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**北京京城機電股份有限公司**  
**Beijing Jingcheng Machinery Electric Company Limited**

*(a joint stock company incorporated in the People's Republic of China with limited liability)*

**(Stock Code: 0187)**

**2020 FIRST QUARTERLY REPORT**

**I. IMPORTANT NOTICE**

- 1.1 The board of directors (the “Board”), supervisory committee and the directors, supervisors and senior management officers of Beijing Jingcheng Machinery Electric Company Limited (the “Company”) confirm that the information contained in this quarterly report is true, accurate, and complete without any false and misleading statements or material omissions, and individually and jointly accept legal responsibility for the contents of the report.
- 1.2 All directors of the Company attended the board meeting to consider this quarterly report.
- 1.3 Wang Jun, person-in-charge of the Company, Jiang Chi, person-in-charge of the accounting work, and Wang Yan Dong, person-in-charge of the accounting body (head of accounting), guaranteed the truthfulness, accuracy and completeness of the financial statements contained in this quarterly report.
- 1.4 The First Quarterly Financial Report of the Company has not been audited.

## II. BASIC INFORMATION OF THE COMPANY

### 2.1 Financial Highlights

	<i>Unit: Yuan</i> <i>Currency: RMB</i>		
	<b>At the end of the reporting period</b>	<b>At the end of last year</b>	<b>Increase/Decrease comparing the end of the reporting period with the end of last year (%)</b>
Total assets	1,646,520,604.19	1,670,839,500.81	-1.46
Net assets attributable to shareholders of listed company	312,726,731.82	337,286,095.32	-7.28
	<b>From the beginning of the year to the end of the reporting period</b>	<b>From the beginning of last year to the end of the report period last year</b>	<b>Increase/Decrease on Year-over- year basis (%)</b>
Net cash flow from operating activities	14,456,622.77	9,802,114.94	47.48
	<b>From the beginning of the year to the end of the reporting period</b>	<b>From the beginning of last year to the end of the report period last year</b>	<b>Increase/Decrease on Year-over- year basis (%)</b>
Operating income	192,963,906.69	251,055,252.01	-23.14
Net profit attributable to shareholders of listed company	-25,633,092.04	-22,586,691.70	-
Net profit attributable to shareholders of listed company after extraordinary items	-25,852,569.17	-24,280,858.47	-
Weighted average return on net assets (%)	-7.89	-4.96	Decreased by 2.93 percentage points
Basic earnings per share (RMB/share)	-0.06	-0.05	-
Diluted earnings per share (RMB/share)	-0.06	-0.05	-

## Extraordinary Items and Amount

Applicable     Not Applicable

*Unit: Yuan*  
*Currency: RMB*

<b>Items</b>	<b>Amount for current period</b>	<b>Description</b>
Profit/loss on disposal of non-current assets	-247,284.92	
Contingence tax refund or exemption, or due to override approval or document without formal approval		
Government subsidy accounted into profit and loss for the current period (except for those closely associated with the normal operations of the Company which were accounted for in certain standard amount or volume in compliance with the requirement of the policies of the State and in accordance with uniform standard of the State)	684,621.76	
Fund possession cost paid by non-financial enterprises and recorded under current profit and loss		
Profit arising from investment costs for acquisition of subsidiaries, associates and joint ventures less than the revenue generated from their identifiable net assets of the invested entity at fair value at the time of acquisition		
Profit/loss of non-monetary asset swap		
Profit/loss from entrusted investment or asset management		
Provision for impairment of assets due to force majeure such as natural disaster		
Profit/loss from debt restructuring		
Corporate restructuring expenses, such as expenses on employee placement, and integration costs		
Profit/loss from the excess of the fair value compared to the unfair consideration of a transaction		
Current net profit/loss of subsidiaries resulting from merger of enterprises under common control from the beginning of the period to the date of merger		
Profit/loss from contingencies irrelevant to the normal operations of the Company		

Items	Amount for current period	Description
Apart from hedging instruments relating to the normal operations of the Company, profit/loss from change in fair value of held-for-trading financial assets, derivative financial assets, held-for-trading financial liabilities, derivative financial liabilities and investment income from disposal of held-for-trading financial assets, derivative financial assets, held-for-trading financial liabilities, derivative financial liabilities and other debt investment		
Write back of the provision for impairment of accounts receivable and contractual assets that is individually tested for impairment		
Profit/loss from external entrusted loans		
Profit/loss from changes in fair value of investment properties using the fair value model for subsequent measurement		
Effects of one-off adjustment to current profit/loss in accordance with laws and regulations on taxation and accounting, etc		
Income of entrustment fees from entrusted operations		
Other non-operating income and expenses save for the above	-144,363.89	
Other profit and loss items falling within the meaning of non-recurring profit and loss		
Effect on minority interests (after tax)	-72,350.71	
<b>Effect on income tax</b>	-1,145.11	
<b>Total</b>	<b>219,477.13</b>	

