

Ningbo Shanshan Co., Ltd.

Third Quarterly Report 2024

Important Notes:

The Board of Directors, the Board of Supervisors, and directors, supervisors and senior management of the Company confirm that the content of this quarterly report is true, accurate and complete and has no false representations, misleading statements or material omissions, and they individually and collectively accept legal responsibility for such content.

Person in Charge of the Company, the Chief Financial Officer and the Person in Charge of the Accounting Authority (Head of the Accounting Department), hereby warrant the truthfulness, accuracy and completeness of the financial information contained in this quarterly report.

Have the third quarterly financial statements been audited

Yes No

I. Key Financial Data

(I) Key accounting data and financial indicators

Unit: Yuan Currency: RMB

| Items | The Reporting Period | Increase/ decrease over the same period of the previous year (%) | From the beginning of the year to the end of the reporting period | Increase/decrease from the beginning of the year to the end of the reporting period compared to the same period last year (%) |
|---|----------------------|--|---|---|
| Operating income | 4,463,778,802.55 | -14.84 | 13,283,634,838.46 | -9.69 |
| Net profit attributable to shareholders of the listed company | 5,638,334.61 | -97.02 | 23,212,871.27 | -98.07 |

| | | | | |
|---|------------------------------------|---------------------------------------|---|---------------------------------------|
| Net profit attributable to shareholders of the listed company, net of non-recurring profit and loss | 12,426,260.56 | -83.40 | 36,332,696.02 | -94.52 |
| Net cash flow from operating activities | N/A | N/A | 1,003,481,823.20 | N/A |
| Basic earnings per share (RMB/share) | 0.003 | -97.81 | 0.011 | -98.39 |
| Diluted earnings per share (RMB/share) | 0.003 | -97.81 | 0.011 | -98.39 |
| Weighted average return on net assets (%) | 0.027 | A decrease of 0.811 percentage points | 0.105 | A decrease of 5.073 percentage points |
| | At the end of the Reporting Period | At the end of the previous year | Increase/decrease at the end of the Reporting Period as compared with the previous year-end (%) | |
| Total assets | 47,575,697,226.03 | 48,474,965,995.75 | | -1.86 |
| Owners' equity attributable to shareholders of the listed company | 21,999,827,238.49 | 22,669,169,067.26 | | -2.95 |

Note: "The reporting period" refers to the three-month period from the beginning of this quarter to the end of this quarter. The same below.

In the first three quarters of 2024, the Company's performance declined year-on-year mainly due to the following reasons: 1) The polarizer business and anode business were affected by industry cycle fluctuations, and the market competition was fierce, resulting in a decline in product prices and a significant decrease in net profit compared to the same period last year; 2) The Company continued to push forward its focus strategy, divested non-core assets, and some of its equity-invested enterprises suffered significant losses, which had an adverse impact on the Company's performance for the current period; 3) Last year, the Company sold partial equity of its electrolyte business, approximately recognizing investment income RMB244 million, but there was no corresponding investment income from this business in the current period.

Despite facing significant challenges, the Company's core businesses of anode and polarizer still demonstrated strong operational resilience. In the first three quarters of 2024, the Company's anode material and polarizer businesses achieved a total operating revenue of RMB13.241 billion and a net profit of RMB517 million.

In the first three quarters of 2024, although the anode material industry still faced bottom pressure from the industry cycle, the Company maintained a strong growth momentum in sales of its anode material business through strategic adjustments such as optimizing product structure, deepening cooperation with major customers, and tapping into cost reduction potential. The anode material business has significantly increased its shipment volume to core customers such as CATL, ATL and etc., with rapid growth in orders in the digital field. The overall operating rate of factories in various regions was at a high level, further consolidating its position as a global leader in artificial graphite. In addition, with the gradual release of production capacity in the Company's integrated bases in Sichuan and Yunnan, the cost advantage of the integrated bases has become prominent, and the profitability of the anode material business has rapidly recovered, with a significant increase in profitability quarter-on-quarter.

At the same time, the Company's polarizer business has maintained steady growth in sales, further solidifying its position as an industry leader. Faced with increasingly fierce market competition and downward pressure on prices, the Company has effectively responded to business challenges and ensured the stable development of its polarizer business by increasing research and development efforts in high-end products, promoting lean production, and accelerating the localization and self-reliance of raw materials.

