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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)**

**2022 FIRST QUARTERLY REPORT**

**The board of directors and all members of the board of directors of the Company warrant that this announcement does not contain any false information, misleading statement or material omission, and accept joint and several responsibilities for the truthfulness, accuracy and completeness of the contents contained herein.**

**IMPORTANT NOTICE**

The board of directors (the “**Board**”), the supervisory committee and the directors, the supervisors and the senior management officers of Beijing Jingcheng Machinery Electric Company Limited (the “**Company**”) warrant that the information contained in this quarterly report is true, accurate, and complete without any false information, misleading statement or material omission, and accept joint and several legal responsibilities for the contents of this quarterly report.

The person-in-charge of the Company, the person-in-charge of the accounting affairs and the person-in-charge of the accounting body (head of accounting) warrant that the financial statements contained in this quarterly report are true, accurate and complete.

**WHETHER THE FIRST QUARTERLY FINANCIAL STATEMENTS ARE AUDITED OR NOT**

Yes     No

# I. MAJOR FINANCIAL DATA

## (I) Major Accounting Data and Financial Indicators

*Unit: Yuan  
Currency: RMB*

Item	Reporting period	Increase/Decrease for the reporting period as compared with the same period of last year	
			(%)
Operating income	279,765,054.92		13.18
Net profit attributable to shareholders of listed company	-1,250,153.46		N/A
Net profit attributable to shareholders of listed company after extraordinary items	-1,648,484.82		N/A
Net cash flow generated from operating activities	-42,316,254.26		N/A
Basic earnings per share (RMB/share)	-0.01		0.00
Diluted earnings per share (RMB/share)	-0.01		0.00
Weighted average return on net asset (%)	-0.24		Increased by 0.27 percentage point
			<b>Increase/Decrease as at the end of the reporting period as compared with the end of last year (%)</b>
	<b>As at the end of the reporting period</b>	<b>As at the end of last year</b>	
Total assets	1,580,028,000.69	1,568,448,757.50	0.74
Owners' equity attributable to shareholders of listed company	676,405,461.38	677,655,614.84	-0.18

## (II) Extraordinary Items and Amount

*Unit: Yuan*  
*Currency: RMB*

<b>Item</b>	<b>Amount for the current period</b>	<b>Description</b>
Profit/loss on disposal of non-current assets	-94,291.37	
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 granted on an on-going basis and accounted for in certain standard amount or volume in compliance with the requirement of the policies of the State)	230,293.70	
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		

Item	Amount for the current period	Description
Apart from hedging instruments relating to the normal operations of the Company, profit/loss from changes 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 investments		
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	663,076.50	
Other profit and loss items falling within the meaning of non-recurring profit and loss		
Less: Effect of income tax	1,293.08	
Effect of minority interests (after tax)	399,454.39	
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<b>Total</b>	<b>398,331.36</b>	
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Explanation on the definition of extraordinary profit or loss as recurring profit or loss as set out in the “Explanatory Announcement No. 1 on Information Disclosure by Public Issuers – Extraordinary Profit or Loss Items”

Applicable     Not Applicable

### (III) Particulars of and Reasons for Changes in Major Accounting Data and Financial Indicators

Applicable     Not Applicable

<b>Name of item</b>	<b>Changes (%)</b>	<b>Main reasons</b>
Net profit attributable to shareholders of listed company	N/A	Mainly attributable to the increase in profits as a result of the year-on-year increase in operating revenue, the year-on-year increase in profits of joint ventures and the increase in income during the current period
Net profit attributable to shareholders of listed company after extraordinary items	N/A	Mainly attributable to the increase in profits as a result of the year-on-year increase in profits of joint ventures and the increase in gains on forward exchange settlement and sales during the current period
Net cash flow generated from operating activities	N/A	Mainly attributable to the increase in cash paid for the purchase of commodities as a result of the higher raw material prices and the payment by subsidiaries for the acceptance bills due during the current period

