

Stock Code: 002032

Abbreviation: Supor

Announcement No.: 2021-068

## Zhejiang Supor Co., Ltd.

### The Third Quarterly Report 2021

The Company and all members of the Board of Directors warrant that the information disclosure is true, accurate and complete, without any false statements, misleading information or major omissions.

#### Important Notes:

1. The Board of Directors, the Board of Supervisors, directors, supervisors, and senior executives of the Company shall guarantee the truthfulness, accuracy and completeness of the content of the quarterly report, without any false statements, misleading information or major omissions, and also assume several and joint legal liabilities.
2. The head of the Company, chief financial officer and person in charge of accounting department hereby confirm that the financial statement enclosed in this quarterly report is true, accurate and complete.
3. Whether the third quarter report has been audited

☐ Yes ☒ No

## I. Major Financial Data

### (I) Major accounting data and financial indicators

Does the company need to retroactively adjust or restate previous year's accounting data?

☐ Yes ☒ No

	This reporting period	Increased or decreased	From the beginning of the year to the end of the reporting period	Increased or decreased
Operating income (RMB)	5,231,222,288.72	2.22%	15,665,098,182.34	17.74%
Net profits attributable to shareholders of listed companies (RMB)	375,446,602.61	-9.40%	1,241,037,049.50	14.82%
Net profits attributable to shareholders of listed companies after deducting non-recurring profits or losses (RMB)	352,719,456.67	-9.81%	1,212,895,178.34	23.49%
Net cash flows from operating activities (RMB)	—	—	568,361,734.51	-7.36%
Basic earnings per share (RMB/share)	0.460	-9.45%	1.517	14.84%
Diluted earnings per share (RMB/share)	0.460	-9.27%	1.515	14.86%
Return on weighted average net assets	5.95%	-0.52%	17.54%	1.22%
	End of this reporting period	End of last year	Increased or decreased	
Total assets (RMB)	12,552,863,762.88	12,292,270,384.71	2.12%	
Owners' equities attributable to shareholders of listed companies (RMB)	6,991,776,271.11	7,200,939,908.92	-2.90%	

**(II) Items and amounts of non-recurring profits or losses**

√ Applicable    □ Not-applicable

Unit: RMB

Item	Amount in the current reporting period	Amount from beginning of the year to the end of the reporting period	Notes
Profits and losses on disposal of non-current assets (including the write-off of provision for asset impairment)	-110,562.67	-601,243.81	
Government subsidies included in the current profits and losses (except those that are closely related to the Company's normal business operations, comply with national policies and regulations and continuously available according to certain standard quota or quantity)	5,109,424.31	37,276,413.06	
Enterprise restructuring costs, such as expenses for employee placement and integration costs	2,543,938.62	-59,728,497.65	
Except effective hedging business related to the Company normal operational business, profits and losses from fair value changes caused by the held transactional finance assets and transactional financial liabilities, and investment income acquired from disposal of transactional financial assets, transactional finance liabilities and available-for-sale financial assets	17,045,259.47	69,797,378.43	
Non-operating income and expenses other than those mentioned above	3,382,680.36	4,569,203.47	
Other items of profits and losses conforming to the definition of non-recurring profits or losses	1,292,355.15	1,863,200.05	
Minus: income tax impact	6,464,909.52	24,676,959.63	
Effects on minority interest (after tax)	71,039.78	357,622.76	
Total	22,727,145.94	28,141,871.16	--

Specific circumstances of other items of profits and losses complying with the definition of non-recurring profits or losses:

□ Applicable    √ Not-applicable

No other items of profits and losses complying with the definition of non-recurring profits or losses in the Company.

