

Stock Symbol: 300373

Stock Name: Yangjie Technology

Announcement No.: 2024-056

Yangzhou Yangjie Electronic Technology Co., Ltd.

2024 Third Quarterly Report

The Company and all members of the Board of Directors undertake that all information contained herein is true, accurate and complete without false records, misleading statements or material omissions.

Reminder of important aspects:

1. The Board of Directors, Board of Supervisors, directors, supervisors, and senior management members guarantee the authenticity, accuracy, and completeness of the quarterly report, without false records, misleading statements, or material omissions.
2. The person in charge of the Company, chief accountant, and head of accounting department (accountant in charge) declare that the financial information in the quarterly report is authentic, accurate and complete.
3. Whether the Third Quarterly Report has been audited

Yes No

I. Main Financial Data

i. Main accounting data and financial indicators

Whether the Company needs to make retrospective adjustments or restatement of the accounting data for previous years

Yes No

| | The Reporting Period | Compared with the same period last year | From the beginning of this year to the end of the Reporting Period | Compared with the corresponding period last year |
|--|---------------------------------|---|--|--|
| Operating revenue (RMB) | 1,558,362,631.09 | 10.06% | 4,423,617,833.34 | 9.48% |
| Net profit distributed to shareholders of the listed companies (RMB) | 244,266,633.86 | 17.91% | 669,110,085.54 | 8.28% |
| Net profit attributable to shareholders of the listed companies after deducting non-recurring profit or loss (RMB) | 231,373,584.06 | 13.74% | 653,825,526.77 | 6.59% |
| Net cash flows from operating activities (RMB) | -- | -- | 884,592,553.08 | 113.23% |
| Basic EPS (RMB/share) | 0.45 | 18.42% | 1.23 | 5.13% |
| Diluted EPS (RMB/share) | 0.45 | 18.42% | 1.23 | 5.13% |
| Weighted average ROE | 2.89% | 0.26% | 7.82% | -0.77% |
| | The end of the Reporting Period | The end of last year | Compared with the end of last year | |
| Total assets (RMB) | 13,685,400,087.49 | 12,626,923,751.10 | 8.38% | |
| Owners' equity distributed to shareholders of the listed companies (RMB) | 8,414,794,124.57 | 8,246,447,181.72 | 2.04% | |

ii. Non-recurring profit or loss and amount

Applicable Not applicable

Unit: RMB

| Item | Amount for the Reporting Period | Amount from the beginning of this year to the end of the Reporting Period | Remarks |
|---|---------------------------------|---|---------|
| Gains on disposal of non-current assets (including write-off of provision for impairment) | 494,377.85 | 2,425,366.51 | |
| Government grants recorded in the current profit or loss (except for those closely related to operating activities of the Company, satisfying | 7,124,797.12 | 18,848,822.76 | |

| | | | |
|--|----------------------|----------------------|-----------|
| government policies and regulations, and having a sustained impact on the profit and loss of the Company according to the determined criteria) | | | |
| Except for valid hedging related to the Company's common businesses, gain/loss from change of fair value of holding of financial assets and financial liabilities by non-financial enterprises, as well as the gain/loss from disposal of financial assets and financial liabilities | 9,181,405.77 | -3,569,835.35 | |
| Gains on assets consigned to the third party for investment or management | 370,805.19 | 418,030.09 | |
| Other non-operating revenue or expenditures | -1,869,363.41 | 1,258,632.00 | |
| Less: Income tax effects | 2,283,770.50 | 2,670,233.55 | |
| Non-controlling interest effects (after tax) | 125,202.21 | 1,426,223.69 | |
| Total | 12,893,049.81 | 15,284,558.77 | -- |

Details of other profit and loss items in line with the definition of non-recurring gains and losses:

Applicable Not applicable

There are no other profit and loss items in line with the definition of non-recurring gains and losses in the Company.

Note to defining the non-recurring profit and loss items listed in the Explanatory Notice of Information Disclosure by Companies Offering Securities to the Public No. 1 - Non-recurring Gains and Losses as recurring profit and loss items

Applicable Not applicable

The Company does not have the circumstances defining the non-recurring profit and loss items listed in the Explanatory Notice of Information Disclosure by Companies Offering Securities to the Public No. 1 - Non-recurring Gains and Losses as recurring profit and loss items.

iii. Changes in the main accounting data and financial indicators and corresponding reasons