## II. INFORMATION OF THE SHAREHOLDERS

### (I) Total Number of Ordinary Shareholders and Preferred Shareholders of which voting rights have resumed and the Shareholding of Top Ten Shareholders

*Unit: share*

Total number of ordinary shareholders as at the end of the reporting period	60,682	Total number of preferred shareholders of which voting rights have resumed as at the end of the reporting period (if any)	Nil
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#### Shareholding of Top Ten Shareholders

Name of shareholder	Nature of shareholder	Number of shares held	Percentage of shareholding (%)	Number of shares subject to selling restrictions	Pledged, marked or frozen Status of shares	Number of shares
Beijing Jingcheng Machinery Electric Holding Co., Ltd.	State-owned legal person	245,735,052	50.67%	63,000,000	Nil	0
HKSCC NOMINEES LIMITED	Unknown	99,419,027	20.50%	0	Unknown	–
Hong Kong Securities Clearing Company Limited	Unknown	6,944,591	1.43%	0	Unknown	–
Haitong Securities Co., Ltd.	Unknown	2,740,500	0.57%	0	Unknown	–
Huatai Securities Co., Ltd.	Unknown	2,372,095	0.49%	0	Unknown	–
Huatai Financial Holdings (Hong Kong) Limited – Self-owned funds	Unknown	845,078	0.17%	0	Unknown	–
Industrial and Commercial Bank of China Limited – Lion Innovation-driven Flexible Allocation of Hybrid Securities Investment Fund	Unknown	709,400	0.15%	0	Unknown	–
China International Capital Corporation Hong Kong Asset Management Limited – CICCFT7(QFII)	Unknown	692,277	0.14%	0	Unknown	–
Liu Yufei	Unknown	578,400	0.12%	0	Unknown	–
Xiao Jianping	Unknown	569,900	0.12%	0	Unknown	–

## Shareholding of Top Ten Shareholders without Selling Restrictions

Name of shareholder	Number of outstanding shares without selling restrictions	Class and number of shares	
		Class of shares	Number of shares
Beijing Jingcheng Machinery Electric Holding Co., Ltd.	182,735,052	RMB ordinary shares	182,735,052
HKSCC NOMINEES LIMITED	99,419,027	Overseas listed foreign shares	99,419,027
Hong Kong Securities Clearing Company Limited	6,944,591	RMB ordinary shares	6,944,591
Haitong Securities Co., Ltd.	2,740,500	RMB ordinary shares	2,740,500
Huatai Securities Co., Ltd.	2,372,095	RMB ordinary shares	2,372,095
Huatai Financial Holdings (Hong Kong) Limited – Self-owned funds	845,078	RMB ordinary shares	845,078
Industrial and Commercial Bank of China Limited – Lion Innovation-driven Flexible Allocation of Hybrid Securities Investment Fund	709,400	RMB ordinary shares	709,400
China International Capital Corporation Hong Kong Asset Management Limited – CICCFT7(QFII)	692,277	RMB ordinary shares	692,277
Liu Yufei	578,400	RMB ordinary shares	578,400
Xiao Jianping	569,900	RMB ordinary shares	569,900
Description of the associated relationship of or action in concert among the aforesaid shareholders	N/A		
Description of the participation of top ten shareholders and top ten shareholders not subject to trading moratorium in the securities financing and transfer business (if any)	N/A		

### III. OTHER REMINDERS

Other important information that needs to be brought to the attention of investors in relation to the Company's operation during the reporting period

