending balance	Beginning balance
I. Cash	12,509,736,628.35	12,556,337,255.65
Of which: Cash on hand	125,556.99	186,807.62
Bank deposit readily available for payment	12,488,762,545.04	12,428,271,396.53
Other cash and cash equivalents readily available for payment	20,848,526.32	127,879,051.50
III. Ending balance of cash and cash equivalents	12,509,736,628.35	12,556,337,255.65

67. Foreign currency monetary items

(1) Foreign currency monetary items

Monetary Unit: RMB

Item	Ending balance in foreign currencies	Exchange rates	Ending balance converted to RMB
Cash and cash equivalents			
Of which: USD	1,048,748,801.16	7.1586	7,507,573,167.98
EUR	61,314,954.26	8.4024	515,192,771.67
HKD	18,651,433.89	0.9120	17,010,107.71
JPY	5,694,107,541.90	0.0496	282,427,734.08
AED	9,814,277.72	0.7924	7,776,833.67
SGD	351,904.63	5.6179	1,976,965.02
ARS	43,936,440.89	0.0060	263,618.65
IDR	40,215,192,159.36	0.0004	16,086,076.86
CHF	980,360.38	8.9721	8,795,891.37
AUD	158,478.81	4.6817	741,950.24
Accounts receivable			
Of which: USD	762,338,035.53	7.1586	5,457,273,061.15
EUR	34,136,912.34	8.4024	286,831,992.25
HKD			
JPY	4,786,436,710.00	0.0496	237,407,260.82
SGD	3,919.89	5.6179	22,021.55
IDR	65,795,791,963.89	0.0004	26,318,316.79
Long-term borrowings			
Of which: USD	78,750,000.00	7.1586	563,739,750.00
EUR			
HKD			
Other receivables			
Of which: USD	2,243,757.28	7.1586	16,062,160.86
JPY	13,473,885.42	0.0496	668,304.72
EUR	128,494.06	8.4024	1,079,658.49

SGD	196,445.50	5.6179	1,103,611.17
ARS	1,663,173.75	0.0060	9,979.04
IDR	64,675,331,868.35	0.0004	25,870,132.75
HKD	40,000.00	0.9120	36,480.00
Short-term borrowings			
Of which: USD	6,940,000.00	7.1586	49,680,684.00
IDR	108,280,450.00	0.0004	43,312.18
HKD	217,000,000.00	0.9120	197,904,000.00
JPY	4,600,000,000.00	0.0496	228,160,000.00
Accounts payable			
Of which: USD	21,715,142.91	7.1586	155,450,022.04
JPY	184,673.42	0.0496	9,159.80
EUR	34,691,716.32	8.4024	291,493,677.21
SGD	169.62	5.6179	952.91
ARS	428,553.40	0.0060	2,571.32
IDR	2,025,140,347.00	0.0004	810,056.14
Other payables			
Of which: USD	26,354,455.77	7.1586	188,661,007.08
JPY	87,767,619.00	0.0496	4,353,273.90
EUR	3,872,070.17	8.4024	32,534,682.40
SGD	131,643.06	5.6179	739,557.55
ARS	4,220,524.81	0.0060	25,323.15
IDR	39,758,973,514.64	0.0004	15,903,589.41
Debt investment			
Of which: USD	66,768,475.62	7.1586	477,968,809.54
Non-current assets maturing within one year			
Of which: USD	3,812,590.68	7.1586	27,292,811.61

Other notes:

(2) Explanation of overseas business entities, including for significant overseas business entities, disclosure of the main overseas business location, recording currency and the basis for selection, as well as the reason for change in recording currency, if any.

Applicable Not applicable

68. Lease

(1) The Company is the lessee

Applicable Not applicable

Variable lease payments not included in the measurement of the lease liability

Applicable Not applicable

Rental expense on short-term leases and leases of low-value assets with simplified treatment

Applicable Not applicable

Item	January to June 2025
Interest expense on lease liabilities	3,903,375.62
Expense on short-term leases with simplified treatment included in related asset cost or current profit or loss	65,140,505.24
Total cash outflow related to lease	73,603,492.68

Circumstances involving after-sale leaseback transactions

(2) The Company is the lessor

Operating lease as lessor

Applicable Not applicable

Monetary Unit: RMB

Item	Rental income	Of which: Income related to variable lease payments not included in lease receipts
House and equipment rental	10,763,715.62	0.00
Total	10,763,715.62	0.00

Finance lease as lessor

Applicable Not applicable

Undiscounted lease receipts in each of the next five years

Applicable Not applicable

Reconciliation statement of undiscounted lease receipts and net lease investments

VIII. R&D expenses

Monetary Unit: RMB

Item	Amount incurred in the current period	Amount incurred in the prior period
R&D materials expenses	451,439,038.79	350,658,211.76
Employee compensation	666,942,706.72	585,148,536.17
Stock option expenses	17,197,828.46	49,419,128.18
Testing and trial production & Others	246,037,640.68	233,740,626.03
Total	1,381,617,214.65	1,218,966,502.14
Of which: Expensed R&D expenses	1,046,058,738.06	902,960,677.93
Capitalised R&D expenses	335,558,476.59	316,005,824.21

1. R&D expenses items eligible for capitalisation

Monetary Unit: RMB

Item	Beginning balance	Increase in the current period			Decrease in the current period			Ending balance
		Internal development expenditure	Other		Recognized as intangible assets	Transfer to the current profits and losses		
Item 1	19,882,039.97	999,663.70			20,881,703.67			
Item 2	11,374,427.17	24,673,886.81			36,048,313.98			
Item 3	20,130,061.85	3,431,289.48			23,561,351.33			
Item 4	35,935,325.32	12,545,478.32			48,480,803.64			
Item 5	70,836,528.76	11,400,177.28						82,236,706.04
Item 6	48,208,806.40	14,518,092.04						62,726,898.44
Item 7	43,941,521.14	6,261,180.36						50,202,701.50
Item 8	50,183,781.94	6,242,360.59						56,426,142.53
Item 9	23,140,018.47	21,791,603.41						44,931,621.88
Item 10	14,625,605.85	14,712,537.05						29,338,142.90
Item 11		11,806,243.41						11,806,243.41
Item 12	31,291,375.39	14,378,585.07						45,669,960.46
Item 13	15,875,706.15	2,911,783.27						18,787,489.42
Item 14	23,550,788.99	22,013,798.06						45,564,587.05
Item 15		35,787,859.64				12,095,437.50		23,692,422.14
Other	10,664,820.00	182,288,533.71			12,524,546.56	38,109,158.11		142,319,649.04

Total	419,640,807.40	385,763,072.20			141,496,719.18	50,204,595.61		613,702,564.81
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Significant capitalized R&D expenses items

Item	R&D progress	Expected completion date	How to generate economic benefits	Time point of commencing capitalization	Specific basis for commencing capitalization
Item 5	1. In G4 project approval milestone as of June 30; 2. develop a high-safety lithium iron phosphate battery cell that combines energy density and fast charging performance, paired with a CTP battery pack design, and applied in the passenger vehicle sector; 3. project budget implementation rate at 97%	December 31, 2025	Whole contracting/single sales	October 1, 2023	The capacity energy density test requirements of sample B have been met, and the safety performance test and cycle performance test have been passed
Item 6	1. In G3 design freeze milestone as of June 30; 2. develop a large-sized battery cell with long cycle and fast charging capabilities, applied in the heavy-duty truck sector; 3. project budget implementation rate at 93%	December 31, 2025	Whole contracting/single sales	April 1, 2024	The development and validation tests of sample B have been completed, and the conditions for the release of the plan have been met
Item 7	1. In G4 project approval milestone as of June 30; 2. develop a 12,000-cycle, high-capacity energy storage cell, applied in the power energy storage sector; 3. project budget implementation rate at 95%	July 31, 2025	Single cell sales	April 1, 2024	The development and testing of sample B cells have been completed, and the conditions for design freezing have been met
Item 9	1. In G3 design freeze milestone as of June 30; 2. develop a UC24.8 thickness platform + 6-series high-voltage ternary battery cell; 3. project budget implementation rate at 77%	December 31, 2025	Whole contracting/single sales	October 1, 2024	Sample B trial production, validation, and mandatory inspection of cells have been completed, and the plan freeze review has been finished ahead of schedule
Item 10	1. In G5 design freeze milestone as of June 30; 2. develop models that meet customers' MVP sales demands; 3. Project budget implementation rate at 82%	December 31, 2025	To develop 40,000 sets of models that meet customer demands within five years	December 1, 2024	Eighteen valve point review deliverables have been completed and all adopted
Item 11	1. In G3 design freeze milestone as of June 30; 2. develop a 4C ultra-fast charging cell with a capacity of 121Ah;	July 31, 2025	An exclusive supply order letter has been received from the customer	January 1, 2025	Sample B trial production and validation have been completed, and the short-term electrical performance meets the specification requirements; design freezing of the chemical system and structural components has been completed
Item 8	1. In G3 design freeze milestone as of June 30; 2. project budget implementation rate at 92%	June 30, 2026	Single cell sales	April 1, 2024	The short-term performance test of sample B has been completed
Item 12	1. In G3 design freeze milestone as of June 30; 2. budget implementation rate at 86%	June 30, 2026	Customer orders	October 1, 2022	The test validation has been completed to meet the design freeze requirements; and there is sufficient technical and financial support for the project research and development
Item 14	1. In G4 project approval milestone as of June 30; 3. Project budget implementation rate at 78%	March 31, 2026	Customer orders	January 1, 2024	Sample B certification has been completed to meet the design freeze requirements; and there is sufficient technical and financial support for the project research and development
Item	1. In G3 design freeze milestone as of	July 1, 2026	Customer orders	April 1, 2025	The core design has been

15	June 30; 2. project budget implementation rate at 73%				completed and the sample has passed the basic function and performance tests, and there is sufficient technical and financial support for the project research and development
Item 13	1. In G4 project approval milestone as of June 30; 2. Project budget implementation rate at 96%	November 1, 2025	Customer orders	January 1, 2024	Sample B trial production and validation both meet the requirements and meet the design freeze conditions; and there is sufficient technical and financial support for the project research and development

IX. Changes in consolidation scope

1. Change in consolidation scope for other reasons

Specify the changes in the consolidation scope due to other reasons (such as establishment of new subsidiaries and liquidation of subsidiaries) and other related information

(1) Consolidation scope attributable to increase in newly established companies

Company name	Incorporation date	Currency	Registered capital (RMB10,000)	Remarks
Liuzhou Gotion New Energy Battery Co., Ltd.	2025/1/9	RMB	20,000	100% shares held by Hefei Gotion High-Tech Power Energy Co., Ltd
Bozhou Gotion New Energy Co., Ltd.	2025/3/10	RMB	30,000	100% shares held by Hefei Gotion High-Tech Power Energy Co., Ltd
Baotou Chuangqi New Energy Co., Ltd.	2025/1/22	RMB	5,000	100% shares held by Inner Mongolia Huihong New Energy Co., Ltd
Ordos Xuanhui New Energy Co., Ltd.	2025/2/18	RMB	1,000	100% shares held by Inner Mongolia Huihong New Energy Co., Ltd
Anhui Gotion Electric Power Co., Ltd.	2025/2/18	RMB	500	85% shares held by Anhui Gotion New Energy Co., Ltd
Tongcheng Xuanneng Wind Power Generation Co., Ltd.	2025/2/25	RMB	100	100% shares held by Anhui Gotion Electric Power Co., Ltd.
Lujiang Gotion Photovoltaic Power Generation Co., Ltd.	2025/2/20	RMB	100	100% shares held by Anhui Gotion Electric Power Co., Ltd.
Lujiang Luxuan Photovoltaic Power Generation Co., Ltd.	2025/3/6	RMB	100	100% shares held by Anhui Gotion Electric Power Co., Ltd.
Tongcheng Lvting Gotion Wind Power Generation Co., Ltd.	2025/2/27	RMB	100	100% shares held by Tongcheng Xuanneng Wind Power Generation Co., Ltd.
Gotion Spain Green Energy S.A.	2025/2/20	EUR	10	100% shares held by Gotion High-Tech (Germany) GmbH

G-Volt Africa Ltd.	2025/5/20	USD	0.01	100% shares held by GOTION SINGAPORE PTE. Ltd.
Saudi Arabia Gotion New Energy Ltd.	2025/1/6	SAR	50	100% shares held by Hefei Gotion High-Tech Power Energy Co., Ltd.