Description of defining non-recurring profits or losses items listed in the *Explanatory Announcement No.1 on Disclosure of the Information of Companies Offering Their Securities to the Public -- Non-recurring Profit or Loss* as recurring profits and losses

□ Applicable    √ Not-applicable

The Company does not define the non-recurring profits or losses items listed in the *Explanatory Announcement No.1 on Disclosure of the Information of Companies Offering Their Securities to the Public -- Non-recurring Profit or Loss* as recurring profits and losses.**(III) Details and reasons of changes of major accounting data and financial indicators**

√ Applicable    □ Not-applicable

**Items of balance sheet:**

1. Transactional financial assets decreased by 65.36% from the beginning of the period, mainly due to the maturity and delivery of investment in capital-guaranteed floating-income financial products linked to interest rates in the current period.
2. Prepayments increased by 103.84% from the beginning of the period, mainly due to the increase in prepayments for materials purchased in the current period.
3. Other receivables decreased by 63.13% from the beginning of the period, mainly due to the receipt of export rebate for value-added tax receivable from the last year in the current period.
4. Construction in progress increased by 66.38% from the beginning of the period, mainly due to the increase in infrastructure projects of its subsidiaries in the current period.

5. Right-of-use assets increased by 100.00% from the beginning of the period, mainly due to the *New Lease Standards* implemented in the current period that listed the right to use leased assets during the lease term.
6. Notes payable increased by 100.00% from the beginning of the period, mainly due to the bank acceptance bill issued by the subsidiaries to pay suppliers in the current period.
7. Contract liabilities decreased by 58.88% from the beginning of the period, mainly due to the decrease in advance receipts from some distributors of its subsidiaries in the current period.
8. Other current liabilities decreased by 32.85% from the beginning of the period, mainly due to the decrease in advance receipts from some distributors of its subsidiaries in the current period led to a decrease in the tax to be transferred.
9. Leased liabilities increased by 100.00% from the beginning of the period, mainly due to the *New Lease Standards* implemented in the current period that listed the unpaid lease payments during the lease term.
10. Capital reserve decreased by 49.59% from the beginning of the period, mainly due to the Company cancelled the shares repurchased from the secondary market in the current period and the capital reserve offset by the amount paid for repurchasing stock in excess of the total book value.
11. Treasury share decreased by 99.60% from the beginning of the period, mainly due to the Company cancelled the shares repurchased from the secondary market in the current period.
12. Surplus reserve decreased by 100.00% from the beginning of the period, mainly due to the Company cancelled the shares repurchased from the secondary market in the current period, and the surplus reserve offset by the amount paid for repurchasing stock in excess of the total book value.

**Items of income statement:**

1. Administrative expenses increased by 32.86% over the same period of the last year, mainly due to the increase in labor costs for the removal of subsidiaries in the current period.
2. Financial expenses increased by 30.13% over the same period of the last year, mainly due to the implementation of the *New Lease Standards* in the current period led to an increase in interest expenses and the decrease in foreign exchange gains.
3. Investment income increased by 62.17% over the same period of the last year, mainly due to the increase in investment in term deposit in the current period led to an increase in interest revenue.
4. The profits and losses from changes in fair value decreased by 95.46% over the same period of the last year, mainly due to the decrease in investment in capital-guaranteed floating-income financial products in the current period led to a decrease in gains from changes in fair value.
5. Asset impairment losses increased by 127.02% over the same period of the last year, mainly due to the increase in impairment losses on fixed assets and inventory assets caused by the removal of subsidiaries.
6. Non-operating income decreased by 46.44% over the same period of the last year, mainly due to the estimated liabilities of fire-related litigation cases that were reversed in the same period last year.
7. Non-operating expenses decreased by 57.33% over the same period of the last year, mainly due to the donation of pandemic preventive logistics support materials and other expenses in the same period of the last year.
8. Income tax expenses increased by 58.45% over the same period of the last year, mainly due to the rise of comprehensive income tax rate in the current period.

**Items of cash flow statement:**

1. The net increase in cash and cash equivalents decreased by 417.78% over the same period of the last year, mainly due to the increase in cash expenses for stock repurchase in the cash outflow from financing activities in the current period.