**2.2 Total number of shareholders, shareholding of top ten shareholders and shareholding of top ten shareholders of shares not subject to trading moratorium at the end of the reporting period**

*Unit: share*

Total number of shareholders 17,454

**Shareholding of Top Ten Shareholders**

Name of shareholder (Full name)	Shareholding as at the end of the period	Proportion (%)	Number of shares subject to selling restrictions	Pledged or frozen		Nature of shareholder
				Status	Number of shares	
Beijing Jingcheng Machinery Electric Holding Co., Ltd.	182,735,052	43.30	0	Nil	0	State-owned legal-person
HKSCC NOMINEES LIMITED	99,307,147	23.53	0	Nil	–	Unknown
Hong Kong Securities Clearing Company Limited	7,502,797	1.78	0	Nil	–	Unknown
Hu Suhua	3,004,400	0.71	0	Nil	–	Unknown
Yang Qing	1,749,300	0.41	0	Nil	–	Unknown
Xu Zihua	1,708,100	0.40	0	Nil	–	Unknown
He Yong	1,678,120	0.39	0	Nil	–	Unknown
Huang Zhiping	1,643,368	0.39	0	Nil	–	Unknown
Xu Rui	1,594,300	0.38	0	Nil	–	Unknown
Li Changping	1,547,001	0.37	0	Nil	–	Unknown

**Shareholding of Top Ten Shareholders not subject to  
Trading Moratorium**

Name of shareholder	Number of circulating shares not subject to trading moratorium	Class	Class and number of shares  Number of shares
Beijing Jingcheng Machinery Electric Holding Co., Ltd.	182,735,052	RMB ordinary shares	182,735,052
		Foreign shares listed	
HKSCC NOMINEES LIMITED	99,307,147	overseas	99,307,147
Hong Kong Securities Clearing Company Limited	7,502,797	RMB ordinary shares	7,502,797
Hu Suhua	3,004,400	RMB ordinary shares	3,004,400
Yang Qing	1,749,300	RMB ordinary shares	1,749,300
Xu Zihua	1,708,100	RMB ordinary shares	1,708,100
He Yong	1,678,120	RMB ordinary shares	1,678,120
Huang Zhiping	1,643,368	RMB ordinary shares	1,643,368
Xu Rui	1,594,300	RMB ordinary shares	1,594,300
Li Changping	1,547,001	RMB ordinary shares	1,547,001

Explanation on the connected relationship of the shareholders and action in concert among the aforesaid shareholders	At the end of the reporting period, shares of the Company subject to trading moratorium were all listed for circulation in the market. The Company was not aware of any connected relationship among the aforesaid shareholders, nor was the Company aware of any parties acting in concert as defined in the Measures for Management on Information Disclosure of Changes in Shareholdings of Listed Company's Shareholders.
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Description on preferred shareholder of which voting rights had resumed and its shareholdings	N/A
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**2.3 As at the end of the reporting period, total number of shareholders of preference shares, shareholding of top ten shareholders of preference shares and shareholding of top ten shareholders not subject to trading moratorium**

Applicable  Not Applicable

**III. IMPORTANT MATTERS**

**3.1 Details and reasons for material changes in major items of financial statement and financial indices of the Company**

Applicable  Not Applicable

<b>Balance sheet items</b>	<b>Balance at the end of the period</b>	<b>Balance at the beginning of the year</b>	<b>Change (%)</b>	<b>Description</b>
Receivables financing	20,178,921.27	8,247,436.93	144.67	Mainly due to the increase in bank acceptance notes scheduled for early settlement
Construction in progress	37,683,390.24	25,554,133.59	47.46	Mainly due to the increase of investment in Type IV cylinder project of the Company
Notes payable	14,000,000.00		100.00	Mainly due to the increase in bank acceptance notes issued by subsidiaries
Contractual liabilities	33,422,412.99	61,714,542.49	-45.84	Mainly due to the decrease in receipts in advances received by the subsidiaries
Taxes payable	3,556,994.02	6,941,271.99	-48.76	Mainly due to the decrease in the unpaid taxes payable during current period
Deferred incomes	7,044,054.54	2,052,019.15	243.27	Mainly due to the receipt of funding from Technology Commission by the subsidiaries