(2) Deregistration of unconsolidated subsidiaries

Name of deregistered company	Date of deregistration	Remarks
Hefei Gotion Zhonghong New Energy Technology Development Co., Ltd.	2025/3/2	The company shall apply for the cancellation of its business license through the legal procedures on its own to terminate its legal person status.
Suixi Gotion Power Source Grid Load and Storage New Energy Co., Ltd.	2025/5/14	The company shall apply for the cancellation of its business license through the legal procedures on its own to terminate its legal person status.
Hefei Gotion Zhonghong New Energy Co., Ltd.	2025/3/27	The company shall apply for the cancellation of its business license through the legal procedures on its own to terminate its legal person status.
Huaibei Gotion Xiangfeng New Energy Co., Ltd.	2025/3/26	The company shall apply for the cancellation of its business license through the legal procedures on its own to terminate its legal person status.
Bozhou Gotion Power Source Grid Load and Storage New Energy Co., Ltd.	2025/4/24	The company shall apply for the cancellation of its business license through the legal procedures on its own to terminate its legal person status.
Tongcheng Kongcheng Gotion Wind Power Generation Co., Ltd	2025/1/23	The company shall apply for the cancellation of its business license through the legal procedures on its own to terminate its legal person status.
Guzhen Gotion Power Source Grid Load and Storage New Energy Co., Ltd.	2025/2/6	The company shall apply for the cancellation of its business license through the legal procedures on its own to terminate its legal person status.
Weihai Gotion New Energy Technology Co., Ltd.	2025/2/12	The company shall apply for the cancellation of its business license through the legal procedures on its own to terminate its legal person status.

X. Equity in other entities**1. Equity in subsidiaries****(1) Composition of the major enterprise group**

Monetary Unit: RMB

Subsidiaries	Registered capital	Principal place of business	Registration place	Business nature	Shareholding		Acquisition method
					Direct	Indirect	
Jiangsu Dongyuan Electrical Group Co., Ltd	550,000,000.00	Nantong, Jiangsu Province	Nantong, Jiangsu Province	Industrial production	99.82%	0.18%	Direct investment
Nantong Gotion New Energy Co., Ltd	573,600,000.00	Nantong, Jiangsu Province	Nantong, Jiangsu Province	Industrial production		100.00%	Direct investment
Hefei Gotion High-Tech Power Energy Co., Ltd	10,000,000,000.00	Hefei, Anhui Province	Hefei, Anhui Province	Industrial production	100.00%		Counter purchase
Nanjing Gotion Battery Co., Ltd	500,000,000.00	Nanjing, Jiangsu Province	Nanjing, Jiangsu Province	Industrial production		100.00%	Counter purchase
Nanjing Gotion New Energy Co., Ltd	1,320,361,083.25	Nanjing, Jiangsu Province	Nanjing, Jiangsu Province	Industrial production		90.88%	Direct investment
Anhui Gotion New Energy Automobile	200,000,000.00	Hefei, Anhui Province	Hefei, Anhui Province	Industrial production		100.00%	Counter purchase

Technology Co., Ltd.							
Shanghai Xuanyi New Energy Development Co., Ltd	1,500,000,000.00	Shanghai	Shanghai	R&D		100.00%	Counter purchase
Hefei Gotion Battery Material Co., Ltd	1,155,147,058.00	Hefei, Anhui Province	Hefei, Anhui Province	Industrial production		95.23%	Counter purchase
Gotion New Energy (Lujiang) Co., Ltd	1,000,000,000.00	Hefei, Anhui Province	Hefei, Anhui Province	Industrial production		100.00%	Direct investment
Hefei Gotion Kehong New Energy Technology Co., Ltd	1,000,000,000.00	Hefei, Anhui Province	Hefei, Anhui Province	Industrial production		90.00%	Direct investment
Hefei Jiachi Technology Co., Ltd	100,000,000.00	Hefei, Anhui Province	Hefei, Anhui Province	Industrial production		90.00%	Direct investment
Qingdao Gotion Battery Co., Ltd	541,976,000.00	Qingdao, Shandong Province	Qingdao, Shandong Province	Industrial production		92.25%	Direct investment
Tangshan Gotion Battery Co., Ltd	1,211,997,776.44	Tangshan, Hebei Province	Tangshan, Hebei Province	Industrial production		82.51%	Direct investment
Hefei Gotion Battery Co., Ltd	1,000,000,000.00	Hefei, Anhui Province	Hefei, Anhui Province	Industrial production		100.00%	Direct investment
Liuzhou Gotion Battery Co., Ltd	648,065,697.00	Liuzhou, Guangxi Province	Liuzhou, Guangxi Province	Industrial production		51.17%	Direct investment
Tongcheng Gotion New Energy Co., Ltd	2,161,114,800.00	Anqing, Anhui Province	Anqing, Anhui Province	Industrial production		92.54%	Direct investment
Jiangsu Gotion New Energy Technology Co., Ltd	1,800,000,000.00	Nanjing, Jiangsu Province	Nanjing, Jiangsu Province	Industrial production	100.00%		Direct investment
Hefei Gotion Battery Technology Co., Ltd	1,000,000,000.00	Hefei, Anhui Province	Hefei, Anhui Province	Industrial production		100.00%	Direct investment
Hefei Gotion Battery Technologies Co., Ltd	800,000,000.00	Hefei, Anhui Province	Hefei, Anhui Province	Industrial production		100.00%	Direct investment
Jiangxi Gotion New Energy Co., Ltd	500,000,000.00	Yichun, Jiangxi Province	Yichun, Jiangxi Province	Industrial production	100.00%		Direct investment
Yichun Gotion Battery Co., Ltd	2,196,739,600.00	Yichun, Jiangxi Province	Yichun, Jiangxi Province	Industrial production		91.04%	Direct investment
Yichun Gotion Lithium Industry Co., Ltd	285,000,000.00	Yichun, Jiangxi Province	Yichun, Jiangxi Province	Mineral mining		42.32%	Direct investment
Yifeng Gotion Lithium Industry Co., Ltd	600,000,000.00	Yichun, Jiangxi Province	Yichun, Jiangxi Province	Mineral mining		42.32%	Direct investment
Tongcheng Gotion Battery Technology Co., Ltd	2,000,000,000.00	Anqing, Anhui Province	Anqing, Anhui Province	Industrial production		92.54%	Direct investment
Jinzhai Gotion New Energy Co., Ltd.	1,574,160,024.85	Liuan, Anhui Province	Liuan, Anhui Province	Industrial production		63.53%	Direct investment
Chuzhou Gotion New Energy Power Co., Ltd.	1,111,111,111.11	Chuzhou, Anhui Province	Chuzhou, Anhui Province	Industrial production		90.00%	Direct investment
GOTION INC.	0.00	USA	California, USA	Industrial production		100.00%	Counter purchase
GOTION SINGAPORE PTE. Ltd. ¹	75,569,782.97	Singapore	Singapore	Sales		59.05%	Direct investment

Note: 1. GOTION SINGAPORE PTE. Ltd. has a registered capital of SGD 13,451,607, or RMB 75,569,782.97 at the exchange rate applicable at the end of the period;

Explanation of the shareholding proportion in subsidiaries different from the voting proportion:

Basis for holding half or less voting rights but still controlling the investee, and holding more than half voting rights but not controlling the investee:

Basis for controlling the important structured entities included in the consolidation scope:

Basis for determining whether the Company is an agent or a principal:

Other notes:

(2) Major non-wholly owned subsidiaries

Monetary Unit: RMB

Subsidiary	Shareholding proportion of minority shareholders	Gain or loss attributable to minority shareholders in the current period	Dividends declared and distributed to minority shareholders in the current period	Balance of minority interest at the end of the period
Qingdao Gotion Battery Co., Ltd	7.75%	4,679,344.98		112,295,528.18
Tongcheng Gotion New Energy Co., Ltd	7.46%	5,272,549.16	11,800,000.00	199,135,754.46
Yichun Gotion Battery Co., Ltd	8.96%	3,211,578.31		222,551,068.58
Tangshan Gotion Battery Co., Ltd	17.49%			546,764,712.39
Jinzhai Gotion New Energy Co., Ltd	36.47%			754,956,763.83

Explanation of the shareholding proportion of minority shareholder in subsidiaries different from the voting proportion:

Other notes:

(3) Main financial information of major non-wholly-owned subsidiaries

Monetary Unit: RMB

Subsidiary	Ending balance						Beginning balance					
	Current assets	Non-current assets	Total assets	Current liabilities	Non-current liabilities	Total liabilities	Current assets	Non-current assets	Total assets	Current liabilities	Non-current liabilities	Total liabilities
Qingdao Gotion Battery Co., Ltd	2,814,517,887.56	686,732,708.00	3,501,250,595.56	1,952,840,612.66	98,500,000.00	2,051,340,612.66	2,856,458,653.18	713,328,822.10	3,569,787,475.28	1,831,295,116.40	349,000,000.00	2,180,295,116.40
Tongcheng Gotion New Energy Co., Ltd	4,874,407,433.80	5,081,673,022.98	9,956,080,456.78	4,431,831,749.66	2,854,970,476.82	7,286,802,226.48	4,808,552,134.76	4,776,045,219.65	9,584,597,354.41	4,734,466,136.63	2,093,251,790.10	6,827,717,926.73
Yichun Gotion Battery Co., Ltd	3,177,865,036.48	3,071,377,492.53	6,249,242,529.01	2,277,859,249.58	1,486,445,041.66	3,764,304,291.24	2,969,989,262.96	2,508,530,803.59	5,478,520,066.55	1,698,806,402.11	1,330,634,943.34	3,029,441,345.45
Tangshan Gotion Battery Co., Ltd	6,384,377,181.37	2,501,613,868.40	8,885,991,049.77	3,452,973,959.93	2,307,146,887.05	5,760,120,846.98	4,540,098,875.74	2,358,280,679.77	6,898,379,555.51	2,218,569,546.79	2,344,767,159.87	4,563,336,706.66
Jinzhai Gotion New Energy Co., Ltd	3,752,249,642.81	1,633,305,053.15	5,385,554,695.96	2,303,180,082.09	1,012,531,180.23	3,315,711,262.32	2,114,024,186.04	1,868,518,096.45	3,982,542,282.49	1,559,804,463.03	1,203,565,516.09	2,763,369,979.12

