

Keda Industrial Group Co., Ltd.

THIRD QUARTERLY REPORT OF 2022

The Board and Directors warrant that the information in the report contains no false record, misleading statement or material omission, and shall be individually and jointly liable for the truthfulness, accuracy and completeness of the information contained herein.

Important Notice

The Board, the Supervisory Committee, Directors, Supervisors and Senior Management of the Company warrant that the information in the report is true, accurate, complete and contains no false record, misleading statement or material omission, and assume individual and joint legal liabilities to the information contained herein.

The officer in charge of the Company, officer in charge of accounting, and officer in charge of the accounting office of the Company (head of accounting department), hereby guarantee that the financial statements contained in the report are true, accurate and complete.

Whether the third quarterly financial statements have been audited

Yes No

I. Key financial data

(I) Key accounting data of the Company and financial indicators

Unit: Ten Thousand Yuan Currency: RMB

Key accounting data	The Reporting Period	Change (%) for the Reporting Period as compared to the corresponding period of the previous year	Beginning of the year to the end of the Reporting Period	Change (%) for the beginning of the year to the end of the Reporting Period as compared to the corresponding period of the previous year
Operating revenue	288,161.02	21.96	853,274.26	23.29
Net profit attributable to shareholders of the listed company	148,039.51	323.71	360,112.03	374.57

Net profit attributable to shareholders of the listed company after deducting non-recurring profit or loss	143,460.95	323.18	355,463.57	408.11
Net cash flows from operating activities	N/A	N/A	69,694.68	31.64
Basic earnings per share (RMB per Share)	0.768	315.14	1.894	369.98
Diluted earnings per share (RMB per Share)	0.768	315.14	1.894	369.98
Weighted average return on net assets (%)	14.64	Increased by 9.17 percentage points	41.39	Increased by 29.30 percentage points
	As of the end of the Reporting Period		As of the end of the previous year	Change (%) as of the end of the Reporting Period as compared to the end of the previous year
Total assets	2,088,161.60		1,612,334.43	29.51
Owners' equity attributable to shareholders of the listed Company	1,105,620.17		685,171.89	61.36

Note: "Reporting Period" refers to the three-month period from the beginning of this quarter to the end of this quarter, the same below.

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

Unit: Yuan Currency: RMB

Non-recurring profit or loss items	Amount for the Reporting Period	Amount from the beginning of the year to the end of the Reporting Period	Note
Profit or loss from disposal of non-current assets	216,330.11	-4,839,983.02	

Government grants charged to current profit or loss, other than those closely related to the Company's normal business operations that were granted on an ongoing basis at a fixed standard amount or quantity in accordance with certain national policies and regulations	15,932,041.27	53,565,340.98	
Profit or loss on debt restructuring		-1,687,548.66	
Profit or loss on changes in fair value from disposal of financial assets held for trading, derivative financial assets, financial liabilities held for trading, derivative financial liabilities, and investment income from disposal of financial assets held for trading, derivative financial assets, financial liabilities held for trading, derivative financial liabilities, other debt investment, except for effective hedging transactions that are closely related to the Company's normal operation	-2,329,684.96	-1,734,232.89	
Investment income from disposal of long-term equity investment	28,306,046.87	27,470,296.01	
Reversal of provision for impairment of receivables and contract assets which are tested individually for impairment losses		5,759,970.70	
Reversal of provision for impairment of other current assets		92,012,305.74	
share-based payment expense		-48,248,414.48	
Other non-operating income and expenses apart from the aforementioned items	5,140,172.09	-80,152,017.79	
Less: Income tax effect	803,483.74	7,460,044.17	
Effect of minority interests (after tax)	675,740.77	-11,798,925.88	
Total	45,785,680.87	46,484,598.30	

Description of the definition of non-recurring items of profit and loss as set out in the “Explanatory Announcement No. 1 on Information Disclosure for Companies Offering their Securities to the Public-Non-Recurring Profit and Loss” as recurring items of profit or loss