<b>Income statement items</b>	<b>Amount for the current period</b>	<b>Amount for the corresponding period last year</b>	<b>Change (%)</b>	<b>Description</b>
Taxes and surcharges	1,176,994.93	1,715,548.86	-31.39	Mainly due to the decrease in turnover tax in current period
Selling expenses	9,909,260.86	15,334,981.38	-35.38	Mainly due to the decrease in sales income
R & D expenses	332,251.77	232,659.27	42.81	Mainly due to the increase in R&D input in current period
Investment income	-3,804,035.70	-22,350.73	–	Mainly due to the decrease in profits from associates
Non-operating revenue	792,187.07	1,561,284.25	-49.26	Mainly due to the decrease in government subsidy
Income tax expenses	143,525.47	726,514.85	-80.24	Mainly due to the decrease in income tax expenses of subsidiary in current period
Minority profit and loss	-12,143,068.60	-7,722,235.11	–	Mainly due to the increase in the amount of losses attributable to the minority shareholders
Net amount of other comprehensive income after tax	153,000.33		100.00	Mainly due to the impact of exchange difference arising on translation of foreign currency statements

<b>Cash flow statement items</b>	<b>Amount for the current period</b>	<b>Amount for the corresponding period last year</b>	<b>Change (%)</b>	<b>Description</b>
Cash received from other operating activities	11,597,097.13	6,968,242.49	66.43	Mainly due to the receipt of funding from Technology Commission by the subsidiaries
Taxes and surcharges cash payments	6,936,430.49	14,762,259.92	-53.01	Mainly due to the decrease in tax paid by the subsidiaries
Net cash received from disposal of fixed assets, intangible assets and other long-term assets		58,750.00	-100.00	Mainly due to no fixed assets were disposed in current period
Cash paid to acquire fixed assets, intangible assets and other long-term assets	1,462,307.95	828,566.48	76.49	Mainly due to the increase in the payment of the amount of equipment payable
Cash paid for investments	5,906,816.96		100.00	Mainly due to the payment of the subscribed capital contribution by Tianhai Industry, a subsidiary of the Company, in current period
Cash paid for loan repayments	6,363,112.50		100.00	Mainly due to the repayment of borrowings by the subsidiaries in current period
Cash paid to other financing activities	11,358,690.62		100.00	Mainly due to the payment for buy-back equity of BTIC AMERICA, a subsidiary of Tianhai Industry, a subsidiary of the Company, in current period
Effect of changes in foreign exchange rate on cash and cash equivalents	13,101.06	-564,463.22	-	Mainly due to the effect of changes in foreign exchange rate

### **3.2 Analysis and description of the progress, impact and solutions of the important matters**

Applicable   Not Applicable

The Company convened the twentieth extraordinary meeting of the ninth session of the Board on 28 February 2020, at which the “Resolution in relation to the Proposal for Non-public Issuance of A Shares of the Company (2nd Revision)” and other relevant resolutions were considered and approved, and revised the proposal for non-public issuance of A Shares of the Company. Details of which please refer to the “Announcement in relation to the second revision of the proposal for non-public issuance of A Shares” (announcement no.: 2020-008) and relevant announcements disclosed by the Company on the website of the Shanghai Stock Exchange ([www.sse.com.cn](http://www.sse.com.cn)), Shanghai Securities News and the website of The Stock Exchange of Hong Kong Limited HKEXnews ([www.hkexnews.hk](http://www.hkexnews.hk)) on 2 March 2020.

The Company will strictly protect the confidentiality of information based on the progress of the relevant matters and perform the obligation of information disclosure in strict compliance with the requirements of relevant laws and regulations, and will publish an announcement on the progress of such matters in a timely manner.

### **3.3 Overdue commitments that have not been fulfilled during the Reporting Period**

Applicable   Not Applicable

### **3.4 Warning and explanation of reasons as to the anticipated loss in accumulated net profit from the beginning of the year to the end of the next reporting period or significant changes of profit as compared with that of the corresponding period of last year**

Applicable   Not Applicable

Name of the Company	Beijing Jingcheng Machinery Electric Company Limited
Legal Representative	Wang Jun
Date	29 April 2020

## IV. APPENDIX

### 4.1 Financial Statements

#### Consolidated Balance Sheet

31 March 2020

Prepared by: Beijing Jingcheng Machinery Electric Company Limited

*Unit: Yuan*

*Currency: RMB*

*Audit type: Unaudited*

<b>Item</b>	<b>31 March 2020</b>	<b>31 December 2019</b>
<b>Current assets:</b>		
Cash at bank and on hand	70,152,183.10	83,509,311.05
Settlement reserve		
Loans to banks and other financial institutions		
Financial assets held for trading		
Derivative financial assets		
Notes receivable		
Account receivable	181,619,954.24	190,226,684.14
Receivable financing	20,178,921.27	8,247,436.93
Advances to suppliers	45,518,670.08	54,366,914.14
Premiums receivable		
Reinsurance premium receivable		
Reinsurance contract reserves receivable		
Other receivables	50,680,508.42	46,407,948.62
Including: Interest receivable		
Dividends receivable	7,619,884.14	7,619,884.14
Financial assets purchased under agreements to resell		
Inventories	334,878,390.13	322,173,505.52
Contractual assets	16,211,194.55	21,661,449.47
Held-for-sale assets		
Non-current assets due within one year		
Other current assets	44,602,999.09	55,967,530.79
<b>Total current assets</b>	<b>763,842,820.88</b>	<b>782,560,780.66</b>

