

Stock Code: 200725 Stock Name: BOE-B Announcement No. 2020-066

BOE TECHNOLOGY GROUP CO., LTD.
THIRD QUARTERLY REPORT 2020 (SUMMARY)

Part I Important Notes

The Board of Directors (or the “Board”), the Supervisory Committee as well as the directors, supervisors and senior management of BOE Technology Group Co., Ltd. (hereinafter referred to as the “Company”) hereby guarantee the factuality, accuracy and completeness of the contents of this Report and its summary, and shall be jointly and severally liable for any misrepresentations, misleading statements or material omissions therein.

All the Company’s directors have attended the Board meeting for the review of this Report and its summary.

Mr. Chen Yanshun, the Company’s legal representative, Mr. Liu Xiaodong, president of the Company’s Execution Committee (Chief Executive Officer), Ms. Sun Yun, the Company’s Chief Financial Officer, and Ms. Yang Xiaoping, head of the Company’s financial department (equivalent to financial manager) hereby guarantee that the Financial Statements carried in this Report are factual, accurate and complete.

This Report has been prepared in both Chinese and English. Should there be any discrepancies or misunderstandings between the two versions, the Chinese version shall prevail.

Part II Key Corporate Information

I Key Consolidated Financial Information

Indicate by tick mark whether there is any retrospectively restated datum in the table below.
☐ Yes ☒ No

Item	30 September 2020	31 December 2019	Change (%)	
Total assets (RMB)	363,168,000,656.00	340,412,203,308.00	6.68%	
Equity attributable to the listed company's shareholders (RMB)	101,109,228,915.00	95,058,129,055.00	6.37%	
Item	Q3 2020	YoY change (%)	Q1–Q3 2020	YoY change (%)
Operating revenue (RMB)	40,820,898,656.00	33.04%	101,687,972,162.00	18.63%
Net profit attributable to the listed company's shareholders (RMB)	1,340,387,777.00	629.30%	2,475,838,102.00	33.67%
Net profit attributable to the listed company's shareholders before exceptional items (RMB)	1,064,128,213.00	—	887,799,628.00	—
Net cash generated from/used in operating activities (RMB)	13,751,838,874.00	178.83%	23,468,514,408.00	42.00%
Basic earnings per share (RMB/share)	0.035	600.00%	0.061	15.09%
Diluted earnings per share (RMB/share)	0.035	600.00%	0.061	15.09%
Weighted average return on equity (%)	1.37%	1.16%	2.42%	0.28%

Exceptional gains and losses:

☒ Applicable ☐ Not applicable

Unit: RMB

Item	Q1–Q3 2020	Note
Gain or loss on disposal of non-current assets (inclusive of impairment allowance write-off)	–3,937,719.00	N/A
Tax rebates, reductions and exemptions with ultra vires approval or in lack of duly approved document	0.00	N/A
Government subsidies charged to current profit and loss (exclusive of government subsidies given in the Company’s ordinary course of business at fixed quotas or amounts as per government’s uniform standards)	1,855,998,083.00	N/A
Capital occupation charges on non-financial enterprises that are charged to current gains and losses	0.00	N/A
Income equal to the amount by which investment costs for the Company to obtain subsidiaries, associates and joint ventures are lower than the Company’s enjoyable fair value of identifiable net assets of investees when making investments	0.00	N/A
Gains and losses on non-monetary asset swap	0.00	N/A
Gains and losses on investment or asset management entrustments to other entities	0.00	N/A
Allowance for asset impairments due to acts of God such as natural disasters	0.00	N/A
Gains and losses on debt restructuring	0.00	N/A
Restructuring costs in staff arrangement, integration, etc.	0.00	N/A
Gains and losses on over-fair value amount as a result of transactions with distinctly unfair prices	0.00	N/A
Current gains and losses on subsidiaries acquired through business mergers under same control from period-beginning to merger dates, net	0.00	N/A
Gains and losses on contingencies that do not arise in the Company’s ordinary course of business	0.00	N/A
Gain or loss on fair-value changes in held-for-trading financial assets and liabilities and derivative financial assets and liabilities & investment income from disposal of held-for-trading financial assets and liabilities and derivative financial assets and liabilities, and other debt investments (exclusive of effective portion of hedges that arise in the Company’s ordinary course of business)	41,769,702.00	N/A
Reversed portion of impairment allowance for accounts receivable and contract assets which are tested individually for impairment	7,805,828.00	N/A
Gains and losses on loan entrustment	0.00	N/A
Gains and losses on fair value changes in investment property of which subsequent measurement is carried out using fair value method	0.00	N/A
Effects of all adjustments required by taxation, accounting and other applicable laws and regulations on current gains and losses	0.00	N/A
Income from charges on entrusted management	0.00	N/A
Non-operating income and expense other than above	55,534,652.00	N/A
Other gains and losses that meet definition of nonrecurring gain/loss	0.00	N/A
Less: Income tax effects	123,536,748.00	N/A
Non-controlling interests (net of tax)	245,595,324.00	N/A
Total	1,588,038,474.00	—