Applicable Not applicable

(III) Details and reasons for changes in key accounting data and financial indicators

Applicable Not applicable

Items	Change percentage (%)	Main reasons
-------	-----------------------	--------------

Net profit attributable to the shareholders of the listed Company during the Reporting Period	323.71	Mainly due to the growth of the Company's main business of building materials machinery, building ceramic tiles and lithium-ion battery material as well as the increase of investment income in Lanke Lithium Industry during this Reporting Period
Net profit attributable to shareholders of the listed company after deducting non-recurring profit or loss during the Reporting Period	323.18	Mainly due to the growth of the Company's main business of building materials machinery, building ceramic tiles and lithium-ion battery material as well as the increase of investment income in Lanke Lithium Industry during this Reporting Period
Basic earnings per share (RMB/share)_during the Reporting Period	315.14	Mainly due to the increase in net profit attributable to the shareholders of the listed Company during the Reporting Period and the corresponding increase in basic earnings per share
Diluted earnings per share (RMB/share)_during the Reporting Period	315.14	Mainly due to the increase in net profit attributable to the shareholders of the listed Company during the Reporting Period and the corresponding increase in diluted earnings per share
Net profit attributable to the shareholders of the listed Company from the beginning of the year to the end of the Reporting Period	374.57	Mainly due to the growth of the Company's main business of building materials machinery, building ceramic tiles and lithium-ion battery material as well as the increase of investment income in Lanke Lithium Industry from the beginning of the year to the end of the Reporting Period
Net profit attributable to shareholders of the listed company after deducting non-recurring profit or loss from the beginning of the year to the end of the Reporting Period	408.11	Mainly due to the growth of the Company's main business of building materials machinery, building ceramic tiles and lithium-ion battery material as well as the increase of investment income in Lanke Lithium Industry from the beginning of the year to the end of the Reporting Period
Net cash flow generated from operating activities from the beginning of the year to the end of the Reporting Period	31.64	Mainly due to the increase in cash flow from operating activities of building materials machinery, building ceramic tiles and lithium-ion battery materials from the beginning of the year to the end of the Reporting Period
Basic earnings per share (RMB/share)_from the beginning of the year to the end of the Reporting Period	369.98	Mainly due to the increase in net profit attributable to the shareholders of the listed Company from the beginning of the year to the end of the Reporting Period and the corresponding increase in basic earnings per share
Diluted earnings per share (RMB/share)_from the beginning of the year to the end of the Reporting Period	369.98	Mainly due to the increase in net profit attributable to the shareholders of the listed Company from the beginning of the year to the end of the Reporting Period and the corresponding increase in diluted earnings per share
Owners' equity attributable to shareholders of the listed Company	61.36	Mainly due to the significant increase in net profit attributable to shareholders of the listed company and the

		funds raised by the Company through the issuance of Global Depository Receipts
--	--	--

II. Information on Shareholders

(I) Total number of shareholders of ordinary shares and shareholding of the top ten shareholders

Unit: Share

Total number of shareholders of ordinary shares as of the end of the Reporting Period		83,249	Total number of shareholders of preferred shares with voting rights restored as of the end of the Reporting Period (if any)		0	
Shareholding of top ten shareholders						
Name of shareholder	Nature of shareholder	Number of shares held	Percentage (%)	Number of shares held subject to selling restrictions	Pledged, marked or frozen shares	
					Status of shares	Number of shares
Liang Tongcan	Domestic natural person	357,142,779	18.33	215,824,827	Pledged	179,600,000
Lu Qin	Domestic natural person	125,983,334	6.47		N/A	
Macrolink Holding Co., Ltd.	Domestic non-state owned legal person	100,519,652	5.16		Frozen	100,519,652
Bian Cheng	Domestic natural person	98,699,598	5.07		N/A	
Citibank, National Association	Foreign legal person	60,000,000	3.08		N/A	
Shi Tingbo	Domestic natural person	54,041,400	2.77		N/A	
Foshan Newpearl Group Co., Ltd.	Domestic non-state owned legal person	52,994,111	2.72	52,994,111	N/A	
Xie Yuezeng	Domestic natural person	42,395,289	2.18	42,395,289	N/A	
Shi Liyun	Domestic natural person	40,182,100	2.06		N/A	
Bank of China Limited - UBS SDIC New Energy Hybrid Securities Investment Fund	Domestic non-state owned legal person	35,372,241	1.82		N/A	
Shareholding of top ten shareholders with unrestrictive sales conditions						