Monetary Unit: RMB

Subsidiary	Amount incurred in the current period				Amount incurred in the prior period			
	Revenue	Net profit	Total comprehensive income	Cash flows generated from operating activities	Revenue	Net profit	Total comprehensive income	Cash flows generated from operating activities
Qingdao Gotion Battery Co., Ltd	975,584,532.20	60,417,624.02	60,417,624.02		110,605,437.75	-35,310,774.92	-35,310,774.92	
Tongcheng Gotion New Energy Co., Ltd	3,032,202,042.40	70,677,602.62	70,677,602.62		2,333,693,128.05	143,775,320.47	143,775,320.47	
Yichun Gotion Battery Co., Ltd	1,796,557,693.75	35,859,516.67	35,859,516.67		1,482,486,084.34	105,762,914.51	105,762,914.51	
Tangshan Gotion Battery Co., Ltd	3,197,639,536.07	295,827,353.94	295,827,353.94		1,653,024,714.71	252,045,925.01	252,045,925.01	
Jinzhai Gotion New Energy Co., Ltd	2,709,469,003.86	150,671,130.27	150,671,130.27		822,684,124.68	62,351,362.62	62,351,362.62	

Other notes:

2. Transactions which results in changes in owner's equity in a subsidiary and remain in control of the subsidiary

(1) Remarks on the changes in owner's equity in the subsidiary

In June 2025, the Company's subsidiary Jinzhai Gotion New Energy Co., Ltd. signed a capital increase agreement with Gotion High-Tech Co., Ltd., Hefei Gotion High-Tech Power Energy Co., Ltd. and China CITIC Financial Asset Management Co., Ltd., under which China CITIC Financial Asset Management Co., Ltd. increased its capital by RMB 700 million. Of this amount, RMB 574,160,024.85 is recorded as registered capital, and the remaining part is recorded as capital reserve (capital premium). After this change, the registered capital of Jinzhai Gotion New Energy Co., Ltd. was changed from RMB 1 billion to RMB 1,574,160,024.85, and the shareholding of its subsidiary Hefei Gotion High-Tech Power Energy Co., Ltd. in the company was changed from 100.00% to 63.5295%.

In June 2025, the Company's subsidiary Tangshan Gotion Battery Co., Ltd. signed a capital increase agreement with Gotion High-Tech Co., Ltd., Hefei Gotion High-Tech Power Energy Co., Ltd. and Chongqing International Trust Co., Ltd., under which Chongqing International Trust Co., Ltd. increased its capital by RMB 495 million. Of this amount, RMB 211,997,776.44 is recorded as registered capital, and the remaining part is recorded as capital reserve (capital premium). After this change, the registered capital of Tangshan Gotion Battery Co., Ltd. was changed from RMB 1 billion to RMB 1,211,997,776.44, and the shareholding of its subsidiary Hefei Gotion High-Tech Power Energy Co., Ltd. in the company was changed from 100.00% to 82.5084%.

3. Equity in joint ventures or associates

(1) Major joint ventures and associates

Joint ventures of associates	Principal place of business	Registration place	Business nature	Shareholding		treatment method for investment in joint ventures or associates
				Direct	Indirect	
Hefei Senior New Energy Materials Co., Ltd.	Lujiang, Anhui Province	Lujiang, Anhui Province	Industrial production		27.69%	Equity method
MCC Ramu New Energy Technology Co., Ltd.	Tangshan, Hebei Province	Tangshan, Hebei Province	Industrial production		30.00%	Equity method
Beijing Full-Service Oil & Gas Technology Co., Ltd.	Beijing	Beijing	Industrial production		40.00%	Equity method
Jiangxi Ewinway New Materials Co., Ltd	Yichun, Jiangxi Province	Yichun, Jiangxi Province	Industrial production		22.00%	Equity method
North China Aluminum New Material Technology Co., Ltd.	Baoding, Hebei Province	Baoding, Hebei Province	Industrial production		10.00%	Equity method
Leadtang	Taiwan	Taiwan	Industrial		20.00%	Equity method

Technology Co., Ltd			production			
Shanghai Electric Gotion New Energy Technology Co., Ltd.	Shanghai	Shanghai	Industrial production	45.40%		Equity method
Anhui Anwa New Energy Technology Co., Ltd.	Wuhu, Anhui Province	Wuhu, Anhui Province	Technology services	5.90%		Equity method
Zhongan Energy (Anhui) Co., Ltd.	Hefei, Anhui Province	Hefei, Anhui Province	Wholesale business	19.25%		Equity Method
V-G High-Tech Energy Solutions	Ha Tinh, Vietnam	Ha Tinh, Vietnam	Industrial production		51.00%	Equity method
Tata Auto Comp Gotion Green Energy Solutions Private Limited	Pune, India	Pune, India	Industrial production		40.00%	Equity method
Tongling Anxuanda New Energy Technology Co., Ltd	Tongling, Anhui Province	Tongling, Anhui Province	Industrial production		35.00%	Equity method
Sakura Takasaki Battery Storage Station	Chiba, Japan	Chiba, Japan	Industrial production		30.00%	Equity method
NV Gotion Co., Ltd.	Bangkok, Thailand	Bangkok, Thailand	Industrial production		28.93%	Equity method
Alarko Gotion Green Energy Co., Ltd.	Istanbul, Turkey	Istanbul, Turkey	Industrial production		23.62%	Equity method
InoBat AS	Oslo, Norway	Oslo, Norway	Industrial production		10.27%	Equity method

Explanation of difference between shareholding in joint ventures or associates and voting rights:

Basis for holding less than 20% of the voting rights but with significant influence, or holding 20% or more of the voting rights but without significant influence:

Although the Company's shareholding ratio in the above-mentioned companies is less than 20%, it has appointed one director with voting rights for each of them, who can have a significant impact on the Company's production and operation decisions. Therefore, the equity method is used for accounting.

XI. Government grants

1. Liabilities items involving government grants

Applicable Not applicable

Monetary Unit: RMB

Accounting item	Beginning balance	New grants in the current period	Included in non-operating income in the current period	Transfer to other income	Other changes in the current period	Ending balance	Related to assets/income
Deferred income	283,780,676.50	4,769,922.00		25,496,124.31	-298,000.00	262,756,474.19	Related to assets

3. Government grants included in the current profits and losses

Applicable Not applicable

Monetary Unit: RMB

Accounting item	Amount incurred in the current period	Amount incurred in the prior period
Other income	399,729,273.35	256,080,814.90

Other notes:

XII. Risks relating to financial instruments

1. Types of risks arising from financial instruments

The Company's risks associated with financial instruments arise from the various types of financial assets and financial liabilities recognized in the Company's operations, including credit risk, liquidity risk and market risk.

The management objectives and policies for the various types of risks associated with financial instruments are under the responsibility of the Company's management. The management is responsible for day-to-day risk management through functional departments. The Company's internal audit department monitors the implementation of the Company's policies and procedures for risk management on a daily basis and reports relevant findings to the Company's Audit Committee in a timely manner.

The overall risk management objective of the Company is to establish risk management policies that minimize the risks associated with various types of financial instruments, without unduly affecting the Company's competitiveness and resilience.

1. Credit risk

Credit risk is the risk that one party to a financial instrument fails to meet its obligations, resulting in financial loss to the other party. The Company's credit risk mainly arises from notes receivable, accounts receivable, other receivables, long-term receivables, etc. The credit risk of these financial assets arises from the default of counterparties, and the maximum exposure amounts to the book value of these instruments.

The Company's cash and cash equivalents are mainly deposited in commercial banks and other financial institutions, which the Company believes have high credit standing and asset positions and thus are subject to low credit risk.

For notes receivable, accounts receivable, other receivables and long-term receivables, the Company sets up relevant policies to control credit risk exposures. The Company evaluates customers' credit qualifications and sets credit periods accordingly based on the customers' financial status, the possibility of obtaining security from third parties, credit history and other factors, such as current market conditions. The Company regularly monitors the credit history of the customers and will apply written payment reminders, reducing the credit period or canceling the credit period to customers with poor credit history in order to ensure that the Company's overall credit risk is under control.

2. Liquidity risk

Liquidity risk refers to the risk of shortage of funds when an enterprise performs its obligations to settle in the form of delivery of cash or other financial assets. The Company is responsible for the overall cash management of its subsidiaries within the Company, including short-term investment of cash surpluses and fund raising to meet projected cash needs. It is the Company's policy to regularly monitor short-term and long-term

liquidity requirements and compliance with borrowing agreements to ensure to maintain adequate cash reserves and marketable securities readily available for liquidation.

3. Market risk

(1) Foreign exchange risk

Foreign exchange risk is the risk arising from fluctuations in exchange rates. The Company's exchange rate risk mainly arises from the foreign currency assets and liabilities held by the Company and its subsidiaries that are not denominated in the local currency of account. The Company's export business is mainly settled in U.S. dollars, so fluctuations in the RMB exchange rate will have certain impact on the Company's operating results. The Company reduces foreign exchange risk by such ways as stepping up efforts to collect foreign exchange receivables and speed up foreign exchange settlement, and strengthening analysis of exchange rate fluctuations; at the same time, the Company is exposed to exchange rate risk related to borrowings denominated in U.S. Dollars. Except for the Company's subsidiaries established overseas that are settled in U.S. dollars, Euro, Japanese yen, Singapore dollars or other foreign currencies, the Company's other major operations are settled in RMB.

(2) Interest rate risk

The Company's interest rate risk arises mainly from long-term interest-bearing debt such as long-term bank borrowings and bonds payable. Financial liabilities with floating interest rates expose the Company to cash flow interest rate risk, while financial liabilities with fixed interest rates expose the Company to fair value interest rate risk. The Company determines the relative proportion of fixed-rate and floating-rate contracts based on the prevailing market conditions.

The Company's finance department continuously monitors the level of interest rates in the Group. An increase in interest rates could increase the cost of new interest-bearing debt and interest expense on the Company's outstanding interest-bearing debt at floating rates and have a relatively major adverse impact on the Company's financial results, and the management will make timely adjustments based on the latest market conditions.