(II) Non-recurring profit and loss items and amounts

√ Applicable □ Not applicable

Unit: Yuan Currency: RMB

| Non-recurring Profit and Loss Items | Amount of the Period | Amount from the beginning of the year to the end of the reporting period |
|---|----------------------|--|
| Profit and loss on disposal of non-current assets, including the offsetting portion of the provision for impairment of assets that has been provisioned for | 1,130,065.88 | -56,161,822.27 |
| Government grants included in the current profit and loss, except those closely related to the company's normal operations, in compliance with national policies and regulations, enjoyed according to determined standards, and have a continuous impact on the company's profit and loss | 11,421,548.64 | 95,173,191.30 |
| Funds occupancy fees charged to non-financial enterprises included in the current period's profit and loss | | 3,675,997.31 |
| In addition to the effective hedging business related to the normal operation of the company, the profit or loss of fair value changes arising from the holding of financial assets and financial liabilities by non-financial enterprises and the loss or gain arising from the disposal of financial assets and financial liabilities | 746,965.68 | -5,928,034.32 |
| Non-operating income and expenses other than those | -17,982,464.37 | -38,342,286.56 |

| Non-recurring Profit and Loss Items | Amount of the Period | Amount from the beginning of the year to the end of the reporting period |
|---|----------------------|--|
| mentioned above | | |
| Less: Amount affected by income tax | 319,351.53 | 5,176,154.70 |
| Affected amount of non-controlling interest (after tax) | 1,784,690.26 | 6,360,715.52 |
| Total | -6,787,925.95 | -13,119,824.75 |

For companies that recognize non-recurring profit and loss items that are not listed in the “Explanatory Announcement No. 1 on Information Disclosure by Companies Offering Their Securities to the Public - Non-recurring Profit and Loss” (《公开发行证券的公司信息披露解释性公告第1号——非经常性损益》) as non-recurring profit and loss items with significant amounts, and for companies that recognize non-recurring profit and loss items listed in the “Explanatory Announcement No. 1 on Information Disclosure by Companies Offering Their Securities to the Public - Non-recurring Profit and Loss” (《公开发行证券的公司信息披露解释性公告第1号——非经常性损益》) as recurring profit and loss items, the reasons should be explained.

Applicable Not applicable

(III) Changes of key accounting data and financial indicators and reasons

Applicable Not applicable

| Items | Change ratio (%) | Main reasons |
|---|------------------|---|
| Net profit attributable to shareholders of the listed company_ the reporting period | -97.02 | The main reason is that during the reporting period, the sales volume of anode material and polarizer business of the Company has steadily increased. However, the Company was affected by changes in the industry market environment and the fierce market competition, resulting in a year-on-year decrease in the prices of products, leading to a year-on-year decline in net profit attributable to shareholders of the listed company. The investment income of Suiyong Holdings Co., Ltd., a participating company accounted for the equity method for long-term equity investments held by the Company, decreased year-on-year. |
| Net profit attributable to shareholders of the listed company after deducting non-recurring profit and loss_ the reporting period | -83.40 | |
| Basic earnings per share _ the reporting period | -97.81 | |
| Diluted earnings per share _the reporting period | -97.81 | |
| Net profit attributable to shareholders of the listed company_ from the beginning of the year to the end of the reporting period | -98.07 | The main reason is that during the first three quarters of 2024, the sales volume of anode material and polarizer business of the Company has steadily increased. However, the Company was affected by changes in the industry market environment and the fierce market competition, |

| | | |
|--|--------|--|
| | | resulting in a year-on-year decrease in the prices of products, leading to a year-on-year decline in net profit attributable to shareholders of the listed company. In this year, the Company's divestment of non-core assets, including equity in Ningbo Qingshan Automobile Co., Ltd. (including Inner Mongolia Qingshan Automobile Co., Ltd.), resulted in a loss of approximately RMB65 million. In the same period last year, the Company recognized investment income of approximately RMB244 million from the sale of partial equity of its electrolyte business. In addition, the investment income of Suiyong Holdings Co., Ltd., a participating company accounted for the equity method for long-term equity investments held by the Company, decreased year-on-year. |
| Net profit attributable to shareholders of the listed company after deducting non-recurring profit and loss_ from the beginning of the year to the end of the reporting period | -94.52 | The main reason is that during the first three quarters of 2024, the sales volume of anode material and polarizer business of the Company has steadily increased. However, the Company was affected by changes in the industry market environment and the fierce market competition, resulting in a year-on-year decrease in the prices of products, leading to a year-on-year decline in net profit attributable to shareholders of the listed company. |
| Net cash flow from operating activities_ from the beginning of the year to the end of the reporting period | N/A | In the first three quarters of 2024, the net cash flow from operating activities was RMB1 billion, while the net cash flow from operating activities in the same period last year was RMB-1.5 billion. This was mainly due to the Company's efforts to improve its supply chain management by increasing the use of receipts, strictly controlling the payment period for purchases, and strengthening collection of sales proceeds, which improved the cash flow from operating activities. |
| Basic earnings per share _from the beginning of the year to the end of the reporting period | -98.39 | The main reason is that during the first three quarters of 2024, the sales volume of anode material and polarizer business of the Company has steadily increased. However, the Company was affected by changes in the industry market environment and the fierce market competition, resulting in a year-on-year decrease in the prices of products, leading to a year-on-year decline in net |
| Diluted earnings per share _from the beginning of the year to the end of the reporting period | -98.39 | |

| | | |
|--|--|---|
| | | profit attributable to shareholders of the listed company. In this year, the Company's divestment of non-core assets, including equity in Ningbo Qingshan Automobile Co., Ltd. (including Inner Mongolia Qingshan Automobile Co., Ltd.), resulted in a loss of approximately RMB65 million. In the same period last year, the Company recognized investment income of approximately RMB244 million from the sale of partial equity of its electrolyte business. In addition, the investment income of Suiyong Holdings Co., Ltd., a participating company accounted for the equity method for long-term equity investments held by the Company, decreased year-on-year. |
|--|--|---|