Applicable Not applicable

1. Significant changes in the items of the balance sheet and description of reasons

Unit: RMB

| Item | September 30, 2024 | December 12, 2023 | Ratio of changes | Reason |
|-----------------------------------|--------------------|-------------------|------------------|--|
| Held-for-trading financial assets | 63,246,249.13 | 41,785,067.71 | 51.36% | Mainly due to the purchase of short-term controllable financial products by the Company this year. |
| Notes receivable | 30,378,409.46 | 12,863,153.42 | 136.17% | Mainly due to the increase in trade acceptance notes |

| | | | | |
|---------------------------|------------------|----------------|---------|---|
| | | | | held by the Company this year. |
| Advances paid | 29,412,154.63 | 59,693,121.73 | -50.73% | Mainly due to the decrease in the Company's advances paid for procuring materials from suppliers this year. |
| Other receivables | 17,061,661.45 | 12,420,738.13 | 37.36% | Mainly due to the increase in deposits and guarantees paid by the Company this year. |
| Contract assets | 714,146.64 | 1,609,591.36 | -55.63% | Mainly due to the decrease in the amount of quality guarantee deposit receivable by the Company at the end of the Reporting Period. |
| Other current assets | 67,797,897.02 | 33,323,514.88 | 103.45% | Mainly due to the increase in the Company's taxes to be credited during the Reporting Period. |
| Construction in progress | 1,397,238,541.32 | 720,260,135.67 | 93.99% | Mainly due to the increase in the investment in the Hunan Jiechuwei Company 8" wafer project. |
| Other non-current assets | 188,583,172.59 | 380,445,695.65 | -50.43% | Mainly due to the decrease in the production capacity guarantees prepaid by the Company during the Reporting Period. |
| Short-term borrowings | 1,099,691,736.21 | 553,968,908.45 | 98.51% | Mainly due to the increase in banking financing of the Company within this year during the Reporting Period. |
| Contract liabilities | 24,075,722.93 | 35,088,567.84 | -31.39% | Mainly due to the decrease in the Company's advance receipts during the Reporting Period. |
| Taxes and rates payable | 48,969,355.39 | 27,147,354.55 | 80.38% | Mainly due to the increase in income tax payable at the end of the Reporting Period. |
| Other current liabilities | 1,371,092.32 | 3,594,982.83 | -61.86% | Mainly due to the decrease in the amount of Output VAT for the Company during the Reporting Period. |
| Long-term borrowings | 601,707,278.15 | 395,095,778.15 | 52.29% | Mainly due to the increase in banking financing of |

| | | | | |
|-------------------------------|----------------|----------------|---------|---|
| | | | | the Company for more than one year at the end of the Reporting Period |
| Other non-current liabilities | 181,065,625.00 | 319,316,563.00 | -43.30% | Mainly due to the decrease in the production capacity guarantees prepaid by the Company during the Reporting Period. |
| Treasury shares | 90,528,153.80 | 59,962,257.01 | 50.98% | Mainly due to the repurchase of shares by the Company this year. |
| Other comprehensive income | 6,195,181.33 | 22,961,850.71 | -73.02% | Mainly due to the translation differences in financial statements caused by exchange rate fluctuations during the Reporting Period. |
| Notes payable | 313,575,746.59 | 239,394,631.11 | 30.99% | Mainly due to the increase in bank acceptance receivable by the Company this year. |

2. Significant changes in the items of the income statement and description of reasons

Unit: RMB

| Item | January to September 2024 | January to September 2023 | Ratio of changes | Reason |
|--------------------------------|---------------------------|---------------------------|------------------|---|
| Financial expenses | -54,227,167.22 | -115,999,620.33 | 53.25% | Mainly due to the decrease in exchange gains caused by fluctuations in foreign exchange rates during the Reporting Period. |
| Other income | 101,824,790.01 | 31,177,863.39 | 226.59% | Mainly due to the increase in value-added tax credit policies and government subsidies received by the Company during the Reporting Period. |
| Investment income | 595,495.39 | 37,183,848.96 | -98.40% | Mainly due to the decrease in long-term equity investment income of the Company under equity method during the Reporting Period. |
| Gains on changes in fair value | -3,569,835.35 | -11,390,255.43 | 68.66% | Mainly due to the stock price fluctuations that occurred during the year when the Company indirectly held the shares of Chengzhi Shareholding Co., Ltd. through holding partnership shares of Nantong Jinxin Haohua |

| | | | | |
|---|----------------|----------------|----------|---|
| | | | | Investment Center (LP), indirectly held the shares of Guobo Electronics Co., Ltd. through holding partnership shares of Ningbo Dongxin Guohong Enterprise Management Partnership (LP), directly held the shares of United Nova Technology Co., Ltd., and directly held the H shares of Suzhou Beckwork Technology Co., Ltd. |
| Credit impairment loss | -11,787,362.32 | -28,850,585.51 | 59.14% | Mainly due to the decrease in provision for bad debts of accounts receivable and other receivables during the Reporting Period. |
| Assets impairment loss | -4,813,903.27 | -21,215,611.85 | 77.31% | Mainly due to the decreasing provision for inventory write-down made by the Company this year. |
| Gains on asset disposal | 2,819,475.93 | 627,867.48 | 349.06% | Mainly due to the increase in the Company's gains on disposal of fixed assets during the Reporting Period. |
| Non-operating expenditures | 6,092,883.15 | 18,723,967.95 | -67.46% | Mainly due to the decrease in the Company's external donation expenses this year. |
| Income tax expenses | 112,901,611.09 | 82,983,082.73 | 36.05% | Mainly due to the increase in the Company's taxable income during the Reporting Period. |
| Non-controlling shareholders' profit or loss | 23,087.22 | -2,051,981.67 | 101.13% | Mainly due to the increase in profits of subsidiaries this year. |
| Differences arising from translation of foreign currency-denominated financial statements | -16,766,669.38 | 7,784,067.08 | -315.40% | Mainly due to the fluctuations in foreign exchange rates this year. |

