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福萊特玻璃集團股份有限公司

**Flat Glass Group Co., Ltd .**

*(a joint stock company incorporated in the People's Republic of China with limited liability)*

**(Stock code: 6865)**

## **THIRD QUARTERLY REPORT FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2021**

This announcement is made by the Company pursuant to Rule 13.09 and Rule 13.10B of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited and the Inside Information Provisions under Part XIVA of the Securities and Futures Ordinance (Chapter 571, Laws of Hong Kong).

Pursuant to the regulations of the China Securities Regulatory Commission (the “CSRC”), Flat Glass Group Co., Ltd (the “**Company**”, together with its subsidiaries, collectively referred to as the “**Group**”) is required to publish a quarterly report for each of the first and third quarters. This quarterly report was prepared in accordance with the relevant requirements in relation to information disclosure of quarterly reports of listed companies issued by the CSRC.

All financial information set out in this quarterly report is unaudited and prepared in accordance with the revised Chinese Accounting Standards for Business Enterprises.

The audit committee of the Company has reviewed the unaudited results of the Group for the third quarter

## 1. IMPORTANT NOTICE

- 1.1 The board of directors, the supervisory committee, directors, supervisors and senior management of the Company warrant that the information contained in the quarterly report are true, accurate and complete, and there are no false statements, misleading representations or material omissions, and are jointly and severally responsible for the liabilities of the Company.
- 1.2 Ruan Hongliang (legal representative of the Company), Jiang Weijie (person-in-charge of accounting affairs) and Jin Huiping (person-in-charge of the accounting department) warrant the truthfulness, accuracy and completeness of the content of this quarterly report.
- 1.3 The third quarterly report of the Company is unaudited.

## 2. KEY FINANCIALS

### 2.1 Major financial statements items and financial indicators

*Unit: RMB*

| Items                                                                                       | For the<br>three months<br>from 1 July<br>2021 to<br>30 September<br>2021 | Increase/<br>decrease<br>compare to<br>the end of<br>last year (%) | For the<br>nine months<br>ended<br>30 September<br>2021 | Increase/<br>decrease<br>compare to<br>the end of<br>last year (%) |
|---------------------------------------------------------------------------------------------|---------------------------------------------------------------------------|--------------------------------------------------------------------|---------------------------------------------------------|--------------------------------------------------------------------|
| Revenue                                                                                     | 2,309,245,108.81                                                          | 51.89                                                              | 6,337,267,597.37                                        | 57.78                                                              |
| Net profit attributable to equity<br>owners of the Company                                  | 455,822,031.12                                                            | 29.89                                                              | 1,716,852,020.15                                        | 111.50                                                             |
| Net profit attributable to equity<br>owners of the Company excluding<br>non-recurring items | 445,675,901.34                                                            | 30.79                                                              | 1,682,985,970.81                                        | 112.19                                                             |
| Net cash inflow/(outflow) from<br>operating activities                                      | Nil                                                                       | Nil                                                                | -900,428,944.93                                         | -153.32                                                            |
| Basic earnings per share (RMB)                                                              | 0.21                                                                      | 16.67                                                              | 0.80                                                    | 90.48                                                              |
| Diluted earnings per share (RMB)                                                            | 0.21                                                                      | 16.67                                                              | 0.80                                                    | 90.48                                                              |
| Weighted average return on equity<br>(%)                                                    | 4.09                                                                      | Decreased by<br>2.4 percentage<br>point                            | 16.07                                                   | Decreased by<br>0.42 percentage<br>point                           |

|              | As at<br>30 September<br>2021 | As at<br>31 December<br>2020 | Increase/ decrease<br>compare to<br>the end of<br>last year (%) |
|--------------|-------------------------------|------------------------------|-----------------------------------------------------------------|
| Total assets | 18,000,510,159.02             | 12,265,800,375.02            | 46.75                                                           |