Explanation of why the Company reclassifies as recurrent an exceptional gain/loss item defined or listed in the Explanatory Announcement No. 1 on Information Disclosure for Companies Offering Their Securities to the Public—Exceptional Gain/Loss Items:

☐ Applicable ☒ Not applicable

No such cases in the Reporting Period.

II Total Number of Shareholders and Holdings of Top 10 of Them as at the End of the Reporting Period

1. Numbers of Ordinary Shareholders and Preference Shareholders with Resumed Voting Rights as well as Holdings of Top 10 Shareholders

Unit: share

Number of ordinary shareholders		1,207,757 (including 1,168,162 A-shareholders and 39,595 B-shareholders)				
Top 10 shareholders						
Name of shareholder	Nature of shareholder	Shareholding percentage	Total shares held	Restricted shares	Shares in pledge or frozen	Shares
					Status	
Beijing State-owned Capital Operation and Management Center	State-owned corporation	11.68%	4,063,333,333	0	N/A	0
Hong Kong Securities Clearing Company Ltd.	Foreign corporation	5.21%	1,812,788,406	0	N/A	0
Hefei Jianxiang Investment Co., Ltd.	State-owned corporation	3.10%	1,078,869,310	0	N/A	0
Chongqing Ecacpital Opto-electronic Industry Investment Co., Ltd.	State-owned corporation	2.92%	1,014,888,138	0	N/A	0
Beijing BOE Investment & Development Co., Ltd.	State-owned corporation	2.36%	822,092,180	0	N/A	0
Hefei Jianxin Investment Co., Ltd.	State-owned corporation	2.30%	800,000,000	0	N/A	0
Beijing Yizhuang Investment Holdings Co., Ltd.	State-owned corporation	1.46%	507,008,046	0	N/A	0
Generali China – China Merchants Bank – Generali Assets – Qihang No. 1 Asset Management Products	Other	0.94%	325,728,500	0	N/A	0
Generali China – China Merchants Bank – Generali Assets – Chengning No. 1 Asset Management Products	Other	0.88%	305,643,700	0	N/A	0
China Merchants Bank Co., Ltd. – Galaxy Innovation Growth Hybrid Securities Investment Fund	Other	0.87%	303,999,829	0	N/A	0

Top 10 unrestricted shareholders				
Name of shareholder	Unrestricted ordinary shares held	Shares by class		
		Class	Shares	
Beijing State-owned Capital Operation and Management Center	4,063,333,333	RMB-denominated ordinary share	4,063,333,333	
Hong Kong Securities Clearing Company Ltd.	1,812,788,406	RMB-denominated ordinary share	1,812,788,406	
Hefei Jianxang Investment Co., Ltd.	1,078,869,310	RMB-denominated ordinary share	1,078,869,310	
Chongqing Ecacpital Opto-electronic Industry Investment Co., Ltd.	1,014,888,138	RMB-denominated ordinary share	1,014,888,138	
Beijing BOE Investment & Development Co., Ltd.	822,092,180	RMB-denominated ordinary share	822,092,180	
Hefei Jianxin Investment Co., Ltd.	800,000,000	RMB-denominated ordinary share	800,000,000	
Beijing Yizhuang Investment Holdings Co., Ltd.	507,008,046	RMB-denominated ordinary share	507,008,046	
Generali China – China Merchants Bank – Generali Assets – Qihang No. 1 Asset Management Products	325,728,500	RMB-denominated ordinary share	325,728,500	
Generali China – China Merchants Bank – Generali Assets – Chengning No. 1 Asset Management Products	305,643,700	RMB-denominated ordinary share	305,643,700	
China Merchants Bank Co., Ltd. – Galaxy Innovation Growth Hybrid Securities Investment Fund	303,999,829	RMB-denominated ordinary share	303,999,829	
Related or acting-in-concert parties among shareholders above		1. After the non-public issuing of BOE in 2014, Hefei Jianxang Investment Co., Ltd. and Chongqing Ecacpital Opto-electronic Industry Investment Co., Ltd., by entering into Implementation Protocol of Voting Right respectively, agreed to maintain all of the shares held by them respectively unanimous with Beijing BOE Investment & Development Co., Ltd. when executing the voting rights of the shareholders. 2. Except for the above relationships, the Company does not know any other connected party or acting-in-concert party among the top 10 shareholders.		
Top 10 ordinary shareholders involved in securities margin trading (if any)		The Company's shareholder Beijing Yizhuang Investment Holdings Co., Ltd. decreased its shareholding in the Company of 46,944,800 shares for involving in refinancing business.		

