SHANGHAI YAOHUA PILKINGTON GLASS GROUP CO., LTD.

(Incorporated in the People's Republic of China)

Shanghai Yaohua Pilkington Glass Group Co., Ltd.

Third Quarterly Report 2021

1.IMPORTANT PROMPT

1.1.The Board of Directors, Supervisory Committee, directors, supervisors and senior officers commit that there is no false record or misleading statement or omission of material importance in the Third Quarterly Report and are ready to bear individual and joint responsibility to the authenticity, accuracy and integrity of its contents.

1.2.All the directors were present at the Board meeting.

1.3.Mr. Yin Jun, the person in charge of the Company, Mr. Gao Fei, the person in charge of the accounting work and Ms. Wang Chen, head of accounting department, all guarantee the authenticity accuracy and integrity of financial statements in this report.

1.4.Whether the Financial Statements in the Third Quarterly Report were audited.

□Yes √No

2.Basic information of the Company

2.1Major Accounting Data and Financial Indicators

Unit: RMB

	Jul – Sept 2021	Comparison with that for Jul – Sept 2020 (%)	1 Jan – 30 Sept 2021	Comparison with that for 1 Jan – 30 Sept 2020 (%)
Operating revenue	1,231,648,730.59	3.41	3,386,010,263.25	17.80
Net profit attributable to the shareholders of listed company	47,467,677.59	–40.10	165,824,168.92	48.17
Net profit attributable to shareholders of listed company deducting extraordinary gains and losses	27,978,477.30	–53.62	106,936,412.80	96.02
Net cash flow from operating activities	67,438,151.59	–23.52	383,646,208.72	76.23
Weighted average ROE (%)	0.05	41.18	0.18	50.00
Basic earnings per share	0.05	41.18	0.18	50.00
Diluted earnings per share	1.35	Reduced 1.01 percentage points	4.73	Increased 1.38 percentage points
	30 Sept 2021	31 Dec 2020		Comparison between that on 30 Sept 2021 and 31 Dec 2020 (%)
Total assets	7,260,659,697.79	6,975,997,707.33		4.08
Owner's equity attributable to the shareholders of listed company	3,554,934,467.54	3,443,335,430.62		3.24

2.2 Items and amount of extraordinary gains and losses

Unit: RMB

Items	Jul – Sept 2021	Jan – Sept 2021	Remarks
Gains and losses from disposing non-current assets (inclusive of the written-off of assets impairment provision)	657,045.10	894,453.64	
Government subsidies covered in current gains and losses (excluding those closely related to the operating businesses and consistently enjoyed in certain amount according to state regulations and certain standards)	18,269,695.95	59,514,690.78	
Except for effective hedging related to normal operating businesses of the Company, gains and losses from fair value changes for tradable financial assets and tradable financial liabilities, as well as investment returns from disposal of tradable financial assets, tradable financial liabilities and available-for-sale financial assets.	2,907,483.63	7,180,535.77	
Written-off of impairment provision for receivables that conducted the impairment test separately.		413,026.56	
Other non-operating income and expenses except the above items	126,503.69	–1,017,751.66	
Less: Income tax affected	204,272.90	841,527.02	
Minority shareholders' interests affected (after tax)	2,267,255.18	7,255,671.95	
Total	19,489,200.29	58,887,756.12	

Presentation of condition that define the extraordinary gains and losses items listed in the No. 1 Explanatory Notice of Information Disclosure of Companies Publicly Issuing Securities —— Extraordinary Gains and Losses as recurrent profit and loss items

□Applicable √N/A

2.3 Reasons for the changes in major accounting data and financial indices

√Applicable □N/A

Items	+/– (%)	Reasons
Net profit attributable to the shareholders of listed company	48.17	Benefited from the macro-economic upturn and pandemic control in this year, both the operating revenue and gross margin of float glass segment increased comparing with the previous year; besides, affected by the pandemic at the beginning of last year, some subsidiaries suffered shutdown loss due to the delayed production recovery; the liabilities with interests reduced and financial expenses declined for this year.
Net profit attributable to shareholders of listed company deducting extraordinary gains and losses	96.02	Same as above.
Basic earnings per share	50.00	Same as above.
Diluted earnings per share	50.00	Same as above.
Net cash flow from operating activities	76.23	The profit increased for the reporting period and the cash received increased

