

## Semiannual Business Performance Brief of Zhejiang Supor Co., Ltd.

This Company and all members of the Board of Directors hereby warrant that all information disclosed here are true, accurate and complete, and contain no fictitious statement, misleading information or significant omission.

### Special Notes:

The financial data for first half year of 2021 as stated below, audited by the internal Auditing Department of the Company, have not been audited by the certified public accountants. Therefore, investors are kindly reminded to pay attention to possible investment risks.

### I. Major Financial Data for First Half Year of 2021

(Unit: RMB)

	2021	2020	Increase/decrease (%)
Total sales	10,433,875,893.62	8,187,236,558.24	27.44%
Operating profit	1,118,094,385.78	806,502,677.15	38.63%
Total profit	1,114,549,512.63	804,430,912.84	38.55%
Net profit attributable to shareholders of listed company	865,590,446.89	666,480,783.76	29.87%
Basic earnings per share (yuan/share)	1.055	0.813	29.77%
Return on weighted average net assets	12.02%	9.95%	2.07%
	End of June 2021	Beginning of 2021	Increase/decrease (%)
Total assets	11,868,162,274.86	12,292,270,384.71	-3.45%
Net assets attributable to shareholders of listed company	6,764,018,792.14	7,200,939,908.92	-6.07%
Share capital	816,846,661.00	821,083,860.00	-0.52%
Net assets per share attributable to shareholders of listed company	8.28	8.82	-6.12%

During the reporting period, the Company paid repurchase fund amounting to RMB 26,000 yuan to Incentive Objects who had resigned from the Company. Zhejiang Pan-China Certified Public Accountants (special general partnership) issued the Capital Verification Report No. 334(2021), totally 26,000 shares of Restricted Stock were repurchased and canceled by Shenzhen Branch of China Securities Depository and Clearing Corporation Limited on July 1, 2021.

## **II. Introduction of Business Performance and Financial Status**

The total sales for first half year of 2021 reach 10,433,875,893.62 yuan, grew by 27.44% YoY; total profit is 1,114,549,512.63 yuan, grew by 38.55% YoY; and the net profit attributed to the listed company is 865,590,446.89 yuan, grew by 29.87% YoY. In which,

1. The increase rate of 27.44% for total sales: The growth for total sales is mainly due to the good control of COVID-19 epidemic in China in 2021, the business operation of the Company has recovered to normal level. However, the business performance of the Company was affected by the negative effects of the COVID-19 epidemic in 2020Q1. Meanwhile, the total sales marked a significant growth: the domestic sales kept steady growth and export business enjoyed fast growth during reporting period.

2. The increase rate of 38.55% for total profits: the gross profit margin increased by 0.84% YoY (increasing profits by 87.46M yuan) thanks to optimized product structure. During the reporting period, the Company had strict control on all expenses and the period expenses ratio decreased by 0.58% YoY, increasing profits by 60.67 million yuan.

3. The increase rate of 29.87% for net profits attributed to the listed company (lower than the growth rate of total profits): mainly due to increased income tax caused by the change of income tax rate of the Company.

4. The decrease rates of 6.07% and 6.12% for net assets attributable to shareholders of listed company and net assets per share attributable to shareholders of listed company: mainly due to implementation of Profit Distribution Plan for 2020 Fiscal Year, the promotion of share repurchase plan.

## **III. Documents for Reference**

1. The Comparative Balance Sheet and Profit Statement signed by the legal representative of the Company Mr. Thierry de LA TOUR D'ARTAISE and the person responsible for accounting work and Accounting Department Mr. Xu Bo, and sealed by the Company;

2. Internal Audit Report of 2021 Semiannual Financial Statement of Zhejiang Supor Co., Ltd.  
issued by the Company's internal Audit Department.

Board of Directors of Zhejiang Supor Co., Ltd.

July 23, 2021