XIII. Disclosure of fair value

1. Ending fair value of the assets and liabilities measured at fair value

Monetary Unit: RMB

Item	Ending fair value			
	The first level of fair value measurement	The second level of fair value measurement	The third level of fair value measurement	Total
I. Continuous fair value measurement	--	--	--	--
(i) Held-for-trading financial assets	696,092,673.44		1,106,235,680.73	1,802,328,354.17
1. Financial assets measured at fair value through profit or loss	696,092,673.44		1,090,011,346.45	1,786,104,019.89
(1) Debt instrument investment			937,933,250.89	937,933,250.89
(2) Equity instrument investment	696,092,673.44		151,578,095.56	847,670,769.00
(3) Structured deposits			500,000.00	500,000.00
2. Financial assets that are designated to be measured at fair value through profit or loss in this period			16,224,334.28	16,224,334.28

(1) Debt instrument investment			16,224,334.28	16,224,334.28
(ii) Other debt investments			120,000,000.00	120,000,000.00
(iii) Other equity investments	849,821,366.99		390,136,049.39	1,239,957,416.38
(vi) Derivative financial assets			1,481,763.46	1,481,763.46
(v) Accounts receivable financing			882,246,785.97	882,246,785.97
(vi) Other non-current financial assets			1,569,818,000.00	1,569,818,000.00
Total assets measured at fair value on a continuous basis	1,545,914,040.43		4,069,918,279.55	5,615,832,319.98
(vii) Held-for-trading financial liabilities			10,786,962.01	10,786,962.01
1. Derivative financial liabilities			10,786,962.01	10,786,962.01
Total liabilities measured at fair value on a continuous basis			10,786,962.01	10,786,962.01
II. Non-continuous fair value measurement	--	--	--	--

2. Basis for determining the market price for the items subject to the first level of continuous and non-continuous fair value measurement

Item	Fair value (RMB Yuan)	Active market quotation			
		Main market (most favorable market)	Transaction price	Historical trading volume	Materials Source
Continuous fair value measurement					
Financial assets held for trading:					
Anhui Tongguan Copper Foil Group Co., Ltd	272,238,341.58	Domestic A-share market			www.cninfo.com.cn
Jinko Solar Co., Ltd.	2,595.00	Domestic A-share market			www.cninfo.com.cn
Zotye Automobile Co., Ltd.	11,003,088.60	Domestic A-share market			www.cninfo.com.cn
Seres Group Co., Ltd.	301,941,151.68	Domestic A-share market			www.cninfo.com.cn
Shenzhen Manst Technology Co., Ltd.	29,203,125.00	Domestic A-share market			www.cninfo.com.cn
Wuhan Yifei Laser Co., Ltd.	29,954,371.58	Domestic A-share market			www.cninfo.com.cn
Jiujiang Defu Technology Co., Ltd.	51,750,000.00	Domestic A-share market			www.cninfo.com.cn
Other equity instruments investments:					
Vinfast Auto PTE. Ltd.	501,312,170.70	Overseas US stock market			www.eastmoney.com
Tuhu Car Maintenance Co., Ltd.	148,417,951.10	Overseas Hong Kong stock market			www.eastmoney.com
CHENQI TECHNOLOGY LIMITED	47,240,441.07	Overseas Hong Kong stock market			www.eastmoney.com
Caocao Mobility Co., Ltd.	128,053,378.90	Overseas Hong Kong stock market			www.eastmoney.com

Anhui Conch Materials Technology Co., Ltd.	24,797,425.22	Overseas Hong Kong stock market			www.eastmoney.com
Total assets subject to continuous fair value measurement	1,545,914,040.43				

3. Qualitative and quantitative information about the valuation techniques and significant inputs used for the third level of continuous and non-continuous fair value measurements

Assets or liabilities which utilized any inputs not based on observable market data (unobservable inputs).

XIV. Related parties and related-party transactions

1. Information about the parent company of the Company

Parent company name	Registration place	Business nature	Registered capital	Percentage of the Company's equities held by the parent company	Proportion of voting right of the parent company in the Company
Nanjing Gotion Holding Group Co., Ltd.	Nanjing, Jiangsu	Commercial wholesale, retail	RMB 19.83 million	10.64%	10.64%

Information of the parent company of the Company

Li Zhen and Li Chen, the person acting in concert, directly hold 103,276,150 shares and 28,472,398 shares of the Company respectively, and control 192,125,405 shares of the Company through Nanjing Gotion Holding Group Co., Ltd. Li Zhen and the persons acting in concert hold 323,873,953 shares of the Company, accounting for 17.94% of the total shares of the Company. Therefore, Li Zhen is the De Facto Controller of the Company.

The ultimate controller of the Company is Li Zhen.

Other notes:

Volkswagen (China) Investment Co., Ltd. directly holds 440,630,983 shares of Gotion High-Tech, accounting for 24.41% of the total shares of Gotion High-Tech. According to the Shareholders Agreement between Volkswagen China and Zhuhai Gotion Trading Co., Ltd., Li Zhen, Li Chen with regard to Gotion High-Tech Co., Ltd. dated May 28, 2020, Volkswagen China undertakes that for a period of 36 months or such longer period as Volkswagen China may determine at its sole discretion from the date of registration of the relevant shares of the Company in connection with the non-public offering and share transfer under the name of Volkswagen China, it will irrevocably waive the voting rights of some of its shares in the Company so that the voting rights of Volkswagen China are at least 5% lower than the voting rights of the Founding Shareholders (Gotion Holding, Li Zhen and Li Chen together being the Founding Shareholders). That is, Volkswagen (China) Investment Co., Ltd. holds 12.00% or less of the voting rights of Gotion High-Tech. In December 2024, Volkswagen (China) Investment Co., Ltd. signed the Supplementary Agreement to the Shareholders Agreement regarding Gotion High-Tech Co., Ltd. with Nanjing Gotion Holding Group Co., Ltd. (formerly known as Zhuhai Gotion Trading Co., Ltd.), Li Zhen, and Li Chen, extending the aforementioned commitment period to 72 months or a longer period as determined by Volkswagen China.

2. Information on subsidiaries of the Company

Please refer to Note X. 1 for the details of the subsidiaries of the Company.

3. Information on joint ventures and associates of the Company

Please refer to Note X. 3 for the details of major joint ventures and associates of the Company.

Information about other joint ventures or associates that have related transactions with the Company in the current period, or have balance resulting from related transactions with the Company in the previous period is as follows:

Joint ventures or associates	Relationship with the Company
Leadtang Technology Co., Ltd	The Company holds its 20.00% equity
Beijing Full-Service Oil & Gas Technology Co., Ltd.	The Company holds its 40.00% equity
Hefei Senior New Energy Materials Co., Ltd.	The Company holds its 27.69% equity
North China Aluminum New Material Technology Co., Ltd.	The Company holds its 10.00% equity
Jiangxi Ewinway New Materials Co., Ltd	The Company holds its 22.00% equity
Shanghai Electric Gotion New Energy Technology Co., Ltd.	The Company holds its 45.40% equity
MCC Ramu New Energy Technology Co., Ltd.	The Company holds its 30.00% equity
Anhui Anwa New Energy Technology Co., Ltd.	The Company holds its 5.8967% equity
Zhongan Energy (Anhui) Co., Ltd.	The Company holds its 19.25% equity
V-G High-Tech Energy Solutions	The Company holds its 51.00% equity
Tata Auto Comp Gotion Green Energy Solutions Private Limited	The Company holds its 40.00% equity
Tongling Anxuanda New Energy Technology Co., Ltd	The Company holds its 35.00% equity
Sakura Takasaki Battery Storage Station	The Company holds its 30.00% equity
NV Gotion Co., Ltd.	The Company holds its 28.93% equity
InoBat AS	The Company holds its 10.27% equity
Alarko Gotion Green Energy Co., Ltd.	The Company holds its 23.62% equity

Other notes

4. Other related parties

Other related parties	Relationship with the Company
Nascent Investment. LLC	A company controlled by Li Chen, the son of the De Facto Controller
Volkswagen AG	The controlling shareholder of Volkswagen (China) Investment Co., Ltd.
PowerCo SE	Subsidiary controlled by Volkswagen AG
Skoda Auto Co., Ltd.	Subsidiary controlled by Volkswagen AG
Volkswagen Hanover GmbH	Subsidiary controlled by Volkswagen AG
Scania AB	Subsidiary controlled by Volkswagen AG
Volkswagen (China) Investment Co., Ltd.	The largest shareholder of the Company
Innovative (Suzhou) New Energy Technology Co., Ltd.	Joint venture of Volkswagen (China) Investment Co., Ltd.
Volkswagen Automatic Transmission (Tianjin) Co., Ltd.	Company controlled by Volkswagen (China) Investment Co., Ltd., in which Olaf Korzinovski, a director of the Company, serves as a director
Volkswagen (Anhui) Parts Co., Ltd	Company controlled by Volkswagen (China) Investment Co., Ltd.
Volkswagen (China) Technology Co., Ltd.	Company controlled by Volkswagen (China) Investment Co., Ltd.
Volkswagen Automatic Transmission (Dalian) Co., Ltd.	Company controlled by Volkswagen (China) Investment Co., Ltd.
Volkswagen FAW Platform Parts Co., Ltd.	Company in which Volkswagen (China) Investment Co., Ltd. holds 60.00% equity, and Olaf Korzinovski, a director of the Company, serves as a director
Nanjing Gotion Holding Group Co., Ltd.	One of the Company's shareholders, a company controlled by the actual controller
Hefei Deli New Material Technology Co., Ltd.	Company controlled by the actual controller
Anhui Chiyu New Material Technology Co., Ltd.	Company controlled by the actual controller
Anhui Gotion Feidong New Energy Technology Co., Ltd.	Company controlled by the actual controller
Hefei Qianrui Technology Co., Ltd.	Company controlled by the actual controller
Hefei Yuanyuan Technology Co., Ltd.	Company controlled by the actual controller
Hebei Xinxuan Transportation Co., Ltd.	Company controlled by the actual controller
Hebei Xinxuan Transportation Co., Ltd. Xinji Branch	Company controlled by the actual controller
Huangshan Dadao New Energy Bus Co., Ltd.	Company controlled by the actual controller
Jingde Dadao New Energy Bus Co., Ltd.	Company controlled by the actual controller
Lixin Electric Bus Co., Ltd.	Company controlled by the actual controller
Linli Xindaoda Public Transport Co., Ltd.	Company controlled by the actual controller in the past 12 months
Taihe Dadao New Energy Bus Co., Ltd.	Company controlled by the actual controller
Tunchang Xinhai New Energy Bus Co., Ltd.	Company controlled by the actual controller
Wengchang Dadao New Energy Bus Co., Ltd.	Company controlled by the actual controller
Yingshang Dadao New Energy Bus Co., Ltd.	Company controlled by the actual controller
Chuzhou Guozhi New Energy Technology Co., Ltd.	Company controlled by the actual controller
Nanjing Shengshi Precision Industry Co., Ltd.	Company controlled by the actual controller