Applicable    Not Applicable

#### 1. Progress of the implementation of the acquisition and reorganization

In order to enhance the Company's ongoing operation and profitability, the Company is implementing the acquisition of 80% equity interests in Qingdao BYTQ United Digital Intelligence Co., Ltd. The Company convened the fifth extraordinary meeting of the tenth session of the Board on 17 August 2020 for the consideration and approval of each resolution in relation to the proposal of the asset acquisition by way of share issuance and cash payment and raising of supporting funds. On 29 December 2020, the eighth extraordinary meeting of the tenth session of the Board of the Company was convened for the consideration and approval of each resolution in relation to the amendments to the proposal of the asset acquisition by way of share issuance and cash payment and raising of supporting funds. On 9 February 2021, the Company convened the first extraordinary general meeting of 2021, the first A share class meeting of 2021 and the first H share class meeting of 2021 to vote for the various resolutions in relation to the proposal of the asset acquisition by way of share issuance and cash payment and raising of supporting funds, and to agree and authorize the Board to handle the matters related to the asset acquisition by way of share issuance and cash payment and raising of supporting funds of the Company. On 25 February 2021, the Company received the "CSRC Acceptance Notice of the Application for Administrative Permission" (Acceptance No.: 210440) (《中國證監會行政許可申請受理單》(受理序號: 210440號)) issued by the China Securities Regulatory Commission (the "CSRC"). On 19 May 2021, the Listed Company Merger and Reorganization Vetting Committee of the CSRC (the "MRVC") convened the 10th working meeting for the year of 2021, at which the asset acquisition by way of share issuance and cash payment and raising of supporting funds of the Company was vetted. In accordance with the vetting results of the meeting, the asset acquisition by way of share issuance and cash payment and raising of supporting funds of the Company was not approved. On 11 June 2021, the eleventh extraordinary meeting of the tenth session of the Board of the Company was convened and the "Resolution in relation to Continuance of the Asset Acquisition by way of Share Issuance and Cash Payment and Raising of Supporting Funds of Beijing Jingcheng Machinery Electric Company Limited" was considered and approved. After study and investigation by the Board, it is agreed to proceed with the asset acquisition by way of share issuance and cash payment and raising of supporting funds. On 3 September 2021, the twelfth extraordinary meeting of the tenth session of the Board of the Company was convened and the "Resolution in relation to the Proposal of the Asset Acquisition by way of Share Issuance and Cash Payment and Raising of Supporting Funds of the Company (After Adjustment)" was considered and approved. On 16 September 2021, the Company received the "CSRC Acceptance Notice of the Application for Administrative Permission" (Acceptance No.: 212436) (《中國證監會行政許可申請受理單》(受理序號: 212436號)) issued by the CSRC. On 23 November 2021, the thirteenth extraordinary meeting of the tenth session of the Board of the Company was convened and the "Resolution in