**Item****31 March 2020 31 December 2019****Non-current assets:**

Loans and Advances		
Debt investment		
Other debt investments		
Long-term receivables		
Long-term equity investments	57,380,151.52	61,184,187.22
Other equity instruments investment		
Other non-current financial assets		
Investment properties	27,747,276.99	27,917,854.93
Fixed assets	630,035,676.59	641,752,611.90
Construction in progress	37,683,390.24	25,554,133.59
Bearer biological assets		
Oil and gas assets		
Right-of-use assets		
Intangible assets	123,468,008.50	124,393,260.49
Development expenditures		
Goodwill		
Long-term deferred expenses	5,928,798.82	7,042,191.37
Deferred income tax assets	434,480.65	434,480.65
Other non-current assets		
	<hr/>	<hr/>
<b>Total non-current assets</b>	<b>882,677,783.31</b>	<b>888,278,720.15</b>
	<hr/>	<hr/>
<b>Total assets</b>	<b><u>1,646,520,604.19</u></b>	<b><u>1,670,839,500.81</u></b>

<b>Item</b>	<b>31 March 2020</b>	<b>31 December 2019</b>
<b>Current liabilities:</b>		
Short-term borrowings	284,681,885.87	290,964,226.81
Borrowings from the central bank		
Placements from banks and other financial institutions		
Financial liabilities held for trading		
Derivative financial liabilities		
Notes payable	14,000,000.00	
Accounts payable	337,049,700.79	291,509,493.82
Advances from customers		
Contractual liabilities	33,422,412.99	61,714,542.49
Financial assets sold under agreements to repurchase		
Deposits and placements from other financial institutions		
Securities brokering		
Securities underwriting		
Employee benefits payable	23,907,623.66	25,880,020.05
Taxes payable	3,556,994.02	6,941,271.99
Other payables	100,671,141.23	83,829,249.76
Including: Interest payable		
Dividends payable		
Fees and commissions payable		
Reinsurance amounts payable		
Held-for-sale liabilities		
Non-current liabilities due within one year	22,000,000.00	22,000,000.00
Other current liabilities	281,811.60	281,811.60
	<hr/>	<hr/>
<b>Total current liabilities</b>	<b>819,571,570.16</b>	<b>783,120,616.52</b>
	<hr/> <hr/>	<hr/> <hr/>

**Item****31 March 2020 31 December 2019****Non-current liabilities:**

Reserve of insurance contract

Long-term borrowings

Bonds payable

Including: Preferred shares

Perpetual bond

Leasing liabilities

Long-term payables

Long-term employee benefit payable

Provisions

Deferred incomes

Deferred income tax liabilities

Other non-current liabilities

149,193,183.04

155,100,000.00

26,035,280.87

26,035,280.87

3,906,332.75

3,906,332.75

7,044,054.54

2,052,019.15

**Total non-current liabilities**

186,178,851.20

187,093,632.77

**Total liabilities**

1,005,750,421.36

970,214,249.29

**Owners' equity (or shareholders' equity):**

Paid in capital (or capital stock)

422,000,000.00

422,000,000.00

Other equity instruments

Including: Preferred shares

Perpetual bond

Capital reserves

688,275,382.32

687,349,089.60

Less: treasury stocks

Other comprehensive incomes

2,901,980.32

2,754,544.50

Special reserves

Surplus reserves

45,665,647.68

45,665,647.68

Provisions for general risk

Undistributed profit

-846,116,278.50

-820,483,186.46

Total owners' equity (or shareholders' equity)

attributable to parent company

312,726,731.82

337,286,095.32

Non-controlling interest

328,043,451.01

363,339,156.20

**Total owners' equity (or shareholders' equity)**

640,770,182.83

700,625,251.52

**Total liabilities and owners' equity (or shareholders' equity)**

1,646,520,604.19

1,670,839,500.81

Legal Representative:

Wang Jun

Person-in-charge of accounting

work:

Jiang Chi

Person-in-charge of accounting

body:

Wang Yan Dong

## Balance Sheet of the Parent Company

31 March 2020

Prepared by: Beijing Jingcheng Machinery Electric Company Limited

*Unit: Yuan*

*Currency: RMB*

*Audit type: Unaudited*

<b>Item</b>	<b>31 March 2020</b>	<b>31 December 2019</b>
<b>Current assets:</b>		
Cash at bank and on hand	320,246.66	1,111,993.77
Financial assets held for trading		
Derivative financial assets		
Notes receivable		
Account receivable		
Receivable financing		
Advances to suppliers		280.00
Other receivables	389,904,067.80	390,404,067.80
Including: Interest receivable	34,904,067.80	35,404,067.80
Dividends receivable		
Inventories		
Contractual assets		
Held-for-sale assets		
Non-current assets due within one year		
Other current assets	<u>1,601,997.00</u>	<u>1,491,320.85</u>
<b>Total current assets</b>	<b><u>391,826,311.46</u></b>	<b><u>393,007,662.42</u></b>

<b>Item</b>	<b>31 March 2020</b>	<b>31 December 2019</b>
<b>Non-current assets:</b>		
Debt investment		
Other debt investments		
Long-term receivables		
Long-term equity investments	694,842,724.41	694,842,724.41
Other equity instruments investment		
Other non-current financial assets		
Investment properties		
Fixed assets	33,979.01	36,345.59
Construction in progress		
Bearer biological assets		
Oil and gas assets		
Right-of-use assets		
Intangible assets		
Development expenditures		
Goodwill		
Long-term deferred expenses		
Deferred income tax assets		
Other non-current assets		
	_____	_____
<b>Total non-current assets</b>	<u>694,876,703.42</u>	<u>694,879,070.00</u>
<b>Total assets</b>	<u><u>1,086,703,014.88</u></u>	<u><u>1,087,886,732.42</u></u>

**Item****31 March 2020 31 December 2019****Current liabilities:**

Short-term borrowings		
Financial liabilities held for trading		
Derivative financial liabilities		
Notes payable		
Accounts payable		
Advances from customers		
Contractual liabilities		
Employee benefits payable	1,857,542.57	1,927,283.45
Taxes payable	272,276.29	332,593.16
Other payables	17,517,749.54	16,776,285.12
Including: Interest payable		
Dividends payable		
Held-for-sale liabilities		
Non-current liabilities due within one year		
Other current liabilities	281,811.60	281,811.60
<b>Total current liabilities</b>	<b>19,929,380.00</b>	<b>19,317,973.33</b>

**Non-current liabilities:**

Long-term borrowings		
Bonds payable		
Including: Preferred shares		
Perpetual bond		
Leasing liabilities		
Long-term payables		
Long-term employee benefit payable		
Provisions		
Deferred incomes		
Deferred income tax liabilities		
Other non-current liabilities		
<b>Total non-current liabilities</b>		
<b>Total liabilities</b>	<b>19,929,380.00</b>	<b>19,317,973.33</b>

Item	31 March 2020	31 December 2019
<b>Owners' equity (or shareholders' equity):</b>		
Paid in capital (or capital stock)	422,000,000.00	422,000,000.00
Other equity instruments		
Including: Preferred shares		
Perpetual bond		
Capital reserves	666,639,987.85	666,639,987.85
Less: treasury stocks		
Other comprehensive incomes		
Special reserves		
Surplus reserves	38,071,282.24	38,071,282.24
Undistributed profit	<u>-59,937,635.21</u>	<u>-58,142,511.00</u>
<b>Total owners' equity (or shareholders' equity)</b>	<b><u>1,066,773,634.88</u></b>	<b><u>1,068,568,759.09</u></b>
<b>Total liabilities and owners' equity (or shareholders' equity)</b>	<b><u>1,086,703,014.88</u></b>	<b><u>1,087,886,732.42</u></b>

Legal Representative:  
Wang Jun

Person-in-charge of accounting  
work:  
Jiang Chi

Person-in-charge of accounting  
body:  
Wang Yan Dong

## Consolidated Income Statement

January – March 2020

Prepared by: Beijing Jingcheng Machinery Electric Company Limited

Unit: Yuan

Currency: RMB

Audit type: Unaudited

Item	First quarter of 2020	First quarter of 2019
<b>1. Total operating revenue</b>	192,963,906.69	251,055,252.01
Including: Operating revenues	192,963,906.69	251,055,252.01
Interest incomes		
Earned premiums		
Fees and commissions incomes		
<b>2. Total operating cost</b>	227,085,479.11	281,765,400.90
Including: Operating cost	191,515,195.25	236,274,177.90
Interest expenses		
Fees and commissions expenses		
Cash surrender amount		
Net expenses of claim settlement		
Net amount of withdrawn policy reserve		
Policyholder dividend expenses		
Expenses for reinsurance accepted		
Taxes and surcharges	1,176,994.93	1,715,548.86
Selling expenses	9,909,260.86	15,334,981.38
Administrative expenses	19,740,503.13	23,535,827.08
R&D costs	332,251.77	232,659.27
Financial expenses	4,411,273.17	4,672,206.41
Including: Interest expense	3,838,556.72	3,778,040.89
Interest incomes	80,482.50	7,005.05