## 2.3 Changes in major financial statements item and financial indicators and reason thereof

✓Applicable    ☐Not Applicable

| Items                                                                                                                                                       | Increase/<br>decrease (%) | Main reasons for the changes                                                                                                                                     |
|-------------------------------------------------------------------------------------------------------------------------------------------------------------|---------------------------|------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| Operating revenue – for the reporting period                                                                                                                | 51.89                     | Mainly due to the year-on-year increase in sales volume of PV glass                                                                                              |
| Operating revenue – from beginning of the year to the end of the reporting period                                                                           | 57.78                     | Mainly due to the year-on-year increase in average selling price and volume of PV glass                                                                          |
| Net profit attributable to owners of the parent – from beginning of the year to the end of the reporting period                                             | 111.50                    | Mainly due to the year-on-year increase in gross profit margin of the Company and slight decrease in the expenses for the period                                 |
| Net profit attributable to owners of the parent after deducting one-off non-operating items – from beginning of the year to the end of the reporting period | 112.19                    | Mainly due to the year-on-year increase in gross profit margin of the Company and slight decrease in the expenses for the period                                 |
| Net cash flow from operating activities – from beginning of the year to the end of the reporting period                                                     | -153.32                   | Mainly due to the year-on-year decrease in cash inflows from operating activities and the increase in cash outflows from operating activities                    |
| Basic earnings per share – from beginning of the year to the end of the reporting period                                                                    | 90.48                     | Mainly due to the increase in net profit attributable to equity owner of the Company                                                                             |
| Diluted earnings per share – from beginning of the year to the end of the reporting period                                                                  | 90.48                     | Mainly due to the increase in net profit attributable to equity owner of the Company                                                                             |
| Total assets – as at the end of the reporting period                                                                                                        | 46.75                     | Mainly due to non-public issuance of A shares and the increase in the number of new projects, resulting in the increase in current assets and non-current assets |
| Equity attributable to owners of the parent – as at the end of the reporting period                                                                         | 57.47                     | Mainly due to the conversion of A share convertible bonds, non-public issuance of A shares and the increase in undistributed profit                              |

### 3. SHAREHOLDERS' INFORMATION

#### 3.1 Total number of ordinary shareholders and preferred shareholders with voting rights resume and shareholding of the top ten shareholders

Unit: share

| Total number of ordinary shareholders at<br>end of the reporting period (shareholder)                                               |                         | 78,079                                  | Total number of preferred shareholders<br>with voting rights resume at end of<br>the reporting period (if any) |                            |                                      |            | 0 |
|-------------------------------------------------------------------------------------------------------------------------------------|-------------------------|-----------------------------------------|----------------------------------------------------------------------------------------------------------------|----------------------------|--------------------------------------|------------|---|
| Shareholding of top ten shareholders                                                                                                |                         |                                         |                                                                                                                |                            |                                      |            |   |
| Name of shareholders                                                                                                                | Nature of shareholders  | Shareholding<br>as at the<br>period end | Percentage<br>(%)                                                                                              | Restricted<br>shareholding | Pledge, mark<br>or lock-up<br>Status | Number     |   |
| HKSCC Nominees Limited<br>香港中央結算(代理人)<br>有限公司                                                                                       | Other                   | 449,955,880                             | 20.96                                                                                                          | 0                          | Unknown                              |            |   |
| Ruan Hongliang                                                                                                                      | Domestic natural person | 439,358,400                             | 20.46                                                                                                          | 439,358,400                | Nil                                  | 0          |   |
| Ruan Zeyun                                                                                                                          | Domestic natural person | 350,532,000                             | 16.33                                                                                                          | 350,532,000                | Nil                                  | 0          |   |
| Jiang Jinhua                                                                                                                        | Domestic natural person | 324,081,600                             | 15.10                                                                                                          | 324,081,600                | Nil                                  | 0          |   |
| Zheng Wenrong                                                                                                                       | Domestic natural person | 46,801,800                              | 2.18                                                                                                           | 0                          | Nil                                  | 0          |   |
| Zhu Quanming                                                                                                                        | Domestic natural person | 31,201,200                              | 1.45                                                                                                           | 0                          | Pledge                               | 13,500,000 |   |
| Shen Fuquan                                                                                                                         | Domestic natural person | 31,201,200                              | 1.45                                                                                                           | 0                          | Nil                                  | 0          |   |
| Shanghai Pudong Development<br>Bank Co., Ltd. – GF High-end<br>Manufacturing Stock-type<br>Initiating Securities<br>Investment Fund | Other                   | 21,407,991                              | 1.00                                                                                                           | 0                          | Nil                                  | 0          |   |
| HKSCC Nominees Limited                                                                                                              | Other                   | 18,714,844                              | 0.87                                                                                                           | 0                          | Nil                                  | 0          |   |