## II. Shareholder Information

### (I). Table of number of common stockholders and preferred shareholders recovering voting rights and shareholdings of the top ten shareholders

Unit: Share

Total number of common shareholders at the end of the reporting period	22,930	Total number of preferred shareholders recovering voting rights at the end of the reporting period (if any)	0			
Shareholding of the top 10 shareholders						
Name of shareholder	Nature of shareholders	Shareholding ratio	Shareholding quantity	Shareholding quantity with trading restrictions	Pledge, marking or freezing situation	
					Stock status	Share number
SEB INTERNATIONALE S.A.S	Foreign legal entity	82.44%	666,681,904	206,367,590		
Hong Kong Securities Clearing Company Ltd.	Foreign legal entity	6.87%	55,568,468	0		
Bank of China - E-Fund Selected Complex Securities Investment Fund	Others	2.12%	17,128,200	0		
E-Fund Management Co., Ltd. - Social Security Fund 1104 Portfolio	Others	0.92%	7,410,113	0		
BNP Paribas - Own Funds	Foreign legal entity	0.61%	4,918,981	0		
ABC - E-Fund Consumption Industry Securities Investment Fund	Others	0.37%	3,004,755	0		
Fidelity Mutual Fund & Investment Management - clients' capital	Foreign legal entity	0.34%	2,746,622	0		
E-Fund - ABC - China Pacific Life Insurance Stock Relative Income Products (Guaranteed Dividends) Entrusted Investment	Others	0.13%	1,081,387	0		
Ping An Securities - Ping An Insurance - Dividends - Individual Insurance Dividends - Ping An Securities - Ping An Life Insurance Participating Insurance Equity Entrusted Investment No. 2 Entrusted Asset Management Plan	Others	0.08%	648,110	0		
Hong Kong and Shanghai Banking Corporation Limited	Foreign legal entity	0.07%	599,317	0		
Shareholding situation regarding top 10 shareholders with non-restricted conditions						
Name of shareholder	Shareholding quantity with non-restricted conditions			Type of share		
				Type of share	Share number	
SEB INTERNATIONALE S.A.S	460,314,314			RMB common share	460,314,314	
Hong Kong Securities Clearing Company Ltd.	55,568,468			RMB common share	55,568,468	
Bank of China - E-Fund Selected Complex Securities Investment Fund	17,128,200			RMB common share	17,128,200	
E-Fund Management Co., Ltd. - Social Security Fund 1104 Portfolio	7,410,113			RMB common share	7,410,113	
BNP Paribas - Own Funds	4,918,981			RMB common share	4,918,981	
ABC - E-Fund Consumption Industry Securities Investment Fund	3,004,755			RMB common share	3,004,755	
Fidelity Mutual Fund & Investment Management - clients' capital	2,746,622			RMB common share	2,746,622	
E-Fund - ABC - China Pacific Life Insurance Stock Relative Income Products (Guaranteed Dividends) Entrusted Investment	1,081,387			RMB common share	1,081,387	
Ping An Securities - Ping An Insurance - Dividends - Individual Insurance Dividends - Ping An Securities - Ping An Life Insurance Participating Insurance Equity Entrusted Investment	648,110			RMB common share	648,110	

No. 2 Entrusted Asset Management Plan			
Hong Kong and Shanghai Banking Corporation Limited	599,317	RMB common share	599,317
Description of associated relationships or concerted action of the above shareholders	Both Bank of China - E-Fund Selected Complex Securities Investment Fund & ABC - E-Fund Consumption Industry Securities Investment Fund belong to E-Fund. The Company is not aware of whether there is any relationship among other shareholders, and whether they are parties executing concerted action as stipulated in the <i>Measures for the Administration of Takeover of Listed Companies</i> .		
Instruction to top 10 shareholders participating in financing and securities business (if any)	None		

## (II) Table of total number of the Company's preferred shareholders and shareholdings of top 10 preferred shareholders

☐ Applicable    ☒ Not-applicable

## III. Other Major Events

☒ Applicable    ☐ Not-applicable

1. On April 22, 2021, the Proposal on Public Shares Repurchase Plan was reviewed and approved by the 6<sup>th</sup> Session of Seventh Board of Directors and the First Interim General Meeting of Shareholders 2021, the aim of this Stock Repurchase Plan is to reduce registered capital fund of the Company. The maximum price for repurchasing shares shall not exceed CNY77.80 per share (adjusted to CNY76.52 per share after Profit Distribution for 2020 Fiscal Year). The top limitation of shares to be repurchased will not exceed 8,168,466 shares and the bottom limitation of shares will not be lower than 4,084,233 shares. The Company has completed the share repurchase plan on September 10, 2021. The actual number of shares repurchased by the Company was 4,165,070 shares, accounting for 0.51% of the Company's total capital stock. The highest transaction price was 69.97 RMB/share, and the lowest transaction price was 48.56 RMB/share. The total amount paid was RMB 242,020,400 (excluding transaction costs). The Company has completed the cancellation of the above-mentioned shares on September 24, 2021.