Name of shareholder	Number of tradable shares held not subject to selling restrictions	Class and number of shares	
		Class of shares	Number
Liang Tongcan	141,317,952	Ordinary shares in RMB	141,317,952
Lu Qin	125,983,334	Ordinary shares in RMB	125,983,334
Macrolink Holding Co., Ltd.	100,519,652	Ordinary shares in RMB	100,519,652
Bian Cheng	98,699,598	Ordinary shares in RMB	98,699,598
Citibank, National Association	60,000,000	Ordinary shares in RMB	60,000,000
Shi Tingbo	54,041,400	Ordinary shares in RMB	54,041,400
Shi Liyun	40,182,100	Ordinary shares in RMB	40,182,100
Bank of China Limited - UBS SDIC New Energy Hybrid Securities Investment Fund	35,372,241	Ordinary shares in RMB	35,372,241
Hong Kong Securities Clearing Company Limited	33,738,250	Ordinary shares in RMB	33,738,250
Bank of China Limited - UBS SDIC Industrial Trend Hybrid Securities Investment Fund	21,724,212	Ordinary shares in RMB	21,724,212
Description of associated relationship or concerted action of shareholders mentioned above	Among the shareholders mentioned above, Liang Tongcan, Lu Qin, Macrolink Holding Co., Ltd., Bian Cheng, Citibank, National Association, Foshan Newpearl Group Co., Ltd. and Xie Yuezeng have no associated relationship nor are they persons acting in concert. It is unknown whether other shareholders have associated relationship or are persons acting in concert.		
Description of the participation of the top ten shareholders and the top ten shareholders not subject to selling restrictions in the margin financing and securities lending and refinancing businesses (if any)	Among the above shareholders, Liang Tongcan holds 32,000,000 shares through credit securities accounts; Shi Tingbo holds 50,841,400 shares through credit securities accounts; Shi Liyun holds 40,182,100 shares through credit securities accounts.		

Note: Citibank, National Association is the depository of the Company's GDRs, and the domestic underlying A shares represented by the GDRs are legally registered under its name. The GDRs may not be redeemed into A Shares from July 28, 2022 (Swiss time) to November 24, 2022 (Swiss time).

III. Other Reminders

Other important information about the Company's operating conditions during the Reporting Period which needs to be brought to the attention of investors

Applicable Not applicable

1. Main Business Information

During the Reporting Period, centering on the strategy of focusing on high-end manufacturing and main business, the Company actively promoted business development and achieved steady growth in the Company's performance. In terms of building materials machinery business, the production is scheduled in an orderly manner, and the Company continues to develop the lithium-ion material equipment market based on the advantages of machinery manufacturing; For the overseas building materials business, with the release of production capacity of the first phase of the Company's Kenya Kisumu ceramics project and the fourth phase of Ghana building ceramics production project, which put into operation in the middle of the year, the Company started the technology reform for the production lines in Zambia and Tanzania at the same time. From January to September 2022, with good production and sales the production of ceramic tile in Africa exceeds 84 million m². During the reporting period the Company continues to increase the layout, adopted the fifth phase of the Ghana building ceramics production project, the Kenya Kisumu ceramic sanitary ware production project and the second phase of the Zambia building ceramics production project.