II. Information of Shareholders

- (I) Table of total number of ordinary shareholders, the number of preferred shareholders with voting rights restored and shareholdings of the top ten shareholders

Unit: Share

| Total number of ordinary shareholders at the end of the Reporting Period | 155,717 | Total number of shareholders of preferred shares with recovered voting rights at the end of the Reporting Period (if any) | No | | | |
|---|---------------------------------------|---|----------------------------------|---|--|-------------|
| Shareholdings of the top ten shareholders (excluding the shares lent through refinancing) | | | | | | |
| Name of shareholders | Type of shareholders | The number of shares held | Percent age of share holding (%) | Number of restricted tradable shares held | Number of shares pledged, marked or frozen | |
| | | | | | Status of shares | Number |
| Shanshan Group Co., Ltd. | Domestic non-state-owned legal person | 782,222,036 | 34.71 | 205,264,756 | Pledged | 716,992,036 |
| | | | | | Marked | 287,012,036 |
| Ningbo Pengze Trading Co., Ltd. | Domestic non-state-owned legal person | 205,264,756 | 9.11 | 205,264,756 | Pledged | 205,264,756 |
| | | | | | Marked | 53,544,756 |
| Ningbo Yinzhou Jielun Investment Co., Ltd. | Domestic non-state-owned legal person | 77,873,254 | 3.46 | 77,873,254 | Pledged | 29,580,000 |
| | | | | | Frozen | 48,293,254 |
| Shanshan Holdings Co., Ltd. | Domestic | 72,212,189 | 3.20 | 0 | Pledged | 29,430,541 |

| | non-state-owned legal person | | | | Frozen | 42,781,648 |
|--|---|---------------------|-------------|---|--------|------------|
| | | | | | Marked | 29,430,541 |
| Tian An Property Insurance Co., Ltd. – Baoying No. 1 (天安财产保险股份有限公司—保赢1号) | Domestic non-state-owned legal person | 54,450,098 | 2.42 | 0 | None | |
| Hong Kong Securities Clearing Company Limited | Overseas legal person | 35,407,741 | 1.57 | 0 | None | |
| Bailian Group Co., Ltd. | State-owned legal person | 30,743,625 | 1.36 | 0 | None | |
| Agricultural Bank of China Limited - CSI 500 Trading Open End Index Securities Investment Fund(中国农业银行股份有限公司—中证500交易型开放式指数证券投资基金) | Others | 20,312,173 | 0.90 | 0 | None | |
| Ordos Donghengwang Trading Co., Ltd. (鄂尔多斯市东恒旺商贸有限公司) | Domestic non-state-owned legal person | 7,024,896 | 0.31 | 0 | None | |
| Zhuang, Wei | Domestic natural person | 4,858,500 | 0.22 | 0 | None | |
| Li, Zhihua | Domestic natural person | 4,858,500 | 0.22 | 0 | None | |
| Shareholdings of top ten shareholders not subject to trading restrictions (Shares lent through conversions are not included) | | | | | | |
| Name of shareholders | Number of tradable shares not subject to trading restrictions | Type and Number | | | | |
| | | Type | Number | | | |
| Shanshan Group Co., Ltd. | 576,957,280 | RMB ordinary shares | 576,957,280 | | | |
| Shanshan Holdings Co., Ltd. | 72,212,189 | RMB ordinary shares | 72,212,189 | | | |
| Tian An Property Insurance Co., Ltd. – Baoying No. 1 (天安财产保险股份有限公司—保赢1号) | 54,450,098 | RMB ordinary shares | 54,450,098 | | | |
| Hong Kong Securities Clearing Company Limited | 35,407,741 | RMB ordinary shares | 35,407,741 | | | |
| Bailian Group Co., Ltd. | 30,743,625 | RMB ordinary shares | 30,743,625 | | | |
| Agricultural Bank of China Limited - CSI 500 Trading Open End Index Securities Investment Fund(中国农业银行股份有限公司—中证500交易型开放式指数证券投资基金) | 20,312,173 | RMB ordinary shares | 20,312,173 | | | |