Indicate by tick mark whether any of the top 10 ordinary shareholders or the top 10 unrestricted ordinary shareholders of the Company conducted any promissory repo during the Reporting Period.

☐ Yes ☒ No

No such cases in the Reporting Period.

2. Number of Preference Shareholders and Shareholdings of Top 10 of Them

☐ Applicable ☒ Not applicable

Part III Significant Events

I Changes in Key Financial Statement Line Items and Explanation of why

☒ Applicable ☐ Not applicable

- Accounts receivable as at 30 September 2020 rose 42% compared to 31 December 2019, primarily driven by an increase in amounts due from customers with expanding operating revenue in the Reporting Period.
 - Inventories as at 30 September 2020 rose 31% compared to 31 December 2019, primarily driven by expanding operating revenue and the mass production in respect of new project in the Reporting Period.
 - Fixed assets as at 30 September 2020 rose 33% compared to 31 December 2019, primarily driven by the transfer of new construction to fixed assets in the Reporting Period.
 - Construction in progress as at 30 September 2020 declined 38% compared to 31 December 2019, primarily driven by the transfer of new construction to fixed assets in the Reporting Period.
 - The current portion of non-current liabilities as at 30 September 2020 rose 32% compared to 31 December 2019, primarily driven by the transfer of long-term borrowings to this item in the Reporting Period.
 - Administrative expense rose 30% during Q1–Q3 2020 compared to Q1–Q3 2019, primarily driven by expanding operating revenue in the Reporting Period.
 - Finance costs rose 40% during Q1–Q3 2020 compared to Q1–Q3 2019, primarily driven by Q1–Q3 2019 seeing the repayment of convertible debt by the Company.
 - Return on investment rose 100% during Q1–Q3 2020 compared to Q1–Q3 2019, primarily driven by an increase in the Company’s share of profit of associates in the Reporting Period.
 - Asset impairment loss rose 51% during Q1–Q3 2020 compared to Q1–Q3 2019, primarily driven by an increase in inventory valuation allowances, which were made at the lower of cost and net realizable value.
 - Net cash generated from operating activities rose 42% during Q1–Q3 2020 compared to Q1–Q3 2019, primarily driven by an increase in operating profit as a result of a bigger business size and an increase in tax and levy rebates.
- II Progress, Influence and Solutions in respect of Significant Events

☒ Applicable ☐ Not applicable

1. On 18 October 2019, the Company disclosed the Announcement on the Company’s Application for CSRC’s Approval for its Public Issue of Renewable Corporate Bonds (Announcement No. 2019–052), and the Company received the No. [2019] 1801 Approval from CSRC. Based on the approval, the Company could publicly issue the renewable corporate bonds with the nominal value no more than RMB30 billion to qualified investors. The Company publicly issued renewable corporate bonds (to qualified investors) (the first issue) (“19BOEY1” for short; Code: 112741) in 2019 with the issue term from 28 October 2019 to 29 October 2019, the issuing scale of RMB8 billion and the bonds’ ultimate nominal interest rate of 4.0%. The Company publicly issued renewable corporate bonds (to qualified investors) (the first issue) (epidemic prevention and control bonds) (“20BOEY1” for short; Code: 149046) in 2020 with the issue term from 27 February 2020 to 28 February 2020, the issuing scale of RMB2 billion and the bonds’ ultimate nominal interest of 3.64%. The Company publicly issued the renewable corporate bonds (to qualified investors) (the second issue) (epidemic prevention and control bonds) (“20BOEY2” for short; Code: 149065) in 2020 with the issue term from 18 March 2020 to 19 March 2020, the issuing scale of RMB2 billion and the bonds’ ultimate nominal interest of 3.54%. The Company publicly issued the renewable corporate bonds (to qualified investors) (the third issue) (epidemic prevention and control bonds) (“20BOEY3” for short; Code: 149108) in 2020 with the issue term from 24 April 2020 to 27 April 2020, the issuing scale of RMB2 billion and the bonds’ ultimate nominal interest of 3.50%. 29 October 2020 represented the one-year mark for the renewable corporate bonds (to qualified investors) (the first issue) publicly issued by the Company in 2019 with the issue term from 28 October 2019 to 29 October 2019. According to the relevant rules, interest is payable annually during the interest period. On 22 October 2020, the Company disclosed the Announcement No. 2020–065 on the Payment of Interest for “19BOEY1” for 2020 with RMB40.00 (tax inclusive)/10 bonds.

