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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)**

## **FIRST QUARTERLY REPORT FOR THE THREE MONTHS ENDED 31 MARCH 2023**

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 quarter. 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 first quarter ended 31 March 2023.

The contents of this quarterly report are consistent with the announcement published on the Shanghai Stock Exchange. The quarterly report is originally prepared in Chinese. In case of any inconsistency between the Chinese version and the English version, the Chinese version shall prevail.

## **1. IMPORTANT NOTICE**

1.1 The board of directors, the supervisory committee, directors, supervisors and senior management

|                                                  | <b>As at<br/>31 March 2023</b> | <b>As at<br/>31 March 2022</b> | <b>Increase/decrease<br/>compared to<br/>the end of<br/>last year (%)</b> |
|--------------------------------------------------|--------------------------------|--------------------------------|---------------------------------------------------------------------------|
| Total assets                                     | 34,007,955,599.71              | 32,381,722,606.05              | 5.02                                                                      |
| Equity attributable to owners' of<br>the Company | 14,535,558,742.89              | 14,032,447,213.17              | 3.59                                                                      |

## **2.2 Non-recurring item**

*Unit: RMB*

| <b>Items</b>                                                                                                                                                                                                                                                                                                                                                                          | <b>For the<br/>three months<br/>ended 31 March<br/>2023</b> |
|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-------------------------------------------------------------|
| Gains/(losses) on disposal of non-current assets                                                                                                                                                                                                                                                                                                                                      | -171,643.20                                                 |
| Government grants recorded as other income, except<br>for government grants that are closely related to the<br>Company's business or given at a fixed quota or<br>amount in accordance with government policies                                                                                                                                                                       | 12,642,277.00                                               |
| Apart from hedging instruments relating to the normal<br>operations of the Company, profit or loss from change<br>in fair value of held-for-trading financial assets and<br>held-for-trading financial liabilities, and investment<br>income from disposal of held-for-trading financial<br>assets, held-for-trading financial liabilities and<br>available for-sale financial assets | 171,504.38                                                  |
| Other non-operating income/(expenses) other than<br>above                                                                                                                                                                                                                                                                                                                             | 361,420.12                                                  |
| Less: Effects of income tax                                                                                                                                                                                                                                                                                                                                                           | -1,968,043.28                                               |
| Total                                                                                                                                                                                                                                                                                                                                                                                 | 11,035,515.02                                               |



### 3. SHAREHOLDERS' INFORMATION

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

Unit: share

|                                                                                    |        |                                                                                                           |     |
|------------------------------------------------------------------------------------|--------|-----------------------------------------------------------------------------------------------------------|-----|
| Total number of ordinary shareholders at end of the reporting period (shareholder) | 50,158 | Total number of preferred shareholders with voting rights resumed at end of the reporting period (if any) | Nil |
|------------------------------------------------------------------------------------|--------|-----------------------------------------------------------------------------------------------------------|-----|

| Shareholding of top ten shareholders                                         |                                       |              |                |                         |                                  |            |
|------------------------------------------------------------------------------|---------------------------------------|--------------|----------------|-------------------------|----------------------------------|------------|
| Name of shareholders                                                         | Nature of shareholders                | Shareholding | Percentage (%) | Restricted shareholding | Pledge, mark or locked-up Status | Number     |
| HKSCC NOMINEES LIMITED                                                       |                                       |              |                |                         |                                  |            |
| 香港中央結算(代理人)有限公司                                                              | Other                                 | 449,943,880  | 20.96          | 0                       | Unknown                          |            |
| Ruan Hongliang                                                               | Domestic natural person               | 439,358,400  | 20.46          | 0                       | Pledge                           | 21,000,000 |
| Ruan Zeyun                                                                   | Domestic natural person               | 350,532,000  | 16.33          | 0                       | Pledge                           | 6,211,500  |
| Jiang Jinhua                                                                 | Domestic natural person               | 324,081,600  | 15.10          | 0                       | Nil                              |            |
| Zheng Wenrong                                                                | Domestic natural person               | 46,801,800   | 2.18           | 0                       | Nil                              |            |
| Zhu Quanming                                                                 | Domestic natural person               | 31,201,200   | 1.45           | 0                       | Pledge                           | 7,850,000  |
| Shen Fuquan                                                                  | Domestic natural person               | 31,201,200   | 1.45           | 0                       | Nil                              |            |
| Shanghai Ruiyang Investment Management Co., LTD.                             |                                       |              |                |                         |                                  |            |
| – Ruiyang Emerging Growth Private Equity Investment Fund                     | Domestic non-state-owned legal person | 28,000,000   | 1.30           | 0                       | Nil                              |            |
| Hong Kong Securities Clearing Company Limited                                |                                       |              |                |                         |                                  |            |
|                                                                              | Other                                 | 25,151,468   | 1.17           | 0                       | Nil                              |            |
| Shanghai Pudong Development Bank Co., Ltd.                                   |                                       |              |                |                         |                                  |            |
| – GF High-end Manufacturing Stock-type Initiating Securities Investment Fund | Domestic non-state-owned legal person | 24,033,531   | 1.12           | 0                       | Nil                              |            |