Item	First quarter of 2020	First quarter of 2019
Add: Other earnings		
Investment incomes (with “-” for losses)	-3,804,035.70	-22,350.73
Including: Investment incomes from associates and joint ventures	-3,804,035.70	-22,350.73
Derecognition income of financial asset measured at the amortized cost		
Exchange gains (with“-”for losses)		
Net exposure hedging income (with “-” for losses)		
Income from changes in fair value (with“-”for loss)		
Credit impairment loss (with “-” for loss)		
Asset impairment loss (with “-” for loss)		
Incomes of assets disposal (with“-”for losses)		
<b>3. Operating profit (with“-”for loss)</b>	<b>-37,925,608.12</b>	<b>-30,732,499.62</b>
Add: non-operating income	792,187.07	1,561,284.25
Less: non-operating expenses	499,214.12	411,196.59
<b>4. Total profits (with“-”for total losses)</b>	<b>-37,632,635.17</b>	<b>-29,582,411.96</b>
Less: income tax expenses	143,525.47	726,514.85
<b>5. Net profits (with “-” for net losses)</b>	<b>-37,776,160.64</b>	<b>-30,308,926.81</b>
(1) Classified according to operating continuity		
1. Net profit from continuing operations (with “-” for net loss)	-37,776,160.64	-30,308,926.81
2. Net profit from discontinuing operations (with “-” for net loss)		
(2) Classified according to attribution of the ownership		
1. Net profits attributable to parent company (with “-” for net losses)	-25,633,092.04	-22,586,691.70
2. Non-controlling interests (with “-” for net losses)	-12,143,068.60	-7,722,235.11

Item	First quarter of 2020	First quarter of 2019
<b>6. Other net comprehensive incomes after-tax</b>	153,000.33	
(1) Other net after-tax comprehensive income attributable to the owner of the parent company	147,435.82	
1. Other comprehensive incomes that cannot be reclassified through profit or loss		
(1) Changes arising from re-measurement of the defined benefit plan		
(2) Other comprehensive incomes that cannot be reclassified into profits or losses under the equity method		
(3) Changes in fair value of investment by other equity instruments		
(4) Changes in fair value of the enterprise's credit risk		
2. Other comprehensive incomes that will be reclassified into profits or losses	147,435.82	
(1) Other comprehensive incomes that can be reclassified into profits or losses under the equity method		
(2) Changes in fair value of other debt investment		
(3) The amount of financial assets reclassified into other comprehensive incomes		
(4) Provision for impairment of credit in other debt investments		
(5) Reserves for cash flow hedge		
(6) Converted difference in foreign currency statements for foreign currency	147,435.82	
(7) Others		
(2) Other comprehensive incomes after-tax attributable to minority shareholders	5,564.51	

<b>Item</b>	<b>First quarter of 2020</b>	<b>First quarter of 2019</b>
<b>7. Total comprehensive incomes</b>	-37,623,160.31	-30,308,926.81
(1) Total comprehensive incomes attributable to shareholders of the parent company	-25,485,656.22	-22,586,691.70
(2) Total comprehensive incomes attributable to minority shareholders	-12,137,504.09	-7,722,235.11
<b>8. Earnings per share:</b>		
(1) Basic earnings per share (RMB/share)	-0.06	-0.05
(2) Diluted earnings per share (RMB/share)	-0.06	-0.05

Legal Representative: Wang Jun	Person-in-charge of accounting work: Jiang Chi	Person-in-charge of accounting body: Wang Yan Dong
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## Income Statement of the Parent Company

January – March 2020

Prepared by: Beijing Jingcheng Machinery Electric Company Limited

Unit: Yuan

Currency: RMB

Audit type: Unaudited

Item	First quarter of 2020	First quarter of 2019
<b>1. Operating revenues</b>		
Less: Operating cost		
Taxes and surcharges		
Selling expenses		
Administrative expenses	1,795,173.54	1,933,573.92
R&D costs		
Financial expenses	-49.33	295.38
Including: Interest expense		
Interest incomes	1,132.94	465.72
Add: Other earnings		
Investment incomes (with “-” for losses)		
Including: Investment incomes from associates and joint ventures		
Derecognition income of financial asset measured at the amortized cost		
Net exposure hedging income (with “-” for losses)		
Income from changes in fair value (with “-” for loss)		
Credit impairment loss (with “-” for loss)		
Asset impairment loss (with “-” for loss)		
Incomes of assets disposal (with“-”for losses)		
<b>2. Operating profit (with“-”for loss)</b>	-1,795,124.21	-1,933,869.30
Add: non-operating income		
Less: non-operating expenses		
<b>3. Total profits (with“-”for total losses)</b>	-1,795,124.21	-1,933,869.30
Less: income tax expenses		