Aforementioned data is the year-on-year changes to the accumulative amount for Jan – Sept 2021, and the year-on-year changes to the amount for the reporting period are as bellows:

Items	+/– (%)	Reasons
Net profit attributable to the shareholders of listed company	–40.10	Mainly because the gross profit margin dropped due to the price hike of raw materials for architectural glass.
Net profit attributable to shareholders of listed company deducting extraordinary gains and losses	–53.62	Same as above.
Basic earnings per share	41.18	Same as above.
Diluted earnings per share	41.18	Same as above.

2.2Total number of common shareholders, preferred shareholders with restored voting rights and top-ten shareholders.

Unit: Share

Total number of shareholders	46,506	Total number of preferred shareholders with restored voting rights (if any)			N/A	
Top ten shareholders						
Name	Nature	The holding share amount by 30 Sept 2021	The holding share proportion by 30 Sept 2021 (%)	Amount of restricted shares	Pledged, marked or blocked share amount	
Shanghai Building Materials (Group) Co., Ltd.	State-owned legal person	288,267,985.00	30.83	0	No	–
China Composites Group Co., Ltd.	State-owned legal person	119,090,496.00	12.74	0	No	–
NSG UK ENTERPRISES LIMITED	Overseas legal person	100,046,672.00	10.70	0	No	–
HAITONG INTERNATIONAL SECURITIES COMPANY LIMITED-ACCOUNT CLIENT	Other	23,992,017.00	2.57	0	Unknown	–
Polunin Capital Partners Limited – Fund of medium and small-sized enterprise of emerging market (USA)	Overseas legal person	6,347,500.00	0.68	0	No	
Li Lizhen	Overseas natural person	4,277,402.00	0.46	0	Unknown	–
Shenzhen Zhong Zhi Investment Co., Ltd.	Unknown	3,904,100.00	0.42	0	No	–
Zheng Yuping	Domestic natural person	3,868,000.00	0.41	0	No	
Hong Kong Haijian Industrial Co., Ltd.	Overseas legal person	3,601,071.00	0.39	0	No	–
Lu Zhigang	Domestic natural person	2,500,000.00	0.27	0	No	–

Top ten unrestricted shareholders			
Name	Amount of unrestricted shares	Share Type and Amount	
		Type	Amount
Shanghai Building Materials (Group) Co., Ltd.	288,267,985.00	RMB Ordinary Shares	288,267,985.00
China Composites Group Co., Ltd.	119,090,496.00	RMB Ordinary Shares	119,090,496.00
NSG UK ENTERPRISES LIMITED	100,046,672.00	RMB Ordinary Shares	100,046,672.00
HAITONG INTERNATIONAL SECURITIES COMPANY LIMITED-ACCOUNT CLIENT	23,992,017.00	Domestic listed foreign funded shares	23,992,017.00
Polunin Capital Partners Limited – Fund of medium and small-sized enterprise of emerging market (USA)	6,347,500.00	RMB Ordinary Shares	6,347,500.00
Li Lizhen	4,277,402.00	Domestic listed foreign funded shares	4,277,402.00
Shenzhen Zhong Zhi Investment Co., Ltd.	3,904,100.00	RMB Ordinary Shares	3,904,100.00
Zheng Yuping	3,868,000.00	RMB Ordinary Shares	3,868,000.00
Hong Kong Haijian Industrial Co., Ltd.	3,601,071.00	Domestic listed foreign funded shares	3,601,071.00
Lu Zhigang	2,500,000.00	RMB Ordinary Shares	2,500,000.00
Notes on related party relationship and parties acting in unison	1. Confirmed with HAITONG INTERNATIONAL SECURITIES COMPANY LIMITED-ACCOUNT CLIENT, it holds B shares on behalf of clients, and the shareholder of 23,961,912 B shares that HAITONG holds on client's behalf is NSG UK ENTERPRISES LIMITE. 2. NSG UK ENTERPRISES LIMITED holds 100,046,672 A shares and 23, 961,912 B shares, which aggregates to 124,008,584 shares, accounting for 13.26% of the Company's equity. The held shares are not pledged, blocked or marked. 3. Among the top ten shareholders of the Company, there is related party relationship between the 1st and 9th largest shareholder, and they do not have related party relationship with other shareholders, they also shall not be regarded as parties acting in unison as provided in Regulations on the Takeover of Listed Companies. There is no related party relationship between the 2nd and 3rd largest shareholder, and they do not have related party relationship with other shareholders, they also shall not be regarded as parties acting in unison as provided in Regulations on the Takeover of Listed Companies. Besides, the Company does not know whether there is related party relationship between other shareholders or whether other shareholders are parties acting in unison as provided in the Regulations on the Takeover of Listed Companies.		
Description of the top ten shareholders and top ten unrestricted shareholders participating in securities margin trading and refinancing business (if any)	In aforementioned shareholders, Shenzhen Zhong Zhi Investment Co., Ltd., Zheng Yuping and Lu Zhigang held 2,726,000 shares, 1,846,500 shares and 1, 900,000 shares respectively in their credit securities accounts.		