Anhui Gotion Xianglv Technology Co., Ltd.	Company controlled by the actual controller
Anhui Minsheng Property Management Co., Ltd.	Company controlled by the actual controller in the past 12 months
Anhui Tangchi Film and Television Culture Industry Co., Ltd.	Company controlled by the actual controller
Hefei Dongyu Commercial Management Co., Ltd.	Company controlled by the actual controller in the past 12 months
Hefei Gotion Hotel Operation and Management Co., Ltd.	Company controlled by the actual controller
Anhui Jincheng Energy Storage Technology Co., Ltd.	Company controlled by the actual controller
Hefei Tiansheng Lithium Technology Co., Ltd.	Company controlled by the actual controller
Shanghai Gotion Digital Energy Technology Co., Ltd.	Company controlled by the actual controller
Bengbu Jinshi Technology Co., Ltd.	Company controlled by the actual controller
Hefei Aolai New Energy Vehicle Sales Co.	Company controlled by the actual controller
Hefei Donghuan Real Estate Co., Ltd.	Company controlled by the actual controller
Hefei Zhuyin Catering Management Co., Ltd.	Company controlled by the actual controller in the past 12 months
Anhui Gotion New Energy Investment Co., Ltd.	Company controlled by the actual controller
Hefei Gotion Xuanyi New Energy Co., Ltd.	Company controlled by the actual controller
Hefei Gotion Cycle Technology Co., Ltd.	Company controlled by the actual controller
Jiangsu Dianlala New Energy Technology Co., Ltd.	Company controlled by the actual controller
Inner Mongolia Xuanhua New Energy Co., Ltd.	Company controlled by the actual controller
Wuhai Gotion Jindongli New Energy Co., Ltd.	Company controlled by the actual controller
Hefei Atomic Innovation Energy Co., Ltd.	Company controlled by the actual controller
Gotion Holding Group Co., Ltd.	Company controlled by the actual controller
Huaibei Gotion Energy Storage Technology Co., Ltd.	Company controlled by the actual controller
Xuanyang (Yangxin) New Energy Co., Ltd.	Company controlled by the actual controller
Shanghai Electric Gotion New Energy Technology (Nantong) Co., Ltd.	A subsidiary of the associate Shanghai Electric Gotion New Energy Technology Co., Ltd.
Shanghai Electric Gotion New Energy Technology (Suzhou) Co., Ltd.	A subsidiary of the associate Shanghai Electric Gotion New Energy Technology Co., Ltd.
Beijing Gotion Full-Service Photovoltaic Storage & Charging Technology Co., Ltd.	A subsidiary of the associate Beijing Full-Service Oil & Gas Technology Co., Ltd.
InoBat Auto j.s.a.	A subsidiary of the associate InoBat As
Anhui Gotion Charity Foundation	Company in which Wu Wenqing, a supervisor of Nanjing Gotion Group, serves as a director
Hefei Xuanyi Equity Investment Co., Ltd.	Company in which Xie Jing, a supervisor of Gotion Holding Group, serves as a director
Jiangxi Hzone-li Technology Co., Ltd.	A subsidiary that has entered bankruptcy liquidation

Other notes

5. Related-party transactions

(1) Related party transactions for the purchase and sale of goods and the provision and receiving of services

Purchase of goods/ receiving of labor services

Monetary Unit: RMB

Related party	Transaction	Amount incurred in the current period	Transaction limit approved	Exceed the trading limit or not	Amount incurred in the prior period
Anhui Gotion Xianglv Technology Co., Ltd.	Battery cases and accessories	65,151,966.64	200,000,000.00	No	241,393,716.50
Anhui Minsheng Property Management Co., Ltd.	Property and catering services	35,661,231.17	500,000,000.00	No	33,295,444.73
Anhui Tangchi Film and Television Culture Industry Co., Ltd.	Conference hospitality, etc.	1,097,358.23			26,732.00
Shanghai Electric Gotion New Energy Technology (Suzhou) Co., Ltd.	Labor fee	266,124.01			
Hefei Senior New Energy Materials Co., Ltd.	Raw materials	113,482,521.19			179,575,733.68
MCC Ramu New	Ternary precursor	66,541,736.60	200,000,000.00	No	36,129,497.50

Energy Technology Co., Ltd.					
Hefei Qianrui Technology Co., Ltd.	Electrolyte	205,227,114.77	500,000,000.00	No	217,718,360.56
North China Aluminum New Material Technology Co., Ltd.	Raw materials	39,054.79			2,088,379.03
Shanghai Electric Gotion New Energy Technology (Nantong) Co., Ltd.	Battery cell, etc.	93,604,186.11			197,225,010.14
Hefei Dongyu Commercial Management Co., Ltd.	Catering services, etc.	21,754,058.65			22,524,924.16
Hebei Xinxuan Transportation Co., Ltd.	Receiving labour services				30,513.27
Anhui Chiyu New Material Technology Co., Ltd.	Battery case and accessories	163,719,595.05			128,026,844.40
Hefei Yuanyuan Technology Co., Ltd.	Aluminum foil and conductive paste	302,777,368.06	500,000,000.00	No	219,344,366.81
Shanghai Gotion Digital Energy Technology Co., Ltd.	Energy storage accessories	17,822,570.03			354,382,389.36
Tongling Anxuanda New Energy Technology Co., Ltd.	Raw materials	164,749,313.16			13,571,971.74
NV Gotion Co., Ltd.	Module assembly, battery case, etc.				240,659.37
Jiangxi Ewinway New Materials Co., Ltd.	Raw materials	11,038,182.75			25,115,044.00
Linli Xindaoda Public Transport Co., Ltd.	Receiving labour services				6,867.26
Anhui Jincheng Energy Storage Technology Co., Ltd.	Paying for electricity bills on behalf of others, equipment products, etc.	2,029,641.39			28,974,508.24
Bengbu Jinshi Technology Co., Ltd.	Battery accessories	98,174,331.81			39,503,825.41
Chuzhou Guozhi New Energy Technology Co., Ltd.	Paying for electricity bills on behalf of others	10,319,929.01			13,233,109.39
Hefei Zhuyin Catering Management Co., Ltd.	Catering fee				2,694.00
Jingde Dadao New Energy Bus Co., Ltd.	Receiving labour services	25,925.35			15,115.05
Lixin Electric Bus Co., Ltd.	Receiving labour services				7,026.55
Nanjing Shengshi Precision Industry Co., Ltd.	Cell shells and accessories	812,361,236.94	1,000,000,000.00	No	562,301,958.98
Shanghai Electric Gotion New Energy Technology Co., Ltd.	Battery cell and labor fee	10,557,728.59			27,976,938.29
Taihe Dadao New Energy Bus Co., Ltd.	Receiving labour services	6,318.58			18,672.56
Yingshang Dadao New Energy Bus Co., Ltd.	Receiving labour services				66,300.89
V_G High-Tech Energy Solutions	Battery cell and assembly	114,792,443.21	200,000,000.00	No	
Volkswagen AG	Labor fee	425,572.86			
Volkswagen (China) Investment Co., Ltd.	Consulting fee	107,547.14			
Volkswagen Hanover GmbH	Raw materials	11,331.99			
Volkswagen Automatic Transmission (Dalian) Co., Ltd.	Raw materials	48,737,969.96			
Anhui Gotion New Energy Investment Co., Ltd.	Paying for electricity bills on behalf of others	14,547,647.40			
Gotion Holding Group Co., Ltd.	Labor fee	343,827.94			
Hefei Deli New Material Technology	Raw materials	-8,843,943.00			

Co., Ltd.				
Wuhai Gotion Jindongli New Energy Co., Ltd.	Labor fee	49,691.96		
Hefei Atomic Innovation Energy Co., Ltd.	Equipment products	2,654,867.26		

Sale of goods/provision of services

Monetary Unit: RMB

Related party	Transaction	Amount incurred in the current period	Amount incurred in the prior period
Shanghai Electric Gotion New Energy Technology (Suzhou) Co., Ltd.	Battery cell	2,183,193.59	50,515,828.34
Shanghai Electric Gotion New Energy Technology (Nantong) Co., Ltd.	Battery cell and accessories	31,715,173.18	33,907,969.56
Shanghai Electric Gotion New Energy Technology Co., Ltd.	Battery cell and labor dispatch	60,056,623.88	4,483,714.02
Innovative (Suzhou) New Energy Technology Co., Ltd.	Battery module		16,063,702.08
Anhui Gotion Xianglv Technology Co., Ltd.	Energy storage system and battery cell	13,071,860.09	870,663.19
Volkswagen AG	Battery cell	3,862,239.80	34,341,066.86
Shanghai Gotion Digital Energy Technology Co., Ltd.	Energy storage system and battery cell	86,093,702.08	70,377,323.12
NV Gotion Co., Ltd.	Battery cell and accessories, etc.	5,556,337.40	133,217,365.51
PowerCo SE	Battery cell, development cost, etc.	163,062,251.22	35,277,974.20
Tata Auto Comp Gotion Green Energy Solutions Private Limited	Battery cell and accessories	632,445,097.28	1,002,282,033.07
Nanjing Shengshi Precision Industry Co., Ltd.	Power transmission and distribution equipment	179,978.76	1,907,624.76
Anhui Chiyu New Material Technology Co., Ltd.	Asset disposal, etc.	826,282.56	83,044.82
Volkswagen (Anhui) Parts Co., Ltd.	Battery cell	8,764,428.48	2,883,034.60
Volkswagen Automatic Transmission(Dalian)Co.,Ltd.	Battery cell		13,355,380.00
Hefei Qianrui Technology Co., Ltd.	Labor dispatch, asset disposal	85,823.80	375,924.15
Hefei Yuanyuan Technology Co., Ltd.	Collecting electricity charges on behalf of others		4,453,892.42
V_G High-Tech Energy Solutions	Battery cell and materials, development costs, etc.	291,460,198.99	
InoBat Auto j.s.a.	Battery cell	69,879.27	
Hefei Senior New Energy Materials Co., Ltd.	Labor dispatch	12,721.40	
Skoda Auto Co., Ltd.	Battery cell	8,076,250.56	
Volkswagen (China) Technology Co., Ltd.	Battery cell	129,000.00	
Anhui Gotion Charity Foundation	Energy storage system	530,973.45	
Anhui Gotion Feidong New Energy Technology Co., Ltd.	Battery waste	283,218,992.04	
Jiangsu Dianlala New Energy Technology Co., Ltd.	Battery cell	222,857,131.41	
Wuhai Gotion Jindongli New Energy Co., Ltd.	Energy storage system	105,322,265.49	
Hefei Deli New Material Technology Co., Ltd.	Battery cell, asset disposal, etc.	553,809.76	
Hefei Gotion Cycle Technology Co., Ltd.	Battery waste, labor dispatch, etc.	21,992,379.55	
Gotion Holding Group Co., Ltd.	Labor dispatch	23,729.17	
Huaibei Gotion Energy Storage Technology Co., Ltd.	Energy storage system	70,282.65	
Inner Mongolia Xuanhua New Energy Co., Ltd.	Power transmission and distribution equipment	22,145,132.74	
Xuanyang (Yangxin) New Energy	Battery cell	45,536.28	

Co., Ltd.			
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Explanation of related party transactions in purchasing and selling goods, providing and receiving labor services

(2) Related party leases

The Company acting as lessor:

Monetary Unit: RMB

Lessee	Type of leased asset	Lease income recognized in the current period	Lease income recognized in the prior period
PowerCo SE	Production line		57,152,739.00
Anhui Gotion Xianglv Technology Co., Ltd.	Equipment	623,893.81	

The Company acting as lessee:

Monetary Unit: RMB

Lessor	Type of leased asset	Rental expense on short-term leases and leases of low-value assets with simplified treatment (if applicable)		Variable lease payments not included in the measurement of the lease liability (if applicable)		Rental paid		Interest expense on lease liabilities assumed		Increase in use right assets	
		Amount incurred in the current period	Amount incurred in the prior period	Amount incurred in the current period	Amount incurred in the prior period	Amount incurred in the current period	Amount incurred in the prior period	Amount incurred in the current period	Amount incurred in the prior period	Amount incurred in the current period	Amount incurred in the prior period
NascentInvestment.LLC	Housing	5,648,934.38	9,528,531.60			5,648,934.38	9,528,531.60				
Anhui Jincheng Energy Storage Technology Co., Ltd.	Equipment and plant building, etc.	63,053.10				1,604,500.00	2,637,877.11		2,085,194.34		129,667,680.19
Anhui Gotion New Energy Investment Co., Ltd.	Plant building	19,062,550.43	18,462,385.32			30,733,920.00	18,462,385.32	1,624,026.04		93,328,368.73	
Chuzhou Guozhi New Energy Technology Co., Ltd.	Plant building						11,021,944.97		965,103.91		62,467,917.50
Jiangxi Hzone-li Technology Co., Ltd.	Warehouse	148,261.19									