| Shareholdings of top ten unrestricted shareholders                                                                                                                                                      |                                                                                                                                                                                                                                                                                                                                       |                                   |             |
|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-----------------------------------|-------------|
| Name of shareholders                                                                                                                                                                                    | Number of<br>unrestricted<br>transferable<br>shares held                                                                                                                                                                                                                                                                              | Class of shares and<br>Class      | Number      |
| HKSCC Nominees Limited<br>香港中央結算(代理人)有限公司                                                                                                                                                               | 449,955,880                                                                                                                                                                                                                                                                                                                           | Overseas listed<br>foreign shares | 449,955,880 |
| Zheng Wenrong                                                                                                                                                                                           | 46,801,800                                                                                                                                                                                                                                                                                                                            | RMB<br>ordinary shares            | 46,801,800  |
| Zhu Quanming                                                                                                                                                                                            | 31,201,200                                                                                                                                                                                                                                                                                                                            | RMB<br>ordinary shares            | 31,201,200  |
| Shen Fuquan                                                                                                                                                                                             | 31,201,200                                                                                                                                                                                                                                                                                                                            | RMB<br>ordinary shares            | 31,201,200  |
| Shanghai Pudong Development Bank Co., Ltd.<br>– GF High-end Manufacturing Stock-type<br>Initiating Securities Investment Fund                                                                           | 21,407,991                                                                                                                                                                                                                                                                                                                            | RMB<br>ordinary shares            | 21,407,991  |
| HKSCC Nominees Limited<br>香港中央結算有限公司                                                                                                                                                                    | 18,714,844                                                                                                                                                                                                                                                                                                                            | RMB<br>ordinary shares            | 18,714,844  |
| Industrial and Commercial Bank of China Limited<br>– GF Innovation Upgrade Flexible Allocation<br>Hybrid Securities Investment Fund                                                                     | 16,031,883                                                                                                                                                                                                                                                                                                                            | RMB<br>ordinary shares            | 16,031,883  |
| Wei Yezhong                                                                                                                                                                                             | 15,600,600                                                                                                                                                                                                                                                                                                                            | RMB<br>ordinary shares            | 15,600,600  |
| Industrial Bank Co., Ltd. – GF Xingchen Hybrid<br>Securities Investment Fund                                                                                                                            | 10,759,018                                                                                                                                                                                                                                                                                                                            | RMB<br>ordinary shares            | 10,759,018  |
| Shen Qifu                                                                                                                                                                                               | 10,400,400                                                                                                                                                                                                                                                                                                                            | RMB<br>ordinary shares            | 10,400,400  |
| Wei Zhiming                                                                                                                                                                                             | 10,400,400                                                                                                                                                                                                                                                                                                                            | RMB<br>ordinary shares            | 10,400,400  |
| Details relating to the related relationship of<br>the Above shareholders or the parties acting<br>in concert                                                                                           | Mr. Ruan Hongliang, Ms. Jiang Jinhua, Ms. Ruan Zeyun and Mr. Zhao Xiaofei are parties acting in concert. Mr. Zhao Xiaofei held 4,800,000 A shares. 485,000 H Shares held by Mr. Ruan Hongliang, 111,000 H Shares held by Jiang Jinhua and 360,000 H Shares held by Ms. Ruan Zeyun have been calculated within HKSCC Nominees Limited. |                                   |             |
| Explanations on top ten shareholders and top ten<br>shareholders not subject to restrictions on sale<br>participating in margin financing and securities<br>lending and refinancing businesses (if any) | Nil                                                                                                                                                                                                                                                                                                                                   |                                   |             |

*Note 1:* HKSCC Nominees Limited is the nominee holder on behalf of the non-registered shareholders of the H shares of the Company.