3.Others to remind

Other important information that investors should be remind about the Company's operation in the reporting period

□ Applicable √ N/A

4. Financial Statements

4.1 Type of audit opinion

□ Applicable √ N/A

4.2 Financial Statements

Balance Sheet (Consolidation)

30 Sept 2021

Shanghai Yaohua Pilkington Glass Group Co., Ltd.

Unit: RMB

Item	30 Sept 2021	31 Dec 2020
Current assets		
Monetary fund	583,468,288.29	699,846,165.54
Transaction settlement funds		
Loans to other banks		
Trading financial assets	300,544,219.65	229,254,659.11
Financial assets that measured at fair value and the changes are recorded into the profits and losses		
Derivative financial assets		
Notes receivable	24,753,775.08	109,467,880.08
Account receivable	719,545,990.54	481,302,424.83
Accounts receivable financing	439,179,987.83	410,816,440.73
Advances to suppliers	79,238,779.57	93,993,580.79
Reinsurance premium receivable		
Reserves for reinsurance contract receivable		
Interest receivable		
Dividend receivable		
Other receivables	13,226,211.99	7,620,882.21
Amount of buying and selling back financial assets		
Inventory	1,002,656,956.52	830,423,537.57
Holding assets divided for sale		
Non-current assets due in one year		
Other current assets	26,964,952.03	22,828,401.02
Total Current assets	3,189,579,161.50	2,885,553,971.88
Non-current assets		
Disbursement of advances and loans		
Available-for-sale financial assets		
Held-to-maturity investment		
Long term account receivables		
Other non-current financial assets	34,136,271.35	34,160,930.83
Investment real estates	66,301,815.95	68,229,370.79
Fixed assets	3,257,104,632.38	3,156,480,238.77
Projects in construction	291,511,248.14	385,609,882.93
Engineering materials		
Fixed assets disposal		
Productive biological assets		
Oil and gas assets		
Right-of-use assets	582,440.77	
Intangible assets	373,720,122.76	389,052,924.87
Development expense	942,336.15	914,064.17
Goodwill		
Long term deferred and prepaid expenses	34,070,414.37	43,749,099.69
Deferred tax assets	12,711,254.42	12,247,223.40
Other non-current assets		
Total non-current assets	4,071,080,536.29	4,090,443,735.45
Total assets	7,260,659,697.79	6,975,997,707.33
Current liabilities		
Short term bank loans	677,930,811.64	620,714,059.80
Loans from central bank		
Receipt of deposits and deposits from other banks		
Loans from other banks		
Financial liabilities that measured at fair value and the changes are recorded into the profits and losses		
Derivative financial liabilities		
Notes payable	488,659,506.21	362,245,276.53
Accounts payable	733,697,017.89	562,735,655.69
Advances from customers		
Contract liability	90,864,398.03	90,495,730.90
Funds from selling out and repurchasing financial assets		
Charges and commissions payable		
Remuneration payable	48,130,028.40	79,903,209.38
Taxes and fees payable	26,497,303.02	19,150,943.40
Other payables	196,113,950.43	194,111,894.10
Interest payable		
Dividend payable	5,802,706.98	6,703,199.10
Reinsurance premium payable		
Reserves for insurance contracts		
Funds from securities trading agency		
Funds from underwriting securities agency		
Hold for sale debt		
Non-current liabilities due in one year	585,057.24	
Other current liabilities	13,798,557.00	210,855,407.78
Total current liabilities	2,276,274,013.39	2,140,212,177.58
Non-current liabilities		
Long term loans	61,361,585.06	
Bonds payable		
Including: Preferred Stock		
Sustainable Liabilities		
Long term payables		
Long term payables of employee benefits		
Special payables		
Predicted liabilities		
Deferred Income	405,514,720.38	454,001,405.82
Deferred tax liabilities	7,347,642.45	6,689,961.10
Other non-current liabilities		
Total non-current liabilities	474,223,947.89	460,691,366.92
Total liabilities	2,750,497,961.28	2,600,903,544.50
Shareholder's equity		
Share capital	934,916,069.00	934,916,069.00
Other equity instruments		
Including: Preferred Stock		
Sustainable Liabilities		
Capital Reserve	1,194,752,388.17	1,194,752,388.17
Deduct: treasury stock		
Other Comprehensive Income	–12,670,868.57	–12,670,868.57
Special Reserves		
Surplus common reserve fund	492,204,268.27	492,204,268.27
Reserve for ordinary risk		
Retained profit	945,732,610.67	834,133,573.75
Total equity attributable to shareholders of parent company	3,554,934,467.54	3,443,335,430.62
Minority shareholders' equity	955,227,268.97	931,758,732.21
Total shareholder's equity	4,510,161,736.51	4,375,094,162.83
Total liabilities and shareholder's equity	7,260,659,697.79	6,975,997,707.33

Legal Representative: Yin Jun; Person in Charge of Accounting Function: Gao Fei; Person in Charge of Accounting Department: Wang Chen

Income Statement (Consolidation)

Jan – Sept 2021

Shanghai Yaohua Pilkington Glass Group Co., Ltd.