For the lithium-ion battery materials business, the Company is actively constructing anode material integration project in the Fujian subsidiary and Anhui subsidiary, where the construction of first phase of 40,000 tons/year graphitized products in Fujian plant has been completed and 10,000 tons/year artificial graphite anode material projects in Fujian plant are expected to be completed in 2022. Together with the production situation of the Anhui subsidiary, the Company will have a production capacity of 40,000 tons/year for graphitization processing and 20,000 tons/year for artificial graphite products by then; with the graphitization production capacity release of Fujian subsidiary, the operating income of the lithium-ion materials business increased by over 200% year-on-year during the reporting period. At the same time, Fujian Subsidiary started the preparatory work for the second phase of the 50,000-ton anode material integration project, and the Company is focusing on the planning of the third and fourth phase of the anode material projects at home and abroad, also actively investigating high-quality lithium resources in Africa and paying attention to high-quality investment opportunities to promote, so as to fully promote the "lithium salt + anode material business" and strategic investment business to achieve synergy and win-win results.

2. Strategic Investment

The Company indirectly holds 43.58% equity interest of Qinghai Salt Lake Lanke Lithium Industry Co., Ltd., ("Lanke Lithium Industry") through its subsidiary, with voting rights of 48.58%. In June 2022, the 20,000-ton/year battery-grade lithium carbonate project of the joint-stock company Lanke Lithium Industry was completed, with a capacity of 10,000+20,000 tons/year of lithium carbonate. From January to September 2022, Lanke Lithium Industry produced about 24.1 thousand tons and sold about 24.4 thousand tons of lithium carbonate products, with inventory of about 0.31 million tons, achieving an operating revenue of RMB 8.916 billion and a net profit of RMB 6.186

billion, with positive effect of net profit attributable to shareholders of the listed company amounted to RMB 2.696 billion.

In order to synergize the development of lithium-ion battery materials business, in August 2022, as a limited partner, the Company invested 150 million yuan to participate in the establishment of the investment fund Guangdong Keda Nan Yue New Energy Venture Investment Partnership (Limited Partnership) and held 59.759% share. The investment fund subscribed 15,117,156 shares of GAC Aion New Energy Automobile Co., Ltd. ("GAC AION") in October 2022 with a capital contribution of RMB199,999,973.88 and holds 0.19% equity interest of GAC AION. For details, please refer to the "Announcement on the investment progress of the investment fund established with the Company's participation" disclosed on 21 October 2022.

3. Issuance of GDRs and Listing on SIX Swiss Exchange

During the Reporting period the Company issued a total of 12,000,000 GDRs, each of which represents five A shares of the Company, and the corresponding number of new underlying A shares was 60,000,000 shares. The GDRs issued by the Company officially commenced to be listed on SIX Swiss Exchange on 28 July 2022 (Swiss time). The Full name of the securities: Keda Industrial Group Co., Ltd.; GDR code: KEDA. Upon the listing the total share capital of the Company changed to 1,948,419,929 shares. For details, please refer to the Announcement Regarding to the Issuance of GDRs and Listing and Trading on SIX Swiss Exchange published by the Company on 29 July 2022.

4. Planning for Spin-off and Listing of Holding Subsidiary

According to the Company's overall strategic layout, in order to focus on the core business development, combining with the business development needs of its partially-owned subsidiary Anhui KEDA Industrial Co., Ltd. ("Anhui Keda"), to further strengthen the core competitiveness of the Company and its holding subsidiaries, to enhance the independent brand influence of the Company's wall material machinery, and to broaden financing channels for subsidiaries, in accordance with the policy spirit of the Rules for the Spin-off of Listed Companies (Provisional) issued by CSRC, the Company held the 15th meeting of the 8th Board of Directors and the 14th meeting of the 8th Board of Supervisors on September 26, 2022, and reviewed and approved the "Proposal on Planning for the Spin-off and Listing of subsidiary", and agreed to plan the spin-off and listing of the subsidiary, and authorized the Company and the management of the Anhui Keda to start the preparatory work for the spin-off and listing, including but not limited to the demonstration of the feasibility plan, organizing the preparation of the listing plan, signing the relevant agreements involved in the planning process and other listing-related matters, after the spin-off plan is formulated, the spin-off plan and listing-related matters need to be submitted to the Company's board of directors and the general meeting of shareholders for approval, respectively. For details, please refer to the Indicative Announcement on Planning for Spin-off and Listing of Holding Subsidiary published by the Company on 27 September 2022.