Notes on related party lease

(3) Related-party guarantee

The Company acting as the guarantee provider

Monetary Unit: RMB

Guaranteed party	Guarantee amount	Starting date of guarantee	Maturity date of guarantee	Whether the guarantee has been performed fully
Hefei Gotion High-Tech Power Energy Co., Ltd and its subsidiaries	12,760,568,576.06	June 29, 2021 - December 30, 2024	January 1, 2025 - June 30, 2025	Yes
Hefei Gotion High-Tech Power Energy Co., Ltd and its subsidiaries	41,840,376,309.69	December 31, 2019 - June 30, 2025	November 26, 2025 - April 1, 2035	No
Feidong Gotion Battery Material Co., Ltd and its subsidiaries	50,000,000.00	March 10, 2023	March 7, 2025	Yes
Feidong Gotion Battery Material Co., Ltd and its subsidiaries	1,064,760,862.67	April 2, 2022 - May 30, 2025	January 22, 2029 - June 21, 2036	No
Jiangsu Dongyuan Electrical Group Co., Ltd and its subsidiaries	360,000,000.00	January 15, 2024 - December 26, 2024	January 7, 2025 - June 26, 2025	Yes
Jiangsu Dongyuan Electrical Group Co., Ltd	817,999,000.00	July 16, 2024 - June 30, 2025	October 17, 2027 - June 25, 2029	No

and its subsidiaries				
Jiangsu Gotion New Energy Technology Co., Ltd	330,000,000.00	February 28, 2024 - May 22, 2025	January 4, 2025 - May 22, 2025	Yes
Jiangsu Gotion New Energy Technology Co., Ltd	2,933,359,600.00	September 28, 2022 - June 23, 2025	September 7, 2027 - September 20, 2033	No
Jiangxi Gotion New Energy Co., Ltd and its subsidiaries	414,600,077.74	June 14, 2022 - November 5, 2024	January 17, 2025 - June 16, 2025	Yes
Jiangxi Gotion New Energy Co., Ltd and its subsidiaries	3,150,197,465.86	January 21, 2022 - May 27, 2025	July 19, 2028 - August 25, 2034	No
Gotion New Energy (Lujiang) Co., Ltd.	50,000,000.00	March 29, 2024	February 7, 2025	Yes
Gotion New Energy (Lujiang) Co., Ltd.	50,000,000.00	February 7, 2025 - February 11, 2025	February 6, 2029 - February 10, 2029	No
Shanghai Electric Gotion New Energy Technology Co., Ltd.	306,670,000.00	November 22, 2018- May 9, 2022	November 22, 2026- May 9, 2030	No
Hefei Senior New Energy Materials Co., Ltd.	131,600,000.00	January 14, 2022- July 5, 2022	January 14, 2028 to July 5, 2031	No

The Company acting as the guaranteed party

Monetary Unit: RMB

Guarantee provider	Guarantee amount	Starting date of guarantee	Maturity date of guarantee	Whether the guarantee has been performed fully
Guangxi Liuzhou Dongcheng Investment and Development Group Co., Ltd.	502,200,586.67	September 14, 2021 - March 13, 2025	November 12, 2027 - January 1, 2033	No
Guangxi Liuzhou Dongcheng Investment Development Group Co.,Ltd.	42,167,346.00	March 30, 2022 - March 21, 2024	March 29, 2025 - March 30, 2025	Yes
Li Zhen	12,670,000.00	November 22, 2018	November 22, 2026	No
Shanghai Electric Gotion New Energy Technology (Nantong) Co.,Ltd.	294,000,000.00	May 9, 2020	May 9, 2030	No
Hefei Senior New Energy Materials Co., Ltd.	107,600,000.00	July 5, 2022	July 5, 2031	No

Notes on related-party guarantees

(4) Lendings/borrowings with related parties

Monetary Unit: RMB

Related party	Lending/borrowing amount	Starting date	Maturity date	Remarks
Borrowing				
Lending				
V_G High-Tech Energy Solutions	503,125,062.67	June 2, 2025	January 30, 2031	

6. Receivables and payables of related parties

(1) Receivables

Monetary Unit: RMB

Project name	Related party	Ending balance	Beginning balance
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		Book balance	Provision for bad debt	Book balance	Provision for bad debt
Accounts receivable	Shanghai Electric Gotion New Energy Technology (Suzhou) Co., Ltd.	78,248,437.79	9,671,797.92	78,238,490.57	3,998,648.30
Accounts receivable	Hebei Xinxuan Transportation Co., Ltd.Xinji Branch	1,200,000.00	960,000.00	1,200,000.00	960,000.00
Accounts receivable	Huangshan Dadao New Energy Bus Co., Ltd.	280,000.00	280,000.00	280,000.00	280,000.00
Accounts receivable	Jingde Dadao New Energy Bus Co., Ltd.	228,500.00	11,425.00	478,500.00	28,580.00
Accounts receivable	Lixin Electric Bus Co., Ltd.	300,000.00	240,000.00	300,000.00	240,000.00
Accounts receivable	Shanghai Electric Gotion New Energy Technology Co., Ltd.	113,053,584.38	17,406,266.39	175,230,307.96	15,806,644.33
Accounts receivable	Taihe Dadao New Energy Bus Co., Ltd.	5,250,000.00	4,260,000.00	5,250,000.00	4,260,000.00
Accounts receivable	Tunchang Xinhai New Energy Bus Co., Ltd.	140,122.00	140,122.00	140,122.00	140,122.00
Accounts receivable	Wengchang Dadao New Energy Bus Co., Ltd.	49,980.00	39,984.00	49,980.00	39,984.00
Accounts receivable	Yingshang Dadao New Energy Bus Co., Ltd.	3,420,000.00	2,820,000.00	3,420,000.00	2,820,000.00
Accounts receivable	Innovative (Suzhou) New Energy Technology Co., Ltd.	32,948,057.33	23,063,640.13	32,948,057.33	23,063,640.13
Accounts receivable	Shanghai Gotion Digital Energy Technology Co., Ltd.	404,645,505.50	29,805,686.81	418,877,669.32	31,723,950.31
Accounts receivable	NV Gotion Co., Ltd.	84,380,152.69	4,219,007.64	80,891,824.15	4,044,591.21
Accounts receivable	Tata Auto Comp Gotion Green Energy Solutions Private Limited	596,282,938.31	30,562,692.20	734,659,321.01	36,935,705.10
Accounts receivable	Volkswagen (Anhui) Parts Co., Ltd	3,515,493.64	175,774.68	8,115,618.96	405,780.95
Accounts receivable	Shanghai Electric Gotion New Energy Technology (Nantong) Co., Ltd.	127,588,980.76	12,718,134.53	161,325,721.10	9,768,287.08
Accounts receivable	PowerCo SE	163,125,195.26	8,924,451.65	47,671,429.40	2,670,017.81
Accounts receivable	Wuhai Gotion Jindongli New Energy Co., Ltd.	111,674,160.00	5,583,708.00	2,660,000.00	133,000.00
Accounts	Inner Mongolia	24,440,000.00	1,222,000.00	4,416,000.00	220,800.00

receivable	Xuanhua New Energy Co., Ltd.				
Accounts receivable	Jiangsu Dianlala New Energy Technology Co., Ltd.	242,043,982.48	12,102,199.12	215,424.00	10,771.20
Accounts receivable	Hefei Gotion Cycle Technology Co., Ltd.			107,669,509.63	5,383,475.48
Accounts receivable	Volkswagen (China) Technology Co., Ltd.			148,030.00	7,401.50
Accounts receivable	Anhui Gotion Xianglv Technology Co., Ltd.			168,957.19	8,447.86
Accounts receivable	V G High-Tech Energy Solutions	87,326,531.38	4,366,326.57	176,869,743.47	8,843,487.17
Accounts receivable	Skoda Auto Co., Ltd.	6,972,913.56	348,645.68		
Accounts receivable	Anhui Gotion Feidong New Energy Technology Co., Ltd.	101,923,470.87	5,096,173.55		
Accounts receivable	Huaibei Gotion Xiangfeng New Energy Co., Ltd.	79,419.39	3,970.97		
Accounts receivable	Xuanyang (Yangxin) New Energy Co., Ltd.	51,456.00	2,572.80		
Accounts receivable	InoBat Auto j.s.a.	762,142.32	38,107.12		
Advance suppliers to	Shanghai Electric Gotion New Energy Technology Co., Ltd.	6,626.74		394,893.31	
Advance suppliers to	Shanghai Gotion Digital Energy Technology Co., Ltd.			1,109,339.03	
Other receivables	Beijing Full-Service Oil & Gas Technology Co., Ltd.	4,447,880.00	4,447,880.00	4,447,880.00	4,447,880.00
Other receivables	Hefei Gotion Cycle Technology Co., Ltd			243,869.37	12,193.47
Other receivables	Jiangxi Hzone-li Technology Co., Ltd.	57,752,383.96	57,752,383.96	57,900,645.15	57,900,645.15
Other receivables	V G High-Tech Energy Solutions	318,401.79	15,920.09		
Other non-current assets	Hefei Atomic Innovation Energy	62,127,000.00			

	Co., Ltd.				
Total		2,314,583,316.15	236,278,870.81	2,105,321,332.95	214,154,053.05

(2) Payables

Monetary Unit: RMB

Project name	Related party	Ending book balance	Beginning book balance
Accounts payable	Anhui Minsheng Property Management Co., Ltd.		924,308.00
Accounts payable	Beijing Full-Service Oil & Gas Technology Co., Ltd.	23,332.00	23,332.00
Accounts payable	Hefei Senior New Energy Materials Co., Ltd.	227,792,516.90	252,650,606.07
Accounts payable	Anhui Gotion Xianglv Technology Co., Ltd.	74,808,073.17	292,614,335.14
Accounts payable	North China Aluminum New Material Technology Co., Ltd.	0.07	103,983.77
Accounts payable	MCC Ramu New Energy Technology Co., Ltd.	52,626,655.00	9,787,983.30
Accounts payable	Anhui Chiyu New Material Technology Co., Ltd.	298,203,804.56	254,814,040.05
Accounts payable	Hefei Qianrui Technology Co., Ltd.	66,579,164.36	55,607,682.95
Accounts payable	Hefei Tiansheng Lithium Technology Co., Ltd.	18,937,015.42	18,803,387.26
Accounts payable	Jiangxi Ewinway New Materials Co., Ltd	7,688,083.40	18,144,444.80
Accounts payable	Anhui Jincheng Energy Storage Technology Co., Ltd.		1,916,627.00
Accounts payable	Bengbu Jinshi Technology Co., Ltd.	78,000,946.95	64,291,234.08
Accounts payable	Hefei Dongyu Commercial Management Co., Ltd.		643,809.90
Accounts payable	Hefei Yuanyuan Technology Co., Ltd.	284,256,614.07	243,807,009.83
Accounts payable	Nanjing Shengshi Precision Industry Co., Ltd.	415,702,427.41	141,023,015.56
Accounts payable	Hefei Deli New Material Technology Co., Ltd.	9,031,815.73	18,612,415.15
Accounts payable	Tongling Anxuanda New Energy Technology Co., Ltd	132,575,381.27	114,557,707.84
Accounts payable	Volkswagen Automatic Transmission (Dalian) Co.,Ltd.	55,073,906.06	
Contract liabilities	Beijing Gotion Full-Service Photovoltaic Storage & Charging Technology Co., Ltd.	480,979.11	480,979.11
Contract liabilities	Leadtang Technology Co., Ltd	2,344,559.16	2,344,559.16
Contract liabilities	Volkswagen AG	8,077,185.21	9,353,454.51
Contract liabilities	Anhui Gotion Xianglv Technology Co., Ltd.		18,307.43
Contract liabilities	NV Gotion Co., Ltd.		233,292.33
Contract liabilities	Anhui Gotion Charity Foundation		530,973.45
Contract liabilities	Nanjing Shengshi Precision Industry Co., Ltd.		179,978.76
Other payables	Anhui Gotion New Energy Investment Co., Ltd.	21,353,151.33	8,129,981.96
Contract liabilities	Scania AB	11,940,194.56	