Unit: RMB

Item	Jan – Sept 2021	Jan – Sept 2020
I. Total operating income	3,386,010,263.25	2,874,321,423.71
Incl: operating income	3,386,010,263.25	2,874,321,423.71
Interest income		
Income from premiums		
Income from fees and commissions		
II. Total operating cost	3,236,033,471.66	2,811,515,846.95
Incl: operating cost	2,700,653,687.83	2,253,097,267.10
Interest expenses		
Fee and commission expenses		
Refunded premiums		
Net amount of compensation payout		
Net amount of reserves for reinsurance contract		
Policy dividend payment		
Reinsured expenses		
Business taxes and surcharges	28,184,016.71	29,478,291.33
Sales expenses	167,738,154.20	161,051,788.87
Administration expenses	162,375,257.10	207,810,157.63
R&D expenses	157,006,210.42	131,435,490.84
Financial expenses	20,076,145.40	28,642,851.18
Incl: Interest expenses	20,533,766.35	27,879,097.03
Interest incomes	5,429,028.52	1,893,858.06
Plus: Other income	59,514,690.78	52,249,428.61
Investment returns ("–" for losses)	4,660,975.60	6,235,670.71
Inc: investment return on associates and JVs		
Gain (loss) from changes in fair value ("–" for losses)	2,519,560.17	
Credit impairment loss	–2,163,571.58	–4,754,143.57
Assets impairment loss	–4,101,896.58	–7,982,759.57
Assets disposal income ("–" for loss)	726,274.94	368,888.52
III. Operating profit ("–" for losses)	211,132,824.92	108,922,661.46
Plus: non-operating income	1,025,262.71	6,074,600.95
Less: non-operating expenses	1,874,835.67	2,286,279.91
IV. Total Profit ("–" for losses)	210,283,251.96	112,710,982.50
Less: income tax expenses	20,990,546.28	16,689,476.53
V. Net profit ("–" for losses)	189,292,705.68	96,021,505.97
(I)Clarified by whether going concern or not		
1.Going concern ("–" for loss)	189,292,705.68	96,021,505.97
2.Terminated operation ("–" for loss)		
(II)Clarified by the ownership attribution		
1.Net profit attributable to shareholders of parent company	165,824,168.92	111,915,503.34
2.Minority shareholders' gains and losses	23,468,536.76	–15,893,997.37
VI. Other Comprehensive Income (after tax)		
Other comprehensive income attributable to the parent company (after tax)		
(I) Other comprehensive income couldn't be reclassified into the profits and losses		
1.Remeasurement of changes in net liabilities or net assets under defined benefit plans		
2.The unit of other comprehensive income could not be reclassified to income statements of the investee under the equity methods		
(II) Other comprehensive income could be reclassified into the profits and losses		
1.Other comprehensive income will be reclassified to income statements of the investee under the equity methods		
2.Other fair value changes for creditor investment		
3.Gains and losses from the changes of fair value of available for sale financial assets		
4.Financial assets reclassified to other comprehensive incomes		
5.Gains and losses from the reclassification of hold-to-maturity investments to available for sale financial assets		
6.Credit impairment provision for other creditor investment		
7.The effective part of cash flow hedging gains and losses		
8.The difference between the translations of foreign currency financial statements.		
9.Other		
Attributable to minority interests		
VII. Total comprehensive income	189,292,705.68	96,021,505.97
Attributable to equity holders of the Company	165,824,168.92	111,915,503.34
Attributable to minority interests	23,468,536.76	–15,893,997.37
VIII.Earnings per share		
(I)Basic earnings per share	0.18	0.12
(II)Diluted earnings per share	0.18	0.12

Legal Representative: Yin Jun; Person in Charge of Accounting Function: Gao Fei; Person in Charge of Accounting Department: Wang Chen

Cash Flow Statement (Consolidation)

Jan – Sept 2021

Shanghai Yaohua Pilkington Glass Group Co., Ltd.