2. The Company’s wholly-owned subsidiary BOE Technology (HK) Limited filed a lawsuit on the sales contract dispute to the superior people’s court in Beijing, and the defendants included LETV Mobile Intelligent Information Technology (Beijing) Co., Ltd. (hereinafter referred to as “LETV Mobile”), LETV Holdings (Beijing) Co., Ltd., Le Sai Mobile Technology (Beijing) Co., Ltd. and Jia Yueying with the claimed amount of USD41.84 million in total. However, Beijing Municipal Superior People’s Court respectively issued the Notice of Acceptance and the Civil Ruling Paper on Property Preservation on July 6, 2017 and July 31, 2017. LETV Mobile ever put forward the jurisdiction objection to Beijing Municipal Superior People’s Court, which was rejected, and then launched a lawsuit on the judgment of the jurisdiction objection to the Supreme People’s Court. Finally, the Supreme People’s Court made the final ruling, rejecting the appeal of LETV Mobile and affirmed the original judgment. On 8 March 2019, the first hearing was held in Beijing Municipal Superior People’s Court. On 19 February 2020, Beijing Municipal Superior People’s Court issued the first instance judgment:

(1) The defendant (LETV Mobile Intelligent Information Technology (Beijing) Co., Ltd.) shall pay the plaintiff (BOE Technology (HK) Limited) the owed principal USD36,940,476.77 and the resulting interests (regarding the principal USD12,871,274.5 as the interest basis from 8 September 2014 to 1 March 2017, USD12,144,001.77 from 2 March 2017 to the actual payment day, USD16,172,935 from October 13, 2016 to the actual payment day, USD8,488,690 from November 10, 2016 to the actual payment day, and US134,850 from 8 December 2016 to the actual payment day; the annual interest rate shall be 6% (365 days)), as well as the liquidated damages (regarding the principal USD2,052,248.71 as the basis from 30 April 2017 to 1 July 2017, USD2,052,248.71 from 31 May 2017 to 1 July 2017, USD2,052,248.71 from 30 June 2017 to 1 July 2017, and USD36,940,476.77 from 2 July 2017 to the actual payment day; the penalty standard was 0.03% per day); under the Installment Payment Agreement within 10 days after the judgment took effect;

(2) The defendant LETV Holdings (Beijing) Co., Ltd. shall burden the joint and several guarantee for the debt owed by LETV Mobile Intelligent Information Technology (Beijing) Co., Ltd. Defined in the judgment (Item I);

(3) After the Defendant LETV Holdings (Beijing) Co., Ltd. burdens the joint and several guarantee related to Item II, LETV Holdings (Beijing) Co., Ltd. shall have the right to claim compensation from LETV Mobile Intelligent Information Technology (Beijing) Co., Ltd.;

(4) The defendant (LETV Mobile Intelligent Information Technology (Beijing) Co., Ltd.) shall pay the plaintiff (BOE Technology (HK) Limited) the owed principal USD2,459,090.91 and the resulting interests (regarding the principal USD2,459,090.91 as the interest basis from 27 May 2017 to 19 August 2019 with the PBC’s benchmark interest rate for loan during the same period as the standard; USD2,459,090.91 from August 20, 2019 to the actual payment day with the quoted interest rate of the loan market issued by the national inter-bank offer center as the standard; the year shall have 365 days) under the Purchase Order with the goods payment USD2.75 million;

(5) Other claims of the plaintiff (BOE Technology (HK) Limited) shall be rejected.