3. Significant changes in the items of the cash flow statement and description of reasons

Unit: RMB

| Item | January to September 2024 | January to September 2023 | Ratio of changes | Reason |
|--|---------------------------|---------------------------|------------------|---|
| Net cash flows from operating activities | 884,592,553.08 | 414,856,321.50 | 113.23% | Mainly due to the decrease in the Company's cash payments for goods purchased and |

| | | | | |
|--|-----------------|------------------|----------|---|
| | | | | services received during the Reporting Period. |
| Net cash flows from investing activities | -524,317,812.95 | -342,301,241.89 | -53.17% | Mainly due to the decrease in the withdrawal of wealth management products during the Reporting Period. |
| Net cash flows from financing activities | 115,414,857.21 | 1,600,976,388.56 | -92.79% | Mainly due to the issuance of Global Depository Receipts by the Company during the same period last year. |
| Net increase of cash and cash equivalents | 446,375,804.82 | 1,758,469,294.60 | -74.62% | Mainly due to the issuance of Global Depository Receipts by the Company during the same period last year. |
| Effect of foreign exchange rate changes on cash and cash equivalents | -29,313,792.52 | 84,937,826.43 | -134.51% | Mainly due to the fluctuations in foreign exchange rates this year. |

4. Explanation on the reasons for changes in Q3 performance

During the Reporting Period, as the demand in the semiconductor market gradually improved, the Company's revenue scale further expanded. As at the end of the Reporting Period, the cumulative revenue reached RMB4,423 million, an increase of 9.48% compared to the same period last year. The cumulative net profit attributable to the parent company reached RMB669 million, an increase of 8.28% compared to the same period last year. Specifically, in Q3, the revenue amounted to RMB1,558 million, an increase of 10.06% compared to the same period last year, and the net profit attributable to the parent company was RMB244 million, an increase of 17.91% compared to the same period last year. The main reasons are as follows:

(1) During the Reporting Period, demand in downstream application areas rebounded. With the rapid transformation of the global automotive industry towards electrification and intelligence, new growth opportunities have been provided for the Company. In the first three quarters of 2024, the Company's automotive electronics business revenue increased by 60% compared to the same period last year. Meanwhile, with the gradual recovery of demand in the consumer electronics and industrial markets, the operating revenue of consumer electronics and industrial products in the first three quarters of 2024 increased by over 20% compared to the same period last year.

(2) Since the beginning of this year, the Company has adhered to the strategy of cost priority and value innovation, continuously promoting cost reduction and efficiency improvement. The results have been significant, and the Company's gross profit margin steadily increased in the first three quarters of 2024.

(3) During the Reporting Period, the Company continuously developed new products with high-tech content and unique performance that meet the specific needs of the market, formed a differentiated competitive edge, and effectively improved the added value of the products, further improving the gross profit of the Company's products.

II. Information on Shareholders

i. Total number of shareholders of ordinary shares, the number of preferred shareholders with restored voting rights, and shareholding of top ten shareholders

Unit: Share

| | | | |
|--|--------|--|---|
| Total number of shareholders of ordinary shares at the end of the Reporting Period | 55,830 | The number of preferred shareholders with restored voting rights at the end of the Reporting Period (if any) | 0 |
|--|--------|--|---|

| Shareholding of top ten shareholders (exclusive of refinancing shares) | | | | | | |
|---|---------------------------------------|-----------------------------|------------------------------|--------------------------------------|------------------------|----------|
| Name of shareholder | Nature of shareholders | Shareholding percentage (%) | The number of holding shares | The number of restricted shares held | Pledge, mark or freeze | |
| | | | | | Status of shares | Quantity |
| Jiangsu Yangjie Investment Co., Ltd. | Domestic non-state-owned legal person | 36.10% | 196,151,100.00 | 0 | Not applicable | 0 |
| Jianshui County Jiejie Enterprise Management Co., Ltd. | Domestic non-state-owned legal person | 11.73% | 63,723,520.00 | 0 | Not applicable | 0 |
| Hong Kong Securities Clearing Company Limited | Overseas legal person | 1.55% | 8,396,358.00 | 0 | Not applicable | 0 |
| Industrial and Commercial Bank of China - E Fund GEM ETF | Others | 1.48% | 8,033,942.00 | 0 | Not applicable | 0 |
| Agricultural Bank of China Limited - Guotai Intelligent Vehicle Stock Fund | Others | 1.11% | 6,007,931.00 | 0 | Not applicable | 0 |
| National Social Security Fund 114 Portfolio | Others | 1.09% | 5,923,151.00 | 0 | Not applicable | 0 |
| Agricultural Bank of China Limited - CSI 500 ETF | Others | 1.02% | 5,532,859.00 | 0 | Not applicable | 0 |
| Guotai Junan Securities Co., Ltd - Guolianan CSI All-Index Semiconductor Products and Equipment ETF | Others | 0.92% | 5,014,648.00 | 0 | Not applicable | 0 |
| Wang Yan | Domestic natural person | 0.69% | 3,766,000.00 | 0 | Not applicable | 0 |
| Bank of China Limited - Guotai CES Semiconductor Industry ETF | Others | 0.62% | 3,353,231.00 | 0 | Not applicable | 0 |
| Shareholding of top ten shareholders with unrestricted shares (exclusive of refinancing shares and lockdown shares of executives) | | | | | | |