5. Progress of the A-share buyback program

At the 14th meeting of the 8th Board of Directors and the 13th meeting of the 8th Board of Supervisors held on August 23, 2022, the Company reviewed and adopted the proposal on the share buyback program, and agreed to repurchase shares through centralized bidding transactions, with total repurchase funds not less than RMB 250 million and not more than RMB 500 million, at a repurchase price not exceeding RMB 20 per share, for a period

from August 24, 2022 to August 23, 2023. As of the disclosure date of the report, the Company has repurchased a total of 20,296,365 shares through centralized bidding transactions, accounting for 1.0417% of the total share capital of the Company, with the lowest price of RMB16.07 per share and the highest price of RMB17.30 per share, and the total amount paid was RMB335,173,242.84 (excluding stamp duty, commission and other transaction costs). For details, please refer to the Progress Announcement of the Share Buyback Program.

IV. Quarterly Financial Statements

(I) Type of audit opinions

Applicable Not applicable

(II) Financial Statements

Consolidated Balance Sheet

30 September 2022

Prepared by: Keda Industrial Group Co., Ltd.

Unit: Yuan Currency: RMB Type of audit: Unaudited

Items	September 30, 2022	December 31, 2021
Current assets:		
Monetary funds	2,941,259,447.15	1,960,658,820.77
Settlement funds		
Lending funds		
Financial assets held for trading	195,333,352.89	58,233,994.24
Derivative financial assets		
Notes receivable	8,712,687.85	17,980,730.39
Accounts receivable	1,760,128,793.61	1,441,531,780.34
Receivables financing	225,805,946.96	230,376,142.57
Prepayments	365,493,361.04	260,960,709.95
Premium receivable		
Reinsurance accounts receivable		
Provision for reinsurance contract receivable		
Other receivables	119,000,416.31	107,980,971.15
Including: Interest receivable		
Dividends receivable		
Purchases of resold financial assets		
Inventories	3,264,518,215.05	3,262,445,445.43
Contract assets	408,856,438.93	354,999,939.65
Assets held for sale		
Non-current assets due within one year	490,201,091.91	641,167,056.20
Other current assets	305,355,471.68	172,148,929.40
Total current assets	10,084,665,223.38	8,508,484,520.09
Non-current assets:		

Loans and advances granted		
Debt investments		
Other debt investments		
Long-term receivables	260,145,349.96	192,964,094.63
Long-term equity investments	4,771,948,866.46	2,092,198,825.87
Other equity instrument investments	8,584,562.02	8,584,562.02
Other non-current financial assets	26,968,645.81	5,000,000.00
Investment properties		
Fixed assets	3,207,099,804.34	2,936,739,595.20
Construction in progress	462,441,292.09	301,903,481.46
Productive biological assets		
Oil and gas assets		
Right-of-use assets	8,727,198.29	10,267,292.15
Intangible assets	860,318,788.62	870,648,992.56
Development expenses		
Goodwill	967,102,690.09	967,102,690.09
Long-term prepaid expenses	39,600.95	15,577,527.71
Deferred income tax assets	177,882,750.03	174,841,055.68
Other non-current assets	45,691,251.93	39,031,712.39
Total non-current assets	10,796,950,800.59	7,614,859,829.76
Total assets	20,881,616,023.97	16,123,344,349.85
Current liabilities:		
Short-term loans	1,254,727,241.44	911,648,918.00
Borrowings from the Central Bank		
Borrowing funds		
Financial liabilities held for trading	17,672,800.50	2,139,425.27
Derivative financial liabilities		
Notes payable	978,697,901.63	745,183,013.84
Accounts payable	1,518,021,267.49	1,911,355,898.11
Receipts in advance		
Contract liabilities	1,523,642,502.64	1,743,501,996.08
Funds from disposal of repurchased financial assets		
Deposit-taking and inter-bank deposits		
Payments received for securities brokerage		
Payments received for securities underwriting		
Payroll payable	132,056,722.06	184,806,674.29
Taxes payable	95,687,265.55	95,043,143.23
Other payables	136,941,239.67	135,707,186.60
Including: Interest payable		
Dividends payable		
Handling charges and commission		