# Shareholdings of top ten unrestricted shareholders

| Name of shareholders                                                                                                          | Number of<br>unrestricted<br>tradable<br>shares held | Class of shares and number        |             |
|-------------------------------------------------------------------------------------------------------------------------------|------------------------------------------------------|-----------------------------------|-------------|
|                                                                                                                               |                                                      | Class                             | Number      |
| HKSCC NOMINEES LIMITED<br>香港中央結算(代理人)有限公司                                                                                     | 449,943,880                                          | Overseas listed<br>foreign shares | 449,943,880 |
| Ruan Hongliang                                                                                                                | 439,358,400                                          | RMB Ordinary<br>shares            | 439,358,400 |
| Ruan Zeyun                                                                                                                    | 350,532,000                                          | RMB Ordinary<br>shares            | 350,532,000 |
| Jiang Jinhua                                                                                                                  | 324,081,600                                          | RMB Ordinary<br>shares            | 324,081,600 |
| Zheng Wenrong                                                                                                                 | 46,801,800                                           | RMB Ordinary<br>shares            | 46,801,800  |
| Zhu Quanming                                                                                                                  | 31,201,200                                           | RMB Ordinary<br>shares            | 31,201,200  |
| Shen Fuquan                                                                                                                   | 31,201,200                                           | RMB Ordinary<br>shares            | 31,201,200  |
| Shanghai Ruiyang Investment<br>Management Co., LTD. – Ruiyang Emerging<br>Growth Private Equity Investment Fund               | 28,000,000                                           | RMB Ordinary<br>shares            | 28,000,000  |
| Hong Kong Securities Clearing Company Limited                                                                                 | 25,151,468                                           | RMB Ordinary<br>shares            | 25,151,468  |
| Shanghai Pudong Development Bank Co., Ltd.<br>– GF High-end Manufacturing Stock-type<br>Initiating Securities Investment Fund | 24,033,531                                           | RMB Ordinary<br>shares            | 24,033,531  |
| Details relating to the related relationship of<br>the Above shareholders or the parties acting in<br>concert                 |                                                      |                                   |             |

*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 31 March 2023.

*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

##### **1. Non-public Issuance of A Shares**

On 1 June 2022, the Board has approved the proposed non-public issuance of A shares which was also approved by shareholders of the Company at the 2022 first extraordinary general meeting, the 2022 first A share class meeting and the 2022 first H share class meeting held on 29 July 2022. In November 2022, the Company received the “Approval in Relation to the Non-public Issuance of Shares by Flat Glass Group Co., Ltd. (Zheng Jian Xu Ke [2022] No. 2742)” (《關於核准福萊特玻璃集團股份有限公司非公開發行股票的批覆》(證監許可[2022]2742號)) from the CSRC, which approved the Company’s proposed non-public Issuance of not more than 509,068,000 new A shares. As of the date of this report, the proposed non-public issuance of A shares has not been completed.

## 5. QUARTERLY FINANCIAL STATEMENTS

### 5.1 Financial Statements

#### **Consolidated Balance Sheet As at 31 March 2023**

Prepared by Flat Glass Group Co., Ltd.

*Unit: RMB    Type of audit: unaudited*

| <b>Items</b>             | <b>As at<br/>31 March<br/>2023</b> | <b>As at<br/>31 December<br/>2022</b> |
|--------------------------|------------------------------------|---------------------------------------|
| <b>Current assets:</b>   |                                    |                                       |
| Cash at bank and on hand | 3,287,021,323.13                   | 2,932,152,844.19                      |
| Trading financial assets | 2,000,000.00                       | 2,000,000.00                          |
| Bills receivable         | 2,309,902,664.03                   | 2,505,753,674.34                      |
| Trade receivables        | 3,917,317,599.69                   | 2,811,090,070.19                      |
| Financing receivables    |                                    |                                       |