Item	First quarter of 2020	First quarter of 2019
<b>4. Net profits (with “-” for net losses)</b>	-1,795,124.21	-1,933,869.30
(1) Net profit from continuing operations (with “-” for net loss)	-1,795,124.21	-1,933,869.30
(2) Net profit from discontinuing operations (with “-” for net loss)		
<b>5. Other net comprehensive incomes after-tax</b>		
(1) Other comprehensive incomes that cannot be reclassified through profit or loss		
1. Changes arising from re-measurement of the defined benefit plan		
2. Other comprehensive incomes that cannot be reclassified into profits or losses under the equity method		
3. Changes in fair value of investment by other equity instruments		
4. Changes in fair value of the enterprise’s credit risk		
(2) Other comprehensive incomes that will be re- classified into profits or losses		
1. Other comprehensive incomes that can be reclassified into profits or losses under the equity method		
2. Changes in fair value of other debt investment		
3. The amount of financial assets reclassified into other comprehensive incomes		
4. Provision for impairment of credit in other debt investments		
5. Reserves for cash flow hedge		
6. Converted difference in foreign currency statements for foreign currency		
7. Others		

<b>Item</b>	<b>First quarter of 2020</b>	<b>First quarter of 2019</b>
<b>6. Total comprehensive incomes</b>	-1,795,124.21	-1,933,869.30

**7. Earnings per share:**

- (1) Basic earnings per share (RMB/share)
- (2) Diluted earnings per share (RMB/share)

Legal Representative: Wang Jun	Person-in-charge of accounting work: Jiang Chi	Person-in-charge of accounting body: Wang Yan Dong
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## Consolidated Cash Flow Statement

January – March 2020

Prepared by: Beijing Jingcheng Machinery Electric Company Limited

Unit: Yuan

Currency: RMB

Audit type: Unaudited

Item	First quarter of 2020	First quarter of 2019
<b>I. Cash flows from operating activities:</b>		
Cash received from sales of goods or rendering of services	200,641,152.38	232,587,385.66
Net increase in deposits and placements from financial institutions		
Net increase in due to central banks		
Net increase in placement from other financial institutions		
Cash received from premiums of original insurance contract		
Net amount of reinsurance business		
Net increase in deposits of the insured and investment		
Cash received from interests, fees and commissions		
Net increase in placements from banks and other financial institutions		
Net increase in repurchasing		
Net cash received from securities brokering		
Taxes and surcharges refunds	9,299,149.97	8,084,074.51
Other cash received concerning operating activities	11,597,097.13	6,968,242.49
Subtotal of cash inflows from operating activities	221,537,399.48	247,639,702.66
Cash paid for goods and services	137,932,577.11	146,335,078.78
Net increase in loans and advances		
Net increase in deposits in the Central Bank and other financial institutions		
Cash paid for claim settlements on original insurance contract		

Item	First quarter of 2020	First quarter of 2019
Net increase in loans to banks and other financial institutions		
Cash paid for interests, fees and commissions		
Cash paid for policy dividends		
Cash paid to and for employees	42,636,541.13	54,860,161.45
Taxes and surcharges cash payments	6,936,430.49	14,762,259.92
Other cash paid concerning operating activities	19,575,227.98	21,880,087.57
Subtotal of cash outflows from operating activities	<u>207,080,776.71</u>	<u>237,837,587.72</u>
Net cash flows from operating activities	<u><u>14,456,622.77</u></u>	<u><u>9,802,114.94</u></u>

## II. Cash flows from investing activities:

Cash received from return of investment		
Cash received from investment income		
Net cash received from disposal of fixed assets, intangible assets and other long-term assets		58,750.00
Net cash received from disposal of subsidiaries and other business entities		
Other cash received concerning investing activities		
Subtotal of cash inflows from investing activities		<u>58,750.00</u>
Cash paid for purchasing fixed assets, intangible assets and other long-term assets	1,462,307.95	828,566.48
Cash paid for investment	5,906,816.96	
Net increase in pledge loans		
Net cash paid for the disposal of subsidiaries and other business entities		
Other cash paid concerning investing activities		
Subtotal cash outflows from investing activities	<u>7,369,124.91</u>	<u>828,566.48</u>
Net cash flows from investing activities	<u><u>-7,369,124.91</u></u>	<u><u>-769,816.48</u></u>