relation to the Adjustment to the Proposal of the Asset Acquisition by way of Share Issuance and Cash Payment and Raising of Supporting Funds of the Company” was considered and approved. On 15 December 2021, the MRVC convened the 33rd working meeting for the year of 2021, at which the asset acquisition by way of share issuance and cash payment and raising of supporting funds of the Company was vetted. In accordance with the vetting results of the meeting, the asset acquisition by way of share issuance and cash payment and raising of supporting funds of the Company was conditionally approved. According to the requirements of the vetting opinions of the working meeting of the MRVC, the Company has submitted the relevant documents of the reply to the vetting opinions to the CSRC within the specified time. As the accounting firm engaged by the Company in respect of the asset acquisition by way of share issuance has been subject to investigation by the CSRC, the Company received the “Notice of Suspension of Review of the Application for Administrative Permission from the CSRC” (No. 212436) (《中國證監會行政許可申請中止審查通知書》(212436 號)) issued by the CSRC on 26 January 2022. Pursuant to the relevant requirements under clause 1(3) of Article 22 of the “Provisions of the China Securities Regulatory Commission on the Procedures for the Implementation of Administrative Permission” (《中國證券監督管理委員會行政許可實施程序規定》), the CSRC decided to suspend the review of the asset acquisition by way of share issuance of the Company. The Company is not related to the investigation of the above-mentioned intermediary and the asset acquisition by way of share issuance is not related to the investigation of the above-mentioned intermediary. The suspension of review of the asset acquisition by way of share issuance will not have any material and adverse impact on the production and operation of the Company. On 24 February 2022, the first extraordinary general meeting of 2022 of the Company was convened and the “Resolution in relation to the Extension of the Validity Period of the Resolutions of the General Meeting in respect of the Asset Acquisition by way of Share Issuance and Cash Payment and Raising of Supporting Funds of the Company” was considered and approved. On 25 February 2022, the Company issued the “Review Report on the Audit Report and Reference Review Report related to Asset Acquisition by way of Non-public Issuance of Shares to Specific Targets and Cash Payment and Raising of Supporting Funds of Beijing Jingcheng Machinery Electric Company Limited”. On 9 March 2022, the Company received the “Notice of Resumption of Review of the Application for Administrative Permission from the CSRC” (《中國證監會行政許可申請恢復審查通知書》) issued by the CSRC, indicating that the CSRC decided to resume the review of the application for administrative permission in respect of the asset acquisition by way of share issuance and cash payment and raising of supporting funds project of the Company pursuant to the relevant requirements under Article 23 of the “Provisions of the China Securities Regulatory Commission on the Procedures for the Implementation of Administrative Permission” (《中國證券監督管理委員會行政許可實施程序規定》). On 24 March 2022, the Company received the “Approval for the Asset Acquisition by way of Share Issuance and Raising of Supporting Funds by Beijing Jingcheng Machinery Electric Company Limited to Li Hong and Others” from the CSRC, and the Board of the Company will, in accordance with the relevant laws and regulations and the requirements of the approval documents, handle the matters relating to the asset acquisition by way of share issuance and cash payment and raising of supporting funds as soon as possible pursuant to the authorization by the general meeting, and fulfil its information disclosure obligations in a timely manner according to the progress of implementation. Investors are advised to pay attention to the relevant announcements of the Company and be aware of the investment risks.

#### IV. QUARTERLY FINANCIAL STATEMENTS

##### (I) Types of Audit Opinion

Applicable     Not Applicable

##### (II) Financial Statements

###### Consolidated Balance Sheet

31 March 2022

Prepared by: Beijing Jingcheng Machinery Electric Company Limited

*Unit: Yuan*

*Currency: RMB*

*Audit type: Unaudited*

<b>Item</b>	<b>31 March 2022</b>	<b>31 December 2021</b>
<b>Current assets:</b>		
Cash at bank and on hand	87,878,037.06	105,776,763.72
Settlement reserve		
Loans to banks and other financial institutions		
Financial assets held for trading	254,100.00	30,675.01
Derivative financial assets		
Notes receivable		
Accounts receivable	184,171,685.42	175,225,191.63
Receivable financing	11,723,726.60	10,465,061.76
Advances to suppliers	56,326,364.77	53,915,051.53
Premiums receivable		
Reinsurance premium receivable		
Reinsurance contract reserves receivable		
Other receivables	10,037,577.54	9,636,026.09
Including: Interest receivable		
Dividends receivable		
Financial assets purchased under agreements to resell		
Inventories	335,505,032.37	324,694,186.81
Contractual assets	10,995,000.00	
Held-for-sale assets		
Non-current assets due within one year		
Other current assets	26,453,816.11	27,386,862.15
<b>Total current assets</b>	<b>723,345,339.87</b>	<b>707,129,818.70</b>

**Item****31 March 2022 31 December 2021****Non-current assets:**

Loans and Advances		
Debt investments		
Other debt investments		
Long-term receivables		
Long-term equity investments	84,494,443.00	79,947,483.76
Investments in other equity instruments		
Other non-current financial assets		
Investment properties		
Fixed assets	603,925,608.70	618,317,885.27
Construction in progress	45,560,737.74	38,592,075.56
Bearer biological assets		
Oil and gas assets		
Right-of-use assets		
Intangible assets	118,614,001.21	120,037,115.68
Development expenditures		
Goodwill		
Long-term deferred expenses	4,080,197.97	4,372,745.88
Deferred income tax assets	7,672.20	51,632.65
Other non-current assets		
	<hr/>	<hr/>
<b>Total non-current assets</b>	<b>856,682,660.82</b>	<b>861,318,938.80</b>
	<hr/>	<hr/>
<b>Total assets</b>	<b><u>1,580,028,000.69</u></b>	<b><u>1,568,448,757.50</u></b>