Reinsurance accounts payable		
Liabilities held for sale		
Non-current liabilities due within one year	562,375,204.08	510,623,921.75
Other current liabilities	129,489,310.23	149,079,628.35
Total current liabilities	6,349,311,455.29	6,389,089,805.52
Non-current liabilities:		
Insurance contracts provision		
Long-term loans	1,237,171,872.90	1,534,798,634.42
Bonds payable		
Including: Preferred stock		
Perpetual bonds		
Lease liabilities	9,079,710.43	10,498,160.65
Long-term payables		
Long-term payroll payables		
Estimated liabilities	188,330,043.07	99,652,527.18
Deferred income	8,900,000.00	10,400,000.00
Deferred income tax liabilities	14,834,708.62	15,479,734.29
Other non-current liabilities	82,127,726.91	68,039,290.60
Total non-current liabilities	1,540,444,061.93	1,738,868,347.14
Total liabilities	7,889,755,517.22	8,127,958,152.66
Owners' equity (or shareholders' equity):		
Paid-in capital (or share capital)	1,948,419,929.00	1,888,419,929.00
Other equity instruments		
Including: Preferred stock		
Perpetual bonds		
Capital reserves	3,005,433,715.63	1,904,261,260.40
Less: Treasury stock	199,999,231.26	
Other comprehensive income	-128,322,231.72	-110,427,080.90
Special reserves		
Surplus reserves	355,350,662.45	355,350,662.45
General risk provision		
Undistributed profits	6,075,318,815.09	2,814,114,079.93
Total owners' equity (or shareholders' equity) attributable to parent company	11,056,201,659.19	6,851,718,850.88
Non-controlling interests	1,935,658,847.56	1,143,667,346.31
Total owners' equity (or shareholders' equity)	12,991,860,506.75	7,995,386,197.19
Total liabilities and owners' equity (or shareholders' equity)	20,881,616,023.97	16,123,344,349.85

Officer in charge of the Company: Bian Cheng Officer in charge of accounting: Zeng Fei Officer in charge of the accounting office: Zeng Fei

Consolidated Income Statement

January to September 2022

Prepared by: Keda Industrial Group Co., Ltd.

Unit: Yuan Currency: RMB Type of audit: Unaudited

Item	First three quarters of 2022 (January to September)	First three quarters of 2021 (January to September)
I. Total operating revenue	8,532,742,581.70	6,920,691,531.33
Including: Operating revenue	8,532,742,581.70	6,920,691,531.33
Interest income		
Premium earned		
Handling charges and commission income		
II. Total operating expenses	7,208,864,932.15	6,150,053,585.03
Including: Operating expenses	6,056,807,117.40	5,157,778,818.14
Interest expenses		
Handling charges and commission payment		
Surrender value		
Net compensation expenses		
Net provision for insurance contract reserves		
Policy dividend expense		
Reinsurance cost		
Taxes and surcharges	38,324,492.52	29,119,454.18
Selling expenses	388,351,365.54	343,922,211.00
Management expenses	525,127,118.20	389,785,121.16
R&D expenses	229,115,007.11	194,009,258.41
Financial expenses	-28,860,168.62	35,438,722.14
Including: Interest expenses	70,985,743.41	65,024,806.16
Interest income	19,700,558.67	9,707,781.93
Add: Other income	74,528,076.83	81,437,246.81
Investment income (losses marked with “-”)	3,038,703,297.50	342,055,626.48
Including: Investment income in associates and joint ventures	3,016,440,075.61	325,424,818.95
Derecognition of income from financial assets measured at amortized cost		
Exchange gains (losses marked with “-”)		