Unit: RMB

Item	Jan – Sept 2021	Jan – Sept 2020
I. Cash flow from operating activities		
Cash from selling commodities and providing labor services	3,660,353,563.89	3,075,690,616.32
Net increase of deposits from customers and other banks		
Net increase of loans from central bank		
Net increase of loans from other financial institutions		
Cash of premium from original insurance contracts		
Net cash from reinsurance business		
Net increase of policy holder deposits and investment funds		
Net increase of financial assets that measured at fair value and the changes are recorded into the profits and losses		
Cash received from interests, charges and commissions		
Net increase of loans from other banks		
Net capital increase of repurchase business		
Tax refunded	8,790,325.41	5,244,913.40
Other cash related to operating activities	42,553,570.48	93,061,497.33
Sub-total of cash inflow from operating activities	3,711,697,459.78	3,173,997,027.05
Cash paid to purchase goods and labor service	2,548,287,126.11	2,231,607,723.59
Net increase of customers' loans and advances		
Net increase of deposits from central bank and other banks		
Cash for paying compensation in the original insurance contract		
Cash for paying interests, charges and commissions		
Cash for paying policy dividend		
Cash payment to employees and for employees	507,408,071.21	436,856,042.48
Payment of taxes and fees	138,851,186.83	145,476,681.86
Other cash paid relating to operating activities	133,504,866.91	142,363,618.61
Subtotal of cash outflows	3,328,051,251.06	2,956,304,066.54
Net cash flow from operating activities	383,646,208.72	217,692,960.51
II. Cash flow from investment activities		
Cash received from disposal of investment	744,000,000.00	731,000,000.00
Cash received from investment returns	5,915,634.71	6,235,670.71
Net cash received from disposal of fixed assets, intangible assets and other long term assets	2,188,724.95	1,203,458.38
Net cash from disposal of subsidiaries and other business units		
Other cash received relating to investment activities		
Sub-total of cash inflow from investment activities	752,104,359.66	738,439,129.09
Cash paid to acquire fixed assets, intangible assets and other long term assets	286,100,519.80	224,358,621.56
Cash paid to investment	844,254,057.08	829,200,001.00
Net increase of pledged loan		
Net cash received from subsidiaries and other business units		
Other cash paid relating to investment activities	5,993,836.25	207,500.00
Subtotal of cash outflow	1,136,348,413.13	1,053,766,122.56
Net cash flow from investment activities	–384,244,053.47	–315,326,993.47
III. Cash flow from financing activities		
Cash received from capital contributions		202,046,958.35
Inc: cash received by subsidiaries from minority shareholders' investments		
Cash received from borrowings	457,727,849.58	774,000,000.00
Cash received from issuing bonds		
Other cash received from financing activities		
Subtotal of cash inflow from financing activities	457,727,849.58	976,046,958.35
Cash repayment for debts	540,400,000.00	937,815,335.94
Cash paid for distribution of dividends or profits and interest payment	75,774,045.58	90,345,367.74
Inc: dividend and profit of subsidiaries paid to minority shareholders		
Other cash payment relating to financing activities	1,284,521.17	150,000.00
Subtotal of cash outflow	617,458,566.75	1,028,310,703.68
Net cash flow from financing activities	–159,730,717.17	–52,263,745.33
IV. Effect of foreign exchange rate changes on cash	–2,082,802.92	–1,615,496.74
V. Net increase in cash and equivalents	–162,411,364.84	–151,513,275.03
Plus: balance of cash and cash equivalents at period beginning	603,763,674.30	458,682,631.48
VI. Cash and cash equivalents at period end	441,352,309.46	307,169,356.45

Legal Representative: Yin Jun; Person in Charge of Accounting Function: Gao Fei; Person in Charge of Accounting Department: Wang Chen

4.3 The Company adopted new lease standard from 2021 and adjusted the financial data of the beginning of the year that implemented the new standard for the first time

√ Applicable □N/A

Balance Sheet (Consolidation)