The proposal of share repurchase plan was reviewed and adopted by First Interim General Meeting of Shareholders in 2021 convened on May 12, 2021, and the *Repurchase Report on Public Shares* was published on May 13, 2021. For detailed contents, please see the *Repurchase Report on Public Shares* (Announcement No.: 2021-042), *Announcement on Adjusting Share Price Ceiling for Public Shares Repurchase* (Announcement No.: 2021-044) and *Announcement on the Progress of Public Shares Repurchase* (Announcement No.: 2021-045, 2021-051, 2021-055 and 2021-061), *Announcement on the First Share Repurchase* (Announcement No.: 2021-046), *Announcement on Completion of Public Shares Repurchase Plan* (Announcement No.: 2021-063) and *Announcement on Completion of Cancellation of Repurchased Shares from Public Shares Repurchase Plan* (Announcement No.: 2021-064) disclosed on Securities Times, China Securities Journal, Securities Daily, and <http://www.cninfo.com.cn>.

2. The Company convened the 8<sup>th</sup> Session of the Seventh Board of Directors on August 26, 2021, which reviewed and adopted the Proposal on Adjusting the Use of the Repurchased Shares, and planned to change the original purpose of "implementation of equity incentive" to "cancel and reduction of registered capital", with a total of 4,003,115 shares cancelled. The above matters have been reviewed and approved by the Company's Second Interim General Meeting of Shareholders held on September 13, 2021. The Company has completed the cancellation of the above-mentioned shares on September 24, 2021.

For details, please refer to the *Announcement on Changing the Use of Repurchased Shares* (Announcement No. 2021-059) and the *Announcement on Completion of Cancellation of Repurchased Shares from Public Shares Repurchase Plan* (Announcement No.: 2021-064) disclosed on *Securities Times*, *China Securities Journal*, *Securities Daily*, and <http://www.cninfo.com.cn> on August 27, 2021 and September 28, 2021.

## IV. Quarterly Financial Statements

### (I) Financial statements

#### 1. Consolidated balance sheet

Prepared by: Zhejiang Supor Co., Ltd.

Unit: RMB

Item	September 30, 2021	December 31, 2020
Current assets:		
Monetary capital	1,900,812,041.70	1,719,785,919.04
Settlement provisions		
Lending funds		
Transactional financial asset	40,180,843.00	115,992,105.03
Derivative financial assets		
Notes receivable	193,535,578.21	245,053,093.69
Accounts receivable	2,878,835,339.95	2,228,302,318.44
Receivables financing	334,352,232.36	321,162,886.99
Advance payment	365,869,595.00	179,491,969.23
Premiums receivable		
Reinsurance accounts receivable		
Reinsurance contract reserve receivable		
Other receivables	14,809,309.66	40,164,877.32
Where: Interests receivable		
Dividends receivable		
Reverse-REPO financial assets		
Inventory	2,331,276,128.28	2,409,298,690.29
Contract assets		
Held-for-sale asset		
Non-current assets due within one year		
Other current assets	2,085,543,424.09	2,857,567,546.59
Total current assets	10,145,214,492.25	10,116,819,406.62
Non-current asset:		
Loan and advance issuing		
Debt investments		
Other debt investments		
Long-term receivables		
Long-term equity investments	65,529,003.34	64,448,318.46
Other equity instrument investments		
Other non-current financial assets		
Investment properties		
Fixed assets	1,215,837,728.11	1,228,535,067.85
Construction in progress	78,492,619.89	47,175,324.72
Productive biological assets		
Oil-and-gas assets		
Right-of-use assets	212,376,610.15	
Intangible assets	453,865,332.55	461,801,363.50