*Note 2:* The shares under Hong Kong Securities Clearing Company Limited are held by the non-registered shareholders of the Shanghai Stock Connect.

*Note 3:* The shareholding listed here was extracted from the register of members of the Company as at 30 September 2021.

*Note 4:* As the Shares could be used as underlying securities for margin financing and securities lending, the shareholdings of the Shareholders are the aggregate of all the Shares and interests held in ordinary securities accounts and credit securities accounts.

## 4. OTHER REMINDERS

Other significant information need to remind investors about business condition during reporting period

☒Applicable    ☐Not Applicable

### 4.1 Up date on issuance of new H shares

On 5 February 2021, the Company announced to propose to issue up to 76,000,000 new H shares, which has been approved by the board. The cap of the new H shares proposed to be issued shall represent: (i) approximately 3.5% of the total issued share capital of the Company as at the date of the board meeting; (ii) approximately 3.4% of the total issued share capital of the Company enlarged by this issuance; (iii) approximately 16.9% of the total issued H shares of the Company as at the date of the board meeting; and (iv) approximately 14.4% of the total issued H shares of the Company enlarged by this issuance. This issuance has been considered and approved at the 2021 first extraordinary general meeting, the 2021 first A share class meeting and the 2021 first H share class meeting of the Company held on 25 March 2021. It has been reported to the CSRC on 25 March 2021 and it has been approved by CSRC in June 2021. As of the date of this quarterly report, the issuance of new H shares has not been completed.

### 4.2 Up date on issuance of A share convertible bonds

On 16 June 2021, the Company announced the plan to issue A share convertible bonds in the PRC for a total amount of not more than RMB4,000 million (the “**A Share Convertible Bonds**”) which are convertible into new A shares of the Company. This issuance has been considered and approved at the 2021 second extraordinary general meeting, the 2021 second A share class meeting and the 2021 second H share class meeting of the Company held on 20 August 2021. This issuance is to be implemented upon review and approval by the CSRC.





#### **4.6 Unlocking of the part of shares first granted under the restricted A share incentive scheme for 2020**

On 9 August 2021, the board considered and approved, among others, the resolution on satisfying of conditions on unlocking the part of restricted A shares first granted during the first unlocking period under the restricted A share incentive scheme for 2020. A total of 15 participants satisfied the conditions on unlocking the part of restricted A shares first granted during the first unlocking period, with a total number of 920,000 restricted A shares unlocked, representing 0.0429% of the total share capital of the Company as at the date of the board meeting.

#### **4.7 A share option incentive scheme**

On 9 August 2021, the Company announced the plan to implement an A share option incentive scheme (the “**Scheme**”). Participants of the Scheme are the middle and senior management and technical personnel of the Company as at the date of the announcement of the draft Scheme. The source of the underlying shares of the Scheme shall be A shares of the Company to be directly issued to the participants. The number of share options proposed to be granted under the Scheme is 5,947,858, representing approximately 0.28% of the total issued share capital of 2,146,893,254 Shares of the Company as at the date of announcement of the draft Scheme, among which, the first grant of share options consists of 5,353,072 shares, representing approximately 0.25% of the total issued share capital of 2,146,893,254 shares of the Company as at the date of announcement of the draft Scheme and 90% of the total number of share options under the grant; the reserved share options consist of 594,786 shares, representing approximately 0.03% of the total issued share capital of 2,146,893,254 shares of the Company as at the date of announcement of the draft Scheme and 10% of the total number of share options under the grant.

In order to ensure that the pricing principles of the Scheme will be in compliance with Rule 19A.39C of the Listing Rules regarding the conditions for waiver in respect of the exercise price of the share options under the Scheme set out in Rule 17.03(9) of the Listing Rules, the board made certain adjustments to the relevant provisions relating to the exercise price of the share options under the Scheme and other related documents on 12 October 2021.