| Name of shareholder | The number of unrestricted shares held | Types and quantities of shares | |
|--|--|--------------------------------|----------------|
| | | Types of shares | Quantity |
| Jiangsu Yangjie Investment Co., Ltd. | 196,151,100.00 | RMB ordinary shares | 196,151,100.00 |
| Jianshui County Jiejie Enterprise Management Co., Ltd. | 63,723,520.00 | RMB ordinary shares | 63,723,520.00 |
| Hong Kong Securities Clearing Company Limited | 8,396,358.00 | RMB ordinary shares | 8,396,358.00 |
| Industrial and Commercial Bank of China - E Fund GEM ETF | 8,033,942.00 | RMB ordinary shares | 8,033,942.00 |
| Agricultural Bank of China Limited - Guotai Intelligent Vehicle Stock Fund | 6,007,931.00 | RMB ordinary shares | 6,007,931.00 |
| National Social Security Fund 114 Portfolio | 5,923,151.00 | RMB ordinary shares | 5,923,151.00 |
| Agricultural Bank of China Limited - CSI 500 ETF | 5,532,859.00 | RMB ordinary shares | 5,532,859.00 |
| Guotai Junan Securities Co., Ltd. - Semiconductor Products and Equipment ETF of CPIC Fund under CSI Broad Market Index | 5,014,648.00 | RMB ordinary shares | 5,014,648.00 |
| Wang Yan | 3,766,000.00 | RMB ordinary shares | 3,766,000.00 |
| Bank of China - Guotai CES Semiconductor Chip Industry ETF | 3,353,231.00 | RMB ordinary shares | 3,353,231.00 |
| Descriptions of affiliation or concerted action of the above shareholders | <p>1. The de facto controller of Jiangsu Yangjie Investment Co., Ltd. and Jianshui County Jiejie Enterprise Management Co., Ltd. is Ms. Liang Qin, who acts in concert;</p> <p>2. Ms. Wang Yan is the sister of the spouse of Ms. Liang Qin;</p> <p>3. Except for the aforementioned circumstances, the Company is neither aware of whether there is any affiliation among other shareholders nor whether they are persons acting in concert as stipulated in the Management Measures of Listed Companies for Acquisition.</p> | | |
| The shareholders' situation where the top ten shareholders participate in securities margin trading (if any) | Not applicable | | |

Participation of Shareholders holding more than 5% of shares, top ten shareholders and top ten shareholders with unrestricted shares in the lending of shares in the refinancing business

Applicable Not applicable

Changes from the previous period due to the lending/returning of shares in the refinancing business of the top ten shareholders and top ten shareholders with unrestricted shares

Applicable Not applicable

ii. Total number of the Company's preferred shareholders and shareholding of top ten preferred shareholders

Applicable Not applicable

iii. Changes in restricted shares

Applicable Not applicable

Unit: Share

| Name of | Opening | Quantity of | Quantity of | Closing | Reason for | Proposed date |
|---------|---------|-------------|-------------|---------|------------|---------------|
|---------|---------|-------------|-------------|---------|------------|---------------|

| shareholder | quantity of restricted shares | restricted shares lifted in this period | restricted shares increased in this period | quantity of restricted shares | restricted shares | for lifting restricted shares |
|---------------|-------------------------------|---|--|-------------------------------|--|-------------------------------|
| Liu Congning | 284,860.00 | 0 | 15,000 | 299,860.00 | The vesting registration of class II restricted shares within the second vesting period of the Company's Phase III restricted share incentives has been completed, adding restricted shares of executives. | - |
| Liang Yao | 285,469.00 | 0 | 11,250 | 296,719.00 | The vesting registration of class II restricted shares within the second vesting period of the Company's Phase III restricted share incentives has been completed, adding restricted shares of executives. | - |
| Chen Runsheng | 173,002.00 | 0 | 93,750 | 266,752.00 | The vesting registration of class II restricted shares within the second vesting period of the Company's Phase III restricted share incentives and that of class II restricted shares within the first vesting | - |