Development expenses		
Goodwill		
Long-term unamortized expenses	31,593.14	1,621,068.83
Deferred income tax assets	381,516,383.45	371,869,834.73
Other non-current assets		
Total non-current assets	2,407,649,270.63	2,175,450,978.09
Total assets	12,552,863,762.88	12,292,270,384.71
Current liabilities:		
Short-term loans	2,718,000.00	
Borrowings from the Central Bank		
Borrowing funds		
Transactional financial liabilities		
Derivative financial liabilities		
Notes payable	1,013,900,000.00	
Accounts payable	3,142,967,481.64	3,252,438,690.98
Advance receipt		
Contract liabilities	349,888,814.53	850,983,303.37
Financial assets sold for repurchase		
Deposits from customers and interbank		
Acting trading securities		
Acting underwriting securities		
Employee remuneration payable	278,289,899.93	311,346,204.07
Taxes payable	206,296,222.86	170,298,793.36
Other payables	76,036,868.58	94,521,442.67
Where: Interests payable		
Dividends payable		
Handling fees and commissions payable		
Reinsurance accounts payable		
Held-for-sale liabilities		
Non-current liabilities due within one year		
Other current liabilities	239,662,030.71	356,888,937.14
Total current liabilities	5,309,759,318.25	5,036,477,371.59
Non-current liabilities:		
Reinsurance contract reserve		
Long-term loans		
Bonds payable		
Where: Preferred shares		
Perpetual bonds		
Leased liabilities	199,980,823.96	
Long-term payables		
Long-term employee remuneration payable	2,104,703.79	2,611,773.09
Estimated liabilities	15,150,000.00	15,150,000.00
Deferred income		
Deferred income tax liabilities	1,307,250.00	1,307,250.00
Other non-current liabilities		
Total non-current liabilities	218,542,777.75	19,069,023.09

Total liabilities	5,528,302,096.00	5,055,546,394.68
Owners' equities:		
Share capital	808,678,476.00	821,083,860.00
Other equity instruments		
Where: Preferred shares		
Perpetual bonds		
Capital reserves	114,362,577.74	226,859,041.81
Minus: Treasury share	1,629,200.00	412,206,786.34
Other comprehensive incomes	-35,402,398.63	-39,031,832.57
Special reserves		
Surplus reserves		401,648,181.64
General risk reserves		
Undistributed profits	6,105,766,816.00	6,202,587,444.38
Total owners' equities belonging to parent Company	6,991,776,271.11	7,200,939,908.92
Minority shareholders' equities	32,785,395.77	35,784,081.11
Total owners' equities	7,024,561,666.88	7,236,723,990.03
Total liabilities and owners' equities	12,552,863,762.88	12,292,270,384.71

Legal representative: Thierry de LA TOUR D'ARTAISE Person in charge of accounting: Xu Bo Person in charge of accounting department: Xu Bo

## 2. Consolidated income statement from the beginning of the year to the end of the reporting period

Unit: RMB

Item	Amount incurred in the current period	Amount incurred in prior period
I. Total operating income	15,665,098,182.34	13,304,693,701.70
Where: Operating income	15,665,098,182.34	13,304,693,701.70
Interest revenue		
Earned premium		
Handling fees and commissions revenue		
II. Total operating costs	14,149,594,486.43	12,096,071,159.42
Where: Operating costs	11,614,168,445.52	9,927,948,024.40
Interest expenses		
Handling fees and commissions expenses		
Surrender value		
Net payment for insurance claims		
Withdrawal of net reserve fund for insurance contract		
Policy dividend expenses		
Reinsurance costs		
Taxes and surcharges	77,434,805.65	70,871,473.11
Sales expenses	1,863,772,472.94	1,590,600,044.72
Administrative expenses	295,846,378.61	222,675,391.53
R&D expenses	306,432,259.19	295,511,558.71
Financial expenses	-8,059,875.48	-11,535,333.05
Where: Interest expenses	7,263,895.88	328,287.57
Interest revenue	21,627,791.78	21,927,421.29
Plus: Other revenues	38,198,881.41	41,764,658.14