## 5. QUARTERLY FINANCIAL STATEMENTS

### 5.1 Financial Statements

#### Consolidate Balance Sheet As at 30 September 2021

Prepared by Flat Glass Group Co., Ltd.

*Unit: RMB    Type of audit: unaudited*

| Items                                 | As at<br>30 September<br>2021 | As at<br>31 December<br>2020 |
|---------------------------------------|-------------------------------|------------------------------|
| <b>Current assets:</b>                |                               |                              |
| Cash at bank and on hand              | 1,976,302,875.34              | 1,589,967,013.69             |
| Trading financial assets              | 400,000,000.00                | 400,000,000.00               |
| Derivative financial assets           | 14,471.85                     | 1,445,666.57                 |
| Notes receivables                     | 856,599,853.70                | 546,772,640.17               |
| Receivables                           | 1,171,098,807.55              | 1,388,373,649.20             |
| Financing receivables                 | 589,635,590.11                | 684,530,748.37               |
| Advance payment                       | 1,201,187,296.81              | 363,154,384.40               |
| Other receivables                     | 57,350,495.91                 | 24,267,677.88                |
| Inventories                           | 1,285,404,344.39              | 479,395,186.67               |
| Other current assets                  | 193,574,347.31                | 91,369,716.90                |
| Total current assets                  | 7,731,168,082.97              | 5,569,276,683.85             |
| <b>Non-current assets:</b>            |                               |                              |
| Long-term equity investment           | 20,124,822.26                 | 13,914,841.66                |
| Investment in other equity instrument | 53,003,442.50                 | 53,970,165.00                |
| Investment properties                 | 19,160,098.63                 | 20,233,701.43                |
| Fixed asset                           | 5,412,360,912.12              | 3,333,698,217.15             |
| Construction in progress              | 2,433,006,429.51              | 1,937,151,385.42             |
| Right-of-use asset                    | 173,800,227.39                | 173,805,026.26               |
| Intangible assets                     | 532,558,879.76                | 529,570,040.37               |
| Long-term prepaid expenses            | 5,496,339.77                  | 5,175,651.56                 |
| Deferred tax assets                   | 26,162,663.45                 | 25,990,515.11                |
| Other non-current assets              | 1,593,668,260.66              | 603,014,147.21               |
| Total non-current assets              | 10,269,342,076.05             | 6,696,523,691.17             |
| Total assets                          | 18,000,510,159.02             | 12,265,800,375.02            |

| Items                                                     | As at<br>30 September<br>2021 | As at<br>31 December<br>2020 |
|-----------------------------------------------------------|-------------------------------|------------------------------|
| <b>Current liabilities:</b>                               |                               |                              |
| Short-term borrowings                                     | 1,405,908,924.92              | 617,402,035.00               |
| Derivative financial liabilities                          | 313,435.17                    |                              |
| Notes payables                                            | 1,105,045,673.62              | 713,571,260.89               |
| Payables                                                  | 1,808,253,704.78              | 1,294,643,492.26             |
| Contract liabilities                                      | 219,687,567.58                | 91,178,042.21                |
| Payroll payables                                          | 46,231,756.87                 | 48,938,953.78                |
| Tax payables                                              | 135,539,646.58                | 303,432,110.05               |
| Other payables                                            | 124,849,773.00                | 100,815,515.00               |
| Including: Interest payables                              | 2,647,991.81                  | 2,856,171.00                 |
| Dividend payables                                         | 791,200.00                    | 299,000.00                   |
| Non-current liabilities due within one year               | 291,843,000.00                | 160,819,952.95               |
| Total current liabilities                                 | 5,137,673,482.52              | 3,330,801,362.14             |
| <b>Non-current liabilities:</b>                           |                               |                              |
| Long-term borrowings                                      | 1,381,979,930.21              | 1,375,011,882.07             |
| Bonds payables                                            |                               | 236,681,991.63               |
| Lease liability                                           | 11,457,856.59                 | 11,508,090.39                |
| Deferred income                                           | 24,687,614.79                 | 33,039,484.74                |
| Deferred income tax liability                             | 52,197,175.72                 | 44,014,924.20                |
| Total non-current liabilities                             | 1,470,322,577.31              | 1,700,256,373.03             |
| Total liabilities                                         | 6,607,996,059.83              | 5,031,057,735.17             |
| <b>Owner's equity:</b>                                    |                               |                              |
| Share capital                                             | 536,723,313.50                | 510,312,197.00               |
| Other equity instrument                                   |                               | 49,401,670.49                |
| Capital surplus                                           | 4,822,146,544.86              | 2,045,095,156.05             |
| Less: Treasury stock                                      | 32,096,200.00                 | 28,359,000.00                |
| Other comprehensive income                                | -14,781,201.12                | -26,338,876.15               |
| Special reserve                                           | 15,337,048.80                 | 14,369,931.38                |
| Surplus reserve                                           | 220,705,199.31                | 220,705,199.31               |
| Undistributed profit                                      | 5,844,479,393.84              | 4,449,556,361.77             |
| Total equity attributable to owners of the parent company | 11,392,514,099.19             | 7,234,742,639.85             |
| Total owner's equity                                      | 11,392,514,099.19             | 7,234,742,639.85             |
| Total liabilities and owners' equity                      | 18,000,510,159.02             | 12,265,800,375.02            |