| Items                                       | As at<br>31 March<br>2023 | As at<br>31 December<br>2022 |
|---------------------------------------------|---------------------------|------------------------------|
| <b>Current liabilities:</b>                 |                           |                              |
| Short-term borrowings                       | 3,771,199,573.16          | 3,095,354,079.23             |
| Derivative financial liabilities            | 129,039.60                | 1,765,968.98                 |
| Bills payable                               | 1,164,039,020.05          | 964,727,516.59               |
| Trade payables                              | 3,989,764,924.01          | 4,100,044,464.81             |
| Contract liabilities                        | 99,052,896.75             | 115,048,763.64               |
| Payroll payables                            | 69,127,420.60             | 102,797,701.22               |
| Tax payables                                | 210,720,305.81            | 186,516,829.00               |
| Other payables                              | 451,070,619.18            | 655,490,858.12               |
| Including: Interests payable                | 23,372,088.32             | 16,887,442.02                |
| Dividends payable                           | 1,357,000                 | 2,737,023.00                 |
| Non-current liabilities due within one year | 833,384,886.04            | 1,302,218,275.31             |
| Other current liabilities                   | 5,169,514.70              | 9,449,715.18                 |
| Total current liabilities                   | 10,593,658,199.90         | 10,533,414,172.08            |
| <b>Non-current liabilities:</b>             |                           |                              |
| Long-term borrowings                        | 4,871,867,500.00          | 3,889,070,000.00             |
| Bonds payable                               | 3,629,896,018.14          | 3,588,678,749.97             |
| Lease liabilities                           | 12,583,416.29             | 11,926,193.55                |
| Long-term payables                          | 133,013,319.55            | 137,660,340.97               |

**Consolidated Income Statement**  
**For the three months ended 31 March 2023**

Prepared by Flat Glass Group Co., Ltd.

*Unit: RMB    Type of audit: unaudited*

| <b>Items</b>                                                        | <b>For the three<br/>months ended<br/>31 March 2023</b> | <b>For the three<br/>months ended<br/>31 March 2022</b> |
|---------------------------------------------------------------------|---------------------------------------------------------|---------------------------------------------------------|
| <b>I. Total operating income</b>                                    | 5,364,942,648.25                                        | 3,508,900,799.31                                        |
| Including: Operating revenue                                        | 5,364,942,648.25                                        | 3,508,900,799.31                                        |
| <b>II. Total operating costs</b>                                    | 4,806,492,315.72                                        | 3,005,516,512.21                                        |
| Including: Operating costs                                          | 4,374,100,179.43                                        | 2,755,595,927.67                                        |
| Taxes and surcharges                                                | 44,340,179.71                                           | 18,523,954.63                                           |
| Selling expenses                                                    | 33,644,181.92                                           | 19,101,929.99                                           |
| General and administrative<br>expenses                              | 70,302,701.97                                           | 62,226,393.68                                           |
| Research and development<br>expenses                                | 157,495,810.85                                          | 100,731,583.77                                          |
| Financial expenses                                                  | 126,609,261.84                                          | 49,336,722.47                                           |
| Including: Interest expenses                                        | 126,402,704.15                                          | 51,267,676.34                                           |
| Interest income                                                     | 11,074,034.89                                           | 11,896,510.31                                           |
| Add: Other income                                                   | 21,151,563.69                                           | 26,817,979.28                                           |
| Investment income (loss stated with “-”)                            | 1,133,053.33                                            | 1,384,631.12                                            |
| Including: investment income from<br>associates and joint ventures  | 2,598,478.33                                            | 935,321.12                                              |
| Profit arising from changes in fair value<br>(loss stated with “-”) | 1,636,929.38                                            | -129,400.05                                             |
| Loss on credit impairment<br>(loss stated with “-”)                 | -19,809,439.28                                          | -32,021,445.12                                          |
| Loss on assets impairment<br>(loss stated with “-”)                 | -2,361,766.51                                           | 2,292,690.55                                            |
| Gains on disposal of assets<br>(loss stated with “-”)               | -171,643.20                                             | -6,373,937.67                                           |
| <b>III. Operating profit (loss expressed with “-”)</b>              | 560,029,029.94                                          | 495,354,805.21                                          |
| Add: Non-operating income                                           | 403,771.64                                              | 1,045,284.15                                            |
| Less: Non-operating expenses                                        | 42,351.52                                               | 1,005,700.17                                            |
| <b>IV. Total profit (total loss expressed with “-”)</b>             | 560,390,450.06                                          | 495,394,389.19                                          |
| Less: Income tax expense                                            | 48,940,008.71                                           | 58,684,096.91                                           |