| | | | | | | | |
|-------------|------------|---|--------|------------|--|--|---|
| | | | | | | period of the Company's Phase IV restricted share incentives have been completed, adding restricted shares of executives. | |
| Xu Xiaobing | 74,377.00 | 0 | 15,000 | 89,377.00 | | The vesting registration of class II restricted shares within the second vesting period of the Company's Phase III restricted share incentives has been completed, adding restricted shares of executives. | - |
| Dai Juan | 201,094.00 | 0 | 11,250 | 212,344.00 | | The vesting registration of class II restricted shares within the second vesting period of the Company's Phase III restricted share incentives has been completed, adding restricted shares of executives. | - |
| Shen Ying | 8,250.00 | 0 | 8,250 | 16,500.00 | | The vesting registration of class II restricted shares within the second vesting period of the Company's Phase III restricted share | - |

| | | | | | | | |
|---------------|------------------|---------------|----------------|------------------|-----------|--|-----------|
| | | | | | | incentives has been completed, adding restricted shares of executives. | |
| Fan Fengbin | 7,500.00 | 0 | 7,500 | 15,000.00 | | The vesting registration of class II restricted shares within the second vesting period of the Company's Phase III restricted share incentives has been completed, adding restricted shares of executives. | - |
| Wang Jinxiong | 0 | 0 | 3,375 | 3,375.00 | | The vesting registration of class II restricted shares within the first vesting period of the Company's Phase IV restricted share incentives has been completed, adding restricted shares of executives. | - |
| Zhou Liming | 11,000.00 | 11,000 | 0 | 0 | - | - | - |
| Xu Jingjing | 10,000.00 | 10,000 | 0 | 0 | - | - | - |
| Total | 1,055,552 | 21,000 | 165,375 | 1,199,927 | -- | -- | -- |

III. Other Significant Events

Applicable Not applicable

IV. Quarterly Financial Statements

i. Financial statements

1. Consolidated balance sheet

Prepared by: Yangzhou Yangjie Electronic Technology Co., Ltd.

Unit: RMB

| Item | Closing balance | Opening balance |
|--|-------------------------|-------------------------|
| Current assets: | | |
| Monetary assets | 4,013,263,347.93 | 3,518,238,062.56 |
| Settlement funds | 0.00 | 0.00 |
| Loans to other banks | 0.00 | 0.00 |
| Held-for-trading financial assets | 63,246,249.13 | 41,785,067.71 |
| Derivative financial assets | 0.00 | 0.00 |
| Notes receivable | 30,378,409.46 | 12,863,153.42 |
| Accounts receivable | 1,740,521,735.70 | 1,515,579,463.24 |
| Receivables financing | 229,408,899.61 | 217,717,753.23 |
| Advances paid | 29,412,154.63 | 59,693,121.73 |
| Premiums receivable | | |
| Reinsurance accounts receivable | | |
| Reinsurance reserve receivable | | |
| Other receivables | 17,061,661.45 | 12,420,738.13 |
| Including: Interest receivable | | |
| Dividend receivable | | |
| Financial assets under reverse repo | | |
| Inventories | 1,149,153,136.71 | 1,145,317,621.74 |
| Including: Data resource | | |
| Contract assets | 714,146.64 | 1,609,591.36 |
| Assets held for sale | 0.00 | 0.00 |
| Non-current assets due within one year | 0.00 | 0.00 |
| Other current assets | 67,797,897.02 | 33,323,514.88 |
| Total current assets | 7,340,957,638.28 | 6,558,548,088.00 |
| Non-current assets: | | |
| Loans and advances | | |
| Debt investments | | |
| Other debt investments | | |
| Long-term receivables | | |
| Long-term equity investments | 64,127,592.53 | 62,372,039.75 |
| Other equity instrument investments | 0.00 | 0.00 |
| Other non-current financial assets | 692,157,517.85 | 649,575,265.88 |
| Investment property | 0.00 | 0.00 |
| Fixed assets | 3,244,795,967.75 | 3,480,422,021.32 |
| Construction in progress | 1,397,238,541.32 | 720,260,135.67 |
| Productive biological assets | 0.00 | 0.00 |
| Oil & gas assets | 0.00 | 0.00 |
| Right-of-use assets | 99,439,122.71 | 117,816,524.02 |
| Intangible assets | 202,686,880.86 | 211,533,873.67 |
| Including: Data resource | | |
| Development expenditures | | |
| Including: Data resource | | |
| Goodwill | 313,851,069.78 | 313,851,069.78 |
| Long-term prepayments | 123,395,836.40 | 117,867,540.00 |
| Deferred tax assets | 18,166,747.42 | 14,231,497.36 |