Unit: RMB

Item	31 Dec 2020	1 Jan 2021	Adjustment
Current assets			
Monetary fund	699,846,165.54	699,846,165.54	
Transaction settlement funds			
Loans to other banks			
Tradable financial assets	229,254,659.11	229,254,659.11	
Financial assets that measured at fair value and the changes are recorded into the profits and losses			
Derivative financial assets			
Notes receivable	109,467,880.08	109,467,880.08	
Account receivable	481,302,424.83	481,302,424.83	
Account receivable financing	410,816,440.73	410,816,440.73	
Advances to suppliers	93,993,580.79	93,993,580.79	
Premium receivable			
Reinsurance premium receivable			
Reserves for reinsurance contract receivable			
Other receivables	7,620,882.21	7,620,882.21	
Interest receivable			
Dividends receivable			
Amount of buying and selling back financial assets			
Inventory	830,423,537.57	830,423,537.57	
Contract assets			
Holding assets divided for sale			
Non-current assets due in one year			
Other current assets	22,828,401.02	22,828,401.02	
Total Current assets	2,885,553,971.88	2,885,553,971.88	
Non-current assets			
Disbursement of advances and loans			
Creditor's investment			
Other creditor's investment			
Held-to-maturity investment			
Long term account receivables			
Long term equity investment			
Other non-current financial assets	34,160,930.83	34,160,930.83	
Investment real estates	68,229,370.79	68,229,370.79	
Fixed assets	3,156,480,238.77	3,156,480,238.77	
Projects in construction	385,609,882.93	385,609,882.93	
Engineering materials			
Fixed assets disposal			
Productive biological assets			
Oil and gas assets			
Right-of-use assets	–	1,203,170.40	1,203,170.40
Intangible assets	389,052,924.87	389,052,924.87	
Development expense	914,064.17	914,064.17	
Goodwill			
Long term deferred and prepaid expenses	43,749,099.69	43,749,099.69	
Deferred tax assets	12,247,223.40	12,247,223.40	
Other non-current assets			
Total non-current assets	4,090,443,735.45	4,091,646,905.85	1,203,170.40
Total assets	6,975,997,707.33	6,977,200,877.73	1,203,170.40
Current liabilities			
Short term bank loans	620,714,059.80	620,714,059.80	
Loans from central bank			
Receipt of deposits and deposits from other banks			
Loans from other banks			
Financial liabilities that measured at fair value and the changes are recorded into the profits and losses			
Derivative financial liabilities			
Notes payable	362,245,276.53	362,245,276.53	
Accounts payable	562,735,655.69	562,735,655.69	
Advances from customers			
Contract liability	90,495,730.90	90,495,730.90	