<b>Item</b>	<b>31 March 2022</b>	<b>31 December 2021</b>
<b>Current liabilities:</b>		
Short-term borrowings	93,966,040.00	83,825,972.96
Borrowings from the central bank		
Placements from banks and other financial institutions		
Financial liabilities held for trading	69,549.00	
Derivative financial liabilities		
Notes payable	52,927,021.05	50,693,681.14
Accounts payable	262,736,583.26	263,096,766.13
Advances from customers		
Contractual liabilities	59,453,648.17	68,094,818.68
Financial assets sold under agreements to repurchase		
Deposits and placements from other financial institutions		
Securities brokering		
Securities underwriting		
Employee benefits payable	15,454,990.55	27,257,688.27
Taxes payable	6,306,938.13	6,186,732.62
Other payables	25,171,664.97	25,960,072.78
Including: Interest payable		
Dividends payable	349,853.79	349,853.79
Fees and commissions payable		
Reinsurance amounts payable		
Held-for-sale liabilities		
Non-current liabilities due within one year	7,000,000.00	7,000,000.00
Other current liabilities	4,949,863.39	4,613,930.02
	<hr/>	<hr/>
<b>Total current liabilities</b>	<b>528,036,298.52</b>	<b>536,729,662.60</b>
	<hr/> <hr/>	<hr/> <hr/>

**Item****31 March 2022 31 December 2021****Non-current liabilities:**

Reserve of insurance contract

Long-term borrowings

Bonds payable

Including: Preferred shares

Perpetual bonds

Lease liabilities

Long-term payables

53,207,700.00

30,000,000.00

Long-term employee benefit payable

29,193,698.39

29,193,698.39

Accrued liabilities

5,794,470.12

5,794,470.12

Deferred income

5,318,879.05

5,318,879.05

Deferred income tax liabilities

Other non-current liabilities

**Total non-current liabilities**

93,514,747.56

70,307,047.56

**Total liabilities**

621,551,046.08

607,036,710.16

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

Paid in capital (or capital stock)

485,000,000.00

485,000,000.00

Other equity instruments

Including: Preferred shares

Perpetual bonds

Capital reserves

835,353,861.68

835,353,861.68

Less: Treasury stocks

Other comprehensive income

-1,030,194.20

-1,030,194.20

Special reserves

Surplus reserves

45,665,647.68

45,665,647.68

Provisions for general risk

Undistributed profit

-688,583,853.78

-687,333,700.32

Total owners' equity (or shareholders' equity)

attributable to the parent company

676,405,461.38

677,655,614.84

Non-controlling interests

282,071,493.23

283,756,432.50

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

958,476,954.61

961,412,047.34

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

1,580,028,000.69

1,568,448,757.50

Person-in-charge of the  
Company:  
Wang Jun

Person-in-charge of  
accounting affairs:  
Feng Yongmei

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

## Consolidated Income Statement

January – March 2022

Prepared by: Beijing Jingcheng Machinery Electric Company Limited

Unit: Yuan

Currency: RMB

Audit type: Unaudited

Item	First quarter of 2022	First quarter of 2021
<b>I. Total operating revenue</b>	279,765,054.92	247,188,636.65
Including: Operating revenue	279,765,054.92	247,188,636.65
Interest income		
Earned premiums		
Fees and commissions income		
<b>II. Total operating cost</b>	287,807,611.09	253,145,147.44
Including: Operating cost	245,251,933.38	214,148,025.04
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	1,707,415.32	1,044,317.78
Selling expenses	9,928,216.83	10,737,694.26
Administrative expenses	20,535,220.27	18,454,561.13
R&D costs	7,830,234.46	4,685,582.61
Financial expenses	2,554,590.83	4,074,966.62
Including: Interest expense	1,373,856.12	2,005,179.64
Interest income	150,268.14	453,190.51