| | | |
|---|-------------------|-------------------|
| Other non-current assets | 188,583,172.59 | 380,445,695.65 |
| Total non-current assets | 6,344,442,449.21 | 6,068,375,663.10 |
| Total assets | 13,685,400,087.49 | 12,626,923,751.10 |
| Current liabilities: | | |
| Short-term borrowings | 1,099,691,736.21 | 553,968,908.45 |
| Central bank loans | 0.00 | 0.00 |
| Loans from other banks | 0.00 | 0.00 |
| Held-for-trading financial liabilities | 0.00 | 0.00 |
| Derivative financial liabilities | 0.00 | 0.00 |
| Notes payable | 313,575,746.59 | 239,394,631.11 |
| Accounts payable | 1,506,213,756.97 | 1,188,088,881.20 |
| Advances received | 0.00 | 0.00 |
| Contract liabilities | 24,075,722.93 | 35,088,567.84 |
| Financial assets under repo | | |
| Absorbing deposit and interbank deposit | | |
| Deposit for agency security transaction | | |
| Deposit for agency security underwriting | | |
| Employee benefits payable | 135,249,841.43 | 164,603,775.02 |
| Taxes and rates payable | 48,969,355.39 | 27,147,354.55 |
| Other payables | 58,220,105.70 | 50,397,974.95 |
| Including: Interest payable | | |
| Dividends payable | | |
| Handling fee and commission payable | | |
| Reinsurance accounts payable | | |
| Liabilities held for sale | | |
| Non-current liabilities due within one year | 365,200,558.78 | 445,321,187.64 |
| Other current liabilities | 1,371,092.32 | 3,594,982.83 |
| Total current liabilities | 3,552,567,916.32 | 2,707,606,263.59 |
| Non-current liabilities: | | |
| Insurance policy reserve | | |
| Long-term borrowings | 601,707,278.15 | 395,095,778.15 |
| Bonds payable | 0.00 | 0.00 |
| Including: Preferred shares | 0.00 | 0.00 |
| Perpetual bonds | 0.00 | 0.00 |
| Lease liabilities | 79,547,089.70 | 101,217,303.95 |
| Long-term payables | 0.00 | 0.00 |
| Long-term employee benefits payable | 0.00 | 0.00 |
| Provisions | 0.00 | 0.00 |
| Deferred income | 183,467,797.95 | 184,130,467.60 |
| Deferred tax liabilities | 246,164,451.37 | 232,867,475.88 |
| Other non-current liabilities | 181,065,625.00 | 319,316,563.00 |
| Total non-current liabilities | 1,291,952,242.17 | 1,232,627,588.58 |
| Total liabilities | 4,844,520,158.49 | 3,940,233,852.17 |
| Owners' equity: | | |
| Share capital | 543,347,787.00 | 543,014,987.00 |
| Other equity instruments | 0.00 | 0.00 |
| Including: Preferred shares | 0.00 | 0.00 |
| Perpetual bonds | 0.00 | 0.00 |
| Capital reserve | 4,070,478,042.45 | 4,059,355,866.45 |
| Less: Treasury shares | 90,528,153.80 | 59,962,257.01 |
| Other comprehensive income | 6,195,181.33 | 22,961,850.71 |
| Special reserve | 0.00 | 0.00 |
| Surplus reserve | 271,507,493.50 | 271,507,493.50 |

| | | |
|---|-------------------|-------------------|
| General risk reserve | 0.00 | 0.00 |
| Undistributed profit | 3,613,793,774.09 | 3,409,569,241.07 |
| Total equity attributable to the owners of the parent company | 8,414,794,124.57 | 8,246,447,181.72 |
| Non-controlling interest | 426,085,804.43 | 440,242,717.21 |
| Total owners' equity | 8,840,879,929.00 | 8,686,689,898.93 |
| Total liabilities and owners' equity | 13,685,400,087.49 | 12,626,923,751.10 |

Legal Representative: Liang Qin Chief Accountant: Dai Juan Head of Accounting Department: She Jing

2. Consolidated income statement from the beginning of the year to the end of the Reporting Period

Unit: RMB

| Item | Current period cumulative | Amount for the previous period |
|--|---------------------------|--------------------------------|
| I. Total Operating Revenue | 4,423,617,833.34 | 4,040,670,425.26 |
| Including: Operating revenue | 4,423,617,833.34 | 4,040,670,425.26 |
| Interest income | 0.00 | 0.00 |
| Premiums earned | 0.00 | 0.00 |
| Revenue from handling fees and commission | 0.00 | 0.00 |
| II. Total Operating Cost | 3,727,516,232.46 | 3,336,165,657.97 |
| Including: Operating cost | 3,051,244,125.07 | 2,793,133,065.69 |
| Interest expenditures | 0.00 | 0.00 |
| Handling fees and commission expenditures | 0.00 | 0.00 |
| Surrender value | 0.00 | 0.00 |
| Net payment of insurance claims | 0.00 | 0.00 |
| Net provision of insurance policy reserve | 0.00 | 0.00 |
| Premium bonus expenditures | 0.00 | 0.00 |
| Reinsurance expenses | 0.00 | 0.00 |
| Taxes and surcharges | 27,406,035.02 | 30,630,956.71 |
| Selling expenses | 180,682,467.74 | 162,526,238.75 |
| Administrative expenses | 213,317,436.36 | 202,909,551.08 |
| R&D expenses | 309,093,335.49 | 262,965,466.07 |
| Financial expenses | -54,227,167.22 | -115,999,620.33 |
| Including: Interest expenses | 0.00 | 0.00 |
| Interest income | 0.00 | 0.00 |
| Add: Other income | 101,824,790.01 | 31,177,863.39 |
| Investment income (losses are expressed with "-") | 595,495.39 | 37,183,848.96 |
| Including: Investment income from associates and joint ventures | 0.00 | 0.00 |
| Gains from derecognition of financial assets at amortized cost | 0.00 | 0.00 |
| Gains on foreign exchange (losses are expressed with "-") | 0.00 | 0.00 |
| Net exposure hedging gains (losses are expressed with "-") | 0.00 | 0.00 |
| Gains from changes in fair value (losses are expressed with "-") | -3,569,835.35 | -11,390,255.43 |
| Credit impairment loss (losses are expressed with "-") | -11,787,362.32 | -28,850,585.51 |
| Assets impairment loss (losses are expressed with "-") | -4,813,903.27 | -21,215,611.85 |