Net exposure hedging income (losses marked with “-”)		
Income from changes in fair value (losses marked with “-”)	15,035,227.44	8,562,388.88
Credit impairment loss (losses marked with “-”)	-13,984,398.67	-43,693,743.10
Impairment losses on assets (losses marked with “-”)	88,312,182.94	-33,736,676.69
Income from disposal of assets (losses marked with “-”)	-173,754.85	-11,652,984.48
III. Operating profits (losses marked with “-”)	4,526,298,280.74	1,113,609,804.20
Add: Non-operating revenue	18,591,317.38	19,651,726.88
Less: Non-operating expenses	103,409,563.34	17,091,669.78
IV. Total profit (total losses marked with “-”)	4,441,480,034.78	1,116,169,861.30
Less: Income tax expenses	99,655,066.84	16,445,918.43
V. Net profit (net losses marked with “-”)	4,341,824,967.94	1,099,723,942.87
(I) Classified by business continuity		
1. Net profit from continuing operations (net losses marked with “-”)	4,257,901,094.20	1,104,280,696.97
2. Net profit from discontinued operations (net losses marked with “-”)	83,923,873.74	-4,556,754.10
(II) Classified by ownership		
1. Net profit attributable to shareholders of parent company (net losses marked with “-”)	3,601,120,322.38	758,821,189.73
2. Profit or loss attributable to minority interests (net losses marked with “-”)	740,704,645.56	340,902,753.14
VI. Other comprehensive income, net of tax	-67,187,989.22	-29,868,963.91
(I) Other comprehensive income attributable to owners of parent company, net of tax	-17,895,150.82	-18,374,186.59
1. Other comprehensive income that may not be reclassified to profit or loss		
(1) Change in re-measurement of defined benefit plan		

(2) Other comprehensive income that may not be transferred to profit or loss under equity method		
(3) Changes in fair value of other equity instrument investments		
(4) Changes in fair value of enterprise's own credit risk		
2. Other comprehensive income that will be reclassified to profit or loss	-17,895,150.82	-18,374,186.59
(1) Other comprehensive income that may be transferred to profit or loss under equity method		
(2) Changes in fair value of other debt investments		
(3) Amount of financial assets reclassified to other comprehensive income		
(4) Credit impairment provision of other debt investments		
(5) Cash flow hedging reserve		
(6) Exchange difference on translation of financial statements in foreign currency	-17,895,150.82	-18,374,186.59
(7) Others		
(II) Other comprehensive income attributable to minority interests, net of tax	-49,292,838.40	-11,494,777.32
VII. Total comprehensive income	4,274,636,978.72	1,069,854,978.96
(I) Total comprehensive income attributable to owners of parent company	3,583,225,171.56	740,447,003.14
(II) Total comprehensive income attributable to minority interests	691,411,807.16	329,407,975.82
VIII. Earnings per share:		
(I) Basic earnings per share (RMB per share)	1.894	0.403
(II) Diluted earnings per share (RMB per share)	1.894	0.403

Officer in charge of the Company: Bian Cheng Officer in charge of accounting: Zeng Fei Officer in charge of the accounting office: Zeng Fei

Consolidated Cash Flow Statement

January to September 2022

Prepared by: Keda Industrial Group Co., Ltd.