Contract liabilities	Hefei Deli New Material Technology Co., Ltd.	2.17	
Contract liabilities	Hefei Gotion Cycle Technology Co., Ltd.	10,473,210.36	
Other payables	Anhui Minsheng Property Management Co., Ltd.	31,916,144.33	24,902,203.09
Other payables	Hefei Dongyu Commercial Management Co., Ltd.	10,754,688.79	12,928,372.18
Other payables	Anhui Gotion Feidong New Energy Technology Co., Ltd.		1,856,858.24
Other payables	Nanjing Gotion Holding Group Co., Ltd.		1,800,000.00
Other payables	Anhui Jincheng Energy Storage Technology Co., Ltd.	8,400,717.71	21,274,094.71
Other payables	Volkswagen AG		302.73
Other payables	Chuzhou Guozhi New Energy Technology Co., Ltd.	400.00	1,449,407.43
Other payables	Hefei Xuanyi Equity Investment Co., Ltd.	2,699,800.00	2,699,800.00
Other payables	Anhui Tangchi Film and Television Culture Industry Co., Ltd.	107,062.00	106,342.00
Other payables	InoBat Auto j.s.a.	12,183,480.00	
Total		1,842,031,311.10	1,576,614,829.79

XV. Share-based payment

1. Overall information

Applicable Not applicable

Monetary Unit: RMB

Recipients	Grant		Exercise		Unlock		Expire	
	Number	Amount	Number	Amount	Number	Amount	Number	Amount
Managerial			1,042,277.00	19,355,083.89	669,205.00	8,498,903.50		
Sales			406,195.00	7,543,041.15	42,000.00	533,400.00		
R&D			1,495,896.00	27,778,788.72	160,500.00	2,038,350.00		
Manufacturing and other			171,700.00	3,188,469.00				
Total			3,116,068.00	57,865,382.76	871,705.00	11,070,653.50		

Stock options or other equity instruments issued and outstanding as at the end of the period

Applicable Not applicable

Recipients	Stock options		Other equity instruments	
	Range of exercise prices	Remaining contractual term	Range of exercise prices	Remaining contractual term
Managerial	18.57-39.1	5-13 months	11.60	42 months
Sales	18.57-39.1	5-13 months	11.60	42 months
R&D	18.57-39.1	5-13 months	11.60	42 months
Manufacturing and other	18.57-39.1	5-13 months	11.60	42 months

Other notes

2. Equity-settled share-based paymentApplicable Not applicable

Monetary Unit: RMB

Methods of determining the fair value of equity instruments at the grant date	Black-Scholes model
Key parameters for fair value of equity instruments at grant date	Closing price of the stock on the date of grant, exercise price, annualized volatility, annualised risk-free interest rate, maturity period, etc.
Basis for determining the number of exercisable equity instruments	Number of expected effective exercisable rights eligible at the balance sheet date
Reasons for significant differences between current and previous period estimates	None
Cumulative amount of share-based payments settled in equity included in capital reserves	1,488,187,264.60
Total expense recognized for equity-settled share-based payments in the period	48,518,805.54

Other notes

3. Cash-settled share-based paymentsApplicable Not applicable**4. Share-based payment expense in the current period**Applicable Not applicable

Monetary Unit: RMB

Recipients	Expenses for equity-settled share-based payments	Expenses for cash-settled share-based payments
Managerial	31,320,977.08	
Sales		
R&D	17,197,828.46	
Manufacturing and other		
Total	48,518,805.54	

Other notes

XVI. Commitments and contingencies**1. Significant commitments**

Significant commitments existing as at the balance sheet date

(1) In August 2013, Hefei Gotion transferred all the 80% equity of Shanghai Huayue to external parties. After the equity transfer, Shanghai Huayue's business scope was changed. In order to divest Shanghai Huayue's original battery business, according to the equity transfer agreement, Hefei Gotion undertook to repurchase 10 groups of battery packs held by Shanghai Huayue at a price of RMB 10,000,000 (inclusive of tax). However, as the 10 groups of battery packs have been leased to Shanghai Songjiang Public Transportation Co., Ltd. for 8 years, the rights and obligations of the lease agreement will be assumed by Hefei Gotion. As at the date of this report, the Company has not yet performed the corresponding repurchase obligation;

(2) In October 2015, Hefei City Construction Investment Holding Company Limited invested in Gotion Materials with cash and cash equivalents of RMB500 million. The investment shall be used by Gotion Materials to construct a production base of 10,000-tonne phosphate-based cathode materials. The investment period shall be 10 years, and the average annualised investment income rate during the investment period shall be 1.29%. Gotion Materials shall repurchase the equity upon the expiry of the investment period in accordance with the agreed repurchase plan.

(3) In February 2016, Hefei City Construction Investment Holding Company Limited invested in Hefei Gotion with cash and cash equivalents of RMB179.10 million for Hefei Gotion to construct a production base for 600 million ampere hours of lithium battery. The investment period is 11 years and the average annualised investment income rate during the investment period is 1.29%. Upon the expiry of the investment term, Hefei Gotion shall repurchase the equity in accordance with the agreed repurchase plan.

(4) In April 2023, Anhui Hefei City Circular Economy Demonstration Park Construction Investment Co., Ltd. agreed to invest in Feidong Gotion Battery Material Co., Ltd. (Feidong Gotion) with cash and cash equivalents of RMB 300 million, of which RMB 100 million was contributed on May 4, 2023 and RMB 200 million contributed on May 16, 2023. The investment is for Feidong Gotion to construct a production base for power battery supporting materials. It is agreed that Gotion High-Tech Co., Ltd should repurchase the equity at a fixed annualised rate of return of 5.58% by no later than January 29, 2027, in accordance with an agreed repurchase plan.

Other than the above, as at June 30, 2025, the Company has no other material commitments that require disclosure.

2. Contingencies

(1) Important contingencies on the balance sheet date

As of June 30, 2025, the Company has no other material contingencies to disclose.

(2) Even if the Company does not have important contingencies to be disclosed, it shall also state

There are no important contingencies to be disclosed in the Company.

XVII. Post Balance Sheet Events

1. Explanation of other post balance sheet events

As of August 28, 2025, the date of the board of directors' approval of the report, the Company does not have any other post balance sheet events that should be disclosed.

XVIII. Other significant matters

1. Others

On April 16, 2021, a fire broke out in No. 14 courtyard of Ximachangsi, Dahongmen, Yongwai, South 4th Ring Road, Fengtai District, Beijing when Beijing Gotion Full-Service Optical Storage Technology Co., Ltd. was constructing and commissioning an energy storage power station. The fire resulted in certain casualties and property losses. Subsequently, Beijing Jimei Home Furnishing Market Co., Ltd. filed a lawsuit with the Beijing No. 2 Intermediate People's Court for damage to its properties against Hefei Gotion High-Tech Power Energy Co., Ltd. ("Hefei Power"), Beijing Jingfeng Guowei Comprehensive Energy Co., Ltd., Beijing Full-Service Oil & Gas Technology Co. Ltd., Beijing Jingfeng Electric Engineering Co., Ltd. and Beijing Pinggao Qingda

Technology Development Co., Ltd. On November 21, 2022, the court made a civil ruling No. (2022) Jing 02 Min Chu 26, which decided to implement freezing and preservation measures on the property of the said defendants with a limit of RMB 146,339,504.45. Starting from August 29, 2023 to the end of the reporting period, RMB 138,435,447.08 has been frozen in Hefei Power's bank account. As of the date of issuance of this report, the above-mentioned frozen funds have not yet been unfrozen. Given that the aforesaid cases have not yet commenced trial, the impact of the cases on the Company's profit in the current period or profit thereafter is uncertain, and it is not possible to ascertain the final actual impact as of the date of disclosure of the financial report.

Except for the above, as at June 30, 2025, the Company has no other significant matters that require disclosure.

XIX. Notes to major items in the financial statements of the parent company

1. Accounts receivable

(1) Disclosed by aging

Monetary Unit: RMB

Aging	Ending book balance	Beginning book balance
Within 1 year (inclusive)	600,000.00	600,000.00
Total	600,000.00	600,000.00

(2) Disclosed by method for bad debt provisioning

Monetary Unit: RMB

Category	Ending balance					Beginning balance				
	Book balance		Provision for bad debt		Book value	Book balance		Provision for bad debt		Book value
	Amount	%	Amount	Provision %		Amount	%	Amount	Provision %	
Of which:										
Accounts receivable with provision for bad debts reserve based on portfolio	600,000.00	100.00%	30,000.00	5.00%	570,000.00	600,000.00	100.00%	30,000.00	5.00%	570,000.00
Of which:										
Portfolio 1	600,000.00	100.00%	30,000.00	5.00%	570,000.00	600,000.00	100.00%	30,000.00	5.00%	570,000.00
Total	600,000.00	100.00%	30,000.00	5.00%	570,000.00	600,000.00	100.00%	30,000.00	5.00%	570,000.00

Provision for bad debts by portfolio: Portfolio 1

Monetary Unit: RMB

Name	Ending balance		
	Book balance	Provision for bad debt	Provision %
Portfolio 1	600,000.00	30,000.00	5.00%
Total	600,000.00	30,000.00	

Basis for determining the portfolio:

Provision for bad debt made under the general model of expected credit losses:

Applicable Not applicable

(3) Provision for bad debt accrued, recovered or reversed in the current period

Provision for bad debt accrued in the current period:

Monetary Unit: RMB

Category	Beginning balance	Increase/decrease amount in the current period				Ending balance
		Accrued	Recovered or reversed	Written-off	Others	
Portfolio 1	30,000.00					30,000.00
Total	30,000.00					30,000.00

Of which, the significant amounts of bad debt provision recovered or reversed in the current period:

Monetary Unit: RMB

Entity	Amount recovered or reversed	Reasons for reversal	Recovery method	Basis for determining the initial provision percentage and its appropriateness

(4) Top 5 accounts receivable and contract assets in terms of the ending balance grouped by debtors