| | | |
|---|----------------|----------------|
| Gains on asset disposal (losses are expressed with "-") | 2,819,475.93 | 627,867.48 |
| III. Operating Profit (Losses are Expressed with "-") | 781,170,261.27 | 712,037,894.33 |
| Add: Non-operating revenue | 6,957,405.73 | 5,537,735.72 |
| Less: Non-operating expenditures | 6,092,883.15 | 18,723,967.95 |
| IV. Total Profit (Total Losses are Expressed with "-") | 782,034,783.85 | 698,851,662.10 |
| Less: Income tax | 112,901,611.09 | 82,983,082.73 |
| V. Net Profit (Net Losses are Expressed with "-") | 669,133,172.76 | 615,868,579.37 |
| i. Classified by operation continuity | | |
| 1. Net profit from continuing operations (net losses are expressed with "-") | 669,133,172.76 | 615,868,579.37 |
| 2. Net profit from discontinuing operations (net losses are expressed with "-") | | |
| ii. Categorized by ownership | | |
| 1. Net profit attributable to shareholders of parent company (net losses are expressed with "-") | 669,110,085.54 | 617,920,561.04 |
| 2. Net profit attributable to non-controlling shareholders (net losses are expressed with "-") | 23,087.22 | -2,051,981.67 |
| VI. Other Comprehensive Income after Tax | -16,766,669.38 | 7,784,067.08 |
| Net of other comprehensive income after tax, attributable to owners of the parent company | -16,766,669.38 | 7,784,067.08 |
| i. Other comprehensive income that will not be reclassified to profit or loss | 0.00 | 0.00 |
| 1. Remeasurement gains or losses of a defined benefit plan | 0.00 | 0.00 |
| 2. Other comprehensive income using the equity method that will not be reclassified to profit or loss | 0.00 | 0.00 |
| 3. Changes in fair value of other equity instrument investments | 0.00 | 0.00 |
| 4. Changes in fair value of enterprise's own credit risk | 0.00 | 0.00 |
| 5. Others | 0.00 | 0.00 |
| ii. Other comprehensive income to be reclassified to profit or loss | -16,766,669.38 | 7,784,067.08 |
| 1. Other comprehensive income that can be reclassified to profit or loss in equity method | 0.00 | 0.00 |
| 2. Changes in fair value of other debt investments | 0.00 | 0.00 |
| 3. Amount of financial assets reclassified into other comprehensive income | 0.00 | 0.00 |
| 4. Allowance for credit impairment of other debt investments | 0.00 | 0.00 |
| 5. Cash flow hedging reserves | 0.00 | 0.00 |
| 6. Exchange differences on translation of foreign currency financial statements | -16,766,669.38 | 7,784,067.08 |
| 7. Others | 0.00 | 0.00 |
| Net of tax of other comprehensive income attributable to non-controlling interests | 0.00 | 0.00 |
| VII. Total Comprehensive Income | 652,366,503.38 | 623,652,646.45 |
| i. Total comprehensive income attributable to owners of the parent company | 652,343,416.16 | 625,704,628.12 |
| ii. Total comprehensive income attributable to non-controlling interests | 23,087.22 | -2,051,981.67 |
| VIII. Earnings per share (EPS): | | |
| i. Basic EPS | 1.23 | 1.17 |
| ii. Diluted EPS | 1.23 | 1.17 |

Amongst business combination under common control in the current period, the net profit achieved by the merge prior to the combination is RMB (previous year: RMB).

Legal Representative: Liang Qin Chief Accountant: Dai Juan Head of Accounting Department: She Jing