Item	First quarter of 2022	First quarter of 2021
Add: Other income	230,293.70	1,245,629.78
Investment income (with “-” for losses)	5,177,469.78	452,879.87
Including: Investment income from affiliated enterprises and joint ventures	4,546,959.24	452,879.87
Income from derecognition 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 losses)	153,875.99	
Credit impairment loss (with “-” for loss)		
Asset impairment loss (with “-” for loss)	72,300.00	
Income from disposal of assets (with “-” for losses)		
<b>III. Operating profits (with “-” for losses)</b>	<b>-2,408,616.70</b>	<b>-4,258,001.14</b>
Add: non-operating income	690,732.50	349,210.78
Less: non-operating expenses	121,947.37	5,785.58
<b>IV. Total profits (with “-” for total losses)</b>	<b>-1,839,831.57</b>	<b>-3,914,575.94</b>
Less: Income tax expenses	1,095,261.16	717,812.92
<b>V. Net profits (with “-” for net losses)</b>	<b>-2,935,092.73</b>	<b>-4,632,388.86</b>
(I) Classified according to operating continuity		
1. Net profits from continuing operations (with “-” for net losses)	-2,935,092.73	-4,632,388.86
2. Net profits from discontinued operations (with “-” for net losses)		
(II) Classified according to attribution of the ownership		
1. Net profits attributable to shareholders of the parent company (with “-” for net losses)	-1,250,153.46	-4,279,724.70
2. Non-controlling interests (with “-” for net losses)	-1,684,939.27	-352,664.16

Item	First quarter of 2022	First quarter of 2021
<b>VI. Other comprehensive income net after-tax</b>		
(I) Other comprehensive income net after-tax attributable to owners of the parent company		
1. Other comprehensive income that cannot be reclassified through profit or loss		
(1) Changes arising from re-measurement of the defined benefit plan		
(2) Other comprehensive income that cannot be reclassified into profit or loss under the equity method		
(3) Changes in fair value of investments in other equity instruments		
(4) Changes in fair value of the enterprise's credit risk		
2. Other comprehensive income that will be reclassified into profit or loss		
(1) Other comprehensive income that can be reclassified into profit or loss under the equity method		
(2) Changes in fair value of other debt investments		
(3) The amount of financial assets reclassified into other comprehensive income		
(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		
(II) Other comprehensive net income after-tax attributable to minority shareholders		

Item	First quarter of 2022	First quarter of 2021
<b>VII.Total comprehensive income</b>	-2,935,092.73	-4,632,388.86
(I) Total comprehensive income attributable to owners of the parent company	-1,250,153.46	-4,279,724.70
(II) Total comprehensive income attributable to minority shareholders	-1,684,939.27	-352,664.16
<b>VIII.Earnings per share:</b>		
(I) Basic earnings per share (RMB/share)	-0.01	-0.01
(II) Diluted earnings per share (RMB/share)	-0.01	-0.01
Person-in-charge of the Company: Wang Jun	Person-in-charge of accounting affairs: Feng Yongmei	Person-in-charge of accounting body: Wang Yan Dong

## Consolidated Cash Flow Statement

January – March 2022

Prepared by: Beijing Jingcheng Machinery Electric Company Limited

Unit: Yuan

Currency: RMB

Audit type: Unaudited

Item	First quarter of 2022	First quarter of 2021
<b>I. Cash flows from operating activities:</b>		
Cash received from sales of goods or rendering of services	240,857,736.64	250,369,171.06
Net increase in deposits and placements from financial institutions		
Net increase in borrowings from the central bank		
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	12,657,416.61	6,704,474.43
Other cash received concerning operating activities	1,104,775.70	17,942,443.77
	<hr/>	<hr/>
Subtotal of cash inflows from operating activities	254,619,928.95	275,016,089.26
	<hr/>	<hr/>
Cash paid for goods and services	220,468,894.06	193,873,848.81
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 contracts		