| | | | |
|---|--|---------------------|-----------|
| Ordos Donghengwang Trading Co., Ltd. (鄂尔多斯市东恒旺商贸有限公司) | 7,024,896 | RMB ordinary shares | 7,024,896 |
| Zhuang, Wei | 4,858,500 | RMB ordinary shares | 4,858,500 |
| Li, Zhihua | 4,858,500 | RMB ordinary shares | 4,858,500 |
| Industrial and Commercial Bank of China Limited - Guangfa Guozheng New Energy Vehicle Battery Trading Open Index Securities Investment Fund (中国工商银行股份有限公司—广发国证新能源车电池交易型开放式指数证券投资基金) | 4,506,442 | RMB ordinary shares | 4,506,442 |
| Explanation on related party or concert party relationship among the above shareholders | Shanshan Holdings Co., Ltd. is the controlling shareholder of Shanshan Group Co., Ltd. Ningbo Pengze Trading Co., Ltd. is a wholly-owned subsidiary of Shanshan Group Co., Ltd., and Ningbo Yinzhou Jielun Investment Co., Ltd. is a wholly-owned subsidiary of Shanshan Holdings Co., Ltd. Mr. Li Zhihua is a director and general manager of the Company, currently serving as a director of Shanshan Holdings Co., Ltd, whose holdings are derived from the shares obtained by the Company's equity incentive exercise and the additional holdings increase in the secondary market. Except for the above situations, the Company does not know whether there is any other related relationship between the above shareholders or whether they are acting in concert. | | |
| Description on engagement in securities margin trading and financing business by the top ten shareholders and the top ten shareholders not subject to trading restrictions (if any) | Shanshan Group Co., Ltd., holding 429,980,000 shares of the Company under the special pledge account for the convertible corporate bonds, 287,012,036 shares of the Company under ordinary securities account and 65,230,000 shares of the Company under credit securities account. Ordos Donghengwang Trading Co., Ltd., holding 2,729,100 shares of the Company under ordinary securities account and 4,295,796 shares of the Company under credit securities account. | | |

Note:

- As of the end of the reporting period, Shanshan Group Co., Ltd. held 782,222,036 shares of the Company, and a total of 716,992,036 shares were pledged. And both the holding shares and the accumulated pledged shares include a total of 429,980,000 shares transferred to the special pledge accounts by Shanshan Group Co., Ltd. due to the Non-Public Offering of Convertible Corporate Bonds. In addition to the number of shares pledged and marked in the table, the shares held by Shanshan Group Co., Ltd. at the end of the period had a waiting freeze, with a total of 252,997,848 shares.
- In addition to the number of shares pledged, frozen and marked in the table, the shares held by Shanshan Holdings Co., Ltd. at the end of the period had a waiting freeze, with a total of 111,249,187 shares.
- As of the end of the reporting period, Ningbo Shanshan Co., Ltd. held 101,219,494 shares of the Company in the special securities repurchase account, accounting for 4.49% of the Company's total share capital, which is not listed in the above shareholders' holdings.
- As of the end of the reporting period, the Company had 0 GDR in existence.

Participation of shareholders holding more than 5% of the shares, the top 10 shareholders and the top 10 shareholders of non-restricted circulating shares in lending of shares through refinancing

Applicable Not applicable

Unit: share

| Participation of top ten shareholders in lending of shares through refinancing | | | | | | | | |
|---|---|-----------|---|-----------|---|-----------|---|-----------|
| Name of shareholder (full name) | Shareholdings in general and credit accounts at the beginning of the period | | Shares lent through refinancing and unreturned at the beginning of the period | | Shareholdings in general and credit accounts at the end of the period | | Shares lent through refinancing and unreturned at the end of the period | |
| | Total | Ratio (%) | Total | Ratio (%) | Total | Ratio (%) | Total | Ratio (%) |
| Agricultural Bank of China Limited - CSI 500 Trading Open End Index Securities Investment Fund(中国农业银行股份有限公司—中证500 交易型开放式指数证券投资基金) | 6,067,228 | 0.27 | 1,825,200 | 0.08 | 20,312,173 | 0.90 | 0 | 0 |
| Industrial and Commercial Bank of China Limited - Guangfa Guozheng New Energy Vehicle Battery Trading Open Index Securities Investment Fund (中国工商银行股份有限公司—广发国证新能源车电池交易型开放式指数证券投资基金) | 3,559,642 | 0.16 | 1,069,900 | 0.05 | 4,506,442 | 0.20 | 0 | 0 |

Note: 1. The "beginning of the period" means the beginning of this year, "end of the period" means the end of current reporting period, the same below; 2. When calculating the ratio, the total share capital at the beginning of the period is 2,258,223,223 shares and the total share capital at the end of the period is 2,253,841,668 shares, the same below.