If the defendant LETV Mobile Intelligent Information Technology (Beijing) Co., Ltd. and LETV Holdings (Beijing) Co., Ltd. fails to fulfill their payment obligation as scheduled in the judgment, the Defendant shall be double debt interests during the delayed period according to Article 253 of Civil Procedure Law of the People’s Republic of China.

The litigation fee was RMB1,465,371.63, of which, RMB5,371.63 shall be paid by the plaintiff BOE Technology (HK) Limited (already paid), and RMB1.46 million shall be jointly burdened by LETV Mobile Intelligent Information Technology (Beijing) Co., Ltd. and LETV Holdings (Beijing) Co., Ltd. (payment within 7 days after the judgment took effect); the preservation fee was RMB5000, which shall be jointly burdened by LETV Mobile Intelligent Information Technology (Beijing) Co., Ltd. and LETV Holdings (Beijing) Co., Ltd. (payment within 7 days after the judgment took effect).

On 17 March 2020, BOE Technology (HK) Limited received the petition for appeal submitted by LETV Holdings (Beijing) Co., Ltd. to the court. LETV Holdings (Beijing) Co., Ltd. failed to pay the fee for the appeal it had instituted. On 8 July 2020, the Supreme People’s Court ruled that the appellant LETV Holdings (Beijing) Co., Ltd. was deemed to have withdrawn its appeal and that the first-instance judgment took into effect upon its arrival to the appellant. BOE Technology (HK) Limited has filed an Application for Enforcement to Beijing Higher People’s Court, and the court has accepted the application for further handling. The Company has calculated corresponding bad-debt provision for the account receivables equaling the above-mentioned claimed amount according to the accounting standards, which has uncertain influence on the Company.

3. On 29 August 2020, the Company disclosed the Announcement No. 2020–047 on the Resolutions of the 15th Meeting of the 9th Board of Directors, the Plan for the Grant of Share Options and Restricted Shares for 2020 and other relevant announcements. As such, the Company intended to carry out an equity incentive plan, which would comprise a share option incentive and a restricted share incentive. The shares needed would be sourced from RMB-denominated ordinary shares (A-shares) of the Company repurchased from the secondary market. The total shares under the plan would not exceed 981,150,000 shares, which included 639,900,000 share options and 341,250,000 restricted shares, together representing around 2.82% of the Company’s total share capital of 34,798,398,763 shares at the time when the draft of the equity incentive plan was disclosed in the Announcement. The share option and restricted share incentive plan of 2020 is still subject to approval of the State-Owned Assets Supervision and Administration Commission of People’s Government of Beijing Municipality and of the Company’s general meeting.

Summary of the significant event	Date of disclosure	Index to disclosure
Announcement on the Acquisition of a 16.67% Interest in BEHC Industrial Investment from NAURA & the Related-Party Transaction	24 July 2020	www.cninfo.com.cn
Announcement on the Intention to Acquire Interests in Nanjing CEC Panda FPD Technology Co., Ltd. and Chengdu CEC Panda Display Technology Co., Ltd.	24 September 2020	www.cninfo.com.cn

Progress of any share repurchase:

☒ Applicable ☐ Not applicable

Following the approval of the Proposal on the Repurchase of Certain Public Shares at the 15th Meeting of the 9th Board of Directors, the Company disclosed the Announcement No. 2020–049 on the Plan for the Repurchase of Certain Public Shares dated 29 August 2020. The Company carried out the first repurchase on 2 September 2020 and disclosed the Announcement No. 2020–056 on the First Repurchase of Certain Public Shares dated 3 September 2020. On 4 September 2020, the Company disclosed the Announcement No. 2020–057 on Progress of the Repurchase of Certain Public Shares and the Announcement No. 2020–058 on the Completion of the Share Repurchase Plan & the Repurchase Results. As such, as of 3 September 2020, the Company repurchased, through its securities account for repurchase and by way of centralized bidding, a total of 349,999,933 A-shares, accounting for approximately 1.03% of the Company’s total A-shares and approximately 1.01% of the Company’s total shares. With the highest trading price being RMB5.79/share and the lowest being RMB5.54/share, this repurchase cost a total of RMB1,998,774,693.72 (including commissions and other fixed fees). As such, the number of shares repurchased reached the upper limit of the repurchase plan, marking the completion of the implementation of the plan.