3. Consolidated statement of cash flows from the beginning of the year to the end of the Reporting Period

Unit: RMB

| Item | Current period cumulative | Amount for the previous period |
|---|---------------------------|--------------------------------|
| I. Cash Flows from Operating Activities: | | |
| Cash receipts from sale of goods and the rendering of services | 3,477,418,469.63 | 3,750,702,959.38 |
| Net increase in customer bank deposits and due to banks and other financial institutions | 0.00 | 0.00 |
| Net increase in loans from the central bank | 0.00 | 0.00 |
| Net increase in funds borrowed from other financial institutions | 0.00 | 0.00 |
| Cash premiums received on original insurance contracts | 0.00 | 0.00 |
| Net cash received from re-insurance business | 0.00 | 0.00 |
| Net increase in deposits and investments from insurers | 0.00 | 0.00 |
| Cash received from interest, fees and commission | 0.00 | 0.00 |
| Net increase in funds deposit | 0.00 | 0.00 |
| Net increase in repurchase business funds | 0.00 | 0.00 |
| Net cash receipts from securities trading brokerage business | 0.00 | 0.00 |
| Tax refunds received | 47,869,699.72 | 23,328,435.71 |
| Cash received relating to other operating activities | 166,116,917.00 | 154,845,495.79 |
| Subtotal of cash inflows from operating activities | 3,691,405,086.35 | 3,928,876,890.88 |
| Cash paid for purchase of goods and services | 1,668,216,473.32 | 2,518,624,890.11 |
| Net increase of loans and advances to clients | 0.00 | 0.00 |
| Net increase in deposits with central bank and other financial institutions | 0.00 | 0.00 |
| Cash payments for insurance indemnities of original insurance contracts | 0.00 | 0.00 |
| Net increase in funds lent | 0.00 | 0.00 |
| Cash payments for interest, fees and commission | 0.00 | 0.00 |
| Cash payments for policy bonus | 0.00 | 0.00 |
| Cash payments for and on behalf of employees | 841,980,765.74 | 723,536,239.73 |
| Cash payments for taxes and rates | 155,560,681.67 | 144,117,304.26 |
| Other cash payments related to operating activities | 141,054,612.54 | 127,742,135.28 |
| Subtotal of cash outflows from operating activities | 2,806,812,533.27 | 3,514,020,569.38 |
| Net cash flows from operating activities | 884,592,553.08 | 414,856,321.50 |
| II. Cash Flows from Investing Activities: | | |
| Cash receipts from withdrawal of investments | 0.00 | 60,000,000.00 |
| Cash receipts from investment income | 4,228,570.56 | 3,701,496.45 |
| Net cash receipts from the disposal of fixed assets, intangible assets and other long-term assets | 1,863,347.40 | 6,091,738.89 |
| Net cash receipts from the disposal of subsidiaries & other business units | 0.00 | 0.00 |
| Other cash receipts related to investing activities | 75,260,316.23 | 183,708,327.72 |
| Subtotal of cash inflows from investing activities | 81,352,234.19 | 253,501,563.06 |
| Cash payments for the acquisition of fixed assets, intangible assets and other long-term assets | 464,378,657.89 | 350,582,082.94 |
| Cash payments for investments | 50,000,000.00 | 17,830,331.94 |
| Net increase in pledged borrowings | 0.00 | 0.00 |

| | | |
|---|------------------|------------------|
| Net cash payments for the acquisition of subsidiaries & other business units | 0.00 | 162,575,790.01 |
| Other cash payments related to investing activities | 91,291,389.25 | 64,814,600.06 |
| Subtotal of cash outflows from investing activities | 605,670,047.14 | 595,802,804.95 |
| Net cash flows from investing activities | -524,317,812.95 | -342,301,241.89 |
| III. Cash Flows from Financing Activities: | | |
| Cash receipts from absorbing investments | 17,274,976.00 | 1,517,662,356.10 |
| Including: Cash received by subsidiaries from non-controlling shareholders as investments | 5,820,000.00 | 45,000,000.00 |
| Cash receipts from borrowings | 1,615,000,000.00 | 1,007,103,016.22 |
| Other cash receipts related to financing activities | 0.00 | 0.00 |
| Subtotal of cash inflows from financing activities | 1,632,274,976.00 | 2,524,765,372.32 |
| Cash payments for the repayment of borrowings | 962,805,000.00 | 557,737,546.29 |
| Cash payments for distribution of dividends or profits and for interest expenses | 519,027,786.89 | 295,380,968.78 |
| Including: Dividends or profit paid to non-controlling shareholders of subsidiaries | 0.00 | 0.00 |
| Other cash payments related to financing activities | 35,027,331.90 | 70,670,468.69 |
| Subtotal of cash outflows from financing activities | 1,516,860,118.79 | 923,788,983.76 |
| Net cash flows from financing activities | 115,414,857.21 | 1,600,976,388.56 |
| IV. Effect of Foreign Exchange Rate Changes on Cash and Cash Equivalents | -29,313,792.52 | 84,937,826.43 |
| V. Net Increase in Cash and Cash Equivalents | 446,375,804.82 | 1,758,469,294.60 |
| Add: Opening balance of cash and cash equivalents | 3,474,836,947.19 | 1,429,416,363.84 |
| VI. Closing Balance of Cash and Cash Equivalents | 3,921,212,752.01 | 3,187,885,658.44 |

ii. Information on the first implementation of the year-beginning financial statement after the first implementation of the adjustments in the new accounting standards in 2024

Applicable Not applicable

iii. Auditor's report

Whether the Third Quarterly Report has been audited

Yes No

The Company's Third Quarterly Report has not been audited.

Board of Directors of Yangzhou Yangjie Electronic Technology Co., Ltd.