The top 10 shareholders and the top 10 shareholders of non-restricted circulating shares have changed from the previous period due to refinancing/lending/restitution reasons

Applicable Not applicable

Unit: share

The top 10 shareholders and the top 10 shareholders of non-restricted circulating shares have changed from the previous period due to refinancing/lending/restitution reasons

| Name of shareholder (full name) | Addition/exit during the Reporting Period | Number of shares lent through refinancing and unreturned at the end of the period | | Shareholdings in general and credit accounts of the shareholder and number of shares lent through refinancing and unreturned at the end of the period | |
|---|---|---|-----------|---|-----------|
| | | Total | Ratio (%) | Total | Ratio (%) |
| Agricultural Bank of China Limited - CSI 500 Trading Open End Index Securities Investment Fund(中国农业银行股份有限公司—中证 500 交易型开放式指数证券投资基金) | Addition | 0 | 0 | 20,312,173 | 0.90 |
| Industrial and Commercial Bank of China Limited - Guangfa Guozheng New Energy Vehicle Battery Trading Open Index Securities Investment Fund (中国工商银行股份有限公司—广发国证新能源车电池交易型开放式指数证券投资基金) | Addition | 0 | 0 | 4,506,442 | 0.20 |
| Industrial and Commercial Bank of China Limited- Huitianfu China Securities New Energy Vehicle Industry Index Initiated Securities Investment Fund (LOF)(中国工商银行股份有限公司—汇添富中证新能源汽车产业指数型发起式证券投资基金 (LOF)) | Exit | 0 | 0 | Unknown | Unknown |
| Bank of China Limited - Huaxia China Securities New Energy Vehicle Trading Open End Index Securities Investment Fund(中国银行股份有限公司—华夏中证新能源汽车交易型开放式指数证券投资基金) | Exit | 0 | 0 | Unknown | Unknown |

III. Other Reminders

Other important information about the operation of the Company during the Reporting Period that needs to be reminded of investors

Applicable Not applicable

IV. Quarterly Financial Statements

(I) Type of audit opinion

Applicable Not applicable

(II) Financial statement

Consolidated Balance Sheet

30 September 2024

Prepared by: Ningbo Shanshan Co., Ltd.

Unit: Yuan Currency: RMB

Type of Audit: Unaudited

| Item | 30 September 2024 | 31 December 2023 |
|--|-------------------|-------------------|
| Current assets: | | |
| Cash at bank and on hand | 3,839,347,200.32 | 4,855,725,462.72 |
| Deposit reservation for balance | | |
| Lending funds | | |
| Held-for-trading financial assets | | |
| Derivative financial assets | | |
| Notes receivable | 231,342,988.30 | 585,465,243.69 |
| Accounts receivable | 4,562,352,243.57 | 4,664,088,132.51 |
| Accounts receivable financing | 42,200,478.67 | 819,020,204.62 |
| Prepayments | 489,563,532.23 | 426,530,946.40 |
| Premium receivable | | |
| Reinsurance receivables | | |
| Reinsurance contract reserves receivable | | |
| Other receivables | 586,703,481.59 | 644,244,237.97 |
| Of which: Interest receivable | 368,191.70 | |
| Dividend receivable | 4,992,116.13 | 4,992,116.13 |
| Purchase of resale financial assets | | |
| Inventories | 7,141,417,754.32 | 5,356,304,178.24 |
| Of which: Data resources | | |
| Contract assets | | |
| Assets held for sales | | 504,815,183.07 |
| Non-current assets due within one year | | 43,356,102.91 |
| Other current assets | 945,128,259.54 | 1,234,162,149.72 |
| Total current assets | 17,838,055,938.54 | 19,133,711,841.85 |
| Non-current assets: | | |
| Borrowings and advances issued | | |
| Debt investment | | |
| Other debt investments | | |
| Long-term receivables | | |