Item	First quarter of 2020	First quarter of 2019
<b>III. Cash flows from financing activities:</b>		
Cash received from absorbing investment		
Including: Cash received from minority shareholder investment by subsidiaries		
Cash received from borrowings		
Other cash received concerning financing activities		
Subtotal of cash inflows from financing activities		
Cash paid for repayments of debts	6,363,112.50	
Cash paid for allocation of dividends, profits or interest repayment	2,735,923.75	3,345,528.20
Including: dividends and profits paid to minority shareholders by subsidiaries		
Other cash paid concerning financing activities	11,358,690.62	
Subtotal of cash outflows from financing activities	<u>20,457,726.87</u>	<u>3,345,528.20</u>
Net cash flows from financing activities	<u><u>-20,457,726.87</u></u>	<u><u>-3,345,528.20</u></u>

<b>IV. Effects from change of exchange rate to cash and cash equivalents</b>	13,101.06	-564,463.22
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<b>V. Net increase in cash and cash equivalents</b>	-13,357,127.95	5,122,307.04
Add: Opening balance of cash and cash equivalents	78,887,242.25	46,662,121.34

<b>VI. Closing balance of cash and cash equivalents</b>	65,530,114.30	51,784,428.38
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Legal Representative: Wang Jun	Person-in-charge of accounting work: Jiang Chi	Person-in-charge of accounting body: Wang Yan Dong
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## Cash Flow Statement of the Parent Company

January – March 2020

Prepared by: Beijing Jingcheng Machinery Electric Company Limited

Unit: Yuan

Currency: RMB

Audit type: Unaudited

Item	First quarter of 2020	First quarter of 2019
<b>I. Cash flows from operating activities:</b>		
Cash received from sales of goods or rendering of services		
Taxes and surcharges refunds		
Other cash received concerning operating activities	91,758.91	465.72
Subtotal of cash inflows from operating activities	91,758.91	465.72
Cash paid for goods and services		
Cash paid to and for employees	632,730.05	582,900.51
Taxes and surcharges cash payments	48,841.82	848,339.38
Other cash paid concerning operating activities	701,934.15	357,641.37
Subtotal of cash outflows from operating activities	1,383,506.02	1,788,881.26
Net cash flows from operating activities	-1,291,747.11	-1,788,415.54
<b>II. Cash flows from investing activities:</b>		
Cash received from return of investment		
Cash received from investment income		
Net cash received from disposal of fixed assets, intangible assets and other long-term assets		
Net cash received from disposal of subsidiaries and other business entities		
Other cash received concerning investing activities	500,000.00	
Subtotal of cash inflows from investing activities	500,000.00	0.00

Item	First quarter of 2020	First quarter of 2019
Cash paid for purchasing fixed assets, intangible assets and other long-term assets		5,850.00
Cash paid for investment		
Net cash paid for the disposal of subsidiaries and other business entities		
Other cash paid concerning investing activities		
Subtotal cash outflows from investing activities		5,850.00
Net cash flows from investing activities	500,000.00	-5,850.00

### III. Cash flows from financing activities:

Cash received from absorbing investment		
Cash received from borrowings		
Other cash received concerning financing activities		
Subtotal of cash inflows from financing activities		
Cash paid for repayments of debts		
Cash paid for allocation of dividends, profits or interest repayment		
Other cash paid concerning financing activities		
Subtotal of cash outflows from financing activities		
Net cash flows from financing activities		

### IV. Effects from change of exchange rate to cash and cash equivalents

<b>V. Net increase in cash and cash equivalents</b>	-791,747.11	-1,794,265.54
Add: Opening balance of cash and cash equivalents	1,111,993.77	3,199,803.46
<b>VI. Closing balance of cash and cash equivalents</b>	320,246.66	1,405,537.92

Legal Representative: Wang Jun	Person-in-charge of accounting work: Jiang Chi	Person-in-charge of accounting body: Wang Yan Dong
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**4.2 Adjustment to the relevant items in the financial statements at the beginning of the year upon first implementation of the new revenue standards or the new leasing standards in 2020**

Applicable     Not Applicable

**4.3 Description of retrospective adjustment to comparative figures of previous period upon first implementation of the new revenue standards or the new leasing standards in 2020**

Applicable     Not Applicable

**4.4 Audit reports**

Applicable     Not Applicable

By Order of the Board  
**Beijing Jingcheng Machinery Electric Company Limited**  
**Luan Jie**  
*Company Secretary*

Beijing, the PRC  
29 April 2020

*As at the date of this announcement, the Board comprises Mr. Wang Jun, Mr. Li Junjie and Mr. Zhang Jiheng as executive directors, Ms. Jin Chunyu, Mr. Wu Yanzhang, Mr. Xia Zhonghua and Ms. Li Chunzhi as non-executive directors and Ms. Wu Yan, Mr. Liu Ning, Mr. Yang Xiaohui and Mr. Fan Yong as independent non-executive directors.*