Investment income ("-" for loss)	70,008,245.57	43,169,669.65
Where: Investment income of associated enterprises and joint ventures	1,397,423.62	1,862,171.10
Derecognition incomes of financial assets measured by amortized cost		
Exchange gain ("-" for loss)		
Net exposure hedge incomes ("-" for loss)		
Gains from changes in fair value ("-" for loss)	1,186,556.48	26,136,167.03
Credit impairment ("-" for loss)	-29,252,714.01	-37,685,059.17
Asset impairment loss ("-" for loss)	-4,849,966.22	17,951,108.15
Assets disposal income ("-" for loss)	-568,688.68	-399,149.95
III. Operating profits ("-" for loss)	1,590,226,010.46	1,299,559,936.13
Plus: Non-operating income	6,255,865.08	11,679,829.68
Minus: Non-operating expenses	3,641,685.09	8,534,239.39
IV. Total profits ("-" for total loss)	1,592,840,190.45	1,302,705,526.42
Minus: Income tax expenses	354,629,838.04	223,813,134.51
V. Net profits ("-" for net loss)	1,238,210,352.41	1,078,892,391.91
(I) Classified by operation sustainability		
1. Net profits from continuing operation ("-" for net loss)	1,238,210,352.41	1,078,892,391.91
2. Net profits from discontinuing operation ("-" for net loss)		
(II) Classified by ownership		
1. Net profits attributable to the owners of the parent Company	1,241,037,049.50	1,080,892,547.17
2. Minority shareholders' profit and loss	-2,826,697.09	-2,000,155.26
VI. After-tax net amount of other comprehensive incomes	3,457,445.69	-7,460,733.98
After-tax net amount of other comprehensive incomes attributable to the owners of the parent Company	3,629,433.94	-7,025,465.73
(I) Other comprehensive incomes that cannot be reclassified into profits and losses		
1. Re-measurement of changed amount in the defined benefit plan		
2. Other comprehensive incomes that cannot be transferred into profits or losses under the equity method		
3. Changes in fair value of other equity instrument investments		
4. Changes in fair value of enterprise credit risks		
5. Others		
(II) Other comprehensive incomes to be reclassified into profits and losses	3,629,433.94	-7,025,465.73
1. Other comprehensive incomes that can be transferred into profits and losses under the equity method		
2. Changes in fair value of other debt investments		
3. Amount of financial assets reclassified into other comprehensive incomes		
4. Credit impairment provision of other debt investments		
5. Cash flow hedging reserves		
6. Conversion difference in foreign currency financial statement	3,629,433.94	-7,025,465.73
7. Others		
After-tax net amount of other comprehensive incomes attributable to minority shareholders	-171,988.25	-435,268.25
VII. Total comprehensive incomes	1,241,667,798.10	1,071,431,657.93
Total comprehensive incomes attributable to the owners of the parent Company	1,244,666,483.44	1,073,867,081.44
Total comprehensive incomes attributable to the minority shareholders	-2,998,685.34	-2,435,423.51
VIII. Earnings per share:		
(I) Basic earnings per share	1.517	1.321

(II) Diluted earnings per share	1.515	1.319
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As for the enterprise merger under the same control in the current period, net profits achieved by the acquiree before the consolidation is: RMB 0.00, and the net profit achieved by the acquiree for the prior period is: RMB 0.00

Legal representative: Thierry de LA TOUR D'ARTAISE Person in charge of accounting: Xu Bo Person in charge of accounting department: Xu Bo