| | | |
|--|-------------------|-------------------|
| Long-term equity investment | 6,993,555,690.59 | 7,072,095,065.18 |
| Investment in other equity instruments | 193,924,183.41 | 842,256,655.01 |
| Other non-current financial assets | 233,797,249.69 | 202,225,284.01 |
| Investment properties | | |
| Fixed assets | 11,475,320,086.86 | 10,917,093,804.09 |
| Construction in progress | 6,311,883,965.16 | 5,580,742,755.55 |
| Productive biological assets | | |
| Oil and gas assets | | |
| Right-of-use assets | 1,360,256,095.98 | 1,418,960,915.77 |
| Intangible assets | 1,971,404,939.09 | 2,000,046,938.77 |
| Of which: Data resources | | |
| Development costs | | |
| Of which: Data resources | | |
| Goodwill | 879,235,149.99 | 879,235,149.99 |
| Long-term deferred expense | 74,701,318.17 | 93,029,622.68 |
| Deferred income tax assets | 206,714,181.16 | 199,332,670.75 |
| Other non-current assets | 36,848,427.39 | 136,235,292.10 |
| Total non-current assets | 29,737,641,287.49 | 29,341,254,153.90 |
| Total assets | 47,575,697,226.03 | 48,474,965,995.75 |
| Current liabilities: | | |
| Short-term borrowings | 6,217,373,326.40 | 6,697,084,945.67 |
| Borrowings from the Central Bank | | |
| Borrowings from other banks and other financial institutions | | |
| Held-for-trading financial liabilities | | |
| Derivative financial liabilities | | |
| Notes payable | 485,079,618.23 | 824,517,193.64 |
| Accounts payable | 4,214,656,958.48 | 2,812,406,457.12 |
| Advances from customers | 2,851,336.83 | 20,835,376.00 |
| Contract liabilities | 12,746,333.08 | 12,376,375.15 |
| Financial assets sold for repurchase | | |
| Deposits from customers and interbanks | | |
| Receiving from vicariously traded securities | | |
| Receiving from vicariously sold securities | | |
| Employee benefits payable | 39,419,650.13 | 142,380,004.37 |
| Tax payable | 129,723,491.68 | 79,179,764.82 |
| Other payables | 465,254,818.47 | 517,714,766.96 |
| Including: Interest payable | | |
| Dividend payable | 701,360.00 | 701,360.00 |
| Handling charges and commissions payable | | |
| Dividend payable for reinsurance | | |
| Liabilities held for sale | | 427,188,378.77 |

| | | |
|---|-------------------|-------------------|
| Non-current liabilities due within one year | 2,142,173,977.69 | 3,073,368,219.55 |
| Other current liabilities | 1,534,851.18 | 1,498,699.04 |
| Total current liabilities | 13,710,814,362.17 | 14,608,550,181.09 |
| Non-current liabilities: | | |
| Reserve fund for insurance contracts | | |
| Long-term borrowings | 8,782,600,580.40 | 8,063,698,988.69 |
| Bonds payable | | |
| Of which: Preferred shares | | |
| Perpetual bonds | | |
| Lease liabilities | 828,002,557.17 | 776,916,639.42 |
| Long-term payables | 405,167,338.17 | 497,131,448.00 |
| Long-term employee benefits payable | | |
| Estimated liabilities | 48,536,121.90 | 75,868,748.26 |
| Deferred revenue | 468,821,793.20 | 467,257,728.18 |
| Deferred income tax liabilities | 373,665,516.20 | 392,686,578.55 |
| Other non-current liabilities | | |
| Total non-current liabilities | 10,906,793,907.04 | 10,273,560,131.10 |
| Total liabilities | 24,617,608,269.21 | 24,882,110,312.19 |
| Owners' equity (or shareholders' equity): | | |
| Paid-in capital (or share capital) | 2,253,841,668.00 | 2,258,223,223.00 |
| Other equity instruments | | |
| Of which: Preferred shares | | |
| Perpetual bonds | | |
| Capital reserve | 9,010,589,544.31 | 9,073,484,147.89 |
| Less: Treasury shares | 1,475,374,754.39 | 981,321,182.46 |
| Other comprehensive income | -185,269,765.14 | -77,894,085.74 |
| Special reserves | 10,880.60 | 1,724,238.27 |
| Surplus reserves | 292,801,918.55 | 292,801,918.55 |
| General risk provision | | |
| Retained earnings | 12,103,227,746.56 | 12,102,150,807.75 |
| Total owners' equity (or shareholders' equity) attributable to parent company | 21,999,827,238.49 | 22,669,169,067.26 |
| Minority interests | 958,261,718.33 | 923,686,616.30 |
| Total owners' equity (or shareholders' equity) | 22,958,088,956.82 | 23,592,855,683.56 |
| Total liabilities and owners' equity (or shareholders' equity) | 47,575,697,226.03 | 48,474,965,995.75 |

Person in charge of the Company: Zheng Ju
 charge of the accounting authority: Xu Lie

Person in charge of accounting: Li Keqin

Person in

Consolidated Income Statement

January-September 2024

Prepared by: Ningbo Shanshan Co., Ltd.