| Items                                                                                                     | For the three<br>months ended<br>31 March 2023 | For the three<br>months ended<br>31 March 2022 |
|-----------------------------------------------------------------------------------------------------------|------------------------------------------------|------------------------------------------------|
| <b>V. Net profit (net loss expressed with “-”)</b>                                                        | 511,450,441.35                                 | 436,710,292.28                                 |
| (I) Classified on a going concern basis                                                                   |                                                |                                                |
| 1. Net profit from continuing operation                                                                   |                                                |                                                |
| (net loss stated with “-”)                                                                                | 511,450,441.35                                 | 436,710,292.28                                 |
| (II) Classified by attribution of the ownership                                                           |                                                |                                                |
| 1. Net profit attributed to shareholders of parent company                                                |                                                |                                                |
| (net loss expressed with “-”)                                                                             | 511,450,441.35                                 | 436,710,292.28                                 |
| <b>VI. Other comprehensive income, net of tax</b>                                                         | -17,290,385.94                                 | -11,274,093.02                                 |
| (I) Net amount of other comprehensive income after tax attributable to the shareholders of parent company | -17,290,385.94                                 | -11,274,093.02                                 |
| 1. Other comprehensive income to be reclassified to profit or loss                                        | -17,290,385.94                                 | -11,274,093.02                                 |
| (1) Conversion difference of foreign currency statement                                                   | -11,272,468.90                                 | -12,352,432.99                                 |
| (2) Other                                                                                                 | -6,017,917.04                                  | 1,078,339.97                                   |
| <b>VII. Total comprehensive income</b>                                                                    | 494,160,055.41                                 | 425,436,199.26                                 |
| (I) Total comprehensive income attribute to parent company                                                | 494,160,055.41                                 | 425,436,199.26                                 |
| <b>VIII. Earnings per share</b>                                                                           |                                                |                                                |
| Basic earnings per share                                                                                  | 0.24                                           | 0.20                                           |
| Diluted earnings per share                                                                                | 0.24                                           | 0.20                                           |

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

**Consolidated Statement of Cash Flow**  
**For the three months ended 31 March 2023**

Prepared by Flat Glass Group Co., Ltd.

*Unit: RMB    Type of audit: unaudited*

| <b>Items</b>                                              | <b>For the three<br/>months ended<br/>31 March 2023</b> | <b>For the three<br/>months ended<br/>31 March 2022</b> |
|-----------------------------------------------------------|---------------------------------------------------------|---------------------------------------------------------|
| <b>I.    Cash flow from operating activities:</b>         |                                                         |                                                         |
| Cash received from sale of goods or rendering of services | 2,198,277,389.09                                        | 1,439,899,627.73                                        |
| Cash received from refunds of taxes                       | 123,555,740.69                                          | 34,928,849.66                                           |
| Cash received relating to other operating activities      | 41,726,153.15                                           | 82,420,433.72                                           |
| Subtotal of cash inflows from operating activities        | 2,363,559,282.93                                        | 1,557,248,911.11                                        |
| Cash paid for goods and services                          | 2,208,704,611.52                                        | 615,891,923.73                                          |
| Cash paid to and on behalf of employee                    | 236,920,117.82                                          | 171,960,338.71                                          |
| Cash paid for payments of taxes and surcharges            | 205,512,724.02                                          | 167,346,712.52                                          |
| Cash paid relating to other operating activities          | 193,331,996.12                                          |                                                         |

| Items                                                                           | For the three<br>months ended<br>31 March 2023 | For the three<br>months ended<br>31 March 2022 |
|---------------------------------------------------------------------------------|------------------------------------------------|------------------------------------------------|
| <b>III. Cash flow from financing activities:</b>                                |                                                |                                                |
| Cash received from borrowings                                                   | 2,961,821,937.96                               | 3,164,829,200.00                               |
| Cash received relating to other financing activities                            | 149,256,031.87                                 | 80,777,844.62                                  |
| Subtotal of cash inflows from financing activities                              | 3,111,077,969.83                               | 3,245,607,044.62                               |
| Cash paid for payment of borrowings                                             | 1,422,071,077.00                               | 550,675,500.00                                 |
| Cash paid for distribution of dividends, and profits or payment of interest     | 83,324,944.86                                  | 44,128,364.15                                  |
| Cash paid relating to other financing activities                                | 361,811,455.87                                 | 95,688,533.27                                  |
| Subtotal of cash outflows from financing activities                             | 1,867,207,477.73                               | 690,492,397.42                                 |
| Net cash flow from financing activities                                         | 1,243,870,492.10                               | 2,555,114,647.20                               |
| <b>IV. Effect of foreign exchange rate changes on cash and cash equivalents</b> | 55,719,181.42                                  | -2,864,621.57                                  |
| <b>V. Net increase in cash and cash equivalents</b>                             | 76,053,408.85                                  | -626,086,590.37                                |
| Add: cash and cash equivalents at beginning of period                           | 2,319,081,464.51                               | 2,101,730,679.46                               |
| <b>VI. Cash and cash equivalents at end of period</b>                           | 2,395,134,873.36                               | 1,475,644,089.09                               |

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  
24 April 2023

*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.*