### 3. Consolidated cash flow statement from the beginning of the year to the end of the reporting period

Unit: RMB

Item	Amount incurred in the current period	Amount incurred in prior period
<b>I. Cash flow generated from operating activities:</b>		
Cash received from sales of goods or labor provision	11,860,419,107.94	8,495,154,843.46
Net increase amount in customer deposits and inter-bank deposits		
Net increase amount of borrowings from the Central Bank		
Net increase amount of borrowing funds from other financial organizations		
Cash received from the original insurance contract premium		
Net cash received from reinsurance premiums		
Net increase amount in insured savings and sum invested		
Cash collected from interests, handling fees and commissions		
Net increase amount of borrowing funds		
Net increase amount of repurchase business funds		
Net cash received from vicariously traded securities		
Taxes refunds received	504,724,266.58	250,606,798.22
Other cash received related to operating activities	103,132,133.03	82,459,815.60
Subtotal of cash inflows from operating activities	12,468,275,507.55	8,828,221,457.28
Cash paid for purchasing of goods and accepting labor services	7,827,203,001.10	5,463,536,920.44
Net increase amount of customer loans and advances		
Net increase amount of deposit in Central Bank and interbank payments		
Cash paid for the claim payment of the original insurance contract		
Net increase amount of lending funds		
Cash paid for interests, handling fees and commissions		
Cash paid for policy dividends		
Cash paid to and for employees	1,374,487,866.57	1,155,349,535.62
Payment of all types of taxes and fees	899,813,207.32	656,378,033.47
Other cash paid related to operating activities	1,798,409,698.05	939,416,852.28
Subtotal of cash outflows from operating activities	11,899,913,773.04	8,214,681,341.81
Net cash flows from operating activities	568,361,734.51	613,540,115.47
<b>II. Cash flow generated from investing activities:</b>		
Cash received from recouping investment		
Cash received from investment income	24,866,811.28	31,821,547.04
Net cash received from the disposal of fixed assets, intangible assets and other long-term assets	864,112.50	514,967.66
Net cash paid for the disposal of subsidiaries and other business units		
Other cash received related to investing activities	1,575,003,017.64	3,804,707,488.53
Subtotal of cash inflows from investing activities	1,600,733,941.42	3,837,044,003.23
Cash paid for the construction of fixed assets, intangible assets and other long-term assets	178,582,342.48	228,670,819.81

Cash paid for investments		
Net increase amount in pledge loans		
Net cash paid for acquiring subsidiaries and other business units		
Other cash paid for investing activities	640,000,000.00	2,845,000,000.00
Subtotal of cash outflows from investing activities	818,582,342.48	3,073,670,819.81
Net cash flow from investing activities	782,151,598.94	763,373,183.42
III. Cash flow generated from financing activities:		
Cash received from absorbing investment		28,800,000.00
Where: Cash received by subsidiaries from absorbing investment from minority shareholders		28,800,000.00
Cash received from borrowing		
Other cash received related to financing activities	2,718,000.00	2,056,500.00
Subtotal of cash inflows from financing activities	2,718,000.00	30,856,500.00
Cash paid for repayment of debts		
Cash paid for distribution of dividends, profits or repayment of interest	1,048,601,714.34	1,087,305,603.23
Where: Dividends and profits paid by subsidiaries to minority shareholders		
Other cash paid for financing activities	407,682,087.04	279,894,789.91
Subtotal of cash outflows from financing activities	1,456,283,801.38	1,367,200,393.14
Net cash flow from financing activities	-1,453,565,801.38	-1,336,343,893.14
IV. Effect of change in exchange rate on cash and cash equivalents	1,163,590.59	-8,506,887.52
V. Net amount increased of cash and cash equivalents	-101,888,877.34	32,062,518.23
Plus: Opening balance of cash and cash equivalents	1,655,785,919.04	1,234,132,657.16
VI. Ending balance of cash and cash equivalents	1,553,897,041.70	1,266,195,175.39

## (II) Statement of adjustment of the financial statement

### 1. Adjustment on relevant items in the financial statements at the beginning of the year after the first implementation of the *New Lease Standards* in 2021

√ Applicable    □ Not-applicable

Whether need to adjust the balance sheet account at the beginning of the year

√ Yes    □ No

Consolidated balance sheet

Unit: RMB

Item	December 31, 2020	January 1, 2021	Adjusted amount
Current asset:			
Monetary capital	1,719,785,919.04	1,719,785,919.04	
Settlement provisions			
Lending funds			
Transactional financial asset	115,992,105.03	115,992,105.03	
Derivative financial assets			
Notes receivable	245,053,093.69	245,053,093.69	
Accounts receivable	2,228,302,318.44	2,228,302,318.44	
Receivables financing	321,162,886.99	321,162,886.99	
Advance payment	179,491,969.23	179,491,969.23	
Premiums receivable			
Reinsurance accounts receivable			
Reinsurance contract reserve receivable			