Item	First quarter of 2022	First quarter of 2021
Net increase in loans to banks and other financial institutions		
Cash paid for interests, fees and commissions		
Cash paid for dividends of insurance policies		
Cash paid to and on behalf of employees	55,003,994.19	54,594,887.90
Taxes and surcharges cash payments	8,392,067.52	10,234,034.79
Other cash paid concerning operating activities	<u>13,071,227.44</u>	<u>32,131,037.04</u>
Subtotal of cash outflows from operating activities	<u>296,936,183.21</u>	<u>290,833,808.54</u>
Net cash flows from operating activities	<u><u>-42,316,254.26</u></u>	<u><u>-15,817,719.28</u></u>
<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	8,712.00	1,248.00
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>8,712.00</u>	<u>1,248.00</u>
Cash paid for purchasing fixed assets, intangible assets and other long-term assets	7,871,499.84	8,376,235.32
Cash paid for investments	3,000,000.00	
Net increase in pledge loans		
Net cash paid to acquire subsidiaries and other business entities		
Other cash paid concerning investing activities		
Subtotal cash outflows from investing activities	<u>7,871,499.84</u>	<u>11,376,235.32</u>
Net cash flows from investing activities	<u><u>-7,862,787.84</u></u>	<u><u>-11,374,987.32</u></u>

Item	First quarter of 2022	First quarter of 2021
<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	17,813,460.00	
Other cash received concerning financing activities	<u>23,207,700.00</u>	
Subtotal of cash inflows from financing activities	<u>41,021,160.00</u>	
Cash paid for repayments of debts	7,634,340.00	
Cash paid for allocation of dividends, profits or interest repayment	970,000.00	2,201,100.00
Including: dividends and profits paid to minority shareholders by subsidiaries		
Other cash paid concerning financing activities	<u>10,828,789.98</u>	
Subtotal of cash outflows from financing activities	<u>8,604,340.00</u>	<u>13,029,889.98</u>
Net cash flows from financing activities	<u><u>32,416,820.00</u></u>	<u><u>-13,029,889.98</u></u>
<b>IV. Effects from change of exchange rate to cash and cash equivalents</b>		
	-136,504.56	-721,387.19
<b>V. Net increase in cash and cash equivalents</b>		
Add: Opening balance of cash and cash equivalents	-17,898,726.66	-40,943,983.77
	105,776,763.72	279,067,536.83
<b>VI. Closing balance of cash and cash equivalents</b>		
	87,878,037.06	238,123,553.06
Person-in-charge of the Company: Wang Jun	Person-in-charge of accounting affairs: Feng Yongmei	Person-in-charge of accounting body: Wang Yan Dong

**INFORMATION RELATED TO THE FIRST IMPLEMENTATION OF THE NEW ACCOUNTING STANDARDS SINCE 2022 AND THE ADJUSTMENT TO THE FINANCIAL STATEMENTS AS AT THE BEGINNING OF THE YEAR IN WHICH THE FIRST IMPLEMENTATION IS EFFECTIVE**

Applicable     Not Applicable

For and on behalf of the Board  
**Beijing Jingcheng Machinery Electric Company Limited**  
**Luan Jie**  
*Company Secretary*

Beijing, the PRC  
28 April 2022

*As at the date of this announcement, the Board of the Company comprises Mr. Wang Jun, Mr. Li Junjie and Mr. Zhang Jiheng as executive directors, Mr. Wu Yanzhang, Mr. Xia Zhonghua, Ms. Li Chunzhi and Mr. Man Huiyong as non-executive directors and Mr. Xiong Jianhui, Mr. Zhao Xuguang, Mr. Liu Jingtai and Mr. Luan Dalong as independent non-executive directors.*