Legal representative: Ruan Hongliang    Person in charge of accounting function: Jiang Weijie  
Person in charge of accounting department: Jin Huiping

**Consolidate Income Statement**  
**For the nine months ended 30 September 2021**

Prepared by Flat Glass Group Co., Ltd.

*Unit: RMB    Type of audit: unaudited*

| Items                                                            | For the nine<br>months ended<br>30 September 2021 | For the nine<br>months ended<br>30 September 2020 |
|------------------------------------------------------------------|---------------------------------------------------|---------------------------------------------------|
| <b>I. Total operating income</b>                                 | 6,337,267,597.37                                  | 4,016,570,656.49                                  |
| Including: Operating revenue                                     | 6,337,267,597.37                                  | 4,016,570,656.49                                  |
| <b>II. Total operating costs</b>                                 | 4,467,865,886.88                                  | 2,993,488,137.65                                  |
| Including: Operating costs                                       | 3,669,934,838.78                                  | 2,415,647,590.73                                  |
| Taxes and surcharges                                             | 30,340,609.54                                     | 27,425,216.43                                     |
| Selling expense                                                  | 304,386,539.12                                    | 212,773,321.26                                    |
| General and administrative expenses                              | 155,345,617.83                                    | 103,865,529.56                                    |
| Research and development expenses                                | 303,236,157.80                                    | 176,033,280.28                                    |
| Financial expenses                                               | 4,622,123.81                                      | 57,743,199.39                                     |
| Including: Interest expenses                                     | 57,728,223.46                                     | 71,332,549.53                                     |
| Interest income                                                  | 36,210,850.21                                     | 11,107,420.04                                     |
| Add: Other income                                                | 40,213,585.39                                     | 20,057,263.33                                     |
| Investment income (loss stated with "-")                         | 25,236,719.77                                     | 7,784,124.02                                      |
| Including: investment income from associates and joint ventures  | 3,009,980.60                                      | 4,196,788.57                                      |
| Profit arising from changes in fair value (loss stated with "-") | -1,744,629.89                                     | 1,020,811.77                                      |
| Loss on credit impairment (loss stated with "-")                 | 20,451,405.33                                     | -15,111,767.28                                    |
| Loss on assets impairment (loss stated with "-")                 | -12,371,307.56                                    | -42,895,976.60                                    |
| Gains on disposal of assets (loss stated with "-")               | 3,349,838.44                                      | -2,944,195.09                                     |
| <b>III. Operating profit (loss expressed with "-")</b>           | 1,944,537,321.97                                  | 990,992,778.99                                    |
| Add: Non-operating income                                        | 4,816,984.44                                      | 9,977,166.93                                      |
| Less: Non-operating expenses                                     | 1,140,211.48                                      | 3,650,465.84                                      |
| <b>IV. Total profit (total loss expressed with "-")</b>          | 1,948,214,094.93                                  | 997,319,480.08                                    |
| Less: Income tax expense                                         | 231,362,074.78                                    | 185,586,171.93                                    |