Unit: Yuan Currency: RMB

Type of Audit: Unaudited

| Item | The First Three Quarter of 2024 (January-September) | The First Three Quarter of 2023 (January-September) |
|--|---|---|
| I. Total operating revenue | 13,283,634,838.46 | 14,709,278,706.11 |
| Including: Operating income | 13,283,634,838.46 | 14,709,278,706.11 |
| Interest income | | |
| Earned premium | | |
| Fee and commission incomes | | |
| II. Total operating cost | 13,188,809,168.56 | 13,839,878,319.75 |
| Including: Operating cost | 11,279,394,551.86 | 12,102,032,724.84 |
| Interest expenses | | |
| Fee and commissions expenses | | |
| Cash surrender amount | | |
| Net payments for insurance claims | | |
| Net provision for insurance liability reserves | | |
| Policy dividend expenses | | |
| Reinsurance expenses | | |
| Tax and surcharge | 79,862,294.15 | 70,819,477.63 |
| Sales expenses | 177,365,807.90 | 165,356,847.98 |
| Administrative expenses | 468,755,156.95 | 450,516,216.23 |
| R&D expenses | 789,312,947.01 | 691,186,518.45 |
| Financial expenses | 394,118,410.69 | 359,966,534.62 |
| Including: Interest expense | 415,995,740.85 | 391,998,373.86 |
| Interest income | 54,473,828.18 | 68,372,899.51 |
| Add: Other incomes | 209,321,711.83 | 487,174,764.95 |
| Investment income (loss is indicated with "-") | -122,079,026.57 | 332,470,406.25 |
| Including: Income from investment in associates and joint ventures | -80,654,201.37 | -53,065,059.46 |
| Derecognized financial assets measured by amortized cost | | |
| Exchange gain (loss is indicated with "-") | | |
| Net exposure hedging income (loss is indicated with "-") | | |
| Income from change of fair value (loss is indicated with "-") | -5,928,034.32 | |
| Credit impairment losses (loss is indicated with "-") | -6,987,400.37 | -41,521,161.73 |
| Asset impairment losses (loss is indicated with "-") | 3,262,039.94 | 57,608,441.20 |
| Incomes of assets disposal (loss to be listed with "-") | 2,731,177.41 | -6,149,474.74 |
| III. Operating profit (loss is indicated with "-") | 175,146,137.82 | 1,698,983,362.29 |
| Add: Non-operating income | 6,012,281.92 | 7,977,576.88 |
| Less: Non-operating expenses | 44,354,568.48 | 24,794,132.52 |

| | | |
|---|----------------|------------------|
| IV. Total profit (total loss is indicated with “-”) | 136,803,851.26 | 1,682,166,806.65 |
| Less: Income tax expenses | 84,627,538.26 | 420,538,428.14 |
| V. Net profit (net loss is indicated with “-”) | 52,176,313.00 | 1,261,628,378.51 |
| (I) Classified by operating continuity | | |
| 1. Net profit from continuing operations (net loss is indicated with “-”) | 52,176,313.00 | 1,261,628,378.51 |
| 2. Net profit from discontinued operations (net loss is represented by “-”) | | |
| (II) Classified by ownership | | |
| 1. Net profits attributable to the shareholders of the parent company (net loss to be listed with “-”) | 23,212,871.27 | 1,202,181,393.74 |
| 2. Profits and losses attributable to minority interests (net loss to be listed with “-”) | 28,963,441.73 | 59,446,984.77 |
| VI. Other comprehensive income, net of tax | 32,253,865.65 | 135,322,981.80 |
| (I) Net other comprehensive income attributable to the parent company owners after tax | 32,262,640.39 | 135,322,981.80 |
| 1. Other comprehensive income that cannot be reclassified through profit or loss | 33,563,729.38 | 139,033,683.64 |
| (1) Changes arising from re-measurement of the defined benefit plan | | |
| (2) Other comprehensive income that cannot be reclassified into profits or losses under the equity method | | |
| (3) Changes in fair value of other equity instrument investments | 33,563,729.38 | 139,033,683.64 |
| (4) Changes in fair value of the enterprise’s credit risk | | |
| 2. Other comprehensive income that will be re-classified into profits or losses | -1,301,088.99 | -3,710,701.84 |
| (1) Other comprehensive income that can be reclassified into profits or losses under the equity method | 4,181,594.78 | 201,688.79 |
| (2) Changes in fair value of other debt investments | | |
| (3) Amount of financial assets reclassified into other comprehensive income | | |
| (4) Provision for impairment of credit in other debt investments | | |
| (5) Cash flow hedging reserve | | |
| (6) Exchange differences from translation of financial statements denominated in foreign currencies | -5,482,683.77 | -3,912,390.63 |
| (7) Others | | |
| (II) Net other comprehensive income attributable to minority interests after tax | -8,774.74 | |
| VII. Total comprehensive income | 84,430,178.65 | 1,396,951,360.31 |
| (I) Total comprehensive income attributable to owners of parent company | 55,475,511.66 | 1,337,504,375.54 |
| (II) Total comprehensive income attributable to minority | 28,954,666.99 | 59,446,984.77 |

| | | |
|---|-------|-------|
| shareholders | | |
| VIII. Earnings per share: | | |
| (I) Basic earnings per share (RMB/share) | 0.011 | 0.665 |
| (II) Diluted earnings per share (RMB/share) | 0.011 | 0.665 |

Person in charge of the Company: Zheng Ju
accounting: Li Keqin

Person in charge of
Person in charge of the accounting authority: Xu Lie

Consolidated Cash Flow Statement

January-September 2024

Prepared by: Ningbo Shanshan Co., Ltd.