Unit: Yuan Currency: RMB Type of audit: Unaudited

Item	First three quarters of 2022 (January to September)	First three quarters of 2021 (January to September)
I. Cash flows from operating activities:		
Cash received from sales of goods or rendering of services	7,662,857,112.94	6,753,674,243.60
Net increase in customer deposit and interbank deposit		
Net increase in borrowings from the Central Bank		
Net increase in borrowing funds from other financial institutions		
Cash received from premium of original insurance contracts		
Net cash received from reinsurance business		
Net increase in the insured's deposit and investment		
Cash received from interest, handling charges and commission		
Net increase in borrowing funds		
Net increase in buyback business		
Net cash received for securities brokerage		
Tax refunds received	337,318,449.93	175,940,615.89
Other cash received relating to operating activities	151,361,225.47	93,677,844.19
Subtotal of cash inflow from operating activities	8,151,536,788.34	7,023,292,703.68
Cash paid for purchase of goods and receipt of services	5,756,462,096.17	5,103,875,966.96
Net increase in loans and advances from customers		
Net increase in deposits in the Central Bank and interbank		
Cash payments of claims for original insurance contracts		
Net increase in lending funds		
Cash paid for interest, handling charges and commission		

Cash paid for policy dividend		
Cash paid to and for staff	757,607,402.48	679,801,132.17
Various types of taxes paid	291,712,559.14	219,952,721.99
Other cash paid relating to operating activities	648,807,965.98	490,236,893.56
Subtotal of cash outflow from operating activities	7,454,590,023.77	6,493,866,714.68
Net cash flows from operating activities	696,946,764.57	529,425,989.00
II. Cash flows from investment activities:		
Cash received from disposal of investments		10,122,824.02
Cash received from investment income	344,824,629.03	2,551,879.67
Net cash received from disposal of fixed assets, intangible assets and other long-term assets	8,648,101.68	25,441,049.61
Net cash received from disposal of subsidiaries and other business units	36,654,530.56	32,113,754.86
Other cash received relating to investment activities	351,974,738.81	774,363,676.25
Subtotal of cash inflow from investing activities	742,102,000.08	844,593,184.41
Cash paid for purchase and construction of fixed assets, intangible assets and other long-term assets	600,160,420.53	319,362,640.23
Cash paid for investment	15,000,000.00	301,165,630.95
Net increase in pledged loans		
Net cash paid for the acquisition of subsidiaries and other business units		375,000,000.00
Other cash paid relating to investment activities	621,570,868.79	840,400,000.00
Subtotal of cash outflow from investing activities	1,236,731,289.32	1,835,928,271.18
Net cash flows from investing activities	-494,629,289.24	-991,335,086.77
III. Cash flows from financing activities:		
Cash received from capital contributions	1,317,856,656.12	114,640,007.56
Including: Cash received from minority shareholders investment by subsidiaries	166,863,173.00	114,640,007.56
Cash received from borrowings	1,778,384,484.29	2,136,045,379.03
Other cash received relating to financing activities	375,682,881.81	358,148,159.08
Subtotal of cash inflow from financing activities	3,471,924,022.22	2,608,833,545.67
Cash paid for debt repayment	1,719,652,204.64	1,395,008,676.18
Cash paid for distributing dividend, profit or repaying interest	507,744,705.85	352,663,598.84

Including: Dividend and profit paid to minority shareholders by subsidiaries	93,799,600.00	93,740,841.60
Other cash paid relating to financing activities	870,815,674.50	429,893,942.69
Subtotal of cash outflow from financing activities	3,098,212,584.99	2,177,566,217.71
Net cash flows from financing activities	373,711,437.23	431,267,327.96
IV. Effect of foreign exchange rate changes on cash and cash equivalents	48,730,644.67	-17,518,524.97
V. Net increase in cash and cash equivalents	624,759,557.23	-48,160,294.78
Add: Opening balance of cash and cash equivalents	1,687,793,105.33	1,231,793,607.85
VI. Closing balance of cash and cash equivalents	2,312,552,662.56	1,183,633,313.07

Officer in charge of the Company: Bian Cheng Officer in charge of accounting: Zeng Fei Officer in charge of the accounting office: Zeng Fei

(III) Information on the adjustment to the relevant items in financial statements as at the beginning of the year as a result of the initial adoption of the new accounting standards or standard interpretation since 2022

Applicable Not applicable

It is hereby announced.

Board of Directors of Keda Industrial Group Co., Ltd.

October 27, 2022