| Items                                                                                                     | For the nine months ended 30 September 2021 | For the nine months ended 30 September 2020 |
|-----------------------------------------------------------------------------------------------------------|---------------------------------------------|---------------------------------------------|
| <b>V. Net profit (net loss expressed with “-”)</b>                                                        | 1,716,852,020.15                            | 811,733,308.15                              |
| (I) Classified on a going concern basis                                                                   |                                             |                                             |
| 1. Net profit from continuing operation (net loss stated with “-”)                                        | 1,716,852,020.15                            | 811,733,308.15                              |
| (II) Classified by attribution of the ownership                                                           |                                             |                                             |
| 1. Net profit attributed to shareholders of parent company (net loss expressed with “-”)                  | 1,716,852,020.15                            | 811,733,308.15                              |
| <b>VI. Other comprehensive income, net of tax</b>                                                         | 11,557,675.03                               | -9,356,951.37                               |
| (I) Net amount of other comprehensive income after tax attributable to the shareholders of parent company | 11,557,675.03                               | -9,356,951.37                               |
| 1. Other comprehensive income to be not reclassified to profit or loss                                    | -966,722.50                                 |                                             |
| (1) Changes in fair value of other equity instruments                                                     | -966,722.50                                 |                                             |
| 2. Other comprehensive income to be reclassified to profit or loss                                        | 12,524,397.53                               | -9,356,951.37                               |
| (1) Conversion difference of foreign currency statement                                                   | 11,684,218.40                               | -9,356,951.37                               |
| (2) Other                                                                                                 | 840,179.13                                  |                                             |
| <b>VII. Total comprehensive income</b>                                                                    | 1,728,409,695.18                            | 802,376,356.78                              |
| (I) Total comprehensive income attributable to parent company                                             | 1,728,409,695.18                            | 802,376,356.78                              |
| <b>VIII. Earnings per share</b>                                                                           |                                             |                                             |
| Basic earnings per share                                                                                  | 0.80                                        | 0.42                                        |
| Diluted earnings per share                                                                                | 0.80                                        | 0.42                                        |

For the business combination under common control effected in the current period, the net profit recognized by the merged party before the combination was RMB0, and the net profit recognized by the merged party in the previous period was RMB0.

Legal representative: Ruan Hongliang    Person in charge of accounting function: Jiang Weijie  
Person in charge of accounting department: Jin Huiping

**Consolidate Statement of Cash Flow**  
**For the nine months ended 30 September 2021**

Prepared by Flat Glass Group Co., Ltd.