Unit: Yuan Currency: RMB

Type of Audit: Unaudited

| Item | The First Three Quarter of 2024 (January-September) | The First Three Quarter of 2023 (January-September) |
|---|---|---|
| I. Cash flows from operating activities: | | |
| Cash received from sales of goods or rendering of services | 14,210,918,451.66 | 12,901,732,965.55 |
| Net increase in deposits from customers and placements from corporations in the same industry | | |
| Net increase in borrowings from the central bank | | |
| Net increase in placements from other financial institutions | | |
| Cash received for receiving premium of original insurance contract | | |
| Net cash received from 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 acting sale of securities | | |
| Tax refunds received | 570,771,193.95 | 143,549,432.69 |
| Other cash receipts related to operating activities | 347,743,699.61 | 636,909,712.42 |
| Subtotal of cash inflows from operating activities | 15,129,433,345.22 | 13,682,192,110.66 |
| Cash paid for goods purchased and services received | 11,720,988,681.79 | 12,068,429,780.19 |
| 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 | | |
| Net increase in placements to banks and other financial institutions | | |
| Cash paid for interests, fees and commissions | | |
| Cash paid for policy dividends | | |
| Cash paid to and for employees | 1,021,580,251.78 | 942,859,035.92 |
| Payments of all types of taxes | 967,610,686.35 | 1,413,329,006.97 |
| Other cash paid relating to operating activities | 415,771,902.10 | 807,213,304.97 |

| | | |
|---|-------------------|-------------------|
| Subtotal of cash outflows from operating activities | 14,125,951,522.02 | 15,231,831,128.05 |
| Net cash flow from operating activities | 1,003,481,823.20 | -1,549,639,017.39 |
| II. Cash flows from investment activities: | | |
| Cash received from the recovery of investments | 515,380,078.82 | 20,000,000.00 |
| Cash received from acquisition of investment income | 524,503,191.09 | 322,441,781.31 |
| Net amount of cash received from disposal of fixed assets, intangible assets and other long-term assets | 5,963,459.28 | 9,506,728.02 |
| Net cash received from disposal of subsidiaries and other business units | 26,257,327.43 | 139,490,047.75 |
| Other cash received relating to investment activities | 937,330,132.91 | |
| Subtotal of cash inflows from investing activities | 2,009,434,189.53 | 491,438,557.08 |
| Cash paid for acquisition of fixed assets, intangible assets and other long-term assets | 2,601,983,500.15 | 4,881,385,915.35 |
| Cash paid for investments | 185,940,023.85 | 805,652,031.29 |
| Net increase in pledge loans | | |
| Net cash paid for acquisition of subsidiaries and other business units | | |
| Other cash paid relating to investment activities | 163,538,850.00 | |
| Subtotal of cash outflows from investing activities | 2,951,462,374.00 | 5,687,037,946.64 |
| Net cash flows from investment activities | -942,028,184.47 | -5,195,599,389.56 |
| III. Cash flows from financing activities: | | |
| Cash received from absorption of investments | 29,480,000.00 | |
| Including: Cash received from subsidiaries absorbing investments from minority shareholders | 29,480,000.00 | |
| Cash received from borrowings | 8,954,395,275.93 | 13,091,803,349.65 |
| Other cash received relating to financing activities | 322,914,333.23 | 1,292,174,853.39 |
| Subtotal of cash inflows from financing activities | 9,306,789,609.16 | 14,383,978,203.04 |
| Cash payments for settlement of debts | 8,528,016,077.81 | 5,717,018,215.36 |
| Cash paid for distributing dividends and profits or paying interests | 900,179,939.96 | 1,027,573,418.05 |
| Including: Dividends and profits paid to minority shareholders by subsidiaries | | |
| Other cash payments relating to financing activities | 1,233,272,838.54 | 902,350,019.95 |
| Subtotal of cash outflows from financing activities | 10,661,468,856.31 | 7,646,941,653.36 |
| Net cash flows from financing activities | -1,354,679,247.15 | 6,737,036,549.68 |
| IV. Effect of changes in exchange rate on cash and cash equivalents | -14,568,091.18 | -17,492,775.57 |
| V. Net increase in cash and cash equivalents | -1,307,793,699.60 | -25,694,632.84 |
| Add: Opening balance of cash and cash equivalents | 4,024,541,676.69 | 3,911,177,960.18 |
| VI. Ending balance of cash and cash equivalents | 2,716,747,977.09 | 3,885,483,327.34 |

Person in charge of the Company: Zheng Ju
accounting: Li Keqin

Person in charge of
Person in charge of the accounting authority: Xu Lie

Information about the adjustments to the opening balances of financial statements for the first year of implementation due to new accounting standards or standard interpretations firstly implemented in 2024

Applicable Not applicable

It is hereby announced.

Board of Directors
Ningbo Shanshan Co., Ltd.
30 October 2024