Funds from selling out and repurchasing financial assets			
Charges and commissions payable			
Remuneration payable	79,903,209.38	79,903,209.38	
Taxes and fees payable	19,150,943.40	19,150,943.40	
Other payables	194,111,894.10	194,111,894.10	
Interest payable			
Dividend payable	6,703,199.10	6,703,199.10	
Reinsurance premium payable			
Reserves for insurance contracts			
Funds from securities trading agency			
Funds from underwriting securities agency			
Hold for sale debt			
Non-current liabilities due in one year	–	843,181.11	843,181.11
Other current liabilities	210,855,407.78	210,855,407.78	
Total current liabilities	2,140,212,177.58	2,141,055,358.69	843,181.11
Non-current liabilities			
Long term loans			
Bonds payable			
Including: Preferred Stock			
Sustainable Liabilities			
Lease liability	–	359,989.29	359,989.29
Long term payables			
Long term payables of employee benefits			
Special payables			
Predicted liabilities			
Deferred Income	454,001,405.82	454,001,405.82	
Deferred tax liabilities	6,689,961.10	6,689,961.10	
Other non-current liabilities			
Total non-current liabilities	460,691,366.92	461,051,356.21	359,989.29
Total liabilities	2,600,903,544.50	2,602,106,714.90	1,203,170.40
Shareholder's equity			
Share capital	934,916,069.00	934,916,069.00	
Other equity instruments			
Including: Preferred Stock			
Sustainable Liabilities			
Capital Reserve	1,194,752,388.17	1,194,752,388.17	
Deduct: treasury stock			
Other Comprehensive Income	–12,670,868.57	–12,670,868.57	
Special Reserves			
Surplus common reserve fund	492,204,268.27	492,204,268.27	
Reserve for ordinary risk			
Retained profit	834,133,573.75	834,133,573.75	
Total equity attributable to shareholders of parent company	3,443,335,430.62	3,443,335,430.62	
Minority shareholders' equity	931,758,732.21	931,758,732.21	
Total shareholder's equity	4,375,094,162.83	4,375,094,162.83	
Total liabilities and shareholder's equity	6,975,997,707.33	6,977,200,877.73	1,203,170.40

Explanation for the adjustments:

√ Applicable □N/A

The Ministry of Finance revised and issued the Accounting Standards for Business Enterprises No. 21– Lease (CK[2018] No. 35) ("New Lease Standard"). The Company implemented the New Lease Standard from 1 Jan 2021 in accordance with the new provision. The Company adjusted amount of relevant items based on the accumulatively effected amount when implemented the New Lease Standard for the first time, no adjustments was made to comparable data.

The Board of Directors of Shanghai Yaohua Pilkington Glass Group Co., Ltd

27 October 2021