Monetary Unit: RMB

Entity	Ending balance of accounts receivable	Ending balance of contract assets	Ending balance of accounts receivable and contract assets	Proportion in the total ending balance of accounts receivable and contract assets	Ending balance of provision for bad debts on accounts receivable and impairment of contract assets
Entity 1	300,000.00		300,000.00	50.00%	15,000.00
Entity 2	300,000.00		300,000.00	50.00%	15,000.00
Total	600,000.00		600,000.00	100.00%	30,000.00

2. Other receivables

Monetary Unit: RMB

Item	Ending balance	Beginning balance
Dividends receivable		530,000,000.00
Other receivables	823,379,050.54	875,868,559.19
Total	823,379,050.54	1,405,868,559.19

(1) Dividends receivable**1) Classification of dividends receivable**

Monetary Unit: RMB

Project/Investee	Ending balance	Beginning balance
Hefei Gotion High-Tech Power Energy Co., Ltd		530,000,000.00
Total		530,000,000.00

(2) Other receivables**1) Other receivables by nature of funds**

Monetary Unit: RMB

Nature of funds	Ending book balance	Beginning book balance
Current accounts	818,505,555.60	872,168,289.57
Security deposits	3,200,000.00	3,701,625.00
Other	2,466,861.95	709,347.62
Total	824,172,417.55	876,579,262.19

2) Disclosed by aging

Monetary Unit: RMB

Aging	Ending book balance	Beginning book balance
Within 1 year (inclusive)	52,241,218.33	84,847,209.57
1-2 years	18,618,698.22	35,285,783.62
2-3 years	752,812,501.00	755,946,269.00
Over 3 years	500,000.00	500,000.00
Over 5 years	500,000.00	500,000.00
Total	824,172,417.55	876,579,262.19

3) Disclosed by method for bad debt provisioning

Monetary Unit: RMB

Category	Ending balance					Beginning balance				
	Book balance		Provision for bad debt		Book value	Book balance		Provision for bad debt		Book value
	Amount	%	Amount	Provision %		Amount	%	Amount	Provision %	
Of which:										
Other receivables with provision for bad debts reserve based on portfolio	824,172,417.55	100.00%	793,367.01	0.10%	823,379,050.54	876,579,262.19	100.00%	710,703.00	0.08%	875,868,559.19
Of which:										
Portfolio 1	7,208,749.69	0.87%	793,367.01	11.01%	6,415,382.68	12,698,681.18	1.45%	710,703.00	5.60%	11,987,978.18
Portfolio 2	816,963,667.86	99.13%			816,963,667.86	863,880,581.01	98.55%			863,880,581.01
Total	824,172,417.55	100.00%	793,367.01	0.10%	823,379,050.54	876,579,262.19	100.00%	710,703.00	0.08%	875,868,559.19

Provision for bad debts by portfolio: Portfolio 1

Monetary Unit: RMB

Name	Ending balance		
	Book balance	Provision for bad debt	Provision %
Portfolio 1	7,208,749.69	793,367.01	11.01%
Total	7,208,749.69	793,367.01	

Basis for determining the portfolio:

Provision for bad debts by portfolio: Portfolio 2

Monetary Unit: RMB

Name	Ending balance		
	Book balance	Provision for bad debt	Provision %
Portfolio 2	816,963,667.86		0.00%
Total	816,963,667.86		

Basis for determining the portfolio:

Provision for bad debt made under the general model of expected credit losses:

Monetary Unit: RMB

Provision for bad debt	First stage	Second stage	Third stage	Total
	Expected credit losses over the next 12 months	Expected credit loss for the entire duration (where no credit impairment has occurred)	Expected credit loss for the entire duration (where credit impairment has occurred)	
Balance as of January 1, 2025	710,703.00			710,703.00
Balance as of January 1, 2025 in the current period				
Amount accrued in the current period	82,664.01			82,664.01
Balance as of June 30, 2025	793,367.01			793,367.01

Basis for classifying the stages and percentage of provision for bad debts

Changes in book balance with major changes in the amount of provision for losses in the current period

Applicable Not applicable**4) Provision for bad debt accrued, recovered or reversed in the current period**

Provision for bad debt accrued in the current period:

Monetary Unit: RMB

Category	Beginning balance	Increase/decrease amount in the current period				Ending balance
		Accrued	Recovered or reversed	Written-off	Others	
Portfolio 1	710,703.00	82,664.01				793,367.01
Total	710,703.00	82,664.01				793,367.01

5) Top 5 others receivable in terms of the ending balance grouped by debtors

Monetary Unit: RMB

Entity	Nature of funds	Ending balance	Aging	Proportion in the total ending balance of other receivables	Ending balance of provision for bad debts
Debtor 1	Current account	752,798,376.00	2-3 years	91.34%	
Debtor 2	Current account	24,289,462.97	Within 1 year, 1-2 years	2.95%	
Debtor 3	Current account	10,911,797.92	Within 1 year	1.32%	
Debtor 4	Current account	4,000,000.00	Within 1 year	0.49%	
Debtor 5	Current account	3,800,314.54	Within 1 year	0.46%	
Total		795,799,951.43		96.56%	

3. Long-term equity investments

Monetary Unit: RMB

Item	Ending balance			Beginning balance		
	Book balance	Provision for impairment	Book value	Book balance	Provision for impairment	Book value
Investment in subsidiaries	22,230,563,047.42		22,230,563,047.42	22,178,146,522.48		22,178,146,522.48
Investment in joint ventures and associates	288,794,598.05	68,246,928.73	220,547,669.32	290,377,684.78	68,246,928.73	222,130,756.05
Total	22,519,357,645.47	68,246,928.73	22,451,110,716.74	22,468,524,207.26	68,246,928.73	22,400,277,278.53

(1) Investment in subsidiaries

Monetary Unit: RMB

Investee	Beginning balance (Book value)	Beginning balance of impairment provision	Increase/decrease in the current period				Ending balance (Book value)	Ending balance of impairment provision
			Additional investment	Reduction of investment	Provision for impairment	Others		
Hefei Gotion High-Tech Power Energy Co., Ltd.	18,229,745,620.25					40,675,546.65	18,270,421,166.90	
Jiangsu Dongyuan Electrical Group Co., Ltd.	843,247,500.89					681,465.34	843,928,966.23	
Jiangxi Gotion New Energy Co., Ltd.	524,388,361.42					677,031.34	525,065,392.76	
Jiangsu Gotion New Energy Technology Co., Ltd.	2,005,403,853.68					136,211.36	2,005,540,065.04	
Feidong Gotion Battery Material Co., Ltd.	522,761,186.24					122,892.61	522,884,078.85	
Gotion High-Tech (HK) Limited	52,600,000.00						52,600,000.00	
Anhui Gotion New Energy Co., Ltd.			10,123,377.64				10,123,377.64	
Total	22,178,146,522.48		10,123,377.64			42,293,147.30	22,230,563,047.42	

(2) Investment in joint ventures and associates

Monetary Unit: RMB

Investee	Beginning balance (Book value)	Beginning balance of impairment provision	Increase/decrease in the current period							Ending balance (Book value)	Ending balance of impairment provision	
			Additional investment	Reduction of investment	Investment gains/losses recognized under the equity method	Other comprehensive income adjustment	Other changes in equity	Declared payment of cash dividends or profits	Provision for impairment			Other
I. Joint ventures												
II. Associates												
Shanghai Electric Gotion New Energy Technology Co., Ltd.		68,246,928.73										68,246,928.73
Anhui Anwa New Energy Technology Co., Ltd.	67,990,284.22				-1,260,360.57		115,052.80					66,844,976.45
Zhongnan Energy (Anhui) Co., Ltd.	154,140,471.83				-437,790.74		11.78					153,702,692.87
Subtotal	222,130,756.05	68,246,928.73			-1,698,151.31		115,064.58					220,547,669.32
Total	222,130,756.05	68,246,928.73			-1,698,151.31		115,064.58					220,547,669.32

Recoverable amount is determined as the net of fair value less disposal costs

Applicable Not applicable

Recoverable amount is determined as the present value of the expected future cash flows

Applicable Not applicable

Reasons for apparent inconsistency between the above information and information used for impairment tests in previous years or external information

None

Reasons for apparent inconsistency between the information used in the Company's impairment tests in previous years and the actual situation in the current year

None

4. Revenue and operating costs

Monetary Unit: RMB

Item	Amount incurred in the current period		Amount incurred in the prior period	
	Income	Cost	Income	Cost
Other business	1,415,094.35	1,241,632.02	5,777,540.36	5,541,331.93
Total	1,415,094.35	1,241,632.02	5,777,540.36	5,541,331.93

5. Investment income

Monetary Unit: RMB

Item	Amount incurred in the current period	Amount incurred in the prior period
Income from long-term equity investments under the equity method	-1,698,151.31	-47,734,731.53
Investment income from held-for-trading financial assets during the holding period		638,430.56
Total	-1,698,151.31	-47,096,300.97

XX. Supplementary information

1. Statement of non-recurring gains and losses for the current period

Applicable Not applicable

Monetary Unit: RMB

Item	Amount	Notes
Disposal of non-current assets	-18,264,114.13	
Government grants included in current profits and losses (except for government grants that are closely related to the Company's normal business operations, in compliance with national policies and in accordance with defined criteria, and have a continuous impact on the Company's profits and losses)	399,729,273.35	
Gains and losses from changes in fair value of financial assets and liabilities held by non-financial enterprises and gains and losses from the disposal of financial assets and liabilities, except for effective hedging business related to the Company's normal business operations.	-2,146,938.45	
Payment for the occupation of funds charged to non-financial enterprises and included into the current profit or loss	2,136,558.48	

Other non-operating income and expenses other than those listed above	9,861,818.33	
Other profit or loss that meets the definition of non-recurring gains or losses item	4,906,779.52	
Less: Impact of income tax	61,354,026.36	
Impact on minority equity (after tax)	41,111,450.74	
Total	293,757,900.00	--

Other profit/loss items that meet the definition of non-recurring gains and losses:

Applicable Not applicable

There were no other profit/loss items of the Company that meet the definition of non-recurring gains and losses.

Note for the definition of non-recurring non-recurring gains and losses set out in the *No. 1 Explanatory Announcement on Information Disclosure for Companies Issuance Their Securities to the Public - Non-recurring gains and losses*, as recurring profits/losses.

Applicable Not applicable

2. Return on net assets and earnings per share

Profit during the reporting period	Weighted average return on net assets	Earnings per share	
		Basic earnings per share (RMB/Share)	Diluted earnings per share(RMB/Share)
Net profit attributable to ordinary shareholders of the Company	1.40%	0.20	0.20
Net profit attributable to ordinary shareholders of the Company after deducting non-recurring gains and losses	0.28%	0.04	0.04

3. Differences in accounting data under Chinese domestic and foreign accounting standards

(1) Differences in net profits and net assets in the financial reports disclosed pursuant to international accounting standards and Chinese accounting standards at the same time

Applicable Not applicable

(2) Differences in net profits and net assets in the financial reports disclosed pursuant to foreign accounting standards and Chinese accounting standards at the same time

Applicable Not applicable

(3) Reasons for differences in accounting data under domestic and foreign accounting standards, and, in the case of a reconciliation of differences in data audited by an external auditor, specify the name of the external auditor

Applicable Not applicable