Progress of any reduction of the repurchased shares through centralized bidding:

☐ Applicable ☒ Not applicable

III Commitments that the Company’s Actual Controller, Shareholders, Related Parties, Acquirers, the Company Itself or Other Parties, Failed to Fulfill on Time during the Reporting Period

☒ Applicable ☐ Not applicable

Commitment	Promisor	Type of commitment	Details of commitment	Date of commitment making	Term of commitment	Fulfillment
Commitments made in share reform	–	–	–	–	–	–
Commitments made in acquisition document or shareholding alteration documents	–	–	–	–	–	–
Commitments made in time of asset restructuring	–	–	–	–	–	–
Commitment made in IPO or refinancing	–	–	–	–	–	–
Commitment made in stock ownership incentive	–	–	–	–	–	–
Other commitments made to minority shareholders	Part of directors, supervisors and senior managers of the Company	Other commitment	According to the Announcement on the Commitment of Part of Directors, Supervision and Senior Managers Not to Reduce Shareholding of the Company disclosed on 22 February 2020 (Announcement No.: 2020–001), the Company’s directors, supervisors and senior managers, based on their confidence in the Company’s future development and their recognition of the corporate value, promise not to reduce or transfer any shares held in BOE (A shares), not to entrust others to manage specific shares, not to authorize others to exercise their voting right by means of any agreement, trust or other arrangements and not to require the Company to repurchase any specific shares during the term of office and within 6 months after their tenures expire so as to promote the Company’s continuous, stable and healthy development and maintain the rights and interests of the Company and all shareholders. For any newly-added shares derived from the assignment of rights and interests including the share donation and the reserved funds converted into share capital during the period (corresponding to the specific shares), they shall still keep their promises till the commitment period expires.	21 February 2020	During the term as director, supervisor or senior manager, and in six months after the expiration of the term determined when taking office.	Ongoing
Fulfill on time or not	–	–	Yes	–	–	–
Specific reason for failing to fulfill commitments on time and plans for next step (if any)	–	–	None	–	–	–

IV Financial Investments

1. Securities Investments

☒ Applicable ☐ Not applicable

Type of securities	Code of securities	Name of securities	Initial investment cost	Accounting measurement method	Opening carrying amount	Gain/loss on fair-value changes in the current period	Cumulative fair-value changes through equity	Purchased in the current period	Sold in the current period	Gain/loss in the current period	Closing carrying amount	Accounting title	Funding source
Domestic and overseas stock	SH600658	Electronic Zone	90,160,428.00	Fair value method	72,585,692.00	0.00	–15,375,169.00	0.00	0.00	1,842,137.00	74,785,259.00	Other equity instrument investment	Self-funded
Domestic and overseas stock	HK01963	Bank of China	120,084,375.00	Fair value method	105,407,103.00	0.00	–31,306,873.00	0.00	0.00	5,877,804.00	88,777,502.00	Other equity instrument investment	Self-funded
Domestic and overseas stock	HK06066	China Securities	70,041,364.00	Fair value method	68,545,920.00	0.00	6,144,610.00	0.00	70,041,364.00	0.00	0.00	Other equity instrument investment	Self-funded
Domestic and overseas stock	HK01518	New Century Healthcare	140,848,850.00	Fair value method	53,586,259.00	0.00	–122,572,847.00	0.00	0.00	0.00	18,276,003.00	Other equity instrument investment	Self-funded
Other securities investments held at the period-end	0.00	—	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	—	—
Total	421,135,017.00	—	300,124,974.00	0.00	279.00	0.00	70,041,364.00	7,719,181,838,941.00	764.00	—	—	—	—
Disclosure date of the announcement about the board’s consent for the securities investment		N/A											
Disclosure date of the announcement about the general meeting’s consent for the securities investment (if any)		N/A											

2. Investments in Derivative Financial Instruments

☒ Applicable ☐ Not applicable

Unit: RMB' 0,000

Operating party	Relationship with the Company	Relationship of party transaction or not	Type of derivative	Initial investment amount	Beginning date	Ending date	Beginning investment	Purchased in Reporting Period	Sold in Reporting Period	Impairment allowance (if any)	Ending investment	Actual gain/loss in Reporting Period	
Financial institutions	Not a related party	No	Foreign exchange forwards contract	78,133.44	1 January 2020	30 September 2020	78,133.44	134,273.38	92,617.36	-	119,789.66	0.78%	683.17
				78,133.44	---	---	78,133.44	134,273.38	92,617.36	-	119,789.66	0.78%	683.17
			Total	78,133.44	---	---	78,133.44	134,273.38	92,617.36	-	119,789.66	0.78%	683.17