Other receivables	40,164,877.32	40,164,877.32	
Where: Interests receivable			
Dividends receivable			
Reverse-REPO financial assets			
Inventory	2,409,298,690.29	2,409,298,690.29	
Contract assets			
Held-for-sale asset			
Non-current assets due within one year			
Other current assets	2,857,567,546.59	2,857,567,546.59	
Total current assets	10,116,819,406.62	10,116,819,406.62	
Non-current asset:			
Loan and advance issuing			
Debt investments			
Other debt investments			
Long-term receivables			
Long-term equity investments	64,448,318.46	64,448,318.46	
Other equity instrument investments			
Other non-current financial assets			
Investment properties			
Fixed assets	1,228,535,067.85	1,228,535,067.85	
Construction in progress	47,175,324.72	47,175,324.72	
Productive biological assets			
Oil-and-gas assets			
Right-of-use assets		181,194,821.00	181,194,821.00
Intangible assets	461,801,363.50	461,801,363.50	
Development expenses			
Goodwill			
Long-term unamortized expenses	1,621,068.83	1,621,068.83	
Deferred income tax assets	371,869,834.73	371,869,834.73	
Other non-current assets			
Total non-current assets	2,175,450,978.09	2,356,645,799.09	181,194,821.00
Total assets	12,292,270,384.71	12,473,465,205.71	181,194,821.00
Current liabilities:			
Short-term loans			
Borrowings from the Central Bank			
Borrowing funds			
Transactional financial liabilities			
Derivative financial liabilities			
Notes payable			
Accounts payable	3,252,438,690.98	3,252,438,690.98	
Advance receipt			
Contract liabilities	850,983,303.37	850,983,303.37	
Financial assets sold for repurchase			
Deposits from customers and interbank			
Acting trading securities			
Acting underwriting securities			

Employee remuneration payable	311,346,204.07	311,346,204.07	
Taxes payable	170,298,793.36	170,298,793.36	
Other payables	94,521,442.67	94,521,442.67	
Where: Interests payable			
Dividends payable			
Handling fees and commissions payable			
Reinsurance accounts payable			
Held-for-sale liabilities			
Non-current liabilities due within one year			
Other current liabilities	356,888,937.14	356,888,937.14	
Total current liabilities	5,036,477,371.59	5,036,477,371.59	
Non-current liabilities:			
Reinsurance contract reserve			
Long-term loans			
Bonds payable			
Where: Preferred shares			
Perpetual bonds			
Leased liabilities		181,194,821.00	181,194,821.00
Long-term payables			
Long-term employee remuneration payable	2,611,773.09	2,611,773.09	
Estimated liabilities	15,150,000.00	15,150,000.00	
Deferred income			
Deferred income tax liabilities	1,307,250.00	1,307,250.00	
Other non-current liabilities			
Total non-current liabilities	19,069,023.09	200,263,844.09	181,194,821.00
Total liabilities	5,055,546,394.68	5,236,741,215.68	181,194,821.00
Owners' equities:			
Share capital	821,083,860.00	821,083,860.00	
Other equity instruments			
Where: Preferred shares			
Perpetual bonds			
Capital reserves	226,859,041.81	226,859,041.81	
Minus: Treasury share	412,206,786.34	412,206,786.34	
Other comprehensive incomes	-39,031,832.57	-39,031,832.57	
Special reserves			
Surplus reserves	401,648,181.64	401,648,181.64	
General risk reserves			
Undistributed profits	6,202,587,444.38	6,202,587,444.38	
Total owners' equities belonging to parent Company	7,200,939,908.92	7,200,939,908.92	
Minority shareholders' equities	35,784,081.11	35,784,081.11	
Total owners' equities	7,236,723,990.03	7,236,723,990.03	
Total liabilities and owners' equities	12,292,270,384.71	12,473,465,205.71	181,194,821.00

Statement of adjustment

The Ministry of Finance issued the *Accounting Standards for Business Enterprises No. 21 - Leases* (CK 2018 No. [35]) in 2018. The Company has implemented the above *New Lease Standards* since January 1, 2021, and made adjustments to related items in the financial statements.

**2. Retroactive adjustment on the comparative data of the previous period after the first implementation of the *New Lease Standards* in 2021**

☐ Applicable      ☒ Not-applicable

**(III) Audit report**

Whether the third quarter report has been audited

☐ Yes ☒ No

The Company's third quarter report has not been audited.

Board of Directors of Zhejiang Supor Co., Ltd.  
October 27, 2021