*Unit: RMB    Type of audit: unaudited*

| <b>Items</b>                                                                                             | <b>For the nine<br/>months ended<br/>30 September 2021</b> | <b>For the nine<br/>months ended<br/>30 September 2020</b> |
|----------------------------------------------------------------------------------------------------------|------------------------------------------------------------|------------------------------------------------------------|
| <b>I. Cash flow from operating activities:</b>                                                           |                                                            |                                                            |
| Cash received from sale of goods or rendering of services                                                | 3,591,585,177.90                                           | 4,794,393,648.61                                           |
| Cash received from refunds of taxes                                                                      | 197,912,768.86                                             | 127,605,189.83                                             |
| Cash received relating to other operating activities                                                     | 75,748,711.99                                              | 32,875,780.33                                              |
| Subtotal of cash inflows from operating activities                                                       | 3,865,246,658.75                                           | 4,954,874,618.77                                           |
| Cash paid for goods and services                                                                         | 3,333,427,352.56                                           | 2,521,536,564.37                                           |
| Cash paid to and on behalf of employee                                                                   | 314,813,682.34                                             | 215,925,151.28                                             |
| Cash paid for payments of taxes and surcharges                                                           | 480,501,670.95                                             | 176,955,654.16                                             |
| Cash paid relating to other operating activities                                                         | 636,932,897.83                                             | 351,872,047.17                                             |
| Subtotal of cash outflows from operating activities                                                      | 4,765,675,603.68                                           | 3,266,289,416.98                                           |
| Net cash flow from operating activities                                                                  | -900,428,944.93                                            | 1,688,585,201.79                                           |
| <b>II. Cash flow from investing activities</b>                                                           |                                                            |                                                            |
| Cash receipts from disposal of investments                                                               | 2,050,000,000.00                                           |                                                            |
| Cash received from disposal of investments                                                               | 23,273,837.86                                              | 1,399,400.00                                               |
| Net cash received from disposal of fixed assets, intangible assets and other long-term equity investment | 13,467,268.65                                              | 5,262,989.68                                               |
| Cash received relating to investing activities                                                           | 67,161,439.65                                              | 1,955,951,081.74                                           |
| Subtotal of cash inflows from investing activities                                                       | 2,153,902,546.16                                           | 1,962,613,471.42                                           |
| Cash paid to purchase fixed assets, intangible assets and other long-term assets payment                 | 2,980,745,217.52                                           | 1,527,002,166.63                                           |
| Cash paid to investment                                                                                  | 2,050,000,000.00                                           | 67,917,500.00                                              |
| Cash paid relating to other investing activities                                                         | 25,679,856.10                                              | 2,965,665,488.59                                           |
| Subtotal of cash outflows from investing activities                                                      | 5,056,425,073.62                                           | 4,560,585,155.22                                           |
| Net cash flow from investing activities                                                                  | -2,902,522,527.46                                          | -2,597,971,683.80                                          |

| Items                                                                           | For the nine months ended 30 September 2021 | For the nine months ended 30 September 2020 |
|---------------------------------------------------------------------------------|---------------------------------------------|---------------------------------------------|
| <b>III. Cash flow from financing activities:</b>                                |                                             |                                             |
| Cash received from capital contribution                                         | 2,509,960,996.79                            | 28,658,000.00                               |
| Cash received from borrowings                                                   | 3,102,378,042.43                            | 2,730,069,871.17                            |
| Cash received from issued bonds                                                 |                                             | 1,444,025,000.00                            |
| Cash received relating to other financing activities                            | 784,405,415.17                              | 440,358,476.87                              |
| Subtotal of cash inflows from financing activities                              | 6,396,744,454.39                            | 4,643,111,348.04                            |
| Cash paid for payment of borrowings                                             | 997,501,414.78                              | 2,488,431,846.44                            |
| Cash paid for distribution of dividends, and profits or payment of interest     | 384,806,224.98                              | 65,736,370.94                               |
| Cash paid relating to other financing activities                                | 1,164,450,702.67                            | 475,599,542.68                              |
| Subtotal of cash outflows from financing activities                             | 2,546,758,342.43                            | 3,029,767,760.06                            |
| Net cash flow from financing activities                                         | 3,849,986,111.96                            | 1,613,343,587.98                            |
| <b>IV. Effect of foreign exchange rate changes on cash and cash equivalents</b> | -4,099,811.18                               | -11,715,160.97                              |
| <b>V. Net increase in cash and cash equivalents</b>                             | 42,934,828.39                               | 692,241,945.00                              |
| Add: cash and cash equivalents at beginning of period                           | 1,146,171,930.13                            | 479,068,091.59                              |
| <b>VI. Cash and cash equivalents at end of period</b>                           | 1,189,106,758.52                            | 1,171,310,036.59                            |

Legal representative: Ruan Hongliang    Person in charge of accounting function: Jiang Weijie  
Person in charge of accounting department: Jin Huiping

Jiaxing, Zhejiang Province, People's Republic of China  
20 October 2021

*As at the date of this announcement, the executive directors of the Company are Mr. Ruan Hongliang, Ms. Jiang Jinhua, Mr. Wei Yezhong and Mr. Shen Qifu, and the independent non-executive directors of the Company are Ms. Xu Pan, Ms. Hua Fulan and Ms. Ng Yau Kuen Carmen.*